

TOWNSHIP OF JACKSON

**AUDIT REPORT FOR THE YEAR
ENDED DECEMBER 31, 2014**

**TOWNSHIP OF JACKSON
COUNTY OF OCEAN**

TABLE OF CONTENTS

	EXHIBIT	PAGE
PART I		
Independent Auditor’s Report		1
Independent Auditor’s Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>		5
Financial Statements – Regulatory Basis:		
<u>Current Fund:</u>		
Comparative Statements of Assets, Liabilities, Reserves & Fund Balance – Regulatory Basis	A	9
Comparative Statement of Operations and Changes in Fund Balance – Regulatory Basis	A-1	11
Statement of Revenues – Regulatory Basis	A-2	12
Statement of Expenditures – Regulatory Basis	A-3	15
<u>Trust Fund:</u>		
Comparative Statements of Assets, Liabilities, Reserves & Fund Balance – Regulatory Basis	B	25
<u>General Capital Fund:</u>		
Comparative Statements of Assets, Liabilities, Reserves & Fund Balance – Regulatory Basis	C	27
<u>Public Assistance Fund</u>		
Comparative Statements of Assets, Liabilities, Reserves & Fund Balance – Regulatory Basis	D	28
<u>General Fixed Assets Account Group:</u>		
Comparative Statement of Fixed Assets & Fund Balance - Regulatory Basis	E	29
<u>Payroll Fund:</u>		
Comparative Statement of Assets & Liabilities - Regulatory Basis	F	30
Notes to Financial Statements		33
Supplemental Exhibits:		
<u>Current Fund:</u>		
Schedule of Cash & Cash Equivalents	A-4	57
Schedule of Change Funds	A-5	58
Schedule of Taxes Receivable & Analysis of Property Tax Levy	A-6	59
Schedule of Tax Title Liens	A-7	60
Schedule of Property Acquired for Taxes	A-8	60
Schedule of Revenue Accounts Receivable	A-9	61
Schedule of 2013 Appropriations Reserves	A-10	62
Schedule of Accounts Payable	A-11	67
Schedule of Reserve for Encumbrances	A-12	67
Schedule of Prepaid Taxes	A-13	68
Schedule of Tax Overpayments	A-14	68
Schedule of County Taxes Payable	A-15	69
Schedule of Local School District Tax Payable	A-16	69

**TOWNSHIP OF JACKSON
COUNTY OF OCEAN**

TABLE OF CONTENTS

	EXHIBIT	PAGE
<u>Current Fund (continued):</u>		
Schedule of Special District Taxes Payable	A-17	70
Schedule of Due to State of New Jersey – Construction Fees	A-18	70
Schedule of Due to State of New Jersey – Marriage Licenses	A-19	70
Schedule of Reserve for Revaluation Program	A-20	71
Schedule of Due to Municipal Open Space Trust Fund	A-21	71
Schedule of Reserve for Garden State Trust Fund	A-22	71
Schedule of Reserve for State Board of Taxation Appeals	A-23	72
Schedule of Reserve for Master Plan	A-24	72
Schedule of Reserve for Skate Park	A-25	72
Schedule of Reserve for COAH State Plan	A-26	73
Schedule of Reserve for FEMA Reimbursement	A-27	73
Schedule of Reserve for Hurricane Sandy	A-28	73
Schedule of Reserve for Scibal Reimbursement - Hurricane Sandy - DPW	A-29	74
Schedule of Reserve for Scibal Reimbursement - Hurricane Sandy - Police	A-30	74
Schedule of Reserve for Police Cars	A-31	74
Schedule of Interfunds – Other Funds	A-32	75
Schedule of Deferred Charges	A-33	76
Schedule of Federal & State Grant Fund Due from Current	A-34	77
Schedule of State & Federal Grants Receivable	A-35	78
Schedule of State & Federal Grants Appropriated	A-36	79
Schedule of State & Federal Grants Unappropriated	A-37	81
Schedule of Reserve for Encumbrances	A-38	81
 <u>Trust Fund:</u>		
Schedule of Cash - Treasurer	B-1	85
Schedule of Due to State of New Jersey – Animal Control	B-2	86
Schedule of Reserve for Animal Control Expenditures	B-3	86
Schedule of Interfund – Current Fund	B-4	87
Schedule of Due from County of Ocean – Community Development Block Grant	B-5	87
Schedule of Reserve for Community Development Block Grant	B-6	88
Schedule of Various Reserves	B-7	89
Schedule of Reserve for Open Space	B-8	90
Schedule of Funds Held by Trustee - LOSAP	B-9	91
Schedule of Reserve for Length of Service Award Program	B-10	91
 <u>General Capital Fund:</u>		
Schedule of Fund Balance	C-1	95
Schedule of Cash & Cash Equivalents	C-2	95
Analysis of Cash & Cash Investments	C-3	96
Schedule of Due from State of New Jersey Department Of Transportation	C-4	97
Schedule of Due from State of New Jersey Department of Environmental Protection	C-5	97
Schedule of Due from Current Fund	C-6	98
Schedule of Due from MUA Shared Services Agreement	C-7	98
Schedule of Deferred Charges to Future Taxation – Funded	C-8	98

**TOWNSHIP OF JACKSON
COUNTY OF OCEAN**

TABLE OF CONTENTS

	EXHIBIT	PAGE
<u>General Capital Fund (continued):</u>		
Schedule of Deferred Charges to Future Taxation – Unfunded	C-9	99
Schedule of General Serial Bonds	C-10	100
Schedule of Improvement Authorizations	C-11	102
Schedule of Reserve for Encumbrances	C-12	104
Statement of Capital Improvement Fund	C-13	104
Statement of Reserve for Debt Service – Open Space	C-14	105
Statement of Reserve for Debt Service – Other	C-15	105
Statement of Reserve for Fire Damage – Annex Building	C-16	105
Schedule of Bond Anticipation Notes	C-17	106
Statement of Bonds & Notes Authorized but not Issued	C-18	107
Schedule of Investment in Bond Anticipation Notes	C-19	108
<u>Public Assistance Fund:</u>		
Schedule of Cash	D-1	111
Schedule of Reserve for Public Assistance	D-2	111
<u>General Fixed Assets Fund:</u>		
Schedule of Investment in Fixed Assets	E-1	115
<u>Single Audit Section:</u>		
Independent Auditor's Report on Compliance for Each Major Program and on Internal Control Over Compliance Required by OMB Circular A-133 and Circular 04-04		119
Schedule of Expenditures of Federal Awards		123
Schedule of Expenditures of State Financial Assistance		124
Notes to Schedules of Federal Awards		125
Schedule of Findings & Questioned Costs		126
PART II		
<u>Comments and Recommendations:</u>		
Scope of Audit		133
General Comments Findings		133
Officials in Office		136
Acknowledgment		137

**TOWNSHIP OF JACKSON
COUNTY OF OCEAN**

PART I

**INDEPENDENT AUDITOR'S REPORT
AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2014**

(THIS PAGE INTENTIONALLY LEFT BLANK)



INDEPENDENT AUDITOR’S REPORT

The Honorable Mayor and Members
of the Township Council
Township of Jackson
County of Ocean
Jackson, New Jersey 08527

Report on the Financial Statements

We have audited the accompanying comparative statements of assets, liabilities, reserves and fund balance--regulatory basis of the various funds and account group of the Township of Jackson, County of Ocean, State of New Jersey as of December 31, 2014 and 2013 and the related comparative statement of operations and changes in fund balance--regulatory basis for the years then ended, the related statement of revenues--regulatory basis, statement of expenditures--regulatory basis, and the related notes to the financial statements for the year ended December 31, 2014.

Management’s Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles and practices prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor’s Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and in compliance with audit requirements prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor’s judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Township’s preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Township’s internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles

As discussed in Note 1 to the financial statements, the Township of Jackson prepares its financial statements using accounting practices that demonstrate compliance with regulatory basis of accounting and budget laws of the Division of Local Government Services, Department of Community Affairs, State of New Jersey, which is a basis of accounting other than accounting principles generally accepted in the United States of America, to meet the requirements of the State of New Jersey.

The effects on the financial statements of the variances between these regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the “Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles” paragraph, the financial statements referred to above do not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position of the Township of Jackson, County of Ocean, State of New Jersey, as of December 31, 2014 and 2013, or the results of its operations and changes in fund balance for the years then ended.

Basis for Qualified Opinion on Regulatory Basis of Accounting

As discussed in Note 1, the financial statements of the Length of Service Award Program Fund (“LOSAP”) Trust Fund have not been audited, and we were not required by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, to audit nor were we engaged to audit the LOSAP Trust Fund financial statements as part of our audit of the Township’s financial statements as of and for the years ended December 31, 2014 and 2013. The LOSAP Trust Fund financial activities are included in the Township’s Trust Fund, and represent .87% and .73% of the assets and liabilities, respectively, of the Township’s Trust Funds as of December 31, 2014 and 2013.

Qualified Opinion on Regulatory Basis of Accounting

In our opinion, except for the effects of such adjustments, if any, as might have been determined to be necessary had the LOSAP Trust Fund financial statements been audited as described in the “Basis for Qualified Opinion on Regulatory Basis of Accounting” paragraph, the financial statements referred to above present fairly, in all material respects, the assets, liabilities, reserves and fund balance--regulatory basis of the various funds and account group of the Township of Jackson, County of Ocean, State of New Jersey, as of December 31, 2014 and 2013, and the results of its operations and changes in fund balance - -regulatory basis of such funds for the years then ended, and the related statement of revenues--regulatory basis, statement of expenditures--regulatory basis of the various funds, and the related notes to financial statements, for the year ended December 31, 2014 in conformity with accounting principles and practices prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey as described in Note 1.

Other Matters

Report on Supplementary Information

Our audit was made for the purpose of forming an opinion on the financial statements referred to in the first paragraph as a whole. The supplemental financial statements presented for the various funds are presented for purposes of additional analysis as required by the Division of Local Government Services, Department of Community Affairs, State of New Jersey and is not a required part of the above financial statements. The accompanying schedule of expenditures of federal awards and state financial assistance are presented for purposes of additional analysis as required by the U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations* and New Jersey OMB's Circular 04-04, *Single Audit Policy for Recipients of Federal Grant, State Grants and State Aid* respectively, and is also not a required part of the above financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements of each of the respective individual funds and account group taken as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated April 7, 2015, on our consideration of the Township of Jackson's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Township of Jackson's internal control over financial reporting and compliance.

Respectfully submitted,

HOLMAN FRENIA ALLISON, P. C.

Rodney R. Haines
Certified Public Accountant
Registered Municipal Accountant
RMA #498

Medford, New Jersey
April 7, 2015

(THIS PAGE INTENTIONALLY LEFT BLANK)



**INDEPENDENT AUDITOR’S REPORT ON INTERNAL CONTROL OVER
FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED
ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE
WITH *GOVERNMENT AUDITING STANDARDS***

The Honorable Mayor and Members
of the Township Council
Township of Jackson
County of Ocean
Jackson, New Jersey 08527

We have audited, in accordance with the auditing standards generally accepted in the United States of America, the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States and audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, the financial statements of the Township of Jackson (herein referred to as “the Township”), as of and for the year ended December 31, 2014, and the related notes to the financial statements, which collectively comprise the Township’s basic financial statements, and have issued our report thereon dated April 7, 2015. Our report on the financial statements-regulatory basis was modified to indicate that the financial statements were not prepared and presented in accordance with accounting principles generally accepted in the United States of America but rather prepared and presented in accordance with the regulatory basis of accounting prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, which is a basis of accounting other than accounting principles generally accepted in the United States, to meet the requirements of the State of New Jersey for municipal government entities as described in Note 1. Further, our report on the financial statements - regulatory basis included a qualified opinion on the financial statements of the Length of Service Award Program Fund (“LOSAP”) Trust Fund. The LOSAP Trust Fund financial statements were not audited, and we were not required by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, to audit nor were we engaged to audit the LOSAP Trust Fund financial statements as part of our audit of the Township’s financial statements as of and for the year ended December 31, 2014. With the exception of the LOSAP Trust Fund our opinion on the financial statements- regulatory basis was unmodified.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Township's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Township’s internal control. Accordingly, we do not express an opinion on the effectiveness of the Township’s internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement

of the Township's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Township's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* or audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Township's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* and audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey in considering the Township's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Respectfully submitted,

HOLMAN FRENIA ALLISON, P. C.

Rodney R. Haines
Certified Public Accountant
Registered Municipal Accountant
RMA #498

Medford, New Jersey
April 7, 2015

BASIC FINANCIAL STATEMENTS

(THIS PAGE INTENTIONALLY LEFT BLANK)

**TOWNSHIP OF JACKSON
CURRENT FUND
COMPARATIVE STATEMENT OF ASSETS, LIABILITIES, RESERVES
AND FUND BALANCE - REGULATORY BASIS
DECEMBER 31, 2014 AND 2013**

	REFERENCE	<u>2014</u>	<u>2013</u>
ASSETS			
Regular Fund:			
Cash -Treasurer	A-4	\$ 10,665,503	\$ 9,986,194
Cash - Change Fund	A	1,135	1,135
Due from State of New Jersey:			
Senior Citizen & Veteran Deductions	A-5	<u>11,697</u>	<u>19,694</u>
Total Regular Fund		<u>10,678,335</u>	<u>10,007,023</u>
Receivables & Other Assets With Full Reserves:			
Delinquent Property Taxes Receivable	A-6	1,909,409	1,876,075
Tax Title Liens Receivable	A-7	2,335,043	2,055,182
Property Acquired for Taxes at Assessed Valuation	A-8	6,306,200	6,318,700
Revenue Accounts Receivable	A-9	20,801	30,432
Interfunds Receivable	A-32	<u>-</u>	<u>35,342</u>
Total Receivables & Other Assets With Full Reserves		<u>10,571,453</u>	<u>10,315,731</u>
Deferred Charges:			
Special Emergency 40A:4-53	A-33	910,765	1,536,078
Overexpenditure of Appropriation Reserves	A-33	<u>-</u>	<u>10,064</u>
Total Deferred Charges		<u>910,765</u>	<u>1,546,142</u>
Total Regular Fund, Receivables & Other Assets With Full Reserves		<u>22,160,553</u>	<u>21,868,896</u>
State & Federal Grants:			
Grants Receivable	A-35	575,824	67,109
Due from Current Fund	A-34	<u>443,316</u>	<u>380,368</u>
Total State & Federal Grants		<u>1,019,140</u>	<u>447,477</u>
Total Assets		<u>\$ 23,179,693</u>	<u>\$ 22,316,373</u>

The Accompanying Notes to the Financial Statements are an integral part of this Statement.

**TOWNSHIP OF JACKSON
CURRENT FUND
COMPARATIVE STATEMENT OF ASSETS, LIABILITIES, RESERVES
AND FUND BALANCE - REGULATORY BASIS
DECEMBER 31, 2014 AND 2013**

	REFERENCE	2014	2013
LIABILITIES RESERVES & FUND BALANCE			
Regular Fund:			
Liabilities:			
Appropriation Reserves	A-3,A-10	\$ 1,528,256	\$ 1,248,825
Reserves for Encumbrances	A-12	1,219,991	933,654
Accounts Payable	A-11	298,210	404,530
Special Emergency Note Payable	A	902,713	1,524,000
Prepaid Taxes	A-13	557,812	627,663
Tax Overpayments	A-14	36,476	28,997
County Taxes Payable	A-15	102,835	68,550
Due State of New Jersey - Construction Fees	A-18	23,767	14,176
Due State of New Jersey - Marriage License Fees	A-19	1,525	1,325
Reserve for Revaluation Program	A-20	5,743	5,743
Reserve for Garden State Trust Fund	A-22	1	1
Reserve for State Board of Taxation Appeals	A-23	313,783	313,783
Reserve for Master Plan	A-24	25,223	26,577
Reserve for Skate Park	A-25	2,118	2,118
Reserve for COAH State Plan	A-26	915,250	915,250
Reserve for FEMA Reimbursements	A-27	991,543	584,765
Reserve for Hurricane Sandy	A-28	53,663	1,105,528
Reserve for SCIBAL Reimbursements - Hurricane Sandy - DPW	A-29	25,235	26,462
Reserve for SCIBAL Reimbursements - Hurricane Sandy - Police	A-30	30,249	30,249
Reserve for Police Cars	A-31	118,078	56,910
Reserve Other	A	2,118	-
Interfund Payable	A-32	447,460	760,992
Total Liabilities		<u>7,602,049</u>	<u>8,680,098</u>
Reserve for Receivables & Other Assets	A	10,571,453	10,315,731
Fund Balance	A-1	<u>3,987,051</u>	<u>2,873,067</u>
Total Regular Funds		<u>22,160,553</u>	<u>21,868,896</u>
Federal & State Grants:			
Appropriated Reserves	A-36	795,817	364,682
Unappropriated Reserves	A-37	119,791	81,369
Reserves for Encumbrances	A-38	103,532	1,426
Total State & Federal Grants		<u>1,019,140</u>	<u>447,477</u>
Total Liabilities, Reserves & Fund Balance		<u>\$ 23,179,693</u>	<u>\$ 22,316,373</u>

The Accompanying Notes to the Financial Statements are an integral part of this Statement.

**TOWNSHIP OF JACKSON
CURRENT FUND
COMPARATIVE STATEMENT OF OPERATIONS AND CHANGES IN FUND BALANCE
FOR THE YEARS ENDED DECEMBER 31, 2014 AND 2013**

		2014	2013
Revenue & Other Income Realized:			
Fund Balance Utilized	A-2	\$ 2,200,000	\$ 2,200,000
Miscellaneous Revenue Anticipated	A-2	8,111,471	6,237,879
Receipts From Delinquent Taxes	A-2	1,661,107	1,592,420
Receipts From Current Taxes	A-2	143,352,212	139,207,257
Nonbudget Revenue	A-2	521,226	573,276
Other Credits to Income:			
Unexpended Balance of Appropriation Reserves	A-10	996,491	1,436,603
Cancelled Accounts Payable	A-11	244,868	14,684
Prior Year Interfunds Liquidated	A-1	34,627	32,225
Cancellation of Grant Appropriation Reserves	A-32	31,430	27,664
Total Revenue & Other Income Realized		<u>157,153,432</u>	<u>151,322,008</u>
Expenditures:			
Operations Within "CAPS":			
Salaries and Wages	A-3	17,116,222	16,617,410
Other Expenses	A-3	11,193,589	10,893,161
Deferred Charges & Statutory Expenditures Within "CAPS"	A-3	4,012,914	4,240,936
Operations Excluded from "CAPS":			
Salaries and Wages	A-3	173,862	170,698
Other Expenses	A-3	1,415,735	341,812
Capital Improvements - Excluded from "CAPS":	A-3	100,000	50,000
Municipal Debt Service Excluded From "CAPS"	A-3	3,658,594	3,689,309
Deferred Charges - Municipal - Excluded From "CAPS"	A-3	625,313	385,026
Judgements	A-3	225,000	106,500
Local District School Taxes	A-16	81,958,272	79,451,953
Fire District Taxes	A-17	5,614,930	5,515,270
County Taxes	A-15	26,271,391	25,907,822
Amount Due County for Added & Omitted Taxes	A-15	102,835	68,550
Municipal Open Space Taxes	A-21	1,334,794	1,336,209
Prior Year Senior Citizen Deductions Disallowed	A-5	9,071	1,500
Cancellation of Grant Receivable	A-32	26,926	22,696
Total Expenditures		<u>153,839,448</u>	<u>148,798,852</u>
Excess in Revenue		3,313,984	2,523,156
Expenditures Included Above which are by Statute			
Deferred Charges to budgets of Succeeding Years	A-1	<u>-</u>	<u>-</u>
Statutory Excess to Fund Balance		3,313,984	2,523,156
Fund Balance January 1	A	<u>2,873,067</u>	<u>2,549,911</u>
Total		6,187,051	5,073,067
Decreased by: Utilized as Revenue	A-2	<u>2,200,000</u>	<u>2,200,000</u>
Balance December 31	A	<u>\$ 3,987,051</u>	<u>\$ 2,873,067</u>

The Accompanying Notes to the Financial Statements are an integral part of this Statement.

**TOWNSHIP OF JACKSON
CURRENT FUND
STATEMENT OF REVENUES
FOR THE YEAR ENDED DECEMBER 31, 2014**

	ANTICIPATED BUDGET	ADDED PER N.J.S.40A:4-87	REALIZED	EXCESS OR (DEFICIT)
Fund Balance Anticipated	\$ 2,200,000	\$ -	\$ 2,200,000	\$ -
Miscellaneous Revenue:				
Licenses:				
Alcoholic Beverages	39,000	-	39,050	50
Other	35,000	-	34,706	(294)
Fees & Permits	150,000	-	176,863	26,863
Fines & Costs:				
Municipal Court	450,000	-	527,184	77,184
Interest & Cost on Taxes	360,000	-	414,462	54,462
Interest on Investments & Deposits	20,000	-	31,729	11,729
Housing & Commercial CCO's	100,000	-	116,400	16,400
Consolidated Municipal Property Tax Relief Aid	152,963	-	135,931	(17,032)
Energy Receipts Taxes	3,199,186	-	3,216,218	17,032
Garden State Trust	56,290	-	56,290	-
Uniform Construction Code Fees	1,015,000	-	1,098,204	83,204
Shared Service Agreement-BOE	76,500	-	76,500	-
Clean Communities Program	-	94,305	94,305	-
Green Communities	-	3,000	3,000	-
Recycling Tonnage Grant	59,029	-	59,029	-
Municipal Alliance on Alcoholism & Drug Abuse	13,270	35,374	48,644	-
Safe & Secure Communities Program	-	28,805	28,805	-
Body Armor Replacement Grant-State	9,405	-	9,405	-
Cops in Shops/College Fall Initiative	2,800	-	2,800	-
Alcohol Education and Rehabilitation Fund	2,428	-	2,428	-
Drunk Driving Enforcement Fund	10,507	-	10,507	-
Drive Sober or Get Pulled Over	-	7,500	7,500	-
Click It or Ticket	4,000	2,400	6,400	-
Emergency Management	-	13,600	13,600	-
Handicapped Recreation Opportunities Grant	-	15,000	15,000	-
NJ DOT Local Aid Infrastructure Program-Sidewalks	300,000	-	300,000	-
NJDOT Municipal Aid Program- Wright DeBow Road	328,967	-	328,967	-
NJDOT Municipal Aid Program- Brewers Bridge Road	325,000	-	325,000	-
Ocean County Office of Senior Services Information Assistance	17,700	-	17,700	-
Ocean County Office of Senior Services Information Assistance - Donation	10	-	10	-
Ocean County Cultural & Heritage Commission Special Project Grant (Concerts)	1,200	-	1,200	-
Cablevision Franchise Fee	228,047	-	232,347	4,300
Capital Fund Balance	60,000	-	60,000	-
Reserve-FEMA Reimbursements	621,287	-	621,287	-
Total	7,637,589	199,984	8,111,471	273,898
Receipts from Delinquent Taxes	1,400,000	-	1,661,107	261,107

The Accompanying Notes to the Financial Statements are an integral part of this Statement.

**TOWNSHIP OF JACKSON
CURRENT FUND
STATEMENT OF REVENUES
FOR THE YEAR ENDED DECEMBER 31, 2014**

	ANTICIPATED BUDGET	ADDED PER N.J.S.40A:4-87	REALIZED	EXCESS OR (DEFICIT)
Amount to be Raised by Support of Municipal Budget:				
Local Tax for Municipal Purposes Including				
Reserve for Uncollected Taxes	29,785,262	-	30,771,597	986,335
	<hr/>			
Budget Totals	41,022,851	199,984	42,744,175	
Nonbudget Revenues	-	-	521,226	521,226
	<hr/>			
Total	<u>\$ 41,022,851</u>	<u>\$ 199,984</u>	<u>\$ 43,265,401</u>	<u>\$ 2,042,566</u>

ANALYSIS OF REALIZED REVENUES

Allocation of Current Tax Collections:				
Revenue From Collections				\$ 143,352,212
				<hr/>
Net Revenue From Collections				143,352,212
				<hr/>
Allocated to School, County, Municipal Open Space & Special Districts				115,282,222
				<hr/>
Balance for Support of Municipal Budget Appropriations				28,069,990
Increased by Appropriation for Uncollected Taxes				2,701,607
				<hr/>
Amount for Support of Municipal Budget Appropriations				<u>\$ 30,771,597</u>
				<hr/>
Receipts from Delinquent Taxes:				
Delinquent Tax Collections				\$ 1,648,613
Tax Title Lien Collections				12,494
				<hr/>
Total				<u>\$ 1,661,107</u>
				<hr/>
Construction Code Official:				
Construction Code Official:				
Plumbing Fees & Permits				\$ 409,343
Electrical Fees & Permits				215,862
Building Inspector Fees & Permits				278,470
Fire Inspection Fees & Permits				113,799
TCO, CCO & COMM				35,832
Building Fines & Penalties				28,955
Misc Other				15,793
				<hr/>
Total Construction Code Official				<u>\$ 1,098,054</u>
				<hr/>
Other Fees & Permits:				
Public Works				\$ 42,090
Forester				4,020
Police Department				10,155
Zoning Board				42,485
Planning Board				52,414
Vital Statistics				25,628
				<hr/>
Total Other Fees & Permits				<u>\$ 176,792</u>

The Accompanying Notes to the Financial Statements are an integral part of this Statement.

**TOWNSHIP OF JACKSON
CURRENT FUND
STATEMENT OF REVENUES
FOR THE YEAR ENDED DECEMBER 31, 2014**

Miscellaneous Revenue Not Anticipated:	
Tower Rental	\$ 94,496
Gas & Fuel Reimbursements	46,937
Municipal Clerk - Miscellaneous	9,958
Restitution	3,216
Administration Fees	334
Library Water	2,500
Tax Collector Fees	102,232
Outside Employment Surcharge	118,570
Police Alarm Fines	13,675
Hope Chapel Sale	16,800
Planning & Zoning Surcharge	403
Motor Vehicle Inspection Fines	3,565
Non Sufficient Funds	300
Vending Machines	463
Court Overpayments	14
Bid Fees	731
Ocean County Rent of Polling Places	1,000
Shared Services	6,839
Auction Proceeds	27,175
Resolution Fees	4,800
Subdivision Fees	6,967
JIF Dividend	452
Administrative Fee - Senior Citizen's & Veteran's	10,390
Telephone Revenue	30,008
Cost Share Reimbursement	13,639
Miscellaneous	5,762
	<hr/>
Total Miscellaneous Revenue Not Anticipated	<u>\$ 521,226</u>

The Accompanying Notes to the Financial Statements are an integral part of this Statement.

**TOWNSHIP OF JACKSON
CURRENT FUND
STATEMENT OF EXPENDITURES
FOR THE YEAR ENDED DECEMBER 31, 2014**

	APPROPRIATIONS			EXPENDED		
	BUDGET	BUDGET AFTER MODIFICATION	PAID OR CHARGED	ENCUMBERED	RESERVED	
OPERATIONS - Within "CAPS"						
General Government:						
Administrative Executive:						
Salaries and Wages	\$ 181,918	\$ 184,770	\$ 151,000	\$ 5,397	\$ 28,373	
Other Expenses	70,170	70,170	30,494	1,185	38,491	
Township Council:						
Salaries and Wages	44,340	44,340	44,340	-	-	
Other Expenses	850	850	305	-	545	
Mayor:						
Salaries and Wages	14,750	14,750	-	-	14,750	
Other Expenses	15,200	15,200	12,207	171	2,822	
Human Services:						
Salaries and Wages	118,184	123,767	118,939	3,539	1,289	
Other Expenses	8,585	8,585	6,345	317	1,923	
Municipal Clerk:						
Salaries and Wages	233,365	246,430	228,871	8,758	8,801	
Other Expenses	32,140	32,140	19,070	2,105	10,965	
Election:						
Salaries and Wages	6,000	6,000	2,924	-	3,076	
Other Expenses	5,500	5,500	5,266	-	234	
Financial Administration:						
Salaries and Wages	320,932	334,985	299,635	11,559	23,791	
Other Expenses	39,175	39,175	14,194	12,977	12,004	
Audit Services:						
Other Expenses	42,000	42,000	-	42,000	-	
Data Processing:						
Salaries and Wages	62,238	69,071	65,203	2,336	1,532	
Other Expenses	19,500	19,500	12,405	7,056	39	
Collection of Taxes:						
Salaries and Wages	278,083	285,988	274,369	10,704	915	
Other Expenses	32,850	32,850	14,957	10,543	7,350	
Assessment of Taxes:						
Salaries and Wages	318,599	318,599	288,819	11,217	18,563	

The Accompanying Notes to the Financial Statements are an integral part of this Statement.

**TOWNSHIP OF JACKSON
CURRENT FUND
STATEMENT OF EXPENDITURES
FOR THE YEAR ENDED DECEMBER 31, 2014**

	APPROPRIATIONS		EXPENDED		
	BUDGET	BUDGET AFTER MODIFICATION	PAID OR CHARGED	ENCUMBERED	RESERVED
Other Expenses	16,025	16,025	3,032	4,019	8,974
Purchasing:					
Salaries and Wages	101,789	103,997	96,774	4,125	3,098
Other Expenses	8,300	8,300	4,884	1,737	1,679
Legal Services & Costs:					
Other Expenses	450,000	442,000	371,148	30,833	40,019
Engineering Services & Costs:					
Salaries and Wages	156,390	162,945	139,412	4,370	19,163
Other Expenses	144,600	144,600	31,294	54,898	58,408
Historical Commission:					
Other Expenses	125	125	-	-	125
Community Alliance-Alcoholism & Drugs:					
Salaries and Wages	1,140	1,140	-	-	1,140
Other Expenses	100	100	43	3	54
Mayor's Community Advisory Board:					
Other Expenses	50	50	-	-	50
Economic Development Advisory Board:					
Other Expenses	1,175	1,175	-	-	1,175
Land Use Administration:					
Planning/Zoning Boards:					
Salaries and Wages	205,838	212,979	200,081	7,546	5,352
Other Expenses	54,700	54,700	26,190	2,247	26,263
Maintenance of Tax Maps:					
Other Expenses	15,000	15,000	8,641	40	6,319
Code Enforcement - Other:					
Rent Leveling Board:					
Salaries and Wages	3,145	3,145	1,375	125	1,645
Other Expenses	39,000	47,000	38,769	6,850	1,381
Code Enforcement - Other:					
Salaries and Wages	237,328	238,144	185,222	6,508	46,414
Other Expenses	6,400	6,900	4,627	1,734	539
Community Development & Enforcement:					
Salaries and Wages	22,000	22,000	21,154	846	-

The Accompanying Notes to the Financial Statements are an integral part of this Statement.

**TOWNSHIP OF JACKSON
CURRENT FUND
STATEMENT OF EXPENDITURES
FOR THE YEAR ENDED DECEMBER 31, 2014**

	APPROPRIATIONS		EXPENDED		
	BUDGET	BUDGET AFTER MODIFICATION	PAID OR CHARGED	ENCUMBERED	RESERVED
Other Expenses	12,200	12,200	7,678	2,091	2,431
Commercial Building Standards:					
Salaries and Wages	12,000	12,000	11,575	-	425
Other Expenses	850	850	500	210	140
Unsafe Structures Committee					
Other Expenses	20,000	20,000	7,470	11,520	1,010
Insurance:					
General Liability	613,316	613,316	563,214	754	49,348
Workers Compensation	571,020	571,020	571,016	-	4
Employee Group Health	3,928,456	3,928,456	3,648,710	493	279,253
Health Benefit Waiver	36,480	35,694	26,880	1,120	7,694
Unemployment Trust Fund	10,000	-	-	-	-
Public Safety Functions:					
Police Department:					
Salaries and Wages	10,087,570	10,140,568	9,706,754	389,115	44,699
Other Expenses	580,238	580,238	444,517	108,947	26,774
Police Dispatch/911:					
Salaries and Wages	469,957	426,493	401,766	24,727	-
Emergency Management:					
Salaries and Wages	12,346	12,706	11,933	434	339
Other Expenses	24,760	24,760	2,443	17,200	5,117
Aid to Volunteer Ambulance:					
Other Expenses	15,000	15,000	-	15,000	-
Municipal Prosecutor:					
Other Expenses	42,000	42,000	37,160	-	4,840
Juvenile Conference Committee:					
Salaries and Wages	1,300	1,300	500	100	700
Other Expenses	25	25	-	-	25
Public Works Functions:					
Streets & Roads Maintenance:					
Salaries and Wages	1,293,084	1,303,680	1,213,947	45,157	44,576
Other Expenses	254,275	254,275	126,900	66,612	60,763
Snow Removal:					

The Accompanying Notes to the Financial Statements are an integral part of this Statement.

**TOWNSHIP OF JACKSON
CURRENT FUND
STATEMENT OF EXPENDITURES
FOR THE YEAR ENDED DECEMBER 31, 2014**

	APPROPRIATIONS		EXPENDED		
	BUDGET	BUDGET AFTER MODIFICATION	PAID OR CHARGED	ENCUMBERED	RESERVED
Other Expenses	410,000	420,000	407,366	12,634	-
Shade Tree Commission:					
Salaries and Wages	1,250	1,250	950	95	205
Other Expenses	10,000	10,000	3,940	217	5,843
Solid Waste Collection:					
Salaries and Wages	46,988	47,776	42,845	1,821	3,110
Other Expenses	550,700	550,700	448,251	89,624	12,825
Buildings & Grounds:					
Salaries and Wages	805,930	810,990	753,074	31,527	26,389
Other Expenses	194,050	194,050	147,643	36,620	9,787
Vehicle Maintenance:					
Salaries and Wages	333,797	340,786	303,490	12,044	25,252
Other Expenses	319,100	319,100	128,273	106,189	84,638
Community Services Act:					
Other Expenses	158,000	158,000	-	158,000	-
Health & Human Services Functions:					
Public Health Services:					
Salaries and Wages	14,000	14,000	9,812	-	4,188
Other Expenses	1,500	1,500	787	346	367
Environmental Health Services- Environmental Health Commission:					
Salaries and Wages	1,300	1,300	945	-	355
Other Expenses	500	500	-	-	500
Animal Control Services:					
Salaries and Wages	144,950	146,797	132,458	5,194	9,145
Other Expenses	55,300	55,300	32,974	6,499	15,827
Going Green Committee:					
Other Expenses	25	25	-	-	25
Parks & Recreation Functions:					
Recreation Services & Programs:					
Salaries and Wages	91,476	91,476	83,038	3,574	4,864
Other Expenses	13,640	13,640	9,187	3,924	529
Office for the Golden Age:					

The Accompanying Notes to the Financial Statements are an integral part of this Statement.

**TOWNSHIP OF JACKSON
CURRENT FUND
STATEMENT OF EXPENDITURES
FOR THE YEAR ENDED DECEMBER 31, 2014**

	APPROPRIATIONS		EXPENDED		
	BUDGET	BUDGET AFTER MODIFICATION	PAID OR CHARGED	ENCUMBERED	RESERVED
Salaries and Wages	216,289	220,388	202,804	9,085	8,499
Other Expenses	23,585	23,585	16,494	5,806	1,285
Handicapped Committee:					
Salaries and Wages	12,099	12,306	11,623	415	268
Other Expenses	7,445	7,445	523	291	6,631
Park Maintenance:					
Other Expenses	1,000	1,000	394	-	606
Municipal Court Functions:					
Municipal Court:					
Salaries and Wages	356,035	358,168	325,965	13,287	18,916
Other Expenses	27,890	27,890	19,843	3,096	4,951
Public Defender:					
Other Expenses	12,000	12,000	12,000	-	-
Other Common Operating Functions:					
Salary & Wage Adjustment:					
Salaries and Wages	150,000	21,416	-	-	21,416
Postage & Photocopy:					
Other Expenses	76,600	76,600	52,148	11,942	12,510
Accumulated Leave Compensation-Sick Trust:					
Other Expenses	150,000	150,000	150,000	-	-
Utility Expenses & Bulk Purchases:					
Electricity	545,000	545,000	450,220	79,675	15,105
Street Lighting	375,000	375,000	248,971	49,418	76,611
Telecommunication Costs	74,285	74,285	68,361	-	5,924
Telecommunication Costs-Lease Obligation	21,715	21,715	-	20,193	1,522
Natural Gas	115,000	115,000	95,536	19,464	-
Heating Oil	2,750	2,750	-	-	2,750
Fuel & Petroleum Products	565,000	565,000	413,955	120,866	30,179
Water	1,000	1,000	-	-	1,000
Landfill/Solid Waste:					
Landfill/Solid Waste Disposal Costs:					
Other Expenses	240,000	240,000	171,712	44,457	23,831
Legier Landfill - Postclosure Monitoring:					

The Accompanying Notes to the Financial Statements are an integral part of this Statement.

**TOWNSHIP OF JACKSON
CURRENT FUND
STATEMENT OF EXPENDITURES
FOR THE YEAR ENDED DECEMBER 31, 2014**

	APPROPRIATIONS		EXPENDED		
	BUDGET	BUDGET AFTER MODIFICATION	PAID OR CHARGED	ENCUMBERED	RESERVED
Other Expenses	55,000	55,000	42,456	7,544	5,000
Uniform Construction Code-Appropriations Offset by Dedicated Revenues(NJAC5:23-4.17):					
Construction Code Department:					
Salaries and Wages	760,413	779,772	708,203	28,697	42,872
Other Expenses	77,725	77,725	50,526	12,145	15,054
Total Operations Including Contingent Within "CAPS"	28,310,698	28,309,811	25,051,719	1,833,914	1,424,178
Detail:					
Salaries and Wages	17,116,823	17,116,222	16,039,800	642,302	434,120
Other Expenses	11,193,875	11,193,589	9,011,919	1,191,612	990,058
Deferred Charges & Statutory Expenditures Municipal Within "CAPS":					
Deferred Charges:					
Over-Expended 2012	10,064	10,064	10,064	-	-
Statutory Expenditures:					
Public Employees' Retirement System	694,662	694,662	694,662	-	-
Social Security System (O.A.S.I.)	1,355,837	1,355,837	1,249,762	33,578	72,497
Police & Firemen's Retirement System	1,918,335	1,919,121	1,919,121	-	-
Defined Contribution Retirement Program	7,000	7,100	6,711	270	119
Public Employees' Retirement System					
Delayed Appropriation	26,130	26,130	26,046	-	84
Total Deferred Charges & Statutory Expenditures Within "CAPS"	4,012,028	4,012,914	3,906,366	33,848	72,700
Total General Appropriations for Municipal Purposes Within "CAPS"	32,322,726	32,322,725	28,958,085	1,867,762	1,496,878
OPERATIONS - EXCLUDED FROM "CAPS"					

The Accompanying Notes to the Financial Statements are an integral part of this Statement.

**TOWNSHIP OF JACKSON
CURRENT FUND
STATEMENT OF EXPENDITURES
FOR THE YEAR ENDED DECEMBER 31, 2014**

	APPROPRIATIONS		EXPENDED		
	BUDGET	BUDGET AFTER MODIFICATION	PAID OR CHARGED	ENCUMBERED	RESERVED
Service Contracts:					
Sewer & Water Purposes - MUA	3,600	3,600	3,300	300	-
Implementation of 911 Emergency:					
Salaries & Wages	156,652	156,652	142,144	-	14,508
Relocation Assistance:					
Other Expenses	2,000	2,000	-	-	2,000
LOSAP	29,000	29,000	-	29,000	-
Recycling Tonnage Tax	10,000	10,000	5,554	199	4,247
Shared Service Agreement-BOE/Police SRO	76,500	76,500	68,000	8,500	-
Supplemental Fire Services Programs:					
Fire District Tax Obligations	13,026	13,026	13,026	-	-
Public & Private Programs Offset by Revenues:					
OC Office of Senior					
Services-Information Assistance:					
Salaries and Wages	17,210	17,210	17,210	-	-
Other Expenses	500	500	500	-	-
Safe & Secure Communities Program	-	28,805	28,805	-	-
Municipal Alliance on Alcohol & Drug Abuse:					
County Grant	13,270	48,644	48,644	-	-
Local Matching Funds	3,317	12,161	12,161	-	-
State of NJ Body Armor Grant	9,405	9,405	9,405	-	-
Clean Communities Grant	-	94,305	94,305	-	-
Green Community	-	3,000	3,000	-	-
Drunk Driving Enforcement Fund	10,508	10,508	10,508	-	-
Matching Funds for Grants	20,000	8,157	-	-	8,157
Special Projects Grant (Concerts)	1,200	1,200	1,200	-	-
Special Projects Grant - Match	1,200	1,200	1,200	-	-
Click It or Ticket	4,000	4,000	4,000	-	-
Alcohol Education and Rehabilitation	2,428	2,428	2,428	-	-
COPS in Shops Fall Initiative	2,800	2,800	2,800	-	-
COPS in Shops Summer Shore Initiative	-	2,400	2,400	-	-
Emergency Response Grant	-	13,600	13,600	-	-
Drive Sober or Get Pulled Over	-	7,500	7,500	-	-

**TOWNSHIP OF JACKSON
CURRENT FUND
STATEMENT OF EXPENDITURES
FOR THE YEAR ENDED DECEMBER 31, 2014**

	APPROPRIATIONS		EXPENDED		
	BUDGET	BUDGET AFTER MODIFICATION	PAID OR CHARGED	ENCUMBERED	RESERVED
NJ DOT Local Infrastructure-Sidewalk	300,000	300,000	300,000	-	-
NJ DOT Local Infrastructure-Wright Debow Road	328,967	328,967	328,967	-	-
NJ DOT Local Infrastructure-Brewers Bridge Road	325,000	325,000	325,000	-	-
Handicapped Recreation Opportunities Grant:					
State Share	-	15,000	15,000	-	-
Local Share	-	3,000	3,000	-	-
Recycling Tonnage Grant	59,029	59,029	59,029	-	-
Total Operations Excluded from "CAPS"	1,389,612	1,589,597	1,522,686	37,999	28,912
Detail:					
Salaries and Wages	173,862	173,862	159,354	-	14,508
Other Expenses	1,215,750	1,415,735	1,363,332	37,999	14,404

**TOWNSHIP OF JACKSON
CURRENT FUND
STATEMENT OF EXPENDITURES
FOR THE YEAR ENDED DECEMBER 31, 2014**

	APPROPRIATIONS		EXPENDED		
	BUDGET	BUDGET AFTER MODIFICATION	PAID OR CHARGED	ENCUMBERED	RESERVED
Capital Improvements - Excluded from "CAPS":					
Capital Improvement Fund	100,000	100,000	100,000	-	-
Total Capital Improvement Excluded from "CAPS"	100,000	100,000	100,000	-	-
Municipal Debt Service - Excluded from "CAPS":					
Payment of Bond Principal	2,941,000	2,941,000	2,941,000	-	-
Interest on Bonds	649,218	649,218	649,218	-	-
Interest on Notes	68,376	68,376	68,376	-	-
Deferred Charges-Municipal - Excluded from "CAPS":					
Special Emergency Authorization - 5 Years	621,287	621,287	621,287	-	-
Special Emergency Authorization - 5 Years	4,026	4,026	4,026	-	-
Judgements - Excluded from "CAPS"	225,000	225,000	222,534	-	2,466
Total Capital Improvements, Municipal Debt Service, Deferred Charges & Judgements Excluded from "CAPS"	4,508,907	4,508,907	4,506,441	-	2,466
Total General Appropriations Excluded from "CAPS"	5,998,519	6,198,504	6,129,127	37,999	31,378
Subtotal General Appropriations Reserve For Uncollected Taxes	38,321,245	38,521,229	35,087,212	1,905,761	1,528,256
	2,701,607	2,701,607	2,701,607	-	-
Total General Appropriations	41,022,852	41,222,836	37,788,819	1,905,761	1,528,256

**TOWNSHIP OF JACKSON
CURRENT FUND
STATEMENT OF EXPENDITURES
FOR THE YEAR ENDED DECEMBER 31, 2014**

	APPROPRIATIONS		EXPENDED		
	BUDGET	BUDGET AFTER MODIFICATION	PAID OR CHARGED	ENCUMBERED	RESERVED
Budget		\$ 41,022,852			
Added by N.J.S. 40A:4-87		199,984			
Total		<u>\$ 41,222,836</u>			
Reserve for Uncollected Taxes			\$ 2,701,607		
Appropriated Reserves for Federal & State Grants			1,290,662		
Deferred Charges - Special Emergency			625,313		
Refunds			(791,650)		
Cash Disbursements			<u>33,962,887</u>		
Total			<u>\$ 37,788,819</u>		

The Accompanying Notes to the Financial Statements are an integral part of this Statement.

**TOWNSHIP OF JACKSON
TRUST FUND
COMPARATIVE STATEMENT OF ASSETS, LIABILITIES, RESERVES
AND FUND BALANCE - REGULATORY BASIS
DECEMBER 31, 2014 AND 2013**

	REFERENCE	<u>2014</u>	<u>2013</u>
ASSETS			
Animal Control Trust Fund:			
Cash	B-1	<u>\$ 101,722</u>	<u>\$ 139,043</u>
Total Animal Control Trust Fund		<u>101,722</u>	<u>139,043</u>
Open Space Trust Fund:			
Cash	B-1	<u>2,599,645</u>	<u>4,061,833</u>
Total Open Space Trust Fund		<u>2,599,645</u>	<u>4,061,833</u>
Trust Other Funds:			
Cash	B-1	10,247,940	10,911,889
Interfund - Current Fund	B-4	4,144	-
Due from County of Ocean - Community Development Block Grant	B-5	<u>248,591</u>	<u>177,460</u>
Total Trust Other Funds		<u>10,500,675</u>	<u>11,089,349</u>
Length of Service Awards Program (LOSAP) (Unaudited) Funds Held by Trustee	B-9	<u>116,535</u>	<u>112,314</u>
Total Assets		<u><u>\$ 13,318,577</u></u>	<u><u>\$ 15,402,539</u></u>

The Accompanying Notes to the Financial Statements are an integral part of this Statement.

**TOWNSHIP OF JACKSON
TRUST FUND
COMPARATIVE STATEMENT OF ASSETS, LIABILITIES, RESERVES
AND FUND BALANCE - REGULATORY BASIS
DECEMBER 31, 2014 AND 2013**

	REFERENCE	<u>2014</u>	<u>2013</u>
LIABILITIES & RESERVES			
Animal Control Trust Fund:			
Due to State of New Jersey	B-2	\$ 12	\$ 5
Due to Current Fund	A	-	26,314
Reserve for Animal Control Expenditures	B-3	<u>101,710</u>	<u>112,724</u>
Total Animal Control Trust Fund		<u>101,722</u>	<u>139,043</u>
Open Space Trust Fund:			
Reserve for Open Space	B-8	<u>2,599,645</u>	<u>4,061,833</u>
Total Open Space Trust Fund		<u>2,599,645</u>	<u>4,061,833</u>
Trust Other Funds:			
Various Reserves	B-7	10,259,489	10,917,960
Interfund - Current Fund	B-4	-	9,028
Reserve for Community Development Block Grant Expenditures	B-6	<u>241,186</u>	<u>162,361</u>
Total Trust Other Funds		<u>10,500,675</u>	<u>11,089,349</u>
Length of Service Awards Program (LOSAP) (Unaudited)			
Funds Held by Trustee	B-10	<u>116,535</u>	<u>112,314</u>
Total Liabilities & Reserves		<u><u>\$ 13,318,577</u></u>	<u><u>\$ 15,402,539</u></u>

The Accompanying Notes to the Financial Statements are an integral part of this Statement.

**TOWNSHIP OF JACKSON
GENERAL CAPITAL FUND
COMPARATIVE STATEMENT OF ASSETS, LIABILITIES, RESERVES
AND FUND BALANCE - REGULATORY BASIS
DECEMBER 31, 2014 AND 2013**

ASSETS	REFERENCE	2014	2013
Cash & Cash Equivalents	C-2	\$ 4,935,299	\$ 3,867,877
Investment in Bond Anticipation Note	A	902,713	1,524,000
State Grants Receivable	C-4, C-5	-	1,052,865
Due From Current Fund	C-6	-	380,624
MUA Shared Services Agreement Receivable	C-7	395	395
Deferred Charges to Future Taxation:			
Funded	C-8	24,476,000	22,492,000
Unfunded	C-9	3,971,730	7,376,578
 Total Assets		 <u>\$ 34,286,137</u>	 <u>\$ 36,694,339</u>
 LIABILITIES, RESERVES & FUND BALANCE			
General Serial Bond	C-10	\$ 24,476,000	\$ 22,492,000
Bond Anticipation Notes	C-17	1,891,241	5,485,337
Improvement Authorizations:			
Funded	C-11	1,984,726	1,560,220
Unfunded	C-11	3,541,579	3,236,671
Reserve for Encumbrances	C-12	356,676	1,608,852
Capital Improvement Fund	C-13	30	4,038
Reserve for Debt Service - Open Space Bonds	C-14	1,853,771	1,853,771
Reserve for Debt Service - Other	C-15	171,426	57,762
Reserve for Fire Damage - Annex Building	C-16	10,589	10,589
Reserve for DOT Receivable - Brewers Bridge	C	-	325,000
Fund Balance	C-1	99	60,099
 Total Liabilities, Reserves & Fund Balance		 <u>\$ 34,286,137</u>	 <u>\$ 36,694,339</u>

There were bonds and notes authorized but not issued on December 31, 2014 of \$2,080,152 and on December 31, 2013 there was \$1,891,241.

**TOWNSHIP OF JACKSON
PUBLIC ASSISTANCE FUND
COMPARATIVE STATEMENT OF ASSETS
AND RESERVES - REGULATORY BASIS
DECEMBER 31, 2014 AND 2013**

ASSETS	REFERENCE	<u>2014</u>	<u>2013</u>
Cash & Cash Equivalents	D-1	<u>\$ 27,268</u>	<u>\$ 29,730</u>
Total Assets		<u><u>\$ 27,268</u></u>	<u><u>\$ 29,730</u></u>
 RESERVES 			
Reserve for Public Assistance	D-2	<u>\$ 27,268</u>	<u>\$ 29,730</u>
Total Reserves		<u><u>\$ 27,268</u></u>	<u><u>\$ 29,730</u></u>

The Accompanying Notes to the Financial Statements are an integral part of this Statement.

**TOWNSHIP OF JACKSON
GENERAL FIXED ASSETS ACCOUNT GROUP
COMPARATIVE STATEMENT OF GENERAL FIXED ASSETS
AND FUND BALANCE - REGULATORY BASIS
DECEMBER 31, 2014 AND 2013**

ASSETS	REFERENCE	<u>2014</u>	<u>2013</u>
Land	E-1	\$ 54,970,100	\$ 54,983,000
Building & Building Improvements	E-1	47,637,784	47,646,529
Machinery & Equipment	E-1	<u>14,658,265</u>	<u>12,809,822</u>
Total		<u>\$ 117,266,149</u>	<u>\$ 115,439,351</u>
INVESTMENT IN FIXED ASSETS			
Investment in Fixed Assets	E	<u>\$ 117,266,149</u>	<u>\$ 115,439,351</u>

The Accompanying Notes to the Financial Statements are an integral part of this Statement.

**TOWNSHIP OF JACKSON
PAYROLL FUND
COMPARATIVE STATEMENT OF ASSETS
AND LIABILITIES - REGULATORY BASIS
DECEMBER 31, 2014 AND 2013**

ASSETS	<u>2014</u>	<u>2013</u>
Cash	<u>\$ 2,126</u>	<u>\$ 2,316</u>
Total Assets	<u><u>\$ 2,126</u></u>	<u><u>\$ 2,316</u></u>
 LIABILITIES		
Payroll Deductions Payable	<u>\$ 2,126</u>	<u>\$ 2,316</u>
Total Liabilities	<u><u>\$ 2,126</u></u>	<u><u>\$ 2,316</u></u>

The Accompanying Notes to the Financial Statements are an integral part of this Statement.

**TOWNSHIP OF JACKSON
COUNTY OF OCEAN**

**NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2014**

(THIS PAGE INTENTIONALLY LEFT BLANK)

TOWNSHIP OF JACKSON

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2014

Note 1. Summary of Significant Accounting Policies

Description of Financial Reporting Entity

This report includes the financial statements of the Township of Jackson (the "Township"), within the County of Ocean, in the State of New Jersey and reflects the activities of the municipality which is under the control of the Mayor and Township Council. The financial statements of the Board of Education, First Aid Organization and Fire Districts are reported separately since their activities are administered by separate boards.

The Township's governing body is also responsible for appointing the board members of the Jackson Municipal Utilities Authority but the Township's accountability for this organization does not extend beyond making the appointments.

Component Units

The Township had no component units as defined by Governmental Accounting Standards Board Statement No. 14.

Description of Funds

The accounting policies of the Township of Jackson conform to the accounting principles applicable to municipalities, which have been prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey. Such principles and practices are designed primarily for determining compliance with legal provisions and budgetary restrictions and as a means of reporting on the stewardship of public officials with respect to public funds. Under this method of accounting, the Township of Jackson accounts for its financial transactions through the following separate funds:

Current Fund - resources and expenditures for governmental operation of a general nature, including federal and state grant funds.

Trust Fund - receipts, custodianship and disbursement of funds in accordance with the purpose for which each reserve was created, including dog license revenue and expenditures and sundry deposits held for satisfactory completion of specific work.

General Capital Fund - receipt and disbursement of funds for the acquisition of capital facilities, other than those acquired in the Current Fund.

Public Assistance Fund – receipt and disbursement of funds that provide assistance to certain residents of the Township.

General Fixed Asset Account Group – used to account for fixed assets used in general government operations.

Payroll Fund – is used for the receipt and disbursements of funds used to meet obligations to employees and payroll tax liability.

TOWNSHIP OF JACKSON

NOTES TO FINANCIAL STATEMENTS (continued): FOR THE YEAR ENDED DECEMBER 31, 2014

Note 1. Summary of Significant Accounting Policies (continued):

Budgets and Budgetary Accounting - The Township of Jackson must adopt an annual budget for its Current Fund in accordance with *N.J.S.A.40A:4* et seq. *N.J.S.A.40A:4-5* requires the governing body to introduce and approve the annual municipal budget no later than February 10th of each year. At introduction, the governing body must fix the time and place for a public hearing on the budget and must advertise the time and place at least ten days prior to the hearing in a newspaper published and circulating in the municipality. The public hearing must not be held less than twenty-eight days after the date the budget was introduced. After the hearing has been held, the governing body may, by majority vote, adopt the budget or may amend the budget in accordance with *N.J.S.A.40A:4-9*. Amendments to adopted budgets, if any are detailed in the statements of revenues and expenditures.

An extension of the statutory dates for introduction, approval and adoption of the municipal budget may be granted by the Director of Local Government Services, with the permission of the Local Finance Board. Budgets are adopted on the same basis of accounting utilized for the preparation of the Township's financial statements. Once a budget is approved it may be amended after November 1, by a resolution adopted by the governing body.

Cash, Cash Equivalents and Investments - Cash and Cash equivalents include petty cash, change funds and cash on deposit with public depositories. All certificates of deposit are recorded as cash regardless of the date of maturity. Investments are stated at cost. Consequently, unrealized gain or loss on investments has not been recorded in accordance with Governmental Accounting Standards Board Statement No. 31.

New Jersey municipal units are required by *N.J.S.A.40A:5-14* to deposit public funds in a bank or trust company having its place of business in the State of New Jersey and organized under the laws of the United States or of the State of New Jersey or in the New Jersey Cash Management Fund. *N.J.S.A.40A:5-15.1* provides a list of investments, which may be purchased by New Jersey municipal units. In addition, other State statutes permit investments in obligations issued by local utilities and other state agencies.

N.J.S.A.17:9-41 et seq. establishes the requirements for the security of deposits of governmental units. The statute requires that no governmental unit shall deposit public funds in a public depository unless such funds are secured in accordance with the Governmental Unit Deposit Protection Act, which was enacted in 1970 to protect governmental units from a loss of funds on deposit with a failed banking institution in New Jersey. Public depositories include State or federally chartered banks savings banks or associations located in or having a branch office in the State of New Jersey, the deposits of which are federally insured. All public depositories must pledge collateral, having a market value at least equal to five percent of the average daily balance of collected public funds, to secure the deposits of Governmental Units. If a public depository fails, the collateral it has pledged, plus the collateral of all other public depositories, is available to pay the amount of their deposits to the Governmental Units.

TOWNSHIP OF JACKSON

NOTES TO FINANCIAL STATEMENTS (continued): FOR THE YEAR ENDED DECEMBER 31, 2014

Note 1. Summary of Significant Accounting Policies (continued):

The cash management plan adopted by the Township of Jackson requires it to deposit funds in public depositories protected from loss under the provisions of the Act.

Interfunds - Interfund receivables and payables that arise from transactions between funds are recorded by all funds affected by such transactions in the period in which the transaction is executed. Interfund receivables in the Current Fund are recorded with offsetting reserves, which are created by charges to operations. Income is recognized in the year the receivables are liquidated. Interfund receivables in the other funds are not offset by reserves.

Inventories and Supplies - The cost of inventories of supplies for all funds are recorded as expenditures at the time individual items are purchased. The costs of inventories are not included on the various balance sheets of assets, liabilities, reserves and fund balance.

General Fixed Assets – Property and equipment purchased by the Current and General Capital Fund are recorded as expenditures at the time of purchase and are not capitalized. All interest costs are recorded as expenditures when paid.

Accounting for governmental Fixed Assets, as promulgated by Technical Accounting Directive No. 85-2 as issued by the Division of Local Government Services, differs in certain respects from accounting principles generally accepted in the United States of America. The following is a brief description of the provisions of the Directive:

Fixed assets used in governmental operations (General Fixed Assets) are accounted for in the General Fixed Assets Account Group. Public domain ("infrastructure") general fixed assets consisting of certain improvements other than buildings, such as roads, bridges, curbs and gutters, streets and sidewalks and drainage systems are not capitalized.

All fixed assets are valued at historical cost or estimated historical cost if actual historical cost is not available, except for land, which is valued at estimated market value. No depreciation has been provided for in the financial statements. Donated general fixed assets are valued at their estimated fair market value on the date received.

Expenditures for construction in progress are recorded in the General Capital Fund until such time as the construction is completed and put into operation. Fixed assets acquired through grants-in-aid or contributed capital has not been accounted for separately.

Foreclosed property - is recorded in the Current Fund at the assessed valuation when such property was acquired and is fully reserved. Ordinarily it is the intention of the municipality to resell foreclosed property in order to recover all or a portion of the delinquent taxes or assessments and to return the property to a taxpaying basis. For this reason the value of foreclosed property has not been included in the General Fixed Assets Account Group. If such property is converted to a municipal use, it will be recorded in the General Fixed Assets Account Group.

TOWNSHIP OF JACKSON

NOTES TO FINANCIAL STATEMENTS (continued): FOR THE YEAR ENDED DECEMBER 31, 2014

Note 1. Summary of Significant Accounting Policies (continued):

Deferred Charges – The recognition of certain expenditures is deferred to future periods. These expenditures or deferred charges are generally overexpenditures of legally adopted budget appropriations or emergency appropriations made in accordance with *N.J.S.A.40A:4-46* et seq. Deferred charges are subsequently raised as items of appropriation in budgets of succeeding years.

Fund Balance – Fund Balance included in the Current Fund represent the amount available for anticipation as revenue in future year's budgets, with certain restrictions.

Revenues – are recorded when received in cash except for certain amounts, which are due from other governmental units. Revenue from Federal and State grants are realized when anticipated as such in the Township's budget. Receivables for property taxes are recorded with offsetting reserves on the statement of assets, liabilities, reserves and fund balance of the Township's Current Fund; accordingly, such amounts are not recorded as revenue until collected. Other amounts that are due the Township, which are susceptible to accrual are also recorded as receivables with offsetting reserves and recorded as revenues when received.

Property Tax Revenues – are collected in quarterly installments due February 1, May 1, August 1 and November 1. The amount of tax levied includes not only the amount required in support of the Township's annual budget, but also the amounts required in support of the budgets of the County of Ocean and the Township of Jackson School District. Unpaid property taxes are subject to tax sale in accordance with statutes.

School Taxes – The municipality is responsible for levying, collecting and remitting school taxes for the Township of Jackson School District. Operations are charged for the full amount required to be raised from taxation to operate the local school district for the period from January 1 to December 31.

County Taxes – The municipality is responsible for levying, collecting and remitting County taxes for the County of Ocean. Operations is charged for the amount due the County for the year, based upon the ratables required to be certified to the County Board of Taxation by January 10th of the current year. In addition, operations is charged for the County share of Added and Omitted Taxes certified to the County Board of Taxation by October 10th of the current year and due to be paid to the County by February 15th of the following year.

Reserve for Uncollected Taxes – The inclusion of the "Reserve for Uncollected Taxes" appropriation in the Township's annual budget protects the Township from taxes not paid currently. The Reserve, the minimum amount of which is determined on the percentage of collections experienced in the immediate preceding year, with certain exceptions, is required to provide assurance that cash collected in the current year will provide sufficient cash flow to meet expected obligations.

TOWNSHIP OF JACKSON

NOTES TO FINANCIAL STATEMENTS (continued): FOR THE YEAR ENDED DECEMBER 31, 2014

Note 1. Summary of Significant Accounting Policies (continued):

Expenditures – are recorded on the “budgetary” basis of accounting. Generally, expenditures are recorded when an amount is encumbered through the issuance of a numerically controlled purchase order or when a contract is executed as required by Technical Accounting Directive No. 85-1. When an expenditure is paid, the amount encumbered is simultaneously liquidated in its original amount. Encumbrances are offset by an account entitled reserve for encumbrances. The reserve is classified as a cash liability under New Jersey municipal accounting. At December 31, this reserve represents the portion of appropriation reserves that has been encumbered and is subject to the same statutory provisions as appropriation reserves.

Appropriations for principal and interest payments on outstanding general capital bonds and notes are provided on the cash basis.

Appropriation Reserves – Appropriation reserves covering unexpended appropriation balances are automatically created at year-end and recorded as liabilities, except for amounts, which may be cancelled by the governing body. Appropriation reserves are available, until lapsed at the close of the succeeding year, to meet specific claims, commitments or contracts incurred during the preceding fiscal year. Lapsed appropriation reserves are recorded as income.

Long-Term Debt - Long-Term Debt relative to the acquisition of capital assets, is recorded as a liability in the General Capital Fund. Where an improvement is a “local improvement”, i.e. assessable upon completion, long-term debt associated with that portion of the cost of the improvement to be funded by assessments is transferred to the Trust Fund upon the confirmation of the assessments or when the improvement is fully and permanently funded.

Compensated Absences and Post-employment Benefits – Compensated absences for vacation, sick leave and other compensated absences are recorded and provided for in the annual budget in the year in which they are paid, on a pay-as-you-go basis. Likewise, no accrual is made for post-employment benefits, if any, which are also funded on a pay-as-you-go basis.

Subsequent Events - The Township of Jackson has evaluated subsequent events occurring after December 31, 2014 through the date of April 7, 2015, which is the date the financial statements were available to be issued.

Length of Service Award Program (“LOSAP”)

The Township has established a Volunteer Length of Service Award Plan (“LOSAP”) (“Plan”) to ensure retention of the Township’s volunteer First Aid Squad members. The Plan shall be construed under the laws of the State of New Jersey and is established with the intent that it meets the requirements of a “Length of Service Award Plan under Section 457(e)11 of the Internal Revenue Code”.

LOSAP Trust Fund have not been audited, and we were not required by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, to audit nor were we engaged to audit the LOSAP Trust Fund financial statements as part of our audit of the Township’s financial statements.

TOWNSHIP OF JACKSON

**NOTES TO FINANCIAL STATEMENTS (continued):
FOR THE YEAR ENDED DECEMBER 31, 2014**

Note 1. Summary of Significant Accounting Policies (continued):

N.J.A.C.5:30-14.49 requires that the Township perform a separate review report of the Plan in accordance with the American Institute of Certified Public Accounts Statements for Accounting and Auditing Review Services.

Note 2. Cash and Cash Equivalents:

The Township is governed by the deposit and investment limitations of New Jersey state law. The Deposits and investments held at December 31, 2014, and reported at fair value are as follows:

Type	Carrying Value
Deposits	
Demand Deposits	\$ 28,579,506
Total Deposits	\$ 28,579,506
 Reconciliation of Statement of Assets, Liabilities, Reserves and Fund Balance:	
Current Fund	\$ 10,665,503
Animal Control Trust Fund	101,722
Open Space Trust Fund	2,599,645
Trust - Other Fund	10,247,943
General Capital Fund	4,935,299
Public Assistance Fund	27,268
Payroll Fund	2,126
Total Cash and Cash Equivalents	\$ 28,579,506

Custodial Credit Risk Related to Deposits - Custodial credit risk is the risk that, in the event of a bank failure, the Township's deposits might not be recovered. Although the Township does not have a formal policy regarding custodial credit risk, N.J.S.A. 17:9-41 et seq. requires that governmental units shall deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit

Deposit Protection Act (GUDPA). Under the Act, the first \$250,000 of governmental deposits in each insured depository is protected by the Federal Deposit Insurance Corporation (FDIC). Public funds owned by the Township in excess of FDIC insured amounts are protected by GUDPA. However, GUDPA does not protect intermingled trust funds such as salary withholdings, bail funds, or funds that may pass to the Township relative to the happening of a future condition. Such funds are shown as uninsured and uncollateralized in the schedule that follows.

TOWNSHIP OF JACKSON

**NOTES TO FINANCIAL STATEMENTS (continued):
FOR THE YEAR ENDED DECEMBER 31, 2014**

Note 2. Cash and Cash Equivalents (continued):

As of December 31, 2014, the Township's bank balances of \$29,199,663 were exposed to custodial credit risk as follows:

Uninsured & Uncollateralized	\$14,157,294
Insured Under F.D.I.C.	250,000
Collateralized Under GUDPA	<u>14,792,369</u>
Total	<u>\$29,199,663</u>

Note 3. Investments

A. Custodial Credit Risk

For an investment, custodial credit risk is a risk that, in the event of the failure of the counterparty, the Township will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. Investment securities are exposed to custodial credit risk if the securities are uninsured, are not registered in the name of the Township and are held by either the counterparty or the counterparty's trust department or agent but not in the Township's name. All of the Township's investments are held in the name of the Township and are collateralized by GUDPA.

B. Investment Interest Rate Risk

Interest rate risk is the risk that changes in interest rates that will adversely affect the fair value of an investment. The Township has no formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. Maturities of investments held at December 31, 2014, are provided in the above schedule.

C. Investment Credit Risk

The Township has no investment policy that limits its investment choices other than the limitation of state law as follows:

- Bonds or other obligations of the United States of America or obligations guaranteed by the United States of America;
- Government money market mutual funds;
- Any obligation that a federal agency or federal instrumentality has issued in accordance with an act of Congress, which security has a maturity date not greater than 397 days from the date of purchase, provided that such obligations bear a fixed rate of interest not dependent on any index or other external factor;
- Bonds or other obligations of the Township or bonds or other obligations of the local unit or units within which the Township is located;

TOWNSHIP OF JACKSON

**NOTES TO FINANCIAL STATEMENTS (continued):
FOR THE YEAR ENDED DECEMBER 31, 2014**

Note 3. Investments (continued):

- Bonds or other obligations, having a maturity date of not more than 397 days from the date of purchase, approved by the Division of Investment in the Department of Treasury for investment by the Township;
- Local Government investment pools;
- Deposits with the State of New Jersey Cash Management Fund established pursuant to section 1 of P.L. 1977, c.281; or
- Agreements for the repurchase of fully collateralized securities.

As of December 31, 2014, the Township had the following investments and maturities:

Investment	Fair Value	Book Value	Total Reported Value
LOSAP	116,535	116,535	116,535
Current Fund Special Emergency Notes held by General Capital Fund	902,713	902,713	902,713
Total	1,019,248	1,019,248	1,019,248

Note 4. Pension

A. Plan Description

The Township of Jackson contributes to a cost-sharing multiple-employer defined benefit pension plan, Public Employees' Retirement System (P.E.R.S.) and Police and Fireman's Retirement System (P.F.R.S.), administered by the State of New Jersey, Division of Pensions and Benefits. It provides retirement, disability, medical and death benefits to plan members and beneficiaries. The State of New Jersey P.E.R.S. and P.F.R.S. programs were established as of January 1, 1955 and July 1, 1944, respectively. The programs were established under the provisions of *N.J.S.A.43:15A* and *N.J.S.A.43:16A* which assigns authority to establish and amend benefit provisions to the plan's board of trustees. P.E.R.S. and P.F.R.S. issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to: State of New Jersey, Department of the Treasury, Division of Pensions and Benefits, P.O. Box 295, Trenton, NJ 08625, or calling (609) 984-1684.

TOWNSHIP OF JACKSON

NOTES TO FINANCIAL STATEMENTS (continued): FOR THE YEAR ENDED DECEMBER 31, 2014

Note 4. Pension (continued):

B. Funding Policy

The System's designated purpose is to provide retirement, death, disability and medical benefits to certain qualified members. Membership in the System is mandatory for substantially all full-time employees of the State of New Jersey or any county, municipality, school district or public agency, provided the employee is not required to be a member of another state-administered retirement system or other state or local jurisdiction. The System's Board of Trustees is primarily responsible for the administration of the System.

According to the State of New Jersey administrative code, all obligations of the System will be assumed by the State of New Jersey should the System terminate.

Plan members are required to contribute 6.5%, effective October 1, 2011, of their annual covered salary for P.E.R.S, 10%, effective October 1, 2011, of their annual covered salary for P.F.R.S. and the Township is required to contribute at an actuarially determined rate. The contribution requirements of plan members and the Township are established and may be amended by the plan's Board of Trustees.

The Township's contributions to P.E.R.S. for the years ending December 31, 2014, 2013 and 2012 were \$649,662, \$759,294 and \$823,495, respectively, equal to the required contributions for each year, and to P.F.R.S. for the years ending December 31, 2014, 2013 and 2012 were \$1,918,335, \$2,137,931 and \$2,169,961, respectively, equal to the required contributions for each year.

C. Post-Employment Benefits

Chapter 384 of Public Laws 1987 and Chapter 6 of Public Laws 1990 requires the PERS to fund post-retirement medical benefits for those employees covered by the State Plan, who retire after reaching age 60 and accumulating 25 years of credited services. The cost of these benefits is actuarially determined and funded through contributions by the State in accordance with Chapter 62, P.L. 1994. Funding of the post-retirement medical premiums changed from a prefunding basis to a pay-as-you-go basis beginning in 1996, which increased the medical reserve by one-half of 1% of payroll.

TOWNSHIP OF JACKSON

**NOTES TO FINANCIAL STATEMENTS (continued):
FOR THE YEAR ENDED DECEMBER 31, 2014**

Note 5. Property Taxes

Property taxes are an enforceable lien on the assessed property. Taxes are due on a quarterly basis on February 1, May 1, August 1 and November 1. All unpaid taxes become delinquent 8 days after the above due dates. The Township bills and collects its own property taxes as well as the taxes levied by the other taxing bodies within the municipality. Property tax revenues are recognized when collected. A reserve for uncollected taxes is established in the current operating budget to the extent that their collectability is improbable.

The following is a three-year comparison of certain statistical information relative to property taxes and property tax collections for the current and previous two years.

Comparison of Tax Rate Information:

	2014	2013	2012
Total Tax Rate	<u>\$2.097</u>	<u>\$2.040</u>	<u>\$1.968</u>
Apportionment of Tax Rate:			
Municipal	0.448	0.438	0.421
Municipal Open Space	0.020	0.020	0.020
County	0.396	0.390	0.364
Local School	1.233	1.192	1.163

Net Valuation Taxable:

2014	<u>\$ 6,647,971,808</u>		
2013	<u>\$ 6,663,145,020</u>		
2012		<u>\$ 6,710,626,337</u>	

Comparison of Tax Levies and Collection Currently:

YEAR	TAX LEVY	CASH COLLECTIONS	PERCENTAGE OF COLLECTION
2014	\$ 145,604,219	\$ 143,352,211	98.45%
2013	141,851,869	139,207,257	98.13%
2012	138,030,448	135,345,779	98.06%

TOWNSHIP OF JACKSON

**NOTES TO FINANCIAL STATEMENTS (continued):
FOR THE YEAR ENDED DECEMBER 31, 2014**

Note 5: Property Taxes (continued)

Delinquent Taxes and Tax Title Liens:

YEAR ENDED DECEMBER 31	AMOUNT OF TAX TITLE LIENS	AMOUNT OF DELINQUENT TAXES	TOTAL DELINQUENT	PERCENTAGE OF TAX LEVY
2014	\$ 2,335,043	\$ 1,909,409	\$ 4,244,452	2.92%
2013	2,055,182	1,876,075	3,931,257	2.77%
2012	1,845,048	2,028,373	3,873,421	2.81%

Note: 6: Property Acquired By Tax Title Lien Liquidation

The value of property acquired by liquidation of tax title liens on December 31, on the basis of the last assessed valuation of such properties, for the current and previous two years was as follows:

YEAR	AMOUNT
2014	\$ 6,306,200
2013	6,318,700
2012	6,318,700

Note: 7: Fund Balance Appropriated

The following schedule details the amount of fund balance available at the end of the current year and four previous years and the amounts utilized in the subsequent year's budgets.

YEAR	BALANCE DECEMBER 31,	UTILIZED IN BUDGET OF SUCCEEDING YEAR	PERCENTAGE OF FUND BALANCE USED
CURRENT FUND:			
2014	\$ 3,987,051	*	*
2013	2,873,067	2,200,000	76.57%
2012	2,549,911	2,200,000	86.28%
2011	2,350,087	1,900,000	80.85%
2010	2,770,286	2,400,000	86.63%

*2015 budget not introduced at date of audit

TOWNSHIP OF JACKSON

**NOTES TO FINANCIAL STATEMENTS (continued):
FOR THE YEAR ENDED DECEMBER 31, 2014**

Note 8. Interfunds, Receivables and Payables

The composition of interfund balances as of December 31, 2014 is as follows:

Fund	Interfund Receivable	Interfund Payable
Current Fund	\$ -	\$ 447,460
Federal and State Grant Fund	443,316	-
Trust - Other Fund	4,144	-
	<u>447,460</u>	<u>447,460</u>
	<u>\$ 447,460</u>	<u>\$ 447,460</u>

The purpose of these interfunds is short-term borrowing.

Note 9. Long-Term Debt

The Local Bond Law governs the issuance of bonds and notes to finance general municipal capital expenditures. Bonds are retired in serial installments with the statutory period of usefulness. Bonds issued by the Township are general obligations bonds backed by the full faith and credit of the Township. Bond anticipation notes are issued to temporarily finance capital projects prior to the issuance of serial bonds. The terms of the notes cannot exceed one year but the notes may be renewed from time to time for a period not exceeding one year. All such notes must be paid no later than the tenth anniversary of the date of the original note. The State of New Jersey also prescribes that on or before the third anniversary date of the original note a payment of at least equal to the first legally payable installment of the bonds in anticipation of which such notes were issued be paid. A second legal installment must be paid if the notes are to be renewed beyond the fourth anniversary date of the original issuance and so on. Tax anticipation notes are issued if the cash on hand is not sufficient to carry on normal operations of the municipality at any time during the year. Such notes are authorized by a resolution adopted by the governing body.

TOWNSHIP OF JACKSON

**NOTES TO FINANCIAL STATEMENTS (continued):
FOR THE YEAR ENDED DECEMBER 31, 2014**

Note 9. Long-Term Debt (continued):

Summary of Township Debt – Annual Debt Statement:

	<u>Year 2014</u>	<u>Year 2013</u>	<u>Year 2012</u>
Issued & Outstanding			
General:			
Bonds, Loans & Notes	\$ 26,367,241	\$ 27,977,337	\$ 31,362,337
Deductions:			
Open Space Trust (40A:2-44h)	5,199,000	5,759,000	6,299,000
Funds Temporarily Held to pay Bonds & Notes	<u>2,025,197</u>	<u>1,911,533</u>	<u>1,881,143</u>
Total Deductions	<u>7,224,197</u>	<u>7,670,533</u>	<u>8,180,143</u>
Net Debt Issued	<u>19,143,044</u>	<u>20,306,804</u>	<u>23,182,194</u>
Authorized But Not Issued			
General - Bonds & Notes	<u>2,080,152</u>	<u>1,891,241</u>	<u>-</u>
Total Net Debt	<u>\$ 21,223,196</u>	<u>\$ 22,198,045</u>	<u>\$ 23,182,194</u>

Summary of Statutory Debt Condition – Annual Debt Statement:

The summarized statement of debt condition which follows is prepared in accordance with the required method of setting up the Annual Debt Statement and indicates a statutory net debt of 0.323%

	GROSS DEBT	DEDUCTIONS	NET DEBT
Local School District Debt	\$ 87,236,973	\$ 87,236,973	\$ -
General Debt	<u>28,447,393</u>	<u>7,224,197</u>	<u>21,223,196</u>
Total	<u>\$ 115,684,366</u>	<u>\$ 94,461,170</u>	<u>\$ 21,223,196</u>

Net Debt, \$21,223,196 divided by Equalized Valuation Basis per N.J.S.A.40A:2-2, as amended, \$6,564,851,056 equals 0.323%.

TOWNSHIP OF JACKSON

**NOTES TO FINANCIAL STATEMENTS (continued):
FOR THE YEAR ENDED DECEMBER 31, 2014**

Note 9. Long-Term Debt (continued):

Borrowing Power Under 40A:2-6:

3 1/2% of Equalized Valuation Bases (Municipal)	\$	229,769,787
Net Debt		21,327,347
 Remaining Borrowing Power	 \$	 208,442,440

During the year ended December 31, 2014, the following changes occurred in issued Bonds, Loans and Notes:

	Balance Decemeber 31, 2013	Issued	Retired	Balance Decemeber 31, 2014	Due Within One Year
General Capital Fund:					
Serial Bonds	\$ 22,492,000	\$ 5,485,000	\$ 3,501,000	\$ 24,476,000	\$ 3,600,000
BAN's	5,485,337	1,891,241	5,485,337	1,891,241	1,891,241
Current Fund:					
SEN's	1,524,000	-	621,287	902,713	381,000
Total	\$ 29,501,337	\$ 7,376,241	\$ 9,607,624	\$ 27,269,954	\$ 5,872,241

As of December 31, 2014, the Township's Long-Term Debt is as follows:

General Serial Bonds:

\$5,918,000 2003 Open Space Bonds due in annual installments of \$400,000 to \$500,000 through 2020 at interests rates ranging from 3.00% to 4.00%.	1,975,000
\$16,102,000 2008 Bonds due in annual installments ranging from \$100,000 to \$2,132,000 through 2020 at interests rates ranging from 3.50% to 4.125%.	12,247,000
\$3,739,000 2008 Open Space Bonds due in annual installments of \$75,000 to \$334,000 through 2028 at interest rates ranging from 3.50% to 4.75%.	3,224,000
\$8,010,000 2009 Refunding Bonds due in annual installments ranging from \$760,000 to \$1,905,000 through 2016 at interest rates ranging from 2.00% to 4.00%.	1,545,000
\$5,485,000 2014 General Obligation Bonds due in annual installments ranging from \$300,000 to \$600,000 through 2025 at interest rates ranging from 2.00% to 3.00%.	5,485,000
Total	\$24,476,000

TOWNSHIP OF JACKSON

**NOTES TO FINANCIAL STATEMENTS (continued):
FOR THE YEAR ENDED DECEMBER 31, 2014**

Note 9. Long-Term Debt (continued):

Schedule of Annual Debt Service for Principal and Interest for the next five (5) years and increments thereafter for Bonded Debt issued and outstanding:

Fiscal			
Year	Principal	Interest	Total
2015	3,600,000	887,441	4,487,441
2016	3,745,000	756,466	4,501,466
2017	3,150,000	618,979	3,768,979
2018	3,215,000	503,354	3,718,354
2019-2023	8,032,000	1,091,271	9,123,271
2024-2028	2,734,000	265,475	2,999,475
Total	<u>\$ 24,476,000</u>	<u>\$ 4,122,986</u>	<u>\$ 28,598,986</u>

Refunding Bonds and Deferred Bonds Outstanding

The Township, during 2009, issued \$8,010,000 in General Obligation Bonds, Series, 2009 (the “Refunding Bonds”). The Bonds were issued in accordance with the Township’s refunding plan. The Refunding Plan calls for the current refunding and redemption of the Township’s Series 1996 Bonds on June 11, 2009 (the “1996 Redemption Date”) at par and for advance refunding the Township’s Series 2001 Bonds and redeeming the Series 2001 bonds on December 31, 2010 (the 2001 “Redemption Date” and together with the 1996 Redemption Date, the “Redemption Dates”) at par, the earliest dates set for optional redemption of the Refunded Bonds, plus accrued interest to the Redemption Dates.

The proceeds of the Refunding Bonds were applied to the purchase of direct noncallable obligations of, or obligations the principal of and interest on which are unconditionally guaranteed by, the United States of America (State and Local Government Securities) the (“Government Obligations”) with any investments earnings thereon, together with any cash remaining after the purchase of the Government Obligations, will be sufficient to make payments when due of principal of, interest on and redemption premium, if any, payable with respect to the Refunded Bonds. The Government Obligations (together with any cash remaining in after the purchase of the Government Obligations) are required to be held in an escrow fund by the escrow agent for the Refunded Bonds pursuant to the terms of an escrow deposit agreement.

The Refunding Plan calls for the escrow agent, pursuant to the escrow deposit agreement, to pay, from the escrow fund, when due, interest on and principal of the Refunded Bonds and in accordance with the terms of the Refunded Bonds to call the Refunded Bonds for early redemption on their respective Redemption Dates.

TOWNSHIP OF JACKSON

**NOTES TO FINANCIAL STATEMENTS (continued):
FOR THE YEAR ENDED DECEMBER 31, 2014**

Note 9. Long-Term Debt (continued):

Refunding Bonds and Deferred Bonds Outstanding (continued)

During 2014, the Township of Jackson issued \$5,485,000 in General Obligation Bonds, Series 2014, and dated July 23, 2014. Bonds were issued to fund various bond ordinances duly adopted by the Township Council. Payments are due each June 1st with various interest rates (2.00% to 3.00%).

Note 10. Short-Term Debt

Bond Anticipation Notes

The Township issues Bond Anticipation Notes to temporarily fund various capital projects prior to the issuing of serial bonds. The term of the notes cannot exceed one year but the notes may be renewed from time to time for a period not exceeding one year. All such notes must be paid not later than the tenth anniversary of the date of the original note. The original notes are dated July 23, 2014 and bear an interest rate of 1.00% with a maturity date of August 4, 2015. The purpose of the Bond Anticipation Notes are to fund the acquisition, construction, repair and installation of various capital improvements authorized by the Township.

Special Emergency Note Payable

The Township is indebted to itself through excess cash available in the General Capital Fund as of December 31, 2014 and is classified as an asset "Investment in Special Emergency Notes". The note is issued in anticipation of the collection of taxes and revenues, including proceeds from FEMA and insurance proceeds, of the Township of the budget years 2013 through 2017 (20% of the original appropriation to be paid in each year) to finance special emergency appropriations to meet certain expenses incurred as a result of the extraordinary damage to the streets, roads, and other public property caused by Hurricane Sandy, authorized by Township resolution.

Note 11. Bonds and Notes Authorized But Not Issued

At December 31, 2014 the Township has authorized but not issued bonds and notes as follows:

General Capital Fund - Bonds and Notes	<u>\$ 2,080,152</u>
--	---------------------

TOWNSHIP OF JACKSON

**NOTES TO FINANCIAL STATEMENTS (continued):
FOR THE YEAR ENDED DECEMBER 31, 2014**

Note 12. Deferred Charges to be Raised in Succeeding Budgets

Certain expenditures are required to be deferred to budgets of succeeding years. At December 31, 2014, the following deferred charges are shown on the balance sheets of the various funds:

	Balance 12/31/2014	2015 Budget Appropriation	Balance to Succeeding Budgets
Current Fund:			
Special Emergency Appropriations - 5 Years	\$ 902,713	\$ 381,000	\$ 521,713
Codification of Ordinances	8,052	4,026	4,026

Note 13. General Fixed Assets

The following schedule is a summarization of the changes in General Fixed Assets for the fiscal year ended December 31, 2014:

	December 31, 2013	Additions	Deletions	Transfers/ Adjustments	December 31, 2014
Fixed Assets not being depreciated:					
Land	\$ 54,983,000	\$ -	\$ -	\$ (12,900)	\$ 54,970,100
Buildings & Improvements	47,646,529	-	-	(8,745)	47,637,784
Machinery & Equipment	12,809,822	1,949,440	(122,642)	21,645	14,658,265
	<u>\$ 115,439,351</u>	<u>\$ 1,949,440</u>	<u>\$ (122,642)</u>	<u>\$ -</u>	<u>\$ 117,266,149</u>
Capital assets not being depreciated	\$ 115,439,351	\$ 1,949,440	\$ (122,642)	\$ -	\$ 117,266,149

All additions are recorded at cost.

Note 14. Risk Management

The Township of Jackson is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions and natural disasters. The Township is a member of the Ocean County Municipal Joint Insurance Fund (JIF). This public entity risk pool is both an insured and self-administered group of 31 municipalities established for the purpose of insuring against property damage, general liability, motor vehicles and equipment liability and workmen's compensation. The JIF will be self-sustaining through member premiums. The JIF participates in the Municipal Excess Liability Insurance Program.

Note 15. Subsequent Events

The Township has evaluated subsequent events through , the date the financial statements were available to be issued.

TOWNSHIP OF JACKSON

NOTES TO FINANCIAL STATEMENTS (continued): FOR THE YEAR ENDED DECEMBER 31, 2014

Note 16. Deferred Compensation Salary Account

The Township offers its employees a Deferred Compensation Plan in accordance with Internal Revenue Code Section 457, which has been approved by the Director of Local Government Services. The Plan, available to all full time employees at their option, permits employees to defer a portion of their salary to future years. The deferred compensation is not available to participants until termination, retirement, death or unforeseeable emergency.

Amounts deferred under Section 457 plans must be held in trust for the exclusive benefit of participating employees and not be accessible by the Township or its creditors.

Note 17. Contingencies

A. Accrued Sick, Vacation and Compensation Time

As discussed in Note 1 and in accordance with accounting principles prescribed by the State of New Jersey, the cash basis of accounting is followed for recording the Township's liability related to unused vacation, sick pay and compensation time. The Township permits certain employees within limits to accumulate unused vacation, sick pay and compensation time, which may be taken as time off or paid at a later date at an agreed upon rate.

The accumulated cost of unused sick and vacation time has not been recorded in the financial statements as presented, however at December 31, 2014 it is calculated that accrued unused sick and vacation time payable are valued at \$2,376,943. The likelihood that this liability would be due and payable all at once is remote since the Township's employees' ages and anticipated retirement dates vary.

The Township has established a Compensated Absences Trust Fund to set aside funds for future payments of compensated absences. At December 31, 2014, the balance of the fund was \$264,089.

B. Unemployment Compensation Insurance

Effective January 1, 1978, most municipal employees were eligible for unemployment compensation insurance (*N.J.S.A.43:21-3 et. seq.*). The Township has elected to provide a self-insured plan whereby the municipal cost and employee contributions are deposited in a trust fund from which claims, if any, will be paid. The reserve for unemployment compensation insurance at December 31, 2014 was \$2,050.

C. Litigation

The Township is involved in legal and administrative proceedings and claims of various types. While any litigation contains an element of uncertainty, Township Officials, based upon the opinion of the Township's Counsel, presently believe that the outcome of each such proceeding or claim which is pending or known to be threatened, or all of them combined, will not have a material adverse effect on the

Township's financial position or adversely affect the Township's ability to levy, collect and enforce the collection of taxes or other revenue for the payment of its bonds or other obligations.

TOWNSHIP OF JACKSON

NOTES TO FINANCIAL STATEMENTS (continued): FOR THE YEAR ENDED DECEMBER 31, 2014

Note 17. Contingencies (continued):

D. Federal and State Grants

The Township receives financial assistance from the U.S. Government and the State of New Jersey in the form of grants. Entitlement to the funds is generally conditional upon compliance with terms and conditions of the grant agreements and applicable regulations, including the expenditure of the funds for eligible purposes. Substantially all grants, entitlements and cost reimbursements are subject to financial and compliance audits by grantors. As a result of these audits, costs previously reimbursed could be disallowed and require payment to the grantor agency. As of December 31, 2014 the Township estimates that no material liabilities will result from such audits.

Note 18. Other Post Retirement Benefits – GASB 45

The financial statements of the Township are not prepared in accordance with Governmental Accounting Standards Board Statement No. 45. The following information is provided in accordance with the requirements of the Statement.

Plan Description

The Township contributes to the State Health Benefits Program (S.H.B.P.), a cost-sharing, multiple employer defined benefit post-employment healthcare plan administered by the State of New Jersey Division of Pensions and Benefits. S.H.B.P. was established in 1961 under *N.J.S.A.52:14-17.25 et seq.*, to provide health benefits to State employees, retirees, and their dependents. Rules governing the operation and administration of the program are found in Title 17, Chapter 9 of the New Jersey Administrative Code. S.H.B.P. provides medical, prescription drugs, mental health/substance abuse, and Medicare Part B reimbursement to retirees and their covered dependents.

The Township's defined benefit postemployment healthcare plan provides post employment health care benefits, at its cost, to certain retired employees. The Township will cover the entire cost of post-retirement health benefits for the retirees and his/her dependents only when the employee has worked twenty-five (25) or more years in a State or locally administered retirement system and twenty (20) continuous years or more of service with the Township of Jackson. Post-retirement benefits included Medicare reimbursement.

The State Health Benefits Commission is the executive body established by statute to be responsible for the operation of the S.H.B.P. The State of New Jersey Division of Pensions and Benefits issues a publicly available financial report that includes financial statements and required supplementary information for the S.H.B.P. That report may be obtained by writing to: State of New Jersey Division of Pensions and Benefits, P.O. Box 295, Trenton, NJ 08625-0295 or by visiting their website at www.state.nj.us/treasury/pensions/.

Funding Policy

Participating employers are contractually required to contribute based on the amount of premiums attributable to their retirees. Post-retirement medical benefits under the plan have been funded on a pay-as-you-go basis since 1994. Prior to 1994, medical benefits were funded on an actuarial basis.

TOWNSHIP OF JACKSON

**NOTES TO FINANCIAL STATEMENTS (continued):
FOR THE YEAR ENDED DECEMBER 31, 2014**

Note 18. Other Post Retirement Benefits – GASB 45 (continued):

Contributions to pay for the health premiums of participating retirees in the S.H.B.P. are billed to the Township on a monthly basis.

The Township funds these benefits on a pay-as-you-go basis and therefore does not record accrued expenses related to these benefits.

Note 19. Self-Insurance

The Township is exposed to various risks of loss related to torts, theft of, damage to and destruction of assets; error or omission, injuries to employees; and natural disaster. The Township is a member of the Ocean County Municipal Joint Insurance Fund (“JIF”). The Joint Insurance pool is a public entity risk pool currently operating as a common risk management and insurance program for municipalities established for the purpose of insuring against property damage, general liability, motor vehicle and

Note 20. Accounts Receivable

Accounts receivable at December 31, 2014 consisted of intergovernmental grants, taxes, rents and other accounts receivable. All receivables are considered collectible in full due to the stable condition of state programs and the current fiscal year guarantee of federal funds. Accounts receivable as of fiscal year end for the Township’s individual major and fiduciary funds, in the aggregate, are as follows:

	Current Fund	State & Federal Grant Fund	Trust Other Fund	General Capital Fund	Total
State Aid	\$ 11,697	\$ 575,824	\$ -	\$ -	\$ 587,521
Federal Aid	-	-	248,591	-	248,591
Taxes	10,550,652	-	-	-	10,550,652
Other	20,801	-	-	395	21,196
	<hr/>				
Total	<u>\$ 10,583,150</u>	<u>\$ 575,824</u>	<u>\$ 248,591</u>	<u>\$ 395</u>	<u>\$ 11,407,960</u>

SUPPLEMENTAL EXHIBITS

(THIS PAGE INTENTIONALLY LEFT BLANK)

CURRENT FUND

(THIS PAGE INTENTIONALLY LEFT BLANK)

**TOWNSHIP OF JACKSON
CURRENT FUND
SCHEDULE OF CASH AND CASH EQUIVALENTS
FOR THE YEAR ENDED DECEMBER 31, 2014**

Balance December 31, 2013		\$ 9,986,194
Increased by Receipts:		
Nonbudget Revenues	\$ 521,226	
2014 Budget Refunds	791,650	
Taxes Receivable	144,603,020	
Tax Title Liens	12,494	
Revenue Accounts Receivable	6,215,884	
Prepaid Taxes	557,812	
State of New Jersey (Ch.29, P.L.1971)	519,499	
Interfunds	3,465,043	
Reserve for FEMA Reimbursements	1,028,065	
Reserve for Police Cars	61,168	
Due to State of New Jersey - Construction Fees	62,164	
Due to State of New Jersey - Marriage Licenses	6,980	
	<hr/>	
Total Receipts		<hr/> 157,845,005 <hr/>
Subtotal		<hr/> 167,831,199 <hr/>
Decreased by Disbursements:		
2014 Appropriations	33,962,887	
2013 Reserved Appropriations	1,017,865	
Accounts Payable	29,575	
Tax Overpayments	111,918	
County Taxes Payable	26,339,941	
Local School District Tax	81,958,272	
Special District Taxes	5,614,930	
Reserve for Master Plan	1,354	
Reserve for Hurricane Sandy-PDW	1,227	
Reserve for Hurricane Sandy	1,051,865	
Note Payable	621,287	
Due to State of New Jersey - Construction Fees	52,573	
Due to State of New Jersey - Marriage Licenses	6,780	
Due to Municipal Open Space Trust Fund	1,334,794	
Interfunds	5,060,428	
	<hr/>	
Total Disbursements		<hr/> 157,165,696 <hr/>
Balance December 31, 2014		<hr/> <u>\$ 10,665,503</u> <hr/>

**TOWNSHIP OF JACKSON
CURRENT FUND
SCHEDULE OF DUE FROM STATE - P.L. 1971, C.20
FOR THE YEAR ENDED DECEMBER 31, 2014**

Balance December 31, 2013		\$	19,694
Increased by:			
Deductions per Tax Duplicate:			
Senior Citizens's	\$	70,750	
Veteran's		448,500	
Deductions Allowed by Tax Collector:			
2014 Senior Citizen Deductions		4,250	
2014 Veteran Deductions		8,000	
Prior Years		2,430	533,930
Subtotal			553,624
Decreased by:			
Received from State of New Jersey	519,499		
Charge Back for Prior Year			
Prior Years Senior Citizen's & Veteran's	11,251		
Deductions Disallowed by Tax Collector:			
Current Year	10,927		
Prior Years Senior Citizen's & Veteran's	250		541,927
Balance December 31, 2014		\$	<u>11,697</u>

**TOWNSHIP OF JACKSON
CURRENT FUND
SCHEDULE OF TAXES RECEIVABLE AND ANALYSIS OF PROPERTY TAX LEVY
FOR THE YEAR ENDED DECEMBER 31, 2014**

YEAR	BALANCE DECEMBER 31, 2013	2014 LEVY	ADDED TAXES	COLLECTED		DUE FROM STATE OF NEW JERSEY	CANCELED	OVERPAYMENTS APPLIED	TRANSFERRED TO TAX TITLE LIENS	BALANCE DECEMBER 31, 2014
				2013	2014					
2009	-	-	-	-	-	-	7,889	(7,889)	-	-
2010	10,079	-	-	3,825	-	-	9,095	(9,095)	4,242	2,012
2011	20,474	-	-	7,581	-	-	15,448	(15,449)	543	12,351
2012	51,751	-	-	36,000	-	-	32,455	(32,455)	549	15,202
2013	1,793,771	-	11,501	1,725,733	-	-	60,803	(59,638)	20,968	57,406
Total	1,876,075	-	11,501	1,773,139	-	-	125,690	(124,526)	26,302	86,971
2014	-	145,060,131	544,088	627,663	142,202,218	520,573	176,019	1,758	253,550	1,822,438
Total	\$ 1,876,075	\$ 145,060,131	\$ 555,589	\$ 627,663	\$ 143,975,357	\$ 520,573	\$ 301,709	\$ (122,768)	\$ 279,852	\$ 1,909,409

ANALYSIS OF 2014 PROPERTY TAX LEVY

General Purpose	\$ 139,445,201
Special District Tax	5,614,930
Added Taxes (54:4-63.1 et seq)	<u>544,088</u>
Total	<u>\$ 145,604,219</u>
TAX LEVY:	
Local School Tax	\$ 81,958,272
County Taxes (Abstract)	26,271,391
County Added & Omitted Taxes	102,835
Special District Taxes	5,614,930
Municipal Open Space	1,334,794
Local Tax for Municipal Purposes	29,785,262
Add: Additional Taxes Levied	<u>536,735</u>
Total	<u>\$ 145,604,219</u>

**TOWNSHIP OF JACKSON
CURRENT FUND
SCHEDULE OF TAX TITLE LIENS
FOR THE YEAR ENDED DECEMBER 31, 2014**

Balance December 31, 2013	\$ 2,055,182
Increased by:	
Transfer from Taxes Receivable	\$ 282,918
Interest & Costs on Taxes	9,437
	<u>292,355</u>
Subtotal	2,347,537
Decreased by:	
Cancellation	<u>12,494</u>
Balance December 31, 2014	<u><u>\$ 2,335,043</u></u>

**SCHEDULE OF PROPERTY ACQUIRED FOR TAXES
FOR THE YEAR ENDED DECEMBER 31, 2014**

Balance December 31, 2013	\$ 6,318,700
Increased by:	
Adjust to Assessed Valuation	<u>12,500</u>
Balance December 31, 2014	<u><u>\$ 6,306,200</u></u>

**TOWNSHIP OF JACKSON
CURRENT FUND
SCHEDULE OF REVENUE ACCOUNTS RECEIVABLE
FOR THE YEAR ENDED DECEMBER 31, 2014**

	BALANCE DECEMBER 31, 2013	ACCRUED IN 2014	COLLECTED	BALANCE DECEMBER 31, 2014
Clerk:				
Alcoholic Beverage Licenses	\$ -	\$ 39,050	\$ 39,050	\$ -
Other Licenses	-	34,706	34,706	-
Fees & Permits	-	176,863	176,863	-
Municipal Court:				
Fines & Costs	30,432	517,553	527,184	20,801
Tax Collector:				
Interest & Costs on Taxes	-	414,462	414,462	-
Interest on Investments & Deposits	-	31,729	31,729	-
Housing and Commercial CCO's	-	116,400	116,400	-
Consolidated Municipal Property Tax Relief	-	135,931	135,931	-
Energy Receipts Tax	-	3,216,218	3,216,218	-
Garden State Trust Fund	-	56,290	56,290	-
Uniform Construction Code Fees	-	1,098,204	1,098,204	-
Cablevision Franchise Fee	-	232,347	232,347	-
Shared Service Agreement - BOE	-	76,500	76,500	-
Capital Fund Balance	-	60,000	60,000	-
Total	\$ 30,432	\$ 6,206,253	\$ 6,215,884	\$ 20,801

Cash Receipts	<u>\$ 6,215,884</u>
Total	<u><u>\$ 6,215,884</u></u>

**TOWNSHIP OF JACKSON
CURRENT FUND
SCHEDULE OF 2013 APPROPRIATION RESERVES
FOR THE YEAR ENDED DECEMBER 31, 2014**

	BALANCE DECEMBER 31, 2013	RESERVE FOR ENCUMBRANCES	BALANCE AFTER TRANSFERS	PAID OR CHARGED	BALANCE LAPSED	OVER- EXPENDITURE
General Government:						
Administrative Executive:						
Salaries and Wages	\$ 1,749	\$ -	1,749	\$ 192	\$ 1,557	-
Other Expenses	29,928	848	30,776	5,081	25,695	-
Human Services:						
Salaries and Wages	1,336	-	1,336	-	1,336	-
Other Expenses	1,824	538	2,362	1,513	849	-
Township Council:						
Other Expenses	522	53	575	105	470	-
Election:						
Salaries and Wages	9,067	-	9,067	-	9,067	-
Other Expenses	8,984	-	8,984	-	8,984	-
Municipal Clerk:						
Salaries and Wages	1,195	-	1,195	-	1,195	-
Other Expenses	5,614	4,374	9,988	4,553	5,435	-
Mayor Office:						
Salaries and Wages	6,000	-	6,000	-	6,000	-
Other Expenses	3,314	1,816	5,130	1,945	3,185	-
Financial Administration:						
Salaries and Wages	5,911	-	5,911	(192)	6,103	-
Other Expenses	14,431	6,817	21,248	4,162	17,086	-
Audit Services:						
Other Expenses	-	41,500	41,500	41,500	-	-
Data Processing:						
Salaries and Wages	1,353	-	1,353	-	1,353	-
Other Expenses	7,467	1,884	9,351	1,827	7,524	-
Collection of Taxes:						
Salaries and Wages	781	-	781	-	781	-
Other Expenses	8,450	8,262	16,712	9,845	6,867	-
Assessment of Taxes:						
Salaries and Wages	1,875	-	1,875	(77)	1,952	-
Other Expenses	2,112	3,981	6,093	5,420	673	-
Purchasing:						
Salaries and Wages	1,208	-	1,208	-	1,208	-
Other Expenses	100	3,234	3,334	3,002	332	-
Legal Services & Costs:						
Other Expenses	62,933	-	62,933	29,565	33,368	-

**TOWNSHIP OF JACKSON
CURRENT FUND
SCHEDULE OF 2013 APPROPRIATION RESERVES
FOR THE YEAR ENDED DECEMBER 31, 2014**

	BALANCE DECEMBER 31, 2013	RESERVE FOR ENCUMBRANCES	BALANCE AFTER TRANSFERS	PAID OR CHARGED	BALANCE LAPSED	OVER- EXPENDITURE
Engineering Services & Costs:						
Salaries and Wages	1,538	-	1,538	-	1,538	-
Other Expenses	1,985	64,322	66,307	65,552	755	-
Historical Commission:						
Other Expenses	125	-	125	-	125	-
Community Alliance-Alcoholism & Drugs:						
Salaries and Wages	1,045	-	1,045	-	1,045	-
Other Expenses	100	-	100	-	100	-
Mayor's Community Advisory Board:						
Other Expenses	50	-	50	-	50	-
Economic Development Advisory Board:						
Other Expenses	1,175	-	1,175	-	1,175	-
Planning/Zoning Boards:						
Salaries and Wages	1,170	-	1,170	250	920	-
Other Expenses	17,459	720	18,179	2,263	15,916	-
Maintenance of Tax Maps:						
Other Expenses	2,424	4,742	7,166	6,451	715	-
Rent Leveling Board:						
Salaries and Wages	1,770	-	1,770	210	1,560	-
Other Expenses	7,075	-	7,075	5,113	1,962	-
Code Enforcement - Other:						
Salaries and Wages	11,953	-	11,953	3,709	8,244	-
Other Expenses	1,588	1,762	3,350	1,748	1,602	-
Community Development & Enforcement:						
Salaries and Wages	144	-	144	-	144	-
Other Expenses	21	2,050	2,771	2,584	187	-
Commercial Building Standards:						
Salaries and Wages	5,000	-	5,000	-	5,000	-
Other Expenses	250	-	250	-	250	-
Insurance:						
General Liability	51,802	-	51,802	16,525	35,277	-
Workers Compensation	125	-	125	-	125	-
Employee Group Health	120,194	7,944	128,138	8,326	119,812	-
Health Benefit Waiver	2,120	-	2,120	-	2,120	-
Police Department:						
Salaries and Wages	40,762	-	40,762	40,531	231	-
Other Expenses	11,757	36,065	67,822	66,327	1,495	-
Police Dispatch/911:						

**TOWNSHIP OF JACKSON
CURRENT FUND
SCHEDULE OF 2013 APPROPRIATION RESERVES
FOR THE YEAR ENDED DECEMBER 31, 2014**

	BALANCE DECEMBER 31, 2013	RESERVE FOR ENCUMBRANCES	BALANCE AFTER TRANSFERS	PAID OR CHARGED	BALANCE LAPSED	OVER- EXPENDITURE
Salaries and Wages	44,511	-	24,511	9,893	14,618	-
Emergency Management:						
Salaries and Wages	4,611	-	4,611	-	4,611	-
Other Expenses	1,062	14,288	15,350	14,455	895	-
Aid to Volunteer Ambulance:						
Other Expenses	-	15,000	15,000	15,000	-	-
Municipal Prosecutor:						
Other Expenses	1,385	3,333	4,718	3,333	1,385	-
Juvenile Conference Committee:						
Salaries and Wages	600	-	600	19	581	-
Other Expenses	25	-	25	-	25	-
Streets & Roads Maintenance:						
Salaries and Wages	68,326	-	63,326	6,073	57,253	-
Other Expenses	1,144	58,130	59,274	52,428	6,846	-
Snow Removal:						
Other Expenses	61,070	67,374	128,444	66,652	61,792	-
Shade Tree Commission:						
Salaries and Wages	110	-	110	29	81	-
Other Expenses	3,909	100	4,009	727	3,282	-
Solid Waste Collection:						
Salaries and Wages	2,822	-	2,822	203	2,619	-
Other Expenses	12,256	89,624	101,880	89,624	12,256	-
Buildings & Grounds:						
Salaries and Wages	19,425	-	17,425	1,201	16,224	-
Other Expenses	16,882	44,507	61,389	41,956	19,433	-
Vehicle Maintenance:						
Salaries and Wages	10,726	-	10,726	1,833	8,893	-
Other Expenses	51,508	80,942	128,950	60,828	68,122	-
Community Services Act:						
Other Expenses	-	143,364	143,364	143,364	-	-
Public Health Services:						
Salaries and Wages	4,195	-	4,195	1,086	3,109	-
Other Expenses	482	193	675	193	482	-
Environmental Health Services-						
Environmental Commission:						
Salaries and Wages	250	-	250	-	250	-
Other Expenses	100	-	100	-	100	-
Animal Control Services:						
Salaries and Wages	16,933	-	16,933	4,784	12,149	-

**TOWNSHIP OF JACKSON
CURRENT FUND
SCHEDULE OF 2013 APPROPRIATION RESERVES
FOR THE YEAR ENDED DECEMBER 31, 2014**

	BALANCE DECEMBER 31, 2013	RESERVE FOR ENCUMBRANCES	BALANCE AFTER TRANSFERS	PAID OR CHARGED	BALANCE LAPSED	OVER- EXPENDITURE
Other Expenses	18,479	1,876	19,655	7,972	11,683	-
Going Green Committee:						
Other Expenses	25	-	25	-	25	-
Recreation Services & Programs:						
Salaries and Wages	15,596	-	12,096	38	12,058	-
Other Expenses	2,972	2,949	5,921	2,757	3,164	-
Office for the Golden Age:						
Salaries and Wages	5,981	-	9,481	8,913	568	-
Other Expenses	3,313	888	4,201	1,914	2,287	-
Handicapped Committee:						
Salaries and Wages	533	-	533	220	313	-
Other Expenses	7,062	162	7,224	147	7,077	-
Park Maintenance:						
Other Expenses	166	-	166	-	166	-
Municipal Court:						
Salaries and Wages	24,850	-	24,850	1,451	23,399	-
Other Expenses	5,326	3,621	8,947	4,010	4,937	-
Postage & Photocopy:						
Other Expenses	11,231	6,098	17,329	6,098	11,231	-
Utility Expenses & Bulk Purchases:						
Electricity	134,970	55,150	185,120	96,408	88,712	-
Street Lighting	78,616	-	78,616	35,765	42,851	-
Telecommunication Costs	1,562	4,570	11,132	6,644	4,488	-
Water	2,500	-	1,000	-	1,000	-
Natural Gas	10,985	7,000	29,985	23,213	6,772	-
Heating Oil	5,000	-	5,000	-	5,000	-
Fuel & Petroleum Products	324	96,160	96,484	83,898	12,586	-
Landfill/Solid Waste Disposal Costs:						
Other Expenses	18,260	23,725	41,985	25,530	16,455	-
Legler Landfill - Postclosure Monitoring:						
Other Expenses	5,000	331	5,331	3,331	2,000	-
Uniform Construction Code:						
Construction Code Department:						
Salaries and Wages	9,896	-	9,896	5,080	4,816	-
Other Expenses	156	1,357	1,513	1,380	133	-
Statutory Expenditures:						
Social Security System (O.A.S.I.)	80,350	-	80,350	7,057	73,293	-

**TOWNSHIP OF JACKSON
CURRENT FUND
SCHEDULE OF 2013 APPROPRIATION RESERVES
FOR THE YEAR ENDED DECEMBER 31, 2014**

	BALANCE DECEMBER 31, 2013	RESERVE FOR ENCUMBRANCES	BALANCE AFTER TRANSFERS	PAID OR CHARGED	BALANCE LAPSED	OVER- EXPENDITURE
Defined Contribution Retirement Program	20	-	20	-	20	-
Service Contracts:						
Sewer & Water Purposes - MUA	600	-	600	-	600	-
Relocation Assistance	2,000	-	2,000	-	2,000	-
Recycling Tax	10,000	-	10,000	451	9,549	-
LOSAP	5,000	22,000	27,000	22,000	5,000	-
Matching Funds for Grants	5,365	-	5,365	-	5,365	-
Judgements	2,569	-	2,569	-	2,569	-
Total General Appropriations	\$ 1,248,825	\$ 933,654	\$ 2,182,479	\$ 1,185,988	\$ 996,491	\$ -

Cash Disbursements	\$ 1,017,865
Accounts Payable	168,123
Total	\$ 1,185,988

**TOWNSHIP OF JACKSON
CURRENT FUND
SCHEDULE OF ACCOUNTS PAYABLE
FOR THE YEAR ENDED DECEMBER 31, 2014**

Balance December 31, 2013		\$ 404,530
Increased by:		
Appropriation Reserves Charged		<u>168,123</u>
Subtotal		572,653
Decreased by:		
Cash Disbursed	\$ 29,575	
Cancelled	<u>244,868</u>	<u>274,443</u>
Balance December 31, 2014		<u><u>\$ 298,210</u></u>

**SCHEDULE OF RESERVE FOR ENCUMBRANCES
FOR THE YEAR ENDED DECEMBER 31, 2014**

Balance December 31, 2013		\$ 933,654
Increased by:		
2014 Budget Appropriations		<u>1,905,761</u>
Subtotal		2,839,415
Decreased by:		
Transfer to Appropriation Reserves		933,654
Adjustment		<u>685,770</u>
Balance December 31, 2014		<u><u>\$ 1,219,991</u></u>

**TOWNSHIP OF JACKSON
CURRENT FUND
SCHEDULE OF PREPAID TAXES
FOR THE YEAR ENDED DECEMBER 31, 2014**

Balance December 31, 2013	\$ 627,663
Increased by:	
2014 Tax Collections	<u>557,812</u>
Subtotal	1,185,475
Decreased by:	
Applied to 2014 Taxes Receivable	<u>627,663</u>
Balance December 31, 2014	<u><u>\$ 557,812</u></u>

**SCHEDULE OF TAX OVERPAYMENTS
FOR THE YEAR ENDED DECEMBER 31, 2014**

Balance December 31, 2013	\$ 28,997
Increased by:	
Overpayments Created	<u>279,431</u>
Subtotal	308,428
Decreased by:	
Overpayments Applied	\$ 160,034
Cash Refunds	<u>111,918</u>
	271,952
Balance December 31, 2014	<u><u>\$ 36,476</u></u>

**TOWNSHIP OF JACKSON
CURRENT FUND
SCHEDULE OF COUNTY TAXES PAYABLE
FOR THE YEAR ENDED DECEMBER 31, 2014**

Balance December 31, 2013		\$ 68,550
Increased by:		
County Tax	\$ 22,139,030	
County Library Tax	2,467,409	
County Health Tax	887,237	
County Open Space Preservation Tax	777,715	
Due County for Added & Omitted Taxes	102,835	26,374,226
		<hr/>
Subtotal		26,442,776
Decreased by:		
Payments		26,339,941
		<hr/>
Balance December 31, 2014		<u><u>\$ 102,835</u></u>

**SCHEDULE OF LOCAL DISTRICT SCHOOL TAX PAYABLE
FOR THE YEAR ENDED DECEMBER 31, 2014**

Balance December 31, 2013		\$ -
Increased by:		
Levy - Calendar Year 2014		81,958,272
		<hr/>
Subtotal		81,958,272
Decreased by:		
Disbursed		81,958,272
		<hr/>
Balance December 31, 2014		<u><u>\$ -</u></u>

**TOWNSHIP OF JACKSON
CURRENT FUND
SCHEDULE OF SPECIAL DISTRICT TAXES PAYABLE
FOR THE YEAR ENDED DECEMBER 31, 2014**

Balance December 31, 2013	\$	-
Increased by:		
Fire Districts Levy:		
Whitesville Fire District #1	\$	503,000
Cassville Fire District #2		1,102,503
Hulses Corner Fire District #3		2,524,098
Jackson Mills Fire District #4		1,485,329
		<u>5,614,930</u>
Subtotal		5,614,930
Decreased by:		
Disbursed		<u>5,614,930</u>
Balance December 31, 2014	<u>\$</u>	<u>-</u>

**SCHEDULE OF DUE TO STATE OF NEW JERSEY - CONSTRUCTION FEES
FOR THE YEAR ENDED DECEMBER 31, 2014**

Balance December 31, 2013	\$	14,176
Increased by:		
Collections		<u>62,164</u>
Subtotal		76,340
Decreased by:		
Disbursed		<u>52,573</u>
Balance December 31, 2014	<u>\$</u>	<u>23,767</u>

**SCHEDULE OF DUE TO STATE OF NEW JERSEY - MARRIAGE LICENSE FEES
FOR THE YEAR ENDED DECEMBER 31, 2014**

Balance December 31, 2013	\$	1,325
Increased by:		
Collections		<u>6,980</u>
Subtotal		8,305
Decreased by:		
Disbursed		<u>6,780</u>
Balance December 31, 2014	<u>\$</u>	<u>1,525</u>

**TOWNSHIP OF JACKSON
CURRENT FUND
SCHEDULE OF RESERVE FOR REVALUATION PROGRAM
FOR THE YEAR ENDED DECEMBER 31, 2014**

Balance December 31, 2014 & 2013		\$ 5,743
----------------------------------	--	----------

**SCHEDULE OF DUE TO MUNICIPAL OPEN SPACE TRUST FUND
FOR THE YEAR ENDED DECEMBER 31, 2014**

Balance December 31, 2013		\$ -
Increased by:		
Open Space Tax	\$ 1,329,594	
Added & Omitted Taxes	<u>5,200</u>	1,334,794
Subtotal		1,334,794
Decreased by:		
Cash Disbursed		<u>1,334,794</u>
Balance December 31, 2014		<u>\$ -</u>

**SCHEDULE OF RESERVE FOR GARDEN STATE TRUST FUND
FOR THE YEAR ENDED DECEMBER 31, 2014**

Balance December 31, 2013		\$ 1
Increased by:		
Cash Receipts		<u>56,290</u>
Subtotal		56,291
Decreased by:		
Utilized as Anticipated Revenue		<u>56,290</u>
Balance December 31, 2014		<u>\$ 1</u>

**TOWNSHIP OF JACKSON
CURRENT FUND
SCHEDULE OF RESERVE FOR STATE BOARD OF TAXATION APPEALS
FOR THE YEAR ENDED DECEMBER 31, 2014**

Balance December 31, 2014 & 2013 \$ 313,783

**SCHEDULE OF RESERVE FOR MASTER PLAN
FOR THE YEAR ENDED DECEMBER 31, 2014**

Balance December 31, 2013 \$ 26,577
Decreased by:
 Disbursements 1,354
Balance December 31, 2014 \$ 25,223

**SCHEDULE OF RESERVE FOR SKATE PARK
FOR THE YEAR ENDED DECEMBER 31, 2014**

Balance December 31, 2014 & 2013 \$ 2,118

**TOWNSHIP OF JACKSON
CURRENT FUND
SCHEDULE OF RESERVE FOR COAH STATE PLAN
FOR THE YEAR ENDED DECEMBER 31, 2014**

Balance December 31, 2014 & 2013	\$ <u><u>915,250</u></u>
----------------------------------	--------------------------

**SCHEDULE OF RESERVE FOR FEMA REIMBURSEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2014**

Balance December 31, 2013	\$ 584,765
Increased by:	
FEMA Reimbursements	<u>1,028,065</u>
Subtotal	1,612,830
Decreased by:	
Adopted Budget	<u>621,287</u>
Balance December 31, 2014	\$ <u><u>991,543</u></u>

**SCHEDULE OF RESERVE FOR HURRICANE SANDY
FOR THE YEAR ENDED DECEMBER 31, 2014**

Balance December 31, 2013	\$ 1,105,528
Decreased by:	
Cash Disbursements	<u>1,051,865</u>
Balance December 31, 2014	\$ <u><u>53,663</u></u>

**TOWNSHIP OF JACKSON
CURRENT FUND
SCHEDULE OF RESERVE FOR SCIBAL REIMBURSEMENTS - HURRICANE SANDY - DPW
FOR THE YEAR ENDED DECEMBER 31, 2014**

Balance December 31, 2013	\$ 26,462
Decreased by:	
Cash Disbursement	<u>1,227</u>
Balance December 31, 2014	<u><u>\$ 25,235</u></u>

**SCHEDULE OF RESERVE FOR SCIBAL REIMBURSEMENTS - HURRICANE SANDY - POLICE
FOR THE YEAR ENDED DECEMBER 31, 2014**

Balance December 31, 2014 & 2013	\$ 30,249
----------------------------------	-----------

**SCHEDULE OF RESERVE FOR POLICE CARS
FOR THE YEAR ENDED DECEMBER 31, 2014**

Balance December 31, 2013	\$ 56,910
Increased by:	
Cash Receipts	<u>61,168</u>
Balance December 31, 2014	<u><u>\$ 118,078</u></u>

**TOWNSHIP OF JACKSON
CURRENT FUND
SCHEDULE OF INTERFUNDS - OTHER FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2014**

	FEDERAL & STATE GRANT FUND	GENERAL CAPITAL	DOG TRUST	TRUST OTHER	TOTAL
Balance December 31, 2013:					
Interfunds Receivable	\$ -	\$ -	\$ 26,314	\$ 9,028	\$ 35,342
(Interfunds Payable)	<u>(380,368)</u>	<u>(380,624)</u>	<u>-</u>	<u>-</u>	<u>(760,992)</u>
Subtotal	<u>(380,368)</u>	<u>(380,624)</u>	<u>26,314</u>	<u>9,028</u>	<u>(725,650)</u>
Increased by:					
Anticipated Revenue	1,274,301	-	-	-	1,274,301
Cash Disbursements	725,991	2,449,376	-	579,723	3,755,090
Cancellation of Appropriation Reserves	<u>31,430</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>31,430</u>
Subtotal	<u>2,031,722</u>	<u>2,449,376</u>	<u>-</u>	<u>579,723</u>	<u>5,060,821</u>
Decreased by:					
Cash Collections:					
Grants Receivable	562,985	-	-	-	562,985
Unappropriated Funds	214,097	-	-	-	214,097
Interfunds Liquidated	-	2,068,752	26,314	592,895	2,687,961
Grant Appropriations	1,290,662	-	-	-	1,290,662
Cancellation of Grant Receivables	<u>26,926</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>26,926</u>
Subtotal	<u>2,094,670</u>	<u>2,068,752</u>	<u>26,314</u>	<u>592,895</u>	<u>4,782,631</u>
Balance December 31, 2014:					
Interfunds Receivable	-	-	-	-	-
(Interfunds Payable)	<u>\$ (443,316)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (4,144)</u>	<u>\$ (447,460)</u>

**TOWNSHIP OF JACKSON
CURRENT FUND
SCHEDULE OF DEFERRED CHARGES
FOR THE YEAR ENDED DECEMBER 31, 2014**

DATE AUTHORIZED	PURPOSE	NET AMOUNT AUTHORIZED	1/5 OF NET AMOUNT AUTHORIZED	BALANCE DECEMBER 31, 2013	REDUCED IN 2014 BUDGET	ADDED IN 2014	BALANCE DECEMBER 31, 2014
2012	Hurricane Sandy (N.J.S. 40A:4-53)	\$ 1,905,000	\$ 381,000	\$ 1,524,000	\$ 621,287	\$ -	\$ 902,713
2011	Codification of Ordinances (N.J.S. 40A:4-53)	20,130	4,026	12,078	4,026	-	8,052
2013	Overexpenditure of Appropriation Reserve	10,064	-	10,064	10,064	-	-
Total				\$ 1,546,142	\$ 635,377	\$ -	\$ 910,765

**TOWNSHIP OF JACKSON
 FEDERAL AND STATE GRANT FUND
 SCHEDULE OF DUE FROM CURRENT FUND
 FOR THE YEAR ENDED DECEMBER 31, 2014**

Balance December 31, 2013		\$	380,368
Increased by:			
Deposited in Current Fund:			
Unappropriated Reserves	\$	214,097	
Grants Receivable		562,985	
Cancellation of Grants Receivable		26,926	
2014 Budget Appropriations		1,290,662	2,094,670
Subtotal			2,475,038
Decreased by:			
Disbursed by Current Fund:			
Appropriated Reserves		725,991	
Cancellation of Appropriated Reserves		31,430	
2014 Anticipated Revenue		1,274,301	2,031,722
Balance December 31, 2014		\$	<u><u>443,316</u></u>

**TOWNSHIP OF JACKSON
FEDERAL AND STATE GRANT FUND
SCHEDULE OF STATE AND FEDERAL GRANTS RECEIVABLE
FOR THE YEARENDED DECEMBER 31, 2014**

	BALANCE DECEMBER 31, 2013	2014 ANTICIPATED REVENUE	CASH RECEIVED	TRANSFER FROM UNAPPROPRIATED RESERVE	CANCELLED	BALANCE DECEMBER 31, 2014
State Grants:	\$	\$	\$	\$	\$	\$
COPS in Shops - Fall College Initiative 2014	-	2,800	2,600	-	-	200
COPS in Shops - Summer Shore Initiative 2014	-	2,400	2,310	-	-	90
Alcohol Education & Rehabilitation 2013	-	2,428	-	2,428	-	-
Drive Sober or Get Pulled Over 2012	-	7,500	-	-	-	7,500
Pedestrian Safety Grant 2012	15,000	-	-	-	15,000	-
Emergency Response Grant 2014	-	13,600	-	-	-	13,600
Clean Communities 2013	-	94,305	-	94,305	-	-
Green Communities	-	3,000	-	-	-	3,000
Recycling Tonnage 2013	-	59,029	-	59,029	-	-
Drunk Driving Enforcement Fund 2014	-	10,508	-	10,508	-	-
NJ Body Armor Replacement Grant 2013	-	9,405	-	9,405	-	-
Municipal Alliance Alcohol & Drug Alliance 2013	20,906	-	15,667	-	5,239	-
Municipal Alliance Alcohol & Drug Alliance 2014	-	48,644	7,833	-	5,437	35,374
NJ Handicapped Recreational Opportunities 2013	15,000	-	15,000	-	-	-
NJ Handicapped Recreational Opportunities 2014	-	15,000	-	-	-	15,000
Click It or Ticket 2013	300	-	-	-	-	-
Click It or Ticket 2014	-	4,000	-	-	300	-
Safe & Secure Neighborhood 2013	-	3,050	3,050	-	-	-
Safe & Secure Neighborhood 2014	15,603	-	15,603	-	950	-
OC Cultural & Heritage Comm 2013	-	28,805	13,202	-	-	15,603
OC Cultural & Heritage Comm 2014	300	-	300	-	-	-
NJ-DOT Municipal Aid-Wright Debow '14	-	1,200	960	-	-	240
NJ-DOT Municipal Aid- Brewers Bridge	-	328,967	-	-	-	328,967
NJ-DOT Local Aid- Sidewalks	-	325,000	243,750	-	-	81,250
	-	300,000	225,000	-	-	75,000
Total State	67,109	1,256,591	545,275	175,675	26,926	575,824
Federal Grants:						
OCDOF Senior Citizen Information Grant 2013	-	17,710	17,710	-	-	-
Total Federal	-	17,710	17,710	-	-	-
Total	\$ 67,109	\$ 1,274,301	\$ 562,985	\$ 175,675	\$ 26,926	\$ 575,824

**TOWNSHIP OF JACKSON
FEDERAL AND STATE GRANT FUND
SCHEDULE OF STATE AND FEDERAL GRANTS - APPROPRIATED
FOR THE YEAR ENDED DECEMBER 31, 2014**

	BALANCE DECEMBER 31, 2013	TRANSFERRED FROM 2014 BUDGET	PRIOR YEAR ENCUMBRANCES	EXPENDED	RESERVE FOR ENCUMBRANCES	REFUND	CANCELLED	BALANCE DECEMBER 31, 2014
State Grants:								
Handicapped Recreation Opportunities - 2013	\$ 18,000	\$ -	-	\$ 18,000	\$ -	-	-	\$ -
Handicapped Recreation Opportunities - 2014	-	18,000	-	2,508	2,200	-	-	13,292
Click It or Ticket - 2013	300	-	-	-	-	-	300	-
Click It or Ticket - 2014	-	4,000	-	3,050	-	-	950	-
Recycling Tonnage Grant - 2009	34,748	-	-	-	-	-	-	34,748
Recycling Tonnage Grant - 2010	44,675	-	-	-	-	-	-	44,675
Recycling Tonnage Grant - 2011	66,707	-	-	-	-	-	-	66,707
Recycling Tonnage Grant - 2012	49,031	-	-	-	-	-	-	49,031
Recycling Tonnage Grant - 2013	21,408	-	-	19,239	-	-	-	2,169
Recycling Tonnage Grant - 2014	-	59,029	-	20,641	-	-	-	38,388
Body Armor Replacement Grant - 2012	2,471	-	-	2,471	-	-	-	-
Body Armor Replacement Grant - 2013	7,418	-	-	4,531	-	-	-	2,887
Body Armor Replacement Grant - 2014	-	9,405	-	-	-	-	-	9,405
Drunk Driving Enforcement Fund - 2012	-	-	75	-	-	-	-	75
Drunk Driving Enforcement Fund - 2013	-	-	75	-	-	2,690	-	2,765
Drunk Driving Enforcement Fund - 2014	-	10,508	-	1,885	158	-	-	8,465
Alcohol Education & Rehabilitation - 2008	148	-	-	-	-	-	-	148
Alcohol Education & Rehabilitation - 2009	1,502	-	-	-	-	-	-	1,502
Alcohol Education & Rehabilitation - 2010	3,094	-	-	-	-	-	-	3,094
Alcohol Education & Rehabilitation - 2012	1,496	-	-	-	-	-	-	1,496
Alcohol Education & Rehabilitation - 2013	-	2,428	-	-	-	-	-	2,428
Municipal Alliance - 2013	4,292	-	-	-	-	-	4,292	-
Municipal Alliance - 2014	-	16,587	-	5,699	-	-	-	-
Municipal Alliance - 2015	-	44,218	-	1,665	-	-	10,888	42,553
Safe & Secure Communities Program 2012	-	-	-	-	-	-	-	-
Safe & Secure Communities Program 2013	15,603	-	-	15,603	-	-	-	-
Safe & Secure Communities Program 2014	-	28,805	-	13,202	-	-	-	15,603
Clean Communities Program - 2012	3,808	-	243	3,793	255	-	-	3
Clean Communities Program - 2013	68,423	-	845	45,671	-	-	-	23,597
Clean Communities Program - 2014	-	94,305	-	7,158	-	-	-	87,147
Green Communities-2013	2,269	-	-	-	-	-	-	2,269
Green Communities-2014	-	3,000	-	-	-	-	-	3,000
COPS in Shops - Summer Shore Initiative 2011	-	2,400	-	2,400	-	-	-	-
COPS in Shops - Fall College Initiative 2014	-	2,800	-	2,600	-	-	-	200
Recycling Mini Grant	2,907	-	-	-	-	-	-	2,907
Drive Sober or Get Pulled Over	-	-	-	-	-	-	-	-
Y/E Crackdown - 2014	-	7,500	-	600	-	-	-	6,900
Emergency Response Grant 2014	-	13,600	-	-	13,576	-	-	24

**TOWNSHIP OF JACKSON
FEDERAL AND STATE GRANT FUND
SCHEDULE OF STATE AND FEDERAL GRANTS - APPROPRIATED
FOR THE YEAR ENDED DECEMBER 31, 2014**

	BALANCE DECEMBER 31, 2013	TRANSFERRED FROM 2014 BUDGET	PRIOR YEAR ENCUMBRANCES	EXPENDED	RESERVE FOR ENCUMBRANCES	REFUND	CANCELLED	BALANCE DECEMBER 31, 2014
Pedestrian Safety Grant 2012	15,000	-	-	-	-	-	15,000	-
Stormwater Management	372	-	-	-	-	-	-	372
Going Green Sustainable/Small Cities 2012	1,000	-	-	-	-	-	-	1,000
Management Plan Grant - 2009	-	-	-	-	-	-	-	-
NJ-DOT Municipal Aid- Wright Debow '14	-	328,967	-	-	-	-	-	328,967
NJ-DOT Municipal Aid- Brewers Bridge	-	325,000	-	325,000	-	-	-	-
NJ-DOT Local Aid- Sidewalks	-	300,000	-	213,665	86,335	-	-	-
OC Heritage & Cultural Comm - 2014	-	2,400	-	1,902	498	-	-	-
Total State Grants	364,672	1,272,952	1,238	711,283	103,022	2,690	31,430	795,817

Federal Grants:

Ocean County Office of Senior Services - Information Systems Grant 2013	10	-	187	187	10	-	-	-
Information Systems Grant 2014	-	17,710	-	17,210	500	-	-	-
Total Federal Grants	10	17,710	187	17,397	510	-	-	-
Totals	\$ 364,682	\$ 1,290,662	\$ 1,425	\$ 728,680	\$ 103,532	\$ 2,690	\$ 31,430	\$ 795,817

**TOWNSHIP OF JACKSON
FEDERAL AND STATE GRANT FUND
SCHEDULE OF STATE AND FEDERAL GRANTS - UNAPPROPRIATED
FOR THE YEAR ENDED DECEMBER 31, 2014**

	BALANCE DECEMBER 31, 2013	RECEIVED 2014	ANTICIPATED AS REVENUE	BALANCE DECEMBER 31, 2014
State Grants:				
Alcohol Education & Rehabilitation	\$ 2,428	\$ 2,423	\$ 2,428	\$ 2,423
NJ Body Armor	9,405	7,333	9,405	7,333
Clean Communities	-	94,305	94,305	-
Drunk Driving Enforcement Fund	10,507	9,787	10,508	9,786
Recycling Tonnage	59,029	100,249	59,029	100,249
	<hr/>			
Total State	81,369	214,097	175,675	119,791
<hr/>				
Federal Grants:				
OCDOF Senior Citizen Information Grant	-	-	-	-
	<hr/>			
Total Federal	-	-	-	-
	<hr/>			
Total	\$ 81,369	\$ 214,097	\$ 175,675	\$ 119,791
	<hr/> <hr/>			

**SCHEDULE OF RESERVE FOR ENCUMBRANCES
FOR THE YEAR ENDED DECEMBER 31, 2014**

Balance December 31, 2013	\$ 1,426
Increased by:	
Charged to Appropriation Reserves	<u>103,532</u>
Subtotal	104,958
Decreased by:	
Applied to Appropriated Reserves	<u>1,426</u>
Balance December 31, 2014	<u><u>\$ 103,532</u></u>

(THIS PAGE INTENTIONALLY LEFT BLANK)

TRUST FUND

(THIS PAGE INTENTIONALLY LEFT BLANK)

**TOWNSHIP OF JACKSON
TRUST FUND
SCHEDULE OF CASH - TREASURER
FOR THE YEAR ENDED DECEMBER 31, 2014**

	ANIMAL CONTROL TRUST FUND	OPEN SPACE TRUST FUND	TRUST OTHER FUND
Balance December 31, 2013	\$ 139,043	\$ 4,061,833	\$ 10,911,889
Increased by Receipts:			
Reserve for Animal Control Trust Fund			
Expenditures	\$ 76,603	\$ -	\$ -
Interfund Due Current	-	-	579,723
Various Reserves	-	-	5,264,302
Due from Ocean County Community Development Block Grant	-	-	75,452
Reserve for Open Space	-	1,338,867	-
Due to State of New Jersey	7,068	-	-
Total Receipts	83,671	1,338,867	5,919,477
Total	222,714	5,400,700	16,831,366
Decreased by Disbursements:			
Due to State of New Jersey	7,061	-	-
Animal Control Trust Fund Expenditures (R.S.4:19015.11)	87,617	-	-
Interfund - Current Fund	26,314	-	592,902
Community Development Block Grant	-	-	67,758
Various Reserves	-	-	5,922,766
Reserve for Open Space	-	2,801,055	-
Total Disbursements	120,992	2,801,055	6,583,426
Balance December 31, 2014	\$ 101,722	\$ 2,599,645	\$ 10,247,940

**TOWNSHIP OF JACKSON
ANIMAL CONTROL TRUST FUND
SCHEDULE OF DUE TO STATE OF NEW JERSEY
FOR THE YEAR ENDED DECEMBER 31, 2014**

Balance December 31, 2013	\$	5
Increased by:		
Cash Receipts		<u>7,068</u>
Subtotal		7,073
Decreased by:		
Cash Disbursements		<u>7,061</u>
Balance December 31, 2014	<u>\$</u>	<u>12</u>

**ANIMAL CONTROL TRUST FUND
SCHEDULE OF RESERVE FOR ANIMAL CONTROL FUND EXPENDITURES
FOR THE YEAR ENDED DECEMBER 31, 2014**

Balance December 31, 2013	\$	112,724
Increased by:		
2014 Dog License Fees Collected		<u>76,603</u>
Subtotal		189,327
Decreased by:		
Expenditures Under R.S.4:19-15:11 - Cash	\$	87,617
Due to Current Fund - Statutory Excess		<u>-</u>
		<u>87,617</u>
Balance December 31, 2014	<u>\$</u>	<u>101,710</u>

LICENSE FEES COLLECTED

YEAR	AMOUNT
2013	\$ 62,569
2012	<u>64,187</u>
Total	<u>\$ 126,756</u>

**TOWNSHIP OF JACKSON
TRUST OTHER FUND
SCHEDULE OF INTERFUND - CURRENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2014**

Balance December 31, 2013	\$ 9,028
Increased by:	
Cash Receipts	<u>579,723</u>
Subtotal	588,751
Decreased by:	
Cash Disbursements	<u>592,895</u>
Balance December 31, 2014	<u><u>\$ (4,144)</u></u>

**SCHEDULE OF DUE FROM COUNTY OF OCEAN COMMUNITY DEVELOPMENT BLOCK GRANT
FOR THE YEAR ENDED DECEMBER 31, 2014**

Balance December 31, 2013	\$ 177,460
Increased by:	
Grant Awards 2014	<u>146,583</u>
Subtotal	324,043
Decreased by:	
Cash Receipts	<u>75,452</u>
Balance December 31, 2014	<u><u>\$ 248,591</u></u>
 <u>Analysis of Balance, December 31, 2014</u>	
CT-1512-12	361
CT-1512-13	101,647
CT-1512-14	<u>146,583</u>
	<u><u>\$ 248,591</u></u>

**TOWNSHIP OF JACKSON
TRUST OTHER FUND
SCHEDULE OF RESERVE FOR COMMUNITY DEVELOPMENT BLOCK GRANT EXPENDITURES
FOR THE YEAR ENDED DECEMBER 31, 2014**

Balance December 31, 2013	\$	162,361
Increased by:		
Community Development Block Grants		<u>146,583</u>
Subtotal		308,944
Decreased by:		
Cash Disbursed		<u>67,758</u>
Balance December 31, 2014	<u>\$</u>	<u>241,186</u>

**TOWNSHIP OF JACKSON
TRUST OTHER FUND
SCHEDULE OF VARIOUS RESERVES
FOR THE YEAR ENDED DECEMBER 31, 2014**

	BALANCE DECEMBER 31, 2013	INCREASES	DECREASES	ADJUSTMENTS	BALANCE DECEMBER 31, 2014
Reserve for:					
Municipal Alliance	\$ 1,144	\$ 150	\$ -	\$ -	\$ 1,294
Developer Escrow	4,824,856	575,979	1,232,335	-	4,168,500
Recreation Trust	214,745	652,950	633,109	-	234,586
Handicapped Commission	11,681	17,123	11,234	-	17,570
Tax Title Liens Premiums/ Redemptions	1,087,364	2,555,658	2,263,968	-	1,379,054
Unemployment Trust	264,763	22,943	35,068	-	252,638
Parking Offense Adjudication Ac	1,864	186	-	-	2,050
Recycling Trust	462,126	144,801	111,099	-	495,828
Harmony Trust	474	-	-	-	474
Special Law Enforcement Fund	49,769	56,468	25,204	-	81,033
Public Defender Fees	19,862	36,116	27,200	-	28,778
Industrial Commission	1	-	-	1	-
Tree Escrow	651,730	10,765	40,865	-	621,630
Sick Leave Trust Fund	256,794	150,000	142,704	-	264,090
Off Duty Police	80,395	672,611	608,345	-	144,661
Youth Advisory	72	-	-	-	72
Management of Feral Cats	47	-	-	-	47
Snow Removal	300,349	135,650	216,645	-	219,354
C.O.A.H.	1,706,578	176,296	174,187	-	1,708,687
Clean Communities Donation	19,190	17,375	34,508	-	2,057
Developers Contribution Curbs & Sidewalks	103,920	38,260	10,040	-	132,140
Detention Basin	860,073	966	356,256	-	504,783
Section 125 Flex Spending	163	-	-	-	163
Total	\$ 10,917,960	\$ 5,264,297	\$ 5,922,767	\$ 1	\$ 10,259,489

**TOWNSHIP OF JACKSON
OPEN SPACE TRUST FUND
SCHEDULE OF RESERVE FOR OPEN SPACE
FOR THE YEAR ENDED DECEMBER 31, 2014**

Balance December 31, 2013		\$	4,061,833
Increased by:			
Open Space Tax levy	\$	1,329,594	
Open Space Added/Omitted Levy		5,200	
Interest Earned		4,073	1,338,867
Subtotal			5,400,700
Decreased by:			
Payment of Bond Principal		560,000	
Interest on Bonds		119,380	
Purchases		2,121,675	2,801,055
Balance December 31, 2014		\$	<u><u>2,599,645</u></u>

**TOWNSHIP OF JACKSON
LENGTH OF SERVICE AWARD PROGRAM FUND ("LOSAP")
SCHEDULE OF FUNDS HELD BY TRUSTEE
FOR THE YEAR ENDED DECEMBER 31, 2014**

Balance December 31, 2013	\$ 112,314
Increased by:	
Township Contributions	
Appreciation	4,221
	<hr/>
Subtotal	116,535
Decreased by:	
Fees	-
	<hr/>
Balance December 31, 2014	<u><u>\$ 116,535</u></u>

**SCHEDULE OF RESERVE FOR LENGTH OF SERVICE AWARD PROGRAM
FOR THE YEAR ENDED DECEMBER 31, 2014**

Balance December 31, 2013	\$ 112,314
Increased by:	
Township Contributions	
Appreciation	4,221
	<hr/>
Subtotal	116,535
Decreased by:	
Fees	-
	<hr/>
Balance December 31, 2014	<u><u>\$ 116,535</u></u>

(THIS PAGE INTENTIONALLY LEFT BLANK)

GENERAL CAPITAL FUND

(THIS PAGE INTENTIONALLY LEFT BLANK)

**TOWNSHIP OF JACKSON
GENERAL CAPITAL FUND
STATEMENT OF FUND BALANCE
FOR THE YEAR ENDED DECEMBER 31, 2014**

Balance December 31, 2013	\$ 60,099
Decreased by:	
Anticipated as 2014 Budget Revenue	<u>60,000</u>
Balance December 31, 2014	<u><u>\$ 99</u></u>

**SCHEDULE OF CASH AND CASH EQUIVALENTS
FOR THE YEAR ENDED DECEMBER 31, 2014**

Balance December 31, 2013	\$ 3,867,877
Increased by:	
Bond Anticipation Notes	\$ 1,891,241
Bonds	5,485,000
Investment in Bond Anticipation Note	621,287
Due Current Fund	2,449,376
Reserve for Debt Service - Other	113,664
Capital Improvement Fund	<u>100,000</u>
Subtotal	14,528,445
Decreased by:	
Bond Anticipation Notes	5,485,337
From Current Fund	2,068,753
Budgeted Revenues	60,000
Improvement Authorizations	<u>1,979,056</u>
Balance December 31, 2014	<u><u>\$ 4,935,299</u></u>

**TOWNSHIP OF JACKSON
GENERAL CAPITAL FUND
ANALYSIS OF GENERAL CAPITAL CASH AND INVESTMENTS
FOR THE YEAR ENDED DECEMBER 31, 2014**

		BALANCE DECEMBER 31, 2014
Capital Improvement Fund		30
Reserve for Encumbrances		356,676
Capital Fund Balance		99
Reserve for Debt Service - Open Space Bonds		1,853,771
Reserve for Building Department Facilities		10,589
Reserve for Debt Service - Other		171,426
MUA Shared Services Agreement Receivable		(395)
Investment in Bond Anticipation Note		(902,713)
Improvement Authorizations:		
Ordinance Number:	DESCRIPTION	
13-03	Improvements to Recreational Facilities	2,402
27-04(ii)	Various Improvements to Justice Complex	50,172
10-06(i)	Construction of Public Works Storage Building	9,305
09-07(i)	Municipal Park Facilities (Recreation Fields)	11,173
09-07(iii)	Construction of Public Works Storage Building	1,638
09-07(iv)/28-07	Acquisition of Security, Telecommunications & GPS Equipment	30,357
09-07(vi)	Improvements to Library & Municipal Facilities	64,830
29-08(ii)	Telephone/Data System Upgrade	163,196
29-08(iv)	Hydraulic System Transfer Station	147,469
19-09(i)	Various Roadway Improvements	47,092
19-09(ii)	Public Water Service Installation	81,040
19-09(iii)	Acquisition of Office Equipment	33,726
19-09(iv)	Implementation of Recycling Center	32,310
19-09(v)	Acquisition of Equipment for Police Department	8,028
19-09(vi)	Acquisition of Equipment for Public Works	25,730
19-09(vii)	Acquisition of Passenger Bus for Senior Center	4,862
25-10	Road & Drainage Improvements	66,917
25-10	Municipal Capital Improvements	198,260
25-10	Township Recycling Center	27,420
25-10	Technology Upgrades	49,006
25-10	Police Department Equipment	77,971
25-10	Public Works Equipment	90,864
403R-10	DOT Municipal Aid 2011 - Patterson Road	4,732
03-12	Road Improvements	513,734
03-12	DPW Equipment	60,949
03-12	Ambulance	8,522
03-12	Non-Passenger Vehicles	11,263
18-13(i)	Acquisition of DPW Equipment	292,444
18-13(ii)	Acquisition of Pool Equipment	6,503
18-13(iii)	Record Retention/Microfilming	150,000
18-13(vi)	Various Road/Drainage and Sidewalk Improvements	900,000
18-13(vii)	Section 20 Costs	170,705
20-14	Section 20 Costs	103,196
Total		\$ 4,935,299

**TOWNSHIP OF JACKSON
GENERAL CAPITAL FUND
SCHEDULE OF DUE FROM STATE OF N.J. DEPARTMENT OF TRANSPORTATION
FOR THE YEAR ENDED DECEMBER 31, 2014**

Balance December 31, 2013	\$	325,000
Decreased by:		
Cash Receipts		325,000
		325,000
Balance December 31, 2014	\$	-
		-

Analysis of Balance, December 31, 2014

2012 Brewers Bridge	\$	-
		-
	\$	-
		-

**SCHEDULE OF DUE FROM STATE OF N.J. DEPARTMENT OF ENVIRONMENTAL PROTECTION
FOR THE YEAR ENDED DECEMBER 31, 2014**

Balance December 31, 2013	\$	727,865
Decreased by:		
Cancellations		727,865
		727,865
Balance December 31, 2014	\$	-
		-

Analysis of Balance, December 31, 2014

2011 Stormwater Basin	\$	-
		-
	\$	-
		-

EXHIBIT C-6

**TOWNSHIP OF JACKSON
GENERAL CAPITAL FUND
SCHEDULE OF DUE FROM CURRENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2014**

Balance December 31, 2013	\$	380,624
Increased by:		
Interfund Loan		<u>2,068,752</u>
Subtotal		2,449,376
Decreased by:		
Cash Receipts		<u>2,449,376</u>
Balance December 31, 2014	\$	<u><u>-</u></u>

EXHIBIT C-7

**SCHEDULE OF DUE FROM JACKSON MUA FOR SHARED SERVICES AGREEMENT
FOR THE YEAR ENDED DECEMBER 31, 2014**

Balance December 31, 2014 & 2013	\$	<u><u>395</u></u>
----------------------------------	----	-------------------

EXHIBIT C-8

**SCHEDULE OF DEFERRED CHARGES TO FUTURE TAXATION - FUNDED
FOR THE YEAR ENDED DECEMBER 31, 2014**

Balance December 31, 2013	\$	22,492,000
Increased by:		
Permanent Funding:		<u>5,485,000</u>
Subtotal		27,977,000
Decreased by:		
Budget Appropriation to Pay Bonds	\$	2,941,000
Paid by Open Space Trust Fund		<u>560,000</u>
		3,501,000
Balance December 31, 2014	\$	<u><u>24,476,000</u></u>

**TOWNSHIP OF JACKSON
GENERAL CAPITAL FUND
SCHEDULE OF DEFERRED CHARGES TO FUTURE TAXATION - UNFUNDED
FOR THE YEAR ENDED DECEMBER 31, 2014**

ORDINANCE NUMBER	IMPROVEMENT DESCRIPTION	ANALYSIS OF BALANCE						
		BALANCE DECEMBER 31, 2013	2014 AUTHORIZATIONS	DECREASED 2014	BALANCE DECEMBER 31, 2014	BOND ANTICIPATION NOTES	EXPENDITURES	UNEXPENDED IMPROVEMENT AUTHORIZATIONS
19-09(i)	Various Roadway Improvements	\$ 874,000	\$ -	\$ 874,000	\$ -	\$ -	\$ -	-
19-09(ii)	Public Water Service Installation	93,575	-	93,575	-	-	-	-
19-09(iii)	Acquisition of Office Equipment	48,925	-	48,925	-	-	-	-
19-09(iv)	Implementation of Recycling Center	33,250	-	33,250	-	-	-	-
19-09(v)	Acquisition of Equipment for Police Department	83,600	-	83,600	-	-	-	-
19-09(vi)	Acquisition of Equipment for Public Works	136,178	-	136,178	-	-	-	-
19-09(vii)	Acquisition of Passenger Bus for Senior Center	61,750	-	61,750	-	-	-	-
25-10	Municipal Capital Improvements	199,500	-	199,500	-	-	-	-
25-10	Township Recycling Center	28,500	-	28,500	-	-	-	-
25-10	Technology Upgrades	49,010	-	49,010	-	-	-	-
25-10	Police Department Equipment	342,950	-	342,950	-	-	-	-
25-10	Department of Public Works Equipment	1,501,841	-	1,501,841	-	-	-	-
03-12	Road Improvements	1,330,000	-	1,330,000	-	-	-	-
03-12	DPW Equipment	369,758	-	369,758	-	-	-	-
03-12	Ambulance	142,500	-	142,500	-	-	-	-
03-12	Non-Passenger Vehicles	190,000	-	190,000	-	-	-	-
18-13(i)	Acquisition of DPW Equipment	492,718	-	493,055 (337)	493,055	-	200,275	292,780
18-13(ii)	Acquisition of Pool Equipment	73,463	-	73,463	73,463	-	66,960	6,503
18-13(iii)	Record Retention/Microfilming	156,750	-	156,750	156,750	-	15,000	141,750
18-13(iv)	Acquisition of First Aid Ambulance	167,200	-	167,200	167,200	-	167,200	-
18-13(v)	Acquisition of Senior Center Bus	60,610	-	60,610	60,610	-	60,610	-
18-13(vi)	Various Road/Drainage and Sidewalk Improvements	940,500	-	940,500	940,500	-	90,000	850,500
20-14(i)	Acquisition of DPW Equipment	-	955,009	-	955,009	766,098	-	188,911
20-14(ii)	Various Road/Drainage and Sidewalk Improvements	-	942,857	-	942,857	942,857	-	-
20-14(iii)	Acquisition of Senior Center Bus	-	71,238	-	71,238	71,238	-	-
20-14(iv)	Acquisition of UCC non-passenger Vehicles	-	69,143	-	69,143	69,143	-	-
20-14(v)	Various Park Improvements	-	41,905	-	41,905	41,905	-	-
Total		\$ 7,376,578	\$ 2,080,152	\$ 5,485,000	\$ 3,971,730	\$ 1,891,241	\$ 600,045	\$ 1,480,444

**TOWNSHIP OF JACKSON
GENERAL CAPITAL FUND
SCHEDULE OF GENERAL SERIAL BONDS
FOR THE YEAR ENDED DECEMBER 31, 2014**

IMPROVEMENT DESCRIPTION	ORIGINAL AMOUNT OF ISSUE	ORIGINAL DATE OF ISSUE	MATURITIES OF BONDS OUTSTANDING		INTEREST RATE	BALANCE DECEMBER 31, 2013	ISSUED	PAID	BALANCE DECEMBER 31, 2014							
			DECEMBER 31, 2014	PAYMENT AMOUNT												
General Improvements	\$ 7,931,000	12/01/2003	12/01/2014	\$ -	3.50%	\$ 931,000	-	\$ 931,000	\$ -							
Open Space Bonds	5,918,000	12/01/2003	12/01/2015	475,000	3.60%	2,425,000	-	450,000	1,975,000							
			12/01/2016	500,000	4.00%											
			12/01/2017	500,000	4.00%											
			12/01/2018	500,000	4.00%											
General Improvements	16,102,000	12/01/2008	12/01/2015	1,945,000	3.75%	13,497,000	-	1,250,000	12,247,000							
			12/01/2016	2,025,000	3.75%											
			12/01/2017	2,025,000	3.75%											
			12/01/2018	2,085,000	4.00%											
			12/01/2019	2,035,000	4.00%											
			12/01/2020	2,132,000	4.125%											
			Open Space Bonds	3,739,000	12/01/2008					12/01/2015	105,000	3.75%	3,334,000	-	110,000	3,224,000
										12/01/2016	100,000	3.75%				
12/01/2017	125,000	3.75%														
12/01/2018	130,000	4.00%														
			12/01/2019	225,000	4.00%											
			12/01/2020	235,000	4.125%											
			12/01/2021	245,000	4.25%											
			12/01/2022	255,000	4.375%											
			12/01/2023	270,000	4.50%											
			12/01/2024	280,000	4.50%											
			12/01/2025	295,000	4.625%											
			12/01/2026	305,000	4.75%											
12/01/2027	320,000	4.75%														
12/01/2028	334,000	4.75%														

**TOWNSHIP OF JACKSON
GENERAL CAPITAL FUND
SCHEDULE OF GENERAL SERIAL BONDS
FOR THE YEAR ENDED DECEMBER 31, 2014**

IMPROVEMENT DESCRIPTION	ORIGINAL AMOUNT OF ISSUE	ORIGINAL DATE OF ISSUE	MATURITIES OF BONDS OUTSTANDING		INTEREST RATE	BALANCE DECEMBER 31, 2013	ISSUED	PAID	BALANCE DECEMBER 31, 2014
			PAYMENT DATE	PAYMENT AMOUNT					
Refunding Bonds	8,010,000	4/30/2009	12/01/2015	775,000	4.00%	2,305,000	-	760,000	1,545,000
			12/01/2016	770,000	4.00%				
General Obligation	5,485,000	7/23/2014	6/1/2015	300,000	2.00%	-	5,485,000	-	5,485,000
			6/1/2016	350,000	2.00%				
			6/1/2017	500,000	3.00%				
			6/1/2018	500,000	3.00%				
			6/1/2019	500,000	3.00%				
			6/1/2020	500,000	2.00%				
			6/1/2021	515,000	2.00%				
			6/1/2022	520,000	2.00%				
			6/1/2023	600,000	2.125%				
6/1/2024	600,000	2.25%							
6/1/2025	600,000	2.375%							
Total						\$ 22,492,000	\$ 5,485,000	\$ 3,501,000	\$ 24,476,000

Current Fund Budget Appropriation \$ 2,941,000
 Open Space Trust Appropriation 560,000
\$ 3,501,000

**TOWNSHIP OF JACKSON
GENERAL CAPITAL FUND
SCHEDULE OF IMPROVEMENT AUTHORIZATIONS
FOR THE YEAR ENDED DECEMBER 31, 2014**

ORDINANCE NUMBER	IMPROVEMENT DESCRIPTION	BALANCE DECEMBER 31, 2013		2014 AUTHORIZATIONS	PAID OR CHARGED	RESERVE FOR ENCUMBRANCES	RECLASS PRIOR YEAR ENCUMBRANCES	AUTHORIZATION CANCELLED	BALANCE DECEMBER 31, 2014	
		UNFUNDED	FUNDED						UNFUNDED	FUNDED
13-03	Improvements to Recreational Facilities	\$ -	\$ 9,315	\$ -	\$ 6,913	\$ -	\$ -	\$ -	\$ -	\$ 2,402
27-04(ii)	Various Improvements to the Justice Complex	-	53,180	-	9,261	26,751	33,004	-	-	50,172
10-06(i)	Construction of Public Works Storage Building	-	9,305	-	-	-	-	-	-	9,305
09-07(i)	Municipal Park Facilities (Recreation Fields)	-	1,173	-	(10,000)	-	-	-	-	11,173
09-07(iii)	Construction of Public Works Storage Building	-	1,638	-	-	-	-	-	-	1,638
28-07A	Telecommunications & GPS Equipment	-	65,507	-	18,135	17,015	-	-	-	30,357
09-07(vi)	Improvements to Library & Municipal Facilities	-	182,368	-	33,999	88,462	4,923	-	-	64,830
29-08(ii)	Telephone/Data System Upgrade	-	201,692	-	38,496	-	-	-	-	163,196
29-08(iv)	Hydraulic System Transfer Station	-	147,469	-	47,094	-	47,094	-	-	147,469
19-09(i)	Various Road Improvements	40,840	8,457	-	2,205	-	-	-	-	47,092
19-09(ii)	Public Water Service Installation	83,244	-	-	2,204	-	-	-	-	81,040
19-09(iii)	Acquisition of Office Equipment	35,931	-	-	2,205	-	-	-	-	33,726
19-09(iv)	Implementation of Recycling Center	33,249	1,265	-	2,204	-	-	-	-	32,310
19-09(v)	Acquisition of Equipment for Police Department	10,234	-	-	2,206	-	-	-	-	8,028
19-09(vi)	Acquisition of Equipment for Public Works	27,935	-	-	15,155	-	12,950	-	-	25,730
10-09(vii)	Acquisition of Passenger Bus for Senior Center	7,066	-	-	2,204	-	-	-	-	4,862
25-10	Road & Drainage Improvements	-	71,853	-	6,247	-	1,311	-	-	66,917
25-10	Municipal Capital Improvements	199,499	3,340	-	2,204	2,375	-	-	-	198,260
25-10	Township Recycling Center	28,499	1,125	-	2,204	-	-	-	-	27,420
25-10	Technology Upgrades	49,010	2,201	-	2,205	-	-	-	-	49,006
25-10	Police Department Equipment	85,267	-	-	70,559	2,250	65,513	-	-	77,971
25-10	DPW Equipment	101,192	-	-	823,656	-	813,328	-	-	90,864
403R-10	DOT Municipal Aid 2011 - Patterson Road	-	4,732	-	-	-	-	-	-	4,732
40-11	DEP Storm Water Basin - 2011	-	725,860	-	450	-	2,455	727,865	-	-
03-12	Road Improvements	767,539	-	-	175,723	219,822	141,740	-	-	513,734
03-12	DPW Equipment	63,156	-	-	246,119	-	243,912	-	-	60,949
03-12	Ambulance	10,727	-	-	2,205	-	-	-	-	8,522
03-12	Non-Passenger Vehicles	15,673	-	-	4,410	-	-	-	-	11,263
18-13(i)	Acquisition of DPW Equipment	292,780	-	-	178,720	-	178,720	-	-	292,780
18-13(ii)	Acquisition of Pool Equipment	6,399	-	-	63,796	-	63,900	-	-	6,503
18-13(iii)	Record Retention/Microfilming	141,750	8,250	-	-	-	-	-	-	-
18-13(iv)	Acquisition of First Aid Ambulance	151,200	8,800	-	160,000	-	-	-	-	141,750
18-13(v)	Acquisition of Senior Center Bus	54,810	3,190	-	58,000	-	-	-	-	-
18-13(vi)	Various Road/Drainage and Sidewalk Improvements	850,500	49,500	-	-	-	-	-	-	850,500
18-13(vii)	Section 20 Costs	180,171	-	-	9,466	-	-	-	-	170,705

**TOWNSHIP OF JACKSON
GENERAL CAPITAL FUND
SCHEDULE OF IMPROVEMENT AUTHORIZATIONS
FOR THE YEAR ENDED DECEMBER 31, 2014**

ORDINANCE NUMBER	IMPROVEMENT DESCRIPTION	BALANCE DECEMBER 31, 2013		2014 AUTHORIZATIONS	PAID OR CHARGED	RESERVE FOR ENCUMBRANCES	RECLASS PRIOR YEAR ENCUMBRANCES	AUTHORIZATION CANCELLED	BALANCE DECEMBER 31, 2014	
		UNFUNDED	FUNDED						UNFUNDED	FUNDED
20-14(i)	Acquisition of DPW Equipment	-	-	911,600	-	-	-	-	863,849	47,751
20-14(ii)	Various Road/Drainage and Sidewalk Improvements	-	-	900,000	-	-	-	-	852,857	47,143
20-14(iii)	Acquisition of Senior Center Bus	-	-	68,000	-	-	-	-	64,438	3,562
20-14(iv)	Acquisition of UCC non-passenger Vehicles	-	-	66,000	-	-	-	-	62,543	3,457
20-14(v)	Various Park Improvements	-	-	40,000	-	-	-	-	37,905	2,095
20-14	Section 20 Costs	-	-	198,560	811	-	-	-	197,749	-
Total		\$ 3,236,671	\$ 1,560,220	\$ 2,184,160	\$ 1,979,056	\$ 356,675	\$ 1,608,850	\$ 727,865	\$ 3,541,579	\$ 1,984,726

**TOWNSHIP OF JACKSON
GENERAL CAPITAL FUND
SCHEDULE OF RESERVE FOR ENCUMBRANCES
FOR THE YEAR ENDED DECEMBER 31, 2014**

Balance December 31, 2013	\$ 1,608,852
Increased by:	
Charged to Improvement Authorizations	<u>356,676</u>
Subtotal	1,965,528
Decreased by:	
Prior Year Encumbrance Canceled	<u>1,608,852</u>
Balance December 31, 2014	<u><u>\$ 356,676</u></u>

**SCHEDULE OF CAPITAL IMPROVEMENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2014**

Balance December 31, 2013	\$ 4,038
Increased by:	
2014 Budget Appropriation	<u>100,000</u>
Subtotal	104,038
Decreased by:	
Appropriated to Finance Improvement Authorizations	<u>104,008</u>
Balance December 31, 2014	<u><u>\$ 30</u></u>

**TOWNSHIP OF JACKSON
GENERAL CAPITAL FUND
SCHEDULE OF RESERVE FOR DEBT SERVICE - OPEN SPACE BONDS
FOR THE YEAR ENDED DECEMBER 31, 2014**

Balance December 31, 2014 & 2013	\$ <u>1,853,771</u>
----------------------------------	---------------------

**SCHEDULE OF RESERVE FOR DEBT SERVICE - OTHER
FOR THE YEAR ENDED DECEMBER 31, 2014**

Balance December 31, 2013	\$ 57,762
Increased by:	
Premium from Bond Anticipation Notes & Bonds Issued	<u>113,664</u>
Balance December 31, 2014	<u>\$ 171,426</u>

**SCHEDULE OF RESERVE FOR FIRE DAMAGE - ANNEX BUILDING
FOR THE YEAR ENDED DECEMBER 31, 2014**

Balance December 31, 2014 & 2013	\$ <u>10,589</u>
----------------------------------	------------------

**TOWNSHIP OF JACKSON
GENERAL CAPITAL FUND
SCHEDULE OF BOND ANTICIPATION NOTES
FOR THE YEAR ENDED DECEMBER 31, 2014**

ORDINANCE NUMBER	IMPROVEMENT DESCRIPTION	DATE OF ORIGINAL NOTE	DATE OF ISSUE	DATE OF MATURITY	INTEREST RATE	BALANCE DECEMBER 31, 2013	INCREASE	DECREASE	BALANCE DECEMBER 31, 2014
19-09/25-10/03-12	Acquisition, Construction, Repair & Installation of Various Capital Improvements	8/8/2012	8/8/2012	8/7/2013	1.25%	\$ 5,485,337	-	\$ 5,485,337	\$ -
20-14	Acquisition, Construction, Repair & Installation of Various Capital Improvements	8/4/2014	8/4/2014	8/4/2015	1.00%	-	1,891,241	-	1,891,241
Total						\$ 5,485,337	\$ 1,891,241	\$ 5,485,337	\$ 1,891,241

**TOWNSHIP OF JACKSON
GENERAL CAPITAL FUND
STATEMENT OF BONDS AND NOTES AUTHORIZED BUT NOT ISSUED
AT DECEMBER 31, 2014**

ORDINANCE NUMBER	IMPROVEMENT DESCRIPTION	BALANCE DECEMBER 31, 2013	2014 AUTHORIZATIONS	BANS ISSUED	DEFERRED CHARGES FUNDED	BALANCE DECEMBER 31, 2014
18-13(i)	Acquisition of DPW Equipment	\$ 492,718.00	\$ -	\$ 492,718	\$ -	\$ -
18-13(ii)	Acquisition of Pool Equipment	73,463	-	73,463	-	-
18-13(iii)	Record Retention/Microfilming	156,750	-	156,750	-	-
18-13(iv)	Acquisition of First Aid Ambulance	167,200	-	167,200	-	-
18-13(v)	Acquisition of Senior Center Bus	60,610	-	60,610	-	-
18-13(vi)	Various Road/Drainage and Sidewalk Improvements	940,500	-	940,500	-	-
20-14(i)	Acquisition of DPW Equipment	-	955,009	-	-	955,009
20-14(ii)	Various Road/Drainage and Sidewalk Improvements	-	942,857	-	-	942,857
20-14(iii)	Acquisition of Senior Center Bus	-	71,238	-	-	71,238
20-14(iv)	Acquisition of UCC non-passenger Vehicles	-	69,143	-	-	69,143
20-14(v)	Various Park Improvements	-	41,905	-	-	41,905
Total		<u>\$ 1,891,241</u>	<u>\$ 2,080,152</u>	<u>\$ 1,891,241</u>	<u>\$ -</u>	<u>\$ 2,080,152</u>

**TOWNSHIP OF JACKSON
GENERAL CAPITAL FUND
SCHEDULE OF INVESTMENT IN BOND ANTICIPATION NOTES
FOR THE YEAR ENDED DECEMBER 31, 2014**

Balance December 31, 2013	\$ 1,524,000
Decreased by:	
Payments Received	<u>621,287</u>
Balance December 31, 2014	<u><u>\$ 902,713</u></u>

PUBLIC ASSISTANCE FUND

(THIS PAGE INTENTIONALLY LEFT BLANK)

**TOWNSHIP OF JACKSON
PUBLIC ASSISTANCE FUND
SCHEDULE OF CASH
FOR THE YEAR ENDED DECEMBER 31, 2014**

Balance December 31, 2013	\$ 29,730
Increased by:	
Interest Earned	<u>38</u>
Subtotal	29,768
Decreased by:	
Cash Disbursed	<u>2,500</u>
Balance December 31, 2014	<u><u>\$ 27,268</u></u>

**SCHEDULE OF RESERVE FOR PUBLIC ASSISTANCE
FOR THE YEAR ENDED DECEMBER 31, 2014**

Balance December 31, 2013	\$ 29,730
Increased by:	
Interest Earned	<u>38</u>
Subtotal	29,768
Decreased by:	
Cash Disbursed	<u>2,500</u>
Balance December 31, 2014	<u><u>\$ 27,268</u></u>

(THIS PAGE INTENTIONALLY LEFT BLANK)

GENERAL FIXED ASSETS

(THIS PAGE INTENTIONALLY LEFT BLANK)

**TOWNSHIP OF JACKSON
GENERAL FIXED ASSETS GROUP
SCHEDULE OF INVESTMENTS IN GENERAL FIXED ASSETS
FOR THE YEAR ENDED DECEMBER 31, 2014**

GENERAL FIXED ASSETS	BALANCE DECEMBER 31, 2013	ADDITIONS	DELETIONS	ADJUSTMENTS	BALANCE DECEMBER 31, 2014
Land	\$ 54,983,000	\$ -	\$ -	\$ (12,900)	\$ 54,970,100
Building & Building Improvements	47,646,529		-	(8,745)	47,637,784
Machinery & Equipment	12,809,822	1,949,440	122,642	21,645	14,658,265
	<hr/>				
Total	\$ 115,439,351	\$ 1,949,440	\$ 122,642	\$ -	\$ 117,266,149
	<hr/>				

(THIS PAGE INTENTIONALLY LEFT BLANK)

SINGLE AUDIT SECTION

(THIS PAGE INTENTIONALLY LEFT BLANK)



**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM
AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY
OMB CIRCULAR A-133 AND NJ OMB CIRCULAR 04-04**

Honorable Mayor and Members
of the Township Council
Township of Jackson
County of Ocean
Jackson, New Jersey

Report on Compliance for Each Major Federal and State Program

We have audited the Township of Jackson's compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* and the *New Jersey Grants Compliance Supplement* that could have a direct and material effect on each of the Authority's major federal and state programs for the year ended December 31, 2014. The Township of Jackson's major federal and state programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal and state programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the Township of Jackson's major federal and state programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations* and New Jersey OMB's Circular 04-04, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. Those standards, OMB Circular A-133 and New Jersey OMB's Circular 04-04, require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal or state program occurred. An audit includes examining, on a test basis, evidence about Township of Jackson's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal or state program. However, our audit does not provide a legal determination of the Township of Jackson's compliance with those requirements.

Opinion on Each Major Federal or State Program

In our opinion, the Township of Jackson complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal or state programs for the year ended December 31, 2014.

Other Matters

The results of our auditing procedures disclosed no instances of noncompliance, which are required to be reported in accordance with OMB Circular A-133 or New Jersey OMB Circular 04-04.

Report on Internal Control Over Compliance

Management of the Township of Jackson is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the Township of Jackson's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal or state program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal or state program and to test and report on internal control over compliance in accordance with OMB Circular A-133 or New Jersey OMB's Circular 04-04, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Township of Jackson's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal or state program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal or state program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal or state program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133 and New Jersey OMB's Circular 04-04. Accordingly, this report is not suitable for any other purpose.

Report on Schedule of Expenditures of Federal Awards and State Financial Assistance Required by OMB Circular A-133 and New Jersey OMB Circular 04-04

We have audited the financial statements of the Township of Jackson as of and for the year ended December 31, 2014, and have issued our report thereon dated April 7, 2015, which contained an unmodified opinion on Regulatory Basis on those financial statements. Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of expenditures of federal awards and state financial assistance is presented for purposes of additional analysis as required by OMB Circular A-133 and New Jersey OMB Circular 04-04 and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditure of federal awards and state financial assistance is fairly stated in all material respects in relation to the financial statements as a whole.

Respectfully submitted,

HOLMAN FRENIA ALLISON, P.C.

Rodney R. Haines
Certified Public Accountant
Registered Municipal Accountant
RMA #498

Medford, New Jersey
April 7, 2015

(THIS PAGE INTENTIONALLY LEFT BLANK)

TOWNSHIP OF JACKSON
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR YEAR ENDED DECEMBER 31, 2014

DEPARTMENT/PROGRAM TITLE	GRANT OR FEDERAL ACCOUNT NUMBER	PROJECT NUMBER	PROJECT COST	AWARD AMOUNT	GRANT PERIOD	CASH RECEIVED	EXPENDITURES	CUMULATIVE EXPENDITURE
Federal Emergency Management Agency:								
Hurricane Sandy Relief - Buildings & Equipment	97.036	PA-02-NJ-4086-PW-03924(1)	\$ 1,010	\$ 1,010	10/30/2012 - 04/30/2014	\$ -	\$ 101	\$ 1,010
Hurricane Sandy Relief - Emergency Protective Services	97.036	PA-02-NJ-4086-PW-04170(1)	1,036,973	1,036,973	10/30/2012 - 04/30/2014	712,689	821,812	1,036,973
Hurricane Sandy Relief - Debris Removal	97.036	PA-02-NJ-4086-PW-03599(2)	628,504	628,504	10/30/2012 - 04/30/2014	278,854	370,923	628,504
Hurricane Sandy Relief - Emergency Protective Services	97.036	PA-02-NJ-4086-PW-00096(2)	270,540	270,540	10/30/2012 - 04/30/2014	36,522	169,087	270,540
Total Federal Emergency Management Agency						1,028,065	1,361,923	1,937,027
U.S. Department of Housing and Urban Development:								
Community Development Block Grant								
Public Facilities & Improvements	14.218	CT-908-10	N/A	N/A	Open	13,753	-	-
HC Playground Improvements	14.218	CT-1512-12	N/A	N/A	Open	3,346	1,999	1,999
Senior Ctr Improvements/HC Curb Cutouts	14.218	CT-1512-13	160,000	160,000	Open	58,353	65,759	65,759
Park, Recreational Facilities Improvements - Justice Complex Park	14.218	CT-1512-14	146,583	146,583	Open	-	-	-
Total U.S. Department of Housing and Urban Development						75,452	67,758	67,758
Federal Older American Act								
Ocean County Office of Senior Services - 2013	93.044	N/A	N/A	17,710	Open	-	197	197
Ocean County Office of Senior Services - 2014	93.044	N/A	N/A	17,710	Open	17,710	17,710	17,710
Total Federal Older American Act:						17,710	17,907	17,907
Total Federal Financial Assistance						\$ 1,121,227	\$ 1,447,588	\$ 2,022,692

**TOWNSHIP OF JACKSON
SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE
FOR YEAR ENDED DECEMBER 31, 2014**

<u>DEPARTMENT/PROGRAM TITLE</u>	<u>STATE ACCOUNT NUMBER OR GRANT NUMBER</u>	<u>GRANT PERIOD</u>	<u>CASH RECEIVED</u>	<u>EXPENDITURES</u>	<u>CUMULATIVE EXPENDITURE</u>
Department of Transportation:			\$ 328,967	\$ -	\$ -
NJ-DOT Municipal Aid-Wright Debow '14	20.205	Open		325,000	325,000
NJ-DOT Municipal Aid- Brewers Bridge	20.205	Open		300,000	300,000
NJ-DOT Local Aid- Sidewalks	20.205	Open		300,000	300,000
Total Department of Transportation:			953,967	625,000	625,000
Other Grants					
Body Armor Replacement Grant		Various	-	7,002	7,002
Clean Communities		Various	-	56,877	56,877
Click It or Ticket		Various	3,050	3,050	3,050
COPS in Shops		Various	4,910	5,000	5,000
Drive Sober Get Pulled Over		Various	-	600	600
Drunk Driving Enforcement		Various	-	2,043	2,043
Emergency Radiological		Various	-	13,576	13,576
Municipal Alliance		Various	23,500	7,364	7,364
OC Heritage Cultural Community		Various	1,260	2,400	2,400
Recreation for the Handicapped		Various	15,000	22,708	22,708
Recycling Tonnage Grant		Various	-	39,880	39,880
Safe and Secure Community Grant		Various	28,805	28,805	28,805
Total Other Grants:			76,525	189,305	189,305
Total Expenditures:			\$ 1,030,492	\$ 814,305	\$ 814,305

TOWNSHIP OF JACKSON

**NOTES TO SCHEDULES OF EXPENDITURES
OF FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE
FOR THE YEAR ENDED DECEMBER 31, 2014**

Note 1. General

The accompanying schedules of expenditures of federal awards and state financial assistance present the activity of all federal and state award programs of the Township of Jackson. The Township is defined in Note 1 to the Township's financial statements.

Note 2. Basis of Accounting

The accompanying schedules of expenditures of federal awards and state financial assistance are presented using the modified accrual basis of accounting as promulgated by the State of New Jersey, Department of Community Affairs, Division of Local Government Services, which is described in the Notes to the Financial Statements, Note 1.

Note 3. Relationship to Financial Statements – Statutory Basis

Amounts reported in the accompanying schedule agree with amounts reported in the Township's financial statements. Expenditures from awards are reported in the Township's financial statements as follows:

	State	Federal	Total
State & Federal Grant Fund	\$ 814,305	\$ 17,907	\$ 832,212
Current Fund*	-	1,361,923	1,361,923
Trust Fund	-	67,758	67,758
	<u> </u>	<u> </u>	<u> </u>
Total	<u><u>\$ 814,305</u></u>	<u><u>\$ 1,447,588</u></u>	<u><u>\$ 2,261,893</u></u>

*Federal monies in current fund represent FEMA monies received in 2014 for expenditures spent from November 2012 continuing through the 2014 year.

Note 4. Relationship to Federal & State Financial Report

Amounts reported in the accompanying schedule agree with the amounts reported in the related federal and state financial report.

Note 5. Major Programs

Major programs are identified in the Schedule of Findings and Questioned Costs section.

**TOWNSHIP OF JACKSON
SCHEDULE OF FINDINGS & QUESTIONED COSTS
For the Fiscal Year Ended December 31, 2014**

Section I – Summary of Auditor’s Results

Financial Statements

Type of auditor’s report issued: Modified – GAAP
UnModified - Regulatory

Internal control over financial reporting:

- | | |
|---|---------------|
| 1) Material weakness(es) identified? | No |
| 2) Where significant deficiencies identified that are not considered to be material weaknesses? | None Reported |

Noncompliance material to basic financial Statements noted? No

Federal Awards

Dollar threshold used to distinguish between type A and type B programs: \$300,000

Auditee qualified as low-risk auditee? Yes

Type of auditor’s report issued on compliance for major programs Unmodified

Internal Control over major programs:

- | | |
|---|---------------|
| 1) Material weakness(es) identified? | No |
| 2) Significant deficiencies identified that are not considered to be material weaknesses? | None Reported |

Any audit findings disclosed that are required to be reported in accordance With section .510(a) of Circular A-133? No

Identification of major programs:

CFDA Number(s)	Name of Federal Program
97.036	Federal Emergency Management Agency (FEMA)

**TOWNSHIP OF JACKSON
 SCHEDULE OF FINDINGS & QUESTIONED COSTS
 For the Fiscal Year Ended December 31, 2014**

State Awards

Dollar threshold used to distinguish between type A and type B programs:	\$300,000
Auditee qualified as low-risk auditee?	Yes
Type of auditor's report issued on compliance for major programs	<u>Unmodified</u>
Internal Control over major programs:	
1) Material weakness(es) identified?	No
3) Significant deficiencies identified that are not considered to be material weaknesses?	None Reported
Any audit findings disclosed that are required to be reported in accordance With section .510(a) of Circular A-133?	No

Identification of major programs:

CFDA Number(s)	Name of Federal Program
20.205	Department of Transportation (DOT)

TOWNSHIP OF JACKSON
SCHEDULE OF FINDINGS & QUESTIONED COSTS (continued):
For the Fiscal Year Ended December 31, 2014

Section II – Financial Statement Findings

This section identifies the significant deficiencies, material weaknesses and instances of noncompliance related to the basic financial statements that are required to be reported in accordance with Chapter 5.18 of *Government Auditing Standards*.

Section III – Federal Financial Assistance Findings & State Financial Assistance Findings & Questioned Costs

This section identifies audit findings required to be reported by section .510(a) of Circular A-133 and New Jersey OMB's Circular Letter 04-04.

No Current Year Findings

Section IV – Federal Financial Assistance Findings & State Financial Assistance Findings & Questioned Costs

This section identifies audit findings required to be reported by section .510(a) of Circular A-133 and New Jersey OMB's Circular Letter 04-04.

No Current Year Findings

TOWNSHIP OF JACKSON
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
AND QUESTIONED COSTS AS PREPARED BY MANAGEMENT
For the Fiscal Year Ended December 31, 2014

This section identifies the status of prior-year findings related to the basic financial statements and federal and state awards that are required to be reported in accordance with Chapter 6.12 of *Government Auditing Standards*, U.S. OMB Circular A-133 (section .315 (a)(b)).

Finding 2013-01:

Condition:

There were over-expenditures of Current Fund appropriations reserve line items as of December 31, 2013.

Current Status:

This issue has been corrected.

(THIS PAGE INTENTIONALLY LEFT BLANK)

**TOWNSHIP OF JACKSON
COUNTY OF OCEAN**

**PART II
COMMENTS AND RECOMMENDATIONS
FOR THE YEAR ENDED DECEMBER 31, 2014**

(THIS PAGE INTENTIONALLY LEFT BLANK)



The Honorable Mayor and Members of the
Township Council
Township of Jackson
Jackson, New Jersey 08527

We have audited the financial statements of the Township of Jackson in the County of Ocean for the year ended December 31, 2014. In accordance with requirements prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, the following are the *General Comments and Recommendations* for the year then ended.

GENERAL COMMENTS

Contracts and Agreements Required to be advertised by (N.J.S.A.40A:11-4)

N.J.S.A.40A:11-4 - Every contract or agreement, for the performance of any work or furnishing or hiring of any materials or supplies, the cost or the contract price whereof is to be paid with or out of public funds not included within the terms of Section 3 of this act, shall be made or awarded only by the governing body of the contracting unit after public advertising for bids and bidding therefore, except as is provided otherwise in this act or specifically by any other Law. No work, materials or supplies shall be undertaken, acquired or furnished for a sum exceeding in the aggregate \$17,500 except by contract or agreement. The Township employs a qualified purchasing agent.

It is pointed out that the governing body of the municipality has the responsibility of determining whether the expenditures in any category will exceed the statutory minimum within the fiscal year. Where question arises as to whether any contract or agreement might result in violation of the statute, the solicitor's opinion should be sought before a commitment is made.

The minutes indicate that resolutions were adopted authorizing the awarding of contracts or agreements for "Professional Services," per *N.J.S.A.40A:11-5*.

Inasmuch as the system of records did not provide for an accumulation of payments for categories for the performance of any work or the furnishing or hiring of any materials or supplies, the results of such an accumulation could not reasonably be ascertained. Disbursements were reviewed, however, to determine whether any clear-cut violations existed.

Contracts and Agreements Requiring Solicitation of Quotations

The examination of expenditures did not reveal any individual payments, contracts or agreements in excess of \$3,900 "for the performance of any work or the furnishing or hiring of any materials or supplies", other than those where bids had been previously sought by public advertisement or where a resolution had been previously adopted under the provision of (*N.J.S.A.40A:11-6.1*).

Collection of Interest on Delinquent Taxes

The statute provides the method for authorizing interest and the maximum rate to be charged for the nonpayment of taxes or assessments on or before the date when they would become delinquent.

The governing body on January 1, 2014 adopted the following resolution authorizing interest to be charged on delinquent taxes:

“**BE IT RESOLVED** by the Township Council of the Township of Jackson, County of Ocean, State of New Jersey, the rate of interest charged on delinquent taxes or assessments on any installment made eight (8) days after the date upon which the same became payable, shall not exceed eight (8) percent per annum of the first One Thousand Five Hundred Dollars (\$1,500.00) of the delinquency, and eighteen (18) percent per annum on any amount in excess of One Thousand Five Hundred Dollars (\$1,500.00).

BE IT FURTHER RESOLVED, that where interest on delinquent tax payments is one dollar (\$1.00) or less, payment and collection of said interest is hereby waived.”

It appears from an examination of the Collector's record that interest was collected in accordance with the foregoing resolution.

Delinquent Taxes and Tax Title Liens

The delinquent taxes at December 31, 2014 included 2013, 2012, 2011 & 2010 real estate taxes.

The last tax sale was held on October 1, 2014 and was complete.

The following comparison is made of the number of tax title liens receivable on December 31 of the last three years:

YEAR	NUMBER OF LIENS
2014	76
2013	96
2012	33

Deductions from Taxes

The audit of senior citizen and veteran deductions on a test basis revealed that deductions appear reasonable.

Examination of Bills

A test check of paid bills was made and each bill, upon proper approval, was considered as a separate and individual contract unless the records disclosed it to be a partial payment or estimate.

Municipal Court

A separate report of the Municipal Court transactions was filed in accordance with the requirements of the Local Finance Board.

As part of the test of the municipal court records, no attempt was made to differentiate between fines due the Township, County, or State, or to pass upon the authenticity of the preparation and procedures for complaints issued.

Deposit of Funds Paid to Local Unit

N.J.S.40A:5-15 States:

“All moneys, including moneys collected by taxation, received from any source by or on behalf of any local unit or any board or department thereof shall within 48 hours after the receipt thereof, either;

- a. be paid to the officer charged with the custody of the general funds of the local unit, who shall deposit all such funds within 48 hours after the receipt thereof to the credit of the local unit in its designated legal depository, or;
- b. be deposited to the credit of the local unit in its designated legal depository.”

Payroll

The examination of the payroll fund included testing the detail computation of various deductions or other credits from the payroll of Township employees, also, the examination ascertained that the accumulated withholdings were distributed to the proper agencies.

Follow-Up of Prior Year Findings

In accordance with Government Auditing Standards, our procedures included a review of all prior year findings. Corrective action was taken for all items last year.

OFFICIALS IN OFFICE AND SURETY BONDS

The following officials were in office at December 31, 2014:

NAME	TITLE
Michael Reina	Mayor
Robert Nixon	Council President
Barry Calogero	Council Vice President
Kenneth Bressi	Councilman
Scott Martin	Councilman
Anna Updegrave	Councilwoman
Helene Schlegel	Administrator
Sharon Pinkava	Chief Financial Officer
Ann Marie Eden	Township Clerk/Search Officer
Daniel Sahin	Magistrate
Erin DiCristina	Court Administrator
Gilmore & Monahan	Attorney

There were Employee's Blanket Performance Bonds in the amount of \$50,000 for the Township employees and court personnel carried by the Ocean County Joint Insurance Fund and \$950,000 carried by the Municipal Excess Liability Joint Insurance Fund.

Acknowledgment

We received the complete cooperation of all the Township Officials and employees and we greatly appreciate the courtesies extended to the members of the audit team.

Should you have any questions concerning our comments or recommendations, or should you desire any assistance in implementing our recommendations, please call me.

Respectfully submitted,

HOLMAN FRENIA ALLISON, P. C.

Rodney R. Haines
Certified Public Accountant
Registered Municipal Accountant
RMA #498

Medford, New Jersey
April 7, 2015