CITY OF WILDWOOD

CAPE MAY COUNTY

NEW JERSEY

AUDIT REPORT

FOR THE YEAR ENDED
DECEMBER 31, 2016

CITY OF WILDWOOD

TABLE OF CONTENTS

CITY OF WILDWOOD

TABLE OF CONTENTS

CITY OF WILDWOOD

TABLE OF CONTENTS

CITY OF WILDWOOD

TABLE OF CONTENTS

CITY OF WILDWOOD

PART I

REPORT ON AUDIT OF FINANCIAL STATEMENTS

AND SUPPLEMENTARY DATA

YEAR ENDED DECEMBER 31, 2016

{THIS PAGE IS INTENTIONALLY LEFT BLANK}

FORD - SCOTT
& ASSOCIATES, L.L.C.
CERTIFIED PUBLIC ACCOUNTANTS
1535 HAVEN AVENUE • OCEAN CITY, NJ • 08226
PHONE 609.399.6333 • FAX 609.399.3710
www.ford-scott.com

Independent Auditor's Report

The Honorable Mayor and
Members of the Board of Commissioners
City of Wildwood, New Jersey

Report on the Financial Statements

We have audited the accompanying balance sheets - regulatory basis of the various funds and account group of the City of Wildwood, as of December 31, 2016 and 2015, the related statement of operations and changes in fund balance - regulatory basis for the years then ended, and the related statement of revenues - regulatory basis and statement of expenditures - regulatory basis of the various funds for the year ended December 31, 2016, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the basis of accounting 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 misstatements, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion 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, the audit requirements prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey (the "Division"), and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of 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 entity'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 entity'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 described in Note 1 of the financial statements, the financial statements are prepared by the City of Wildwood on the basis of the financial reporting provisions 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 of America, to meet the requirements of New Jersey.

The effects on the financial statements of the variances between the 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 each fund of the City of Wildwood as of December 31, 2016 and 2015, or changes in financial position for the years then ended.

Opinion on Regulatory Basis of Accounting

In our opinion, the financial statements referred to above present fairly, in all material respects, the regulatory basis balance sheets and account group as of December 31, 2016 and 2015, the regulatory basis statements of operations for the years then ended and the regulatory basis statements of revenues and expenditures for the year ended December 31, 2016 in accordance with the basis of financial reporting prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey as described in Note 1.

Other Matters

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Wildwood's basic financial statements. The supplementary information listed in the table of contents and the letter of comments and recommendations section are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The supplemental information listed in the table of contents was derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America.

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The supplemental information listed in the table of contents is presented for the purpose of additional analysis and is not a required part of the financial statements. Because of the significance of the variances between the regulatory basis of accounting and accounting principles generally accepted in the United State of America, it is inappropriate to and we do not express an opinion on the supplementary information referred to above.

The letter of comments and recommendations section has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated June 29, 2017 on our consideration of the City of Wildwood'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 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 City of Wildwood's internal control over financial reporting and compliance.

Ford, Scott & Associates, L.L.C.
FORD, SCOTT & ASSOCIATES, L.L.C.
CERTIFIED PUBLIC ACCOUNTANTS

Harvey C. Cocozza, Jr.
Harvey C. Cocozza, Jr.
Certified Public Accountant
Registered Municipal Accountant
No. 551

June 29, 2017

{THIS PAGE IS INTENTIONALLY LEFT BLANK}

EXHIBIT A - CURRENT FUND

{THIS PAGE IS INTENTIONALLY LEFT BLANK}

CURRENT FUND
COMPARATIVE BALANCE SHEET
REGULATORY BASIS
AS OF DECEMBER 31,

	2016	2015
Assets		
Regular Fund:		
Cash:		
Treasurer	$ 6,136,473.88	$ 5,774,469.50
Collector	18,170.17	44,342.75
Change Fund	925.00	925.00
Due from the State of New Jersey:		
Veterans' and Senior Citizens' Deductions	4,508.01	7,190.39
	6,160,077.06	5,826,927.64
Receivables and Other Assets with Full Reserves:		
Delinquent Property Taxes Receivable	1,950.36	16,304.06
Tax Title Liens Receivable	139,162.46	119,043.50
Hazard Liens Receivable	240.00	660.00
Property Acquired / Assessed Valuation	620,100.00	620,100.00
Revenue Accounts Receivable	27,289.07	29,288.39
Deposits	3,200.00	3,200.00
NJSEA Mortgage Receivable	2,449,314.00	2,449,314.00
NJSEA Payment in Lieu of Tax Receivable	210,000.00	180,000.00
	3,451,255.89	3,417,909.95
Deferred Charges		
Special Emergency Authorizations	83,000.00	251,200.00
	83,000.00	251,200.00
	9,694,332.95	9,496,037.59
Federal and State Grant Fund:		
Cash	19,180.01	148,502.50
Federal and State Grants Receivable	1,643,859.78	799,864.38
	1,663,039.79	948,366.88
	$ 11,357,372.74	$ 10,444,404.47

The Accompanying Notes are an Integral Part of these Financial Statements

CURRENT FUND
COMPARATIVE BALANCE SHEET
REGULATORY BASIS
AS OF DECEMBER 31,

Liabilities, Reserves and Fund Balance		2016		2015
Regular Fund:				
Appropriation Reserves	$	525,327.86	$	1,301,815.74
Encumbrances & Accounts Payable		1,255,118.34		690,059.77
Refunds Payable		3.00		1,379.32
Prepaid Taxes		1,012,533.91		880,311.63
Tax Overpayments		7,731.41		367.89
Special Emergency Notes Payable		83,000.00		251,200.00
Due County for Added and Omitted Taxes		5,637.06		3,082.25
Reserve for:				
Master Plan		1,959.70		1,959.70
Tax Map		3,725.63		32,142.82
Auctioneer/Auction Sale		240.17		240.17
Tax Appeals		60,269.14		60,269.14
Codification of Ordinance		12,208.13		12,208.13
Performance Deposit		354,603.12		167,414.37
Police Class II		2,800.00		-
Human Services		870.00		670.00
GWTIDA Fee		550.00		2,094.00
Reassessment		29,015.68		29,015.68
Insurance Proceeds		159,734.14		11,674.74
		3,515,327.29		3,445,905.35
Reserves for Receivables		3,451,255.89		3,417,909.95
Fund Balance		2,727,749.77		2,632,222.29
		9,694,332.95		9,496,037.59
Federal and State Grant Fund:				
Reserve for Encumbrances		414,329.45		237.50
Reserve for State Grants:				
Unappropriated Reserves		63,098.59		43,728.20
Appropriated Reserves		1,185,611.75		904,401.18
		1,663,039.79		948,366.88
	$	11,357,372.74	$	10,444,404.47

The Accompanying Notes are an Integral Part of these Financial Statements

Exhibit A-1
Sheet 1

CURRENT FUND
COMPARATIVE STATEMENT OF OPERATIONS
AND CHANGES IN FUND BALANCE
REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31,

	2016	2015
Revenue and Other Income Realized:		
Fund Balance Utilized	$ 1,975,000.00	$ 1,848,950.00
Miscellaneous Revenues Anticipated	8,135,659.18	7,232,002.31
Receipts from Delinquent Taxes	33,090.29	55,167.43
Receipts from Current Taxes	33,410,826.62	32,780,815.15
Nonbudget Revenues	356,409.96	1,765,761.18
Other Credits to Income:		
Unexpended Balance of Appropriation Reserves	985,739.67	237,311.56
Statutory Excess-Animal Control Fund	306.00	234.00
Refunds Payable Cancelled	-	1,800.47
Accounts Payable Cancelled	8,907.91	1,119.68
Canceled Grants	19.50	2,735.00
	44,905,959.13	43,925,896.78
Expenditures:		
Budget and Emergency Appropriations:		
Appropriations Within "CAPS"		
Operations:		
Salaries and Wages	11,562,384.49	11,230,566.67
Other Expenses	9,138,290.88	9,360,022.50
Deferred Charges and Statutory Expenditures	2,173,577.35	2,109,452.49
Appropriations Excluded from "CAPS"		
Operations:		
Salaries and Wages	749,198.30	576,580.00
Other Expenses	1,304,661.91	554,581.78
Capital Improvements	141,623.10	183,000.00
Debt Service	2,477,193.69	2,448,446.50
Deferred Charges	168,243.93	168,200.00
Judgments	63,270.23	
County Taxes Payable	3,644,481.11	3,662,361.58
County Share of Added and Omitted Taxes	5,637.06	3,082.25
Local District School Tax	10,814,900.00	10,655,593.00
Special District Tax	580,000.00	580,000.00
Prior Year Revenue Refunded	11,969.60	18,211.65
Canceled Grants	-	2,735.00
	42,835,431.65	41,552,833.42

The Accompanying Notes are an Integral Part of these Financial Statements

CURRENT FUND
COMPARATIVE STATEMENT OF OPERATIONS
AND CHANGES IN FUND BALANCE
REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31,

	2016	2015
Excess/(Deficit) in Revenues	$ 2,070,527.48	$ 2,370,328.36
Adjustments to Income Before Fund Balance -		
Expenditures Included Above Which Are by		
Statute Deferred Charges to Budget of		
Succeeding Year	-	-
Statutory Excess to Fund Balance	2,070,527.48	2,370,328.36
Fund Balance, January 1	2,632,222.29	2,110,843.93
Total	4,702,749.77	4,481,172.29
Decreased by:		
Utilization as Anticipated Revenue	1,975,000.00	1,848,950.00
Fund Balance, December 31	$ 2,727,749.77	$ 2,632,222.29

The Accompanying Notes are an Integral Part of these Financial Statements

Exhibit A-2
Sheet 1

CURRENT FUND
STATEMENT OF REVENUES
REGULATORY BASIS

	Anticipated Budget	Special N.J.S. 40A:4-87	Realized	Excess or (Deficit)
Fund Balance Anticipated	$ 1,975,000.00	$	$ 1,975,000.00	$ -
Miscellaneous Revenues:				
Licenses-Alcoholic Beverages	131,000.00		133,210.00	2,210.00
Licenses-Other	381,000.00		329,618.60	(51,381.40)
Fees and Permits	485,000.00		484,930.59	(69.41)
Municipal Court	710,000.00		697,615.06	(12,384.94)
Interest and Costs on Taxes	114,000.00		117,345.46	3,345.46
Parking Meters	761,000.00		804,893.68	43,893.68
Interest on Investments	30,500.00		41,009.22	10,509.22
Public Property Rental	403,800.00		410,310.63	6,510.63
TV Cable Franchise Fee	43,971.18		43,971.18	-
In Lieu of Taxes	104,000.00		113,721.00	9,721.00
Ambulance Rescue Squad	361,000.00		381,328.81	20,328.81
Fees - Tram Car	92,625.00		105,514.46	12,889.46
1.85% Room Tax	247,200.00		273,815.61	26,615.61
GWTDA Administrative Reimbursement	30,000.00		30,000.00	-
Energy Receipts Tax (P.L. 1997, Ch 162&167)	1,005,571.00		1,005,571.00	-
Shared Services Agreements:				
Tax Assessor	60,600.00		59,717.14	(882.86)
Emergency Medical Services	15,000.00		15,000.00	-
Municipal Court Services	19,500.00		19,500.00	-
Cops in School-WBOE	60,000.00		60,000.00	-
Police Dispatch	35,000.00		35,000.00	-
Uniform Fire Safety Act	52,850.04		45,628.18	(7,221.86)
Indirect Cost Allocation from Water Utility	478,960.28		478,960.28	-
Wildwood Water Utility - Rio Grande Avenue	10,862.00		10,862.00	-
Reserve for Payment of Notes	29,218.55		-	(29,218.55)
Water Utility Fund Balance	242,249.00		242,249.00	-
Municipal Event Support from GWTIDA	35,442.73		35,442.73	-
Beach Services Revenue	331,000.00		339,936.34	8,936.34
Boardwalk 4th of July	25,000.00		25,000.00	-
GWTIDA Event Support - Wildwood Block Party	7,500.00		-	(7,500.00)

The Accompanying Notes are an Integral Part of these Financial Statements

CURRENT FUND
STATEMENT OF REVENUES
REGULATORY BASIS
(CONTINUED)

	Anticipated Budget	Special N.J.S. 40A:4-87	Realized	Excess or (Deficit)
Additional Revenues Offset With Appropriations:				
Small Cities CDBG	$ 400,000.00	$ 410,000.00	$ 810,000.00	$ -
Clean Communities Program	29,418.30		29,418.30	-
Alcohol Education and Rehabilitation Fund	1,473.33		1,473.33	-
Recycling Tonnage	15,722.80		15,722.80	-
WBID Community Policing		20,000.00	20,000.00	-
Body Armor Grant	3,783.57		3,783.57	-
COPS in Shops		6,200.00	6,200.00	-
COPS Hiring Recovery Program	750,000.00		750,000.00	-
GWTIDA - Municipal Event Support		100,000.00	100,000.00	-
Cooperative Housing Inspection Program	18,025.00		18,025.00	-
Drive Sober or Get Pulled Over		5,000.00	5,000.00	-
Buckle Up South Jersey/Click It or Ticket		5,000.00	5,000.00	-
Atlantic County Municipal JIF Safety Incentive FY 2015	2,650.00		2,650.00	-
Atlantic County Municipal JIF Welness	1,500.00		1,500.00	-
Bulletproof Vest Partnership	7,235.21		7,235.21	-
Body Worn Camera Assistance Program	19,500.00		19,500.00	-
Total Miscellaneous	7,553,157.99	546,200.00	8,135,659.18	36,301.19
Receipts from Delinquent Taxes	30,000.00		33,090.29	3,090.29
Subtotal General Revenues	9,558,157.99	546,200.00	10,143,749.47	39,391.48
Amount to be Raised by Taxes for Support to Municipal Budget - Local Tax for Municipal Purposes	18,370,247.30		18,582,552.56	212,305.26
Budget Totals	27,928,405.29	546,200.00	28,726,302.03	251,696.74
Nonbudget Revenues			356,715.96	356,715.96
	$ 27,928,405.29	$ 546,200.00	$ 29,083,017.99	$ 608,412.70

The Accompanying Notes are an Integral Part of these Financial Statements

CURRENT FUND
STATEMENT OF REVENUES - REGULATORY BASIS
(CONTINUED)

Analysis of Realized Revenue:

Allocation of Current Tax Collections:

Revenue from Collections	$	33,412,244.93
Less: Reserve for Tax Appeals Pending		-
Net Revenue from Collections		33,412,244.93
Allocated to:		
School, County and Other Taxes		15,045,018.17
Balance for Support of Municipal Budget Revenues		18,367,226.76
Add:		
Appropriation: "Reserve for Uncollected Taxes"		216,744.11
Amount for Support of Municipal Budget Appropriations	$	18,583,970.87

Receipts from Delinquent Taxes:

Delinquent Tax Collections	$	16,770.43
Tax Title Lien Collections		11,627.11
	$	28,397.54

The Accompanying Notes are an Integral Part of these Financial Statements

CURRENT FUND
STATEMENT OF REVENUES
REGULATORY BASIS
(CONTINUED)

Analysis of Realized Revenue: (Continued)

Miscellaneous Revenue Not Anticipated:		
Fees for Returning Shopping Carts	$ 630.00	
Photo Copies	281.30	
Gasoline Services	45,086.34	
Police (Off Duty) Administration Costs	9,959.55	
Police-Miscellaneous	43,152.15	
Senior Citizen and Veterans Administrative Fee	949.97	
Restitution	3,794.00	
Lot Cleaning	27,784.12	
Statutory Excess - Animal Control Fund	306.00	
Fire (Special Assignment) Administrative Fee	9,765.00	
FEMA Reimbursement	62,951.05	
Recycling Fees	5,090.50	
Sale of Municipal Property	135,209.20	
Health Insurance Reimbursement	2,635.09	
Concert Ticket Sales	1,650.00	
Emergency Communcation - West Wildwood	1,595.00	
Miscellaneous	5,876.69	
		$ 356,715.96

CURRENT FUND
STATEMENT OF EXPENDITURES
REGULATORY BASIS

	APPROPRIATIONS		EXPENDITURES			UNEXPENDED
	BUDGET	BUDGET AFTER MODIFICATION	PAID OR CHARGED	RESERVED	OVER EXPENDED	BALANCE CANCELED
OPERATIONS WITHIN "CAPS"						
GENERAL GOVERNMENT:						
DEPARTMENT OF PUBLIC AFFAIRS AND PUBLIC SAFETY:						
Commissioner of Public Affairs and Public Safety						
Salaries and Wages	$ 40,100.00	$ 39,464.17	$ 39,464.17	$	$	$
Other Expenses	3,000.00	3,000.00	2,643.13	356.87		
Prosecutor						
Salaries and Wages	1,000.00	951.07	942.31	0.00		8.76
Other Expenses	20,000.00	20,000.00	20,000.00			
Department of Law - Director's Office						
Salaries and Wages	187,550.00	186,090.00	184,653.74	0.00		1,436.26
Other Expenses	135,000.00	120,350.00	106,798.63	13,551.37		
Police						
Salaries and Wages	4,230,800.00	4,054,404.12	3,835,955.65	203,916.65		14,531.82
Seasonal Salaries and Wages	790,000.00	845,000.00	844,783.53		0.00	216.47
Other Expenses	165,000.00	293,357.41	247,582.63	45,774.78		
Purchase of Vehicles	1.00	79,296.88	79,295.88	1.00		
Lifeguards						
Salaries and Wages	443,000.00	440,976.85	440,730.85			246.00
Other Expenses	24,975.00	24,975.00	24,892.97	82.03		
Office of Emergency Management						
Salaries and Wages	5,000.00	5,000.00	5,000.00			
Other Expenses	2,800.00	4,395.00	4,050.00	345.00		
Traffic Marking						
Salaries and Wages	181,100.00	177,400.49	174,880.88	1,406.15		1,113.46
Other Expenses	65,215.00	65,215.00	65,061.18	153.82		
Municipal Fire Fighting						
Salaries and Wages	1,685,465.00	1,761,391.27	1,699,350.50	61,510.16		530.61
Other Expenses	114,250.00	114,250.00	114,047.24	202.76		
Volunteer Fire Fighting						
Other Expenses	10,400.00	10,400.00	10,400.00			
Parking						
Salaries and Wages	20,000.00	20,000.00	19,957.50			42.50
Other Expenses	54,000.00	54,000.00	53,921.02	78.98		

The Accompanying Notes are an Integral Part of these Financial Statements

CURRENT FUND
STATEMENT OF EXPENDITURES
REGULATORY BASIS
(CONTINUED)

	APPROPRIATIONS		EXPENDITURES			UNEXPENDED
	BUDGET	BUDGET AFTER MODIFICATION	PAID OR CHARGED	RESERVED	OVER EXPENDED	BALANCE CANCELED
OPERATIONS WITHIN "CAPS"						
DEPARTMENT OF PUBLIC AFFAIRS AND PUBLIC SAFETY (Continued):						
State Fire Prevention Code						
Salaries and Wages	$ 200,000.00	$ 215,375.25	$ 207,535.26	$ 7,839.99	$	$
Other Expenses	3,900.00	3,900.00	3,719.22	180.78		
Animal Control						
Other Expenses	51,000.00	51,000.00	51,000.00			
Municipal Court						
Salaries and Wages	298,900.00	294,351.74	289,160.88	2,867.96		2,322.90
Other Expenses	28,000.00	28,000.00	27,712.52	287.48		
Public Defender						
Other Expenses	17,900.00	21,550.00	21,550.00			
DEPARTMENT OF REVENUE AND FINANCE:						
Commissioner of Revenue and Finance						
Salaries and Wages	40,100.00	40,100.00	39,043.72		0.00	1,056.28
Other Expenses	3,000.00	3,000.00	987.23	2,012.77		
Municipal Administrator						
Salaries and Wages	55,250.00	50,250.00	44,067.10	0.00		6,182.90
Other Expenses	25,736.00	23,641.00	14,472.98	9,168.02		
Collection of Taxes						
Other Expenses	1.00	1.00		1.00		
City Clerk						
Salaries and Wages	201,700.00	200,800.00	197,596.45	2,788.36		415.19
Other Expenses	18,670.00	26,670.00	20,875.63	5,794.37		
Elections						
Other Expenses	2,000.00	2,000.00	1,705.71			294.29
Accounts and Control						
Salaries and Wages	264,100.00	264,100.00	255,865.22	4,703.88		3,530.90
Other Expenses	32,100.00	42,100.00	30,214.01	11,885.99		
Audit Service						
Other Expenses	58,900.00	58,900.00	58,900.00			

The Accompanying Notes are an Integral Part of these Financial Statements

CURRENT FUND
STATEMENT OF EXPENDITURES
REGULATORY BASIS
(CONTINUED)

	APPROPRIATIONS		EXPENDITURES			UNEXPENDED
	BUDGET	BUDGET AFTER MODIFICATION	PAID OR CHARGED	RESERVED	OVER EXPENDED	BALANCE CANCELED
OPERATIONS WITHIN "CAPS"						
DEPARTMENT OF REVENUE AND FINANCE (Continued):						
Tax Assessment						
Salaries and Wages	$ 105,900.00	$ 105,900.00	$ 103,771.86	$	$ 0.00	$ 2,128.14
Other Expenses	35,800.00	46,800.00	46,118.77	681.23		
Revenue Collection						
Salaries and Wages	121,200.00	122,700.00	121,158.46		0.00	1,541.54
Other Expenses	16,880.00	16,880.00	12,949.83	3,930.17		
Beach Services						
Salaries and Wages	144,900.00	144,900.00	109,645.07	3,000.00		32,254.93
Other Expenses	67,700.00	67,700.00	66,155.85	1,544.15		
Purchasing						
Salaries and Wages	121,800.00	119,700.00	112,938.26	6,761.74		
Other Expenses	98,730.00	98,730.00	89,817.30	3,197.59		5,715.11
Redevelopment Agency						
Other Expenses	25,500.00	25,500.00	-			25,500.00
Economic Development						
Other Expenses	136,900.00	136,900.00	110,500.00			26,400.00
Insurance						
General Liability	380,000.00	390,600.00	365,967.41	12,000.00		12,632.59
Worker's Compensation Insurance	920,600.00	933,600.00	928,292.19	0.60		5,307.21
Employee Group Health	3,882,501.00	3,680,196.75	3,591,934.73	22,216.54		66,045.48
Employee Group Opt-out Payments	2,100.00	4,100.00	2,757.88			1,342.12
Surety Bonds	50.00	50.00	50.00			
Human Resources						
Salaries and Wages	137,300.00	135,800.00	130,602.23	2,156.79		3,040.98
Other Expenses	17,510.00	17,510.00	9,711.81	7,798.19		
Relocation Assistance						
Other Expenses	5,000.00	5,000.00	-			5,000.00

The Accompanying Notes are an Integral Part of these Financial Statements

CURRENT FUND
STATEMENT OF EXPENDITURES
REGULATORY BASIS
(CONTINUED)

	APPROPRIATIONS		EXPENDITURES			UNEXPENDED
	BUDGET	BUDGET AFTER MODIFICATION	PAID OR CHARGED	RESERVED	OVER EXPENDED	BALANCE CANCELED
OPERATIONS WITHIN "CAPS"						
DEPARTMENT OF PUBLIC WORKS, PARKS & PROPERTY:						
Commissioner of Public Works						
Salaries and Wages	$ 96,100.00	$ 94,100.00	$ 69,660.28	$	$	$ 24,439.72
Other Expenses	3,500.00	4,000.00	3,961.15	38.85		
Director of Public Works						
Salaries and Wages	166,400.00	167,900.00	164,204.36	2,632.69		1,062.95
Other Expenses	21,960.00	16,160.00	15,634.15	525.85		
Engineering Fees	.					
Other Expenses	113,000.00	113,000.00	113,000.00			
Building Maintenance						
Salaries and Wages	161,400.00	168,000.00	157,960.26	1,065.33		8,974.41
Other Expenses	89,720.00	93,720.00	91,376.98	2,343.02		
Boardwalk and Facility Construction	.					
Salaries and Wages	225,700.00	224,200.00	216,504.20		0.00	7,695.80
Other Expenses	16,380.00	14,180.00	12,945.89	1,234.11		
Special Events						
Other Expenses	58,350.00	58,350.00	54,798.33	3,551.67		
Parks						
Salaries and Wages	72,900.00	68,900.00	54,605.45	0.00		14,294.55
Other Expenses	27,000.00	23,000.00	22,934.83	65.17		
Recreation						
Salaries and Wages	349,700.00	349,200.00	303,070.39	1,217.96		44,911.65
Other Expenses	27,780.00	28,280.00	27,600.61	679.39		
Street Maintenance	.					
Salaries and Wages	781,800.00	805,800.00	769,401.16	2,909.98		33,488.86
Other Expenses	32,670.00	32,670.00	31,130.44	1,539.56		
Storm Revovery						
Other Expenses	18,100.00	18,100.00	8,000.00	10,100.00		

The Accompanying Notes are an Integral Part of these Financial Statements

CURRENT FUND
STATEMENT OF EXPENDITURES
REGULATORY BASIS
(CONTINUED)

	APPROPRIATIONS		EXPENDITURES			UNEXPENDED
	BUDGET	BUDGET AFTER MODIFICATION	PAID OR CHARGED	RESERVED	OVER EXPENDED	BALANCE CANCELED
OPERATIONS WITHIN "CAPS"						
DEPARTMENT OF PUBLIC WORKS, PARKS & PROPERTY (Continued):						
Environmental Maintenance						
Salaries and Wages	$ 405,600.00	$ 375,000.00	$ 358,628.93	$ 3,096.21	$	$ 13,274.86
Other Expenses	19,260.00	20,661.00	20,388.17	272.83		
Fleet Maintenance						
Salaries and Wages	126,400.00	126,400.00	114,149.16		0.00	12,250.84
Other Expenses	160,000.00	171,000.00	158,773.78	12,226.22		
Sanitation/Trash Collection						
Other Expenses	531,400.00	532,400.00	532,400.00			
Tipping Fees						
Other Expenses	370,000.00	370,000.00	370,000.00			
Land Use Administration						
Salaries and Wages	57,400.00	57,400.00	55,383.14	0.00		2,016.86
Other Expenses	19,500.00	19,500.00	17,431.43	2,068.57		
Property Inspectors						
Salaries and Wages	81,206.00	81,206.00	70,081.79	0.00		11,124.21
Other Expenses	4,500.00	4,500.00	1,165.15	3,334.85		
UNIFORM CONSTRUCTION CODE:						
State Uniform Construction Code						
Other Expenses	36,500.00	36,500.00				36,500.00
UNCLASSIFIED:						
Terminal Leave - Salaries and Wages	61,000.00	61,000.00	61,000.00			
Gasoline	298,400.00	298,400.00	289,682.80	8,717.20		
Water Service	120,000.00	120,000.00	120,000.00			
Street Lighting	354,000.00	354,000.00	354,000.00			
Electricity	223,000.00	223,000.00	223,000.00			
Natural Gas	100,000.00	100,000.00	100,000.00			
Telephone	102,000.00	102,000.00	85,323.63	16,676.37		
Sewer Service	56,600.00	56,600.00	56,548.00	52.00		
Postage	45,000.00	45,000.00	42,196.52	0.00		2,803.48

The Accompanying Notes are an Integral Part of these Financial Statements

CURRENT FUND
STATEMENT OF EXPENDITURES
REGULATORY BASIS
(CONTINUED)

	APPROPRIATIONS		EXPENDITURES			UNEXPENDED
	BUDGET	BUDGET AFTER MODIFICATION	PAID OR CHARGED	RESERVED	OVER EXPENDED	BALANCE CANCELED
OPERATIONS WITHIN "CAPS"						
Total Operations Within "CAPS"	$ 21,134,510.00	$ 21,132,350.00	$ 20,188,130.37	$ 512,545.00	$ 0.00	$ 431,674.63
Contingent		-				
Total Operations Incl. Contingent Within "CAPS"	21,134,510.00	21,132,350.00	20,188,130.37	512,545.00	0.00	431,674.63
Detail:						
Salaries and Wages	11,862,871.00	11,807,860.96	11,254,510.64	307,873.85	0.00	245,476.47
Other Expenses	9,271,639.00	9,324,489.04	8,933,619.73	204,671.15	-	186,198.16
DEFERRED CHARGES AND STATUTORY EXPENDITURES - MUNICIPAL WITHIN "CAPS":						
Unpaid Prior Year Bills						
Enfosys Police Systems Inc., - OE 2013	3,098.00	3,098.00	-			3,098.00
Statutory Expenditures:						
Contribution to:						
Public Employees Retirement System	490,570.00	490,570.00	489,898.60	0.00		671.40
Defined Contribution Retirement Plan	10,700.00	10,860.00	10,831.09			28.91
Social Security System (O.A.S.I.)	555,600.00	555,600.00	546,767.30			8,832.70
Police and Fire Retirement System	1,081,068.04	1,083,068.04	1,081,686.28	0.00		1,381.76
Unemployment Comp Ins.	50,010.00	50,010.00	44,394.08			5,615.92
TOTAL DEFERRED CHARGES AND STATUTORY EXPENDITURES - MUNICIPAL WITHIN "CAPS"	2,191,046.04	2,193,206.04	2,173,577.35	0.00	-	19,628.69
TOTAL GENERAL APPROPRIATIONS FOR MUNICIPAL PURPOSES WITHIN "CAPS"	23,325,556.04	23,325,556.04	22,361,707.72	512,545.00	0.00	451,303.32

The Accompanying Notes are an Integral Part of these Financial Statements

CURRENT FUND
STATEMENT OF EXPENDITURES
REGULATORY BASIS
(CONTINUED)

	APPROPRIATIONS		EXPENDITURES			UNEXPENDED
	BUDGET	BUDGET AFTER MODIFICATION	PAID OR CHARGED	RESERVED	OVER EXPENDED	BALANCE CANCELED
OPERATIONS EXCLUDED FROM "CAPS":						
Insurance						
Employee Group Health	$ 66,699.00	$ 66,699.00	$ 66,699.00	$	$	$
Interlocal Municipal Service Agreements:						
Tax Assessor - North Wildwood	60,600.00	60,600.00	59,717.14	882.86		
Emergency Medical Services - West Wildwood	15,000.00	15,000.00	15,000.00			
Municipal Court Services - West Wildwood	19,500.00	19,500.00	19,500.00			
Cops in School-WBOE	60,000.00	60,000.00	60,000.00			
Police Dispatch - West Wildwood	35,000.00	35,000.00	35,000.00			
Public and Private Programs Offset by Revenues:						
Municipal Alliance Program						
Local Share	1,553.00	1,553.00	1,553.00			
Recycling Tonnage	15,722.80	15,722.80	15,722.80			
Body Armor Replacement Program	3,783.57	3,783.57	3,783.57			
Matching Funds for Grants	1.00	1.00				1.00
COPS in Shops - Summer Shore Initiative	-	6,200.00	6,200.00			
WBID Grant	-	20,000.00	20,000.00			
Small Cities CDBG	400,000.00	810,000.00	810,000.00			
Atlantic County Municipal Insurance Fund	2,650.00	2,650.00	2,650.00			
Alcohol Education, Rehabilitation Program	1,473.33	1,473.33	1,473.33			
GTWIDA Municipal Event Support	-	100,000.00	100,000.00			
Bulletproof Vest Partnership	7,235.21	7,235.21	7,235.21			
COPS Hiring Recovery Program	750,000.00	750,000.00	750,000.00			
Buckle Up South Jersey/Click It or Ticket	-	5,000.00	5,000.00			
Drive Sober or Get Pulled Over	-	5,000.00	5,000.00			
Cooperative Housing Inspection Program	18,025.00	18,025.00	18,025.00			
Clean Communities Program	29,418.30	29,418.30	29,418.30			
Atlantic County Municipal Insurance Fund - FY 2015	1,500.00	1,500.00	1,500.00			
Body Worn Camera Assistance Program	19,500.00	19,500.00	19,500.00			
TOTAL OPERATIONS - EXCLUDED FROM "CAPS"	1,507,661.21	2,053,861.21	2,052,977.35	882.86	-	1.00
Detail:						
Salaries and Wages	751,597.30	749,198.30	749,198.30			
Other Expenses	756,063.91	1,304,662.91	1,303,779.05	882.86		

The Accompanying Notes are an Integral Part of these Financial Statements

CURRENT FUND
STATEMENT OF EXPENDITURES
REGULATORY BASIS
(CONTINUED)

	APPROPRIATIONS		EXPENDITURES			UNEXPENDED
	BUDGET	BUDGET AFTER MODIFICATION	PAID OR CHARGED	RESERVED	OVER EXPENDED	BALANCE CANCELED
CAPITAL IMPROVEMENTS - EXCLUDED FROM "CAPS":						
Capital Improvement Fund	$ 100,000.00	$ 100,000.00	$ 100,000.00	$	$	$
Improvements to Ball Fields	21,000.00	21,000.00	20,437.50			562.50
Acquisition/Update of Parking Meters	10,000.00	10,000.00	9,285.60			714.40
Demolition of Buildings	11,900.00	11,900.00	-	11,900.00		
TOTAL CAPITAL IMPROVEMENTS - EXCLUDED FROM "CAPS"	142,900.00	142,900.00	129,723.10	11,900.00	-	1,276.90
MUNICIPAL DEBT SERVICE - EXCLUDED FROM "CAPS":						
Payment of Bond Principal	1,860,000.00	1,860,000.00	1,860,000.00			
Payment of Bond Anticipation Notes and Capital Notes	31,300.00	31,300.00	31,300.00			
Interest on Bonds	470,700.00	470,700.00	470,693.76			6.24
Interest on Notes	31,000.00	31,000.00	30,965.51	0.00		34.49
Green Trust Loan Payment						
Loan Repayments for Principal and Interest	63,900.00	63,900.00	63,896.42	0.00		3.58
USDA/Rural Development Program						
Loan Repayments for Principal and Interest	20,400.00	20,400.00	20,338.00			62.00
TOTAL MUNICIPAL DEBT SERVICE - EXCLUDED FROM "CAPS"	2,477,300.00	2,477,300.00	2,477,193.69	0.00	-	106.31

The Accompanying Notes are an Integral Part of these Financial Statements

CURRENT FUND
STATEMENT OF EXPENDITURES
REGULATORY BASIS
(CONTINUED)

	APPROPRIATIONS		EXPENDITURES			UNEXPENDED
	BUDGET	BUDGET AFTER MODIFICATION	PAID OR CHARGED	RESERVED	OVER EXPENDED	BALANCE CANCELED
DEFERRED CHARGES EXCLUDED FROM "CAPS"						
Emergency Authorizations	$	$ -	$	$	$	$
Special Emergency Authorization - 5 Years	168,200.00	168,200.00	168,200.00	-		
Deferred Charges: Unfunded Ord 1040-15	43.93	43.93	43.93	-		
TOTAL DEFERRED CHARGES EXCLUDED FROM "CAPS"	168,243.93	168,243.93	168,243.93	-	-	-
Judgments	90,000.00	90,000.00	63,270.23			26,729.77
TOTAL GENERAL APPROPRIATIONS FOR MUNICIPAL PURPOSES EXCLUDED FROM "CAPS"	4,386,105.14	4,932,305.14	4,891,408.30	12,782.86	-	28,113.98
SUBTOTAL GENERAL APPROPRIATIONS	27,711,661.18	28,257,861.18	27,253,116.02	525,327.86	0.00	479,417.30
RESERVE FOR UNCOLLECTED TAXES	216,744.11	216,744.11	216,744.11			
TOTAL GENERAL APPROPRIATIONS	$ 27,928,405.29	$ 28,474,605.29	$ 27,469,860.13	$ 525,327.86	$ 0.00	$ 479,417.30

Budget	$ 27,928,405.29
N.J.S.A. 40A: 4-87	546,200.00
Emergency Appropriation	-
	$ 28,474,605.29

The Accompanying Notes are an Integral Part of these Financial Statements

{THIS PAGE IS INTENTIONALLY LEFT BLANK}

EXHIBIT B - TRUST FUNDS

{THIS PAGE IS INTENTIONALLY LEFT BLANK}

Exhibit B

TRUST FUND
COMPARATIVE BALANCE SHEET
REGULATORY BASIS
AS OF DECEMBER 31,

	2016	2015
Assets		
Animal Control Fund		
Cash	$ 833.40	$ 721.20
Other Funds:		
Cash	3,458,664.12	3,407,922.49
Change Fund	200.00	200.00
Due from Federal - Payroll	53.60	-
Due from State - Payroll	856.89	816.91
Due from Employees - Payroll	337.14	-
	3,460,111.75	3,408,939.40
	$ 3,460,945.15	$ 3,409,660.60
Liabilities, Reserves, and Fund Balance		
Dog License Fund:		
Due to State of NJ	$ 5.40	$ 7.20
Reserve for Dog Fund	828.00	714.00
	833.40	721.20
Other Funds:		
Deposits for Redemption of Tax Sale Certificates	73,368.31	60,368.51
Premiums Received at Tax Sale	1,055,000.00	1,277,000.00
Due to State - Surcharge Fees	4,627.00	2,909.00
Due from State - Payroll	-	1,722.52
Reserves:		
Sanitary Landfill Facilities Closure	348,917.24	275,670.00
Tourism Development Commission	48,550.72	33,862.80
Developer Fees (Housing)	48,284.80	16,755.91
Accumulated Absences	146,835.49	120,904.14
Snow Removal	24,881.02	27,096.62
Beach Patrol Donations	5,381.05	6,599.34
Beach Events Donations	4,257.89	-
Memorial Benches	11,419.40	16,249.40
Recreation Expenditures	39,270.82	21,466.80
Special Events	31,270.10	34,064.77
Parking Offense Adjudication Act	13,157.18	15,611.18
Fire Penalty - Compensatory	39,470.46	22,811.26
Fire Penalty - Dedicated	31,971.65	30,323.15
Police K-9 Unit Donations	10,300.00	-
UCC Fees	83,244.34	31,954.73
Police Forfeiture	91,358.52	97,292.66
Revolving Loan Fund	111,621.26	111,175.74
Self Insurance	352,798.18	289,434.19
Payroll	207,594.73	193,305.69
Lifeguard Pension	492,281.37	544,352.20
Developers Escrow	184,250.22	178,008.79
	3,460,111.75	3,408,939.40
	$ 3,460,945.15	$ 3,409,660.60

The Accompanying Notes are an Integral Part of these Financial Statements

{THIS PAGE IS INTENTIONALLY LEFT BLANK}

EXHIBIT C - GENERAL CAPITAL FUND

{THIS PAGE IS INTENTIONALLY LEFT BLANK}

Exhibit C

GENERAL CAPITAL FUND
COMPARATIVE BALANCE SHEET
REGULATORY BASIS
AS OF DECEMBER 31,

	2016	2015
<u>Assets</u>		
Cash	$ 4,726,379.84	$ 1,995,941.83
Grants Receivable	376,892.00	334,927.50
Deferred Charges to Future Taxation:		
Funded	11,844,505.81	13,768,548.85
Unfunded	7,912,381.45	4,730,643.93
	$ 24,860,159.10	$ 20,830,062.11
<u>Liabilities, Reserves and Fund Balance</u>		
Improvement Authorizations:		
Funded	$ 148,434.34	$ 377,286.32
Unfunded	3,718,548.27	2,387,979.17
Bond Anticipation Notes	7,912,000.00	3,900,600.00
General Serial Bonds Payable	11,264,000.00	13,124,000.00
USRDA Loans Payable	317,626.55	323,898.74
Green Trust Loan Payable	262,879.26	320,650.11
Contracts Payable	1,114,492.76	296,202.93
Capital Improvement Fund	159.00	65,959.00
Reserve for Payment of Bonds & Notes	51,379.81	29,218.55
Fund Balance	70,639.11	4,267.29
	$ 24,860,159.10	$ 20,830,062.11

There were Bonds and Notes Authorized But Not Issued at December 31, 2016 and 2015 of $381.45 and $830,043.93, respectively.

The Accompanying Notes are an Integral Part of these Financial Statements

Exhibit C-1

GENERAL CAPITAL FUND
STATEMENT OF FUND BALANCE - REGULATORY BASIS

	12/31/2016	12/31/2015
Balance at the beginning of the year	$ 4,267.29	$ 4,267.29
Increased by:		
Premium on Note Sale	65,030.32	
Funded Improvement Authorizations Cancelled	1,341.50	
	66,371.82	4,267.29
Decreased by:		
	-	-
Balance at the end of the year	$ 70,639.11	$ 4,267.29

The Accompanying Notes are an Integral Part of these Financial Statements

EXHIBIT D - WATER UTILITY

{THIS PAGE IS INTENTIONALLY LEFT BLANK}

Exhibit D
Sheet 1

WATER UTILITY FUND
COMPARATIVE BALANCE SHEET
REGULATORY BASIS
AS OF DECEMBER 31,

		2016		2015
ASSETS				
Operating Fund:				
Cash	$	2,641,978.70	$	2,209,593.50
Change Fund		200.00		200.00
		2,642,178.70		2,209,793.50
Receivables and Other Assets with Full Reserves:				
Consumer Accounts Receivable		120,294.14		280,203.53
Utility Liens Receivable		298.00		298.00
Inventory		244,926.75		306,588.38
		365,518.89		587,089.91
Total of Operating Fund		3,007,697.59		2,796,883.41
Capital Fund:				
Cash and Investment		7,344,774.82		3,997,917.90
Fixed Capital:				
Completed		37,633,525.46		37,633,525.46
Authorized and Uncompleted		26,372,091.50		18,632,110.00
Total of Capital Fund		71,350,391.78		60,263,553.36
Total Assets	$	74,358,089.37	$	63,060,436.77

WATER UTILITY FUND
COMPARATIVE BALANCE SHEET
REGULATORY BASIS
AS OF DECEMBER 31,

	2016	2015
LIABILITIES, RESERVES AND FUND BALANCE		
Operating Fund:		
Liabilities:		
Appropriation Reserves	$ 526,410.22	$ 436,214.35
Encumbrances & Accounts Payable	371,091.00	269,093.88
Accrued Interest on Bonds and Notes	127,988.09	115,616.96
Water Overpayments	35,952.44	49,663.13
Escrow Deposits	27,397.14	11,356.27
Due to the State of New Jersey	29,754.65	40,771.74
Reserve - Insurance Proceeds	2,530.00	-
	1,121,123.54	922,716.33
Reserve for Receivables	365,518.89	587,089.91
Fund Balance	1,521,055.16	1,287,077.17
Total of Operating Fund	3,007,697.59	2,796,883.41
Capital Fund:		
Improvement Authorizations:		
Funded	416,173.15	1,052,635.84
Unfunded	6,158,525.71	483,415.33
Contracts Payable	2,860,073.72	2,080,996.36
Bond Anticipation Notes	6,704,000.00	3,520,000.00
Serial Bonds Payable	9,908,000.00	10,958,000.00
NJ Environmental Infrastructure Trust Bonds	2,961,132.81	3,138,396.98
USDA Loan Payable	3,291,162.84	1,790,767.95
Reserve for Amortization	33,580,229.81	32,323,360.53
Deferred Reserve for Amortization	5,035,110.00	4,545,000.00
Reserve for Preliminary Expenses	-	10,000.00
Capital Improvement Fund	100,760.85	90,760.85
Fund Balance	335,222.89	270,219.52
Total of Capital Fund	71,350,391.78	60,263,553.36
Total Liabilities, Reserves and Fund Balance	$ 74,358,089.37	$ 63,060,436.77

There were Bonds and Notes Authorized But Not Issued at December 31, 2016 and 2015 of $2,525,981.50 and $0.00, respectively.

The Accompanying Notes are an Integral Part of these Financial Statements

Exhibit D-1

WATER OPERATING FUND
COMPARATIVE STATEMENT OF OPERATIONS
AND CHANGES IN FUND BALANCE
REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31,

	2016	2015
Revenue and Other Income Realized		
Fund Balance Anticipated	$ 302,505.00	$ 1,161,484.00
Water Rents	7,334,879.50	7,110,112.61
Miscellaneous	81,876.43	31,946.10
Other Credits to Income:		
Unexpended Balance of Appropriation Reserves	451,547.25	391,927.78
Canceled Prior Year Accounts Payable	5,234.09	
Total Income	8,176,042.27	8,695,470.49
Expenditures		
Operating		
Salaries and Wages	1,695,987.71	1,787,116.00
Other Expenses	2,089,429.94	1,812,484.23
Capital Improvements	1,008,300.00	1,508,300.00
Debt Service	1,799,053.12	1,697,583.81
Deferred Charges and Statutory Expenditures	789,331.56	775,869.12
Surplus (General Budget)	242,249.00	218,239.00
Refund of Prior Year Revenue	15,207.95	8,533.22
Total Expenditures	7,639,559.28	7,808,125.38
Excess of Revenues	536,482.99	887,345.11
Adjustments to Income before Fund Balance:		
Expenditures included above which are by Statute deferred charges to budget of succeeding year	-	-
Statutory Excess to Fund Balance	536,482.99	887,345.11
Fund Balance, January 1	1,287,077.17	1,561,216.06
Decreased by:		
Utilization as Anticipated Revenue	302,505.00	1,161,484.00
Fund Balance, December 31	$ 1,521,055.16	$ 1,287,077.17

The Accompanying Notes are an Integral Part of these Financial Statements

Exhibit D-2

WATER UTILITY CAPITAL FUND
SCHEDULE OF CAPITAL FUND BALANCE - REGULATORY BASIS

	December 31, 2016	December 31, 2015
Balance at the beginning of the year	$ 270,219.52	$ 270,219.52
Increased by:		
Prior Year Premium on Loan	9,890.00	
Premium on note sale	55,113.37	-
	65,003.37	-
Balance December 31, 2016	$ 335,222.89	$ 270,219.52

The Accompanying Notes are an Integral Part of these Financial Statements

WATER OPERATING FUND
STATEMENT OF REVENUES
REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2016

	ANTICIPATED BUDGET	REALIZED	EXCESS OR (DEFICIT)
Operating Surplus Anticipated	$ 302,505.00	$ 302,505.00	$ -
Anticipated Revenue:			
Water Rents	7,566,985.80	7,334,879.50	(232,106.30)
Miscellaneous	31,000.00	81,876.43	50,876.43
	$ 7,900,490.80	$ 7,719,260.93	$ (181,229.87)

Analysis of Realized Revenue

Water Rents		
Consumer Accounts Receivable	D-7	$ 7,321,168.81
Water Rent Overpayment Applied	D-9	13,710.69
		$ 7,334,879.50
Miscellaneous		
Interest on Investments		$ 25,031.63
Miscellaneous		56,844.80
		$ 81,876.43

The Accompanying Notes are an Integral Part of these Financial Statements

WATER OPERATING FUND
STATEMENT OF EXPENDITURES - REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2016

	APPROPRIATIONS		EXPENDED				
	BUDGET	BUDGET AFTER MODIFICATION	PAID OR CHARGED	ENCUMBERED	RESERVED	UNEXPENDED BALANCE CANCELLED	OVER - EXPENDED
OPERATING							
Salaries and Wages	$ 1,865,500.00	$ 1,842,253.25	$ 1,694,486.71	$ -	$ 1,501.00	$ 146,265.54	$ -
Other Expenses	1,395,679.52	1,395,679.52	772,608.81	105,713.65	471,896.06	45,461.00	-
Terminal Leave - Salaries and Wages	-	-	-	-	-	-	-
Insurance	785,400.00	785,400.00	667,000.00	72,211.42	-	46,188.58	-
	4,046,579.52	4,023,332.77	3,134,095.52	177,925.07	473,397.06	237,915.12	-
CAPITAL IMPROVEMENTS							
Capital Improvement Fund	500,000.00	500,000.00	500,000.00	-	-	-	-
Capital Outlay	508,300.00	508,300.00	272,467.72	182,819.12	53,013.16	-	-
	1,008,300.00	1,008,300.00	772,467.72	182,819.12	53,013.16	-	-
DEBT SERVICE							
Payment of Bond Principal	1,257,000.00	1,257,000.00	1,256,869.28	-	-	130.72	-
Interest on Bonds	502,100.00	502,100.00	483,937.09	-	-	18,162.91	-
Interest on Notes	35,000.00	58,246.75	58,246.75	-	-	-	-
	1,794,100.00	1,817,346.75	1,799,053.12	-	-	18,293.63	-
DEFERRED CHARGES AND STATUTORY EXPENDITURES							
Deferred Charges							
City of Wildwood - Indirect Costs	478,960.28	478,960.28	478,960.28	-	-	-	-
City of Wildwood - Rio Grande Phase 1	10,862.00	10,862.00	10,862.00	-	-	-	-
Contribution to:							
Public Employee Retirement System	169,340.00	169,340.00	169,332.00	-	-	8.00	-
Social Security System (O.A.S.I.)	142,800.00	142,800.00	124,231.50	-	-	18,568.50	-
Unemployment Compensation	7,300.00	7,300.00	5,945.78	-	-	1,354.22	-
Surplus (General Budget)	242,249.00	242,249.00	242,249.00	-	-	-	-
	1,051,511.28	1,051,511.28	1,031,580.56	-	-	19,930.72	-
	$ 7,900,490.80	$ 7,900,490.80	$ 6,737,196.92	$ 360,744.19	$ 526,410.22	$ 276,139.47	$ -

The Accompanying Notes are an Integral Part of these Financial Statements

EXHIBIT E - SEWER UTILITY

{THIS PAGE IS INTENTIONALLY LEFT BLANK}

SEWER UTILITY FUND
COMPARATIVE BALANCE SHEET
REGULATORY BASIS
AS OF DECEMBER 31,

	2016	2015
ASSETS		
Operating Fund:		
Cash	$ 1,240,190.53	$ 931,584.95
Receivables and Other Assets with Full Reserves:		
Consumer Accounts Receivable	27,452.61	24,898.83
Utility Liens Receivable	24,082.60	250.00
	51,535.21	25,148.83
Total of Operating Fund	1,291,725.74	956,733.78
Capital Fund:		
Cash and Investment	2,301,906.82	2,045,935.63
Grants Receivable	688,500.00	898,696.00
Fixed Capital:		
Completed	20,161,000.25	14,879,196.25
Authorized and Uncompleted	4,499,000.00	8,588,100.00
Total of Capital Fund	27,650,407.07	26,411,927.88
Total Assets	$ 28,942,132.81	$ 27,368,661.66

The Accompanying Notes are an Integral Part of these Financial Statements

Exhibit E
Sheet 2

SEWER UTILITY FUND
COMPARATIVE BALANCE SHEET
REGULATORY BASIS
AS OF DECEMBER 31,

	2016	2015
LIABILITIES, RESERVES AND FUND BALANCE		
Operating Fund:		
Liabilities:		
Appropriation Reserves	$ 57,387.20	$ 93,398.62
Encumbrances Payable	49,208.17	29,672.23
Accounts Payable	126.50	1,495.45
Accrued Interest on Bonds and Notes	74,146.94	67,274.07
Overpayments	58,006.26	72,753.55
	238,875.07	264,593.92
Reserve for Receivables	51,535.21	25,148.83
Fund Balance	1,001,315.46	666,991.03
Total of Operating Fund	1,291,725.74	956,733.78
Capital Fund:		
Improvement Authorizations:		
Funded	5,393.30	508,972.09
Unfunded	1,718,409.07	1,793,551.16
Contracts Payable	1,650,739.55	452,535.35
Bond Anticipation Notes	2,862,000.00	2,040,000.00
Serial Bonds Payable	1,579,000.00	1,694,000.00
USDA Loan Payable	8,696,921.49	8,833,184.80
Reserve for Amortization	8,233,274.76	7,982,011.45
Reserve for Deferred Amortization	2,707,904.00	2,918,100.00
Reserve to Pay Loans	65,699.57	82,036.98
Capital Improvement Fund	22,907.38	22,907.38
Fund Balance	108,157.95	84,628.67
Total of Capital Fund	27,650,407.07	26,411,927.88
Total Liabilities, Reserves and Fund Balance	$ 28,942,132.81	$ 27,368,661.66

There were Bonds and Notes Authorized But Not Issued at December 31, 2016 and 2015 of $580,900.00 and $0.00, respectively.

The Accompanying Notes are an Integral Part of these Financial Statements

SEWER UTILITY OPERATING FUND
COMPARATIVE STATEMENT OF OPERATIONS
AND CHANGES IN FUND BALANCE
REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31,

	2016	2015
Revenue and Other Income Realized		
Fund Balance Anticipated	$ -	$ -
Sewer Rents	5,275,111.58	5,092,556.92
Miscellaneous	57,063.37	43,747.88
Interest on Investments	13,825.73	5,967.48
Reserve to Pay Loan	16,337.41	-
ARRA Debt Service Subsidy	21,856.62	-
Reserve - Insurance Proceeds		11,042.73
Other Credit to Income-		
Unexpended Balance of Appropriation Reserves	85,944.31	24,814.47
2014 Excess Accrued Expense Reversed in 2015	-	5,201.81
Accounts Payable Cancelled	1,495.45	
Total Income	5,471,634.47	5,183,331.29
Expenditures		
Operating		
Salaries and Wages	390,543.07	374,592.00
Other Expenses	4,066,127.34	3,812,674.92
Capital Improvements	2.00	22,001.00
Debt Service	618,327.63	560,701.98
Deferred Charges and Statutory Expenditures	62,310.00	67,840.00
Prior Year Revenue Refunded	-	30,878.45
Total Expenditures	5,137,310.04	4,868,688.35
Excess in Revenues	334,324.43	314,642.94
Adjustments to Income before Fund Balance:		
Expenditures Included Above Which Are by Statute		
Deferred Charges to Budget of Succeeding Year	-	-
Statutory Excess to Fund Balance	334,324.43	314,642.94
Fund Balance, January 1	666,991.03	352,348.09
Decreased by:		
Utilization as Anticipated Revenue	-	-
Fund Balance, December 31	$ 1,001,315.46	$ 666,991.03

The Accompanying Notes are an Integral Part of these Financial Statements

Exhibit E-2

SEWER UTILITY CAPITAL FUND
SCHEDULE OF CAPITAL FUND BALANCE - REGULATORY BASIS

	December 31, 2016	December 31, 2015
Balance December 31, 2015	$ 84,628.67	$ 84,628.67
Increased by:		
Premium on Note sale	23,529.28	
Balance December 31, 2016	$ 108,157.95	$ 84,628.67

The Accompanying Notes are an Integral Part of these Financial Statements

Exhibit E-3

SEWER UTILITY OPERATING FUND
STATEMENT OF REVENUES
REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2016

	ANTICIPATED REVENUE	REALIZED	EXCESS OR (DEFICIT)
Anticipated Revenue:			
Sewer Rents	$ 5,092,500.00	$ 5,275,111.58	$ 182,611.58
Miscellaneous	43,700.00	57,063.37	13,363.37
Interest on Investments	5,900.00	13,825.73	7,925.73
Reserve to Pay Loan	16,337.41	16,337.41	-
ARRA Debt Service Subsidy	11,000.00	21,856.62	10,856.62
	$ 5,169,437.41	$ 5,384,194.71	$ 214,757.30

Analysis of Realized Revenue

Sewer Rents	
Consumer Accounts Receivable	$ 5,274,956.52
Sewer Utility Lien Collections	155.06
	$ 5,275,111.58
Miscellaneous	
Interest on Delinquent Rents	$ 44,963.03
Miscellaneous	12,100.34
	$ 57,063.37

The Accompanying Notes are an Integral Part of these Financial Statements

SEWER UTILITY OPERATING FUND
STATEMENT OF EXPENDITURES - REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31,2016

	APPROPRIATIONS		EXPENDED				
	BUDGET	BUDGET AFTER MODIFICATION	PAID OR CHARGED	ENCUMBERED	RESERVED	UNEXPENDED BALANCE CANCELLED	OVER - EXPENDED
OPERATING							
Salaries and Wages	$ 419,498.07	$ 410,543.07	$ 375,443.27	$ -	$ 15,099.80	$ 20,000.00	$ -
Other Expenses	194,580.62	189,407.34	119,371.82	25,345.59	37,689.93	7,000.00	-
Terminal Leave - Salaries and Wages	1.00	1.00	-	-	1.00	-	-
Insurance	194,000.00	196,800.00	172,898.70	23,862.58	38.72	-	-
CMCMUA	3,684,545.72	3,686,919.00	3,686,919.00	-	-	-	-
	4,492,625.41	4,483,670.41	4,354,632.79	49,208.17	52,829.45	27,000.00	-
CAPITAL IMPROVEMENTS							
Capital Improvement Fund	1.00	1.00			1.00		-
Capital Outlay	1.00	1.00			1.00		-
	2.00	2.00	-	-	2.00	-	-
DEBT SERVICE							
Payment of Bond Principal	251,500.00	251,500.00	251,263.31			236.69	-
Interest on Bonds	348,500.00	348,500.00	343,609.32			4,890.68	-
Interest on Notes	14,500.00	23,455.00	23,455.00			-	-
	614,500.00	623,455.00	618,327.63	-	-	5,127.37	-
DEFERRED CHARGES AND STATUTORY EXPENDITURES							
Contribution to:							
Public Employee Retirement System	28,810.00	28,810.00	28,810.00		-		-
Social Security System (O.A.S.I.)	32,000.00	32,000.00	27,557.59		4,442.41		-
Unemployment Compensation	1,500.00	1,500.00	1,386.66		113.34		-
	62,310.00	62,310.00	57,754.25	-	4,555.75	-	-
	$ 5,169,437.41	$ 5,169,437.41	$ 5,030,714.67	$ 49,208.17	$ 57,387.20	$ 32,127.37	$ -

The Accompanying Notes are an Integral Part of these Financial Statements

EXHIBIT G - GENERAL FIXED ASSETS

{THIS PAGE IS INTENTIONALLY LEFT BLANK}

Exhibit G

GENERAL FIXED ASSETS ACCOUNT GROUP
COMPARATIVE STATEMENT OF GENERAL FIXED ASSETS
REGULATORY BASIS
AS OF DECEMBER 31,

	2016	2015
General Fixed Assets:		
Land	$ 24,903,100.00	$ 24,903,100.00
Land Improvements	5,324,058.00	5,324,058.00
Buildings and Building Improvements	23,895,166.00	23,836,166.00
Machinery and Equipment	11,356,453.00	10,821,373.00
Total General Fixed Assets	65,478,777.00	64,884,697.00
Investment in General Fixed Assets	$ 65,478,777.00	$ 64,884,697.00

The Accompanying Notes are an Integral Part of these Financial Statements

{THIS PAGE IS INTENTIONALLY LEFT BLANK}

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

The City of Wildwood (hereafter referred to as the “City”) is a resort community in the County of Cape May, State of New Jersey. The City covers an area of approximately 1.3 square miles with a population according to the 2010 census of 5,325. The City was incorporated by an Act of the New Jersey Legislature on January 1, 1912.

The City Commission is governed by the Walsh Act, and consists of a Mayor and two Commissioners. From 1912 to 1982, the City had a commission form of government. In 1983, the government changed to the mayor-council. In 1995, by voter referendum, the City switched back to the commission form of government.

The Commissioners serve a four-year term of office. Voters within the City choose three Commissioners to serve the four year term. During 2011 the Commissioners approved a change in the election from May to December, this will extend the current terms an additional six months. The three elected commissioners then choose one of their members to serve as Mayor. The individual City Commissioners have direct supervisory control over their respective departments. The chief financial officer has been appointed to prepare and administer the annual budget.

Except as noted below, the financial statements of the City of Wildwood include every board, body, office or commission supported and maintained wholly or in part by funds appropriated by the City of Wildwood, as required by N.J.S. 40A:5-5.

Component units are legally separate organizations for which the City is financially accountable. The City is financially accountable for an organization if the City appoints a voting majority of the organization's governing board and (1) the City is able to significantly influence the programs or services performed or provided by the organization; or (2) the City is legally entitled to or can otherwise access the organization's resources; the City is legally obligated or has otherwise assumed the responsibility to finance the deficits of or provide financial support to the organization; or the City is obligated for the debt of the organization. Component units may also include organizations that are fiscally dependent on the City in that the City approves the budget, the issuance of debt or the levying of taxes. The Wildwood Special Improvement District and Business Improvement District are component units of the City; however they are not presented as part of the financial statements of the City. The Corporations issue separate financial statements which are available from the corporate offices.

B. Description of Funds

The accounting policies of the City of Wildwood conform to the accounting principles applicable to municipalities that 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 the respect to public funds. Under this method of accounting, the City of Wildwood accounts for its financial transactions through the following separate funds:

Current Fund -- resources and expenditures for governmental operations of a general nature, including Federal and State grant funds.

Trust Funds -- receipts, custodianship and disbursement of funds in accordance with the purpose for which each reserve was created.

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

Water and Sewer Utility Operating and Capital Fund – The Water and Sewer Utility Operating and Capital Funds account for the operations and acquisition of capital facilities of the municipally owned Water and Sewer Utility.

General Fixed Assets Account Group -- All fixed assets used in governmental fund type operations (general fixed assets) are accounted for in the general fixed assets account group, rather than in governmental funds.

C. Basis of Accounting

The accounting principles and practices prescribed for municipalities by the State of New Jersey differ in certain respects from accounting principles generally accepted in the United States of America applicable to local governmental units. The more significant policies in New Jersey follow. A modified accrual basis of accounting is followed with minor exceptions.

Revenues -- are recorded as received in cash except for certain amounts that are due from other governmental units. Receipts from Federal and State grants are realized as revenue when anticipated in the City budget. Receivables for property taxes are recorded with offsetting reserves on the balance sheet of the City's Current Fund , in addition the receivables for utility billings are recorded with offsetting reserves in the Utility Fund; accordingly, such amounts are not recorded as revenue until collected. Other amounts that are due to the City which are susceptible to accrual are also recorded as receivables with offsetting reserves and recorded as revenue when received.

Expenditures -- are recorded on the "budgetary" basis of accounting. Generally expenditures are recorded when an amount is encumbered for goods or services through the issuance of a purchase order in conjunction with the Encumbrance Accounting System. Outstanding encumbrances at December 31, are reported as a cash liability in the financial statements. Appropriation reserves covering unexpended appropriation balances are automatically created at December 31st of each year and recorded as liabilities, except for amounts that may be canceled 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. Appropriations for principal payments on outstanding general capital bonds and notes are provided on the cash basis; interest on general capital indebtedness is on the cash basis; interest on utility capital indebtedness is on the accrual basis. Compensated absences are treated on a pay as you go basis with no amount charged to operations in the year incurred.

Foreclosed Property -- Foreclosed property is recorded in the Current Fund at the assessed valuation when such property was acquired and is fully reserved.

Interfunds -- 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 of Supplies - The cost of inventories of supplies for all funds, except for the Water and Sewer Operating Funds, are recorded as expenditures at the time individual items are purchased. The cost of inventories is not included on various balance sheets. The City did not take a physical inventory of the supplies in the Sewer Utility Fund; therefore, no amount is reported on the Sewer Utility Operating Fund balance sheet.

General Fixed Assets -- The City has developed a fixed assets accounting and reporting system, as promulgated by the Division of Local Government Services, which differs in certain respects from accounting principles generally accepted in the United States of America.

As required by New Jersey Statutes, foreclosed property is reported in the current operating fund of the City.

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 at the time the land is foreclosed or donated. Land purchased by the City is valued at cost. Expenditures for long lived assets with an original cost in excess of $5,000 are capitalized.

No depreciation has been provided for in the financial statements.

Expenditures for construction in progress are recorded in the Capital Funds until such time the construction is completed and put into operation.

Fixed assets acquired through grants in aid or contributed capital have been accounted for separately.

Property and equipment purchased by the Water and Sewer Utility Funds are recorded in the capital account at cost and are adjusted for disposition and abandonment. The amounts shown do not purport to represent reproduction costs or current value. Contributions in aid of construction are not capitalized. The balance in the Reserve for Amortization and Deferred Reserve for Amortization accounts in the utility capital fund represents charges to operations for the costs of acquisitions of property, equipment and improvements. The utility does not record depreciation on fixed assets.

The following schedule is a summarization of the changes in general fixed assets for the most recent calendar years ended December 31, 2016 and 2015.

	Balance as of 12/31/14	Additions	Disposals	Balance as of 12/31/15
Land	$ 24,903,100			24,903,100
Land Improvements	5,283,404	40,654		5,324,058
Buildings and Building Improvements	23,836,166			23,836,166
Machinery and Equipment	10,407,711	593,056	(179,394)	10,821,373
	$ 64,430,381	633,710	(179,394)	64,884,697

	Balance as of 12/31/15	Additions	Disposals	Balance as of 12/31/16
Land	$ 24,903,100			24,903,100
Land Improvements	5,324,058			5,324,058
Buildings and Building Improvements	23,836,166	59,000		23,895,166
Machinery and Equipment	10,821,373	535,080		11,356,453
	$ 64,884,697	594,080	-	65,478,777

Levy of Taxes -- The County Board of Taxation certifies the tax levy of the City each year. The tax levy is based on the assessed valuation of taxable property within the City. Taxes are payable on the first day of February, May, August, and November. Any taxes that have not been paid by the 11th day of the 11th month in the fiscal year levied are subject to being included in the tax sale and the lien enforced by selling the property in accordance with NJSA 54:5 et seq.

The City is responsible for remitting 100% of the school, county and special district taxes to the respective agency. The loss for delinquent or uncollectible accounts is borne by the City and not the school district or county or special district.

Interest on Delinquent Taxes – It is the policy of the City of Wildwood to collect interest for the nonpayment of taxes or assessments on or before the date when they would become delinquent. The Tax Collector is authorized to charge eight percent (8%) per annum on the first $1,500.00 of taxes becoming delinquent after due date and eighteen percent (18%) per annum on any amount of taxes in excess of $1,500.00 becoming delinquent after due date and if a delinquency is in excess of $10,000.00 and remains in arrears beyond December 31st, an additional penalty of six percent (6%) shall be charged against the delinquency. There is a ten day grace period.

Levy of Utility Charges – The City operates a water utility fund and a sewer utility fund. Rates are determined by ordinance and changed as necessary. Water and Sewer charges are based on flat fees and usage based on the type of entity. Charges are billed annually and due in quarterly installments.

Interest on Delinquent Utility Charges – It is the policy of the City to collect interest for the nonpayment of utility charges on or before the date when they would become delinquent. The Utility Collector is authorized to charge eight percent (8%) per annum on the first $1,500.00 of charges becoming delinquent after due date and eighteen percent (18%) per annum on any amount of charges in excess of $1,500.00 becoming delinquent after due date.

Capitalization of Interest -- It is the policy of the City of Wildwood to treat interest on projects as a current expense and the interest is included in both the current and utility operating budgets.

Use of Estimates -- The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America or the statutory basis of accounting requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

D. Required Financial Statements

The State of New Jersey requires the following financial statements to be presented for each fund on the regulatory basis of accounting: Balance Sheet, Statement of Operations and Changes in Fund Balance, Statement of Revenue and Statement of Expenditures. These statements differ from those presented under Generally Accepted Accounting Principles, which requires a Statement of Net Position and Statement of Activities in addition to the fund financial statements.

E. Comparative Data

Comparative total data for the prior year has been presented in the accompanying Balance Sheets and Statement of Operations in order to provide an understanding of changes in the City's financial position. However, comparative (i.e., presentation of prior year totals by fund type) data have not been presented in the Statement of Revenue-Statutory Basis and Statement of Expenditures-Statutory Basis since their inclusion would make the statements unduly complex and difficult to read.

F. Recent Accounting Pronouncements Not Yet Effective

In June 2015, the Governmental Accounting Standards Board (GASB) issued Statement No. 74 “Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans”. This statement, which is effective for fiscal periods beginning after June 15, 2016, will not have any effect on the City’s financial reporting.

In June 2015, the Governmental Accounting Standards Board (GASB) issued Statement No. 75 “Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions”. This statement, which is effective for fiscal periods beginning after June 15, 2017, will not have any effect on the City’s financial reporting.

In January 2016, the Governmental Accounting Standards Board (GASB) issued Statement No. 80 “Blending Requirements for Certain Component Units – an amendment of GASB Statement No. 14”. This statement, which is effective for fiscal periods beginning after June 15, 2016, will not have any effect on the City’s financial reporting.

In March 2016, the Governmental Accounting Standards Board (GASB) issued Statement No. 81, “Irrevocable Split-Interest Agreements”. This statement is effective for fiscal periods beginning after December 15, 2016, will not have any effect on the City’s financial reporting.

In March 2016, the Governmental Accounting Standards Board (GASB) issued Statement No. 82, “Pension Issues – an amendment of GASB Statements No. 67, No. 68, and No.73”. This statement is effective for fiscal periods beginning after June 15, 2016, will not have any effect on the City’s financial reporting, however will affect the disclosure of pension related items.

In November 2016, the Governmental Accounting Standards Board (GASB) issued Statement No. 83, “Certain Asset Retirement Obligations”. This statement is effective for fiscal periods beginning after June 15, 2018, will not have any effect on the City’s financial reporting.

In January 2017, the Governmental Accounting Standards Board (GASB) issued Statement No. 84, “Fiduciary Activities”. This statement is effective for fiscal periods beginning after December 15, 2018, will not have any effect on the City’s financial reporting.

Note 2: BUDGETARY INFORMATION

Under New Jersey State Statutes, the annual budget is required to be a balanced cash basis document. To accomplish this, the City is required to establish a reserve for uncollected taxes. The 2016 and 2015 statutory budgets included a reserve for uncollected taxes in the amount of $216,744 and $140,641. To balance the budget, the City is required to show a budgeted fund balance. The amount of fund balance budgeted to balance the 2016 and 2015 statutory budgets was $1,975,000 and $1,848,950.

The Chief Financial Officer has the discretion of approving intra department budgetary transfers throughout the year. Inter department transfers are not permitted prior to November 1. After November 1 these transfers can be made in the form of a resolution and approved by City Council. The following significant budget transfers were approved in the 2016 and 2015 calendar years:

Budget Category	2016	2015
Current Fund		
Municipal Fire Fighting		
Salaries & Wages	75,926	30,700
Insurance		
Employee Group Health	(202,304)	
Other Expenses		(63,788)
Engineer		
Other Expenses		45,518
Beach Services		
Salaries & Wages		(23,050)
Fuel		
Other Expenses		(24,745)
Utilities		
Other Expenses		24,745
Police		
Salaries & Wages	(176,396)	(63,405)
Seasonal	55,000	45,400
Other Expenses	128,357	48,000
Purchase of Vehicles	79,296	
Property Inspections		
Salaries & Wages		(20,600)
Other Expenses		(76,160)
Environmental Maintenance		
Salaries & Wages	(30,600)	
Other Expenses		67,701
Street Maintenance		
Salaries & Wages		(33,910)
Tax Assessment		
Other Expenses		(41,840)

NJSA 40A:4-87 permits special items of revenue and appropriations to be inserted into the annual budget when the item has been made available by any public or private funding source and the item was not determined at the time of budget adoption. During 2016 and 2015, they were as follows:

	2016	2015
GWTIDA - Muni Event Support	$ 100,000	$ 100,000
Drive Sober or Get Pulled Over	5,000	5,000
Click it or Ticket	5,000	4,000
COPS in Shops	6,200	8,300
WBID Community Policing	20,000	20,000
Small Cities	410,000	
	$ 546,200	137,300

The City may make emergency appropriations, after the adoption of the budget, for a purpose which was not foreseen at the time the budget was adopted or for which adequate provision was not made therein. This type of appropriation shall be made to meet a pressing need for public expenditure to protect or promote the public health, safety, morals or welfare or to provide temporary housing or public assistance prior to the next succeeding fiscal year. Emergency appropriations, except those classified as a special emergency, must be raised in the budgets of the succeeding year. Special emergency appropriations are permitted to be raised in the budgets of the succeeding three or five years. During 2012 the City approved two special emergency appropriations, one for the preparation of a reassessment program and one for the preparation of the tax map. The unfunded balance as of December 31, 2016 was $66,000 and $17,000 respectively.

Note 3: INVESTMENTS

As of December 31, 2016 and 2015, the City had no investments.

Interest Rate Risk. The City does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. However, New Jersey Statutes 40A:5-15.1(a) limits the length of time for most investments to 397 days.

Credit Risk. New Jersey Statutes 40A:5-15.1(a) limits municipal investments to those specified in the Statutes. The type of allowable investments are Bonds of the United States of America, the local unit or school districts of which the local unit is a part: obligations of federal agencies not exceeding 397 days; government money market mutual funds; the State of New Jersey Cash Management Plan; local government investment pools; or repurchase of fully collateralized securities.

Concentration of Credit Risk. The City places no limit on the amount the City may invest in any one issuer.

Note 4: CASH

Custodial Credit Risk – Deposits. Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. The City's policy is based on New Jersey Statutes requiring cash be deposited only in New Jersey based banking institutions that participate in the New Jersey Governmental Depository Protection Act (GUDPA) or in qualified investments established in New Jersey Statutes 40A:5-15.1(a) that are treated as cash equivalents. Under the act, all demand deposits are covered by the Federal Deposit Insurance Corporation (FDIC). Public funds owned by the municipality 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 fund that may pass to the municipality relative to the happening of a future condition. As of December 31, 2016 and 2015, $1,860,825 and $2,064,310 of the City's bank balance of $27,982,830 and $20,455,242, respectively were exposed to custodial credit risk.

Note 5: LONG TERM DEBT

Long-term debt as of December 31, 2016 and 2015 consisted of the following:

	Balance as of 12/31/14	Additions	Reductions	Balance as of 12/31/15	Due in One Year
General	$ 15,626,188		1,857,639	13,768,549	1,924,043
Water Utility	16,685,441	2,880,000	3,678,276	15,887,165	1,256,869
Sewer Utility	8,515,548	2,218,123	206,486	10,527,185	316,379
Comp Absences	2,801,892	1,867,341	1,735,840	2,933,393	
Total	$ 43,629,069	6,965,464	7,478,241	43,116,292	3,497,292

	Balance as of 12/31/15	Additions	Reductions	Balance as of 12/31/16	Due in One Year
General	$ 13,768,549		1,924,043	11,844,506	1,995,481
Water Utility	15,887,165	1,530,000	1,256,869	16,160,296	1,014,155
Sewer Utility	10,527,185		251,263	10,275,922	255,768
Comp Absences	2,933,393	1,969,403	1,163,724	3,739,072	
Total	$ 43,116,292	3,499,403	4,595,900	42,019,795	3,265,404

Paid by Current Fund:

$10,729,000 General Improvement Bond dated 05/01/2008 payable in annual installments through 05/01/2021. $860,000 of principal was paid on 05/01/16. Interest is paid semiannually at varying rates. The balance remaining as of December 31, 2016 was $5,029,000.

$7,175,000 Refunding Bonds dated 12/28/11 payable in annual installments through 11/01/21. Interest is paid semiannually at rates varying from 3.00% to 4.00% per annum. $685,000 of principal was paid on 11/01/16. The balance remaining as of December 31, 2016 was $3,880,000.

$3,374,000 General Improvement Bonds dated 10/26/12 payable in annual installments through 10/01/23. Interest is paid semiannually at rates varying from 2.00% to 3.00% per annum. The balance remaining as of December 31, 2016 was $2,355,000.

$500,000 Green Trust Loans Payable dated 10/07/2002 payable in semiannual installments of $17,864 through 05/29/2019. The payment includes principal and interest $33,490 of principal was paid during 2016. Interest is payable at 2.00% per annum. The balance remaining as of December 31, 2016 was $86,700.

$289,000 Green Trust Loans Payable dated 02/20/2003 payable in semiannual installments of $8,985 through 11/25/2022. The payment includes principal and interest $15,712 of principal was paid during 2016. Interest is payable at 2.00% per annum. The balance remaining as of December 31, 2016 was $101,132.

$164,000 Green Trust Loans Payable dated 01/19/2007 payable in semiannual installments of $5,099 through 10/24/2024. The payment includes principal and interest $8,400 of principal was paid during 2015. Interest is payable at 2.00% per annum. The balance remaining as of December 31, 2015 was $75,047.

$175,000 USDA/Rural Development Loan dated 01/23/2003 payable in semiannual installments of $4,738 through 11/25/2042. The payment includes principal and interest $2,887 of principal was paid during 2016. Interest is payable at 4.50% per annum. The balance remaining as of December 31, 2016 was $144,241.

$208,000 USDA/Rural Development Loan dated 08/01/2003 payable in semiannual installments of $5,431 through 08/01/2043. The payment includes principal and interest $3,385 of principal was paid during 2016. Interest is payable at 4.25% per annum. The balance remaining as of December 31, 2016 was $173,385.

Paid by Water Utility Fund:

$3,490,000 Refunding Water Bond dated 01/01/04 payable in annual installments through 09/15/2016. $330,000 of principal was paid on 09/15/16. Interest is paid semiannually at varying rates. The balance remaining as of December 31, 2016 was $0.

$9,903,000 Water Bond dated 05/01/08 payable in annual installments through 05/01/2028. $450,000 of principal was paid on 05/01/16. Interest is paid semiannually at varying rates. The balance remaining as of December 31, 2016 was $6,748,000.

$1,350,000 Refunding Bonds dated 12/28/11 payable in annual installments through 11/01/21. Interest is paid semiannually at rates varying from 2.00% to 3.00% per annum. $130,000 of principal was paid on 11/1/16. The balance remaining as of December 31, 2016 was $710,000.

$3,010,000 General Improvement Bonds dated 10/26/12 payable in annual installments through 10/01/27. Interest is paid semiannually at rates varying from 2.00% to 3.00% per annum. The balance remaining as of December 31, 2016 was $2,450,000.

$824,726 USDA/Rural Development Loan dated 02/28/2008 payable in semiannual installments of $21,146 through 02/28/2047. The payment includes principal and interest. $11,946 of principal was paid during 2016. Interest is payable at 4.125% per annum. The balance remaining as of December 31, 2016 was $728,680.

$410,000 USDA/Rural Development Loan dated 07/12/2013 payable in semiannual installments of $7,635 through 07/12/2053. The payment includes principal and interest. $6,877 of principal was paid during 2016. Interest is payable at 2.125% per annum. The balance remaining as of December 31, 2016 was $389,798.

$277,000 USDA/Rural Development Loan dated 11/26/2013 payable in semiannual installments of $5,385 through 11/26/2053. The payment includes principal and interest. $4,420 of principal was paid during 2016. Interest is payable at 2.375% per annum. The balance remaining as of December 31, 2016 was $264,047.

$385,000 USDA/Rural Development Loan dated 12/08/2015 payable in semiannual installments of $7,015 through 6/8/2055. The payment includes principal and interest. $6,362 of principal was paid during 2016. Interest is payable at 2.000% per annum. The balance remaining as of December 31, 2016 was $378,638.

$1,530,000 USDA/Rural Development Loan dated 12/22/2016 payable in semiannual installments of $27,877 through 12/22/2056. The payment includes principal and interest. $0 of principal was paid during 2016. Interest is payable at 1.375% per annum. The balance remaining as of December 31, 2016 was $1,530,000.

$625,000 N.J. Environmental Trust Loan Bond dated 11/10/2007 payable in annual installments through 08/01/2025. $30,000 of principal was paid on 08/01/16. Interest is paid semiannually at varying rates. The balance remaining as of December 31, 2016 was $360,000.

$621,500 N.J. Environmental Fund Loan Bond dated 11/10/2007 payable in annual installments through 08/01/2025 bearing no interest. $30,400 of principal was paid on 08/01/16. The balance remaining as of December 31, 2016 was $287,573.

$590,000 N.J. Environmental Fund Loan Bond dated 5/28/2015 payable in semiannual installments through 08/01/2034. The payment includes principal and interest. $20,000 of principal was paid during 2016. The balance remaining as of December 31, 2016 was $570,000.

$1,905,000 N.J. Environmental Fund Loan Bond dated 5/28/2015 payable in semiannual installments through 08/01/2034 bearing no interest. $96,864 of principal was paid during 2016.

The balance remaining as of December 31, 2016 was $1,743,559.

Paid by Sewer Utility Fund:

$1,079,000 Sewer Bond dated 05/01/08 payable in annual installments through 05/01/2028. $50,000 of principal was paid on 05/01/16. Interest is paid semiannually at varying rates. The balance remaining as of December 31, 2016 was $729,000.

$1,112,000 General Improvement Bonds dated 10/26/12 payable in annual installments through 10/01/27. Interest is paid semiannually at rates varying from 2.00% to 3.00% per annum. The balance remaining as of December 31, 2016 was $850,000.

$279,524 USDA/Rural Development Loan dated 02/28/2007 payable in semiannual installments of $7,167 through 02/28/2047. The payment includes principal and interest. $4,049 of principal was paid during 2016. Interest is payable at 4.125% per annum. The balance remaining as of December 31, 2016 was $246,971.

$1,435,000 USDA/Rural Development Loan dated 02/28/2007 payable in semiannual installments of $36,794 through 02/28/2047. The payment includes principal and interest. $20,788 of principal was paid during 2016. Interest is payable at 4.25% per annum. The balance remaining as of December 31, 2016 was $1,267,870.

$1,445,500 USDA/Rural Development Loan dated 12/05/2008 payable in semiannual installments of $39,130 through 12/05/2048. The payment includes principal and interest. $18,244 of principal was paid during 2016. Interest is payable at 4.5% per annum. The balance remaining as of December 31, 2016 was $1,319,946.

$1,737,000 USDA/Rural Development Loan Dated 6/3/2010 payable in semiannual installments of $44,537 through 6/3/2050. The payment includes principal and interest at an annual rate of 4.125%. This loan was issued under the Build America Bond program of the United States of America Recovery and Reinvestment Act (ARRA). Under the provisions of the Act, the City is issued a semiannual interest rebate equal to 35% of the actual interest payment. The rebate is issued prior to the interest payment date. In calendar year 2016, the City made principal payments of $22,034. The rebate amount received in 2016 was $21,857. The balance remaining as of December 31, 2016 was $1,608,621.

$1,136,000 USDA/Rural Development Loan dated 7/15/2011 payable in semiannual installments of $22,550 through 7/15/2051. $18,483 of principal was paid during 2016. The payment includes principal and interest. Interest is payable at 2.5% per annum. The balance remaining as of December 31, 2016 was $1,047,813.

$2,236,000 USDA/Rural Development Loan dated 5/28/2015 payable in semiannual installments of $41,635 through 5/28/2055. $36,327 of principal was paid during 2016. The payment includes principal and interest. Interest is payable at 2.5% per annum. The balance remaining as of December 31, 2016 was $2,181,796.

Schedule of Annual Debt Service for Principal and Interest for Bonded Debt Issued and Outstanding:

	General		Water Utility		Sewer Utility	
Year	Principal	Interest	Principal	Interest	Principal	Interest
2017	1,930,000	399,381	770,000	369,814	115,000	51,947
2018	2,005,000	324,944	795,000	343,520	120,000	48,522
2019	2,100,000	247,281	830,000	316,282	125,000	44,891
2020	2,200,000	165,113	855,000	286,335	130,000	41,119
2021	2,289,000	79,403	890,000	255,117	130,000	37,212
2022-2026	740,000	22,300	4,180,000	795,656	725,000	119,740
2027-2028	-	-	1,588,000	69,820	234,000	9,501
	$ 11,264,000	1,238,422	9,908,000	2,436,545	1,579,000	352,932

Schedule of Annual Debt Service for Principal and Interest for USDA/Rural Development Loans:

	General		Water Utility		Sewer Utility	
Year	Principal	Interest	Principal	Interest	Principal	Interest
2017	6,549	13,789	59,421	58,329	140,768	261,957
2018	6,838	13,500	60,727	57,281	145,361	257,700
2019	7,140	13,198	62,067	56,204	150,116	253,293
2020	7,455	12,883	63,444	55,098	154,975	248,797
2021	7,784	12,554	64,859	54,682	160,142	244,008
2022-2026	44,386	57,304	346,927	255,562	883,837	1,143,168
2027-2031	55,087	46,603	388,638	222,473	1,042,062	997,071
2032-2036	68,369	33,321	436,890	184,125	1,231,382	822,625
2037-2041	84,858	16,831	492,575	139,504	1,458,497	613,752
2042-2046	29,161	1,379	557,273	87,380	1,732,298	362,325
2047-2051			415,393	37,024	1,217,261	115,945
2052-2056			342,949	12,800	380,223	15,781
	$ 317,627	221,362	3,291,163	1,220,462	8,696,922	5,336,422

Schedule of Annual Debt Service for Principal and Interest for Green Trust Loans:

	General Capital	
Year	Principal	Interest
2017	58,932	4,964
2018	60,117	3,780
2019	43,461	2,572
2020	26,292	1,877
2021	26,821	1,348
2022-2024	47,256	1,309
	$ 262,879	15,849

Schedule of Annual Debt Service for Principal and Interest N.J. Environmental Trust Loans:

	Water	
Year	Principal	Interest
2017	184,734	40,981
2018	183,824	38,581
2019	187,857	36,094
2020	195,140	33,356
2021	193,970	30,306
2022-2026	930,693	103,719
2027-2031	669,322	47,800
2032-2034	415,593	10,200
	$ 2,961,132	341,038

As of December 31, 2016 and 2015, the carrying value of the above bonds approximates the fair value of the bonds.

{This space intentionally left blank}

Summary of Municipal Debt	Year 2016	Year 2015	Year 2014
Issued:			
General:			
Bonds & Notes Issued	$ 19,176,000	$ 17,024,600	$ 18,177,900
Green Trust Loans	262,879	320,650	377,282
USRDA Loans	317,626	323,899	329,906
Water and Sewer:			
Bonds & Notes Issued	21,053,000	18,212,000	16,278,000
USRDA Loans	11,988,085	10,623,953	8,139,836
NJ Environmental Loan	2,961,132	3,138,397	3,269,153
Total Debt Issued	55,758,722	49,643,499	46,572,077
Authorized but not issued:			
General:			
Bonds & Notes	381	830,044	830,000
Water and Sewer:			
Bonds & Notes	3,106,882	-	4,082,110
Bonds & Notes Authorized But Not Issued	3,107,263	830,044	4,912,110
Net Bonds & Notes Issued and Authorized But Not Issued	58,865,985	50,473,543	51,484,187
Deductions:			
Reserve for Payment of Bonds/Notes	51,380	29,219	66,010
Self-liquidating Debt	39,109,098	31,974,350	31,769,099
Total Deductions	39,160,478	32,003,569	31,835,109
Net Debt	$ 19,705,507	18,469,974	19,649,078

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 1.382%.

	Gross Debt	Deductions	Net Debt
Self-Liquidating Purpose	$ 39,110,098	39,110,098	-
General Debt	19,756,887	51,380	19,705,507
	$ 58,866,985	39,161,478	19,705,507

Net Debt $19,705,507 / Equalized Valuation Basis per NJSA 40A:2-2 as amended, $1,425,792,736= 1.288%.

The foregoing information is in agreement with the Annual Debt Statement filed with the Division of Local Government Services.

Borrowing Power Under N.J.S.A. 40A:2-6

3 1/2 % of Equalized Valuation Basis (Municipal)	$ 49,902,746
Net Debt	19,705,507
Remaining Borrowing Power	$ 30,197,239

The City of Wildwood School District, as a K-12 school district, is permitted to borrow up to 4% of the average equalized valuation for the past three years. State statutes allow a school district to exceed the districts limitation with voter approval. Any amounts in excess of the limit is treated as an impairment of the municipal limit.

{This space intentionally left blank}

Calculation of "Self-Liquidating Purposes"
Water Utility Per N.J.S.A. 40A:2-45

Cash Receipts from Fees, Fund Balance Anticipated Interest and Other Investment Income, and Other Charges for the Year		$ 8,160,834
Deductions:		
Operating and Maintenance Costs	$ 4,563,887	
Debt Service per Water Fund	1,799,053	
Total Deductions		6,362,940
Excess in Revenues		$ 1,797,894

Calculation of "Self-Liquidating Purposes"
Sewer Utility Per N.J.S.A. 40A:2-45

Cash Receipts from Fees, Fund Balance Anticipated Interest and Other Investment Income, and Other Charges for the Year		$ 5,471,634
Deductions		
Operating and Maintenance Costs	$ 4,518,982	
Debt Service per Sewer Fund	618,327	
Total Deductions		5,137,309
Excess in Revenues		$ 334,325

Note 6: NOTES

Bond Anticipation, Special Emergency Notes and Emergency Notes

The City has outstanding at December 31, 2016 and 2015, bond anticipation notes in the amount of $17,561,000 and $9,711,800, respectively. The December 31, 2016 amount payable to Cede & Co. is $9,711,800. Of the December 31, 2016 amount payable to Oppenheimer & Co.,

$17,561,000 bears an interest rate of 2.00% and will mature on October 20, 2017. Of this note $83,000 is a Special Emergency in the Current Fund.

Short term notes as of December 31, 2016 and 2015 consisted of the following:

	Balance as of 12/31/14	Additions	Reductions	Balance as of 12/31/15
General	$ 3,258,900	663,956	22,256	3,900,600
Sewer Utility	2,486,000	5,310,000	2,236,000	5,560,000
Special Emergency	419,400		168,200	251,200
Total	$ 6,164,300	5,973,956	2,426,456	9,711,800

	Balance as of 12/31/15	Additions	Reductions	Balance as of 12/31/16
General	$ 3,900,600	4,071,919	60,519	7,912,000
Utility	5,560,000	5,536,000	1,530,000	9,566,000
Special Emergency	251,200		168,200	83,000
Total	$ 9,711,800	9,607,919	1,758,719	17,561,000

Note 7: FUND BALANCES APPROPRIATED

Fund balances at December 31, 2016, which were appropriated and included as anticipated revenue in their own respective funds for the year ending December 31, 2017 were as follows:

Current Fund	$2,204,000
Water Utility	1,339,500

{This space intentionally left blank}

Note 8: DEFERRED CHARGES TO BE RAISED IN SUCCEEDING BUDGETS

Certain expenditures are required to be deferred to budgets of succeeding years. At December 31, 2016, the following deferred charges are shown on the balance sheets of the various funds:

	Balance December 31, 2016	2017 Budget Appropriation	Balance to Succeeding Year
Current fund:			
Special Emergency Authorization	$ 83,000	83,000	-
	$ 83,000	83,000	-

The appropriations in the 2017 Budget are not less than that required by statute.

Note 9: SCHOOL TAXES

Local District School Tax in the amounts of $10,814,900 and $10,655,593 have been raised for the 2016 and 2015 calendar year, respectively and $10,914,900 and $10,655,593 were remitted to the school district leaving a zero balance payable. The school tax levy is determined by taking 50% of the prior year and 50% of the current year requirements, plus the actual amount for debt service.

Note 10: TAXES COLLECTED IN ADVANCE

Taxes collected in advance are recorded as cash liabilities in the financial statements. Following is a comparison of the liability for the previous two years:

	Balance 12/31/16	Balance 12/31/15
Prepaid Taxes	$ 1,012,534	880,312
Cash Liability for Taxes Collected in Advance	$ 1,012,534	880,312

Note 11: PENSION FUNDS

Description of Plans

Substantially all of the City's employees are covered by the Public Employees' Retirement System (PERS) and Police and Fireman's Retirement System (PFRS), a cost-sharing multiple-employer defined benefit pension plan which has been established by state statute and is administered by the New Jersey Division of Pension and Benefits (Division). 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. The Division issues a publicly available financial report that includes the financial statements and required supplementary information for the Public Employees Retirement System and Police and Fireman's Retirement System. This report may be obtained by writing to the Division of Pensions and Benefits, PO Box 295, Trenton, New Jersey, 08625 or the report can be accessed on the internet at http://www.state.nj.us/treasury/pensions/annrprts.shtml.

Public Employees' Retirement System

The Public Employees' Retirement System was established in January, 1955 under the provisions of N.J.S.A. 43:15A to provide retirement, death, disability and medical benefits to certain qualified members. The Public Employees' Retirement System is a cost-sharing multiple-employer plan. Membership is mandatory for substantially all full time employees of the State or any county, City, 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.

Police and Fireman's Retirement System

The contribution policy for the PFRS is set by N.J.S.A. 43:16 and requires contributions by active members and contributing employers. Plan member and employer contributions may be amended by State of New Jersey legislation. PFRS provides for employee contributions of 10% of employees' annual compensation, as defined. Employers are required to contribute at an actuarially determined rate.

Funding Policy

The contribution policy is set by N.J.S.A. 43:15A, Chapter 62, P.L. of 1994, Chapter 115, P.L. of 1997 and N.J.S.A. 18:66, and requires contributions by active members and contributing employers. Plan member and employer contributions may be amended by State of New Jersey legislation. PERS provide for employee contributions of 7.06% thru June 30, 2016 and 7.20% from July 1, 2016 to December 31, 2016 of employees' annual compensation, as defined. PFRS provide for employee contributions of 10.0% of employees' annual compensation, as defined. Employers are required to contribute at an actuarially determined rate in PERS and PFRS. The current PERS rate is 12.46% of covered payroll and for PFRS a rate of 25.67% of covered payroll. The City's contributions to PERS for the years ending December 31, 2016, 2015 and 2014 were $708,744, $655,454 and $624,450 respectively, equal to the required contributions for each year.

The contribution policy for the PFRS is set by N.J.S.A. 43:16 and requires contributions by active members and contributing employers. Plan member and employer contributions may be amended by State of New Jersey legislation. PFRS provides for employee contributions of 10.0% of employees' annual compensation, as defined. Employers are required to contribute at an actuarially determined rate. The City's contributions to PFRS for the years ending December 31, 2016, 2015 and 2014 were $1,138,068, $1,019,141 and $1,023,266 respectively, equal to the required contributions for each year.

During the preparation of the 2009 budget the City elected to defer 50% of its required pension contributions. The deferred amounts were required to be funded starting in the 2012 budget including interest at 8.5% per annum.

Significant Legislation

Chapter 78, P.L. 2011, effective June 28, 2011 made various changes to the manner in which the Public Employees' Retirement System (PERS) and the Police and Firemen's Retirement System (PFRS) operate and to the benefit provisions of those systems.

Chapter 78's provisions impacting employee pension and health benefits include:

- New members of the PERS hired on or after June 28, 2011 (Tier 5 members) will need 30 years of creditable service and age 65 for receipt of the early retirement benefit without a reduction of ¼ of 1% for each month that the member is under age 65.
- The eligibility age to qualify for a service retirement in the PERS is increased from age 63 to 65 for Tier 5 members.
- The annual benefit under special retirement for new PFRS members enrolled after June 28, 2011 (Tier 3 members), will be 60% instead of 65% of the member's final compensation plus 1% for each year of creditable service over 25 years but not to exceed 30 years.
- Increases in active member contribution rates. PERS active member rates increase from 5.5% of annual compensation to 6.5% plus an additional 1% phased-in over 7 years; PFRS active member rate increase from 8.5% to 10%. For fiscal year 2012, the member contribution rates increased in October 2011. The phase-in of the additional incremental member contribution rates for PES members will take place in July of each subsequent fiscal year.
- The payment of automatic cost-of-living adjustment (COLA) additional increases to current and future retirees and beneficiaries is suspended until reactivated as permitted by this law.
- New employee contribution requirements towards the cost of employer-provided health benefit coverage. Employees are required to contribute a certain percentage of the cost of coverage. The rate of contribution is determined based on the employee's annual salary and the selected level of coverage. The increased employee contributions will be phased in over a 4-year period for those employed prior to Chapter 78's effective date with a minimum contribution required to be at least 1.5% of salary.
- In addition, this new legislation changes the method for amortizing the pension systems' unfunded accrued liability (from a level percent of pay method to a level dollar of pay).

Chapter 1, P.L. 2010, effective May 21, 2010, made a number of changes to the State-administered retirement systems concerning eligibility, the retirement allowance formula, the definition of compensation, the positions eligible for service credit, the non-forfeitable right to a pension, the prosecutor's part of the PERS, special retirement under the PFRS, and employer contributions to the retirement systems.

Also, Chapter 1, P.L. 2010 changed the membership eligibility criteria for new members of PERS from the amount of annual compensation to the number of hours worked weekly. Also, it returned the benefit multiplier for new members of PERS to 1/60th from 1/55th, and it provided that new members of PERS have the retirement allowance calculated using the average annual compensation for the last five years of service instead of the last three years of service. New members of PERS will no longer receive pension service credit from more than one employer. Pension service credit will be earned for the highest paid position only. For new members of the PFRS, the law capped the maximum compensation that can be used to calculate a pension from these plans at the annual wage contribution base for social security, and requires the pension to be calculated using a three year average annual compensation instead of the last year's salary. This law also closed the Prosecutors Part of the PERS to new members and repealed the law for new members that provided a non-forfeitable right to receive a pension based on the laws of the retirement system in place at the time 5 years of pension service credit is attained. The law also requires the State to make its full pension contribution, defined a 1/7th of the required amount, beginning in fiscal years 2012.

Chapter 3, P.L. 2010, effective May 21, 2010, replaced the accidental and ordinary disability retirement for new members of the PERS with disability insurance coverage similar to that provided by the State to individuals enrolled in the State's Defined Contribution Retirement Program.

Chapter 92, P.L. 2007 implemented certain recommendations contained in the December 1, 2006 report of the Joint Legislative Committee on Public Employee Benefits Reform; established a DCRP for elected and certain appointed officials, effective July 1, 2007; the new pension loan interest rate became 4.69% per year, and an $8.00 processing fee per loan was charged, effective January 1, 2008. The legislation also removed language from existing law that permits the State Treasurer to reduce employer pension contributions needed to fund the Funds and Systems when excess assets are available.

NOTE 12: PENSION PLAN FOR LIFEGUARDS

The City of Wildwood has established a pension plan to provide retirement, disability and survivor pension benefits for the individuals who serve on the City's lifeguard force. An eligible employee becomes a plan member upon employment. Employee contributions shall be withheld from the member's salary at the rate of 4.0% and contributed to the plan for his benefit. Retiree benefits are paid out of the trust fund. A plan member may retire with a pension only after his 45th birthday and after he has completed 20 years of service, the last 10 must have been completed immediately preceding his application.

The City's contributions to the Lifeguard Pension for the years ending December 31, 2016, 2015 and 2014 were $0, $0 and $0, respectively. The City's trust for the Lifeguard Pension at December 31, 2016 was $492,281. Currently there are only three individuals receiving benefits. The benefits paid by the trust for the years ended December 31, 2016, 2015 and 2014 were $71,673, $15,041 and $15,041, respectively.

Note 13: PENSION LIABILITIES

In 2012, the Governmental Accounting Standards Board issued GASB statement 68. This statement is effective for fiscal years beginning after June 15, 2014. This statement changes the method of reporting the City's pension liabilities. However, due to the fact that the City reports on the regulatory basis of accounting, no financial statement impact will be recognized.

The following represents the City's pension liabilities as June 30, 2016:

Public Employees' Retirement System

The City has a liability of $23,230,153 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2016, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The City's proportion of the net pension liability was based on a projection of the City's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. At June 30, 2016, the City's proportion is 0.07843484950%, which was an increase of 0.02% from its proportion measured as of June 30, 2015.

For the year ended December 31, 2016, the City would have recognized pension expense of $2,233,991. At December 31, 2016, the City would report deferred outflows of resources and deferred inflows of resources related to PERS from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes of assumptions	$ 4,812,047	
Net difference between projected and actual experience	432,010	
Net difference between projected and actual earnings on pension plan investments	885,787	
Changes in proportion and differences between City contributions and proportionate share of contributions	493,235	400,024
Total	$ 6,623,079	400,024

Amounts that would be reported as deferred outflows of resources and deferred inflows of resources related to pensions would be recognized in pension expense as follows:

Year ended June 30,	
2017	$ 1,408,316
2018	1,408,316
2019	1,609,995
2020	1,347,297
2021	449,131
Total	$ 6,223,055

Actuarial Assumptions

The total pension liability for the June 30, 2016 measurement date was determined by an actuarial valuation as of July 1, 2015, which was rolled forward to June 30, 2016. This actuarial valuation used the following assumptions, applied to all periods in the measurement:

Inflation rate	3.08%

Salary increases:		
	Through 2026	1.65% - 4.15% (based on age)
	Thereafter	2.65% - 5.15% (based on age)
Investment rate of return:		7.65%

Pre-retirement mortality rates were based on the RP-2000 Employee Preretirement Mortality Table for male and female active participants. For State employees, mortality tables are set back 4 years for males and females. For local employees, mortality tables are set back 2 years for males and 7 years for females. In addition, the tables provide for future improvements in mortality from the base year of 2014 using a generational approach based on the plan actuary's modified MP-2014 projection scale. Post-retirement mortality rates were based on the RP-2000 Combined Healthy Male and Female Mortality Tables (set back 1 year for males and females) for service retirements and beneficiaries of former members and a one-year static projection based on mortality improvement Scale AA. In addition, the tables for service retirements and beneficiaries of former members provide for future improvements in mortality from the base year of 2013 using a generational approach based on the plan actuary's modified MP-2014 projection scale. Disability retirement rates used to value disabled retirees were based on the RP-2000 Disabled Mortality Table (set back 3 years for males and set forward 1 year for females).

The actuarial assumptions used in the July 1, 2015 valuation were based on the results of an actuarial experience study for the period July 1, 2011 to June 30, 2014. It is likely that future experience will not exactly conform to these assumptions. To the extent that actual experience deviates from these assumptions, the emerging liabilities may be higher or lower than anticipated. The more experience deviates, the larger the impact on future financial statements.

In accordance with State statute, the long-term expected rate of return on plan investments (7.65% at June 30, 2016) is determined by the State Treasurer, after consultation with the Directors of the Division of Investments and Division of Pensions and Benefits, the board of trustees and the actuaries. The long term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflations. Best estimates of arithmetic real rates of return for each major asset class included in PERS's target asset allocation as of June 30, 2016 are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Cash	5.00%	0.87%
U.S. Treasuries	1.50%	1.74%
Investment Grade Credit	8.00%	1.79%
Mortgages	2.00%	1.67%
High Yield Bonds	2.00%	4.56%
Inflation-Indexed Bonds	1.50%	3.44%
Broad US Equities	26.00%	8.53%
Developed Foreign Equities	13.25%	6.83%
Emerging Market Equities	6.50%	9.95%
Private Equity	9.00%	12.40%
Hedge Funds/Absolute Return	12.50%	4.68%
Real Estate (Property)	2.00%	6.91%
Commodities	0.50%	5.45%
Global Debt (Except US)	5.00%	-0.25%
REIT	5.25%	5.63%

Discount Rate

The discount rate used to measure the total pension liability was 3.98% as of June 30, 2016. This single blended discount rate was based on the long-term expected rate of return on pension plan investments of 7.65%, and a municipal bond rate of 2.85% as of June 30, 2016, based on the Bond Buyer Go 20-Bond Municipal Bond Index which includes tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers will be made based on the contribution rate in the most recent fiscal year. The State employer contributed 30% of the actuarially determined contributions and the local employers contributed 100% of the actuarially determined contributions. Based on those assumptions, the plan's fiduciary net position was projected to be available to make projected future benefit payments of current plan members through 2034. Therefore, the long-term expected rate of return on plan investments was applied to projected benefit payments through 2034 and the municipal bond rate was applied to projected benefit payments after that date in determining the total pension liability.

Sensitivity of the City's proportionate share of the net pension liability to changes in the discount rate.

The following presents the City's proportionate share of the net pension liability calculated using the discount rate of 3.98%, as well as what the City's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage point lower (2.98%) or 1-percentage point higher (4.98%) than the current rate:

	1% Decrease (4.39%)	Current Discount Rate (5.39%)	1% Increase (6.39%)
City's proportionate share of the net pension liability	$ 27,839,102	23,230,153	19,429,151

Pension plan fiduciary net position.

Detailed information about the pension plan's fiduciary net position is available in the separately issued PERS financial report.

Police and Firemen's Retirement System

The City has a liability of $25,673,281 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2016, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The City's proportion of the net pension liability was based on a projection of the City's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. At June 30, 2016, the City's proportion is .13439708620%, which is an increase of 3.69% from its proportion measured as of June 30, 2015.

For the year ended December 31, 2016, the City would have recognized pension expense of $2,879,035. At December 31, 2016, the City would have reported deferred outflows of resources and deferred inflows of resources related to PFRS from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes of assumptions	$ 3,555,960	
Net difference between projected and actual earnings on pension plan investments	1,798,875	
Net difference between projected and actual experience		168,292
Changes in proportion and differences between City contributions and proportionate share of contributions	1,143,437	494,748
Total	$ 6,498,272	663,040

Amounts that would be reported as deferred outflows of resources and deferred inflows of resources related to pensions would be recognized in pension expense as follows:

Year ended June 30,		
2017	$	1,411,033
2018		1,411,033
2019		1,872,858
2020		1,097,162
2021		43,146
Total	$	5,835,232

Actuarial Assumptions

The total pension liability for the June 30, 2016 measurement date was determined by an actuarial valuation of July 1, 2015, which was rolled forward to June 30, 2016. This actuarial valuation used the following assumptions, applied to all periods in the measurement:

Inflation rate	3.08%
Salary increases:	
Through 2026	2.10% - 8.98% (based on age)
Thereafter	3.10% - 9.98% (based on age)
Investment rate of return:	7.65%

Pre-retirement mortality rates were based on the RP-2000 Pre-Retirement mortality tables projected thirteen years using Projection Scale BB and then projected on a generational basis using the plan actuary's modified 2014 projection scales. Post-retirement mortality rates for male service retirements and beneficiaries are based on the RP-2000 Combined Healthy Mortality Tables projected one year using Projection Scale AA and two years using the plan actuary's modified 2014 projection scales, which was further projected on a generational basis using the plan actuary's modified 2014 projection scales. Post-retirement mortality rates for female service retirements and beneficiaries were based on the RP-2000 Combined Healthy Mortality Tables projected thirteen years using Projection Scale BB and then two years using the plan actuary's modified 2014 projection scales, which was further projected on a generational basis using the plan actuary's modified 2014 projection scales. Disability mortality rates were based on special mortality tables used for the period after disability retirement.

The actuarial assumptions used in the July 1, 2015 valuation were based on the results of an actuarial experience study for the period July 1, 2010 to June 30, 2013.

In accordance with State statute, the long-term expected rate of return on plan investments (7.65% at June 30, 2016) is determined by the State Treasurer, after consultation with the Directors of the

Division of Investments and Division of Pensions and Benefits, the board of trustees and the actuaries. The long-term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic rates of return for each major asset class included in PFRS's target asset allocation as of June 30, 2016 are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Cash	5.00%	0.87%
U.S. Treasuries	1.50%	1.74%
Investment Grade Credit	8.00%	1.79%
Mortgages	2.00%	1.67%
High Yield Bonds	2.00%	4.56%
Inflation-Indexed Bonds	1.50%	3.44%
Broad US Equities	26.00%	8.53%
Developed Foreign Equities	13.25%	6.83%
Emerging Market Equities	6.50%	9.95%
Private Equity	9.00%	12.40%
Hedge Funds/Absolute Return	12.50%	4.68%
Real Estate (Property)	2.00%	6.91%
Commodities	0.50%	5.45%
Global Debt (Except US)	5.00%	-0.25%
REIT	5.25%	5.63%

Discount Rate

The discount rate used to measure the total pension liability was 5.55% as of June 30, 2016. This single blended discount rate was based on the long-term expected rate of return on pension plan investments of 7.65%, and a municipal bond rate of 2.85% as of June 30, 2016, based on the Bond Buyer Go 20-Bond Municipal Bond Index which includes tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers and the non-employer contributing entity will be made based on the contribution rate in the most recent fiscal year. The State employer contributed 30% of the actuarially determined contributions and the local employers contributed 100% of their actuarially determined contributions. Based on those assumptions, the plan's fiduciary net position was projected to be available to make projected future benefit payments of current plan members through 2050. Therefore, the long-term expected rate of return on plan investments was applied to projected benefit payments through 2050, and the municipal bond rate was applied to projected benefit payments after that date in determining the total pension liability.

Sensitivity of the City's proportionate share of the net pension liability to changes in the discount rate.

The following presents the collective net pension liability of the participating employers as of June 30, 2016, calculated using the discount rate as disclosed above as well as what the collective net pension liability would be if it was calculated using a discount rate that is 1-percentage point lower or 1-percentage point higher than the current rate:

	1% Decrease (4.55%)	Current Discount Rate (5.55%)	1% Increase (6.55%)
City's proportionate share of the net pension liability	$ 32,637,331	25,673,281	19,996,798

In addition to the PFRS liabilities listed above, a special funding situation exists for the Local employers of the Police and Fire Retirement System of New Jersey. The State of New Jersey, as a non-employer, is required to pay the additional costs incurred by Local employers under Chapter 8, P.L. 2000, Chapter 318, P.L. 2001, Chapter 86, P.L. 2001, Chapter 511, P.L. 1991, Chapter 109, P.L. 1979, Chapter 247, P.L. 1993 and Chapter 201, P.L. 2001. The June 30, 2016 State special funding situation net pension liability amounts of $1,604,141,087, is the accumulated differences between the annual actuarially determined State obligation under the special funding situation and the actual State contribution through the valuation date. The fiscal year ending June 30, 2016 State special funding situation pension expense of $204,886,666 is the actuarially determined contribution amount that the State owes for the fiscal year ending June 30, 2016. The pension expense is deemed to be a State administrative expense due to the special funding situation.

Although the liabilities related to the special funding situation are the liabilities of the State of New Jersey, the proportionate share of the statewide liability allocated to the City of Wildwood was 0.13439708620%. The net pension liability amounts allocated to the City was $2,155,919. For the fiscal year ending June 30, 2016 State special funding situation pension expense of $275,362 is allocated to the City.

Pension plan fiduciary net position.

Detailed information about the pension plan's fiduciary net position is available in the separately issued PFRS financial report.

NOTE 14: POST-RETIREMENT BENEFITS

Plan Description: The City of Wildwood contributes to the State Health Benefits Program (SHBP) a cost-sharing, multi-employer defined benefit post-employment healthcare plan administered by the State of New Jersey Division of Pensions and Benefits. The SHBP 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.

The SHBP was extended to employees, retirees, and dependents of participating local public employers in 1964. Local employers must adopt a resolution to participate in the SHBP. Rules governing the operation and administration of the program are found in Title 17, Chapter 9 of the New Jersey Administrative Code. SHBP provides medical, prescription drugs, mental health/substance abuse, and Medicare Part B reimbursement to retirees and their covered dependents.

The State Health Benefits Commission is the executive body established by statute to be responsible for the operation of the SHBP. 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 SHBP. 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 to http://www.state.nj.us/treasury/pensions/shbp.htm

Members of the Public Employees' Retirement System would generally qualify for coverage under the following criteria:

Service Retirement	Eligible at age 60
Early Retirement	Eligible after 25 years of service
Service or Early Retirement Eligibility for State-paid SHBP Benefits	Attainment of 25 years of service
Ordinary Disability Retirement	Eligible after 10 years of service
Accidental Disability	Eligible upon total and permanent disability prior to age 65 as a result of a duty injury

Members of the Police and Firemen's Retirement System would generally qualify for coverage under the following criteria:

Service Retirement	Eligibility means age 55 or 20 years of credited service for an employee who is a member of the Retirement System as of January 18, 2000 and age 55 for an employee who became a member of the Retirement System after January 18, 2000. Mandatory at age 65.
Service or Early Retirement Eligibility for State-paid SHBP Benefits	Attainment of 25 years of service

Ordinary Disability Retirement	A Member is eligible for Ordinary Disability Retirement if he (she) has 4 years of service and is totally and permanently incapacitated from the performance of usual or available duties.
Accidental Disability Retirement	A member is eligible upon total and permanent incapacitation from the performance of usual and available duties as a result of injury during the performance of regular duties.
Special Disability Retirement	A member is eligible for Special Disability Retirement if he (she) has 5 years of Credited Service, is under age 55, and has received a heart transplant.

The City is a member of the SHBP and provides that its retirees will be covered if they have participated in either the PERS or the PFRS for 25 years. During 2015 and 2014 the City paid the SHBP $1,071,813 and $1,095,637, respectively for health care of retirees.

The City also provides dental and vision coverage for retirees but not through the NJSHBP. The City is required to calculate the future cost to provide this service. The City is not required to fund OPEB calculation but only to report the amount.

Annual OPEB Cost. The City's annual OPEB valuations are as follows:

Plan assets at December 31, 2016	$0

The FYE 2016 Annual Required Contribution (ARC) is $97,920 (assuming no prefunding of obligations). Benefit payments for the year ended December 31, 2016 were $47,906.

Valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of event in the future. Examples include assumptions about future employment, mortality, and the healthcare cost trends. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future.

Methods and Assumptions. Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The methods and assumptions used include techniques that are designed to reduce short-term volatility in accrued liabilities and the value of assets, consistent with the long-term perspective of the calculations.

The city's calculation was based on trend assumptions along with information in published papers from other industry experts. For prescription drug and vision benefits, the initial trend is to increase the cost 21.8% annually.

Note 15: DEFERRED COMPENSATION

Employees of the City of Wildwood may participate in a deferred compensation plan adopted under the provisions of Internal Revenue Code Section 457 (Deferred Compensation Plans with Respect to Service for State and Local Governments).

The deferred compensation plan is available to all employees of the City. Under the plan, employees may elect to defer a portion of their salaries and avoid paying taxes on the deferred portion until the withdrawal date. The deferred compensation amount is not available for withdrawal by employees until termination, retirement, death, or unforeseeable emergency.

The deferred compensation plan is administered by an unrelated financial institution. Under the terms of an IRC Section 457 deferred compensation plan, all deferred compensation and income attributable to the investment of the deferred compensation amounts held by the financial institution, until paid or made available to the employees or beneficiaries, are the property of the employees.

As part of its fiduciary role, the City has an obligation of due care in selecting the third party administrator. In the opinion of the City's legal counsel, the City has acted in a prudent manner and is not liable for losses that may arise from the administration of the plan.

Note 16: LABOR CONTRACTS

As of December 31, 2016, the City's employees are organized in the following collective bargaining units. Contracts are continually being negotiated the following table shows their current status.

Contract	Category	Expiration	Covers
UAW #2327	Public Works, Water, Sewer, Traffic Operations, Municipal Court and Clerk Typists	12/31/18	All employees in public works, water, sewer, traffic operations, municipal court and clerk typists. Supervisors are excluded.
PBA	Police	12/31/18	All uniformed police, detectives, and other special police units, excluding the chief and captain.
Firemen's Mutual Benevolent Asso.	Firefighters	12/31/17	All uniformed firefighters.

Pursuant to P.L. 2011, c. 78 any collective bargaining agreement entered into after June 28, 2011 requires employee contributions to health insurance coverage based on percentages of income as listed in the law.

Note 17: ACCRUED SICK AND VACATION BENEFITS

The City has permitted full time employees to accrue unused sick and vacation time, which may be taken as time off or paid at a later date at an agreed upon rate. The monetary value of these earned and unused employee benefits has not been accrued by either charges to operations or to budgets of prior years, although in some cases they might be material, since the realization of this liability may be affected by conditions which preclude an employee from receiving full payment of the accrual. At December 31, 2016 and 2015, the City estimates this liability to approximate $3,739,072 and $2,933,393, respectively. The policy of not reflecting the accrued benefit is not in agreement with GASB Statement No. 12. Effective January 1, 2002 the State of New Jersey is allowing municipalities to accrue a compensated absences liability. The City has established an accrual of $100,000.

Note 18: ECONOMIC DEPENDENCY

The City of Wildwood is economically dependent on the tourism industry.

Note 19: RISK MANAGEMENT

The City is a member of the Atlantic County Municipal Joint Insurance Fund. The Fund provides its members with the following coverage:

Workers' Compensation and Employer's Liability
Liability other than Motor Vehicles
Property Damage other than Motor Vehicles
Motor Vehicles
Boiler and Machinery
Employee Dishonesty

Contributions to the Fund, including a reserve for contingencies, are payable in two installments and are based on actuarial assumptions determined by the Fund's actuary. The Commissioner of Insurance may order additional assessments to supplement the Fund's claim, loss retention, or administrative accounts to assure the payment of the Fund's obligations.

The Fund provides the City with the following coverage:

Workers' Compensation and Employer's Liability
Liability other than Motor Vehicles
Property Damage other than Motor Vehicles
Motor Vehicles
Boiler and Machinery

Contributions to the Fund, are payable in an annual premium and based on actuarial assumptions determined by the Fund's actuary. The City's agreement with the pool provides that the pool will be self-sustaining through member premiums and will reinsure through commercial insurance for claims in excess of $500,000 for each insured event.

The Fund publishes its own financial report for the year ended December 31, 2015, which can be obtained from:

Atlantic County Municipal Joint Insurance Fund
P.O. Box 488
Marlton, New Jersey 08053

Note 20: LITIGATION

The City is a defendant in several legal proceedings that are in various stages of litigation. It is believed that the outcome, or exposure to the City, from such litigation is either unknown or potential losses, if any, would not be material to the financial statements.

Note 21: MORTGAGE RECEIVABLE

On February 8, 2000, the City entered into an intergovernmental agreement with the New Jersey Sports and Exposition Authority for the construction of the Wildwood Convention Center. This agreement included a mortgage in the amount of $3,092,392 payable to the City. The mortgage requires annual payments through 2016. The State is currently behind in the annual payments.

The agreement also calls for a payment in lieu of taxes in the amount of $30,000 per year. This amount has not been paid for the 2015 and 2016 years and a receivable has been established.

Note 22: RENTAL OF MUNICIPAL PROPERTY

The City is party to several agreements for the rental of municipally owned land and buildings. The total rent received in 2016 was $410,311.

Note 23: SUBSEQUENT EVENTS

The City has evaluated subsequent events through June 29, 2017, the date which the financial statements were available to be issued and identified no events requiring disclosure, other then the following:

On April 25, 2017, the City issued $8,935,000 in refunding bonds. The proceeds were used to advance refund $3,159,000 in General Improvement Bonds, $5,793,000 in Water Improvement Bonds and $629,000 in Sewer Improvement Bonds.

SUPPLEMENTARY INFORMATION

{THIS PAGE IS INTENTIONALLY LEFT BLANK}

FORD - SCOTT
& ASSOCIATES, L.L.C.
CERTIFIED PUBLIC ACCOUNTANTS
1535 HAVEN AVENUE • OCEAN CITY, NJ • 08226
PHONE 609.399.6333 • FAX 609.399.3710
www.ford-scott.com

Independent Auditor's Report

The Honorable Mayor and
Members of the Board of Commissioners
City of Wildwood, New Jersey

We have audited, in accordance with the 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, the financial statements of the various funds and account group of the City, as of and for the year ended December 31, 2016, and the related notes to the financial statements, which collectively comprise City's basic financial statements, and have issued our report thereon dated June 29, 2017, which was adverse due to being presented in accordance with the New Jersey regulatory basis of accounting.

Internal Control over Financial Reporting

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

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 entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Ford, Scott & Associates, L.L.C.
FORD, SCOTT & ASSOCIATES, L.L.C.
CERTIFIED PUBLIC ACCOUNTANTS

Harvey C. Cocozza, Jr.
Harvey C. Cocozza, Jr.
Certified Public Accountant
Registered Municipal Accountant
No. 551

June 29, 2017

Schedule of Findings and Responses

NONE

STATUS OF PRIOR RECOMMENDATIONS

NONE

CURRENT FUND
SCHEDULE OF CASH - TREASURER

	Treasurer		Federal and State Grant	
Balance December 31, 2015		$ 5,774,469.50		$ 148,502.50
Increased by Receipts:				
Tax Collector	$ 33,669,815.17			
Miscellaneous Revenue Anticipated	6,222,805.51			
Miscellaneous Revenue Not Anticipated	356,715.96			
Due from State - Sr. Citizens and Veterans	47,498.63			
Appropriation Refunds	314,114.28			
Appropriation Reserve Refunds	10,664.47			
Reserve for Maintenance Guarantee	187,188.75			
Reserve for Police Class II	2,800.00			
Reserve for Human Services	200.00			
Reserve for Insurance Proceeds	148,059.40			
Miscellaneous	10,811.90			
Federal and State Grants Receivable			$ 437,889.81	
Federal and State Grants Unappropriated			111,943.39	
Federal and State Grants - City Share only			1,533.50	
		40,970,674.07		551,366.70
		46,745,143.57		699,869.20
Decreased by Disbursements:				
2016 Appropriations	24,418,215.99			
2015 Appropriation Reserves	936,309.23			
Accounts Payable	174.00			
Refunds Payable	1,376.32			
Payment of Special Emergency Note	168,200.00			
Reserve for Tax Map	28,417.19			
Reserve for GWTIDA Fee	1,544.00			
Prior Year Revenue Returned	11,969.60			
County Taxes Payable	3,644,481.11			
Due County for Added and Omitted Taxes	3,082.25			
Local District School Tax	10,814,900.00			
Special District Tax	580,000.00			
Federal and State Grant Expenditures			680,689.19	
		40,608,669.69		680,689.19
Balance December 31, 2016		$ 6,136,473.88		$ 19,180.01

See Accompanying Auditor's Report

Exhibit A-5

CURRENT FUND
SCHEDULE OF CASH - COLLECTOR

Balance December 31, 2015		$ 44,342.75
Increased by Receipts:		
Taxes Receivable	$ 32,502,136.11	
Tax Title Liens	11,627.11	
Interest and Cost on Taxes	117,345.46	
2017 Prepaid Taxes	1,012,533.91	
		33,643,642.59
		33,687,985.34
Decreased by Disbursements:		
Payment to Treasurer	33,669,815.17	
		33,669,815.17
Balance December 31, 2016		$ 18,170.17

See Accompanying Auditor's Report

Exhibit A-6

CURRENT FUND
SCHEDULE OF TAXES RECEIVABLE AND ANALYSIS OF PROPERTY TAX LEVY

Year	Balance Dec. 31, 2015	2016 Levy	Added Taxes	Collections 2015	Collections 2016	Over-Payments Created(Applied)	(Transfers)/ Canceled	Transferred To Tax Title Liens	Balance Dec. 31, 2016
2015	$ 16,304.06	$	$ 1,751.37	$	$ 16,770.43	$	$ 1,285.00	$	$ -
	16,304.06	-	1,751.37	-	16,770.43	-	1,285.00	-	-
2016	-	33,449,986.71	50,012.58	880,311.63	32,531,933.30		54,195.51	31,608.49	1,950.36
	$ 16,304.06	$ 33,449,986.71	$ 51,763.95	$ 880,311.63	$ 32,548,703.73	$ -	$ 55,480.51	$ 31,608.49	$ 1,950.36

Taxes Receivable	$ 32,502,136.11	
Senior Citizens and Veterans	46,567.62	
	$ 32,548,703.73	

Analysis of 2016 Property Tax Levy			
Tax Yield:			
General Property Tax		$ 33,449,986.71	
Added Taxes (54:4-63.1 et. seq.)		50,012.58	
			$ 33,499,999.29
Tax Levy:			
Local School District Tax (Abstract)		$ 10,814,900.00	
County Taxes:			
County Tax (Abstract)	$ 3,090,381.81		
County Library Tax (Abstract)	412,199.74		
County Open Space (Abstract)	141,899.56		
Due County for Added Taxes (54:4-63.1 et. seq.)	5,637.06		
Total County Taxes		3,650,118.17	
Special District Tax		580,000.00	
Local Tax for Municipal Purposes	18,370,247.30		
Add: Additional Tax Levied	84,733.82		
		18,454,981.12	
			$ 33,499,999.29

See Accompanying Auditor's Report

Exhibit A-7

CURRENT FUND
SCHEDULE OF TAX TITLE LIENS

Balance December 31, 2015		$ 119,043.50
Increased by:		
Transfers from Taxes		
Receivable	$ 31,608.49	
Interest and Costs Accrued by:		
Sale on December 20, 2016	207.03	
		31,815.52
		150,859.02
Decreased by:		
Cancelled	69.45	
Collected	11,627.11	
		11,696.56
Balance December 31, 2016		$ 139,162.46

See Accompanying Auditor's Report

CURRENT FUND
SCHEDULE OF REVENUE ACCOUNTS RECEIVABLE

	Balance Dec. 31, 2015	Accrued In 2016	Collected	Balance Dec. 31, 2016
Miscellaneous Revenue Anticipated:				
Licenses-Alcoholic Beverages	$	$ 133,210.00	$ 133,210.00	$ -
Licenses-Other		329,618.60	329,618.60	-
Fees and Permits		484,930.59	484,930.59	
Municipal Court	29,288.39	695,615.74	697,615.06	27,289.07
Interest and Costs on Taxes		117,345.46	117,345.46	-
Parking Meters		804,893.68	804,893.68	-
Interest on Investments		41,009.22	41,009.22	-
Public Property Rental		410,310.63	410,310.63	-
TV Cable Franchise Fee		43,971.18	43,971.18	-
In Lieu of Taxes		113,721.00	113,721.00	-
Ambulance Rescue Squad		381,328.81	381,328.81	-
Fees - Tram Car		105,514.46	105,514.46	-
1.85% Room Tax		273,815.61	273,815.61	-
GWTDA Administrative Reimbursement		30,000.00	30,000.00	-
Energy Receipts Tax (P.L. 1997, Ch 162&167)		1,005,571.00	1,005,571.00	-
Shared Service Agreement - Tax Assessor		59,717.14	59,717.14	-
Shared Service Agreement - Emergency Medical Services		15,000.00	15,000.00	-
Shared Service Agreement - Municipal Court Services		19,500.00	19,500.00	-
Shared Service Agreement - Cops in School - WBOE		60,000.00	60,000.00	-
Shared Service Agreement - Police Dispatch		35,000.00	35,000.00	-
Uniform Fire Safety Act		45,628.18	45,628.18	-
Indirect Cost Allocation from Water Utility		478,960.28	478,960.28	-
Wildwood Water Utility - Rio Grande Avenue		10,862.00	10,862.00	-
Reserve for Payment of Notes		-	-	-
Water Utility Surplus		242,249.00	242,249.00	-
Municipal Event Support from GWTIDA		35,442.73	35,442.73	-
Beach Services Revenue		339,936.34	339,936.34	-
Boardwalk 4th of July		25,000.00	25,000.00	-
Miscellaneous Revenue Not Anticipated:		356,715.96	356,715.96	-
	$ 29,288.39	$ 6,694,867.61	$ 6,696,866.93	$ 27,289.07

Treasurer	$ 6,579,521.47
Prior Year Receipts	-
Interest and Costs on Taxes	117,345.46
	$ 6,696,866.93

See Accompanying Auditor's Report

Exhibit A-9

CURRENT FUND
SCHEDULE OF APPROPRIATION RESERVES - 2015

	Balance Dec. 31, 2015	Balance After Transfers	Paid	Overexpended	Balance Lapsed
OPERATIONS WITHIN "CAPS"					
General Government Functions:					
Department of Public Affairs and Public Safety:					
Commissioner of Public Affairs and Public Safety					
Salaries and Wages	$ 106.43	$ -	$ -	$	$ -
Other Expenses	44.05	44.05	27.63		16.42
Department of Law - Director's Office					
Salaries and Wages	1,750.00	-	-		-
Other Expenses	51,603.97	51,603.97	7,027.05		44,576.92
Police					
Salaries and Wages	37,102.67	125,898.92	17,995.55		107,903.37
Other Expenses	44,597.37	52,507.37	42,011.64		10,495.73
Purchase of Vehicles	5,000.00	5,000.00	5,000.00		-
Police Seasonal					
Salaries and Wages	23.91	-	-		-
Lifeguards					
Salaries and Wages	61.02	-	-		-
Other Expenses	1,952.42	1,952.42	765.58		1,186.84
Emergency Management					
Salaries and Wages	0.20	-	-		-
Other Expenses	1,765.25	1,765.25	-		1,765.25
Traffic Marking					
Salaries and Wages	1,434.43	1,385.38	1,385.38		-
Other Expenses	2,213.02	2,213.02	2,100.51		112.51
Municipal Fire Fighting					
Salaries and Wages	35,492.37	48,918.57	2,750.00		46,168.57
Other Expenses	28,591.60	28,591.60	27,280.37		1,311.23
Volunteer Fire Fighting					
Salaries and Wages	20.00	20.00	-		20.00
Parking					
Other Expenses	7,458.27	7,458.27	7,458.27		-
State Fire Prevention Code					
Salaries and Wages	4,696.94	4,696.94	-		4,696.94
Other Expenses	1,449.25	1,449.25	1,449.25		-
Animal Control					
Other Expenses	686.00	686.00	500.00		186.00
Municipal Court					
Salaries and Wages	2,661.45	1,443.64	1,443.64		-
Other Expenses	6,574.51	6,574.51	5,517.58		1,056.93
Public Defender					
Other Expenses	658.26	658.26	658.26		-

See Accompanying Auditor's Report

CURRENT FUND
SCHEDULE OF APPROPRIATION RESERVES - 2015

	Balance Dec. 31, 2015	Balance After Transfers	Paid	Overexpended	Balance Lapsed
Department of Revenue and Finance:					
Commissioner of Revenue and Finance					
Salaries and Wages	$ 206.61	$ 206.61	$ -	$	$ 206.61
Other Expenses	38.64	38.64	-		38.64
Municipal Administrator					
Other Expenses	5,709.59	5,709.59	2,866.29		2,843.30
Collection of Taxes					
Other Expenses	1.00	1.00	-		1.00
City Clerk					
Salaries and Wages	2,737.48	2,737.48	2,737.48		-
Other Expenses	6,302.67	6,302.67	3,694.73		2,607.94
Elections					
Other Expenses	19,002.48	19,002.48	-		19,002.48
Accounts and Control					
Salaries and Wages	5,092.81	5,092.81	-		5,092.81
Other Expenses	13,131.37	13,131.37	8,788.23		4,343.14
Audit Services					
Other Expenses	6,300.00	6,300.00	-		6,300.00
Tax Assessment					
Salaries and Wages	5,508.40	5,508.40	-		5,508.40
Other Expenses	21,115.33	21,115.33	4,081.45		17,033.88
Revenue Collection					
Salaries and Wages	1,322.31	1,322.31	892.23		430.08
Other Expenses	9,924.24	9,924.24	2,740.19		7,184.05
Beach Services					
Salaries and Wages	43,660.05	43,660.05	-		43,660.05
Other Expenses	74,509.51	74,509.51	11,061.21		63,448.30
Purchasing					
Salaries and Wages	3,009.21	3,009.21	3,009.21		-
Other Expenses	3,203.15	3,203.15	2,191.83		1,011.32
Redevelopment Agency					
Other Expenses	10,500.00	10,500.00	3,257.50		7,242.50
Economic Development					
Other Expenses	16,642.29	16,642.29	9,927.50		6,714.79
Insurance					
General Liability	8,110.15	8,110.15	-		8,110.15
Workers' Compensation	25,001.10	25,001.10	-		25,001.10
Employee Group Health	612,318.20	506,394.17	384,951.67		121,442.50
Surety Bond	30.00	30.00	-		30.00
Human Resources					
Salaries and Wages	8,303.02	8,303.02	-		8,303.02
Other Expenses	6,711.30	6,711.30	2,524.64		4,186.66
Relocation Assistance					
Other Expenses	5,000.00	5,000.00	-		5,000.00

See Accompanying Auditor's Report

CURRENT FUND
SCHEDULE OF APPROPRIATION RESERVES - 2015

	Balance Dec. 31, 2015	Balance After Transfers	Paid	Overexpended	Balance Lapsed
Department of Public Works, Parks & Property:					
Commissioner of Public Works					
Salaries and Wages	$ 60.83	$ 60.83	$ -	$	$ 60.83
Other Expenses	350.83	350.83	318.24		32.59
Director's Office					
Salaries and Wages	1,446.63	1,446.63	783.22		663.41
Other Expenses	10,742.82	4,742.82	3,521.83		1,220.99
Engineering Fees					
Other Expenses	53,243.48	52,205.98	35,647.30		16,558.68
Building Maintenance					
Salaries and Wages	2,403.88	2,403.88	1,482.89		920.99
Other Expenses	10,334.06	10,334.06	5,603.92		4,730.14
Boardwalk and Facility Construction					
Salaries and Wages	42,161.70	42,161.70	-		42,161.70
Other Expenses	6,181.18	6,181.18	6,068.26		112.92
Special Events					
Other Expenses	8.32	8.32	-		8.32
Parks					
Salaries and Wages	3,093.42	3,093.42	-		3,093.42
Other Expenses	4,504.04	4,504.04	3,264.73		1,239.31
Recreation					
Salaries and Wages	9,878.30	9,878.30	1,154.67		8,723.63
Other Expenses	2,377.22	2,377.22	738.07		1,639.15
Street Maintenance					
Salaries and Wages	10,573.95	10,573.95	2,864.67		7,709.28
Other Expenses	3,035.72	3,035.72	2,733.07		302.65
Environmental Maintenance					
Salaries and Wages	8,350.11	8,350.11	1,300.58		7,049.53
Other Expenses	49,913.87	49,913.87	49,110.39		803.48
Fleet Maintenance					
Salaries and Wages	3,353.19	3,353.19	171.57		3,181.62
Other Expenses	38,579.24	32,639.95	31,374.47		1,265.48
Sanitation/Trash					
Other Expenses	42,281.11	54,220.40	54,220.40		-
Landfill Application and Permit Fes					
Other Expenses	935.00	935.00	-		935.00
Landfill Tipping Fees					
Other Expenses	41,971.76	41,971.76	31,036.34		10,935.42
Land Use Administration					
Salaries and Wages	20,696.99	20,696.99	-		20,696.99
Other Expenses	3,237.21	3,274.71	3,274.71		-
Property Inspectors					
Salaries and Wages	26,384.50	26,384.50	-		26,384.50
Other Expenses	40,317.02	40,317.02	-		40,317.02

See Accompanying Auditor's Report

Exhibit A-9

CURRENT FUND
SCHEDULE OF APPROPRIATION RESERVES - 2015

	Balance Dec. 31, 2015	Balance After Transfers	Paid	Overexpended	Balance Lapsed
Uniform Construction Code					
Construction Official					
Other Expenses	$ 80,000.00	$ 80,000.00	$ -	$	$ 80,000.00
Unclassified:					
Gasoline	67,330.93	67,330.93	9,708.69		57,622.24
Water Service	29,028.93	29,028.93	27,309.98		1,718.95
Street Lighting	36,853.19	75,366.93	72,663.36		2,703.57
Electricity	32,591.66	17,054.48	17,054.48		-
Natural Gas	27,322.64	4,346.08	4,346.08		-
Telephone	14,536.59	14,536.59	9,431.75		5,104.84
Sewer Service	1,494.30	1,494.30	-		1,494.30
Postage	7,836.22	7,836.22	74.78		7,761.44
Statutory Expenditures					
Contribution to PERS	169.87	169.87	-		169.87
Defined Contribution Pension Plan	4,854.60	4,854.60	224.20		4,630.40
Social Security System (O.A.S.I.)	20,908.20	20,908.20	-		20,908.20
Contribution to PFRS	17,282.73	17,282.73	-		17,282.73
Unemployment Comp Insurance	630.65	630.65	-		630.65
Operations Excluded from "CAPS"					
Public and Private Programs Offset by Revenues					
Matching Fund for Grants	1.00	1.00	-		1.00
Capital Improvements - Excluded from "CAPS"					
Capital Outlay					
Public Safety Equipment	31,725.00	31,725.00	31,000.00		725.00
Totals	$ 1,958,317.19	$ 1,958,317.19	$ 972,577.52	$ -	$ 985,739.67

See Accompanying Auditor's Report

Exhibit A-10

CURRENT FUND
SCHEDULE OF LOCAL DISTRICT SCHOOL TAX

Balance December 31, 2015		
School Tax Payable	$	-
Increased by:		
Levy-Calendar Year January 1, 2016 to December 31, 2016		10,814,900.00
		10,814,900.00
Decreased by:		
Payments		10,814,900.00
Balance December 31, 2016		
School Tax Payable	$	-

<u>2016 Liability for Local District School Tax</u>

Tax Paid	$	10,814,900.00
Tax Payable December 31, 2016		-
		10,814,900.00
Less:		
Tax Payable December 31, 2015		-
Amount Charged to 2016 Operations	$	10,814,900.00

See Accompanying Auditor's Report

Exhibit A-11

FEDERAL AND STATE GRANT FUND
SCHEDULE OF FEDERAL AND STATE GRANTS - RECEIVABLE

Grant	Balance Dec. 31, 2015	Anticipated Revenue	Received	Receivable Cancelled	Balance Dec. 31, 2016
State:					
Body Armor Replacerment Fund					
FY 2015	$	$ 3,783.57	$ 3,783.57	$	$ -
Cooperative Housing Inspection					
FY 2016		18,025.00	18,025.00		-
SCBG					
FY 2016: Susquehanna Bulkhead		410,000.00	-		410,000.00
Hazardous Waste					
Recycling Tonnage: 2016 (FY 2013)		15,722.80	15,722.80		-
Solid Waste Administration					
Clean Communities: FY 2015		29,418.30	29,418.30		-
Alcohol Education and Rehabilitation					
FY 2015		1,473.33	1,473.33		-
Local:					
ACM JIF Safety Incentive Program: FY 2015		2,650.00	2,650.00		-
ACM JIF Wellness Incentive Program: FY 2015		1,500.00	1,500.00		-
Greater Wildwood Tourism Development Authority					
Municipal Event Support: 2016		100,000.00	100,000.00		-
WBID Community Policing: 2016		20,000.00	20,000.00		-
Federal:					
Click It or Ticket					
2015	1,500.00			1,500.00	-
2016		5,000.00	4,750.00		250.00
COPS in Shops - Summer Shore Initiative					
2016		6,200.00	6,200.00		-
COPS Hiring Recovery					
2009 - 2012	390,809.33		34,901.65		355,907.68
2014	401,356.99		222,207.97		179,149.02
2015		750,000.00	61,372.19		688,627.81
Drive Sober or Get Pulled Over					
2015	50.00			50.00	-
2016		5,000.00	5,000.00		-
Bulletproof Vest Partnership					
2014	6,148.06		3,458.00		2,690.06
2015		7,235.21			7,235.21
	$ 799,864.38	$ 1,376,008.21	$ 530,462.81	$ 1,550.00	$ 1,643,859.78

See Accompanying Auditor's Report

FEDERAL AND STATE GRANT FUND
SCHEDULE OF FEDERAL AND STATE GRANTS - APPROPRIATED

Grant	Balance Dec. 31, 2015	2016 Budget Appropriation	Expended	Prior Encumbrance Cancelled	Appropriation Cancelled	Balance Dec. 31, 2016
State:						
Alcohol Education and Rehabilitation						
FY 2009	$ 530.92	$	$	$	$	$ 530.92
FY 2010	1,307.10					1,307.10
FY 2011	1,348.37					1,348.37
FY 2012	1,241.15					1,241.15
FY 2013	949.94					949.94
FY 2014	472.64					472.64
FY 2015		1,473.33				1,473.33
Body Armor Replacement						
FY 2012	3,302.10		3,302.10			-
FY 2013	3,924.95		3,924.95			-
FY 2014	3,705.35		3,517.45			187.90
FY 2015		3,783.57				3,783.57
Clean Communities						
FY 2015		29,418.30	29,418.30			-
Cooperative Housing Inspection						
FY 2015	11,000.00		11,000.00			-
FY 2016		18,025.00	5,276.98			12,748.02
Small Cities CDBG						
FY 2016 - Susquehanna Bulkhead Reconstruction		410,000.00	407,996.25			2,003.75
Drunk Driving Enforcement Fund						
FY 2011	4,066.29		3,545.41	237.50		283.38
FY 2012	7,434.07		1,482.38			5,951.69
FY 2013	5,954.33					5,954.33
Recycling Tonnage						
FY 2015	8,848.72		8,848.72			-
FY 2016		15,722.80				15,722.80

See Accompanying Auditor's Report

FEDERAL AND STATE GRANT FUND
SCHEDULE OF FEDERAL AND STATE GRANTS - APPROPRIATED

Grant	Balance Dec. 31, 2015	2016 Budget Appropriation	Expended	Prior Encumbrance Cancelled	Appropriation Cancelled	Balance Dec. 31, 2016
Local:						
ACM JIF Safety Incentive Program						
FY 2013	$ 1,390.00	$	$	$	$	$ 1,390.00
FY 2014	1,750.00					1,750.00
FY 2015		2,650.00	204.00			2,446.00
ACM JIF Wellness Incentive Program						
FY 2015		1,500.00				1,500.00
Comcast Technology Grant	45,041.88		25,131.20			19,910.68
Greater Wildwood Tourism Development Authority						
Municipal Event Support	-	100,000.00	100,000.00			-
Municipal Alliance						
2015	19.50				19.50	-
2016		1,553.00	776.50			776.50
WBID Community Policing Grant	-	20,000.00	20,000.00			-

See Accompanying Auditor's Report

Exhibit A-12

FEDERAL AND STATE GRANT FUND
SCHEDULE OF FEDERAL AND STATE GRANTS - APPROPRIATED

Grant	Balance Dec. 31, 2015	2016 Budget Appropriation	Expended	Prior Encumbrance Cancelled	Appropriation Cancelled	Balance Dec. 31, 2016
Federal:						
Bulletproof Vest Partnership						
2014	$ 6,148.06	$ -	$ 6,148.06	$	$	$ -
2015		7,235.21	4,596.44			2,638.77
Click It or Ticket Program						
2015	1,500.00				1,500.00	-
2016		5,000.00	4,750.00			250.00
COPS Hiring Recovery						
2012	390,809.32		34,901.64			355,907.68
2014	401,356.99		293,355.57			108,001.42
2015		750,000.00	113,105.19			636,894.81
COPS in Shops - Summer Shore Initiative						
2015	2,300.00		2,300.00			-
2016		6,200.00	6,200.00			-
Drive Sober or Get Pulled Over						
2015	50.00				50.00	-
2016		5,000.00	5,000.00			-
FEMA Superstorm Sandy - Equipment Reimbursement	187.00					187.00
	$ 904,638.68	$ 1,377,561.21	$ 1,094,781.14	$ 237.50	$ 1,569.50	$ 1,185,611.75

See Accompanying Auditor's Report

FEDERAL AND STATE GRANT FUND
SCHEDULE OF FEDERAL AND STATE GRANTS - UNAPPROPRIATED

Grant	Balance Dec. 31, 2015	Received	Transferred to 2016 Budget Appropriations	Balance Dec. 31, 2016
Body Armor Replacement Program	$ 3,783.57	$	$ 3,783.57	$ -
Clean Communities Grant	29,418.30		29,418.30	-
Alcohol Education & Rehabilitation	1,473.33		1,473.33	-
Cooperative Housing Inspection	9,053.00		9,053.00	-
Cooperative Housing Inspection		8,972.00	8,972.00	-
Recycling Tonnage Grant		15,722.80	15,722.80	-
ACM JIF Safety Incentive Program		2,650.00	2,650.00	-
ACM JIF Wellness Incentive Program		1,500.00	1,500.00	-
WBID Community Policing Grant		20,000.00	20,000.00	-
Clean Communities Grant		33,628.27		33,628.27
Alcohol Education & Rehabilitation		5,197.38		5,197.38
Cooperative Housing Inspection		20,565.00		20,565.00
Body Armor Replacement		3,707.94		3,707.94
	$ 43,728.20	$ 111,943.39	$ 92,573.00	$ 63,098.59

See Accompanying Auditor's Report

TRUST FUND
SCHEDULE OF CASH - TREASURER

	Dog Licenses		Other	
Balance December 31, 2015		$ 721.20		$ 3,407,922.49
Increased by Receipts:				
Dog License Fees 2016	$ 420.00			
Due from State of New Jersey	141.00			
Interest Earned	4.15			
Miscellaneous Trust Reserves			$ 16,388,765.16	
Due to the State of NJ - Surcharge Fees			4,627.00	
Redemption of Tax Liens			1,221,119.78	
Premiums Received			548,000.00	
Due from Employees			816.91	
		565.15		18,163,328.85
		1,286.35		21,571,251.34
Decreased by Disbursements				
Due to Current Fund	310.15			
Due from Federal			53.60	
Due from State of New Jersey			856.89	
Due to State of New Jersey	142.80		1,722.52	
Miscellaneous Trust Reserves			16,128,588.09	
Due to the State of NJ - Surcharge Fees			2,909.00	
Redemption of Tax Liens			1,208,119.98	
Premiums Returned			770,000.00	
Due from Employees			337.14	
		452.95		18,112,587.22
Balance December 31, 2016		$ 833.40		$ 3,458,664.12

See Accompanying Auditor's Report

Exhibit B-2

TRUST FUND
SCHEDULE OF RESERVE FOR DOG FUND EXPENDITURES

Balance December 31, 2015			$	714.00
Increased by:				
Dog License Fees Collected	$	420.00		
				420.00
				1,134.00
Decreased by:				
Statutory Excess Expenditures under N.J.S. 4:19-15:11		306.00		
				306.00
Balance December 31, 2016			$	828.00

License Fees Collected:

Year		Amount
2014	$	456.00
2015		372.00
	$	828.00

See Accompanying Auditor's Report

Exhibit B-3

TRUST FUND
SCHEDULE OF AMOUNT DUE TO CURRENT FUND - DOG LICENSE FUND

Balance December 31, 2015		$ -
Increased by:		
Interest	$ 4.15	
Statutory Excess	306.00	
		310.15
		310.15
Decreased by:		
Payment		310.15
Balance December 31, 2016		$ -

See Accompanying Auditor's Report

Exhibit B-4

TRUST FUND

SCHEDULE OF AMOUNT DUE TO(FROM) STATE OF NEW JERSEY - DEPARTMENT OF HEALTH

Balance December 31, 2015			$	7.20
Increased by:				
2016 State License Fees	$	141.00		
				141.00
				148.20
Decreased by:				
Disbursements to the State				142.80
Balance December 31, 2016			$	5.40

See Accompanying Auditor's Report

Exhibit B-5

TRUST - OTHER FUNDS
SCHEDULE OF MISCELLANEOUS RESERVES
FOR THE YEAR ENDED DECEMBER 31, 2016

		Increased by		Decreased by	
Reserve	Balance Dec 31, 2015	Receipts	2016 Budget Appropriation	Disbursements or Canceled	Balance Dec 31, 2016
Sanitary Landfill Facilities Closure	$ 275,670.00	$ 227,000.00		$ 153,752.76	$ 348,917.24
Tourism Development Commission	33,862.80	96,455.75		81,767.83	48,550.72
Developer Fees (Housing)	16,755.91	31,528.89		-	48,284.80
Accumulated Absences	120,904.14		$ 61,000.00	35,068.65	146,835.49
Snow Removal	27,096.62		8,000.00	10,215.60	24,881.02
Beach Patrol Donations	6,599.34	17,443.38		18,661.67	5,381.05
Beach Events Donations	-	21,645.59		17,387.70	4,257.89
Memorial Benches	16,249.40	-		4,830.00	11,419.40
Recreation	21,466.80	50,842.00		33,037.98	39,270.82
Special Events	34,064.77	4,135.00		6,929.67	31,270.10
Parking Offense Adjudication Act	15,611.18	2,272.00		4,726.00	13,157.18
Fire Penalty - Compensatory	22,811.26	31,922.50		15,263.30	39,470.46
Fire Penalty - Dedicated	30,323.15	91,092.50		89,444.00	31,971.65
Off Duty Police Officers	-	110,244.04		110,244.04	-
Police K-9 Unit Donations	-	10,300.00		-	10,300.00
UCC Fees	31,954.73	343,112.68	-	291,823.07	83,244.34
Police Forfeiture	97,292.66	4,368.04		10,302.18	91,358.52
Revolving Loan Fund	111,175.74	445.52		-	111,621.26
Self Insurance	289,434.19	981.25	123,000.00	60,617.26	352,798.18
Payroll	193,305.69	15,051,147.85		15,036,858.81	207,594.73
Lifeguard Pension	544,352.20	19,602.08		71,672.91	492,281.37
Developers Escrow	178,008.79	82,226.09		75,984.66	184,250.22
	$ 2,066,939.37	$ 16,196,765.16	$ 192,000.00	$ 16,128,588.09	$ 2,327,116.44

See Accompanying Auditor's Report

Exhibit C-2

GENERAL CAPITAL FUND
ANALYSIS OF CASH

		Balance Dec. 31, 2015	Receipts: Budget Appropriation	Receipts: Miscellaneous	Disbursements: Improvement Authorizations	Disbursements: Miscellaneous	Transfers: From	Transfers: To	Balance Dec. 31, 2016
Contracts Payable		$ 296,202.93	$	$	$	$	$ 296,202.93	$ 1,114,492.76	$ 1,114,492.76
Reserve for Payment of Bonds and Notes		29,218.55				29,218.55		51,379.81	51,379.81
Capital Improvement Fund		65,959.00	100,000.00				165,800.00		159.00
Fund Balance		4,267.29		65,030.32				1,341.50	70,639.11
Grants Receivable		(334,927.50)		279,181.00			419,500.00	98,354.50	(376,892.00)
Improvement Authorizations:									
Ordinance Number									
773-09/	Various Improvements								
929-12	a Replacement of Boardwalk	43,691.90			23,179.25		20,000.00	2,659.03	3,171.68
	d Improvement to Pacific Ave.	98,354.50					98,354.50		-
	e Street lights and Street signs	492.63					492.63		-
798-10	a. Purchase of Equipment	662.80					662.80		-
805-10	Acquisition of Timekeeping System	27,954.24							27,954.24
811-10	b. Purchase of Vehicles	1,960.00					1,960.00		-
823-10 867 11/ 917-12	e. City Hall Improvements/Expansion	12,430.21			20,256.62		2,018.59	9,845.00	-
824-10	b. Purchase of DPW Equipment	678.70					678.70		-
841-11	Back Bay Flood Abatement	1,637.14		830,000.00	47,730.99		35,269.01		748,637.14
860-11	Preliminary Expense - Redevelopment of Bayside Area	49,452.31			31,130.65		40,160.31	46,290.96	24,452.31

See Accompanying Auditor's Report

Exhibit C-2

GENERAL CAPITAL FUND
ANALYSIS OF CASH

		Balance Dec. 31, 2015	Receipts: Budget Appropriation	Receipts: Miscellaneous	Disbursements: Improvement Authorizations	Disbursements: Miscellaneous	Transfers: From	Transfers: To	Balance Dec. 31, 2016
917-12/	Various Capital Improvements								
943-12	g. Improvements to Rec Bldg/City Hall	$ 43,427.57	$	$	$ 9,900.00	$	$	$	$ 33,527.57
	h. Improvements to Lifeguard Equip.	11,542.40							11,542.40
	l. Purchase of Equip. for Fire Dept & Human Resources	474.33			131.43		474.33	131.43	-
	m. Repair of Fire Equipment	-							-
	q. Restoration of Recreation Fields	602.11					602.11		-
	r. Replacement of Boardwalk Subdeck	20,265.52							20,265.52
930-12	Acquisition of Beach boxes	11,203.44			5,905.65		5,297.79		-
954-13	Investigation/Remediation - Soil	1,612.74					4,794.63	4,794.63	1,612.74
959-13	Improvements - Schellenger Ave.	437.88					437.88		-
964-13	b. Reconstruction of Roads	86,833.06			121,352.40		12,630.43	47,150	-
	d. Acquisition - Court Security System	4,342.07							4,342.07
	e. Acquisition - Police Security System	1,517.58					1,846.58	329.00	-
	g. Improvements to Maxwell Field	22,594.51					7,993.69		14,600.82
	h. Acquisition - Equipment	59,016.40			11,011.60		41,206.00		6,798.80
	i. Acquisition - Info Technology	4,304.35							4,304.35
	j. Acquisition - Vehicles	6,129.48					6,129.48		-
995-14/	a. Boardwalk Restroom - Youngs Ave.	2,350.12			84,122.22			81,772.10	-
1013-14	b. Reconstruction - Davis Avenue	159,870.88					294.88	294.88	159,870.88
	c. Prelim Investigtn/Remediation-Bkyard	1,919.96					15,122.64	15,122.64	1,919.96
	d. Prelim - Landfill Closure	3,169.71					3,169.71		-
	e. Repair - Event Stage	1,425.43			650.00		945.34	650.00	480.09
	f. Acquisition of Vehicles	15,643.37							15,643.37
	g. Acquisition of Fire Truck	35,015.82					704.61	-	34,311.21
	h. Repairs/Improvements of Buildings	135,320.90			18,358.13		5,759.05	215.71	111,419.43
	i. Acquisition-ITT Equipment	2,735.29			1,191.28		1,825.80	1,817.08	1,535.29
	j. Communication System Upgrade	2,121.31			1,351.00		1,000.00	1,000.00	770.31
	k. Acquisition of Equipment: 10-Year	2,823.87					421.99		2,401.88
	l. Acquisition of Vehicles/Equip.:5-Yr	49,835.41			50,332.69		7,750.72	8,248.00	-
	m. Installation of Sprinkler System	2,735.63			570.36				2,165.27

See Accompanying Auditor's Report

GENERAL CAPITAL FUND
ANALYSIS OF CASH

			------------ Receipts ------------		------- Disbursements -------		---- Transfers ----		
		Balance Dec. 31, 2015	Budget Appropriation	Miscellaneous	Improvement Authorizations	Miscellaneous	From	To	Balance Dec. 31, 2016
1011-14	a. Purchase/Major Repair of Equipme	$ 49,946.98	$	$	$ 34,509.45	$	$ 2,610.55	$	$ 12,826.98
	b. Capital Repair/Improvmnt-Muni Bldgs	70,230.58			47,526.36			24,878.07	47,582.29
	c. Remove/Re[place Walkways	116,775.02			92,808.83		2,600.00		21,366.19
	d. Acquisition-ITT Equipment <$5,000@	10,693.43			6,860.56		3,832.87		-
	e. Repair/Upgrade of Radio Equipment	48,936.07			2,018.00		47,936.07	1,018.00	-
	f. Acquisition-ITT Equipment >$5,000@	1,537.83					1,537.83		-
	g. Acquisition of Police SUVs	11,012.05			49,986.63			49,986.63	11,012.05
1040-15/ 1058-16	Road Reconstruction	699,504.03	43.93	240,000.00	404,327.57		194,780.96	12,000.00	352,439.43
1047-16	a. Construction of New DPW Building			1,816,000.00	69,679.95		126,633.00	91,000.00	1,710,687.05
	b. Reconstruction-Susq./Spicer Ave.			20,000.00	36,552.79		362,606.59	401,000.00	21,840.62
	c. Acquisition of Vehicles			247,700.00	245,595.68			13,500.00	15,604.32
	d. Repairs & Improvements-City Bldgs			48,000.00	13.08			2,400.00	50,386.92
	e. Replacement/Major Repair-HVAC			65,400.00	11,458.85		2,895.01	3,300.00	54,346.14
	f. Acquisition of Equipment			181,900.00	180,509.21			9,400.00	10,790.79
	g. Communication System Upgrade			50,000.00			39,647.89	2,500.00	12,852.11
	h. Acquisition of ITT Equipment<$5,000			18,100.00	10,275.55			1,000.00	8,824.45
	i. Lighting Upgrade for Rec. Center			14,700.00	14,680.60			800.00	819.40
	h. Install-Flood Pump @ Magnolia Ave			47,000.00	12.80		22,306.20	2,400.00	27,081.00
	i. Relocation of Fuel Pump Station			67,000.00	6,009.54		816.79	3,400.00	63,573.67
1057-16	a. Acquisition of ITT Equip. $5,000 or >			93,000.00	30,970.37		61,359.21	4,700.00	5,370.42
	b. Acquisition of ITT Equipment<$5,000			37,500.00	138.39		56,799.00	21,400.00	1,962.61
	c. Repairs & Improvements-City Bldgs			77,000.00	11,125.21			3,900.00	69,774.79
	d. Acquisition of Equipment			17,000.00	2,042.00		5,396.00	850.00	10,412.00
	e. Acquisition-Communication/Signal Sys			45,000.00	111.02		15,806.40	2,250.00	31,332.58
	f. Construction-New Building:Police			90,000.00	222.04			4,500.00	94,277.96
	g. Acquisition of Vacant Land			66,618.55	71,908.49		33,000.00	38,000.00	(289.94)
		$ 1,995,941.83	$ 100,043.93	$ 4,416,129.87	$ 1,756,517.24	$ 29,218.55	$ 2,180,071.50	$ 2,180,071.50	$ 4,726,379.84

See Accompanying Auditor's Report

Exhibit C-3

GENERAL CAPITAL FUND
SCHEDULE OF GRANTS RECEIVABLE

Balance December 31, 2015		$ 334,927.50
Increased by:		
CDBG - Reconstruction:Susquehanna & Spicer Aves.	$ 400,000.00	
Body-Worn Camera Assistance Program	19,500.00	
		419,500.00
Decreased by:		
Receipts:		
CDBG - Improvements to Youngs Ave. (part)	192,823.00	
NJDOT - Reconstruction of Davis Avenue	43,750.00	
CDBG - Reconstruction:Susquehanna & Spicer Aves.	23,108.00	
Body-Worn Camera Assistance Program	19,500.00	
		279,181.00
Cancellations:		
NJ DOT - ARRA - Pacific Ave. Streetscape	98,354.50	
		98,354.50
Balance December 31, 2016		$ 376,892.00

Analysis of Balance

CDBG - Reconstruction:Susquehanna & Spicer Aves.	$ 376,892.00	
		$ 376,892.00

See Accompanying Auditor's Report

GENERAL CAPITAL FUND
SCHEDULE OF DEFERRED CHARGES TO FUTURE TAXATION - FUNDED

Balance December 31, 2015		$ 13,768,548.85
Increased by:		
Bonds Issued		-
Decreased by:		
2016 Budget Approriations:		
General Serial Bonds	$ 1,860,000.00	
USRDA Loans	6,272.19	
Green Trust Loans	57,770.85	
		1,924,043.04
Balance December 31, 2016		$ 11,844,505.81

See Accompanying Auditor's Report

Exhibit C-5

GENERAL CAPITAL FUND
SCHEDULE OF DEFERRED CHARGES TO FUTURE TAXATION - UNFUNDED

Ordinance Number	Improvement Description	Balance Dec. 31, 2015	Increased	Decreased	Balance Dec. 31, 2016	Analysis of Balance Dec. 31, 2016: Financed by Notes	Expended	Unexpended Improvement Authorization
841-11	Back Bay Flood Abatement Program	$ 830,000.00			830,000.00	830,000.00		
954-13	Investigation/Remediation - Soil	34,200.00		1,200.00	33,000.00	33,000.00		
959-13	Improvements at Schellenger Ave.	91,313.82		3,300.00	88,013.82	88,013.82		
964-13	a. Improvements - Youngs Avenue	5,041.00		1,100.00	3,941.00	3,941.00		
	b. Reconstruction of Roads	200,000.00		10,100.00	189,900.00	189,900.00		
	c. Acquisition of Parking Meters	21,545.11		1,200.00	20,345.11	20,345.11		
	d. Acquisition - Court Security System	5,000.00		300.00	4,700.00	4,700.00		
	e. Acquisition - Police Security System	30,000.00		1,500.00	28,500.00	28,500.00		
	f. Improvements to Recreation Center	11,246.09		600.00	10,646.09	10,646.09		
	g. Improvements to Maxwell Field	42,500.00		2,100.00	40,400.00	40,400.00		
	h. Acquisition - Equipment	83,800.00		4,200.00	79,600.00	79,600.00		
	i. Acquisition - Info Technology	38,000.00		1,900.00	36,100.00	36,100.00		
	j. Acquisition - Vehicles	74,500.00		3,800.00	70,700.00	70,700.00		
995-14/ 1013-14	a. Boardwalk Restroom - Youngs Ave.	97.91			97.91	97.91		
	b. Reconstruction - Davis Avenue	245,000.00			245,000.00	245,000.00		
	c. Prelim Investigtn/Remediation-Bkyard	39,500.00			39,500.00	39,500.00		
	d. Prelim - Landfill Closure	64,500.00			64,500.00	64,500.00		
	e. Repair - Event Stage	10,000.00			10,000.00	10,000.00		
	f. Acquisition of Vehicles	281,000.00			281,000.00	281,000.00		
	g. Acquisition of Fire Truck	714,800.00			714,800.00	714,800.00		
	h. Repairs/Improvements of Buildings	217,000.00			217,000.00	217,000.00		
	i. Acquisition-ITT Equipment	32,000.00			32,000.00	32,000.00		
	j. Communication System Upgrade	15,000.00			15,000.00	15,000.00		
	k. Acquisition of Equipment: 10-Year	46,100.00			46,100.00	46,100.00		
	l. Acquisition of Vehicles/Equip.:5-Yr	170,500.00			170,500.00	170,500.00		
	m. Installation of Sprinkler System	10,000.00			10,000.00	10,000.00		
1011-14	a. Purchase/Major Repair of Equipment	122,100.00			122,100.00	122,100.00		
	b. Capital Repair/Improvmnt-Muni Bldgs	95,900.00			95,900.00	95,900.00		
	c. Remove/Re[place Walkways	258,000.00		29,218.55	228,781.45	228,781.45		
	d. Acquisition-ITT Equipment <$5,000@	61,000.00			61,000.00	61,000.00		
	e. Repair/Upgrade of Radio Equipment	102,000.00			102,000.00	102,000.00		
	f. Acquisition-ITT Equipment >$5,000@	24,000.00			24,000.00	24,000.00		
	g. Acquisition of Police SUVs	91,000.00			91,000.00	91,000.00		
1040-15/ 1058-16	Road Reconstruction	664,000.00	240,000.00	43.93	903,956.07	903,956.07		
1047-16	a. Construction of New DPW Building		1,816,000.00		1,816,000.00	1,816,000.00		
	b. Reconstruction-Susq./Spicer Ave.		20,000.00		20,000.00	20,000.00		
	c. Acquisition of Vehicles		247,700.00		247,700.00	247,700.00		
	d. Repairs & Improvements-City Bldgs		48,000.00		48,000.00	48,000.00		
	e. Replacement/Major Repair-HVAC		65,400.00		65,400.00	65,400.00		
	f. Acquisition of Equipment		181,900.00		181,900.00	181,900.00		
	g. Communication System Upgrade		50,000.00		50,000.00	50,000.00		
	h. Acquisition of ITT Equipment<$5,000		18,100.00		18,100.00	18,100.00		
	i. Lighting Upgrade for Rec. Center		14,700.00		14,700.00	14,700.00		
	h. Install-Flood Pump @ Magnolia Ave		47,000.00		47,000.00	47,000.00		
	i. Relocation of Fuel Pump Station		67,000.00		67,000.00	67,000.00		
1057-16	a. Acquisition of ITT Equip. $5,000 or >		93,000.00		93,000.00	93,000.00		
	b. Acquisition of ITT Equipment<$5,000		37,500.00		37,500.00	37,500.00		
	c. Repairs & Improvements-City Bldgs		77,000.00		77,000.00	77,000.00		
	d. Acquisition of Equipment		17,000.00		17,000.00	17,000.00		
	e. Acquisition-Communication/Signal Sys		45,000.00		45,000.00	45,000.00		
	f. Construction-New Building:Police		90,000.00		90,000.00	90,000.00		
	g. Acquisition of Vacant Land		100,000.00	33,000.00	67,000.00	66,618.55		381.45
		$ 4,730,643.93	3,275,300.00	93,562.48	7,912,381.45	7,912,000.00	-	381.45

Improvement Authorizations Unfunded		$ 3,718,548.27
Less:		
Unexpended Proceeds of Bond Anticipation Notes Issued:		
841-11	$ 748,637.14	
954-13	1,612.74	
964-13	30,046.04	
995-14/1013-14	330,517.69	
1011-14	92,787.51	
1040-15/1058-16	352,439.43	
1047-16	1,953,563.81	
1057-16	208,562.46	
		3,718,166.82
		$ 381.45

See Accompanying Auditor's Report

Exhibit C-6

GENERAL CAPITAL FUND
STATEMENT OF IMPROVEMENT AUTHORIZATIONS

Ordinance Number	Improvement Description	Ordinance Date	Ordinance Amount	Balance Dec. 31, 2015 Funded	Balance Dec. 31, 2015 Unfunded	2016 Authorizations Capital Improvement Fund	2016 Authorizations Capital Grant	2016 Authorizations Capital Fund Balance	Deferred Charge to Future Taxation	Expended	Prior Year Encumbrance Cancelled	Transfer	Canceled	Balance Dec. 31, 2016 Funded	Balance Dec. 31, 2016 Unfunded
773-09	Various Improvements	10/06/09	$ 1,602,000.00												
	a. Replacement of Boardwalk			$ 43,691.90	$	$	$	$	$	$ 40,520.22	$	$	$	$ 3,171.68	$
	d. Improvement to Pacific Ave.			98,354.50						-			98,354.50	-	
	e. Street lights and signs			492.63						-			492.63	-	
798-10	Various Improvements	04/14/10	327,500.00												
	a. Purchase of Equipment			662.80						-			662.80	-	
805-10	Acquisition of Timekeeping System	06/09/10	168,000.00	27,954.24						-				27,954.24	
811-10	Various Capital Improvements	08/11/10	762,500.00												
	b. Purchase of Vehicles			1,960.00						-			1,960.00	-	
823-10 867-11/ 917-12	Various Capital Improvements	11/10/10	1,586,150.00												
	e. City Hall Improvements/Expansion			12,430.21						12,430.21				(0.00)	
824-10	Various Capital Improvements	11/10/10	110,000.00												
	b. Purchase of DPW Equipment			678.70						-			678.70	-	
841-11	Back Bay Flood Abatement	02/23/11	1,000,000.00	1,637.14	830,000.00					83,000.00					748,637.14
860-11	Preliminary Expense - Redevelopment of Bayside Area	07/27/11	500,000.00	49,452.31						25,000.00				24,452.31	
917-12/ 943-12	Various Capital Improvements	05/23/12	1,586,150.00												
	g. Improvements to Rec Bldg/City Hall			43,427.57						9,900.00				33,527.57	
	h. Improvements to Lifeguard Equip.			11,542.40						-				11,542.40	
	l. Purchase of Equip. for Fire Dept & Human Resources			474.33						-			474.33	-	
	q. Restoration of Recreation Fields			602.11						-			602.11	-	
	r. Replacement of Boardwalk Subdeck			20,265.52						-				20,265.52	
930-12	Acquisition of Beach Boxes	07/25/12	55,000.00	11,203.44						7,984.47			3,218.97	-	
954-13	Investigation/Remediation - Soil/Groundwater	03/13/13	36,000.00		1,612.74					-					1,612.74
959-13	Improvements - Schellenger/Boardwalk	04/10/13	100,000.00		437.88					-			437.88		0.00
964-13	Various Improvements	05/08/13	955,400.00												
	b. Reconstruction of Roads				86,833.06					77,911.74			8,921.32		0.00
	d. Acquisition - Court Security System				4,342.07					-					4,342.07
	e. Acquisition - Police Security System				1,517.58					161.49			1,356.09		-
	g. Improvements to Maxwell Field				22,594.51					7,993.69					14,600.82
	h. Acquisition - Equipment				59,016.40					52,217.60					6,798.80
	i. Acquisition - Info Technology				4,304.35					-					4,304.35
	j. Acquisition - Vehicles				6,129.48					-			6,129.48		-
995-14/ 1013-14	Various Improvements	03/12/14	2,503,000.00												
	a. Boardwalk Restroom - Youngs Ave.			2,350.12						2,350.12				0.00	
	b. Reconstruction - Davis Avenue			14,558.44	145,312.44					-					159,870.88
	c. Prelim Investigtn/Remediation-Bkyard				1,919.96					-					1,919.96
	d. Prelim - Landfill Closure				3,169.71					-			3,169.71		-
	e. Repair - Event Stage				1,425.43					0.00			945.34		480.09
	f. Acquisition of Vehicles				15,643.37					-					15,643.37
	g. Acquisition of Fire Truck				35,015.82					-			704.61		34,311.21
	h. Repairs/Improvements of Buildings				135,320.90					23,901.47					111,419.43
	i. Acquisition-ITT Equipment				2,735.29					1,191.28			8.72		1,535.29
	j. Communication System Upgrade				2,121.31					1,351.00	1,000.00		1,000.00		770.31
	k. Acquisition of Equipment: 10-Year				2,823.87					-			421.99		2,401.88
	l. Acquisition of Vehicles/Equip.:5-Yr				49,835.41					42,084.69			7,750.72		-
	m. Installation of Sprinkler System				2,735.63					570.36					2,165.27

See Accompanying Auditor's Report

Exhibit C-6

GENERAL CAPITAL FUND
STATEMENT OF IMPROVEMENT AUTHORIZATIONS

Ordinance Number	Improvement Description	Ordinance Date	Ordinance Amount	Balance Dec. 31, 2015 Funded	Balance Dec. 31, 2015 Unfunded	2016 Authorizations Capital Improvement Fund	2016 Authorizations Capital Grant	2016 Authorizations Capital Fund Balance	2016 Authorizations Deferred Charge to Future Taxation	Expended	Prior Year Encumbrance Cancelled	Transfer	Canceled	Balance Dec. 31, 2016 Funded	Balance Dec. 31, 2016 Unfunded
1011-14	Various Improvements	09/10/14	793,000.00												
	a. Purchase/Major Repair of Equipment				49,946.98					34,509.45			2,610.55		12,826.98
	b. Capital Repair/Improvmnt-Muni Bldgs				70,230.58					22,648.29					47,582.29
	c. Remove/Re[place Walkways				116,775.02					95,408.83					21,366.19
	d. Acquisition-ITT Equipment <$5,000@				10,693.43					6,860.56			3,832.87		-
	e. Repair/Upgrade of Radio Equipment				48,936.07					43,131.41			5,804.66		-
	f. Acquisition-ITT Equipment >$5,000@				1,537.83					-			1,537.83		0.00
	g. Acquisition of Police SUVs				11,012.05					-					11,012.05
1040-15/		09/02/15	700,000.00												
1058-16	Road Reconstruction	09/06/16	252,000.00	35,547.96	664,000.00	12,000.00			240,000.00	599,108.53					352,439.43
1047-16	Various Improvements	03/23/16	3,106,500.00												
	a. Construction of New DPW Building					91,000.00			1,816,000.00	196,312.95					1,710,687.05
	b. Reconstruction-Susq./Spicer Ave.					1,000.00	400,000.00		20,000.00	399,159.38				20,855.74	984.88
	c. Acquisition of Vehicles					13,500.00			247,700.00	245,595.68					15,604.32
	d. Repairs & Improvements-City Bldgs					2,400.00			48,000.00	13.08				2,386.92	48,000.00
	e. Replacement/Major Repair-HVAC					3,300.00			65,400.00	14,353.86					54,346.14
	f. Acquisition of Equipment					9,400.00			181,900.00	180,509.21					10,790.79
	g. Communication System Upgrade					2,500.00			50,000.00	39,647.89					12,852.11
	h. Acquisition of ITT Equipment<$5,000					1,000.00			18,100.00	10,275.55					8,824.45
	i. Lighting Upgrade for Rec. Center					800.00			14,700.00	14,680.60					819.40
	h. Install-Flood Pump @ Magnolia Ave					2,400.00			47,000.00	22,319.00					27,081.00
	i. Relocation of Fuel Pump Station					3,400.00			67,000.00	6,826.33					63,573.67
1057-16	Various Improvements	06/22/16	502,100.00												
	a. Acquisition of ITT Equip. $5,000 or >					4,700.00			93,000.00	92,329.58					5,370.42
	b. Acquisition of ITT Equipment<$5,000					1,900.00	19,500.00		37,500.00	56,937.39					1,962.61
	c. Repairs & Improvements-City Bldgs					3,900.00			77,000.00	11,125.21					69,774.79
	d. Acquisition of Equipment					850.00			17,000.00	7,438.00					10,412.00
	e. Acquisition-Communication/Signal Sys					2,250.00			45,000.00	15,917.42					31,332.58
	f. Construction-New Building:Police					4,500.00			90,000.00	222.04				4,277.96	90,000.00
	g. Acquisition of Vacant Land					5,000.00			100,000.00	71,908.49			33,000.00		91.51
				$ 377,286.32	$ 2,387,979.17	$ 165,800.00	$ 419,500.00	$ -	$ 3,275,300.00	$ 2,575,807.07	$ 1,000.00	$ -	$ 184,075.81	$ 148,434.34	$ 3,718,548.27

See Accompanying Auditor's Report

Exhibit C-7

GENERAL CAPITAL FUND
SCHEDULE OF BOND ANTICIPATION NOTES PAYABLE

Ord.	Purpose	Date of Original Issue	Date of Issue	Date of Maturity	Amount of Original Issue	Interest Rate	Balance Dec. 31, 2015	Increased	Decreased	Balance Dec. 31, 2016
841-11	Backbay Flood Abatement Program	10/21/2016	10/21/2016 $	10/20/2017 $	830,000.00	2.00% $		$ 830,000.00		$ 830,000.00
954-13	Investigation/Remediation - Soil	10/25/2013	10/21/2016	10/20/2017	34,200.00	2.00%	34,200.00		$ 1,200.00	33,000.00
959-13	Improvements- Schellenger Ave	10/25/2013	10/21/2016	10/20/2017	95,000.00	2.00%	91,313.82		3,300.00	88,013.82
964-13	Various Capital Improvements	10/25/2013	10/21/2016	10/20/2017	528,300.00	2.00%	511,632.20		26,800.00	484,832.20
995-14/ 1013-14	Various Capital Improvements	10/24/2014	10/21/2016	10/20/2017	1,847,400.00	2.00%	1,845,497.91			1,845,497.91
1011-14	Various Capital Improvements	10/24/2014	10/21/2016	10/20/2017	754,000.00	2.00%	754,000.00		29,218.55	724,781.45
1040-15/ 1058-16	Road Reconstruction	10/23/2015	10/21/2016	10/20/2017	663,956.07	2.00%	663,956.07			663,956.07
1040-15/ 1058-16	Various Capital Improvements	10/21/2016	10/21/2016	10/20/2017	240,000.00	2.00%	-	240,000.00		240,000.00
1047-16	Various Capital Improvements	10/21/2016	10/21/2016	10/20/2017	2,575,800.00	2.00%	-	2,575,800.00		2,575,800.00
1057-16	Various Capital Improvements	10/21/2016	10/21/2016	10/20/2017	426,118.55	2.00%	-	426,118.55		426,118.55
							$ 3,900,600.00	$ 4,071,918.55	$ 60,518.55	$ 7,912,000.00

See Accompanying Auditor's Report

Exhibit C-8

GENERAL CAPITAL FUND
SCHEDULE OF GENERAL SERIAL BONDS PAYABLE

Purpose	Date of Issue	Amount of Original Issue	Maturities of Bonds Outstanding December 31, 2016 Date	Maturities of Bonds Outstanding December 31, 2016 Amount	Interest Rate	Balance Dec. 31, 2015	Increased	Decreased	Balance Dec. 31, 2016
General Improvement Bonds of 2008	5/1/2008	$ 10,729,000.00	05/01/17	$ 910,000.00	4.250%	$ 5,889,000.00	$	$ 860,000.00	$ 5,029,000.00
			05/01/18	960,000.00	4.250%				
			05/01/19	1,010,000.00	4.250%				
			05/01/20	1,070,000.00	4.375%				
			05/01/21	1,079,000.00	4.375%				
Refunding Bonds of 2011	12/28/2011	$ 7,175,000.00	11/1/2017	715,000.00	4.000%	4,565,000.00		685,000.00	3,880,000.00
			11/1/2018	745,000.00	4.000%				
			11/1/2019	775,000.00	4.000%				
			11/1/2020	805,000.00	4.000%				
			11/1/2021	840,000.00	4.000%				
General Improvement Bonds of 2012	10/26/2012	$ 3,374,000.00	10/1/2017	305,000.00	2.000%	2,670,000.00		315,000.00	2,355,000.00
			10/1/2018	300,000.00	2.000%				
			10/1/2019	315,000.00	2.000%				
			10/1/2020	325,000.00	2.000%				
			10/1/2021	370,000.00	2.000%				
			10/1/2022	365,000.00	2.000%				
			10/1/2023	375,000.00	2.000%				
						$ 13,124,000.00	$ -	$ 1,860,000.00	$ 11,264,000.00
						C		C-4	C

See Accompanying Auditors Report

GENERAL CAPITAL FUND
SCHEDULE OF USRDA LOANS PAYABLE

Purpose	Date of Issue	Amount of Original Issue	Maturities of Loans Outstanding December 31, 2016 Date	Maturities of Loans Outstanding December 31, 2016 Amount	Interest Rate	Balance Dec. 31, 2015	Increased	Decreased	Balance Dec. 31, 2016
Pacific Ave.	7/23/2002	$ 175,000.00	01/23/17	$ 1,492.57	4.50%	$ 147,128.74	$	$ 2,887.33	$ 144,241.41
Wastewater			07/23/17	1,526.15					
Ord. 557-02b			01/23/18	1,560.49					
			07/23/18	1,595.60					
			01/23/19	1,631.50					
			07/23/19	1,668.21					
			01/23/20	1,705.75					
			07/23/20	1,744.12					
			01/23/21	1,783.37					
			07/23/21	1,823.49					
			01/23/22	1,864.52					
			07/23/22	1,906.47					
			01/23/23	1,949.37					
			07/23/23	1,993.23					
			01/23/24	2,038.08					
			07/23/24	2,083.93					
			01/23/25	2,130.83					
			07/23/25	2,178.76					
			01/23/26	2,227.79					
			07/23/26	2,277.91					
			01/23/27	2,329.17					
			07/23/27	2,381.57					
			01/23/28	2,435.16					
			07/23/28	2,489.95					
			01/23/29	2,545.97					
			07/23/29	2,603.26					
			01/23/30	2,661.83					
			07/23/30	2,721.72					
			01/23/31	2,782.96					
			07/23/31	2,845.58					
			01/23/32	2,909.60					
			07/23/32	2,975.07					
			01/23/33	3,042.01					
			07/23/33	3,110.45					
			01/23/34	3,180.44					
			07/23/34	3,252.00					
			01/23/35	3,325.17					

See Accompanying Auditors Report

Exhibit C-9

GENERAL CAPITAL FUND
SCHEDULE OF USRDA LOANS PAYABLE

Purpose	Date of Issue	Amount of Original Issue	Maturities of Loans Outstanding December 31, 2016 Date	Amount	Interest Rate	Balance Dec. 31, 2015	Increased	Decreased	Balance Dec. 31, 2016
Pacific Ave.			07/23/35	$ 3,399.98					
Wastewater			01/23/36	3,476.49					
Ord. 557-02b			07/23/36	3,554.70					
(Continued)			01/23/37	3,634.69					
			07/23/37	3,716.46					
			01/23/38	3,800.09					
			07/23/38	3,885.59					
			01/23/39	3,973.01					
			07/23/39	4,062.41					
			01/23/40	4,153.81					
			07/23/40	4,247.27					
			01/23/41	4,342.84					
			07/23/41	4,440.55					
			01/23/42	4,540.46					
			07/23/42	4,239.01					
Improvement	8/1/2003	$ 208,000.00	02/01/17	$ 1,746.57	4.25%	176,770.00		3,384.86	173,385.14
to Rio Grande			08/01/17	1,783.68					
Ave.			02/01/18	1,821.58					
Ord. 577-02			08/01/18	1,860.30					
			02/01/19	1,899.82					
			08/01/19	1,940.19					
			02/01/20	1,981.43					
			08/01/20	2,023.53					
			02/01/21	2,066.53					
			08/01/21	2,110.44					
			02/01/22	2,155.29					
			08/01/22	2,201.09					
			02/01/23	2,247.86					
			08/01/23	2,295.63					
			02/01/24	2,344.41					
			08/01/24	2,394.23					
			02/01/25	2,445.11					
			08/01/25	2,497.07					
			02/01/26	2,550.13					
			08/01/26	2,604.32					
			02/01/27	2,659.66					

See Accompanying Auditors Report

GENERAL CAPITAL FUND
SCHEDULE OF USRDA LOANS PAYABLE

Purpose	Date of Issue	Amount of Original Issue	Maturities of Loans Outstanding December 31, 2016 Date	Amount	Interest Rate	Balance Dec. 31, 2015	Increased	Decreased	Balance Dec. 31, 2016
Improvement			08/01/27	$ 2,716.18					
to Rio Grande			02/01/28	2,773.90					
Ave.			08/01/28	2,832.84					
Ord. 577-02			02/01/29	2,893.04					
(Continued)			08/01/29	2,954.52					
			02/01/30	3,017.30					
			08/01/30	3,081.42					
			02/01/31	3,146.90					
			08/01/31	3,213.77					
			02/01/32	3,282.07					
			08/01/32	3,351.80					
			02/01/33	3,423.04					
			08/01/33	3,495.77					
			02/01/34	3,570.06					
			08/01/34	3,645.92					
			02/01/35	3,723.40					
			08/01/35	3,802.52					
			02/01/36	3,883.32					
			08/01/36	3,965.85					
			02/01/37	4,050.12					
			08/01/37	4,136.18					
			02/01/38	4,224.08					
			08/01/38	4,313.84					
			02/01/39	4,405.51					
			08/01/39	4,499.12					
			02/01/40	4,594.73					
			08/01/40	4,692.37					
			02/01/41	4,792.08					
			08/01/41	4,893.92					
			02/01/42	4,997.91					
			08/01/42	5,104.12					
			02/01/43	5,212.57					
			08/01/43	5,066.10					
						$ 323,898.74	$ -	$ 6,272.19	$ 317,626.55

See Accompanying Auditors Report

Exhibit C-10

GENERAL CAPITAL FUND
SCHEDULE OF GREEN TRUST LOAN PAYABLE

Purpose	Date of Issue	Amount of Original Issue	Maturities of Loans Outstanding December 31, 2016 Date	Amount	Interest Rate	Balance Dec. 31, 2015	Increased	Decreased	Balance Dec. 31, 2016
Multi Parks Improvements Ord. 470-98	10/7/2002	$ 500,000.00	05/29/17	$ 16,996.71	2.00%	$ 120,190.58	$	$ 33,490.25	$ 86,700.33
			11/29/17	17,166.69					
			05/29/18	17,338.35					
			11/29/18	17,511.73					
			05/29/19	17,686.85					
Maxwell Field Park Project Ord. 557-02a	2/20/2003	$ 289,000.00	05/25/17	$ 7,974.15	2.00%	116,844.40		15,712.23	101,132.17
			11/25/17	8,053.89					
			05/25/18	8,134.43					
			11/25/18	8,215.77					
			05/25/19	8,297.93					
			11/25/19	8,380.91					
			05/25/20	8,464.72					
			11/25/20	8,549.37					
			05/25/21	8,634.86					
			11/25/21	8,721.21					
			05/25/22	8,808.42					
			11/25/22	8,896.51					
Maxwell Field Park Project Ord. 557-02a	1/19/2005	$ 164,000	04/24/17	$ 4,348.56	2.00%	$ 83,615.13	$	$ 8,568.37	$ 75,046.76
			10/24/17	4,392.04					
			04/24/18	4,435.96					
			10/24/18	4,480.32					
			04/24/19	4,525.12					
			10/24/19	4,570.37					
			04/24/20	4,616.08					
			10/24/20	4,662.24					
			04/24/21	4,708.86					
			10/24/21	4,755.95					
			04/24/22	4,803.51					
			10/24/22	4,851.54					
			04/24/23	4,900.06					
			10/24/23	4,949.06					
			04/24/24	4,998.55					
			10/24/24	5,048.54					
						$ 320,650.11	$ -	$ 57,770.85	$ 262,879.26

See Accompanying Auditors Report

Exhibit C-11

GENERAL CAPITAL FUND
SCHEDULE OF CAPITAL IMPROVEMENT FUND

Balance December 31, 2015		$ 65,959.00
Increased by:		
2016 Budget Appropriation	$ 100,000.00	
		100,000.00
		165,959.00
Decreased by:		
Appropriated to Finance Improvement Authorizations	165,800.00	
		165,800.00
Balance December 31, 2016		$ 159.00

See Accompanying Auditor's Report

Exhibit C-12

GENERAL CAPITAL FUND
SCHEDULE OF BONDS AND NOTES AUTHORIZED BUT NOT ISSUED

Improvement Description	Balance Dec. 31, 2015	2016 Authorization	Notes Issued	Raised in Budget	Balance Dec. 31, 2016
Back Bay Flood Abatement Program	$ 830,000.00	$	$ 830,000.00	$	$ -
Road Reconstruction	43.93	240,000.00	240,000.00	43.93	0.00
Various Improvements		2,575,800.00	2,575,800.00		-
Various Improvements		426,500.00	426,118.55		381.45
	$ 830,043.93	$ 3,242,300.00	$ 4,071,918.55	$ 43.93	$ 381.45

See Accompanying Auditor's Report

Exhibit D-5

WATER OPERATING FUND
SCHEDULE OF CASH - TREASURER

	Operating		Capital	
Balance December 31, 2015		$ 2,209,593.50		$ 3,997,917.90
Increased By:				
Water Rent Collected	$ 7,334,879.50			
Miscellaneous Revenue	81,876.43			
Escrow Deposits	16,040.87			
Reserve for Insurance Proceeds	2,530.00			
Loan Proceeds			$ 4,769,113.37	
Budget Appropriations:				
Capital Improvement Fund			500,000.00	
		7,435,326.80		5,269,113.37
		9,644,920.30		9,267,031.27
Decreased By:				
Current Appropriations	6,724,825.79			
Appropriation Reserves	238,180.08			
Water Overpayments	13,710.69			
Due to State of New Jersey - NJ Water Tax	11,017.09			
Refund of Prior Year Renue	15,207.95			
Improvement Authorization			1,922,256.45	
		7,002,941.60		1,922,256.45
Balance December 31, 2016		$ 2,641,978.70		$ 7,344,774.82

See Accompanying Auditor's Report

WATER UTILITY CAPITAL FUND
ANALYSIS OF CASH

		Balance Dec. 31, 2015	Receipts: Budget Appropriation	Receipts: Miscellaneous	Disbursements: Improvement Authorizations	Disbursements: Miscellaneous	Transfers: From	Transfers: To	Balance Dec. 31, 2016
Fund Balance		$ 270,219.52		$ 55,113.37				9,890.00	$ 335,222.89
Capital Improvement Fund		90,760.85	$ 500,000.00				$ 500,000.00	10,000.00	100,760.85
Reserve for Preliminary Expenses		10,000.00					10,000.00		-
Contracts Payable		2,080,996.36					2,080,996.36	$ 2,860,073.72	2,860,073.72
Improvement Authorizations:									
Ordinance Number									
633-05	Water System Improvements	-					570.50	570.50	-
702-07	Various Improvements								
	(a) Water Main Replacement	1,325.30					1,325.30		-
717-08	Various Improvements & Acquisitions	-					1,394.00	1,394.00	-
830-10/899-12	Various Water Improvements								
	(b) Replacement of water mains	20,928.50			1,036,796.79		320,068.21	1,362,673.75	26,737.25
842-11	Various Improvements & Acquisitions	-					4,671.49	4,671.49	-
902-12	Various Improvements	8,915.00			20,340.58		32,420.80	43,846.38	-
923-12	Various Improvements	483,415.33			197,422.24		389,588.52	195,516.40	91,920.97
963-13	Various Improvements	326.28			2,682.74		2,822.14	5,178.60	-
996-14	Various Improvements	58,030.76			253,804.96		240,127.01	441,969.24	6,068.03
1037-15	Various Improvements	500,000.00					500,000.00		-
1038-15	Various Improvements	473,000.00			242,854.42		66,039.89	25,176.00	189,281.69
1046-16	Various Improvements	-			19,858.03		362,278.01	500,000.00	117,863.96
1048-16	Various Improvements	-		4,714,000.00	146,729.23		739,113.75		3,828,157.02
1050-16	Various Improvements	-			1,767.46		209,544.10		(211,311.56)
		$ 3,997,917.90	$ 500,000.00	$ 4,769,113.37	$ 1,922,256.45	$ -	$ 5,460,960.08	$ 5,460,960.08	$ 7,344,774.82

See Accompanying Auditor's Report

Exhibit D-7

WATER OPERATING FUND
SCHEDULE OF CONSUMER ACCOUNTS RECEIVABLE

Balance December 31, 2015		$ 280,203.53
Increased by:		
Utility Rents Levied	$ 7,209,439.52	
		7,209,439.52
		7,489,643.05
Decreased by:		
Collections	7,321,168.81	
Overpayments	13,710.69	
Transferred to lien	-	
Other	34,469.41	
		7,369,348.91
Balance December 31, 2016		$ 120,294.14

See Accompanying Auditor's Report

Exhibit D-8

WATER OPERATING FUND
SCHEDULE OF WATER UTILITY LIENS

Balance December 31, 2015		$	298.00
Decreased by:			
Transfers from Accounts Receivable	$ -		
Penalties and Costs	-		
			-
			298.00
Decreased by:			
Collections	-		
			-
Balance December 31, 2016		$	298.00

Exhibit D-9

WATER OPERATING FUND
SCHEDULE OF WATER RENT OVERPAYMENTS

Balance December 31, 2015		$ 49,663.13
Increase by:		
Overpayments created	$ -	
		-
Decreased by:		
Overpayments applied	13,710.69	
		13,710.69
Balance December 31, 2016		$ 35,952.44

See Accompanying Auditor's Report

WATER OPERATING FUND
SCHEDULE OF 2015 APPROPRIATION RESERVES

	BALANCE Dec. 31, 2015	BALANCE AFTER TRANSFERS	PAID OR CHARGED	BALANCE LAPSED	OVER-EXPENDED
Operating:					
Salaries and Wages	$ 105,084.93	$ 105,084.93	$ 4,016.43	$ 101,068.50	
Other Expenses	266,170.20	266,170.20	66,536.22	199,633.98	
Insurance	88,660.75	88,660.75	68,537.43	20,123.32	
Capital Improvements:					
Capital Outlay	227,336.80	227,336.80	109,122.50	118,214.30	
Statutory Expenditures:					
Public Employees' Retirement System	7.25	7.25		7.25	
Social Security System	12,137.74	12,137.74		12,137.74	
Unemployment Compensation Insurance	362.16	362.16		362.16	
	$ 699,759.83	$ 699,759.83	$ 248,212.58	$ 451,547.25	$ -

See Accompanying Auditor's Report

Exhibit D-11

WATER UTILITY OPERATING FUND
SCHEDULE OF ACCRUED INTEREST ON BONDS AND NOTES
ANALYSIS OF BALANCE
DECEMBER 31, 2016

Balance December 31, 2015	$ 115,616.96
Increased by:	
Accrued interest charged to 2016 budget appropriation - Interest on bonds and notes	542,183.84
	657,800.80
Decreased by:	
Disbursements	529,812.71
Balance December 31, 2016	$ 127,988.09

ANALYSIS OF ACCRUED INTEREST - DECEMBER 31, 2016

Description	Principal Outstanding Dec. 31, 2016	Interest Rate	From	To	# of Days	Amount
Bond Anticipation Note	$ 6,704,000.00	2.000%	10/21/16	12/31/16	70	$ 26,071.11
Bonds	6,748,000.00	Various	11/01/16	12/31/16	61	50,822.27
Bonds	710,000.00	Various	11/01/16	12/31/16	61	3,134.25
Bonds	2,450,000.00	Various	10/01/16	12/31/16	92	15,063.74
NJEIT Bonds	360,000.00	Various	08/01/16	12/31/16	153	6,478.08
NJEIT Bonds	570,000.00	Various	08/01/16	12/31/16	153	10,560.33
USDA Loan	728,679.99	4.125%	08/28/16	12/31/16	126	10,263.41
USDA Loan	389,797.50	2.125%	07/12/16	12/31/16	173	3,894.00
USDA Loan	264,047.00	2.375%	11/26/16	12/31/16	36	623.65
USDA Loan	378,638.35	2.000%	12/08/16	12/31/16	24	499.30
USDA Loan	1,530,000.00	1.375%	12/22/16	12/31/16	10	577.95
						$ 127,988.09

See Accompanying Auditor's Report

Exhibit D-12

WATER UTILITY CAPITAL FUND
SCHEDULE OF FIXED CAPITAL

ACCOUNT	BALANCE Dec. 31, 2015	ADDITIONS BY BUDGET CAPITAL OUTLAY	TRANSFERRED FROM UNCOMPLETED	BY ORDINANCE	BALANCE Dec. 31, 2016
Combined Improvements	$ 37,633,525.46		$ -		$ 37,633,525.46
	$ 37,633,525.46	$ -	$ -	$ -	$ 37,633,525.46

See Accompanying Auditor's Report

Exhibit D-13

WATER UTILITY CAPITAL FUND
STATEMENT OF FIXED CAPITAL AUTHORIZED AND UNCOMPLETED

		Ordinance			2016 Authorizations				
Ordinance Number	Improvement Description	Date	Amount	Balance Dec. 31, 2015	Deferred Reserve for Amortization	Deferred Charge To Future Revenues	Costs to Fixed Capital	Canceled	Balance Dec. 31, 2016
702-07	Various Water Improvements	12/12/07	$ 5,000,000.00	$ 5,000,000.00					$ 5,000,000.00
717-08	Various Improvements & Acquisitions	02/13/08	500,000.00	500,000.00					500,000.00
830-10	Various Water Improvements	11/10/10	5,000,000.00	5,000,000.00					5,000,000.00
842-11	Various Improvements & Acquisitions	03/09/11	500,000.00	500,000.00					500,000.00
902-12	Various Improvements	03/14/12	500,000.00	500,000.00					500,000.00
923-12	Various Improvements	05/09/12	2,602,000.00	2,602,000.00					2,602,000.00
963-13	Various Improvements	05/08/13	500,000.00	500,000.00					500,000.00
953-13	Water System Upgrades	02/13/13	2,575,000.00	2,530,110.00					2,530,110.00
996-14	Various Improvements	03/12/14	500,000.00	500,000.00					500,000.00
1037-15	Various Improvements	09/09/15	500,000.00	500,000.00					500,000.00
1038-15	Various Improvements	09/09/15	500,000.00	500,000.00					500,000.00
1046-16	Various Improvements	03/23/16	500,000.00		500,000.00				500,000.00
1048-16	Various Improvements	03/23/16	5,532,000.00		5,532,000.00			402,018.50	5,129,981.50
1050-16	Water System Upgrades - North Wildwood	03/23/16	2,110,000.00		2,110,000.00				2,110,000.00
				$ 18,632,110.00	$ 8,142,000.00	$ -	$ -	$ 402,018.50	$ 26,372,091.50

See Accompanying Auditor's Report

Exhibit D-14

WATER UTILITY CAPITAL FUND
STATEMENT OF IMPROVEMENT AUTHORIZATIONS

Ordinance Number	Improvement Description	Ordinance Date	Ordinance Amount	Balance Dec. 31, 2015 Funded	Balance Dec. 31, 2015 Unfunded	2016 Authorizations Capital Improvement Fund	2016 Authorizations Deferred Charge to Future Revenue	Expended	Cancelled Encumbrances	Transfered/ Cancelled	Balance Dec. 31, 2016 Funded	Balance Dec. 31, 2016 Unfunded
702-07	Various Water Improvements	12/12/07	$ 5,000,000.00	$	$	$	$	$	$	$	$	$
	(a) Water Main Replacement			1,325.30	-			$ 1,325.30			-	-
830-10/ 899-12	(b) Replacement of water mains			11,038.50					15,698.75		11,038.50	15,698.75
902-12	Various Improvements	03/14/12	500,000.00	8,915.00				8,915.00			-	
923-12	Various Improvements	05/09/12	2,602,000.00		483,415.33			391,494.36			91,920.97	-
963-13	Various Improvements	05/08/13	500,000.00	326.28				326.28			-	
996-14	Various Improvements	03/12/14	500,000.00	58,030.76				51,962.73			6,068.03	
1037-15	Various Improvements	09/09/15	500,000.00	500,000.00				500,000.00			-	
1038-15	Various Improvements	09/09/15	500,000.00	473,000.00				283,718.31			189,281.69	
1046-16	Various Improvements	03/23/16	500,000.00			500,000.00		382,136.04			117,863.96	
1048-16	Various Improvements	03/23/16	5,532,000.00				5,532,000.00	885,842.98		402,018.50		4,244,138.52
1050-16	Water System Upgrades	03/23/16	2,110,000.00				2,110,000.00	211,311.56				1,898,688.44
				$ 1,052,635.84	$ 483,415.33	$ 500,000.00	$ 7,642,000.00	$ 2,717,032.56	$ 15,698.75	$ 402,018.50	$ 416,173.15	$ 6,158,525.71

See Accompanying Auditor's Report

WATER UTILITY CAPITAL FUND
STATEMENT OF WATER SERIAL BONDS PAYABLE

PURPOSE	DATE OF ISSUE	ORIGINAL ISSUE	MATURITIES OF BONDS OUTSTANDING DECEMBER 31, 2016 DATE	AMOUNT	INT. RATE	BALANCE DEC. 31, 2015	INCREASED	DECREASED	BALANCE DEC. 31, 2016
Refunding Bonds 2004-B	01/01/04	$ 3,490,000.00				$ 330,000.00	$ -	$ 330,000.00	$ -
Water Bonds, Series 2008	05/01/08	$ 9,903,000.00	05/01/17	$ 470,000.00	4.250%	$ 7,198,000.00	$ -	$ 450,000.00	$ 6,748,000.00
			05/01/18	485,000.00	4.250%				
			05/01/19	505,000.00	4.250%				
			05/01/20	515,000.00	4.375%				
			05/01/21	535,000.00	4.375%				
			05/01/22	555,000.00	4.500%				
			05/01/23	570,000.00	4.500%				
			05/01/24	585,000.00	4.500%				
			05/01/25	600,000.00	4.500%				
			05/01/26	620,000.00	4.625%				
			05/01/27	650,000.00	4.625%				
			05/01/28	658,000.00	4.700%				
Water Bonds, Series 2011B	12/14/11	$ 1,350,000.00	11/01/17	$ 135,000.00	2.000%	$ 840,000.00	$ -	$ 130,000.00	$ 710,000.00
			11/01/18	135,000.00	2.000%				
			11/01/19	145,000.00	3.000%				
			11/01/20	145,000.00	3.000%				
			11/01/21	150,000.00	3.000%				
Water Bonds Series 2012	10/11/12	$ 3,010,000.00	10/01/17	$ 165,000.00	2.000%	$ 2,590,000.00	$ -	$ 140,000.00	$ 2,450,000.00
			10/01/18	175,000.00	2.000%				
			10/01/19	180,000.00	2.000%				
			10/01/20	195,000.00	2.000%				
			10/01/21	205,000.00	2.000%				
			10/01/22	230,000.00	2.000%				
			10/01/23	240,000.00	2.000%				
			10/01/24	250,000.00	3.000%				
			10/01/25	260,000.00	3.000%				
			10/01/26	270,000.00	3.000%				
			10/01/27	280,000.00	3.000%				
						$ 10,958,000.00	$ -	$ 1,050,000.00	$ 9,908,000.00

See Accompanying Auditor's Report

WATER UTILITY CAPITAL FUND
SCHEDULE OF NEW JERSEY ENVIRONMENTAL INFRASTRUCTURE TRUST LOAN BONDS

PURPOSE	DATE OF ISSUE	ORIGINAL ISSUE	MATURITIES OF BONDS OUTSTANDING DECEMBER 31, 2016 DATE	AMOUNT	INT. RATE	BALANCE DEC. 31, 2015	INCREASED	DECREASED	BALANCE DEC. 31, 2016
NJEIT 2005A Trust Loan	11/10/05	$ 625,000.00	08/01/17	$ 35,000.00	4.000%	$ 390,000.00	$ -	$ 30,000.00	$ 360,000.00
			08/01/18	35,000.00	4.250%				
			08/01/19	35,000.00	4.250%				
			08/01/20	40,000.00	4.500%				
			08/01/21	40,000.00	4.375%				
			08/01/22	40,000.00	4.375%				
			08/01/23	45,000.00	4.375%				
			08/01/24	45,000.00	4.375%				
			08/01/25	45,000.00	4.375%				
NJEIT 2005A Fund Loan	11/10/05	$ 621,500.00	02/01/17	$ 5,062.56	0.000%	$ 317,973.25	$ -	$ 30,399.77	$ 287,573.48
			08/01/17	27,806.55					
			02/01/18	4,607.68					
			08/01/18	27,351.67					
			02/01/19	4,124.37					
			08/01/19	26,868.36					
			02/01/20	3,641.06					
			08/01/20	29,634.20					
			02/01/21	3,056.22					
			08/01/21	29,049.35					
			02/01/22	2,487.62					
			08/01/22	28,480.75					
			02/01/23	1,919.02					
			08/01/23	31,161.29					
			02/01/24	1,279.34					
			08/01/24	30,521.62					
			02/01/25	639.67					
			08/01/25	29,882.15					

See Accompanying Auditor's Report

WATER UTILITY CAPITAL FUND
SCHEDULE OF NEW JERSEY ENVIRONMENTAL INFRASTRUCTURE TRUST LOAN BONDS

PURPOSE	DATE OF ISSUE	ORIGINAL ISSUE	MATURITIES OF BONDS OUTSTANDING DECEMBER 31, 2016 DATE	AMOUNT	INT. RATE	BALANCE DEC. 31, 2015	INCREASED	DECREASED	BALANCE DEC. 31, 2016
NJEIT 2015A Trust Loan	05/28/15	$ 590,000.00	08/01/17	$ 20,000.00	5.000%	$ 590,000.00	$ -	$ 20,000.00	$ 570,000.00
			08/01/18	20,000.00	5.000%				
			08/01/19	25,000.00	5.000%				
			08/01/20	25,000.00	5.000%				
			08/01/21	25,000.00	5.000%				
			08/01/22	25,000.00	5.000%				
			08/01/23	30,000.00	5.000%				
			08/01/24	30,000.00	5.000%				
			08/01/25	30,000.00	5.000%				
			08/01/26	30,000.00	5.000%				
			08/01/27	35,000.00	4.000%				
			08/01/28	35,000.00	4.000%				
			08/01/29	35,000.00	4.000%				
			08/01/30	40,000.00	4.000%				
			08/01/31	40,000.00	4.000%				
			08/01/32	40,000.00	4.000%				
			08/01/33	40,000.00	4.000%				
			08/01/34	45,000.00	4.000%				
NJEIT 2015A Fund Loan	05/28/15	$ 1,905,000.00	02/01/17	$ 32,288.13	0.000%	$ 1,840,423.73	$ -	$ 96,864.40	$ 1,743,559.33
			08/01/17	64,576.27					
			02/01/18	32,288.13					
			08/01/18	64,576.27					
			02/01/19	32,288.13					
			08/01/19	64,576.27					
			02/01/20	32,288.13					
			08/01/20	64,576.27					
			02/01/21	32,288.13					
			08/01/21	64,576.27					
			02/01/22	32,288.13					
			08/01/22	64,576.27					
			02/01/23	32,288.13					
			08/01/23	64,576.27					
			02/01/24	32,288.13					
			08/01/24	64,576.27					
			02/01/25	32,288.13					
			08/01/25	64,576.27					
			02/01/26	32,288.13					

See Accompanying Auditor's Report

Exhibit D-16

WATER UTILITY CAPITAL FUND
SCHEDULE OF NEW JERSEY ENVIRONMENTAL INFRASTRUCTURE TRUST LOAN BONDS

PURPOSE	DATE OF ISSUE	ORIGINAL ISSUE	MATURITIES OF BONDS OUTSTANDING DECEMBER 31, 2016 DATE	AMOUNT	INT. RATE	BALANCE DEC. 31, 2015	INCREASED	DECREASED	BALANCE DEC. 31, 2016
NJEIT 2015A Fund Loan (continued)			08/01/26	$ 64,576.27					
			02/01/27	32,288.13					
			08/01/27	64,576.27					
			02/01/28	32,288.13					
			08/01/28	64,576.27					
			02/01/29	32,288.13					
			08/01/29	64,576.27					
			02/01/30	32,288.13					
			08/01/30	64,576.27					
			02/01/31	32,288.13					
			08/01/31	64,576.27					
			02/01/32	32,288.13					
			08/01/32	64,576.27					
			02/01/33	32,288.13					
			08/01/33	64,576.27					
			02/01/34	32,288.13					
			08/01/34	64,576.40					
						$ 3,138,396.98	$ -	$ 177,264.17	$ 2,961,132.81

See Accompanying Auditor's Report

Exhibit D-17

WATER UTILITY CAPITAL FUND
SCHEDULE OF USRDA LOANS PAYABLE

PURPOSE	DATE OF ISSUE	ORIGINAL ISSUE	MATURITIES OF BONDS OUTSTANDING DECEMBER 31, 2016 DATE	AMOUNT	INT. RATE	BALANCE DEC. 31, 2015	INCREASED	DECREASED	BALANCE DEC. 31, 2016
Rio Grande II	02/28/07	$ 824,726.00	02/28/17	$ 6,158.16	4.125%	$ 740,626.45	$ -	$ 11,946.46	$ 728,679.99
			08/28/17	6,284.81					
			02/28/18	6,414.08					
			08/28/18	6,546.02					
			02/28/19	6,680.65					
			08/28/19	6,818.06					
			02/28/20	6,958.30					
			08/28/20	7,101.43					
			02/28/21	7,247.49					
			08/28/21	7,396.56					
			02/28/22	7,548.69					
			08/28/22	7,703.96					
			02/28/23	7,862.42					
			08/28/23	8,024.14					
			02/28/24	8,189.18					
			08/28/24	8,357.62					
			02/28/25	8,529.53					
			08/28/25	8,704.96					
			02/28/26	8,884.01					
			08/28/26	9,066.74					
			02/28/27	9,253.24					
			08/28/27	9,443.55					
			02/28/28	9,637.80					
			08/28/28	9,836.03					
			02/28/29	10,038.35					
			08/28/29	10,244.81					
			02/28/30	10,455.54					
			08/28/30	10,670.59					
			02/28/31	10,890.07					
			08/28/31	11,114.07					
			02/28/32	11,342.66					
			08/28/32	11,575.96					
			02/28/33	11,814.07					
			08/28/33	12,057.06					
			02/28/34	12,305.06					
			08/28/34	12,558.15					

See Accompanying Auditor's Report

Exhibit D-17

WATER UTILITY CAPITAL FUND
SCHEDULE OF USRDA LOANS PAYABLE

PURPOSE	DATE OF ISSUE	ORIGINAL ISSUE	MATURITIES OF BONDS OUTSTANDING DECEMBER 31, 2016 DATE	AMOUNT	INT. RATE	BALANCE DEC. 31, 2015	INCREASED	DECREASED	BALANCE DEC. 31, 2016
Rio Grande II (continued)			02/28/35	$ 12,816.46					
			08/28/35	13,080.07					
			02/28/36	13,349.11					
			08/28/36	13,623.68					
			02/28/37	13,903.90					
			08/28/37	14,189.88					
			02/28/38	14,481.74					
			08/28/38	14,779.61					
			02/28/39	15,083.61					
			08/28/39	15,393.86					
			02/28/40	15,710.48					
			08/28/40	16,033.62					
			02/28/41	16,363.41					
			08/28/41	16,699.98					
			02/28/42	17,043.48					
			08/28/42	17,394.03					
			02/28/43	17,751.80					
			08/28/43	18,116.94					
			02/28/44	18,489.56					
			08/28/44	18,869.88					
			02/28/45	19,257.99					
			08/28/45	19,654.10					
			02/28/46	20,058.36					
			08/28/46	20,470.93					
			02/28/47	12,349.69					

See Accompanying Auditor's Report

Exhibit D-17

WATER UTILITY CAPITAL FUND
SCHEDULE OF USRDA LOANS PAYABLE

PURPOSE	DATE OF ISSUE	ORIGINAL ISSUE	MATURITIES OF BONDS OUTSTANDING DECEMBER 31, 2016 DATE	AMOUNT	INT. RATE	BALANCE DEC. 31, 2015	INCREASED	DECREASED	BALANCE DEC. 31, 2016
26th Street #34	07/12/13	$ 410,000.00	01/12/17	$ 3,493.40	2.125%	$ 396,674.50	$ -	$ 6,877.00	$ 389,797.50
			07/12/17	3,530.52					
			01/12/18	3,568.03					
			07/12/18	3,605.94					
			01/12/19	3,644.25					
			07/12/19	3,682.97					
			01/12/20	3,722.11					
			07/12/20	3,761.65					
			01/12/21	3,801.62					
			07/12/21	3,842.01					
			01/12/22	3,882.83					
			07/12/22	3,924.09					
			01/12/23	3,965.78					
			07/12/23	4,007.92					
			01/12/24	4,050.50					
			07/12/24	4,093.54					
			01/12/25	4,137.03					
			07/12/25	4,180.99					
			01/12/26	4,225.41					
			07/12/26	4,270.31					
			01/12/27	4,315.68					
			07/12/27	4,361.53					
			01/12/28	4,407.88					
			07/12/28	4,454.71					
			01/12/29	4,502.04					
			07/12/29	4,549.87					
			01/12/30	4,598.22					
			07/12/30	4,647.07					
			01/12/31	4,696.45					
			07/12/31	4,746.35					
			01/12/32	4,796.78					
			07/12/32	4,847.74					
			01/12/33	4,899.25					
			07/12/33	4,951.31					
			01/12/34	5,003.91					
			07/12/34	5,057.08					

See Accompanying Auditor's Report

WATER UTILITY CAPITAL FUND
SCHEDULE OF USRDA LOANS PAYABLE

PURPOSE	DATE OF ISSUE	ORIGINAL ISSUE	MATURITIES OF BONDS OUTSTANDING DECEMBER 31, 2016 DATE	AMOUNT	INT. RATE	BALANCE DEC. 31, 2015	INCREASED	DECREASED	BALANCE DEC. 31, 2016
26th Street #34 (continued)			01/12/35	$ 5,110.81					
			07/12/35	5,165.11					
			01/12/36	5,219.99					
			07/12/36	5,275.46					
			01/12/37	5,331.51					
			07/12/37	5,388.15					
			01/12/38	5,445.40					
			07/12/38	5,503.26					
			01/12/39	5,561.73					
			07/12/39	5,620.83					
			01/12/40	5,680.55					
			07/12/40	5,740.90					
			01/12/41	5,801.90					
			07/12/41	5,863.55					
			01/12/42	5,925.85					
			07/12/42	5,988.81					
			01/12/43	6,052.44					
			07/12/43	6,116.75					
			01/12/44	6,181.74					
			07/12/44	6,247.42					
			01/12/45	6,313.80					
			07/12/45	6,380.88					
			01/12/46	6,448.68					
			07/12/46	6,517.19					
			01/12/47	6,586.44					
			07/12/47	6,656.42					
			01/12/48	6,727.15					
			07/12/48	6,798.62					
			01/12/49	6,870.86					
			07/12/49	6,943.86					
			01/12/50	7,017.64					
			07/12/50	7,092.20					
			01/12/51	7,167.55					
			07/12/51	7,243.71					
			01/12/52	7,320.67					
			07/12/52	7,398.46					

See Accompanying Auditor's Report

WATER UTILITY CAPITAL FUND
SCHEDULE OF USRDA LOANS PAYABLE

PURPOSE	DATE OF ISSUE	ORIGINAL ISSUE	MATURITIES OF BONDS OUTSTANDING DECEMBER 31, 2016 DATE	AMOUNT	INT. RATE	BALANCE DEC. 31, 2015	INCREASED	DECREASED	BALANCE DEC. 31, 2016
26th Street #34 (continued)			01/12/53	$ 7,477.07					
			07/12/53	7,387.37					
26th Street #35	11/26/13	$ 277,000.00	05/26/17	$ 2,249.44	2.375%	$ 268,467.00	$ -	$ 4,420.00	$ 264,047.00
			11/26/17	2,276.15					
			05/26/18	2,303.19					
			11/26/18	2,330.53					
			05/26/19	2,358.21					
			11/26/19	2,386.21					
			05/26/20	2,414.55					
			11/26/20	2,443.22					
			05/26/21	2,472.23					
			11/26/21	2,501.60					
			05/26/22	2,531.30					
			11/26/22	2,561.35					
			05/26/23	2,591.78					
			11/26/23	2,622.55					
			05/26/24	2,653.69					
			11/26/24	2,685.21					
			05/26/25	2,717.10					
			11/26/25	2,749.35					
			05/26/26	2,782.01					
			11/26/26	2,815.05					
			05/26/27	2,848.47					
			11/26/27	2,882.30					
			05/26/28	2,916.52					
			11/26/28	2,951.16					
			05/26/29	2,986.21					
			11/26/29	3,021.66					
			05/26/30	3,057.55					
			11/26/30	3,093.86					
			05/26/31	3,130.59					
			11/26/31	3,167.78					
			05/26/32	3,205.38					
			11/26/32	3,243.46					

See Accompanying Auditor's Report

WATER UTILITY CAPITAL FUND
SCHEDULE OF USRDA LOANS PAYABLE

PURPOSE	DATE OF ISSUE	ORIGINAL ISSUE	MATURITIES OF BONDS OUTSTANDING DECEMBER 31, 2016 DATE	MATURITIES OF BONDS OUTSTANDING DECEMBER 31, 2016 AMOUNT	INT. RATE	BALANCE DEC. 31, 2015	INCREASED	DECREASED	BALANCE DEC. 31, 2016
26th Street #35 (continued)			05/26/33	$ 3,281.97					
			11/26/33	3,320.94					
			05/26/34	3,360.38					
			11/26/34	3,400.28					
			05/26/35	3,440.66					
			11/26/35	3,481.52					
			05/26/36	3,522.86					
			11/26/36	3,564.70					
			05/26/37	3,607.03					
			11/26/37	3,649.86					
			05/26/38	3,693.20					
			11/26/38	3,737.06					
			05/26/39	3,781.44					
			11/26/39	3,826.34					
			05/26/40	3,871.78					
			11/26/40	3,917.76					
			05/26/41	3,964.28					
			11/26/41	4,011.35					
			05/26/42	4,058.99					
			11/26/42	4,107.19					
			05/26/43	4,155.97					
			11/26/43	4,205.31					
			05/26/44	4,255.26					
			11/26/44	4,305.78					
			05/26/45	4,356.92					
			11/26/45	4,408.66					
			05/26/46	4,461.00					
			11/26/46	4,513.99					
			05/26/47	4,567.58					
			11/26/47	4,621.83					
			05/26/48	4,676.71					
			11/26/48	4,732.25					
			05/26/49	4,788.44					
			11/26/49	4,845.30					
			05/26/50	4,902.84					
			11/26/50	4,961.07					

See Accompanying Auditor's Report

WATER UTILITY CAPITAL FUND
SCHEDULE OF USRDA LOANS PAYABLE

PURPOSE	DATE OF ISSUE	ORIGINAL ISSUE	MATURITIES OF BONDS OUTSTANDING DECEMBER 31, 2016 DATE	AMOUNT	INT. RATE	BALANCE DEC. 31, 2015	INCREASED	DECREASED	BALANCE DEC. 31, 2016
26th Street #35 (continued)			05/26/51	$ 5,019.97					
			11/26/51	5,079.59					
			05/26/52	5,139.91					
			11/26/52	5,200.95					
			05/26/53	5,262.70					
			11/26/53	5,035.72					
26th Street #36	12/08/15	$ 385,000.00	06/08/17	$ 3,228.62	2.000%	$ 385,000.00	$ -	$ 6,361.65	$ 378,638.35
			12/08/17	3,260.90					
			06/08/18	3,293.51					
			12/08/18	3,326.45					
			06/08/19	3,359.71					
			12/08/19	3,393.31					
			06/08/20	3,427.24					
			12/08/20	3,461.51					
			06/08/21	3,496.13					
			12/08/21	3,531.09					
			06/08/22	3,566.40					
			12/08/22	3,602.07					
			06/08/23	3,638.08					
			12/08/23	3,674.47					
			06/08/24	3,711.21					
			12/08/24	3,748.33					
			06/08/25	3,785.80					
			12/08/25	3,823.67					
			06/08/26	3,861.90					
			12/08/26	3,900.52					
			06/08/27	3,939.53					
			12/08/27	3,978.92					
			06/08/28	4,018.71					
			12/08/28	4,058.89					
			06/08/29	4,099.49					
			12/08/29	4,140.48					
			06/08/30	4,181.89					
			12/08/30	4,223.70					

See Accompanying Auditor's Report

WATER UTILITY CAPITAL FUND
SCHEDULE OF USRDA LOANS PAYABLE

PURPOSE	DATE OF ISSUE	ORIGINAL ISSUE	MATURITIES OF BONDS OUTSTANDING DECEMBER 31, 2016 DATE	MATURITIES OF BONDS OUTSTANDING DECEMBER 31, 2016 AMOUNT	INT. RATE	BALANCE DEC. 31, 2015	INCREASED	DECREASED	BALANCE DEC. 31, 2016
26th Street #36 (continued)			06/08/31	$ 4,265.94					
			12/08/31	4,308.60					
			06/08/32	4,351.69					
			12/08/32	4,395.21					
			06/08/33	4,439.15					
			12/08/33	4,483.55					
			06/08/34	4,528.38					
			12/08/34	4,573.67					
			06/08/35	4,619.40					
			12/08/35	4,665.60					
			06/08/36	4,712.26					
			12/08/36	4,759.37					
			06/08/37	4,806.97					
			12/08/37	4,855.04					
			06/08/38	4,903.59					
			12/08/38	4,952.63					
			06/08/39	5,002.15					
			12/08/39	5,052.17					
			06/08/40	5,102.70					
			12/08/40	5,153.72					
			06/08/41	5,205.26					
			12/08/41	5,257.31					
			06/08/42	5,309.89					
			12/08/42	5,362.98					
			06/08/43	5,416.62					
			12/08/43	5,470.78					
			06/08/44	5,525.49					
			12/08/44	5,580.74					
			06/08/45	5,636.55					
			12/08/45	5,692.92					
			06/08/46	5,749.84					
			12/08/46	5,807.34					
			06/08/47	5,865.42					
			12/08/47	5,924.07					
			06/08/48	5,983.31					
			12/08/48	6,043.15					

See Accompanying Auditor's Report

WATER UTILITY CAPITAL FUND
SCHEDULE OF USRDA LOANS PAYABLE

PURPOSE	DATE OF ISSUE	ORIGINAL ISSUE	MATURITIES OF BONDS OUTSTANDING DECEMBER 31, 2016 DATE	AMOUNT	INT. RATE	BALANCE DEC. 31, 2015	INCREASED	DECREASED	BALANCE DEC. 31, 2016
26th Street #36 (continued)			06/08/49	$ 6,103.57					
			12/08/49	6,164.62					
			06/08/50	6,226.26					
			12/08/50	6,288.52					
			06/08/51	6,351.40					
			12/08/51	6,414.92					
			06/08/52	6,479.07					
			12/08/52	6,543.86					
			06/08/53	6,609.30					
			12/08/53	6,675.39					
			06/08/54	6,742.15					
			12/08/54	6,809.56					
			06/08/55	6,877.67					
			12/08/55	6,856.07					
26th Street #37	12/22/16	1,530,000.00	06/22/17	$ 14,420.25	1.375%	$ -	$ 1,530,000.00	$ -	$ 1,530,000.00
			12/22/17	14,519.39					
			06/22/18	14,619.21					
			12/22/18	14,719.72					
			06/22/19	14,820.91					
			12/22/19	14,922.81					
			06/22/20	15,025.40					
			12/22/20	15,128.71					
			06/22/21	15,232.71					
			12/22/21	15,337.44					
			06/22/22	15,442.88					
			12/22/22	15,549.05					
			06/22/23	15,655.95					
			12/22/23	15,763.59					
			06/22/24	15,871.96					
			12/22/24	15,981.08					
			06/22/25	16,090.95					
			12/22/25	16,201.58					
			06/22/26	16,312.96					
			12/22/26	16,425.12					

See Accompanying Auditor's Report

WATER UTILITY CAPITAL FUND
SCHEDULE OF USRDA LOANS PAYABLE

PURPOSE	DATE OF ISSUE	ORIGINAL ISSUE	MATURITIES OF BONDS OUTSTANDING DECEMBER 31, 2016 DATE	AMOUNT	INT. RATE	BALANCE DEC. 31, 2015	INCREASED	DECREASED	BALANCE DEC. 31, 2016
26th Street #37 (continued)			06/22/27	$ 16,538.03					
			12/22/27	16,651.74					
			06/22/28	16,766.21					
			12/22/28	16,881.49					
			06/22/29	16,997.54					
			12/22/29	17,114.40					
			06/22/30	17,232.07					
			12/22/30	17,350.53					
			06/22/31	17,469.82					
			12/22/31	17,589.93					
			06/22/32	17,710.85					
			12/22/32	17,832.62					
			06/22/33	17,955.21					
			12/22/33	18,078.66					
			06/22/34	18,202.95					
			12/22/34	18,328.10					
			06/22/35	18,454.10					
			12/22/35	18,580.97					
			06/22/36	18,708.71					
			12/22/36	18,837.34					
			06/23/37	18,966.85					
			12/23/37	19,097.24					
			06/23/38	19,228.54					
			12/23/38	19,360.73					
			06/23/39	19,493.83					
			12/23/39	19,627.86					
			06/22/40	19,762.80					
			12/22/40	19,898.67					
			06/22/41	20,035.47					
			12/22/41	20,173.21					
			06/22/42	20,311.91					
			12/22/42	20,451.55					
			06/22/43	20,592.16					
			12/22/43	20,733.72					
			06/22/44	20,876.27					
			12/22/44	21,019.80					

See Accompanying Auditor's Report

Exhibit D-17

WATER UTILITY CAPITAL FUND
SCHEDULE OF USRDA LOANS PAYABLE

PURPOSE	DATE OF ISSUE	ORIGINAL ISSUE	MATURITIES OF BONDS OUTSTANDING DECEMBER 31, 2016 DATE	AMOUNT	INT. RATE	BALANCE DEC. 31, 2015	INCREASED	DECREASED	BALANCE DEC. 31, 2016
26th Street #37 (continued)			06/22/45	$ 21,164.30					
			12/22/45	21,309.81					
			06/22/46	21,456.32					
			12/22/46	21,603.82					
			06/22/47	21,752.36					
			12/22/47	21,901.90					
			06/22/48	22,052.48					
			12/22/48	22,204.08					
			06/22/49	22,356.74					
			12/22/49	22,510.45					
			06/22/50	22,665.20					
			12/22/50	22,821.02					
			06/22/51	22,977.93					
			12/22/51	23,135.89					
			06/22/52	23,294.95					
			12/22/52	23,455.11					
			06/22/53	23,616.36					
			12/22/53	23,778.72					
			06/22/54	23,942.20					
			12/22/54	24,106.80					
			06/22/55	24,272.54					
			12/22/55	24,439.41					
			06/22/56	24,607.43					
			12/22/56	23,620.63					
						$ 1,790,767.95	$ 1,530,000.00	$ 29,605.11	$ 3,291,162.84

See Accompanying Auditor's Report

WATER UTILITY CAPITAL FUND
SCHEDULE OF RESERVE FOR AMORTIZATION

Balance December 31, 2015		$ 32,323,360.53
Increased by:		
Serial Bonds Payable	$ 1,050,000.00	
NJEIT Trust Bonds Payable	177,264.17	
USDA Loan Payable	29,605.11	
		1,256,869.28
Balance December 31, 2016		$ 33,580,229.81

See Accompanying Auditor's Report

Exhibit D-19

WATER UTILITY CAPITAL FUND
SCHEDULE OF DEFERRED RESERVE FOR AMORTIZATION

Ordinance Number	Improvement Description	Date of Ordinance	Balance Dec. 31, 2015	Fixed Capital Authorized	To Reserve for Amortization	Canceled	Balance Dec. 31, 2016
717-08	Various Improvements	2/13/08	$ 500,000.00				$ 500,000.00
763-09	Various Improvements	6/9/09	500,000.00				500,000.00
786-10	Various Improvements	3/24/10	500,000.00				500,000.00
830-10/899-12	Various Improvements	11/10/10	9,890.00			9,890.00	-
842-11	Various Improvements	03/09/11	500,000.00				500,000.00
902-12	Various Improvements	03/14/12	500,000.00				500,000.00
953-13	Various Improvements	03/13/13	35,110.00				35,110.00
963-13	Various Improvements	05/08/13	500,000.00				500,000.00
996-14	Various Improvements	03/12/14	500,000.00				500,000.00
1037-15	Various Improvements	09/09/15	500,000.00				500,000.00
1038-15	Various Improvements	09/09/15	500,000.00				500,000.00
1046-16	Various Improvements	03/23/16		$ 500,000.00			500,000.00
			$ 4,545,000.00	$ 500,000.00	$ -	$ 9,890.00	$ 5,035,110.00

See Accompanying Auditor's Report

WATER UTILITY CAPITAL FUND
SCHEDULE OF UTILITY CAPITAL IMPROVEMENT FUND

Balance December 31, 2015		$ 90,760.85
Increase by:		
2016 Budget Appropriation	$ 500,000.00	
Canceled Reserve for Preliminary Expense	10,000.00	
		510,000.00
		600,760.85
Decreased by:		
Appropriated to Finance Improved Authorizations	500,000.00	
		500,000.00
Balance December 31, 2016		$ 100,760.85

Exhibit D-21

WATER UTILITY CAPITAL FUND
SCHEDULE OF BONDS AND NOTES AUTHORIZED BUT NOT ISSUED

ORD. NUMBER	IMPROVEMENT DESCRIPTION	BALANCE Dec. 31, 2015	2016 AUTHORIZATIONS	Loans Issued	BANs Issued	Cancelled	BALANCE Dec. 31, 2016
1048-16	Various Improvements	$ -	$ 5,532,000.00		$ 4,714,000.00	$ 402,018.50	$ 415,981.50
1050-16	Water System Upgrades - North Wildwood	-	2,110,000.00				2,110,000.00
		$ -	$ 7,642,000.00	$ -	$ 4,714,000.00	$ 402,018.50	$ 2,525,981.50

See Accompanying Auditor's Report

Exhibit D-22

WATER UTILITY CAPITAL FUND
SCHEDULE OF BOND ANTICIPATION NOTES PAYABLE

Purpose	Date of Original Issue	Date of Issue	Date of Maturity	Amount of Original Issue	Interest Rate	Balance Dec. 31, 2015	Increased	Decreased	Balance Dec. 31, 2016
830-10/899-12(b) Replacement-Water Mains	10/23/2015	10/21/2016	10/20/2017	$ 1,990,000.00	2.000%	$ 1,990,000.00	$	$	$ 1,990,000.00
923-12 Water Improvements - 26th St	10/23/2015	10/21/2016	12/22/2016	$ 1,530,000.00	1.250%	1,530,000.00		1,530,000.00	-
1048-16 Water Improvements	10/21/2016	10/21/2016	10/20/2017	$ 4,714,000.00	2.000%	-	4,714,000.00		4,714,000.00
						$ 3,520,000.00	$ 4,714,000.00	$ 1,530,000.00	$ 6,704,000.00

See Accompanying Auditor's Report

Exhibit E-5

SEWER UTILITY OPERATING FUND
SCHEDULE OF CASH - TREASURER

	Operating		Capital	
Balance December 31, 2015		$ 931,584.95		$ 2,045,935.63
Increased By:				
Sewer Rent Collected	$ 5,275,111.58		$	
Miscellaneous Revenue	57,063.37			
Interest on Investments	13,825.73			
Reserve to Pay Loan	16,337.41			
ARRA Debt Service Subsidy	21,856.62			
Notes			822,000.00	
Premium on Note Sale			23,529.28	
		5,384,194.71		845,529.28
		6,315,779.66		2,891,464.91
Decreased By:				
Current Appropriations	5,023,841.80			
Appropriation Reserves	37,000.04			
Overpayments	14,747.29			
Grant Receivable			0.34	
Improvement Authorization			573,220.34	
Reserve to Pay Loan			16,337.41	
		5,075,589.13		589,558.09
Balance December 31, 2016		$ 1,240,190.53		$ 2,301,906.82

See Accompanying Auditor's Report

SEWER UTILITY CAPITAL FUND
ANALYSIS OF CASH

		Balance Dec. 31, 2015	Receipts: Budget Appropriation	Receipts: Miscellaneous	Disbursements: Improvement Authorizations	Disbursements: Miscellaneous	Transfers: From	Transfers: To	Balance Dec. 31, 2016
Fund Balance		$ 84,628.67	$	$ 23,529.28	$	$	$	$	$ 108,157.95
Capital Improvement Fund		22,907.38							22,907.38
Reserve to Pay Loans		82,036.98				16,337.41			65,699.57
Contracts Payable		452,535.35					452,535.35	1,650,739.55	1,650,739.55
Grants Receivable		(898,696.00)						210,196.00	(688,500.00)
Improvement Authorizations:									
Ordinance Number									
901-12	Miscellaneous Sewer IIIA	136,157.84				0.34	136,157.50		0.00
914-12	Sewer Capital Improvements	0.00					2,211.74	2,211.74	0.00
976-13	Miscellaneous Sewer IV	74,038.50					74,038.50		0.00
997-14	Various Sewer Improvements	129,373.15			14,379.10		27,788.26	42,167.36	129,373.15
1015-14	Sewer System Improvements	26,571.31			15,873.23			17,406.25	28,104.33
1039-15	Sewer Capital Improvements	1,936,382.45			501,477.63		1,562,609.12	390,750.00	263,045.70
1049-16	Sewer Capital Improvements			822,000.00	41,490.38		58,130.43		722,379.19
		$ 2,045,935.63	$ 0.00	$ 845,529.28	$ 573,220.34	$ 16,337.75	$ 2,313,470.90	$ 2,313,470.90	$ 2,301,906.82

See Accompanying Auditor's Report

Exhibit E-7

SEWER UTILITY OPERATING FUND
SCHEDULE OF CONSUMER ACCOUNTS RECEIVABLE

Balance December 31, 2015		$ 24,898.83
Increased by:		
Utility Rents Levied	$ 5,384,962.00	
		5,384,962.00
		5,409,860.83
Decreased by:		
Collections	5,260,209.23	
Overpayments applied	14,747.29	
Transferred to liens	21,855.68	
Other	85,596.02	
		5,382,408.22
Balance December 31, 2016		$ 27,452.61

See Accompanying Auditor's Report

Exhibit E-8

SEWER UTILITY OPERATING FUND
SCHEDULE OF SEWER UTILITY LIENS

Balance December 31, 2015		$ 250.00
Increased by:		
Transferred from Sewer Rents	$ 21,855.68	
Penalties and Costs	164.51	
Other	1,967.47	
		23,987.66
		24,237.66
Decreased by:		
Collections		155.06
Balance December 31, 2016		$ 24,082.60

See Accompanying Auditor's Report

Exhibit E-9

SEWER UTILITY OPERATING FUND
SCHEDULE OF WATER AND SEWER RENT OVERPAYMENTS

Balance December 31, 2015		$ 72,753.55
Increase by:		
Overpayments created	$ -	
		-
Decreased by:		
Overpayments applied	14,747.29	
		14,747.29
Balance December 31, 2016		$ 58,006.26

See Accompanying Auditor's Report

SEWER UTILITY OPERATING FUND
SCHEDULE OF 2015 APPROPRIATION RESERVES

	BALANCE Dec. 31, 2015	BALANCE AFTER TRANSFERS	PAID OR CHARGED	BALANCE LAPSED	OVER-EXPENDED
Operating:					
Salaries and Wages	$ 27,555.23	$ 27,555.23	$ 1,113.34	$ 26,441.89	-
Other Expenses	48,141.84	48,141.84	21,452.38	26,689.46	-
Insurance	15,660.82	15,660.82	14,560.82	1,100.00	-
Capital Improvements:					
Capital Improvement Fund	22,000.00	22,000.00	-	22,000.00	-
Capital Outlay	1.00	1.00	-	1.00	-
Statutory Expenditures:					
Public Employees' Retirement System	7.62	7.62	-	7.62	-
Social Security System	9,553.58	9,553.58	-	9,553.58	-
Unemployment Compensation Insurance	150.76	150.76	-	150.76	-
	$ 123,070.85	$ 123,070.85	$ 37,126.54	$ 85,944.31	$ -

See Accompanying Auditor's Report

Exhibit E-11

SEWER UTILITY OPERATING FUND
SCHEDULE OF ACCRUED INTEREST ON BONDS AND NOTES
ANALYSIS OF BALANCE
DECEMBER 31, 2016

Balance December 31, 2015	$	67,274.07
Increased by:		
Accrued interest charged to 2016 budget appropriation - Interest on bonds		367,064.32
		434,338.39
Decreased by:		
Disbursements		360,191.45
Balance December 31, 2016	$	74,146.94

ANALYSIS OF ACCRUED INTEREST - DECEMBER 31, 2016

Description		Principal Outstanding Dec. 31, 2016	Interest Rate	From	To	# of Days		Amount
Bond Anticipation Notes	$	2,862,000.00	2.000%	10/21/16	12/31/16	70	$	11,130.00
Bonds		729,000.00	Various	11/01/16	12/31/16	61		5,494.93
Bonds		850,000.00	Various	10/01/16	12/31/16	92		5,156.04
USDA Loans		246,971.26	4.125%	08/28/16	12/31/16	126		3,478.58
USDA Loans		1,267,869.88	4.125%	08/28/16	12/31/16	126		17,857.88
USDA Loans		1,319,945.59	4.500%	12/05/16	12/31/16	27		4,405.86
USDA Loans		1,608,621.13	4.125%	12/03/16	12/31/16	29		5,286.57
USDA Loans		1,047,812.93	2.500%	07/15/16	12/31/16	170		12,200.56
USDA Loans		1,023,905.08	2.500%	10/25/16	12/31/16	68		4,781.97
USDA Loans		2,181,795.62	2.125%	11/28/16	12/31/16	34		4,354.55
							$	74,146.94

Exhibit E-12

SEWER UTILITY CAPITAL FUND
SCHEDULE OF FIXED CAPITAL

ACCOUNT	BALANCE Dec. 31, 2015	ADDITIONS BY BUDGET CAPITAL OUTLAY	TRANSFERRED FROM UNCOMPLETED	BALANCE Dec. 31, 2016
Combined Improvements	$ 14,879,196.25	$ -	$ 5,281,804.00	$ 20,161,000.25
	$ 14,879,196.25	$ -	$ 5,281,804.00	$ 20,161,000.25

See Accompanying Auditor's Report

Exhibit E-13

SEWER UTILITY CAPITAL FUND
STATEMENT OF FIXED CAPITAL AUTHORIZED AND UNCOMPLETED

Ordinance Number	Improvement Description	Ordinance Date	Ordinance Amount	Balance Dec. 31, 2015	2016 Authorizations Deferred Reserve for Amortization	2016 Authorizations Deferred Charge to Future Taxation	Costs to Fixed Capital	Canceled	Balance Dec. 31, 2016
845-11	Sewer Plant IIIB Project	04/13/11	$ 200,000.00	$ 200,000.00					$ 200,000.00
901-12	Miscellaneous Sewer IIIA	03/14/12	1,772,000.00	1,772,000.00			$ 1,635,842.00	$ 136,158.00	-
914-12	Sewer Capital Improvements	04/18/12	147,000.00	147,000.00					147,000.00
976-13	Miscellaneous Sewer 4	08/14/13	3,720,000.00	3,720,000.00			3,645,962.00	74,038.00	-
997-14	Sewer Capital Improvements	03/12/14	262,600.00	262,600.00					262,600.00
1015-14	Sewer System Improvements	11/12/14	155,000.00	155,000.00					155,000.00
1039-15	Sewer Capital Improvements	09/02/15	2,331,500.00	2,331,500.00					2,331,500.00
1049-16	Various Sewer Improvements	04/25/16	1,402,900.00	-		$ 1,402,900.00			1,402,900.00
				$ 8,588,100.00	$ -	$ 1,402,900.00	$ 5,281,804.00	$ 210,196.00	$ 4,499,000.00

See Accompanying Auditor's Report

SEWER UTILITY CAPITAL FUND
STATEMENT OF IMPROVEMENT AUTHORIZATIONS

Ordinance Number	Improvement Description	Ordinance Date	Ordinance Amount	Balance Dec. 31, 2015 Funded	Balance Dec. 31, 2015 Unfunded	2016 Authorizations Capital Improvement Fund / Other	2016 Authorizations Deferred Charge to Future Revenue	Expended	Encumbrances Canceled	Canceled	Balance Dec. 31, 2016 Funded	Balance Dec. 31, 2016 Unfunded
901-12	Miscellaneous Sewer IIIA	03/14/12	$ 1,772,000.00	$ 136,157.84	$	$	$	$	$	$ 136,157.84	$ -	$
976-13	Miscellaneous Sewer 4	08/14/13	3,720,000.00	74,038.50						74,038.50	-	
997-14	Sewer Capital Improvements	03/12/14	262,600.00									
	(a) Major Repairs/Replacement -Bulkheads			5,393.30	117,000.00						5,393.30	117,000.00
	(b) Major Repairs/Replacement - System				3,564.35							3,564.35
	(c) Purchase of Vehicles				3,415.50							3,415.50
1015-14	Sewer System Improvements	11/12/14	155,000.00		26,571.31				1,533.02			28,104.33
1039-15	Sewer Capital Improvements	09/02/15	2,331,500.00	293,382.45	1,643,000.00			1,673,336.75				263,045.70
1049-16	Sewer Utilityl Improvements	03/23/16	1,402,900.00									
	(a) Capital Repairs and Replacements						139,000.00	98,912.19				40,087.81
	(b) Rehabilitation/Replacement -Manholes						683,000.00	382.99				682,617.01
	(c) Major Repairs-Outfall Lines						105,000.00	58.83				104,941.17
	(d) Acquisition of Equipment						475,900.00	266.80				475,633.20
				$ 508,972.09	$ 1,793,551.16	$ -	$ 1,402,900.00	$ 1,772,957.56	$ 1,533.02	$ 210,196.34	$ 5,393.30	$ 1,718,409.07

See Accompanying Auditor's Report

SEWER UTILITY CAPITAL FUND
SCHEDULE OF BOND ANTICIPATION NOTES PAYABLE

Purpose	Date of Original Issue	Date of Issue	Date of Maturity	Amount of Original Issue	Interest Rate	Balance Dec. 31, 2015	Increased	Decreased	Balance Dec. 31, 2016
997-14 Sewer Capital Improvements	10/24/2014	10/21/2016	10/20/2017	$ 250,000.00	2.00%	$ 250,000.00	$	$	$ 250,000.00
1015-14 Sewer System Improvements	10/23/2015	10/21/2016	10/20/2017	$ 147,000.00	2.00%	147,000.00			147,000.00
1039-15 Miscellaneous Sewer 5A	10/23/2015	10/21/2016	10/20/2017	$ 1,088,000.00	2.00%	1,088,000.00			1,088,000.00
1039-15 Road Reconstruction	10/23/2015	10/21/2016	10/20/2017	$ 555,000.00	2.00%	555,000.00			555,000.00
1049-16 Various Sewer Improvements	10/21/2016	10/21/2016	10/20/2017	$ 822,000.00	2.00%	-	822,000.00		822,000.00
						$ 2,040,000.00	$ 822,000.00	$ -	$ 2,862,000.00

See Accompanying Auditor's Report

Exhibit E-16

SEWER UTILITY CAPITAL FUND
STATEMENT OF SEWER SERIAL BONDS PAYABLE

PURPOSE	DATE OF ISSUE	ORIGINAL ISSUE	MATURITIES OF BONDS OUTSTANDING DECEMBER 31, 2016 DATE	AMOUNT	INT. RATE	BALANCE DEC. 31, 2015	INCREASED	DECREASED	BALANCE DEC. 31, 2016
Sewer Bonds, Series 2008	05/01/08	$ 1,079,000.00	05/01/17	$ 50,000.00	4.250%	$ 779,000.00	$ -	$ 50,000.00	$ 729,000.00
			05/01/18	50,000.00	4.250%				
			05/01/19	55,000.00	4.250%				
			05/01/20	55,000.00	4.375%				
			05/01/21	55,000.00	4.375%				
			05/01/22	60,000.00	4.500%				
			05/01/23	60,000.00	4.500%				
			05/01/24	60,000.00	4.500%				
			05/01/25	65,000.00	4.500%				
			05/01/26	70,000.00	4.625%				
			05/01/27	75,000.00	4.625%				
			05/01/28	74,000.00	4.700%				
Sewer Bonds, Series 2012	10/26/12	$ 1,112,000.00	10/01/17	$ 65,000.00	2.000%	$ 915,000.00	$ -	$ 65,000.00	$ 850,000.00
			10/01/18	70,000.00	2.000%				
			10/01/19	70,000.00	2.000%				
			10/01/20	75,000.00	2.000%				
			10/01/21	75,000.00	2.000%				
			10/01/22	75,000.00	2.000%				
			10/01/23	80,000.00	2.000%				
			10/01/24	85,000.00	3.000%				
			10/01/25	85,000.00	3.000%				
			10/01/26	85,000.00	3.000%				
			10/01/27	85,000.00	3.000%				
						$ 1,694,000.00	$ -	$ 115,000.00	$ 1,579,000.00

See Accompanying Auditor's Report

SEWER UTILITY CAPITAL FUND
SCHEDULE OF USRDA LOANS PAYABLE

PURPOSE	DATE OF ISSUE	ORIGINAL ISSUE	MATURITIES OF BONDS OUTSTANDING DECEMBER 31, 2016 DATE	AMOUNT	INT. RATE	BALANCE DEC. 31, 2015	INCREASED	DECREASED	BALANCE DEC. 31, 2016
Rio Grande II	02/28/07	$ 279,524.00	02/28/17	$ 2,087.17	4.125%	$ 251,020.26		$ 4,049.00	$ 246,971.26
			08/28/17	2,130.11					
			02/28/18	2,173.91					
			08/28/18	2,218.63					
			02/28/19	2,264.27					
			08/28/19	2,310.84					
			02/28/20	2,358.36					
			08/28/20	2,406.88					
			02/28/21	2,456.38					
			08/28/21	2,506.90					
			02/28/22	2,558.47					
			08/28/22	2,611.10					
			02/28/23	2,664.79					
			08/28/23	2,719.61					
			02/28/24	2,775.55					
			08/28/24	2,832.64					
			02/28/25	2,890.90					
			08/28/25	2,950.36					
			02/28/26	3,011.04					
			08/28/26	3,072.98					
			02/28/27	3,136.19					
			08/28/27	3,200.69					
			02/28/28	3,266.52					
			08/28/28	3,333.72					
			02/28/29	3,402.28					
			08/28/29	3,472.26					
			02/28/30	3,543.68					
			08/28/30	3,616.57					
			02/28/31	3,690.96					
			08/28/31	3,766.87					
			02/28/32	3,844.35					
			08/28/32	3,923.43					
			02/28/33	4,004.12					
			08/28/33	4,086.48					
			02/28/34	4,170.54					
			08/28/34	4,256.32					
			02/28/35	4,343.86					
			08/28/35	4,433.21					
			02/28/36	4,524.40					
			08/28/36	4,617.45					
			02/28/37	4,712.43					
			08/28/37	4,809.36					
			02/28/38	4,908.27					

See Accompanying Auditor's Report

SEWER UTILITY CAPITAL FUND
SCHEDULE OF USRDA LOANS PAYABLE

PURPOSE	DATE OF ISSUE	ORIGINAL ISSUE	MATURITIES OF BONDS OUTSTANDING DECEMBER 31, 2016 DATE	AMOUNT	INT. RATE	BALANCE DEC. 31, 2015	INCREASED	DECREASED	BALANCE DEC. 31, 2016
Rio Grande II (continued)			08/28/38	$ 5,009.24					
			02/28/39	5,112.26					
			08/28/39	5,217.42					
			02/28/40	5,324.73					
			08/28/40	5,434.25					
			02/28/41	5,546.03					
			08/28/41	5,660.10					
			02/28/42	5,776.52					
			08/28/42	5,895.34					
			02/28/43	6,016.59					
			08/28/43	6,140.35					
			02/28/44	6,266.64					
			08/28/44	6,395.54					
			02/28/45	6,527.09					
			08/28/45	6,661.33					
			02/28/46	6,798.36					
			08/28/46	6,938.18					
			02/28/47	4,186.44					
Miscellaneous Sewer I	02/28/07	$ 1,435,000.00	02/28/17	$ 10,715.83	4.125%	$ 1,288,657.98		$ 20,788.10	$ 1,267,869.88
			08/28/17	10,936.24					
			02/28/18	11,161.17					
			08/28/18	11,390.75					
			02/28/19	11,625.04					
			08/28/19	11,864.14					
			02/28/20	12,108.18					
			08/28/20	12,357.22					
			02/28/21	12,611.39					
			08/28/21	12,870.78					
			02/28/22	13,135.52					
			08/28/22	13,405.70					
			02/28/23	13,681.43					
			08/28/23	13,962.84					
			02/28/24	14,250.04					
			08/28/24	14,543.13					
			02/28/25	14,842.27					
			08/28/25	15,147.55					
			02/28/26	15,459.11					
			08/28/26	15,777.08					
			02/28/27	16,101.59					
			08/28/27	16,432.78					
			02/28/28	16,770.78					

See Accompanying Auditor's Report

SEWER UTILITY CAPITAL FUND
SCHEDULE OF USRDA LOANS PAYABLE

PURPOSE	DATE OF ISSUE	ORIGINAL ISSUE	MATURITIES OF BONDS OUTSTANDING DECEMBER 31, 2016 DATE	AMOUNT	INT. RATE	BALANCE DEC. 31, 2015	INCREASED	DECREASED	BALANCE DEC. 31, 2016
Miscellaneous Sewer I (continued)			08/28/28	$ 17,115.72					
			02/28/29	17,467.77					
			08/28/29	17,827.06					
			02/28/30	18,193.73					
			08/28/30	18,567.95					
			02/28/31	18,949.86					
			08/28/31	19,339.63					
			02/28/32	19,737.42					
			08/28/32	20,143.39					
			02/28/33	20,557.71					
			08/28/33	20,980.55					
			02/28/34	21,412.09					
			08/28/34	21,852.50					
			02/28/35	22,301.98					
			08/28/35	22,760.69					
			02/28/36	23,228.85					
			08/28/36	23,706.63					
			02/28/37	24,194.24					
			08/28/37	24,691.88					
			02/28/38	25,199.75					
			08/28/38	25,718.07					
			02/28/39	26,247.06					
			08/28/39	26,786.92					
			02/28/40	27,337.88					
			08/28/40	27,900.19					
			02/28/41	28,474.05					
			08/28/41	29,059.71					
			02/28/42	29,657.43					
			08/28/42	30,267.44					
			02/28/43	30,890.00					
			08/28/43	31,525.36					
			02/28/44	32,173.78					
			08/28/44	32,835.55					
			02/28/45	33,510.93					
			08/28/45	34,200.20					
			02/28/46	34,903.65					
			08/28/46	35,621.56					
			02/28/47	21,380.14					

See Accompanying Auditor's Report

Exhibit E-17

SEWER UTILITY CAPITAL FUND
SCHEDULE OF USRDA LOANS PAYABLE

PURPOSE	DATE OF ISSUE	ORIGINAL ISSUE	MATURITIES OF BONDS OUTSTANDING DECEMBER 31, 2016 DATE	AMOUNT	INT. RATE	BALANCE DEC. 31, 2015	INCREASED	DECREASED	BALANCE DEC. 31, 2016
Park & Maple Wastewater	12/05/08	$ 1,445,500.00	06/05/17	$ 9,431.23	4.500%	$ 1,338,190.00		$ 18,244.41	$ 1,319,945.59
			12/05/17	9,643.42					
			06/05/18	9,860.41					
			12/05/18	10,082.26					
			06/05/19	10,309.11					
			12/05/19	10,541.07					
			06/05/20	10,778.25					
			12/05/20	11,020.75					
			06/05/21	11,268.72					
			12/05/21	11,522.27					
			06/05/22	11,781.51					
			12/05/22	12,046.61					
			06/05/23	12,317.65					
			12/05/23	12,594.79					
			06/05/24	12,878.18					
			12/05/24	13,167.94					
			06/05/25	13,464.22					
			12/05/25	13,767.16					
			06/05/26	14,076.93					
			12/05/26	14,393.65					
			06/05/27	14,717.52					
			12/05/27	15,048.65					
			06/05/28	15,387.25					
			12/05/28	15,733.47					
			06/05/29	16,087.46					
			12/05/29	16,449.44					
			06/05/30	16,819.55					
			12/05/30	17,197.98					
			06/05/31	17,584.95					
			12/05/31	17,980.60					
			06/05/32	18,385.17					
			12/05/32	18,798.83					
			06/05/33	19,221.81					
			12/05/33	19,654.29					
			06/05/34	20,096.52					
			12/05/34	20,548.69					
			06/05/35	21,011.04					
			12/05/35	21,483.78					
			06/05/36	21,967.17					
			12/05/36	22,461.43					
			06/05/37	22,966.82					
			12/05/37	23,483.56					

See Accompanying Auditor's Report

SEWER UTILITY CAPITAL FUND
SCHEDULE OF USRDA LOANS PAYABLE

PURPOSE	DATE OF ISSUE	ORIGINAL ISSUE	MATURITIES OF BONDS OUTSTANDING DECEMBER 31, 2016 DATE	AMOUNT	INT. RATE	BALANCE DEC. 31, 2015	INCREASED	DECREASED	BALANCE DEC. 31, 2016
Park & Maple Wastewater (continued)			06/05/38	$ 24,011.95					
			12/05/38	24,552.22					
			06/05/39	25,104.64					
			12/05/39	25,669.49					
			06/05/40	26,247.06					
			12/05/40	26,837.62					
			06/05/41	27,441.46					
			12/05/41	28,058.90					
			06/05/42	28,690.22					
			12/05/42	29,335.75					
			06/05/43	29,995.81					
			12/05/43	30,670.71					
			06/05/44	31,360.80					
			12/05/44	32,066.42					
			06/05/45	32,787.92					
			12/05/45	33,525.64					
			06/05/46	34,279.97					
			12/05/46	35,051.27					
			06/05/47	35,839.92					
			12/05/47	36,646.33					
			06/05/48	37,470.86					
			12/05/48	36,268.52					
Various Sewer Improvements	06/03/10	$ 1,737,000.00	06/03/17	$ 11,359.19	4.125%	$ 1,630,655.50		$ 22,034.37	$ 1,608,621.13
			12/03/17	11,593.48					
			06/03/18	11,832.58					
			12/03/18	12,076.64					
			06/03/19	12,325.71					
			12/03/19	12,579.94					
			06/03/20	12,839.39					
			12/03/20	13,104.21					
			06/03/21	13,374.48					
			12/03/21	13,650.33					
			06/03/22	13,931.87					
			12/03/22	14,219.21					
			06/03/23	14,512.49					
			12/03/23	14,811.80					
			06/03/24	15,117.30					
			12/03/24	15,429.09					
			06/03/25	15,747.32					
			12/03/25	16,072.10					
			06/03/26	16,403.60					

See Accompanying Auditor's Report

Exhibit E-17

SEWER UTILITY CAPITAL FUND
SCHEDULE OF USRDA LOANS PAYABLE

PURPOSE	DATE OF ISSUE	ORIGINAL ISSUE	MATURITIES OF BONDS OUTSTANDING DECEMBER 31, 2016 DATE	AMOUNT	INT. RATE	BALANCE DEC. 31, 2015	INCREASED	DECREASED	BALANCE DEC. 31, 2016
Various Sewer Improvements (continued)			12/03/26	$ 16,741.91					
			06/03/27	17,087.22					
			12/03/27	17,439.64					
			06/03/28	17,799.34					
			12/03/28	18,166.45					
			06/03/29	18,541.13					
			12/03/29	18,923.54					
			06/03/30	19,313.83					
			12/03/30	19,712.19					
			06/03/31	20,118.75					
			12/03/31	20,533.70					
			06/03/32	20,957.21					
			12/03/32	21,389.45					
			06/03/33	21,830.60					
			12/03/33	22,280.86					
			06/03/34	22,740.41					
			12/03/34	23,209.43					
			06/03/35	23,688.12					
			12/03/35	24,176.69					
			06/03/36	24,675.33					
			12/03/36	25,184.26					
			06/03/37	25,703.69					
			12/03/37	26,233.82					
			06/03/38	26,774.90					
			12/03/38	27,327.13					
			06/03/39	27,890.75					
			12/03/39	28,466.00					
			06/03/40	29,053.11					
			12/03/40	29,652.33					
			06/03/41	30,263.91					
			12/03/41	30,888.11					
			06/03/42	31,525.17					
			12/03/42	32,175.37					
			06/03/43	32,839.00					
			12/03/43	33,516.29					
			06/03/44	34,207.58					
			12/03/44	34,913.10					
			06/03/45	35,633.19					
			12/03/45	36,368.12					
			06/03/46	37,118.21					
			12/03/46	37,883.77					
			06/03/47	38,665.13					
			12/03/47	39,462.60					

See Accompanying Auditor's Report

SEWER UTILITY CAPITAL FUND
SCHEDULE OF USRDA LOANS PAYABLE

PURPOSE	DATE OF ISSUE	ORIGINAL ISSUE	MATURITIES OF BONDS OUTSTANDING DECEMBER 31, 2016 DATE	AMOUNT	INT. RATE	BALANCE DEC. 31, 2015	INCREASED	DECREASED	BALANCE DEC. 31, 2016
Various Sewer Improvements (continued)			06/03/48	$ 40,276.51					
			12/03/48	41,107.22					
			06/03/49	41,955.05					
			12/03/49	42,820.38					
			06/03/50	40,409.90					
Phase IIIB Wastewater	7/15/11	$ 1,136,000.00	01/15/17	$ 9,344.69	2.500%	$ 1,066,296.07		$ 18,483.14	$ 1,047,812.93
			07/15/17	9,675.83					
			01/15/18	9,584.40					
			07/15/18	9,914.61					
			01/15/19	9,830.14					
			07/15/19	10,159.39					
			01/15/20	10,082.07					
			07/15/20	10,343.26					
			01/15/21	10,339.48					
			07/15/21	10,666.73					
			01/15/22	10,604.20					
			07/15/22	10,930.45					
			01/15/23	10,875.60					
			07/15/23	11,200.78					
			01/15/24	11,153.83					
			07/15/24	11,416.75					
			01/15/25	11,438.28					
			07/15/25	11,761.26					
			01/15/26	11,730.65					
			07/15/26	12,052.49					
			01/15/27	12,030.39					
			07/15/27	12,351.05					
			01/15/28	12,337.67					
			07/15/28	12,602.46					
			01/15/29	12,651.98					
			07/15/29	12,970.21					
			01/15/30	12,974.90					
			07/15/30	13,291.85					
			01/15/31	13,305.91					
			07/15/31	13,621.60					
			01/15/32	13,645.28					
			07/15/32	13,912.17					
			01/15/33	13,992.58					
			07/15/33	14,305.58					
			01/15/34	14,349.21					
			07/15/34	14,660.81					

See Accompanying Auditor's Report

Exhibit E-17

SEWER UTILITY CAPITAL FUND
SCHEDULE OF USRDA LOANS PAYABLE

PURPOSE	DATE OF ISSUE	ORIGINAL ISSUE	MATURITIES OF BONDS OUTSTANDING DECEMBER 31, 2016 DATE	AMOUNT	INT. RATE	BALANCE DEC. 31, 2015	INCREASED	DECREASED	BALANCE DEC. 31, 2016
Phase IIIB Wastewater (continued)			01/15/35	$ 14,714.82					
			07/15/35	15,025.00					
			01/15/36	15,089.63					
			07/15/36	15,358.82					
			01/15/37	15,473.36					
			07/15/37	15,780.56					
			01/15/38	15,867.25					
			07/15/38	16,172.92					
			01/15/39	16,271.04					
			07/15/39	16,575.14					
			01/15/40	16,684.98					
			07/15/40	16,956.72					
			01/15/41	17,108.97					
			07/15/41	17,409.78					
			01/15/42	17,544.00					
			07/15/42	17,843.11					
			01/15/43	17,989.96					
			07/15/43	18,287.34					
			01/15/44	18,447.17					
			07/15/44	18,721.72					
			01/15/45	18,915.60					
			07/15/45	19,209.36					
			01/15/46	19,396.07					
			07/15/46	19,687.96					
			01/15/47	19,888.64					
			07/15/47	20,178.59					
			01/15/48	20,393.59					
			07/15/48	20,671.25					
			01/15/49	20,911.13					
			07/15/49	21,197.08					
			01/15/50	21,441.80					
			07/15/50	21,725.69					
			01/15/51	21,985.84					
			07/15/51	22,779.50					

See Accompanying Auditor's Report

SEWER UTILITY CAPITAL FUND
SCHEDULE OF USRDA LOANS PAYABLE

PURPOSE	DATE OF ISSUE	ORIGINAL ISSUE	MATURITIES OF BONDS OUTSTANDING DECEMBER 31, 2016 DATE	AMOUNT	INT. RATE	BALANCE DEC. 31, 2015	INCREASED	DECREASED	BALANCE DEC. 31, 2016
Phase IIIA Wastewater	4/25/2014	$ 1,064,000.00	04/25/17	$ 8,322.19	2.500%	$ 1,040,242.49		$ 16,337.41	$ 1,023,905.08
			10/25/17	8,426.21					
			04/25/18	8,531.54					
			10/25/18	8,638.19					
			04/25/19	8,746.16					
			10/25/19	8,855.49					
			04/25/20	8,966.19					
			10/25/20	9,078.26					
			04/25/21	9,191.74					
			10/25/21	9,306.63					
			04/25/22	9,422.97					
			10/25/22	9,540.76					
			04/25/23	9,660.01					
			10/25/23	9,780.77					
			04/25/24	9,903.02					
			10/24/24	10,026.82					
			04/25/25	10,152.15					
			10/25/25	10,279.05					
			04/25/26	10,407.54					
			10/25/26	10,537.63					
			04/25/27	10,669.35					
			10/25/27	10,802.72					
			04/25/28	10,937.75					
			10/25/28	11,074.48					
			04/25/29	11,212.91					
			10/25/29	11,353.07					
			04/25/30	11,494.98					
			10/25/30	11,638.67					
			04/25/31	11,784.15					
			10/25/31	11,931.45					
			04/25/32	12,080.60					
			10/25/32	12,231.60					
			04/25/33	12,384.50					
			10/25/33	12,539.31					
			04/25/34	12,696.05					
			10/25/34	12,854.74					
			04/25/35	13,015.44					
			10/25/35	13,178.12					
			04/25/36	13,342.85					
			10/25/36	13,509.64					
			04/25/37	13,678.51					
			10/25/37	13,849.49					
			04/25/38	14,022.60					

See Accompanying Auditor's Report

SEWER UTILITY CAPITAL FUND
SCHEDULE OF USRDA LOANS PAYABLE

PURPOSE	DATE OF ISSUE	ORIGINAL ISSUE	MATURITIES OF BONDS OUTSTANDING DECEMBER 31, 2016 DATE	AMOUNT	INT. RATE	BALANCE DEC. 31, 2015	INCREASED	DECREASED	BALANCE DEC. 31, 2016
Phase IIIA Wastewater (continued)			10/25/38	$ 14,197.89					
			04/25/39	14,375.37					
			10/25/39	14,555.05					
			04/25/40	14,737.00					
			10/25/40	14,921.21					
			04/25/41	15,107.72					
			10/25/41	15,296.57					
			04/25/42	15,487.77					
			10/25/42	15,681.37					
			04/25/43	15,877.39					
			10/25/43	16,075.86					
			04/25/44	16,276.81					
			10/25/44	16,480.26					
			04/25/45	16,686.27					
			10/25/45	16,894.85					
			04/25/46	17,106.03					
			10/25/46	17,319.86					
			04/25/47	17,536.35					
			10/25/47	17,755.56					
			04/25/48	17,977.51					
			10/25/48	18,202.22					
			04/25/49	18,429.75					
			10/25/49	18,660.13					
			04/25/50	18,893.37					
			10/25/50	19,129.55					
			04/25/51	19,368.66					
			10/25/51	19,610.77					
			04/25/52	19,855.90					
			10/25/52	20,104.11					
			04/25/53	20,355.40					
			10/25/53	20,609.85					
			04/25/54	20,282.37					

See Accompanying Auditor's Report

Exhibit E-17

SEWER UTILITY CAPITAL FUND
SCHEDULE OF USRDA LOANS PAYABLE

PURPOSE	DATE OF ISSUE	ORIGINAL ISSUE	MATURITIES OF BONDS OUTSTANDING DECEMBER 31, 2016 DATE	AMOUNT	INT. RATE	BALANCE DEC. 31, 2015	INCREASED	DECREASED	BALANCE DEC. 31, 2016
Phase IV Wastewater	5/28/2015	$ 2,236,000.00	05/28/17	$ 18,453.42	2.125%	$ 2,218,122.50		$ 36,326.88	$ 2,181,795.62
			11/28/17	18,649.49					
			05/28/18	18,847.64					
			11/28/18	19,047.90					
			05/28/19	19,250.27					
			11/28/19	19,454.81					
			05/28/20	19,661.53					
			11/28/20	19,870.43					
			05/28/21	20,081.55					
			11/28/21	20,294.92					
			05/28/22	20,510.55					
			11/28/22	20,728.47					
			05/28/23	20,948.71					
			11/28/23	21,171.29					
			05/28/24	21,396.24					
			11/28/24	21,623.57					
			05/28/25	21,853.33					
			11/28/25	22,085.51					
			05/28/26	22,320.17					
			11/28/26	22,557.33					
			05/28/27	22,797.00					
			11/28/27	23,039.23					
			05/28/28	23,284.01					
			11/28/28	23,531.39					
			05/28/29	23,781.42					
			11/28/29	24,034.10					
			05/28/30	24,289.46					
			11/28/30	24,547.54					
			05/28/31	24,808.35					
			11/28/31	25,071.95					
			05/28/32	25,338.33					
			11/28/32	25,607.55					
			05/28/33	25,879.63					
			11/28/33	26,154.60					
			05/28/34	26,432.50					
			11/28/34	26,713.34					
			05/28/35	26,997.16					
			11/28/35	27,284.02					
			05/28/36	27,573.91					
			11/28/36	27,866.88					
			05/28/37	28,162.97					
			11/28/37	28,462.20					
			05/28/38	28,764.61					

See Accompanying Auditor's Report

SEWER UTILITY CAPITAL FUND
SCHEDULE OF USRDA LOANS PAYABLE

PURPOSE	DATE OF ISSUE	ORIGINAL ISSUE	MATURITIES OF BONDS OUTSTANDING DECEMBER 31, 2016 DATE	AMOUNT	INT. RATE	BALANCE DEC. 31, 2015	INCREASED	DECREASED	BALANCE DEC. 31, 2016
Phase IV Wastewater (continued)			11/28/38	$ 29,070.23					
			05/28/39	29,379.09					
			11/28/39	29,691.26					
			05/28/40	30,006.73					
			11/28/40	30,325.55					
			05/28/41	30,647.76					
			11/28/41	30,973.39					
			05/28/42	31,302.48					
			11/28/42	31,635.07					
			05/28/43	31,971.19					
			11/28/43	32,310.89					
			05/27/44	32,654.19					
			11/27/44	33,001.14					
			05/28/45	33,351.78					
			11/28/45	33,706.14					
			05/28/46	34,064.27					
			11/28/46	34,426.20					
			05/28/47	34,791.99					
			11/28/47	35,161.64					
			05/28/48	35,535.24					
			11/28/48	35,912.80					
			05/28/49	36,294.37					
			11/28/49	36,680.00					
			05/28/50	37,069.73					
			11/28/50	37,463.59					
			05/28/51	37,861.64					
			11/28/51	38,263.92					
			05/28/52	38,670.48					
			11/28/52	39,081.35					
			05/28/53	39,496.58					
			11/28/53	39,916.24					
			05/28/54	40,340.35					
			11/28/54	40,768.97					
			05/28/55	40,740.09					
						$ 8,833,184.80	$ -	$ 136,263.31	$ 8,696,921.49

See Accompanying Auditor's Report

SEWER UTILITY CAPITAL FUND
SCHEDULE OF RESERVE FOR AMORTIZATION

Balance December 31, 2015		$ 7,982,011.45
Increased by:		
Serial Bonds Payable	$ 115,000.00	
USDA Loan Payable	136,263.31	
		251,263.31
Decreased by:		
Cancelled Prior Year Improvement Authorization	-	
		-
Balance December 31, 2016		$ 8,233,274.76

See Accompanying Auditor's Report

SEWER UTILITY CAPITAL FUND
SCHEDULE OF DEFERRED RESERVE FOR AMORTIZATION

Ordinance Number	Improvement Description	Date of Ordinance	Balance Dec. 31, 2015	Fixed Capital Authorized	To Reserve for Amortization	Canceled	Balance Dec. 31, 2016
845-11	Sewer Phase IIIB Project	04/13/11	$ 10,000.00				$ 10,000.00
901-12	Miscellaneous Sewer III A	03/14/12	708,000.00			$ 136,158.00	571,842.00
914-12	Sewer Capital Improvements	04/18/12	7,000.00				7,000.00
976-13	Sewer Capital Improvements	08/14/13	1,484,000.00			74,038.00	1,409,962.00
997-14	Sewer Capital Improvements	03/12/14	12,600.00				12,600.00
1015-14	Sewer System Improvements	11/12/14	8,000.00				8,000.00
1039-15	Sewer Capital Improvements	09/02/15	688,500.00				688,500.00
			$ 2,918,100.00	$ -	$ -	$ 210,196.00	$ 2,707,904.00

See Accompanying Auditor's Report

SEWER UTILITY CAPITAL FUND
SCHEDULE OF UTILITY CAPITAL IMPROVEMENT FUND

Balance December 31, 2015		$ 22,907.38
Increase by:		
2016 Budget Appropriation	$ -	
		-
		22,907.38
Decreased by:		
Appropriated to Finance Improvement Authorizations	-	
		-
Balance December 31, 2016		$ 22,907.38

See Accompanying Auditor's Report

Exhibit E-21

SEWER UTILITY CAPITAL FUND
SCHEDULE OF BONDS AND NOTES AUTHORIZED BUT NOT ISSUED

ORD. NUMBER	IMPROVEMENT DESCRIPTION	BALANCE Dec. 31, 2015	2016 AUTHORIZATIONS	Notes Issued	Cancelled	BALANCE Dec. 31, 2016
1049-16	Various Sewer Improvements	$ -	$ 1,402,900.00	$ 822,000.00	$ -	$ 580,900.00
		$ -	$ 1,402,900.00	$ 822,000.00	$ -	$ 580,900.00

See Accompanying Auditor's Report

{THIS PAGE IS INTENTIONALLY LEFT BLANK}

CITY OF WILDWOOD

PART II

LETTER OF COMMENTS AND RECOMMENDATIONS

YEAR ENDED DECEMBER 31, 2016

{THIS PAGE IS INTENTIONALLY LEFT BLANK}

GENERAL COMMENTS

Contracts and Agreements Required to be Advertised for N.J.S. 40A:11-4

N.J.S. 40A:11-4 states, "Every contract or agreement for the performance of any work or the 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 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 $40,000 except by contract or agreement."

The governing body of the City has the responsibility of determining whether the expenditures in any category will exceed $40,000 within the fiscal year. Where question arises as to whether any contract or agreement might result in violation of the statute, the City Commission's opinion should be sought before a commitment is made.

Our examination of expenditures did not reveal payments in excess of $40,000 "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, awarded under state or county cooperative purchasing agreements, or where a resolution had been previously adopted under the provisions of N.J.S. 40A:11-6.

The minutes indicate that bids were requested by public advertising for the following items:

Sewer System Repairs
Water System Repairs
Purchase of vehicles
Road Construction

Contracts and Agreements Requiring Solicitation of Quotations

N.J.S. 40A:11-6.1 states, "Prior to the award of any other purchase, contract or agreement, the contracting agent shall, except in the case of the performance of professional services, solicit quotations, whenever practical, on any such purchase, contract or agreement the estimated cost or price of which is $6,000 or more."

Our examination of expenditures did not reveal purchases made in excess of $6,000 without obtaining quotes as required by statute.

Collection of Interest on Delinquent Taxes and Assessments

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

The governing body, on December 30, 2015, adopted the following resolution authorizing interest to be charged on delinquent taxes:

> "NOW, THEREFORE, BE IT RESOLVED, effective January 1, 2016 all taxes and assessments which are delinquent on or subsequent to January 1, 2016 shall bear interest at the rate of 8 percent per annum on the first $1,500 of delinquency and 18 percent per annum on any amount in excess of $1,500."

It appears from an examination of the collector's records that interest on delinquent taxes was collected in accordance with the foregoing resolution. However, this resolution should be adopted each year.

Delinquent Taxes and Tax Title Liens

The last tax sale was held on December 20, 2016 and was complete, except for bankruptcies not sold.

Inspection of tax sale certificates on file revealed that all tax sale certificates were available for audit.

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

Year	Number of Liens
2016	17
2015	32
2014	27
2013	14
2012	8

It is essential to good management that all means provided by statute be utilized to liquidate tax title liens in order to get such properties back on a taxpaying basis.

Verification of Delinquent Taxes and Other Charges

A test verification of delinquent charts and current payments was made in accordance with the regulations of the Division of Local Government Services, including the mailing of verification notices as follows:

Type:	Number Mailed
Payment of 2017 and 2016 Taxes	10
Payment of 2017 and 2016 Water Utility Bills	10
Payment of 2017 and 2016 Sewer Utility Bills	10
Delinquent Taxes & Utilities	3
Municipal Court	10

As of the date of this audit report, all verifications have not been returned. No problems were noted with the verifications that have been returned related to property taxes, utilities or municipal court.

Deposit of Municipal Funds

N.J.S. 40A:5-15 states, "All municipal funds shall be deposited within 48 hours upon receipt."

Our examination has revealed that municipal funds were all deposited within the mandated time.

Comparison of Tax Levies and Collections Currently

A study of this tabulation could indicate a possible trend in future tax levies. A decrease in the percentage of current collection could be an indication of a probable increase in future tax levies.

		Currently	
Year	Tax Levy	Cash Collections	Percentage of Collections
2016	33,499,999	33,412,245	99.74%
2015	33,004,609	32,790,816	99.35%
2014	32,670,098	32,529,646	99.57%
2013	31,138,282	30,660,649	98.47%
2012	30,958,552	30,585,657	98.80%

Comparative Schedule of Tax Rate Information

	2016	2015	2014	2013	2012
Tax Rate	2.324	2.287	2.260	1.971	1.936
Apportionment of Tax Rate:					
Municipal	1.299	1.274	1.273	1.103	1.088
County	0.260	0.260	0.257	0.235	0.237
School	0.765	0.753	0.730	0.633	0.611
Assessed Valuation	1,414,252,269	1,416,492,288	1,419,109,158	1,541,551,466	1,571,191,163

Delinquent Taxes and Tax Title Liens

This tabulation includes a comparison, expressed in percentage, of the total delinquent taxes and tax title liens, in relation to the tax levies of the last five years.

Year	Amount of Tax Title Liens	Amount of Delinquent Taxes	Total Delinquent	Percentage of Tax Levy
2016	139,162	1,950	141,112	0.42%
2015	119,044	16,304	135,348	0.41%
2014	110,836	14,365	125,201	0.38%
2013	98,360	39	98,399	0.32%
2012	82,744	5,438	88,182	0.28%

Other Financial Statement Findings

NONE

STATUS OF PRIOR RECOMMENDATIONS

NONE

RECOMMENDATIONS

None

Should any questions arise, please do not hesitate to call me.

Very truly yours,

Ford, Scott & Associates, L.L.C.
FORD, SCOTT & ASSOCIATES, L.L.C.
CERTIFIED PUBLIC ACCOUNTANTS

Harvey C. Cocozza, Jr.
Harvey C. Cocozza, Jr.
Certified Public Accountant
Registered Municipal Accountant
No. 551

June 29, 2017