

*Report of Audit*

*on the*

*Financial Statements*

*of the*

*City of Plainfield*

*in the*

*County of Union*  
*New Jersey*

*for the*

*Year Ended*  
*December 31, 2015*



CITY OF PLAINFIELD

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CITY OF PLAINFIELD

INDEPENDENT AUDITOR'S REPORT ON  
AUDIT OF FINANCIAL STATEMENTS

FINANCIAL STATEMENTS – REGULATORY BASIS

NOTES TO FINANCIAL STATEMENTS – REGULATORY BASIS

YEARS ENDED DECEMBER 31, 2015 AND 2014



# SUPLEE, CLOONEY & COMPANY

CERTIFIED PUBLIC ACCOUNTANTS

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## **INDEPENDENT AUDITOR'S REPORT**

The Honorable Mayor and Members  
of the City Council  
City of Plainfield  
County of Union  
Plainfield, New Jersey 07061

### ***Report on the Financial Statements***

We have audited the accompanying balance sheets - regulatory basis of the various individual funds and account group of the City of Plainfield, as of December 31, 2015 and 2014, 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 individual funds for the year ended December 31, 2015, and the related notes to the financial statements, which collectively comprise the City's regulatory 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 regulatory 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 regulatory 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 audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance) and State of New Jersey OMB Circular 15-08 "Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid." and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards and provisions require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

## SUPLEE, CLOONEY & COMPANY

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the regulatory 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 City'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 City'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 regulatory 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 regulatory financial statements, the regulatory financial statements are prepared by the City of Plainfield 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 the various individual funds and account group of the City of Plainfield as of December 31, 2015 and 2014, or the results of its operations and changes in fund balance for the years then ended of the revenues or expenditures for the year ended December 31, 2015.

### ***Opinion on Regulatory Basis of Accounting***

In our opinion, the regulatory financial statements referred to above present fairly, in all material respects, the regulatory basis balances sheets of the various individual funds and account group as of December 31, 2015 and 2014, the regulatory basis statement of operations and changes in fund balance for the years then ended and the regulatory basis statement of revenues and expenditures and changes in fund balance for the year ended December 31, 2015 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.

# SUPLEE, CLOONEY & COMPANY

## **Other Matters**

### *Other Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Plainfield's regulatory financial statements. The supplementary information and data listed in the table of contents as required by the Division of Local Government Services, Department of Community Affairs, State of New Jersey and schedule of expenditures of federal awards, as required by the Uniform Guidance and the schedule of expenditures of state financial assistance as required by New Jersey OMB 15-08 are presented for purposes of additional analysis and are not a required part of the regulatory financial statements.

The supplemental information and schedules listed above and also listed in the table of contents are the responsibility of management and were derived from and relates directly to the underlying accounting and other records used to prepare the regulatory financial statements. Such information has been subjected to the auditing procedures applied in the audit of the regulatory financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the regulatory financial statements or to the regulatory financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplemental information listed and data in the table of contents, schedule of expenditures of federal awards, as required by the Uniform Guidance and the schedule of expenditures of state financial assistance as required by New Jersey OMB 15-08 are fairly stated, in all material respects, in relation to the regulatory financial statements as a whole.

### **Other Reporting Required by Government Auditing Standards**

In accordance with *Government Auditing Standards*, we have also issued our report dated July 21, 2016 on our consideration of the City of Plainfield'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 Plainfield's internal control over financial reporting and compliance.

  
CERTIFIED PUBLIC ACCOUNTANTS

  
REGISTERED MUNICIPAL ACCOUNTANT NO. 50

July 21, 2016

CURRENT FUND

CITY OF PLAINFIELD

CURRENT FUND

BALANCE SHEETS - REGULATORY BASIS

	<u>REF.</u>	<u>BALANCE DECEMBER 31, 2015</u>	<u>BALANCE DECEMBER 31, 2014</u>
<u>A S S E T S</u>			
Cash	A-4	\$ 14,724,614.28	\$ 15,165,337.70
Change Fund	A-6	800.00	800.00
State Aid Receivable	A-26	35,937.50	344,387.50
Due State of New Jersey - Senior Citizens and Veterans	A-7	291,548.09	264,548.09
		<u>\$ 15,052,899.87</u>	<u>\$ 15,775,073.29</u>
Receivables and Other Assets with Full Reserves:			
Delinquent Property Taxes Receivable	A-8	\$ 2,313,368.18	\$ 2,692,771.09
Tax Title Liens Receivable	A-9	1,003,343.85	785,169.35
SID Taxes Receivable	A-20	2,191.94	2,110.79
Foreclosed Property	A-15	2,636,600.00	2,636,600.00
Revenue Accounts Receivable	A-13	91,355.47	74,917.68
Interfunds Receivable	A-12	1,198,589.14	1,680,984.96
Prepaid SID Tax	A-27	7,304.29	36,101.77
Prepaid School Tax	A-24	2,000,000.00	2,000,000.00
	A	<u>\$ 9,252,752.87</u>	<u>\$ 9,908,655.64</u>
Deferred Charges	A-19	\$ 341,300.00	\$
		<u>\$ 24,646,952.74</u>	<u>\$ 25,683,728.93</u>
Grant Fund:			
Cash	A-4	\$ 3,815,864.71	\$ 4,715,097.30
Grants Receivable	A-21	5,537,970.25	5,514,204.05
Interfunds Receivable	A-10	249,945.28	251,470.00
		<u>\$ 9,603,780.24</u>	<u>\$ 10,480,771.35</u>
		<u>\$ 34,250,732.98</u>	<u>\$ 36,164,500.28</u>

The accompanying Notes to Financial Statements are an integral part of this statement.

CITY OF PLAINFIELD

CURRENT FUND

BALANCE SHEETS - REGULATORY BASIS

<u>LIABILITIES, RESERVES AND FUND BALANCE</u>	<u>REF.</u>	<u>BALANCE DECEMBER 31, 2015</u>	<u>BALANCE DECEMBER 31, 2014</u>
Appropriation Reserves	A-3:A-14	\$ 2,777,059.38	\$ 3,371,788.33
Prepaid Taxes	A-18	405,359.98	328,565.93
Accounts Payable	A-11	2,985,390.39	1,905,690.70
Tax Overpayments	A-17	50,171.88	59,797.31
Interfunds Payable	A-12		2,675,010.26
Miscellaneous Current Reserves	A-27	636,214.18	612,472.53
County Taxes Payable	A-25	12,031.41	14,421.30
		<u>\$ 6,866,227.22</u>	<u>\$ 8,967,746.36</u>
Reserve for Receivables and Other Assets	A	9,252,752.87	9,908,655.64
Fund Balance	A-1	<u>8,527,972.65</u>	<u>6,807,326.93</u>
		<u>\$ 24,646,952.74</u>	<u>\$ 25,683,728.93</u>
Grant Fund:			
Reserve for Grants - Unappropriated	A-23	\$ 3,331,451.14	\$ 3,830,296.43
Reserve for Grants - Appropriated	A-22	4,952,635.06	4,836,289.49
Interfunds Payable	A-10	1,225,907.41	1,814,185.43
Reserve for Accounts Payable	A-16	93,786.63	
		<u>\$ 9,603,780.24</u>	<u>\$ 10,480,771.35</u>
		<u>\$ 34,250,732.98</u>	<u>\$ 36,164,500.28</u>

The accompanying Notes to Financial Statements are an integral part of this statement.

## CITY OF PLAINFIELD

## CURRENT FUND

STATEMENTS OF OPERATIONS AND  
CHANGE IN FUND BALANCE - REGULATORY BASIS

	REF.	YEAR ENDED DECEMBER 31, 2015	YEAR ENDED DECEMBER 31, 2014
<u>REVENUE AND OTHER INCOME REALIZED</u>			
Fund Balance Utilized	A-1:A-2	\$ 5,600,000.00	\$ 3,900,000.00
Miscellaneous Revenue Anticipated	A-2	18,125,349.19	18,439,281.56
Receipts From Delinquent Taxes	A-2	2,724,268.83	3,229,558.67
Receipts From Current Taxes	A-2	90,121,255.80	87,498,296.24
Non-Budget Revenue	A-2	864,988.04	794,090.30
Other Credits to Income:			
Interfunds Returned		482,395.82	1,420,241.88
Unexpended Balance of Appropriation Reserves	A-14	1,886,648.59	1,356,601.58
Canceled Grant Reserves		223,833.23	4,599,080.27
Canceled Miscellaneous Reserves	A-27	44,774.68	5,479.84
Receivables Realized		28,797.48	
Canceled Reserves		478,447.54	531,116.35
<u>TOTAL REVENUE AND OTHER INCOME</u>		<u>\$ 120,580,759.20</u>	<u>\$ 121,773,746.69</u>
<u>EXPENDITURES</u>			
Budget and Emergency Appropriations:			
Operations Within "CAPS"	A-3	\$ 58,233,093.00	\$ 56,808,738.86
Deferred Charges and Statutory Expenditures - Municipal	A-3	8,565,088.12	7,506,655.36
Other Operations Excluded From "CAPS"	A-3	2,042,927.00	1,692,661.00
State and Federal Programs Off-Set by Revenue	A-3	2,728,001.34	3,018,548.93
Municipal Debt Service	A-3	3,337,234.66	3,487,436.22
Capital Improvements	A-3	140,000.00	100,000.00
Deferred Charges	A-3		480,000.00
County Tax	A-25	13,682,791.51	13,611,993.37
County Share of Added Taxes	A-25	12,031.41	14,429.00
Local District School Tax	A-24	24,362,601.00	23,959,990.00
Municipal Open Space Tax	A-8	122,316.59	
Canceled Accounts Receivable		374,311.69	4,052,061.17
Refund of Prior Year Revenue			7,691.53
Prepaid SID Tax		1,017.16	36,101.77
Prepaid School Tax			1,989,973.00
<u>TOTAL EXPENDITURES</u>		<u>\$ 113,601,413.48</u>	<u>\$ 116,766,280.21</u>
Excess in Revenue		<u>\$ 6,979,345.72</u>	<u>\$ 5,007,466.48</u>
Adjustments to Income Before Fund Balance:			
Expenditures Included Above Which are by Statute			
Deferred Charges to Budget of Succeeding Year		\$ 341,300.00	\$
Statutory Excess to Fund Balance		<u>\$ 7,320,645.72</u>	<u>\$ 5,007,466.48</u>
Fund Balance, January 1	A	<u>\$ 6,807,326.93</u>	<u>\$ 5,699,860.45</u>
		<u>\$ 14,127,972.65</u>	<u>\$ 10,707,326.93</u>
Decreased by:			
Utilization as Anticipated Revenue	A-1:A-2	<u>5,600,000.00</u>	<u>3,900,000.00</u>
Fund Balance, December 31	A	<u>\$ 8,527,972.65</u>	<u>\$ 6,807,326.93</u>

The accompanying Notes to Financial Statements are an integral part of this statement.

CITY OF PLAINFIELD

CURRENT FUND

STATEMENT OF REVENUES - REGULATORY BASIS

YEAR ENDED DECEMBER 31, 2015

	REF.	ANTICIPATED		REALIZED	EXCESS OR (DEFICIT)
		BUDGET	NJS 40A: 4-87		
Fund Balance Anticipated	A-1	\$ 5,600,000.00		\$ 5,600,000.00	
Miscellaneous Revenues:					
Licenses:					
Alcoholic Beverages	A-13	\$ 73,000.00	\$	\$ 70,360.00	\$ (2,640.00)
Other	A-2	135,000.00		113,588.40	(21,411.60)
Fees and Permits:					
Other	A-2	230,000.00		422,765.27	192,765.27
Municipal Court:					
Fines and Costs	A-13	950,000.00		891,137.54	(58,862.46)
Interest and Costs on Taxes	A-13	775,000.00		693,760.28	(81,239.72)
Parking Meters and Permits	A-13	415,000.00		468,854.50	53,854.50
Interest on Investments and Deposits	A-13	62,500.00		96,378.73	33,878.73
Cable TV Franchise Fees	A-13	438,000.00		460,180.50	22,180.50
PILOT:					
Presbyterian Homes	A-13	170,000.00		175,405.59	5,405.59
Cedarbrook Apartments	A-13	228,000.00		235,740.60	7,740.60
Liberty Village	A-13	90,000.00		160,197.57	70,197.57
Leland Gardens	A-13	260,000.00		283,072.98	23,072.98
Covenant House	A-13	30,000.00		36,197.40	6,197.40
Horizon at Plainfield	A-13	105,000.00		114,985.88	9,985.88
Allen Young Apartments	A-13	150,000.00		185,118.23	35,118.23
Park Madison	A-13	386,000.00		394,318.80	8,318.80
Park Madison - Other	A-13	61,000.00		64,452.22	3,452.22
Recreation Fees	A-13	40,000.00		26,281.60	(13,718.40)
Bilingual Day Care Fees	A-13	15,000.00		11,012.16	(3,987.84)
P.M.U.A. Revenue Sharing	A-13	1,500,000.00		1,686,822.00	186,822.00
Certificate of Compliance	A-13	41,000.00		60,445.00	19,445.00
Consolidated Municipal Property Tax Relief Aid	A-13	1,917,928.00		1,917,928.00	
Energy Receipts Tax	A-13	5,860,071.00		5,860,071.00	
Uniform Construction Code Fees	A-13	393,000.00		446,294.00	53,294.00
Services Provided To Federal & State Projects-Fringe	A-13	198,000.00		541,496.60	343,496.60
Capital Surplus	A-13	125,000.00		125,000.00	
Grant Programs	A-21	913,950.07	1,669,534.27	2,583,484.34	
<u>Total Miscellaneous Revenues</u>	A-1	\$ 15,562,449.07	\$ 1,669,534.27	\$ 18,125,349.19	\$ 893,365.85
Receipts From Delinquent Taxes	A-1	\$ 2,285,000.00		\$ 2,724,268.83	\$ 439,268.83
Amt. to be Raised by Taxes for Support of Municipal Budget:					
Local Tax for Municipal Purposes	A-2:A-8	\$ 54,607,285.50		\$ 56,141,515.29	\$ 1,534,229.79
<u>BUDGET TOTALS</u>		\$ 78,054,734.57	\$ 1,669,534.27	\$ 82,591,133.31	\$ 4,536,398.74
Non-Budget Revenues	A-2			\$ 864,988.04	\$ 864,988.04
		\$ 78,054,734.57	\$ 1,669,534.27	\$ 83,456,121.35	\$ 5,401,386.78
	REF.	A-3	A-3		

The accompanying Notes to Financial Statements are an integral part of this statement.

CITY OF PLAINFIELD  
CURRENT FUND  
STATEMENT OF REVENUES - REGULATORY BASIS  
YEAR ENDED DECEMBER 31, 2015

REF.

ANALYSIS OF REALIZED REVENUE

Allocation of Current Tax Collections:		
Revenue From Collections	A-1:A-8	\$ 90,121,255.80
Allocated To:		
County Taxes	A-8	13,694,822.92
Local District School Taxes	A-8	24,362,601.00
Municipal Open Space	A-4:A-8	<u>122,316.59</u>
Balance for Support of Municipal Budget Appropriations		\$ 51,941,515.29
Add: Appropriation "Reserve for Uncollected Taxes"	A-3	<u>4,200,000.00</u>
Amount for Support of Municipal Budget Appropriations	A-2	<u>\$ 56,141,515.29</u>
Licenses - Other:		
Clerk	A-13	\$ 15,715.00
Board of Health	A-13	97,063.40
Registrar	A-13	<u>810.00</u>
	A-2	<u>\$ 113,588.40</u>
Other - Fees and Permits:		
Clerk	A-13	\$ 5,341.50
Planning	A-13	75,263.93
Vital Statistics	A-13	85,186.00
Fire	A-13	16,298.00
Police	A-13	23,346.84
Construction Code Official	A-13	167,629.00
Other	A-13	<u>49,700.00</u>
	A-2	<u>\$ 422,765.27</u>

The accompanying Notes to Financial Statements are an integral part of this statement.

CITY OF PLAINFIELD

CURRENT FUND

STATEMENT OF REVENUES - REGULATORY BASIS

YEAR ENDED DECEMBER 31, 2015

REF.

ANALYSIS OF NON-BUDGET REVENUE

Miscellaneous Revenue Not Anticipated:		
Administrative Fee for Outside Police Overtime		\$ 113,841.42
Miscellaneous		92,288.15
FEMA		163,668.34
Senior Citizens and Veterans Administration Fee		3,660.00
Clerk		1,990.30
Tax Collector		255,826.29
Bail Forfeitures		34,932.85
Rent		46,352.02
Reimbursement of PY Costs		113,663.97
Uniform Fire Safety		36,580.00
		<hr/>
	A-4	\$ 862,803.34
Add: Excess Reserve in Animal Control	A-12	<hr/> 2,184.70
		<hr/>
<u>Total Non-Budget Revenue</u>	A-1:A-2	<u>\$ 864,988.04</u>

The accompanying Notes to Financial Statements are an integral part of this statement.

CITY OF PLAINFIELD  
CURRENT FUND  
STATEMENT OF EXPENDITURES - REGULATORY BASIS  
YEAR ENDED DECEMBER 31, 2015

	APPROPRIATIONS		EXPENDED		UNEXPENDED BALANCE CANCELED
	BUDGET	BUDGET AFTER MODIFICATION	PAID OR CHARGED	RESERVED	
<u>GENERAL GOVERNMENT</u>					
Mayor:					
Salaries and Wages	\$ 199,050.00	\$ 202,050.00	\$ 200,594.84	\$ 1,455.16	\$
Other Expenses	21,500.00	21,500.00	15,857.91	5,642.09	
City Council:					
Salaries and Wages	63,000.00	88,000.00	62,999.96	25,000.04	
Other Expenses	70,500.00	70,500.00	46,834.94	23,665.06	
City Administrator:					
Salaries and Wages	199,120.00	201,120.00	199,884.71	1,235.29	
Other Expenses	18,500.00	18,500.00	12,075.92	6,424.08	
Deputy City Administrator:					
Salaries and Wages	176,420.00	177,420.00	176,416.08	1,003.92	
Other Expenses	74,000.00	84,000.00	54,450.48	29,549.52	
Corporation Counsel:					
Salaries and Wages	319,410.00	309,410.00	280,732.77	28,677.23	
Other Expenses	433,265.00	533,265.00	519,685.99	13,579.01	
Litigation Settlement		341,300.00	341,300.00		
City Clerk:					
Salaries and Wages	301,094.00	306,094.00	298,769.26	7,324.74	
Other Expenses	73,925.00	73,925.00	73,260.67	664.33	
<u>DEPARTMENT OF ADMINISTRATION AND FINANCE</u>					
Director:					
Salaries and Wages	250,630.00	250,630.00	246,060.65	4,569.35	
Other Expenses	37,000.00	37,000.00	15,785.70	21,214.30	
Personnel:					
Salaries and Wages	298,920.00	276,920.00	264,723.60	12,196.40	
Other Expenses	53,700.00	53,700.00	47,801.77	5,898.23	
Purchasing:					
Salaries and Wages	186,340.00	186,340.00	164,909.79	21,430.21	
Other Expenses	6,095.00	6,095.00	1,155.57	4,939.43	
Administrative Services:					
Other Expenses	165,000.00	165,000.00	159,211.52	5,788.48	
Comptroller:					
Salaries and Wages	586,890.00	582,390.00	565,992.45	16,397.55	
Other Expenses	39,500.00	39,500.00	34,933.40	4,566.60	
Audit	156,900.00	156,900.00	147,340.00	9,560.00	
Tax Collector:					
Salaries and Wages	301,975.00	302,975.00	301,001.56	1,973.44	
Other Expenses	31,150.00	42,150.00	40,639.47	1,510.53	
Tax Assessor:					
Salaries and Wages	253,345.00	253,345.00	246,711.18	6,633.82	
Other Expenses	33,700.00	63,700.00	62,446.86	1,253.14	
Community Relations and Social Services:					
Salaries and Wages	200,435.00	205,435.00	200,025.14	5,409.86	
Other Expenses	10,000.00	10,000.00	9,447.22	552.78	
Senior Citizens:					
Salaries and Wages	400,780.00	400,780.00	394,599.66	6,180.34	
Other Expenses	78,800.00	78,800.00	77,165.89	1,634.11	
Media:					
Salaries and Wages	89,420.00	89,420.00	74,290.00	15,130.00	
Other Expenses	73,000.00	83,000.00	76,342.60	6,657.40	
Information Technology:					
Salaries and Wages	320,920.00	310,920.00	285,670.84	25,249.16	
Other Expenses	147,490.00	147,490.00	146,212.63	1,277.37	
Bilingual Day Care:					
Salaries and Wages	150,740.00	150,740.00	150,740.00		
Other Expenses	250,000.00	250,000.00	250,000.00		
Health and Social Services:					
Salaries and Wages	564,906.00	528,406.00	508,988.79	19,417.21	
Other Expenses	80,400.00	80,400.00	33,149.80	47,250.20	
Animal Control Services:					
Other Expenses	123,390.00	123,390.00	121,889.50	1,500.50	
<u>DEPARTMENT OF PUBLIC WORKS</u>					
Director:					
Salaries and Wages	188,230.00	189,230.00	188,116.66	1,113.34	
Other Expenses	5,000.00	5,000.00	2,561.94	2,438.06	
Engineering:					
Salaries and Wages	109,810.00	89,810.00	69,885.22	19,924.78	
Other Expenses	168,250.00	168,250.00	92,592.79	75,657.21	
Public Works:					
Salaries and Wages	2,657,530.00	2,627,530.00	2,543,940.84	83,589.16	
Other Expenses	383,750.00	383,750.00	383,727.87	22.13	
Solid Waste Management:					
Other Expenses	1,200,000.00	1,200,000.00	1,200,000.00		
Snow Removal:					
Other Expenses	65,000.00	65,000.00	62,638.22	2,361.78	

The accompanying Notes to the Financial Statements are an integral part of this statement.

CITY OF PLAINFIELD

CURRENT FUND

STATEMENT OF EXPENDITURES - REGULATORY BASIS

YEAR ENDED DECEMBER 31, 2015

	APPROPRIATIONS		EXPENDED		UNEXPENDED BALANCE CANCELED
	BUDGET	BUDGET AFTER MODIFICATION	PAID OR CHARGED	RESERVED	
<b>DEPARTMENT OF PUBLIC WORKS (CONTINUED)</b>					
Planning:					
Salaries and Wages	\$ 269,730.00	\$ 234,730.00	\$ 192,344.08	\$ 42,385.92	\$
Other Expenses	95,920.00	95,920.00	84,105.48	11,814.52	
Planning Board:					
Salaries and Wages	3,600.00	3,600.00	2,746.45	853.55	
Other Expenses	25,010.00	25,010.00	17,629.84	7,380.16	
Board of Adjustment:					
Salaries and Wages	2,100.00	2,100.00	2,100.00		
Other Expenses	12,840.00	12,840.00	9,133.58	3,706.42	
Recreation:					
Salaries and Wages	191,075.00	191,075.00	184,442.83	6,632.17	
Seasonal Employees - Salaries and Wages	390,000.00	390,000.00	379,606.81	10,393.19	
Outside Programs	148,400.00	163,400.00	158,930.01	4,469.99	
Summer Pool Program:					
Salaries and Wages	95,000.00	60,000.00	50,294.00	9,706.00	
Other Expenses	25,000.00	25,000.00	21,037.97	3,962.03	
<b>DEPARTMENT OF PUBLIC AFFAIRS AND SAFETY</b>					
Auxiliary Police					
Other Expenses	3,000.00	3,000.00	2,999.96	0.04	
Director of Public Affairs & Safety:					
Salaries and Wages	187,980.00	196,980.00	195,352.54	1,627.46	
Other Expenses	1,350.00	1,350.00		1,350.00	
School Crossing Guards:					
Salaries and Wages	215,000.00	215,000.00	200,205.86	14,794.14	
Other Expenses	3,500.00	3,500.00	2,739.98	760.02	
Police:					
Salaries and Wages	14,820,000.00	14,607,000.00	14,433,470.05	173,529.95	
Other Expenses	614,200.00	614,200.00	613,320.72	879.28	
Fire:					
Salaries and Wages	9,765,000.00	10,115,000.00	9,911,624.99	203,375.01	
Other Expenses	440,000.00	440,000.00	416,687.33	23,312.67	
Emergency Management:					
Salaries and Wages	5,000.00	5,000.00		5,000.00	
Other Expenses	8,500.00	8,500.00	145.00	8,355.00	
Signal Systems:					
Salaries and Wages	222,230.00	229,730.00	225,345.74	4,384.26	
Other Expenses	26,000.00	26,000.00	25,997.00	3.00	
Life Hazard Use:					
Salaries & Wages	20,000.00	20,000.00	20,000.00		
Uniform Fire Safety Act (P.L. 1983 Ch. 383): - Fire Official					
Salaries and Wages	12,000.00	12,000.00	12,000.00		
<b>COMMUNITY PURPOSES</b>					
Central Board of Veterans	2,000.00	2,000.00		2,000.00	
Independence Day	52,400.00	52,400.00	52,376.50	23.50	
Historic Preservation:					
Salaries and Wages	1,800.00	1,800.00	1,650.00	150.00	
Other Expenses	7,150.00	7,150.00	5,462.56	1,687.44	
Drake House Museum	13,650.00	13,650.00	13,648.00	2.00	
Cultural & Heritage	27,500.00	27,500.00	11,942.00	15,558.00	
Beautification Committee	500.00	500.00		500.00	
Youth Guidance Council	35,000.00	35,000.00	26,324.00	8,676.00	
Shade Tree Commission	32,600.00	32,600.00	32,584.44	15.56	
National Night Out	5,000.00	5,000.00		5,000.00	
Human Relations Commission	5,000.00	5,000.00		5,000.00	
Municipal Court:					
Salaries and Wages	788,400.00	793,400.00	788,907.58	4,492.42	
Other Expenses	75,000.00	75,000.00	59,638.37	15,361.63	
Public Defender:					
Salaries and Wages	56,000.00	56,000.00	26,000.00	30,000.00	
Insurance:					
Group Insurance Plan for Employees	10,531,698.00	10,531,698.00	9,836,939.59	44,758.41	650,000.00
Workers' Compensation Insurance	1,100,000.00	1,100,000.00	1,089,786.96	10,213.04	
Other Insurance Premiums	2,454,500.00	2,139,000.00	1,681,238.94	457,761.06	
Community Development:					
Salaries and Wages	117,050.00	107,050.00	86,814.09	20,235.91	
Other Expenses	17,500.00	17,500.00	321.36	17,178.64	
Environmental Commission:					
Other Expenses	1,000.00	1,000.00		1,000.00	
Building Demolition:					
Other Expenses	250,000.00	250,000.00	214,858.47	35,141.53	
<b>UNIFORM CONSTRUCTION CODE APPROPRIATIONS OFFSET BY DEDICATED REVENUES (N.J.A.C. 5.23-4.17)</b>					
Inspections:					
Salaries and Wages	1,074,280.00	1,074,280.00	1,040,149.78	34,130.22	
Other Expenses	16,050.00	16,050.00	12,413.44	3,636.56	

The accompanying Notes to the Financial Statements are an integral part of this statement.

CITY OF PLAINFIELD

CURRENT FUND

STATEMENT OF EXPENDITURES - REGULATORY BASIS

YEAR ENDED DECEMBER 31, 2015

	APPROPRIATIONS		EXPENDED		UNEXPENDED BALANCE CANCELED
	BUDGET	BUDGET AFTER MODIFICATION	PAID OR CHARGED	RESERVED	
<b>UNCLASSIFIED</b>					
<b>UTILITIES:</b>					
Gasoline	\$ 250,000.00	\$ 250,000.00	\$ 178,647.97	\$ 71,352.03	
Fuel Oil	150,000.00	150,000.00	114,601.99	35,398.01	
Electricity	500,000.00	560,000.00	508,134.30	51,865.70	
Telephone and Telegraph	293,000.00	293,000.00	282,233.05	10,766.95	
Street Lighting	525,000.00	575,000.00	519,544.50	55,455.50	
Fire Hydrant Service	510,000.00	510,000.00	483,228.29	46,771.71	
City Summer Youth	225,000.00	225,000.00	194,509.47	30,490.53	
WIC Program - Other Expenses	134,500.00	134,500.00	134,500.00		
Accumulated Absences Buyouts	100,000.00	100,000.00	86,777.61	13,222.39	
Salary Adjustments	25,000.00				
<b>TOTAL OPERATIONS WITHIN "CAPS"</b>	<b>\$ 58,596,793.00</b>	<b>\$ 58,873,093.00</b>	<b>\$ 56,079,056.14</b>	<b>\$ 2,144,036.86</b>	<b>\$ 650,000.00</b>
<b>CONTINGENT</b>					
	\$ 10,000.00	\$ 10,000.00	\$ 10,000.00		
<b>TOTAL OPERATIONS INCLUDING CONTINGENT- WITHIN "CAPS"</b>	<b>\$ 58,606,793.00</b>	<b>\$ 58,883,093.00</b>	<b>\$ 56,089,056.14</b>	<b>\$ 2,144,036.86</b>	<b>\$ 650,000.00</b>
<b>DEFERRED CHARGES AND STATUTORY EXPENDITURES-MUNICIPAL WITHIN "CAPS"</b>					
<b>Deferred Charges:</b>					
Deficit- Sewer Utility Budget	\$ 66,687.50	\$ 66,687.50	\$ 66,478.12		\$ 209.38
<b>Statutory Expenditures:</b>					
<b>Contribution To:</b>					
Social Security System (O.A.S.I.)	1,400,000.00	1,463,000.00	1,449,825.40	13,174.60	
Consolidated Police and Firemen's Pension Fund	5,000.00	5,000.00	3,827.82	1,172.18	
Unemployment Compensation	5,000.00	5,000.00		5,000.00	
Police and Firemen's Retirement System	5,613,200.00	5,613,200.00	5,613,200.00		
Public Employees Retirement System	1,395,410.00	1,395,410.00	1,395,410.00		
Defined Contribution Retirement System	15,000.00	17,000.00	17,000.00		
<b>TOTAL DEFERRED CHARGES AND STATUTORY EXPENDITURES-MUNICIPAL WITHIN "CAPS"</b>	<b>\$ 8,500,297.50</b>	<b>\$ 8,565,297.50</b>	<b>\$ 8,545,741.34</b>	<b>\$ 19,346.78</b>	<b>\$ 209.38</b>
<b>TOTAL GENERAL APPROPRIATIONS FOR MUNICIPAL PURPOSES-WITHIN "CAPS"</b>					
	\$ 67,107,090.50	\$ 67,448,390.50	\$ 64,634,797.48	\$ 2,163,383.64	\$ 650,209.38
<b>OTHER OPERATIONS-EXCLUDED FROM "CAPS"</b>					
Maintenance of Free Public Library	\$ 1,700,000.00	\$ 1,700,000.00	\$ 1,540,506.49	\$ 159,493.51	
Group Insurance Plan For Employees	342,927.00	342,927.00		342,927.00	
<b>TOTAL OTHER OPERATIONS - EXCLUDED FROM "CAPS"</b>	<b>\$ 2,042,927.00</b>	<b>\$ 2,042,927.00</b>	<b>\$ 1,540,506.49</b>	<b>\$ 502,420.51</b>	
<b>PUBLIC AND PRIVATE PROGRAMS OFFSET BY REVENUES</b>					
Municipal Alliance (N.J.S.A. - \$ 33,379.00)		33,379.00	33,379.00		
Municipal Alliance - Match	8,345.00	8,345.00	8,345.00		
County of Union- SHTP	11,291.00	11,291.00	11,291.00		
SHTP 2014 (Residential Maintenance) - Match	1,255.00	1,255.00	1,255.00		
Municipal Court - Alcohol Education (N.J.S.A. - \$ 4,773.59)		4,773.59	4,773.59		
NJ Dot Transportation Alternatives Program	594,000.00	594,000.00	594,000.00		
NJ DOT Second Street (N.J.S.A. - \$ 297,500.00)		297,500.00	297,500.00		
2015 Infrastructure and Muni Aid Grant (N.J.S.A. - \$115,000.00)		115,000.00	115,000.00		
Urban Enterprise Zone - Signs/Facades Program (N.J.S.A. - \$ 150,000.00)		150,000.00	150,000.00		
Childcare Food Program	69,969.78	69,969.78	69,969.78		
Community Service Block Grant (N.J.S.A. - \$ 64,779.00)		64,779.00	64,779.00		
Community Service Block Grant PAS (N.J.S.A. - \$ 132,301.00)		132,301.00	132,301.00		
PAS United Way (N.J.S.A. - \$ 12,603 )		12,603.00	12,603.00		
Senior Citizen Service APC	88,547.00	88,547.00	88,547.00		
Senior Citizen Service APC - Match	29,517.00	29,517.00	29,517.00		
Greening Union County (Shade Tree) (N.J.S.A. - \$ 3,000.00)		3,000.00	3,000.00		
Clean Communities (N.J.S.A. - \$74,917.02)	101,557.30	176,474.32	176,474.32		
JFK Childhood Lead Poisoning Prevention (N.J.S.A. - \$ 20,000.00)		20,000.00	20,000.00		
Make A Splash - USA Swimming Foundation (N.J.S.A. - \$ 5,000.00)		5,000.00	5,000.00		
Women, Infants, and Children (WIC) (N.J.S.A. - \$ 742,689.00)		742,689.00	742,689.00		
Recycling Tonnage Grant	43,144.44	4,540.55	4,540.55		
Body Armor Replacement Fund	4,540.55	43,144.44	43,144.44		
State Body Armor (N.J.S.A. - \$ 11,192.66)		11,192.66	11,192.66		
Union County Heart Grant	900.00	900.00	900.00		
Union County Arts Grant (N.J.S.A. - \$ 2,400.00)		2,400.00	2,400.00		
Matching Funds For Grants	105,400.00	105,400.00		105,400.00	
<b>TOTAL PUBLIC AND PRIVATE PROGRAMS OFFSET BY REVENUES</b>	<b>\$ 1,058,467.07</b>	<b>\$ 2,728,001.34</b>	<b>\$ 2,622,601.34</b>	<b>\$ 105,400.00</b>	

The accompanying Notes to the Financial Statements are an integral part of this statement.

CITY OF PLAINFIELD  
CURRENT FUND  
STATEMENT OF EXPENDITURES - REGULATORY BASIS  
YEAR ENDED DECEMBER 31, 2015

	APPROPRIATIONS		EXPENDED		UNEXPENDED BALANCE CANCELED
	BUDGET	BUDGET AFTER MODIFICATION	PAID OR CHARGED	RESERVED	
TOTAL OPERATIONS - EXCLUDE FROM "CAPS"	\$ 3,101,394.07	\$ 4,770,928.34	\$ 4,163,107.83	\$ 607,820.51	\$
<u>CAPITAL IMPROVEMENTS EXCLUDED FROM "CAPS"</u>					
Technology Acquisition	\$ 40,000.00	\$ 40,000.00	\$ 39,823.21	\$ 176.79	\$
911 Acquisition	100,000.00	100,000.00	94,321.56	5,678.44	
TOTAL CAPITAL IMPROVEMENTS EXCLUDED FROM "CAPS"	\$ 140,000.00	\$ 140,000.00	\$ 134,144.77	\$ 5,855.23	\$
<u>MUNICIPAL DEBT SERVICE- EXCLUDED FROM "CAPS"</u>					
Payment of Bond Principal	\$ 1,745,000.00	\$ 1,745,000.00	\$ 1,745,000.00	\$	\$
Interest on Bonds	685,000.00	685,000.00	623,146.07		61,853.93
Payment of Notes Principal	586,000.00	586,000.00	585,931.03		68.97
Interest on Notes	263,000.00	263,000.00	164,810.91		98,189.09
Loan Repayments for Principal & Interest	65,000.00	65,000.00	63,544.23		1,455.77
Capital Lease Program:					
Principal and Interest	156,000.00	156,000.00	148,552.42		7,447.58
Demolition Loan	6,250.00	6,250.00	6,250.00		
TOTAL MUNICIPAL DEBT SERVICE- <u>EXCLUDED FROM "CAPS"</u>	\$ 3,508,250.00	\$ 3,506,250.00	\$ 3,337,234.66	\$	\$ 169,015.34
TOTAL GENERAL APPROPRIATIONS- <u>EXCLUDED FROM "CAPS"</u>	\$ 6,747,644.07	\$ 8,417,178.34	\$ 7,634,487.26	\$ 613,675.74	\$ 169,015.34
SUBTOTAL GENERAL APPROPRIATIONS	\$ 73,854,734.57	\$ 75,865,568.84	\$ 72,269,284.74	\$ 2,777,059.38	\$ 819,224.72
RESERVE FOR UNCOLLECTED TAXES	4,200,000.00	4,200,000.00	4,200,000.00		
<u>TOTAL GENERAL APPROPRIATIONS</u>	\$ 78,054,734.57	\$ 80,065,568.84	\$ 76,469,284.74	\$ 2,777,059.38	\$ 819,224.72
	REF.	A-2	A-1	A:A-1	
Adopted Budget	A-2	\$ 78,054,734.57			
Emergency	A-19	341,300.00			
Appropriation by 40A:4-87	A-2	1,669,534.27			
		\$ 80,065,568.84			
Reserve for Public and Private Programs	A-22		\$ 2,622,601.34		
Accounts Payable	A-11		1,548,932.18		
Reserve for Uncollected Taxes	A-2		4,200,000.00		
Disbursements	A-4		70,709,689.75		
			\$ 79,081,223.27		
Less: Refunds	A-4		2,611,938.53		
			\$ 76,469,284.74		

The accompanying Notes to the Financial Statements are an integral part of this statement.

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TRUST FUND

## CITY OF PLAINFIELD

## TRUST FUND

## BALANCE SHEETS - REGULATORY BASIS

	<u>REF.</u>	BALANCE DECEMBER 31, 2015	BALANCE DECEMBER 31, 2014
<u>ASSETS</u>			
Assessment Fund:			
Cash	B-1	\$ <u>1,160.78</u>	\$ <u>1,160.84</u>
Animal Control Fund:			
Cash	B-1	\$ <u>7,758.05</u>	\$ <u>7,126.62</u>
Other Funds:			
Cash	B-1	\$ 12,100,866.62	\$ 7,393,777.07
Due Current Fund	B-8		2,675,010.26
Due Grant Fund	B-12		944.43
		\$ <u>12,100,866.62</u>	\$ <u>10,069,731.76</u>
		\$ <u>12,109,785.45</u>	\$ <u>10,078,019.22</u>
<u>LIABILITIES, RESERVES AND FUND BALANCE</u>			
Assessment Fund:			
Deposits For Future Assessments	B-2	\$ 545.00	\$ 545.00
Interest Payable-Deposits for Future Assessments	B-3	615.78	615.78
Due Current Fund	B-4		0.06
		\$ <u>1,160.78</u>	\$ <u>1,160.84</u>
Animal Control Fund:			
Due to State of New Jersey	B-5	\$ 219.00	\$ 160.60
Due Current Fund	B-6	2,186.95	2,237.62
Reserve for Animal Control	B-7	5,352.10	4,728.40
		\$ <u>7,758.05</u>	\$ <u>7,126.62</u>
Other Funds:			
Reserve For:			
Various Reserves and Deposits	B-11	\$ 11,633,230.43	\$ 9,988,099.10
Open Space Trust Deposits	B-10	122,316.59	
Accounts Payable	B-9	191,776.42	81,632.66
Due Current Fund	B-8	153,543.18	
		\$ <u>12,100,866.62</u>	\$ <u>10,069,731.76</u>
		\$ <u>12,109,785.45</u>	\$ <u>10,078,019.22</u>

The accompanying Notes to the Financial Statements are an integral part of this statement.

GENERAL CAPITAL FUND

## CITY OF PLAINFIELD

## GENERAL CAPITAL FUND

## BALANCE SHEETS - REGULATORY BASIS

	REF.	BALANCE DECEMBER 31, 2015	BALANCE DECEMBER 31, 2014
<u>ASSETS</u>			
Cash	C-2:C-3	\$ 9,336,281.88	\$ 9,334,137.10
Grants Receivable	C-7	1,219,062.50	732,500.00
Deferred Charges to Future Taxation:			
Funded	C-4	15,733,649.09	18,073,403.50
Unfunded	C-6	20,960,861.28	16,646,792.31
		<u>\$ 47,249,854.75</u>	<u>\$ 44,786,832.91</u>
<u>LIABILITIES, RESERVES AND FUND BALANCE</u>			
General Serial Bonds	C-11	\$ 14,915,000.00	\$ 17,065,000.00
Bond Anticipation Notes	C-16	18,500,000.00	16,527,000.00
Loans Payable	C-13	529,862.24	589,630.08
UCIA Leases Payable	C-15	288,786.85	418,773.42
Contracts Payable	C-12	6,089,913.40	4,113,430.55
Improvement Authorizations-Funded	C-9	2,445,055.85	2,911,649.90
Improvement Authorizations-Unfunded	C-9	3,489,981.59	1,896,354.20
Capital Improvement Fund	C-8	719,753.90	1,056,103.90
Reserve for South Avenue Business District	C-10	50,000.00	50,000.00
Fund Balance	C-1	221,500.92	158,890.86
		<u>\$ 47,249,854.75</u>	<u>\$ 44,786,832.91</u>

The accompanying Notes to the Financial Statements are an integral part of this statement.

CITY OF PLAINFIELD

GENERAL CAPITAL FUND

STATEMENT OF CAPITAL FUND BALANCE - REGULATORY BASIS

	<u>REF.</u>		
Balance, December 31, 2014	C		\$ 158,890.86
Increased by:			
Cancellation of Funded Improvement Authorizations	C-9	\$ 1,734.02	
Premium on Sale of Bond Anticipation Notes	C-2	<u>185,876.04</u>	
			\$ <u>187,610.06</u>
Decreased by:			
Anticipated Revenue - Current Fund	C-2		<u>125,000.00</u>
Balance, December 31, 2015	C		\$ <u><u>221,500.92</u></u>

The accompanying Notes to Financial Statements are an integral part of this statement.

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SEWER UTILITY FUND

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CITY OF PLAINFIELD

SEWER UTILITY FUND

BALANCE SHEETS - REGULATORY BASIS

<u>ASSETS</u>	<u>REF.</u>	<u>BALANCE DECEMBER 31, 2015</u>	<u>BALANCE DECEMBER 31, 2014</u>
Operating Fund:			
Cash	D-5	\$ <u>76,265.81</u>	\$ <u>82,559.57</u>
<u>TOTAL OPERATING FUND</u>	D	\$ <u>76,265.81</u>	\$ <u>82,559.57</u>
Capital Fund:			
Cash	D-5	\$	\$ 43,785.64
Fixed Capital	D-8	<u>1,439,000.00</u>	<u>1,439,000.00</u>
<u>TOTAL CAPITAL FUND</u>	D	\$ <u>1,439,000.00</u>	\$ <u>1,482,785.64</u>
		\$ <u><u>1,515,265.81</u></u>	\$ <u><u>1,565,345.21</u></u>
<u>LIABILITIES, RESERVES AND FUND BALANCE</u>			
Operating Fund:			
Liabilities:			
Interfunds	D-6	\$ 66,896.88	\$ 73,190.64
Accrued Interest on Bonds	D-11	<u>9,368.93</u>	<u>9,368.93</u>
<u>TOTAL OPERATING FUND</u>	D	\$ <u>76,265.81</u>	\$ <u>82,559.57</u>
Capital Fund:			
Serial Bonds Payable	D-10	\$ 180,000.00	\$ 240,000.00
Interfunds	D-7		43,785.64
Deferred Reserve for Amortization	D-9	<u>1,259,000.00</u>	<u>1,199,000.00</u>
<u>TOTAL CAPITAL FUND</u>	D	\$ <u>1,439,000.00</u>	\$ <u>1,482,785.64</u>
		\$ <u><u>1,515,265.81</u></u>	\$ <u><u>1,565,345.21</u></u>

The accompanying Notes to Financial Statements are an integral part of this statement.

CITY OF PLAINFIELD

SEWER UTILITY FUND

STATEMENTS OF OPERATIONS AND CHANGES IN FUND BALANCE - REGULATORY BASIS

	<u>REF.</u>	<u>YEAR ENDED DECEMBER 31, 2015</u>	<u>YEAR ENDED DECEMBER 31, 2014</u>
<u>REVENUE AND OTHER INCOME REALIZED</u>			
Miscellaneous Revenue Not Anticipated	D-3:D-5	\$ <u>209.38</u>	\$ <u>202.64</u>
<u>TOTAL INCOME</u>		\$ <u>209.38</u>	\$ <u>202.64</u>
<u>EXPENDITURES</u>			
Debt Service	D-4	\$ <u>66,687.50</u>	\$ <u>72,988.00</u>
<u>TOTAL EXPENDITURES</u>		\$ <u>66,687.50</u>	\$ <u>72,988.00</u>
(Deficit) in Revenue		\$ <u>(66,478.12)</u>	\$ <u>(72,785.36)</u>
Adjustments to Income Before Fund Balance:			
Realized from General Budget for Anticipated Deficit	D-3:D-5	\$ <u>66,478.12</u>	\$ <u>72,785.36</u>
Fund Balance, January 1	D	\$ 0.00	\$ 0.00
Less: Close Sewer Utility Operating Fund		<u>0.00</u>	<u>0.00</u>
Fund Balance, December 31	D	\$ <u><u>-0-</u></u>	\$ <u><u>-0-</u></u>

The accompanying Notes to Financial Statements are an integral part of this statement.

CITY OF PLAINFIELD  
SEWER UTILITY CAPITAL FUND  
STATEMENT OF CAPITAL FUND BALANCE-REGULATORY BASIS

	<u>REF.</u>	
Balance, December 31, 2014 and December 31, 2015	D	\$ <u><u>-0-</u></u>

The accompanying Notes to Financial Statements are an integral part of this statement.

CITY OF PLAINFIELD

SEWER UTILITY FUND

STATEMENT OF REVENUES - REGULATORY BASIS

YEAR ENDED DECEMBER 31, 2015

	<u>REF.</u>	<u>ANTICIPATED</u>	<u>REALIZED</u>	<u>EXCESS/ (DEFICIT)</u>
Anticipated Deficit (General Budget)	D-1:D-5	\$ <u>66,687.50</u>	\$ <u>66,478.12</u>	\$ <u>(209.38)</u>
<u>BUDGET TOTALS</u>		\$ <u>66,687.50</u>	\$ <u>66,478.12</u>	\$ <u>(209.38)</u>
Non-Budget Revenue	D-1:D-3:D-5	<u>                    </u>	<u>209.38</u>	<u>209.38</u>
<u>BUDGET TOTALS</u>	D-4	\$ <u><u>66,687.50</u></u>	\$ <u><u>66,687.50</u></u>	\$ <u><u>                    </u></u>

ANALYSIS OF NON-BUDGET REVENUE:

Miscellaneous:				
Interest on Investments			\$ <u>209.38</u>	
	D-1:D-3:D-5		\$ <u><u>209.38</u></u>	

The accompanying Notes to Financial Statements are an integral part of this statement.

CITY OF PLAINFIELD

SEWER UTILITY FUND

STATEMENT OF EXPENDITURES - REGULATORY BASIS

YEAR ENDED DECEMBER 31, 2015

	<u>APPROPRIATIONS</u>		<u>EXPENDED</u>
	<u>BUDGET</u>	<u>BUDGET AFTER</u>	<u>PAID OR</u>
		<u>MODIFICATION</u>	<u>CHARGED</u>
<u>DEBT SERVICE:</u>			
Payment of Bond Principal	\$ 60,000.00	\$ 60,000.00	\$ 60,000.00
Interest on Bonds	6,687.50	6,687.50	6,687.50
	<u>\$ 66,687.50</u>	<u>\$ 66,687.50</u>	<u>\$ 66,687.50</u>
	<u>REF.</u>	D-3	
Disbursements	D-5		\$ 60,000.00
Accrued Interest on Bonds	D-11		6,687.50
	D-1		<u>\$ 66,687.50</u>

The accompanying Notes to Financial Statements are an integral part of this statement.

GENERAL FIXED ASSETS ACCOUNT GROUP

CITY OF PLAINFIELD

GENERAL FIXED ASSETS ACCOUNT GROUP

BALANCE SHEET - REGULATORY BASIS

	BALANCE DECEMBER <u>31, 2015</u>	BALANCE DECEMBER <u>31, 2014</u>
General Fixed Assets:		
Land	\$ 14,810,966.00	\$ 14,810,966.00
Buildings and Improvements	10,694,500.00	10,694,500.00
Machinery and Equipment	<u>17,276,582.00</u>	<u>16,901,333.00</u>
	\$ <u>42,782,048.00</u>	\$ <u>42,406,799.00</u>
Investments in General Fixed Assets	\$ <u>42,782,048.00</u>	\$ <u>42,406,799.00</u>

The accompanying Notes to the Financial Statements are an integral part of this statement.

NOTES TO FINANCIAL STATEMENTS

CITY OF PLAINFIELD

NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2015 AND 2014

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

The City of Plainfield is an instrumentality of the State of New Jersey established to function as a municipality. The City Council consists of elected officials and is responsible for the fiscal control of the City.

Except as noted below, the financial statements of the City of Plainfield include every board, body, officer or commission supported and maintained wholly or in part by funds appropriated by the City of Plainfield, as required by N.J.S.A. 40A:5-5. Accordingly, the financial statements of the City of Plainfield do not include the operations of the municipal library, first aid organization, volunteer fire companies, or the regional school district, inasmuch as their activities are administered by separate boards.

B. Description of Funds

The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. GASB codification establishes the presentation of basic financial statements into three fund types, the

The accounting policies of the City of Plainfield conform to the accounting principles applicable to municipalities which have been prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey. Such principles and practices are designed primarily for determining compliance with legal provisions and budgetary restrictions and as a means of reporting on the stewardship of public officials with respect to public funds. Under this method of accounting, the financial transactions and accounts of the City of Plainfield are organized on the basis of funds and an account group which is different from the fund structure required by GAAP. A fund or account group is an accounting entity with a separate set of self-balancing accounts established to record the financial position and results of operation of a specific governmental activity. As required by the Division of Local Government Services, the City accounts for its financial transactions through the following individual funds and account group:

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Description of Funds (Continued)

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

Trust Fund – receipts, custodianship and disbursements of funds in accordance with the purpose of which each reserve was created.

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

Sewer Operating and Capital Funds – account for the operations and acquisition of capital facilities of the municipally-owned sewer utility.

Public Assistance Fund – receipt and disbursement of funds that provide assistance to certain residents of the City pursuant to Title 44 of New Jersey statutes.

General Fixed Assets Account Group – utilized to account for property, land, buildings and equipment that have been acquired by other 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 generally accepted accounting principles applicable to local governmental units. The more significant accounting policies and differences in the State of New Jersey are as follows:

A modified accrual basis of accounting is followed with minor exceptions.

Revenues - are recorded when received in cash except for certain amounts which are due from other governmental units. Federal and state grants are realized as revenue when anticipated in the City's budget. Receivables for property taxes are recorded with offsetting reserves on the balance sheet of the City's Current Fund; accordingly, such amounts are not recorded as revenue until collected. Other amounts that are due the City which are susceptible to accrual are also recorded as receivables with offsetting reserves and recorded as revenue when received. GAAP requires revenues to be recognized in the accounting period when they become susceptible to accrual, reduced by an allowance for doubtful accounts.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Basis of Accounting (Continued)

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 and constitute part of the City's statutory Appropriation Reserve balance. Appropriation reserves covering unexpended appropriation balances are automatically created at December 31st of each year and recorded as liabilities except for amounts which 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 and utility bonds and notes are provided on the cash basis; interest on general capital indebtedness is on the cash basis, whereas interest on utility indebtedness is on the accrual basis.

Encumbrances - contractual orders at December 31 are reported as expenditures through the establishment of encumbrances payable. Under GAAP, encumbrances outstanding at year end are reported as reservations of fund balance because they do not constitute expenditures or liabilities.

Foreclosed Property - foreclosed property is recorded in the Current Fund at the assessed valuation when such property was acquired and is fully reserved. GAAP requires such property to be recorded in the General Fixed Assets Account Group at its market value.

Sale of Municipal Assets - the proceeds from the sale of municipal assets can be held in a reserve until anticipated as a revenue in a future budget. GAAP requires such proceeds to be recorded as a revenue in the year of sale.

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. GAAP does not require the establishment of an offsetting reserve.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Basis of Accounting (Continued)

General Fixed Assets – N.J.A.C. 5:30-5.6, Accounting for Governmental Fixed Assets, which differs in certain respects from generally accepted accounting principles, requires the inclusion of a statement of general fixed assets of the City as part of its basic financial statements. General fixed assets are defined as nonexpendable personal property having a physical existence, a useful life of more than one year and an acquisition cost of \$5,000.00 or more per unit.

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. No depreciation has been provided on general fixed assets or reported in the financial statements.

The City has developed a fixed assets accounting and reporting system based on an inspection and valuation prepared by an independent appraisal firm. Fixed assets are valued at historical cost or estimated historical cost if actual historical cost is not available. Land is stated at the assessed value contained in the City's most recent property revaluation. Buildings are stated at the most recent insurance replacement value. General Fixed Assets that have been acquired and are utilized in a governmental fund operation are accounted for in the General Fixed Assets Account Group rather than in a governmental fund.

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

Fixed assets acquired through grants in aid or contributed capital have not been accounted for separately.

Inventories of Supplies - the cost of inventories of supplies for all funds are recorded as expenditures at the time individual items are purchased. The cost of inventories is not included on the various balance sheets. GAAP requires the cost of inventories to be reported as a current asset and equally offset by a fund balance reserve.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Basis of Accounting (Continued)

Fixed Capital - Sewer Utility

Accounting for utility fund "fixed capital" remains unchanged under the requirements of N.J.A.C. 5:30-5.6.

Property and equipment purchased by the Sewer Utility Fund 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. The fixed capital reported is as taken from the municipal records and does not necessarily reflect the true condition of such fixed capital. Contributions in aid of construction are not capitalized. The balance in the Reserve for Amortization account in the utility capital fund represent charges to operations for the cost of acquisitions of property, equipment and improvements. The utility does not record depreciation on fixed assets.

Accounting and Financial Reporting for Pensions - In June 2012, the Governmental Accounting Standards Board (GASB) approved Statement No. 68 Accounting and financial reporting for pensions administered by state and local government employers. This Statement improves accounting and financial reporting by state and local governments for pensions. It also improves information provided by state and local government employers about financial support for pensions that is provided by other entities. This Statement results from a comprehensive review of the effectiveness of existing standards of accounting and financial reporting for pensions with regard to providing decision useful information, supporting assessments of accountability and interperiod equity, and creating additional transparency. This Statement replaces the requirement of Statement No. 27, *Accounting for Pension by State and Local Governmental Employers*, as well as the requirements of Statement No. 50, *Pension Disclosures*, as they relate to pensions that are provided through pension plans administered as trusts or equivalent arrangements that meet certain criteria. The requirements of Statements 27 and 50 remain applicable for pensions that are not covered by the scope of this Statement. This statement is effective for periods beginning after June 15, 2014.

In November of 2013, GASB approved Statement 71, Pension Transition for Contributions made Subsequent to the Measurement Date-an amendment to GASB No. 68. The objective of this Statement is to address an issue regarding application of the transition provisions of Statement No. 68, Accounting and Financial Reporting for Pensions. The issue relates to amounts associated with contributions, if any, made by a state or local government employer or non-employer contributing entity to a defined benefit pension plan after the measurement date of the government's beginning net pension liability.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Basis of Accounting (Continued)

Accounting and Financial Reporting for Pensions (Continued)

Statement 68 requires a state or local government employer (or non-employer contributing entity in a special funding situation) to recognize a net pension liability measured as of a date (the measurement date) no earlier than the end of its prior fiscal year. If a state or local government employer or non-employer contributing entity makes a contribution to a defined benefit pension plan between the measurement date of the reported net pension liability and the end of the government's reporting period, Statement 68 requires that the government recognize its contribution as a deferred outflow of resources.

In addition, Statement 68 requires recognition of deferred outflows of resources and deferred inflows of resources for changes in the net pension liability of a state or local government employer or nonemployer contributing entity that arise from other types of events.

At transition to Statement 68, if it is not practical for an employer or nonemployer contributing entity to determine the amounts of all deferred outflows of resources and deferred inflows of resources related to pensions, paragraph 137 of Statement 68 required that beginning balances for deferred outflows of resources and deferred inflows of resources not be reported. Consequently, if it is not practical to determine the amounts of all deferred outflows of resources and deferred inflows of resources related to pensions, contributions made after the measurement date of the beginning net pension liability could not have been reported as deferred outflows of resources at transition. This could have resulted in a significant understatement of an employer or nonemployer contributing entity's beginning net position and expense in the initial period of implementation.

This Statement amends paragraph 137 of Statement 68 to require that, at transition, a government recognize a beginning deferred outflow of resources for its pension contributions, if any, made subsequent to the measurement date of the beginning net pension liability. Statement 68, as amended, continues to require that beginning balances for other deferred outflows of resources and deferred inflows of resources related to pensions be reported at transition only if it is practical to determine all such amounts.

Under GAAP, municipalities are required to recognize the pension liability in Statements of Revenues, Expenses, Changes in Net Assets (balance sheets) and Notes to the Financial Statements in accordance with GASB 68. The liability required to be displayed by GASB 68 is displayed as a separate line item in the Unrestricted Net Assets area of the balance sheet.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Basis of Accounting (Continued)

Accounting and Financial Reporting for Pensions (Continued)

New Jersey's municipalities and counties do not follow GAAP accounting principles and, as such, do not follow GASB requirements with respect to recording the net pension liability as a liability on their balance sheets. However, N.J.A.C.5:30 6.1(c) (2) requires municipalities to disclose GASB 68 information in the Notes to the Financial Statements. The disclosure must meet the requirements of GASB 68.

D. Basic Financial Statements

The GASB codification also defines the financial statements of a governmental unit to be presented in the general purpose financial statements to be in accordance with GAAP. The City presents the financial statements listed in the table of contents of the "Requirements of Audit and Accounting Revision of 1987" as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey and which differ from the financial statements required by GAAP.

NOTE 2: CASH AND CASH EQUIVALENTS

The City considers petty cash, change funds, cash in banks and certificates of deposit as cash and cash equivalents.

A. Deposits

New Jersey statutes permit the deposit of public funds in institutions which are located in New Jersey and which meet the requirements of the Governmental Unit Deposit Protection Act (GUDPA) or the State of New Jersey Cash Management Fund. GUDPA requires a bank that accepts public funds to be a public depository. A public depository is defined as a state bank, a national bank, or a savings bank, which is located in the State of New Jersey, the deposits of which are insured by the Federal Deposit Insurance Corporation. The statutes also require public depositories to maintain collateral for deposits of public funds that exceed certain insurance limits. All collateral must be deposited with the Federal Reserve Bank or a banking institution that is a member of the Federal Reserve System and has capital funds of not less than \$25,000,000.00.

NOTE 2: CASH AND CASH EQUIVALENTS (CONTINUED)

A. Deposits (Continued)

The City of Plainfield had the following cash and cash equivalents at December 31, 2015:

<u>FUND</u>	<u>Cash on Deposit</u>	<u>Deposits in Transit / Other</u>	<u>Outstanding Checks / Other</u>	<u>TOTAL</u>
Current Fund	\$ 16,468,409.50	\$ 305,879.85	\$ (2,049,675.07)	\$ 14,724,614.28
Grant Fund	3,818,864.71		(3,000.00)	3,815,864.71
Assessment Trust Fund	1,160.78			1,160.78
Animal Control Trust Fund	7,758.05			7,758.05
Trust Other Fund	12,293,316.17		(192,449.55)	12,100,866.62
General Capital Fund	9,336,281.88			9,336,281.88
Sewer Utility Operating Fund	76,265.81			76,265.81
<u>TOTAL DECEMBER 31, 2015</u>	<u>\$ 42,002,056.90</u>	<u>\$ 305,879.85</u>	<u>\$ (2,245,124.62)</u>	<u>\$ 40,062,812.13</u>

Custodial Credit Risk – Deposits – Custodial credit risk is the risk that in the event of a bank failure, the deposits may not be returned. The City does not have a specific deposit policy for custodial credit risk other than those policies that adhere to the requirements of statute. As of December 31, 2015, based upon the coverage provided by FDIC and NJ GUDPA, no amount of the bank balance was exposed to custodial credit risk. Of the cash on balance in the bank \$501,290.96 was covered by Federal Depository Insurance and \$41,500,765.94 was covered by NJ GUDPA.

NOTE 2: CASH AND CASH EQUIVALENTS (CONTINUED)

B. Investments

The purchase of investments by the City is strictly limited by the express authority of the New Jersey Local Fiscal Affairs Law, N.J.S.A. 40A:5-15.1. Permitted investments include any of the following type of securities:

1. Bonds or other obligations of the United States of America or obligations guaranteed by the United States of America;
2. Government money market mutual funds which are purchased from an investment company or investment trust which is registered with the Securities and Exchange Commission under the "Investment Company Act of 1940," 15 U.S.C. 80a-1 et seq., and operated in accordance with 17 C.F.R. § 270.2a-7 and which portfolio is limited to U.S. Government securities that meet the definition of an eligible security pursuant to 17 C.F.R. § 270.2a-7 and repurchase agreements that are collateralized by such U.S. Government securities in which direct investment may be made pursuant to paragraphs (1) and (3) of N.J.S.A. 5-15.1. These funds are also required to be rated by a nationally recognized statistical rating organization.
3. Any obligation that a federal agency or a federal instrumentality has issued in accordance with an act of Congress, which security has a maturity date not greater than 397 days from the date of purchase, provided that such obligation bears a fixed rate of interest not dependent on any index or other external factor;
4. Bonds or other obligations of the Local Unit or bonds or other obligations of school districts of which the Local Unit is a part or within which the school district is located.
5. Bonds or other obligations, having a maturity date not more than 397 days from date of purchase, approved by the Division of Investment of the Department of Treasury for investment by Local Units;
6. Local government investment pools that are fully invested in U.S. Government securities that meet the definition of eligible security pursuant to 17 C.F.R. § 270a-7 and repurchase agreements that are collateralized by such U.S. Government securities in which direct investment may be made pursuant to paragraphs (1) and (3) of N.J.S.A. 5-15.1. This type of investment is also required to be rated in the highest category by a nationally recognized statistical rating organization.
7. Deposits with the State of New Jersey Cash Management Fund established pursuant to section 1 of P.L. 1977, c.281 (C. 52:18A-90.4); or

NOTE 2: CASH AND CASH EQUIVALENTS (CONTINUED)

B. Investments

- 8. Agreements for the repurchase of fully collateralized securities if:
  - a. the underlying securities are permitted investments pursuant to paragraphs (1) and (3) of this subsection;
  - b. the custody of collateral is transferred to a third party;
  - c. the maturity of the agreement is not more than 30 days;
  - d. the underlying securities are purchased through a public depository as defined in section 1 of P.L. 1970, c.236 (C. 17:19-41); and
  - e. a master repurchase agreement providing for the custody and security of collateral is executed.

The City of Plainfield's investment activities during the year were in accordance with the above New Jersey Statute.

NOTE 3: MUNICIPAL DEBT

The Local Bond Law, Chapter 40A:2, governs the issuance of bonds to finance general municipal capital expenditures. All bonds are retired in annual installments within the statutory period of usefulness. All bonds issued by the City are general obligation bonds, backed by the full faith and credit of the City. Bond Anticipation Notes, which are issued to temporarily finance capital projects, shall mature and be paid off within ten years or financed by the issuance of bonds.

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 1.398%.

	<u>Gross Debt</u>	<u>Deductions</u>	<u>Net Debt</u>
Local School District Debt	\$ 18,845,000.00	\$ 18,845,000.00	
Sewer Utility Debt	180,000.00		\$ 180,000.00
General Debt	<u>36,720,723.52</u>	<u>315,000.00</u>	<u>36,405,723.52</u>
	<u>\$ 55,745,723.52</u>	<u>\$ 19,160,000.00</u>	<u>\$ 36,585,723.52</u>

Net debt of \$36,585,723.52 divided by equalized valuation basis per N.J.S.40A:2-2, as amended, of \$2,617,040,740.00 equals 1.398%.

NOTE 3: MUNICIPAL DEBT (CONTINUED)

SUMMARY OF MUNICIPAL DEBT

	December <u>31, 2015</u>	December <u>31, 2014</u>	December <u>30, 2013</u>
Issued:			
General:			
Bonds, Notes and Loans	\$ 33,944,862.24	\$ 34,181,630.08	\$ 36,490,343.47
Sewer Utility:			
Bonds and Notes	<u>180,000.00</u>	<u>240,000.00</u>	<u>305,000.00</u>
Debt Issued	\$ 34,124,862.24	\$ 34,421,630.08	\$ 36,795,343.47
Less:			
Cash on Hand to Pay Notes	<u>315,000.00</u>	<u>315,000.00</u>	<u>315,000.00</u>
Net Debt Issued	\$ 33,809,862.24	\$ 34,106,630.08	\$ 36,480,343.47
Authorized But Not Issued:			
General:			
Bonds and Notes	2,775,861.28	434,792.31	704,272.07
Sewer Utility:			
Bonds and Notes	<u>                    </u>	<u>                    </u>	<u>914.74</u>
Net Bonds and Notes Issued and Authorized But Not Issued	\$ <u>36,585,723.52</u>	\$ <u>34,541,422.39</u>	\$ <u>37,185,530.28</u>

BORROWING POWER UNDER N.J.S.40A:2-6 AS AMENDED

Equalized Valuation Basis- December 31, 2015	\$ <u>2,617,040,740.00</u>
3-1/2% of Equalized Valuation Basis	\$ 91,596,425.90
Net Debt	<u>36,585,723.52</u>
Remaining Borrowing Power	\$ <u>55,010,702.38</u>

\*Equalized Valuation Basis is the average of the equalized valuation of real estate, including improvements, and the assessed valuation of Class II Rail Road Property of the City of Plainfield for the last three (3) preceding years.

NOTE 3: MUNICIPAL DEBT (CONTINUED)

CALCULATION OF "SELF-LIQUIDATING PURPOSE"  
SEWER UTILITY PER N.J.S.40A:2-45

Cash Receipts from Fund Balance, Fees, Rents or Other Charges for Year	\$	209.38
Deductions:		
Debt Service		<u>(66,687.50)</u>
Deficit in Revenue - not self-liquidating	\$	<u><u>(66,478.12)</u></u>

Long-Term Debt Obligations:

General Serial Bonds:

\$22,100,000.00 2007 Bonds due in an annual installment of \$1,355,000.00 through September 2016 at a variable interest rate	\$1,355,000.00
\$13,090,000.00 2015 Refunding Bonds due in annual Installments of \$1,890,000.00 to \$2,465,000.00 through September 2022 at an interest rate of 4 percent	13,090,000.00
\$3,595,000.00 2010 Bonds due in annual installments of \$470,000.00 to \$525,000.00 through September 2016 at a variable interest rate	<u>470,000.00</u>
	<u><u>\$14,915,000.00</u></u>

Green Acres Loan Payable:

\$165,000.00 2004 Loans due in semi-annual installments of \$4,000.21 to \$5,555.06 through January 2022 at an interest rate of 2.00%	\$68,077.65
\$85,000.00 2004 Loans due in semi-annual installments of \$2,785.45 to \$3,572.15 through January 2018 at an interest rate of 2.00%	17,510.54
\$375,000.00 2007 Loans due in semi-annual installments of \$7,909.35 to \$11,543.91 through October 2026 at an interest rate of 2.00%	229,227.20
\$200,000.00 2010 Loan due in semi-annual installments of \$6,642.86 through January 2028 at an interest rate of 2.00%	<u>146,296.85</u>
	<u><u>\$461,112.24</u></u>

NOTE 3: MUNICIPAL DEBT (CONTINUED)

Long-Term Debt Obligations (Continued):

N.J. DCA Unsafe Building Demolition Loan Payable:

\$125,000.00 Loan due in annual installments of \$6,250.00 through October 2026 at an interest rate of 0.00% \$68,750.00

Sewer Utility Capital Bonds:

\$570,000.00 2010 Refunding Bonds due in annual installments of \$65,000.00 through September 2018 at an interest rate of 2.00% to 3.25% \$180,000.00

Bonds and Notes Authorized but not Issued:

There is \$2,460,861.28 General Capital Notes Authorized but not Issued at December 31, 2015.

SCHEDULE OF ANNUAL DEBT SERVICE FOR PRINCIPAL AND INTEREST FOR BONDED DEBT ISSUED AND OUTSTANDING AS OF DECEMBER 31, 2015

Calendar Year December 31	General Fund		Sewer Utility Fund		Total
	Principal	Interest	Principal	Interest	
2016	\$ 1,825,000.00	\$ 590,137.50	\$ 60,000.00	\$ 4,550.00	\$ 2,479,687.50
2017	1,890,000.00	523,600.00	55,000.00	2,937.50	2,471,537.50
2018	1,980,000.00	448,000.00	65,000.00	1,056.25	2,494,056.25
2019	2,145,000.00	368,800.00			2,513,800.00
2020	2,255,000.00	283,000.00			2,538,000.00
2021	2,355,000.00	192,800.00			2,547,800.00
2022	<u>2,465,000.00</u>	<u>98,600.00</u>			<u>2,563,600.00</u>
	<u>\$ 14,915,000.00</u>	<u>\$ 2,504,937.50</u>	<u>\$ 180,000.00</u>	<u>\$ 8,543.75</u>	<u>\$ 17,608,481.25</u>

NOTE 3: MUNICIPAL DEBT (CONTINUED)

SCHEDULE OF GREEN ACRES LOANS PAYABLE  
AS OF DECEMBER 31, 2015

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total Payment</u>
2016	\$ 46,048.22	\$ 8,993.16	\$ 55,041.38
2017	46,973.79	8,067.58	55,041.37
2018	44,310.10	7,123.41	51,433.51
2019	41,556.78	6,268.84	47,825.62
2020	42,392.06	5,433.57	47,825.63
2021	43,244.16	4,581.49	47,825.65
2022	38,502.76	3,712.27	42,215.03
2023	33,609.94	2,994.48	36,604.42
2024	34,285.50	2,318.91	36,604.41
2025	34,974.65	1,629.77	36,604.42
2026	35,677.64	926.79	36,604.43
2027	12,959.47	326.26	13,285.73
2028	6,577.11	65.77	6,642.88
	<u>\$ 461,112.18</u>	<u>\$ 52,442.30</u>	<u>\$ 513,554.48</u>

SCHEDULE OF URBAN AND RURAL CENTERS UNSAFE BUILDING  
DEMOLITION BOND LOAN PROGRAM AS OF DECEMBER 31, 2015

<u>Payment Number</u>	<u>Payment Due</u>	<u>PRINCIPAL</u>
10	10/23/16	\$ 6,250.00
11	10/23/17	6,250.00
12	10/23/18	6,250.00
13	10/23/19	6,250.00
14	10/23/20	6,250.00
15	10/23/21	6,250.00
16	10/23/22	6,250.00
17	10/23/23	6,250.00
18	10/23/24	6,250.00
19	10/23/25	6,250.00
20	10/23/26	6,250.00
		<u>\$ 68,750.00</u>

NOTE 4: SHORT-TERM DEBT

The City had the following short-term debt:

Bond Anticipation Notes:

Outstanding Bond Anticipation Notes are summarized as follows:

Bond Anticipation Notes:

\$18,500,000.00 bond anticipation notes issued 9/2/15 maturing  
on 9/1/16 at an interest rate of 1.75% \$ 18,500,000.00

NOTE 5: FUND BALANCES APPROPRIATED

Fund balances at December 31, 2015, which were appropriated and included as anticipated revenue in their own respective funds for the year ending December 31, 2016, as adopted were as follows:

Current Fund	\$5,935,029.16
Sewer Utility Fund	\$ -0-

NOTE 6: PROPERTY TAXES

Property taxes attach as an enforceable lien on property as of January 1. Taxes are levied based on the final adoption of the current year municipal budget, and are payable in four installments on February 1, May 1, August 1 and November 1. The City bills and collects its own property taxes and also the taxes for the County and the Regional School District. The collections and remittance of county and school taxes are accounted for in the Current Fund. City property tax revenues are recognized when collected in cash and any receivables are recorded with offsetting reserves on the balance sheet of the City's Current Fund.

Taxes collected in advance - Taxes collected in advance and recorded as cash liabilities in the financial statements are as follows:

	BALANCE DECEMBER <u>31, 2015</u>	BALANCE DECEMBER <u>31, 2014</u>
Prepaid Taxes	<u>\$405,359.98</u>	<u>\$328,565.93</u>

NOTE 7: COMPENSATED ABSENCES

Under the existing policy of the City, employees are allowed to accumulate unused sick pay over the life of their working careers, which may be taken as time off, or paid at a later date, at an agreed upon rate. As of December 31, 2015, the City estimates that the amount of such unpaid compensation is \$3,428,012.56. Under accounting principles and practices prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, accumulated cost of such paid compensation is not required to be reported in the financial statements as presented and any amounts required to be paid are raised in that year's budget and no liability is accrued on December 31, 2015.

NOTE 8: PENSION PLANS

Substantially all eligible employees participate in the Public Employees' Retirement System (PERS), or the Police, Firemen's Retirement System (PFRS) or the Defined Contribution Retirement System (DCRP), which have been established by state statute and are administered by the New Jersey Division of Pensions and Benefits. The Division issues a publicly available financial report that includes the financial statements and required supplementary information for the Public Employees Retirement System, Police and Fireman's Retirement System and Consolidated Police and Firemen's Pension Fund. These reports may be obtained by writing to the Division of Pensions and Benefits, P.O. Box 295, Trenton, New Jersey, 08625 or are available online at [www.nj.gov/treasury/pensions/annrpts.shtml](http://www.nj.gov/treasury/pensions/annrpts.shtml).

Plan Descriptions

Public Employees' Retirement System (PERS) - The Public Employees' Retirement System (PERS) was established as of January 1, 1955, under the provisions of N.J.S.A. 43:15A, to provide retirement, death, disability and medical benefits to certain qualified members. The PERS is a cost-sharing multiple employer plan. Membership is mandatory for substantially, all full-time employees of the State of New Jersey or any county, municipality, school district or public agency, provided the employee is not required to be a member of another state-administered retirement system or other state pension fund or local jurisdiction's pension fund.

Police and Fireman's Retirement System (PFRS) - The Police and Fireman's Retirement System (PFRS) was established as of July 1, 1944, under the provisions of N.J.S.A. 43:16A. to provide retirement, death, and disability benefits to its members. The PFRS is a cost-sharing multiple-employer plan. Membership is mandatory for substantially, all full-time county and municipal police or firemen or officer employees with police powers appointed after June 30, 1944.

Defined Contribution Retirement Program (DCRP) - The Defined Contribution Retirement Program (DCRP) was established July 1, 2007, under the provisions of Chapter 92, P.L. 2007 and Chapter 103, P.L 2007, and was expanded under the provisions of Chapter 89, P.L. 2009. The DCRP provides eligible employees and their beneficiaries with a tax-sheltered, defined contribution retirement benefit, along with life insurance coverage and disability coverage.

NOTE 6: PENSIONS (CONTINUED)

Vesting and Benefit Provisions

The vesting and benefit provisions for PERS are set by N.J.S.A. 43:15A and 43:36. All benefits vest after ten years of service, except for medical benefits, which vest after 25 years of service. Members may seek early retirement after achieving 25 years of service credit or they may elect deferred retirement after achieving ten years of service credit, In which case, benefits would begin the first day of the month after the member attains normal retirement age.

The vesting and benefit provisions for PFRS are set by N.J.S.A. 43:16A and 43:36. All benefits vest after ten years of service, except for disability benefits, which vest alter four years of service. Retirement benefits for age and service are available at age 55. Members may seek special retirement after achieving 25 years of creditable service or they may elect deferred retirement after achieving ten years of service.

Newly elected or appointed officials that have an existing DCRP account, or are a member of another State-administered retirement system are immediately invested in the DCRP. For newly elected or appointed officials that do not qualify for immediate vesting in the DCRP, employee and employer contributions are held during the initial year of membership. Upon commencing the second year of DCRP membership, the member is fully invested. However, if a member is not eligible to continue in the DCRP for a second year of membership, the member may apply for a refund of the employee contributions from the DCRP, while the employer contributions will revert back to the employer. Employees are required to contribute 5.5% of their base salary and employers contribute 3.0%.

Funding Policy

The contribution policy is set by New Jersey State Statutes and contributions are required by active members and contributing employers. Plan members and employer contributions may be amended by State of New Jersey legislation. During 2012 PERS provides for employee contributions of 6.5% of employees' annual compensation. Employers are required to contribute at an actuarially determined rate. The actuarially determined contribution includes funding for cost-of-living adjustments, noncontributory death benefits, and post-retirement medical premiums.

The contribution policy for PFRS is set by N.J.S.A. 43: 16A and requires contributions by active members and contributing employers. Plan member and employer contributions may be amended by State of New Jersey legislation. Employers are required to contribute at an actuarially determined rate. The annual employer contribution includes funding for basic retirement allowances, cost-of-living adjustments and noncontributory death benefits. During 2012, members contributed at a uniform rate of 10.00% of base salary.

Certain portions of the costs are contributed by the employees. The City's share of PERS and Police and Firemen's pension, which is based upon the annual billings received from the state, amounted to \$6,355,320.00 for 2015, \$5,911,398.56 for 2014 and \$6,597,423.12 for 2013.

NOTE 8: PENSIONS (CONTINUED)

Funding Policy (Continued)

The City's share for DCRP amounted to \$17,000.00 for 2015, \$15,718.08 for 2014 and \$3,590.74 for 2013.

All contributions were equal to the required contributions for each of the three years, respectively.

Certain City employees are also covered by Federal Insurance Contribution Act.

Pension Contribution Deferral

The State of New Jersey has enacted Public Law 2009, C.19, which authorizes the State Department of Treasury, Division of Pensions and Benefits to provide non-state contributing employers the option of paying an amount that represents a fifty percent (50%) reduction of the normal and accrued liability payment of the required contributions to the Police and Fire Retirement System (PFRS) and the Public Employees Retirement System (PERS) which would have been due April 1, 2011. If the deferral is elected, the amount deferred must be repaid, with interest, over a period of fifteen years, beginning in April, 2012; however, the contributing employer is permitted to pay off the obligation at any time by contacting the Division of Pension and Benefits for a payoff amount. The City of Plainfield has elected to defer a portion of its pension contributions as follows:

<u>Retirement System</u>	<u>Original Amount Deferred</u>	<u>Balance December 31, 2014</u>	<u>2015 Payments</u>	<u>Balance December 31, 2015</u>
PFRS	\$ 2,285,008.00	\$ 1,948,565.00	\$ 137,737.00	\$ 1,810,828.00
PERS	<u>427,039.00</u>	<u>363,568.00</u>	<u>26,158.00</u>	<u>337,410.00</u>
Total	<u>\$ 2,712,047.00</u>	<u>\$ 2,312,133.00</u>	<u>\$ 163,895.00</u>	<u>\$ 2,148,238.00</u>

Accounting and Financial Reporting for Pensions – GASB #68

The Governmental Accounting Standards Board (GASB) has issued Statement No. 68 "Accounting and Financial Reporting for Public Employees Pensions" and is effective for fiscal years beginning after June 15, 2014. This statement requires the State of New Jersey to calculate and allocate, for note disclosure purposes only, the unfunded net pension liability of Public Employees Retirement System (PERS) and the Police and Firemen's Retirement System (PFRS) of the participating municipality as of December 31, 2015. The statement does not alter the amounts of funds that must be budgeted for pension payments under existing state law.

NOTE 8: PENSIONS (CONTINUED)

Accounting and Financial Reporting for Pensions – GASB #68

Under accounting principles and practices prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, any unfunded net pension liability of the municipality, allocated by the State of New Jersey, is not required to be reported in the financial statements as presented and any pension contributions required to be paid are raised in that year's budget and no liability is accrued at December 31, 2015.

Public Employees Retirement System (PERS)

At June 30, 2015, the State reported a net pension liability of \$33,922,715.00 for the City of Plainfield's proportionate share of the total net pension liability. The total pension liability for the June 30, 2015 measurement date was determined by an actuarial valuation as of July 1, 2014, which was rolled forward to June 30, 2015. 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, 2015, the City's proportion was 0.1511168941 percent, which was a decrease of 0.0079441129 percent from its proportion measured as of June 30, 2014.

For the year ended June 30, 2015, the State recognized an actuarially determined pension expense of \$2,147,582.00 for the City of Plainfield's proportionate share of the total pension expense. The pension expense recognized in the City's financial statement based on the April 1, 2015 billing was \$1,311,276.00.

At June 30, 2015, the State reported deferred outflows of resources and deferred inflows of resources related to PERS from the following sources:

	<u>Deferred Inflow of Resources</u>	<u>Deferred Outflow of Resources</u>
Differences between expected and actual experience		\$809,277.00
Changes of assumptions		3,643,029.00
Net difference between projected and actual earnings on pension plan investments	\$545,412.00	
Changes in proportion and differences between City contributions and proportionate share of contributions	<u>1,261,876.00</u>	<u>833,570.00</u>
	<u>\$1,807,288.00</u>	<u>\$5,285,876.00</u>

NOTE 8: PENSION PLANS (CONTINUED)

Accounting and Financial Reporting for Pensions - GASB 68 (Continued)

Public Employees Retirement System (PERS) (Continued)

Other local amounts reported by the State as the City's proportionate share of deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in the State's actuarially calculated pension expense as follows:

Year Ended <u>June 30</u>	<u>Amount</u>
2016	\$634,703.00
2017	\$634,703.00
2018	\$634,703.00
2019	\$1,078,393.00
2020	\$496,086.00

Additional Information

Collective balances at June 30, 2015 and 2014 are as follows

	<u>6/30/2015</u>	<u>6/30/2014</u>
Collective deferred outflows of resources	\$5,086,138,484	\$1,032,618,058
Collective deferred inflows of resources	478,031,236	1,726,631,532
Collective net pension liability - local	22,447,996,119	18,722,735,003
City's Proportion	0.1511168941%	0.1590610070%

NOTE 8: PENSION PLANS (CONTINUED)

Accounting and Financial Reporting for Pensions - GASB 68 (Continued)

Public Employees Retirement System (PERS) (Continued)

Actuarial Assumptions

The total pension liability for the June 30, 2015 measurement date was determined by an actuarial valuation as of July 1, 2014, which rolled forward to June 30, 2015. The total pension liability for the June 30, 2014 measurement date was determined by an actuarial valuation as of July 1, 2013. These actuarial valuations used the following assumptions:

	<u>June 30, 2014</u>	<u>June 30, 2015</u>
Inflation	3.01 Percent	3.04 Percent
Salary Increases (based on age)		
2012-2021	2.15-4.40 Percent	2.15-4.40 Percent
Thereafter	3.15-5.40 Percent	3.15-5.40 Percent
Investment Rate of Return	7.90 Percent	7.90 percent

Mortality rates were based on the RP-2000 Combined Healthy Male and Female Mortality Tables (setback 1 year for males and females) for service retirement and beneficiaries of former members with adjustments for mortality improvements from the base year of 2012 based on Projection Scale AA. The RP-2000 Disabled Mortality Tables (setback 3 years for males and setback 1 year for females) are used to value disabled retirees

The actuarial assumptions used were based on the results of an actuarial experience study for the period July 1, 2008 to June 30, 2011. 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 the experience deviates, the larger the impact on future financial statements.

NOTE 8: PENSION PLANS (CONTINUED)

Accounting and Financial Reporting for Pensions - GASB 68 (Continued)

Public Employees Retirement System (PERS) (Continued)

Long-Term Rate of Return

In accordance with State statute, the long-term expected rate of return on plan investments 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. Best estimates of arithmetic real rates of return for each major asset class included in PERS's target asset allocation as of June 30, 2014 and June 30, 2015 are summarized in the following table:

<u>Asset Class</u>	<u>June 30, 2015</u>		<u>June 30, 2014</u>	
	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Cash	5.00%	1.04%	6.00%	0.80%
Core Bond			1.00%	2.49%
Intermediate Term Bonds			11.20%	2.26%
Mortgages	2.10%	1.62%	2.50%	2.17%
High Yield Bonds	2.00%	4.03%	5.50%	4.82%
Inflation Indexed Bonds	1.50%	3.25%	2.50%	3.51%
Broad U.S. Equities	27.25%	8.52%	25.90%	8.22%
Developed Foreign Markets	12.00%	6.88%	12.70%	8.12%
Emerging Market Equities	6.40%	10.00%	6.50%	9.91%
Private Equity	9.25%	12.41%	8.25%	13.02%
Hedge Funds/Absolute Returns	12.00%	4.72%	12.25%	4.92%
Real Estate (Property)	2.00%	6.83%	3.20%	5.80%
Commodities	1.00%	5.32%	2.50%	5.35%
U.S. Treasuries	1.75%	1.64%		
Investment Grade Credit	10.00%	1.79%		
Global Debt ex US	3.50%	-0.40%		
REIT	4.25%	5.12%		
	<u>100.00%</u>		<u>100.00%</u>	

NOTE 8: PENSION PLANS (CONTINUED)

Accounting and Financial Reporting for Pensions - GASB 68 (Continued)

Public Employees Retirement System (PERS) (Continued)

Discount Rate

The discount rate used to measure the total pension liability was 4.90% and 5.39% as of June 30, 2015 and 2014, respectively. This single blended discount rate was based on the long-term expected rate of return on pension plan investments of 7.9%, and a municipal bond rate of 4.30% and 4.29% as of June 30, 2015 and 2014, respectively, 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 average of the last five years of contributions made in relation to the last five years of recommended 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 2033. Therefore, the long-term expected rate of return on plan investments was applied to projected benefit payments through 2033, and the municipal bond rate was applied to projected benefit payments after that date in determining the total pension liability.

Sensitivity of the collective 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, 2015 respectively, 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:

	June 30, 2015		
	1% Decrease	At Current Discount Rate	1% Increase
	<u>3.90%</u>	<u>4.90%</u>	<u>5.90%</u>
City's proportionate share of the pension liability	\$42,161,784.00	\$33,922,715.00	\$27,015,139.00

Pension plan fiduciary net position

Detailed information about the pension plan's fiduciary net position is available in the separately issued Financial Report for the State of New Jersey Public Employees Retirement System (PERS).

NOTE 8: PENSION PLANS (CONTINUED)

Accounting and Financial Reporting for Pensions - GASB 68 (Continued)

Police and Firemen's Retirement System (PFRS)

At June 30, 2015, the State reported a net pension liability of \$103,506,015.00 for the City of Plainfield's proportionate share of the total PFRS net pension liability. The total pension liability for the June 30, 2015 measurement date was determined by an actuarial valuation as of July 1, 2014, which was rolled forward to June 30, 2015. 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, 2015, the City's proportion was 0.6214146220 percent, which was a decrease of 0.0353028812 percent from its proportion measured as of June 30, 2014.

For the year ended June 30, 2015, the State recognized an actuarially determined pension expense of \$9,371,781.00. The pension expense recognized in the City's financial statement based on the April 1, 2015 billing was \$5,044,044.00.

At June 30, 2015, the State reported deferred outflows of resources and deferred inflows of resources related to PFRS from the following sources:

	<u>Deferred Inflow of Resources</u>	<u>Deferred Outflow of Resources</u>
Differences between expected and actual experience	\$892,772.00	
Changes of assumptions		\$19,109,782.00
Net difference between projected and actual earnings on pension plan investments	1,801,431.00	
Changes in proportion and differences between the City's contributions and proportionate share of contributions	<u>3,872,388.00</u>	<u>5,330,073.00</u>
	<u>\$6,566,591.00</u>	<u>\$24,439,855.00</u>

NOTE 8: PENSION PLANS (CONTINUED)

Accounting and Financial Reporting for Pensions - GASB 68 (Continued)

Police and Firemen's Retirement System (PFRS) (Continued)

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

	Year Ended <u>June 30</u>	<u>Amount</u>
	2016	\$3,544,906.00
	2017	\$3,544,906.00
	2018	\$3,544,906.00
	2019	\$5,652,398.00
	2020	\$1,586,148.00

**Additional Information**

Collective balances at June 30, 2015 and 2014 are as follows

	<u>6/30/2015</u>	<u>6/30/2014</u>
Collective deferred outflows of resources	\$3,527,123,787	\$456,706,121
Collective deferred inflows of resources	466,113,435	1,283,652,103
Collective net pension liability - local	16,656,514,197	12,579,072,492
City's Proportion	0.6214146220%	0.6567175032%

NOTE 8: PENSION PLANS (CONTINUED)

Accounting and Financial Reporting for Pensions - GASB 68 (Continued)

Police and Firemen’s Retirement System (PFRS) (Continued)

Actuarial Assumptions

The total pension liability for the June 30, 2015 measurement date was determined by an actuarial valuation as of July 1, 2014, which rolled forward to June 30, 2015. The total pension liability for the June 30, 2014 measurement date was determined by an actuarial valuation as of July 1, 2013. This actuarial valuation used the following assumptions:

Inflation	3.04 Percent	3.01 Percent
Salary Increases (based on age)		
2012-2021	2.60-9.48 Percent	3.95-8.62 Percent
Thereafter	3.60-10.48 Percent	4.95-9.62 Percent
Investment Rate of Return	7.90 Percent	7.90 Percent

Mortality rates used for the July 1, 2014 valuation were based on the RP-2000 Combined Healthy Mortality Tables projected one year using Projection Scale AA and one year using Projection Scale BB for male service retirements with adjustments for mortality improvements from the base year based on Projection Scale BB. Mortality rates were based on the RP-2000 Combined Healthy Mortality Tables projected fourteen years using Projection Scale BB for female service retirements and beneficiaries with adjustments for mortality improvements from the base year of 2014 based on Projection Scale BB.

Mortality rates used for the July 1, 2013 valuation were based on the RP-2000 Combined Healthy Male and Female Mortality Tables (setback one year for females) with adjustments for mortality improvements from the base year of 2011 based on Projection Scale AA.

The actuarial assumptions used in the July 1, 2014 valuation were based on the results of an actuarial experience study for the period July 1, 2010 to June 30, 2013

The actuarial assumptions used in the June 30, 2013 valuation were based on the results of an actuarial experience study for the period July 1, 2007 to June 30, 2010.

NOTE 8: PENSION PLANS (CONTINUED)

Accounting and Financial Reporting for Pensions - GASB 68 (Continued)

Police and Firemen's Retirement System (PFRS) (Continued)

Actuarial Assumptions (Continued)

In accordance with State statute, the long-term expected rate of return on plan investments (7.90% at June 30, 2015) 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, 2015 are summarized in the following table:

<u>Asset Class</u>	<u>June 30,2015</u>		<u>June 30,2014</u>	
	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Cash	5.00%	1.04%	6.00%	0.80%
Core Bonds			1.00%	2.49%
Intermediate- Term Bonds			11.20%	2.26%
Mortgages	2.10%	1.62%	2.50%	2.17%
High Yield Bonds	2.00%	4.03%	5.50%	4.82%
Inflation-Indexed Bonds	1.50%	3.25%	2.50%	3.51%
Broad US Equities	27.25%	8.52%	25.90%	8.22%
Developed Foreign Equities	12.00%	6.88%	12.70%	8.12%
Emerging Market Equities	6.40%	10.00%	6.50%	9.91%
Private Equity	9.25%	12.41%	8.25%	13.02%
Hedge Funds Absolute Return	12.00%	4.72%	12.25%	4.92%
Real Estate (Property)	2.00%	6.83%	3.20%	5.80%
Commodities	1.00%	5.32%	2.50%	5.35%
Global Debt ex US	3.50%	-0.40%		
REIT	4.25%	5.12%		
US Treasuries	1.75%	1.64%		
Investment Grade Credit	10.00%	1.79%		
	<u>100.00%</u>		<u>100.00%</u>	

NOTE 8: PENSION PLANS (CONTINUED)

Accounting and Financial Reporting for Pensions - GASB 68 (Continued)

Police and Firemen's Retirement System (PFRS) (Continued)

Discount Rate

The discount rate used to measure the total pension liability was 5.79% and 6.32% as of June 30, 2015 and 2014, respectively. This single blended discount rate was based on the long-term expected rate of return on pension plan investments of 7.90%, and a municipal bond rate of 3.80% and 4.29% as of June 30, 2015 and 2014, respectively, 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 average of the last five years of contributions made in relation to the last five years of recommended 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 2045. Therefore, the long-term expected rate of return on plan investments was applied to projected benefit payments through 2045, and the municipal bond rate was applied to projected benefit payments after that date in determining the total pension liability.

Sensitivity of the collective 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, 2015 respectively, 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:

	June 30, 2015		
	1% Decrease <u>4.79%</u>	At Current Discount Rate <u>5.79%</u>	1% Increase <u>6.79%</u>
City's proportionate share of the PFRS pension liability	\$136,453,788.00	\$103,506,015.00	\$76,640,049.00

Pension plan fiduciary net position.

Detailed information about the pension plan's fiduciary net position is available in the separately issued Financial Report for the State of New Jersey Police and Firemen's Retirement System (PFRS).

NOTE 9: LITIGATION

The City Attorneys' litigation confirmation letters indicate that the City is a defendant in certain lawsuits against the City claiming certain civil rights violations related to actions of Plainfield police officers which led to the arrest and conviction of such plaintiffs. Counsel has indicated that as of the date of audit, it is difficult to estimate a range of loss for such cases, but that demands against the City are significant.

NOTE 10: CONTINGENT LIABILITIES

The City participates in several financial assistance grant programs. Entitlement to the funds is generally conditional upon compliance with terms and conditions of the grant agreements and applicable regulations, including the expenditure of funds for eligible purposes. The grants received and expended in 2015 were subject to a Single Audit under U.S. Office of Management and Budget (OMB) Federal Guidance and State of New Jersey OMB 15-08, which mandates that grant revenues and expenditures be audited in conjunction with the City's annual audit. Findings and questioned costs, if any, relative to financial assistance programs will be discussed in detail in Part II, Report Section of the 2015 audit. In addition, these programs are also subject to compliance and financial audits by the grantors or their representatives. As of December 31, 2015, the City does not believe that any material liabilities will result from such audits.

NOTE 11: RISK MANAGEMENT

The City has established a self-insurance program in accordance with New Jersey Statute Chapter 40:10. The Statute enables the governing body of any local unit to provide insurance coverage for its exposure to a wide variety of property and liability casualty risks. The City self insures for auto liability, tort claims and workers compensation exposures. Additionally, the City is a member of the New Jersey Municipal Self Insurers' Joint Insurance Fund for excess liability and building insurance and maintains insurance policies, covering fire, flood, fine arts, health and employee fidelity.

At December 31, 2015, the City's exposure for claims incurred under the above self-insurance programs are not presently determinable. There is a balance in the self-insurance trust fund of \$370,732.97 at December 31, 2015.

NOTE 11: RISK MANAGEMENT (CONTINUED)

New Jersey Unemployment Compensation Insurance - The City has elected to fund its New Jersey Unemployment Compensation Insurance under the "Benefit Reimbursement Method". Under this plan, the City is required to reimburse the New Jersey Unemployment Trust Fund for benefits paid to its former employees and charged to its account with the State. The City is billed quarterly for amounts due to the State. Below is a summary of City contributions, employee contributions, reimbursements to the State for benefits paid, and the ending balance of the City's expendable trust fund for the current and previous two years:

<u>Year</u>	<u>Employee Contributions</u>	<u>City Contributions</u>	<u>Amount Reimbursed</u>	<u>Ending Balance</u>
2015	\$ 24,025.85	\$ 5,000.00	\$ 99,912.22	\$ 552,620.98
2014	46,752.92		69,079.64	623,507.35
2013	45,910.93	150,000.00	25,748.92	645,834.07

NOTE 12: INTERFUND RECEIVABLES AND PAYABLES

The following interfund balances remained on the balance sheet at December 31, 2015:

<u>Fund</u>	<u>Interfund Receivable</u>	<u>Interfund Payable</u>
Current Fund	\$ 1,198,589.14	\$
Grant Fund	249,945.28	1,225,907.41
Animal Control Fund		2,186.95
Trust Other Fund		153,543.18
Sewer Utility Operating Fund		66,896.88
	<u>\$ 1,448,534.42</u>	<u>\$ 1,448,534.42</u>

All balances resulted from the time lag between the dates that short-term loans were disbursed and payments between funds were received.

NOTE 13: CAPITAL LEASES

During the State Fiscal Year 2005, the City entered into an agreement with Union County Improvement Authority to lease purchase various capital projects for \$993,742.51. The projects to be funded include the purchase of various items of equipment. In accordance with the lease agreement, the City will be obligated to make the following remaining principal and interest payments:

<u>Payment Number</u>	<u>Payment Date</u>	<u>Principal Component</u>	<u>Interest Component</u>	<u>Total Payment</u>
22	06/01/16	\$	\$ 288.78	\$ 288.78
23	12/01/16	3,621.09	288.78	3,909.87
24	06/01/17		220.89	220.89
25	12/01/17	3,621.09	220.89	3,841.98
26	06/01/18		148.46	148.46
27	12/01/18	3,621.09	148.46	3,769.55
28	06/01/19		76.04	76.04
29	12/01/19	<u>3,802.14</u>	<u>76.05</u>	<u>3,878.19</u>
		<u>\$ 14,665.41</u>	<u>\$ 1,468.35</u>	<u>\$ 16,133.76</u>

During the State Fiscal Year 2007, the City entered into an agreement with Union County Improvement Authority to lease purchase various capital projects for \$1,940,840.62. The projects to be funded include the purchase of various items of equipment. In accordance with the lease agreement, the City will be obligated to make the following remaining principal and interest payments:

<u>Payment Number</u>	<u>Payment Date</u>	<u>Principal Component</u>	<u>Interest Component</u>	<u>Total Payment</u>
19	02/15/16	\$	\$ 5,480.41	\$ 5,480.41
20	08/15/16	126,365.48	5,480.41	131,845.89
21	02/15/17		2,953.10	2,953.10
22	08/15/17	29,531.15	2,953.10	32,484.25
23	02/15/18		2,362.48	2,362.48
24	08/15/18	29,531.15	2,362.48	31,893.63
25	02/15/19		1,771.86	1,771.86
26	08/15/19	29,531.15	1,771.86	31,303.01
27	02/15/20		1,181.24	1,181.24
28	08/15/20	29,531.15	1,181.24	30,712.39
29	02/15/21		590.62	590.62
30	08/15/21	<u>29,531.15</u>	<u>590.62</u>	<u>30,121.77</u>
		<u>\$ 274,021.23</u>	<u>\$ 28,679.42</u>	<u>\$ 302,700.65</u>

NOTE 14: DEFERRED COMPENSATION PLAN

The City offers its employees a choice of two deferred compensation plans created in accordance with Internal Revenue Code Section 403 (b) and 457. The plans, available to all City employees, permit them to defer a portion of their salaries until future years. The City does not make any contribution to the plan. The deferred compensation is not available to employees until retirement, death, disability, termination or financial hardships.

In accordance with the requirements of the Small Business Job Protection Act of 1996 and the funding requirements of Internal Revenue Code Section 457(g), the City's Plans were amended to require that all amounts of compensation deferred under the Plan are held for the exclusive benefits of plan participants and beneficiaries. All assets and income under the Plan are held in trust, in annuity contracts or custodial accounts. All assets of the Plan are held by independent administrators. The City has approved Nationwide Retirement Solutions and MetLife as administrators.

In accordance with IRS regulations, the accompanying financial statements do not include the City's Deferred Compensation Plan activities since the assets are not available to the City's general creditors. The City's Deferred Compensation Plan financial statements are contained in a separate review report.

NOTE 15: DEFICIENCY AGREEMENT

On October 17, 1997, the City of Plainfield entered into a Deficiency Agreement with the Plainfield Municipal Utilities Authority (PMUA) to provide or appropriate annually the sum or sums as may be necessary to sufficiently provide for any deficit in the operation and maintenance and debt service requirements of the PMUA. This Deficiency Agreement may be terminated at any time, after the payment in full of all obligations and bonds of the PMUA.

Subject to the Deficiency Agreement, on February 1, 1999, the PMUA issued Revenue Bonds in the amount of \$16,415,000.00. October 1, 2003, the PMUA issued \$1,935,000.00 of Sewer System Revenue Bonds and \$5,414,003.75 of Solid Waste System Revenue Bonds. On December 17, 2009, the PMUA issued \$11,020,000.00 Revenue Refunding Bonds, which were issued to currently refund the outstanding balance of the Series 1999 Revenue Bonds.

As of December 31, 2015, the amount of outstanding debt subject to the Deficiency Agreement was as follows:

	<u>12/31/2015</u>	<u>12/31/2014</u>
Sewer Revenue Bonds, Series 2003	\$ 990,000.00	\$ 1,090,000.00
Sewer Revenue Bonds, Series 2009	4,245,000.00	4,700,000.00
Solid Waste Revenue Bonds, Series 2003	5,326,235.00	5,577,322.00
Solid Waste Revenue Bonds, Series 2007	1,201,147.00	1,333,815.00
Solid Waste Revenue Bonds, Series 2009	<u>3,145,000.00</u>	<u>3,515,000.00</u>
	<u>\$ 14,907,382.00</u>	<u>\$ 16,216,137.00</u>

NOTE 16: GASB 45: OTHER POST-EMPLOYMENT BENEFITS (OPEB)

Plan Description. The City contributes to the State Health Benefits Program (SHBP) a cost-sharing, multiple-employer defined benefit postemployment healthcare plan administered by the State of New Jersey Division of Pensions and Benefits. 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 [hht://www.state.nj.us/treasury/pensions](http://www.state.nj.us/treasury/pensions).

Funding Policy. Contributions to pay for the health premiums of participating employees in the SHBP are billed to the City on a monthly basis. Participating employers are contractually required to contribute based on the amount of premiums attributable to their retirees. In accordance with Chapter 62, P.L. 1994, post-retirement medical benefits have been funded on a pay-as-you-go basis since 1994. Prior to 1994, medical benefits were funded on an actuarial basis. The City's contributions to SHBP for the years ended December 31, 2015, 2014, and 2013 were \$10,681,384.93, \$9,584,450.22 and \$10,617,015.00, respectively, which equaled the required contributions for each year.

NOTE 17: SUBSEQUENT EVENTS

The City of Plainfield has evaluated subsequent events occurring after the financial statement date through July 21, 2016 which is the date the financial statements were available to be issued. No items were noted for disclosure or adjustment.

CITY OF PLAINFIELD  
SUPPLEMENTARY SCHEDULES  
YEAR ENDED DECEMBER 31, 2015

## CITY OF PLAINFIELD

## CURRENT FUND

## SCHEDULE OF CASH - COLLECTOR-TREASURER

	<u>REF.</u>	<u>CURRENT FUND</u>	<u>GRANT FUND</u>
Balance, December 31, 2014	A	\$ 15,165,337.70	\$ 4,715,097.30
Increased by Receipts:			
Taxes Receivable	A-8	\$ 92,240,193.20	\$
State of New Jersey-Senior Citizens and Veterans Deductions	A-7	183,000.00	
Interfunds	A-10:A-12	15,242,067.80	3,329.47
Miscellaneous Reserves	A-27	2,632,556.85	
Revenue Accounts Receivable	A-13	15,541,864.85	
Miscellaneous Revenue Not Anticipated	A-2	862,803.34	
State Aid Receivable	A-26	308,450.00	
Accounts Receivable - SID Taxes	A-20	145,319.32	
Prepaid Taxes	A-18	405,359.98	
Tax Overpayments	A-17	190,789.78	
Refunds-2015 Appropriations	A-3	2,611,938.53	
Refunds-2014 Appropriation Reserves	A-14	2,917.52	
Reserve for Grants-Unappropriated	A-23		1,600.00
Grants Receivable	A-21		2,741,461.16
Reserve for Grants-Appropriated-Refunds	A-22		14,380.00
Tax Title Liens	A-9	56,808.49	
Petty Cash	A-5	125.00	
		<u>130,424,194.66</u>	<u>2,760,770.63</u>
		\$ 145,589,532.36	\$ 7,475,867.93
Decreased by Disbursements:			
Appropriations	A-3	\$ 70,709,689.75	\$
Appropriation Reserves	A-14	1,946,885.34	
Interfunds	A-10:A-12	17,143,645.46	400,487.31
Tax Overpayments	A-17	190,458.20	
Local District School Taxes Payable	A-24	24,362,601.00	
County Taxes Payable	A-25	13,697,212.81	
Municipal Open Space Taxes	A-2	122,316.59	
Reserve for Grants-Appropriated	A-22		3,259,515.91
Miscellaneous Reserves	A-27	2,681,579.52	
Accounts Payable	A-11	10,404.41	
Petty Cash	A-5	125.00	
		<u>130,864,918.08</u>	<u>3,660,003.22</u>
Balance, December 31, 2015	A	\$ <u>14,724,614.28</u>	\$ <u>3,815,864.71</u>

"A-5"

CITY OF PLAINFIELD

CURRENT FUND

SCHEDULE OF PETTY CASH

OFFICE

Senior Citizens

INCREASED BY:

DECREASED BY:

\$ 125.00

\$ 125.00

\$ 125.00

\$ 125.00

REF.

A-4

A-4

"A-6"

SCHEDULE OF CHANGE FUND

OFFICE

Court  
Collector

BALANCE  
DECEMBER 31  
2014 AND 2015

\$ 250.00  
550.00

\$ 800.00

REF.

A

CITY OF PLAINFIELD

CURRENT FUND

SCHEDULE OF DUE STATE OF NEW JERSEY  
FOR SENIOR CITIZENS AND VETERANS DEDUCTIONS

	<u>REF.</u>		
Balance, December 31, 2014 (Due From)	A		\$ 264,548.09
Increased by:			
Senior Citizens Deductions Per Tax Billing	A-7	\$ 80,000.00	
Veterans Deductions Per Tax Billing	A-7	121,750.00	
Deductions Allowed & Disallowed by Tax Collector	A-7	<u>8,250.00</u>	
			\$ 210,000.00
			<u>\$ 474,548.09</u>
Decreased by:			
Received From State	A-4		<u>183,000.00</u>
Balance, December 31, 2015 (Due From)	A		<u>\$ 291,548.09</u>

ANALYSIS OF STATE SHARE OF 2015 SENIOR  
CITIZENS AND VETERANS DEDUCTIONS

Senior Citizens Deductions Per Tax Billing	A-7	\$ 80,000.00	
Veterans Deductions Per Tax Billing	A-7	121,750.00	
Deductions Allowed & Disallowed by Tax Collector	A-7	<u>8,250.00</u>	
	A-8		<u>\$ 210,000.00</u>

CITY OF PLAINFIELD

CURRENT FUND

SCHEDULE OF TAXES RECEIVABLE AND ANALYSIS OF PROPERTY TAX LEVY

<u>YEAR</u>	<u>BALANCE DECEMBER 31, 2014</u>	<u>2015 LEVY</u>	<u>ADDED TAXES</u>	<u>2014</u>	<u>2015</u>	<u>CANCELED</u>	<u>TRANSFERRED TO TAX TITLE LIENS</u>	<u>BALANCE DECEMBER 31, 2015</u>
Prior	\$ 2,692,771.09	\$	\$ 42,250.00	\$	\$ 2,667,460.34	\$ 13,655.58	\$ 5,702.31	\$ 48,202.86
2015		92,862,743.12		328,565.93	89,792,689.87	378,297.41	98,024.59	2,265,165.32
	\$ 2,692,771.09	\$ 92,862,743.12	\$ 42,250.00	\$ 328,565.93	\$ 92,460,150.21	\$ 391,952.99	\$ 103,726.90	\$ 2,313,368.18

REF.

A

A-8

A-2

A-2

A-9

A

REF.

Collector

Overpayments Applied

Senior Citizens and Veterans Deductions

A-4

A-17

A-7

\$ 92,240,193.20

9,957.01

210,000.00

\$ 92,460,150.21

ANALYSIS OF 2015 PROPERTY TAX LEVY

TAX YIELD

General Property Tax

Added Taxes (54-4-63.1 et.seq.)

\$ 92,781,114.54

81,628.58

\$ 92,862,743.12

A-8

TAX LEVY

Local District School Tax (Abstract)

County Tax (Abstract)

County Open Space (Abstract)

A-2; A-24

\$ 13,298,687.78

384,103.73

\$

13,682,791.51

12,031.41

13,694,822.92

Local Tax for Municipal Purposes (Abstract)

Municipal Open Space Tax (Including Added)

Add: Taxes Under Billed

Local Tax for Municipal Purposes Levied

\$ 54,607,285.50

122,316.59

75,717.11

54,805,319.20

\$ 92,862,743.12

"A-9"

CITY OF PLAINFIELD

CURRENT FUND

SCHEDULE OF TAX TITLE LIENS

	<u>REF.</u>		
Balance, December 31, 2014	A		\$ 785,169.35
Increased by:			
Transfer From Taxes Receivable	A-8	\$ 103,726.90	
Transfer From SID Taxes Receivable	A-20	936.01	
Added Lien		<u>187,626.66</u>	
			<u>292,289.57</u>
			\$ <u>1,077,458.92</u>
Decreased by:			
Receipts	A-4	\$ 56,808.49	
Canceled		<u>17,306.58</u>	
			<u>74,115.07</u>
Balance, December 31, 2015	A		\$ <u><u>1,003,343.85</u></u>

"A-10"

GRANT FUND

SCHEDULE OF INTERFUNDS

Balance, December 31, 2014			
Due From	A	\$ 251,470.00	
Due To	A	<u>(1,814,185.43)</u>	
			\$ (1,562,715.43)
Increased by:			
Disbursements	A-4	\$ 400,487.31	
Receivables Canceled	A-21	374,311.69	
Transfer		<u>39,117.00</u>	
			<u>813,916.00</u>
			\$ <u>(748,799.43)</u>
Decreased by:			
Receipts	A-4	\$ 3,329.47	
Reserves Canceled	A-22	<u>223,833.23</u>	
			<u>227,162.70</u>
Balance, December 31, 2015			
Due From	A	\$ 249,945.28	
Due To	A	<u>(1,225,907.41)</u>	
			\$ <u><u>(975,962.13)</u></u>
<u>Analysis of Balance:</u>			
Current Fund			\$ <u><u>(975,962.13)</u></u>

CITY OF PLAINFIELD

CURRENT FUND

SCHEDULE OF RESERVE FOR ENCUMBRANCES

	<u>REF.</u>		
Balance, December 31, 2014	A		\$ 1,905,690.70
Increased by:			
2015 Budget Appropriations	A-3	\$ 1,548,932.18	
2014 Appropriation Reserves	A-14	<u>1,399,323.00</u>	
			<u>2,948,255.18</u>
			\$ 4,853,945.88
Decreased by:			
Refunds	A-4	\$ 10,404.41	
Transfer to Appropriation Reserves	A-14	<u>1,858,151.08</u>	
			<u>1,868,555.49</u>
Balance, December 31, 2015	A		\$ <u><u>2,985,390.39</u></u>



CITY OF PLAINFIELD

CURRENT FUND

SCHEDULE OF REVENUE ACCOUNTS RECEIVABLE

<u>ACCOUNTS</u>	<u>REF.</u>	<u>BALANCE DECEMBER 30, 2014</u>	<u>ACCRUED IN 2015</u>	<u>COLLECTED</u>	<u>BALANCE DECEMBER 31, 2015</u>
Licenses:					
Alcoholic Beverages	A-2	\$	\$ 70,360.00	\$ 70,360.00	\$
Board of Health	A-2		97,063.40	97,063.40	
Clerk	A-2		15,715.00	15,715.00	
Registrar	A-2		810.00	810.00	
Fees and Permits:					
Clerk	A-2		5,341.50	5,341.50	
Planning	A-2		75,263.93	75,263.93	
Vital Statistics	A-2		85,186.00	85,186.00	
Fire	A-2		16,298.00	16,298.00	
Police	A-2		23,346.84	23,346.84	
Construction Code Official	A-2		167,629.00	167,629.00	
Other	A-2		49,700.00	49,700.00	
Construction Code Official:					
Fees and Permits	A-2		446,294.00	446,294.00	
Municipal Court:					
Fines and Costs	A-2	74,917.68	907,575.33	891,137.54	91,355.47
Interest and Costs on Taxes	A-2		693,760.28	693,760.28	
Parking Meters and Permits	A-2		468,854.50	468,854.50	
Interest on Investments and Deposits	A-2		96,378.73	96,378.73	
Cable TV Franchise Fees	A-2		460,180.50	460,180.50	
Consolidated Municipal Property Tax Relief Aid	A-2		1,917,928.00	1,917,928.00	
Energy Receipts Tax	A-2		5,860,071.00	5,860,071.00	
P.I.L.O.T.:					
Presbyterian Homes	A-2		175,405.59	175,405.59	
Cedarbrook Park Apartments	A-2		235,740.60	235,740.60	
Liberty Village	A-2		160,197.57	160,197.57	
Leland Gardens	A-2		283,072.98	283,072.98	
Covenant House	A-2		36,197.40	36,197.40	
Horizons at Plainfield	A-2		114,985.88	114,985.88	
Allen Young Apartments	A-2		185,118.23	185,118.23	
Park Madison	A-2		394,318.80	394,318.80	
Park Madison - Other	A-2		64,452.22	64,452.22	
Services Provided to Grant Programs - Fringe Benefits	A-2		541,496.60	541,496.60	
Recreation Fees	A-2		26,281.60	26,281.60	
Bilingual Day Care Fees	A-2		11,012.16	11,012.16	
P.M.U.A. Revenue Sharing	A-2		1,686,822.00	1,686,822.00	
Certificates of Compliance	A-2		60,445.00	60,445.00	
Capital Surplus	A-2		125,000.00	125,000.00	
		\$ 74,917.68	\$ 15,558,302.64	\$ 15,541,864.85	\$ 91,355.47
<u>REF.</u>		<u>A</u>		<u>A-4</u>	<u>A</u>

CITY OF PLAINFIELD

CURRENT FUND

SCHEDULE OF 2014 APPROPRIATION RESERVES

	BALANCE DECEMBER 31, 2014	BALANCE AFTER TRANSFERS	PAID OR CHARGED	BALANCE LAPSED
<b>SALARIES AND WAGES</b>				
Mayor's Office	\$ 2,189.66	\$ 2,189.66	\$ 1,622.04	\$ 567.62
City Council	1.10	1.10		1.10
City Administrator	3,202.89	3,202.89	1,004.93	2,197.96
City Clerk	10,507.74	10,507.74	3,009.01	7,498.73
Deputy City Administrator	28,629.42	28,629.42	825.07	27,804.35
Corporation Counsel	10,630.79	10,630.79	1,217.31	9,413.48
Director of Administration and Finance	2,461.95	2,461.95	642.51	1,819.44
Personnel	8,401.30	8,401.30	2,719.68	5,681.62
Purchasing	1,710.03	1,710.03	1,485.06	224.97
Comptroller	24,090.79	24,090.79	4,778.16	19,312.63
Tax Collector	7,440.28	7,440.28	2,755.47	4,684.81
Assessments	1,896.23	1,896.23	1,681.27	214.96
Community Relations and Social Services	52,837.56	52,837.56	2,646.02	50,191.54
Senior Citizens	8,002.49	8,002.49	6,613.16	1,389.33
Health and Social Services	44,826.01	44,826.01	625.00	44,201.01
Director of Public Works	19,306.64	19,306.64	992.97	18,313.67
Engineering	1,499.94	1,499.94	1,064.17	435.77
Public Works	143,074.62	143,074.62	45,899.18	97,175.44
Planning	12,015.09	12,015.09	4,379.10	7,635.99
Planning Board	825.00	825.00		825.00
Board of Adjustment	675.00	675.00		675.00
Recreation	5,993.05	5,993.05	769.93	5,223.12
Recreation - Seasonal Employees	54,878.76	54,878.76	7,298.26	47,580.50
Media	13,065.32	13,065.32	1,724.89	11,340.43
Director of Public Affairs and Safety	1,652.03	1,652.03	1,020.69	631.34
School Crossing Guards	19,372.34	19,372.34		19,372.34
Police	526,357.18	426,357.18	353,417.66	72,939.52
Fire	353,650.63	353,650.63	279,296.83	74,353.80
Emergency Management	1,250.06	1,250.06		1,250.06
Signal	12,651.99	12,651.99	1,653.71	10,998.28
Municipal Court	113,500.98	113,500.98	7,194.30	106,306.68
Public Defender	0.18	0.18		0.18
Information Technology	7,188.22	7,188.22	2,841.11	4,347.11
Inspections	99,540.75	99,540.75	22,638.91	76,901.84
Community Development	38,743.88	38,743.88		38,743.88
Historic Preservation	200.00	200.00	150.00	50.00
<b>OTHER EXPENSES</b>				
Mayor's Office	5,330.78	10,753.53	5,663.12	5,090.41
City Council	1,499.55	2,919.32	1,769.01	1,150.31
City Administrator	9,502.63	11,546.85	2,283.22	9,263.63
Deputy City Administrator	27,943.19	64,146.04	36,412.25	27,733.79
Corporation Counsel	47,353.37	227,315.24	61,551.88	165,763.36
City Clerk	1,882.22	9,977.18	8,165.70	1,811.48
Director of Administration and Finance	640.82	30,642.67	30,034.35	608.32
Personnel	22,993.99	27,324.07	3,458.73	23,865.34
Purchasing	409.13	899.42	490.29	409.13
Administrative Services	22,981.59	47,609.84	29,512.74	18,097.10
Comptroller	16,573.94	19,819.62	3,367.75	16,451.87
Audit	1,659.00	9,384.00	7,725.00	1,659.00
Tax Collector	19,212.85	20,394.62	1,181.77	19,212.85
Assessments	1,495.55	10,989.84	9,463.44	1,526.40
Community Relations and Social Services	8,545.68	8,851.52	305.84	8,545.68
Bilingual Day Care	20,001.00	20,001.00		20,001.00
Senior Citizens	4,342.68	19,444.57	13,601.50	5,843.07
Health and Social Services	15,669.93	46,920.72	36,146.59	10,774.13
Director of Public Works	806.52	848.07	41.55	806.52
Animal Control	5,110.00	35,582.50	30,472.50	5,110.00
Engineering	29,411.07	106,138.28	84,222.21	21,916.07
Public Works	180.66	78,219.19	76,931.44	1,287.75
Snow Removal	1,808.04	16,404.91	14,595.93	1,808.98
Planning	3,724.48	25,224.48	21,500.00	3,724.48
Planning Board	5,285.84	17,424.94	12,139.10	5,285.84
Board of Adjustment	4,085.63	8,075.63	3,990.00	4,085.63
Recreation Outside Programs	5,770.50	28,922.69	27,857.69	1,065.00
Summer Pool Program	15.00	3,940.21	3,891.71	48.50

CITY OF PLAINFIELD  
CURRENT FUND  
SCHEDULE OF 2014 APPROPRIATION RESERVES

	<u>BALANCE</u> <u>DECEMBER</u> <u>31, 2014</u>	<u>BALANCE</u> <u>AFTER</u> <u>TRANSFERS</u>	<u>PAID OR</u> <u>CHARGED</u>	<u>BALANCE</u> <u>LAPSED</u>
<u>OTHER EXPENSES (CONTINUED)</u>				
Media	\$ 4,821.69	\$ 29,269.24	\$ 17,184.89	\$ 12,084.35
Auxiliary Police		4,200.00	4,200.00	
Director of Public Affairs and Safety	1,325.00	1,325.00		1,325.00
School Crossing Guards	27.42	2,483.11	2,423.68	59.43
Police	0.96	140,764.58	140,754.62	9.96
Fire	6,483.65	162,013.40	136,196.57	25,816.83
Emergency Management	538.35	734.35	196.00	538.35
Signal	5.90	9,695.33	9,414.97	280.36
Central Board of Veterans	1,250.00	2,000.00	750.00	1,250.00
Independence Day	514.20	3,009.20	2,495.00	514.20
Historic Preservation	337.50	6,337.50	6,000.00	337.50
Drake House		1,188.99	1,188.99	
Cultural & Heritage	5,093.60	19,731.02	19,731.02	
Beautification Committee	500.00	500.00		500.00
Youth Guidance Council	2,000.00	2,000.00		2,000.00
Shade Tree Commission	1,197.52	25,292.52	24,891.00	401.52
Municipal Court	468.14	13,144.55	12,485.40	659.15
Gasoline	101,878.81	138,413.09	34,993.05	103,420.04
Fuel Oil	12,000.00	19,447.08	7,447.08	12,000.00
Electricity	117,389.26	122,172.78	51,480.15	70,692.63
Telephone and Telegraph	2,655.89	130,909.86	118,226.65	12,683.21
Street Lighting	152,841.30	152,841.30	51,243.02	101,598.28
Fire Hydrant Usage	24,446.74	24,446.74		24,446.74
City Summer Youth	2,434.25	2,434.25		2,434.25
Accumulated Absences Buyouts	173,517.89	173,517.89	173,517.89	
Social Security System (O.A.S.I.)	89,701.61	89,701.61	235.95	89,465.66
Consolidated Police & Fire Pension	2,871.44	2,871.44		2,871.44
Defined Contribution Retirement System	381.92	381.92	369.68	12.24
Inspections	1,989.01	10,700.80	8,693.79	2,007.01
Group Insurance Plan for Employees	501,648.55	556,816.33	510,946.00	45,870.33
Workers' Compensation Insurance		78,980.35	78,980.35	
Other Insurance Premiums	95,182.11	695,657.04	610,391.35	85,265.69
Environmental Commission	1,000.00	1,000.00		1,000.00
Community Development	1.00	1.00		1.00
Information Technology	2,293.72	15,480.93	15,331.16	149.77
	<u>\$ 3,223,302.97</u>	<u>\$ 5,081,454.05</u>	<u>\$ 3,328,509.97</u>	<u>\$ 1,752,944.08</u>
Matching Funds for Grants	\$ 120,000.00	\$ 120,000.00		\$ 120,000.00
Maintenance for Public Library	28,485.36	28,485.36	14,780.85	13,704.51
	<u>\$ 3,371,788.33</u>	<u>\$ 5,229,939.41</u>	<u>\$ 3,343,290.82</u>	<u>\$ 1,886,648.59</u>
<u>REF.</u>	A-14			A-1
Balance, December 31, 2014	A:A-14	\$ 3,371,788.33		
Accounts Payable - Prior Year	A-11	1,858,151.08		
		<u>\$ 5,229,939.41</u>		
Disbursements	A-4		\$ 1,946,885.34	
Accounts Payable	A-11		1,399,323.00	
			<u>\$ 3,346,208.34</u>	
Less: Refunds	A-4		2,917.52	
			<u>\$ 3,343,290.82</u>	

"A-15"

CITY OF PLAINFIELD

CURRENT FUND

SCHEDULE OF FORECLOSED PROPERTY

REF.

Balance, December 31, 2014  
and December 31, 2015

A

\$ 2,636,600.00

"A-16"

GRANT FUND

SCHEDULE OF RESERVE FOR ACCOUNTS PAYABLE

Increased by:

Transferred from Grants Appropriated

A-22

\$ 93,786.63

Balance, December 31, 2015

A

\$ 93,786.63

"A-17"

CITY OF PLAINFIELD

CURRENT FUND

SCHEDULE OF TAX OVERPAYMENTS

	<u>REF.</u>		
Balance, December 31, 2014	A	\$	59,797.31
Increased by:			
Overpayments in 2015	A-4		<u>190,789.78</u>
		\$	<u>250,587.09</u>
Decreased by:			
Refunded	A-4	\$	190,458.20
Applied to Receivable	A-8		<u>9,957.01</u>
			<u>200,415.21</u>
Balance, December 31, 2015	A	\$	<u><u>50,171.88</u></u>

"A-18"

SCHEDULE OF PREPAID TAXES

Balance, December 31, 2014	A	\$	328,565.93
Increased by:			
Collected 2016 taxes	A-4		<u>405,359.98</u>
		\$	<u>733,925.91</u>
Decreased by:			
Applied to 2015 taxes			<u>328,565.93</u>
Balance, December 31, 2015	A	\$	<u><u>405,359.98</u></u>

CITY OF PLAINFIELD

CURRENT FUND

SCHEDULE OF DEFERRED CHARGES

REF.

Increased by:

Emergency - N.J.S.A. 40A:4-53.3c - Halsey Settlement	A-3	\$ <u>341,300.00</u>
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Balance, December 31, 2015	A	\$ <u><u>341,300.00</u></u>
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"A-20"

CITY OF PLAINFIELD

CURRENT FUND

SCHEDULE OF ACCOUNTS RECEIVABLE - SID TAXES

	<u>REF.</u>		
Balance, December 31, 2014	A		\$ 2,110.79
Increased by:			
Levy	A-27		146,336.48
			<u>\$ 148,447.27</u>
Decreased by:			
Receipts	A-4	\$ 145,319.32	
Transferred to Liens	A-9	<u>936.01</u>	
			<u>146,255.33</u>
Balance, December 31, 2015	A		<u><u>\$ 2,191.94</u></u>

"A-21"

GRANT FUND

SCHEDULE OF GRANTS RECEIVABLE

Balance, December 31, 2014	A		\$ 5,514,204.05
Increased by:			
Budget Appropriation	A-2	\$ 2,583,484.34	
CDBG Programs	A-22	<u>1,056,500.00</u>	
			<u>3,639,984.34</u>
			<u>\$ 9,154,188.39</u>
Decreased by:			
Receipts	A-4	\$ 2,741,461.16	
Unappropriated Applied	A-23	500,445.29	
Canceled	A-1:A-10	<u>374,311.69</u>	
			<u>3,616,218.14</u>
Balance, December 31, 2015	A		<u><u>\$ 5,537,970.25</u></u>

"A-22"

CITY OF PLAINFIELD

GRANT FUND

SCHEDULE OF RESERVE FOR  
GRANT PROGRAMS-APPROPRIATED

	<u>REF.</u>		
Balance, December 31, 2014	A		\$ 4,836,289.49
Increased by:			
Budget Appropriation	A-3	\$ 2,622,601.34	
CDBG Programs	A-21	1,056,500.00	
Receipts	A-4	<u>14,380.00</u>	
			<u>3,693,481.34</u>
			\$ 8,529,770.83
Decreased by:			
Disbursements	A-4	\$ 3,259,515.91	
Canceled	A-10	223,833.23	
Accounts Payable	A-16	<u>93,786.63</u>	
			<u>3,577,135.77</u>
Balance, December 31, 2015	A		\$ <u>4,952,635.06</u>

"A-23"

GRANT FUND

SCHEDULE OF RESERVE FOR GRANTS-  
UNAPPROPRIATED

Balance, December 31, 2014	A		\$ 3,830,296.43
Increased by:			
Receipts	A-4		<u>1,600.00</u>
			\$ 3,831,896.43
Decreased by:			
Applied to Receivable	A-21		<u>500,445.29</u>
Balance, December 31, 2015	A		\$ <u>3,331,451.14</u>

A detailed analysis of the federal and state reserves is on file in the office of the City Comptroller.

"A-24"

CITY OF PLAINFIELD

CURRENT FUND

SCHEDULE OF LOCAL SCHOOL DISTRICT TAXES PAYABLE

	<u>REF.</u>		
Balance, December 31, 2014 (Due From)	A	\$	2,000,000.00
Increased by:			
Disbursements	A-4		<u>24,362,601.00</u>
		\$	<u>26,362,601.00</u>
Decreased by:			
Levy	A-1:A-8		<u>24,362,601.00</u>
Balance, December 31, 2015 (Due From)	A	\$	<u><u>2,000,000.00</u></u>

"A-25"

SCHEDULE OF COUNTY TAXES PAYABLE

Balance, December 31, 2014	A	\$	14,421.30
Increased by:			
Levy	A-1:A-8	\$	13,682,791.51
Added and Omitted	A-1:A-8		<u>12,031.41</u>
			<u>13,694,822.92</u>
		\$	<u>13,709,244.22</u>
Decreased by:			
Disbursements	A-4		<u>13,697,212.81</u>
Balance, December 31, 2015	A	\$	<u><u>12,031.41</u></u>

CITY OF PLAINFIELD

CURRENT FUND

SCHEDULE OF STATE AID RECEIVABLE

	<u>REF.</u>	
Balance, December 31, 2014	A	\$ 344,387.50
Decreased by:		
Receipts	A-4	<u>308,450.00</u>
Balance, December 31, 2015	A	<u><u>\$ 35,937.50</u></u>



CITY OF PLAINFIELD

TRUST FUND

SCHEDULE OF TRUST CASH - COMPTROLLER

REF.	ASSESSMENT	ANIMAL CONTROL	OTHER
B	\$ 1,160.84	\$ 7,126.62	\$ 7,393,777.07
Balance, December 31, 2014			
Receipts:			
B-8	\$	\$	\$ 16,888,414.79
B-5		466.80	
B-7		2,809.00	
B-10			122,316.59
B-12			944.43
B-11			68,143,461.80
		3,275.80	85,155,137.61
	\$ 1,160.84	\$ 10,402.42	\$ 92,548,914.68
Disbursements:			
B-5	\$	\$ 409.00	\$
B-4:B-6:B-8	0.06	2,235.37	14,538,308.89
B-11			65,909,739.17
	0.06	2,644.37	80,448,048.06
B	\$ 1,160.78	\$ 7,758.05	\$ 12,100,866.62
Balance, December 31, 2015			

"B-2"

CITY OF PLAINFIELD

TRUST FUND

SCHEDULE OF DEPOSITS FOR FUTURE ASSESSMENTS

REF.

Balance, December 31, 2014 and December 31, 2015	B	\$ <u>545.00</u>
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"B-3"

SCHEDULE OF INTEREST PAYABLE ON DEPOSITS FOR FUTURE ASSESSMENTS

Balance, December 31, 2014 and December 31, 2015	B	\$ <u>615.78</u>
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"B-4"

SCHEDULE OF DUE CURRENT - ASSESSMENT TRUST FUND

Balance, December 31, 2014 (Due To)	B	\$ 0.06
Decreased by: Disbursements	B-1	\$ <u>0.06</u>

"B-5"

CITY OF PLAINFIELD

TRUST FUND

SCHEDULE OF ANIMAL CONTROL TRUST - DUE STATE OF NEW JERSEY

	<u>REF.</u>		
Balance, December 31, 2014	B	\$	160.60
Increased by:			
Receipts	B-1	\$	466.80
Adjustment	B-7		<u>0.60</u>
			\$ <u>467.40</u>
			\$ <u>628.00</u>
Decreased by:			
Disbursements	B-1		<u>409.00</u>
Balance, December 31, 2015	B	\$	<u><u>219.00</u></u>

"B-6"

ANIMAL CONTROL TRUST FUND

SCHEDULE OF DUE CURRENT FUND

Balance, December 31, 2014 (Due To)	B	\$	2,237.62
Increased by:			
Excess Reserve for Expenditures- Due Current Fund	B-7		<u>2,184.70</u>
		\$	<u>4,422.32</u>
Decreased by:			
Disbursements	B-1		<u>2,235.37</u>
Balance, December 31, 2015 (Due To)	B	\$	<u><u>2,186.95</u></u>

"B-7"

CITY OF PLAINFIELD

TRUST FUND

SCHEDULE OF RESERVE FOR ANIMAL CONTROL

	<u>REF.</u>		
Balance, December 31, 2014	B		\$ 4,728.40
Increased by:			
Licenses		\$ 2,594.00	
Late Fees		215.00	
	B-1	<u>2,809.00</u>	<u>2,809.00</u>
			\$ <u>7,537.40</u>
Decreased by:			
Excess Reserve for Expenditures -Due Current Fund	B-6	\$ 2,184.70	
Adjustment	B-5	0.60	
		<u>2,185.30</u>	<u>2,185.30</u>
Balance, December 31, 2015	B		\$ <u><u>5,352.10</u></u>

"B-8"

SCHEDULE OF - DUE CURRENT FUND - TRUST OTHER

Balance, December 31, 2014 (Due From)	B		\$ 2,675,010.26
Increased by:			
Disbursements	B-1		<u>14,538,308.89</u>
			\$ <u>17,213,319.15</u>
Decreased by:			
Receipts	B-1	\$ 16,888,414.79	
Canceled	B-11	478,447.54	
		<u>17,366,862.33</u>	<u>17,366,862.33</u>
Balance, December 31, 2015 (Due To)	B		\$ <u><u>153,543.18</u></u>

"B-9"

CITY OF PLAINFIELD

TRUST FUND

SCHEDULE OF RESERVE FOR ACCOUNTS PAYABLE

	<u>REF.</u>	
Balance, December 31, 2014	B	\$ 81,632.66
Increased by:		
Current Year Accounts Payable	B-11	191,776.42
		\$ <u>273,409.08</u>
Decreased by:		
Prior Year Accounts Payable	B-11	<u>81,632.66</u>
Balance, December 31, 2015	B	\$ <u><u>191,776.42</u></u>

"B-10"

SCHEDULE OF RESERVE FOR OPEN SPACE TRUST DEPOSITS

Increased by:		
Receipts	B-1	\$ <u>122,316.59</u>
Balance, December 31, 2015	B	\$ <u><u>122,316.59</u></u>

CITY OF PLAINFIELD

TRUST FUND

SCHEDULE OF VARIOUS RESERVES AND DEPOSITS

	BALANCE DECEMBER 31, 2014	INCREASES	DECREASES	BALANCE DECEMBER 31, 2015
Relocation	\$ 1,255.43	\$ 1,013.89	\$	\$ 2,269.32
Beautification Committee	10,185.61			10,185.61
AFLAC Flex One	7,514.24			7,514.24
Tax Collector	76,087.51			76,087.51
Off-Site Construction-Woodland Ave.	47,924.00			47,924.00
Maintenance of Woodland Ave. Estates	20,000.00			20,000.00
Engineering	28,492.01	25,950.00	13,900.00	40,542.01
Engineering Performance Bonds	40,629.56	9,509.00	7,212.00	42,926.56
Engineering Maintenance Bonds	19,669.31	299.63		19,968.94
Engineering Escrow	90,875.05	42,682.75	32,032.25	101,525.55
Sleepy Hollow Developer's Escrow		25,000.00	20,182.50	4,817.50
S. Second Street Redevelopment (RAD)		50,000.00	25,000.00	25,000.00
Mt. Olive Church	2,180.00			2,180.00
Ratzman Trust	12,723.43		1,591.76	11,131.67
Arlington Assoc. - Sale of Assets	8,365.49		8,365.49	
Reserve for Uniform Fire Safety	21,664.04	7,825.00	8,805.67	20,683.37
Reserve for Dedicated Fire Penalties		7,400.00		7,400.00
Forfeited Funds	90,168.05	73,570.03	15,000.00	148,738.08
Reserve For 3rd Party Inspections	26,628.85			26,628.85
Recycling Center	7,135.18			7,135.18
Snow Removal	1,144.52			1,144.52
Engineering Street Openings	46,601.93			46,601.93
Construction Escrow	545,971.63	94,880.00	74,655.00	566,196.63
Roll Off Dumpsters		4,500.00	2,500.00	2,000.00
Bilingual Day Care		22,647.62	15,272.41	7,375.21
Senior Citizen Trips	8,534.27			8,534.27
Recreation Trips	758.04	10,374.80	10,373.36	759.48
Senior Citizen Building Fund	7,512.50			7,512.50
National Night Out	41.26			41.26
July 4th Celebration	1,851.96			1,851.96
Cultural and Heritage	12,624.45			12,624.45
Drake House	100.00			100.00
Ycuth Guidance Council		1,300.00		1,300.00
Sade Tree		3,195.00	2,670.17	524.83
POAA	48,548.00	8,580.00	662.00	56,466.00
Public Defender	47,081.46	7,570.00	49,950.15	4,701.31
Municipal Alliance	94.91			94.91
Auto Liability-Police Vehicles	30,183.09	81,292.59	89,300.39	22,175.29
Auto Liability-Fire Vehicles		5,685.17	232.85	5,452.32
Auto Liability-Public Works Vehicles		14,578.42	892.00	13,686.42
Auto Liability	171,533.35	53,091.15		224,624.50
State Unemployment Insurance	623,507.35	29,025.85	99,912.22	552,620.98
Self Insurance	356,628.17	18,896.91	4,792.11	370,732.97
Accumulated Absences		172,295.48		172,295.48
CHAP	70,315.43	306,593.00	321,419.00	55,489.43
Workers Compensation	413,060.37	1,488,116.73	1,837,196.54	63,980.56
Auto General Liability	132,770.85	495,079.28	627,850.13	
Law Enforcement Trust Fund Forfeitures	340,785.77	57,513.57	302,874.26	95,425.08
Trust Agency	9,803.93	49,498,104.75	49,479,891.34	28,017.34
CDBG Program Income	989.44	80,376.96	80,376.96	989.44
Trust Escrow	379,772.82	1,601,485.68	1,534,814.40	446,444.10
Municipal Court Merchant Fee Account	3,783.93	6,182.90	7,718.24	2,248.59
Recreation Merchant and Fee Account		1,059.72	871.26	188.46
Outside Liens	972,011.91	7,292,018.58	7,888,658.67	375,371.82
Tax Premiums	5,250,590.00	6,627,400.00	4,014,990.00	7,863,000.00
	<u>\$ 9,988,099.10</u>	<u>\$ 68,225,094.46</u>	<u>\$ 66,579,963.13</u>	<u>\$ 11,633,230.43</u>

	REF	B	B
Receipts	B-1	\$ 68,143,461.80	
Prior Year Accounts Payable	B-9	<u>81,632.66</u>	
		<u>\$ 68,225,094.46</u>	
Disbursements	B-1		\$ 65,909,739.17
Accounts Payable	B-9		<u>191,776.42</u>
Canceled	B-8		<u>478,447.54</u>
			<u>\$ 66,579,963.13</u>

CITY OF PLAINFIELD

TRUST FUND

SCHEDULE OF DUE GRANT FUND

Balance, December 31, 2014 (Due From)	B	\$	944.43
Decreased by:			
Receipts	B-1	\$	<u>944.43</u>

CITY OF PLAINFIELD

GENERAL CAPITAL FUND

SCHEDULE OF GENERAL CAPITAL CASH

	<u>REF.</u>		
Balance, December 31, 2014	C		\$ 9,334,137.10
Increased by Receipts:			
Accounts Receivable	C-7	\$ 277,087.50	
Fund Balance	C-1	185,876.04	
Bond Anticipation Notes	C-16	18,500,000.00	
Refunds on Improvement Authorizations	C-9	206,276.42	
Due Current Fund	C-5	<u>188,303.09</u>	
			<u>19,357,543.05</u>
			\$ <u>28,691,680.15</u>
Decreased by Disbursements:			
Contracts Payable	C-12	\$ 3,101,026.21	
Bond Anticipation Notes	C-16	15,941,068.97	
Due Current Fund	C-5	188,303.09	
Anticipated Revenue - Current Fund	C-1	<u>125,000.00</u>	
			<u>19,355,398.27</u>
Balance, December 31, 2015	C		\$ <u><u>9,336,281.88</u></u>

"C-3"

CITY OF PLAINFIELD

GENERAL CAPITAL FUND

ANALYSIS OF GENERAL CAPITAL CASH

<u>IMPROVEMENT DESCRIPTION</u>	<u>BALANCE DECEMBER 31, 2015</u>
Capital Improvement Fund	\$ 719,753.90
Improvement Authorizations Funded "C-9"	2,445,055.85
Unfunded Improvements Expended Listed on "C-6"	(1,692,825.28)
Unexpended Proceeds of Bond Anticipation Notes on "C-6"	2,406,945.59
Fund Balance	221,500.92
Contracts Payable	6,089,913.40
Reserve for South Avenue Business District	50,000.00
Cash on Hand to Pay Notes	315,000.00
Grants Receivable	<u>(1,219,062.50)</u>
	<u>\$ 9,336,281.88</u>

REF.

C

"C-4"

CITY OF PLAINFIELD

GENERAL CAPITAL FUND

SCHEDULE OF DEFERRED CHARGES TO FUTURE TAXATION-FUNDED

	<u>REF.</u>		
Balance, December 31, 2014	C		\$ 18,073,403.50
Decreased by:			
Bonds Paid by Budget	C-11	\$ 2,150,000.00	
UCIA Leases Paid by Budget	C-15	129,986.57	
Loans Paid by Budget	C-13	<u>59,767.84</u>	
			<u>2,339,754.41</u>
Balance, December 31, 2015	C		\$ <u>15,733,649.09</u>

"C-5"

SCHEDULE OF DUE CURRENT FUND

Increased by:			
Disbursements	C-2		\$ 188,303.09
Decreased by:			
Receipts	C-2		\$ <u>188,303.09</u>



"C-7"

CITY OF PLAINFIELD  
GENERAL CAPITAL FUND  
SCHEDULE OF GRANTS RECEIVABLE

	<u>REF.</u>	
Balance, December 31, 2014	C	\$ 732,500.00
Increased by:		
Improvement Authorizations	C-9	<u>763,650.00</u>
		\$ 1,496,150.00
Decreased by:		
Receipts	C-2	<u>277,087.50</u>
Balance, December 31, 2015	C	<u><u>\$ 1,219,062.50</u></u>

An analysis of the Grants Receivable is on file in the Office of the City Comptroller.

"C-8"

SCHEDULE OF CAPITAL IMPROVEMENT FUND

Balance, December 31, 2014	C	\$ 1,056,103.90
Decreased by:		
Appropriated to Finance Improvement Authorizations	C-9	<u>336,350.00</u>
Balance, December 31, 2015	C	<u><u>\$ 719,753.90</u></u>

CITY OF PLAINFIELD  
GENERAL CAPITAL FUND

SCHEDULE OF IMPROVEMENT AUTHORIZATIONS

ORDINANCE NUMBER	IMPROVEMENT DESCRIPTION	DATE	ORDINANCE AMOUNT		BALANCE, DECEMBER 31, 2014		2015 AUTHORIZATIONS		CANCELED	CONTRACTS PAYABLE CANCELED	PAID OR CHARGED	BALANCE, DECEMBER 31, 2015		
			FUNDED	UNFUNDED	FUNDED	UNFUNDED	FUNDED	UNFUNDED						
1219	Various Capital Improvements	01/27/93	\$	6,449,700.00	\$	2,780.17	\$	9.00	\$		2,780.17	\$		
99-14	Improvement to South Avenue Corridor	09/21/99		550,000.00		9.00		9.00						
1169	Overlay	07/20/81		140,000.00										
1222A-1225	Various Capital Improvements	10/05/98		7,147,641.00		1,266.20		1,266.20						
1232	Various Capital Improvements	02/19/02		860,000.00		458.82		458.82						
1237	Various General Improvements	10/18/04		750,000.00		4,879.07					2,467.49	2,411.58		
1238	Various Capital Improvements	10/18/04		2,938,500.00		755,460.46				12,900.00	742,560.46			
1239	Various Capital Improvements	09/06/05		1,946,000.00		26,620.01				83,895.01				
1240	Various Capital Improvements	12/20/06		400,000.00		331,303.47				196,650.00	331,303.47			
1241	Various Street Improvements	07/18/07		7,400,000.00		242,831.64				46,181.64	46,181.64			
1242	Technology Capital Improvements	07/18/07		1,250,000.00		313,947.04				180,114.10	133,832.94			
1243	Various Capital Improvements	07/18/07		1,350,000.00		803,935.82				70,967.37	732,966.45			
1245/1246	Road Improvement Program	09/08/07/09		6,300,000.00		256,812.78				83,864.00	172,948.78			
1252	Various Road Improvements	5/14/12		8,252,000.00		252,790.71				236,630.10	16,160.61			
1253	Various Road Improvements	5/14/2012		2,494,800.95		1,329,475.71				314,839.79	95,155.25			
1255	Various Capital Improvements	5/13/13		3,160,000.00		363,602.06				128,811.49	1,014,635.92			
1408	Various Capital Improvements	5/12/14		653,650.00						2,796,799.72	360,642.06			
1258	Road Improvements	5/11/15		4,000,000.00						916,564.00	1,203,200.28			
1259	Capital Acquisitions & Improvements	8/17/15		2,000,000.00							1,083,036.00			
			\$	2,911,649.90	\$	1,896,354.20	\$	6,000,000.00	\$	1,734.02	\$	5,027,685.24	\$	2,445,055.85
				C		C		C-1		C-12		C-C-3		C-C-6
				REF										
	Deferred Charges To Future Taxation - Unfunded			C-6		\$	4,900,000.00							
	Capital Improvement Fund			C-8			336,350.00							
	Grant Receivable			C-7			763,650.00							
							\$	6,000,000.00						
	Contracts Payable			C-12						\$	5,233,959.66			
	Less: Refunds			C-2							206,276.42			
											\$	5,027,683.24		

CITY OF PLAINFIELD

GENERAL CAPITAL FUND

SCHEDULE OF RESERVE FOR SOUTH AVENUE BUSINESS DISTRICT

	<u>REF.</u>	
Balance, December 31, 2014 and December 31, 2015	C	\$ <u>50,000.00</u>



"C-12"

CITY OF PLAINFIELD

GENERAL CAPITAL FUND

SCHEDULE OF CONTRACTS PAYABLE

	<u>REF.</u>		
Balance, December 31, 2014	C		\$ 4,113,430.55
Increased by:			
Improvement Authorizations	C-9		<u>5,233,959.66</u>
			\$ 9,347,390.21
Decreased by:			
Disbursements	C-2	\$ 3,101,026.21	
Canceled	C-9	<u>156,450.60</u>	
			<u>3,257,476.81</u>
Balance, December 31, 2015	C		<u>\$ 6,089,913.40</u>

CITY OF PLAINFIELD

GENERAL CAPITAL FUND

SCHEDULE OF LOANS PAYABLE

	<u>REF.</u>	
Balance, December 31, 2014	C	\$ 589,630.08
Decreased by:		
Loan Paid by Budget	C-4	<u>59,767.84</u>
Balance, December 31, 2015	C	<u><u>\$ 529,862.24</u></u>

ANALYSIS OF BALANCE

Green Acres Loan	\$ 461,112.24
NJ Unsafe Building Demolition Loan	<u>68,750.00</u>
	<u><u>\$ 529,862.24</u></u>

CITY OF PLAINFIELD

GENERAL CAPITAL FUND

SCHEDULE OF BONDS AND NOTES AUTHORIZED BUT NOT ISSUED

<u>ORDINANCE NUMBER</u>	<u>IMPROVEMENT AUTHORIZATION</u>	<u>BALANCE DECEMBER 31, 2015</u>
1227	Removal, Replacement and Upgrade of Underground Storage Tanks	\$ 88,474.95
1230	Various Capital Improvements	59,000.00
1234	Park Improvement - Ball Field Lights	97,559.98
1239	Various General Improvements	57,275.00
1249	Library Improvements	114,000.00
1252	Various Road Improvements	126,068.97
1259	Capital Acquisitions & Improvements	1,900,000.00
Local Improvements:		
410	Infrastructure Improvements	17,982.38
412	Infrastructure Improvements	<u>500.00</u>
		\$ <u><u>2,460,861.28</u></u>

CITY OF PLAINFIELD

GENERAL CAPITAL FUND

SCHEDULE OF UCIA LEASES PAYABLE

<u>ISSUER</u>	<u>DATE OF ISSUE</u>	<u>ORIGINAL ISSUE</u>	<u>BALANCE DECEMBER 31, 2014</u>	<u>DECREASED</u>	<u>BALANCE DECEMBER 31, 2015</u>
Union County Improvement Authority	2004	\$ 993,742.51	\$ 18,386.71	\$ 3,621.09	\$ 14,765.62
Union County Improvement Authority	2007	1,940,840.62	400,386.71	126,365.48	274,021.23
		\$	<u>418,773.42</u>	<u>\$ 129,986.57</u>	<u>\$ 288,786.85</u>
			C	C-4	C

CITY OF PLAINFIELD

GENERAL CAPITAL FUND

SCHEDULE OF BOND ANTICIPATION NOTES PAYABLE

ORDINANCE	ORIGINAL DATE OF ISSUE	DATE OF ISSUE	DATE OF MATURITY	INTEREST RATE	BALANCE DECEMBER 31, 2014	INCREASED	DECREASED	BALANCE DECEMBER 31, 2015
1245/1246 - Road Improvement Program	09/15/10	09/04/14	09/03/15	1.00%	\$ 5,670,000.00	\$	\$ 5,670,000.00	\$
1252 - Various Road Improvements	12/27/12	09/04/14	09/03/15	1.00%	7,857,000.00		7,857,000.00	
1255 - Various Capital Improvements	05/13/13	09/04/14	09/03/15	1.00%	3,000,000.00		3,000,000.00	
1245/1246 - Road Improvement Program	09/15/10	09/02/15	09/01/16	1.75%		5,355,000.00		5,355,000.00
1252 - Various Road Improvements	12/27/12	09/02/15	09/01/16	1.75%		7,586,068.97		7,586,068.97
1255 - Various Capital Improvements	05/13/13	09/02/15	09/01/16	1.75%		3,000,000.00		3,000,000.00
1258 - Road Improvements	05/11/15	09/02/15	09/01/16	1.75%		2,558,931.03		2,558,931.03
					\$ 16,527,000.00	\$ 18,500,000.00	\$ 16,527,000.00	\$ 18,500,000.00
				REF.	C	C-2		C
				C-6			\$ 585,931.03	
				C-2			15,941,068.97	
							\$ 16,527,000.00	

"D-5"

CITY OF PLAINFIELD

SEWER UTILITY FUND

SCHEDULE OF CASH - COLLECTOR-TREASURER

	<u>REF.</u>		<u>OPERATING</u>		<u>CAPITAL</u>
Balance, December 31, 2014	D		\$ 82,559.57		\$ 43,785.64
Increased by Receipts:					
Deficit-General Budget	D-1:D-3	\$ 66,478.12		\$	
Miscellaneous Revenue Not Anticipated	D-1:D-3	209.38			
Interfunds	D-6	<u>66,896.88</u>			
			133,584.38		0.00
			<u>\$ 216,143.95</u>		<u>\$ 43,785.64</u>
Decreased by Disbursements:					
Appropriations	D-4	\$ 60,000.00		\$	
Interfunds	D-6:D-7	73,190.64		43,785.64	
Accrued Interest on Bonds	D-11	<u>6,687.50</u>			
			<u>139,878.14</u>		<u>43,785.64</u>
Balance, December 31, 2015	D		<u>\$ 76,265.81</u>		<u>\$ 0.00</u>

"D-6"

CITY OF PLAINFIELD

SEWER UTILITY FUND

SCHEDULE OF INTERFUNDS - OPERATING FUND

	<u>REF.</u>		
Balance, December 31, 2014 (Due To)	D	\$	73,190.64
Increased by:			
Receipts	D-5	\$	<u>66,896.88</u>
			140,087.52
Decreased by:			
Disbursements	D-5		<u>73,190.64</u>
Balance, December 31, 2015 (Due To)	D	\$	<u>66,896.88</u>
<u>ANALYSIS OF BALANCE:</u>			
Current Fund		\$	<u>66,896.88</u>

"D-7"

SCHEDULE OF INTERFUNDS - CAPITAL FUND

Balance, December 31, 2014 (Due To)	D	\$	43,785.64
Decreased by:			
Disbursements	D-5	\$	<u>43,785.64</u>





CITY OF PLAINFIELD

SEWER UTILITY CAPITAL FUND

SCHEDULE OF ACCRUED INTEREST ON BONDS

Balance, December 31, 2014	D	\$	9,368.93
Increased by:			
Budget Appropriation	D-4		<u>6,687.50</u>
		\$	<u>16,056.43</u>
Decreased by:			
Disbursements	D-5		<u>6,687.50</u>
Balance, December 31, 2015	D	\$	<u><u>9,368.93</u></u>

CITY OF PLAINFIELD

PART II

SINGLE AUDIT SECTION

REPORTS ON INTERNAL CONTROL OVER FINANCIAL  
REPORTING AND ON COMPLIANCE AND OTHER MATTERS  
BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN  
ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

REPORTS ON COMPLIANCE WITH REQUIREMENTS  
APPLICABLE TO EACH MAJOR FEDERAL AND STATE FINANCIAL  
ASSISTANCE PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE  
IN ACCORDANCE WITH THE UNIFORM GUIDANCE AND STATE OF  
NEW JERSEY OMB CIRCULAR 15-08

SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS AND  
STATE FINANCIAL ASSISTANCE

NOTES TO THE SCHEDULES OF EXPENDITURES OF FEDERAL  
AWARDS AND STATE FINANCIAL ASSISTANCE

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS



# SUPLEE, CLOONEY & COMPANY

CERTIFIED PUBLIC ACCOUNTANTS

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

The Honorable Mayor and Members  
of the City Council  
City of Plainfield  
County of Union  
Plainfield, New Jersey 07061

We have audited, in accordance with the 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 and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the regulatory financial statements of the various individual funds and the account group of the City of Plainfield, as of and for the year ended December 31, 2015, and the related notes to the financial statements, which collectively comprise the City's regulatory financial statements, and have issued our report thereon dated July , 2016. Our report disclosed that, as described in Note 1 to the financial statements, the City of Plainfield prepares its financial statements on a basis of accounting prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, that demonstrates compliance with a modified accrual basis and the budget laws of the State of New Jersey, which is a comprehensive basis of accounting other than U.S. generally accepted accounting principles.

### ***Internal Control Over Financial Reporting***

In planning and performing our audit of the regulatory financial statements, we considered the 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 opinions 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 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 City'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.

# SUPLEE, CLOONEY & COMPANY

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. We noted other matters in the internal control which are discussed in Part III, General Comments and Recommendations section of the audit report.

## ***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*. We noted other matters of noncompliance which are discussed in Part III, General Comments and Recommendations section of the audit report.

## ***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 City'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 City's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

  
CERTIFIED PUBLIC ACCOUNTANTS

  
REGISTERED MUNICIPAL ACCOUNTANT NO. 50

July , 2016



# SUPLEE, CLOONEY & COMPANY

CERTIFIED PUBLIC ACCOUNTANTS

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**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE  
WITH REQUIREMENTS APPLICABLE TO MAJOR FEDERAL AND  
STATE FINANCIAL ASSISTANCE PROGRAMS AND  
INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE  
UNIFORM GUIDANCE AND NEW JERSEY OMB CIRCULAR 15-08**

The Honorable Mayor and Members  
of the City Council  
City of Plainfield  
County of Union  
Plainfield, New Jersey 07061

***Report on Compliance for Each Major Federal and State Program***

We have audited the City of Plainfield's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* and the *New Jersey OMB State Grant Compliance Supplement* that could have a direct and material effect on each of the City of Plainfield's major federal and State programs for the year ended December 31, 2015. The City's major federal and State programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

**Management's Responsibility**

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

**Auditor's Responsibility**

Our responsibility is to express an opinion on compliance for each of the City of Plainfield's major federal and state programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance) and New Jersey OMB Circular 15-08. Those standards, the Uniform Guidance and New Jersey OMB Circular 15-08 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal or state program occurred. An audit includes examining, on a test basis, evidence about the City of Plainfield's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

## SUPLEE, CLOONEY & COMPANY

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal and state program. However, our audit does not provide a legal determination of the City of Plainfield's compliance.

### ***Opinion on Each Major Federal and State Program***

In our opinion, the City of Plainfield complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal and state programs for the year ended December 31, 2015.

### ***Report on Internal Control Over Compliance***

Management of the City of Plainfield is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the City of Plainfield's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal or state program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal or state program and to test and report on internal control over compliance in accordance with the Uniform Guidance and New Jersey OMB Circular 015-08, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the City of Plainfield's internal control over compliance.

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

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

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance and State of New Jersey OMB Circular 15-08. Accordingly, this report is not suitable for any other purpose.

  
CERTIFIED PUBLIC ACCOUNTANTS

  
REGISTERED MUNICIPAL ACCOUNTANT NO. 50

July 21, 2016

**CITY OF PLAINFIELD**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**YEAR ENDED DECEMBER 31, 2015**

FEDERAL C F D A NUMBER	PASS THROUGH GRANTOR'S NUMBER	GRANT PERIOD FROM TO	GRANT AWARD AMOUNT	2015		CUMULATIVE EXPENDITURES
				RECEIPTS	EXPENDITURES	
<b>U.S.DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT</b>						
<b>PASS THROUGH FROM COUNTY OF UNION</b>						
14.218	Various	Various	\$ 954,660.00	\$	\$	954,660.00
14.218	Various	Various	887,745.00	0.50		851,349.52
14.218	Various	Various	970,500.00	99,722.98	80,578.80	835,155.04
14.218	Various	Various	927,723.00	893,566.70	863,476.14	893,451.50
14.218	Various	Various	1,056,500.00	495.00	69,387.85	69,387.85
			\$ 993,785.18	\$ 1,013,442.79	\$	\$ 3,604,003.91
<b>U.S.DEPARTMENT OF HEALTH AND HUMAN SERVICES</b>						
<b>PASS THROUGH FROM STATE OF NEW JERSEY</b>						
93.569	8050-052350-184-100-022	10/1/12 9/30/13	\$ 186,208.00	\$	6,584.88	\$ 186,208.00
93.569	8050-052350-184-100-022	10/1/13 9/30/14	197,718.00	80,943.00	174,151.96	174,151.96
93.569	8050-052350-184-100-022	10/1/14 9/30/15	197,080.00	64,779.00	33,134.24	33,134.24
93.710	8050-215-052352-62	10/1/09 9/30/10	267,909.00			267,909.00
93.667	14-APC-118	1/1/14 12/31/14	89,665.00	22,392.49		89,665.00
93.667	15-APC-118	1/1/15 12/31/15	88,547.00	81,323.19	66,572.25	66,572.25
			\$ 249,437.68	\$ 280,443.33	\$	\$ 817,640.45
<b>U.S.DEPARTMENT OF AGRICULTURE</b>						
<b>PASS THROUGH FROM STATE OF NEW JERSEY</b>						
10.557	4220-100-046-4560-113-1002-6140	10/1/12 9/30/13	\$ 715,614.33	\$ 92,714.00	\$	\$ 715,614.33
10.557	4220-100-046-4560-113-1002-6140	10/1/14 9/30/15	742,958.00	588,935.00	588,141.68	674,798.46
10.557	4220-100-046-4560-113-1002-6140	10/1/15 9/30/16	742,889.00		113,127.35	113,127.35
10.558	3360-100-010-073-CCCC-6130	7/1/11 6/30/12	85,592.34			84,756.55
10.558	3360-100-010-073-CCCC-6130	7/1/12 6/30/13	88,087.40		15,062.03	79,435.29
10.558	3350-100-010-029-CCCC-6130	7/1/13 6/30/14	72,550.08		69,352.31	69,352.31
10.558	3350-100-010-029-CCCC-6130	7/1/14 6/30/15	69,969.78	42,912.40	65,401.44	65,401.44
			\$ 724,561.40	\$ 781,732.50	\$	\$ 1,602,485.73
<b>NATIONAL HIGHWAY TRAFFIC SAFETY ADMINISTRATION</b>						
20.616	1160-100-066-1160-157	8/5/14 9/1/14	\$ 5,000.00	\$	\$	\$ 5,000.00
<b>U.S.DEPARTMENT OF JUSTICE</b>						
<b>PASS THROUGH FROM STATE OF NEW JERSEY</b>						
16.738	2008F-F5439-NJ-DJ	7/1/08 6/30/09	\$ 23,383.00	\$	\$	\$ 20,645.94
16.738		7/1/09 6/30/10	74,564.50		25,288.70	69,277.70
16.738	2010-DJ-BX-0449	7/1/10 6/30/11	250,000.00			250,000.00
16.738		7/1/10 6/30/11	56,339.64			55,873.15
16.738		7/1/11 6/30/12	53,737.20			52,615.70
16.738		7/1/12 6/30/13	44,275.50			33,991.78
16.738		7/1/13 6/30/14	42,938.10		28,984.00	28,984.00
16.541	USA Swimming Foundation	1/1/13 12/31/13	6,800.00			
16.579	Bulleproof Vest Partnership Program	1/1/15 12/31/15	5,000.00	5,000.00		3,248.82
16.579	Bulleproof Vest Partnership Program		30,923.34		6,756.22	26,630.59
16.579	Bulleproof Vest Partnership Program		9,148.33			9,148.33
			\$ 5,000.00	\$ 64,278.74	\$	\$ 547,167.19

**CITY OF PLAINFIELD**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**YEAR ENDED DECEMBER 31, 2015**

FEDERAL GRANTOR /PASS THROUGH GRANTOR /PROGRAM TITLE	FEDERAL C.F.D.A. NUMBER	PASS THROUGH GRANTOR'S NUMBER	GRANT PERIOD		GRANT AWARD AMOUNT	2015 RECEIPTS	2015 EXPENDITURES	CUMULATIVE EXPENDITURES
			FROM	TO				
<b>U.S. ENVIRONMENTAL PROTECTION AGENCY</b>								
Brownfields Assessment - Hazardous Substances	66 818	BF97271205-0	10/1/05	9/30/10	\$ 200,000.00	\$ 25,112.99	\$ 42,301.17	\$ 194,651.07
Brownfields Petroleum Assessment Grant					200,000.00	10,343.09	200,000.00	200,000.00
Brownfields Assessment - Hazardous Discharge - Petroleum					200,000.00	57,959.48	197,239.39	197,239.39
Brownfields Assessment - Lee Place					200,000.00	7,738.00	200,000.00	200,000.00
Hazardous Discharge Remediation - Arlington					22,815.00	15,278.39	16,679.64	16,679.64
					<u>\$ 83,615.47</u>	<u>\$ 133,620.13</u>	<u>\$ 792,090.46</u>	
<b>U.S. DEPARTMENT OF TRANSPORTATION</b>								
<b>PASS THROUGH FROM STATE OF NEW JERSEY</b>								
North Jersey Transportation Planning Authority:	20 205		1/1/14	12/31/14	\$ 594,000.00	\$	\$	\$
Transportation Alternatives - North Avenue Streetscape Improvements								
<b>U.S. DEPARTMENT OF HOMELAND SECURITY</b>								
FEMA Disaster Assistance (Debris Removal)	97 036	PA-02-NJ-4086-PW-00006	10/30/12	04/30/13	\$ 443,418.79	\$	\$	\$ 443,418.79
FEMA Disaster Assistance (Emergency Protective Measures)	97 036	PA-02-NJ-4086-PW-01121	10/30/12	04/30/13	94,721.28	53,976.35	93,618.25	93,618.25
FEMA Disaster Assistance (Plainfield CAT C DPW)	97 036	PA-02-NJ-4086-PW-02020	10/30/12	08/31/14	153,546.26	153,546.26	826.39	153,546.26
FEMA Disaster Assistance (CAT B PD)	97 036	PA-02-NJ-4086-PW-02739	10/30/12	04/30/13	171,429.48	106,109.99	171,429.48	171,429.48
FEMA Disaster Assistance (Donated Resources)	97 036	PA-02-NJ-4086-PW-03622	10/30/12	04/30/13	3,582.00	3,582.00	3,582.00	3,582.00
<b>PASS THROUGH FROM STATE OF NEW JERSEY</b>								
Office of Emergency Management	97-039	FEMA-DR-4086-NJ-271-R	4/29/15	4/29/18	250,000.00		3,692.50	3,692.50
FEMA Hazard Mitigation Grant								
					<u>\$ 317,214.60</u>	<u>\$ 826.39</u>	<u>\$ 869,287.28</u>	
<b>GRAND TOTAL</b>					<u>\$ 2,373,614.33</u>	<u>\$ 2,274,343.88</u>	<u>\$ 8,437,675.02</u>	

CITY OF PLAINFIELD  
SCHEDULE OF STATE GRANT AND STATE AID FINANCIAL ASSISTANCE  
YEAR ENDED DECEMBER 31, 2015

STATE GRANTOR/PROGRAM TITLE	STATE ACCOUNT NUMBER	GRANT AWARD AMOUNT	2015 RECEIPTS	2015 EXPENDITURES	CUMULATIVE EXPENDITURES
<b>DEPARTMENT OF HEALTH &amp; SENIOR SERVICES</b>					
Childhood Lead Poisoning Prevention Program		\$ 24,000.00	\$	4,000.00	\$ 23,928.00
Lead Paint Inspection (JFK)		20,000.00	15,000.00	10,000.00	17,762.50
Childhood Lead Poisoning Prevention Program		20,000.00	5,000.00		17,237.50
Plainfield Partnership for Healthier Children - Lead Grant JFK		20,000.00			
Municipal Alliance on Alcohol and Drug Abuse-FY 2015	14-ALL-110	33,379.00	27,158.18	29,149.98	29,149.98
Municipal Alliance on Alcohol and Drug Abuse-FY 2016		33,379.00		892.69	892.69
Bilingual Day Care - FY 2012		343,957.79			343,878.79
Bilingual Day Care Center - NJ State Funding	7550-100-054-7550-284-LLLL-6030	238,822.35	205,506.38	194,053.86	210,608.03
Bilingual Day Care - Abbott Board of Education - 2011/2012		376,675.12			373,357.12
Bilingual Day Care - Abbott Board of Education - 2012/2013		370,820.00			368,131.64
Bilingual Childhood Education		382,043.00	166,729.14	43,891.72	216,834.59
Summer Food		15,150.00			15,150.00
BiLingual Community CoOrdinated Childcare		237,411.93		4,422.18	233,267.09
		\$	\$ 419,393.70	\$ 286,410.43	\$ 1,850,197.93
<b>DEPARTMENT OF TRANSPORTATION</b>					
1984 Trust Fund-Municipal Aid:					
West Fourth Street (Section 2)		250,000.00	\$	\$	248,164.71
South Second Street		239,161.00			198,025.94
NJ DOT Second Street (Section 2)		237,500.00			
2013 DOT Municipal Aid - West 3rd Street	13-480-078-6320-ALL-6010	117,000.00	50,115.00	21,272.09	117,000.00
2010 Bikeway Program		229,000.00			
		\$	\$ 50,115.00	\$ 21,272.09	\$ 563,190.65
<b>DEPARTMENT OF ENVIRONMENTAL PROTECTION</b>					
Clean Communities Program-Prior Years		101,557.30	\$	53,510.49	\$ 53,510.49
Clean Communities Program-FY 2014	4900-765-042-4900-004-V42Y-6020	61,728.63		61,728.63	61,728.63
Clean Communities Program-FY 2015	4900-765-042-4900-004-V42Y-6020	74,917.02	74,917.02	74,917.02	74,917.02
Recycling Tonnage Program - FY 2011		48,797.20			48,797.20
Recycling Tonnage Program - FY 2012		56,451.96			56,451.96
Recycling Tonnage Program - FY 2013		19,296.51			19,296.51
Recycling Tonnage Program - FY 2015		67,844.09			67,844.09
Hazard Discharge Site Remediation Fund - FY 2002		43,144.44			
Hazard Discharge Site Remediation - South Second Street		473,671.00			463,266.85
Hazard Discharge Site Remediation - Arlington Avenue		1,000,000.00			975,008.87
Hazard Discharge Site Remediation - City Yard - P21545		45,948.00			36,243.07
Green Communities Grant - FY 2012		64,108.00			4,740.12
Greening Union County Grant - FY 2013		16,588.00			8,550.00
Greening Union County Grant - FY 2014		4,000.00			
Greening Union County Grant - FY 2015		12,005.00			
		3,000.00			
		\$	\$ 74,917.02	\$ 382,545.90	\$ 1,879,387.41
<b>DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT</b>					
City Hall Historic Preservation	8049-734-022-8049-001-F000-6130	265,025.00	\$	\$	264,871.55
<b>DEPARTMENT OF COMMERCE AND ECONOMIC DEVELOPMENT</b>					
Urban Enterprise Zone - Signs and Facades Program		513,530.00	\$	213,530.00	\$ 228,530.00
Urban Enterprise Zone - Mural Project		150,000.00		3,000.00	3,000.00
Urban Enterprise Zone - Unappropriated		3,328,951.14			
		\$	\$	\$ 216,530.00	\$ 231,530.00



CITY OF PLAINFIELD

NOTES TO THE SCHEDULE OF EXPENDITURES OF  
FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE

YEAR ENDED DECEMBER 31, 2015

NOTE 1. GENERAL

The accompanying schedules of expenditures of financial assistance present the activity of all federal and state financial assistance programs of the City of Plainfield, County of Union, New Jersey. All federal and state financial assistance received directly from federal or state agencies, as well as federal financial assistance passed through other governmental agencies is included on the Schedules of Expenditures of Federal Awards and State Financial Assistance.

NOTE 2. BASIS OF ACCOUNTING

The accompanying schedules of expenditures of financial assistance are presented on the prescribed basis of accounting, modified accrual basis with certain exceptions, prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, that demonstrates compliance with the budget laws of New Jersey, which is a comprehensive basis of accounting, other than U.S. generally accepted accounting principles. The basis of accounting, with exception, is described in Note 1 to the City's financial statements - regulatory basis.

NOTE 3. RELATIONSHIP TO FEDERAL AND STATE FINANCIAL REPORTS

Amounts reported in the accompanying schedules of expenditures agree with the amounts reported in the related federal and state financial reports.

NOTE 4. RELATIONSHIP TO FINANCIAL STATEMENTS - REGULATORY BASIS

Amounts reported in the accompanying schedules agree with amounts reported in the City's statutory basis financial statements. These amounts are reported in the Current Fund, Grant Fund or General Capital Fund.

Receipts:

	<u>Federal</u>	<u>State</u>	<u>Other</u>	<u>Total</u>
Current Fund	\$ 163,668.34	\$	\$	\$ 163,668.34
Grant Fund	2,056,399.72	686,661.44		2,743,061.16
Capital Fund	<u>153,546.26</u>	<u></u>	<u></u>	<u>153,546.26</u>
	<u>\$ 2,373,614.32</u>	<u>\$ 686,661.44</u>	<u>\$ 0.00</u>	<u>\$ 3,060,275.76</u>

Expenditures:

	<u>Federal</u>	<u>State</u>	<u>Other</u>	<u>Total</u>
Grant Fund	\$ <u>2,274,343.88</u>	\$ <u>993,537.63</u>	\$ <u>71,041.03</u>	\$ <u>3,338,922.54</u>
	<u>\$ 2,274,343.88</u>	<u>\$ 993,537.63</u>	<u>\$ 71,041.03</u>	<u>\$ 3,338,922.54</u>

NOTE 5. OTHER

Matching contributions expended by the City in accordance with terms of the various grants are not reported in the accompanying schedules.

CITY OF PLAINFIELD  
UNION COUNTY, NEW JERSEY

SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED DECEMBER 31, 2015

**Section I - Summary of Auditor's Results**

**Financial Statements**

- |  |            |
|--|------------|
| (1) Type of Auditor Report Issued:   | Unmodified |
| (2) Internal Control Over Financial Reporting:                                       |            |
| (a) Material weaknesses identified?  | No         |
| (b) Significant deficiencies that are not considered to be material weaknesses?      | No         |
| (3) Noncompliance material to the financial statements to be noted during the audit? | No         |

**Federal Programs(s) – Not Applicable**

- |   |            |
|---|------------|
| (1) Internal Control Over Major Federal Programs:   |            |
| (a) Material weaknesses identified during the audit?  | No         |
| (b) Significant deficiencies identified that are not considered to be material weaknesses?  | No         |
| (2) Type of Auditor's Report issued on compliance for major federal program(s)?   | Unmodified |
| (3) Any audit findings disclosed that are required to be reported in accordance with the Uniform Guidance and listed in Section III of this schedule? | No         |

CITY OF PLAINFIELD  
UNION COUNTY, NEW JERSEY

SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED DECEMBER 31, 2015

**Section I - Summary of Auditor's Results (Continued)**

**Federal Programs (Continued)**

(4) Identification of Major Federal Program(s):

<u>Program</u>	<u>Grant Number</u>
Women, Infant, Children	10.557

(5) Program Threshold Determination:

Type A Federal Program Threshold > \$750,000.00

Type B Federal Program Threshold <= \$750,000.00

(6) Auditee qualified as a low-risk auditee under the Uniform Guidance? Yes

**State Program(s)**

(1) Internal Control Over Major State Programs:

(a) Material weaknesses identified? No

(b) Significant deficiencies that are not considered to be material weaknesses? No

(2) Type of Auditor's Report issued on compliance for major state program(s)? Unmodified

(3) Any audit findings disclosed that are required to be reported in accordance with Circular OMB 15-08 and listed in Section III of this schedule? No

CITY OF PLAINFIELD  
UNION COUNTY, NEW JERSEY

SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED DECEMBER 31, 2015

**Section I - Summary of Auditor's Results (Continued)**

**State Programs (Continued)**

(4) Identification of Major State Program(s):

<u>Program</u>	<u>Grant Number</u>
Clean Communities	4900-765-042-4900-V42Y-6020
Municipal Alliance	15-ALL-110

(5) Program Threshold Determination:

Type A State Program Threshold > \$750,000.00

Type B State Program Threshold <= \$750,000.00

(6) Auditee qualified as a low-risk auditee under OMB Circular 15-08?                      Yes

CITY OF PLAINFIELD  
UNION COUNTY, NEW JERSEY

SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED DECEMBER 31, 2015

**Section II - Financial Statement Audit - Reported Findings Under Government Auditing Standards**

**Internal Control Findings**

None Reported.

**Compliance Findings**

None Reported

**Section III - Findings and Questioned Costs Relative to Major Federal and State Programs**

Federal Programs - None Reported

State Programs - None Reported

**Status of Prior Year Audit Findings** - Not Applicable

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PART III

CITY OF PLAINFIELD

STATISTICAL DATA

LIST OF OFFICIALS

GENERAL COMMENTS AND RECOMMENDATIONS

YEAR ENDED DECEMBER 31, 2015

COMPARATIVE STATEMENT OF OPERATIONS AND  
CHANGE IN FUND BALANCE - CURRENT FUND

	YEAR 2015		YEAR 2014	
	AMOUNT	%	AMOUNT	%
<u>REVENUE AND OTHER INCOME REALIZED</u>				
Fund Balance Utilized	\$ 5,600,000.00	4.64%	\$ 3,900,000.00	3.20%
Miscellaneous - From Other Than Local Property Tax Levies	22,135,234.57	18.36%	27,145,891.78	22.29%
Collection of Delinquent Taxes and Tax Title Liens	2,724,268.83	2.26%	3,229,558.67	2.65%
Collections of Current Tax Levy	<u>90,121,255.80</u>	<u>74.74%</u>	<u>87,498,296.24</u>	<u>71.86%</u>
<u>Total Revenue</u>	<u>\$ 120,580,759.20</u>	<u>100.00%</u>	<u>\$ 121,773,746.69</u>	<u>100.00%</u>
<u>EXPENDITURES</u>				
Budget Expenditures:				
Municipal Purposes	\$ 75,046,344.12	66.06%	\$ 73,094,041.37	62.60%
County Taxes	13,694,822.92	12.06%	13,626,422.37	11.67%
Local School District Taxes	24,362,601.00	21.45%	23,959,990.00	20.52%
Municipal Open Space Taxes	122,316.59	0.11%		
Other Expenditures	<u>375,328.85</u>	<u>0.32%</u>	<u>6,085,826.47</u>	<u>5.21%</u>
<u>Total Expenditures</u>	<u>\$ 113,601,413.48</u>	<u>100.00%</u>	<u>\$ 116,766,280.21</u>	<u>100.00%</u>
Excess in Revenue	<u>\$ 6,979,345.72</u>		<u>\$ 5,007,466.48</u>	
Adjustments to Income Before Fund Balance:				
Expenditures Included Above Which are by Statute Deferred Charges to Budget of Succeeding Year	<u>\$ 341,300.00</u>		<u>\$</u>	
Statutory Excess to Fund Balance	<u>\$ 7,320,645.72</u>		<u>\$ 5,007,466.48</u>	
Fund Balance - January 1	<u>\$ 6,807,326.93</u>		<u>\$ 5,699,860.45</u>	
	\$ 14,127,972.65		\$ 10,707,326.93	
Less: Utilization as Anticipated Revenue	<u>5,600,000.00</u>		<u>3,900,000.00</u>	
Fund Balance, December 31	<u>\$ 8,527,972.65</u>		<u>\$ 6,807,326.93</u>	

COMPARATIVE STATEMENT OF OPERATIONS AND  
CHANGE IN FUND BALANCE - SEWER UTILITY OPERATING FUND

	<u>YEAR 2015</u>		<u>YEAR 2014</u>	
	<u>AMOUNT</u>	<u>%</u>	<u>AMOUNT</u>	<u>%</u>
<u>REVENUE AND OTHER INCOME REALIZED</u>				
Miscellaneous	\$ 209.38	100.00%	\$ 202.64	100.00%
<u>Total Revenue</u>	<u>\$ 209.38</u>	<u>100.00%</u>	<u>\$ 202.64</u>	<u>100.00%</u>
 <u>EXPENDITURES</u>				
Budget Expenditures:				
Debt Service	\$ 66,687.50	100.00%	\$ 72,988.00	100.00%
<u>Total Expenditures</u>	<u>\$ 66,687.50</u>	<u>100.00%</u>	<u>\$ 72,988.00</u>	<u>100.00%</u>
(Deficit) in Revenue	<u>\$ (66,478.12)</u>		<u>\$ (72,785.36)</u>	
Adjustments to Income Before Fund Balance:				
Realized from General Budget for Anticipated Deficit	\$ 66,478.12		\$ 72,785.36	
Fund Balance - January 1	\$		\$	
Less: Close Sewer Utility Operating Fund	<u>                    </u>		<u>                    </u>	
Fund Balance, December 31	<u>\$ 0.00</u>		<u>\$ 0.00</u>	

COMPARATIVE SCHEDULE OF TAX RATE INFORMATION

	CALENDAR YEAR <u>2015</u>	CALENDAR YEAR <u>2014</u>	CALENDAR YEAR <u>2013</u>
Municipal	\$ 4.469	\$ 4.329	\$ 4.246
Municipal Open Space	0.010		
County	1.088	1.070	1.017
County Open Space	0.031	0.031	0.031
Local School	<u>1.994</u>	<u>1.950</u>	<u>1.920</u>
Total Tax Rate	\$ <u>7.592</u>	\$ <u>7.380</u>	\$ <u>7.214</u>

Assessed Valuations:

2015	\$ <u>1,222,090,550.00</u>		
2014		\$ <u>1,229,241,685.00</u>	
2013			\$ <u>1,235,934,146.00</u>

COMPARISON OF TAX LEVIES AND  
COLLECTION CURRENTLY

A study of the 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.

<u>YEAR ENDED</u>	<u>TAX LEVY</u>	<u>CASH COLLECTIONS</u>	<u>PERCENTAGE OF COLLECTION</u>
December 31, 2015	\$ 92,862,743.12	\$ 90,121,255.80	97.05%
December 31, 2014	90,889,210.58	87,744,546.24	96.54%
December 31, 2013	89,463,739.97	86,167,824.12	96.32%

DELINQUENT TAXES AND TAX TITLE LIENS

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

<u>YEAR ENDED</u>	<u>AMOUNT OF TAX TITLE LIENS</u>	<u>AMOUNT OF DELINQUENT TAXES</u>	<u>TOTAL DELINQUENT</u>	<u>PERCENTAGE OF TAX LEVY</u>
December 31, 2015	\$ 1,003,343.85	\$ 2,313,368.18	\$ 3,316,712.03	3.57%
December 31, 2014	785,169.35	2,692,771.09	3,477,940.44	3.83%
December 31, 2013	1,620,427.57	2,377,955.78	3,998,383.35	4.47%

PROPERTY ACQUIRED BY TAX TITLE LIEN LIQUIDATION

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

<u>YEAR ENDED</u>	<u>AMOUNT</u>
December 31, 2015	\$2,636,600.00
December 31, 2014	2,636,600.00
December 31, 2013	2,636,600.00

COMPARATIVE SCHEDULE OF FUND BALANCES

	<u>YEAR ENDED</u>	<u>BALANCE</u>	<u>UTILIZED IN BUDGET OF SUCCEEDING YEAR</u>
Current Fund	December 31, 2015	\$8,527,972.65	\$5,935,029.16
	December 31, 2014	6,807,326.93	5,600,000.00
	December 31, 2013	5,699,860.45	3,900,000.00
	December 31, 2012	3,346,987.64	2,900,000.00
	December 31, 2011	3,760,115.97	2,900,000.00

OFFICIALS IN OFFICE AND SURETY BONDS

The following officials were in office during the period under audit:

<u>NAME</u>	<u>TITLE</u>	<u>AMOUNT OF BOND</u>
Adrian O. Mapp	Mayor	\$150,000.00
Bridget Rivers	Council Member	**
Tracey Brown	Council Member	**
Vera Greaves	Council Member	**
Cory Storch	Council Member	**
Gloria Taylor	Council Member	**
Diane Toliver	Council Member	**
Rebecca Williams	Council Member	**
David Minchello	Corporation Counsel	*
Abubakar Jalloh	City Clerk, Assessment Search Officer	75,000.00
R Allen Smiley	City Administrator	150,000.00
Ronald West	Director of Administration and Finance	750,000.00
Ulrich Steinberg	Chief Financial Officer	*
Diane Sherry	Treasurer	750,000.00
Cynthia Weber	Purchasing Agent	*
David Marshall	Tax Collector	384,000.00
Carl Riley	Director of Public Safety	*
Joan Robinson Gross	Magistrate	***
Raymona Iwer	Municipal Court Administrator	***
Tracy Bennett	Tax Assessor	*

\*\$15,000.00 Public Employee's Blanket Bond

\*\*\$25,000.00 Faithful Performance Blanket Position Bond

\*\*\*\$65,000.00 Faithful Performance Blanket Position Bond Municipal Court Personnel

All of the bonds were examined and were properly executed

GENERAL COMMENTS AND RECOMMENDATIONS

## GENERAL COMMENTS

### CONTRACTS AND AGREEMENTS REQUIRED TO BE ADVERTISED FOR (N.J.S.A. 40A:11-4)

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 by the governing body of the contracting unit after public advertising for bids and bidding therefore, except as is provided otherwise in this act or specifically by any other law. No work, materials or supplies shall be undertaken, acquired or furnished for a sum exceeding in the aggregate the amount set forth in or the amount calculated by the Governor pursuant to Section 3 of P.L. 1971 c. 198 (C.40A:11-3), except by contract or agreement.

Effective July 1, 2015, the bid threshold in accordance with N.J.S.A. 40A:11-4 is \$17,500.00 or up to \$40,000.00 if the entity has a Qualified Purchasing Agent and the City passes a resolution. The City has not passed this resolution.

The governing body of the Municipality has the responsibility of determining whether the expenditures in any category will exceed \$40,000.00 within the fiscal year. Where question arises as to whether any contract or agreement might result in violation of the statute, the City Counsel's opinion should be sought before a commitment is made.

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

- City Wide CCTV System
- Demolition and Removal of Debris - 117-25 North Ave
- Resurfacing of East Second Street
- Generator for Municipal Court/Police
- 2015 Roadway Improvement Program

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

Our audit of expenditures revealed two individual payments, contracts or agreements in excess of \$17,500.00 "for the performance of any work or the furnishing or hiring of any material, supplies or services, other than those where bids had been previously sought by public advertisement or where a resolution had been previously adopted under the provisions of N.J.S.A. 40A:11-6."

In addition, during the course of our audit, we noted that the City maintains an encumbrance accounting system in accordance with state requirements. However, our tests disclosed that there were instances where certain departments circumvented the system by ordering goods or having services rendered prior to the issuance of a purchase order.

The minutes indicate that resolutions authorizing contracts or agreements for "Professional Services" per N.J.S.A. 40A:11-5 were awarded during 2015 for the professional services:

CONTRACTS AND AGREEMENTS REQUIRED TO BE ADVERTISED FOR  
(N.J.S.A. 40A:11-4) (CONTINUED)

Engineering Services	Bond Counsel
Auditing Services	Litigation/Defense Counsel
Consulting Services	Corporation Counsel
Management Consultant	Legal Consultants
Special Counsel for Tax Appeals	Claims Service Administrator

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 January 20, 2015 adopted the following resolutions authorizing interest to be charged on delinquent taxes:

RESOLVED, by the City Council of the City of Plainfield, County of Union, State of New Jersey as follows:

1. The Tax Collector is hereby authorized and directed to charge 8% per annum on first \$1,500.00 of taxes becoming delinquent after the due date and 18% per annum on any amount in excess on \$1,500.00, the same to be calculated from the date the tax was payable until the date of actual payment.
2. There will be a ten (10) day grace period of quarterly tax payments made by cash, check or money order.
3. Any payments made after the ten (10) day grace period will revert the interest charge back to the original due date.
4. The Tax Collector is directed to charge a 6% penalty on any delinquency in excess of \$10,000.00 (inclusive of interest, said delinquency is calculated to the end of the fiscal year) that remains delinquent at the end of the fiscal year, for that fiscal year.
5. The Tax Collector is hereby authorized to charge a fee of \$25.00 to cover all costs associated with the mailing of each notice on a particular property, not to exceed two (2) mailings per property.

TAX TITLE LIENS

The last tax sale for unpaid municipal taxes was held on October 8, 2015.

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

## VERIFICATION OF DELINQUENT TAXES AND OTHER CHARGES

A test verification of delinquent charges 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:

<u>TYPE</u>	
Payment of 2015 Taxes	100
Delinquent Taxes	50

## OTHER COMMENTS

### Interfund Balances

Transactions invariably occur in one fund which require a corresponding entry to be made in another fund, thus creating interfund balances. Reference to the various balance sheets show the interfund balances remaining at year end. As a general rule all interfund balances should be closed out as of the end of the year.

### Purchasing

We noted that not all purchases with cumulative expenditures over the bid threshold we awarded in the minutes or expenditure exceeded the not to exceed amount awarded in the minutes.

Business Registration Certificates were not always on file and available for audit.

Notification of Awards for State Contracts were not always on file and available for audit.

### Departments

The audit of the condition of records maintained by the various departments of the City were designed to determine that minimum levels of internal control and accountability were maintained, that cash receipts were deposited or turned over to the Treasurer within 48 hours per N.J.S.A. 40A:5-15. Our audit revealed that the Police and Fire Departments did not always turn monies over for deposit within 48 hours of receipt.

### Animal Control

Monthly animal control reports filed with the State of NJ were not filed on a timely basis and were not always filled out accurately.

### Registrar

Quarterly marriage license payment for the 3<sup>rd</sup> quarter of 2015 was not made on a timely basis.

OTHER COMMENTS (CONTINUED)

Payroll

The remittance of pension reports was not always performed on a timely basis resulting in penalties and interest being assessed. In addition pension was not being transmitted on a monthly basis. It was also noted that two employees were not enrolled in the pension system in a timely manner.

## RECOMMENDATIONS

### Purchasing:

\*That all purchases exceeding the bid threshold be approved by the City Council.

That Business Registration Certificates be obtained for all vendors which purchases are made.

That Notifications of Award be obtained for all purchases made under a State Contract.

That all Departments comply with the City's encumbrance accounting system.

### Departments:

\*That monthly animal control State reports be reconciled with license fees collected.

\*That all City Departments deposit funds within 48 hours of receipt.

### Payroll:

That new employees be enrolled in the proper pension system in a timely manner.

\*Unresolved prior year recommendations



