BOROUGH OF BERLIN

COUNTY OF CAMDEN

REPORT OF AUDIT

FOR THE YEAR 2014

BOWMAN & COMPANY LLP
CERTIFIED PUBLIC ACCOUNTANTS & CONSULTANTS

16800

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BOROUGH OF BERLIN

PART 1

REPORT OF AUDIT OF FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2014

INDEPENDENT AUDITOR'S REPORT

The Honorable Mayor and
Members of the Borough Council
Borough of Berlin
Berlin, New Jersey 08009

Report on the Financial Statements

We have audited the accompanying statements of assets, liabilities, reserves and fund balance - regulatory basis of the various funds of the Borough of Berlin, in the County of Camden, State of New Jersey, as of December 31, 2014 and 2013, and the related statements of operations and changes in fund balance - regulatory basis for the years then ended, and the related statement of revenues - regulatory basis, statement of expenditures - regulatory basis, and statement of general fixed assets group of accounts for the year ended December 31, 2014 and the related notes to the financial statements, which collectively comprise the Borough's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

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

As described in Note 1 of the financial statements, the financial statements are prepared by the Borough on the basis of the financial reporting provisions of the Division of Local Government Services, Department of Community Affairs, State of New Jersey, which is a basis of accounting other than accounting principles generally accepted in the United States of America, to meet the requirements of the State of New Jersey.

The effects on the financial statements of the variances between 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 Borough of Berlin, in the County of Camden, State of New Jersey, as of December 31, 2014 and 2013, or the results of its operations and changes in fund balance for the years then ended.

Opinion on Regulatory Basis of Accounting

In our opinion, the financial statements referred to previously present fairly, in all material respects, the assets, liabilities, reserves and fund balance - regulatory basis of the various funds of the Borough of Berlin, in the County of Camden, State of New Jersey, as of December 31, 2014 and 2013, and the results of its operations and changes in fund balance - regulatory basis of such funds for the years then ended, and the revenues - regulatory basis, expenditures - regulatory basis of the various funds, and general fixed assets, for the year ended December 31, 2014 in conformity with accounting principles and practices prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, as described in Note 1.

Other Information

Our audits were conducted for the purpose of forming opinions on the financial statements that collectively comprise the Borough's basic financial statements. The supplemental financial statements presented for the various funds are presented for purposes of additional analysis as required by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, and are not a required part of the basic financial statements.

The supplementary financial statements presented for the various funds are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information described in the previous paragraph is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

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Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated June 18, 2015 on our consideration of the Borough of Berlin's, in the County of Camden, State of New Jersey, 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 Borough of Berlin's internal control over financial reporting.

Respectfully submitted,

Bowman & Company LLP

BOWMAN & COMPANY LLP
Certified Public Accountants
& Consultants

Daniel M DiGangi

Daniel M. DiGangi
Certified Public Accountant
Registered Municipal Accountant

Voorhees, New Jersey
June 18, 2015

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

INDEPENDENT AUDITOR'S REPORT

The Honorable Mayor and
Members of the Borough Council
Borough of Berlin
Berlin, New Jersey 08009

We have audited, in accordance with the auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States; and the audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, the financial statements prepared on a regulatory basis of accounting prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey of the Borough of Berlin, in the County of Camden, State of New Jersey, as of and for the year ended December 31, 2014, and the related notes to the financial statements, which collectively comprise the Borough's basic financial statements, and have issued our report thereon dated June 18, 2015. That report indicated that the Borough of Berlin's financial statements were not prepared in accordance with accounting principles generally accepted in the United States of America, but were prepared on a regulatory basis of accounting prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey.

Internal Control Over Financial Reporting

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

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

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

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Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Borough of Berlin'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 instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*, and audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey and are described in the accompanying Schedule of Findings and Recommendations as item numbers 2014-001 and 2014-002.

The Borough of Berlin's Response to Findings

The Borough of Berlin's response to the findings identified in our audit are described in the accompanying Schedule of Findings and Recommendations. The Borough's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

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 Borough's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* and audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey in considering the Borough's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Respectfully submitted,

Bowman & Company LLP

BOWMAN & COMPANY LLP
Certified Public Accountants
& Consultants

Daniel M DiGangi

Daniel M. DiGangi
Certified Public Accountant
Registered Municipal Accountant

Voorhees, New Jersey
June 18, 2015

BOROUGH OF BERLIN
CURRENT FUND
Statements of Assets, Liabilities, Reserves and Fund Balance--Regulatory Basis
As of December 31, 2014 and 2013

	Ref.	Dec. 31, 2014	Dec. 31, 2013
ASSETS			
Regular Fund:			
Cash	SA-1	$ 2,392,955.21	$ 2,987,112.51
Cash--Change Funds	SA-3	600.00	600.00
		2,393,555.21	2,987,712.51
Receivables and Other Assets with Full Reserves:			
Delinquent Property Taxes Receivable	SA-4	285,747.95	275,947.51
Tax Title Liens Receivable	SA-10	3,066.24	
Revenue Accounts Receivable	SA-5	19,922.34	27,589.45
Due from Federal and State Grant Fund	A	45,028.73	
Due from Trust Other Fund	SB-5	3,000.00	148.76
		356,765.26	303,685.72
Deferred Charges:			
Special Emergency Authorizations	SA-6	-	45,000.00
		2,750,320.47	3,336,398.23
Federal and State Grant Fund:			
Cash	SA-1		14,444.87
Federal and State Grants Receivable	SA-18	127,900.00	60,000.00
		127,900.00	74,444.87
		$ 2,878,220.47	$ 3,410,843.10

(Continued)

BOROUGH OF BERLIN
CURRENT FUND
Statements of Assets, Liabilities, Reserves and Fund Balance--Regulatory Basis
As of December 31, 2014 and 2013

	Ref.	Dec. 31, 2014	Dec. 31, 2013
LIABILITIES, RESERVES AND FUND BALANCE			
Regular Fund:			
Liabilities:			
Appropriation Reserves	A-3;SA-8	$ 125,315.27	$ 350,144.73
Reserve for Encumbrances	A-3;SA-8	54,265.65	41,577.71
Due to State of New Jersey:			
Senior Citizens and Veterans Deductions	SA-7	25,289.62	20,093.48
State Training Fees	SA-9	921.00	1,118.00
Prepaid Taxes	SA-11	165,530.14	234,537.56
Tax Overpayments	SA-12	151,602.04	
Prepaid Rental Agreements	SA-1	1,987.20	
Reserve for Revaluation of Real Property	A	26,984.90	26,984.90
Reserve for Sale of Municipal Assets	A	10,300.00	10,300.00
Accounts Payable	SA-8	2,843.35	
Due County for Added and Omitted Taxes	SA-13	47,658.97	14,697.44
Local District School Taxes Payable	SA-15	574,941.00	475,327.00
Regional High School Taxes Payable	SA-17	125,776.92	35,338.92
Due to Water Utility Capital Fund	SA-1		400,000.00
Due to General Capital Fund	SA-1		131,400.00
Due to Open Space Trust Fund	B	739.96	114,364.42
		1,314,156.02	1,855,884.16
Reserves for Receivables and Other Assets	A	356,765.26	303,685.72
Fund Balance	A-1	1,079,399.19	1,176,828.35
		2,750,320.47	3,336,398.23
Federal and State Grant Fund:			
Unappropriated Reserves	SA-19	27,074.88	19,697.65
Appropriated Reserves	SA-20	54,901.83	51,692.89
Due Current Fund	A	45,028.73	
Reserve for Encumbrances	SA-1;SA-20	894.56	3,054.33
		127,900.00	74,444.87
		$ 2,878,220.47	$ 3,410,843.10

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

BOROUGH OF BERLIN
CURRENT FUND
Statements of Operations and Changes in Fund Balance--Regulatory Basis
For the Years Ended December 31, 2014 and 2013

	Dec. 31, 2014	Dec. 31, 2013
Revenue and Other Income Realized		
Fund Balance Utilized	$ 745,000.00	$ 510,000.00
Miscellaneous Revenues Anticipated	1,706,158.29	1,686,785.49
Receipts from Delinquent Taxes	182,708.99	440,751.99
Receipts from Current Taxes	21,758,732.00	21,178,976.12
Non-Budget Revenue	132,062.55	152,081.67
Other Credits to Income:		
Cancellation of Reserve for Revision of Tax Map		15,000.00
Unexpended Balance of Appropriation Reserves	335,344.08	232,342.17
Cancellation of Tax Overpayment	1,035.66	
Cancellation of Accounts Payable		32,142.86
Cancellation of Grants Appropriated	5,100.00	
Liquidation of Reserve for:		
Due Trust Other Fund		752.79
Due Federal & State Grant Fund		13,883.19
Total Income	24,866,141.57	24,262,716.28
Expenditures		
Budget Appropriations:		
Within "CAPS":		
Operations -- Salaries and Wages	2,397,234.00	2,334,603.00
Operations -- Other Expenses	2,084,426.41	2,124,556.00
Deferred Charges and Statutory Expenditures	610,279.00	592,101.46
Excluded from "CAPS":		
Operations -- Salaries and Wages	198,846.77	173,189.68
Operations -- Other Expenses	42,849.71	52,788.60
Capital Improvements--Excluded from "CAPS"	65,000.00	50,000.00
Municipal Debt Service--Excluded from "CAPS"	1,306,325.21	1,032,082.00
Deferred Charges--Municipal--Excluded from "CAPS"	45,000.00	45,000.00
Transfer to Local School Districts	43,027.00	44,162.00
Regional High School Tax	3,677,666.00	3,495,464.00
Local District School Tax	7,198,339.00	7,024,483.00
Municipal Open Space Tax	112,900.00	114,260.27
Due Municipal Open Space for Added and Omitted Taxes	739.96	
County Taxes	6,298,129.71	6,314,141.57
Due County for Added and Omitted Taxes	47,658.97	14,697.44
Other Debits to Expenditures:		
Refund of Prior Year Revenue	35,989.85	
Prior Year Senior and Veteran Deductions Disallowed	6,279.17	1,708.35
Creation of Reserve for:		
Due Trust Other Fund	2,851.24	
Due Federal and State Grant Fund	45,028.73	
Total Expenditures	24,218,570.73	23,413,237.37
Excess in Revenues	647,570.84	849,478.91
Adjustments to Income Before Fund Balance:		
Expenditures included above which are by Statute		
Deferred Charges to Budget of Succeeding Year	-	-
Statutory Excess to Fund Balance	647,570.84	849,478.91
Fund Balance		
Balance Jan. 1	1,176,828.35	837,349.44
	1,824,399.19	1,686,828.35
Decreased by:		
Utilized as Revenue	745,000.00	510,000.00
Balance Dec. 31	$ 1,079,399.19	$ 1,176,828.35

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

BOROUGH OF BERLIN
CURRENT FUND
Statement of Revenues--Regulatory Basis
For the Year Ended December 31, 2014

	Anticipated Budget	Anticipated Special N.J.S. 40A: 4-87	Realized	Excess or (Deficit)
Fund Balance Anticipated	$ 745,000.00	-	$ 745,000.00	-
Miscellaneous Revenues:				
Licenses:				
Alcoholic Beverages	11,000.00		11,674.40	$ 674.40
Other	55,000.00		59,138.85	4,138.85
Fees and Permits	33,000.00		30,360.56	(2,639.44)
Fines and Costs -- Municipal Court	170,000.00		230,634.40	60,634.40
Interest and Costs on Taxes	100,000.00		113,607.92	13,607.92
Interest on Investments and Deposits	8,000.00		6,107.71	(1,892.29)
Payment in Lieu of Taxes -- Virtua Hospital	40,000.00		40,000.00	
Payment in Lieu of Taxes -- Jet Associates	16,000.00		16,249.14	249.14
Cable TV Franchise Fee	90,000.00		108,963.09	18,963.09
Rental of Borough Property:				
U.S. Post Office	10,000.00		12,000.00	2,000.00
Bell Telephone / Verizon Rental	51,000.00		57,637.83	6,637.83
Cable T.C. Co.	20,000.00		23,846.40	3,846.40
Nextel	52,000.00		42,997.02	(9,002.98)
69 South White Horse Pike	10,000.00		10,299.96	299.96
Consolidated Municipal Property Tax Relief Act	29,036.00		29,036.00	
Energy Receipts Taxes	667,661.00		667,661.00	
Dedicated Uniform Construction Code Fees Offset				
With Appropriations (N.J.S.40A:4-36 and N.J.A.C.5:23-4.17):				
Uniform Construction Code Fees	75,000.00		78,291.00	3,291.00
Special Items of General Revenue Anticipated with Prior Written Consent				
of the Director of the Division of Local Government Services:				
State and Federal Revenue Off-Set with Appropriations:				
Recycling Tonnage Grant	10,873.27		10,873.27	
Drunk Driving Enforcement Fund	4,483.57		4,483.57	
Clean Communities Grant		$ 13,385.63	13,385.63	
Safe and Secure Communities Program-P.L. 1993, Chapter 220	60,000.00		60,000.00	
Body Armor Replacement Grant	2,440.81		2,440.81	
Alcohol Education and Rehabilitation Grant		2,363.20	2,363.20	
Drive Sober or Get Pulled Over		12,500.00	12,500.00	
Distracted Driving Mobilization		5,000.00	5,000.00	
Seatbelt Click-it-or-Ticket Grant		4,000.00	4,000.00	
Over the Limit Under Arrest	1,900.00		1,900.00	
Other Special Items:				
Uniform Fire Safety Act	50,000.00		50,706.53	706.53
	1,567,394.65	37,248.83	1,706,158.29	101,514.81
Receipts from Delinquent Taxes	225,000.00	-	182,708.99	(42,291.01)
Amount to be Raised by Taxes for				
Support of Municipal Budget:				
Local Tax for Municipal Purposes				
including Reserve for Uncollected Taxes	4,703,161.11	-	4,908,113.06	204,951.95
Budget Totals	7,240,555.76	37,248.83	7,541,980.34	264,175.75
Non-Budget Revenue	-	-	132,062.55	132,062.55
	$ 7,240,555.76	$ 37,248.83	$ 7,674,042.89	$ 396,238.30

(Continued)

BOROUGH OF BERLIN
CURRENT FUND
Statement of Revenues--Regulatory Basis
For the Year Ended December 31, 2014

Analysis of Realized Revenue		
Allocation of Current Tax Collections:		
Revenue from Collections		$ 21,758,732.00
Allocated to County, School, and Open Space Taxes		17,335,433.64
Amount for Support of Municipal Budget Appropriations		4,423,298.36
Add: Appropriation "Reserve for Uncollected Taxes"		484,814.70
Amount for Support of Municipal Budget Appropriations		$ 4,908,113.06
Receipts from Delinquent Taxes:		
Receipts -- Delinquent Tax Collections		$ 182,458.99
Due from State of New Jersey		250.00
		$ 182,708.99
Fees and Permits--Other:		
Clerk		$ 8,010.00
Planning		1,275.00
Zoning		6,980.00
Police		2,495.56
Registrar of Vital Statistics		11,600.00
		$ 30,360.56
Analysis of Non-Budget Revenues		
Miscellaneous Revenue not Anticipated:		
Receipts -- Treasurer:		
Senior Citizen and Veteran Administrative Fee	$ 1,812.25	
Refund of Prior Year Expenditures	1,315.86	
MVC Inspection Fees	2,715.00	
Camp Fees	15,635.00	
Police Outside Service Administrative Fees	2,570.49	
Copy Fees	335.35	
Sale of Municipal Assets	14,435.60	
Sale of Trash Cans	2,925.00	
Rental and Resale Inspection Fees	9,790.00	
Community Center Fees	28,566.50	
Miscellaneous	14,815.19	
Rental of Borough Property -- PNC	9,187.60	
		$ 104,103.84
Receipts -- Collector:		
Property Maintenance Fees	8,865.00	
Tax Search Fees	160.00	
PILOT Program -- Lonaconing	18,873.71	
Duplicate Tax Bills	60.00	
		27,958.71
		$ 132,062.55

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

BOROUGH OF BERLIN
CURRENT FUND
Statement of Expenditures--Regulatory Basis
For the Year Ended December 31, 2014

	Appropriations		Expended			Unexpended Balance Canceled
	Budget	Budget After Modification	Paid or Charged	Encumbered	Reserved	
OPERATIONS--WITHIN "CAPS"						
General Government						
Mayor and Council						
Salaries and Wages	$ 7,500.00	$ 7,500.00	$ 7,404.24		$ 95.76	
Other Expenses	6,600.00	6,600.00	6,569.56	$ 27.00	3.44	
Administrative and Executive						
Salaries and Wages	47,100.00	47,650.00	47,387.21		262.79	
Other Expenses	47,100.00	48,100.00	37,584.85	1,268.21	9,246.94	
Financial Administration						
Salaries and Wages	79,000.00	42,050.00	42,011.30		38.70	
Other Expenses	21,650.00	21,650.00	20,604.00	483.65	562.35	
Audit Services						
Other Expenses	25,000.00	25,000.00	21,503.00		3,497.00	
Engineering Services						
Other Expenses	18,000.00	18,000.00	7,480.62	1,982.46	8,536.92	
Collection of Taxes						
Salaries and Wages	33,600.00	33,600.00	33,600.00			
Other Expenses	8,750.00	8,750.00	7,058.24	702.15	989.61	
Public Employees' Award Program (NJSA 40A:9-8) (NJSA 40A:5-31)						
Other Expenses	1,500.00	1,500.00	990.19		509.81	
Assessment of Taxes						
Salaries and Wages	10,500.00	11,100.00	11,093.51		6.49	
Other Expenses	2,950.00	3,450.00	2,883.81	562.05	4.14	
Municipal Court						
Salaries and Wages	78,800.00	83,400.00	82,511.23		888.77	
Other Expenses	11,300.00	10,300.00	8,347.27	1,197.68	755.05	
Legal Services and Costs						
Other Expenses	75,000.00	75,000.00	42,472.53		32,527.47	
Economic Development Committee						
Salaries and Wages	1,320.00	1,320.00	990.00		330.00	
Other Expenses	500.00	500.00	325.00	50.00	125.00	
Municipal Land Use Law (NJSA 40:55D-1):						
Planning Board						
Salaries and Wages	1,320.00	1,320.00	1,320.00			
Other Expenses	11,900.00	12,800.00	10,951.53	928.37	920.10	
Zoning Enforcement Officer						
Salaries and Wages	12,500.00	12,700.00	12,695.28		4.72	
Other Expenses	1,400.00	1,400.00	893.85		506.15	

(Continued)

BOROUGH OF BERLIN
CURRENT FUND
Statement of Expenditures--Regulatory Basis
For the Year Ended December 31, 2014

	Appropriations		Expended			Unexpended
	Budget	Budget After Modification	Paid or Charged	Encumbered	Reserved	Balance Canceled
OPERATIONS--WITHIN "CAPS" (CONT'D)						
General Government (Cont'd)						
Insurance						
Health Benefit Waiver	$ 2,500.00	$ 2,650.00	$ 2,641.84		$ 8.16	
Workers Compensation	67,402.60	67,402.60	67,402.60			
Other Insurance	91,722.81	96,992.81	96,992.72		0.09	
Unemployment Compensation Insurance	14,000.00	12,000.00	11,621.44		378.56	
Group Insurance for Employees	627,700.00	646,700.00	646,613.61		86.39	
Public Safety						
Police						
Salaries and Wages	1,468,700.00	1,468,700.00	1,455,704.51		12,995.49	
Other Expenses:						
Leasing of Vehicles	56,100.00	56,100.00	56,097.00		3.00	
Miscellaneous Other Expenses	66,250.00	66,250.00	54,809.79	$ 1,256.74	10,183.47	
Fire						
Aid to Volunteer Fire Company	28,000.00	28,000.00	28,000.00			
Miscellaneous Other Expenses	65,900.00	61,650.00	55,508.62	5,800.33	341.05	
Aid to Volunteer Ambulance/Emergency Squad						
Other Expenses	32,436.00	16,313.00	16,312.68		0.32	
Public Defender						
Other Expenses	6,000.00	6,000.00			6,000.00	
Uniform Fire Safety Act (P.L. 1983 CH 383):						
Fire						
Salaries and Wages	55,000.00	55,000.00	54,411.00		589.00	
Other Expenses	6,075.00	6,075.00	4,559.75	529.71	985.54	
Emergency Management Services						
Salaries and Wages	5,600.00	5,685.00	5,684.39		0.61	
Other Expenses	2,900.00	2,900.00	2,412.55	50.00	437.45	
Municipal Prosecutor						
Other Expenses	12,500.00	12,500.00	11,458.34	1,041.66		
Streets and Roads						
Road Repairs and Maintenance						
Salaries and Wages	128,649.00	146,149.00	142,016.69		4,132.31	
Other Expenses	24,850.00	26,850.00	22,194.40	2,499.91	2,155.69	
Public Buildings and Grounds						
Salaries and Wages	68,800.00	81,300.00	80,613.71		686.29	
Other Expenses	74,450.00	74,450.00	65,220.92	3,086.99	6,142.09	

(Continued)

BOROUGH OF BERLIN
CURRENT FUND
Statement of Expenditures--Regulatory Basis
For the Year Ended December 31, 2014

	Appropriations		Expended			Unexpended
	Budget	Budget After Modification	Paid or Charged	Encumbered	Reserved	Balance Canceled
OPERATIONS--WITHIN "CAPS" (CONT'D)						
Streets and Roads (Cont'd)						
Garbage and Trash Collection						
Salaries and Wages	$ 184,100.00	$ 201,400.00	$ 200,684.06		$ 715.94	
Other Expenses	16,500.00	16,500.00	12,517.06	$ 805.20	3,177.74	
Vehicle and Equipment Maintenance						
Salaries and Wages	130,800.00	59,430.00	58,268.19		1,161.81	
Other Expenses	68,200.00	70,200.00	67,379.60	2,007.15	813.25	
Health and Welfare						
Board of Health						
Salaries and Wages	9,100.00	9,745.00	9,720.47		24.53	
Other Expenses	500.00	500.00	448.50		51.50	
Recreation and Education						
Senior Citizen Coordinator						
Salaries and Wages	1,100.00	1,100.00	1,043.78		56.22	
Other Expenses	12,500.00	12,500.00	9,696.69		2,803.31	
Animal Control						
Other Expenses	1,000.00					
Parks and Playgrounds						
Salaries and Wages	16,100.00	16,117.00	16,116.18		0.82	
Other Expenses	13,400.00	12,700.00	12,699.94		0.06	
Expense of Participation in Free Public Library						
Salaries and Wages	44,090.00	45,090.00	43,202.84		1,887.16	
Other Expenses	5,450.00	4,950.00	4,936.41		13.59	
Celebration of Public Event, Anniversary or Holiday						
Other Expenses	5,000.00	5,000.00	4,500.00		500.00	
Uniform Construction Code -- Appropriations Offset by Dedicated Revenues (N.J.A.C. 5:23-4.17)						
Construction Official						
Salaries and Wages	49,000.00	59,228.00	57,915.92		1,312.08	
Other Expenses	4,195.00	4,495.00	4,173.89		321.11	
Sub-Code Officials:						
Fire						
Salaries and Wages	5,300.00	5,000.00	4,985.25		14.75	

(Continued)

BOROUGH OF BERLIN
CURRENT FUND
Statement of Expenditures--Regulatory Basis
For the Year Ended December 31, 2014

	Appropriations		Expended			Unexpended Balance
	Budget	Budget After Modification	Paid or Charged	Encumbered	Reserved	Canceled
OPERATIONS--WITHIN "CAPS"(CONT'D)						
Unclassified						
Electricity	$ 35,900.00	$ 32,275.00	$ 32,263.39		$ 11.61	
Water Service	6,100.00	6,650.00	6,051.35		598.65	
Sewer Service	5,000.00	5,000.00	4,978.15		21.85	
Telephone	28,300.00	27,300.00	27,099.33	$ 150.00	50.67	
Gas / Fuel Oil	19,000.00	22,225.00	22,223.13		1.87	
Trash Disposal	216,200.00	229,423.00	199,901.18	28,428.37	1,093.45	
Street Lighting	100,600.00	109,050.00	109,023.59		26.41	
Gasoline / Motor Fuel	116,600.00	112,425.00	112,408.96		16.04	
	4,502,860.41	4,481,660.41	4,309,191.64	52,857.63	119,611.14	-
Detail:						
Salaries and Wages	2,440,479.00	2,397,234.00	2,372,021.60		25,212.40	
Other Expenses (Including Contingent)	2,062,381.41	2,084,426.41	1,937,170.04	52,857.63	94,398.74	
DEFERRED CHARGES AND STATUTORY EXPENDITURES --MUNICIPAL--WITHIN "CAPS"						
Statutory Expenditures:						
Contribution to:						
Police and Firemen's Retirement System of N.J.	314,451.00	314,451.00	314,451.00			
Public Employees Retirement System	85,028.00	85,028.00	85,028.00			
Defined Contribution Retirement Program	1,000.00	1,000.00	49.56		950.44	
Social Security System (O.A.S.I.)	189,000.00	209,800.00	206,348.20		3,451.80	
Total Deferred Charges and Statutory Expenditures Within--"CAPS"	589,479.00	610,279.00	605,876.76	-	4,402.24	-
Total General Appropriations for Municipal Purposes Within--"CAPS"	5,092,339.41	5,091,939.41	4,915,068.40	52,857.63	124,013.38	-
OPERATIONS-- EXCLUDED FROM "CAPS"						
Solid Waste Disposal						
Recycling Tax (P.L. 2007, c. 311)	10,000.00	10,000.00	7,727.10	1,408.02	864.88	
Storm Water Management						
Salaries and Wages	27,900.00	28,300.00	28,282.70		17.30	
Other Expenses	4,250.00	4,250.00	3,830.29		419.71	

(Continued)

BOROUGH OF BERLIN
CURRENT FUND
Statement of Expenditures--Regulatory Basis
For the Year Ended December 31, 2014

	Appropriations		Expended			Unexpended Balance
	Budget	Budget After Modification	Paid or Charged	Encumbered	Reserved	Canceled
OPERATIONS-- EXCLUDED FROM "CAPS" (CONT'D)						
State and Federal Programs Off-set by Revenues:						
Recycling Tonnage Grant						
Other Expenses	$ 10,873.27	$ 10,873.27	$ 10,873.27			
Clean Communities Grant						
Other Expenses (NJSA 40A:4-87 $13,385.63)		13,385.63	13,385.63			
Drunk Driving Enforcement Grant						
Other Expenses	4,483.57	4,483.57	4,483.57			
Body Armor Replacement Grant						
Other Expenses	2,440.81	2,440.81	2,440.81			
Alcohol Education and Rehabilitation Grant						
Salaries and Wages (NJSA 40A:4-87 $2,363.20)		2,363.20	2,363.20			
Over the Limit Under Arrest						
Other Expenses	1,900.00	1,900.00	1,900.00			
Distracted Driving Mobilization						
Salaries and Wages (NJSA 40A:4-87 $5,000.00)		5,000.00	5,000.00			
Seatbelt Click-it-or-Ticket Grant						
Salaries and Wages (NJSA 40A:4-87 $4,000.00)		4,000.00	4,000.00			
Drive Sober or Get Pulled Over						
Salaries and Wages (40A:4-87 $12,500.00)		12,500.00	12,500.00			
Safe and Secure Communities Program:						
Salaries and Wages	142,200.00	142,200.00	142,200.00			
Total Operations--Excluded from "CAPS"	204,047.65	241,696.48	238,986.57	$ 1,408.02	$ 1,301.89	-
Detail:						
Salaries and Wages	174,583.57	198,846.77	198,829.47		17.30	
Other Expenses	29,464.08	42,849.71	40,157.10	1,408.02	1,284.59	
CAPITAL IMPROVEMENTS--EXCLUDED FROM "CAPS"						
Capital Improvement Fund	65,000.00	65,000.00	65,000.00	-	-	-
MUNICIPAL DEBT SERVICE--EXCLUDED FROM "CAPS"						
Payment of Bond Principal	910,000.00	910,000.00	910,000.00			
Interest on Bonds	363,858.00	363,858.00	363,857.16			$ 0.84
Green Trust Loan Program:						
Loan Repayments for Principal and Interest	32,469.00	32,469.00	32,468.05			0.95
Total Municipal Debt Service--Excluded from "CAPS"	1,306,327.00	1,306,327.00	1,306,325.21	-	-	1.79

(Continued)

BOROUGH OF BERLIN
CURRENT FUND
Statement of Expenditures--Regulatory Basis
For the Year Ended December 31, 2014

	Appropriations		Expended			Unexpended Balance
	Budget	Budget After Modification	Paid or Charged	Encumbered	Reserved	Canceled
DEFERRED CHARGES--MUNICIPAL--EXCLUDED FROM "CAPS"						
Special Emergency Authorizations--5 Year	$ 45,000.00	$ 45,000.00	$ 45,000.00	-	-	-
TRANSFERRED TO BOARD OF EDUCATION FOR USE OF LOCAL SCHOOLS (NJSA 40:48-17.1 & 17.3)	43,027.00	43,027.00	43,027.00	-	-	-
Total General Appropriations for Municipal Purposes Excluded from "CAPS"	1,663,401.65	1,701,050.48	1,698,338.78	$ 1,408.02	$ 1,301.89	$ 1.79
Subtotal General Appropriations	6,755,741.06	6,792,989.89	6,613,407.18	54,265.65	125,315.27	1.79
Reserve for Uncollected Taxes	484,814.70	484,814.70	484,814.70	-	-	-
Total	$ 7,240,555.76	$ 7,277,804.59	$ 7,098,221.88	$ 54,265.65	$ 125,315.27	$ 1.79

Adopted Budget	$ 7,240,555.76
Appropriation by NJSA 40A:4-87	37,248.83
	$ 7,277,804.59

Disbursed	$ 6,538,140.90
Refunds	(168,880.20)
Reserve for Uncollected Taxes	484,814.70
Reserve for Federal and State Grants Appropriated	199,146.48
Deferred Charges -- Special Emergency Appropriation	45,000.00
	$ 7,098,221.88

BOROUGH OF BERLIN
TRUST FUNDS
Statements of Assets, Liabilities, Reserves and Fund Balance--Regulatory Basis
For the Years Ended December 31, 2014 and 2013

	Ref.	2014	2013
ASSETS			
Animal Control Fund:			
Cash	SB-1	$ 14,642.47	$ 13,705.66
Open Space Fund:			
Cash	SB-1	240,798.21	71,027.01
Due from Current Fund	B-1	739.96	114,364.42
		241,538.17	185,391.43
Other Funds:			
Cash -- Treasurer	SB-1	1,191,255.65	928,229.57
Cash -- Collector	SB-2	319,635.01	95,000.00
Due from Bank	SB-2	64.99	
Police Outside Services Receivable	SB-1	11,337.91	19,695.00
Due from Developers	SB-6	3,339.81	2,964.71
Due from Camden County Community Development	SB-4	36,200.00	20,217.53
		1,561,833.37	1,066,106.81
		$ 1,818,014.01	$ 1,265,203.90
LIABILITIES, RESERVES AND FUND BALANCE			
Animal Control Fund:			
Reserve for Encumbrances	SB-3	$ 825.00	
Reserve for Animal Control Fund Expenditures	SB-3	13,817.47	$ 13,705.66
		14,642.47	13,705.66
Open Space Fund:			
Reserve for Future Use	B-1;B-2	241,538.17	185,391.43
Other Funds:			
Reserve for Recreation Facilities	SB-6	70,304.48	70,304.48
Reserve for Parking Offenses Adjudication Act	SB-6	596.10	408.10
Reserve for Payroll Deductions Payable	SB-6	46,669.87	29,170.62
Reserve for Affordable Housing	SB-6	479,579.44	478,565.58
Reserve for COAH Fees	SB-6	29,998.90	30,745.77
Reserve for Developers' Escrow Deposits	SB-6	178,931.15	154,746.25
Reserve for Premiums Received at Tax Sale	SB-6	319,700.00	95,000.00
Reserve for Recycling Funds	SB-6	64,952.90	55,210.57
Reserve for Community Development Block Grant	SB-6	14,891.03	16,012.02
Reserve for Bid Bonds	SB-6	470.00	470.00
Reserve for Security Deposits	SB-6	3,340.00	3,340.00
Reserve for Encumbrances	SB-6	9,299.46	8,005.55
Reserve for Public Defender	SB-6	7,488.95	7,253.38
Reserve for Performance Bonds	SB-6	318,873.06	93,613.82
Reserve for Investigation Fund	SB-6	45.00	317.00
Reserve for Fire Safety	SB-6	3,562.00	5,916.50
Reserve for Police Donation	SB-6	1,480.00	1,480.00
Reserve for Police Outside Services	SB-6	309.85	6,911.49
Reserve for Special Law Enforcement	SB-6	4,916.25	8,486.92
Due State of NJ - VCCB	SB-6	3,424.93	
Due Current Fund	SB-5	3,000.00	148.76
		1,561,833.37	1,066,106.81
		$ 1,818,014.01	$ 1,265,203.90

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

BOROUGH OF BERLIN
TRUST -- MUNICIPAL OPEN SPACE FUND
Statement of Revenues--Regulatory Basis
For the Year Ended December 31, 2014

	Anticipated Budget	Realized	Excess (Deficit)
Amount to be Raised by Taxation	$ 112,900.00	$ 113,639.96	$ 739.96
Interest Income	100.00	39.60	(60.40)
Reserve for Future Use	1,900.00	1,900.00	
Budget Totals	114,900.00	115,579.56	679.56
Non-Budget Revenue	-	-	-
	$ 114,900.00	$ 115,579.56	$ 679.56

Analysis of Realized Revenues

Analysis of Current Tax Collections:	
Receipts:	
Open Space Tax Levy	$ 112,900.00
Due From Current Fund:	
Added / Omitted Taxes	739.96
	$ 113,639.96
Analysis of Miscellaneous Revenue:	
Receipts:	
Interest on Deposits	$ 39.60

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

BOROUGH OF BERLIN
TRUST -- MUNICIPAL OPEN SPACE FUND
Statement of Expenditures--Regulatory Basis
For the Year Ended December 31, 2014

	Original Budget	Budget After Modification	Paid or Charged	Encumbered	Reserved	Unexpended Balance Canceled
Operating:						
Salaries and Wages	$ 50,151.00	$ 53,218.00	$ 53,218.00			
Other Expenses	64,749.00	61,682.00	4,314.82			$ 57,367.18
Total Open Space Appropriations	$ 114,900.00	$ 114,900.00	$ 57,532.82	-	-	$ 57,367.18
Disbursed			$ 57,532.82			

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

BOROUGH OF BERLIN
GENERAL CAPITAL FUND
Statements of Assets, Liabilities, Reserves and Fund Balance--Regulatory Basis
For the Years Ended December 31, 2014 and 2013

ASSETS	Ref.	2014	2013
Cash	SC-1	$ 321,254.14	$ 1,833,380.01
Due from State of New Jersey	SC-4	77,459.84	224,600.00
Due from Current Fund	SC-9		131,400.00
Due from Water Utility Capital Fund	SC-1		9,467.15
Due from Sewer Utility Capital Fund	SC-1		4,894.12
Deferred Charges to Future Taxation:			
Funded	SC-3	9,340,756.97	10,277,766.45
Unfunded	SC-5	1,300,400.00	250.00
		$ 11,039,870.95	$ 12,481,757.73
LIABILITIES, RESERVES AND FUND BALANCE			
General Serial Bonds	SC-10	$ 9,088,119.00	$ 9,998,119.00
Green Acres Loan Payable	SC-11	252,637.97	279,647.45
Improvement Authorizations:			
Funded	SC-7	197,535.06	1,932,648.59
Unfunded	SC-7	636,627.13	250.00
Contracts Payable	SC-8	684,040.78	68,670.01
Reserve For Encumbrances	SC-1;SC-7	107,148.89	125,210.56
Capital Improvement Fund	SC-6	6,096.00	9,546.00
Fund Balance	C	67,666.12	67,666.12
		$ 11,039,870.95	$ 12,481,757.73

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

BOROUGH OF BERLIN
WATER UTILITY FUND
Statements of Assets, Liabilities, Reserves and Fund Balance--Regulatory Basis
For the Years Ended December 31, 2014 and 2013

	Ref.	2014	2013
ASSETS			
Operating Fund:			
Cash -- Treasurer	SD-1	$ 1,030,258.37	$ 1,167,960.36
Receivables with Full Reserves:			
Water Rents Receivable	SD-4	281,786.99	250,800.11
Fire Hydrant and Sprinkler Rents Receivable	SD-5	28,084.85	56,875.93
		309,871.84	307,676.04
Deferred Charges:			
Emergency Appropriations	D-3	55,000.00	-
Total Operating Fund		1,395,130.21	1,475,636.40
Capital Fund:			
Cash -- Treasurer	SD-1	835,163.75	617,755.47
Due From Current Fund	SD-1		400,000.00
Fixed Capital	SD-9	17,653,817.93	17,653,817.93
Fixed Capital Authorized and Uncompleted	SD-8	2,704,530.00	2,504,530.00
Total Capital Fund		21,193,511.68	21,176,103.40
		$ 22,588,641.89	$ 22,651,739.80

(Continued)

BOROUGH OF BERLIN
WATER UTILITY FUND
Statements of Assets, Liabilities, Reserves and Fund Balance--Regulatory Basis
As of December 31, 2014 and 2013

	Ref.	2014	2013
LIABILITIES, RESERVES AND FUND BALANCE			
Operating Fund:			
Liabilities:			
Water Rent Overpayments	SD-6	$ 8,024.80	$ 6,529.09
Reserve for Encumbrances	D-3;SD-7	3,705.78	61,760.53
Accounts Payable	D-1;SD-7	46.76	2,710.79
Appropriation Reserves	D-3;SD-7	25,189.16	115,533.80
Accrued Interest on Bonds and Notes	SD-10	35,442.66	43,167.14
		72,409.16	229,701.35
Reserve for Receivables	D	309,871.84	307,676.04
Fund Balance	D-1	1,012,849.21	938,259.01
Total Operating Fund		1,395,130.21	1,475,636.40
Capital Fund:			
Serial Bonds	SD-14	2,837,881.00	3,187,881.00
New Jersey Environmental Trust Loan	SD-15	2,165,312.44	2,347,748.19
Due to General Capital Fund	SD-1		9,467.15
Improvement Authorizations:			
Funded	SD-11	414,346.51	466,585.07
Unfunded	SD-11	171,982.48	700.00
Capital Improvement Fund	SD-1	26,230.71	1,230.71
Reserve for Payment of Debt	D-1	399,674.53	432,874.53
Contracts Payable	SD-1		58,051.11
Reserve for Encumbrances	SD-1;SD-11	6,663.90	32,581.28
Reserve for Amortization	SD-13	15,030,305.49	14,497,869.74
Deferred Reserve for Amortization	D	124,149.00	124,149.00
Fund Balance	D	16,965.62	16,965.62
		21,193,511.68	21,176,103.40
Total Capital Fund		$ 22,588,641.89	$ 22,651,739.80

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

BOROUGH OF BERLIN
WATER UTILITY OPERATING FUND
Statements of Operations and Changes in Operating Fund Balance--Regulatory Basis
For the Years Ended December 31, 2014 and 2013

	2014	2013
Revenue and Other Income Realized		
Operating Surplus Anticipated	$ 112,328.00	$ 122,605.00
Water Rents	2,339,294.11	2,426,115.67
Fire Hydrant and Sprinkler Service	457,168.52	448,360.46
Miscellaneous	39,118.73	41,607.05
Reserve for Payment of Debt	33,200.00	
Other Credits to Income:		
Cancellation of Accounts Payable	2,710.79	
Unexpended Balance of Appropriation Reserves	61,177.46	87,885.78
Total Income	3,044,997.61	3,126,573.96
Expenditures		
Operating	2,116,650.00	2,102,240.00
Debt Service	679,636.94	619,444.64
Deferred Charges and Statutory Expenditures	91,516.00	102,765.00
Capital Improvements	25,000.00	
Other Debits to Expenditures		
Refund of Prior Year Revenue	276.47	
Total Expenditures	2,913,079.41	2,824,449.64
Excess (Deficit) in Revenue	131,918.20	302,124.32
Adjustments to Income Before Fund Balance:		
Expenditures Included Above Which are by Statute		
Deferred Charges to Budget of Succeeding Years	55,000.00	-
Statutory Excess to Fund Balance	186,918.20	302,124.32
Fund Balance		
Balance Jan. 1	938,259.01	758,739.69
	1,125,177.21	1,060,864.01
Decreased by:		
Utilized as Revenue in Water Utility Fund	112,328.00	122,605.00
Balance Dec. 31	$ 1,012,849.21	$ 938,259.01

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

BOROUGH OF BERLIN
WATER UTILITY OPERATING FUND
Statement of Revenues--Regulatory Basis
For the Year Ended December 31, 2014

	Budget	Realized	Excess/ (Deficit)
Operating Surplus Anticipated	$ 112,328.00	$ 112,328.00	
Water Rents	2,350,000.00	2,339,294.11	$ (10,705.89)
Fire Hydrant and Sprinkler Service	350,000.00	457,168.52	107,168.52
Miscellaneous	20,000.00	39,118.73	19,118.73
Reserve for Payment of Debt	33,200.00	33,200.00	
	$ 2,865,528.00	$ 2,981,109.36	$ 115,581.36

Analysis of Realized Revenues

Water Rents Receivable:		
Receipts - Collector		$ 2,336,911.39
Overpayments Applied		2,382.72
		$ 2,339,294.11
Fire Hydrant and Sprinkler Service:		
Receipts - Collector		$ 446,475.94
Overpayments Applied		10,692.58
		$ 457,168.52
Miscellaneous:		
Receipts:		
Treasurer:		
Interest on Deposits		$ 1,984.11
Collector:		
Interest on Delinquent Accounts	$ 17,004.54	
Turn-On Charges	4,212.38	
Radio Read Charges	4,800.00	
Miscellaneous	317.70	
Return Check Fee	160.00	
Connection Fees	10,640.00	
		37,134.62
		$ 39,118.73

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

BOROUGH OF BERLIN
WATER UTILITY OPERATING FUND
Statement of Expenditures--Regulatory Basis
For the Year Ended December 31, 2014

	Appropriations		Expended			Unexpended Balance
	Original Budget	Budget After Modification	Paid or Charged	Encumbered	Reserved	Cancelled
Operating:						
Salaries and Wages	$ 484,700.00	$ 472,700.00	$ 469,757.41		$ 2,942.59	
Other Expenses (NJSA 40A:4-47 $55,000.00)	1,581,884.00	1,643,950.00	1,619,686.48	$ 3,705.78	20,557.74	
Total Operating	2,066,584.00	2,116,650.00	2,089,443.89	3,705.78	23,500.33	-
Capital Improvements:						
Capital Improvement Fund	25,000.00	25,000.00	25,000.00	-	-	-
Debt Service:						
Payment of Bond Principal	350,000.00	350,000.00	350,000.00			
Interest on Bonds	112,595.00	115,478.00	112,104.18			$ 3,373.82
New Jersey Environmental Infrastructure Loan	219,833.00	221,884.00	217,532.76			4,351.24
Total Debt Service	682,428.00	687,362.00	679,636.94	-	-	7,725.06
Deferred Charges and Statutory Expenditures:						
Statutory Expenditures:						
Contribution to:						
Unemployment Compensation Insurance	3,000.00	3,000.00	2,222.27		777.73	
Public Employees Retirement System	51,016.00	51,016.00	51,016.00			
Social Security System (O.A.S.I.)	37,500.00	37,500.00	36,588.90		911.10	
Total Deferred Charges and Statutory Expenditures	91,516.00	91,516.00	89,827.17	-	1,688.83	-
	$ 2,865,528.00	$ 2,920,528.00	$ 2,883,908.00	$ 3,705.78	$ 25,189.16	$ 7,725.06

Adopted Budget	$ 2,865,528.00
Emergency Appropriation NJSA 40A:4-47	55,000.00
	$ 2,920,528.00

Accrued Interest on Bonds and Notes	$ 147,208.04
Refunds	(7,423.31)
Disbursed	2,744,123.27
	$ 2,883,908.00

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

BOROUGH OF BERLIN
SEWER UTILITY FUND
Statements of Assets, Liabilities, Reserves and Fund Balance--Regulatory Basis
For the Years Ended December 31, 2014 and 2013

	Ref.	2014	2013
ASSETS			
Operating Fund:			
Cash -- Treasurer	SE-1	$ 34,359.31	$ 59,478.59
Receivables with Full Reserves:			
Sewer Rents Receivable	SE-4	91,179.36	77,511.62
Total Operating Fund		125,538.67	136,990.21
Capital Fund:			
Cash -- Treasurer	SE-1	493,275.25	533,970.80
Fixed Capital	SE-6	3,650,701.65	3,650,701.65
Fixed Capital Authorized and Uncompleted	SE-7	1,097,980.00	597,980.00
Total Capital Fund		5,241,956.90	4,782,652.45
		$ 5,367,495.57	$ 4,919,642.66
LIABILITIES, RESERVES AND FUND BALANCE			
Operating Fund:			
Liabilities:			
Appropriation Reserves	E-3;SE-5	$ 8,350.99	$ 7,597.26
Reserve for Encumbrances	E-3;SE-5	7,768.38	6,688.67
Sewer Rent Overpayments	SE-11	892.55	1,013.31
Accrued Interest on Bonds and Notes	SE-8	5,477.53	6,338.80
		22,489.45	21,638.04
Reserve for Receivables	E	91,179.36	77,511.62
Fund Balance	E-1	11,869.86	37,840.55
Total Operating Fund		125,538.67	136,990.21
Capital Fund:			
Serial Bonds	SE-13	809,000.00	899,000.00
Improvement Authorizations Funded	SE-9	503,434.96	503,434.96
Improvement Authorizations Unfunded	SE-9	189,114.93	500.00
Due to General Capital Fund	SE-1		4,894.12
Reserve for Encumbrances	SE-1	2,979.90	16,649.26
Contracts Payable	SE-9	259,253.00	
Capital Improvement Fund	SE-1	5,221.95	221.95
Deferred Reserve for Amortization	SE-12	54,738.00	29,738.00
Reserve for Amortization	SE-10	3,409,443.65	3,319,443.65
Fund Balance	E	8,770.51	8,770.51
		5,241,956.90	4,782,652.45
Total Capital Fund			
		$ 5,367,495.57	$ 4,919,642.66

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

BOROUGH OF BERLIN
SEWER UTILITY FUND
Statements of Operations and Changes in Operating Fund Balance--Regulatory Basis
For the Years Ended December 31, 2014 and 2013

Revenue and Other Income Realized	2014	2013
Operating Surplus Anticipated	$ 37,100.00	$ 36,080.00
Sewer Rents	689,992.52	649,273.59
Interest on Deposits	671.72	368.18
Miscellaneous	5,894.12	7,860.25
Other Credits to Income:		
Cancellation of Overpayments	511.57	139.95
Unexpended Balance of Appropriation Reserves	7,597.26	35,100.91
Total Income	741,767.19	728,822.88
Expenditures		
Operating	529,933.00	531,500.00
Debt Service	121,193.88	85,624.60
Deferred Charges and Statutory Expenditures	49,511.00	51,080.00
Capital Improvements	30,000.00	23,000.00
Total Expenditures	730,637.88	691,204.60
Excess (Deficit) in Revenue	11,129.31	37,618.28
Adjustments to Income Before Fund Balance	-	-
Statutory Excess to Fund Balance	11,129.31	37,618.28
Fund Balance		
Balance Jan. 1	37,840.55	36,302.27
	48,969.86	73,920.55
Less:		
Utilized as Revenue in Sewer Operating Budget	37,100.00	36,080.00
Balance Dec. 31	$ 11,869.86	$ 37,840.55

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

BOROUGH OF BERLIN
SEWER UTILITY FUND
Statement of Revenues--Regulatory Basis
For the Year Ended December 31, 2014

	Anticipated Budget	Realized	Excess (Deficit)
Operating Surplus Anticipated	$ 37,100.00	$ 37,100.00	
Sewer Rents	649,200.00	649,200.00	
Additional Sewer Rents	51,500.00	40,792.52	$ (10,707.48)
Interest on Investments and Deposits	350.00	671.72	321.72
Miscellaneous	7,850.00	5,894.12	(1,955.88)
	$ 746,000.00	$ 733,658.36	$ (12,341.64)

Analysis of Realized Revenues

Sewer Rents Receivable:	
Receipts - Collector	$ 689,490.78
Overpayments Applied	501.74
	$ 689,992.52
Interest on Investments and Deposits:	
Treasurer:	
Receipts	$ 671.72
Miscellaneous:	
Collector:	
Receipts:	
Interest on Delinquent Accounts	$ 4,507.43
Connection Fees	1,386.69
	$ 5,894.12

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

BOROUGH OF BERLIN
SEWER UTILITY FUND
Statement of Expenditures--Regulatory Basis
For the Year Ended December 31, 2014

	Appropriations		Expended			Unexpended
	Original Budget	Budget After Modification	Paid or Charged	Encumbrances	Reserved	Balance Cancelled
Operating:						
Salaries and Wages	$ 187,500.00	$ 169,154.00	$ 162,621.31		$ 32.69	$ 6,500.00
Other Expenses	354,679.00	372,279.00	352,880.32	$ 7,768.38	6,630.30	5,000.00
Total Operating	542,179.00	541,433.00	515,501.63	7,768.38	6,662.99	11,500.00
Debt Service:						
Payment of Bond Principal	90,000.00	90,000.00	90,000.00			
Interest on Bonds	31,310.00	32,056.00	31,193.88			862.12
Interest on Notes	3,000.00	3,000.00				3,000.00
Total Debt Service	124,310.00	125,056.00	121,193.88	-	-	3,862.12
Capital Improvements:						
Down Payments on Improvements	25,000.00	25,000.00	25,000.00			
Capital Improvement Fund	5,000.00	5,000.00	5,000.00			
Total Capital Improvements	30,000.00	30,000.00	30,000.00	-	-	-
Deferred Charges and Statutory Expenditures:						
Statutory Expenditures:						
Contribution to:						
Public Employees' Retirement System	34,011.00	34,011.00	34,011.00			
Unemployment Compensation Insurance	1,500.00	1,500.00	961.57		538.43	
Social Security System (O.A.S.I.)	14,000.00	14,000.00	12,850.43		1,149.57	
Total Deferred Charges and Statutory Expenditures	49,511.00	49,511.00	47,823.00	-	1,688.00	-
Total	$ 746,000.00	$ 746,000.00	$ 714,518.51	$ 7,768.38	$ 8,350.99	$ 15,362.12

Accrued Interest on Bonds and Notes	$ 31,193.88
Refunds	(5,923.30)
Disbursed	689,247.93
	$ 714,518.51

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

BOROUGH OF BERLIN
FIXED ASSET ACCOUNT GROUP
Statement of General Fixed Asset Account Group
For the Year Ended December 31, 2014

	Balance Dec. 31, 2013	Additions	Deletions	Balance Dec. 31, 2014
General Fixed Assets:				
Land	$ 1,553,653.23		$ 2,500.00	$ 1,551,153.23
Buildings	2,183,889.91			2,183,889.91
Vehicles and Equipment	5,674,500.45	$ 140,128.72	219,636.06	5,594,993.11
	$ 9,412,043.59	$ 140,128.72	$ 222,136.06	$ 9,330,036.25
Investment in General Fixed Assets:				
General Capital Fund	$ 9,412,043.59	$ 140,128.72	$ 222,136.06	$ 9,330,036.25

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

BOROUGH OF BERLIN
Notes to Financial Statements
For the Year Ended December 31, 2014

Note 1: **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

Description of Financial Reporting Entity - The Borough of Berlin was incorporated in January, 1927 and is located in southwest New Jersey approximately twenty miles southeast of the City of Philadelphia. The population according to the 2010 census is 7,588.

The Borough operates under a Mayor-Council form of government. The Mayor is the chief executive officer of the Borough and is elected by the public at the general election for a four-year term. The Council is the Legislative body of the Borough and consists of six members elected by popular vote to three-year terms. Executive and administrative responsibility rests with the Mayor, who is assisted by the Borough Clerk/Administrator.

Component Units - The Borough of Berlin has no component units as defined by Governmental Accounting Standards Board Statement No. 14, as amended by GASB Statements No. 39 and No. 61.

Basis of Accounting, Measurement Focus and Basis of Presentation - The financial statements of the Borough of Berlin contain all funds and account groups in accordance with the "Requirements of Audit" as promulgated by the State of New Jersey, Department of Community Affairs, Division of Local Government Services. The principles and practices established by the Requirements of Audit 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. Generally, the financial statements are presented using the flow of current financial resources measurement focus and modified accrual basis of accounting with minor exceptions as mandated by these "Requirements". In addition, the prescribed accounting principles previously referred to differ in certain respects from accounting principles generally accepted in the United States of America applicable to local government units. The more significant differences are explained in this Note.

In accordance with the "Requirements", the Borough of Berlin accounts for its financial transactions through the use of separate funds which are described as follows:

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

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

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

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

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

Note 1: **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**

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

An extension of the statutory dates for introduction, approval and adoption of the municipal budget may be granted by the Director of the Division of Local Government Services, with the permission of the Local Finance Board.

Budgets are adopted on the same basis of accounting utilized for the preparation of the Borough's financial statements.

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

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

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

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

Note 1: **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**

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

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

General Fixed Assets - Accounting for Governmental Fixed Assets, as required by N.J.A.C. 5:30-5.6, differs in certain respects from accounting principles generally accepted in the United States of America. In accordance with the regulations, all local units, including municipalities, must maintain a general fixed assets reporting system that establishes and maintains a physical inventory of nonexpendable, tangible property as defined and limited by the U.S. Office of Management and Budget Circular A-87 (Attachment B, Section 19), except that the useful life of such property is at least five years. The Borough has adopted a capitalization threshold of $5,000, the maximum amount allowed by the Circular. Generally, assets are valued at historical cost; however, assets acquired prior to December 31, 1985 are valued at actual historical cost or estimated historical cost. No depreciation of general fixed assets is recorded. Donated general fixed assets are recorded at their estimated fair market value on the acquisition date. Interest costs relative to the acquisition of general fixed assets are recorded as expenditures when paid. Public domain ("infrastructure") general fixed assets consisting of certain improvements such as roads, bridges, curbs and gutters, streets and sidewalks and drainage systems are not capitalized. Expenditures for construction in progress are recorded in the Capital Funds until such time as the construction is completed and put into operation. The Borough is required to maintain a subsidiary ledger detailing fixed assets records to control additions, retirements and transfers of fixed assets. In addition, a Statement of General Fixed Assets, reflecting the activity for the year, must be included in the Borough's basic financial statements.

The regulations require that general fixed assets, whether constructed or acquired through purchase, grant or gift be included in the aforementioned inventory. In addition, property management standards must be maintained that includes accurate records indicating asset description, source, ownership, acquisition cost and date, the percentage of Federal participation (if any), and the location, use, and condition of the asset. Periodically, physical inventories must be taken and reconciled with these records. Lastly, all fixed assets must be adequately controlled to safeguard against loss, damage or theft.

Utility Fixed Assets - Property and equipment purchased by a utility fund are recorded in the utility capital account at cost and are adjusted for disposition and abandonment. The amounts shown do not represent replacement cost or current value. The Reserve for Amortization and Deferred Reserve for Amortization accounts in the utility capital fund represent charges to operations for the cost of acquisition of property and equipment and improvements and contributed capital.

Note 1: **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**

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

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

Liens Sold for Other Governmental Units - Liens sold on behalf of other governmental units are not recorded on the records of the tax collector until such liens are collected. Upon their collection, such liens are recorded as a liability due to the governmental unit net of the costs of the initial sale. The related costs of sale are recognized as revenue when received.

Fund Balance - Fund Balances included in the current fund and utility operating funds represent amounts available for anticipation as revenue in future years budgets, with certain restrictions.

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

Property Tax Revenues - Property tax revenues are collected in quarterly installments due February 1, May 1, August 1, and November 1. The amount of tax levied includes not only the amount required in support of the Borough's annual budget, but also the amounts required in support of the budgets of the County of Camden, Borough of Berlin Local School District and the Eastern Regional High School District. Unpaid property taxes are subject to tax sale in accordance with the statutes.

School Taxes - The municipality is responsible for levying, collecting and remitting school taxes for the Borough of Berlin Local School District and the Eastern Regional High School District. Operations is charged for the full amount required to be raised from taxation to operate the local and regional school districts for the period from July 1 to June 30, increased by the amount deferred at December 31, 2013 and decreased by the amount deferred at December 31, 2014.

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

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

Note 1: **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**

Expenditures - Expenditures are recorded on the "budgetary" basis of accounting. Generally, expenditures are recorded when paid. However, for charges to amounts appropriated for “other expenses”, an amount is encumbered through the issuance of a numerically controlled purchase order or when a contract is executed in accordance with N.J.A.C. 5:30-5.2. When encumbered charges are paid, the amount encumbered is simultaneously liquidated in its original amount. Encumbrances are offset by an account entitled reserve for encumbrances. The reserve is classified as a cash liability under New Jersey municipal accounting. At December 31, this reserve represents the portion of appropriation reserves that has been encumbered and is subject to the same statutory provisions as appropriation reserves.

Appropriations for principal 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.

Appropriation Reserves - Appropriation reserves covering unexpended appropriation balances are automatically created at year-end 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.

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

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

Note 2: **CASH AND CASH EQUIVALENTS**

Custodial Credit Risk Related to Deposits - Custodial credit risk is the risk that, in the event of a bank failure, the Borough’s deposits might not be recovered. Although the Borough does not have a formal policy regarding custodial credit risk, N.J.S.A. 17:9-41 et seq. requires that governmental units shall deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act (GUDPA). Under the Act, the first $250,000 of governmental deposits in each insured depository is protected by the Federal Deposit Insurance Corporation (FDIC). Public funds owned by the municipality in excess of FDIC insured amounts are protected by GUDPA. However, GUDPA does not protect intermingled trust funds such as salary withholdings, bail funds, or funds that may pass to the municipality relative to the happening of a future condition. Such funds are shown as Uninsured and Uncollateralized in the schedule below.

Note 2: **CASH AND CASH EQUIVALENTS (CONT'D)**

As of December 31, 2014, the Borough's bank balances of $7,194,549.17 were exposed to custodial credit risk as follows:

Uninsured and Uncollateralized	$ 270,046.03
Uninsured but Collateralized with Securities Held by Pledging Bank's Trust Department but not in the Borough's Name	6,107,094.73
Insured and Collateralized with Securities Held by Pledging Financial Institutions	817,408.41
Total	$ 7,194,549.17

Note 3: **PROPERTY TAXES**

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

Comparative Schedule of Tax Rates

	2014	2013	2012	2011 (A)	2010
Tax Rate	$2.922	$2.848	$2.793	$2.630	$4.838
Apportionment of Tax Rate:					
Municipal	$.638	$.619	$.598	$.579	$1.059
County	.838	.838	.794	.723	1.298
Regional School	.489	.462	.495	.452	.834
Local School	.957	.929	.906	.876	1.647

(A) = A revaluation was performed for 2011.

Assessed Valuation

2014	$752,676,606.00
2013	755,678,221.00
2012	764,380,455.00
2011 (A)	776,694,478.00
2010	410,830,135.00

Comparison of Tax Levies and Collections

Year	Tax Levy	Collections	Percentage of Collections
2014	$22,158,531.10	$21,758,732.00	98.20%
2013	21,571,717.34	21,178,976.12	98.18%
2012	21,380,523.71	20,861,962.21	97.57%
2011	20,493,943.88	19,819,459.11	96.71%
2010	20,124,124.17	19,776,445.59	98.27%

Note 3: **PROPERTY TAXES (CONT'D)**

Delinquent Taxes and Tax Title Liens

Year	Tax Title Liens	Delinquent Taxes	Total Delinquent	Percentage of Tax Levy
2014	$3,066.24	$285,747.95	$288,814.19	1.30%
2013	---	275,947.51	275,947.51	1.28%
2012	---	440,559.03	440,559.03	2.06%
2011	3,453.23	486,874.82	490,328.05	2.39%
2010	14,416.31	293,673.95	308,090.26	1.53%

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

Year	Number
2014	1
2013	---
2012	---
2011	1
2010	6

Note 4: **PROPERTY ACQUIRED BY TAX TITLE LIEN LIQUIDATION**

The Borough has no property acquired by liquidation of tax title liens as of December 31, 2014 or the previous four years.

Note 5: **WATER UTILITY SERVICE CHARGES**

The following is a five-year comparison of water utility service charges (rents) for the current and previous four years.

Year	Balance Beginning of Year Receivable	Balance Beginning of Year Liens	Levy	Total	Cash Collections
2014	$307,676.04	---	$2,807,660.28	$3,115,336.32	$2,796,462.63
2013	371,698.94	---	2,816,396.46	3,188,095.40	2,874,476.13
2012	326,733.44	---	2,976,413.89	3,303,147.33	2,931,451.39
2011	336,725.28	---	2,898,498.25	3,235,223.53	2,908,316.00
2010	267,463.02	---	2,840,295.51	3,107,758.53	2,769,353.86

Note 6: **SEWER UTILITY SERVICE CHARGES**

The following is a five-year comparison of sewer utility service charges (rents) for the current and previous four years.

Year	Balance Beginning of Year Receivable	Balance Beginning of Year Liens	Levy	Total	Cash Collections
2014	$77,511.62	---	$703,706.76	$781,218.38	$689,992.52
2013	79,019.31	---	648,091.92	727,111.23	649,273.59
2012	78,476.96	---	644,966.71	723,443.67	644,424.31
2011	83,639.04	---	641,633.53	725,272.57	645,727.54
2010	66,380.88	---	638,904.88	705,285.76	621,643.29

Note 7: **FUND BALANCES APPROPRIATED**

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

Year	Balance Dec. 31	Utilized In Budget of Succeeding Year	Percentage of Fund Balance Used
Current Fund			
2014	$1,079,399.19	$850,000.00	78.75%
2013	1,176,828.35	745,000.00	63.31%
2012	837,349.44	510,000.00	60.91%
2011	701,439.20	430,000.00	61.30%
2010	1,261,553.00	780,000.00	61.83%
Water Utility Operating Fund			
2014	$1,012,849.21	$282,580.00	27.90%
2013	938,259.01	112,328.00	11.97%
2012	758,739.69	122,605.00	16.16%
2011	511,910.85	108,100.00	21.12%
2010	404,786.43	363,000.00	89.68%
Sewer Utility Operating Fund			
2014	$11,869.86	$9,000.00	75.82%
2013	37,840.55	37,100.00	98.04%
2012	36,302.27	36,080.00	99.39%
2011	65,238.37	64,374.50	98.68%
2010	110,811.82	82,000.00	80.00%

Note 8: **INTERFUND RECEIVABLES AND PAYABLES**

The following interfund balances were recorded on the various statements of assets, liabilities, reserves and fund balance as of December 31, 2014:

Fund	Interfunds Receivable	Interfunds Payable
Current Fund	$48,028.73	$739.96
Federal and State Grant Fund		45,028.73
Trust—Open Space Fund	739.96	
Trust—Other Funds		3,000.00
	$48,768.69	$48,768.69

The interfund receivables and payables above predominately resulted from payments made by certain funds on behalf of other funds. During 2015, the Borough expects to liquidate such interfunds, depending upon the availability of cash flow.

Note 9: **PENSION PLANS**

The Borough of Berlin contributes to two cost-sharing multiple-employer defined benefit pension plans, the Public Employees' Retirement System (PERS) and the Police and Firemen's Retirement System (PFRS), which are administered by the New Jersey Division of Pensions and Benefits. In addition, Borough employees participate in the Defined Contribution Retirement Program (DCRP), which is a defined contribution pension plan and is also administered by the New Jersey Division of Pensions and Benefits. Each plan has a Board of Trustees that is primarily responsible for its administration. The Division issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to:

State of New Jersey
Division of Pensions and Benefits
P.O. Box 295
Trenton, New Jersey 08625-0295

Public Employees' Retirement System - The PERS was established in 1955. The PERS provides retirement, death, and disability, and medical benefits to qualified members. Vesting and benefit provisions are established by N.J.S.A. 43:15A and 43:3B.

The contribution requirements of plan members are determined by State statute. In accordance with Chapter 62, P.L. 1994, plan members enrolled in the Public Employees' Retirement System were required to contribute 5% of their annual covered salary. Effective July 1, 2008, however, in accordance with Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007, plan members were required to contribute 5.5% of their annual covered salary. For employees enrolled in the retirement system prior to July 1, 2008, the increase was effective with the payroll period that began immediately after July 1, 2008. Pursuant to the provisions of Chapter 78, P.L. 2011, the active member contribution rate increased to 6.5% plus an additional 1.0% phased-in over seven years. The phase-in of the additional incremental member contribution amount began July 1, 2012 and increases each subsequent July 1. The State Treasurer has the right under the current law to make temporary reductions in member rates based on the existence of surplus pension assets in the retirement system; however, the statute also requires the return to the normal rate when such surplus pension assets no longer exist.

Note 9: **PENSION PLANS (CONT'D)**

Public Employees' Retirement System (Cont'd) - The Borough is billed annually for its normal contribution plus any accrued liability. These contributions, equal to the required contributions, were as follows:

Year	Normal Contribution	Accrued Liability	Total Liability	Pension Deferral	Paid by Borough
2014	$32,070.00	$129,144.00	$161,214.00	$8,841.00	$170,055.00
2013	56,194.46	108,687.00	164,881.46	8,585.00	173,466.46
2012	59,957.00	100,673.00	160,630.00	8,474.00	169,104.00

Police and Firemen's Retirement System - The PFRS was established in 1944. The PFRS provides retirement, death, and disability, and medical benefits to qualified members. Vesting and benefit provisions are established by N.J.S.A. 43:16A and 43:3B.

The contribution requirements of plan members are determined by State statute. In accordance with Chapter 204, P.L. 1989, plan members enrolled in the Police and Firemen's Retirement System are required to contribute 8.5% of their annual covered salary. Pursuant to the provisions of Chapter 78, P.L. 2011, the active member contribution rate increased to 10% in October, 2011. The State Treasurer has the right under the current law to make temporary reductions in member rates based on the existence of surplus pension assets in the retirement system; however, statute also requires the return to the normal rate when such surplus pension assets no longer exist.

The Borough is billed annually for its normal contribution plus any accrued liability. These contributions, equal to the required contributions, were as follows:

Year	Normal Contribution	Accrued Liability	Total Liability	Pension Deferral	Paid by Borough
2014	$117,047.00	$175,005.00	$292,052.00	$22,399.00	$314,451.00
2013	135,385.00	163,477.00	292,862.00	21,818.00	320,680.00
2012	164,307.00	171,558.00	335,865.00	21,660.00	357,525.00

Pension Deferral – Public Law 2009, c.19 (S-21) was enacted on March 17, 2009 and allowed the Division of Pensions and Benefits to provide non-state government pension system employers the option of paying the full amount, or an amount that reflects a 50 percent reduction of the normal and accrued liability component of the PERS and PFRS obligations for payments due in the State fiscal year ending June 30, 2009. The payments were due on April 1, 2009 (with a grace period until April 30).
The amount will be repaid starting in April of 2012 over a 15 year period. The amount will fluctuate based on pension system investment earnings on the deferred amount.

The Borough applied for and received approval from the Local Finance Board to defer a portion of the 2009 liability due for both PERS and PFRS in the amount of $59,291.00 and $152,189.50 respectively.

Defined Contribution Retirement Program - The Defined Contribution Retirement Program (DCRP) is a single-employer defined contribution pension fund which was established in 2007, under the provisions of Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007 (N.J.S.A. 43:15C-1 et. seq.) and expanded under the provisions of Chapter 89, P.L. 2008 and Chapter 1, P.L. 2010. The DCRP provides eligible members, and their beneficiaries, with a tax-sheltered, defined contribution retirement benefit, along with life insurance and disability coverage. Vesting and benefit provisions are established by N.J.S.A. 43:15C-1 et. seq.

Note 9: **PENSION PLANS (CONT'D)**

Defined Contribution Retirement Program (Cont'd) - The contribution requirements of plan members are determined by State statute. In accordance with Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007, plan members are required to contribute 5.5% of their annual covered salary. In addition to the employee contributions, the Borough's contribution amounts for each pay period are transmitted to Prudential Financial not later than the fifth business day after the date on which the employee is paid for that pay period.

The Borough's contributions were as follows:

Year	Liability	Borough
2014	$ 49.56	$ 49.56
2013	615.59	615.59
2012	-	-

Related Party Investments - The Division of Pensions and Benefits does not invest in securities issued by the Borough.

Note 10: **OTHER POST EMPLOYMENT BENEFITS**

Plan Description - The Borough contributes to the State Health Benefits Program (SHBP), a cost-sharing, multiple-employer defined benefit post-employment 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. 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 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. In 1991, the Borough adopted Resolution R-15-1991 which authorized the participation in Chapter 384 of Public Laws 1987 and Chapter 6 of Public Laws 1990. This law requires employers to fund post-retirement medical benefits for those employees who retire after accumulating 25 years of credited service or on a disability retirement from either Public Employees' Retirement System (PERS) or the Police and Firemen's Retirement System (PFRS).

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 www.state.nj.us/treasury/pensions/.

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

Contributions to pay for the health premiums of participating retirees in the SHBP are billed to the Borough on a monthly basis.

Note 10: **OTHER POST EMPLOYMENT BENEFITS (CONT'D)**

Funding Policy (Cont'd) - The Borough contributions to SHBP for the years ended December 31, 2014, 2013, and 2012, were $389,277.66, $379,538.34, and $312,702.10, respectively, which equaled the required contributions for each year. There were approximately 20, 20, and 20 retired participants eligible at December 31, 2014, 2013, and 2012, respectively.

Note 11: **COMPENSATED ABSENCES**

Unused vacation may not be accumulated and carried forward to the subsequent year for any employees except for police officers.

Police officers who are enrolled in the Berlin Police Association are entitled to unlimited sick days, therefore, no accumulation is required and at no time is compensation paid in lieu of sick days. Police officers may be compensated for unused vacation and holiday time upon retirement.

Public works employees who have been employed for 6 months are entitled to 10 sick days per year. They may accumulate no more than 120 unused days and the Borough compensates employees for unused sick leave upon termination or retirement.

Borough employees who are members of AFSCME and have been employed for a minimum of six months are entitled to 10 sick days per year. Unused sick days can accumulate at a rate not to exceed 5 days per year up to a maximum of 80 days. Employees may sell back up to 5 unused sick days annually, subject to varying conditions. Also, employees may be compensated for unused sick leave upon termination or retirement.

The Police Chief is entitled to 25 sick days per year. Unused sick days can accumulate at a rate not to exceed 8 days per year up to a maximum of 85 days. The Police Chief may sell back up to 10 unused sick days annually, subject to varying conditions. Also, the Police Chief may be compensated for unused sick leave upon termination or retirement.

The Borough does not record accrued expenses related to compensated absences. However, it is estimated that, at December 31, 2014, accrued benefits for compensated absences are valued at $163,539.12

Note 12: **DEFERRED COMPENSATION SALARY ACCOUNT**

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

Amounts deferred under Section 457 plans must be held in trust for the exclusive benefit of participating employees and not be accessible by the Borough or its creditors. Since the Borough does not have a fiduciary relationship with the Plan, the balances and activities of the Plan are not reported in the Borough's financial statements.

Note 13: **LEASE OBLIGATIONS**

At December 31, 2014, the Borough had lease agreements in effect for the following:

Capital:
- Two (2) 2011 Dodge Chargers
- One (1) 2012 Dodge Charger
- Four (4) 2014 Dodge Chargers

Operating:
- Two (2) Lanier Copiers

The following is an analysis of capital and operating leases.

Capital Leases - The following capital fixed assets were acquired by capital lease.

	Balance	
	Dec. 31, 2014	Dec. 31, 2013
Vehicles	$68,037.57	$51,425.70

Future minimum lease payments under capital lease agreements are as follows:

Year	Amount
2015	$47,608.52
2016	24,614.83

Operating Leases - Future minimum rental payments under operating lease agreements are as follows:

Year	Amount
2015	$3,348.00
2016	3,348.00
2017	3,348.00
2018	341.00

Rental payments under operating leases for the year 2014 were $3,007.00.

Note 14: **CAPITAL DEBT**

Summary of Debt

	Year 2014	Year 2013	Year 2012
Issued			
General:			
Bonds, Loans, and Notes	$9,340,756.97	$10,277,766.45	$8,986,993.74
Water Utility:			
Bonds, Loans, and Notes	5,003,193.44	5,535,629.19	5,039,411.52
Sewer Utility:			
Bonds and Notes	809,000.00	899,000.00	489,500.00
Total Issued	15,152,950.41	16,712,395.64	14,515,905.26
Authorized but not Issued			
General:			
Bonds and Notes	1,300,400.00	250.00	---
Water Utility:			
Bonds and Notes	200,700.00	700.00	950,000.00
Sewer Utility:			
Bonds and Notes	475,500.00	500.00	---
Total Authorized but Not Issued	1,976,600.00	1,450.00	950,000.000
Total Issued and Authorized but Not Issued	17,129,550.41	16,713,845.64	15,465,905.26
Deductions:			
Cash Pledged to Debt	---	---	---
Self-liquidating Debt	6,488,393.44	6,435,829.19	6,478,911.52
Total Deductions	6,488,393.44	6,435,829.19	6,478,911.52
Net Debt	$10,641,156.97	$10,278,016.45	$8,986,993.74

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 indicated a statutory net debt of 1.431%.

	Gross Debt	Deductions	Net Debt
Regional School District	$573,085.13	$573,085.13	
Local School District	4,865,000.00	4,865,000.00	
Water Utility	5,203,893.44	5,203,893.44	
Sewer Utility	1,284,500.00	1,284,500.00	
General	10,641,156.97		$10,641,156.97
	$22,567,635.54	$11,926,478.57	$10,641,156.97

Net Debt $10,641,156.97 divided by the Equalized Valuation Basis per N.J.S.A.40A:2-2 as amended, $743,850,770.00 equals 1.431%.

Note 14: **CAPITAL DEBT (CONT'D)**

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

3 1/2% of Equalized Valuation Basis (Municipal)	$26,034,776.95
Net Debt	10,641,156.97
Remaining Borrowing Power	$15,393,619.98

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

Cash Receipts from Fees, Rents, Fund Balance Anticipated, Interest and Other Investment Income, and Other Charges for Year		$2,947,909.36
Deductions:		
Operating and Maintenance Cost	$2,208,166.00	
Debt Service per Water Fund	679,636.94	
Total Deductions		2,887,802.94
Excess in Revenue		$60,106.42

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

Cash Receipts from Fees, Rents, Fund Balance Anticipated, Interest and Other Investment Income, and Other Charges for Year		$733,658.36
Deductions:		
Operating and Maintenance Cost	$579,444.00	
Debt Service per Sewer Fund	121,193.88	
Total Deductions		700,637.88
Excess in Revenue		$33,020.48

The foregoing debt information is in agreement with the annual debt statement filed by the chief financial officer.

Note 14: **CAPITAL DEBT (CONT'D)**

	General Bonds		Green Acres Loan		
Year	Principal	Interest	Principal	Interest	Total
2015	$941,000.00	$326,603.61	$27,552.36	$4,915.68	$1,300,071.65
2016	1,000,000.00	296,855.86	28,106.17	4,361.88	1,329,323.91
2017	1,025,000.00	258,730.86	28,671.10	3,796.94	1,316,198.90
2018	1,075,000.00	219,512.12	29,247.39	3,220.65	1,326,980.16
2019	1,075,000.00	178,012.12	29,835.27	2,632.79	1,285,480.18
2020-24	2,668,119.00	402,757.52	109,225.68	4,412.50	3,184,514.70
2025-28	1,304,000.00	101,656.28			1,405,656.28

	Water Bonds		Water Loans		
Year	Principal	Interest	Principal	Interest	Total
2015	$350,000.00	$102,270.90	$187,925.80	$35,206.86	$675,403.56
2016	375,000.00	89,145.90	190,408.19	30,709.07	685,263.16
2017	375,000.00	75,008.40	193,681.70	27,831.41	671,521.51
2018	385,000.00	60,870.90	199,073.91	24,022.99	668,967.80
2019	384,881.00	46,370.90	204,357.07	20,025.01	655,633.98
2020-24	645,000.00	92,601.30	920,021.80	45,072.45	1,702,695.55
2025-28	323,000.00	25,756.28	269,843.97	16,279.40	634,879.65

	Sewer Bonds		
Year	Principal	Interest	Total
2015	$90,000.00	$28,659.50	$118,659.50
2016	90,000.00	25,309.50	115,309.50
2017	95,000.00	21,934.50	116,934.50
2018	92,000.00	18,409.50	110,409.50
2019	74,000.00	14,994.50	88,994.50
2020-24	125,000.00	54,412.50	179,412.50
2025-29	150,000.00	33,937.50	183,937.50
2029-32	93,000.00	7,560.00	100,560.00

Note 15: **SCHOOL TAXES**

The Borough of Berlin Local School Tax and Eastern Regional High School Tax have been raised and the liability deferred by statutes, resulting in the school tax payable set forth in the Current Fund liabilities as follows:

Local School District:	Balance Dec. 31, 2014	Balance Dec. 31, 2013
Balance of Tax	$3,786,605.00	$3,686,991.00
Deferred	3,211,664.00	3,211,664.00
Payable	$574,941.00	$475,327.00

Note 15: **SCHOOL TAXES (CONT'D)**

Regional High School District:	**Balance Dec. 31, 2014**	**2013**
Balance of Tax	$1,845,983.46	$1,755,545.46
Deferred	1,720,206.54	1,720,206.54
Payable	$125,776.92	$35,338.92

Note 16: **JOINT INSURANCE POOL**

The Borough of Berlin is a member of the Camden County Municipal Joint Insurance Fund. The Fund provides its members with the following coverage:

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

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

The Fund provides the Borough with the following coverage:

Property - Blanket Building and Grounds
Boiler and Machinery
General and Automobile Liability
Public Official Bonds
Excess Liability
Environmental and Employment Practices Liability
Workers Compensation Liability

Contributions to the Fund, are payable in an annual premium and is based on actuarial assumptions determined by the Fund's actuary. The Borough's agreement with the pool provides that the pool will be self-sustaining through member premiums and will reinsure through the Municipal Excess Liability Joint Insurance Fund for claims in excess of $50,000 to $200,000 based on the line of coverage for each insured event.

The Fund publishes its own financial report for the year ended December 31, 2014, which can be obtained from:

Camden County Municipal Joint Insurance Fund
9 Campus Drive, Suite 16
Parsippany, New Jersey 07054

Note 17: **DEFERRED CHARGES TO BE RAISED IN SUCCEEDING BUDGETS**

Certain expenditures are required to be deferred to budgets of succeeding years. At December 31, 2014, the following deferred charge is shown on the statement of assets, liabilities, reserves and fund balance of the following fund:

	Balance Dec. 31, 2014	2015 Budget Appropriation
Water Utility Operating Fund:		
Emergency Authorizations	$55,000.00	$55,000.00

The appropriations in the 2015 Budget as adopted are not less than that required by the statutes.

Note 18: **OPEN SPACE, RECREATION AND FARMLAND PRESERVATION TRUST**

On November 4, 2008 pursuant to P.L. 1997, c. 24 (N.J.S.A. 40:12-15.1 et seq.), the voters of the Borough of Berlin authorized the establishment of the Borough of Berlin Open Space, Recreation and Farmland Preservation Trust Fund effective January 1, 2010, for the purpose of raising revenue for the acquisition of lands and interests in lands for the conservation of farmland and open space. Overall, as a result of the referendum, the Borough levies a tax not to exceed two cents per one hundred dollars of equalized valuation. Amounts raised by taxation are assessed, levied and collected in the same manner and at the same time as other taxes. Future increases in the tax rate or to extend the authorization must be authorized by referendum. All revenue received is accounted for in a Trust Fund dedicated by rider (N.J.S.A. 40A:4-39) for the purposed stated. Interest earned on the investment of these funds is credited to the Borough of Berlin Open Space, Recreation and Farmland Preservation Trust Funds.

Note 19: **LITIGATION**

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

Note 20: **SUBSEQUENT EVENTS**

Subsequent to December 31, 2014 the Borough of Berlin authorized additional bonds and notes as follows:

Purpose	Date	Amount
Bonds and Notes:		
General Capital:		
Road Reconstruction	June 11, 2015	$95,200.00
Public Works Equipment	June 11, 2015	238,050.00
Police Department Equipment	June 11, 2015	70,400.00
Fire Department – Truck	June 11, 2015	771,400.00
Fire Department – Equipment	June 11, 2015	47,600.00
Improvement to Municipal Facilities	June 11, 2015	142,850.00
Water Capital:		
Water Improvements and Equipment	June 11, 2015	409,500.00
Sewer Capital:		
Sewer Improvements and Equipment	June 11, 2015	300,000.00
		$2,075,000.00

Note 20: **SUBSEQUENT EVENTS (CONT'D)**

Subsequent to December 31, 2014 the Marie Fleche Memorial Library became a component unit of the Borough of Berlin as defined by Governmental Accounting Standards Board Statement No. 14, as amended by GASB Statements No. 39 and No. 61. Information may be obtained from the office of the component unit:

Marie Fleche Memorial Library
49 South White Horse Pike
Berlin, New Jersey 08009

SUPPLEMENTAL EXHIBITS

SUPPLEMENTAL EXHIBITS

CURRENT FUND

BOROUGH OF BERLIN
CURRENT FUND
Statement of Current Cash
Per N.J.S.40A:5-5 -- Chief Financial Officer
For the Year Ended December 31, 2014

		Regular		Federal and State Grant Fund
Balance Dec. 31, 2013		$ 2,987,112.51		$ 14,444.87
Increased by Receipts:				
From Tax Collector	$ 22,101,645.82			
Consolidated Municipal Property Tax Relief Act	29,036.00			
Energy Receipts Tax	667,661.00			
Uniform Fire Safety Act Fees	50,706.53			
Miscellaneous Revenue Not Anticipated	104,103.84			
Revenue Accounts Receivable	725,626.54			
Due from State of New Jersey:				
Senior Citizen and Veteran Deductions	88,612.38			
State Training Fees	4,379.00			
Federal and State Grants Receivable			$ 56,423.71	
Prepaid Rental Agreements	1,987.20			
Due General Capital Fund	1,689.77			
Due Trust Other Fund	1,017.79			
Due Current Fund			122,128.73	
Due Animal Control Fund	15.02			
2014 Appropriation Refunds	168,880.20			
Contra	166,745.00			
		24,112,106.09		178,552.44
		27,099,218.60		192,997.31
Decreased by Disbursements:				
2014 Appropriations	6,538,140.90			
2013 Appropriation Reserves	53,535.01			
Due to State of New Jersey -- State Training Fees	4,576.00			
Due Library				
Refund of Tax Overpayments	24,703.33			
Municipal Open Space Taxes	112,900.00			
Due County for Added and Omitted Taxes	14,697.44			
County Taxes Payable	6,298,129.71			
Local District School Taxes Payable	7,098,725.00			
Regional High School Taxes Payable	3,587,228.00			
Due Federal and State Grant Fund	122,128.73			
Reserve for Federal and State Grants--Appropriated			189,942.98	
Reserve for Encumbrances			3,054.33	
Due Water Utility Capital Fund	400,000.00			
Due General Capital Fund	131,400.00			
Due Trust Other Fund	3,000.00			
Due Open Space Fund	114,364.42			
Reserve for Revaluation of Real Property				
Operations - Refund of Prior Year Revenue	35,989.85			
Contra	166,745.00			
		24,706,263.39		192,997.31
Balance Dec. 31, 2014		$ 2,392,955.21		-

Exhibit SA-2

BOROUGH OF BERLIN
CURRENT FUND
Statement of Current Cash
Per N.J.S.40A:5-5 -- Collector
For the Year Ended December 31, 2014

Increased by Receipts:		
Taxes Receivable	$ 21,616,744.05	
Prepaid Taxes	165,530.14	
Interest and Costs on Taxes	113,607.92	
Tax Overpayments	177,805.00	
Miscellaneous Revenue Not Anticipated	27,958.71	
		$ 22,101,645.82
Decreased by Disbursements:		
Turnover to Treasurer		$ 22,101,645.82

Exhibit SA-3

CURRENT FUND
Schedule of Change Funds
For the Year Ended December 31, 2014

Office	Amount
Tax Office	$ 500.00
Municipal Court	100.00
	$ 600.00

BOROUGH OF BERLIN
CURRENT FUND
Statement of Taxes Receivable and Analysis of Property Tax Levy
For the Year Ended December 31, 2014

Year	Balance Dec. 31, 2013	Levy	Added Taxes	Collections 2013	Collections 2014	Due from State of New Jersey	Transfer To Liens	Cancelled	Overpayments Applied	Balance Dec. 31, 2014
2011	$ 0.49									$ 0.49
2012	236.35				$ 236.35					
2013	275,710.67		$ 6,279.17		182,222.64	$ 250.00	$ 794.69	$ 81,950.58		16,771.93
	275,947.51	-	6,279.17	-	182,458.99	250.00	794.69	81,950.58	-	16,772.42
2014	-	$ 22,158,531.10	6,962.41	$ 234,537.56	21,434,285.06	89,445.41	2,133.06	135,652.92	$ 463.97	268,975.53
	$ 275,947.51	$ 22,158,531.10	$ 13,241.58	$ 234,537.56	$ 21,616,744.05	$ 89,695.41	$ 2,927.75	$ 217,603.50	$ 463.97	$ 285,747.95

Analysis of 2014 Property Tax Levy

Tax Yield:		
General Purpose Tax		$ 21,993,210.30
Added and Omitted Taxes (54:63.1 et seq.)		165,320.80
		$ 22,158,531.10

Tax Levy

Regional High School Tax		$ 3,677,666.00
Local District School Tax		7,198,339.00
County Taxes:		
County Taxes	$ 5,783,668.75	
County Library Tax	366,113.23	
County Open Space Tax	148,347.73	
Due County for Added and Omitted Taxes	47,658.97	
Total County Taxes		6,345,788.68
Municipal Open Space Taxes:		
Municipal Open Space Tax	112,900.00	
Municipal Added and Omitted Taxes	739.96	
Total Municipal Open Space Taxes		113,639.96
Local Tax for Municipal Purposes	4,703,161.11	
Add: Additional Tax Levied	119,936.35	
Local Tax for Municipal Purposes Levied		4,823,097.46
		$ 22,158,531.10

BOROUGH OF BERLIN
CURRENT FUND
Statement of Revenue Accounts Receivable
For the Year Ended December 31, 2014

	Balance Dec. 31, 2013	Accrued 2014	Collections	Due From Animal Control Fund	Due From Trust Other Fund	Due From General Capital Fund	Balance Dec. 31, 2014
Licenses:							
Alcoholic Beverages		$ 11,674.40	$ 11,674.40				
Other	$ 10,879.59	55,962.50	59,138.85				$ 7,703.24
Fees and Permits - Other:							
Clerk		8,010.00	8,010.00				
Registrar		11,600.00	11,600.00				
Planning		1,275.00	1,275.00				
Zoning		6,980.00	6,980.00				
Police		2,495.56	2,495.56				
Construction Code:							
Fees and Permits		78,291.00	78,291.00				
Cable TV Franchise Fees		108,963.09	108,963.09				
Municipal Court:							
Fines and Costs	16,392.51	224,619.72	230,634.40				10,377.83
Interest on Investments:							
Current Fund		3,491.25	3,491.25				
Animal Control Fund		15.02		$ 15.02			
Trust Other Fund - Treasurer		734.34			$ 734.34		
Trust Other Fund - Collector		134.69			134.69		
General Capital Fund		1,689.77				$ 1,689.77	
Municipal Court		37.48	37.48				
Clerk		5.16	5.16				
Payment in Lieu of Taxes:							
Virtua Hospital		40,000.00	40,000.00				
Jet Associates		16,249.14	16,249.14				
Rentals of Borough Property:							
U.S. Post Office		12,000.00	12,000.00				
Bell Telephone / Verizon		57,637.83	57,637.83				
69 S. White Horse Pike		11,292.51	10,299.96				992.55
Cable T.C. Co. (AT&T)		23,846.40	23,846.40				
Nextel	317.35	42,679.67	42,997.02				
PNC Bank		10,036.32	9,187.60				848.72
	$ 27,589.45	$ 729,720.85	$ 734,814.14	$ 15.02	$ 869.03	$ 1,689.77	$ 19,922.34

Chief Financial Officer:	
Miscellaneous Revenue	$ 725,626.54
Miscellaneous Revenue Not Anticipated	9,187.60
	$ 734,814.14

BOROUGH OF BERLIN
CURRENT FUND
Statement of Deferred Charges
N.J.S. 40A:4-55 -- Special Emergency Authorizations
For the Year Ended December 31, 2014

Date Authorized	Purpose	Net Amount Authorized	1/5 of Net Amount Authorized	Balance Dec. 31, 2013	Current Year Authorization	Raised in 2014 Budget	Balance Dec. 31, 2014
12/29/09	Revaluation of Real Property	$ 225,000.00	$ 45,000.00	$ 45,000.00	-	$ 45,000.00	-

BOROUGH OF BERLIN
CURRENT FUND
Statement of Due to State of New Jersey--Veterans' and Senior Citizens' Deductions
For the Year Ended December 31, 2014

Balance Dec. 31, 2013			$ 20,093.48
Increased by:			
Cash Received			88,612.38
			108,705.86
Decreased by:			
Deductions Allowed per Tax Billing	$ 89,500.00		
Deductions Allowed per Tax Collector -- Current Year	4,815.77		
Deductions Allowed per Tax Collector -- Prior Year	250.00		
		$ 94,565.77	
Less:			
Deductions Disallowed per Tax Collector -- Current Year		4,870.36	
Charge to Operations:			
Deductions Disallowed per Tax Collector -- Prior Year		6,279.17	
			83,416.24
Balance Dec. 31, 2014			$ 25,289.62

BOROUGH OF BERLIN
CURRENT FUND
Statement of 2013 Appropriation Reserves
For the Year Ended December 31, 2014

	Balance Dec. 31, 2013				
	Encumbered	Reserved	Balance After Modification	Decreased	Balance Lapsed
OPERATIONS--WITHIN "CAPS"					
General Government					
Mayor and Council					
Salaries and Wages		$ 112.40	$ 112.40		$ 112.40
Other Expenses		357.72	357.72		357.72
Administrative and Executive					
Salaries and Wages		84.03	84.03		84.03
Other Expenses		5,242.97	5,242.97		5,242.97
Financial Administration					
Salaries and Wages		222.95	222.95		222.95
Other Expenses	$ 59.50	8,289.60	8,349.10	$ 59.50	8,289.60
Audit Services					
Other Expenses		397.40	397.40		397.40
Engineering Services					
Other Expenses	1,959.33	2,830.72	4,790.05	1,959.33	2,830.72
Collection of Taxes					
Salaries and Wages		80.01	80.01		80.01
Other Expenses	208.00	374.26	582.26	208.00	374.26
Public Employees' Award Program (N.J.S.40A:9-8) (N.J.S.40A:5-31)					
Other Expenses		1,389.94	1,389.94		1,389.94
Assessment of Taxes					
Salaries and Wages		29.14	29.14		29.14
Other Expenses		42.76	42.76		42.76
Municipal Court					
Salaries and Wages		233.48	233.48		233.48
Other Expenses	128.00	935.83	1,063.83	762.50	301.33
Legal Services and Costs					
Other Expenses	3,992.77	66,632.79	70,625.56	4,082.30	66,543.26
Economic Development Committee					
Salaries and Wages		440.00	440.00		440.00
Other Expenses		375.00	375.00		375.00
Municipal Land Use Law (N.J.S.40:55D-1):					
Planning Board					
Salaries and Wages		220.00	220.00		220.00
Other Expenses	916.67	91.12	1,007.79	916.67	91.12
Zoning Enforcement Officer					
Salaries and Wages		35.40	35.40		35.40
Other Expenses		61.50	61.50		61.50
Insurance					
Health Benefit Waiver		2,500.00	2,500.00		2,500.00
Other Insurance		5,654.39	5,654.39		5,654.39
Unemployment Compensation Insurance		6,994.33	6,994.33		6,994.33
Group Insurance for Employees		6,090.08	6,090.08		6,090.08
Public Safety					
Police					
Salaries and Wages		92,650.21	92,650.21	9,081.96	83,568.25
Other Expenses:					
Leasing of Vehicles		0.02	0.02		0.02
Miscellaneous Other Expenses	8,936.24	5,271.07	14,207.31	9,185.24	5,022.07
Fire					
Fire Hydrant Service					
Miscellaneous Other Expenses	10,598.69	8,337.72	18,936.41	10,506.11	8,430.30
Public Defender					
Other Expenses		3,000.00	3,000.00		3,000.00
Uniform Fire Safety Act (P.L. 1983 CH 383):					
Fire					
Salaries and Wages		1,415.89	1,415.89		1,415.89
Other Expenses	449.72	3,591.95	4,041.67	657.19	3,384.48
Emergency Management Services					
Salaries and Wages		27.08	27.08		27.08
Other Expenses	273.00	65.74	338.74	273.00	65.74
Municipal Prosecutor					
Other Expenses	1,041.66		1,041.66	1,041.66	
Streets and Roads					
Road Repairs and Maintenance					
Salaries and Wages		2,221.27	2,221.27		2,221.27
Other Expenses	2,179.45	7,960.84	10,140.29	2,384.45	7,755.84
Public Buildings and Grounds					
Salaries and Wages		12,264.18	12,264.18		12,264.18
Other Expenses	460.40	19,191.67	19,652.07	2,059.64	17,592.43

(Continued)

BOROUGH OF BERLIN
CURRENT FUND
Statement of 2013 Appropriation Reserves
For the Year Ended December 31, 2014

	Balance Dec. 31, 2013				
	Encumbered	Reserved	Balance After Modification	Decreased	Balance Lapsed
OPERATIONS--WITHIN "CAPS" (CONT'D)					
Streets and Roads (Cont'd)					
Garbage and Trash Collection					
Salaries and Wages		$ 4,818.70	$ 4,818.70		$ 4,818.70
Other Expenses		3,689.33	3,689.33		3,689.33
Vehicle and Equipment Maintenance					
Other Expenses	$ 1,875.75	2,706.89	4,582.64	$ 3,234.02	1,348.62
Garage Operations					
Salaries and Wages		33,786.16	33,786.16		33,786.16
Health and Welfare					
Board of Health					
Salaries and Wages		64.80	64.80		64.80
Other Expenses		14.00	14.00		14.00
Senior Citizen Coordinator					
Salaries and Wages		679.81	679.81		679.81
Other Expenses		103.41	103.41		103.41
Animal Control					
Other Expenses		1,000.00	1,000.00		1,000.00
Recreation and Education					
Parks and Playgrounds					
Salaries and Wages		61.12	61.12		61.12
Other Expenses		913.80	913.80		913.80
Expense of Participation in Free Public Library					
Salaries and Wages		591.24	591.24		591.24
Other Expenses	822.91	235.89	1,058.80	822.91	235.89
Celebration of Public Event, Anniversary or Holiday					
Other Expenses		45.23	45.23		45.23
Uniform Construction Code -- Appropriations Offset by Dedicated Revenues (N.J.A.C. 5:23-4.17)					
Construction Official					
Salaries and Wages		547.00	547.00		547.00
Other Expenses		675.02	675.02	8.01	667.01
Sub-Code Officials:					
Fire					
Salaries and Wages		98.00	98.00		98.00
Unclassified					
Electricity		3,105.43	3,105.43		3,105.43
Water Service		2,702.83	2,702.83		2,702.83
Sewer Service		1,139.58	1,139.58		1,139.58
Telephone	1,526.24	523.92	2,050.16	1,526.24	523.92
Gas / Fuel Oil		23.48	23.48		23.48
Trash Disposal		4,657.33	4,657.33		4,657.33
Street Lighting	6,149.38	8,247.19	14,396.57	7,231.20	7,165.37
Gasoline / Motor Fuel		6,286.74	6,286.74		6,286.74
DEFERRED CHARGES AND STATUTORY EXPENDITURES --MUNICIPAL--WITHIN "CAPS"					
Statutory Expenditures:					
Contribution to:					
Defined Contribution Retirement System		384.41	384.41		384.41
Social Security System (O.A.S.I.)		1,886.89	1,886.89	378.43	1,508.46
OPERATIONS-- EXCLUDED FROM "CAPS"					
Storm Water Management					
Salaries and Wages		1,100.45	1,100.45		1,100.45
Other Expenses		4,340.62	4,340.62		4,340.62
	$ 41,577.71	$ 350,144.73	$ 391,722.44	$ 56,378.36	$ 335,344.08

Disbursed	$ 53,535.01
Transfer to Accounts Payable	2,843.35
	$ 56,378.36

Exhibit SA-9

BOROUGH OF BERLIN
CURRENT FUND
Statement of Due to State of New Jersey -- State Training Fees
For the Year Ended December 31, 2014

Balance Dec. 31, 2013	$ 1,118.00
Increased by:	
Receipts -- Treasurer	4,379.00
	5,497.00
Decreased by:	
Disbursed -- Treasurer	4,576.00
Balance Dec. 31, 2014	$ 921.00

Exhibit SA-10

CURRENT FUND
Statement of Tax Title Liens Receivable
For the Year Ended December 31, 2014

Increased by:		
Transferred from Taxes Receivable	$ 2,927.75	
Interest and Costs from Tax Sale	138.49	
		3,066.24
Balance Dec. 31, 2014		$ 3,066.24

Exhibit SA-11

BOROUGH OF BERLIN
CURRENT FUND
Statement of Prepaid Taxes
For the Year Ended December 31, 2014

Balance Dec. 31, 2013 (2014 Taxes)	$ 234,537.56
Increased by:	
Receipts:	
Collector -- 2014 Taxes	165,530.14
	400,067.70
Decreased by:	
Application to 2014 Taxes Receivable	234,537.56
Balance Dec. 31, 2014 (2015 Taxes)	$ 165,530.14

Exhibit SA-12

CURRENT FUND
Statement of Tax Overpayments
For the Year Ended December 31, 2014

Increased by:		
Collector Receipts:		
Overpayments Created		$ 177,805.00
Decreased by:		
Treasurer Disbursements	$ 24,703.33	
Application to Taxes Receivable	463.97	
Operations - Overpayments Cancelled	1,035.66	
		26,202.96
Balance Dec. 31, 2014		$ 151,602.04

Exhibit SA-13

BOROUGH OF BERLIN
CURRENT FUND
Statement of Due County for Added and Omitted Taxes
For the Year Ended December 31, 2014

Balance Dec. 31, 2013	$ 14,697.44
Increased by:	
County Share of Added and Omitted Taxes	47,658.97
	62,356.41
Decreased by:	
Payments -- Treasurer	14,697.44
Balance Dec. 31, 2014	$ 47,658.97

Exhibit SA-14

CURRENT FUND
Statement of County Taxes Payable
For the Year Ended December 31, 2014

Increased by:		
2014 Levy:		
General County	$ 5,783,668.75	
County Library	366,113.23	
County Open Space	148,347.73	
		$ 6,298,129.71
Decreased by:		
Payments -- Treasurer		$ 6,298,129.71

Exhibit SA-15

BOROUGH OF BERLIN
CURRENT FUND
Statement of Local District School Tax
For the Year Ended December 31, 2014

Balance Dec. 31, 2013		
School Tax Payable	$ 475,327.00	
School Tax Deferred	3,211,664.00	
		$ 3,686,991.00
Increased by:		
Levy -- School Year July 1, 2014 to June 30, 2015		7,198,339.00
		10,885,330.00
Decreased by:		
Payments -- Treasurer		7,098,725.00
Balance Dec. 31, 2014		
School Tax Payable	574,941.00	
School Tax Deferred	3,211,664.00	
		$ 3,786,605.00
2014 Liability for Local District School Tax		
Tax Paid		$ 7,098,725.00
Tax Payable Dec. 31, 2014		574,941.00
		7,673,666.00
Less: Tax Payable Dec. 31, 2013		475,327.00
Amount Charged to 2014 Operations		$ 7,198,339.00

Exhibit SA-16

CURRENT FUND
Statement of Municipal Open Space Tax
For the Year Ended December 31, 2014

Increased by:		
Levy	$ 112,900.00	
Open Space Share of Added and Omitted Taxes	739.96	
		$ 113,639.96
Decreased by:		
Disbursements		112,900.00
Balance Dec. 31, 2014		$ 739.96

BOROUGH OF BERLIN
CURRENT FUND
Statement of Regional High School Tax
For the Year Ended December 31, 2014

Balance Dec. 31, 2013		
School Tax Payable	$ 35,338.92	
School Tax Deferred	1,720,206.54	
		$ 1,755,545.46
Increased by:		
Levy -- School Year July 1, 2014 to June 30, 2015		3,677,666.00
		5,433,211.46
Decreased by:		
Payments -- Treasurer		3,587,228.00
Balance Dec. 31, 2014		
School Tax Payable	125,776.92	
School Tax Deferred	1,720,206.54	
		$ 1,845,983.46
2014 Liability for Regional High School Tax:		
Tax Paid		$ 3,587,228.00
Tax Payable Dec. 31, 2014		125,776.92
		3,713,004.92
Less: Tax Payable Dec. 31, 2013		35,338.92
Amount Charged to 2014 Operations		$ 3,677,666.00

BOROUGH OF BERLIN
FEDERAL AND STATE GRANT FUND
Statement of Federal and State Grants Receivable
For the Year Ended December 31, 2014

Program	Balance Dec. 31, 2013	Accrued	Received	Balance Dec. 31, 2014
Federal Grants:				
Drive Sober or Get Pulled Over		$ 12,500.00	$ 4,800.00	$ 7,700.00
Distracted Driving Mobilization		5,000.00	5,000.00	
Seatbelt Click-it-or-Ticket Grant		4,000.00	3,800.00	200.00
Total Federal Grants	-	21,500.00	13,600.00	7,900.00
State Grants:				
Clean Communities Grant		13,385.63	13,385.63	
Safe and Secure Communities Program	$ 60,000.00	60,000.00		120,000.00
Body Armor Grant		1,933.97	1,933.97	
Recycling Tonnage Grant		12,724.97	12,724.97	
Municipal Drug Alliance		7,297.50	7,297.50	
Alcohol Education and Rehabilitation Grant		2,363.20	2,363.20	
Drunk Driving Enforcement Grant		5,118.44	5,118.44	
Total State Grants	60,000.00	102,823.71	42,823.71	120,000.00
Total	$ 60,000.00	$ 124,323.71	$ 56,423.71	$ 127,900.00

BOROUGH OF BERLIN
FEDERAL AND STATE GRANT FUND
Statement of Reserve for Federal and State Grants -- Unappropriated
For the Year Ended December 31, 2014

	Balance Dec. 31, 2013	Grants Receivable	Realized as Miscellaneous Revenue	Balance Dec. 31, 2014
Federal Grants:				
Drive Sober or Get Pulled Over		$ 12,500.00	$ 12,500.00	
Distracted Driving Mobilization		5,000.00	5,000.00	
Seatbelt Click-it-or-Ticket Grant		4,000.00	4,000.00	
Over the Limit Under Arrest	$ 1,900.00		1,900.00	
Total Federal Grants	1,900.00	21,500.00	23,400.00	-
State Grants:				
Clean Communities Program		13,385.63	13,385.63	
Safe and Secure Communities Program		60,000.00	60,000.00	
Body Armor Grant	2,440.81	1,933.97	2,440.81	$ 1,933.97
Recycling Tonnage Grant	10,873.27	12,724.97	10,873.27	12,724.97
Municipal Drug Alliance Grant		7,297.50		7,297.50
Alcohol Education and Rehabilitation Grant		2,363.20	2,363.20	
Drunk Driving Enforcement Grant	4,483.57	5,118.44	4,483.57	5,118.44
Total State Grants	17,797.65	102,823.71	93,546.48	27,074.88
Total	$ 19,697.65	$ 124,323.71	$ 116,946.48	$ 27,074.88

BOROUGH OF BERLIN
FEDERAL AND STATE GRANT FUND
Statement of Reserve for Federal and State Grants -- Appropriated
For the Year Ended December 31, 2014

Program	Balance Dec. 31, 2013	Transferred 2014 Budget Appropriation	Decreased	Balance Dec. 31, 2014
Federal Grants:				
US Forest Service -- Fire Assistance	$ 573.20			$ 573.20
Over the Limit Under Arrest	3,200.00	$ 1,900.00	$ 5,100.00	
Drive Sober or Get Pulled Over		12,500.00	9,900.00	2,600.00
Distracted Driving Mobilization		5,000.00	5,000.00	
Seatbelt Click-it-or-Ticket Grant		4,000.00	3,600.00	400.00
Volunteer Firefighter Assistance Grant	2,044.75		894.56	1,150.19
Municipal Stormwater Regulation	2,132.40			2,132.40
Total Federal Grants	7,950.35	23,400.00	24,494.56	6,855.79
State Grants:				
Alcohol Education and Rehabilitation Grant	201.38	2,363.20		2,564.58
Body Armor Grant		2,440.81	1,760.00	680.81
Drunk Driving Enforcement Grant	3,318.41	4,483.57	3,492.16	4,309.82
Clean Communities Grant	4,725.28	13,385.63	17,172.62	938.29
Recycling Tonnage Grant	26,824.11	10,873.27	525.73	37,171.65
Municipal Drug Alliance	6,248.22		5,786.15	462.07
Library Teacher Grant	374.34		306.60	67.74
Tischler Graphic Novel Grant	66.48			66.48
NJ DOT -- Locust Avenue	1,711.94			1,711.94
Safe and Secure Communities	199.72	142,200.00	142,399.72	
Total State Grants	43,669.88	175,746.48	171,442.98	47,973.38
Local Grants:				
County Recycling Rebate Grant	72.66	-	-	72.66
Grand Total	$ 51,692.89	$ 199,146.48	$ 195,937.54	$ 54,901.83

Reserve for Encumbrances	$ 894.56
Cancelled to Operations	5,100.00
Disbursed	189,942.98
	$ 195,937.54

SUPPLEMENTAL EXHIBITS

TRUST FUND

BOROUGH OF BERLIN
TRUST FUNDS
Statement of Trust Cash
Per N.J.S.40A:5-5 -- Chief Financial Officer
For the Year Ended December 31, 2014

	Animal Control		Open Space		Other	
Balance Dec. 31, 2013		$ 13,705.66		$ 71,027.01		$ 928,229.57
Increased by Receipts:						
Reserve for Animal Control Expenditures	$ 13,065.60					
Due to State Department of Health	1,256.40					
Due Current Fund	15.02		$ 114,364.42		$ 734.34	
Reserve for Parking Offenses Adjudication Act					188.00	
Reserve for Payroll Deductions Payable					2,044,126.53	
Reserve for Net Payroll					2,104,045.71	
Reserve for Affordable Housing					1,013.86	
Reserve for COAH Fees					23.13	
Reserve for Developers' Escrow Deposits					109,729.52	
Reserve for Recycling Funds					17,138.81	
Reserve for Public Defender					9,660.50	
Reserve for Performance Bonds					239,284.14	
Reserve for Police Outside Services					46,446.13	
Reserve for Special Law Enforcement					863.33	
Due from Camden County					2,117.53	
Police Outside Services Receivable					8,357.09	
2014 Budget Revenue			112,939.60			
Contra			20,400.80			
		14,337.02		247,704.82		4,583,728.62
		28,042.68		318,731.83		5,511,958.19
Decreased by Disbursements:						
Due State Department of Health	1,256.40					
Due Current Fund	15.02				883.10	
Reserve for Payroll Deductions Payable					2,026,627.28	
Reserve for Net Payroll					2,104,045.71	
Reserve for COAH Fees					770.00	
Reserve for Developers' Escrow Deposits					84,425.04	
Reserve for Recycling Funds					7,597.25	
Reserve for Community Development Block Grant					19,220.99	
Reserve for Public Defender					3,000.00	
Reserve for Performance Bonds					14,024.90	
Reserve for Investigation Fund					272.00	
Reserve for Fire Safety					2,354.50	
Reserve for Police Outside Services					53,047.77	
Reserve for Special Law Enforcement					4,434.00	
Reserve for Animal Control Expenditures	12,128.79					
2014 Budget Appropriations			57,532.82			
Contra			20,400.80			
		13,400.21		77,933.62		4,320,702.54
Balance Dec. 31, 2014		$ 14,642.47		$ 240,798.21		$ 1,191,255.65

BOROUGH OF BERLIN
TRUST--OTHER FUND
Statement of Trust Other Cash
Per N.J.S.40A:5-5 -- Collector
For the Year Ended December 31, 2014

		Other
Balance Dec. 31, 2013		$ 95,000.00
Increased by Receipts:		
Due Current Fund	$ 134.69	
Due CCMUA	66,233.51	
Reserve for Tax Title Lien Redemptions	264,724.99	
Reserve for Premiums Received at Tax Sale	325,200.00	
Contra	99,858.87	
		756,152.06
		851,152.06
Decreased by Disbursements:		
Due Current Fund	134.69	
Due CCMUA	66,233.51	
Reserve for Tax Title Lien Redemptions	264,724.99	
Reserve for Premiums Received at Tax Sale	100,500.00	
Due Bank	64.99	
Contra	99,858.87	
		531,517.05
Balance Dec. 31, 2014		$ 319,635.01

Exhibit SB-3

TRUST--OTHER FUND
Statement of Reserve For Animal Control Expenditures
For the Year Ended December 31, 2014

Balance Dec. 31, 2013		$ 13,705.66
Increased by:		
Collections		
Dog License Fees	$ 11,285.60	
Cat License Fees	1,780.00	
		13,065.60
		26,771.26
Decreased by:		
Encumbrances	825.00	
Disbursements	12,128.79	
		12,953.79
Balance Dec. 31, 2014		$ 13,817.47

License Fees Collected

Year	Amount
2013	$ 14,964.40
2012	21,322.40
	$ 36,286.80

BOROUGH OF BERLIN
TRUST--OTHER FUND
Statement of Due from Camden County--Community Development Block Grant
For the Year Ended December 31, 2014

Balance Dec. 31, 2013	$	20,217.53
Increased by:		
Allotments -- Year 35		18,100.00
		38,317.53
Decreased by:		
Receipts		2,117.53
Balance Dec. 31, 2014	$	36,200.00

Analysis of Balance

Entitlement Year 35	$	18,100.00
Entitlement Year 36		18,100.00
Balance Dec. 31, 2014	$	36,200.00

BOROUGH OF BERLIN
TRUST--OTHER FUND
Statement of Due To Current Fund
For the Year Ended December 31, 2014

Balance Dec. 31, 2013			$ 148.76
Increased by:			
Receipts:			
Treasurer:			
Interest:			
Payroll			
Trust	$ 449.23		
Recreation	63.86		
Escrow	220.86		
Investigation Fund	0.39		
		$ 734.34	
Reserve for Public Defender		3,000.00	
Collector -- Interest		134.69	
			3,869.03
			4,017.79
Decreased by:			
Disbursements:			
Treasurer -- Interfund Loans Returned		883.10	
Collector -- Interfund Loans Returned		134.69	
			1,017.79
Balance Dec. 31, 2014			$ 3,000.00

BOROUGH OF BERLIN
TRUST -- OTHER FUND
Statement of Trust Other Reserves
For the Year Ended December 31, 2014

		Increased				Decreased				
Reserve	Balance Dec. 31, 2013	Receipts	Reserve for Encumbrances	Accounts Receivable	2014 Entitlement	Disbursements	Due Current Fund	Due to State of NJ - VCCB	Reserve for Encumbrances	Balance Dec. 31, 2014
Reserve for Recreation Facilities	$ 70,304.48									$ 70,304.48
Reserve for Parking Offenses Adjudication Act	408.10	$ 188.00								596.10
Reserve for Payroll Deductions Payable	29,170.62	2,044,126.53				$ 2,026,627.28				46,669.87
Reserve for Net Payroll		2,104,045.71				2,104,045.71				
Reserve for Affordable Housing	478,565.58	1,013.86								479,579.44
Reserve for COAH Fees	30,745.77	23.13				770.00				29,998.90
Reserve for Developers' Escrow Deposits	154,746.25	109,729.52	$ 6,308.91	$ 375.10		84,425.04			$ 7,803.59	178,931.15
Reserve for Tax Title Lien Redemptions		264,724.99				264,724.99				
Reserve for Premiums Received at Tax Sale	95,000.00	325,200.00				100,500.00				319,700.00
Reserve for Recycling Funds	55,210.57	17,138.81	1,196.64			7,597.25			995.87	64,952.90
Reserve for Community Development Block Grant	16,012.02				$ 18,100.00	19,220.99				14,891.03
Reserve for Bid Bonds	470.00									470.00
Reserve for Security Deposits	3,340.00									3,340.00
Reserve for Encumbrances	8,005.55		(8,005.55)						(9,299.46)	9,299.46
Reserve for Public Defender	7,253.38	9,660.50	500.00			3,000.00	$ 3,000.00	$ 3,424.93	500.00	7,488.95
Reserve for Performance Bonds	93,613.82	239,284.14				14,024.90				318,873.06
Reserve for Investigation Fund	317.00					272.00				45.00
Reserve for Fire Safety	5,916.50					2,354.50				3,562.00
Reserve for Police Donation	1,480.00									1,480.00
Reserve for Police Outside Services	6,911.49	46,446.13				53,047.77				309.85
Reserve for Special Law Enforcement	8,486.92	863.33				4,434.00				4,916.25
	$ 1,065,958.05	$ 5,162,444.65	-	$ 375.10	$ 18,100.00	$ 4,685,044.43	$ 3,000.00	$ 3,424.93	-	$ 1,555,408.44

Treasurer	$ 4,572,519.66
Collector	589,924.99
	$ 5,162,444.65

	$ 4,319,819.44
	365,224.99
	$ 4,685,044.43

SUPPLEMENTAL EXHIBITS

GENERAL CAPITAL FUND

BOROUGH OF BERLIN
GENERAL CAPITAL FUND
Statement of General Capital Cash
Per N.J.S.40A:5-5 -- Chief Financial Officer
For the Year Ended December 31, 2014

Balance Dec. 31, 2013		$ 1,833,380.01
Increased by Receipts:		
Due Current Fund	$ 133,089.77	
Due Water Utility Capital Fund	9,467.15	
Due Sewer Utility Capital Fund	4,894.12	
Due from State of New Jersey	347,140.16	
Capital Improvement Fund	65,000.00	
Contra	219,458.44	
		779,049.64
		2,612,429.65
Decreased by Disbursements:		
Improvement Authorizations	1,952,691.44	
Reserve for Encumbrances	104,252.55	
Contracts Payable	13,083.31	
Due Current Fund	1,689.77	
Contra	219,458.44	
		2,291,175.51
Balance Dec. 31, 2014		$ 321,254.14

BOROUGH OF BERLIN
GENERAL CAPITAL FUND
Statement of General Capital Cash and Investments
For the Year Ended December 31, 2014

		Balance (Deficit) Dec. 31, 2013	Receipts: Budget Appropriation	Receipts: Miscellaneous	Disbursements: Improvement Authorizations	Disbursements: Miscellaneous	Transfers: From	Transfers: To	Balance (Deficit) Dec. 31, 2014
Capital Improvement Fund		$ 9,546.00	$ 65,000.00				$ 68,450.00		$ 6,096.00
Fund Balance		67,666.12							67,666.12
Due Current Fund		(131,400.00)		$ 133,089.77		$ 1,689.77			
Due Water Utility Capital Fund		(9,467.15)		9,467.15					
Due Sewer Utility Capital Fund		(4,894.12)		4,894.12					
Improvement Authorizations:									
04-09.13	Reforestation	8,515.00							8,515.00
04-16;04-22.3	Municipal Facilities Lighting and Security	20,146.46							20,146.46
06-11.3	Recreation Center Improvements	3,121.70							3,121.70
07-17.1	Road Reconstruction	102,371.39			$ 103,679.64			$ 1,308.25	
07-17.2	Improvements to Public Buildings	31,265.76			26,937.16		4,328.60		
08-12.2	Purchase of Fire Truck Apparatus	0.28							0.28
09-15.1	Purchase of Recycling and Trash Truck	31,817.91							31,817.91
10-8.1	Acquisition of Emergency Vehicle	3,653.18							3,653.18
10-8.2	Acquisition of Fire Rescue Equipment	918.16							918.16
11-5.1	Improvement to Various Roads				7,636.77		2,080.50	25,719.00	16,001.73
11-5.3	Acquisition of Public Works Equipment	731.00							731.00
11-5.4	Acquisition of Fire Rescue Equipment	0.38							0.38
11-5.6	Acquisition of Senior Bus	2,120.00							2,120.00
12-6.1	Road Reconstruction - Various	21,697.44			21,697.44				
12-6.5	Improvements for General Borough Services	49,034.76			18,147.00				30,887.76
13-3.1	Road Reconstruction	16,832.22			8,850.00			29,867.70	37,849.92
13-3.2	Acquisition of Public Works Equipment	17,407.46							17,407.46
13-3.4	Acquisition of Fire Rescue Equipment	12,256.00			12,256.00				
13-3.5	Acquisition of Ambulance Squad Equipment	3,000.00							3,000.00
13-3.6	Construction of Police Facility	1,607,759.49			1,378,515.59		221,974.78		7,269.12
14-2.1	Road Reconstruction				132,957.10		148,822.63	207,500.00	(74,279.73)
14-2.2	Acquisition of Public Works Equipment				69,543.05			14,500.00	(55,043.05)
14-2.3	Acquisition of Police Equipment				30,000.00			1,500.00	(28,500.00)
14-2.4	Acquisition of Fire Rescue Equipment				32,453.47			2,500.00	(29,953.47)
14-2.5	Acquisition of Emergency Equipment				3,535.25			200.00	(3,335.25)
14-2.6	Improvement to Municipal Facilities				105,882.97		394,028.40	27,250.00	(472,661.37)
14-12.1	Improvement to Public Buildings						305.00	11,250.00	10,945.00
14-12.2	Acquisition of Technology Equipment				600.00			3,750.00	3,150.00
Reserve for Encumbrances		125,210.56				104,252.55	1,308.25	87,499.13	107,148.89
Due from State of New Jersey		(224,600.00)		347,140.16			200,000.00		(77,459.84)
Contra				219,458.44		219,458.44			
Contracts Payable		68,670.01				13,083.31	55,586.70	684,040.78	684,040.78
		$ 1,833,380.01	$ 65,000.00	$ 714,049.64	$ 1,952,691.44	$ 338,484.07	$ 1,096,884.86	$ 1,096,884.86	$ 321,254.14

Exhibit SC-3

BOROUGH OF BERLIN
GENERAL CAPITAL FUND
Statement of Deferred Charges to Future Taxation--Funded
For the Year Ended December 31, 2014

Balance Dec. 31, 2013		$ 10,277,766.45
Decreased by:		
2014 Budget Appropriations:		
Serial Bonds	$ 910,000.00	
Green Acres Loan Payable	27,009.48	
		937,009.48
Balance Dec. 31, 2014		$ 9,340,756.97

Exhibit SC-4

GENERAL CAPITAL FUND
Statement of Due from State of New Jersey
For the Year Ended December 31, 2014

Balance Dec. 31, 2013	$ 224,600.00
Increased by:	
Entitlement -- Improvement Authorization 14-2.1	200,000.00
	424,600.00
Decreased by:	
Receipts	347,140.16
Balance Dec. 31, 2014	$ 77,459.84

Analysis of Balance

Due from Department of Transportation:	
Ord. No. 13-3.1	$ 17,769.84
Ord. No. 14-2.1	59,690.00
	$ 77,459.84

BOROUGH OF BERLIN
GENERAL CAPITAL FUND
Statement of Deferred Charges To Future Taxation--Unfunded
For the Year Ended December 31, 2014

Ordinance Number	Improvement Description	Balance Dec. 31, 2013	2014 Authorizations	Balance Dec. 31, 2014	Analysis of Balance Dec. 31, 2014: Expenditures	Bond Anticipation Notes	Unexpended Improvement Authorizations
General Improvements:							
13-3.6	Construction of Police Facility	$ 250.00		$ 250.00			$ 250.00
14-2.1	Road Reconstruction		$ 142,500.00	142,500.00	$ 74,279.73		68,220.27
14-2.2	Acquisition of Public Works Equipment		275,500.00	275,500.00	55,043.05		220,456.95
14-2.3	Acquisition of Police Equipment		28,500.00	28,500.00	28,500.00		
14-2.4	Acquisition of Fire Rescue Equipment		47,500.00	47,500.00	29,953.47		17,546.53
14-2.5	Acquisition of Emergency Equipment		3,400.00	3,400.00	3,335.25		64.75
14-2.6	Improvement to Municipal Facilities		517,750.00	517,750.00	472,661.37		45,088.63
14-12.1	Improvement to Public Buildings		213,750.00	213,750.00			213,750.00
14-12.2	Acquisition of Technology Equipment		71,250.00	71250.00			71,250.00
		$ 250.00	$ 1,300,150.00	$ 1,300,400.00	$ 663,772.87	-	$ 636,627.13

BOROUGH OF BERLIN
GENERAL CAPITAL FUND
Statement of Capital Improvement Fund
For the Year Ended December 31, 2014

Balance Dec. 31, 2013	$ 9,546.00
Increased by:	
Receipt from Current Fund -- Budget Appropriation	65,000.00
	74,546.00
Decreased by:	
Appropriation to Finance Improvement Authorizations	68,450.00
Balance Dec. 31, 2014	$ 6,096.00

BOROUGH OF BERLIN
GENERAL CAPITAL FUND
Statement of Improvement Authorizations
For the Year Ended December 31, 2014

Ordinance Number	Improvement Description	Ordinance Date	Ordinance Amount	Balance Dec. 31, 2013 Funded	Balance Dec. 31, 2013 Unfunded	2014 Authorizations: Capital Improvement Fund	2014 Authorizations: Due From NJ Department of Transportation	2014 Authorizations: Deferred Charges To Future Taxation--Unfunded	Paid or Charged	Adjustments	Balance Dec. 31, 2014 Funded	Balance Dec. 31, 2014 Unfunded
General Improvements												
04-9.13	Reforestation	6-03-04; 10-04-07	$ 288,800.00	$ 8,515.00							$ 8,515.00	
04-16; 04-22.3	Municipal Facilities Lighting and Security	4-18-06	50,400.00	20,146.46							20,146.46	
06-11.3	Recreation Center Improvements	7-17-06	750,000.00	3,121.70							3,121.70	
07-17.1	Road Reconstruction	9-17-07	328,250.00	102,371.39					$ 103,679.64	$ 1,308.25		
07-17.2	Improvements to Public Buildings	9-17-07	222,200.00	31,265.76					31,265.76			
08-12.2	Purchase of Fire Truck Apparatus	10-06-08	30,000.00	0.28							0.28	
09-15.1	Purchase of Recycling and Trash Truck	10-05-09	415,000.00	31,817.91							31,817.91	
10-8.1	Acquisition of Emergency Vehicle	8-2-10	160,000.00	3,653.18							3,653.18	
10-8.2	Acquisition of Fire Rescue Equipment	8-2-10	17,000.00	918.16							918.16	
11-5.1	Improvement to Various Roads	5-2-11	613,400.00						9,717.27	25,719.00	16,001.73	
11-5.3	Acquisition of Public Works Equipment	5-2-11	30,000.00	731.00							731.00	
11-5.4	Acquisition of Fire Rescue Equipment	5-2-11	55,000.00	0.38							0.38	
11-5.6	Acquisition of Senior Bus	5-2-11	60,000.00	2,120.00							2,120.00	
12-6.1	Improvement to Various Roads	3-5-12	319,000.00	21,697.44					21,697.44			
12-6.5	Improvement to Municipal Facilities	3-5-12	120,000.00	49,034.76					18,147.00		30,887.76	
13-3.1	Road Reconstruction	4-1-13	295,000.00	16,832.22					8,850.00	29,867.70	37,849.92	
13-3.2	Acquisition of Public Works Equipment	4-1-13	275,000.00	17,407.46							17,407.46	
13-3.4	Acquisition of Fire Rescue Equipment	4-1-13	50,000.00	12,256.00					12,256.00			
13-3.5	Acquisition of Ambulance Squad Equipment	4-1-13	3,000.00	3,000.00							3,000.00	
13-3.6	Construction of Police Facility	4-1-13	1,641,000.00	1,607,759.49	$ 250.00				1,600,490.37		7,269.12	$ 250.00
14-2.1	Road Reconstruction	3-5-14	350,000.00			$ 7,500.00	$ 200,000.00	$ 142,500.00	281,779.73			68,220.27
14-2.2	Acquisition of Public Works Equipment	3-5-14	290,000.00			14,500.00		275,500.00	69,543.05			220,456.95
14-2.3	Acquisition of Police Equipment	3-5-14	30,000.00			1,500.00		28,500.00	30,000.00			
14-2.4	Acquisition of Fire Rescue Equipment	3-5-14	50,000.00			2,500.00		47,500.00	32,453.47			17,546.53
14-2.5	Acquisition of Emergency Equipment	3-5-14	3,600.00			200.00		3,400.00	3,535.25			64.75
14-2.6	Improvement to Municipal Facilities	3-5-14	545,000.00			27,250.00		517,750.00	499,911.37			45,088.63
14-12.1	Improvement to Public Buildings	9-2-14	225,000.00			11,250.00		213,750.00	305.00		10,945.00	213,750.00
14-12.2	Acquisition of Technology Equipment	9-2-14	75,000.00			3,750.00		71,250.00	600.00		3,150.00	71,250.00
				$ 1,932,648.59	$ 250.00	$ 68,450.00	$ 200,000.00	$ 1,300,150.00	$ 2,724,231.35	$ 56,894.95	$ 197,535.06	$ 636,627.13

Disbursements	$ 1,952,691.44
Reserve for Encumbrances	87,499.13
Contracts Payable	684,040.78
	$ 2,724,231.35

Contracts Payable Cancelled	$ 55,586.70
Encumbrances Cancelled	1,308.25
	$ 56,894.95

Exhibit SC-8

BOROUGH OF BERLIN
GENERAL CAPITAL FUND
Statement of Contracts Payable
For the Year Ended December 31, 2014

Balance Dec. 31, 2013		$ 68,670.01
Increased by:		
Charges to Improvement Authorizations		684,040.78
		752,710.79
Decreased by:		
Disbursed	$ 13,083.31	
Cancelled	55,586.70	
		68,670.01
Balance Dec. 31, 2014		$ 684,040.78

Schedule of Contracts Payable Dec. 31, 2014

Vendor	Ordinance #	Amount
Evesham Lock and Safe Co.	07-17.2	$ 4,328.60
Fasolino Contracting Corp.	13-3.6	86,847.84
Driscoll Mechanical, LLC	13-3.6	95,305.00
MJF Electrical Contracting, Inc.	13-3.6	22,730.00
CJ Schmidt & Sons, Inc.	13-3.6	15,693.40
J. Daunoras, Inc.	14-2.1	87,572.63
Driscoll Mechanical, LLC	14-2.6	10,332.12
Fasolino Contracting Corp.	14-2.6	253,986.49
MJF Electrical Contracting, Inc.	14-2.6	45,768.60
Haddon Locksmith	14-2.6	35,929.00
Deptcor	14-2.6	13,455.00
Tricomm	14-2.6	11,518.00
Evesham Lock and Safe Co.	14-2.6	574.10
		$ 684,040.78

Exhibit SC-9

GENERAL CAPITAL FUND
Statement of Due From Current Fund
For the Year Ended December 31, 2014

Balance Dec. 31, 2013		$ 131,400.00
Increased by:		
Disbursed:		
Interest Earned on Deposits		1,689.77
		133,089.77
Decreased by:		
Receipts		
Interest Earned on Deposits	$ 1,689.77	
Interfund Loans Returned	131,400.00	
		$ 133,089.77

BOROUGH OF BERLIN
GENERAL CAPITAL FUND
Statement of General Serial Bonds
For the Year Ended December 31, 2014

Purpose	Date of Issue	Amount of Original Issue	Maturities of Bonds Outstanding Dec. 31, 2014 Date	Amount	Interest Rate	Balance Dec. 31, 2013	Paid By Budget Appropriation	Balance Dec. 31, 2014
2002 General Improvement Bonds	4-1-02	$ 2,326,000.00	4/1/15	$ 351,000.00	4.550%	$ 676,000.00	$ 325,000.00	$ 351,000.00
2005 General Improvement Bonds	10-15-05	3,846,000.00	10/15/15	250,000.00	3.800%			
			10/15/16-19	500,000.00	3.800%			
			10/15/20	521,000.00	3.800%	3,021,000.00	250,000.00	2,771,000.00
2008 General Improvement Bonds	10-6-08	3,047,119.00	10/1/15	165,000.00	4.250%			
			10/1/16	300,000.00	4.375%			
			10/1/17	325,000.00	4.375%			
			10/1/18-20	350,000.00	4.500%			
			10/15/21	447,119.00	4.500%	2,447,119.00	160,000.00	2,287,119.00
2013 General Improvement Bonds	10-15-13	3,854,000.00	11/1/15	175,000.00	3.000%			
			11/1/16-17	200,000.00	3.000%			
			11/1/18-19	225,000.00	3.000%			
			11/1/20-21	250,000.00	3.000%			
			11/1/22-23	275,000.00	3.000%			
			11/1/24	300,000.00	3.000%			
			11/1/25	325,000.00	3.000%			
			11/1/26-27	325,000.00	3.125%			
			11/1/28	329,000.00	3.125%	3,854,000.00	175,000.00	3,679,000.00
						$ 9,998,119.00	$ 910,000.00	$ 9,088,119.00

BOROUGH OF BERLIN
GENERAL CAPITAL FUND
Statement of Green Acres Loan
For the Year Ended December 31, 2014

Purpose	Loan Amount	Payment Schedule Date	Payment Schedule Amount	Interest Rate	Balance Dec. 31, 2013	Paid By Budget Appropriation	Balance Dec. 31, 2014
Franklin Avenue Recreation Fields	$ 500,000.00	6/13/2015	$ 13,707.64				
		12/13/2015	13,844.72				
		6/13/2016	13,983.17				
		12/13/2016	14,123.00				
		6/13/2017	14,264.23				
		12/13/2017	14,406.87				
		6/13/2018	14,550.94				
		12/13/2018	14,696.45				
		6/13/2019	14,843.42				
		12/13/2019	14,991.85				
		6/13/2020	15,141.77				
		12/13/2020	15,293.19				
		6/13/2021	15,446.12				
		12/13/2021	15,600.58				
		6/13/2022	15,756.58				
		12/13/2022	15,914.15				
		6/13/2023	16,073.29	2.00%	$ 279,647.45	$ 27,009.48	$ 252,637.97

BOROUGH OF BERLIN
GENERAL CAPITAL FUND
Statement of Bonds and Notes Authorized But Not Issued
For the Year Ended December 31, 2014

Ordinance Number	Improvement Description	Balance Dec. 31, 2013	2014 Authorizations	Decreased	Balance Dec. 31, 2014
General Improvements:					
13-3.6	Construction of Police Facility	$ 250.00			$ 250.00
14-2.1	Road Reconstruction		$ 142,500.00		142,500.00
14-2.2	Acquisition of Public Works Equipment		275,500.00		275,500.00
14-2.3	Acquisition of Police Equipment		28,500.00		28,500.00
14-2.4	Acquisition of Fire Rescue Equipment		47,500.00		47,500.00
14-2.5	Acquisition of Emergency Equipment		3,400.00		3,400.00
14-2.6	Improvement to Municipal Facilities		517,750.00		517,750.00
14-12.1	Improvement to Public Buildings		213,750.00		213,750.00
14-12.2	Acquisition of Technology Equipment		71,250.00		71,250.00
		$ 250.00	$ 1,300,150.00	-	$ 1,300,400.00

SUPPLEMENTAL EXHIBITS

WATER UTILITY FUND

BOROUGH OF BERLIN
WATER UTILITY FUND
Statement of Water Utility Cash
Per N.J.S.40A:5-5 -- Chief Financial Officer
For the Year Ended December 31, 2014

		Operating		Capital
Balance Dec. 31, 2013		$ 1,167,960.36		$ 617,755.47
Increased by Receipts:				
Turnover from Collector	$ 2,835,315.76			
Due Current Fund			$ 400,000.00	
Due Water Capital Fund	33,200.00			
Miscellaneous Revenue	1,984.11			
2014 Appropriation Refunds	7,423.31			
Capital Improvement Fund			25,000.00	
Contra	1,271,526.28			
		4,149,449.46		425,000.00
		5,317,409.82		1,042,755.47
Decreased by Disbursements:				
2014 Budget Appropriations	2,744,123.27			
2013 Appropriation Reserves	116,070.11			
Water Rent Overpayments	222.80			
Improvement Authorizations			78,784.88	
Due General Capital			9,467.15	
Due Water Utility Operating Fund			33,200.00	
Operations -- Refund of Prior Year Revenue	276.47			
Accrued Interest on Bonds and Notes	154,932.52			
Contracts Payable			58,051.11	
Reserve for Encumbrances			28,088.58	
Contra	1,271,526.28			
		4,287,151.45		207,591.72
Balance Dec. 31, 2014		$ 1,030,258.37		$ 835,163.75

Exhibit SD-2

WATER UTILITY OPERATING FUND
Statement of Water Utility Operating Cash
Per N.J.S.40A:5-5 -- Collector
For the Year Ended December 31, 2014

Increased by Receipts:	
Water Rents Receivable	$ 2,336,911.39
Water Rent Overpayments	860.60
Fire Hydrant and Sprinkler Rents Receivable	446,475.94
Fire Hydrant and Sprinkler Overpayments	13,933.21
Miscellaneous Revenue	37,134.62
	2,835,315.76
Decreased by Disbursements:	
Payments to Treasurer	$ 2,835,315.76

BOROUGH OF BERLIN
WATER UTILITY CAPITAL FUND
Analysis of Water Capital Cash and Investments
For the Year Ended December 31, 2014

	Balance (Deficit) Dec. 31, 2013	Receipts: Budget Appropriation	Receipts: Miscellaneous	Disbursements: Improvement Authorizations	Disbursements: Miscellaneous	Transfers: From	Transfers: To	Balance (Deficit) Dec. 31, 2014
Capital Improvement Fund	$ 1,230.71	$ 25,000.00						$ 26,230.71
Fund Balance	16,965.62							16,965.62
Reserve for Payment of Debt	432,874.53				$ 33,200.00			399,674.53
Improvement Authorizations:								
04-09.1 Route 73 Water Main Extension	6,200.00							6,200.00
06-14.1 Purchase of Computer Software	4,430.43							4,430.43
06-14.2 Equipment and System Improvements	32,828.35			$ 21,694.56		$ 2,171.20		8,962.59
07-17.1 Plant Improvements and Controls	58,063.49							58,063.49
07-17.2 Main Improvements	282,498.67							282,498.67
09-08.1 Redrilling of Well #10	52,985.64			28,022.80				24,962.84
09-08.2 Repair of Filters in Plant No. 1	29,175.49							29,175.49
13-03.7 Acquisition of Equipment	403.00			350.00				53.00
14-06 System Improvements				28,717.52				(28,717.52)
Due Current Fund	(400,000.00)		$ 400,000.00					
Due General Capital Fund	9,467.15				9,467.15			
Contracts Payable	58,051.11				58,051.11			
Reserve for Encumbrances	32,581.28				28,088.58		$ 2,171.20	6,663.90
	$ 617,755.47	$ 25,000.00	$ 400,000.00	$ 78,784.88	$ 128,806.84	$ 2,171.20	$ 2,171.20	$ 835,163.75

Exhibit SD-4

BOROUGH OF BERLIN
WATER UTILITY OPERATING FUND
Statement of Water Rents Receivable
For the Year Ended December 31, 2014

Balance Dec. 31, 2013		$ 250,800.11
Increased by:		
Water Rents Levied		2,372,063.93
		2,622,864.04
Decreased by:		
Collections -- Collector	$ 2,336,911.39	
Overpayments Applied	2,382.72	
Cancelled	1,782.94	
		2,341,077.05
Balance Dec. 31, 2014		$ 281,786.99

Exhibit SD-5

WATER UTILITY OPERATING FUND
Statement of Fire Hydrants and Sprinkler Rents Receivable
For the Year Ended December 31, 2014

Balance Dec. 31, 2013		$ 56,875.93
Increased by:		
Fire Hydrant and Sprinkler Rents Levied		435,596.35
		492,472.28
Decreased by:		
Collections -- Collector	$ 446,475.94	
Overpayments Applied	10,692.58	
Cancelled	7,218.91	
		464,387.43
Balance Dec. 31, 2014		$ 28,084.85

Exhibit SD-6

BOROUGH OF BERLIN
WATER UTILITY OPERATING FUND
Statement of Water Rent Overpayments
For the Year Ended December 31, 2014

Balance Dec. 31, 2013		$ 6,529.09
Increased by:		
Receipts -- Collector		14,793.81
		21,322.90
Decreased by:		
Applied to Water Rents Receivable	$ 2,382.72	
Applied to Fire Hydrants and Sprinklers Receivable	10,692.58	
Refunds -- Treasurer	222.80	
		13,298.10
Balance Dec. 31, 2014		$ 8,024.80

Exhibit SD-7

WATER UTILITY OPERATING FUND
Statement of Appropriation Reserves
For the Year Ended December 31, 2014

	Balance Dec. 31, 2013		Balance After		Lapsed to
	Encumbered	Reserved	Transfers	Decreased	Fund Balance
Operations:					
Salaries and Wages		$ 1,939.37	$ 1,939.37		$ 1,939.37
Other Expenses	$ 61,760.53	110,174.35	171,934.88	$ 116,116.87	55,818.01
Statutory Expenditures:					
Contribution to:					
Unemployment Compensation Insurance		2,958.96	2,958.96		2,958.96
Social Security System (O.A.S.I.)		461.12	461.12		461.12
	$ 61,760.53	$ 115,533.80	$ 177,294.33	$ 116,116.87	$ 61,177.46

Disbursed	$ 116,070.11
Transferred to Accounts Payable	46.76
	$ 116,116.87

BOROUGH OF BERLIN
WATER UTILITY CAPITAL FUND
Statement of Fixed Capital Authorized and Uncompleted
For the Year Ended December 31, 2014

Ordinance Number	Improvement Description	Ordinance Date	Ordinance Amount	Balance Dec. 31, 2013	2014 Authorizations Deferred Charges to Future Revenue	Transferred To Fixed Capital	Balance Dec. 31, 2014
04-09.1	Route 73 Water Main Extension	6-3-04	$ 1,000,000.00	$ 1,000,000.00			$ 1,000,000.00
06-14.1	Purchase of Computer Software	8-21-06	18,000.00	18,000.00			18,000.00
06-14.2	Equipment and System Improvements	8-21-06	105,000.00	105,000.00			105,000.00
07-17.1	Plant Improvements and Controls	9-6-07	63,630.00	63,630.00			63,630.00
07-17.2	Main Improvements	9-6-07	292,900.00	292,900.00			292,900.00
09-08.1	Redrilling of Well #10	7-6-09	900,000.00	900,000.00			900,000.00
09-08.2	Repair of Filters in Plant No. 1	7-6-09	100,000.00	100,000.00			100,000.00
13-03.7	Acquisition of Equipment	4-1-13	25,000.00	25,000.00			25,000.00
14-06	System Improvements	5-5-14	200,000.00		$ 200,000.00		200,000.00
				$ 2,504,530.00	$ 200,000.00	-	$ 2,704,530.00

BOROUGH OF BERLIN
WATER UTILITY CAPITAL FUND
Statement of Fixed Capital
For the Year Ended December 31, 2014

Account	Balance Dec. 31, 2013	Additions By Ordinance	Balance Dec. 31, 2014
Balance Prior to Jan. 1, 1931 (No Detail Available)	$ 247,217.88		$ 247,217.88
Springs, Wells and Filtration System	4,009,892.01		4,009,892.01
Electric Power Pumping Equipment	114,117.12		114,117.12
Transmission Mains	1,286,511.71		1,286,511.71
Tanks and Standpipes	3,744,884.62		3,744,884.62
Distribution Mains	357,663.81		357,663.81
Service Pipe and Stops	8,229.29		8,229.29
Meters, Meter Boxes and Vaults	2,996,648.34		2,996,648.34
Fire Hydrants	124,827.07		124,827.07
General Equipment	317,540.48		317,540.48
Office Equipment	17,371.13		17,371.13
Garage	26,088.81		26,088.81
Motorized Equipment	14,425.41		14,425.41
Engineering Fees	265,894.56		265,894.56
Site	1,160.00		1,160.00
Legal and Accounting	137,577.82		137,577.82
Fence and Shrubbery	5,554.00		5,554.00
Other Costs	24,958.30		24,958.30
Interest on Notes	6,537.33		6,537.33
Base Station Equipment	628.50		628.50
Spreader	790.00		790.00
Alarm System	2,343.50		2,343.50
Chlorinator	7,155.00		7,155.00
Modulating Flow Valve	2,811.95		2,811.95
Backhoe	11,231.62		11,231.62
Tank	68,000.00		68,000.00
Trailer	8,030.00		8,030.00
Water Testing Equipment	338.02		338.02
Radio Telemetry Equipment	29,525.00		29,525.00
Safety Equipment	425.00		425.00
Meter Testing Equipment	601.79		601.79
Vehicles	82,748.77		82,748.77
Improvements to Plant, Wells and Mains	2,967,601.09		2,967,601.09
Purchase of Computer Equipment	59,500.00		59,500.00
Construction of Test Wells	228,788.00		228,788.00
Mechanics Garage	200,000.00		200,000.00
Generator	261,200.00		261,200.00
Removal of Contaminated Soil and Installation of Above Ground Tank	15,000.00		15,000.00
	$ 17,653,817.93	-	$ 17,653,817.93

BOROUGH OF BERLIN
WATER UTILITY OPERATING FUND
Statement of Accrued Interest on Bonds, Loans and Notes and Analysis of Balance
For the Year Ended December 31, 2014

Balance Dec. 31, 2013	$ 43,167.14
Increased by:	
Charged to Operating Fund Budget	147,208.04
	190,375.18
Decreased by:	
Disbursements	154,932.52
Balance Dec. 31, 2014	$ 35,442.66

Analysis of Accured Interest Dec. 31, 2014

Principal Outstanding Dec. 31, 2014	Interest Rate	From	To	Period	Amount
Serial Bonds:					
$ 1,665,000.00	Various	10-15-14	12-31-14	76 Days	$ 13,357.00
249,881.00	Various	10-01-14	12-31-14	92 Days	2,748.66
923,000.00	Various	11-01-14	12-31-14	61 Days	4,667.71
N.J. Environmental Infrastructure Trust Loan:					
2,165,312.44	Various	8-01-14	12-31-14	150 Days	14,669.29
					$ 35,442.66

BOROUGH OF BERLIN
WATER UTILITY CAPITAL FUND
Statement of Improvement Authorizations
For the Year Ended December 31, 2014

Ordinance Number	Improvement Description	Ordinance Date	Ordinance Amount	Balance Dec. 31, 2013 Funded	Balance Dec. 31, 2013 Unfunded	2014 Authorizations Deferred Charges to Future Revenue	Decreased	Balance Dec. 31, 2014 Funded	Balance Dec. 31, 2014 Unfunded
04-09.1	Route 73 Water Main Extension	6-3-04	$ 1,000,000.00	$ 6,200.00				$ 6,200.00	
06-14.1	Purchase of Computer Software	8-21-06	18,000.00	4430.43				4,430.43	
06-14.2	Equipment and System Improvements	8-21-06	105,000.00	32,828.35			$ 23,865.76	8,962.59	
07-17.1	Plant Improvements and Controls	9-6-07	63,630.00	58,063.49				58,063.49	
07-17.2	Main Improvements	9-6-07	292,900.00	282498.67				282,498.67	
09-08.1	Redrilling of Well #10	7-6-09	900,000.00	52985.64			28,022.80	24,962.84	
09-08.2	Repair of Filters in Plant No. 1	7-6-09	100,000.00	29175.49				29,175.49	
13-03.7	Acquisition of Equipment	4-1-13	25,000.00	403.00	$ 700.00		350.00	53.00	$ 700.00
14-06	System Improvements	5-5-14	200,000.00			$ 200,000.00	28,717.52		171,282.48
				$ 466,585.07	$ 700.00	$ 200,000.00	$ 80,956.08	$ 414,346.51	$ 171,982.48

Disbursed	$ 78,784.88
Reserve for Encumbrances	2,171.20
	$ 80,956.08

Exhibit SD-12

BOROUGH OF BERLIN
WATER UTILITY CAPITAL FUND
Statement of Reserve for Amortization
For the Year Ended December 31, 2014

Balance Dec. 31, 2013		$ 14,497,869.74
Increased by:		
Paid by Operating Budget:		
Serial Bonds	$ 350,000.00	
New Jersey Environmental Infrastructure Loan	182,435.75	
		532,435.75
Balance Dec. 31, 2014		$ 15,030,305.49

Exhibit SD-13

WATER UTILITY CAPITAL FUND
Schedule of Deferred Reserve for Amortization
For the Year Ended December 31, 2014

Ordinance Number	Improvement Description	Date of Ordinance	Balance Dec. 31, 2013	Fixed Capital Authorized	Transferred To Reserve For Amortization	Balance Dec. 31, 2014
04-09.1	Route 73 Water Main Extension	6-3-04	$ 50,000.00			$ 50,000.00
06-14.1	Purchase of Computer Software	8-21-06	858.00			858.00
06-14.2	Equipment and System Improvements	8-21-06	5,001.00			5,001.00
07-17.1	Plant Improvements and Controls	9-6-07	3,040.00			3,040.00
07-17.2	Main Improvements	9-6-07	13,950.00			13,950.00
09-08.1	Redrilling of Well #10	7-6-09	45,000.00			45,000.00
09-08.2	Repair of Filters in Plant No. 1	7-6-09	5,000.00			5,000.00
13-03.7	Acquisition of Equipment	4-1-13	1,300.00			1,300.00
			$ 124,149.00	$ -	-	$ 124,149.00

BOROUGH OF BERLIN
WATER UTILITY CAPITAL FUND
Statement of Water Serial Bonds
For the Year Ended December 31, 2014

Purpose	Date of Issue	Original Issue	Maturity of Bonds Outstanding Dec. 31, 2014 Date	Amount	Interest Rate	Balance Dec. 31, 2013	Issued for Cash	Paid by Budget Appropriation	Balance Dec. 31, 2014
2005 General Water Bonds	10-15-05	$ 3,040,000.00	10-15-15	$ 250,000.00	3.800%				
			10-15-16/17/1819	275,000.00	3.800%				
			10-15-20	315,000.00	3.800%	$ 1,915,000.00		$ 250,000.00	$ 1,665,000.00
2008 General Water Bonds	10-1-08	469,881.00	10-1-15	50,000.00	4.250%				
			10-1-16/17	50,000.00	4.375%				
			10-1-18	50,000.00	4.500%				
			10-1-19	49,881.00	4.500%	299,881.00		50,000.00	249,881.00
2013 General Water Bonds	10-15-13	973,000.00	11-1-15/16/17	50,000.00	3.000%				
			11-1-18/19/2021	60,000.00	3.000%				
			11-1-22/23/24/25	70,000.00	3.000%				
			11-1-26/27	85,000.00	3.125%				
			11-1-28	83,000.00	3.125%	973,000.00		50,000.00	923,000.00
						$ 3,187,881.00	-	$ 350,000.00	$ 2,837,881.00

BOROUGH OF BERLIN
WATER UTILITY CAPITAL FUND
Statement of New Jersey Environmental Infrastructure Trust Loan Payable
For the Year Ended December 31, 2014

Purpose	Date of Issue	Original Issue	Date	Maturities Outstanding Dec. 31, 2014 Trust Loan	Fund Loan	Total	Interest Rate(A)	Balance Dec. 31, 2013	Loans Issued	Paid by Budget Appropriation	Balance Dec. 31, 2014
Improvement to Chestnut Avenue Water Tank, Acquisition and Installation of Water Meters, and Generator Improvements	11-9-06	$ 3,817,200.00	2-1-2015		$ 19,559.43	$ 19,559.43					
			8-1-2015	$ 90,000.00	78,366.37	168,366.37	5.000%				
			2-1-2016		18,089.26	18,089.26					
			8-1-2016	92,155.68	80,163.25	172,318.93	5.000%				
			2-1-2017		16,537.41	16,537.41					
			8-1-2017	95,265.84	81,878.45	177,144.29	4.000%				
			2-1-2018		15,230.58	15,230.58					
			8-1-2018	100,004.65	83,838.68	183,843.33	4.000%				
			2-1-2019		13,858.42	13,858.42					
			8-1-2019	104,765.08	85,733.57	190,498.65	4.000%				
			2-1-2020		12,420.92	12,420.92					
			8-1-2020	104,797.51	84,296.07	189,093.58	4.000%				
			2-1-2021		10,983.42	10,983.42					
			8-1-2021	109,568.50	86,125.62	195,694.12	4.125%				
			2-1-2022		9,433.61	9,433.61					
			8-1-2022	114,201.33	87,842.86	202,044.19	4.125%				
			2-1-2023		7,816.42	7,816.42					
			8-1-2023	118,797.38	89,492.73	208,290.11	4.250%				
			2-1-2024		6,080.80	6,080.80					
			8-1-2024	36,528.26	41,636.37	78,164.63	5.000%				
			8-1-2025	132,703.66		132,703.66	4.250%				
(A) Interest applicable to Trust Loan only.			8-1-2026	137,140.31		137,140.31	4.250%	$ 2,347,748.19	-	$ 182,435.75	$ 2,165,312.44

BOROUGH OF BERLIN
WATER UTILITY CAPITAL FUND
Statement of Water Bonds and Notes Authorized but not Issued
For the Year Ended December 31, 2014

Ordinance Number	Improvement Description	Balance Dec. 31, 2013	2014 Authorizations	Bonds Issued	Balance Dec. 31, 2014
13-03.7	Acquisition of Equipment	$ 700.00			$ 700.00
14-06	System Improvements		$ 200,000.00		200,000.00
		$ 700.00	$ 200,000.00	-	$ 200,700.00

SUPPLEMENTAL EXHIBITS

SEWER UTILITY FUND

Exhibit SE-1

BOROUGH OF BERLIN
SEWER UTILITY FUND
Statement of Sewer Utility Cash
Per N.J.S.40A:5-5 -- Chief Financial Officer
For the Year Ended December 31, 2014

		Operating		Capital
Balance Dec. 31, 2013		$ 59,478.59		$ 533,970.80
Increased by Receipts:				
Turnover from Collector	$ 696,277.45			
Interest on Deposits	671.72			
Appropriation Refunds	5,923.30			
Capital Improvement Fund			$ 5,000.00	
Down Payment on Improvements			25,000.00	
		702,872.47		30,000.00
		762,351.06		563,970.80
Decreased by Disbursements:				
2014 Budget Appropriations	689,247.93			
2013 Appropriation Reserves	6,688.67			
Accrued Interest on Bonds and Notes	32,055.15			
Improvement Authorizations			52,132.07	
Reserve for Encumbrances			13,669.36	
Due General Capital Fund			4,894.12	
		727,991.75		70,695.55
Balance Dec. 31, 2014		$ 34,359.31		$ 493,275.25

Exhibit SE-2

SEWER UTILITY OPERATING FUND
Statement of Sewer Utility Operating Cash
Per N.J.S.40A:5-5 -- Collector
For the Year Ended December 31, 2014

Increased by Receipts:	
Sewer Rents Receivable	$ 689,490.78
Sewer Overpayments	892.55
Miscellaneous Revenue	5,894.12
	696,277.45
Decreased by Disbursements:	
Payments to Treasurer	$ 696,277.45

BOROUGH OF BERLIN
SEWER UTILITY CAPITAL FUND
Analysis of Sewer Utility Capital Cash and Investments
For the Year Ended December 31, 2014

		Receipts		Disbursements		Transfers		
	Balance Dec. 31, 2013	Budget Appropriation	Miscellaneous	Improvement Authorizations	Miscellaneous	From	To	Balance Dec. 31, 2014
Capital Improvement Fund	$ 221.95	$ 5,000.00						$ 5,221.95
Down Payments on Improvements		25,000.00				$ 25,000.00		
Fund Balance	8,770.51							8,770.51
Improvement Authorizations:								
06-14.1 Purchase of Computer Software	4,430.44							4,430.44
07-17 Purchase of Submersible Wells	12,941.61							12,941.61
12-6.6 Acquisition of Capital Equipment	7,780.07							7,780.07
13-3.8 Line Repair and Acquisition of Equipment	478,282.84							478,282.84
14-2.7 Sewer Utility Improvements				$ 52,132.07		259,253.00	$ 25,000.00	(286,385.07)
Reserve for Encumbrances	16,649.26				$ 13,669.36			2,979.90
Contracts Payable							259,253.00	259,253.00
Due General Capital Fund	4,894.12				4,894.12			
	$ 533,970.80	$ 30,000.00	-	$ 52,132.07	$ 18,563.48	$ 284,253.00	$ 284,253.00	$ 493,275.25

Exhibit SE-4

BOROUGH OF BERLIN
SEWER UTILITY OPERATING FUND
Statement of Sewer Rents Receivable
For the Year Ended December 31, 2014

Balance Dec. 31, 2013		$ 77,511.62
Increased by:		
Sewer Rents Levied		703,706.76
		781,218.38
Decreased by:		
Collections -- Collector	$ 689,490.78	
Overpayments Applied	501.74	
Cancelled	46.50	
		690,039.02
Balance Dec. 31, 2014		$ 91,179.36

Exhibit SE-5

SEWER UTILITY OPERATING FUND
Statement of Appropriation Reserves
For the Year Ended December 31, 2014

	Balance Dec. 31, 2013		Balance After		Balance
	Encumbered	Reserved	Transfers	Disbursed	Lapsed
Operating:					
Salaries		$ 4,090.77	$ 4,090.77		$ 4,090.77
Other Expenses	$ 6,688.67	846.46	7,535.13	$ 6,688.67	846.46
Statutory Expenditures:					
Contribution to					
Public Employees' Retirement System					
Unemployment Compensation Insurance		1,744.42	1,744.42		1,744.42
Social Security System (O.A.S.I.)		915.61	915.61		915.61
Total	$ 6,688.67	$ 7,597.26	$ 14,285.93	$ 6,688.67	$ 7,597.26

BOROUGH OF BERLIN
SEWER UTILITY CAPITAL FUND
Statement of Fixed Capital
For the Year Ended December 31, 2014

Account	Balance Dec. 31, 2013	Additions By Ordinance	Balance Dec. 31, 2014
Facility Improvements	$ 372,360.77		$ 372,360.77
Oxygen Analyzer	1,177.36		1,177.36
Chevrolet Truck	1,952.00		1,952.00
Installation of Laterals	2,390.00		2,390.00
Chlorinator	1,787.00		1,787.00
Mobile Unit for Truck	551.92		551.92
Refrigerator	169.00		169.00
Dump Truck	57,660.50		57,660.50
Tank Truck	2,450.00		2,450.00
Construction of Utility Room	1,065.00		1,065.00
Air Compressor	163.16		163.16
Mobile Pump	1,092.00		1,092.00
Welding Unit	917.70		917.70
Sewer Cleaner	12,000.00		12,000.00
Digester Lid	7,895.00		7,895.00
Construction of Sanitary Sewer System:			
Construction Contracts	707,310.21		707,310.21
Collection System	1,028,362.05		1,028,362.05
Street Paving	164,047.75		164,047.75
Sidewalk Construction	29,944.31		29,944.31
Engineering	121,048.87		121,048.87
Other Costs	93,618.80		93,618.80
Addition to Sewer Plant:			
Construction Contracts	34,389.45		34,389.45
Engineering	3,216.46		3,216.46
Other Costs	4,151.07		4,151.07
Alterations to Wet Well	970.00		970.00
Fencing	9,679.39		9,679.39
Base Station Equipment	1,363.70		1,363.70
Pipe and Drain Cleaner	1,199.00		1,199.00
Pipe Saddles	50.94		50.94
Curb Boxes	263.87		263.87
Office Equipment	7,553.00		7,553.00
Spreader	790.00		790.00
Street Sweeper	65,002.50		65,002.50
Stake Body Truck	57,861.00		57,861.00
Pick-up Truck	23,667.00		23,667.00
Falk Reducer	5,918.00		5,918.00
Equipment Repairs	8,868.46		8,868.46
Freight Charges	39.18		39.18
Electrical Gear Motor	1,147.90		1,147.90
Tractor and Backhoe	19,500.00		19,500.00
Pumping Stations	374,185.93		374,185.93
Garage	70,000.00		70,000.00
Computer Equipment	33,136.50		33,136.50
Air Ventilator	2,500.00		2,500.00
Gas Detector	1,500.00		1,500.00
Above Ground Tank	15,000.00		15,000.00
Mechanics Garage	200,000.00		200,000.00
Pick-up Truck	15,639.13		15,639.13
Dump Truck with Plow	13,145.77		13,145.77
Sewer Jetter	72,000.00		72,000.00
	$ 3,650,701.65	-	$ 3,650,701.65

BOROUGH OF BERLIN
SEWER UTILITY CAPITAL FUND
Statement of Fixed Capital Authorized and Uncompleted
For the Year Ended December 31, 2014

Ordinance Number	Improvement Description	Ordinance Date	Ordinance Amount	Balance Dec. 31, 2013	2014 Authorizations Deferred Reserve For Amortization	2014 Authorizations Deferred Charges to Future Revenue	Balance Dec. 31, 2014
General Improvements:							
06-14.1	Purchase of Computer Software	8-21-06	$ 18,000.00	$ 18,000.00			$ 18,000.00
07-17	Purchase of Submersible Wells	9-06-07	49,980.00	49,980.00			49,980.00
12-6.6	Acquisition of Capital Equipment	3-05-12	30,000.00	30,000.00			30,000.00
13-3.8	Line Repair and Acquisition of Equipment	4-01-13	500,000.00	500,000.00			500,000.00
14-2.7	Sewer Utility Improvements	3-5-14	500,000.00		$ 25,000.00	$ 475,000.00	500,000.00
				$ 597,980.00	$ 25,000.00	$ 475,000.00	$ 1,097,980.00

BOROUGH OF BERLIN
SEWER UTILITY FUND
Statement of Accrued Interest on Bonds
For the Year Ended December 31, 2014

Balance Dec. 31, 2013	$ 6,338.80
Increased by:	
Charges to Operating Budget	31,193.88
	37,532.68
Decreased by:	
Paid by Sewer Utility Operating Fund	32,055.15
Balance Dec. 31, 2014	$ 5,477.53

Analysis of Accrued Interest Dec. 31, 2014

Principal Outstanding Dec. 31, 2014	Interest Rate	From	To	Period	Amount
Serial Bonds:					
$ 249,000.00	Various	10-15-14	12-31-14	76 Days	$ 1,997.53
77,000.00	Various	10-1-14	12-31-14	92 Days	841.25
483,000.00	Various	11-1-14	12-31-14	61 Days	2,638.75
					$ 5,477.53

BOROUGH OF BERLIN
SEWER UTILITY CAPITAL FUND
Statement of Improvement Authorizations
For the Year Ended December 31, 2014

Ordinance Number	Improvement Description	Ordinance Date	Ordinance Amount	Balance Dec. 31, 2013 Funded	Balance Dec. 31, 2013 Unfunded	2014 Authorizations: Down Payments on Improvements	2014 Authorizations: Deferred Charges to Future Revenue	Decreased	Balance Dec. 31, 2014 Funded	Balance Dec. 31, 2014 Unfunded
06-14.1	Purchase of Computer Software	8-21-06	$ 18,000.00	$ 4,430.44					$ 4,430.44	
07-17	Purchase of Submersible Wells	9-6-07	49,980.00	12,941.61					12,941.61	
12-6.6	Acquisition of Capital Equipment	3-5-12	30,000.00	7,780.07	$ 500.00				7,780.07	$ 500.00
13-3.8	Line Repair and Acquisition of Equipment	4-1-13	500,000.00	478,282.84					478,282.84	
14-2.7	Sewer Utility Improvements	3-5-14	500,000.00			$ 25,000.00	$ 475,000.00	$ 311,385.07		188,614.93
				$ 503,434.96	$ 500.00	$ 25,000.00	$ 475,000.00	$ 311,385.07	$ 503,434.96	$ 189,114.93

Disbursements	$ 52,132.07
Contracts Payable	259,253.00
	$ 311,385.07

Exhibit SE-10

BOROUGH OF BERLIN
SEWER UTILITY CAPITAL FUND
Statement of Reserve for Amortization
For the Year Ended December 31, 2014

Balance Dec. 31, 2013	$ 3,319,443.65
Increased by:	
Serial Bonds Paid by Operating Budget	90,000.00
Balance Dec. 31, 2014	$ 3,409,443.65

Exhibit SE-11

SEWER UTILITY OPERATING FUND
Statement of Sewer Overpayments
For the Year Ended December 31, 2014

Balance Dec. 31, 2013		$ 1,013.31
Increased by:		
Collections		892.55
		1,905.86
Decreased by:		
Cancellations	$ 511.57	
Applied to Sewer Rents Receivable	501.74	
		1,013.31
Balance Dec. 31, 2014		$ 892.55

Exhibit SE-12

SEWER UTILITY CAPITAL FUND
Statement of Deferred Reserve for Amortization
For the Year Ended December 31, 2014

Ordinance Number	Improvement Description	Date of Ordinance	Balance Dec. 31, 2013	Fixed Capital Authorized	Transferred to Reserve for Amortization	Balance Dec. 31, 2014
06-14.1	Purchase of Computer Software	8-21-06	$ 858.00			$ 858.00
07-17	Purchase of Submersible Wells	9-6-07	2,380.00			2,380.00
12-6.6	Acquisition of Capital Equipment	3-5-12	1,500.00			1,500.00
13-3.8	Line Repair and Acquisition of Equipment	4-1-13	25,000.00			25,000.00
14-2.7	Sewer Utility Improvements	3-5-14		$ 25,000.00		25,000.00
			$ 29,738.00	$ 25,000.00	-	$ 54,738.00

BOROUGH OF BERLIN
SEWER UTILITY CAPITAL FUND
Statement of Sewer Serial Bonds
For the Year Ended December 31, 2014

Purpose	Date of Issue	Original Issue	Maturity of Bonds Outstanding Dec. 31, 2014 Date	Amount	Interest Rate	Balance Dec. 31, 2013	Increased	Paid by Budget Appropriation	Balance Dec. 31, 2014
2005 General Sewer Bonds	10-15-05	$ 614,000.00	10-15-15/17/18	$ 50,000.00	3.800%				
			10-15-19	49,000.00	3.800%	$ 299,000.00		$ 50,000.00	$ 249,000.00
2008 General Sewer Bonds	10-01-08	162,000.00	10-1-15	20,000.00	4.250%				
			10-1-16/17	20,000.00	4.375%				
			10-1-18	17,000.00	4.500%	97,000.00		20,000.00	77,000.00
2013 General Sewer Bonds	10-15-13	503,000.00	11-1-15/16	20,000.00	3.000%				
			11-1-17/24	25,000.00	3.000%				
			11-1-25	30,000.00	3.000%				
			11-1-26/27/28	30,000.00	3.125%				
			11-1-29/30/31	30,000.00	4.000%				
			11-1-32	33,000.00	4.000%	503,000.00		20,000.00	483,000.00
						$ 899,000.00	-	$ 90,000.00	$ 809,000.00

BOROUGH OF BERLIN
SEWER UTILITY CAPITAL FUND
Statement of Sewer Bonds and Notes Authorized But Not Issue
For the Year Ended December 31, 201

Ordinance Number	Improvement Descriptior	Balance Dec. 31, 2013	2014 Authorizations	Decreased	Balance Dec. 31, 2014
12-6.6	Acquisition of Capital Equipmen	$ 500.00			$ 500.00
14-2.7	Sewer Utility Improvement:		$ 475,000.00		475,000.00
		$ 500.00	$ 475,000.00	-	$ 475,500.00

BOROUGH OF BERLIN

PART 2

SCHEDULE OF FINDINGS AND RECOMMENDATIONS

FOR THE YEAR ENDED DECEMBER 31, 2014

BOROUGH OF BERLIN
Schedule of Findings and Recommendations
For the Year Ended December 31, 2014

Schedule of Financial Statement Findings

This section identifies the significant deficiencies, material weaknesses, and instances of noncompliance related to the financial statements that are required to be reported in accordance with Government Auditing Standards and with audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey.

Finding No. 2014-001

Criteria or Specific Requirement
The Local Public Contracts Law requires that expenditures in excess of the bid threshold be made through the competitive bid process and that change orders be approved in the minutes. In addition, Chapter 271 of the laws of 2005 requires contracts in excess of $17,500.00 be awarded in the minutes and that 271 and business entity disclosure forms be completed.

Condition
Our audit of bids and contracts and the Pay-to-Play Law revealed the following:

a) One purchase exceeding the bid threshold was not obtained through competitive bidding.
b) Seven change orders were not approved in the minutes.
c) The 271 and business entity disclosure forms were not on file for one purchase over $17,500.00.

Context
Not applicable.

Effect
The Borough did not fully comply with the Local Public Contracts Law as well as Chapter 271 of the laws of 2005 and the lowest price for the goods and services may not have been obtained.

Cause
Oversight by the responsible official.

Recommendation
That all expenditures in excess of the bid threshold be in compliance with the Local Public Contracts Law and that contracts awarded to vendors in excess of $17,500.00 be in compliance with Chapter 271 of the laws of 2005.

View of Responsible Officials and Planned Corrective Action
The responsible officials agree with the finding and will address the matter as part of their corrective action plan.

BOROUGH OF BERLIN
Schedule of Findings and Recommendations
For the Year Ended December 31, 2014

Schedule of Financial Statement Findings (Cont'd)

Finding No. 2014-002

Criteria or Specific Requirement
Section 125 of the Internal Revenue Code requires employee withholdings for health insurance contributions be made on a pretax basis.

Condition
Health insurance deductions made under Section 125 of the Internal Revenue Code were not withheld on a pretax basis for Medicare and Social Security taxes.

Context
Most employees' deductions were not withheld in accordance with Section 125 of the Internal Revenue Code.

Effect
Most employees' had excess Medicare and Social Security tax withholdings deducted from their pay.

Cause
There was an oversight by the responsible official.

Recommendation
That health insurance deductions be made on a pretax basis in accordance with Section 125 of the Internal Revenue Code.

View of Responsible Officials and Planned Corrective Action
The responsible officials agree with the finding and will address the matter as part of their corrective action plan.

BOROUGH OF BERLIN
Summary Schedule of Prior Year Audit Findings
And Recommendations as Prepared by Management

This section identifies the status of prior year findings related to the financial statements that are required to be reported in accordance with Government Auditing Standards.

NONE.

BOROUGH OF BERLIN
Officials in Office and Surety Bonds

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

Name	Title	Amount of Surety Bond
John J. Armano	Mayor	$1,000,000.00(A)
Scott Scelso	President of Council	1,000,000.00(A)
James Bilella	Councilman	1,000,000.00(A)
Gary Knight	Councilman	1,000,000.00(A)
Lynn Kupchik	Councilman	1,000,000.00(A)
Nicholas Maccaroni	Councilman	1,000,000.00(A)
James Pearce	Councilman	1,000,000.00(A)
Stephen Miller (to 3/16/14)	Chief Financial Officer	1,000,000.00(A)
Adriane McKendry (from 3/17/14)	Chief Financial Officer	1,000,000.00(A)
Lisa Eggert	Tax Collector , Water Clerk, Sewer Clerk, and Tax Search Officer	1,000,000.00(A)
Stacey DiVello	Treasurer	1,000,000.00(A)
Charleen Santora	Administrator, Borough Clerk, Municipal Improvement Search Officer, Dog License Official, and Registrar	1,000,000.00(A)
Sharon Van Dyke	Tax Clerk	1,000,000.00(A)
Dawn Lattanzi (to 6/30/14)	Payroll Clerk	1,000,000.00(A)
Stacey DiVello (from 7/1/14)	Payroll Clerk	1,000,000.00(A)
Kelly Foster	Court Administrator	1,000,000.00(A)
Heather Iannarella	Deputy Court Administrator	1,000,000.00(A)
Craig S. Larsen, Esq.	Judge of the Municipal Court	1,000,000.00(A)
Theresa Stagliano	Assessor	1,000,000.00(A)
Michael DePalma	Construction Code Official, Building Inspector, Fire Sub-Code Inspector, Consultant of Licenses and Inspections, Zoning Official, Zoning Enforcement Officer, and Plumbing Inspector	1,000,000.00(A)
Stephen Buchhofer	Electrical Inspector	1,000,000.00(A)
Richard Nadier	Fire Sub-Code Official	1,000,000.00(A)
George Singley	Prosecutor	1,000,000.00(A)
Mark Rinaldi	Public Defender	1,000,000.00(A)
Michael DeLorenzo	Chief of Police	1,000,000.00(A)
George Botcheos	Solicitor	
Pennoni Associates	Borough Engineer	

(A) Public Employees' Dishonesty Blanket Position Bond, Aggregate Coverage, with a $1,000.00 per loss deductible through the Camden County Municipal Joint Insurance Fund and the Municipal Excess Liability Joint Insurance Fund.

All of the bonds were examined and were properly executed.

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APPRECIATION

I express my appreciation for the assistance and courtesies rendered by the Borough officials during the course of the audit.

Respectfully submitted,

BOWMAN & COMPANY LLP
Certified Public Accountants
& Consultants

Daniel M DiGangi

Daniel M. DiGangi
Certified Public Accountant
Registered Municipal Accountant