

**BOROUGH OF PARAMUS**  
**County of Bergen, New Jersey**

**NJ Comprehensive Annual Financial Report**  
**Year Ended December 31, 2017**  
**(With Independent Auditors' Reports Thereon)**

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BOROUGH OF PARAMUS  
NJ Comprehensive Annual Financial Report  
Introductory Section

BOROUGH OF PARAMUS  
 ROSTER OF OFFICIALS  
 YEAR ENDED DECEMBER 31, 2017

Name	Title	Term Expires
Richard LaBarbiera	Mayor	12/31/18
MariaElena Bellinger	Councilwoman	12/31/17
Joseph Garcia	Councilman	12/31/17
Patsy L. Verile	Councilman	12/31/18
Holly Tedesco-Santos	Councilwoman	12/31/18
Ralph Amato	Councilman	12/31/19
Jeanne Weber	Councilwoman	12/31/19
Joseph D'Arco	Administrator	
Annemarie Krusznis, RMC	Municipal Clerk	Tenured
	Assessment Search Officer	
Nicolette Riggi, RMC	Deputy Municipal Clerk	
Marianne Grady	Senior Clerk	
Sheryl Biondi, CTC, CMFO	Chief Financial Officer	03/01/20
	Tax Collector	Tenured
	Tax Search Officer	
Maria Reda, CMFO	Deputy CFO	
	Payroll Supervisor	
Celina Checo	Assistant Tax Collector	
Evelina Johnson	Treasurer	
Grisel Maza	Qualified Purchasing Agent (QPA)	
William Curran	Finance Senior Account Clerk	
Manuel Barrera	Senior Office Clerk	
Patricia Smith	Secretary - Administration	
Olga Leccese	Payroll Clerk	
Judith Migliaccio	Health Officer	
	Registrar of Vital Statistics	
DiMaria & DiMaria, LLP	Borough Auditor	12/31/17
Paul Kaufman, Esq.	Borough Attorney	12/31/17
Rogut, McCarthy, LLC	Bond Counsel	12/31/17
Mark Raso, Esq.	Labor Attorney	12/31/17
DMR Architects	Planner	12/31/17
James Anzevino	Tax Assessor	Tenured
Rose Whitehead	Secretary - Tax Assessor	
Guy Picone	DPW Superintendent	
Boswell Engineering	Borough Engineer	
Kenneth Ehrenberg	Chief of Police	
Michael O'Connell	Construction Code Official	
	Building Inspector	
Kevin Sheehan	Fire Official	
	Fire Prevention	

Tracy Hopkins	Secretary - Fire Prevention	
Martin Barry	Building Sub-Code Official	
Darian Martin	Plumbing Sub-Code Official	
Daniel Perez	Mechanical Inspector	
Frank Scardino	Electrical Sub-Code Official	
Lisa Meserole	Residential Zoning & Signage Officer	
Ken Hook	Commerical Zoning Officer	
Valerie Frazita	Secretary - Board of Adjustment	
Linda Garofalo	Building Dept. Secretary	
Kenneth Raschen	Shade Tree Department Director	
Irene Maury	Public Assistance Director	
Susan Regan	Recreation Director	
Cynthia Holmes, CMCA	Municipal Court Administrator	
Lisa Connors	Deputy Court Administrator	
Doreen Miller	Senior Office Clerk	
Marilyn Tessler	Senior Office Clerk	
Dominick Scrivanich	Senior Office Clerk	
Patrycja Grotkowski	Senior Office Clerk	
Joseph Mecca, Jr	Municipal Court Judge - Paramus	12/31/19
Richard Conte	Municipal Court Judge - Paramus, Oradell	12/31/19
George Savino	Municipal Court Judge - Maywood	12/31/18
Marc Ramundo	Prosecutor - Paramus	12/31/17
Joseph Ariyan	Prosecutor- Paramus	12/31/17
Michael Sluka	Public Defender - Paramus	12/31/17
Kevin Corriston	Public Defender - Paramus	12/31/17
Michael Candelmo	Prosecutor - Maywood	12/31/17
Mark Musella	Public Defender - Maywood, Oradell	12/31/17
Christopher Martin	Prosecutor - Oradell	12/31/17

BOROUGH OF PARAMUS  
NJ Comprehensive Annual Financial Report  
Financial Section

245 Union Street  
Lodi, New Jersey 07644  
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Facsimile 973.779.6891

## **Independent Auditors' Report**

Honorable Mayor and Members of the Borough Council  
Borough of Paramus, County of Bergen, New Jersey

### Report on the Financial Statements

We have audited the accompanying combined comparative balance sheets (*regulatory basis*) of the various funds and account group of the Borough of Paramus, in the County of Bergen (the "Borough") as of and for the years ended December 31, 2017 and 2016, and the related combined statement of operations and change in fund balance (*regulatory basis*) for the years then ended, and the related statement of operations and change in fund balance (regulatory basis) - budget and actual of the various funds for the year ended December 31, 2017, and the related notes to the financial statements, which collectively comprise the Borough's basic financial statements as listed in the foregoing 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 accounting principles prescribed or permitted by the Division of Local Government Services, Department of Community Affairs, State of New Jersey (the "Division") to demonstrate compliance with the Division's regulatory basis of accounting, and the budget laws 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.

# ***Di Maria & Di Maria LLP***

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## **Independent Auditors' Report (Continued)**

### Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America, audit requirements prescribed by the Division, and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free 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 Borough's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

# ***Di Maria & Di Maria LLP***

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## **Independent Auditors' Report (Continued)**

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

As described in Note 2, these financial statements have been prepared on the basis of accounting practices prescribed or permitted by the Division to demonstrate compliance with the Division's regulatory basis of accounting and the budget laws of New Jersey, which is a basis of accounting other than accounting principles generally accepted in the United States of America. The effects on the financial statements of the variances between the regulatory basis of accounting described in Note 2 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 the Adverse Opinion on U.S. Generally Accepted Accounting Principles*" paragraph, the financial statements referred to above do not present fairly in accordance with accounting principles generally accepted in the United States of America the financial position of each fund and account group of the Borough as of December 31, 2017 and 2016, or the changes in financial position for the years then ended.

### Opinion on Regulatory Basis of Accounting

In our opinion, the financial statements (regulatory basis) referred to above present fairly, in all material respects, the financial position (regulatory basis) of the various funds and account group as of December 31, 2017 and 2016, and the results of operations and changes in fund balance (regulatory basis) of such funds for the years then ended and the respective revenues (regulatory basis) and expenditures (regulatory basis) of the various funds for the year ended December 31, 2017 in accordance with the financial accounting and reporting principles and practices prescribed or permitted by the Division to demonstrate compliance with the Division's regulatory basis of accounting and the budget laws of New Jersey, as described in Note 2.

# ***Di Maria & Di Maria LLP***

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## **Independent Auditors' Report (Continued)**

### Other Matters

#### *Other Information*

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the Borough's basic financial statements. The supplementary data schedules listed in the table of contents, the letter of comments and recommendations section, and the accompanying schedules of expenditures of federal awards and the schedule of expenditures of state financial assistance, as required by Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* ("Uniform Guidance"); and New Jersey OMB's Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*, respectively, are presented for purposes of additional analysis and are not a required part of the financial statements.

The supplementary data schedules listed above are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary data schedules listed in the table of contents, the schedules of expenditures of federal awards, and the schedule of expenditures of state financial assistance are fairly stated, in all material respects, in relation to the basic financial statements as a whole on the basis of accounting as described in Note 2.

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

# ***Di Maria & Di Maria LLP***

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## **Independent Auditors' Report (Continued)**

### Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated June 30, 2018 on our consideration of the Borough's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Borough's internal control over financial

DI MARIA & DI MARIA LLP  
Accountants and Consultants

*Frank Di Maria*

Frank Di Maria  
Registered Municipal Accountant  
RMA No. CR00463

June 30, 2018

BOROUGH OF PARAMUS  
 COMBINED COMPARATIVE BALANCE SHEET (REGULATORY BASIS)  
 DECEMBER 31, 2017

	Current Fund	Grant Fund	Trust Fund	General Capital Fund	Golf Utility Operating Fund	Golf Utility Capital Fund	Swim Pool Utility Operating Fund	Swim Pool Utility Capital Fund	Sewer Assessment Trust	Fixed Asset Account Group	Totals	
											2017	2016
<b>ASSETS AND OTHER DEBITS</b>												
Cash	\$ 17,511,276	\$ 1,376,996	\$ 13,482,108	\$ 288,375	\$ 848,741	\$ 140,838	\$ 228,799	\$ 103,822	\$ 7	\$ -	\$ 33,980,962	\$ 31,366,045
Interfunds Receivable	7	5,361	17,998	3,191,472	228,708	581,000	8,908	800	-	-	4,034,254	2,855,728
Intergovernmental Receivable	-	603,832	-	469,179	-	-	-	-	-	-	1,073,011	1,288,800
Other Receivables	1,076,149	-	-	-	-	-	-	-	-	-	1,076,149	888,318
Other Assets	78,157	-	-	-	-	-	-	-	-	-	78,157	-
Deferred Charges	-	-	-	39,354,606	-	-	2,230	-	-	-	39,356,836	40,753,486
Prospective Assessments Raised by Taxation	-	-	-	-	-	-	-	-	-	-	-	-
Fixed Capital Authorized & Uncompleted	-	-	-	-	-	5,156,362	-	1,251,784	-	-	6,408,146	5,308,146
Fixed Capital	-	-	-	-	-	12,961,822	-	2,452,780	-	-	15,414,602	15,335,421
Fixed Assets	-	-	-	-	-	-	-	-	-	158,831,241	158,831,241	156,350,550
<b>Total Assets and Other Debits</b>	<b>\$ 18,665,589</b>	<b>\$ 1,986,189</b>	<b>\$ 13,500,106</b>	<b>\$ 43,303,632</b>	<b>\$ 1,077,449</b>	<b>\$ 18,840,022</b>	<b>\$ 239,937</b>	<b>\$ 3,809,186</b>	<b>\$ 7</b>	<b>\$ 158,831,241</b>	<b>\$ 260,253,358</b>	<b>\$ 254,146,494</b>
<b>LIABILITIES, RESERVES AND FUND BALANCE</b>												
Interfunds Payable	\$ 3,715,770	\$ 80,061	\$ -	\$ -	\$ -	\$ 228,708	\$ 800	\$ 8,908	\$ 7	\$ -	\$ 4,034,254	\$ 2,855,728
Accounts/Contracts Payable	580,665	7,603	-	709,874	159,775	-	2,195	41,938	-	-	1,502,050	1,873,638
Other Liabilities and Reserves	8,356,864	1,898,525	13,500,106	646,400	168,989	59,098	30,125	-	-	-	24,660,107	21,146,937
Improvement Authorizations	-	-	-	6,092,276	-	1,488,375	-	64,532	-	-	7,645,183	8,939,646
Intergovernmental Payable	93,447	-	-	-	-	-	-	-	-	-	93,447	81,400
Serial Bonds Payable	-	-	-	6,455,000	-	-	-	-	-	-	6,455,000	9,585,000
Bond Anticipation Notes Payable	-	-	-	28,435,500	-	3,239,680	-	921,500	-	-	32,596,680	27,977,680
Loan Payable	-	-	-	45,777	-	-	-	-	-	-	45,777	90,653
Reserve for Receivables & Other Assets	1,154,313	-	-	-	-	-	-	-	-	-	1,154,313	1,588,325
Reserve for Investment in Fixed Assets	-	-	-	-	-	-	-	-	-	158,831,241	158,831,241	156,350,550
Reserve for Amortization	-	-	-	-	-	12,961,822	-	2,452,780	-	-	15,414,602	15,000,421
Reserve for Deferred Amortization	-	-	-	-	-	862,339	-	319,514	-	-	1,181,853	989,472
Fund Balance	4,764,530	-	-	918,805	748,685	-	206,817	14	-	-	6,638,851	7,667,044
<b>Total Liabilities, Reserves and Fund Balance</b>	<b>\$ 18,665,589</b>	<b>\$ 1,986,189</b>	<b>\$ 13,500,106</b>	<b>\$ 43,303,632</b>	<b>\$ 1,077,449</b>	<b>\$ 18,840,022</b>	<b>\$ 239,937</b>	<b>\$ 3,809,186</b>	<b>\$ 7</b>	<b>\$ 158,831,241</b>	<b>\$ 260,253,358</b>	<b>\$ 254,146,494</b>

BOROUGH OF PARAMUS  
 COMBINED STATEMENT OF OPERATIONS AND CHANGE IN FUND BALANCE (REGULATORY BASIS)  
 YEAR ENDED DECEMBER 31, 2017

	Current Fund	Swimming Pool Utility Fund	Golf Course Utility Fund	Total
<b>REVENUES AND OTHER CREDITS TO INCOME</b>				
Revenues:				
Fund Balance Anticipated	\$ 4,923,836	\$ 86,100	\$ 259,000	\$ 5,268,936
Miscellaneous	15,545,806	-	-	15,545,806
Receipts from Delinquent Taxes	824,838	-	-	824,838
Amount to be Raised by Taxation - Municipal	39,670,552	-	-	39,670,552
Amount to be Raised by Taxation - Library	3,216,880	-	-	3,216,880
Membership Fees	-	373,797	106,542	480,339
Registration Fees	-	6,025	112,443	118,468
Guest Fees	-	45,580	-	45,580
Concession Revenues	-	65,664	-	65,664
Reserve for Payment of Debt Service	-	8,000	225,000	233,000
Golf Cart Rental Fees	-	-	362,633	362,633
Green Fees	-	-	1,340,512	1,340,512
Snack Bar Rental Fees	-	40	50,400	50,440
Miniature Golf Fees	-	-	104,254	104,254
Miscellaneous	-	-	351,347	351,347
Rental of Facilities	-	38,829	-	38,829
Total Revenues	64,181,912	624,035	2,912,131	67,718,078
Other Credits to Income	106,619,170	20,274	139,747	106,779,191
Total Revenues and Other Credits to Income	\$ 170,801,082	\$ 644,309	\$ 3,051,878	\$ 174,497,269
<b>EXPENDITURES AND OTHER CHARGES TO INCOME</b>				
Expenditures:				
Within "CAPS":				
Operations:				
Salaries and Wages	\$ 25,607,795	\$ -	\$ -	\$ 25,607,795
Other Expenses	18,976,311	-	-	18,976,311
Deferred Charges and Statutory Expenditures	5,986,530	-	-	5,986,530
Excluded From "CAPS":				
Operations:				
Salaries and Wages	10,000	237,500	1,129,000	1,376,500
Other Expenses	7,667,763	232,000	790,000	8,689,763
Capital Improvements	370,000	7,506	113,713	491,219
Debt Service	4,494,160	73,574	488,458	5,056,192
Deferred Charges and Statutory Expenditures	-	49,420	158,829	208,249
Surplus (General Budget)	-	-	120,000	120,000
Deficit in Operations in Prior Years	-	-	-	-
Reserve for Uncollected Taxes	1,000,000	-	-	1,000,000
Total Expenditures	64,112,559	600,000	2,800,000	67,512,559
Other Charges to Income	103,081,968	-	-	103,081,968
Total Expenditures and Charges to Income	\$ 167,194,527	\$ 600,000	\$ 2,800,000	\$ 170,594,527
Statutory Excess to Fund Balance	3,606,555	44,309	251,878	3,902,742
Deferred Charges to Budget of Succeeding Year	-	-	-	-
Fund Balance, January 1	6,081,811	248,608	755,807	7,086,226
	9,688,366	292,917	1,007,685	10,988,968
Decreased by:				
Utilization as Anticipated Revenue	4,923,836	86,100	259,000	5,268,936
Fund Balance, December 31	\$ 4,764,530	\$ 206,817	\$ 748,685	\$ 5,720,032

**BOROUGH OF PARAMUS  
CURRENT FUND  
STATEMENT OF OPERATIONS AND CHANGE IN FUND BALANCE (REGULATORY BASIS)  
BUDGET AND ACTUAL  
YEAR ENDED DECEMBER 31, 2017**

	Budget as Modified	Actual	Variance
<b><u>REVENUES AND OTHER CREDITS TO INCOME</u></b>			
Revenues:			
Fund Balance Anticipated	\$ 4,923,836	\$ 4,923,836	\$ -
Miscellaneous Revenues	15,575,676	15,545,806	(29,870)
Receipts from Delinquent Taxes	850,000	824,838	(25,162)
Amount to be Raised by Taxation - Municipal	39,546,167	39,670,552	124,385
Amount to be Raised by Taxation - Library	3,216,880	3,216,880	-
Total Revenues	<u>64,112,559</u>	<u>64,181,912</u>	69,353
Other Credits to Income	101,871,857	106,619,170	4,747,313
Total Revenues and Other Credits to Income	<u>\$ 165,984,416</u>	<u>\$ 170,801,082</u>	<u>\$ 4,816,666</u>
<b><u>EXPENDITURES AND OTHER CHARGES TO INCOME</u></b>			
Expenditures:			
Within "CAPS":			
Operations:			
Salaries and Wages	\$ 25,607,795	\$ 25,607,795	\$ -
Other Expenses	18,976,311	18,976,311	-
Deferred Charges and Statutory Expenditures	5,986,530	5,986,530	-
Excluded From "CAPS":			
Operations:			
Salaries and Wages	10,000	10,000	-
Other Expenses	7,667,763	7,667,763	-
Capital Improvements	370,000	370,000	-
Municipal Debt Service	4,494,160	4,494,160	-
Deferred Charges	-	-	-
Reserve for Uncollected Taxes	1,000,000	1,000,000	-
Total Expenditures	<u>64,112,559</u>	<u>64,112,559</u>	-
Other Charges to Income	101,871,857	103,081,968	1,210,111
Total Expenditures and Charges to Income	<u>\$ 165,984,416</u>	<u>\$ 167,194,527</u>	<u>\$ 1,210,111</u>
Statutory Excess to Current Fund Balance		<u>3,606,555</u>	
Deferred Charges to Budget of Succeeding Year		-	
Fund Balance, January 1		<u>6,081,811</u>	
		<u>\$ 9,688,366</u>	
Decreased by:			
Utilization as Anticipated Revenue		<u>4,923,836</u>	
Fund Balance, December 31		<u>\$ 4,764,530</u>	

**BOROUGH OF PARAMUS  
SWIMMING POOL UTILITY OPERATING FUND  
STATEMENT OF OPERATIONS AND CHANGE IN FUND BALANCE (REGULATORY BASIS)  
BUDGET AND ACTUAL  
YEAR ENDED DECEMBER 31, 2017**

	Budget as Modified	Actual	Variance
<b>REVENUES AND OTHER CREDITS TO INCOME</b>			
Revenues:			
Fund Balance Anticipated	\$ 86,100	\$ 86,100	\$ -
Membership Fees	385,000	373,797	(11,203)
Registration Fees	5,900	6,025	125
Guest Fees	58,000	45,580	(12,420)
Snack Bar Rental Fees	20,000	40	(19,960)
Concession Revenues	-	65,664	65,664
Reserve for Payment of Debt Service	8,000	8,000	-
Rental of Facilities	37,000	38,829	1,829
Total Revenues	<u>600,000</u>	<u>624,035</u>	<u>24,035</u>
Other Credits to Income	-	20,274	20,274
Total Revenues and Other Credits to Income	<u>\$ 600,000</u>	<u>\$ 644,309</u>	<u>\$ 44,309</u>
<b>EXPENDITURES AND OTHER CHARGES TO INCOME</b>			
Expenditures:			
Operations:			
Salaries and Wages	\$ 237,500	\$ 237,500	\$ -
Other Expenses	232,000	232,000	-
Capital Improvements	7,506	7,506	-
Debt Service	73,574	73,574	-
Deferred Charges	29,420	29,420	-
Statutory Expenditures	20,000	20,000	-
Deficit in Operations in Prior Years	-	-	-
Total Expenditures	<u>600,000</u>	<u>600,000</u>	<u>-</u>
Other Charges to Income	-	-	-
Total Expenditures and Charges to Income	<u>\$ 600,000</u>	<u>\$ 600,000</u>	<u>\$ -</u>
Statutory Excess to Current Fund Balance		<u>44,309</u>	
Deferred Charges to Budget of Succeeding Year		-	
Fund Balance, January 1		<u>248,608</u>	
		<u>\$ 292,917</u>	
Decreased by:			
Utilization as Anticipated Revenue		<u>86,100</u>	
Fund Balance, December 31		<u>\$ 206,817</u>	

**BOROUGH OF PARAMUS  
GOLF COURSE UTILITY OPERATING FUND  
STATEMENT OF OPERATIONS AND CHANGE IN FUND BALANCE (REGULATORY BASIS)  
BUDGET AND ACTUAL  
YEAR ENDED DECEMBER 31, 2017**

	Budget as Modified	Actual	Variance
<b>REVENUES AND OTHER CREDITS TO INCOME</b>			
Revenues:			
Fund Balance Anticipated	\$ 259,000	\$ 259,000	\$ -
Membership Fees	109,000	106,542	(2,458)
Registration Fees	116,000	112,443	(3,557)
Golf Cart Rental Fees	356,000	362,633	6,633
Green Fees	1,274,000	1,340,512	66,512
Snack Bar Rental Fees	50,000	50,400	400
Miniature Golf Fees	101,000	104,254	3,254
Miscellaneous	310,000	351,347	41,347
Reserve for Payment of Debt Service	225,000	225,000	-
Total Revenues	<u>2,800,000</u>	<u>2,912,131</u>	<u>112,131</u>
Other Credits to Income	-	139,747	139,747
Total Revenues and Other Credits to Income	<u>\$ 2,800,000</u>	<u>\$ 3,051,878</u>	<u>\$ 251,878</u>
<b>EXPENDITURES AND OTHER CHARGES TO INCOME</b>			
Expenditures:			
Operations:			
Salaries and Wages	\$ 1,129,000	\$ 1,129,000	\$ -
Other Expenses	790,000	790,000	-
Capital Improvements	113,713	113,713	-
Debt Service	488,458	488,458	-
Deferred Charges	68,829	68,829	-
Statutory Expenditures	90,000	90,000	-
Surplus (General Budget)	120,000	120,000	-
Deficit in Operations in Prior Years	-	-	-
Total Expenditures	<u>2,800,000</u>	<u>2,800,000</u>	<u>-</u>
Other Charges to Income	-	-	-
Total Expenditures and Charges to Income	<u>\$ 2,800,000</u>	<u>\$ 2,800,000</u>	<u>\$ -</u>
Statutory Excess to Current Fund Balance		<u>251,878</u>	
Deferred Charges to Budget of Succeeding Year		-	
Fund Balance, January 1		<u>755,807</u>	
		1,007,685	
Decreased by:			
Utilization as Anticipated Revenue		<u>259,000</u>	
Fund Balance, December 31		<u>\$ 748,685</u>	

Note 1 - Reporting Entity, Organization and Function

A. Introduction

The Borough of Paramus (the "Borough") is a municipal corporation of the State of New Jersey located in the county of Bergen and is located approximately 8 miles west of the City of New York. The Borough's population according to the 2010 census is 26,342.

The Borough operates under a "Mayor-Council" form of government. The Mayor is the chief executive officer. The Borough operates on a calendar fiscal year, January 1 to December 31.

The municipal budget includes the following generally stated municipal services:

- General Government Functions
- Land Use Administration Functions
- Public Safety Functions
- Health and Human Service Functions
- Park and Recreation Functions
- Educational Functions
- Code Enforcement Functions
- Municipal Court Functions
- Capital Improvements
- Debt Service

B. Component Units

The financial statements of the component units of the municipality are not presented in accordance with Governmental Accounting Standards Board Statement No. 14 as amended by Statement No. 61. If the provisions of GASBS No. 61 had been complied with, the financial statements of the following component units would have been either blended or discretely presented with the financial statements of the municipality:

- Volunteer Fire Department
- Volunteer Ambulance Corp.
- Free Public Library

C. Basis of Accounting

A modified accrual basis of accounting is followed with minor exceptions. Accounting principles prescribed for New Jersey municipalities by the Department of Community Affairs, Division of Local Government Services differ in certain respects from generally accepted accounting principles applicable to local government units.

Note 2 - Summary of Significant Accounting Policies

Financial Statement Reporting

The financial statements contain all applicable funds and account groups in accordance with the "Requirements of Audit" and the "N.J. Comprehensive Annual Financial Report" as promulgated by the State of New Jersey, Department of Community Affairs, Division of Local Government Services. Such principles and practices are designed primarily for determining compliance with legal provisions and budgetary restrictions and as a means of reporting on the stewardship of public officials with respect to public funds. Under this method of accounting, the municipality accounts for its financial transactions through the following separate funds which differs from the funds required by generally accepted accounting principles (GAAP).

A. Funds and Account Groups

The accounts are organized into the following funds and account groups:

Current Fund - The Current Fund accounts for resources and expenditures for governmental operations of a general nature.

Federal and State Grant Fund - The Federal and State Grant Fund accounts for the budgeted and unbudgeted revenue/receipt, expenditure/disbursement of federal and state grants which qualify for accounting treatment more closely related to GAAP.

Trust Fund - 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. It is also the only fund, other than the Current Fund, that possesses the statutory authority to issue debt.

General Fixed Asset Account Group - The General Fixed Asset Account Group accounts for Township owned real and personal property in accordance with N.J.A.C. 5:30-5.6.

Swimming Pool & Golf Course Utility Funds - The Swimming Pool and Golf Course Utility Funds are used to account for the revenues and expenditures for the operation of the swimming pool and golf course utilities and the related assets and liabilities. Acquisition or improvement of capital facilities and assets are accounted for in the capital section of the funds.

Note 2 - Summary of Significant Accounting Policies (Continued)

B. Budgets and Budgetary Accounting

The municipality must adopt an annual budget in accordance with N.J.S.A. 40A:4 et al. 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 (10) days prior to the hearing in a newspaper published and circulated in the municipality. The public hearing must not be held less than twenty-eight (28) 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. 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. The budget is prepared by fund, function, activity and line item (salary or other expense) and includes information on the previous year. The legal level of control for appropriations is exercised at the individual line item level for all operating budgets adopted. The governing body of the municipality may authorize emergency appropriations and the inclusion of certain special items of revenue to the budget after its adoption and determination of the tax rate. During the last 2 months of the fiscal year, the governing body may, by a 2/3 vote; amend the budget through line item transfers. Management has no authority to amend the budget without the approval of the governing body. Expenditures may not legally exceed budgeted appropriations at the line item level.

The Borough is not required to adopt budgets for the Trust and General Capital Funds.

Note 2 - Summary of Significant Accounting Policies (Continued)

C. Cash and Investments

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 New Jersey Cash Management Fund. N.J.S.A. 40A:5-15.1 provides a list of securities which may be purchased by New Jersey municipal units.

The cash management plan adopted by the municipality requires that funds be deposited in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act ("GUDPA"). GUDPA was enacted in 1970 to protect governmental units from a loss of funds on deposit with a failed banking institution in New Jersey.

N.J.S.A. 17:9-42 requires government units to deposit public funds only in public depositories located in New Jersey, where the funds are secured in accordance with the Act. Public funds are defined as the funds of any government unit. Public depositories include banks (both state and national banks), savings and loan institutions and savings banks, the deposits of which are federally insured. All public depositories pledge collateral, having a market value of 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 in the collateral pool, is available to pay the full amount of their deposits to the governmental units. All certificates of deposit are recorded as cash regardless of date of maturity.

Note 2 - Summary of Significant Accounting Policies (Continued)

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

E. 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 balance sheets.

F. General Fixed Assets

Accounting for Governmental Fixed Assets, as promulgated by N.J.A.C. 5:30-5.6 differs in certain respects from generally accepted accounting principles. The following is a brief description of the provisions of the statute. Property and equipment purchased after December 31, 1985 are stated at cost. Donated fixed assets are recorded at estimated fair market value at the date of donation. Purchases prior to December 31, 1985 are stated as assessed value for Land & Buildings and estimated historical cost for Machinery & Equipment. Fixed assets used in governmental operations (general fixed assets) are accounted for in the General Fixed Assets Account Group. Public domain ("infrastructure") general fixed assets consisting of certain improvements other than buildings, such as roads, bridges, curbs and gutters, streets and sidewalks and drainage systems are not capitalized. No depreciation on general fixed assets is recorded in the financial statements. Expenditures for construction in progress are recorded in the Capital Funds until such time as the construction is completed and put into operation. Fixed assets acquired through grants-in-aid or contributed capital have not been accounted for separately. Fixed Assets acquired by the Golf Course Utility and Swimming Pool Utility Funds are capitalized as Fixed Capital and not depreciated.

Note 2 - Summary of Significant Accounting Policies (Continued)

G. Foreclosed Property

Foreclosed property is recorded in the Current Fund at the assessed value 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 Asset Account Group. If such property is converted to a municipal use, it will be capitalized in the General Fixed Asset Account Group. GAAP requires property to be recorded in the General Fixed Asset Account Group at the market value at the time of acquisition.

H. 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 al. Deferred charges are subsequently raised as items of appropriation in budgets of succeeding years.

I. 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. Appropriation Reserves are not established under GAAP.

J. 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.

K. Fund Balance

Fund Balances included in the current fund represent amounts available for anticipation as revenue in future years budgets, with certain restrictions.

Note 2 - Summary of Significant Accounting Policies (Continued)

L. 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 as and when anticipated as such in the Borough's budget. 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. GAAP generally requires that grant revenues be recognized when the actual expenditures financed by the grant are made.

M. Property Tax Revenues

Property tax revenues are collected in quarterly installments due February 1, May 1, August 1, and November 1. Property taxes unpaid on April 1 of the year following their final due date are subject to tax sale in accordance with the statutes. The amount of taxes 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 local free public library (if applicable), municipal open space (if applicable) and the entities described in "N" and "O" below. Receivables for property taxes are recorded with offsetting reserves on the balance sheet of the Borough's Current Fund; accordingly, such amounts are not recorded as revenue until collected. GAAP requires such revenue to be recognized when available and measurable reduced by an allowance for doubtful accounts.

N. School Taxes

The municipality is responsible for levying, collecting and remitting school taxes for the Local School District. Operations are charged for the full amount required to be raised from taxation to operate the local school district for the period from July 1 to June 30. GAAP would require the recording of a deferred revenue.

O. County Taxes

The municipality is responsible for levying, collecting and remitting county taxes for the County. Operations are 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 are 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.

Note 2 - Summary of Significant Accounting Policies (Continued)

P. Reserve for Uncollected Taxes

The inclusion of the "Reserve for Uncollected Taxes" appropriation in the municipality's annual budget protects 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, is required to provide assurance that cash collected in the current year will provide sufficient cash flow to meet expected obligations. A Reserve for Uncollected Taxes is not established under GAAP.

Q. Expenditures

Expenditures are recorded on the "budgetary" basis of accounting. Generally, expenditures are recorded when an amount is encumbered for goods or services through the issuance of a purchase order in conjunction with the encumbrance accounting system. Outstanding encumbrances at December 31, are recorded as a cash liability. Appropriations for principal payments on outstanding general capital bonds and notes are provided on the cash basis; interest on general capital indebtedness is on the cash basis. GAAP requires expenditures to be recognized in the accounting period in which the fund liability is incurred, if measurable, except for unmatured interest on long term debt which is recognized when due.

R. 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. GAAP requires that the amount that would normally be liquidated with expendable financial resources be recorded as an expenditure in the operating funds and the remaining obligations be recorded as long term obligations.

S. Total Columns on Combined Statements

Total columns are captioned "memorandum only" to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position, results of operations, or changes in financial position in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

Note 2 - Summary of Significant Accounting Policies (Continued)

T. Use of Estimates

The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Accordingly, actual results could differ from those estimates.

U. New Reporting Standard(s)

GASB No. 72, *Fair Value Measurement and Application*. This Statement addresses accounting and financial reporting issues related to fair value measurements. This Statement provides guidance for determining a fair value measurement for financial reporting purposes. This Statement applies to donated capital assets, donated works of art, donated historical treasures, and also to similar assets and capital assets received in a service concession arrangement. This Statement also provides guidance for applying fair value to certain investments and disclosures related to all fair value measurements.

GASB No. 73, *Accounting and Financial Reporting for Pensions and Related Assets that Are Not Within the Scope of GASB Statement 68, and Amendments to Certain Provisions of GASB Statements 67 and 68*, will be effective beginning with the fiscal year ending June 30, 2017. The objective of this Statement is to improve the usefulness of information about pensions included in the general purpose external financial reports of state and local governments for making decisions and assessing accountability.

GASB No. 74, *Financial Reporting for Postemployment Benefit Plans Other than Pension Plans*, will be effective beginning with the fiscal year ending June 30, 2017. The objective of this Statement is to improve the usefulness of information about postemployment benefits other than pensions (other postemployment benefits or OPEB) included in the general purpose external financial reports of state and local governmental OPEB plans for making decisions and assessing accountability.

GASB No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*, will be effective beginning with the fiscal year ending June 30, 2018. The primary objective of this Statement is to improve accounting and financial reporting by state and local governments for postemployment benefits other than pensions (other postemployment benefits or OPEB). It also improves information provided by state and local governmental employers about financial support for OPEB that is provided by other entities.

Note 2 - Summary of Significant Accounting Policies (Continued)  
New Reporting Standard(s) (Continued)

GASB No. 76, *The Hierarchy of Generally Accepted Accounting Principles for State and Local Governments*. The objective of this Statement is to identify - in the context of the current governmental financial reporting environment - the hierarchy of generally accepted accounting principles (GAAP). The "GAAP hierarchy" consists of the sources of accounting principles used to prepare financial statements of state and local governmental entities in conformity with GAAP and the framework for selecting those principles. This Statement reduces the GAAP hierarchy to two categories of authoritative GAAP and addresses the use of authoritative and nonauthoritative literature in the event that the accounting treatment for a transaction or other event is not specified within a source of authoritative GAAP.

GASB No. 77, *Tax Abatement Disclosures*, will be effective beginning with the fiscal year ending June 30, 2017. The requirements of this Statement will improve financial reporting by providing disclosure of information about the nature and magnitude of tax abatements that will make these transactions more transparent to financial statement users. As a result, users will be better equipped to understand (1) how tax abatements affect a government's future ability to raise resources and meet its financial obligations and (2) the impact those abatements have on a government's financial position and economic condition.

GASB No. 82, *Pension Issues - An Amendment of GASB Statements No. 67, No. 68, and No. 73*, will be effective beginning with the fiscal year ending June 30, 2017. The objective of this Statement is to address certain issues that have been raised with respect to Statements No. 67, Financial Reporting for Pension Plans, No. 68, Accounting and Financial Reporting for Pension, and No. 73, Accounting and Financial Reporting for Pensions and Related Assets That are Not Within the Scope of GASB Statement 68, and Amendments to Certain Provisions of GASB Statements 67 and 68. Specifically, this Statement addresses issues regarding (1) the presentation of payroll-related measures in required supplementary information, (2) the selection of assumptions and the treatment of deviations from the guidance in an Actuarial Standard of Practice for financial reporting purposes, and (3) the classification of payments made by employers to satisfy employee (plan member) contribution requirements.

Note 3 - Cash and Cash Equivalents

Change funds, petty cash, cash in banks, certificates of deposit and funds on deposit with the New Jersey Cash Management Fund are considered cash and cash equivalents.

A. Deposits

The Borough's deposits of public funds are insured through either the Federal Deposit Insurance Corporation (FDIC), National Credit Union Share Insurance Fund (NCUSIF), Securities Investor Protection Corporation (SIPC) or New Jersey's Governmental Unit Deposit Protection Act (GUDPA). The Borough is required to deposit their funds in a depository which is protecting such funds pursuant to GUDPA which requires all banks doing business in the State of New Jersey to pledge collateral equal to at least 5% of the average amount of its public deposits and 100% of the average amount of its public funds in excess of the lesser of 75% of its capital funds or \$200 million for all deposits not covered by the FDIC.

Bank balances are insured up to \$250,000 in the aggregate by the FDIC for each bank. NCUSIF insures credit union accounts up to \$250,000 in the aggregate for each financial institution. SIPC replaces cash claims up to a maximum of \$250,000 for each failed brokerage firm.

At December 31, the borough's deposits are summarized as follows:

<u>Year</u>	<u>Bank Balance</u>	<u>Book Balance</u>
2017	\$ 34,428,209	\$ 33,980,962

B. New Jersey Cash Management Fund

The State of New Jersey Cash Management Fund is managed by the State of New Jersey, Division of Investment under the Department of Treasury. It consists of U.S. Treasury obligations, government agency obligations, certificates of deposit and commercial paper. At December 31, 2017 the Borough did not have any cash deposited with the New Jersey Cash Management Fund.

Note 4 - Investments

New Jersey Statutes permit the municipality to purchase the following types of securities for investment:

- a. Bonds or other obligations of the United States of America or obligations guaranteed by the United States of America.
- b. Government Money Market Mutual Funds.
- c. Any obligation that a federal agency or a federal instrumentality has issued in accordance with an act of Congress, which security has a maturity date not greater than 397 days from the date of purchase, provided that such obligations bear a fixed rate of interest not dependent on any index or other external factor.
- d. Bonds or other obligations of municipalities or bonds or other obligations of school districts.
- e. Bonds or other obligations, having a maturity date of not more than 397 days from the date of purchase that are approved by the New Jersey Department of Treasury, Division of Investments.
- f. Local government investment pools.
- g. Deposits with the State of New Jersey Cash Management Fund established pursuant to section 1 of P.L.1977, c.281 (C.52:18A-90.4)
- h. Agreement for the repurchase of fully collateralized securities, if transacted in accordance with N.J.S.A. 40A:5-15.1(8a-8e).

In addition, the Borough is permitted to invest LOSAP Funds with the types of eligible investments authorized in N.J.A.C. 5:30-14.19. LOSAP investments include interest bearing accounts or securities, in which savings banks of New Jersey are authorized to invest their funds, New Jersey Cash Management Fund, fixed and variable individual or group annuity contracts, mutual fund shares or fixed and variable life insurance contracts. The Borough does not offer LOSAP to its volunteer Fire or EMS squads.

The Borough held no investments at December 31, 2017 or 2016.

BOROUGH OF PARAMUS  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2017

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Note 5 - Fixed Assets

The following is a summary of general fixed asset additions, deletions and adjustments as of December 31, 2017:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Adjustments</u>	<u>Ending Balance</u>
Land	\$ 118,448,300	\$ -	\$ -	\$ -	\$ 118,448,300
Buildings and Improvements	12,091,900	-	-	-	12,091,900
Vehicles & Equipment	25,810,350	3,341,886	(861,195)	-	28,291,041
	<u>\$ 156,350,550</u>	<u>\$ 3,341,886</u>	<u>\$ (861,195)</u>	<u>\$ -</u>	<u>\$ 158,831,241</u>

No depreciation on general fixed assets is recorded in the financial statements in accordance with N.J.A.C. 5:30-5.6.

Note 6 - Municipal Debt

A. Types of Municipal Debt

Capital Debt

The "Local Bond Law" of New Jersey Statutes governs the issuance of bonds and notes to finance capital expenditures, and are permitted only from the General Capital Fund. Bonds and Notes are backed by the full faith and credit of the municipality. Capital projects financed under the Local Bond Law must have a minimum useful life of five years.

Bond Anticipated Notes - Bond Anticipation Note ("BANs") are issued to temporarily finance projects prior to the issuance of permanent bonds. Generally, the term of BANs can not exceed one year, but may be renewed from time to time for periods not exceeding one year, and ultimately paid or permanently financed no later than the first day of the fifth month following the close of the tenth fiscal year following the original issue date of the BAN. New Jersey Statutes require that on or before the third anniversary date of the original BAN issue date, an amount at least equal to the first legally payable installment must be paid towards the BAN upon each renewal until permanently funded or retired.

Bonds - Bonds issued are retired in serial installments within statutory periods of usefulness. New Jersey Statutes limit installment increments unless approval for a non-conforming maturity schedule is approved by the Local Finance Board.

The Borough's long term debt paid by the Current Fund consisted of the following at December 31, 2017:

\$13,235,000 - General Obligation Bonds Series 2002 issued 7/15/2002 payable in annual installments through 7/15/2017. Interest is paid semi-annually at varying rates from 3.25% to 4.25% per annum. The balance remaining on this issue as of December 31, 2017 is \$0 as final payment was made on 7/15/17.

\$2,395,000 - Pension Refunding Bonds Series 2003 issued 3/1/2003 payable in annual installments through 3/1/2021. Interest is paid semi-annually at varying rates from 2.40% to 5.20% per annum. The balance remaining on this issue as of December 31, 2017 is \$1,125,000.

\$10,480,000 - General Obligation Bonds Series 2005 issued 9/1/2005 payable in annual installments through 9/1/2019. Interest is paid semi-annually at 1.28% per annum as refinanced. The balance remaining on this issue as of December 31, 2017 is \$4,180,000.

\$5,265,000 - Refunding Bonds - Tax Appeals Series 2007 issued 9/10/2007 payable in annual installments through 8/1/2019. Interest is paid semi-annually at 4.00% per annum. The balance remaining on this issue as of December 31, 2017 is \$1,150,000.

\$683,236 - Green Trust Loan Series 1998 issued 6/8/2000 payable in semi-annual installments through 11/5/2018. Interest is paid semi-annually at 2.00% per annum. The balance remaining on this issue as of December 31, 2017 is \$45,777.

Note 6 - Municipal Debt (Continued)

A. Types of Municipal Debt (Continued)

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The Borough's long term debt paid by the Golf Course Utility Operating Fund consisted of the following at December 31, 2017:

\$1,865,000 - General Obligation Bonds Series 2002 issued 7/15/2002 payable in annual installments through 7/15/2017. Interest is paid semi-annually at varying rates from 3.75% to 4.25% per annum. The balance remaining on this issue as of December 31, 2017 is \$0 as final payment was made on 7/15/17.

\$1,320,000 - General Obligation Bonds Series 2005 issued 9/20/2005 payable in annual installments through 9/1/2017. Interest is paid semi-annually at 1.28% per annum as refinanced. The balance remaining on this issue as of December 31, 2017 is \$0 as final payment was made on 9/1/17.

The Borough's long term debt paid by the Swimming Pool Utility Operating Fund consisted of the following at December 31, 2017:

\$535,000 - General Obligation Bonds Series 2005 issued 9/20/2005 payable in annual installments through 9/1/2015. Interest is paid semi-annually at varying rates from 2.75% to 3.50% per annum. This issue was fully paid off as of December 31, 2015.

BOROUGH OF PARAMUS  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2017

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Note 6 - Municipal Debt (Continued)

B. Comparative Summary of Debt and Remaining Borrowing Power

The following comparative information summarizes the statutory debt calculations of the municipality as reported on the municipality's Annual Debt Statement.

	<u>2017</u>	<u>2016</u>
Issued:		
School Bonds and Notes	\$ 13,180,000	\$ 14,180,000
General Bonds, Notes & Loans	39,097,457	37,653,333
	<u>\$ 52,277,457</u>	<u>\$ 51,833,333</u>
Authorized but not Issued:		
General Bonds and Notes	<u>\$ 5,483,442</u>	<u>\$ 7,438,352</u>
Gross Debt	<u>\$ 57,760,899</u>	<u>\$ 59,271,685</u>
Deductions	<u>\$ 22,419,393</u>	<u>\$ 22,648,674</u>
Net Debt	<u>\$ 35,341,506</u>	<u>\$ 36,623,011</u>
Equalized Valuation Basis	\$ 9,593,049,835	\$ 9,010,399,426
Statutory Net Debt Percentage	0.368%	0.406%
3-1/2% of Equalized Valuation Basis	\$ 335,756,744	\$ 315,363,980
Remaining Borrowing Power	\$ 300,415,238	\$ 278,740,969

Note 6 - Municipal Debt (Continued)

C. Long-Term Bonded Debt Service Requirements to Maturity

The annual debt service requirement for long-term obligations requirements to maturity, including principal and interest as of December 31, 2017 are as follows:

Loans and General Bonds

Calendar Year	7/15/02		3/01/03	
	General Improvement Bonds		Pension Refunding Bonds	
	Principal	Interest	Principal	Interest
2018	-	-	235,000	52,390
2019	-	-	265,000	39,390
2020	-	-	295,000	24,830
2021	-	-	330,000	8,580
	\$ -	\$ -	\$ 1,125,000	\$ 125,190

Calendar Year	09/01/05		09/10/07	
	General Improvement Bonds		Refunding Bonds	
	Principal	Interest	Principal	Interest
2018	2,070,000	53,504	610,000	46,000
2019	2,110,000	27,008	540,000	21,600
	\$ 4,180,000	\$ 80,512	\$ 1,150,000	\$ 67,600

Calendar Year	1998	
	Green Trust Loan	
	Principal	Interest
2018	45,777	688
	\$ 45,777	\$ 688

BOROUGH OF PARAMUS  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2017

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Note 6 - Municipal Debt (Continued)

C. Long-Term Bonded Debt Service Requirements to Maturity (Continued)

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Calendar Year	Total	
	Principal	Interest
2018	2,960,777	152,582
2019	2,915,000	87,998
2020	295,000	24,830
2021	330,000	8,580
	<u>\$ 6,500,777</u>	<u>\$ 273,990</u>

Swimming Pool Utility Bonds

Not Applicable

Note 6 - Municipal Debt (Continued)

C. Long-Term Bonded Debt Service Requirements to Maturity (Continued)

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Golf Course Utility Bonds

Not Applicable

BOROUGH OF PARAMUS  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2017

Note 6 - Municipal Debt (Continued)

D. Summary of Changes in Municipal Debt

During the fiscal year ended December 31, 2017 the following changes occurred in liabilities reported as general long-term debt:

Loans and General Bonds

	Beginning Balance	Issued/ Refinanced	Retired	Ending Balance
Short-Term Debt:				
Tax Anticipation Notes	\$ -	\$ -	\$ -	\$ -
Bond Anticipation Notes	24,257,500	28,435,500	(24,257,500)	28,435,500
Emergency Notes	-	-	-	-
	<u>\$ 24,257,500</u>	<u>\$ 28,435,500</u>	<u>\$ (24,257,500)</u>	<u>\$ 28,435,500</u>
Long-Term Debt:				
Serial Bonds	\$ 9,250,000	\$ -	\$ (2,795,000)	\$ 6,455,000
Loans/Notes Payable	90,653	-	(44,876)	45,777
Authorized but not Issued	6,839,858	2,681,471	(5,103,000)	4,418,329
	<u>\$ 16,180,511</u>	<u>\$ 2,681,471</u>	<u>\$ (7,942,876)</u>	<u>\$ 10,919,106</u>
	<u>\$ 40,438,011</u>	<u>\$ 31,116,971</u>	<u>\$ (32,200,376)</u>	<u>\$ 39,354,606</u>

	Ending Balance	Amounts Due within One Year	Long-term Portion
Short-Term Debt:			
Tax Anticipation Notes	\$ -	\$ -	-
Bond Anticipation Notes	28,435,500	28,435,500	-
Emergency Notes	-	-	-
	<u>\$ 28,435,500</u>	<u>\$ 28,435,500</u>	<u>\$ -</u>
Long-Term Debt:			
Serial Bonds	\$ 6,455,000	\$ 2,915,000	\$ 3,540,000
Loan Payable	45,777	45,777	-
Authorized but not Issued	4,418,329	4,418,329	-
	<u>\$ 10,919,106</u>	<u>\$ 7,379,106</u>	<u>\$ 3,540,000</u>
	<u>\$ 39,354,606</u>	<u>\$ 35,814,606</u>	<u>\$ 3,540,000</u>

BOROUGH OF PARAMUS  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2017

Note 6 - Municipal Debt (Continued)

D. Summary of Changes in Municipal Debt (Continued)

Swimming Pool Utility Bonds

	Beginning Balance	Issued/ Refinanced	Retired	Ending Balance
Short-Term Debt:				
Tax Anticipation Notes	\$ -	\$ -	\$ -	-
Bond Anticipation Notes	976,500	921,500	(976,500)	921,500
Emergency Notes	-	-	-	-
	<u>\$ 976,500</u>	<u>\$ 921,500</u>	<u>\$ (976,500)</u>	<u>\$ 921,500</u>
Long-Term Debt:				
Serial Bonds	\$ -	\$ -	\$ -	-
Loan Payable	-	-	-	-
Authorized but not Issued	10,770	-	-	10,770
	<u>\$ 10,770</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 10,770</u>
	<u>\$ 987,270</u>	<u>\$ 921,500</u>	<u>\$ (976,500)</u>	<u>\$ 932,270</u>

	Ending Balance	Amounts Due within One Year	Long-term Portion
Short-Term Debt:			
Tax Anticipation Notes	\$ -	\$ -	-
Bond Anticipation Notes	921,500	921,500	-
Emergency Notes	-	-	-
	<u>\$ 921,500</u>	<u>\$ 921,500</u>	<u>\$ -</u>
Long-Term Debt:			
Serial Bonds	\$ -	\$ -	-
Loan Payable	-	-	-
Authorized but not Issued	10,770	-	10,770
	<u>\$ 10,770</u>	<u>\$ -</u>	<u>\$ 10,770</u>
	<u>\$ 932,270</u>	<u>\$ 921,500</u>	<u>\$ 10,770</u>

BOROUGH OF PARAMUS  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2017

Note 6 - Municipal Debt (Continued)

D. Summary of Changes in Municipal Debt (Continued)

Golf Course Utility Bonds

	Beginning Balance	Issued/ Refinanced	Retired	Ending Balance
Short-Term Debt:				
Tax Anticipation Notes	\$ -	\$ -	\$ -	\$ -
Bond Anticipation Notes	2,743,680	3,239,680	(2,743,680)	3,239,680
Emergency Notes	-	-	-	-
	<u>\$ 2,743,680</u>	<u>\$ 3,239,680</u>	<u>\$ (2,743,680)</u>	<u>\$ 3,239,680</u>
Long-Term Debt:				
Serial Bonds	\$ 335,000	\$ -	\$ (335,000)	\$ -
Loan Payable	-	-	-	-
Authorized but not Issued	587,724	1,047,619	(581,000)	1,054,343
	<u>\$ 922,724</u>	<u>\$ 1,047,619</u>	<u>\$ (916,000)</u>	<u>\$ 1,054,343</u>
	<u>\$ 3,666,404</u>	<u>\$ 4,287,299</u>	<u>\$ (3,659,680)</u>	<u>\$ 4,294,023</u>

	Ending Balance	Amounts Due within One Year	Long-term Portion
Short-Term Debt:			
Tax Anticipation Notes	\$ -	\$ -	\$ -
Bond Anticipation Notes	3,239,680	3,239,680	-
Emergency Notes	-	-	-
	<u>\$ 3,239,680</u>	<u>\$ 3,239,680</u>	<u>\$ -</u>
Long-Term Debt:			
Serial Bonds	\$ -	\$ -	\$ -
Loan Payable	-	-	-
Authorized but not Issued	1,054,343	1,054,343	-
	<u>\$ 1,054,343</u>	<u>\$ 1,054,343</u>	<u>\$ -</u>
	<u>\$ 4,294,023</u>	<u>\$ 4,294,023</u>	<u>\$ -</u>

Note 7 - Risk Management

The Borough is exposed to various risks of loss related to general liability, automobile coverage, damage and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The Borough has obtained insurance coverage to guard against these events which will provide minimum exposure to the Borough should they occur. During the 2016 calendar year, the Borough did not incur claims in excess of their coverage and the amount of coverage did not significantly decrease.

The Borough of Paramus is a member of the Bergen County Joint Insurance Fund (BCJIF) and Municipal Excess Liability Joint Insurance Fund (MEL). The joint insurance funds are both an insured and self-administered group of municipalities established for the purpose of insuring against property damage, general liability, motor vehicles and equipment liability and worker's compensation. The BCJIF and MEL coverage amounts are on file with the Borough.

The relationship between the Borough and respective insurance funds is governed by a contract and by-laws that have been adopted by resolution of each unit's governing body. The Borough is contractually obligated to make all annual and supplementary contributions to insurance funds, to report claims on a timely basis, cooperate with the management of the Fund, its claims administrator and attorneys in claims investigation and settlement, and to follow risk management procedures as outlined by the insurance funds. Members have a contractual obligation to fund any deficit of the insurance funds attributable to a membership year during which they were a member.

The funds provide its members with risk management services, including the defense of and settlement of claims, and established reasonable and necessary loss reduction and prevention. There has been no significant reduction in insurance coverage from the previous year nor have there been any settlements in excess of insurance coverage in any of the prior three years.

The Borough has elected to fund its New Jersey Unemployment Compensation Insurance under the "Benefit Reimbursement Method". Under this plan the Borough is required to reimburse the New Jersey Unemployment Trust Fund for benefits paid to its former employees and charged to its account with the State. The Borough is billed quarterly for amounts due to the State.

Unemployment expenditures for the past 3 years are as follows:

CY2017 - \$ 42,868  
CY2016 - \$ 77,866  
CY2015 - \$ 63,868

BOROUGH OF PARAMUS  
 NOTES TO FINANCIAL STATEMENTS  
 YEAR ENDED DECEMBER 31, 2017

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Note 8 - Interfunds

As of December 31, 2017 interfund balances on the Borough's various balance sheets were as follows:

	<u>Interfunds Receivable</u>	<u>Interfunds Payable</u>
Current Fund	\$ 7	\$ 3,715,770
Grant Fund	5,361	80,061
Trust Fund	17,998	-
General Capital Fund	3,191,472	-
Golf Course Utility Operating Fund	228,708	-
Golf Course Utility Capital Fund	581,000	228,708
Swimming Pool Utility Operating Fund	8,908	800
Swimming Pool Utility Capital Fund	800	8,908
Sewer Assessment Trust Fund	-	7
	<u>\$ 4,034,254</u>	<u>\$ 4,034,254</u>

All interfund balances are due to interfund loans originating, interest not being turned over and/or expenditures paid from an incorrect fund. It is anticipated that all interfunds will be liquidated during the subsequent fiscal year.

BOROUGH OF PARAMUS  
 NOTES TO FINANCIAL STATEMENTS  
 YEAR ENDED DECEMBER 31, 2017

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Note 9 - Deferred Charges to be Raised in Succeeding Budgets

Certain expenditures are required to be deferred to budgets of succeeding years. At December 31, 2017, the following deferred charges are shown on the balance sheet of the indicated Fund:

	<u>Balance</u> <u>December 31,</u>	<u>Appropriated in</u> <u>Subsequent</u> <u>Year's Budget</u>	<u>Balance to</u> <u>Succeeding</u>
Current Fund:			
Overexpenditures of Appropriation Reserves	\$ -	\$ -	\$ -
Golf Course Utility Operating Fund:			
Overexpenditures	-	-	-
Deficit in Operations	-	-	-
Swimming Pool Utility Operating Fund:			
Overexpenditures	-	-	-
Deficit in Operations	-	-	-
Expenditures Without Appropriation	2,230	2,230	-
	<u>\$ 2,230</u>	<u>\$ 2,230</u>	<u>\$ -</u>

Note 10 - Retirement Plans

Description of the Plans

All required employees of the Borough are covered by either the Public Employees' Retirement System (PERS) or the Police and Fireman's Retirement System (PFRS) which have been established by state statute and are administered by the New Jersey Division of Pension and Benefits (the "Division"). According to the State of New Jersey Administrative Code, all obligations of both Systems will be assumed by the State of New Jersey should the Systems terminate. The Division issues a publicly available financial report that includes the financial statements and required supplementary information for the Public Employees Retirement System and the Police and Fireman's Retirement System. These reports may be obtained by writing to the Division of Pension and Benefits, PO Box 295, Trenton, New Jersey, 08625 or on the internet at <http://www.state.nj.us/treasury/pensions/annrpts.shtml>.

The State also established and administers a Supplemental Annuity Collective Trust Fund ("SACT") which is available to active members of the State-administered retirement systems to purchase annuities to supplement the guaranteed benefits provided by their retirement system. The state or local governmental employers do not appropriate funds to SACT.

Additionally, the State also administers the Pensions Adjustment Fund ("PAF"). Prior to the adoption of pension reform legislation, P.L. 2011, C.78, it provided cost of living increases equal to 60% of the change in the average consumer price index, to eligible retirees in some State-sponsored pension systems. Cost-of-living increases provided under the State's pension adjustment program are currently suspended as a result of the reform legislation. This benefit is funded by the State as benefit allowances become payable.

The cost-of-living increase for PERS and PFRS are funded directly by each of the respective systems, but are currently suspended as a result of reform legislation.

Funded Status and Funding Progress

As of July 1, 2015, the most recent actuarial valuation date, which was rolled forward to June 30, 2016, the aggregate funded ratio for the local PERS system is 40.14% and \$29.6 billion, respectively and the aggregate funded ratio and unfunded accrued liability for the local PFRS is 52.0% and \$20.7 billion, respectively.

The funded status and funding progress of the retirement systems includes actuarial valuations which involve estimates of the value of reported amounts and assumptions about the probability of events far into the future. These amounts are subject to continual revision as actual results are compared to past expectations and new estimates are made about the probability of future events.

Actuarial calculations reflect a long-term perspective and are based on the benefits provided under the terms of the retirement systems in effect at the time of each valuation and also consider the pattern of the sharing of costs between the employer and members at that point in time. The projection of benefits for financial reporting purposes does not explicitly incorporate the potential effects of legal or contractual funding limitations on the pattern of cost sharing between the employer and members in the future.

Actuarial Methods and Assumptions

In the July 1, 2015 PERS and PFRS actuarial valuations, the date of the most recent actuarial valuations, the five year average of market value was used as the asset valuation method. The actuarial assumptions included (a) 7.65% for investment rate of return and (b) changes to projected salary increases of 1.65% to 5.15% based on age for PERS and 2.10% to 9.98% based on age for PFRS.

Note 10 - Retirement Plans (Continued)

Public Employees' Retirement System (PERS)

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

Summary of Significant Accounting Policies

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the PERS and additions to/deductions from PERS fiduciary net position have been determined on the same basis as they are reported by PERS. For this purpose, employer contributions and benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms consistent with the accrual basis of accounting. Investments are reported at fair value.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

At June 30, 2016, the Borough's liability of for its proportionate share of the net pension liability was \$46,468,073 which is not required to be reflected in the financial statements but is a required disclosure under GASB 68. The net pension liability was measured as of June 30, 2016, and the total pension liability to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2015, which was rolled forward to June 30, 2016. The Borough's proportion of the net pension liability is based on the ratio of the contributions as an individual employer to total contributions to the PERS during the years ended June 30, 2016 and 2015. At June 30, 2016, the Borough's proportion was 0.15690%, which was an increase of 0.0045% from its proportion measured as of June 30, 2014 which was rolled forward to June 30, 2015.

For the year ended December 31, 2016, the Borough recognized PERS related pension expense of \$1,193,483 representing the required annual contribution. At June 30, 2016, the Borough reported deferred outflows of resources and deferred inflows of resources related to PERS from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 864,165	\$ -
Changes of assumptions	9,625,703	-
Net difference between projected and actual earnings on pension plan investments	1,771,870	-
Changes in proportion and differences between Borough contributions and proportionate share of contributions	1,858,882	-
Total	<u>\$ 14,120,620</u>	<u>\$ -</u>

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

	<u>Year Ended 6/30:</u>
2017	\$ (3,178,552)
2018	(3,178,552)
2019	(3,682,658)
2020	(3,093,828)
2021	(987,030)
	<u>\$ (14,120,620)</u>

BOROUGH OF PARAMUS  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2017

Note 10 - Retirement Plans (Continued)  
Public Employees' Retirement System (PERS) (Continued)

Collective balances are as follows:

	<u>6/30/2016</u>	<u>6/30/2015</u>	<u>6/30/2014</u>
Collective deferred outflows of resources (Local Group)	\$ 8,685,338,380	\$ 3,578,755,666	\$ 952,194,675
Collective deferred inflows of resources (Local Group)	\$ 870,133,595	\$ 993,410,555	\$ 1,479,224,662
Collective net pension liability (Non State - Local Group)	\$ 29,617,131,759	\$ 22,447,996,119	\$ 18,722,735,003
Borough's Portion of net pension liability	\$ 46,468,073	\$ 34,222,463	\$ 27,854,825
Borough's Proportion	0.1568959256%	0.1524521958%	0.1487754059%

Actuarial Assumptions

The total pension liability in the July 1, 2015 actuarial valuation, which was rolled forward to June 30, 2016, was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	3.08%
Salary Increases:	
Thru 2026	1.65% - 4.15% based on age
Thereafter	2.65% - 5.15% based on age
Investment Rate of Return	7.65%

Mortality rates were based on the RP-2000 Combined Healthy Male and Female Mortality Tables (setback 1 year for males and females) for service retirement and beneficiaries of former members and a 1 year static projection based on mortality improvement Scale AA. In addition, the tables for service retirements and beneficiaries of former members provide for future improvements in mortality from the base year of 2013 using a generational approach based on the plan actuary's modified MP-2014 projection scale. The RP-2000 Disabled Mortality Tables (setback 3 years for males and set forward 1 year for females) are used to value disabled retirees.

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

Long-Term Expected Rate of Return

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

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Cash	5.00%	0.87%
U.S. Treasuries	1.50%	1.74%
Investment Grade Credit	8.00%	1.79%
Mortgages	2.00%	1.67%
High Yield Bonds	2.00%	4.56%
Inflation-Indexed Bonds	1.50%	3.44%
Broad US Equities	26.00%	8.53%
Developed Foreign Equities	13.25%	6.83%
Emerging Market Equities	6.50%	9.95%
Private Equity	9.00%	12.40%
Hedge Funds/Absolute Return	12.50%	4.68%
Real Estate (Property)	2.00%	6.91%
Commodities	0.50%	5.45%
Global Debt ex US	5.00%	-0.25%
REIT	5.25%	5.63%
	<u>100.00%</u>	

Note 10 - Retirement Plans (Continued)  
 PERS Actuarial Assumptions (Continued)

Discount rate

The discount rate used to measure the total pension liability was 3.98% and 4.90% as of June 30, 2016 and 2015, respectively. This single blended discount rate was based on the long-term expected rate of return on pension plan investments of 7.65%, and a municipal bond rate of 2.85% and 3.80% as of June 30, 2016 and 2015, respectively, based on the Bond Buyer Go 20-Bond Municipal Bond Index which includes tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers will be made based on the contribution rate in the most recent fiscal year.

State employer contributed 30% of the actuarially determined contributions and the local employers contributed 100% of their actuarially determined contributions. Based on those assumptions, the plan's fiduciary net position was projected to be available to make projected future benefit payments of current plan members through 2034. Therefore, the long-term expected rate of return on plan investments was applied to projected benefit payments through 2034, and the municipal bond rate was applied to projected benefit payments after that date in determining the total pension liability.

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

The following presents the Borough's June 30, 2016 proportionate share of the net pension liability calculated using the discount rate of 3.98%, as well as what the Borough's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (2.98%) or 1-percentage-point higher (4.98%) than the current rate. A sensitivity analysis specific to the Borough's net pension liability was not provided by the pension system.

	1% Decrease (2.98%)	Current Discount Rate (3.98%)	1% Increase (4.98%)
Borough's proportionate share of the \$ net pension liability	56,941,977	\$ 46,468,073	\$ 37,820,365

Pension plan fiduciary net position

Detailed information about the pension plan's fiduciary net position is available in the separately issued State of New Jersey Divisions of Pensions and Benefits financial report at <http://www.nj.gov/treasury/pensions/financial-rpts-home.shtml>.

Defined Contribution Retirement Plan (DCRP)

The Defined Contribution Retirement Program (DCRP) was established as of July 1, 2007 under the provisions of Chapter 92, P.L. 2007 and Chapter 103, P.L. 2008 and was expanded under the provisions of Chapter 89, P.L. 2008 and Chapter 1, P.L. 2010 effective May 21, 2010 to new Tier 2 employees of the PFRS and new employees who would otherwise be eligible to participate in PERS and do not work the minimum required hours but earn a base salary of at least \$5,000. The DCRP is a cost-sharing multiple-employer defined contribution pension fund. 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.

The contribution requirements of plan members are determined by state statute. In accordance with Chapter 92, P.L. 2007, Chapter 103, P.L. 2007, Chapter 89, P.L. 2008 and Chapter 1, P.L. 2010, plan members are required to contribute 5.5% of their annual covered salary and employers contribute 3% of employees base salary. The State Treasurer has the right under current law to make temporary reductions in member rates based on the existence of surplus plan assets in the retirement system; however statute also requires the return to the normal rate when such surplus pension assets no longer exist.

PERS Vesting and Benefit Provisions

The vesting and benefit provisions for PERS are set by N.J.S.A. 43:15A. All benefits vest after ten years of service, except for medical benefits that vest after 25 years of service or under the disability provisions of PERS. Retirement benefits for age and service are available at ages 60, 62 or 65 and are generally determined to be 1/55 or 1/60 of the final average salary for each year of service credit, as defined depending on the employees membership tier. Final average salary equals the average salary for the final three years of service prior to retirement (or highest three years' compensation if other than the final three years). Early retirement benefits are available to tiers 1 and 2 members before reaching age 60, tiers 3 and 4 before age 62 with 25 or more years of service credit and tier 5 with 30 or more years of service credit before age 65. Benefits are reduced by a fraction of a percent for each month that a member retires prior to the age at which a member can receive full early retirement benefits in accordance with their respective tier. Tier 1 members can receive an unreduced benefit from age 55 to 60 if they have at least 25 years of service. Deferred retirement is available to members who have at least 10 years of service credit and have not reached the service retirement age for the respective tier.

Note 10 - Retirement Plans (Continued)  
PERS Vesting and Benefit Provisions (Continued)

The PERS provides for specified medical benefits for members who retire after achieving 25 years of qualified service, as defined, or under the disability provisions of the System. Members are always fully vested for their own contributions and, after three years of service credit, become vested for earnings on their contributions at 2% per annum. In the case of death before retirement, members' beneficiaries are entitled to full interest credited to the members' accounts.

Significant Legislation

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

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

Contribution Requirements

The PERS contribution policy is set by N.J.S.A. 43:15A and requires contributions by active members and contributing employers. State legislation has modified that amount that is contributed by the State. The State's pension contribution is based on an actuarially determined amount, which includes the employer portion of the normal cost and an amortization of the unfunded accrued liability. Funding for noncontributory group insurance benefits is based on actual claims paid. For fiscal year 2016, the State's pension contribution was less than the actuarial determined amount. PERS provides for employee contributions of 7.20% of employees' annual compensation, as defined. Employers are required to contribute at an actuarially determined rate for PERS. The current PERS rate is 12.91% of covered payroll.

Note 10 - Retirement Plans (Continued)

Police and Firemen's Retirement System (PFRS)

The Police and Firemen's Retirement System (PFRS) was established as of July 1, 1944 under the provisions of N.J.S.A. 43:16A to provide retirement, death, disability and medical benefits to certain qualified members. The Police and Firemen's Retirement System is a cost-sharing multiple-employer plan. Membership is mandatory for substantially all full-time employees of the State of New Jersey or any county, municipality, school district, or public agency, provided the employee is not required to be a member of another state administered retirement system or other state or local jurisdiction.

Summary of Significant Accounting Policies

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the PFRS and additions to/deductions from PFRS fiduciary net position have been determined on the same basis as they are reported by PFRS. For this purpose, employer contributions and benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms consistent with the accrual basis of accounting. Investments are reported at fair value.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

At June 30, 2016, the Borough's liability of for its proportionate share of the net pension liability was \$64,617,201 which is not required to be reflected in the financial statements but is a required disclosure under GASB 68. The net pension liability was measured as of June 30, 2016, and the total pension liability to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2015, rolled forward to June 30, 2016. The Borough's proportion of the net pension liability is based on the ratio of the contributions as an individual employer to total contributions to the PFRS during the years ended June 30, 2016 and 2015. At June 30, 2016, the Borough's proportion was 0.3383%, which was an increase of 0.0075% from its proportion measured as of June 30, 2014 rolled forward to June 30, 2015.

For the year ended December 31, 2016, the Borough recognized PFRS related pension expense of \$2,881,507 representing the required annual contribution. At June 30, 2016, the Borough reported deferred outflows of resources and deferred inflows of resources related to PFRS from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	\$ 423,575
Changes of assumptions	8,950,013	-
Net difference between projected and actual earnings on pension plan investments	4,527,597	-
Changes in proportion and differences between Borough contributions and proportionate share of contributions	2,861,677	-
Total	<u>\$ 16,339,287</u>	<u>\$ 423,575</u>

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

	<u>Year Ended 6/30:</u>
2017	\$ (3,810,221)
2018	(3,810,221)
2019	(5,132,817)
2020	(3,035,126)
2021	(127,327)
	<u>\$ (15,915,712)</u>

BOROUGH OF PARAMUS  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2017

Note 10 - Retirement Plans (Continued)  
Police and Firemen's Retirement System (PFRS) (Continued)

Collective balances are as follows:

	6/30/2016	6/30/2015	6/30/2014
Collective deferred outflows of resources (Non Special Funding)	\$ 4,547,316,543	\$ 3,512,729,953	\$ 750,532,959
Collective deferred inflows of resources (Non Special Funding)	\$ 688,197,590	\$ 871,083,367	\$ 1,561,923,934
Collective net pension liability (Non Special Funding)	\$ 19,102,557,969	\$ 16,656,514,197	\$ 12,579,072,492
Borough's Portion of net pension liability	\$ 64,617,201	\$ 55,095,618	39,029,778
Borough's Proportion	0.3382646508%	0.3307751991%	0.3102754835%

Actuarial Assumptions

The total pension liability in the July 1, 2015 actuarial valuation, which was rolled forward to June 30, 2016, was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	3.08%
Salary Increases:	
Through 2026	2.10% - 8.98% based on age
Thereafter	3.10% - 9.98% based on age
Investment Rate of Return	7.65%

Mortality rates for male service retirements and beneficiaries were based on the RP-2000 Combined Healthy Mortality Tables projected one year using Projection Scale AA and two years using the plan actuary's modified 2014 projection scales, which was further projected on a generational basis using the plan actuary's modified 2014 projection scales. Mortality rates for female service retirements and beneficiaries were based on the RP-2000 Combined Healthy Mortality Tables projected 13 years using Projection Scale BB and then 2 years using the plan actuary's modified 2014 projection scales, which was further projected on a generational basis using the plan actuary's modified 2014 projection scales. Disability mortality rates were based on special mortality tables used for the period after disability retirement.

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

Long-Term Expected Rate of Return

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

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Cash	5.00%	0.87%
U.S. Treasuries	1.50%	1.74%
Investment Grade Credit	8.00%	1.79%
Mortgages	2.00%	1.67%
High Yield Bonds	2.00%	4.56%
Inflation-Indexed Bonds	1.50%	3.44%
Broad US Equities	26.00%	8.53%
Developed Foreign Equities	13.25%	6.83%
Emerging Market Equities	6.50%	9.95%
Private Equity	9.00%	12.40%
Hedge Funds/Absolute Return	12.50%	4.68%
Real Estate (Property)	2.00%	6.91%
Commodities	0.50%	5.45%
Global Debt ex US	5.00%	-0.25%
REIT	5.25%	5.63%
	<u>100.00%</u>	

Note 10 - Retirement Plans (Continued)  
 PFRS Actuarial Assumptions (Continued)

Discount rate

The discount rate used to measure the total pension liability was 5.55% and 5.79% as of June 30, 2016 and 2015, respectively. This single blended discount rate was based on the long-term expected rate of return on pension plan investments of 7.65%, and a municipal bond rate of 2.85% and 3.80% as of June 30, 2016 and 2015, respectively, based on the Bond Buyer Go 20-Bond Municipal Bond Index which includes tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers and the nonemployer contributing entity will be made based on the contribution rate in the most recent fiscal year.

The State employer contributed 30% of the actuarially determined contributions and the local employers contributed 100% of their actuarially determined contributions. Based on those assumptions, the plan's fiduciary net position was projected to be available to make projected future benefit payments of current plan members through 2050. Therefore, the long-term expected rate of return on plan investments was applied to projected benefit payments through 2050, and the municipal bond rate was applied to projected benefit payments after that date in determining the total pension liability.

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

The following presents the Borough's June 30, 2016 proportionate share of the net pension liability measured as of June 30, 2016, calculated using the discount rate of 5.55%, as well as what the Borough's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (4.55%) or 1-percentage-point higher (6.55%) than the current rate:

	1% Decrease (4.55%)	Current Discount Rate (5.55%)	1% Increase (6.55%)
Borough's proportionate share of the net pension liability \$	83,317,419	\$ 64,617,201	\$ 49,367,542

Pension plan fiduciary net position

Detailed information about the pension plan's fiduciary net position is available in the separately issued State of New Jersey Divisions of Pensions and Benefits financial report at <http://www.nj.gov/treasury/pensions/financial-rpts-home.shtml>.

PFRS Vesting and Benefit Provisions

The vesting and benefit provisions for PFRS are set by N.J.S.A. 43:16A. All benefits vest after ten years of service, except for disability benefits that vest after four years of service. Retirement benefits for age and service are available at age 55 and are generally determined to be 2% of final compensation for each year of creditable service, as defined, up to 30 years plus 1% for each year of service in excess of 30 years. Members may seek early retirement after achieving 25 years of service credit, in which benefits would equal 65% (tiers 1 and 2 members) and 60% (tier 3 members) of final compensation plus 1% for each year of creditable service over 25 years but not to exceed 30 years. Members may elect deferred retirement benefits after achieving ten years of service in which case benefits would begin at age 55 equal to 2% of final compensation for each year of service.

Members are always fully vested for their own contributions. In the case of death before retirement, members' beneficiaries are entitled to full payment of members contributions providing no survivor death benefits are payable.

Contribution Requirements

The PFRS contribution policy is set by N.J.S.A. 43:16A and requires contributions by active members and contributing employers. State legislation has modified the amount that is contributed by the State. The State's contribution amount is based on the actuarially determined rate which includes the normal cost and unfunded accrued liability. For fiscal year 2016, the State contributed an amount less than the actuarially determined amount. PFRS provides for employee contributions of 10.0% of employees' annual compensation, as defined. Employers are required to contribute at an actuarially determined rate for PFRS. The current PFRS rate is 25.51% of covered payroll.

Note 11 - Other Post Retirement Benefits

A. Compensated Absences (Unaudited)

The Borough has permitted certain employees and bargaining units to accumulate (with certain restrictions) unused sick pay which may be taken in cash (with certain limitations), upon death, retirement or by extended time off immediately preceding retirement. In accordance with accounting practices prescribed by the Division of Local Government Services, this amount is not recorded as either an expenditure or a liability. The Borough approximates this liability at December 31, 2017 to be \$3,000,000.

B. Post Retirement Health Benefits

The Borough provides, at its cost, post employment health care benefits in accordance with the provisions of Ch. 88, P.L. 1974 as amended by Chapter 436, P.L. 1981.

Plan Description

The Borough of Paramus contributed to the State Health Benefits Program ("SHBP"), a cost-sharing, multi-employer defined benefit post-retirement healthcare plan administered by the State of New Jersey Division of Pensions and Benefits. The SHBP was established in 1961 under N.J.S.A. 52:14-17.25 et seq. to provide health benefits to State employees, retirees, and their dependents.

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

The State Health Benefits Commission is the executive body established by statute to be responsible for the operation of the SHBP. The State of New Jersey Division of Pensions and Benefits issues a publicly available financial report that includes financial statements and requires supplementary information for the SHBP. That report may be obtained by writing to: State of NJ Division of Pension & Benefits, P.O. Box 295, Trenton, NJ 08625-0295 or by visiting their website at <http://www.nj.gov/treasury/pensions/pdf/financial/gasb-43-july2015.pdf>.

Note 11 - Other Post Retirement Benefits (continued)

Plan Coverage

Any employee who retires after twenty-five (25) years or more of service within the Borough shall be entitled to be continued in the above health insurance coverage on a family-plan basis, with the cost thereof to be paid by the Borough. Dental benefits are not included.

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 that, medical benefits were funded on an actuarial basis.

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

Note 12 - Contingencies

A. Litigation

The Borough is a party to various legal proceedings which normally occur in the operation of government. These proceedings are not likely to have a materially adverse affect on the various funds of the Borough.

B. Federal and State Grants

The Borough participates in a number of federal and state programs that are fully or partially funded by grants received from other governmental units. Expenditures financed by grants are subject to audit by the appropriate grantor agency. If expenditures are disallowed, the municipality may be required to reimburse the grantor agency. As of December 31, 2017, significant amounts of grant expenditures have not been audited. The Borough believes that any future disallowed expenditures will not have a material effect on its financial position.

C. Tax Appeals

Various tax appeal cases were pending in the New Jersey Tax Court at December 31, 2017. Amounts claimed have not yet been determined. The Borough is vigorously defending its assessments in each case. Under the accounting principles prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, the Borough does not recognize a liability, if any, until these cases have been adjudicated. The Borough expects such amounts, if any, to be material. As of December 31, 2017, the Borough had no reserves recorded in the Current Fund for tax appeals pending in the New Jersey Tax Court and is not appropriating any amount in the 2018 budget. Funding of any ultimate liability would be provided for in succeeding years' budgets, from fund balance or by issuance of refunding bonds.

BOROUGH OF PARAMUS  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2017

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Note 13 - Fund Balances Appropriated

Fund balances at December 31, 2017 and 2016 which were appropriated and included as anticipated revenue in their respective funds for the years ending December 31, 2018 and 2017 were as follows:

	<u>2018</u>		<u>2017</u>
Current Fund	\$ 4,923,836	\$	4,923,836
Golf Course Utility	259,000		259,000
Swimming Pool Utility	86,100		86,100

BOROUGH OF PARAMUS  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2017

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Note 14 - Economic Dependency

The Borough of Paramus is not economically dependent on any one business or industry as a major source of tax revenue for the Borough.

BOROUGH OF PARAMUS  
 NOTES TO FINANCIAL STATEMENTS  
 YEAR ENDED DECEMBER 31, 2017

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Note 15 - Subsequent Events

As of the date of this report, the following are considered material subsequent events:

A. Subsequent Year Capital Projects

The Borough's 2017 Capital Budget, as amended, currently includes the following:

<u>Ordinance</u>	<u>Total</u>	<u>CIF and Other Funded Sources</u>	<u>Bonds &amp; Notes Authorized</u>
#17-06 Supplemental To #15-19 - Various Public Improvements	\$ 800,000	\$ 38,100	\$ 761,900
#17-09 Various Public Improvements	1,986,000	95,000	1,891,000
	<u>\$ 2,786,000</u>	<u>\$ 133,100</u>	<u>\$ 2,652,900</u>

B. Bond Anticipation Notes

On February 17, 2017 the Borough issued Bond Anticipation Notes in the amount of \$32,596,680 comprised of \$28,435,500 of General Capital notes, \$3,239,680 of Golf Utility Capital notes and \$921,500 of Swimming Pool Utility Capital notes to temporarily finance expenditures related to various capital projects. The Borough paid down \$1,065,000 to the maturing note derived from the 2017 Current Fund budget (\$925,000), the 2017 Golf Course Utility Operating Fund budget (\$85,000) and the 2017 Swimming Pool Utility Operating Fund budget (\$55,000). The Borough has awarded the sale of said notes to Jefferies LLC at a gross interest rate of 2.00% receiving a premium of \$291,090 producing an approximate net interest cost of 1.1045%. These notes will mature on February 16, 2018.

**BOROUGH OF PARAMUS  
CURRENT FUND  
BALANCE SHEET (REGULATORY BASIS)**

	<u>2017</u>	<u>2016</u>
<u>ASSETS AND OTHER DEBITS</u>		
Cash:		
Current Account	\$ 17,463,728	\$ 7,318,115
Current Account - Paramus Ambulance Corps.	47,098	3,980,858
Change Funds	450	450
	<u>\$ 17,511,276</u>	<u>\$ 11,299,423</u>
Interfunds Receivable:		
Golf Utility Operating Fund	\$ -	\$ 200,000
Golf Utility Capital Fund	-	500,000
Swimming Pool Utility Operating Fund	-	-
Unemployment Trust Fund	-	-
Sewer Assessment Trust	7	7
	<u>\$ 7</u>	<u>\$ 700,007</u>
Deferred Charges:		
Overexpenditure of Appropriation Reserves	\$ -	\$ 217,226
Other Receivables:		
Delinquent Property Taxes Receivable	\$ 1,047,777	\$ 860,294
Tax Title Liens Receivable	4,394	4,046
Property Acquired for Taxes - Assessed Valuation	23,978	23,978
	<u>\$ 1,076,149</u>	<u>\$ 888,318</u>
Other Assets:		
Prepaid Local School Taxes	\$ 78,157	\$ -
Total Assets and Other Debits	<u>\$ 18,665,589</u>	<u>\$ 13,104,974</u>
<u>LIABILITIES, RESERVES AND FUND BALANCE</u>		
Interfunds Payable:		
Animal Control Trust Fund	\$ 75	\$ -
Grant Fund (DEA)	5,361	-
Other Trust Fund	14,374	14,374
General Capital Fund	3,111,411	2,055,800
COAH Trust Fund	3,549	3,549
Golf Course Utility Capital Fund	581,000	-
	<u>\$ 3,715,770</u>	<u>\$ 2,073,723</u>
Other Liabilities and Reserves:		
Appropriation Reserves	\$ 1,621,463	\$ 1,669,646
Reserve for Encumbrances	580,665	584,613
Local District School Taxes Payable	-	96
3rd Party Lien Redemption Payable	5,027	-
Pre-Paid Taxes	6,686,161	990,637
Tax Overpayments	-	274
Library Taxes Payable	44,213	34,488
	<u>\$ 8,937,529</u>	<u>\$ 3,279,754</u>
Intergovernmental Payable		
Due County for Added & Omitted Taxes	\$ 70,994	\$ 51,930
Due County for Added & Omitted Open Space Taxes	2,674	587
Due to State of New Jersey	19,779	28,844
	<u>\$ 93,447</u>	<u>\$ 81,361</u>
Reserve for Receivables and Other Assets	<u>\$ 1,154,313</u>	<u>\$ 1,588,325</u>
Fund Balance	<u>\$ 4,764,530</u>	<u>\$ 6,081,811</u>
Total Liabilities, Reserves and Fund Balance	<u>\$ 18,665,589</u>	<u>\$ 13,104,974</u>

**BOROUGH OF PARAMUS  
CURRENT FUND  
SCHEDULE OF REVENUES AND OTHER CREDITS TO INCOME - REGULATORY BASIS  
YEAR ENDED DECEMBER 31, 2017**

	Budget As Modified	Realized	Excess/ (Deficit)
<b>REVENUES</b>			
Fund Balance Anticipated	\$ 4,923,836	\$ 4,923,836	\$ -
Miscellaneous Revenues:			
Alcoholic Beverage Licenses	\$ 88,000	\$ 88,800	\$ 800
Other Licenses	491,000	458,950	(32,050)
Fees and Permits	700,000	653,715	(46,285)
Municipal Court Fines and Costs	634,000	694,390	60,390
Interest and Costs on Taxes	202,000	193,711	(8,289)
Interest on Investments and Deposits	46,000	128,978	82,978
Consolidated Municipal Property Tax Relief	209,456	198,983	(10,473)
Energy Receipts Tax	3,846,853	3,808,561	(38,292)
Uniform Construction Code Fees	1,890,000	1,898,807	8,807
Tax Assessor - Woodcliffe Lake BORO	50,000	50,000	-
Municipal Court - Maywood BORO	68,000	69,397	1,397
Leaf & Grass Collection - Maywood BORO	58,000	132,352	74,352
Commingled Recycling Collection - Maywood BORO	50,000	95,128	45,128
COAH Officer - Palisades Park BORO	17,000	38,826	21,826
Municipal Court - Oradell BORO	74,000	89,000	15,000
911 Services	49,000	38,103	(10,897)
Pistol Range	84,000	131,650	47,650
Vehicle Repair & Maintenance Charges	385,000	366,957	(18,043)
Sale of Gasoline	58,000	97,433	39,433
Traffic Light Repairs	16,000	3,059	(12,941)
Street Sweeping & Snow Plowing	65,000	79,970	14,970
Dumping Fees (BOE)	12,000	14,694	2,694
Motor Vehicle Receipts	13,000	-	(13,000)
Recycling Tonnage Grant	143,281	143,281	-
Alcohol Education & Rehabilitation Fund	1,148	1,148	-
Clean Communities Program	58,129	58,129	-
COPS Grant (CH159)	363,652	363,652	-
Assistance to Firefighters Grant Program (CH159)	13,637	13,637	-
Bergen County Prosecutor - Confiscated Funds	44,698	44,698	-
NJ Solid Waste Admin. Grant - Public Space Recycling	3,963	3,963	-
NJ State Forestry Services - No Net Loss Grant	108,900	108,900	-
NJ State Forestry Services - Green Communities Grant	2,125	2,125	-
NJ Safe & Secure Grant	165,000	165,000	-
Uniform Fire Safety Act	138,000	149,859	11,859
Sewer User Charges	1,240,000	1,102,036	(137,964)
Sanitary Sewer Tie-In - (Washington TWP)	-	27,285	27,285
Sanitary Sewer Tie-In - (River Edge BORO)	155,000	126,742	(28,258)
Sanitary Sewer Tie-In - (Oradell BORO)	-	18,655	18,655
Hotel Occupancy Tax	428,000	448,769	20,769
Ambulance Fees	1,017,000	1,057,367	40,367
Business Licencing Fees	550,000	479,814	(70,186)
Golf Course Utility Fund - Group Insurance Reimbursement	200,000	75,000	(125,000)
Cablevision Franchise Fee	199,499	199,499	-
Verizon FIOS Franchise Fee	167,806	167,806	-
Reserve for Payment of Debt Service	449,837	449,837	-
Library PERS Reimbursement	199,692	187,140	(12,552)
Golf Course Utility Surplus	120,000	120,000	-
Due From - Golf Utility Operating Fund	200,000	200,000	-
Due From - Golf Utility Capital Fund	500,000	500,000	-
Total Miscellaneous Revenues	\$ 15,575,676	\$ 15,545,806	\$ (29,870)
Receipts From Delinquent Taxes	\$ 850,000	\$ 824,838	\$ (25,162)
Amount to be Raised by Taxation - Municipal	\$ 39,546,167	\$ 39,670,552	\$ 124,385

**BOROUGH OF PARAMUS  
CURRENT FUND  
SCHEDULE OF REVENUES AND OTHER CREDITS TO INCOME - REGULATORY BASIS  
YEAR ENDED DECEMBER 31, 2017**

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	Budget As Modified	Realized	Excess/ (Deficit)
Amount to be Raised by Taxation - Library	3,216,880	3,216,880	-
	<u>42,763,047</u>	<u>42,887,432</u>	<u>124,385</u>
Total Revenues	<u>\$ 64,112,559</u>	<u>\$ 64,181,912</u>	<u>\$ 69,353</u>

**BOROUGH OF PARAMUS**  
**CURRENT FUND**  
**SCHEDULE OF REVENUES AND OTHER CREDITS TO INCOME - REGULATORY BASIS**  
**YEAR ENDED DECEMBER 31, 2017**

	Budget As Modified	Realized	Excess/ (Deficit)
<u>OTHER CREDITS TO INCOME</u>			
Miscellaneous Revenues Not Anticipated	\$ -	\$ 4,360,194	\$ 4,360,194
Unexpended Balances of Appropriation Reserves	-	275,161	275,161
Interfund Loans Returned	-	-	-
Unexpended Balances Cancelled	-	-	-
Excess in Grant Fund	-	-	-
Cancellations & Non-Cash Adjustments	-	111,958	111,958
Taxes Allocated to School and County:			
Local District School Tax	77,440,871	77,440,871	-
County Tax Levy	23,382,212	23,382,212	-
County Open Space	975,106	975,106	-
Municipal Open Space Preservation	-	-	-
Added County Taxes	70,994	70,994	-
Added County Open Space	2,674	2,674	-
Added Municipal Open Space	-	-	-
Total Other Credits to Income	<u>\$ 101,871,857</u>	<u>\$ 106,619,170</u>	<u>\$ 4,747,313</u>
Total Revenues and Other Credits to Income	<u>\$ 165,984,416</u>	<u>\$ 170,801,082</u>	<u>\$ 4,816,666</u>

**BOROUGH OF PARAMUS  
CURRENT FUND  
SCHEDULE OF EXPENDITURES AND OTHER CHARGES TO INCOME - REGULATORY BASIS  
YEAR ENDED DECEMBER 31, 2017**

	Appropriated			Expended		Unexpended	
	2017 Budget	Emergency Appropriation	Budget After Modification	Paid or Charged	Reserved	Balance Canceled	Overexpended
<b>OPERATIONS - WITHIN "CAPS"</b>							
<u>General Government Functions</u>							
<u>General Administration:</u>							
Salaries and Wages	\$ 266,000	\$ -	\$ 291,000	\$ 288,016	\$ 2,984	\$ -	\$ -
Other Expenses	70,700	-	50,700	40,427	10,273	-	-
Other Expenses - Grants Consultant	40,000	-	40,000	36,300	3,700	-	-
<u>Mayor and Council:</u>							
Salaries and Wages	78,000	-	78,000	74,731	3,269	-	-
Other Expenses	5,470	-	5,470	1,410	4,060	-	-
<u>Municipal Clerk:</u>							
Salaries and Wages	270,000	-	240,000	228,555	11,445	-	-
Other Expenses	174,900	-	144,900	125,127	19,773	-	-
<u>Financial Administration:</u>							
Salaries and Wages	457,000	-	437,000	434,428	2,572	-	-
Other Expenses	70,500	-	70,500	43,510	26,990	-	-
<u>Audit Services:</u>							
Other Expenses	100,000	-	100,000	100,000	-	-	-
<u>Central Equipment and Data Processing:</u>							
Salaries and Wages	242,000	-	245,000	242,716	2,284	-	-
Other Expenses	378,000	-	358,000	329,278	28,722	-	-
<u>Revenue Administration:</u>							
Salaries and Wages	138,000	-	144,000	140,290	3,710	-	-
Other Expenses	21,450	-	23,450	21,826	1,624	-	-
<u>Tax Assessment Administration:</u>							
Salaries and Wages	250,000	-	239,000	238,439	561	-	-
Other Expenses	7,800	-	7,800	6,410	1,390	-	-
<u>Legal Services:</u>							
Salaries and Wages	31,000	-	31,000	30,000	1,000	-	-
Other Expenses	852,000	-	902,000	855,693	46,307	-	-
<u>Engineering Services:</u>							
Other Expenses	60,000	-	70,000	63,721	6,279	-	-
<u>Land Use Administration</u>							
<u>Planning Board:</u>							
Salaries and Wages	63,000	-	63,000	62,611	389	-	-
Other Expenses	25,000	-	25,000	13,706	11,294	-	-
<u>Zoning Board:</u>							
Salaries and Wages	71,500	-	71,500	71,389	111	-	-
Other Expenses	-	-	-	-	-	-	-
<u>Insurance</u>							
Liability Insurance (JIF)	533,956	-	643,956	640,640	3,316	-	-
Worker Compensation Insurance (JIF)	181,204	-	181,204	181,204	-	-	-
Other Insurance Premiums	30,000	-	30,000	1,608	28,392	-	-
Liability Insurance (Self)	300,000	-	280,000	275,000	5,000	-	-
Worker Compensation Insurance (Self)	700,000	-	678,566	622,078	56,488	-	-
Vision (Self)	45,000	-	55,000	34,868	20,132	-	-
Unemployment	60,000	-	40,000	40,000	-	-	-
Employee Group Health	8,928,100	-	8,958,100	8,741,774	216,326	-	-

**BOROUGH OF PARAMUS  
CURRENT FUND  
SCHEDULE OF EXPENDITURES AND OTHER CHARGES TO INCOME - REGULATORY BASIS  
YEAR ENDED DECEMBER 31, 2017**

	Appropriated			Expended		Unexpended	
	2017 Budget	Emergency Appropriation	Budget After Modification	Paid or Charged	Reserved	Balance Canceled	Overexpended
<b>OPERATIONS - WITHIN "CAPS" (Continued)</b>							
<u>Public Safety Functions</u>							
Police:							
Salaries and Wages	\$ 13,000,000	\$ -	\$ 12,900,000	\$ 12,834,653	\$ 65,347	\$ -	\$ -
Other Expenses	325,300	-	325,300	199,740	125,560	-	-
Other Expenses - Purchase of Police Cars	-	-	-	-	-	-	-
Police Dispatch/911:							
Salaries and Wages	\$ 885,000	\$ -	\$ 885,000	\$ 872,600	\$ 12,400	\$ -	\$ -
Other Expenses	56,300	-	56,300	53,568	2,732	-	-
Office of Emergency Management:							
Salaries and Wages	101,300	-	111,300	109,117	2,183	-	-
Other Expenses	73,025	-	63,025	55,745	7,280	-	-
Rescue Squad:							
Salaries and Wages	108,000	-	78,000	75,900	2,100	-	-
Other Expenses	44,400	-	44,400	42,329	2,071	-	-
Fire Department:							
Salaries and Wages	535,000	-	510,000	507,500	2,500	-	-
Other Expenses	221,165	-	221,165	208,293	12,872	-	-
Ambulance Corps:							
Salaries and Wages	852,000	-	850,000	844,817	5,183	-	-
Salaries and Wages - Overtime	-	-	-	-	-	-	-
Other Expenses	94,000	-	96,000	96,000	-	-	-
Uniform Fire Safety Act:							
Salaries and Wages	420,000	-	420,000	409,349	10,651	-	-
Other Expenses	12,050	-	12,050	11,685	365	-	-
<u>Public Works Functions</u>							
Streets and Road Maintenance:							
Salaries and Wages	1,226,000	-	1,301,000	1,300,263	737	-	-
Other Expenses	312,000	-	287,000	279,262	7,738	-	-
Shade Tree Commission:							
Salaries and Wages	1,370,700	-	1,290,700	1,285,563	5,137	-	-
Other Expenses	80,125	-	80,125	74,116	6,009	-	-
Solid Waste Collection:							
Salaries and Wages	1,410,300	-	1,445,300	1,444,220	1,080	-	-
Other Expenses	37,750	-	37,750	36,945	805	-	-
Buildings and Grounds:							
Salaries and Wages	392,495	-	392,495	391,995	500	-	-
Other Expenses	413,250	-	413,250	317,303	95,947	-	-
Vehicle Maintenance:							
Salaries and Wages	1,363,500	-	1,363,500	1,363,500	-	-	-
Other Expenses	840,000	-	840,000	792,802	47,198	-	-
<u>Health and Human Services</u>							
Public Health Services:							
Salaries and Wages	532,000	-	532,000	518,101	13,899	-	-
Other Expenses	44,900	-	44,900	28,730	16,170	-	-
Animal Control:							
Other Expenses	33,400	-	33,400	32,270	1,130	-	-
Administration of Public Assistance							
Salaries and Wages	83,500	-	83,500	83,207	293	-	-
Other Expenses	650	-	650	570	80	-	-

**BOROUGH OF PARAMUS  
CURRENT FUND  
SCHEDULE OF EXPENDITURES AND OTHER CHARGES TO INCOME - REGULATORY BASIS  
YEAR ENDED DECEMBER 31, 2017**

	Appropriated			Expended		Unexpended	
	2017 Budget	Emergency Appropriation	Budget After Modification	Paid or Charged	Reserved	Balance Canceled	Overexpended
OPERATIONS - WITHIN "CAPS" (Continued)							
<u>Park and Recreation Functions</u>							
Recreational Services & Programs							
Salaries and Wages	\$ 341,000	\$ -	\$ 353,000	\$ 351,138	\$ 1,862	\$ -	\$ -
Other Expenses	91,600	-	91,600	86,145	5,455	-	-
Senior Citizens Center							
Salaries and Wages	132,500	-	132,500	131,135	1,365	-	-
Other Expenses	39,100	-	42,100	39,477	2,623	-	-
<u>Utility Expenses and Bulk Purchases</u>							
Electricity & Natural Gas	500,000	-	630,000	611,766	18,234	-	-
Street Lighting	500,000	-	471,000	397,899	73,101	-	-
Telephone	275,000	-	275,000	250,735	24,265	-	-
Water	100,000	-	100,000	71,541	28,459	-	-
Fire Hydrant Service	475,000	-	475,000	434,945	40,055	-	-
Gasoline	375,000	-	315,000	279,665	35,335	-	-
Diesel Fuel	375,000	-	315,000	232,290	82,710	-	-
Outside Fuel Agreements	20,000	-	-	-	-	-	-
Landfill/Solid Waste Disposal Costs							
Other Expenses	700,000	-	700,000	645,686	54,314	-	-
Other Expenses - Vegetative Waste	250,000	-	250,000	209,962	40,038	-	-
Landfill/Solid Waste Disposal Costs							
Other Expenses (Shared Service - BOE)	25,000	-	25,000	10,257	14,743	-	-
<u>Municipal Court</u>							
Municipal Court Administration:							
Salaries and Wages	500,000	-	500,000	500,000	-	-	-
Other Expenses	43,000	-	43,000	32,401	10,599	-	-
Municipal Court Administration (Shared Service):							
Salaries and Wages	67,000	-	67,000	64,169	2,831	-	-
Other Expenses	-	-	-	-	-	-	-
Other Common Operating Functions							
Compensated Absences	-	-	-	-	-	-	-
<u>Code Enforcement Administration</u>							
Uniform Construction Code Enforcement Functions:							
Salaries and Wages	553,000	-	553,000	532,703	20,297	-	-
Other Expenses	23,650	-	23,650	4,714	18,936	-	-
<hr/>							
Total Operations - Within "CAPS"	\$ 44,704,540	\$ -	\$ 44,584,106	\$ 43,142,526	\$ 1,441,580	\$ -	\$ -
Contingent	-	-	-	-	-	-	-
Total Operations Including Contingent - Within "CAPS"	\$ 44,704,540	\$ -	\$ 44,584,106	\$ 43,142,526	\$ 1,441,580	\$ -	\$ -
<hr/>							
Detail:							
Salaries and Wages	\$ 25,739,795	\$ -	\$ 25,607,795	\$ 25,431,105	\$ 176,690	\$ -	\$ -
Other Expenses	\$ 18,964,745	\$ -	\$ 18,976,311	\$ 17,711,421	\$ 1,264,890	\$ -	\$ -

**BOROUGH OF PARAMUS  
CURRENT FUND  
SCHEDULE OF EXPENDITURES AND OTHER CHARGES TO INCOME - REGULATORY BASIS  
YEAR ENDED DECEMBER 31, 2017**

	Appropriated			Expended		Unexpended	
	2017 Budget	Emergency Appropriation	Budget After Modification	Paid or Charged	Reserved	Balance Canceled	Overexpended
<b>DEFERRED CHARGES AND STATUTORY EXPENDITURES - WITHIN "CAPS"</b>							
<u>Deferred Charges</u>							
Emergency Authorizations	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Overexpenditures of 2016 Appropriation Reserves	217,226	-	217,226	217,226	-	-	-
Trust Fund Deficit Balances	100,000	-	100,000	100,000	-	-	-
<u>Statutory Expenditures</u>							
Public Employees' Retirement System (PERS)	1,466,309	-	1,436,309	1,435,320	989	-	-
Public Employees' Retirement System (PERS) - Retro	30,000	-	48,000	47,548	452	-	-
Social Security System (O.A.S.I.)	1,100,000	-	1,232,000	1,220,207	11,793	-	-
Police and Firemen's Retirement System (PFRS)	2,952,561	-	2,952,995	2,952,995	-	-	-
Defined Contribution Retirement Program	-	-	-	-	-	-	-
Total Deferred Charges and Statutory Expenditures - Muni	\$ 5,866,096	\$ -	\$ 5,986,530	\$ 5,973,296	\$ 13,234	\$ -	\$ -
Total General Appropriations for Municipal Purposes - With	\$ 50,570,636	\$ -	\$ 50,570,636	\$ 49,115,822	\$ 1,454,814	\$ -	\$ -

**BOROUGH OF PARAMUS  
CURRENT FUND  
SCHEDULE OF EXPENDITURES AND OTHER CHARGES TO INCOME - REGULATORY BASIS  
YEAR ENDED DECEMBER 31, 2017**

	Appropriated			Expended		Unexpended	
	2017 Budget	Emergency Appropriation	Budget After Modification	Paid or Charged	Reserved	Balance Canceled	Overexpended
<b>OPERATIONS - EXCLUDED FROM "CAPS"</b>							
<u>Insurance</u>							
Employee Group Insurance	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<u>Utility Expenses &amp; Bulk Purchases</u>							
<u>Sewerage Processing &amp; Disposal</u>							
Other Expenses - Operations & Maintenance	2,393,546	-	2,393,546	2,393,546	-	-	-
Other Expenses - Debt Service	927,804	-	927,804	927,804	-	-	-
<u>Education</u>							
<u>Maintenance of Free Public Library</u>							
Other Expenses - Third of a Mil	3,216,880	-	3,216,880	3,113,786	103,094	-	-
Other Expenses - Additional Contribution	-	-	-	-	-	-	-
<u>Shared Service Agreements</u>							
<u>Mechanical Maintenance</u>							
Salaries and Wages	10,000	-	10,000	10,000	-	-	-
Other Expenses	225,000	-	225,000	212,000	13,000	-	-
<u>Public and Private Programs Offset by Revenues</u>							
Recycling Tonnage Grant	143,281	-	143,281	143,281	-	-	-
Clean Communities Program	58,129	-	58,129	58,129	-	-	-
Alcohol Education & Rehabilitation Fund	1,148	-	1,148	1,148	-	-	-
COPS Grant (CH159)	363,652	-	363,652	363,652	-	-	-
Assistance to Firefighters Grant Program (CH159)	13,637	-	13,637	13,637	-	-	-
Bergen County Prosecutor - Confiscated Funds	44,698	-	44,698	44,698	-	-	-
NJ Solid Waste Admin. Grant - Public Space Recycling	3,963	-	3,963	3,963	-	-	-
NJ State Forestry Services - No Net Loss Grant	108,900	-	108,900	108,900	-	-	-
NJ State Forestry Services - Green Communities Grant	2,125	-	2,125	2,125	-	-	-
NJ Safe & Secure Grant	165,000	-	165,000	165,000	-	-	-
<b>Total Operations Excluded from "CAPS"</b>	<b>\$ 7,677,763</b>	<b>\$ -</b>	<b>\$ 7,677,763</b>	<b>\$ 7,561,669</b>	<b>\$ 116,094</b>	<b>\$ -</b>	<b>\$ -</b>
<u>Detail:</u>							
Salaries and Wages	\$ 10,000	\$ -	\$ 10,000	\$ 10,000	\$ -	\$ -	\$ -
Other Expenses	\$ 7,667,763	\$ -	\$ 7,667,763	\$ 7,551,669	\$ 116,094	\$ -	\$ -

**BOROUGH OF PARAMUS  
CURRENT FUND  
SCHEDULE OF EXPENDITURES AND OTHER CHARGES TO INCOME - REGULATORY BASIS  
YEAR ENDED DECEMBER 31, 2017**

	Appropriated			Expended		Unexpended	
	2017 Budget	Emergency Appropriation	Budget After Modification	Paid or Charged	Reserved	Balance Canceled	Overexpended
<b>CAPITAL IMPROVEMENTS - EXCLUDED FROM "CAPS"</b>							
Capital Improvement Fund	\$ 250,000	\$ -	\$ 250,000	\$ 250,000	\$ -	\$ -	\$ -
Acquisition of Equipment for Field Maintenance	120,000	-	120,000	69,445	50,555	-	-
<b>Total Capital Improvements - Excluded From "CAPS"</b>	<b>\$ 370,000</b>	<b>\$ -</b>	<b>\$ 370,000</b>	<b>\$ 319,445</b>	<b>\$ 50,555</b>	<b>\$ -</b>	<b>\$ -</b>
<b>DEBT SERVICE - EXCLUDED FROM "CAPS"</b>							
<u>Municipal Debt Service</u>							
Bond Principal	\$ 1,970,000	\$ -	\$ 1,970,000	\$ 1,970,000	\$ -	\$ -	\$ -
Bond Interest	110,680	-	110,680	110,680	-	-	-
Refunding Bonds (Pension) - Principal	210,000	-	210,000	210,000	-	-	-
Refunding Bonds (Pension) - Interest	63,960	-	63,960	63,960	-	-	-
Refunding Bonds (Tax Appeals) - Principal	615,000	-	615,000	615,000	-	-	-
Refunding Bonds (Tax Appeals) - Interest	70,600	-	70,600	70,600	-	-	-
Bond Anticipation Notes and Capital Notes	925,000	-	925,000	925,000	-	-	-
Note Interest (BAN'S)	482,455	-	482,455	482,455	-	-	-
Green Trust Loan - Principal	44,875	-	44,875	44,875	-	-	-
Green Trust Loan - Interest	1,590	-	1,590	1,590	-	-	-
<b>Total Debt Service - Excluded From "CAPS"</b>	<b>\$ 4,494,160</b>	<b>\$ -</b>	<b>\$ 4,494,160</b>	<b>\$ 4,494,160</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
<b>DEFERRED CHARGES - EXCLUDED FROM "CAPS"</b>							
Emergency Authorizations	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Deferred Charges to Future Taxation-Unfunded #	-	-	-	-	-	-	-
Special Emergency Authorizations - 5 Years (N.J.S. 40A:4-	-	-	-	-	-	-	-
<b>Total General Appropriations for Municipal Purposes - Excl</b>	<b>\$ 12,541,923</b>	<b>\$ -</b>	<b>\$ 12,541,923</b>	<b>\$ 12,375,274</b>	<b>\$ 166,649</b>	<b>\$ -</b>	<b>\$ -</b>
Subtotal General Appropriations	\$ 63,112,559	\$ -	\$ 63,112,559	\$ 61,491,096	\$ 1,621,463	\$ -	\$ -
Reserve for Uncollected Taxes	1,000,000	-	1,000,000	1,000,000	-	-	-
<b>Total General Appropriations</b>	<b>\$ 64,112,559</b>	<b>\$ -</b>	<b>\$ 64,112,559</b>	<b>\$ 62,491,096</b>	<b>\$ 1,621,463</b>	<b>\$ -</b>	<b>\$ -</b>
Budget Appropriations - Adopted Budget	\$ 63,735,270	\$ -	\$ 63,735,270				
Budget Appropriations - Added by <u>N.J.S. 40A:4-87</u>	377,289	-	377,289				
Emergency Appropriations	-	-	-				
	<b>\$ 64,112,559</b>	<b>\$ -</b>	<b>\$ 64,112,559</b>				
<b>Other Charges to Income:</b>							
Interfund Advances Originating in Current Year			\$ -	\$ 78,157			
Refund of Prior Year's Revenue			-	1,131,954			
Shortfall in Federal/State Grant Fund			-	-			
Prior Year Added/Omitted Taxes			-	-			
Taxes Allocated to School and County:							
Local District School Tax			77,440,871	77,440,871			
County Tax Levy			23,382,212	23,382,212			
County Open Space			975,106	975,106			
Municipal Open Space Preservation			-	-			
Added County Taxes			70,994	70,994			
Added County Open Space			2,674	2,674			
Added Municipal Open Space			-	-			
			<b>\$ 101,871,857</b>	<b>\$ 103,081,968</b>			

**BOROUGH OF PARAMUS  
GRANT FUND  
BALANCE SHEET (REGULATORY BASIS)**

	<u>2017</u>	<u>2016</u>
<u>ASSETS</u>		
Cash - Current A/C	\$ 637,892	\$ 543,303
Cash - Grant A/C	437,522	128,233
Cash - DEA A/C	301,582	173,289
	<u>\$ 1,376,996</u>	<u>\$ 844,825</u>
Interfund Receivable:		
Due From Current Fund (DEA)	<u>\$ 5,361</u>	<u>\$ -</u>
Intergovernmental Receivable:		
Grants Receivable	<u>\$ 603,832</u>	<u>\$ 765,301</u>
Total Assets	<u>\$ 1,986,189</u>	<u>\$ 1,610,126</u>
<u>LIABILITIES AND RESERVES</u>		
Encumbrances Payable	<u>\$ 7,603</u>	<u>\$ 24,612</u>
Interfunds Payable:		
Due To - General Capital Fund	<u>\$ 80,061</u>	<u>\$ 80,061</u>
	<u>\$ 80,061</u>	<u>\$ 80,061</u>
Other Liabilities and Reserves:		
Appropriated Reserves	\$ 1,489,530	\$ 1,131,807
Unappropriated Reserves	408,995	373,646
	<u>\$ 1,898,525</u>	<u>\$ 1,505,453</u>
Total Liabilities and Reserves	<u>\$ 1,986,189</u>	<u>\$ 1,610,126</u>

**BOROUGH OF PARAMUS  
GRANT FUND  
SCHEDULE OF GRANTS RECEIVABLE  
YEAR ENDED DECEMBER 31, 2017**

C-2

Program	Balance December 31, 2016	Revenue Realized	Received	Unappropriated Reserve Applied	Adjustments	Balance December 31, 2017
<u>Federal:</u>						
Assistance to Firefighters Grant Program (CH159)	\$ -	\$ 13,637	\$ 13,637	\$ -	\$ -	\$ -
<u>State:</u>						
Clean Communities Program	\$ -	\$ 58,129	\$ -	\$ 58,129	\$ -	\$ -
COPS Grant (CH159)	-	363,652	363,652	-	-	-
Alcohol Education & Rehabilitation Program	-	1,148	-	1,148	-	-
Recycling Tonnage Grant	-	143,281	-	143,281	-	-
NJ Solid Waste Admin. Grant - Public Space Recycling	-	3,963	-	3,963	-	-
NJ State Forestry Services - No Net Loss Grant	-	108,900	108,900	-	-	-
NJ State Forestry Services - Green Communities Grant	-	2,125	-	2,125	-	-
NJ Safe & Secure Grant	-	165,000	-	165,000	-	-
	<u>\$ -</u>	<u>\$ 846,198</u>	<u>\$ 472,552</u>	<u>\$ 373,646</u>	<u>\$ -</u>	<u>\$ -</u>
<u>Other:</u>						
Bergen County Prosecutor - Confiscated Funds	\$ 371,201	\$ 44,698	\$ 206,167	\$ -	\$ -	\$ 209,732
Bergen County ADA Cooperative - Curb Ramp Construction	394,100	-	-	-	-	394,100
	<u>\$ 765,301</u>	<u>\$ 44,698</u>	<u>\$ 206,167</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 603,832</u>
 Grand Total	 <u>\$ 765,301</u>	 <u>\$ 904,533</u>	 <u>\$ 692,356</u>	 <u>\$ 373,646</u>	 <u>\$ -</u>	 <u>\$ 603,832</u>

**BOROUGH OF PARAMUS  
GRANT FUND  
SCHEDULE OF APPROPRIATED RESERVES  
YEAR ENDED DECEMBER 31, 2017**

C-3

Program	Balance December 31, 2016	Budget	Confiscated Funds Received	Paid or Charged	Adjustments	Balance December 31, 2017
<u>Federal:</u>						
Equitable Sharing Program	\$ 119,053	\$ -	\$ 421,145	\$ 204,214	\$ 1,619	\$ 337,603
Assistance to Firefighters Grant Program (CH159)	-	13,637	-	-	-	13,637
	<u>\$ 119,053</u>	<u>\$ 13,637</u>	<u>\$ 421,145</u>	<u>\$ 204,214</u>	<u>\$ 1,619</u>	<u>\$ 351,240</u>
<u>State:</u>						
Clean Communities Program	\$ 56,972	\$ 58,129	\$ -	\$ 58,129	\$ -	\$ 56,972
Alcohol Education & Rehabilitation Program	841	1,148	-	-	-	1,989
Body Armor Replacement Program	14,216	-	-	-	-	14,216
Recycling Tonnage Grant	421,370	143,281	-	-	-	564,651
COPS Grant (CH159)	137,413	363,652	-	501,065	-	-
NJ Solid Waste Admin. Grant - Public Space Recycling	-	3,963	-	-	-	3,963
NJ State Forestry Services - No Net Loss Grant	-	108,900	-	-	-	108,900
NJ State Forestry Services - Green Communities Grant	-	2,125	-	-	-	2,125
NJ Safe & Secure Grant	-	165,000	-	-	-	165,000
Drunk Driving Enforcement Fund	10,742	-	-	-	-	10,742
	<u>\$ 641,554</u>	<u>\$ 846,198</u>	<u>\$ -</u>	<u>\$ 559,194</u>	<u>\$ -</u>	<u>\$ 928,558</u>
<u>Other:</u>						
Bergen County Prosecutor - Confiscated Funds	\$ 371,200	\$ 44,698	\$ -	\$ 206,166	\$ -	\$ 209,732
Bergen County ADA Cooperative - Curb Ramp Construction	-	-	-	-	-	-
	<u>\$ 371,200</u>	<u>\$ 44,698</u>	<u>\$ -</u>	<u>\$ 206,166</u>	<u>\$ -</u>	<u>\$ 209,732</u>
<b>Grand Total</b>	<u><u>\$ 1,131,807</u></u>	<u><u>\$ 904,533</u></u>	<u><u>\$ 421,145</u></u>	<u><u>\$ 969,574</u></u>	<u><u>\$ 1,619</u></u>	<u><u>\$ 1,489,530</u></u>

**BOROUGH OF PARAMUS  
GRANT FUND  
SCHEDULE OF UNAPPROPRIATED RESERVES  
YEAR ENDED DECEMBER 31, 2017**

C-4

Program	Balance December 31, 2016	Appropriated in 2017	Received in 2017	Adjustments	Balance December 31, 2017
<u>State:</u>					
Clean Communities Program	\$ 58,129	\$ 58,129	\$ 49,385	\$ -	\$ 49,385
Recycling Tonnage Grant	143,281	143,281	148,374	-	148,374
NJ State Forestry Service - Green Communities Grant	2,125	2,125	-	-	-
NJ State Forestry Services - No Net Loss Grant	-	-	135,900	-	135,900
NJ State Forestry Services - Green Communities Grant	-	-	20,000	-	20,000
Drunk Driving Enforcement Fund	-	-	5,336	-	5,336
Assistance to Firefighters Grant Program (CH159)	-	13,637	13,637	-	-
COPS Grant (CH159)	-	363,652	363,652	-	-
Safe & Secure Grant	165,000	165,000	50,000	-	50,000
NJ Solid Waste Admin. Grant - Public Space Recycling	3,963	3,963	-	-	-
Alcohol Education & Rehabilitation Fund	1,148	1,148	-	-	-
	<u>\$ 373,646</u>	<u>\$ 750,935</u>	<u>\$ 786,284</u>	<u>\$ -</u>	<u>\$ 408,995</u>

**BOROUGH OF PARAMUS  
TRUST FUND  
BALANCE SHEET (REGULATORY BASIS)**

	2017	2016
<u>ASSETS</u>		
Cash:		
Trust & Escrow Deposit Account	\$ 5,351,257	\$ 9,141,615
Developer's Escrow Trust Account - Old	1,473,295	1,524,449
Developer's Escrow Trust Account - New	2,218,829	961,055
General Escrow Trust Account	274,790	224,643
Property Liability Self-Insurance Trust Account	51,364	50,982
General Liability Self-Insurance Trust Account	122,059	15,994
Unemployment Trust Account	46,388	12,347
Workmen's Compensation Insurance Claims Trust Account	53,800	(5,231)
Vision Self-Insurance Trust Account	1	1
Health FSA Account	18,033	22,827
Net Payroll Account	(5,358)	(20,840)
Shade Tree Account	698,668	440,490
Animal Control Account	71,840	63,485
Recreation Trust Account	1,004,114	1,071,812
COAH Trust Fund	2,103,028	2,409,747
	<u>\$ 13,482,108</u>	<u>\$ 15,913,376</u>
Interfund Receivable:		
Current (Trust & Escrow)	\$ 14,374	\$ 14,374
Current (Animal Control)	75	-
Current (COAH Trust)	3,549	3,549
	<u>\$ 17,998</u>	<u>\$ 17,923</u>
Total Assets	<u>\$ 13,500,106</u>	<u>\$ 15,931,299</u>
<u>LIABILITIES AND RESERVES</u>		
Intergovernmental Payable:		
State of N.J.	\$ -	\$ 39
Other Liabilities and Reserves:		
Net Payroll Payable	\$ (5,358)	\$ (20,840)
Tax Title Liens Payable - Tax Sale Premiums	869,100	653,500
Reserve for Shade Tree Expenditures	698,668	440,490
Reserve for Health FSA Expenditures	18,033	22,827
Reserve for Animal Control Expenditures	71,915	63,446
Reserve for Developers' Escrow & Other Deposits	8,463,445	11,212,636
Reserve for Recreation Expenditures	1,004,114	1,071,812
Reserve for Property Self-Insurance Claims	51,364	50,982
Reserve for General Liability Self-Insurance Claims	122,059	15,994
Reserve for Unemployment Claims	46,388	12,347
Reserve for Workmen's Compensation Claims	53,800	(5,231)
Reserve for Vision Claims	1	1
Reserve for COAH Expenditures	2,106,577	2,413,296
	<u>\$ 13,500,106</u>	<u>\$ 15,931,260</u>
Total Liabilities, Reserves and Fund Balance	<u>\$ 13,500,106</u>	<u>\$ 15,931,299</u>

**BOROUGH OF PARAMUS  
GENERAL CAPITAL FUND  
BALANCE SHEET (REGULATORY BASIS)**

	<u>2017</u>	<u>2016</u>
<u>ASSETS</u>		
Cash:		
General Capital Account - Columbia	\$ -	\$ 100,050
General Capital Account - Valley National	288,375	784,810
	<u>\$ 288,375</u>	<u>\$ 884,860</u>
Interfund Receivable:		
Current Fund	\$ 3,111,411	\$ 2,055,800
Grant Fund	80,061	80,061
	<u>\$ 3,191,472</u>	<u>\$ 2,135,861</u>
Intergovernmental Receivable:		
Grants Receivable	\$ 468,436	\$ 468,436
Due From Board Of Education (#10-07)	743	743
	<u>\$ 469,179</u>	<u>\$ 469,179</u>
Deferred Charges:		
Funded	\$ 6,500,777	\$ 9,340,653
Unfunded	32,853,829	31,097,358
	<u>\$ 39,354,606</u>	<u>\$ 40,438,011</u>
Total Assets	<u>\$ 43,303,632</u>	<u>\$ 43,927,911</u>
<u>LIABILITIES AND FUND BALANCE</u>		
Accounts/Encumbrances Payable	<u>\$ 709,874</u>	<u>\$ 979,932</u>
Other Liabilities and Reserves:		
Capital Improvement Fund	\$ 116,405	\$ 934
Reserve for Payment of Debt Service	526,351	449,837
Reserve for Amount Due to Community Development Program	3,644	3,644
	<u>\$ 646,400</u>	<u>\$ 454,415</u>
Improvement Authorizations:		
Funded	\$ 1,855,266	\$ 2,424,428
Unfunded	4,237,010	5,890,179
	<u>\$ 6,092,276</u>	<u>\$ 8,314,607</u>
Serial/Refunding Bonds Payable	<u>\$ 6,455,000</u>	<u>\$ 9,250,000</u>
Bond Anticipation Notes Payable	<u>\$ 28,435,500</u>	<u>\$ 24,257,500</u>
Loans Payable	<u>\$ 45,777</u>	<u>\$ 90,653</u>
Fund Balance	<u>\$ 918,805</u>	<u>\$ 580,804</u>
Total Liabilities and Reserves	<u>\$ 43,303,632</u>	<u>\$ 43,927,911</u>

**BOROUGH OF PARAMUS  
 GENERAL CAPITAL FUND  
 SCHEDULE OF INTERFUNDS RECEIVABLE  
 YEAR ENDED DECEMBER 31, 2017**

Description	Balance December 31, 2016	Interfunds Advanced	Interfunds Returned	Offset With Interfund Payable	Balance December 31, 2017
Due From Current Fund	\$ 2,055,800	\$ 5,509,441	\$ 4,000,000	\$ 453,830	\$ 3,111,411
Due From Grant Fund	80,061	-	-	-	80,061
	<u>\$ 2,135,861</u>	<u>\$ 5,509,441</u>	<u>\$ 4,000,000</u>	<u>\$ 453,830</u>	<u>\$ 3,191,472</u>

**BOROUGH OF PARAMUS  
GENERAL CAPITAL FUND  
SCHEDULE OF GRANTS RECEIVABLE  
YEAR ENDED DECEMBER 31, 2017**

Improvement Description	Balance December 31, 2016	Improvement Authorized	Cash Received	Other	Balance December 31, 2017
<b>Federal:</b>					
Federal Housing & Community Development Act -- Passed Thru the County of Bergen -- Community Development Program:					
#88-19	\$ 50,000	\$ -	\$ -	\$ -	\$ 50,000
#89-17	10,026	-	-	-	10,026
#94-31	8	-	-	-	8
#97-22	21,060	-	-	-	21,060
#98-22	43,442	-	-	-	43,442
#98-26	16,197	-	-	-	16,197
#98-35	3,473	-	-	-	3,473
#99-11	20,551	-	-	-	20,551
#00-12	2,820	-	-	-	2,820
#00-19	2,561	-	-	-	2,561
#03-17	46,006	-	-	-	46,006
	<u>\$ 216,144</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 216,144</u>
Department of Homeland Security -- Passed Thru the State of NJ Division of Law & Public Saety					
#02-25	\$ 6,894	\$ -	\$ -	\$ -	\$ 6,894
#04-01	23,754	-	-	-	23,754
	<u>\$ 30,648</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 30,648</u>
Total Federal	<u>\$ 246,792</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 246,792</u>
<b>State:</b>					
Department of Transportation -- Passed Thru the State of NJ Department of Transportation:					
#02-15	\$ 84,202	\$ -	\$ -	\$ -	\$ 84,202
#03-17	77,500	-	-	-	77,500
#08-33	44,436	-	-	-	44,436
	<u>\$ 206,138</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 206,138</u>
Total State	<u>\$ 206,138</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 206,138</u>
<b>Other:</b>					
Bergen County - Open Space Trust Fund - #10-07					
	\$ 15,506	\$ -	\$ -	\$ -	\$ 15,506
Total Other	<u>\$ 15,506</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 15,506</u>
Total Grants Receivable	<u>\$ 468,436</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 468,436</u>

**BOROUGH OF PARAMUS  
GENERAL CAPITAL FUND  
SCHEDULE OF INTERGOVERNMENTAL RECEIVABLE  
YEAR ENDED DECEMBER 31, 2017**

Description	Balance December 31, 2016	Interfunds Advanced	Interfunds Returned	Balance December 31, 2017
Due From Board of Education (#10-07)	\$ 743	\$ -	\$ -	\$ 743
	<u>\$ 743</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 743</u>

**BOROUGH OF PARAMUS  
GENERAL CAPITAL FUND  
SCHEDULE OF DEFERRED CHARGES TO FUTURE TAXATION - FUNDED  
YEAR ENDED DECEMBER 31, 2017**

Improvement	Balance December 31, 2016	Paid By Budget	Refinanced	Serial Bonds Issued	Balance December 31, 2017	Analysis of Balance	
						Outstanding Bonds	Outstanding Loans
7/15/02 General Improvement Bonds	\$ 1,175,000	\$ (1,175,000)	\$ -	\$ -	\$ -	\$ -	\$ -
3/1/03 Pension Refunding Bonds	1,335,000	(210,000)	-	-	1,125,000	1,125,000	-
9/1/05 General Improvement Bonds	4,975,000	(795,000)	-	-	4,180,000	4,180,000	-
9/10/07 Refunding Bonds - Tax Appeals	1,765,000	(615,000)	-	-	1,150,000	1,150,000	-
1998 Green Trust Loan	90,653	(44,876)	-	-	45,777	-	45,777
	<u>\$ 9,340,653</u>	<u>\$ (2,839,876)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 6,500,777</u>	<u>\$ 6,455,000</u>	<u>\$ 45,777</u>

**BOROUGH OF PARAMUS  
GENERAL CAPITAL FUND  
SCHEDULE OF DEFERRED CHARGES TO FUTURE TAXATION - UNFUNDED  
YEAR ENDED DECEMBER 31, 2017**

Improvement	Balance		Receipts Applied	BANs Paid By Budget	Serial Bonds Issued	Cancellations	Analysis of Balance			
	December 31, 2016	Authorized					December 31, 2017	Outstanding BANs	B&N Authorized	Capital Cash
<b>General Improvements</b>										
#86-17 Various Public Improvements	\$ 3,650	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,650	\$ -	\$ 3,650	\$ -
#91-26 Improvements to Sewer System PH 5	1,597	-	-	-	-	-	1,597	-	1,597	-
#96-15 Library /Public Safety Equipment	520	-	-	-	-	-	520	-	520	-
#97-08 Acquisition of Land	843,968	-	-	-	-	-	843,968	-	843,968	-
#97-15 Life Safety Complex	764	-	-	-	-	-	764	-	764	-
#02-31 Pension Refunding	105,000	-	-	-	-	-	105,000	-	105,000	-
#03-17 Various Public Improvements	54	-	-	-	-	-	54	-	54	-
#04-01 Acquisition of Fire Truck	400	-	-	-	-	-	400	-	400	-
#06-15 Various Public Improvements	1,041,000	-	-	(89,000)	-	-	952,000	952,000	-	-
#07-08 Various Public Improvements	164,000	-	-	(18,000)	-	-	146,000	146,000	-	-
#07-17 Refunding Bond Ordinance	235,000	-	-	-	-	-	235,000	-	235,000	-
#07-22 Various Public Improvements	1,003,000	-	-	(80,000)	-	-	923,000	923,000	-	-
#07-35 Refunding Tax Appeals	25,000	-	-	-	-	-	25,000	-	25,000	-
#08-33 Various Public Improvements	1,406,000	-	-	(100,000)	-	-	1,306,000	1,306,000	-	-
#08-37 Municipal Pool Environmental Remediation	757,000	-	-	(33,000)	-	-	724,000	724,000	-	-
#09-04 Municipal Pool Environmental Remediation	466,000	-	-	(19,000)	-	-	447,000	447,000	-	-
#09-12 Various Public Improvements	854,500	-	-	(35,000)	-	-	819,500	687,000	132,500	-
#10-09 2010 Road Improvement Program	510,000	-	-	(30,000)	-	-	480,000	480,000	-	-
#10-10 Emergency Services Communication Tower	212,000	-	-	(13,000)	-	-	199,000	199,000	-	-
#10-11 Various Public Improvements	678,000	-	-	(39,000)	-	-	639,000	639,000	-	-
#11-16 Various Public Improvements	1,633,000	-	-	(100,000)	-	-	1,533,000	1,533,000	-	-
#11-28 Refunding Bond - Tax Appeals	350,000	-	-	-	-	-	350,000	-	350,000	-
#12-16 Various Public Improvements	2,695,000	-	-	(130,000)	-	-	2,565,000	2,565,000	-	-
#12-23 Various Sidewalk Repairs	140,000	-	-	(12,000)	-	-	128,000	128,000	-	-
#13-12 Various Public Improvements	1,140,000	-	-	(85,000)	-	-	1,055,000	1,055,000	-	-
#13-28 Various Public Improvements	2,552,000	-	-	(130,000)	-	-	2,422,000	2,422,000	-	-
#13-33 Portable Emergency Generators	347,000	-	-	(12,000)	-	-	335,000	335,000	-	-
#14-07 Various Public Improvements	2,418,000	-	-	-	-	-	2,418,000	2,418,000	-	-
#14-24 Various Public Improvements	1,073,500	-	-	-	-	-	1,073,500	1,073,500	-	-
#14-27 Various Public Improvements	677,000	-	-	-	-	-	677,000	677,000	-	-
#15-07 Various Public Improvements	1,383,000	-	-	-	-	-	1,383,000	1,383,000	-	-
#15-19 Various Public Improvements	2,209,000	-	-	-	-	-	2,209,000	2,209,000	-	-
#15-22 Various Public Improvements	1,031,000	-	-	-	-	-	1,031,000	1,031,000	-	-
#16-01 Various Public Improvements	1,960,000	-	-	-	-	-	1,960,000	1,960,000	-	-
#16-13 East Brook Turf Field	821,000	-	-	-	-	-	821,000	821,000	-	-
#16-23 Various Public Improvements	2,322,000	-	-	-	-	-	2,322,000	2,322,000	-	-
#17-06 Supplement to # 15-19	-	761,900	-	-	-	-	761,900	-	761,900	-
#17-10 Various Public Improvements	-	1,891,000	-	-	-	-	1,891,000	-	1,891,000	-
#17-24 Supplement to # 16-13	-	28,571	-	-	-	-	28,571	-	28,571	-
	<b>\$ 31,058,953</b>	<b>\$ 2,681,471</b>	<b>\$ -</b>	<b>\$ (925,000)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 32,815,424</b>	<b>\$ 28,435,500</b>	<b>\$ 4,379,924</b>	<b>\$ -</b>
<b>Local Improvements</b>										
#672 Sewer Phase 4	\$ 27,655	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 27,655	\$ -	\$ 27,655	\$ -
#89-26 Sidewalk Improvements	10,750	-	-	-	-	-	10,750	-	10,750	-
	<b>\$ 38,405</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 38,405</b>	<b>\$ -</b>	<b>\$ 38,405</b>	<b>\$ -</b>
<b>Total</b>	<b>\$ 31,097,358</b>	<b>\$ 2,681,471</b>	<b>\$ -</b>	<b>\$ (925,000)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 32,853,829</b>	<b>\$ 28,435,500</b>	<b>\$ 4,418,329</b>	<b>\$ -</b>

**BOROUGH OF PARAMUS  
GENERAL CAPITAL FUND  
SCHEDULE OF ACCOUNTS/CONTRACTS PAYABLE  
YEAR ENDED DECEMBER 31, 2017**

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Vendor	Ordinance Number	Contract Number	Balance December 31, 2016	Accrued	Paid	Cancellations and Adjustments	Balance December 31, 2017
Various	Various	Various	\$ 979,932	\$ 5,050,301	\$ (5,320,359)	-	\$ 709,874
			<u>\$ 979,932</u>	<u>\$ 5,050,301</u>	<u>\$ (5,320,359)</u>	<u>-</u>	<u>\$ 709,874</u>

**BOROUGH OF PARAMUS  
 GENERAL CAPITAL FUND  
 SCHEDULE OF INTERFUNDS PAYABLE  
 YEAR ENDED DECEMBER 31, 2017**

Description	Balance December 31, 2016	Interfunds Advanced	Offset With Interfund Payable	Balance December 31, 2017
Due To Current Fund (Interest)	\$ -	\$ 3,992	\$ 3,992	\$ -
	<u>\$ -</u>	<u>\$ 3,992</u>	<u>\$ 3,992</u>	<u>\$ -</u>

**BOROUGH OF PARAMUS  
GENERAL CAPITAL FUND  
SCHEDULE OF CAPITAL IMPROVEMENT FUND  
YEAR ENDED DECEMBER 31, 2017**

Description	Increases	Decreases	Balance
Balance, December 31, 2016			\$ 934
2017 Budget Appropriation	250,000		250,934
Appropriated to Finance Improvement Authorizations:			
#17-06 Supplement to # 15-19		(38,100)	212,834
#17-10 Various Public Improvements		(95,000)	(95,000)
#17-24 Supplement to # 16-13		(1,429)	211,405
Balance, December 31, 2017	\$ 250,000	\$ (134,529)	\$ 116,405

**BOROUGH OF PARAMUS  
GENERAL CAPITAL FUND  
SCHEDULE OF RESERVE FOR PAYMENT OF DEBT SERVICE  
YEAR ENDED DECEMBER 31, 2017**

Ordinance	Balance December 31, 2016	Transfer to Current Fund Revenue	Increased by			Balance December 31, 2017
			Cash Receipts	Cancelled Funded Authorizations	Mispostings/ Adjustments	
Municipal Aid 2016 - From Road	\$ -	\$ -	\$ 115,351	\$ -	\$ -	\$ 115,351
Municipal Aid 2015 - From Road	111,750	(111,750)	-	-	-	-
Municipal Aid 2014 - Unidentified	106,300	(106,300)	-	-	-	-
Municipal Aid 2013 - Unidentified	133,004	(133,004)	-	-	-	-
Municipal Aid 2012 - Unidentified	36,625	(36,625)	-	-	-	-
D.O.T. - West Century Road - Section 9	24,908	(24,908)	-	-	-	-
D.O.T. - From Road - Section 2	37,250	(37,250)	-	-	-	-
Bergen County Open Space - #16-13	-	-	411,000	-	-	411,000
	<u>\$ 449,837</u>	<u>\$ (449,837)</u>	<u>\$ 526,351</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 526,351</u>

**BOROUGH OF PARAMUS  
GENERAL CAPITAL FUND  
SCHEDULE OF RESERVE FOR AMOUNT DUE COMMUNITY DEVELOPMENT PROGRAM  
YEAR ENDED DECEMBER 31, 2017**

Ordinance	Balance December 31, 2016	Transfer to Current Fund Revenue	Cash Receipts	Adjustments	Balance December 31, 2017
Unknown	\$ 3,644	\$ -	\$ -	\$ -	\$ 3,644
	<u>\$ 3,644</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,644</u>

**BOROUGH OF PARAMUS  
GENERAL CAPITAL FUND  
SCHEDULE OF IMPROVEMENT AUTHORIZATIONS  
YEAR ENDED DECEMBER 31, 2017**

Description	Authorized in 2017											Balance - December 31, 2017		
	Balance - January 1, 2017		Capital Improvement Fund	Capital Surplus	Grants	From Reserve	Bonds & Notes Authorized	Expended	Refunds/ Adjustments	Cancellations			Funded	Unfunded
	Funded	Unfunded											Funded	Unfunded
#96-15 Acquisition of Equipment	\$ 3,394	\$ 520	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,394	\$ 520	
#97-08 Acquisition of Land	333,289	843,968	-	-	-	-	-	-	-	-	-	333,289	843,968	
#97-15 Life Safety Complex	18,318	764	-	-	-	-	19,068	-	-	-	-	-	14	
#97-21 Improvements to Century Road	33,800	-	-	-	-	-	33,800	-	-	-	-	-	-	
#97-22 Barrier Free Improvements	57	-	-	-	-	-	-	-	-	-	-	57	-	
#98-19 Various Public Improvements	29,451	-	-	-	-	-	24,916	-	-	-	-	4,535	-	
#99-11 Various Public Improvements	1	-	-	-	-	-	-	-	-	-	-	1	-	
#99-12 Sports Complex	5,885	-	-	-	-	-	1,500	-	-	-	-	4,385	-	
#00-12 Various Public Improvements	16,222	-	-	-	-	-	15,979	-	-	-	-	243	-	
#01-19 Various Public Improvements	49,499	-	-	-	-	-	46,864	-	-	-	-	2,635	-	
#01-28 Acquisition of Land	152,665	-	-	-	-	-	-	-	-	-	-	152,665	-	
#02-15 Various Public Improvements	143,421	-	-	-	-	-	143,421	-	-	-	-	-	-	
#02-31 Refunding - Pension	22,896	105,000	-	-	-	-	-	-	-	-	-	22,896	105,000	
#03-13 Construction of New Fire House	16,651	-	-	-	-	-	-	-	-	-	-	16,651	-	
#03-17 Various Public Improvements	208,115	54	-	-	-	-	208,169	-	-	-	-	-	-	
#04-11 Various Public Improvements	4,538	-	-	-	-	-	4,469	-	-	-	-	69	-	
#04-19 Acquisition of Property	168,392	-	-	-	-	-	-	-	-	-	-	168,392	-	
#05-24 Various Public Improvements	80,229	-	-	-	-	-	38,983	-	-	-	-	41,246	-	
#07-09 Update 911 System	50,998	-	-	-	-	-	26,866	-	-	-	-	24,132	-	
#07-30 Update 911 System	572	-	-	-	-	-	-	-	-	-	-	572	-	
#08-33 Various Public Improvements	-	5,489	-	-	-	-	5,489	-	-	-	-	-	-	
#08-37 Municipal Pool Environmental Remediation	-	991	-	-	-	-	-	-	-	-	-	-	991	
#09-04 Municipal Pool Environmental Remediation	-	76,161	-	-	-	-	8,600	-	-	-	-	-	67,561	
#09-12 Various Public Improvements	-	152,797	-	-	-	-	92,572	-	-	-	-	-	60,225	
#672 - Local - Sewer Syetems - Stage 4	-	17,074	-	-	-	-	17,074	-	-	-	-	-	-	
#10-07 Turf Field at Paramus HS	1,175	-	-	-	-	-	-	-	-	-	-	1,175	-	
#11-28 Refunding Bond - Tax Appeals	793,191	350,000	-	-	-	-	-	-	-	-	-	793,191	350,000	
#13-28 Various Public Improvements	-	4,342	-	-	-	-	4,342	-	-	-	-	-	-	
#14-07 Various Public Improvements	-	102,422	-	-	-	-	100,882	-	-	-	-	-	1,540	
#14-08 Acquisition of Ambulance	100,461	-	-	-	-	-	5,931	-	-	-	-	94,530	-	
#14-24 Various Public Improvements	-	208,820	-	-	-	-	73,223	-	-	-	-	-	135,597	
#14-27 Various Public Improvements	-	144,474	-	-	-	-	103,617	-	-	-	-	-	40,857	
#15-19 Various Public Improvements	-	494,476	-	-	-	-	494,476	-	-	-	-	-	-	
#15-22 Various Public Improvements	-	84,111	-	-	-	-	82,535	-	-	-	-	-	1,576	
#15-23 Acquisition of Ambulance	191,208	-	-	-	-	-	-	-	-	-	-	191,208	-	
#16-01 Various Public Improvements	-	1,345,624	-	-	-	-	669,266	-	-	-	-	-	676,358	
#16-13 East Brook Turf Field	-	39,705	-	-	-	-	39,705	-	-	-	-	-	-	
#16-23 Various Public Improvements	-	1,913,387	-	-	-	-	1,426,466	-	-	-	-	-	486,921	
#17-06 Supplement to # 15-19	-	-	38,100	-	-	-	761,900	-	-	-	-	-	126,709	
#17-10 Various Public Improvements	-	-	95,000	-	-	-	1,891,000	-	-	-	-	-	1,325,736	
#17-24 Supplement to # 16-13	-	-	1,429	-	-	-	28,571	-	-	-	-	-	13,437	
	\$ 2,424,428	\$ 5,890,179	\$ 134,529	\$ -	\$ -	\$ -	\$ 2,681,471	\$ 5,038,331	\$ -	\$ -	\$ -	\$ 1,855,266	\$ 4,237,010	

**BOROUGH OF PARAMUS  
GENERAL CAPITAL FUND  
SCHEDULE OF SERIAL BONDS PAYABLE  
YEAR ENDED DECEMBER 31, 2017**

Date of Issue - Purpose	Total Amount of Issue	Balance December 31, 2016	Issued In 2017	Refinanced	Paid by Budget Appropriation	Balance December 31, 2017
7/15/02 General Improvement Bonds	\$ 13,235,000	\$ 1,175,000	\$ -	\$ -	\$ (1,175,000)	\$ -
3/1/03 Pension Refunding Bonds	2,395,000	1,335,000	-	-	(210,000)	1,125,000
9/1/05 General Improvement Bonds	10,480,000	4,975,000	-	-	(795,000)	4,180,000
9/10/07 Refunding Bonds - Tax Appeals	5,265,000	1,765,000	-	-	(615,000)	1,150,000
		<u>\$ 9,250,000</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (2,795,000)</u>	<u>\$ 6,455,000</u>

**BOROUGH OF PARAMUS  
GENERAL CAPITAL FUND  
SCHEDULE OF BOND ANTICIPATION NOTES PAYABLE  
YEAR ENDED DECEMBER 31, 2017**

E-14

Improvement Description	Amount of Original Note	Date of Original Note	Date of Issue	Date of Maturity	Interest Rate	Balance December 31, 2016	Issued	Decreased	Budget Paydown	Balance December 31, 2017
<b>16-1R</b>										
#06-15 Various Public Improvements	\$ 1,710,000	8/10/2007	2/19/2016	2/17/2017	2.00%	\$ 1,041,000	\$ -	\$ (952,000)	\$ (89,000)	\$ -
#07-08 Various Public Improvements	280,250	8/10/2007	2/19/2016	2/17/2017	2.00%	164,000	-	(146,000)	(18,000)	-
#07-22 Various Public Improvements	1,602,175	8/10/2007	2/19/2016	2/17/2017	2.00%	1,003,000	-	(923,000)	(80,000)	-
#08-33 Various Public Improvements	2,004,000	11/13/2008	2/19/2016	2/17/2017	2.00%	1,406,000	-	(1,306,000)	(100,000)	-
#08-37 Municipal Pool Environmental Remediation	920,000	2/26/2009	2/19/2016	2/17/2017	2.00%	757,000	-	(724,000)	(33,000)	-
#09-04 Municipal Pool Environmental Remediation	523,800	2/25/2011	2/19/2016	2/17/2017	2.00%	466,000	-	(447,000)	(19,000)	-
#09-12 Various Public Improvements	827,500	2/25/2011	2/19/2016	2/17/2017	2.00%	722,000	-	(687,000)	(35,000)	-
#10-09 2010 Road Improvement Program	570,000	2/24/2012	2/19/2016	2/17/2017	2.00%	510,000	-	(480,000)	(30,000)	-
#10-10 Emergency Services Communication Tower	238,000	2/24/2012	2/19/2016	2/17/2017	2.00%	212,000	-	(199,000)	(13,000)	-
#10-11 Various Public Improvements	795,500	2/25/2011	2/19/2016	2/17/2017	2.00%	678,000	-	(639,000)	(39,000)	-
#11-16 Various Public Improvements	1,833,000	2/24/2012	2/19/2016	2/17/2017	2.00%	1,633,000	-	(1,533,000)	(100,000)	-
#12-16 Various Public Improvements	2,825,000	2/22/2013	2/19/2016	2/17/2017	2.00%	2,695,000	-	(2,565,000)	(130,000)	-
#12-23 Various Sidewalk Repairs	152,000	2/22/2013	2/19/2016	2/17/2017	2.00%	140,000	-	(128,000)	(12,000)	-
#13-12 Various Public Improvements	1,140,000	2/21/2014	2/19/2016	2/17/2017	2.00%	1,140,000	-	(1,055,000)	(85,000)	-
#13-28 Various Public Improvements	2,552,000	2/21/2014	2/19/2016	2/17/2017	2.00%	2,552,000	-	(2,422,000)	(130,000)	-
#13-33 Acquisition of Portable Generators	347,000	2/21/2014	2/19/2016	2/17/2017	2.00%	347,000	-	(335,000)	(12,000)	-
#14-07 Various Public Improvements	2,418,000	2/20/2015	2/19/2016	2/17/2017	2.00%	2,418,000	-	(2,418,000)	-	-
#14-24 Various Public Improvements	1,073,500	2/20/2015	2/19/2016	2/17/2017	2.00%	1,073,500	-	(1,073,500)	-	-
#14-27 Various Public Improvements	677,000	2/20/2015	2/19/2016	2/17/2017	2.00%	677,000	-	(677,000)	-	-
#15-07 Various Public Improvements	1,383,000	2/19/2016	2/19/2016	2/17/2017	2.00%	1,383,000	-	(1,383,000)	-	-
#15-19 Various Public Improvements	2,209,000	2/19/2016	2/19/2016	2/17/2017	2.00%	2,209,000	-	(2,209,000)	-	-
#15-22 Various Public Improvements	1,031,000	2/19/2016	2/19/2016	2/17/2017	2.00%	1,031,000	-	(1,031,000)	-	-
						<b>\$ 24,257,500</b>	<b>\$ -</b>	<b>\$ (23,332,500)</b>	<b>\$ (925,000)</b>	<b>\$ -</b>
<b>17-1R</b>										
#06-15 Various Public Improvements	\$ 1,710,000	8/10/2007	2/17/2017	2/16/2018	2.00%	\$ -	\$ 952,000	\$ -	\$ -	\$ 952,000
#07-08 Various Public Improvements	280,250	8/10/2007	2/17/2017	2/16/2018	2.00%	-	146,000	-	-	146,000
#07-22 Various Public Improvements	1,602,175	8/10/2007	2/17/2017	2/16/2018	2.00%	-	923,000	-	-	923,000
#08-33 Various Public Improvements	2,004,000	11/13/2008	2/17/2017	2/16/2018	2.00%	-	1,306,000	-	-	1,306,000
#08-37 Municipal Pool Environmental Remediation	920,000	2/26/2009	2/17/2017	2/16/2018	2.00%	-	724,000	-	-	724,000
#09-04 Municipal Pool Environmental Remediation	523,800	2/25/2011	2/17/2017	2/16/2018	2.00%	-	447,000	-	-	447,000
#09-12 Various Public Improvements	827,500	2/25/2011	2/17/2017	2/16/2018	2.00%	-	687,000	-	-	687,000
#10-09 2010 Road Improvement Program	570,000	2/24/2012	2/17/2017	2/16/2018	2.00%	-	480,000	-	-	480,000
#10-10 Emergency Services Communication Tower	238,000	2/24/2012	2/17/2017	2/16/2018	2.00%	-	199,000	-	-	199,000
#10-11 Various Public Improvements	795,500	2/25/2011	2/17/2017	2/16/2018	2.00%	-	639,000	-	-	639,000
#11-16 Various Public Improvements	1,833,000	2/24/2012	2/17/2017	2/16/2018	2.00%	-	1,533,000	-	-	1,533,000
#12-16 Various Public Improvements	2,825,000	2/22/2013	2/17/2017	2/16/2018	2.00%	-	2,565,000	-	-	2,565,000
#12-23 Various Sidewalk Repairs	152,000	2/22/2013	2/17/2017	2/16/2018	2.00%	-	128,000	-	-	128,000
#13-12 Various Public Improvements	1,140,000	2/21/2014	2/17/2017	2/16/2018	2.00%	-	1,055,000	-	-	1,055,000
#13-28 Various Public Improvements	2,552,000	2/21/2014	2/17/2017	2/16/2018	2.00%	-	2,422,000	-	-	2,422,000
#13-33 Acquisition of Portable Generators	347,000	2/21/2014	2/17/2017	2/16/2018	2.00%	-	335,000	-	-	335,000
#14-07 Various Public Improvements	2,418,000	2/20/2015	2/17/2017	2/16/2018	2.00%	-	2,418,000	-	-	2,418,000
#14-24 Various Public Improvements	1,073,500	2/20/2015	2/17/2017	2/16/2018	2.00%	-	1,073,500	-	-	1,073,500
#14-27 Various Public Improvements	677,000	2/20/2015	2/17/2017	2/16/2018	2.00%	-	677,000	-	-	677,000
#15-07 Various Public Improvements	1,383,000	2/19/2016	2/17/2017	2/16/2018	2.00%	-	1,383,000	-	-	1,383,000
#15-19 Various Public Improvements	2,209,000	2/19/2016	2/17/2017	2/16/2018	2.00%	-	2,209,000	-	-	2,209,000
#15-22 Various Public Improvements	1,031,000	2/19/2016	2/17/2017	2/16/2018	2.00%	-	1,031,000	-	-	1,031,000
#16-01 Various Public Improvements	1,960,000	2/17/2017	2/17/2017	2/16/2018	2.00%	-	1,960,000	-	-	1,960,000
#16-13 East Brook Turf Field	821,000	2/17/2017	2/17/2017	2/16/2018	2.00%	-	821,000	-	-	821,000
#16-23 Various Public Improvements	2,322,000	2/17/2017	2/17/2017	2/16/2018	2.00%	-	2,322,000	-	-	2,322,000
						<b>\$ -</b>	<b>\$ 28,435,500</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 28,435,500</b>
						<b>\$ 24,257,500</b>	<b>\$ 28,435,500</b>	<b>\$ (23,332,500)</b>	<b>\$ (925,000)</b>	<b>\$ 28,435,500</b>

**BOROUGH OF PARAMUS  
GENERAL CAPITAL FUND  
SCHEDULE OF LOANS PAYABLE  
YEAR ENDED DECEMBER 31, 2017**

Date of Issue - Purpose	Total Amount of Issue	Balance December 31, 2016	Issued In 2017	Paid by Budget Appropriation	Balance December 31, 2017
1998 Green Trust Loan	\$ 683,236	\$ 90,653	\$ -	\$ (44,876)	\$ 45,777
		<u>\$ 90,653</u>	<u>\$ -</u>	<u>\$ (44,876)</u>	<u>\$ 45,777</u>

**BOROUGH OF PARAMUS  
GENERAL CAPITAL FUND  
SCHEDULE OF FUND BALANCE  
YEAR ENDED DECEMBER 31, 2017**

Description	Balance December 31, 2016	Increased by			Decreased by		Balance December 31, 2017
		Bond/BAN Premiums	Cancelled Funded Imp. Authorizations	Cash Receipts	Fund Balance Anticipated	Funded Ordinances	
Fund Balance	\$ 580,804	\$ 291,090	\$ -	\$ 46,911	\$ -	\$ -	\$ 918,805

**BOROUGH OF PARAMUS  
GENERAL CAPITAL FUND  
SCHEDULE OF BONDS AND NOTES AUTHORIZED BUT NOT ISSUED  
YEAR ENDED DECEMBER 31, 2017**

Improvement Description	Balance December 31, 2016	Authorized	BANs Issued	Bonds Issued	Cancellations/ Adjustments	Balance December 31, 2017
<b>General Improvements</b>						
#86-17 Various Public Improvements	\$ 3,650	\$ -	\$ -	\$ -	\$ -	\$ 3,650
#96-15 Library/Public Safety Equipment	520	-	-	-	-	520
#97-08 Acquisition of Land	843,968	-	-	-	-	843,968
#97-15 Life Safety Complex	764	-	-	-	-	764
#91-26 Improvements to Sewer System PH 5	1,597	-	-	-	-	1,597
#02-31 Pension Refunding	105,000	-	-	-	-	105,000
#03-17 Various Public Improvements	54	-	-	-	-	54
#04-01 Acquisition of Fire Truck	400	-	-	-	-	400
#07-17 Refunding Bond Ordinance	235,000	-	-	-	-	235,000
#07-35 Refunding Tax Appeals	25,000	-	-	-	-	25,000
#09-12 Various Public Improvements	132,500	-	-	-	-	132,500
#11-28 Refunding Bond - Tax Appeals	350,000	-	-	-	-	350,000
#16-01 Various Public Improvements	1,960,000	-	1,960,000	-	-	-
#16-13 East Brook Turf Field	821,000	-	821,000	-	-	-
#16-23 Various Public Improvements	2,322,000	-	2,322,000	-	-	-
#17-06 Supplement to #15-19	-	761,900	-	-	-	761,900
#17-10 Various Public Improvements	-	1,891,000	-	-	-	1,891,000
#17-24 Supplement to #16-13	-	28,571	-	-	-	28,571
	<b>\$ 6,801,453</b>	<b>\$ 2,681,471</b>	<b>\$ 5,103,000</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 4,379,924</b>
<b>Local Improvements</b>						
#87-23 Construction of Concrete Curbs	\$ 27,655	\$ -	\$ -	\$ -	\$ -	\$ 27,655
#89-26 Sidewalk Improvements	10,750	-	-	-	-	10,750
	<b>\$ 38,405</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 38,405</b>
<b>Total</b>	<b>\$ 6,839,858</b>	<b>\$ 2,681,471</b>	<b>\$ 5,103,000</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 4,418,329</b>

**BOROUGH OF PARAMUS  
GOLF COURSE UTILITY OPERATING FUND  
BALANCE SHEET (REGULATORY BASIS)**

	<u>2017</u>	<u>2016</u>
<u>ASSETS</u>		
Cash:		
Operating Account	\$ 848,741	\$ 1,223,043
	<u>\$ 848,741</u>	<u>\$ 1,223,043</u>
Interfund Receivable:		
Golf Utility Capital Fund	\$ 228,708	\$ 1,068
	<u>\$ 228,708</u>	<u>\$ 1,068</u>
Deferred Charges:		
Overexpenditures	\$ -	\$ 33,596
Deficit in Operations	-	35,233
	<u>\$ -</u>	<u>\$ 68,829</u>
Total Assets	<u>\$ 1,077,449</u>	<u>\$ 1,292,940</u>
<u>LIABILITIES AND FUND BALANCE</u>		
Reserve for Encumbrances	\$ 159,775	\$ 155,961
	<u>\$ 159,775</u>	<u>\$ 155,961</u>
Interfund Payable:		
Current Fund	\$ -	\$ 200,000
	<u>\$ -</u>	<u>\$ 200,000</u>
Other Liabilities and Reserves:		
Accrued Interest on Bonds	\$ -	\$ 3,680
Accrued Interest on Notes	56,334	47,405
Sales Tax Payable	5,448	5,717
Appropriation Reserves	107,207	124,370
	<u>\$ 168,989</u>	<u>\$ 181,172</u>
Fund Balance	<u>\$ 748,685</u>	<u>\$ 755,807</u>
Total Liabilities and Reserves	<u>\$ 1,077,449</u>	<u>\$ 1,292,940</u>

**BOROUGH OF PARAMUS  
 GOLF COURSE UTILITY OPERATING FUND  
 SCHEDULE OF REVENUES AND OTHER CREDITS TO INCOME - REGULATORY BASIS  
 YEAR ENDED DECEMBER 31, 2017**

	Anticipated Budget	Realized	Excess/ (Deficit)
Operating Surplus Anticipated	\$ 259,000	\$ 259,000	\$ -
Membership Fees	\$ 109,000	\$ 106,542	\$ (2,458)
Registration Fees	116,000	112,443	(3,557)
Golf Cart Rental	356,000	362,633	6,633
Green Fees	1,274,000	1,340,512	66,512
Snack Bar Rental Fees	50,000	50,400	400
Miniature Golf	101,000	104,254	3,254
Miscellaneous	310,000	351,347	41,347
Reserve for Payment of Debt Service	225,000	225,000	-
	<u>\$ 2,800,000</u>	<u>\$ 2,912,131</u>	<u>\$ 112,131</u>
Other Credits to Income:			
Unexpended Balance of Appropriation Reserves	\$ -	\$ 125,753	\$ 125,753
Deficit (General Budget)	-	-	-
Cancellations & Adjustments	-	70	70
Unexpended Balances Cancelled	-	-	-
Miscellaneous Revenue Not Anticipated:			
Interest Income	-	13,924	13,924
Refunded Overpayments	-	-	-
	<u>\$ -</u>	<u>\$ 139,747</u>	<u>\$ 139,747</u>
Fund Balance - Golf Course Utility Capital	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Total Revenues and Credits to Income	<u>\$ 2,800,000</u>	<u>\$ 3,051,878</u>	<u>\$ 251,878</u>

**BOROUGH OF PARAMUS  
GOLF COURSE UTILITY OPERATING FUND  
SCHEDULE OF EXPENDITURES AND OTHER CHARGES TO INCOME - REGULATORY BASIS  
YEAR ENDED DECEMBER 31, 2017**

	Appropriations			Expended		Unexpended	Overexpenditure
	Adopted Budget	Emergency Appropriation	Budget After Modification	Paid or Charged	Reserved	Balance Canceled	
<b>Operating:</b>							
Salaries and Wages	\$ 1,129,000	\$ -	\$ 1,129,000	\$ 1,096,338	\$ 32,662	\$ -	\$ -
Other Expenses	715,000	-	715,000	682,464	32,536	-	-
Group Insurance Reimbursement	75,000	-	75,000	75,000	-	-	-
	<u>\$ 1,919,000</u>	<u>\$ -</u>	<u>\$ 1,919,000</u>	<u>\$ 1,853,802</u>	<u>\$ 65,198</u>	<u>\$ -</u>	<u>\$ -</u>
<b>Capital Improvements:</b>							
Capital Improvement Fund	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Capital Outlay	113,713	-	113,713	79,181	34,532	-	-
	<u>\$ 113,713</u>	<u>\$ -</u>	<u>\$ 113,713</u>	<u>\$ 79,181</u>	<u>\$ 34,532</u>	<u>\$ -</u>	<u>\$ -</u>
<b>Debt Service:</b>							
Payment of Bonds	\$ 335,000	\$ -	\$ 335,000	\$ 335,000	\$ -	\$ -	\$ -
Payment of BAN's & Capital Notes	85,000	-	85,000	85,000	-	-	-
Interest on Bonds	4,960	-	4,960	4,960	-	-	-
Interest on Notes (BAN's)	63,498	-	63,498	63,498	-	-	-
	<u>\$ 488,458</u>	<u>\$ -</u>	<u>\$ 488,458</u>	<u>\$ 488,458</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<b>Deferred Charges:</b>							
Overexpenditures	\$ 33,596	\$ -	\$ 33,596	\$ 33,596	\$ -	\$ -	\$ -
Deficit In Operations	35,233	-	35,233	35,233	-	-	-
	<u>\$ 68,829</u>	<u>\$ -</u>	<u>\$ 68,829</u>	<u>\$ 68,829</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<b>Statutory Expenditures:</b>							
Social Security System	\$ 90,000	\$ -	\$ 90,000	\$ 82,523	\$ 7,477	\$ -	\$ -
	<u>\$ 90,000</u>	<u>\$ -</u>	<u>\$ 90,000</u>	<u>\$ 82,523</u>	<u>\$ 7,477</u>	<u>\$ -</u>	<u>\$ -</u>
Deficit in Operations in Prior Years	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Surplus (General Budget)	\$ 120,000	\$ -	\$ 120,000	\$ 120,000	\$ -	\$ -	\$ -
Total Appropriations	<u>\$ 2,800,000</u>	<u>\$ -</u>	<u>\$ 2,800,000</u>	<u>\$ 2,692,793</u>	<u>\$ 107,207</u>	<u>\$ -</u>	<u>\$ -</u>
<b>Other Charges to Income:</b>							
Refund of Prior Year's Revenue				<u>\$ -</u>			

**BOROUGH OF PARAMUS  
 GOLF COURSE UTILITY OPERATING FUND  
 SCHEDULE OF INTERFUNDS RECEIVABLE  
 YEAR ENDED DECEMBER 31, 2017**

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Description	Balance December 31, 2016	Interfunds Advanced	Interfunds Offset/ Returned	Balance December 31, 2017
Due From Golf Utility Capital Fund	\$ 1,068	\$ 227,640	\$ -	\$ 228,708

**BOROUGH OF PARAMUS  
 GOLF COURSE UTILITY OPERATING FUND  
 SCHEDULE OF DEFERRED CHARGES  
 YEAR ENDED DECEMBER 31, 2017**

Caused By	Balance December 31, 2016	Resulting From 2017	Subsequent Budget Appropriation	Balance December 31, 2017
Overexpenditures	33,596	-	33,596	-
Deficit in Operations	35,233	-	35,233	-
	\$ 68,829	\$ -	\$ 68,829	\$ -

**BOROUGH OF PARAMUS  
 GOLF COURSE UTILITY OPERATING FUND  
 SCHEDULE OF RESERVE FOR ENCUMBRANCES  
 YEAR ENDED DECEMBER 31, 2017**

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Balance, December 31, 2016		\$	155,961
Increased by:			
Current Year Budget Encumbrances	\$	<u>159,775</u>	
		\$	159,775
Decreased by:			
Cash Disbursements	\$	154,579	
Unexpended Balances Cancelled		<u>1,382</u>	
		\$	155,961
Balance, December 31, 2017		<u>\$</u>	<u>159,775</u>

**BOROUGH OF PARAMUS  
 GOLF COURSE UTILITY OPERATING FUND  
 SCHEDULE OF INTERFUNDS PAYABLE  
 YEAR ENDED DECEMBER 31, 2017**

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Description	Balance December 31, 2016	Interfunds Advanced	Interfunds Offset/ Returned	Balance December 31, 2017
Due To Current Fund	\$ 200,000	\$ 334,569	\$ (534,569)	\$ -

**BOROUGH OF PARAMUS  
GOLF COURSE UTILITY OPERATING FUND  
SCHEDULE OF ACCRUED INTEREST ON BONDS  
YEAR ENDED DECEMBER 31, 2017**

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Balance, December 31, 2016		\$	3,680
Increased by:			
Current Year Budget Appropriation	\$	<u>4,960</u>	
		\$	4,960
Decreased by:			
Cash Disbursements	\$	<u>8,640</u>	
		\$	8,640
Balance, December 31, 2017		<u>\$</u>	<u>-</u>

**BOROUGH OF PARAMUS  
GOLF COURSE UTILITY OPERATING FUND  
SCHEDULE OF ACCRUED INTEREST ON NOTES  
YEAR ENDED DECEMBER 31, 2017**

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Balance, December 31, 2016		\$	47,405
Increased by:			
Current Year Budget Appropriation	\$	63,498	
Other Adjustments		-	
		<u>\$</u>	63,498
Decreased by:			
Cash Disbursements	\$	54,569	
		<u>\$</u>	54,569
Balance, December 31, 2017		<u><u>\$</u></u>	<u>56,334</u>

**BOROUGH OF PARAMUS  
GOLF COURSE UTILITY OPERATING FUND  
SCHEDULE OF SALES TAX PAYABLE  
YEAR ENDED DECEMBER 31, 2017**

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Balance, December 31, 2016		\$	5,717
Increased by:			
Current Year Collections	\$	<u>26,884</u>	
		\$	26,884
Decreased by:			
Cash Disbursements to State	\$	<u>27,153</u>	
		\$	27,153
Balance, December 31, 2017		<u>\$</u>	<u>5,448</u>

**BOROUGH OF PARAMUS  
GOLF COURSE UTILITY CAPITAL FUND  
BALANCE SHEET (REGULATORY BASIS)**

	<u>2017</u>	<u>2016</u>
<u>ASSETS</u>		
Cash:		
Operating Account	\$ 140,838	\$ 796,228
Interfund Receivable:		
Current Fund	\$ 581,000	\$ -
Intergovernmental Receivable		
Bergen County Open Space	\$ -	\$ 54,320
Fixed Capital Authorized & Uncompleted	\$ 5,156,362	\$ 4,056,362
Fixed Capital	\$ 12,961,822	\$ 12,882,641
Total Assets	<u>\$ 18,840,022</u>	<u>\$ 17,789,551</u>
<u>LIABILITIES AND FUND BALANCE</u>		
Accounts/Contracts Payable	\$ -	\$ 92,707
Interfund Payable:		
Golf Course Utility Operating Fund	\$ 228,708	\$ 1,068
Current Fund	-	500,000
	<u>\$ 228,708</u>	<u>\$ 501,068</u>
Other Liabilities and Reserves:		
Capital Improvement Fund	\$ 59,098	\$ 111,479
Reserve for Payment of Debt Service	-	225,000
Reserve for Amortization	12,961,822	12,547,641
Reserve for Deferred Amortization	862,339	724,958
	<u>\$ 13,883,259</u>	<u>\$ 13,609,078</u>
Improvement Authorizations:		
Funded	\$ 60,258	\$ 69,168
Unfunded	1,428,117	438,850
	<u>\$ 1,488,375</u>	<u>\$ 508,018</u>
Bond Anticipation Notes Payable	\$ 3,239,680	\$ 2,743,680
Serial Bonds Payable	\$ -	\$ 335,000
Fund Balance	\$ -	\$ -
Total Liabilities and Reserves	<u>\$ 18,840,022</u>	<u>\$ 17,789,551</u>

**BOROUGH OF PARAMUS  
 GOLF COURSE UTILITY CAPITAL FUND  
 SCHEDULE OF GRANTS RECEIVABLE  
 YEAR ENDED DECEMBER 31, 2017**

Improvement Description	Balance December 31, 2016	Improvement Authorized	Cash Received	Other	Balance December 31, 2017
<b>Federal:</b>					
None					
<b>State:</b>					
None					
<b>Other:</b>					
Bergen County - Open Space Trust Fund - #15-37	\$ 54,320	\$ -	\$ (54,320)	\$ -	\$ -
Total Other	<u>\$ 54,320</u>	<u>\$ -</u>	<u>\$ (54,320)</u>	<u>\$ -</u>	<u>\$ -</u>
Total Grants Receivable	<u>\$ 54,320</u>	<u>\$ -</u>	<u>\$ (54,320)</u>	<u>\$ -</u>	<u>\$ -</u>

**BOROUGH OF PARAMUS  
 GOLF COURSE UTILITY CAPITAL FUND  
 SCHEDULE OF INTERFUNDS RECEIVABLE  
 YEAR ENDED DECEMBER 31, 2017**

Description	Balance December 31, 2016	Interfunds Advanced	Interfunds Offset/ Returned	Balance December 31, 2017
Due From Current Fund	\$ -	\$ 581,000	\$ -	\$ 581,000
	<u>\$ -</u>	<u>\$ 581,000</u>	<u>\$ -</u>	<u>\$ 581,000</u>

**BOROUGH OF PARAMUS  
GOLF COURSE UTILITY CAPITAL FUND  
SCHEDULE OF FIXED CAPITAL AUTHORIZED & UNCOMPLETED  
YEAR ENDED DECEMBER 31, 2017**

Improvement	Balance		Receipts Applied	Transferred to Fixed Capital	Cancellations/ Adjustments	Balance		Analysis of Balance		
	December 31, 2016	Authorized				December 31, 2017	Outstanding BANs	B&N Authorized	Deferred Amortization	
#97-19 Golf Course Improvements	\$ 1,674	\$ -	\$ -	\$ -	\$ -	\$ 1,674	\$ -	\$ 1,674	\$ -	
#99-14 Golf Course Improvements	14,500	-	-	-	-	14,500	-	-	14,500	
#99-31 Acquisition of Land	11,250	-	-	-	-	11,250	-	-	11,250	
#01-07 Golf Course Improvements	18,250	-	-	-	-	18,250	-	4,025	14,225	
#03-19 Golf Course Improvements	1,025	-	-	-	-	1,025	-	1,025	-	
#04-12 Golf Course Improvements	15,000	-	-	-	-	15,000	-	-	15,000	
#05-26 Golf Course Impts/Gannarelli Sports Complex	11,500	-	-	-	-	11,500	-	-	11,500	
#07-06 Constr/Renovation to Parkway School Field	1,644,310	-	-	-	-	1,644,310	1,150,000	-	494,310	
#07-21 Golf Course Improvements	594,853	-	-	-	-	594,853	400,000	-	194,853	
#15-37 Golf Course Improvements	1,163,000	-	-	-	-	1,163,000	1,108,680	-	54,320	
#16-18 Supplemental to #15-37 - Golf Course Impts.	430,000	-	-	-	-	430,000	430,000	-	-	
#16-24 Golf Course Improvements	151,000	-	-	-	-	151,000	151,000	-	-	
#17-28 Golf Course Improvements - Concession Stand	-	1,100,000	-	-	-	1,100,000	-	1,047,619	52,381	
	<u>\$ 4,056,362</u>	<u>\$ 1,100,000</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,156,362</u>	<u>\$ 3,239,680</u>	<u>\$ 1,054,343</u>	<u>\$ 862,339</u>	

**BOROUGH OF PARAMUS  
 GOLF COURSE UTILITY CAPITAL FUND  
 SCHEDULE OF FIXED CAPITAL  
 YEAR ENDED DECEMBER 31, 2017**

F-15

Description	Balance December 31, 2016	Transferred From Fixed Capital Authorized & Uncompleted	Transferred From Golf Utility Operating Fund Capital Outlay	Adjustments	Cancellations	Balance December 31, 2017
Unallocated	\$ 12,882,641	\$ -	\$ 79,181	\$ -	\$ -	\$ 12,961,822
					Reserve for Amortization	\$ 12,961,822
					Serial Bonds Payable	-
						<u>\$ 12,961,822</u>

**BOROUGH OF PARAMUS  
 GOLF COURSE UTILITY CAPITAL FUND  
 SCHEDULE OF ACCOUNTS/CONTRACTS PAYABLE  
 YEAR ENDED DECEMBER 31, 2017**

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Vendor	Ordinance Number	Contract Number	Balance December 31, 2016	Accrued	Paid	Cancellations and Adjustments	Balance December 31, 2017
Various	Various	Various	\$ 92,707	\$ 119,643	\$ (212,350)	\$ -	\$ -
			<u>\$ 92,707</u>	<u>\$ 119,643</u>	<u>\$ (212,350)</u>	<u>\$ -</u>	<u>\$ -</u>

**BOROUGH OF PARAMUS  
 GOLF COURSE UTILITY CAPITAL FUND  
 SCHEDULE OF INTERFUNDS PAYABLE  
 YEAR ENDED DECEMBER 31, 2017**

Description	Balance December 31, 2016	Interfunds Advanced	Interfunds Offset/ Returned	Balance December 31, 2017
Due To - Golf Course Utility Operating Fund	\$ 1,068	\$ 227,640	\$ -	\$ 228,708
Due To - Current Fund	500,000	2,658,680	3,158,680	-
	<u>\$ 501,068</u>	<u>\$ 2,886,320</u>	<u>\$ 3,158,680</u>	<u>\$ 228,708</u>

**BOROUGH OF PARAMUS  
 GOLF COURSE UTILITY CAPITAL FUND  
 SCHEDULE OF CAPITAL IMPROVEMENT FUND  
 YEAR ENDED DECEMBER 31, 2017**

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Description	Increases	Decreases	Balance
Balance, December 31, 2016			\$ 111,479
2017 Budget Appropriation	-		-
Appropriated to Finance Improvement Authorizations:			
#17-28 Golf Course Improvements - Concession Stand		(52,381)	(52,381)
Balance, December 31, 2017	\$ -	\$ (52,381)	\$ 59,098

**BOROUGH OF PARAMUS  
 GOLF COURSE UTILITY CAPITAL FUND  
 SCHEDULE OF RESERVE FOR PAYMENT OF DEBT SERVICE  
 YEAR ENDED DECEMBER 31, 2017**

Ordinance	Balance December 31, 2016	Transfer to Operating Fund Revenue	Increased by			Balance December 31, 2017
			Cash Receipts	Cancelled Funded Authorizations	Adjustments	
Bergen County Open Space - Parkway School Phase 1 & 2	\$ 225,000	\$ (225,000)	\$ -	\$ -	\$ -	\$ -
	<u>\$ 225,000</u>	<u>\$ (225,000)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**BOROUGH OF PARAMUS  
 GOLF COURSE UTILITY CAPITAL FUND  
 SCHEDULE OF RESERVE FOR AMORTIZATION  
 YEAR ENDED DECEMBER 31, 2017**

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Description	Balance December 31, 2016	Transferred From Golf Utility Operating Fund Capital Outlay	Serial Bond Principal Payments	Refinanced	Cancellations	Balance December 31, 2017
Unallocated	\$ 12,547,641	\$ 79,181	\$ 335,000	\$ -	\$ -	\$ 12,961,822

**BOROUGH OF PARAMUS  
 GOLF COURSE UTILITY CAPITAL FUND  
 SCHEDULE OF RESERVE FOR DEFERRED AMORTIZATION  
 YEAR ENDED DECEMBER 31, 2017**

Description	Balance December 31, 2016	Authorized	Transferred From Golf Utility Operating Fund Capital Outlay	BAN Principal Payments	Cancellations	Balance December 31, 2017
#99-14 Golf Course Improvements	\$ 14,500	\$ -	\$ -	\$ -	\$ -	\$ 14,500
#99-31 Acquisition of Land	11,250	-	-	-	-	11,250
#01-07 Golf Course Improvements	14,225	-	-	-	-	14,225
#04-12 Golf Course Improvements	15,000	-	-	-	-	15,000
#05-26 Golf Course Impts/Gannarelli Sports Complex	11,500	-	-	-	-	11,500
#07-06 Constr/Renovation to Parkway School Field	434,310	-	-	60,000	-	494,310
#07-21 Golf Course Improvements	169,853	-	-	25,000	-	194,853
#15-37 Golf Course Improvements	54,320	-	-	-	-	54,320
#17-28 Golf Course Improvements - Concession Stand	-	52,381	-	-	-	52,381
	<u>\$ 724,958</u>	<u>\$ 52,381</u>	<u>\$ -</u>	<u>\$ 85,000</u>	<u>\$ -</u>	<u>\$ 862,339</u>

**BOROUGH OF PARAMUS  
 GOLF COURSE UTILITY CAPITAL FUND  
 SCHEDULE OF IMPROVEMENT AUTHORIZATIONS  
 YEAR ENDED DECEMBER 31, 2017**

Description	Balance - January 1, 2017		Bonds & Notes Authorized	Expended	Adjustments	Cancellations	Balance - December 31, 2017	
	Funded	Unfunded					Funded	Unfunded
#89-33 Golf Course Improvements	\$ 1,402	\$ -	\$ -	\$ 8,910	\$ 8,910	\$ -	\$ 1,402	\$ -
#99-14 Golf Course Improvements	38,926	-	-	8,910	-	-	30,016	-
#99-31 Acquisition of Land	11,596	-	-	-	-	-	11,596	-
#01-07 Golf Course Improvements	10,615	4,025	-	-	-	-	10,615	4,025
#03-19 Golf Course Improvements	5,331	-	-	-	-	-	5,331	-
#04-12 Golf Course Improvements	1,298	-	-	-	-	-	1,298	-
#07-06 Constr/Renovation to Parkway School Field	-	176,820	-	-	-	-	-	176,820
#07-21 Golf Course Improvements	-	950	-	-	-	-	-	950
#16-18 Supplemental to #15-37 - Golf Course Impts.	-	197,801	-	66,966	-	-	-	130,835
#16-24 Golf Course Improvements	-	59,254	-	43,767	-	-	-	15,487
#17-28 Golf Course Improvements - Concession Stand	-	-	1,100,000	-	-	-	-	1,100,000
	<u>\$ 69,168</u>	<u>\$ 438,850</u>	<u>\$ 1,100,000</u>	<u>\$ 128,553</u>	<u>\$ 8,910</u>	<u>\$ -</u>	<u>\$ 60,258</u>	<u>\$ 1,428,117</u>

**BOROUGH OF PARAMUS  
GOLF COURSE UTILITY CAPITAL FUND  
SCHEDULE OF BOND ANTICIPATION NOTES PAYABLE  
YEAR ENDED DECEMBER 31, 2017**

Improvement Description	Amount of Original Note	Date of Original Note	Date of Issue	Date of Maturity	Interest Rate	Balance December 31, 2016	Issued	Decreased	Budget Paydown	Balance December 31, 2017
<u>16-1RGU</u>										
#07-06 - Constr/Renovation to Parkway School Field	\$ 8,650,000	8/10/2007	2/19/2016	2/17/2017	2.00%	\$ 1,210,000	\$ -	\$ (1,150,000)	\$ (60,000)	\$ -
#07-21 - Golf Course Improvements	1,710,000	8/10/2007	2/19/2016	2/17/2017	2.00%	425,000	-	(400,000)	(25,000)	-
#15-37 - Golf Course Improvements	1,108,680	2/19/2016	2/19/2016	2/17/2017	2.00%	1,108,680	-	(1,108,680)	-	-
						<u>\$ 2,743,680</u>	<u>\$ -</u>	<u>\$ (2,658,680)</u>	<u>\$ (85,000)</u>	<u>\$ -</u>
<u>17-1RGU</u>										
#07-06 - Constr/Renovation to Parkway School Field	\$ 8,650,000	8/10/2007	2/17/2017	2/16/2018	2.00%	\$ -	\$ 1,150,000	\$ -	\$ -	\$ 1,150,000
#07-21 - Golf Course Improvements	1,710,000	8/10/2007	2/17/2017	2/16/2018	2.00%	-	400,000	-	-	400,000
#15-37 - Golf Course Improvements	1,108,680	2/19/2016	2/17/2017	2/16/2018	2.00%	-	1,108,680	-	-	1,108,680
#16-18 - Supplemental to #15-37 - Golf Course Impts.	430,000	2/17/2017	2/17/2017	2/16/2018	2.00%	-	430,000	-	-	430,000
#16-24 - Golf Course Improvements	151,000	2/17/2017	2/17/2017	2/16/2018	2.00%	-	151,000	-	-	151,000
						<u>\$ -</u>	<u>\$ 3,239,680</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,239,680</u>
						<u>\$ 2,743,680</u>	<u>\$ 3,239,680</u>	<u>\$ (2,658,680)</u>	<u>\$ (85,000)</u>	<u>\$ 3,239,680</u>

**BOROUGH OF PARAMUS  
 GOLF COURSE UTILITY CAPITAL FUND  
 SCHEDULE OF SERIAL BONDS PAYABLE  
 YEAR ENDED DECEMBER 31, 2017**

Date of Issue - Purpose	Total Amount of Issue	Balance December 31, 2016	Issued In 2017	Paid by Budget Appropriation	Refinanced	Balance December 31, 2017
7/15/02 General Golf Course Utility Bonds	\$ 1,865,000	\$ 160,000	\$ -	\$ (160,000)	\$ -	\$ -
9/20/05 General Golf Course Utility Bonds	1,320,000	175,000	-	(175,000)	-	-
		<u>\$ 335,000</u>	<u>\$ -</u>	<u>\$ (335,000)</u>	<u>\$ -</u>	<u>\$ -</u>

**BOROUGH OF PARAMUS  
 GOLF COURSE UTILITY CAPITAL FUND  
 SCHEDULE OF BONDS AND NOTES AUTHORIZED BUT NOT ISSUED  
 YEAR ENDED DECEMBER 31, 2017**

Improvement Description	Balance December 31, 2016	Authorized	BANs Issued	Bonds Issued	Cancellations/ Adjustments	Balance December 31, 2016
#97-19 Golf Course Improvements	\$ 1,674	\$ -	\$ -	\$ -	\$ -	\$ 1,674
#01-07 Golf Course Improvements	4,025	-	-	-	-	4,025
#03-19 Golf Course Improvements	1,025	-	-	-	-	1,025
#16-18 Supplemental to #15-37 - Golf Course Impts.	430,000	-	430,000	-	-	-
#16-24 Golf Course Improvements	151,000	-	151,000	-	-	-
#17-28 Golf Course Improvements - Concession Stand	-	1,047,619	-	-	-	1,047,619
<b>Total</b>	<b>\$ 587,724</b>	<b>\$ 1,047,619</b>	<b>\$ 581,000</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 1,054,343</b>

**BOROUGH OF PARAMUS  
SWIMMING POOL UTILITY OPERATING FUND  
BALANCE SHEET (REGULATORY BASIS)**

	<u>2017</u>	<u>2016</u>
<u>ASSETS</u>		
Cash:		
Operating Account	\$ 228,799	\$ 260,760
Interfund Receivable:		
Swimming Pool Utility Capital Fund	\$ 8,908	\$ 69
Deferred Charges:		
Operating Deficit	\$ -	\$ 4,768
Expenditures Without Appropriation	2,230	14,332
Overexpenditures	-	10,320
	<u>\$ 2,230</u>	<u>\$ 29,420</u>
Total Assets	<u>\$ 239,937</u>	<u>\$ 290,249</u>
<u>LIABILITIES AND FUND BALANCE</u>		
Reserve for Encumbrances	\$ 2,195	\$ 5,824
Interfund Payable:		
Swim Pool Utility Capital Fund	\$ 800	\$ 800
Other Liabilities and Reserves:		
Accrued Interest on Notes	\$ 16,024	\$ 16,872
Appropriation Reserves	14,101	18,145
	<u>\$ 30,125</u>	<u>\$ 35,017</u>
Fund Balance	<u>\$ 206,817</u>	<u>\$ 248,608</u>
Total Liabilities and Reserves	<u>\$ 239,937</u>	<u>\$ 290,249</u>

**BOROUGH OF PARAMUS  
 SWIMMING POOL UTILITY OPERATING FUND  
 SCHEDULE OF REVENUES AND OTHER CREDITS TO INCOME - REGULATORY BASIS  
 YEAR ENDED DECEMBER 31, 2017**

	Anticipated Budget	Realized	Excess/ (Deficit)
Operating Surplus Anticipated	\$ 86,100	\$ 86,100	\$ -
Membership Fees	\$ 385,000	\$ 373,797	\$ (11,203)
Registration Fees	5,900	6,025	125
Snack Bar Rental Fees	20,000	40	(19,960)
Guest Fees	58,000	45,580	(12,420)
Concession Revenues	-	65,664	65,664
Miscellaneous	37,000	38,829	1,829
Reserve for Payment of Debt Service	8,000	8,000	-
	<u>\$ 600,000</u>	<u>\$ 624,035</u>	<u>\$ 24,035</u>
Other Credits to Income:			
Unexpended Balance of Appropriation Reserves	\$ -	\$ 18,145	\$ 18,145
Deficit (General Budget)	-	-	-
Unexpended Balances Cancelled	-	-	-
Cancellations & Adjustments	-	2,054	2,054
Miscellaneous Revenue Not Anticipated	-	75	75
	<u>\$ -</u>	<u>\$ 20,274</u>	<u>\$ 20,274</u>
Fund Balance - Swimming Pool Utility Capital	\$ -	\$ -	\$ -
Total Revenues and Credits to Income	<u>\$ 600,000</u>	<u>\$ 644,309</u>	<u>\$ 44,309</u>

**BOROUGH OF PARAMUS  
SWIMMING POOL UTILITY OPERATING FUND  
SCHEDULE OF EXPENDITURES AND OTHER CHARGES TO INCOME - REGULATORY BASIS  
YEAR ENDED DECEMBER 31, 2017**

	Appropriations			Expended		Unexpended		Overexpenditure
	Adopted Budget	Emergency Appropriation	Budget After Modification	Paid or Charged	Reserved	Balance Canceled		
<b>Operating:</b>								
Salaries and Wages	\$ 237,500	\$ -	\$ 237,500	\$ 237,500	\$ -	\$ -	\$ -	-
Other Expenses:	232,000	-	232,000	225,405	6,595	-	-	-
	<u>\$ 469,500</u>	<u>\$ -</u>	<u>\$ 469,500</u>	<u>\$ 462,905</u>	<u>\$ 6,595</u>	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>
<b>Capital Improvements:</b>								
Capital Improvement Fund	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	-
Capital Outlay	7,506	-	7,506	-	7,506	-	-	-
	<u>\$ 7,506</u>	<u>\$ -</u>	<u>\$ 7,506</u>	<u>\$ -</u>	<u>\$ 7,506</u>	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>
<b>Debt Service:</b>								
Payment of Bonds	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	-
Payment of BAN's & Capital Notes	55,000	-	55,000	55,000	-	-	-	-
Interest on Bonds	-	-	-	-	-	-	-	-
Interest on Notes (BAN's)	18,574	-	18,574	18,574	-	-	-	-
	<u>\$ 73,574</u>	<u>\$ -</u>	<u>\$ 73,574</u>	<u>\$ 73,574</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>
<b>Deferred Charges:</b>								
Overexpenditures	\$ 10,320	\$ -	\$ 10,320	\$ 10,320	\$ -	\$ -	\$ -	-
Deficit in Operations	4,768	-	4,768	4,768	-	-	-	-
Expenditures Without Appropriation	14,332	-	14,332	14,332	-	-	-	-
	<u>\$ 29,420</u>	<u>\$ -</u>	<u>\$ 29,420</u>	<u>\$ 29,420</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>
<b>Statutory Expenditures:</b>								
Social Security System	\$ 20,000	\$ -	\$ 20,000	\$ 20,000	\$ -	\$ -	\$ -	-
	<u>\$ 20,000</u>	<u>\$ -</u>	<u>\$ 20,000</u>	<u>\$ 20,000</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>
Deficit in Operations in Prior Years	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	-
Total Appropriations	<u>\$ 600,000</u>	<u>\$ -</u>	<u>\$ 600,000</u>	<u>\$ 585,899</u>	<u>\$ 14,101</u>	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>
<b>Other Charges to Income:</b>								
Refund of Prior Year's Revenue				<u>\$ -</u>				

**BOROUGH OF PARAMUS  
 SWIMMING POOL UTILITY OPERATING FUND  
 SCHEDULE OF INTERFUNDS RECEIVABLE  
 YEAR ENDED DECEMBER 31, 2017**

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Description	Balance December 31, 2016	Interfunds Advanced	Interfunds Offset/ Returned	Balance December 31, 2017
Due From - Swimming Pool Utility Capital Fund	\$ 69	\$ 8,839	\$ -	\$ 8,908

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**BOROUGH OF PARAMUS  
 SWIMMING POOL UTILITY OPERATING FUND  
 SCHEDULE OF DEFERRED CHARGES  
 YEAR ENDED DECEMBER 31, 2017**

Caused By	Balance December 31, 2016	Resulting From 2017	Subsequent Budget Appropriation	Balance December 31, 2017
Operating Deficit	\$ 4,768	\$ -	\$ 4,768	\$ -
Expenditures Without Appropriation	14,332	2,230	14,332	2,230
Overexpenditures	10,320	-	10,320	-
	<u>\$ 29,420</u>	<u>\$ 2,230</u>	<u>\$ 29,420</u>	<u>\$ 2,230</u>

**BOROUGH OF PARAMUS  
 SWIMMING POOL UTILITY OPERATING FUND  
 SCHEDULE OF RESERVE FOR ENCUMBRANCES  
 YEAR ENDED DECEMBER 31, 2017**

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Balance, December 31, 2016		\$	5,824
Increased by:			
Current Year Budget Encumbrances	\$	<u>2,195</u>	
		\$	2,195
Decreased by:			
Cash Disbursements	\$	-	
Unexpended Balances Cancelled		<u>5,824</u>	
		\$	5,824
Balance, December 31, 2017		<u>\$</u>	<u>2,195</u>

**BOROUGH OF PARAMUS  
 SWIMMING POOL UTILITY OPERATING FUND  
 SCHEDULE OF INTERFUNDS PAYABLE  
 YEAR ENDED DECEMBER 31, 2017**

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Description	Balance December 31, 2016	Interfunds Advanced	Interfunds Offset/ Returned	Balance December 31, 2017
Due To - Swim Pool Utility Capital Fund	\$ 800	\$ -	\$ -	\$ 800
	-			-

**BOROUGH OF PARAMUS  
 SWIMMING POOL UTILITY OPERATING FUND  
 SCHEDULE OF ACCRUED INTEREST ON BONDS  
 YEAR ENDED DECEMBER 31, 2017**

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Balance, December 31, 2016		\$	-
Increased by:			
Current Year Budget Appropriation	\$	-	
		\$	-
Decreased by:			
Cash Disbursements	\$	-	
Other Adjustments		-	
		\$	-
Balance, December 31, 2017		\$	-

**BOROUGH OF PARAMUS  
 SWIMMING POOL UTILITY OPERATING FUND  
 SCHEDULE OF ACCRUED INTEREST ON NOTES  
 YEAR ENDED DECEMBER 31, 2017**

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Balance, December 31, 2016		\$	16,872
Increased by:			
Current Year Budget Appropriation	\$	18,574	
Other Adjustments		-	
		<u>          </u>	\$ 18,574
Decreased by:			
Cash Disbursements	\$	19,422	
		<u>          </u>	\$ 19,422
Balance, December 31, 2017		<u>          </u>	<u>          </u> \$ 16,024

**BOROUGH OF PARAMUS  
SWIMMING POOL UTILITY CAPITAL FUND  
BALANCE SHEET (REGULATORY BASIS)**

	<u>2017</u>	<u>2016</u>
<u>ASSETS</u>		
Cash:		
Operating Account	\$ 103,822	\$ 143,523
Interfund Receivable:		
Swim Pool Utility Operating Fund	\$ 800	\$ 800
Fixed Capital Authorized & Uncompleted	\$ 1,251,784	\$ 1,251,784
Fixed Capital	\$ 2,452,780	\$ 2,452,780
Total Assets	<u>\$ 3,809,186</u>	<u>\$ 3,848,887</u>
<u>LIABILITIES AND FUND BALANCE</u>		
Reserve for Encumbrances	\$ 41,938	\$ 29,989
Interfund Payable:		
Swimming Pool Utility Operating Fund	\$ 8,908	\$ 69
Other Liabilities and Reserves:		
Reserve for Amortization	\$ 2,452,780	\$ 2,452,780
Reserve for Deferred Amortization	319,514	264,514
Reserve for Payment of Debt Service	-	8,000
	<u>\$ 2,772,294</u>	<u>\$ 2,725,294</u>
Improvement Authorizations:		
Funded	\$ 146	\$ 34,824
Unfunded	64,386	82,197
	<u>\$ 64,532</u>	<u>\$ 117,021</u>
Bond Anticipation Notes Payable	\$ 921,500	\$ 976,500
Serial Bonds Payable	\$ -	\$ -
Fund Balance	\$ 14	\$ 14
Total Liabilities and Reserves	<u>\$ 3,809,186</u>	<u>\$ 3,848,887</u>

**BOROUGH OF PARAMUS  
SWIMMING POOL UTILITY CAPITAL FUND  
SCHEDULE OF FIXED CAPITAL AUTHORIZED & UNCOMPLETED  
YEAR ENDED DECEMBER 31, 2017**

Improvement	Balance		Receipts Applied	Transferred to Fixed Capital	Cancellations/ Adjustments	Balance		Analysis of Balance		
	December 31, 2016	Authorized				December 31, 2017	Outstanding B&N	B&N Authorized	Deferred Amortization	
#80-19 Improvements to Filtration System	\$ 146	\$ -	\$ -	\$ -	\$ -	\$ 146	\$ -	\$ -	\$ 146	
#01-18 Pool Improvements	10,000	-	-	-	-	10,000	-	950	9,050	
#02-14 Pool Improvements	4,170	-	-	-	-	4,170	-	70	4,100	
#03-18 Pool Improvements	9,500	-	-	-	-	9,500	-	9,500	-	
#05-25 Pool Improvements	5,750	-	-	-	-	5,750	-	-	5,750	
#05-26 Pool Improvements	250	-	-	-	-	250	-	250	-	
#06-16 Pool Improvements	116,068	-	-	-	-	116,068	64,000	-	52,068	
#08-28 Pool Improvements	580,900	-	-	-	-	580,900	440,000	-	140,900	
#08-38 Professional Services - Remediation	300,000	-	-	-	-	300,000	205,000	-	95,000	
#13-29 Pool Improvements	75,000	-	-	-	-	75,000	70,000	-	5,000	
#14-28 Pool Improvements	150,000	-	-	-	-	150,000	142,500	-	7,500	
	<u>\$ 1,251,784</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,251,784</u>	<u>\$ 921,500</u>	<u>\$ 10,770</u>	<u>\$ 319,514</u>	

**BOROUGH OF PARAMUS  
 SWIMMING POOL UTILITY CAPITAL FUND  
 SCHEDULE OF FIXED CAPITAL  
 YEAR ENDED DECEMBER 31, 2017**

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Description	Balance December 31, 2016	Transferred From Fixed Capital Authorized & Uncompleted	Transferred From Pool Utility Operating Fund Capital Outlay	Adjustments	Cancellations	Balance December 31, 2017
Unallocated	\$ 2,452,780	\$ -	\$ -	\$ -	\$ -	\$ 2,452,780
					Reserve for Amortization	\$ 2,452,780
					Serial Bonds Payable	-
						<u>\$ 2,452,780</u>

**BOROUGH OF PARAMUS  
 SWIMMING POOL UTILITY CAPITAL FUND  
 SCHEDULE OF INTERFUNDS PAYABLE  
 YEAR ENDED DECEMBER 31, 2017**

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Description	Balance December 31, 2016	Interfunds Advanced	Interfunds Offset/ Returned	Balance December 31, 2017
Due To Swimming Pool Utility Operating Fund	\$ 69	\$ 8,839	\$ -	\$ 8,908

**BOROUGH OF PARAMUS  
 SWIMMING POOL UTILITY CAPITAL FUND  
 SCHEDULE OF RESERVE FOR AMORTIZATION  
 YEAR ENDED DECEMBER 31, 2017**

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Description	Balance December 31, 2016	Transferred From Pool Utility Operating Fund Capital Outlay	Serial Bond Principal Payments	Cancellations	Balance December 31, 2017
Unallocated	\$ 2,452,780	\$ -	\$ -	\$ -	\$ 2,452,780

**BOROUGH OF PARAMUS  
SWIMMING POOL UTILITY CAPITAL FUND  
SCHEDULE OF RESERVE FOR DEFERRED AMORTIZATION  
YEAR ENDED DECEMBER 31, 2017**

Description	Balance December 31, 2016	Transferred From Pool Utility Operating Fund Capital Outlay	BAN Principal Payments	Ordinance Adopted	Balance December 31, 2017
#80-19 Improvements to Filtration System	\$ 146	\$ -	\$ -	\$ -	\$ 146
#01-18 Pool Improvements	9,050	-	-	-	9,050
#02-14 Pool Improvements	4,100	-	-	-	4,100
#05-25 Pool Improvements	5,750	-	-	-	5,750
#06-16 Pool Improvements	42,068	-	10,000	-	52,068
#08-28 Pool Improvements	115,900	-	25,000	-	140,900
#08-38 Professional Services - Remediation	80,000	-	15,000	-	95,000
#13-29 Various Pool Improvements	-	-	5,000	-	5,000
#14-28 Pool Improvements	7,500	-	-	-	7,500
	<u>\$ 264,514</u>	<u>\$ -</u>	<u>\$ 55,000</u>	<u>\$ -</u>	<u>\$ 319,514</u>

**BOROUGH OF PARAMUS**  
**SWIMMING POOL UTILITY CAPITAL FUND**  
**SCHEDULE OF RESERVE FOR PAYMENT OF DEBT SERVICE**  
**YEAR ENDED DECEMBER 31, 2017**

Ordinance	Balance December 31, 2016	Transfer to Operating Fund Revenue	Increased by			Balance December 31, 2017
			Cash Receipts	Cancelled Funded Authorizations	Adjustments	
#13-29 Pool Improvements	\$ 8,000	\$ (8,000)	\$ -	\$ -	\$ -	\$ -
	<u>\$ 8,000</u>	<u>\$ (8,000)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**BOROUGH OF PARAMUS  
SWIMMING POOL UTILITY CAPITAL FUND  
SCHEDULE OF IMPROVEMENT AUTHORIZATIONS  
YEAR ENDED DECEMBER 31, 2017**

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Description	Balance - January 1, 2017		Authorized	Expended	Adjustments	Cancellations	Balance - December 31, 2017	
	Funded	Unfunded					Funded	Unfunded
#80-19 Improvements to Filtration System	\$ 146	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 146	\$ -
#01-18 Pool Improvements	7,781	950	-	8,731	-	-	-	-
#03-18 Pool Improvements	26,897	9,500	-	36,397	-	-	-	-
#06-16 Pool Improvements	-	5,484	-	5,484	-	-	-	-
#08-38 Pool Improvements	-	1,987	-	-	-	-	-	1,987
#13-29 Pool Improvements	-	2,856	-	627	-	-	-	2,229
#14-28 Pool Improvements	-	61,420	-	1,250	-	-	-	60,170
	<u>\$ 34,824</u>	<u>\$ 82,197</u>	<u>\$ -</u>	<u>\$ 52,489</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 146</u>	<u>\$ 64,386</u>

**BOROUGH OF PARAMUS  
SWIMMING POOL UTILITY CAPITAL FUND  
SCHEDULE OF BOND ANTICIPATION NOTES PAYABLE  
YEAR ENDED DECEMBER 31, 2017**

Improvement Description	Amount of Original Note	Date of Original Note	Date of Issue	Date of Maturity	Interest Rate	Balance December 31, 2016	Issued	Decreased	Budget Paydown	Balance December 31, 2017
<u>16-1RSPU</u>										
#06-16 - Pool Improvements	\$ 114,000	8/10/2007	2/19/2016	2/17/2017	2.00%	\$ 74,000	\$ -	\$ (64,000)	\$ (10,000)	\$ -
#08-28 - Pool Improvements	580,900	2/26/2009	2/19/2016	2/17/2017	2.00%	465,000	-	(440,000)	(25,000)	-
#08-38 - Pool Improvements	285,000	2/26/2009	2/19/2016	2/17/2017	2.00%	220,000	-	(205,000)	(15,000)	-
#13-29 - Pool Improvements	75,000	2/21/2014	2/19/2016	2/17/2017	2.00%	75,000	-	(70,000)	(5,000)	-
#14-28 - Pool Improvements	142,500	2/20/2015	2/19/2016	2/17/2017	2.00%	142,500	-	(142,500)	-	-
						<u>\$ 976,500</u>	<u>\$ -</u>	<u>\$ (921,500)</u>	<u>\$ (55,000)</u>	<u>\$ -</u>
<u>17-1RSPU</u>										
#06-16 - Pool Improvements	\$ 114,000	8/10/2007	2/17/2017	2/16/2018	2.00%	\$ -	\$ 64,000	\$ -	\$ -	\$ 64,000
#08-28 - Pool Improvements	580,900	2/26/2009	2/17/2017	2/16/2018	2.00%	-	440,000	-	-	440,000
#08-38 - Pool Improvements	285,000	2/26/2009	2/17/2017	2/16/2018	2.00%	-	205,000	-	-	205,000
#13-29 - Pool Improvements	75,000	2/21/2014	2/17/2017	2/16/2018	2.00%	-	70,000	-	-	70,000
#14-28 - Pool Improvements	142,500	2/20/2015	2/17/2017	2/16/2018	2.00%	-	142,500	-	-	142,500
						<u>\$ -</u>	<u>\$ 921,500</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 921,500</u>
						<u>\$ 976,500</u>	<u>\$ 921,500</u>	<u>\$ (921,500)</u>	<u>\$ (55,000)</u>	<u>\$ 921,500</u>

**BOROUGH OF PARAMUS  
 SWIMMING POOL UTILITY CAPITAL FUND  
 SCHEDULE OF SERIAL BONDS PAYABLE  
 YEAR ENDED DECEMBER 31, 2017**

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<u>Date of Issue - Purpose</u>	<u>Total Amount of Issue</u>	<u>Balance December 31, 2016</u>	<u>Issued In 2017</u>	<u>Paid by Budget Appropriation</u>	<u>Balance December 31, 2017</u>
None	\$ -	-	-	-	-
		<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**BOROUGH OF PARAMUS  
 SWIMMING POOL UTILITY CAPITAL FUND  
 SCHEDULE OF BONDS AND NOTES AUTHORIZED BUT NOT ISSUED  
 YEAR ENDED DECEMBER 31, 2017**

Improvement Description	Balance December 31, 2016	Authorized	BANs Issued	Bonds Issued	Cancellations/ Adjustments	Balance December 31, 2017
#01-18 Pool Improvements	\$ 950	\$ -	\$ -	\$ -	\$ -	\$ 950
#02-14 Pool Improvements	70	-	-	-	-	70
#03-18 Pool Improvements	9,500	-	-	-	-	9,500
#05-26 Pool Improvements	250	-	-	-	-	250
	<u>\$ 10,770</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 10,770</u>

**BOROUGH OF PARAMUS  
SEWER ASSESSMENT TRUST FUND  
BALANCE SHEET (REGULATORY BASIS)**

	<u>2017</u>	<u>2016</u>
<u>ASSETS</u>		
Cash:		
Operating Account	\$ 7	\$ 7
Assessment Receivable	\$ -	\$ -
Interfund Receivable:		
Current Fund	\$ -	\$ -
General Liability Self-Insurance Trust	-	-
	<u>\$ -</u>	<u>\$ -</u>
Total Assets	<u>\$ 7</u>	<u>\$ 7</u>
<u>LIABILITIES AND FUND BALANCE</u>		
Interfund Payable:		
Current Fund	\$ 7	\$ 7
Reserve for Receivables	\$ -	\$ -
Fund Balance	\$ -	\$ -
Total Liabilities and Reserves	<u>\$ 7</u>	<u>\$ 7</u>

**BOROUGH OF PARAMUS  
GENERAL FIXED ASSET ACCOUNT GROUP  
BALANCE SHEET (REGULATORY BASIS)**

	<u>2017</u>	<u>2016</u>
<u>ASSETS</u>		
Land	\$ 118,448,300	\$ 118,448,300
Buildings and Improvements	12,091,900	12,091,900
Sports Complex	-	-
Sanitary Sewer System	-	-
Equipment	28,291,041	25,810,350
	<u>\$ 158,831,241</u>	<u>\$ 156,350,550</u>
<u>FUND BALANCE</u>		
Reserve for Investment in General Fixed Assets	<u>\$ 158,831,241</u>	<u>\$ 156,350,550</u>

**BOROUGH OF PARAMUS  
GENERAL FIXED ASSET ACCOUNT GROUP  
SCHEDULE OF CHANGES IN RESERVE FOR GENERAL FIXED ASSETS  
YEAR ENDED DECEMBER 31, 2017**

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	Balance December 31, 2016	Additions	Retirements	Adjustments	Balance December 31, 2017
Land	\$ 118,448,300	\$ -	\$ -	\$ -	\$ 118,448,300
Buildings and Improvements	12,091,900	-	-	-	12,091,900
Equipment	25,810,350	3,341,886	(861,195)	-	28,291,041
	<u>\$ 156,350,550</u>	<u>\$3,341,886</u>	<u>\$ (861,195)</u>	<u>\$ -</u>	<u>\$ 158,831,241</u>

BOROUGH OF PARAMUS

NJ Comprehensive Annual Financial Report

Annual Financial Information and Operating Data Section

**BOROUGH OF PARAMUS  
ANNUAL FINANCIAL INFORMATION AND OPERATING DATA  
ADOPTED BUDGETS  
(UNAUDITED)**

	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
<b>CURRENT FUND</b>										
<b>REVENUES</b>										
Fund Balance	\$ 4,923,836	\$ 4,649,673	\$ 2,184,492	\$ 2,000,000	\$ -	\$ 600,000	\$ 600,000	\$ 600,000	\$ 574,000	\$ 1,675,000
Miscellaneous Revenues	15,198,387	13,750,870	14,171,175	11,490,284	12,193,419	11,481,814	11,184,300	11,273,064	13,415,194	13,481,597
Receipts From Delinquent Taxes	850,000	850,000	850,000	925,000	918,000	825,000	825,000	825,000	814,000	837,000
Amount to be Raised by Taxation	42,763,047	42,452,790	42,438,181	42,733,927	43,900,741	43,837,089	43,957,964	43,969,263	39,616,139	37,210,944
<b>Total Revenues</b>	<b>\$ 63,735,270</b>	<b>\$ 61,703,333</b>	<b>\$ 59,643,848</b>	<b>\$ 57,149,211</b>	<b>\$ 57,012,160</b>	<b>\$ 56,743,903</b>	<b>\$ 56,567,264</b>	<b>\$ 56,667,327</b>	<b>\$ 54,419,333</b>	<b>\$ 53,204,541</b>
<b>APPROPRIATIONS</b>										
Within "CAPS":										
Operations:										
Salaries and Wages	\$ 25,739,795	\$ 24,369,930	\$ 23,776,540	\$ 23,658,810	\$ 23,042,600	\$ 22,372,000	\$ 22,930,400	\$ 18,165,000	\$ 23,914,119	\$ 22,831,292
Other Expenses	18,964,746	19,156,794	18,224,174	17,051,920	15,211,300	14,421,000	13,253,144	18,290,294	13,065,650	13,536,250
Deferred Charges	317,226	743,930	421,205	-	-	-	8,639	-	1,616,260	16,289
Statutory Expenditures	5,548,870	5,243,088	4,872,834	4,838,075	5,362,914	5,214,908	5,349,274	2,936,234	1,296,560	991,000
Judgments	-	-	-	-	-	-	-	-	-	-
Excluded From "CAPS":										
Operations:										
Salaries and Wages	10,000	-	-	-	-	-	-	-	56,411	50,582
Other Expenses	7,290,473	6,624,404	6,590,640	6,271,416	6,091,597	6,367,059	6,760,393	9,331,441	7,011,907	8,796,600
Capital Improvements	370,000	225,000	225,000	200,000	200,000	170,000	100,000	100,000	90,000	75,000
Municipal Debt Service	4,494,160	4,340,187	4,254,455	4,128,990	6,103,749	6,063,604	6,165,414	5,803,375	5,218,426	5,094,178
Deferred Charges	-	-	279,000	-	-	-	-	-	200,000	-
Reserve for Uncollected Taxes	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	2,135,332	2,000,000	2,040,983	1,950,000	1,813,350
<b>Total Appropriations</b>	<b>\$ 63,735,270</b>	<b>\$ 61,703,333</b>	<b>\$ 59,643,848</b>	<b>\$ 57,149,211</b>	<b>\$ 57,012,160</b>	<b>\$ 56,743,903</b>	<b>\$ 56,567,264</b>	<b>\$ 56,667,327</b>	<b>\$ 54,419,333</b>	<b>\$ 53,204,541</b>

**BOROUGH OF PARAMUS  
ANNUAL FINANCIAL INFORMATION AND OPERATING DATA  
ADOPTED BUDGETS  
(UNAUDITED)**

	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
<u>GOLF COURSE UTILITY FUND</u>										
<b>REVENUES</b>										
Fund Balance Anticipated	\$ 259,000	\$ 275,000	\$ -	\$ -	\$ 180,000	\$ -	\$ -	\$ -	\$ 545,171	\$ 594,216
Membership Fees	109,000	100,000	91,000	93,500	58,500	230,000	230,000	159,000	154,600	160,000
Registration Fees	116,000	163,000	114,000	113,000	115,000	115,000	120,000	126,000	145,000	120,000
Golf Cart Rental	356,000	355,000	300,000	297,000	184,000	235,000	260,000	248,000	280,000	280,000
Green Fees	1,274,000	1,271,000	1,216,000	1,210,000	1,637,500	1,166,000	1,185,000	1,211,000	1,300,000	1,250,000
Snack Bar	50,000	44,000	40,000	50,000	44,500	50,000	50,000	48,000	55,000	45,000
Miniature Golf	101,000	118,000	114,000	110,000	124,500	124,000	155,000	223,000	200,000	-
Miscellaneous	310,000	327,000	275,000	271,500	106,000	-	-	-	-	-
Capital Surplus	-	-	-	-	100,000	-	-	-	-	-
Reserve for Payment of Debt Svce.	225,000	-	-	-	-	-	-	-	31,500	31,500
Deficit (General Budget)	-	-	-	-	-	-	-	-	-	-
<b>Total Revenues</b>	<b>\$ 2,800,000</b>	<b>\$ 2,653,000</b>	<b>\$ 2,150,000</b>	<b>\$ 2,145,000</b>	<b>\$ 2,550,000</b>	<b>\$ 1,920,000</b>	<b>\$ 2,000,000</b>	<b>\$ 2,015,000</b>	<b>\$ 2,711,271</b>	<b>\$ 2,480,716</b>
<b>APPROPRIATIONS</b>										
Operations:										
Salaries and Wages	\$ 1,129,000	\$ 1,100,000	\$ 1,002,000	\$ 950,000	\$ 947,365	\$ 620,000	\$ 900,000	\$ 875,000	\$ 1,120,000	\$ 970,000
Other Expenses	790,000	825,000	614,900	700,000	623,700	565,000	500,000	610,000	950,000	900,000
Capital Improvements	113,713	114,348	69,787	5,568	494,290	241,777	119,283	1,493	90,000	-
Municipal Debt Service	488,459	429,822	433,313	439,432	440,645	443,223	414,717	437,191	464,271	530,716
Deferred Charges	68,828	98,830	-	-	-	-	-	-	-	-
Statutory Expenditures	90,000	85,000	30,000	50,000	44,000	50,000	66,000	70,000	87,000	80,000
Surplus (General Budget)	120,000	-	-	-	-	-	-	-	-	-
Deficit in Operations	-	-	-	-	-	-	-	21,316	-	-
<b>Total Appropriations</b>	<b>\$ 2,800,000</b>	<b>\$ 2,653,000</b>	<b>\$ 2,150,000</b>	<b>\$ 2,145,000</b>	<b>\$ 2,550,000</b>	<b>\$ 1,920,000</b>	<b>\$ 2,000,000</b>	<b>\$ 2,015,000</b>	<b>\$ 2,711,271</b>	<b>\$ 2,480,716</b>

**BOROUGH OF PARAMUS  
ANNUAL FINANCIAL INFORMATION AND OPERATING DATA  
ADOPTED BUDGETS  
(UNAUDITED)**

	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
<u>SWIMMING POOL UTILITY FUND</u>										
<u>REVENUES</u>										
Fund Balance Anticipated	\$ 86,100	\$ -	\$ 150,000	\$ -	\$ -	\$ -	\$ -	\$ 15,000	\$ 84,025	\$ 51,445
Membership Fees	385,000	404,000	400,000	475,000	501,000	490,000	475,000	376,000	345,000	-
Registration Fees	5,900	5,000	6,000	6,000	6,000	5,000	15,000	18,000	18,550	-
Snack Bar	20,000	15,000	-	16,650	15,500	10,000	10,000	5,000	9,300	-
Guest Fees	58,000	64,000	51,000	44,000	66,000	70,000	60,000	48,000	42,000	-
Miscellaneous	37,000	37,000	43,000	48,350	11,500	-	-	-	-	-
Facility Rental	-	-	-	-	-	-	-	13,000	8,700	-
Reserve for Payment of Debt Svce.	8,000	-	-	-	-	-	-	-	-	12,000
Deficit (General Budget)	-	-	-	-	-	-	-	-	-	16,289
<b>Total Revenues</b>	<b>\$ 600,000</b>	<b>\$ 525,000</b>	<b>\$ 650,000</b>	<b>\$ 590,000</b>	<b>\$ 600,000</b>	<b>\$ 575,000</b>	<b>\$ 560,000</b>	<b>\$ 475,000</b>	<b>\$ 507,575</b>	<b>\$ 79,734</b>
<u>APPROPRIATIONS</u>										
Operations:										
Salaries and Wages	\$ 237,500	\$ 230,000	\$ 215,000	\$ 190,000	\$ 189,000	\$ 175,000	\$ 175,000	\$ 180,000	\$ 222,269	\$ -
Other Expenses	232,000	190,000	182,851	200,000	237,000	217,500	210,000	185,000	188,000	10,000
Capital Improvements	7,506	15,396	8,546	14,863	14,663	24,265	57,236	443	-	-
Municipal Debt Service	73,574	58,000	186,031	170,137	147,337	143,235	95,732	94,557	71,281	69,734
Deferred Charges	29,420	13,604	42,072	-	-	-	7,032	1,000	5,025	-
Statutory Expenditures	20,000	18,000	15,500	15,000	12,000	15,000	15,000	14,000	21,000	-
Surplus (General Budget)	-	-	-	-	-	-	-	-	-	-
Deficit in Operations	-	-	-	-	-	-	-	-	-	-
<b>Total Appropriations</b>	<b>600,000</b>	<b>525,000</b>	<b>650,000</b>	<b>590,000</b>	<b>600,000</b>	<b>575,000</b>	<b>560,000</b>	<b>\$ 475,000</b>	<b>\$ 507,575</b>	<b>\$ 79,734</b>

**BOROUGH OF PARAMUS  
ANNUAL FINANCIAL INFORMATION AND OPERATING DATA  
FUND BALANCE SUMMARY  
(UNAUDITED)**

	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
<u>CURRENT FUND</u>										
Fund Balance, Beginning	\$ 6,081,811	\$ 10,622,042	\$ 12,032,048	\$ 10,319,050	\$ 8,393,187	\$ 4,499,055	\$ 2,783,654	\$ 1,692,054	\$ 641,615	\$ 1,726,738
Generated Current Year	3,606,555	109,442	774,486	3,712,998	1,925,863	4,494,132	2,315,401	1,691,600	1,624,439	589,877
Utilized Current Year	(4,923,836)	(4,649,673)	(2,184,492)	(2,000,000)	-	(600,000)	(600,000)	(600,000)	(574,000)	(1,675,000)
Fund Balance, Ending	<u>\$ 4,764,530</u>	<u>\$ 6,081,811</u>	<u>\$ 10,622,042</u>	<u>\$ 12,032,048</u>	<u>\$ 10,319,050</u>	<u>\$ 8,393,187</u>	<u>\$ 4,499,055</u>	<u>\$ 2,783,654</u>	<u>\$ 1,692,054</u>	<u>\$ 641,615</u>
<u>GOLF COURSE UTILITY FUND</u>										
Fund Balance, Beginning	\$ 755,807	\$ 1,030,807	\$ 748,720	\$ 647,935	\$ 785,131	\$ 301,311	\$ 185,152	\$ 4,749	\$ 549,920	\$ 790,290
Generated Current Year	251,878	-	282,087	100,785	42,804	483,820	116,159	180,403	-	353,846
Utilized Current Year	(259,000)	(275,000)	-	-	(180,000)	-	-	-	(545,171)	(594,216)
Fund Balance, Ending	<u>\$ 748,685</u>	<u>\$ 755,807</u>	<u>\$ 1,030,807</u>	<u>\$ 748,720</u>	<u>\$ 647,935</u>	<u>\$ 785,131</u>	<u>\$ 301,311</u>	<u>\$ 185,152</u>	<u>\$ 4,749</u>	<u>\$ 549,920</u>
<u>SWIMMING POOL UTILITY FUND</u>										
Fund Balance, Beginning	\$ 248,608	\$ 248,608	\$ 368,735	\$ 368,735	\$ 349,781	\$ 237,208	\$ 177,714	\$ 42,726	\$ 84,144	\$ 51,864
Generated Current Year	44,309	-	29,873	-	18,954	112,573	59,494	149,988	42,607	83,725
Utilized Current Year	(86,100)	-	(150,000)	-	-	-	-	(15,000)	(84,025)	(51,445)
Fund Balance, Ending	<u>\$ 206,817</u>	<u>\$ 248,608</u>	<u>\$ 248,608</u>	<u>\$ 368,735</u>	<u>\$ 368,735</u>	<u>\$ 349,781</u>	<u>\$ 237,208</u>	<u>\$ 177,714</u>	<u>\$ 42,726</u>	<u>\$ 84,144</u>

**BOROUGH OF PARAMUS  
ANNUAL FINANCIAL INFORMATION AND OPERATING DATA  
TAX LEVY AND COLLECTION DATA  
(UNAUDITED)**

	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
<b><u>CURRENT YEAR % COLLECTION RATES</u></b>										
Current Tax Levy	\$ 144,896,664	\$ 140,615,432	\$ 138,875,941	\$ 137,453,109	\$ 136,123,118	\$ 134,310,279	\$ 132,753,469	\$ 130,865,676	\$ 124,772,901	\$ 118,714,890
Current Collections	\$ 143,769,014	\$ 139,721,007	\$ 137,890,952	\$ 136,572,460	\$ 135,240,206	\$ 133,343,036	\$ 131,910,155	\$ 129,892,528	\$ 123,331,518	\$ 117,811,525
Percentage of Collections	99.22%	99.36%	99.29%	99.36%	99.35%	99.28%	99.36%	99.26%	98.84%	99.24%
<b><u>DELINQUENT TAX %</u></b>										
Delinquent Taxes	\$ 1,047,777	\$ 860,294	\$ 957,822	\$ 872,083	\$ 882,579	\$ 966,919	\$ 874,741	\$ 972,898	\$ 843,585	\$ 814,793
Tax Title Liens	4,394	4,046	3,708	3,373	3,243	2,909	2,196	2,196	1,946	1,362
Total Delinquent	\$ 1,052,171	\$ 864,340	\$ 961,530	\$ 875,456	\$ 885,822	\$ 969,828	\$ 876,937	\$ 975,094	\$ 845,531	\$ 816,155
Tax Levy	\$ 144,896,664	\$ 140,615,432	\$ 138,875,941	\$ 137,453,109	\$ 136,123,118	\$ 134,310,279	\$ 132,753,469	\$ 130,865,676	\$ 124,772,901	\$ 118,714,890
Percentage of Tax Levy	0.73%	0.61%	0.69%	0.64%	0.65%	0.72%	0.66%	0.75%	0.68%	0.69%
<b><u>PROPERTY ACQUIRED BY MUNICIPALITY FOR NON-PAYMENT OF TAXES</u></b>										
Recorded at - Assessed Valuation	\$ 23,978	\$ 23,978	\$ 23,978	\$ 23,978	\$ 23,978	\$ 23,978	\$ 23,978	\$ 23,978	\$ 23,978	\$ 23,978

**BOROUGH OF PARAMUS  
ANNUAL FINANCIAL INFORMATION AND OPERATING DATA  
ASSESSED AND COUNTY EQUALIZED  
VALUATION DATA  
(UNAUDITED)**

Description	2017		2016		2015		2014		2013	
	# of Parcels	Value								
<b>NET VALUATIONS TAXABLE</b>										
Vacant Land	98	\$ 137,252,400	101	\$ 137,301,800	103	\$ 137,950,900	116	\$ 142,215,000	117	\$ 143,045,700
Residential	8137	4,265,444,247	8136	4,225,646,147	8135	4,199,370,747	8126	4,171,077,547	8122	4,154,425,400
Farm (Regular)	4	1,479,800	4	1,479,800	4	1,479,800	4	1,479,800	4	1,479,800
Farm (Qualified)	4	22,400	4	22,400	4	22,400	4	22,400	4	22,400
Commercial	432	3,500,165,000	429	3,513,162,400	428	3,524,132,500	431	3,542,561,600	426	3,462,384,900
Industrial	26	101,312,100	26	108,289,700	26	110,533,600	26	111,783,600	26	113,136,400
Apartments	1	16,964,600	1	16,964,600	1	16,964,600	1	18,642,800	1	18,642,800
Sub-Total	<u>8702</u>	<u>8,022,640,547</u>	<u>8701</u>	<u>8,002,866,847</u>	<u>8701</u>	<u>7,990,454,547</u>	<u>8708</u>	<u>7,987,782,747</u>	<u>8700</u>	<u>7,893,137,400</u>
Personal Property		4,687,668		5,153,630		5,235,279		4,987,188		6,222,785
Net Valuations Taxable		<u>8,027,328,215</u>		<u>8,008,020,477</u>		<u>7,995,689,826</u>		<u>7,992,769,935</u>		<u>7,899,360,185</u>
Bergen County Equalization Adjustment		1,723,735,194		802,796,882		762,397,575		841,861,060		751,549,129
Bergen County Equalized Valuations		<u>\$ 9,751,063,409</u>		<u>\$ 8,810,817,359</u>		<u>\$ 8,758,087,401</u>		<u>\$ 8,834,630,995</u>		<u>\$ 8,650,909,314</u>
Bergen County Equalization Ratio		<u>82.97%</u>		<u>91.69%</u>		<u>92.12%</u>		<u>91.27%</u>		<u>92.14%</u>
Average Improved Residential Assessment		<u>\$ 524,204</u>		<u>\$ 519,376</u>		<u>\$ 516,210</u>		<u>\$ 513,300</u>		<u>\$ 511,503</u>
**Revaluation Year (if applicable)										
Municipal Tax Rate		0.493		0.493		0.499		0.519		0.513
Average Municipal Tax Bill		\$ 2,561		\$ 2,545		\$ 2,561		\$ 2,655		\$ 2,619

**BOROUGH OF PARAMUS  
ANNUAL FINANCIAL INFORMATION AND  
ASSESSED AND COUNTY EQUALIZED  
VALUATION DATA  
(UNAUDITED)**

Description	2012		2011		2010		2009		2008	
	# of Parcels	Value								
<b>NET VALUATIONS TAXABLE</b>										
Vacant Land	116	\$ 144,326,700	117	\$ 144,588,300	117	\$ 144,177,500	119	\$ 150,553,900	124	\$ 154,005,400
Residential	8123	4,146,398,000	8124	4,369,004,200	8124	4,348,882,600	8127	4,085,384,000	8118	4,052,386,800
Farm (Regular)	4	1,479,800	4	1,479,800	4	1,479,800	4	1,479,800	4	1,479,800
Farm (Qualified)	4	22,400	4	22,400	4	22,400	4	22,400	4	22,400
Commercial	425	3,567,000,300	424	3,319,761,100	418	3,378,135,900	423	3,628,077,100	414	3,625,769,000
Industrial	26	115,428,700	26	116,116,200	26	116,580,000	26	123,055,000	26	125,476,500
Apartments	1	18,642,800	1	18,642,800	1	18,642,800	1	18,642,800	1	18,642,800
Sub-Total	<u>8699</u>	<u>7,993,298,700</u>	<u>8700</u>	<u>7,969,614,800</u>	<u>8694</u>	<u>8,007,921,000</u>	<u>8704</u>	<u>8,007,215,000</u>	<u>8691</u>	<u>7,977,782,700</u>
Personal Property		6,411,753		6,426,503		7,054,399		6,375,948		6,821,663
Net Valuations Taxable		<u>7,999,710,453</u>		<u>7,976,041,303</u>		<u>8,014,975,399</u>		<u>8,013,590,948</u>		<u>7,984,604,363</u>
Bergen County Equalization Adjustment		558,684,819		696,184,977		1,308,591,869		1,273,662,427		1,389,946,054
Bergen County Equalized Valuations		<u>\$ 8,558,395,272</u>		<u>\$ 8,672,226,280</u>		<u>\$ 9,323,567,268</u>		<u>\$ 9,287,253,375</u>		<u>\$ 9,374,550,417</u>
Bergen County Equalization Ratio		<u>94.35%</u>		<u>92.90%</u>		<u>86.81%</u>		<u>87.21%</u>		<u>86.09%</u>
Average Improved Residential Assessment		<u>\$ 510,452</u>		<u>\$ 537,790</u>		<u>\$ 535,313</u>		<u>\$ 502,693</u>		<u>\$ 499,185</u>
**Revaluation Year (if applicable)										
Municipal Tax Rate		0.515		0.548		0.494		0.467		0.487
Average Municipal Tax Bill		\$ 2,770		\$ 2,934		\$ 2,483		\$ 2,331		\$ 2,202

**BOROUGH OF PARAMUS**  
**ANNUAL FINANCIAL INFORMATION AND OPERATING DATA**  
**TAX REQUIREMENT AND RATE DATA**  
**(UNAUDITED)**

	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
<b>TAX REQUIREMENTS</b>										
County	\$ 23,382,212	\$ 21,229,398	\$ 20,530,949	\$ 20,044,835	\$ 19,361,094	\$ 18,378,073	\$ 17,744,769	\$ 17,904,485	\$ 16,840,816	\$ 15,739,696
County Open Space	975,106	220,270	218,952	220,866	216,273	213,960	216,806	233,089	928,725	937,455
District School	77,440,871	76,393,153	75,454,952	74,321,054	72,854,870	71,671,391	70,832,633	69,062,075	66,353,215	64,239,930
Municipal Open Space	-	-	-	-	-	-	-	-	-	-
Municipal - Local	39,546,167	39,546,167	39,546,167	39,849,150	41,006,884	41,019,328	41,082,303	43,969,263	39,616,139	37,210,944
Municipal - Library	3,216,880	2,906,623	2,892,014	2,884,777	2,893,857	2,817,760	2,875,661	-	-	-
Total Tax Requirements	\$ 144,561,236	\$ 140,295,611	\$ 138,643,034	\$ 137,320,682	\$ 136,332,978	\$ 134,100,512	\$ 132,752,172	\$ 131,168,912	\$ 123,738,895	\$ 118,128,025
<b>TAX RATES</b>										
County	0.292	0.266	0.257	0.251	0.246	0.230	0.223	0.224	0.211	0.198
County Open Space	0.011	0.003	0.003	0.003	0.003	0.003	0.003	0.003	0.012	0.012
District School	0.965	0.954	0.944	0.930	0.922	0.896	0.888	0.862	0.828	0.805
Municipal Open Space	-	-	-	-	-	-	-	-	-	-
Municipal - Local	0.493	0.493	0.494	0.499	0.519	0.513	0.515	0.548	0.494	0.467
Municipal - Library	0.040	0.036	0.036	0.036	0.036	0.035	0.036	-	-	-
Total Tax Rates	1.801	1.752	1.734	1.719	1.726	1.677	1.665	1.637	1.545	1.482

\*\*Revaluation Year (if applicable)

**BOROUGH OF PARAMUS**  
**ANNUAL FINANCIAL INFORMATION AND OPERATING DATA**  
**RATIO OF GROSS AND NET DEBT TO COUNTY EQUALIZED VALUE AND DEBT PER CAPITA**  
**(UNAUDITED)**

	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
Population	26,880	26,880	26,904	26,802	26,742	26,641	26,532	26,378	26,137	26,015
County Equalized Valuation	\$ 9,751,063,409	\$ 8,810,817,359	\$ 8,758,087,401	\$ 8,834,630,995	\$ 8,650,909,314	\$ 8,558,395,272	\$ 8,672,226,280	\$ 9,323,567,268	\$ 9,287,253,375	\$ 9,374,550,417
Gross Debt	\$ 57,760,899	\$ 59,271,685	\$ 58,867,676	\$ 61,203,120	\$ 62,600,395	\$ 65,707,710	\$ 69,500,814	\$ 73,026,521	\$ 78,129,421	\$ 82,947,330
Gross Debt Per Capita	\$ 2,149	\$ 2,205	\$ 2,188	\$ 2,284	\$ 2,341	\$ 2,466	\$ 2,620	\$ 2,768	\$ 2,989	\$ 3,188
Ratio of Gross Debt to County Equalized Valuations	0.59%	0.67%	0.67%	0.69%	0.72%	0.77%	0.80%	0.78%	0.84%	0.88%
Net Debt	\$ 35,341,506	\$ 36,623,011	\$ 34,212,002	\$ 32,401,853	\$ 29,425,358	\$ 28,125,233	\$ 26,746,216	\$ 34,162,155	\$ 39,128,335	\$ 43,831,270
Ratio of Net Debt to County Equalized Valuations	0.36%	0.42%	0.39%	0.37%	0.34%	0.33%	0.31%	0.37%	0.42%	0.47%
Net Debt per Capita	\$ 1,315	\$ 1,362	\$ 1,272	\$ 1,209	\$ 1,100	\$ 1,056	\$ 1,008	\$ 1,295	\$ 1,497	\$ 1,685

**BOROUGH OF PARAMUS**  
**ANNUAL FINANCIAL INFORMATION AND OPERATING DATA**  
**LEGAL DEBT MARGIN**  
**(UNAUDITED)**

	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
Equalized Valuation Basis (State)	\$ 9,593,049,835	\$ 9,010,399,426	\$ 8,677,940,605	\$ 8,664,782,464	\$ 8,590,049,152	\$ 8,580,655,278	\$ 8,763,546,148	\$ 8,997,186,741	\$ 9,192,421,239	\$ 9,055,062,051
Municipal Borrowing Power:										
3 1/2% of Equalized Valuation Basis	\$ 335,756,744	\$ 315,363,980	\$ 303,727,921	\$ 303,267,386	\$ 300,651,720	\$ 300,322,935	\$ 306,724,115	\$ 314,901,536	\$ 321,734,743	\$ 316,927,172
Net Debt	35,341,506	36,623,011	34,212,002	32,401,853	29,425,358	28,125,233	26,746,216	34,162,155	39,128,335	43,831,270
Remaining Borrowing Power	\$ 300,415,238	\$ 278,740,969	\$ 269,515,919	\$ 270,865,533	\$ 271,226,362	\$ 272,197,702	\$ 279,977,899	\$ 280,739,381	\$ 282,606,408	\$ 273,095,902
School Borrowing Power:										
4% of Equalized Valuation Basis	\$ 383,721,993	\$ 360,415,977	\$ 347,117,624	\$ 346,591,299	\$ 343,601,966	\$ 343,226,211	\$ 350,541,846	\$ 359,887,470	\$ 367,696,850	\$ 362,202,482
School Debt	13,180,000	14,180,000	15,190,000	19,320,000	21,005,000	22,625,000	24,347,000	26,222,000	28,042,000	30,049,000
School Borrowing Margin Available	\$ 370,541,993	\$ 346,235,977	\$ 331,927,624	\$ 327,271,299	\$ 322,596,966	\$ 320,601,211	\$ 326,194,846	\$ 333,665,470	\$ 339,654,850	\$ 332,153,482

**BOROUGH OF PARAMUS  
ANNUAL FINANCIAL INFORMATION AND OPERATING DATA  
DIRECT AND OVERLAPPING DEBT  
(UNAUDITED)**

	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
<b>NET DIRECT DEBT</b>										
Municipal Debt	\$ 35,341,506	\$ 36,623,011	\$ 34,212,002	\$ 32,401,853	\$ 29,425,358	\$ 28,125,233	\$ 26,746,216	\$ 34,162,155	\$ 39,128,335	\$ 43,831,270
Local School Debt	13,180,000	14,180,000	15,190,000	19,320,000	21,005,000	22,625,000	24,347,000	26,222,000	28,042,000	30,049,000
	<u>\$ 48,521,506</u>	<u>\$ 50,803,011</u>	<u>\$ 49,402,002</u>	<u>\$ 51,721,853</u>	<u>\$ 50,430,358</u>	<u>\$ 50,750,233</u>	<u>\$ 51,093,216</u>	<u>\$ 60,384,155</u>	<u>\$ 67,170,335</u>	<u>\$ 73,880,270</u>
<b>OVERLAPPING DEBT</b>										
County of Bergen (1)	\$ 94,350,863	\$ 88,001,831	\$ 84,135,784	\$ 80,065,737	\$ 70,414,477	\$ 64,735,328	\$ 60,607,515	\$ 63,412,293	\$ 56,356,019	\$ 56,562,024
Bergen County Utilities Authority (2)	927,804	918,944	930,036	1,018,157	948,443	978,571	1,019,114	13,945,770	14,309,833	14,307,592
	<u>\$ 95,278,667</u>	<u>\$ 88,920,775</u>	<u>\$ 85,065,820</u>	<u>\$ 81,083,894</u>	<u>\$ 71,362,920</u>	<u>\$ 65,713,899</u>	<u>\$ 61,626,629</u>	<u>\$ 77,358,063</u>	<u>\$ 70,665,852</u>	<u>\$ 70,869,616</u>
<b>(1) County Debt:</b>										
Municipal Equalized Valuations	\$ 9,751,063,409	\$ 8,810,817,359	\$ 8,758,087,401	\$ 8,834,630,995	\$ 8,650,909,314	\$ 8,558,395,272	\$ 8,672,226,280	\$ 9,323,567,268	\$ 9,287,253,375	\$ 9,374,550,417
Total County Equalized Valuations	\$ 172,030,836,227	\$ 167,963,794,248	\$ 164,459,857,393	\$ 162,301,130,131	\$ 165,008,934,260	\$ 168,748,014,772	\$ 173,258,537,441	\$ 183,412,099,706	\$ 187,580,071,463	\$ 182,767,512,263
	5.67%	5.25%	5.33%	5.44%	5.24%	5.07%	5.01%	5.08%	4.95%	5.13%
County's Outstanding Debt	1,664,036,384	1,676,225,344	1,578,532,537	1,471,796,641	1,343,787,738	1,276,830,919	1,209,730,830	1,248,273,490	1,138,505,430	1,102,573,565
	<u>\$ 94,350,863</u>	<u>\$ 88,001,831</u>	<u>\$ 84,135,784</u>	<u>\$ 80,065,737</u>	<u>\$ 70,414,477</u>	<u>\$ 64,735,328</u>	<u>\$ 60,607,515</u>	<u>\$ 63,412,293</u>	<u>\$ 56,356,019</u>	<u>\$ 56,562,024</u>
<b>(2) Bergen County Utilities Authority Debt:</b>										
Paramus BORO User Fees	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,045,877	\$ 2,863,181	\$ 2,625,361
Total User Fees	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 58,635,759	\$ 55,599,600	\$ 52,885,837
								5.19%	5.15%	4.96%
BCUA's Outstanding Debt	-	-	-	-	-	-	-	268,704,631	277,860,831	288,459,524
	<u>\$ -</u>	<u>\$ 13,945,770</u>	<u>\$ 14,309,833</u>	<u>\$ 14,307,592</u>						
BCUA Allocated Share of Debt - LFN 2011-36	\$ 927,804	\$ 918,944	\$ 930,036	\$ 1,018,157	\$ 948,443	\$ 978,571	\$ 1,019,114	\$ -	\$ -	\$ -

Source: County of Bergen; Bergen County Utilities Authority

**BOROUGH OF PARAMUS**  
**ANNUAL FINANCIAL INFORMATION AND OPERATING DATA**  
**RATIO OF ANNUAL DEBT SERVICE APPROPRIATIONS TO TOTAL ADOPTED CURRENT FUND APPROPRIATIONS**  
**(UNAUDITED)**

	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
Serial Bonds:										
Principal	\$ 2,795,000	\$ 2,705,000	\$ 2,530,000	\$ 2,470,000	\$ 2,365,000	\$ 2,635,000	\$ 2,265,000	\$ 2,125,000	\$ 1,990,000	\$ 1,900,000
Interest	245,240	309,222	572,775	707,978	811,299	963,497	997,095	1,080,914	1,158,093	1,195,181
Notes:										
Principal	925,000	1,073,000	931,000	763,000	2,707,890	2,267,849	2,582,849	2,218,000	1,575,000	1,450,000
Interest	482,455	206,500	174,215	141,546	173,094	150,793	154,000	214,000	390,125	442,600
Loans:										
Principal	44,875	43,991	43,124	42,275	41,442	40,625	157,580	151,435	86,364	83,048
Interest	1,590	2,474	3,341	4,191	5,024	5,840	8,891	14,026	18,844	23,349
	<u>\$ 4,494,160</u>	<u>\$ 4,340,187</u>	<u>\$ 4,254,455</u>	<u>\$ 4,128,990</u>	<u>\$ 6,103,749</u>	<u>\$ 6,063,604</u>	<u>\$ 6,165,415</u>	<u>\$ 5,803,375</u>	<u>\$ 5,218,426</u>	<u>\$ 5,094,178</u>
Total Current Fund Budget Appropriations	\$63,735,269	\$61,703,333	\$59,643,848	\$57,149,211	\$57,012,160	\$56,743,903	\$56,567,264	\$56,667,327	\$54,419,333	\$53,204,541
Ratio of Debt Service to Current Fund Budget Appropriations	<u>7.05%</u>	<u>7.03%</u>	<u>7.13%</u>	<u>7.22%</u>	<u>10.71%</u>	<u>10.69%</u>	<u>10.90%</u>	<u>10.24%</u>	<u>9.59%</u>	<u>9.57%</u>

**BOROUGH OF PARAMUS  
ANNUAL FINANCIAL INFORMATION AND OPERATING DATA  
DEMOGRAPHIC STATISTICS  
(UNAUDITED)**

	2016	2015	2014	2013*	2012	2011	2010	2009	2008	2007
Average Labor Force Estimates by Municipality:										
Labor Force	12,891	12,938	12,833	12,753	12,992	12,938	12,922	12,988	12,927	12,862
Employment	12,376	12,353	12,135	11,923	12,021	11,951	11,920	12,024	12,405	12,474
Unemployment	515	585	698	830	971	987	1,002	964	522	388
Unemployment Rate	4.0%	4.5%	5.4%	6.5%	7.5%	7.6%	7.8%	7.4%	4.0%	3.0%
Per Capital Personal Income - Bergen Cty.	\$ 75,849	\$ 75,849	\$ 73,536	\$ 70,498	\$ 71,380	\$ 68,244	\$ 65,275	\$ 64,571	\$ 68,548	\$ 68,147

Estimates as of July 1,

Subcounty Population Estimates:										
Paramus BORO	26,880	26,904	26,802	26,742	26,641	26,532	26,378	26,137	26,015	25,982
County of Bergen	939,151	936,010	931,196	925,497	919,694	913,717	906,800	895,250	889,915	885,664

\* Latest Information Available

**BOROUGH OF PARAMUS  
ANNUAL FINANCIAL INFORMATION AND OPERATING DATA  
TEN LARGEST TAXPAYERS BY ASSESSMENT  
(UNAUDITED)**

Taxpayer (Block/Lot)	2017 Assessed Valuation	As a Percent of Total 2017 Net Valuations \$ 8,027,328,215
1 Westland GSP, L.P. (302/1) - (Route 17)	\$ 739,346,600	9.21%
2 Vornado (VNO), Bergen Mall, L.L.C. (701/7) - (Route 4)	247,730,300	3.09%
3 ALX of Paramus, L.L.C. (2 Properties)	143,601,800	1.79%
4 Westland GSP, L.P. Prop Tax Dept. (301/5) - (Route 4)	97,069,400	1.21%
5 Paramus Park General Growth Prop. (5203/2) - (From Rd.)	91,024,000	1.13%
6 Faber Bros. Inc. NJ (3207/20) - (230 & 240 Route 17)	70,000,000	0.87%
7 Paramus Park Inc. c/o Macy's Tax Dept. (6207/2) - (From Rd.)	49,362,500	0.61%
8 Farber (Trustees/Etal), William A (1408/2) - (Route 4)	48,956,500	0.61%
9 Mack Paramus Affiliates c/o Mack Cali (6303/1) - (630-650 From Rd.)	46,351,800	0.58%
10 Gabriel, J. Etal & Temple Ridge (5004/3) - (651 Route 17)	42,000,000	0.52%
	<u>\$ 1,575,442,900</u>	19.63%

**BOROUGH OF PARAMUS  
 ANNUAL FINANCIAL INFORMATION AND OPERATING DATA  
 VALUE OF NEW CONSTRUCTION, IMPROVEMENTS, ALTERATIONS AND DEMOLITIONS  
 (UNAUDITED)**

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	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
# of Permits Issued	2,353	2,384	2,464	2,361	2,479	2,478	2,380	2,336	2,043	2,166
Value of Construction	\$ 148,112,082	\$ 99,833,462	\$ 109,747,577	\$ 175,596,083	\$ 167,036,455	\$ 90,809,943	\$ 84,613,602	\$ 100,126,741	\$ 66,317,727	\$ 105,936,960

BOROUGH OF PARAMUS  
NJ Comprehensive Annual Financial Report  
Single Audit Section

***Di Maria & Di Maria LLP***  
***Accountants and Consultants***

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245 Union Street  
Lodi, New Jersey 07644  
Voice 973.779.6890  
Facsimile 973.779.6891

### **Independent Auditors' Report**

Honorable Mayor and Members of the Borough Council  
Borough of Paramus, County of Bergen, New Jersey

We have audited, in accordance with auditing standards generally accepted in the United States of America, audit requirements prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey (the "Division"), and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements (*regulatory basis*) of the various funds and account group of the Borough of Paramus, in the County of Bergen (the "Borough") as of and for the year ended December 31, 2017, 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 30, 2018, which was adverse due to the financial statements being prepared in conformity with the New Jersey regulatory basis of accounting as prescribed by the Division which is a basis of accounting other than accounting principles generally accepted in the United States.

### Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Borough's control over financial reporting ("internal control") to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Borough's internal control. Accordingly, we do not express an opinion on the effectiveness of the Borough'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 combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the Borough'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, as defined above. However, other material weaknesses may exist that have not been identified.

## ***Di Maria & Di Maria LLP***

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### ***Independent Auditors' Report (Continued)***

#### Compliance and Other Matters

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

We also noted certain matters that are not required to be reported under *Government Auditing Standards* that we reported to management of the Borough of Paramus in the section of this report of audit entitled; "General Comments and Recommendations Section".

#### 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 result 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* in considering the Borough's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

**DI MARIA & DI MARIA LLP**  
**Accountants and Consultants**

**Frank Di Maria**  
**Registered Municipal Accountant**  
**RMA No. CR00463**

June 30, 2018

**BOROUGH OF PARAMUS**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**YEAR ENDED DECEMBER 31, 2017**

K-3  
 Schedule A

Catalog of Federal Domestic Assistance Program Title	Federal C.F.D.A. Number	State Aid/Grant Program Titles	State Project Number	Award Amount	Grant Period		Balance December 31, 2016	Carryover Amount	Cash Received	Budgetary Expenditures	Adjustments	Repayment of Prior Years Balances	(Accounts	Deferred	Due to
					From	To							Receivable) December 31, 2017	Revenue December 31, 2017	Grantor at December 31, 2017
<b>General Capital Fund</b>															
<i>US Department of Housing and Urban Development - Passed Thru the County of Bergen- CDBG Grant</i>															
	14.208	Community Development	N/A	\$ 440,718	Various	Various	\$ (216,144)	\$ -	\$ -	\$ -	\$ -	\$ -	(216,144)	\$ -	\$ -
<i>US Department of Homeland Security - Passed thru the State of NJ Division of Law &amp; Public Safety - Emergency Preparedness Grant</i>															
	97.004	Domestic Preparedness	N/A	270,278	Various	Various	(30,648)	-	-	-	-	-	(30,648)	-	-
							<u>\$ (246,792)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (246,792)</u>	<u>\$ -</u>	<u>\$ -</u>
<b>Grant Fund</b>															
<i>US Department of Justice - Equitable Sharing Program</i>															
		Equitable Sharing Program	N/A	91,919	01/01/13	12/31/13	\$ 119,053	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 119,053	\$ -
							<u>\$ 119,053</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 119,053</u>	<u>\$ -</u>
<b>Total Federal Financial Assistance</b>							<u>\$ (127,739)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (246,792)</u>	<u>\$ 119,053</u>	<u>\$ -</u>

**BOROUGH OF PARAMUS  
SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE  
YEAR ENDED DECEMBER 31, 2017**

State Grantor / Program Title	Grant or State Project Number	Award Amount	Grant Period		Balance December 31, 2016	Carryover Amount	Cash Received	Budgetary Expenditures	Adjustments	Repayment of Prior Years Balances	(Accounts Receivable)	Deferred Revenue	Due to Grantor at
			From	To							December 31, 2017	December 31, 2017	December 31, 2017
<b>General Capital Fund</b>													
State of NJ Department of Transportation- Transportation Trust Fund Authority Act	6320-480-608383-60	\$ 738,171	Various	Various	\$ (206,138)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (206,138)	\$ -	\$ -
<b>Current Fund</b>													
State of N.J., Department of Community Affairs -- Consolidated Municipal Property Tax Relief Aid LEA Rebates	082-495-6020 022-100-6120	\$ 230,182 138,429	01/01/16 01/01/16	12/31/16 12/31/16	\$ - -	\$ - -	\$ - -	\$ - -	\$ - -	\$ - -	\$ - -	\$ - -	\$ - -
State of N.J., Department of Treasury -- Energy Receipts Tax Hotel Fees Veterans & Senior Citizens (Including Admin Fee)	082-100-6020 082-495-6020	3,826,127 428,183 233,325	01/01/16 01/01/16 01/01/16	12/31/16 12/31/16 12/31/16	- - -	- - -	- - -	- - -	- - -	- - -	- - -	- - -	- - -
					\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<b>Grant Fund</b>													
State of N.J., Department of Environmental Protection -- Clean Communities Program Clean Communities Program Recycling Tonnage Grant Recycling Tonnage Grant Recycling Tonnage Grant Recycling Tonnage Grant	042-4900-765-004 042-4900-765-004 042-4900-752-490 042-4900-752-490 042-4900-752-490 042-4900-752-490	\$ 50,839 86,405 101,810 171,931 79,882 67,747	01/01/16 01/01/15 01/01/16 01/01/15 01/01/13 01/01/12	12/31/16 12/31/15 12/31/16 12/31/15 12/31/13 12/31/12	\$ 50,839 6,133 101,810 171,931 79,882 67,747	\$ - - - - - -	\$ - - - - - -	\$ 50,839 6,133 101,810 171,931 79,882 67,747	\$ - - - - - -				
State of N.J., Department of Law and Public Safety -- Body Armor Replacement Fund COPS Grant Drunk Driving Enforcement Fund Drunk Driving Enforcement Fund Alcohol Education & Rehabilitation Fund Alcohol Education & Rehabilitation Fund	1020-718-001 6400-100-078-6400 6400-100-078-6400	14,216 137,413 907 9,835 236 605	01/01/13 01/01/16 01/01/15 01/01/13 01/01/16 01/01/15	12/31/13 12/31/16 12/31/15 12/31/13 12/31/16 12/31/15	14,216 137,413 907 9,835 236 605	- - - - - -	- - - - - -	- - - - - -	- - - - - -	- - - - - -	- - - - - -	14,216 137,413 907 9,835 236 605	- - - - - -
Total State Financial Assistance					\$ 641,554	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 641,554	\$ -

**BOROUGH OF PARAMUS  
NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS AND  
STATE FINANCIAL ASSISTANCE  
YEAR ENDED DECEMBER 31, 2017**

---

**Note 1 - General**

The accompanying schedules of expenditures of federal awards and state financial assistance include federal and state award activity of the Borough of Paramus, County of Bergen, State of New Jersey. The Borough of Paramus is defined in Note 1 to the basic financial statements. All federal and state awards received directly from federal and state agencies, as well as federal awards and state financial assistance passed through other government agencies is included on the schedule of expenditures of federal awards and state financial assistance.

**Note 2 - Basis of Accounting**

The accompanying schedules of expenditures of awards and financial assistance are presented using the regulatory basis of accounting. This basis of accounting is further described in Note 2 to the basic financial statements. The information in this schedule is presented in accordance with the requirements of the Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* ("Uniform Guidance") and New Jersey's OMB Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

**Note 3 - Relationship to General-Purpose Financial Statements**

Organization

The Borough of Paramus, New Jersey is the prime sponsor and recipient of various federal and state grant funds. The Borough has delegated the general administration of grant programs and the reporting function to the Borough Treasurer. Substantially all grant and program cash funds are commingled with the Borough's other funds, although each grant is accounted for separately within the Borough's financial records. The Borough Treasurer's office performs accounting functions for all grants.

Basis of Accounting

The Borough's grants are presented on the modified accrual basis of accounting utilizing the following methods:

Current Fund Grants -

In accordance with a directive from the State Department of Community Affairs, Division of Local Government Services, all grant revenues and expenditures are fully realized within the current fund budget and corresponding receivables and spending reserves are recorded to account for grant activity.

Trust Fund and Capital Fund Grants -

In accordance with accounting principles prescribed by the State of New Jersey, grant receivables are offset with grant spending reserves.

Local Contributions

Local matching contributions are raised in the current fund budget. The percentage of matching contributions varies with each program. Local and state shares of grants are reflected separately on the Schedule of Expenditures of State Financial Assistance.

**BOROUGH OF PARAMUS  
NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS AND  
STATE FINANCIAL ASSISTANCE  
YEAR ENDED DECEMBER 31, 2017**

**Note 3 - Relationship to General-Purpose Financial Statements (continued)**

Expenditures

Expenditures, as reported on the accompanying schedules of federal and state grants, reflect actual cash disbursements charged directly to a grant program and, in certain instances, do not include allocated expenses or accrued expenses. Differences between budget and actual cash disbursements, as well as differences between budget revenues and actual cash receipts, are transferred to current fund balance when the grant is closed out.

Expenditures per Financial Reports

Expenditures, as reported on the accompanying schedules of federal and state grants, reflect the sum of all expenditures including allocated expenses and accrued expenses reported to the grant funding agency from January 1, 2017 to December 31, 2017. Breakdown by fund is as follows:

	<u>Federal</u>	<u>State</u>	<u>Total</u>
Current Fund	\$ -	\$ -	\$ -
Grant Fund	-	-	-
General Capital Fund	-	-	-
Total Awards and Financial Assistance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**Note 4 - Relationship to Federal and State Financial Reports**

Amounts reported in the accompanying schedules may not necessarily agree with the amounts reported in the related federal and state financial reports due to timing differences between the Borough's fiscal year and grant program years.

**Note 5 - Federal and State Loans Outstanding**

The Borough had the following federal and state loans outstanding as of December 31, 2017:

General Capital Fund:	
1998 Green Trust Loan	<u>\$ 45,777</u>
	<u>\$ 45,777</u>

**Note 6 - Contingencies**

Each of the grantor agencies reserve the right to conduct additional audits of the Borough's grant programs for economy, efficiency and program results.

BOROUGH OF PARAMUS  
 SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
 YEAR ENDED DECEMBER 31, 2017

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Section I -- Summary of Auditors' Results

Financial Statements

- A) Type of auditors' report issued: Adverse - GAAP; Unqualified - Regulatory
- B) Internal control over financial reporting:
1. Material weakness(es) identified?  X  yes   no
  2. Significant deficiency(ies) identified not considered to be material weakness(es)?   yes  X  no
- C) Noncompliance material to general-purpose financial statements noted?   yes  X  no



BOROUGH OF PARAMUS  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
YEAR ENDED DECEMBER 31, 2017

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Section I -- Summary of Auditors' Results (Continued)

State Awards

\*\*NOT APPLICABLE - EXPENDITURES UNDER \$750,000\*\*

A) Internal control over major programs:

1. Material weakness(es) identified? \_\_\_\_\_ yes \_\_\_\_\_ no

2. Significant deficiency(ies) identified not considered to be material weakness(es)? \_\_\_\_\_ yes \_\_\_\_\_ no

B) Type of auditors' report issued on compliance for major programs: N/A

C) Any audit findings disclosed that are required to be reported in accordance with NJ OMB Circular 15-08? \_\_\_\_\_ yes \_\_\_\_\_ no

D) Identification of major programs:

<u>Program GMIS Number(s)</u>	<u>Name of State Program or Cluster</u>

E) Dollar threshold used to distinguish between type A and type B programs: \$ -

F) Auditee qualified as low-risk auditee? \_\_\_\_\_ yes \_\_\_\_\_ no

BOROUGH OF PARAMUS  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
YEAR ENDED DECEMBER 31, 2017

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Section II -- Financial Statement Findings

1. Condition: The municipality failed to comply with N.J.A.C. 5:30-5.6 which requires the implementation and continued maintenance of a fixed asset accounting system.

Criteria: N.J.A.C. 5:30-5.6

Cause: The CFO has failed to implement the accounting directive.

Effect: The financial statements do not reflect correct amounts for fixed assets.

Recommendation: That a fixed asset accounting system be implemented in accordance with *N.J.A.C. 5:30-5.6*.

BOROUGH OF PARAMUS  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
YEAR ENDED DECEMBER 31, 2017

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Section III -- Federal and State Award Findings and Questioned Costs

Current Year

Federal Awards:

None

State Awards:

None

BOROUGH OF PARAMUS  
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS  
YEAR ENDED DECEMBER 31, 2017

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1. The Chief Financial Officer did not implement and maintain a general fixed asset accounting system as per *N.J.A.C. 5:30-5.6*.

Status - Corrected

REQUIRED SUPPLEMENTAL INFORMATION - GASB 68

SECTION "L" - SCHEDULES RELATED TO ACCOUNTING AND REPORTING FOR  
PENSIONS (GASB 68)

**BOROUGH OF PARAMUS  
SCHEDULE OF THE BOROUGH'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY - PERS  
LAST 10 FISCAL YEARS\***

	June 30,									
	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
Borough's proportion of the net pension liability	0.0156895926%	0.1524521943%	0.1487754073%	0.1421693481%						
Borough's proportionate share of the net pension liability	\$ 46,468,073	\$ 34,222,463	\$ 27,854,825	\$ 27,171,387						
Borough's covered employee payroll (Calendar Year)	\$ 11,663,945	\$ 9,233,646	\$ 8,866,363	\$ 8,566,761						
Borough's proportionate share of the net pension liability as a percentage of its calendar year covered employee payroll	398.39%	370.63%	314.16%	317.17%						
Plan fiduciary net position as a percentage of the total pension liability (Local)	40.14%	47.93%	52.08%	48.72%						

\* The amounts presented for each fiscal year were determined as of the calendar year-end that occurred within the fiscal year.

Note: This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10 year trend is compiled, the Borough will present information for those years for which information is available.

**BOROUGH OF PARAMUS  
 SCHEDULE OF BOROUGH CONTRIBUTIONS - PERS  
 LAST 10 FISCAL YEARS\***

	June 30,									
	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
Contractually required contribution	\$ 1,193,483	\$ 1,315,018	\$ 1,124,663	\$ 1,319,411						
Contributions in relation to the contractually required contribution	(1,193,483)	(1,315,018)	(1,124,663)	(1,319,411)						
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -						
Borough's covered employee payroll (Calendar Year)	\$ 11,663,945	\$ 9,233,646	\$ 8,866,363	\$ 8,566,761						
Contributions as a percentage of covered employee payroll	10.23%	14.24%	12.68%	15.40%						

\*Note: This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10 year trend is compiled, the Borough will present information for those years for which information is available.

**BOROUGH OF PARAMUS  
SCHEDULE OF THE BOROUGH'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY - PFRS  
LAST 10 FISCAL YEARS\***

	June 30,									
	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
Borough's proportion of the net pension liability	0.0338264650%	0.3307751994%	0.3102754820%	0.3066458664%						
Borough's proportionate share of the net pension liability	\$ 64,617,201	\$ 55,095,618	\$ 39,029,778	\$ 40,765,801						
Borough's covered employee payroll (Calendar Year)	\$ 11,030,223	\$ 10,824,907	\$ 10,200,068	\$ 9,932,723						
Borough's proportionate share of the net pension liability as a percentage of its calendar year covered employee payroll	585.82%	508.97%	382.64%	410.42%						
Plan fiduciary net position as a percentage of the total pension liability (Local)	52.00%	56.31%	62.41%	58.70%						

\* The amounts presented for each fiscal year were determined as of the calendar year-end that occurred within the fiscal year.

Note: This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10 year trend is compiled, the Borough will present information for those years for which information is available.

**BOROUGH OF PARAMUS  
SCHEDULE OF BOROUGH CONTRIBUTIONS - PFRS  
LAST 10 FISCAL YEARS\***

	June 30,									
	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
Contractually required contribution	\$ 2,881,545	\$ 2,562,833	\$ 2,413,412	\$ 2,742,503						
Contributions in relation to the contractually required contribution	(2,881,545)	(2,562,833)	(2,413,412)	(2,742,503)						
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>						
Borough's covered employee payroll (Calendar Year)	\$ 11,030,223	\$ 10,824,907	\$ 10,200,068	\$ 9,932,723						
Contributions as a percentage of covered employee payroll	26.12%	23.68%	23.66%	27.61%						

\*Note: This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10 year trend is compiled, the Borough will present information for those years for which information is available.

**BOROUGH OF PARAMUS  
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION  
YEAR ENDED DECEMBER 31, 2016**

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**Note 1. Police and Firemen's Retirement System (PFRS)**

Changes of benefit terms.

The vesting and benefit provisions for PFRS are set by N.J.S.A. 43:16A. All benefits vest after ten years of service, except for disability benefits that vest after four years of service. Retirement benefits for age and service are available at age 55 and are generally determined to be 2% of final compensation for each year of creditable service, as defined, up to 30 years plus 1% for each year of service in excess of 30 years. Members may seek early retirement after achieving 25 years of service credit, in which benefits would equal 65% (tiers 1 and 2 members) and 60% (tier 3 members) of final compensation plus 1% for each year of creditable service over 25 years but not to exceed 30 years. Members may elect deferred retirement benefits after achieving ten years of service in which case benefits would begin at age 55 equal to 2% of final compensation for each year of service.

Members are always fully vested for their own contributions. In the case of death before retirement, members' beneficiaries are entitled to full payment of members contributions providing no survivor death benefits are payable.

Changes of assumptions.

Mortality rates for male service retirements and beneficiaries were based on the RP-2000 Combined Healthy Mortality Tables projected one year using Projection Scale AA and two years using the plan actuary's modified 2014 projection scales, which was further projected on a generational basis using the plan actuary's modified 2014 projection scales. Mortality rates for female service retirements and beneficiaries were based on the RP-2000 Combined Healthy Mortality Tables projected 13 years using Projection Scale BB and then 2 years using the plan actuary's modified 2014 projection scales, which was further projected on a generational basis using the plan actuary's modified 2014 projection scales. Disability mortality rates were based on special mortality tables used for the period after disability retirement.

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

**Public Employees' Retirement System (PERS)**

Changes of benefit terms.

The vesting and benefit provisions for PERS are set by N.J.S.A. 43:15A. All benefits vest after ten years of service, except for medical benefits that vest after 25 years of service or under the disability provisions of PERS. Retirement benefits for age and service are available at ages 60, 62 or 65 and are generally determined to be 1/55 or 1/60 of the final average salary for each year of service credit, as defined depending on the employees membership tier. Final average salary equals the average salary for the final three years of service prior to retirement (or highest three years' compensation if other than the final three years). Early retirement benefits are available to tiers 1 and 2 members before reaching age 60, tiers 3 and 4 before age 62 with 25 or more years of service credit and tier 5 with 30 or more years of service credit before age 65. Benefits are reduced by a fraction of a percent for each month that a member retires prior to the age at which a member can receive full early retirement benefits in accordance with their respective tier. Tier 1 members can receive an unreduced benefit from age 55 to 60 if they have at least 25 years of service. Deferred retirement is available to members who have at least 10 years of service credit and have not reached the service retirement age for the respective tier.

Members are always fully vested for their own contributions and, after three years of service credit, become vested for earnings on their contributions at 2% per annum. In the case of death before retirement, members' beneficiaries are entitled to full interest credited to the members' accounts.

Changes of assumptions.

Mortality rates were based on the RP-2000 Combined Healthy Male and Female Mortality Tables (setback 1 year for males and females) for service retirement and beneficiaries of former members and a 1 year static projection based on mortality improvement Scale AA. The tables for service retirements and beneficiaries of former members provide for future improvements in mortality from the base year of 2013 using a generational approach based on the plan actuary's modified MP-2014 projection scale.

The RP-2000 Disabled Mortality Tables (setback 3 years for males and set forward 1 year for females) are used to value disabled retirees.

The actuarial assumptions used in the July 1, 2015 valuation were based on the results of an actuarial experience study for the period July 1, 2011 to June 30, 2014.

Deviation from Assumptions

It is likely that future experience will not exactly conform to any of these assumptions. To the extent that actual experience deviates from these assumptions, the emerging PERS and PFRS liabilities may be higher or lower than anticipated. The more the experience deviates, the larger the impact on future financial statements.

BOROUGH OF PARAMUS

NJ Comprehensive Annual Financial Report

General Comments and Recommendations Section

BOROUGH OF PARAMUS  
GENERAL COMMENTS AND RECOMMENDATIONS  
YEAR ENDED DECEMBER 31, 2017

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Cash Cycle

Ref.

None

BOROUGH OF PARAMUS  
GENERAL COMMENTS AND RECOMMENDATIONS  
YEAR ENDED DECEMBER 31, 2017

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Revenues/Receipts Cycle

Ref.

Municipal Court

There are tickets assigned but not issued greater than 180 days old.

#1.

There are tickets recorded as "Other" case status.

#2.

Ending balances were not disbursed by the 15th of the subsequent month.

#3.

BOROUGH OF PARAMUS  
GENERAL COMMENTS AND RECOMMENDATIONS  
YEAR ENDED DECEMBER 31, 2017

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Expenditures/Disbursements Cycle

Ref.

None

BOROUGH OF PARAMUS  
GENERAL COMMENTS AND RECOMMENDATIONS  
YEAR ENDED DECEMBER 31, 2017

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Payroll Cycle

Ref.

None

OROUGH OF PARAMUS  
GENERAL COMMENTS AND RECOMMENDATIONS  
YEAR ENDED DECEMBER 31, 2017

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Capital Assets

Ref.

one

BOROUGH OF PARAMUS  
GENERAL COMMENTS AND RECOMMENDATIONS  
YEAR ENDED DECEMBER 31, 2017

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Other Significant Matters

Ref.

Trust Accounts were established without Dedication by Rider approval.

#4.

Adequate subsidiary ledgers for trust funds need to be maintained.

#5.

BOROUGH OF PARAMUS  
GENERAL COMMENTS AND RECOMMENDATIONS  
YEAR ENDED DECEMBER 31, 2017

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of Course Utility

Ref.

one

BOROUGH OF PARAMUS  
GENERAL COMMENTS AND RECOMMENDATIONS  
YEAR ENDED DECEMBER 31, 2017

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Swimming Pool Utility

Ref.

There were expenditures without appropriation during 2017

#6.

BOROUGH OF PARAMUS  
GENERAL COMMENTS AND RECOMMENDATIONS  
YEAR ENDED DECEMBER 31, 2017

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Recommendations

1. That municipal court tickets assigned but not issued over 180 days be recalled and re-issued. \*
2. That municipal court tickets recorded as "other" case status be investigated and removed from the system as applicable. \*
3. That municipal court ending balances be disbursed by the 15th of the subsequent month.
4. That all Trust Accounts be established in accordance with state regulations regarding dedication by Rider. \*
5. That an adequate subsidiary record be maintained for all escrow Accounts, and that balances be reviewed and completed accounts be cleared of record. \*
6. That controls be implemented to avoid expenditures without appropriation. \*

\* Denotes repetitive recommendation from prior year

BOROUGH OF PARAMUS  
GENERAL COMMENTS AND RECOMMENDATIONS  
YEAR ENDED DECEMBER 31, 2017

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Status of Prior Years' Recommendations

A review was made of all prior year's recommendations, and corrective action was taken on all with the exception of those denoted with an asterisk.

The synopsis of this report, together with the recommendations must be published as required by statute. We wish to express our appreciation of the assistance and courtesies extended by the Municipal Officials during the course of the audit.

DI MARIA & DI MARIA LLP  
Accountants and Consultants

*Frank Di Maria*

Frank Di Maria  
Registered Municipal Accountant  
RMA No. CR00463

June 30, 2018