NOTE 9 MUNICIPAL DEBT (Continued)

A. Long-Term Debt (Continued)

Debt Guarantees (Continued)

Hudson County Improvement Authority DPW Garage Lease Revenue Bonds

On October 17, 2007, the Town adopted an ordinance in which the Town is guaranteeing an amount not to exceed $8,000,000 in debt authorized by the Hudson County Improvement Authority ("HCIA") in connection with the project ("Project") known as West New York Garage Project. On June 30, 2009 the HCIA issued the DPW Garage Project Lease Revenue Bonds in the amount of $8,000,000. A lease agreement was issued to the Town of West New York DPW Garage Project as the guarantor.

The Town's guarantee under the lease agreement is as follows:

	2013	2012
HCIA 2008 (taxable) DPW Garage Project Bonds issued on June 30, 2008 for $8,000,000, maturing annually from December 15, 2009 through June 15, 2023, bearing a variable interest rate. The interest rate is calculated at 4% above the Libor rate determined as of June 30 and December 30 preceding the respective interest payment dates of December 15 and June 15. Issue has a mandatory tender on June 15, 2013.	$ -	$ 7,240,000

The calculated interest rate for the year ended December 31, 2012 ranged from 4.51% to 4.73%.

On May 15, 2013 the Town issued qualified general obligation bonds debt in the amount of $6,725,000 and reserved funds necessary to pay the mandatory tender due on June 15, 2013.

West New York Parking Authority

On October 4, 2006, the Town adopted a guaranty ordinance #17/06, in which the Town is guaranteeing an amount not to exceed $9,000,000 in Guaranteed Revenue Bonds for the construction of parking decks. On October 19, 2006, the Parking Authority of the Town of West New York issued $9,000,000 in Parking Revenue Bonds, Series 2006. As the Guarantor, the Town's responsibility is limited to the extent of the amounts outstanding in the event of default.

NOTE 9 MUNICIPAL DEBT (Continued)

A. Long-Term Debt (Continued)

Debt Guarantees (Continued)

West New York Parking Authority (Continued)

The Town's guarantee under the loan agreement is as follows:

	2013	2012
Parking Revenue Bonds, Series 2006 issued on October 19, 2006 for $9,000,000, maturing annually beginning July 1, 2008 through 2024. The Bonds maturing on July 1, 2030 and 2036 are subject to mandatory sinking fund redemptions on July 1 from 2025 through 2036. Interest is paid semi-annually at interest rates ranging from 3.5% to 5%.	$ 7,890,000	$ 8,090,000

Hudson County Improvement Authority – Lease Financing Agreement

On June 15, 1997, the Town and the West New York Parking Authority (the "Authority") entered into a lease financing agreement with the Hudson County Improvement Authority (HCIA). The Agreement is for the HCIA to provide $6,400,000 of funding to be shared equally between the Town and the Authority; however, the Town has ultimate responsibility for all amounts due pursuant to the lease. The proceeds of the lease were received equally by the Town and Authority and both entities are responsible for their share of rental payments in connection with the lease.

The Town, as a participant in the Agreement, has received funding of $4,200,000 from the HCIA for the renovations/rehabilitation of Bergenline Avenue from 48th Street through 68th Street, both east and west sides. In consideration for the funding received, the Town will lease the land to the HCIA and then in turn least the entire completed improvements from the HCIA for a term to expire July 1, 2025.

Upon the satisfaction of certain criteria, which must include the approval of the Town of West New York, the Authority can elect to purchase the facility from the HCIA. Under the terms of the agreement, it is estimated that the exercise date of the purchase option would be July 1, 2025, the expiration date of the original lease term. The Authority will receive significant credit for the value of net minimum lease payments made to such date to be applied toward the option purchase price. As such, this agreement has been recorded as a capital lease obligation.

The Town is the lessee of the improvements thereto, referred to as the Renovation of Bergenline Avenue, under a capital lease that expires July 1, 2025. The assets and liabilities under capital lease are recorded at the present value of the minimum lease payments.

The capital lease obligation for the year ended December 31, 2013 was $160,000.

NOTE 9 MUNICIPAL DEBT (Continued)

A. Long-Term Debt (Continued)

Debt Guarantees (Continued)

Hudson County Improvement Authority – Lease Financing Agreement (Continued)

Minimum future lease payments under the capital lease as of December 31, 2013 for each of the next five years and in the aggregate are:

Years Ended December 31,	Amount
2014	$ 283,750
2015	285,500
2016	286,750
2017	287,500
2018	287,750
2019-2023	1,430,000
2024	283,500
Total	3,144,750
Less: Amounts representing Interest	769,750
Present value of Net Minimum Lease Payments	$ 2,375,000

The initial interest rate on the capital lease was 5% and was based on the HCIA's borrowing rate at the inception of the lease. The future minimum lease payments set forth above assumes a 5% interest rate. However, as of the date of the Agreement, the interest rate payable on the outstanding principal is reset weekly by the Remarketing Agent for the HCIA Pooled Loan Program. The average estimated interest rate for the years ended December 31, 2013 and 2012 was 0.8864% and 2.0731%, respectively.

Changes in Long-Term Municipal Debt

The Town's long-term capital debt activity for the years ended December 31, 2013 and 2012 were as follows:

	Balance, December 31, 2012	Additions	Reductions	Balance, December 31, 2013	Due Within One Year
2013					
General Capital Fund					
Serial Bonds Payable	$ 24,013,000	$ 10,635,000	$ 3,665,000	$ 30,983,000	$ 4,240,000
School Bonds Payable	2,650,000			2,650,000	110,000
Intergovernmental Loans Payable	1,248,570	170,010	154,514	1,264,066	159,328
General Capital Fund Long-Term Liabilities	$ 27,911,570	$ 10,805,010	$ 3,819,514	$ 34,897,066	$ 4,509,328

NOTE 9 MUNICIPAL DEBT (Continued)

A. Long-Term Debt (Continued)

Changes in Long-Term Municipal Debt (Continued)

	Balance, December 31, 2011	Additions	Reductions	Balance, December 31, 2012	Due Within One Year
2012					
General Capital Fund					
Serial Bonds Payable	$ 27,553,000		$ 3,540,000	$ 24,013,000	$ 3,665,000
School Bonds Payable	2,650,000			2,650,000	
Intergovernmental Loans Payable	1,400,632	-	152,062	1,248,570	154,514
General Capital Fund Long-Term Liabilities	$ 31,603,632	$ -	$ 3,692,062	$ 27,911,570	$ 3,819,514

B. Short-Term Debt

The Town's short-term debt activity for the years ended December 31, 2013 and 2012 was as follows:

Bond Anticipation Notes

Purpose	Rate (%)	Maturity Date	Balance, December 31, 2012	Renewed/ Issued	Retired/ Redeemed	Balance, December 31, 2013
2013						
General Capital Fund						
Various Capital Improvements	1.50	8/7/2013	$ 3,810,450		$ 3,810,450	
Various Capital Improvements	1.125	12/20/2013	1,900,000		1,900,000	
Various Capital Improvements	1.00	12/10/2014		$ 3,883,000		$ 3,883,000
Road Improvement Projects	1.00	12/10/2014	-	744,000	-	744,000
			$ 5,710,450	$ 4,627,000	$ 5,710,450	$ 4,627,000

NOTE 9 MUNICIPAL DEBT (Continued)

B. Short-Term Debt (Continued)

Bond Anticipation Notes (Continued)

Purpose	Rate (%)	Maturity Date	Balance, December 31, 2011	Renewed/ Issued	Retired/ Redeemed	Balance, December 31, 2012
2012						
General Capital Fund						
Various Capital Improvements	1.50	8/7/2013	$ 3,995,950	$ 3,810,450	$ 3,995,950	$ 3,810,450
Various Capital Improvements	1.125	12/20/2013	1,900,000	1,900,000	1,900,000	1,900,000
			$ 5,895,950	$ 5,710,450	$ 5,895,950	$ 5,710,450

The purpose of these short-time borrowings was to provide resources for capital construction, acquisitions or improvement projects and other purposes permitted by State Local Bond Law NJSA 40A:2 et. seq. The amounts issued for governmental activities are accounted for in the General Capital Fund.

State law requires that notes are to be issued for a period not exceeding one year and may be renewed from time to time for additional periods, none of which shall exceed one year. All bond anticipation notes, including renewals, shall mature and be paid not later than the first day of the fifth month following the close of the tenth fiscal year following the date of the original notes. In addition any note renewed beyond the third anniversary date of the original note, requires one legally payable installment to be paid.

In addition to the debt shown in the above schedule, municipalities may issue debt to finance emergency or special emergency appropriations. This debt which is not included in the Town's statutory debt limit calculation is reported in the Current Fund for the years 2013 and 2012 as follows:

NOTE 9 MUNICIPAL DEBT (Continued)

B. Short-Term Debt (Continued)

Emergency Notes

Any local unit may borrow money and issue its negotiable notes to meet an emergency appropriation. All emergency notes, and any renewals thereof, shall mature not later than the last day of the fiscal year following the fiscal year in which the notes were issued and the emergency appropriation authorized.

Purpose	Rate (%)	Maturity Date	Balance, December 31, 2012	Renewed/ Issued	Retired/ Redeemed	Balance, December 31, 2013
2013						
General Liability	2.25	12/27/2013	$ 977,100		$ 977,100	
Employee Health Insurance	2.25	12/27/2013	325,800		325,800	
Engineering Fees	2.25	12/27/2013	385,100	-	385,100	-
Total Emergency Notes			$ 1,688,000	$ -	$ 1,688,000	$ -

Purpose	Rate (%)	Maturity Date	Balance, December 31, 2011	Renewed/ Issued	Retired/ Redeemed	Balance, December 31, 2012
2012						
General Liability	2.25	12/27/2013		$ 977,100		$ 977,100
Employee Health Insurance	2.25	12/27/2013		325,800		325,800
Engineering Fees	2.25	12/27/2013	-	385,100	-	385,100
Total Emergency Notes			$ -	$ 1,688,000	$ -	$ 1,688,000

NOTE 9 MUNICIPAL DEBT (Continued)

B. Short-Term Debt (Continued)

Special Emergency Notes

Following the adoption of an ordinance or resolution for special emergency appropriations, the Town may borrow money and issue special emergency notes which may be renewed from time to time, but at least 1/5 of all such notes and the renewal thereof, shall mature and be paid in each year so that all notes have been paid by the end of the fifth year following the date of the special emergency resolution.

Purpose	Rate (%)	Maturity Date	Balance, December 31, 2012	Renewed/ Issued	Retired/ Redeemed	Balance, December 31, 2013
2013						
Superstorm Sandy	2.25	12/27/2013	$ 230,000		$ 230,000	
Superstorm Sandy	1.00	12/10/2014	-	$ 184,000	-	$ 184,000
Total Special Emergency Notes			$ 230,000	$ 184,000	$ 230,000	$ 184,000

Purpose	Rate (%)	Maturity Date	Balance, December 31, 2011	Renewed/ Issued	Retired/ Redeemed	Balance, December 31, 2012
2012						
Superstorm Sandy	2.25	12/27/2013	$ -	$ 230,000	$ -	$ 230,000
Total Special Emergency Notes			$ -	$ 230,000	$ -	$ 230,000

NOTE 10 CONSTRUCTION AND OTHER SIGNIFICANT COMMITMENTS

As of December 31, the Town had the following commitments with respect to unfinished capital projects:

Capital Project	Construction Commitment	Estimated Date of Completion
2013		
Municipal Pool Renovations	$247,032	2014
Improvements to 67th Street	94,765	2014
2012		
None		

NOTE 11 OTHER LONG-TERM LIABILITIES

A. Compensated Absences

Under the existing policies and labor agreements of the Town, employees are allowed to accumulate (with certain restrictions) unused vacation benefits, personal, sick leave and compensation time in lieu of overtime over the life of their working careers and to redeem such unused leave time in cash (with certain limitations) upon death, retirement or by extended absence immediately preceding retirement.

It is estimated that the current cost of such unpaid compensation and salary related payments would approximate $8,089,334 and $8,518,047 at December 31, 2013 and 2012, respectively. These amounts which are considered material to the financial statements, are not reported either as an expenditure or liability.

B. Deferred Pension Obligation

During the year ended December 31, 2009 the Town elected to contribute 50% of its normal and accrued liability components of the PFRS and PERS obligations and deferred the remaining 50% in accordance with P.L. 2009, c.19. The deferred amount totaled $1,589,585 and will be paid back with interest over 15 years beginning in the 2012 year. The Town is permitted to payoff the deferred PFRS and PERS pension obligations at any time. It is estimated that the total **deferred** liability including accrued interest (at 8.25%) at December 31, 2013 and 2012 is $1,588,937 and $1,658,996, respectively.

NOTE 11 OTHER LONG-TERM LIABILITIES (Continued)

Changes in Other Long-Term Liabilities

The Town's changes in other long-term liabilities for the years ended December 31, 2013 and 2012 were as follows:

	Balance, December 31, 2012	Additions	Reductions	Balance, December 31, 2013	Due Within One Year
2013					
Deferred Pension Obligation	$ 1,527,855	-	$ 70,059	$ 1,457,796	$ 78,162
Other Long-Term Liabilities	$ 1,527,855	$ -	$ 70,059	$ 1,457,796	$ 78,162

	Balance, December 31, 2011	Additions	Reductions	Balance, December 31, 2012	Due Within One Year
2012					
Deferred Pension Obligation	$ 1,589,585	-	$ 61,730	$ 1,527,855	$ 70,059
Other Long-Term Liabilities	$ 1,589,585	$ -	$ 61,730	$ 1,527,855	$ 70,059

NOTE 12 EMPLOYEE RETIREMENT SYSTEMS

The State of New Jersey sponsors and administers the following contributory defined benefit public employee retirement systems (retirement systems) covering substantially all state and local government employees which includes those Town employees who are eligible for pension coverage.

Police and Firemen's Retirement System (PFRS) – established in July 1944, under the provisions of N.J.S.A. 43:16A to provide coverage to substantially all full time county and municipal police or firemen and State firemen appointed after June 30, 1944. Membership is mandatory for such employees with vesting occurring after 10 years of membership.

Public Employees' Retirement System (PERS) – established in January 1955, under the provisions of N.J.S.A. 43:15A to provide coverage, including post-retirement healthcare for those eligible employees whose local employers elected to do so, to substantially all full-time employees of the State or any county, municipality, school district, or public agency provided the employee is not a member of another State-administered retirement system. Membership is mandatory for such employees and vesting occurs after 10 years of service for pension benefits and, if applicable, 25 years for post-retirement healthcare coverage.

NOTE 12 EMPLOYEE RETIREMENT SYSTEMS (Continued)

The State of New Jersey sponsors and administers the following defined contribution public employee retirement program covering certain state and local government employees which include those Town employees who are eligible for pension coverage.

Defined Contribution Retirement Program (DCRP) – established under the provisions of Chapter 92, P.L. 2007 and Chapter 103, P.L. 2008 to provide coverage to elected and certain appointed officials, effective July 1, 2007. Membership is mandatory for such individuals with vesting occurring after one (1) year of membership. This provision was extended by Chapter 1, P.L. 2010, effective May 21, 2010, to new employees (Tier 2) of the PFRS and new employers 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 are eligible for participation in the DCRP.

Other Pension Funds

The state 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.

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

According to state law, all obligations of each retirement system will be assumed by the State of New Jersey should any retirement system be terminated.

The State of New Jersey, Department of the Treasury, Division of Pensions and Benefits, issues publicly available financial reports that include the financial statements and required supplementary information of each of the above systems, funds, and trust. The financial reports may be accessed via the New Jersey, Division of Pensions and Benefits website at www.state.nj.us/treasury/pensions.

Basis of Accounting

The financial statements of the retirement systems are prepared on the accrual basis of accounting. Employer contributions are recognized when payable to the retirement systems. Benefits and refunds are recognized when due and payable in accordance with the terms of the retirement systems.

NOTE 12 EMPLOYEE RETIREMENT SYSTEMS (Continued)

Significant Legislation

P.L. 2011, c.78, effective June 28, 2011, made various changes to the manner in which PERS and PFRS operate and to the benefit provisions of those systems.

This new legislation's provisions impacting employee pension and health benefits include:

- For new members of PERS hired on or after June 28, 2011 (Tier 5 members), the years of creditable service needed for early retirement benefits increased from 25 to 30 years and the early retirement age increased from 55 to 65. The eligibility age to qualify for a service retirement in the PERS increased from age 62 to 65 for Tier 5 members.
- The annual benefit under special retirement for new PFRS members enrolled after June 28, 2011 (Tier 3 members), decreased from 65 percent of final compensation to 60 percent of final compensation after 25 years of service and from 70 percent of final compensation to 65 percent of final compensation after 30 or more years of service.
- It increased the active member contribution rates as follows: PERS active member rates increase from 5.5 percent of annual compensation to 6.5 percent plus an additional 1 percent phased-in over 7 years; PFRS active member rates increase from 8.5 percent to 10 percent. For Fiscal Year 2013, the PERS member contribution rate was 6.64%. The phase-in of the additional incremental member contributions for PERS members will take place in July of each subsequent fiscal year.
- The payment of automatic cost-of-living adjustment (COLA) additional increases to current and future retirees and beneficiaries was suspended. COLA increases may be reactivated at a future date as permitted by this law.
- It changed the method for amortizing the pension systems' unfunded accrued liability (from a level percent of pay method to a level dollar of pay method).

Investment Valuation

Investments are reported at fair value. Securities traded on a national or international exchange are valued at the last reported sales price at current exchange rates. Mortgages are valued on the basis of future principal and interest payments, and are discounted at prevailing interest rates for similar instruments. The fair value of real estate investments is based on independent appraisals. Investments that do not have an established market are reported at estimated fair values.

The State of New Jersey, Department of the Treasury, Division of Investment, issues publicly available financial reports that include the financial statements of the State of New Jersey Cash Management Fund. The financial report may be obtained by writing to the State of New Jersey, Department of the Treasury, Division of Investment, P.O. Box 290, Trenton, New Jersey 08625-0290, or at www.state.nj/treasury/doinvest.

NOTE 12 EMPLOYEE RETIREMENT SYSTEMS (Continued)

Funded Status and Funding Progress

As of July 1, 2012, the most recent actuarial valuation date, the aggregate funded ratio for all the State administered retirement systems, including PERS and PFRS, is 64.5 percent with an unfunded actuarial accrued liability of $47.2 billion. The aggregate funded ratio and unfunded accrued liability for the State-funded systems is 56.7 percent and $34.4 billion, respectively and the aggregate funded ratio and unfunded accrued liability for local PERS and PFRS is 76.1 percent and $12.8 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, 2012 actuarial valuations, the date of the most recent actuarial valuations, the projected unit credit was used as actuarial cost method, and the five year average of market value was used as asset valuation method for pension trust funds. The actuarial assumptions included (a) 7.90% for investment rate of return for all the retirement systems except CPFPF (2.00%) and (b) changes to projected salary increases, which vary by fund.

Employer and Employee Pension Contributions

The contribution policy is set by laws of the State of New Jersey and contributions are required by active members and participating employers. Plan members and employer contributions may be amended by State of New Jersey legislation, with the amount of contributions by the State of New Jersey contingent upon the annual Appropriations Act. As defined, the various retirement systems require employee contributions based on 6.50% plus an additional 1% phased-in over 7 years beginning in July 2012 for PERS, 10.0% for PFRS and 5.50% for DCRP of employees' annual compensation. The member contribution for PERS was 6.64% in fiscal year 2013.

Annual Pension Cost (APC)

For PFRS and PERS, which are cost sharing multi-employer defined benefit pension plans, annual pension cost equals contributions made. In the DCRP, which is a defined contribution plan, member contributions are matched by a 3% employer contribution.

NOTE 12 EMPLOYEE RETIREMENT SYSTEMS (Continued)

Annual Pension Cost (APC) (Continued)

During the years ended December 31, 2013, 2012 and 2011, the Town, was required to contribute for normal cost pension contributions, accrued liability pension contributions, deferred pension obligation contributions, and non-contributory life insurance premiums the following amounts which equaled the required contributions for each respective year:

Year Ended December 31	PFRS	PERS	DCRP
2013	$ 2,591,859	$ 807,389	$ 15,334
2012	2,432,976	891,572	6,307
2011	3,008,579	1,018,528	

NOTE 13 POST-RETIREMENT MEDICAL BENEFITS

Plan Description

The Town provides a post employment healthcare plan for its eligible retirees, spouses and dependents. The plan is a single-employer defined benefit healthcare plan administered by the Town. In accordance with Town ordinances, contracts and/or policies, the Town provides medical and prescription benefits to retirees and their covered eligible dependents. The town pays the fall cost for eligible retirees, spouses and dependents. All active employees who retire directly from the Town and meet the eligibility criteria may participate.

Funding Policy

The required contribution is funded on a pay-as-you-go basis. For the years 2013 and 2012, the Town contributed $4,436,000 and $4,063,337 to the plan reflecting implicit rate subsidies. The total of $8,869,797 and $9,453,411 was for current premiums.

NOTE 13 POST-RETIREMENT MEDICAL BENEFITS (Continued)

Annual OPEB Cost and Net OPEB Obligation

The Town's annual other post-employment benefit (OPEB) cost (expense) is calculated based on the *annual required contribution of the employer (ARC),* an amount actuarially determined in accordance with the parameters of GASB Statement 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty years. The following table shows the components of the Town's annual OPEB cost for the year, the amount actually contributed to the plan, and changes in the Town's net OPEB obligation to the plan.

Annual Required Contribution	$ 11,175,597
Interest on Net OPEB Obligation	981,956
Adjustment to Annual Required Contribution	(918,056)
Total (Annual OPEB Cost (Expense)	11,239,497
Contributions Made	4,436,000
Increase in Net OPEB Obligation	15,675,497
Net OPEB Obligation - Beginning of Year	21,821,252
Net OPEB Obligation - End of Year	$ 37,496,749

The Town's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for the years 2013, 2012 and 2011 were as follows:

Year Ended December 31,	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligations
2013	$ 11,239,497	39.47%	$ 37,496,749
2012	10,930,476	37.17%	21,821,252
2011	9,800,190	34.59%	14,954,113

Funded Status and Funding Progress

As of December 31, 2012, the most recent actuarial valuation date, the plan was zero percent funded. The actuarial accrued liability for benefits was $128,152,357, and the actuarial value of assets was $-0-, resulting in an unfunded actuarial accrued liability (UAAL) of $128,152,357.

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

NOTE 13 POST-RETIREMENT MEDICAL BENEFITS (Continued)

Actuarial Methods and Assumptions

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

In the December 31, 2012, actuarial valuation, the entry age actuarial cost method was used. The actuarial assumptions included a 4.5 percent investment rate of return (net of administrative expense) which is a blended rate of the expected long-term investment returns on plan assets and on the employer's own investments calculated based on the funded level of the plan at the valuation date, and an annual healthcare cost trend rate of 8% of pre-medicare medical benefits and 5% post-medicare medical benefits. The UAAL is being amortized as a level percentage of projected payroll on an open basis. The remaining amortization period at December 31, 2013 was 25 years.

NOTE 14 RISK MANAGEMENT

Employee Group Health

The Town of West New York has established a group health and prescription insurance benefit plan for its active employees and eligible dependents. Claims dollars are funded by the Town and employee health contributions and are paid by the plan (Horizon BCBS – Medical and Express Scripts – Prescription). The Town has a Medicare Advantage plan with Horizon BCBS to cover all retired members; the Town assumes all cost to fund the Medicare Advantage plan. Total cost paid by the Town for Medical, Medicare Advantage Plan, Rx and Stop-Loss totals $12,557,788 for plan year ending December 31, 2013. The plan has a re-insurance agreement with HM Life in place to fund claims in excess of $175,000 per person and a policy year maximum specific benefit of $1,825,000. The re-insurance policy also contains an aggregate loss provision in the amount of $9,464,615 per policy year ending December 31, 2013. The Town experienced one member that exceeded the specific attachment point of $175,000. Claims were in excess of $409,359. The Town will be reimbursed $234,359 in plan year 2014. The Town has not created a liability for loss reserves for claims incurred which were unpaid at December 31, 2013. In addition, the Town has not created a liability for reserves for any potential unreported losses which have taken place but in which the Town has not received notices or report of losses. The effect on the financial statements from these omissions could not be determined, but is presumed to be material. A contingent liability exists with respect to reinsurance, which would become an actual liability in the even the reinsuring company might be unable to meet their obligations to the Town under existing reinsurance agreements.

Worker's Compensation

The Town has established a worker's compensation plan for its employees. Transaction related to the plan are accounted for the in the Current Fund. The towns funds the entire cost of the plan. Claims are paid directly by the plan up to a maximum of $150,000 for any one accident or occurrence, with any excess benefits up to $2,000,000 per occurrence being reimbursed through an excess workers' compensation policy with the New Jersey Municipal Self Insurer's Joint Insurance Fund. (NJMSIJIF). A contingent liability exists with respect to reinsurance, which would become an actual liability in the event the reinsuring company may not be able to meet their obligations to the Town under existing reinsurance agreements.

NOTE 14 RISK MANAGEMENT (Continued)

General Liability

The Town has established a general liability self-insurance plan. Transactions related to the plan are accounted for in the Current Fund. The Town funds the entire cost of the plan. Claims are paid directly by the plan up to a maximum of $100,000 for any one accident or occurrence, with any excess benefit being reimbursed through an excess liability police with NJMSIJIF. A contingent liability exists with respect to reinsurance, which would become an actual liability in the event the reinsuring company may not be able to meet their obligations to the Town under existing reinsurance agreements.

Other Insurance Coverage

The Town of West New York is a member of the Municipal Excess Liability Joint Insurance Fund (MEL). The joint insurance fund is 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 Fund is a risk sharing public entity pool. The MEL coverage amounts are on file with the Town.

The relationship between the Town and insurance fund is governed by a contract and by-laws that have been adopted by resolution of each unit's governing body. The Town in contractually obligated to make all annual and supplementary contributions to the insurance fund, to report claims on a timely basis, to 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 fund. Members have a contractual obligation to fund any deficit of the fund attributable to a membership year during which the municipality was a member.

The fund provides its members with risk management services, including the defense of and settlement of claims, and established reasonable and necessary loss reduction and prevention procedures to be followed by the members. Complete financial statements of the fund can be obtained by contacting the respective fund's Treasurer.

There has been no significant reduction in insurance coverage from the previous year nor have there been any settlement in excess of insurance coverage in any of the prior three years.

The Town has elected to fund its New Jersey Unemployment Compensation Insurance under the "Benefit Reimbursement Method". Under this plan the Town 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 Town is billed quarterly for amounts due to the State. The following is a summary of Town contributions, employee contributions, reimbursements to the State for benefits paid and the ending balance of the Town's unemployment compensation trust fund for the current and previous two years:

Year Ended December 31	Town Contributions	Employee Contributions	Amount Reimbursed	Ending Balance
2013	$ 120,000	$ 31,151	$ 156,702	$ 186,770
2012	350,000	33,864	285,635	192,321
2011	250,000	30,283	291,857	94,092

NOTE 15 CONTINGENT LIABILITIES

The Town is a party defendant in some lawsuits, none of a kind unusual for a municipality of its size and scope of operation. In the opinion of the Town's Attorney, the potential claims against the Town not covered by insurance policies would not materially affect the financial condition of the Town.

Pending Tax Appeals - Various tax appeal cases were pending in the New Jersey Tax Court at December 31, 2013 and 2012. Amounts claimed have not yet been determined. The Town 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 Town does not recognize a liability, if any, until these cases have been adjudicated. The Town expects such amounts, if any, could be material. As of December 31, 2013 and 2012, the Town reserved $-0- and $601,730, respectively in the Current Fund for tax appeals pending in the New Jersey Tax Court. Funding of any ultimate liability would be provided for in succeeding years' budget or from fund balance.

Federal and State Awards - The Town 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 government. If expenditures are disallowed due to noncompliance with grant program regulations, the Town may be required to reimburse the grantor government. As of December 31, 2013 and 2012, significant amounts of grant expenditure have not been audited by the various grantor agencies but the Town believes that disallowed expenditures, if any, based on subsequent audits will not have a material effect on the overall financial position of the Town.

NOTE 16 FEDERAL ARBITRAGE REGULATIONS

The Town is subject to Section 148 of the Internal Revenue Code as it pertains to the arbitrage rebate on all tax-exempt obligations, both long and short-term debt. Under the 1986 Tax Reform Act, the Internal Revenue Service (IRS) required that all excess earnings from investment proceeds be rebated to the IRS. Arbitrage, for purposes of these regulations, is defined as the difference between the yield on the investment and the yield on the obligations issued. If there are excess earnings, this amount may be required to be rebated to the IRS. At December 31, 2013 and 2012, the Town has not estimated its estimated arbitrage earnings due to the IRS, if any.

NOTE 17 RELATED PARTY TRANSACTIONS

North Hudson Sewerage Authority

In October, 1996, the West New York Municipal Utilities Authority (WNYMUA) was acquired by the Hoboken – Union City – Weehawken Sewerage Authority (HUCWSA), and together, these entities were consolidated to create the North Hudson Sewerage Authority (NHSA). The acquisition was executed through the issuance and sale of $104,945,000 Sewer Revenue Bonds, Series 1996, issued by the NHSA on October 15, 1996. Upon delivery of the bonds on October 31, 1996, the NHSA acquired all of the existing wastewater collection and treatment facilities of the Town and the WNYMUA. On February 16, 2000, the WNYMUA was officially dissolved pursuant to N.J.S. 40A:5A-20, through Town ordinance 25/99. By virtue of this ordinance, the Town assumed all remaining assets and liabilities of the now defunct WYNMUA.

NOTE 17 RELATED PARTY TRANSACTIONS (Continued)

North Hudson Sewerage Authority (Continued)

In connection with the creation of the NHSA, a service agreement between the Town (together with the Hudson County municipalities of Hoboken, Union City and Weehawken) and the NHSA was executed. This agreement supersedes a previous agreement between the Town and the WNYMUA. The related obligation of the Town with respect to the current service agreement pertains to service charges and annual charges, as described below.

Service Charges

The NHSA will charge (to users of its system) service charges, pursuant to the service agreement, with respect to all sewerage treated or disposed of by the NHSA and for all use and services of its system, in accordance with the New Jersey Sewerage Authorities Law, ch. 138, L. 1946, and in a manner consistent with the submission relied upon by the United States Environmental Protection Agency (EPA) and the New Jersey Department of Environmental Protection (NJDEP) in issuing a federal grant or in such other manner that the EPA and the NJDEP approve. Such service charges shall be established at rates estimated to be sufficient to provide for all amounts necessary to pay or provide for the expense of operation and maintenance of the NHSA's system and the principal and interest on any and all bonds as they become due, to maintain the amounts required to be held on deposit in the sinking fund and the bond reserve fund and to comply in all respects with the terms of provisions of the general bond resolution adopted by the NUCWSA on April 24, 1989, as amended and the New Jersey Sewerage Authorities Law, provided, however, that the NHSA may charge service charges which are less than sufficient to comply with the requirements referred to above if each of the municipalities gives its written consent to such lesser service charges.

Annual Charges

Annual charges are based upon application of a formula which is explained in the next two paragraphs. If, but only if, the application of the formula yields a positive dollar amount for any fiscal year during which the service agreement is in effect, the Town shall be obligated to pay to the NHSA its allocable share of such positive dollar amount as an annual charge. Such annual charges shall be the excess, if any of the amount determined by the items in the first paragraph following less the amount determined by the items in the second paragraph following to determine the excess, if any.

The sum of all of the amounts reasonably expected by the NHSA to be expended in the fiscal year of the NHSA (1) to pay or provide for the expenses of construction, acquisition, operation and maintenance of its system, as well as administrative and other expenses of the NHSA related to its system prior to placing the system in operation, and the principal of and interest on all bonds as the same become due; (2) to maintain such reserves or sinking funds as may be required by the terms of the contract of the NHSA or any bond resolution, or as may be deemed necessary by the NHSA; and (3) to comply in all respects with the terms of the general bond resolution adopted by the HUCWSA on April 24, 1989, as amended, and the New Jersey Sewerage Authorities Law.

The sum of the following amounts to the extent available to be used to pay or provide for the amounts described in the preceding paragraph: (1) service charges collected by the NHSA; (2) the proceeds of bonds received by or for account of the NHSA with respect to its system; (3) the proceeds of insurance awards received by or for account of the NHSA with respect to its system; (4) contributions received by or for account of the NHSA with respect to its system and not under any circumstances repayable by the NHSA until after the payment in full of all other obligations of the NHSA including its bonds, original or refunding or both, or (5) any other funds on hand or available therefore.

NOTE 17 RELATED PARTY TRANSACTIONS (Continued)

North Hudson Sewerage Authority (Continued)

Annual Charges (Continued)

Annual charges, if any, are assessed to and payable by the Town in the same percentage as the most recent determination by the NHSA of the allocation of the annual flow among the municipalities. The most recent determination by the NHSA of the allocation of the annual flow is as follows: (i) Hoboken 31%, (ii) Union City 35%, (iii) Weehawken 8% and (iv) West New York 26%.

On or before January 1 of each fiscal year, the NHSA will make an estimate of the amount of the annual charges, if any, which will become payable by the Town for such fiscal year. On or before February 15 of each fiscal year, the Town will pay to the NHSA the amount of any annual charges not paid relating to any prior fiscal year. The Town will pay to the NHSA that part of the estimated amount of the annual charges for the current fiscal year in four equal installments on March 1, June 1, September 1, and November 1 of such fiscal year.

There was no annual charge due to the NHSA for the year ended December 31, 2013.

NOTE 18 JOINT GOVERNED ORGANIZATION

North Hudson Regional Fire and Rescue

The North Hudson Regional Fire and Rescue was created pursuant to the second Amended and Restated Consolidated Municipal Services Agreement (Agreement) for the Formation of a Joint Meeting Pursuant to N.J.S.A. 40:8B-1 et seq.

Background of the Agreement

On October 1, 1998, the Hudson County municipalities of North Bergen, Union City, Weehawken and West New York had formed the Agreement in order to form a joint meeting pursuant to the Consolidated Municipal Services Act, N.J.S.A. 40:8B-1 et seq. (the "Act"). The entity created by the formation of this joint meeting is known as the North Hudson Regional Fire and Rescue (NHRFR), which is a public body, corporate and politic, constituting a political subdivision of the State of New Jersey, having all powers and authorities permitted by the Act. The purpose of the NHRFR is to provide for the joint operation of fire protection, rescue and emergency services, and other related governmental services.

The Town adopted an ordinance on September 30, 1998, authorizing the sale, lease transfer, conveyance or other disposition of an improvement of real and personal property to the NHRFR, pursuant to New Jersey Statutes.

On December 30, 1998, the Town of Guttenberg, duly adopted a resolution approving it to officially enter into the Agreement, and Guttenberg was admitted to participate in the NHRFR.

The terms of the Agreement expires September 30, 2023, but may be subject to earlier termination pursuant to the Act. The operations of the NHRFR commenced on January 1, 1999. The NHRFR is governed by a five member management committee, consisting of one representative from each municipality, and this committee may appoint one or two executive director(s), and other such officers, employees and counsel as it deems necessary. A municipality's admission to or withdrawal from the NHRFR requires four votes from the management committee.

NOTE 18 JOINT GOVERNED ORGANIZATION (Continued)

North Hudson Regional Fire and Rescue (Continued)

Background of the Agreement (Continued)

This annual contribution is based on each an allocation formula set for the original four participating municipalities and subsequent agreement with the Town of Guttenberg on the annual budgeted costs of North Hudson Regional Fire and Rescue. The Towns contribution was $14,207,443 and $13,744,039 for the years 2013 and 2012, respectively, including health insurance and debt service costs.

NOTE 19 ACCELERATED TAX SALE

Chapter 99 of the Public Laws and 1997 of the State of New Jersey, effective May 12, 1997, authorized any municipality to have an accelerated tax sale. An accelerated tax sale permits a municipality to have a tax sale when a property is in arrears after the 11th day of the 11th month of each fiscal year. In 2013 and 2012, the Town had an accelerated tax which resulted in the majority of delinquent taxes being sold to outside lien holders. As a result of the accelerated tax sales, the true collection rate which includes the proceeds of the accelerated tax sale was 99.44% and 98.49% for 2013 and 2012, respectively. The underlying tax collection rate was 98.06% and 96.76% for 2013 and 2012, respectively.

NOTE 20 HURRICANE SANDY

On October 29, 2012 Hurricane Sandy, the largest Atlantic hurricane on record made landfall in New Jersey and resulted in severe damage in numerous communities and a federal disaster was declared throughout the State. The Town has incurred significant costs in the clean up and recovery from this federal disaster. The Federal Emergency Management Agency ("FEMA") provides emergency grant assistance (voluntary nonexchange transaction) to help government's cope with losses. Although the Town has applied for reimbursement from FEMA, the total amount to be received in conjunction with this event is not considered to be measurable with sufficient reliability and therefore has not been recognized in the financial statements as of December 31, 2013. As of December 31, 2013, the Town has received $138,725 in FEMA reimbursements relating to Hurricane Sandy which have been reflected in the financial statements.

CURRENT FUND

EXHIBIT A-4

TOWN OF WEST NEW YORK
STATEMENT OF CURRENT CASH - TREASURER

Balance, January 1, 2013		$18,465,787
Increased by Receipts:		
Taxes Receivable	$60,585,552	
Non-Budget Revenue	1,562,014	
Senior Citizen's and Veteran's Deductions	52,750	
Tax Title Liens	174,370	
Prepaid Taxes	319,032	
Tax Overpayments	508,724	
Revenue Accounts Receivable	29,953,338	
North Hudson Sewerage Authority	1,084,244	
Receipts for Federal and State Grant Fund	220,526	
Receipts for General Capital Fund	10,641,486	
Receipts from General Capital Fund	1,921,375	
Receipts for Other Trust Fund	165,099	
		107,188,510
		125,654,297
Decreased by Disbursements:		
2013 Budget Appropriations	64,311,546	
2012 Appropriation Reserves	1,117,008	
Encumbrances Payable	4,033	
Tax Overpayments	645,862	
County Taxes Payable	12,360,777	
School Taxes Payable	14,469,214	
Payments to General Capital Fund	132,487	
Payments to Other Trust Fund	83,221	
Reserve for PILOT and Tax Appeals	651,730	
Reserve for Master Plan	71,456	
Special Emergency Notes Payable	1,918,000	
North Hudson Sewerage Authority	3,671,864	
Payments for Federal and State Grant Fund	375,515	
Payments for General Capital Fund	12,435,450	
Payments for Other Trust Fund	465,559	
Refund of Prior Year Revenue	83,318	
		112,797,040
Balance, December 31, 2013		$12,857,257

EXHIBIT A-5

TOWN OF WEST NEW YORK
STATEMENT OF CHANGE FUND

	Balance, January 1, 2013	Balance, December 31, 2013
Collector	$ 100	$ 100
Violations Clerk	400	400
	$ 500	$ 500

EXHIBIT A-6

STATEMENT OF DUE TO STATE OF NEW JERSEY
SENIOR CITIZENS' AND VETERANS' DEDUCTIONS

Balance, January 1, 2013		$ 54,005
Increased by:		
Cash Received from State	$ 52,750	
Senior Citizen and Veteran's Deductions Disallowed by Tax Collector	3,625	
		56,375
		110,380
Decreased by:		
Senior Citizen and Veteran's Deductions Allowed Per Tax Duplicate	54,000	
Senior Citizen and Veteran's Deductions Allowed by Tax Collector	250	
		54,250
Balance, December 31, 2013		$ 56,130

EXHIBIT A-7

STATEMENT OF PREPAID DEBT SERVICE

Balance, January 1, 2013	$ 1,685,325
Increased by:	
Qualified Debt Service Received	2,322,703
	4,008,028
Decreased by:	
Qualified Debt Service Paid on Behalf	1,685,325
Balance, December 31, 2013	$ 2,322,703

EXHIBIT A-8

STATEMENT OF DUE FROM BOARD OF EDUCATION

Balance, January 1, 2013	$ 24,366
Balance, December 31, 2013	$ 24,366

TOWN OF WEST NEW YORK
STATEMENT OF TAXES RECEIVABLE AND ANALYSIS OF PROPERTY TAX LEVY

Year	Balance, January 1, 2013	Tax Levy	Added Taxes	Senior Citizens' and Veterans' Deductions Disallowed	Collected In 2012	Collected In 2013	Senior Citizens' and Veterans' Deductions Allowed	Cancelled	Transferred to Tax Title Liens	Balance, December 31, 2013
2011	$ 1,705					$ 1,705				
2012	27,311	-	$ 6,698	-	-	33,161	-	$ 848	-	-
	29,016	-	6,698	-	-	34,866	-	848	-	-
2013	-	$ 60,801,519	136,594	$ 3,625	$ 1,639	60,550,686	$ 54,250	190,504	$ 118,186	$ 26,473
	$ 29,016	$ 60,801,519	$ 143,292	$ 3,625	$ 1,639	$ 60,585,552	$ 54,250	$ 191,352	$ 118,186	$ 26,473

Analysis of 2013 Tax Levy

TAX YIELD			
General Purpose Tax		$ 60,801,519	
Added Taxes (NJSA 54:4-63.1 et seq)		136,594	
			$60,938,113
TAX LEVY			
Local District School Tax			
Local District School Tax Levy	$ 14,469,214		
Additional Local District School Tax Levy	112,500		
		14,581,714	
County Taxes			
County Tax Levy	12,314,650		
Due County for Open Space Preservation	46,127		
Added County Taxes	27,809		
		12,388,586	
Municipal Taxes			
Local Tax for Municipal Purposes	33,099,000		
Minimum Library Tax	760,028		
Additional Tax Levied	108,785		
		33,967,813	
			$60,938,113

EXHIBIT A-10

TOWN OF WEST NEW YORK
STATEMENT OF TAX TITLE LIENS

Balance, January 1, 2013		$ 368,341
Increased by:		
Transfer from 2013 Taxes Receivable		118,186
		486,527
Decreased by:		
Cash Received	$ 174,370	
Cancelled	15,082	
		189,452
Balance, December 31, 2013		$ 297,075

EXHIBIT A-11

TOWN OF WEST NEW YORK
STATEMENT OF REVENUE ACCOUNTS RECEIVABLE

	Balance, January 1, 2013	Accrued in 2013	Collected	Balance, December 31, 2013
Licenses				
Alcoholic Beverages		$ 109,200	$ 109,200	
Other		146,595	146,595	
Fines and Costs				
Municipal Court	$ 212,421	2,238,024	2,288,021	$ 162,424
Fees and Permits		64,670	64,670	
Interest and Costs on Taxes		643,735	643,735	
Interest on Investments and Deposits		5,137	5,137	
Payment in Lieu of Taxes:				
Overlook Terrace, Parkview and Housing Authority		139,018	139,018	
Waterfront		18,195,862	18,195,862	
Cable T.V. Franchise Tax		411,661	411,661	
Pool Membership Fees		96,808	96,808	
Consolidated Municipal Property Tax Relief Aid		2,357,925	2,357,925	
Energy Receipts Tax		4,452,454	4,452,454	
Uniform Construction Code Fees (N.J.S.A. 40A:4_36)				
Uniform Construction Code Fees		704,115	704,115	
Reimbursement for Health Services				
Weehawken		15,000	15,000	
Guttenberg		15,000	15,000	
Bayonne		35,000	35,000	
North Bergen		35,000	35,000	
Harrison		35,000	35,000	
EMS Service Fees		783,974	783,974	
West New York Board of Education				
Reimbursement for:				
Recreation Services		1,012,052	1,012,052	
Police Security		498,050	498,050	
Fuel		72,100	72,100	
UEZ Reserve - Other Trust Fund	-	160,000	160,000	-
	$ 212,421	$32,226,380	$ 32,276,377	$ 162,424

Cash Receipts	$ 29,953,338
Due from Other Trust Fund	336
Prepaid Debt Service	2,322,703
	$32,276,377

EXHIBIT A-12

TOWN OF WEST NEW YORK
STATEMENT OF DEFERRED CHARGES

	Balance, January 1, 2013	Amount Resulting in FY 2013	Raised in FY 2013 Budget	Balance, December 31, 2013
Emergency Authorization	$ 1,688,200	$ 515,000	$ 1,688,200	$ 515,000
Overexpenditure of Appropriations	58,617	-	58,617	-
	$ 1,746,817	$ 515,000	$ 1,746,817	$ 515,000

EXHIBIT A-13

STATEMENT OF DEFERRED CHARGES
N.J.S.A. 40A:4-55 SPECIAL EMERGENCY AUTHORIZATIONS

Purpose	Net Authorized Amount	1/5 of Net Amount Authorized	Balance, January 1, 2013	Raised in 2013 Budget	Balance, December 31, 2013
Preparation of Tax Map	$ 75,000	$ 15,000	$ 45,000	$ 15,000	$ 30,000
Preparation of Master Plan	200,000	40,000	120,000	40,000	80,000
Super Storm Sandy	230,000	46,000	230,000	46,000	184,000
			$ 395,000	$ 101,000	$ 294,000

EXHIBIT A-14

TOWN OF WEST NEW YORK
STATEMENT OF 2012 APPROPRIATION RESERVES

	Balance, January 1, 2013	Cancelled Encumbrances	Transfers	Balance After Modification	Expended	Balance Lapsed
Department of Public Affairs						
Director's Office						
Salaries and Wages	$ 2,000			$ 2,000	$ 2,000	
Other Expenses	3,989	$ 24		4,013		$ 4,013
Town Clerk						
Salaries and Wages	2,004			2,004	2,004	
Other Expenses - Miscellaneous	2,804			2,804	175	2,629
Other Expenses - Legal Advertising & Publications	2,800			2,800	722	2,078
Codification of Ordinances	1,000			1,000		1,000
Poormaster's Fund						
Salaries and Wages	5,076			5,076	5,076	
Other Expenses	24			24		24
Elections						
Other Expenses	26,694			26,694		26,694
Board of Health						
Salaries and Wages	2,999			2,999	2,999	
Other Expenses	4,905	1,242		6,147		6,147
Blood Borne Pathogens	5,000			5,000		5,000
Prosecutor						
Salaries and Wages	3,080			3,080	3,080	
Other Expenses	800			800		800
Public Relations						
Other Expenses	21,403			21,403	18,810	2,593
Rent Control Board						
Salaries and Wages	7,000			7,000	7,000	-
Other Expenses	1,500			1,500	875	625
Town Funding Program						
Other Expenses	25,000			25,000	4,724	20,276
Housing Inspection						
Salaries and Wages	5,001			5,001	5,001	-
Other Expenses	1,001			1,001		1,001
Tenants Relations						
Other Expenses	12,087			12,087	5,992	6,095
Law Department						
Salaries and Wages	5,004			5,004	5,004	
Other Expenses	130,604			130,604	125,804	4,800
Supervised Play Activity						
Salaries and Wages	37,862			37,862	37,862	
Other Expenses	16,305	89,163		105,468		105,468
Senior Citizens Coordinator of Events						
Salaries and Wages	2,500			2,500	2,500	
Other Expenses	5,726			5,726	4,432	1,294
Administrative Offices						
Salaries and Wages	4,506			4,506	4,506	
Other Expenses	600			600		600
Personnel/Insurance Department						
Salaries and Wages	2,500			2,500	2,500	
Other Expenses	500			500		500
Zoning Board						
Other Expenses	600			600	25	575
Planning Board						
Other Expenses	2,200			2,200	748	1,452
Urban Enterprise Zone						
Salaries and Wages	200			200	200	
Other Expenses	752	100	-	852	-	852
Total Department of Public Affairs	346,026	90,529	-	436,555	242,039	194,516

EXHIBIT A-14

TOWN OF WEST NEW YORK
STATEMENT OF 2012 APPROPRIATION RESERVES

	Balance, January 1, 2013	Cancelled Encumbrances	Transfers	Balance After Modification	Expended	Balance Lapsed
Department of Revenue and Finance						
Director's Office						
Salaries and Wages	$ 1,200			$ 1,200	$ 1,200	
Other Expenses	27,310	$ 1,465		28,775		$ 28,775
Treasurer's Office						
Salaries and Wages	2,500			2,500	2,500	
Other Expenses						
Annual Audit	50,000			50,000	44,250	5,750
Miscellaneous	39,447			39,447	27,210	12,237
Payroll Service Fee	37,502			37,502	1,214	36,288
Assessment of Taxes						
Salaries and Wages	2,503			2,503	2,503	
Other Expenses	10,780			10,780		10,780
Collection of Taxes						
Salaries and Wages	1,501			1,501	1,501	
Other Expenses	2,649			2,649	2,008	641
Insurance						
General Liability Insurance	50,443		$ 30,000	80,443		80,443
Workers Compensation Insurance	124,601			124,601		124,601
Employee Group Health	96,589			96,589	96,589	
Unemployment	60,000		(40,000)	20,000	20,000	
Purchasing Agent						
Salaries and Wages	1,000			1,000	1,000	
Other Expenses	836	-	-	836	162	674
Total Department of Revenue and Finance	508,861	1,465	(10,000)	500,326	200,137	300,189
Department of Public Safety						
Director's Office						
Salaries and Wages	5,000			5,000	5,000	
Other Expenses	12,300			12,300	287	12,013
Police						
Salaries and Wages	39,150			39,150	39,150	
Other Expenses	66,296			66,296	46,304	19,992
Juvenile Aid						
Other Expenses	9,039			9,039		9,039
Uniform Fire Safety						
Salaries and Wages	1,500			1,500	1,500	
Ambulance Squad						
Salaries and Wages	4,500			4,500	4,500	
Other Expenses	8,469			8,469	867	7,602
Office of Emergency Management						
Other Expenses	8,000	-	-	8,000	6,627	1,373
Total Department of Public Safety	154,254	-	-	154,254	104,235	50,019

EXHIBIT A-14

TOWN OF WEST NEW YORK
STATEMENT OF 2012 APPROPRIATION RESERVES

	Balance, January 1, 2013	Cancelled Encumbrances	Transfers	Balance After Modification	Expended	Balance Lapsed
Department of Public Works						
Director's Office						
Salaries and Wages	$ 3,300			$ 3,300	$ 3,300	
Other Expenses	1,604	$ 285		1,889		$ 1,889
Streets and Sewers						
Salaries and Wages	1,003			1,003	1,003	
Other Expenses	79,620			79,620	22,923	56,697
Snow Removal	20,000		$ (15,000)	5,000		5,000
Street Lighting						
Other Expenses	50,800			50,800	45,233	5,567
Fire Hydrant Rental						
Other Expenses	18,902			18,902	18,789	113
Recycling						
Other Expenses	60,000	3,313	(30,000)	33,313		33,313
Garbage & Trash						
Salaries and Wages	1,500			1,500	1,500	
Other Expenses						
Contractual	623,000			623,000	383,328	239,672
Miscellaneous Other Expenses	11,290	380		11,670		11,670
Engineering Services and Costs						
Other Expenses	23,872	91,549	55,000	170,421	-	170,421
Total Department of Public Works	894,891	95,527	10,000	1,000,418	476,076	524,342
Department of Parks and Public Property						
Director's Office						
Salaries and Wages	500			500	500	
Other Expenses	847	1,465		2,312		2,312
Division of Parks						
Salaries and Wages	499			499	499	
Other Expenses	8,474	3,253		11,727		11,727
Celebration of Public Events						
Other Expenses	4,610			4,610	2,293	2,317
Centralized Postage						
Other Expenses	8,724			8,724	7,295	1,429
Building Department						
Salaries and Wages	1,500			1,500	1,500	
Other Expenses	18,421			18,421	10,208	8,213
Light & Power						
Other Expenses	126,645			126,645	57,516	69,129
Fuel - Other Expenses	65,000			65,000	13,637	51,363
Telephone - Other Expenses	58,733			58,733	14,894	43,839
Water- Other Expenses	38,530			38,530	2,644	35,886
Sewerage						
Other Expenses	33,452			33,452		33,452
Signal Bureau						
Other Expenses	4,360	-	-	4,360	3,170	1,190
Total Department of Parks and Public Property	370,295	4,718	-	375,013	114,156	260,857

EXHIBIT A-14

TOWN OF WEST NEW YORK
STATEMENT OF 2012 APPROPRIATION RESERVES

	Balance, January 1, 2013	Cancelled Encumbrances	Transfers	Balance After Modification	Expended	Balance Lapsed
Uniform Construction Code - Appropriations						
Offset by Dedicated Revenues (N.J.A.C. 5:23-4:17)						
Construction Code Department						
Salaries and Wages	$ 3,000			$ 3,000	$ 3,000	
Other Expenses	9,281	$ 46	-	9,327	-	$ 9,327
Total Uniform Construction Code	12,281	46	-	12,327	3,000	9,327
Unclassified						
Municipal Court						
Salaries and Wages	36,016	25,030		61,046		61,046
Other Expenses	18,824	3,165		21,989		21,989
Public Defender						
Other Expenses	2,511	-	-	2,511	0	2,511
Total Unclassified	57,351	28,195	-	85,546	-	85,546
Total Operations Within "CAPS"	2,343,959	$ 220,480	-	2,564,439	1,139,643	1,424,796
Deferred Charges and Statutory Expenditures -						
Municipal Within "CAPS" Statutory Expenditures						
Contribution to:						
Social Security System (O.A.S.I.)	31,384			31,384		31,384
Public Employees' Retirement System	52,003	-	-	52,003	-	52,003
Total Deferred Charges and Statutory Expenditures - Municipal Within "CAPS"	83,387	-	-	83,387	-	83,387
Total General Appropriations for Municipal Purposes Within "CAPS"	2,427,346	220,480	-	2,647,826	1,139,643	1,508,183
OPERATIONS - EXCLUDED FROM "CAPS"						
Other Operations - Excluded from "CAPS"						
Maintenance of Free Public Library	320,492			320,492		320,492
Interlocal Municipal Service Agreements						
NHRFR	216,411	-	-	216,411	97,932	118,479
Total Other Operations - Excluded from "CAPS"	536,903	-	-	536,903	97,932	438,971
Total General Appropriations	$ 2,964,249	$ 220,480	$ -	$ 3,184,729	$ 1,237,575	$ 1,947,154

Cash Disbursements	$ 1,117,008
Transferred to Reserve for Retro Pay	120,567
	$ 1,237,575

EXHIBIT A-15

TOWN OF WEST NEW YORK
SCHEDULE OF DUE TO NORTH HUDSON SEWERAGE AUTHORITY

Balance, January 1, 2013	$ 3,665,185
Increased by:	
Cash Receipts	1,084,244
	4,749,429
Decreased by:	
Cash Disbursements	3,671,864
Balance, December 31, 2013	$ 1,077,565

EXHIBIT A-16

STATEMENT OF ENCUMBRANCES PAYABLE

Balance, January 1, 2013		$ 224,513
Increased by:		
Charges to 2013 Appropriations		462,945
		687,458
Decreased by:		
Cancelled to Appropriation Reserves	$ 220,480	
Cash Disbursements	4,033	
		224,513
Balance, December 31, 2013		$ 462,945

EXHIBIT A-17

STATEMENT OF PREPAID TAXES

Balance, January 1, 2013	$ 1,639
Increased by:	
Cash Received - Calendar Year 2014 Taxes	319,032
	320,671
Decreased by:	
Applied to 2013 Taxes Receivable	1,639
Balance, December 31, 2013	$ 319,032

EXHIBIT A-18

TOWN OF WEST NEW YORK
STATEMENT OF TAX OVERPAYMENTS

Balance, January 1, 2013	$ 645,862
Increased by:	
Cash Received	508,724
	1,154,586
Decreased by:	
Cash Disbursements	645,862
Balance, December 31, 2013	$ 508,724

EXHIBIT A-19

STATEMENT OF COUNTY TAXES PAYABLE

Increased by:		
2013 Levy		
General County Tax (Abstract)	$ 12,314,650	
County Open Space Preservation	46,127	
Added County Taxes	27,809	
		$ 12,388,586
Decreased by:		
Cash Disbursed		12,360,777
Balance, December 31, 2013		$ 27,809

EXHIBIT A-20

STATEMENT OF LOCAL DISTRICT SCHOOL TAXES

Increased by:	
Levy - 2013	$ 14,469,214
Decreased by:	
Cash Disbursed	$ 14,469,214

EXHIBIT A-21

TOWN OF WEST NEW YORK
STATEMENT OF MISCELLANEOUS RESERVES

Balance, January 1, 2013	$ 29,897
Balance, December 31, 2013	$ 29,897

EXHIBIT A-22

STATEMENT OF NOTES PAYABLE

	Special Emergency	Emergency	Total
Balance, January 1, 2013	$ 230,000	$ 1,688,000	$ 1,918,000
Increased by:			
Notes Issued	184,000	-	184,000
	414,000	1,688,000	2,102,000
Decreased by:			
Cash Disbursements	230,000	1,688,000	1,918,000
Balance, December 31, 2013	$ 184,000	$ -	$ 184,000

EXHIBIT A-23

STATEMENT OF RESERVE FOR PILOT AND TAX APPEALS

Balance, January 1, 2013	$ 601,730
Increased by:	
Budget Appropriation	50,000
	651,730
Decreased by:	
County and State Board Judgments Paid	651,730
Balance, December 31, 2013	$ -

EXHIBIT A-24

STATEMENT OF RESERVE FOR MASTER PLAN

Balance, January 1, 2013	$ 275,000
Decreased by:	
Cash Disbursements	71,456
Balance, December 31, 2013	$ 203,544

EXHIBIT A-25

TOWN OF WEST NEW YORK
SCHEDULE OF RESERVE FOR RETRO PAY

Increased by:	
Transfer from 2012 Appropriation Reserves	$ 120,567
Balance, December 31, 2013	$ 120,567

EXHIBIT A-26

STATEMENT OF CURRENT CASH - FEDERAL AND STATE GRANT FUND

Balance, January 1, 2013		$ 1,018,436
Increased by Receipts:		
Grants Receivable	$ 848,366	
Unappropriated Grant Reserves	20,798	
Receipts from Community Development Block Grant Fund	150,000	
Due to Grantor	20,957	
		1,040,121
		2,058,557
Decreased by Disbursements:		
Appropriated Grant Reserves		134,196
Balance, December 31, 2013		$ 1,924,361

EXHIBIT A-27

TOWN OF WEST NEW YORK
FEDERAL AND STATE GRANT FUND
STATEMENT OF DUE FROM COMMUNITY DEVELOPMENT BLOCK GRANT FUND

Balance, January 1, 2013	$ 250,000
Decreased by:	
Cash Receipts	150,000
Balance, December 31, 2013	$ 100,000

EXHIBIT A-28

STATEMENT OF DUE FROM CURRENT FUND
FEDERAL AND STATE GRANT FUND

Balance, January 1, 2013		$ 309,584
Increased by:		
Grants Received in Current Fund	$ 220,526	
Local Match - Municipal Alliance Grant	11,445	
		231,971
		541,555
Decreased by:		
Federal and State Grant Fund Expenditures Paid by Current Fund		375,515
Balance, December 31, 2013		$ 166,040

TOWN OF WEST NEW YORK
STATEMENT OF GRANTS RECEIVABLE
FEDERAL AND STATE GRANT FUND

	Balance, January 1, 2013	2013 Budget Revenue Realized	Decreased by: Cash Receipts	Decreased by: Cancellations	Balance, December 31, 2013
NJ Department of Commerce					
Direct Aid					
Bergenline Ave Installment Loan - Year 10	$ 53,628				$ 53,628
Litter Cleanup Phase 2 and Graffiti Truck	1,416				1,416
NJ Dept of Law and Public Safety:					
Direct Aid					
Safe and Secure Communities 2010		$ 60,000		$ (60,000)	
Safe and Secure Communities 2011		51,867	$ 51,867		
NJ Department of Environmental Protection:					
Direct Aid					
Clean Communities Program		61,608	61,608		
Green Acres Trust Fund:					
Miller Stadium - Phase II	500,000		340,020		159,980
NJ Department of Community Affairs:					
Direct Aid					
2013 Body Armor Grant		12,145	12,145		

TOWN OF WEST NEW YORK
STATEMENT OF GRANTS RECEIVABLE
FEDERAL AND STATE GRANT FUND

	Balance, January 1, 2013	2013 Budget Revenue Realized	Decreased by: Cash Receipts	Decreased by: Cancellations	Balance, December 31, 2013
NJ Department of Transportation (NJTTFAA):					
Direct Aid					
Federal Highway Traffic		$ 15,000			$ 15,000
State Highway Traffic		15,000		$ (15,000)	-
FY10 Road Resurfacing Program	$ 119,365		$ 117,291		2,074
NJ DOT Safe Routes	286,375		203,875		82,500
NJ DOT Various Streets 9/12	64,181		64,181		-
Hudson County Dept. of Finance and Administration					
Municipal Alliance		45,778	30,364		15,414
2011 Recreation Grant	4,400				4,400
US Department of Agriculture:					
Direct Aid					
2013 Summer Food Program		169,165	146,327		22,838
U.S. Dept of Justice					
Direct Aid					
Drive Sober Get Pulled Over 2012		4,400	4,400		
Drive Sober Get Pulled Over 2013		4,400	4,400		
Drive Sober Get Pulled Over Year End Crackdown		4,400			4,400
Enforcing Underage Drinking Law		3,248			3,248
Cops in Shops 2011	8,236		8,228		8
Cops in Shops 2012	6,285		3,301		2,984

TOWN OF WEST NEW YORK
STATEMENT OF GRANTS RECEIVABLE
FEDERAL AND STATE GRANT FUND

	Balance, January 1, 2013	2013 Budget Revenue Realized	Decreased by: Cash Receipts	Decreased by: Cancellations	Balance, December 31, 2013
U.S. Dept of Housing and Urban Development					
Passed through Hudson County Dept of Finance & Administration					
Community Development Block Grant		$ 20,885	$ 20,885		
U.S. Dept of Justice					
Passed through Hudson County Prosecutor's Office					
Justice Assistance Grant 2013		17,883			$ 17,883
Justice Assistance Grant 2012	$ 18,379	-	-	-	18,379
	$ 1,062,265	$ 485,779	$ 1,068,892	$ (75,000)	$ 404,152

Due from Current Fund	$ 220,526
Cash Receipts	848,366
	$ 1,068,892

EXHIBIT A-30

TOWN OF WEST NEW YORK
STATEMENT OF APPROPRIATED GRANT RESERVES
FEDERAL AND STATE GRANT FUND

	Balance, January 1, 2013	2013 Budget	Expended	Cancelled	Balance, December 31, 2013
Green Acres Trust Fund - Miller Stadium Phase II	$ 168,848				$ 168,848
Port Authority of NY and NJ - Parking Garage	1,000,000				1,000,000
UEZ Fees - Bergenline Renovation	3,583				3,583
Community of Hudson Alliance Committee Local Share	655		$ 655		
UEZ Litter Clean Up Phase II & Garbage Truck	181,165				181,165
NJ DOT Safe Routes	76,797		472		76,325
2010 Energy Efficiency Community Block Grant	182,800				182,800
2010 Body Armor Grant	9,788				9,788
2011 Body Armor Grant	9,344				9,344
Hudson County - Municipal Alliance	12,774		12,774		
Hudson County - Justice Assistance Grant 2012	18,379				18,379
2011 Recreation Grant - Hudson County	4,400				4,400
NJ DOT Various Streets	280,800		182,198		98,602
Summer Food Program		$ 169,165	146,328		22,837
Clean Communities		61,608			61,608
Municipal Alliance		57,223	57,223		
Drive Sober, Get Pulled Over -2012		4,400	4,400		
Drive Sober, Get Pulled Over -2013		4,400	4,400		
Drive Sober, Get Pulled Over - Year End Crackdown		4,400	3,775		625
Federal Highway Traffic 2013		15,000			15,000
State Highway Traffic 2013		15,000		$ 15,000	
Safe and Secure 2010		60,000		60,000	
Safe and Secure 2011		51,867	51,867		
Enforcing Underage Drinking Law 2011		3,248			3,248
Edward Byrne Memorial Justice Assistance Grant 2013		17,883	17,300		583
Body Armor Fund		12,145	7,434		4,711
Community Development Block Grant	-	20,885	20,885	-	-
	$ 1,949,333	$ 497,224	$ 509,711	$ 75,000	$ 1,861,846

Grants Receivable	$ 485,779
Local Match	11,445
	$ 497,224

Cash Disbursements	$ 134,196
Paid by Current Fund	375,515
	$ 509,711