

**CITY OF NEWARK**  
**SINGLE AUDIT REPORTING PACKAGE**  
**DECEMBER 31, 2012**

CITY OF NEWARK  
CURRENT FUND

COMPARATIVE BALANCE SHEET - REGULATORY BASIS

A  
Sheet #1

<u>ASSETS AND DEFERRED CHARGES</u>	<u>Ref.</u>	<u>Balance</u> <u>Dec. 31, 2012</u>	<u>Balance</u> <u>Dec. 31, 2011</u>
<u>Regular Fund</u>			
Cash	A-4	\$ 128,456,976.72	\$ 52,446,037.88
Cash - Deposit with State of New Jersey	A-6	10,214,648.98	9,605,597.05
Sub-Total		138,671,625.70	62,051,634.93
Cash - Change Fund	A-7	2,440.00	2,440.00
		138,674,065.70	62,054,074.93
<u>Receivables with Full Reserves:</u>			
Petty Cash Fund	A-8	1,700.00	
Delinquent Property Taxes Receivable	A-9	1,799,005.32	3,412,749.61
Tax Title Liens Receivable	A-10	27,954,820.15	38,862,258.05
Property Acquired for Taxes - Assessed Valuations	A-11	131,224,637.97	81,491,737.97
Sales Contracts Receivable	A-12	12,544,477.53	12,544,477.53
Revenue Accounts Receivable	A-13	1,661,364.23	1,280,918.18
Delinquent Tax Abatement Accounts Receivable	A-14	1,228,400.29	1,875,289.59
Protested Checks	A-15	1,817,516.72	1,772,308.73
Deposit with County Registrar	A-16	2,231.35	2,231.35
Due from Housing for Senior Citizens	A-16	14,905.96	14,905.96
Due from East Orange - Passaic Valley	A-16	63,392.00	
Due from Payroll Transfer Account	A-17	238,973.32	
Interfunds Receivable	A-18	4,671.48	5,230,748.45
		178,556,096.32	146,487,625.42
<u>Deferred Charges:</u>			
Hurricane Sandy	A-19	6,500,000.00	
Liability Payout	A-19	5,600,000.00	7,000,000.00
Revaluation	A-19	1,600,000.00	2,400,000.00
		330,930,162.02	217,941,700.35
<u>Federal and State Grant Funds</u>			
Cash	A-4	27,848,376.42	32,272,995.08
Due from Current Fund	A-20	60,462.40	1,414.43
Due from HCDA Trust Fund	A-20		46,833.32
Payroll Transfer Account	A-21	587,259.68	587,259.68
Grants Paid Authorized by Commitment Letters	A-22	1,368,960.61	898,559.65
Federal, State and Other Grants Receivable	A-23	155,174,062.53	237,077,587.24
State Law Enforcement Grants	A-24	102.97	102.97
Accounts Receivable	A-25	47,875.41	47,875.41
		185,087,100.02	270,932,627.78
		\$ 516,017,262.04	\$ 488,874,328.13

CITY OF NEWARK  
CURRENT FUND

COMPARATIVE BALANCE SHEET - REGULATORY BASIS

A  
Sheet #2

<u>LIABILITIES, RESERVES AND FUND BALANCE</u>	<u>Ref.</u>	<u>Balance</u> <u>Dec. 31, 2012</u>	<u>Balance</u> <u>Dec. 31, 2011</u>
<u>Regular Fund</u>			
Expenditure Reserves:			
Appropriation Reserves	A-3,26	\$ 7,420,489.95	\$ 6,153,915.36
Encumbrances and Commitments Payable	A-3,26	24,117,710.36	24,961,789.69
Commitments Payable	A-27	133,331.31	547,669.96
Reserve for Void Check Pending Distribution	A-28	70,429.67	66,429.67
Reserve for Election Workers' Payable	A-29	86,227.72	86,227.72
Due to State of New Jersey Senior Citizens	A-30	128,225.35	50,351.13
Due to State of New Jersey and Public Assistance Trust Fund	A-31	196,428.00	202,841.00
Interfunds Payable	A-32	1,554,701.03	96,476.77
Due to Special Improvement Districts	A-33	55,445.43	509,703.69
Due to State of New Jersey - Uniform Construction Fund	A-34	313,400.63	242,365.63
Accounts Payable - Due to Library	A-35	25,000.00	25,000.00
Due to Water/Sewer	A-35		26,344.88
Reserve for Judgments	A-35	1,954.31	19,947.98
Due to Redflex Traffic Systems	A-35	695,436.00	204,374.00
Due to Parking Authority for Municipal Court Fees	A-35	164,667.21	386,774.12
Due to State Waste Water Fund	A-35	25,000.00	
Police Overtime	A-35	49,301.69	
Reserve for Tax Appeals Pending	A-36	3,986,425.64	3,099,460.02
Tax Overpayments	A-37	1,165,131.16	1,261,028.44
Reserve for Hurricane Sandy	A-38	5,922,181.81	
Prepaid Taxes	A-39	39,343,676.28	1,382,233.21
Prepaid Tax Abatements	A-39	1,248,397.84	204,576.16
Prepaid Improvement Taxes Receivable	A-40	76,192.76	34,130.28
Due to State of New Jersey - Revaluation Expenses	A-41		2,346,000.00
Reserve for Master Plan	A-42	413,531.89	1,201,656.89
County Taxes Payable	A-43	124,392.00	1,110,548.57
Tax Anticipation Notes Payable	A-45	40,000,000.00	
		<u>127,317,678.04</u>	<u>44,219,845.17</u>
Emergency Notes Payable - Revaluation - 2009	A-46	1,600,000.00	2,400,000.00
Emergency Notes Payable - Liability Payout	A-46	5,545,000.00	6,962,000.00
Emergency Notes Payable - Hurricane Sandy	A-46	6,500,000.00	
Reserve for Other Receivables		178,556,096.32	146,487,625.42
Fund Balance	A-1	11,411,387.66	17,872,229.76
		<u>330,930,162.02</u>	<u>217,941,700.35</u>
<u>Federal and State Grant Funds</u>			
Appropriation Reserve - State Law Enforcement Grant	A-47	227,443.76	227,443.76
Reserve for Federal, State and Other Grants	A-48	171,796,140.10	231,028,883.38
Due to Current Fund	A-49		0.20
Due to Other Trust Fund	A-49		475.00
Due to Capital Fund	A-49	58,877.15	60,554.15
Unallocated Receipts	A-50	274,348.82	266,008.99
Deferred Credits:			
Reserve for Elderly Nutrition	A-51	2,398,900.39	2,407,718.84
Reserve for Safe Housing	A-52	1,579,833.28	1,579,833.28
Unappropriated Grants	A-53	7,708,287.46	34,501,457.82
Due to Federal Funds	A-54	724,718.06	724,718.06
UEZ Loan Repayment	A-55	318,551.00	135,534.30
		<u>185,067,100.02</u>	<u>270,932,627.78</u>
		<u>\$516,017,262.04</u>	<u>\$488,874,328.13</u>

See accompanying notes to financial statements.

CITY OF NEWARK  
CURRENT FUND

COMPARATIVE STATEMENTS OF OPERATIONS  
AND CHANGES IN FUND BALANCE - REGULATORY BASIS

A-1  
Sheet #1

	<u>Ref.</u>	<u>Year 2012</u>	<u>Year 2011</u>
<u>Revenue and Other Income</u>			
Surplus Anticipated	A-2	\$ 17,825,000.00	\$ 25,750,000.00
Miscellaneous Revenue Anticipated	A-2	382,314,384.86	406,899,010.45
Receipts from Delinquent Taxes	A-2	15,183,933.50	31,307,125.09
Receipts from Current Taxes	A-2	363,216,910.17	348,166,900.86
Nonbudget Revenue	A-2	3,718,730.06	1,254,312.11
Other Credits to Income:			
Cash Receipts	A-4	199,625.37	416,737.16
Reserve for Petty Cash Realized			1,200.00
Reserve for Protested Checks Realized			14,995.32
Excess in Payroll Deduction Fund			607,880.94
Excess Animal Control Fund			4,690.88
Interfunds Receivable Liquidated	A-18	25,886.82	
Reserve for Revaluation Cancelled	A-41	628,000.00	
Various Liabilities Funds Cancelled	A-35	26,344.88	
Appropriation Reserves Cancelled	A-26	1,640,438.92	564,919.05
Commitments Payable Cancelled	A-27	1,700,000.00	4,310,726.75
Interfunds Payable Cancelled	A-32	0.10	0.09
Cancellation of Tax Overpayments	A-37	3,229,130.79	
	Sheet #2	<u>\$ 789,708,385.47</u>	<u>\$ 819,298,498.70</u>

Expenditures

Budget and Emergency Appropriations:

Operations:			
Salaries and Wages		\$ 247,040,796.67	\$ 244,460,564.19
Other Expenses		231,226,385.63	254,441,914.12
Debt Service		45,101,700.29	50,002,334.83
Deferred Charges and Statutory Expenditures		70,217,891.55	70,789,154.90
Judgments		450,000.00	449,550.80
Deficit in Water Utility Fund		788,617.53	
Capital Improvements		150,000.00	100,000.00
	A-3	594,975,391.67	620,243,518.84
Prior Year Refund	A-4	38,238.89	116,207.22
Due from East Orange-Passaic Valley Established	A-16	63,392.00	5,199,780.65
Due from Payroll Transfer Account Established	A-17	238,973.32	
Reserve for Petty Cash Fund	A-8	1,700.00	
Special District Taxes	A-33	3,079,514.24	2,887,806.19
Accrued Payroll Paid			19,232.72
Prior Year Senior Citizens Deduction Disallowed	A-30	71,676.22	
Reserve for Protested Check	A-15	45,207.99	
State Tax Appeals on Delinquent Taxes	A-36	2,320,642.58	
Excess School Tax Paid	A-4	0.26	
County Tax	A-43	77,116,428.90	74,477,510.09
County Share of Added and Omitted Taxes	A-43	124,392.00	1,110,548.55
Local School District Tax	A-44	106,768,669.50	104,378,431.50
	Sheet #2	<u>\$ 784,844,227.57</u>	<u>\$ 808,433,035.76</u>

CITY OF NEWARK  
CURRENT FUND

COMPARATIVE STATEMENTS OF OPERATIONS  
AND CHANGES IN FUND BALANCE - REGULATORY BASIS

A-1  
Sheet #2

	<u>Ref.</u>	<u>Year 2012</u>	<u>Year 2011</u>
Revenue and Other Income	Sheet #1	\$ 789,708,385.47	\$ 819,298,498.70
Total Expenditures	Sheet #1	<u>784,844,227.57</u>	<u>808,433,035.76</u>
Excess in Revenue		4,864,157.90	10,865,462.94
Adjustments to Income before Fund Balance: Expenditures Included Above Which are by Statute Deferred Charges to Budget of Succeeding Years	A-3	<u>6,500,000.00</u>	<u>7,000,000.00</u>
Statutory Excess in Fund Balance		11,364,157.90	17,865,462.94
<u>Fund Balance</u>			
Balance January 1	A	<u>17,872,229.76</u>	<u>25,756,766.82</u>
		29,236,387.66	43,622,229.76
Decreased by:			
Utilized as Anticipated Revenue	A-2	<u>17,825,000.00</u>	<u>25,750,000.00</u>
Balance December 31	A	<u>\$ 11,411,387.66</u>	<u>\$ 17,872,229.76</u>

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See accompanying notes to financial statements.

CITY OF NEWARK  
CURRENT FUND

STATEMENT OF REVENUE - REGULATORY BASIS

A-2  
Sheet #1

	<u>Ref.</u>	<u>Anticipated Budget</u>	<u>Realized</u>	<u>Excess or (Deficit)</u>
Surplus Anticipated	A-1	\$ 17,825,000.00	\$ 17,825,000.00	\$
Miscellaneous Revenues - Local Revenues:				
Licenses:				
Alcoholic Beverages	A-13	938,250.00	914,595.00	(23,655.00)
Other	A-13	1,539,000.00	1,434,033.72	(104,966.28)
Other:				
City Clerk	A-13	13,050.00	13,535.00	485.00
Bureau of Vital Statistics	A-13	759,775.00	794,323.00	34,548.00
Tax Searches	A-13	3,690.00	4,180.00	490.00
Miscellaneous Fees and Permits	A-13	187,734.00	431,376.04	243,642.04
Fox Lance Limited Dividend Receipts	A-14	17,374,000.00	16,095,122.31	(1,278,877.69)
Port Newark Lease - Port Authority of New York and New Jersey	A-13	84,744,312.00	84,745,280.75	968.75
Police Identification	A-13	17,400.00	4,358.00	(13,042.00)
Bureau of Sidewalks	A-13	506,575.00	486,874.10	(19,700.90)
Fines and Costs:				
Municipal Court	A-13	12,978,300.00	13,516,344.61	538,044.61
Interest and Costs on Taxes	A-4	4,000,000.00	3,755,898.32	(244,101.68)
Interest on Investments and Deposits	A-13	300,000.00	355,415.85	55,415.85
Rents - City-Owned Property	A-13	583,447.00	392,716.60	(190,730.40)
Total Local Revenues		<u>123,945,533.00</u>	<u>122,944,053.30</u>	<u>(1,001,479.70)</u>
Miscellaneous Revenues - State Aid Without Offsetting				
Appropriations:				
Consolidated Municipal Property Tax Relief Act	A-13	26,941,829.00	26,941,829.00	
Energy Receipts Tax (P.L. 1997, Chapters 162 and 167)	A-13	63,205,653.00	63,205,653.00	
Business Personal Property Replacement Aid - School Portion	A-13	1,142,635.00	1,142,635.00	
State Aid/Loan	A-13	10,000,000.00	9,900,000.00	(100,000.00)
Total State Aid Without Offsetting Appropriations		<u>101,290,117.00</u>	<u>101,190,117.00</u>	<u>(100,000.00)</u>
Miscellaneous Revenues - Dedicated Uniform Construction Code Fees Offset with Appropriations:				
Uniform Construction Code Fees	A-13	<u>2,650,200.00</u>	<u>2,886,362.00</u>	<u>236,162.00</u>
Miscellaneous Revenues - Special Items of General Revenue Anticipated with Prior Written Consent of Director of Local Government Services - Additional Revenues Offset with Appropriations:				
Local District School Debt Service:				
State Aid - Building Allowance for School	A-13	<u>7,515,706.00</u>	<u>7,515,706.00</u>	
		<u>7,515,706.00</u>	<u>7,515,706.00</u>	
Miscellaneous Revenues - Special Items of General Revenue Anticipated with Prior Written Consent of Director of Local Government Services - Public and Private Revenues Offset with Appropriations:				
Sexually Transmitted Diseases Program		138,693.00	138,693.00	
HIV Emergency Relief		14,134,006.00	14,134,006.00	
Health Emergency Preparedness and Response Program		16,464.00	16,464.00	
Kresge Foundation - Initiative Planning Grant		50,000.00	50,000.00	
Immunization Program		904,497.00	904,497.00	
Hazardous Discharge Site Remediation		200,000.00	200,000.00	
Hazardous Discharge Site Remediation - Petroleum Assessment		200,000.00	200,000.00	

CITY OF NEWARK  
CURRENT FUND

STATEMENT OF REVENUE - REGULATORY BASIS

A-2  
Sheet #2

Ref.	<u>Anticipated Budget</u>	<u>Realized</u>	<u>Excess or (Deficit)</u>
Miscellaneous Revenues - Special Items of General Revenue Anticipated with Prior Written Consent of Director of Local Government Services - Public and Private Revenues Offset with Appropriations:			
Hazardous Discharge Site Remediation - Substance Assessment	\$ 200,000.00	\$ 200,000.00	\$
Hazardous Discharge Site Remediation	200,000.00	200,000.00	
Hazardous Discharge Site Remediation	200,000.00	200,000.00	
Metropolitan Medical Response System	281,693.00	281,693.00	
Emergency Operations Center Grant	1,000,000.00	1,000,000.00	
Urban Areas Security Initiative Grant	1,888,537.00	1,888,537.00	
Hazardous Discharge Site Remediation - 121-131 Riverside Avenue	106,169.00	106,169.00	
Hazardous Discharge Site Remediation - 2052-2070,2078, 2080 McCarter Highway	218,808.00	218,808.00	
Summer Food Service Program - SunUp	920,467.63	920,467.63	
Hazardous Discharge Site Remediation - 81 Lister Avenue	255,809.00	255,809.00	
McClellan Street Underpass	1,099,003.00	1,099,003.00	
FY 2012 Subregional	68,942.00	68,942.00	
Hazardous Discharge Site Remediation - 411 Wilson Avenue	375,175.00	375,175.00	
Resurfacing of Various Streets	1,358,400.00	1,358,400.00	
Safe and Secure Communities Program	196,653.00	196,653.00	
Needy Families, General Assistance, Supplemental Nutrition and SNAP	1,557,389.00	1,557,389.00	
N.J. DOL and Workforce Development Hurricane Sandy Disaster Grant	185,221.00	185,221.00	
N.J. DOL and Workforce Development Learning Grant 2012	133,000.00	133,000.00	
Bio-Terrorism	315,505.00	315,505.00	
Bio-Terrorism Preparedness Grant	320,926.00	320,926.00	
Homeless Healthcare -	704,177.00	704,177.00	
U.S. Department of Justice - Comprehensive Anti-Violence Initiative	2,196,085.00	2,196,085.00	
Women, Infants and Children	1,492,500.00	1,492,500.00	
Women, Infants and Children	91,500.00	91,500.00	
G.R.E.A.T. Grant:			
Newark Prisoner Reentry Initiative and Legal Service	300,000.00	300,000.00	
COPS Hiring Program	6,028,700.00	6,028,700.00	
Prisoner Re-Entry Initiative Program	750,000.00	750,000.00	
Newark Prisoner Re-Entry Initiative Case Management and Job Placement	100,000.00	100,000.00	
Essex County - Office on Aging:			
Truancy Alternative Program	66,480.00	66,480.00	
Truancy Alternative Program	66,480.00	66,480.00	
Truancy Alternative Program	42,189.00	42,189.00	
Port Authority of NY and NJ:			
2008 Port Authority Security Grant	56,250.00	56,250.00	
2010 Port Authority Security Grant	829,261.00	829,261.00	
Housing and Urban Development - Emergency Solutions Grant	213,307.00	213,307.00	

CITY OF NEWARK  
CURRENT FUND

STATEMENT OF REVENUE - REGULATORY BASIS

A-2  
Sheet #3

	<u>Ref</u>	<u>Anticipated Budget</u>	<u>Realized</u>	<u>Excess or (Deficit)</u>
Miscellaneous Revenues - Special Items of General Revenue				
Anticipated with Prior Written Consent of Director of Local				
Government Services - Public and Private Revenues Offset				
with Appropriations:				
N.J. Department of Community Affairs:				
Administrative Budget and Project Funds		\$ 4,244,358.00	\$ 4,244,358.00	\$
Homeless HRSA Program		936,896.00	936,896.00	
Capital Development - Dental Rehabilitation Grant		498,800.00	498,800.00	
Homeless Healthcare Program (All Wards)		335,000.00	335,000.00	
WIA Dislocated Worker and Youth		323,693.00	323,693.00	
Assistance to Fire Fighters		360,000.00	360,000.00	
		<u>46,161,033.63</u>	<u>46,161,033.63</u>	
Total Special Items of General Revenue Anticipated with				
Prior Written Consent of Director of Local Government				
Services - Public and Private Revenues Offset with				
Appropriations				
	A-23	<u>46,161,033.63</u>	<u>46,161,033.63</u>	
Miscellaneous Revenues - Special Items of General Revenue				
Anticipated with Prior Written Consent of Director of Local				
Government Services - Other Special Items:				
Revenue from New Taxes - Hotel Taxes:				
Hotel Taxes	A-13	5,634,150.00	6,080,345.11	446,195.11
Payroll Taxes	A-13	44,200,000.00	41,102,234.62	(3,097,765.38)
Parking Lot Revenues	A-13	25,350,000.00	20,000,952.76	(5,349,047.24)
Due from Payroll Deduction Account\	A-18	607,881.00	607,880.84	(0.16)
Due from Capital Fund	A-18	1,359,560.00	1,359,560.10	0.10
Due from Water Utility Fund	A-18	196,467.00	196,467.79	0.79
Due from Sewer Utility Fund	A-18	102,813.00	102,813.36	0.36
Due from Payroll Deduction Account\	A-18	2,902,000.00	2,902,599.65	599.65
Water Utility Operating Fund:				
Reimbursement for Administrative, In-Kind and				
Operating Expenses	A-13	2,500,000.00	2,500,000.00	
Sewer Utility Operating Fund:				
Reimbursement for Administrative, In-Kind and				
Operating Expenses	A-13	2,500,000.00	2,500,000.00	
Franchise - Cable Fees	A-13	658,201.00	687,270.67	
Reimbursement of Fringe Benefit	A-13	1,721,538.00	740,693.64	(980,844.36)
Uniform Fire Safety Act (Ch. 383, P.L. 1983):				
Registration Fees	A-13	583,050.00	280,253.53	(302,796.47)
Host Municipality Fees	A-13	5,334,273.00	5,439,799.45	105,526.45
Reimbursement of Debt Service	A-13	636,561.00	619,393.29	(17,167.71)
Military Park Garage - Excess Profit	A-13	44,024.00	22,462.71	(21,561.29)

CITY OF NEWARK  
CURRENT FUND

STATEMENT OF REVENUE - REGULATORY BASIS

A-2  
Sheet #4

	<u>Ref</u>	<u>Anticipated Budget</u>	<u>Realized</u>	<u>Excess or (Deficit)</u>
Miscellaneous Revenues - Special Items of General Revenue				
Anticipated with Prior Written Consent of Director of Local				
Government Services - Other Special Items:				
Payment in Lieu of Taxes PVSC	A-13	\$ 836,949.00	\$ 840,795.18	\$ 3,846.18
Easement Rights	A-13	7,501.00	7,500.50	(0.50)
Other Miscellaneous Revenues	A-13	4,458,597.00	1,278,394.82	(3,180,202.18)
Assessment Trust Surplus		95,938.00		
Certificate of Code Enforcement	A-13	299,725.00	281,052.72	(18,672.28)
Premium on TAN Sale	A-13	90,000.00	90,000.00	
Additional Cancellations of 2011 Appropriations:				
Pre-Encumbrances	A-26	5,646,321.00	5,646,321.00	
Appropriation Reserves	A-26	1,192,087.00	1,192,087.00	
Encumbrances	A-26	224,060.00	224,060.00	
Administration Fees - Police Off Duty		89,273.00		
Sewer Utility Surplus Revenue - Current Year	A-18	2,634,300.00	2,334,300.00	
Additional Fox Lance Limited Dividends Receipts - PILOTS	A-14	4,278,850.00	4,278,850.00	
Information Fees	A-13	347,900.00	301,024.19	
		<u>114,532,019.00</u>	<u>101,617,112.93</u>	<u>(12,914,906.07)</u>
Total Special Items of General Revenue Anticipated with Prior Written Consent of Local Government Services - Other Special Items				
Total Miscellaneous Revenue	A-1	396,094,608.63	382,314,384.86	(13,780,223.77)
Receipts from Delinquent Taxes	A-2 (Sheet #4)	<u>11,417,000.00</u>	<u>15,059,541.50</u>	<u>3,642,541.50</u>
Sub-Total General Revenue		<u>425,336,608.63</u>	<u>415,198,926.36</u>	<u>(10,137,682.27)</u>
Amount to be Raised by Taxes for Support of Municipal Budget:				
Local Tax for Municipal Purposes Including Reserves for Uncollected Taxes	A-9	179,248,251.00		
Addition to Local District School Tax	A-9	6,663,749.00		
Minimum Library Tax	A-9	5,416,675.00		
	A-2 (Sheet #4)	<u>191,328,675.00</u>	<u>192,416,631.79</u>	<u>1,087,956.79</u>
Total General Revenue		616,665,283.63	607,615,558.15	(9,049,725.48)
Nonbudget Revenue	A-2 (Sheet #4)		<u>3,718,730.06</u>	<u>3,718,730.06</u>
Total		<u>\$ 616,665,283.63</u>	<u>\$ 611,334,288.21</u>	<u>\$ (5,330,995.42)</u>
	Reference	A-3		



CITY OF NEWARK  
CURRENT FUND

STATEMENT OF EXPENDITURES - REGULATORY BASIS

A-3  
Sheet #1

<u>Appropriations</u>	<u>Appropriations</u>		<u>Expended</u>			<u>Cancelled</u>
	<u>Budget</u>	<u>Modified Budget</u>	<u>Paid or Charged</u>	<u>Encumbered</u>	<u>Reserved</u>	
<u>APPROPRIATIONS WITHIN "CAPS"</u>						
<u>OFFICE OF THE MAYOR AND AGENCIES</u>						
Mayor's Office:						
Salaries and Wages:						
Personnel Services	\$ 2,416,147.00	\$ 2,416,147.00	\$ 2,416,146.22	\$	\$	\$ 0.78
Other Pay	150,000.00	150,000.00	141,622.91		3,003.00	5,374.09
Total - Salaries and Wages	<u>2,566,147.00</u>	<u>2,566,147.00</u>	<u>2,557,769.13</u>		<u>3,003.00</u>	<u>5,374.87</u>
Other Expenses:						
Service by Contract or Agreement	176,500.00	176,500.00	93,755.59	11,393.33		71,351.08
Materials and Supplies	38,000.00	38,000.00	19,634.56	3,643.65		14,721.79
Miscellaneous	15,000.00	15,000.00				15,000.00
Total - Other Expenses	<u>229,500.00</u>	<u>229,500.00</u>	<u>113,390.15</u>	<u>15,036.98</u>		<u>101,072.87</u>
Aid to Newark Museum (N.J.S.A. 40:23-6.22)	<u>4,250,000.00</u>	<u>4,750,000.00</u>	<u>4,250,000.00</u>	<u>500,000.00</u>		
Affirmative Action:						
Salaries and Wages:						
Personnel Services	221,863.00	221,863.00	221,825.46			37.54
Other Pay	5,000.00	5,000.00	2,343.00			2,657.00
Total - Salaries and Wages	<u>226,863.00</u>	<u>226,863.00</u>	<u>224,168.46</u>			<u>2,694.54</u>
Other Expenses:						
Service by Contract or Agreement	3,200.00	3,200.00				3,200.00
Materials and Supplies	4,460.00	4,460.00				4,460.00
Total - Other Expenses	<u>7,660.00</u>	<u>7,660.00</u>				<u>7,660.00</u>
Mayor's Office of Newark Works:						
Salaries and Wages:						
Personnel Services	176,525.00	176,525.00	176,525.00			
Other Pay	13,352.00	13,352.00	13,351.11			0.89
Total - Salaries and Wages	<u>189,877.00</u>	<u>189,877.00</u>	<u>189,876.11</u>			<u>0.89</u>
Other Expenses:						
Service by Contract or Agreement	1,327,500.00	1,327,500.00	1,320,194.62	7,305.38		
Materials and Supplies	7,750.00	7,750.00	6,452.74			1,297.26
Total - Other Expenses	<u>1,335,250.00</u>	<u>1,335,250.00</u>	<u>1,326,647.36</u>	<u>7,305.38</u>		<u>1,297.26</u>

CITY OF NEWARK  
CURRENT FUND

STATEMENT OF EXPENDITURES - REGULATORY BASIS

A-3  
Sheet #2

<u>Appropriations</u>	<u>Appropriations</u>		<u>Expended</u>			<u>Cancelled</u>
	<u>Budget</u>	<u>Modified Budget</u>	<u>Paid or Charged</u>	<u>Encumbered</u>	<u>Reserved</u>	
<u>APPROPRIATIONS WITHIN "CAPS"</u>						
<u>OFFICE OF THE MAYOR AND AGENCIES</u>						
Municipal Court:						
Salaries and Wages:						
Personnel Services	\$ 4,709,737.00	\$ 4,709,737.00	\$ 4,620,763.42	\$	\$	\$ 88,973.58
Other Pay	404,000.00	479,000.00	441,417.42		8,000.00	29,582.58
Total - Salaries and Wages	<u>5,113,737.00</u>	<u>5,188,737.00</u>	<u>5,062,180.84</u>		<u>8,000.00</u>	<u>118,556.16</u>
Other Expenses:						
Service by Contract or Agreement	812,200.00	737,200.00	415,573.95	234,777.52		86,848.53
Materials and Supplies	94,000.00	94,000.00	53,277.48	16,163.13		24,559.39
Equipment	77,300.00	77,300.00	4,730.00	72,412.03		157.97
Miscellaneous	10,440.00	10,440.00				10,440.00
Total - Other Expenses	<u>993,940.00</u>	<u>918,940.00</u>	<u>473,581.43</u>	<u>323,352.68</u>		<u>122,005.89</u>
Total - Office of the Mayor and Agencies	<u>14,912,974.00</u>	<u>15,412,974.00</u>	<u>14,197,613.48</u>	<u>845,695.04</u>	<u>11,003.00</u>	<u>358,662.48</u>
<u>CITY CLERK AND MUNICIPAL COUNCIL</u>						
Office of the City Clerk:						
Salaries and Wages:						
Personnel Services	3,661,299.00	3,651,299.00	3,648,258.97		1,000.00	2,040.03
Other Pay	200,000.00	200,000.00	193,332.12			6,667.88
Total - Salaries and Wages	<u>3,861,299.00</u>	<u>3,851,299.00</u>	<u>3,841,591.09</u>		<u>1,000.00</u>	<u>8,707.91</u>
Other Expenses:						
Service by Contract or Agreement	2,182,053.00	2,152,053.00	1,235,452.09	871,483.52		45,117.39
Materials and Supplies	153,680.00	153,680.00	100,712.87	41,170.52		11,796.61
Equipment	8,000.00	8,000.00	2,946.62	2,186.34		2,867.04
Total - Other Expenses	<u>2,343,733.00</u>	<u>2,313,733.00</u>	<u>1,339,111.58</u>	<u>914,840.38</u>		<u>59,781.04</u>
Municipal Council:						
Salaries and Wages:						
Personnel Services	3,504,761.00	3,530,761.00	3,511,478.12			19,282.88
Other Pay	55,000.00	55,000.00	49,698.38			5,301.62
Total - Salaries and Wages	<u>3,559,761.00</u>	<u>3,585,761.00</u>	<u>3,561,176.50</u>			<u>24,584.50</u>

CITY OF NEWARK  
CURRENT FUND

STATEMENT OF EXPENDITURES - REGULATORY BASIS

A-3  
Sheet #3

<u>Appropriations</u>	<u>Appropriations</u>		<u>Expended</u>			<u>Cancelled</u>
	<u>Budget</u>	<u>Modified Budget</u>	<u>Paid or Charged</u>	<u>Encumbered</u>	<u>Reserved</u>	
<u>APPROPRIATIONS WITHIN "CAPS"</u>						
<u>CITY CLERK AND MUNICIPAL COUNCIL</u>						
Municipal Council:						
Other Expenses:						
Service by Contract or Agreement	\$ 239,800.00	\$ 239,800.00	\$ 164,579.10	\$ 73,788.89	\$	\$ 1,432.01
Materials and Supplies	51,000.00	51,000.00	19,491.34	13,110.40		18,398.26
Equipment	10,000.00	10,000.00	4,374.75			5,625.25
Miscellaneous	167,500.00	167,500.00	138,720.42	10,074.56		18,705.02
Total - Other Expenses	<u>468,300.00</u>	<u>468,300.00</u>	<u>327,165.61</u>	<u>96,973.85</u>		<u>44,160.54</u>
Elections:						
Primary and General	<u>145,000.00</u>	<u>175,000.00</u>	<u>171,022.84</u>			<u>3,977.16</u>
Total - City Clerk and Municipal Council	<u>10,378,093.00</u>	<u>10,394,093.00</u>	<u>9,240,067.62</u>	<u>1,011,814.23</u>	<u>1,000.00</u>	<u>141,211.15</u>
<u>DEPARTMENT OF ADMINISTRATION</u>						
Office of the Business Administrator:						
Salaries and Wages:						
Personnel Services	1,238,170.00	1,238,170.00	1,237,105.21			1,064.79
Other Pay	8,000.00	8,000.00	250.00			7,750.00
Total - Salaries and Wages	<u>1,246,170.00</u>	<u>1,246,170.00</u>	<u>1,237,355.21</u>			<u>8,814.79</u>
Other Expenses:						
Service by Contract or Agreement	617,100.00	317,100.00			315,815.00	1,285.00
Materials and Supplies	13,400.00	13,400.00				13,400.00
Total - Other Expenses	<u>630,500.00</u>	<u>330,500.00</u>			<u>315,815.00</u>	<u>14,685.00</u>
Division of Budget:						
Salaries and Wages:						
Personnel Services	1,502,163.00	1,500,163.00	1,495,383.02		4,770.00	9.98
Other Pay	25,000.00	27,000.00	24,346.38			2,653.62
Total - Salaries and Wages	<u>1,527,163.00</u>	<u>1,527,163.00</u>	<u>1,519,729.40</u>		<u>4,770.00</u>	<u>2,663.60</u>

CITY OF NEWARK  
CURRENT FUND

STATEMENT OF EXPENDITURES - REGULATORY BASIS

A-3  
Sheet #4

<u>Appropriations</u>	<u>Appropriations</u>		<u>Expended</u>			<u>Cancelled</u>
	<u>Budget</u>	<u>Modified Budget</u>	<u>Paid or Charged</u>	<u>Encumbered</u>	<u>Reserved</u>	
<u>APPROPRIATIONS WITHIN "CAPS"</u>						
<u>DEPARTMENT OF ADMINISTRATION</u>						
Division of Budget:						
Other Expenses:						
Service by Contract or Agreement	\$ 3,477,150.00	\$ 3,477,150.00	\$ 1,936,672.98	\$ 1,539,926.02	\$	\$ 551.00
Materials and Supplies	569,000.00	569,000.00	482,473.40	86,524.67		1.93
Equipment	75,000.00	75,000.00	74,087.51	912.49		
Total - Other Expenses	<u>4,121,150.00</u>	<u>4,121,150.00</u>	<u>2,493,233.89</u>	<u>1,627,363.18</u>		<u>552.93</u>
Division of Central Purchase:						
Salaries and Wages:						
Personnel Services	513,915.00	516,785.00	509,365.00			7,420.00
Other Pay	18,022.00	18,022.00	10,021.34			8,000.66
Total - Salaries and Wages	<u>531,937.00</u>	<u>534,807.00</u>	<u>519,386.34</u>			<u>15,420.66</u>
Other Expenses:						
Service by Contract or Agreement	16,850.00	16,850.00	8,878.28	7,642.40		329.32
Materials and Supplies	6,500.00	6,500.00	928.73	5,504.53		66.74
Equipment	800.00	800.00		800.00		
Total - Other Expenses	<u>24,150.00</u>	<u>24,150.00</u>	<u>9,807.01</u>	<u>13,946.93</u>		<u>396.06</u>
Division of Personnel:						
Salaries and Wages:						
Personnel Services	893,320.00	893,620.00	893,604.29			15.71
Other Pay	35,000.00	35,000.00	24,885.66			10,114.34
Total - Salaries and Wages	<u>928,320.00</u>	<u>928,620.00</u>	<u>918,489.95</u>			<u>10,130.05</u>
Other Expenses:						
Service by Contract or Agreement	242,000.00	242,000.00	13,728.10	28,893.05	193,104.05	6,274.80
Materials and Supplies	15,000.00	15,000.00	1,263.69	331.00		13,405.31
Total - Other Expenses	<u>257,000.00</u>	<u>257,000.00</u>	<u>14,991.79</u>	<u>29,224.05</u>	<u>193,104.05</u>	<u>19,680.11</u>

CITY OF NEWARK  
CURRENT FUND

STATEMENT OF EXPENDITURES - REGULATORY BASIS

A-3  
Sheet #5

<u>Appropriations</u>	<u>Appropriations</u>		<u>Expended</u>			<u>Cancelled</u>
	<u>Budget</u>	<u>Modified Budget</u>	<u>Paid or Charged</u>	<u>Encumbered</u>	<u>Reserved</u>	
<u>APPROPRIATIONS WITHIN "CAPS"</u>						
<u>DEPARTMENT OF ADMINISTRATION</u>						
Division of Office Services:						
Salaries and Wages:						
Personnel Services	\$ 382,875.00	\$ 382,875.00	\$ 380,728.13	\$	\$	\$ 2,146.87
Other Pay	2,000.00	2,000.00				2,000.00
Total - Salaries and Wages	<u>384,875.00</u>	<u>384,875.00</u>	<u>380,728.13</u>			<u>4,146.87</u>
Other Expenses:						
Service by Contract or Agreement	6,259,900.00	7,159,900.00	6,060,758.21	878,613.49	19,541.45	200,986.85
Materials and Supplies	233,500.00	233,500.00	130,352.28	10,224.12		92,923.60
Equipment	15,000.00	15,000.00	11,116.08	3,850.00		33.92
Total - Other Expenses	<u>6,508,400.00</u>	<u>7,408,400.00</u>	<u>6,202,226.57</u>	<u>892,687.61</u>	<u>19,541.45</u>	<u>293,944.37</u>
Office of Emergency Management:						
Salaries and Wages:						
Personnel Services	195,117.00	195,117.00	195,116.23			0.77
Other Pay	10,000.00	10,000.00			6,017.00	3,983.00
Total - Salaries and Wages	<u>205,117.00</u>	<u>205,117.00</u>	<u>195,116.23</u>		<u>6,017.00</u>	<u>3,983.77</u>
Other Expenses:						
Service by Contract or Agreement	3,500.00	3,500.00			900.00	2,600.00
Materials and Supplies	14,400.00	14,400.00				14,400.00
Equipment	1,000.00	1,000.00				1,000.00
Total - Other Expenses	<u>18,900.00</u>	<u>18,900.00</u>			<u>900.00</u>	<u>18,000.00</u>
Communications:						
Salaries and Wages:						
Personnel Services	311,924.00	308,754.00	291,421.55			17,332.45
Hurricane Sandy Expenses		<u>6,500,000.00</u>	<u>6,500,000.00</u>			

CITY OF NEWARK  
CURRENT FUND

STATEMENT OF EXPENDITURES - REGULATORY BASIS

A-3  
Sheet #6

Appropriations	Appropriations		Expended			Cancelled
	Budget	Modified Budget	Paid or Charged	Encumbered	Reserved	
<u>APPROPRIATIONS WITHIN "CAPS"</u>						
<u>DEPARTMENT OF ADMINISTRATION</u>						
Communications:						
Other Expenses:						
Service by Contract or Agreement	\$ 105,475.00	\$ 105,475.00	\$ 29,884.00	\$ 3,203.00	\$ 67,773.00	\$ 4,615.00
Materials and Supplies	44,500.00	44,500.00	28,765.70	1,157.47		14,576.83
Equipment	5,000.00	5,000.00				5,000.00
Total - Other Expenses	154,975.00	154,975.00	58,649.70	4,360.47	67,773.00	24,191.83
Total - Department of Administration	16,850,581.00	23,950,581.00	20,341,135.77	2,567,582.24	607,920.50	433,942.49
<u>DEPARTMENT OF LAW</u>						
Corporation Counsel's Office:						
Salaries and Wages:						
Personnel Services	3,032,958.00	3,032,958.00	2,985,722.67			47,235.33
Other Pay	34,500.00	34,500.00	30,900.00		3,599.95	0.05
Total - Salaries and Wages	3,067,458.00	3,067,458.00	3,016,622.67		3,599.95	47,235.38
Other Expenses:						
Service by Contract or Agreement	2,305,500.00	2,322,000.00	1,783,164.16	519,579.45	17,411.18	1,845.21
Materials and Supplies	85,000.00	68,500.00	16,573.49	51,926.51		
Total - Other Expenses	2,390,500.00	2,390,500.00	1,799,737.65	571,505.96	17,411.18	1,845.21
Total - Department of Law	5,457,958.00	5,457,958.00	4,816,360.32	571,505.96	21,011.13	49,080.59
<u>DEPARTMENT OF FINANCE</u>						
Director's Office:						
Salaries and Wages:						
Personnel Services	382,825.00	382,825.00	382,824.64			0.36
Other Pay	7,500.00	7,500.00	564.57		4,630.00	2,305.43
Total - Salaries and Wages	390,325.00	390,325.00	383,389.21		4,630.00	2,305.79

CITY OF NEWARK  
CURRENT FUND

STATEMENT OF EXPENDITURES - REGULATORY BASIS

A-3  
Sheet #7

<u>Appropriations</u>	<u>Appropriations</u>		<u>Expended</u>			<u>Cancelled</u>
	<u>Budget</u>	<u>Modified Budget</u>	<u>Paid or Charged</u>	<u>Encumbered</u>	<u>Reserved</u>	
<u>APPROPRIATIONS WITHIN "CAPS"</u>						
<u>DEPARTMENT OF FINANCE</u>						
Director's Office:						
Other Expenses:						
Service by Contract or Agreement	\$ 555,672.00	\$ 355,672.00	\$ 3,575.00	\$ 2,400.00	\$ 334,000.00	\$ 15,697.00
Materials and Supplies	4,500.00	4,500.00		646.80		3,853.20
Total - Other Expenses	<u>560,172.00</u>	<u>360,172.00</u>	<u>3,575.00</u>	<u>3,046.80</u>	<u>334,000.00</u>	<u>19,550.20</u>
Division of Accounts and Control:						
Salaries and Wages:						
Personnel Services	976,204.00	976,204.00	976,204.00			
Other Pay	25,140.00	25,140.00	5,547.57			19,592.43
Total - Salaries and Wages	<u>1,001,344.00</u>	<u>1,001,344.00</u>	<u>981,751.57</u>			<u>19,592.43</u>
Other Expenses:						
Service by Contract or Agreement	2,800.00	2,800.00	270.00	224.00		2,306.00
Materials and Supplies	6,500.00	6,500.00	948.06	4,910.02		641.92
Total - Other Expenses	<u>9,300.00</u>	<u>9,300.00</u>	<u>1,218.06</u>	<u>5,134.02</u>		<u>2,947.92</u>
Division of Revenue Collections:						
Salaries and Wages:						
Personnel Services	1,191,693.00	1,191,693.00	1,191,692.21			0.79
Other Pay	25,300.00	25,300.00	12,642.47		1,087.23	11,570.30
Total - Salaries and Wages	<u>1,216,993.00</u>	<u>1,216,993.00</u>	<u>1,204,334.68</u>		<u>1,087.23</u>	<u>11,571.09</u>
Other Expenses:						
Service by Contract or Agreement	271,175.00	271,175.00	28,711.95	242,463.03		0.02
Materials and Supplies	9,400.00	9,400.00	6,778.36	2,588.07		33.57
Equipment	2,000.00	2,000.00		2,000.00		
Total - Other Expenses	<u>282,575.00</u>	<u>282,575.00</u>	<u>35,490.31</u>	<u>247,051.10</u>		<u>33.59</u>

CITY OF NEWARK  
CURRENT FUND

STATEMENT OF EXPENDITURES - REGULATORY BASIS

A-3  
Sheet #8

<u>Appropriations</u>	<u>Appropriations</u>		<u>Expended</u>			<u>Cancelled</u>
	<u>Budget</u>	<u>Modified Budget</u>	<u>Paid or Charged</u>	<u>Encumbered</u>	<u>Reserved</u>	
<u>APPROPRIATIONS WITHIN "CAPS"</u>						
<u>DEPARTMENT OF FINANCE</u>						
Division of Treasury:						
Salaries and Wages:						
Personnel Services	\$ 371,345.00	\$ 371,345.00	\$ 371,344.50	\$	\$	\$ 0.50
Other Pay	4,000.00	4,000.00	1,009.44			2,990.56
Total - Salaries and Wages	<u>375,345.00</u>	<u>375,345.00</u>	<u>372,353.94</u>			<u>2,991.06</u>
Other Expenses:						
Service by Contract or Agreement	71,250.00	71,250.00	49,407.50	1,590.00		20,252.50
Materials and Supplies	2,500.00	2,500.00	246.96			2,253.04
Total - Other Expenses	<u>73,750.00</u>	<u>73,750.00</u>	<u>49,654.46</u>	<u>1,590.00</u>		<u>22,505.54</u>
Office of Tax Abatement and Special Taxes:						
Salaries and Wages:						
Personnel Services	562,816.00	562,816.00	562,815.97			0.03
Other Pay	4,985.00	4,985.00				4,985.00
Total - Salaries and Wages	<u>567,801.00</u>	<u>567,801.00</u>	<u>562,815.97</u>			<u>4,985.03</u>
Other Expenses:						
Service by Contract or Agreement	116,485.00	116,485.00			100,000.00	16,485.00
Materials and Supplies	6,735.00	6,735.00	546.10	1,128.55		5,060.35
Total - Other Expenses	<u>123,220.00</u>	<u>123,220.00</u>	<u>546.10</u>	<u>1,128.55</u>	<u>100,000.00</u>	<u>21,545.35</u>
Employees' Retirement System:						
Salaries and Wages:						
Personnel Services	145,665.00	145,665.00	145,664.28			0.72
Other Pay	2,000.00	2,000.00	758.53			1,241.47
Total - Salaries and Wages	<u>147,665.00</u>	<u>147,665.00</u>	<u>146,422.81</u>			<u>1,242.19</u>

CITY OF NEWARK  
CURRENT FUND

STATEMENT OF EXPENDITURES - REGULATORY BASIS

A-3  
Sheet #9

Appropriations	Appropriations		Expended			Cancelled
	Budget	Modified Budget	Paid or Charged	Encumbered	Reserved	
<u>APPROPRIATIONS WITHIN "CAPS"</u>						
<u>DEPARTMENT OF FINANCE</u>						
Employees' Retirement System:						
Other Expenses:						
Service by Contract or Agreement	\$ 55,250.00	\$ 55,250.00	\$ 44,750.00	\$ 10,500.00	\$	\$
Materials and Supplies	1,400.00	1,400.00		386.38		1,013.62
Total - Other Expenses	<u>56,650.00</u>	<u>56,650.00</u>	<u>44,750.00</u>	<u>10,886.38</u>		<u>1,013.62</u>
Office of Assessment:						
Assessor's Office:						
Salaries and Wages:						
Personnel Services	710,819.00	710,819.00	708,051.13			2,767.87
Other Pay	17,000.00	17,000.00	11,654.50			5,345.50
Total - Salaries and Wages	<u>727,819.00</u>	<u>727,819.00</u>	<u>719,705.63</u>			<u>8,113.37</u>
Other Expenses:						
Service by Contract or Agreement	119,800.00	119,800.00	4,271.95	14,481.38		101,046.67
Materials and Supplies	16,800.00	16,800.00	7,900.71	4,354.58		4,544.71
Total - Other Expenses	<u>136,600.00</u>	<u>136,600.00</u>	<u>12,172.66</u>	<u>18,835.96</u>		<u>105,591.38</u>
Total - Department of Finance	<u>5,669,559.00</u>	<u>5,469,559.00</u>	<u>4,518,180.40</u>	<u>287,672.81</u>	<u>439,717.23</u>	<u>223,988.56</u>
<u>DEPARTMENT OF POLICE</u>						
Division of Police:						
Salaries and Wages:						
Personnel Services	114,610,565.00	112,610,565.00	110,950,582.51		659,982.49	1,000,000.00
Other Pay	14,575,719.00	15,788,319.00	14,115,354.18		892,495.58	780,469.24
Total - Salaries and Wages	<u>129,186,284.00</u>	<u>128,398,884.00</u>	<u>125,065,936.69</u>		<u>1,552,478.07</u>	<u>1,780,469.24</u>
Other Expenses:						
Service by Contract or Agreement	2,479,130.00	2,429,130.00	1,483,353.30	865,922.54	70,440.00	9,414.16
Materials and Supplies	491,000.00	541,000.00	316,489.45	187,901.83		36,608.72
Equipment	630,000.00	630,000.00	511,951.81	79,214.00	33,000.00	5,834.19
Total - Other Expenses	<u>3,600,130.00</u>	<u>3,600,130.00</u>	<u>2,311,794.56</u>	<u>1,133,038.37</u>	<u>103,440.00</u>	<u>51,857.07</u>

CITY OF NEWARK  
CURRENT FUND

STATEMENT OF EXPENDITURES - REGULATORY BASIS

A-3  
Sheet #10

<u>Appropriations</u>	<u>Appropriations</u>		<u>Expended</u>			<u>Cancelled</u>
	<u>Budget</u>	<u>Modified Budget</u>	<u>Paid or Charged</u>	<u>Encumbered</u>	<u>Reserved</u>	
<u>APPROPRIATIONS WITHIN "CAPS"</u>						
<u>DEPARTMENT OF POLICE</u>						
Taxicab Division:						
Salaries and Wages:						
Personnel Services	\$ 164,223.00	\$ 164,223.00	\$ 164,222.80		\$	\$ 0.20
Other Pay	1,350.00	1,350.00	1,350.00			
Total - Salaries and Wages	<u>165,573.00</u>	<u>165,573.00</u>	<u>165,572.80</u>			<u>0.20</u>
Other Expenses:						
Service by Contract or Agreement	5,345.00	5,345.00	1,499.88	982.62		2,862.50
Materials and Supplies	13,800.00	13,800.00	1,561.24	7,340.14		4,898.62
Equipment	6,000.00	6,000.00		2,366.00		3,634.00
Total - Other Expenses	<u>25,145.00</u>	<u>25,145.00</u>	<u>3,061.12</u>	<u>10,688.76</u>		<u>11,395.12</u>
Board of Alcoholic Beverage Control:						
Salaries and Wages:						
Personnel Services	236,624.00	236,624.00	236,623.85			0.15
Other Pay	50,500.00	50,500.00	47,182.31			3,317.69
Total - Salaries and Wages	<u>287,124.00</u>	<u>287,124.00</u>	<u>283,806.16</u>			<u>3,317.84</u>
Other Expenses:						
Service by Contract or Agreement	2,200.00	2,200.00				2,200.00
Materials and Supplies	2,400.00	2,400.00				2,400.00
Total - Other Expenses	<u>4,600.00</u>	<u>4,600.00</u>				<u>4,600.00</u>
Total - Department of Police	<u>133,268,856.00</u>	<u>132,481,456.00</u>	<u>127,830,171.33</u>	<u>1,143,727.13</u>	<u>1,655,918.07</u>	<u>1,851,639.47</u>

CITY OF NEWARK  
CURRENT FUND

STATEMENT OF EXPENDITURES - REGULATORY BASIS

A-3  
Sheet #11

Appropriations	Appropriations		Expended			Cancelled
	Budget	Modified Budget	Paid or Charged	Encumbered	Reserved	
<u>APPROPRIATIONS WITHIN "CAPS"</u>						
<u>DEPARTMENT OF FIRE</u>						
Director of Fire:						
Salaries and Wages:						
Personnel Services	\$ 57,513,711.00	\$ 57,513,711.00	\$ 57,487,039.58	\$	\$ 26,671.42	\$
Other Pay	7,109,530.00	7,109,530.00	7,006,469.91			103,060.09
Total - Salaries and Wages	<u>64,623,241.00</u>	<u>64,623,241.00</u>	<u>64,493,509.49</u>		<u>26,671.42</u>	<u>103,060.09</u>
Other Expenses:						
Service by Contract or Agreement	181,157.00	181,157.00	139,875.49	27,040.60		14,240.91
Materials and Supplies	221,325.00	221,325.00	124,536.46	91,203.16		5,585.38
Equipment	191,750.00	191,750.00	74,295.26	111,336.70		6,117.68
Miscellaneous	1,000.00	1,000.00	501.47	400.49		98.40
Total - Other Expenses	<u>595,232.00</u>	<u>595,232.00</u>	<u>339,208.68</u>	<u>229,980.95</u>		<u>26,042.37</u>
Total - Department of Fire	<u>65,218,473.00</u>	<u>65,218,473.00</u>	<u>64,832,718.17</u>	<u>229,980.95</u>	<u>26,671.42</u>	<u>129,102.46</u>
<u>DEPARTMENT OF ENGINEERING</u>						
Director's Office:						
Salaries and Wages:						
Personnel Services	2,174,991.00	2,217,491.00	2,215,460.33		2,013.00	17.67
Other Pay	201,000.00	201,000.00	166,011.98		6,969.01	28,019.01
Total - Salaries and Wages	<u>2,375,991.00</u>	<u>2,418,491.00</u>	<u>2,381,472.31</u>		<u>8,982.01</u>	<u>28,036.68</u>
Other Expenses:						
Service by Contract or Agreement	528,200.00	528,200.00	504,913.07	21,958.67		1,328.26
Materials and Supplies	15,200.00	15,200.00	6,557.75	5,615.12		3,027.13
Equipment	1,000.00	1,000.00		952.00		48.00
Total - Other Expenses	<u>544,400.00</u>	<u>544,400.00</u>	<u>511,470.82</u>	<u>28,525.79</u>		<u>4,403.39</u>

CITY OF NEWARK  
CURRENT FUND

STATEMENT OF EXPENDITURES - REGULATORY BASIS

A-3  
Sheet #12

<u>Appropriations</u>	<u>Appropriations</u>		<u>Expended</u>			<u>Cancelled</u>
	<u>Budget</u>	<u>Modified Budget</u>	<u>Paid or Charged</u>	<u>Encumbered</u>	<u>Reserved</u>	
<u>APPROPRIATIONS WITHIN "CAPS"</u>						
<u>DEPARTMENT OF ENGINEERING</u>						
Division of Traffic and Signals:						
Salaries and Wages:						
Personnel Services	\$ 1,387,535.00	\$ 1,413,035.00	\$ 1,411,781.55	\$	\$ 1,253.45	\$
Other Pay	89,850.00	89,850.00	82,369.31		2,890.55	4,590.14
<b>Total - Salaries and Wages</b>	<b>1,477,385.00</b>	<b>1,502,885.00</b>	<b>1,494,150.86</b>		<b>4,144.00</b>	<b>4,590.14</b>
Other Expenses:						
Service by Contract or Agreement	3,832,000.00	3,832,000.00	3,620,884.42	142,001.09		69,114.49
Materials and Supplies	354,600.00	354,600.00	276,663.09	74,774.38		3,162.53
Equipment	500.00	500.00	499.00			1.00
<b>Total - Other Expenses</b>	<b>4,187,100.00</b>	<b>4,187,100.00</b>	<b>3,898,046.51</b>	<b>216,775.47</b>		<b>72,278.02</b>
Division of Motors:						
Salaries and Wages:						
Personnel Services	905,114.00	922,514.00	922,514.00			
Other Pay	168,500.00	168,500.00	156,307.74		6,605.00	5,587.26
<b>Total - Salaries and Wages</b>	<b>1,073,614.00</b>	<b>1,091,014.00</b>	<b>1,078,821.74</b>		<b>6,605.00</b>	<b>5,587.26</b>
Other Expenses:						
Service by Contract or Agreement	1,918,720.00	2,143,720.00	1,884,798.37	250,620.16		8,301.47
Materials and Supplies	4,117,750.00	3,892,750.00	3,549,992.12	342,493.61		264.27
<b>Total - Other Expenses</b>	<b>6,036,470.00</b>	<b>6,036,470.00</b>	<b>5,434,790.49</b>	<b>593,113.77</b>		<b>8,565.74</b>
Division of Public Buildings:						
Salaries and Wages:						
Personnel Services	2,135,501.00	2,174,001.00	2,173,269.59			731.41
Other Pay	180,000.00	180,000.00	154,316.76		19,731.00	5,952.24
<b>Total - Salaries and Wages</b>	<b>2,315,501.00</b>	<b>2,354,001.00</b>	<b>2,327,586.35</b>		<b>19,731.00</b>	<b>6,683.65</b>

CITY OF NEWARK  
CURRENT FUND

STATEMENT OF EXPENDITURES - REGULATORY BASIS

A-3  
Sheet #13

Appropriations	Appropriations		Expended			Cancelled
	Budget	Modified Budget	Paid or Charged	Encumbered	Reserved	
<u>APPROPRIATIONS WITHIN "CAPS"</u>						
<u>DEPARTMENT OF ENGINEERING</u>						
Division of Public Buildings:						
Other Expenses:						
Service by Contract or Agreement	\$ 14,262,892.00	\$ 14,262,892.00	\$ 11,709,496.96	\$ 2,307,825.54	\$	\$ 245,569.50
Materials and Supplies	235,500.00	235,500.00	149,464.79	50,916.13		35,119.08
Total - Other Expenses	14,498,392.00	14,498,392.00	11,858,961.75	2,358,741.67		280,688.58
Total - Department of Engineering	32,508,853.00	32,632,753.00	28,985,300.83	3,197,156.70	39,462.01	410,833.46
<u>DEPARTMENT OF CHILD AND FAMILY WELL-BEING</u>						
Director's Office:						
Salaries and Wages:						
Personnel Services	875,736.00	875,736.00	875,728.31			7.69
Other Pay	3,000.00	3,000.00	538.54			2,461.46
Total - Salaries and Wages	878,736.00	878,736.00	876,266.85			2,469.15
Other Expenses:						
Service by Contract or Agreement	132,585.00	132,585.00	113,579.56	3,331.00	13,835.60	1,838.84
Materials and Supplies	6,600.00	6,600.00	1,673.04	2,467.46		2,459.50
Total - Other Expenses	139,185.00	139,185.00	115,252.60	5,798.46	13,835.60	4,298.34
Division of Medical Care Services:						
Salaries and Wages:						
Personnel Services	1,575,214.00	1,575,214.00	1,574,494.55			719.45
Other Pay	51,725.00	51,725.00	9,302.37		319.00	42,103.63
Total - Salaries and Wages	1,626,939.00	1,626,939.00	1,583,796.92		319.00	42,823.08
Other Expenses:						
Service by Contract or Agreement	933,457.00	933,457.00	548,805.03	360,552.16		24,099.81
Materials and Supplies	140,783.00	140,783.00	68,032.06	72,539.12		211.82
Total - Other Expenses	1,074,240.00	1,074,240.00	616,837.09	433,091.28		24,311.63

CITY OF NEWARK  
CURRENT FUND

STATEMENT OF EXPENDITURES - REGULATORY BASIS

A-3  
Sheet #14

<u>Appropriations</u>	<u>Appropriations</u>		<u>Expended</u>			<u>Cancelled</u>
	<u>Budget</u>	<u>Modified Budget</u>	<u>Paid or Charged</u>	<u>Encumbered</u>	<u>Reserved</u>	
<u>APPROPRIATIONS WITHIN "CAPS"</u>						
<u>DEPARTMENT OF CHILD AND FAMILY WELL-BEING</u>						
Division of Environmental Health:						
Salaries and Wages:						
Personnel Services	\$ 1,269,998.00	\$ 1,269,998.00	\$ 1,220,858.17		\$ 40,000.00	\$ 9,139.83
Other Pay	138,719.00	138,719.00	76,087.42		4,933.00	57,698.58
Total - Salaries and Wages	<u>1,408,717.00</u>	<u>1,408,717.00</u>	<u>1,296,945.59</u>		<u>44,933.00</u>	<u>66,838.41</u>
Other Expenses:						
Service by Contract or Agreement	90,523.00	90,523.00	56,100.70	18,484.66		15,937.64
Materials and Supplies	15,750.00	15,750.00	11,793.91	3,707.42		248.67
Equipment	300.00	300.00	286.00			14.00
Miscellaneous	631,926.00	631,926.00	471,676.75	157,981.50		2,267.75
Total - Other Expenses	<u>738,499.00</u>	<u>738,499.00</u>	<u>539,857.36</u>	<u>180,173.58</u>		<u>18,468.06</u>
Division of Health Planning:						
Salaries and Wages:						
Personnel Services	198,894.00	198,894.00	198,116.16			777.84
Other Pay	6,000.00	6,000.00				6,000.00
Total - Salaries and Wages	<u>204,894.00</u>	<u>204,894.00</u>	<u>198,116.16</u>			<u>6,777.84</u>
Other Expenses:						
Service by Contract or Agreement	93,008.00	93,008.00	61,930.60	19,400.00		11,677.40
Materials and Supplies	6,700.00	6,700.00	4,704.06	1,835.52		160.42
Total - Other Expenses	<u>99,708.00</u>	<u>99,708.00</u>	<u>66,634.66</u>	<u>21,235.52</u>		<u>11,837.82</u>

CITY OF NEWARK  
CURRENT FUND

STATEMENT OF EXPENDITURES - REGULATORY BASIS

A-3  
Sheet #15

Appropriations	Appropriations		Expended			Cancelled
	Budget	Modified Budget	Paid or Charged	Encumbered	Reserved	
<u>APPROPRIATIONS WITHIN "CAPS"</u>						
<u>DEPARTMENT OF CHILD AND FAMILY WELL-BEING</u>						
Division of Social Services:						
Salaries and Wages:						
Personnel Services	\$ 831,229.00	\$ 831,229.00	\$ 815,178.78	\$	\$ 10,000.00	\$ 6,050.22
Other Pay	3,700.00	3,700.00	304.73		115.28	3,279.99
Total - Salaries and Wages	<u>834,929.00</u>	<u>834,929.00</u>	<u>815,483.51</u>		<u>10,115.28</u>	<u>9,330.21</u>
Other Expenses:						
Service by Contract or Agreement	444,433.00	444,433.00	234,754.50	208,128.88		1,549.62
Materials and Supplies	10,050.00	10,050.00	2,034.52	7,524.80		490.68
Miscellaneous	30,000.00	30,000.00	30,000.00			
Total - Other Expenses	<u>484,483.00</u>	<u>484,483.00</u>	<u>266,789.02</u>	<u>215,653.68</u>		<u>2,040.30</u>
Division of Surveillance and Prevention:						
Salaries and Wages:						
Personnel Services	637,297.00	637,297.00	637,296.21			0.79
Other Pay	20,054.00	20,054.00	7,004.41		187.39	12,862.20
Total - Salaries and Wages	<u>657,351.00</u>	<u>657,351.00</u>	<u>644,300.62</u>		<u>187.39</u>	<u>12,862.99</u>
Other Expenses:						
Service by Contract or Agreement	171,843.00	171,843.00	99,184.63	34,990.73		37,667.64
Materials and Supplies	50,236.00	50,236.00	18,977.91	14,947.02		16,311.07
Total - Other Expenses	<u>222,079.00</u>	<u>222,079.00</u>	<u>118,162.54</u>	<u>49,937.75</u>		<u>53,978.71</u>
Total - Department of Child and Family Well-Being	<u>8,369,760.00</u>	<u>8,369,760.00</u>	<u>7,138,442.92</u>	<u>905,890.27</u>	<u>69,390.27</u>	<u>256,036.54</u>
<u>DEPARTMENT OF ECONOMIC AND HOUSING DEVELOPMENT</u>						
Director's Office:						
Salaries and Wages:						
Personnel Service	505,549.00	505,549.00	505,548.91			0.09

CITY OF NEWARK  
CURRENT FUND

STATEMENT OF EXPENDITURES - REGULATORY BASIS

A-3  
Sheet #16

Appropriations	Appropriations		Expended			Cancelled
	Budget	Modified Budget	Paid or Charged	Encumbered	Reserved	
<u>APPROPRIATIONS WITHIN "CAPS"</u>						
<u>DEPARTMENT OF ECONOMIC AND HOUSING DEVELOPMENT</u>						
Director's Office:						
Other Expenses:						
Service by Contract or Agreement	\$ 71,000.00	\$ 71,000.00	\$ 1,538.28	\$ 285.95	\$ 6,000.00	\$ 63,461.72
Materials and Supplies	6,000.00	6,000.00	796.81	285.95		4,917.24
Total - Other Expenses	<u>77,000.00</u>	<u>77,000.00</u>	<u>2,335.09</u>	<u>285.95</u>	<u>6,000.00</u>	<u>68,378.96</u>
Property Management:						
Salaries and Wages:						
Personnel Service	285,154.00	285,154.00	285,153.13			0.87
Other Pay	500.00	500.00				500.00
Total - Salaries and Wages	<u>285,654.00</u>	<u>285,654.00</u>	<u>285,153.13</u>			<u>500.87</u>
Other Expenses:						
Service by Contract or Agreement	165,076.00	158,076.00	106,472.40	4,389.95		47,213.65
Materials and Supplies	52,000.00	59,000.00	49,144.81	8,368.63		1,486.56
Total - Other Expenses	<u>217,076.00</u>	<u>217,076.00</u>	<u>155,617.21</u>	<u>12,758.58</u>		<u>48,700.21</u>
Housing Assistance:						
Salaries and Wages:						
Personnel Service	199,502.00	199,502.00	199,501.92			0.08
Office of Boards and Commissions:						
Salaries and Wages:						
Personnel Services	337,498.00	337,498.00	337,498.00			
Other Pay	28,697.00	28,697.00	24,517.44			4,179.56
Total - Salaries and Wages	<u>366,195.00</u>	<u>366,195.00</u>	<u>362,015.44</u>			<u>4,179.56</u>

CITY OF NEWARK  
CURRENT FUND

STATEMENT OF EXPENDITURES - REGULATORY BASIS

A-3  
Sheet #17

Appropriations	Appropriations		Expended			Cancelled
	Budget	Modified Budget	Paid or Charged	Encumbered	Reserved	
<u>APPROPRIATIONS WITHIN "CAPS"</u>						
<u>DEPARTMENT OF ECONOMIC AND HOUSING DEVELOPMENT</u>						
Office of Boards and Commissioners:						
Other Expenses:						
Service by Contract or Agreement	\$ 214,900.00	\$ 214,900.00	\$ 107,177.81	\$ 47,834.94	\$	\$ 59,887.25
Materials and Supplies	7,600.00	7,600.00	2,430.92	1,696.51		3,472.57
Total - Other Expenses	222,500.00	222,500.00	109,608.73	49,531.45		63,359.82
City Planning:						
Salaries and Wages:						
Personnel Services	302,613.00	302,613.00	302,612.12			0.88
Other Pay	8,000.00	8,000.00	692.89			7,307.11
Total - Salaries and Wages	310,613.00	310,613.00	303,305.01			7,307.99
Other Expenses:						
Service by Contract or Agreement	159,761.00	159,761.00	8,881.67	15,161.65		135,717.68
Materials and Supplies	8,500.00	8,500.00	2,322.38	1,447.16		4,730.46
Total - Other Expenses	168,261.00	168,261.00	11,204.05	16,608.81		140,448.14
Central Planning Board:						
Salaries and Wages:						
Personnel Services	46,610.00	46,610.00	46,610.00			
Other Pay	34,839.00	34,839.00	16,932.02			17,906.98
Total - Salaries and Wages	81,449.00	81,449.00	63,542.02			17,906.98
Board of Adjustments:						
Salaries and Wages:						
Personnel Services	43,110.00	43,110.00	43,110.00			
Other Pay	16,500.00	16,500.00	4,444.43			12,055.57
Total - Salaries and Wages	59,610.00	59,610.00	47,554.43			12,055.57

CITY OF NEWARK  
CURRENT FUND

STATEMENT OF EXPENDITURES - REGULATORY BASIS

A-3  
Sheet #18

Appropriations	Appropriations		Expended			Cancelled
	Budget	Modified Budget	Paid or Charged	Encumbered	Reserved	
<b>APPROPRIATIONS WITHIN "CAPS"</b>						
<b>DEPARTMENT OF ECONOMIC AND HOUSING DEVELOPMENT</b>						
Rent Control Board:						
Salaries and Wages:						
Personnel Services	\$ 29,110.00	\$ 29,110.00	\$ 29,110.00	\$	\$	\$
Total - Department of Economic and Housing Development	2,522,519.00	2,522,519.00	2,074,495.94	79,184.79	6,000.00	362,838.27
<b>DEPARTMENT OF NEIGHBORHOOD AND RECREATIONAL SERVICES</b>						
Director's Office:						
Salaries and Wages:						
Personnel Services	269,419.00	269,419.00	265,170.87			4,248.13
Other Pay	2,000.00	2,000.00				2,000.00
Total - Salaries and Wages	271,419.00	271,419.00	265,170.87			6,248.13
Other Expenses:						
Service by Contract or Agreement	3,250.00	3,250.00	273.00	1,060.00		1,917.00
Materials and Supplies	3,200.00	3,200.00		3,171.20		28.80
Miscellaneous	5,000.00	5,000.00				5,000.00
Total - Other Expenses	11,450.00	11,450.00	273.00	4,231.20		6,945.80
Inspections and Enforcement:						
Salaries and Wages:						
Personnel Services	1,150,597.00	1,150,597.00	1,123,206.38		21,922.69	5,467.93
Other Pay	125,500.00	125,500.00	94,125.02		2,964.23	28,410.75
Total - Salaries and Wages	1,276,097.00	1,276,097.00	1,217,331.40		24,886.92	33,878.68
Other Expenses:						
Service by Contract or Agreement	3,000.00	3,000.00				3,000.00
Materials and Supplies	11,000.00	11,000.00	1,914.40	9,025.67		59.93
Total - Other Expenses	14,000.00	14,000.00	1,914.40	9,025.67		3,059.93

CITY OF NEWARK  
CURRENT FUND

STATEMENT OF EXPENDITURES - REGULATORY BASIS

A-3  
Sheet #19

Appropriations	Appropriations		Expended			Cancelled
	Budget	Modified Budget	Paid or Charged	Encumbered	Reserved	
<u>APPROPRIATIONS WITHIN "CAPS"</u>						
<u>DEPARTMENT OF NEIGHBORHOOD AND RECREATIONAL SERVICES</u>						
Sanitation:						
Salaries and Wages:						
Personnel Services	\$ 6,263,768.00	\$ 6,113,768.00	\$ 6,004,214.79	\$	\$ 109,553.21	\$
Other Pay	780,600.00	780,600.00	730,113.27		24,949.30	25,537.43
Total - Salaries and Wages	7,044,368.00	6,894,368.00	6,734,328.06		134,502.51	25,537.43
Other Expenses:						
Service by Contract or Agreement	12,767,195.00	12,767,195.00	10,726,955.86	1,818,517.00	200,358.72	21,363.42
Materials and Supplies	585,400.00	585,400.00	119,117.06	463,739.53		2,543.41
Total - Other Expenses	13,352,595.00	13,352,595.00	10,846,072.92	2,282,256.53	200,358.72	23,906.83
Parks and Grounds:						
Salaries and Wages:						
Personnel Services	772,524.00	770,024.00	748,024.00		20,000.00	2,000.00
Other Pay	49,700.00	49,700.00	27,502.81			22,197.19
Total - Salaries and Wages	822,224.00	819,724.00	775,526.81		20,000.00	24,197.19
Other Expenses:						
Service by Contract or Agreement	211,500.00	211,500.00	111,652.62	13,800.00	85,552.36	495.02
Materials and Supplies	26,750.00	26,750.00	14,978.10	11,293.00		478.90
Total - Other Expenses	238,250.00	238,250.00	126,630.72	25,093.00	85,552.36	973.92
Recreation and Cultural Affairs:						
Salaries and Wages:						
Personnel Services	1,142,075.00	1,142,075.00	1,099,020.05		43,054.95	
Other Pay	571,800.00	471,800.00	471,797.47			2.53
Total - Salaries and Wages	1,713,875.00	1,613,875.00	1,570,817.52		43,054.95	2.53

CITY OF NEWARK  
CURRENT FUND

STATEMENT OF EXPENDITURES - REGULATORY BASIS

A-3  
Sheet #20

<u>Appropriations</u>	<u>Appropriations</u>		<u>Expended</u>			<u>Cancelled</u>
	<u>Budget</u>	<u>Modified Budget</u>	<u>Paid or Charged</u>	<u>Encumbered</u>	<u>Reserved</u>	
<u>APPROPRIATIONS WITHIN "CAPS"</u>						
<u>DEPARTMENT OF NEIGHBORHOOD AND RECREATIONAL SERVICES</u>						
Recreation and Cultural Affairs:						
Other Expenses:						
Service by Contract or Agreement	\$ 477,100.00	\$ 477,100.00	\$ 288,676.46	\$ 117,745.07	\$ 44,662.25	\$ 26,016.22
Materials and Supplies	128,750.00	128,750.00	58,072.55	44,023.39		26,654.06
Equipment	3,000.00	3,000.00				3,000.00
Total - Other Expenses	<u>608,850.00</u>	<u>608,850.00</u>	<u>346,749.01</u>	<u>161,768.46</u>	<u>44,662.25</u>	<u>55,670.28</u>
Demolition:						
Salaries and Wages:						
Personnel Services	1,144,671.00	1,144,671.00	1,142,654.13		2,016.87	
Other Pay	55,100.00	55,100.00	52,981.95			2,118.05
Total - Salaries and Wages	<u>1,199,771.00</u>	<u>1,199,771.00</u>	<u>1,195,636.08</u>		<u>2,016.87</u>	<u>2,118.05</u>
Demolition:						
Other Expenses:						
Service by Contract or Agreement	1,390,000.00	1,390,000.00	1,095,218.33	159,198.33		135,583.34
Material and Supplies	6,500.00	6,500.00	4,526.93	1,899.86		73.21
Total - Other Expenses	<u>1,396,500.00</u>	<u>1,396,500.00</u>	<u>1,099,745.26</u>	<u>161,098.19</u>		<u>135,656.55</u>
Total - Department of Neighborhood and Recreational Services	<u>27,949,399.00</u>	<u>27,696,899.00</u>	<u>24,180,196.05</u>	<u>2,643,473.05</u>	<u>555,034.58</u>	<u>318,195.32</u>
<u>UNCLASSIFIED PURPOSES</u>						
Salaries and Wages:						
Salary and Wage Personnel Adjustment Program	965,250.00	963,369.00	830,695.00		132,674.00	
Other Expenses:						
Health Maintenance Organization	28,104,298.00	28,104,298.00	24,886,122.67	2,298,201.84	919,973.49	
City Basic (Hospital/Medical/Surgical)	15,428,001.00	15,428,001.00	12,888,690.96	2,429,308.59	110,001.45	
Prescription Insurance	22,983,504.00	22,983,504.00	17,573,419.81	3,805,485.92	21,233.27	1,583,365.00
Dental Insurance	2,728,222.00	2,728,222.00	1,958,038.70	754,095.32	16,087.98	
Life Insurance	128,503.00	128,503.00		128,503.00		
General Liability Insurance	6,200,000.00	6,200,000.00	6,200,000.00			
Worker's Compensation Insurance	6,000,000.00	6,000,000.00	6,000,000.00			
Grant Program - Disallowed Cost	200,000.00	200,000.00			200,000.00	
Media Services	405,000.00	405,000.00	50,201.08	9,101.96	300,000.00	45,696.96
Home Ownership Program	75,000.00	75,000.00	28,281.00		46,000.00	719.00
Other Public Employees Benefits - Contract	100,000.00	200,000.00			200,000.00	
Flexible Spending Account	20,000.00	20,000.00	20,000.00			

CITY OF NEWARK  
CURRENT FUND

STATEMENT OF EXPENDITURES - REGULATORY BASIS

A-3  
Sheet #21

<u>Appropriations</u>	<u>Appropriations</u>		<u>Expended</u>			<u>Cancelled</u>
	<u>Budget</u>	<u>Modified Budget</u>	<u>Paid or Charged</u>	<u>Encumbered</u>	<u>Reserved</u>	
<u>APPROPRIATIONS WITHIN "CAPS"</u>						
<u>UNCLASSIFIED PURPOSES</u>						
Other Expenses:						
E.A.P.	\$ 60,071.00	\$ 60,071.00	\$	\$ 50,624.00	\$ 9,447.00	\$
COBRA	30,000.00	30,000.00			30,000.00	
Enterprise Business Solutions - Implementation	1,400,000.00	1,400,000.00	1,146,085.00	253,915.00		
Settlements - Devils	400,000.00	400,000.00				400,000.00
Accrued Compensatory Time	1,405,000.00	1,405,000.00	1,404,999.68			0.32
Essex Vicinage Case Project	45,000.00	45,000.00	30,600.66	12,000.00		2,399.34
Bank Fees	465,000.00	465,000.00	433,458.24			31,541.76
Emergency Medical Services	4,350,000.00	4,350,000.00	4,350,000.00			
Credit Card Fees	960,000.00	960,000.00	960,000.00			
E.P.O.	482,419.00	382,419.00			382,419.00	
H & L Maintenance	150,000.00	150,000.00	112,500.00	37,500.00		
Rackspace	20,000.00	20,000.00	14,495.02	1,327.82		4,177.16
Total Unclassified Purposes - Other Expenses	<u>92,140,018.00</u>	<u>92,140,018.00</u>	<u>78,056,892.82</u>	<u>9,780,063.45</u>	<u>2,235,162.19</u>	<u>2,067,899.54</u>
Total - Unclassified Purposes	<u>93,105,268.00</u>	<u>93,103,387.00</u>	<u>78,887,587.82</u>	<u>9,780,063.45</u>	<u>2,367,836.19</u>	<u>2,067,899.54</u>
Total Operations	<u>416,212,293.00</u>	<u>422,710,412.00</u>	<u>387,042,270.65</u>	<u>23,263,746.62</u>	<u>5,800,964.40</u>	<u>6,603,430.33</u>
Detail:						
Salaries and Wages	250,394,905.00	249,568,024.00	244,977,388.07		2,063,408.60	2,527,227.33
Other Expenses	165,817,388.00	173,142,388.00	142,064,882.58	23,263,746.62	3,737,555.80	4,076,203.00
Total - Detail	<u>416,212,293.00</u>	<u>422,710,412.00</u>	<u>387,042,270.65</u>	<u>23,263,746.62</u>	<u>5,800,964.40</u>	<u>6,603,430.33</u>
<u>DEFERRED CHARGES AND STATUTORY EXPENDITURES</u>						
Deferred Charges:						
Prior Year's Bills	850,000.00	850,000.00	431,667.88	275,629.20		142,702.92
	<u>850,000.00</u>	<u>850,000.00</u>	<u>431,667.88</u>	<u>275,629.20</u>		<u>142,702.92</u>

CITY OF NEWARK  
CURRENT FUND

STATEMENT OF EXPENDITURES - REGULATORY BASIS

A-3  
Sheet #22

<u>Appropriations</u>	<u>Appropriations</u>		<u>Expended</u>			<u>Cancelled</u>
	<u>Budget</u>	<u>Modified Budget</u>	<u>Paid or Charged</u>	<u>Encumbered</u>	<u>Reserved</u>	
<b>APPROPRIATIONS WITHIN "CAPS"</b>						
<b>DEFERRED CHARGES AND STATUTORY EXPENDITURES</b>						
Statutory Expenditures:						
Contribution to:						
Public Employees' Retirement System - City	\$ 400,000.00	\$ 400,000.00	\$ 338,751.00	\$ 61,249.00	\$	\$
Social Security System (OASI)	8,636,000.00	8,636,000.00	7,222,802.45		1,413,197.55	
Consolidated Police and Firemen's Pension Fund	485,000.00	486,881.00	486,880.43			0.57
Public Employees' Retirement System - State	10,993,929.00	10,993,929.00	10,232,471.58			761,457.42
Police and Firemen's Retirement System of N.J.	45,324,660.00	45,324,660.00	45,324,660.00			
Unemployment Compensation Insurance - (N.J.S.A. 43:21-3 et seq.)	2,000,000.00	2,000,000.00	2,000,000.00			
Pension - Various Divisions	344,273.00	344,273.00	230,582.46			113,690.54
<b>Total - Statutory Expenditures</b>	<u>68,183,862.00</u>	<u>68,185,743.00</u>	<u>65,836,147.92</u>	<u>61,249.00</u>	<u>1,413,197.55</u>	<u>875,148.53</u>
<b>Total - Deferred Charges and Statutory Expenditures</b>	<u>69,033,862.00</u>	<u>69,035,743.00</u>	<u>66,267,815.80</u>	<u>336,878.20</u>	<u>1,413,197.55</u>	<u>1,017,851.45</u>
<b>JUDGMENTS</b>	<u>450,000.00</u>	<u>450,000.00</u>	<u>450,000.00</u>			
<b>Deficit - Water Utility Fund</b>	<u>2,634,300.00</u>	<u>2,634,300.00</u>	<u>788,617.53</u>			<u>1,845,682.47</u>
<b>Total General Appropriations Within "CAPS"</b>	<u>488,330,455.00</u>	<u>494,830,455.00</u>	<u>454,548,703.98</u>	<u>23,600,624.82</u>	<u>7,214,161.95</u>	<u>9,466,964.25</u>
<b>APPROPRIATIONS EXCLUDED FROM "CAPS"</b>						
Maintenance of Free Public Library	10,080,901.00	10,080,901.00	9,357,487.46	517,085.54	206,328.00	
Refund of Tax Appeals	1,000,000.00	1,000,000.00	1,000,000.00			
Business Personal Property Replacement Aid:						
School Portion	1,142,635.00	1,142,635.00	1,142,635.00			
City Basic (Hospital/Medical/Surgical)	2,951,381.00	2,951,381.00	2,951,381.00			
<b>Sub-Total</b>	<u>15,174,917.00</u>	<u>15,174,917.00</u>	<u>14,451,503.46</u>	<u>517,085.54</u>	<u>206,328.00</u>	

CITY OF NEWARK  
CURRENT FUND

STATEMENT OF EXPENDITURES - REGULATORY BASIS

A-3  
Sheet #23

<u>Appropriations</u>	<u>Appropriations</u>		<u>Expended</u>			<u>Cancelled</u>
	<u>Budget</u>	<u>Modified Budget</u>	<u>Paid or Charged</u>	<u>Encumbered</u>	<u>Reserved</u>	
<u>APPROPRIATIONS EXCLUDED FROM "CAPS"</u>						
<u>PUBLIC AND PRIVATE PROGRAMS OFFSET BY REVENUES</u>						
Federal Emergency Management Agency:						
Assistance to Firefighters	\$ 360,000.00	\$ 360,000.00	\$ 360,000.00		\$	\$
New Jersey Department of Health and Human Services:						
Bio-Terrorism Preparedness Program	320,926.00	320,926.00	320,926.00			
Bio-Terrorism Preparedness Program	315,505.00	315,505.00	315,505.00			
Immunization Program	904,497.00	904,497.00	904,497.00			
Sexually Transmitted Diseases Program	138,693.00	138,693.00	138,693.00			
Women, Infants and Children Program	91,500.00	91,500.00	91,500.00			
Health Emergency Preparedness Program	16,464.00	16,464.00	16,464.00			
Women, Infants and Children	1,492,500.00	1,492,500.00	1,492,500.00			
State of New Jersey Office of Homeland Security and Preparedness:						
Urban Areas Security Initiative	1,888,537.00	1,888,537.00	1,888,537.00			
Metropolitan Medical Response System	281,693.00	281,693.00	281,693.00			
Emergency Operations Center Grant	1,000,000.00	1,000,000.00	1,000,000.00			
New Jersey State Department of Transportation:						
Resurfacing of Various Streets	1,358,400.00	1,358,400.00	1,358,400.00			
McClellan Street Underpass	1,099,003.00	1,099,003.00	1,099,003.00			
New Jersey Department of Agriculture:						
Summer Food Service Program (SunUp)	920,467.63	920,467.63	920,467.63			
New Jersey Economic Development Authority:						
Hazardous Discharge Site Remediation - 121-131 Riverside Avenue	106,169.00	106,169.00	106,169.00			
Hazardous Discharge Site Remediation - 81 Lister Avenue	255,809.00	255,809.00	255,809.00			
Hazardous Discharge Site Remediation - 411 Wilson Avenue	375,175.00	375,175.00	375,175.00			
Hazardous Discharge Site Remediation - 2052-2070, 2078 and 2080 McCarter Highway	218,808.00	218,808.00	218,808.00			

CITY OF NEWARK  
CURRENT FUND

STATEMENT OF EXPENDITURES - REGULATORY BASIS

A-3  
Sheet #24

<u>Appropriations</u>	<u>Appropriations</u>		<u>Expended</u>			<u>Cancelled</u>
	<u>Budget</u>	<u>Modified Budget</u>	<u>Paid or Charged</u>	<u>Encumbered</u>	<u>Reserved</u>	
<u>APPROPRIATIONS EXCLUDED FROM "CAPS"</u>						
<u>PUBLIC AND PRIVATE PROGRAMS OFFSET</u>						
<u>BY REVENUES</u>						
State of New Jersey, Department of Law and Public Safety:						
Safe and Secure Communities Program	\$ 196,653.00	\$ 196,653.00	\$ 196,653.00		\$	\$
Department of Community Affairs:						
Administration Budget and Project Funds	4,244,358.00	4,244,358.00	4,244,358.00			
Homeless HRSA Program	936,896.00	936,896.00	936,896.00			
Port Authority of N.Y. and N.J.:						
2008 Port Authority Security Grant	56,250.00	56,250.00	56,250.00			
2010 Port Authority Security Grant	829,261.00	829,261.00	829,261.00			
North Jersey Transportation Planning Authority Inc.:						
Subregional Transportation Planning Grant	68,942.00	68,942.00	68,942.00			
The Kresge Foundation:						
Initiative Planning Grant	50,000.00	50,000.00	50,000.00			
New Jersey Department of Labor and Workforce Development:						
Needy Families, General Assistance, Nutrition and SNAP	1,557,389.00	1,557,389.00	1,557,389.00			
Disaster National Emergency Grant	185,221.00	185,221.00	185,221.00			
WIA - Dislocated Worker Programs	323,693.00	323,693.00	323,693.00			
N.J. Department of Labor and Workforce Development Learning Grant 2012	133,000.00	133,000.00	133,000.00			

CITY OF NEWARK  
CURRENT FUND

STATEMENT OF EXPENDITURES - REGULATORY BASIS

A-3  
Sheet #25

<u>Appropriations</u>	<u>Appropriations</u>		<u>Expended</u>			<u>Cancelled</u>
	<u>Budget</u>	<u>Modified Budget</u>	<u>Paid or Charged</u>	<u>Encumbered</u>	<u>Reserved</u>	
<u>APPROPRIATIONS EXCLUDED FROM "CAPS"</u>						
<u>PUBLIC AND PRIVATE PROGRAMS OFFSET BY REVENUES</u>						
United States Environmental Protection Agency:						
Hazardous Discharge Site Remediation	\$ 200,000.00	\$ 200,000.00	\$ 200,000.00		\$	\$
Hazardous Discharge Site Remediation	200,000.00	200,000.00	200,000.00			
Hazardous Discharge Site Remediation	200,000.00	200,000.00	200,000.00			
Hazardous Discharge Site Remediation - Petroleum Assessment	200,000.00	200,000.00	200,000.00			
Hazardous Discharge Site Remediation - Substance Assessment	200,000.00	200,000.00	200,000.00			
County of Essex, Office of Alcoholism, Drug Abuse and Addiction Services:						
Municipal Alliance Program - Match	24,250.00	24,250.00	24,250.00			
United States Department of Justice:						
G.R.E.A.T. Grant:						
Comprehensive Anti-Violence Initiative	2,196,085.00	2,196,085.00	2,196,085.00			
Newark Prisoner Re-Entry Initiative and Legal Service	300,000.00	300,000.00	300,000.00			
Newark Prisoner Re-Entry Initiative - Case Management and Job Placement	100,000.00	100,000.00	100,000.00			
COPS Hiring Program	6,028,700.00	6,028,700.00	6,028,700.00			
Newark Prisoner Re-Entry Program	750,000.00	750,000.00	750,000.00			
County of Essex - Department of Citizen Services:						
Division on Aging:						
Truancy Alternative Program	66,480.00	66,480.00	66,480.00			
Truancy Alternative Program	66,480.00	66,480.00	66,480.00			
Truancy Alternative Program	42,189.00	42,189.00	42,189.00			
United States Department of Housing and Urban Development:						
Emergency Solutions Grant	213,307.00	213,307.00	213,307.00			
United States Department of Health and Human Services:						
Homeless Health Care	704,177.00	704,177.00	704,177.00			
Capital Development - Dental Rehabilitation Grant	498,800.00	498,800.00	498,800.00			
HIV Emergency Relief Program	14,134,006.00	14,134,006.00	14,134,006.00			
Homeless Health Care Program - All Wards	335,000.00	335,000.00	335,000.00			
Matching Funds:						
Safe and Secure Community Policing	800,000.00	800,000.00	800,000.00			
<b>Total Grants</b>	<b>46,985,283.63</b>	<b>46,985,283.63</b>	<b>46,985,283.63</b>			

CITY OF NEWARK  
CURRENT FUND

STATEMENT OF EXPENDITURES - REGULATORY BASIS

A-3  
Sheet #26

<u>Appropriations</u>	<u>Appropriations</u>		<u>Expended</u>			<u>Cancelled</u>
	<u>Budget</u>	<u>Modified Budget</u>	<u>Paid or Charged</u>	<u>Encumbered</u>	<u>Reserved</u>	
<u>APPROPRIATIONS EXCLUDED FROM "CAPS"</u>						
Total Operations	\$ 62,160,200.63	\$ 62,160,200.63	\$ 61,436,787.09	\$ 517,085.54	\$ 206,328.00	\$
Detail:						
Other Expenses	62,160,200.63	62,160,200.63	61,436,787.09	517,085.54	206,328.00	
<u>DEFERRED CHARGES:</u>						
Special Emergency Authorization	2,200,000.00	2,200,000.00	2,200,000.00			
<u>CAPITAL IMPROVEMENTS</u>						
Capital Improvement Funds	150,000.00	150,000.00	150,000.00			
<u>MUNICIPAL DEBT SERVICE</u>						
<u>Qualified Bonds:</u>						
Principal	6,215,000.00	6,215,000.00	6,215,000.00			
Interest	10,938,442.00	10,938,442.00	10,938,441.38			0.62
Interest on Notes - Tax Anticipation	1,200,000.00	1,200,000.00	360,000.00			840,000.00
Payment of Notes	2,035,000.00	2,035,000.00	1,810,000.00			225,000.00
Interest on Bond Anticipation Notes	1,503,460.00	1,503,460.00	1,474,967.24			28,492.76
Demolition Bond Loan	109,904.00	109,904.00	109,903.24			0.76
Demolition Bond Loan II	126,250.00	126,250.00	126,250.00			
Special Emergency Note Interest	266,994.00	266,994.00	242,993.13			24,000.87
Newark Housing Authority - Bonds	1,195,000.00	1,195,000.00				1,195,000.00
Newark Housing Authority - Interest	3,046,944.00	3,046,944.00	1,953,259.38			1,093,684.62
<u>Capital Lease Obligations Approved Prior to July 1, 2007:</u>						
Principal	2,625,000.00	2,625,000.00	2,625,000.00			
Interest	5,233,179.00	5,233,179.00	5,066,430.92			166,748.08
Total Municipal Debt Service	<u>34,495,173.00</u>	<u>34,495,173.00</u>	<u>30,922,245.29</u>			<u>3,572,927.71</u>

CITY OF NEWARK  
CURRENT FUND

STATEMENT OF EXPENDITURES - REGULATORY BASIS

A-3  
Sheet #27

<u>Appropriations</u>	<u>Appropriations</u>		<u>Expended</u>			<u>Cancelled</u>
	<u>Budget</u>	<u>Modified Budget</u>	<u>Paid or Charged</u>	<u>Encumbered</u>	<u>Reserved</u>	
<u>APPROPRIATIONS EXCLUDED FROM "CAPS"</u>						
Total Appropriations	\$ 99,005,373.63	\$ 99,005,373.63	\$ 94,709,032.38	\$ 517,085.54	\$ 206,328.00	\$ 3,572,927.71
<u>FOR LOCAL SCHOOL PURPOSES</u>						
Type I District School Debt Service:						
Qualified - State for Type II:						
Principal on New Issue	10,130,000.00	10,130,000.00	10,130,000.00			
Interest on New Issue	4,049,455.00	4,049,455.00	4,049,455.00			
Total - Type I District School Debt Service	<u>14,179,455.00</u>	<u>14,179,455.00</u>	<u>14,179,455.00</u>			
Total Appropriations Excluded from "CAPS"	<u>113,184,828.63</u>	<u>113,184,828.63</u>	<u>108,888,487.38</u>	<u>517,085.54</u>	<u>206,328.00</u>	<u>3,572,927.71</u>
Sub-Total	601,515,283.63	608,015,283.63	563,437,191.36	24,117,710.36	7,420,489.95	13,039,891.96
Reserve for Uncollected Taxes	<u>15,150,000.00</u>	<u>15,150,000.00</u>	<u>15,150,000.00</u>			
Total Appropriations	<u>\$ 616,665,283.63</u>	<u>\$ 623,165,283.63</u>	<u>\$ 578,587,191.36</u>	<u>\$ 24,117,710.36</u>	<u>\$ 7,420,489.95</u>	<u>\$ 13,039,891.96</u>
<u>Reference</u>		<u>Sheet #28</u>	<u>Sheet #28</u>	<u>A</u>	<u>A</u>	<u>Reserve</u>

CITY OF NEWARK  
CURRENT FUND

STATEMENT OF EXPENDITURES - REGULATORY BASIS

A-3  
Sheet #28

	<u>Ref.</u>	<u>Modified Budget</u>	<u>Paid or Charged</u>
Adopted Budget	A-2	\$615,691,136.63	\$
Added by N.J.S. 40A:4-87	A-2	974,147.00	
Added by Emergency Appropriation	A-1,19	6,500,000.00	
Reserve for Uncollected Taxes	A-2		15,150,000.00
Cash Disbursements	A-4		505,926,324.58
Cash Disbursements - Cash Match	A-4		824,250.00
Due to Capital Fund	A-32		150,000.00
Deferred Charges	A-19		2,200,000.00
Due to Water Utility Fund	A-32		788,617.53
Reserve for Tax Appeals Pending	A-36		886,965.62
Reserve for Hurricane Sandy Fund	A-38		6,500,000.00
State and Federal Appropriations	A-48		46,161,033.63
		<hr/>	<hr/>
	A-3, Sheet #27	<u>\$623,165,283.63</u>	<u>\$578,587,191.36</u>

See accompanying notes to financial statements.

CITY OF NEWARK  
TRUST FUND

COMPARATIVE BALANCE SHEET - REGULATORY BASIS

B  
Sheet #1

<u>ASSETS</u>	<u>Ref.</u>	<u>Balance</u> <u>Dec. 31, 2012</u>	<u>Balance</u> <u>Dec. 31, 2011</u>
<u>Assessment Fund</u>			
Cash	B-2	\$ 7,254.03	\$ 7,254.03
Due from Current Fund	B-4	238,768.35	95,062.24
Assessments Receivable	B-5	145,239.95	171,510.55
Assessment Liens	B-6	710,569.47	779,598.10
Assessment Lien Interest and Costs	B-6	59,946.17	59,946.17
		<u>1,161,777.97</u>	<u>1,113,371.09</u>
 <u>Animal Control Trust Fund</u>			
Cash	B-2	<u>21,228.04</u>	<u>25,481.78</u>
 <u>Other Funds</u>			
Cash - Checking	B-2	8,575,713.38	4,765,751.14
Cash - Money Market	B-3	<u>22,231,851.23</u>	<u>22,231,851.23</u>
Total Cash		30,807,564.61	26,997,602.37
Due from Current Fund	B-4	19,094.66	
Due from State and Federal Funds	B-4	149.46	475.00
Accounts Receivable	B-7	20,151.07	20,151.07
Protested Checks	B-8	427,139.24	427,139.24
Overpayments Receivable	B-9	19,539.47	19,539.47
Reserve for Salary Increase	B-10	140.00	140.00
		<u>31,293,778.51</u>	<u>27,465,047.15</u>
 <u>Insurance Fund</u>			
Cash	B-2	7,748,784.90	2,755,230.26
Cash	B-3		20,130.94
Interfunds Receivable	B-4	368,455.52	83,440.06
Protested Checks	B-8	305.00	305.00
		<u>8,117,545.42</u>	<u>2,859,106.26</u>
 <u>Grant Fund</u>			
Cash	B-2	3,667,937.58	2,450,226.41
Cash - Money Market Fund	B-3	8,089,844.59	8,049,116.11
Protested Checks	B-8	25,238.00	25,238.00
Accounts Receivable	B-11	120,000.00	120,000.00
Grant Expenditures with Commitment Letters	B-12	655,942.32	824,951.09
		<u>12,558,962.49</u>	<u>11,469,531.61</u>
 <u>Payroll Agency Fund</u>			
Cash	B-2	2,037,128.71	5,508,340.09
Due from Trust Fund	B-4	10,326.00	10,326.00
Protested Checks	B-8	7,920.00	7,920.00
Prepaid Deductions	B-13		219,040.44
		<u>2,055,374.71</u>	<u>5,745,626.53</u>
		<u>\$ 55,208,667.14</u>	<u>\$ 48,678,164.42</u>

CITY OF NEWARK  
TRUST FUND

COMPARATIVE BALANCE SHEET - REGULATORY BASIS

B  
Sheet #2

<u>LIABILITIES, RESERVES AND FUND BALANCES</u>	<u>Ref.</u>	<u>Balance</u> <u>Dec. 31, 2012</u>	<u>Balance</u> <u>Dec. 31, 2011</u>
<u>Assessment Fund</u>			
Overpayments	B-14	\$ 5,348.50	\$ 5,348.50
Assessment Paid in Advance	B-15	1,029.00	1,029.00
Reserve for Assessments and Liens	B-16	855,809.42	951,108.65
Reserve for Assessment Lien Interest and Costs	B-16	59,946.17	59,946.17
Fund Balance	B-1	<u>239,644.88</u>	<u>95,938.77</u>
		<u>1,161,777.97</u>	<u>1,113,371.09</u>
<u>Animal Control Trust Fund</u>			
Due to Current Fund	B-17	4,671.48	4,671.48
Due to State of New Jersey	B-18	6,992.90	7,076.30
Reserve for Animal Control Expenditures	B-19	9,563.66	13,734.00
		<u>21,228.04</u>	<u>25,481.78</u>
<u>Other Funds</u>			
Due to Current Fund	B-17		25,367.98
Due to Payroll Agency Fund	B-17	10,326.00	10,326.00
Due to Insurance Fund	B-17	29,342.57	29,342.57
Reserve for Void Checks Pending Distribution	B-20	5,070.59	5,070.59
Reserve for Other Funds	B-21	31,210,231.94	27,370,984.42
Vouchers Payable	B-22	38,806.35	23,954.53
Reserve for Inactive Grants	B-22	0.20	0.20
Fund Balance	B-1	0.86	0.86
		<u>31,293,778.51</u>	<u>27,465,047.15</u>
<u>Insurance Fund</u>			
Due to Federal and State Grant Fund	B-17	4,688.94	
Reserve for:			
Workmen's Compensation Fund	B-23	646,366.62	178,867.74
State Unemployment Fund	B-23	1,011,675.79	289,712.68
Liability Fund	B-23	6,454,814.07	2,390,525.84
		<u>8,117,545.42</u>	<u>2,859,106.26</u>
<u>Grant Fund</u>			
Interfund Payable	B-17		46,833.42
Reserve for Municipal Tonnage Grant	B-24	2,962,993.26	2,624,276.79
Reserve for Balanced Housing Grant	B-25	4,828,116.98	4,805,109.05
Reserve for Demolition Liens	B-26	502,632.34	502,632.34
Reserve for Community Development Block Grant	B-27	1,189,529.96	432,865.39
Reserve for Urban Development	B-28	2,203,064.52	2,203,064.52
Reserve for Community Economic Development Trust	B-29	125,869.46	107,994.13
Reserve for Revolving Development Trust Fund	B-29	746,755.97	746,755.97
		<u>12,558,962.49</u>	<u>11,469,531.61</u>
<u>Payroll Agency Fund</u>			
Due to Current Fund	B-17		3,510,481.39
Due to Insurance Trust Fund	B-17	54,097.49	54,097.49
Reserve for Homestead Rebate	B-31	2,210.08	2,210.08
Payroll Deductions Payable	B-32	1,998,920.31	2,178,690.74
Vouchers Payable	B-33	146.83	146.83
		<u>2,055,374.71</u>	<u>5,745,626.53</u>
		<u>\$ 55,208,667.14</u>	<u>\$ 48,678,164.42</u>

See accompanying notes to financial statements.

CITY OF NEWARK  
TRUST FUND

STATEMENT OF TRUST FUND BALANCE - REGULATORY BASIS

B-1

	<u>Ref.</u>	<u>Assessment Trust Fund</u>	<u>Other Trust Fund</u>
Balance December 31, 2011	B	\$ 95,938.77	\$0.86
Increased by:			
Collections - Unpledged Assessments	B-16	<u>143,706.11</u>	<u>          </u>
Balance December 31, 2012	B	<u>\$239,644.88</u>	<u>\$0.86</u>

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See accompanying notes to financial statements.

CITY OF NEWARK  
GENERAL CAPITAL FUND

COMPARATIVE BALANCE SHEET - REGULATORY BASIS

C

<u>ASSETS AND DEFERRED CHARGES</u>	<u>Ref.</u>	<u>Balance</u> <u>Dec. 31, 2012</u>	<u>Balance</u> <u>Dec. 31, 2011</u>
Cash	C-2	\$ 37,302,504.82	\$ 25,331,429.80
Investment in Notes Receivable	C-3	1,600,000.00	2,400,000.00
Sub-Total	C-4	<u>38,902,504.82</u>	<u>27,731,429.80</u>
Interfunds Receivable	C-5	254,877.15	106,554.15
Due from Essex County Improvement Authority:			
Lease Purchase Agreements	C-6	24,173,539.25	24,173,539.25
Public Safety Communication Center	C-7	434,636.54	434,636.54
Deferred Charges - Cost of Bond/Note Issue	C-8	228,863.13	228,863.13
Due from State of New Jersey for Demolition Bond	C-9	2,500,000.00	2,500,000.00
Deferred Charge - Newark Housing Authority - Guarantee	C-10	64,575,000.00	65,770,000.00
Deferred Charges to Future Taxation - Funded	C-11	330,667,711.45	347,243,387.65
Deferred Charges to Future Taxation - Unfunded	C-12	<u>112,666,379.89</u>	<u>114,674,379.89</u>
		<u>\$ 574,403,512.23</u>	<u>\$ 582,862,790.41</u>
 <u>LIABILITIES, RESERVES AND FUND BALANCE</u>			
General Serial Bonds	C-13	\$ 250,425,035.25	\$ 256,640,035.25
School Serial Bonds	C-14	78,012,000.00	88,142,000.00
State Trust Loan Payable	C-15	2,230,676.20	2,461,352.40
Bond Anticipation Notes Payable - Municipal	C-16	59,498,000.00	42,403,000.00
Capital Improvement Fund	C-17	1,375,543.58	1,225,543.58
Reserve for Refunds	C-18	266,775.90	266,775.90
Due to Current Fund	C-18		1,359,560.10
Newark Housing Authority Bond - Guaranteed by Newark	C-19	64,575,000.00	65,770,000.00
Reserve for Improvement Funded by Essex County Improvement Authority:			
Funded - On File	C-20	24,173,539.25	24,173,539.25
Improvement Authorizations:			
Encumbered	C-21	14,308,265.86	19,516,800.32
Funded	C-21	10,467,697.89	21,194,519.54
Funded - School	C-21	7,877,814.65	
Unfunded	C-21	44,691,438.80	48,893,011.91
Unfunded - School	C-21	10,610,654.25	10,610,654.25
Fund Balance	C-1	<u>5,891,070.60</u>	<u>205,997.91</u>
		<u>\$ 574,403,512.23</u>	<u>\$ 582,862,790.41</u>
 Bonds and Notes Authorized but Not Issued:			
General	C-22	\$ 39,442,379.89	\$ 53,371,379.89
School	C-22	<u>13,726,000.00</u>	<u>18,900,000.00</u>
		<u>\$ 53,168,379.89</u>	<u>\$ 72,271,379.89</u>

See accompanying notes to financial statements.

CITY OF NEWARK  
GENERAL CAPITAL FUND

STATEMENT OF FUND BALANCE - REGULATORY BASIS

C-1

	<u>Ref.</u>		
Balance December 31, 2011	C		\$ 205,997.91
Increased by:			
Improvement Authorizations Cancelled	C-1	\$ 5,585,080.84	
Premium on Sale of Notes	C-2	<u>99,991.85</u>	
			<u>5,685,072.69</u>
Balance December 31, 2012	C		<u>\$ 5,891,070.60</u>

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See accompanying notes to financial statements.

CITY OF NEWARK  
WATER UTILITY FUND

COMPARATIVE BALANCE SHEET - REGULATORY BASIS

D  
Sheet #1

<u>ASSETS AND DEFERRED CHARGES</u>	<u>Ref.</u>	<u>Balance</u> <u>Dec. 31, 2012</u>	<u>Balance</u> <u>Dec. 31, 2011</u>
<u>Operating Section</u>			
Cash	D-5	\$ 9,402,756.13	\$ 10,949,122.95
Consumers' Accounts Receivable	D-7	12,095,775.55	10,809,176.04
Sundry Accounts Receivable	D-8	328,683.11	224,397.79
Delinquent Water Rents Receivable	D-9	11,612.24	3,794.69
Water Liens Receivable	D-10	1,492,361.19	1,163,551.88
Protested Checks	D-11	151,197.50	142,678.45
Petty Cash	D-12	950.00	950.00
Inventory	D-13	607,957.81	607,957.81
Interfunds Receivable	D-14	869,397.84	
New Jersey Easement Receivable	D-15	86,000.00	86,000.00
		<u>25,046,691.37</u>	<u>23,987,629.61</u>
<u>Capital Section</u>			
Cash	D-5	(475,836.06)	1,231,738.06
Interfunds Receivable	D-14	15,134.69	2,634.69
Due from State of New Jersey	D-16	968,018.74	968,018.74
Due from State of New Jersey - Waste Water Trust Fund	D-17	2,101,997.00	4,368,155.00
Due from State of New Jersey - Waste Water Trust Fund - ARRA Forgiveness	D-17	2,673,200.00	2,673,200.00
Deferred Charge - Capitalization Interest	D-18	1,294,894.96	1,442,882.96
Cost of Bond Issue	D-19	57,362.80	57,362.80
Fixed Capital	D-20	142,852,424.29	138,386,608.83
Fixed Capital Authorized and Uncompleted	D-21	160,623,436.24	160,623,436.24
		<u>310,110,632.66</u>	<u>309,754,037.32</u>
		<u>\$ 335,157,324.03</u>	<u>\$ 333,741,666.93</u>

CITY OF NEWARK  
WATER UTILITY FUND

COMPARATIVE BALANCE SHEET - REGULATORY BASIS

D  
Sheet #2

<u>LIABILITIES, RESERVES AND FUND BALANCE</u>	<u>Ref.</u>	<u>Balance Dec. 31, 2012</u>	<u>Balance Dec. 31, 2011</u>
Appropriation Reserves:			
Unencumbered	D-4,22	\$ 3,389,216.19	\$ 276,828.32
Encumbered	D-4,22	3,918,364.38	4,718,989.48
Accounts Payable	D-23	2,409,511.99	1,533,767.45
Belleville Flood Control	D-24	994.03	994.03
Accrued Interest on Bonds	D-25	188,987.20	158,757.19
Water Rent Overpayments	D-26	215,080.18	187,822.35
Interfunds Payable	D-27	217,018.29	217,018.29
Reserve for Water Easement	D-28	236,000.00	236,000.00
		<u>10,358,153.97</u>	<u>7,330,177.11</u>
Reserve for:			
Consumers' Accounts Receivable		12,095,775.55	10,809,176.04
Sundry Accounts		328,683.11	224,397.79
Delinquent Water Rents Receivable		11,612.24	3,794.69
Inventory		607,957.81	607,957.81
Petty Cash		950.00	950.00
Protested Checks		151,197.50	142,678.45
Water Liens		1,492,361.19	1,163,551.88
	Reserve	<u>14,688,537.40</u>	<u>12,952,506.66</u>
Fund Balance	D-1	<u>25,046,691.37</u>	<u>3,704,945.84</u>
		<u>25,046,691.37</u>	<u>23,987,629.61</u>
<u>Capital Fund</u>			
State Water Supply Loan Payable	D-29	11,395,000.00	11,840,000.00
State Water Supply Bond Loan Payable	D-30	16,440,180.68	17,428,336.62
Improvement Authorizations:			
Encumbered	D-31	1,884,039.01	4,529,669.23
Funded	D-31	7,880,123.50	5,949,427.65
Unfunded	D-31	17,397,695.49	20,643,993.24
Capital Improvement Fund	D-32	1.87	1.87
Reserve for Refunds	D-33	85,965.67	85,965.67
Due to General Capital Fund	D-34	46,000.00	46,000.00
Reserve for Deferred Amortization	D-35	30,576,667.50	30,576,667.50
Reserve for Amortization	D-36	196,001,225.24	188,195,241.84
Reserve for Due from State of New Jersey	D-37	968,018.74	968,018.74
Reserve for Amortization - Revaluation of Watershed	D-38	5,780,431.33	5,780,431.33
Serial Bonds Payable	D-39	21,602,000.00	23,657,000.00
Fund Balance	D-2	53,283.63	53,283.63
		<u>310,110,632.66</u>	<u>309,754,037.32</u>
		<u>\$ 335,157,324.03</u>	<u>\$ 333,741,666.93</u>
Bonds and Notes Authorized	D-40	<u>\$ 22,929,250.74</u>	<u>\$ 22,929,250.74</u>

See accompanying notes to financial statements.

CITY OF NEWARK  
WATER UTILITY FUND

STATEMENT OF OPERATIONS  
AND CHANGES IN FUND BALANCE  
OPERATING SECTION - REGULATORY BASIS

D-1

	<u>Ref.</u>	<u>Year 2012</u>	<u>Year 2011</u>
<u>Revenue and Other Income</u>			
Operating Surplus Anticipated	D-3	\$ 3,704,945.84	\$ 3,705,000.00
Water Rents	D-3	48,022,818.12	47,757,169.50
Lien Sale Proceeds			93,186.12
N.J. Office of Homeland Security and Preparedness	D-3	164,000.00	
Other Credits to Income:			
Nonbudget Revenue	D-3	4,178.41	13,004.72
Deficit (General Budget)	D-14	788,493.69	
Unexpended Balance of Appropriation Reserves	D-22	150,881.83	3,929,298.62
Accounts Payable Cancelled	D-23	1,401,000.00	
		<u>54,236,317.89</u>	<u>55,497,658.96</u>
 <u>Expenditures</u>			
Operating		42,790,969.00	39,945,198.59
Debt Service		5,036,054.47	4,634,398.78
Deferred Charges and Statutory Expenditures		1,070,000.00	825,356.95
Capital Improvements		5,323,684.00	4,085,000.00
	D-4	<u>54,220,707.47</u>	<u>49,489,954.32</u>
Prior Year Refunds	D-5	7,091.37	2,262.31
Reserve for Protested Checks	D-11	8,519.05	1,153.86
		<u>54,236,317.89</u>	<u>49,493,370.49</u>
 Statutory Excess to Operating Fund Balance			 6,004,288.47
 <u>Fund Balance</u>			
Balance January 1	D	<u>3,704,945.84</u>	<u>1,405,657.37</u>
		3,704,945.84	7,409,945.84
 Decreased by:			
Utilized as Anticipated Revenue	D-3	<u>3,704,945.84</u>	<u>3,705,000.00</u>
 Balance December 31	D	<u>\$ -</u>	<u>\$ 3,704,945.84</u>

See accompanying notes to financial statements.

CITY OF NEWARK  
WATER UTILITY FUND

STATEMENT OF CAPITAL FUND BALANCE  
CAPITAL SECTION - REGULATORY BASIS

D-2

	<u>Ref.</u>	
Balance December 31, 2011	D	<u>\$ 53,283.63</u>
Balance December 31, 2012	D	<u>\$ 53,283.63</u>

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See accompanying notes to financial statements.

CITY OF NEWARK  
WATER UTILITY FUND

STATEMENT OF REVENUE - REGULATORY BASIS

D-3

	<u>Ref.</u>	<u>Anticipated Budget</u>	<u>Realized</u>	<u>Excess (Deficit)</u>
Operating Surplus Anticipated	D-1	\$ 3,705,000.00	\$ 3,704,945.84	\$ (54.16)
Rents	D-1,Below	47,756,089.00	48,022,818.12	266,729.12
Lien Sale Proceeds		68,848.00		(68,848.00)
N.J. Office of Homeland Security and Preparedness	D-1,4	164,000.00	164,000.00	
Deficit (General Budget)	D-14	<u>2,634,300.00</u>	<u>788,493.69</u>	<u>(1,845,806.31)</u>
		54,328,237.00	52,680,257.65	(1,647,979.35)
Nonbudget Revenue	D-1,Below		<u>4,178.41</u>	<u>4,178.41</u>
	D-4	<u>\$54,328,237.00</u>	<u>\$52,684,436.06</u>	<u>\$ (1,643,800.94)</u>
 <u>Analysis of Water Rents</u>				
Collections:				
Consumers' Accounts Receivable	D-7		\$46,279,562.45	
Sundry Accounts Receivable	D-8		<u>880,090.28</u>	
			47,159,652.73	
Delinquent Water Rents	D-9		<u>863,165.39</u>	
	Above		<u>\$48,022,818.12</u>	
 <u>Nonbudget Revenues</u>				
Interest and Cost on Rents			\$ 2,594.36	
Miscellaneous			<u>1,584.05</u>	
	D-5,Above		<u>\$ 4,178.41</u>	

See accompanying notes to financial statements.

CITY OF NEWARK  
WATER UTILITY FUND

STATEMENT OF EXPENDITURES - REGULATORY BASIS

D-4  
Sheet #1

Appropriations	Appropriations		Expended			Unexpended Balance Cancelled
	Adopted Budget	Modified Budget	Paid or Charged	Encumbered	Reserved	
Director's Office:						
Salaries and Wages:						
Personnel Services	\$ 247,445.00	\$ 247,445.00	\$ 185,914.52	\$	\$ 61,530.48	\$
Other Pay	1,000.00	1,000.00			1,000.00	
Total Salaries and Wages	<u>248,445.00</u>	<u>248,445.00</u>	<u>185,914.52</u>		<u>62,530.48</u>	
Other Expenses:						
Service by Contract or Agreement	1,050.00	1,050.00			1,050.00	
Materials and Supplies	2,000.00	2,000.00		392.14	1,607.86	
Total Other Expenses	<u>3,050.00</u>	<u>3,050.00</u>		<u>392.14</u>	<u>2,657.86</u>	
Operating:						
Water Billing and Customer Service:						
Salaries and Wages:						
Personnel Services	1,005,912.00	1,005,912.00	886,292.84		119,619.16	
Other Pay	25,600.00	25,600.00	5,304.73	177.00	20,118.27	
Total Salaries and Wages	<u>1,031,512.00</u>	<u>1,031,512.00</u>	<u>891,597.57</u>	<u>177.00</u>	<u>139,737.43</u>	
Other Expenses:						
Service by Contract or Agreement	664,220.00	664,220.00	308,199.03	120,951.90	235,069.07	
Materials and Supplies	46,980.00	46,980.00	16,570.59	478.20	29,931.21	
Total Other Expenses	<u>711,200.00</u>	<u>711,200.00</u>	<u>324,769.62</u>	<u>121,430.10</u>	<u>265,000.28</u>	
Division of Water Supply:						
Salaries and Wages:						
Personnel Services	4,672,996.00	4,672,996.00	3,700,066.79		972,929.21	
Other Pay	270,000.00	270,000.00	212,070.88		57,929.12	
Total Salaries and Wages	<u>4,942,996.00</u>	<u>4,942,996.00</u>	<u>3,912,137.67</u>		<u>1,030,858.33</u>	

CITY OF NEWARK  
WATER UTILITY FUND

STATEMENT OF EXPENDITURES - REGULATORY BASIS

D-4  
Sheet #2

Appropriations	Appropriations		Paid or Charged	Expended		Unexpended Balance Cancelled
	Adopted Budget	Modified Budget		Encumbered	Reserved	
Operating:						
Division of Water Supply:						
Other Expenses:						
Service by Contract or Agreement	\$13,634,445.00	\$13,634,445.00	\$11,484,197.57	\$1,490,248.60	\$ 659,998.83	\$
Materials and Supplies	534,800.00	534,800.00	280,316.88	144,629.06	109,854.06	
Miscellaneous	3,567,630.00	3,567,630.00	3,248,276.50	65,540.00	253,813.50	
Equipment	15,000.00	15,000.00		170.47	14,829.53	
Total Other Expenses	<u>17,751,875.00</u>	<u>17,751,875.00</u>	<u>15,012,790.95</u>	<u>1,700,588.13</u>	<u>1,038,495.92</u>	
Wanaque-Ramapo Maintenance and Operations:						
Contract for Newark Share	10,538,139.00	10,538,139.00	10,538,139.00			
Workmen's Compensation Insurance	287,618.00	287,618.00	287,618.00			
Medical, Dental, Prescription and Life	1,889,183.00	1,889,183.00	1,202,751.89	471,431.11	215,000.00	
General Liability, Auto, Property	603,248.00	603,248.00	603,248.00			
Wanaque South	4,603,615.00	4,603,615.00	4,603,614.60		0.40	
	<u>17,921,803.00</u>	<u>17,921,803.00</u>	<u>17,235,371.49</u>	<u>471,431.11</u>	<u>215,000.40</u>	
N.J. Office of Homeland Security and Preparedness:						
Target Hardening of the Pequannock Water Treatment	<u>164,000.00</u>	<u>164,000.00</u>	<u>164,000.00</u>			
Unclassified:						
Salary and Wages and Personnel Adjustment Program	<u>16,088.00</u>	<u>16,088.00</u>			<u>16,088.00</u>	
Total Operating	<u>42,790,969.00</u>	<u>42,790,969.00</u>	<u>37,726,581.82</u>	<u>2,294,018.48</u>	<u>2,770,368.70</u>	
Capital Outlay:						
Service by Contract or Agreement	4,300,000.00	4,300,000.00	2,417,626.83	1,456,613.90	425,759.27	
Equipment	1,023,684.00	1,023,684.00	804,309.20	167,732.00	51,642.80	
	<u>5,323,684.00</u>	<u>5,323,684.00</u>	<u>3,221,936.03</u>	<u>1,624,345.90</u>	<u>477,402.07</u>	

CITY OF NEWARK  
WATER UTILITY FUND

STATEMENT OF EXPENDITURES - REGULATORY BASIS

D-4  
Sheet #3

<u>Appropriations</u>	<u>Appropriations</u>		<u>Expended</u>			<u>Unexpended Balance Cancelled</u>
	<u>Adopted Budget</u>	<u>Modified Budget</u>	<u>Paid or Charged</u>	<u>Encumbered</u>	<u>Reserved</u>	
Debt Service:						
Qualified Bonds - Water:						
Principal	\$ 2,055,000.00	\$ 2,055,000.00	\$ 2,055,000.00	\$	\$	\$
Interest	1,008,129.00	1,009,978.77	1,009,978.77			
NJEIT - Principal	1,433,158.00	1,433,158.00	1,433,155.94			2.06
NJEIT - Interest	647,297.00	645,447.23	537,919.76			107,527.47
Total Debt Service	5,143,584.00	5,143,584.00	5,036,054.47			107,529.53
Statutory Expenditures:						
Contribution to:						
Public Employees' Retirement System	300,000.00	300,000.00	300,000.00			
Social Security System (OASDI)	415,000.00	415,000.00	378,554.58		36,445.42	
Unemployment Compensation Insurance (N.J.S.A. 43:21-3 et seq.)	250,000.00	250,000.00	250,000.00			
Noncontributory Pensions	55,000.00	55,000.00			55,000.00	
Public Employees' Retirement System - State	50,000.00	50,000.00			50,000.00	
Total Deferred Charges and Statutory Expenditures	1,070,000.00	1,070,000.00	928,554.58		141,445.42	
Total Water Utility Appropriations	\$54,328,237.00	\$54,328,237.00	\$46,913,126.90	\$3,918,364.38	\$3,389,216.19	\$ 107,529.53
<u>Reference</u>		<u>D-3</u>	<u>Below</u>	<u>D</u>	<u>D</u>	<u>Reserve</u>
		<u>Ref.</u>				
N.J. Office of Homeland Security and Preparedness Grant		D-3	\$ 164,000.00			
Cash Disbursed		D-5	46,718,896.89			
Accrued Interest on Bonds		D-25	30,230.01			
		Above	\$46,913,126.90			

See accompanying notes to financial statements.

CITY OF NEWARK  
SEWER UTILITY FUND

COMPARATIVE BALANCE SHEET - REGULATORY BASIS

E  
Sheet #1

<u>ASSETS</u>	<u>Ref.</u>	<u>Balance</u> <u>Dec. 31, 2012</u>	<u>Balance</u> <u>Dec. 31, 2011</u>
<u>Operating Section</u>			
Cash	E-4	\$ 3,723,508.21	\$ 2,242,537.40
Consumers' Accounts Receivable	E-6	9,151,157.17	10,338,003.91
Sewer Connection - Arrears	E-7	4,940.00	4,940.00
Delinquent Sewer Rents Receivable	E-8	11,908.97	4,969.25
Sewer Liens Receivable	E-9	3,167,456.34	2,876,603.55
Due from Water Operating Fund	E-10		20,431.71
Due from Sewer Capital Fund	E-10	145,971.40	1,895,971.40
		<u>16,204,942.09</u>	<u>17,383,457.22</u>
<u>Sewer Capital Section</u>			
Cash	E-4	(5,138,497.81)	(2,566,414.15)
Due from State of New Jersey	E-11	32,391,012.00	42,044,794.00
Fixed Capital	E-12	732,329.50	
Fixed Capital Authorized and Uncompleted	E-13	144,876,750.00	144,876,750.00
State Grant Receivable	E-14	1,397,959.91	1,397,959.91
		<u>174,259,553.60</u>	<u>185,753,089.76</u>
		<u>\$190,464,495.69</u>	<u>\$203,136,546.98</u>

CITY OF NEWARK  
SEWER UTILITY FUND

COMPARATIVE BALANCE SHEET - REGULATORY BASIS

E  
Sheet #2

<u>LIABILITIES, RESERVES AND FUND BALANCE</u>	<u>Ref.</u>	<u>Balance</u> <u>Dec. 31, 2012</u>	<u>Balance</u> <u>Dec. 31, 2011</u>
<u>Operating Section</u>			
Appropriation Reserves:			
Appropriation Reserves	E-3,15	\$ 846,137.07	\$ 286,920.73
Encumbered	E-3,15	2,019,236.52	1,428,864.85
Due to Current Fund	E-16		102,813.36
Due to Water Operating Fund	E-16	80,899.10	
Due to Tax Collector (Current Fund)	E-17	7.67	7.67
Commitments Payable	E-18	65,918.02	140,060.37
Sewer Rent Overpayments	E-19	551,393.54	388,995.59
Accrued Payroll	E-20	28,737.10	28,737.10
		<u>3,592,329.02</u>	<u>2,376,399.67</u>
Reserve for:			
Consumers' Accounts Receivable		9,151,157.17	10,338,003.91
Delinquent Sewer Rents Receivable		11,908.97	4,969.25
Sewer Liens Receivable		3,167,456.34	2,876,603.55
Sewer Connection Arrears		4,940.00	4,940.00
		<u>12,335,462.48</u>	<u>13,224,516.71</u>
Fund Balance	E-1	<u>277,150.59</u>	<u>1,782,540.84</u>
		<u>16,204,942.09</u>	<u>17,383,457.22</u>
<u>Sewer Capital Fund</u>			
Due to Sewer Operating Fund	E-16	145,971.40	1,895,971.40
Due to Water Capital	E-16	2,634.69	2,634.69
Reserve for State Grant:			
Sewer Improvement	E-21	1,291,806.94	1,358,916.72
Vouchers Payable	E-22	0.77	0.77
Deferred Reserve for Amortization	E-23	44,967,862.59	40,207,833.26
Reserve for Amortization	E-24	732,329.50	
State Loan Payable - Waste Water			
Treatment Fund:			
Trust Loan	E-25	27,529,878.51	29,731,122.85
Fund Loan	E-25	47,704,254.90	52,720,723.89
Improvement Authorizations:			
Funded	E-27	14,402,295.82	17,051,247.39
Unfunded	E-27	22,756,751.75	21,218,142.11
Encumbrances	E-27	14,725,766.73	21,566,496.68
		<u>174,259,553.60</u>	<u>185,753,089.76</u>
		<u>\$190,464,495.69</u>	<u>\$203,136,546.98</u>
Bonds and Notes Authorized but Not Issued	E-28	<u>\$ 24,674,754.00</u>	<u>\$ 22,217,070.00</u>

CITY OF NEWARK  
SEWER UTILITY FUND

STATEMENT OF OPERATIONS  
OPERATING SECTION - REGULATORY BASIS

E-1

	<u>Ref.</u>	<u>Year 2012</u>	<u>Year 2011</u>
<u>Revenue and Other Income</u>			
Operating Surplus Anticipated	E-2	\$ 1,780,000.00	\$ 385,842.00
Sewer Rents	E-2	48,028,151.88	53,727,960.95
East Orange-Passaic Valley Sewerage Commission	E-2	2,445,681.07	2,540,657.41
Lien Sale Proceeds	E-2	1,201,265.82	387,940.01
Other Credits to Income:			
Nonbudget Revenue	E-2	45,032.54	45,771.99
Appropriation Reserves Cancelled	E-15	382,695.21	1,098,691.00
Commitments Payable Cancelled	E-18	601,417.95	
		<u>54,484,244.47</u>	<u>58,186,863.36</u>
 <u>Expenditures</u>			
Operating		43,951,031.34	49,983,072.73
Capital Outlay		1,334,500.00	1,050,000.00
Debt Service		6,083,803.38	5,628,798.59
Statutory Expenditures		506,000.00	556,000.00
	E-3	<u>51,875,334.72</u>	<u>57,217,871.32</u>
Statutory Excess in Operations		2,608,909.75	968,992.04
 <u>Fund Balance</u>			
Balance January 1	E	<u>1,782,540.84</u>	<u>1,199,390.80</u>
		4,391,450.59	2,168,382.84
 Decreased by:			
Operating Surplus Anticipated	E-2	1,780,000.00	385,842.00
Transferred to General Fund as a Revenue	E-3	2,334,300.00	
		<u>4,114,300.00</u>	<u>385,842.00</u>
Balance December 31	E	<u>\$ 277,150.59</u>	<u>\$ 1,782,540.84</u>

See accompanying notes to financial statements.

CITY OF NEWARK  
SEWER UTILITY FUND

STATEMENT OF REVENUE - REGULATORY BASIS

E-2

	<u>Ref.</u>	<u>Anticipated Budget</u>	<u>Realized</u>	<u>Excess (Deficit)</u>
<u>Dedicated Revenues from Sewer Utility</u>				
Operating Surplus Anticipated	E-1	\$ 1,780,000.00	\$ 1,780,000.00	\$
Rents	E-1,6	52,556,514.00	48,028,151.88	(4,528,362.12)
East Orange-Passaic Valley Sewerage Commission	E-1,4	2,540,657.00	2,445,681.07	(94,975.93)
Lien Sale Proceeds	E-1	<u>85,758.00</u>	<u>1,201,265.82</u>	<u>1,115,507.82</u>
Total Sewer Utility Revenues	E-3	56,962,929.00	53,455,098.77	(3,507,830.23)
Nonbudget Revenue	E-1,4	<u>                    </u>	<u>45,032.54</u>	<u>45,032.54</u>
		<u>\$ 56,962,929.00</u>	<u>\$ 53,500,131.31</u>	<u>\$ (3,462,797.69)</u>

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See accompanying notes to financial statements.

CITY OF NEWARK  
SEWER UTILITY FUND

STATEMENT OF EXPENDITURES - REGULATORY BASIS

E-3  
Sheet #1

<u>Appropriations</u>	<u>Appropriations</u>		<u>Expended</u>			<u>Unexpended</u>
	<u>Adopted</u> <u>Budget</u>	<u>Modified</u> <u>Budget</u>	<u>Paid or</u> <u>Charged</u>	<u>Encumbered</u>	<u>Reserved</u>	<u>Balance</u> <u>Cancelled</u>
<u>Operating</u>						
<u>Billings and Customer Service:</u>						
<u>Salaries and Wages:</u>						
Personnel Services	\$ 525,586.00	\$ 525,586.00	\$ 448,948.93		\$ 76,637.07	\$
Other Pay	16,400.00	16,400.00	959.87		4,500.00	10,940.13
<b>Total - Salaries and Wages</b>	<b>541,986.00</b>	<b>541,986.00</b>	<b>449,908.80</b>		<b>81,137.07</b>	<b>10,940.13</b>
<u>Other Expenses:</u>						
Services by Contract or Agreement	218,840.00	218,840.00	92,156.41	20,450.00	65,000.00	41,233.59
Materials and Supplies	12,500.00	12,500.00	5,382.39	5,043.41		2,074.20
<b>Total - Other Expenses</b>	<b>231,340.00</b>	<b>231,340.00</b>	<b>97,538.80</b>	<b>25,493.41</b>	<b>65,000.00</b>	<b>43,307.79</b>
<u>Sewer Supply:</u>						
<u>Salaries and Wages:</u>						
Personnel Service	667,695.00	667,695.00	279,568.14			388,126.86
Other Pay	30,100.00	30,100.00	11,413.30			18,686.70
<b>Total - Salaries and Wages</b>	<b>697,795.00</b>	<b>697,795.00</b>	<b>290,981.44</b>			<b>406,813.56</b>
<u>Other Expenses:</u>						
Service by Contract or Agreement	5,180,140.00	5,180,140.00	3,017,129.69	945,015.51	500,000.00	717,994.80
Materials and Supplies	37,500.00	37,500.00	20,359.94	14,241.65		2,898.41
Equipment	25,000.00	25,000.00				25,000.00
<b>Total - Other Expenses</b>	<b>5,242,640.00</b>	<b>5,242,640.00</b>	<b>3,037,489.63</b>	<b>959,257.16</b>	<b>500,000.00</b>	<b>745,893.21</b>
<u>Unclassified:</u>						
<u>Miscellaneous Ch. 10, P.L. 1977:</u>						
Passaic Valley Sewer Maintenance	36,305,659.00	36,305,659.00	36,295,745.28			9,913.72
Joint Meeting Sewer Maintenance	1,737,225.00	1,737,225.00	1,675,033.75			62,191.25
General Liability Insurance	100,000.00	100,000.00	100,000.00			
Hospital/Medical/Surgical Insurance	466,358.00	466,358.00	257,329.05	209,028.95		
Workmen's Compensation	52,088.00	52,088.00	52,088.00			
	<b>38,661,330.00</b>	<b>38,661,330.00</b>	<b>38,380,196.08</b>	<b>209,028.95</b>		<b>72,104.97</b>
<b>Total Operating Expenditures</b>	<b>45,375,091.00</b>	<b>45,375,091.00</b>	<b>42,256,114.75</b>	<b>1,193,779.52</b>	<b>646,137.07</b>	<b>1,279,059.66</b>

CITY OF NEWARK  
SEWER UTILITY FUND

STATEMENT OF EXPENDITURES - REGULATORY BASIS

E-3  
Sheet #2

Appropriations	Appropriations		Expended			Unexpended Balance Cancelled
	Adopted Budget	Modified Budget	Paid or Charged	Encumbered	Reserved	
Capital Outlay:						
Service by Contract or Agreement	\$ 1,369,000.00	\$ 1,369,000.00	\$ 309,043.00	\$ 825,457.00	\$ 200,000.00	\$ 34,500.00
Debt Service:						
Sewer Utility State Loans:						
Principal - Trust Loan	5,423,606.00	5,423,606.00	5,344,846.36			78,759.64
Interest - Trust Loan	1,604,932.00	1,604,932.00	593,957.02			1,010,974.98
Total Debt Service	<u>7,028,538.00</u>	<u>7,028,538.00</u>	<u>5,938,803.38</u>			<u>1,089,734.62</u>
Statutory Expenditures:						
Contribution to:						
Public Employees' Retirement System	200,000.00	200,000.00	200,000.00			
Social Security System (OASI)	56,000.00	56,000.00	56,000.00			
Unemployment Compensation Insurance	250,000.00	250,000.00	250,000.00			
Employees' Retirement Fund	50,000.00	50,000.00				50,000.00
	<u>556,000.00</u>	<u>556,000.00</u>	<u>506,000.00</u>			<u>50,000.00</u>
Surplus (General Budget)	<u>2,634,300.00</u>	<u>2,634,300.00</u>	<u>2,334,300.00</u>			<u>300,000.00</u>
Total Sewer Utility Appropriations	<u>\$ 56,962,929.00</u>	<u>\$ 56,962,929.00</u>	<u>\$ 51,344,261.13</u>	<u>\$ 2,019,236.52</u>	<u>\$ 846,137.07</u>	<u>\$ 2,753,294.28</u>
Reference		E-2	E-3	E	E	Reserve

See accompanying notes to financial statements.

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## INDEPENDENT AUDITOR'S REPORT

The Honorable Mayor and Members  
of the Municipal Council  
City of Newark  
City Hall  
Newark, New Jersey 07102

### Report on the Financial Statements

We have audited the financial statements - regulatory basis of the various funds and account groups of the City of Newark, as of and for the years then ended December 31, 2012 and 2011 and the related notes to the 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 by the Division of Local Government Services, Department of Community Affairs, State of New Jersey. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

### Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America, audit requirements prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. 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 City's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by Management, as well as evaluating the overall presentation of the financial statements.

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

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

As described in Note 1, these financial statements have been prepared in conformity with accounting principles prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, which is a basis of accounting other than accounting principles generally accepted in the United States of America, to demonstrate compliance with the modified accrual basis, with certain exceptions, and the budget laws of New Jersey. The effects on the financial statements of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

### **Adverse Opinion on U.S. Generally Accepted Accounting Principles**

In our opinion, because of the significance of the matter discussed in the "*Basis for the Adverse Opinion on U.S. Generally Accepted Accounting Principles*" paragraph, the financial statements referred to in the first paragraph, do not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the City as of December 31, 2012 and 2011, and the results of its operations for the years then ended.

### **Basis for Qualified Opinion**

We were unable to obtain sufficient appropriate audit evidence about the carrying amount of the City of Newark's cash balances of the various funds, for the year ended December 31, 2012 because of the way the bank reconciliations are prepared and the lack of oversight over the bank reconciliation function. Consequently, we are unable to determine whether any adjustments to these amounts were necessary.

### **Qualified Opinion**

In our opinion, except for the possible effects of the matter described in the Basis for Qualified Opinion paragraph, the financial statements referred to above present fairly, in all material respects, the financial position of the various funds of the City of Newark at December 31, 2012 and 2011, and the results of operations and changes in fund balance, where applicable, of such funds, thereof for the years then ended, in accordance with accounting principles on the basis of financial reporting provisions prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, as described in Note 1.

### **Other Matters**

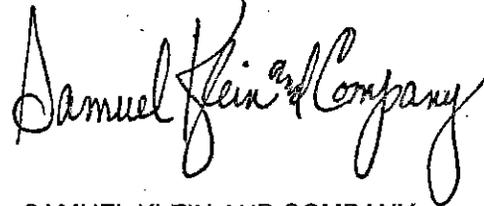
#### *Supplementary Information*

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

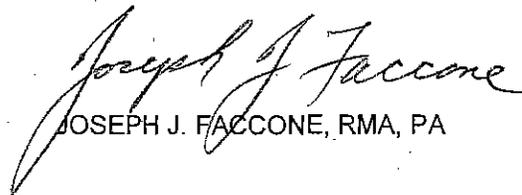
The supplementary schedules are the responsibility of Management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the 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 schedules are fairly stated, in all material respects, in relation to the financial statements taken as a whole.

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

In accordance with *Government Auditing Standards*, we have also issued our report dated March 27, 2014 on our consideration of the City of Newark's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City of Newark's internal control over financial reporting and compliance.



SAMUEL KLEIN AND COMPANY  
CERTIFIED PUBLIC ACCOUNTANTS



JOSEPH J. FACCONI, RMA, PA

Newark, New Jersey  
March 27, 2014

CITY OF NEWARK  
COUNTY OF ESSEX

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED DECEMBER 31, 2012

Schedule A  
Sheet #1

<u>Department or Division</u>	<u>Program</u>	<u>Catalog Number</u>	<u>2012 Cash Received</u>	<u>2012 Program Expenditures</u>	<u>2012 Total Expenditures</u>
Administration:					
2012	Port Security Grant	97.056	\$ -	\$ 18,750.00	\$ 18,750.00
	Total Administration		-	18,750.00	18,750.00
Agriculture:					
2011	Women, Infants and Children Program	10.557	248,174.00	102,990.43	1,592,373.77
2012	Women, Infants and Children Program	10.557	927,406.00	1,527,003.00	1,527,003.00
	Total Women, Infants and Children Program		1,175,580.00	1,629,993.43	3,119,376.77
2011	SunUp Administration and Operation	10.559	-	19,812.52	469,541.60
2010	SunUp Administration and Operation	10.559	-	4,105.00	54,438.62
2012	SunUp Administration	10.559	23,781.00	55,006.12	55,006.12
2012	SunUp Operational	10.559	200,000.00	390,962.27	390,962.27
	Total SunUp		223,781.00	469,885.91	969,948.61
	Total Agriculture		1,399,361.00	2,099,879.34	4,089,325.38
Health and Human Services:					
2007	Rental Rehabilitation Program	14.856	-	(30,369.17)	377,923.48
	Total Rental Rehabilitation Program		-	(30,369.17)	377,923.48
2009	Uncompensated Care Practice Management	93.224	-	497.00	497.00
2011	Homeless HRSA	93.224	398,851.01	324,596.75	1,565,731.41
2010	Homeless Health Care Project HIRSA	93.224	5,087.00	5,087.00	761,525.38
2008	Homeless Health Care Project	93.224	24,852.00		6,985,589.32
2004	Homeless Health Care Project	93.224	26,200.16		-
2007	Homeless Health Care Project	93.224	14,979.11		4,951.00
2012	Homeless HRSA	93.224	1,569,886.45	1,495,540.03	1,495,540.03
2010	Homeless Port Authority	93.224	-	(9,861.96)	381,820.63
2006	Homeless Healthcare Project	93.224	13,014.90		-
2009	Homeless Prevention and Rapid Response	93.224	557,062.27	535,738.22	3,419,999.79
	Total Homeless Health Care Project		2,609,932.90	2,351,597.04	14,615,654.56
2011	HIV Emergency Relief Program/HIV Ryan White	93.914	7,751,475.81	7,607,759.79	13,677,630.48
2011	Ryan White Special Care Program/ HIV Special Care Unit	93.914	151,856.65	140,507.61	328,218.28
2010	HIV Emergency Relief Program	93.914	-	49,003.00	14,040,157.33
2010	Minority AIDS Initiative Program	93.914	2,377.77	4,402.00	1,289,483.42
2007	HIV Emergency Relief - Special Care	93.914	-	(0.59)	20,899.41
2012	HIV 11/12	93.914	6,040,460.85	6,382,718.63	6,382,718.63
2012	HIV Special Care	93.914	219,990.63	225,160.34	225,160.34
	Total HIV Emergency Relief Formula Grant		14,166,161.71	14,409,550.78	35,964,267.89

CITY OF NEWARK  
COUNTY OF ESSEX

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED DECEMBER 31, 2012

Schedule A  
Sheet #2

<u>Department or Division</u>	<u>Program</u>	<u>Catalog Number</u>	<u>2012 Cash Received</u>	<u>2012 Program Expenditures</u>	<u>2012 Total Expenditures</u>
Health and Human Services:					
2010	Metropolitan MED Response SYS	97.071	\$ 320,717.10	\$ 316,217.10	\$ 320,717.10
2010	Metropolitan MED Response SYS	97.071	299,359.79	-	321,090.15
2011	MMRS	97.071	-	162,448.18	162,448.18
2012	MMRS	97.071	-	134.83	134.83
	Total Metropolitan MED Response		<u>620,076.89</u>	<u>478,800.11</u>	<u>804,390.26</u>
2011	Immunization	93.268	260,741.00	174,619.50	497,838.58
2010	Immunization	93.268	-	2,380.00	698,834.90
2012	Immunization	93.268	258,604.00	626,957.25	626,957.25
	Total Immunization		<u>519,345.00</u>	<u>803,956.75</u>	<u>1,823,630.73</u>
2011	Bio-Terrorism	93.889	50,978.00	-	78,350.49
2010	Bio-Terrorism	93.889	56,054.00	3,213.00	726,308.78
2008	Bio-Terrorism	93.889	-	(157.95)	429,815.76
2007	Bio-Terrorism	93.889	-	(193.44)	2,083.62
2012	Bio-Terrorism Grant	93.889	147,817.00	315,249.01	315,249.01
2012	Bio-Terrorism	93.889	-	87,793.29	87,793.29
2012	Health Care Emergency	93.889	16,461.00	16,460.89	16,460.89
	Total Bio-Terrorism		<u>271,310.00</u>	<u>422,364.80</u>	<u>1,656,061.84</u>
2009	Increase to Health Centers	93.703	12,264.26	-	124,732.50
2009	ARRA Cap Improvement Electronic Med	93.703	4.61	-	341,590.39
	Total Health Improvement Centers		<u>12,268.87</u>	<u>-</u>	<u>466,322.89</u>
2009	Lead Free Safe House	14.909	103,827.96	64,793.37	499,999.48
	Total Lead Free Safe House		<u>103,827.96</u>	<u>64,793.37</u>	<u>499,999.48</u>
2011	Healthy Homes Production	14.913	111,675.53	104,201.67	104,201.67
	Total Healthy Homes		<u>111,675.53</u>	<u>104,201.67</u>	<u>104,201.67</u>
2010	Nutrition PRJ for the Elderly (Pass-Through from CFWB)	93.707	-	1,001.00	619,703.23
	Total Nutrition PRJ for the Elderly		<u>-</u>	<u>1,001.00</u>	<u>619,703.23</u>
2010	ARRA Facility Investment PRG (Pass-Through from CFWB)	93.703	1,560,101.32	1,724,690.78	2,033,413.18
	Total Health Investment ARRA		<u>1,560,101.32</u>	<u>1,724,690.78</u>	<u>2,033,413.18</u>

CITY OF NEWARK  
COUNTY OF ESSEX

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED DECEMBER 31, 2012

Schedule A  
Sheet #3

<u>Department or Division</u>	<u>Program</u>	<u>Catalog Number</u>	<u>2012 Cash Received</u>	<u>2012 Program Expenditures</u>	<u>2012 Total Expenditures</u>
<b>Health and Human Services:</b>					
2012	Assistant to Firefighter	97.044	\$ 360,000.00	\$ 337,468.75	\$ 337,468.75
2011	SAFER	97.044	949,771.08	1,886,083.74	1,886,083.74
	Total Assistant to Firefighter's Grant		<u>1,309,771.08</u>	<u>2,223,552.49</u>	<u>2,223,552.49</u>
	Total Health and Human Services		<u>21,284,471.26</u>	<u>22,584,508.79</u>	<u>60,811,198.22</u>
<b>Labor:</b>					
2011	WIA Dislocated Worker	17.260	536,762.00	469,866.48	604,948.04
2010	WIA Dislocated Worker	17.260	376,096.00	212,547.31	749,698.38
2011	WIA YOUTH	17.259	1,450,797.00	1,371,185.57	1,677,639.02
2010	WIA YOUTH	17.259	568,397.00	593,813.60	2,211,993.16
2011	WIA Adult	17.258	1,319,533.00	1,410,298.75	1,668,305.40
2010	WIA Adult	17.258	1,483,642.00	1,035,656.90	2,253,426.98
2011	Public Sector Mini Neg R	17.258	288,860.00	126,134.21	126,134.21
	Total WIA		<u>6,024,087.00</u>	<u>5,219,502.82</u>	<u>9,292,145.19</u>
	Total Labor		<u>6,024,087.00</u>	<u>5,219,502.82</u>	<u>9,292,145.19</u>
<b>Housing and Urban Development:</b>					
2011	Lead Hazard Reduction Program	14.900	629,934.94	541,840.11	778,653.36
2008	Lead Hazard Reduction Program	14.900	18.23	-	3,273,114.04
	University Heights Science Project	14.221	144,336.00	-	-
	Total Lead Hazard Control Program		<u>774,289.17</u>	<u>541,840.11</u>	<u>4,051,767.40</u>
2010	Housing Opportunities for People with Aids	14.241	2,771,850.00	2,743,823.07	6,193,419.08
2009	Housing Opportunities for People with Aids	14.241	17,174.12	11,457.90	4,323,550.33
2007	Housing Opportunities for People with Aids	14.241	-	20,481.00	2,011,323.80
2003	Housing Opportunities for People with Aids	14.241	53,087.38	68,087.38	68,971.38
2002	Housing Opportunities for People with Aids	14.241	-	29,999.61	61,999.61
2011	Housing Opportunities for People with Aids	14.241	3,415,397.62	3,415,189.94	3,415,189.94
	Total Housing Opportunities for People with Aids		<u>6,257,509.12</u>	<u>6,289,038.90</u>	<u>16,074,454.14</u>
2011	Community Development Block Grant	14.218	10,985,687.41	10,060,014.07	30,307,838.61
2007	American Dream Down Payment Initiative	14.239	944.56	-	649,958.38
	Total American Dream Down Payment Initiative		<u>944.56</u>	<u>-</u>	<u>24,983.00</u>
2010	Emergency Shelter Grant	14.231	149,448.17	115,146.17	320,111.70
2009	Emergency Shelter Grant	14.231	141,600.04	70,926.85	328,349.08
2009	Emergency Shelter Grant	14.231	136,622.00	171,747.59	171,747.59
2008	Emergency Shelter Grant	14.231	3,202.79	-	205,701.07
2011	Emergency Shelter Grant	14.231	144,890.68	149,068.83	149,068.83
	Total Emergency Shelter Grant		<u>575,763.68</u>	<u>506,889.44</u>	<u>1,174,978.27</u>

CITY OF NEWARK  
COUNTY OF ESSEX

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED DECEMBER 31, 2012

Schedule A  
Sheet #4

<u>Department or Division</u>	<u>Program</u>	<u>Catalog Number</u>	<u>2012 Cash Received</u>	<u>2012 Program Expenditures</u>	<u>2012 Total Expenditures</u>
<b>Housing and Urban Development:</b>					
2010	Home	14.239	\$ 2,035,854.85	\$ 1,233,235.01	\$ 1,268,891.01
2009	Home	14.239	462,188.95	1,228,574.65	3,232,966.70
2009	Home Investment Partnership Act Program	14.239	-	(39,910.40)	156,679.50
2008	Home - HUD	14.239	29,950.93	28,006.37	3,229,110.37
2007	Home Investment Partnership	14.239	433,020.71	433,436.11	26,484,027.74
2007	Home	14.239	118,421.36	116,009.05	2,989,668.65
2006	Home Investment Partnership Act Program	14.239	-	21,033.81	1,387,105.08
2005	Home Investment Partnership Act	14.239	89,290.67	60,256.73	1,610,461.00
2004	Home Investment Partnership Plan	14.239	658,502.11	615,864.18	1,425,407.60
2002	Home Investment Partnership Act	14.239	411,674.78	390,768.09	1,615,022.24
2001	Home Program	14.239	1,268.30	18,899.30	1,116,091.34
1999	Home Investment Partnership	14.239	77,807.41	78,074.73	219,198.30
	Total Home Investment Partnership		<u>4,317,980.07</u>	<u>4,184,247.63</u>	<u>44,734,629.53</u>
	Total Housing and Urban Development		<u>11,926,486.60</u>	<u>11,522,016.08</u>	<u>66,035,829.34</u>
<b>Justice:</b>					
2011	COPS in Shop	16.710	8,930.88	15,357.73	18,445.02
2011	COPS in Shops	16.710	11,286.76	-	-
2012	COPS Hiring Program	16.710	-	1,350,519.55	1,350,519.55
2011	COPS Technology Grant	16.710	-	234,061.34	234,061.34
	Total COPS Universal Hiring Program		<u>20,217.64</u>	<u>1,599,938.62</u>	<u>1,603,025.91</u>
2011	JAG Grant	16.738	-	198,790.78	369,135.85
2010	JAG Grant ARRA	16.804	61,776.99	35,601.15	595,408.95
2010	JAG Grant ARRA	16.804	872,846.18	73,059.85	2,482,209.79
	Total JAG Grant ARRA		<u>934,623.17</u>	<u>307,451.78</u>	<u>3,446,754.59</u>
2009	2008 BYRNE Memorial JAG Grant	16.738	-	10,495.00	218,984.68
2011	Justice Assistance	16.738	-	198,076.88	198,076.88
	Total BYRNE Memorial JAG Grant		<u>-</u>	<u>208,571.88</u>	<u>417,061.56</u>

CITY OF NEWARK  
COUNTY OF ESSEX

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED DECEMBER 31, 2012

Schedule A  
Sheet #5

<u>Department or Division</u>	<u>Programs</u>	<u>Catalog Number</u>	<u>2012 Cash Received</u>	<u>2012 Program Expenditures</u>	<u>2012 Total Expenditures</u>
Justice:					
	2011 Prisoner Re-Entry Program	16.812	\$ -	\$ 9,117.95	\$ -
	2009 Prisoner Re-Entry Program	16.812	274,508.62	-	468,580.87
	2008 Prisoner Re-Entry Program	16.812	53,985.10	-	75,000.00
	2008 Prisoner Re-Entry Program	16.812	-	74,906.89	216,612.99
	2012 Prisoner Re-Entry Legal Services	16.812	-	244,948.00	244,948.00
	2012 Newark Prisoner Re-Entry	16.812	-	32,539.43	32,539.43
	Total Prisoner Re-Entry Program		328,493.72	361,512.27	1,037,681.29
	2007 Urban Justice Assistance Grant (Pass-Through from Police)	16.735	1,376.14	-	546,968.71
	2011 Great Grant	16.737	-	21,164.80	21,164.80
	Total Great Grant		1,376.14	21,164.80	568,133.51
	Total Justice		1,284,710.67	2,498,639.35	7,072,656.86
EPA:					
	2012 Hazard Remediation - McCarter Highway	66.818	2,608.50	4,253.50	4,253.50
	2012 Hazard Remediation - 704 Doremus Avenue	66.818	1,269.00	3,266.34	3,266.34
	2012 Hazard Remediation - 411 Wilson Avenue	66.818	799.00	6,484.92	6,484.92
	2011 Brownfields Cleanup	66.818	15,914.62	18,110.88	18,110.88
	2010 Brownfields Stimulus Cleanup ARRA - West	66.818	69,833.31	143,500.00	143,500.00
	2010 Brownfields Stimulus Cleanup ARRA - East	66.818	156,842.61	126,947.25	126,947.25
	Total EPA		247,267.04	302,562.89	302,562.89
Department of Energy:					
	2011 Local Energy Assurance Plan	81.122	-	90,249.31	90,249.31
	2010 Retrofit and Renewable Energy	81.128	385,723.36	1,100,741.20	1,100,741.20
	Total Department of Energy		385,723.36	1,190,990.51	1,190,990.51
	Total Expenditures of Federal Awards		\$ 53,537,794.34	\$ 55,466,494.68	\$ 149,191,381.87

The accompanying notes are an integral part of this schedule.

# SAMUEL KLEIN AND COMPANY

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## REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM; REPORT ON INTERNAL CONTROL AND REPORT ON THE SCHEDULE OF EXPENDITURES REQUIRED BY OMB CIRCULAR A-133 AND NEW JERSEY STATE CIRCULAR LETTER 04-04 OMB INDEPENDENT AUDITOR'S REPORT

The Honorable Mayor and Members of the Municipal Council  
City of Newark  
City Hall  
Newark, New Jersey 07102

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

We have audited the City of Newark, State of New Jersey's compliance with the types of compliance requirements described in the OMB Circular A-133 Compliance Supplement and the New Jersey State Office of Management and Budget's State Grant Compliance Supplement that could have a direct and material effect on each of the City of Newark, State of New Jersey's major federal and state programs for the year ended December 31, 2012. The City of Newark's major federal and state programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

### Management's Responsibility

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

### Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each City of Newark's major federal and state programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and the provisions of the New Jersey State Circular 04-04 OMB, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. Those standards and OMB Circular A-133 and New Jersey OMB Circular 04-04 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal and state program occurred. An audit includes examining, on a test basis, evidence about the City of Newark's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

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

## **Unmodified Opinion on Each of the Other Major Federal and State Programs**

In our opinion, City of Newark, State of New Jersey, complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its other major federal and state programs identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs for the year ended December 31, 2012.

## **Other Matters**

The results of our auditing procedures disclosed other instances of noncompliance, which are required to be reported in accordance with OMB Circular A-133 and New Jersey State Treasury Circular Letter 04-04 OMB and which are described in the accompanying Schedule of Findings and Questioned Costs as Findings #SA-2012-1 through #SA-2012-12. Our opinion on each major federal and state program is not modified with respect to these matters.

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

Management of the City of Newark, State of New Jersey, is responsible for establishing and maintaining effective internal control over compliance with the types of compliance referred to above. In planning and performing our audit of compliance, we considered the City of Newark, State of New Jersey's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal and state program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal and state program and to test and report on internal control over compliance in accordance with OMB Circular A-133 and New Jersey State Treasury Circular Letter 04-04 OMB, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the City of Newark's internal control over compliance.

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

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

**Report on Schedule of Expenditures of Federal and State Awards Required by OMB Circular A-133 and New Jersey OMB 04-04**

We have audited the regulatory basis financial statements of the various funds of the City of Newark, State of New Jersey, as of and for the years ended December 31, 2012 and December 31, 2011, and have issued our report thereon dated March 27, 2014, which contained an adverse opinion as a result of the City's policy to prepare its financial statements on a basis of accounting prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, that demonstrates compliance with the modified accrual basis, with certain exceptions, and the budget laws of New Jersey, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. Our audit was conducted for the purpose of forming an opinion on the basic financial statements that collectively comprise the City's financial statements. The accompanying Schedules of Federal Awards and State Financial Assistance are presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Nonprofit Organizations*; and New Jersey State Treasury Circular Letter 04-04, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*, and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The 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 Schedules of Federal Awards and State Financial Assistance are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*; and New Jersey State Treasury Circular Letter 04-04, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. Accordingly, this report is not suitable for any other purpose.

  
SAMUEL KLEIN AND COMPANY  
CERTIFIED PUBLIC ACCOUNTANTS

Newark, New Jersey  
June 6, 2014

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

The Honorable Mayor and Members  
of the Municipal Council  
City of Newark  
City Hall  
Newark, New Jersey 07102

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the City of Newark, State of New Jersey, as of and for the year ended December 31, 2012, and the related notes to the financial statements, which collectively comprise the City of Newark, State of New Jersey's basic financial statements and have issued our report thereon dated March 27, 2014.

**Internal Control Over Financial Reporting**

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

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as described in the accompanying schedule of comments and recommendations, we identified certain deficiencies in internal control that we consider to be material weaknesses and significant deficiencies.

A *deficiency in internal control* exists when the design or operation of a control does not allow Management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. We consider the deficiencies described in the accompanying schedule of comments and recommendations to be material weaknesses as Items 2012-2-9, 11 and 43.

A *significant deficiency* is a deficiency, or 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. We consider the deficiencies described in the accompanying schedule of comments and recommendations to be significant deficiencies as Items 2012-10, 12, 13, 15-17, 27, 36, 37, 44, 45, 55, 56, 57, 59 and 61-63.

### **Compliance and Other Matters**

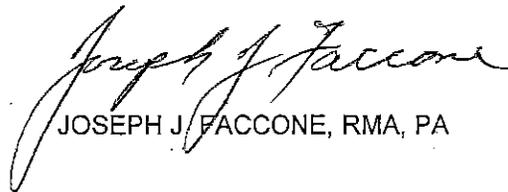
As part of obtaining reasonable assurance about whether the City of Newark, State of New Jersey's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which are described in the accompanying schedule of comments and recommendations as Items 2012-1, 14, 18-26, 28-35, 38-42, 46-54, 58 and 64-88.

### **Purpose of this Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



SAMUEL KLEIN AND COMPANY  
CERTIFIED PUBLIC ACCOUNTANTS



JOSEPH J. FACCONI, RMA, PA

Newark, New Jersey  
March 27, 2014

**CITY OF NEWARK  
COUNTY OF ESSEX, NEW JERSEY  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED DECEMBER 31, 2012**

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

**Financial Statements**

Type of auditor's report issued:

Qualified

Internal control over financial reporting:

Material weakness(es) identified?

Yes     No

Significant deficiencies identified not considered to be material weaknesses?

Yes     None Reported

Noncompliance material to financial statements noted?

Yes     No

**Federal Awards**

Internal control over major federal programs:

Material weakness(es) identified?

Yes     No

Significant deficiencies identified not considered to be material weaknesses?

Yes     None Reported

Type of auditor's report issued on compliance for major programs:

Unqualified

Any audit findings disclosed that are required to be reported in accordance with Circular A-133, Section .510(a)?

Yes     No

Identification of major federal programs:

<u>CFDA Number(s)</u>	<u>Name of Federal Program or Cluster</u>
93-703	Facility Investment (ARRA)
14.218	Community Development Block Grant
17.258	Workforce Investment Act Adult Program
14.239	Home Investment Partnership
93.914	HIV Emergency Relief Formula Grant
14.241	Housing Opportunities for People with Aids
93.224	Homeless Health Care
97.044	Assistance to Firefighter's Grant
17.259	Workforce Investment Act Youth Activities

Dollar threshold used to distinguish between Type A and Type B programs:

\$1,663,995.00

Auditee qualified as low-risk auditee?

Yes     No

CITY OF NEWARK  
COUNTY OF ESSEX, NEW JERSEY  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED DECEMBER 31, 2012  
(Continued)

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

**State Awards**

Internal control over major state programs:

Material weakness(es) identified?      Yes   √   No

Significant deficiencies identified not considered to be material weaknesses?      Yes   √   None Reported

Type of auditor's report issued on compliance for major programs: Unqualified

Any audit findings disclosed that are required to be reported in accordance with OMB Circular 04-04 and listed in Section III of the Schedule?   √   Yes      No

Identification of major state programs:

<u>Account Number(s)</u>	<u>Name of State Program or Cluster</u>
480-078-6320	Municipal Aid Formula and Discretionary Aid
480-078-6300	Transportation Management Association
2009-100-022-8020-017-FNSP-F301-6120	Neighborhood Stabilization Program
1005-100-066-1005-008	Urban Area Security Initiative

Dollar threshold used to distinguish between Type A and Type B programs: \$887,766.79

Auditee qualified as low-risk auditee?      Yes   √   No

**CITY OF NEWARK  
COUNTY OF ESSEX, NEW JERSEY  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED DECEMBER 31, 2012  
(Continued)**

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

***Finding 2012-02:***

There are adjustments on the bank reconciliations of the Current Fund as reconciling items that should be reviewed. Among those adjustments are "interfund transfers" which represent cash that should be recorded in other funds. The actual cash is not transferred until several months later. These adjustments should be omitted from the cash reconciliations by reflecting them in the general ledger as interfunds.

Some of the other interfund reconciling items appearing on the bank reconciliation are as follows:

Unapplied D/D Activity	\$ (223,780.98)
Due to Grant Fund Void EFT	(4,938.59)
Taxes	2,962,790.45
Police EFT Credits Not Posted	(105,948.14)
Due from Insurance Trust	6,200,000.00
CC Due to Water	(8,150,285.85)
ACH Due from Worker's Compensation Fund	1,593,724.90
ACH Due from Sewer Capital Fund	3,474,746.93
November 19, 2009 Deposit Not Posted	(77,498.61)
February 9, 2011 Release of Levy	(14,065.68)
April 3, 2011 Release of Levy	(11,560.78)
April 25, 2011 Release of Levy	(47,335.67)
December 31, 2012 Special Emergency Note/ Due to General Capital Fund	(800,000.00)
April 20, 2012 Due to Sewer Fund	(387,940.01)
April 20, 2012 Due to Grant Fund	(1,723,328.00)
February 9, 2012 Deposits Not Posted	(41,721.29)
March 20, 2012 Deposits Not Posted	(34,342.93)
March 20, 2012 Deposits Not Posted	(85,791.48)
March 20, 2012 Deposits Not Posted	(188,444.75)

It is recommended that all reconciling items on the bank reconciliations be reviewed and those items reflecting interfund transfers be properly recorded in the General Ledger.

***Finding 2012-09:***

The bank reconciliation as of December 31, 2012, as prepared by the Assistant Treasurer, commingles all of the City's Current Fund bank accounts into one master reconciliation. This format does not provide for a proper audit trail. Separate reconciliations should be prepared for each bank account indicating what reconciling item relates to what bank account.

It is recommended that separate bank reconciliations for all accounts be proven individually to the General Ledger on a monthly basis.

**CITY OF NEWARK  
COUNTY OF ESSEX, NEW JERSEY  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED DECEMBER 31, 2012  
(Continued)**

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

***Finding 2012-11:***

It appears that bank reconciliations for the Current Fund are not being prepared in a timely manner. The City's 2012 Annual Financial Statement (Unaudited) filed on July 18, 2013 indicated that these reconciliations were not completed as of this date.

It is recommended that bank reconciliations for all funds be prepared in a timely manner and that all bank reconciliations be forwarded to the Director of Finance for approval.

***Finding 2012-43:***

The general ledger indicated that the sum of \$1,998,920.31 represents payroll deductions payable. A detailed list of these payables was unavailable for audit.

The Net Payroll Account was not reconciled as of December 31, 2012.

It is recommended that the payroll deductions payable account in the general ledger be proven each month and that a detailed list of unpaid deductions be in agreement with the general ledger and that the Net Payroll Account be reconciled on a monthly basis.

CITY OF NEWARK  
COUNTY OF ESSEX, NEW JERSEY  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED DECEMBER 31, 2012  
(Continued)

**Section III - Federal Awards and State Financial Assistance Findings and Questioned Costs**

**Federal Awards**

**WIA-Adult (CFDA 17.258)**

***Finding #SA-2012-1:***

***Eligibility:***

*Condition:*

A random sample of twenty-one (21) participants were tested for eligibility. Out of those twenty-one (21) participant files, the Customer Training Agreement was not found in one (1) participant file. The Selective Service requirement was not verified for one (1) participant of our sample. One (1) participant file did not contain a copy of the participant's Evaluation Assessment. One (1) participant file did not contain an Intensive Service. Also, two (2) participant files were not provided.

*Criteria:*

All participants' files should contain required documentation to be in compliance with the Grant Agreement, laws and regulations established by the State.

*Cause:*

Failure of management to implement procedures and controls to ensure all files have the required documentation for each participant.

*Effect:*

Failure to maintain proper documentation may result in withholding of grant funds.

*Recommendation:*

That management should verify that all participants' files maintain a copy of all required documentation for eligibility.

CITY OF NEWARK  
COUNTY OF ESSEX, NEW JERSEY  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED DECEMBER 31, 2012  
(Continued)

**Section III - Federal Awards and State Financial Assistance Findings and Questioned Costs  
(Continued)**

**Federal Awards (Continued)**

**WIA-Adult (CFDA 17.258)**

***Finding #SA-2012-2:***

***Eligibility:***

*Condition:*

A random sample of twenty-one (21) participants were tested for eligibility. Out of those twenty-one (21) participant files, we found one participant to be an employee of the City of Newark's Labor Department and received training paid with WIA-Adult funds. We requested a full list of employees of the Labor Department to ensure that our sample did not include any other City employees. We were not provided with a full list of all Labor Department employees, therefore we were unable to determine if this was an isolated incident.

*Criteria:*

All participants should only be eligible participants and cannot be an employee whose salary is partially or fully paid by WIA funds.

*Cause:*

Failure of management to implement procedures and controls to ensure all participants are eligible to receive training and are not employees of the Labor Department.

*Effect:*

Failure to implement proper procedures and controls may result in withholding of grant funds.

*Recommendation:*

That management should verify that all participants are eligible to receive training and are not employees of the Labor Department.

*Management's Response:*

Vendor was suppose to provide two free slots for employees to attend. However, the vendor billed for each person in attendance. Vendor will be contacted and a refund will be requested.

CITY OF NEWARK  
COUNTY OF ESSEX, NEW JERSEY  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED DECEMBER 31, 2012  
(Continued)

**Section III - Federal Awards and State Financial Assistance Findings and Questioned Costs  
(Continued)**

**Federal Awards (Continued)**

**Community Development Block Grant (CFDA 14.218)**

***Finding #SA-2012-3:***

***Subrecipient Monitoring:***

*Condition:*

Fiscal monitoring was not performed for two (2) subrecipients examined, the programmatic monitoring was not performed for two (2) of the subrecipients and site monitoring reports were not provided for three (3) subrecipients.

*Criteria:*

Monitoring the subrecipient's use of Federal Awards through reporting, site visits, regular contact or other means provides reasonable assurance that the subrecipient administers Federal Awards in compliance with laws, regulations and the provision of contracts or grant agreements and that performance goals are achieved (24 CFR section 570.503).

*Cause:*

Failure of management to implement procedures and controls to ensure fiscal and programmatic monitoring is performed for all subrecipients.

*Effect:*

The City, as a pass-through entity, is unable to determine subrecipient's compliance with laws, regulations and the provision of contracts or grant agreements.

*Recommendation:*

That management should implement procedures and controls regarding its in-house monitoring to ensure fiscal and programmatic monitoring is performed for all subrecipients.

**CITY OF NEWARK  
COUNTY OF ESSEX, NEW JERSEY  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED DECEMBER 31, 2012  
(Continued)**

**Section III - Federal Awards and State Financial Assistance Findings and Questioned Costs  
(Continued)**

**Federal Awards (Continued)**

**Community Development Block Grant (CFDA 14.218) (Continued)**

***Finding #SA-2012-4:***

***Subrecipient Monitoring:***

*Condition:*

A Final Evaluation was not performed for five (5) subrecipients examined.

*Criteria:*

OMB Circular A-133 requires that subrecipients provide a Final Evaluation within ninety (90) days of the closing of the contract period.

*Cause:*

Failure of management to implement procedures and controls to ensure final evaluation for all subrecipients are in the files.

*Effect:*

The City, as a pass-through entity, is unable to determine subrecipient's compliance with laws, regulations and the provision of contracts or grant agreements.

*Recommendation:*

That management should establish policies and procedures to ensure all files are available for review.

CITY OF NEWARK  
COUNTY OF ESSEX, NEW JERSEY  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED DECEMBER 31, 2012  
(Continued)

**Section III - Federal Awards and State Financial Assistance Findings and Questioned Costs  
(Continued)**

**Federal Awards (Continued)**

**Assistance to Firefighter's Grant**

***Finding #SA-2012-5:***

***Reporting:***

*Condition:*

Semiannual Financial Reports and Close-Out Reports were not available for audit.

*Criteria:*

The grantee must complete an on-line, Semiannual Financial Status Report to meet FEMA requirements. Semiannual Financial Reports are due within thirty (30) days of the end of every six month period for the life of the grant. At the end of the performance period, or upon completion of the grantee's final program narrative, the grantee must complete an on-line Final Financial Status Report that is required to close out the grant.

*Cause:*

Failure of management to provide financial reports.

*Effect:*

Failure of management to review reimbursements and post them correctly in the financial records may result in an overexpenditure of grant funds.

*Recommendation:*

That management should establish policies and procedures to ensure all documents are available for review.

CITY OF NEWARK  
COUNTY OF ESSEX, NEW JERSEY  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED DECEMBER 31, 2012  
(Continued)

**Section III - Federal Awards and State Financial Assistance Findings and Questioned Costs  
(Continued)**

**Federal Awards (Continued)**

**SAFER Grant**

***Finding #SA-2012-6:***

***Reporting:***

*Condition:*

Reimbursement requests do not agree with the amounts expended.

*Criteria:*

Reimbursement reports must agree to amounts charged to the grantee's financial records.

*Cause:*

Failure of management to review reimbursements and record them correctly in the financial records.

*Effect:*

Failure of management to review reimbursements and record them correctly in the financial records may result in an overexpenditure of grant funds.

*Recommendation:*

That management should establish policies and procedures to review all reimbursement requests and reconcile them to financial records.

**CITY OF NEWARK  
COUNTY OF ESSEX, NEW JERSEY  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED DECEMBER 31, 2012  
(Continued)**

**Section III - Federal Awards and State Financial Assistance Findings and Questioned Costs  
(Continued)**

**State Awards**

**Neighborhood Stabilization Program (CFDA 14.256)**

***Finding #SA-2012-7:***

***Davis Bacon Act:***

*Condition:*

We could not verify if two (2) projects required to follow the Davis-Bacon Act due to the unknown number of units for each project.

*Criteria:*

The requirements of the Davis-Bacon Act apply to the rehabilitation of residential property only if such property contains eight (8) or more units. However, the requirements do not apply to volunteer work where the volunteer does not receive compensation, or is paid expenses, reasonable benefits or a nominal fee for such services, and is not otherwise employed at any time in construction work (42 USC 5310; Section 1606 of ARRA; Section 1205 of Pub. L. No.111-32; 24 CFR section 570.603).

*Cause:*

Failure of management to implement procedures and controls to ensure files all have the required documentation for each participant.

*Effect:*

Failure to maintain proper documentation may result in withholding of grant funds.

*Recommendation:*

That management should establish policies and procedures to ensure that Annual Reports are maintained.

CITY OF NEWARK  
COUNTY OF ESSEX, NEW JERSEY  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED DECEMBER 31, 2012  
(Continued)

**Section III - Federal Awards and State Financial Assistance Findings and Questioned Costs  
(Continued)**

**State Awards (Continued)**

**Neighborhood Stabilization Program (CFDA 14.256) (Continued)**

***Finding #SA-2012-8:***

***Special Testing:***

*Condition:*

Of a sample of fifteen (15) projects selected, we could not verify if the Rehabilitation Compliance was completed, if applicable for fifteen (15) files. We were not provided with Environmental Reviews for three (3) of the fifteen (15) files.

*Criteria:*

Projects must have an environmental review unless they meet criteria specified in the regulations that would exempt or exclude them from RROF and Environmental Certification Requirements (24 CFR sections 58.1, 58.22, 58.34, 58.35, and 570.604).

When NSP2 funds are used for rehabilitation, the grantee must ensure that the work is properly completed (24 CFR section 570.506).

*Cause:*

Failure of management to implement procedures and controls to ensure files all have the required documentation for each participant.

*Effect:*

Failure to maintain proper documentation may result in withholding of grant funds.

*Recommendation:*

That management should establish policies and procedures to ensure that all reports are maintained.

CITY OF NEWARK  
COUNTY OF ESSEX, NEW JERSEY  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED DECEMBER 31, 2012  
(Continued)

**Section III - Federal Awards and State Financial Assistance Findings and Questioned Costs  
(Continued)**

**State Awards (Continued)**

**Transportation Management Association/Metropolitan Planning Organization**

***Finding #SA-2012-9:***

***Reporting:***

*Condition:*

With regard to three (3) vendor files examined, we were either not provided with or were missing supporting documentation.

*Criteria:*

As of December 31, 2012, the Municipality shall provide the Division of Local Government Services with a report that includes a list of project status and a projected timeline for the expenditure of funds.

*Cause:*

Failure of management to make the report available that includes the status of the projects and the list of the remaining projects which may result in withholding of grant funds.

*Effect:*

Possible misappropriation of funds.

*Recommendation:*

That management should establish policies and procedures to ensure that Annual Reports are maintained.

CITY OF NEWARK  
COUNTY OF ESSEX, NEW JERSEY  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED DECEMBER 31, 2012  
(Continued)

**Section III - Federal Awards and State Financial Assistance Findings and Questioned Costs  
(Continued)**

**State Awards (Continued)**

**Urban Area Security Initiative (State Number - 100-066-1005-008)**

***Finding #SA-2012-10:***

***Reporting:***

*Condition:*

We were not able to verify that one (1) expenditure was reimbursed.

*Criteria:*

Reimbursements made to the Subgrantee shall be in the form of an electronic transfer by OHSP, upon receipt by OHSP of a properly executed payment voucher/purchase order and approved invoice, which will be properly uploaded within the OHSP administered Grant Tracking System.

The OHSP will not take any action on or process any reimbursement request that is more than twelve (12) months past the documented date the Subgrantee paid their vendor for the goods or service for which the Subgrantee is seeking reimbursement.

*Cause:*

Failure of management to provide proof of reimbursement.

*Effect:*

Failure of management to provide evidence of reimbursement may result in an overexpenditure of grant funds.

*Recommendation:*

That management should establish policies and procedures to ensure that all documents are available for review.

CITY OF NEWARK  
COUNTY OF ESSEX, NEW JERSEY  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED DECEMBER 31, 2012  
(Continued)

**Section III - Federal Awards and State Financial Assistance Findings and Questioned Costs  
(Continued)**

**State Awards (Continued)**

**Urban Area Security Initiative (State Number - 100-066-1005-008) (Continued)**

***Finding #SA-2012-11:***

***Procurement:***

*Condition:*

Competitive bidding or another form of negotiations were not available for two (2) of the files examined.

*Criteria:*

All procurement transactions, whether negotiated or competitively bid and without regard to dollar value, shall be conducted in a manner so as to provide maximum open and free competition. All sole-source procurements in excess of \$100,000.00 must receive prior written approval of the awarding agency. Interagency agreements between units of government are excluded from this provision.

*Cause:*

Failure of management to provide negotiations or competitive bidding information for review.

*Effect:*

Failure of management to provide negotiations or competitive bidding information may result in withholding of grant funds.

*Recommendation:*

That management should establish policies and procedures to ensure that all documents are available for review.

CITY OF NEWARK  
COUNTY OF ESSEX, NEW JERSEY  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED DECEMBER 31, 2012  
(Continued)

**Section III - Federal Awards and State Financial Assistance Findings and Questioned Costs  
(Continued)**

**State Awards (Continued)**

**Urban Area Security Initiative (State Number - 100-066-1005-008) (Continued)**

***Finding #SA-2012-12:***

***Equipment Management:***

*Condition:*

Equipment management records were not available for audit.

*Criteria:*

Property furnished by OHSP or acquired in whole or in part with OHSP funds and/or federal funds or whose cost was charged to a project supported by OHSP funds and/or federal funds shall be utilized and disposed of in a manner consistent with state requirements.

*Cause:*

Failure of management to make available a list of accurate equipment records.

*Effect:*

Failure of management to make available the report that includes a list of equipment utilized and disposed of may result in withholding of grant funds.

*Recommendation:*

That a physical inventory of equipment shall be taken and the results reconciled with the equipment records at least once every two (2) years. Any differences between quantities determined by the physical inspection and those shown in the accounting records shall be investigated to determine the cause of the difference. The recipient shall, in connection with the inventory, verify the existence, current utilization and continued need for the equipment.

CITY OF NEWARK  
COUNTY OF ESSEX, NEW JERSEY  
SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS  
FOR THE YEAR ENDED DECEMBER 31, 2012

**Section IV - Schedule of Prior Year Audit Findings**

**Federal Awards**

**Justice Assistance Grant (16.804)**

***Finding #SA-2011-1:***

***Reporting:***

*Condition:*

Our review of the Expenditure and Performance Reports remitted to various Federal and State Agencies revealed that although the reports were produced using the Budget Activity Report (BAR) to report expenditures, they were not the same BAR's used to prepare the City's financial statements.

*Recommendation:*

That the Budget Activity Reports used to prepare the City's financial statements be used to prepare the Expenditure and Performance Reports remitted to the various Federal and State Agencies.

*Status:*

Resolved.

CITY OF NEWARK  
COUNTY OF ESSEX, NEW JERSEY  
SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS  
FOR THE YEAR ENDED DECEMBER 31, 2012  
(Continued)

**Section IV - Schedule of Prior Year Audit Findings (Continued)**

**Federal Awards (Continued)**

**NSP II (14.218)**

***Finding #SA-2011-2:***

***Reporting:***

*Condition:*

Our review of the Expenditure and Performance Reports remitted to various Federal and State Agencies revealed that although the reports were produced using the Budget Activity Report (BAR) to report expenditures, they were not the same BAR's used to prepare the City's financial statements.

*Recommendation:*

That the Budget Activity Reports used to prepare the City's financial statements be used to prepare the Expenditure and Performance Reports remitted to the various Federal and State Agencies.

*Status:*

Resolved.

CITY OF NEWARK  
COUNTY OF ESSEX, NEW JERSEY  
SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS  
FOR THE YEAR ENDED DECEMBER 31, 2012  
(Continued)

**Section IV - Schedule of Prior Year Audit Findings (Continued)**

**Federal Awards (Continued)**

**HOPWA (CFDA 14.241)**

***Finding #SA-2011-3:***

***Internal Control:***

*Condition:*

Monthly site monitoring reports were not provided for three (3) subrecipients selected.

*Recommendation:*

That management should implement procedures and controls regarding its in-house monitoring to ensure monthly site monitoring is performed for all subrecipients.

*Status:*

Resolved.

CITY OF NEWARK  
COUNTY OF ESSEX, NEW JERSEY  
SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS  
FOR THE YEAR ENDED DECEMBER 31, 2012  
(Continued)

**Section IV - Schedule of Prior Year Audit Findings (Continued)**

**Federal Awards (Continued)**

**NSP II (CFDA 14.218)**

***Finding #SA-2011-4:***

***Internal Control:***

*Condition:*

We were not provided with one audit report at the time of the audit. We were therefore unable to complete subrecipient testing for this project.

*Recommendation:*

That management should implement procedures and controls to ensure that all documents are maintained and available for review.

*Status:*

Resolved.

CITY OF NEWARK  
COUNTY OF ESSEX, NEW JERSEY  
SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS  
FOR THE YEAR ENDED DECEMBER 31, 2012  
(Continued)

**Section IV - Schedule of Prior Year Audit Findings (Continued)**

**Federal Awards (Continued)**

**Justice Assistance Grant Recovery Act (CFDA 16.804)**

***Finding #SA-2011-5:***

***Reporting:***

*Condition:*

The first quarter Financial Report (SF 425) was submitted late.

*Recommendation:*

That management should establish policies and procedures to ensure the timely submission of the Financial Report (SF 425).

*Status:*

Resolved.

CITY OF NEWARK  
COUNTY OF ESSEX, NEW JERSEY  
SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS  
FOR THE YEAR ENDED DECEMBER 31, 2012  
(Continued)

**Section IV - Schedule of Prior Year Audit Findings (Continued)**

**Federal Awards (Continued)**

**Homeless (CFDA 93.224)**

***Finding #SA-2011-6:***

***Reporting:***

*Condition:*

The Annual Financial Report (SF 425) was submitted late.

*Recommendation:*

That management should establish policies and procedures to ensure the timely submission of the Financial Report (SF 425).

*Status:*

Resolved.

CITY OF NEWARK  
COUNTY OF ESSEX, NEW JERSEY  
SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS  
FOR THE YEAR ENDED DECEMBER 31, 2012  
(Continued)

**Section IV - Schedule of Prior Year Audit Findings (Continued)**

**Federal Awards (Continued)**

**Community Development Block Grant (CFDA 14.218)**

***Finding #SA-2011-7:***

**Subrecipient Monitoring:**

*Condition:*

Fiscal monitoring was not performed for eighteen (18) subrecipients examined. The programmatic monitoring was not performed for five (5) of the subrecipients and site monitoring reports were not provided for five (5) subrecipients.

*Recommendation:*

That management should implement procedures and controls regarding its in-house monitoring to ensure fiscal and programmatic monitoring is performed for all subrecipients.

*Status:*

Unresolved.

**CITY OF NEWARK  
COUNTY OF ESSEX, NEW JERSEY  
SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS  
FOR THE YEAR ENDED DECEMBER 31, 2012  
(Continued)**

**Section IV - Schedule of Prior Year Audit Findings (Continued)**

**Federal Awards (Continued)**

**Community Development Block Grant (CFDA 14.218) (Continued)**

***Finding #SA-2011-8:***

**Subrecipient Monitoring: (Continued)**

*Condition:*

Final evaluation was not performed for eleven (11) subrecipients examined and one (1) audit report was not provided.

*Recommendation:*

That management should establish policies and procedures to ensure all files are available for review.

*Status:*

Unresolved.

CITY OF NEWARK  
COUNTY OF ESSEX, NEW JERSEY  
SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS  
FOR THE YEAR ENDED DECEMBER 31, 2012  
(Continued)

**Section IV - Schedule of Prior Year Audit Findings (Continued)**

**Federal Awards (Continued)**

**Community Development Block Grant (CFDA 14.218) (Continued)**

***Finding #SA-2011-9:***

**Reporting:**

*Condition:*

We were unable to verify the Federal Cash Transaction Report (SF-272).

*Recommendation:*

That the Federal Cash Transaction Report (SF-272) should be maintained as required by 2 CFR section 215.52.

*Status:*

Resolved.

CITY OF NEWARK  
COUNTY OF ESSEX, NEW JERSEY  
SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS  
FOR THE YEAR ENDED DECEMBER 31, 2012  
(Continued)

**Section IV - Schedule of Prior Year Audit Findings (Continued)**

**Federal Awards (Continued)**

**Community Development Block Grant (CFDA 14.218) (Continued)**

***Finding #SA-2011-10:***

**Reporting and Special Conditions:**

*Condition:*

*Reporting:*

We were not provided with any quarterly reports and, therefore were unable to determine if the reports were filed timely, if at all.

*Special Conditions:*

We were not provided with any of the following and, therefore were unable to determine if the reports were filed timely, if at all.

- 1) Within sixty (60) days from the date of the CDBG-R Grant Agreement, the City will submit a detailed plan for utilizing its CDBG-R funds in a manner which is compliant with the attached CDBG-R Notice (FR-5307-N-01 (March 19, 2009)). This plan must include a detailed description of applicable staff responsibilities and the specific City personnel assigned to the City's CDBG-R Program.
- 2) Within sixty (60) days from the date of the CDBG-R Grant Agreement, the City must submit a CDBG-R obligation and disbursement schedule for planned expenditures such that 50% of CDBG-R funds are obligated for activities that can be initiated within 120 days of the date that HUD signed the grant agreement.
- 3) The City will submit quarterly reports to HUD, compliant with section II.G of the Notice, which documents the actual CDBG-R funds the City received from the U.S. Treasury and expended for the applicable quarter, as compared to the planned expenditures of the CDBG-R disbursement schedule.

In the event the City fails to expend the full amount of CDBG-R funds which were forecast in the CDBG-R disbursement schedule for any quarter, the City shall also submit the following additional information concerning the disbursement shortfall:

- a) A written explanation of the reasons the City did not expend the forecasted amount of CDBG-R funds during the preceding month and identification of the specific activity(ies) for which disbursements did not occur as planned.
- b) The action(s) to be taken by the City to ensure that the full amount of the disbursement shortfall is actually disbursed by the end of the following month.

CITY OF NEWARK  
COUNTY OF ESSEX, NEW JERSEY  
SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS  
FOR THE YEAR ENDED DECEMBER 31, 2012  
(Continued)

**Section IV - Schedule of Prior Year Audit Findings (Continued)**

**Federal Awards (Continued)**

**Community Development Block Grant (CFDA 14.218) (Continued)**

***Finding #SA-2011-10: (Continued)***

**Reporting and Special Conditions: (Continued)**

*Recommendation:*

That all required reports be available for review.

*Status:*

Resolved

CITY OF NEWARK  
COUNTY OF ESSEX, NEW JERSEY  
SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS  
FOR THE YEAR ENDED DECEMBER 31, 2012  
(Continued)

**Section IV - Schedule of Prior Year Audit Findings (Continued)**

**State Awards**

**Workforce New Jersey**

***Finding #SA-2011-11:***

***Eligibility:***

*Condition:*

A random sample of eleven (11) participants were tested for eligibility. Out of those eleven (11) participant files, the Customer Training Agreement was not found in two (2) participant files. The Selective Service requirement was not verified for one (1) participant of our sample. One (1) participant file did not contain a copy of the participant's ID and Acceptance to the Training Program in addition to the Customer Training Agreement already stated above.

*Recommendation:*

That management should verify that all participant files maintain a copy of all required documentation for eligibility.

*Status:*

Resolved.

CITY OF NEWARK  
COUNTY OF ESSEX, NEW JERSEY  
SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS  
FOR THE YEAR ENDED DECEMBER 31, 2012  
(Continued)

**Section IV - Schedule of Prior Year Audit Findings (Continued)**

**State Awards (Continued)**

**NJ Urban Enterprise Zone (State Number 763-020-2830)**

***Finding #SA-2011-12:***

**Reporting:**

*Condition:*

The report that included a list of the projects remaining, the status of the project and a projected timeline for the expenditure of funds was not provided as of December 31, 2011.

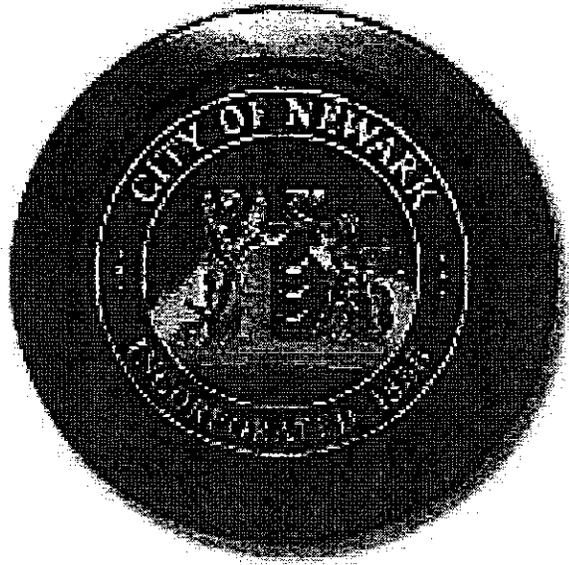
*Recommendation:*

That management should establish policies and procedures to ensure that annual reports are maintained.

*Status:*

Resolved.

# **CITY OF NEWARK**



## **CORRECTIVE ACTION PLAN 2012 SINGLE AUDIT**

**WIA-Adult (CFDA 17.258)**

**Finding/Condition #SA-2012-1:**

A random sample of twenty-one (21) participants was tested for eligibility. Out of those twenty-one (21) participant files, the Customer Training Agreement was not found in one (1) participant file. The Selective Services requirement was not verified for one (1) participant of our sample. One (1) participant file did not contain a copy of the participant's Evaluation Assessment. One (1) participant file did not contain an Intensive Services. Also, two (2) participant files were not provided.

**Recommendation:**

That management should verify that all participants' files maintain a copy of all required documentation.

**Corrective Action and Explanation:**

The City of Newark Works Agency will comply with the auditor's recommendation and establish administrative internal control(s) to ensure all participants' files maintain all required documentation to support participant's eligibility.

**Implementation Date:**

Ongoing

**WIA-Adult (CFDA 17.258)**

**Finding/Condition #SA-2012-2:**

A random sample of twenty-one (21) participants was tested for eligibility. Out of those twenty-one (21) participant files, we found one participant to be an employee of the City of Newark's Labor Department and received training paid with WIA-Adult funds. We requested a full list of employees of the Labor Department to ensure that our sample did not include any other city employees. We were not provided with a full list of all Labor Department employees, therefore we were unable to determine if this was an isolated incident.

**Recommendation:**

That management should verify that all participants are eligible to receive training and are not employees of the Labor Department.

**Corrective Action and Explanation:**

The vendor agreed to provide two free slots for employees to attend. However, the vendor billed for each person in attendance.

The Newark Works agency will request a refund from the vendor.

**Implementation Date:**

Ongoing

**Community Development Block Grant (CFDA 14.218)**

**Finding/Condition #SA-2012-3:**

Fiscal monitoring was not performed for two (2) subrecipients examined, the programmatic monitoring was not performed for two (2) of the subrecipients and site monitoring reports were not provided for three (3) subrecipients.

**Recommendation:**

That management should implement procedures and controls regarding its in-house monitoring to ensure monthly site monitoring are performed for all subrecipients.

**Corrective Action and Explanation:**

The City of Newark Finance Department will communicate to all departments and agencies that are required to perform monthly site monitoring in accordance with the grant agreement to review their procedures currently in place and to make the appropriate administrative action to ensure compliance with the grant agreement.

In addition, the Finance Department Internal Audit Unit will perform the fiscal monitoring for the subrecipients

**Implementation Date:**

September 30, 2014 and ongoing

**Community Development Block Grant (CFDA 14.218)**

**Finding/Condition #SA-2012-4:**

A Final Evaluation was not performed for five (5) subrecipients examined.

**Recommendation:**

That management should establish policies and procedures to ensure all files are available for review.

**Corrective Action and Explanation:**

The City of Newark Finance Department will communicate to all departments and agencies that are required to maintain documents / reports in accordance with the grant agreement to review their procedures currently in place and to take the appropriate administrative action to ensure compliance with the grant agreement.

**Implementation Date:**

Ongoing

**Assistance To Firefighter's Grant**

**Finding/Condition #SA-2012-5:**

Semiannual Financial Reports and Close-Out Reports were not available for audit.

**Recommendation:**

That management should establish policies and procedures to ensure all documents are available for review.

**Corrective Action and Explanation:**

The City of Newark Finance Department will communicate to the Fire Department to establish administrative procedures to ensure that all required financial report(s) are prepared and submitted in accordance with the grant agreement and are provided to the external auditor(s) during the audit process.

**Implementation Date:**

September 30, 2014

**Safer Grant**

**Finding/Condition #SA-2012-6:**

Reimbursement requests do not agree with the amounts expended

**Recommendation:**

That management should establish policies and procedures to review all reimbursement requests and reconcile them to financial records.

**Corrective Action and Explanation:**

The City of Newark Finance Department will communicate to the Fire Department to establish accounting internal control(s) to ensure that all required financial report(s) are reconciled before reimbursements are requested from the grantor(s).

**Implementation Date:**

Ongoing

**Neighborhood Stabilization Program (CFDA 14.256)**

**Finding/Condition #SA-2012-7**

We could not verify if two (2) projects required to follow the Davis-Bacon Act due to the unknown number of units for each project.

**Recommendation:**

That management should establish policies and procedures to ensure that Annual Reports are maintained.

**Corrective Action and Explanation:**

The City of Newark Finance Department will communicate to the Department of Economic and Housing Development to establish administrative internal control(s) and implement said control(s) to ensure all file(s) maintain the required supporting documentation and provide said documentation to the external auditor(s) during the audit process.

**Implementation Date:**

September 30, 2014

**Neighborhood Stabilization Program (CFDA 14.256)**

**Finding/Condition #SA-2012-8:**

Of a sample of fifteen (15) projects selected, we could not verify if the Rehabilitation compliance was completed, if applicable for fifteen (15) files. We were not provided with Environmental Reviews for three (3) of the fifteen (15) files.

**Recommendation:**

That management should establish policies and procedures to ensure all files and reports are maintained.

**Corrective Action and Explanation:**

The City of Newark Finance Department will communicate to the Department of Economic and Housing Development to establish administrative internal control(s) and implement said control(s) to ensure all file(s) maintain the required supporting documentation and provide said documentation to the external auditor(s) during the audit process.

**Implementation Date:**

September 30, 2014

**Transportation Management Association/Metropolitan Organization**

**Finding/Condition #SA-2012-9:**

With regard to three (3) vendor files examined, we were either not provided with or were missing supporting documentation.

**Recommendation:**

That management should establish policies and procedures to ensure that Annual Reports are maintained.

**Corrective Action and Explanation:**

The City of Newark Finance Department will communicate to the Engineering Department / Traffic and Signals to establish administrative internal control(s) and implement said control(s) to ensure all file(s) maintain the required supporting documentation and provide said documentation to the external auditor(s) during the audit process.

**Implementation Date:**

September 30, 2014

**Urban Area Security Initiative (STATE NUMBER – 100-066-1005-008)**

**Finding/Condition #SA-2012-10:**

We were not able to verify that one (1) expenditure was reimbursed.

**Recommendation:**

That management should establish policies and procedures to ensure all documents are available for review.

**Corrective Action and Explanation:**

The City of Newark Finance Department will communicate to the Office of Emergency Management to establish accounting internal control(s) to ensure all expenditure(s) are submitted to the grantor(s) for reimbursement in accordance with the grant agreement(s) in a timely manner.

In addition the Finance Department Internal Audit Unit will make every effort to obtain the supporting documentation and provide said documentation to the external auditors.

**Implementation Date:**

September 30, 2014

**Urban Area Security Initiative (STATE NUMBER 100-066-1005-008)**

**Finding/Condition #SA-2012-11:**

Competitive bidding or another form of negotiations were not available for two of the files examined.

**Recommendation:**

That management should establish policies and procedures to ensure all documents are available for review.

**Corrective Action and Explanation:**

The City of Newark Finance Department will communicate to the Office of Emergency Management to establish administrative internal control(s) for all procurement transaction(s) in accordance with the grant agreement(s) and provide all supporting documentation to the external auditor(s) during the audit process.

In addition the Finance Department Internal Audit Unit will make every effort to obtain the supporting documentation and provide said documentation to the external auditors.

**Implementation Date:**

September 30, 2014

**Urban Area Security Initiative (STATE NUMBER 100-066-1005-008)**

**Finding/Condition #SA-2012-12:**

Equipment management records were not available for audit.

**Recommendation:**

That a physical inventory of equipment shall be taken and the results reconciled with the equipment records at least once every two (2) years. Any differences between quantities determined by the physical inspection and those shown in the accounting records shall be investigated to determine the cause of the difference. The recipient shall, in connection with the inventory, verify the existence, current utilization and continued need for the equipment.

**Corrective Action and Explanation:**

The City of Newark Finance Department will communicate to the Office of Emergency Management to provide the inventory report if available to Finance Department / Internal Audit Unit so the report can be submitted to the external auditors.

**Implementation Date:**

September 30, 2014

**Prior Year Findings**

**Justice Assistance Grant (16.804)**

**Finding/Condition #SA-2011-1:**

Our review of the Expenditure and Performance Reports remitted to various Federal and State Agencies revealed that although the reports were produced using the Budget Activity Report (BAR) to report expenditures, they were not the same BAR's used to prepare the City's financial statements.

**Status:**

Resolved

**Neighborhood Stabilization Program 11 (14.218)**

**Finding/Condition #SA-2011-2:**

Our review of the Expenditure and Performance Reports remitted to various Federal and State Agencies revealed that although the reports were produced using the Budget Activity Report (BAR) to report expenditures, they were not the same BAR's used to prepare the City's financial statements.

**Status:**

Resolved

**Housing Opportunity for People With AIDS (CFDA 14.241)**

**Finding/Condition #SA-2011-3:**

Monthly site monitoring reports were not provided for three (3) subrecipients selected.

**Status:**

Resolved

**Neighborhood Stabilization Program 11 (CFDA 14.218)**

**Finding/Condition #SA-2011-4:**

We were not provided with one audit report at the time of the audit. We were therefore unable to complete subrecipient testing for this project.

**Status:**

Resolved

**Justice Assistance Grant Recovery Act (CFDA 16.804)**

**Finding/Condition #SA-2011-5:**

The first quarter Financial Report (SF 425) was submitted late.

**Status:**

Resolved

**Homeless (CFDA 93.224)**

**Finding/Condition #SA-2011-6:**

The Annual Financial Report (SF 425) was submitted late.

**Status:**

Resolved

**Community Development Block Grant (CFDA 14.218)**

**Finding/Condition #SA-2011-7:**

Fiscal monitoring was not performed for eighteen (18) subrecipients examined. The programmatic monitoring was not performed for five (5) of the subrecipients and site monitoring reports were not provided for five (5) subrecipients.

**Status:**

Unresolved

**Community Development Block Grant (CFDA 14.218)**

**Finding/Condition #SA-2011-8:**

Final evaluation was not performed for eleven (11) subrecipients examined and one (1) audit report was not provided.

**Status:**

Unresolved

**Community Development Block Grant (CFDA 14.218)**

**Finding/Condition #SA-2011-9:**

We were unable to verify the Federal Cash Transaction Report (SF-272).

**Status:**

Resolved

**Community Development Block Grant (CFDA 14.218)**

**Finding/Condition #SA-2011-10:**

We were not provided with any quarterly reports, and therefore were unable to determine if the reports were filed timely, if at all

**Status:**

Resolved

**Workforce New Jersey**

**Finding/Condition #SA-2011-11:**

A random sample of eleven (11) participants were tested for eligibility. Out of those eleven (11) participant files, the Customer Training Agreement was not found in two (2) participant files. The Selective Service requirement was not verified for one (1) participant of our sample. One (1) participant file did not contain a copy of the participant's ID AND Acceptance to the Training Program in addition to the Customer Training Agreement Already stated above.

**Status:**

Resolved

**NJ Urban Enterprise Zone (STATE NUMBER 763-020-2830)**

**Finding/Condition #SA-2011-12:**

The report that included a list of the projects remaining, the status of the project and a projected timeline for the expenditure of funds was not provided as of December 31, 2011.

**Status:**

Resolved