TOWNSHIP OF OXFORD
COUNTY OF WARREN
STATE OF NEW JERSEY

REPORT OF AUDIT
DECEMBER 31, 2015

Ardito and Co., LLP

TOWNSHIP OF OXFORD

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PART I

REPORT ON EXAMINATION OF FINANCIAL STATEMENTS

DECEMBER 31, 2015

AUDITORS' REPORTS

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INDEPENDENT AUDITOR'S REPORT

The Honorable Mayor and
Members of the Township Committee
Township of Oxford
County of Warren, New Jersey
11 Green Street
Oxford, New Jersey 07863

Report on the Financial Statements

We have audited the accompanying financial statements-regulatory basis, which comprise the comparative balance sheets-regulatory basis of the various funds of the Township of Oxford, County of Warren, State of New Jersey (the "Township"), as of December 31, 2015 and 2014, and the related comparative statements of operations and changes in fund balance-regulatory basis for the years then ended, and the related statement of revenues-regulatory basis, and statement of expenditures-regulatory basis of the various funds, and the related notes to the financial statements for the year ended December 31, 2015, which collectively comprise the Township's basic financial statements listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles and practices prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey; this includes 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 of 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 Township's preparation and fair presentation of

-Continued-

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 Township'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 to the financial statements, the Township prepares its financial statements in accordance with regulatory basis accounting practices prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. The effects on the financial statements of the variances between the regulatory basis of accounting and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

We were unable to obtain suffient evidence to support the cost of the fixed assets of the general fixed assets account group, or fixed assets of the utility general capital account. As more fully described in Note 1, due to the length of time over which these fixed assets were acquired, it is not practical to determine their actual cost. We are, therefore, unable to express an opinion as to the general fixed asset account group and the utility general capital fixed assets at December 31, 2015 stated at $6,107,754 and $2,967,183 respectively, and $6,031,333 and $2,967,183 respectfully for 2014.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the Township's policy to prepare its financial statements on the basis of accounting discussed in the preceding paragraphs, the financial statements referred to above do not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position of the Township as of December 31, 2015 and 2014, or the results of its operations and changes in its fund balances for the years then ended.

Opinion on Regulatory Basis of Accounting

In our opinion, except for the effects of such adjustments, if any, as might have been determined to be necessary had the general fixed asset account group and utility fixed assets been audited, the financial statements-regulatory basis referred to above present fairly, in all material respects, the financial position-regulatory basis of the various funds of the Township, as of December 31, 2015 and 2014, and the results of operations and changes in fund balance-regulatory basis of such funds for the years then ended and the statement of revenues-regulatory basis and statement of expenditures-regulatory basis of the various funds for the years then ended, in accordance with accounting principals and practices as described in Note 1 to the financial statements.

Other Matters

Report on Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Township's basic financial statements-regulatory basis. The supplementary information listed in the table of contents is presented for purposes of additional analysis as required by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, and is not a required part of the basic financial statements-regulatory basis.

-Continued-

The supplementary information exhibits are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements-regulatory basis. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements-regulatory basis 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-regulatory basis, or to the basic financial statements-regulatory basis themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America.

In our opinion, the supplementary information is fairly stated in all material respects in relation to the basic financial statements-regulatory basis taken as a whole, on the basis of accounting described in Note 1 to the financial statements.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards* , we have also issued our report dated April 30, 2016, on our consideration of the Township's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, 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 the 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 Township's internal control over financial reporting and compliance.

ARDITO & CO., LLP

Ardito & Co., LLP

Frenchtown, New Jersey
April 30, 2016

Certified Public Accountant
Registered Municipal Accountant No.524
ARDITO & CO., LLP
Frenchtown, New Jersey
April 30, 2016

FINANCIAL STATEMENTS

CURRENT FUND
COMPARATIVE BALANCE SHEET

A
Sheet 1

ASSETS	REF.	BALANCE 12/31/15	BALANCE 12/31/14
Cash And Cash Equivalents:			
Cash - Treasurer	A-4	$ 1,350,323	$ 1,290,484
Subtotal		1,350,323	1,290,484
Receivables And Other Assets With Full Reserves:			
Delinquent Property Taxes Receivable	A-6	141,270	247,656
Tax Title Liens Receivable	A-7	803,450	913,403
Property Acquired for Taxes	A-8	1,495,400	1,141,400
Revenue Accounts Receivable	A-9	55,508	52,090
Amount Due to State of New Jersey for Marriage License Fees	A-21	66	-
Amount Due From Dog License Fund	B	2	3,204
Amount Due From Other Trust	B	3,846	3,900
Amount Due To Sewer Operating Fund	D	520	2,982
Subtotal		2,500,062	2,364,635
Deferred Charges:			
Special Emergency Authorizations	A-23	95,825	-
Federal And State Grant Fund:			
Amount Due From Current Fund	A	56,166	66,714
Federal/State Grants Receivable	A-17	37,266	12,887
Subtotal		93,432	79,601
TOTAL ASSETS		**$ 4,039,642**	**$ 3,734,720**

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

CURRENT FUND
COMPARATIVE BALANCE SHEET

A
Sheet 2

LIABILITIES, RESERVES AND FUND BALANCE	REF.	BALANCE 12/31/15	BALANCE 12/31/14
Liabilities:			
Appropriation Reserves	A-3:10	$ 192,528	$ 212,665
Encumbrances	A-11	-	8,517
Amount Due To Grants Fund	A	56,166	66,714
Amount Due To Other Trust	B	180,400	76,200
Amount Due To General Capital Fund	C	597,120	668,583
Taxes Collected In Advance	A-12	17,007	17,136
Tax Overpayments	A-13	12,316	2,053
Local District School Taxes Payable	A-15	91,337	3,454
Amount Due to State of New Jersey for Senior Citizens and Veterans Deductions	A-16	3,630	3,630
Reserve for Various	A-20	90,035	18,166
Amount Due to State of New Jersey for Marriage License Fees	A-21	-	75
Amount Due Outside Liens	A-22	9,946	6,402
Subtotal		1,250,485	1,083,595
Reserve For Receivables And Other Assets	A	2,500,062	2,364,635
Fund Balance	A-1	195,663	206,889
Subtotal		3,946,210	3,655,119
Federal And State Grant Fund:			
Reserve For State Grants - Appropriated	A-18	92,002	73,026
Reserve For State Grants - Unappropriated	A-19	1,430	6,575
Subtotal		93,432	79,601
TOTAL LIABILITIES, RESERVES AND FUND BALANCE		**$ 4,039,642**	**$ 3,734,720**

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

CURRENT FUND
COMPARATIVE STATEMENT OF OPERATIONS AND
CHANGE IN FUND BALANCE

A-1

REVENUE AND OTHER INCOME REALIZED	REF.	YEAR 2015	YEAR 2014
Fund Balance Utilized	A-2	$ 206,888	$ 233,000
Miscellaneous Revenue Anticipated	A-2	1,237,684	1,136,077
Receipts From Delinquent Taxes	A-2	160,970	150,121
Receipts From Current Taxes	A-2	5,920,687	5,598,895
Non-Budget Revenues	A-2	31,801	37,653
Other Credits To Income:			
Unexpended Balance of Appropriation Reserves	A-10	148,051	164,161
Interfunds Returned	A-4	5,083	6,916
TOTAL INCOME		7,711,164	7,326,823
EXPENDITURES			
Budget and Emergency Appropriations:			
Operations Within "Caps":			
Salaries and Wages	A-3	443,258	408,681
Other Expenses	A-3	1,376,343	1,268,691
Deferred Charges and Statutory Expenditures	A-3	67,914	79,447
Operations Excluded from "CAPS":			
Salaries and Wages	A-3	-	-
Other Expenses	A-3	37,195	19,830
Capital Improvements	A-3	165,000	60,000
Municipal Debt Service	A-3	135,952	137,810
Deferred Charges and Statutory Expenditures	A-3	7,937	8,087
County Taxes	A-14	1,348,992	1,439,372
Amount Due County For Added and Omitted Taxes	A-14	505	1,769
Local District School Taxes	A-15	4,027,875	3,722,108
Refund of Prior Year Revenue	A-4	356	3,480
Interfund Advances	A-4	-	11,887
TOTAL EXPENDITURES		7,611,327	7,161,162
Excess (Deficit) Revenue Over Expenditures		99,837	165,661
Adjustments to Income Before Fund Balance:			
Expenditures Included Above Which are by Statute Deferred Charges to Budget of Succeeding Year	A-3	95,825	-
Statutory Excess to Fund Balance		195,662	165,661
Fund Balance January 1	A	206,889	274,228
		402,551	439,889
Decreased by:			
Utilization as Anticipated Revenue	A-1	206,888	233,000
Fund Balance December 31	A	**$ 195,663**	**$ 206,889**

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

CURRENT FUND
STATEMENT OF REVENUES

A-2
Sheet 1

	REF.	ANTICIPATED BUDGET	ANTICIPATED N.J.S. 40A:4-87	REALIZED	EXCESS OR DEFICIT
Anticipated Surplus-Cash Surplus	A-1	$ 206,888		$ 206,888	
Miscellaneous Revenues					
LOCAL REVENUES:					
Alcoholic Beverages Licenses	A-9	3,700		4,448	$ 748
Municipal Court Fines and Costs	A-9	9,200		14,440	5,240
Interest and Costs On Taxes	A-5	28,000		26,747	(1,253)
Interest on Investments and Deposits	A-9	1,700		261	(1,439)
Trailer Park Fees	A-9	21,000		20,350	(650)
Host Community Benefits-Refuse Center	A-9	610,000		550,772	(59,228)
TOTAL LOCAL REVENUES		673,600		617,018	(56,582)
STATE AID REVENUES:					
Consolidated Municipal Property Tax Relief Aid	A-9	4,031		4,031	0
Energy Receipts Tax	A-9	174,467		174,467	0
TOTAL STATE AID REVENUES		178,498		178,498	-

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

CURRENT FUND
STATEMENT OF REVENUES

A-2
Sheet 2

	REF.	ANTICIPATED BUDGET	ANTICIPATED N.J.S. 40A:4-87	REALIZED	EXCESS OR DEFICIT
FEDERAL AND STATE GRANT REVENUES:					
Recycling Tonnage Grant	A-17	3,129		3,129	
Clean Communities Grant	A-17	5,340		5,340	
Municipal Alliance on Alcoholism and Drug Abuse	A-17	5,001		5,001	
Private Donations	A-17	5,000		5,000	
Alcohol Education and Rehabilitation Grant	A-17	25		25	
NJ DOT - Buckley Road	A-17		65,000	65,000	
Highlands Section 15 Grant	A-17		15,000	15,000	
Total Federal and State Grant Revenues		18,495	80,000	98,495	
Other Special Items:					
Cell Tower Rent	A-9	65,000		106,673	41,673
Sewer Utility Operating Surplas Anticipated	A-9	62,000		62,000	
Solid Waste Collection Fee	A-9	175,000		175,000	-
Total Special Items Of Revenues		**302,000**		**343,673**	**41,673**
TOTAL MISCELLANEOUS REVENUES	A-2	**1,172,593**	**80,000**	**1,237,684**	**(14,909)**
RECEIPTS FROM DELINQUENT TAXES	A-6:7	145,000		160,970	15,970
Amount To be Raised by Taxes For Support Of Municipal Budget:					
Local Tax For Municipal Purposes	A-2	835,827		795,801	(40,026)
Total General Revenues		**2,360,308**	**80,000**	**2,401,343**	**(38,965)**
Non-Budget Revenues:					
Other Non-Budget Revenues	A-2			31,801	31,801
		$ 2,360,308	**$ 80,000**	**$ 2,433,144**	**$ (7,164)**
		A-3			

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

CURRENT FUND
STATEMENT OF REVENUES

A-2
Sheet 3

	REF.	
ANALYSIS OF REALIZED REVENUES		
Allocation Of Current Tax Collections:		
Revenue from Collections		$ 5,898,937
State of New Jersey, Senior Citizens and Veterans Deductions		21,750
	A-1	5,920,687
Allocated To:		
School and County Taxes	A-14:16	5,427,372
Deficiency Supported by Municipal Revenues		493,315
Add (Decreased) by: Appropriation "Reserve For Uncollected Taxes"	A-3	302,486
Amount For Support Of Municipal Budget Appropriations	A-2	$ 795,801

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

CURRENT FUND
STATEMENT OF REVENUES

A-2
Sheet 4

ANALYSIS OF NON-BUDGET REVENUES	REF.		
Miscellaneous Revenue Not Anticipated:			
Treasurer:			
Subdivision Fees		$ 400	
Certified Copies		244	
Marriage Licenses		105	
Zoning Fees		200	
Sale of Land		5,512	
Cable TV Fees		7,515	
Site Plan			
Miscellaneous	A-4	5,642	$ 19,618
Collector:			
Miscellaneous	A-5	12,183	12,183
			$ 31,801

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

CURRENT FUND
STATEMENT OF EXPENDITURES

A-3
Sheet 1

OPERATIONS-Within "CAPS"	APPROPRIATION BUDGET	APPROPRIATION BUDGET AFTER MODIFICATION	EXPENDED PAID OR CHARGED	RESERVED	CANCELED
GENERAL GOVERNMENT FUNCTIONS:					
General Administration:					
Salaries and Wages:					
Governing Body	$ 13,318	$ 13,318	$ 12,698	$ 620	
Municipal Clerk	63,090	63,090	61,671	1,419	
Other Expenses:					
Computerization	10,000	10,000	9,682	318	
Miscellaneous Other Expenses	32,000	32,000	29,987	2,013	
Election:					
Other Expenses	5,000	5,000	-	5,000	
Financial Administration (Treasury):					
Salaries and Wages	22,126	22,126	21,503	623	
Other Expenses	6,500	6,500	4,105	2,395	
Audit Services:					
Other Expenses	15,000	15,000	14,426	574	
Revenue Administration (Tax Collection):					
Salaries and Wages	10,200	10,200	10,161	39	
Other Expenses	4,000	7,000	6,814	186	
Tax Assessment Administration:					
Salaries and Wages	16,784	16,784	16,364	420	
Other Expenses ***(Special Emergency - Reassessment/Revaluation - NJS 40A:4-53; $95,825)***	3,000	98,825	97,946	879	
Legal Services (Legal Dept.):					
Other Expenses	45,000	41,500	26,419	15,081	
Engineering Services:					
Other Expenses	50,000	50,000	45,391	4,609	

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

CURRENT FUND
STATEMENT OF EXPENDITURES

A-3
Sheet 2

OPERATIONS-Within "CAPS"	APPROPRIATION BUDGET	APPROPRIATION BUDGET AFTER MODIFICATION	EXPENDED PAID OR CHARGED	RESERVED	CANCELED
LAND USE ADMINISTRATION:					
Planning Board:					
Salaries and Wages	17,405	17,405	14,240	3,165	
Other Expenses:					
Legal Services	4,000	4,000	783	3,217	
Miscellaneous Other Expenses	3,000	3,000	2,778	222	
Public Defender:					
Salaries and Wages	1,561	1,561	600	961	
Zoning Costs:					
Salaries and Wages	3,626	3,626	3,592	34	
Other Expenses	100	100		100	
Municipal Court:					
Other Expenses	48,986	48,986	32,916	16,070	
INSURANCE:					
General Liability Insurance	42,000	42,000	39,519	2,481	
Workmens' Compensation Insurance	36,000	36,000	34,832	1,168	
Employee Group Insurance	122,855	122,855	111,282	11,573	
Unemployment Insurance	5,000	5,000	5,000		
PUBLIC SAFETY FUNCTIONS:					
Police:					
Salaries and Wages	9,364	9,364	9,364		
Other Expenses:					
Miscellaneous Other Expenses - Washington Twp. Services	569,277	569,277	568,934	343	
Aid to Volunteer Fire Companies	17,500	17,500	17,500		
Contribution to First Aid Organizations	17,500	17,500	17,500		
Office of Emergency Management:					
Salaries and Wages	1,769	1,769	1,761	8	
Other Expenses	100	100	84	16	

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

CURRENT FUND
STATEMENT OF EXPENDITURES

A-3
Sheet 3

OPERATIONS-Within "CAPS"	APPROPRIATION BUDGET	BUDGET AFTER MODIFICATION	EXPENDED PAID OR CHARGED	RESERVED	CANCELED
PUBLIC WORKS FUNCTIONS:					
Streets and Road Maintenance:					
Salaries and Wages	261,120	261,120	212,868	48,252	
Other Expenses	50,000	50,000	48,693	1,307	
Recycling Program:					
Salaries and Wages	832	832	523	309	
Buildings and Grounds:					
Salaries and Wages	4,162	4,162	2,347	1,815	
Other Expenses	40,000	40,000	38,738	1,262	
Vehicle Maintenance:					
Other Expenses	20,000	20,000	16,374	3,626	
HEALTH AND HUMAN SERVICES FUNCTIONS:					
Public Health Services (Board of Health):					
Salaries and Wages	520	520	-	520	
Other Expenses	100	100	-	100	
Animial Control:					
Salaries and Wages	2,081	2,081	2,081		
Other Expenses	2,100	2,100	202	1,898	
PARK AND RECREATION FUNCTIONS:					
Recreation Services:					
Salaries and Wages	15,300	15,300	-	15,300	
Other Expenses:					
Contribution - Oxford Youth Assoc.	3,000	3,000	-	3,000	
Contribution - Young at Heart Club	800	800	800		
Miscellaneous Other Expenses	5,000	5,000	-	5,000	

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

CURRENT FUND
STATEMENT OF EXPENDITURES

A-3
Sheet 4

OPERATIONS-Within "CAPS"	APPROPRIATION BUDGET	APPROPRIATION BUDGET AFTER MODIFICATION	EXPENDED PAID OR CHARGED	RESERVED	CANCELED
UTILITY EXPENSES AND BULK PURCHASES:					
Electricity and Street Lighting	52,000	52,000	39,007	12,993	
Telephone (excluding equipment acquisition)	6,000	6,500	5,938	562	
Natural Gas/Propane	12,500	12,500	5,113	7,387	
Gasoline/Diesel	18,000	18,000	11,630	6,370	
Fire Hyrdants	23,000	23,000	21,106	1,894	
Landfill/Solid Waste Disposal Costs	10,000	10,000	7,585	2,415	
MUNICIPAL COURT COSTS:					
Public Defender:					
Other Expenses	1,200	1,200	600	600	
Total Operations - Within "CAPS "	**1,723,776**	**1,819,601**	**1,631,457**	**188,144**	
Total Operations - Within "CAPS " including Contingent	**1,723,776**	**1,819,601**	**1,631,457**	**188,144**	
Detail:					
Salaries and Wages	443,258	443,258	369,773	73,485	
Other Expenses	1,280,518	1,376,343	1,261,684	114,659	
DEFERRED CHARGES AND STATUTORY EXPENDITURES Within "CAPS":					
Statutory Expenditures :					
Social Security System (O.A.S.I.)	33,000	33,000	29,356	3,644	
Contribution to:					
PERS	33,914	33,914	33,914		
Unemployment Compensation	1,000	1,000	260	740	
Total Deferred Charges and Statutory Expenditures-within "CAPS"	67,914	67,914	63,530	4,384	-
Total General Appropriations for Municipal Purposes Within "CAPS"	**1,791,690**	**1,887,515**	**1,694,987**	**192,528**	-

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

CURRENT FUND
STATEMENT OF EXPENDITURES

A-3
Sheet 5

	APPROPRIATION BUDGET	APPROPRIATION BUDGET AFTER MODIFICATION	EXPENDED PAID OR CHARGED	RESERVED	CANCELED
OPERATIONS-EXCLUDED from " CAPS"					
Aid to Library Aid	2,500	2,500	2,500		
Total Other Operations-Excluded from "CAPS"	2,500	2,500	2,500	-	
Public and Private Programs Offset by Revenues-:					
Excluded from "CAPS"					
Clean Communities Program:					
Other Expenses	5,340	5,340	5,340		
Warren County Department of Human Services (Municipal Alliance):					
Other Expenses	5,001	5,001	5,001		
Local Share	1,200	1,200	1,200		
Recycling Tonnage Grant Program:					
Other Expenses	3,129	3,129	3,129		
Alcohol Education Rehabilitation Fund Grant:					
Other Expenses	25	25	25		
Private Donations:					
Other Expenses	5,000	5,000	5,000		
Highlands Sec 15 Grant					
Other Expenses - Ch 159		15,000	15,000		
Total Public and Private Programs Offset by Revenues-Excluded from "CAPS"	19,695	34,695	34,695	-	
Total Operations-Excluded from "CAPS"	**22,195**	**37,195**	**37,195**	**-**	
Detail:					
Salaries and Wages					
Other Expenses	22,195	37,195	37,195	-	
Capital Improvements-Excluded from "CAPS":					
Capital Improvement Fund	100,000	100,000	100,000		
New Jersey Department of Transportation:					
Other Expenses Buckley Ave.- Ch 159		65,000	65,000		
Total Capital Improvements-Excluded from "CAPS"	100,000	165,000	165,000		

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

CURRENT FUND
STATEMENT OF EXPENDITURES

A-3
Sheet 6

	APPROPRIATION BUDGET	APPROPRIATION BUDGET AFTER MODIFICATION	EXPENDED PAID OR CHARGED	RESERVED	CANCELED
Municipal Debt Service-Excluded from "CAPS":					
Payment of Bond Principal	110,000	110,000	110,000		
Interest on Bonds	22,650	22,650	22,636		$ 14
Interest on Notes	3,350	3,350	3,316		34
Total Municipal Debt Service	136,000	136,000	135,952		48
Deferred Charges-Excluded from "CAPS":					
Deferred Charges to Futiure Taxtion - Unfunded:					
Speed Bump - Pequest Rd	1,797	1,797	1,797		
Lake Dock and Playground	3,340	3,340	3,340		
Property Acquisition	2,800	2,800	2,800		
Total Deferred Charges	7,937	7,937	7,937		
Total General Appropriations for Municipal Purposes Excluded from "CAPS"	**266,132**	**346,132**	**346,084**	**-**	**48**
Subtotal General Appropriations	2,057,822	2,233,647	2,041,071	192,528	48
Reserve For Uncollected Taxes	302,486	302,486	302,486		
TOTALS	**$2,360,308**	**$2,536,133**	**$2,343,557**	**$192,528**	**$48**
				A	A-1

Adopted Budget	A-2	$ 2,360,308
Appropriation 40A:4-87		80,000
Special Emergency Appropriation 40A:4-53		95,825
		$ 2,536,133

	REF.	
Reserve for State Grants	A-18	$ 99,695
Reserve for Reassessment	A-20	95,825
Capital Improvements	C-3	100,000
Deferred Charges	C	7,937
Reserve for Encumbrances	A-11	1,737,614
Reserve for Uncollected Taxes	A-2	302,486
		$ 2,343,557

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

TRUST FUND
COMPARATIVE BALANCE SHEET

B

ASSETS	REF.	BALANCE 12/31/15	BALANCE 12/31/14
Dog License Fund:			
Cash and Cash Equivalents	B-2	$ 67	$ 3,204
Total Dog License Fund		67	3,204
Other Trust Funds:			
Cash and Cash Equivalents	B-2	149,286	131,724
Amount Due from Current Fund	B-6	176,554	72,300
Total Other Trust Funds		325,840	204,024
TOTAL ASSETS		**$ 325,907**	**$ 207,228**

LIABILITIES, RESERVES AND FUND BALANCE			
Dog License Fund:			
Reserve for Dog Fund Expenditures	B-3	$ 65	$ -
Amount Due Current Fund	B-5	2	3,204
Total Dog License Fund		67	3,204
Other Trust Fund:			
Reserve for Tax Sale Premiums and Outside Liens	B-7	180,400	76,200
Reserve for Developer's Escrow Trust	B-8	39,392	38,788
Reserve for Payroll Trust	B-9	32,806	28,703
Reserve for Tot Lot Escrow	B-10	42,686	42,622
Reserve for COAH Deposits	B-11	1	1
Reserve for State Unemployment Insurance	B-12	11,772	6,757
Reserve for Lake Trust	B-13	18,783	10,953
Total Other Trust Fund		325,840	204,024
TOTAL LIABILITIES, RESERVES AND FUND BALANCE		**$ 325,907**	**$ 207,228**

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

GENERAL CAPITAL FUND
COMPARATIVE BALANCE SHEET

C

ASSETS	REF.	BALANCE 12/31/15	BALANCE 12/31/14
Cash and Cash Equivalents	C-2	$ 91	$ 91
Amount Due Current Fund	C-3	597,120	668,583
Deferred Charges to Future Taxation:			
Funded	C-4	1,012,000	1,122,000
Unfunded	C-5	501,674	509,611
TOTAL ASSETS		**$ 2,110,885**	**$ 2,300,285**

LIABILITIES, RESERVES AND FUND BALANCE			
Capital Improvement Fund	C-6	$ 88,480	$ 152,105
Bonds Payable	C-9	1,012,000	1,122,000
Bond Anticipation Notes	C-10	332,500	332,500
Improvement Authorizations:			
Funded	C-7	84,948	52,302
Unfunded	C-7	461,146	509,923
Various Reserves	C-8	131,434	131,434
Fund Balance	C-1	377	21
TOTAL LIABILITIES, RESERVES AND FUND BALANCE		**$ 2,110,885**	**$ 2,300,285**

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

GENERAL CAPITAL FUND
SCHEDULE OF FUND BALANCE

C-1

	REF.	
Balance December 31, 2014	C	$ 21
Increased by:		
Bond Anticipation Note Premium	C-3	356
Balance December 31, 2015	C	$ 377

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

SEWER UTILITY FUND
COMPARATIVE BALANCE SHEET

D

ASSETS	REF.	BALANCE 12/31/15	BALANCE 12/31/14
Operating Fund:			
Cash and Cash Equivalents	D-4	$ 737,775	$ 558,225
Receivables with Full Reserves:			
Consumer Accounts Receivable and Liens	D-6	241,416	288,840
Deferred Charge - Overexpended Appropriations	D-1:3	-	47,322
Total Operating Fund		979,191	894,387
Capital Fund:			
Fixed Capital	D-10	2,967,183	2,967,183
Fixed Capital-Authorized and Uncompleted	D-11	77,471	77,471
Amount Due from Sewer Operating Fund	D	348,009	348,009
Total Capital Fund		3,392,663	3,392,663
TOTAL ASSETS		**$ 4,371,854**	**$ 4,287,050**

LIABILITIES, RESERVES AND FUND BALANCE			
Operating Fund:			
Liabilities:			
Appropriation Reserves	D-3:7	$ 6,460	$ 3,380
Due Sewer Capital Fund	D	348,009	348,009
Accrued Interest on Bonds	D	9,029	9,029
Amount Due Current Fund	D-8	520	2,982
Prepaid User Charges	D-9	71,819	65,873
Sewer Rent Overpayments	D-5	1,891	1,015
Reserve for Receivables	D	241,416	288,840
Fund Balance	D-1	300,047	175,259
Total Operating Fund		979,191	894,387
Capital Fund:			
Loans Payable	D-11	436,974	489,450
Improvement Authorizations	D-12	44,084	44,084
Capital Improvement Fund	D	145,000	145,000
Reserve for Preliminary Plan Expenses	D	41,613	41,613
Reserve for Amortization	D	2,574,293	2,521,817
Reserve for Deferred Amortization	D	33,387	33,387
Reserve for Capital Improvements	D	117,312	117,312
Total Capital Fund		3,392,663	3,392,663
TOTAL LIABILITIES, RESERVES AND FUND BALANCE		**$ 4,371,854**	**$ 4,287,050**

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

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

D-1

REVENUE AND OTHER INCOME REALIZED	REF.	YEAR 12/31/15	YEAR 12/31/14
Operating Surplus	D-2	$ 24,000	-
Rents	D-2	1,341,019	$ 1,228,255
Miscellaneous	D-2	5,519	572
Other Credits to Income:			
Appropriations Lapsed	D-7	2,920	8,180
Total Income		**1,373,458**	**1,237,007**
EXPENDITURES			
Salary and Wages	D-3	20,000	20,000
Operating Expenses	D-3	1,016,000	990,754
Statutory Expenditures	D-3	2,100	2,100
Debt Service	D-3	77,247	78,717
Deferred Charges	D-3	109,323	110,814
Surplus-General Budget	D-3	-	-
Total Expenditures		**1,224,670**	**1,202,385**
Excess in Revenues		148,788	34,622
Adjustments to Income Before Fund Balance:			
Expenditures Included Above Which are by Statute Deferred Charges to Budget of Succeeding Year Emergency Appropriation	D-3	-	47,322
Statutory Excess to Fund Balance		148,788	81,944
Balance January 1	D	175,259	93,315
		324,047	175,259
Decreased by:			
Utilized as Anticipated Revenue		24,000	-
Balance December 31	D	**$ 300,047**	**$ 175,259**

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

SEWER UTILITY FUND
STATEMENT OF REVENUES

D-2

	ANTICIPATED BUDGET	REALIZED	EXCESS OR (DEFICIT)
Surplus Anticipated	$ 24,000	$ 24,000	
Rents	1,201,632	1,341,019	$ 139,387
Miscellaneous	571	5,519	4,948
Total Sewer Utility Revenue	$ 1,226,203	$ 1,370,538	$ 144,335
REF.	D-3	D-1	

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

SEWER UTILITY OPERATING FUND
STATEMENT OF EXPENDITURES

	APPROPRIATIONS		EXPENDED		
	BUDGET	BUDGET AFTER MODIFICATION	PAID OR CHARGED	RESERVED	CANCELED
Salary and Wages	$ 20,000	$ 20,000	$ 17,063	$ 2,937	
Other Expenses-Sewer Treatment	994,000	994,225	994,225		
Other Expenses	22,000	21,775	18,252	3,523	
Social Security	2,000	2,000	2,000	-	
Unemployment Compensation	100	100	100	-	
Debt Service:					
Bond Anticipation Note Principal	48,880	48,880	48,880		
Interest on Bond Anticipation Notes	29,900	29,900	28,367		$ 1,533
Surplus to Current Fund Budget	62,000	62,000	62,000		
Deferred Charges - Overexpenditures	47,323	47,323	47,323		
Total Sewer Utility Appropriations	$ 1,226,203	$ 1,226,203	$ 1,218,210	$ 6,460	$ 1,533
REF.	D-2			D	D-1

D-4	$ 1,151,249
D-8	19,638
Deferred Charges	47,323
	$ 1,218,210

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

PUBLIC ASSISTANCE FUND
COMPARATIVE BALANCE SHEET

E

ASSETS	REF.	BALANCE 12/31/15	BALANCE 12/31/14
Cash and Cash Equivalents	E-1	$ 6,172	$ 6,163
TOTAL ASSETS		**$ 6,172**	**$ 6,163**

LIABILITIES AND RESERVES

Reserve for Public Assistance	$ 6,172	$ 6,163
TOTAL LIABILITIES AND RESERVES	**$ 6,172**	**$ 6,163**

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

GENERAL FIXED ASSETS
STATEMENT OF GENERAL FIXED ASSETS
DECEMBER 31, 2015

F

	BALANCE 12/31/15	BALANCE 12/31/14
General Fixed Assets:		
Sites	$ 3,049,334	$ 3,049,334
Site Improvements	643,504	643,504
Building and Improvements	1,525,090	1,525,090
Machinery and Equipment	646,065	569,644
Construction in Progress	243,761	243,761
Total General Fixed Assets	**$ 6,107,754**	**$ 6,031,333**
Investment In General Fixed Assets	**$ 6,107,754**	**$ 6,031,333**

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

NOTES TO FINANCIAL STATEMENTS

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

GASB Statement No.14 established criteria to be used to determine which component units should be included in the financial statements of the oversight entity. The Division requires the financial statements of the Township to be reported separately.

The financial statements of the Township of Oxford include every board, body, officer or commission supported and maintained wholly or in part by funds appropriated by the Township, as The financial statements of the Township do not include the operations of the Board of Education.

B. Description of Funds

The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The GASB Codification establishes fund types to be used by governmental units when reporting financial position and results of operations in accordance with accounting principles generally accepted in the United States of America (GAAP).

The accounting policies of the Township of Oxford conform to the accounting principles applicable to municipalities which have been prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey. Such principles and practices are designed primarily for determining compliance with legal provisions and budgetary restrictions and as a means of reporting on the stewardship of public officials with respect to public funds. Under this method of accounting, the Township of Oxford accounts for its financial transactions through the following separate funds, which differ from the fund structure required by GAAP.

Current Fund

Resources and expenditures for governmental operations of a general nature, including State grants for operations.

Trust Funds

Records the receipts, disbursement and custodianship of monies in accordance with the purpose for which each account was established. The Animal Control Fund (Dog Fund) records the receipts and expenditures related to dog licensing. The Other Trust Fund includes various revenues and expenditures that can not be reasonably estimated for budgeting purposes. The State of New Jersey allows accounting treatment as a trust fund through an official approval process known as dedication by rider.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Description of Funds (Continued)

General Capital Fund

The receipts and disbursement of funds for the acquisition of general infrastructure and other capital facilities, other than those acquired in the Current Fund. General bonds and notes payable are recorded in this fund offset by deferred charges to future taxation.

Sewer Operating and Capital Fund

Account for the operations and acquisition of capital facilities of the municipality-owned Sewer Utility.

Public Assistance Fund

Receipt and disbursements of funds that provide assistance to certain residents of the Township pursuant to the provisions of Title 44 of New Jersey statutes.

General Fixed Assets Account Group

To account for all fixed assets of the Township. The Township's infrastructure is not reported in the group.

C. Basis of Accounting

The accounting principles and practices prescribed for municipalities by the State of New Jersey differ in certain respects from generally accepted accounting principles applicable to local government units. The more significant policies in New Jersey follow.

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

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

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Basis of Accounting (Continued)

Expenditures--are recorded on the "budgetary" basis of accounting. Generally expenditures are recorded when an amount is encumbered for goods or services through the issuance of a purchase order in conjunction with the Encumbrance Accounting System. Outstanding encumbrances at December 31, are reported as a cash liability in the financial statements and constitute part of the Township's statutory Appropriation Reserve balance. Appropriation reserves covering unexpended appropriation balances are automatically created at December 31st of each year and recorded as liabilities, except for amounts which may be cancelled by the governing body.

Appropriation reserves are available, until lapsed at the close of the succeeding year, to meet specific claims, commitments or contracts incurred during the preceding fiscal year. Lapsed appropriation reserves are recorded as income. Appropriations for principal payments on outstanding general capital and utility bonds and notes are provided on the cash basis; interest on general capital indebtedness is on the cash basis, whereas interest on utility indebtedness is on the accrual basis.

Property Tax Revenue--Real property taxes are assessed locally, based upon the assessed value of the property. The tax bill includes a levy for Municipal, County, and School purposes. The bills are mailed annually in June for that calendar year's levy. Taxes are payable in four quarterly installments on February 1, May 1, August 1 and November 1.

The amounts of the first and second installments are determined as one quarter of the total tax levied against the property for the preceding year. The installment due the third and fourth quarters is determined by taking the current year levy less the amount previously charged for the first and second installments, with the remainder being divided equally.

If unpaid on these dates, the amount due becomes delinquent and subject to interest at 8% per annum, or 18% on any delinquency amount in excess of $1,500. The school levy is turned over to the Board of Education as expenditures are incurred, and the balance, if any, must be transferred as of June 30, of each fiscal year. County taxes are paid to the County by the Township quarterly on February 15, May 15, August 15 and November 15.

When unpaid taxes or any municipal lien, or part thereof, on real property remains in arrears after the eleventh day of the eleventh month in the year in which they are due, the collector in the municipality shall, subject to provisions of the New Jersey Statutes, enforce the lien by placing the property on a tax sale. Annual in rem tax foreclosure proceedings are instituted to enforce the tax collection or acquisition of title to the property by the Township.

In accordance with the accounting Principles prescribed by the State of New Jersey, current and delinquent taxes are realized as revenue when collected. Since delinquent taxes and liens are fully reserved, no provision has been made to estimate that portion of the taxes receivable and tax title liens that are uncollectible. GAAP requires tax revenues to be recognized in the accounting period when they become susceptible to accrual, reduced by an allowance for doubtful accounts.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Basis of Accounting (Continued)

Deferred School Taxes--A portion of the school taxes collected at December 31 relating to the period January 1 to June 30 of the subsequent year have been included in fund balance. GAAP requires such revenue to be deferred and recognized in the accounting period when it becomes susceptible to accrual.

Foreclosed Property--Foreclosed property is recorded in the Current Fund at the assessed valuation when such property was acquired and is fully reserved.

Interfunds--Interfund receivables in the Current Fund are recorded with offsetting reserves which are created by charges to operations. Income is recognized in the year the receivables are liquidated. Interfund receivables in the other funds are not offset by reserves.

Inventories of Supplies--The cost of inventories of supplies for all funds are recorded as expenditures at the time individual items are purchased. The cost of inventories are not included on the various balance sheets.

General Fixed Assets--In accordance with Technical Accounting Directive No. 85-2, Accounting for Governmental Fixed Assets, as promulgated by the Division of Local Government Services, which differs in certain respects from generally accepted accounting principles, the municipality develops a fixed asset accounting and reporting system.

Fixed assets used in governmental operations (general fixed assets) are accounted for in the General Fixed Assets Account Group. Public domain ("infrastructure") general fixed assets consisting of certain improvements other than buildings, such as roads, bridges, curbs and gutters, streets and sidewalks and drainage systems are not capitalized.

All fixed assets are valued at historical cost or estimated historical cost if actual historical cost is not available except for land which is valued at estimated market value.

No depreciation is to be provided for in the financial statements. Expenditures for construction in progress are recorded in the Capital Funds until such time as the construction is completed and put into operation.

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

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

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Basis of Accounting (Continued)

Budget and Budgetary Procedures--The foundation of the New Jersey local finance system is the annual cash basis budget required under the Local Budget Law (N.J.S.A.40A:4-1, et seq.). Every local unit must adopt a budget in the form required by the Division of Local Government Services, Department of Community Affairs, State of New Jersey (the "Division"). Certain items of revenue and appropriation are regulated by law and the proposed budget must be certified by the Director of the Division ("Director") prior to final adoption. The normal budget calendar begins early in the fiscal year with introduction, public advertisement and after state approval, budget adoption. The cash basis for revenues and budgetary basis for expenditures is the budget basis of accounting.

The Township is not required to adopt budgets for the following funds:

General Capital Fund
Public Assistance Fund
Trust Fund

The governing body shall introduce and approve the annual budget not later than February 10, of the fiscal year. The budget shall be adopted not later than March 20, and prior to adoption, must be certified by the Division of Local Government Services, Department of Community Affairs, State of New Jersey. The Director of the Division of Local Government Services, with the approval of the Local Finance Board, may extend the introduction and approval and adoption dates of the municipal budget.

The budget is prepared by fund, function, activity and line item (salary or other expense) and includes information on the previous year. The legal level of control for appropriations is exercised at the individual line item level for all operating budgets adopted. Emergency appropriations, those made after the adoption of the budget and determination of the tax rate, may be authorized by the governing body of the municipality.

During the last two months of the fiscal year, the governing body may, by a 2/3 vote, amend the budget through line item transfers. Management has no authority to amend the budget without the approval of the Government Body. Expenditures may not legally exceed budgeted appropriations at the line item level.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Basis of Accounting (Continued)

Expenditures--Are recorded on the "budgetary" basis of accounting. Generally, expenditures are recorded when an amount is encumbered for goods or services through the issuance of a purchase order in conjunction with an encumbrance accounting system. Outstanding encumbrances at December 31, are reported as a cash liability in the financial statements. Unexpended or uncommitted appropriations at December 31, are reported as expenditures through the establishment of appropriations reserves unless cancelled by the governing body. GAAP requires expenditures to be recognized in the accounting period in which the fund liability is incurred, if measurable, except for unmatured interest on general long-term debt, which should be recognized when due.

Tax Appeals and Other Contingent Losses--Losses which arise from tax appeals and other contingent losses are recognized at the time an unfavorable decision is rendered by an administrative or judicial body.

Deferred Charges to Future Taxation Funded and Unfunded--Upon the authorization of capital projects, the Township establishes deferred charges for the costs of the capital projects to be raised by future taxation. Funded deferred charges relate to permanent debt issued, whereas unfunded deferred charges relate to temporary or non-funding of the authorized cost of capital projects. According to N.J.S.A.40A:2-4, the Township may levy taxes on all taxable property within the local unit to repay the debt. Annually, the Township raises the debt requirements for that particular year in the current budget. As the funds are raised by taxation, the deferred charges are reduced.

Comparative Data - Comparative data for the prior year has been presented in the accompanying balance sheets and statements of operations in order to provide an understanding of changes in the municipality's financial position and operations. However, comparative data have not been presented in all statements because their inclusion would make certain statements unduly complex and difficult to understand.

Use of Estimates--The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions. This will affect the reported amounts of assets and liabilities, disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reported period. Actual results could differ from these estimates.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Basis of Accounting (Continued)

Departures from Generally Accepted Accounting Principles--The accounting principles and practices followed by the Township differ generally accepted accounting principles applicable to local government units. The more significant differences are as follows:

- Taxes and other receivables are fully reserved.
- Interfund receivables in the Current Fund are fully reserved.
- Unexpended and uncommitted appropriations are reflected as expenditures.
- Overexpended appropriations and emergency appropriations are deferred to the succeeding years' operations.
- Undetermined contributions to state-administered pension plans applicable to the six months ended December 31 are not accrued.
- Estimated losses arising from tax appeals and other contingencies are not recorded when it is probable that a loss has been incurred and the amount of such loss can be reasonably estimated.

It was not practicable to determine the effect of such difference.

Statutory-Basis Financial Statements--The GASB Codification also defines the financial statements of a governmental unit to be presented to be in accordance with GAAP. The Township presents the financial statements listed in the table of contents which are required by the Division and which differ from the financial statements required by GAAP. In addition, the Division requires the financial statements listed in the table of contents to be referenced to the supplementary schedules. This practice differs from GAAP.

Note 2: CASH AND CASH EQUIVALENTS

Deposits:

New Jersey statutes require that municipalities deposit public funds in public depositories located in New Jersey, which are insured by the Federal Deposit Insurance Corporation, the Federal Savings and Loan Insurance Corporation, or by any other agency of the United States that insures deposits made in public depositories. Municipalities are also permitted to deposit public funds in the State of New Jersey Cash Management Fund.

Note 2: CASH AND CASH EQUIVALENTS (Continued)

New Jersey statutes require public depositories to maintain collateral for deposits of public funds that exceed depository insurance limits as follows:

> The market value of the collateral must equal at least 5% of the average daily balance of collected public funds on deposit.

In addition to the above collateral requirement, if the public funds deposited exceed 75% of the capital funds of the depository, the depository must provide collateral having a market value at least equal to 100% of the amount exceeding 75%.

All collateral must be deposited with the Federal Reserve Bank of New York, the Federal Reserve Bank of Philadelphia, the Federal Home Loan Bank of New York, or a banking institution that is a member of the Federal Reserve System and has capital funds of not less than $25,000,000.

Pursuant to GASB Statement No. 40, "Deposit and Investment Risk Disclosures" ("GASB 40"), the municipality's accounts are profiled in order to determine exposure, if any, to Custodial Credit Risk (risk that in the event of failure of the counterparty the municipality would not be able to recover the value of its deposits or investment). Deposits are considered to be exposed to Custodial Credit Risk if they are: uncollarteralized or collateralized with securities held by the financial institution's trust department or agent but not in the government's name. At December 31, 2015, all of the municipality's deposits were collateralized by securities held in its name and, accordingly, not exposed to custodial credit risk. The municipality does not have a policy for custodial credit risk.

As of December 31, 2015, cash and cash equivalents of the municipality consisted of the following:

	Cash and Cash Equivalents	Total
Checking	$ 2,243,714	$2,243,714

The carrying amount of the municipality's cash and cash equivalents at December 31, 2015, was $2,243,714 and the bank balance was $2,213,307. All bank balances were covered by federal depository insurance and/or covered by a collateral pool maintained by the banks as required by New Jersey statutes. Of these bank balances, $250,000 was covered by federal depository insurances and $1,963,307 was covered by collateral pool.

Note 3: LONG-TERM DEBT

The Local Bond Law governs the issuance of bonds and notes to finance general municipal expenditures. All bonds issued by the Township are general obligation bonds, backed by the full faith and credit of the Township. Bond anticipation notes, which are issued by temporarily finance capital projects, must be paid off within ten years or retired by issuance of bonds.

The Township debt is summarized as follows:

	Beginning Balance	Issued	Paid	Ending Balance
Long Term Debt:				
Bonds Payable	$ 1,122,000		$ 110,000	$ 1,012,000
Sanitary Sewer System Loan	489,450		52,476	436,974
Compensated absences payable	None			None
Total Long-Term Debt	$ 1,611,450	-	$ 162,476	$ 1,448,974

Summary of Municipal Debt

	YEAR 2015	YEAR 2014	YEAR 2013
Issued			
General:			
Bonds and Notes	$ 1,344,500	$ 1,454,500	$ 1,235,000
Sewer Utility:			
Bonds and Notes	436,974	489,450	535,412
Total Deductions			
Net Debt Issued	1,781,474	1,943,950	1,770,412
Authorized But Not Issued			
General:			
Bonds and Notes	169,174	177,111	517,698
Sewer Utility:			
Bonds and Notes	NONE	NONE	NONE
Total Authorized But Not Issued	169,174	177,111	517,698
Net Bonds and Notes Issued and Authorized But Not Issued	$ 1,950,648	$ 2,121,061	$ 2,288,110

Note 3: LONG-TERM DEBT (Continued)

Summary of Statutory Debt Condition - Annual Debt Statement

The summarized statement of debt condition which follows is prepared in accordance with the required method of setting up the Annual Debt Statement and indicates a statutory net debt of 0.842%.

	Gross Debt	Deductions	Net Debt
School Debt	$ 4,305,000	$ 4,305,000	
Sewer Debt	436,974	436,974	-
General Debt	1,513,674	-	$ 1,513,674
	$ 6,255,648	$ 4,741,974	$ 1,513,674

Net Debt $ 1,513,674 Divided by Equalized Valuation Basis per N.J.S.A. 40A:2-2 as amended, $ 179,740,499 equals 0.842%

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

3 1/2% of Equalized Valuation Basis (Municipal)	$ 6,290,917
Net Debt	1,513,674
Remaining Borrowing Power	$ 4,777,243

Schedule of Annual Debt Service for Principal and Interest for Bonded Debt Issued and Outstanding

Calendar	General Fund		Sewer Utility Fund	
Year	Principal	Interest	Principal	Interest
2016	$ 125,000	$ 20,437	$ 29,003	$ 8,885
2017	135,000	17,936	29,593	8,295
2018	145,000	15,236	30,236	7,652
2019	145,000	12,337	30,809	7,079
2020	150,000	9,436	31,471	6,417
2020-2023	312,000	9,772	285,862	27,425
	$ 1,012,000	$ 85,154	$ 436,974	$ 65,753

Note 3: LONG-TERM DEBT (Continued)

Bonded Debt Issued and Outstanding

General Obligation Bonds-For the purpose of real property acquisitions and various capital improvements, dated September 13, 2012, issued in the original amount of $1,297,000. This bond is payable in annual installments ranging from $95,000 to $157,000 through September 1, 2022. Interest is calculated at 2.0%-2.125%, and is included with the semi-annual installments. This method of calculating interest is in conformity with New Jersey Statutes. The remaining balance as of December 31, 2015, was $1,012,000. Outstanding loan principal and interest is paid from the Current Fund of the Township.

Contruction of Sanitary Sewer System Loan - On May 29,2015, the municipality and Fulton Bank of New Jersey agreed on a restated unsecured loan, originally dated May 15,1997 in the amount of $465,399. The loan originally had an interest rate of 6.25%, which was restated to 4.0% with bi-annual principal installments ranging from $28,425 to $10,182, which began October 1, 2015 and continue through October 1, 2022. The Principal Balance of the loan as of December 31, 2015 is $436,974.

Bond Anticipation Notes

The Township has outstanding at December 31, 2015, a bond anticipation note in the amount of $332,500 payable to Janney Montgomery Scott LLC. This note matures on June 28, 2016. The interest rate on the note was 1.00%. Principal and interest on these notes are paid from the current fund budget of the Township.

	Debt Outstanding
Total Bonded and Loan Debt Issued	$1,781,474

As of December 31, 2015, there were $169,174 in bonds and notes authorized, not issued.

Note 4: GENERAL FIXED ASSETS - (Unaudited)

The following is a summary of changes in the general fixed assets:

	Balance 1/1/15	Additions	Adjustments/ Deletions	Balance 12/31/15
Sites	$ 3,049,334			$ 3,049,334
Site Improvements	643,504			643,504
Building and Improvements	1,525,090			1,525,090
Machinery and Equipment	569,644	$ 76,421		646,065
Construction in Progress	243,761			243,761
	$ 6,031,333	$ 76,421	-	$ 6,107,754

See Independent Auditor's Report on pages 2-4.

Note 5: FUND BALANCES APPROPRIATED

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

	Introduced Budget
Current Fund	$99,838
Sewer Utility Fund	None

Note 6: DEFERRED CHARGES TO BE RAISED IN SUCCEEDING BUDGETS

Certain expenditures are required to be deferred to budgets of succeeding years. At December 31, 2015, the following deferred charges are required to be raised in succeeding budgets.

	Balance 12/31/14	Raised in 2015 Budget	Resulting from 2015 Operations	Balance 12/31/15
Current Fund - Special Emergencies	-	-	$ 95,825	$ 95,825
Sewer Fund - Overexpenditures	$ 47,323	$ 47,323	-	-
	$ 47,323	$ 47,323	$ 95,825	$ 95,825

Special Emergency Deferred Charges will be raised in subsequent budgets over a five year period. The appropriations in the 2016 Budget are not less than that required by statute.

Note 7: SCHOOL TAXES

Local District Tax has been raised and liabilities deferred by statute (under provisions of C.63, P.L.1991, as amended), resulting in the school taxes payable set forth in the Current Fund liabilities as follows:

	TOTAL DEFERRED TAX 12/31/15	LOCAL DISTRICT SCHOOL TAX BALANCE 12/31/15	LOCAL DISTRICT SCHOOL TAX BALANCE 12/31/14
Balance of Tax		$ 1,986,273	$ 1,848,390
Deferred		1,894,936	1,844,936
Tax Payable		$ 91,337	$ 3,454
Tax Deferred	$ 1,894,936		

Note 8: PENSION PLANS

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

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

Vesting and Benefit Provisions -The vesting and benefit provisions are set by N.J.S.A. 43:15A. PERS provides retirement, death and disability benefits. All benefits vest after ten years of service, except for medical benefits, which vest after 25 years of service or under the disability provisions of PERS.

The following represents the membership tiers for PERS:

Tier	Definition
1	Members who were enrolled prior to July 1,2007
2	Members who were eligible to enroll on or after July 1, 2007 and prior to November 2, 2008
3	Members who were eligible to enroll on or after November 2, 2008 and prior to May 22, 2010
4	Members who were eligible to enroll on or after May 22, 2010 and prior to June 28, 2011
5	Members who were eligible to enroll on or after June 28, 2011

Service retirement benefits of l/55th of final average salary for each year of service credit is available to tiers 1 and 2 members upon reaching age 60 and to tier 3 members upon reaching age 62. Service retirement benefits of 1 /60th of final average salary for each year of service credit is available to tier 4 members upon reaching age 62 and tier 5 members upon reaching age 65. Early retirement benefits are available to tiers 1 and 2 members before reaching age 60, tiers 3 and 4 before age 62 with 25 or more years of service credit and tier 5 with 30 or more years of service credit before age 65. Benefits are reduced by a fraction of a percent for each month that a member retires prior to the age at which a member can receive full early retirement benefits in accordance with their respective tier. Tier 1 members can receive an unreduced benefit from age 55 to age 60 if they have at least 25 years of service. Deferred retirement is available to members who have at least 10 years of service credit and have not reached the service retirement age for the respective tier.

Note 8: PENSION PLANS - (Continued)

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

Contribution Requirements - The contribution policy is set by N.J.S.A. 43:15A, Chapter 62, P.L. of 1994, Chapter 115, P.L. of 1997 (PERS) requires contributions by active members and contributing employers. Plan member and employer contributions may be amended by State of New Jersey legislation. PERS provides for employee contributions of 6.5% of employees' annual compensation, as defined. Employers are required to contribute at an actuarially determined rate in the PERS. The current PERS rate is 6.5% of covered payroll.

Summary of Significant Accounting Policies - New Jersey's municipalities and counties do not follow GAAP accounting principles and, as such, do not follow GASB requirements with respect to recording the net pension liability or related deferred outflows or inflows of resources on their balance sheets, or related plan pension expense. However, N.J.A.C. 5:30-6.1(c)(2) requires municipalities and counties to disclose GASB 68 information in the Notes to the Financial Statements. Accordingly, the municipality's portion of the net pension liability, related outflows and inflows of resources, and pension expense are for disclosure purposes only and do not effect the municipality's regulatory basis fund balance, statement of revenues and expenditures, or operations. For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense as required by GASB No. 68, information about the fiduciary net position of the PERS and additions to/deductions from PERS fiduciary net position have been determined on the same basis as they are reported by PERS.

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

At June 30, 2015, the municipality disclosed a liability of $770,226 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2014, and the total pension liability to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2013, which was rolled forward to June 30, 2014. The total pension liability for the June 30, 2013 measurement date was determined by an actuarial valuation as of July 1, 2013. The municipality's proportion of the net pension liability is based on the ratio of the contributions as an individual employer to total contributions to the PERS during the years ended June 30, 2014 and 2013. At June 30, 2014, the municipality's proportion was 0.00411% which was a decrease of 0.000095 from its proportion measured as of June 30, 2013.

For the year ended June 30, 2015, the municipality's portion of the plan's pension expense was $11,544. At June 30, 2015, deferred outflows of resources and deferred inflows of resources for PERS relating to the municipality's proportionate share are from the following sources:

Note 8: PENSION PLANS (Continued)

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	-	-
Changes of assumptions	$ 24,220	
Net difference between projected and actual earnings on pension plan investments		$ 45,901
Changes in proportion and differences between municipality contributions and proportionate share of contributions	-	152,619
municipality contributions subsequent to the measurement date	33,914	
Total	$ 58,134	$ 198,520

$33,914 disclosed as deferred outflows of resources related to pensions resulting from municipality contributions subsequent to the measurement date (i.e. Contributions for calendar year 2015 were made after the the plan measurement date of June 30, 2014) will be shown as a reduction of the net pension liability measured as of June 30, 2015. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense of the plan as follows:

	Year Ended June 30:
2015	($56,460)
2016	($56,460)
2017	($56,460)
2018	($56,460)
2019	$35,792
Thereafter	$15,749
Total	($174,300)

	6/30/2013	6/30/2014
Collective deferred outflows of resources	-	$952,194,675
Collective deferred inflows of resources	-	1,479,224,662
Collective net pension liability (Non State - Local Group)	$19,111,986,911	$18,722,735,003
municipality's proportionate share of net pension liability	$966,913	$770,226
municipality's proportion %	0.00505920%	0.00411385%

Note 8: PENSION PLANS (Continued)

Actuarial assumptions . The total pension liability in the July 1, 2013 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation:	3.01%
Salary Increases:	
2012-2021	2.15%-4.40% based on age
Therafter	3.15%-5.40% based on age
Investment Rate of Return:	7.90%

Mortality rates were based on the RP-2000 Combined Healthy Male and Female Mortality Tables (setback 1 year for females) with adjustments for mortality improvements from the base year of 2012 Based on Projection Scale AA.

The actuarial assumptions used in the July 1, 2013 valuation were based on the results of an actuarial experience study for the period July 1, 2008 to June 30, 2011.

Long-Term Expected Rate of Return - In accordance with State statute, the long-term expected rate of return on plan investments is determined by the State Treasurer, after consultation with the Directors of the Division of Investments and Division of Pensions and Benefits, the board of trustees and the actuaries. Best estimates of arithmetic real rates of return for each major asset class included in PERS's target asset allocation as of June 30, 2014 are summarized in the following table:

Asset Class	***Target Allocation***	***Long-Term Expected Real Rate of Return***
Cash	6.00%	0.80%
Core Bonds	1.00%	2.49%
Intermediate-Term Bonds	11.20%	2.26%
Mortgages	2.50%	2.17%
High Yield Bonds	5.50%	4.82%
Inflation-Indexed Bonds	2.50%	3.51%
Broad US Equities	25.90%	8.22%
Developed Foreign Equities	12.70%	8.12%
Emerging Market Equities	6.50%	9.91%
Private Equity	8.25%	13.02%
Return	12.25%	4.92%
Real Estate (Property)	3.20%	5.80%
Commodities	2.50%	5.35%

Note 8: PENSION PLANS (Continued)

Discount rate. The discount rate used to measure the total pension liability was 5.39% and 5.55% as of June 30, 2014 and 2013, respectively. This single blended discount rate was based on the long-term expected rate of return on pension plan investments of 7.9%, and a municipal bond rate of 4.29% and 4.63% as of June 30, 2014 and 2013, respectively, based on the Bond Buyer Go 20-Bond Municipal Bond Index which includes tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers will be made based on the average of the last five years of contributions made in relation to the last five years of recommended contributions.

Based on those assumptions, the plan's fiduciary net position was projected to be available to make projected future benefit payments of current plan members through 2033. Therefore, the long-term expected rate of return on plan investments was applied to projected benefit payments through 2033, and the municipal bond rate was applied to projected benefit payments after that date in determining the total pension liability.

Sensitivity of the municipality's proportionate share of the net pension liability to changes in the discount rate. The following presents the municipality's proportionate share of the net pension liability measured as of June 30, 2014, calculated using the discount rate of 5.39%, as well as what the municipality's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (4.39%) or 1-percentage-point higher (6.39%) than the current rate:

	1% Decrease (4.39%)	Current Discount Rate (5.39%)	1% Increase (6.39%)
Municipality's proportionate share of the net pension liability	$ 968,971	$770,226	$ 603,331

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

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

Note 8: PENSION PLANS (Continued)

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

Significant Legislation - Chapter 78, P.L. 2011, effective June 28, 2011 made various changes to the manner in which the Public Employees' Retirement System (PERS) and the Police and Firemen's Retirement System (PFRS) operate and to the benefit provisions of those systems.

Chapter 78's provisions impacting employee pension and health benefits include:

□ New members of the PERS hired on or after June 28, 2011 (Tier 5 members) will need 30 years of creditable service and age 65 for receipt of the early retirement benefit without a reduction of ¼ of 1% for each month that the member is under age 65. □ The eligibility age to qualify for a service retirement in the PERS is increased from age 63 to 65 for Tier 5 members. □ The annual benefit under special retirement for new PFRS members enrolled after June 28, 2011 (Tier 3 members), will be 60% instead of 65% of the member's final compensation plus 1% for each year of creditable service over 25 years but not to exceed 30 years. □ Increases in active member contribution rates. PERS active member rates increase from 5.5% of annual compensation to 6.5% plus an additional 1% phased-in over 7 years; PFRS active member rate increase from 8.5% to 10%. For fiscal year 2012, the member contribution rates increased in October 2011. The phase-in of the additional incremental member contribution rates for PES members will take place in July of each subsequent fiscal year.

□ The payment of automatic cost-of-living adjustment (COLA) additional increases to current and future retirees and beneficiaries is suspended until reactivated as permitted by this law. □ New employee contribution requirements towards the cost of employer-provided health benefit coverage. Employees are required to contribute a certain percentage of the cost of coverage. The rate of contribution is determined based on the employee's annual salary and the selected level of coverage. The increased employee contributions will be phased in over a 4-year period for those employed prior to Chapter 78'sceffective date with a minimum contribution required to becat least 1.5% of salary. □ In addition, this new legislation changes the method for amortizing the pension systems' unfunded accrued liability (from a level percent of pay method to a level dollar of pay).

Three-Year Trend Information for PERS

Year Funding	Annual Pension Contribution	Percentage of Contribution Paid
2015	$33,914	100%
2014	$38,120	100%
2013	$42,277	100%

Note 9: POST-RETIREMENT BENEFITS

P.L. 1987, c. 384 and P.L. 1990, c.6 required Teachers' Pensions and Annuity Fund (TPAF) and the Public Employees' Retirement System (PERS), respectively, to fund post-retirement medical benefits for those state employees who retire after accumulating 25 years of credited service or on a disability retirement. P.L. 2007, c.103 amended the law to eliminate the funding of post-retirement medical benefits through the TPAF and PERS. It created separate funds outside of the pension plans for the funding and payment of post-retirement medical benefits for retired state employees and retired educational employees. As of June 30, 2014, there were 103,432 retirees receiving post-retirement medical benefits, and the State contributed $1.04 billion on their behalf. The cost of these benefits is funded through contributions by the State in accordance with P.L. 1994, c.62. Funding of post-retirement medical benefits changed from a pre-funding basis to a pay-as-you-go basis beginning in Fiscal Year 1994.

The State is also responsible for the cost attributable to P.L. 1992, c.126, which provides employer paid health benefits to members of PERS and the Alternate Benefit Program who retired from a board of education or county college with 25 years of service. The State paid $165.8 million toward Chapter 126 benefits for 18,122 eligible retired members in Fiscal Year 2014.

GASB Statement #45 requires certain disclosures relating to governmental entities obligations for other post-employment benefits (OPEB), which are post-employment benefits other than pensions. The Municipality does not provide post-employment benefits other than pension. Healthcare provided to eligible PERS retirees through the NJ State Health Benefits Program are paid by the the State of New Jersey and as such, no municipal OPEB liability exists.

Note 10: ACCRUED SICK AND VACATION BENEFITS

As discussed in Note 1 and in accordance with accounting principles prescribed by the State of New Jersey, the cash basis of accounting is followed for recording the liability related to unused sick pay.

The Township has permitted employees to accrue unused vacation and sick pay, at a rate of eight days per calander year, which may be taken as time off, but must be used during the current year or they are lost. Such compensation would be included in the Township's budget operating expenditures in the year it is used.

Note 11: CONTINGENT LIABILITIES

GRANT PROGRAMS

The Township participated in a number of state assisted grant programs administered at the state level. These programs, exclusive of the single audit concept, can be subject to program compliance audits by the grantors or their representatives. Accordingly, the Township's compliance with certain applicable grant requirements will be established at some future date. The amount, if any, of expenditures which may be disallowed by the granting agencies cannot be determined at this time although the Township expects such amounts, if any, to be immaterial.

LITIGATION

We are advised by Township Counsel, that the Township is not involved in any suits that would have a material impact on the Financial Statements.

Note 12: OTHER REQUIRED DISCLOSURES

Individual fund interfund receivable and payable balances. All interfund receivable and payable balances outstanding at the beginning of the fiscal period were fully liquidated during the fiscal period, with the following exceptions outstanding at December 31, 2015:

FUND	DUE FROM OTHER FUNDS	DUE TO OTHER FUNDS
Current Fund	$ 4,368	$ 833,686
Federal/State Grants Fund	56,166	-
Animal Control Fund	-	2
Other Trust Funds	176,554	-
General Capital Fund	597,120	-
Sewer Operating Fund		348,529
Sewer Capital Fund	348,009	-
	$ 1,182,217	$ 1,182,217

The general capital fund and the sewer capital fund do not maintain cash balances and instead utilize the current fund cash account for their respective activities. This township policy creates long term interfund balances that may not be liquidated in the current period due to the nature of capital projects which may span multiple years.

Note 13: RISK FINANCING

The Township is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; and natural disasters. These risks are covered by commercial insurance purchased from independent third parties. Settled claims from these risks have not exceeded commercial insurance coverage. There were no significant reductions in insurance coverage from coverage in the prior year.

Note 14: OTHER POST-RETIREMENT BENEFITS

Plan Description. The Oxford Township contributes to the State Health Benefits Program (SHBP), a cost-sharing, multiple-employer defined benefit post-employment healthcare plan administered by the State of New Jersey Division of Pensions and Benefits. SHBP was established in 1961 under N.J.S.A. 52:14-17.25 et seq., to provide health benefits to State employees, retirees, and their dependents. Rules governing the operation and administration of the program are found in Title 17, Chapter 9 of the New Jersey Administrative Code. SHBP provides medical, prescription drugs, mental health/substance abuse, and Medicare Part B reimbursement to retirees and their covered dependents.

The SHBP was extended to employees, retirees, and dependents of participating local public employers in 1964. Local employers must adopt a resolution to participate in the SHBP. Oxford Township authorized participation in the SHPB's post-retirement benefit program through resolution.

The State Health Benefits Commission is the executive body established by statute to be responsible for the operation of the SHBP. The State of New Jersey Division of Pensions and Benefits issues a publicly available financial report that includes financial statements and required supplementary information for the SHBP. That report may be obtained by writing to: State of New Jersey Division of Pensions and Benefits, P.O. Box 295, Trenton, NJ 08625-0295 or by visiting their website at http://www.state.nj.us/treasury/pensions/audit-rpts-2014/shbp-13.pdf

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

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

The Oxford Township contributions to SHBP for the years ended December 31, 2015, 2014, and 2013, were $18.276, $17,223 and $16,980 respectively, which equaled the required contributions for each year. There were approximately two retired participants eligible at December 31, 2015, 2014, and 2013.

PART I I
SUPPLEMENTARY INFORMATION
CURRENT FUND SCHEDULES

CURRENT FUND/FEDERAL AND STATE GRANT FUND
SCHEDULE OF CASH -TREASURER

A-4

	REF.	CURRENT FUND	
Balance December 31, 2014	A		$ 1,290,484
Increased by Receipts:			
Miscellaneous Revenue Not Anticipated	A-2	$ 19,618	
Collector	A-5	6,282,246	
Revenue Accounts Receivable	A-9	1,050,442	
Senior Citizens/Veterans Deductions	A-16	21,750	
Federal/State Grant Funds	A-17:19	58,972	
State Marriage Fees	A-21	259	
Interfund Return	B	104,200	
Interfund Return	A-1	5,083	7,542,570
			8,833,054
Decreased by Disbursements:			
Refund of Prior Year Revenue	A-1	356	
2014 Appropriation Reserves	A-10	64,614	
Reserve for Encumbrances	A-11	1,746,131	
Refund Overpaid Taxes	A-13	2,055	
Interfund Advance	C	117,336	
County Taxes	A-14	1,349,497	
Local District School Tax	A-15	3,939,992	
Federal/State Grant Funds	A-18	70,719	
Reserve for Various	A-20	23,956	
State Marriage Fees	A-21	400	
Outside Liens	A-22	167,675	7,482,731
Balance December 31, 2015	A		$ 1,350,323

CURRENT FUND
SCHEDULE OF CASH - COLLECTOR

A-5

	REF.		
Received:			
Interest and Costs on Taxes	A-2	$ 26,747	
Miscellaneous	A-2	12,183	
Taxes Receivable	A-6	6,035,393	
Tax Title Liens	A-7	6,236	
2016 Prepaid Taxes	A-12	17,007	
Tax Overpayments	A-13	13,461	
Outside Liens	A-22	171,219	$ 6,282,246
Decreased by Disbursements:			
Payments to Treasurer	A-4		$ 6,282,246

CURRENT FUND
SCHEDULE OF TAXES RECEIVABLE AND ANALYSIS OF TAX LEVY

A-6

YEAR	BALANCE 12/31/14	ADDED TAXES	2015 LEVY	CASH COLLECTIONS 2014	CASH COLLECTIONS 2015	TRANSFERRED TO TAX TITLE LIENS	OVERPAID APPLIED	CANCELLED	BALANCE 12/31/15
2013	$ 128	$ 510			$ 526				$ 112
2014	247,528	10,452			154,208	$ 103,772			-
	247,656	10,962	-	-	154,734	103,772	-	-	112
2015			$ 6,265,034	$ 17,136	5,902,409	160,412	$ 1,143	$ 42,776	$ 141,158
TOTALS	**$ 247,656**	**$ 10,962**	**$ 6,265,034**	**$ 17,136**	**$ 6,057,143**	**$ 264,184**	**$ 1,143**	**$ 42,776**	**$ 141,270**
REF.	A			A-12		A-7	A-13		A

	REF.	
State of New Jersey -- Senior Citizens and Veterans Deductions	A-2	$ 21,750
Received by Collector	A-5	6,035,393
		$ 6,057,143

ANALYSIS OF PROPERTY TAX LEVY:

Tax Yield:				
General Purpose Tax			$ 6,262,695	
Added Taxes (54:4-63.1 et.seq.)			2,339	$ 6,265,034
Tax Levy:	REF.			
Local District School Tax	A-15		$ 4,077,875	
County Taxes:				
County Tax (Abstract)	A-14	$ 1,187,987		
County Library Tax (Abstract)	A-14	93,709		
County Open Space Tax	A-14	67,296		
Due County for Added and Omitted Taxes(54.4-63.1,et.seq.)	A-14	505	1,349,497	
Local Tax for Municipal Purposes	A-2		835,827	
Add: Additional Tax Levied			1,835	$ 6,265,034

CURRENT FUND
SCHEDULE OF TAX TITLE LIENS

A-7

	REF.		
Balance December 31, 2014	A		$ 913,403
Increased by:			
Transfers from Taxes Receivable	A-6	$264,184	
Interest and Costs		19,215	283,399
			1,196,802
Decreased by:			
Transfer to Foreclosed Property	A-8	387,116	
Paid	A-5	6,236	393,352
Balance December 31, 2015	A		$ 803,450

CURRENT FUND
SCHEDULE OF PROPERTY ACQUIRED FOR TAXES
(AT ASSESSED VALUATION)

A-8

	REF.	
Balance December 31, 2014	A	$ 1,141,400
Increased by:		
Transfer from Tax Tilte Liens Foreclosed	A-7	387,116
		1,528,516
Decreased by:		
Adjustment to Assessed Valuation		33,116
Balance December 31, 2015	A	$ 1,495,400

CURRENT FUND
SCHEDULE OF REVENUE ACCOUNTS RECEIVABLE

A-9

	REF.	BALANCE 12/31/14	ACCRUED IN 2015	COLLECTED BY TREASURER	BALANCE 12/31/15
Alcoholic Beverage Licenses			$ 4,448	$ 4,448	
Municipal Court:					
Fines and Costs	A-2	$ 1,187	14,137	14,440	$ 884
Trailer Park Fees			20,350	20,350	
Host Community Benefits-Refuse Center		50,903	554,493	550,772	54,624
Cell Tower Rent	A-2		106,673	106,673	
Consolidated Municipal Property Tax Relief Aid	A-2		4,031	4,031	
Energy Receipts Tax	A-2		174,467	174,467	
Interest on Investments and Deposits	A-2		261	261	
Solid Waste Collection Fee	A-2		175,000	175,000	
Totals		$ 52,090	$ 1,053,860	$ 1,050,442	$ 55,508
REF.		A	A-2	A-4	A

CURRENT FUND
SCHEDULE OF APPROPRIATION RESERVES - 2014

A-10

	BALANCE 12/31/14	BALANCE AFTER TRANSFERS	PAID OR CHARGED	BALANCE LAPSED
General Administration:				
Other Expenses	$ 12,629	$ 12,629	$ 2,450	$ 10,179
Finance:				
Other Expenses	1,935	1,935	321	1,614
Audit Services:				
Other Expenses	837	10,837	10,500	337
Tax Collector:				
Other Expenses	3,661	3,661	443	3,218
Legal:				
Other Expenses	9,897	9,897	4,914	4,983
Engineering Services:				
Other Expenses	15,019	5,019	1,141	3,878
Planning Board:				
Other Expenses	4,404	4,404	688	3,716
Streets and Road Maintenance:				
Salaries & Wages	29,804	9,804	-	9,804
Other Expenses	2,449	2,449	2,001	448
Buildings and Grounds:				
Other Expenses	2,953	22,953	22,665	288
Recreation:				
Other Expenses	3,621	3,621	2,953	668
Electricity	5,034	5,034	4,411	623
Telephone (excluding equipment acquisition)	3,511	3,511	277	3,234
Gas (Natural or Propane):	3,126	3,126	1,824	1,302
Gasoline	6,023	6,023	1,217	4,806
Landfill Solid Waste	2,693	2,693	857	1,836
Municipal Court	25,131	25,131	7,952	17,179
Other Accounts - No Change	79,938	79,938		79,938
TOTALS	**$ 212,665**	**$ 212,665**	**$ 64,614**	**$ 148,051**
REF.	A	A	A-4	A-1

Appropriation Reserve	$ 212,665
Encumbrances	-
	$ 212,665

CURRENT FUND
SCHEDULE OF RESERVE FOR ENCUMBRANCES

A-11

	REF.	
Balance December 31, 2014	A	$ 8,517
Increased by:		
Transfer from Current Year Appropriations	A-3	1,737,614
		1,746,131
Decreased by:		
Cash Disbursements	A-4	1,746,131

CURRENT FUND
SCHEDULE OF TAXES COLLECTED IN ADVANCE

A-12

	REF.	
Balance December 31, 2014	A	$ 17,136
Increased by:		
2016 Taxes Collected in Advance	A-5	17,007
		34,143
Decreased by:		
Applied to 2015 Taxes Receivable	A-6	17,136
Balance December 31, 2015	A	$ 17,007

CURRENT FUND
SCHEDULE OF TAX OVERPAYMENTS

A-13

	REF.		
Balance December 31, 2014	A		$ 2,053
Increased by:			
2015 Tax Overpayments	A-5		13,461
			15,514
Decreased by:			
Taxes Applied	A-6	$ 1,143	
Refunded	A-4	2,055	3,198
Balance December 31, 2015	A		$ 12,316

CURRENT FUND
SCHEDULE OF COUNTY TAXES PAYABLE

A-14

	REF.		
Increased by:			
2015 Levy:			
County Taxes	A-1:6	$1,187,987	
County Library Taxes	A-1:6	93,709	
County Open Space Tax	A-1:6	67,296	
County Added and Omitted Taxes	A-1:6	505	
			$ 1,349,497
			1,349,497
Decreased by:			
Payments	A-4		$ 1,349,497

CURRENT FUND
SCHEDULE OF LOCAL DISTRICT SCHOOL TAX PAYABLE

A-15

	REF.		
Balance December 31, 2014:			
School Tax Payable	A	$ 3,454	
School Tax Deferred		1,844,936	$ 1,848,390
Increased by:			
Levy - School Year July 1, 2015 to June 30, 2016	A-6		4,077,875
			5,926,265
Decreased by:			
Payments	A-4		3,939,992
Balance December 31, 2015:			
School Tax Payable	A	91,337	
School Tax Deferred		1,894,936	$ 1,986,273
2015 Liability for Local District School Tax:			
Tax Paid			$ 3,939,992
Tax Payable 12/31/15			1,986,273
			5,926,265
Less -- Taxes Deferred Current Year			50,000
Less -- Tax Payable 12/31/14			1,848,390
Amount Charged to 2015 Operations	A-1		$ 4,027,875

CURRENT FUND
SCHEDULE OF AMOUNT DUE TO STATE OF NEW JERSEY FOR
SENIOR CITIZENS AND VETERANS DEDUCTIONS

A-16

	REF.		
Balance December 31, 2014	A		$ 3,630
Increased by:			
Received in Cash From State	A-4		21,750
			25,380
Decreased by:			
Senior Citizens Deductions per Tax Billings		$ 16,250	
Veterans Deductions per Tax Billings		5,500	
Senior Citizens Deductions Disallowed by Tax Collector		-	21,750
Balance December 31, 2015	A		$ 3,630

CURRENT FUND
SCHEDULE OF FEDERAL/STATE GRANTS RECEIVABLE

A-17

PURPOSE	BALANCE 12/31/14	RECEIVABLE	RECEIVED	CANCELED	BALANCE 12/31/15
Recycling Grant		$ 3,129			$ 3,129
Municipal Alliance		3,452	$ 3,452		-
County Colonial Church Grant	$ 10,000			$ 10,000	-
Highlands Sec 15 Grant		15,000			15,000
NJDOT-Buckley Avenue	2,887	65,000	48,750		19,137
Clean Communities		5,340	5,340		
Totals	**$ 12,887**	**$ 91,921**	**$ 57,542**	**$ 10,000**	**$ 37,266**
REF.	A	A-2	A-4	A-18	A

CURRENT FUND
SCHEDULE OF APPROPRIATED RESERVES FOR STATE GRANTS

A-18

	BALANCE 12/31/14	TRANSFER FROM 2015 BUDGET APPROPRIATIONS	EXPENDED	CANCELED	BALANCE 12/31/15
Clean Communities	$ 8,783	$ 5,340	$ 6,122		$ 8,001
Emergency Management Council	2,957				2,957
Beamguides rails and strip	5,085				5,085
Hazards Emergency Operations Planning	2,406				2,406
Municipal Alliance - County	2,414	5,001	2,065		5,350
Municipal Alliance - Local	1,200	1,200	2,400		-
Stormwater Grant	6,050		395		5,655
Alcohol Rehab Grant	2,315	25			2,340
Emergency Service Grant	9,668				9,668
Recycling Tonnage Grant	15,416	3,129	196		18,349
NJDOT-Buckley Avenue	6,719	65,000	55,403		16,316
County Colonial Church Grant	10,001		1	10,000	-
Private Donations	-	5,000			5,000
Wastewater Management Grant	12				12
Highlands-Sec 15	-	15,000	4,137		10,863
Totals	**$ 73,026**	**$ 99,695**	**$ 70,719**	**$ 10,000**	**$ 92,002**
	A	A-3	A-4	A-17	A

CURRENT FUND
SCHEDULE OF UNAPPROPRIATED RESERVES FOR STATE GRANTS

A-19

	BALANCE 12/31/14	TRANSFER TO 2015 BUDGET APPROPRIATIONS	RECEIVED	BALANCE 12/31/15
Alcohol Rehabilitation Grant	$ 26	$ 26		-
Clean Communities	-		$ 1,149	$ 1,149
Municipal Alliance	1,549	1,549	281	281
Private Donation for Lake	5,000	5,000		-
Totals	**$ 6,575**	**$ 6,575**	**$ 1,430**	**$ 1,430**
	A	A-18	A-4	A

CURRENT FUND
SCHEDULE OF VARIOUS RESERVES

A-20

	REF.	
Balance December 31, 2014	A	$ 18,166
Increased by:		
Special Emergency - Reassessment	A-3	95,825
		113,991
Decreased by:		
Administrative Costs for Reassessment	A-4	23,956
Balance December 31, 2015	A	$ 90,035

Reassessment	$ 71,869
Revaluation	9,450
Coah Administration	8,712
POAA	4
	$ 90,035

CURRENT FUND

SCHEDULE OF AMOUNT DUE STATE OF NEW JERSEY - MARRIAGE LICENSE FEES

A-21

	REF.	
Balance December 31, 2014	A	$ 75
Increased by:		
Marriage License Fees	A-4	259
		334
Decreased by:		
Payments to State of New Jersey	A-4	400
Balance December 31, 2015	A	$ (66)

CURRENT FUND
SCHEDULE OF AMOUNT DUE OUTSIDE LIEN HOLDERS

A-22

	REF.	
Balance December 31, 2014	A	$ 6,402
Increased by:		
Outside Liens Collected	A-5	171,219
		177,621
Decreased by:		
Outside Liens Refunded	A-4	167,675
Balance December 31, 2015	A	$ 9,946

CURRENT FUND
SCHEDULE OF DEFERRED CHARGES
SPECIAL EMERGENCY AUTHORIZATIONS

A-23

PURPOSE	DESCRIPTION	DATE AUTHORIZED	NET AMOUNT AUTHORIZED	ORIGINATED IN 2015	BALANCE 12/31/15
Special Emergency (40A:4-53)	Tax Reassessment	8/12/15	95,825	$ 95,825	$ 95,825
Totals				**$ 95,825**	**$ 95,825**
REF.				A-1:3	A

TRUST FUND SCHEDULES

TRUST FUND
SCHEDULE OF CASH - TREASURER

B-2

	REF.	DOG LICENSES	OTHER
Balance December 31, 2014	B	$ 3,204	$ 131,724
Increased by Receipts:			
Dog License Fees	B-3	5,349	
State Dog License Fees	B-4	810	
Amount Due Current Fund	B-5:6	6	
Developer's Escrow Deposit Disbursements	B-8		8,114
Payroll Trust	B-9		475,042
Tot Lot Escrow	B-10		64
Unemployment Trust	B-12		5,015
Lake Trust	B-13		43,587
Total Receipts		6,165	531,822
		9,369	663,546
Decreased by Disbursements:			
Administrative Expenses	B-3	5,284	
State Dog License Fees	B-4	810	
Amount Due Current Fund	B-5:6	3,208	54
Developer's Escrow Deposit Disbursements	B-8		7,510
Payroll Trust	B-9		470,939
Lake Trust	B-13		35,757
Total Disbursements		9,302	514,260
Balance December 31, 2015	B	$ 67	$ 149,286

TRUST FUND
SCHEDULE OF RESERVE FOR DOG FUND EXPENDITURES

B-3

	REF.	
Increased by:		
Dog License Fees Collected	B-2	$ 5,349
		5,349
Decreased by:		
Administrative Expenses	B-2	5,284
Balance December 31, 2015	B	$ 65

LICENSE FEES COLLECTED

CY 2014	$ 4,454
CY 2013	3,771
	$ 8,225

TRUST FUND
SCHEDULE OF AMOUNT DUE TO STATE OF
NEW JERSEY DEPARTMENT OF HEALTH

B-4

	REF.	
Increased by:		
Collected in 2015:		
State Board of Health Fees	B-2	$ 810
		810
Decreased By:		
Payments	B-2	$ 810

TRUST FUND
SCHEDULE OF AMOUNT DUE CURRENT FUND
DOG LICENSE FUND

B-5

	REF.	
Balance December 31, 2014	B	$ 3,204
Increased by:		
Interest Credits Due Current Fund	B-2	6
		3,210
Decreased by:		
Prior Year Interfund Returned	B-2	3,208
Balance December 31, 2015	B	$ 2

TRUST FUND
SCHEDULE OF AMOUNT DUE OTHER FUNDS
OTHER TRUST FUND

B-6

	REF.		DUE (TO)/FROM CURRENT FUND
Balance December 31, 2014	B		$ 72,300
Increased by:			
Tax Sale Premiums Received in Current Fund	B-7	$ 186,100	
Interest Credits Due Current Fund - Escrow Trust	B-2	54	186,154
			258,454
Decreased by:			
Tax Sale Premiums Paid from Current Fund	B-7		81,900
Balance December 31, 2015	B		$ 176,554

ANALYSIS OF BALANCE

Interest Credits Due Current Fund - Developer's Escrow Trust	$ (15)
Interest Credits Due Current Fund - Payroll Trust	(3,831)
Total Interfund Payable	(3,846)
Due Current Fund - Tax Premuims	180,400
Total Interfund Receivable	180,400
Total Interfund Receivable/(Payable)	$ 176,554

TRUST FUND
SCHEDULE OF RESERVE FOR TAX SALE PREMIUMS

B-7

	REF.	
Balance December 31, 2014	B	$ 76,200
Increased by:		
Premium Receipts	B-6	186,100
		262,300
Decreased by:		
Premium Payments	B-6	81,900
Balance December 31, 2015	B	$ 180,400

TRUST FUND

SCHEDULE OF RESERVE FOR DEVELOPER'S ESCROW TRUST FUND DEPOSITS

B-8

	REF.	
Balance December 31, 2014	B	$ 38,788
Increased by:		
Escrow Deposits	B-2	8,114
		46,902
Decreased by:		
Escrows Returned	B-2	7,510
Balance December 31, 2015	B	$ 39,392

TRUST FUND
SCHEDULE OF RESERVE FOR PAYROLL TRUST

B-9

	REF.	
Balance December 31, 2014	B	$ 28,703
Increased by:		
Receipts of Gross Payroll and Employer Taxes	B-2	475,042
		503,745
Decreased by:		
Disbursements of Net Payroll and Payroll Taxes	B-2	470,939
Balance December 31, 2015	B	$ 32,806

TRUST FUND
SCHEDULE OF RESERVE FOR TOT LOT ESCROW

B-10

	REF.	
Balance December 31, 2014	B	$ 42,622
Increased by:		
Receipts	B-2	64
		42,686
Balance December 31, 2015	B	$ 42,686

TRUST FUND
SCHEDULE OF RESERVE FOR COAH TRUST

B-11

	REF.	
Balance December 31, 2014	B	$ 1
Balance December 31, 2015	B	$ 1

TRUST FUND
SCHEDULE OF RESERVE FOR UNEMPLOYMENT TRUST

B-12

	REF.	
Balance December 31, 2014	B	$ 6,757
Increased by:		
Payroll Deductions	B-2	5,015
		11,772
Balance December 31, 2015	B	$ 11,772

TRUST FUND
SCHEDULE OF RESERVE FOR LAKE TRUST

B-13

	REF.	
Balance December 31, 2014	B	$ 10,953
Increased by:		
Recreation Receipts	B-2	43,587
		54,540
Decreased by:		
Transfer to Current Fund to Reimburse Salaries and Other Expense	B-2	35,757
Balance December 31, 2015	B	$ 18,783

GENERAL CAPITAL FUND SCHEDULES

GENERAL CAPITAL FUND
SCHEDULE OF CASH -TREASURER

C-2

	REF.	
Balance December 31, 2014	C	$ 91
Balance December 31, 2015	C	$ 91

GENERAL CAPITAL FUND
SCHEDULE OF AMOUNT DUE CURRENT FUND

C-3

	REF.		
Balance December 31, 2014	C		$ (668,583)
Increased by:			
Improvement Authorizations Paid by Current Fund	C-7		179,756
			(488,827)
Decreased by:			
Bond Anticipation Note Premium Received in Current Fund	C-1	$ 356	
Budget Appropriation - Deferred Charges	C-5	7,937	
Budget Appropriation - Capital Improvement Fund	C-6	100,000	108,293
Balance December 31, 2015	C		$ (597,120)

GENERAL CAPITAL FUND
SCHEDULE OF DEFERRED CHARGES TO FUTURE TAXATION - FUNDED

C-4

	REF.	
Balance December 31, 2014	C	$ 1,122,000
Decreased by:		
2015 Current Fund Budget Appropriations Bond Principal	C-9	110,000
Balance December 31, 2015	C	$ 1,012,000

GENERAL CAPITAL FUND
SCHEDULE OF DEFERRED CHARGES TO FUTURE TAXATION - UNFUNDED

C-5

ORDINANCE NUMBER	IMPROVEMENT DESCRIPTION	BALANCE 12/31/14	BUDGET APPROPRIATION DEFERRED CHARGE	BALANCE 12/31/15	ANALYSIS OF BALANCE AUTHORIZED NOT ISSUED	ANALYSIS OF BALANCE BOND ANTICIPATION NOTES
2005-08	Acquisition of Real Property-Quenzel Property	$ 11,200	2,800	$ 8,400	$ 8,400	-
2008-03	Speed Bump Removal on Pequest Road	5,391	1,797	3,594	3,594	-
2008-04	Lake Dock and Playground Repairs	10,020	3,340	6,680	6,680	-
2011-09	Improvements to Furnace Brook Dam, Kaufman Drive, Drainage for Wash. Ave and Kepps Drive, New DPW Truck	150,500		150,500	150,500	-
2014-08	Asbestos Removal and Demolition of Building and Site Restoration at 50 Wall Street	332,500		332,500	-	$ 332,500
		$ 509,611	**$ 7,937**	**$ 501,674**	**$ 169,174**	**$ 332,500**
	REF.	C	C-3	C		

GENERAL CAPITAL FUND
SCHEDULE OF CAPITAL IMPROVEMENT FUND

C-6

	REF.	
Balance December 31, 2014	C	$ 152,105
Increased by:		
Budget Appropriation - Capital Improvement Fund	C-3	100,000
		252,105
Decreased by:		
Funded Improvement Authorizations	C-7	163,625
Balance December 31, 2015	C	$ 88,480

GENERAL CAPITAL FUND
SCHEDULE OF IMPROVEMENT AUTHORIZATIONS

C-7

IMPROVEMENT DESCRIPTION	ORDINANCE NO.	ORDINANCE AMOUNT	BALANCE 12/31/14 FUNDED	BALANCE 12/31/14 UNFUNDED	CAPITAL IMPROVEMENT FUND	PAID OR CHARGED	BALANCE 12/31/15 FUNDED	BALANCE 12/31/15 UNFUNDED
Acquisition of Land & Construction of New Munic. Bldg	1993-10	$ 1,200,000	$ 14,733				$ 14,733	
Improvement to Recreation Facilities	2005-03	50,000	69				69	
Acquistion of Real Property - Quenzel Property	2005-08	800,000		$ 12,866				$ 12,866
Lake Dock and Playground Repairs	2008-04	17,600		6,901				6,901
Improvements to Furnace Brook Dam, Kaufman Drive, Drainage for Wash. Ave and Kepps Drive, New DPW Truck	2011-09	500,000	-	382,398		$ 19,208	-	363,190
Asbestos Removal and Demolition of Building and Site Restoration at 50 Wall Street	2013-08; Restated 2014-05	350,000		107,758		29,569		78,189
Fire Department Equipment and Safety Gear	2014-04	62,500	37,500			12,500	25,000	
Public Works Vehicle, Paving of Twsp Roads, Shed/Pump, Natural Gas Conversion and Building Improvements	2015-05	160,000			$ 160,000	114,854	45,146	
Computer Equipment	2015-11	3,625			3,625	3,625	-	
			$ 52,302	**$ 509,923**	**$ 163,625**	**$ 179,756**	**$ 84,948**	**$ 461,146**
REF.			C	C	C-6	C-3	C	C

GENERAL CAPITAL FUND
SCHEDULE OF VARIOUS RESERVES

C-8

IMPROVEMENT DESCRIPTION	BALANCE 12/31/14	BALANCE 12/31/15
Road Reconstruction	$ 98,018	$ 98,018
Preliminary Costs	3,016	3,016
Lake Improvements	6,000	6,000
Emergency Equipment	4,400	4,400
Emergency Squad Building	20,000	20,000
	$ 131,434	**$ 131,434**
REF.	C	C

GENERAL CAPITAL FUND
SCHEDULE OF SERIAL BONDS PAYABLE

C-9

PURPOSE	DATE ORIGINAL ISSUE	ORIGINAL ISSUE	MATURITY OF OUTSTANDING BONDS DATE	AMOUNT	INTEREST RATE	BALANCE 12/31/14	DECREASED	BALANCE 12/31/15
General Obligation Bonds	9/13/12	$ 1,297,000	9/1/16	$ 125,000	2.000%	$ 1,122,000	$ 110,000	$ 1,012,000
			9/1/17	135,000	2.000%			
			9/1/18	145,000	2.000%			
			9/1/19	145,000	2.000%			
			9/1/20	150,000	2.000%			
			9/1/21	155,000	2.000%			
			9/1/22	157,000	2.125%			
						$ 1,122,000	**$ 110,000**	**$ 1,012,000**
						C	C-4	C

GENERAL CAPITAL FUND
SCHEDULE OF BOND ANTICIPATION NOTES

C-10

Ordinance	PURPOSE	ORIGINAL ISSUE	ORIGINAL DATE OF ISSUE	DATE OF ISSUE	DATE OF MATURITY	INTEREST RATE	BALANCE 12/31/14	INCREASED	BALANCE 12/31/15
2013-08; Restated 2014-05	Asbestos Removal and Demolition of Building and Site Restoration at 50 Wall Street	$ 332,500	7-1-14	6-29-15	6-28-16	1.00%	$ 332,500		$ 332,500
							332,500	**$ -**	**$ 332,500**
	REF.						C	C-3	C

SEWER UTILITY FUND

SEWER UTILITY FUND
SCHEDULE OF CASH - TREASURER

D-4

	REF.	OPERATING	
Balance December 31, 2014	D		$ 558,225
Increased by Receipts:			
Collector	D-5	$1,522,840	
Miscellaneous Revenues	D-2	5,519	1,528,359
			2,086,584
Decreased by Disbursements:			
2015 Appropriations	D-3	1,151,249	
2014 Appropriation Reserve	D-7	460	
Garbage Fees Paid to Current Fund	D	175,000	
Interfund Advanced to Current Fund	D-8	22,100	1,348,809
Balance December 31, 2015	D		$ 737,775

SEWER UTILITY FUND
SCHEDULE OF CASH - COLLECTOR

D-5

	REF.		
Increased by Receipts:			
Garbage Collection Fees		$ 175,000	
Rent Overpaid	D	1,891	
Consumer Accounts Receivable	D-6	1,345,949	$ 1,522,840
Decreased by Disbursements:			
Payment to Treasurer	D-4		$ 1,522,840

SEWER UTILITY FUND
SCHEDULE OF CONSUMER ACCOUNTS RECEIVABLE

D-6

	REF.		
Balance December 31, 2014	D		$ 288,840
Increased by:			
Sewer Rents Levied			1,364,398
			1,653,238
Decreased by:			
Prepayments Applied	D-9	$ 65,873	
Collection	D-5	1,345,949	1,411,822
Balance December 31, 2015	D		$ 241,416

SEWER UTILITY FUND
SCHEDULE OF APPROPRIATION RESERVES - 2014

D-7

	BALANCE 12/31/14	BALANCE AFTER TRANSFERS	PAID OR CHARGED	BALANCE LAPSED
Salary & Wages	$ 2,918	$ 2,918		$ 2,918
Other Expenses		462	$ 460	2
Social Security	388	-		
Unemployment Compensation	74	-		
TOTALS	**$ 3,380**	**$ 3,380**	**$ 460**	**$ 2,920**
REF.	D		D-4	D-1

SEWER UTILITY FUND
SCHEDULE OF AMOUNT DUE CURRENT FUND

D-8

	REF.	
Balance December 31, 2014	D	$ (2,982)
Increased by:		
Interfund Advanced to Current Fund	D-4	22,100
		19,118
Decreased by:		
Operating Expenditures Paid by Current Fund	D-3	19,638
Balance December 31, 2015	D	$ (520)

SEWER UTILITY FUND
SCHEDULE OF PREPAID USER CHARGES

D-9

	REF.	
Balance December 31, 2014	D	$ 65,873
Increased by:		
2016 Fees Collected in Advance	D	71,819
		137,692
Decreased by:		
Applied to 2015 User Fees Receivable	D-6	65,873
Balance December 31, 2015	D	$ 71,819

SEWER UTILITY FUND
SCHEDULE OF FIXED CAPITAL
DECEMBER 31, 2015

D-10

	BALANCE 12/31/14	ADDITIONS	DELETIONS	BALANCE 12/31/15
Snitary Sewerage Collection System	$ 2,946,604			$ 2,946,604
Sewer Line Camera System	10,745			10,745
Pump Replacements, Repairs and Supplies	9,834			9,834
	$ 2,967,183	**-**	**-**	**$ 2,967,183**
REF.	D			D

SEWER UTILITY FUND
SCHEDULE OF FIXED CAPITAL-AUTHORIZED AND UNCOMPLETED
DECEMBER 31, 2015

D-11

	BALANCE 12/31/14	ADDITIONS	DELETIONS	BALANCE 12/31/15
Snitary Sewerage Collection System	$ 44,084			$ 44,084
Sewer Infiltration	16,500			16,500
Sewer Infiltration	16,887			16,887
	$ 77,471	**-**	**-**	**$ 77,471**
REF.	D			D

SEWER UTILITY CAPITAL FUND
SCHEDULE OF LOANS PAYABLE

D-11

PURPOSE	DATE ORIGINAL ISSUE	ORIGINAL ISSUE	MATURITY OF OUTSTANDING BONDS DATE	AMOUNT	INTEREST RATE	BALANCE 12/31/14	DECREASED	BALANCE 12/31/15
Construction of Sanitary Sewer System	5/16/1997	$ 1,002,000	4/01/16-4/01/22	$ 37,888 *	4.000%	$ 489,450	$ 52,476	$ 436,974
						$ 489,450	**$ 52,476**	**$ 436,974**
						D	D-3	C

* - Semi-annual amount including principal and interest payable on April 1 and October 1.

SEWER UTILITY CAPITAL FUND
SCHEDULE OF IMPROVEMENT AUTHORIZATIONS

D-12

ORDINANCE NO.	IMPROVEMENT DESCRIPTION	ORIGINAL AMOUNT	BALANCE FUNDED 12/31/14	BALANCE FUNDED 12/31/15
78-7	Construction of Sanitary Sewer Collection System	$ 2,988,000	$ 44,084	$ 44,084
			$ 44,084	**$ 44,084**
	REF.		D	D

PUBLIC ASSISTANCE FUND SCHEDULES

PUBLIC ASSISTANCE FUND
SCHEDULE OF CASH - TREASURER

E-1

	REF.	P.A.T.F. #2	FUND TOTAL
Balance December 31, 2014	E	$ 6,163	$ 6,163
Increased by Receipts:			
Interest Credits		9	9
Total Receipts		9	9
		6,172	**6,172**
Balance December 31, 2015	E	**$ 6,172**	**$ 6,172**

SCHEDULE OF GENERAL FIXED ASSETS

GENERAL FIXED ASSETS
SCHEDULE OF ADDITIONS AND DELETIONS
DECEMBER 31, 2015

F-1

	BALANCE 12/31/14	ADDITIONS	DELETIONS	BALANCE 12/31/15
General Fixed Assets:				
Sites	$ 3,049,334			$ 3,049,334
Site Improvements	643,504			643,504
Building and Improvements	1,525,090			1,525,090
Machinery and Equipment	569,644	$ 76,421		646,065
Construction in Progress	243,761			243,761
Total General Fixed Assets	**$ 6,031,333**	**$ 76,421**	**-**	**$ 6,107,754**
Investment In General Fixed Assets	**$ 6,031,333**	**$ 76,421**	**-**	**$ 6,107,754**

PART I I I
SUPPLEMENTARY INFORMATION

General Comments

Report on Internal Control over Financial Reporting and Compliance and Other Matters based on an Audit of Financial Statements Perfromed in Accordance with *Government Auditing Standards*

Schedule of Federal/State Awards

Status of Prior Audit Findings

Schedule of Findings and Responses

GENERAL COMMENTS

Scope of Audit

The audit of the financial statements of the Township of Oxford, County of Warren, New Jersey, as required by the Division of Local Government Services, covered the financial transactions of the Treasurer, Tax Collector, the activities of the Township and various outside departments.

Contracts and Agreements Requiring Advertisement for Bids

Effective April 17, 2000, N.J.S.A.40A:11-l et.seq (Local Public Contracts Law) was revised by P.L.1999,c.440 (originally known as Assembly Bill No. 3519). Rules and regulations pertaining to the amended law are to be promulgated by the Division of Local Government Services.

N.J.S.A. 40A:11-3 is amended to read as follows:

a. When the cost or price of any contract awarded by the purchasing agent in the aggregate, does not exceed in the contract year the total sum of $17,500, the contract may be awarded by a purchasing agent when so authorized by resolution of the governing body without public advertising for bids and bidding therefore, except that the governing body may adopt a resolution to set a lower threshold for the receipt of public bids or the solicitation of competitive quotations. If the purchasing agent is qualified pursuant to subsection b. (pending before the Legislature as section 15 of this bill) of section 9 of P.L.1971,c.198(C.40A:11-9) the governing body may establish that the bid threshold may be up to $25,000. Such authorization may be granted for each contract or by a general delegation of the power to negotiate and award such contracts pursuant to this section.

b. Any contract made pursuant to this section may be awarded for a period of 24 consecutive months, except that contracts for professional services pursuant to paragraph (i) of paragraph (a) of subsection (1) of Section 5 of P.L.1971, C.198(C.40A:11-5) may be awarded for a period not exceeding 12 consecutive months. The Division of Local Government Services shall adopt and promulgate rules and regulations concerning the methods of accounting for all contracts that do not coincide with the contracting unit's fiscal year.

c. Commencing in the fifth year after the year in which P.L.1999,c.440 takes effect, and every five years thereafter, the Governor, in consultation with the Department of Treasury, shall adjust the threshold amount and the higher threshold amount which the governing body is permitted to establish as set forth in subsection **a.** of this section or the threshold amount resulting from any adjustment under this subsection, in direct proportion to the rise or fall of the index rate as that term is defined in N.J.S.18A:18A-2(pending before the Legislature as section 50 of this bill), and shall round the adjustment to the nearest $1,000. The Governor shall notify all municipal units of the adjustment no later than June 1 of every fifth year. The adjustment shall become effective on July 1 of the year in which it is made.

N.J.S.A.40A:11-4 (as amended) states, "Every contract or agreement for the provision or performance of any goods or services, the cost of which in the aggregate exceeds the bid threshold, shall be awarded only by resolution of the governing body to the lowest responsible bidder after public advertising for bids and bidding therefore, except as is provided otherwise in this chapter or specifically by any other law."

Effective July 1, 2015, the bid threshold in accordance with N.J.S.A.40A:11-3(c) (as amended) is increased to $40,000 for Qualified Purchasing Agents (QPA), and $17,500 for units without QPA's.

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

The Minutes indicate that resolutions were adopted and advertised authorizing the awarding of contracts or agreements for "Professional Services" per N.J.S.40A:11-5.

The system of records did not provide for an accumulation of payments for categories for the performance of any work or the furnishing or hiring of any materials or supplies, the results of such an accumulation could not determine whether any clear-cut violations existed.

My examination of expenditures did not reveal any individual payments, contracts or agreements in excess of the statutory thresholds "for the performance of any work or the furnishing or hiring of any materials or supplies" other than those where bids had been previously sought by public advertisement or where a resolution had been previously adopted under the provisions of N.J.S.40A:11-6.

Collection of Interest on Delinquent Taxes and Assessments

The statute provides the method of authorizing interest and the maximum rates to be charged for the nonpayment of taxes or assessments on or before the date when they would become delinquent.

The governing body, on January 5, 2015, adopted the following resolution authorizing interest to be charged on delinquent taxes:

> "On all delinquents to and including December 31, 2015, at the rate or rates heretofore governing, and on all delinquents on and after January 1, 2014, at the rate of 8% per annum for and upon the first $1,500 of the delinquency, the rate of 18% per annum for and upon any amount of the delinquency in excess of $1,500, and the rate of 6% per annum for and upon any amount in excess of $10,000; and that a grace period of 10 days will be allowed on taxes due February 1, May 1, August 1, and November 1. If taxes are not paid by the 10th, interest shall be charged from the due date.

The governing body, on January 5, 2015 adopted a resolution enabling the $10,000 delinquency penalty provisions.

The audit of the Collector's records on a test basis indicated no differences between the amount of interest payable on delinquent tax payments, based on our calculations, and the amount of interest charged.

Delinquent Taxes and Tax Title Liens

The delinquent taxes at December 31, 2015, include real property taxes from the 2015 and 2013 tax levy.

The last tax sale was held on August 21, 2015 and was complete.

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

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

Year	Number of Liens
2015	79
2014	81
2013	73

It is essential to good management that all means provided by statute be utilized to liquidate tax title liens in order to get such properties back on a taxpaying basis.

Verification of Delinquent Taxes and Other Charges

Verification notices were mailed to confirm balances as of November 16, 2015. The items that were returned were compared to and are in agreement with the Township's records. For items not returned, alternative procedures were performed.

A test verification of delinquent charges and current payments was made in accordance with verification procedures approved by the Division of Local Government Services. A summary of such verification is as follows:

Type of Receivable - Real Property Tax
Date of Circulars - November 16, 2015-Real Estate
Date of Circulars - November 16, 2015-Sewer Utility

Verification Type	Request Form	Total No. of Items	Total No. of Circular	Total No. Returned
2015 Property Tax	Positive	1,141	60	15
2016 Property Tax	Positive	1,141	60	15
2015 Delinquent Tax	Negative	127	25	7
2015 Sewer Charges	Positive	117	25	6

N.J.A.C. 5:30-5 (Technical Accounting Directives)

During the calendar year 1984, the Division of Local Government Services initiated as part of the Single Audit Law, a planned revision of the Requirements of Audit to provide new accounting requirements mandated for most local government units. The revision to the Requirements of Audit and Accounting would be in order to improve fiscal accountability for all local governments, satisfy federal-state audit requirements and enhance the credibility for New Jersey municipal accounting practices with federal-state funding sources and bond rating agencies. The new requirements for most local units started January 1, 1986, unless exemption, based upon amount of federal aid received and population size, was formally secured. The Division in 1988 notified those exempted municipal units of a transition requirement for fully implementation of all accounting directives beginning in the 1989 fiscal periods. The identity and compliance status of the Township of Oxford to these new directives are as follows:

	FY 2015 Required Implementation	
Requirement	Yes	No
A. General Ledger Accounting System	X	
B. Encumbrance Accounting	X	
C. Purchase Order System	X	
D. Fixed Asset Accounting and Reporting System		X

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

REVENUE AND OTHER INCOME REALIZED

	YEAR 2015	%	YEAR 2014	%
Fund Balance Utilized	$ 206,888	2.68%	$ 233,000	3.18%
Miscellaneous - From Other Than Local Property Tax Levies	1,422,619	18.45%	1,344,807	18.35%
Collection of Delinquent Taxes and Tax Title Liens	160,970	2.09%	150,121	2.05%
Collection of Current Tax Levy	5,920,687	76.78%	5,598,895	76.42%
Total Income	7,711,164	100.00%	7,326,823	100.00%
EXPENDITURES				
Budget Expenditures:				
Municipal Purposes	2,233,599	29.35%	1,982,546	27.68%
County Taxes	1,349,497	17.73%	1,441,141	20.12%
Local and Regional Taxes	4,027,875	52.92%	3,722,108	51.98%
Other Expenditures	356	0.00%	15,367	0.21%
Total Expenditures	$7,611,327	100.00%	$7,161,162	100.00%
Excess (Deficit) Revenue Over Expenditures	99,837		165,661	
Adjustments to Income Before Fund Balance:				
Expenditures Included Above Which are by Statute Deferred Charges to Budget of Succeeding Yea	95,825		-	
Statutory Excess to Fund Balance	195,662		165,661	
Fund Balance January 1	206,889		274,228	
Less:				
Utilization as Anticipated Revenue	206,888		233,000	
Fund Balance December 31	$ 195,663		$ 206,889	

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

REVENUE AND OTHER INCOME REALIZED	YEAR 2015	%	YEAR 2014	%
Operating Surplus	24,000	1.75%	$ -	0.00%
Rents	$ 1,341,019	97.64%	1,228,255	99.29%
Miscellaneous	5,519	0.40%	572	0.05%
Other Credits to Income	2,920	0.21%	8,180	0.66%
Total Income	1,373,458	100.00%	1,237,007	100.00%
EXPENDITURES				
Budget Expenditures:				
Operating	1,224,670	100.00%	1,202,385	100.00%
Total Expenditures	1,224,670	100.00%	1,202,385	100.00%
Excess (Deficit) Revenue Over Expenditures	148,788		34,622	
Adjustments to Income Before Fund Balance:				
Expenditures Included Above Which are by Statute Deferred Charges to Budget of Succeeding Year	-		47,322	
Statutory Excess to Fund Balance	148,788		81,944	
Fund Balance January 1	175,259		93,315	
Less:				
Utilization as Anticipated Revenue	24,000		-	
Fund Balance December 31	$ 300,047		$ 175,259	

Comparative Schedule of Tax Rate Information

	2015	2014	2013
Tax Rate	$3.105	$2.911	$2.838
Apportionment of Tax Rate:			
Municipal	$0.414	$0.362	$0.344
County	$0.670	$0.701	$0.694
Local School	$2.021	$1.848	$1.800

Assessed Valuation:

Year	Amount
2015	$201,730,480
2014	$205,737,900
2013	$205,291,700

Comparison of Tax Levies and Collection Currently

A study of this tabulation could indicate a possible trend in future tax levies. A decrease in the percentage of current collection could be an indication of a probable increase in future tax levies.

Year	Tax Levy	Collections	Percentage of Collections
2015	$6,265,034	$5,920,688	94.50%
2014	$5,995,475	$5,598,895	93.38%
2013	$5,828,418	$5,552,618	95.26%

Delinquent Taxes and Tax Title Liens

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

Dec.31 Year	Amount of Tax Title Liens	Amount of Delinquent Taxes	Total Delinquent	Percentage of Tax Levy
2015	$803,450	$141,270	$944,720	15.08%
2014	$913,403	$247,656	$1,161,059	19.37%
2013	$777,751	$183,806	$961,557	16.50%

Property Acquired by Tax Title Lien Liquidation

$354,000 in properties have been acquired in 2015 by foreclosure or deed as a result of liquidation of tax title liens.

Comparative Schedule of Fund Balances

Current Fund		Utilized In Budget of Succeeding Year
Year	Balance December 31	Regular
2015	$ 195,663	$ 99,838
2014	$ 206,889	$ 206,888
2013	$ 274,228	$ 233,000
2012	$ 353,887	$ 237,193
2011	$ 276,097	$ 237,193
Sewer Utility Fund		
2015	$ 300,047	None
2014	$ 175,259	$ 24,000
2013	$ 93,315	None
2012	$ 68,250	$ 22,385
2011	$ 105,774	$ 60,963

Officials in Office and Surety Bonds

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

Name	Title	Amount of Bond	Name Of Corporate Surety
Marc Pasquini	Mayor		
Robert Nyland	Committeeperson		
Bill Ryan	Committeeperson		
Sheila L. Oberly	Clerk		

Name	Title	Amount of Bond	Name Of Corporate Surety
Lisa Gerickont-Truppa	Collector; Tax Search Officer	$1,000,000	Public Alliance Joint Insurance Fund
Dawn Stanchina	Certified Municipal Finance Officer	$1,000,000	Public Alliance Joint Insurance Fund
Richard Motyka	Assessor		
Michael Lavery	Attorney		

The minimum bond coverage required for the Tax Collector is based on their respective prior years' tax levy and would be as follows:

Collector

Year	Amount
2015	$94,489

There are public employees' blanket bonds providing coverage to municipal officials and employees not specifically bonded. The municipal officials and employees are covered by a "faithful performance blanket position bond" in the amount of $50,000 provided by the Public Alliance Insurance Coverage Joint Insurance Fund, West Windsor, NJ.

All the bonds were examined and were properly executed.

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Anthony Ardito, CPA, RMA, CMFO, PSA
Douglas R. Williams, CPA, RMA, PSA

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

Independent Auditor's Report

The Honorable Mayor and
Members of the Township Committee
Township of Oxford
County of Warren, New Jersey
11 Green Street
Oxford, New Jersey 07863

We have audited, in accordance with 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; and audit requirements as prescribed by the Division of Local Governments Services, Department of Community Affairs, State of New Jersey, the regulatory-basis financial statements of the Township of Oxford in the County of Warren, State of New Jersey, as of and for the years ended December 31, 2015 and 2014, and the related notes to the financial statements, which collectively comprise the Township of Oxford's basic financial statements, and have issued our report thereon dated April 30, 2016, which indicated that the financial statements have been prepared in conformity with accounting practices prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Township'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 Township's internal control. Accordingly, we do not express an opinion on the effectiveness of the Township's internal control.

-Continued-

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

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Township's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance or other matters that are required to be reported under Government Auditing Standards which are described in the accompanying schedule of findings and responses as items 2015-2.

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 Township'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.

ARDITO & CO., LLP

Ardito & Co., LLP

Frenchtown, New Jersey
April 30, 2016

Certified Public Accountant
Registered Municipal Accountant No.524
ARDITO & CO., LLP
Frenchtown, New Jersey
April 30, 2016

SCHEDULE OF FEDERAL/STATE AWARDS

SCHEDULE OF STATE AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2015

STATE GRANTOR/ PROGRAM TITLE	ACCOUNT NUMBER	PROGRAM OR AWARD AMOUNT	GRANT PERIOD	FUND REF.	CASH ACCRUED OR DEFERRED REVENUE BALANCE AT 1/1/15	RECEIPTS PROGRAM	OTHER	DISBURSEMENTS	CASH ACCRUED OR DEFERRED REVENUE BALANCE AT 12/31/15
DEPT. OF COMMUNITY AFFAIRS									
Municipal Alliance Program N.J.S.40A:11-5(a)	N/A	$ 3,733	2015	A		$ 3,733			$ 3,733
Municipal Alliance Program N.J.S.40A:11-5(a)	N/A		Prior Years	A	$ 3,963			$ 2,065	1,898
DEPT. OF ENVIR. PROTECTION									
Solid Waste Admin.-Clean	4900-765-178900	6,489	2015	A		6,489			6,489
Communities Program			Prior Years	A	8,783			6,122	2,661
DEPT. OF HUMAN SERVICES									
Payments to Municipalities for Cost of General Assistance (State Share)	75050-150-158010-60	N/A	N/A	E	6,163		9		6,172
DEPT. OF TRANSPORTATION									
NJ Transportation Fund Authority Act	Buckley Avenue	140,000	2012	A	3,832				3,832
NJ Transportation Fund Authority Act	Buckley Avenue	65,000	2015	A		48,750		55,403	(6,653)
OTHER AIDS									
Emergency Management Council	N/A	5,000	2000	A	2,957				2,957
Beam Guides Rails and Stip	N/A			A	5,085				5,085
Hazards Emergency Operations Planning	N/A	2,406	2004	A	2,406				2,406
Stormwater Grant	N/A			A	6,050			395	5,655
Alcohol Rehabilitation Grant	N/A	162	2012	A	2,341				2,341
Emergency Services Grant	N/A			A	9,668				9,668
Recycling Tonnage Grant	N/A	3,129	2014	A	15,416			196	15,220
Recycling Tonnage Grant	N/A	3,129	2015	A	-				-
Waste Water Management Grant	N/A			A	12				12
Highlands Incentive Planning Grant	N/A	14,049	2011	A	-				-
Highlands Sec 15 Grant	N/A	15,000	2015	A	-			4,137	(4,137)
TOTAL STATE ASSISTANCE					**$ 66,676**	**$ 58,972**	**$ 9**	**$ 68,318**	**$ 57,339**

Note: This Schedule was not subject to an audit in accordance with NJOMB Circular 04-04/15-08.
The accompanying Notes to Schedules of Expenditures of Awards and Financial Assistance are an integral part of this schedule.

NOTES TO THE SCHEDULES OF FEDERAL AND STATE AWARDS
DECEMBER 31, 2015

NOTE 1. GENERAL

The accompanying Schedules of Expenditures of Federal and State Awards present the activity of all federal and state award programs of the Township of Oxford. The Township of Oxford is defined in Note 1 to the Township's financial statements. All federal and state awards received directly from federal and state agencies, as well as federal and state awards passed through other government agencies, are included on the schedules of expenditures of federal and state awards.

NOTE 2. BASIS OF ACCOUNTING

The accompanying Schedules of Expenditures of State Awards are presented using the modified accrual basis of accounting. The information in these schedules is presented in accordance with the requirements of federal OMB Uniform Guidance, Audits of States, Local Governments and Nonprofit Organizations. However, the Township was not subject to the single audit provisions of Federal OMB Uniform Guidance or New Jersey OMB Circular NJOMB 04-04/15-08, Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid for 2015 as grant expenditures were less than the single audit thresholds of $750,000, identified in the Circulars.

NOTE 3. RELATIONSHIP TO THE FINANCIAL STATEMENTS

The accompanying Schedules of Expenditures of Federal and State Awards are presented using the modified accrual basis of accounting. Therefore, some amounts presented in these schedules may differ from amounts presented in, or used in the preparation of, the financial statements.

STATUS OF PRIOR AUDIT FINDINGS

STATUS OF PRIOR AUDIT FINDINGS

CY
Occurrence

2014-1 (*) I recommend that all statutory means should be utilized, including foreclosure, to liquidate tax title liens in order to get such properties back on a taxpaying basis.

STATUS - Finding Repeated in 2015

2014-2 (*) I recommend that the township conduct a physical inventory or appraisal of the fixed assets. Periodic updates should occur to safeguard township assets.

STATUS - Finding Repeated in 2015

2014-3 I recommend that the Township implement controls to ensure budget appropriations are not over-expended.

STATUS - Finding Cleared in 2015

2014-4 (*) I recommend that all interfund loans be transferred back to their respective funds before the end of the calendar year.

STATUS - Finding Repeated in 2015

(*) - Finding Repeated in Current Year

SCHEDULE OF FINDINGS AND RESPONSES

GENERAL FINDINGS

Summary of Auditor's Results

basis of accounting as a result of the general fixed assets account group not being included in the scope of the audit.

The audit did not disclose any material weaknesses in the internal controls of the Township.

The audit did not disclose any noncompliance that is material to the financial statements of the Township.

The Township was not subject to the single audit provisions of Federal OMB Uniform Guidance and New Jersey OMB Circular NJOMB 04-04/15-08, Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid for 2015 as grant expenditures were less than the single audit thresholds of $750,000, identified in the Circulars.

Findings Relating to the Financial Statements which are required to be Reported in Accordance with Generally Accepted Government Auditing Standards:

Finding

2015-1 (*) As of December 31, 2015, there were seventy-nine (79) outstanding tax title liens in the amount of $803,450. Property tax levies on these properties are added to liens in excess of $90,000 annually, of which the township has to bear the full cost of the related local school and county tax levies. In 2015, the township foreclosed on two properties, which reduced the balance of the tax title liens.

I recommend that that the township continue its efforts to liquidate tax title liens in order to get such properties back on a taxpaying basis.

2015-2 (*) The capital/fixed asset accounting detail should be updated.

I recommend that the township conduct a physical inventory or appraisal of the fixed assets. Periodic updates should occur to safeguard township assets.

2015-3 (*) Various interfund balances in excess of $1,182,217 existed as of December 31, 2015. The largest interfund balances are amounts the current fund owes to the general capital fund ($597,120), and the other trust funds ($176,554).

I recommend that all interfund loans be transferred back to their respective funds before the end of the calendar year.

(*) Prior Year Finding