

**COUNTY OF MERCER
STATE OF NEW JERSEY**

**FINANCIAL STATEMENTS AND
SUPPLEMENTAL DATA**

DECEMBER 31, 2016

**COUNTY OF MERCER
STATE OF NEW JERSEY**

TABLE OF CONTENTS

<u>EXHIBIT</u>	<u>TITLE</u>	<u>PAGE</u>
	INTRODUCTORY SECTION	
	Letter of Transmittal	1
	INDEPENDENT AUDITORS' REPORTS	
	Independent Auditors' Report.....	2
	BASIC FINANCIAL STATEMENTS – REGULATORY BASIS	
	Combined Statements of Assets, Liabilities, Reserves and Fund Balance – All Fund Types and Account Group.....	5
	Statement of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual – Current Fund.....	7
	Statement of Revenues, Expenditures and Changes in Fund Balance – Current Fund	8
	Notes to Financial Statements.....	9
	SUPPLEMENTAL SCHEDULES	
	<u>Current Fund</u>	
A	Statements of Assets, Liabilities, Reserves and Fund Balance	35
A – 1	Statements of Revenues, Expenditures and Changes in Fund Balance	36
A – 2	Statement of Revenues	37
A – 2A	Statement of Miscellaneous Revenues Not Anticipated.....	38
A – 3	Statement of Expenditures	39
A – 6	Schedule of Taxes Levied and Collected	48
A – 7	Schedule of Added and Omitted Taxes Receivable	49
A – 8	Schedule of Revenue Accounts Receivable.....	50
A – 9	Schedule of Prior Year Appropriation and Encumbrance Reserves.....	51
A – 10	Schedule of Interfund Receivable (Payable)	54
A – 11	Schedule of Encumbrance Reserves	55
A – 12	Schedule of Accounts Payable.....	56
A – 13	Schedule of Reserve for Grant Interest.....	57
A – 14	Schedule of Unearned Revenue	58
A – 15	Grant Fund – Schedule of Federal and State Grant Funds Receivable	59
A – 16	Grant Fund – Schedule of Appropriated Reserves for Federal and State Grants	63
A – 17	Grant Fund – Schedule of Reserve for Encumbrances.....	68
A – 18	Grant Fund – Schedule of Due (to) from Current Fund	69

**COUNTY OF MERCER
STATE OF NEW JERSEY**

TABLE OF CONTENTS

<u>EXHIBIT</u>	<u>TITLE</u>	<u>PAGE</u>
	<u>Trust Fund</u>	
B	Statements of Assets, Liabilities, Reserves and Fund Balance	70
B – 2	Statements of Reserve for Prosecutor’s Forfeiture – Fund Balance	71
B – 3	Schedule of Reserve for Audio-Visual Aid Commission.....	72
B – 4	Schedule of Reserve for Home Consortium Fund.....	73
B – 5	Home Consortium Fund - Due from HUD Schedule of Accounts Receivable	74
B – 7	Schedule of Reserve for General Insurance Fund	75
B – 8	Schedule of Reserve for Soil Conservation Fund.....	75
B – 9	Schedule of Reserve for New Jersey Unemployment Tax Fund.....	76
B – 10	Schedule of Reserves for Specific Purposes	77
B – 11	Schedule of Reserve for Airport – PFC Escrow	78
B – 12	Schedule of Reserve for Prosecutor’s Seized Fund.....	79
B – 13	Schedule of Reserve for Prosecutor’s Forfeiture Fund Cash Receipts and Disbursements.....	80
B – 14	Schedule of Reserve for Housing Revolving Loan Fund.....	81
B – 15	Schedule of Reserve for Economic Development Revolving Loan Fund	82
B – 16	Schedule of Reserve for Open Space Fund.....	83
B – 17	Schedule of Reserve for Green Trust Fund.....	84
B – 18	Schedule of Reserve for Federal Treasury.....	85
B – 19	Schedule of Reserve for Asset Maintenance Account	86
B – 20	Schedule of Reserve for Federal Justice.....	87
B – 21	Schedule of Reserve for LEOTEF	88
	<u>General Capital Fund</u>	
C	Statements of Assets, Liabilities, Reserves and Fund Balance	89
C – 1	Statement of Changes in Fund Balance.....	90
C – 2	Analysis of General Capital Cash.....	91
C – 3A	Schedule of Accounts Receivable – U.S.F.A.A. Share of Cost.....	93
C – 3B	Schedule of Accounts Receivable – Federal Government and State of New Jersey Grants in Aid	94
C – 3C	Schedule of Accounts Receivable/Payable – Other Governmental Agencies.....	95
C – 4	Schedule of Due from Current Fund.....	96
C – 5	Schedule of Deferred Charges to Future Taxation - Funded	97
C – 6	Schedule of Deferred Charges to Future Taxation - Unfunded	98
C – 7	Schedule of Due from/(to) Mercer County Improvement Authority (Intergovernmental Receivable)	99
C – 8	Schedule of Capital Improvement Fund	100
C – 9	Schedule of Reserve for Payments of Serial Bonds.....	101
C – 10	Schedule of Reserve for Encumbrances Payable	102

**COUNTY OF MERCER
STATE OF NEW JERSEY**

TABLE OF CONTENTS

<u>EXHIBIT</u>	<u>TITLE</u>	<u>PAGE</u>
C – 11	Schedule of Reserve for Interest.....	103
C – 12	Schedule of Green Trust Loans Payable	104
C – 13	Schedule of Loan Payable to the New Jersey Economic Development Authority	105
C – 14	Schedule of NJEIT Loan Payable.....	106
C – 15	Schedule of Capital Leases Payable.....	107
C – 16	Schedule of Improvement Authorizations.....	108
C – 17	Schedule of Bond Anticipation Notes	109
C – 18	Schedule of General Serial Bonds Outstanding	110
C – 19	Schedule of Due to Open Space Trust Fund.....	114
C – 20	Schedule of Bonds and Notes Authorized but not Issued	115
G	General Fixed Asset Account Group	116

SUPPLEMENTARY INFORMATION

Independent Auditors' Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	117
General Comments	119
Schedule of Current Year Findings and Recommendations	120
Summary Schedule of Prior Year Findings and Recommendations	121

STATISTICAL SECTION

Schedule

1	Officials in Office (Unaudited).....	122
2	Schedule of Tax Rate, Tax Levy and Tax Collections (Unaudited).....	123

Table

1	Real Estate Assessment Information (Unaudited).....	124
2	Schedule of Ten Largest Taxpayers (Unaudited).....	125
3	County Tax Rates (Unaudited).....	126
4	Summary of County Budget (Unaudited).....	127
5	County Revenues and Tax Receipts (Unaudited)	128
6	Ratio of Annual Debt Service Expenditures – Current Fund (Unaudited)	129

INTRODUCTORY SECTION

**COUNTY OF MERCER
STATE OF NEW JERSEY**

To the Honorable County Executive, Members of the Board of Chosen Freeholders and Citizens of the County of Mercer:

The comprehensive annual financial report of the County of Mercer (the "County") for the year ended December 31, 2016, is hereby submitted as mandated by state statute. New Jersey statutes require that the County of Mercer annually issue a report on its financial position and activity and that this report be audited by an independent Registered Municipal Accountant. Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the management. To the best of our knowledge and belief, the enclosed data is accurate in all material respects. All disclosures necessary to enable the reader to gain an understanding of the County of Mercer's activities have been included.

The comprehensive annual financial report is presented in four sections: introductory, financial, statistical and general comments and recommendations. The financial section includes the general purpose financial statements and the combining and individual fund and account group financial statements and schedules, as well as the independent auditors' report on these financial statements and schedules. The statistical section, which is unaudited, includes selected financial and demographic information, generally presented on a multi-year basis.

The financial reporting entity (the "government") includes all the funds and account groups of the County of Mercer. Component units, as defined by the Governmental Accounting Standards Board, are not presented, as the State of New Jersey does not require that component units be considered for reporting purposes. The government provides a full range of services, including police and fire protection; sanitation services; the maintenance and construction of roads and related infrastructure; and recreation.

INDEPENDENT AUDITORS' REPORTS

INDEPENDENT AUDITORS' REPORT

To the Honorable County Executive and
Members of the Board of
Chosen Freeholders of the County of Mercer,
State of New Jersey

Report on the Financial Statements

We have audited the accompanying financial statements – regulatory basis of the various funds and account group of the County of Mercer, State of New Jersey (the “County”), as of and for the year ended December 31, 2016, and the related notes to financial statements, which collectively comprise the County’s basic financial statements as listed in the table of contents.

Management’s Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with financial reporting provisions of 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.

Auditors' Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors’ 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 entity’s preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity’s internal control. Accordingly, we express no such opinion. An audit also includes

INDEPENDENT AUDITORS' REPORT (CONTINUED)

Auditors' Responsibility (Continued)

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

The effects on the financial statements of the variances between the basis of accounting described in Note B and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the "Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles" paragraph, the financial statements referred to above do not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position of each fund and account group of the County as of December 31, 2016, or respective results of operations and changes in financial position for the year then ended.

Opinion on Regulatory Basis of Accounting

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of each fund and account group of the County, as of December 31, 2016, and their respective results of operations and changes in financial position for the year then ended in accordance with the financial reporting provisions of the Division of Local Government Services, Department of Community Affairs, State of New Jersey as described in Note B.

Report on Summarized Comparative Information

We have previously audited the County's 2015 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated December 22, 2016, in accordance with the financial reporting provisions described in Note B. In our opinion, the summarized comparative information presented herein as of and for the year ended December 31, 2015, is consistent, in all material respects, with the audited financial statements from which it has been derived.

INDEPENDENT AUDITORS' REPORT (CONTINUED)

Report on Supplementary and Other Information

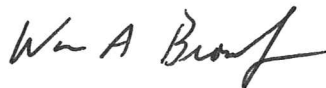
Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The supplemental schedules as required by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, are presented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

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

The supplementary information and statistical section as listed in the table of contents has not been subject to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on them.

Other Reporting by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated March 9, 2018, on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control over financial reporting and compliance.



Warren A. Broudy, CPA, CGFM, PSA, CGMA
Registered Municipal Accountant
License No. 554

Mercadien, P.C.
Certified Public Accountants

March 9, 2018

BASIC FINANCIAL STATEMENTS

COUNTY OF MERCER, STATE OF NEW JERSEY

COMBINED STATEMENTS OF ASSETS, LIABILITIES, RESERVES AND FUND BALANCE - ALL FUND TYPES AND ACCOUNT GROUP
December 31, 2016
(With Comparative Totals for 2015)

	Current & Grant	Capital	Trust Funds	Fixed Asset Account Group	Totals	
					Memorandum Only	
					12/31/2016	12/31/2015
ASSETS AND OTHER DEBITS						
Cash	\$ 45,131,784	\$ 3,511,333	\$ 29,961,418	\$ -	\$ 78,604,535	\$ 55,283,702
Investments	3,737,289	2,739	13,828,092	-	17,568,119	32,768,060
Federal and State Grants Receivable	28,635,002	40,768,851	-	-	69,403,853	69,958,280
Interfund Receivable	4,101,441	1,381,353	10,122,713	-	15,605,507	15,764,545
Receivables and Other Assets						
Added and Omitted Taxes	1,324,130	-	-	-	1,324,130	1,129,009
Accounts Receivable	2,825,401	-	-	-	2,825,401	2,276,243
Home Consortium - Due from HUD	-	-	669,644	-	669,644	347,418
Due from MCIA	765,005	-	-	-	765,005	765,005
Surplus Fund Receivable	-	-	8,720	-	8,720	8,720
Security Deposit	5,000	-	-	-	5,000	5,000
Due from NJEIT	-	140,552	-	-	140,552	140,552
Due From Library	257,893	50,888	44,500	-	353,281	353,281
Deferred Charges	-	661,054,273	-	-	661,054,273	644,718,417
Fixed Assets	-	-	-	142,483,293	142,483,293	132,063,635
	<u>\$ 86,782,944</u>	<u>\$ 706,909,989</u>	<u>\$ 54,635,087</u>	<u>\$ 142,483,293</u>	<u>\$ 990,811,313</u>	<u>\$ 955,581,867</u>

COUNTY OF MERCER, STATE OF NEW JERSEY

COMBINED STATEMENTS OF ASSETS, LIABILITIES, RESERVES AND FUND BALANCE - ALL FUND TYPES AND ACCOUNT GROUP
 (CONTINUED)
 December 31, 2016
 (With Comparative Totals for 2015)

	Current & Grant	Capital	Trust Funds	Fixed Asset Account Group	Totals	
					Memorandum Only	
					12/31/2016	12/31/2015
LIABILITIES, RESERVES AND FUND BALANCE						
Appropriation Reserves	\$ 35,172,270	\$ -	\$ -	\$ -	\$ 35,172,270	\$ 31,428,001
Reserve for Encumbrances	16,381,713	27,904,177	-	-	44,285,890	34,900,585
Other Liabilities and Reserves	2,760,551	7,829,618	50,628,958	-	61,219,127	64,343,036
Unearned Revenue	16,227	-	-	-	16,227	64,052
Improvements Authorizations	-	188,892,422	-	-	188,892,422	178,869,267
Interfund Payable	3,899,817	7,700,312	4,005,378	-	15,605,507	15,764,545
Serial Bonds Payable	-	226,132,000	-	-	226,132,000	194,724,000
Bond Anticipation Notes	-	69,900,000	-	-	69,900,000	83,700,000
Loans Payable	-	174,699,127	-	-	174,699,127	191,813,971
Reserve for Receivables	6,710,731	-	-	-	6,710,731	4,551,980
Fixed Assets	-	-	-	142,483,293	142,483,293	132,063,635
Fund Balance	21,841,636	3,852,333	751	-	25,694,720	23,358,795
	<u>\$ 86,782,944</u>	<u>\$ 706,909,989</u>	<u>\$ 54,635,087</u>	<u>\$ 142,483,293</u>	<u>\$ 990,811,313</u>	<u>\$ 955,581,867</u>

COUNTY OF MERCER, STATE OF NEW JERSEY

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - CURRENT FUND
Year Ended December 31, 2016**

	Budget as Modified	Actual	Variance
REVENUES			
Fund Balance Utilized	\$ 9,950,000	\$ 9,950,000	\$ -
Miscellaneous Revenues Anticipated	65,180,752	68,281,137	3,100,385
Receipts from Current Taxes	255,982,160	255,982,160	-
Miscellaneous Revenue Not Anticipated	-	2,713,044	2,713,044
Unexpended Balances of Appropriation Reserves	-	7,734,071	7,734,071
Accounts Payable Cancelled	-	710,952	710,952
Total Revenues	<u>331,112,912</u>	<u>345,371,365</u>	<u>14,258,453</u>
EXPENDITURES			
Budget Appropriations:			
Salaries and Wages	89,574,540	89,574,540	-
Other Expenses	195,631,415	195,631,415	-
Debt Service	17,863,158	17,863,158	-
Capital Improvements	1,900,000	1,900,000	-
Deferred Charges and Statutory Expenditures	26,143,799	26,143,799	-
Charges to Operations	-	141,679	(141,679)
Interfund Loans Created	-	1,414,742	(1,414,742)
Inventory Purchased - Park Commission	-	218,328	(218,328)
Total Expenditures	<u>331,112,912</u>	<u>332,887,661</u>	<u>(1,774,749)</u>
Statutory Excess to Fund Balance	<u>\$ -</u>	12,483,704	<u>\$ 12,483,704</u>
Fund Balance - January 1, 2016		<u>19,307,932</u>	
		31,791,636	
Decreased by:			
Utilized as Anticipated Revenue		<u>9,950,000</u>	
Fund Balance - December 31, 2016		<u>\$ 21,841,636</u>	

COUNTY OF MERCER, STATE OF NEW JERSEY

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE – CURRENT FUND
Year Ended December 31, 2016**

	<u>Actual</u>
REVENUES	
Fund Balance Utilized	\$ 9,950,000
Miscellaneous Revenues Anticipated	68,281,137
Receipts from Current Taxes	255,982,160
Miscellaneous Revenue Not Anticipated	2,713,044
Unexpended Balances of Appropriation Reserves	7,734,071
Accounts Payable Cancelled	710,952
Total Revenues	<u>345,371,365</u>
EXPENDITURES	
Budget Appropriations	
Salaries and Wages	89,574,540
Other Expenses	195,631,415
Debt Service	17,863,158
Capital Improvements	1,900,000
Deferred Charges and Statutory Expenditures	26,143,799
Charges to Operations	141,679
Interfund Loans Reserved	1,414,742
Inventory Purchased - Park Commission	218,328
Total Expenditures	<u>332,887,661</u>
Statutory Excess to Fund Balance	12,483,704
Fund Balance - January 1, 2016	19,307,932
	<u>31,791,636</u>
Decreased by:	
Utilized as Anticipated Revenue	<u>9,950,000</u>
Fund Balance - December 31, 2016	<u><u>\$ 21,841,636</u></u>

COUNTY OF MERCER, STATE OF NEW JERSEY

NOTES TO FINANCIAL STATEMENTS

A. FORM OF GOVERNMENT

In 1976, the voters of the County of Mercer (the "County") adopted the County Executive Plan of the Optional County Charter Law as the form of government in the County. As required by the Optional County Charter Law, an administrative code ordinance was developed which set forth the form, powers and duties of all agencies of County government. The accompanying financial statements reflect the operations of the County government. Insofar as the Constitutional Offices and Institutions of the County operate independently of the County Treasurer, these financial statements do not reflect such operations.

B. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Reporting Entity

As set forth by the accounting principles and practices prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, as noted below, the financial statements of the County are reported separately.

The financial statements of the County include every board, body, officer or commission supported and maintained wholly or in part by funds appropriated by the County, as required by the provisions of N.J.S.A. 40A: 5-5. The financial statements, however, do not include operations of the Mercer County Joint Insurance Fund, the County College, the Vocational Schools, the Special Services School District, the Board of Social Services, and the Improvement Authority, which are subject to separate examination. Moreover, the assets, liabilities and reserves of the County's constitutional offices and other various departments, which result from the specific activity of the individual activity of the individual office or department and are subject to separate audit, including the Sheriff's Office, Office of the County Clerk, County Adjuster, Surrogate, Mercer County Library, Office of the County Prosecutor, County Park Commission and Correction Center, and are not combined with the financial statements of the County. However, operating revenue and expenditures are included in the County's financial statements.

Description of Funds

The accounting policies of the County conform to the accounting principles and practices applicable to municipalities and counties that have been prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey (the "Division"). 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. These principles and practices demonstrate compliance with the modified accrual basis of accounting, with certain exceptions, and the budget laws of New Jersey and are not in accordance with generally accepted accounting principles ("GAAP"). Under this method of accounting, the County accounts for its financial transactions through the following separate funds:

COUNTY OF MERCER, STATE OF NEW JERSEY

NOTES TO FINANCIAL STATEMENTS

B. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Description of Funds (Continued)

Current Fund

Represents resources and expenditures for governmental operations of a general nature, including federal and state grant funds, except as otherwise noted.

Trust Fund

Represents receipts, custodianship and disbursements of funds in accordance with the purpose for which each reserve was created, pursuant to the provisions of N.J.S.A. 40A: 4-39.

General Capital Fund

Represents resources, including federal and state grants in aid of construction, and expenditures for the acquisition of general capital facilities other than those required through the Current Fund, including the status of bonds and notes authorized for said purposes.

The Governmental Accounting Standards Board (“GASB”) is the accepted standards-setting body for establishing government accounting and financial reporting principles. GASB’s *Codification of Governmental Accounting and Financial Reporting Standards* recognizes three fund categories as appropriate for the accounting and reporting of the financial position and results of operations in accordance with GAAP. This structure of funds differs from the organization of funds prescribed under the regulatory basis of accounting utilized by the County. The resultant presentation of financial position and results of operations in the form of financial statements is not intended to present the general-purpose financial statements required by GAAP.

Basis of Accounting

The accounting principles and practices prescribed for municipalities and counties by the Division differ in certain respects from GAAP applicable to local government units. The more significant differences are as follows:

Revenues are recorded as received in cash except for statutory reimbursements and grant funds that are due from other governmental units. State and federal grants, entitlements and shared revenues received for operating purposes are realized as revenues when anticipated in the County budget. Receivables for property taxes are recorded with offsetting reserves on the combined statement of assets, liabilities, reserves and fund balance of the County’s Current Fund. Accordingly, such amounts are not recorded as revenue until collected.

COUNTY OF MERCER, STATE OF NEW JERSEY

NOTES TO FINANCIAL STATEMENTS

B. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Basis of Accounting (Continued)

Other amounts due to the County that are susceptible to accrual are recorded as receivables with offsetting reserves and are recorded as revenue when received.

Investments are carried at cost. Purchases are limited by New Jersey Statute 40A:5-15.1 to bonds or obligations of and guaranteed by the federal government and bonds or other obligations of federal or local units having a maturity date not more than 397 days from the date of purchase.

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 of each year are reported as a cash liability in the financial statements and constitute part of the County's statutory Appropriation Reserve balance. Appropriation reserves covering unexpended appropriation balances are automatically created at the end of each year and are recorded as liabilities, except for amounts which may be canceled by the governing body. Appropriation reserves are available, until lapsed at the close of the succeeding year, to meet specified 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 bonds and notes and interest on general capital indebtedness are provided on the cash basis.

Pension and post-employment expenses are recorded on a cash basis as billed by the State of New Jersey. Thus, net position liability and related deferred inflows and outflows are not recorded on the statement of assets, liabilities, reserves and fund balance.

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

The County's participation in lease purchase agreements is reflected by the annual appropriation of minimum lease payments within the County's operating budgets. The terms of the lease, including the total of all future minimum lease payments, are disclosed solely in the notes to financial statements.

General Fixed Assets

In accordance with New Jersey Administrative Code 5:30-5-6, *Accounting for Governmental Fixed Assets*, as promulgated by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, which differs in certain respects from GAAP, the County is required to have and maintain a fixed asset and reporting system for non-expendable personal property with an acquisition cost of \$5,000 or more per unit and a useful life of more than one year.

COUNTY OF MERCER, STATE OF NEW JERSEY

NOTES TO FINANCIAL STATEMENTS

B. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Basis of Accounting (Continued)

General Fixed Assets (Continued)

Property and equipment purchased by the Current Fund is recorded as expenditures at the time of purchase and is not capitalized.

Interfund receivables in the Current Fund are recorded with offsetting reserves; interfund payables 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.

Improvement authorizations funded in the General Capital Fund by bonds or notes are recorded as a deferred charge to future taxation and are charged to Current Fund operations as the underlying debt is repaid by budget appropriation.

Budgets are adopted on the same basis of accounting utilized for the preparation of the County's general-purpose financial statements.

Comparative Data

Comparative total data for the prior year has been presented in order to provide an understanding of changes in the County's financial position and operations. However, comparative data has not been presented in each of the statements, since their inclusion would make the statements unduly complex and difficult to read.

Rounding

Some schedules in the financial statements may have dollar differences due to rounding adjustments.

C. DEFERRED COMPENSATION TRUST FUND

The County offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457 and under the provisions of N.J.S. 43: 15B-1. The plan, available to all County employees, permits them to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, disability, death or severe financial hardship.

The assets of the plan shall be held in trust, under the beneficial ownership of the trustee, with the members of the County freeholders serving as trustee, for the exclusive benefit of the plan participants and their beneficiaries, and the assets shall not be diverted to any other purpose.

COUNTY OF MERCER, STATE OF NEW JERSEY

NOTES TO FINANCIAL STATEMENTS

D. CASH AND CASH EQUIVALENTS AND INVESTMENTS

Cash and cash equivalents and investments include amounts on deposit, petty cash, change funds and short-term investments with original maturities of three months or less.

NJGUDPA permits the deposit of public funds in the State of New Jersey Cash Management Fund or in institutions located in New Jersey that are insured by the Federal Deposit Insurance Corporation ("FDIC") or by any other agency of the United States that insures deposits. NJGUDPA requires public depositories to maintain collateral for deposit of public funds that exceed insurance limits as follows:

Each depository participating in the GUDPA system must pledge collateral equal to at least 5% of the average amount of its public deposits and 100% of the average amount of its public funds in excess of the lesser of 75% of its capital funds or \$200 million. The minimum 5% pledge applies to institutions that are categorized as "well capitalized" by federal banking standards. The percentage of the required pledge will increase for institutions that are less than "well capitalized."

No collateral is required for amounts covered by FDIC or National Credit Union Share Insurance Fund ("NCUSIF") insurance. The collateral which may be pledged to support these deposits includes obligations of the state and federal governments, insured securities and other collateral approved by the Department of Banking and Insurance. When the capital position of the depository deteriorates or the depository takes an unusually large amount of public deposits, the Department of Banking and Insurance requires additional collateral to be pledged.

If a governmental depository fails and the FDIC or NCUSIF insurance does not insure or pay out the full amount of public deposits, the collateral pledged to protect these funds would first be liquidated and paid out. If this amount is insufficient, other institutions holding public funds would be assessed pro rata up to 4% of their uninsured public funds. Although these protections do not constitute a 100% guarantee of the safety of all funds, no governmental unit under GUDPA has ever lost protected deposits.

At December 31, 2016, the cash and cash equivalents and investments bank balances of the County consisted of the following:

Insured and Collateralized	\$ 1,500,000
Uninsured and Collateralized	68,329,007
Uninsured and Uncollateralized	799,613
	<u>\$ 70,628,620</u>

During the year ended December 31, 2016, the County held investments in the State of New Jersey Cash Management Fund, and deposits in Northfield Bank, Bank of America, Wells Fargo, Sun National Bank, First Choice Bank, TD Bank and Fidelity Investments.

COUNTY OF MERCER, STATE OF NEW JERSEY

NOTES TO FINANCIAL STATEMENTS

D. CASH AND CASH EQUIVALENTS AND INVESTMENTS (CONTINUED)

Deposits

Custodial credit risk for deposits is the risk that in the event of a bank failure, the County's deposits may not be returned or the County will not be able to recover collateral securities in the possession of an outside party. The County's policy requires deposits to be secured by collateral valued at market or par, whichever is lower, less the amount covered by the FDIC. The Board of Chosen Freeholders approves and designates the authorized depository institution based on evaluation of solicited responses and certifications provided by financial institutions.

Concentration of Credit Risk – This is the risk associated with the amount of investments the County has with any one issuer that exceeds five percent or more of its total investments. Investments issued or explicitly guaranteed by the U.S. government and the New Jersey Cash Management Fund are excluded from this requirement. None of the investments held by the County are exposed to this risk.

Credit Risk – This is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. In general, the County does not have an investment policy regarding Credit Risk, however, the County had no investments that were subject to credit risks as of December 31, 2016. The New Jersey Cash Management Fund is not rated.

Interest Rate Risk – This is the risk that changes in interest rates will adversely affect the fair value of an investment. The County has a formal policy that limits investment maturities as a means of managing its exposure to fair value losses arising from interest rate fluctuations. However, its practice is to hold investments to maturity.

Investments

New Jersey statutes permit the County to purchase the following types of securities:

- Bonds or other obligations of the United States or obligations guaranteed by the United States.
- Bonds of any Federal Intermediate Credit Bank, Federal Home Loan Bank, Federal National Mortgage Association, or United States Bank for Cooperatives that have a maturity date not greater than twelve months from the date of purchase.
- Bonds or other obligations of the County or bonds or other obligations of school districts that are a part of the County or are located within the County.
- Bonds or other obligations having a maturity date of not more than twelve months from the date of purchase that are approved by the New Jersey Department of Treasury, Division of Investments.

COUNTY OF MERCER, STATE OF NEW JERSEY

NOTES TO FINANCIAL STATEMENTS

E. BOND ANTICIPATION NOTES

The County issues bond anticipation notes to temporarily finance various capital projects prior to the issuance of serial bonds. The terms of the notes cannot exceed one year, but the notes may be renewed from time to time for a period not exceeding one year. All such notes must be paid not later than the tenth anniversary of the original note. The State of New Jersey ("State") also prescribes that, on or before the third anniversary of the date of the original note, a payment of at least equal to the first legally payable installment of the bonds, in anticipation of which such notes were issued, be paid or retired. A second legal installment must be paid if the notes are to be renewed beyond the fourth anniversary of the date of the original issue. At December 31, 2016, the County had bond anticipation notes outstanding totaling \$69,900,000.

F. BONDS AND NOTES AUTHORIZED BUT NOT ISSUED

At December 31, 2016, the County had bonds and notes authorized but not issued totaling \$190,323,145. Included within the total are debt authorizations for equipment acquisitions and construction, acquisition and/or improvements to County facilities and infrastructure, which were subsequently financed through the Mercer County Improvement Authority ("MCIA") Government Lease Program.

G. ASSESSMENT AND COLLECTION OF PROPERTY TAXES

New Jersey statutes require that taxable valuation of real property be prepared by the local unit tax assessor as of October 1 in each year and filed with the County Board of Taxation by January 10 of the following year. Upon the filing of certified adopted budgets by the Local Units, Local School District, County and Special Districts, the tax rate is struck by the County Tax Board based on the certified amounts in each of the taxing districts for collection to fund the budgets. Pursuant to statute, this process is to be completed on or before May 13. New Jersey statutes require that each local unit provide for sufficient anticipated cash receipts equal to the "lawful yearly expenditure" that includes the total amount of property taxes to be raised by the local unit that is due the County.

COUNTY OF MERCER, STATE OF NEW JERSEY

NOTES TO FINANCIAL STATEMENTS

H. DEBT, DEBT SERVICE AND STATUTORY DEBT CONDITIONS

Summary of County Debt

	December 31,				
	2016	2015	2014	2013	2012
Issued and Outstanding					
General Obligation, Vocational School and Community College Serial Bonds	\$ 226,132,000	\$ 194,724,000	\$ 168,037,000	\$ 174,123,000	\$ 165,422,000
Green Trust, EDA & NJEIT Loans Payable	2,324,127	6,248,971	9,080,922	12,655,387	14,422,996
Installment Purchase Agreements	9,838,800	9,838,800	9,838,800	9,838,800	9,838,800
Bond Anticipation Notes	69,900,000	83,700,000	84,800,000	45,000,000	40,500,000
Total Issued and Outstanding	308,194,927	294,511,771	271,756,722	241,617,187	230,183,796
Authorized but Not Issued					
Bonds and Notes	190,323,145	174,271,350	152,978,487	142,149,605	132,012,879
Total Bonds and Notes Authorized	498,518,072	468,783,121	424,735,209	383,766,792	362,196,675
Lease/Rental Obligations	223,921,283	233,721,641	219,081,250	230,561,850	277,791,850
Bonds Outstanding Guaranteed by the County					
Mercer County Improvement Authority Bonds	42,703,289	47,608,289	52,579,492	57,448,879	121,343,489
Total Gross Debt	<u>\$ 765,142,644</u>	<u>\$ 750,113,051</u>	<u>\$ 696,395,951</u>	<u>\$ 671,777,521</u>	<u>\$ 761,332,014</u>

Summary of County Debt for Capital Projects

Summarized below are the County's individual bond and loan issues that were outstanding at December 31, 2016:

Bonds Issued	Amount Issued	Amount Outstanding	Interest Rates	Final Maturity
<u>General Improvement Debt</u>				
General Obligation Bonds of 2003	\$ 63,289,000	\$ 47,477,000	4.28-4.34%	2028
Early Retirement Incentive	6,270,000	1,760,000	1.85-5.55%	2019
Early Retirement Incentive	11,625,000	3,060,000	5.38-5.6%	2020
Early Retirement Incentive	8,910,000	4,580,000	5-5.375%	2020
General Obligation Bonds of 2010	8,559,087	5,310,000	1-5%	2025
General Obligation Bonds of 2012	65,790,000	51,505,000	1-3%	2032
General Obligation Bonds of 2013	10,032,000	8,200,000	.32-3.36%	2024
General Obligation Bonds of 2015	39,000,000	37,265,000	.5-3.0%	2030
General Obligation Bonds of 2016	45,800,000	45,800,000	1.5-2.00%	2028
Total General Improvement Debt		<u>204,957,000</u>		
<u>County College Bonds</u>				
Community College Bonds of 2008	18,000,000	9,800,000	4-4.2%	2023
County College Bonds of 2010	2,353,000	1,360,000	2-2.6%	2022
County College Bonds of 2013	7,690,000	6,190,000	2-3%	2026
County College Bonds of 2014	4,250,000	3,825,000	2-3.13%	2029
Total Community College Bonds		<u>21,175,000</u>		
<u>Bond Anticipation Notes Issued</u>				
Bond Anticipation Notes		<u>69,900,000</u>		
<u>Loans Payable</u>				
NJEIT Loan Payable		342,737	2-5%	2022
EDA Loan Payable		1,981,390	2-5%	2019
		<u>2,324,127</u>		
<u>Installment Purchase Agreements</u>				
Open Space Preservation		9,838,800		
Total Debt Issued and Outstanding		<u>\$ 308,194,927</u>		

COUNTY OF MERCER, STATE OF NEW JERSEY

NOTES TO FINANCIAL STATEMENTS

H. DEBT, DEBT SERVICE AND STATUTORY DEBT CONDITIONS (CONTINUED)

Summary of County Debt for Capital Projects (Continued)

	<u>Gross Debt</u>	<u>Deductions</u>	<u>Net Debt</u>
General Debt	\$ 765,142,644	\$ 46,790,275	\$ 718,352,369
2014 Equalization Valuation Basis of Real Property			\$ 42,877,931,765
2015 Equalization Valuation Basis of Real Property			43,252,162,508
2016 Equalization Valuation Basis of Real Property			43,242,279,962
Average Equalized Valuation Basis			<u>\$ 43,124,124,745</u>
Cash Reserves Pledged to Payment of Serial Bonds			\$ 4,086,986
Mercer County Improvement Authority Bonds and Notes Guaranteed by the County			42,703,289
Total Statutory Deductions			<u>\$ 46,790,275</u>
2% of Average Equalization Valuation Basis			\$ 862,482,495
Net Debt			<u>718,352,369</u>
Remaining Borrowing Power			<u>\$ 144,130,126</u>

Net debt of \$718,352,369 divided by the average Equalized Valuation Basis per N.J.S.A. 40A: 2-2 as amended of \$43,124,124,745 equals 1.6658%.

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

<u>Year</u>	<u>Total Principal</u>	<u>Total Interest</u>	<u>Total Debt Service</u>
2017	\$ 18,190,000	\$ 5,922,859	\$ 24,112,859
2018	18,323,000	5,592,635	23,915,635
2019	18,900,000	5,134,715	24,034,715
2020	19,399,000	4,616,561	24,015,561
2021	18,562,000	4,092,566	22,654,566
2022-2026	88,314,000	13,089,899	101,403,899
2027-2031	42,459,000	2,553,519	45,012,519
2032-2033	1,985,000	29,775	2,014,775
	<u>\$ 226,132,000</u>	<u>\$ 41,032,530</u>	<u>\$ 267,164,530</u>

COUNTY OF MERCER, STATE OF NEW JERSEY

NOTES TO FINANCIAL STATEMENTS

H. DEBT, DEBT SERVICE AND STATUTORY DEBT CONDITIONS (CONTINUED)

New Jersey Economic Development Authority Loans

The schedule of debt service for the New Jersey Economic Development Authority Loans for the next three years is as follows:

Year	Principal	Interest	Total
2017	\$ 638,870	\$ 50,130	\$ 689,000
2018	655,161	33,839	689,000
2019	687,359	1,641	689,000
	<u>\$ 1,981,390</u>	<u>\$ 85,610</u>	<u>\$ 2,067,000</u>

NJEIT Trust Loans

The schedule of debt service for the NJEIT Trust Loans Payable for the next five years and thereafter is as follows:

Year	Principal	Interest	Total
2017	\$ 63,276	\$ 8,750	\$ 72,026
2018	62,145	7,000	69,145
2019	61,014	5,250	66,264
2020	59,895	3,519	63,414
2021	58,788	1,806	60,595
Thereafter	37,619	475	38,094
	<u>\$ 342,737</u>	<u>\$ 26,800</u>	<u>\$ 369,537</u>

I. DEFERRED CHARGES TO BE RAISED IN SUCCEEDING BUDGETS

Certain expenditures are required to be deferred to budgets of succeeding years. At December 31, 2016, the following deferred charges are shown on the combined statement of assets, liabilities, reserves and fund balances of the various funds:

	Balance December 31, 2015	2016 Budget Appropriation	Balance to Succeeding Budgets
Special Emergency	<u>\$ 209,095</u>	<u>\$ 209,095</u>	<u>\$ -</u>

COUNTY OF MERCER, STATE OF NEW JERSEY

NOTES TO FINANCIAL STATEMENTS

J. FUND BALANCE APPROPRIATED

Of the fund balance for the Current Fund at December 31, 2016, \$11,168,760 was appropriated and included as anticipated revenue for the year ending December 31, 2017, in the 2017 budget adopted.

Year	Fund Balance at December 31,	Utilized in Budget of Succeeding Year
2016	\$ 21,841,636	\$ 11,168,760
2015	19,307,932	9,950,000
2014	20,979,170	11,950,000
2013	20,107,257	11,950,000
2012	15,945,455	10,567,302
2011	22,682,511	11,330,825
2010	21,725,296	10,570,020
2009	13,578,158	10,758,325
2008	26,350,214	13,674,811
2007	30,901,613	12,660,663

K. PENSION AND RETIREMENT PLANS AND OTHER POST-EMPLOYMENT BENEFIT PLANS

Pension Plans

A substantial number of the County's employees participate in the following defined benefit pension plans: The Public Employees' Retirement System ("PERS"), Police and Firemen's Retirement System ("PFRS"), and Defined Contribution Retirement Program ("DCRP") which are administered and/or regulated by the New Jersey Division of Pensions and Benefits. Each plan has a board of trustees that is primarily responsible for its administration. The Division issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to:

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

COUNTY OF MERCER, STATE OF NEW JERSEY

NOTES TO FINANCIAL STATEMENTS

K. PENSION AND RETIREMENT PLANS AND OTHER POST-EMPLOYMENT BENEFIT PLANS (CONTINUED)

Plan Description

PERS is a cost-sharing multiple-employer defined benefit pension plan which was established as of January 1, 1955. For additional information about PERS, please refer to Division's Comprehensive Annual Financial Report ("CAFR") which can be found at www.state.nj.us/treasury/pensions/annrpts.shtml

PFRS is a cost-sharing multiple-employer defined benefit pension plan administered by the State of New Jersey, Division of Pension and Benefits. For additional information about PFRS, please refer to Division's CAFR which can be found at the link above.

The Defined Contribution Retirement Program ("DCRP") is a multiple-employer defined contribution pension fund established on 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 tax-qualified defined contribution money purchase pension plan under Internal Revenue Code (IRC) 401(a) et seq., and is a governmental plan within the meaning of IRC 414(d). The DCRP provides retirement benefits for eligible employees and their beneficiaries. Individuals covered under DCRP are employees enrolled in PERS on or after July 1, 2007, who earn salary in excess of established "maximum compensation" limits; employees enrolled in PFRS after May 21, 2010, who earn salary in excess of established "maximum compensation" limits; employees otherwise eligible to enroll in PERS on or after November 2, 2008, who do not earn the minimum annual salary for tier 3 enrollment but who earn salary of at least \$5,000.00 annually; and employees otherwise eligible to enroll in PERS after May 21, 2010, who do not work the minimum number of hours per week required for tiers 4 or 5 enrollment, but who earn salary of at least \$5,000.00 annually.

Benefits Provided

For PERS, 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:

<u>Tier</u>	<u>Definition</u>
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 1/55th 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 retirements 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

COUNTY OF MERCER, STATE OF NEW JERSEY

NOTES TO FINANCIAL STATEMENTS

K. PENSION AND RETIREMENT PLANS AND OTHER POST-EMPLOYMENT BENEFIT PLANS (CONTINUED)

Benefits Provided (Continued)

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 ten years of service credit and have not reached the service retirement age for the respective tier.

For PFRS, vesting and benefit provisions are set by N.J.S.A. 43:16A. PFRS provides retirement as well as death and disability benefits. All benefits vest after ten years of service, except for disability benefits which vest after four years of service.

The following represents the membership tiers for PFRS:

<u>Tier</u>	<u>Definition</u>
1	Members who were enrolled prior to May 22, 2010.
2	Members who were eligible to enroll on or after May 22, 2010 and prior to June 28, 2011.
3	Members who were eligible to enroll on or after June 28, 2011.

Service retirement benefits are available at age 55 and are generally determined to be 2% of final compensation of each year of creditable service, as defined, up to 20 years plus 1% for each year of service in excess of 30 years. Members may seek special retirement after achieving 25 years of creditable service, in which benefits would equal 65% (tiers 1 and 2 members) and 50% (tier 3 members) of final compensation plus 1% for each year of creditable service over 25 years but not to exceed 30 years. Members may elect deferred retirement benefits after achieving 10 years of service, in which case benefits would begin at age 55 equal to 2% of final compensation for each year of service.

For DCRP, eligible members are provided with a defined contribution retirement plan intended to qualify for favorable federal income tax treatment under IRC Section 401(a), a noncontributory group life insurance plan and a noncontributory group disability benefit plan. A participant's interest in that portion of his or her defined contribution retirement plan account attributable to employee contributions shall immediately become and shall at all times remain fully vested and non-forfeitable. A participant's interest in that portion of his or her defined contribution retirement plan account attributable to employer contributions shall be vested and non-forfeitable on the date the participant commences the second year of employment or upon his or her attainment of age 65, while employed by an employer, whichever occurs first.

Contributions

The contribution requirements of PERS is set by N.J.S.A. 43:15A and requires contributions by active members and contributing employers. The local employers' contribution amounts are based on an actuarially determined rate, which includes the normal cost and unfunded accrued liability. Chapter 19, P.L. 2009 provided an option for local employers of PERS to contribute 50% of the normal and accrued liability contribution amounts certified for payments due in state fiscal year 2009. Such employers will be credited with the full payment and any such amounts will not be included in their unfunded liability.

COUNTY OF MERCER, STATE OF NEW JERSEY

NOTES TO FINANCIAL STATEMENTS

K. PENSION AND RETIREMENT PLANS AND OTHER POST-EMPLOYMENT BENEFIT PLANS (CONTINUED)

Contributions (Continued)

The actuaries will determine the unfunded liability of those retirement systems, by employer, for the reduced normal and accrued liability contributions provided under this law. This unfunded liability will be paid by the employer in level annual payments over a period of 15 years beginning with the payments due in the fiscal year ended June 30, 2012, and will be adjusted by the rate of return on the actuarial value of assets.

A special funding situation exists for the local employers of the Police and Fire Retirement System of New Jersey. The State of New Jersey, as a non-employer, is required to pay the additional costs incurred by local employers under Chapter 8, P.L. 2000, Chapter 318, P.L. 2001, Chapter 86, P.L. 2001, Chapter 511, P.L. 1991, Chapter 109, P.L. 1979, Chapter 247, P.L. 1993 and Chapter 201, P.L. 2001. The June 30, 2016, State special funding situation net pension liability amount of \$1,604,141,087, is the accumulated difference between the annual actuarially determined state obligation under the special funding situation and the actual state contribution through the valuation date. The state special funding situation pension expense of \$204,886,666, for the fiscal year ending June 30, 2016, is the actuarially determined contribution amount that the state owes for the fiscal year ending June 30, 2016. The pension expense is deemed to be a state administrative expense due to the special funding situation.

The contribution policy for PFRS is set by N.J.S.A 43:16A and requires contributions by active members and contributing employers. State legislation has modified the amount that is contributed by the State. The State's contribution is based on an actuarially determined rate which includes the normal cost and unfunded accrued liability. For fiscal year 2015, the State contributed an amount less than the actuarially determined amount. The local employers' contribution amounts are based on an actuarially determined rate which includes the normal cost and unfunded accrued liability. Chapter 19, P.L. 2009 provided an option for local employers of PFRS to contribute 50% of the normal and accrued liability contribution amounts certified for payments due in State fiscal year 2009. Such employers will be credited with the full payment and any such amounts will not be included in their unfunded liability. The actuaries will determine the unfunded liability of those retirement systems, by employer, for the reduced normal and accrued liability contributions provided under this law. This unfunded liability will be paid by the employer in level annual payments over a period of 15 years beginning with the payments due in the fiscal year ended June 30, 2012, and will be adjusted by the rate of return on the actuarial value of assets.

Under N.J.S.A. 43:16A-15, local participating employers are responsible for their own contributions based on actuarially determined amounts, except where legislation was passed that legally obligated the state if certain circumstances occurred. The legislation, which legally obligates the state, is as follows: Chapter 8, P.L. 2000, Chapter 318, P.L. 2001, Chapter 86, P.L. 2001, Chapter 511, P.L. 1991, Chapter 109, P.L. 1979, Chapter 247, P.L. 1993 and Chapter 201, P.L. 2001. The amounts contributed on behalf of the local participating employers under this legislation is considered to be a special funding situation as defined by GASB Statement No. 68 and the state is treated as a non-employer contributing entity.

COUNTY OF MERCER, STATE OF NEW JERSEY

NOTES TO FINANCIAL STATEMENTS

K. PENSION AND RETIREMENT PLANS AND OTHER POST-EMPLOYMENT BENEFIT PLANS (CONTINUED)

Contributions (Continued)

Since the local participating employers do not contribute under this legislation directly to the plan (except for employer, specific financed amounts), there is no net pension liability or deferred outflows or inflows to report in the financial statements of the local participating employers related to this legislation.

The portion of the non-employer contributing entities' total proportionate share of the collective net pension liability that is associated with the County is \$12,144,341.00.

The County is billed annually for its normal contribution plus any accrued liability. Contribution from the County to PERS Plan 1 was \$6,251,832 and PERS Plan 2 was \$1,089,058 for the year ended June 30, 2016. Contribution from the County to PFRS Plan 1 was \$8,216,609 and PFRS Plan 2 was \$1,249,999 for the year ended June 30, 2016.

The DCRP contribution policy is set by N.J.S.A. 43:15C-3 and requires contributions by active members and contributing employers. In accordance with Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007, plan members are required to contribute 5.5% of their annual covered salary. In addition to the employee contributions, the County contributes 3% of the employees' base salary, for each pay period, to Prudential Financial not later than the fifth business day after the date on which the employee is paid for that pay period. For the year ended June 30, 2016, contributions totaled \$50,000. There were no forfeitures during the year.

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

At June 30, 2016, the County had a liability of \$212,576,047 and \$34,160,330 for its proportionate share of the net pension liability in PERS Plan 1 and PERS Plan 2 respectively; and \$153,728,341 and \$27,760,354 for its proportionate share of the net pension liability in PFRS Plan 1 and PFRS Plan 2, respectively. The net pension liability was measured as of June 30, 2016, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The County's proportion of the net pension liability was based on a projection of the County's long-term share of contributions to the pension plan relative to the projected contributions of all participating members of the plan, actuarial determined. At June 30, 2016, the County's proportion was 0.7177469063% and 0.1153397652%, which was a decrease of 0.003 and 0.004 from its proportion measured as of June 30, 2015, for PERS Plan 1 and PERS Plan 2, respectively; and 0.8047526465% and 0.1453227044%, which was a decrease of 0.058 and 0.008 from its proportion measured as of June 30, 2015, for PFRS Plan 1 and PFRS Plan 2, respectively.

COUNTY OF MERCER, STATE OF NEW JERSEY

NOTES TO FINANCIAL STATEMENTS

K. PENSION AND RETIREMENT PLANS AND OTHER POST-EMPLOYMENT BENEFIT PLANS (CONTINUED)

Pension Liabilities, Pension Expense, and Deferred Outflows or Resources and Deferred Inflows of Resources Related to Pensions (Continued)

	As of June 30, 2016			
	PERS-Plan 1		PERS-Plan 2	
	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 3,953,270.00	\$ -	\$ 635,279.00	\$ -
Changes in assumptions	44,034,402.00	-	7,076,196.00	-
Net difference between projected and actual investment earnings on pension plan investments	8,105,718.00	-	1,302,564.00	-
Changes in proportion	1,522,379.00	1,001,203.00	1,162,261.00	587,400.00
County contributions subsequent to the measurement date	-	-	-	-
	<u>\$ 57,615,769.00</u>	<u>\$ 1,001,203.00</u>	<u>\$ 10,176,300.00</u>	<u>\$ 587,400.00</u>

	PFRS-Plan 1		PFRS-Plan 2	
	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources
	Differences between expected and actual experience	\$ -	\$ 1,007,712.00	\$ -
Changes in assumptions	21,292,638.00	-	3,845,037.00	-
Net difference between projected and actual investment earnings on pension plan investments	10,771,435.00	-	1,945,112.00	-
Changes in proportion	4,369,541.00	6,648,344.00	357,296.00	1,020,275.00
County contributions subsequent to the measurement date	-	-	-	-
	<u>\$ 36,433,614.00</u>	<u>\$ 7,656,056.00</u>	<u>\$ 6,147,445.00</u>	<u>\$ 1,202,248.00</u>

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

	PERS-Plan 1	PERS-Plan 2	PFRS-Plan 1	PFRS-Plan 2
2017	\$ 12,472,168	\$ 2,092,850	\$ 7,948,450	\$ 1,381,971
2018	12,472,168	2,092,850	7,948,450	1,381,971
2019	14,449,425	2,424,637	10,709,671	1,862,055
2020	12,139,630	2,037,049	6,332,994	1,101,097
2021	3,863,768	648,346	265,324	46,131
	<u>\$ 55,397,158</u>	<u>\$ 9,295,732</u>	<u>\$ 33,204,888</u>	<u>\$ 5,773,225</u>

Actuarial Assumptions

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

	PERS	PFRS
Inflation	3.08%	3.08%
Salary Increases: 2012-2026 (based on age)	1.65 - 4.15%	2.10 - 8.98%
Salary Increases: Thereafter (based on age)	2.65 - 5.15%	3.10 - 9.98%
Investment rate of return	7.65%	7.65%

COUNTY OF MERCER, STATE OF NEW JERSEY

NOTES TO FINANCIAL STATEMENTS

K. PENSION AND RETIREMENT PLANS AND OTHER POST-EMPLOYMENT BENEFIT PLANS (CONTINUED)

Actuarial Assumptions (Continued)

For PERS, pre-retirement mortality rates were based on the RP-2000 Employee Preretirement Mortality Table for male and female active participants. Mortality tables are set back 2 years for males and 7 years for females. In addition, the tables provide for future improvements in mortality from the base year of 2013 using a generational approach based on the plan actuary's modified MP-2014 projection scale. Post-retirement mortality rates were based on the RP-2000 Combined Healthy Male and Female Mortality Tables (set back one year for males and females) for service retirements and beneficiaries of former members and a one-year static projection based on mortality improvement Scale AA. In addition, the tables for service retirements and beneficiaries of former members provide for future improvements in mortality from the base year of 2013 using a generational approach based on the plan actuary's modified MP-2014 projection scale. Disability retirement rates used to value disabled retirees were based on the RP-2000 Disabled Mortality Table (set back three years for males and set forward one year for females).

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

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

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

COUNTY OF MERCER, STATE OF NEW JERSEY

NOTES TO FINANCIAL STATEMENTS

K. PENSION AND RETIREMENT PLANS AND OTHER POST-EMPLOYMENT BENEFIT PLANS (CONTINUED)

Actuarial Assumptions (Continued)

In accordance with State statute, the long term expected rate of return on plan investments (7.65% at June 30, 2016) is determined by the State Treasurer, after consultation with the Directors of the Division of Investments and Division of Pension and Benefits, the board of trustees and the actuaries. The long-term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rate of return (expected returns, net of pension plan investment expense, and inflation) are developed for each major asset class. Their ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in PERS's and PFRS's target asset allocation as of June 30, 2015, are summarized in the following table:

Asset Class	Target Allocation	Expected Real Rate of Return
Cash	5.00%	87.00%
U.S. Treasuries	1.50%	1.74%
Investment Grade Credit Mortgages	8.00%	1.79%
High Yield Bonds	2.00%	1.67%
Inflation-Indexed Bonds	2.00%	4.56%
Broad US Equities	1.50%	3.44%
Developed Foreign Equities	26.00%	8.53%
Emerging Market Equities	13.25%	6.83%
Private Equity	6.50%	9.95%
Hedge Funds/Absolute Return	9.00%	12.40%
Real Estate (Property)	12.50%	4.68%
Commodities	2.00%	6.91%
Global Debt ex U.S.	0.50%	5.45%
REIT	5.00%	-0.25%
	5.25%	5.63%

PERS

The discount rate used to measure the total pension liability for was 3.98% as of June 30, 2016. The single blended discount rate was based on the long-term expected rate of return on pension plan investments of 7.65%, and a municipal bond rate of 2.85% as of June 30, 2016, based on the Bond Buyer Go 20-Bond Municipal Bond Index, which includes tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers will be made based on the contribution rate in the most recent fiscal year. Based on those assumptions, the plan's fiduciary net position was projected to be available to make projected future benefit payments of current plan members through 2034. Therefore, the long-term expected rate of return on plan investments was applied to projected benefit payments through 2034, and the municipal bond rate was applied to projected benefit payments after that date in determining the total pension liability.

COUNTY OF MERCER, STATE OF NEW JERSEY

NOTES TO FINANCIAL STATEMENTS

K. PENSION AND RETIREMENT PLANS AND OTHER POST-EMPLOYMENT BENEFIT PLANS (CONTINUED)

Sensitivity of the Collective Net Pension Liability to Changes in the Discount Rate

The following presents the net pension liability of all local participating employers as of June 30, 2016, calculated using the discount rate as disclosed above as well as what the collective net pension liability would be if it was calculated using a discount rate that is 1 percentage point lower or 1 percentage point higher than the current rate:

At 1 % Decrease (2.98%)	At Current Discount Rate (3.98%)	At 1 % Increase (4.98%)
\$ 34,422,851,197	\$ 29,390,685,705	\$ 25,246,574,457

PFRS

The discount rate used to measure the total pension liability for was 5.55% as of June 30, 2016. The single blended discount rate was based on the long-term expected rate of return on pension plan investments of 7.65%, and a municipal bond rate of 2.85% as of June 30, 2016, based on the Bond Buyer Go 20-Bond Municipal Bond Index which includes tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers and the non-employer contributing entity will be made based on the contribution rate in the most recent fiscal year. Based on those assumptions, the plan's fiduciary net position was projected to be available to make projected future benefit payments of current plan members through 2050. Therefore, the long-term expected rate of return on plan investments was applied to projected benefit payments through 2050, and the municipal bond rate was applied to projected benefit payments after that date in determining the total pension liability.

Sensitivity of the Collective Net Pension Liability to Changes in the Discount Rate

The following presents the net pension liability of all local participating employers as of June 30, 2016, calculated using the discount rate as disclosed above as well as what the collective net pension liability would be if it was calculated using a discount rate that is 1 percentage point lower or 1 percentage point higher than the current rate:

At 1 % Decrease (4.55%)	At Current Discount Rate (5.55%)	At 1 % Increase (6.55%)
\$ 26,699,770,118	\$ 20,706,699,056	\$ 15,819,710,095

COUNTY OF MERCER, STATE OF NEW JERSEY

NOTES TO FINANCIAL STATEMENTS

K. PENSION AND RETIREMENT PLANS AND OTHER POST-EMPLOYMENT BENEFIT PLANS (CONTINUED)

Schedule of Required Supplementary Information
Schedule of County's Proportionate Share of Net Pension Liability

PERS Plan 1 - Last 10 Fiscal Years				
	2016	2015	2014	2013
County's proportion of the net pension liability	0.7177469063%	0.7209986848%	0.7088382139%	0.7134545087%
County's proportionate share of net pension liability	\$ 212,576,047	\$ 161,849,757	\$ 132,713,900	\$ 136,355,332
County's covered-employee payroll	50,617,325	51,245,778	57,166,083	48,552,496
County's proportionate share of net pension liability as a % of payroll	419.97%	315.83%	232.15%	280.84%
Total pension liability	355,103,115.34	310,819,505.10	276,953,514.25	265,920,870.33
Plan fiduciary net position	142,527,068.41	148,969,748.31	144,239,613.86	129,565,538.01
Plan fiduciary net position as a % of total pension liability	40.14%	47.93%	52.08%	48.72%

PERS Plan 2 - Last 10 Fiscal Years				
	2016	2015	2014	2013
County's proportion of the net pension liability	0.1153397652%	0.1189441865%	0.1173207085%	0.1079267477%
County's proportionate share of net pension liability	\$ 34,160,330	\$ 26,700,586	\$ 21,965,645	\$ 20,626,946
County's covered-employee payroll	8,346,449	8,454,089	9,461,631	7,344,705
County's proportionate share of net pension liability as a % of payroll	409.28%	315.83%	232.15%	280.84%
Total pension liability	57,064,000.68	51,276,339	45,838,926	40,226,776
Plan fiduciary net position	22,903,670.45	24,575,753	23,873,281	19,599,830
Plan fiduciary net position as a % of total pension liability	40.14%	47.93%	52.08%	48.72%

PFRS Plan 1 - Last 10 Fiscal Years				
	2016	2015	2014	2013
County's proportion of the net pension liability	0.8047526465%	0.8625480372%	0.8604266574%	0.7991075704%
County's proportionate share of net pension liability	\$ 153,728,341	\$ 143,670,436	\$ 108,233,693	\$ 106,234,140
County's covered-employee payroll	24,373,348	28,246,215	27,070,565	25,767,013
County's proportionate share of net pension liability as a % of payroll	630.72%	508.64%	399.82%	412.29%
Total pension liability	347,223,004.86	357,650,927.68	318,927,391.78	281,169,173.13
Plan fiduciary net position	180,585,296.20	201,381,076.09	199,038,749.20	165,032,720.29
Plan fiduciary net position as a % of total pension liability	52.01%	56.31%	62.41%	58.70%

PFRS Plan 2 - Last 10 Fiscal Years				
	2016	2015	2014	2013
County's proportion of the net pension liability	0.1453227044%	0.1537796275%	0.1495995672%	0.1502943320%
County's proportionate share of net pension liability	\$ 27,760,354	\$ 25,614,325	\$ 18,818,238	\$ 19,980,275
County's covered-employee payroll	5,065,340	5,035,885	4,706,670	4,846,201
County's proportionate share of net pension liability as a % of payroll	548.05%	508.64%	399.82%	412.29%
Total pension liability	62,701,733.65	63,763,899.59	55,450,861.93	52,881,657.76
Plan fiduciary net position	32,610,198.59	35,903,283.68	34,606,215.97	31,038,978.20
Plan fiduciary net position as a % of total pension liability	52.01%	56.31%	62.41%	58.70%

COUNTY OF MERCER, STATE OF NEW JERSEY

NOTES TO FINANCIAL STATEMENTS

K. PENSION AND RETIREMENT PLANS AND OTHER POST-EMPLOYMENT BENEFIT PLANS (CONTINUED)

PFRS (Continued)

Schedule of County's Contributions
PERS Plan 1- Last 10 Fiscal Years

	2016	2015	2014	2013
Contractually required contribution	\$ 6,376,361	\$ 6,198,655	\$ 5,843,560	\$ 5,375,734
Contributions in relation to the contractually required contribution	6,198,655	5,843,560	5,375,734	5,744,657
County's covered employee payroll	51,434,498	51,245,778	57,166,083	48,552,496
Contributions as a % of covered employee payroll	12.05%	11.40%	9.40%	11.83%

PERS Plan 2- Last 10 Fiscal Years

	2016	2015	2014	2013
Contractually required contribution	\$ 1,024,662	\$ 1,022,601	\$ 967,175	\$ 813,206
Contributions in relation to the contractually required contribution	1,022,601	967,175	813,206	848,580
County's covered employee payroll	34,160,330	26,700,586	21,965,645	20,626,946
Contributions as a % of covered employee payroll	2.99%	3.62%	3.70%	4.11%

PFRS Plan 1 - Last 10 Fiscal Years

	2016	2015	2014	2013
Contractually required contribution	\$ 8,216,609	\$ 7,011,229	\$ 6,608,671	\$ 5,830,111
Contributions in relation to the contractually required contribution	7,011,229	6,608,671	5,830,111	6,482,292
County's covered employee payroll	28,191,299	28,246,215	27,070,565	25,767,013
Contributions as a % of covered employee payroll	24.87%	23.40%	21.54%	25.16%

PFRS Plan 2 - Last 10 Fiscal Years

	2016	2015	2014	2013
Contractually required contribution	\$ 1,249,999	\$ 1,249,999	\$ 1,149,028	\$ 1,096,514
Contributions in relation to the contractually required contribution	1,249,999	1,149,028	1,096,514	1,109,737
County's covered employee payroll	5,090,801	5,035,885	4,706,670	4,846,201
Contributions as a % of covered employee payroll	24.55%	22.82%	23.30%	22.90%

L. UNUSED SICK AND VACATION BENEFITS

The County has established a uniform personnel policy procedure that sets forth the terms under which an employee may accumulate unused benefits as follows:

Sick Leave

Sick leave for permanent employees accumulates in accordance with the terms of approved contracts. Any amount of sick leave allowance not used in a calendar year accumulates to the employee's credit to be used if and when needed. Upon normal retirement, employees are entitled to receive a lump sum payment as supplemental compensation equal to 50% of earned and unused accumulated sick leave to their credit on the effective date of retirement, up to a maximum of \$18,000.

COUNTY OF MERCER, STATE OF NEW JERSEY

NOTES TO FINANCIAL STATEMENTS

L. UNUSED SICK AND VACATION BENEFITS (CONTINUED)

Vacations

Vacation pay for permanent employees also accumulates in accordance with the terms of the approved contracts. Accrued unused vacation may be taken as time off at a later date or paid upon cessation of employment.

The County maintains current records of each employee's status relating to earned and unused sick and vacation pay. The estimated cost of unused accrued vacation pay is calculated to be \$3,133,109 as of December 31, 2016. The estimated cost of unused sick time compensation due to employees at December 31, 2016, is calculated to be \$6,224,830. These amounts are not reflected as expenditures or liabilities in the financial statements of the County.

General

The County receives financial assistance from the State and the U.S. government in the form of grants, entitlements and certain program cost reimbursements. Entitlement to the revenue is generally conditional upon compliance with the terms and conditions of the grant agreements and applicable regulations, including the expenditures of the revenues for eligible purposes. Substantially all grants, entitlements and cost reimbursements are subject to financial and compliance audits by the grantors. As of December 31, 2016, the County estimates that no material liabilities will result from such audits.

M. CONTINGENCIES AND COMMITMENTS

Debt Guaranteed by the County

The County guarantees certain project and revenue bonds and project notes of MCIA. The project and revenue bonds and project notes are used to finance certain projects within the County. The following is a summary of the projects and the status of the debt guaranteed by the County at December 31, 2016. See Note N for more details.

Project	Date of Guarantee	Authorized	Issued	Outstanding	Included with County Gross Debt	Net Guarantee*
Junior-Senior High School	09/15/05	\$ 5,000,000	\$ 5,000,000	\$ 2,745,000	\$ 2,745,000	\$ -
Solid waste and disposal	03/17/88	319,980,000	311,610,879	20,845,000	-	20,845,000
Refunding bonds of 2011	06/11/11	17,705,000	17,705,000	6,770,000	6,770,000	-
Refunding bonds of 2012	06/12/12	27,100,000	27,100,000	15,395,000	15,395,000	-
County Capital Build America Bonds	08/15/09	35,225,000	35,225,000	26,300,000	26,300,000	-
New Criminal Courthouse		76,000,000	76,000,000	63,680,000	63,680,000	-
Equipment lease/open space	06/17/05	45,710,000	45,710,000	32,890,000	32,890,000	-
Annex Reconstruction	12/15/15	35,000,000	29,720,000	29,720,000	29,720,000	-
Sports & multi-use complex	12/05/99	50,890,000	50,890,000	43,225,814	43,225,814	-
Parking facilities project	12/01/99	10,420,000	10,420,000	3,195,469	3,195,469	-
Solar I 2011	12/01/11	29,550,000	29,550,000	21,670,000	-	21,670,000
Lease bank program	11/05/06	10,000,000	2,744,605	188,289	-	188,289
		<u>\$ 662,580,000</u>	<u>\$ 641,675,484</u>	<u>\$ 266,624,572</u>	<u>\$ 223,921,283</u>	<u>\$ 42,703,289</u>

*Is included in gross debt of the County as described in Note H.

(a) *The Financing of the Solid Waste System.* MCIA currently has outstanding the following bond issues relating to the solid waste system of the County:

\$25,814,252 (original issue) County-Guaranteed Junior Lien Solid Waste Revenue Bonds, Refunding Series 1990 (the maturity value of which is \$79,705,000) (the "1990 Bonds")

COUNTY OF MERCER, STATE OF NEW JERSEY

NOTES TO FINANCIAL STATEMENTS

M. CONTINGENCIES AND COMMITMENTS (CONTINUED)

Debt Guaranteed by the County (Continued)

\$45,167,948 (original issue) County-Guaranteed Solid Waste Revenue Bonds, Site and Disposal Facilities Project, Refunding Series 1992 (the maturity value of which is \$108,315,000) (the "1992 Bonds")

\$44,980,000 (original issue) County-Guaranteed Solid Waste Bonds, Series 1997 (the "1997 Bonds")

In December of 2010, the MCIA successfully refinanced the outstanding bonds and extended the maturity schedules until 2022. This plan is expected to allow the MCIA to fund the payments of the bonds through cash flows without State aid or calling on the County to support the operations.

- (b) *MCIA issued lease revenue bonds.* The issued amount includes \$11,808,000 of bonds that the County is specifically responsible for and \$2,767,000 attributable to the Trenton School District, Hopewell Township Fire District No. 1, and the East Windsor Township Rescue Squad District 1, Inc. that the County has guaranteed.

Defeased Leases

The following leases were defeased as part of various refundings. While the leases are no longer outstanding, the Current Fund will raise annually the lease principal payment to liquidate the outstanding deferred charges to future taxation funded.

Year	2000A	2001a	2002	2003
2017	\$ 390,000	\$ 275,000	\$ 1,055,000	\$ 540,000
2018	410,000	290,000	345,000	580,000
2019	430,000	300,000	360,000	615,000
2020	455,000	315,000	375,000	640,000
2021	-	335,000	395,000	675,000
2022	-	-	415,000	710,000
2023	-	-	-	745,000
	<u>\$ 1,685,000</u>	<u>\$ 1,515,000</u>	<u>\$ 2,945,000</u>	<u>\$ 4,505,000</u>

COUNTY OF MERCER, STATE OF NEW JERSEY

NOTES TO FINANCIAL STATEMENTS

M. CONTINGENCIES AND COMMITMENTS (CONTINUED)

Early Retirement Incentive Program

The State of New Jersey, Division of Pension and Benefits established early retirement incentive programs for eligible individuals in good standing under Chapters 138/181, P.L. 1993 and Chapter 99, P.L. 1993 for ERI 4. The Mercer County Board of Chosen Freeholders elected to participate in this program.

The liability is not included in the financial statements but is provided for in the annual budget appropriations.

Federal and State Grants Receivable – General Capital Fund

At December 31, 2016, the County had recorded \$40,768,851 of grants receivable as financing sources for capital projects authorized. A significant portion of this balance represents approved funding for the underlying projects. In the event that grant and/or contribution agreements are not executed to the extent of the approved funding, the County may: a) cancel the project, to the extent that expenditures have not been incurred; b) amend its authorizing ordinance to substitute County debt for the grants receivable; or c) raise any shortfalls in grants receivable as part of the County budget. At December 31, 2016, the County estimates that no material write-offs of General Capital Fund grants receivable are required.

N. CAPITAL LEASES

The County is a lessee of various types of property under capital leases expiring in various years through 2040 with the MCI as lessor.

The effective annual interest rates on the capital leases range from 2.70% to 7.80%. The annual lease payments, which include interest payments under such lease agreements, are provided for by appropriations in the County's annual budget.

Properties under capital leases, the original issue amounts of County Guaranteed Bonds and Notes, and the principal balance at December 31, 2016, are as follows:

COUNTY OF MERCER, STATE OF NEW JERSEY

NOTES TO FINANCIAL STATEMENTS

N. CAPITAL LEASES (CONTINUED)

Property	Original Issue Amount of County Guaranteed Bonds and Notes - Debt	Principal Balance at December 31, 2016
Special Services School District	\$ 34,525,000	\$ 2,720,000
New Criminal Courthouse	76,000,000	63,680,000
County Capital Build America Bonds	35,225,000	26,300,000
2011 Refunding Leases	-	6,770,000
2012 Refunding Leases	-	11,030,000
Annex Reconstruction	29,720,000	28,985,000
*(1) Arena	52,400,250	43,225,814
*(1) Parking for Arena	11,820,000	3,195,469
* Solar Farm at MCCC	29,550,000	21,670,000
MCIA Gov't Lease	167,085,000	32,890,000
Subtotal	<u>\$ 436,325,250</u>	<u>240,466,283</u>
* Guaranteed MCIA Bonds		68,091,283
Total		<u>\$ 172,375,000</u>

(1) Mercer County anticipates making payment on these issues.

The following is a schedule of minimum payments due under capital leases as of December 31, 2016:

2017	\$ 25,410,479
2018	24,777,599
2019	21,359,289
2020	19,551,998
2021	17,313,615
2022-2026	83,604,437
2027-2031	75,261,989
2032-2036	46,883,035
2037-2041	11,047,750
	<u>325,210,192</u>
Less	
Arena*	43,225,814
Parking for Arena*	3,195,469
Interest	106,413,909
	<u>\$ 172,375,000</u>

*While deducted, the County expects to make the payments for the foreseeable future.

COUNTY OF MERCER, STATE OF NEW JERSEY

NOTES TO FINANCIAL STATEMENTS

O. LITIGATION

The County is a defendant in various legal proceedings primarily involving personal injury and property damage claims. These cases, if decided against the County, would either be covered by insurance or raised by future taxation. The County expects such amounts, if any, to be immaterial.

P. INSURANCE

The County has elected to provide a self-insured plan primarily relating to worker's compensation, general liability, unemployment, inmate health care, and property and casualty insurance, whereby the County cost, if any, and employee contributions are deposited in a trust fund from which claims, if any, will be paid. During 2016, deposits amounted to \$43,410,585, and payments for claims amounted to \$46,021,374. The reserve, which is not based on an actuarial analysis, is \$3,578,522.

In addition, excess coverage is maintained for general liability, worker's compensation and property and casualty.

Q. SUBSEQUENT EVENTS

Management has evaluated subsequent events that occurred after the statement of assets, liabilities, reserves and fund balance date through March 9, 2018, the date the financial statements were available to be issued.

On August 22, 2017, the County issued \$69,900,000 of 2017 Series A bond anticipation notes consisting of \$57,245,611 general capital improvement notes and \$12,654,389 open space and farmland preservation notes.

On January 11, 2018, the County Freeholder Board authorized the issuance of \$15,537,980 of aggregate principal general obligation bonds or bond anticipation notes for various capital improvement projects.

SUPPLEMENTAL SCHEDULES

COUNTY OF MERCER, STATE OF NEW JERSEY

A

**CURRENT AND GRANT FUND
STATEMENTS OF ASSETS, LIABILITIES, RESERVES AND FUND BALANCE**

<u>Assets</u>	<u>Reference</u>	<u>December 31,</u>		<u>Liabilities, Reserves and Fund Balance</u>	<u>Reference</u>	<u>December 31,</u>	
		<u>2016</u>	<u>2015</u>			<u>2016</u>	<u>2015</u>
Cash and Investments:				Liabilities:			
Cash		\$ 45,131,784	\$ 27,625,641	Encumbrance Reserves	A - 9, A - 11	\$ 6,896,215	\$ 7,499,009
Investments		3,737,289	16,205,543	Appropriation Reserves	A - 3	13,701,120	9,225,859
Total Cash and Investments		<u>48,869,073</u>	<u>43,831,184</u>	Reserve for Grant Interest	A - 13	365,814	375,911
Receivables with Full Reserves:				Accounts Payable	A - 12	1,775,251	710,951
Added and Omitted Taxes	A - 7	1,324,130	1,129,009	Unearned Revenue	A - 14	16,227	64,052
Revenue Accounts Receivable	A - 8	2,825,401	2,276,243	Due to Grant Fund	A - 18	2,515,994	3,480,522
Due from Library	A-10	257,893	257,893	Due to Trust - Insurance Fund	A - 10	-	2,203,145
Due from MCIA		765,005	765,005	Due to Capital Fund	A - 10	1,381,353	797,434
Due from Home Consortium	B, A-10	96,292	103,292	Reserve for Hurricane Sandy		<u>375,465</u>	<u>375,465</u>
Due from Open Space	B, A-10	940,034	15,538			27,027,438	24,732,348
Due from Trust	A-10	496,976	-	Reserve for Receivables		6,710,731	4,551,980
Security Deposit		5,000	5,000	Fund Balance	A - 1	<u>21,841,636</u>	<u>19,307,932</u>
Total Reserved Receivables		<u>6,710,731</u>	<u>4,551,980</u>			<u>55,579,804</u>	<u>48,592,259</u>
Deferred Charges		-	209,095	Appropriated Reserves	A - 16	21,471,150	22,202,145
		<u>55,579,804</u>	<u>48,592,259</u>	Reserve for Encumbrances	A - 16, A - 17	9,485,498	8,008,547
				Vouchers payable		244,022	244,232
				Due to Trust Fund	B	<u>2,470</u>	<u>-</u>
						<u>31,203,140</u>	<u>30,454,922</u>
<u>Grant Fund</u>				Total Liabilities, Reserves and Fund Balance		<u>\$ 86,782,944</u>	<u>\$ 79,047,181</u>
Due from Current Fund	A - 18	2,515,994	3,480,522				
Due from Home Trust Fund	B	52,145	-				
Accounts Receivable	A - 15	<u>28,635,002</u>	<u>26,974,399</u>				
		<u>31,203,140</u>	<u>30,454,921</u>				
Total Assets		<u>\$ 86,782,944</u>	<u>\$ 79,047,181</u>				

COUNTY OF MERCER, STATE OF NEW JERSEY

A-1

CURRENT FUND
 STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 Year Ended December 31, 2016
 (With Comparative Totals for 2015)

	Reference	2016	2015
Revenues:			
Fund Balance Utilized	A - 2	\$ 9,950,000	\$ 11,950,000
Miscellaneous Revenue Anticipated	A - 2	68,281,137	61,409,639
Receipts from Current Taxes	A - 2	255,982,160	249,921,779
Miscellaneous Revenue Not Anticipated	A - 2, A - 2A	2,713,044	1,713,686
Unexpended Balance of Appropriation Reserves	A - 9	7,734,071	5,903,632
Other Credits to Income:			
Accounts Payable Cancelled	A - 12	710,952	899,052
Total Income		<u>345,371,365</u>	<u>331,797,787</u>
Expenditures:			
Budget Appropriations:			
Salaries and Wages	A - 3	89,574,540	92,981,967
Other Expenses	A - 3	195,631,415	188,843,832
Debt Service	A - 3	17,863,158	14,129,748
Capital Improvements	A - 3	1,900,000	1,900,000
Deferred Charges and Statutory Expenditures	A - 3	26,143,799	23,408,880
Charges to Operations - Accts Payable		141,679	-
Interfund Loans Reserve		1,414,742	254,598
Inventory Purchased - Park Commission		218,328	-
Total Expenditures		<u>332,887,661</u>	<u>321,519,025</u>
Statutory Excess to Fund Balance		12,483,704	10,278,762
Fund Balance - January 1, 2015	A	<u>19,307,932</u>	<u>20,979,170</u>
		31,791,636	31,257,932
Decreased by:			
Utilized as Anticipated Revenue	A-2	<u>9,950,000</u>	<u>11,950,000</u>
Fund Balance - December 31, 2016	A	<u>\$ 21,841,636</u>	<u>\$ 19,307,932</u>

COUNTY OF MERCER, STATE OF NEW JERSEY

CURRENT FUND
STATEMENT OF REVENUES
Year Ended December 31, 2016

	Adopted Budget	Anticipated Special 40A: 4-87	Budget after Modification	Realized	Excess (Deficit)
Surplus Anticipated	\$ 9,950,000	\$ -	\$ 9,950,000	\$ 9,950,000	\$ -
Miscellaneous Revenue Anticipated:					
Added and Omitted Taxes	1,102,568	-	1,102,568	1,137,884	35,316
Supplemental Social Security Income	1,339,477	-	1,339,477	2,258,970	919,493
Grants (See Schedule A-15, A-16)	9,389,707	17,457,739	26,847,446	26,847,446	-
Franchise Tax on Stock Insurance Companies	500,000	-	500,000	367,691	(132,309)
Court Reimbursement	140,000	-	140,000	127,379	(12,621)
Board of Social Services - ERI	605,000	-	605,000	1,310,000	705,000
County Clerk	3,400,000	-	3,400,000	3,593,600	193,600
County Clerk - Special Legislation	1,300,000	-	1,300,000	1,917,577	617,577
Surrogate	440,000	-	440,000	811,955	371,955
Sheriff	760,000	-	760,000	1,703,279	943,279
Telephone Reimbursement	330,000	-	330,000	207,516	(122,484)
School Board Election Reimbursement	-	-	-	-	-
Prosecutor Pilot Program	491,500	-	491,500	491,500	-
Board of State Prisoners	40,000	-	40,000	61,573	21,573
Princeton Country Club	880,000	-	880,000	1,017,748	137,748
Mountain View Golf Course	1,310,000	-	1,310,000	1,310,110	110
Mercer Oaks Golf Course	2,950,000	-	2,950,000	3,016,115	66,115
Stadium Fees	170,000	-	170,000	211,177	41,177
Indoor Tennis Center	750,000	-	750,000	667,176	(82,824)
Skating Rink	425,000	-	425,000	472,679	47,679
Park Commission Recreation/Leagues	420,000	-	420,000	571,306	151,306
Equestrian Center	130,000	-	130,000	120,224	(9,776)
Motor Vehicle Fines	2,220,000	-	2,220,000	2,167,189	(52,811)
Weights and Measures Fines	60,000	-	60,000	57,898	(2,103)
Interest on Investments and Deposits	100,011	-	100,011	60,067	(39,944)
Airport Income	6,757,000	-	6,757,000	5,963,856	(793,144)
Rental of Property	97,000	-	97,000	193,472	96,472
Library Indirect Cost Reimbursement	710,000	-	710,000	710,000	-
Capital Surplus	2,000,000	-	2,000,000	2,000,000	-
Reserve to Pay Bonds	7,438,006	-	7,438,006	7,438,006	-
State Aid - Bonds	1,467,744	-	1,467,744	1,467,744	-
Total Miscellaneous Revenues Anticipated	47,723,013	17,457,739	65,180,752	68,281,137	3,100,386
Subtotal General Revenues	57,673,013	17,457,739	75,130,752	78,231,137	3,100,386
Amount to be Raised by Taxation - County Purpose Tax	255,982,160	-	255,982,160	255,982,160	-
Total Budgeted General Revenues	313,655,173	17,457,739	331,112,912	334,213,297	3,100,386
Nonbudgeted Revenues - Miscellaneous Revenues	-	-	-	2,713,044	2,713,044
Total Revenues	\$ 313,655,173	\$ 17,457,739	\$ 331,112,912	\$ 336,926,342	\$ 5,813,430
	Reference A - 3	A-15, A-16	A-3		

COUNTY OF MERCER, STATE OF NEW JERSEY

A-2A

CURRENT FUND
STATEMENT OF MISCELLANEOUS REVENUES NOT ANTICIPATED
Year Ended December 31, 2016

Sale of Assets	\$	146,681
Security		465
WIB Literacy Conference		505
County Clerk		152,970
Election Reimbursements		20,949
Fringe Benefit		143,634
Copier Reimbursements		4,871
Salary Reimbursements		169,830
Vending Machine Commissions		29,785
Inmate Social Security		54,600
Autopsy Fees		312
Plans/Specs		16,491
Road Opening Permits		9,100
Planning Dept. Fees		24,946
Consumer Affairs		3,750
Shooting Range Fees		4,950
Police Academy		63,766
Probation Fees/ Restitution		2,133
Miscellaneous		974,624
EMS Dispatch		742,340
Free Trade Zone		30,000
Indirect Cost Plan		100,954
Inmate Slap Program		15,389
	\$	<u>2,713,044</u>

Reference A - 1, A - 2

COUNTY OF MERCER, STATE OF NEW JERSEY

CURRENT FUND
STATEMENT OF EXPENDITURES
Year Ended December 31, 2016

	Adopted Budget	Budget after Modifications	Paid or Charged	Cancelled	Reserved
ADMINISTRATIVE AND EXECUTIVE					
Board of Chosen Freeholders					
Salaries and Wages	\$ 610,970	\$ 660,970	\$ 660,970	\$ -	\$ -
Other Expenses	73,800	73,800	25,975	-	47,825
Clerk to the Board					
Salaries and Wages	347,150	359,150	357,156	-	1,994
Other Expenses	77,900	77,900	29,373	-	48,527
County Executive					
Salaries and Wages	285,344	285,344	256,281	-	29,063
Other Expenses	25,000	25,000	7,228	-	17,772
Chief of Staff					
Salaries and Wages	406,114	406,114	386,139	-	19,975
Other Expenses	4,950	5,150	5,147	-	3
Veterans					
Salaries and Wages	174,098	181,098	176,465	-	4,633
Other Expenses	54,470	54,470	41,304	-	13,166
Public Information Office					
Salaries and Wages	182,877	188,377	187,352	-	1,025
Other Expenses			-	-	-
County Administrator					
Salaries and Wages	518,454	518,454	517,528	-	926
Other Expenses	132,824	132,824	130,619	-	2,205
County Treasurer					
Salaries and Wages	814,812	674,812	648,522	-	26,290
Other Expenses	349,525	349,525	337,750	-	11,775
Employee Relations					
Salaries and Wages	823,640	623,640	580,938	-	42,702
Other Expenses	414,800	414,800	217,172	-	197,628
Purchasing					
Salaries and Wages	280,365	280,365	224,727	-	55,638
Other Expenses	13,051	13,051	11,268	-	1,783

COUNTY OF MERCER, STATE OF NEW JERSEY

CURRENT FUND
STATEMENT OF EXPENDITURES (CONTINUED)
Year Ended December 31, 2016

	Adopted Budget	Budget after Modifications	Paid or Charged	Cancelled	Reserved
Office of Information Technology					
Salaries and Wages	742,725	667,725	601,820	-	65,905
Other Expenses	913,435	913,435	750,892	-	162,543
Medical Examiner Morgue					
Salaries and Wages	305,666	307,666	306,954	-	712
Other Expenses	261,150	261,150	246,431	-	14,719
Insurance and Property					
Salaries and Wages	196,794	196,794	191,818	-	4,976
Other Expenses	477,200	477,200	212,460	-	264,740
Economic Opportunity					
Salaries and Wages	319,296	319,296	310,890	-	8,406
Other Expenses	367,956	367,956	349,065	-	18,891
Division of Housing					
Salaries and Wages	132,422	132,422	131,964	-	458
Other Expenses	23,000	23,000	22,608	-	392
Cultural and Heritage					
Salaries and Wages	247,673	248,673	248,665	-	8
Other Expenses	48,780	48,780	35,214	-	13,566
Division of Planning					
Salaries and Wages	310,944	310,944	210,137	-	100,807
Other Expenses	129,014	129,014	123,615	-	5,399
Extension Services					
Salaries and Wages	183,281	183,281	180,261	-	3,020
Other Expenses	208,370	208,370	110,050	-	98,320
County Counsel					
Salaries and Wages	987,278	987,278	984,298	-	2,980
Other Expenses	617,238	617,238	456,859	-	160,379
Consumer Affairs					
Salaries and Wages	291,640	291,640	291,176	-	464
Other Expenses	10,480	10,480	8,209	-	2,271
County Adjuster					
Salaries and Wages	173,003	177,003	176,747	-	256
Other Expenses	57,990	57,990	27,786	-	30,204
DM & H County Share	5,915,734	5,915,734	5,920,325	-	(4,591)
Emergency Management Office					
Salaries and Wages	245,924	245,924	245,813	-	111
Other Expenses	13,350	13,350	8,207	-	5,143

COUNTY OF MERCER, STATE OF NEW JERSEY

**CURRENT FUND
STATEMENT OF EXPENDITURES (CONTINUED)
Year Ended December 31, 2016**

	Adopted Budget	Budget after Modifications	Paid or Charged	Cancelled	Reserved
Emergency and Rescue Squads					
Other Expenses	24,000	24,000	-	-	24,000
Communications Center					
Salaries and Wages	1,772,058	1,472,058	1,447,169	-	24,889
Other Expenses	604,100	604,100	602,265	-	1,835
Utility Expenses					
Electric	2,062,113	2,062,113	1,675,906	-	386,207
Gas (Natural)	185,504	185,504	127,198	-	58,306
Water/Sewer	125,327	195,327	193,542	-	1,785
Sewerage Processing/Disposal	26,423	26,423	25,846	-	578
Fuel Oil	437,761	437,761	172,047	-	265,714
Gasoline	652,000	727,000	701,422	-	25,578
Telephone	1,197,480	1,272,480	1,196,743	-	75,737
Audit Services	82,671	82,671	5,400	-	77,271
Total Administrative and Executive	25,939,924	25,526,624	23,101,716	-	2,424,908
DEPARTMENT OF LAW AND JUSTICE					
Prosecutor					
Salaries and Wages	14,239,662	14,464,662	14,378,436	-	86,226
Other Expenses	1,290,498	1,290,498	1,139,611	-	150,887
County Clerk - Recording					
Salaries and Wages	1,813,536	1,813,536	1,685,000	-	128,536
Other Expenses	190,816	190,816	142,571	-	48,246
County Clerk - Elections					
Salaries and Wages	181,017	137,017	115,367	-	21,650
Other Expenses	385,670	429,670	408,996	-	20,674
County Surrogate					
Salaries and Wages	868,119	896,119	889,873	-	6,246
Other Expenses	120,000	120,000	107,602	-	12,398
Sheriff's Office					
Salaries and Wages	15,381,806	15,421,805	15,403,503	-	18,302
Other Expenses	523,350	523,350	492,121	-	31,229
Total Law and Justice	34,994,474	35,287,473	34,763,080	-	524,393

COUNTY OF MERCER, STATE OF NEW JERSEY

CURRENT FUND
STATEMENT OF EXPENDITURES (CONTINUED)
Year Ended December 31, 2016

	Adopted Budget	Budget after Modifications	Paid or Charged	Cancelled	Reserved
DEPT OF TRANSPORTATION AND INFRASTRUCTURE					
Department Director					
Salaries and Wages	226,105	226,105	225,479	-	626
Other Expenses	4,350	4,350	2,935	-	1,415
Highways					
Salaries and Wages	3,875,655	3,875,655	3,264,697	-	610,958
Other Expenses	1,212,249	1,212,249	1,183,663	-	28,586
Division of Engineering					
Salaries and Wages	38,421	38,421	30,863	-	7,558
Other Expenses	14,620	14,620	13,791	-	829
Buildings and Grounds					
Salaries and Wages	2358929	2,258,929	2,075,870	-	183,059
Other Expenses	4128009	4,128,009	3,601,381	-	526,628
Motor Pool					
Salaries and Wages	1,354,015	1,291,915	1,138,950	-	152,965
Other Expenses	494,100	494,100	471,601	-	22,499
Airport					
Salaries and Wages	1,595,234	1,495,234	1,479,314	-	15,920
Other Expenses	2,922,854	2,922,854	2,599,466	-	323,388
TRADE					
Salaries and Wages	495,072	495,072	495,072	-	-
Other Expenses	86,700	86,700	72,316	-	14,384
Total Transportation and Infrastructure	18,806,313	18,544,213	16,655,396	-	1,888,817
DEPARTMENT OF PUBLIC SAFETY					
Correction Center					
Salaries and Wages	32,590,765	32,590,765	30,106,142	-	2,484,623
Other Expenses	3,444,676	3,444,676	2,331,470	-	1,113,206
Medical Services					
Other Expenses	4,760,550	4,760,550	3,092,605	-	1,667,945
Total Public Safety	40,795,991	40,795,991	35,530,216	-	5,265,775

COUNTY OF MERCER, STATE OF NEW JERSEY

CURRENT FUND
 STATEMENT OF EXPENDITURES (CONTINUED)
 Year Ended December 31, 2016

	Adopted Budget	Budget after Modifications	Paid or Charged	Cancelled	Reserved
DEPARTMENT OF HUMAN SERVICES					
Department Director					
Salaries and Wages	565,011	565,011	551,394	-	13,617
Other Expenses	20,600	20,600	16,596	-	4,004
Peer Grouping - Community Services					
Other Expenses	544,190	544,190	543,055	-	1,135
Mental Health Administration					
Salaries and Wages	62,860	66,060	63,878	-	2,182
Other Expenses	8,490	8,490	5,421	-	3,069
Mental Health Programs (R.S. 40: 5-2.9)					
Other Expenses	951,339	951,339	942,876	-	8,464
Developmental Disabilities					
Other Expenses	270,069	270,069	260,404	-	9,665
Youth Services Programs					
Other Expenses	1,471,404	1,471,404	1,462,154	-	9,250
Health Services					
Other Expenses	91,488	91,488	34,950	-	56,538
Youth Services Administration					
Salaries and Wages	113,972	132,972	131,462	-	1,510
Other Expenses	-	-	-	-	-
Child & Neighborhood Centers					
Other Expenses	520,197	520,197	432,117	-	88,080
Office for the Disabled					
Salaries and Wages	121,348	161,348	159,611	-	1,737
Other Expenses	10,000	10,000	-	-	10,000
Physically Disabled - Recreation					
Other Expenses	93,510	93,510	79,158	-	14,352
Drug and Alcohol Program - Administrative					
Salaries and Wages	117,312	117,312	109,340	-	7,972
Other Expenses	500	500	500	-	-

COUNTY OF MERCER, STATE OF NEW JERSEY

CURRENT FUND
STATEMENT OF EXPENDITURES (CONTINUED)
Year Ended December 31, 2016

	Adopted Budget	Budget after Modifications	Paid or Charged	Cancelled	Reserved
Alcohol/Addiction Programs (R.S. 40: 5-2.9)					
Other Expenses	761,237	761,237	671,127	-	90,111
Office on Aging Administration					
Salaries and Wages	440,329	440,329	440,329	-	-
Other Expenses	469,671	469,671	469,671	-	-
Community Services Administration					
Salaries and Wages	77,103	77,103	77,103	-	-
Homeless Services					
Other Expenses	404,530	404,530	385,030	-	19,500
Division of Environmental Health					
Salaries and Wages	124,408	374,408	252,321	-	122,087
Other Expenses	500	500	(1,600)	-	2,100
Youth Detention Center					
Salaries and Wages	111,003	112,003	111,754	-	249
Other Expenses	2,949,602	2,949,602	2,402,541	-	547,061
Total Human Services	10,300,673	10,613,873	9,601,190	-	1,012,683
UNCLASSIFIED					
Board of Taxation					
Salaries and Wages	268,516	274,716	274,024	-	692
Other Expenses	60,957	60,957	56,939	-	4,018
Board of Elections					
Salaries and Wages	374,985	426,985	419,094	-	7,891
Other Expenses	478,256	478,256	198,159	-	280,097

COUNTY OF MERCER, STATE OF NEW JERSEY

CURRENT FUND
 STATEMENT OF EXPENDITURES (CONTINUED)
 Year Ended December 31, 2016

	Adopted Budget	Budget after Modifications	Paid or Charged	Cancelled	Reserved
Superintendent of Elections					
Salaries and Wages	1,551,850	1,562,850	1,552,269	-	10,581
Other Expenses	497,900	497,900	422,054	-	75,846
Park Commission (40: 37-95.9)	13,272,162	13,272,162	12,566,757	-	705,405
Board of Social Services:					
Administration	16,019,806	16,019,806	16,019,806	-	-
Supplemental Security Income	1,890,790	1,890,790	1,890,790	-	-
Welfare Services	1,600,683	1,600,683	1,600,683	-	-
Vocational School	6,747,251	6,747,251	6,747,251	-	-
Mercer County Community College	15,910,059	15,910,059	15,910,059	-	-
Special Services School District	2,993,948	2,993,948	2,993,948	-	-
Superintendent of Schools					
Salaries and Wages	239,180	239,180	232,008	-	7,172
Other Expenses	5,216	5,216	3,727	-	1,489
Compensated Absence Liability	300,000	300,000	9,578	-	290,422
Group Insurance for Employees	36,397,176	36,397,176	35,826,494	-	570,682
Insurance Premiums	3,852,000	3,852,000	3,852,000	-	-
Lease/Rental Payments	25,050,000	25,050,000	25,050,000	-	-
East Windsor Bus Transportation	10,400	10,400	10,400	-	-
Total Unclassified	127,521,135	127,590,335	125,636,041	-	1,954,293
Total Salaries and Wages	89,838,741	89,574,540	84,996,521	-	4,578,019
Operating Expenses	168,519,769	168,783,969	160,291,119	-	8,492,851

COUNTY OF MERCER, STATE OF NEW JERSEY

**CURRENT FUND
STATEMENT OF EXPENDITURES (CONTINUED)
Year Ended December 31, 2016**

	<u>Adopted Budget</u>	<u>Budget after Modifications</u>	<u>Paid or Charged</u>	<u>Cancelled</u>	<u>Reserved</u>
STATE AND FEDERAL GRANTS OFFSET BY REVENUES:					
Total State and Federal Programs	9,389,707	26,847,446	26,847,446	-	-
Total Operating Expenses	177,909,476	195,631,415	187,138,565	-	8,492,851
Total Operations	267,748,217	285,205,955	272,135,085	-	13,070,869
CAPITAL IMPROVEMENTS					
Capital Improvement Fund	1,900,000	1,900,000	1,900,000	-	-
COUNTY DEBT SERVICE					
Payment of Bond Principal:					
County College Bonds	1,100,000	1,100,000	1,100,000	-	-
State Aid County College Bonds	1,100,000	1,100,000	1,100,000	-	-
Other Bonds	9,314,600	9,314,600	9,314,600	-	-
Interest on Bonds:					
County College Bonds	367,744	367,744	367,744	-	-
State Aid County College Bonds	367,744	367,744	367,744	-	-
Other Bonds	3,058,229	3,058,229	3,011,672	-	46,557
Interest on Notes	1,865,841	1,865,841	1,865,824	-	17
NJEDA Principal and Interest	689,000	689,000	689,000	-	-
Total County Debt Service	17,863,158	17,863,158	17,816,584	-	46,574

COUNTY OF MERCER, STATE OF NEW JERSEY

CURRENT FUND
STATEMENT OF EXPENDITURES (CONTINUED)
Year Ended December 31, 2016

	Adopted Budget	Budget after Modifications	Paid or Charged	Cancelled	Reserved
DEFERRED CHARGES AND STATUTORY EXPENDITURES					
Deferred Charges - Prior Year's Bills	50,000	50,000	50,000	-	-
Deferred Charges - Prior, DM&H (Essex I & II)	20,000	20,000	3,672	-	16,328
Deferred Charges - Emergency	209,095	209,095	209,095	-	-
Deferred Charges - Capital	1,000,000	1,000,000	1,000,000	-	-
Unemployment Compensation Insurance	150,000	150,000	150,000	-	-
County Pension and Retirement Fund	63,118	63,118	55,789	-	7,329
Social Security System	7,794,088	7,794,088	7,234,065	-	560,023
Public Employees' Retirement System	7,340,890	7,340,890	7,340,890	-	-
Police & Firemen's Retirement Fund	9,466,608	9,466,608	9,466,608	-	-
Defined Contribution Plan	50,000	50,000	50,000	-	-
Total Deferred Charges and Statutory Expenditures	26,143,799	26,143,799	25,560,120	-	583,679
Total General Appropriations	\$ 313,655,173	\$ 331,112,912	\$ 317,411,790	\$ -	\$ 13,701,120
<u>Reference</u>	A - 2	A - 2			A
Budget		\$ 313,655,173			
Appropriation by 40A: 4-87	A-15	17,457,739			
	A - 2	<u>\$ 331,112,912</u>			
Cash Disbursed			\$ 283,668,129		
Reserve for Federal and State Grants	A-15, A-16		26,847,446		
Encumbrance Reserves - Current	A		6,896,215		
			<u>\$ 317,411,790</u>		

COUNTY OF MERCER, STATE OF NEW JERSEY

A-6

CURRENT FUND
 SCHEDULE OF TAXES LEVIED AND COLLECTED
 Year Ended December 31, 2016

Municipality	Reference	Amount Levied	Percent	Amount Collected
East Windsor		\$ 15,915,516	6.22%	\$ 15,915,516
Ewing Township		16,935,337	6.62%	16,935,337
Hamilton Township		50,312,780	19.65%	50,312,780
Hightstown Borough		2,444,291	0.95%	2,444,291
Hopewell Borough		1,893,558	0.74%	1,893,558
Hopewell Township		23,854,291	9.32%	23,854,291
Lawrence Township		29,049,696	11.35%	29,049,696
Pennington Borough		3,006,695	1.17%	3,006,695
City of Trenton		13,799,254	5.39%	13,799,254
Robbinsville Township		14,902,232	5.82%	14,902,232
West Windsor Township		38,235,035	14.94%	38,235,035
Princeton Township		45,633,474	17.83%	45,633,474
	A-2	<u>\$ 255,982,160</u>	<u>100.00%</u>	<u>\$ 255,982,160</u>

	1Q	2Q	3Q	4Q	TOTAL
East Windsor	\$ 3,940,310	\$ 3,940,310	\$ 4,017,448	\$ 4,017,448	\$ 15,915,516
Ewing Township	4,234,242	4,234,242	4,233,426	4,233,426	16,935,337
Hamilton Township	12,593,922	12,593,922	12,562,468	12,562,468	50,312,780
Hightstown Borough	599,330	599,330	622,816	622,816	2,444,291
Hopewell Borough	462,940	462,940	483,839	483,839	1,893,558
Hopewell Township	5,754,870	5,754,870	6,172,276	6,172,276	23,854,291
Lawrence Township	6,962,117	6,962,117	7,562,731	7,562,731	29,049,696
Pennington Borough	722,871	722,871	780,477	780,477	3,006,695
Princeton Township	3,531,144	3,531,144	3,368,483	3,368,483	13,799,254
City of Trenton	3,513,127	3,513,127	3,973,989	3,901,989	14,902,232
Robbinsville Township	9,334,080	9,334,080	9,783,437	9,783,437	38,235,035
West Windsor Township	10,831,491	10,831,491	11,985,246	11,985,246	45,633,474
	<u>\$ 62,480,445</u>	<u>\$ 62,480,445</u>	<u>\$ 65,546,635</u>	<u>\$ 65,474,635</u>	<u>\$ 255,982,160</u>

Reference

A-2

COUNTY OF MERCER, STATE OF NEW JERSEY

A-7

CURRENT FUND
 SCHEDULE OF ADDED AND OMITTED TAXES RECEIVABLE
 Year Ended December 31, 2016

<u>Municipality</u>	Balance December 31, 2015	2016 Levied	2016 Collected	Balance December 31, 2016
East Windsor Township	\$ 47,902	\$ 69,532	\$ 65,111	\$ 52,323
Ewing Township	15,399	30,379	28,115	17,663
Hamilton Township	239,086	347,971	239,086	347,971
Hightstown Borough	3,409	7,450	1,669	9,190
Hopewell Borough	536	2,387	5,063	(2,140)
Hopewell Township	48,817	58,352	44,756	62,413
Lawrence Township	90,633	128,146	170,474	48,305
Pennington Borough	7,534	6,264	2,744	11,054
Princeton	100,789	115,787	153,809	62,766
City of Trenton	182,654	49,951	-	232,605
Robbinsville Township	200,231	344,087	210,835	333,483
West Windsor Township	192,020	175,591	219,113	148,498
	<u>\$ 1,129,009</u>	<u>\$ 1,335,896</u>	<u>\$ 1,140,775</u>	<u>\$ 1,324,130</u>
<u>Reference</u>	A			A

COUNTY OF MERCER, STATE OF NEW JERSEY

A-8

CURRENT FUND
 SCHEDULE OF REVENUE ACCOUNTS RECEIVABLE
 Year Ended December 31, 2016

	Balance December 31, 2015	Accrued	Collected	Balance December 31, 2016
SSI Economic Assistance	\$ -	\$ 2,258,970	\$ 2,258,970	\$ -
Court Reimbursement	65,550	61,829	127,379	-
County Clerk Fees	130,844	3,911,629	3,593,600	448,873
County Clerk - Special	1,068,573	849,004	1,917,577	-
Surrogate Fees	22,467	824,212	811,955	34,724
Sheriff Fees	223,071	1,480,208	1,703,279	-
Telephone Reimbursement	22,189	28,880	50,901	168
School Board Elections	18,371	-	18,371	-
Princeton Country Club	269	1,017,747	893,686	124,330
Mountain View	103,712	1,310,110	1,164,231	249,591
Mercer Oaks	146,797	3,016,115	2,218,428	944,484
Tennis	48,397	667,176	489,186	226,387
Baldpate Mountain	-	12,290	7,169	5,121
Indoor Skating	113,030	472,679	375,729	209,980
Recreation Leagues	15,071	244,943	142,883	117,131
Marina	5,395	236,581	138,009	103,967
Howell Farm	(2,841)	38,433	22,419	13,173
Naturalist	1,359	31,709	18,497	14,571
Equestrian Center	18,535	120,224	70,131	68,628
Wildlife Center	(110)	7,350	4,288	2,953
Motor Vehicle Fines	70,335	140,239	180,102	30,472
Interest Income	(11,899)	11,899	-	-
Airport	217,128	5,102,684	5,088,963	230,849
	<u>\$ 2,276,243</u>	<u>\$ 21,844,911</u>	<u>\$ 21,295,751</u>	<u>\$ 2,825,401</u>
<u>Reference</u>	A			A

COUNTY OF MERCER, STATE OF NEW JERSEY

CURRENT FUND
 SCHEDULE OF PRIOR YEAR APPROPRIATION AND ENCUMBRANCE RESERVES
 Year Ended December 31, 2016

	Encumbered December 31, 2015	Reserved	Balance December 31 2015	Paid or Charged	Balance Lapsed
ADMINISTRATIVE AND EXECUTIVE					
Board of Chosen Freeholders					
Salaries and Wages	\$ -	\$ 90,904	\$ 90,904	\$ 23,636	\$ 67,268
Other Expenses	1,359	68,365	69,723	21,820	47,903
Clerk to the Board					
Salaries and Wages	-	2,924	2,924	-	2,924
Other Expenses	1,697	35,422	37,119	2,317	34,802
County Executive					
Salaries and Wages	-	26,088	26,088	-	26,088
Other Expenses	1,129	11,317	12,446	2,044	10,402
Chief of Staff					
Salaries and Wages	-	114	114	-	114
Other Expenses	456	4,058	4,514	1,053	3,461
Veterans					
Salaries and Wages	-	9	9	-	9
Other Expenses	10,642	2,610	13,252	10,628	2,624
Public Information Office					
Salaries and Wages	-	29	29	-	29
Other Expenses	-	2,300	2,300	-	2,300
County Administrator					
Salaries and Wages	-	7,061	7,061	5,000	2,061
Other Expenses	2,701	4,581	7,282	5,262	2,019
County Treasurer					
Salaries and Wages	-	9,051	9,051	-	9,051
Other Expenses	61,706	11,496	73,202	56,291	16,911
Employee Relations					
Salaries and Wages	-	184,344	184,344	-	184,344
Other Expenses	137,462	141,619	279,081	143,529	135,552
Purchasing					
Salaries and Wages	-	6,920	6,920	-	6,920
Other Expenses	3,449	6,274	9,723	3,380	6,343
Office of Information Technology					
Salaries and Wages	-	64	64	-	64
Other Expenses	210,286	47,881	258,167	223,817	34,349
Medical Examiner Morgue					
Salaries and Wages	-	873	873	-	873
Other Expenses	29,225	22,831	52,057	28,862	23,195
Insurance and Property					
Salaries and Wages	-	92	92	-	92
Other Expenses	30,776	37,630	68,407	34,631	33,776
Economic Opportunity					
Salaries and Wages	-	18	18	-	18
Other Expenses	8,051	52,611	60,662	10,974	49,688
Division of Housing					
Salaries and Wages	-	20,398	20,398	-	20,398
Other Expenses	4,287	1,177	5,464	3,698	1,766
Cultural and Heritage					
Salaries and Wages	-	48	48	-	48
Other Expenses	6,293	84	6,378	6,293	84
Division of Planning					
Salaries and Wages	-	7,566	7,566	(31,547)	39,113
Other Expenses	38,260	3,454	41,715	38,318	3,397
Extension Services					
Salaries and Wages	-	4,098	4,098	-	4,098
Other Expenses	4,613	47,397	52,011	48,050	3,961
County Counsel					
Salaries and Wages	-	44	44	-	44
Other Expenses	69,965	15,634	85,600	89,745	(4,145)
Consumer Affairs					
Salaries and Wages	-	2,322	2,322	-	2,322
Other Expenses	1,906	2,365	4,272	2,025	2,247
County Adjuster					
Salaries and Wages	-	3,138	3,138	-	3,138
Other Expenses	32,559	27,838	60,397	32,599	27,798
DM & H County Share					
Emergency Management Office					
Salaries and Wages	-	171	171	-	171
Other Expenses	225	5,570	5,795	225	5,570
Emergency and Rescue Squads					
Other Expenses	-	9,000	9,000	-	9,000
Communications Center					
Salaries and Wages	-	196	196	-	196
Other Expenses	10,852	63,605	74,457	9,454	65,003
Utility Expenses					
Electric	263,186	51,516	314,701	314,590	111
Gas (Natural)	28,969	1,164	30,133	30,121	12
Water/Sewer	7,169	1,180	8,349	8,349	-
Sewerage Processing/Disposal	1,150	293	1,443	1,150	293
Fuel Oil	18,782	74,675	93,457	18,782	74,675
Gasoline	64,515	205,037	269,552	79,487	190,065
Telephone	176,848	28,259	205,107	178,850	26,257
Audit Services	19,325	-	19,325	19,325	-
Total Administrative and Executive	1,247,844	1,353,716	2,601,561	1,422,757	1,178,804

COUNTY OF MERCER, STATE OF NEW JERSEY

A-9

CURRENT FUND
 SCHEDULE OF PRIOR YEAR APPROPRIATION AND ENCUMBRANCE RESERVES
 (CONTINUED)
 Year Ended December 31, 2016

	Encumbered December 31, 2015	Reserved	Balance December 31 2015	Paid or Charged	Balance Lapsed
DEPARTMENT OF LAW AND JUSTICE					
Prosecutor					
Salaries and Wages	-	75,182	75,182	(366,057)	441,239
Other Expenses	143,677	98,097	241,775	162,009	79,765
County Clerk - Recording					
Salaries and Wages	-	485	485	-	485
Other Expenses	17,526	73,590	91,116	30,845	60,271
County Clerk - Elections					
Salaries and Wages	-	58,058	58,058	-	58,058
Other Expenses	6,608	104,084	110,692	8,873	101,819
County Surrogate					
Salaries and Wages	-	9,942	9,942	-	9,942
Other Expenses	9,924	3,284	13,207	10,105	3,102
Sheriff's Office					
Salaries and Wages	-	3,507	3,507	(30,698)	34,205
Other Expenses	205,503	36,162	241,664	216,055	25,609
Total Law and Justice	383,238	462,390	845,628	31,133	814,495
DEPT OF TRANSPORTATION AND INFRASTRUCTURE					
Department Director					
Salaries and Wages	-	2,644	2,644	-	2,644
Other Expenses	359	769	1,128	920	208
Highways					
Salaries and Wages	-	132,615	132,615	-	132,615
Other Expenses	433,418	51,999	485,417	369,737	115,680
Division of Engineering					
Salaries and Wages	-	52,635	52,635	-	52,635
Other Expenses	3,602	1,206	4,808	3,599	1,209
Buildings and Grounds					
Salaries and Wages	-	602	602	-	602
Other Expenses	536,249	672,870	1,209,118	516,564	692,554
Motor Pool					
Other Expenses	107,879	17,358	125,238	114,450	10,787
Airport					
Salaries and Wages	-	47,120	47,120	-	47,120
Other Expenses	823,967	301,645	1,125,612	725,537	400,075
TRADE					
Other Expenses	27,410	22,418	49,828	29,829	19,999
Total Transportation and Infrastructure	1,932,885	1,303,880	3,236,765	1,760,637	1,476,128
DEPARTMENT OF PUBLIC SAFETY					
Salaries and Wages	-	1,934,334	1,934,334	-	1,934,334
Other Expenses	624,351	974,446	1,598,797	886,544	712,254
Other Expenses	553,997	1,767,574	2,321,570	1,875,118	446,452
Total Public Safety	1,178,347	4,676,354	5,854,702	2,761,662	3,093,040
DEPARTMENT OF HUMAN SERVICES					
Department Director					
Salaries and Wages	-	141	141	(6,000)	6,141
Other Expenses	1,900	3,706	5,606	1,863	3,743
Peer Grouping - Community Services					
Other Expenses	173,642	423	174,065	173,642	423
Mental Health Administration					
Salaries and Wages	-	711	711	(3,000)	3,711
Other Expenses	5,025	757	5,782	5,025	757
Mental Health Programs (R.S. 40: 5-2.9)					
Other Expenses	282,858	63,551	346,409	321,478	24,931
Developmental Disabilities					
Other Expenses	67,517	-	67,517	67,517	-
Youth Services Programs					
Other Expenses	352,709	100	352,809	352,709	100
Health Services					
Other Expenses	27,000	-	27,000	27,000	-
Youth Services Administration					
Salaries and Wages	-	59	59	-	59
Other Expenses	-	460	460	-	460

COUNTY OF MERCER, STATE OF NEW JERSEY

A-9

CURRENT FUND
 SCHEDULE OF PRIOR YEAR APPROPRIATION AND ENCUMBRANCE RESERVES
 (CONTINUED)
 Year Ended December 31, 2016

	Encumbered December 31, 2015	Reserved	Balance December 31 2015	Paid or Charged	Balance Lapsed
Child & Neighborhood Centers					
Other Expenses	177,811	80,666	258,477	257,941	536
Office for the Disabled					
Salaries and Wages	-	16,381	16,381	-	16,381
Physically Disabled - Recreation					
Other Expenses	21,861	1,390	23,252	21,861	1,391
Drug and Alcohol Program - Administrative					
Salaries and Wages	-	11,968	11,968	(40,002)	51,970
Alcohol/Addiction Programs (R.S. 40: 5-2.9)					
Other Expenses	164,540	2,388	166,928	145,344	21,584
Office on Aging Administration					
Other Expenses	7,264	-	7,264	7,264	-
Community Services Administration					
Salaries and Wages	-	108	108	(29,411)	29,519
Homeless Services					
Other Expenses	102,793	-	102,793	102,793	-
Division of Environmental Health					
Salaries and Wages	-	293,192	293,192	257,801	35,391
Youth Detention Center					
Other Expenses	691,954	176,863	868,817	781,954	86,863
Total Human Services	2,076,875	652,863	2,729,738	2,445,780	283,958
UNCLASSIFIED					
Board of Taxation					
Salaries and Wages	-	400	400	-	400
Other Expenses	260	2,819	3,079	259	2,821
Board of Elections					
Salaries and Wages	-	526	526	-	526
Other Expenses	25,362	74,663	100,025	(85,963)	185,988
Superintendent of Elections					
Salaries and Wages	-	827	827	-	827
Other Expenses	30,427	67,477	97,903	30,427	67,477
PaPark Commission (40: 37-95.9)	623,114	78,894	702,008	622,652	79,356
Superintendent of Schools					
Salaries and Wages	-	138	138	-	138
Other Expenses	657	802	1,459	826	633
Compensated Absence Liability	-	151,826	151,826	-	151,826
Group Insurance for Employees					
				629	(629)
Total Unclassified	679,820	378,373	1,058,193	568,829	489,363
Total Operations	7,499,009	8,827,577	16,326,586	8,990,797	7,335,789
DEFERRED CHARGES AND STATUTORY EXPENDITURES					
Deferred Charges - Prior Year's Bills	-	51,402	51,402	-	51,402
Deferred Charges - Prior, DM&H (Essex I & II)	-	100	100	-	100
Deferred Charges - Capital	-	-	-	-	-
Deferred Charges - Emergency	-	-	-	-	-
Deficit in Insurance Trust Fund	-	-	-	-	-
Unemployment Compensation Insurance	-	150,000	150,000	-	150,000
County Pension and Retirement Fund	-	3,403	3,403	-	3,403
Social Security System	-	193,377	193,377	-	193,377
Public Employees' Retirement System	-	1	1	-	1
Police & Firemen's Retirement Fund	-	-	-	-	-
Defined Contribution Plan	-	-	-	-	-
Total Def Charges and Stat Expenditures	-	398,282	398,282	-	398,282
Total General Appropriations	\$ 7,499,009	\$ 9,225,859	\$ 16,724,868	\$ 8,990,797	\$ 7,734,071
	Reference				
	A, A-11	A			A-1

COUNTY OF MERCER, STATE OF NEW JERSEY

A-10

CURRENT FUND
 SCHEDULE OF INTERFUND RECEIVABLE (PAYABLE)
 Year Ended December 31, 2016

	Reference	Total	Open Space Trust Fund	Capital Fund	Library Fund	General Trust	Trust General Insurance Fund	Home Consortium Fund
Balance - December 31, 2015	A	(2,623,857)	\$ 15,538	\$ (797,434)	\$ 257,893	\$ -	\$ (2,203,145)	\$ 103,292
Increased by:								
Interfund Loans Advanced		66,532,468	924,767	22,324,710	4,808,128	1,005,558	37,009,380	459,925
Total Increases		66,532,468	924,767	22,324,710	4,808,128	1,005,558	37,009,380	459,925
Decreased by:								
Interfund Loans Repaid		63,498,499	-	22,908,629	4,808,128	508,582	34,806,235	466,925
Total Decreases		63,498,499	-	22,908,629	4,808,128	508,582	34,806,235	466,925
Balance - December 31, 2016	A	\$ 410,112	\$ 940,304	\$ (1,381,353)	\$ 257,893	\$ 496,976	\$ -	\$ 96,292
		A	A	A	A	A	A	A

COUNTY OF MERCER, STATE OF NEW JERSEY

A-11

CURRENT FUND
SCHEDULE OF ENCUMBRANCE RESERVES
Year Ended December 31, 2016

	<u>Reference</u>	
Balance - December 31, 2015	A	\$ 7,499,009
Increased by:		
Current Year Encumbrances	A	<u>6,896,215</u>
		14,395,224
Decreased by:		
Transferred to Appropriation Reserves	A, A-9	<u>7,499,009</u>
Balance - December 31, 2016	A	<u><u>\$ 6,896,215</u></u>

COUNTY OF MERCER, STATE OF NEW JERSEY

A-12

CURRENT FUND
 SCHEDULE OF ACCOUNTS PAYABLE
 Year Ended December 31, 2016

	<u>Reference</u>		
Balance - December 31, 2015	A		\$ 710,951
Increased by:			
Additions to Accounts Payable:			
2016 Insurance premium		\$ 533,371	
2015 Reserves - Encumbered		<u>1,241,882</u>	
			<u>1,775,253</u>
			2,486,204
Decreased by:			
Transferred to Fund Balance	A - 1	<u>710,952</u>	
			<u>710,952</u>
Balance - December 31, 2016	A		<u><u>\$ 1,775,251</u></u>

COUNTY OF MERCER, STATE OF NEW JERSEY

A-13

CURRENT FUND
SCHEDULE OF RESERVE FOR GRANT INTEREST
Year Ended December 31, 2016

	<u>Reference</u>		
Balance - December 31, 2015	A	\$	375,911
Decreased by:			
Disbursements			10,097
Balance - December 31, 2016	A	\$	<u>365,814</u>

COUNTY OF MERCER, STATE OF NEW JERSEY

A-14

CURRENT FUND
 SCHEDULE OF UNEARNED REVENUE
 Year Ended December 31, 2016

	Balance December 31, 2015	Realized as 2016 Revenue	2016 Receipts	Balance December 31, 2016
Prepayment Applied to 2016 Program	\$ 64,052	\$ 58,280	\$ 10,455	\$ 16,227
<u>Reference</u>	A			A

COUNTY OF MERCER, STATE OF NEW JERSEY

A-15

GRANT FUND
 SCHEDULE OF FEDERAL AND STATE GRANT FUNDS RECEIVABLE
 Year Ended December 31, 2016

Grant	Balance December 31, 2015	2016 Budget Revenues			Received	Balance December 31, 2016
		Adopted Budget	Special Item by 40A: 4-87	Budget after Modification		
Asian Tiger	\$ 1,027	\$ -	\$ -	\$ -	\$ -	\$ 1,027
Mosquito control	3,367	-	-	-	1,944	1,423
Mosquito Control - Autodissemination Project	-	30,000	-	30,000	15,488	14,512
Mosquito Control - Identification & Control - Zika	-	-	30,325	30,325	-	30,325
Comprehensive Alcohol	-	-	-	-	(28,591)	28,591
Comprehensive Alcohol	-	-	-	-	(3,764)	3,764
Comprehensive Alcohol	28,963	-	-	-	28,963	-
Comprehensive Alcohol	-	799,961	-	799,961	799,965	(4)
Victims of Crime	154,893	-	-	-	154,893	-
Sexual Assault Team SANE/SART	2,182	-	-	-	2,178	4
SANE/FNE	-	87,783	-	87,783	-	87,783
STOP Violence Against Women	-	18,706	-	18,706	18,706	-
Narcotic Task Force	181,685	-	-	-	181,685	-
JAG - Byrne Justice Grant	132,763	-	-	-	-	132,763
Megan's Law	-	13,927	-	13,927	-	13,927
JAG - Edward Byrne Justice Grant	-	-	136,079	136,079	-	136,079
NJDOL, WIA - Adult	(308,680)	-	-	-	(308,680)	-
WIA - Adult	3,291	-	-	-	-	3,291
WIA - Adult	309,638	-	-	-	309,638	-
WIA - Adult	716,335	-	-	-	462,944	253,391
WIA - Adult	-	-	727,571	727,571	-	727,571
WIA - Youth	7,542	-	-	-	-	7,542
WIA - Dislocated Workers	49,496	-	-	-	-	49,496
WIA - Youth	3,314	-	-	-	-	3,314
WIA - Youth	510,255	-	-	-	373,402	136,853
WIA - Youth	847,107	-	-	-	235,062	612,045
WIA - Youth	-	-	885,114	885,114	-	885,114
WDPP - Dislocated Worker	1,897	-	-	-	-	1,897
WIA - Dislocated Worker	269,105	-	-	-	269,105	-
WIA - Dislocated Worker	840,999	-	-	-	643,885	197,114
WIA - Dislocated Worker	-	-	956,908	956,908	-	956,908
FAA - AIRPORT TAXIWAYS	37,303	-	-	-	-	37,303
AIRPORT RUNWAY 16/34 - EMAS	187,238	-	-	-	-	187,238
REHAB TAXIWAY 3-34-0042-039-11	17,246	-	-	-	-	17,246
Airport Master Plan Study	533,390	-	-	-	350,519	182,871
Obstruction Removal - RPZ	276,707	-	-	-	145,231	131,476
Rehab Taxiways H, B, F	363,494	-	-	-	85,299	278,195
Aircraft & Fire Fighting Eq	10,644	-	-	-	7,255	3,389
Rehab 6/24	540,064	-	-	-	426,844	113,220
Rehab Taxiways H, B, F	4,515,552	-	-	-	3,595,225	920,327
FAA-Rehab Rwy 6/24 - Phase II	-	-	3,021,476	3,021,476	-	3,021,476
Safety School Zone Speed Control	182,477	-	-	-	-	182,477
Rumble Strips	121,204	-	-	-	-	121,204
Region Wide Transportation System	35,000	-	-	-	-	35,000
Region Wide Transportation System	30,000	-	-	-	34,998	(4,998)
Supportive Regional Highway Planning	34,130	-	-	-	34,130	-
Supportive Regional Transit Planning	33,284	-	-	-	33,284	-
Region Wide Transportation System	30,000	-	-	-	-	30,000
Supportive Regional Highway Planning	34,130	-	-	-	11,400	22,730
Supportive Regional Transit Planning	33,284	-	-	-	7,292	25,992
Regionwide Planning - GIS	-	-	30,000	30,000	-	30,000
Supportive Regional Highway Planning	-	-	34,130	34,130	-	34,130
Supportive Regional Transit Planning	-	-	33,284	33,284	-	33,284
Community Shuttle Year 2	20,000	-	-	-	-	20,000
Community Shuttle - NJ Transit	8,144	-	-	-	-	8,144
NJ Transit - Rural	31,644	-	-	-	-	31,644
NJ Transit - Rural	25,889	-	-	-	-	25,889
NJ Transit - Rural	40,732	-	-	-	-	40,732
NJ Transit - Rural	-	152,916	-	152,916	-	152,916

COUNTY OF MERCER, STATE OF NEW JERSEY

GRANT FUND
 SCHEDULE OF FEDERAL AND STATE GRANT FUNDS RECEIVABLE (CONTINUED)
 Year Ended December 31, 2016

Grant	Balance December 31, 2015	2016 Budget Revenues			Received	Balance December 31, 2016
		Adopted Budget	Special Item by 40A: 4-87	Budget after Modification		
JARC -Job Access Reverse Commute	13,449	-	-	-	13,449	-
JARC -Job Access Reverse Commute	169,495	-	-	-	169,495	-
JARC - Job Access and Reverse Commute	-	173,956	-	173,956	32	173,924
Little People Safety Grant	1,909	-	-	-	-	1,909
Little People Safety Grant	5,775	-	-	-	-	5,775
Child Passenger Safety Grant	-	14,500	-	14,500	11,025	3,475
AREA PLAN GRANT	(39,353)	-	-	-	-	(39,353)
AREA PLAN GRANT	(84,502)	-	-	-	-	(84,502)
Area Plan Grant	134,589	-	-	-	-	134,589
Area Plan Grant - Meal Donation	10,091	-	-	-	-	10,091
Area Plan Grant	102,527	-	-	-	-	102,527
Area Plan Grant - Nutrition	5,495	-	-	-	-	5,495
Area Plan Grant Title III	90,305	-	-	-	-	90,305
Area Plan Grant Nutrition	10,991	-	-	-	-	10,991
Area Plan Grant Title III	(34,573)	-	-	-	(172,304)	137,731
TB - Tuberculosis Program	52,000	-	-	-	-	52,000
TB Grant	-	-	40,020	40,020	40,020	-
TB Grant	-	-	55,000	55,000	41,250	13,750
Services to the Homeless	1,982	-	-	-	-	1,982
Services To The Homeless	3,384	-	-	-	-	3,384
Services To The Homeless	10,179	-	-	-	-	10,179
Services To The Homeless	539,046	121,000	-	121,000	607,431	52,615
CSBG	178,214	-	-	-	178,214	-
Services to the Homeless	-	-	885,728	885,728	263,182	622,546
CSBG-Community Services	-	84,739	191,928	276,667	82,888	193,779
WEATHERIZATION #100544 LIHEAP	(72,678)	-	-	-	-	(72,678)
Weath#16-0014 USF	-	323,126	-	323,126	323,126	-
WEATH#160135 LIHEAP	-	446,221	-	446,221	446,221	-
SHRAP - Sandy Renters Relief	23,769	-	-	-	-	23,769
Area Plan Grant Nutrition	30,808	-	-	-	661	30,147
EM - Hazard Mitigation Plan	93,750	-	-	-	-	93,750
FEMA-Hazard Mitigation	-	-	324,787	324,787	-	324,787
FEMA-Hazard Mitigation - Sandy Energy	-	36,338	-	36,338	36,339	(1)
EM - Emergency Management	55,367	-	-	-	-	55,367
EMAA- Emerg. Mgmt. Agency Asst.	-	80,000	-	80,000	65,000	15,000
EMAA- Emerg. Mgmt. Agency Asst.	-	55,000	-	55,000	-	55,000
EM - Homeland Security	100,000	-	-	-	99,995	5
EM - Homeland Security	100,000	-	-	-	-	100,000
EM - Homeland Security & Preparedness	-	-	323,827	323,827	62,108	261,719
Area Plan Grant - Initial	-	-	1,246,475	1,246,475	1,246,475	-
Area Plan Grant - Mid-year	-	-	865,376	865,376	995,083	(129,707)
Area Plan Grant - Final	-	-	2,665	2,665	-	2,665
Area Plan Grant - Nutrition Donations	-	-	90,000	90,000	51,711	38,289
CIACC	-	-	37,243	37,243	37,243	-
Human Services Advisory Council	3,577	-	-	-	-	3,577
HSAC - Human Services Advisory Council	1,210	-	-	-	-	1,210
HSAC - Human Services Advisory Council	-	-	-	-	(4,130)	4,130
HSAC	-	-	67,508	67,508	67,508	-
YIP - Youth Incentive	368	-	-	-	-	368
YIP - Youth Incentive	72,596	-	-	-	72,596	-
YIP - Youth Incentive Program	-	-	145,184	145,184	72,588	72,596
CEHA	3,268	-	-	-	-	3,268
CEHA - County Health	10	-	-	-	-	10
CEHA - County Health 07/01/13-06/30/14	11,883	-	-	-	30,809	(18,927)
CEHA	56	-	-	-	-	56
CEHA	10,000	-	-	-	-	10,000
CEHA	-	182,470	-	182,470	141,605	40,865
CEHA	-	347,548	-	347,548	-	347,548
NJ Arts Historical Commission	(6,070)	-	-	-	(6,070)	-
NJ Historical Commission Arts	-	-	43,880	43,880	32,910	10,970
SSBG - TRADE	60,734	-	-	-	-	60,734
SSBG - TRADE	207,417	-	-	-	172,304	35,113
SSBG - TRADE - Initial	-	-	588,218	588,218	299,511	288,707

COUNTY OF MERCER, STATE OF NEW JERSEY

A-15

GRANT FUND
 SCHEDULE OF FEDERAL AND STATE GRANT FUNDS RECEIVABLE (CONTINUED)
 Year Ended December 31, 2016

Grant	Balance December 31, 2015	2016 Budget Revenues			Received	Balance December 31, 2016
		Adopted Budget	Special Item by 40A: 4-87	Budget after Modification		
Healthy Adolescents Project	16,665	-	-	-	-	16,665
Healthy Adolescents Project	23,335	-	-	-	39,969	(16,634)
Healthy Adolescents	-	-	40,000	40,000	-	40,000
Right To Know	6,624	-	-	-	6,424	200
Right to Know	-	-	13,247	13,247	9,935	3,312
LINCS	51	-	-	-	-	51
LINCS	2,818	-	-	-	-	2,818
LINCS	-	280,851	-	280,851	280,851	-
Personal Assistance Services	35,765	-	-	-	-	35,765
Personal Assistance Services	247	-	-	-	-	247
Personal Assistance Services	-	-	-	-	(91)	91
Personal Assistance Services	1	-	-	-	-	1
PASP	-	66,364	-	66,364	60,834	5,530
Workfirst NJ - WORK VERIF	358	-	-	-	-	358
Workfirst NJ - GA	(1)	-	-	-	-	(1)
Workfirst NJ - CASE MGMT	830	-	-	-	-	830
Workfirst NJ - WORK VERIF	1,872	-	-	-	-	1,872
Workfirst NJ - TANF	33,000	-	-	-	33,000	-
Workfirst NJ - GA	53,382	-	-	-	53,382	-
Workfirst NJ - CAVP	61,374	-	-	-	-	61,374
Workfirst NJ - CASE MGMT	89,918	-	-	-	89,918	-
Workfirst NJ - TANF	1,295,906	-	-	-	1,201,376	94,530
Workfirst NJ - GA	800,995	-	-	-	717,097	83,898
Workfirst NJ - CAVP	59,000	-	-	-	-	59,000
Workfirst NJ - CASE MGMT	290,202	-	-	-	257,796	32,406
Workfirst NJ - WORK VERIF	32,369	-	-	-	32,369	-
WFNJ - TANF	-	-	1,873,146	1,873,146	428,296	1,444,850
WFNJ - GA/SNAP	-	-	941,609	941,609	141,146	800,463
WFNJ - CAVP	-	-	16,000	16,000	-	16,000
WFNJ - CASE MGMT	-	-	350,568	350,568	-	350,568
WFNJ - WORK VERIF	-	-	54,900	54,900	-	54,900
Workfirst NJ - CAVP	57,473	-	-	-	-	57,473
SETC - Youth Symposium	31,527	-	-	-	-	31,527
Insurance Fraud	41,903	-	-	-	41,903	-
Insurance Fraud Program	-	250,000	-	250,000	199,577	50,423
State Community Partnership	-	369,995	-	369,995	199,618	170,377
State Community Partnership	71,669	-	-	-	-	71,669
State Community Partnership	7,070	-	-	-	-	7,070
State Community Partnership	180,304	-	-	-	155,967	24,337
Family Courts	478	-	-	-	-	478
Family Courts	213,965	-	-	-	208,482	5,483
Family Courts	-	287,392	-	287,392	164,939	122,453
JDAI - Juvenile Detention	37,317	-	-	-	-	37,317
JDAI - Juvenile Detention	19,536	-	-	-	-	19,536
Veteran's Transportation	12,500	-	-	-	12,500	-
JDAI - Juvenile Detention	44,423	-	-	-	36,609	7,815
Veteran Transportation	-	-	15,000	15,000	-	15,000
JDAI-Juvenile Detention Alternatives Initiative	-	123,633	-	123,633	17,720	105,913
State Senior Art Show	1,250	-	-	-	1,250	-
HAVA - 2 Polling Places	33,660	7,100	-	7,100	33,660	7,100
HAVA - Landing - McDade Bldg.	138	11,794	-	11,794	19,031	(7,099)
Council on the Arts	24,070	-	-	-	24,070	-
NJ State Council on the Arts	-	96,280	-	96,280	72,210	24,070
Parks - Recreational Trails Program	22,870	-	-	-	-	22,870
EQUESTRIAN TRAIL GARDEN LINK	-	-	-	-	5,478	(5,478)
Traveling Exhibit- Howell	1,050	-	-	-	-	1,050

COUNTY OF MERCER, STATE OF NEW JERSEY

A-15

GRANT FUND
 SCHEDULE OF FEDERAL AND STATE GRANT FUNDS RECEIVABLE (CONTINUED)
 Year Ended December 31, 2016

Grant	Balance December 31, 2015	2016 Budget Revenues			Received	Balance December 31, 2016
		Adopted Budget	Special Item by 40A: 4-87	Budget after Modification		
State Senior Art Show	1,250	-	-	-	1,250	-
Howell Farm - Curator	-	23,235	-	23,235	23,235	-
Park - Recreation Trail	-	21,000	-	21,000	-	21,000
State Senior Art Show	-	-	10,000	10,000	5,000	5,000
Municipal Alliance	34,008	-	-	-	-	34,008
Municipal Alliance	39,311	-	-	-	-	39,311
Municipal Alliance	22,573	-	-	-	2,500	20,073
Municipal Alliance	435,401	-	-	-	169,713	265,688
Municipal Alliance	-	435,401	-	435,401	266,416	168,985
Trenton - Municipal Alliance	-	-	31,609	31,609	31,609	-
Future Needs Program	-	1,000,000	-	1,000,000	750,000	250,000
Future Needs Program	-	-	1,000,000	1,000,000	-	1,000,000
NJDOT, Capital Transportation Program	690	-	-	-	-	690
NJDOT, Capital Transportation Program	119,306	-	-	-	119,306	-
NJDOT, Discretionary Aid	55,771	-	-	-	29,486	26,286
NJDOT, Capital Transportation Program	86,919	-	-	-	-	86,919
ATP	328,223	-	-	-	328,223	-
ATP - 2012	1,794,450	-	-	-	1,622,883	171,567
Middlesex Bridge Project #860.1	34,681	-	-	-	-	34,681
ATP - Annual Transportation Project	2,561,984	-	-	-	2,595,788	(33,804)
ATP Annual Transp Prog	2,213,624	-	-	-	613,758	1,599,866
ATP Annual Transp Prog	2,808,700	-	-	-	-	2,808,700
2016 ATP	-	2,808,700	-	2,808,700	-	2,808,700
EMAS - State	3,982	-	-	-	-	3,982
Airport Grant- State	10,046	-	-	-	10,046	-
NJDOT - Rehab Rwy 6-24 Pavement, Lighting, Sig	-	-	2,125,000	2,125,000	-	2,125,000
Body Armor - Pros	-	-	5,046	5,046	4,991	55
Body Armor - Sheriff	-	-	12,287	12,287	11,728	559
Body Armor - Corr	-	-	25,168	25,168	23,998	1,170
Workforce Learning Link	31,242	-	-	-	31,242	-
Learning Link	-	-	20,000	20,000	20,000	-
WIB - Learning Link	-	-	121,000	121,000	39,525	81,475
Workfirst New Jersey	(2,073)	-	-	-	-	(2,073)
Smart Steps	4,004	-	-	-	-	4,004
SmartSTEPS	-	4,815	-	4,815	4,500	315
SmartSTEPS	-	4,815	-	4,815	4,592	223
SmartSTEPS	-	-	10,433	10,433	-	10,433
Correction Education Program	(3,765)	-	-	-	4,820	(8,785)
TRADE -	9,407	-	-	-	-	9,407
TRADE - Bus Ads	-	-	-	-	5,170	(5,170)
TRADE - NJ Transit	14,939	-	-	-	14,939	-
NJ TRANSIT	-	618,746	-	618,746	503,796	114,950
TRADE - Bus Ads	-	11,395	-	11,395	6,225	5,170
Fire Services - 40' Hazmat Tanker Prop	-	-	30,000	30,000	30,000	-
	<u>\$ 26,974,399</u>	<u>\$ 9,389,707</u>	<u>\$ 17,457,739</u>	<u>\$ 26,847,446</u>	<u>\$ 25,186,632</u>	<u>\$ 28,635,002</u>
	A	A-2, A-3, A-16	A-2, A-3, A-16	A-2, A-3	A-18	A

COUNTY OF MERCER, STATE OF NEW JERSEY

GRANT FUND
 SCHEDULE OF APPROPRIATED RESERVES FOR FEDERAL AND STATE GRANTS
 Year Ended December 31, 2016

Grant	Balance December 31, 2015	2016 Budget	Appropriated by 40A:4-87	Budget After Modification	Expended	Encumbrances Payable	Transferred from Encumbrances Payable	Paid or Charged	Balance December 31, 2016
Asian Tiger	\$ 32,903	\$ -	\$ -	\$ -	\$ 15	\$ -	\$ 15	\$ -	\$ 32,903
Mosquito Control	3,866	-	-	-	3,640	-	-	3,640	226
Mosquito Control - Autodissemination Project	-	30,000	-	30,000	15,186	-	-	15,186	14,814
Mosquito Control - Identification & Control - Zika	-	-	30,325	30,325	22,059	-	-	22,059	8,266
Farmers Market	-	-	-	-	2,625	-	2,625	-	-
Comprehensive Alcohol	2	-	-	-	-	-	-	-	2
Comprehensive Alcohol	2,243	-	-	-	-	26,350	26,350	-	2,243
Comprehensive Alcohol	3,605	-	-	-	(106)	-	34	(139)	3,744
Comprehensive Alcohol	3,465	-	-	-	120,233	143	133,258	(12,881)	16,346
Comprehensive Alcohol	-	799,961	-	799,961	657,326	133,678	-	791,004	8,957
Victims of Crime	154,893	-	-	-	154,893	-	-	154,893	-
Sexual Assault Team SANE/SART	1	-	-	-	2,178	-	2,181	(3)	4
SANE/FNE	-	87,783	-	87,783	84,728	170	-	84,898	2,885
STOP Violence Against Women	-	18,706	-	18,706	18,706	-	-	18,706	-
Megan's Law	(11)	-	-	-	-	-	-	-	(11)
Megan's Law	-	13,927	-	13,927	3,519	-	-	3,519	10,408
JAG - Byrne Justice Grant	129,101	-	-	-	123,492	-	-	123,492	5,609
JAG - Byrne Justice Grant	132,763	-	-	-	-	-	-	-	132,763
JAG - Edward Byrne Justice Grant	-	-	136,079	136,079	-	-	-	-	136,079
WIA -Adult	15,586	-	-	-	-	-	-	-	15,586
WIA - Adult	198,249	-	-	-	2,513	-	-	2,513	195,736
WIA Adult	370,651	-	-	-	365,758	-	3,425	362,333	8,318
WIA Adult	(9,288)	-	-	-	(21,852)	12,684	120	(9,288)	(0)
WIA - Adult	-	-	727,571	727,571	158,699	1,720	-	160,419	567,152
WIA - Youth	9,341	-	-	-	-	-	-	-	9,341
WIA - Youth	51,798	-	-	-	-	-	7	(7)	51,805
WIA Youth	574,710	-	-	-	511,788	-	74,204	437,584	137,127
WIA Youth	847,076	-	-	-	411,430	216,889	31	628,288	218,788
WIA - Youth	-	-	885,114	885,114	-	241,850	-	241,850	643,264
WIA - Dislocated Worker	38,851	-	-	-	-	6,000	6,000	-	38,851
WIA - Dislocated Worker	54,507	-	-	-	111	-	115	(3)	54,510
WIA Dislocated Workers	480,327	-	-	-	485,849	-	5,523	480,326	2
WIA Dislocated Workers	840,999	-	-	-	590,941	21,340	-	612,281	228,718
WIA - Dislocated Worker	-	-	956,908	956,908	26,389	3,559	-	29,948	926,960
Narcotic Task Force	181,685	-	-	-	181,685	-	-	181,685	-
Rwy 16/34 EMAS	223,072	-	-	-	-	-	-	-	223,072
Taxiway H, B&F Design	31,877	-	-	-	-	-	-	-	31,877
FAA	109,950	-	-	-	852,946	306,699	1,072,497	87,148	22,802
FAA	3,984,996	-	-	-	4,073,074	952,549	1,070,615	3,955,008	29,988
FAA-Rehab Rwy 6/24 - Phase II	-	-	3,021,476	3,021,476	-	-	-	-	3,021,476
Region Wide Transportation System	2	-	-	-	-	-	-	-	2
Regionwide Planning - GIS	-	-	-	-	22,953	-	22,953	-	-
Regionwide Planning - GIS	6,564	-	-	-	24,111	-	23,436	675	5,889
Regionwide Planning - GIS	-	-	30,000	30,000	-	20,345	-	20,345	9,655
Supportive Regional Highway Planning	34,130	-	-	-	34,130	-	-	34,130	-
Supportive Regional Highway Planning	34,130	-	-	-	34,130	-	-	34,130	-
Supportive Regional Highway Planning	34,130	-	-	-	-	-	-	-	34,130
Supportive Regional Highway Planning	-	-	34,130	34,130	-	-	-	-	34,130

COUNTY OF MERCER, STATE OF NEW JERSEY

GRANT FUND
 SCHEDULE OF APPROPRIATED RESERVES FOR FEDERAL AND STATE GRANTS (CONTINUED)
 Year Ended December 31, 2016

Grant	Balance December 31, 2015	2016 Budget	Appropriated by 40A:4-87	Budget After Modification	Expended	Encumbrances Payable	Transferred from Encumbrances Payable	Paid or Charged	Balance December 31, 2016
EMAA- Emerg. Mgmt. Agency Asst.	-	80,000	-	80,000	10,000	-	-	10,000	70,000
EMAA- Emerg. Mgmt. Agency Asst.	-	55,000	-	55,000	-	-	-	-	55,000
EM - Emergency Management	55,189	-	-	-	-	178	178	-	55,189
EM - Homeland Security	5	-	-	-	80,274	-	80,274	-	5
EM - Homeland Security	100,000	-	-	-	62,108	-	-	62,108	37,892
EM - Homeland Security & Preparedness	-	-	323,827	323,827	-	-	-	-	323,827
EM - Performance Grant	25,000	-	-	-	5,000	-	-	5,000	20,000
Human Services Advisory Council	1,210	-	-	-	-	-	-	-	1,210
HSAC - Human Services Advisory Council	1,425	-	-	-	-	-	-	-	1,425
HSAC	3,465	-	-	-	-	-	-	-	3,465
HSAC	19,743	-	-	-	16,825	-	1,212	15,613	4,130
HSAC	-	-	67,508	67,508	31,294	1,178	-	32,472	35,036
YIP	-	-	-	-	145,184	-	145,184	-	-
YIP - Youth Incentive Program	-	-	145,184	145,184	36,296	108,888	-	145,184	-
CEHA	3,295	-	-	-	3,295	-	-	3,295	-
CEHA - County Health	1,336	-	-	-	691	-	-	691	645
CEHA	(411)	-	-	-	(411)	-	-	(411)	-
CEHA	11,012	-	-	-	2,283	-	-	2,283	8,729
CEHA	-	347,548	-	347,548	-	-	-	-	347,548
CEHA - County Health 07/01/13-06/30/14	(3,575)	-	-	-	(3,575)	-	-	(3,575)	-
CEHA	(39,845)	-	-	-	(196,450)	-	-	(196,450)	156,605
CEHA	-	-	-	-	-	-	-	-	-
CEHA	-	182,470	-	182,470	284,016	-	-	284,016	(101,546)
NJSHC, NJ Arts Historical Commission	-	-	-	-	2,856	-	2,856	-	-
NJ Arts - Historical Commission	-	-	-	-	1,496	500	1,996	-	-
NJ Arts - Historical Commission	5,758	-	-	-	9,091	1,988	5,338	5,740	18
NJ Historical Commission Arts	-	-	43,880	43,880	-	-	-	-	43,880
SSBG - TRADE	1,834	-	-	-	-	-	-	-	1,834
TRADE - SSBG	15,527	-	-	-	-	-	-	-	15,527
SSBG - TRADE	73,803	-	-	-	73,805	-	-	73,805	(2)
SSBG - TRADE	231,107	-	-	-	197,496	-	-	197,496	33,611
SSBG - TRADE - Initial	-	-	588,218	588,218	490,110	4,500	-	494,610	93,608
NJDHS CIACC	8	-	-	-	-	-	-	-	8
CIACC	280	-	-	-	-	400	400	-	280
CIACC/YIP	(1,157)	-	-	-	192	-	1,350	(1,158)	-
CIACC	-	-	37,243	37,243	11,491	551	-	12,042	25,201
Healthy Adolescents Project	34	-	-	-	-	-	-	-	34
Healthy Adolescents Project	77	-	-	-	-	150	150	-	77
Healthy Adolescents Project	(276)	-	-	-	-	1	1	-	(276)
Healthy Adolescents Project	20,794	-	-	-	20,932	-	138	20,794	-
Healthy Adolescents	-	-	40,000	40,000	35,000	3,000	-	38,000	2,000
Right To Know	13,247	-	-	-	13,047	-	-	13,047	200
Right to Know	-	-	13,247	13,247	6,624	-	-	6,624	6,624

COUNTY OF MERCER, STATE OF NEW JERSEY

GRANT FUND
 SCHEDULE OF APPROPRIATED RESERVES FOR FEDERAL AND STATE GRANTS (CONTINUED)
 Year Ended December 31, 2016

Grant	Balance December 31, 2015	2016 Budget	Appropriated by 40A:4-87	Budget After Modification	Expended	Encumbrances Payable	Transferred from Encumbrances Payable	Paid or Charged	Balance December 31, 2016
LINCS	142	-	-	-	-	-	-	-	142
LINCS	53,535	-	-	-	53,536	-	-	53,536	(1)
LINCS	(199,750)	-	-	-	(197,619)	-	2,132	(199,751)	1
LINCS	-	280,851	-	280,851	257,753	5,251	-	263,004	17,847
Personal Assistance Services	35,954	-	-	-	-	-	-	-	35,954
Personal Attendant Services	247	-	-	-	-	-	-	-	247
Personal Assistance Services	161	-	-	-	-	-	-	-	161
Personal Assistance Services	2,545	-	-	-	105	-	59	46	2,499
PASP	-	66,364	-	66,364	32,325	-	-	32,325	34,039
Work First	95,485	-	-	-	-	-	-	-	95,485
Workfirst NJ - TANF	159,757	-	-	-	8,124	-	8,124	151,633	151,633
Workfirst NJ - TANF	415	-	-	-	8,133	-	52,035	(43,902)	44,317
Workfirst NJ - TANF	326,383	-	-	-	1,309,692	67,690	1,077,825	299,558	26,826
WFNJ - TANF	-	-	1,873,146	1,873,146	374,623	976,336	-	1,350,959	522,187
Workfirst NJ - GA	33,366	-	-	-	-	-	-	-	33,366
Workfirst NJ - GA/SNAP	25,704	-	-	-	21,186	-	33,240	(12,054)	37,759
Workfirst NJ - GA/SNAP	95,725	-	-	-	777,540	36,634	738,604	75,570	20,155
WFNJ - GA/SNAP	-	-	941,609	941,609	141,792	705,306	-	847,098	94,511
Workfirst NJ - CAVP	57,473	-	-	-	-	-	-	-	57,473
Workfirst NJ - CAVP	61,374	-	-	-	-	-	-	-	61,374
Workfirst NJ - CAVP	59,000	-	-	-	-	-	-	-	59,000
WFNJ - CAVP	-	-	16,000	16,000	-	-	-	-	16,000
Workfirst NJ - CASE MGMT	34,783	-	-	-	-	-	-	-	34,783
Workfirst NJ - CASE MGMT	92,986	-	-	-	92,970	-	153	92,817	168
Workfirst NJ - CASE MGMT	185,447	-	-	-	266,487	58	113,420	153,125	32,321
WFNJ - CASE MGMT	-	-	350,568	350,568	45,482	117,192	-	162,674	187,894
Workfirst NJ - WORK VERIF	1,871	-	-	-	-	-	-	-	1,871
Workfirst NJ - WORK VERIF	37	-	-	-	-	-	-	-	37
Workfirst NJ - WORK VERIF	54,327	-	-	-	54,327	-	-	54,327	1
WFNJ - WORK VERIF	-	-	54,900	54,900	5,924	-	-	5,924	48,976
SETC - Youth Symposium	4,189	-	-	-	20,140	-	19,500	640	3,549
Insurance Fraud	108,652	-	-	-	108,652	-	-	108,652	-
Insurance Fraud Program	-	250,000	-	250,000	135,257	-	-	135,257	114,744
State Community Partnership	71,669	-	-	-	-	139	139	-	71,669
State/Commun Partnership	46,796	-	-	-	992	6,265	6,265	992	45,804
State/Commun Partnership	(5,791)	-	-	-	32,730	6,300	66,600	(27,570)	21,780
State Community Partnership	-	369,995	-	369,995	279,927	90,068	-	369,995	-
Family Courts	15	-	-	-	-	477	477	-	15
Family Courts	42,864	-	-	-	98,538	-	65,539	33,000	9,864
Family Courts	-	287,392	-	287,392	135,418	35,016	-	170,434	116,958
Veteran's Transportation	15,000	-	-	-	15,000	-	-	15,000	-
Veteran Transportation	-	-	15,000	15,000	-	-	-	-	15,000
NJJJC, JDAI - Juvenile Detention Alter	12,398	-	-	-	85	1,485	24,467	(22,980)	35,378
JDAI - JUVENILE DETENTION ALTER	-	-	-	-	22,183	994	24,054	(877)	877
JDAI - Juvenile Detention	6,136	-	-	-	7,327	-	7,327	-	6,136
JDAI	6,260	-	-	-	-	3,220	3,220	-	6,260
JDAI - Juvenile Detention	22,568	-	-	-	-	-	-	-	22,568
JDAI - Juvenile Detention	3,000	-	-	-	-	21,768	21,768	-	3,000
JDAI - Juvenile Detention	19,205	-	-	-	47,401	7,815	36,011	19,205	-
JDAI-Juvenile Detention Alternatives Initiative	-	123,633	-	123,633	20,134	82,657	-	102,791	20,842

COUNTY OF MERCER, STATE OF NEW JERSEY

GRANT FUND
 SCHEDULE OF APPROPRIATED RESERVES
 FOR FEDERAL AND STATE GRANTS (CONTINUED)
 Year Ended December 31, 2016

Grant	Balance December 31, 2015	2016 Budget	Appropriated by 40A:4-87	Budget After Modification	Expended	Encumbrances Payable	Transferred from Encumbrances Payable	Paid or Charged	Balance December 31, 2016
HAVA - Landing - McDade Bldg.	-	11,794	-	11,794	-	-	-	-	11,794
HAVA - 2 Polling Places	33,660	7,100	-	7,100	40,760	-	-	40,760	-
NJ Council on the Arts	-	-	-	-	-	875	875	-	-
Council on the Arts	(1)	-	-	-	-	200	200	-	(1)
Council on the Arts	191	-	-	-	22,141	-	21,950	191	(1)
NJ State Council on the Arts	-	96,280	-	96,280	64,942	27,312	-	92,254	4,026
Howell Farm - Curator	-	-	-	-	3,059	-	3,059	-	-
Howell Farm - Curator	-	23,235	-	23,235	13,799	-	-	13,799	9,436
Parks - Recreational Trails Program	22,870	-	-	-	-	-	-	-	22,870
Park - Recreation Trail	-	21,000	-	21,000	5,184	12,314	-	17,498	3,502
State Senior Art Show	2,205	-	-	-	5,605	-	3,644	1,961	244
State Senior Art Show	-	-	10,000	10,000	3,939	1,662	-	5,601	4,399
Traveling Exhibit - Howell	1,050	-	-	-	-	-	-	-	1,050
NJDA&RM, Paris Grant	-	-	-	-	277	-	277	-	-
NJDOS, PARIS	12,610	-	-	-	11,179	146	550	10,775	1,834
MUNICIPAL ALLIANCE	(2)	-	-	-	-	-	-	-	(2)
Municipal Alliance	6,735	-	-	-	-	26,337	26,337	-	6,735
Municipal Alliance	19,874	-	-	-	7,546	19,314	19,314	7,546	12,328
Municipal Alliance	(3,766)	-	-	-	(3,768)	10,287	10,287	(3,768)	2
Municipal Alliance	38,888	-	-	-	348,757	15,042	325,311	38,488	400
Municipal Alliance	-	435,401	-	435,401	72,393	320,041	-	392,435	42,967
Trenton Municipal Alliance	-	-	-	-	-	1,346	1,346	-	-
Trenton Municipal Alliance	-	-	-	-	31,609	-	31,609	-	-
Trenton - Municipal Alliance	-	-	31,609	31,609	8,732	22,877	-	31,609	-
Middlesex Bridge Project #860.1	73,863	-	-	-	-	-	-	-	73,863
CTP-CAPITAL TRANSPORTATION PROG	28,410	-	-	-	-	-	-	-	28,410
ATP	4,050	-	-	-	3,492	-	-	3,492	558
ATP - 2011	806,397	-	-	-	1,372,696	316,105	882,595	806,206	190
ATP - Annual Transportation Project	2,071,388	-	-	-	2,347,162	4,960	283,200	2,068,922	2,466
ATP	2,027,732	-	-	-	1,111,263	1,205,856	292,271	2,024,849	2,884
ATP	2,808,700	-	-	-	-	2,517,498	-	2,517,498	291,202
2016 ATP	-	2,808,700	-	2,808,700	-	-	-	-	2,808,700
NJDOT, Discretionary Aid	352,533	-	-	-	-	-	-	-	352,533
NJDOT, Capital Transportation Program - 1995	530,000	-	-	-	-	-	-	-	530,000
Future Needs Program	-	1,000,000	-	1,000,000	1,000,000	-	-	1,000,000	-
Future Needs Program	-	-	1,000,000	1,000,000	-	-	-	-	1,000,000
EMAS - State	3,165	-	-	-	-	-	-	-	3,165
Airport Grants - State	9,279	-	-	-	12,735	-	25,258	(12,523)	21,802
NJDOT - Rehab Rwy 6-24 Pavement, Lighting, Signing Phas	-	-	2,125,000	2,125,000	-	-	-	-	2,125,000
Body Armor - Prosecutor	3,377	-	-	-	5,047	-	1,670	3,377	(1)
Body Armor - Pros	-	-	5,046	5,046	2,543	2,502	-	5,046	-
Body Armor - Sheriff	-	-	-	-	12,309	-	12,309	-	-
Body Armor - Sheriff	12,287	-	-	-	6,679	-	-	6,679	5,608
Body Armor - Sheriff	-	-	12,287	12,287	-	-	-	-	12,287
Body Armor - Corr Ctr	26,665	-	-	-	-	-	-	-	26,665
Body Armor - Corrections	34,179	-	-	-	-	-	-	-	34,179
Body Armor - Corrections	24,962	-	-	-	-	-	-	-	24,962
Body Armor - Corrections	24,962	-	-	-	-	-	-	-	24,962
Body Armor - Corr	-	-	25,168	25,168	-	-	-	-	25,168

COUNTY OF MERCER, STATE OF NEW JERSEY

A-16

GRANT FUND
 SCHEDULE OF APPROPRIATED RESERVES FOR FEDERAL AND STATE GRANTS (CONTINUED)
 Year Ended December 31, 2016

Grant	Balance December 31, 2015	2016 Budget	Appropriated by 40A:4-87	Budget After Modification	Expended	Encumbrances Payable	Transferred from Encumbrances Payable	Paid or Charged	Balance December 31, 2016
Workforce Development Program	15,086	-	-	-	-	-	-	-	15,086
Workforce Learning Link - State	15,170	-	-	-	-	-	-	-	15,170
Workforce Learning Link	1,062	-	-	-	-	-	-	-	1,062
Workforce Learning Link - State	(2,145)	-	-	-	(2,145)	-	-	(2,145)	-
Workforce Learning Link - State	65,440	-	20,000	20,000	85,440	-	-	85,440	-
WIB - Learning Link	-	-	121,000	121,000	14,294	-	-	14,294	106,706
Workfirst New Jersey	37,548	-	-	-	-	4,005	4,005	-	37,548
Smart Steps	(8,125)	-	-	-	(8,124)	-	-	(8,124)	(1)
SmartSTEPS	-	4,815	-	4,815	2,145	-	-	2,145	2,670
SmartSTEPS	-	4,815	-	4,815	4,592	-	-	4,592	223
SmartSTEPS	-	-	10,433	10,433	-	-	-	-	10,433
WDPP - Dislocated Worker	1,897	-	-	-	-	-	-	-	1,897
ARRA - Business Development	1	-	-	-	-	-	-	-	1
TRADE - NJ Transit	60,914	-	-	-	60,914	-	-	60,914	-
TRADE - NJ Transit	(62,802)	-	-	-	(134,972)	-	-	(134,972)	72,170
NJ TRANSIT	-	618,746	-	618,746	590,859	-	-	590,859	27,887
TRADE - Bus Ads	-	11,395	-	11,395	-	-	-	-	11,395
Fire Services - 40' Hazmat Tanker Prop	-	-	30,000	30,000	-	30,000	-	30,000	-
Disaster Liaison Grant	89	-	-	-	-	-	-	-	89
	-	4,448,471	3,348,934	-	-	-	-	-	-
Total	<u>\$ 22,202,145</u>	<u>\$ 9,389,707</u>	<u>\$ 17,457,739</u>	<u>\$ 26,847,446</u>	<u>\$ 26,101,572</u>	<u>\$ 9,485,498</u>	<u>\$ 8,008,547</u>	<u>\$ 27,578,441</u>	<u>\$ 21,471,150</u>
Reference	A	A-2, A-3, A-15	A-2, A-3, A-15	A-2, A-3	A-18	A, A-17	A-17		A

COUNTY OF MERCER, STATE OF NEW JERSEY

A-17

GRANT FUND
 SCHEDULE OF RESERVE FOR ENCUMBRANCES
 Year Ended December 31, 2016

	<u>Reference</u>	
Balance - December 31, 2015	A	\$ 8,008,547
Increased by:		
Charged to State and Federal Grants Appropriated	A, A-16	<u>9,485,498</u> 17,494,045
Decreased by:		
Transferred to State and Federal Grants Appropriated	A-16	<u>8,008,547</u>
Balance - December 31, 2016	A	<u><u>\$ 9,485,498</u></u>

COUNTY OF MERCER, STATE OF NEW JERSEY

A-18

GRANT FUND
 SCHEDULE OF DUE (TO) FROM CURRENT FUND
 YEAR ENDED DECEMBER 31, 2016

	<u>Reference</u>		
Balance - December 31, 2015	A		\$ 3,480,522
Increased by:			
Grant Funds Received	A - 15	<u>\$ 25,186,632</u>	<u>25,186,632</u>
			28,667,154
Decreased by:			
Payments	A - 16	26,101,572	
Cancellations		<u>49,588</u>	
			<u>26,151,160</u>
Balance - December 31, 2016	A		<u><u>\$ 2,515,994</u></u>

COUNTY OF MERCER, STATE OF NEW JERSEY

B

TRUST FUND
STATEMENTS OF ASSETS, LIABILITIES, RESERVES AND FUND BALANCE

<u>ASSETS</u>	<u>Reference</u>	<u>December 31,</u>	
		<u>2016</u>	<u>2015</u>
Cash and Investments:			
Cash		\$ 29,961,418	\$ 23,049,876
Investments		13,828,092	16,559,781
1837 Surplus Fund Receivable		8,720	8,720
Home Consortium - Due from HUD	B - 5	669,644	347,418
Unemployment Insurance Fund Due from Library		44,500	44,500
Insurance Fund Due from Current Fund		-	2,203,145
Trust Fund - Due from General Insurance		1,598,919	1,598,919
Trust Fund Due from General Trust		10,399	10,399
Trust Fund Due from Grant Fund	A	2,470	-
Open Space - Due from General Capital Fund	C - 19	7,700,312	6,701,171
Due from Insurance Trust Fund		792,242	792,242
Prosecutor's Fund - Due from Forfeiture		-	43,513
Open Space - Due from Capital Fund		18,371	18,371
Total Assets		<u>\$ 54,635,087</u>	<u>\$ 51,378,056</u>

LIABILITIES, RESERVES AND FUND BALANCE

General Trust Due to Current Fund	A	\$ 496,976	\$ -
Trust Open Space - Due to Current Fund	A	940,304	15,538
Trust Insurance - Due to General Trust		1,598,919	1,598,919
Trust Insurance - Due to Soil Conservation Trust		792,242	792,242
General Trust Due to Trust		10,399	10,399
Trust Insurance - Due to Open Space		18,371	18,371
Home - Due to Current Fund		96,292	103,292
Prosecutor's Fund - Due to Seized		-	43,513
Home Due to Grant Fund	A	52,145	-
Accounts payable		161,806	194,507
Reserve for Audio-Visual Aid Commission	B - 3	48,673	48,575
Reserve for Home Consortium Fund	B - 4	561,315	613,792
Reserve for General Insurance Fund	B - 7	3,578,522	6,189,311
Reserve for Soil Conservation	B - 8	1,143,835	1,143,827
Reserve for NJ Unemployment Tax	B - 9	639,054	686,728
Specific Reserves	B - 10	5,751,496	6,027,131
Reserve for Airport - PFC Escrow	B - 11	2,677,495	3,131,992
Reserve for Prosecutor's Seized Fund	B - 12	1,463,521	1,316,016
Reserve for Housing Revolving Loan Fund	B - 14	358,348	357,627
Reserve for Econ. Dev. Revolving Loan Fund	B - 15	2	2
Reserve for Open Space Trust Fund	B - 16	33,712,959	28,527,615
Reserve for Green Trust Fund	B - 17	153,405	153,405
Reserve for Asset Maintenance Account	B - 19	101	101
Reserve for Federal Treasury	B - 18	52,264	5,693
Reserve for Federal Justice	B - 20	269,271	252,907
Reserve for Prosecutor's Forfeiture	B - 2, B - 13	32,357	110,607
Reserve for LEOTEF	B - 21	24,266	35,194
General Trust Fund Balance		751	751
Total Liabilities, Reserves and Fund Balances		<u>\$ 54,635,087</u>	<u>\$ 51,378,056</u>

COUNTY OF MERCER, STATE OF NEW JERSEY

B-2

TRUST FUND
 STATEMENTS OF RESERVE FOR PROSECUTORS FORFEITURE – FUND BALANCE
 Year Ended December 31, 2016
 (With Comparative Totals for 2015)

	<u>Reference</u>	<u>2016</u>	<u>2015</u>
Revenues:			
Forfeiture Funds	B-13	503,990	477,520
Sale of Property		-	12,767
Interest Income	B-13	<u>97,560</u>	<u>100,285</u>
Total Income		601,550	590,572
Expenditures:			
Authorized Expenses Paid	B-13	<u>679,800</u>	<u>1,137,600</u>
Total Expenditures		<u>679,800</u>	<u>1,137,600</u>
Excess (Deficit) in Revenue		(78,250)	(547,028)
Fund Balance, January 1, 2016	B	<u>110,607</u>	<u>657,635</u>
Fund Balance, December 31, 2016	B	<u><u>32,357</u></u>	<u><u>110,607</u></u>

COUNTY OF MERCER, STATE OF NEW JERSEY

B-3

TRUST FUND
SCHEDULE OF RESERVE FOR AUDIO-VISUAL AID COMMISSION
Year Ended December 31, 2016

	<u>Reference</u>	
Balance - December 31, 2015	B	\$ 48,575
Increased by:		
Interest		<u>98</u>
Balance - December 31, 2016	B	<u>\$ 48,673</u>

COUNTY OF MERCER, STATE OF NEW JERSEY

B-4

TRUST FUND
SCHEDULE OF RESERVE FOR HOME CONSORTIUM FUND
Year Ended December 31, 2016

	<u>Reference</u>		
Balance - December 31, 2015	B	\$	613,792
Increased by:			
Due from U.S. Dept of Housing and Urban Development		371,466	
Other		<u>81,127</u>	
			<u>452,593</u>
			1,066,385
Decreased by:			
Cash Disbursements			<u>505,070</u>
Balance - December 31, 2016	B	<u>\$</u>	<u>561,315</u>

COUNTY OF MERCER, STATE OF NEW JERSEY

B-5

TRUST FUND
HOME CONSORTIUM FUND – DUE FROM HUD
SCHEDULE OF ACCOUNTS RECEIVABLE
Year Ended December 31, 2016

	<u>Reference</u>		
Balance - December 31, 2015	B	\$	347,418
Increased by:			
Due from U.S. Dept. of Housing and Urban Development - Home Consortium Grant			<u>371,466</u>
			718,884
Decreased by:			
Received from U.S. Dept. of Housing and Urban Development - Home Consortium Grant			<u>49,240</u>
Balance - December 31, 2016	B	\$	<u><u>669,644</u></u>

COUNTY OF MERCER, STATE OF NEW JERSEY

B-7

TRUST FUND
SCHEDULE OF RESERVE FOR GENERAL INSURANCE FUND
Year Ended December 31, 2016

	<u>Reference</u>	
Balance - December 31, 2015	B	\$ 6,189,311
Increased by:		
Interest Income		4,600
Refunds from Insurance Companies		704,631
Refunds from Mercer County Municipal Joint Insurance Fund		59,554
Contribution from JTPA		247,918
Contributions from Budget Appropriations		36,852,000
Contributions from Library		1,024,637
Payroll Deductions and COBRA		4,517,245
		<u>43,410,585</u>
		49,599,896
Decreased by:		
Payments to Various Vendors		<u>46,021,374</u>
Balance - December 31, 2016	B	<u>\$ 3,578,522</u>

COUNTY OF MERCER, STATE OF NEW JERSEY

B-8

TRUST FUND
SCHEDULE OF RESERVE FOR SOIL CONSERVATION FUND
Year Ended December 31, 2016

	<u>Reference</u>	
Balance - December 31, 2015	B	\$ 1,143,827
Increased by:		
Interest Income		<u>8</u>
Balance - December 31, 2016	B	<u>\$ 1,143,835</u>

COUNTY OF MERCER, STATE OF NEW JERSEY

B-9

TRUST FUND
SCHEDULE OF RESERVE FOR NEW JERSEY UNEMPLOYMENT TAX FUND
Year Ended December 31, 2016

	<u>Reference</u>	
Balance - December 31, 2015	B	\$ 686,728
Increased by:		
Payroll Deductions		334,584
Interest		1,535
Contributions from Mercer County Current Fund		<u>150,000</u>
		<u>486,118</u>
		1,172,846
Decreased by:		
Payments of Claims		<u>533,792</u>
Balance - December 31, 2016	B	<u><u>\$ 639,054</u></u>

COUNTY OF MERCER, STATE OF NEW JERSEY

B-10

TRUST FUND
 SCHEDULE OF RESERVES FOR SPECIFIC PURPOSES
 Year Ended December 31, 2016

	Balance December 31, 2015	Receipts	Disbursements	Balance December 31, 2016
Payroll Deductions Payable	\$ 96,830	\$ -	\$ -	\$ 96,830
Child Study Team	2,600	-	-	2,600
1837 Surplus	8,340	-	-	8,340
Colonial Life	7,025	-	-	7,025
AFLAC	1,786	-	-	1,786
Realty Transfer Fees	29,898	-	-	29,898
Employees' Savings Bonds	2,181	-	21,198	(19,017)
Employees' Contributory Ins.	543,815	253,375	226,419	570,771
Employee Retirement System	1,676,191	10,032,312	10,052,541	1,655,961
CEHA Fines/Violations	105,077	2,250	43,542	63,785
Employee Supp. Annuity	(91,109)	4,440	4,428	(91,097)
Bonds and Coupons	1,875	-	-	1,875
Veterans Activities	8,857	9,091	11,425	6,523
Prosecutor Trust - Laqueer	8,400	-	-	8,400
Restitution	6,396	382	-	6,778
Inmate Funds - Detention	74,015	-	-	74,015
Homeless Trust Fund	757,462	227,216	267,413	717,265
County Clerk	1,680,438	159,642	226,542	1,613,538
Surrogate Fees	38,019	14,968	-	52,987
Tenancy Account - Airport	9,175	-	-	9,175
PRD Showcase	74	-	-	74
Sheriff Fees	92,160	17,646	9,305	100,500
Sheriff Project Lifesaver	655	300	-	955
Sheriff attorney ID fees	1,371	525	-	1,896
Springmeadow Estates	10,000	-	-	10,000
Tax Appeals	206,541	28,215	50,509	184,247
Outside Employment	217,752	304,821	456,260	66,313
Land Acq Escrow Capital	4,714	-	-	4,714
Audit Fees	28,102	3,459	-	31,561
Youth Conference	275	-	-	275
Mercer 175th anniversary	142	-	-	142
MC Entertainment	1,083	-	-	1,083
MCGC Donation	166	-	-	166
Sheriff Forfeiture	65,765	1,136	-	66,901
Cultural Festival	(1,175)	5,575	5,885	(1,485)
MC Golf	748	-	-	748
One Ease E-Link Dues	100	-	-	100
TRADE - Transp Resources	3,483	-	-	3,483
TRADE Donations	36,148	5,540	-	41,688
Liberty Green - Hovnanian	36,500	-	-	36,500
Griblin Estate	27,638	-	-	27,638
Teen Arts Festival	799	4,325	4,622	502
Mercer House - Credit Card	2	-	-	2
Internal Affairs	1,014	-	-	1,014
Wildlife Donations	187,656	-	-	187,656
Bullet Proof Vest Donation	5,000	-	-	5,000
Interest	93,455	-	-	93,455
Judicial - Bail Forfeiture	39,692	38,240	9,000	68,932
	<u>\$ 6,027,131</u>	<u>\$ 11,113,456</u>	<u>\$ 11,389,090</u>	<u>\$ 5,751,496</u>
	B			B

COUNTY OF MERCER, STATE OF NEW JERSEY

B-11

TRUST FUND
SCHEDULE OF RESERVE FOR AIRPORT – PFC ESCROW
Year Ended December 31, 2016

Balance - December 31, 2015	B		\$ 3,131,992
Increased by:			
Interest Income		3,983	
Airline PFC Charges		<u>1,257,584</u>	
			<u>1,261,567</u>
			4,393,559
Decreased by:			
Expended			<u>1,716,064</u>
Balance - December 31, 2016	B		<u><u>\$ 2,677,495</u></u>

COUNTY OF MERCER, STATE OF NEW JERSEY

B-12

TRUST FUND
 SCHEDULE OF RESERVE FOR PROSECUTOR'S SEIZED FUND
 Year Ended December 31, 2016

	<u>Reference</u>	
Balance - December 31, 2015	B	\$ 1,316,016
Increased by:		
Receipts		<u>756,510</u>
		2,072,526
Decreased by:		
Refunds of Seized Funds		105,015
Forfeitures		<u>503,990</u>
Forfeitures		<u>609,005</u>
Balance - December 31, 2016	B	<u><u>\$ 1,463,521</u></u>

COUNTY OF MERCER, STATE OF NEW JERSEY

B-13

TRUST FUND
 SCHEDULE OF RESERVE FOR PROSECUTOR'S FORFEITURE FUND
 CASH RECEIPTS AND DISBURSEMENTS
 Year Ended December 31, 2016

	<u>Reference</u>		
Balance - December 31, 2015	B		\$ 110,607
Increased by:			
Auction Proceeds	B - 2	97,560	
Forfeited Funds	B - 2	<u>503,990</u>	
			<u>601,550</u>
			712,157
Decreased by:			
Payments to other law enforcement agencies		285,002	
Payments to Various Vendors		<u>394,798</u>	
	B - 2		<u>679,800</u>
Balance - December 31, 2016	B		<u><u>\$ 32,357</u></u>

COUNTY OF MERCER, STATE OF NEW JERSEY

B-14

TRUST FUND
SCHEDULE OF RESERVE FOR HOUSING REVOLVING LOAN FUND
Year Ended December 31, 2016

	<u>Reference</u>	
Balance - December 31, 2015	B	\$ 357,627
Increased by:		
Interest		<u>721</u>
		<u>721</u>
Balance - December 31, 2016	B	<u><u>\$ 358,348</u></u>

COUNTY OF MERCER, STATE OF NEW JERSEY

B-15

TRUST FUND
SCHEDULE OF RESERVE FOR ECONOMIC DEVELOPMENT REVOLVING LOAN FUND
Year Ended December 31, 2016

	<u>Reference</u>	
Balance - December 31, 2015	B	<u>\$ 2</u>
Balance - December 31, 2016	B	<u><u>\$ 2</u></u>

COUNTY OF MERCER, STATE OF NEW JERSEY

B-16

TRUST FUND
 SCHEDULE OF RESERVE FOR OPEN SPACE FUND
 Year Ended December 31, 2016

	<u>Reference</u>	
Balance - December 31, 2015	B	\$ 28,527,615
Increased by:		
Receipts from Taxes		10,891,593
Interest		564,430
Miscellaneous		834,459
		<u>12,290,483</u>
		40,818,098
Decreased by:		
Appraisals, Surveys, Taxes and Other		786,221
Debt Service		6,242,521
Stewardship		76,397
		<u>7,105,139</u>
Balance - December 31, 2016	B	<u>\$ 33,712,959</u>

COUNTY OF MERCER, STATE OF NEW JERSEY

B-17

TRUST FUND
SCHEDULE OF RESERVE FOR GREEN TRUST FUND
Year Ended December 31, 2016

	<u>Reference</u>	
Balance - December 31, 2015	B	<u>\$ 153,405</u>
Balance - December 31, 2016	B	<u>\$ 153,405</u>

COUNTY OF MERCER, STATE OF NEW JERSEY

B-18

TRUST FUND
SCHEDULE OF RESERVE FOR FEDERAL TREASURY
Year Ended December 31, 2016

	<u>Reference</u>	
Balance - December 31, 2015	B	\$ 5,693
Increased by:		
Receipts		<u>46,571</u>
Balance - December 31, 2016	B	<u><u>\$ 52,264</u></u>

COUNTY OF MERCER, STATE OF NEW JERSEY

B-19

TRUST FUND
SCHEDULE OF RESERVE FOR ASSET MAINTENANCE ACCOUNT
Year Ended December 31, 2016

	<u>Reference</u>	
Balance - December 31, 2015	B	<u>\$ 101</u>
Balance - December 31, 2016	B	<u><u>\$ 101</u></u>

COUNTY OF MERCER, STATE OF NEW JERSEY

B-20

TRUST FUND
SCHEDULE OF RESERVE FOR FEDERAL JUSTICE
Year Ended December 31, 2016

	<u>Reference</u>	
Balance - December 31, 2015	B	\$ 252,907
Increased by:		
Forfeitures		<u>227,476</u>
		480,382.74
Decreased by:		
Expenditures		<u>211,112</u>
Balance - December 31, 2016	B	<u><u>\$ 269,271</u></u>

COUNTY OF MERCER, STATE OF NEW JERSEY

B-21

TRUST FUND
SCHEDULE OF RESERVE FOR LEOTEF
Year Ended December 31, 2016

	<u>Reference</u>	
Balance - December 31, 2015	B	\$ 35,194
Increased by:		
Cash Receipts		<u>2,977</u>
		38,171
Decreased by:		
Disbursed		<u>13,905</u>
Balance - December 31, 2016	B	<u><u>\$ 24,266</u></u>

COUNTY OF MERCER, STATE OF NEW JERSEY

C

**GENERAL CAPITAL FUND
STATEMENTS OF ASSETS, LIABILITIES, RESERVES AND FUND BALANCE**

Assets	Reference	December 31,	
		2016	2015
Cash and investments:			
Cash	C-2	\$ 3,511,333	\$ 4,608,185
Investments		2,739	2,736
Total cash and investments		<u>3,514,072</u>	<u>4,610,921</u>
Federal and State Grants Receivable	C-3A	40,768,851	42,983,881
Due from NJEIT	C-2	140,552	140,552
Due from Current Fund	C-4	1,381,353	797,434
Due from Library	C-2	50,888	50,888
Deferred Charges to Future Taxation:			
Funded	C-5	400,831,128	386,537,972
Unfunded	C-6	260,223,145	257,971,350
		<u>703,395,918</u>	<u>688,482,078</u>
Total		<u>\$ 706,909,989</u>	<u>\$ 693,092,999</u>
Liabilities, Reserves and Fund Balance			
Bond Anticipation Notes Payable	C-17	\$ 69,900,000	\$ 83,700,000
General Serial Bonds Outstanding	C-18	226,132,000	194,724,000
Green Trust Loans Payable	C-12	-	3,260,258
Economic Development Fund Obligations Payable	C-13	1,981,390	2,588,882
Government Leasing Program Obligations Payable	C-15	172,375,000	185,565,000
NJEIT Trust Loan Payable	C-14	342,737	399,831
Due to Open Space Trust Fund	B, C-19	7,700,312	6,701,171
Improvement Authorizations:			
Funded	C-16	12,090,240	10,864,853
Unfunded	C-16	176,802,183	168,002,377
Due to Mercer County Improvement Authority		-	395,391
Reserve for:			
Capital Improvement Fund	C-2, C-8	408,492	165,645
Payment of Serial Bonds and Notes	C-2, C-9	4,086,986	9,949,177
Encumbrances Payable	C-2, C-10	27,904,177	19,393,029
Installment Purchase Agreement		3,319,457	3,319,457
Interest	C-2, C-11	14,684	13,817
Fund Balance	C-1, C-2	3,852,333	4,050,112
Total		<u>\$ 706,909,989</u>	<u>\$ 693,092,999</u>

There were bonds and notes authorized but not issued on December 31, 2016 and 2015, in the amount of \$190,323,145 and \$174,271,350 (Exhibit C-20).

COUNTY OF MERCER, STATE OF NEW JERSEY

C-1

GENERAL CAPITAL FUND
STATEMENT OF CHANGES IN FUND BALANCE

	<u>Reference</u>	
Balance - December 31, 2015	C, C-2	\$ 4,050,112
Increased by:		
Refunded by PFC		214,483
Premium on Note Sale and bond sale		<u>1,587,738</u>
		5,852,333
Decreased by:		
Appropriated as revenue in 2016 budget	A-2	<u>2,000,000</u>
Balance - December 31, 2016	C, C-2	<u><u>\$ 3,852,333</u></u>

COUNTY OF MERCER, STATE OF NEW JERSEY

GENERAL CAPITAL FUND
ANALYSIS OF GENERAL CAPITAL CASH
Year Ended December 31, 2016

Ordinance Number	Reference	Balance		Bonds & Notes		Prior Year		Current Year		Transfers		Balance December 31, 2016
		December 31, 2015	Receipts	Issued	Disbursements	Encumbrances	Encumbrances	To	From			
Fund Balance	C, C-1	\$ 4,050,112	\$ 1,802,221	\$ -	\$ 2,000,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,852,333
Capital Improvement Fund	C, C-8	165,645	1,926,500	-	-	-	-	-	-	1,683,653	-	408,492
FAA		(35,359,075)	2,215,030	-	-	-	-	-	-	-	-	(33,144,045)
Federal and State Grants in Aid		(7,661,606)	-	-	-	-	-	-	-	-	-	(7,661,606)
Other Governmental Agencies		36,800	-	-	-	-	-	-	-	-	-	36,800
Reserve for:												
Encumbrances	C, C-10	19,393,027	-	-	-	19,393,027	27,904,177	-	-	-	-	27,904,177
Payment for Serial Bonds, Notes and Lease Obligations	C, C-9	9,949,177	1,180,424	-	7,438,006	-	-	-	395,391	-	-	4,086,986
Installment Purchase Agreement - Lee Turkey Farm	C	3,319,457	-	-	-	-	-	-	-	-	-	3,319,457
Due from/(to) Open Space Trust Fund	C, C-19	6,701,171	7,700,312	-	6,701,171	-	-	-	-	-	-	7,700,312
Due from/(to) Library	C	(50,888)	-	-	-	-	-	-	-	-	-	(50,888)
Due from/(to) Mercer County Improvement Authority	C, C-7	395,391	-	-	-	-	-	-	-	-	395,391	-
Interest Reserve	C, C-11	13,817	867	-	-	-	-	-	-	-	-	14,684
Due from/(to) Current Fund	C, C-4	(797,434)	-	-	583,919	-	-	-	-	-	-	(1,381,353)
Due from/(to) NJEIT	C	(140,552)	-	-	-	-	-	-	-	-	-	(140,552)
00-10 Various Improvements		(2,540)	-	-	2,540	-	-	-	-	-	-	(5,080)
00-17 Various Improvements		2	-	-	-	-	-	-	-	-	-	2
01-09 Various Improvements		-	-	-	362,973	-	32,739	-	-	-	-	(395,711)
02-02 Various Improvements		-	-	-	36,208	-	-	-	-	-	-	(36,208)
03-05 Retrofit Lighting systems		332,500	-	-	-	-	-	-	-	-	-	332,500
03-09 Various Improvements		293,523	-	-	196,222	188,339	-	-	-	-	-	285,639
03-18 Various Courthouse Improvements		(46,939)	-	-	-	-	-	-	-	-	-	(46,939)
03-19 Construction Management Fees for Courthouse		544,744	-	-	-	-	-	-	-	-	-	544,744
04-09 Various Improvements		(1,070,450)	-	-	-	5,489	5,489	-	-	-	-	(1,070,451)
04-10 Open Space and Farmland Preservation		59,089	-	-	-	-	-	-	-	-	-	59,089
05-02 Gazebo and Related Items		1,894	-	-	-	-	-	-	-	-	-	1,894
05-18 Various Improvements		5,857,281	-	-	222,765	78,766	39,144	-	-	-	-	5,674,138
05-31 MCIA Arena		920	-	-	-	-	-	-	-	-	-	920

COUNTY OF MERCER, STATE OF NEW JERSEY

GENERAL CAPITAL FUND
 ANALYSIS OF GENERAL CAPITAL CASH (CONTINUED)
 Year Ended December 31, 2016

Ordinance Number		Balance		Bonds & Notes		Prior Year	Current Year	Transfers		Balance
		December 31, 2015	Receipts	Issued	Disbursements	Encumbrances	Encumbrances	To	From	December 31, 2016
07-01	Construction of Wildlife Center	(130,567)	-	-	577,039	90,448	56,053	-	-	(673,211)
07-05	Various Improvements	(29,276,440)	1,000,000	-	599,753	1,171,909	1,394,037	-	-	(29,098,321)
07-27	Community College Improvements	(300,000)	-	-	-	-	-	-	-	(300,000)
08-30	Various Capital Improvements	7,507,118	-	-	429,515	1,553,383	1,545,926	-	-	7,085,060
	Wastewater	(546,537)	-	-	-	10,427	10,427	-	-	(546,537)
2009-14	2009 Capital Program	603,001	-	-	497,326	6,630,196	6,467,789	-	-	268,081
	County College Improvements	(202,000)	-	-	-	-	-	-	-	(202,000)
	2010 Capital Program	(12,762,777)	-	14,483,725	1,157,904	666,995	1,839,778	-	-	(609,739)
2011-8	Various Capital Improvements	(10,410,160)	-	13,600,000	270,939	452,507	245,969	-	-	3,125,439
2011-15	Various Improvements	(16,529,729)	-	3,916,275	1,054,546	863,591	615,219	-	-	(13,419,627)
2012-3	County College Improvements	(811,325)	-	-	-	-	-	-	-	(811,325)
2012-4	Various Transportation Improvements	14,459,515	-	-	815,436	1,334,883	466,191	-	-	14,512,771
2012-5	2012 Capital Plan	10,957,931	-	-	1,059,650	561,564	543,042	-	-	9,916,804
2012-16	Improvements to Vocational School	37,360	-	-	-	-	-	-	-	37,360
2013-15	Various Transportation Improvements	32,112	-	-	38,733	191,631	148,176	-	-	36,834
2013-22	Various improvements	12,830,466	-	-	1,287,606	2,689,437	2,654,384	-	-	11,577,913
2014-2	Capital Improvements	(1,814,661)	-	-	320,576	136,308	262,779	-	-	(2,261,708)
2014-3	Airport Improvements	2,682,755	-	-	474,489	409,359	1,109,945	-	-	1,507,680
2014-7	County College Improvements	(171,808)	-	-	-	-	-	-	-	(171,808)
2014-9	2014 Capital program	25,101,340	-	-	4,637,246	2,357,798	4,235,388	-	-	18,586,504
2015-8	Lease revenue bond Annex Renovation	-	-	-	-	-	-	-	-	-
2015-9	2015 Capital Plan	(2,632,475)	-	-	6,934,062	-	4,297,627	-	-	(13,864,164)
2016-6	2016 Capital Program	-	-	-	7,118,017	-	1,934,075	1,683,653	-	(7,368,439)
2016-9	County College	-	-	-	4,105,567	-	-	-	-	(4,105,567)
2016-10	County College	-	-	-	-	-	-	-	-	-
2016-11	County College	-	-	-	-	-	-	-	-	-
		\$ 4,608,185	\$ 15,825,353	\$ 32,000,000	\$ 48,922,207	\$ -	\$ -	\$ 2,079,044	\$ 2,079,044	\$ 3,511,333
Reference		C								C

COUNTY OF MERCER, STATE OF NEW JERSEY

C-3A

GENERAL CAPITAL FUND
 SCHEDULE OF ACCOUNTS RECEIVABLE – U.S.F.A.A. SHARE OF COST
 Year Ended December 31, 2016

	Ordinance Number	Balance December 31, 2015	Collected	Balance December 31, 2016
Airport:				
Various Improvements	2005-18	\$ 1,798,878	\$ -	\$ 1,798,878
Various Improvements	2007-5	6,301,113	-	6,301,113
Runway Charlie	2008-30	418,152	-	418,152
Safety Improvements	2008-30	2,650,000	-	2,650,000
Runway Hotel Bravo	2008-30	1,750,000	-	1,750,000
Airport improvements	2012-4	15,342,880	768,868	14,574,013
EMAS system	2012-4	1,412,883	1,309,983	102,900
ARFF equipment	2013	617,831	111,233	506,598
EMAS supplement	2013	406,900	-	406,900
Deicing Facility	2013	180,000	-	180,000
Runway Protection Zone	2013	24,439	24,946	(507)
Drainage Improvements	2013	450,000	-	450,000
Improvements to Airport Terminal	2013	200,000	-	200,000
Improvements to Taxiways Roads and Ramps	2014	1,206,000	-	1,206,000
Improvements to Airport Terminal	2014	1,250,000	-	1,250,000
Acquisition of Snow Removal Equipment	2014	1,350,000	-	1,350,000
		<u>\$ 35,359,076</u>	<u>\$ 2,215,030</u>	<u>\$ 33,144,046</u>
<u>Reference</u>				
	C-3B	\$ 7,661,604		\$ 7,661,604
	C-3C	(36,800)		(36,800)
	C	<u>\$ 42,983,881</u>		<u>\$ 40,768,851</u>

COUNTY OF MERCER, STATE OF NEW JERSEY

C-3B

GENERAL CAPITAL FUND
 SCHEDULE OF ACCOUNTS RECEIVABLE –
 FEDERAL GOVERNMENT AND STATE OF NEW JERSEY GRANTS IN AID
 Year Ended December 31, 2016

	<u>Ordinance Numbers</u>	<u>Balance December 31, 2015</u>	<u>Collected</u>	<u>Balance December 31, 2016</u>
2005 Various Bridge and Culvert Improvements	2005-18	\$ 2,571,134	\$ -	\$ 2,571,134
Various Bridge and Culvert Improvements	2003-09	1,708,875	-	1,708,875
Improvements to Henry Phillips House	2007-5	495,595		495,595
2013 Transportation Grants		<u>2,886,000</u>	<u>-</u>	<u>2,886,000</u>
		<u>\$ 7,661,604</u>	<u>\$ -</u>	<u>\$ 7,661,604</u>
	<u>Reference</u>			C-3A

COUNTY OF MERCER, STATE OF NEW JERSEY

C-3C

GENERAL CAPITAL FUND
 SCHEDULE OF ACCOUNTS RECEIVABLE/PAYABLE –
 OTHER GOVERNMENTAL AGENCIES
 Year Ended December 31, 2016

	<u>Ordinance Numbers</u>	<u>Balance December 31, 2015</u>	<u>Balance December 31, 2016</u>
Waste Water Program	2009	\$ (36,800)	\$ (36,800)
		<u>\$ (36,800)</u>	<u>\$ (36,800)</u>
<u>Reference</u>			C-3A

COUNTY OF MERCER, STATE OF NEW JERSEY

C-4

GENERAL CAPITAL FUND
SCHEDULE OF DUE FROM CURRENT FUND
Year Ended December 31, 2016

	<u>Reference</u>	
Balance - December 31, 2015	C	\$ 797,434
Increased by Advanced		<u>\$ 583,919</u>
Balance - December 31, 2016	C	<u>\$ 1,381,353</u>

COUNTY OF MERCER, STATE OF NEW JERSEY

C-5

GENERAL CAPITAL FUND
 SCHEDULE OF DEFERRED CHARGES TO FUTURE TAXATION – FUNDED
 Year Ended December 31, 2016

	<u>Reference</u>		
Balance - December 31, 2015	C		\$ 386,537,972
Increased by:			
Bonds Issued	C-6, C-17, C-18	<u>45,800,000</u>	<u>45,800,000</u>
			432,337,972
Decreased by:			
General Serial Bonds Matured	C-18	14,392,000	
MCIA Government Leasing Program Matured	C-15	13,190,000	
Green Trust Loan Matured	C-12	3,260,258	
Economic Development Authority Loan Matured	C-13	607,492	
NJEIT Loan Matured	C-14	<u>57,094</u>	
			<u>31,506,844</u>
Balance - December 31, 2016	C		<u><u>\$ 400,831,128</u></u>

COUNTY OF MERCER, STATE OF NEW JERSEY

GENERAL CAPITAL FUND
 SCHEDULE OF DEFERRED CHARGES TO FUTURE TAXATION – UNFUNDED
 Year Ended December 31, 2016

Ordinance	Description	Balance December 31, 2015	2016 Authorizations	Funded by Bonds Issued	Funded by Budget Appropriation	Balance December 31, 2016
2007-5	Various Improvements	\$ 38,232,004	\$ -	\$ -	\$ 1,000,000	\$ 37,232,004
2007-27	Community College Improvements	300,000	-	-	-	300,000
2008-2	Various Improvements	5,516,933	-	5,516,933	-	-
2008-30	Various Improvements	388,330	-	-	-	388,330
2009	Wastewater	570,000	-	-	-	570,000
2009-14	2009 Capital Program	108,679	-	-	-	108,679
2010-7	County College Improvements	202,000	-	-	-	202,000
2010-11	2010 Capital Program	18,442,967	-	-	-	18,442,967
2011-8	2011 Capital Ordinance	13,640,100	-	-	-	13,640,100
2011-15	2011 Capital Ordinance	26,960,291	-	-	-	26,960,291
2012-3	County College Improvements	810,000	-	-	-	810,000
2012-4	Airport and Road Improvements	2,852,279	-	2,575,250	-	277,029
2012-5	Various Improvements	2,198	-	-	-	2,198
2012-16	Votech School Improvements	5,317,900	-	5,317,900	-	-
2013-5	Various Improvements	3,424,750	-	3,424,750	-	-
2013-15	Various Improvements	29,033,976	-	28,965,167	-	68,809
2014-2	Capital Improvements	5,940,345	-	-	-	5,940,345
2014-3	Airport Improvements	8,744,223	-	-	-	8,744,223
2014-7	County College Improvements	250,000	-	-	-	250,000
2014-2	2014 Capital program	38,041,482	-	-	-	38,041,482
2015	Lease Revenue Bonds Annex renovation	5,280,000	-	-	-	5,280,000
2015	2015 Capital Plan	53,912,893	-	-	-	53,912,893
2016-10	County College Improvements	-	4,150,000	-	-	4,150,000
2016-9	County College Improvements	-	1,837,500	-	-	1,837,500
2016-11	County College Improvements	-	3,200,000	-	-	3,200,000
	2016 Capital Program	-	39,864,295	-	-	39,864,295
		<u>\$ 257,971,350</u>	<u>\$ 49,051,795</u>	<u>\$ 45,800,000</u>	<u>\$ 1,000,000</u>	<u>\$ 260,223,145</u>
	<u>Reference</u>	C	C-20	C-5, C-18, C-20	A-3, C-20	C

COUNTY OF MERCER, STATE OF NEW JERSEY

C-7

GENERAL CAPITAL FUND
SCHEDULE OF DUE FROM/(TO) MERCER COUNTY IMPROVEMENT AUTHORITY
(INTERGOVERNMENTAL RECEIVABLE)
Year Ended December 31, 2016

	<u>Reference</u>		
Balance - December 31, 2015	C	\$	(395,391)
Decreased by tranfer to Reserve to pay bonds			395,391
Balance - December 31, 2016	C, C-2	<u>\$</u>	<u>-</u>

COUNTY OF MERCER, STATE OF NEW JERSEY

C-8

GENERAL CAPITAL FUND
 SCHEDULE OF CAPITAL IMPROVEMENT FUND
 Year Ended December 31, 2016

	<u>Reference</u>		
Balance - December 31, 2015	C	\$	165,645
Increased by:			
Transferred from PFC			26,500
2016 Budget Appropriations Due from Current Fund	A-3		1,900,000
			<u>2,092,145</u>
Decreased by:			
Appropriations to Finance Improvement Authorizations	C-16		1,683,653
Balance - December 31, 2016	C, C-2	\$	<u><u>408,492</u></u>

COUNTY OF MERCER, STATE OF NEW JERSEY

C-9

GENERAL CAPITAL FUND
 SCHEDULE OF RESERVE FOR PAYMENTS OF SERIAL BONDS
 Year Ended December 31, 2016

	<u>Reference</u>		
Balance - December 31, 2015	C	\$	9,949,117
Increased by			
Refunded by PFC			78,275
Excess Defeased raised			395,391
Green Acres funding			1,102,209
			<u>11,524,992</u>
Decreased by:		<u>\$</u>	<u>7,438,006</u>
Anticipated as Revenue - Current Fund	A-2		<u>7,438,006</u>
Balance - December 31, 2016	C, C-2	<u>\$</u>	<u><u>4,086,986</u></u>

COUNTY OF MERCER, STATE OF NEW JERSEY

C-10

GENERAL CAPITAL FUND
 SCHEDULE OF RESERVE FOR ENCUMBRANCES PAYABLE
 Year Ended December 31, 2016

	<u>Reference</u>		
Balance - December 31, 2015	C	\$	19,395,066
Decreased by:			
Applied to Improvement Authorizations	C-16		19,395,066
Increased by:			
Charges to Improvement Authorizations	C-16		<u>27,904,177</u>
Balance - December 31, 2016	C, C-2	\$	<u><u>27,904,177</u></u>

COUNTY OF MERCER, STATE OF NEW JERSEY

C-11

GENERAL CAPITAL FUND
SCHEDULE OF RESERVE FOR INTEREST
Year Ended December 31, 2016

	<u>Reference</u>		
Balance - December 31, 2015	C, C-2	\$	13,817
Collected			<u>867</u>
Balance - December 31, 2016	C, C-2	\$	<u><u>14,684</u></u>

COUNTY OF MERCER, STATE OF NEW JERSEY

C-12

GENERAL CAPITAL FUND
SCHEDULE OF GREEN TRUST LOANS PAYABLE
Year Ended December 31, 2016

	<u>Reference</u>		
Balance - December 31, 2015	C	\$	3,260,258
Decreased by:			
Payment of principal	C-5		<u>3,260,258</u>
Balance - December 31, 2016	C	<u>\$</u>	<u>-</u>

COUNTY OF MERCER, STATE OF NEW JERSEY

C-13

GENERAL CAPITAL FUND
SCHEDULE OF LOAN PAYABLE TO THE
NEW JERSEY ECONOMIC DEVELOPMENT AUTHORITY
Year Ended December 31, 2016

	<u>Reference</u>		
Balance - December 31, 2015	C	\$	2,588,882
Decreased by:			
Paid by Budget Appropriation	C-5		<u>607,492</u>
Balance - December 31, 2016	C	\$	<u><u>1,981,390</u></u>

COUNTY OF MERCER, STATE OF NEW JERSEY

C-14

GENERAL CAPITAL FUND
SCHEDULE OF NJEIT LOAN PAYABLE
Year Ended December 31, 2016

	<u>Reference</u>		
Balance - December 31, 2015	C	\$	399,831
Decreased by:			
Principal Payments	C-5		<u>57,094</u>
Balance - December 31, 2016	C	\$	<u><u>342,737</u></u>

COUNTY OF MERCER, STATE OF NEW JERSEY

C-15

GENERAL CAPITAL FUND
SCHEDULE OF CAPITAL LEASES PAYABLE
Year Ended December 31, 2016

	<u>Reference</u>	
Balance - December 31, 2015	C	\$ 185,565,000
Decreased by:		
Principal Payment Paid by Budget Appropriation	C-5	<u>13,190,000</u>
Balance - December 31, 2016	C	<u><u>\$ 172,375,000</u></u>

COUNTY OF MERCER, STATE OF NEW JERSEY

GENERAL CAPITAL FUND
 SCHEDULE OF IMPROVEMENT AUTHORIZATIONS
 Year Ended December 31, 2016

Ordinance Number	Improvements	Balance December 31, 2015		2016 Authorizations	Prior Year Encumbrances	Cash disbursed	Current Year Encumbrances	Paid or Charged	Balance December 31, 2016	
		Funded	Unfunded						Funded	Unfunded
		\$	\$						\$	\$
00-10	Various Improvements	-	-	-	2,037	2,037	-	-	-	-
2001-9	Various Improvements	-	-	-	-	362,973	32,739	-	-	-
02-01	Vocational School Improvements	-	17,960	-	-	-	-	-	-	17,960
02-02	Various Improvements	76,669	-	-	-	36,208	-	36,208	40,461	-
03-04	Improvements to Vocational School	-	65,000	-	-	-	-	-	-	65,000
03-05	Retrofit Lighting Systems	-	350,000	-	-	-	-	-	-	350,000
03-09	Various Improvements	-	1,277,168	-	188,339	1,134,576	-	946,238	-	330,931
03-18	Various Courthouse Improvements	-	3,062	-	-	-	-	-	-	3,062
03-19	Construction Management Fees for Courthouse	-	174,471	-	-	-	-	-	-	174,471
04-09	Various Improvements	-	485,401	-	5,489	-	5,489	-	-	485,401
05-02	Gazebo and Related Items	-	1,894	-	-	-	-	-	-	1,894
05-18	Various Improvements	-	5,437,601	-	78,766	225,247	39,144	185,625	-	5,251,976
05-31	MClA Arena	920	-	-	-	-	-	-	920	-
07-01	Construction of a Wildlife Center	-	-	-	90,448	34,396	56,053	1	-	-
07-05	Various Improvements	-	8,898,147	-	1,171,909	599,753	1,394,037	821,881	-	8,076,267
2008	Various Improvements	28,124	-	-	-	-	-	-	28,124	-
08-30	Various Capital Improvements	10,759,140	388,330	-	1,553,383	429,515	1,545,926	422,058	10,337,082	388,330
2009-2	Waste Water Plan	-	23,464	-	10,427	-	10,427	-	-	23,464
2009-14	2009 Capital Plan	-	711,678	-	6,630,196	497,386	6,467,789	334,979	-	376,699
2010-11	2010 Capital Plan	-	5,680,190	-	666,995	1,157,904	1,839,778	2,330,687	-	3,349,504
2011-8	2011 Capital Plan	-	3,229,939	-	452,507	270,939	245,969	64,401	-	3,165,538
2011-15	2011 Capital Plan II	-	10,430,561	-	863,591	1,054,546	615,219	806,173	-	9,624,388
2012-4	2012 Capital	-	14,736,544	-	1,334,883	815,436	466,191	(53,256)	-	14,789,800
2012-5	2012 Capital Plan II	-	10,960,128	-	561,564	1,059,650	543,042	1,041,128	-	9,919,001
2012-16	Improvements at County Vocational School	-	37,360	-	-	-	-	-	-	37,360
2013-15	Various Improvements- airport	-	32,112	-	191,631	38,733	148,176	(4,723)	-	36,834
2013-22	Various Improvements	-	12,899,275	-	2,689,437	1,287,606	2,654,384	1,252,553	-	11,646,722
2014-2	Capital Improvements	-	4,125,684	-	136,308	320,576	262,779	447,047	-	3,678,637
2014-3	Airport Improvements	-	11,426,978	-	409,359	474,489	1,109,945	1,175,075	-	10,251,903
2014-7	County College Improvements	-	76,867	-	-	-	-	-	-	76,867
2014-9	2014 Capital program	-	19,972,146	-	2,357,798	4,637,246	4,235,388	6,514,836	-	13,457,310
2015-8	Lease revenue bond Annex renovation	-	5,280,000	-	-	-	-	-	-	5,280,000
2015-9	2015 Capital Program	-	51,280,418	-	-	6,934,062	4,297,627	11,231,689	-	40,048,729
2016-6	2016 Capital Program	-	-	41,547,948	-	7,118,017	1,934,075	9,052,092	1,683,653	30,812,203
2016-9	county College	-	-	4,150,000	-	4,105,567	-	4,105,567	-	44,434
2016-10	County college	-	-	1,837,500	-	-	-	-	-	1,837,500
2016-11	County College	-	-	3,200,000	-	-	-	-	-	3,200,000
	Grand Totals - All Ordinances	\$ 10,864,853	\$ 168,002,377	\$ 50,735,446	\$ 19,395,066	\$ 32,596,859	\$ 27,904,175	\$ 40,710,260	\$ 12,090,240	\$ 176,802,183
	Reference	C	C		C-10		C-10		C	C

COUNTY OF MERCER, STATE OF NEW JERSEY

C-17

GENERAL CAPITAL FUND
 SCHEDULE OF BOND ANTICIPATION NOTES
 Year Ended December 31, 2016

Ordinance	Issue Date of Original Note	Date of Issue	Date of Maturity	Interest Rate	Balance December 31, 2015	Increased	Decreased	Balance December 31, 2016
2012-4	12/3/2013	2/13/2015	2/11/2016	1.250%	\$ 2,575,250	\$ -	\$ 2,575,250	\$ -
2013- airport improvements	12/3/2013	2/13/2015	2/11/2016	1.250%	3,424,750	-	3,424,750	-
2008-2 Open Space	8/28/2014	2/13/2015	2/11/2016	1.250%	864,713	-	864,713	-
2008-2 Various Improvements	8/28/2014	2/13/2015	2/11/2016	1.250%	4,652,220	-	4,652,220	-
2012-16 Vocational School Improvements	8/28/2014	2/13/2015	2/11/2016	1.250%	5,317,900	-	5,317,900	-
2013 Capital Program	8/28/2014	2/13/2015	2/11/2016	1.250%	28,965,167	-	28,965,167	-
2010-11	8/31/2016	8/31/2016	8/30/2017	2.000%	-	14,483,725	-	14,483,725
2011-8	8/31/2016	8/31/2016	8/30/2017	2.000%	-	8,747,600	-	8,747,600
2010-11 Open Space	8/31/2016	8/31/2016	8/30/2017	2.000%	-	3,916,275	-	3,916,275
2011-8 Open Space	8/31/2016	8/31/2016	8/30/2017	2.000%	-	4,852,400	-	4,852,400
2014 Open Space	2/13/2015	2/13/2015	2/11/2016	1.250%	3,885,714	-	3,885,714	-
2014 Open Space	2/13/2015	8/31/2016	8/30/2017	2.000%	-	3,885,714	-	3,885,714
2014 Capital program	2/13/2015	2/13/2015	2/11/2016	1.250%	34,014,286	-	34,014,286	-
2014 Capital program	2/13/2015	8/31/2016	8/30/2017	2.000%	-	34,014,286	-	34,014,286
Totals					<u>\$ 83,700,000</u>	<u>\$ 69,900,000</u>	<u>\$ 83,700,000</u>	<u>\$ 69,900,000</u>
				Reference	C			C
				Roll Over		\$ 37,900,000	\$ 37,900,000	
				Bonds Sold	C-5, C-6, C-18	-	45,800,000	
				New Issue	C-20	32,000,000	-	
						<u>\$ 69,900,000</u>	<u>\$ 83,700,000</u>	

COUNTY OF MERCER, STATE OF NEW JERSEY

C-18

GENERAL CAPITAL FUND
 SCHEDULE OF GENERAL SERIAL BONDS OUTSTANDING
 Year Ended December 31, 2016

Purpose	Date of Issue	Original Issue	Maturities of Bonds Outstanding Dec. 31, 2016		Interest Rate	Balance December 31, 2015	Increases	Decreases	Balance December 31, 2016
			Date	Amount					
General Obligation	5.1.03	63,206,000				\$ 50,052,000	\$ -	\$ 2,575,000	\$ 47,477,000
			5.1.17	2,685,000	4.340%				
			5.1.18	2,798,000	4.340%				
			5.1.19	2,920,000	4.340%				
			5.1.20	3,589,000	4.340%				
			5.1.21	3,752,000	4.340%				
			5.1.22	3,925,000	4.340%				
			5.1.23	4,109,000	4.340%				
			5.1.24	4,305,000	4.340%				
			5.1.25	4,511,000	4.340%				
			5.1.26	4,729,000	4.340%				
			5.1.27	4,957,000	4.330%				
			5.1.28	5,197,000	4.280%				
Early Retirement Refunding	9.1.03	6,270,000				2,475,000	-	715,000	1,760,000
			9.1.17	810,000	5.340%				
			9.1.18	445,000	5.460%				
9.1.19	505,000	5.550%							
Early Retirement Incentive (Board of Social Services)	12.1.05	8,910,000				3,730,000	-	670,000	3,060,000
			12.1.17	705,000	5.250%				
			12.1.18	745,000	5.300%				
			12.1.19	785,000	5.350%				
12.1.20	825,000	5.375%							

COUNTY OF MERCER, STATE OF NEW JERSEY

C-18

GENERAL CAPITAL FUND
 SCHEDULE OF GENERAL SERIAL BONDS OUTSTANDING (CONTINUED)
 Year Ended December 31, 2016

Purpose	Date of Issue	Original Issue	Maturities of Bonds Outstanding Dec. 31, 2016		Interest Rate	Balance December 31, 2015	Increases	Decreases	Balance December 31, 2016
			Date	Amount					
Early Retirement Incentive	2.21.07	11,625,000	2.1.17	1,050,000	5.380%	5,575,000	-	995,000	4,580,000
			2.1.18	1,110,000	5.600%				
			2.1.19	1,175,000	5.600%				
			2.1.20	1,245,000	5.600%				
County College Bonds	6.1.08	18,000,000	6.1.21	1,450,000	4.000%	11,000,000	-	1,200,000	9,800,000
			6.1.22	1,500,000	4.000%				
			6.1.23	1,550,000	4.200%				
County College Bonds	8.1.10	2,353,000	8.15.17-18	200,000	2.000%	1,560,000	-	200,000	1,360,000
			8.15.19-22	240,000	2.100-2.600%				
Serial Bonds	12.20.10	8,559,087	3.1.17	590,000	3.650%	5,900,000	-	590,000	5,310,000
			3.1.18	590,000	3.750%				
			3.1.19	590,000	3.950%				
			3.1.20	590,000	4.150%				
			3.1.21	590,000	4.350%				
			3.1.22	590,000	4.600%				
			3.1.23	590,000	4.600%				
			3.1.24	590,000	4.840%				
			3.1.25	590,000	5.000%				
General Improvement Serial Bonds	2.2.12	35,740,000	2.1.17	3,090,000	2.000%	29,360,000	-	3,030,000	26,330,000
			2.1.18	3,155,000	2.000%				
			2.1.19	3,220,000	2.000%				
			2.1.20	3,290,000	2.000%				
			2.1.21	3,375,000	2.000%				
			2.1.22	3,400,000	2.000%				
			2.1.23	3,400,000	2.250%				
			2.1.24	3,400,000	2.500%				

COUNTY OF MERCER, STATE OF NEW JERSEY

C-18

GENERAL CAPITAL FUND
 SCHEDULE OF GENERAL SERIAL BONDS OUTSTANDING (CONTINUED)
 Year Ended December 31, 2016

Purpose	Date of Issue	Original Issue	Maturities of Bonds Outstanding Dec. 31, 2016		Interest Rate	Balance December 31, 2015	Increases	Decreases	Balance December 31, 2016
			Date	Amount					
Open Space Bonds	2.2.12	30,050,000				26,425,000	-	1,250,000	25,175,000
			2.1.17	1,275,000	2.000%				
			2.1.18	1,300,000	2.000%				
			2.1.19	1,325,000	2.000%				
			2.1.20	1,355,000	2.000%				
			2.1.21	1,390,000	2.000%				
			2.1.22	1,430,000	2.000%				
			2.1.23	1,475,000	2.250%				
			2.1.24	1,520,000	2.500%				
			2.1.25	1,565,000	2.500%				
			2.1.26	1,615,000	3.000%				
			2.1.27	1,665,000	3.000%				
			2.1.28	1,725,000	3.000%				
			2.1.29	1,785,000	3.000%				
			2.1.30	1,850,000	3.000%				
			2.1.31	1,915,000	3.000%				
			2.1.32	1,985,000	3.00%				
County College Bonds	6.1.13	7,690,000				6,750,000	-	560,000	6,190,000
			6.1.17	560,000	2.50%				
			6.1.18	570,000	2.50%				
			6.1.19	580,000	2.50%				
			6.1.20	600,000	2.50%				
			6.1.21	610,000	2.50%				
			6.1.22	620,000	3.00%				
			6.1.23	630,000	3.00%				
			6.1.24	650,000	3.00%				
			6.1.25	680,000	3.00%				
			6.1.26	690,000	3.00%				
General Obligations	12.15.13	10,032,000				8,832,000	-	632,000	8,200,000
			12.15.17	850,000	1.10%				
			12.15.18	950,000	1.53%				
			12.15.19	950,000	1.96%				
			12.15.20	950,000	2.41%				
			12.15.21	950,000	2.73%				
			12.15.22	1,150,000	3.01%				
			12.15.23	1,200,000	3.20%				
			12.15.24	1,200,000	3.36%				

COUNTY OF MERCER, STATE OF NEW JERSEY

C-18

GENERAL CAPITAL FUND
 SCHEDULE OF GENERAL SERIAL BONDS OUTSTANDING (CONTINUED)
 Year Ended December 31, 2016

Purpose	Date of Issue	Original Issue	Maturities of Bonds Outstanding Dec. 31, 2016		Interest Rate	Balance December 31, 2015	Increases	Decreases	Balance December 31, 2016
			Date	Amount					
County College Bonds of 2014	6.1.14	4,250,000				4,065,000	-	240,000	3,825,000
			6.1.17	250,000	2.00%				
			6.1.18	255,000	2.00%				
			6.1.19	260,000	2.00%				
			6.1.20	265,000	2.00%				
			6.1.21	275,000	2.00%				
			6.1.22	280,000	2.63%				
			6.1.23	290,000	3.00%				
			6.1.24	300,000	3.00%				
			6.1.25	310,000	3.00%				
			6.1.26	320,000	3.00%				
			6.1.27	330,000	3.00%				
			6.1.28	340,000	3.00%				
			6.1.29	350,000	3.13%				
Bonds of 2015	2.1.15	39,000,000				39,000,000		1,735,000	37,265,000
			2.1.17	2,260,000	0.50%				
			2.1.18	2,305,000	0.50%				
			2.1.19	2,355,000	0.50%				
			2.1.20	2,400,000	1.00%				
			2.1.21	2,450,000	2.00%				
			2.1.22	2,510,000	2.00%				
			2.1.23	2,580,000	2.00%				
			2.1.24	2,660,000	2.00%				
			2.1.25	2,740,000	2.00%				
			2.1.26	2,820,000	2.50%				
			2.1.27	2,910,000	2.75%				
			2.1.28	2,995,000	3.00%				
			2.1.29	3,090,000	3.00%				
			2.1.30	3,190,000	3.00%				
Bonds of 2016		45,800,000				-	45,800,000	-	45,800,000
			7.15.17	2,540,000	1.50%				
			7.15.18	2,580,000	1.50%				
			7.15.19	2,660,000	1.50%				
			7.15.20	2,730,000	1.50%				
			7.15.21	3,480,000	1.50%				
			7.15.22	3,830,000	1.50%				
			7.15.23	4,080,000	1.50%				
			7.15.24	4,330,000	2.00%				
			7.15.25	4,580,000	2.00%				
			7.15.26	4,830,000	2.00%				
			7.15.27	5,080,000	2.00%				
			7.15.28	5,080,000	2.00%				
						\$ 194,724,000	\$ 45,800,000	\$ 14,392,000	\$ 226,132,000
					Reference	C	C-5, C-6, C-17	C-5	C

COUNTY OF MERCER, STATE OF NEW JERSEY

C-19

GENERAL CAPITAL FUND
SCHEDULE OF DUE TO OPEN SPACE TRUST FUND
Year Ended December 31, 2016

	<u>Reference</u>		
Balance - December 31, 2015	C	\$	6,701,171
Increased by:			
Advanced	C-16		<u>999,141</u>
Balance - December 31, 2016	B, C, C-2	\$	<u><u>7,700,312</u></u>

COUNTY OF MERCER, STATE OF NEW JERSEY

GENERAL CAPITAL FUND
 SCHEDULE OF BONDS AND NOTES AUTHORIZED BUT NOT ISSUED
 Year Ended December 31, 2016

Ordinance	Description	Balance December 31, 2015	2016 Authorizations	Raised by Budget Appropriation	Bond Anticipation Notes Issued	Balance December 31, 2016
07-05	Various Improvements	\$ 38,232,004	\$ -	\$ 1,000,000	\$ -	\$ 37,232,004
07-27	County College Improvements	300,000	-	-	-	300,000
08-30	Various Improvements	388,330	-	-	-	388,330
	Waste Water Treatment	570,000	-	-	-	570,000
2009-14	2009 Capital Program	108,679	-	-	-	108,679
	County College Improvements	202,000	-	-	-	202,000
2010-11	Various Improvements	18,442,967	-	-	14,483,725	3,959,242
2011-8	Capital ord 1	13,640,100	-	-	13,600,000	40,100
2011-15	Capital ord 2	26,960,291	-	-	3,916,275	23,044,016
2012-3	County College Improvements	810,000	-	-	-	810,000
2012-4	Airport and Road Improvements	277,029	-	-	-	277,029
2012-5	Various Improvements	2,198	-	-	-	2,198
2013-15	2013 Capital program	68,809	-	-	-	68,809
2014-2	Capital Improvements	5,940,345	-	-	-	5,940,345
2014-3	Airport Improvements	8,744,223	-	-	-	8,744,223
2014-7	County College Improvements	250,000	-	-	-	250,000
2014-2	2014 Capital program	141,482	-	-	-	141,482
2015-8	Lease revenue bond Annex renovation	5,280,000	-	-	-	5,280,000
2015-9	2015 Capital Program	53,912,893	-	-	-	53,912,893
2016-10	County College Improvements	-	4,150,000	-	-	4,150,000
2016-9	County College Improvements	-	1,837,500	-	-	1,837,500
2016-11	County College Improvements	-	3,200,000	-	-	3,200,000
	2016 Capital Program	-	39,864,295	-	-	39,864,295
		<u>\$ 174,271,350</u>	<u>\$ 49,051,795</u>	<u>\$ 1,000,000</u>	<u>\$ 32,000,000</u>	<u>\$ 190,323,145</u>
	Reference	C	C-6	A-3, C-6	C-17	C

COUNTY OF MERCER, STATE OF NEW JERSEY

G

GENERAL FIXED ASSETS ACCOUNT GROUP
December 31, 2016

	<u>December 31, 2015</u>	<u>Additions</u>	<u>Deletions</u>	<u>December 31, 2016</u>
<u>Assets</u>				
General Fixed Assets	<u>\$ 132,063,635</u>	<u>\$ 11,506,702</u>	<u>\$ 1,087,044</u>	<u>\$ 142,483,293</u>
<u>Liabilities</u>				
Investment in General Fixed Assets	<u>\$ 132,063,635</u>	<u>\$ 11,506,702</u>	<u>\$ 1,087,044</u>	<u>\$ 142,483,293</u>

SUPPLEMENTARY INFORMATION

**INDEPENDENT AUDITORS' 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**

To the Honorable County Executive and
Members of the Board of
Chosen Freeholders of the County of Mercer,
State of New Jersey

We have audited, in accordance with auditing standards generally accepted in the United States of America, the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, and requirements of audit prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, the financial statements-regulatory basis of various funds and account group, of the County of Mercer (the "County"), as of and for the year ended December 31, 2016, and the related notes to the financial statements, which collectively comprise the County's basic financial statements, and have issued our report thereon dated March 9, 2018, in which we expressed an adverse opinion on the conformity of the financial statements with accounting principles generally accepted in the United States of America due to differences between those principles and accounting practices prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey.

Internal Control Over Financial Reporting

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

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the County'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.

**INDEPENDENT AUDITORS' 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 (CONTINUED)**

Internal Control Over Financial Reporting (Continued)

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 and therefore, material weaknesses or significant deficiencies may exist that were not identified. We did identify a deficiency in internal control, described in accompanying schedule of current year findings and recommendations that we consider to be a material weakness, 2016-001.

Compliance and Other Matters


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

County's Response to Findings

The County's response to the finding identified in our audit is described in the accompanying schedule of current year findings and recommendations. The County's response was not subject to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the County'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 County's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.


Warren A. Broudy, CPA, CGFM, PSA, CGMA
Registered Municipal Accountant
License No. 554

**MERCADIEN, P.C.
CERTIFIED PUBLIC ACCOUNTANTS**

March 9, 2018

COUNTY OF MERCER, STATE OF NEW JERSEY

GENERAL COMMENTS
DECEMBER 31, 2016

Contracts and Agreements Required to be Advertised for N.J.S. 40A:11-4

Local units and the board of education that have appointed a Qualified Purchasing Agent pursuant to N.J.S.A. 40A:11-9(b) and take advantage of a higher bid threshold pursuant to N.J.S.A. 40A:11-3(a) and 18A:18A-3(a), have their maximum bid threshold increased from \$36,000 to \$40,000. Where the higher bid threshold is authorized, appropriate action should be taken to adjust the locally set amount.

Contracts exceeding the new threshold are subject to the appropriate requirements of the Local Public Contracts Law and the Public School Contracts Law. As a result of the change in bid threshold, the 15% threshold for the informal receipt of quotations thresholds of N.J.S.A. 40A:11-6.1(a) and 18A:18A-37(a) also changes. The following table summarizes the new bid and quotation thresholds.

	<u>Bid Threshold</u>	<u>Quotation Threshold</u>
Base amount	\$17,500	\$2,625
With qualified purchasing agent	\$40,000	\$6,000

It is also noted that, as an alternative to public advertising, the County uses state contracts.

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.

Any interpretation as to possible violation of the N.J.S. 40A:11-4 and N.J.A.C. 5:30-14 would be in the province of the County solicitor.

Collection of Interest on Delinquent Taxes

Pursuant to R.S. 54:4-74, County taxes are due and payable in quarterly installments on the 15th day of February, May, August and November. R.S. 54:4-76 provides that interest at the rate of 6% per annum shall be due and payable by any municipality for nonpayment of taxes on or before the due date. A review of the Treasurer's records revealed that compliance with the aforementioned law and regulations was noted for items tested.

Investment of Available Funds

The County had most of its available funds invested in interest-bearing investments or accounts during 2016. Earnings from interest on investments and deposits are shown as revenue in the various accounts and funds of the County for 2016.

The County has adopted a formal cash management plan policy in compliance with N.J.S.A. 40 A:5-14 of the Local Fiscal Affairs Law, which requires that every local unit shall adopt a "Cash Management Plan" and shall deposit in interest-bearing accounts all available public funds pursuant to the plan.

COUNTY OF MERCER, STATE OF NEW JERSEY

SCHEDULE OF CURRENT YEAR FINDINGS AND RECOMMENDATIONS
YEAR ENDED DECEMBER 31, 2016

Finding No. 2016-001

Criteria

Management is responsible for timely and accurate financial reporting.

Condition

Various transactions and adjusting journal entries were not supported or recorded to the general ledger on a timely basis.

Cause

The policies and procedures over the financial reporting process were not consistently followed.

Effect

Cash reconciliations, interfund transactions and various account balances were not reconciled on a timely basis causing delays in completing the year end close process and audit.

Recommendation

We recommend that all activity, journal entries, and any correcting adjustments be recorded to the general ledger at the time of the transaction, which will allow for a timelier year end closing process.

Management's Response

Management has reviewed the finding above and is in agreement.

COUNTY OF MERCER, STATE OF NEW JERSEY

**SUMMARY SCHEDULE OF PRIOR YEAR FINDINGS AND RECOMMENDATIONS
YEAR ENDED DECEMBER 31, 2016**

Finding No. 2015-001

Condition

Various transactions and adjusting journal entries were not supported or recorded to the general ledger on a timely basis.

Status

This finding is recurring in the current year at finding 2016-001.

STATISTICAL SECTION

COUNTY OF MERCER, STATE OF NEW JERSEY

SCHEDULE 1

OFFICIALS IN OFFICE
(UNAUDITED)

Brian M. Hughes

County Executive

Board of Chosen Freeholders

Samuel T. Frisby

Freeholder Chair

Pasquale Colavita

Freeholder Vice Chair

Andrew Koontz

Freeholder

Ann M. Cannon

Freeholder

Anthony P. Carabelli

Freeholder

John A. Cimino

Freeholder

Lucylle R. S. Walter

Freeholder

Jerlene H. Worthy

Clerk of the Board of Chosen Freeholders

Officials

Kelvin S. Ganges

Chief of Staff

Andrew A. Mair

County Administrator

Arthur R. Sypek, Jr.

County Counsel

David J. Miller, CPA

County Treasurer

County Auditor

Mercadien, P.C., Certified Public Accountants
Hamilton, New Jersey

Bond Counsel

Parker McCay, P.A.
Marlton, New Jersey

COUNTY OF MERCER, STATE OF NEW JERSEY

SCHEDULE 2

SCHEDULE OF TAX RATE, TAX LEVY AND TAX COLLECTIONS
(UNAUDITED)

Comparison of Tax Rate Information

	2016	2015	2014
Total Tax Rate (a)	\$ 0.5896	\$ 0.5786	\$ 0.5971

Net Valuation For County
Tax Apportionment

2016	\$ 43,530,574,277
2015	43,252,162,508
2014	42,062,499,475

(a) Excludes separate open space tax rate and library tax rate per \$100 assessed valuation.

Comparison of Tax Levies and Cash Collections

<u>Year</u>	<u>Tax Levy</u>	<u>Cash Collection</u>	<u>Percentage of Collection</u>
2016	\$ 255,982,160	\$ 255,982,160	100.00%
2015	249,921,779	249,921,779	100.00%
2014	250,890,815	250,890,815	100.00%

COUNTY OF MERCER, STATE OF NEW JERSEY

TABLE 1

REAL ESTATE ASSESSMENT INFORMATION
(UNAUDITED)
EQUALIZED VALUATION TAXABLE

Municipality	2016	2015	2014
East Windsor Township	\$ 2,700,842,361	\$ 2,735,678,344	\$ 2,668,935,776
Ewing Township	2,875,320,540	2,928,812,283	2,900,189,333
Hamilton Township	8,548,687,525	8,713,857,913	8,476,394,360
Hightstown Borough	414,616,885	415,636,477	424,168,371
Hopewell Borough	322,070,594	320,593,148	314,986,120
Hopewell Township	4,054,739,536	3,983,615,416	3,915,117,682
Lawrence Township	4,992,932,395	4,820,372,203	4,714,045,185
Pennington Borough	511,228,881	501,194,021	501,198,918
Princeton	7,715,909,236	7,492,973,879	7,291,087,642
Trenton City	2,379,842,350	2,453,888,858	2,376,294,583
Robbinsville Township	2,528,780,074	2,433,240,245	2,342,790,341
West Windsor Township	6,485,603,900	6,452,299,721	6,137,291,164
Total County	<u>\$ 43,530,574,277</u>	<u>\$ 43,252,162,508</u>	<u>\$ 42,062,499,475</u>

REAL PROPERTY EXCLUSIVE OF CLASS II RAILROAD PROPERTY
2016

Municipality	Aggregate Assessed Value	Real Property Ratio of Aggregate Assessed and Aggregate True Value	Aggregate True Value
East Windsor Township	\$ 2,740,673,616	101.82%	\$ 2,700,842,361
Ewing Township	1,950,232,572	68.60%	2,875,320,540
Hamilton Township	8,473,551,847	99.56%	8,548,687,525
Hightstown Borough	390,467,348	94.65%	414,616,885
Hopewell Borough	317,720,355	99.02%	322,070,594
Hopewell Township	3,958,731,853	97.89%	4,054,739,536
Lawrence Township	4,518,639,368	90.92%	4,992,932,395
Pennington Borough	496,369,730	97.25%	511,228,881
Trenton City	2,019,401,562	87.23%	7,715,909,236
Robbinsville Township	2,438,672,366	97.22%	2,379,842,350
West Windsor Township	5,984,856,248	92.42%	2,528,780,074
Princeton	6,900,323,657	89.61%	6,485,603,900
Total County	<u>\$ 40,189,640,522</u>		<u>\$ 43,530,574,277</u>

COUNTY OF MERCER, STATE OF NEW JERSEY

TABLE 2

SCHEDULE OF TEN LARGEST TAXPAYERS
(UNAUDITED)

Name	Assessed Value
Bristol-Myers Squibb	\$ 544,377,100
Trustees of Princeton University	413,250,570
Lawrence Associates c/o Kravco	160,000,000
Carnegie Assoc. - Boston Properties	143,043,500
ETS - Jeri Bogan Zielinski	137,000,000
ARC DB6PRO001 LLC	108,762,500
Cole Hopewell Township c/o Ryan	92,400,000
Janssen Pharmaceutical	90,978,200
AG - Prism NJPP Lenox	84,277,000
Mercer Mall Fed Reality Inv Trust	78,600,000

COUNTY OF MERCER, STATE OF NEW JERSEY

TABLE 3

COUNTY TAX RATES
(UNAUDITED)

Year	County Tax Rate Per \$1,000	Net Valuation on which Apportioned
2007	4.374	\$ 44,354,295,519
2008	4.370	47,759,991,188
2009	4.506	48,579,136,675
2010	4.859	47,633,570,644
2011	4.857	45,754,779,722
2012	5.300	44,449,504,076
2013	5.839	42,352,115,106
2014	5.971	42,062,499,475
2015	5.786	43,252,162,508
2016	5.896	43,530,574,277

COUNTY OF MERCER, STATE OF NEW JERSEY

TABLE 4

SUMMARY OF COUNTY BUDGET
(UNAUDITED)

	2016 Budget	2016 Actual	2015 Actual
Appropriations:			
Administrative	\$ 25,939,924	\$ 25,526,624	\$ 23,941,776
Law & Justice	34,994,473	35,287,473	35,586,898
Infrastructure & Transportation	18,806,313	18,544,213	19,056,136
Public Safety	40,795,991	40,795,991	44,432,319
Human Services	10,300,673	10,613,873	10,033,179
Unclassified	127,521,135	127,590,335	125,866,733
State and Federal Programs			
Offset with Revenues	9,389,707	26,847,446	22,908,761
Capital Improvements	1,900,000	1,900,000	1,900,000
Debt Service	17,863,158	17,863,158	14,129,748
Deferred Charges and Statutory Expenses	<u>26,143,799</u>	<u>26,143,799</u>	<u>23,408,880</u>
Total General Appropriations	<u>\$ 313,655,173</u>	<u>\$ 331,112,912</u>	<u>\$ 321,264,430</u>
Anticipated Revenues:			
Miscellaneous Revenues:			
Local Revenue	\$ 21,484,011	\$ 23,127,641	\$ 26,590,547
State Aid	1,967,744	1,835,435	2,065,743
Social, Welfare, & Psychiatric	1,339,477	2,258,970	1,406,582
Revenue Offset with Appropriations	9,389,707	26,847,446	22,908,761
Other Special Items	<u>13,542,074</u>	<u>14,211,646</u>	<u>8,438,006</u>
Total Miscellaneous Revenues	47,723,013	68,281,138	61,409,639
Surplus Anticipated	9,950,000	9,950,000	11,950,000
Amount to be Raised by Taxation	<u>255,982,160</u>	<u>255,982,160</u>	<u>249,921,779</u>
Total General Revenues	<u>\$ 313,655,173</u>	<u>\$ 334,213,298</u>	<u>\$ 323,281,418</u>

COUNTY OF MERCER, STATE OF NEW JERSEY

TABLE 5

COUNTY REVENUES AND TAX RECEIPTS
(UNAUDITED)

Year	Total Revenues	County Purpose Tax Revenues	Taxes as a % of Revenues	Other Revenues
1996	\$ 163,486,616	\$ 105,365,695	64.45%	\$ 58,120,921
1997	158,621,250	107,676,962	67.88%	50,944,288
1998	162,313,460	107,635,805	66.31%	54,677,655
1999	157,309,733	106,456,650	67.67%	50,853,083
2000	167,243,246	111,325,118	66.56%	55,918,128
2001	186,049,737	125,672,187	67.55%	60,377,550
2002	202,306,277	146,343,066	72.34%	55,963,211
2003	215,616,139	159,398,103	73.93%	56,218,036
2004	236,320,862	169,622,003	71.78%	66,698,859
2005	252,242,611	185,297,503	73.46%	66,945,108
2006	267,547,359	189,190,481	70.71%	70,613,696
2007	291,637,663	193,980,796	66.51%	97,656,868
2008	291,225,821	208,483,580	71.59%	82,742,241
2009	309,164,703	218,666,167	70.73%	90,498,536
2010	322,191,891	230,930,019	71.67%	91,261,872
2011	317,198,896	221,653,479	69.88%	95,545,417
2012	311,726,864	236,244,521	75.79%	75,482,343
2013	312,677,299	243,809,898	77.97%	68,867,401
2014	322,109,729	250,890,815	77.89%	71,218,914
2015	323,281,418	249,921,779	77.31%	73,359,639
2016	331,112,912	255,982,160	77.31%	75,130,752

COUNTY OF MERCER, STATE OF NEW JERSEY

TABLE 6

RATIO OF ANNUAL DEBT SERVICE EXPENDITURES – CURRENT FUND
(UNAUDITED)

Year	Principal	Interest	Total Debt Service	Total Current Fund Governmental Expenditures	Ratio of Debt Service to Current Fund Expenditures
2016	\$ 11,514,600	\$ 6,348,558	\$ 17,863,158	\$ 331,112,912	5.39%
2015	9,720,000	4,409,748	14,129,748	321,264,429	4.40%
2014	7,508,960	3,620,131	11,129,091	320,430,068	3.47%
2013	5,621,435	4,600,178	10,221,613	309,504,338	3.30%
2012	4,867,927	3,545,264	8,413,191	306,712,761	2.74%
2011	7,238,451	4,264,030	11,502,481	286,626,515	4.01%
2010	8,067,897	5,936,642	14,409,165	313,655,173	4.59%
2009	7,746,235	6,662,930	14,409,165	321,264,430	4.49%
2008	6,717,917	6,204,346	12,922,263	291,904,467	4.43%
2007	6,902,500	5,415,241	12,317,741	276,053,372	4.46%
2006	8,613,132	4,704,459	13,317,591	259,920,493	5.12%
2005	8,504,445	5,704,203	14,208,648	250,917,089	5.66%
2004	6,871,798	6,023,654	12,895,452	233,112,147	5.53%