

**TOWNSHIP OF MONROE
COUNTY OF MIDDLESEX
NEW JERSEY**

**FINANCIAL STATEMENTS
AND
SUPPLEMENTARY DATA
AND INFORMATION**

**FOR THE YEARS ENDED
DECEMBER 31, 2010 AND 2009**

HODULIK & MORRISON, P.A.
CERTIFIED PUBLIC ACCOUNTANTS
REGISTERED MUNICIPAL ACCOUNTANTS
HIGHLAND PARK, N.J.

TOWNSHIP OF MONROE
MIDDLESEX COUNTY, NEW JERSEY

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**TOWNSHIP OF MONROE
MIDDLESEX COUNTY, NEW JERSEY**



**PART I
INDEPENDENT AUDITOR'S REPORT
FINANCIAL STATEMENTS – REGULATORY BASIS**

HODULIK & MORRISON, P.A.
CERTIFIED PUBLIC ACCOUNTANTS
REGISTERED MUNICIPAL ACCOUNTANTS
PUBLIC SCHOOL ACCOUNTANTS
1102 RARITAN AVENUE, P.O. BOX 1450
HIGHLAND PARK, NJ 08904
(732) 393-1000
(732) 393-1196 (FAX)
(E-MAIL) admin@hm-pa.net

ANDREW G. HODULIK, CPA, RMA, PSA
ROBERT S. MORRISON, CPA, RMA, PSA

JO ANN BOOS, CPA, PSA
PADMAJA RAO, CPA

MEMBERS OF:
AMERICAN INSTITUTE OF CPA'S
NEW JERSEY SOCIETY OF CPA'S
REGISTERED MUNICIPAL ACCOUNTANTS OF NJ

INDEPENDENT AUDITOR'S REPORT

Honorable Mayor and Members
of the Township Council
Township of Monroe
County of Middlesex, New Jersey

We have audited the accompanying balance sheets – regulatory basis of the various funds of the Township of Monroe as of December 31, 2010 and 2009 and the related statements of operations and changes in fund balance - regulatory basis for the years then ended and the related statement of revenues – regulatory basis and statement of expenditures – regulatory basis of the various funds for the year ended December 31, 2010. These financial statements are the responsibility of the Township's management. Our responsibility is to express an opinion 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 the audit requirements 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 of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

As described in Note 2, these financial statements were prepared in conformity with accounting practices prescribed or permitted by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, United States of America, that demonstrate compliance with the modified accrual basis, with certain exceptions, and the budget laws of New Jersey, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. These prescribed principles 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. Accordingly, the accompanying financial statements are not intended to present financial position and results of operations in accordance with accounting principles generally accepted in the United States of America.

In our opinion, because the prescribed regulatory basis of accounting as described in the preceding paragraph is utilized by the Township of Monroe, County of Middlesex, New Jersey for the purpose of financial statement preparation, the financial statements referred to above do not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial

position of the Township of Monroe, County of Middlesex, New Jersey as of December 31, 2010 and 2009 or the results of its operations and changes in fund balance for the years then ended or the revenues and expenditures for the year ended December 31, 2010.

However, in our opinion, the financial statements – regulatory basis, referred to above present fairly, in all material respects, the financial position – regulatory basis of the various funds of the Township of Monroe, County of Middlesex, New Jersey as of December 31, 2010 and 2009 and the results of operations and changes in fund balance – regulatory basis for the years then ended and the related statement of revenues – regulatory basis and statement of expenditures – regulatory basis of the various funds for the year ended December 31, 2010 on the basis of accounting described in Note 2.

In accordance with Government Auditing Standards, we have also issued a report dated November 2, 2011 on our consideration of the Township of Monroe’s internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards, and should be considered in assessing the results of our audit.

Our audit was conducted for the purpose of forming an opinion on the financial statements of the Township of Monroe, County of Middlesex, New Jersey taken as a whole. The information included in the fund financial schedules and supplementary data and schedules as listed in the table of contents, are presented for purposes of additional analysis and are not a required part of the financial statements of the Township of Monroe, County of Middlesex, New Jersey. The information contained in the fund financial schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. This information contained has been subjected to auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States for America. In our opinion, the information is fairly stated in all material respects to in relation to the financial statements as a whole. The supplementary data section has not been subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Hodulik & Morrison, P.A.

HODULIK & MORRISON, P.A.
Certified Public Accountants
Registered Municipal Accountants
Certified Public Accountants

Andrew G. Hodulik
Registered Municipal Accountant
No. 406

Highland Park, New Jersey
November 2, 2011

HODULIK & MORRISON, P.A.

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CERTIFIED PUBLIC ACCOUNTANTS
REGISTERED MUNICIPAL ACCOUNTANTS
PUBLIC SCHOOL ACCOUNTANTS
1102 RARITAN AVENUE, P.O. BOX 1450
MONROE, NJ 08904
(732) 393-1000
(732) 393-1196 (FAX)
(E-MAIL) admin@hm-pa.net

ANDREW G. HODULIK, CPA, RMA, PSA
ROBERT S. MORRISON, CPA, RMA, PSA

JO ANN BOOS, CPA, PSA
PADMAJA RAO, CPA

MEMBERS OF:
AMERICAN INSTITUTE OF CPA'S
NEW JERSEY SOCIETY OF CPA'S
REGISTERED MUNICIPAL ACCOUNTANTS OF N.J.

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

Honorable Mayor and Members
of the Township Council
Township of Monroe
County of Middlesex, New Jersey

We have audited the basic financial statements of the Township of Monroe as of and for the year ended December 31, 2010, which collectively comprise the Township of Monroe's financial statements and have issued our report thereon dated November 2, 2011. Our report was modified because of the departure from accounting principles generally accepted in the United States of America as disclosed in Note 2. 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 audit requirements as 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, we considered the Township of Monroe's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Township of Monroe's internal control over financial reporting. Accordingly we do not express an opinion on the effectiveness of the Township of Monroe's internal control over financial reporting.

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 misstatements on a timely basis. A *material weakness* is a deficiency, or combination of deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the Township of Monroe's internal control.

Our consideration of the internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in the internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Township of Monroe's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants 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 and audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey.

We noted certain matters that we reported to management of the Township of Monroe in the General Comments section of the Report of Audit.

This report is intended solely for the information and use of the Mayor and Township Council, management, the Division of Local Government Services, Department of Community Affairs, State of New Jersey, and federal and state awarding agencies and is not intended to be and should not be used by anyone other than these specified parties.

Hodulik & Morrison, P.A.

HODULIK & MORRISON, P.A.
Certified Public Accountants
Registered Municipal Accountants
Certified Public Accountants

Highland Park, New Jersey
November 2, 2011

HODULIK & MORRISON, P.A.

FINANCIAL STATEMENTS – REGULATORY BASIS

TOWNSHIP OF MONROE
MIDDLESEX COUNTY, NEW JERSEY

CURRENT FUND
 COMPARATIVE STATEMENT OF OPERATIONS AND
 CHANGE IN FUND BALANCE - REGULATORY BASIS
FOR THE YEARS ENDED DECEMBER 31, 2010 AND 2009

<u>REVENUE AND OTHER INCOME REALIZED</u>	<u>YEAR 2010</u>	<u>YEAR 2009</u>
Fund Balance Utilized	\$ 2,300,000.00	\$ 5,500,000.00
Miscellaneous Revenues Anticipated	17,527,590.84	13,238,187.11
Receipts from Delinquent Taxes	1,109,762.16	1,212,853.47
Receipts from Current Taxes	135,715,138.84	134,085,897.33
Non-Budget Revenue	122,405.40	146,543.08
Other Credits to Income:		
Unexpended Balances of Approp. Reserves	758,061.74	446,394.49
Tax Overpayments Canceled	-	61.90
Prior Year Accounts Payable Canceled	-	19,674.84
Reserve for Grants Canceled	910.42	11,452.63
Interfunds Returned - Net	-	6,000.00
	<hr/>	<hr/>
Total Revenues	157,533,869.40	154,667,064.85
	<hr/>	<hr/>
<u>EXPENDITURES AND OTHER CHARGES</u>		
Budget Appropriations:		
Operating		
Salaries and Wages	17,829,418.00	17,508,139.80
Other Expenses	19,122,447.90	15,764,871.20
State and Federal Programs Off-Set by Revenue	150,283.12	263,183.27
Municipal Debt Service	4,778,122.75	4,684,565.38
Capital Improvements	290,000.00	150,000.00
Deferred Charges and Statutory Expend.-Mun.	3,183,661.92	3,070,878.00
County Tax	23,435,518.32	24,955,638.48
Local District School Taxes	83,147,811.50	77,051,839.50
Special District Taxes	8,141,375.00	8,177,176.00
Municipal Open Space Taxes	955,764.56	949,516.55
Prior Year Sr. Cit. & Vet. Deductions Disallowed	3,382.19	3,006.16
Refunds State Tax Appeals	219,508.32	102,431.50
Refund Prior Year Revenues	4,141.85	-
Grants Receivable Canceled	735.63	2,566.04
	<hr/>	<hr/>
Total Expenditures	161,262,171.06	152,683,811.88
	<hr/>	<hr/>
Excess in Revenue		1,983,252.97
Deficit in Revenue	3,728,301.66	

TOWNSHIP OF MONROE
MIDDLESEX COUNTY, NEW JERSEY

CURRENT FUND
 COMPARATIVE STATEMENT OF OPERATIONS AND
 CHANGE IN FUND BALANCE - REGULATORY BASIS
FOR THE YEARS ENDED DECEMBER 31, 2010 AND 2009

<u>REVENUE AND OTHER INCOME REALIZED</u>		<u>YEAR 2010</u>	<u>YEAR 2009</u>
Adjustments to Income Before Fund Balance:			
Expenditures Included Above Which are by Statute			
Deferred Charges to Budgets of Succeeding Years		<u>1,984,495.90</u>	<u> </u>
Statutory Excess to Fund Balance			1,983,252.97
Deficit in Operations to be Raised in Budget of Succeeding Year		<u>1,743,805.76</u>	
<u>FUND BALANCE</u>			
Balance - January 1	A	<u>2,675,253.57</u>	<u>6,192,000.60</u>
		2,675,253.57	8,175,253.57
Decreased by:			
Utilization as Anticipated Revenue	A-1	<u>2,300,000.00</u>	<u>5,500,000.00</u>
Balance - December 31	A	<u>\$ 375,253.57</u>	<u>\$ 2,675,253.57</u>

Note: See Notes to Financial Statements

TOWNSHIP OF MONROE
MIDDLESEX COUNTY, NEW JERSEY

CURRENT FUND

STATEMENT OF REVENUES - REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2010

	ANTICIPATED 2010 BUDGET	APPROP. N.J.S.A. 40A:4-87	Total Budget	REALIZED	EXCESS OR (DEFICIT)
	\$	\$	\$	\$	\$
Fund Balance Anticipated	2,300,000.00		2,300,000.00	2,300,000.00	-
Miscellaneous Revenues:					
Licenses:					
Alcoholic Beverages	14,000.00		14,000.00	24,447.00	10,447.00
Fees and Permits	176,000.00		176,000.00	184,389.69	8,389.69
Fines and Costs:					
Municipal Court	300,000.00		300,000.00	327,253.03	27,253.03
Interest and Costs on Taxes	220,000.00		220,000.00	246,613.22	26,613.22
Interest on Investments and Deposits	248,000.00		248,000.00	140,785.61	(107,214.39)
Franchise Tax-Cable Companies	199,500.00		199,500.00	199,501.09	1.09
Consolidated Municipal Property Tax Relief Aid	114,206.00		114,206.00	114,206.00	-
Energy Receipts Taxes	2,149,297.00		2,149,297.00	2,149,297.00	-
Reserve for Garden State Trust Fund	1,084.72		1,084.72	1,084.72	-
Dedicated Uniform Construction Code Fees Offset with Appropriations (N.J.S.A. 40A:4-36 and N.J.A.C. 5:23-4.17):	1,000,000.00		1,000,000.00	1,223,960.00	223,960.00
Uniform Construction Code Fees	115,000.00		115,000.00	132,700.04	17,700.04
Shared Service Agreements Offset with Appropriations					
Interlocal Agreement (Fire Districts and Board)		57,238.89	57,238.89	57,238.89	-
Public and Private Revenues Offset with Approps.:					
Clean Communities Program	25,789.00		25,789.00	25,789.00	-
Municipal Alliance on Alcoholism and Drug Abuse	13,000.00		13,000.00	13,000.00	-
Middlesex County Area Wide Transportation	5,000.00		5,000.00	5,000.00	-
Senior Outreach		3,000.00	3,000.00	3,000.00	-
Senior Outreach-SAMS Grant		5,000.00	5,000.00	5,000.00	-
Cultural Arts Council		6,059.98	6,059.98	6,059.98	-
Body Armor Replacement Grant		4,000.00	4,000.00	4,000.00	-
Occupant Protection - Click It or Ticket		5,000.00	5,000.00	5,000.00	-
Middlesex County Bias Prevention and Education Program		190,000.00	190,000.00	190,000.00	-
NJ DOT Perrinville Road Sidewalks					
Additional Revenues Offset with Appropriations					
Ambulance Fees	2,200,000.00		2,200,000.00	2,200,220.17	220.17
Clinical Training Fees	35,464.00		35,464.00	43,365.50	7,901.50
Other Special Items:					
Utility Operating Surplus of the Prior Year	9,493,137.00		9,493,137.00	9,493,137.00	-
Capital Fund Balance	650,000.00		650,000.00	650,000.00	-
Hotel and Motel Occupancy Tax, P.L. 2003, C. 115	73,000.00		73,000.00	82,542.90	9,542.90
Total Miscellaneous Revenues	17,032,477.72	270,298.87	17,302,776.59	17,527,590.84	224,814.25

TOWNSHIP OF MONROE
MIDDLESEX COUNTY, NEW JERSEY
CURRENT FUND
STATEMENT OF REVENUES - REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2010

	ANTICIPATED 2010 BUDGET	APPROP. N.J.S.A. 40A:4-87	Total Budget	REALIZED	EXCESS OR (DEFICIT)
Receipts from Delinquent Taxes	1,100,000.00		1,100,000.00	1,109,762.16	9,762.16
Subtotal General Revenues	<u>20,432,477.72</u>	<u>270,298.87</u>	<u>20,702,776.59</u>	<u>20,937,353.00</u>	<u>234,576.41</u>
Amount to be Raised by Taxes for Support of Municipal Budget:					
Local Tax for Municipal Purposes Including Reserve for Uncollected Taxes	24,766,665.45		24,766,665.45	22,134,669.46	(2,631,995.99)
Budget Totals	45,199,143.17	270,298.87	45,469,442.04	43,072,022.46	\$ (2,397,419.58)
Non-Budget Revenues				122,405.40	
	<u>\$ 45,199,143.17</u>	<u>\$ 270,298.87</u>	<u>\$ 45,469,442.04</u>	<u>\$ 43,194,427.86</u>	

() Denotes Deficit
Note: See Notes to Financial Statements

TOWNSHIP OF MONROE
MIDDLESEX COUNTY, NEW JERSEY

CURRENT FUND
STATEMENT OF EXPENDITURES - REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2010

	2010 BUDGET	N.J.S.A. 40A:4-87	EMERGENCY APPROPRIATIONS	BUDGET AFTER MODIFICATION	PAID OR CHARGED	EXPENDED		RESERVED	UNEXPENDED BALANCE CANCELLED
						ENCUMBERED			
OPERATIONS WITHIN "CAPS"									
GENERAL GOVERNMENT:									
Office of the Mayor	\$ 15,000.00	\$ -	\$ -	\$ 15,000.00	\$ 15,000.00	\$ -	\$ -	\$ -	\$ -
Salaries and Wages	11,000.00			11,000.00	4,739.00	5,451.50	809.50		
Other Expenses	30,500.00			30,500.00	10,089.53	99.00	1,811.47		
Township Council	12,000.00			12,000.00	298,421.41	36,436.24	14,670.59		
Salaries and Wages	313,092.00			313,092.00	36,436.24	5,442.32	9,421.44		
Other Expenses	51,300.00			51,300.00	-	-	-		
Office of the Township Clerk	13,689.00			13,689.00	13,689.00	-	-		
Salaries and Wages	20,000.00			20,000.00	16,295.00	-	-		
Other Expenses	315,237.00			315,237.00	306,351.29	-	3,705.00		
Office of the Business Administrator	33,600.00			33,600.00	20,078.42	2,217.84	8,885.71		
Salaries and Wages	482,392.00			482,392.00	446,800.53	15,591.47	11,303.74		
Other Expenses	84,650.00			84,650.00	68,293.35	10,080.99	6,275.66		
Transportation	1,247.00			1,247.00	1,247.00	-	-		
Salaries and Wages	46,742.00			46,742.00	46,742.00	-	-		
Other Expenses	383,491.00			383,491.00	330,697.85	13,889.65	38,903.50		
Workers Compensation	156,267.00			156,267.00	81,267.50	-	74,999.50		
Employee Group Health	4,848,322.00			4,848,322.00	4,663,730.97	4,656.19	279,934.84		
Public Information and Public Advocacy	134,167.00			134,167.00	129,908.96	9,853.00	4,258.04		
Salaries and Wages	54,200.00			54,200.00	25,301.71	-	4,045.29		
Other Expenses	956,979.00			956,979.00	858,071.12	-	38,907.88		
Division of Recreation	244,050.00			244,050.00	179,161.84	35,142.46	29,745.70		
Salaries and Wages	268,104.00			268,104.00	225,411.67	-	22,692.33		
Other Expenses	61,200.00			61,200.00	52,250.05	5,526.36	3,423.59		
Division of Treasury	361,370.00			361,370.00	338,807.56	-	22,562.44		
Salaries and Wages	36,000.00			36,000.00	-	-	36,000.00		
Other Expenses:	25,000.00			25,000.00	-	-	25,000.00		
Annual Audit	45,000.00			45,000.00	28,113.88	1,800.00	15,086.12		
Special Accounting	24,500.00			24,500.00	7,714.30	1,041.69	10,744.01		
Data Processing									
Miscellaneous Other Expense									

TOWNSHIP OF MONROE
MIDDLESEX COUNTY, NEW JERSEY

CURRENT FUND
STATEMENT OF EXPENDITURES - REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2010

	2010 BUDGET	N.J.S.A. 40A:4-87	EMERGENCY APPROPRIATIONS	BUDGET AFTER MODIFICATION	PAID OR CHARGED	EXPENDED		RESERVED	UNEXPENDED BALANCE CANCELLED
						ENCUMBERED			
Division of Revenue Collection									
Salaries and Wages	306,117.00			306,117.00	289,543.83			16,573.17	
Other Expenses:									
Tax Sale Costs	4,000.00			4,000.00	-	1,495.40		2,504.60	
Tax Lien Foreclosure	500.00			500.00	-	-		500.00	
Miscellaneous Other Expense	14,250.00			14,250.00	11,342.10	1,191.49		1,716.41	
Division of Assessment									
Salaries and Wages	375,819.00			380,819.00	373,248.57			7,570.43	
Other Expenses	89,950.00			89,950.00	44,566.47	22,142.66		23,240.87	
Tax Appeal Settlements			1,984,495.90	1,984,495.90	1,984,495.90				
Division of First Aid									
Salaries and Wages	786,772.00			876,772.00	790,277.42			86,494.58	
Other Expenses	30,550.00			30,550.00	12,603.36	5,769.83		12,176.81	
Police									
Salaries and Wages	6,922,618.00			6,750,118.00	6,444,004.82			306,113.18	
Other Expenses	364,222.00			364,222.00	296,076.21	28,219.66		39,926.13	
Emergency Management Services									
Salaries and Wages	55,623.00			55,623.00	54,773.83			849.17	
Other Expenses	3,425.00			3,425.00	1,214.24			2,210.76	
Public Safety Study									
Other Expenses	100,000.00			100,000.00	19,425.00	19,075.00		61,500.00	
Office of the Township Engineer									
Salaries and Wages	51,484.00			51,484.00	51,484.00				
Other Expenses:									
Maintenance of Tax Map	60,000.00			60,000.00	59,346.41	653.59			
Miscellaneous Other Expense	225,800.00			225,800.00	207,326.33	18,273.67		200.00	
Division of Streets and Roads									
Salaries and Wages	1,548,424.00			1,548,424.00	1,397,969.38			150,454.62	
Other Expenses	332,640.00			362,640.00	199,754.05	87,561.36		75,324.59	
Vehicle Maintenance									
Salaries and Wages	174,980.00			174,980.00	158,770.84			16,209.16	
Other Expenses	316,100.00			416,100.00	347,930.55	35,000.56		33,168.89	
Solid Waste and Recycling									
Other Expenses	53,000.00			53,000.00	42,536.59	4,018.18		6,445.23	
Landfill									
Other Expenses	200,000.00			200,000.00	99,791.36	46,694.25		53,514.39	
Buildings and Grounds									
Salaries and Wages	333,339.00			333,339.00	301,239.04			32,099.96	
Other Expenses	416,500.00			416,500.00	316,681.92	64,223.29		35,594.79	
Community Services Act									
Other Expenses	775,000.00			775,000.00	74,027.70	489,525.40		211,446.90	
Office of the Township Attorney									
Salaries and Wages	24,165.00			24,165.00	24,165.00				
Other Expenses	612,141.00			612,141.00	502,087.07	92,366.31		17,687.62	
Municipal Prosecutor									
Salaries and Wages	46,194.00			46,194.00	46,194.00				
Other Expenses	200.00			200.00	-			200.00	

TOWNSHIP OF MONROE
MIDDLESEX COUNTY, NEW JERSEY

CURRENT FUND
STATEMENT OF EXPENDITURES - REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2010

	2010 BUDGET	N.J.S.A. 40A:4-87	EMERGENCY APPROPRIATIONS	BUDGET AFTER MODIFICATION	PAID OR CHARGED	EXPENDED		RESERVED	UNEXPENDED BALANCE CANCELLED
						ENCUMBERED			
Municipal Court									
Salaries and Wages	296,226.00			296,226.00	282,610.84		13,615.16		
Other Expenses	16,310.00			16,310.00	8,275.15	1,580.14	6,454.71		
Public Defender									
Salaries and Wages	21,388.00			21,388.00					
Animal Control									
Salaries and Wages	139,146.00			139,146.00	132,461.94		6,684.06		
Other Expenses	20,950.00			20,950.00	4,400.65	3,014.07	13,535.28		
Environmental Protection									
Salaries and Wages	94,912.00			94,912.00	92,072.73		2,839.27		
Other Expenses	4,450.00			4,450.00	2,585.55	771.64	1,092.81		
Contributions to:									
Kiddie Keep Well Camp(44:5-1)	1,000.00			1,000.00					
American Heart Association(40:13)	400.00			400.00					
Cerebral Palsy Association(40:13)	300.00			300.00					
MCOSS Nursing Services(44:5-2)	150.00			150.00		150.00			
South County Day Care Center-Contractual	1,500.00			1,500.00					
Building Demolition									
Other Expenses	300.00			300.00			300.00		
Municipal Land Use Law (NJSA 40:55D-1)									
Zoning Board of Adjustment									
Salaries and Wages	99,875.00			102,375.00	99,859.84		2,515.16		
Other Expenses	13,100.00			13,100.00	5,926.21	2,836.03	4,337.76		
Planning Board									
Salaries and Wages	67,871.00			67,871.00	67,871.00				
Other Expenses	84,650.00			84,650.00	51,454.70	31,730.30	1,465.00		
Division of Planning									
Salaries and Wages	386,189.00			386,189.00	378,071.71		8,117.29		
Other Expenses	20,550.00			20,550.00	10,147.93	2,569.23	7,832.84		
Shade Tree Commission									
Salaries and Wages	22,232.00			22,232.00	22,232.00				
Other Expenses	64,385.00			64,385.00	42,366.78	19,785.37	2,232.85		
Cultural Arts Commission									
Salaries and Wages	6,312.00			6,312.00	6,312.00				
Other Expenses	82,565.00			82,565.00	76,209.87	985.96	5,369.17		
Environmental & Con. Comm Commission									
Salaries and Wages	3,156.00			3,156.00	3,156.00				
Other Expenses	3,925.00			3,925.00	1,547.41	1,210.74	1,166.85		
Historic Preservation Commission									
Salaries and Wages	3,156.00			3,156.00	3,156.00				
Other Expenses	14,300.00			4,300.00	690.00	37.43	3,572.57		
Senior Citizens Commission on Aging									
Salaries and Wages	483,507.00			483,507.00	469,908.64		13,598.36		
Other Expenses	38,525.00			38,525.00	29,939.33	443.21	8,142.46		
Recreation and Youth Advisory Board									
Salaries and Wages	3,156.00			3,156.00	3,156.00				
Other Expenses	7,200.00			7,200.00	5,106.91	325.00	1,768.09		

TOWNSHIP OF MONROE
MIDDLESEX COUNTY, NEW JERSEY

CURRENT FUND
STATEMENT OF EXPENDITURES - REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2010

	2010 BUDGET	N.J.S.A. 40A:4-87	EMERGENCY APPROPRIATIONS	BUDGET AFTER MODIFICATION	PAID OR CHARGED	EXPENDED		RESERVED	UNEXPENDED BALANCE CANCELLED
						ENCUMBERED			
Human Relations Commission									
Salaries and Wages	3,156.00			3,156.00	3,156.00				
Other Expenses	3,500.00			3,500.00	700.00			2,800.00	
Open Space and Farmland Preservation Commission									
Salaries and Wages	3,156.00			3,156.00	3,156.00				
Other Expenses	1,400.00			1,400.00				1,400.00	
Celebration of Public Events									
Other Expenses	38,600.00			38,600.00	33,532.19			5,067.81	
UNIFORM CONSTRUCTION CODE - APPROPRIATIONS OFFSET BY DEDICATED REVENUES (N.J.A.C. 5:23-4.17)									
Uniform Construction Code									
Salaries & Wages	964,691.00			959,691.00	934,866.84			24,824.16	
Other Expenses	35,400.00			25,400.00	17,289.77		266.93	7,843.30	
Accumulated Absences	2,000.00			2,000.00				2,000.00	
Central Mailing	60,000.00			50,000.00	41,789.44			8,210.56	
Utilities	1,729,200.00			1,729,200.00	1,229,089.54		180,825.82	319,284.64	
Total Operations Within "CAPS"	28,095,701.00	-	1,984,495.90	30,080,196.90	26,473,683.14		1,257,943.52	2,348,570.24	-
Contingent									
Total Operations Including Contingent Within "CAPS"	28,095,701.00	-	1,984,495.90	30,080,196.90	26,473,683.14		1,257,943.52	2,348,570.24	-
DETAIL:									
Salaries and Wages	16,164,183.00	-	-	15,984,183.00	15,166,056.81			818,126.19	-
Other Expenses (Including Contingent)	11,931,518.00	-	1,984,495.90	14,096,013.90	11,307,626.33		1,257,943.52	1,530,444.05	-
DEFERRED CHARGES - MUNICIPAL WITHIN "CAPS"									
DEFERRED CHARGES									
Prior Year Bills, MIS Construction OE 2007	2,000.00			2,000.00	2,000.00				
Prior Year Bills, RVCC Police	140.00			140.00	140.00				
Prior Year Bills, Super Media, Recreation OE, 2	86.92			86.92			86.92		
STATUTORY EXPENDITURES:									
Contribution to:									
Public Employees' Retirement System	910,385.00			910,385.00	910,385.00				
Social Security System (O.A.S.I.)	1,301,960.00			1,301,960.00	1,214,534.27			87,425.73	
Police & Firemen's Retirement System	838,090.00			838,090.00	838,090.00				
Unemployment Compensation Insurance (N.J.S.)	60,000.00			60,000.00	60,000.00				
Deferred Compensation Retirement Plan	3,000.00			3,000.00				3,000.00	
Total Def. Charges and Statutory Expend. Munic	3,115,661.92	-	-	3,115,661.92	3,025,149.27		86.92	90,425.73	-

TOWNSHIP OF MONROE
MIDDLESEX COUNTY, NEW JERSEY

CURRENT FUND
STATEMENT OF EXPENDITURES - REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2010

	2010 BUDGET	N.J.S.A. 40A:4-87	EMERGENCY APPROPRIATIONS	BUDGET AFTER MODIFICATION	PAID OR CHARGED	EXPENDED		UNEXPENDED BALANCE CANCELLED
						ENCUMBERED	RESERVED	
Total General Appropriations for Municipal Purp.	31,211,362.92	-	1,984,495.90	33,195,858.82	29,498,832.41	1,258,030.44	2,438,995.97	-
OPERATIONS EXCLUDED FROM "CAPS"								
Employee Group Health Insurance(P.L. 2007, C.	268,667.00			268,667.00	268,667.00	-	-	-
Public Employees' Retirement System	138,574.00			138,574.00	138,574.00	-	-	-
Police and Firemen's Retirement System of NJ	50,793.00			50,793.00	50,743.00	-	50.00	-
911 System								
Salaries and Wages	144,375.00			144,375.00	-	-	-	-
Other Expenses	19,025.00			19,025.00	5,461.97	-	-	-
Maintenance of Free Public Library	3,087,312.00			3,087,312.00	3,087,312.00	-	13,563.03	-
NJPDES Stormwater Permit (N.J.S.A. 40A:4-45 3(cc)):								
Division of Streets and Roads - Salaries and W	176,686.00			176,686.00	176,686.00	-	-	-
Division of Streets and Roads - Other Expens	161,920.00			161,920.00	160,654.27	0.84	1,264.89	-
Vehicle Maintenance - Salaries and Wages	3,630.00			3,630.00	3,630.00	-	-	-
Vehicle Maintenance - Other Expenses	600.00			600.00	600.00	-	-	-
Solid Waste and Recycling - Other Expenses	50,000.00			50,000.00	50,000.00	-	-	-
Recycling Tax	6,000.00			6,000.00	3,996.12	1,351.13	652.75	-
SHARED SERVICE AGREEMENTS								
Interlocal Agreement (Fire Districts and Board)	160,783.00			160,783.00	160,130.84	-	652.16	-
Other Expenses								
Interlocal Agreement (Recycling)	285,000.00			285,000.00	244,151.32	40,848.68	-	-
Other Expenses								
Interlocal Agreement (County Health)	82,840.00			82,840.00	82,840.00	-	-	-
Other Expenses								
ADDITIONAL APPROPRIATIONS OFFSET BY REVENUES								
Ambulance Services	1,476,080.00			1,476,080.00	1,476,080.00	-	-	-
Salaries and Wages	723,920.00			723,920.00	640,576.75	25,975.54	57,367.71	-
Other Expenses								
Clinical Coordinator Training Fees	15,464.00			15,464.00	15,464.00	-	-	-
Salaries and Wages	20,000.00			20,000.00	10,584.71	1,511.35	7,903.94	-
Other Expenses								
PUBLIC AND PRIVATE PROGRAMS OFFSET BY REVENUES								
SFSP Fire District Payment	8,748.00			8,748.00	8,748.00	-	-	-
Drunk Driving Enforcement Fund	-			-	-	-	-	-
Recycling Tonnage Grant	-			-	-	-	-	-
Municipal Alliance Grant	32,236.25			32,236.25	32,236.25	-	-	-
Clean Communities Program	-	57,238.89		57,238.89	57,238.89	-	-	-
Municipal Court Alcohol Education Rehabilitat	-			-	-	-	-	-

TOWNSHIP OF MONROE
MIDDLESEX COUNTY, NEW JERSEY

CURRENT FUND
STATEMENT OF EXPENDITURES - REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2010

	2010 BUDGET	N J S.A. 40A-4-87	EMERGENCY APPROPRIATIONS	BUDGET AFTER MODIFICATION	PAID OR CHARGED	EXPENDED		UNEXPENDED BALANCE CANCELLED	
						ENCUMBERED	RESERVED		
Middlesex County Area Wide Transportation	13,000.00			13,000.00	13,000.00	-	-	-	
Senior Outreach	16,000.00			16,000.00	16,000.00	-	-	-	
Senior Outreach SAMS Grant		3,000.00		3,000.00	3,000.00	-	-	-	
Body Armor Replacement Grant		6,059.98		6,059.98	6,059.98	-	-	-	
Cultural Arts Council		5,000.00		5,000.00	5,000.00	-	-	-	
Occupant Protection - Click It or Ticket		4,000.00		4,000.00	4,000.00	-	-	-	
Bias Prevention and Education Program		5,000.00		5,000.00	5,000.00	-	-	-	
Total Operations Excluded from "CAPS"	6,941,653.25	80,298.87	-	7,021,952.12	6,870,810.10	69,687.54	81,454.48	-	
DETAIL:									
Salaries and Wages	1,845,235.00	-	-	1,845,235.00	1,832,235.00	-	-	-	
Other Expenses	5,096,418.25	80,298.87	-	5,176,717.12	5,038,575.10	69,687.54	81,454.48	-	
CAPITAL IMPROVEMENTS - EXCLUDED FROM "CAPS"									
Capital Improvement Fund	100,000.00			100,000.00	100,000.00	-	-	-	
Public and Private Programs Offset by Revenues				-	-	-	-	-	
NJ DOT - Perrineville Road Sidewalks		190,000.00		190,000.00	190,000.00	-	-	-	
Total Capital Improvements Excl. from "CAPS"	100,000.00	190,000.00	-	290,000.00	290,000.00	-	-	-	
MUNICIPAL DEBT SERVICE - EXCLUDED FROM "CAPS"									
Payment of Bond Principal	2,409,526.00			2,409,526.00	2,409,525.41	-	-	0.59	
Payment of Bond Anticipation Notes and Capital	342,800.00			342,800.00	342,800.00	-	-	-	
Interest on Bonds	702,074.00			702,074.00	702,073.91	-	-	0.09	
Interest on Notes	626,655.00			626,655.00	626,654.43	-	-	0.57	
Green Trust Loan Program Principal and Interest	16,179.00			16,179.00	16,178.02	-	-	0.98	
Capital Lease Obligations Approved Prior to 7/1/2007									
Principal	580,228.00			580,228.00	580,227.91	-	-	0.09	
Interest	46,003.00			46,003.00	46,002.83	-	-	0.17	
Capital Lease Obligations Approved After 7/1/2007									
Principal	48,670.00			48,670.00	48,669.09	-	-	0.91	
Interest	5,992.00			5,992.00	5,991.15	-	-	0.85	
Total Municipal Debt Service - Excl. from "CAP	4,778,127.00	-	-	4,778,127.00	4,778,122.75	-	-	4.25	
DEFERRED CHARGES - MUNICIPAL EXCLUDED FROM "CAPS"									
Deferred Charges									
Special Emergency Authorizations - 5 Years (N	68,000.00			68,000.00	68,000.00	-	-	-	
Total Deferred Charges - Municipal Excluded from "CAPS"	68,000.00	-	-	68,000.00	68,000.00	-	-	-	
Total General Appropriations for Municipal Purposes Excluded from "CAPS"	11,887,780.25	270,298.87	-	12,158,079.12	12,006,932.85	69,687.54	81,454.48	4.25	

TOWNSHIP OF MONROE
MIDDLESEX COUNTY, NEW JERSEY

CURRENT FUND
STATEMENT OF EXPENDITURES - REGULATORY BASIS
FOR THE YEAR ENDED, DECEMBER 31, 2010

	2010 BUDGET	N J S.A. 40A.4-87	EMERGENCY APPROPRIATIONS	BUDGET AFTER MODIFICATION	PAID OR CHARGED	EXPENDED ENCUMBERED	RESERVED	UNEXPENDED BALANCE CANCELLED
Subtotal General Appropriations	43,099,143.17	270,298.87	1,984,495.90	45,353,937.94	41,505,765.26	1,327,717.98	2,520,450.45	4.25
Reserve for Uncollected Taxes	2,100,000.00			2,100,000.00	2,100,000.00			
Total General Appropriations	\$ 45,199,143.17	\$ 270,298.87	\$ 1,984,495.90	\$ 47,453,937.94	\$ 43,605,765.26	\$ 1,327,717.98	\$ 2,520,450.45	\$ 4.25

A A

Adopted Budget
Approp. by N.J.S.A. 40A.4-87
Emergency Appropriation

\$ 45,199,143.17
270,298.87
1,984,495.90
\$ 47,453,937.94

Disbursed
Reserve for Uncollected Taxes
Reserve for State & Federal Grants - Appropriated
Due to Grant Fund
Deferred Charges - Special Emergency Authorization - 5 years

\$ 41,106,230.14
2,100,000.00
331,535.12
68,000.00
\$ 43,605,765.26

Note: See Notes to Financial Statements

TOWNSHIP OF MONROE
MIDDLESEX COUNTY, NEW JERSEY

TRUST FUNDS
COMPARATIVE BALANCE SHEET - REGULATORY BASIS
DECEMBER 31, 2010 AND 2009

ASSETS	REF.	BALANCE DEC. 31, 2010	BALANCE DEC. 31, 2009	LIABILITIES, RESERVES AND FUND BALANCE	REF.	BALANCE DEC. 31, 2010	BALANCE DEC. 31, 2009
Animal Control Fund:							
Cash and Investments	B-1	\$ 19,378.32	\$ 17,833.01	Due to State of New Jersey - License Fees Reserve for Animal Control Expenditures	B-1	\$ 19,378.32	\$ 17,833.01
Total		19,378.32	17,833.01			19,378.32	17,833.01
Trust-Other Fund:							
Cash and Investments	B-1	2,703,899.97	3,127,992.97	Due to Water Sewer Operating Reserve for Community Development	B-1	319,703.11	320,085.11
Due from Current Fund	B-1	400.00	-	Reserve for Encumbrances	B-1	155,495.98	40,741.18
Due from Open Space Trust	B-1	-	964.12	Due to Payroll Trust	B-1	157,711.07	43,614.05
Due from Developers' Escrow	B-1	548,925.31	548,925.31	Reserve for Various Deposits	B-1	14,842.00	28,851.11
Due from Community Development Grant	B-1	231,904.72	65,404.72			2,837,377.84	3,309,995.67
Total		3,485,130.00	3,743,287.12			3,485,130.00	3,743,287.12
Affordable Housing Trust Fund:							
Cash and Investments	B-1	11,046,092.79	10,264,244.97	Affordable Housing Trust Fund: Reserve for Encumbrances Reserve for Affordable Housing Trust	B-1 B-1	189,288.99 10,856,803.80	62,956.35 10,201,288.62
Total		11,046,092.79	10,264,244.97			11,046,092.79	10,264,244.97
Unemployment Trust Fund:							
Cash and Investments	B-1	80,197.52	65,123.02	Unemployment Trust Fund: Reserve for Unemployment Trust	B-1	90,197.52	65,123.02
Due from Water Sewer Operating	B-1	10,000.00	-			90,197.52	65,123.02
Total		90,197.52	65,123.02			90,197.52	65,123.02
Payroll Trust:							
Cash and Investments	B-1	188,003.48	138,594.69	Payroll Trust Reserve for Payroll Deductions	B-1	202,845.48	167,445.80
Due from Other Trust	B-1	14,842.00	28,851.11			202,845.48	167,445.80
Total		202,845.48	167,445.80			202,845.48	167,445.80
Developers' Escrow:							
Cash and Investments	B-1	6,635,898.58	12,557,145.77	Developers' Escrow: Reserve for Encumbrances Due to Other Trust Fund	B-1 B-1	15,554.80 548,925.31	10,307.35 548,925.31
Cash and Investments	B-1	5,404,759.43	-	Due to Water and Sewer Operating Fund Developers' Escrow Funds-Utility	B-1 B-1	6,802.95 4,849,031.17	- -
		-	-	Developers' Escrow Funds	B-1	6,620,343.78	11,997,913.11
Total		12,040,658.01	12,557,145.77			12,040,658.01	12,557,145.77

TOWNSHIP OF MONROE
MIDDLESEX COUNTY, NEW JERSEY

TRUST FUNDS
COMPARATIVE BALANCE SHEET - REGULATORY BASIS
DECEMBER 31, 2010 AND 2009

ASSETS	REF.	BALANCE DEC. 31, 2010	BALANCE DEC. 31, 2009	LIABILITIES, RESERVES AND FUND BALANCE	REF.	BALANCE DEC. 31, 2010	BALANCE DEC. 31, 2009
Self Insurance:							
Cash and Investments	B-1	420,466.79	468,395.98	Reserve for Encumbrances	B-1	14,484.51	33,063.75
Due from Water Sewer operating	B-1	207.07		Reserve for Self Insurance	B-1	406,189.35	435,332.23
Total		<u>420,673.86</u>	<u>468,395.98</u>	Total		<u>420,673.86</u>	<u>468,395.98</u>
Open Space Trust Fund:				Open Space Trust Fund:			
Cash and Investments	B-1	4,885,900.92	3,928,188.75	Reserve for Encumbrances		-	-
		-	-	Due to Other Trust		-	964.12
		-	-	Reserve for Open Space	B-1	4,885,900.92	3,927,224.63
Total		<u>4,885,900.92</u>	<u>3,928,188.75</u>	Total		<u>4,885,900.92</u>	<u>3,928,188.75</u>
		<u>\$ 32,190,876.90</u>	<u>\$ 31,211,664.42</u>			<u>\$ 32,190,876.90</u>	<u>\$ 31,211,664.42</u>

Note: See Notes to Financial Statements

TOWNSHIP OF MONROE
MIDDLESEX COUNTY, NEW JERSEY

GENERAL CAPITAL FUND
COMPARATIVE BALANCE SHEET - REGULATORY BASIS
DECEMBER 31, 2010 AND 2009

	Ref.	December 31	
		2010	2009
Assets			
Cash	C-2	\$ 8,683,131.35	\$ 6,068,624.62
Cash - affordable housing capital fund	C-2	1,593,826.19	1,590,397.32
Due from developer	C-3	2,200,000.00	2,200,000.00
Grants receivable	C-6	2,814,526.99	3,932,897.10
Due From Current Fund	C	5,619,060.06	-
Deferred charges to future taxation:			
Funded	C-4	17,494,262.19	20,080,669.74
Unfunded	C-5	61,575,595.90	60,239,295.90
		<u>\$ 99,980,402.68</u>	<u>\$ 94,111,884.68</u>
Liabilities, reserves and fund balance			
Green trust loan program	C-14	\$ 202,757.44	\$ 214,700.86
General serial bonds	C-13	15,041,214.79	17,138,474.21
Bond anticipation notes	C-12	46,005,000.00	31,420,000.00
MCIA Loan Program	C-14	1,462,839.23	1,436,381.81
MCIA Lease Purchase Agreements	C-14	787,450.73	1,291,112.86
Reserve for encumbrances	C-8	10,227,911.43	13,104,220.04
Improvement authorizations:			
Funded	C-9	3,099,126.58	3,844,246.32
Unfunded	C-9	17,305,822.93	20,454,689.95
Reserve for Receivable	Reserve	2,200,000.00	2,200,000.00
Reserve for Unappropriated Grant	C-6	278,508.00	278,508.00
Reserve for affordable housing	C-7	1,593,826.19	1,590,397.32
Capital improvement fund	C-10	31,250.00	14,350.00
Miscellaneous reserves	C-11	1,440,985.54	465,985.54
Fund balance	C-1	303,709.82	658,817.77
		<u>\$ 99,980,402.68</u>	<u>\$ 94,111,884.68</u>
Bonds and Notes Authorized But Not Issued (Exhibit C-15)		<u>\$ 15,570,595.90</u>	<u>\$ 28,819,295.90</u>

Note: See Notes to the Financial Statements

TOWNSHIP OF MONROE
MIDDLESEX COUNTY, NEW JERSEY

GENERAL CAPITAL FUND
 STATEMENT OF FUND BALANCE - REGULATORY BASIS
FOR YEARS ENDED DECEMBER 31, 2010 AND 2009

	Ref.	December 31	
		2010	2009
Balance, January 1	C	\$ 658,817.77	\$ 100,078.90
Increased by:			
Premium on Bond Anticipation Notes		294,892.05	439,880.00
Canceled Fund Improvement Authorizations		-	110,108.87
Grants Received		-	108,750.00
		<u>294,892.05</u>	<u>658,738.87</u>
		\$ 953,709.82	\$ 758,817.77
Decreased by:			
Appropriated to Budget Revenue		<u>650,000.00</u>	<u>100,000.00</u>
Balance, December 31	C	<u>\$ 303,709.82</u>	<u>\$ 658,817.77</u>

Note: See Notes to the Financial Statements

TOWNSHIP OF MONROE
MIDDLESEX COUNTY, NEW JERSEY

WATER-SEWER UTILITY FUND
BALANCE SHEET - REGULATORY BASIS
DECEMBER 31, 2010 and 2009

ASSETS	REF	BALANCE DEC. 31, 2010	BALANCE DEC. 31, 2009	LIABILITIES, RESERVES AND FUND BALANCES	REF	BALANCE DEC. 31, 2010	BALANCE DEC. 31, 2009
Operating Fund:							
Cash and Investments - Treasurer	D-4	\$ 37,264,774.65	\$ 43,033,431.94	Operating Fund:			
Due from Trust Fund		326,298.99	320,085.11	Liabilities:			
				Appropriation Reserves	D-3, D-9	\$ 521,526.84	\$ 1,678,042.16
				Reserve for Encumbrances	D-3, D-9	874,132.29	330,536.01
				Accounts Payable	D	24,146.55	33,415.32
				Various Reserves	D-8	147,138.06	119,170.30
				Due to Water-Sewer Capital	D	645,083.95	115,364.87
				Due to Unemployment Trust	D	10,000.00	-
				Accrued Interest Payable	D-7	167,988.03	166,846.20
				Bond Indenture Reserve	D-8	2,291,000.00	2,291,000.00
Receivables and Inventory With							
Full Reserves:							
Due from MCUA	D-1	\$ 75,266.06	\$ -				
Consumer Accounts Receivable	D-6	2,067,564.75	1,942,593.46	Reserve for Receivables	Reserve	4,681,015.72	4,734,374.86
				Fund Balance	D-1	2,142,830.81	1,942,593.46
						32,910,057.92	38,619,142.19
Total Operating Fund		39,733,904.45	45,296,110.51	Total Operating Fund		39,733,904.45	45,296,110.51

TOWNSHIP OF MONROE
MIDDLESEX COUNTY, NEW JERSEY
WATER-SEWER UTILITY FUND
BALANCE SHEET - REGULATORY BASIS
DECEMBER 31, 2010 and 2009

ASSETS	REF.	BALANCE DEC. 31, 2010	BALANCE DEC. 31, 2009	LIABILITIES, RESERVES AND FUND BALANCES	REF.	BALANCE DEC. 31, 2010	BALANCE DEC. 31, 2009
Capital Fund:							
Cash and Investments - Treasurer	D-5	\$ 5,542,985.88	\$ 5,925,162.53	Serial Bonds Payable	D-17	\$ 16,615,000.00	\$ 18,275,000.00
Due from Water-Sewer Operating	D	645,083.95	115,364.87	Bond Anticipation Note Payable	D-16	1,825,000.00	-
Fixed Capital	D-10	147,338,667.37	147,017,261.85	Reserve for Encumbrances	D-15	2,772,627.58	1,423,134.98
Fixed Capital Authorized and Uncompleted	D-11	<u>15,110,000.00</u>	<u>3,870,000.00</u>	Retainage Payable		42,058.50	205,514.55
				Improvement Authorizations:			
				Funded	D-12	-	-
				Unfunded	D-12	11,330,455.33	3,024,213.43
				Interfunds Payable			
				Reserve for:			
				Capital Outlay	D-13	353,440.86	278,519.08
				Various Reserves	D	242,857.07	291,935.98
				Amortization	D	130,723,667.37	128,742,261.85
				Reserve for Debt Service	D	1,250,630.49	1,206,209.38
				Reserve for Bond Resolution	D-14	<u>3,481,000.00</u>	<u>3,481,000.00</u>
Total Capital Fund		<u>168,636,737.20</u>	<u>156,927,789.25</u>	Total Capital Fund		<u>168,636,737.20</u>	<u>156,927,789.25</u>
		<u>\$ 208,370,641.65</u>	<u>\$ 202,223,899.76</u>			<u>\$ 208,370,641.65</u>	<u>\$ 202,223,899.76</u>

There were Bonds and Notes Authorized but not Issued at December 31, 2010 in the amount of \$13,285,000.00 and December 31, 2009 in the amount of \$3,870,000.00 (See Exhibit D-18)

Note: See Notes to Financial Statements

TOWNSHIP OF MONROE
MIDDLESEX COUNTY, NEW JERSEY

WATER-SEWER UTILITY OPERATING FUND
STATEMENT OF OPERATIONS AND
CHANGE IN FUND BALANCE - REGULATORY BASIS
FOR THE YEARS ENDED DECEMBER 31, 2010 and 2009

<u>REVENUE AND OTHER INCOME</u>	<u>YEAR 2010</u>	<u>YEAR 2009</u>
Fund Balance Utilized	\$ -	\$ 4,585,000.00
Utility Service Charges	14,832,616.30	14,908,813.33
Miscellaneous Revenues	1,480,718.63	-
Non Budget Revenues	9,523.91	1,067,302.59
Miscellaneous		
Other Credits to Income:		
Accounts Payable Canceled	33,415.32	-
Unexpend. Balance of Appropriation Reserves	<u>1,555,856.98</u>	<u>-</u>
Total Revenues	<u>17,912,131.14</u>	<u>20,561,115.92</u>
 <u>EXPENDITURES</u>		
Budget and Emergency Appropriations:		
Operating	10,546,107.00	9,728,277.00
Capital Improvements	600,000.00	2,285,000.00
Debt Service	2,425,569.35	566,922.46
Deferred Charges and Statutory Expend.	481,136.00	439,198.00
Due From MCUA	75,266.06	-
Refund of Prior Year Revenues	<u>-</u>	<u>87,990.00</u>
Total Expenditures	<u>14,128,078.41</u>	<u>13,107,387.46</u>
Excess/(Deficit) in Revenues	3,784,052.73	7,453,728.46
 <u>FUND BALANCE</u>		
Balance - January 1, 2010	<u>38,619,142.19</u>	<u>40,900,413.73</u>
	42,403,194.92	48,354,142.19
Decreased by:		
Utilized as Anticipated Revenue	-	4,585,000.00
Appropriated in Current Fund Budget	<u>9,493,137.00</u>	<u>5,150,000.00</u>
Balance - December 31, 2010	<u>\$ 32,910,057.92</u>	<u>\$ 38,619,142.19</u>

Note: See Notes to Financial Statements

TOWNSHIP OF MONROE
MIDDLESEX COUNTY, NEW JERSEY

WATER-SEWER UTILITY OPERATING FUND
STATEMENT OF REVENUES - REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2010

	<u>REF.</u>	2010 <u>BUDGET</u>	<u>REALIZED</u>	EXCESS OR <u>(DEFICIT)</u>
Water-Sewer Utility Service Charges	D- 1	\$ 13,562,243.00	\$ 14,832,616.30	\$ 1,270,373.30
Miscellaneous Revenues	D-1	<u>500,000.00</u>	<u>1,480,718.63</u>	<u>980,718.63</u>
		<u>\$ 14,062,243.00</u>	<u>\$ 16,313,334.93</u>	<u>\$ 2,251,091.93</u>

<u>REF.</u>	D- 3	D- 1
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Analysis of Realized Revenues:

Analysis of Water-Sewer Utility Charges:

Service Charges- Residential and Commercial	10,260,190.07
Service Charges- Schools,Municipal,Institution	722,623.27
Service Charges- Fire Protection	238,991.80
Service Charges-Interlocals	330,361.56
Service Charges Connection Fees	2,531,263.16
Service Charges-Review and Inspection	274,568.58
Service Charges-Cell Tower Lease	401,714.13
Service Charges-Miscellaneous	<u>72,903.73</u>

Miscellaneous Revenues	D- 4	<u>\$ 14,832,616.30</u>
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Analysis of Miscellaneous Revenues:

Developer Fees Due from Water-Sewer Capital		\$ 969,263.89
Interest on Investments		497,630.96
Meter Purchase		1,195.59
Miscellaneous		<u>12,628.19</u>
	D- 4	<u>511,454.74</u>
		<u>1,480,718.63</u>

Note: See Notes to Financial Statements

TOWNSHIP OF MONROE
MIDDLESEX COUNTY, NEW JERSEY

WATER-SEWER UTILITY OPERATING FUND
STATEMENT OF EXPENDITURES - REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2010

	2010 BUDGET	BUDGET AFTER MODIFICATION	EXPENDED		RESERVED	UNEXPENDED BALANCE CANCELLED
			PAID OR CHARGED	ENCUMBERED		
Operating:						
Salaries and Wages	\$ 2,880,305.00	\$ 3,080,305.00	2,900,897.16		\$ 179,407.84	
Other Expenses	7,665,802.00	7,465,802.00	6,609,429.55	551,973.27	304,399.18	
Capital Improvements:						
Capital Outlay	600,000.00	600,000.00	274,437.29	322,159.02	3,403.69	
Debt Service:						
Payment of Bond Principal	1,660,000.00	1,660,000.00	1,660,000.00			
Interest on Bonds	758,825.00	758,825.00	749,394.35			9,430.65
Interest on Notes	16,175.00	16,175.00	16,175.00			
Statutory Expenditures:						
Contribution to:						
Public Employees' Retirement System	226,136.00	226,136.00	226,136.00			
Social Security System (O.A.S.I.)	245,000.00	245,000.00	210,683.87		34,316.13	
Unemployment Compensation Insurance (N.J.S.A. 43:21-3 et seq.)	10,000.00	10,000.00	10,000.00			
	<u>\$ 14,062,243.00</u>	<u>\$ 14,062,243.00</u>	<u>\$ 12,657,153.22</u>	<u>\$ 874,132.29</u>	<u>\$ 521,526.84</u>	<u>\$ 9,430.65</u>

Ref

Disbursed
Accrued Interest on Notes
Accrued Interest on Bonds

\$ 11,891,583.87
16,175.00
749,394.35
\$ 12,657,153.22

Note: See Notes to Financial Statements.

TOWNSHIP OF MONROE
MIDDLESEX COUNTY, NEW JERSEY

STATEMENT OF GOVERNMENTAL FIXED ASSETS
 REGULATORY BASIS
DECEMBER 31, 2010 AND DECEMBER 31, 2009

	<u>BALANCE DEC. 31, 2010</u>	<u>BALANCE DEC. 31, 2009</u>
Governmental Fixed Assets:		
Land	\$ 3,769,000.00	\$ 3,769,000.00
Land Improvements	1,744,805.35	1,744,805.35
Buildings	12,832,383.16	12,832,383.16
Equipment	13,870,976.11	13,537,337.09
	<hr/>	<hr/>
Total Governmental Fixed Assets	<u>\$ 32,217,164.62</u>	<u>\$ 31,883,525.60</u>
Investment in Governmental Fixed Assets	<u>\$ 32,217,164.62</u>	<u>\$ 31,883,525.60</u>

Nots: See Notes to Financial Statements

TOWNSHIP OF MONROE
MIDDLESEX COUNTY, NEW JERSEY

NOTES TO FINANCIAL STATEMENTS
FOR YEARS ENDED DECEMBER 31, 2010 AND 2009

Note 1: FORM OF GOVERNMENT

The Township is managed under the Faulkner Act form of government authorized under NJSA: 40:69A-31 et. seq. Voters elect the Township Council of five (5) members to staggered, four-year terms. The Mayor is the chief executive and is directly elected to a four-year term. The Township Council is the legislative body of the municipality. The Mayor appoints department heads with Council approval. By ordinance, the business administrator supervises administration of departments, subject to the Mayor's direction.

Note 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

Except as noted below, the financial statements of the Township of Monroe include every board, body, officer or commission supported and maintained wholly or in part by funds appropriated by the Township of Monroe, as required by N.J.S.A. 40A: 5-5. Accordingly, the financial statements-regulatory basis of the Township of Monroe, do not include the operations of the local school board, municipal library and the local fire companies and the first aid squads.

B. Description of Funds

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

Current Fund - resources and expenditures for governmental operations of a general nature, including Federal and State grant funds, except as otherwise noted.

Trust Fund - receipts, custodianship and disbursement of funds in accordance with the purposes for which each reserve was created.

General Capital Fund - resources, including Federal and State Grants in aid of construction, and expenditures for the acquisition of general capital facilities, other than those acquired through the Current Fund, including the status of bonds and notes authorized for said purposes.

Water and Sewer Utility Fund - resources and expenditures for the operations and acquisition of capital facilities of the municipally owned Water and Sewer Utility.

Governmental Fixed Assets - the Governmental Fixed Asset System is used to account for fixed assets used in governmental fund type operations for control purposes. All fixed assets are valued at historical cost or estimated historical cost if actual historical cost is not available or any other reasonable basis, provided such basis is adequately disclosed in the financial statements. Donated fixed assets are valued at their estimated fair value on the date of donation. No depreciation is recorded on general fixed assets.

Note 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D):

C. Basis of Accounting and Measurement Focus

The Governmental Accounting Standards Board (GASB) is the accepted standards-setting body for establishing governmental accounting and financial reporting principles. GASB's Codification of Governmental Accounting and Financial Reporting Standards and subsequent GASB pronouncements are recognized as U.S. generally accepted accounting principles (GAAP) for state and local governments. GAAP provides for the issuance of entity-wide financial statements along with the presentation of separate fund financial statements that differ from the organization of funds prescribed under the regulatory basis of accounting utilized by the Township. The resultant presentation of financial position and results of operations in the form of financial statements is not intended to present the basic financial statement presentation required by GAAP.

As indicated above, the basis of accounting utilized by New Jersey municipalities is as prescribed by the Division of Local Government Services. The basis of accounting for operating funds is generally a modified cash basis for revenue recognition and a modified accrual basis for expenditures. The operating funds utilize a "current financial resources" measurement focus. The accounting principles and practices prescribed for municipalities by the Division differ in certain respects from generally accepted accounting principles (GAAP) applicable to local government units. The most significant is the reporting of entity-wide financial statements, which are not presented in the accounting principles prescribed by the Division. The other more significant differences are as follows:

Revenues – 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 Township budget. Receivables for property taxes and utility consumer charges are recorded with offsetting reserves within the Current Fund and Water and Sewer Utility Fund, respectively. Other amounts that are due to the Township, which are susceptible to accrual are recorded as receivables with offsetting reserves. These reserves are liquidated and revenues are recorded as realized upon receipt of cash. GAAP requires the recognition of revenues for general operations in the accounting period in which they become available and measurable, with the exception of utility consumer charges, which should be recognized in the period they are earned and become measurable.

Expenditures - For purposes of financial reporting, expenditures are recorded as "paid or charged" or "appropriation reserves". Paid or charged refers to the Township "budgetary" basis of accounting. Generally, these 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. Reserves for unliquidated encumbrances at the close of the year are reported as a cash liability. Encumbrances do not constitute expenditures under GAAP. Appropriation reserves refer to unexpended appropriation balances at the close of the year. Appropriation reserves are automatically created and recorded as a cash liability, except for amounts, which may be cancelled by the governing body. Appropriation reserves are available until lapsed at the close of the succeeding year, to meet specific claims, commitments or contracts incurred and not recorded in the preceding fiscal year. Lapsed appropriation reserves are recorded as income. Generally, unexpended balances of budget appropriations are not recorded as expenditures under GAAP.

Note 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D.)

C. Basis of Accounting and Measurement Focus (Cont'd.)

For the purpose of calculating the results of Current Fund operations, the regulatory basis of accounting utilized by the Township requires that certain expenditures be deferred, and raised as items of appropriation in budgets of succeeding years. These deferred charges include the two general categories of over-expenditures and emergency appropriations. Over-expenditures occur when expenditures recorded as "paid or charged" exceed available appropriation balances. Emergency appropriations occur when, subsequent to the adoption of a balanced budget, the governing body authorizes the establishment of additional appropriations based on unforeseen circumstances or for other special purposes as defined by statute. Over-expenditures and emergency appropriations are deducted from total expenditures in the calculation of operating results and are established as assets for Deferred Charges on the Current Fund balance sheet. GAAP does not permit the deferral of over-expenditures to succeeding budgets. In addition, GAAP does not recognize expenditures based on the authorization of an appropriation. Instead, the authorization of special purpose expenditures, such as the preparation of tax maps or revaluation of assessable real property, would represent the designation of fund balance.

Compensated Absences - The Township records expenditures for payments of earned and unused vacation and sick leave in the accounting period in which the payments are made. GAAP requires that expenditures be recorded in the governmental (Current) fund in an amount that would normally be liquidated with available financial resources, and that expenditures be recorded in the enterprise (Utility) fund on a full accrual basis.

Property Acquired for Taxes - Foreclosed property is recorded in the Current Fund at the assessed valuation when such property was acquired and is fully reserved. GAAP requires such property to be recorded in the governmental fixed asset account group at the lower of cost or fair market value.

Interfunds - Interfund receivables in the Current Fund are recorded with offsetting reserves, which are created by charges to operations. Income is recognized in the accounting period the receivables are liquidated. GAAP does not require the establishment of an offsetting reserve. Interfund receivables in the other funds are not offset by reserves.

Inventories of Supplies - The cost of inventories of supplies for all funds are recorded as expenditures at the time individual items are purchased. The cost of inventories is not included on the various balance sheets. Although the expenditure method of accounting for purchases of supplies is in accordance with GAAP, the cost of inventory on hand at the close of the year should be reported on the balance sheet with an offsetting reserve for conformity with GAAP.

Sale of Municipal Assets - Cash proceeds from the sale of Township owned property may be realized as revenue or reserved until utilized as an item of revenue in a subsequent year budget. Year-end balances of reserved proceeds are reported as a cash liability in the Current Fund. GAAP requires that revenue be recognized in the accounting period that the terms of the sales contracts become legally enforceable.

Fixed Assets - Property and equipment purchased by the Current and the General Capital Funds are recorded as expenditures at the time of purchase and are not capitalized. Property and equipment purchased by the Utility Fund are recorded in their capital accounts at cost and are adjusted for dispositions and abandonments. Contributions in aid of construction are not capitalized. The balances in the Reserve for Amortization and Deferred Reserve for Amortization accounts in the Utility Capital Fund represent charges to operations for the costs of acquisitions of property, equipment and improvements, and costs funded from sources other than bonded debt of the utility. The utility does not record depreciation on fixed assets. GAAP does not require the establishment of a reserve for amortization for utility fixed assets, but does require the recognition of depreciation of these assets as an operating expense of the utility.

Note 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D.)

C. Basis of Accounting and Measurement Focus (Cont'd.)

Governmental Fixed Assets – New Jersey Administrative Code 5:30-5.6 established a mandate for fixed asset accounting by municipalities, effective December 31, 1985. Fixed assets used in governmental operations are accounted for in the Governmental Fixed Assets. Public domain (“infrastructure”) general fixed assets consisting of certain improvements other than buildings, such as roads, bridges, curbs and gutters, streets, sidewalks and drainage systems are not capitalized. All fixed assets have been valued at cost or estimated historical cost if the actual cost is not available, except for land and buildings at January 1, 1996, which have been valued at the assessed value.

Disclosures About Fair Value of Financial Instruments - The following methods and assumptions were used to estimate the fair value of each class of financial instruments for which it is practicable to estimate that value:

Cash and cash equivalents and short-term investments - The carrying amount approximates fair value because of the short maturity of those instruments.

Long-term debt - The Township’s long-term debt is stated at face value. The debt is not traded and it is not practicable to determine its fair value without incurring excessive cost. Additional information pertinent to the Township’s long-term debt is disclosed in Note 3 to the financial statements.

Recent Accounting Standards

GASB issued Statement No. 57, “OPEB Measurements by Agent Employers and Agent Multiple-Employer Plans” in December, 2009. The objective of the statement is to address issues related to the use of the alternative measurement method and the frequency and timing of measurements by employers that participate in agent multiple-employer other postemployment benefit plans.

GASB issued Statement No. 58, “Accounting and Financial Reporting for Chapter 9 Bankruptcies” in December, 2009. The objective of the statement is to provide accounting and financial reporting guidance for governments that have petitioned for protection from creditors by filing for bankruptcy under Chapter 9 of the United States Bankruptcy Code.

GASB issued Statement No. 59, “Financial Instruments Omnibus” in June 2010. The objective of the Statement is to update and improve existing standards regarding financial reporting and disclosure requirements of certain financial instruments and external investment pools for which significant issues have been identified in practice.

GASB issued Statement No. 60, “Accounting and Financial Reporting for Service Concession Arrangements” in November 2010. The objective of this Statement is to improve financial reporting by addressing issues related to service concession arrangements (SCAs), which are a type of public-private or public-public partnership.

GASB issued Statement No. 61, “The Financial Reporting Entity: Omnibus—and amendment of GASB Statements No. 14 and No. 34” in November 2010. The objective of this Statement is to improve financial reporting for a governmental financial reporting entity. The requirements of Statement No. 14, The Financial Reporting Entity, and the related financial reporting requirements of Statement No. 34, Basic Financial Statements—and Management’s Discussion and Analysis—for State and Local Governments, were amended to better meet user needs and to address reporting entity issues that have arisen since the issuance of those Statements.

Note 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D.)

C. Basis of Accounting and Measurement Focus (Cont'd.)

GASB issued Statement No. 62, "Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements" in December 2010. The objective of this Statement is to incorporate into GASB's authoritative literature certain accounting and financial reporting guidance that is included in the following pronouncements issued on or before November 30, 1989, which does not conflict with or contradict GASB pronouncements: 1. Financial Accounting Standards Board (FASB) Statements and Interpretations. 2. Accounting Principles Boards Opinions, 3. Accounting Research Bulletins of the American Institute of Certified Public Accountants' (AICPA) Committee on Accounting Procedure.

The Township does not prepare its financial statements in accordance with generally accepted accounting principles in the United States of America. The adoption of these new standards will not adversely effect the reporting on the Township's financial condition.

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

Comparative Data - Comparative data for the prior year has been presented in order to provide an understanding of changes on the Township'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.

Water and Sewer Utility Fund – Effective February 1, 2009, pursuant to N.J.S.A. 40A:5A-20, the adoption of local ordinances and resolutions and the approval of the Local Finance Board, Department of Community Affairs, State of New Jersey, the Monroe Township Municipal Utilities Authority (MUA) was dissolved and its operations were absorbed by the Township of Monroe. The activity of the utility operations are recorded and reported within the Water and Sewer Utility Fund section of the Township's financial statements. The MUA, the previous entity, operated as a separate authority and reported its financial statements in accordance with accounting principles generally accepted in the United States. Upon this transition, the Township Water and Sewer Utility Fund reports its financial statements for the period February 1, 2009 through December 31, 2009, under the OCBOA form of accounting as promulgated by the Division of Local Government Services, Department of Community Affairs, State of New Jersey. The primary differences in between these accounting principles are as described above. In accordance with the establishment of the Water and Sewer Utility Fund, the Township converted the balance sheet reported by the MUA under the GAAP basis of accounting at January 31, 2009, to a balance sheet prepared by the Township as the Water and Sewer Utility Fund under the Township's OCBOA form of accounting as of February 1, 2009.

NOTES TO FINANCIAL STATEMENTS

Note 3: DEBT, DEBT SERVICE AND STATUTORY DEBT CONDITION

The Local Bond Law, Chapter 40A:2 et seq, governs the issuance of bonds to finance municipal capital expenditures. The Township's debt is summarized as follows:

A. Summary of Municipal Debt for Capital Projects

	<u>2010</u>	<u>2009</u>
<u>Issued:</u>		
General:		
Serial Bonds	\$ 15,041,214.79	\$ 17,138,474.21
Bond Anticipation Notes	46,005,000.00	31,420,000.00
Green Acres Trust Loans	202,757.44	214,700.86
Capital Lease Obligations	1,462,839.23	1,436,381.81
Water - Sewer Utility:		
Serial Bonds	16,615,000.00	18,275,000.00
Bond Anticipation Notes	1,825,000.00	-
Total Issued	<u>81,151,811.46</u>	<u>68,484,556.88</u>
Net Issued	<u>81,151,811.46</u>	<u>68,484,556.88</u>
<u>Authorized But Not Issued:</u>		
General:		
Bonds and Notes	15,570,595.90	28,819,295.90
Water - Sewer Utility:		
Bonds and Notes	<u>13,285,000.00</u>	<u>3,870,000.00</u>
Total Authorized But Not Issued	<u>28,855,595.90</u>	<u>32,689,295.90</u>
Net Bonds and Notes Issued and Authorized but not Issued	<u>\$ 110,007,407.36</u>	<u>\$ 101,173,852.78</u>

NOTES TO FINANCIAL STATEMENTS

Note 3: DEBT, DEBT SERVICE AND STATUTORY DEBT CONDITION (CONT'D.)

A. Summary of Municipal Debt for Capital Projects (Cont'd.)

Summarized below are the Township's individual bond and loan issues which were outstanding at December 31, 2010 and 2009:

	<u>2010</u>	<u>2009</u>
<u>General Debt:</u>		
<u>Serial Bonds and Bond Anticipation Notes:</u>		
\$9,445,000, General Improvement Bonds - 1999 serial bond issued 1999 with final maturity 2012, remaining interest rates at 4.20% to 4.30%	\$ 1,935,000.00	\$ 2,875,000.00
\$4,010,000, General Obligation Refunding Bonds - 2003 serial bond issued 2003 with final maturity 2013,	-	-
\$1,145,000, Pension Refunding Bonds - 2003 serial bond issued 2003 with final maturity 2009, remaining interest rates at 4.50% to 5.00%	1,085,000.00	1,105,000.00
\$12,000,000, General Obligation Bonds - 2003 serial bond issued 2003 with final maturity 2019, remaining interest rates at 3.50% to 4.00%	7,920,000.00	8,770,000.00
\$4,910,789.58, General Obligation Refunding Bonds - 2006 serial bond issued 2006 with final maturity 2021, remaining interest rates at 4.55% to 4.55%	4,101,214.79	4,388,474.21
\$31,420,000, General Capital Bond Anticipation Notes issued 2/11/09, due on 2/10/10, interest 2.000%	-	31,420,000.00
\$46,005,000, General Capital Bond Anticipation Notes issued 2/10/10, due on 2/09/119, interest 1.000%	46,005,000.00	-
Subtotal - Bonds and Bond Anticipation Notes	<u>61,046,214.79</u>	<u>48,558,474.21</u>
<u>Loans:</u>		
\$928,368.92, MCIA Loan Program issued 12/12/08 with final maturity 2013 interest 3.00% to 3.50%	573,798.85	753,768.37
\$682,613.44, MCIA Loan Program issued 9/30/09 with final maturity 2014 interest 1.00% to 2.50%	550,316.97	682,613.44
\$338,723.41, MCIA Loan Program issued 9/30/09 with final maturity 2014 interest 1.50% to 4.00%	338,723.41	
\$265,600.16, N.J. Green Trust Loan issued 1/11/05 with final maturity 2025 interest 2.000%	202,757.44	214,700.86
Subtotal - Loans	<u>1,665,596.67</u>	<u>1,651,082.67</u>
Subtotal - General Debt	<u>62,711,811.46</u>	<u>50,209,556.88</u>
<u>Water and Sewer Utility Debt:</u>		
<u>Serial Bonds:</u>		
\$12,995,000 Revenue Bonds - 2001 serial bond issued 2001 with final maturity 2011, remaining interest rates at 4.250% to 5.00%	260,000.00	1,085,000.00
\$6,325,000 Refunding Revenue Bonds - 2001 serial bond issued 2001 with final maturity 2017, remaining interest rates at 5.000% to 5.125%	4,885,000.00	5,060,000.00
\$6,370,000 Refunding Revenue Bonds - 2003 serial bond issued 2003 with final maturity 2017, remaining interest rates at 5.000% to 5.125%	2,760,000.00	3,370,000.00
\$8,910,000 Refunding Revenue Bonds - 2005 serial bond issued 2005 with final maturity 2025, remaining interest rates at 3.250% to 4.100%	8,710,000.00	8,760,000.00
\$1,825,000, General Capital Bond Anticipation Notes issued 2/10/10, due on 2/09/119, interest 1.000%	1,825,000.00	-
Subtotal - Water and Sewer Utility Debt	<u>18,440,000.00</u>	<u>18,275,000.00</u>
Total Outstanding Debt	<u>\$ 81,151,811.46</u>	<u>\$ 68,484,556.88</u>

NOTES TO FINANCIAL STATEMENTS

Note 3: DEBT, DEBT SERVICE AND STATUTORY DEBT CONDITION (CONT'D.)

B. Summary of Statutory Debt Condition - Annual Debt Statement

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

<u>2010</u>	<u>Gross Debt</u>	<u>Deductions</u>	<u>Net Debt</u>
Local School District Debt	\$ 157,277,105.59	\$ 157,277,105.59	\$ -
Water - Sewer Utility Debt	31,775,000.00	31,775,000.00	-
General Debt	<u>79,069,858.09</u>	<u>10,223,000.00</u>	<u>68,846,858.09</u>
	<u>\$ 268,121,963.68</u>	<u>\$ 199,275,105.59</u>	<u>\$ 68,846,858.09</u>

Net Debt \$ 68,846,858.09 Divided by Equalized Valuation Basis per N.J.S.A. 40A:2-2 as amended \$ 7,639,783,399.00 = 0.90%

<u>2009</u>	<u>Gross Debt</u>	<u>Deductions</u>	<u>Net Debt</u>
Local School District Debt	\$ 160,521,026.12	\$ 160,521,026.12	\$ -
Water - Sewer Utility Debt	22,145,000.00	22,145,000.00	-
General Debt	<u>79,028,852.78</u>	<u>10,243,000.00</u>	<u>68,785,852.78</u>
	<u>\$ 261,694,878.90</u>	<u>\$ 192,909,026.12</u>	<u>\$ 68,785,852.78</u>

Net Debt \$ 68,785,852.78 Divided by Equalized Valuation Basis per N.J.S.A. 40A:2-2 as amended \$ 7,828,871,465.00 = 0.88%

The Borough's Borrowing Power Under N.J.S.A. 40A:2-6 as Amended, at December 31, was as follows:

	<u>2010</u>	<u>2009</u>
3 1/2% of Equalized Valuation Basis Municipal Net Debt	\$ 267,392,418.97 <u>68,846,858.09</u>	\$ 274,010,501.28 <u>68,785,852.78</u>
Remaining Borrowing Power	<u>\$ 198,545,560.88</u>	<u>\$ 205,224,648.50</u>

Note 3: DEBT, DEBT SERVICE AND STATUTORY DEBT CONDITION (CONT'D.)

B. Summary of Statutory Debt Condition - Annual Debt StatementCalculation of "Self-Liquidating Purpose"
Water and Sewer Utility Per N.J.S.A. 40A: 2-45

The calculation of "Self-Liquidating Purpose" for the Water and Sewer Utility Fund per N.J.S.A. 40A: 2-45 is as follows:

Cash Receipts From Fees, Rents or Other Charges for the year	<u>2010</u>	<u>2009</u>
	\$ 17,869,191.91	\$ 19,493,813.33
Deductions:		
Operating and Maintenance Costs	11,102,509.06	10,167,475.00
Debt Service	<u>2,425,569.35</u>	<u>566,922.46</u>
Total Deductions	<u>13,528,078.41</u>	<u>10,734,397.46</u>
Excess in Revenue	<u>\$ 4,341,113.50</u>	<u>\$ 8,759,415.87</u>

The differences between the excess revenues for debt statement purposes and the statutory cash basis for the Water and Sewer Utility Fund is as follows:

Excess in Revenues - Cash Basis (D-1)	<u>2010</u>	<u>2009</u>
	\$ 3,784,052.73	\$ 7,453,728.46
Add: Capital Improvements	600,000.00	2,285,000.00
Other Deductions	-	87,990.00
	<u>4,384,052.73</u>	<u>9,826,718.46</u>
Less: Non-Budget Revenue	<u>42,939.23</u>	<u>1,067,302.59</u>
	42,939.23	1,067,302.59
Excess in Revenue	<u>\$ 4,341,113.50</u>	<u>\$ 8,759,415.87</u>

C. Schedule of Annual Debt Service for Principal and Interest for the Bonded Debt Issued and Outstanding at December 31, 2010:

Calendar Year	General		Water - Sewer Utility		Total
	Principal	Interest	Principal	Interest	
2011	\$ 2,165,874.72	\$ 578,255.28	\$ 1,675,000.00	\$ 691,465.02	\$ 5,110,595.02
2012	2,194,224.52	491,152.98	1,710,000.00	615,530.02	5,010,907.52
2013	2,237,364.24	423,745.76	1,775,000.00	536,393.77	4,972,503.77
2014	1,220,149.31	326,550.68	1,845,000.00	453,717.52	3,845,417.51
2015	1,232,326.10	279,833.90	1,235,000.00	381,292.52	3,128,452.52
2016	1,249,156.94	231,683.06	1,240,000.00	320,555.02	3,041,395.02
2017	1,265,553.58	181,886.42	1,230,000.00	263,220.64	2,940,660.64
2018	1,281,496.27	130,463.72	565,000.00	225,842.51	2,202,802.50
2019	1,301,964.35	77,435.64	590,000.00	203,891.26	2,173,291.25
2020	436,863.73	40,636.26	625,000.00	180,033.76	1,282,533.75
2021	456,241.03	20,758.96	650,000.00	154,533.76	1,281,533.75
2022	-	-	640,000.00	128,733.76	768,733.76
2023	-	-	670,000.00	102,533.76	772,533.76
2024	-	-	690,000.00	74,988.76	764,988.76
2025	-	-	725,000.00	45,890.63	770,890.63
2026	-	-	750,000.00	15,468.75	765,468.75
Total	<u>\$ 15,041,214.79</u>	<u>\$ 2,782,402.66</u>	<u>\$ 16,615,000.00</u>	<u>\$ 4,394,091.46</u>	<u>\$ 38,832,708.91</u>

The detail of the Township financings are contained within the supplementary schedules section included within this report.

As described previously within the Notes to the Financial Statements, effective February 1, 2009, the Township dissolved the Monroe Township Utilities Authority and created a Municipal Water and Sewer Utility. In connection with this transition, the Water and Sewer Utility assumed the responsibility for the MUA's previously issued debt. Pursuant to the 1977 General Bond Resolution, certain reserves are required to be maintained until the bonds are retired.

Note 3: DEBT, DEBT SERVICE AND STATUTORY DEBT CONDITION (CONT'D.)

D. Loan Agreements:

Loan Agreements - Middlesex County Improvement Authority

The Township has entered into various loan financings with the Middlesex County Improvement Authority for improvement programs. The improvement programs are financed through debt issued by the Middlesex County improvements Authority. During the year ended December 31, 2009, the Township made payments to the Middlesex County Improvement Authority with respect to the loan improvement programs in the amount of \$361,639.

New Jersey Green Trust Loan

The Township has contracted for the funding of Ballfield Improvements through the N.J. Green Trust Loan Program in the amount of \$265,600.16. Pursuant to the provisions of N.J.S.A. 40A: 2-1 et seq. the loan principal in the amount of \$202,757.44 and \$214,700.86 at December 31, 2010 and 2009 has been included in the calculation of the Township's statutory debt condition.

Schedule of Annual Debt Service for Principal and Interest for the Loan Agreements Issued and Outstanding at December 31, 2010

Calendar Year	MCIA Loans		NJ Green Trust		Total
	Principal	Interest	Principal	Interest	
2011	\$ 386,366.66	\$ 45,946.81	\$ 12,183.48	\$ 3,994.53	\$ 448,491.48
2012	392,191.80	35,668.43	12,428.37	3,749.65	444,038.25
2013	401,952.80	21,220.59	12,678.18	3,499.83	439,351.40
2014	213,030.70	9,189.78	12,933.01	3,245.00	238,398.49
2015	69,297.27	2,078.92	13,192.96	2,985.05	87,554.20
2016	-	-	13,458.14	2,719.87	16,178.01
2017	-	-	13,728.66	2,449.36	16,178.02
2018	-	-	14,004.60	2,173.42	16,178.02
2019	-	-	14,286.09	1,891.92	16,178.01
2020	-	-	14,573.24	1,604.77	16,178.01
2021	-	-	14,866.16	1,311.85	16,178.01
2022	-	-	15,164.97	1,013.04	16,178.01
2023	-	-	15,469.79	708.22	16,178.01
2024	-	-	15,780.73	397.29	16,178.02
2025	-	-	8,009.06	80.09	8,089.15
Total	\$ 1,462,839.23	\$ 114,104.53	\$ 202,757.44	\$ 31,823.89	\$ 1,811,525.09

The payment schedules for the respective loan agreements are set forth in the General Capital section of this report.

E. Lease Agreements - Middlesex County Improvement Authority

The Township has entered into various lease/purchase agreements with the Middlesex County Improvement Authority for capital equipment. During the year ended December 31, 2010, the Township made lease payments in the amount of \$680,891. The lease payment schedules for the respective lease agreements are set forth in the General Capital section of this report. The following is a combined schedule of the future minimum lease payments under these capital leases and the present value of the net minimum lease payments at December 31, 2010:

Year Ended December 31:	
2010	
2011	\$ 415,408.28
2012	257,816.86
2013	82,332.38
2014	58,382.75
2015	27,489.68
Total minimum lease payments	841,429.95
Less amount representing interest	53,979.22
Present value of future minimum lease payments	\$ 787,450.73

As a result of legislation that impacted and provided for limitations on increases in tax levy amounts (P.L. 2007, c.62), the characterization of certain lease payment obligations have been modified as of July 1, 2007. As of and subsequent to that date, any lease obligations that involve asset acquisitions or projects with estimated lives of five (5) years or greater, those obligations due to the conduit issuer are to be classified as debt, in accordance with debt authorized under N.J.S.A. 40A:2-3 et seq. Lease obligations issued with respect to assets with estimated useful lives of less than five years and all lease obligations issued prior to July 1, 2007, are not considered debt of the local unit.

Note 4: FUND BALANCES APPROPRIATED

Fund balances at December 31, which were appropriated and included as anticipated revenue in their own respective funds for the succeeding years were as follows:

	<u>Fund Balance</u> <u>Dec. 31, 2010</u>	<u>Utilized in</u> <u>Succeeding Budget</u>	<u>Utilized in</u> <u>Current Fund Budget</u>
Current Fund	\$ 375,253.57	- 0-	N/A
Water -Sewer Utility Fund	\$32,910,057.92	- 0-	\$14,600,000.00

	<u>Fund Balance</u> <u>Dec. 31, 2009</u>	<u>Utilized in</u> <u>Succeeding Budget</u>	<u>Utilized in</u> <u>Current Fund Budget</u>
Current Fund	\$2,675,253.57	\$2,300,000.00	N/A
Water - Sewer Utility Fund	\$38,619,142.19	- 0-	\$9,493,137.00

Note 5: DEFERRED CHARGES TO BE RAISED IN SUCCEEDING BUDGETS

Certain expenditures are required to be deferred to budgets of succeeding years. At December 31, 2009 and 2008, the Township of Monroe had the following deferred charges to be raised in succeeding budgets:

	<u>2010</u>	<u>2009</u>
Special Emergency – (40A:4-53):		
Master Plan	\$ 105,000.00	\$165,000.00
Stormwater Mapping	8,000.00	16,000.00
Emergency (40A:4-47):		
Tax Appeals*	1,984,495.90	- 0-
Operating Deficit	1,743,805.76	- 0-

*Funded by Refunding Bond Ordinance
in 2011

Note 6: DEPOSITS AND INVESTMENTS

State statutes set forth deposit requirements and investments that may be purchased by local units and the Township deposits and invests its funds pursuant to its policies and an adopted cash management plan.

Deposits

New Jersey statutes permit the deposit of public funds in institutions located in New Jersey, which are insured by the Federal Deposit Insurance Corporation (FDIC) or by any other agencies of the United States that insures deposits or the State of New Jersey Cash Management Fund. New Jersey statutes require public depositories to maintain collateral for deposit of public funds that exceed insurance limits to protect deposits from loss under the provisions of the Governmental Unit Deposit Protection Act ("GUDPA"). GUDPA was enacted in 1970 to protect Governmental Units from a loss of funds on deposit with a failed banking institution in New Jersey.

N.J.S.A. 17:9-41 et. seq. establishes the requirements for the security of deposits of governmental units. The statute requires that no governmental unit shall deposit public funds in a public depository unless such funds are secured in accordance with the Act. Public depositories include Savings and Loan institutions, banks (both state and national banks) and savings banks the deposits of which are federally insured. All public depositories must pledge collateral, having a market value at least equal to five (5) percent of the average daily balance of collected public funds; or if the public funds deposited exceed 75 percent of the capital funds of the depository, the depository must provide collateral having a market value equal to 100 percent of the amount exceeding 75 percent, to secure the deposits of governmental units.

Note 6: DEPOSITS AND INVESTMENTS (CONT'D.)

All collateral must be deposited with the Federal Reserve Bank, the Federal Home Loan Bank Board or a banking institution that is a member of the Federal Reserve System and has capital funds of not less than \$25,000,000. If a public depository fails, the collateral it has pledged, plus the collateral of all other public depositories, is available to pay the full amount of their deposits to the Governmental Units.

At December 31, 2010 and 2009, the cash and cash equivalents and investments of the Township on deposit and on-hand consisted of the following:

	<u>2010</u>	<u>2009</u>
Cash and Cash Equivalents	\$94,036,952.61	\$102,089,973.88
Change Funds (On-Hand)	<u>900.00</u>	<u>900.00</u>
Total	<u>\$94,037,852.61</u>	<u>\$102,090,873.88</u>

Based upon GASB criteria, the Township considers change funds, cash in banks and investments in certificates of deposit as cash and cash equivalents. At December 31, 2010, the carrying amount of the Township's deposits and investments was \$94,037,852.61 and the amount on deposit was \$98,257,502.68. Of the bank balance, \$1,000,783.40 was covered by Federal depository insurance and \$97,256,719.28 was covered under the provisions of NJGUDPA.

The Township has implemented the disclosure requirements of Governmental Accounting Standards Board Statement No. 40 "Deposits and Investment Risk Disclosures" (GASB 40) and accordingly the Township has assessed the Custodial Risk, the Concentration of Credit Risk and Interest Rate Risk of its cash and investments.

- (a) Custodial Credit Risk – The Township's deposits are exposed to custodial credit risk if they are not covered by depository insurance and the deposits are: uncollateralized, collateralized with securities held by the pledging financial institution, or collateralized with securities held by the pledging financial institution's trust department or agent but not in the depositor-governments name. The deposit risk is that, in the event of the failure of a depository financial institution, the Township will not be able to recover deposits or will not be able to recover collateral securities that are in possession of an outside party. The Township's investment securities are exposed to custodial credit risk if the securities are uninsured, are not registered in the name of the Township and are held by either: the counterparty or the counterparty's trust department or agent but not in the Township's name. The investment risk is that, in the event of the failure of the counterparty to a transaction, the Township will not be able to recover the value of the investment or collateral securities that in possession of an outside party.
- (b) Concentration of Credit Risk – This is the risk associated with the amount of investments that Township has with any one issuer that exceeds 5 percent or more of its total investments. Investment issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools, and other pooled investments are excluded from this requirement.
- (c) Credit Risk – GASB 40 requires that disclosure be made as to the credit rating of all debt security investments except for obligations of the U.S. government or obligations explicitly guaranteed by the U.S. government. This is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. In general, the Township does not have an investment policy regarding Credit Risk except to the extent outlined under the Township's investment policy. The New Jersey Cash Management Fund is not rated.

Note 6: DEPOSITS AND INVESTMENTS (CONT'D.)

- (d) Interest Rate Risk - This is the risk that changes in interest rates will adversely affect the fair value of an investment. The Township does not have a formal policy that limits investment maturities as a means of managing its exposure to fair value losses arising from interest rate fluctuations.

As of December 31, 2010, based upon the insured balances provided by the FDIC and NJGUDPA coverage, no amount of the Township's bank balances was considered exposed to custodial credit risk.

Investments

New Jersey statutes establish the following securities as eligible for the investment of Township funds:

1. Bonds or other obligations of the United States of America or obligations guaranteed by the United States;
2. Government money market mutual funds;
3. Any obligation that a federal agency or a federal instrumentality has issued in accordance with an act of Congress, which security has a maturity date not greater than 397 days from the date of purchase, provided such obligation bear a fixed rate of interest not dependent on any index or other external factor;
4. Bonds or other obligations of the Township or bonds or other obligations of school districts of which the Township is a part and within which the school district is located;
5. Bonds or other obligations having a maturity date of not more than 397 days from the date of purchase that are approved by the Division of Investment of the Department of Treasury for investment by local units;
6. Local government investment pools;
7. Deposits with the State of New Jersey Cash Management Fund established pursuant to section 1 of P.L. 1997, c. 281 (C.52:18A-90.4); or
8. Agreements for the repurchase of fully collateralized securities, if:
 - a. the underlying securities are permitted investments pursuant to paragraphs (1) and (3);
 - b. the custody of collateral is transferred to a third party;
 - c. the maturity of the agreement is more than 30 days; and
 - d. the underlying securities are purchased through a public depository as defined in section 1 of P.L. 1970, c.236 (C.19:9-41) and for which a master repurchase agreement providing for the custody and security of the collateral is executed.

New Jersey Cash Management Fund – All investments in the Fund are governed by the regulations of the Investment Council, which prescribe specific standards designed to insure the quality of investments and to minimize the risks related to investments. In all the years of the Division of Investment's existence, the Division has never suffered a default of principal or interest on any short-term security held by it due to the bankruptcy of a securities issuer; nevertheless, the possibility always exists, and for this reason a reserve is being accumulated as additional protection for the "Other Than State" participants. In addition to the Council regulations, the Division sets further standards for specific investments and monitors the credit of all eligible securities issuers on a regular basis. Based upon the existing deposit and investment practices, the Township is generally not exposed to credit risks, custodial credit risks, concentration of credit risks and interest rate risks for its investments nor is it exposed to foreign currency risks for its deposits and investments.

Note 7: ASSESSMENT AND COLLECTION OF PROPERTY TAXES

New Jersey statutes require that taxable valuation of real property be prepared by the 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 Township, Local School District and County the tax rate is struck by the 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 3, with a completed duplicate of the tax rolls to be delivered to the Tax Collector on or before May 13th.

Tax bills are prepared and mailed by the Collector of Taxes annually and set forth the final tax for the tax year. The bill contains a credit for preliminary amounts billed previously with the balance payable in equal installments on August 1st and November 1st of the tax year. In addition, the property owner receives a preliminary bill for the succeeding year based on one half of the prior year's tax. The preliminary payments are due and payable on February 1st and May 1st. The New Jersey Statutes allow a grace period of 10 days for each payment period and the Township granted this option to taxpayers. Taxes become delinquent if not paid on the installment dates and become subject to interest penalties of 8% to 18% of the amount delinquent, and if a delinquency (including interest) is in excess of \$10,000.00 and remains in arrears after December 31, an additional flat penalty of 6% may be charged against the delinquency. If taxes are delinquent on or after April 1st of the succeeding year, the delinquent amount is subject to "Tax Sale" which places a tax lien on the property allowing the holder to enforce the tax lien by collection or foreclosure. New Jersey property tax laws establish a tax lien on real estate as of January 1st of the current tax year even though the amount due is not known.

Note 8: FIXED ASSETS

The Township's fixed assets are reported as follows:

	<u>Balance</u> <u>December 31, 2009</u>	<u>Increase</u>	<u>Decrease</u>	<u>Balance</u> <u>December 31, 2010</u>
Land	\$3,769,000.00	\$ -	\$ -	\$3,769,000.00
Land Improvements	1,744,805.35	-	-	1,744,805.35
Buildings	12,832,383.16	-	-	12,832,383.16
Machinery & equipment	<u>13,537,337.09</u>	<u>333,639.02</u>	<u>-</u>	<u>13,870,976.11</u>
	<u>\$31,883,525.60</u>	<u>\$333,639.02</u>	<u>\$ -</u>	<u>\$32,217,164.62</u>

Note 9: PENSION AND RETIREMENT PLANS

Employees of the Township of Monroe are enrolled in one of two cost sharing multiple-employer public employee retirement systems: the Public Employees Retirement System (PERS) or the Police and Firemen's Retirement System (PFRS). The Division of Pensions in the Department of Treasury, State of New Jersey, administers the PERS and PFRS plans. The plans are funded annually based on the projected benefit method with aggregate level normal cost and frozen initial unfunded accrued liability. The plans, which cover public employees throughout the state, do not maintain separate records for each reporting unit and, accordingly, the actuarial data for the employees of the Township who are members of the plan are not available. The Township contributions in for the years ended December 31, 2010 and 2009 to the employee retirement systems were \$1,937,792.00 and \$1,691,392.00, respectively.

The State of New Jersey, Department of the Treasury, Division of Pensions and Benefits issues publicly available financial reports that include the financial statements and required supplementary information for PERS and PFRS. These financial reports may be obtained by writing to the State of New Jersey, Department of the Treasury, Division of Pensions and Benefits, P.O. Box 295, Trenton, NJ 08625-0295.

Note 10: POST-RETIREMENT HEALTH CARE BENEFITS

The Township provides medical, prescription drug and Medicare Part B reimbursement to retirees and their covered dependents, in accordance with applicable resolutions and collective bargaining agreements. The Township maintains a single-employer, defined benefit health plan with benefits provided through insurance carriers and by third party claims administrators. All active employees who retire from the Township and meet the eligibility criteria receive these benefits.

The Township currently funds the costs to provide postemployment benefits on a pay-as-you-go basis. The Township establishes and has the power to amend benefits and contribution obligations, subject to collective bargaining agreements.

In 2008, the Township adopted the disclosure provisions of GASB Statement No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions*. This statement establishes guidelines for reporting costs associated with “other the postemployment benefits” (OPEB). OPEB costs are actuarially calculated based on benefits (other than pensions), which current and retired employees have accrued as a result of their respective employment contracts.

The Division of Local Government Services, Department of Community Affairs, State of New Jersey, issued Local Finance Notice 2007-15, *Implementing GASB 45: Disclosure of Liabilities for Other Post-Employment Benefits for Municipalities and Counties*, to address the implementation of GASB Statement No. 45. The Notice states that local units are not required to accrue and report the long-term liability on their balance sheet, however, they are required to calculate and disclose their obligation in accordance with GASB Statement No. 45.

As required by Local Finance Notice 2007-15, the Township must disclose its OPEB costs as determined by GASB Statement No. 45. In accordance with this standard, the Township’s annual OPEB cost for the plan is based on the Annual Required Contribution (ARC), and amount actuarially determined in accordance with the parameters of GASB Statement No. 45, to include both the value of benefits earned during the year (Normal Cost) and an amortizing of the unfunded actuarially accrued liability over a period not to exceed thirty years. The amortization costs for the initial unfunded actuarial accrued liability is determined as the actuarial present value of the portion of projected benefits which is allocated to service before the current plan year, a level of percentage of payroll, for a period of 30 years, with an assumption that payroll increases by 3% per year.

The Township’s ARC for the year ended December 31, 2010 was \$5,264,000, of which \$1,096,000 was calculated as funded by the amount expended for these benefits.

The Township’s annual OPEB cost, the percentage of annual OPEB cost contributed to the plan and the net OPEB obligation (NOO), which represents the difference between the amount contributed to the Plan by the Township, and the annual OPEB cost for fiscal year ended December 31, 2010, was as follows:

Net OPEB obligation-beginning of year	\$8,166,000
Annual required contribution	5,130,000
Less: Contributions	<u>1,096,000</u>
Net OPEB obligation – end of year	<u>\$12,200,000</u>
Contribution Percentage	21.40%

Note 10: POST-RETIREMENT HEALTH CARE BENEFITS (CONT'D.)

The funded status of the plan for the Township as of January 1, 2011 (the most recent actuarial valuation date), is as follows:

	<u>Total</u>
Actuarial accrued liability (AAL)	\$52,199,000
Actuarial value of plan assets	<u>- 0 -</u>
Unfunded actuarial accrued liability (UAAL)	<u>\$52,199,000</u>
Funded ratio (actuarial value of plan assets/AAL)	0.00%
Covered payroll (active plan members)	\$17,230,895
UAAL as a percentage of covered payroll	302.94%

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

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

In the December 31, 2010 actuarial valuation, the projected unit credit method was used. A rate of 4.50% was utilized as the discount rate and an annual healthcare cost trend rate of 9.0% medical, grading down to a rate of 5% effective 2019 and thereafter. The unfunded accrued liability is being amortized as a level dollar amount using an open period of thirty (30) years.

Note 11: ACCRUED SICK AND VACATION BENEFITS

The Township has permitted employees to accrue unused sick pay, which may be taken as time off or paid at a later date at an agreed upon rate. It is estimated that the cost of such unpaid sick and vacation pay would approximate \$2,338,521 and \$2,305,160 for 2010 and 2009. This amount represents the current value of all accumulations, and is not intended to portray amounts that would be recorded under GAAP. Expenditures for payment of accrued sick and vacation benefits are recorded in the period in which payments are made as part of the current year's operating budget appropriations.

Note 12: RISK MANAGEMENT

The Township is exposed to various risks of loss related to general liability, automobile coverage, damage and destruction of assets; errors and omissions; injuries to employees; natural disasters; workers. The Township has obtained insurance coverage to guard against these events which will provide minimum exposure to the Township should they occur.

Effective August 1, 2010, the Township joined the Middlesex County Joint Insurance Funds covering risk of loss. The Fund, which is organized and operated pursuant to the regulatory authority of the Departments of Insurance and Community Affairs, State of New Jersey, provides for a pooling of risks, subject to established limits and deductibles. Payments to the Fund are calculated by the Fund's governing board based upon actuarial and budgetary requirements. Each participant in the Fund is jointly and severably obligated for any deficiency in the amount available to pay all claims. At December 31, 2009, the Fund reported for all years combined, total assets of \$22,843,128 liabilities and reserves of \$23,445,519, which includes case reserves of \$10,880,026 and IBNR of \$12,463,970 and a deficit fund balance for all years of \$1,463,459.

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

Note 13: DEFERRED COMPENSATION

The Township has instituted a Deferred Compensation Plan pursuant to section 457 of the Internal Revenue Code and P.L. 1977, C. 381; P.L. 1978, C. 39; P.L. 1980, C. 78; and P.L. 1997, C. 116 of the Statutes of New Jersey. The Plan is an arrangement whereby a public employer may establish a plan and permit its employees to voluntarily authorize a portion of their current salary to be withheld and invested in one or more of the types of investments permitted under the governing regulations. The Township has engaged a private contractor to administer the plan.

Note 14: TAX APPEALS

There are 122 tax appeals pending before the New Jersey Tax Court requesting a reduction of assessed valuation for 2009 and prior years. The aggregate assessed valuation of the properties under appeal totals \$903,598,806. Any reduction in assessed valuation will result in a refund of prior year's taxes in the year of settlement. In addition, during 2011 through the date of this report, the Township settled current and prior years' tax appeals through the New Jersey Tax Court and the Middlesex County Tax Board that resulted in reductions in assessed valuations and a combination of refunds or credits to property owners in the amount of \$3,912,000. The Township has established a reserve for tax appeals that is funded by either budget appropriations or charges to the current year Current Fund operations. To the extent tax appeals exceed the amount of reserves established, appeals may be funded from the Township's tax levy, direct charges to the Township's operations or through the issuance of refunding bonds per N.J.S.A. 40A:2-51. See Note 5 with respect to deferred charges as a result of tax appeals processed during 2010.

Note 15: COMMITMENTS AND CONTINGENCIES

The Township participates in several federal and state financial assistance grant programs. Entitlement to the funds is generally conditioned upon compliance with terms and conditions of the grant agreements and applicable regulations, including the expenditures of funds for eligible purposes. These programs are also subject to compliance and financial audits by the grantors or their representatives. As of December 31, 2010, the Township does not believe that any material liabilities will result from such audits.

As of the date of this report, the Township has litigation pending that traditionally would be covered through the procurement of liability insurance coverage's.

Note 16: SUBSEQUENT EVENTS

The following bond ordinances were adopted subsequent to December 31, 2010:

<u>Date</u>	<u>Purpose</u>	<u>Amount</u>	<u>Debt Authorized</u>
	General Capital:		
02/28/11	Refunding Bond Ordinance-Tax Appeals	\$2,050,000.00	\$2,050,000.00
06/27/11	Various 2011 General Improvements	2,515,000.00	2,393,600.00
08/29/11	MCIA – Capital Improvements	525,000.00	525,000.00
	Water and Sewer Capital:		
06/27/11	Various 2010 Water/Sewer Improvs.	\$2,344,500.00	\$2,344,500.00

The following financing activity transpired subsequent to December 31, 2010:

Bond Anticipation

Notes:

<u>Date</u>	<u>Maturity Date</u>	<u>Interest Rate</u>	<u>Reoffering Yield</u>	<u>Amount</u>
02/08/2011	02/07/2012	2.000%	0.900%	\$54,150,000.00

REQUIRED SUPPLEMENTARY INFORMATION

TOWNSHIP OF MONROE
MIDDLESEX COUNTY, NEW JERSEY

REQUIRED SUPPLEMENTARY INFORMATION
 POSTEMPLOYMENT HEALTH BENEFITS
SCHEDULE OF FUNDING PROGRESS

<u>Actuarial Valuation Date</u>	<u>Actuarial Value of Assets</u>	<u>Actuarial Accrued Liability (AAL)</u>	<u>Unfunded AAL (UAAL)</u>	<u>Funded Ratio</u>	<u>Covered Payroll</u>	<u>UAAL as a Percentage of Covered Payroll</u>
12/31/10	\$ -	\$ 52,199,000	\$ 52,199,000	0.00%	\$ 17,230,895	302.94%

**TOWNSHIP OF MONROE
MIDDLESEX COUNTY, NEW JERSEY**



PART II

SUPPLEMENTARY DATA AND SCHEDULES

CURRENT FUND

CURRENT FUND
SCHEDULE OF CASH

	<u>Ref.</u>	CURRENT FUND	GRANT FUND
Balance December 31, 2009.....	A	\$ 7,180,456.64	
Increased by Cash Receipts			
Miscellaneous Revenue Not Anticipated.....		122,405.40	
Due NJ Sr Citizens and Veterans Deductions.....		1,004,689.17	
Taxes Receivable.....		135,858,403.51	
Prepaid Park and Ride		8,100.00	
Miscellaneous Anticipated Revenue.....		17,204,018.25	217,349.85
Interfunds.....		5,927,014.49	
Grant Reserves Canceled.....		910.42	
Appropriation Refunds		337.92	
Emergency Notes Payable		1,984,494.00	
Various Accounts Payable & Reserves.....		86,621.00	106,916.20
Tax Overpayments.....		<u>1,975,444.79</u>	
Total Cash Receipts.....		164,172,438.95	324,266.05
Decreased by Disbursements			
Budget Appropriations.....		41,106,230.14	290,652.53
Interfunds.....		291,562.95	33,613.52
Appropriation Reserves.....		2,364,691.13	
Tax Overpayments.....		1,963,387.69	
Taxes Payable.....		115,658,133.22	
Various A/P, & Reserves.....		176,486.48	
Refund State Tax Appeals.....		219,508.32	
Grant Receivables Canceled.....		735.63	
Prior Years' Revenue Refunded.....		<u>4,141.85</u>	
	A-5		
Total Cash Disbursements.....		161,784,877.41	324,266.05
Balance December 31, 2010.....	A	<u>9,568,018.18</u>	<u>-</u>

SCHEDULE OF DUE TO/FROM STATE OF NEW JERSEY -
FOR ALLOWABLE DEDUCTIONS PER CHAPTER 20, P.L. 1976
CURRENT FUND

	<u>REF.</u>	
Balance - December 31, 2009(Due To)	A	\$ (2,959.74)
Increased by:		
Allowable Deductions per		
Tax Billings	986,750.00	
2010 Sr. Citizens and Vet.		
Ded. Allowed by Collector	24,000.00	
2009 Sr. Citizens And Vet.		
Ded. Allowed by Collector	<u>250.00</u>	
		<u>1,011,000.00</u>
		1,008,040.26
Decreased by:		
Collected	1,004,689.17	
2009 Sr. Citizens and Vet.		
Ded. Disallowed by Collector	3,382.19	
2010 Sr. Citizens and Vet.		
Ded. Disallowed by Collector	<u>4,158.84</u>	
		<u>1,012,230.20</u>
Balance - December 31, 2010(Due To)		<u>\$ (4,189.94)</u>
Analysis of Sr. Citizens & Veterans		
<u>Deductions Allowed - 2010 Taxes</u>		
Per Tax Billings		\$ 986,750.00
Allowed (Disallowed) by Tax Collector (Net)		<u>19,841.16</u>
		<u>\$ 1,006,591.16</u>

**CURRENT FUND
SCHEDULE OF PROPERTY TAXES RECEIVABLE AND LEVY ANALYSIS**

	Total	CY 10 Prepaid	CY 10 Current	CY 09 Delinquent	Arrears	Tax Liens	Property Acquired for Taxes
Balance 12/31/2009	\$ 1,672,399.41	(718,011.64)	\$ -	\$ 1,145,889.43	\$ 5,676.73	\$ 151,644.89	\$ 1,087,200.00
Billings / Levy							
Original Levy	140,074,908.33		140,074,908.33				
Added & Omitted	2,375,491.40		2,375,491.40				
Adjustments	12,233.17			3,382.19	8,850.98		
Canceled Taxes	(5,458,214.11)		(5,418,796.95)	(39,417.16)			
Transfers							
Tax Lien	-		(16,891.68)			16,891.68	
Tax Sale and Adjustments	-						
Revenue							
Sr-Citizens & Vets	(1,006,841.16)		(1,006,591.16)	(250.00)			
Cash Receipts	(135,858,403.51)		(133,990,536.04)	(1,098,542.88)	(8,850.98)		
Transferred (from) to Overpayments	(2,118.30)			(2,118.30)			
Prepaid Applied	-	718,011.64	(718,011.64)				
Balance 12/31/2010	\$ 1,809,455.23	(760,473.61)	\$ 1,299,572.26	\$ 8,943.28	\$ 5,676.73	\$ 168,536.57	\$ 1,087,200.00
Ref.							A
Analysis of 2010 Property Tax Levy							
Tax Levy							
Local School District Tax				\$ 83,147,811.50	Current		
County Tax				21,499,975.02	Taxes Realized		
County Open Space				1,535,704.73	Sr. Citizens & Vets	\$ 1,006,591.16	
Due County - Added & Omitted	\$ 140,074,908.33			399,838.57	Cash Receipts	133,990,536.04	
Special District Taxes	2,375,491.40			8,141,375.00	Prepayments	718,011.64	
Municipal Open Space				955,764.56	Subtotal		
	\$ 142,450,399.73				Res. For Uncoll. Tax	135,715,138.84	
					Allocated to School, County and Fire Districts	2,100,000.00	
						137,815,138.84	
						(115,680,469.38)	
						\$ 22,134,669.46	
							A-2

CURRENT FUND
SCHEDULE OF NONBUDGET REVENUES & VARIOUS ACCOUNTS RECEIVABLES

	12/31/09	Cash Receipts - Prior Year Accruals	Current Year Accrued/ Adjustments	Cash Receipts - Current Year Accruals	12/31/10
Revenue Accounts Receivable:					
Municipal Court - Fines and Costs	24,881.78	(24,881.78)	356,501.25	(327,253.03)	29,248.22
	<u>24,881.78</u>	<u>(24,881.78)</u>	<u>356,501.25</u>	<u>(327,253.03)</u>	<u>29,248.22</u>
Non - Budget Revenue:					
Administrative Fee - Senior Citizens and Veterans		-	20,093.78	(20,093.78)	-
Prior Year Reimbursements		-	8,661.95	(8,661.95)	-
NSF Fees		-	660.00	(660.00)	-
Tax Collector -Duplicate Tax Bills		-	410.00	(410.00)	-
Tax Collector -Tax Penalty		-	12,050.33	(12,050.33)	-
NJ DMV Fines		-	3,994.00	(3,994.00)	-
Restitution		-	196.00	(196.00)	-
FEMA Reimbursement		-	34,349.06	(34,349.06)	-
Closeout Prior Year MCIA Lease		-	3,100.13	(3,100.13)	-
BASC Program		-	1,045.00	(1,045.00)	-
Cell Tower Lease		-	25,665.39	(25,665.39)	-
Current Year Refunds		-	5,800.53	(5,800.53)	-
Girls Softball		-	1,400.00	(1,400.00)	-
Premium on Emergency Note		-	16.00	(16.00)	-
Miscellaneous		-	4,963.23	(4,963.23)	-
	-	-	<u>122,405.40</u>	<u>(122,405.40)</u>	-
Total	<u>\$ 24,881.78</u>	<u>\$ (24,881.78)</u>	<u>\$ 478,906.65</u>	<u>\$ (449,658.43)</u>	<u>\$ 29,248.22</u>
					A
Analysis of Miscellaneous Revenues:					
Account Receivable Collections				\$ 24,881.78	
Current Year Collections				<u>17,179,136.47</u>	
Subtotal				17,204,018.25	
Prepaid Park and Ride Realized				8,400.00	
Reserve for Garden State Trust Fund				1,084.72	
Grants Realized - Grant Fund				<u>314,087.87</u>	
				\$ 17,527,590.84	

SCHEDULE OF DEFERRED CHARGES

	<u>BALANCE</u> <u>DEC. 31, 2009</u>	<u>RAISED IN</u> <u>2010 BUDGET</u>	<u>AMOUNT</u> <u>RESULTING</u> <u>IN 2010</u>	<u>BALANCE</u> <u>DEC. 31, 2010</u>
Special Emergency(40A:4-53):				
Preparation of master plan	\$ 10,000.00	\$ 10,000.00	\$ -	\$ -
Route 33 master plan	15,000.00	15,000.00	-	-
Stormwater mapping	16,000.00	8,000.00	-	8,000.00
Preparation of master plan	140,000.00	35,000.00	-	105,000.00
Emergency(40A:4-47):				
Tax Appeal Settlements	-	-	1,984,495.90	1,984,495.90
	<u>\$ 181,000.00</u>	<u>\$ 68,000.00</u>	<u>\$ 1,984,495.90</u>	<u>\$ 2,097,495.90</u>
<u>Ref.</u>	A			A

SCHEDULE OF 2009 APPROPRIATION RESERVES

	Balance December 31, 2009	Balance After	Paid or	Balance
	Appropriation	Transfers and	Charged	Lapsed
	Reserves	Encumbrances		
		Encumbrances		
Office of the Mayor	\$ 2,656.05	\$ -	\$ 2,577.15	\$ 78.90
Other expenses				
Township Council	1,939.25	-		1,939.25
Other expenses				
Office of the Township Clerk	6,770.29	-	4,692.46	77.83
Salaries and wages	8,758.55	5,107.33	6,297.45	6,568.43
Other expenses				
Elections				
Other expenses	25.23	-		25.23
Division of Administration				
Office of the Business				
Administrator	4,411.44	-	4,411.23	0.21
Salaries and wages	6,212.98	3,396.87	1,998.40	5,611.45
Other expenses				
Transportation				
Salaries and wages	20,015.97	-	6,590.06	3,425.91
Other expenses	2,396.64	3,482.68	2,623.24	3,256.08
Insurance				
Salaries and wages	127.68	-	127.36	0.32
General Liability	7,376.08	-	102,000.00	376.08
Employee Group Health	107,005.19	-	50,700.00	56,305.19
Workers Compensation	-	-	100,000.00	-
Unemployment Compensation	-	-	58,000.00	-
Office of Information and				
Public Advocacy				
Salaries and wages	4,430.42	-	1,623.44	2,806.98
Other expenses	750.00	25,295.28	9,852.36	1,192.92
Division of Recreation				
Salaries and wages	56,477.07	-	8,589.26	4,887.81
Other expenses	30,985.83	42,356.96	60,989.02	12,353.77
Division of Parks				
Salaries and wages	48,000.99	-	2,624.66	35,376.33
Other expenses	9,916.76	1,660.31	1,484.85	10,092.22

SCHEDULE OF 2009 APPROPRIATION RESERVES

	Balance December 31, 2009	Balance After	Paid or	Balance
	Appropriation	Transfers and	Charged	Lapsed
	Reserves	Encumbrances		
		Encumbrances		
Division of Treasury				
Salaries and wages	31,799.53	-	6,086.59	20,712.94
Other expenses:				
Annual audit	2,750.00	55,000.00	55,000.00	50.00
Special accounting services	25,000.00	25,000.00		25,000.00
Data processing	13,104.54	1,800.00	1,800.00	8,104.54
Miscellaneous other expenses	13,862.45	399.03	759.75	13,501.73
Division of Revenue Collection				
Salaries and wages	9,830.90		3,916.06	3,914.84
Division of Revenue Collection				
Other expenses:				
Tax sale costs	90.44			90.44
Tax lien foreclosure	500.00			500.00
Miscellaneous other expenses	3,534.73	1,142.29	804.57	3,872.45
Division of Assessments				
Salaries and wages	5,537.99		5,204.49	333.50
Other expenses	23,755.70	5,408.76	11,459.92	7,704.54
Division of First Aid				
Salaries and wages	122,662.13		33,211.03	14,451.10
Other expenses	18,252.44	4,655.14	6,973.45	15,934.13
Police				
Salaries and wages	254,380.99		91,076.33	10,804.66
Other expenses	48,529.05	16,040.67	16,998.09	47,571.63
Emergency Management Services				
Other expenses	1,489.94	1,652.00	1,262.00	1,879.94
DEPARTMENT OF ENGINEERING:				
Office of the Township Engineer				
Other expenses:				
Maintenance of tax map	-	16,813.75	15,142.51	1,671.24
Miscellaneous other expenses	4,600.00	16,135.31	16,068.75	166.56

SCHEDULE OF 2009 APPROPRIATION RESERVES

	Balance December 31, 2009		Balance After Transfers and Encumbrances	Paid or Charged	Balance Lapsed
	Appropriation Reserves	Encumbrances			
DEPARTMENT OF PUBLIC WORKS:					
Division of Streets and Roads					
Salaries and wages	53,652.69	-	53,652.69	52,639.81	1,012.88
Other expenses	73,186.46	24,993.28	98,179.74	70,868.11	27,311.63
Vehicle Maintenance					
Salaries and wages	3,991.06	-	3,991.06	2,611.13	1,379.93
Other expenses	65,413.90	35,388.04	60,801.94	17,824.19	42,977.75
Solid Waste and Recycling					
Other expenses	7,930.01	1,769.46	9,699.47	2,112.36	7,587.11
Landfill					
Other expenses	12,000.00	25,832.53	37,832.53	7,897.61	29,934.92
Buildings and Grounds					
Salaries and wages	15,172.53	-	5,172.53	4,700.79	471.74
Other expenses	55,628.23	40,069.30	60,697.53	36,270.29	24,427.24
Community Services Act					
Other expenses	480,191.47	252,990.53	733,182.00	687,534.55	45,647.45
DEPARTMENT OF LAW:					
Office of the Township Attorney					
Other expenses	6,610.83	69,476.93	101,087.76	86,521.17	14,566.59
Municipal Prosecutor					
Other expenses	141.00	-	141.00	-	141.00
Municipal Court					
Salaries and wages	7,079.13	-	7,079.13	3,257.93	3,821.20
Other expenses	3,546.71	1,956.90	5,503.61	3,493.78	2,009.83
Public Defender					
Salaries and wages	880.04	-	880.04	-	880.04
DEPARTMENT OF HEALTH AND WELFARE:					
Animal Control					
Salaries and wages	3,243.76	-	3,243.76	1,807.44	1,436.32
Other expenses	3,664.87	3,855.45	4,720.32	825.00	3,895.32

SCHEDULE OF 2009 APPROPRIATION RESERVES

	Balance December 31, 2009	Balance After	Paid or	Balance
Appropriation Reserves	Encumbrances	Transfers and Encumbrances	Charged	Lapsed
Environmental Protection				
Salaries and wages	1,364.76	1,364.76	1,364.76	-
Other expenses	1,706.59	2,143.52	586.93	1,556.59
Building Demolition				
Other expenses	300.00	300.00	-	300.00
OTHER TOWNSHIP AGENCIES:				
Municipal Land Use Law (N.J.S.A. 40:55D-1)				
Zoning Board of Adjustment				
Salaries and wages	1,124.48	1,124.48	934.96	189.52
Other expenses	3,668.00	8,407.62	-	8,407.62
Planning Board				
Salaries and wages	1,261.00	17,983.76	13,147.35	4,836.41
Other expenses				
Division of Planning				
Salaries and wages	12,657.88	12,657.88	6,380.36	6,277.52
Other expenses	8,411.82	9,593.99	2,275.43	7,318.56
Shade Tree Commission				
Other expenses	19,929.85	16,556.85	15,000.00	1,556.85
Cultural Arts Commission				
Other expenses	7,427.91	1,561.83	116.96	1,444.87
Environmental and Conservation Commission (R.S. 40:56A-1)				
Other expenses	2,296.87	2,296.87	-	2,296.87
Historic Preservation Commission				
Other expenses	2,718.50	2,750.00	31.50	2,718.50
Senior Citizens Comm. on Aging				
Salaries and wages	14,581.16	14,581.16	7,628.69	6,952.47
Other expenses	6,146.97	9,285.12	1,880.20	7,404.92
Recreational and Youth Advisory Bd.				
Other expenses	2,625.91	2,674.96	91.01	2,583.95

SCHEDULE OF 2009 APPROPRIATION RESERVES

	Balance December 31, 2009	Balance After Transfers and Encumbrances	Paid or Charged	Balance Lapsed
	Appropriation Reserves	Encumbrances		
Human Relations Commission				
Other expenses	169.20	247.96	260.84	156.32
Open Space and Farmland Preservation Commission				
Other expenses	1,403.09	1,403.09	-	1,403.09
Celebration of Public Events				
Other expenses	6,680.41	579.61	683.14	6,576.88
State Uniform Construction Code (N.J.S.A. 52:270-120D et seq.)				
Salaries and wages	22,090.04	-	14,152.96	437.08
Other expenses	15,743.18	3,580.50	3,507.78	13,315.90
UNCLASSIFIED:				
Accumulated absences	-	172,000.00	172,000.00	-
Central mailing services	2,320.93	158.85	-	158.85
Utilities	228,130.66	187,747.62	330,343.46	85,534.82
Contribution to:				
Public Employees' Retirement System		-		-
Social Security System (O.A.S.I.)	20,725.05	20,725.05	19,830.51	894.54
Defined Contribution Retirement Plan	3,000.00	3,000.00	-	3,000.00
Public Employees' Retirement System		-		-
9-1-1 System				
Other expenses	8,850.00	8,850.00	-	8,850.00
NJPDES Stormwater Permit: Division of Streets and Roads				
Other expenses	15,875.60	15,616.37	14,945.94	16,546.03
Vehicle Maintenance				
Other expenses	-	-	-	-
Recycling Tax				
Other expenses	2,221.12	2,221.12		2,221.12

SCHEDULE OF 2009 APPROPRIATION RESERVES

	Balance December 31, 2009	Balance After Transfers and Encumbrances	Paid or Charged	Balance Lapsed
	Appropriation Reserves	Encumbrances		
Interlocal Municipal Service Agreements				
Interlocal Agreement (Fire District)		4,726.37	-	4,726.37
Other expenses	4,726.37			
Interlocal Agreement (Recycling)		51,828.81	52,765.06	-
Other expenses	936.25			
Ambulance Services (Increased Fee)		34,905.01	43,778.94	31,948.18
Other expenses	40,822.11			
Clinical Coord. Training Fees		21.55	223.00	307.81
Other expenses	509.26			
TOTAL GENERAL APPROPRIATIONS	\$ 2,150,694.91	\$ 978,267.33	\$ 2,371,238.42	\$ 758,061.74

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Accounts Payable	\$ 6,547.29
Cash Disbursements	2,364,691.13
	<u>\$ 2,371,238.42</u>

CURRENT FUND
SCHEDULE OF PROPERTY TAX OVERPAYMENTS

	Total	Current Taxes	Prior Years
Balance - 12/31/2009.....	\$ 2,118.30	\$ -	2,118.30
Cash Receipts.....	1,975,444.79	1,975,444.79	
Canceled			
Overpayments Applied.....	(2,118.30)		(2,118.30)
Cash Payments - Refunds.....	(1,963,387.69)	(1,963,387.69)	
Balance - 12/31/10.....	<u>\$ 12,057.10</u>	<u>\$ 12,057.10</u>	<u>-</u>
<u>Ref.</u>	A	A	A

CURRENT FUND
SCHEDULE OF TAXES PAYABLE

	12/31/09	Taxes Levied	Cash Disbursements	12/31/10
County - General.....	\$ -	\$ 21,499,975.02	\$ (21,499,975.02)	\$ -
County - Open Space.....	-	1,535,704.73	(1,535,704.73)	-
County - Added & Omitted.....	377,502.41	399,838.57	(377,502.41)	399,838.57
Local School District Taxes.....	-	83,147,811.50	(83,147,811.50)	-
Municipal Open Space Tax		955,764.56	(955,764.56)	-
Special District Taxes:				
Fire District 1		1,308,565.00	(1,308,565.00)	-
Fire District 2		2,896,250.00	(2,896,250.00)	-
Fire District 3		3,936,560.00	(3,936,560.00)	-
Total.....	\$ 377,502.41	\$ 115,680,469.38	\$ (115,658,133.22)	\$ 399,838.57

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CURRENT FUND
SCHEDULE OF CHANGES IN VARIOUS ACCOUNTS PAYABLES & RESERVES

	12/31/09	Transfer from/(to) Budget	Cash Receipts	Cash Disbursements	Canceled	12/31/10
Accounts Payable:						
N.J. Marriage/Civil Union License Filing Fees.....	\$ -	\$ -	3,700.00	(3,700.00)		\$ -
N.J. State Building Code Enforcement Fees.....	-	-	82,921.00	(82,921.00)		-
Vendor Accounts Payable.....	3,000.00	6,547.29				9,547.29
Death Certificates.....	-	-				-
Union Education Fund.....	14,000.00					14,000.00
Subtotal	17,000.00	6,547.29	86,621.00	(86,621.00)	-	23,547.29
Reserve for:						
Tax Appeals.....	48,672.23			(48,672.23)		-
Garden State Trust.....	1,084.72	(1,084.72)				-
Proceeds of Sale of Municipal Assets.....	35,316.71					35,316.71
Codification of Ordinances.....	17,867.00					17,867.00
Reserve for Master Plan.....	153,111.00			(41,193.25)		111,917.75
Reserve for Route 33 Master Plan.....	27,497.19					27,497.19
Subtotal	283,548.85	(1,084.72)	-	(89,865.48)	-	192,598.65
Total.....	\$ 300,548.85	\$ 5,462.57	\$ 86,621.00	\$ (176,486.48)	\$ -	\$ 216,145.94

Ref. A A-1 A

SCHEDULE OF STATE AND FEDERAL GRANTS RECEIVABLE
(GRANT FUND)

GRANTS	BALANCE DECEMBER 31, 2009	BUDGET REVENUE REALIZED	CHP 159	CANCELLED	COLLECTED	BALANCE DECEMBER 31, 2010
2007						
Middlesex County Homeland Security	\$ 5,310.00	-	-	-	-	\$ 5,310.00
2009						
Middlesex County Area Wide Transportation	3,250.00	-	-	-	3,250.00	-
Middlesex County Area Senior Outreach	1,250.00	-	-	-	1,250.00	-
Middlesex County Municipal Alliance	12,567.50	-	-	190.31	12,377.19	-
2010						
Clean Communities Program	-	-	57,238.89	-	57,238.89	-
NJ DEP Recycling Tonnage Grant	-	-	-	-	-	-
Occupant Protection Grant - Click It or Ticket	-	-	4,000.00	545.32	3,454.68	-
Body Armor Grant	-	-	6,059.98	-	6,059.98	-
NJDOT Perrineville Road Sidewalks	-	-	190,000.00	-	90,259.50	99,740.50
Middlesex County Bias Prevention Grant	-	-	5,000.00	-	-	5,000.00
Middlesex County Area Wide Transportation	13,000.00	13,000.00	-	-	9,750.00	3,250.00
Middlesex County Area Senior Outreach	5,000.00	5,000.00	-	-	3,750.00	1,250.00
Middlesex County Area Senior Outreach-SAMS	-	-	3,000.00	-	1,303.00	1,697.00
Middlesex County Municipal Alliance	25,789.00	25,789.00	5,000.00	-	6,209.36	19,579.64
Middlesex County Cultural Arts	-	-	-	-	5,000.00	-
	\$ 22,377.50	\$ 43,789.00	\$ 270,298.87	\$ 735.63	\$ 199,902.60	\$ 135,827.14

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SCHEDULE OF STATE AND FEDERAL GRANTS - APPROPRIATED
GRANT FUND

GRANT	BALANCE DECEMBER 31, 2009	ENC DECEMBER 31 2009	TOTAL TRANSFERRED FROM 2010 BUDGET	CH. 152	CANCELLED	PAID OR CHARGED	ENC DECEMBER 31 2010	BALANCE DECEMBER 31, 2010
Drunk Driving Enforcement Fund	\$ 8,395.86	\$ 101.43	\$ -	-	-	\$ 6,270.16	\$ 999.00	\$ 1,228.13
NJ DEP Recycling Tonnage Grant	129,398.02	398.00	-	-	-	28,414.63	398.00	100,983.39
Occupant Protection Grant - Click It or Ticket	371.28	-	4,000.00	4,000.00	545.32	3,454.68	-	371.28
Municipal Court Alcohol Education Rehabilitation Fund	-	-	190,000.00	190,000.00	-	144,586.93	5,759.07	39,654.00
NJ DOT Pennsville Road Sidewalks	551.13	-	6,039.98	6,039.98	-	40,259.76	16,979.13	6,613.11
Body Armor Replacement Fund	-	-	57,238.89	57,238.89	-	13,000.00	-	-
Clean Communities	-	-	16,000.00	16,000.00	-	13,000.00	-	-
Middlesex County Area Wide Transportation	-	-	3,000.00	3,000.00	-	16,000.00	2,774.98	225.02
Middlesex County Area Senior Outreach	-	-	5,000.00	5,000.00	-	5,000.00	-	-
Middlesex County Area Senior Outreach-SAMS	-	-	-	-	-	5,881.73	-	11,582.27
Middlesex County Cultural Arts	-	398.00	-	-	-	8,620.57	-	-
Comcast - Public Access Channel Equipment	17,066.00	8,617.88	-	-	365.1	15,284.98	15,775.78	1,175.49
Middlesex County Municipal Alliance-2009	367.79	-	32,236.25	32,236.25	-	-	-	5,310.00
Middlesex County Municipal Alliance-2010	-	-	-	-	-	-	-	-
Middlesex County Homeland Security	5,310.00	-	-	-	-	3,879.09	-	1,120.91
Middlesex County Bus Prevention Grant	-	-	5,000.00	5,000.00	-	-	-	-
TOTAL	\$ 161,462.08	\$ 9,515.31	\$ 61,236.25	\$ 270,298.87	\$ 910.42	\$ 290,652.53	\$ 42,685.96	\$ 168,263.60

Ref:

SCHEDULE OF DUE FROM/TO CURRENT FUND
GRANT FUND

	<u>Ref.</u>	
Balance - December 31, 2009 (Due from)	A	\$ 148,599.89
Increased by:		
Grants Received deposited into Current Fund	199,902.60	
Matching funds for Grants	17,447.25	
Reserve for Unappropriated Grants	106,916.20	
Grant Receivable Canceled	<u>735.63</u>	
		<u>325,001.68</u>
		473,601.57
Decreased by:		
Grant Appropriations Expended	290,652.53	
Reserve for Grants Canceled	<u>910.42</u>	
		<u>291,562.95</u>
Balance - December 31, 2010 (Due from)	A	<u>\$ 182,038.62</u>

SCHEDULE OF UNAPPROPRIATED RESERVES FOR STATE AND FEDERAL GRANTS
GRANT FUND

<u>GRANTS</u>	BALANCE	TRANSFERRED TO 2010		BALANCE	
	<u>DECEMBER 31, 2009</u>	<u>BUDGET</u>	<u>BUDGET APPROPRIATIONS</u> <u>CHP 159</u>	<u>DECEMBER 31, 2010</u>	
			<u>CANCELLED</u>	<u>RECEIVED</u>	
Drunk Driving Enforcement Grant	\$ -			\$ 5,517.83	\$ 5,517.83
Recycling Tonnage Grant	-			101,398.37	101,398.37
	\$ -	\$ -	\$ -	\$ 106,916.20	\$ 106,916.20

Ref.

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TRUST FUND

TRUST FUNDS
SCHEDULE OF CASH AND RESERVE ACTIVITY

	Balance 12/31/09	Encumbrances/ Adjustments 12/31/09	Cash		Adjustments	Balance 12/31/10
			Receipts	Disbursements		
Animal Control:						
Due to NJ - State License Fees..... \$	-	\$ -	\$ 5,398.80	\$ (5,398.80)	\$ -	\$ -
Animal Control Reserves.....	17,833.01	-	27,977.93	(26,432.62)	-	19,378.32
Total	17,833.01	-	33,376.73	(31,831.42)	-	19,378.32
Affordable Housing Trust:						
Reserve for Encumbrances.....	62,956.35	-	-	-	126,332.64	189,288.99
Reserves for Affordable Housing Trust.....	10,201,288.62	-	883,526.59	(101,678.77)	(126,332.64)	10,856,803.80
Total	10,264,244.97	-	883,526.59	(101,678.77)	-	11,046,092.79
Unemployment Trust:						
Reserves for Unemployment.....	65,123.02	-	128,711.07	(113,636.57)	10,000.00	90,197.52
Due from Water Sewer Operating Fund	-	-	-	-	(10,000.00)	(10,000.00)
Total	65,123.02	-	128,711.07	(113,636.57)	-	80,197.52
Payroll:						
Payroll and Payroll Deductions.....	133,093.52	-	25,031,882.41	(24,987,177.57)	-	177,798.36
Due from/to Trust Other.....	(28,851.11)	-	-	-	14,009.11	(14,842.00)
Utility Payroll.....	34,352.28	-	2,407,566.89	(2,416,872.05)	-	25,047.12
Total	138,594.69	-	27,439,449.30	(27,404,049.62)	14,009.11	188,003.48
Developers' Escrow:						
Reserve for Encumbrances.....	10,307.35	(10,307.35)	-	-	15,554.80	15,554.80
Performance Bond Deposits.....	5,369,900.76	-	995,612.61	(1,234,409.86)	-	5,131,103.51
Engineering Escrow Deposits.....	1,307,461.23	2,124.72	616,905.25	(781,417.01)	(1,521.86)	1,143,552.33
Professional Fees Deposits.....	339,980.28	8,182.63	226,477.75	(214,919.78)	(14,032.94)	345,687.94
Due to Water Sewer Operating.....	-	-	6,802.95	-	-	6,802.95
Due to Other Trust - Utility.....	548,925.31	-	-	-	-	548,925.31
Utility Escrow Deposits.....	4,980,570.84	-	1,098,171.47	(1,229,711.14)	-	4,849,031.17
Total	12,557,145.77	-	2,943,970.03	(3,460,457.79)	-	12,040,658.01
Self Insurance:						
Reserve for Encumbrances	33,063.75	(33,063.75)	-	-	14,484.51	14,484.51
Reserve for Self Insurance.....	435,332.23	33,063.75	274,870.24	(324,019.96)	(14,484.51)	404,761.75
Due from Water Sewer Operating.....	-	-	-	-	(207.07)	(207.07)
Reserve for Self Insurance Utility.....	-	-	35,861.23	(34,640.70)	207.07	1,427.60
Total	468,395.98	-	310,731.47	(358,660.66)	-	420,466.79
Open Space Trust:						
Due from/to Other Trust.....	964.12	-	-	(964.12)	-	-
Open Space Reserves.....	3,927,224.63	-	958,676.29	-	-	4,885,900.92
Total	3,928,188.75	-	958,676.29	(964.12)	-	4,885,900.92

TRUST FUNDS
SCHEDULE OF CASH AND RESERVE ACTIVITY

	Balance 12/31/09	Encumbrances/ Adjustments 12/31/09	Cash		Adjustments	Balance 12/31/10
			Receipts	Disbursements		
Other Trust Funds:						
Due (from)/to Current Fund					\$ (400.00)	\$ (400.00)
Due from Comm. Develop Grant	(65,404.72)	-	(166,500.00)			(231,904.72)
Reserve for Comm. Develop. Block Grant.....	40,741.18	3,321.05	166,500.00	(46,098.50)	(8,967.75)	155,495.98
Reserve for Encumbrances	43,614.05	(43,614.05)	-	-	157,711.07	157,711.07
Due from/to Developers' Escrow	(548,925.31)	-	-	-	-	(548,925.31)
Due from/to Open Space Trust	(964.12)	-	964.12	-	-	-
Due to Payroll Trust - Utility	28,851.11	-	382.00	-	(14,391.11)	14,842.00
Due to Water Sewer Operating	320,085.11	-	-	(382.00)	-	319,703.11
Miscellaneous Reserves:						
Transportation Contribution.....	34.00	-	-	-	-	34.00
Environmental Disturbance Fund.....	18,500.00	-	-	-	-	18,500.00
DARE Program Contributions.....	10,466.73	-	1,600.00	-	400.00	12,466.73
Parking Offense Adjudication Act.....	840.01	-	70.00	-	-	910.01
Municipal Alliance Donations.....	273.13	-	-	-	-	273.13
Shade Tree Commission Donations.....	4,950.75	-	-	-	-	4,950.75
Street Vacation Escrow.....	10,556.85	-	-	(500.00)	-	10,056.85
Mining Escrow.....	9,990.89	-	4,700.00	(1,241.00)	-	13,449.89
Miscellaneous Donations.....	289.00	-	-	-	-	289.00
Police Donations.....	1,376.00	-	50.00	-	-	1,426.00
Public Defender.....	650.00	-	6,497.00	-	-	7,147.00
Recycling Trust.....	24,193.59	-	22,223.66	(9,297.34)	-	37,119.91
Police Forfeited Funds.....	18,039.73	-	2,055.32	(3,278.85)	-	16,816.20
Other Escrows.....	200,219.33	17,128.00	46,000.00	(103,030.75)	(120,347.25)	39,969.33
Premium on Tax Sale.....	508,700.00	-	119,610.00	(344,210.00)	-	284,100.00
Shade Tree Replacement.....	513,459.99	22,100.00	2,500.00	(47,153.93)	(26,127.07)	464,778.99
Detention Basin Escrows.....	1,292,972.90	-	75,444.23	-	-	1,368,417.13
Cultural Arts Commission Donations.....	300.69	-	-	-	-	300.69
Historic Preservation Donations.....	5,491.14	-	716.00	-	-	6,207.14
Animal Control Donations.....	225.00	-	-	-	-	225.00
Police Off-Duty Trust.....	128,381.95	-	296,936.04	(284,511.82)	-	140,806.17
Road Opening Deposits.....	51,576.61	1,065.00	5,145.67	(4,577.00)	(2,269.00)	50,941.28
Snow Removal.....	165,604.40	-	55,000.00	(165,128.39)	-	55,476.01
MTUD Payroll Prior	-	-	-	-	14,391.11	14,391.11
Accumulated Absences.....	142,913.89	-	172,000.00	(226,577.46)	-	88,336.43
Accumulated Absences-Utility.....	199,989.09	-	-	-	-	199,989.09
Subtotal Reserves	3,309,995.67	40,293.00	810,547.92	(1,189,506.54)	(133,952.21)	2,837,377.84
Total	3,127,992.97	-	811,894.04	(1,235,987.04)	-	2,703,899.97
Total	\$ 30,567,519.16	\$ -	\$ 33,510,335.52	\$ (32,707,265.99)	\$ 14,009.11	\$ 31,384,597.80

Ref. B B

Footnote:

Animal Control Reserve for Expenditures:

R.S. 4:19-15.11 - Any amount in this account which is in excess of the total amount paid into the Animal Control Account during the last two fiscal years next preceding shall be transferred to the Current Fund.

Year	Amount
2008	\$ 17,074.40
2009	16,176.20
	<u>\$ 33,250.60</u>

GENERAL CAPITAL FUND

Township of Monroe
 County of Middlesex, New Jersey
 General Capital Fund

Schedule of General Capital Fund Cash

	<u>Ref.</u>		
Balance, December 31, 2009	C	\$	7,659,021.94
Increased by Receipts:			
Current Fund Appropriations:			
Capital Improvement Fund			100,000.00
Bond Anticipation Notes			342,800.00
Grants Received			1,267,970.11
Bonds Issued			342,800.00
Bond Anticipation Notes			46,005,000.00
Premium on Bond Anticipation Notes			294,892.05
Interest-Affordable Housing Capital			3,428.87
Miscellaneous Reserves			1,075,000.00
			57,090,912.97
Decreased by:			
Improvement Authorizations			9,024,895.37
Bond Anticipation Notes			31,420,000.00
Miscellaneous Reserves			100,000.00
Due From Current Fund			5,619,060.06
Anticipated Revenue - Current Fund:			
Capital Fund Balance			650,000.00
			10,276,957.54
Balance, December 31, 2010		\$	10,276,957.54
Cash - Treasurer	C	\$	8,683,131.35
Cash - Affordable Housing Fund	C		1,593,826.19
			10,276,957.54
		\$	10,276,957.54

Township of Monroe
County of Middlesex, New Jersey
General Capital Fund

Schedule of Capital Fund Cash and Investments

	<u>Balance</u> <u>Dec. 31, 2009</u>	<u>Balance</u> <u>Dec. 31, 2010</u>
Fund balance	\$ 658,817.77	\$ 303,709.82
Capital improvement fund	14,350.00	31,250.00
Reserve for encumbrances	13,104,220.04	10,227,911.43
Miscellaneous Reserves	465,985.54	1,440,985.54
Due From Current Fund	-	(5,619,060.06)
Ord. No.		
<u>Improvement Authorizations</u>		
<u>Purpose</u>		
2361B Affordable housing 2001	22,061.29	20,706.29
2361C Affordable housing 2002	15,157.00	13,420.39
2363A Affordable housing 2003	2,447.60	2,447.60
2370A Affordable housing 2004	76,377.31	72,952.30
2370B Affordable housing 2005	175,335.42	174,738.47
2414 Cultural and Heritage Museum	164.79	-
2434 Old Forge Road Phase 2 and 3	17,050.81	17,050.81
2436F 2001 road paving and sidewalk program	2,108.08	2,108.08
2441 1998 drainage improvements	8,944.10	8,894.10
2442 1998 road paving program	-	-
2444 Historical site improvements	17,498.33	846.33
2445 Farmland preservation	47,869.15	47,869.15
2446G Intersection of Prospect Plains and Applegarth Road	10,704.76	10,704.76
2446H Improvements to DPW and constr. fac.	-	-
2450D 2001 drainage improvements	9,488.23	9,465.23
2451 Library books	0.00	0.00
2452 Forsgate/Rossmoor Drive Light	16,449.59	14,207.59
2454 Recreation and open space	91,200.50	91,200.50
2456 Municipal Complex improvements	217,216.43	144,165.05
2460A Recreation and open space	4,806,863.71	1,779,483.71
2460B Farmland Preservation	235,999.10	235,645.10
2460C Historic site improvements	69,207.57	69,127.57
2460D Applegarth Roadway improvements	11,136.32	11,136.32
2461B Intersection of Prospect Plains/ Whittingham/Concordia Circle	(52.96)	(284.96)
2462A Intersection of Gravelhill/ Union Valley Roads	14,755.99	14,755.99
2463A Purchase of library books	4,425.09	4,222.29
2463B Intersection of Forsgate Dr./ Applegarth Rd./Possum Hollow Rd.	185,363.09	185,363.09
2463C Purchase of generator	4,487.41	3,865.41
2463E Curbs and sidewalks Spotswood Englishtown Road	26,739.97	26,739.97
2463F Improvements to Outcalt Park	(289,666.36)	(240,174.36)
2467A Purchase of library books	1,559.17	974.83
2467B 2003 road paving and sidewalk prog	-	-
2467C Girls softball field and parking lot	1,319.76	1,106.76
2467D Perrineville Road bridge replacement	13,334.78	13,310.78
2467E Traffic light at Pernvl. & Schoolhouse	(43,546.29)	(44,136.62)
2467F Traffic light at Pernvl. & Union Valley	8,839.54	8,839.54
2467G 2003 Forest Park drainage progs.	149,968.16	149,789.16
2468 Construction of EMS and firehouse	8,790.46	7,563.46
2469 Various Applegarth Road Intersections	252,383.61	218,025.12
2470A Purchase of library books	538.71	386.71
2470B 2004 road paving and sidewalk program	11,468.12	-
2470C 2004 drainage program	1,230.31	1,059.31
2470D Demolition of Old Police Station	19,450.00	19,450.00
2470E Federal/N Bergin Mills/Monmouth/ Spotswd-Englishtown	49,674.00	49,674.00
2470F Woodcrest Circle improvements	47,784.71	47,531.71
2471 Feasibility study sr and community center	27,209.00	27,152.00
2473 Purchase of computers	4,546.84	4,471.84
2474A Purchase of library books	4,079.68	3,467.35
2474B 2005 road paving and sidewalk program	(241,190.80)	(241,504.80)
2474C Matchaponix Extension improvements	18,854.31	18,630.31
2474D Girls Softball field irrigation	6,355.88	123.88

Township of Monroe
County of Middlesex, New Jersey
General Capital Fund

Schedule of Capital Fund Cash and Investments

	<u>Balance</u> <u>Dec. 31, 2009</u>	<u>Balance</u> <u>Dec. 31, 2010</u>	
2474E	Recreation facilities improvements	4,398.62	4,263.62
2475A	Library expansion	21,560.98	25,152.98
2475B	Community Center addition	(430,365.19)	(205,272.10)
2475C	New Senior Center	(9,250,295.15)	(857,836.14)
2476A	Purchase of library books	3,809.16	3,525.50
2476B	2006 road paving and sidewalk	4,756.20	4,690.80
2476C	Daniel P. Ryan Field restrooms	229.40	204.40
2476D	2006 drainage program	65,483.00	64,777.40
2476E	Dey Farm England House	(9,628.01)	40,324.99
2478	James Monroe Park improvements	(368,854.72)	69,557.63
2479A	Expansion of Park and Ride	(127,736.28)	58,987.72
2479B	Soccer Complex	894.64	625.56
2479C	2007 paving and sidewalks	11,389.73	10,866.81
2480A	Purchase of library books	5,001.50	3,331.93
2480B	Construction of EMS Fire Facility Fire District 2	(450,304.33)	(24,150.97)
2480C	Woodland School Baseball	(21,850.37)	3,125.63
2480D	Farmland Preservation	768.11	429.11
2480E	Links Drive and Forsgate Drive	(15,339.33)	9,636.67
2480F	Drainage - Garibaldi Road and Old Forge Road	-	-
2481	Signal Applegarth Rd / Cranbury Station Rd/ Union Valley Rd	(1,446,214.74)	(181,080.40)
2482	Open Space Acquisition	(2,911,316.38)	(105,398.38)
2483A	Purchase of Library Books	3,797.20	3,506.62
2483B	2008 Paving and Sidewalks	122,586.78	-
2483C	Improvements to Municipal Facilities	127,351.43	127,233.43
2483D	Purchase of Radio Equipment	(130,360.30)	68,579.98
2484	MClA Revenue Bonds Equipment	331,454.25	295,158.79
2485	Veterans Park Phase II	(278,523.60)	221,005.40
2486	Computer Equipment/Software	(108,874.27)	6,955.26
2487	Applegarth/Clearbrook Traffic Light	349,550.00	(56,659.93)
2488	2009 Roads and Sidewalks Program	(90,866.80)	56,770.36
2489	Forge Road Drainage Improvements	(41,450.00)	(291,179.95)
2490A	Fuel Management System	3,470.00	74,803.00
2490B	Applegarth Park and Ride	(61,130.00)	137,332.00
2490C	Library Books	(151,495.08)	15,300.15
2490D	Perrineville Road Sidewalks	(10,330.00)	83,805.00
2490E	Drainage/Stormwater/GIS	(40,530.00)	127,091.00
2491	2009 MClA Revenue Bonds Equipment	595,682.55	212,482.94
2492	Oak Tree Baseball Field	(23,450.00)	(118,339.99)
	LED Lights Municipal Parking Lot	-	(186,402.75)
	Purchase of Computers	-	(15,838.00)
	Purchase of Library Books	-	(162,097.25)
	2010 Paving/Sidewalk Program	-	(137,200.00)
	2010 Drainage Program	-	(16,090.00)
	Public Safety Base Station	-	4,500.00
	Daniel P. Ryan Field Restrooms	-	(47,600.00)
	Recreation Radio/Sound System	-	1,400.00
	Recreation Awnings	-	500.00
	Municipal Complex Roof Replacement	-	(145,104.00)
	2010 MClA Revenue Bonds Equipment	-	106,087.68
		<u>\$ 6,068,624.62</u>	<u>\$ 8,683,131.35</u>
		C	C

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Township of Monroe
 County of Middlesex, New Jersey
 General Capital Fund

Schedule of Due From Developer

	<u>Ref.</u>	
Balance, December 31, 2009	C	<u>\$ 2,200,000.00</u>
Balance, December 31, 2010	C	<u>\$ 2,200,000.00</u>

Township of Monroe
 County of Middlesex, New Jersey
 General Capital Fund

Schedule of Deferred Charges to Future Taxation - Funded

	<u>Ref.</u>	Total	Serial Bonds	MCI/A Loans	Green Trust Loans	MCI/A Lease Purchase Agreements
Balance, December 31, 2009	C	\$ 20,080,669.74	\$ 17,138,474.21	\$ 1,436,381.81	\$ 214,700.86	\$ 1,291,112.86
Increased by:						
Obligations Issued		463,958.28	-	338,723.41	-	125,234.87
		<u>20,544,628.02</u>	<u>17,138,474.21</u>	<u>1,775,105.22</u>	<u>214,700.86</u>	<u>1,416,347.73</u>
Decreased by:						
Obligations Paid		3,050,365.83	2,097,259.42	312,265.99	11,943.42	628,897.00
Balance, December 31, 2010	C	\$ <u>17,494,262.19</u>	\$ <u>15,041,214.79</u>	\$ <u>1,462,839.23</u>	\$ <u>202,757.44</u>	\$ <u>787,450.73</u>

Township of Monroe
County of Middlesex, New Jersey
General Capital Fund

Schedule of Deferred Charges to Future Taxation - Unfunded

Ord. No.	Improvement Description	Balance Dec. 31, 2009	Authorized 2010	Bonds Issued	Budget Appropriation Note-Principal	Balance Dec. 31, 2010	Bond Anticipation Notes	Expenditures	Unexpended Balance of Improvement Authorizations
2001-11	2001 Road Paving and Sidewalk Program	\$ 74,472.00	\$ -	\$ -	\$ 3,609.00	\$ 70,863.00	\$ -	\$ -	\$ -
1998-24A	1998 Drainage Improvements	55,726.00	-	-	2,158.00	53,568.00	-	-	-
1998-24B	1998 Road Paving Program	84,801.00	-	-	3,588.00	81,213.00	-	-	-
1998-24C	Police Headquarters Phase 2	-	-	-	-	-	-	-	-
1998-24D	Historical Site Improvements	56,230.00	-	-	2,125.00	54,105.00	-	-	-
1998-24E	Farmhand Preservation	42,809.00	-	-	1,610.00	41,199.00	-	-	-
2002-40G	Improvements to Prospect Plains Rd. and Applegarth Rd.	138,790.00	-	-	-	138,790.00	-	-	-
2001-46H	Improvements to DPW and Construction Facility	42,239.00	-	-	1,787.00	40,452.00	-	-	158,790.00
2001-10C	Community Center Improvements	-	-	-	-	-	-	-	-
2001-10D	2001 Drainage Program	25,205.00	-	-	1,099.00	24,106.00	-	-	-
2000-12	Municipal Complex Improvements	1,755,241.15	-	-	54,838.00	1,700,383.15	-	-	198,106.15
2000-26A	Recreation and Open Space	5,605,245.00	-	-	80,032.00	5,525,193.00	-	-	3,000,000.00
2000-26B	Farmhand Preservation	380,928.00	-	-	5,400.00	375,528.00	-	-	-
2000-26C	Historic Site Improvements	85,233.00	-	-	-	85,233.00	-	-	233.00
2000-26D	Applegarth Roadway Improvements	75,233.00	-	-	-	75,233.00	-	-	75,233.00
2001-09A	Purchase of Library Books	352,985.00	-	-	11,675.00	341,310.00	246,610.00	284.96	94,415.04
2001-09B	Intersection of Prospect Plains/Whittingham/Concordia Circle	-	-	-	-	-	-	-	-
2001-09F	Recreation Storage Bldg. and Tot Lot Playground	173,000.00	-	-	-	173,000.00	-	-	173,000.00
2001-24A	Intersection of Gravel Hill/ Union Valley Road	400.00	-	-	-	400.00	-	-	400.00
2002-17A	Purchase of Library Books	15,200.00	-	-	15,200.00	-	-	-	-
2002-17B	Intersection of Forsgate Dr/Applegarth Rd/Poossum Hollow Rds	134,445.00	-	-	-	134,445.00	-	-	-
2002-17C	Purchase of Generator	59,833.75	-	-	-	59,833.75	-	-	59,833.75
2002-17E	Curbs and Sidewalks on Spotswood Englishtown Road	885,500.00	-	-	11,223.00	874,277.00	-	-	-
2002-17F	Improvements to Quiscali Park	168,227.00	-	-	7,500.00	160,727.00	-	-	-
2003-11A	Purchase of Library Books	420,654.00	-	-	20,000.00	400,654.00	-	-	-
2003-11B	2003 Road Paving and Sidewalk Program	236,193.00	-	-	10,000.00	226,193.00	-	-	-
2003-11C	Girls Softball Field and Parking Lot	26,500.00	-	-	2,741.00	23,819.00	-	-	-
2003-11D	Permeville Road Bridge Replacement	174,559.00	-	-	8,000.00	166,559.00	-	-	-
2003-11E	Traffic Light at Permeville Road and Schoolhouse Road	190,400.00	-	-	-	190,400.00	-	-	-
2003-11F	Traffic Light at Union Valley and Permeville Road	1,316,237.00	-	-	14,000.00	1,302,237.00	-	-	190,400.00
2003-11G	2003 & Forest Park Drainage Programs	170,800.00	-	-	9,800.00	161,000.00	-	-	-
2003-35	Construction of EMS and Firehouse	512,700.00	-	-	29,300.00	483,400.00	-	-	-
2004-24A	Purchase of Library Books	192,200.00	-	-	11,000.00	181,200.00	-	-	-
2004-24B	2004 Road Paving & Sidewalk Program	21,800.00	-	-	1,200.00	20,600.00	-	-	550.00
2004-24C	2004 Drainage Program	142,800.00	-	-	4,925.00	137,875.00	-	-	47,300.00
2004-24D	Demolition of Old Police Station	380,800.00	-	-	6,450.00	374,350.00	-	-	105,800.00
2004-24E	Federlin Belgin Mills/Kennonhills/Spotswood-Englishtown	75,200.00	-	-	10,000.00	65,200.00	-	-	5,200.00
2004-24F	Woodcrest Circle Improvements	92,400.00	-	-	13,300.00	79,100.00	-	-	-
2004-25	Feasibility Study Senior Center and Community Center	190,400.00	-	-	-	190,400.00	-	-	-
2004-40	Purchase of Computers	333,300.00	-	-	-	333,300.00	-	-	-
2005-32A	Purchase of Library Books	238,000.00	-	-	-	238,000.00	-	-	300.00
2005-32B	2005 Road Paving & Sidewalk Program	71,400.00	-	-	-	71,400.00	-	-	-
2005-32C	Matchaponix Extension Improvements	142,800.00	-	-	-	142,800.00	-	-	-
2005-32D	Girls Softball Field Irrigation	6,661,900.00	(250,000.00)	-	-	6,892,800.00	-	-	93,800.00
2005-32E	Recreation Facilities Improvements	11,300,350.00	300,000.00	-	-	11,256,350.00	-	-	256,627.90
2006-10A	Library Expansion	190,400.00	(50,000.00)	-	-	190,400.00	-	-	520,978.79
2006-10B	Community Center Addition	619,000.00	-	-	-	619,000.00	-	-	-
2006-10C	New Senior Center	166,600.00	-	-	-	166,600.00	-	-	139,600.00
2006-14A	Purchase of Library Books	627,300.00	-	-	-	627,300.00	-	-	427,300.00
2006-14B	2006 Road Paving & Sidewalk	252,300.00	-	-	-	252,300.00	-	-	202,300.00
2006-14C	Daniel P. Ryan Field Restrooms	665,000.00	-	-	-	665,000.00	-	-	165,000.00
2006-14D	2006 Drainage Program	285,400.00	-	-	-	285,400.00	-	-	35,400.00
2006-14E	Dry Farm England House	333,300.00	-	-	-	333,300.00	-	-	1,300.00
2007-03	James Monroe Park Improvements	333,300.00	-	-	-	333,300.00	-	-	108,900.00
2007-25A	Expansion of Park and Ride	190,400.00	-	-	-	190,400.00	-	-	200.00
2007-25B	Soccer Complex	1,523,800.00	-	-	-	1,523,800.00	-	-	24,190.97
2007-25C	2007 Paving and Sidewalks	47,600.00	-	-	-	47,600.00	-	-	99,649.03
2007-29A	Purchase of Library Books	380,900.00	-	-	-	380,900.00	-	-	22,600.00
2007-29B	Construction of EMS Fire Facility Fire District 2	93,200.00	-	-	-	93,200.00	-	-	20,900.00
2007-29C	Woodland School Baseball	190,400.00	-	-	-	190,400.00	-	-	70,300.00
2007-29D	Farmhand Preservation	190,400.00	-	-	-	190,400.00	-	-	-
2007-29E	Limits Drive and Forsgate Drive	5,710,000.00	-	-	-	5,710,000.00	-	-	2,604,601.62
2007-29F	Drainage - Ganbadi Road and Old Forge Road	-	-	-	-	-	-	-	-
2008-09	Open Space Acquisition	-	-	-	-	-	-	-	-

Township of Monroe
County of Middlesex, New Jersey
General Capital Fund

Schedule of Deferred Charges to Future Taxation - Unfunded

Ord. No.	Improvement Description	Analysis of Balance							Unexpended Balance of Improvement Authorizations
		Balance Dec. 31, 2009	Authorized 2010	Bonds Issued	Budget Appropriation Note Principal	Balance Dec. 31, 2010	Bond Anticipation Notes	Expenditures	
2008-10A	Purchase of Library Books	190,000.00	-	-	-	190,000.00	190,000.00	-	-
2008-10B	2008 Paving and Sidewalks	684,000.00	-	-	-	684,000.00	684,000.00	-	-
2008-10C	Improvements to Municipal Facilities	199,600.00	-	-	-	199,600.00	123,000.00	-	74,600.00
2008-10D	Purchase of Radio Equipment	733,000.00	-	-	-	733,000.00	695,000.00	-	38,000.00
2009-10	Veterans Park Phase II	3,428,000.00	-	-	-	3,428,000.00	500,000.00	-	2,928,000.00
2009-11	Computer Equipment/Software	190,400.00	-	-	-	190,400.00	190,400.00	-	-
2009-21	2009 Roads and Sidewalks Program	619,000.00	-	-	-	619,000.00	619,000.00	-	-
2009-22	Force Road Drainage Improvements	476,000.00	-	-	-	476,000.00	50,000.00	-	134,820.05
2009-22A	Fuel Management System	71,400.00	-	-	-	71,400.00	71,400.00	-	-
2009-22B	Applegrath Park and Ride	571,000.00	-	-	-	571,000.00	571,000.00	-	-
2009-22C	Library Books	190,400.00	-	-	-	190,400.00	190,400.00	-	-
2009-22D	Pennville Road Sidewalks	95,200.00	-	-	-	95,200.00	95,200.00	-	-
2009-22E	Drainage/Stormwater/GIS	190,400.00	-	-	-	190,400.00	190,400.00	-	-
2009-33	Oak Tree Baseball Field	238,000.00	-	-	-	238,000.00	190,000.00	-	48,000.00
2010-01	Improvements to Municipal Complex Parking Lot	76,000.00	76,000.00	-	-	76,000.00	-	118,339.99	19,660.01
2010-13A	Purchase of Computers	95,200.00	95,200.00	-	-	95,200.00	-	16,802.75	39,197.25
2010-13B	Purchase of Library Books	190,400.00	190,400.00	-	-	190,400.00	-	15,838.00	79,362.00
2010-13C	2010 Paving/Sidewalk Program	857,000.00	857,000.00	-	-	857,000.00	-	162,097.25	28,302.75
2010-13D	2010 Drainage Program	95,200.00	95,200.00	-	-	95,200.00	-	137,200.00	79,110.00
2010-13E	Public Safety Base Station	88,000.00	88,000.00	-	-	88,000.00	-	16,090.00	88,000.00
2010-13F	Daniel P. Ryan Field Restrooms	47,600.00	47,600.00	-	-	47,600.00	-	47,600.00	-
2010-13G	Recreation Radio/Sound System	26,100.00	26,100.00	-	-	26,100.00	-	47,600.00	26,100.00
2010-13H	Municipal Complex Roof Replacement	161,900.00	161,900.00	-	-	161,900.00	-	9,500.00	9,500.00
2010-13I	2010 MCI/A Revenue Bonds/Equipment	375,000.00	375,000.00	342,800.00	-	342,800.00	-	145,104.00	16,796.00
2010-16		-	-	-	-	-	-	32,200.00	32,200.00
		\$ 60,239,295.90	\$ 2,021,900.00	\$ 342,800.00	\$ 342,800.00	\$ 61,575,595.90	\$ 46,005,000.00	\$ 2,280,903.92	\$ 13,289,691.98

Ref.

Balance of Unexpended Improvement Authorization	\$ 17,305,822.93
Less Unexpended Proceeds of Bond Anticipation Notes	(4,016,130.95)
	\$ 13,289,691.98

Township of Monroe
 County of Middlesex, New Jersey
 General Capital Fund

Schedule of Grants Receivable

	<u>Balance Dec. 31, 2009</u>	<u>Awarded</u>	<u>Received</u>	<u>Balance Dec. 31, 2010</u>
County of Middlesex:				
Intersection of Forsgate Dr./ Applegarth Rd./Possum Hollow Rd. (2463B)	\$ 300,000.00	\$ -	\$ -	\$ 300,000.00
Traffic Light at Perrineville Rd. and Schoolhouse Rd. (2467E)	194,424.17	-	-	194,424.17
Traffic Light at Applegarth and Cranbury Station Rd. (2481)	\$ 1,950,000.00	-	\$ 1,267,970.11	682,029.89
Applegarth/Clearbrook Traffic Light(2487)	400,000.00	-	-	400,000.00
	<u>\$ 2,844,424.17</u>	<u>\$ -</u>	<u>\$ 1,267,970.11</u>	<u>\$ 1,576,454.06</u>
Department of Transportation:				
Intersection of Gravelhill Rd. and Union Valley Rd. (2462A)	\$ 187,500.00	\$ -	\$ -	\$ 187,500.00
Traffic Light at Perrineville Rd. and Union Valley Rd. (2467F)	250,000.00	-	-	250,000.00
2005 Road Paving and Sidewalk Program (2474B)	250,000.00	-	-	250,000.00
	<u>\$ 687,500.00</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 687,500.00</u>
CDBG:				
Municipal Complex Improvements New Senior Center (2475C)	\$ 251,914.93	\$ -	\$ -	\$ 251,914.93
New Senior Center-Stimulus Funds(2475C)	49,058.00	-	-	49,058.00
	<u>\$ 300,972.93</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 300,972.93</u>
Due From Dept. of Energy: LED Lighting	\$ -	\$ 149,600.00	\$ -	\$ 149,600.00
Due From State: New Senior Center (2475C)	\$ 100,000.00	\$ -	\$ -	\$ 100,000.00
	<u>\$ 100,000.00</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 100,000.00</u>
	<u>\$ 3,932,897.10</u>	<u>\$ 149,600.00</u>	<u>\$ 1,267,970.11</u>	<u>\$ 2,814,526.99</u>
	C			C

Township of Monroe
County of Middlesex, New Jersey
General Capital Fund

Schedule of Reserve for Affordable Housing Assistance

	<u>Reference</u>	
Balance, December 31, 2009	C	\$ 1,590,397.32
Increased by:		
Interest Earned	C-1	<u>3,428.87</u>
Balance, December 31, 2010	C	<u>\$ 1,593,826.19</u>

Schedule of Reserve for Encumbrances

Balance, December 31, 2009	C	\$ 13,104,220.04
Increased by:		
Charged to Improvement Authorizations	C-9	<u>10,227,911.43</u>
Decreased by:		\$ 23,332,131.47
Transfer to Improvement Authorizations	C-9	<u>13,104,220.04</u>
Balance, December 31, 2010	C	<u>\$ 10,227,911.43</u>

Township of Monroe
County of Middlesex, New Jersey
General Capital Fund

Schedule of Improvement Authorizations

Ord. No.	Improvement Description	Balance, Dec. 31, 2009		2010 Authorizations		Balance, Dec. 31, 2010				
		Funded	Unfunded	Encumbered	Capital Improvement Fund	Deferred Charges to Future Taxation	Grants and Other Contributions	Expended	Funded	Unfunded
2001-20	Affordable Housing 2001	\$ 22,061.29	\$ -	\$ 13,675.75	\$ -	\$ -	\$ 15,030.75	\$ 20,706.29	\$ -	\$ -
2002-24	Affordable Housing 2002	15,157.00	-	7,550.00	-	-	9,286.61	13,420.39	-	-
2003-21	Affordable Housing 2003	2,447.60	-	-	-	-	-	2,447.60	-	-
2004-27	Affordable Housing 2004	76,777.31	-	571.17	-	-	3,996.18	72,952.30	-	-
2005-35	Affordable Housing 2005	175,335.42	-	5,257.35	-	1,024.82	582.34	174,738.47	-	-
1994-16	Cultural and Heritage Museum	164.79	-	-	-	-	-	-	-	-
1997-20	Old Forge Rd. Phase 2 and 3	17,050.81	-	-	-	-	-	17,050.81	-	2,108.08
2001-11	2001/2002 Paving/Sidewalk	-	2,108.08	-	-	-	-	-	50.00	8,894.10
1998-24A	1998-2000 Drainage Improvements	-	8,944.10	-	-	-	-	-	585.50	846.33
1998-24E	Historic Site Improvements	-	17,498.33	-	-	-	-	-	5,060.15	42,809.00
2002-40	Farmland Preservation	-	42,809.00	-	-	-	-	-	10,704.76	158,790.00
2003-46H	Intersection of Applegraph Rd./ Prospect Plains Road	-	158,790.00	-	-	-	-	-	-	-
2001-10D	Improvements to DPW and Construction Facility	-	9,488.23	-	-	-	2,242.00	-	23.00	9,465.23
1999-19B	2001 Drainage Improvements	16,449.59	-	-	-	-	-	14,207.59	-	-
1999-17	Forsgate/Rosemeor Drive Light	91,200.50	-	-	-	-	-	91,200.50	-	-
2000-12	Recreation and Open Space	-	-	3,640.00	-	-	-	-	-	-
2000-26A	Municipal Complex Improvements	-	415,322.58	-	-	-	-	-	-	342,271.20
2000-26B	Recreation and Open Space	-	4,886,863.71	-	-	-	-	-	-	4,779,483.71
2000-26C	Farmland Preservation	-	235,999.10	-	-	-	-	-	-	235,645.10
2000-26D	Historic Site Improvements	-	69,440.57	15,224.05	-	-	354.00	-	-	69,360.57
2000-26E	Applegraph Roadway Improvements	-	75,233.00	5,705.75	-	-	80.00	-	-	75,233.00
2001-49B	Intersection of Prospect Plains/Whart/Concordia	-	173,000.00	-	-	-	-	-	-	173,000.00
2001-24	Intersection of Cranial/Jinon Valley Roads	-	400.00	-	-	-	-	-	-	400.00
2002-17A	Purchase of Foregate Dr./Applegraph Rd./Prostem Hollow Rd	202,255.99	-	55,335.70	-	-	202.80	202,255.99	-	-
2002-17B	Intersection of Foregate Dr./Applegraph Rd./Prostem Hollow Rd	4,425.69	-	17,187.41	-	-	38,208.75	4,425.69	-	-
2002-17C	Intersection of Foregate Dr./Applegraph Rd./Prostem Hollow Rd	470,163.69	-	-	-	-	17,214.41	485,363.69	-	-
2002-17E	Purchase of Generator	26,739.97	-	-	-	-	-	26,739.97	-	-
2002-17F	Curbs and Sidewalks on Spotswood Englishtown Road	-	59,833.75	-	-	-	508.00	-	-	3,865.41
2003-11A	Improvements to Outlook Park	-	95,833.64	-	-	-	-	-	-	59,833.75
2003-11B	Purchase of Library Books	-	1,539.17	-	-	-	584.34	-	-	95,325.64
2003-11C	Girls Softball Field and Peaking Lot	-	1,319.76	-	-	-	213.00	-	-	1,106.76
2003-11D	Penncville Road Bridge Replacement	-	13,334.78	-	-	-	24.00	-	-	12,310.78
2003-11E	Traffic Light at Penncville Road and Schoolhouse Rd.	-	150,877.88	-	-	-	590.33	-	-	150,287.55
2003-11F	Traffic Light at Union Valley Road and Penncville Rd.	-	190,400.00	-	-	-	-	-	-	190,400.00
2003-11G	2003 Forest Park Drainage Programs	238,839.34	-	-	-	-	179.00	238,839.34	-	-
2003-35	Construction of EMS Dispatch	-	149,968.16	-	-	-	1,227.00	-	-	149,968.16
2004-25	Construction of EMS Dispatch	-	8,789.36	-	-	-	89,970.03	-	-	7,563.46
2004-27A	Various Applegraph Road Intersections	252,183.61	-	80,397.92	-	-	24,786.38	218,025.12	-	-
2004-27B	Purchase of Library Books	-	438.71	-	-	-	152.00	-	-	386.71
2004-27C	2004 Road Paving & Sidewalk Program	-	11,468.12	-	-	-	11,468.12	-	-	-
2004-27D	2004 Drainage Programs	-	1,270.32	9,490.50	-	-	171.00	-	-	1,059.31
2004-27E	Penncville Old Post Station	-	20,000.00	4,540.00	-	-	4,540.00	-	-	20,000.00
2004-27F	Federal/N. Begin Mills Neotomb/Spotswood/Englishtown	-	96,974.00	14,513.15	-	-	253.00	-	-	96,974.00
2004-27G	Woodcrest Field Improvements	-	153,584.71	-	-	-	75.00	-	-	153,331.71
2004-27H	Feasibility Study, Senior Center & Community Center	-	32,409.04	3,000.00	-	-	3,000.00	-	-	32,352.00
2004-27I	Purchase of Computers	-	4,546.84	-	-	-	612.33	-	-	4,471.84
2004-27J	Purchase of Library Books	-	4,079.68	-	-	-	314.00	-	-	3,467.35
2004-27K	2009 Road Paving & Sidewalk Program	-	9,109.20	-	-	-	224.00	-	-	8,795.20
2004-27L	Marion Roadway Improvements	-	18,854.31	-	-	-	6,272.00	-	-	18,630.31
2004-27M	Girls Softball Field Irrigation	-	6,355.88	-	-	-	135.00	-	-	6,220.88
2004-27N	Recreation Facilities Improvements	-	4,398.62	-	-	-	8,197.86	-	-	4,263.62
2004-27O	Library Expansion	-	365,360.98	36,617.86	-	-	34,998.00	-	-	118,952.98
2004-27P	Community Center Addition	-	231,534.81	872,763.16	-	-	418,085.03	-	-	286,627.90
2004-27Q	New School Center	-	1,578,519.78	9,652,123.89	-	-	4,352,997.23	-	-	520,978.79
2004-27R	Penncville Center	-	3,869.16	-	-	-	283.66	-	-	3,525.50
2004-27S	2006 Road Paving & Sidewalk	-	4,756.20	3,232.88	-	-	25.00	-	-	4,690.80
2004-27T	Dennis J. Ryan Field Restrooms	-	197,829.40	27,172.95	-	-	7,683.85	-	-	139,804.40
2004-27U	New Drainage Program	-	892,783.00	21,719.68	-	-	2,160.00	-	-	492,077.40
2004-27V	Dix Farm England House	-	296,145.28	591,113.19	-	-	584,457.80	-	-	242,624.99
2004-27W	James Merrere Park Improvements	-	107,663.27	143,779.88	-	-	151,982.12	-	-	234,557.63
2004-27X	Expansion of Park and Ride	-	1,194.64	-	-	-	269.08	-	-	94,387.72
2004-27Y	Soccer Complex	-	120,289.73	522.92	-	-	522.92	-	-	3,925.56
2004-27Z	2007 Paving and Sidewalks	-	5,201.50	1,669.57	-	-	1,669.57	-	-	119,766.81
2007-29C	Purchase of Library Books	-	1,073,595.67	-	-	-	973,996.64	-	-	5,331.93
2007-29B	Construction of EMS Fire Facility Fire District 2	-	25,719.63	-	-	-	24.00	-	-	99,649.03
2007-29C	Woodland School Baseball	-	21,668.11	-	-	-	139.00	-	-	23,725.63
2007-29D	Farmland Preservation	-	79,860.97	-	-	-	27,248.65	-	-	21,339.11
2007-29E	Links Drive and Forsgate Drive	-	-	16,114.62	-	-	13,767.50	-	-	79,836.67
2007-29F	Ganhsahl Rd and Old Forge Rd	-	-	34,829.55	-	-	-	-	-	-

Township of Monroe
County of Middlesex, New Jersey
General Capital Fund

Schedule of Improvement Authorizations

Ord. No.	Improvement Description	2010 Authorizations				Capital Improvement Fund	Deferred to Future Taxation	Grants and Other Contributions	2010		Balance, Dec. 31, 2010	
		Funded	Unfunded	Encumbered	Expended				Encumbered	Expended	Funded	Unfunded
2008-08	Signal Applebark Rd / Cambury Station Rd/ Union Valley Rd	503,785.26	-	-	-	-	-	-	35,316.35	500,949.49	-	-
2008-09	Open Space Acquisition	-	2,798,683.62	-	-	-	-	1,474.00	301,511.57	-	2,604,601.62	-
2008-10A	Purchase of Library Books	-	3,797.20	-	-	-	-	67,668.79	290.58	-	3,506.62	-
2008-10B	2008 Paving and Sidewalks	-	122,586.78	-	-	-	-	874.42	121,712.36	-	-	-
2008-10C	Improvements to Municipal Facilities	2,351.43	199,600.00	-	-	-	-	-	6,487.07	2,233.43	199,600.00	-
2008-10D	Purchase of Ratio Equipment	-	107,639.70	-	-	-	-	-	192,815.92	-	106,279.98	-
2008-23	MCA Revenue Bonds Equipment	331,454.25	-	-	-	-	-	-	59,714.87	295,158.79	-	-
2009-10	Veterans Park Phase II	-	3,149,476.40	-	-	-	-	5,529.59	31,206.50	-	3,149,005.40	-
2009-11	Computer Equipment/Software	-	81,223.73	-	-	-	-	259,192.30	1,403,075.8	-	6,955.26	-
2009-20	Applebark/Cleethook Traffic Light	749,550.00	-	-	-	-	-	1,001.89	108,428.40	343,340.07	56,770.36	-
2009-21	2009 Roads and Sidewalks Program	-	528,133.20	-	-	-	-	506,826.78	169,854.53	-	134,820.05	-
2009-22	Fogge Road Drainage Improvements	-	434,350.00	-	-	-	-	325,898.45	37,925.40	3,403.00	71,400.00	-
2009-23A	Fuel Management System	3,470.00	-	-	-	-	-	390,735.30	57,241.95	-	137,332.00	-
2009-23B	Applebark Park and Ride	-	71,400.00	-	-	-	-	1,776.68	101,938.21	-	15,309.15	-
2009-23C	Library Books	-	38,904.92	-	-	-	-	-	15,481.00	-	83,805.00	-
2009-23D	Pennsville Road Sidewalks	-	84,870.00	-	-	-	-	-	48,546.70	-	-	-
2009-23E	Drainage/Stormwater (GIS)	-	149,870.00	-	-	-	-	9,714.00	152,262.00	-	127,091.00	-
2009-27	2009 MCA Revenue Bonds Equipment	595,682.55	-	-	-	-	-	288,486.06	197,183.55	212,482.94	-	-
2009-31	Oak Tree Baseball Field	-	214,350.00	-	-	-	-	32,706.44	19,402.40	-	19,660.01	-
2010-01	LED Lights Municipal Parking Lot	-	-	-	-	4,000.00	76,000.00	-	20,638.00	-	39,197.25	-
2010-11A	Purchase of Computers	-	-	-	-	4,000.00	95,200.00	-	20,638.00	-	79,562.00	-
2010-11B	Purchase of Library Books	-	-	-	-	9,600.00	190,400.00	-	81,490.60	-	28,302.75	-
2010-11C	2010 Paving/Sidewalk Program	-	-	-	-	43,000.00	857,000.00	-	165,609.50	-	719,800.00	-
2010-11D	2010 Drainage Program	-	-	-	-	4,800.00	95,200.00	-	19,197.00	-	88,000.00	-
2010-11E	Public Safety Base Station	-	-	-	-	4,500.00	88,000.00	-	-	4,500.00	-	-
2010-13F	Daniel P. Ryan Field Restrooms	-	-	-	-	2,400.00	47,600.00	-	-	-	26,100.00	-
2010-13G	Recreation Awnings/ Roof Replacement	-	-	-	-	1,400.00	26,100.00	-	-	1,400.00	9,500.00	-
2010-13H	Recreation Awnings/ Roof Replacement	-	-	-	-	500.00	9,500.00	-	-	500.00	16,796.00	-
2010-13I	Municipal Complex Roof Replacement	-	-	-	-	8,100.00	161,900.00	-	72,544.00	-	106,087.68	-
2010-16	2010 MCA Revenue Bonds Equipment	-	-	-	-	-	375,000.00	-	229,629.57	-	-	-
		\$ 3,844,246.32	\$ 20,454,689.95	\$ 13,104,220.04	\$ 83,100.00	\$ 2,021,900.00	\$ 1,499,600.00	\$ 10,227,911.43	\$ 9,024,895.37	\$ 3,099,126.58	\$ 17,305,822.93	

Ref.

Township of Monroe
 County of Middlesex, New Jersey
 General Capital Fund

Schedule of Reserve for Capital Improvement Fund

	<u>Ref.</u>		
Balance, December 31, 2009	C	\$	14,350.00
Increased by:			
2010 Budget Appropriation			<u>100,000.00</u>
		\$	114,350.00
Decreased by:			
Appropriated to Finance Improvement Authorizations			<u>83,100.00</u>
Balance, December 31, 2010	C	\$	<u><u>31,250.00</u></u>

Township of Monroe
 County of Middlesex, New Jersey
 General Capital Fund

Schedule of Miscellaneous Reserves

	<u>Balance Dec.31,2009</u>	<u>Increased</u>	<u>Decreased</u>	<u>Balance Dec.31,2010</u>
Reserve for Roadway Improvements	\$ 440,985.54		\$	440,985.54
Middlesex County Share of Schoolhouse Project	-	1,000,000.00	-	1,000,000.00
Fire District 2 Solar Panels	25,000.00	75,000.00	100,000.00	-
	<u>\$ 465,985.54</u>	<u>\$ 1,075,000.00</u>	<u>\$ 100,000.00</u>	<u>\$ 1,440,985.54</u>
	C	I-C	9-C	C

Township of Monroe
County of Middlesex, New Jersey
General Capital Fund

Schedule of Bond Anticipation Notes

No.	Ord. No.	Description	Date of Ordinance	Date of Original Issue	Date of Maturity	Interest Rate	Balance		Interest	Premium	Balance
							Dec. 31, 2009	Dec. 31, 2010			
2416F	2011-11F	2001 Road Paving and Sidewalk Program	04/28/98	02/24/04	02/10/10	1.000%	\$	\$	74,472.00	\$	70,863.00
2441	1998-24A	1998 Drainage Projects	06/08/98	02/24/04	02/10/10	1.000%	55,726.00	53,368.00	55,726.00	-	53,368.00
2442	1998-24B	1998 Road Paving Programs	06/08/98	02/24/04	02/10/10	1.000%	84,801.00	81,213.00	84,801.00	-	81,213.00
2443	1998-24D	Historical Site Improvements	06/08/98	02/24/04	02/10/10	1.000%	56,230.00	54,105.00	56,230.00	-	54,105.00
2445	1998-24E	FarmLand Preservation	06/08/98	02/24/04	02/10/10	1.000%	42,809.00	41,199.00	42,809.00	-	41,199.00
2446	2003-46H	Improvements to DPW and Construction Facility	06/08/98	02/24/04	02/10/10	1.000%	40,452.00	42,239.00	40,452.00	-	42,239.00
2450D	2001-10D	2001 Drainage Improvements	04/02/01	02/24/04	02/10/10	1.000%	25,205.00	24,106.00	25,205.00	-	24,106.00
2456	2000-12	Municipal Complex Improvements	05/01/00	02/24/04	02/10/10	1.000%	1,057,135.00	1,057,135.00	1,057,135.00	-	1,057,135.00
2456	2000-12	Municipal Complex Improvements	05/01/00	07/03/08	02/10/10	1.000%	300,000.00	300,000.00	300,000.00	-	300,000.00
2460A	2000-26A	Recreation and Open Space	08/28/00	02/24/04	02/10/10	1.000%	5,695,245.00	2,525,193.00	5,695,245.00	-	2,525,193.00
2460B	2000-26B	FarmLand Preservation	08/28/00	02/24/04	02/10/10	1.000%	380,928.00	375,528.00	380,928.00	-	375,528.00
2460C	2000-26C	Historic Site Improvements	08/28/00	07/03/08	02/10/10	1.000%	85,000.00	85,000.00	85,000.00	-	85,000.00
2461B	2001-09B	Intersection of Prospect Pines/Whitman/Concordia	04/02/01	02/24/04	02/10/10	1.000%	248,295.00	248,295.00	248,295.00	-	248,295.00
2463B	2002-17A	Letter Fostage/Applegate/Postum Hollow Rd	05/06/02	02/15/07	02/10/10	1.000%	15,200.00	-	15,200.00	-	-
2463C	2002-17C	Purchase of Generator	05/06/02	02/11/09	02/10/10	1.000%	134,445.00	134,445.00	134,445.00	-	134,445.00
2463F	2002-17F	Improvements to Outcall Park	05/06/02	02/15/07	02/10/10	1.000%	188,777.00	188,777.00	188,777.00	-	188,777.00
2463G	2002-17G	Improvements to Outcall Park	05/06/02	07/03/08	02/10/10	1.000%	300,000.00	300,000.00	300,000.00	-	300,000.00
2467A	2003-11A	Purchase of Library Books	05/05/03	02/24/04	02/10/10	1.000%	168,227.00	160,727.00	168,227.00	-	160,727.00
2467B	2003-11B	2003 Road Paving and Sidewalk Program	05/05/03	02/24/04	02/10/10	1.000%	420,654.00	400,654.00	420,654.00	-	400,654.00
2467C	2003-11C	Cris Sorbahl Field and Pickling Lot	05/05/03	02/24/04	02/10/10	1.000%	236,193.00	226,193.00	236,193.00	-	226,193.00
2467D	2003-11D	Pennville Bridge Replacement	05/05/03	02/15/07	02/10/10	1.000%	28,569.00	25,819.00	28,569.00	-	25,819.00
2467E	2003-11E	Traffic Light at Pennville Road & Schoolhouse Road	05/05/03	02/24/04	02/10/10	1.000%	174,559.00	166,559.00	174,559.00	-	166,559.00
2467G	2003-11G	2003 & Forest Park Drainage Programs	05/05/03	07/03/08	02/10/10	1.000%	190,400.00	190,400.00	190,400.00	-	190,400.00
2468	2003-25	Construction of EMS and Firehouses	09/03/03	02/24/04	02/10/10	1.000%	1,316,237.00	1,316,237.00	1,316,237.00	-	1,316,237.00
2470A	2004-24A	Purchase of Library Books	05/24/04	02/24/04	02/10/10	1.000%	170,800.00	161,000.00	170,800.00	-	161,000.00
2470B	2004-24B	2004 Road Paving & Sidewalk Program	05/24/04	02/22/05	02/10/10	1.000%	512,700.00	483,400.00	512,700.00	-	483,400.00
2470C	2004-24C	2004 Drainage Program	05/24/04	02/22/05	02/10/10	1.000%	192,200.00	181,200.00	192,200.00	-	181,200.00
2470D	2004-24D	Demolition of Old Police Station	05/24/04	02/15/07	02/10/10	1.000%	23,250.00	22,050.00	23,250.00	-	22,050.00
2470E	2004-24E	Federal/N Began Mills/Monmouth/Spotswood-Englishtown	05/24/04	02/15/07	02/10/10	1.000%	95,500.00	90,575.00	95,500.00	-	90,575.00
2470F	2004-24F	Woodcrest Circle Improvements	05/24/04	02/15/07	02/10/10	1.000%	125,000.00	118,550.00	125,000.00	-	118,550.00
2470F	2004-24F	Woodcrest Circle Improvements	05/24/04	07/03/08	02/10/10	1.000%	150,000.00	150,000.00	150,000.00	-	150,000.00
2471	2004-25	Feasibility Study, Senior & Community Centers	05/24/04	02/22/05	02/10/10	1.000%	70,000.00	60,000.00	70,000.00	-	60,000.00
2473	2004-40	Purchase of Computers	11/29/04	02/22/05	02/10/10	1.000%	92,400.00	79,100.00	92,400.00	-	79,100.00
2474A	2005-32A	Purchase of Library Books	06/27/05	07/03/08	02/10/10	1.000%	190,400.00	190,400.00	190,400.00	-	190,400.00
2474B	2005-32B	2005 Road Paving & Sidewalk Program	06/27/05	07/03/08	02/10/10	1.000%	333,000.00	333,000.00	333,000.00	-	333,000.00
2474C	2005-32C	Manahock Extension Improvements	06/27/05	07/03/08	02/10/10	1.000%	238,000.00	238,000.00	238,000.00	-	238,000.00
2474D	2005-32D	Cris Sorbahl Field Irrigation	06/27/05	07/03/08	02/10/10	1.000%	71,400.00	71,400.00	71,400.00	-	71,400.00
2474E	2005-32E	Recreation Facilities Improvements	06/27/05	07/03/08	02/10/10	1.000%	142,800.00	142,800.00	142,800.00	-	142,800.00
2475A	2006-10A	Library Expansion	03/27/06	07/03/08	02/10/10	1.000%	6,799,000.00	6,799,000.00	6,799,000.00	-	6,799,000.00
2475B	2006-10B	Community Center Addition	03/27/06	07/03/08	02/10/10	1.000%	6,100,000.00	6,100,000.00	6,100,000.00	-	6,100,000.00
2475C	2006-10C	New Senior Center	03/27/06	02/11/09	02/10/10	1.000%	500,000.00	500,000.00	500,000.00	-	500,000.00
2476A	2006-14A	Purchase of Library Books	04/26/06	02/11/09	02/10/10	1.000%	190,400.00	190,400.00	190,400.00	-	190,400.00
2476B	2006-14B	2006 Road Paving & Sidewalk	04/26/06	02/11/09	02/10/10	1.000%	619,000.00	619,000.00	619,000.00	-	619,000.00
2476C	2006-14C	Daniel P Ryan Field Restrooms	04/26/06	02/11/09	02/10/10	1.000%	27,000.00	27,000.00	27,000.00	-	27,000.00
2476D	2006-14D	2006 Drainage Program	04/26/06	02/11/09	02/10/10	1.000%	200,000.00	200,000.00	200,000.00	-	200,000.00
2476E	2006-14E	Dry Farm England House	04/26/06	02/10/10	02/10/10	1.000%	50,000.00	50,000.00	50,000.00	-	50,000.00
2478	2007-03	James Monroe Park Improvements	03/05/07	02/10/10	02/10/10	1.000%	500,000.00	500,000.00	500,000.00	-	500,000.00
2479A	2007-25A	Expansion of Park and Ride	06/07/07	02/11/09	02/10/10	1.000%	330,000.00	330,000.00	330,000.00	-	330,000.00
2479B	2007-25B	Soocer Complex	06/07/07	02/11/09	02/10/10	1.000%	510,000.00	510,000.00	510,000.00	-	510,000.00
2479C	2007-25C	2007 Paving and Sidewalks	06/25/07	02/11/09	02/10/10	1.000%	190,200.00	190,200.00	190,200.00	-	190,200.00
2480A	2007-29A	Purchase of Library Books	06/25/07	02/10/10	02/10/10	1.000%	1,400,000.00	1,400,000.00	1,400,000.00	-	1,400,000.00
2480B	2007-29B	Construction of EMS Fire Facility Fire District 2	06/25/07	02/10/10	02/10/10	1.000%	25,000.00	25,000.00	25,000.00	-	25,000.00
2480C	2007-29C	Woodland School Baseball	06/25/07	02/10/10	02/10/10	1.000%	360,000.00	360,000.00	360,000.00	-	360,000.00
2480D	2007-29D	FarmLand Preservation	06/25/07	02/10/10	02/10/10	1.000%	25,000.00	25,000.00	25,000.00	-	25,000.00
2480E	2007-29E	Links Drive and Forgeage Drive	06/25/07	02/10/10	02/10/10	1.000%	190,400.00	190,400.00	190,400.00	-	190,400.00
2480F	2007-29F	Drainage - Gambold Road and Old Forge Road	06/25/07	02/10/10	02/10/10	1.000%	3,000,000.00	3,000,000.00	3,000,000.00	-	3,000,000.00
2482	2008-09	Open Space Acquisition	07/07/08	02/10/10	02/10/10	1.000%	190,000.00	190,000.00	190,000.00	-	190,000.00
2482A	2008-10A	Purchase of Library Books	07/07/08	02/10/10	02/10/10	1.000%	684,000.00	684,000.00	684,000.00	-	684,000.00
2482B	2008-10B	2008 Paving and Sidewalks	07/07/08	02/10/10	02/10/10	1.000%	125,000.00	125,000.00	125,000.00	-	125,000.00
2482C	2008-10C	Improvements to Municipal Facilities	07/07/08	02/10/10	02/10/10	1.000%	495,000.00	495,000.00	495,000.00	-	495,000.00
2482D	2008-10D	Purchase of Radio Equipment	07/07/08	02/10/10	02/10/10	1.000%	501,000.00	501,000.00	501,000.00	-	501,000.00
2485	2009-10	Veterans Park Phase II	05/04/09	02/10/10	02/10/10	1.000%	-	-	-	-	-

Township of Monroe
County of Middlesex, New Jersey
General Capital Fund

Schedule of Bond Anticipation Notes

No.	Ord No.	Description	Date of Ordinance	Date of Issue	Date of Maturity	Interest Rate	Balance Dec. 31, 2022	Increase	Decrease	Balance Dec. 31, 2023					
2486	2009-11	Computer Equipment/Software	05/04/09	02/10/10	02/09/11	1.000%	-	190,400.00	-	190,400.00					
2488	2009-21	2009 Roads and Sidewalks Program	06/03/09	02/10/10	02/09/11	1.000%	-	619,000.00	-	619,000.00					
2489	2009-22	Forge Road Drainage Improvements	06/29/09	02/10/10	02/09/11	1.000%	-	50,000.00	-	50,000.00					
2490A	2009-23A	Fuel Management System	06/29/09	02/10/10	02/09/11	1.000%	-	71,400.00	-	71,400.00					
2490B	2009-23B	Appalachian Park and Ride	06/29/09	02/10/10	02/09/11	1.000%	-	571,000.00	-	571,000.00					
2490C	2009-23C	Library Books	06/29/09	02/10/10	02/09/11	1.000%	-	190,400.00	-	190,400.00					
2490D	2009-23D	Pennville Road Sidewalks	06/29/09	02/10/10	02/09/11	1.000%	-	95,200.00	-	95,200.00					
2490E	2009-23E	Drainage/Stormwater/GIS	06/29/09	02/10/10	02/09/11	1.000%	-	180,400.00	-	180,400.00					
2492	2009-33	Oak Tree Baseball Field	11/30/09	02/10/10	02/09/11	1.000%	-	100,000.00	-	100,000.00					
							\$	31,420,000.00	\$	46,005,000.00	\$	31,420,000.00	\$	46,005,000.00	
							C	C-2	C-2	C	C	C-2	C	C	C

Township of Monroe
County of Middlesex, New Jersey
General Capital Fund

Schedule of General Serial Bonds

Purpose	Date of Issue	Original Issue	Maturities of Bonds Outstanding December 31, 2010	Interest Rate	Balance		Balance Dec. 31, 2010	
					Dec. 31, 2009	Decreased		
General Improvement Bonds of 1999	02/01/99	\$ 9,445,000 00	960,000 00 975,000 00	4.25% 4.30%	\$ 2,875,000 00	\$ -	\$ 940,000 00	1,935,000 00
	02/15/03	1,145,000 00	25,000 00 30,000 00 1,030,000 00	5.00% 5.25% 5.00%	1,105,000 00	-	20,000 00	1,085,000 00
Pension Refunding Bonds 2003	04/01/03	12,000,000 00	880,000 00 880,000 00 880,000 00 880,000 00 880,000 00 880,000 00 880,000 00	3.50% 3.50% 3.50% 3.50% 3.60% 3.70% 3.80% 3.90% 4.00%	8,770,000 00	-	850,000 00	7,920,000 00
	11/14/06	4,910,789 58	300,874 72 309,224 52 327,364 24 340,149 31 352,326 10 369,156 94 385,553 58 401,496 27 421,964 35 436,863 73 456,241 03	4.550% 4.550% 4.550% 4.550% 4.550% 4.550% 4.550% 4.550% 4.550% 4.550% 4.550%	4,388,474 21	-	287,259 42	4,101,214 79
Total					\$ 17,138,474 21	\$ -	\$ 2,097,259 42	\$ 15,041,214 79

Township of Monroe
County of Middlesex, New Jersey
General Capital Fund

Schedule of Loans and Lease Programs

Green Trust Loans:		Schedule of Maturities		Interest Rate	Balance Dec. 31, 2009	Increased	Decreased	Balance Dec. 31, 2010
Purpose	Date	Amount	Date		\$	\$	\$	\$
Ballfield Improvements	01/11/05	\$ 265,600.16	2011-2025	2.00%	214,700.86	-	11,943.42	202,757.44
					C			
MCIA Program Loans:		Maturities of Bonds Outstanding December 31, 2010		Interest Rate	Balance Dec. 31, 2009	Increased	Decreased	Balance Dec. 31, 2010
			Date		\$	\$	\$	\$
MCIA Revenue Bonds 2008 Loan	12/12/08	\$ 928,368.92	07/15/11	3.000%	753,768.37	-	179,969.52	573,798.85
			07/15/12	3.000%				
			07/15/13	3.125%				
MCIA Revenue Bonds 2009 Loan	09/15/09	\$ 682,613.44	07/15/11	2.000%	682,613.44	-	132,296.47	550,316.97
			07/15/12	2.500%				
			07/15/13	2.500%				
			07/15/14	2.500%				
MCIA Revenue Bonds 2009 Loan	09/30/10	\$ 338,723.41	07/15/11	1.500%	-	338,723.41	-	338,723.41
			07/15/12	4.000%				
			07/15/13	4.000%				
			07/15/14	3.000%				
			07/15/15	3.000%				
					C			
					\$ 1,436,381.81	\$ 338,723.41	\$ 312,265.99	\$ 1,462,839.23
					C			
MCIA Equipment Lease Program:		Maturities of Bonds Outstanding December 31, 2010		Interest Rate	Balance Dec. 31, 2009	Increased	Decreased	Balance Dec. 31, 2010
			Date		\$	\$	\$	\$
MCIA Equipment Lease Purchase Agreements - Principal					1,291,112.86	125,234.87	628,897.00	787,450.73
					C			

Township of Monroe
County of Middlesex, New Jersey
General Capital Fund

Schedule of Bonds and Notes Authorized But Not Issued

Ord. No.	Improvement Description	Balance Dec. 31, 2009	Authorized -- 2010 --	Bond Anticipation Notes Reduced	Bonds Issued	Bond Anticipation Notes Issued	Balance Dec. 31, 2010
2004-24D	Demolition of Old Police Station	\$ 550.00	\$ -	-	-	-	\$ 550.00
2004-24E	Federal/N Bergin Mills/Spotswood Engtwn	47,300.00	-	-	-	-	47,300.00
2004-24F	Woodcrest Circle Improvements	105,800.00	-	-	-	-	105,800.00
2004-25	Feasibility Study Senior & Comm Center	5,200.00	-	-	-	-	5,200.00
2002-40G	Intersection Applegarth/Prospect Plains Rds.	158,790.00	-	-	-	-	158,790.00
2000-12	Municipal Complex Improvements	198,106.15	-	-	-	-	198,106.15
2000-26A	Recreation and Open Space	-	-	3,000,000.00	-	-	3,000,000.00
2000-26C	Historical Site Improvements	233.00	-	-	-	-	233.00
2000-26D	Applegarth Roadway Improvements	75,233.00	-	-	-	-	75,233.00
2001-09B	Intersection Prospect Plains/Whitt/Concordia Rds.	94,700.00	-	-	-	-	94,700.00
2001-24A	Intersection Gravelhill/Union Valley Roads	173,000.00	-	-	-	-	173,000.00
2002-17A	Purchase of Library Books	400.00	-	-	-	-	400.00
2002-17E	Curbs and Sidewalks Spotswood/Englishtown Road	59,833.75	-	-	-	-	59,833.75
2002-17F	Improvements to Outcalt Park	385,500.00	-	-	-	-	385,500.00
2005-32B	2005 Road Paving & Sidewalk Program	300.00	-	-	-	-	300.00
2003-11F	Traffic Light at Perrineville & Union Valley Rds	190,400.00	-	-	-	-	190,400.00
2006-10A	Library Expansion	343,800.00	(250,000.00)	-	-	-	93,800.00
2006-10B	Community Center Addition	561,900.00	300,000.00	-	-	-	461,900.00
2006-10C	New Senior Center	10,806,350.00	(50,000.00)	-	-	-	1,256,350.00
2006-14C	Daniel P. Ryan Field Restrooms	139,600.00	-	-	-	-	139,600.00
2006-14D	2006-2006 Drainage Program	427,300.00	-	-	-	-	427,300.00
2006-14E	Dey Farm England House	252,300.00	-	-	-	-	252,300.00
2007-03	James Monroe Park Improvements	665,000.00	-	-	-	-	665,000.00
2007-25A	Expansion of Park and Ride	235,400.00	-	-	-	-	235,400.00
2007-25B	Soccer Complex	3,300.00	-	-	-	-	3,300.00
2007-25C	2007 Paving and Sidewalks	108,900.00	-	-	-	-	108,900.00
2007-29A	Purchase of Library Books	200.00	-	-	-	-	200.00
2007-29B	Construction of EMS Fire Facility Fire District 2	1,523,800.00	-	-	-	-	1,523,800.00
2007-29C	Woodland School Baseball	47,600.00	-	-	-	-	47,600.00
2007-29D	Farmland Preservation	20,900.00	-	-	-	-	20,900.00
2007-29E	Links Drive and Forsgate Drive	95,200.00	-	-	-	-	95,200.00
2008-09	Open Space Acquisition	5,710,000.00	-	-	-	-	5,710,000.00
2008-10C	Improvements to Municipal Facilities	74,600.00	-	-	-	-	74,600.00
2008-10D	Purchase of Radio Equipment	238,000.00	-	-	-	-	238,000.00
2009-10	Veterans Park Phase II	3,428,000.00	-	-	-	-	3,428,000.00
2009-11	Computer Equipment/ Software	190,400.00	-	-	-	-	190,400.00
2009-21	2009 Roads/Sidewalk Program	619,000.00	-	-	-	-	619,000.00
2009-22	Forge Road Drainage Improvements	476,000.00	-	-	-	-	476,000.00
2009-23A	Fuel Management System	71,400.00	-	-	-	-	71,400.00
2009-23B	Applegarth Park and Ride	571,000.00	-	-	-	-	571,000.00
2009-23C	Library Books	190,400.00	-	-	-	-	190,400.00
2009-23D	Perrineville Road Sidewalks	95,200.00	-	-	-	-	95,200.00
2009-23E	Drainage/Stormwater/GIS	190,400.00	-	-	-	-	190,400.00
2009-33	Oak Tree Baseball Field Lighting	238,000.00	-	-	-	-	238,000.00
2010-01	LED Lights Municipal Parking Lot	-	76,000.00	-	-	-	76,000.00

Township of Monroe
 County of Middlesex, New Jersey
 General Capital Fund

Schedule of Bonds and Notes Authorized But Not Issued

Ord. No.	Improvement Description	Balance Dec. 31, 2009	Authorized 2010	Bond Anticipation Notes Reduced	Bonds Issued	Bond Anticipation Notes Issued	Balance Dec. 31, 2010
2010-13A	Purchase of Computers	-	95,200.00	-	-	-	95,200.00
2010-13B	Purchase of Library Books	-	190,400.00	-	-	-	190,400.00
2010-13C	2010 Paving/Sidewalk Program	-	857,000.00	-	-	-	857,000.00
2010-13D	2010 Drainage Program	-	95,200.00	-	-	-	95,200.00
2010-13E	Public Safety Base Station	-	88,000.00	-	-	-	88,000.00
2010-13F	Daniel P. Ryan Field Restrooms	-	47,600.00	-	-	-	47,600.00
2010-13G	Recreation Radio/Sound System	-	26,100.00	-	-	-	26,100.00
2010-13H	Recreation Awnings	-	9,500.00	-	-	-	9,500.00
2010-13I	Municipal Complex Roof Replacement	-	161,900.00	-	-	-	161,900.00
2010-16	2010 MCIA Revenue Bonds Equipment	-	375,000.00	-	342,800.00	-	32,200.00
		\$ 28,819,295.90	\$ 2,021,900.00	\$ 3,000,000.00	\$ 342,800.00	\$ 17,927,800.00	\$ 15,570,595.90

Footnote C

WATER-SEWER UTILITY FUND

SCHEDULE OF WATER-SEWER UTILITY
CASH AND INVESTMENTS - TREASURER

REF.	OPERATING FUND	CAPITAL FUND
D	\$ 43,033,431.94	\$ 5,925,162.53
	Increased by Receipts: Water-Sewer Utility Service Charges 14,832,616.30 Miscellaneous Revenues 511,454.74 Non-Budget Revenues 9,523.91 Due From Operating Fund/Capital Fund 1,009,367.71 Various Reserves 36,163.28 Due From Trust Fund 27,516.22	1,012,288.80 6,937,451.33
	17,278,416.76	1,012,288.80
	60,311,848.70	6,937,451.33
	Decreased by Disbursements: Budget Expenditures 11,891,583.87 Fund Balance Transfer as Revenue-Current Fund 9,493,137.00 Improvement Authorizations 418,574.64 Appropriation Reserves 8,195.52 Various Reserves 33,730.10 Due from Trust 75,266.06 Due From MUA Reserve for Encumbrances 139,045.03 Retainage Payable 19,289.05 Accrued Interest on Bonds, Notes and Loans 24,444.06 Interfunds Receivable/Payable 200,844.45 Reserve for Debt Service	958,842.86 52,000.00 139,045.03 19,289.05 24,444.06 200,844.45
	23,047,074.05	1,394,465.45
D	\$ 37,264,774.65	\$ 5,542,985.88
	Balance - January 1, 2010	
	Balance - December 31, 2010	

WATER-SEWER UTILITY CAPITAL FUND
ANALYSIS OF CASH BALANCE

	December 31, 2009	Receipts	Expenditures	Disbursements	Transfers	December 31, 2010
Reserve for Encumbrances	\$ 1,423,134.98		\$ 2,288,287.04	\$ (139,045.03)	\$ (799,749.41)	\$ 2,772,627.58
Retainage Payable	205,514.55			(19,289.05)	(144,167.00)	42,058.50
Various Reserves	291,935.98	2,921.09		(52,000.00)		242,857.07
Reserve for Debt Service	1,206,209.38			(200,844.45)	245,265.56	1,250,630.49
Reserve for Bond Resolution	3,481,000.00					3,481,000.00
Capital Outlay	278,519.08	-	(2,477.00)		77,398.78	353,440.86
Due (from)/to Sewer Operating Fund	(115,364.87)	1,009,367.71		(24,444.06)	(1,514,642.73)	(645,083.95)
<u>Improvement Authorizations</u>	-					-
1/5/09 Disolution of Monroe Township	-					-
Municipal Utilities Authority	-					-
5/4/09 Computer Equipment, Software and Information Systems	(333,686.06)		(20,825.00)	(166,131.11)	583,896.30	63,254.13
6/29/09 Various Water-Sewer Improvements	(512,100.51)		(43,060.90)	(93,854.71)	752,284.50	103,268.38
11/30/09 Various Water-Sewer Improvements	-		(1,426,495.08)	(548,560.10)	799,714.00	(1,175,341.18)
5/3/10 Improvements to Well No.s 20,21 and 23	-		(519,913.06)	(138,866.94)		(658,780.00)
8/2/10 Various Water-Sewer Improvements	-		(275,516.00)	(11,430.00)		(286,946.00)
Total	\$ 5,925,162.53	\$ 1,012,288.80	\$ -	\$ (1,394,465.45)	\$ -	\$ 5,542,985.88

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SCHEDULE OF CONSUMER ACCOUNTS RECEIVABLE
WATER-SEWER UTILITY OPERATING FUND

	<u>REF.</u>	
Balance - January 31, 2009	D	\$ 1,942,593.46
Increased by:		
Consumer Accounts Billed (Net)		<u>14,743,999.35</u>
		16,686,592.81
Decreased by:		
Collections	D-4	<u>14,832,616.30</u>
Balance - December 31, 2010	D	<u><u>\$ 1,853,976.51</u></u>

SCHEDULE OF ACCRUED INTEREST ON BONDS AND NOTES
WATER-SEWER UTILITY OPERATING FUND

	<u>REF.</u>	
Balance - December 31, 2009	D	\$166,846.20
Increased by:		
Charged to Budget	D-3	<u>765,569.35</u>
		932,415.55
Decreased by:		
Disbursed	D-4	<u>764,427.52</u>
Balance - December 31, 2010	D	<u><u>\$167,988.03</u></u>

Analysis of Accrued Interest December 31, 2010

	Principal Outstanding Dec. 31, 2010	Interest Rate	From	To	Period	Amount
Serial Bonds						
260,000.00	4.25 to 5.0%		8/1/10	12/31/10	5 Months	2,708.33
4,885,000.00	5 to 5.125		8/1/10	12/31/10	5 Months	52,878.91
2,760,000.00	5 to 5.125		8/1/10	12/31/10	5 Months	21,726.04
8,710,000.00	3.25 to 4.10		8/1/10	12/31/10	5 Months	<u>74,499.75</u>
						<u><u>151,813.03</u></u>
Interest on Notes						<u><u>16,175.00</u></u>

SCHEDULE OF VARIOUS RESERVES
WATER-SEWER UTILITY OPERATING FUND

	Balance January 31, 2009	Receipts	Disbursements	Balance December 31, 2010
Various Reserves:				
Refund Agreement - Old Bridge Township	\$ 26,100.00			\$ 26,100.00
Developer Deposits Payable	93,070.30	5,812.42	8,195.52	90,687.20
Water-Sewer Overpayments	-	30,350.86		30,350.86
Subtotal - Various Reserves	<u>119,170.30</u>	<u>36,163.28</u>	<u>8,195.52</u>	<u>147,138.06</u>
Bond Indenture Reserve - 1977 General Bond Resolution	<u>2,291,000.00</u>	-	-	<u>2,291,000.00</u>
	<u>\$ 2,410,170.30</u>	<u>\$ 36,163.28</u>	<u>\$ 8,195.52</u>	<u>\$ 2,438,138.06</u>
<u>Ref.</u>	D	D-4	D-4	D

SCHEDULE OF 2009 APPROPRIATION RESERVES
WATER-SEWER UTILITY OPERATING FUND

	Balance December 31, 2009	Balance After Transfers and Encumbrances	Paid or Charged	Balance Lapsed
Appropriation Reserves				
Operating:				
Salaries and Wages	466,449.99	466,449.99		466,449.99
Other Expenses	1,175,378.83	1,505,914.84	442,721.19	1,063,193.65
Social Security System (O.A.S.I.)	26,213.34	26,213.34		26,213.34
Unemployment Compensation Insurance	10,000.00	10,000.00	10,000.00	-
TOTAL GENERAL APPROPRIATIONS	\$ 1,678,042.16	\$ 330,536.01	\$ 452,721.19	\$ 1,555,856.98

D	D	D	D-1
Accounts Payable		\$ 24,146.55	
Due Unemployment Trust Fund		10,000.00	
Cash Disbursements		<u>418,574.64</u>	
		<u>\$ 452,721.19</u>	

SCHEDULE OF FIXED CAPITAL
WATER-SEWER UTILITY CAPITAL FUND

	<u>BALANCE</u> DEC. 31, 2009	<u>BY</u> <u>ORDINANCE</u>	<u>ADDITIONS</u> <u>BY BUDGET</u> <u>CAPITAL OUTLAY</u>	<u>BALANCE</u> DEC. 31, 2010
Land	\$ 1,088,665.68	\$	\$	\$ 1,088,665.68
Building	1,274,312.39			1,274,312.39
Machinery and Equipment	3,427,705.81			3,427,705.81
Vehicles	579,472.61			579,472.61
Infrastructure	140,647,105.36		321,405.52	140,968,510.88
	<u>\$ 147,017,261.85</u>	<u>\$ -</u>	<u>\$ 321,405.52</u>	<u>\$ 147,338,667.37</u>

Ref.

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The Fixed Capital as reported is taken from the municipal records and does not necessarily reflect the true condition of such Fixed Capital.

SCHEDULE OF FIXED CAPITAL AUTHORIZED AND UNCOMPLETED
WATER-SEWER UTILITY CAPITAL FUND

Exhibit D-11

<u>ORD. NO.</u>	<u>IMPROVEMENT DESCRIPTION</u>	<u>DATE</u>	BALANCE DECEMBER 31, 2009	2010 FIXED CAPITAL AUTHOR.	BALANCE DECEMBER 31, 2010
	<u>General Improvements:</u>				
	Disolution of Monroe Township Municipal Utilities Authority	1/05/09	\$ 45,000.00	-	\$ 45,000.00
	Computer Equipment, Software and Information Systems	5/04/09	350,000.00	-	350,000.00
	Various Water-Sewer Improvements	6/29/09	675,000.00	-	675,000.00
	Various Water-Sewer Improvements	11/30/09	2,800,000.00	-	2,800,000.00
	Improvements to Well No.s 20,21 and 23	5/03/10	-	9,000,000.00	9,000,000.00
	Various Water Sewer Improvements	8/02/10	-	2,240,000.00	2,240,000.00
			<u>\$ 3,870,000.00</u>	<u>\$ 11,240,000.00</u>	<u>\$ 15,110,000.00</u>
	<u>Ref.</u>		D	D-21	D

SCHEDULE OF CAPITAL OUTLAY
WATER-SEWER CAPITAL UTILITY FUND

	Balance December 31, 2009	2009 Encumbrances	Expended	2010 Encumbrances	Balance December 31, 2010
Capital Outlay					
Route 613 Water Main	\$ 42,934.24	316,693.00	\$ 236,555.12	2,477.00	\$ 120,595.12
Collection System and Pump Station Replacement	113,805.84	2,610.00	-		116,415.84
	121,779.00	79,501.30	84,850.40		116,429.90
	<u>\$ 278,519.08</u>	<u>\$ 398,804.30</u>	<u>\$ 321,405.52</u>	<u>\$ 2,477.00</u>	<u>\$ 353,440.86</u>

Ref.

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D-1

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SCHEDULE OF RESERVE FOR BOND RESOLUTION
WATER-SEWER CAPITAL UTILITY FUND

	Balance December 31, 2009	Increase	Decrease	Balance December 31, 2010
Bond Reserve Account	\$ 2,481,000.00	\$ -	\$ -	\$ 2,481,000.00
Revelal and Replacement Account	1,000,000.00	-	-	1,000,000.00
	<u>\$ 3,481,000.00</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,481,000.00</u>

Ref.

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SCHEDULE OF RESERVE FOR ENCUMBRANCES
WATER-SEWER UTILITY CAPITAL FUND

	<u>REF.</u>		
Balance - January 31, 2009	D		\$1,423,134.98
Increased by:			
Charged to Improvement Authorizations		2,285,810.04	
Charged to Capital Outlay		<u>2,477.00</u>	
			<u>2,288,287.04</u>
			<u>\$3,711,422.02</u>
Decreased by:			
Transferred to Improvement Authorizations	D-12	311,544.80	
Disbursed	D-4	139,045.03	
Canceled		88,299.31	
Transferred to Retainage		1,101.00	
Transferred to Capital Outlay	D-13	<u>398,804.30</u>	
			<u>938,794.44</u>
Balance - December 31, 2010	D		<u><u>\$2,772,627.58</u></u>

Township of Monroe
 County of Middlesex, New Jersey
 Water-Sewer Capital Fund

Schedule of Bond Anticipation Notes

No.	Description	Date of Ordinance	Date of Original Issue	Date of Issue	Date of Maturity	Interest Rate	Balance		Increase	Decrease	Balance Dec. 31, 2010
							Dec. 31, 2009	Dec. 31, 2010			
2009-12	Computer Equipment, Software and Information Systems	05/04/09	02/10/10	02/10/10	02/09/11	1.000%	\$ -	\$ 350,000.00	\$ -	\$ -	\$ 350,000.00
2009-25	Various Water-Sewer Improvements	06/29/09	02/10/10	02/10/10	02/09/11	1.000%	-	675,000.00	-	-	675,000.00
2009-34	Various Water-Sewer Improvements	11/30/09	02/10/10	02/10/10	02/09/11	1.000%	-	800,000.00	-	-	800,000.00
							\$ -	\$ 1,825,000.00	\$ -	\$ -	\$ 1,825,000.00

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SCHEDULE OF WATER-SEWER SERIAL BONDS

DESCRIPTION	DATE OF ISSUE	AMOUNT OF ISSUE	MATURITIES OF BONDS DATE	INTEREST RATE	BALANCE JAN 31, 2009	DECREASED	BALANCE DEC 31, 2010
2001 Revenue Bonds	4/1/01	\$ 12,995,000.00	2/1/11	5.000%	\$ 1,085,000.00	\$ 825,000.00	\$ 260,000.00
					<u>260,000.00</u>		
2001 Refunding Revenue Bonds	4/1/01	\$ 6,325,000.00	2/1/11	5.000%			
			2/1/12	5.250%	805,000.00		
			2/1/13	5.250%	850,000.00		
			2/1/14	5.250%	915,000.00		
			2/1/15	5.250%	960,000.00		
			2/1/16	5.250%	410,000.00		
			2/1/17	5.125%	440,000.00		
					<u>505,000.00</u>		
					<u>4,885,000.00</u>	175,000.00	4,885,000.00
2003 Refunding Revenue Bonds	2/1/03	\$ 6,370,000.00	2/1/11	5.000%			
			2/1/12	5.250%	560,000.00		
			2/1/13	5.250%	540,000.00		
			2/1/14	5.250%	530,000.00		
			2/1/15	5.250%	530,000.00		
			2/1/16	5.250%	200,000.00		
			2/1/17	5.125%	200,000.00		
					<u>2,760,000.00</u>	610,000.00	2,760,000.00
2005 Refunding Revenue Bonds	8/1/05	\$ 8,910,000.00	2/1/11	3.250%			
			2/1/12	3.250%	50,000.00		
			2/1/13	3.500%	320,000.00		
			2/1/14	4.000%	330,000.00		
			2/1/15	4.000%	355,000.00		
			2/1/16	5.000%	625,000.00		
			2/1/17	5.000%	600,000.00		
			2/1/18	3.750%	525,000.00		
			2/1/19	3.750%	565,000.00		
			2/1/20	3.850%	590,000.00		
			2/1/21	4.000%	625,000.00		
			2/1/22	4.000%	640,000.00		
			2/1/23	4.000%	670,000.00		
			2/1/24	4.000%	690,000.00		
			2/1/25	4.100%	1,475,000.00		
					<u>8,710,000.00</u>	50,000.00	8,710,000.00
					<u>\$18,275,000.00</u>	<u>\$1,660,000.00</u>	<u>\$16,615,000.00</u>

Ref D D

SCHEDULE OF BONDS AND NOTES
AUTHORIZED BUT NOT ISSUED

<u>DATE OF ORD.</u>	<u>IMPROVEMENT DESCRIPTION</u>	<u>BALANCE DEC. 31, 2009</u>	<u>AUTHORIZED 2010</u>	<u>NOTES ISSUED</u>	<u>BALANCE DEC. 31, 2010</u>
	<u>General Improvements</u>				
1/5/09	Disolution of Monroe Township Municipal Utilities Authority	\$ 45,000.00	\$	\$	45,000.00
5/04/09	Computer Equipment, Software and I for Handicapped Access	350,000.00	-	350,000.00	-
6/29/09	Various Water-Sewer Improvements	675,000.00	-	675,000.00	-
11/30/09	Various Water-Sewer Improvements	2,800,000.00	-	800,000.00	2,000,000.00
5/03/10	Improvements to Well No.s 20,21 and 23	-	9,000,000.00		9,000,000.00
8/02/10	Various Water Sewer Improvements	-	2,240,000.00		2,240,000.00
		<u>\$ 3,870,000.00</u>	<u>\$ 11,240,000.00</u>	<u>\$ 1,825,000.00</u>	<u>\$ 13,285,000.00</u>

Ref.

Footnote D

SUPPLEMENTARY DATA

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

Revenue and Other <u>Income Realized</u>	Year 2010		Year 2009	
	<u>Amount</u>	<u>%</u>	<u>Amount</u>	<u>%</u>
Fund Balance Utilized	\$2,300,000.00	1.46	\$5,500,000.00	3.56
Miscellaneous - From Other Than Local Property				
Tax Levies	18,408,968.40	11.69	13,868,314.05	8.97
Collection of Delinquent Taxes and Tax Title Liens	1,109,762.16	0.70	1,212,853.47	0.78
Collection of Current Tax Levies	<u>135,715,138.84</u>	<u>86.15</u>	<u>134,085,897.33</u>	<u>86.69</u>
 Total Income	<u>157,533,869.40</u>	<u>100.00</u>	<u>154,667,064.85</u>	<u>100.00</u>
 <u>Expenditures</u>				
Budget Expenditures:				
Municipal Purposes	45,353,933.69	28.12	41,441,637.65	27.14
County Taxes	23,435,518.32	14.53	24,955,638.48	16.34
Local School Taxes	83,147,811.50	51.56	77,051,839.50	50.46
Municipal Open Spaces Taxes	955,764.56	0.59	949,516.55	0.62
Special District Taxes	8,141,375.00	5.05	8,177,176.00	5.36
Other Expenditures	<u>227,767.99</u>	<u>0.14</u>	<u>108,003.70</u>	<u>0.07</u>
 Total Expenditures	<u>161,262,171.06</u>	<u>100.00</u>	<u>152,683,811.88</u>	<u>100.00</u>
 Excess in Revenue	(3,728,301.66)		1,983,252.97	
Adjustment to Income Before Fund Balance:				
Expenditures Include Above Which are Satute Deferred Charges to Budgets of Succeeding Years	<u>1,984,494.90</u>			
Statutory Excess to Fund Balance				
Deficit in Operations to be Raised in Budget of Succeeding Year	<u>(1,743,806.76)</u>			
 Fund Balance January 1	<u>2,675,253.57</u>		<u>6,192,000.60</u>	
	2,675,253.57		8,175,253.57	
Less:				
Utilization as Anticipated Revenue	<u>2,300,000.00</u>		<u>5,500,000.00</u>	
Fund Balance December 31	<u>\$375,253.57</u>		<u>\$2,675,253.57</u>	

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

Revenue and Other Income Realized	Year 2010		Year 2009	
	Amount	%	Amount	%
Fund Balance Utilized			\$4,585,000.00	22.30
Utility Service Charge	14,832,616.30	82.81	14,908,813.33	72.51
Miscellaneous Revenues	1,480,718.63	8.27		
Non Budget Revenues	9,523.91	0.05		
Other Credits to Income	1,589,272.30	8.87	1,067,302.59	5.19
Total Income	17,912,131.14	100.00	20,561,115.92	100.00
<u>Expenditures</u>				
Budget Expenditures:				
Operating	10,546,107.00	74.65	9,728,277.00	74.22
Capital Improvements	600,000.00	4.25	2,285,000.00	17.43
Debt Service	2,425,569.35	17.17	566,922.46	4.33
Deferred Charges and Statutory Expenditures	481,136.00	3.41	439,198.00	3.35
Due from MCUA	75,266.06	0.53		
Refund of Prior Year Revenues		0.00	87,990.00	0.67
Total Expenditures	14,128,078.41	100.00	13,107,387.46	100.00
Excess in Revenue	3,784,052.73		7,453,728.46	
Fund Balance January 1	38,619,142.19		40,900,413.73	
	42,403,194.92		48,354,142.19	
Less:				
Utilization as Anticipated Revenue			4,585,000.00	
Appropriated in Current Fund Budget	9,493,137.00		5,150,000.00	
Fund Balance December 31	\$32,910,057.92		\$38,619,142.19	

COMPARATIVE SCHEDULE OF TAX RATE INFORMATION*

	<u>2010</u>	<u>2009</u>	<u>2008</u>
<u>Tax Rate:</u>	<u>\$3.510</u>	<u>\$3.368</u>	<u>\$3.294</u>
<u>Apportionment of Tax Rate:</u>			
Municipal:	<u>0.659</u>	<u>0.624</u>	<u>0.623</u>
Municipal Open Space:	<u>0.025</u>	<u>0.025</u>	<u>0.025</u>
County:	<u>0.572</u>	<u>0.591</u>	<u>0.550</u>
County Open Space:	<u>0.041</u>	<u>0.067</u>	<u>0.065</u>
Local School:	<u>2.213</u>	<u>2.061</u>	<u>2.031</u>
Special Districts:			
Fire District No.1	<u>0.157</u>	<u>0.160</u>	<u>0.160</u>
Fire District No.2	<u>0.187</u>	<u>0.203</u>	<u>0.201</u>
Fire District No.3	<u>0.266</u>	<u>0.272</u>	<u>0.273</u>

Assessed Valuation:

2010	<u>\$3,758,288,766.00</u>	
2009		<u>\$3,739,328,673.00</u>
2008		<u>\$3,609,458,429.00</u>

*Per Abstract of Ratables, Middlesex County, NJ

Note: Under the provisions of Chapter 73, L.1976, the County Board of Taxation estimated the amount of approved Veterans and Senior Citizens Tax Deductions for 2010 to be \$986,750.00.

COMPARISON OF TAX LEVIES AND COLLECTION CURRENTLY

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

<u>Calendar Year</u>	<u>Tax Levy</u>	<u>Cash Collections</u>	<u>Percentage of Collection</u>
2010	\$142,450,399.73	\$135,715,138.84	95.27%
2009	136,202,657.66	134,235,897.33	98.55%
2008	131,022,405.14	129,749,851.04	99.03%

DELINQUENT TAXES AND TAX TITLE LIENS

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

<u>Calendar Year</u>	<u>Amount of Tax Title Liens</u>	<u>Amount of Delinquent Taxes</u>	<u>Total Delinquent</u>	<u>Percentage of Tax Levy</u>
2010	\$168,536.57	\$1,314,192.27	\$1,482,728.84	1.04%
2009	151,644.89	1,151,566.16	1,303,211.05	0.96%
2008	127,924.08	1,240,865.84	1,368,789.92	1.04%

PROPERTY ACQUIRED BY TAX TITLE LIEN LIQUIDATION

The value of property acquired by liquidation of tax title liens on December 31, on the basis of the last assessed valuation of such properties, was as follows:

<u>Calendar Year</u>	<u>Amount</u>
2010	\$1,087,200.00
2009	1,087,200.00
2008	1,087,200.00

COMPARISON OF WATER AND SEWER UTILITY LEVIES AND COLLECTIONS

<u>Year</u>	<u>Levy</u>	<u>Cash Collections*</u>
2010	\$14,743,999.35	\$14,832,616.30
2009	14,442,652.51	14,908,813.33

*Cash collections include amounts which were levied in prior years.

COMPARATIVE SCHEDULE OF FUND BALANCES

	<u>Calendar Year</u>	<u>Balance</u>	<u>Utilized in Budget of Succeeding Year</u>
Current Fund	2010	\$375,253.57	NONE
	2009	2,675,253.57	2,300,000.00
	2008	6,192,000.60	5,500,000.00
	2007	10,740,652.55	7,700,000.00
	2006	11,884,796.44	7,000,000.00
Water-Sewer Operating Utility Fund	2010	\$32,910,057.92	NONE
	2009	38,619,142.19	NONE

OFFICIALS IN OFFICE AND SURETY BONDS

The following officials were in office as at December 31, 2010:

<u>NAME</u>	<u>TITLE</u>	<u>AMOUNT OF BOND</u>
Richard Pucci	Mayor	
Gerald W. Tamburro	Council President	
Henry L. Miller	Council Vice-President	
Leslie Koppel-Egierd	Councilwoman	
Michael Leibowitz	Councilman	
Irwin Nalitt	Councilman	
Wayne Hamilton	Business Administrator	
George J. Lang	Chief Financial Officer	250,000.00
Luann McGraw-Russell	Tax Collector	500,000.00
Sharon Doerfler	Clerk	100,000.00
Donna Linke	Court Administrator	(A)(B)
George M. Boyd	Judge	(A)(B)
Joel L. Shain, Esq.	Township Attorney	
Robert Downey	Construction Code Official	
Mitchell Elias	Assessor	
John Kraivec	Chief of Police	

(A) Western Surety Company

(B) All municipal court employees are bonded by a blanket bond in the amount of \$50,000.

(C) Other employees, not required by law to furnish separate bonds, are bonded by Public Employees Blanket Bond in the amount of \$50,000.

TOWNSHIP OF MONROE
COUNTY OF MIDDLESEX, NEW JERSEY

GENERAL COMMENTS
FOR THE YEAR ENDED DECEMBER 31, 2010

GENERAL COMMENTS

An audit of the financial accounts and transactions of the Township of Monroe, County of Middlesex, New Jersey, for the year ended December 31, 2010, has been completed. The General Comments are herewith set forth:

Scope of Audit

The audit covered the financial transactions of the Finance Department and Outside Offices/Other Officials Collecting Fees of the Township of Monroe, County of Middlesex, New Jersey.

The audit did not and could not determine the character of services rendered for which payment had been made or for which reserves had been set up, nor could it determine the character, proper price or quantity of materials supplied for which claims had been passed. These details were necessarily covered by the internal review and control before approval of such claims by the Governing Body. Cash on hand was counted and cash and investment balances were reconciled with independent certifications obtained directly from the depositories. Revenues and receipts were established and verified as to source and amount insofar as the records permitted.

INTERNAL CONTROL MATTERS

In planning and performing our audit of the financial statements of the Township of Monroe, County of Middlesex, New Jersey as of and for the fiscal year ended December 31, 2010, in accordance with auditing standards generally accepted in the United States of America, we considered the Township's internal control over financial reporting (internal control) as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Township's internal control. Accordingly, we do not express an opinion on the effectiveness of the Township's internal control.

Our consideration of internal control was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in internal control that might be deficiencies, significant deficiencies, or material weaknesses.

During our audit, we noted certain matters involving the internal control and other operational matters that have been discussed with management. These matters do not affect our report dated November 2, 2011 on the financial statements of the Township of Monroe. Our comments and recommendations, which have been discussed with appropriate members of management, are intended to improve internal control or result in other operating efficiencies.

GENERAL COMMENTS

OTHER MATTERS

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

N.J.S.A. 40A:11-4 states "every contract awarded by the contracting agent for the provision or performance of any goods or services, the cost of which in the aggregate exceeds the bid threshold, shall be awarded only by resolution of the governing body of the contracting unit to the lowest responsible bidder after public advertising for bids and bidder therefore, except as is provided otherwise in this act or specifically by any other law. The governing body of a contracting unit may, by resolution approved by a majority of the governing body and subject to subsections b. and c. of this section, disqualify a bidder who would otherwise be determined to be the lowest responsible bidder, if the governing body finds that it has had prior negative experience with the bidder.

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

On June 9, 2010, the Local Public Contracts Law was amended, effective on July 1, 2010. The amendments address the bid threshold (Section 7, N.J.S.A. 40A:11-3), thereby increasing the amount from \$21,000.00 to \$26,000.00 under which a contract may be awarded without public advertising. Furthermore, if the Township's Purchasing Agent is "Qualified" the Board may increase the bid threshold from \$29,000.00 to \$36,000.00.

The Township's official minutes indicate that bids were requested by public advertising for the following items:

Materials, Supplies and Equipment:

Bituminous materials; Water meters; Liquid zinc pyrophosphate; Hydraulic sewage grinder; Grass bags; Gasoline and diesel fuel; Ambulance; Chemical feed pumps; Treatment chemicals; Tractor.

Construction, Repairs and Other Services:

Well 8A Raw Water Line repair; Irrigation system upgrades and maintenance; Construction of senior center/transportation facility; Construction of self-supporting wireless communications monopole; Katherine Street improvements; Encore under drain installation; Well 21 RSC Resin replacement; 2010-11 Enhance 9-1-1 system maintenance; 2009 Road Improvements; SCADA system maintenance and repair; Old Forge Road drainage improvements; Perrineville Road sidewalk improvements; Well 8A and 21 improvements; Municipal building improvements; Applegarth Road park and ride improvements; Solid Waste disposal; Oak Tree school field lighting; Fire district consolidation study; Lighting improvements; Traffic signalization; Charter bus service; Emergency repair services; Landscaping services; Shade Tree planting and Tree removal.

State Approved Contracts for the Following Purchases:

In January the Township Council approved a resolution approving purchases from multiple state contract vendors. Other specific state contract awards included: telecommunications equipment; mobile data terminals; maintenance of telecommunication equipment and computer improvements.

GENERAL COMMENTS

OTHER MATTERS (CONT'D.)

Contracts and Agreements Required to be Advertised for N.J.S.A. 40A:11-4 (Cont'd.)

In as much as the system of records did not provide for an accumulation of payments for categories for the performance of any work or the furnishing or hiring of any materials or supplies, the results of such an accumulation could not reasonably be ascertained. Disbursements were reviewed, however, to determine whether any clear cut violations existed.

Audit evidence did not reveal any individual payments, contracts or agreements over the \$36,000 bid threshold, "for the performance of any work or the furnishing or hiring of any materials or supplies," other than those were bids had been previously sought by public advertising or where a resolution had been previously adopted under the provisions of N.J.S.A. 40A: 11-4.

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

Any interpretation as to possible violation of N.J.S.A. 40A:11-4 would be in the province of the Township solicitor.

Surety Bond Coverage

The "List of Officials", included as part of the Supplementary Data section of this report, discloses the status of surety bond coverage's in effect at December 31, 2010. A review of surety bond coverage as of December 31, 2010, disclosed compliance with requirements, as promulgated by the Local Finance Board, State of New Jersey, for the Municipal Court and Collector.

During July 1998 the Local Finance Board completed a readopting of the Board's general rules in the New Jersey Administrative Code. Based upon the new provisions of N.J.A.C. 5:30-8.3 and 8.4, local units are encouraged to utilize new recommended amounts in lieu of the minimum amounts in order to provide a higher level of security of public funds. We suggest that the Township review these revised regulations and determine their applicability and also determine if other positions should be bonded separately or covered with increased blanket coverage.

Collection of Interest on Delinquent Taxes and Assessments

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

The governing body, on January 4, 2010 adopted a resolution authorizing interest to be charged on delinquent taxes.

An examination of the Tax Collector's records indicated that interest on delinquent accounts was calculated in accordance with the foregoing resolution for items tested.

Delinquent real estate taxes and tax title liens at December 31, 2010 are as follows:

<u>CATEGORY</u>	<u>AMOUNT</u>
Delinquent Taxes	\$ 1,314,192.27
Tax Title Liens	<u>168,536.57</u>
	<u>\$ 1,482,728.84</u>

GENERAL COMMENTS

OTHER MATTERS (CONT'D.)

Investment of Idle Funds

The Chief Financial Officer had the greater portion of the idle funds of the Township invested in interest-bearing investments or accounts during CY 2010. Earnings from the investments are shown as revenue in the various accounts of the Township for CY 2010.

The Township has adopted a formal cash management plan as required by state rules and regulations

Purchase Order System/ Encumbrance Accounting System and Payment of Claim

The Township's budgetary operation is on a full encumbrance accounting system. In addition, actions authorizing commitments on behalf of the Township should be preceded by the confirmation of availability of funds in all cases.

Claims were examined on a test basis for the year under review and voucher packages were found to be complete in all respects, namely with approval signatures and supporting documentation.

Municipal Court

The financial records maintained by the Municipal Court during the period were reviewed. The examination of the general account indicated that deposits were recorded and spread by receipt category and cash was reconciled monthly. The examination of the bail account's financial and supporting records maintained by the Municipal Court indicated that the analysis of outstanding bail was reconciled to the book balance.

The processing of traffic and criminal cases entered on the State's on-line computer system indicated no exceptions with respect to items tested.

Condition of Records – Outside Offices and Departments

Our reviews of records maintained by Outside Offices collecting fees were designed to determine that minimum levels of internal controls and accountability were met, that cash receipts were deposited or turned over to the Treasurer's accounts within a 48 hour period as required by N.J.S.A. 40A: 5-15, that amounts charged were in accordance with the provisions of the Township Code and that monthly financial reports are being submitted to the Finance Department on a timely basis.

The examination of the records of the various outside offices and departments indicated the following for the fiscal year ended December 31, 2010: All Outside Offices and Departments prepare and submit monthly reports to the Finance Department, all offices maintains a cashbook. In the prior and current year audit, we noted immaterial discrepancies existed between an office's monthly report and the Finance department, however reconciliation of the discrepancy was performed consistently.

GENERAL COMMENTS

OTHER MATTERS (CONT'D.)

Internal Control Documentation

Statement on Auditing Standards 115 identifies inadequate documentation of internal controls as a possible deficiency, significant deficiency or material weakness. As the Township has initiated the process of documenting its controls, we suggest the Township consider utilizing the framework established by the Committee of Sponsoring Organizations of the Treadway Commission (COSO) for its documentation, which includes the five components of internal controls, as follows: Control Environment; Risk Assessment; Control Activities; Information and Communication; and Monitoring. In addition, we suggest the documentation also include the internal controls that exist over grant compliance.

Water-Sewer Utility Fund

The result of operation for the Water-Sewer Utility Operating Fund is set forth in Exhibit "D-1" of this report. Realized revenues amounted to \$17,912,131.14 and expenditures amounted to \$14,128,078.41 resulting in excess revenues of \$3,784,052.73. The calculation of "Self-Liquidating Purpose" utility operations per N.J.S.A. 40A: 2-45 resulted in a statutory excess for debt statement purposes of \$4,341,113.50, which allows for the total deduction of Water-Sewer Utility Debt in the calculation of the statutory net debt of the Township at December 31, 2010. A reconciliation of the excess revenues from operations (Exhibit - D-1) and the excess in revenues for debt statement purposes is included in the Notes to the Financial Statements.

It was noted during our review that the full integration of the Utility's financial operations with that of the Township has not been fully completed. In order to fully achieve the efficiencies expected of the consolidation, we suggest efforts continue to integrate the information processing systems along with various administrative and reporting functions pertaining to that of the Utility and Township.

Improvement Authorizations

There exist several improvement authorizations from previous years with no activity that should be reviewed as to their current status. In addition, in relation to improvement authorizations, there exist Deferred Charges to Future Taxation-Unfunded that are in excess of five years old that also should be reviewed to determine their status for consideration as to funding requirements.

Administration and Accounting of State & Federal Grants

The Township operated various programs during 2010, which were funded in whole or in part by State or Federal grant assistance. These programs often vary as to the application and approval process; matching funds requirements, grant periods, required approvals for modification of budgets and the timing and frequency of financial reporting. As part of the acceptance of these funds, the Township is required to make assurances to the grantor agency that it will comply, in its general operations as well as in the operation of grant funded programs, with various laws and regulations. In addition, the individual grant contracts impose specific compliance requirements for the operations of each program.

The acceptance of grant funds also places additional requirements upon the Township with respect to the Township's system of internal controls. Based upon the matrix of requirements applicable to a specific grant, the Township's internal controls are required to include systems and policies and procedures designed to ensure compliance with the applicable requirements.

It is also noted that there are certain grants receivable recorded within the Township's financial statements where no recent activity has occurred. We suggest that the Township review these older grant receivable balances for their proper disposition.

GENERAL COMMENTS

OTHER MATTERS (CONT'D.)

Compliance with N.J.A.C 5:30:

The Local Finance Board, State of New Jersey, adopted the following requirements, previously identified as “technical accounting directives”, as codified in the New Jersey Administration Code as follows:

N.J.A.C. 5:30 – 5.2 - Encumbrance Accounting: This directive requires the development and implementation of accounting systems, which can reflect the commitment of funds at the point of commitment. The Township of Monroe is in compliance with this directive.

N.J.A.C. 5:30 – 5.6 - Fixed Asset Accounting: This directive requires the development and implementation of accounting systems which assign values to covered assets and can track additions, retirements and transfers of inventoried assets. The Township is in compliance with this directive.

N.J.A.C. 5:30 – 5.7 - General Ledger Accounting System: This directive requires the establishment and maintenance of a general ledger for, at least, the Current Fund. The Township is in compliance with this directive.

Compliance with Local Finance Notices

In accordance with Local Finance Notice No. CFO-10, Uniform Construction Code, expenditure records were tested for compliance with N.J.A.C. 5:23.17(c)2 and no exceptions were noted for those items tested.

RECOMMENDATIONS


None.

During the course of our audit we received the complete cooperation of the various officials of the Township of Monroe, and the courtesies extended to us were greatly appreciated.

Should any questions arise as to our comments or recommendations, or should you desire assistance in implementing our recommendations, please do not hesitate to contact us.

Very truly yours,

HODULIK & MORRISON, P.A.



Andrew G. Hodulik, CPA, RMA
No. 406