

**TOWNSHIP OF EDGEWATER PARK**

**AUDIT REPORT FOR THE YEAR  
ENDED DECEMBER 31, 2009**



**TOWNSHIP OF EDGEWATER PARK  
COUNTY OF BURLINGTON**

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Certified Public Accountants & Consultants

## INDEPENDENT AUDITOR'S REPORT

The Honorable Mayor and Members  
of the Township Committee  
Township of Edgewater Park  
400 Delanco Road  
Edgewater Park, New Jersey 08010

We have audited the accompanying statements of assets, liabilities, reserves and fund balance--regulatory basis of the various funds of the Township of Edgewater Park, State of New Jersey as of December 31, 2009 and 2008, 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, statement of expenditures--regulatory basis and statement of general fixed assets group of accounts for the year ended December 31, 2009. These financial statements are the responsibility of the Township of Edgewater Park's management. Our responsibility is to express an opinion on these financial statements based on our audit.

Except as discussed in the following paragraph, 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 in compliance with 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 1, the financial statements previously referred to have been prepared in conformity with accounting practices prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, which differ from accounting principles generally accepted in the United States of America. The effects on the financial statements of the variances between these regulatory accounting practices and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

In our opinion, because of the effects of the matters, as discussed in the preceding paragraph, 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 Edgewater Park, State of New Jersey, as of December 31 2009, the changes in its financial position, or where applicable, its cash flows for the year then ended. Further, the Township of Edgewater Park, State of New Jersey has not presented a management's discussion and analysis that accounting principles generally accepted in the United States has determined is necessary to supplement, although not required to be part of, the basic financial statements.

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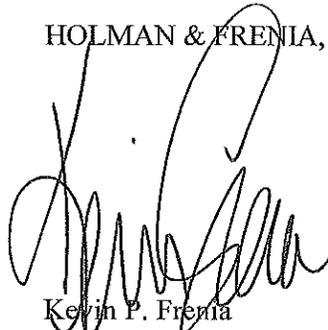
Furthermore, in our opinion, the financial statements referred to above present fairly, in all material respects, the assets, liabilities, reserves and fund balance--regulatory basis of the various funds of the Township of Edgewater Park, State of New Jersey, as of December 31, 2009 and 2008, and the results of its operations and changes in fund balance of such funds--regulatory basis for the years then ended, and the revenues--regulatory basis, expenditures--regulatory basis of the various funds and general assets, for the year ended December 31, 2009 in conformity with accounting principles and practices prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey as described in Note 1.

In accordance with *Government Auditing Standards*, we have also issued our report dated May 14, 2010, on our consideration of the Township of Edgewater Park, State of New Jersey's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on 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 read in conjunction with this report in considering the results of our audit.

Our audit was conducted for the purpose of forming opinions on the financial statements of the Township of Edgewater Park's basic financial statements. The supplemental financial statements presented for the various funds are presented for purposes of additional analysis as required by the Division of Local Government Services, Department of Community Affairs, State of New Jersey. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the financial statements of each of the respective individual funds and account group taken as a whole.

Respectfully submitted,

HOLMAN & FRENIA, P. C.



Kevin P. Frenia  
Certified Public Accountant  
Registered Municipal Accountant  
CR 435

Medford, New Jersey  
May 14, 2010



Certified Public Accountants & Consultants

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

The Honorable Mayor and Members  
of the Township Committee  
Township of Edgewater Park  
400 Delanco Road  
Edgewater Park, New Jersey 08010

We have audited the financial statements of the Township of Edgewater Park, County of Burlington, State of New Jersey, as of and for the year ended December 31, 2009, and have issued our report thereon dated May 14, 2010. Our report rendered a qualified opinion and disclosed that, as described in Note 1 to the financial statements, the Township prepares its financial statements on a basis of accounting prescribed by the Division of Local Government Service, Department of Community Affairs, State of New Jersey, that demonstrates compliance with a modified accrual basis and the budget laws of the State of New Jersey, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. 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 Edgewater Park'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's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Township's internal control over financial reporting.

A deficiency in internal controls 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, in internal control, such that there is a reasonable possibility that a material misstatement of the Township's financial statements will not be prevented, or detected and corrected on a timely basis.

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

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not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

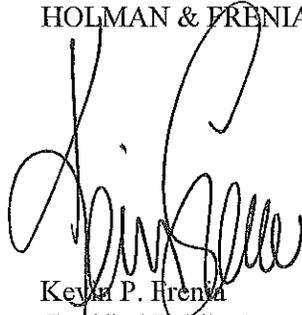
### **Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the Township of Edgewater Park's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed 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.

This report is intended solely for the information and use of the Township of Edgewater Park's management, and Committee members, others within the organization, the Division of Local Government Services, federal and state awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Respectfully submitted,

HOLMAN & FRENIA, P. C.



Keyla P. Frenia  
Certified Public Accountant  
Registered Municipal Accountant  
CR 435

Medford, New Jersey  
May 14, 2010

**TOWNSHIP OF EDGEWATER PARK  
COUNTY OF BURLINGTON**

**PART I**

**FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2009  
AND  
INDEPENDENT AUDITOR'S REPORTS**

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**FINANCIAL STATEMENTS**



**TOWNSHIP OF EDGEWATER PARK  
CURRENT FUND  
STATEMENTS OF ASSETS, LIABILITIES, RESERVES AND  
FUND BALANCE - REGULATORY BASIS  
DECEMBER 31, 2009 AND 2008**

ASSETS	REFERENCE	2009	2008
Regular Fund:			
Cash:			
Treasurer	A-4	\$2,159,162	2,700,393
Collector	A-3	240,935	52,630
Change Fund		250	250
		<hr/>	<hr/>
Total Regular Fund		2,400,347	2,753,273
		<hr/>	<hr/>
Due from State of New Jersey for Senior Citizen & Veteran Deductions		33,605	28,827
		<hr/>	<hr/>
Receivables & Other Assets With Full Reserves:			
Delinquent Property Taxes Receivable	A-5	302,880	263,829
Tax Title Liens Receivable	A-6	1,394	1,278
Property Acquired for Taxes - Assessed Valuation	A-7	666,000	667,000
Revenue Accounts Receivable	A-8	22,124	6,986
Interfunds Receivable:			
Due From Dog Trust Fund	B	51	
Due From Other Trust Fund	B		6,641
Due From Payroll Fund	E	655	
Due From Public Assistance Fund	D		142
		<hr/>	<hr/>
Total Receivables & Other Assets With Full Reserves		993,104	945,876
		<hr/>	<hr/>
Deferred Charges To Future Taxation:			
Special Emergency Authorizations	A-9	193,200	16,000
		<hr/>	<hr/>
Total Deferred Charges		193,200	16,000
		<hr/>	<hr/>
Subtotal		3,620,256	3,743,976
		<hr/>	<hr/>
Federal & State Grant Fund:			
Cash	A-4	63,459	41,383
Federal & State Aid Receivable	A-12	19,195	15,437
		<hr/>	<hr/>
Total Federal & State Grant Fund		82,654	56,820
		<hr/>	<hr/>
Total Assets		\$3,702,910	3,800,796
		<hr/> <hr/>	<hr/> <hr/>

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

**TOWNSHIP OF EDGEWATER PARK  
CURRENT FUND  
STATEMENTS OF ASSETS, LIABILITIES, RESERVES AND  
FUND BALANCE - REGULATORY BASIS  
DECEMBER 31, 2009 AND 2008**

LIABILITIES RESERVES & FUND BALANCE	REFERENCE	2009	2008
Regular Fund:			
Liabilities:			
Appropriation Reserves	A-3	\$743,650	386,473
Reserve for Encumbrances	A-3	64,009	70,477
Prepaid Taxes		115,573	100,857
Tax Overpayments		9,249	746
Due County for Added & Omitted Taxes		1,993	5,842
Due to Construction Fund			1,220
Interfunds Payable - Due to Trust:			
Other Funds	B	154,182	130,600
Due To Payroll Fund	E		7,234
Interfunds Payable - Due to Capital Fund	C	788,477	964,637
Reserve for Homeland Security Aid	A	50,000	50,000
		<hr/>	<hr/>
Total Liabilities		1,927,133	1,718,086
		<hr/>	<hr/>
Reserves for Receivables & Other Assets	A	993,104	945,876
Fund Balance	A-1	700,019	1,080,014
		<hr/>	<hr/>
Subtotal		3,620,256	3,743,976
		<hr/>	<hr/>
Federal & State Grant Fund:			
Unappropriated Reserves	A-13	17,830	7,496
Appropriated Reserves	A-14	64,824	49,324
		<hr/>	<hr/>
Total Federal & State Grant Fund		82,654	56,820
		<hr/>	<hr/>
Total Liabilities, Reserves & Fund Balance		\$3,702,910	3,800,796
		<hr/> <hr/>	<hr/> <hr/>

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

**TOWNSHIP OF EDGEWATER PARK  
CURRENT FUND  
COMPARATIVE STATEMENT OF OPERATIONS  
AND CHANGES IN FUND BALANCE - REGULATORY BASIS  
FOR THE YEARS ENDED DECEMBER 31, 2009 AND 2008**

	2009	2008
Revenue & Other Income Realized:		
Fund Balance Utilized	\$989,793	1,105,000
Miscellaneous Revenue Anticipated	1,317,541	1,406,483
Receipts From Delinquent Taxes	243,843	340,992
Receipts From Current Taxes	13,545,756	13,077,075
Nonbudget Revenue	154,178	84,246
Other Credits to Income:		
Unexpended Balance of Appropriation Reserves	199,205	304,472
Federal & State Grants Cancelled	109	281
Interfund Liquidated	8,972	1,083
	<hr/>	<hr/>
Total Revenue & Other Income Realized	16,459,397	16,319,632
Expenditures:		
Budget & Appropriations:		
Operations Within "CAPS":		
Salaries and Wages	2,225,137	2,196,334
Other Expenses	2,135,726	1,937,191
Deferred Charges & Statutory Expenditures	165,501	166,385
Operations Excluded From "CAPS":		
Other Expenses	519,114	493,630
Capital Improvements	7,000	18,000
Municipal Debt Service	387,151	332,559
Deferred Charges & Statutory Expenditures	24,801	100,000
County Taxes	2,562,035	2,493,932
Due County for Added & Omitted	1,993	5,842
Local District School Tax	7,641,340	7,404,521
Special Fire District Taxes	309,900	309,900
Open Space Tax	31,032	31,058
Interfund Created		7,233
Refund of Prior Year Revenue	19,269	6,045
	<hr/>	<hr/>
Total Expenditures	16,029,999	15,502,630
Excess in Revenue to Fund Balance	<hr/>	<hr/>
	429,398	817,002
Adjustments to Income Before Fund Balance:		
Expenditures Included Above which are by Statute		
Deferred Charges to Budget of Succeeding Year	180,400	16,000
	<hr/>	<hr/>
Statutory Excess to Fund Balance	609,798	833,002
Fund Balance - Balance January 1	1,080,014	1,352,012
Decreased by: Utilization as Anticipated Revenue	989,793	1,105,000
	<hr/>	<hr/>
Balance December 31, 2009	\$700,019	1,080,014

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

**TOWNSHIP OF EDGEWATER PARK  
CURRENT FUND  
STATEMENT OF REVENUES - REGULATORY BASIS  
FOR THE YEAR ENDED DECEMBER 31, 2009**

	ANTICIPATED BUDGET	SPECIAL N.J.S.40:4-87	REALIZED	EXCESS OR (DEFICIT)
Fund Balance Anticipated	\$989,793		989,793	
Miscellaneous Revenues:				
Licenses - Alcoholic Beverages	8,000		8,000	
Other Fees & Permits	5,800		7,570	1,770
Municipal Court Fines & Costs	80,000		129,624	49,624
Interest & Costs on Taxes	46,000		58,037	12,037
Interest on Investments & Deposits	32,000		36,723	4,723
Consolidated Municipal Property Tax Relief	200,076		200,076	
Energy Receipts Tax	649,754		649,754	
Uniform Construction Code Fees	40,000		71,428	31,428
Alcohol Education & Rehabilitation	695		695	
Body Armor Replacement Program	1,465		1,465	
Recycling Tonnage Grant	6,029		6,029	
Clean Communities Grant	12,628		12,628	
Municipal Alliance on Alcoholism	2,250		2,250	
Justice Assistance Grant Program	11,945		11,945	
Burlington Coat Factory Agreement	117,000		121,317	4,317
<b>Total</b>	<b>1,213,642</b>		<b>1,317,541</b>	<b>103,899</b>
Receipts from Delinquent Taxes	250,000		243,843	(6,157)
Amount to be Raised by Support of Municipal Budget	3,271,551		3,407,863	136,312
Budget Totals	5,724,986		5,959,040	234,054
Nonbudget Revenues			154,178	
<b>Total</b>	<b>\$5,724,986</b>	<b>-</b>	<b>6,113,218</b>	

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

**TOWNSHIP OF EDGEWATER PARK  
CURRENT FUND  
STATEMENT OF REVENUES - REGULATORY BASIS  
FOR THE YEAR ENDED DECEMBER 31, 2009**

**ANALYSIS OF REALIZED REVENUES**

Allocation of Current Tax Collections:	
Revenue From Collections	\$13,545,756
Allocated to School, County & Fire District Taxes	<u>10,546,300</u>
Balance for Support of Municipal Budget Appropriations	2,999,456
Increased by Appropriation - Reserve for Uncollected Taxes	<u>408,407</u>
Amount for Support of Municipal Budget Appropriations	<u><u>\$3,407,863</u></u>
Receipts from Delinquent Taxes:	
Taxes Receivable	<u>\$243,843</u>
Total	<u><u>\$243,843</u></u>

**ANALYSIS OF NONBUDGET REVENUE**

Miscellaneous Revenues Not Anticipated:	
Cable Television Fees	\$26,432
Reimbursements	14,974
Land Sale	101,116
SC\Vet Reimbursement	2,569
Miscellaneous	<u>9,087</u>
Total	<u><u>\$154,178</u></u>

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

**TOWNSHIP OF EDGEWATER PARK  
CURRENT FUND  
STATEMENT OF EXPENDITURES - REGULATORY BASIS  
FOR THE YEAR ENDED DECEMBER 31, 2009**

OPERATIONS	APPROPRIATIONS		EXPENDED		UNEXPENDED BALANCE CANCELED
	BUDGET	BUDGET AFTER MODIFICATION	PAID OR CHARGED	RESERVED	
<b>General Government:</b>					
Administrative & Executive:					
Salaries and Wages	\$106,050	106,050	90,558	15,492	
Other Expenses	56,000	56,000	27,898	28,102	
Township Committee:					
Salaries and Wages	16,522	16,522	16,522		
Other Expenses	1,500	1,500	1,184	316	
Municipal Clerk:					
Salaries and Wages	76,855	76,855	72,197	4,658	
Other Expenses	15,250	15,250	15,024	226	
Financial Administration:					
Salaries and Wages	22,981	22,981	12,500	10,481	
Other Expenses	8,500	8,500	6,559	1,941	
Audit Services	29,500	29,500	29,500		
Revenue Administration (Tax Collection):					
Salaries and Wages	53,500	53,500	53,365	135	
Other Expenses	14,500	14,500	7,651	6,849	
Assessment of Taxes:					
Salaries and Wages	18,352	18,352	18,351	1	
Other Expenses	185,550	185,550	4,231	181,319	
Legal Services & Costs:					
Other Expenses	65,000	85,000	80,953	4,047	
Engineering Services & Costs:					
Other Expenses	30,000	30,000	12,875	17,125	
Economic Development Committee:					
Other Expenses	750	750		750	
Municipal Land Use Law (N.J.S.40:55D-1):					
Planning Board:					
Salaries and Wages	2,100	2,100	1,800	300	
Other Expenses	14,050	14,050	3,109	10,941	
Insurance:					
Unemployment Compensation					
Insurance	95,340	95,340	95,090	250	
Liability Insurance	95,340	95,340	95,090	250	
Workers Compensation	8,000	8,000	6,728	1,272	
Employee Group Insurance	481,500	481,500	452,260	29,240	
<b>Public Safety:</b>					
Police:					
Salaries & Wages	1,345,800	1,325,800	1,181,149	144,651	
Other Expenses	111,750	111,750	65,638	14,112	32,000
Office of Emergency Management:					
Other Expenses	2,000	2,000	75	1,925	
First Aid Squad Contributions	32,000	32,000	32,000		
Municipal Prosecutor:					
Other Expenses	13,500	13,500	12,375	1,125	
<b>Public Works Functions:</b>					
Streets & Road Maintenance:					
Salaries & Wages	364,000	364,000	349,970	14,030	
Other Expenses	68,725	68,725	48,974	19,751	
Solid Waste Collection:					
Salaries & Wages	5,000	5,000	5,000		
Other Expenses	450,871	450,871	395,285	55,586	
Public Buildings & Grounds:					
Other Expenses	38,050	38,050	21,349	16,701	

**TOWNSHIP OF EDGEWATER PARK  
CURRENT FUND  
STATEMENT OF EXPENDITURES - REGULATORY BASIS  
FOR THE YEAR ENDED DECEMBER 31, 2009**

OPERATIONS - Within "CAPS"	APPROPRIATIONS		EXPENDED		UNEXPENDED BALANCE CANCELED
	BUDGET	BUDGET AFTER MODIFICATION	PAID OR CHARGED	RESERVED	
<b>Health &amp; Welfare:</b>					
Board of Health:					
Salaries and Wages	3,640	3,640	3,035	605	
Other Expenses	1,150	1,150	995	155	
<b>Park &amp; Recreation Functions:</b>					
Recreation Services & Programs:					
Salaries and Wages	300	300	267	33	
Other Expenses	7,500	7,500	994	6,506	
Maintenance of Parks:					
Other Expenses	5,800	5,800	2,371	3,429	
<b>Uniform Construction Code - Offset by Dedicated Revenues (N.J.A.C.5:23-4.17):</b>					
Construction Code Official:					
Building Inspector:					
Salaries and Wages	106,116	105,916	100,025	5,891	
Other Expenses	17,500	17,500	9,106	8,394	
Sub-Code Officials:					
Plumbing Inspector:					
Salaries and Wages	6,000	6,000	5,568	432	
Electrical Inspector:					
Salaries and Wages	5,800	5,800	5,626	174	
Fire Protection Inspector:					
Salaries and Wages	5,800	6,000	5,974	26	
<b>Utility Expenses &amp; Bulk Purchase:</b>					
Electricity	47,000	47,000	39,805	7,195	
Street Lighting	96,000	96,000	76,597	19,403	
Telephone	26,000	26,000	20,832	5,168	
Water	2,000	2,000	1,790	210	
Fuel Oil	16,000	16,000	9,598	6,402	
Telecommunications	18,500	18,500	15,174	3,326	
Gasoline	66,000	66,000	38,251	27,749	
<b>Municipal Court:</b>					
Municipal Court:					
Salaries and Wages	106,321	106,321	103,446	2,875	
Other Expenses	16,000	16,000	10,840	5,160	
<b>Unclassified:</b>					
Storm Water Sewers:					
Other Expenses	5,000	5,000	3,472	1,528	
Environmental Commission (N.J.S.40:56-1 et. seq.):					
Other Expenses	1,000	1,000	325	675	
Senior Citizen Transportation:					
Other Expenses	1,000	1,000	500	500	
New Letter:					
Other Expenses	3,600	3,600	3,000	600	
<b>Total Operations Within "CAPS"</b>	<b>4,392,863</b>	<b>4,392,863</b>	<b>3,672,851</b>	<b>688,012</b>	<b>32,000</b>
<b>Total Operations Including Contingent Within "CAPS"</b>	<b>4,392,863</b>	<b>4,392,863</b>	<b>3,672,851</b>	<b>688,012</b>	<b>32,000</b>

**TOWNSHIP OF EDGEWATER PARK  
CURRENT FUND  
STATEMENT OF EXPENDITURES - REGULATORY BASIS  
FOR THE YEAR ENDED DECEMBER 31, 2009**

	APPROPRIATIONS		EXPENDED		UNEXPENDED BALANCE CANCELED
	BUDGET	BUDGET AFTER MODIFICATION	PAID OR CHARGED	RESERVED	
OPERATIONS - Within "CAPS"					
Detail:					
Salaries and Wages	2,245,137	2,225,137	2,025,353	199,784	
Other Expenses (Including Contingent)	2,147,726	2,167,726	1,647,498	488,228	32,000
Deferred Charges & Statutory Expenditures - Municipal Within "CAPS":					
Statutory Expenditures:					
Contributions to:					
Social Security System (O.A.S.I.)	165,501	165,501	160,133	5,368	
Total Deferred Charges & Statutory Expenditures	165,501	165,501	160,133	5,368	
Total General Appropriations for Municipal Purposes Within "CAPS"	4,558,364	4,558,364	3,832,984	693,380	32,000
<b>Mandated Expenditures Excluded From "CAPS":</b>					
Aid to Library N.J.S.A.40:54-35	2,500	2,500	2,500		
Aid to Providence House	1,500	1,500		1,500	
Community Services Act:					
Other Expenses	204,250	204,250	161,205	43,045	
Affordable Housing:					
Other Expenses	30,000	30,000	26,775	3,225	
SFSP Fire District Payment	2,777	2,777	2,777		
Contribution to Police & Fire Pension Fund	170,672	170,672	170,672		
Contribution to Public Employees Retirement System	71,153	71,153	71,153		
FOCA 36 - 477	500	500		500	
<b>Public and Private Programs Offset by Revenues:</b>					
Municipal Alliance Grant:					
State Share	2,250	2,250	2,250		
Township Share	750	750	750		
Alcohol, Education & Rehabilitation	695	695	695		
Justice Assistance Program Grant	11,945	11,945	11,945		
Recycling Grant	6,029	6,029	6,029		
Body Armor Replacement Program	1,465	1,465	1,465		
Clean Communities Grant	12,628	12,628	12,628		
Total Operations Excluded from "CAPS"	519,114	519,114	470,844	48,270	
Detail:					
Other Expenses	519,114	519,114	470,844	48,270	

**TOWNSHIP OF EDGEWATER PARK  
CURRENT FUND  
STATEMENT OF EXPENDITURES - REGULATORY BASIS  
FOR THE YEAR ENDED DECEMBER 31, 2009**

	APPROPRIATIONS		EXPENDED		UNEXPENDED
	BUDGET	BUDGET AFTER MODIFICATION	PAID OR CHARGED	RESERVED	BALANCE CANCELED
OPERATIONS - Excluded from "CAPS"					
Capital Improvements:					
Capital Improvement Fund	5,000	5,000	5,000		
Drainage Improvements	2,000	2,000		2,000	
Total Capital Improvement Excluded "CAPS"	7,000	7,000	5,000	2,000	
Municipal Debt Service:					
Payment of Serial Bonds	126,000	126,000	126,000		
Payment of Bond Anticipation Notes	63,000	63,000	63,000		
Interest on Notes	71,500	71,500	71,058		442
Interest on Serial Bonds	127,200	127,200	127,093		107
Total Municipal Debt Service	387,700	387,700	387,151		549
Deferred Charges - Municipal:					
Special Emergency Authorizations	3,200	3,200	3,200		
Unfunded Improvement Authorization	21,601	21,601	21,601		
Total Deferred Charges - Municipal	24,801	24,801	24,801		
Total General Appropriations - Municipal Purposes - Excluded From "CAPS"	938,615	938,615	887,796	50,270	549
Subtotal General Appropriation Items	5,496,979	5,496,979	4,720,780	743,650	32,549
Reserve For Uncollected Taxes	408,407	408,407	408,407		
Total General Appropriations	<u>\$5,905,386</u>	<u>5,905,386</u>	<u>5,129,187</u>	<u>743,650</u>	<u>32,549</u>
Budget		\$5,724,986			
Special Emergency Authorizations		<u>180,400</u>			
Total		<u>\$5,905,386</u>			
Deferred Charges:					
Special Emergency Authorization			\$3,200		
Due to General Capital Fund			26,600		
Due to Federal & State Grant Fund			1,000		
Reserve for Uncollected Taxes			408,407		
Federal and State Grant Funds			35,012		
Federal and State Grant Funds - Township Share			750		
Encumbrances			64,009		
Disbursed			<u>4,590,209</u>		
Total			<u>\$5,129,187</u>		

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

**TOWNSHIP OF EDGEWATER PARK  
TRUST FUND  
STATEMENTS OF ASSETS, LIABILITIES, RESERVES AND  
FUND BALANCE - REGULATORY BASIS  
DECEMBER 31, 2009 AND 2008**

ASSETS	REFERENCE	2009	2008
Dog License Fund:			
Cash - Treasurer	B-1	\$7,538	5,440
Total Dog License Fund		<u>7,538</u>	<u>5,440</u>
Other Funds:			
Cash - Treasurer	B-1	287,755	280,608
Cash - Collector	B-1	242,759	9,302
Due From Current Fund - Tax Sale Premiums	A	154,182	130,600
Due From Developers		3,475	3,224
Total Other Funds		<u>688,171</u>	<u>423,734</u>
Total Assets		<u>\$695,709</u>	<u>429,174</u>
<b>LIABILITIES &amp; RESERVES</b>			
Dog License Fund:			
Due to Current Fund	A	\$51	
Reserve for Dog Fund Expenditures	B-2	7,487	5,440
Total Dog License Fund		<u>7,538</u>	<u>5,440</u>
Other Funds:			
Due to Current Fund	A		6,641
Due to Capital Fund	C	15,000	
Escrow Deposits	B-6	212,093	209,174
Redemption of Tax Sale Certificates	B-3	3	3
Recreation Expenditures	B-4	9,053	8,530
Reserve for Tax Sale Premiums	B-5	85,000	86,503
Parking Offenses Adjudication Act Trust Fund	B-8	267	267
Special Law Enforcement Trust Fund	B-7	19,600	17,610
Reserve for Tax Title Lien Redemption	B-9	242,759	9,302
Reserve for Public Defender	B-10	2,210	2,012
Reserve for Restitution	B-11	100	100
Reserve for Open Space	B-12	85,811	76,141
Reserve for Bicycle Patrol Fund	B-13	1,796	1,796
Reserve for Trees Fund	B-14	322	120
Reserve for Off-Duty Police	B-15	12,561	4,239
Reserve for Train Station	B-16	864	564
Reserve for Police Equipment Project	B-17	732	732
Total Other Funds		<u>688,171</u>	<u>423,734</u>
Total Liabilities & Reserves		<u>\$695,709</u>	<u>429,174</u>

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

**TOWNSHIP OF EDGEWATER PARK  
GENERAL CAPITAL FUND  
STATEMENTS OF ASSETS, LIABILITIES, RESERVES AND  
FUND BALANCE - REGULATORY BASIS  
DECEMBER 31, 2009 AND 2008**

ASSETS	REFERENCE	2009	2008
Cash & Investments	C-2	\$5,636	5,636
Due from Current Fund	A	788,477	964,637
Due from Open Space Trust Fund	B	15,000	
Grants Receivable			37,500
Deferred Charges to Future Taxation:			
Funded		2,536,000	2,662,000
Unfunded	C-3	3,441,674	3,297,275
		<hr/>	<hr/>
Total Assets		<u>\$6,786,787</u>	<u>6,967,048</u>
<b>LIABILITIES, RESERVES &amp; FUND BALANCE</b>			
Bond Anticipation Notes	C-8	\$2,905,000	2,969,000
Serial Bonds	C-7	2,536,000	2,662,000
Contracts Payable	C-5		65,130
Improvement Authorizations:			
Funded	C-5	162,722	148,052
Unfunded	C-5	1,026,649	970,450
Capital Improvement Fund	C-4	5,048	48
Reserves for:			
Repayment of Bond Anticipation Notes			1,000
Fund Balance	C-1	151,368	151,368
		<hr/>	<hr/>
Total Liabilities, Reserves & Fund Balance		<u>\$6,786,787</u>	<u>6,967,048</u>

There were bonds and notes authorized but not issued on December 31, 2009 of \$536,674 and on December 31, 2008 of \$328,275.

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

**TOWNSHIP OF EDGEWATER PARK  
PUBLIC ASSISTANCE FUND  
STATEMENTS OF ASSETS, LIABILITIES, RESERVES AND  
FUND BALANCE - REGULATORY BASIS  
DECEMBER 31, 2009 AND 2008**

ASSETS	REFERENCE	2009	2008
Cash	D-1		1,875
Total			1,875
<b>LIABILITIES &amp; RESERVES</b>			
Due to Current Fund Reserve for Public Assistance	D-4		142 1,733
Total			1,875

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

**TOWNSHIP OF EDGEWATER PARK  
PAYROLL FUND  
STATEMENTS OF ASSETS, LIABILITIES, RESERVES AND  
FUND BALANCE - REGULATORY BASIS  
DECEMBER 31, 2009 AND 2008**

ASSETS	REFERENCE	2009	2008
Cash - Treasurer		\$16,524	7,199
Due from Current Fund			7,234
Total		\$16,524	14,433
<b>LIABILITIES</b>			
Payroll Taxes Payable		\$15,869	14,433
Due to Current Fund		655	
Total		\$16,524	14,433

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

**TOWNSHIP OF EDGEWATER PARK**  
**GENERAL FIXED ASSETS**  
**STATEMENTS OF ASSETS, LIABILITIES, RESERVES AND**  
**FUND BALANCE - REGULATORY BASIS**  
**DECEMBER 31, 2009 AND 2008**

	2009	2008
General Fixed Assets:		
Land	\$1,351,943	1,351,943
Buildings & Contents	1,980,581	1,980,581
Vehicles	457,957	415,578
	<hr/>	<hr/>
Total	\$3,790,481	3,748,102
	<hr/> <hr/>	<hr/> <hr/>
 Total Investment in General Fixed Assets	 \$3,790,481	 3,748,102
	<hr/> <hr/>	<hr/> <hr/>

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

**TOWNSHIP OF EDGEWATER PARK  
COUNTY OF BURLINGTON**

**NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2009**

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**TOWNSHIP OF EDGEWATER PARK**  
**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED DECEMBER 31, 2009**

**Note 1. Summary of Significant Accounting Policies**

**A. Reporting Entity**

The financial statements of the Township of Edgewater Park, County of Burlington, New Jersey (“the Township”), include every board, body, office or commission supported and maintained wholly or in part by funds appropriated by the Township as required by *N.J.S.A.40A:5-5*. The financial statements of the Township do not include the operations of the Board of Education, first aid organization or volunteer fire companies that are subject to separate audits.

**B. Descriptions of Funds**

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

**Current Fund** - resources and expenditures for government operations of a general nature, including Federal and State Grant funds.

**Trust Funds** – the various Trust Funds account for receipts, custodianship and disbursement of funds in accordance with the purpose for which each reserve was created.

**General Capital Fund** – accounts for receipt and disbursement of funds for the acquisition of capital facilities, other than those acquired in the Current Fund.

**Public Assistance Fund** – the Public Assistance Fund accounts for receipt and disbursement of funds that provide assistance to certain residents of the township pursuant to Title 44 of New Jersey statutes.

**C. Basis of Accounting**

**Revenues** – are recorded as received in cash except for certain amounts, which may be due from the State of New Jersey or the federal government as grants. The amounts recorded as property taxes receivable and consumer accounts receivable have not been included in revenue. Amounts that are due to the municipality which are susceptible of accrual are recorded as receivables with offsetting reserves.

**Expenditures** – are recorded on the “budgetary” basis of accounting. Generally expenditures are recorded when an amount is encumbered for goods or services through the issuance of a purchase order in conjunction with the Encumbrance Accounting System. Outstanding encumbrances at

**TOWNSHIP OF EDGEWATER PARK**

**NOTES TO FINANCIAL STATEMENTS (continued):  
FOR THE YEAR ENDED DECEMBER 31, 2009**

**Note 1. Summary of Significant Accounting Policies (continued):**

December 31, are reported as a liability in the financial statements and constitute part of the Township's statutory Appropriation Reserve balance. Appropriation reserves covering unexpended appropriation balance are automatically created at December 31<sup>st</sup> of each year and recorded as liabilities, except for amounts which may be cancelled by the governing body.

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

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

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

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

**General Fixed Assets** – Property and equipment purchased by the Current and General Capital Funds are recorded as expenditures at the time of purchase and are not capitalized. All interest costs are recorded as expenditures when paid.

Accounting for Governmental Fixed Assets, as promulgated by Technical Directive No. 2 as issued by the Division of Local Government Services, differs in certain respects from generally accepted accounting principles. The following is a brief description of the provisions of the Directive.

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

All fixed assets are valued at historical cost or estimated historical cost if actual historical cost is not available except for land, which is valued at estimated market value. No depreciation on general fixed assets is recorded in the financial statements.

**TOWNSHIP OF EDGEWATER PARK**

**NOTES TO FINANCIAL STATEMENTS (continued):  
FOR THE YEAR ENDED DECEMBER 31, 2009**

**Note 1. Summary of Significant Accounting Policies (continued):**

Expenditures for construction in progress are recorded in the Capital Funds until such time as the construction is completed and put into operation. Fixed assets acquired through grants-in-aid or contributed capital has not been accounted for separately.

**Comparative Data** - Comparative total data for the prior year have been presented in the accompanying financial statements in order to provide an understanding of changes in the Township's financial position and operations. However, comparative data have not been presented in each of the statements because their inclusion would make the statements unduly complex and difficult to read.

**Budgets** - the Township is required by state law to adopt an annual budget for the Current Fund. Each budget is presented in accordance with accounting principles prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey.

The following steps are taken in establishing the budgetary data reflected in the financial statements:

1. Prior to February 10<sup>th</sup> of the budget year the Township introduces a budget, which includes proposed expenditures and financing methods.
2. A public hearing is held 28 days after introduction, after a public hearing the budget may be adopted by the governing body.

Once a budget is approved it may be amended after November 1, by a resolution adopted by the governing body.

**Note 2. Cash and Cash Equivalents and Investments**

The Township is governed by the deposit and investment limitations of New Jersey state law. The Deposits and investments held at December 31, 2009, and reported at fair value are as follows:

Type	Maturities	Carrying Value
<b>Deposits:</b>		
Demand Deposits	N/A	\$2,260,998
Certificates of Deposits	5/1/2010	517,892
Certificates of Deposits	6/21/2010	<u>245,128</u>
Total Deposits		<u>\$3,024,018</u>

**TOWNSHIP OF EDGEWATER PARK**  
**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED DECEMBER 31, 2009**

**Note 2. Cash and Cash Equivalents and Investments (continued):**

**Reconciliation of Statement of Comparative Balance Sheets:**

Current	\$2,400,347
Dog Trust	7,538
Other Trust	530,514
General Capital	5,636
State and Federal Grants	63,459
Payroll	<u>16,524</u>
 Total Reconciliation of Comparative Balance Sheets	 <u>\$3,024,018</u>

**Custodial Credit Risk** – Deposits in financial institutions, reported as components of cash, cash equivalents and investments had a bank balance of \$3,747,643 at December 31, 2009. Of the bank balance \$745,128 was fully insured by the FDIC (Federal Depository Insurance Corporation) and \$3,002,515 was secured by a collateral pool held by the bank, but not in the Township’s name, as required by New Jersey’s Governmental Unit Deposit Protection Act (GUDPA). The Governmental Unit Deposit Protection Act is more fully described in Note 3 of these financial statements.

**Investment Interest Rate Risk** – The Township has no formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. Maturities of investment held at December 31, 2009, are provided in the above schedule.

**Investment Credit Risk** – The Township has no investment policy that limits its investment choices other than the limitation of state law as follows:

- Bonds or other obligations of the United States of America or obligations guaranteed by the United States of America;
- Government money market mutual funds;
- Any obligation that a federal agency or 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 that such obligations bear a fixed rate of interest not dependent on any index or other external factor;
- Bonds or other obligations of the Township or bonds or other obligations of the local unit or units within which the Township is located;
- Bonds or other obligations, having a maturity date of not more than 397 days from the date of purchase, approved by the Division of Investment in the Department of Treasury for investment by the Township;

**TOWNSHIP OF EDGEWATER PARK**  
**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED DECEMBER 31, 2009**

**Note 2. Cash and Cash Equivalents and Investments (continued):**

- Local Governments investment pools;
- Deposits with the State of New Jersey Cash Management Fund established pursuant to section 1 of P.L. 1977, c.281; or
- Agreements for the repurchase of fully collateralized securities with certain limitations.

**Concentration of Investment Credit Risk** – The Township places no limit on the amount it may invest in any one issuer.

**Note 3. Governmental Unit Deposit Protection Act (GUDPA)**

The Township has deposited cash in 2009 with an approved public fund depository qualified under the provisions of the Government Unit Deposit Protection Act. In addition to savings and checking accounts the Township invests monies in certificates of deposits.

The Governmental Unit Deposit Protection Act P.L. 1970, Chapter 236, was passed to afford protection against bankruptcy or default by a depository. C.17:9-42 provides that no governmental unit shall deposit funds in a public depository unless such funds are secured in accordance with this act. C.17:9-42 provides that every public depository having public funds on deposit shall, as security for such deposits, maintain eligible collateral having a market value at least equal to either (1) 5% of the average daily balance of collected public funds on deposit during the 6 month period ending on the next preceding valuation date (June 30 or December 31) or (2) at the election of the depository, at least equal to 5% of the average balance of collected public funds on deposit on the first, eighth, fifteenth, and twenty-second days of each month in the 6 month period ending on the next preceding valuation date (June 30 or December 31). No public depository shall be required to maintain any eligible collateral pursuant to this act as security for any deposit or deposits of any governmental unit to the extent such deposits are insured by F.D.I.C. or any other U.S. agency which insures public depository funds.

No public depository shall at any time receive and hold on deposit for any period in excess of 15 days public funds of a governmental unit(s) which, in the aggregate, exceed 75% of the capital funds of the depository, unless such depository shall, in addition to the security required to be maintained under the paragraph above, secure such excess by eligible collateral with a market value at least equal to 100% of such excess.

In the event of a default, the Commissioner of Banking within 20 days after the default occurrence shall ascertain the amount of public funds on deposit in the defaulting depository and the amounts covered by federal deposit insurance and certify the amounts to each affected governmental unit. Within 10 days after receipt of this certification, each unit shall furnish to the Commissioner verified statements of its public deposits. The Commissioner shall ascertain the amount derived or to be derived from the

**TOWNSHIP OF EDGEWATER PARK**  
**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED DECEMBER 31, 2009**

**Note 3. Governmental Unit Deposit Protection Act (GUDPA) (continued):**

liquidation of the collateral maintained by the defaulting depository and shall distribute such proceeds pro rata among the governmental units to satisfy the net deposit liabilities to such units.

If the proceeds of the sale of the collateral are insufficient to pay in full the liability to all affected governmental units, the Commissioner shall assess the deficiency against all other public depositories having public funds on deposit determined by a formula determined by law. All sums collected by the Commissioner shall be paid to the governmental units having deposits in the defaulting depository in the proportion that the net deposit liability to each such governmental unit bears to the aggregate of the net deposit liabilities to all such governmental units.

All public depositories are required to furnish information and reports dealing with public funds on deposit every six months, June 30th and December 31st, with the Commissioner of Banking. Any public depository which refuses or neglects to give any information so requested may be excluded by the

Commissioner from the right to receive public funds for deposit until such time as the Commissioner shall acknowledge that such depository has furnished the information requested.

Upon review and approval of the Certification Statement that the public depository complies with statutory requirements, the Commissioner issues forms approving the bank as a municipal depository. The Municipality should request copies of these approval forms semiannually to assure that all depositories are complying with requirements.

**Note 4. Debt**

The Local Bond Law governs the issuance of bonds and notes to finance general municipal capital expenditures. Bonds are retired in serial installments within the statutory period of usefulness. Bonds issued by the Township are general obligation bonds, backed by the full faith and credit of the Township. Bond anticipation notes are issued to temporarily finance capital projects, prior to the issuance of serial bonds. The term of the notes cannot exceed one year but the notes may be renewed from time to time for a period not exceeding one year. All such notes must be paid no later than the tenth anniversary of the date of the original note. The State of New Jersey also prescribes that on or before the third anniversary date of the original note a payment of at least equal to the first legally payable installment of the bonds in anticipation of which such notes were issued be paid. A second legal installment must be paid if the notes are to be renewed beyond the fourth anniversary date of the original issuance and so on. Tax anticipation notes are issued if the cash on hand is not sufficient to carry on normal operations of the municipality at any time during the year. Such notes are authorized by a resolution adopted by the governing body.

**TOWNSHIP OF EDGEWATER PARK**

**NOTES TO FINANCIAL STATEMENTS (continued):  
FOR THE YEAR ENDED DECEMBER 31, 2009**

**Note 4. Debt (continued):**

**A. Borrowing Power**

New Jersey statutes limit the debt of a municipality to 3½% of the average of the last three preceding year's equalized valuations of the taxable real estate and improvements. The Township's statutory net debt at December 31, 2009 was \$5,977,674. The Township's remaining borrowing power is \$16,730,390.

The summary of municipal debt for the last three years and the calculation of statutory net debt are presented in the Supplementary Data section of this report.

**B. Bond Purchase**

In December of 2003, the Township entered into a lease and agreement with the Burlington County Bridge Commission ("Commission"). This agreement provides the Township to finance capital projects and capital equipment through the issuance of County-Guaranteed Pooled Loan Revenue Bonds (2003 Governmental Leasing Program). The following is a schedule of annual payments to the Commission for principal and interest:

<b>Year</b>	<b>Principal</b>	<b>Interest</b>	<b>Total</b>
2010	\$ 132,000	\$ 121,436	\$ 253,436
2011	138,000	115,496	253,496
2012	143,000	110,666	253,666
2013	150,000	103,516	253,516
2014	158,000	96,016	254,016
2015-2019	913,000	353,731	1,266,731
2020-2023	<u>902,000</u>	<u>105,910</u>	<u>1,007,910</u>
Total	<u>\$2,536,000</u>	<u>\$1,006,771</u>	<u>\$3,542,771</u>

**Note 5. Compensated Absences**

Full-time employees are entitled to sick leave and vacation days each year in accordance with the current union contracts. Unused sick leave and vacation days may be accumulated and carried forward to the subsequent year.

The Township of Edgewater Park compensates employees for all unused vacation days upon termination or retirement. The current policy also provides for the payment of 75% of unused sick leave accumulated at the rate of pay upon termination or retirement.

**TOWNSHIP OF EDGEWATER PARK**

**NOTES TO FINANCIAL STATEMENTS (continued):  
FOR THE YEAR ENDED DECEMBER 31, 2009**

**Note 5. Compensated Absences (continued):**

The Township does not record accrued expenses related to compensated absences. However, it is estimated that, at December 31, 2009, accrued benefits for compensated absences are valued at \$345,688.

**Note 6. Deferred Compensation Salary Account**

The Township offers its employees a Deferred Compensation Program in accordance with Internal Revenue Code Section 457, which has been approved by the Director of the Division of Local Government Services. The program is offered by the Township through two program administrators, PEBSCO & Equitable. The investment fund balance of the program as of December 31, 2009 is \$114,158. The programs, available to all full time employees at their option, permit employees to defer a portion of their salary to future years. The deferred compensation is not available to participants until termination, retirement, death or unforeseeable emergency.

All amounts of compensation deferred under the Plan and all income attributed to those amounts are the exclusive property of the Township of Edgewater Park, subject to the claims of the general creditors of the Township. Participants' rights under the plan are equal to those of a general creditor of the Township in an amount equal to the fair market value of the deferred account for each participant. It is unlikely that the Township would use plan assets to satisfy claims of the general creditors in the future.

Certain provisions of the Job Protection Act of 1997 affect the Plan. Commencing on January 1, 1999, amounts deferred under Section 457 plans must be held in trust for the exclusive benefit of participating employees and not be accessible by the Township or its creditors. On September 3, 1997, the State of New Jersey implemented new regulations that require all new plans to be in compliance with the provisions of the Act. Since the Township's plan was adopted before August 20, 1996, the date the Act was signed into law, the Township has until January 1, 1999 to amend the plan or adopt a new one that complies with the Act and State regulations.

The Township assumes no liability for losses under the plan but does have the duty of due care that would be required of an ordinary prudent investor.

**Note 7. Pension**

**A. Plan Description**

The Township of Edgewater Park contributes to a cost-sharing multiple-employer defined benefit pension plan, Public Employees' Retirement System (P.E.R.S.) and Police and Fireman's Retirement System (P.F.R.S.), administered by the State of New Jersey, Division of Pensions and Benefits. It provides retirement, disability, medical and death benefits to plan members and beneficiaries. The State

**TOWNSHIP OF EDGEWATER PARK**

**NOTES TO FINANCIAL STATEMENTS (continued):  
FOR THE YEAR ENDED DECEMBER 31, 2009**

**Note 7. Pension (continued):**

of New Jersey P.E.R.S. and P.F.R.S. programs were established as of January 1, 1955 and July 1, 1944, respectively. The programs were established under the provisions of *N.J.S.A.43:15A* and *N.J.S.A.43:16A* which assigns authority to establish and amend benefit provisions to the plan's board of trustees. P.E.R.S. and P.F.R.S. issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to: State of New Jersey, Department of the Treasury, Division of Pensions and Benefits, P.O. Box 295, Trenton, NJ 08625, or calling (609) 984-1684.

**B. Funding Policy**

The System's designated purpose is to provide retirement, death, disability and medical benefits to certain qualified members. Membership in the System is mandatory for substantially all full-time employees of the State of New Jersey or any county, municipality, school district or public agency, provided the employee is not required to be a member of another state-administered retirement system or other state or local jurisdiction. The System's Board of Trustees is primarily responsible for the administration of the System.

According to the State of New Jersey administrative code, all obligations of the System will be assumed by the State of New Jersey should the System terminate.

Plan members are required to contribute 5.5% of their annual covered salary for P.E.R.S, 8.5% of their annual covered salary for P.F.R.S. and the Township is required to contribute at an actuarially determined rate. The current rate represents approximately 3.31% for P.E.R.S. and 11.25% for P.F.R.S. of annual covered payroll. The contribution requirements of plan members and the Township of Edgewater Park are established and may be amended by the plan's board of trustees. The Township's contributions to P.E.R.S. for the years ending December 31, 2009, 2008 and 2007 were \$71,153, \$53,984 and \$28,440, respectively, equal to the required contributions for each year and to P.F.R.S. for the years ending December 31, 2009, 2008 and 2007 were \$170,672, \$148,984 and \$97,494, respectively, equal to the required contributions for each year.

**Note 8. Assessments and Collection of Property Taxes**

New Jersey statutes require that taxable valuation of real property be prepared by the Township Tax Assessor as of October 1 in each year and filed with the County Board of Taxation (the "Board") by January 10 of the following year. Upon the filing of certified adopted budgets by the Township, Regional 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 Township Tax Collector (the "Collector") on or before May 13th.

**TOWNSHIP OF EDGEWATER PARK**

**NOTES TO FINANCIAL STATEMENTS (continued):  
FOR THE YEAR ENDED DECEMBER 31, 2009**

**Note 8. Assessments and Collection of Property Taxes (continued):**

Tax bills are prepared then mailed by the Collector of the Township 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 NJ 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% or 18% of the amount delinquent. 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 9. Deferred Charges to be Raised in Succeeding Budgets**

Certain expenditures are required to be deferred to budgets of succeeding years. At December 31, 2008, the following deferred charges are shown on the statement of assets, liabilities, reserves and fund balance of the following fund:

	<b>Balance December 31, 2008</b>	<b>Created During 2009</b>	<b>2009 Budget Appropriation</b>	<b>Succeeding Years</b>
Current Fund:				
Emergency Appropriation	\$16,000	\$180,400	\$3,200	\$193,200

The Appropriations in the 2009 Budget are not less than required by statute.

**Note 10. Post-Retirement Benefits**

The Township has an agreement with the former Public Safety Director, which provides the Director, upon retirement, medical/dental coverage for the next seven (7) years after retirement. The cost of the coverage will be split between the Township (80%) and the Director (20%). In addition the Township is providing employee state health benefits and dental coverage for six (4) other former employees. The cost of this coverage for 2009 was \$38,411. The Township presently has not provided funding for these benefits.

The State of New Jersey sponsors and administers the post-retirement health benefit program plans for participating entities, including the Township. The Plans are cost-sharing, multiple employer-defined benefit plans.

## TOWNSHIP OF EDGEWATER PARK

### NOTES TO FINANCIAL STATEMENTS (continued): FOR THE YEAR ENDED DECEMBER 31, 2009

#### Note 10. Post-Retirement Benefits (continued):

As a result of implementing GASB Statement No. 43, *Financial Reporting for Post-Employment Benefit Plans Other than Pension Plans ("OPEB")*, effective for fiscal year 2007, the State Health Benefits Program ("SHBP"), the Prescription Drug Program ("PDP") and Post-Retirement Medical ("PRM") of the PERS and TPAF are combined and reported as Pension and Other Employee Benefit Trust Funds in the State's Comprehensive Annual Financial Report ("CAFR"). Specifically, SHBP-State, PDP-State, and the PRM of the PERS are combined and reported as Health Benefits Program Fund-State classified as a single employer plan. The SHBP-Local, PDP-Local, and the PRM of the TPAF-Local are combined and reported as Health Benefits Program Fund-Local classified as a cost-sharing multiple-employer plan in the State's CAFR. The health benefits programs had a total of 452 state and local participating employers and contributing entities for fiscal year 2008.

The State of New Jersey, Department of the Treasury, Division of Pensions and Benefits issues publicly-available financial reports that include the financial statements and required supplementary information of the above trusts. The financial reports may be obtained by writing to the State of New Jersey, Department of the Treasury, Division of Pensions and Benefits, PO Box 295, Trenton, New Jersey 08625-0295.

#### Funding Policy

P.L. 1987, c.384 and P.L. 1990, c.6 required the PERS to fund post-retirement medical benefits for those State and participating local government employees who retire after accumulating 25 years of credited service or on a disability retirement. As of June 30, 2008, there were 80,181 retirees receiving post-retirement medical benefits. The cost of these benefits is funded through contributions by the State and participating local governments in accordance with P.L. 1994, c.62. Funding of post-retirement medical benefits changed from a pre-funding basis to a pay-as-you-go basis beginning in fiscal year 1994.

P.L. 1977, c.136 provides for the State and participating local governments to pay health benefits on a pay-as-you-go basis for all enrolled retired employees, regardless of retirement date, under 2 provisions. The first is for employees whose pensions are based on 25 years or more of credited service (except those who elect a deferred retirement). The second is for retired employees who are eligible for a disability retirement regardless of years of service. The State and participating local governments contributed \$86.5 million for 6,817 eligible retired members for fiscal year 2008.

PERS retirees are excluded from the provisions set forth in P.L. 1977, c.136 since their health benefits coverage is funded through each of their respective pension fund systems via an annual appropriation. The State and participating local governments made PRM contributions of \$382.8 million for PERS in fiscal year 2008.

The State will set in fiscal year 2009 the employer contribution rate based on the annual required contribution of the employers ("ARC"), an amount actuarially-determined in accordance with the parameters of GASB Statement No. 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) of the plan over a period not to exceed 30 years. The Authority's contributions to the State Health Benefits Program Fund for post-retirement benefits for the years ended December 31, 2008, 2007 and 2006 were not available.

**TOWNSHIP OF EDGEWATER PARK**

**NOTES TO FINANCIAL STATEMENTS (continued):  
FOR THE YEAR ENDED DECEMBER 31, 2009**

**Note 11. Fixed Assets**

The following schedule is a summarization of the changes in General Fixed Assets by Source for the year ended December 31, 2009:

	<b>Balance December 31, 2008</b>	<b>Additions</b>	<b>Deletions</b>	<b>Balance December 31, 2009</b>
Land & Buildings	\$1,351,943		\$ -	\$1,351,943
Building	1,980,581			1,980,581
Vehicles	415,578	\$ 42,379		457,957
Total	<u>\$3,748,102</u>	<u>\$ 42,379</u>	<u>\$ -</u>	<u>\$3,790,481</u>

**Note 12. Joint Insurance Pool**

The Township of Edgewater Park is a member of the Burlington County Municipal Joint Insurance Fund. The Fund provides its members with the following coverage:

Workers' Compensation and Employer's Liability  
Liability Other Than Motor Vehicles  
Property Damage Other Than Motor Vehicles  
Motor Vehicles

Contributions to the Fund, including a reserve for contingencies, are payable in two installments and are based on actuarial assumptions determined by the Fund's actuary. The Commissioner of Insurance may order additional assessments to supplement the Fund's claim, loss retention or administrative accounts to assure the payment of the Fund's obligations.

The Fund publishes its own financial report for the year ended December 31, 2009, which can be obtained from:

Burlington County Municipal Joint Insurance Fund  
P.O. Box 325, Hammonton, New Jersey 08037

**Note 13. Fund Balance**

Fund balance as of December 31, 2009 is \$700,019, \$662,346 of which is appropriated in the introduced budget for 2010.

**TOWNSHIP OF EDGEWATER PARK**

**NOTES TO FINANCIAL STATEMENTS (continued):  
FOR THE YEAR ENDED DECEMBER 31, 2009**

**Note 14. Interfunds**

The following interfunds remained as of December 31, 2009:

<b>Fund</b>	<b>Due From</b>	<b>Due To</b>
Current Fund	\$ 706	\$942,659
Trust Other	154,182	15,051
General Capital	803,477	
Payroll Fund	<u>          </u>	<u>655</u>
Total	<u>\$958,365</u>	<u>\$958,365</u>

The purpose of these interfunds are short-term borrowings.



**SUPPLEMENTAL EXHIBITS**



**CURRENT FUND**



**TOWNSHIP OF EDGEWATER PARK  
CURRENT FUND  
STATEMENT OF CASH - TREASURER  
FOR THE YEAR ENDED DECEMBER 31, 2009**

	CURRENT FUND	FEDERAL & STATE GRANT FUND
Balance December 31, 2008	\$2,700,393	41,383
Increased by Receipts:		
Receipts from Collector	\$13,686,062	
Due From State of New Jersey - Senior Citizen & Veteran Deductions	128,468	
Revenue Accounts Receivable	1,103,175	
Petty Cash	100	
Miscellaneous Revenue Not Anticipated	163,427	
Budget Refunds	7,916	
Due From Other Trust Fund	410	
Due From General Capital Fund	37,500	
Due From Trust Other Fund	191,480	
Due From Animal Control Fund	1,238	
Due From Current Fund		891
State & Federal Grants Receivable		8,915
State & Federal Grant Fund - Unappropriated		31,151
State & Federal Grant Fund - Township Share		750
	15,319,776	41,707
Total	15,319,776	41,707
Subtotal	18,020,169	83,090
Decreased by Disbursements:		
2009 Appropriations	4,590,209	
2008 Appropriation Reserve	257,745	
County Taxes	2,567,878	
Local District School Taxes	7,641,340	
Fire District Taxes	309,900	
Local Open Space Taxes Payable	31,032	
Due to General Capital Fund	240,261	
Due to Other Trust Fund	191,890	
Due to Dog Trust Fund	1,238	
Budget Refunds	7,916	
Petty Cash	100	
Refund of prior Year Revenue	6,671	
Tax Overpayments	13,186	
State & Federal Grant Fund - Township Share	750	
Due from Current Fund		1,000
Due to Federal & State Grant Fund	891	
Reserve for Federal & State Grant Funds - Appropriated		18,631
	15,861,007	19,631
Total Disbursements	15,861,007	19,631
Balance December 31, 2009	\$2,159,162	63,459

**TOWNSHIP OF EDGEWATER PARK  
CURRENT FUND  
STATEMENT OF CURRENT CASH AND RECONCILIATION  
PER N.J.S.40A:5-5 - COLLECTOR  
FOR THE YEAR ENDED DECEMBER 31, 2009**

Balance December 31, 2008		\$52,630
Increased by Receipts:		
Interest & Cost on Taxes	\$58,037	
Taxes Receivable	13,533,234	
Prepaid Taxes	115,573	
Interest Earnings	5,244	
Due to Other Trust(Tax Sale Premium)	24,100	
Payment In-Lieu of Tax	121,317	
Tax Overpayments	22,106	13,879,611
Subtotal		13,932,241
Decreased by Disbursements:		
Payments to Treasurer	13,686,062	
Due to Current	5,244	13,691,306
Balance December 31, 2009		<u>\$240,935</u>

**TOWNSHIP OF EDGEWATER PARK  
CURRENT FUND  
STATEMENT OF TAXES RECEIVABLE AND ANALYSIS OF PROPERTY TAX LEVY  
FOR THE YEAR ENDED DECEMBER 31, 2009**

YEAR	BALANCE DECEMBER 31, 2008	2009 LEVY	COLLECTED 2008	2009	DUE FROM STATE OF NEW JERSEY	OVER- PAYMENTS APPLIED	CANCELED	TRANSFERRED TO TAX TITLE LIENS	BALANCE DECEMBER 31, 2009
2005	\$1,128			1,128					6,764
2006	8,962			2,198					5,538
2007	7,228			1,690					5,107
2008	246,511			236,891	580	1,356	2,577		
Total	263,829			241,907	580	1,356	2,577		17,409
2009		13,834,986	100,857	13,291,327	132,668	20,904	3,643	116	285,471
Total	\$263,829	13,834,986	100,857	13,533,234	133,248	22,260	6,220	116	302,880

Cash Receipts \$13,533,234  
Total \$13,533,234

**ANALYSIS OF 2009 PROPERTY TAX LEVY**

<b>Tax Yield:</b>	
General Purpose Tax	\$13,821,879
Added Taxes (54:4-63.1 et seq)	<u>13,107</u>
Total	<u>\$13,834,986</u>
<b>Tax Levy:</b>	
Local District School Tax (Abstract)	\$7,641,340
Open Space	31,032
Fire District Tax (Abstract)	309,900
County Taxes:	
County Tax (Abstract)	\$2,093,126
County Open Space Tax (Abstract)	270,016
County Library Tax (Abstract)	198,893
Due County for Added & Omitted Taxes	<u>1,993</u>
	2,564,028
Local Tax For Municipal Purposes	3,271,551
Add: Additional Tax Levy	<u>17,135</u>
Total Levy	<u>\$13,834,986</u>

EXHIBIT A-6

**TOWNSHIP OF EDGEWATER PARK  
CURRENT FUND  
STATEMENT OF TAX TITLE LIENS  
FOR THE YEAR ENDED DECEMBER 31, 2009**

Balance December 31, 2008	\$1,278
Increased by:	
Transfer From Taxes Receivable - 2009	<u>116</u>
Balance December 31, 2009	<u><u>1,394</u></u>

EXHIBIT A-7

**STATEMENT OF PROPERTY ACQUIRED FOR TAXES  
(AT ASSESSED VALUATION)  
FOR THE YEAR ENDED DECEMBER 31, 2009**

Balance December 31, 2008	\$667,000
Decreased by:	
Combined Lots	<u>1,000</u>
Balance December 31, 2009	<u><u>\$666,000</u></u>

**TOWNSHIP OF EDGEWATER PARK  
CURRENT FUND  
STATEMENT OF REVENUE ACCOUNTS RECEIVABLE  
FOR THE YEAR ENDED DECEMBER 31, 2009**

	BALANCE DECEMBER 31, 2008	ACCRUED IN 2009	COLLECTED BY TREASURER	COLLECTED BY TAX COLLECTOR	RECEIVABLE DECEMBER 31, 2009
Municipal Clerk:					
Licenses:					
Alcoholic Beverages		8,000	8,000		
Interest Earned on Deposits		36,723	36,723		
Fees & Permits Other		11,889	7,570		4,319
Construction Code Official:					
Fees & Permits		78,258	71,428		6,830
Municipal Court:					
Fines & Fees	\$6,986	133,613	129,624		10,975
Energy Receipts Tax		649,754	649,754		
Consolidated Municipal Property Tax Relief		200,076	200,076		
<b>Total</b>	<b>\$6,986</b>	<b>1,118,313</b>	<b>1,103,175</b>		<b>22,124</b>

**STATEMENT OF DEFERRED CHARGES - N.J.S.40A-55 -  
SPECIAL EMERGENCY AUTHORIZATION  
FOR THE YEAR ENDED DECEMBER 31, 2009**

DATE AUTHORIZED	PURPOSE	NET AMOUNT AUTHORIZED	1/5 OF AMOUNT AUTHORIZED	BALANCE DECEMBER 31, 2008	AUTHORIZED IN 2009	RAISED IN 2009 BUDGET	BALANCE DECEMBER 31, 2009
9/12/08	Tax Maps	16,000	3,200	\$16,000		\$3,200	12,800
10/06/09	Revaluation	180,400	36,080		180,400		180,400
	<b>Total</b>			<b>\$16,000</b>	<b>180,400</b>	<b>3,200</b>	<b>193,200</b>

**TOWNSHIP OF EDGEWATER PARK  
CURRENT FUND  
STATEMENT OF 2008 APPROPRIATION RESERVES  
FOR THE YEAR ENDED DECEMBER 31, 2009**

OPERATIONS	BALANCE DECEMBER 31, 2008	BALANCE AFTER TRANSFERS	DISBURSED	BALANCE LAPSED
<b>General Government:</b>				
Administrative & Executive:				
Salaries and Wages	\$9,179	9,179	911	8,268
Other Expenses	13,806	13,806	8,113	5,693
Township Committee:				
Salaries and Wages	28	28		28
Other Expenses	1,958	1,958	114	1,844
Municipal Clerk:				
Salaries and Wages	4,005	4,005		4,005
Other Expenses	5,593	5,593	85	5,508
Financial Administration:				
Other Expenses	999	999	39	960
Assessment of Taxes:				
Salaries and Wages	717	717	269	448
Other Expenses	19,595	19,595	12	19,583
Collection of Taxes:				
Salaries and Wages	946	946		946
Other Expenses	2,216	2,216	39	2,177
Engineering Services & Costs:				
Other Expenses	17,657	17,657	16,680	977
Legal Services & Costs:				
Other Expenses	12,359	12,359	12,236	123
Economic Development Committee:				
Other Expenses	2,000	2,000		2,000
Municipal Land Use Law (N.J.S.A.40:55D-1):				
Planning Board:				
Salaries and Wages	300	300		300
Other Expenses	14,066	14,066	230	13,836
Unemployment Compensation Insurance	2,228	2,228		2,228
<b>Public Safety:</b>				
Police:				
Salaries and Wages	10,900	5,900	2,528	3,372
Other Expenses	29,137	29,137	10,140	18,997
Office of Emergency Management:				
Other Expenses	2,322	2,322		2,322
Municipal Prosecutor:				
Other Expenses	1,125	1,125	1,125	
<b>Streets &amp; Roads:</b>				
Road Repairs & Maintenance:				
Salaries and Wages	24,479	10,829	3,839	6,990
Other Expenses	16,804	16,804	12,706	4,098
Solid Waste Collection:				
Other Expenses	90,664	90,664	65,030	25,634
Public Buildings & Grounds:				
Other Expenses	1,465	1,465	349	1,116

**TOWNSHIP OF EDGEWATER PARK  
CURRENT FUND  
STATEMENT OF 2008 APPROPRIATION RESERVES  
FOR THE YEAR ENDED DECEMBER 31, 2009**

OPERATIONS	BALANCE DECEMBER 31, 2008	BALANCE AFTER TRANSFERS	DISBURSED	BALANCE LAPSED
<b>Health &amp; Welfare:</b>				
Public Health Services:				
Salaries and Wages	706	706		706
Other Expenses	1,289	1,289		1,289
<b>Parks &amp; Recreation:</b>				
Recreation Services & Programs:				
Salaries and Wages	1,015	1,015		1,015
Other Expenses	29	29		29
Maintenance of Parks:				
Other Expenses	4,104	4,104		4,104
<b>Utility Expenses &amp; Bulk Purchases:</b>				
Electricity	3,360	3,360	3,226	134
Street Lighting	5,958	5,958	5,956	2
Telephone	2,276	2,276	653	1,623
Water	1,336	1,336		1,336
Fuel Oil	5,198	5,198	2,165	3,033
Telecommunications	1,636	1,636	575	1,061
Gasoline	7,436	7,436	3,959	3,477
<b>Municipal Court:</b>				
Salaries and Wages	8,942	8,942	1,242	7,700
Other Expenses	3,997	3,997	365	3,632
<b>Unclassified:</b>				
Storm Water Sewers	515	515		515
Senior Citizen Transportation	500	500		500
Social Security System	3,564	7,214	7,171	43
Construction Code Official:				
Other Expenses	4,425	4,425	67	4,358
<b>Health &amp; Welfare:</b>				
Construction Code Official:				
Building Inspector:				
Salaries and Wages	18,293	18,293	1,489	16,804
Electrical Inspector:				
Salaries and Wages	319	319		319
Plumbing Inspector:				
Salaries and Wages	200	200		200
<hr/>				
Total General Appropriations for Municipal Purposes - Within "CAPS"	359,646	344,646	161,313	183,333

**TOWNSHIP OF EDGEWATER PARK  
CURRENT FUND  
STATEMENT OF 2008 APPROPRIATION RESERVES  
FOR THE YEAR ENDED DECEMBER 31, 2009**

OPERATIONS - EXCLUDED FROM "CAPS":	BALANCE DECEMBER 31, 2008	BALANCE AFTER TRANSFERS	DISBURSED	BALANCE LAPSED
<b>Operations Excluded From "CAPS"</b>				
Aid to Providence House	240	240	240	
Community Services Act	27,177	27,177	20,581	6,596
Affordable Housing	872	15,872	15,861	11
Liability Insurance	2	2		2
Workers Compensation	1	1		1
Employee Group Insurance	66,712	66,712	59,750	6,962
FOCA 36-477	300	300		
Drainage Improvements	2,000	2,000		2,000
<hr/>				
Total General Appropriations for Municipal Purposes - Excluded From "CAPS"	97,304	112,304	96,432	15,872
<hr/>				
Total General Appropriations	\$456,950	456,950	257,745	199,205
<hr/>				
Appropriation Reserves	\$386,473			
Encumbrances Payable	70,477			
<hr/>				
Total	\$456,950			
<hr/>				

**STATEMENT OF LOCAL SCHOOL TAX PAYABLE  
FOR THE YEAR ENDED DECEMBER 31, 2009**

Balance December 31, 2008: School Taxes Payable	\$ -
Increased by: Levy Calendar Year 2009	<u>7,641,340</u>
Subtotal	7,641,340
Decreased by: Payments	<u>7,641,340</u>
Balance December 31, 2009: School Taxes Payable	<u><u>\$ -</u></u>

**TOWNSHIP OF EDGEWATER PARK  
FEDERAL AND STATE GRANT FUND  
STATEMENT OF STATE AND FEDERAL GRANTS RECEIVABLE  
FOR THE YEAR ENDED DECEMBER 31, 2009**

PROGRAM	BALANCE DECEMBER 31, 2008	2009 REVENUE	RECEIPTS	CANCELLED	BALANCE DECEMBER 31, 2009
State Grants:					
Municipal Drug Alliance	\$10,400	2,250	8,915	1,485	2,250
Green Communities Grant	3,000				3,000
Alcohol Education & Rehabilitation Management Plan	2,000	695	695		2,000
Clean Communities Grant		12,628	12,628		
Domestic Violence Training Program	37			37	
Body Armor Replacement Program		1,465	1,465		
Recycling Tonnage Grant		6,029	6,029		
Justice Assistance Program		11,945			11,945
<b>Total State Grants</b>	<b>\$15,437</b>	<b>35,012</b>	<b>29,732</b>	<b>1,522</b>	<b>19,195</b>
Cash			\$8,915		
Unappropriated			<u>20,817</u>		
			<u>\$29,732</u>		

**SCHEDULE OF STATE AND FEDERAL GRANTS - UNAPPROPRIATED  
FOR THE YEAR ENDED DECEMBER 31, 2009**

PROGRAM	BALANCE DECEMBER 3 2008	GRANTS RECEIVED	REVENUE IN 2009 BUDGET	BALANCE DECEMBER 31, 2009
Federal & State Grants:				
Recycling Grant	\$6,030	17,826	6,029	17,827
Body Armor Fund	1,466		1,465	1
Clean Communities Grant		12,629	12,628	1
Alcohol Education & Rehabilitation Program		696	695	1
<b>Total Federal &amp; State Grants</b>	<b>\$7,496</b>	<b>31,151</b>	<b>20,817</b>	<b>17,830</b>

**TOWNSHIP OF EDGEWATER PARK  
CURRENT FUND  
SCHEDULE OF FEDERAL AND STATE GRANTS - APPROPRIATED  
FOR THE YEAR ENDED DECEMBER 31, 2009**

PROGRAM	BALANCE DECEMBER 31, 2008	TRANSFERRED FROM 2009 BUDGET APPROPRIATIONS	EXPENDED	CANCELED	BALANCE DECEMBER 31, 2009
State Grants:					
Clean Communities Grant	\$3,070	12,628	8,084		7,614
Municipal Alliance Grant	1,631	3,000	1,803	1,631	1,197
Drunk Driving Enforcement Grant	3,058				3,058
Recycling Tonnage Grant	14,550	6,029	5,984		14,595
Green Acres Local Tree Management Plan	3,000				3,000
Alcohol Education & Rehabilitation	6,294	695			6,989
Body Armor Replacement Program	1,295	1,465	2,760		
Storm Water Regulation	7,936				7,936
Domestic Violence Training Program	4,690				4,690
Domestic Violence - 2009	300				300
Green Communities Grant	3,000				3,000
Justice Assistance Program		11,945			11,945
School Safety Program/ Child Identification	500				500
Total State Grants	<u>\$49,324</u>	<u>35,762</u>	<u>18,631</u>	<u>1,631</u>	<u>64,824</u>
Grants Awarded		\$35,012			
Township Match		<u>750</u>			
Total		<u><u>\$35,762</u></u>			

**TRUST FUND**



**TOWNSHIP OF EDGEWATER PARK  
TRUST FUND  
STATEMENT TRUST CASH AND RECONCILIATION  
PER N.J.S.40A:5-5 - TREASURER/COLLECTOR  
FOR THE YEAR ENDED DECEMBER 31, 2009**

	<u>DOG LICENSE</u>	<u>OTHER</u>	<u>COLLECTOR</u>
Balance December 31, 2008	\$5,440	280,608	9,302
Receipts:			
Due From Dog Registrar	\$4,672		
Reserve for Tax Title Lien			391,622
Reserve for Unemployment		36	
Reserve for Escrow Fund Deposits		177,787	
Reserve for Off-Duty Police		54,452	
Reserve for Public Defender		5,454	
Reserve for Open Space		31,533	
Reserve for Train Station		300	
Reserve for Tree Fund		635	
Reserve for Special Law Enforcement Fund		1,990	
Reserve for Recreation Expenditures		648	
	<hr/>	<hr/>	<hr/>
Total Receipts	<u>4,672</u>	<u>272,835</u>	<u>391,622</u>
Total Receipts & Balances	<u>10,112</u>	<u>553,443</u>	<u>400,924</u>
Disbursements:			
Expenditures Under N.J.S.A.40:19-15.11	2,574		
Planning Board Expenditures		174,868	
Refund of Tax Sale Premium		27,400	
Reserve for Public Defender		5,256	
Reserve for Off-Duty Police		46,130	
Reserve for Open Space		6,863	
Reserve for Recreation Trust		125	
Reserve for Tree Fund		433	
Due to Current		4,613	
Reserve for Tax Title Liens			158,165
	<hr/>	<hr/>	<hr/>
Total Disbursements	<u>2,574</u>	<u>265,688</u>	<u>158,165</u>
Balance December 31, 2009	<u><u>\$7,538</u></u>	<u><u>287,755</u></u>	<u><u>242,759</u></u>

**TOWNSHIP OF EDGEWATER PARK  
TRUST FUND  
STATEMENT TRUST CASH AND RECONCILIATION  
PER N.J.S.40A:5-5 - TREASURER  
FOR THE YEAR ENDED DECEMBER 31, 2009**

**RECONCILIATION DECEMBER 31, 2009**

	DOG LICENSE	OTHER	COLLECTOR
Balance Per Certification of:			
Beneficial Bank:			
Dog License	\$10,061		
Tax Title Lien Redemption			242,759
Law Enforcement		18,132	
Open Space		107,674	
Trust Escrow		202,086	
Developer Fees		43,283	
Add: Deposit in Transit	51	1,468	
Less: Outstanding Checks Per Permanent Record	(2,574)	(84,888)	
	<hr/>	<hr/>	
Balance December 31, 2009	<u>\$7,538</u>	<u>287,755</u>	<u>242,759</u>

**STATEMENT OF RESERVE FOR DOG FUND EXPENDITURES  
FOR THE YEAR ENDED DECEMBER 31, 2009**

Balance December 31, 2008		\$5,440
Increased by:		
Dog License Fees - Collected		<u>4,672</u>
Subtotal		10,112
Decreased by:		
Due to Current Fund	\$51	
Expenditures Under N.J.S.A.4:19-15.11:	2,574	<u>2,625</u>
Balance December 31, 2009		<u><u>\$7,487</u></u>

**LICENSE FEES COLLECTED**

YEAR	AMOUNT
2007	\$2,760
2008	<u>4,727</u>
Total	<u><u>\$7,487</u></u>

EXHIBIT B-3

**TOWNSHIP OF EDGEWATER PARK  
TRUST FUND  
STATEMENT OF DEPOSITS FOR REDEMPTION OF TAX SALE CERTIFICATES  
FOR THE YEAR ENDED DECEMBER 31, 2009**

Balance December 31, 2009 & 2008	<u><u>\$3</u></u>
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EXHIBIT B-4

**STATEMENT OF RESERVE FOR RECREATION EXPENDITURES  
FOR THE YEAR ENDED DECEMBER 31, 2009**

Balance December 31, 2008	\$8,530
Increased by:	
Cash Receipts	<u>648</u>
Subtotal	9,178
Decreased by:	
Recreation Expenditures	<u>125</u>
Balance December 31, 2009	<u><u>\$9,053</u></u>

**TOWNSHIP OF EDGEWATER PARK  
TRUST FUND  
STATEMENT OF RESERVE FOR TAX SALE PREMIUMS  
FOR THE YEAR ENDED DECEMBER 31, 2009**

Balance December 31, 2008	\$86,503
Increased by:	
Due from Current Fund	\$25,897
Decreased by:	
Cash Disbursements - Refunds	<u>27,400</u>
Balance December 31, 2009	<u><u>\$85,000</u></u>

**STATEMENT OF RESERVE FOR PLANNING BOARD REVIEW  
AND INSPECTION FEES  
FOR THE YEAR ENDED DECEMBER 31, 2009**

Balance December 31, 2008	\$209,174
Increased by:	
Receipts:	
Interest Earned	\$1,505
Escrow Fund Deposits - Planning Board	<u>176,282</u>
	<u>177,787</u>
Subtotal	386,961
Decreased by:	
Disbursements:	
Due to Law Enforcement	1,468
COAH Planning Fees	1,700
Current Fund	<u>171,700</u>
	<u>174,868</u>
Balance December 31, 2009	<u><u>\$212,093</u></u>

A permanent record of escrow deposits is on file in the office of the Township Clerk.

EXHIBIT B-7

**TOWNSHIP OF EDGEWATER PARK  
STATEMENT OF RESERVE FOR SPECIAL LAW ENFORCEMENT FUND  
FOR THE YEAR ENDED DECEMBER 31, 2009**

Balance December 31, 2008		\$17,610
Increased by:		
Cash Receipts	\$1,877	
Interest Earned	113	1,990
	<hr/>	
Balance December 31, 2009		<u><u>\$19,600</u></u>

EXHIBIT B-8

**STATEMENT OF RESERVE FOR PARKING OFFENSE ADJUDICATION ACT FUNDS  
FOR THE YEAR ENDED DECEMBER 31, 2009**

Balance December 31, 2009 & 2008		<u><u>\$267</u></u>
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EXHIBIT B-9

**TOWNSHIP OF EDGEWATER PARK  
TRUST FUND  
STATEMENT OF TAX TITLE LIEN REDEMPTION  
FOR THE YEAR ENDED DECEMBER 31, 2009**

Balance December 31, 2008		\$9,302
Increased by:		
Tax Title Lien Deposits	\$391,522	
Interest Earned	100	391,622
	<hr/>	
Subtotal		400,924
Decreased by:		
Liens Redeemed		158,165
		<hr/>
Balance December 31, 2009		<u>\$242,759</u>

EXHIBIT B-10

**STATEMENT OF PUBLIC DEFENDER  
FOR THE YEAR ENDED DECEMBER 31, 2009**

Balance December 31, 2008		\$2,012
Increased by:		
Public Defender Fees		5,454
		<hr/>
Subtotal		7,466
Decreased by:		
Public Defender Bills		5,256
		<hr/>
Balance December 31, 2009		<u>\$2,210</u>

EXHIBIT B-11

**TOWNSHIP OF EDGEWATER PARK  
STATEMENT OF RESERVE FOR RESTITUTION  
FOR THE YEAR ENDED DECEMBER 31, 2009**

Balance December 31, 2009 & 2008		<u>\$100</u>
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EXHIBIT B-12

**STATEMENT OF RESERVE FOR OPEN SPACE  
FOR THE YEAR ENDED DECEMBER 31, 2009**

Balance December 31, 2008		\$76,141
Increased by:		
Open Space Tax Collected	\$31,032	
Interest Earned	<u>501</u>	<u>31,533</u>
Subtotal		107,674
Decreased by:		
Due to Capital Fund	15,000	
Disbursements	<u>6,863</u>	<u>21,863</u>
Balance December 31, 2009		<u>\$85,811</u>

EXHIBIT B-13

**STATEMENT OF BICYCLE PATROL FUND  
FOR THE YEAR ENDED DECEMBER 31, 2009**

Balance December 31, 2009 & 2008		<u>\$1,796</u>
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EXHIBIT B-14

**TOWNSHIP OF EDGEWATER PARK  
TRUST FUND  
STATEMENT OF RESERVE FOR TREES FUND  
FOR THE YEAR ENDED DECEMBER 31, 2009**

Balance December 3, 2008	\$120
Increased by:	
Receipts	<u>635</u>
Subtotal	755
Decreased by:	
Disbursements	<u>433</u>
Balance December 31, 2009	<u><u>\$322</u></u>

EXHIBIT B-15

**STATEMENT OF RESERVE FOR OFF-DUTY POLICE FUND  
FOR THE YEAR ENDED DECEMBER 31, 2009**

Balance December 31, 2008	\$4,239
Increased by:	
Receipts	<u>54,452</u>
Subtotal	58,691
Decreased by:	
Salary and Wages	<u>46,130</u>
Balance December 31, 2009	<u><u>\$12,561</u></u>

EXHIBIT B-16

**TOWNSHIP OF EDGEWATER PARK  
TRUST FUND  
STATEMENT OF RESERVE FOR TRAIN STATION  
FOR THE YEAR ENDED DECEMBER 31, 2009**

Balance December 3, 2008	\$564
Increased by:	
Receipts	<u>300</u>
Balance December 31, 2009	<u><u>\$864</u></u>

EXHIBIT B-17

**STATEMENT OF RESERVE FOR POLICE EQUIPMENT PROJECT  
FOR THE YEAR ENDED DECEMBER 31, 2009**

Balance December 31, 2009 & 2008	<u><u>\$732</u></u>
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**GENERAL CAPITAL FUND**



**TOWNSHIP OF EDGEWATER PARK  
GENERAL CAPITAL FUND  
STATEMENT OF FUND BALANCE - REGULATORY BASIS  
FOR THE YEAR ENDED DECEMBER 31, 2009**

Balance December 31, 2009 &amp; 2008

\$151,368

**ANALYSIS OF GENERAL CAPITAL CASH AND INVESTMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2009**

Fund Balance	\$151,368
Capital Improvement Fund	5,048
Due to/(from) Current Fund	(788,477)
Due to/(from) Open Space Trust Fund	(15,000)
<b>Improvement Authorizations:</b>	
<b>Ordinance Numbers &amp; Descriptions</b>	
17-99 Computer Equipment	500
08-00 Various Improvements	47,572
15-02 Various Improvements	94,462
20-02 Land Acquisition	(668)
07-03 Various Improvements	5,518
09-03 Various Improvements	107,400
09-04 Improvements Along Cooper Street & West Franklin Avenue	90,227
07-04 Drainage Improvements & Equipment	939
19-05 Various Improvements	42,067
10-06 Various Improvements	64,579
08-07, 03-08 Recreation Improvements	16,527
10-07, 02-08 Various Improvements	135,320
04-08 Lincoln Ave Improvements	33,584
09-15 Wieman Field Improvements	14,670
	<hr/>
Total Cash & Investments	<u><u>\$5,636</u></u>

**TOWNSHIP OF EDGEWATER PARK  
GENERAL CAPITAL FUND  
STATEMENT OF DEFERRED CHARGES TO FUTURE TAXATION-UNFUNDED  
FOR THE YEAR ENDED DECEMBER 31, 2009**

ORDINANCE NUMBER	IMPROVEMENT DESCRIPTION	BALANCE DECEMBER 31, 2008	2009 AUTHORIZATIONS	PAID BY BUDGET APPROPRIATION OTHER	BALANCE DECEMBER 31, 2009	ANALYSIS OF BALANCE DECEMBER 31, 2009		
						FINANCED BY BOND ANTICIPATION NOTES	EXPENDITURES	UNEXPENDED IMPROVEMENT AUTHORIZATIONS
08-00	Various Improvements	\$75			75			75
16-02	Acquisition of Land	175,000		21,601	153,399			153,399
20-02	Acquisition of Land	145,000		2,000	143,000	120,000		668
07-04	Various Drainage Improvements & Acquisition of Equipment	311,000		11,000	300,000	300,000		
09-04	Improvements along Cooper St. & West Franklin Ave	475,000		25,000	450,000	450,000		
09-03/8-06	Various Improvements	109,000		4,000	105,000	105,000		
19-05	Various Improvements	495,000		21,000	474,000	474,000		
10-06	Various Improvements	412,000			412,000	412,000		
10-07	Various Improvements	705,200			705,200	575,000		130,200
08-07, 03-08	Recreation Improvements	220,000			220,000	220,000		
04-08	Lincoln Ave Improvements	250,000		1,000	249,000	249,000		
09-15	Weiman Field Improvements		230,000		230,000			
Total		\$3,297,275	230,000	84,601	3,441,674	2,905,000	668	536,006

Improvement Authorizations - Unfunded  
Less: Unexpended Proceeds of Bond Anticipation Issued:

Ordinance No. 09-03	\$107,400
Ordinance No. 07-04	939
Ordinance No. 09-04	90,227
Ordinance No. 19-05	42,067
Ordinance No. 10-06	64,579
Ordinance No. 08-07, 03-06	16,527
Ordinance No. 10-07, 02-08	135,320
Ordinance No. 04-08	33,584
<b>Total</b>	<b>1,026,649</b>

\$536,006

**TOWNSHIP OF EDGEWATER PARK  
GENERAL CAPITAL FUND  
STATEMENT OF CAPITAL IMPROVEMENT FUND  
FOR THE YEAR ENDED DECEMBER 31, 2009**

Balance December 31, 2008	\$48
Increased by:	
Budget Appropriation	<u>5,000</u>
Balance December 31, 2009	<u><u>\$5,048</u></u>

TOWNSHIP OF EDGEWATER PARK  
GENERAL CAPITAL FUND  
STATEMENT OF IMPROVEMENT AUTHORIZATIONS  
FOR THE YEAR ENDED DECEMBER 31, 2009

ORDINANCE NUMBER	IMPROVEMENT DESCRIPTION	ORDINANCE DATE	ORDINANCE AMOUNT		BALANCE DECEMBER 31, 2008		2009 AUTHORIZATIONS	CANCELLED	PAID OR CHARGED	BALANCE DECEMBER 31, 2009	
			FUNDED	UNFUNDED	FUNDED	UNFUNDED				FUNDED	UNFUNDED
17-99	Computer Equipment	10/20/99	\$30,000	\$500						500	
08-00	Various Improvements	6/28/00	158,500	47,572	75					47,572	75
16-01/15-02	Various Improvements	9/25/02	425,000	94,462						94,462	
16-02	Acquisition of Land	9/25/02	1,400,000		153,399						153,399
20-02	Acquisition of Land	12/18/02	375,000		22,332						22,332
07-03	Various Improvements	5/18/03	48,000	5,518						5,518	
09-03	Various Improvements	7/28/03	930,500		107,400						107,400
07-04	Drainage Improvements & Purchase of Equipment	06/29/04	405,000		939						939
09-04	Improvements Along Cooper Street & West Franklin Avenue	10/12/04	500,000		138,657				48,430		90,227
19-05	Various Improvements	12/13/05	764,000		39,019		3,048				42,067
10-06	Various Improvements	04/04/06	523,000		64,579						64,579
08-07/03-08	Recreation Improvements	09/04/07	176,500		16,700			173			16,527
10-07	Various Improvements	12/04/07	818,200		387,030				121,510		265,520
04-08	Lincoln Ave Improvements	3/04/08	420,000		40,320				6,736		33,584
09-15	Weiman Field Improvements	12/01/09	245,000			245,000			330	14,670	230,000
Total			\$148,052	970,450	245,000	3,048	177,179	162,722	1,026,649		
Open Space Trust Fund					\$15,000						
Deferred Charges to Future Taxation - Unfunded					230,000						
Due to Current Fund								177,179			
Total					\$245,000			177,179			

TOWNSHIP OF EDGEWATER PARK  
 GENERAL CAPITAL FUND  
 STATEMENT OF BONDS AND NOTES AUTHORIZED BUT NOT ISSUED  
 FOR THE YEAR ENDED DECEMBER 31, 2009

ORDINANCE NUMBER	IMPROVEMENT DESCRIPTION	BALANCE DECEMBER 31, 2008	2009 AUTHORIZATIONS	FUNDED BY BUDGET APPROPRIATION	BOND ANTICIPATION NOTES ISSUED	CANCELLED	BALANCE DECEMBER 31, 2009
08-00	Various Improvements	\$75					75
16-02	Acquisition of Land	175,000		21,601			153,399
07-04	Drainage Improvements & Purchase of Equipment	23,000					23,000
10-07, 02-08	Various Improvements	130,200					130,200
15-09	Wieman Field Improvements		230,000				230,000
Total		\$328,275	230,000	21,601		-	536,674

**TOWNSHIP OF EDGEWATER PARK  
GENERAL CAPITAL FUND  
SCHEDULE OF GENERAL SERIAL BONDS  
AT DECEMBER 31, 2009**

PURPOSE	DATE OF ISSUE	AMOUNT OF ORIGINAL ISSUE	MATURITIES OF BONDS OUTSTANDING		INTEREST RATE	BALANCE	BALANCE		
			DATE	AMOUNT		DECEMBER 31, 2008	DECEMBER 31, 2009		
						INCREASED	DECREASED		
General Bonds of 2003	11/01/03	\$3,267,000	11/01/10	\$132,000	4.500%	\$2,662,000	126,000	2,536,000	
			11/01/11	138,000	3.500%				
			11/01/12	143,000	5.000%				
			11/01/13	150,000	5.000%				
			11/01/14	158,000	5.000%				
			11/01/15	165,000	5.000%				
			11/01/16	174,000	5.000%				
			11/01/17	182,000	5.000%				
			11/01/18	191,000	5.000%				
			11/01/19	201,000	5.000%				
			11/01/20	211,000	5.000%				
			11/01/21	222,000	5.000%				
			11/01/22	231,000	4.375%				
		11/01/23	238,000	4.500%					
Totals						\$2,662,000	-	126,000	2,536,000

**TOWNSHIP OF EDGEWATER PARK  
GENERAL CAPITAL FUND  
STATEMENT OF BOND ANTICIPATION NOTES  
FOR THE YEAR ENDED DECEMBER 31, 2009**

ORDINANCE NUMBER	IMPROVEMENT DESCRIPTION	DATE OF ISSUE	DATE OF MATURITY	INTEREST RATE	BALANCE DECEMBER 31, 2008	INCREASED	DECREASED	BALANCE DECEMBER 31, 2009
09-05	Various Improvements	6/29/06	6/28/09	2.40%	\$495,000		495,000	
09-05	Various Improvements	6/29/06	6/25/10	2.89%		474,000		474,000
07-04	Various Drainage Improvements & Acquisition of Equipment	6/29/06	6/28/09	2.40%	311,000		311,000	
07-04	Various Drainage Improvements & Acquisition of Equipment	6/29/06	6/25/10	2.89%		300,000		300,000
09-04	Improvements Along Cooper Street & West Franklin Avenue	6/29/06	6/28/09	2.40%	475,000		475,000	
09-04	Improvements Along Cooper Street & West Franklin Ave.	6/29/06	6/25/10	2.89%		450,000		450,000
9-03	Acquisition of Land	6/29/06	6/25/10	2.40%	109,000		109,000	
9-03	Acquisition of Land	6/29/06	6/25/10	2.89%		105,000		105,000
20-02	Acquisition of Land	3/27/03	6/28/09	2.40%	122,000		122,000	
20-02	Acquisition of Land	3/27/03	6/25/10	2.89%		120,000		120,000
10-06	Various Improvements	6/28/07	6/28/09	2.40%	412,000		412,000	
10-06	Various Improvements	6/28/07	6/25/10	2.89%		412,000		412,000
02-08	Various Capital Improvements	6/27/08	6/26/09	2.40%	575,000		575,000	
02-08	Various Capital Improvements	6/27/08	6/25/10	2.89%		575,000		575,000
03-08	Recreation Improvements	6/27/08	6/26/09	2.40%	220,000		220,000	
03-08	Recreation Improvements	6/27/08	6/25/10	2.89%		220,000		220,000
04-08	Lincoln Ave Improvements	6/27/08	6/26/09	2.40%	250,000		250,000	
04-08	Lincoln Ave Improvements	6/27/08	6/25/10	2.89%		249,000		249,000
<b>Total</b>					<b>\$2,969,000</b>	<b>2,905,000</b>	<b>2,969,000</b>	<b>2,905,000</b>

Reserve for Repayment of Debt	1,000
Budget Appropriation	63,000
Renewals	\$2,905,000
	<u>\$2,905,000</u>
	<u>2,969,000</u>



**PUBLIC ASSISTANCE FUND**



EXHIBIT D-1

**TOWNSHIP OF EDGEWATER PARK  
PUBLIC ASSISTANCE FUND  
SCHEDULE OF CASH  
FOR THE YEAR ENDED DECEMBER 31, 2009**

Balance December 31, 2008		\$1,875
Increased by Receipts:		
Miscellaneous Receipts	\$359	
Interest Earned on Deposits	4	363
		<hr/>
Subtotal		2,238
Decreased by Disbursements:		
Transfer to Current Fund		2,238
		<hr/>
Balance December 31, 2009		<u><u>-</u></u>

EXHIBIT D-2

**STATEMENT OF PUBLIC ASSISTANCE REVENUES  
FOR THE YEAR ENDED DECEMBER 31, 2009**

		FUND II
Other Receipts:		
Due to Current Fund		\$363
		<hr/>
Total Receipts (P.A.T.F.)		<u><u>\$363</u></u>

EXHIBIT D-3

**TOWNSHIP OF EDGEWATER PARK  
PUBLIC ASSISTANCE FUND  
STATEMENT OF DUE TO CURRENT FUND  
FOR THE YEAR ENDED DECEMBER 31, 2009**

Balance December 31, 2008	\$142
Increased by Receipts:	
Interest Earned on Deposits	<u>4</u>
Subtotal	146
Decreased by Disbursements:	
Transfer to Current Fund	<u>146</u>
Balance December 31, 2009	<u><u>-</u></u>

**SUPPLEMENTARY DATA**



**Summary of Municipal Debt  
(Excluding Current Debt)**

	2009	2008	2007
Issued -			
General - Bonds and Notes	\$5,441,000	5,631,000	4,799,000
Deductions - Funds Temporarily Held to Pay Notes:			
General			90,001
			<hr/>
Net Debt Issued	5,441,000	5,631,000	4,708,999
			<hr/>
Authorized But Not Issued:			
General - Bonds & Notes	536,674	328,275	1,051,775
			<hr/>
Net Debt	\$5,977,674	5,959,275	5,760,774
			<hr/> <hr/>

**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 .92%.

	GROSS DEBT	DEDUCTIONS	NET DEBT
Local School District	\$1,637,000	1,637,000	
General Debt	5,977,674		5,977,674
			<hr/>
Total	\$5,977,674		5,977,674
			<hr/> <hr/>

Net debt, \$5,977,674, divided by Equalized Valuation Basis Per N.J.S.A.40A:2-2 as amended, \$648,801,824 equals .92%.

<b>Equalized Valuation Basis:</b>		
2009		\$638,374,871
2008		671,755,728
2007		636,274,872
		<hr/>
Average		\$648,801,824
		<hr/> <hr/>

**Borrowing Power Under 40A:2-6**

3.5% of Equalized Valuation Basis (Municipal)	\$22,708,064
Net Debt	5,977,674
	<hr/>
Remaining Borrowing Power	\$16,730,390
	<hr/> <hr/>

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The foregoing debt information is in agreement with the Annual Debt Statement filed by the Chief Financial Officer.

**Comparative Statement of Operations and  
Change in Fund Balance - Current Fund**

	YEAR 2009		YEAR 2008	
	AMOUNT	PERCENT	AMOUNT	PERCENT
Revenue and Other Income Realized				
Fund Balance Utilized	\$989,793	6.01%	1,105,000	6.54%
Miscellaneous - From Other Than Local Property Tax Levies	1,680,005	10.21%	1,796,565	14.65%
Collection of Delinquent Taxes & Tax Title Liens	243,843	1.48%	340,992	1.29%
Collection of Current Tax Levy	<u>13,545,756</u>	<u>82.30%</u>	<u>13,077,075</u>	<u>77.52%</u>
Total Income	<u>16,459,397</u>	<u>100.00%</u>	<u>16,319,632</u>	<u>100.00%</u>
Expenditures				
Budget Expenditures - Municipal Purposes	5,464,430	34.09%	5,244,099	34.26%
County Taxes	2,564,028	16.00%	2,499,774	16.09%
Local & Regional School Taxes	7,641,340	47.67%	7,404,521	47.39%
Fire District Taxes	309,900	1.93%	309,900	2.05%
Other Expenditures	<u>50,301</u>	<u>0.31%</u>	<u>44,336</u>	<u>0.22%</u>
Total Expenditures	<u>16,029,999</u>	<u>100.00%</u>	<u>15,502,630</u>	<u>100.00%</u>
Excess in Revenue to Fund Balance	<u>429,398</u>		<u>817,002</u>	
Adjustments to Income Before Fund Balance:				
Expenditures Included Above which are by Statute Deferred Charges to Budget of Succeeding Year	<u>180,400</u>		<u>16,000</u>	
Statutory Excess to Fund Balance	<u>609,798</u>		<u>833,002</u>	
Fund Balance January 1	1,080,014		1,352,012	
Less:				
Utilization as Anticipated Revenue	<u>989,793</u>		<u>1,105,000</u>	
Fund Balance December 31	<u>\$700,019</u>		<u>1,080,014</u>	

**Comparison of Tax Levies  
and Collection Currently**

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

YEAR	TAX LEVY	CURRENTLY	
		CASH COLLECTIONS	PERCENTAGE OF COLLECTION
2009	\$13,834,986	13,545,756	97.91%
2008	13,332,681	13,077,075	98.08%
2007	12,872,613	12,514,887	97.22%
2006	11,806,651	11,574,674	98.04%
2005	11,112,058	10,884,829	97.96%

**Comparison of Tax Rate Information**

	2009	2008	2007
Total Tax Rate	<u>\$4.454</u>	<u>\$4.273</u>	<u>\$4.130</u>
Apportionment of Tax Rate:			
Municipal	1.054	0.981	0.931
County	0.828	0.803	0.784
Local School	2.462	2.380	2.305
Fire District Tax	0.100	0.100	0.100
Open Space Tax	0.010	0.009	0.010

**Net Valuation Taxable:**

2009	<u>\$310,325,085</u>		
2008		<u>\$311,134,167</u>	
2007			<u>\$310,588,619</u>

**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.

YEAR ENDED DECEMBER 31	AMOUNT OF TAX TITLE LIENS	AMOUNT OF DELINQUENT TAXES	TOTAL DELINQUENT	PERCENTAGE OF TAX LEVY
2009	\$1,394	302,880	304,274	2.20%
2008	1,278	263,829	265,107	1.99%
2007	1,297	367,137	368,434	2.86%

**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:

Year	Amount
2009	\$666,000
2008	667,000
2007	667,000
2006	731,200
2005	731,200

**Comparative Schedule of Fund Balance**

Current Fund	December 31	Utilized in Budget of Succeeding Year	Percentage of Fund Balance Used
2009	\$700,019	481,946	68.85%
2008	1,080,014	970,539	89.86%
2007	1,352,012	1,055,000	78.03%
2006	1,371,340	1,055,000	76.93%
2005	1,498,547	862,083	57.53%

**OFFICIALS IN OFFICE AND SURETY BONDS**

The following officials were in office at December 31, 2009:

<b>NAME</b>	<b>TITLE</b>	<b>AMOUNT OF BOND</b>	<b>NAME OF CORPORATE SURETY</b>
Donna Mount	Mayor		B
Kevin Johnson	Deputy Mayor		B
Darrel Booker	Committeeman		B
Joseph T. Pullion, Jr.	Committeeman		B
Judith Hall	Committeewoman		B
Linda Dougherty	Township Administrator, Township Clerk, Municipal Improvement Search Officer, Secretary to Chief Financial Officer, Registrar of Dogs		B
Margaret Peak	Certified Municipal Finance Officer	\$200,000	A
Frank N. Van Gelder	Assistant Treasurer		B
Tanyika Johns	Tax Collector/Registrar of Vital Statistics	\$125,000	A
James Vogdes	Municipal Court Judge	\$ 35,000	A
Ann DiMarco	Court Administrator		B
Terri Lynn Harper	Deputy Court Administrator		B
James Scott	Construction Code Official		B
Leo Midure	Tax Assessor		B
William Kearns	Solicitor		
Environmental Resolutions, Inc.	Engineer		

(A) RLI Insurance Company

(B) Municipal Excess Liability Joint Insurance Fund - \$1,000,000 blanket bond



**TOWNSHIP OF EDGEWATER PARK  
COUNTY OF BURLINGTON**

**PART II**

**COMMENTS AND RECOMMENDATIONS  
FOR THE YEAR ENDED DECEMBER 31, 2009**

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Certified Public Accountants & Consultants

To the Honorable Mayor and  
Members of the Township Committee  
Township of Edgewater Park  
Edgewater Park, New Jersey 08010

We have audited the financial statements and transactions of the Township of Edgewater Park in the County of Burlington for the year ended December 31, 2009. In accordance with requirements prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, the following are the *General Comments* and *Recommendations* for the year then ended.

### GENERAL COMMENTS

#### **Contracts and Agreements Required to be advertised by (N.J.S.A.40A:11-4)**

*N.J.S.A.40A:11-4* - Every contract or agreement, for the performance of any work or furnishing or hiring of any materials or supplies, the cost or the contract price whereof is to be paid with or out of public funds not included within the terms of Section 3 of this act, shall be made or awarded only by the governing body of the contracting unit after public advertising for bids and bidding therefore, except as is provided otherwise in this act or specifically by any other Law. No work, materials or supplies shall be undertaken, acquired or furnished for a sum exceeding in the aggregate \$21,000 except by contract or agreement.

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

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

Inasmuch 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.

#### **Contracts and Agreements Requiring Solicitation of Quotations**

The examination of expenditures did not reveal any individual payments; contracts or agreements in excess of \$3,150 "for the performance of any work or the furnishing or hiring of any materials or supplies", other than those where bids had been previously sought by public advertisement or where a resolution had been previously adopted under the provision of (*N.J.S.A.40A:11-6.1*).

#### MEDFORD OFFICE

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65

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### **Collection of Interest on Delinquent Taxes**

The statute provides the method for authorizing interest and the maximum rate 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 3, 2009 adopted the following resolution authorizing interest to be charged on delinquent taxes:

“**BE IT RESOLVED** by the Township Committee of the Township of Edgewater Park, County of Burlington, State of New Jersey, the rate of interest charged on delinquent taxes or assessments on any installment made ten (10) days after the date upon which the same became payable, shall not exceed eight (8) percent per annum of the first One Thousand Five Hundred Dollars (\$1,500.00) of the delinquency, and eighteen (18) percent per annum on any amount in excess of One Thousand Five Hundred Dollars (\$1,500.00).

**BE IT FURTHER RESOLVED**, that where interest on delinquent tax payments is one dollar (\$1.00) or less, payment and collection of said interest is hereby waived.”

It appears from an examination of the Collector's record that interest was collected in accordance with the foregoing resolution.

### **Delinquent Taxes and Tax Title Liens**

The delinquent taxes at December 31, 2009, included 2009, 2008, 2007, and 2006 real estate taxes only.

The last tax sale was held on September 15, 2009 and was complete.

### **Deductions From Taxes**

The audit of senior citizen and veteran deductions on a test basis revealed that deductions appear reasonable.

### **Examination of Bills**

A test check of paid bills was made and each bill, upon proper approval, was considered as a separate and individual contract unless the records disclosed it to be a part payment or estimate.

### **Municipal Court**

A separate report of the Municipal Court transactions was filed in accordance with the requirements of the Local Finance Board.

As part of the test of the Municipal Court records, no attempt was made to differentiate between fines due the Township, County, or State, or to pass upon the authenticity of the preparation and procedures for complaints issued.

**Prior Year Findings**

There were no prior year findings.

**Acknowledgment**

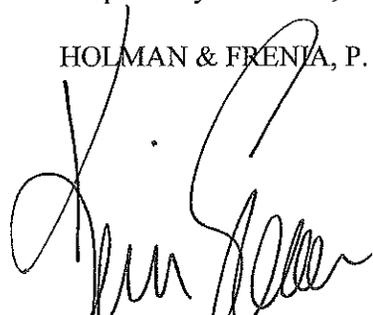
We received the complete cooperation of all the Township Officials and employees and we greatly appreciate the courtesies extended to the members of the audit team.

The problems and weaknesses noted in our review were not of such magnitude that they would affect our ability to express an opinion on the financial statements taken as a whole.

Should you have any questions concerning our comments or recommendations, or should you desire any assistance in implementing our recommendations, please call me.

Respectfully submitted,

HOLMAN & FRENIA, P. C.

A handwritten signature in black ink, appearing to read 'Kevin P. Frenia', is written over the printed name below.

Kevin P. Frenia  
Certified Public Accountant  
Registered Municipal Accountant  
CR 435

Medford Office  
May 14, 2010

