

BOROUGH OF COLLINGSWOOD
REPORT OF AUDIT
YEAR ENDED DECEMBER 31, 2009

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PART I
REPORT ON AUDIT OF FINANCIAL STATEMENTS
AND SUPPLEMENTARY DATA
YEAR ENDED DECEMBER 31, 2009

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INDEPENDENT AUDITOR'S REPORT

Honorable Mayor and Members
of the Board of Commissioners
Borough of Collingswood
County of Camden, New Jersey

We have audited the accompanying balance sheets – regulatory basis of the various funds and account groups of the Borough of Collingswood as of December 31, 2009 and 2008, the related statements of operations and changes in fund balance – regulatory basis for the year then ended, and the related statement of revenues – regulatory basis and statement of expenditures – regulatory basis of the various funds, as listed in the table of contents for the year ended December 31, 2009. These financial statements are the responsibility of the Borough of Collingswood's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America, the audit requirements prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit 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 Borough of Collingswood prepares its financial statements on a basis of accounting prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, that demonstrates compliance with a modified accrual basis, with certain exceptions, and the budget laws of the State of New Jersey, which practices differ from accounting principles generally accepted in the United States of America. The affect on the financial statements of the variances between the prescribed basis of accounting and the 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 preparing its financial statements on the basis of accounting discussed in the third paragraph of this report, 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 Borough of Collingswood as of December 31, 2009 and 2008, or the results of its operations for the years then ended.

However, in our opinion, the financial statements referred to above present fairly, in all material respects, the financial position – regulatory basis of the various funds and account groups of the Borough of Collingswood as of December 31, 2009 and 2008, and the results of its operations and changes in fund balance – regulatory basis of such funds for the years then ended and the statement of revenues – regulatory basis and statement of expenditures – regulatory basis of the various funds for the year ended December 31, 2009 on the modified accrual basis of accounting described in Note 1.

In accordance with *Government Auditing Standards*, we have also issued our report dated August 30, 2010 on our consideration of the Borough of Collingswood'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 performed for the purpose of forming an opinion on the financial statements of the Borough of Collingswood. The accompanying supplemental schedules listed in the table of contents are not a required part of the financial statements of the Borough of Collingswood. The accompanying schedule of Federal awards and State Financial Assistance is presented for additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-profit Organizations*, and New Jersey Treasurer Circular Letter 04-04 OMB, *Single Audit Policy for Recipients of Federal Grants, State Grants, and State Aid*, and is not a required part of the financial statements and, in our opinion, are fairly stated in all material respects in relation to the financial statements taken as a whole. The supplemental schedules have 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 taken as a whole.

PETRONI & ASSOCIATES LLC



Nick L. Petroni
Certified Public Accountant
Registered Municipal Accountant #252

August 30, 2010

CURRENT FUND

COMPARATIVE BALANCE SHEET - CURRENT FUND - REGULATORY BASIS

<u>ASSETS</u>	<u>Ref.</u>	Balance <u>Dec. 31, 2009</u>	Balance <u>Dec. 31, 2008</u>
<u>Regular Fund</u>			
Cash - Treasurer	A-4	3,384,752.77	3,135,813.15
Cash - Payroll	A-4	120,488.53	155,759.53
Petty Cash		600.00	600.00
Change Fund	A-6	275.00	275.00
		<u>3,506,116.30</u>	<u>3,292,447.68</u>
Receivables and Other Assets with Full Reserves:			
Delinquent Property Taxes Receivable	A-7	32,766.19	11,665.09
Tax Title Liens Receivable	A-8	11,958.59	7,742.56
Property Acquired for Taxes - Assessed Valuation	A-9	149,975.00	149,975.00
Revenue Accounts Receivable	A-11	13,015.55	8,613.56
Clean-up Charges Receivable		59,715.34	59,715.34
Tax Abatements Receivable		98.22	83.85
Due from Fire Company		800.00	
Due from Trust Other	B	2,146.59	9,031.56
Due from Animal Control Trust Fund	B	2.12	62.39
Due from Tax Sale Trust Fund	B	1,420.34	1,700.38
Due from Federal and State Grant Fund			11,160.90
Due from Water Operating Fund	D	21,000.00	3,488.00
Due from Sewer Operating Fund			4,514.08
Due from Special Improvement District		6,578.18	27,245.05
Due from Foundation for the Arts		525,329.72	371,041.68
		<u>824,805.84</u>	<u>666,039.44</u>
Deferred Charges:			
Emergency Authorization			25,000.00
Special Emergency Authorization	A-13	234,051.60	312,068.80
Deficit in Operations	A-12	72,204.03	109,616.64
		<u>306,255.63</u>	<u>446,685.44</u>
		<u>4,637,177.77</u>	<u>4,405,172.56</u>
<u>Federal and State Grant Fund</u>			
Cash - Treasurer	A-4	145,194.45	
Grants Receivable	A-10	1,357,961.53	1,084,440.42
Overexpenditure of a Grant	A-12	8,868.80	125.00
		<u>1,512,024.78</u>	<u>1,084,565.42</u>
		<u>6,149,202.55</u>	<u>5,489,737.98</u>

The accompanying notes to the financial statements are an integral part of this statement.

COMPARATIVE BALANCE SHEET - CURRENT FUND - REGULATORY BASIS

<u>LIABILITIES, RESERVES AND FUND BALANCE</u>	<u>Ref.</u>	<u>Balance</u> <u>Dec. 31, 2009</u>	<u>Balance</u> <u>Dec. 31, 2008</u>
<u>Regular Fund</u>			
Liabilities:			
Appropriation Reserves	A-3:A-14	60,500.86	36,057.82
Encumbrances Payable	A-15	29,314.10	74,656.19
Reserve for Maintenance of Free Public Library		13,910.52	19,022.61
Due State of New Jersey:			
Senior Citizen and Veterans Deductions	A-16	70,132.43	72,201.85
Construction DCA		1,046.00	1,239.00
Marriage License Fees/Burial Permits		485.00	1,400.00
Prepaid Taxes		132,101.92	108,345.26
Tax Overpayments		57,897.80	81,864.77
Due County for Added & Omitted Taxes	A-7	3,610.22	2,639.45
Due Special Improvement District Taxes			2,104.40
Due Camden County MUA		360.06	1,430.22
Due Special Improvement District		2,975.03	
Reserve for Tax Appeals Pending		55,895.96	17,671.66
Due to General Capital Fund	C	543,992.34	1,203,190.69
Due to Water Capital Fund	D	165,000.00	
Due to Sewer Operating Fund	E	60,000.00	
Due to Sewer Capital Fund	E	1,110,000.00	
Due to Parking Utility Fund	F	112,600.00	
Due to Unemployment Trust Fund	B	12,424.51	
Payroll Taxes Payable		81,127.27	128,822.78
Reserve for Local Grants	A-19	72,133.86	54,475.61
Reserve for JIF Safety Awards - Unappropriated		5,831.06	3,631.06
		<hr/> 2,591,338.94	<hr/> 1,808,753.37
Reserve for Receivables		824,805.84	666,039.44
Fund Balance	A-1	1,221,032.99	1,930,379.75
		<hr/> 4,637,177.77	<hr/> 4,405,172.56
<u>Federal and State Grant Fund</u>			
Reserve for Grants - Appropriated	A-20	1,482,662.55	1,055,439.20
Reserve for Grants - Unappropriated	A-18	21,378.73	15,081.05
Encumbrances Payable	A-15	7,983.50	2,884.27
Due Current Fund			11,160.90
		<hr/> 1,512,024.78	<hr/> 1,084,565.42
		<hr/> <hr/> 6,149,202.55	<hr/> <hr/> 5,489,737.98

The accompanying notes to the financial statements are an integral part of this statement.

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

<u>Revenue and Other Income Realized</u>	<u>Ref.</u>	<u>Year 2009</u>	<u>Year 2008</u>
Fund Balance Utilized	A-2	709,346.76	953,725.51
Miscellaneous Revenue Anticipated	A-2	8,155,408.00	10,969,943.86
Receipts from Delinquent Taxes	A-2	8,072.43	13,157.43
Receipts from Current Taxes	A-2	28,475,495.12	26,876,890.73
Non-Budget Revenue	A-2	109,156.57	162,132.84
Other Credits to Income:			
Unexpended Balance of Appropriation Reserves	A-14	9,261.37	47,365.13
Encumbrances Payable - Canceled	A-15	69.81	2,807.55
Interfund Loan Returned		27,705.62	132,898.78
Reserve for Grants Appropriated - Canceled			32,250.00
Total Income		<u>37,494,515.68</u>	<u>39,191,171.83</u>
<u>Expenditures</u>			
Budget Appropriations Within "CAPS"			
Operations:			
Salaries and Wages	A-3	5,071,692.00	4,921,793.00
Other Expenses	A-3	4,061,400.71	4,249,264.59
Deferred Charges and Statutory			
Expenditures - Municipal	A-3	791,965.69	298,974.54
Budget Appropriations Excluded from "CAPS"			
Operations:			
Salaries and Wages	A-3	21,585.00	23,155.00
Other Expenses	A-3	2,357,826.82	2,893,869.06
Capital Improvements	A-3	1,495,000.00	4,025,000.00
Debt Service	A-3	2,175,938.13	1,939,950.41
Deferred Charges	A-3	103,017.20	163,267.20
Transfer to Board of Education	A-3	405,500.00	405,500.00
County Taxes	A-7	6,398,995.71	6,286,697.15
County Open Space Taxes	A-7	230,484.17	219,565.00
Due County for Added Taxes	A-7	3,610.22	2,639.45
Local District School Tax	A-17	13,872,082.00	13,131,798.50
Special Improvement District Tax	A-7	249,134.86	229,275.96
Prior Year Deductions Disallowed	A-16	8,250.00	9,750.00
Interfund Loan Advanced		299,247.96	439,819.09
Prior Year Tax Appeals		20,989.24	
Prior Year County Board Judgement			85,469.52
Total Expenditures		<u>37,566,719.71</u>	<u>39,325,788.47</u>

The accompanying notes to the financial statements are an integral part of this statement.

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

	<u>Ref.</u>	<u>Year 2009</u>	<u>Year 2008</u>
Deficit in Revenue		72,204.03	134,616.64
Adjustments to Income before Fund Balance:			
Expenditures included above which are by Statute			
Deferred Charges to Budget of Succeeding Year			25,000.00
Deficit in Operations	A	72,204.03	109,616.64
<u>Fund Balance</u>			
Balance January 1	A	1,930,379.75	2,884,105.26
		1,930,379.75	2,884,105.26
Decreased by:			
Utilization as Anticipated Revenue	A-1	709,346.76	953,725.51
Balance December 31	A	1,221,032.99	1,930,379.75

The accompanying notes to the financial statements are an integral part of this statement.

STATEMENT OF REVENUES - REGULATORY BASIS

	Ref.	Anticipated		Realized	Excess or (Deficit)
		Budget	Amended by N.J.S.A. 40A:4-87		
Surplus Anticipated	A-1	709,346.76		709,346.76	
Miscellaneous Revenues:					
Licenses: Other	A-11	2,000.00		1,074.00	(926.00)
Fees and Permits	A-11	42,200.00		66,861.99	24,661.99
Fines and Costs:					
Municipal Court	A-11	136,700.00		161,330.20	24,630.20
Interest and Costs on Taxes	A-11	73,000.00		80,411.69	7,411.69
Interest on Investments	A-11	175,000.00		55,615.90	(119,384.10)
Anticipated Water Operating Surplus	A-11	112,900.00		112,900.00	
Anticipated Sewer Operating Surplus	A-11	130,500.00		130,500.00	
Anticipated Parking Utility Surplus	A-11	15,000.00		15,000.00	
Department of Recreation Fees	A-11	84,900.00		84,900.00	
Fire Service	A-11	38,800.00		53,381.00	14,581.00
Delaware River Port Authority	A-11	30,000.00		30,000.00	
Collingswood Ambulance Service	A-11	20,500.00		7,680.00	(12,820.00)
Pool Tags	A-11	126,750.00		120,207.50	(6,542.50)
Rental Inspections	A-11	14,600.00		20,420.00	5,820.00
Resale Inspection Fees	A-11	5,900.00		6,400.00	500.00
Third Party Ambulance - Billing	A-11	331,700.00		328,976.78	(2,723.22)
Housing Inspections	A-11	49,600.00		49,600.00	
Donations - Community					
Sponsored Events	A-11	4,600.00		1,162.00	(3,438.00)
Payments in Lieu of Taxes:					
Parkview Apartments	A-11	766,500.00		830,305.36	63,805.36
Methodist Home	A-11	36,193.00		37,279.00	1,086.00
Senior Community Center Rents	A-11	96,600.00		93,892.00	(2,708.00)
Consolidated Municipal					
Property Tax Relief Act (N.J.S.A. 52:27D-118.34)	A-11	560,351.00		560,351.00	
Energy Receipts Tax	A-11	942,375.00		942,375.00	
Uniform Construction Code	A-11	90,800.00		71,328.00	(19,472.00)
Interlocal Municipal Services:					
Merchantville - Construction	A-11	13,433.62		13,433.64	0.02
Woodlynne - Construction	A-11	5,200.00		5,200.00	
Haddon - Fire Services	A-11	22,574.38		46,051.74	23,477.36
Woodlynne - Police Department	A-11	674,375.00		674,375.00	
Woodlynne - Municipal Court	A-11	64,540.86		64,540.86	
Knight Park Donation	A-11	6,500.00		6,750.00	250.00
Uniform Fire Safety Act	A-11	9,791.14		11,638.89	1,847.75
Cable TV Franchise Fee	A-11	47,863.48		53,103.63	5,240.15

The accompanying notes to the financial statements are an integral part of this statement.

STATEMENT OF REVENUES - REGULATORY BASIS

	Ref.	Anticipated		Realized	Excess or (Deficit)
		Budget	Amended by N.J.S.A. 40A:4-87		
Additional Revenue - Pool Tags		8,000.00			(8,000.00)
Additional Revenue - Housing Insp.	A-11	10,225.00		13,114.00	2,889.00
Additional Revenue - Recreation	A-11	20,000.00		15,082.25	(4,917.75)
Payments in Lieu:					
Collingswood Housing Authority	A-11	15,982.00		15,982.00	
Lumberyard	A-11	379,000.00		376,466.05	(2,533.95)
Pewter Village	A-11	71,611.00		68,308.70	(3,302.30)
VOA	A-11	8,257.94		9,698.63	1,440.69
Other	A-11	27,000.00		27,360.95	360.95
Due from Scottish Rite	A-11	200,000.00		200,000.00	
Due from Collingswood Partners	A-11	97,500.00		97,418.29	(81.71)
Lease Payments:					
Catelli Parking	A-11	11,000.00		12,000.00	1,000.00
Zane School	A-11	254,540.00		260,576.47	6,036.47
Robert's Pool Concession Stand Sales	A-11	18,000.00		14,702.40	(3,297.60)
Redeveloper - Loan Repayment	A-11	1,300,000.00		1,300,000.00	
Community Development Block Grt.	A-10	60,211.00		60,211.00	
Click it or Ticket	A-10	4,000.00		4,000.00	
Think Pedestrian Safety Grant	A-10		4,000.00	4,000.00	
PARIS Grant	A-10		3,689.44	3,689.44	
NJ Transportation Trust	A-10	180,000.00		180,000.00	
Recycling Tonnage Grant	A-10		21,204.00	21,204.00	
Recycling Tonnage Rebate	A-10	13,858.32		13,858.32	
Clean Communities Program	A-10	18,197.83		18,197.83	
Safe & Secure Program	A-10	86,843.00		86,843.00	
Drunk Driving Enforcement Fund	A-10	4,958.05	2,705.69	7,663.74	
Neighborhood Preservation - Housing	A-10	150,000.00		150,000.00	
Neighborhood Preservation	A-10	150,000.00		150,000.00	
Municipal Alliance	A-10	16,650.00		16,650.00	
NJ Clean Energy Program	A-10		24,177.75	24,177.75	
E. Byrne Memorial Justice Assistance	A-10	17,158.00		17,158.00	
C.D.B.G. - Curbs	A-10		125,000.00	125,000.00	
Shared Service - Haddon Ave	A-10				
Streetscape	A-10		125,000.00	125,000.00	
Total Miscellaneous Revenues		7,854,739.62	305,776.88	8,155,408.00	(5,108.50)
Receipts from Delinquent Taxes	A-2	10,000.00		8,072.43	(1,927.57)
Amount to be Raised by Taxation	A-2	7,801,275.00		7,821,609.31	20,334.31

The accompanying notes to the financial statements are an integral part of this statement.

STATEMENT OF REVENUES - REGULATORY BASIS

	Anticipated			Excess or (Deficit)	
	Ref.	Budget	Amended by N.J.S.A. 40A:4-87		Realized
Budget Totals		16,375,361.38	305,776.88	16,694,436.50	13,298.24
Non-Budget Revenue	A-2			109,156.57	
		16,375,361.38	305,776.88	16,803,593.07	
	Ref.	A-3	A-3		
Allocation of Current Tax Collections:			Ref.		
Revenue from Collections			A-7		28,510,401.84
Less: Tax Appeals Pending					34,906.72
					28,475,495.12
Allocated to:					
School, County and Special Improvement Taxes					20,754,306.96
Balance for Support of Municipal Budget Appropriation					7,721,188.16
Add: Appropriation "Reserve for Uncollected Taxes"			A-3		100,421.15
Amount for Support of Municipal Budget Appropriation			A-2		7,821,609.31
Receipts from Delinquent Taxes:					
Delinquent Tax Collection			A-7:A-2		8,072.43

Analysis of Non-Budget Revenue

Miscellaneous Revenue Not Anticipated:					
Revenue Accounts Receivable:					
Prior Year Voided Checks			A-11		1,255.45
Senior Citizen Administration Fee			A-11		2,689.30
Conrail			A-11		300.00
Rent 641 Haddon Avenue			A-11		1,100.00
Compost Initiative			A-11		6,450.00
DMV Inspection Fines			A-11		3,230.33
Clean up Charges			A-11		330.00
Recycled Newspapers			A-11		2,566.57
Refund			A-11		30,128.22
Miscellaneous Revenue			A-11		61,106.70
			A-2		109,156.57

The accompanying notes to the financial statements are an integral part of this statement.

STATEMENT OF EXPENDITURES - REGULATORY BASIS

	Appropriations		Expended		Unexpended Balance Canceled
	Budget	Budget After Modifications	Paid or Charged	Encumbered Reserved	
GENERAL GOVERNMENT FUNCTIONS					
Administrator's Office					
Other Expenses	1,000.00	1,563.00	1,562.37		0.63
Mayor and Commissioners					
Salaries and Wages	10,611.00	12,312.00	12,311.07		0.93
Other Expenses	1,000.00	1,000.00	968.48		31.52
Municipal Clerk					
Salaries and Wages	64,934.00	58,078.00	58,077.23		0.77
Other Expenses:					
Printing and Advertising	14,000.00	10,716.00	10,715.67		0.33
Stationery and Supplies	600.00	600.00	600.00		
Miscellaneous Other Expenses	1,950.00	1,950.00	1,913.85		36.15
Elections					
Salaries and Wages	12,400.00	6,150.00	6,150.00		
Other Expenses	20,919.00	19,479.00	19,401.07		77.93
Financial Administration					
Salaries and Wages	2,456.00	2,457.00	2,456.04		0.96
Other Expenses	29,450.00	29,450.00	29,436.40		13.60
Audit Services					
Other Expenses	26,000.00	13,475.00	13,475.00		
Collection of Taxes					
Salaries and Wages	5,383.00	5,383.00	5,361.30		21.70
Other Expenses	15,950.00	15,950.00	15,940.02		9.98
Assessment of Taxes					
Salaries and Wages	16,815.00	16,815.00	16,814.04		0.96
Other Expenses	7,950.00	6,313.00	4,456.46	1,856.05	0.49
Legal Services and Costs					
Salaries and Wages	2,120.00	2,120.00	2,118.96		1.04
Other Expenses	6,000.00	13,699.00	13,698.69		0.31
Engineering Services and Costs					
Other Expenses	15,000.00	6,236.00	6,236.00		

The accompanying notes to the financial statements are an integral part of this statement.

STATEMENT OF EXPENDITURES - REGULATORY BASIS

	Appropriations		Expended			Unexpended Balance Canceled
	Budget	Budget After Modifications	Paid or Charged	Encumbered	Reserved	
Community Development						
Salaries and Wages	115,966.00	115,043.00	115,042.80		0.20	
Other Expenses	11,000.00	15,650.00	15,614.15		35.85	
Historical Building-Knight Homestead						
Other Expenses	500.00	500.00	499.50		0.50	
Zane School						
Other Expenses	50,000.00	54,000.00	53,041.20	285.50	673.30	
LAND USE ADMINISTRATION						
Municipal Land Use Law (N.J.S.A. 40:55D-1)						
Planning Board						
Salaries and Wages	16,335.00	16,335.00	16,333.08		1.92	
Other Expenses	750.00	642.00	641.33		0.67	
Zoning Commission						
Salaries and Wages	34,528.00	31,698.00	31,697.15		0.85	
Other Expenses	1,400.00	824.00	823.87		0.13	
CODE ENFORCEMENT AND ADMINISTRATION						
Nuisance Inspector						
Salaries and Wages	18,802.00	18,661.00	18,660.23		0.77	
Other Expenses	2,000.00	660.00	659.53		0.47	
INSURANCE						
Liability Insurance	188,741.49	188,741.49	188,741.49			
Workers Compensation Insurance	272,268.22	272,268.22	272,268.22			
Group Insurance Plan for Employees	1,454,812.00	1,431,653.00	1,430,428.67		1,224.33	
PUBLIC SAFETY FUNCTIONS						
Police						
Salaries and Wages	2,614,530.00	2,801,212.00	2,801,211.26		0.74	
Other Expenses	77,750.00	62,135.00	61,544.54	590.00	0.46	
Ambulance						
Other Expenses	45,200.00	45,200.00	40,727.89	4,300.87	171.24	

The accompanying notes to the financial statements are an integral part of this statement.

STATEMENT OF EXPENDITURES - REGULATORY BASIS

	Appropriations		Expended			Unexpended Balance Canceled
	Budget	Budget After Modifications	Paid or Charged	Encumbered	Reserved	
Fire						
Salaries and Wages	1,182,756.00	1,204,416.00	1,202,315.17		2,100.83	
Other Expenses	63,337.00	58,181.00	54,281.49	2,202.42	1,697.09	
Uniform Fire Safety Act (P.L. 1983, CH. 383):						
Fire Inspector						
Salaries and Wages	55,753.00	55,753.00	55,749.20		3.80	
Other Expenses	12,100.00	12,100.00	10,201.07	1,564.92	334.01	
Municipal Prosecutor						
Salaries and Wages	12,179.00	12,180.00	12,179.04		0.96	
PUBLIC WORKS FUNCTIONS						
Streets and Highways						
Salaries and Wages	230,491.00	222,727.00	222,726.55		0.45	
Other Expenses	14,900.00	12,373.00	11,808.35	517.96	46.69	
Shade Tree Commission						
Other Expenses	11,300.00	9,739.00	9,737.39		1.61	
Solid Waste Collection						
Contractual	505,187.00	505,187.00	462,571.00		42,616.00	
Public Building and Grounds						
Other Expenses	20,100.00	20,100.00	19,573.32	350.00	176.68	
Vehicle Maintenance						
Other Expenses	74,300.00	61,289.00	57,321.20	3,839.57	128.23	
HEALTH AND HUMAN SERVICES						
Public Health Services (Board of Health)						
Other Expenses	3,000.00	267.00	266.03		0.97	
Animal Regulation						
Other Expenses	18,580.00	13,265.00	12,864.66	400.00	0.34	
Poor and Indigent						
Other Expenses	50.00					

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STATEMENT OF EXPENDITURES - REGULATORY BASIS

	Appropriations		Expended			Unexpended Balance Canceled
	Budget	Budget After Modifications	Paid or Charged	Encumbered	Reserved	
PARK AND RECREATION FUNCTIONS						
Parks and Playgrounds						
Salaries and Wages	52,900.00	51,329.00	51,328.34		0.66	
Other Expenses	110,700.00	112,258.00	111,986.51	5.00	266.49	
Robert's Park Swimming Pool						
Salaries and Wages	91,500.00	90,761.00	90,760.95		0.05	
Other Expenses	46,450.00	46,700.00	46,579.80	107.77	12.43	
Knight Park						
Salaries and Wages	54,068.00	50,708.00	50,705.74		2.26	
Senior Center						
Salaries and Wages	44,909.00	44,583.00	44,582.97		0.03	
Other Expenses	78,250.00	71,734.00	69,093.58	2,639.75	0.67	
OTHER COMMON OPERATING FUNCTIONS						
Community Sponsored Events						
Other Expenses	40,000.00	37,342.00	36,465.68	876.00	0.32	
UTILITY AND BULK EXPENSES						
Electricity	195,000.00	187,709.00	187,708.96		0.04	
Street Lighting	165,000.00	160,870.00	160,869.33		0.67	
Telephone	29,500.00	31,500.00	31,500.00			
Gas (Natural or Propane)	56,000.00	44,354.00	44,353.27		0.73	
Fuel Oil	51,800.00	32,092.00	32,091.79		0.21	
Telecommunication Costs	16,500.00	16,500.00	16,191.00	309.00		
Gasoline	99,500.00	55,086.00	55,085.74		0.26	
SOLID WASTE DISPOSAL COSTS						
Solid Waste Disposal						
Other Expenses	387,096.00	352,825.00	352,824.47		0.53	
MUNICIPAL COURT						
Salaries and Wages	129,504.00	129,504.00	126,372.94		3,131.06	
Other Expenses	24,975.00	24,975.00	20,404.45	1,368.05	3,202.50	
Public Defender						
Salaries and Wages	8,347.00	3,116.00	3,115.68		0.32	

The accompanying notes to the financial statements are an integral part of this statement.

STATEMENT OF EXPENDITURES - REGULATORY BASIS

	Appropriations		Paid or Charged	Expended		Unexpended Balance Canceled
	Budget	Budget After Modifications		Encumbered	Reserved	
UNIFORM CONSTRUCTION CODE - APPROPRIATIONS OFFSET BY DEDICATED REVENUES (NJAC 5:23-4.17)						
Construction Official						
Salaries and Wages	120,351.00	120,351.00	120,003.17		347.83	
Other Expenses	2,000.00	2,000.00	1,206.12		793.88	
Total Operations	9,167,503.71	9,132,842.71	9,054,452.52	21,212.86	57,177.33	
Contingent	250.00	250.00			250.00	
Total Operations Including Contingent Within "CAPS"	9,167,753.71	9,133,092.71	9,054,452.52	21,212.86	57,427.33	
Detail:						
Salaries and Wages	4,897,638.00	5,071,692.00	5,066,072.91		5,619.09	
Other Expenses	4,270,115.71	4,061,400.71	3,988,379.61	21,212.86	51,808.24	
DEFERRED CHARGES & STATUTORY EXPENDITURES						
- MUNICIPAL WITHIN "CAPS" DEFERRED CHARGES:						
Overexpenditure of a Grant	125.00	125.00	125.00			
Deficit in Operations	109,616.64	109,616.64	109,616.64			
STATUTORY EXPENDITURES:						
Contribution to:						
Public Employees' Retirement System	73,196.62	73,196.62	73,196.62			
Social Security System (O.A.S.I)	212,140.00	215,001.00	215,000.52		0.48	
Consolidated Police & Firemen's Retirement System	55.43	55.43	55.43			
Police & Firemen's Retirement System	393,971.00	393,971.00	393,971.00			
Total Deferred Charges & Statutory Expenditures-Municipal within "CAPS"	789,104.69	791,965.69	791,965.21		0.48	
Total General Appropriations for Municipal Purposes within "CAPS"	9,956,858.40	9,925,058.40	9,846,417.73	21,212.86	57,427.81	

The accompanying notes to the financial statements are an integral part of this statement.

STATEMENT OF EXPENDITURES - REGULATORY BASIS

	Appropriations		Paid or Charged	Expended		Unexpended Balance Canceled
	Budget	Budget After Modifications		Encumbered	Reserved	
OPERATIONS EXCLUDED FROM "CAPS"						
EDUCATION FUNCTIONS						
Maintenance of Free Public Library	374,732.00	374,732.00	363,758.93	8,101.24	2,871.83	
SOLID WASTE DISPOSAL COSTS						
Recycling Tax						
Other Expenses	20,000.00	20,000.00	20,000.00			
N.J.S.A. 40A:4-45.3(ee) Collingswood Municipal PRIDE Grant	430,000.00	430,000.00	430,000.00			
Total Other Operations - Excluded from "CAPS"	824,732.00	824,732.00	813,758.93	8,101.24	2,871.83	
INTERLOCAL MUNICIPAL SERVICE AGREEMENTS						
Construction Code - Interlocal Service Agreements:						
Construction Official - Salaries & Wages:						
Borough of Merchantville	11,885.00	11,885.00	11,885.00			
Borough of Woodlynne	5,200.00	5,200.00	5,200.00			
Fire Services - Interlocal Service Agreements:						
Township of Haddon	22,574.38	22,574.38	22,574.38			
Police - Interlocal Service Agreements:						
Borough of Woodlynne	674,375.00	674,375.00	674,310.87		64.13	
Municipal Court						
Borough of Woodlynne	64,540.86	64,540.86	64,441.27		99.59	
Total Interlocal Municipal Service Agreements Excluded	778,575.24	778,575.24	778,411.52		163.72	
PUBLIC AND PRIVATE PROGRAMS						
OFFSET BY REVENUES						
Knight Park Donation - Salary & Wages	6,500.00	4,500.00	4,500.00			
Recycling Tonnage Grant		21,204.00	21,204.00			
Drunk Driving Enforcement Fund	4,958.05	7,663.74	7,663.74			
Clean Communities	18,197.83	18,197.83	18,197.83			
Municipal Alliance for Drug & Alcohol Abuse	20,812.50	20,812.50	20,812.50			
Safe and Secure	86,843.00	86,843.00	86,843.00			

The accompanying notes to the financial statements are an integral part of this statement.

STATEMENT OF EXPENDITURES - REGULATORY BASIS

	Appropriations		Expended		Unexpended Balance Canceled
	Budget	Budget After Modifications	Paid or Charged	Encumbered Reserved	
Recycling Tonnage Rebate - County	13,858.32	13,858.32	13,858.32		
Shared Service - Haddon Avenue Streetscape		125,000.00	125,000.00		
C.D.B.G. Curbs		125,000.00	125,000.00		
Click it or Ticket	4,000.00	4,000.00	4,000.00		
Think Pedestrian Safety Grant		4,000.00	4,000.00		
NJ Clean Energy Program		24,177.75	24,177.75		
Edward Byrne Memorial Justice Assistance Grant	17,158.00	17,158.00	17,158.00		
PARIS Grant		3,689.44	3,689.44		
Neighborhood Preservation	150,000.00	150,000.00	150,000.00		
Neighborhood Preservation Housing	150,000.00	150,000.00	150,000.00		
Total Public and Private Programs Excluded from "CAPS"	472,327.70	776,104.58	776,104.58		
Total Operations Excluded from "CAPS"	2,075,634.94	2,379,411.82	2,368,275.03	8,101.24	3,035.55
Detail:					
Salaries and Wages	23,585.00	21,585.00	21,585.00		
Other Expenses	2,052,049.94	2,357,826.82	2,346,690.03	8,101.24	3,035.55
CAPITAL IMPROVEMENTS					
- EXCLUDED FROM "CAPS"					
Bridge Loan Lumberyard Redevelopment LLC	1,300,000.00	1,300,000.00	1,300,000.00		
Playground Equipment	15,000.00	15,000.00	14,962.50		37.50
NJ Transportation Trust Fund - Lawnside	180,000.00	180,000.00	180,000.00		
Capital Improvements Excluded from "CAPS"	1,495,000.00	1,495,000.00	1,494,962.50		37.50

The accompanying notes to the financial statements are an integral part of this statement.

STATEMENT OF EXPENDITURES - REGULATORY BASIS

	Appropriations		Paid or Charged	Expended		Unexpended Balance Canceled
	Budget	Budget After Modifications		Encumbered	Reserved	
DEBT SERVICE						
Payment of Bond Principal	829,614.81	829,614.81	829,614.81			
Payment of Bond Anticipation Notes	95,400.00	129,200.00	129,200.00			
Interest on Bonds	733,101.78	733,101.78	731,710.22			1,391.56
Interest on Notes	580,813.10	580,813.10	485,413.10			95,400.00
Total Debt Service	2,238,929.69	2,272,729.69	2,175,938.13			96,791.56
DEFERRED CHARGES - MUNICIPAL EXCLUDED FROM "CAPS"						
Deferred Charges:						
Emergency Authorization	25,000.00	25,000.00	25,000.00			
Special Emergency Authorization	78,017.20	78,017.20	78,017.20			
Total Deferred Charges Excluded from "CAPS"	103,017.20	103,017.20	103,017.20			
Transfer to Board of Education	405,500.00	405,500.00	405,500.00			
Total General Appropriations for Municipal Purposes Excluded from "CAPS"	6,318,081.83	6,655,658.71	6,547,692.86	8,101.24	3,073.05	96,791.56
Subtotal General Appropriations	16,274,940.23	16,580,717.11	16,394,110.59	29,314.10	60,500.86	96,791.56
RESERVE FOR UNCOLLECTED TAXES	100,421.15	100,421.15	100,421.15			
TOTAL GENERAL APPROPRIATIONS	16,375,361.38	16,681,138.26	16,494,531.74	29,314.10	60,500.86	96,791.56
Ref.	A-2			A-15	A	

The accompanying notes to the financial statements are an integral part of this statement.

STATEMENT OF EXPENDITURES - REGULATORY BASIS

	Appropriations		Expended		Unexpended Balance Canceled
	Budget	Budget After Modifications	Paid or Charged	Encumbered Reserved	
Budget	<u>Ref.</u>				
Budget Amendments per N.J.S.A. 40A:4-87	A-3	16,375,361.38			
	A-2	305,776.88			
		<u>16,681,138.26</u>			
		<u>Ref.</u>			
Reserve for Uncollected Taxes		A-2	100,421.15		
Due from Trust Other			268.50		
Deferred Charges:					
Overexpenditure of Appropriation Reserve		A-12	125.00		
Overexpenditure of Appropriation		A-12	109,616.64		
Emergency Authorization		A-12	25,000.00		
Special Emergency		A-13	78,017.20		
Reserve for Federal & State Grants - Appropriated		A-20	951,604.58		
Reserve for Local Grants - Appropriated		A-19	430,000.00		
Disbursed		A-4	14,799,478.67		
			<u>16,494,531.74</u>		

The accompanying notes to the financial statements are an integral part of this statement.

TRUST FUND

COMPARATIVE BALANCE SHEET - TRUST FUND - REGULATORY BASIS

<u>ASSETS</u>	<u>Ref.</u>	Balance <u>Dec. 31, 2009</u>	Balance <u>Dec. 31, 2008</u>
<u>Animal Control Trust Fund</u>			
Cash - Treasurer	B-1	1,325.43	1,164.34
<u>Trust Other Fund</u>			
Cash - Treasurer	B-1	146,441.99	171,975.27
Commodity Resale Receivable		28,234.27	7,267.75
Accounts Receivable Off-Duty Police		38,108.50	30,042.50
		<u>212,784.76</u>	<u>209,285.52</u>
<u>Tax Sale Premium</u>			
Cash - Collector	B-3	73,966.93	162,026.56
<u>Unemployment Compensation Trust Fund</u>			
Cash - Treasurer	B-1	81,054.53	88,636.88
Due from Payroll Agency	A	12,424.51	
		<u>93,479.04</u>	<u>88,636.88</u>
		<u>381,556.16</u>	<u>461,113.30</u>

The accompanying notes to the financial statements are an integral part of this statement.

COMPARATIVE BALANCE SHEET - TRUST FUND - REGULATORY BASIS

<u>LIABILITIES, RESERVES AND FUND BALANCE</u>	<u>Ref.</u>	<u>Balance Dec. 31, 2009</u>	<u>Balance Dec. 31, 2008</u>
<u>Animal Control Trust Fund</u>			
Due Current Fund	A	2.12	62.39
Due State of New Jersey		1.20	
Reserve for Dog Fund Expenditures	B-5	1,322.11	1,101.95
		<u>1,325.43</u>	<u>1,164.34</u>
 <u>Trust Other Fund</u>			
Encumbrances Payable		4,224.58	2,387.72
Due Current Fund	A	2,146.59	9,031.56
Due Collingswood Public Library			15,000.00
Reserve for:			
Zoning Board Escrow		2,905.00	3,633.75
Planning Board Escrow		7,310.39	8,055.39
Other Escrow Fees		3,323.45	3,323.45
Trust Other		99.01	99.01
Public Defender		546.23	0.73
Parking Offense Adjudication Act		4,367.09	2,754.09
Rooming House Escrow		2,505.00	2,505.00
Uniform Fire Safety - Penalty Money		20,064.74	28,852.25
Municipal Alliance Program Income		7,526.47	13,810.99
Law Enforcement Forfeiture		1,466.72	3,415.51
Donations - Police Equipment		2,602.99	2,252.99
Donations - Fire Equipment		2,945.00	1,150.00
Donations - Bike Share Program		2,664.85	2,063.59
Donations - Community Events and Activities		18,764.01	
Domestic Violence Program Income		283.39	283.39
Commodity Resale		85,484.80	67,504.08
Off-Duty Police		40,472.37	40,079.94
Bequest - Ambulance Donations		3,082.08	3,082.08
		<u>212,784.76</u>	<u>209,285.52</u>

The accompanying notes to the financial statements are an integral part of this statement.

COMPARATIVE BALANCE SHEET - TRUST FUND - REGULATORY BASIS

<u>LIABILITIES, RESERVES AND FUND BALANCE</u>	<u>Ref.</u>	<u>Balance Dec. 31, 2009</u>	<u>Balance Dec. 31, 2008</u>
<u>Tax Sale Premium</u>			
Reserve for Tax Sale Redemptions	B -6	9,446.59	9,226.18
Reserve for Tax Sale Premiums	B-7	63,100.00	151,100.00
Due Current Fund	A	1,420.34	1,700.38
		73,966.93	162,026.56
 <u>Unemployment Compensation Trust Fund</u>			
Reserve for Unemployment Claims		93,479.04	88,636.88
		381,556.16	461,113.30

The accompanying notes to the financial statements are an integral part of this statement.

GENERAL CAPITAL FUND

COMPARATIVE BALANCE SHEET - GENERAL CAPITAL -REGULATORY BASIS

<u>ASSETS</u>	<u>Ref.</u>	Balance <u>Dec. 31, 2009</u>	Balance <u>Dec. 31, 2008</u>
Cash - Treasurer	C-2	(30,668.11)	683,420.43
Deferred Charges to Future Taxation:			
Funded	C-5	27,593,762.95	14,046,377.76
Unfunded	C-7	39,347.73	14,473,300.00
Due from Current Fund	A	543,992.34	1,203,190.69
		<u>28,146,434.91</u>	<u>30,406,288.88</u>
 <u>LIABILITIES, RESERVES AND FUND BALANCE</u>			
Bond Anticipation Notes Payable			13,998,200.00
Serial Bonds Payable	C-9	27,593,762.95	14,046,377.76
Improvement Authorizations:			
Funded	C-8	227,051.25	881,650.30
Unfunded	C-8	39,347.73	1,246,129.71
Encumbrances Payable	C-8	108,475.75	46,302.43
Capital Improvement Fund	C-6	6.66	6.66
Reserve for:			
Education and Recreation Equipment		10,012.30	10,059.84
Collingswood Foundation for the Arts		50,000.00	50,000.00
Knight House Improvements			15,000.00
Directional Signage		12,795.00	12,795.00
Playground Equipment		2,846.23	1,901.73
Debt Service		34.77	4,369.35
Reserve for Duplex Conversions		64,251.27	55,645.10
Fund Balance	C-1	37,851.00	37,851.00
		<u>28,146,434.91</u>	<u>30,406,288.88</u>

The accompanying notes to the financial statements are an integral part of this statement.

SCHEDULE OF FUND BALANCE

Balance December 31, 2008	<u>Ref.</u> C	37,851.00
Balance December 31, 2009	C	<u>37,851.00</u>

The accompanying notes to the financial statements are an integral part of this statement.

WATER UTILITY FUND

COMPARATIVE BALANCE SHEET - WATER UTILITY FUND - REGULATORY BASIS

<u>ASSETS</u>	<u>Ref.</u>	<u>Balance Dec. 31, 2009</u>	<u>Balance Dec. 31, 2008</u>
<u>Operating Fund</u>			
Cash - Treasurer	D-5	40,962.29	227,240.72
Cash - Change Fund		50.00	50.00
Cash - Petty Cash		100.00	100.00
Due from Water Capital Fund	D	6.60	
		<u>41,118.89</u>	<u>227,390.72</u>
Receivables with Full Reserves:			
Consumer Accounts Receivable	D-8	153,083.90	118,327.22
Deferred Charges:			
Deficit in Operations	D-1	87,295.55	
Total Operating Fund		<u>281,498.34</u>	<u>345,717.94</u>
<u>Capital Fund</u>			
Cash - Treasurer	D-5	4,444.64	249,511.33
Fixed Capital	D-9	8,028,338.91	8,028,088.91
Fixed Capital Authorized and Uncompleted	D-10	1,628,871.18	1,500,253.76
Due from Water Operating Fund			9,380.96
Due from Current Fund	A	165,000.00	
Total Capital Fund		<u>9,826,654.73</u>	<u>9,787,234.96</u>
		<u>10,108,153.07</u>	<u>10,132,952.90</u>

The accompanying notes to the financial statements are an integral part of this statement.

COMPARATIVE BALANCE SHEET - WATER UTILITY FUND - REGULATORY BASIS

<u>LIABILITIES, RESERVES AND FUND BALANCE</u>	<u>Ref.</u>	<u>Balance Dec. 31, 2009</u>	<u>Balance Dec. 31, 2008</u>
<u>Operating Fund</u>			
Liabilities:			
Appropriation Reserves	D-4:D-11	22,111.09	4,213.14
Encumbrances Payable	D-12	14,603.48	41,194.58
Accrued Interest on Bonds	D-14	54,494.68	80,506.23
Water Rent Overpayments		7,846.87	12,695.45
Due Water Capital Fund			9,380.96
Due Sewer Operating Fund	E	3,522.98	
Due Current Fund	A	21,000.00	3,488.00
		123,579.10	151,478.36
Reserve for Receivables		153,083.90	118,327.22
Fund Balance	D-1	4,835.34	75,912.36
		281,498.34	345,717.94
<u>Capital Fund</u>			
Serial Bonds Payable	D-17	3,772,677.78	3,993,966.67
Improvement Authorizations:			
Funded	D-16	152,934.15	236,127.15
Unfunded	D-16	128,867.42	
Encumbrances Payable			6,261.25
Capital Improvement Fund	D-13	205.90	205.90
Due Water Operating Fund	D	6.60	
Reserve for Amortization		5,755,411.13	5,534,122.24
Deferred Reserve for Amortization	D-15	253.76	253.76
Fund Balance	D-2	16,297.99	16,297.99
		9,826,654.73	9,787,234.96
Total Capital Fund		10,108,153.07	10,132,952.90

The accompanying notes to the financial statements are an integral part of this statement.

COMPARATIVE STATEMENT OF OPERATIONS AND CHANGE
IN FUND BALANCE - WATER UTILITY FUND - REGULATORY BASIS

<u>Revenue and Other Income Realized</u>	<u>Ref.</u>	<u>Year 2009</u>	<u>Year 2008</u>
Fund Balance Utilized	D-3	71,077.02	203,144.75
Rents	D-3	1,960,000.00	1,960,653.80
Additional Rents	D-3	85,301.30	
Miscellaneous	D-3	21,108.13	57,341.82
Other Credits to Income:			
Unexpended Balance of Appropriation Reserves	D-11	2.47	1,288.08
Total Income		<u>2,137,488.92</u>	<u>2,222,428.45</u>
<u>Expenditures</u>			
Operating	D-4	1,627,047.00	1,606,575.00
Debt Service	D-4	381,221.79	331,448.75
Deferred Charges and Statutory Expenditures	D-4	212,433.00	225,121.00
Prior Year Refunds	D-5	4,082.68	
Total Expenditures		<u>2,224,784.47</u>	<u>2,163,144.75</u>
Excess in Revenue			59,283.70
Deficit in Operations		<u>87,295.55</u>	
<u>Fund Balance</u>			
Balance January 1	D	75,912.36	219,773.41
		75,912.36	279,057.11
Decreased by:			
Utilization as Anticipated Revenue	D-1	71,077.02	203,144.75
Balance December 31	D	<u>4,835.34</u>	<u>75,912.36</u>

The accompanying notes to the financial statements are an integral part of this statement.

STATEMENT OF FUND BALANCE - WATER CAPITAL FUND - REGULATORY BASIS

	<u>Ref.</u>	
Balance December 31, 2008	D	16,297.99
Balance December 31, 2009	D	<u>16,297.99</u>

STATEMENT OF REVENUES - WATER OPERATING FUND - REGULATORY BASIS

	<u>Ref.</u>	<u>Anticipated Budget</u>	<u>Realized</u>	<u>Excess or (Deficit)</u>
Operating Surplus Anticipated	D-1	71,077.02	71,077.02	
Rents	D-3	1,960,000.00	1,960,000.00	
Additional Rents	D-3	139,650.00	85,301.30	(54,348.70)
Miscellaneous	D-3	50,000.00	21,108.13	(28,891.87)
		<u>2,220,727.02</u>	<u>2,137,486.45</u>	<u>(83,240.57)</u>
	Ref.	D-4		

Analysis of Realized Revenue

Rents:

Consumer Accounts Receivable:

Collected	D-8	2,032,605.85
Overpayments Applied	D-8	12,695.45
		<u>2,045,301.30</u>

Miscellaneous:

Penalties		14,561.77
Copies		530.50
Miscellaneous		856.40
Interest on Investments		5,159.46
	D-3:D-5	<u>21,108.13</u>

The accompanying notes to the financial statements are an integral part of this statement.

STATEMENT OF EXPENDITURES - WATER - REGULATORY BASIS

	<u>Appropriations</u>		<u>Expended</u>		<u>Unexpended Balance Canceled</u>
	<u>Budget</u>	<u>Budget After Modifications</u>	<u>Paid or Charged</u>	<u>Encumbered</u> <u>Reserved</u>	
Operating:					
Salaries and Wages	680,387.00	723,497.00	723,496.34		0.66
Other Expenses	949,431.00	903,550.00	866,837.07	14,603.48	22,109.45
Debt Service:					
Payment of Bond Principal	221,288.89	221,288.89	221,288.89		
Interest on Bonds	159,958.13	159,958.13	159,932.90		25.23
Deferred Charges:					
Statutory Expenditures:					
Public Employees' Retirement System	44,000.00	44,000.00	44,000.00		
Social Security System (O.A.S.I.)	52,762.00	55,533.00	55,532.02		0.98
Surplus - General Budget	112,900.00	112,900.00	112,900.00		
	<u>2,220,727.02</u>	<u>2,220,727.02</u>	<u>2,183,987.22</u>	<u>14,603.48</u> <u>22,111.09</u>	<u>25.23</u>
Ref.	D-3			D-12 D	
Interest on Bonds and Notes Disbursed		Ref. D-14 D-5	159,932.90 2,024,054.32		
			<u>2,183,987.22</u>		

The accompanying notes to the financial statements are an integral part of this statement.

SEWER UTILITY FUND

COMPARATIVE BALANCE SHEET - SEWER UTILITY FUND - REGULATORY BASIS

<u>ASSETS</u>	<u>Ref.</u>	<u>Balance</u> <u>Dec. 31, 2009</u>	<u>Balance</u> <u>Dec. 31, 2008</u>
<u>Operating Fund</u>			
Cash - Treasurer	E-5	(1,213.03)	139,648.32
Cash - Change Fund		50.00	50.00
Cash - Petty Cash		100.00	100.00
Due from Current Fund	A	60,000.00	
Due from Sewer Capital Fund	E	6.19	
Due from Water Operating Fund	D	3,522.98	
		<u>62,466.14</u>	<u>139,798.32</u>
Receivables with Full Reserves:			
Consumer Accounts Receivable	E-8	2,424.86	2,670.20
Sewer Liens	E-9	155.04	155.04
		<u>2,579.90</u>	<u>2,825.24</u>
Deferred Charges:			
Deficit in Operations	E-1	14,841.91	
Total Operating Fund		<u>79,887.95</u>	<u>142,623.56</u>
<u>Capital Fund</u>			
Cash - Treasurer	E-5	4,173.96	1,134,554.20
Fixed Capital	E-10	4,879,475.14	4,879,475.14
Fixed Capital Authorized and Uncompleted	E-11	2,632,038.34	1,695,153.49
Due from Sewer Operating Fund			7,729.07
Due from Current Fund	A	1,110,000.00	
Loan Receivable - NJEIT		18,031.00	18,031.00
Total Capital Fund		<u>8,643,718.44</u>	<u>7,734,942.90</u>
		<u>8,723,606.39</u>	<u>7,877,566.46</u>

The accompanying notes to the financial statements are an integral part of this statement.

COMPARATIVE BALANCE SHEET - SEWER UTILITY FUND - REGULATORY BASIS

<u>LIABILITIES, RESERVES AND FUND BALANCE</u>	<u>Ref.</u>	<u>Balance</u> <u>Dec. 31, 2009</u>	<u>Balance</u> <u>Dec. 31, 2008</u>
<u>Operating Fund</u>			
Liabilities:			
Appropriation Reserves	E-4:E-12	13,904.85	7,236.88
Encumbrances Payable	E-13	7,514.20	8,445.72
Accrued Interest on Bonds	E-15	46,630.08	64,950.43
Sewer Rent Overpayments		7,376.89	5,314.53
Due Sewer Capital Fund			7,729.07
Due Current Fund			4,514.08
		75,426.02	98,190.71
Reserve for Receivables		2,579.90	2,825.24
Fund Balance	E-1	1,882.03	41,607.61
		79,887.95	142,623.56
<u>Capital Fund</u>			
Serial Bonds Payable	E-18	2,362,559.25	2,479,655.55
NJ Wastewater Treatment Trust Loan	E-20	1,050,562.47	1,126,285.73
Improvement Authorizations:			
Funded	E-17	1,101,984.69	1,133,505.69
Unfunded	E-17	953,371.85	16,487.00
Capital Improvement Fund	E-14	12,391.00	12,391.00
Encumbrances Payable	E-3	3,405.50	
Due Sewer Operating Fund	E	6.19	
Reserve for Amortization		3,144,768.36	2,951,948.80
Deferred Reserve for Amortization	E-16	251.55	251.55
Fund Balance	E-2	14,417.58	14,417.58
		8,643,718.44	7,734,942.90
Total Capital Fund		8,723,606.39	7,877,566.46

The accompanying notes to the financial statements are an integral part of this statement.

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

<u>Revenue and Other Income Realized</u>	<u>Ref.</u>	<u>Year 2009</u>	<u>Year 2008</u>
Fund Balance Utilized	E-3	39,725.58	85,763.72
Rents	E-3	1,487,000.00	1,487,120.99
Additional Rents	E-3	115,154.34	
Miscellaneous	E-3	25,766.40	54,758.15
Other Credits to Income:			
Unexpended Balance of Appropriation Reserves	E-12	4,237.35	9,211.81
Encumbrances Canceled			2,094.38
Total Income		<u>1,671,883.67</u>	<u>1,638,949.05</u>
<u>Expenditures</u>			
Operating	E-4	1,153,967.00	1,139,908.92
Debt Service	E-4	319,158.58	283,840.72
Deferred Charges and Statutory Expenditures	E-4	213,600.00	182,014.08
Total Expenditures		<u>1,686,725.58</u>	<u>1,605,763.72</u>
<u>Excess in Revenue</u>			<u>33,185.33</u>
Deficit in Operations	E	14,841.91	
<u>Fund Balance</u>			
Balance January 1	E	41,607.61	94,186.00
		41,607.61	127,371.33
Decreased by:			
Utilization as Anticipated Revenue	E-1	39,725.58	85,763.72
Balance December 31	E	<u>1,882.03</u>	<u>41,607.61</u>

The accompanying notes to the financial statements are an integral part of this statement.

STATEMENT OF FUND BALANCE - SEWER CAPITAL FUND - REGULATORY BASIS

Balance December 31, 2008	<u>Ref.</u> E	14,417.58
Balance December 31, 2009	E	<u>14,417.58</u>

STATEMENT OF REVENUES - SEWER OPERATING FUND - REGULATORY BASIS

	<u>Ref.</u>	<u>Anticipated Budget</u>	<u>Realized</u>	<u>Excess or (Deficit)</u>
Surplus Anticipated	E-1	39,725.58	39,725.58	
Rents	E-3	1,487,000.00	1,487,000.00	
Additional Rents	E-3	110,000.00	115,154.34	
Miscellaneous	E-3	50,000.00	25,766.40	(24,233.60)
		<u>1,686,725.58</u>	<u>1,667,646.32</u>	<u>(24,233.60)</u>
	Ref.	E-4		

Analysis of Realized Revenue

Rents:

Consumer Accounts Receivable:

Collected	E-8	1,596,839.81
Overpayments Applied	E-8	5,314.53
		<u>1,602,154.34</u>

Miscellaneous:

Penalties		6,707.87
Miscellaneous		267.27
Earnings Credits		4,741.30
Interest on Investments		14,049.96
	E-3:E-5	<u>25,766.40</u>

The accompanying notes to the financial statements are an integral part of this statement.

STATEMENT OF EXPENDITURES - SEWER - REGULATORY BASIS

	Appropriations		Expended		
	Budget	Budget After Modifications	Paid or Charged	Encumbered	Reserved
Operating:					
Salaries & Wages	687,563.00	695,158.00	695,157.37		0.63
Other Expenses	466,404.00	458,809.00	438,046.54	7,514.20	13,248.26
Debt Service:					
Payment of Bond Principal	117,096.30	117,096.30	117,096.30		
Payment of Loan Principal	75,723.26	75,723.26	75,723.26		
Interest on Bonds	95,893.19	95,893.19	95,893.19		
Interest on Loans	30,445.83	30,445.83	30,445.83		
Statutory Expenditures:					
Public Employees' Retirement System	30,000.00	30,000.00	30,000.00		
Social Security System (O.A.S.I.)	53,100.00	53,100.00	52,444.04		655.96
Surplus General Budget	130,500.00	130,500.00	130,500.00		
	<u>1,686,725.58</u>	<u>1,686,725.58</u>	<u>1,665,306.53</u>	<u>7,514.20</u>	<u>13,904.85</u>
Ref.	E-3			E-13	E
Interest on Bonds and Notes		Ref.	126,339.02		
Disbursed		E-15	1,538,967.51		
		E-5	<u>1,665,306.53</u>		

The accompanying notes to the financial statements are an integral part of this statement.

PARKING UTILITY FUND

BALANCE SHEET - PARKING UTILITY FUND - REGULATORY BASIS

<u>ASSETS</u>	<u>Ref.</u>	<u>Balance Dec. 31, 2009</u>	<u>Balance Dec. 31, 2008</u>
<u>Operating Fund</u>			
Cash	F-4	(30,200.98)	81,085.09
Due Current Fund	A	112,600.00	
		<u>82,399.02</u>	<u>81,085.09</u>
 <u>LIABILITIES, RESERVES AND FUND BALANCE</u>			
<u>Operating Fund</u>			
Appropriation Reserve	F-3	22,603.97	24,279.69
Encumbrances Payable	F-3	37,040.30	
Fund Balance	F-1	22,754.75	56,805.40
		<u>82,399.02</u>	<u>81,085.09</u>

The accompanying notes to the financial statements are an integral part of this statement.

STATEMENT OF OPERATIONS AND CHANGE IN
FUND BALANCE - PARKING UTILITY FUND - REGULATORY BASIS

<u>Revenue and Other Income Realized</u>	<u>Ref.</u>	<u>Year 2009</u>	<u>Year 2008</u>
Surplus Anticipated	F-2	55,203.00	25,295.00
Parking Meter	F-2	45,253.43	51,918.70
Miscellaneous Revenue Not Anticipated	F-2	1,619.23	2,771.18
Other Credits to Income:			
Unexpended Balance of Appropriation Reserve	F-6	24,279.69	48,555.54
Total Income		<u>126,355.35</u>	<u>128,540.42</u>
<u>Expenditures</u>			
Operating	F-3	87,655.00	60,000.00
Deferred Charges and Statutory Expenditures	F-3	17,548.00	12,295.00
		<u>105,203.00</u>	<u>72,295.00</u>
Excess in Revenue		21,152.35	56,245.42
<u>Fund Balance</u>			
Balance January 1	F	56,805.40	25,854.98
		77,957.75	82,100.40
Decreased by:			
Utilization as Anticipated Revenue	F-1	55,203.00	25,295.00
Balance December 31	F	<u>22,754.75</u>	<u>56,805.40</u>

EXHIBIT F-2

STATEMENT OF REVENUES - REGULATORY BASIS

	<u>Ref.</u>	<u>Anticipated Budget</u>	<u>Realized</u>	<u>Excess or (Deficit)</u>
Surplus Anticipated	F-1	55,203.00	55,203.00	
Parking Meter	F-4	50,000.00	45,253.43	(4,746.57)
		<u>105,203.00</u>	<u>100,456.43</u>	<u>(4,746.57)</u>
	Ref.	F-3		
Miscellaneous:		Ref.		
Interest on Investments		F-4	1,619.23	

The accompanying notes to the financial statements are an integral part of this statement.

STATEMENT OF EXPENDITURES - PARKING UTILITY - REGULATORY BASIS

	Appropriations		Paid or Charged	Expended	
	Budget	Budget After Modifications		Encumbered	Reserved
Operating:					
Salary & Wages	33,300.00	33,300.00	25,866.52		7,433.48
Other Expenses	54,355.00	54,355.00	2,713.42	37,040.30	14,601.28
Deferred Charges					
Social Security	2,548.00	2,548.00	1,978.79		569.21
Surplus - General Budget	15,000.00	15,000.00	15,000.00		
	<u>105,203.00</u>	<u>105,203.00</u>	<u>45,558.73</u>	<u>37,040.30</u>	<u>22,603.97</u>
Ref.	F-2		F-4	F	F

The accompanying notes to the financial statements are an integral part of this statement.

GENERAL FIXED ASSETS

STATEMENT OF GENERAL FIXED ASSETS - REGULATORY BASIS

<u>ASSETS</u>	<u>Balance</u> <u>Dec. 31, 2009</u>	<u>Balance</u> <u>Dec. 31, 2008</u>
General Fixed Assets:		
Buildings	27,505,891.18	27,053,414.08
Land	784,275.00	784,275.00
Infrastructure	10,695,667.00	10,695,667.00
Machinery & Equipment	3,262,506.00	3,262,506.00
Vehicles	4,480,449.17	3,956,863.17
	<u>46,728,788.35</u>	<u>45,752,725.25</u>
Investment in General Fixed Assets	<u>46,728,788.35</u>	<u>45,752,725.25</u>

The accompanying notes to the financial statements are an integral part of this statement.

BOROUGH OF COLLINGSWOOD
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2009 AND 2008

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

The Borough of Collingswood was incorporated in 1888 and is located in Camden County, New Jersey.

The Borough has an elected mayor and two elected commissioners with elections every four years. The Borough is managed daily by the Borough Administrator.

Except as noted below, the financial statements of Borough of Collingswood included every board, body, officer or commission supported and maintained wholly or in part by funds appropriated by the Borough of Collingswood, as required by N.J.S.A. 40A:5-5.

Component units are legally separate organizations for which the Borough is financially accountable. The Borough is financially accountable for an organization if the Borough appoints a voting majority of the organization's governing board and (1) the Borough is able to significantly influence the programs or services performed or provided by the organization; or (2) the Borough is legally entitled to or can otherwise access the organization's resources; the Borough is legally obligated or has otherwise assumed the responsibility to finance the deficits of or provide financial support to the organization; or the Borough is obligated for debt of the organization. Component units may also include organizations that are fiscally dependent on the Borough in that the Borough approves the budget, the issuance of debt or the levying of the taxes. The Borough has no component units.

B. Description of Funds and Account Groups

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

Current Fund – Resources and expenditures for governmental operations of a general nature, including Federal and State grant funds.

Trust Fund – Receipts, custodianship and disbursement of funds in accordance with the purpose for which each reserve was created.

General Capital Fund – Receipt and disbursement of funds for the acquisition of general capital facilities, other than those acquired in the Current Fund. In addition, the fund is used to track the status of debt authorized for capital projects.

Water & Sewer Operating and Capital Funds – Account for the operations and acquisition of capital facilities of the municipally-owned Water & Sewer Utility.

BOROUGH OF COLLINGSWOOD
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2009 AND 2008

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Description of Funds and Account Groups (Continued)

Parking Operating and Capital Funds – Account for the operations to preserve, care for, lay out, construct, maintain improve and operate lands, and facilities used for the provision of public parking and enforcement.

General Fixed Assets – To account for fixed assets used in governmental operations (general fixed assets) are accounted for in the general fixed assets account group, rather than in governmental funds.

C. Basis of Accounting

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

A modified accrual basis of accounting is followed with minor exceptions. The more significant accounting principles are as follows:

Revenues – are recorded when received in cash except for certain amounts which are due from other governmental units. Receipts from Federal and State grants are realized as revenue when anticipated in the Borough budget. Receivables for property taxes are recorded with offsetting reserves on the balance sheet of the Borough's Current Fund; accordingly, such amounts are not recorded as revenue until collected. Other amounts that are due the Borough which are susceptible to accrual are also recorded as receivables with offsetting reserves and recorded as revenue when received. This method of revenue recognition differs from accounting principles generally accepted in the United States of America which recognizes revenue in the accounting period in which it is earned net of allowances for doubtful accounts.

Expenditures – are recorded on the "budgetary" basis of accounting. Generally, expenditures are recorded when an amount is encumbered for goods and services through the issuance of a purchase order in conjunction with the Encumbrance Accounting System. Outstanding encumbrances at December 31 are reported as a cash liability in the financial statements and constitute part of the Borough's regulatory Appropriation Reserve balance. Appropriation reserves covering unexpended appropriation balances are automatically created at December 31 of each year and recorded as liabilities, except for amounts which may be canceled by the governing body. Appropriation reserves are available until lapsed at the close of the succeeding year, to meet 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 is on the cash basis and utility capital is on the accrual basis. This method differs from accounting principles generally accepted in the United States of America which requires that expenditures be recorded when services are rendered or goods are received. Under accounting principles generally accepted in the United States of America, appropriation reserves do not exist and encumbrances do not constitute expenditures.

BOROUGH OF COLLINGSWOOD
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2009 AND 2008

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Basis of Accounting (Continued)

Foreclosed Property – Foreclosed property is recorded in the Current Fund at the assessed valuation when such property was acquired and is fully reserved. Under accounting principles generally accepted in the United States of America, foreclosed property would be recorded at historical cost and no reserve would be provided.

Interfunds – Interfund receivables in the Current Fund are recorded with offsetting reserves which are created by charges to operations. Income is recognized in the year the receivables are liquidated. Interfund receivables in the other funds are not offset by reserves. Under accounting principles generally accepted in the United States of America, inter-funds are not reserved.

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. Under accounting principles generally accepted in the United States of America inventory would be recorded as an asset on the balance sheet.

Proprietary Fund – Cash Flow Statement – In accordance with the reporting requirements of the Division of Local Government Services, the utility funds' financial statements do not include a statement of cash flows.

General Fixed Assets – In accordance with N.J.A.C. 5:30-5.6 accounting for Governmental Fixed Assets, as promulgated by the Division of Local Government Services, which differs in certain respects from generally accepted accounting principles, the Borough has developed a fixed assets accounting and reporting system.

As required by New Jersey Statutes, foreclosed property is reported in the current operating fund of the municipality.

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 recorded at historical cost or estimated historical cost if actual historical cost is not available except for land, which is valued at estimated market value on the date of acquisition. The Borough capitalizes fixed assets with an original cost in excess of \$5,000.

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

No depreciation has been provided for in the financial statements.

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

BOROUGH OF COLLINGSWOOD
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2009 AND 2008

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Basis of Accounting (Continued)

Property and equipment purchased by the Water & Sewer Utility Fund is recorded in the respective capital account at cost and are adjusted for dispositions and abandonment. The amounts shown do not purport to represent reproduction costs or current value. Contributions in aid of construction are not capitalized. The balances in Reserve for Amortization and Deferred Reserve for Amortization accounts in the Utility Capital Fund represent charges to operations for the costs of acquisition of property, equipment and improvements. The utility does not record depreciation on fixed assets.

General Long Term Debt – General Long Term Debt is accounted for in the General Capital and Sewer Utility Capital Fund. Accounting principles generally accepted in the United States of America require General Long Term Debt to be accounted for in the General Long Term Debt Account Group.

Use of Estimates – The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America or the regulatory basis of accounting requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Property Taxes – The County Board of Taxation certifies the tax levy of the municipality each year. The tax levy is based on the assessed valuation of taxable property within the municipality. Taxes are payable on the first day of February, May, August and November. Any taxes that have not been paid by the 11th day of the 11th month in the year levied are subject to being included in the tax sale and the lien enforced by selling the property in accordance with N.J.S.A. 54:5 et. seq.

The municipality is responsible for remitting 100% of the school and county taxes to the respective agency. The loss for delinquent or uncollectible accounts is borne by the municipality and not the school district or county. The inclusion of the “Reserve for Uncollected Taxes” appropriation in the Borough’s annual budget protects the Borough from those taxes not paid. The minimum amount of the reserve is determined by the percentage of collections experienced in the preceding year, is required to provide assurance that cash collected in the current year will provide sufficient cash flow to meet expected obligations. Under accounting principles generally accepted in the United States of America, a “Reserve for Uncollected Taxes” would not be an appropriation.

Interest on Delinquent Taxes – It is the policy of the Borough to collect interest for the nonpayment of taxes or assessments on or before the date when they would become delinquent. The Tax Collector is authorized to charge eight percent (8%) per annum on the first \$1,500 of taxes becoming delinquent after due date and eighteen percent (18%) per annum on any amount of taxes in excess of \$1,500 becoming delinquent after due date and if a delinquency is in excess of \$10,000 and remains in arrears beyond December 31st, an additional penalty of six percent (6%) shall be charged against the delinquency. There is a ten (10) day grace period.

Capitalization of Interest – It is the policy of the Borough to treat interest on projects as a current expense and the interest is included in the Operating budget of the Water Capital Fund and Sewer Capital Fund.

BOROUGH OF COLLINGSWOOD
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2009 AND 2008

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Comparative Data

Comparative total data for the prior year has been presented in the accompanying Balance Sheets and Statement of Operations in order to provide an understanding of changes in the Borough's financial position. However, comparative (i.e., presentation of prior year totals by fund type) data have not been presented in the statement of revenues – regulatory basis and the statement of expenditures – regulatory basis since their inclusion would make the statements unduly complex and difficult to read.

NOTE 2: BUDGETARY INFORMATION

The Borough must adopt an annual budget in accordance with N.J.S.A. 40A:4 et. al. This budget is required to be a balanced cash basis document. To accomplish this, the municipality is required to establish a reserve for uncollected taxes. This protects the Borough from taxes not paid currently. Once approved, the Borough may make emergency appropriations for a purpose which is not foreseen at the time the budget is adopted per N.J.S.A. 40A:4-46 and 54. This type of appropriation shall be made to meet a pressing need for public expenditure to protect or promote the public health, safety or welfare prior to the next succeeding fiscal year. Emergency appropriations, except those classified as a special emergency, must be raised in the budget of the succeeding year. Special emergency appropriations are permitted to be raised in the budgets of the succeeding three or five years. Budget transfers between appropriation accounts are prohibited until the last two months of the year. Budget transfers during the year were not significant. After approval from the Director, the Borough can also make amendments for any special item of revenue made available by any public or private funding source as per N.J.S.A. 40A:4-87. The following budget amendments were approved as follows:

Current Fund:	
Special Item of Revenue:	
Think Pedestrian Safety Grant	4,000.00
Recycling Tonnage Grant	21,204.00
Shared Service - Haddon Ave. Streetscape	250,000.00
PARIS Grant	3,689.44
DWI Grant	2,705.69
NJ Clean Energy Program	24,177.75
	<u>305,776.88</u>

NOTE 3: CASH

Custodial Credit Risk – Deposits

Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be able to recover the value of its deposits or investments. Deposits are considered to be exposed to custodial credit risk if they are: uncollateralized (securities not pledged to the depositor), collateralized with securities held by the pledging financial institution, or collateralized with securities held by the financial institution's trust department or agent but not in the government's name. The municipality's policy is based on New Jersey Statutes requiring cash to be deposited only in New Jersey based

BOROUGH OF COLLINGSWOOD
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2009 AND 2008

NOTE 3: CASH (CONTINUED)

Custodial Credit Risk – Deposits (Continued)

banking institutions that participate in the New Jersey Governmental Unit Deposit Protection Act (G.U.D.P.A.) or in qualified investments established in New Jersey Statutes N.J.S.A. 40A:5-15.1(a) that are treated as cash equivalents. At December 31, 2009 and 2008, the carrying amount of the Borough's deposits was \$3,941,898.40 and \$6,232,010.82, respectively. As of December 31, 2009 and 2008, \$0 of the municipality's bank balance of \$2,897,444.50 and \$6,872,727.75, respectively, was exposed to custodial credit risk.

NOTE 4: INVESTMENTS

As of December 31, 2009 and 2008, the Borough did not have any investments.

Interest rate risk: The Borough does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. However, New Jersey Statutes N.J.S.A. 40A:5-15.1(a) limits the length of time for most investments to 397 days.

Credit risk: New Jersey Statutes N.J.S.A. 40A:5-15.1(a) limits municipal investments to those specified in the statutes. The type of allowable investments are Bonds or other obligations of the United States or obligations guaranteed by the United States, Bonds or other obligations of the Borough or bonds or other obligations of the Borough school district, Bonds or other obligations, having a maturity date not more than 397 days from the date of purchase, approved by the Division of Investment of the Department of Treasury for investment by local units, government money market mutual funds; the State of New Jersey Cash Management Plan; local government investment pools; or repurchase of fully collateralized securities.

Concentration of Credit Risk: The Borough places no limit on the amount the Borough may invest in any one issuer.

BOROUGH OF COLLINGSWOOD
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2009 AND 2008

NOTE 5: FUND BALANCES APPROPRIATED

	<u>Year</u>	<u>Balance December 31</u>	<u>Utilized in Budget of Succeeding Year</u>
Current Fund	2009	1,221,032.99	576,489.50
	2008	1,930,379.75	709,346.76
	2007	2,884,114.56	953,725.51
	2006	4,991,089.93	2,653,401.15
	2005	317,654.86	None
Water Operating Fund	2009	4,835.34	None
	2008	75,912.36	71,022.02
	2007	219,773.41	203,144.75
	2006	145,331.43	127,837.09
	2005	32,365.17	23,794.80
Sewer Operating Fund	2009	1,882.03	None
	2008	41,607.61	39,725.58
	2007	94,186.00	85,763.72
	2006	82,845.99	59,715.55
	2005	59,144.66	56,675.88
Parking Utility	2009	22,754.75	3,286.00
	2008	56,805.40	55,203.00
	2007	25,854.98	25,295.00
	2006	45,820.16	41,850.00
	2005	33,315.38	None
Redevelopment Utility	2005	46,763.35	None

BOROUGH OF COLLINGSWOOD
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2009 AND 2008

NOTE 6: ACCUMULATED ABSENCE BENEFITS

All employees are granted sick and vacation benefits in varying amounts depending on their length of service with the Borough.

The Borough has entered into a duly negotiated and approved labor agreement with the FMBA #108, FOP Lodge #76 and Teamsters in regards to accumulated absence benefits. The Borough also has local personnel policy that covers all non-union personnel. The Borough has not appropriated anything in their budget to fund a reserve for accumulated absences.

SICK DAYS:

Police Superiors - Individuals covered under the Police Superiors' Contract may accrue nine (9) sick leave days per year. A Superior Officer may apply his unused accumulated sick leave time to early retirement, or he/she may receive 100% of his accumulated sick leave as additional severance pay.

Police Officers - Individuals covered under the Police Officers' Association may accrue seven (7) leave days per year. Upon separation, death or retirement a Police Officer will receive all accumulated days.

Fire Officers – Individual covered under the Fire Officers' Association may accrue seven (7) leave days per year. Upon separation, death or retirement a Fire Officer will receive all accumulated days.

Firefighters - Individual covered under the Firefighters' Association may accrue seven (7) leave days per year. Upon separation, death or retirement a Fire Officer will receive all accumulated days.

Teamsters – Individuals covered under the Teamsters agreement are granted fifteen (15) leave days per year. Any employee who has been vested in the State Pension Plan, upon termination will be entitled to buy back 100% of the employee's accumulated sick days, maximum bank of seventy-five (75) days, at the employee's regular rate of pay. The only exception is if the employee has been dismissed due to any type of disciplinary action. Annually, all employees who have accumulated and maintain fifty (50) sick days shall be entitled to buy back annually those days not used in the calendar year at the following rates: 2008 – 70%, 2009 – 80%, 2010 – 100%.

Non-union – Individuals who are not covered under any of the above agreements are granted fifteen (15) leave days per year. Any amount of sick leave allowance not used in any calendar year shall accumulate to the employee's credit from year to year to a total of no more than fifty (50) days to be used if and when needed for such purpose, except that where an employee is employed by the Borough more than ten years. Annually, all employees who have accumulated and maintain fifty (50) sick days, shall be entitled to buy back annually those days not used in the calendar year at a rate of fifty (50%). Employees have the option to buy all sick days in that calendar year or they may bank them all or do a combination of both. Any employee who has been vested in the State Pension Plan, upon termination will be entitled to buy back fifty (50%) of the employees' accumulated sick days, maximum bank of fifty-five (55) days, at the employee's regular rate of pay. The only exception is if the employee has been dismissed due to any type of disciplinary action.

BOROUGH OF COLLINGSWOOD
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2009 AND 2008

NOTE 6: ACCUMULATED ABSENCE BENEFITS (CONTINUED)

Borough employees may carry unused vacation days forward one year if due to the “pressure of work”.

The total value of compensated absences, owed to employees, as of December 31, 2009, and 2008, under the various agreements are as follows:

	Value <u>12/31/2009</u>	Value <u>12/31/2008</u>
FMBA #108	215,825.27	187,295.88
FOP Lodge #76	581,443.30	630,596.06
Teamsters	103,877.35	175,891.50
Non-union	286,671.76	536,837.85
	<u>1,187,817.68</u>	<u>1,530,621.29</u>

NOTE 7: FIXED ASSETS

The following is a summary of changes in the General Fixed Assets Account Group for the year ended December 31, 2009.

	Balance <u>Dec. 31, 2008</u>	Additions	Deletions	Balance <u>Dec. 31, 2009</u>
Buildings	27,053,414.08	452,477.10		27,505,891.18
Land	784,275.00			784,275.00
Infrastructure	10,695,667.00			10,695,667.00
Machinery & Equipment	3,262,506.00			3,262,506.00
Vehicles	3,956,863.17	523,586.00		4,480,449.17
	<u>45,752,725.25</u>	<u>976,063.10</u>	<u>None</u>	<u>46,728,788.35</u>

NOTE 8: TAXES COLLECTED IN ADVANCE

Taxes collected in advance are recorded as cash liabilities in the financial statements: The following is a comparison of the liability for the previous two years:

	Balance <u>Dec. 31, 2009</u>	Balance <u>Dec. 31, 2008</u>
Prepaid Taxes - Cash liability	<u>132,101.92</u>	<u>108,345.26</u>

BOROUGH OF COLLINGSWOOD
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2009 AND 2008

NOTE 9: INTERFUND RECEIVABLES AND PAYABLES

The following schedule reconciles interfund receivables and payables for the year ended December 31, 2009.

	<u>Due From</u>	<u>Due To</u>
Current Fund		
Animal Control Trust Fund	2.12	
Tax Sale Trust	1,420.34	
Trust Other	2,146.59	
Parking Utility		112,600.00
Water Operating Fund	21,000.00	
Water Capital Fund		165,000.00
Sewer Operating Fund		60,000.00
Sewer Capital Fund		1,110,000.00
General Capital Fund		543,992.34
Trust Other		
Current Fund		2,146.59
Animal Control Trust Fund		
Current Fund		2.12
Parking Utility		
Current Fund	112,600.00	
General Capital Fund		
Current Fund	543,992.34	
Tax Sale Trust		
Current Fund		1,420.34
Water Operating Fund		
Water Capital Fund	6.60	
Sewer Operating Fund		3,522.98
Current Fund		21,000.00
Water Capital Fund		
Water Operating Fund		6.60
Current Fund	165,000.00	
Sewer Operating Fund		
Water Operating Fund	3,522.98	
Sewer Capital Fund	6.19	
Current Fund	60,000.00	
Sewer Capital Fund		
Current Fund	1,110,000.00	
Sewer Operating Fund		6.19
	<u>2,019,697.16</u>	<u>2,019,697.16</u>

The amount due from Current Fund to various other funds is due to numerous transfers being made during the year for cash flow purposes.

BOROUGH OF COLLINGSWOOD
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2009 AND 2008

NOTE 10: ECONOMIC DEPENDENCY

The Borough of Collingswood is not economically dependent on any one business or industry within the Borough.

NOTE 11: DEFERRED CHARGES TO BE RAISED IN SUCCEEDING BUDGETS

Certain expenditures are required to be deferred to budgets of succeeding years. At December 31, 2009, the following deferred charges are shown on the balance sheets of the various funds.

	Balance Dec. 31, 2009	2010 Budget Appropriation	Budgets of Succeeding Years
Current Fund:			
Deficit in Operations	72,204.03	72,204.03	
Special Emergency	234,051.60	78,017.20	156,034.40
Federal and State Grant Fund:			
Overexpenditure of a Grant	8,868.80	8,868.80	
Sewer Operating Fund:			
Deficit in Operations	14,841.91	14,841.91	
Water Operating Fund:			
Deficit in Operations	87,295.55	87,295.55	
	<u>417,261.89</u>	<u>261,227.49</u>	<u>156,034.40</u>

NOTE 12: LONG-TERM DEBT

Summary of Municipal Debt Service

Long-term debt as of December 31, 2009 consisted of the following:

	Year 2009	Year 2008	Year 2007
Bonds, Notes and Loans Issued	34,779,562.45	35,644,485.71	36,657,215.45
Bonds and Notes Authorized but not Issued	<u>1,121,587.00</u>	<u>491,587.00</u>	<u>16,587.00</u>
Net Bonds, Notes and Loans Issued and Authorized but not Issued	<u><u>35,901,149.45</u></u>	<u><u>36,136,072.71</u></u>	<u><u>36,673,802.45</u></u>

BOROUGH OF COLLINGSWOOD
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2009 AND 2008

NOTE 12: LONG-TERM DEBT (CONTINUED)

Summary of Municipal Debt Service (Continued)

	<u>Balance</u> Dec. 31, 2008	<u>Issued/ Authorized</u>	<u>Retired/ Reduction</u>	<u>Balance</u> Dec. 31, 2009
<u>ISSUED:</u>				
General:				
General Serial Bonds	14,046,377.76	14,377,000.00	829,614.81	27,593,762.95
Bond Anticipation Notes	13,998,200.00		13,998,200.00	
Water:				
Serial Bonds	3,993,966.67		221,288.89	3,772,677.78
Sewer:				
Serial Bonds	2,479,655.55		117,096.30	2,362,559.25
NJ Infrastructure Loan	1,126,285.73		75,723.26	1,050,562.47
Net Debt Issued	<u>35,644,485.71</u>	<u>14,377,000.00</u>	<u>15,241,923.26</u>	<u>34,779,562.45</u>
<u>AUTHORIZED BUT NOT ISSUED:</u>				
General:				
Bond Anticipation Notes	475,100.00	39,247.73	475,000.00	39,347.73
Water:				
Bond Anticipation Notes		128,867.42		128,867.42
Sewer:				
Bond Anticipation Notes	16,487.00	936,884.85		953,371.85
Authorized but not Issued	<u>491,587.00</u>	<u>1,105,000.00</u>	<u>475,000.00</u>	<u>1,121,587.00</u>
Total Debt Issued and Authorized but Not Issued	<u><u>36,136,072.71</u></u>	<u><u>15,482,000.00</u></u>	<u><u>15,716,923.26</u></u>	<u><u>35,901,149.45</u></u>

\$1,050,000 Department of Environmental Infrastructure Loan dated November 9, 2000, payable in semi-annual installments through August 2020. The loan consists of \$530,000 trust loan and \$520,000 fund loan. The fund loan is at 0% per annum. The trust loan interest is paid at a rate of 5%-5.25% per annum. New Jersey Environmental Infrastructure Trust refunded this loan on June 20, 2006 saving the Borough \$25,542.38 in interest costs. These savings are applied as credits to payments. The balance remaining at December 31, 2009 was \$657,972.27.

\$573,513 Department of Environmental Infrastructure Loan dated November 8, 2001, payable in semi-annual installments through August 2021. The loan consists of \$280,000 trust loan and \$293,513 fund loan. The fund loan is at 0% per annum. The trust loan interest is paid at a rate of 4%-5.25% per annum. The balance remaining at December 31, 2009 was \$392,590.20.

\$1,640,000 General Improvement Bonds dated August 1, 1993 payable in annual installments through August 1, 2013. Interest is paid semi-annually at a rate of 5.1% - 5.3% per annum. The balance remaining as of December 31, 2009 was \$439,762.95.

\$2,100,000 General Improvement Bonds taxable bonds dated October 1, 1998 payable in annual installments through October 1, 2023. Interest is paid semi-annually at a rate of 5.9% - 6.1% per annum. The balance remaining as of December 31, 2009 was \$1,375,000.

BOROUGH OF COLLINGSWOOD
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2009 AND 2008

NOTE 12: LONG-TERM DEBT (CONTINUED)

Summary of Municipal Debt Service (Continued)

\$4,400,000 General Improvement Bonds dated October 1, 1998 payable in annual installments through October 1, 2009. Interest is paid semi-annually at a rate of 4.3% - 4.55% per annum. The balance remaining as of December 31, 2009 was \$0.

\$1,300,000 CCIA Revenue Bonds dated September 1, 1999 payable in annual installments through September 1, 2019. Interest is paid semi-annually at a rate of 5.85% per annum. The balance remaining as of December 31, 2009 was \$805,000.

\$3,205,000 General Improvement Bonds dated December 4, 2002 payable in annual installments through November 15, 2022. Interest is paid semi-annually at a rate of 2.0% - 5.125% per annum. The balance remaining as of December 31, 2009 was \$2,335,000.

\$3,537,000 General Improvement Bonds dated February 1, 2008 payable in annual installments through February 1, 2021. Interest is paid semi-annually at a rate of 3.0% - 4.0% per annum. The balance remaining as of December 31, 2009 was \$3,537,000.

\$4,935,000 General Improvement Bonds taxable bonds dated February 1, 2008 payable in annual installments through February 1, 2016. Interest is paid semi-annually at a rate of 4.25% - 5.0% per annum. The balance remaining as of December 31, 2009 was \$4,725,000.

\$11,153,000 General Improvement Bonds dated June 1, 2009 payable in annual installments through June 1, 2029. Interest is paid semi-annually at a rate of 4.375% - 4.5% per annum. The balance remaining as of December 31, 2009 was \$11,153,000.

\$3,224,000 General Improvement Bonds taxable bonds dated June 1, 2009 payable in annual installments through June 1, 2029. Interest is paid semi-annually at a rate of 5.75% - 6.25% per annum. The balance remaining as of December 31, 2009 was \$3,224,000.

\$1,470,000 Water Utility Bonds dated August 1, 1993 payable in annual installments through August 1, 2013. Interest is paid semi-annually at a rate of 5.1% - 5.3% per annum. The balance remaining as of December 31, 2009 was \$394,177.78.

\$1,090,000 Water Utility Bonds dated October 1, 1998 payable in annual installments through October 1, 2018. Interest is paid semi-annually at a rate of 4.3% - 4.55% per annum. The balance remaining as of December 31, 2009 was \$610,000.

\$558,000 Water Utility Bonds dated December 4, 2002 payable in annual installments through November 15, 2022. Interest is paid semi-annually at a rate of 2.0% - 5.125% per annum. The balance remaining as of December 31, 2009 was \$407,000.

\$2,420,500 Water Utility Bonds dated February 1, 2008 payable in annual installments through February 1, 2028. Interest is paid semi-annually at a rate of 3% - 4% per annum. The balance remaining as of December 31, 2009 was \$2,361,500.

BOROUGH OF COLLINGSWOOD
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2009 AND 2008

NOTE 12: LONG-TERM DEBT (CONTINUED)

Summary of Municipal Debt Service (Continued)

\$265,000 Sewer Utility Bonds dated August 1, 1993 payable in annual installments through August 1, 2013. Interest is paid semi-annually at a rate of 5.1% - 5.3% per annum. The balance remaining as of December 31, 2009 was \$71,059.25.

\$1,135,000 Sewer Utility Bonds dated October 1, 1998 payable in annual installments through October 1, 2018. Interest is paid semi-annually at a rate of 4.3% - 4.55% per annum. The balance remaining as of December 31, 2009 was \$620,000.

\$1,712,500 Sewer Utility Bonds dated February 1, 2008 payable in annual installments through February 1, 2028. Interest is paid semi-annually at a rate of 3% - 4% per annum. The balance remaining as of December 31, 2009 was \$1,671,500.

As of December 31, 2009, debt service requirements on long-term debt in future years are:

<u>Year Ended December</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
General Serial Bonds			
Current			
2010	949,474.07	1,554,301.29	2,503,775.36
2011	1,241,762.96	1,241,716.31	2,483,479.27
2012	1,296,762.96	1,181,155.67	2,477,918.63
2013	1,356,762.96	1,117,159.10	2,473,922.06
2014	1,425,000.00	1,046,513.77	2,471,513.77
2015-2019	8,048,000.00	4,144,798.84	12,192,798.84
2020-2024	7,014,000.00	2,267,745.69	9,281,745.69
2025-2029	6,262,000.00	790,179.38	7,052,179.38
	<u>27,593,762.95</u>	<u>13,343,570.05</u>	<u>40,937,333.00</u>

<u>Year Ended December</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
General Serial Bonds			
Water			
2010	269,644.44	153,210.79	422,855.23
2011	300,177.78	142,004.45	442,182.23
2012	304,177.78	129,023.86	433,201.64
2013	308,177.78	115,845.69	424,023.47
2014	168,000.00	103,201.26	271,201.26
2015-2019	969,000.00	402,002.41	1,371,002.41
2020-2024	791,000.00	213,356.26	1,004,356.26
2025-2028	662,500.00	54,470.00	716,970.00
	<u>3,772,677.78</u>	<u>1,313,114.72</u>	<u>5,085,792.50</u>

BOROUGH OF COLLINGSWOOD
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2009 AND 2008

NOTE 12: LONG-TERM DEBT (CONTINUED)

Summary of Municipal Debt Service (Continued)

Year Ended December	Principal	Interest	Total
General Serial Bonds			
Sewer			
2010	149,881.48	92,220.56	242,102.04
2011	163,059.26	86,394.91	249,454.17
2012	165,059.26	79,966.79	245,026.05
2013	167,059.26	73,464.65	240,523.91
2014	120,000.00	67,401.26	187,401.26
2015-2019	654,000.00	256,620.66	910,620.66
2020-2024	476,000.00	142,780.00	618,780.00
2025-2026	467,500.00	38,330.00	505,830.00
	<u>2,362,559.26</u>	<u>837,178.83</u>	<u>3,199,738.09</u>

Year Ended December	Principal	Interest	Total
NJEIT Loan			
Sewer			
2010	82,882.52	29,425.00	112,307.52
2011	81,598.23	27,350.00	108,948.23
2012	88,317.10	25,275.00	113,592.10
2013	86,882.64	22,950.00	109,832.64
2014	85,448.17	20,625.00	106,073.17
2015-2019	492,436.35	64,543.76	556,980.11
2019-2021	132,997.46	4,950.00	137,947.46
	<u>1,050,562.47</u>	<u>195,118.76</u>	<u>1,245,681.23</u>

There is \$7,014 that has not been drawn down from the 2000 Series and \$11,017 from the 2001 Series.

BOROUGH OF COLLINGSWOOD
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2009 AND 2008

NOTE 12: LONG-TERM DEBT (CONTINUED)

Summary of Statutory Debt Condition – Annual Debt Statement

The summarized statement of debt condition which follows is prepared in accordance with the required method of setting up the Annual Debt Statement and indicates a statutory net debt of 2.47%.

	<u>Gross Debt</u>	<u>Deductions</u>	<u>Net Debt</u>
Local School District Debt	20,226,000.00	20,226,000.00	
Water Debt	3,901,545.20	3,901,545.20	
Sewer Debt	4,366,493.57	4,366,493.57	
General Debt	<u>27,633,110.68</u>	<u>805,000.00</u>	<u>26,828,110.68</u>
	<u>56,127,149.45</u>	<u>29,299,038.77</u>	<u>26,828,110.68</u>

Net Debt \$26,828,110.68/Equalized Valuation Basis per N.J.S.A. 40A:2-2 as amended
\$1,085,022,498.33 = 2.47%

Borrowing Power Under N.J.S.A. 40:A2-6 As Amended

3 1/2% of Equalized Valuation Basis (Municipal)	37,975,787.44
Net Debt	<u>26,828,110.68</u>
Remaining Borrowing Power	<u>11,147,676.76</u>

Calculation of “Self-Liquidating Purpose” Water Utility per N.J.S.A. 40:2-45

Cash Receipts from fees, rents, or other charges	2,137,486.45
Deductions:	
Operating and Maintenance Costs	1,726,580.00
Debt Service per Water & Sewer Account	<u>381,221.79</u>
	<u>2,107,801.79</u>
Excess in Revenue	<u>29,684.66</u>

Calculation of “Self-Liquidating Purpose” Sewer Utility per N.J.S.A. 40:2-45

Cash Receipts from fees, rents, or other charges	1,667,646.32
Deductions:	
Operating and Maintenance Costs	1,237,067.00
Debt Service per Water & Sewer Account	<u>319,158.58</u>
	<u>1,556,225.58</u>
Excess in Revenue	<u>111,420.74</u>

Calculation of “Self-Liquidating Purpose” Parking Utility per N.J.S.A. 40:2-45

Cash Receipts from fees, rents, or other charges	100,456.43
Deductions:	
Operating and Maintenance Costs	<u>90,203.00</u>
Deficit in Revenue	<u>10,253.43</u>

BOROUGH OF COLLINGSWOOD
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2009 AND 2008

NOTE 13: PENSION FUNDS

Description of Plans - All eligible employees of the Borough are covered by the Public Employees' Retirement System, (P.E.R.S.), a cost-sharing multiple-employer defined benefit pension plan which has been established by state statute and is administered by the New Jersey Division of Pension and Benefits (Division). 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 Systems terminate. The Division issues a publicly available financial report that includes the financial statements and required supplementary information for the Public Employees' Retirement System. The reports may be obtained by writing to the Division of Pensions and Benefits, PO Box 295, Trenton, New Jersey 08625 or can be accessed on the internet at http://www.state.nj.us/treasury/pensions/annrpts_archieve.htm.

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

Police and Firemen's Retirement System (P.F.R.S.) - The Police and Firemen's Retirement System was established in July, 1944 under the provisions of N.J.S.A. 43:16A to provide coverage to substantially all full-time county or municipal police and fire-fighters and State fire-fighters appointed after June 30, 1944. Enrollment is required for permanent, full-time employees appointed to positions in law enforcement or fire fighting in the State of New Jersey. Members are eligible for retirement at age fifty-five with a benefit equal to two percent of final compensation for each year of creditable service up to twenty years. Members with at least twenty years but less than twenty-five years of service credit will receive fifty percent of final compensation. Special retirement is available at any age to those with twenty-five years of service credit. The annual benefit calculation is equal to sixty-five percent of final compensation plus one percent for each year of creditable service over twenty five years but not to exceed thirty years.

Funding Policy - The contribution policy is set by N.J.S.A. 43:15A, Chapter 62, P.L. of 1994, Chapter 115, P.L. of 1997, and N.J.S.A. 18:66 and requires contributions by active members and contributing employers. Plan member and employer contributions may be amended by State of New Jersey legislation. P.E.R.S. provide for employee contributions of 5.5% of employees' annual compensation, as defined. Employers are required to contribute at an actuarially determined rate in P.E.R.S. The P.E.R.S. rate in effect for 2009 is 8.05% of covered payroll as reported on June 30, 2007. The actuarially determined contribution includes funding for, cost-of-living adjustments, noncontributory death benefits, and post-retirement medical premiums. The Borough's contributions to P.E.R.S for the years ending December 31, 2009, 2008 and 2007 were \$136,358, \$167,624 and \$87,674 respectively, equal to the required contributions for each year. The Borough's contributions to P.F.R.S for the years ending December 31, 2009, 2008 and 2007 were \$433,971, \$497,377 and \$326,144 respectively, equal to the required contributions for each year.

BOROUGH OF COLLINGSWOOD
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2009 AND 2008

NOTE 13: PENSION FUNDS (CONTINUED)

Pension Deferral – On May 4, 2009, the Borough adopted a resolution requesting approval by the Local Finance Board of pension deferral pursuant to N.J.S.A. 43:15A-24© and N.J.S.A. 43:16A-15(9). This was approved on June 30, 2009, as follows: P.E.R.S. amount deferred \$99,284 and P.F.R.S. – Police \$280,692 and Fire \$120,301 for a total of \$500,277. This amount will be repaid starting in April 2012 over a 15 year period. The amount will fluctuate based on pension system investments earnings on the deferred amount.

Defined Contribution Retirement Program (D.C.R.P.) – The Borough established Defined Contribution Retirement Program by ordinance on September 2, 2008 as required by Chapter 92 of the Laws of 2007 and N.J.S.A. 43:15C-1 et. seq. D.C.R.P. provides for employee contributions of 5.5% of employees’ annual base salary. Employers are required to contribute 3% of the employees’ base salary.

NOTE 14: RISK MANAGEMENT

The Borough is exposed to various risks or loss related to torts, thefts of, damage to, and destruction of assets, errors and omissions, injuries to employees, and natural disasters. The Borough maintains commercial insurance coverage for property, liability and surety bonds. The Borough of Collingswood is a member of the Camden County Municipal Joint Insurance Fund and the Municipal Excess Liability Fund which includes other municipalities throughout the region. The Borough is obligated to remit insurance premiums into these funds for sufficient insurance coverage. There is an unknown contingent liability with the Camden County Municipal Joint Insurance Fund if there is a catastrophic insurance claim from any member of the fund. There have not been any claims in excess of coverage and no reduction in coverage during the year 2009.

New Jersey Unemployment Compensation Insurance

The Borough has elected to fund its New Jersey Unemployment Compensation Insurance under the “Benefit Reimbursement Method.” Under this plan, the Borough is required to reimburse the New Jersey Unemployment Trust Fund for benefits paid to its former employees and charged to its account with the State. The Borough is billed quarterly for amounts due to the State. The following is a summary of Borough contributions, employee contributions, reimbursements to the State for benefits paid and the ending balance of the Borough’s Trust Fund for the current and previous two years:

<u>Year</u>	<u>Borough Contributions</u>	<u>Employee Contributions</u>	<u>Amount Reimbursed</u>	<u>Ending Balance</u>
2009	None	12,424.51	41,241.65	93,479.04
2008	None	11,371.28	9,379.36	88,636.88
2007	None	10,500.20	7,127.00	95,222.04

BOROUGH OF COLLINGSWOOD
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2009 AND 2008

NOTE 15: LABOR CONTRACTS

As of December 31, 2009, the Borough's employees are organized in the following collective bargaining units. Contracts are continually being negotiated and the following table shows their current status.

	Category	Expiration	Covers
Teamsters Local 830	Public Works, Clerical	12/31/2010	All employees in public works and clerical workers excluding supervisors
FOP Lodge #76	Police	12/31/2010	All uniformed police excluding officers.
FOP Lodge #76	Police	12/31/2010	Superior Officers
FMBA Local 108	Fire	12/31/2010	All uniformed fire fighters excluding officers.
FMBA Local 108A	Fire	12/31/2010	Fire Officers

NOTE 16: JOINT VENTURE

On April 3, 2006, the Borough of Collingswood entered into an Interlocal agreement with the Borough of Woodlynne to provide police protection effective July 3, 2006. Total expenditures for compensation and expenses for each year are allocated between the municipalities. Fees are billed to the Borough of Woodlynne on a quarterly basis.

On January 8, 2007, the Borough of Collingswood entered into an Interlocal agreement with the Borough of Woodlynne to establish the Borough of Collingswood Joint Court effective April 1, 2007. Total expenditures for compensation and expenses for each year are allocated between the municipalities. Fees are billed to the Borough of Woodlynne on a quarterly basis. All fees collected shall be paid over to the municipality in which the complaint/ticket arose.

The Borough of Collingswood entered into a joint venture agreement with the Borough of Woodlynne and Merchantville to provide construction code services. The agreement with Merchantville was approved on July 1, 2002.

On November 6, 2007, the Borough of Collingswood entered into a joint venture agreement with the Haddon Borough Fire District #2 to provide fire protection services, effective January 1, 2008. Total expenditures for compensation and benefits are billed annually at an agreed upon amount.

NOTE 17: DEFERRED COMPENSATION

The Borough offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan, available to all Borough employees, permits them to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death or unforeseeable emergency.

All assets of the plan are held by an independent administrator, Variable Annual Life Insurance Company and Nationwide Retirement Solutions.

BOROUGH OF COLLINGSWOOD
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2009 AND 2008

NOTE 18: LOAN TO REDEVELOPER

On August 4, 2003, the Borough of Collingswood adopted ordinance 1322 providing for a \$5,000,000 loan to a redeveloper for Improvements to Scottish Rite Auditorium pursuant to Section 37 of the Local Redevelopment and Housing Law N.J.S.A. 40A:12A-1 et. seq. This loan was to the Collingswood Foundation for the Arts, a New Jersey non-profit corporation, for the purpose of renovations of the Scottish Rite Auditorium as a performing arts and community theater center. The amount owed to the Borough of Collingswood as of December 31, 2009 and 2008 is \$4,992,466.33.

NOTE 19: GUARANTEE OF THIRD PARTY INDEBTEDNESS (N.J.S.A. 40A:12A-67(f))

Lumberyard

As of December 31, 2009, the Borough of Collingswood is contingently liable as a guarantor Lumberyard Redevelopment LLC with respect to not less than 25% of the construction loan of \$18,000,000 or an amount not less than \$4,500,000 of Lumberyard Redevelopment LLC. If the Lumberyard is delinquent on its debt payment, the Borough will be obligated to perform under the guarantee by making the required payments, including late fees and penalties. The Borough has not been required to make any payments in 2008 or 2009. The maximum potential amount of future payments the Borough is required to make under the guarantee is \$4,500,000. This guarantee is in accordance with N.J.S.A. 40A:12A-67(f). The Borough has not been required to make any payments on this loan.

Duplex Conversion Project

The Borough of Collingswood is contingently liable as a guarantor with respect to duplex conversion loans for residents of the Borough. The Borough has agreed to make all interest payments for the first year. The amount the Borough is contingently liable as of December 31, 2009, is approximately \$2,617,791. One of the residents is currently in default on the loan. The Borough has contacted the mortgage company and lien holder to bring the loan current. The Borough is not expecting to make payments on this loan.

Collingswood Partners, Inc.

The Borough of Collingswood is contingently liable as a guarantor with respect to the New Jersey Department of Community Affairs program Downtown Business Improvement Loan Fund in an amount not exceeding \$500,000. This is a fifteen year loan at 0% interest. This loan was for funding of the Lumberyard project. The Borough paid \$33,000 during 2009 towards the loan. The loan balance at December 31, 2009 is \$434,000.

BOROUGH OF COLLINGSWOOD
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2009 AND 2008

NOTE 20: PROPERTY TAX INFORMATION

Tax Rate without Special Improvement District	2.6210	2.4590	5.3350
Tax Rate with Special Improvement District	2.6400	2.5980	5.3647
Apportionment of Tax Rate			
Municipal	0.722	0.653	1.3680
County	0.593	0.578	1.2970
County Open Space	0.022	0.021	0.0410
Local School	1.284	1.207	2.6290
Special Improvement District	0.019	0.139	0.0297
Assessed Valuation	1,079,901,363	1,087,721,362 *	481,828,181

*Revaluation

COMPARISON OF TAX LEVIES AND COLLECTIONS CURRENTLY

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

	<u>2009</u>	<u>2008</u>	<u>2007</u>
Tax Levy	28,568,232.65	26,987,454.75	25,965,818.31
Cash Collections	28,510,401.44	26,894,562.39	25,902,182.56
Percentage of Collections	99.80%	99.66%	99.75%

DELINQUENT TAXES AND TAX TITLE LIENS

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

	<u>2009</u>	<u>2008</u>	<u>2007</u>
Amount of Tax Title Liens	11,958.59	7,742.56	6,695.03
Delinquent Taxes	32,766.19	11,665.09	14,154.24
Total Delinquent	44,724.78	19,407.65	20,849.27
Percentage of Tax Levy	0.16%	0.07%	0.08%

PROPERTY ACQUIRED BY TAX TITLE LIEN LIQUIDATION

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

	<u>2009</u>	<u>2008</u>	<u>2007</u>
Property Acquired for Taxes (Assessed Valuation)	149,975.00	149,975.00	149,975.00

BOROUGH OF COLLINGSWOOD
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2009 AND 2008

NOTE 21: WATER AND SEWER RENT INFORMATION

WATER	<u>2009</u>	<u>2008</u>	<u>2007</u>
Balance January 1	118,327.22	97,696.89	88,073.83
Levy	2,082,811.37	1,982,112.23	1,981,155.23
Cash Collections	2,045,301.30	1,960,653.80	1,968,354.47
Percentage of Collections	92.92%	94.27%	95.13%
SEWER			
Balance January 1	2,670.20	1,911.05	1,433.12
Levy	1,602,597.50	1,489,394.50	1,486,036.50
Cash Collections	1,602,154.34	1,487,120.99	1,483,899.57
Percentage of Collections	99.81%	99.72%	99.76%

NOTE 22: POST-EMPLOYMENT HEALTHCARE PLAN

Plan Description – Borough of Collingswood, New Jersey Post-employment Healthcare Benefit Plan is a single-employer defined benefit healthcare plan administered by Amerihealth. Amerihealth provides fully-insured medical and prescription drug coverage to eligible retirees and their spouses.

Funding Policy – The contribution requirements of the Borough are established by negotiated labor contracts. The required contribution is based on projected-pay-as-you-go financing requirements. For calendar year 2009, the Borough's contribution was \$336.5 to the plan for current premiums. Plan members receiving benefits are not required to make contributions.

Annual O.P.E.B. Cost and Net O.P.E.B. Obligation - The Borough's annual other postemployment benefit (O.P.E.B.) cost (expense) is calculated based on the *annual required contribution of the employer (A.R.C.)*, an amount actuarially determined in accordance with the parameters of G.A.S.B. Statement 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) over a period not to exceed thirty years. The following table shows the components of the Borough's annual O.P.E.B. cost for the year, the amount actually contributed to the plan, and changes in the Borough's net O.P.E.B. obligation to Amerihealth (dollar amounts in thousands):

Annual required contribution (thousands)	\$2,961.8
Interest on net O.P.E.B. obligation	\$ 0
Adjustment to annual required contribution	<u>\$ 0</u>
Annual O.P.E.B. cost (expense) (thousands)	\$2,961.8
Contributions made (thousands)	<u>\$ 336.5</u>
Increase in net O.P.E.B. obligation(thousands)	\$2,625.3
Net O.P.E.B. obligation-beginning of year	<u>\$ 0</u>
Net O.P.E.B. obligation-end of year (thousands)	<u>\$2,625.3</u>

BOROUGH OF COLLINGSWOOD
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2009 AND 2008

NOTE 22: POST-EMPLOYMENT HEALTHCARE PLAN (CONTINUED)

The Borough's annual O.P.E.B. cost, the percentage of annual O.P.E.B. cost contributed to the plan, and the net O.P.E.B. obligation for 2009 was as follows (dollar amounts in thousands):

Calendar Year Ended	Annual O.P.E.B. Cost (Thousands)	Percentage of Annual O.P.E.B. Cost Contributed	Net O.P.E.B. Obligation (Thousands)
12/31/2009	\$2,961.8	11.4%	\$2,625.3

Funded Status and Funding Progress - As of December 31, 2009, the Borough is considered to be an unfunded plan. There are no plan assets. The retiree benefits are paid annually on a cash basis.

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend.

The Actuarial Accrued Liability ("AAL") is the present value of all future expected postretirement medical payments and administrative costs which are attributable to past service. The Borough's unfunded AAL is calculated to be \$25,321.5 (thousands).

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

In the December 31, 2009 actuarial valuation, the projected unit credit method with amortization on a straight line basis, was utilized for a period of 30 years.

NOTE 23: CONTINGENCIES

The Borough participates in federal and state assistance grant programs. The Borough is potentially liable for expenditures which may be disallowed pursuant to the terms of these grant programs. Management is not aware of any material items of noncompliance which would result in the disallowance of program expenditures.

It is the Borough of Collingswood Counsel's opinion there is not any litigation or contingent liability that may be pending against the Borough of Collingswood that would have an adverse effect on the financial position in the future.

SUPPLEMENTARY INFORMATION

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Deanna L. Roller, CPA, RMA

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

Honorable Mayor and Members
of the Borough Council
Borough of Collingswood
County of Camden, New Jersey

We have audited the financial statements – regulatory basis of the Borough of Collingswood, New Jersey as of and for the year ended December 31, 2009, and have issued our report thereon dated August 30, 2010. Our report disclosed that, as described in Note 1 to the financial statements – regulatory basis, the Borough of Collingswood, New Jersey prepares its financial statements on a basis of accounting prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, that demonstrates compliance with a modified accrual basis of accounting and the budget laws of the State of New Jersey, which practices differ from 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, and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, and audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey (the “Division”).

Internal Control over Financial Reporting

In planning and performing our audit, we considered the Borough of Collingswood’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 – regulatory basis, but not for the purpose of expressing an opinion on the effectiveness of the Borough of Collingswood’s internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Borough of Collingswood’s internal control over financial reporting.

Our consideration of internal control over financial reporting was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses and therefore, there can be no assurance that all deficiencies, significant deficiencies, or material weaknesses have been identified. However, as described in the accompanying schedule of findings and recommendations, we identified certain deficiencies in internal control over financial reporting that we consider to be material weaknesses and other deficiencies that we consider to be significant deficiencies.

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

A significant deficiency is a deficiency, or combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance. We consider the deficiencies described in the accompanying schedule of findings and recommendations to be significant deficiencies.

Compliance and Other Matters

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

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

PETRONI & ASSOCIATES LLC



Nick L. Petroni
Certified Public Accountant
Registered Municipal Accountant #252

August 30, 2010

BOROUGH OF COLLINGSWOOD
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2009

State Funding Department/Program	CFDA	State Grant Number	Program Amount	Matching Funds	Funds Received	Grant Period		Amount of Expenditures	Cumulative Expenditures
						From	To		
Department of Housing and Urban Development Economic Development Initiative (EDI)	14.251	B-08-SP-NJ-0478	196,000.00			12/17/07	12/17/12		
C.D.B.G.	14.228	100-022-8020-078	125,000.00			01/01/09	12/31/09	11,232.00	11,232.00
			60,211.00			01/01/09	12/31/09		60,211.00
Department of Justice Edward Byrne Memorial Justice Assistance	16.738	2009-SB-B9-2255	17,158.00	10,489.85		03/01/09	02/28/13	24,990.00	24,990.00
Department of Energy Energy Efficiency & Conservation Block Grt.	81.041	N/A	24,177.75	8,059.25		01/01/09	12/31/09	22,565.90	22,565.90
Department of Transportation Click it or Ticket	20.604	1160-100-066-1160-113-YHTS-6020	4,000.00		4,000.00	05/18/09	06/30/09	4,000.00	4,000.00
Over the Limit Under Arrest	20.601	AL09-10-04-72	5,000.00		5,000.00	12/08/08	01/02/09	2,400.00	5,000.00
Think Pedestrian Safety Grant	20.609		4,000.00		4,000.00	8/17/09	9/30/09	4,000.00	4,000.00
					<u>13,000.00</u>			<u>69,187.90</u>	<u>131,998.90</u>

BOROUGH OF COLLINGSWOOD
SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE
FOR THE YEAR ENDED DECEMBER 31, 2009

State Funding Department/Program	State Grant Number	Program Amount	Matching Funds	Funds Received	Grant Period		Amount of Expenditures	Cumulative Expenditures
					From	To		
Department of Community Affairs								
Municipal Alliance on Alcoholism & Drug Abuse	N/A	16,650.00	4,162.50	7,250.00	01/01/09	12/31/09	13,026.79	13,026.79
		15,650.00	3,912.50	1,316.00	01/01/08	12/31/08		19,687.50
Clean Communities	4900-765-042-4900-004-VCMC-6020	18,197.83		18,197.83	01/01/09	12/31/09	18,114.57	18,114.57
		18,101.00			01/01/08	12/31/08		18,043.51
Recycling Tonnage	4900-752-042-4900-001-VREV-6020	21,204.00		21,204.00	01/01/09	12/31/09		
		7,474.11			01/01/08	12/31/08	7,474.11	7,474.11
		9,652.52			01/01/07	12/31/07	2,024.56	9,652.52
Recycling Tonnage Rebate pass-through County of Camden	N/A	13,392.91			01/01/08	12/31/08	112.91	13,392.91
		13,356.49			01/01/06	12/31/06	2,584.75	12,081.00
		13,858.32		13,858.32	01/01/09	12/31/09	13,858.32	13,858.32
Special Purpose Grant - Richey Avenue pass-through County of Camden	N/A	250,000.00			07/01/01	06/30/02	2,855.00	226,153.93
		500,000.00			07/01/01	06/30/02	825.00	489,757.04
Department of Environmental Protection								
Hazardous Discharge Site Remediation	N/A	63,962.00			01/01/03	12/31/04		15,268.27
		115,685.00			01/01/04	12/31/04	4,109.10	94,072.89
DRPA Transit Village	N/A	250,000.00			11/19/03	11/19/04	2,500.00	195,094.50
Community Stewardship Incentive Program	4870-100-042-4870-074-V42F-6120	25,000.00			01/01/07	12/31/07	24,989.94	24,989.94
Green Communities		3,000.00		3,000.00	01/01/07	12/31/07		3,000.00
Department of Health and Senior Services								
Child & Adolescent Health Program	4220-100-046-4535-129-J002-6140	2,500.00			09/30/06	12/31/06		
Department of Housing and Community Resources								
Neighborhood Preservation	8020-100-022-8020-092-F301-6020	125,000.00			10/01/07	03/31/09	45,502.69	78,632.14
		150,000.00			10/01/07	6/30/10	500.00	500.00
		150,000.00		4,472.00			25,032.00	25,032.00

BOROUGH OF COLLINGSWOOD
SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE
FOR THE YEAR ENDED DECEMBER 31, 2009

State Funding Department/Program	State Grant Number	Program Amount	Matching Funds	Funds Received	Grant Period		Amount of Expenditures	Cumulative Expenditures
					From	To		
Department of Transportation (Continued)								
Drunk Driving Enforcement Fund	1110-448-031020-60	10,770.62			01/01/07	12/31/07	1,471.67	11,807.42
		4,145.71			01/01/08	12/31/08	3,757.51	3,851.81
		7,663.74		7,663.74	01/01/09	12/31/09	5,815.63	5,815.63
Municipal Court Alcohol Education	9735-760-098-Y900-001-X100-6020	946.69			01/01/06	12/31/06		
		219.63			01/01/96	12/31/96		
		453.44			01/01/95	12/31/95		
		220.42			01/01/94	12/31/94		
N.J. Transportation Trust Fund Authority Act	6320-480-078-6320-AJY-TCAP-6010	180,000.00		116,339.06	01/01/09	12/31/09	155,518.90	155,518.90
		3,700,000.00			01/01/08	12/31/08	32,219.50	3,357,456.80
		150,000.00		37,500.00	01/01/08	12/31/08		150,000.00
		125,000.00		125,000.00	01/01/09	12/31/09	10,502.75	10,502.75
		450,000.00		280,743.58	01/01/04	12/31/04		418,255.80
		200,000.00			01/01/06	12/31/06		174,172.57
Department of Law and Public Safety								
Safe and Secure Program	100-066-1020-232	86,843.00			6/1/09	5/31/10	86,843.00	86,843.00
		80,898.00		80,898.00	06/01/08	05/31/09		80,898.00
Body Armor	1020-718-066-1020-001-YCJS-6120	8,393.95			01/01/08	12/31/08	734.00	4,484.00
Domestic Violence Training	N/A	5,000.00			01/01/06	12/31/06		1,022.85
Department of State								
DARM - Paris Grant	100-074-2545-033-6110	3,689.44		3,689.44	01/01/09	12/31/09	3,689.43	3,689.43
				<u>721,131.97</u>			<u>464,062.13</u>	<u>5,742,150.90</u>

CURRENT FUND

SCHEDULE OF CURRENT FUND CASH - TREASURER

	<u>Ref.</u>	<u>Current Fund</u>	<u>Grant Fund</u>	<u>Payroll</u>
Balance December 31, 2008	A	<u>3,135,813.15</u>		<u>155,759.53</u>
Increased by Receipts:				
Tax Receivable	A-7	28,197,879.45		
Prepaid Taxes		132,101.92		
Tax Overpayments		36,370.10		
Grants Receivable	A-10		734,131.97	
Revenue Accounts Receivable	A-11	7,256,911.49		
Due State of New Jersey:				
Senior Citizen and Veterans Deductions	A-16	134,464.83		
Construction DCA Fees		4,966.00		
Marriage License Fees/Burial Permits		2,430.00		
Reserve for Grants - Unappropriated	A-18		6,297.68	
Due CCMUA		80,100.92		
Due from Special Improvement District (Other)		3,697.46		
Due from Volunteer Fire Company		5,475.00		
Due from Trust - Tax Sale		54.85		
Due Trust Other		11,855.73		
Due from General Capital Fund		1,081,508.01		
Due Water Operating Fund	D-5	136,000.00		
Due Water Capital Fund	D-5	165,000.00		
Due Sewer Operating Fund	E-5	208,002.08		
Due Sewer Capital Fund	E-5	1,110,000.00		
Due from Parking Utility	F-4	112,600.00		
Due Parking Utility (Salaries)		25,316.52		
Due Collingswood Free Public Library		13,277.00		
Due from Grant Fund	A-4	67,084.40		
Payroll Taxes				5,690,420.98
Net Payroll				5,544,941.66
Total Receipts		<u>38,785,095.76</u>	<u>740,429.65</u>	<u>11,235,362.64</u>
		<u>41,920,908.91</u>	<u>740,429.65</u>	<u>11,391,122.17</u>

SCHEDULE OF CASH - TREASURER

	<u>Ref.</u>	<u>Current Fund</u>	<u>Grant Fund</u>	<u>Payroll</u>
Decreased by Disbursements:				
2009 Budget Appropriations	A-3	14,799,478.67		
2008 Appropriation Reserves	A-14	26,796.45		
Encumbrances Payable	A-15	74,586.38	2,884.27	
Reserve for Grants - Appropriated	A-20		525,266.53	
Reserve for Local Grants - Appropriated	A-19	412,341.75		
Due State of New Jersey:				
Marriage License Fees/Burial Permits		3,345.00		
Construction DCA Fees		5,159.00		
Reserve for Maintenance Free Public Library		18,389.09		
County Taxes Payable	A-7	6,398,995.71		
County Open Space Taxes Payable	A-7	230,484.17		
Due County Added & Omitted Taxes		2,639.45		
Special Improvement District Taxes		251,239.26		
Due from Volunteer Fire Company		6,275.00		
Due CCMUA		81,171.08		
Tax Overpayments		10,543.42		
Due Trust Other		2,824.17		
Due General Capital Fund		1,737,762.13		
Due Water Operating Fund	D-5	157,000.00		
Due Sewer Operating Fund	E-5	140,000.00		
Due Parking Utility (Salaries)		25,316.52		
Due Payroll Agency Account				
Due from Special Improvement District (Salaries)		76,751.42		
Due from Special Improvement District (Other)		722.43		
Due from Collingswood Foundation Arts (Salaries)		202,253.04		
Local District School Tax	A-17	13,872,082.00		
Due Current Fund	A-4		67,084.40	
Payroll Taxes				5,725,691.98
Net Payroll				5,544,941.66
		<u>38,536,156.14</u>	<u>595,235.20</u>	<u>11,270,633.64</u>
Balance December 31, 2009	A	<u>3,384,752.77</u>	<u>145,194.45</u>	<u>120,488.53</u>

SCHEDULE OF CURRENT FUND CASH AND RECONCILIATION
PER N.J.S.A. 40A:5-5 - TREASURER

	<u>Ref.</u>	<u>Current Fund</u>	<u>Grant Fund</u>	<u>Payroll</u>
Balance December 31, 2009	A-4	3,384,752.77	145,194.45	120,488.53
Increased by Receipts:				
Cash Receipts Record		22,059,339.42	315,054.55	7,203,760.18
		25,444,092.19	460,249.00	7,324,248.71
Decreased by Disbursements:				
Cash Disbursements Record		21,437,571.67	366,974.37	7,200,971.76
Balance July 30, 2010	A-5	4,006,520.52	93,274.63	123,276.95
<u>Cash Reconciliation - July 30, 2010</u>				
Balance per Statement				
First Colonial Bank		4,025,370.16	93,274.63	154,016.12
Add: Deposit in Transit		33,820.20		315.52
Less: Outstanding Checks		52,669.84		31,054.79
Balance July 30, 2010	A-5	4,006,520.52	93,274.63	123,276.85

SCHEDULE OF CHANGE FUNDS

<u>Office</u>		<u>Balance Dec. 31, 2008</u>	<u>Balance Dec. 31, 2009</u>
Borough Clerk		50.00	50.00
Tax Collector		150.00	150.00
Municipal Court		25.00	25.00
Construction Code		50.00	50.00
		275.00	275.00
	Ref.	A	A

SCHEDULE OF TAXES RECEIVABLE AND ANALYSIS OF PROPERTY TAX LEVY

Year	Balance	Levy	Added Taxes	Collected		Overpayments Applied	Canceled	Transferred to Tax Title Liens	Balance
	Dec. 31, 2008			2008	2009				Dec. 31, 2009
2008	11,665.09		11,507.44		8,072.43		5,661.32		9,438.78
2009		28,568,232.65		108,345.26	28,334,591.27	67,465.31	30,502.57	4,000.83	23,327.41
	<u>11,665.09</u>	<u>28,568,232.65</u>	<u>11,507.44</u>	<u>108,345.26</u>	<u>28,342,663.70</u>	<u>67,465.31</u>	<u>36,163.89</u>	<u>4,000.83</u>	<u>32,766.19</u>
Ref.	A			A				A-8	A
				Ref.					
		Cash		A-4	28,197,879.45				
		Due State of New Jersey		A-16	144,784.25				
					<u>28,342,663.70</u>				

SCHEDULE OF TAXES RECEIVABLE AND ANALYSIS OF PROPERTY TAX LEVY

Analysis of Property Tax Levy

Tax Yield

General Purpose Tax:			
Business Personalty Tax	98,876.26		
General Property Tax	28,205,340.36		
Special Improvement District	249,134.86		
		28,553,351.48	
Added Taxes (54:4-63.1 et seq.)		14,881.17	
			28,568,232.65

<u>Tax Levied</u>	<u>Ref.</u>		
Local District School Tax (Abstract)	A-17		13,872,082.00
County Taxes:			
County Tax (Abstract)	A-1	6,398,995.71	
County Open Space (Abstract)	A-1	230,484.17	
Due County for Added & Omitted Taxes (54:4-63.1 & 54:4-63.12 et seq.)	A-1	3,610.22	
Total County Taxes			6,633,090.10
Special Improvement District Tax	A-1		249,134.86
Local Tax for Municipal Purposes	A-2	7,801,275.00	
Add: Additional Taxes Levied		12,650.69	
			7,813,925.69
			28,568,232.65

SCHEDULE OF TAX TITLE LIENS RECEIVABLE

	<u>Ref.</u>	
Balance December 31, 2008	A	7,742.56
Increased by:		
Transfers from Taxes Receivable	A-7	4,000.83
Interest and Costs on Tax Sale		215.20
		<hr/>
		4,216.03
		<hr/>
Balance December 31, 2009	A	<u>11,958.59</u>

SCHEDULE OF PROPERTY ACQUIRED FOR TAXES
(AT ASSESSED VALUATION)

	<u>Ref.</u>	
Balance December 31, 2008	A	149,975.00
Balance December 31, 2009	A	<hr/>
		149,975.00
		<hr/>

SCHEDULE OF GRANTS RECEIVABLE

<u>Grant</u>	<u>Balance Dec. 31, 2008</u>	<u>Budget Revenue Realized</u>	<u>Received</u>	<u>Balance Dec. 31, 2009</u>
Federal Grants:				
E.B. Memorial Justice Assistance Grant		17,158.00		17,158.00
Community Development Block Grant		60,211.00		60,211.00
C.D.B.G. Curbs		125,000.00		125,000.00
Board of Public Utilities - Clean Energy		24,177.75		24,177.75
EDI Theatre Project Grant	196,000.00			196,000.00
COPS in School - 2001	37,000.00			37,000.00
Click it or Ticket	200.00	4,000.00	4,000.00	200.00
Year End Impaired Driving	5,000.00		5,000.00	
Think Pedestrian Safety Grant		4,000.00	4,000.00	
Assistance to Firefighters	453.00			453.00
	<u>238,653.00</u>	<u>234,546.75</u>	<u>13,000.00</u>	<u>460,199.75</u>
State Grants:				
New Jersey Transportation Trust - Stiles Avenue	37,500.00		37,500.00	
New Jersey Transportation Trust - Woodlawn & N. Atlantic	293,073.20		280,743.58	12,329.62
New Jersey Transportation Trust - Harrison/Champion	50,000.00			50,000.00
NJ DOT - Lawnside		180,000.00	116,339.06	63,660.94
Haddon Avenue Streetscape		125,000.00	125,000.00	
Recycling Tonnage Grant		21,204.00	21,204.00	
Recycling Rebate - County		13,858.32	13,858.32	
Clean Communities Program		18,197.83	18,197.83	
PARIS Grant		3,689.44	3,689.44	
Delaware River Bay Authority Browning Road - 1998	10,000.00			10,000.00
Hazardous Discharge Site Remediation	42,075.00			42,075.00
Safe & Secure	110,898.00	86,843.00	80,898.00	116,843.00
Domestic Violence Training	5,000.00			5,000.00
Drunk Driving Enforcement Program		7,663.74	7,663.74	
Community Stewardship Incentive Program	3,750.00			3,750.00
DRPA - Transit Village	75,944.22			75,944.22
Municipal Alliance Youth Service	2,305.00	16,650.00	8,566.00	10,389.00
Municipal Alliance Youth Service - 2002	6,860.00			6,860.00
Urban Land Institute - Community Action	2,650.00			2,650.00
Green Communities	3,000.00		3,000.00	
Neighborhood Preservation Grant - 2005	90,000.00			90,000.00
Neighborhood Preservation Grant - 2007	112,732.00			112,732.00
Neighborhood Preservation Grant - 2009		150,000.00		150,000.00
Neighborhood Preservation Grant - 2009 - Housing		150,000.00	4,472.00	145,528.00
	<u>845,787.42</u>	<u>773,106.33</u>	<u>721,131.97</u>	<u>897,761.78</u>
	<u>1,084,440.42</u>	<u>1,007,653.08</u>	<u>734,131.97</u>	<u>1,357,961.53</u>
Ref.	A	A-2	A-4	A

SCHEDULE OF REVENUE ACCOUNTS RECEIVABLE

	Balance Dec. 31, 2008	Accrued	Collected by Treasurer	Balance Dec. 31, 2009
<u>Miscellaneous Revenue Anticipated</u>				
Licenses: Other		1,074.00	1,074.00	
Fees and Permits		66,861.99	66,861.99	
Fines and Costs:				
Municipal Court	8,567.58	165,778.17	161,330.20	13,015.55
Interest and Costs on Taxes		80,411.69	80,411.69	
Interest on Investments	45.98	55,569.92	55,615.90	
Prior Year Surplus - Water Utility		112,900.00	112,900.00	
Prior Year Surplus - Sewer Utility		130,500.00	130,500.00	
Prior Year Surplus - Parking Utility		15,000.00	15,000.00	
Department of Recreation Fees		84,900.00	84,900.00	
Fire Service		53,381.00	53,381.00	
Delaware River Port Authority		30,000.00	30,000.00	
Collingswood Ambulance Srv. Memberships		7,680.00	7,680.00	
Pool Tags		120,207.50	120,207.50	
Rental Inspections		20,420.00	20,420.00	
Resale Inspection Fees		6,400.00	6,400.00	
Third Party Billing - Ambulance		328,976.78	328,976.78	
Housing Inspections		49,600.00	49,600.00	
Donations - Community Sponsored Events		1,162.00	1,162.00	
Payments in Lieu:				
Parkview		830,305.36	830,305.36	
Methodist Home		37,279.00	37,279.00	
Senior Community Center Rents		93,892.00	93,892.00	
Consolidated Municipal Property Tax Relief		560,351.00	560,351.00	
Energy Receipts Tax		942,375.00	942,375.00	
Uniform Construction Code Official		71,328.00	71,328.00	
Interlocal Agreements - Construction Code:				
Borough of Merchantville		13,433.64	13,433.64	
Borough of Woodlynne		5,200.00	5,200.00	
Interlocal Agreements - Fire Services				
Haddon Township Fire District #2		46,051.74	46,051.74	
Interlocal Agreements - Police Services				
Borough of Woodlynne		674,375.00	674,375.00	
Interlocal Agreements - Municipal Court				
Borough of Woodlynne		64,540.86	64,540.86	
Knight Park - Donation		6,750.00	6,750.00	
Uniform Fire Safety Act		11,638.89	11,638.89	
Cable TV Franchise Fee		53,103.63	53,103.63	
Additional Revenue - Housing Inspections		13,114.00	13,114.00	
Additional Revenue - Recreation Fees		15,082.25	15,082.25	
Payments in Lieu:				
Collingswood Housing Authority		15,982.00	15,982.00	
Lumberyard		376,466.05	376,466.05	
Pewter Village		68,308.70	68,308.70	
V.O.A.		9,698.63	9,698.63	
Other		27,360.95	27,360.95	
Due from Scottish Rite		200,000.00	200,000.00	
Due from Collingswood Partners		97,418.29	97,418.29	
Lease Payments:				
Catelli Parking		12,000.00	12,000.00	
Zane School		260,576.47	260,576.47	
Robert's Pool Concession Stand Sales		14,702.40	14,702.40	
Redeveloper Loan Repayment		1,300,000.00	1,300,000.00	
<u>Miscellaneous Revenue Not Anticipated</u>				
Prior Year Voided Checks		1,255.45	1,255.45	
Senior Citizen Administration Fee		2,689.30	2,689.30	
Conrail		300.00	300.00	
Rent 641 Haddon Avenue		1,100.00	1,100.00	
Compost Initiative		6,450.00	6,450.00	
DMV Inspection Fines		3,230.33	3,230.33	
Clean up Charges		330.00	330.00	
Recycled Newspapers		2,566.57	2,566.57	
Refund		30,128.22	30,128.22	
Miscellaneous Revenue		61,106.70	61,106.70	
	8,613.56	7,261,313.48	7,256,911.49	13,015.55
Ref.	A		A-4	A

EXHIBIT A-12

SCHEDULE OF DEFERRED CHARGES

	Balance Dec. 31, 2008	Added in 2009	Reduced in 2009	Balance Dec. 31, 2009
Current Fund:				
Deficit in Operations	109,616.64	72,204.03	109,616.64	72,204.03
Emergency Authorization	25,000.00		25,000.00	
Grant Fund:				
Overexpenditure of a Grant	125.00	8,868.80	125.00	8,868.80
	134,741.64	81,072.83	134,741.64	81,072.83
Ref.	A	A-3:A-20	A-3	A

EXHIBIT A-13

SCHEDULE OF DEFERRED CHARGES
N.J.S.A. 40A:4-55 SPECIAL EMERGENCY - REVALUATION PROGRAM

Date Authorized	Purpose	Net Amount Authorized	1/5 of Net Amount Authorized	Balance Dec. 31, 2008	Decreased in 2009	Balance Dec. 31, 2009
05/07/07	Revaluation Program	390,086.00	78,017.20	312,068.80	78,017.20	234,051.60
			Ref.	A	A-3	A

SCHEDULE OF 2008 APPROPRIATION RESERVES

	Balance Dec. 31, 2008	Balance After Transfers	Paid or Charged	Balance Lapsed
Other Expenses:				
Elections	544.97	544.97	525.00	19.97
Audit Services	6,000.00	6,000.00	6,000.00	
Legal Services	0.29	752.29	751.97	0.32
Zane School	28.62	28.62	28.00	0.62
General Liability Insurance	752.87	0.87		0.87
Ambulance	1,253.87	1,253.87	1,253.00	0.87
Streets and Highways	28.71	28.71	7.48	21.23
Public Health Services	47.57	47.57	46.89	0.68
Park and Playground	430.97	430.97	180.00	250.97
Senior Center	259.56	259.56	259.29	0.27
Community Sponsored Events	2,054.61	2,054.61	2,038.94	15.67
Solid Waste Disposal	8,855.30	8,855.30	8,855.30	
Gas (Natural or Propane)	1,468.09	1,468.09	1,468.00	0.09
Other Accounts - No Change	6,298.28	6,298.28		6,298.28
Operations within CAPS	<u>28,023.71</u>	<u>28,023.71</u>	<u>21,413.87</u>	<u>6,609.84</u>
OPERATIONS EXCLUDED FROM CAPS				
Maintenance of Free Public Library	5,991.76	5,991.76	5,249.38	742.38
Interlocal Agreement - Woodlyne Court	1,293.32	1,293.32	133.20	1,160.12
Other Accounts - No Change	749.03	749.03		749.03
Operations Excluded from CAPS	<u>8,034.11</u>	<u>8,034.11</u>	<u>5,382.58</u>	<u>2,651.53</u>
Total Appropriations	<u><u>36,057.82</u></u>	<u><u>36,057.82</u></u>	<u><u>26,796.45</u></u>	<u><u>9,261.37</u></u>
Ref.	A		A-4	A-1

SCHEDULE OF ENCUMBRANCES PAYABLE

	<u>Ref.</u>	<u>Current Fund</u>	<u>Grant Fund</u>
Balance December 31, 2008	A	74,656.19	2,884.27
Increased by:			
Charges to 2009 Appropriations	A-3	29,314.10	
Charges to Grants - Appropriated	A-20		7,983.50
		<u>103,970.29</u>	<u>10,867.77</u>
Decreased by:			
Payments	A-4	74,586.38	2,884.27
Canceled	A-1	69.81	
		<u>74,656.19</u>	<u>2,884.27</u>
Balance December 31, 2009	A	<u>29,314.10</u>	<u>7,983.50</u>

SCHEDULE OF DUE TO STATE OF NEW JERSEY
SENIOR CITIZEN AND VETERANS DEDUCTIONS

	<u>Ref.</u>		
Balance December 31, 2008	A		72,201.85
Increased by:			
Receipts	A-4		134,464.83
			<u>206,666.68</u>
Decreased by:			
2009 Deductions Per Tax Duplicate		149,000.00	
2009 Deductions Allowed by Collector		3,000.00	
2009 Deductions Disallowed by Collector		(7,215.75)	
		<u>144,784.25</u>	
2008 Deductions Disallowed by Collector	A-1	(8,250.00)	
			<u>136,534.25</u>
Balance December 31, 2009	A		<u>70,132.43</u>

SCHEDULE OF LOCAL DISTRICT SCHOOL TAX PAYABLE

	<u>Ref.</u>	
Increased by:		
Levy Calendar Year	A-7	13,872,082.00
Decreased by:		
Payments	A-4	<u>13,872,082.00</u>

SCHEDULE OF RESERVE FOR GRANTS - UNAPPROPRIATED

	<u>Balance</u> <u>Dec. 31, 2008</u>	<u>Receipts</u>	<u>Balance</u> <u>Dec. 31, 2009</u>
Police Body Armor	4,958.05		4,958.05
CDBG	10,123.00		10,123.00
Municipal Court Alcohol Education		278.46	278.46
Clean Communities		5,019.22	5,019.22
Juvenile Offenders		1,000.00	1,000.00
	<u>15,081.05</u>	<u>6,297.68</u>	<u>21,378.73</u>
Ref.	A	A-4	A

SCHEDULE OF RESERVE FOR LOCAL GRANTS - APPROPRIATED

	<u>Balance</u> <u>Dec. 31, 2008</u>	<u>Transferred</u> <u>from 2009</u> <u>Budget</u> <u>Appropriation</u>	<u>Paid or</u> <u>Charged</u>	<u>Balance</u> <u>Dec. 31, 2009</u>
Comcast Technology Grant	5,000.00		5,000.00	
Collingswood Pride Grant	49,475.61	430,000.00	407,341.75	72,133.86
	<u>54,475.61</u>	<u>430,000.00</u>	<u>412,341.75</u>	<u>72,133.86</u>
	A	A-3	A-4	A

SCHEDULE OF RESERVE FOR GRANTS - APPROPRIATED

	Balance Dec. 31, 2008	Transferred from 2009 Budget Appropriation	Paid or Charged	Encumbered	Over- Expended	Balance Dec. 31, 2009
Federal Grants:						
FEMA - Hazardous Mitigation Grant	16,947.00					16,947.00
Transportation Community Develop. Initiative (DVRPC)	11.66					11.66
Assistance to Firefighters	452.20					452.20
EDI Theatre Project Grant	196,000.00					196,000.00
Year end Impaired Driving	2,400.00		2,400.00			
Click it or Ticket	200.00	4,000.00	4,000.00			200.00
Pedestrian Safety & Education Enforcement	3,992.00	4,000.00	4,000.00			3,992.00
CDBG Curbs		125,000.00	11,232.00			113,768.00
Board of Public Utilities - Clean Energy		24,177.75	22,565.90			1,611.85
BJA Local Law Enforcement 2009		17,158.00	24,990.00		7,832.00	
BJA Local Law Enforcement 2001 & 2002	825.64					825.64
Total Federal Grants	220,828.50	174,335.75	69,187.90		7,832.00	333,808.35
State Grants:						
New Jersey Transportation Trust -Lawnside		180,000.00	155,518.90			24,481.10
New Jersey Transportation Trust - Harrison/Champion	25,827.43					25,827.43
New Jersey Transportation Trust - Woodlawn & N. Atlantic	31,744.20					31,744.20
New Jersey Transportation Trust - Cattell Avenue	374,762.70		31,602.00	617.50		342,543.20
Haddon Avenue Streetscape		125,000.00	4,832.75	5,670.00		114,497.25
Clean Communities	57.49	18,197.83	18,114.57			140.75
Drunk Driving Enforcement Fund 2009		7,663.74	5,815.63			1,848.11
Drunk Driving Enforcement Fund 2008	4,051.41		3,757.51			293.90
Drunk Driving Enforcement Fund 2007	434.87		1,471.67		1,036.80	
Recycling Tonnage Grant	9,498.67	21,204.00	9,498.67			21,204.00
Recycling Tonnage Rebate - County	3,973.15	13,858.32	16,555.98			1,275.49
Neighborhood Preservation -2009		150,000.00		500.00		149,500.00
Neighborhood Preservation -2009 Housing		150,000.00	25,032.00			124,968.00
Neighborhood Preservation -2007	91,870.55		45,502.69			46,367.86
Neighborhood Preservation -2005	34,839.48					34,839.48
DRPA - Transit Village	57,405.50		2,500.00			54,905.50
DRPA Transit Oriented Fund	50,000.00					50,000.00
Municipal Alliance Program		20,812.50	12,985.79	41.00		7,785.71
PARIS Grant		3,689.44	3,689.43			0.01
Child and Adolescent Health Program	2,500.00					2,500.00
Community Stewardship Incentive Program	25,000.00		24,989.94			10.06
Safe & Secure		86,843.00	86,843.00			
Body Armor Grant	4,643.95		734.00			3,909.95
Municipal Court Alcohol Education	1,840.18					1,840.18
Domestic Violence Training	3,977.15					3,977.15
Hazardous Discharge Site Remediation - Kerm Watson	25,721.21		4,109.10			21,612.11
Hazardous Discharge Site Remediation - Peter Lumber	48,693.73					48,693.73
Special Purpose Grant - Richey Avenue	11,067.96		825.00			10,242.96
Camden County Richey Avenue	26,701.07		1,700.00	1,155.00		23,846.07
	834,610.70	777,268.83	456,078.63	7,983.50	1,036.80	1,148,854.20
	1,055,439.20	951,604.58	525,266.53	7,983.50	8,868.80	1,482,662.55
Ref.	A	A-3	A-4	A-15	A-12	A

TRUST FUND

SCHEDULE OF TRUST FUND CASH - TREASURER

	Ref.	Animal Control Trust	Trust Other	Unemployment Compensation Trust
Balance December 31, 2008	B	1,164.34	171,975.27	88,636.88
Increased by Receipts:				
Interest Earned		38.76	3,139.92	2,082.67
Employee Unemployment Withholding				31,576.63
Dog License Fees:				
Municipal Share	B-5	4,083.21		
State Share		518.60		
Due Current Fund			2,200.00	
Zoning Board Escrow Fees			10,250.00	
Planning Board Escrow Fees			14,087.00	
Public Defender Trust Fees			7,828.50	
POAA Fees			1,688.00	
Municipal Alliance			5,566.00	
Off-Duty Police			230,410.25	
Bike Share Program			2,797.00	
Uniform Fire Penalty Money			10,910.00	
Donations Police Equipment			350.00	
Donations for Fire Department Equipment			1,795.00	
Donations for Ambulance Equipment			2,750.00	
Law Enforcement Forfeiture			10,298.37	
Commodity Resale			134,911.41	
Donations Community Events			34,572.23	
		4,640.57	473,553.68	33,659.30
Decreased by Disbursements:				
Expenditures Under RS 4:19-15.11	B-5	3,863.05		
NJ State Department of Health		517.40		
Encumbrances Payable			2,387.72	
Unemployment Compensation				41,241.65
Zoning Board Escrow Fees			10,548.75	
Planning Board Escrow Fees			13,924.50	
Public Defender Trust Fund			7,283.00	
POAA Fess			75.00	
Municipal Alliance			11,850.52	
Off-Duty Police			238,083.82	
Bike Share Program			2,195.74	
Uniform Fire Penalty Money			19,247.51	
Law Enforcement Forfeiture			12,247.16	
Commodity Resale			137,897.21	
Donations for Ambulance Equipment			2,750.00	
Donations Community Events			28,371.14	
Due Current Fund		99.03	12,224.89	
		4,479.48	499,086.96	41,241.65
Balance December 31, 2009	B	1,325.43	146,441.99	81,054.53

SCHEDULE OF TRUST FUND CASH AND RECONCILIATION
PER N.J.S.A. 40A:5-5 - TREASURER

	<u>Ref.</u>	<u>Animal Control Trust</u>	<u>Trust Other</u>	<u>Unemployment Compensation Trust</u>
Balance December 31, 2009	B-1	1,325.43	146,441.99	81,054.53
Increased by Receipts:				
Cash Receipts Record		29,486.22	276,067.05	687.20
		<u>30,811.65</u>	<u>422,509.04</u>	<u>81,741.73</u>
Decreased by Disbursements:				
Cash Disbursements Record		30,137.97	246,941.28	12,877.79
Balance July 30, 2010	B-2	<u><u>673.68</u></u>	<u><u>175,567.76</u></u>	<u><u>68,863.94</u></u>

Cash Reconciliation - July 30, 2010

Balance per Statement				
First Colonial Bank		658.68	175,667.76	68,863.94
Add: Deposit in Transit		15.00		
Less: Outstanding Checks			100.00	
Balance July 30, 2010	B-2	<u><u>673.68</u></u>	<u><u>175,567.76</u></u>	<u><u>68,863.94</u></u>

SCHEDULE OF TRUST FUND CASH - COLLECTOR

Balance December 31, 2008	<u>Ref.</u> B		162,026.56
Increased by:			
Deposits for Redemption of Tax Sale Certificates	B-6	436,991.28	
Premiums Received at Tax Sale	B-7	26,200.00	
Tax Sale Receipts		369,944.75	
Interest Earned		2,142.79	
		<hr/>	835,278.82
			<hr/>
			997,305.38
Decreased by:			
Redemptions of Tax Sale Certificates	B-6	436,770.87	
Tax Sale Premiums	B-7	114,200.00	
Tax Sale Receipts		369,944.75	
Due Current Fund		2,422.83	
		<hr/>	923,338.45
			<hr/>
Balance December 31, 2009	B		<u><u>73,966.93</u></u>

SCHEDULE OF TRUST FUND CASH AND RECONCILIATION
PER N.J.S.A. 40A:5-5 - COLLECTOR

	<u>Ref.</u>	
Balance December 31, 2009	B-3	73,966.93
Increased by:		
Cash Receipts Record		545,310.56
		619,277.49
Decreased by:		
Cash Disbursements Record		627,223.36
Balance July 30, 2010	B-4	(7,945.87)
<u>Cash Reconciliation - July 30, 2010</u>		
Balance per Statement		
First Colonial Bank		(10,793.57)
Add: Deposit in Transit		3,447.70
Less: Outstanding Checks		600.00
Balance July 30, 2010	B-4	(7,945.87)

SCHEDULE OF RESERVE FOR DOG FUND EXPENDITURES

Balance December 31, 2008	<u>Ref.</u> B	1,101.95
Increased by:		
Municipal Share of Dog License Fees	B-1	4,083.21
		5,185.16
Decreased by:		
Expenditures Under R.S.4:19-15.11: Cash	B-1	3,863.05
Balance December 31, 2009	B	1,322.11

License Fees Collected

<u>Year</u>	<u>Amount</u>
2007	1,256.61
2008	3,834.40
	5,091.01

SCHEDULE OF DEPOSITS FOR REDEMPTION OF TAX SALE CERTIFICATES

Balance December 31, 2008	<u>Ref.</u> B	9,226.18
Increased by:		
Deposits Received	B-3	436,991.28
		446,217.46
Decreased by:		
Refunds - Tax Sale Certificates Redeemed	B-3	436,770.87
Balance December 31, 2009	B	9,446.59

SCHEDULE OF DEPOSITS FOR REDEMPTION OF TAX SALE PREMIUMS

	<u>Ref.</u>	
Balance December 31, 2008	B	151,100.00
Increased by:		
Deposits Received at Tax Sale	B-3	<u>26,200.00</u>
		177,300.00
Decreased by:		
Premiums Refunded	B-3	<u>114,200.00</u>
Balance December 31, 2009	B	<u><u>63,100.00</u></u>

GENERAL CAPITAL FUND

SCHEDULE OF GENERAL CAPITAL CASH - TREASURER

Balance December 31, 2008	<u>Ref.</u> C		683,420.43
Increased by:			
Reserve for Revolving Loan		8,606.17	
Serial Bonds Issued	C-9	14,377,000.00	
Bond Anticipation Notes	C-10	475,000.00	
Due Current Fund		1,744,966.13	
Due Bond Holder		287,540.00	
Reserve for Debt Service		403,130.67	
		<hr/>	17,296,242.97
			<hr/>
			17,979,663.40
Decreased by:			
Improvement Authorizations	C-8	1,792,153.01	
Encumbrances Payable		46,302.43	
Reserve for Debt Service		404,521.02	
Reserve for Education and Recreation Equipment		47.54	
Reserve for Playground Equipment		14,055.50	
Bond Anticipation Notes	C-10	14,377,000.00	
Due Current Fund		1,088,712.01	
Due Bond Holder		287,540.00	
		<hr/>	18,010,331.51
			<hr/>
Balance December 31, 2009	C		<u><u>(30,668.11)</u></u>

SCHEDULE OF GENERAL CAPITAL CASH AND RECONCILIATION
PER N.J.S.A. 40A:5-5 - TREASURER

Balance December 31, 2009	<u>Ref.</u> C-2	(30,668.11)
Increased by:		
Cash Receipts Record		205,359.52
		<hr/> 174,691.41
Decreased by:		
Cash Disbursements Record		173,980.72
Balance July 30, 2010	C-3	<hr/> <hr/> 710.69

Cash Reconciliation - July 30, 2010

Balance per Statement		
First Colonial Bank		675.92
Bank of New York		34.77
Balance July 30, 2010	C-3	<hr/> <hr/> 710.69

ANALYSIS OF GENERAL CAPITAL FUND CASH

	Receipts				Disbursements				Transfers		Balance Dec. 31, 2009
	Balance Dec. 31, 2008	Bond Anticipation Notes	Serial Bonds	Miscellaneous	Improvement Authorization	Bond Anticipation Notes	Miscellaneous	From	To		
	Fund Balance	37,851.00									
Capital Improvement Fund	6.66									6.66	
Due Current Fund	(1,203,190.69)			1,744,966.13			1,088,712.01		2,944.23	(543,992.34)	
Encumbrances Payable	46,302.43						46,302.43		108,475.75	108,475.75	
Due Bond Holder				287,540.00			287,540.00				
Due Water Capital Fund											
Reserve for Revolving Loan (Duplex Conversions)	55,645.10			8,606.17						64,251.27	
Reserve for Debt Service	4,369.35			403,130.67			404,521.02	2,944.23		34.77	
Reserve for Education and Recreation Equipment	10,059.84						47.54			10,012.30	
Reserve for Collingswood Foundation for the Arts	50,000.00									50,000.00	
Reserve for Knight House Improvements	15,000.00							15,000.00			
Reserve for Directional Signage	12,795.00									12,795.00	
Reserve for Playground Equipment	1,901.73						14,055.50		15,000.00	2,846.23	
Improvement Authorizations:											
<u>Ordinance #</u>											
1070 Fire Department Equipment	1,320.08				1,320.08						
1092 Acq. of Real Estate	1,116.56									1,116.56	
1114 Various Capital Improvements	457.51									457.51	
1161 Redevelopment Project	17,678.66									17,678.66	
1190 Senior Citizen Community Center	392.16									392.16	
1285 Acq. of Real Estate	5.16		4,090,700.00				4,090,700.00			5.16	
1291 Various Capital Improvements	2,351.25				2,351.25						
1322 Loan to Redeveloper for Improvements to Scottish Rite	7,533.67									7,533.67	
1381 Acquisition of Lumberyard			5,871,300.00				5,871,300.00				
1438 Acquisition of Various Properties	771,024.55		3,940,000.00		747,724.96	3,940,000.00		3,006.25		20,293.34	
1439 Acquisition of Various Pieces of Equipm	813,800.41				640,756.72			5,469.50		167,574.19	
1451 Various Capital Improvements	25,000.00	475,000.00	475,000.00		400,000.00	475,000.00		100,000.00			
1453 Reappropriation of Unexpended Balance for purpose of: Various Equipment and Improvements at Library	12,000.00									12,000.00	
	683,420.43	475,000.00	14,377,000.00	2,444,242.97	1,792,153.01	14,377,000.00	1,841,178.50	126,419.98	126,419.98	(30,668.11)	
Ref.	C	C-10	C-9	C-2	C-8	C-10	C-2			C	

EXHIBIT C-5

SCHEDULE OF DEFERRED CHARGES TO FUTURE
TAXATION - FUNDED

	<u>Ref.</u>	
Balance December 31, 2008	C	14,046,377.76
Increased by:		
Bonds Issued	C-2:C-9	14,377,000.00
		<u>28,423,377.76</u>
Decreased by:		
Payment of Bonds Payable	C-9	829,614.81
Balance December 31, 2009	C	<u><u>27,593,762.95</u></u>

EXHIBIT C-6

SCHEDULE OF CAPITAL IMPROVEMENT FUND

	<u>Ref.</u>	
Balance December 31, 2008	C	<u>6.66</u>
Balance December 31, 2009	C	<u><u>6.66</u></u>

SCHEDULE OF DEFERRED CHARGES TO FUTURE
TAXATION - UNFUNDED

Analysis of
Balances
Dec. 31, 2009

Ordinance Number	Purpose	Balance Dec. 31, 2008	2009 Authorization	Notes Paid by Budget Appropriation	Serial Bonds Issued	Balance Dec. 31, 2009	Unexpended Improvement Authorizations
1285	Acquisition of Real Estate						
1285	Acquisition of Real Estate	4,122,200.00		31,500.00	4,090,700.00		
1291	Various Capital Improvements	100.00				100.00	100.00
1381	Acquisition of Real Estate	4,196,000.00		54,700.00	4,141,300.00		
1381	Acquisition of Real Estate	1,740,000.00		10,000.00	1,730,000.00		
1438	Acquisition of Various Properties	3,940,000.00			3,940,000.00		
1451	Various Capital Improvements	475,000.00			475,000.00		
1465	Refunding Bond Ordinance		39,247.73			39,247.73	39,247.73
		<u>14,473,300.00</u>	<u>39,247.73</u>	<u>96,200.00</u>	<u>14,377,000.00</u>	<u>39,347.73</u>	<u>39,347.73</u>
Ref.	C		C-8:C-11	C-10	C-10	C	C-8

SCHEDULE OF IMPROVEMENT AUTHORIZATIONS

Ordinance Number	Purpose	Date	Amount	Balance Dec. 31, 2008		Deferred Charges to Future Taxation - Unfunded	Paid or Charged	Encumbrance	Balance Dec. 31, 2009	
				Funded	Unfunded				Funded	Unfunded
1070	Fire Department Equipment	01/17/95	88,092.78	1,320.08			1,320.08			
1092	Acquisition of Real Estate	02/20/96	8,000,000.00	1,116.56					1,116.56	
1114	Various Capital Improvements	01/21/97	1,494,000.00	457.51					457.51	
1161	Redevelopment Project (Zane School)	08/10/98	1,800,000.00	17,678.66					17,678.66	
1190	Senior Citizen Community Center	07/06/99	1,300,000.00	392.16					392.16	
1285	Acquisition of Real Estate	02/04/02	5,300,000.00		5.16					5.16
1291	Various Capital Improvements	07/01/02	918,000.00	2,351.25	100.00		2,351.25			100.00
1322	Loan to Redeveloper	08/04/03	5,000,000.00	7,533.67					7,533.67	
1438	Acquisition of Various Properties	08/14/07	3,940,000.00		771,024.55		747,724.96	3,006.25	20,293.34	
1439	Acquisition of Various Pieces of Equipment	08/14/07	2,201,000.00	813,800.41			640,756.72	5,469.50	167,574.19	
1451	Various Capital Improvements	08/04/08	500,000.00	25,000.00	475,000.00		400,000.00	100,000.00		
1453	Reappropriation of balances for the purpose of: Various Equipment and Improvements at Library	08/04/08	12,000.00	12,000.00					12,000.00	
1465	Refunding Bond Ordinance	06/01/09	39,247.73			39,247.73				39,247.73
				<u>881,650.30</u>	<u>1,246,129.71</u>	<u>39,247.73</u>	<u>1,792,153.01</u>	<u>108,475.75</u>	<u>227,051.25</u>	<u>39,347.73</u>
		Ref.		C	C	C-7	C-2	C	C	C

SCHEDULE OF GENERAL SERIAL BONDS PAYABLE

Date of Issue	Purpose	Original Issue	Maturities of Bonds Outstanding		Interest Rate	Balance Dec. 31, 2008	Increased	Decreased	Balance Dec. 31, 2009
			Date	Amount					
8/1/93	General Improvement Bonds	1,640,000.00	8/1/10	104,474.07	5.250%	539,377.76		99,614.81	439,762.95
			8/1/11/13	111,762.96	5.300%				
10/01/98	General Obligation Bonds - Tax Exempt	4,400,000.00				250,000.00		250,000.00	
10/01/98	General Obligation Bonds - Taxable	2,100,000.00	10/1/10	75,000.00	6.000%	1,450,000.00		75,000.00	1,375,000.00
			10/1/11/21	100,000.00	6.000%				
			10/1/22/23	100,000.00	6.100%				
09/01/99	CCIA - Revenue Bonds	1,300,000.00	9/1/10/11	65,000.00	5.850%	865,000.00		60,000.00	805,000.00
			9/1/12	70,000.00	5.850%				
			9/1/13	75,000.00	5.850%				
			9/1/14/15	80,000.00	5.850%				
			9/1/16	85,000.00	5.850%				
			9/1/17	90,000.00	5.850%				
			9/1/18	95,000.00	5.850%				
			9/1/19	100,000.00	5.850%				
12/04/02	General Obligation Bonds	3,205,000.00	11/15/10	140,000.00	3.500%	2,470,000.00		135,000.00	2,335,000.00
			11/15/11	145,000.00	5.000%				
			11/15/12	150,000.00	5.000%				
			11/15/13	155,000.00	5.125%				
			11/15/14	160,000.00	4.000%				
			11/15/15	170,000.00	4.300%				
			11/15/16	175,000.00	4.300%				
			11/15/17	185,000.00	5.250%				
			11/15/18	195,000.00	5.250%				
			11/15/19	200,000.00	4.625%				
			11/15/20	210,000.00	4.625%				
			11/15/21	220,000.00	4.750%				
			11/15/22	230,000.00	4.750%				

SCHEDULE OF GENERAL SERIAL BONDS PAYABLE

Date of Issue	Purpose	Original Issue	Maturities of Bonds Outstanding			Interest Rate	Balance		
			Date	Amount			Dec. 31, 2008	Increased	Decreased
02/01/08	General Obligation Bonds - Tax Exempt (Continued)	3,537,000.00	2/1/10			3.125%			
			2/1/11			3.250%			
			2/1/12			3.250%			
			2/1/13			3.250%			
			2/1/14			3.250%			
			2/1/15			3.250%			
			2/1/16			3.500%			
			2/1/17	654,000.00		3.500%			
			2/1/18	679,000.00		3.625%			
			2/1/19	705,000.00		3.750%			
			2/1/20	734,000.00		4.000%			
			2/1/21	765,000.00		4.000%	3,537,000.00		3,537,000.00
02/01/08	General Obligation Bonds - Taxable	4,935,000.00	2/1/10	565,000.00		4.250%			
			2/1/11	540,000.00		4.250%			
			2/1/12	575,000.00		4.250%			
			2/1/13	620,000.00		4.500%			
			2/1/14	900,000.00		4.500%			
			2/1/15	765,000.00		4.750%			
			2/1/16	760,000.00		5.000%	4,935,000.00	210,000.00	4,725,000.00
06/01/09	General Obligation Bonds - Tax Exempt	11,153,000.00	6/1/11	175,000.00		4.375%			
			6/1/12	180,000.00		4.375%			
			6/1/13	185,000.00		4.375%			
			6/1/14	70,000.00		4.375%			
			6/1/15	250,000.00		4.375%			
			6/1/16	300,000.00		4.375%			
			6/1/17	440,000.00		4.375%			
			6/1/18	460,000.00		4.375%			
			6/1/19	485,000.00		4.375%			
			6/1/20	600,000.00		4.375%			
			6/1/21	615,000.00		4.375%			
			6/1/22	750,000.00		4.500%			

SCHEDULE OF GENERAL SERIAL BONDS PAYABLE

Date of Issue	Purpose	Original Issue	Maturities of Bonds Outstanding		Interest Rate	Balance			Balance Dec. 31, 2009
			December 31, 2009 Date	Amount		Dec. 31, 2008	Increased	Decreased	
06/01/09	General Obligation Bonds - Tax Exempt		6/1/23	730,000.00	4.500%				
			6/1/24	870,000.00	4.500%				
			6/1/25	915,000.00	4.500%				
			6/1/26	955,000.00	4.500%				
			6/1/27	1,005,000.00	4.500%				
			6/1/28	1,055,000.00	4.500%				
			6/1/29	1,113,000.00	4.500%		11,153,000.00		11,153,000.00
06/01/09	General Obligation Bonds - Taxable	3,224,000.00	6/1/11	105,000.00	5.750%				
			6/1/12/13	110,000.00	5.750%				
			6/1/14	115,000.00	6.000%				
			6/1/15	120,000.00	6.000%				
			6/1/16	130,000.00	6.000%				
			6/1/17	135,000.00	6.000%				
			6/1/18	140,000.00	6.000%				
			6/1/19	150,000.00	6.000%				
			6/1/20	160,000.00	6.000%				
			6/1/21	165,000.00	6.000%				
			6/1/22	175,000.00	6.000%				
			6/1/23	190,000.00	6.000%				
			6/1/24	200,000.00	6.000%				
			6/1/25	215,000.00	6.125%				
			6/1/26	225,000.00	6.250%				
			6/1/27	240,000.00	6.250%				
			6/1/28	260,000.00	6.250%				
6/1/29	279,000.00	6.250%							
						3,224,000.00		3,224,000.00	
						14,046,377.76	14,377,000.00	829,614.81	27,593,762.95
					Ref.	C	C-2	C-5	C

EXHIBIT C-10

SCHEDULE OF BOND ANTICIPATION NOTES PAYABLE

<u>Ordinance Number</u>	<u>Purpose</u>	<u>Date of Issue of Original Note</u>	<u>Date of Issue</u>	<u>Date of Maturity</u>	<u>Interest Rate</u>	<u>Balance Dec. 31, 2008</u>	<u>Increased</u>	<u>Note Paydown</u>	<u>Serial Bonds Issued</u>
1285	Acquisition of Real Estate	3/12/02	3/4/09	7/15/09	2.350%	1,990,797.45		97.45	1,990,700.00
1285	Acquisition of Real Estate	3/12/02	3/4/09	7/15/09	3.150%	2,131,402.55		31,402.55	2,100,000.00
1381	Acquisition of Real Estate	10/12/05	3/4/09	7/15/09	3.150%	1,178,693.24		54,693.24	1,124,000.00
1381	Acquisition of Real Estate	10/12/05	3/4/09	7/15/09	2.350%	3,017,306.76		6.76	3,017,300.00
1381	Acquisition of Real Estate	10/12/05	3/4/09	7/15/09	2.350%	740,000.00		10,000.00	730,000.00
1381	Acquisition of Real Estate	10/12/05	3/4/09	7/15/09	2.350%	1,000,000.00			1,000,000.00
1438	Acquisition of Various Properties	10/16/07	10/14/08	7/15/09	2.790%	2,200,000.00			2,200,000.00
1438	Acquisition of Various Properties	10/16/07	10/14/08	7/15/09	2.790%	1,740,000.00			1,740,000.00
1451	Various Capital Improvements	1/13/09	1/13/09	7/15/09	3.080%		475,000.00		475,000.00
						<u>13,998,200.00</u>	<u>475,000.00</u>	<u>96,200.00</u>	<u>14,377,000.00</u>
Ref.						C	C-2:C-11	C-7	C-2:C-9

EXHIBIT C-11

SCHEDULE OF BONDS AND NOTES AUTHORIZED BUT NOT ISSUED

<u>Ordinance Number</u>	<u>Purpose</u>	<u>Balance Dec. 31, 2008</u>	<u>2009 Authorizations</u>	<u>Issued</u>	<u>Balance Dec. 31, 2009</u>
1291	Various Capital Improvements	100.00			100.00
1451	Various Capital Improvements	475,000.00		475,000.00	
1465	Refunding Bond Ordinance		39,247.73		39,247.73
		<u>475,100.00</u>	<u>39,247.73</u>	<u>475,000.00</u>	<u>39,347.73</u>
Ref.			C-8	C-10	

WATER UTILITY FUND

SCHEDULE OF WATER UTILITY CASH - TREASURER

	<u>Ref.</u>	<u>Operating</u>	<u>Capital</u>
Balance December 31, 2008	D	<u>227,240.72</u>	<u>249,511.33</u>
Increased by:			
Consumer Accounts Receivable	D-8	2,032,605.85	
Miscellaneous Revenues	D-3	18,482.20	2,625.93
Utility Rent Overpayments		8,867.55	
Due Current Fund	A-4	157,000.00	
Due Water Operating Fund	D-5		10,000.00
Due Water Capital Fund	D-5	3,238.37	
		<u>2,220,193.97</u>	<u>12,625.93</u>
		2,447,434.69	262,137.26
Decreased by:			
Budget Appropriations	D-4	2,024,054.32	
Appropriation Reserve	D-11	4,210.67	
Improvement Authorizations	D-16		83,193.00
Encumbrances Payable	D-12	41,194.58	6,261.25
Accrued Interest Paid	D-14	185,944.45	
Prior Year Refund	D-1	4,082.68	
Water Overpayments Refunded		985.70	
Due Current Fund	A-4	136,000.00	165,000.00
Due Water Operating Fund	D-5	10,000.00	3,238.37
		<u>2,406,472.40</u>	<u>257,692.62</u>
Balance December 31, 2009	D	<u><u>40,962.29</u></u>	<u><u>4,444.64</u></u>

SCHEDULE OF WATER UTILITY CASH AND RECONCILIATION
PER N.J.S.A. 40A:5-5 - TREASURER

	<u>Ref.</u>	<u>Operating</u>	<u>Capital</u>
Balance December 31, 2009	D-5	40,962.29	4,444.64
Increased by:			
Cash Receipts Record		1,405,558.44	41.40
		1,446,520.73	4,486.04
Decreased by:			
Cash Disbursements Record		1,304,867.96	42.35
Balance July 30, 2010	D-6	<u>141,652.77</u>	<u>4,443.69</u>

Cash Reconciliation - July 30, 2010

Balance per Statement			
First Colonial Bank		122,045.31	4,443.69
Add: Deposit in Transit		22,786.77	
Less: Outstanding Checks		3,179.31	
Balance July 30, 2010	D-6	<u>141,652.77</u>	<u>4,443.69</u>

ANALYSIS OF WATER UTILITY CAPITAL FUND CASH

		<u>Receipts</u>	<u>Disbursements</u>		
	Balance Dec. 31, 2008	<u>Miscellaneous</u>	Improvement <u>Authorizations</u>	<u>Miscellaneous</u>	Balance Dec. 31, 2009
Fund Balance	16,297.99				16,297.99
Capital Improvement Fund	205.90				205.90
Encumbrances Payable	6,261.25			6,261.25	
Due Water Utility Operating Fund	(9,380.96)	12,625.93		3,238.37	6.60
Due Current Fund				165,000.00	(165,000.00)
Improvement Authorizations:					
Ordinance					
<u>Number</u>					
1163 Various Capital Improvements	3.67				3.67
1283 Replacement of Maple Ave. Water Lines	0.09				0.09
1382 Various Capital Improvements	235,873.39		82,943.00		152,930.39
1419 Purchase of Water Meters	250.00		250.00		
	<u>249,511.33</u>	<u>12,625.93</u>	<u>83,193.00</u>	<u>174,499.62</u>	<u>4,444.64</u>
Ref.	D	D-5	D-16	D-5	D

SCHEDULE OF CONSUMER ACCOUNTS RECEIVABLE - WATER

	<u>Ref.</u>	
Balance December 31, 2008	D	118,327.22
Increased by:		
Utility Rents Levied		2,082,811.37
		<u>2,201,138.59</u>
Decreased by:		
Collections	D-5	2,032,605.85
Overpayments Applied	D-3	12,695.45
Canceled		2,753.39
		<u>2,048,054.69</u>
Balance December 31, 2009	D	<u><u>153,083.90</u></u>

SCHEDULE OF FIXED CAPITAL - WATER CAPITAL FUND

	Balance Dec. 31, 2008	Transfer from Fixed Capital - Uncompleted	Balance Dec. 31, 2009
Intangible Plant:			
Organization	10,996.82		10,996.82
Source of Supply Plant:			
Land & Land Rights	29,769.00		29,769.00
Structures & Improvements	246,246.00		246,246.00
Wells & Springs	1,253,911.66		1,253,911.66
Supply Mains	83,469.00		83,469.00
Pumping Plant:			
Structures & Improvements	450,139.00		450,139.00
Electric Pumping Equipment	88,093.27		88,093.27
Diesel Pumping	28,907.79		28,907.79
Water Treatment Plant:			
Structures & Improvements	1,034,952.00		1,034,952.00
Water Treatment Equipment	90,376.00		90,376.00
Transmission & Distribution Plant:			
Structures & Improvements	265,970.63		265,970.63
Distribution Reservoirs & Standpipes	772,224.79		772,224.79
Transmission & Distribution Mains	3,028,697.46		3,028,697.46
Fire Mains	42,753.00		42,753.00
Services	100,371.10		100,371.10
Meters	270,739.70	250.00	270,989.70
Meter Installation	44,354.00		44,354.00
Hydrants	50,632.00		50,632.00
General Plant:			
Land & Land Rights	7,292.12		7,292.12
Structures & Improvements	72,811.06		72,811.06
Office Furniture & Equipment	9,748.04		9,748.04
Transportation Equipment	42,139.81		42,139.81
Other General Equipment	3,494.66		3,494.66
	<u>8,028,088.91</u>	<u>250.00</u>	<u>8,028,338.91</u>
Ref.	D	D-10	D

SCHEDULE OF FIXED CAPITAL AUTHORIZED AND UNCOMPLETED

<u>Ordinance Number</u>	<u>Purpose</u>	<u>Ordinance</u>		<u>Balance Dec. 31, 2008</u>	<u>2009 Authorizations</u>	<u>Transfer to Fixed Capital</u>	<u>Balance Dec. 31, 2009</u>
		<u>Date</u>	<u>Amount</u>		<u>Deferred Reserve for Amortization</u>		
1162	Various Capital Improvements	08/03/98	410,000.00	3.67			3.67
1283	Replacement of Maple Ave. Water Lines	02/08/03	12,000.00	0.09			0.09
1382	Various Capital Improvements	08/01/05	1,500,000.00	1,500,000.00			1,500,000.00
1419	Purchase of Water Meters	11/06/06	10,000.00	250.00		250.00	
1465	Refunding Bonds	06/01/09	128,867.42		128,867.42		128,867.42
				<u>1,500,253.76</u>	<u>128,867.42</u>	<u>250.00</u>	<u>1,628,871.18</u>
				Ref. D	D-16	D-9	D

EXHIBIT D-11

SCHEDULE OF 2008 APPROPRIATION RESERVES - WATER

	<u>Balance Dec. 31, 2008</u>	<u>Paid or Charged</u>	<u>Balance Lapsed</u>
Operating:			
Other Expenses	4,211.92	4,210.67	1.25
Other Accounts - No change	1.22		1.22
	<u>4,213.14</u>	<u>4,210.67</u>	<u>2.47</u>
Ref.	D	D-5	D-1

EXHIBIT D-12

SCHEDULE OF ENCUMBRANCES PAYABLE - WATER

	<u>Ref.</u>	<u>Operating Fund</u>	<u>Capital Fund</u>
Balance December 31, 2008	D	41,194.58	6,261.25
Increased by:			
Charges to:			
2009 Appropriations	D-4	14,603.48	
		<u>55,798.06</u>	<u>6,261.25</u>
Decreased by:			
Payments	D-5	41,194.58	6,261.25
Balance December 31, 2009	D	<u>14,603.48</u>	

SCHEDULE OF CAPITAL IMPROVEMENT FUND

Balance December 31, 2008	<u>Ref.</u> D	<u>205.90</u>
Balance December 31, 2009	D	<u><u>205.90</u></u>

SCHEDULE OF ACCRUED INTEREST ON BONDS AND NOTES
AND ANALYSIS OF BALANCE

Balance December 31, 2008	<u>Ref.</u> D	<u>Bonds</u> 80,506.23
Increased by:		
Budget Appropriation for:		
Interest on Bonds and Notes	D-4	<u>159,932.90</u>
		240,439.13
Decreased by:		
Interest Paid	D-5	<u>185,944.45</u>
Balance December 31, 2009	D	<u><u>54,494.68</u></u>

Analysis of Accrued Interest December 31, 2009

<u>Principal</u> <u>Outstanding</u> <u>Dec. 31, 2009</u>	<u>Interest</u> <u>Rate</u>	<u>From</u>	<u>To</u>	<u>Period</u>	<u>Amount</u>
394,177.78	Varies	8/1/09	12/31/09	5 Months	8,664.38
610,000.00	Varies	10/1/09	12/31/09	3 Months	6,688.75
407,000.00	Varies	11/15/09	12/31/09	1.5 Months	2,377.66
2,361,500.00	Varies	8/1/09	12/31/09	5 Months	36,763.88
<u>3,772,677.78</u>					<u>54,494.68</u>

SCHEDULE OF DEFERRED RESERVE FOR AMORTIZATION

<u>Ordinance Number</u>	<u>Purpose</u>	<u>Date of Ordinance</u>	<u>Balance Dec. 31, 2008</u>	<u>Balance Dec. 31, 2009</u>
1163	Various Capital Improvements	08/03/98	3.67	3.67
1283	Replacement of Maple Avenue Water Lines	02/08/04	0.09	0.09
1419	Purchase of Water Meters	11/06/06	250.00	250.00
			<u>253.76</u>	<u>253.76</u>
		Ref.	D	D

SCHEDULE OF IMPROVEMENT AUTHORIZATIONS - WATER

Ordinance Number	Purpose	Date	Amount	Balance		Paid or Charged	Balance Dec. 31, 2009	
				Dec. 31, 2008 Funded	Authorized		Funded	Unfunded
1162	Various Capital Improvements	08/03/98	410,000.00	3.67			3.67	
1283	Replacement of Maple Ave. Water Lines	02/08/02	12,000.00	0.09			0.09	
1336	Acquisition & Installation of Various							
1382	Various Capital Improvements	08/01/05	1,500,000.00	235,873.39		82,943.00	152,930.39	
1419	Purchase of Water Meters	11/06/06	10,000.00	250.00		250.00		
1465	Refunding Bonds	06/01/09	128,867.42		128,867.42			128,867.42
				<u>236,127.15</u>	<u>128,867.42</u>	<u>83,193.00</u>	<u>152,934.15</u>	<u>128,867.42</u>
		Ref.		D	D	D-5	D	D

SCHEDULE OF WATER SERIAL BONDS

Date of Issue	Purpose	Original Issue	Maturities of Bonds Outstanding		Interest Rate	Balance		Balance Dec. 31, 2009
			Date	Amount		Dec. 31, 2008	Decreased	
08/01/93	Water Bonds	1,470,000.00	8/1/10	93,644.44	5.25%	483,466.67	89,288.89	394,177.78
			8/1/11/13	100,177.78	5.30%			
10/01/98	Water Bonds	1,090,000.00	10/1/10	50,000.00	4.30%	660,000.00	50,000.00	610,000.00
			10/1/11/13	70,000.00	4.30%			
			10/1/14	70,000.00	4.35%			
			10/1/15	70,000.00	4.40%			
			10/1/16	70,000.00	4.45%			
			10/1/17	70,000.00	4.50%			
			10/1/18	70,000.00	4.55%			
12/04/02	Water Bonds	558,000.00	11/15/10	24,000.00	3.500%	430,000.00	23,000.00	407,000.00
			11/15/11	25,000.00	5.000%			
			11/15/12	26,000.00	5.000%			
			11/15/13	27,000.00	5.125%			
			11/15/14	28,000.00	4.000%			
			11/15/15	29,000.00	4.300%			
			11/15/16	31,000.00	4.300%			
			11/15/17	32,000.00	5.250%			
			11/15/18	34,000.00	5.250%			
			11/15/19	35,000.00	4.625%			
			11/15/20	37,000.00	4.625%			
			11/15/21	39,000.00	4.750%			
			11/15/22	40,000.00	4.750%			
02/01/08	Water Bonds	2,420,500.00	2/1/10	102,000.00	3.125%	2,420,500.00	59,000.00	2,361,500.00
			2/1/11	105,000.00	3.250%			
			2/1/12	108,000.00	3.250%			
			2/1/13	111,000.00	3.250%			
			2/1/14	70,000.00	3.250%			
			2/1/15	73,000.00	3.250%			
			2/1/16	108,000.00	3.500%			
			2/1/17	112,000.00	3.500%			
			2/1/18	115,000.00	3.625%			
			2/1/19	120,000.00	3.750%			
			2/1/20	124,000.00	4.000%			
			2/1/21	129,000.00	4.000%			
			2/1/22	135,000.00	4.000%			
			2/1/23	141,000.00	4.000%			
			2/1/24	146,000.00	4.000%			
			2/1/25	155,000.00	4.000%			
			2/1/26	161,000.00	4.000%			
			2/1/27	170,000.00	4.000%			
			2/1/28	176,500.00	4.000%			
					Ref. D			D

SCHEDULE OF BONDS AND NOTES AUTHORIZED BUT NOT ISSUED

<u>Ordinance Number</u>	<u>Purpose</u>	<u>Authorized</u>	<u>Balance Dec. 31, 2009</u>
1465	Refunding Bonds	128,867.42	128,867.42
		Ref. D-16	

SEWER UTILITY FUND

SCHEDULE OF SEWER UTILITY CASH - TREASURER

	<u>Ref.</u>	<u>Operating</u>	<u>Capital</u>
Balance December 31, 2008	E	<u>139,648.32</u>	<u>1,134,554.20</u>
Increased by:			
Consumer Accounts Receivable	E-8	1,596,839.81	
Miscellaneous Revenues	E-3	14,108.96	11,657.44
Due from Current Fund	A-4	140,000.00	
Utility Rent Overpayments		7,376.89	
Due Utility Capital Fund	E-5	13,817.88	9,895.70
		<u>1,772,143.54</u>	<u>21,553.14</u>
		1,911,791.86	1,156,107.34
Decreased by:			
Budget Appropriations	E-4	1,538,967.51	
Appropriation Reserves	E-12	2,999.53	
Improvement Authorizations	E-17		28,115.50
Encumbrances Payable	E-13	8,445.72	
Accrued Interest Paid	E-15	139,918.07	
Earnings Credit	E-15	4,741.30	
Due Current Fund	A-4	208,002.08	1,110,000.00
Overpayments Refunded		34.98	
Due Sewer Operating Fund	E-5	9,895.70	13,817.88
		<u>1,913,004.89</u>	<u>1,151,933.38</u>
Balance December 31, 2009	E	<u>(1,213.03)</u>	<u>4,173.96</u>

SCHEDULE OF SEWER UTILITY CASH AND RECONCILIATION
PER N.J.S.A. 40A:5-5 - TREASURER

	<u>Ref.</u>	<u>Operating</u>	<u>Capital</u>
Balance December 31, 2009	E-5	(1,213.03)	4,173.96
Increased by:			
Cash Receipts Record		1,175,788.38	79,942.98
		1,174,575.35	84,116.94
Decreased by:			
Cash Disbursements Record		983,403.34	82,787.05
Balance July 30, 2010	E-6	<u>191,172.01</u>	<u>1,329.89</u>

Cash Reconciliation - July 30, 2010

Balance per Statement			
First Colonial Bank		173,963.24	1,329.89
Add: Deposit in Transit		17,308.77	
Less: Outstanding Checks		100.00	
Balance July 30, 2010	E-6	<u>191,172.01</u>	<u>1,329.89</u>

ANALYSIS OF SEWER UTILITY CAPITAL FUND CASH

	Balance Dec. 31, 2008	Receipts		Disbursements		Transfers		Balance Dec. 31, 2009
		Miscellaneous		Improvement Authorization	Miscellaneous	From	To	
Fund Balance	14,417.58							14,417.58
Capital Improvement Fund	12,391.00							12,391.00
Encumbrances Payable							3,405.50	3,405.50
Due from NJ WWTT	(18,031.00)							(18,031.00)
Due Sewer Utility Operating Fund	(7,729.07)	21,553.14			13,817.88			6.19
Due Current Fund					1,110,000.00			(1,110,000.00)
Improvement Authorizations:								
Ordinance #								
1116 Replacement of Sewer Mains	2.00							2.00
1163 Construction of Sewer Lines	83.96							83.96
1259 Sewer Utility Improvements	178,414.94							178,414.94
1284 Replacement of Maple Ave. Sewer Lines	165.59							165.59
1382 Various Capital Improvements	954,839.20			28,115.50		3,405.50		923,318.20
	<u>1,134,554.20</u>	<u>21,553.14</u>		<u>28,115.50</u>	<u>1,123,817.88</u>	<u>3,405.50</u>	<u>3,405.50</u>	<u>4,173.96</u>
Ref.	E	E-5		E-17	E-5			E

EXHIBIT E-8

SCHEDULE OF CONSUMER ACCOUNTS RECEIVABLE - SEWER

Balance December 31, 2008	<u>Ref.</u> E	2,670.20
Increased by:		
Utility Rents Levied		1,602,597.50
		<u>1,605,267.70</u>
Decreased by:		
Collections	E-5	1,596,839.81
Overpayments Applied	E-3	5,314.53
Canceled		688.50
		<u>1,602,842.84</u>
Balance December 31, 2009	E	<u><u>2,424.86</u></u>

EXHIBIT E-9

SCHEDULE OF SEWER UTILITY LIENS RECEIVABLE

Balance December 31, 2008	<u>Ref.</u> E	155.04
Balance December 31, 2009	E	<u><u>155.04</u></u>

SCHEDULE OF FIXED CAPITAL - SEWER CAPITAL FUND

	<u>Balance</u> <u>Dec. 31, 2008</u>	<u>Balance</u> <u>Dec. 31, 2009</u>
Pumping Station	18,124.86	18,124.86
Sewer Extension Pumping Station	15,658.85	15,658.85
Lower Level Sewer	5,172.35	5,172.35
Maple Avenue Sewer	122,328.47	122,328.47
Extension and Improvement to:		
Sewer Plant	294,789.45	294,789.45
Chlorinator	744.00	744.00
Manholes	937.16	937.16
Sewer Lines	1,981,014.10	1,981,014.10
Sewer Mains	936,396.92	936,396.92
General Equipment	24,327.67	24,327.67
Plant Equipment	26,415.73	26,415.73
Vineyard Extension	36,271.47	36,271.47
Transportation Equipment	772.20	772.20
Sewer Treatment Plant & Relief Sanitary Sewers	320,379.96	320,379.96
Construction of Sanitary Truck System - South Cooper River Drive & Construction of Sewerage Pumping Station at Garfield & Hillcrest Avenue	113,300.85	113,300.85
Construction of Sanitary Collecting Sewers, Sewer Pumping Station and Additions to Sewerage Treatment Plant	545,104.23	545,104.23
Garage	1,500.00	1,500.00
Reconstruction of Cedar Avenue - Sanitary Sewer, Diesel Building - Cattell Avenue & Newton Creek, Piping & Floater Cover for Digestion Tank	15,000.00	15,000.00
Reconstruction of Portions of Sewerage Treatment Plant on Newton Avenue Between Cattell Avenue & Comley Avenue, Purchase of Equipment to Determine Cause of Ground Water Infiltration, Construction of Sewer Manholes & Traps	421,236.87	421,236.87
	<u>4,879,475.14</u>	<u>4,879,475.14</u>
Ref.	E	E

SCHEDULE OF FIXED CAPITAL AUTHORIZED AND UNCOMPLETED - SEWER

Ordinance Number	Purpose	Ordinance		Balance	Authorized	Balance
		Date	Amount	Dec. 31, 2008		Dec. 31, 2009
1116	Replacement of Sewer Mains	01/21/97	900,000.00	2.00		2.00
1163	Construction of Sewer Lines	08/03/98	280,000.00	83.96		83.96
1259	Sewer Utility Improvements	07/02/01	590,000.00	194,901.94		194,901.94
1284	Replacement of Maple Ave. Sewer Lines	02/04/03	20,000.00	165.59		165.59
1383	Various Capital Improvements	08/01/05	1,500,000.00	1,500,000.00		1,500,000.00
1460	Rehabilitation of Wet Wells	05/04/09	800,000.00		800,000.00	800,000.00
1465	Refunding Bonds	06/01/09	136,884.85		136,884.85	136,884.85
				<u>1,695,153.49</u>	<u>936,884.85</u>	<u>2,632,038.34</u>
			Ref.	E	E-17	E

SCHEDULE OF 2008 APPROPRIATION RESERVES - SEWER

	Balance Dec. 31, 2008	Paid or Charged	Balance Lapsed
Other Expenses	3,006.72	2,999.53	7.19
Other Accounts - No change	4,230.16		4,230.16
	<u>7,236.88</u>	<u>2,999.53</u>	<u>4,237.35</u>
Ref.	E	E-5	E-1

SCHEDULE OF ENCUMBRANCES PAYABLE - SEWER

	Ref.	Operating Fund	Capital Fund
Balance December 31, 2008	E	8,445.72	
Increased by:			
Charges to:			
2009 Appropriations	E-4	7,514.20	
Improvement Authorizations	E-17		3,405.50
		<u>15,959.92</u>	<u>3,405.50</u>
Decreased by:			
Payments	E-5	8,445.72	
Balance December 31, 2009	E	<u>7,514.20</u>	<u>3,405.50</u>

SCHEDULE OF CAPITAL IMPROVEMENT FUND

	<u>Ref.</u>	
Balance December 31, 2008	E	12,391.00
Balance December 31, 2009	E	<u>12,391.00</u>

SCHEDULE OF ACCRUED INTEREST ON BONDS AND NOTES
AND ANALYSIS OF BALANCE

	<u>Ref.</u>	<u>Bonds & Loans</u>
Balance December 31, 2008	E	64,950.43
Increased by:		
Budget Appropriation for:		
Interest on Bonds and Notes	E-4	126,339.02
		<u>191,289.45</u>
Decreased by:		
Interest Paid	E-5	139,918.07
Earnings Credit	E-5	4,741.30
		<u>46,630.08</u>
Balance December 31, 2009	E	<u>46,630.08</u>

Analysis of Accrued Interest December 31, 2009

Principal Outstanding Dec. 31, 2009	Interest Rate	From	To	Period	Amount
71,059.25	Varies	08/01/09	12/31/09	5 Months	1,561.95
620,000.00	Varies	10/01/09	12/31/09	3 Months	6,796.25
365,000.00	Varies	08/01/09	12/31/09	5 Months	7,802.08
222,265.00	Varies	08/01/09	12/31/09	5 Months	4,458.33
1,671,500.00	Varies	08/01/09	12/31/09	5 Months	26,011.45
<u>2,949,824.25</u>					<u>46,630.08</u>

SCHEDULE OF DEFERRED RESERVE FOR AMORTIZATION

<u>Ordinance Number</u>	<u>Purpose</u>	<u>Date of Ordinance</u>	<u>Balance Dec. 31, 2008</u>	<u>Balance Dec. 31, 2009</u>
1116	Replacement of Sewer Mains	01/21/97	2.00	2.00
1163	Construction of Sewer Lines	08/03/98	83.96	83.96
1284	Replacement of Maple Avenue Sewer Lines	02/04/04	165.59	165.59
			<u>251.55</u>	<u>251.55</u>
		Ref.	E	E

SCHEDULE OF IMPROVEMENT AUTHORIZATIONS - SEWER

Ordinance Number	Purpose	Date	Amount	Balance Dec. 31, 2008		Authorized	Paid or Charged	Encumbered	Balance Dec. 31, 2009	
				Funded	Unfunded				Funded	Unfunded
1116	Replacement of Sewer Main	01/21/97	900,000.00	2.00					2.00	
1163	Construction of Sewer Lines	08/03/98	280,000.00	83.96					83.96	
1259	Sewer Utility Improvements	07/02/01	590,000.00	178,414.94	16,487.00				178,414.94	16,487.00
1259	Replacement of Maple Ave. Sewer Lines	02/04/02	20,000.00	165.59					165.59	
1383	Various Capital Improvements	08/01/05	1,500,000.00	954,839.20			28,115.50	3,405.50	923,318.20	
1460	Rehabilitation of Wet Wells	05/04/09	800,000.00			800,000.00				800,000.00
1465	Refunding Bonds	06/01/09	136,884.85			136,884.85				136,884.85
				<u>1,133,505.69</u>	<u>16,487.00</u>	<u>936,884.85</u>	<u>28,115.50</u>	<u>3,405.50</u>	<u>1,101,984.69</u>	<u>953,371.85</u>
		Ref.		E	E	E-19	E-5	E-13	E	E

SCHEDULE OF SEWER SERIAL BONDS

Date of Issue	Purpose	Original Issue	Maturities of Bonds Outstanding		Interest Rate	Balance Dec. 31, 2008	Decreased	Balance Dec. 31, 2009
			Date	Amount				
08/01/93	Sewer Bonds	265,000.00	8/1/10	16,881.48	5.25%	87,155.55	16,096.30	71,059.25
			8/1/11	18,059.26	5.25%			
			8/1/12/13	18,059.26	5.30%			
10/01/98	Sewer Bonds	1,135,000.00	10/1/10	60,000.00	4.30%	680,000.00	60,000.00	620,000.00
			10/1/11/13	70,000.00	4.30%			
			10/1/14	70,000.00	4.35%			
			10/1/15	70,000.00	4.40%			
			10/1/16	70,000.00	4.45%			
			10/1/17	70,000.00	4.50%			
			10/1/18	70,000.00	4.55%			
02/01/08	Sewer Bonds	1,712,500.00	2/1/10	73,000.00	3.125%	1,712,500.00	41,000.00	1,671,500.00
			2/1/11	75,000.00	3.250%			
			2/1/12	77,000.00	3.250%			
			2/1/13	79,000.00	3.250%			
			2/1/14	50,000.00	3.250%			
			2/1/15	52,000.00	3.250%			
			2/1/16	77,000.00	3.500%			
			2/1/17	79,000.00	3.500%			
			2/1/18	81,000.00	3.625%			
			2/1/19	85,000.00	3.750%			
			2/1/20	87,000.00	4.000%			
			2/1/21	91,000.00	4.000%			
			2/1/22	95,000.00	4.000%			
			2/1/23	99,000.00	4.000%			
			2/1/24	104,000.00	4.000%			
			2/1/25	110,000.00	4.000%			
			2/1/26	114,000.00	4.000%			
2/1/27	120,000.00	4.000%						
2/1/28	123,500.00	4.000%						
						2,479,655.55	117,096.30	2,362,559.25
Ref.						E	E	E

SCHEDULE OF BONDS AND NOTES AUTHORIZED BUT NOT ISSUED
SEWER CAPITAL FUND

Ordinance Number	Improvement Description	Balance Dec. 31, 2008	2009 Authorization	Balance Dec. 31, 2009
1259	Sewer Utility Improvements	16,487.00		16,487.00
1460	Rehabilitation of Wet Wells		800,000.00	800,000.00
1465	Refunding Bonds		136,884.85	136,884.85
		<u>16,487.00</u>	<u>936,884.85</u>	<u>953,371.85</u>
	Ref.		E-17	

SCHEDULE OF NJ WASTEWATER TREATMENT TRUST LOAN

		2000 Series		
	Ref.	Trust Loan	Fund Loan	Total
Balance December 31, 2008	E	390,000.00	319,985.93	709,985.93
Decreased by:				
Principal Payments		25,000.00	27,013.66	52,013.66
Balance December 31, 2009	E	365,000.00	292,972.27	657,972.27
		2001 Series		
	Ref.	Trust Loan	Fund Loan	Total
Balance December 31, 2008	E	232,265.00	184,034.80	416,299.80
Decreased by:				
Principal Payments		10,000.00	13,709.60	23,709.60
Balance December 31, 2009	E	222,265.00	170,325.20	392,590.20
		Combined		
	Ref.	Trust Loan	Fund Loan	Total
Balance December 31, 2008	E	622,265.00	504,020.73	1,126,285.73
Decreased by:				
Principal Payments		35,000.00	40,723.26	75,723.26
Balance December 31, 2009	E	587,265.00	463,297.47	1,050,562.47

PARKING UTILITY FUND

EXHIBIT F-4

SCHEDULE OF PARKING UTILITY CASH - TREASURER

	<u>Ref.</u>	
Balance December 31, 2008	F	81,085.09
Increased by:		
Parking Meter Revenue	F-2	45,253.43
Miscellaneous Revenue not Anticipated	F-2	1,619.23
		<u>46,872.66</u>
		127,957.75
Decreased by:		
Budget Appropriations	F-3	45,558.73
Due Current Fund	A-4	112,600.00
		<u>158,158.73</u>
Balance December 31, 2009	F	<u><u>(30,200.98)</u></u>

EXHIBIT F-5

SCHEDULE OF PARKING UTILITY CASH AND RECONCILIATION
PER N.J.S.A. 40A:5-5 - TREASURER

	<u>Ref.</u>	
Balance December 31, 2009	F-4	(30,200.98)
Increased by:		
Cash Receipts Record		60,762.02
		<u>30,561.04</u>
Decreased by:		
Cash Disbursements Record		2,295.21
		<u>28,265.83</u>
Balance July 30, 2010	F-5	<u><u>28,265.83</u></u>
		<u>Cash Reconciliation - July 30, 2010</u>
Balance per Statement		
First Colonial Bank	F-5	<u><u>28,247.88</u></u>

SCHEDULE OF 2008 APPROPRIATION RESERVES - PARKING UTILITY

	Balance Dec. 31, 2008	Balance Lapsed
Other Accounts - No Change	<u>24,279.69</u>	<u>24,279.69</u>
Ref.	F	F-1

PART II

LETTER OF COMMENTS AND RECOMMENDATIONS

YEAR ENDED DECEMBER 31, 2009

GENERAL COMMENTS

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

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

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

The minutes indicate that bids were requested by public advertisement for the following items:

- Installation of a Freight Elevator at the Scottish Rite
- Purchase of Iron Sequestering Agent and Corrosion Inhibitor for the Water Treatment Plant
- Resurfacing Lawnside Avenue
- Removal and Reconstruction and/or Repaving of Various Streets, Alleyways, and Parking Areas
- Rehabilitation of the West Side Elevated Water Tank
- Haddon Avenue Sidewalk Improvements
- Construction and Rental for Belmont Avenue Drainage Improvements

The minutes indicate that resolutions were adopted and advertised authorizing the awarding of contracts or agreements for “Professional Services” per N.J.S.A. 40A:11.5.

Inasmuch as the system of records did not provide for an accumulation of payments for categories for the performance of any work or the furnishings 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.

Our examination of expenditures did not reveal any individual payment contracts or agreement in excess of the bid threshold “for the performance of any work or the furnishing or hiring of any materials or supplies,” other than those where bids had been previously sought by public advertisement or where a resolution had been previously adopted under the provisions of N.J.S.A. 40A:11-6.

N.J.S.A. 40A:11-6.1 requires that at least two competitive quotations be obtained for all contracts that in the aggregate are less than the bid threshold but 15 percent or more of that amount.

Collection of Interest on Delinquent Taxes and Assessments

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

The governing body on January 5, 2009 adopted the following resolution authorizing interest to be charged on delinquent taxes:

WHEREAS, Chapter 104 P.L. 1965, amending R.S. 54:4-67 authorized municipalities to provide a grace period, not exceeding ten (10) days within which an installment of taxes or assessments may be received without an additional charge of interest; and

WHEREAS, N.J.S.A 54:4-67 also provides that a governing body may also fix a penalty to a taxpayer charged with a delinquency in excess of ten thousand dollars (\$10,000.00) who fails to pay that delinquency prior to the end of the calendar year;

THEREFORE, BE IT RESOLVED by the Board of Commissioners of the Borough of Collingswood, County of Camden and State of New Jersey that pursuant to N.J.S.A. 54:4-67, the rate of interest on delinquent tax installments and assessments for the year 2009 be and the same is hereby fixed at eight percent per annum on the first \$1,500 of delinquency and eighteen percent per annum on any amount in excess of \$1,500;

BE IT FURTHER RESOLVED, that for the tax year 2009, a six percent (6%) flat penalty shall be added at the end of each year for delinquencies which exceed ten thousand dollars (\$10,000);

BE IT FURTHER RESOLVED, that no interest be charged if payment of an installment is made within ten (10) days after the date on which same became payable.

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

Delinquent Taxes and Tax Title Liens

The last tax sale was held on December 18, 2009 and was not complete bankruptcies from prior years were not sold and several utility accounts were not included in the sale.

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

<u>Year</u>	<u>Number of Liens</u>
2009	3
2008	2
2007	2

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

Verification of Delinquent Taxes and Other Charges

A test verification of delinquent charges and current payments was made in accordance with the regulations of the Division of Local Government Services. All notices returned were reviewed and no discrepancies were noted. A separate report will be rendered if any irregularities develop after the date of the audit.

OTHER COMMENTS

Chief Financial Officer/Treasurer

The records maintained by the Chief Financial Officer and Treasurer were found to be in compliance with requirements prescribed by Division of Local Government Services, state statutes, and administrative code requirements with the following exceptions:

1. The individual statements of accounting for Developers' Escrow required by N.J.S.A. 40:55D-53-2 were not prepared and sent to each applicant.
2. There were interfund loans existing as of year end that should be cleared.
3. Reconciled bank account balances are not proven to the general ledger on a monthly basis.
4. There were overexpenditures of grants for \$8,868.80.
5. There were deficits in the Current Fund, Water Operating Fund and Sewer Operating Fund.

Revenue and Finance

The records maintained by the Revenue and Finance Supervisor were found to be in compliance with requirements prescribed by Division of Local Government Services, state statutes, and administrative code requirements with the following exception: the tax sale did not include all required water and sewer utility rents.

Ancillary Departments

The financial records maintained by the Construction Code Office and Borough Clerk were found to be properly maintained.

Municipal Court

The financial records maintained by the Borough of Collingswood Joint Court were found to be properly maintained.

Corrective Action Plan

The Administrator filed a corrective action plan for the year 2008 with the Division of Local Government Services. Corrective action was not implemented for all recommendations.

FINDINGS AND RECOMMENDATIONS

CONTROL DEFICIENCY

*2009-1 Finding: N.J.S.A. 40:55D-53-2 requires statements to be submitted to escrow applicants, accounting for escrow funds deposited, withdrawn and the purpose of the withdrawal. These statements were not submitted to applicants.

Recommendation: Developer escrow statements be sent to the applicants in accordance with N.J.S.A. 40:55D-53.2.

SIGNIFICANT DEFICIENCY

*2009-2 Finding: There were interfund loans existing as of year end.

Recommendation: The Treasurer clear all interfunds at the end of the year.

*2009-3 Finding: The tax sale did not contain all required utility rents.

Recommendation: All property subject to tax sale be included in the sale as required by N.J.S.A. 54:5 et seq.

*2009-4 Finding: There were over-expenditures of grants.

Recommendation: The Treasurer ensure sufficient appropriations are available in budget line items prior to expending funds.

*2009-5 Finding: Reconciled bank account balances are not proven to the general ledger.

Recommendation: The Chief Financial Officer prove reconciled bank account balances to the general ledger on a monthly basis.

* These recommendations appeared in prior reports and corrective action was not taken.

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 any question arise as to our comments and recommendations, or should you desire assistance in implementing our recommendations, please do not hesitate to call us.

We received the complete cooperation of all the officials of the Borough and we greatly appreciate the courtesies extended to the members of the audit team.

Respectfully submitted,

PETRONI & ASSOCIATES LLC

A handwritten signature in black ink, appearing to read "Nick L. Petroni". The signature is fluid and cursive, with a large initial "N" and a stylized "P".

Nick L. Petroni
Certified Public Accountant
Registered Municipal Accountant #252