

TOWNSHIP OF PARSIPPANY-TROY HILLS

COUNTY OF MORRIS

NEW JERSEY

REPORT ON

EXAMINATION OF ACCOUNTS

FOR THE YEAR 2009

**SAMUEL KLEIN AND COMPANY
CERTIFIED PUBLIC ACCOUNTANTS**

TOWNSHIP OF PARSIPPANY-TROY HILLS
COUNTY OF MORRIS, NEW JERSEY

CONTENTS

<u>PART I</u>	<u>PAGE</u>
Independent Auditor's Report	2

FINANCIAL STATEMENTS

CURRENT FUND

EXHIBIT

A	Comparative Balance Sheets	4
A-1	Comparative Operations and Change in Fund Balance	6
A-2	Revenue	8
A-2a	Revenue - Analysis of Miscellaneous Revenue	9
A-2b	Revenue - Analysis of Certain Realized Revenue	11
A-2c	Revenue - Analysis of Other Licenses	12
A-2d	Revenue - Analysis of Other Fees and Permits	13
A-2e	Revenue - Analysis of Nonbudget Revenue	15
A-3	Expenditures	16

TRUST FUNDS

B	Comparative Balance Sheets	24
---	----------------------------------	----

GENERAL CAPITAL FUND

C	Comparative Balance Sheets	26
C-1	Fund Balance	27

WATER UTILITY

D	Comparative Balance Sheets	28
D-1	Comparative Operations and Change in Fund Balance - Operating Fund	30

FINANCIAL STATEMENTS
(Continued)

WATER UTILITY
(Continued)

<u>EXHIBIT</u>		<u>PAGE</u>
D-2	Fund Balance - Water Capital Fund	31
D-3	Revenue	32
D-4	Expenditures	33

SEWER UTILITY

E	Comparative Balance Sheets	35
E-1	Comparative Operations and Change in Fund Balance	37
E-2	Fund Balance - Sewer Capital Fund	38
E-3	Revenue	39
E-4	Expenditures	40

GOLF AND RECREATION UTILITY

F	Comparative Balance Sheets	42
F-1	Comparative Operations and Change in Fund Balance	44
F-2	Fund Balance - Capital Fund	45
F-3	Revenue	46
F-4	Expenditures	47

PUBLIC ASSISTANCE TRUST FUND

G	Comparative Balance Sheets	49
---	----------------------------------	----

PAYROLL FUND

H	Comparative Balance Sheets	50
---	----------------------------------	----

CAPITAL FIXED ASSETS

I	Comparative Balance Sheets	51
---	----------------------------------	----

FINANCIAL STATEMENTS
(Continued)

EXHIBIT

PAGE

<u>NOTES TO FINANCIAL STATEMENTS</u>	52 - 81
---	---------

SUPPLEMENTARY INFORMATION

CURRENT FUND

A-4	Cash Receipts and Disbursements - Treasurer	82
A-5	Cash Receipts and Disbursements - Collector	83
A-6	Bank Reconciliation - December 31, 2009 - Treasurer	84
A-7	Cash - Investment Account	85
A-8	Change Funds	86
A-9	Due from State of New Jersey Per Chapter 129, P.L. 1976	87
A-10	Taxes Receivable and Analysis of Property Tax Levy	88
A-11	Tax Title Liens	89
A-12	Property Acquired for Taxes (At Assessed Valuation)	89
A-13	Other Liens Receivable	90
A-14	Revenue Accounts Receivable	91
A-15	Interfunds Receivable	93
A-16	State and Federal Grants Receivable	94
A-17	Appropriation Reserves	96
A-18	Accounts Payable	100
A-19	Due to State of New Jersey	101
A-20	Tax Overpayments	102
A-21	Reserve for Tax Appeals	102
A-22	Interfunds Payable	103
A-23	Special District Taxes	104
A-24	County Taxes	105
A-25	Local School District Taxes	105
A-26	Prepaid Taxes	106
A-27	Prepaid Revenue	107
A-28	Appropriated Reserves for State and Federal Grants	108
A-29	Accumulated Revenue - Unappropriated	110

TRUST FUNDS

B-1	Cash Receipts and Disbursements	111
B-2	Disbursements	112
B-3	Cash Reconciliations - December 31, 2009	113
B-4	Cash - Investment Account	114
B-5	Change Fund	115
B-6	Assets in the Hands of Plan Administrator - Workers' Compensation Plan ...	116
B-7	Federal Grants Receivable	117

SUPPLEMENTARY INFORMATION

(Continued)

TRUST FUNDS

(Continued)

<u>EXHIBIT</u>		<u>PAGE</u>
B-8	Due from Municipal Court.....	118
B-9	Other Accounts Receivable.....	118
B-10	Interfunds Receivable.....	119
B-11	Prepaid Licenses.....	120
B-12	Due to State of New Jersey.....	121
B-13	Due to Municipal Court.....	122
B-14	Special Deposits.....	123
B-15	Premiums on Tax Sale.....	124
B-16	Security Deposits.....	126
B-17	Municipal Open Space Preservation Trust Fund.....	127
B-18	Interfunds Payable.....	128
B-19	Reserve for Workers' Compensation.....	129
B-20	Reserve for Contributions.....	130
B-21	Reserve for Animal Control Trust Fund Expenditures.....	131
B-22	Reserve for Unemployment Insurance Trust Fund Expenditures.....	132
B-23	Reserve for Grant Trust Fund Expenditures.....	133

GENERAL CAPITAL FUND

C-2	Cash Receipts, Disbursements and Reconciliation - Treasurer.....	134
C-3	Analysis of Capital Cash.....	135
C-4	Grants Receivable.....	138
C-5	Deferred Charges to Future Taxation - Funded.....	139
C-6	Deferred Charges to Future Taxation - Unfunded.....	140
C-7	Improvement Authorizations.....	142
C-8	Capital Improvement Fund.....	146
C-9	Deposit for Regional Contribution Agreement.....	147
C-10	Interfunds Payable.....	147
C-11	Reserve for Debt Service.....	148
C-12	Reserve for Developer Contribution - Road Improvement.....	148
C-13	Bond Anticipation Notes.....	149
C-14	Green Acres Trust Acquisition Loan Payable.....	150
C-15	Refunding Bonds.....	152
C-16	Serial Bonds.....	153
C-17	Bonds and Notes Authorized but Not Issued.....	155

WATER UTILITY

D-5	Cash Receipts and Disbursements -Treasurer.....	157
D-6	Cash Receipts and Disbursements - Collector.....	158

SUPPLEMENTARY INFORMATION

(Continued)

WATER UTILITY

(Continued)

<u>EXHIBIT</u>		<u>PAGE</u>
D-7	Analysis of Capital Cash.....	159
D-8	Interfunds Receivable.....	161
D-9	Consumer Accounts Receivable.....	162
D-10	Water Liens Receivable.....	162
D-11	Inventory - Materials and Supplies.....	163
D-12	Deferred Charges.....	164
D-13	Deferred Charges - N.J.S.A. 40A:4-53(d) Special Emergency - Water Supply Master Plan.....	165
D-14	Fixed Capital.....	166
D-15	Fixed Capital Authorized and Uncompleted.....	167
D-16	Appropriation Reserves.....	168
D-17	Accounts Payable.....	169
D-18	Reserve for Water Master Plan.....	170
D-19	Accrued Interest on Bonds.....	171
D-20	Accrued Interest on Loans.....	172
D-21	Accrued Interest on Notes.....	173
D-22	Water Rent Overpayments.....	174
D-23	Improvement Authorizations.....	175
D-24	Capital Improvement Fund.....	177
D-25	Interfunds Payable.....	178
D-26	Reserve for Debt Service.....	178
D-27	Reserve for Amortization.....	179
D-28	Deferred Reserve for Amortization.....	180
D-29	Bond Anticipation Notes.....	181
D-30	N.J. Environmental Infrastructure Trust Loan Payable.....	182
D-31	Refunding Bonds.....	183
D-32	Serial Bonds.....	184
D-33	Bonds and Notes Authorized but Not Issued.....	185

SEWER UTILITY

E-5	Cash Receipts, Disbursements and Reconciliation - Treasurer.....	186
E-6	Cash Receipts and Disbursements - Collector.....	187
E-7	Analysis of Capital Cash.....	188
E-8	Grants Receivable.....	189
E-9	Interfunds Receivable.....	190
E-10	Sewer Revenue Accounts Receivable.....	191
E-11	Sewer Liens Receivable.....	192
E-12	Inventory - Materials and Supplies.....	192
E-13	Fixed Capital.....	193
E-14	Fixed Capital Authorized and Uncompleted.....	194
E-15	Appropriation Reserves.....	196
E-16	Accounts Payable.....	197
E-17	Accrued Interest on Bonds.....	198

SUPPLEMENTARY INFORMATION

(Continued)

SEWER UTILITY

(Continued)

<u>EXHIBIT</u>		<u>PAGE</u>
E-18	Accrued Interest on Notes	199
E-19	Sewer Overpayments	200
E-20	Improvement Authorizations	201
E-21	Capital Improvement Fund	203
E-22	Interfunds Payable	204
E-23	Reserve for Grants Receivable	205
E-24	Reserve for Amortization	206
E-25	Deferred Reserve for Amortization	207
E-26	Bond Anticipation Notes	209
E-27	Refunding Bonds	210
E-28	Sewer Serial Bonds	211
E-29	Bonds and Notes Authorized but Not Issued	213

GOLF AND RECREATION UTILITY

F-5	Cash Receipts, Disbursements and Reconciliation - Treasurer	214
F-6	Cash Receipts and Disbursements - Collector	215
F-7	Cash - Money Market Account	216
F-8	Analysis of Capital Cash and Investments	217
F-9	Interfunds Receivable	218
F-10	Revenue Accounts Receivable	219
F-11	Fixed Capital	220
F-12	Fixed Capital Authorized and Uncompleted	222
F-13	Appropriation Reserves	223
F-14	Accounts Payable	224
F-15	Sales Tax Payable	224
F-16	Accrued Interest on Bonds	225
F-17	Accrued Interest on Notes	226
F-18	Membership Overpayments	227
F-19	Prepaid Revenue	227
F-20	Security Deposit	228
F-21	Improvement Authorizations	229
F-22	Capital Improvement Fund	231
F-23	Interfunds Payable	232
F-24	Reserve for Amortization	233
F-25	Deferred Reserve for Amortization	234
F-26	Bond Anticipation Notes	235
F-27	Refunding Bonds	236
F-28	Serial Bonds	237
F-29	Bonds and Notes Authorized but Not Issued	238

SUPPLEMENTARY INFORMATION

(Continued)

PUBLIC ASSISTANCE TRUST FUND

(Continued)

EXHIBIT

PAGE

G-1	Cash Receipts, Disbursements and Reconciliation	239
G-2	Reserve for Public Assistance Trust Fund Expenditures	240

PART II

PAGE

REPORT ON INTERNAL CONTROL AND ROSTER OF OFFICIALS

Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Statutory Basis Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	242
Roster of Officials and Certain Employees for the Year 2009 and Report on Surety Bonds	244
Letter of Transmittal	245
Comments	246
Recommendations	251

PART I
REPORT ON EXAMINATION
FINANCIAL STATEMENTS
NOTES TO FINANCIAL STATEMENTS
AND
SUPPLEMENTARY EXHIBITS
YEAR ENDED DECEMBER 31, 2009

SAMUEL KLEIN AND COMPANY
CERTIFIED PUBLIC ACCOUNTANTS

550 BROAD STREET, 11TH FLOOR
NEWARK, N.J. 07102-4543
PHONE (973) 624-6100
FAX (973) 624-6101

36 WEST MAIN STREET, SUITE 301
FREEHOLD, N.J. 07728-2291
PHONE (732) 780-2600
FAX (732) 780-1030

INDEPENDENT AUDITOR'S REPORT

Honorable Mayor and Members of the Township Council
Township of Parsippany-Troy Hills
Parsippany, New Jersey 07054

We have audited the accompanying statutory basis financial statements of the various funds of the

TOWNSHIP OF PARSIPPANY-TROY HILLS
COUNTY OF MORRIS

as of and for the year ended December 31, 2009, as listed in the table of contents, and for the year ended December 31, 2008. These statutory basis financial statements are the responsibility of the municipality'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 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. 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.

These statutory basis financial statements have been prepared in conformity with accounting practices prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey which are designed primarily for determining compliance with legal provisions and budgetary restrictions and as a means of reporting on the stewardship of public officials with respect to public funds. These practices differ in certain respects, which in some instances may be material, from generally accepted accounting principles applicable to local government units. The more significant of these practices are described in Note 1 to the financial statements.

In our opinion, because of the Municipality's policy to prepare 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 generally accepted accounting principles, the financial position of the Township of Parsippany-Troy Hills as of December 31, 2009 and 2008 or the results of its operations for the years then ended.

However, in our opinion, the statutory basis financial statements referred to above present fairly, in all material respects, the financial position of the Township of Parsippany-Troy Hills in the County of Morris, as of December 31, 2009 and December 31, 2008, and the results of operations of such funds for the years then ended, in accordance with accounting principles and practices prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey and described in Note 1 to the financial statements.

In accordance with *Government Auditing Standards*, we have also issued a report dated June 17, 2010 on our consideration of the Township of Parsippany-Troy Hills internal control structure over financial reporting and our test of its compliance with certain provisions of laws, regulations, contracts, grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in conjunction with this report in considering the results of our audit.

Our audit was conducted for the purpose of forming an opinion on the statutory basis financial statements of the Township of Parsippany-Troy Hills taken as a whole. The accompanying supplemental schedules presented in the "Supplementary" sections are not required parts of the financial statements and are presented for purposes of additional analysis as required by New Jersey State Division of Local Government Services. Such information has been subjected to the auditing procedures applied in the audit of the statutory basis financial statements and, in our opinion, is fairly presented in all material respects in relation to the statutory basis financial statements taken as a whole.


SAMUEL KLEIN AND COMPANY
CERTIFIED PUBLIC ACCOUNTANTS


JOSEPH J. FACCONI, RMA, PA

Newark, New Jersey
June 17, 2010

TOWNSHIP OF PARSIPPANY-TROY HILLS
CURRENT FUND

COMPARATIVE BALANCE SHEETS

A
Sheet #1

<u>ASSETS</u>	<u>Ref.</u>	<u>Balance</u> <u>Dec. 31, 2009</u>	<u>Balance</u> <u>Dec. 31, 2008</u>
<u>Regular Fund</u>			
Cash - Checking Account	A-4	\$ 8,179,564.64	\$ 3,584,721.16
Cash - Investment Account	A-7	5,320,674.31	12,487,199.20
Change Funds	A-8	815.00	815.00
		<u>13,501,053.95</u>	<u>16,072,735.36</u>
Due from State of New Jersey per Ch. 129, P.L. 1976	A-9	65,720.47	68,468.90
		<u>13,566,774.42</u>	<u>16,141,204.26</u>
 <u>Receivables and Other Assets</u> <u>with Full Reserves:</u>			
Delinquent Taxes	A-10	1,480,992.52	1,270,453.41
Tax Title Liens	A-11	87,540.43	82,483.93
Property Acquired for Taxes at Assessed Valuations	A-12	1,428,800.00	1,428,800.00
Other Liens Receivable	A-13	192,506.95	191,926.95
Revenue Accounts Receivable	A-14	473,949.63	451,112.92
		<u>3,663,789.53</u>	<u>3,424,777.21</u>
		<u>17,230,563.95</u>	<u>19,565,981.47</u>
 <u>State and Federal Grant Fund</u>			
Cash - Checking Account	A-4	228,241.63	222,373.32
State and Federal Grants Receivable	A-16	432,907.74	177,382.47
		<u>661,149.37</u>	<u>399,755.79</u>
		<u>\$ 17,891,713.32</u>	<u>\$ 19,965,737.26</u>

TOWNSHIP OF PARSIPPANY-TROY HILLS
CURRENT FUND

COMPARATIVE BALANCE SHEETS

A
Sheet #2

<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 and Reserves:			
Appropriation Reserves:			
Encumbered	A-3,17	\$ 857,242.62	\$ 1,072,505.28
Unencumbered	A-3,17	2,904,169.18	2,764,789.18
Accounts Payable	A-18	335,000.00	153,555.86
Due to State of New Jersey	A-19	18,765.00	28,239.00
Tax Overpayments	A-20	296,924.14	247,383.78
Reserve for Tax Appeals	A-21	272,357.13	1,307,442.13
Interfunds Payable	A-22	760,641.83	1,876,691.31
County Taxes Payable	A-24	144,019.46	139,211.20
Prepaid Taxes	A-26	1,459,958.44	1,299,898.82
Prepaid Revenue	A-27	120,359.60	100,431.64
Accumulated Revenue Unappropriated	A-29	808,532.91	1,709,628.29
		<u>7,977,970.31</u>	<u>10,699,776.49</u>
Reserves for Receivables and Other			
Assets		3,663,789.53	3,424,777.21
Fund Balance	A-1	5,588,804.11	5,441,427.77
		<u>17,230,563.95</u>	<u>19,565,981.47</u>
 <u>State and Federal Grant Fund</u>			
Appropriated Reserves for State and			
Federal Grants	A-28	556,006.87	325,135.03
Accumulated Revenue Unappropriated	A-29	105,142.50	74,620.76
		<u>661,149.37</u>	<u>399,755.79</u>
		<u>\$ 17,891,713.32</u>	<u>\$ 19,965,737.26</u>

See accompanying notes to financial statements.

TOWNSHIP OF PARSIPPANY-TROY HILLS
CURRENT FUND

COMPARATIVE STATEMENTS OF OPERATIONS
AND CHANGE IN FUND BALANCE

A-1
Sheet #1

	<u>Ref.</u>	<u>Year 2009</u>	<u>Year 2008</u>
<u>Revenue and Other Income</u>			
Fund Balance Utilized	A-2	\$ 3,300,000.00	\$ 4,000,000.00
Miscellaneous Revenue Anticipated	A-2a	15,585,973.07	16,805,036.45
Receipts from Delinquent Taxes	A-2b	1,248,655.69	1,552,163.39
Receipts from Current Taxes	A-2b	177,178,888.71	170,225,464.39
Nonbudget Revenue	A-2e	752,118.53	689,486.76
Other Credits to Income:			
Prior Year Outstanding Checks Cancelled:			
Other Funds			2,648.17
Unexpended Balance of Appropriation			
Reserves	A-17	1,414,922.59	815,037.70
Accounts Payable Cancelled			5,098.14
Due to State of New Jersey Cancelled	A-19	25.00	150.00
Tax Overpayments Cancelled	A-20	63,206.83	114,420.26
Reserve for Tax Appeals Cancelled			413,920.00
Special District Taxes Cancelled	A-23	31,217.34	24,466.40
		<u>199,575,007.76</u>	<u>194,647,891.66</u>
<u>Expenditures</u>			
Budget Appropriations:			
Operations:			
Salaries and Wages		24,518,654.00	24,642,908.00
Other Expenses		21,046,157.97	21,003,675.14
Capital Improvements		274,850.00	328,500.00
Debt Service		7,108,865.60	7,735,278.61
Statutory Expenditures		4,310,955.00	4,138,915.01
	A-3	<u>57,259,482.57</u>	<u>57,849,276.76</u>
Prior Year Revenue Refunded	A-4	6,470.70	22,071.48
Prior Year Senior Citizen Deductions			
Disallowed by Tax Collector	A-9	3,500.00	11,466.43
Accounts Receivable Cancelled			153.50
Dedicated Open Space Taxes	A-22	1,509,262.04	1,518,556.68
Special District Taxes	A-23	2,490,039.34	2,434,610.40
County Taxes	A-24	22,532,872.77	22,635,517.07
Local School District Taxes	A-25	112,326,004.00	106,919,998.50
		<u>196,127,631.42</u>	<u>191,391,650.82</u>
Excess in Revenue (Carried Forward)		<u>3,447,376.34</u>	<u>3,256,240.84</u>

TOWNSHIP OF PARSIPPANY-TROY HILLS
CURRENT FUND

COMPARATIVE STATEMENTS OF OPERATIONS
AND CHANGE IN FUND BALANCE

A-1
Sheet #2

	<u>Ref.</u>	<u>Year 2009</u>	<u>Year 2008</u>
Excess in Revenue (Brought Forward)		\$ 3,447,376.34	\$ 3,256,240.84
<u>Fund Balance</u>			
Balance January 1	A	<u>5,441,427.77</u>	<u>6,185,186.93</u>
		8,888,804.11	9,441,427.77
Decreased by:			
Utilized as Anticipated Revenue	A-2	<u>3,300,000.00</u>	<u>4,000,000.00</u>
Balance December 31	A	<u>\$ 5,588,804.11</u>	<u>\$ 5,441,427.77</u>

See accompanying notes to financial statements.

TOWNSHIP OF PARSIPPANY-TROY HILLS
CURRENT FUND

STATEMENT OF REVENUE (Continued)
ANALYSIS OF MISCELLANEOUS REVENUE

A-2a
Sheet #1

	<u>Ref.</u>	<u>Budget</u>	<u>Realized</u>	<u>Excess or (Deficit)</u>
<u>Miscellaneous Revenue</u>				
Licenses:				
Alcoholic Beverages	A-14	\$ 72,000.00	\$ 74,660.00	\$ 2,660.00
Other	A-2c	166,000.00	155,095.00	(10,905.00)
Fees and Permits:				
Construction Code Official	A-14	1,975,000.00	1,635,246.25	(339,753.75)
Other	A-2d	805,000.00	881,673.17	76,673.17
Fines and Costs:				
Municipal Court	A-14	860,000.00	783,470.07	(76,529.93)
Interest and Cost on Taxes	A-5	370,000.00	319,893.45	(50,106.55)
Interest on Investments and Deposits	A-14	250,000.00	243,088.97	(6,911.03)
Payment in Lieu of Taxes - New Jersey Housing				
Finance Agency - Senior Citizens' Apartment	A-14	144,000.00	144,455.00	455.00
Garbage and Trash Removal Fees	A-14	1,850,000.00	1,458,226.31	(391,773.69)
Special Police Services	A-14	7,000.00	7,970.68	970.68
Community Center Revenue - Concession Rents	A-14	145,000.00	153,633.49	8,633.49
Hotel Tax	A-14	1,800,000.00	1,675,714.99	(124,285.01)
Ambulance Service Billing	A-14	270,000.00	375,382.15	105,382.15
Consolidated Municipal Property Tax Relief Aid	A-14	1,768,830.00	1,768,830.00	
Energy Receipts Tax	A-14	3,681,502.00	3,681,502.00	
Supplemental Energy Receipts Tax	A-14	200,231.00	200,231.00	
Garden State Preservation Trust	A-29	1,066.00	1,066.00	
Watershed Moratorium Offset	A-29	55,178.00	55,178.00	
State and Federal Revenues Offset with				
Appropriations:				
Public Health Priority Funding	A-16	17,326.00	17,326.00	
Clean Communities Act	A-16	82,990.27	82,990.27	
Tobacco Age-of-Sale Enforcement (TASE) Grant	A-16	2,280.00	2,280.00	
Obey the Signs or Pay the Fines	A-16	4,000.00	4,000.00	
Think Safety - Pedestrian Safety Mobilization Grant	A-16	5,400.00	5,400.00	
Over the Limit, Under Arrest	A-16	5,000.00	5,000.00	
Hang Up Just Drive	A-16	4,000.00	4,000.00	
Body Armor Grant	A-16	10,351.23	10,351.23	
Recycling Tonnage Grant	A-16	51,625.98	51,625.98	
PARIS Grant	A-16	25,000.00	25,000.00	
Municipal Alliance	A-16	28,901.00	28,901.00	
Alcohol Education, Rehabilitation and Enforcement Fund	A-16	1,724.29	1,724.29	
N.J. Highlands Water Protection and Planning Council:				
Initial Assessment Grant	A-16	15,000.00	15,000.00	
Juvenile Accountability Incentive Block Grant	A-16	2,500.00	2,500.00	
2010 State Health Services Grant Influenza A - H1N1 Virus	A-16	127,752.00	127,752.00	
Justice Assistance Grant	A-16	201,116.00	201,116.00	
U.S. Department of Energy:				
EE Conservation Block Grant	A-16	20,000.00	20,000.00	
NJ Board of Public Utilities:				
Local Governmental Energy Audit Program	A-16	27,216.75	27,216.75	
Other Special Items:				
Uniform Fire Safety Code (Ch. 383, P.L. 1985)	A-14	132,050.00	165,118.31	33,068.31
Cablevision Franchise Fees	A-14	198,410.00	198,409.71	(0.29)

TOWNSHIP OF PARSIPPANY-TROY HILLS
CURRENT FUND

STATEMENT OF REVENUE (Continued)
ANALYSIS OF MISCELLANEOUS REVENUE

A-2a
Sheet #2

	<u>Ref.</u>	<u>Budget</u>	<u>Realized</u>	<u>Excess or (Deficit)</u>
<u>Miscellaneous Revenue</u>				
Other Special Items:				
Current Capital Surplus	A-15	\$ 45,000.00	\$ 45,000.00	\$
Accumulated Revenue - Unappropriated - Sharkey's Landfill	A-29	900,945.00	900,945.00	
Reserve for Uniform Fire Penalties	A-15	20,000.00	20,000.00	
Rescue and Recovery Contribution for Capital	A-14	9,000.00	9,000.00	
	A-1,2	\$ 16,358,395.52	\$ 15,585,973.07	\$ (772,422.45)

See accompanying notes to financial statements.

TOWNSHIP OF PARSIPPANY-TROY HILLS
CURRENT FUND

STATEMENT OF REVENUE (Continued)
ANALYSIS OF CERTAIN REALIZED REVENUE

A-2b

	<u>Ref.</u>		
<u>Receipts from Delinquent Taxes</u>			
<u>Collections of Delinquent Taxes:</u>			
2009 Collections	A-10	\$ 1,248,155.69	
Due from State of New Jersey	A-9	500.00	
	A-1,2		\$ 1,248,655.69
 <u>Allocation of Current Tax Collections</u>			
<u>Collections of Current Taxes:</u>			
2009 Collections	A-10	\$ 175,224,870.85	
2008 Collections	A-26	1,299,898.82	
Due from State of New Jersey	A-9	442,105.44	
Tax Overpayments Applied	A-20	212,013.60	
	A-1		\$ 177,178,888.71
 <u>Allocated to:</u>			
Open Space Tax	A-22	1,509,262.04	
Special District Tax	A-23	2,490,039.34	
County Taxes	A-24	22,532,872.77	
Local School District Tax	A-25	112,326,004.00	
			138,858,178.15
			38,320,710.56
 <u>Plus: Appropriation for Reserve for</u>			
Uncollected Taxes	A-3		1,620,000.00
 Realized for Support of Municipal Budget	 A-2		 \$ 39,940,710.56

See accompanying notes to financial statements.

TOWNSHIP OF PARSIPPANY-TROY HILLS
CURRENT FUND

STATEMENT OF REVENUE (Continued)
ANALYSIS OF OTHER LICENSES

A-2c

	<u>Ref.</u>		
<u>Clerk</u>			
Amusement Games		\$ 7,100.00	
Motel		52,870.00	
Sales		4,500.00	
Taxi and Limousine Drivers and Licenses		4,675.00	
Auction		330.00	
Truck Terminal		100.00	
Entertainment		<u>3,000.00</u>	
	A-14		\$ 72,575.00
 Bingo and Raffle Licenses	 A-14		 7,130.00
 <u>Health</u>			
Food Handler		67,460.00	
Swimming Pool		6,600.00	
Fertilizer License		400.00	
Sewerage Construction		<u>75.00</u>	
	A-14		74,535.00
 <u>Registrar of Vital Statistics</u>			
Marriage Licenses		843.00	
Domestic Partnership Licenses		9.00	
Civil Union Licenses		<u>3.00</u>	
	A-14		<u>855.00</u>
	A-2a		<u>\$ 155,095.00</u>

See accompanying notes to financial statements.

TOWNSHIP OF PARSIPPANY-TROY HILLS
CURRENT FUND

STATEMENT OF REVENUE (Continued)
ANALYSIS OF OTHER FEES AND PERMITS

A-2d
Sheet #1

	<u>Ref.</u>		
<u>Engineer</u>			
Soil Removal Permit		\$ 1,646.60	
Inspection Fees		35,263.39	
Road Opening Permit		3,350.00	
Regulated Use Fees		200.00	
Flood Certifications		<u>15.00</u>	
	A-14		\$ 40,474.99
 <u>Collector</u>			
Tax Searches	A-14		330.00
 <u>Police Department</u>			
Accident and Complaint Reports and Fingerprinting Fees		10,206.40	
Gun Permits		887.00	
Towing Application Fee		<u>300.00</u>	
	A-14		11,393.40
 <u>Registrar of Vital Statistics</u>			
Certificate of Death		1,370.00	
Certificate of Marriage		5,000.00	
Certificate of Birth		130.00	
Burial Permit		26,330.00	
Corrections on Certificates		<u>220.00</u>	
	A-14		33,050.00
 <u>Housing Department</u>			
Inspection Fees	A-14		124,375.00
 <u>Zoning Board</u>			
Zoning Permits		23,900.00	
Sign Permits		9,172.06	
Special Event		<u>625.00</u>	
	A-14		33,697.06
 <u>Board of Adjustments</u>			
Variance Fee		10,730.00	
Site Plans		6,048.75	
Subdivision Filing Fee		<u>450.00</u>	
	A-14		17,228.75

TOWNSHIP OF PARSIPPANY-TROY HILLS
CURRENT FUND

STATEMENT OF REVENUE (Continued)
ANALYSIS OF OTHER FEES AND PERMITS

A-2d
Sheet #2

	<u>Ref.</u>		
<u>Planning Board</u>			
Site Plans		\$ 13,371.13	
Variance Fee		3,300.00	
Subdivision Filing Fee		1,500.00	
Sketch Plat		<u>500.00</u>	
	A-14		\$ 18,671.13
 <u>Fire Prevention</u>			
Inspection Fees		117,965.00	
Permits		42,641.00	
Smoke Detectors		<u>40,575.00</u>	
	A-14		201,181.00
 <u>Recreation Department</u>			
Fees and Permits	A-14		325,131.52
 <u>Purchasing Department</u>			
Plans and Specifications	A-14		20,100.00
 <u>Treasurer</u>			
Administrative Fee:			
Off-Duty Police Officers		54,361.00	
Special Police		<u>1,679.32</u>	
	A-14		<u>56,040.32</u>
	A-2a		<u>\$ 881,673.17</u>

See accompanying notes to financial statements.

TOWNSHIP OF PARSIPPANY-TROY HILLS
CURRENT FUND

STATEMENT OF REVENUE (Continued)
ANALYSIS OF NONBUDGET REVENUE

A-2e

	<u>Ref.</u>	
Insurance Refund		\$ 38,902.78
Refunding Bond Sale		21,816.97
False Alarm Fees		13,950.00
Fall Festival		13,024.00
Reimbursements		12,964.38
Division of Motor Vehicles - Inspection Fines		11,743.00
Health Clinic Fees		11,314.86
Sale of Township Assets		16,336.91
State of New Jersey:		
Administrative Fee for Senior Citizens and Veterans		8,837.08
Unclaimed Funds		3,997.95
Energy Rebate		8,000.00
Prior Year Appropriation Refunds		6,622.44
Park Rental Fees		6,000.00
Copy Fees		4,401.44
Property Owner Lists		2,440.00
Sale of Garden Plots		1,795.00
Return Check Fees		1,740.00
Restitution		1,348.55
Developers' Escrow Administrative Fees		1,085.69
Police Evidence Money		639.07
Mayor's Wellness Program		500.00
Sale of Maps		242.75
Duplicate Tax Certificates		175.00
Miscellaneous		<u>18,685.32</u>
	A-5	\$ 206,563.19
<u>Other Sources</u>		
Revenue Accounts Receivable	A-14	545,355.34
Interfunds Receivable:		
Premiums on Tax Sale Cancelled	A-15	<u>200.00</u>
	A-1,2	<u>\$ 752,118.53</u>

See accompanying notes to financial statements.

TOWNSHIP OF PARSIPPANY-TROY HILLS
CURRENT FUND

A-3
Sheet #1

STATEMENT OF EXPENDITURES

Appropriation	Appropriations		Paid or Charged	Reserved		Balance Cancelled
	Budget	Modified Budget		Encumbered	Unencumbered	
APPROPRIATIONS WITHIN "CAPS"						
GENERAL GOVERNMENT						
General Administration:						
Salaries and Wages	\$ 549,033.00	\$ 549,033.00	\$ 532,615.25	\$ 16,417.75	\$	
Other Expenses	52,140.00	52,140.00	40,789.25	632.72	10,718.03	
Township Council:						
Salaries and Wages	39,245.00	39,245.00	39,243.84		1.16	
Other Expenses	11,774.00	11,774.00	1,262.06		10,511.94	
Municipal Clerk:						
Salaries and Wages	180,055.00	180,055.00	145,704.45		34,350.55	
Other Expenses	60,321.00	60,321.00	42,524.14	3,626.03	14,170.83	
Treasury:						
Salaries and Wages	114,905.00	114,905.00	111,480.52		3,424.48	
Other Expenses	20,200.00	20,200.00	16,527.31	1,039.62	2,633.07	
Audit	62,000.00	62,000.00	43,079.50		18,920.50	
Tax Collection:						
Salaries and Wages	154,329.00	154,329.00	152,242.76		2,086.24	
Other Expenses	47,000.00	47,000.00	28,306.63	1,130.00	17,563.37	
Tax Assessing:						
Salaries and Wages	249,442.00	249,442.00	245,746.94		3,695.06	
Other Expenses	54,200.00	54,200.00	52,823.48	1,376.52		
Department of Law:						
Other Expenses	486,500.00	486,500.00	356,566.99	4,803.00	125,130.01	
Division of Engineering:						
Salaries and Wages	528,304.00	528,304.00	490,982.81		37,321.19	
Other Expenses	30,100.00	30,100.00	18,627.80	5,336.71	6,135.49	
	<u>2,639,548.00</u>	<u>2,639,548.00</u>	<u>2,318,523.73</u>	<u>17,944.60</u>	<u>303,079.67</u>	
LAND USE ADMINISTRATION						
Department of Planning:						
Salaries and Wages	40,467.00	40,467.00	39,870.88		596.12	
Other Expenses	60,300.00	60,300.00	36,285.15	16,647.64	7,367.21	

TOWNSHIP OF PARSIPPANY-TROY HILLS
CURRENT FUND

STATEMENT OF EXPENDITURES

A-3
Sheet #2

Appropriation	Appropriations		Paid or Charged	Reserved		Balance Cancelled
	Budget	Modified Budget		Encumbered	Unencumbered	
APPROPRIATIONS WITHIN "CAPS"						
LAND USE ADMINISTRATION						
Board of Adjustment:						
Salaries and Wages	\$ 56,986.00	\$ 56,986.00	\$ 56,256.84	\$ 729.16	\$	
Other Expenses	30,000.00	30,000.00	16,250.00	450.00	13,300.00	
	187,753.00	187,753.00	148,662.87	17,097.64	21,992.49	
CODE ENFORCEMENT AND ADMINISTRATION						
Housing and Zoning Code Enforcement:						
Salaries and Wages	402,706.00	402,706.00	388,054.39	1,009.50	14,651.61	
Other Expenses	23,048.00	23,048.00	10,962.30	1,009.50	11,076.20	
	425,754.00	425,754.00	399,016.69	1,009.50	25,727.81	
INSURANCE						
Unemployment Insurance	48,000.00	48,000.00	48,000.00			
Liability Insurance	597,050.00	597,050.00	547,723.89		49,326.11	
Worker Compensation	489,000.00	639,000.00	464,608.69		174,391.31	
Employee Health and Group Life	6,012,200.00	6,012,200.00	5,607,915.41	129,816.51	274,468.08	
	7,146,250.00	7,296,250.00	6,668,247.99	129,816.51	498,185.50	
PUBLIC SAFETY						
Police Department:						
Salaries and Wages	14,007,424.00	14,007,424.00	13,851,160.87		156,263.13	
Other Expenses	687,155.00	687,155.00	539,893.13	66,948.31	80,313.56	
Office of Emergency Management:						
Salaries and Wages	24,085.00	24,085.00	22,234.96		1,850.04	
Other Expenses	30,950.00	30,950.00	22,376.33	5,513.42	3,060.25	
Aid to First Aid Organizations	210,000.00	210,000.00	193,000.00	17,000.00		
Fire Prevention Bureau:						
Salaries and Wages	276,769.00	276,769.00	266,970.99	2,447.00	9,798.01	
Other Expenses	48,108.00	48,108.00	45,189.69		471.31	
Municipal Court:						
Salaries and Wages	426,635.00	426,635.00	397,696.25		28,938.75	
Other Expenses	19,868.45	19,868.45	14,016.58	1,022.21	4,829.66	

TOWNSHIP OF PARSIPPANY-TROY HILLS
CURRENT FUND

STATEMENT OF EXPENDITURES

A-3
Sheet #3

Appropriation	Appropriations		Paid or Charged	Reserved		Balance Cancelled
	Budget	Modified Budget		Encumbered	Unencumbered	
APPROPRIATIONS WITHIN "CAPS"						
PUBLIC SAFETY						
Public Defender:						
Other Expenses	\$ 5,100.00	\$ 5,100.00	\$	\$	\$ 5,100.00	\$
Prosecutor:						
Other Expenses	45,760.00	45,760.00	31,991.00	9,504.00	4,265.00	
	<u>15,781,854.45</u>	<u>15,781,854.45</u>	<u>15,384,529.80</u>	<u>102,434.94</u>	<u>294,889.71</u>	
PUBLIC WORKS						
Street and Road Maintenance:						
Salaries and Wages	1,793,083.00	1,793,083.00	1,698,520.42		94,562.58	
Other Expenses	669,150.00	669,150.00	606,518.24	59,697.38	2,934.38	
Garbage and Trash Removal:						
Salaries and Wages	1,403,182.00	1,403,182.00	1,294,719.56	10,678.62	108,462.44	
Other Expenses	598,500.00	598,500.00	505,219.60		82,601.78	
Buildings and Grounds:						
Salaries and Wages	311,271.00	311,271.00	253,758.48		57,512.52	
Other Expenses	301,500.00	301,500.00	241,214.31	34,585.91	25,699.78	
Vehicle Maintenance:						
Other Expenses	655,350.00	655,350.00	467,956.13	122,434.18	64,959.69	
Condominium Cost	260,000.00	260,000.00		260,000.00		
	<u>5,992,036.00</u>	<u>5,992,036.00</u>	<u>5,067,906.74</u>	<u>227,396.09</u>	<u>696,733.17</u>	
HEALTH AND HUMAN SERVICES						
Public Health Services:						
Salaries and Wages	686,299.00	686,299.00	658,668.65		27,630.35	
Other Expenses	97,800.00	97,800.00	72,733.63	6,565.03	18,501.34	
Senior Citizen Center:						
Salaries and Wages	150,894.00	150,894.00	147,971.89		2,922.11	
Other Expenses	67,500.00	67,500.00	60,923.65	4,632.42	1,943.93	
Animal Control:						
Other Expenses	170,000.00	170,000.00	170,000.00			
Contribution to Day Care Center	60,000.00	60,000.00	60,000.00			
	<u>1,232,493.00</u>	<u>1,232,493.00</u>	<u>1,170,297.82</u>	<u>11,197.45</u>	<u>50,997.73</u>	

TOWNSHIP OF PARSIPPANY-TROY HILLS
CURRENT FUND

A-3
Sheet #4

STATEMENT OF EXPENDITURES

Appropriation	Appropriations		Paid or Charged	Reserved		Balance Cancelled
	Budget	Modified Budget		Encumbered	Unencumbered	
<u>APPROPRIATIONS WITHIN "CAPS"</u>						
<u>PARKS AND RECREATION</u>						
Recreation Services:						
Salaries and Wages	\$ 409,836.00	\$ 409,836.00	\$ 385,807.41	\$ 24,028.59	\$	
Other Expenses	106,617.00	106,617.00	98,041.68	8,279.67	295.65	
Maintenance of Parks:						
Salaries and Wages	1,636,402.00	1,636,402.00	1,544,708.49	91,693.51		
Other Expenses	341,310.00	341,310.00	206,948.17	47,332.98	87,028.85	
	<u>2,494,165.00</u>	<u>2,494,165.00</u>	<u>2,235,505.75</u>	<u>55,612.65</u>	<u>203,046.60</u>	
	39,000.00	39,000.00	32,185.27	6,814.73		
<u>OTHER COMMON OPERATING FUNCTIONS</u>						
Celebration of Public Events						
<u>UTILITY EXPENSES</u>						
Electricity	451,000.00	451,000.00	379,739.83	40,164.00	31,096.17	
Street Lighting	708,000.00	708,000.00	542,391.29	14,053.18	151,555.53	
Telephone	251,000.00	251,000.00	223,214.63	14,769.94	13,015.43	
Gas (Natural or Propane)	157,400.00	157,400.00	92,128.53	9,850.34	55,421.13	
Gasoline	804,670.00	654,670.00	491,589.97	30,662.36	132,417.67	
	<u>2,372,070.00</u>	<u>2,222,070.00</u>	<u>1,729,064.25</u>	<u>109,499.82</u>	<u>383,505.93</u>	
<u>SOLID WASTE DISPOSAL COSTS</u>						
	1,550,000.00	1,550,000.00	1,262,773.65	115,706.61	171,519.74	
<u>UNIFORM CONSTRUCTION CODE</u>						
Department of Buildings and Inspections:						
Salaries and Wages	1,057,302.00	1,057,302.00	999,198.58	58,103.42	92,666.19	
Other Expenses	612,020.00	612,020.00	505,977.00	13,376.81	150,769.61	
	<u>1,669,322.00</u>	<u>1,669,322.00</u>	<u>1,505,175.58</u>	<u>13,376.81</u>	<u>243,435.80</u>	
<u>UNCLASSIFIED</u>						
Salary Adjustment	20,000.00	20,000.00			20,000.00	
<u>CONTINGENT</u>						
	20,000.00	20,000.00	2,000.00		18,000.00	

TOWNSHIP OF PARSIPPANY-TROY HILLS
CURRENT FUND

A-3
Sheet #5

STATEMENT OF EXPENDITURES

Appropriation	Appropriations		Paid or Charged	Reserved		Balance Cancelled
	Budget	Modified Budget		Encumbered	Unencumbered	
APPROPRIATIONS WITHIN "CAPS"						
Total Operations	\$ 41,570,245.45	\$ 41,570,245.45	\$ 37,923,890.14	\$ 801,092.62	\$ 2,845,262.69	\$
Detail:						
Salaries and Wages	24,518,654.00	24,518,654.00	23,723,615.23		795,038.77	
Other Expenses	17,051,591.45	17,051,591.45	14,200,274.91	801,092.62	2,050,223.92	
STATUTORY EXPENDITURES						
Contribution to:						
Social Security System (OASI)	1,137,000.00	1,137,000.00	1,081,998.59		55,001.41	
Police and Firemen's Retirement System of NJ	2,431,785.00	2,431,785.00	2,431,785.00			
Public Employees' Retirement System	742,170.00	742,170.00	742,115.00		55.00	
	4,310,955.00	4,310,955.00	4,255,898.59		55,056.41	
Total Appropriations Within "CAPS"	45,881,200.45	45,881,200.45	42,179,788.73	801,092.62	2,900,319.10	
APPROPRIATIONS EXCLUDED FROM "CAPS"						
OTHER OPERATIONS						
Ch. 541, P.L. 1985:						
Maintenance of Free Public Library	3,295,157.00	3,295,157.00	3,295,156.92		0.08	
Contribution to LOSAP	60,000.00	60,000.00		56,150.00	3,850.00	
	3,355,157.00	3,355,157.00	3,295,156.92	56,150.00	3,850.08	
STATE AND FEDERAL PROGRAMS						
OFFSET BY REVENUES						
Public Health Priority Funding Act of 1977	17,326.00	17,326.00	17,326.00			
Clean Communities Act	82,990.27	82,990.27	82,990.27			
Body Armor Grant	10,351.23	10,351.23	10,351.23			
NJ Tobacco Age-of-Sale Enforcement	2,280.00	2,280.00	2,280.00			
Recycling Tonnage Grant	51,625.98	51,625.98	51,625.98			
PARIS Grant	25,000.00	25,000.00	25,000.00			
County of Morris:						
Municipal Alliance	36,127.00	36,127.00	36,127.00			

TOWNSHIP OF PARSIPPANY-TROY HILLS
CURRENT FUND

A-3
Sheet #6

STATEMENT OF EXPENDITURES

Appropriation	Appropriations		Paid or Charged	Reserved		Balance Cancelled
	Budget	Modified Budget		Encumbered	Unencumbered	
APPROPRIATIONS EXCLUDED FROM "CAPS"						
STATE AND FEDERAL PROGRAMS						
OFFSET BY REVENUES						
Alcohol Education, Rehabilitation and Enforcement Fund	\$ 1,724.29	\$ 1,724.29	\$ 1,724.29	\$	\$	\$
Hang Up Just Drive	4,000.00	4,000.00	4,000.00			
Obey the Signs or Pay the Fines	4,000.00	4,000.00	4,000.00			
Think Safety Pedestrian Safety Mobilization Grant	5,400.00	5,400.00	5,400.00			
N.J. Highlands Water Protection and Planning Council:						
Initial Assessment Grant	15,000.00	15,000.00	15,000.00			
Juvenile Accountability Incentive Block Grant (JAIBG)	2,500.00	2,500.00	2,500.00			
2010 State Health Services Grant Influenza A - H1N1 Virus	127,752.00	127,752.00	127,752.00			
Justice Assistance Grant (JAG)	201,116.00	201,116.00	201,116.00			
N.J. Board of Public Utilities :						
Local Governmental Energy Audit Program	27,216.75	27,216.75	27,216.75			
Over the Limit, Under Arrest 2009 Year End						
Statewide Crackdown	5,000.00	5,000.00	5,000.00			
U.S. Department of Energy:						
EE Conservation Block Grant Program	20,000.00	20,000.00	20,000.00			
	<u>639,409.52</u>	<u>639,409.52</u>	<u>639,409.52</u>			
Total Operations	3,994,566.52	3,994,566.52	3,934,566.44	56,150.00	3,850.08	
Detail:						
Other Expenses	3,994,566.52	3,994,566.52	3,934,566.44	56,150.00	3,850.08	
CAPITAL IMPROVEMENTS						
Capital Improvement Fund	274,850.00	274,850.00	274,850.00			

TOWNSHIP OF PARSIPPANY-TROY HILLS
CURRENT FUND

STATEMENT OF EXPENDITURES

A-3
Sheet #7

Appropriation	Appropriations		Paid or Charged	Reserved		Balance Cancelled
	Budget	Modified Budget		Encumbered	Unencumbered	
APPROPRIATIONS EXCLUDED FROM "CAPS"						
DEBT SERVICE						
Payment of Bond Principal	\$ 5,138,779.00	\$ 5,193,779.00	\$ 4,417,778.64	\$	\$	\$ 776,000.36
Interest on Bonds	2,763,650.00	2,708,650.00	2,691,086.96			17,563.04
	<u>7,902,429.00</u>	<u>7,902,429.00</u>	<u>7,108,865.60</u>			<u>793,563.40</u>
Total Appropriations Excluded from "CAPS"	12,171,845.52	12,171,845.52	11,318,282.04	56,150.00	3,850.08	793,563.40
Sub-Total	58,053,045.97	58,053,045.97	53,498,070.77	857,242.62	2,904,169.18	793,563.40
Reserve for Uncollected Taxes	1,620,000.00	1,620,000.00	1,620,000.00			
Total Appropriations	<u>\$ 59,673,045.97</u>	<u>\$ 59,673,045.97</u>	<u>\$ 55,118,070.77</u>	<u>\$ 857,242.62</u>	<u>\$ 2,904,169.18</u>	<u>\$ 793,563.40</u>
Reference	A-2		Sheet #8	A	A	

TOWNSHIP OF PARSIPPANY-TROY HILLS
CURRENT FUND

STATEMENT OF EXPENDITURES

A-3
Sheet #8

	<u>Ref.</u>	<u>Modified Budget</u>	<u>Paid or Charged</u>
Adopted Budget		\$ 59,245,448.21	\$
Added by N.J.S.A. 40A:4-87		427,597.76	
Cash Disbursed:			
Salaries and Wages			23,723,615.23
Township's Matching Funds for Grants	A-28		7,226.00
Other Expenditures			<u>28,965,046.02</u>
	A-4		52,695,887.25
Interfunds Payable	A-22		170,000.00
Reserve for Grant Expenditures	A-28		632,183.52
Reserve for Uncollected Taxes	A-2b		<u>1,620,000.00</u>
	<u>Sheet #7</u>	<u>\$ 59,673,045.97</u>	<u>\$ 55,118,070.77</u>
 <u>Analysis of Charges to Operations</u>			
Paid or Charged	Above		\$ 55,118,070.77
Appropriation Reserves:			
Encumbered	Sheet #7	\$ 857,242.62	
Unencumbered	Sheet #7	<u>2,904,169.18</u>	
			<u>3,761,411.80</u>
			58,879,482.57
 Less: Reserve for Uncollected Taxes			
	Above		<u>1,620,000.00</u>
	A-1		<u>\$ 57,259,482.57</u>

See accompanying notes to financial statements.

TOWNSHIP OF PARSIPPANY-TROY HILLS
TRUST FUNDS

COMPARATIVE BALANCE SHEETS

B
Sheet #1

<u>ASSETS</u>	<u>Ref.</u>	Balance <u>Dec. 31, 2009</u>	Balance <u>Dec. 31, 2008</u>
Animal Control Trust Fund:			
Change Fund	B-5	\$ 50.00	\$ 50.00
Due from Municipal Court	B-8	75.00	
Interfunds Receivable	B-10	<u>25,788.34</u>	<u>60,588.14</u>
		<u>25,913.34</u>	<u>60,638.14</u>
General Trust Fund:			
Cash - Checking Accounts	B-1	10,724,264.26	9,948,560.30
Cash - Investment Account	B-4	<u>1,690,831.13</u>	<u>2,205,862.78</u>
		12,415,095.39	12,154,423.08
Assets in the Hands of Plan Administrator:			
Workers' Compensation Plan	B-6	19,244.14	30,453.92
Due from Municipal Court	B-8	1,877.50	1,126.00
Other Accounts Receivable	B-9	21,160.00	28,515.00
Interfunds Receivable	B-10	<u>261,166.76</u>	<u>799,570.13</u>
		<u>12,718,543.79</u>	<u>13,014,088.13</u>
Grant Trust Fund:			
Federal Grants Receivable	B-7	<u>279,664.65</u>	<u>357,231.31</u>
		<u>\$13,024,121.78</u>	<u>\$13,431,957.58</u>

TOWNSHIP OF PARSIPPANY-TROY HILLS
TRUST FUNDS

COMPARATIVE BALANCE SHEETS

B
Sheet #2

<u>LIABILITIES, RESERVES AND FUND BALANCE</u>	Ref.	Balance <u>Dec. 31, 2009</u>	Balance <u>Dec. 31, 2008</u>
Animal Control Trust Fund:			
Prepaid Licenses	B-11	\$ 7,541.60	\$ 6,916.80
Due to State of New Jersey	B-12	1,252.20	1,164.00
Due to Municipal Court	B-13		770.00
Security Deposits	B-16	225.00	1,050.00
Reserve for:			
Contributions	B-20	7,241.92	14,336.74
Animal Control Trust Fund Expenditures	B-21	9,652.62	36,400.60
		<u>25,913.34</u>	<u>60,638.14</u>
General Trust Fund:			
Special Deposits	B-14	7,535,774.15	7,354,553.77
Premiums on Tax Sale	B-15	360,700.00	349,900.00
Security Deposits	B-16	12,040.51	17,857.73
Municipal Open Space Preservation Trust Fund	B-17	4,686,554.68	5,187,016.25
Interfunds Payable	B-18		81.84
Reserve for:			
Workers' Compensation	B-19	19,244.14	30,453.92
Unemployment Insurance Trust Fund Expenditures	B-22	104,230.31	74,224.62
		<u>12,718,543.79</u>	<u>13,014,088.13</u>
Grant Trust Fund:			
Reserve for Grant Trust Fund Expenditures	B-23	279,664.65	357,231.31
		<u>\$ 13,024,121.78</u>	<u>\$ 13,431,957.58</u>

See accompanying notes to financial statements.

TOWNSHIP OF PARSIPPANY-TROY HILLS
GENERAL CAPITAL FUND

COMPARATIVE BALANCE SHEETS

C

<u>ASSETS AND DEFERRED CHARGES</u>	<u>Ref.</u>	<u>Balance</u> <u>Dec. 31, 2009</u>	<u>Balance</u> <u>Dec. 31, 2008</u>
Cash - Checking Account	C-2,3	\$ 5,724,845.44	\$ 2,139,210.41
Grants Receivable	C-4	320,000.00	186,215.00
Deferred Charges to Future Taxation:			
Funded	C-5	55,230,145.16	59,779,232.00
Unfunded	C-6	<u>15,703,781.69</u>	<u>10,481,631.69</u>
		<u>\$ 76,978,772.29</u>	<u>\$ 72,586,289.10</u>
 <u>LIABILITIES, RESERVES AND FUND BALANCE</u>			
General Serial Bonds	C-16	\$ 50,046,000.00	\$ 55,916,000.00
Refunding Bonds	C-15	4,331,809.86	2,844,588.50
Green Acres Trust Acquisition Loan Payable	C-14	852,335.30	1,018,643.50
Bond Anticipation Notes	C-13	9,570,000.00	
Improvement Authorizations:			
Funded	C-7	1,465,641.12	2,652,540.90
Unfunded	C-7	10,193,247.08	9,739,738.27
Capital Improvement Fund	C-8	5,357.00	5,357.00
Deposit for Regional Contribution Agreement	C-9	261,420.19	261,420.19
Reserve for:			
Debt Service	C-11	1,998.79	1,998.79
Developer Contributions - Road Improvement	C-12	96,652.68	96,652.68
Fund Balance	C-1	<u>154,310.27</u>	<u>49,349.27</u>
		<u>\$ 76,978,772.29</u>	<u>\$ 72,586,289.10</u>
 Bonds and Notes Authorized but Not Issued	 C-17	 <u>\$ 6,133,781.69</u>	 <u>\$ 10,481,631.69</u>

See accompanying notes to financial statements.

TOWNSHIP OF PARSIPPANY-TROY HILLS
GENERAL CAPITAL FUND

STATEMENT OF FUND BALANCE

C-1

	<u>Ref.</u>	
Balance December 31, 2008	C	\$ 49,349.27
Increased by:		
Premium on Sale of Notes	C-2	<u>149,961.00</u>
		199,310.27
Decreased by:		
Anticipated as Current Fund Revenue	C-10	<u>45,000.00</u>
Balance December 31, 2009	C	<u><u>\$ 154,310.27</u></u>

See accompanying notes to financial statements.

TOWNSHIP OF PARSIPPANY-TROY HILLS
WATER UTILITY

COMPARATIVE BALANCE SHEETS

D
Sheet #1

<u>ASSETS AND DEFERRED CHARGES</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 - Checking Account	D-5	\$ 857,474.25	\$ 491,975.04
Interfunds Receivable	D-8	87,887.13	371,231.11
		<u>945,361.38</u>	<u>863,206.15</u>
Assets with Full Reserves:			
Consumer Accounts Receivable	D-9	226,781.95	573,230.14
Water Liens Receivable	D-10	252.57	
Inventory - Materials and Supplies	D-11	95,800.00	94,000.00
		<u>322,834.52</u>	<u>667,230.14</u>
Deferred Charges:			
Operating Deficit	D-12	7,641.33	
Special Emergency Authorization (N.J.S.A. 40A:4-53)	D-13	100,000.00	125,000.00
		<u>107,641.33</u>	<u>125,000.00</u>
		<u>1,375,837.23</u>	<u>1,655,436.29</u>
<u>Capital Fund</u>			
Cash - Checking Account	D-5,7	1,396,152.72	783,638.08
Fixed Capital	D-14	30,903,448.10	30,903,448.10
Fixed Capital Authorized and Uncompleted	D-15	4,815,000.00	3,825,000.00
		<u>37,114,600.82</u>	<u>35,512,086.18</u>
		<u>\$ 38,490,438.05</u>	<u>\$ 37,167,522.47</u>

TOWNSHIP OF PARSIPPANY-TROY HILLS
WATER UTILITY

COMPARATIVE BALANCE SHEETS

D
Sheet #2

<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>			
Appropriation Reserves:			
Encumbered	D-4,16	\$ 191,696.93	\$ 108,614.72
Unencumbered	D-4,16	422,931.51	238,632.33
Accounts Payable	D-17	30,000.00	
Reserve for Water Master Plan	D-18	113,000.00	125,000.00
Accrued Interest on Bonds	D-19	65,604.59	70,354.07
Accrued Interest on Loans	D-20	3,697.92	3,906.25
Accrued Interest on Notes	D-21	2,376.39	
Water Rent Overpayments	D-22	53,845.54	71,848.95
		<u>883,152.88</u>	<u>618,356.32</u>
Reserve for Receivables and Inventory		322,834.52	667,230.14
Fund Balance	D-1	169,849.83	369,849.83
		<u>1,375,837.23</u>	<u>1,655,436.29</u>
 <u>Capital Fund</u>			
Serial Bonds	D-32	3,736,000.00	5,676,000.00
Refunding Bonds	D-31	2,324,266.15	1,100,933.17
N.J. Environmental Infrastructure			
Loans Payable	D-30	327,803.64	350,284.95
Bond Anticipation Notes	D-29	855,500.00	
Improvement Authorizations:			
Funded	D-23	540,759.57	559,104.42
Unfunded	D-23	1,564,015.00	861,561.51
Capital Improvement Fund	D-24	14,498.22	14,498.22
Reserves for:			
Debt Service	D-26	204,438.21	204,438.21
Amortization	D-27	26,142,878.31	25,403,729.98
Deferred Amortization	D-28	1,349,500.00	1,300,000.00
Fund Balance	D-2	54,941.72	41,535.72
		<u>37,114,600.82</u>	<u>35,512,086.18</u>
		<u>\$ 38,490,438.05</u>	<u>\$ 37,167,522.47</u>
Bonds and Notes Authorized but Not Issued	D-33	<u>\$ 982,500.00</u>	<u>\$ 897,500.00</u>

See accompanying notes to financial statements.

TOWNSHIP OF PARSIPPANY-TROY HILLS
WATER UTILITY

COMPARATIVE STATEMENTS OF OPERATIONS AND
CHANGE IN FUND BALANCE - OPERATING FUND

D-1

	<u>Ref.</u>	<u>Year 2009</u>	<u>Year 2008</u>
<u>Revenue and Other Income</u>			
Fund Balance Utilized	D-3	\$ 200,000.00	\$ 200,000.00
Water Rents	D-3	6,011,261.04	6,568,449.47
Taps and Connections			1,295.00
Interest on Investments	D-3	34,097.78	58,610.48
Miscellaneous Revenue			44,374.35
Nonbudget Revenue	D-3	217,103.99	49,728.91
Other Credits to Income:			
Unexpended Balance of Appropriation			
Reserves	D-16	60,205.65	105,822.38
		<u>6,522,668.46</u>	<u>7,028,280.59</u>
<u>Expenditures</u>			
Budget Appropriations:			
Operating:			
Salaries and Wages	D-4	1,937,395.00	1,967,983.00
Other Expenses	D-4	3,064,243.00	2,732,952.00
Capital Improvements	D-4	49,500.00	24,250.00
Debt Service	D-4	1,173,509.79	1,558,027.38
Deferred Charges	D-4	25,000.00	
Statutory Expenditures	D-4	280,662.00	257,291.00
		<u>6,530,309.79</u>	<u>6,540,503.38</u>
Prior Year Revenue Refunds			368,845.89
		<u>6,530,309.79</u>	<u>6,909,349.27</u>
Excess in Revenue			118,931.32
Deficit in Revenue		7,641.33	
Adjustment to Income before Fund Balance:			
Expenditures Included Above Which Are by Statute			
Deferred Charges to Budget of Succeeding Year			<u>125,000.00</u>
Deficit in Operations to be Raised in			
Budget of Succeeding Year	D-12	<u>\$ 7,641.33</u>	
Statutory Excess to Surplus			243,931.32
<u>Fund Balance</u>			
Balance January 1	D	<u>\$ 369,849.83</u>	<u>325,918.51</u>
		369,849.83	569,849.83
Decreased by:			
Utilized as Anticipated Revenue	D-3	<u>200,000.00</u>	<u>200,000.00</u>
Balance December 31	D	<u>\$ 169,849.83</u>	<u>\$ 369,849.83</u>

See accompanying notes to financial statements.

TOWNSHIP OF PARSIPPANY-TROY HILLS
WATER UTILITY

STATEMENT OF FUND BALANCE
WATER CAPITAL FUND

D-2

	<u>Ref.</u>	
Balance December 31, 2008	D	\$ 41,535.72
Increased by:		
Premium on Sale of Notes	D-5	<u>13,406.00</u>
Balance December 31, 2009	D	<u>\$ 54,941.72</u>

See accompanying notes to financial statements.

TOWNSHIP OF PARSIPPANY-TROY HILLS
WATER UTILITY

STATEMENT OF REVENUE

D-3

	<u>Ref.</u>	<u>2009 Budget</u>	<u>Realized</u>	<u>Excess or (Deficit)</u>
<u>Source</u>				
Fund Balance Anticipated	D-1	\$ 200,000.00	\$ 200,000.00	\$
Water Rents	D-1, Below	6,468,725.00	6,011,261.04	(457,463.96)
Interest on Investments	D-1, Below	50,000.00	34,097.78	(15,902.22)
	D-4	<u>6,718,725.00</u>	<u>6,245,358.82</u>	<u>(473,366.18)</u>
Nonbudget Revenue	D-1,6, Below		217,103.99	217,103.99
		<u>\$ 6,718,725.00</u>	<u>\$ 6,462,462.81</u>	<u>\$ (256,262.19)</u>
 <u>Analysis of Realized Revenue</u>				
	<u>Ref.</u>			
<u>Water Rents</u>				
Consumer Accounts Receivable:				
Collections	D-9		\$ 5,939,412.09	
Overpayments Applied	D-22		<u>71,848.95</u>	
	Above		<u>\$ 6,011,261.04</u>	
 <u>Interest on Investments</u>				
Collections	D-5		\$ 19,046.21	
Interfunds Receivable	D-8		<u>15,051.57</u>	
	Above		<u>\$ 34,097.78</u>	
 <u>Nonbudget Revenue</u>				
Capacity Fees			\$ 155,228.62	
Interest on Delinquent Water Rents			40,378.85	
Final Fees			10,136.52	
Miscellaneous Fees			5,190.00	
Off/On Fees			3,560.00	
Emergency Callouts			2,370.00	
Hydrant Permits			<u>240.00</u>	
	Above		<u>\$ 217,103.99</u>	

See accompanying notes to financial statements.

TOWNSHIP OF PARSIPPANY-TROY HILLS
WATER UTILITY

STATEMENT OF EXPENDITURES

D-4
Sheet #1

	Ref.	Budget	Modified Budget	Paid or Charged	Expended		Balance Cancelled
					Encumbered	Reserved Unencumbered	
<u>Operating</u>							
Salaries and Wages	D-1	\$ 1,937,395.00	\$ 1,937,395.00	\$ 1,884,894.08	\$ 52,500.92	\$	
Other Expenses	D-1	3,064,243.00	3,064,243.00	2,545,740.13	191,696.93	326,805.94	
		<u>5,001,638.00</u>	<u>5,001,638.00</u>	<u>4,430,634.21</u>	<u>191,696.93</u>	<u>379,306.86</u>	
<u>Capital Improvements</u>							
Capital Improvement Fund	D-1	49,500.00	49,500.00	49,500.00			
<u>Debt Service</u>							
Payment of Bond Principal:							
Regular		465,000.00	384,000.98	305,000.00			79,000.98
Refunding		325,668.00	441,667.02	406,667.02			35,000.00
Interest on Bonds		490,000.00	455,000.00	428,498.86			26,501.14
Interest on Notes		40,000.00	40,000.00	2,376.39			37,623.61
Environmental Infrastructure Loan		41,257.00	41,257.00	30,967.52			10,289.48
	D-1	<u>1,361,925.00</u>	<u>1,361,925.00</u>	<u>1,173,509.79</u>			<u>188,415.21</u>
<u>Deferred Charges</u>							
Special Emergency	D-1	25,000.00	25,000.00	25,000.00			
<u>Statutory Expenditures</u>							
Contributions to:							
Public Employees' Retirement System		129,900.00	129,900.00	129,900.00			
Social Security System (OASI)		150,762.00	150,762.00	107,137.35		43,624.65	
	D-1	<u>280,662.00</u>	<u>280,662.00</u>	<u>237,037.35</u>		<u>43,624.65</u>	
		<u>\$ 6,718,725.00</u>	<u>\$ 6,718,725.00</u>	<u>\$ 5,915,681.35</u>	<u>\$ 191,696.93</u>	<u>\$ 422,931.51</u>	<u>\$ 188,415.21</u>

Reference D-3

Sheet #2

D D

TOWNSHIP OF PARSIPPANY-TROY HILLS
WATER UTILITY

STATEMENT OF EXPENDITURES

D-4
Sheet #2

	<u>Ref.</u>	<u>Paid or Charged</u>
Cash Disbursed:		
Salaries and Wages		\$ 1,884,894.08
Other Expenses		<u>3,566,425.81</u>
	D-5	5,451,319.89
Deferred Charges - Special Emergency	D-13	25,000.00
Accrued Interest on Bonds	D-19	428,498.86
Accrued Interest on Loans	D-20	8,486.21
Accrued Interest on Notes	D-21	<u>2,376.39</u>
	Sheet #1	<u>\$ 5,915,681.35</u>

See accompanying notes to financial statements.

TOWNSHIP OF PARSIPPANY-TROY HILLS
SEWER UTILITY

COMPARATIVE BALANCE SHEETS

E
Sheet #1

<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 - Checking	E-5	\$ 5,579,622.64	\$ 2,996,437.14
Interfunds Receivable	E-9	385,194.42	643,618.40
		<u>5,964,817.06</u>	<u>3,640,055.54</u>
Assets with Full Reserves:			
Sewer Revenue Accounts Receivable	E-10	524,977.22	1,214,793.10
Sewer Liens Receivable	E-11	721.81	
Inventory - Materials and Supplies	E-12	55,620.00	42,800.78
		<u>581,319.03</u>	<u>1,257,593.88</u>
		 6,546,136.09	 4,897,649.42
		<u>6,546,136.09</u>	<u>4,897,649.42</u>
<u>Capital Fund</u>			
Cash - Checking	E-5,7	3,646,337.61	434,982.92
Grants Receivable	E-8		44,000.00
Fixed Capital	E-13	135,478,319.44	132,702,319.44
Fixed Capital Authorized and Uncompleted	E-14	39,511,405.00	7,187,405.00
		<u>178,636,062.05</u>	<u>140,368,707.36</u>
		 \$ 185,182,198.14	 \$ 145,266,356.78
		<u>\$ 185,182,198.14</u>	<u>\$ 145,266,356.78</u>

TOWNSHIP OF PARSIPPANY-TROY HILLS
SEWER UTILITY

COMPARATIVE BALANCE SHEETS

E
Sheet #2

<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>			
Appropriation Reserves:			
Encumbered	E-4,15	\$ 513,437.33	\$ 502,453.81
Unencumbered	E-4,15	1,082,501.56	697,050.60
Accounts Payable	E-16	175,905.74	47,000.00
Accrued Interest on Bonds	E-17	66,859.48	75,052.63
Accrued Interest on Notes	E-18	11,120.28	
Sewer Overpayments	E-19	79,495.99	156,742.32
		1,929,320.38	1,478,299.36
Reserve for Receivables and Inventory		581,319.03	1,257,593.88
Fund Balance	E-1	4,035,496.68	2,161,756.18
		6,546,136.09	4,897,649.42
<u>Capital Fund</u>			
Serial Bonds	E-28	3,358,000.00	6,528,000.00
Refunding Bonds	E-27	4,234,764.21	2,526,432.57
Bond Anticipation Notes	E-26	4,003,300.00	
Improvement Authorizations:			
Funded	E-20	104,686.00	481,084.44
Unfunded	E-20	36,733,541.13	3,250,820.00
Capital Improvement Fund	E-21	1,023,750.00	23,750.00
Reserves for:			
Grants Receivable	E-23		44,000.00
Amortization	E-24	128,744,915.23	127,029,186.87
Deferred Amortization	E-25	338,190.00	453,250.00
Fund Balance	E-2	94,915.48	32,183.48
		178,636,062.05	140,368,707.36
		\$ 185,182,198.14	\$ 145,266,356.78
Bonds and Notes Authorized but Not Issued	E-29	\$ 34,310,555.00	\$ 3,308,855.00

See accompanying notes to financial statements.

TOWNSHIP OF PARSIPPANY-TROY HILLS
SEWER UTILITY

COMPARATIVE STATEMENTS OF OPERATIONS
AND CHANGE IN FUND BALANCE

E-1

	<u>Ref.</u>	<u>Year 2009</u>	<u>Year 2008</u>
<u>Revenue and Other Income</u>			
Fund Balance Utilized	E-3	\$ 500,000.00	\$
Sewer Rents	E-3	15,174,465.97	15,227,558.71
Septage Removal	E-3	534,615.22	367,092.48
Interest on Investments	E-3	76,170.60	111,025.70
Capacity and Connection Fees	E-3	268,246.88	50,138.07
Special Item:			
Reserve for Debt Service	E-3	75,384.00	74,000.00
Nonbudget Revenue	E-3	70,998.31	54,383.83
Other Credits to Income:			
Unexpended Balance of Appropriation			
Reserves	E-15	269,461.17	594,743.09
		<u>16,969,342.15</u>	<u>16,478,941.88</u>
 <u>Expenditures</u>			
Budget Appropriations:			
Operating:			
Salaries and Wages	E-4	3,198,810.00	3,210,375.00
Other Expenses	E-4	6,830,628.00	7,040,403.00
Capital Improvements	E-4	1,095,000.00	159,000.00
Debt Service	E-4	2,745,144.26	4,553,081.21
Deferred Charges	E-4	44,000.00	
Statutory Expenditures	E-4	444,484.00	412,465.00
		<u>14,358,066.26</u>	<u>15,375,324.21</u>
Prior Year Revenue Refunds	E-5	237,535.39	183,319.09
		<u>14,595,601.65</u>	<u>15,558,643.30</u>
Excess in Revenue		2,373,740.50	920,298.58
 <u>Fund Balance</u>			
Balance January 1	E	2,161,756.18	1,241,457.60
		<u>4,535,496.68</u>	<u>2,161,756.18</u>
 Decreased by:			
Utilized as Anticipated Revenue	E-3	500,000.00	
Balance December 31	E	<u>\$ 4,035,496.68</u>	<u>\$ 2,161,756.18</u>

See accompanying notes to financial statements.

TOWNSHIP OF PARSIPPANY-TROY HILLS
SEWER UTILITY

STATEMENT OF FUND BALANCE
SEWER CAPITAL FUND

E-2

	<u>Ref.</u>	
Balance December 31, 2008	E	\$ 32,183.48
Increased by:		
Premium on Sale of Notes	E-5	<u>62,732.00</u>
Balance December 31, 2009	E	<u>\$ 94,915.48</u>

See accompanying notes to financial statements.

TOWNSHIP OF PARSIPPANY-TROY HILLS
SEWER UTILITY

STATEMENT OF REVENUE

E-3

<u>Source</u>	<u>Ref.</u>	2009 <u>Budget</u>	<u>Realized</u>	<u>Excess</u>
Fund Balance Anticipated	E-1	\$ 500,000.00	\$ 500,000.00	\$
Sewer Rents	E-1,Below	13,778,899.00	15,174,465.97	1,395,566.97
Septage Removal	E-1,Below	250,000.00	534,615.22	284,615.22
Interest on Investments	E-1,Below	50,000.00	76,170.60	26,170.60
Capacity and Connection Fees	E-1,6	40,000.00	268,246.88	228,246.88
Special Item:				
Reserve for Debt Service	E-1,5	74,692.00	75,384.00	692.00
		<u>14,693,591.00</u>	<u>16,628,882.67</u>	<u>1,935,291.67</u>
Nonbudget Revenue	E-1,6,Below		<u>70,998.31</u>	<u>70,998.31</u>
	E-4	<u>\$ 14,693,591.00</u>	<u>\$ 16,699,880.98</u>	<u>\$ 2,006,289.98</u>

Analysis of Realized Revenue

Sewer Rents

Collections	E-10	\$ 15,021,592.90
Overpayments Applied	E-19	<u>152,873.07</u>
	Above	<u>\$ 15,174,465.97</u>

Septage Removal

Collections	E-10	\$ 530,745.97
Overpayments Applied	E-19	<u>3,869.25</u>
	Above	<u>\$ 534,615.22</u>

Interest on Investments

Collections	E-5	\$ 62,737.40
Interfunds Receivable	E-9	<u>13,433.20</u>
	Above	<u>\$ 76,170.60</u>

Nonbudget Revenue

Interest on Delinquent Sewer Rents	Above	<u>\$ 70,998.31</u>
------------------------------------	-------	---------------------

See accompanying notes to financial statements.

TOWNSHIP OF PARSIPPANY-TROY HILLS
SEWER UTILITY

STATEMENT OF EXPENDITURES

E-4
Sheet #1

Appropriation	Ref.	Budget	Modified Budget	Paid or Charged	Expended		Balance Cancelled
					Encumbered	Reserved	
<u>Operating</u>							
Salaries and Wages	E-1	\$ 3,198,810.00	\$ 3,198,810.00	\$ 2,999,167.17	\$ 199,642.83	\$	
Other Expenses	E-1	6,830,628.00	6,830,628.00	5,489,774.32	827,416.35		
		<u>10,029,438.00</u>	<u>10,029,438.00</u>	<u>8,488,941.49</u>	<u>1,027,059.18</u>		
<u>Capital Improvements</u>							
Capital Improvement Fund	E-1	1,095,000.00	1,095,000.00	1,095,000.00			
<u>Debt Service</u>							
Payment of Bond Principal:							
Serial		290,000.00	290,000.00	290,000.00			145,000.64
Refunding		1,241,669.00	1,307,669.00	1,162,668.36			36,644.38
Interest on Bonds		1,384,000.00	1,318,000.00	1,281,355.62			18,879.72
Interest on Notes		30,000.00	30,000.00	11,120.28			135,000.00
Environmental Infrastructure Loan	E-1	135,000.00	135,000.00	2,745,144.26			335,524.74
		<u>3,080,669.00</u>	<u>3,080,669.00</u>	<u>2,745,144.26</u>			
<u>Deferred Charges</u>							
Unfunded Improvement Authorizations:							
Ordinance #05:09	E-1	44,000.00	44,000.00	44,000.00			
<u>Statutory Expenditures</u>							
Contribution to:							
Public Employees' Retirement System		197,912.00	197,912.00	197,912.00			55,442.38
Social Security System (OASI)	E-1	246,572.00	246,572.00	191,129.62			55,442.38
		<u>444,484.00</u>	<u>444,484.00</u>	<u>389,041.62</u>			
		<u>\$ 14,693,591.00</u>	<u>\$ 14,693,591.00</u>	<u>\$ 12,762,127.37</u>	<u>\$ 513,437.33</u>	<u>\$ 1,082,501.56</u>	<u>\$ 379,524.74</u>

Reference

E-3

Sheet #2

E

E

TOWNSHIP OF PARSIPPANY-TROY HILLS
SEWER UTILITY

STATEMENT OF EXPENDITURES

E-4
Sheet #2

	<u>Ref.</u>	<u>Paid or</u> <u>Charged</u>
Cash Disbursed:		
Salaries and Wages		\$ 2,999,167.17
Other Expenses		8,426,484.30
		<u>11,425,651.47</u>
Accrued Interest on Bonds	E-5	11,425,651.47
Accrued Interest on Notes	E-17	1,281,355.62
Interfunds Payable	E-18	11,120.28
	E-22	<u>44,000.00</u>
	Sheet #1	<u><u>\$ 12,762,127.37</u></u>

See accompanying notes to financial statements.

TOWNSHIP OF PARSIPPANY-TROY HILLS
GOLF AND RECREATION UTILITY

COMPARATIVE BALANCE SHEETS

F
Sheet #1

<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 - Checking Account	F-5	\$ 17,102.58	\$ 94,264.92
Cash - Money Market Account	F-7	<u>1,520,045.82</u>	<u>887,813.47</u>
		1,537,148.40	982,078.39
Assets with Full Reserves:			
Revenue Accounts Receivable	F-10	<u>53,292.33</u>	<u>36,427.48</u>
		1,590,440.73	1,018,505.87
<u>Capital Fund</u>			
Cash - Money Market Account	F-7,8	320,641.47	378,861.94
Fixed Capital	F-11	22,293,276.61	21,969,276.61
Fixed Capital Authorized and Uncompleted	F-12	<u>3,120,000.00</u>	<u>3,289,000.00</u>
		<u>25,733,918.08</u>	<u>25,637,138.55</u>
		<u>\$ 27,324,358.81</u>	<u>\$ 26,655,644.42</u>

TOWNSHIP OF PARSIPPANY-TROY HILLS
GOLF AND RECREATION UTILITY

COMPARATIVE BALANCE SHEETS

F
Sheet #2

<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>			
Appropriation Reserves:			
Encumbered	F-4,13	\$ 107,787.07	\$ 128,545.55
Unencumbered	F-4,13	343,156.14	184,624.48
Accounts Payable	F-14	60,000.00	
Sales Tax Payable	F-15	169.58	154.65
Accrued Interest on Bonds	F-16	30,246.88	32,086.67
Accrued Interest on Notes	F-17	1,586.67	
Membership Overpayments	F-18	2,144.30	3,481.95
Prepaid Revenue	F-19	7,500.00	4,000.00
Security Deposit	F-20	648,000.00	
		1,200,590.64	352,893.30
Reserve for Receivables		53,292.33	36,427.48
Fund Balance	F-1	336,557.76	629,185.09
		1,590,440.73	1,018,505.87
 <u>Capital Fund</u>			
Serial Bonds	F-28	1,410,000.00	1,755,000.00
Refunding Bonds	F-27	1,414,185.52	1,646,963.36
Bond Anticipation Notes	F-26	571,200.00	
Improvement Authorizations:			
Funded	F-21	62,666.82	358,520.07
Unfunded	F-21	481,808.82	680,877.04
Capital Improvement Fund	F-22	28,343.05	28,343.05
Reserves for:			
Amortization	F-24	20,855,091.09	20,067,313.25
Deferred Amortization	F-25	877,800.00	1,076,250.00
Fund Balance	F-2	32,822.78	23,871.78
		25,733,918.08	25,637,138.55
		\$ 27,324,358.81	\$ 26,655,644.42
 Bonds and Notes Authorized but Not Issued	 F-29	 \$ 285,000.00	 \$ 712,750.00

See accompanying notes to financial statements.

TOWNSHIP OF PARSIPPANY-TROY HILLS
GOLF AND RECREATION UTILITY

COMPARATIVE STATEMENTS OF OPERATIONS
AND CHANGE IN FUND BALANCE

F-1

	<u>Ref.</u>	<u>Year 2009</u>	<u>Year 2008</u>
<u>Revenue and Other Income</u>			
Fund Balance Utilized	F-3	\$ 550,000.00	\$ 350,000.00
Golf Fees	F-3	3,399,940.24	3,513,325.82
Room Rentals	F-3	14,645.72	14,324.97
Interest on Investments	F-3	38,918.73	93,168.11
Concession:			
Utilities	F-3	37,223.29	39,758.78
Rent	F-3	896,683.50	794,130.75
Nonbudget Revenue	F-3	1,379.15	179.45
Other Credits to Income:			
Unexpended Balance of Appropriation			
Reserves	F-13	42,562.45	24,200.38
		<u>4,981,353.08</u>	<u>4,829,088.26</u>
 <u>Expenditures</u>			
Budget Appropriations:			
Operating:			
Salaries and Wages	F-4	1,862,955.00	1,773,283.00
Other Expenses	F-4	1,871,345.00	1,930,355.00
Capital Improvements	F-4	7,550.00	23,750.00
Debt Service	F-4	735,955.41	694,034.26
Statutory Expenditures	F-4	246,175.00	219,520.00
		<u>4,723,980.41</u>	<u>4,640,942.26</u>
Excess in Revenue		257,372.67	188,146.00
 <u>Fund Balance</u>			
Balance January 1	F	629,185.09	791,039.09
		<u>886,557.76</u>	<u>979,185.09</u>
 Decreased by:			
Utilized as Anticipated Revenue	F-3	550,000.00	350,000.00
Balance December 31	F	<u>\$ 336,557.76</u>	<u>\$ 629,185.09</u>

See accompanying notes to financial statements.

TOWNSHIP OF PARSIPPANY-TROY HILLS
GOLF AND RECREATION UTILITY

STATEMENT OF FUND BALANCE
CAPITAL FUND

F-2

	<u>Ref.</u>	
Balance December 31, 2008	F	\$ 23,871.78
Increased by:		
Premium on Sale of Notes	F-5	<u>8,951.00</u>
Balance December 31, 2009	F	<u>\$ 32,822.78</u>

See accompanying notes to financial statements.

TOWNSHIP OF PARSIPPANY-TROY HILLS
GOLF AND RECREATION UTILITY

STATEMENT OF REVENUE

F-3

<u>Source</u>	<u>Ref.</u>	<u>2009 Budget</u>	<u>Realized</u>	<u>Excess or (Deficit)</u>
Fund Balance Utilized	F-1	\$ 550,000.00	\$ 550,000.00	\$
Golf Fees	F-1,10	3,440,000.00	3,399,940.24	(40,059.76)
Room Rentals	F-1,6	10,000.00	14,645.72	4,645.72
Interest on Investments	F-1,Below	50,000.00	38,918.73	(11,081.27)
Concession:				
Utilities	F-1,6	35,000.00	37,223.29	2,223.29
Rent	F-1,6	681,803.00	896,683.50	214,880.50
		<u>4,766,803.00</u>	<u>4,937,411.48</u>	<u>170,608.48</u>
Nonbudget Revenue	F-1,6,Below		1,379.15	1,379.15
	F-4	<u>\$ 4,766,803.00</u>	<u>\$ 4,938,790.63</u>	<u>\$ 171,987.63</u>

Analysis of Realized Revenue

<u>Interest on Investments</u>	<u>Ref.</u>	
Collections	F-5	\$ 140.35
Accrued Interest:		
Money Market Account	F-7	31,285.33
Interfunds Receivable	F-9	<u>7,493.05</u>
	Above	<u>\$ 38,918.73</u>
<u>Nonbudget Revenue</u>		
Miscellaneous	Above	<u>\$ 1,379.15</u>

See accompanying notes to financial statements.

TOWNSHIP OF PARSIPPANY-TROY HILLS
GOLF AND RECREATION UTILITY

STATEMENT OF EXPENDITURES

F-4
Sheet #1

	Ref.	Budget	Modified Budget	Paid or Charged	Expended		Balance Cancelled
					Encumbered	Reserved Unencumbered	
<u>Operating</u>							
Salaries and Wages	F-1	\$ 1,862,955.00	\$ 1,862,955.00	\$ 1,772,810.63	\$ 90,144.37	\$	
Other Expenses	F-1	1,871,345.00	1,871,345.00	1,545,078.31	218,479.62		
		<u>3,734,300.00</u>	<u>3,734,300.00</u>	<u>3,317,888.94</u>	<u>308,623.99</u>		
<u>Capital Improvements</u>							
Capital Improvement Fund	F-1	7,550.00	7,550.00	7,550.00			
<u>Debt Service</u>							
Payment of Bond Principal:							
Regular		170,000.00	170,000.00	170,000.00			0.16
Refunding		407,778.00	411,778.00	411,777.84			14,409.10
Interest on Bonds		171,000.00	167,000.00	152,590.90			28,413.33
Interest on Notes		30,000.00	30,000.00	1,586.67			42,822.59
	F-1	<u>778,778.00</u>	<u>778,778.00</u>	<u>735,955.41</u>			
<u>Statutory Expenditures</u>							
Contribution to:							
Public Employees' Retirement System		105,141.00	105,141.00	105,141.00			
Social Security System (OASI)	F-1	141,034.00	141,034.00	106,501.85	34,532.15		
		<u>246,175.00</u>	<u>246,175.00</u>	<u>211,642.85</u>	<u>34,532.15</u>		
		<u>\$ 4,766,803.00</u>	<u>\$ 4,766,803.00</u>	<u>\$ 4,273,037.20</u>	<u>\$ 343,156.14</u>		<u>\$ 42,822.59</u>

Reference F-3 F-2 F-1 F-4 F-5

TOWNSHIP OF PARSIPPANY-TROY HILLS
GOLF AND RECREATION UTILITY

STATEMENT OF EXPENDITURES

F-4
Sheet #2

	<u>Ref.</u>	<u>Paid or Charged</u>
Cash Disbursed:		
Salaries and Wages		\$ 1,772,810.63
Other Expenses		2,346,049.00
	F-5	<u>4,118,859.63</u>
Accrued Interest on Bonds	F-16	152,590.90
Accrued Interest on Notes	F-17	1,586.67
	<u>Sheet #1</u>	<u>\$ 4,273,037.20</u>

See accompanying notes to financial statements.

TOWNSHIP OF PARSIPPANY-TROY HILLS
PUBLIC ASSISTANCE TRUST FUND

COMPARATIVE BALANCE SHEETS

G

<u>ASSETS</u>	<u>Ref.</u>	Balance <u>Dec. 31, 2009</u>	Balance <u>Dec. 31, 2008</u>
<u>Trust Fund Account #1</u>			
Cash	G-1	<u>\$ 10,843.40</u>	<u>\$ 5,533.76</u>
 <u>LIABILITIES AND FUND BALANCE</u>			
<u>Trust Fund Account #1</u>			
Reserve for Public Assistance Trust Fund Expenditures	G-2	<u>\$ 10,843.40</u>	<u>\$ 5,533.76</u>

See accompanying notes to financial statements.

TOWNSHIP OF PARSIPPANY-TROY HILLS
PAYROLL FUND

COMPARATIVE BALANCE SHEETS

H

<u>ASSETS</u>	Balance <u>Dec. 31, 2009</u>	Balance <u>Dec. 31, 2008</u>
Cash	\$ 426,930.77	\$ 227,781.93
Due from Free Public Library	29,393.05	29,887.24
Due from Internal Revenue Service	647.81	6.63
Due from State of New Jersey	202.27	
Due from Current Fund	605.18	1,683.53
Due from General Trust Fund		81.84
	<u>\$ 457,779.08</u>	<u>\$ 259,441.17</u>
 <u>LIABILITIES AND RESERVES</u>		
Payroll Deductions Payable	<u>\$ 457,779.08</u>	<u>\$ 259,441.17</u>
	<u>\$ 457,779.08</u>	<u>\$ 259,441.17</u>

See accompanying notes to financial statements.

TOWNSHIP OF PARSIPPANY-TROY HILLS
CAPITAL FIXED ASSETS

COMPARATIVE BALANCE SHEETS

!

<u>CAPITAL FIXED ASSETS</u>	<u>Balance Dec. 31, 2009</u>	<u>Balance Dec. 31, 2008</u>
Building	\$ 31,095,300.00	\$ 30,840,900.00
Land	101,659,960.00	100,459,260.00
Vehicles and Road Equipment	15,513,794.35	10,618,930.18
Other Equipment	2,582,782.15	1,892,923.99
Furniture and Fixtures	<u>107,172.95</u>	<u>107,172.95</u>
	<u>\$ 150,959,009.45</u>	<u>\$ 143,919,187.12</u>
 <u>RESERVES</u>		
Investment in Capital Fixed Assets	<u>\$ 150,959,009.45</u>	<u>\$ 143,919,187.12</u>

See accompanying notes to financial statements.

NOTES TO FINANCIAL STATEMENTS

TOWNSHIP OF PARSIPPANY-TROY HILLS

NOTES TO FINANCIAL STATEMENTS YEAR ENDED DECEMBER 31, 2009

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

The Township of Parsippany-Troy Hills is organized with a Mayor-Council form of government under the provisions of N.J.S. 40:69A-31 et seq. As stated under the statutory reference, the Township shall be governed by an elected council and an elected mayor and by such other officers and employees as may be duly appointed pursuant to this article. The mayor shall be elected by the voters of the municipality and shall serve for a term of four years and the council shall consist of five members who shall also serve a term of four years. The terms of office of the mayor and council members shall begin on January 1st next following their election.

Each member of the Council carries a legislative vote.

Governmental Accounting Standards Board (GASB) establishes certain standards for defining and reporting on the financial entity. In accordance with these standards, the reporting entity should include the primary government and those component units which are fiscally accountable to the primary government.

The financial statements of the Township of Parsippany-Troy Hills include every board, body, officer or commission supported and maintained wholly or in part by funds appropriated by the Township, as required by the provisions of N.J.S. 40A:5-5. The financial statements, however, do not include the operations of the Municipal Library, which is a separate entity subject to a separate examination.

B. Description of Funds

The Governmental Accounting Standards Board ("GASB") is the recognized standard setting body for establishing governmental accounting and financial reporting principles. However, the accounting policies of the Township of Parsippany-Troy Hills conform to the accounting principles applicable to municipalities that have been prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey. These principles are an "Other Comprehensive Basis of Accounting" ("OCBOA") which differs from accounting principles generally accepted in the United States of America ("GAAP") for governmental entities. Such principles and practices are designed primarily for determining compliance with legal provisions and budgetary restrictions and as a means of reporting on the stewardship of public officials with respect to public funds. Under this method of accounting, the Township of Parsippany-Troy Hills accounts for its financial transactions through the following separate funds and an account which differs from GAAP.

Current Fund - Encompasses resources and expenditures for basic governmental operations. Fiscal activity of Federal and State grant programs are reflected in a segregated section of the Current Fund.

Trust Funds - The records of receipts, disbursements and custodianship of monies in accordance with the purpose for which each account was created are maintained in Trust Funds. These include the Animal Control Trust Fund, General Trust Fund and Grant Trust Fund for specific programs.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Description of Funds (Continued)

General Capital Fund - The receipts and expenditure records for the acquisition of general infrastructure and other capital facilities, other than those acquired in the Current Fund, are maintained in this Fund, as well as related long-term debt accounts.

Utilities Funds - Water, Sewer and Golf and Recreation Utilities are treated as separate entities. Each maintains its own Operating and Capital Funds which reflect revenue, expenditures, stewardship, acquisitions of utility infrastructure and other capital facilities, debt service, long-term debt and other related activity.

Public Assistance Trust Fund - Receipts and disbursements of funds that provide assistance to certain residents of the Township of Parsippany-Troy Hills pursuant to the provisions of Title 44 of the New Jersey statutes are maintained in the Public Assistance Trust Fund.

Payroll Fund - Net salaries, certain payroll deductions and social security contributions of municipal and utility operations are deposited into the Payroll Fund. A Payroll Fund does not exist under GAAP.

Capital Fixed Assets - This account reflects estimated valuations of land, buildings and certain movable fixed assets of the Township as discussed under the caption of "Basis of Accounting".

C. Basis of Accounting

The accounting principles and practices prescribed for municipalities by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, differ in certain respects from generally accepted accounting principles generally accepted in the United States of America. The accounting system is maintained on the modified accrual basis with certain exceptions. Significant accounting policies in New Jersey are summarized as follows:

Property Taxes and Other Revenue

Property taxes and other revenue are realized when collected in cash or approved by regulations for accrual from certain sources of the State of New Jersey and the Federal Government. Accruals of taxes and other revenue are otherwise deferred as to realization by the establishment of offsetting reserve accounts. GAAP requires such revenue to be recognized in the accounting period when they become susceptible to accrual, reduced by an allowance for doubtful accounts.

Grant Revenue

Federal and State grants, entitlements or shared revenue received for purposes normally financed through the Current Fund are recognized when anticipated in the Township of Parsippany-Troy Hills budget. GAAP requires such revenue to be recognized in the accounting period when they become susceptible to accrual.

Expenditures

Expenditures for general and utility operations are generally recorded on the accrual basis. Unexpended appropriation balances, except for amounts which may have been cancelled by the governing body or by statutory regulation, are automatically recorded as liabilities at December 31st of each year, under the title of "Appropriation Reserves".

Grant appropriations are charged upon budget adoption to create spending reserves.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Basis of Accounting (Continued)

Expenditures (Continued)

Budgeted transfers to the Capital Improvement Fund are recorded as expenditures to the extent permitted by law.

Expenditures from Trust and Capital Funds are recorded upon occurrence and charged to accounts statutorily established for specific purposes.

Budget appropriations for interest on General Capital Long-Term Debt is raised on the cash basis and is not accrued on the records; interest on Utility Debt is raised on the accrual basis and so recorded.

GAAP requires expenditures to be recognized in the accounting period in which the fund liability is incurred, if measurable, except for unmatured interest on general long-term debt, which should be recognized when due.

Encumbrances

As of January 1, 1986, all local units were required by Technical Accounting Directive No. 85-1, as promulgated by the Division of Local Government Services, to maintain an encumbrance accounting system. The directive states that contractual orders outstanding at December 31, are reported as expenditures through the establishment of an encumbrance payable. Encumbrances do not constitute expenditures under GAAP.

Appropriation Reserves

Appropriation reserves are available, until lapsed at the close of the succeeding year, to meet specific claims, commitments or contracts incurred during the preceding year. Lapsed appropriation reserves are recorded as additions to income. Appropriation reserves do not exist under GAAP.

Compensated Absences

Expenditures relating to obligations for unused vested accumulated sick, vacation and compensatory pay are not recorded until paid. GAAP requires that the amount that would normally be liquidated with expendable available financial resources be recorded as an expenditure in the operating funds and the remaining obligations be recorded as a long-term obligation.

Property Acquired for Taxes

Property Acquired for Taxes (Foreclosed Property) is recorded in the Current Fund at the assessed valuation during the year when such property was acquired by deed or foreclosure and is offset by a corresponding reserve account. GAAP requires such property to be recorded in the capital fixed assets at market value on the date of acquisition.

Self-Insurance Contributions

Contributions to self-insurance funds are charged to budget appropriations. GAAP requires that payments be accounted for as an operating transfer and not as an expenditure.

1. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

C. **Basis of Accounting (Continued)**

Interfunds Receivable

Interfunds Receivable in the Current Fund are generally recorded with offsetting reserves which are established by charges to operations. Collections are recognized as income in the year that the receivables are realized. Interfunds Receivable of all other funds are recorded as accrued and are not offset with reserve accounts. Interfunds Receivable of one fund are offset with Interfunds Payable of the opposite fund. GAAP does not require the establishment of an offsetting reserve.

Inventories of Supplies

Materials and supplies purchased by all funds are recorded as expenditures.

An annual inventory of materials and supplies for the Water and Sewer Utilities is required, by regulation, to be prepared by Township personnel for inclusion on the Water and Sewer Utilities Operating Fund balance sheet. Annual changes in valuations, offset with a Reserve Account, are not considered as affecting results of operations. Materials and supplies of other funds are not inventoried nor included on their respective balance sheets.

Capital Fixed Assets

General:

In accordance with Technical Accounting Directive No. 85-2, Accounting for Governmental Fixed Assets, as promulgated by the Division of Local Government Services, which differs in certain respects from GAAP, the Township of Parsippany-Troy Hills has developed a fixed asset accounting and reporting system.

GAAP requires that fixed assets be capitalized at historical or estimated historical cost if actual historical cost is not available. Depreciation on utility fixed assets should also be recorded.

Capital fixed assets used in governmental operations (capital fixed assets) are accounted for in the Capital Fixed Assets. Public domain ("infrastructure") capital 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.

Acquisitions of land, buildings, machinery, equipment and other capital assets are recorded on a perpetual fixed asset record.

Vehicles, furniture, equipment and other items are reflected at replacement values at time of inventory preparation. Additions to the established fixed assets are valued at cost.

Depreciation of assets is not recorded as an operating expense of the Township.

Utilities:

Capital acquisitions, including utility infrastructure costs of the Water, Sewer and the Golf and Recreation Utilities, are recorded at cost upon purchase or project completion in the Fixed Capital Account of the utilities. The Fixed Capital Accounts are adjusted for dispositions or abandonments. The accounts include movable fixed assets of the Utility but are not specifically identified and are considered as duplicated in the Fixed Asset Group of Accounts. The duplication is considered as insignificant on its effect on the financial statements taken as a whole.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Basis of Accounting (Continued)

Capital Fixed Assets (Continued)

Utilities: (Continued)

Utility improvements that may have been constructed by developers are not recorded as additions to Fixed Capital.

Fixed Capital of the Utilities are offset by accumulations in Amortization Reserve Accounts. The accumulations represent costs of fixed assets purchased with budgeted funds or acquired by gift as well as grants, developer contributions or liquidations of related bonded debt and other liabilities incurred upon fixed asset acquisition.

The Fixed Capital Accounts reflected herein are as recorded in the records of the municipality and do not necessarily reflect the true condition of such Fixed Capital. The records consist of a control account only. Detailed records are not maintained.

D. Basic Financial Statements

The GASB Codification also defines the financial statements of a governmental unit to be presented in the general purpose financial statements to be in accordance with GAAP. The Township of Parsippany-Troy Hills presents the financial statements listed in the table of contents which are required by the Division of Local Government Services and which differ from the financial statements required by GAAP. In addition, the Division requires the financial statements listed in the table of contents to be referenced to the supplementary schedules. This practice differs from GAAP.

2. CASH, CASH EQUIVALENTS AND INVESTMENTS

A. Cash and Cash Equivalents

New Jersey statutes permit the deposit of public funds in institutions located in New Jersey, which are insured by the Federal Deposit Insurance Corporation (FDIC) or any other agencies of the United States that insures deposits or the State of New Jersey Cash Management Fund.

The State of New Jersey Cash Management Fund is authorized by statute and regulations of the State Investment Council to invest in fixed income and debt securities which mature or are redeemed within one year. Twenty-five percent of the Fund may be invested in eligible securities which mature within two years provided, however, the average maturity of all investments in the Fund shall not exceed one year. Collateralization of fund investments is generally not required.

In addition, by regulation of the Division of Local Government Services, municipalities are allowed to deposit funds in the Municipal Bond Insurance Association (MBIA) through their investment management company, the Municipal Investors Service Corporation.

In accordance with the provisions of the Governmental Unit Deposit Protection Act of New Jersey, public depositories are required to maintain collateral for deposits of public funds that exceed insurance limits as follows:

The market value of the collateral must equal five percent of the average daily balance of public funds or

If the public funds deposited exceed 75 percent of the capital funds of the depository, the depository must provide collateral having a market value equal to 100 percent of the amount exceeding 75 percent.

2. CASH, CASH EQUIVALENTS AND INVESTMENTS (Continued)

A. Cash and Cash Equivalents (Continued)

All collateral must be deposited with the Federal Reserve Bank, The Federal Home Loan Bank Board or a banking institution that is a member of the Federal Reserve System and has capital funds of not less than \$25,000,000.00.

B. Investments

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

- . Bonds or other obligations of the United States of America or obligations guaranteed by the United States of America. This includes instruments such as Treasury bills, notes and bonds.
- . Government money market mutual funds.
- . Any federal agency or instrumentality obligation authorized by Congress that matures within 397 days from the date of purchase, and has a fixed rate of interest not dependent on any index or external factors.
- . Bonds or other obligations of the local unit or school districts of which the local unit is a part.
- . Any other obligations with maturities not exceeding 397 days, as permitted by the Division of Investments.
- . Local government investment pools, such as New Jersey CLASS, and the New Jersey Arbitrage Rebate Management Program.
- . New Jersey State Cash Management Fund.
- . Repurchase agreements of fully collateralized securities, subject to special conditions.

In addition, a variety of State laws permit local governments to invest in a wide range of obligations issued by State governments and its agencies.

As of December 31, 2009, the Township had funds on deposit in checking, governmental money market funds and investment accounts. The amount on deposit of the Township's Cash and Cash Equivalents as of December 31, 2009 was \$45,782,605.09. These funds constitute "deposits with financial institutions" as defined by GASB Statement No. 40. There were no securities categorized as investments as defined by GASB Statement No. 40.

3. TAXES AND TAX TITLE LIENS RECEIVABLE

Property assessments are determined on true values and taxes are assessed based upon these values. The residential tax bill includes the levies for the Township, County and School purposes. Certified adopted budgets are submitted to the County Board of Taxation by each taxing district. The tax rate is determined by the board upon the filing of these budgets.

The tax bills are mailed by the Tax Collector annually in June and are payable in four quarterly installments due the first of August and November of the current year and a preliminary billing due the first of February and May of the subsequent year. The August and November billings represent the third and fourth quarter installments and is calculated by taking the total year tax levy less the preliminary first and second quarter installments due February and May. The preliminary levy is based on one-half of the current year's total tax.

3. TAXES AND TAX TITLE LIENS RECEIVABLE (Continued)

Tax installments not paid by the above due dates are subject to interest penalties determined by a resolution of the governing body. The rate of interest in accordance with the aforementioned resolution is 8% per annum on the first \$1,500.00 of delinquency and 18% on any delinquency in excess of \$1,500.00. The resolution also sets a grace period of ten days before interest is calculated. In addition, any delinquency in excess of \$10,000.00 at the end of the calendar year is subject to a 6% penalty on the unpaid balance.

Taxes unpaid on the 11th day of the eleventh month in the fiscal year when the taxes become in arrears are subject to the tax sale provisions of the New Jersey statutes. The municipality may institute in rem foreclosure proceedings after six months from the date of the sale if the lien has not been redeemed.

The following is a five year comparison of certain statistical information relative to property taxes and property tax collections for the current and previous four years.

Comparative Schedule of Tax Rates

	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
Tax Rate	<u>\$2.335</u>	<u>\$ 2.227</u>	<u>\$ 2.14</u>	<u>\$ 2.03</u>	<u>\$ 1.90</u>
Apportionment of Tax Rate:					
Municipal	\$0.517	\$ 0.491	\$ 0.47	\$ 0.45	\$ 0.42
County	0.256	0.244	0.23	0.22	0.21
School	1.499	1.417	1.36	1.28	1.20
Municipal Open Space	0.020	0.020	0.02	0.02	0.02
County Open Space	0.043	0.055	0.06	0.06	0.05

Fire District tax rates are not included above.

Assessed Valuations

<u>Year</u>	<u>Amount</u>
2009	\$ 7,498,142,742.00
2008	7,546,086,291.00
2007	7,588,282,376.00
2006	7,675,966,325.00
2005	7,773,465,557.00

Comparison of Tax Levies and Collections

<u>Year</u>	<u>Tax Levy*</u>	<u>Collections</u>	<u>Percentage of Collections</u>
2009	\$ 178,695,176.29	\$ 177,178,888.71	99.15 %
2008	171,522,238.16	170,225,464.39	99.24
2007	165,266,161.08	163,700,457.97	99.05
2006	158,860,276.29	157,206,735.45	98.95
2005	150,572,422.62	149,162,482.42	99.06

*Includes Levy for Fire District.

3. TAXES AND TAX TITLE LIENS RECEIVABLE (Continued)

Delinquent Taxes and Tax Liens

<u>Year</u>	<u>Amount of Tax Title Liens</u>	<u>Amount of Delinquent Taxes</u>	<u>Total Delinquent</u>	<u>Percentage of Tax Levy</u>
2009	\$ 87,540.43	\$ 1,480,992.52	\$ 1,568,532.95	0.87 %
2008	82,483.93	1,270,453.41	1,352,937.34	0.78
2007	79,224.37	1,541,387.66	1,620,612.03	0.98
2006	75,766.29	1,638,252.11	1,714,018.40	1.07
2005	72,479.78	1,021,948.78	1,094,428.56	0.72

4. PROPERTY ACQUIRED BY TAX TITLE LIEN LIQUIDATION

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

<u>Year</u>	<u>Amount</u>
2009	\$ 1,428,800.00
2008	1,428,800.00
2007	1,428,800.00
2006	1,428,800.00
2005	1,428,800.00

5. WATER CONSUMER ACCOUNTS RECEIVABLE

The Township of Parsippany-Troy Hills maintains a utility fund for the billing and collection of water rents. Billings are done on a quarterly basis.

A comparison of Water Utility billings and collections for the past five years are as follows:

<u>Year</u>	<u>Billing</u>	<u>Collection</u>
2009	\$ 5,664,812.85	\$ 6,011,261.04
2008	6,436,900.54	6,568,449.47
2007	6,139,985.33	5,941,859.33
2006	5,648,323.59	5,664,437.83
2005	5,935,564.09	5,789,415.25

6. SEWER TREATMENT PLANT INCOME

The Township of Parsippany-Troy Hills maintains a utility fund for the billing and collection of sewer rents and septage removal. The Township bills sewer user charges on a quarterly basis and septage removal on a monthly basis.

6. SEWER TREATMENT PLANT INCOME (Continued)

A comparison of billings and collections for the past five years are as follows:

<u>Year</u>	<u>Billing</u>	<u>Collection</u>
2009	\$ 15,019,265.31	\$ 15,709,081.19
2008	15,806,553.59	15,594,651.19
2007	15,614,475.67	15,723,913.93
2006	14,123,433.40	14,038,600.08
2005	12,213,798.53	12,135,897.67

7. GOLF AND RECREATION FEES

The Township of Parsippany-Troy Hills maintains a utility fund for two golf courses. The Knoll West Golf Course is a private golf course and the Knoll East Golf Course is a public golf course.

A comparison of accrued revenue for the past five years is as follows:

<u>Year</u>	<u>Total</u>	<u>Membership Fees</u>	<u>Other Fees</u>	<u>Cart Rentals</u>
2009	\$ 3,418,755.09	\$ 831,719.00	\$ 2,008,348.40	\$ 578,687.69
2008	3,525,559.64	829,385.30	2,086,312.89	609,861.45
2007	3,558,204.93	827,856.00	2,112,485.39	617,863.54
2006	3,183,098.35	712,641.90	1,841,297.83	629,158.62
2005	3,140,377.98	709,124.61	1,795,907.05	635,346.32

8. FUND BALANCES APPROPRIATED

	<u>Year</u>	<u>Balance December 31</u>	<u>Utilized in Budgets of Succeeding Year</u>
Current Fund:	2009	\$ 5,588,804.11	\$ 3,250,000.00 *
	2008	5,441,427.77	3,300,000.00
	2007	6,185,186.93	4,000,000.00
	2006	5,419,028.42	3,500,000.00
	2005	6,333,294.55	4,000,000.00
Water Utility Operating Fund:	2009	169,849.83	60,000.00 *
	2008	369,849.83	200,000.00
	2007	325,918.51	200,000.00
	2006	349,979.51	250,000.00
	2005	787,198.58	528,500.00
Sewer Utility Operating Fund:	2009	4,035,496.68	1,250,000.00 *
	2008	2,161,756.18	500,000.00
	2007	1,241,457.60	-
	2006	216,695.58	150,000.00
	2005	56,809.14	-
Golf and Recreation Utility Operating Fund:	2009	336,557.76	275,000.00 *
	2008	629,185.09	550,000.00
	2007	791,039.09	350,000.00
	2006	679,947.73	600,000.00
	2005	775,660.64	400,000.00

*As introduced.

9. PENSION PLANS

Description of Systems

Substantially all of the Township's employees participate in one of the following contributory defined benefit public employee retirement systems which have been established by State statute: the Public Employees' Retirement System (PERS) or the Police and Firemen's Retirement System (PFRS). These systems are sponsored and administered by the New Jersey Division of Pensions and Benefits. The Public Employees' Retirement System and the Police and Firemen's Retirement System is considered a cost sharing multiple-employer plan.

Public Employees' Retirement System:

The Public Employees' Retirement System (PERS) was established in January, 1955 under the provisions of N.J.S.A. 43:15A to provide coverage, including post-retirement health care, to 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. Membership is mandatory for such employees and vesting occurs after 8 to 10 years of service and 25 years for health care coverage. Members are eligible for retirement at age 60 with an annual benefit generally determined to be 1/55th of the average annual compensation for the highest three fiscal years' compensation for each year of membership during years of creditable service. Pension benefits for members enrolled in the system after May 21, 2010 would be based on 1/60th of the average annual compensation for the last five years of service or any five fiscal years of membership that provide the largest benefit to the member or the member's beneficiary. Early retirement is available to those under age 60 with 25 or more years of credited service. Anyone who retires early and is under age 55 receives retirement benefits as calculated in the above-mentioned formula but at a reduced rate (one quarter of one percent for each month the member lacks of attaining age 55).

Police and Firemen's Retirement System:

The Police and Firemen's Retirement System (PFRS) was established in July 1944, under the provisions of N.J.S.A. 43:16A to provide coverage to substantially all full time county and municipal police or firemen and State firemen appointed after June 30, 1944. Membership is mandatory for such employees. Members may opt for Service Retirement if over age 55 or Special Retirement at any age if they have a minimum of 25 years of service or 20 years of service if enrolled in the PFRS as of January 18, 2000. Retirement benefits vary depending on age and years of service.

Chapter 428, Public Law of 1999, effective January 18, 2000, allows a member, age 55 and older with 20 or more years of service, to retire with a benefit equaling 50% of final compensation, in lieu of the regular retirement allowance available to the member. Final compensation means the compensation received by the member in the last twelve months of creditable service preceding retirement.

In addition, a member of the system as of the effective date of this law may retire with 20 or more years of service with a retirement allowance of 50% of final compensation, regardless of age, and, if required to retire because of attaining the mandatory retirement age of 65 years, an additional 3% of final compensation for every additional year of creditable service up to 25 years.

9. PENSION PLANS (Continued)

Contributions Required and Made

Contributions made by employees for PERS and PFRS are currently 5.5% and 8.5% of their base wages, respectfully. Employer contributions are actuarially determined on an annual basis by the Division of Pensions. Contributions to the plan for the past three (3) years are as follows:

Year	PERS		PFRS	
	Township	Employees	Township	Employees
2009	\$ 1,330,019.00	\$ 866,648.99	\$ 2,431,785.00	\$ 947,985.87
2008	1,009,882.40	832,691.80	2,488,481.00	894,268.43
2007	533,160.60	774,640.06	1,568,270.40	883,648.89

10. DEFINED CONTRIBUTION RETIREMENT PROGRAM

Description of System

The Defined Contribution Retirement Program (DCRP) was established on July 1, 2007 for certain public employees under the provisions of Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007. The program provides eligible members, with a minimum base salary of \$1,500.00 or more, with a tax-sheltered, defined contribution retirement benefit, in addition to life insurance and disability coverage. The DCRP is jointly administered by the Division of Pensions and Benefits and Prudential Financial.

If the eligible elected or appointed official will earn less than \$5,000.00 annually, the official may choose to waive participation in the DCRP for that office or position. This waiver is irrevocable.

This retirement program is a new pension system where the value of the pension is based on the amount of the contribution made by the employee and employer and through investment earnings. It is similar to a Deferred Compensation Program where the employee has a portion of tax deferred salary placed into an account that the employee manages through investment options provided by the employer.

The law requires that three classes of employees enroll in the DCRP, detailed as follows:

- All elected officials taking office on or after July 1, 2007, except that a person who is reelected to an elected office held prior to that date without a break in service may remain in the Public Employees' Retirement System (PERS).
- A Governor appointee with the advice and consent of the Legislature or who serves at the pleasure of the Governor only during that Governor's term of office.
- Other employees commencing service after July 1, 2007, pursuant to an appointment by an elected official or elected governing body which include the statutory untenured chief administrative officer such as the Business Administrator, County Administrator or Municipal or County Manager, Department Heads, Legal Counsel, Municipal or County Engineer, Municipal Prosecutor and the Municipal Court Judge.

Notwithstanding the foregoing requirements other employees who hold a professional license or certificate or meet other exceptions are permitted to remain to join or remain in PERS.

Contributions Required and Made

Contributions made by employees for DCRP are currently at 5.5% of their base wages. Member contributions are matched by a 3.0% employer contribution.

During the year 2009 there were no officials or employees enrolled in the DCRP.

11. POST-RETIREMENT BENEFITS

Plan Description

The Township of Parsippany, by contractual agreement, provides certain post-employment benefits to retired employees and their covered eligible dependents which include health insurance, prescription, dental and vision coverage. Eligible employees who retire in the Police and Firemen's Retirement System also receive life insurance coverage.

For the employee to be eligible for such benefits the retiree in the Public Employees' Retirement System must have twenty-five years or more of pension service credits and twenty-five years of service with the Township and the retiree in the Police and Firemen's System must have twenty-five years or more of pension service credits and fifteen years of service with the Township.

Eligible retirees under the Public Employees' Retirement System will receive post-employment benefits until they reach the age of 65. Eligible retirees under the Police and Firemen's Retirement System will receive post-employment benefits for life.

Actuarial Valuations

The Township of Parsippany has contracted with an actuary and received an actuarial certification regarding the plan in accordance with the requirements of GASB 45, detailed as follows:

Projected Unfunded Accrued Liability as of December 31, 2009	<u>\$ 55,775,069.00</u>
Net OPEB Obligation December 31, 2008	\$ 1,426,909.00
Annual OPEB Cost	<u>3,421,018.00</u>
	4,847,927.00
Contributions Made	<u>1,895,174.00</u>
Net OPEB Obligation December 31, 2009	<u>\$ 2,952,753.00</u>

Other Information*

Active Participants:	
Eligible for Benefits	10
Noneligible for Benefits	410
Inactive Participants	110
Market Value of Assets	\$ -

*This information was not updated since December 31, 2008.

12. MUNICIPAL DEBT

The Local Bond Law governs the issuance of bonds and notes to finance general capital expenditures. All bonds are retired in serial installments within the statutory period of usefulness. Bonds issued by the Township are general obligation bonds, backed by the full faith and credit of the Township. Pursuant to N.J.S.A. 40A:2-8, bond anticipation notes, which are issued to temporarily finance capital projects, cannot be renewed past the third anniversary unless an amount equal to at least the first legal requirement is paid prior to each anniversary, and must be paid off within ten years and five months or retired by the issuance of bonds.

Summary of Municipal Debt (Excluding Current and Operating Debt)

	<u>Year 2009</u>	<u>Year 2008</u>	<u>Year 2007</u>
<u>Issued</u>			
General:			
Bonds and Notes	\$ 63,947,809.86	\$ 58,760,588.50	\$ 61,213,964.32
Loans	852,335.30	1,018,643.50	1,231,675.29
Water Utility Fund:			
Bonds and Notes	6,915,766.15	6,776,933.17	7,308,899.03
Loans	327,803.64	350,284.95	373,120.57
Sewer Utility Fund:			
Bonds and Notes	11,596,064.21	9,054,432.57	10,893,395.40
Golf and Recreation Fund:			
Bonds and Notes	3,395,385.52	3,401,963.36	3,251,541.00
	<u>87,035,164.68</u>	<u>79,362,846.05</u>	<u>84,272,595.61</u>
 <u>Authorized but Not Issued</u>			
General:			
Bonds and Notes	6,133,781.69	10,481,631.69	7,436,403.69
Water Utility:			
Bonds and Notes	982,500.00	897,500.00	827,000.00
Sewer Utility:			
Bonds and Notes	34,310,555.00	3,308,855.00	530,355.00
Golf and Recreation Utility:			
Bonds and Notes	285,000.00	712,750.00	902,500.00
	<u>41,711,836.69</u>	<u>15,400,736.69</u>	<u>9,696,258.69</u>
 Total Debt	 <u>128,747,001.37</u>	 <u>94,763,582.74</u>	 <u>93,968,854.30</u>
 Less: Cash on Hand:			
General Capital Fund	1,998.79	1,998.79	50,074.00
Water Capital Fund	204,438.21	204,438.21	204,438.21
Federal and State Grants			
Receivable:			
Sewer Capital Fund		44,000.00	44,000.00
	<u>206,437.00</u>	<u>250,437.00</u>	<u>298,512.21</u>
 Net Bonds and Notes Issued and Authorized but Not Issued	 <u>\$ 128,540,564.37</u>	 <u>\$ 94,513,145.74</u>	 <u>\$ 93,670,342.09</u>

12. MUNICIPAL DEBT (Continued)

Summary of Statutory Debt Condition - Annual Debt Service

The summarized statement of debt condition which follows is prepared in accordance with the required methods of setting up the Annual Debt Statement and indicates a statutory net debt of 0.727%.

	<u>Gross Debt</u>	<u>Deductions</u>	<u>Net Debt</u>
School	\$ 45,183,000.00	\$ 45,183,000.00	\$
General	70,933,926.85	1,998.79	70,931,928.06
Water Utility	8,226,069.79	8,226,069.79	
Sewer Utility	45,906,619.21	45,906,619.21	
Golf and Recreation Utility	<u>3,680,385.52</u>	<u>3,680,385.52</u>	
	<u>\$ 173,930,001.37</u>	<u>\$ 102,998,073.31</u>	<u>\$ 70,931,928.06</u>

Net debt, \$70,931,928.06, divided by Equalized Valuation Basis per N.J.S. 40A:2-2 as amended, \$9,752,107,109.00 equals 0.727%.

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

3 1/2% of Equalized Valuation Basis	\$ 341,323,748.81
Net Debt	<u>70,931,928.06</u>
Remaining Borrowing Power	<u>\$ 270,391,820.75</u>

Calculation of "Self-Liquidating Purposes" Water Utility per N.J.S. 40A:2-45

Fund Balance Utilized and Cash Receipts from Fees, Rents or Other Charges for Year	\$ 6,462,462.81
Deductions:	
Operating and Maintenance Costs	\$ 5,282,300.00
Debt Service per Water Utility Operating Fund	<u>1,173,509.79</u>
	<u>6,455,809.79</u>
Excess in Revenue	<u>\$ 6,653.02</u>

There being an excess in revenue, all Water Utility Debt is deductible for Debt Statement purposes.

12. MUNICIPAL DEBT (Continued)

Calculation of "Self-Liquidating Purposes" Sewer Utility per N.J.S. 40A:2-45

Fund Balance Utilized and Cash Receipts from Fees, Rents or Other Charges for Year		\$ 16,699,880.98
Deductions:		
Operating and Maintenance Costs	\$ 10,473,922.00	
Debt Service per Water Utility Operating Fund	<u>2,745,144.26</u>	
		<u>13,219,066.26</u>
Excess in Revenue		<u>\$ 3,480,814.72</u>

There being an excess in revenue, all Sewer Utility Debt is deductible for Debt Statement purposes.

Calculation of "Self-Liquidating Purposes" Golf and Recreation Utility per N.J.S. 40A:2-45

Fund Balance Utilized and Cash Receipts from Fees, Rents or Other Charges for Year		\$ 4,938,790.63
Deductions:		
Operating and Maintenance Costs	\$ 3,980,475.00	
Debt Service per Water Utility Operating Fund	<u>735,955.41</u>	
		<u>4,716,430.41</u>
Excess in Revenue		<u>\$ 222,360.22</u>

There being an excess in revenue, all Golf and Recreation Utility Debt is deductible for Debt Statement purposes.

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

12. MUNICIPAL DEBT (Continued)

As of December 31, 2009, the Township's long-term debt is as follows:

General Obligation Bonds

Serial Bonds:

\$22,600,000.00, 2002 Bonds due in annual installments of \$1,500,000.00 to \$2,020,000.00 through October, 2017, interest at 3.25% to 4.00%	\$14,005,000.00	
\$23,261,000.00, 2005 Bonds due in annual installments of \$895,000.00 to \$1,570,000.00 through July, 2025, interest at 4.00% to 4.125%	20,041,000.00	
\$17,000,000.00, 2008 Bonds due in annual installments of \$1,300,000.00 to \$2,000,000.00 through July, 2019, interest at 3.25% to 4.00%	<u>16,000,000.00</u>	\$ 50,046,000.00

Refunding Bonds:

\$12,461,000.00, 1992 Capital Appreciation Bonds due in annual installments of \$127,809.86 through April, 2010	127,809.86	
\$21,513,000.00, 1993 Bonds due in annual installments of \$862,000.00 to \$1,597,000.00 through February, 2011, interest at 5.00%	2,459,000.00	
\$2,620,000.00, 2009 Bonds due in annual installments of \$855,000.00 to \$890,000.00 through December, 2011, interest at 2.00% to 4.00%	<u>1,745,000.00</u>	
		<u>4,331,809.86</u>
		<u>\$ 54,377,809.86</u>

12. MUNICIPAL DEBT (Continued)

Water Utility Bonds

Serial Bonds:

\$2,835,000.00, 2002 Bonds due in annual installments of \$190,000.00 to \$250,000.00 through October, 2017, interest at 3.25% to 4.00%	\$ 1,765,000.00	
\$456,000.00, 2005 Bonds due in annual installments of \$25,000.00 to \$40,000.00 through July, 2020, interest at 4.00%	371,000.00	
\$1,700,000.00, 2008 Bonds due in annual installments of \$100,000.00 to \$200,000.00 through July, 2019, interest at 3.25% to 4.00%	<u>1,600,000.00</u>	\$ 3,736,000.00

Refunding Bonds:

\$55,154,000.00, 1992 Capital Appreciation Bonds due in annual installments of \$52,266.15 through April, 2010	52,266.15	
\$3,199,000.00, 1993 Bonds due in annual installments of \$127,000.00 to \$235,000.00 through February, 2011, interest at 5.00%	362,000.00	
\$1,185,000.00, 2003 Bonds due in annual installments of \$110,000.00 to \$125,000.00 through December, 2013, interest at 3.25% to 4.00%	475,000.00	
\$1,630,000.00, 2009 Bonds due in annual installments of \$170,000.00 to \$190,000.00 through December, 2017, interest at 2.00% to 4.125%	<u>1,435,000.00</u>	<u>2,324,266.15</u>
		<u>\$ 6,060,266.15</u>

12. MUNICIPAL DEBT (Continued)

Sewer Utility Bonds

Serial Bonds:

\$2,565,000.00, 2002 Bonds due in annual installments of \$170,000.00 to \$230,000.00 through October, 2017, interest at 3.25% to 4.00%	\$ 1,590,000.00	
\$1,283,000.00, 2005 Bonds due in annual installments of \$75,000.00 to \$115,000.00 through July, 2020, interest at 4.00%	1,028,000.00	
\$800,000.00, 2008 Bonds due in annual installments of \$60,000.00 to \$100,000.00 through July, 2019, interest at 3.25% to 4.00%	<u>740,000.00</u>	\$ 3,358,000.00

Refunding Bonds:

\$24,494,000.00, 1992 Capital Appreciation Bonds due in annual installments of \$250,764.21 through April, 2010	250,764.21	
\$4,068,000.00, 1993 Bonds due in annual installments of \$161,000.00 to \$298,000.00 through February, 2011 interest at 5.00%	459,000.00	
\$2,985,000.00, 2003 Bonds due in annual installments of \$170,000.00 to \$330,000.00 through December, 2013, interest at 3.25% to 4.00%	1,000,000.00	
\$2,871,000.00, 2009 Bonds due in annual installments of \$295,000.00 to \$330,000.00 through December, 2017, interest at 2.00% to 4.125%	<u>2,525,000.00</u>	<u>4,234,764.21</u>
		<u>\$ 7,592,764.21</u>

12. MUNICIPAL DEBT (Continued)

Golf and Recreation Utility Bonds

Serial Bonds:

\$1,500,000.00, 2008 Bonds due in annual installments of \$90,000.00 to \$170,000.00 through July, 2019, interest at 3.25% to 4.00%	\$ 1,410,000.00
---	-----------------

Refunding Bonds:

\$860,474.50, 1992 Capital Appreciation Bonds due in annual installments of \$9,185.52 through April, 2010	\$ 9,185.52	
\$3,805,000.00, 2003 Bonds due in annual installments of \$405,000.00 to \$415,000.00 through December, 2012, interest at 3.25% to 4.00%	1,230,000.00	
\$259,000.00, 2009 Bonds due in annual installments of \$85,000.00 to \$90,000.00 through December, 2011, interest at 2.00% to 4.00%	<u>175,000.00</u>	
		<u>1,414,185.52</u>
		<u>\$ 2,824,185.52</u>

Green Acres Trust Loans Payable

The Township of Parsippany-Troy Hills entered into loan agreements with the State of New Jersey, Department of Environmental Protection and Energy under the Green Acres Trust Program to finance part of the acquisition of certain lands at an interest rate of 2.0%.

\$1,500,000.00, 1996 Loan due in semi-annual installments of \$46,637.40 through April, 2016, interest at 2.0%	\$ 565,886.01	
\$664,482.00, 1997 Loan due in semi-annual installments of \$20,659.80 through May, 2017, interest at 2.0%	<u>286,449.29</u>	
		<u>\$ 852,335.30</u>

N.J. Environmental Infrastructure Trust Loan Payable

Loan agreements were entered into by the Township of Parsippany-Troy Hills with the New Jersey Department of Environmental Protection for the purpose of improvements to the water system at an interest rate of 4.75% to 5.50%. Loan payable at December 31, 2009 in the amount of \$327,803.64 is detailed as follows:

Trust Share	\$ 175,000.00
Fund Share	<u>152,803.64</u>
	<u>\$ 327,803.64</u>

12. MUNICIPAL DEBT (Continued)

An amortization schedule detailing principal and interest is detailed as follows:

<u>Calendar Year</u>	<u>Total</u>	<u>2001 Loan</u>	
		<u>Principal</u>	<u>Interest</u>
2010	\$ 31,034.21	\$ 22,159.21	\$ 8,875.00
2011	30,129.91	21,804.91	8,325.00
2012	29,225.59	21,450.59	7,775.00
2013	36,542.28	29,317.28	7,225.00
2014	35,185.81	28,785.81	6,400.00
2015	33,952.66	28,302.66	5,650.00
2016	32,719.52	27,819.52	4,900.00
2017	31,486.36	27,336.36	4,150.00
2018	30,253.22	26,853.22	3,400.00
2019	29,020.07	26,370.07	2,650.00
2020	36,007.91	34,107.91	1,900.00
2021	34,446.10	33,496.10	950.00
	<u>\$ 390,003.64</u>	<u>\$ 327,803.64</u>	<u>\$ 62,200.00</u>

Bond Anticipation Notes

Outstanding Bond Anticipation Notes are summarized as follows:

	<u>Maturity Date</u>	<u>Interest Rate</u>	<u>Amount</u>
General Capital Fund	11-10-10	2.00 %	<u>\$ 9,570,000.00</u>
Water Capital Fund	11-10-10	2.00	<u>\$ 855,500.00</u>
Sewer Capital Fund	11-10-10	2.00	<u>\$ 4,003,300.00</u>
Golf and Recreation Capital Fund	11-10-10	2.00	<u>\$ 571,200.00</u>

Statutory requirements for providing sums equivalent to legally payable installments for the redemption of notes (Budget Appropriations) and permanent funding (Bond Issues) are summarized as follows:

<u>Original Notes Issued</u>	<u>Legal Installments Due</u>	<u>Permanent Funding Required as of May 1</u>
2009	2012 - 2019	2020

12. MUNICIPAL DEBT (Continued)

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

REFUNDING BONDS

1992 ISSUE

Calendar Year	Total	General		Water Utility		Sewer Utility		Golf and Recreation Utility	
		Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2010	\$ 1,424,999.98	\$ 127,809.86	\$ 285,440.13	\$ 52,266.15	\$ 118,733.85	\$ 250,764.21	\$ 561,485.79	\$ 9,185.52	\$ 19,314.47

1993 ISSUE

Calendar Year	Total	General		Water Utility		Sewer Utility	
		Principal	Interest	Principal	Interest	Principal	Interest
2010	\$ 2,240,750.00	\$ 1,597,000.00	\$ 83,025.00	\$ 235,000.00	\$ 12,225.00	\$ 298,000.00	\$ 15,500.00
2011	1,178,750.00	862,000.00	21,550.00	127,000.00	3,175.00	161,000.00	4,025.00
	\$ 3,419,500.00	\$ 2,459,000.00	\$ 104,575.00	\$ 362,000.00	\$ 15,400.00	\$ 459,000.00	\$ 19,525.00

2003 ISSUE

Calendar Year	Total	Water Utility		Sewer Utility		Golf and Recreation Utility	
		Principal	Interest	Principal	Interest	Principal	Interest
2010	\$ 937,600.00	\$ 110,000.00	\$ 17,575.00	\$ 325,000.00	\$ 35,912.50	\$ 405,000.00	\$ 44,112.50
2011	930,300.00	120,000.00	14,000.00	330,000.00	25,350.00	410,000.00	30,950.00
2012	750,200.00	120,000.00	9,800.00	175,000.00	13,800.00	415,000.00	16,600.00
2013	306,800.00	125,000.00	5,000.00	170,000.00	6,800.00		
	\$ 2,924,900.00	\$ 475,000.00	\$ 46,375.00	\$ 1,000,000.00	\$ 81,862.50	\$ 1,230,000.00	\$ 91,662.50

12. MUNICIPAL DEBT (Continued)

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

REFUNDING BONDS

2009 ISSUE

Calendar Year	Total	General		Water Utility		Sewer Utility		Golf and Recreation Utility	
		Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2010	\$ 1,616,493.76	\$ 855,000.00	\$ 66,000.00	\$ 170,000.00	\$ 50,168.76	\$ 295,000.00	\$ 88,625.00	\$ 85,000.00	\$ 6,700.00
2011	1,614,193.76	890,000.00	34,100.00	170,000.00	43,968.76	305,000.00	77,625.00	90,000.00	3,500.00
2012	588,493.76			175,000.00	37,568.76	310,000.00	65,925.00		
2013	583,793.76			175,000.00	34,068.76	315,000.00	59,725.00		
2014	571,600.00			180,000.00	27,900.00	315,000.00	48,700.00		
2015	566,800.00			185,000.00	20,700.00	325,000.00	36,100.00		
2016	556,400.00			190,000.00	13,300.00	330,000.00	23,100.00		
2017	541,450.00			190,000.00	7,837.50	330,000.00	13,612.50		
	<u>\$ 6,639,225.04</u>	<u>\$ 1,745,000.00</u>	<u>\$ 100,100.00</u>	<u>\$ 1,435,000.00</u>	<u>\$ 235,512.54</u>	<u>\$ 2,525,000.00</u>	<u>\$ 413,412.50</u>	<u>\$ 175,000.00</u>	<u>\$ 10,200.00</u>

2010 ISSUE

Calendar Year	Total	General		Water Utility		Sewer Utility	
		Principal	Interest	Principal	Interest	Principal	Interest
2010	\$ 197,788.34	\$ 10,000.00	\$ 151,477.79	\$ 199,000.00	\$ 19,075.38	\$ 179,000.00	\$ 17,235.17
2011	2,436,950.02	1,547,000.00	412,921.26	200,000.00	52,023.76	180,000.00	47,005.00
2012	2,448,450.02	1,595,000.00	381,981.26	200,000.00	48,043.76	180,000.00	43,425.00
2013	2,474,200.02	1,660,000.00	334,131.26	210,000.00	42,043.76	190,000.00	38,025.00
2014	2,485,500.00	1,720,000.00	286,800.00	215,000.00	36,050.00	195,000.00	32,650.00
2015	2,490,400.00	1,775,000.00	234,300.00	225,000.00	29,450.00	200,000.00	26,650.00
2016	2,508,850.00	1,845,000.00	176,550.00	235,000.00	22,150.00	210,000.00	20,150.00
2017	2,518,300.00	1,940,000.00	95,600.00	240,000.00	11,800.00	220,000.00	10,900.00
	<u>\$ 17,560,438.40</u>	<u>\$ 12,092,000.00</u>	<u>\$ 2,073,761.57</u>	<u>\$ 1,524,000.00</u>	<u>\$ 260,636.66</u>	<u>\$ 1,374,000.00</u>	<u>\$ 236,040.17</u>

The above Schedule of Annual Debt Service has been adjusted for a 2010 Refunding Bond Issue as described in Note 18.

12. MUNICIPAL DEBT (Continued)

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

GENERAL BONDS

Calendar Year	Total	General		Water Utility		Sewer Utility		Golf and Recreation Utility	
		Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2010	\$ 6,336,887.49	\$ 3,695,000.00	\$ 1,670,676.25	\$ 315,000.00	\$ 109,159.37	\$ 305,000.00	\$ 100,026.87	\$ 90,000.00	\$ 52,025.00
2011	4,206,862.50	2,345,000.00	1,314,427.50	130,000.00	69,840.00	135,000.00	63,495.00	100,000.00	49,100.00
2012	4,206,762.50	2,440,000.00	1,227,627.50	130,000.00	65,140.00	140,000.00	58,395.00	100,000.00	45,600.00
2013	4,262,912.50	2,541,000.00	1,137,277.50	131,000.00	60,440.00	148,000.00	53,095.00	150,000.00	42,100.00
2014	4,313,162.50	2,585,000.00	1,043,137.50	235,000.00	55,700.00	160,000.00	47,475.00	150,000.00	36,850.00
2015	4,297,562.50	2,680,000.00	947,237.50	235,000.00	47,300.00	165,000.00	41,425.00	150,000.00	31,600.00
2016	4,293,287.50	2,780,000.00	843,912.50	235,000.00	38,400.00	175,000.00	35,000.00	160,000.00	25,975.00
2017	4,324,387.50	2,925,000.00	736,712.50	235,000.00	29,500.00	180,000.00	28,200.00	170,000.00	19,975.00
2018	4,564,362.50	3,275,000.00	623,962.50	235,000.00	20,600.00	205,000.00	21,200.00	170,000.00	13,600.00
2019	4,463,962.50	3,320,000.00	492,962.50	240,000.00	11,200.00	210,000.00	13,000.00	170,000.00	6,800.00
2020	1,891,362.50	1,370,000.00	360,162.50	40,000.00	1,600.00	115,000.00	4,600.00		
2021	1,720,362.50	1,415,000.00	305,362.50						
2022	1,708,762.50	1,460,000.00	248,762.50						
2023	1,760,362.50	1,570,000.00	190,362.50						
2024	1,697,562.50	1,570,000.00	127,562.50						
2025	1,634,762.50	1,570,000.00	64,762.50						
	<u>\$ 55,683,324.99</u>	<u>\$ 37,541,000.00</u>	<u>\$ 11,334,908.75</u>	<u>\$ 2,161,000.00</u>	<u>\$ 508,879.37</u>	<u>\$ 1,938,000.00</u>	<u>\$ 465,911.87</u>	<u>\$ 1,410,000.00</u>	<u>\$ 323,625.00</u>

The above Schedule of Annual Debt Service has been adjusted for a 2010 Refunding Bond Issue as described in Note 18.

The interest reflected above is on the cash basis for all funds.

12. MUNICIPAL DEBT (Continued)

Green Acres Trust Acquisition Loans

An Amortization Schedule detailing principal and interest is detailed as follows:

Calendar Year	Total	1996 Loan		1997 Loan	
		Principal	Interest	Principal	Interest
2010	\$ 134,594.39	\$ 82,366.85	\$ 10,907.93	\$ 35,768.58	\$ 5,551.03
2011	134,594.40	84,022.42	9,252.36	36,487.53	4,832.09
2012	134,594.39	85,711.28	7,563.51	37,220.92	4,098.68
2013	134,594.38	87,434.07	5,840.71	37,969.06	3,350.54
2014	134,594.38	89,191.50	4,083.28	38,732.24	2,587.36
2015	134,594.40	90,984.25	2,290.53	39,510.77	1,808.85
2016	87,957.01	46,175.64	461.76	40,304.93	1,014.68
2017	20,659.81			20,455.26	204.55
	<u>\$ 916,183.16</u>	<u>\$ 565,886.01</u>	<u>\$ 40,400.08</u>	<u>\$ 286,449.29</u>	<u>\$ 23,447.78</u>

Bonds and Notes Authorized but Not Issued

There were Bonds and Notes Authorized but Not Issued in the following amounts:

Fund	Balance Dec. 31, 2009
General Capital Fund:	
General Improvements	\$ 6,133,781.69
Water Utility Capital Fund:	
General Improvements	982,500.00
Sewer Utility Capital Fund:	
General Improvements	34,310,555.00
Golf and Recreation Utility Capital Fund:	
General Improvements	285,000.00
	<u>\$ 41,711,836.69</u>

13. INTERFUND RECEIVABLES AND PAYABLES

As of December 31, 2009, interfund receivables and payables that resulted from various interfund transactions were as follows:

<u>Fund</u>	<u>Due from Other Funds</u>	<u>Due to Other Funds</u>
Current Fund	\$	\$ 760,641.83
Animal Control Trust Fund	25,788.34	
General Trust Fund	261,166.76	
Water Utility Operating Fund	87,887.13	
Sewer Utility Operating Fund	385,194.42	
Payroll Fund	605.18	
	<u>\$ 760,641.83</u>	<u>\$ 760,641.83</u>

14. DEFERRED CHARGES TO BE RAISED IN SUCCEEDING YEARS 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 sheet of the Water Operating Fund:

	<u>Balance Dec. 31, 2009</u>	<u>2010 Budget Appropriation</u>
Water Operating Fund:		
Special Emergency Authorization	\$ 100,000.00	\$ 25,000.00
Operating Deficit	7,641.33	7,641.33

15. DEFERRED COMPENSATION PLAN

The Township of Parsippany-Troy Hills offers its employees a Deferred Compensation Plan created in accordance with the provisions of N.J.S. 43:15B-1 et seq., and the Internal Revenue Code, Section 457. The plan, available to all municipal 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.

Statutory and regulatory requirements governing the establishment and operation of Deferred Compensation Plans have been codified in the New Jersey Administrative Code under the reference N.J.A.C. 5:37.

The "Small Business Job Protective Act of 1996" revised several provisions of Section 457 of the Internal Revenue Code. A provision of the act required that all existing plans be modified to provide that the funds be held for the exclusive benefit of the participating employees and their beneficiaries.

The Township of Parsippany-Troy Hills authorized such modifications to their plan by resolution of the Township Council adopted December 15, 1998.

The Administrator for the Township of Parsippany-Troy Hills Deferred Compensation Plan is the American United Life Insurance Company and Metropolitan Life Insurance Company.

16. RISK MANAGEMENT

The Township is self-insured to the extent of the amounts "deductible" from umbrella insurance coverage for Workers' Compensation and Dental Insurance.

The Township was a member of the Horizon Blue Cross Blue Shield Health Insurance Program for major medical coverage for 2009.

Umbrella insurance coverage currently in force is carried for excess Workers' Compensation claims, with specified limits detailed as follows:

Specific Loss:

The Township can pay no more than \$450,000.00 for any one accident or occurrence.

Additional coverage for employer's liability for other workers compensation litigation is in effect to the extent of \$1,000,000.00.

There have been no provisions in the financial statements for claims incurred but not reported as of December 31, 2009.

Claims for workers' compensation are funded on a cash basis through a loss fund which is administered by D and H Alternative Risk Solutions. A summary of the workers' compensation fund held by the insurance agent is detailed as follows:

Balance December 31, 2008	\$ 30,453.92
Receipts	<u>807,767.32</u>
	838,221.24
Disbursements	<u>818,977.10</u>
Balance December 31, 2009	<u>\$ 19,244.14</u>

17. CONTINGENT LIABILITIES

a. Compensated Absences

The policy of the Township of Parsippany-Troy Hills concerning sick and vacation benefits is summarized as follows:

Sick Benefit Plan:

Employees in their first year of service can accrue one sick day per month of employment. Those employees who have completed one full year of continuous service are entitled to 15 sick days per year. Unused sick leave may be accumulated without limitation.

Eligible employees, upon retirement, receive compensation for one-half of their accumulated sick days at the rate of compensation then in effect.

Police Officers will receive sixty-six percent of accumulated sick days at the rate of compensation then in effect, with a limit of two hundred days.

Police Officers have the option of taking a terminal leave and receiving compensation on a bi-weekly basis for their prorated number of unused sick days.

17. CONTINGENT LIABILITIES (Continued)

a. Compensated Absences (Continued)

Vacation Plan:

Vacation days are based upon length of service and level of employment. Upon termination, unused vacation days are paid to eligible employees computed on the employee's salary at the time of separation. The employee may elect to utilize all earned vacation days immediately preceding his separation.

It is estimated that the sum of \$6,487,913.13 computed internally at the 2009 salary rates would be payable to 382 officials and employees of the Township of Parsippany-Troy Hills as of December 31, 2009 for accumulated sick and vacation days. This amount was not verified by audit.

Provision for the above are not reflected on the Financial Statements of the Township.

b. Tax Appeals

As of June 15, 2010 there were sixty-six appeals pending before the New Jersey Tax Court with an assessed valuation of \$980,504,200.00. Potential liability was undeterminable. The Township has made provision from tax revenues, in the amount of \$272,357.13, for these appeals in the event that tax reductions are granted.

Judgments favorable to the taxpayers generally extend to two years following the year judged and would also subject the Township to a liability for statutory interest based upon the amount of taxes refunded from the date of payment to the date of refund (R.S. 54:3-27.2).

c. Federal and State Awards

The Township participates in several federal and state grant programs which are governed by various rules and regulations of the grantor agencies; therefore to the extent that the Township has not complied with the rules and regulations governing the grants, refunds of any money received may be required and the collectibility of any related receivable at December 31, 2009 may be impaired. In the opinion of management, there are no significant contingent liabilities relating to compliance with the rules and regulations governing the respective grants; therefore, no provisions have been recorded in the accompanying statutory basis financial statements for such contingencies.

d. Litigation

There is no significant litigation or any contingent liabilities, unasserted claims or assessments or statutory violations which would affect the financial position or results of operations of the Township.

General liability claims currently pending against the Township are being handled by insurance carriers.

18. SUBSEQUENT EVENTS

On May 4, 2010 the Township of Parsippany-Troy Hills issued Refunding Bonds in the sum of \$14,990,000.00 at variable interest rates from 2.00% to 5.00%.

The following principal amounts were defeased from the proceeds of the above issue:

2002 General Bonds	\$ 12,505,000.00
2002 Water Utility Bonds	1,575,000.00
2002 Sewer Utility Bonds	<u>1,420,000.00</u>
	<u>\$ 15,500,000.00</u>

A Schedule of Sources and Uses of Funds relating to the issue can be detailed as follows:

Sources of Funds:	
Par Amount of Bonds	\$ 14,990,000.00
Reoffering Premium	<u>1,051,278.40</u>
	<u>\$ 16,041,278.40</u>
Uses of Funds:	
Costs of Issuance	\$ 112,468.04
Deposit to Escrow Fund	<u>15,928,810.36</u>
	<u>\$ 16,041,278.40</u>

TOWNSHIP OF PARSIPPANY-TROY HILLS
CURRENT FUND

CASH RECEIPTS AND DISBURSEMENTS - TREASURER

A-4

	<u>Ref.</u>	<u>Regular Fund</u>		<u>State and Federal Grant Fund</u>
Balance December 31, 2008	A	\$ 3,584,721.16		\$ 222,373.32
Increased by Receipts:				
Collector	A-5	\$ 193,382,244.51		\$ 399,399.82
Investment Account Withdrawals	A-7	163,796,893.00		
Interfunds Receivable	A-15	135,422.66		
Township's Matching Funds for Grants	A-28			7,226.00
Contra Items:				
Petty Cash	Contra	250.00		
Revenue Refund	Contra	12,080.25		
Appropriation Refund	Contra	256,766.42		
		357,583,656.84		406,625.82
		361,168,378.00		628,999.14
Decreased by Disbursements:				
Prior Year Revenue Refunded	A-1	6,470.70		
Budget Appropriations	A-3	52,695,887.25		
Investment Account Deposits	A-7	156,452,075.17		
Appropriation Reserves	A-17	2,207,371.87		
Accounts Payable	A-18	33,555.86		
Due to State of New Jersey	A-19	98,913.00		
Tax Overpayments	A-20	1,117,240.81		
Interfunds Payable	A-22	2,795,311.52		
Special District Taxes	A-23	2,458,822.00		
County Taxes	A-24	22,528,064.51		
Local School District Taxes	A-25	112,326,004.00		
Appropriated Reserves for State and Federal Grants	A-28			400,757.51
Contra Items	Contra	269,096.67		
		352,988,813.36		400,757.51
Balance December 31, 2009	A,A-6	\$ 8,179,564.64		\$ 228,241.63

TOWNSHIP OF PARSIPPANY-TROY HILLS
CURRENT FUND

CASH RECEIPTS AND DISBURSEMENTS
COLLECTOR

A-5

	<u>Ref.</u>	<u>Regular Fund</u>	<u>State and Federal Grant Fund</u>
Increased by Receipts:			
Interest and Cost on Taxes	A-2a	\$ 319,893.45	\$
Miscellaneous Revenue Not Anticipated	A-2e	206,563.19	
Due from State of New Jersey per Ch. 129, P.L. 1976	A-9	441,853.87	
Taxes Receivable	A-10	176,473,026.54	
Revenue Accounts Receivable	A-14	13,808,115.20	
State and Federal Grants Receivable	A-16		304,567.32
Due to State of New Jersey	A-19	89,464.00	
Tax Overpayments	A-20	406,916.60	
Prepaid Taxes	A-26	1,459,958.44	
Prepaid Revenue	A-27	120,359.60	
Accumulated Revenue - Unappropriated	A-29	56,093.62	94,832.50
		<u>193,382,244.51</u>	<u>399,399.82</u>
Decreased by Disbursements:			
Turnovers to Treasurer	A-4	<u>193,382,244.51</u>	<u>399,399.82</u>
		<u>\$ -</u>	<u>\$ -</u>

TOWNSHIP OF PARSIPPANY-TROY HILLS
CURRENT FUND

BANK RECONCILIATION
DECEMBER 31, 2009 - TREASURER

A-6

Balance per Statement:		
J. P. Morgan Chase, Parsippany, New Jersey: #777-557371		\$ 2,948,711.45
Valley National Bank, Parsippany, New Jersey: #41200250		<u>5,536,954.96</u>
		8,485,666.41
Plus: Deposits-in-Transit	\$ 734,813.65	
NSF Checks Redeposited	197.53	
Due from Bank	<u>0.38</u>	
		<u>735,011.56</u>
		9,220,677.97
Less: Outstanding Checks		<u>812,871.70</u>
		<u>\$ 8,407,806.27</u>

Reference

Below

	<u>Ref.</u>	
Regular Fund	A-4	\$ 8,179,564.64
State and Federal Grant Fund	A-4	<u>228,241.63</u>
	Above	<u>\$ 8,407,806.27</u>

TOWNSHIP OF PARSIPPANY - TROY HILLS
CURRENT FUND

CASH - INVESTMENT ACCOUNT

A-7

	<u>Ref.</u>		
Balance December 31, 2008	A		\$ 12,487,199.20
Increased by:			
Deposits	A-4	\$ 156,452,075.17	
Accrued Interest	A-14	<u>178,292.94</u>	
			<u>156,630,368.11</u>
			169,117,567.31
Decreased by:			
Withdrawals	A-4		<u>163,796,893.00</u>
Balance December 31, 2009	A		<u>\$ 5,320,674.31</u>

Bank Reconciliation December 31, 2009

Balance per Statement:

J. P. Morgan Chase,

Parsippany, New Jersey:

#530-610019

\$ 2,506,431.90

The Provident Bank,

Parsippany, New Jersey:

#9812100387

2,814,254.41

5,320,686.31

Less: Due to Bank

12.00

\$ 5,320,674.31

TOWNSHIP OF PARSIPPANY-TROY HILLS
CURRENT FUND

CHANGE FUNDS

A-8

	<u>Ref.</u>	
Balance December 31, 2008	A	<u>\$ 815.00</u>
Balance December 31, 2009	A	<u><u>\$ 815.00</u></u>
 <u>Analysis of Balance</u>		
Tax Collector		\$ 435.00
Municipal Court Clerk		300.00
Department of Recreation		50.00
Police Department		<u>30.00</u>
		<u><u>\$ 815.00</u></u>

TOWNSHIP OF PARSIPPANY-TROY HILLS
CURRENT FUND

DUE FROM STATE OF NEW JERSEY
PER CHAPTER 129, P.L. 1976

A-9

	<u>Ref.</u>		
Balance December 31, 2008	A		\$ 68,468.90
Increased by:			
Deductions per Tax Billings:			
Senior Citizens		\$ 91,250.00	
Veterans		344,250.00	
		<u>435,500.00</u>	
Less: Deductions Disallowed by Tax Collector:			
Senior Citizens		2,144.56	
		<u>433,355.44</u>	
Plus: Deductions Allowed by Tax Collector:			
Senior Citizens		\$ 6,750.00	
Veterans		2,000.00	
		<u>8,750.00</u>	
	A-2b,10	<u>442,105.44</u>	
2008 Deductions Allowed by Tax Collector:			
Senior Citizens	A-2b,10	500.00	
		<u>442,605.44</u>	511,074.34
Decreased by:			
Deductions Disallowed by Tax Collector - 2008 Taxes Collections			
A-1		3,500.00	
A-5		441,853.87	
		<u>445,353.87</u>	
Balance December 31, 2009	A		<u><u>\$ 65,720.47</u></u>

TOWNSHIP OF PARSIPPANY-TROY HILLS
CURRENT FUND

TAX TITLE LIENS

A-11

	<u>Ref.</u>		
Balance December 31, 2008	A		\$ 82,483.93
Increased by:			
Transfer from Taxes Receivable	A-10	\$ 4,942.19	
Interest and Costs on Tax Sale of June 18, 2009	Reserve	<u>114.31</u>	
			<u>5,056.50</u>
Balance December 31, 2009	A		<u>\$ 87,540.43</u>

PROPERTY ACQUIRED FOR TAXES
(AT ASSESSED VALUATION)

A-12

	<u>Ref.</u>		
Balance December 31, 2008	A		<u>\$ 1,428,800.00</u>
Balance December 31, 2009	A		<u>\$ 1,428,800.00</u>

TOWNSHIP OF PARSIPPANY-TROY HILLS
CURRENT FUND

OTHER LIENS RECEIVABLE

A-13

	<u>Ref.</u>	<u>Property Maintenance</u>
Balance December 31, 2008	A	\$ 191,926.95
Increased by: 2009 Liens	Reserve	<u>580.00</u>
Balance December 31, 2009	A	<u>\$ 192,506.95</u>

Analysis of Balance

	<u>Block</u>	<u>Lot</u>	
	715	15	\$ 191,926.95
	554	23	<u>580.00</u>
			<u>\$ 192,506.95</u>

TOWNSHIP OF PARSHIPANY-TROY HILLS
CURRENT FUND

A-14
Sheet #1

REVENUE ACCOUNTS RECEIVABLE

Ref.	Balance Dec. 31, 2008	2009 Accruals	Collections		Balance Dec. 31, 2009
			2008	2009	
Budget Revenue					
Clerk:					
ABC Licenses	\$	74,660.00	\$	74,660.00	\$
Bingo and Raffle Licenses		7,130.00		7,130.00	
Other Business Licenses		72,575.00	67,445.00	5,130.00	
Construction Code Official:					
Fees and Permits		1,635,246.25		1,635,246.25	
Engineer:					
Fees and Permits		40,474.99		40,474.99	
Collector:					
Tax Searches		330.00		330.00	
Health Officer:					
Licenses		74,535.00		74,535.00	
Police Department:					
Fees and Permits		11,393.40		11,393.40	
Registrar of Vital Statistics:					
Licenses		855.00		855.00	
Fees and Permits		33,050.00		33,050.00	
Magistrate:					
Fines and Costs	57,501.30	779,077.74		783,470.07	53,108.97
Housing Department:					
Fees and Permits		124,375.00		124,375.00	
Zoning Board:					
Fees and Permits	250.00	33,447.06		33,697.06	
Board of Adjustments:					
Fees and Permits		17,228.75		17,228.75	
Planning Board:					
Fees and Permits		18,671.13		18,671.13	
Fire Prevention:					
Fees and Permits		201,181.00		201,181.00	
Recreation Department:					
Fees and Permits		325,131.52		325,131.52	
Purchasing Department:					
Fees and Permits		20,100.00		20,100.00	
Treasurer:					
Fees and Permits		56,040.32		56,040.32	
Payment in Lieu of Taxes - New Jersey Housing					
Finance Agency - Senior Citizen Apartment	555.45	144,490.55		144,455.00	591.00

TOWNSHIP OF PARSIPPANY-TROY HILLS
CURRENT FUND

REVENUE ACCOUNTS RECEIVABLE

	Ref.	Balance		2009		Collections		Balance
		Dec. 31, 2008	Accruals	2008	2009	Dec. 31, 2009		
<u>Budget Revenue</u>								
Garbage and Trash Removal Fees	A-2a	\$ 193,556.23	\$ 1,454,931.02	\$ 15,721.34	\$ 1,442,504.97		\$ 190,260.94	
Special Police Services	A-2a		7,970.68		7,970.68			
Community Center Revenue - Concession Rents	A-2a		153,633.49		153,633.49			
State of New Jersey:								
Consolidated Municipal Property Tax Relief Aid	A-2a		1,768,830.00		1,768,830.00			
Energy Receipts Tax	A-2a		3,681,502.00		3,681,502.00			
Supplemental Energy Receipts Tax	A-2a		200,231.00		200,231.00			
Uniform Fire Safety Code (Ch. 383, P.L. 1985)	A-2a		165,118.31		165,118.31			
Hotel Occupancy Fee	A-2a		1,675,714.99		1,675,714.99			
Other:								
Interest on Investments and Deposits	A-2a		243,088.97		243,088.97			
Ambulance Service Billing	A-2a		375,382.15		375,382.15			
Cablevision Franchise Fee	A 2a	198,409.71	217,161.06		198,409.71		217,161.06	
Rescue and Recovery Contribution for Capital	A-2a	450,272.69	9,000.00	83,166.34	9,000.00		461,121.97	
			13,622,556.38		13,528,540.76			
<u>Miscellaneous Revenue Not Anticipated</u>								
Lease Rentals		27.48	556,530.02	17,265.30	526,464.54		12,827.66	
Payment in Lieu of Taxes:								
Association of Retarded Citizens	A-2e	812.75	812.75		1,625.50			
		840.23	557,342.77	17,265.30	528,090.04		12,827.66	
		\$ 451,112.92	\$ 14,179,899.15	\$ 100,431.64	\$ 14,056,630.80		\$ 473,949.63	
Reference	A	Reserve		A-27	Below		A	

Ref.	
A-5	Collections \$ 13,808,115.20
A-7	Accrued Interest: Investment Account 178,292.94
A-15	Interfunds Receivable: Interest on Investments 70,222.66
Above	\$ 14,056,630.80

TOWNSHIP OF PARSIPPANY-TROY HILLS
CURRENT FUND

INTERFUNDS RECEIVABLE

A-15

			Current Fund	
<u>Ref.</u>	<u>Total</u> <u>Current</u> <u>Fund</u>	<u>General</u> <u>Trust Fund</u>	<u>General</u> <u>Capital</u> <u>Fund</u>	
Increased by:				
Uniform Fire Penalties Anticipated as Current Fund Revenue	A-2a	\$ 20,000.00	\$ 20,000.00	\$
General Capital Fund Balance Anticipated as Current Fund Revenue	A-2a	45,000.00		45,000.00
Premiums on Tax Sale Cancelled	A-2e	200.00	200.00	
Interest on Investments and Deposits	A-14	70,222.66	33,444.50	36,778.16
		135,422.66	53,644.50	81,778.16
Decreased by:				
Settlements	A-4	135,422.66	53,644.50	81,778.16
		\$ -	\$ -	\$ -
<u>Ref.</u>				
<u>Analysis of Interfund Credit to Fund Balance</u>				
Realized in 2009	Above	\$ 135,422.66		
Originated in 2009	Above	135,422.66		
Net Credit to Operations	A-1	\$ -		

TOWNSHIP OF PARSIPPANY-TROY HILLS
CURRENT FUND

STATE AND FEDERAL GRANTS RECEIVABLE

A-16
Sheet #1

	<u>Balance</u> <u>Dec. 31, 2008</u>	<u>2009</u> <u>Grants</u>	<u>Decrease</u>	<u>Cancelled</u>	<u>Balance</u> <u>Dec. 31, 2009</u>
Public Health Priority Funding	\$	\$ 17,326.00	\$ 17,326.00	\$	\$
Clean Communities Act		82,990.27	82,990.27		
Tobacco Age-of-Sale Enforcement (TASE) Grant		2,280.00	2,280.00		
Body Armor Grant		10,351.23	10,351.23		
Pedestrian Safety Education and Enforcement Grant: Fiscal Year 2007	30.81				30.81
Think Safety Pedestrian Safety Mobilization Grant		5,400.00	5,400.00		
Obey the Signs or Pay the Fines		4,000.00	4,000.00		
Over the Limit, Under Arrest - Holiday: Fiscal Year 2008	5,000.00		5,000.00		
Over the Limit, Under Arrest 2009 Year-End Statewide Crackdown		5,000.00			5,000.00
Recycling Tonnage Grant		51,625.98	51,625.98		
Juvenile Accountability Incentive Block Grant (JAIBG): Fiscal Year 2004	102.99				102.99
Fiscal Year 2009		2,500.00	2,487.78		12.22
PARIS Grant: Fiscal Year 2006	1,190.00				1,190.00
Fiscal Year 2009		25,000.00	25,000.00		
Emergency Management Assistance	5,000.00		5,000.00		
Municipal Alliance: 2008	11,796.67		8,925.53	2,871.14	
2009		28,901.00		4,909.03	23,991.97
Alcohol Education, Rehabilitation and Enforcement Fund		1,724.29	1,724.29		
Hang Up Just Drive		4,000.00	4,000.00		
N.J. Highlands Water Protection and Planning Council: Initial Assessment Grant		15,000.00	15,000.00		

TOWNSHIP OF PARSIPPANY-TROY HILLS
CURRENT FUND

STATE AND FEDERAL GRANTS RECEIVABLE

A-16
Sheet #1

	<u>Balance</u> <u>Dec. 31, 2008</u>	<u>2009</u> <u>Grants</u>	<u>Decrease</u>	<u>Cancelled</u>	<u>Balance</u> <u>Dec. 31, 2009</u>
2010 State Health Services Grant: Influenza A - H1N1 Virus	\$	\$ 127,752.00	\$ 42,862.00	\$	\$ 84,890.00
Justice Assistance Grant (JAG): 2009		201,116.00			201,116.00
U.S. Department of Energy: EE Conservation Block Grant Program: 2009		20,000.00			20,000.00
County of Morris: Historic Preservation Trust Fund: Bowsby-Degelleke House: 2008	154,262.00		84,905.00		69,357.00
Other Grants: N.J. Board of Public Utilities : Local Governmental Energy Audit Program: 2009		<u>27,216.75</u>			<u>27,216.75</u>
	<u>\$ 177,382.47</u>	<u>\$ 632,183.52</u>	<u>\$ 368,878.08</u>	<u>\$ 7,780.17</u>	<u>\$ 432,907.74</u>

Reference

A

A-2a

Below

A-28

A

Ref.

Collections
Unappropriated Reserves
Applied

A-5

\$ 304,567.32

A-29

64,310.76

Above

\$ 368,878.08

TOWNSHIP OF PARSIPPANY-TROY HILLS
CURRENT FUND

APPROPRIATION RESERVES

A-17
Sheet #1

	Balance Dec. 31, 2008		Balance After Transfers	Paid or Charged	Balance Lapsed
	Encumbered	Unencumbered			
<u>APPROPRIATIONS WITHIN "CAPS"</u>					
<u>GENERAL GOVERNMENT</u>					
General Administration:					
Salaries and Wages	\$	23,817.02	23,817.02	\$ 10,455.02	\$ 13,362.00
Other Expenses	1,661.09	15,461.35	17,122.44	1,403.69	15,718.75
Mayor and Council:					
Salaries and Wages		709.16	709.16		709.16
Other Expenses	445.00	14,138.46	14,583.46	4,891.39	9,692.07
Municipal Clerk:					
Salaries and Wages		8,119.26	8,119.26	2,905.64	5,213.62
Other Expenses	1,415.43	14,260.26	15,675.69	6,097.80	9,577.89
Treasury:					
Salaries and Wages		4,446.12	4,446.12	2,785.56	1,660.56
Other Expenses	595.78	2,236.09	2,831.87	1,665.03	1,166.84
Audit		21,029.00	21,029.00	21,029.00	
Tax Collection:					
Salaries and Wages		20,971.24	20,971.24	5,441.02	15,530.22
Other Expenses	3,199.85	17,125.97	20,325.82	5,002.26	15,323.56
Tax Assessing:					
Salaries and Wages		2,751.22	2,751.22	2,751.22	
Other Expenses	3,984.40	11,522.33	15,506.73	6,178.50	9,328.23
Department of Law:					
Other Expenses	50,603.62	137,610.26	188,213.88	61,363.27	126,850.61
Division of Engineering:					
Salaries and Wages		71,796.66	71,796.66	14,537.70	57,258.96
Other Expenses	12,142.17	6,726.68	18,868.85	8,001.22	10,867.63
<u>LAND USE ADMINISTRATION</u>					
Department of Planning:					
Salaries and Wages		442.79	442.79	442.79	
Other Expenses	25,378.61	14,550.46	39,929.07	24,512.49	15,416.58
Board of Adjustment:					
Salaries and Wages		515.89	515.89	515.89	
Other Expenses	1,139.65	1,107.06	2,246.71	2,011.65	235.06

TOWNSHIP OF PARSIPPANY-TROY HILLS
CURRENT FUND

APPROPRIATION RESERVES

A-17
Sheet #2

	Balance	Paid or	Balance
	Dec. 31, 2008	Charged	Lapsed
	<u>Encumbered</u>	<u>Unencumbered</u>	<u>Transfers</u>
<u>APPROPRIATIONS WITHIN "CAPS"</u>			
<u>CODE ENFORCEMENT AND ADMINISTRATION</u>			
Housing and Zoning Code Enforcement:			
Salaries and Wages	\$ 27,571.45	\$ 4,357.79	\$ 23,213.66
Other Expenses	7,425.14	5,544.16	7,279.50
	\$ 5,398.52		
<u>INSURANCE</u>			
Liability Insurance	4,967.60	4,967.60	8,327.27
Employee Health and Group Life	55,116.19	86,785.13	1,927.30
<u>PUBLIC SAFETY</u>			
Police Department:			
Salaries and Wages	99,083.42	99,560.14	23.28
Other Expenses	65,106.99	143,023.22	19,474.92
Office of Emergency Management:			
Salaries and Wages	3,450.04		3,450.04
Other Expenses	536.05	14,377.55	191.04
Fire Prevention Bureau:			
Salaries and Wages	22,420.89	3,667.84	18,753.05
Other Expenses	65.08	19,784.56	65.08
Municipal Court:			
Salaries and Wages	14,215.45	3,789.07	10,426.38
Other Expenses	3,217.53	3,926.65	1,717.36
Public Defender:			
Other Expenses	7,100.00		7,100.00
Prosecutor:			
Other Expenses	11,801.00	8,453.00	3,548.00
<u>PUBLIC WORKS</u>			
Street and Road Maintenance:			
Salaries and Wages	196,048.39	90,474.47	75,573.92
Other Expenses	44,438.48	256,293.59	461.01
	172,316.12		

TOWNSHIP OF PARSIPPANY-TROY HILLS
CURRENT FUND

APPROPRIATION RESERVES

A-17
Sheet #3

	Balance	Balance	Paid or	Balance
	Dec. 31, 2008	After	Charged	Lapsed
	<u>Encumbered</u>	<u>Transfers</u>	<u>Charged</u>	<u>Lapsed</u>
	<u>Unencumbered</u>			
<u>APPROPRIATIONS WITHIN "CAPS"</u>				
<u>PUBLIC WORKS</u>				
Garbage and Trash Removal:				
Salaries and Wages	\$ 42,985.81	\$ 241,195.08	\$ 103,500.05	\$ 137,695.03
Other Expenses		223,120.96	249,953.47	16,153.30
Buildings and Grounds:				
Salaries and Wages	97.55	59,610.20	49,027.28	10,582.92
Other Expenses	66,002.67	164,903.80	77,614.61	87,289.19
Vehicle Maintenance:				
Other Expenses	103,348.36	36,774.67	116,329.43	23,793.60
Condominium Cost		270,000.00	256,222.00	13,778.00
<u>HEALTH AND HUMAN SERVICES</u>				
Public Health Services:				
Salaries and Wages	18,158.21	82,354.27	8,835.02	73,519.25
Other Expenses		8,818.69	21,286.00	5,690.90
Senior Citizen Center:				
Other Expenses	13,704.91	2,598.43	15,605.19	698.15
<u>PARKS AND RECREATION</u>				
Recreation Services:				
Salaries and Wages	18,799.89	17,007.92	1,975.50	15,032.42
Other Expenses		4,028.06	20,477.92	2,350.03
Maintenance of Parks:				
Salaries and Wages	41,617.98	129,739.37	82,403.04	47,336.33
Other Expenses		2,383.41	41,951.58	2,049.81
<u>OTHER COMMON OPERATING FUNCTIONS</u>				
Celebration of Public Events		5,108.78		5,108.78
<u>UTILITY EXPENSES</u>				
Electricity	30.51	50,030.51		50,030.51
Street Lighting	48,308.00	71,527.79	55,293.01	16,234.78

TOWNSHIP OF PARSIPPANY-TROY HILLS
CURRENT FUND

ACCOUNTS PAYABLE

A-18

	<u>Ref.</u>	
Balance December 31, 2008	A	\$ 153,555.86
Increased by:		
Commitments:		
Appropriation Reserves	A-17	<u>215,000.00</u>
		<u>368,555.86</u>
Decreased by:		
Payments	A-4	<u>33,555.86</u>
Balance December 31, 2009	A	<u><u>\$ 335,000.00</u></u>

TOWNSHIP OF PARSIPPANY-TROY HILLS
CURRENT FUND

DUE TO STATE OF NEW JERSEY

A-19

<u>Ref.</u>	<u>Total</u>	<u>Construction Training Fees</u>	<u>Marriage License Fees</u>	<u>Domestic Partnership License Fees</u>	<u>Civil Union License Fees</u>	<u>Burial Permits</u>
Balance December 31, 2008	\$ 28,239.00	\$ 26,264.00	\$ 1,675.00	\$ 100.00	\$	\$ 200.00
Increased by:						
Collections	89,464.00	82,269.00	7,025.00	75.00	25.00	70.00
	<u>117,703.00</u>	<u>108,533.00</u>	<u>8,700.00</u>	<u>175.00</u>	<u>25.00</u>	<u>270.00</u>
Decreased by:						
Cancelled Payments	25.00		25.00			
	98,913.00	91,248.00	7,250.00	150.00	25.00	240.00
	<u>98,938.00</u>	<u>91,248.00</u>	<u>7,275.00</u>	<u>150.00</u>	<u>25.00</u>	<u>240.00</u>
Balance December 31, 2009	\$ 18,765.00	\$ 17,285.00	\$ 1,425.00	\$ 25.00	\$ -	\$ 30.00

TOWNSHIP OF PARSIPPANY-TROY HILLS
CURRENT FUND

TAX OVERPAYMENTS

A-20

	<u>Ref.</u>		
Balance December 31, 2008	A		\$ 247,383.78
Increased by:			
Collections	A-5	\$ 406,916.60	
Prior Year Paid Taxes Cancelled	A-21	<u>1,035,085.00</u>	
			<u>1,442,001.60</u>
			1,689,385.38
Decreased by:			
Cancelled	A-1	63,206.83	
Refunds	A-4	1,117,240.81	
Applied to Taxes Receivable	A-2b,10	<u>212,013.60</u>	
			<u>1,392,461.24</u>
Balance December 31, 2009	A		<u>\$ 296,924.14</u>

RESERVE FOR TAX APPEALS

A-21

	<u>Ref.</u>		
Balance December 31, 2008	A		\$ 1,307,442.13
Decreased by:			
Prior Year Paid Taxes Cancelled	A-20		<u>1,035,085.00</u>
Balance December 31, 2009	A		<u>\$ 272,357.13</u>

TOWNSHIP OF PARSIPPANY-TROY HILLS
CURRENT FUND

A-22

INTERFUNDS PAYABLE

	Ref.	Total Current Fund	Current Fund				
			Animal Control Trust Fund	General Trust Fund	Water Operating Fund	Sewer Operating Fund	Payroll Fund
Balance December 31, 2008	A	\$ 1,876,691.31	\$ 60,588.14	\$ 799,570.13	\$ 371,231.11	\$ 643,618.40	\$ 1,683.53
Accounts Receivable Cancelled	A-1						
Open Space Tax	A-1,2b,10	1,509,262.04		1,509,262.04			
Budget Appropriation	A-3	170,000.00	170,000.00				
		<u>1,679,262.04</u>	<u>170,000.00</u>	<u>1,509,262.04</u>			
		3,555,953.35	230,588.14	2,308,832.17	371,231.11	643,618.40	1,683.53
Decreased by:							
Settlements	A-4	2,795,311.52	204,799.80	2,047,665.41	283,343.98	258,423.98	1,078.35
Balance December 31, 2009	A	\$ 760,641.83	\$ 25,788.34	\$ 261,166.76	\$ 87,887.13	\$ 385,194.42	\$ 605.18

TOWNSHIP OF PARSIPPANY-TROY HILLS
CURRENT FUND

SPECIAL DISTRICT TAXES

A-23

	<u>Ref.</u>			
Increased by:				
2009 Levy:				
Fire District Taxes	A-10		\$ 2,479,531.86	
2009 Added Assessments		\$ 10,194.66		
2008 Added Assessments		<u>312.82</u>		
	A-10		<u>10,507.48</u>	
	A-1,2b			\$ 2,490,039.34
Decreased by:				
Cancelled	A-1		31,217.34	
Payments	A-4		<u>2,458,822.00</u>	
				<u>2,490,039.34</u>
				<u>\$ -</u>

TOWNSHIP OF PARSIPPANY-TROY HILLS
CURRENT FUND

COUNTY TAXES

A-24

	<u>Ref.</u>		
Balance December 31, 2008	A		\$ 139,211.20
Increased by:			
2009 Levy:			
General County		\$ 19,175,112.90	
Open Space Preservation		<u>3,213,740.41</u>	
	A-10	22,388,853.31	
2009 Added Assessments		\$ 140,606.44	
2008 Added Assessments		<u>3,413.02</u>	
	A-10	144,019.46	
	A-1,2b		<u>22,532,872.77</u>
			<u>22,672,083.97</u>
Decreased by:			
Payments	A-4		<u>22,528,064.51</u>
Balance December 31, 2009	A		<u>\$ 144,019.46</u>

LOCAL SCHOOL DISTRICT TAXES

A-25

	<u>Ref.</u>		
Increased by:			
Levy - Calendar Year	A-1,2b,10		\$ 112,326,004.00
Decreased by:			
Payments	A-4		<u>112,326,004.00</u>
			<u>\$ -</u>

TOWNSHIP OF PARSIPPANY-TROY HILLS
CURRENT FUND

PREPAID TAXES

A-26

	<u>Ref.</u>	
Balance December 31, 2008	A	\$ 1,299,898.82
Increased by:		
Collections	A-5	<u>1,459,958.44</u>
		2,759,857.26
Decreased by:		
Applied to Taxes Receivable	A-2b,10	<u>1,299,898.82</u>
Balance December 31, 2009	A	<u><u>\$ 1,459,958.44</u></u>

TOWNSHIP OF PARSIPPANY-TROY HILLS
CURRENT FUND

PREPAID REVENUE

A-27

	<u>Ref.</u>	
Balance December 31, 2008	A	\$ 100,431.64
Increased by:		
Collections	A-5	120,359.60
		<u>220,791.24</u>
Decreased by:		
Applied to Revenue	A-14	100,431.64
		<u>100,431.64</u>
Balance December 31, 2009	A	<u><u>\$ 120,359.60</u></u>

Analysis of Prepaid Revenue

Licenses - Clerk:

Amusement and Game Licenses	\$ 4,250.00
Motel Licenses	53,700.00
Sales Licenses	1,425.00
Taxi and Limousine Licenses	3,585.00
Truck Terminal Licenses	100.00
Entertainment Licenses	3,000.00
Community Center Revenue:	
Lease Rentals	12,000.00
Garbage and Trash Removal Fees	15,737.06
Miscellaneous Revenue Not Anticipated:	
Lease Rentals	26,562.54
	<u>26,562.54</u>
	<u><u>\$ 120,359.60</u></u>

TOWNSHIP OF PARSIPPANY-TROY HILLS
CURRENT FUND

APPROPRIATED RESERVES FOR STATE AND FEDERAL GRANTS

A-28
Sheet #1

	<u>Balance</u> <u>Dec. 31, 2008</u>	2009 <u>Budget</u> <u>Appropriations</u>	<u>Expended</u>	<u>Cancelled</u>	<u>Balance</u> <u>Dec. 31, 2009</u>
Public Health Priority Funding:					
Fiscal Year 2009	\$	\$ 17,326.00	\$ 17,326.00	\$	\$
Drunk Driving Enforcement Fund:					
Fiscal Year 2008	9,642.79		5,000.00		4,642.79
Clean Communities Act:					
Fiscal Year 2007	1,000.00				1,000.00
Fiscal Year 2008	3,995.00		2,995.00		1,000.00
Fiscal Year 2009		82,990.27	75,409.97		7,580.30
Hazardous Discharge Site Remediation Grant - 1996	3,940.00				3,940.00
Tobacco Age-of-Sale Enforcement (TASE) Grant:					
Fiscal Year 2005	1,408.70				1,408.70
Fiscal Year 2007	3,720.00				3,720.00
Fiscal Year 2008	2,280.00				2,280.00
Fiscal Year 2009		2,280.00			2,280.00
Body Armor Fund:					
Fiscal Year 2007	393.07				393.07
Fiscal Year 2008	11,163.09		7,118.38		4,044.71
Fiscal Year 2009		10,351.23			10,351.23
Aggressive Driving Enforcement Grant:					
Fiscal Year 2007	700.00				700.00
Pedestrian Safety Education and Enforcement Grant:					
Fiscal Year 2007	30.81				30.81
Obey the Signs or Pay the Fines:					
Fiscal Year 2009		4,000.00	4,000.00		
Over the Limit, Under Arrest - Holiday	3,900.00		3,900.00		
Over the Limit, Under Arrest 2009					
Year End Statewide Crackdown		5,000.00	1,750.00		3,250.00
Recycling Tonnage Grant:					
Fiscal Year 2005	13,447.08		12,339.08		1,108.00
Fiscal Year 2006	22,796.80		22,508.80		288.00
Fiscal Year 2007	22,946.27		19,765.65		3,180.62
Fiscal Year 2008	34,042.90		4,775.00		29,267.90
Fiscal Year 2009		51,625.98			51,625.98
Enhanced 911 Grant:					
Fiscal Year 2006	13,479.00		11,200.00		2,279.00
PARIS Grant:					
Fiscal Year 2009		25,000.00	25,000.00		
State of NJ Emergency Management Assistance:					
2008	5,000.00				5,000.00
Municipal Alliance:					
2008	12,273.18		10,758.75	1,514.43	
2009		36,127.00	20,572.73	6,265.74	9,288.53
Alcohol Education, Rehabilitation and Enforcement Fund:					
2009		1,724.29			1,724.29

TOWNSHIP OF PARSIPPANY-TROY HILLS
CURRENT FUND

APPROPRIATED RESERVES FOR STATE AND FEDERAL GRANTS

A-28
Sheet #2

	Balance <u>Dec. 31, 2008</u>	2009 Budget <u>Appropriations</u>	Expended	Cancelled	Balance <u>Dec. 31, 2009</u>
Local Law Enforcement Block Grant: Fiscal Year 2004	\$ 253.87	\$	\$	\$	\$ 253.87
Juvenile Accountability Incentive Block Grant (JAIBG): Fiscal Year 2009		2,500.00	710.00		1,790.00
N.J. Highlands Water Protection and Planning Council: Initial Assessment Grant: 2009		15,000.00			15,000.00
Hang Up Just Drive		4,000.00	4,000.00		
Think Safety Pedestrian Safety Mobilization Grant: 2009		5,400.00			5,400.00
2010 State Health Services Grant Influenza A - H1N1 Virus		127,752.00	17,788.38		109,963.62
Justice Assistance Grant (JAG): 2009		201,116.00			201,116.00
U.S. Department of Energy: EE Conservation Block Grant Program: 2009		20,000.00			20,000.00
County of Morris: Open Space Trust Fund: Fiscal Year 2005	202.45				202.45
Office of Health Management: Health Management Grant: Fiscal Year 2004	19.54		19.54		
Historic Preservation Trust Fund - Bowlsby-Degelleke House: Fiscal Year 2005	2,836.86				2,836.86
Fiscal Year 2008	154,262.00		133,820.23		20,441.77
Other Grants: Donation for Civil Defense - Radiation Detection	1,401.62				1,401.62
N.J. Board of Public Utilities : Local Governmental Energy Audit Program: 2009		27,216.75			27,216.75
	<u>\$ 325,135.03</u>	<u>\$ 639,409.52</u>	<u>\$ 400,757.51</u>	<u>\$ 7,780.17</u>	<u>\$ 556,006.87</u>

Reference

A

Below

A-4

A-16

A

Ref.

2009 Budget Appropriation:

2009 Grants	A-3	\$ 632,183.52	
Local Share	A-3,4	7,226.00	
	Above	<u>\$ 639,409.52</u>	

TOWNSHIP OF PARSIPPANY-TROY HILLS
CURRENT FUND

ACCUMULATED REVENUE - UNAPPROPRIATED

A-29

	<u>Balance</u> <u>Dec. 31, 2008</u>	<u>Increase</u>	<u>Decrease</u> <u>Anticipated as</u> <u>Current Fund</u> <u>Revenue</u>	<u>Balance</u> <u>Dec. 31, 2009</u>
Regular Fund:				
Litigation Settlement:				
Sharkey's Landfill Cleanup	\$ 1,653,383.87	\$	\$ 900,945.00	\$ 752,438.87
Garden State Trust	1,066.42	915.62	1,066.00	916.04
Watershed Moratorium Offset Aid	55,178.00	55,178.00	55,178.00	55,178.00
	<u>1,709,628.29</u>	<u>56,093.62</u>	<u>957,189.00</u>	<u>808,532.91</u>
State and Federal Grant Fund:				
Recycling Tonnage Grant	51,625.98	62,600.38	51,625.98	62,600.38
Drunk Driving Enforcement Fund		12,407.66		12,407.66
Alcohol Education, Rehabilitation and Enforcement Fund	53.55		53.55	
Hang Up and Just Drive		4,000.00		4,000.00
Pedestrian Safety Mobilization Grant		10,600.00		10,600.00
N.J. Highlands Water Protection and Planning Council:				
Initial Assessment Grant		5,224.46		5,224.46
Tobacco Age-of-Sale Enforcement (TASE) Grant	2,280.00		2,280.00	
Body Armor Grant	10,351.23		10,351.23	
Municipal Storm Water Regulation Program	10,310.00			10,310.00
	<u>74,620.76</u>	<u>94,832.50</u>	<u>64,310.76</u>	<u>105,142.50</u>
	<u>\$ 1,784,249.05</u>	<u>\$ 150,926.12</u>	<u>\$ 1,021,499.76</u>	<u>\$ 913,675.41</u>
<u>Reference</u>	<u>A</u>	<u>Below</u>	<u>A-2a.16</u>	<u>A</u>
	<u>Ref.</u>			
Collections:				
Regular Fund	A-5	\$ 56,093.62		
State and Federal Grant Fund	A-5	<u>94,832.50</u>		
	Above	<u>\$ 150,926.12</u>		

TOWNSHIP OF PARSIPPANY-TROY HILLS
TRUST FUNDS

CASH RECEIPTS AND DISBURSEMENTS

B-1

	<u>Ref.</u>		<u>Animal Control Trust Fund</u>	<u>General Trust Fund</u>	<u>Grant Trust Fund</u>
Balance December 31, 2008	B		\$	\$ 9,948,560.30	\$
Increased by Receipts:					
Investment Account Withdrawals	B-4		\$ 622,008.57		\$ 315,131.66
Federal Grants Receivable	B-7				
Due from Municipal Court	B-8	5,173.00		14,298.00	
Other Accounts Receivable	B-9			396,351.63	
Interfunds Receivable	B-10	204,799.80		2,047,665.41	
Prepaid Licenses	B-11	7,541.60			
Due to State of New Jersey	B-12	4,398.60			
Special Deposits	B-14			2,101,760.06	
Premiums on Tax Sale	B-15			252,200.00	
Security Deposits	B-16	600.00			
Municipal Open Space Preservation Trust Fund	B-17			902,617.84	
Interfunds Payable	B-18			28,945.21	
Reserve for Contributions	B-20	2,905.18			
Dog License Fees	B-21	16,464.80			
Miscellaneous Revenue	B-21	14,794.72			
Reserve for Unemployment Insurance Trust Fund Expenditures:					
Township Contributions	B-22		174,820.00		
Payroll Deductions	B-22		143,878.71		
Reserve for Grant Trust Fund Expenditures	B-23		256,677.70	6,684,545.43	6,040.00
			<u>256,677.70</u>	<u>16,633,105.73</u>	<u>321,171.66</u>
			256,677.70	5,908,841.47	321,171.66
Decreased by Disbursements:					
Disbursements Per Schedule	B-2		256,677.70		
Balance December 31, 2009	B		\$	<u>\$ 10,724,264.26</u>	<u>\$</u>

TOWNSHIP OF PARSIPPANY-TROY HILLS
TRUST FUNDS

DISBURSEMENTS

B-2

	<u>Ref.</u>	<u>Animal Control Trust Fund</u>	<u>General Trust Fund</u>	<u>Grant Trust Fund</u>
Investment Account Deposits	B-4	\$	\$ 93,137.64	\$
Due to State of New Jersey	B-12	4,310.40		
Due to Municipal Court	B-13	770.00		
Special Deposits	B-14		2,313,858.90	
Premiums on Tax Sale	B-15		241,200.00	
Security Deposits	B-16	1,425.00	5,884.12	
Municipal Open Space Preservation Trust Fund	B-17		2,912,341.45	
Interfunds Payable	B-18		53,726.34	
Reserve for Contribution	B-20	10,000.00		
Reserve for Animal Control Trust Fund Expenditures	B-21	240,172.30		
Reserve for Unemployment Insurance Trust Fund Expenditures	B-22		288,693.02	
Reserve for Grant Trust Fund Expenditures	B-23			<u>321,171.66</u>
	B-1	<u>\$256,677.70</u>	<u>\$ 5,908,841.47</u>	<u>\$321,171.66</u>

TOWNSHIP OF PARSIPPANY-TROY HILLS
TRUST FUNDS

CASH RECONCILIATIONS
DECEMBER 31, 2009

B-3

General
Trust Fund

Balance per Certifications:

The Provident Bank,
ParsIPPany, New Jersey:
#9812100783

\$ 3,999,809.43

Valley National Bank:
#41321480
#41321472

3,957,239.32
2,748,371.22

J. P. Morgan Chase,
ParsIPPany, New Jersey:
#1246-228546
#530992698

1.85
21,220.09
10,726,641.91

Less: Outstanding Checks

2,377.65

\$10,724,264.26

Reference

B-1

TOWNSHIP OF PARSIPPANY-TROY HILLS
TRUST FUNDS

CASH
INVESTMENT ACCOUNT

B-4

			General Trust Fund		
<u>Ref.</u>	<u>Total</u>	<u>Trust</u> <u>Accounts</u>	<u>Security</u> <u>Deposits</u>	<u>Forfeited</u> <u>Assets Account</u>	
Balance December 31, 2008	\$ 2,205,862.78	\$ 2,153,331.79	\$ 17,857.73	\$ 34,673.26	
Increased by:					
Deposits	93,137.64	85,640.00		7,497.64	
Accrued Interest:					
Special Deposits	9,273.09	9,038.32	66.90	234.77	
Security Deposits	66.90				
Interfunds Payable	4,499.29	4,499.29			
	2,312,839.70	2,252,509.40	17,924.63	42,405.67	
Decreased by:					
Withdrawals	622,008.57	594,786.60	5,884.12	21,337.85	
Balance December 31, 2009	\$ 1,690,831.13	\$ 1,657,722.80	\$ 12,040.51	\$ 21,067.82	
<u>Bank Reconciliation December 31, 2009</u>					
Balance per Statement:					
TD Bank,					
Parsippany, New Jersey:					
	\$ 1,657,722.80	\$ 1,657,722.80	\$	\$	
#0011743	12,040.51		12,040.51		
#0011743004	4,561.68	4,561.68			
#7200156047	21,067.82			21,067.82	
#7200156056	1,695,392.81	1,662,284.48	12,040.51	21,067.82	
Less: Outstanding Checks	4,561.68	4,561.68			
	\$ 1,690,831.13	\$ 1,657,722.80	\$ 12,040.51	\$ 21,067.82	

TOWNSHIP OF PARSIPPANY-TROY HILLS
TRUST FUNDS

CHANGE FUND

B-5

	<u>Ref.</u>	
Balance December 31, 2008	B	<u>\$ 50.00</u>
Balance December 31, 2009	B	<u>\$ 50.00</u>

TOWNSHIP OF PARSIPPANY-TROY HILLS
TRUST FUNDS

ASSETS IN THE HANDS OF PLAN ADMINISTRATOR
WORKERS' COMPENSATION PLAN

B-6

	<u>Ref.</u>	
Balance December 31, 2008	B	\$ 30,453.92
Increased by:		
Advances from Township	B-19	<u>807,767.32</u>
		838,221.24
Decreased by:		
Payment of Claims	B-19	<u>818,977.10</u>
Balance December 31, 2009	B	<u>\$ 19,244.14</u>

TOWNSHIP OF PARSIPPANY-TROY HILLS
TRUST FUNDS

FEDERAL GRANTS RECEIVABLE

B-7

	<u>Balance</u> <u>Dec. 31, 2008</u>	<u>Increase</u>	<u>Decrease</u>	<u>Balance</u> <u>Dec. 31, 2009</u>
<u>Housing and Community Development Block Grant</u>				
Housing Rehabilitation:				
2007	\$ 22,870.30	\$	\$ 22,870.30	\$
2008	114,432.00		88,971.90	25,460.10
2009		71,302.00		71,302.00
Program Administration:				
2008	14,709.83		14,709.83	
2009		39,000.00	27,865.53	11,134.47
Removal of Handicapped Accessible Barriers for Municipally-Owned Facilities:				
Phase VI	6,538.06		5,320.50	1,217.56
Installation of Sidewalks on Littleton Road	50,000.00			50,000.00
Littleton School House Historic Preservation:				
Phase V	4,749.50			4,749.50
Baldwin Museum Rehabilitation:				
Phase V - 2006	2,687.87		2,687.87	
Phase V - 2009		15,000.00		15,000.00
Curbing, Drainage and Paving Improvements on Pawnee Avenue				
	95,000.00		95,000.00	
Senior Center Improvements:				
2007	17.25		17.25	
2008	25,000.00		25,000.00	
2009		27,000.00	11,461.98	15,538.02
Sidewalk Improvements:				
2007	11,226.50		11,226.50	
2009		50,263.00		50,263.00
Parks Improvements:				
2008	10,000.00		10,000.00	
Vehicle Purchases for Seniors and Handicapped:				
2009		35,000.00		35,000.00
	<u>\$ 357,231.31</u>	<u>35,000.00</u>	<u>\$ 315,131.66</u>	<u>\$ 279,664.65</u>

Reference

B

B-23

B-1

B

TOWNSHIP OF PARSIPPANY-TROY HILLS
TRUST FUNDS

DUE FROM MUNICIPAL COURT

B-8

	<u>Ref.</u>	<u>Animal Control Trust Fund</u>	<u>General Trust Fund</u>
Balance December 31, 2008	B	\$	<u>\$ 1,126.00</u>
Increased by:			
Parking Offenses Adjudication Act	B-14		704.00
Public Defender Fees	B-14		14,345.50
Municipal Court Fines	B-21	5,248.00	
		<u>5,248.00</u>	<u>15,049.50</u>
		5,248.00	16,175.50
Decreased by:			
Collections	B-1	<u>5,173.00</u>	<u>14,298.00</u>
Balance December 31, 2009	B	<u>\$ 75.00</u>	<u>\$ 1,877.50</u>

OTHER ACCOUNTS RECEIVABLE

B-9

	<u>Ref.</u>	
Balance December 31, 2008	B	\$ 28,515.00
Increased by:		
2009 Accruals	B-14	388,996.63
		<u>417,511.63</u>
Decreased by:		
Collections	B-1	<u>396,351.63</u>
Balance December 31, 2009	B	<u>\$ 21,160.00</u>
<u>Analysis of Balance</u>		
Outside Employment of Off-Duty Police Officers		<u>\$ 21,160.00</u>

TOWNSHIP OF PARSIPPANY-TROY HILLS
TRUST FUNDS

INTERFUNDS RECEIVABLE

B-10

	<u>Ref.</u>	<u>Animal Control Trust Fund Current Fund</u>	<u>General Trust Fund Current Fund</u>
Balance December 31, 2008	B	<u>\$ 60,588.14</u>	<u>\$ 799,570.13</u>
Increased by:			
Open Space Tax	B-17		1,509,262.04
Municipal Budget Appropriations	B-21	<u>170,000.00</u>	<u>1,509,262.04</u>
		<u>170,000.00</u>	<u>1,509,262.04</u>
		230,588.14	2,308,832.17
Decreased by:			
Settlements	B-1	<u>204,799.80</u>	<u>2,047,665.41</u>
Balance December 31, 2009	B	<u><u>\$ 25,788.34</u></u>	<u><u>\$ 261,166.76</u></u>

TOWNSHIP OF PARSIPPANY-TROY HILLS
TRUST FUNDS

PREPAID LICENSES

B-11

	<u>Ref.</u>	<u>Animal Control Trust Fund</u>
Balance December 31, 2008	B	\$ 6,916.80
Increased by:		
Dog License Fees:		
Collections	B-1	<u>7,541.60</u>
		14,458.40
Decreased by:		
Applied to Revenue:		
Dog License Fees	B-21	<u>6,916.80</u>
Balance December 31, 2009	B	<u>\$ 7,541.60</u>

TOWNSHIP OF PARSIPPANY-TROY HILLS
TRUST FUNDS

DUE TO STATE OF NEW JERSEY

B-12

	Ref.	Dog License Fees			
		Total	2010	2009	2008
Balance December 31, 2008	B	<u>\$1,164.00</u>	\$	<u>\$1,156.20</u>	<u>\$7.80</u>
Increased by:					
Registration Fees		2,728.00	857.00	1,871.00	
Pilot Clinic Fund		545.60	171.40	374.20	
Animal Population Control Fund		<u>1,125.00</u>	<u>216.00</u>	<u>909.00</u>	
	B-1	<u>4,398.60</u>	<u>1,244.40</u>	<u>3,154.20</u>	
		5,562.60	1,244.40	4,310.40	7.80
Decreased by:					
Payments	B-2	<u>4,310.40</u>		<u>4,302.60</u>	<u>7.80</u>
Balance December 31, 2009	B	<u><u>\$1,252.20</u></u>	<u><u>\$1,244.40</u></u>	<u><u>\$ 7.80</u></u>	<u><u>\$ -</u></u>

TOWNSHIP OF PARSIPPANY-TROY HILLS
TRUST FUNDS

DUE TO MUNICIPAL COURT

B-13

	<u>Ref.</u>	
Balance December 31, 2008	B	\$770.00
Decreased by:		
Payments	B-2	<u>770.00</u>
		<u>\$ -</u>

TOWNSHIP OF PARSIPPANY-TROY HILLS
TRUST FUNDS

SPECIAL DEPOSITS

B-14

	<u>Balance</u> <u>Dec. 31, 2008</u>	<u>Increase</u>	<u>Decrease</u>	<u>Balance</u> <u>Dec. 31, 2009</u>
Developers' Deposits	\$ 2,441,713.25	\$ 136,447.61	\$ 637,603.03	\$ 1,940,557.83
Road Opening Deposits	194,855.00	41,780.00	80,225.00	156,410.00
Dedicated Fire Penalty	3,332.50	13,800.00	7,175.00	9,957.50
Parking Offenses Adjudication Act of 1985	1,799.45	704.00		2,503.45
Public Defender Fees	13,650.50	14,345.50	13,750.00	14,246.00
Planning and Zoning	231,855.33	239,452.73	233,186.51	238,121.55
Uniform Fire Safety	44,870.88	21,424.00	39,519.00	26,775.88
Forfeited Assets - Law Enforcement	34,673.26	7,732.41	21,337.85	21,067.82
Outside Employment of Police	11,101.12	388,996.63	388,971.00	11,126.75
Mandatory Developers' Fees	3,935,417.70	295,994.89	68,139.57	4,163,273.02
Mandatory Developers' Fees - Commercial	426,816.69	884,230.50	359,643.79	951,403.40
Federal Forfeiture Fund	1.85			1.85
Reserve for Hydrants	2,100.00		2,100.00	
Redemption of Liens	12,366.24	469,841.91	482,208.15	
Municipal Alliance Committee - Program Income		329.10		329.10
	<u>\$ 7,354,553.77</u>	<u>\$ 2,515,079.28</u>	<u>\$ 2,333,858.90</u>	<u>\$ 7,535,774.15</u>

Reference

B

Below

Below

B

Ref.

Collections	B-1	\$ 2,101,760.06		
Cash Disbursed	B-2		\$ 2,313,858.90	
Investment Account:				
Accrued Interest	B-4	9,273.09		
Due from Municipal Court	B-8	15,049.50		
Other Accounts Receivable	B-9	388,996.63		
Interfunds Payable	B-18		20,000.00	
	Above	<u>\$ 2,515,079.28</u>	<u>\$ 2,333,858.90</u>	

TOWNSHIP OF PARSIPPANY-TROY HILLS
TRUST FUNDS

PREMIUMS ON TAX SALE

B-15
Sheet #1

	<u>Ref.</u>		<u>General Trust Fund</u>
Balance December 31, 2008	B		\$ 349,900.00
Increased by:			
Collections	B-1		252,200.00
			602,100.00
Decreased by:			
Payments	B-2	\$241,200.00	
Cancelled	B-18	200.00	
			241,400.00
Balance December 31, 2009	B		\$ 360,700.00

Analysis of Balance

<u>Certificate Number</u>	<u>Date</u>	<u>Purchasers</u>	<u>Amount</u>
5439	6-29-06	Crusader	\$ 600.00
5445	6-29-06	Mastelone	11,600.00
5447	6-29-06	Fidelity	12,500.00
5457	6-14-07	P. Penella	1,100.00
5476	6-14-07	Phoenix	9,500.00
5477	6-14-07	Moradi	200.00
5486	6-14-07	Moradi	1,100.00
5492	10-16-08	Wycoff, Barbara J	8,000.00
5493	10-16-08	Aldred, Randall and Phyllis	2,000.00
5502	10-16-08	Bank of America, N. A.	17,500.00
5503	10-16-08	Ten Houten, Elizabeth	7,500.00
5505	10-16-08	Graf, Philip and Susan	14,000.00
5509	10-16-08	Centi, Glenn	10,500.00
5510	10-16-08	Hatzel, Barbara	9,000.00
5514	10-16-08	Vigilante, James	66,000.00
5517	10-16-08	Reich, Jack P./Colleen A.	11,000.00
5526	6-18-09	Royal Tax	10,100.00
5528	6-18-09	Park Finance	11,100.00
5529	6-18-09	Plymouth Park	30,100.00
5530	6-18-09	Plymouth Park	1,700.00
5533	6-18-09	Plymouth Park	13,500.00
5534	6-18-09	Plymouth Park	7,000.00
5536	6-18-09	Royal Tax	11,000.00
5537	6-18-09	Royal Tax	13,000.00
5539	6-18-09	Park Finance	7,900.00
5541	6-18-09	Royal Tax Lien	8,900.00

TOWNSHIP OF PARSIPPANY-TROY HILLS
TRUST FUNDS

PREMIUMS ON TAX SALE

B-15
Sheet #2

Analysis of Balance

<u>Certificate Number</u>	<u>Date</u>	<u>Purchasers</u>	<u>Amount</u>
5542	6-18-09	Plymouth Park	\$ 3,400.00
5543	6-18-09	Plymouth Park	3,500.00
5544	6-18-09	Royal Tax Lien	3,600.00
5546	6-18-09	US Bank	2,200.00
5549	6-18-09	Plymouth Park	22,500.00
5550	6-18-09	Royal Tax	29,100.00
			<u>\$ 360,700.00</u>

TOWNSHIP OF PARSIPPANY-TROY HILLS
TRUST FUNDS

SECURITY DEPOSITS

B-16

	<u>Ref.</u>	<u>Animal Control Trust Fund</u>	<u>General Trust Fund</u>
Balance December 31, 2008	B	<u>\$1,050.00</u>	<u>\$17,857.73</u>
Increased by:			
Deposits	B-1	600.00	
Accrued Interest	B-4		66.90
		<u>600.00</u>	<u>66.90</u>
		1,650.00	17,924.63
Decreased by:			
Refunds	B-2	<u>1,425.00</u>	<u>5,884.12</u>
Balance December 31, 2009	B	<u>\$ 225.00</u>	<u>\$12,040.51</u>

TOWNSHIP OF PARSIPPANY-TROY HILLS
TRUST FUNDS

MUNICIPAL OPEN SPACE PRESERVATION TRUST FUND

B-17

	<u>Ref.</u>		
Balance December 31, 2008	B		\$ 5,187,016.25
Increased by:			
Interest on Investments		\$ 52,617.84	
County of Morris - Open Space Grant		<u>850,000.00</u>	
Municipal Open Space Tax	B-1 B-10	<u>902,617.84</u> <u>1,509,262.04</u>	
			<u>2,411,879.88</u>
			<u>7,598,896.13</u>
Decreased by:			
Loan Repayment:			
Principal		166,308.20	
Interest		19,291.71	
Other Expenditures	B-2	<u>2,726,741.54</u>	
			<u>2,912,341.45</u>
Balance December 31, 2009	B		<u>\$ 4,686,554.68</u>

TOWNSHIP OF PARSIPPANY-TROY HILLS
TRUST FUNDS

INTERFUNDS PAYABLE

B-18

	<u>Ref.</u>	<u>Total General Trust Fund</u>	<u>General Trust Fund</u>	
			<u>Current Fund</u>	<u>Payroll Fund</u>
Balance December 31, 2008	B	\$ 81.84	\$	\$81.84
Increased by:				
Interest on Investments:				
Checking Account	B-1	28,945.21	28,945.21	
Investment Account	B-4	4,499.29	4,499.29	
Uniform Fire Penalties Anticipated as				
Revenue in Current Fund Budget	B-14	20,000.00	20,000.00	
Premium on Tax Sale Cancelled	B-15	200.00	200.00	
		<u>53,644.50</u>	<u>53,644.50</u>	<u> </u>
		53,726.34	53,644.50	81.84
Decreased by:				
Settlements	B-2	<u>53,726.34</u>	<u>53,644.50</u>	<u>81.84</u>
		<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

TOWNSHIP OF PARSIPPANY-TROY HILLS
TRUST FUNDS

RESERVE FOR WORKERS' COMPENSATION

B-19

	<u>Ref.</u>	
Balance December 31, 2008	B	\$ 30,453.92
Increased by:		
Advances from Township	B-6	<u>807,767.32</u>
		838,221.24
Decreased by:		
Payment of Claims	B-6	<u>818,977.10</u>
Balance December 31, 2009	B	<u>\$ 19,244.14</u>

TOWNSHIP OF PARSIPPANY-TROY HILLS
TRUST FUNDS

RESERVE FOR CONTRIBUTIONS

B-20

	<u>Ref.</u>	
Balance December 31, 2008	B	\$ 14,336.74
Increased by:		
Collections	B-1	<u>2,905.18</u>
		17,241.92
Decreased by:		
Expenditures	B-2	<u>10,000.00</u>
Balance December 31, 2009	B	<u>\$ 7,241.92</u>

TOWNSHIP OF PARSIPPANY-TROY HILLS
TRUST FUNDS

RESERVE FOR ANIMAL CONTROL TRUST FUND EXPENDITURES

B-21

	<u>Ref.</u>		
Balance December 31, 2008	B		\$ 36,400.60
Increased by:			
Dog License Fees:			
Collections	B-1	\$ 16,464.80	
Prepaid Licenses Applied	B-11	6,916.80	
		23,381.60	
Budget Appropriations	B-10	170,000.00	
Miscellaneous Revenue:			
Impounding Fees		\$ 5,055.00	
Appropriation Refund		783.36	
Animal Adoption Fees		4,150.00	
Late Fees		1,805.00	
Dog Park		1,000.00	
Veterinarian Services		897.84	
Replacement Fees		74.00	
Miscellaneous		1,029.52	
	B-1	14,794.72	
Municipal Court Fines	B-8	5,248.00	
		20,042.72	
			213,424.32
			249,824.92
Decreased by:			
Expenditures Under R.S. 4:19-15.11:			
Cash Disbursed	B-2		240,172.30
Balance December 31, 2009	B		\$ 9,652.62

License Fees Collected

<u>Year</u>	<u>Number of Licenses</u>	
2008	2,571	\$ 22,624.80
2007	2,600	18,284.60
Maximum Reserve		\$ 40,909.40

TOWNSHIP OF PARSIPPANY-TROY HILLS
TRUST FUNDS

RESERVE FOR UNEMPLOYMENT INSURANCE TRUST FUND EXPENDITURES

B-22

	<u>Ref.</u>		
Balance December 31, 2008	B		\$ 74,224.62
Increased by:			
Township Contributions	B-1	\$174,820.00	
Payroll Deductions:			
Collections	B-1	<u>143,878.71</u>	
			<u>318,698.71</u>
			<u>392,923.33</u>
Decreased by:			
Payment of Claims and Payroll			
Deductions	B-2		<u>288,693.02</u>
Balance December 31, 2009	B		<u><u>\$104,230.31</u></u>

TOWNSHIP OF PARSIPPANY-TROY HILLS
TRUST FUNDS

RESERVE FOR GRANT TRUST FUND EXPENDITURES

B-23

	Balance <u>Dec. 31, 2008</u>	<u>Increase</u>	<u>Decrease</u>	Balance <u>Dec. 31, 2009</u>
<u>Housing and Community Development Block Grant</u>				
Housing Rehabilitation:				
2007	\$ 22,870.30	\$	\$ 22,870.30	\$
2008	114,432.00		88,971.90	25,460.10
2009		71,302.00		71,302.00
Program Administration:				
2008	14,709.83		14,709.83	
2009		39,000.00	27,865.53	11,134.47
Removal of Handicapped Accessible Barriers for Municipally-Owned Facilities:				
Phase VI	6,538.06		5,320.50	1,217.56
Installation of Sidewalks on Littleton Road				
	50,000.00			50,000.00
Littleton Schoolhouse Historic Preservation:				
Phase V	4,749.50			4,749.50
Baldwin Museum Rehabilitation:				
Phase V - 2006	2,687.87		2,687.87	
Phase V - 2009		15,000.00		15,000.00
Curbing, Drainage and Paving Improvements on Pawnee Avenue				
	95,000.00		95,000.00	
Senior Center Improvements:				
2007	17.25		17.25	
2008	25,000.00		25,000.00	
2009		27,000.00	11,461.98	15,538.02
Sidewalk Improvements:				
2007	11,226.50		11,226.50	
2009		50,263.00		50,263.00
Parks Improvements:				
2008	10,000.00		10,000.00	
Vehicle Purchases for Seniors and Handicapped:				
2009		35,000.00		35,000.00
	<u>357,231.31</u>	<u>237,565.00</u>	<u>315,131.66</u>	<u>279,664.65</u>

Housing Rehabilitation Program

Reimbursements for Housing Rehabilitation:

2008		6,040.00	6,040.00	
	<u>\$ 357,231.31</u>	<u>\$ 243,605.00</u>	<u>\$ 321,171.66</u>	<u>\$ 279,664.65</u>

Reference

B

Below

B-2

B

Ref.

Reimbursements for Housing Rehabilitation
Federal Grants Receivable

B-1

\$ 6,040.00

B-7

237,565.00

Above

\$ 243,605.00

TOWNSHIP OF PARSIPPANY-TROY HILLS
GENERAL CAPITAL FUND

CASH RECEIPTS, DISBURSEMENTS AND RECONCILIATION
TREASURER

C-2

	<u>Ref.</u>		
Balance December 31, 2008	C		\$ 2,139,210.41
Increased by Receipts:			
Premium on Sale of Notes	C-1	\$ 149,961.00	
Grants Receivable	C-4	37,500.00	
Capital Improvement Fund	C-8	274,850.00	
Interfunds Payable	C-10	36,778.16	
Bond Anticipation Notes	C-13	<u>9,570,000.00</u>	
			<u>10,069,089.16</u>
			12,208,299.57
Decreased by Disbursements:			
Improvement Authorizations	C-7	6,401,675.97	
Interfunds Payable	C-10	<u>81,778.16</u>	
			<u>6,483,454.13</u>
Balance December 31, 2009	C		<u>\$ 5,724,845.44</u>
<u>Bank Reconciliation December 31, 2009</u>			
Balance per Statement:			
Valley National Bank, Parsippany, New Jersey: #41321464			\$ 5,735,421.50
Less: Outstanding Checks			<u>10,576.06</u>
			<u>\$ 5,724,845.44</u>

TOWNSHIP OF PARSIPPANY-TROY HILLS
GENERAL CAPITAL FUND

ANALYSIS OF CAPITAL CASH

C-3
Sheet #1

	Balance Dec. 31, 2008	Receipts		Disbursements			Balance Dec. 31, 2009
		Bond Anticipation Notes	Other	Improvement Authorizations	Other	Transfers From To	
<u>Improvement Authorizations</u>							
General Improvements:							
#94-27d	\$ 74,491.39	\$	\$	\$ 9,759.27	\$	\$	\$ 64,732.12
#96-34b	149,301.07			2,400.00			149,301.07
#97-8c	2,400.00						138,276.85
#99-24c	138,276.85						341.74
#99-24h	341.74						10,231.21
#01-16a,02-09	15,875.75			5,644.54			990.00
#02-11,03-29,05-02	2,153.90			1,163.90			192,390.58
#02-23d	200,490.58			8,100.00			2,204.09
#03-14c	2,204.09						1,375.00
#03-14f	1,375.00						30,000.00
#04-23b	30,000.00						6,180.00
#04-23c	6,180.00						158,340.50
#04-23f	162,547.66						(33.00)
#04-23g	(33.00)			4,207.16			37,560.56
#04-23h	15,060.56		22,500.00				
#05-07b	6,106.08			6,106.08			868.07
#05-07c	868.07						952.00
#05-07d	952.00						
#05-07f	371,256.52		435,000.00				
#06-08a,07-53	155,000.00			835,476.82			(29,220.30)
#06-08b	20,670.82			155,000.00			20,283.90
#06-08c	313,749.50			386.92			129,079.59
#06-08e	37,847.99			184,669.91			37,847.99
#06-08f	150,000.00						150,000.00
#06-08g	728,698.97			448,601.09			280,097.88
#06-08h	12,727.66			12,727.66			
#06-08i	857.00						857.00
#07-18a	(30,645.00)		528,425.00	472,944.00			24,836.00
#07-18b	(12,670.56)		33,000.00	17,051.06			3,278.38
#07-18c	16,250.00		308,750.00	163,480.68			161,519.32
#07-18d	(9,545.26)		34,700.00	25,154.74			
#07-18e	1,049.22			1,049.22			
#07-18f	(92,540.35)		1,872,700.00	650,258.82		37,500.00	1,167,400.83
#07-18g	(30,193.03)		95,000.00	11,998.22			52,808.75
#08-13a	(140,377.88)		696,065.00	555,446.52			240.60

TOWNSHIP OF PARSIPPANY-TROY HILLS
GENERAL CAPITAL FUND

ANALYSIS OF CAPITAL CASH

C-3
Sheet #2

	Balance		Receipts		Disbursements			Transfers		Balance Dec. 31, 2009
	Dec. 31, 2008		Bond Anticipation Notes	Other	Improvement Authorizations	Other	From	To	Dec. 31, 2009	
<u>Improvement Authorizations</u>										
General Improvements:										
#08-13b	\$ 4,058.48	\$ 88,445.00	\$	\$	\$ 92,503.48	\$	\$	\$	\$	9,500.00
#08-13c	12,500.00				3,000.00					482.00
#08-13d	(84,523.00)	85,015.00								72,397.68
#08-13e	(14,661.46)	133,000.00			45,940.86					510,547.29
#08-13f	(478,088.41)	2,000,000.00			1,011,364.30					7,500.00
#08-13g	7,500.00									1,410.00
#08-13h	8,750.00				7,340.00					3,000.00
#08-13i	(34,830.47)	38,000.00			3,169.53					368,970.97
#08-13j	3,000.00									39,951.94
#09-24a		348,650.00			8,029.03			18,350.00		7,500.00
#09-24b		465,500.00			450,048.06			24,500.00		3,000.00
#09-24c					2,500.00			10,000.00		185,000.00
#09-24d								3,000.00		1,216,845.90
#09-24e		2,238,000.00			1,206,154.10			185,000.00		155,000.00
#09-24f		147,250.00						7,750.00		15,000.00
#09-24g								15,000.00		11,250.00
#09-24h								11,250.00		
<u>Other Accounts</u>										
Fund Balance	49,349.27			149,961.00				45,000.00		154,310.27
Capital Improvement Fund	5,357.00			274,850.00				274,850.00		5,357.00
Grants Receivable				37,500.00				37,500.00		
Deposit for Regional Contribution Agreement	261,420.19									261,420.19
Reserve for Debt Service	1,998.79									1,998.79
Reserve for Developer										
Contributions - Road Improvement	96,652.68									96,652.68
Current Fund Interfund				36,778.16				45,000.00		
					81,778.16					
	\$ 2,139,210.41	\$ 9,570,000.00	\$ 92,503.48	\$ 499,089.16	\$ 6,401,675.97	\$ 81,778.16	\$ 357,350.00	\$ 357,350.00	\$ 5,724,845.44	
Reference	C	C-13	C-7	Sheet #3	C-10	Contra	Contra	Contra	C	

TOWNSHIP OF PARSIPPANY-TROY HILLS
GENERAL CAPITAL FUND

ANALYSIS OF CAPITAL CASH

C-3
Sheet #3

	<u>Ref.</u>	<u>Receipts</u> <u>Other</u>
Fund Balance	C-1	\$ 149,961.00
Grants Receivable	C-4	37,500.00
Capital Improvement Fund	C-8	274,850.00
Interfunds Payable	C-10	<u>36,778.16</u>
	Sheet #2	<u>\$ 499,089.16</u>

TOWNSHIP OF PARSIPPANY-TROY HILLS
GENERAL CAPITAL FUND

GRANTS RECEIVABLE

C-4

<u>Ordinance Number</u>	<u>Purpose</u>	<u>Balance Dec. 31, 2008</u>	<u>2009 Grants</u>	<u>Collections</u>	<u>Cancelled</u>	<u>Balance Dec. 31, 2009</u>	<u>Reference</u>
	<u>Community Development Block Grant</u>						
09-24f	Knoll Road Resurfacing Project	\$	\$ 125,000.00	\$	\$	\$ 125,000.00	
	<u>State Grants</u>						
	New Jersey Transportation Trust Fund:						
99-24c	Smith Road	148,715.00			148,715.00		
07-18f	Knoll Road	37,500.00		37,500.00			
09-24f	Knoll Road Resurfacing Project		195,000.00			195,000.00	
		<u>\$ 186,215.00</u>	<u>\$ 320,000.00</u>	<u>\$ 37,500.00</u>	<u>\$ 148,715.00</u>	<u>\$ 320,000.00</u>	<u>C</u>
				<u>C-2</u>	<u>C-7</u>		<u>C</u>

TOWNSHIP OF PARSIPPANY-TROY HILLS
GENERAL CAPITAL FUND

DEFERRED CHARGES TO FUTURE TAXATION
FUNDED

C-5

	<u>Ref.</u>		
Balance December 31, 2008	C		\$ 59,779,232.00
Increased by:			
Refunding Bonds Issued	C-15		<u>35,000.00</u>
			59,814,232.00
Decreased by:			
Redemptions:			
Green Acres Loan	C-14	\$ 166,308.20	
Refunding Bonds	C-15	1,132,778.64	
Serial Bonds	C-16	<u>3,285,000.00</u>	
			<u>4,584,086.84</u>
Balance December 31, 2009	C		<u>\$ 55,230,145.16</u>

TOWNSHIP OF PARSHIPANY-TROY HILLS
GENERAL CAPITAL FUND

DEFERRED CHARGES TO FUTURE TAXATION - UNFUNDED

C-6
Sheet #1

Ordinance Number	Date	Improvement Description	Balance Dec. 31, 2008	2009 Authorizations	Balance Dec. 31, 2009	Analysis of Balance Dec. 31, 2009		Unexpended Improvement Authorizations
						Bond Anticipation Notes	Expenditures	
91-27	5-14-91	Regional Contribution Agreement - City of Newark	\$ 453,643.69	\$	\$ 453,643.69	\$	\$	\$ 453,643.69
01-16 02-09	5-22-01 4-09-02	Multi-Purpose: a. Acquisition and Development of the Brookwood Swim Club Property	567,750.00		567,750.00			567,750.00
04-23	7-20-04	Multi-Purpose: f. Various Road Improvements g. Acquisition of Various Equipment h. Manor Lake Dam Replacement	105.00 33.00 22,500.00		105.00 33.00 22,500.00		33.00	105.00
05-07	5-10-05	Multi-Purpose: f. Various Road Improvements	865,000.00		865,000.00	435,000.00	29,220.30	400,779.70
06-08 07-53	5-23-06 11-28-07	Multi-Purpose: g. Various Road Improvements	755,000.00		755,000.00			755,000.00
07-18	7-24-07	Multi-Purpose: a. Acquisition of Vehicles b. Various Park Improvements c. Sidewalk and Curb Construction d. Acquisition of a Wireless Radio System f. Various Road Improvements g. Design of the Rainbow Lakes Dam Project	528,425.00 33,000.00 308,750.00 34,700.00 1,872,700.00 95,000.00		528,425.00 33,000.00 308,750.00 34,700.00 1,872,700.00 95,000.00	528,425.00 33,000.00 308,750.00 34,700.00 1,872,700.00 95,000.00		
08-13	5-13-08	Multi-Purpose: a. Acquisition of Vehicles b. Acquisition of Various Equipment c. Sidewalk and Curb Construction d. Police Communication Equipment e. Traffic Signal Design and Upgrades f. Various Road Improvements g. Remove and Replace Rainbow Lakes Dams h. Rockaway River Dredging i. Installation of a Lawn Sprinkler System j. Acquisition of a Storage Shed	696,065.00 88,445.00 237,500.00 85,015.00 133,000.00 3,301,250.00 142,500.00 166,250.00 38,000.00 57,000.00		696,065.00 88,445.00 237,500.00 85,015.00 133,000.00 3,301,250.00 142,500.00 166,250.00 38,000.00 57,000.00	696,065.00 88,445.00 237,500.00 85,015.00 133,000.00 2,000,000.00		237,500.00

TOWNSHIP OF PARSHIPPANY-TROY HILLS
GENERAL CAPITAL FUND

DEFERRED CHARGES TO FUTURE TAXATION - UNFUNDED

C-6
Sheet #2

Ordinance Number	Date	Improvement Description	Balance Dec. 31, 2008	2009 Authorizations	Balance Dec. 31, 2009	Bond Anticipation Notes	Analysis of Balance Dec. 31, 2009	
							Expenditures	Unexpended Improvement Authorizations
09-24	6-16-09	Multi-Purpose: a. Acquisition of Vehicles b. Acquisition of Various Equipment c. Sidewalk and Curb Construction d. Traffic Signal Design and Upgrades e. Various Road Improvements f. Knoll Road Resurfacing g. Replacement of Manor Lake Dam h. Rockaway River Dredging and Troy Brook Dredging	\$	\$ 348,650.00 465,500.00 190,000.00 57,000.00 3,515,000.00 147,250.00 285,000.00 213,750.00	\$ 348,650.00 465,500.00 190,000.00 57,000.00 3,515,000.00 147,250.00 285,000.00 213,750.00	\$	\$	190,000.00 57,000.00 1,277,000.00 285,000.00 213,750.00
			<u>\$ 10,481,631.69</u>	<u>\$ 5,222,150.00</u>	<u>\$ 15,703,781.69</u>	<u>\$ 9,570,000.00</u>	<u>\$ 29,253.30</u>	<u>\$ 6,104,528.39</u>

Reference C C-7 C-13 C-3

TOWNSHIP OF PARSIPPANY-TROY HILLS
GENERAL CAPITAL FUND

IMPROVEMENT AUTHORIZATIONS

C-7
Sheet #1

Improvement Description	Ordinance Number	Date	Amount	Balance Dec. 31, 2008		2009 Authorizations	Expended	Cancelled	Balance Dec. 31, 2009	
				Funded	Unfunded				Funded	Unfunded
Regional Contribution Agreement - City of Newark	91-27	5-14-91	\$ 5,100,000.00	\$	\$ 453,643.69	\$	\$	\$	\$	\$ 453,643.69
Multi-Purpose: d. Storm Drainage Improvements at Various Locations	94-27	8-16-94	410,000.00	74,491.39		9,759.27				64,732.12
Multi-Purpose: b. Storm Drainage Improvements at Various Locations	96-34	10-29-96	800,000.00	149,301.07						149,301.07
Multi-Purpose: c. Storm Drainage Improvements at Various Locations	97-08	6-17-97	550,000.00	2,400.00		2,400.00				
Multi-Purpose: c. Road Resurfacing h. Building Improvements at Various Locations	99-24	6-22-99	2,195,350.00 49,000.00	138,276.85 341.74			148,715.00			138,276.85 341.74
Multi-Purpose: a. Acquisition and Development of the Brookwood Swim Club Property	01-16 02-09	5-22-01 4-09-02	4,500,000.00 3,050,000.00	15,875.75						10,231.21
Construction of a New Police Building	02-11 03-29 05-02	4-30-02 8-12-03 2-22-03	6,500,000.00 2,100,000.00 250,000.00	2,153.90						990.00
Multi-Purpose: d. Various Road Improvements	02-23	6-18-02	3,225,875.00	200,490.58						192,390.58
Multi-Purpose: c. Sidewalk and Curb Construction f. Various Road Improvements	03-14	5-13-03	750,000.00 2,304,150.00	2,204.09 1,375.00						2,204.09 1,375.00
Multi-Purpose: b. Various Park Improvements c. Sidewalk and Curb Construction	04-23	7-20-04	1,080,000.00 340,000.00	30,000.00 6,180.00						30,000.00 6,180.00

TOWNSHIP OF PARSIPPANY-TROY HILLS
GENERAL CAPITAL FUND

IMPROVEMENT AUTHORIZATIONS

C-7
Sheet #2

Improvement Description	Number	Ordinance Date	Amount	Balance Dec. 31, 2008		2009 Authorizations	Expended	Cancelled	Balance Dec. 31, 2009	
				Funded	Unfunded				Funded	Unfunded
Multi-Purpose:										
f. Various Road Improvements	04-23	7-20-04	\$ 2,405,900.00	\$ 162,547.66	\$ 105.00	\$	\$ 4,207.16	\$	\$ 158,340.50	\$ 105.00
h. Manor Lake Dam Replacement			150,000.00	15,050.56	22,500.00				15,060.56	22,500.00
Multi-Purpose:										
b. Various Park Improvements	05-07	5-10-05	448,000.00	6,106.08			6,106.08		868.07	
c. Sidewalk and Curb Construction			250,000.00	868.07					952.00	
d. Upgrade the Police Communications System			300,000.00	952.00						
f. Various Road Improvements			4,209,829.00	371,256.52	865,000.00		835,476.82			400,779.70
Multi-Purpose:										
a. Acquisition of Vehicles	06-08	5-23-06	719,059.00	155,000.00			155,000.00			
b. Various Park Improvements	07-53	11-28-07	689,000.00	20,670.82			386.92		20,283.90	
c. Sidewalk and Curb Construction			350,000.00	313,749.50			184,669.91		129,079.59	
e. Design and Development of Greystone Park			40,000.00	37,847.99					37,847.99	
f. Traffic Signal Design and Upgrades			150,000.00	150,000.00					150,000.00	755,000.00
g. Various Road Improvements			3,150,000.00	728,698.97	755,000.00		448,601.09		280,097.88	
h. Acquisition of Various Equipment			263,000.00	12,727.66			12,727.66			
i. Various Miscellaneous Capital Improvements			35,857.00	857.00					857.00	
Multi-Purpose:										
a. Acquisition of Vehicles	07-18	7-24-07	661,500.00	497,780.00			472,944.00			24,836.00
b. Various Park Improvements			140,000.00	20,329.44			17,051.06			3,278.38
c. Sidewalk and Curb Construction			325,000.00	16,250.00			163,480.68			161,519.32
d. Acquisition of a Wireless Radio System			226,000.00				25,154.74			
e. Traffic Signal Design and Upgrades			140,000.00	1,049.22			1,049.22			
f. Various Road Improvements			3,576,000.00	1,817,859.65			650,258.82			1,167,400.83
g. Design of the Rainbow Lakes Dam Project			100,000.00	64,806.97			11,988.22			32,808.75
Multi-Purpose:										
a. Acquisition of Vehicles	08-13	5-13-08	732,700.00	555,687.12			555,446.52			240.60
b. Acquisition of Various Equipment			93,100.00	88,445.00			92,503.48			
c. Sidewalk and Curb Construction			250,000.00	12,500.00			3,000.00		9,500.00	237,500.00
d. Police Communication Equipment			89,492.00	492.00						482.00
e. Traffic Signal Design and Upgrades			140,000.00	118,338.54			45,940.86			72,387.68

TOWNSHIP OF PARSIFFANY-TROY HILLS
GENERAL CAPITAL FUND

IMPROVEMENT AUTHORIZATIONS

C-7
Sheet #3

Improvement Description	Ordinance Number	Ordinance Date	Amount	Balance Dec. 31, 2008		2009 Authorizations	Expended	Cancelled	Balance Dec. 31, 2009	
				Funded	Unfunded				Funded	Unfunded
Multi-Purpose:										
f. Various Road Improvements	08-13	5-13-08	\$ 3,543,233.00	\$ 7,500.00	\$ 2,823,161.59	\$	\$ 1,011,364.30	\$	\$ 7,500.00	\$ 1,811,797.29
g. Remove and Replace Rainbow Lakes Dams			150,000.00	8,750.00	142,500.00		7,340.00		1,410.00	142,500.00
h. Rockaway River Dredging			175,000.00		166,250.00		3,169.53			166,250.00
i. Installation of a Lawn Sprinkler System			40,000.00		3,169.53					
j. Acquisition of a Storage Shed			60,000.00	3,000.00	57,000.00				3,000.00	57,000.00
Multi-Purpose:										
a. Acquisition of Vehicles	09-24	6-16-09	367,000.00			367,000.00	8,029.03		10,320.97	348,650.00
b. Acquisition of Various Equipment			490,000.00			490,000.00	450,048.06		7,500.00	39,951.94
c. Sidewalk and Curb Construction			200,000.00			200,000.00	2,500.00		3,000.00	190,000.00
d. Traffic Signal Design and Upgrades			60,000.00			60,000.00				57,000.00
e. Various Road Improvements			3,700,000.00			3,700,000.00	1,206,154.10		7,750.00	2,493,845.90
f. Knoll Road Resurfacing			475,000.00			475,000.00			15,000.00	467,250.00
g. Replacement of Manor Lake Dam			300,000.00			300,000.00				285,000.00
h. Rockaway River Dredging and Troy Brook Dredging			225,000.00			225,000.00			11,250.00	213,750.00
				\$ 2,652,540.90	\$ 9,739,738.27	\$ 5,817,000.00	\$ 6,401,675.97	\$ 148,715.00	\$ 1,465,641.12	\$ 10,193,247.08
Reference				C	C	Sheet #4	C-2	C-4	C	C

TOWNSHIP OF PARSIPPANY-TROY HILLS
GENERAL CAPITAL FUND

IMPROVEMENT AUTHORIZATIONS

C-7
Sheet #4

	<u>Ref.</u>	2009 <u>Authorizations</u>
Grants Receivable	C-4	\$ 320,000.00
Deferred Charges to Future Taxation - Unfunded	C-6	5,222,150.00
Capital Improvement Fund	C-8	<u>274,850.00</u>
	Sheet #3	<u>\$ 5,817,000.00</u>

TOWNSHIP OF PARSIPPANY-TROY HILLS
GENERAL CAPITAL FUND

CAPITAL IMPROVEMENT FUND

C-8

	<u>Ref.</u>	
Balance December 31, 2008	C	\$ 5,357.00
Increased by:		
Budget Appropriations	C-2	<u>274,850.00</u>
		280,207.00
Decreased by:		
Appropriated to Finance Improvement		
Authorizations:		
#09-24	C-7	<u>274,850.00</u>
Balance December 31, 2009	C	<u><u>\$ 5,357.00</u></u>

TOWNSHIP OF PARSIPPANY-TROY HILLS
GENERAL CAPITAL FUND

DEPOSIT FOR REGIONAL CONTRIBUTION AGREEMENT

C-9

	<u>Ref.</u>	
Balance December 31, 2008	C	<u>\$ 261,420.19</u>
Balance December 31, 2009	C	<u><u>\$ 261,420.19</u></u>

INTERFUNDS PAYABLE

C-10

	<u>Ref.</u>	<u>Current Fund</u>
Increased by:		
General Capital Fund Balance Anticipated as Current Fund Revenue	C-1	\$ 45,000.00
Interest on Investments and Deposits	C-2	<u>36,778.16</u>
		81,778.16
Decreased by:		
Settlements	C-2	<u>81,778.16</u>
		<u><u>\$ -</u></u>

TOWNSHIP OF PARSIPPANY-TROY HILLS
GENERAL CAPITAL FUND

RESERVE FOR DEBT SERVICE

C-11

	<u>Ref.</u>	
Balance December 31, 2008	C	<u>\$ 1,998.79</u>
Balance December 31, 2009	C	<u><u>\$ 1,998.79</u></u>

RESERVE FOR DEVELOPER CONTRIBUTION - ROAD IMPROVEMENT

C-12

	<u>Ref.</u>	
Balance December 31, 2008	C	<u>\$ 96,652.68</u>
Balance December 31, 2009	C	<u><u>\$ 96,652.68</u></u>

TOWNSHIP OF PARSIPPANY-TROY HILLS
GENERAL CAPITAL FUND

C-13

BOND ANTICIPATION NOTES

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Date of Original Issue</u>	<u>Date of Issue</u>	<u>Date of Maturity</u>	<u>Interest Rate</u>	<u>Increase</u>	<u>Balance Dec. 31, 2009</u>
04-23	Multi-Purpose	11-10-09	11-10-09	11-10-10	2.00%	\$ 22,500.00	\$ 22,500.00
05-07	Multi-Purpose	11-10-09	11-10-09	11-10-10	2.00	435,000.00	435,000.00
07-18	Multi-Purpose	11-10-09	11-10-09	11-10-10	2.00	2,872,575.00	2,872,575.00
08-13	Multi-Purpose	11-10-09	11-10-09	11-10-10	2.00	3,040,525.00	3,040,525.00
09-24	Multi-Purpose	11-10-09	11-10-09	11-10-10	2.00	3,199,400.00	3,199,400.00
						<u>\$ 9,570,000.00</u>	<u>\$ 9,570,000.00</u>
					<u>Reference</u>	<u>C-2</u>	<u>C</u>

TOWNSHIP OF PARSIPPANY-TROY HILLS
GENERAL CAPITAL FUND

GREEN ACRES TRUST ACQUISITION LOAN PAYABLE

C-14
Sheet #1

<u>Description</u>	<u>Ordinance Number</u>	<u>Amount of Original Issue</u>	<u>Maturities of Loan Outstanding</u>		<u>Interest Rate</u>	<u>Balance Dec. 31, 2008</u>	<u>Decrease</u>	<u>Balance Dec. 31, 2009</u>
			<u>Date</u>	<u>Amount</u>				
Acquisition of Land	89-59 91-15 91-26	\$ 1,500,000.00			2.00%	\$ 50,500.52	\$ 50,500.52	\$
Acquisition of Land	91-65 92-40 93-35	1,500,000.00	4-12-2010	\$ 40,978.53				
			10-12-2010	41,388.32				
			4-12-2011	41,802.20				
			10-12-2011	42,220.22				
			4-12-2012	42,642.43				
			10-12-2012	43,068.85				
			4-12-2013	43,499.54				
			10-12-2013	43,934.53				
			4-12-2014	44,373.88				
			10-12-2014	44,817.62				
			4-12-2015	45,265.79				
			10-12-2015	45,718.46				
			4-12-2016	46,175.64				
Acquisition of Land	93-35	664,482.00	5-19-2010	17,795.31		646,629.90	80,743.89	565,886.01
			11-19-2010	17,973.27				
			5-19-2011	18,153.00				
			11-19-2011	18,334.53				
			5-19-2012	18,517.87				
			11-19-2012	18,703.05				
			5-19-2013	18,890.08				
			11-19-2013	19,078.98				
			5-19-2014	19,269.77				
			11-19-2014	19,462.47				
			5-19-2015	19,657.10				
			11-19-2015	19,853.67				
			5-19-2016	20,052.20				
			11-19-2016	20,252.73				

TOWNSHIP OF PARSIPPANY-TROY HILLS
GENERAL CAPITAL FUND

GREEN ACRES TRUST ACQUISITION LOAN PAYABLE

C-14
Sheet #2

<u>Description</u>	<u>Ordinance Number</u>	<u>Amount of Original Issue</u>	<u>Date</u>	<u>Maturities of Loan Outstanding Dec. 31, 2009</u>	<u>Interest Rate</u>	<u>Balance Dec. 31, 2008</u>	<u>Decrease</u>	<u>Balance Dec. 31, 2009</u>
Acquisition of Land	93-35	\$ 664,482.00	5-19-2017	\$ 20,455.26	2.00%	\$ 321,513.08	\$ 35,063.79	\$ 286,449.29
						<u>\$ 1,018,643.50</u>	<u>\$ 166,308.20</u>	<u>\$ 852,335.30</u>
					<u>Reference</u>	<u>C</u>	<u>C-5</u>	<u>C</u>

TOWNSHIP OF PARSIPPANY-TROY HILLS
GENERAL CAPITAL FUND

C-15

REFUNDING BONDS

	Original Issue		Maturities of Bonds Outstanding Dec. 31, 2009		Interest Rate	Balance Dec. 31, 2008	Increase	Budget Appropriation	Balance Dec. 31, 2009
	Date	Amount	Date	Amount					
Refunding Bonds: Capital Appreciation Bonds	4-01-92	\$ 12,461,000.00	4-01-2010	\$ 127,809.86		\$ 385,588.50	\$	\$ 257,778.64	\$ 127,809.86
Refunding Bonds	6-15-93	21,513,000.00	2-01-2010 2-01-2011	1,597,000.00 862,000.00	5.00 % 5.00	2,459,000.00			2,459,000.00
Refunding Bonds	5-15-09	2,620,000.00	12-01-2010 12-01-2010 12-01-2011 12-01-2011	115,000.00 740,000.00 75,000.00 815,000.00	2.00 4.00 2.00 4.00		2,620,000.00	875,000.00	1,745,000.00
						\$ 2,844,588.50	\$ 2,620,000.00	\$ 1,132,778.64	\$ 4,331,809.86
					Reference	C	Below	C-5	C

Ref.

Deferred Charges to Future Taxation - Funded	C-5	\$ 35,000.00
General Capital Bonds Defeased	C-16	2,585,000.00
	Above	\$ 2,620,000.00

TOWNSHIP OF PARSIPPANY-TROY HILLS
GENERAL CAPITAL FUND

SERIAL BONDS

C-16
Sheet #1

	Original Issue		Maturities of Bonds Outstanding		Interest Rate	Balance Dec. 31, 2008	Decrease		Balance Dec. 31, 2009
	Date	Amount	Date	Amount			Budget Appropriation	Refunding Bonds Issued	
General	12-01-97	\$ 9,510,000.00				\$ 2,585,000.00	\$	\$ 2,585,000.00	\$
General	10-01-02	22,600,000.00	10-01-2010	\$ 1,500,000.00	3.25%				
			10-01-2011	1,570,000.00	3.375				
			10-01-2012	1,640,000.00	3.375				
			10-01-2013	1,710,000.00	3.50				
			10-01-2014	1,785,000.00	3.60				
			10-01-2015	1,850,000.00	3.70				
			10-01-2016	1,930,000.00	4.00				
			10-01-2017	2,020,000.00	4.00	15,440,000.00	1,435,000.00		14,005,000.00
General	6-01-05	23,261,000.00	7-15-2010	895,000.00	4.00				
			7-15-2011	945,000.00	4.00				
			7-15-2012	990,000.00	4.00				
			7-15-2013	1,041,000.00	4.00				
			7-15-2014	1,085,000.00	4.00				
			7-15-2015	1,130,000.00	4.00				
			7-15-2016	1,180,000.00	4.00				
			7-15-2017	1,225,000.00	4.00				
			7-15-2018	1,275,000.00	4.00				
			7-15-2019	1,320,000.00	4.00				
			7-15-2020	1,370,000.00	4.00				
			7-15-2021	1,415,000.00	4.00				
			7-15-2022	1,460,000.00	4.00				
			7-15-2023/24	1,570,000.00	4.00				
			7-15-2025	1,570,000.00	4.125	20,891,000.00	850,000.00		20,041,000.00
General	7-01-08	17,000,000.00	7-15-2010	1,300,000.00	3.25				
			7-15-2011	1,400,000.00	3.50				
			7-15-2012	1,450,000.00	3.50				
			7-15-2013/14	1,500,000.00	3.50				
			7-15-2015	1,550,000.00	3.75				
			7-15-2016	1,600,000.00	3.75				

TOWNSHIP OF PARSIPPANY-TROY HILLS
GENERAL CAPITAL FUND

C-17
Sheet #1

BONDS AND NOTES AUTHORIZED BUT NOT ISSUED

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Balance Dec. 31, 2008</u>	<u>2009 Authorizations</u>	<u>Bond Anticipation Notes Issued</u>	<u>Balance Dec. 31, 2009</u>
91-27	Regional Contribution Agreement - City of Newark	\$ 453,643.69	\$		\$ 453,643.69
01-16	Multi-Purpose:				
02-09	a. Acquisition and Development of the Brookwood Swim Club Property	567,750.00			567,750.00
04-23	Multi-Purpose:				
	f. Various Road Improvements	105.00			105.00
	g. Acquisition of Various Equipment	33.00			33.00
	h. Manor Lake Dam Replacement	22,500.00		22,500.00	
05-07	Multi-Purpose:				
	f. Various Road Improvements	865,000.00		435,000.00	430,000.00
06-08	Multi-Purpose:				
07-53	g. Various Road Improvements	755,000.00			755,000.00
07-18	Multi-Purpose:				
	a. Acquisition of Vehicles	528,425.00		528,425.00	
	b. Various Park Improvements	33,000.00		33,000.00	
	c. Sidewalk and Curb Construction	308,750.00		308,750.00	
	d. Acquisition of a Wireless Radio System	34,700.00		34,700.00	
	f. Various Road Improvements	1,872,700.00		1,872,700.00	
	g. Design of the Rainbow Lakes Dam Project	95,000.00		95,000.00	

TOWNSHIP OF PARSIPPANY-TROY HILLS
GENERAL CAPITAL FUND

C-17
Sheet #2

BONDS AND NOTES AUTHORIZED BUT NOT ISSUED

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Balance Dec. 31, 2008</u>	<u>2009 Authorizations</u>	<u>Bond Anticipation Notes Issued</u>	<u>Balance Dec. 31, 2009</u>
08-13	Multi-Purpose:				
	a. Acquisition of Vehicles	\$ 696,065.00	\$	\$ 696,065.00	\$
	b. Acquisition of Various Equipment	88,445.00		88,445.00	
	c. Sidewalk and Curb Construction	237,500.00			237,500.00
	d. Police Communication Equipment	85,015.00		85,015.00	
	e. Traffic Signal Design and Upgrades	133,000.00		133,000.00	
	f. Various Road Improvements	3,301,250.00		2,000,000.00	1,301,250.00
	g. Remove and Replace Rainbow Lakes Dams	142,500.00			142,500.00
	h. Rockaway River Dredging	166,250.00			166,250.00
	i. Installation of a Lawn Sprinkler System	38,000.00		38,000.00	
	j. Acquisition of a Storage Shed	57,000.00			57,000.00
09-24	Multi-Purpose:				
	a. Acquisition of Vehicles		348,650.00	348,650.00	
	b. Acquisition of Various Equipment		465,500.00	465,500.00	
	c. Sidewalk and Curb Construction		190,000.00		190,000.00
	d. Traffic Signal Design and Upgrades		57,000.00		57,000.00
	e. Various Road Improvements		3,515,000.00	2,238,000.00	1,277,000.00
	f. Knoll Road Resurfacing		147,250.00	147,250.00	
	g. Replacement of Manor Lake Dam		285,000.00		285,000.00
	h. Rockaway River Dredging and Troy Brook Dredging		213,750.00		213,750.00
		<u>\$ 10,481,631.69</u>	<u>\$ 5,222,150.00</u>	<u>\$ 9,570,000.00</u>	<u>\$ 6,133,781.69</u>

Reference

C

C-6

C-13

C

TOWNSHIP OF PARSIPPANY-TROY HILLS
WATER UTILITY

CASH RECEIPTS AND DISBURSEMENTS
TREASURER

D-5

	<u>Ref.</u>	<u>Operating Fund</u>		<u>Capital Fund</u>
Balance December 31, 2008	D	\$ 491,975.04		\$ 783,638.08
Increased by Receipts:				
Premium on Sale of Notes	D-2	\$	\$ 13,406.00	
Interest on Deposits	D-3	19,046.21		
Collector	D-6	6,255,174.89		
Interfunds Receivable	D-8	298,395.55		
Capital Improvement Fund	D-24		49,500.00	
Interfunds Payable	D-25		15,051.57	
Bond Anticipation Notes	D-29		855,500.00	
Contra Item:				
Petty Cash	Contra	<u>150.00</u>		
		<u>6,572,766.65</u>		<u>933,457.57</u>
		7,064,741.69		1,717,095.65
Decreased by Disbursements:				
Budget Appropriations	D-4	5,451,319.89		
Appropriation Reserves	D-16	257,041.40		
Reserve for Water Master Plan	D-18	12,000.00		
Accrued Interest on Bonds	D-19	433,248.34		
Accrued Interest on Loans	D-20	8,694.54		
Water Rent Overpayments	D-22	44,813.27		
Improvement Authorizations	D-23		305,891.36	
Interfunds Payable	D-25		15,051.57	
Contra Item	Contra	<u>150.00</u>		
		<u>6,207,267.44</u>		<u>320,942.93</u>
Balance December 31, 2009	D	<u>\$ 857,474.25</u>		<u>\$ 1,396,152.72</u>
<u>Bank Reconciliation December 31, 2009</u>				
Balance per Statement:				
The Provident Bank,				
Parsippany, New Jersey:				
		\$ 856,164.36		\$ 1,397,462.61
Plus: Deposit-in-Transit		<u>1,309.89</u>		<u>1,397,462.61</u>
		857,474.25		1,397,462.61
Less: Outstanding Checks				
		<u>857,474.25</u>		<u>1,309.89</u>
		<u>\$ 857,474.25</u>		<u>\$ 1,396,152.72</u>

TOWNSHIP OF PARSIPPANY-TROY HILLS
WATER UTILITY

CASH RECEIPTS AND DISBURSEMENTS
COLLECTOR

D-6

	<u>Ref.</u>	
Increased by Receipts:		
Miscellaneous Revenue Not Anticipated	D-3	\$ 217,103.99
Consumer Accounts Receivable	D-9	5,939,412.09
Water Rent Overpayments	D-22	<u>98,658.81</u>
		6,255,174.89
Decreased by Disbursements:		
Turnovers to Treasurer	D-5	<u>6,255,174.89</u>
		<u>\$ -</u>

TOWNSHIP OF PARSIPPANY-TROY HILLS
WATER UTILITY

ANALYSIS OF CAPITAL CASH

D-7
Sheet #1

	Balance		Receipts		Disbursements			Transfers		Balance
	Dec. 31, 2008	Dec. 31, 2009	Bond Anticipation Notes	Other	Improvement Authorizations	Other	From	To	Dec. 31, 2009	
<u>Improvement Authorizations</u>										
General Improvements:										
#03-15	\$ 30,752.29	\$								\$ 30,752.29
#04-24	51,343.81				16,944.16					34,399.65
#05-08a, 06-15	14,415.03				791.13					13,623.90
#05-08b, 06-15	47,058.00				18,890.00					28,168.00
#06-09a	349,708.00		200,000.00		10,696.70					539,011.30
#06-09d	25,714.29									25,714.29
#07-19a	37,113.00				8,900.00					28,213.00
#07-19b	(475.00)									(475.00)
#08-14a	(35,463.49)		285,000.00		230,246.51					19,290.00
#08-14b	3,000.00				10,800.00					(7,800.00)
#09-25			370,500.00		8,622.86			49,500.00		411,377.14
<u>Other Accounts</u>										
Fund Balance	41,535.72			13,406.00						54,941.72
Capital Improvement Fund	14,498.22			49,500.00			49,500.00			14,498.22
Water Operating Fund Interfund Reserve for Debt Service	204,438.21			15,051.57		15,051.57				204,438.21
	<u>\$ 783,638.08</u>		<u>\$ 855,500.00</u>	<u>\$ 77,957.57</u>	<u>\$ 305,891.36</u>	<u>\$ 15,051.57</u>	<u>\$ 49,500.00</u>	<u>\$ 49,500.00</u>	<u>\$ 49,500.00</u>	<u>\$ 1,396,152.72</u>
Reference	D		D-29	Sheet #2	D-23	D-25	Contra	Contra		D

TOWNSHIP OF PARSIPPANY-TROY HILLS
WATER UTILITY

ANALYSIS OF CAPITAL CASH

D-7
Sheet #2

	<u>Ref.</u>	<u>Receipts</u> <u>Other</u>
Fund Balance	D-2	\$ 13,406.00
Capital Improvement Fund	D-24	49,500.00
Interfunds Payable	D-25	<u>15,051.57</u>
	Sheet #1	<u>\$77,957.57</u>

TOWNSHIP OF PARSIPPANY-TROY HILLS
WATER UTILITY

INTERFUNDS RECEIVABLE

D-8

		Total Water Operating Fund	Water Operating Fund	
<u>Ref.</u>		<u>Fund</u>	<u>Current Fund</u>	<u>Water Capital Fund</u>
Balance December 31, 2008	D	\$ 371,231.11	\$ 371,231.11	\$
Increased by:				
Interest on Investments and Deposits	D-3	15,051.57		15,051.57
		386,282.68	371,231.11	15,051.57
Decreased by:				
Settlements	D-5	298,395.55	283,343.98	15,051.57
Balance December 31, 2009	D	\$ 87,887.13	\$ 87,887.13	\$ -

TOWNSHIP OF PARSIPPANY-TROY HILLS
WATER UTILITY

CONSUMER ACCOUNTS RECEIVABLE

D-9

	<u>Ref.</u>		
Balance December 31, 2008	D		\$ 573,230.14
Increased by:			
Adjusted Billings:			
Water Rents	Reserve		<u>5,664,812.85</u>
			6,238,042.99
Decreased by:			
Water Rents:			
Collections	D-3,6	\$ 5,939,412.09	
Overpayments Applied	D-22	<u>71,848.95</u>	
			<u>6,011,261.04</u>
Balance December 31, 2009	D		<u><u>\$ 226,781.95</u></u>

WATER LIENS RECEIVABLE

D-10

	<u>Ref.</u>		
Increased by:			
Prior Year Adjustment	Reserve		<u>\$ 252.57</u>
Balance December 31, 2009	D		<u><u>\$ 252.57</u></u>

TOWNSHIP OF PARSIPPANY-TROY HILLS
WATER UTILITY

INVENTORY - MATERIALS AND SUPPLIES

D-11

	<u>Ref.</u>	
Balance December 31, 2008	D	\$ 94,000.00
Increased by:		
Adjustment to Inventory	Reserve	<u>1,800.00</u>
Balance December 31, 2009	D	<u>\$ 95,800.00</u>

TOWNSHIP OF PARSIPPANY-TROY HILLS
WATER UTILITY

DEFERRED CHARGES

D-12

	<u>Increase</u>	Balance <u>Dec. 31, 2009</u>
Deficit in Operations	<u>\$ 7,641.33</u>	<u>\$ 7,641.33</u>
	<u>Reference</u>	<u>D</u>

TOWNSHIP OF PARSIPPANY-TROY HILLS
WATER UTILITY

D-13

DEFERRED CHARGES
N.J.S.A. 40A:4-53(d) SPECIAL EMERGENCY - WATER SUPPLY MASTER PLAN

<u>Date Authorized</u>	<u>Purpose</u>	<u>Net Amount Authorized</u>	1/5 of <u>Net Amount Authorized</u>	<u>Balance Dec. 31, 2008</u>	<u>Decrease</u>	<u>Balance Dec. 31, 2009</u>
5-13-08	Water Supply Master Plan	\$ 125,000.00	\$ 25,000.00	\$ 125,000.00	\$ 25,000.00	\$ 100,000.00
	<u>Reference</u>			D	D-4	D

TOWNSHIP OF PARSIPPANY-TROY HILLS
WATER UTILITY

FIXED CAPITAL

D-14

	Balance <u>Dec. 31, 2008</u>	Balance <u>Dec. 31, 2009</u>
Organization	\$ 1,769.20	\$ 1,769.20
Reservation Land	2,653.66	2,653.66
Other Sources - Supply Land	109.76	109.76
Pumping System Land	54,322.42	54,322.42
Storage Reservoir Land	717.00	717.00
Other Distribution System Land	1,720.00	1,720.00
Miscellaneous Land	1,590.00	1,590.00
Wells	868,299.00	868,299.00
Pumping Station Structures	343,457.98	343,457.98
Electric Pumping Equipment	47,817.03	47,817.03
Diesel Power Pumping Equipment	13,263.45	13,263.45
Transmission Mains	75,935.26	75,935.26
Storage Reservoirs	557,680.19	557,680.19
Distribution Mains	737,619.75	737,619.75
Service Pipes	21,814.48	21,814.48
Meters	267,817.53	267,817.53
Fire Hydrants	116,661.59	116,661.59
General Equipment	616,670.19	616,670.19
Engineering and Superintendence	47,248.53	47,248.53
Legal Expenditures During Construction	8,054.14	8,054.14
Damage During Construction	15,000.00	15,000.00
Interest During Construction	13,971.95	13,971.95
Ditching and Grading Machines	47,482.90	47,482.90
Burroughs Bookkeeping Machine	3,735.67	3,735.67
Grawdall Shovel	30,795.00	30,795.00
Backhoe and Shovel	39,863.00	39,863.00
Office Equipment	16,358.00	16,358.00
Miscellaneous Equipment	316,632.09	316,632.09
Trucks and Automobiles	418,570.65	418,570.65
Vehicles and Equipment	678,000.00	678,000.00
Main Extensions	958,249.07	958,249.07
Communication Equipment	2,089.00	2,089.00
Compressors	5,400.00	5,400.00
Tractor Mower	1,759.00	1,759.00
Phillips Bookkeeping Machine and Related Costs	60,498.45	60,498.45
Improvement of Water Supply and Distribution System	21,411,177.16	21,411,177.16
Meter Reader System	2,526,000.00	2,526,000.00
Issuance Costs - Various	572,645.00	572,645.00
	<u>\$30,903,448.10</u>	<u>\$30,903,448.10</u>

Reference

D

D

TOWNSHIP OF PARSEPPANY-TROY HILLS
WATER UTILITY

FIXED CAPITAL AUTHORIZED AND UNCOMPLETED

D-15

<u>Improvement Description</u>	<u>Ordinance</u>	<u>Amount</u>	<u>Balance</u> <u>Dec. 31, 2008</u>	<u>2009</u> <u>Authorizations</u>	<u>Balance</u> <u>Dec. 31, 2009</u>
<u>Number</u>	<u>Date</u>	<u>Amount</u>	<u>Dec. 31, 2008</u>	<u>Authorizations</u>	<u>Dec. 31, 2009</u>
Acquisition of Equipment	03-15	\$ 150,000.00	\$ 150,000.00	\$	\$ 150,000.00
Acquisition of Equipment	04-24	355,000.00	355,000.00		355,000.00
Multi-Purpose	05-08				
a. Improvements to Water System	06-15	1,580,000.00	1,580,000.00		1,580,000.00
b. Acquisition of a Remote Meter Reading System		80,000.00	80,000.00		80,000.00
Multi-Purpose	06-09				
a. Improvement to the Farnay Booster Supply Main	5-23-06	600,000.00	600,000.00		600,000.00
d. Well Redevelopment and Miscellaneous Capital Improvements		40,000.00	40,000.00		40,000.00
Multi-Purpose	07-19				
a. Various Equipment and Structural Improvements	7-24-07	610,000.00	610,000.00		610,000.00
b. Various Major Information Technology and Telecommunications Equipment		50,000.00	50,000.00		50,000.00
Multi-Purpose	08-14				
a. Meter Installations	5-13-08	300,000.00	300,000.00		300,000.00
b. Various Major Information Technology and Telecommunications Equipment		60,000.00	60,000.00		60,000.00
improvements to Water Utility System	09-25	990,000.00	990,000.00	990,000.00	990,000.00
			<u>\$ 3,825,000.00</u>	<u>\$ 990,000.00</u>	<u>\$ 4,815,000.00</u>
	Reference	D	D	D-23	D

TOWNSHIP OF PARSIPPANY-TROY HILLS
WATER UTILITY

D-16

APPROPRIATION RESERVES

	<u>Encumbered</u>	<u>Balance Dec. 31, 2008</u>	<u>Unencumbered</u>	<u>Balance After Transfers</u>	<u>Paid or Charged</u>	<u>Balance Lapsed</u>
Operating:						
Salaries and Wages	\$	\$ 51,085.50	\$ 51,085.50	\$ 51,085.50	\$ 48,341.73	\$ 2,743.77
Other Expenses	108,614.72	153,675.46	262,290.18	262,290.18	237,417.45	24,872.73
	<u>108,614.72</u>	<u>204,760.96</u>	<u>313,375.68</u>	<u>313,375.68</u>	<u>285,759.18</u>	<u>27,616.50</u>
Statutory Expenditures:						
Social Security System (OASI)		33,871.37	33,871.37	33,871.37	1,282.22	32,589.15
	<u>\$108,614.72</u>	<u>\$ 238,632.33</u>	<u>\$ 347,247.05</u>	<u>\$ 347,247.05</u>	<u>\$ 287,041.40</u>	<u>\$ 60,205.65</u>

D-1

Below

D

D

Reference

Ref.

	\$257,041.40
Cash Disbursed	
Accounts Payable	30,000.00
	<u>\$287,041.40</u>

Above

D-5

D-17

TOWNSHIP OF PARSIPPANY-TROY HILLS
WATER UTILITY

ACCOUNTS PAYABLE

D-17

	<u>Ref.</u>	
Increased by:		
Commitments:		
Appropriation Reserves	D-16	<u>\$ 30,000.00</u>
Balance December 31, 2009	D	<u>\$ 30,000.00</u>

TOWNSHIP OF PARSIPPANY-TROY HILLS
WATER UTILITY

RESERVE FOR WATER MASTER PLAN

D-18

	<u>Ref.</u>	
Balance December 31, 2008	D	\$ 125,000.00
Decreased by:		
Disbursements	D-5	<u>12,000.00</u>
Balance December 31, 2009	D	<u>\$ 113,000.00</u>

TOWNSHIP OF PARSIPPANY-TROY HILLS
WATER UTILITY

ACCRUED INTEREST ON BONDS

D-19

	<u>Ref.</u>	
Balance December 31, 2008	D	\$ 70,354.07
Increased by:		
Budget Appropriations	D-4	428,498.86
		498,852.93
Decreased by:		
Payments	D-5	433,248.34
Balance December 31, 2009	D	\$ 65,604.59

Analysis of Balance

<u>Principal Outstanding Dec. 31, 2009</u>	<u>Interest Rate</u>	<u>From</u>	<u>To</u>	<u>Period</u>	<u>Amount</u>
<u>Serial Bonds</u>					
\$ 190,000.00	3.25 %	10-01-09	12-31-09	3 Months	\$ 1,543.75
405,000.00	3.375	10-01-09	12-31-09	3 Months	3,417.19
215,000.00	3.50	10-01-09	12-31-09	3 Months	1,881.25
225,000.00	3.60	10-01-09	12-31-09	3 Months	2,025.00
235,000.00	3.70	10-01-09	12-31-09	3 Months	2,173.75
495,000.00	4.00	10-01-09	12-31-09	3 Months	4,950.00
371,000.00	4.00	7-15-09	12-31-09	5.5 Months	6,801.66
100,000.00	3.25	7-01-09	12-31-09	6 Months	1,625.00
500,000.00	3.50	7-01-09	12-31-09	6 Months	8,750.00
600,000.00	3.75	7-01-09	12-31-09	6 Months	11,250.00
400,000.00	4.00	7-01-09	12-31-09	6 Months	8,000.00
 <u>Refunding Bonds</u>					
\$ 362,000.00	5.00	8-01-09	12-31-09	5 Months	\$ 7,541.67
110,000.00	3.25	12-01-09	12-31-09	1 Month	297.92
120,000.00	3.50	12-01-09	12-31-09	1 Month	350.00
245,000.00	4.00	12-01-09	12-31-09	1 Month	816.67
225,000.00	2.00	12-01-09	12-31-09	1 Month	375.00
735,000.00	4.00	12-01-09	12-31-09	1 Month	2,450.00
95,000.00	3.125	12-01-09	12-31-09	1 Month	247.40
190,000.00	2.875	12-01-09	12-31-09	1 Month	455.21
190,000.00	4.125	12-01-09	12-31-09	1 Month	653.12
					\$ 65,604.59

TOWNSHIP OF PARSIPPANY-TROY HILLS
WATER UTILITY

ACCRUED INTEREST ON LOANS

D-20

	<u>Ref.</u>	
Balance December 31, 2008	D	\$ 3,906.25
Increased by:		
Budget Appropriation	D-4	8,486.21
		<u>12,392.46</u>
Decreased by:		
Payments	D-5	8,694.54
		<u>8,694.54</u>
Balance December 31, 2009	D	<u>\$ 3,697.92</u>

Analysis of Balance

Loans Outstanding <u>Dec. 31, 2009</u>	<u>Interest Rate</u>	<u>Accrued</u>		<u>Period</u>	<u>Amount</u>
		<u>From</u>	<u>To</u>		
\$ 45,000.00	5.50%	8-01-09	12-31-09	5 Months	\$ 1,031.25
90,000.00	5.00	8-01-09	12-31-09	5 Months	1,875.00
40,000.00	4.75	8-01-09	12-31-09	5 Months	791.67
					<u>\$ 3,697.92</u>

TOWNSHIP OF PARSIPPANY-TROY HILLS
WATER UTILITY

ACCRUED INTEREST ON NOTES

D-21

	<u>Ref.</u>	
Increased by:		
Budget Appropriations	D-4	<u>\$ 2,376.39</u>
Balance December 31, 2009	D	<u><u>\$ 2,376.39</u></u>

Analysis of Balance

Notes Outstanding <u>Dec. 31, 2009</u>	<u>Interest Rate</u>	<u>Accrued</u>		<u>Period</u>	<u>Amount</u>
		<u>From</u>	<u>To</u>		
\$ 855,500.00	2.00%	11-10-09	12-31-09	50 Days	<u><u>\$ 2,376.39</u></u>

TOWNSHIP OF PARSIPPANY-TROY HILLS
WATER UTILITY

WATER RENT OVERPAYMENTS

D-22

	<u>Ref.</u>		
Balance December 31, 2008	D		\$ 71,848.95
Increased by:			
Collections	D-6		98,658.81
			<u>170,507.76</u>
Decreased by:			
Applied to Consumer Accounts			
Receivable	D-3,9	\$ 71,848.95	
Refunded	D-5	<u>44,813.27</u>	
			<u>116,662.22</u>
Balance December 31, 2009	D		<u><u>\$ 53,845.54</u></u>

TOWNSHIP OF PARSIPPANY-TROY HILLS
WATER UTILITY

IMPROVEMENT AUTHORIZATIONS

D-23
Sheet #1

Improvement Description	Ordnance Number	Ordnance Date	Amount	Balance Dec. 31, 2008		2009 Authorizations	Balance Dec. 31, 2009	
				Funded	Unfunded		Funded	Unfunded
Acquisition of Equipment	03-15	5-13-03	\$ 150,000.00	\$ 30,752.29	\$	\$	\$ 30,752.29	\$
Acquisition of Equipment	04-24	7-20-04	355,000.00	51,343.81		16,944.16	34,399.65	
Multi-Purpose	05-08	5-10-05				791.13	13,623.90	
a. Improvements to Water System	06-15	6-20-06	1,580,000.00	14,415.03		18,890.00	28,168.00	
b. Acquisition of a Remote Meter Reading System			80,000.00	47,056.00				
Multi-Purpose	06-09	5-23-06	600,000.00	349,708.00		10,696.70	339,011.30	200,000.00
a. Improvement to the Farnay Booster Supply Main								
d. Well Redevelopment and Miscellaneous Capital Improvements			40,000.00	25,714.29			25,714.29	
Multi-Purpose	07-19	7-24-07						308,000.00
a. Various Equipment and Structural Improvements			610,000.00	37,113.00		8,900.00	28,213.00	
b. Various Major Information Technology and Telecommunications Equipment			50,000.00					47,025.00
Multi-Purpose	08-14	5-13-08	300,000.00		249,636.51			19,290.00
a. Meter Installations								
b. Various Major Information Technology and Telecommunications Equipment			60,000.00	3,000.00	57,000.00	10,800.00		49,200.00
Improvements to Water Utility System	09-25	6-16-09	990,000.00			990,000.00	40,877.14	940,500.00
				\$ 559,104.42	\$ 861,661.51	\$ 305,891.36	\$ 540,759.57	\$ 1,564,015.00
			Reference	D	D	D-5	D	D

TOWNSHIP OF PARSIPPANY-TROY HILLS
WATER UTILITY

IMPROVEMENT AUTHORIZATIONS

D-23
Sheet #2

	<u>Ref.</u>	2009 <u>Authorizations</u>
Capital Improvement Fund	D-24	\$ 49,500.00
Bonds and Notes Authorized	D-33	<u>940,500.00</u>
but Not Issued	Sheet #1	<u><u>\$ 990,000.00</u></u>

TOWNSHIP OF PARSIPPANY-TROY HILLS
WATER UTILITY

CAPITAL IMPROVEMENT FUND

D-24

	<u>Ref.</u>	
Balance December 31, 2008	D	\$ 14,498.22
Increased by:		
Budget Appropriations	D-5	<u>49,500.00</u>
		63,998.22
Decreased by:		
Appropriated to Finance Improvement		
Authorizations:		
#09-25	D-23,28	<u>49,500.00</u>
Balance December 31, 2009	D	<u><u>\$ 14,498.22</u></u>

TOWNSHIP OF PARSIPPANY-TROY HILLS
WATER UTILITY

INTERFUNDS PAYABLE

D-25

	<u>Ref.</u>	<u>Water Capital Fund</u> <u>Water Operating Fund</u>
Increased by:		
Interest on Deposits	D-5	\$ 15,051.57
Decreased by:		
Settlements	D-5	<u>15,051.57</u>
		<u>\$ -</u>

RESERVE FOR DEBT SERVICE

D-26

	<u>Ref.</u>	
Balance December 31, 2008	D	<u>\$ 204,438.21</u>
Balance December 31, 2009	D	<u>\$ 204,438.21</u>

TOWNSHIP OF PARSIPPANY-TROY HILLS
WATER UTILITY

RESERVE FOR AMORTIZATION

D-27

	<u>Ref.</u>		
Balance December 31, 2008	D		\$ 25,403,729.98
Increased by:			
N.J. Environmental Infrastructure			
Trust Loan Paid by Operating			
Budget	D-30	\$ 22,481.31	
Refunding Bonds Paid by Operating			
Budget	D-31	406,667.02	
Serial Bonds Paid by Operating			
Budget	D-32	305,000.00	
Serial Bonds Paid from Third Party			
Escrow Trust Funds	D-32	<u>5,000.00</u>	
			<u>739,148.33</u>
Balance December 31, 2009	D		<u>\$ 26,142,878.31</u>

TOWNSHIP OF PARSIPPANY-TROY HILLS
WATER UTILITY

D-28

DEFERRED RESERVE FOR AMORTIZATION

<u>Description</u>	<u>Ordinance</u>		<u>Balance</u>	<u>Increase</u>	<u>Balance</u>
	<u>Number</u>	<u>Date</u>	<u>Dec. 31, 2008</u>		<u>Dec. 31, 2009</u>
Acquisition of Equipment	03-15	5-13-03	\$ 31,250.00	\$	\$ 31,250.00
Acquisition of Equipment	04-24	7-20-04	17,750.00		17,750.00
Multi-Purpose:					
a. Improvements to Water System	05-08	5-10-05	1,050,000.00		1,050,000.00
b. Acquisition of a Remote Meter Reading System	06-15	6-20-06	80,000.00		80,000.00
Multi-Purpose:					
a. Improvement to the Farnay Booster Supply Main	06-09	5-23-06	30,000.00		30,000.00
d. Well Redevelopment and Miscellaneous Capital Improvements			40,000.00		40,000.00
Multi-Purpose					
a. Various Equipment and Structural Improvements	07-19	7-24-07	30,500.00		30,500.00
b. Various Major Information Technology and Telecommunications Equipment			2,500.00		2,500.00
Multi-Purpose					
a. Meter Installations	08-14	5-13-08	15,000.00		15,000.00
b. Various Major Information Technology and Telecommunications Equipment			3,000.00		3,000.00
Various Improvements to Water Utility System	09-25	6-16-09		49,500.00	49,500.00
			<u>\$ 1,300,000.00</u>	<u>\$ 49,500.00</u>	<u>\$ 1,349,500.00</u>
	<u>Reference</u>		<u>D</u>	<u>D-24</u>	<u>D</u>

TOWNSHIP OF PARSIPPANY-TROY HILLS
WATER UTILITY

BOND ANTICIPATION NOTES

D-29

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Date of Original Issue</u>	<u>Date of Issue</u>	<u>Date of Maturity</u>	<u>Interest Rate</u>	<u>Increase</u>	<u>Balance Dec. 31, 2009</u>
06-09	Multi-Purpose	11-10-09	11-10-09	11-10-10	2.00%	\$ 200,000.00	\$ 200,000.00
08-14	Multi-Purpose	11-10-09	11-10-09	11-10-10	2.00%	285,000.00	285,000.00
09-25	Multi-Purpose	11-10-09	11-10-09	11-10-10	2.00%	370,500.00	370,500.00
						<u>\$ 855,500.00</u>	<u>\$ 855,500.00</u>

Reference

D-5

D

TOWNSHIP OF PARSIPPANY-TROY HILLS
WATER UTILITY

REFUNDING BONDS

D-31

Purpose	Original Issue		Date	Maturities of Bonds Outstanding Dec. 31, 2009	Interest Rate	Balance Dec. 31, 2008	Increase	Budget Appropriation	Balance Dec. 31, 2009
	Date	Amount							
Water Improvement: Capital Appreciation Bonds	4-01-92	\$ 5,154,000.00		\$ 52,266.15		\$ 158,933.17	\$	\$ 106,667.02	\$ 52,266.15
Water Improvements	6-15-93	3,199,000.00		235,000.00	5.00 %				
				127,000.00	5.00	362,000.00			362,000.00
Water Improvements	2-01-03	1,185,000.00		110,000.00	3.25				
				120,000.00	3.50				
				120,000.00	4.00				
				125,000.00	4.00	580,000.00		105,000.00	475,000.00
Water Improvements	4-28-09	1,630,000.00		30,000.00	2.00				
				140,000.00	4.00				
				20,000.00	2.00				
				150,000.00	4.00				
				175,000.00	2.00				
				95,000.00	3.125				
				80,000.00	4.00				
				180,000.00	4.00				
				185,000.00	4.00				
				190,000.00	2.875				
				190,000.00	4.125				
							1,630,000.00	195,000.00	1,435,000.00
						\$ 1,100,933.17	\$ 1,630,000.00	\$ 406,667.02	\$ 2,324,266.15

Reference

D

D-32

D-27

D

TOWNSHIP OF PARSHIPPANY-TROY HILLS
WATER UTILITY

SERIAL BONDS

D-32

Purpose	Date of Issue	Original Issue	Maturities of Bonds Outstanding Dec. 31, 2009	Interest Rate	Balance Dec. 31, 2008	Decrease		Balance Dec. 31, 2009
						Budget Appropriation	Bonds Released	
Water Improvements	12-01-97	\$ 3,065,000.00	\$ 190,000.00	3.25 %	\$ 1,635,000.00	\$	\$ 1,635,000.00	\$
Water Improvements	10-01-02	2,835,000.00	200,000.00	3.375				
			205,000.00	3.375				
			215,000.00	3.50				
			225,000.00	3.60				
			235,000.00	3.70				
			245,000.00	4.00	1,945,000.00	180,000.00		1,765,000.00
			250,000.00	4.00				
Water Improvements	6-01-05	456,000.00	25,000.00	4.00				
			30,000.00	4.00				
			31,000.00	4.00				
			35,000.00	4.00	396,000.00	25,000.00		371,000.00
			40,000.00	4.00				
Water Improvements	7-01-08	1,700,000.00	100,000.00	3.25				
			100,000.00	3.50				
			200,000.00	3.50				
			200,000.00	3.75				
			200,000.00	4.00	1,700,000.00	100,000.00		1,600,000.00
					\$ 5,676,000.00	\$ 305,000.00	\$ 1,635,000.00	\$ 3,736,000.00
				Reference	D	D-27	D-31	D
				Refunding Bonds	Ref			
				Paid from Third Party Escrow Trust Funds	D-31	D-22		
							\$ 1,630,000.00	\$ 5,000.00
								\$ 1,635,000.00

TOWNSHIP OF PARSIPPANY-TROY HILLS
WATER UTILITY

BONDS AND NOTES AUTHORIZED BUT NOT ISSUED

D-33

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Balance Dec. 31, 2008</u>	<u>2009 Authorizations</u>	<u>Bond Anticipation Notes Issued</u>	<u>Balance Dec. 31, 2009</u>
06-09	Multi-Purpose: a. Improvement to the Farnay Booster Supply Main	\$ 200,000.00	\$	\$ 200,000.00	\$
07-19	Multi-Purpose: a. Various Equipment and Structural Improvements b. Various Major Information Technology and Telecommunications Equipment	308,000.00 47,500.00			308,000.00 47,500.00
08-14	Multi-Purpose: a. Meter Installations b. Various Major Information Technology and Telecommunications Equipment	285,000.00 57,000.00		285,000.00	57,000.00
09-25	Improvements to Water Utility System	940,500.00	940,500.00	370,500.00	570,000.00
		\$ 897,500.00	\$ 940,500.00	\$ 855,500.00	\$ 982,500.00
	<u>Reference</u>	<u>D</u>	<u>D-23</u>	<u>D-29</u>	<u>D</u>

TOWNSHIP OF PARSIPPANY-TROY HILLS
SEWER UTILITY

CASH RECEIPTS, DISBURSEMENTS AND RECONCILIATION
TREASURER

E-5

	<u>Ref.</u>	<u>Operating Fund</u>		<u>Capital Fund</u>
Balance December 31, 2008	E	\$ 2,996,437.14		\$ 434,982.92
Increased by Receipts:				
Premium on Sale of Notes	E-2	\$		\$ 62,732.00
Interest on Investments	E-3	62,737.40		
Reserve for Debt Service	E-3	75,384.00		
Collector	E-6	16,010,478.60		
Interfunds Receivable	E-9	271,857.18		44,000.00
Capital Improvement Fund	E-21			1,095,000.00
Interfunds Payable	E-22			13,433.20
Bond Anticipation Notes	E-26			4,003,300.00
Contra Item:				
Petty Cash	Contra	<u>200.00</u>		
		16,420,657.18		<u>5,218,465.20</u>
		<u>19,417,094.32</u>		<u>5,653,448.12</u>
Decreased by Disbursements:				
Prior Year Revenue Refunds	E-1	237,535.39		
Budget Appropriations	E-4	11,425,651.47		
Appropriation Reserves	E-15	800,043.24		
Accounts Payable	E-16	1,094.26		
Accrued Interest on Bonds	E-17	1,289,548.77		
Sewer Overpayments	E-19	39,398.55		
Improvement Authorizations	E-20			1,993,677.31
Interfunds Payable	E-22	44,000.00		13,433.20
Contra Item	Contra	<u>200.00</u>		
		13,837,471.68		<u>2,007,110.51</u>
Balance December 31, 2009	E	<u>\$ 5,579,622.64</u>		<u>\$ 3,646,337.61</u>
<u>Bank Reconciliation December 31, 2009</u>				
Balance per Statement:				
The Provident Bank,				
Parsippany, New Jersey:				
#9812100411		\$ 5,576,079.65		\$
#9812100429				3,649,880.60
Plus: Deposit-in-Transit		<u>3,542.99</u>		
		<u>5,579,622.64</u>		<u>3,649,880.60</u>
Less: Outstanding Checks				<u>3,542.99</u>
		<u>\$ 5,579,622.64</u>		<u>\$ 3,646,337.61</u>

TOWNSHIP OF PARSIPPANY-TROY HILLS
SEWER UTILITY

CASH RECEIPTS AND DISBURSEMENTS
COLLECTOR

E-6

	<u>Ref.</u>	
Increased by:		
Capacity and Connection Fees	E-3	\$ 268,246.88
Miscellaneous Revenue Not Anticipated	E-3	70,998.31
Sewer Revenue Accounts Receivable	E-10	15,552,338.87
Sewer Overpayments	E-19	118,894.54
		<u>16,010,478.60</u>
Decreased by:		
Turnovers to Treasurer	E-5	<u>16,010,478.60</u>
		<u>\$ -</u>

TOWNSHIP OF PARSIPPANY-TROY HILLS
SEWER UTILITY

E-7

ANALYSIS OF CAPITAL CASH

	Balance Dec. 31, 2008		Receipts			Disbursements			Transfers		Balance Dec. 31, 2009
		\$	Bond Anticipation Notes	Other	Improvement Authorizations	Other	From	To			
Improvement Authorizations											
General Improvements:											
#94-26	\$	6,000.00			6,000.00						\$
#99-14		14,026.08									14,026.08
#00-22		6,762.70			6,762.70						1,423.18
#01-18		1,423.18									(450.00)
#02-24		1,498.18			1,498.18						84,351.74
#04-25		33,897.75			34,347.75						176,405.00
#05-09a		6,201.81			50,201.81			44,000.00			(90.00)
#06-10a		214,029.74			129,678.00						2,385.00
#07-20a		12,805.00	163,600.00		5,350.00						1,288,231.51
#07-20b		(70,840.00)	76,100.00								2,500.00
#07-20c		2,385.00									958,889.62
#08-15a		148,360.00	2,788,600.00		1,658,728.49						
#08-15b		2,500.00									
#09-26			965,000.00		101,110.38					95,000.00	
Other Accounts											
Fund Balance		32,183.48		62,732.00							94,915.48
Capital Improving Fund		23,750.00		1,095,000.00			95,000.00				1,023,750.00
Sewer Operating Fund Interfund				57,433.20		13,433.20	44,000.00				
		\$ 434,982.92	\$ 4,003,300.00	\$ 1,215,165.20	\$ 1,993,677.31	\$ 13,433.20	\$ 139,000.00	\$ 139,000.00	\$ 139,000.00	\$ 3,646,337.61	
Reference		E	E-26	Below	E-20	E-22	Contra	Contra	Contra	E	
Fund Balance			Ref.								
Interfunds Receivable		\$	E-2	62,732.00							
Capital Improving Fund			E-9	44,000.00							
Interfunds Payable			E-21	1,095,000.00							
			E-22	13,433.20							
		\$	Above	1,215,165.20							

TOWNSHIP OF PARSIPPANY-TROY HILLS
SEWER UTILITY

GRANTS RECEIVABLE

E-8

<u>Ordinance Number</u>	<u>Purpose</u>	<u>Balance Dec. 31, 2008</u>	<u>Cancelled</u>
05-09a	<u>Federal Grant</u> U.S. Environmental Protection Agency: Water and Sewer Infrastructure Improvement Project	<u>\$ 44,000.00</u>	<u>\$ 44,000.00</u>
	<u>Reference</u>	<u>E</u>	<u>E-23</u>

TOWNSHIP OF PARSIPPANY-TROY HILLS
SEWER UTILITY

E-9

INTERFUNDS RECEIVABLE

<u>Ref.</u>	<u>Total Sewer Operating Fund</u>	<u>Sewer Operating Fund</u>	<u>Current Fund</u>	<u>Sewer Capital Fund</u>	<u>Sewer Operating Fund</u>	<u>Sewer Capital Fund</u>
Balance December 31, 2008	\$ 643,618.40	\$ 643,618.40	\$ 643,618.40	\$ -	\$ -	\$ -
Increased by:						
Interest on Deposits	13,433.20			13,433.20		
Budget Appropriation:						
Unfunded Improvement Authorizations	<u>657,051.60</u>		<u>643,618.40</u>	<u>13,433.20</u>		<u>44,000.00</u>
Decreased by:						
Settlements	<u>271,857.18</u>		<u>258,423.98</u>	<u>13,433.20</u>		<u>44,000.00</u>
Balance December 31, 2009	<u>\$ 385,194.42</u>	<u>\$ 385,194.42</u>	<u>\$ 385,194.42</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

TOWNSHIP OF PARSIPPANY-TROY HILLS
SEWER UTILITY

E-10

SEWER REVENUE ACCOUNTS RECEIVABLE

	<u>Balance</u> <u>Dec. 31, 2008</u>	<u>Adjusted</u> <u>Billings</u>	<u>Collections</u>	<u>Overpayments</u> <u>Applied</u>	<u>Balance</u> <u>Dec. 31, 2009</u>
Sewer Rents:					
Residential and Industrial	\$ 973,254.53	\$ 11,637,299.14	\$ 11,986,562.31	\$ 152,873.07	\$ 471,118.29
Municipalities:					
Township of East Hanover		1,215,318.00	1,215,318.00		
Township of Montville		1,470,434.28	1,470,434.28		
Borough of Mountain Lakes		292,747.75	292,747.75		
Township of Denville	<u>973,254.53</u>	<u>14,672,329.73</u>	<u>15,021,592.90</u>	<u>152,873.07</u>	<u>471,118.29</u>
Septage Removal	<u>241,538.57</u>	<u>346,935.58</u>	<u>530,745.97</u>	<u>3,869.25</u>	<u>53,858.93</u>
	<u>\$ 1,214,793.10</u>	<u>\$ 15,019,265.31</u>	<u>\$ 15,552,338.87</u>	<u>\$ 156,742.32</u>	<u>\$ 524,977.22</u>
<u>Reference</u>	<u>E</u>	<u>Reserve</u>	<u>E-6, Below</u>	<u>E-19</u>	<u>E</u>

Ref.

Cash Receipts:
 Sewer Rents
 Septage Removal

\$ 15,021,592.90
530,745.97
\$ 15,552,338.87

Above

TOWNSHIP OF PARSIPPANY-TROY HILLS
SEWER UTILITY

SEWER LIENS RECEIVABLE

E-11

	<u>Ref.</u>	
Increased by:		
Prior Year Adjustment	Reserve	\$ 721.81
Balance December 31, 2009	E	<u>\$ 721.81</u>

INVENTORY
MATERIALS AND SUPPLIES

E-12

	<u>Ref.</u>	
Balance December 31, 2008	E	\$ 42,800.78
Increased by:		
Adjustment to Inventory Record	Reserve	<u>12,819.22</u>
Balance December 31, 2009	E	<u>\$ 55,620.00</u>

TOWNSHIP OF PARSIPPANY-TROY HILLS
SEWER UTILITY

FIXED CAPITAL

E-13

	<u>Balance</u> <u>Dec. 31, 2008</u>	<u>Additions</u> <u>by</u> <u>Ordinance</u>	<u>Balance</u> <u>Dec. 31, 2009</u>
Sanitary Sewer Facilities	\$ 129,684,188.85	\$ 2,696,000.00	\$ 132,380,188.85
Equipment	594,000.00	80,000.00	674,000.00
Moving Equipment	208,719.84		208,719.84
Office Equipment	2,784.12		2,784.12
Maintenance Equipment	28,361.31		28,361.31
Communication Equipment	81,798.58		81,798.58
Automotive Equipment	50,539.44		50,539.44
Vehicles	140,000.00		140,000.00
Outflow Line	19,462.30		19,462.30
Issuance Costs - Various	1,892,465.00		1,892,465.00
	<u>\$ 132,702,319.44</u>	<u>\$ 2,776,000.00</u>	<u>\$ 135,478,319.44</u>

Reference

E

E-14

E

TOWNSHIP OF PARSIPPANY-TROY HILLS
SEWER UTILITY

E-14
Sheet #1

FIXED CAPITAL AUTHORIZED AND UNCOMPLETED

<u>Ordinance Number</u>	<u>Description</u>	<u>Balance</u> Dec. 31, 2008	<u>2009</u> <u>Authorizations</u>	<u>Costs to</u> <u>Fixed Capital</u>	<u>Balance</u> Dec. 31, 2009
94-26	Improvements to Sewer Utility System	\$ 1,429,000.00	\$	\$ 1,429,000.00	\$
99-14	Improvements to Sewer Utility System	400,000.00			400,000.00
00-22	Improvements to Sewer Utility System	265,000.00		265,000.00	
01-18	Acquisition of a Geographic Information System	25,000.00			25,000.00
02-24	Improvements to Sewer Utility System	457,000.00		457,000.00	
04-25	Improvements to Sewer Utility System	245,000.00		245,000.00	
05-09	Multi-Purpose: a. Various Improvements	300,000.00		300,000.00	
06-10	Multi-Purpose: a. Improvements to Sewer Utility System	330,000.00			330,000.00
07-20	Multi-Purpose: a. Various Equipment and Structural Improvements b. Acquisition of Various Equipment and Vehicles c. Various Major Information Technology and Telecommunications Equipment	426,405.00 80,000.00 50,000.00		80,000.00	426,405.00 50,000.00

TOWNSHIP OF PARSIPPANY-TROY HILLS
SEWER UTILITY

E-14
Sheet #2

FIXED CAPITAL AUTHORIZED AND UNCOMPLETED

<u>Ordinance Number</u>	<u>Description</u>	<u>Balance Dec. 31, 2008</u>	<u>2009 Authorizations</u>	<u>Costs to Fixed Capital</u>	<u>Balance Dec. 31, 2009</u>
08-15	Multi-Purpose: a. Various Sewer Utility Improvements and Equipment Acquisitions b. Various Major Information Technology and Telecommunications Equipment	\$ 3,130,000.00 50,000.00	\$ 	\$ 	\$ 3,130,000.00 50,000.00
09-26	Various Sewer Utility Improvements		1,900,000.00		1,900,000.00
09-28	Improvements and Upgrades to the Township's Waste Water Treatment Plant		<u>33,200,000.00</u>		<u>33,200,000.00</u>
		<u>\$ 7,187,405.00</u>	<u>\$ 35,100,000.00</u>	<u>\$ 2,776,000.00</u>	<u>\$ 39,511,405.00</u>
	<u>Reference</u>	<u>E</u>	<u>E-20</u>	<u>E-13</u>	<u>E</u>

TOWNSHIP OF PARSIPPANY-TROY HILLS
SEWER UTILITY

ACCOUNTS PAYABLE

E-16

	<u>Ref.</u>	
Balance December 31, 2008	E	\$ 47,000.00
Increased by:		
Commitments:		
Appropriation Reserves	E-15	<u>130,000.00</u>
		<u>177,000.00</u>
Decreased by:		
Payments	E-5	<u>1,094.26</u>
Balance December 31, 2009	E	<u><u>\$ 175,905.74</u></u>

TOWNSHIP OF PARSIPPANY-TROY HILLS
SEWER UTILITY

ACCRUED INTEREST ON BONDS

E-17

	<u>Ref.</u>	
Balance December 31, 2008	E	\$ 75,052.63
Increased by:		
Budget Appropriation	E-4	1,281,355.62
		1,356,408.25
Decreased by:		
Payments	E-5	1,289,548.77
		1,289,548.77
Balance December 31, 2009	E	\$ 66,859.48

Analysis of Balance

Principal Outstanding Dec. 31, 2009	Interest Rate	Accrued		Period	Amount
		<u>From</u>	<u>To</u>		
<u>Serial Bonds</u>					
\$ 170,000.00	3.25 %	10-01-09	12-31-09	3 Months	\$ 1,381.25
365,000.00	3.375	10-01-09	12-31-09	3 Months	3,079.69
195,000.00	3.50	10-01-09	12-31-09	3 Months	1,706.25
200,000.00	3.60	10-01-09	12-31-09	3 Months	1,800.00
210,000.00	3.70	10-01-09	12-31-09	3 Months	1,942.50
450,000.00	4.00	10-01-09	12-31-09	3 Months	4,500.00
1,028,000.00	4.00	7-15-09	12-31-09	5.5 Month	18,846.67
60,000.00	3.25	7-01-09	12-31-09	6 Months	975.00
250,000.00	3.50	7-01-09	12-31-09	6 Months	4,375.00
230,000.00	3.75	7-01-09	12-31-09	6 Months	4,312.50
200,000.00	4.00	7-01-09	12-31-09	6 Months	4,000.00

Refunding Bonds

459,000.00	5.00	8-01-09	12-31-09	5 Months	9,562.50
325,000.00	3.25	12-01-09	12-31-09	1 Month	880.21
330,000.00	3.50	12-01-09	12-31-09	1 Month	962.50
345,000.00	4.00	12-01-09	12-31-09	1 Month	1,150.00
375,000.00	2.00	12-01-09	12-31-09	1 Month	625.00
330,000.00	2.875	12-01-09	12-31-09	1 Month	790.62
180,000.00	3.125	12-01-09	12-31-09	1 Month	468.75
1,310,000.00	4.00	12-01-09	12-31-09	1 Month	4,366.67
330,000.00	4.125	12-01-09	12-31-09	1 Month	1,134.37

\$ 66,859.48 198

TOWNSHIP OF PARSIPPANY-TROY HILLS
SEWER UTILITY

ACCRUED INTEREST ON NOTES

E-18

	<u>Ref.</u>	
Increased by:		
Budget Appropriation	E-4	<u>\$ 11,120.28</u>
Balance December 31, 2009	E	<u><u>\$ 11,120.28</u></u>

Analysis of Balance

<u>Notes</u> <u>Outstanding</u> <u>Dec. 31, 2009</u>	<u>Interest</u> <u>Rate</u>	<u>Accrued</u>		<u>Period</u>	
		<u>From</u>	<u>To</u>		
\$ 4,003,300.00	2.00%	11-10-09	12-31-09	50 Days	<u><u>\$ 11,120.28</u></u>

TOWNSHIP OF PARSIPPANY-TROY HILLS
SEWER UTILITY

SEWER OVERPAYMENTS

E-19

	<u>Ref.</u>		
Balance December 31, 2008	E		\$ 156,742.32
Increased by:			
Collections	E-6		<u>118,894.54</u>
			275,636.86
Decreased by:			
Applied to Revenue:			
Sewer Rents	E-3	\$ 152,873.07	
Septage Removal	E-3	<u>3,869.25</u>	
	E-10	156,742.32	
Refunded	E-5	<u>39,398.55</u>	
			<u>196,140.87</u>
Balance December 31, 2009	E		<u>\$ 79,495.99</u>

TOWNSHIP OF PARSIPPANY-TROY HILLS
SEWER UTILITY

IMPROVEMENT AUTHORIZATIONS

E-20
Sheet #1

Improvement Description	Number	Ordinance Date	Amount	Balance Dec. 31, 2008		2009 Authorizations	Balance Dec. 31, 2009	
				Funded	Unfunded		Funded	Unfunded
				\$	\$		\$	\$
Improvements to Sewer Utility System	94-26	8-16-94	1,429,000.00	6,000.00	6,000.00	6,000.00		
Improvements to Sewer Utility System	99-14	5-11-99	400,000.00	14,026.08		14,026.08		
Improvements to Sewer Utility System	00-22	6-20-00	265,000.00	6,762.70	6,762.70			
Acquisition of a Geographic Information System	01-18	5-22-01	25,000.00	1,423.18		1,423.18		
Improvements to Sewer Utility System	02-24	6-18-02	457,000.00	1,498.18	1,498.18			
Improvements to Sewer Utility System	04-25	7-20-04	245,000.00	33,897.75	34,347.75			
Multi-Purpose: a. Various Improvements	05-09	5-10-05	300,000.00	50,201.81	50,201.81			
Multi-Purpose: a. Improvements to Sewer Utility System	06-10	5-23-06	330,000.00	214,029.74	129,678.00	84,351.74		
Multi-Purpose: a. Various Equipment and Structural Improvements b. Acquisition of Various Equipment and Vehicles c. Various Major Information Technology and Telecommunications Equipment	07-20	7-24-07	426,405.00	176,405.00		176,405.00		
			80,000.00	5,350.00	5,350.00			
			50,000.00	2,385.00		2,385.00	47,615.00	
Multi-Purpose: a. Various Sewer Utility Improvements and Equipment Acquisitions b. Various Major Information Technology and Telecommunications Equipment	08-15	5-13-08	3,130,000.00	148,360.00	1,658,728.49		1,463,131.51	
			50,000.00	2,500.00		2,500.00	47,500.00	

TOWNSHIP OF PARSIPPANY-TROY HILLS
SEWER UTILITY

IMPROVEMENT AUTHORIZATIONS

E-20
Sheet #2

Improvement Description	Ordinance Number	Date	Amount	Balance Dec. 31, 2008		2009 Authorizations	Expended	Balance Dec. 31, 2009	
				Funded	Unfunded			Funded	Unfunded
Various Sewer Utility Improvements	09-26	6-16-09	\$ 1,900,000.00	\$	\$	\$ 1,900,000.00	\$ 101,110.38	\$	\$ 1,798,889.62
Improvements and Upgrades to the Township's Waste Water Treatment Plant	09-28	6-16-09	33,200,000.00			33,200,000.00			33,200,000.00
				\$ 481,084.44	\$ 3,250,820.00	\$ 35,100,000.00	\$ 1,993,677.31	\$ 104,686.00	\$ 36,733,541.13
			Reference	E	E	E-14, Below	E-5	E	E

Ref.	Amount
E-21	\$ 95,000.00
E-29	35,005,000.00
Above	\$ 35,100,000.00

Capital Improvement Fund
Bonds and Notes Authorized but
Not issued

TOWNSHIP OF PARSIPPANY-TROY HILLS
SEWER UTILITY

CAPITAL IMPROVEMENT FUND

E-21

	<u>Ref.</u>	
Balance December 31, 2008	E	\$ 23,750.00
Increased by:		
Budget Appropriations	E-5	<u>1,095,000.00</u>
		1,118,750.00
Decreased by:		
Appropriated to Finance Improvement		
Authorizations:		
#09-26	E-20,25	<u>95,000.00</u>
Balance December 31, 2009	E	<u><u>\$ 1,023,750.00</u></u>

TOWNSHIP OF PARSIPPANY-TROY HILLS
SEWER UTILITY

INTERFUNDS PAYABLE

E-22

	<u>Ref.</u>	<u>Sewer Operating Fund</u> <u>Sewer Capital Fund</u>	<u>Sewer Capital Fund</u> <u>Sewer Operating Fund</u>
Increased by:			
Budget Appropriation:			
Unfunded Improvement Authorizations	E-4	\$ 44,000.00	\$
Interest on Deposit	E-5		13,433.20
Decreased by:			
Settlements	E-5	<u>44,000.00</u>	<u>13,433.20</u>
		<u>\$ -</u>	<u>\$ -</u>

TOWNSHIP OF PARSIPPANY-TROY HILLS
SEWER UTILITY

RESERVE FOR GRANTS RECEIVABLE

E-23

<u>Ordinance Number</u>	<u>Purpose</u>	<u>Balance Dec. 31, 2008</u>	<u>Cancelled</u>
05-09a	<u>Federal Grant</u> U.S. Environmental Protection Agency: Water and Sewer Infrastructure Improvement Project	<u>\$ 44,000.00</u>	<u>\$ 44,000.00</u>
	<u>Reference</u>	<u>E</u>	<u>E-8</u>

TOWNSHIP OF PARSIPPANY-TROY HILLS
SEWER UTILITY

RESERVE FOR AMORTIZATION

E-24

	<u>Ref.</u>		
Balance December 31, 2008	E		\$ 127,029,186.87
Increased by:			
Budget Appropriation:			
Unfunded Improvement Authorizations	E-9	\$ 44,000.00	
Transferred from Deferred Reserve for Amortization	E-25	210,060.00	
Refunding Bonds Paid by Operating Budget	E-27	1,162,668.36	
Serial Bonds Paid by Operating Budget	E-28	290,000.00	
Serial Bonds Paid from Third Party Escrow Trust Funds	E-28	<u>9,000.00</u>	
			<u>1,715,728.36</u>
Balance December 31, 2009	E		<u>\$ 128,744,915.23</u>

TOWNSHIP OF PARSIPPANY-TROY HILLS
SEWER UTILITY

E-25
Sheet #1

DEFERRED RESERVE FOR AMORTIZATION

<u>Ordinance Number</u>	<u>Description</u>	<u>Balance Dec. 31, 2008</u>	<u>Increase</u>	<u>To Reserve for Amortization</u>	<u>Balance Dec. 31, 2009</u>
94-26	Improvements to Sewer Utility System	\$ 84,000.00	\$	\$ 84,000.00	\$
99-14	Improvements to Sewer Utility System	20,000.00			20,000.00
00-22	Improvements to Sewer Utility System	75,000.00		75,000.00	
01-18	Acquisition of a Geographic Information System	25,000.00			25,000.00
02-24	Improvements to Sewer Utility System	23,000.00		23,000.00	
04-25	Improvements to Sewer Utility System	12,250.00		12,250.00	
05-09	Multi-Purpose: a. Various Improvements	12,000.00		12,000.00	
06-10	Multi-Purpose: a. Improvements to Sewer Utility System	16,500.00			16,500.00
07-20	Multi-Purpose: a. Various Equipment and Structural Improvements b. Acquisition of Various Equipment and Vehicles c. Various Major Information Technology and Telecommunications Equipment	20,305.00 3,810.00 2,385.00		3,810.00	20,305.00 2,385.00

TOWNSHIP OF PARSIPPANY-TROY HILLS
SEWER UTILITY

E-25
Sheet #2

DEFERRED RESERVE FOR AMORTIZATION

<u>Ordinance Number</u>	<u>Description</u>	<u>Balance Dec. 31, 2008</u>	<u>Increase</u>	<u>To Reserve for Amortization</u>	<u>Balance Dec. 31, 2009</u>
08-15	Multi-Purpose: a. Various Sewer Utility Improvements and Equipment Acquisitions b. Various Major Information Technology and Telecommunications Equipment	\$ 156,500.00 2,500.00		\$	\$ 156,500.00 2,500.00
09-26	Various Sewer Utility Improvements		95,000.00		95,000.00
		<u>\$ 453,250.00</u>	<u>\$ 95,000.00</u>	<u>\$ 210,060.00</u>	<u>\$ 338,190.00</u>
	<u>Reference</u>	E	E-21	E-24	E

TOWNSHIP OF PARSIPPANY-TROY HILLS
SEWER UTILITY

E-26

BOND ANTICIPATION NOTES

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Date of Original Issue</u>	<u>Date of Issue</u>	<u>Date of Maturity</u>	<u>Interest Rate</u>	<u>Increase</u>	<u>Balance Dec. 31, 2009</u>
07-20	Multi-Purpose	11-10-09	11-10-09	11-10-10	2.00%	\$ 239,700.00	\$ 239,700.00
08-15	Multi-Purpose	11-10-09	11-10-09	11-10-10	2.00	2,798,600.00	2,798,600.00
09-26	Various Sewer Utility Improvements	11-10-09	11-10-09	11-10-10	2.00	965,000.00	965,000.00
						<u>\$ 4,003,300.00</u>	<u>\$ 4,003,300.00</u>
				<u>Reference</u>		<u>E-5</u>	<u>E</u>

TOWNSHIP OF PARSIPPANY-TROY HILLS
SEWER UTILITY

E-27

REFUNDING BONDS

	Original Issue		Maturities of Bonds Outstanding Dec. 31, 2009		Interest Rate	Balance Dec. 31, 2008	Increase	Budget Appropriations	Balance Dec. 31, 2009
	Date	Amount	Date	Amount					
Refunding Bonds: Capital Appreciation Bonds	4-01-92	\$ 24,494,000.00	4-01-2010	\$ 250,764.21		\$ 757,432.57	\$ 506,668.36	\$ 250,764.21	
Sewer Improvements	6-15-93	4,068,000.00	2-01-2010 2-01-2011	298,000.00 161,000.00	5.00 % 5.00	459,000.00		459,000.00	
Sewer Improvements	2-01-03	2,985,000.00	12-01-2010 12-01-2011 12-01-2012 12-01-2013	325,000.00 330,000.00 175,000.00 170,000.00	3.25 3.50 4.00 4.00	1,310,000.00	310,000.00	1,000,000.00	
Sanitary Sewer Collection System	4-28-09	2,871,000.00	12-01-2010 12-01-2010 12-01-2011 12-01-2012 12-01-2013 12-01-2013 12-01-2014 12-01-2015 12-01-2016 12-01-2017	40,000.00 255,000.00 25,000.00 280,000.00 310,000.00 180,000.00 135,000.00 315,000.00 325,000.00 330,000.00 330,000.00	2.00 4.00 2.00 4.00 2.00 3.125 4.00 4.00 4.00 2.875 4.125		2,871,000.00	2,525,000.00	
						\$ 2,526,432.57	\$ 1,162,668.36	\$ 4,234,764.21	
					Reference	E	E-24	E	
						E-28			

TOWNSHIP OF PARSIPPANY-TROY HILLS
SEWER UTILITY

SEWER SERIAL BONDS

E-28
Sheet #1

	Original Issue		Maturities of Bonds Outstanding Dec. 31, 2009		Interest Rate	Balance Dec. 31, 2008	Decrease		Balance Dec. 31, 2009
	Date	Amount	Date	Amount			Budget Appropriation	Bonds Defeased	
Sanitary Sewer Collection System	12-01-97	\$ 5,315,000.00				\$ 2,880,000.00	\$ 2,880,000.00	\$ -	
Sanitary Sewer Collection System	10-01-02	2,565,000.00	10-01-2010	\$ 170,000.00	3.25 %				
			10-01-2011	180,000.00	3.375				
			10-01-2012	185,000.00	3.375				
			10-01-2013	195,000.00	3.50				
			10-01-2014	200,000.00	3.60				
			10-01-2015	210,000.00	3.70				
			10-01-2016	220,000.00	4.00				
			10-01-2017	230,000.00	4.00	1,750,000.00	160,000.00	1,590,000.00	
Sewer Improvements	6-01-05	603,000.00	7-15-2010/2011	75,000.00	4.00				
			7-15-2012	80,000.00	4.00				
			7-15-2013	88,000.00	4.00				
			7-15-2014	90,000.00	4.00				
			7-15-2015/2016	95,000.00	4.00				
			7-15-2017	100,000.00	4.00				
			7-15-2018	105,000.00	4.00				
			7-15-2019	110,000.00	4.00	1,098,000.00	70,000.00	1,028,000.00	
			7-15-2020	115,000.00	4.00				
Sewer improvements	7-01-08	800,000.00	7-01-2010	60,000.00	3.25				
			7-01-2011/2013	60,000.00	3.50				
			7-01-2014	70,000.00	3.50				
			7-01-2015	70,000.00	3.75				
			7-01-2016/2017	80,000.00	3.75				
			7-01-2018/2019	100,000.00	4.00	800,000.00	60,000.00	740,000.00	
						\$ 290,000.00	\$ 2,880,000.00	\$ 3,358,000.00	
						E-24	Sheet #2	E	
					Reference	E			

TOWNSHIP OF PARSIPPANY-TROY HILLS
SEWER UTILITY

SEWER SERIAL BONDS

E-28
Sheet #2

	<u>Ref.</u>	<u>Bonds</u> <u>Defeased</u>
Refunding Bonds	E-27	\$ 2,871,000.00
Paid from Third Party Escrow Trust Funds	E-24	<u>9,000.00</u>
	Sheet #1	<u><u>\$ 2,880,000.00</u></u>

TOWNSHIP OF PARSIPPANY-TROY HILLS
SEWER UTILITY

E-29

BONDS AND NOTES AUTHORIZED BUT NOT ISSUED

<u>Ordinance Number</u>	<u>Description</u>	<u>Balance Dec. 31, 2008</u>	<u>2009 Authorizations</u>	<u>Bond Anticipation Notes Issued</u>	<u>Balance Dec. 31, 2009</u>
04-25	Improvements to Sewer Utility System	\$ 450.00	\$		\$ 450.00
07-20	Multi-Purpose: a. Various Equipment and Structural Improvements b. Acquisition of Various Equipment and Vehicles c. Various Major Information Technology and Telecommunications Equipment	163,600.00 76,190.00 47,615.00		163,600.00 76,100.00	90.00 47,615.00
08-15	Multi-Purpose: and Equipment Acquisitions b. Various Major Information Technology and Telecommunications Equipment	2,973,500.00 47,500.00		2,798,600.00	174,900.00 47,500.00
09-26	Various Sewer Utility Improvements		1,805,000.00	965,000.00	840,000.00
09-28	Improvements to the Township's Waste Water Treatment Plant		33,200,000.00		33,200,000.00
		<u>\$ 3,308,855.00</u>	<u>\$ 35,005,000.00</u>	<u>\$ 4,003,300.00</u>	<u>\$ 34,310,555.00</u>
	<u>Reference</u>	<u>E</u>	<u>E-20</u>	<u>E-26</u>	<u>E</u>

TOWNSHIP OF PARSIPPANY-TROY HILLS
GOLF AND RECREATION UTILITY

CASH RECEIPTS, DISBURSEMENTS AND RECONCILIATION
TREASURER

F-5

	<u>Ref.</u>	<u>Operating Fund</u>		<u>Capital Fund</u>
Balance December 31, 2008	F	\$ 94,264.92		\$
Increased by Receipts:				
Premium on Sale of Notes	F-2	\$		\$ 8,951.00
Interest on Deposits and Investments	F-3	140.35		
Collector	F-6	4,448,431.86		
Money Market Account Withdrawals	F-7	4,553,800.80		646,669.29
Interfunds Receivable	F-9	7,493.05		
Security Deposit	F-20	648,000.00		
Capital Improvement Fund	F-22			7,550.00
Bond Anticipation Notes	F-26			571,200.00
Contra Item:				
Change Fund	Contra	<u>1,800.00</u>		
		<u>9,659,666.06</u>		<u>1,234,370.29</u>
		9,753,930.98		1,234,370.29
Decreased by Disbursements:				
Budget Appropriations	F-4	4,118,859.63		
Money Market Account Deposits	F-7	5,154,747.82		580,955.77
Appropriation Reserves	F-13	210,607.58		
Accounts Payable	F-14	54,275.50		
Sales Tax Payable	F-15	40,925.18		
Accrued Interest on Bonds	F-16	154,430.69		
Membership Overpayments	F-18	1,182.00		
Improvement Authorizations	F-21			645,921.47
Interfunds Payable	F-23			7,493.05
Contra Item	Contra	<u>1,800.00</u>		
		<u>9,736,828.40</u>		<u>1,234,370.29</u>
Balance December 31, 2009	F	<u>\$ 17,102.58</u>		<u>\$ -</u>

Bank Reconciliation December 31, 2009

Balance per Statement:

J. P. Morgan Chase Bank,
Parsippany, New Jersey:
#6012-003242

\$ 17,102.58

TOWNSHIP OF PARSIPPANY-TROY HILLS
GOLF AND RECREATION UTILITY

CASH RECEIPTS AND DISBURSEMENTS
COLLECTOR

F-6

	<u>Ref.</u>	
Increased by Receipts:		
Room Rentals	F-3	\$ 14,645.72
Concession:		
Utilities	F-3	37,223.29
Rental	F-3	896,683.50
Miscellaneous Revenue Not		
Anticipated	F-3	1,379.15
Revenue Accounts Receivable	F-10	3,392,458.29
Accounts Payable	F-14	54,275.50
Sales Tax Payable	F-15	40,940.11
Membership Overpayments	F-18	3,326.30
Prepaid Revenue	F-19	7,500.00
		<u>4,448,431.86</u>
Decreased by Disbursements:		
Turnovers to Treasurer	F-5	<u>4,448,431.86</u>
		<u>\$ -</u>

TOWNSHIP OF PARSIPPANY-TROY HILLS
GOLF AND RECREATION UTILITY

CASH - MONEY MARKET ACCOUNT

F-7

	<u>Ref.</u>	<u>Operating Fund</u>	<u>Capital Fund</u>
Balance December 31, 2008	F	<u>\$ 887,813.47</u>	<u>\$ 378,861.94</u>
Increased by:			
Accrued Interest	F-3,23	31,285.33	7,493.05
Deposits	F-5	<u>5,154,747.82</u>	<u>580,955.77</u>
		<u>5,186,033.15</u>	<u>588,448.82</u>
		6,073,846.62	967,310.76
Decreased by:			
Withdrawals	F-5	<u>4,553,800.80</u>	<u>646,669.29</u>
Balance December 31, 2009	F	<u><u>\$ 1,520,045.82</u></u>	<u><u>\$ 320,641.47</u></u>

Bank Reconciliation December 31, 2009

Balance per Statement:

The Provident Bank,

Parsippany, New Jersey:

#9812100445

#9812100452

\$ 1,519,310.00

\$ 321,389.29

Plus: Deposits-in-Transit

747.82

1,520,057.82

321,389.29

Less: Outstanding Checks

Due to Bank

12.00

12.00

747.82

747.82

\$ 1,520,045.82

\$ 320,641.47

TOWNSHIP OF PARSIPPANY-TROY HILLS
GOLF AND RECREATION UTILITY

INTERFUNDS RECEIVABLE

F-9

Golf and
Recreation
Operating
Fund
Golf and
Recreation
Capital
Fund

Ref.

Increased by:
Interest on Investments

F-3

\$7,493.05

Decreased by:
Settlements

F-5

7,493.05

\$ -

TOWNSHIP OF PARSIPPANY-TROY HILLS
GOLF AND RECREATION UTILITY

REVENUE ACCOUNTS RECEIVABLE

F-10

	<u>Ref.</u>		
Balance December 31, 2008	F		\$ 36,427.48
Increased by:			
Revenue:			
Membership Fees		\$ 831,719.00	
Other Fees		2,008,348.40	
Cart Rentals		<u>578,687.69</u>	
	Reserve		<u>3,418,755.09</u>
			<u>3,455,182.57</u>
Decreased by:			
Collections	F-6	3,392,458.29	
Membership Overpayments Applied	F-18	3,481.95	
Prepaid Revenue Applied	F-19	<u>4,000.00</u>	
	F-3	3,399,940.24	
Cancelled	Reserve	<u>1,950.00</u>	
			<u>3,401,890.24</u>
Balance December 31, 2009	F		<u>\$ 53,292.33</u>

TOWNSHIP OF PARSIPPANY-TROY HILLS
GOLF AND RECREATION UTILITY

FIXED CAPITAL

F-11
Sheet #1

	<u>Balance</u> <u>Dec. 31, 2008</u>	<u>Increase</u>	<u>Balance</u> <u>Dec. 31, 2009</u>
Building Renovations	\$ 687,336.18	\$	\$ 687,336.18
Improvement of the Property of the Parsippany-Troy Hills Golf and Recreation Utility	452,536.41		452,536.41
Improvement of the Knoll Country Club	2,004,800.00		2,004,800.00
Various Capital Improvements	1,543,760.66	320,000.00	1,863,760.66
Reconstruction of the Knoll Country Club West	2,465,000.00		2,465,000.00
Construction of the West Tee House	210,000.00		210,000.00
Acquisition of Furniture and Equipment	152,638.16		152,638.16
Acquisition of Vehicles	95,450.00		95,450.00
Acquisition of Equipment	941,867.00		941,867.00
Acquisition of Various Vehicles and Equipment	655,936.70		655,936.70
Supplemental Appropriation for the Construction of the Tee House	26,500.00		26,500.00
Acquisition of Property Known as Knoll Country Club	5,000,000.00		5,000,000.00
Reconstruction of the West Course Main Building	7,150,000.00		7,150,000.00
Installation of Sewer Lines to all Knoll Buildings	401,000.00		401,000.00
Issuance Cost	<u>182,451.50</u>	<u>4,000.00</u>	<u>186,451.50</u>
	<u>\$ 21,969,276.61</u>	<u>\$ 324,000.00</u>	<u>\$ 22,293,276.61</u>

Reference

F

Sheet #2

F

TOWNSHIP OF PARSIPPANY-TROY HILLS
GOLF AND RECREATION UTILITY

FIXED CAPITAL

F-11
Sheet #2

	<u>Ref.</u>	<u>Increase</u>
Fixed Capital Authorized and Uncompleted	F-12	\$ 320,000.00
Refunding Bonds	F-27	<u>4,000.00</u>
	Sheet #1	<u><u>\$ 324,000.00</u></u>

TOWNSHIP OF PARSIPPANY-TROY HILLS
GOLF AND RECREATION UTILITY

FIXED CAPITAL AUTHORIZED AND UNCOMPLETED

F-12

Improvement Description	Ordinance		Balance Dec. 31, 2008	2009 Authorizations	Costs to Fixed Capital	Balance Dec. 31, 2009
	Number	Date				
Construction of Golf Paths	99-15	5-11-99	\$ 60,000.00	\$	\$	\$ 60,000.00
Improvements to the Drainage System	02-26	6-18-02	200,000.00		200,000.00	
Drainage System and Road Paving	03-17	5-13-03	95,000.00			
Various Improvements to Golf Course and Recreational Utility	05-10	5-10-05				
	07-52	11-27-07	1,060,000.00			1,060,000.00
Multi-Purpose:	06-11	5-23-06				
a. Various Improvements and New Roof at Knoll West			120,000.00		120,000.00	
b. Various Improvements			214,000.00			214,000.00
Various Improvements to and Equipment for the Golf Course and Recreational Utility	07-21	7-24-07	1,160,000.00			1,160,000.00
Multi-Purpose:	08-16	5-13-08				
a. Various Improvements and Equipment			250,000.00			250,000.00
b. Installation of Fire Sprinkler			150,000.00			150,000.00
c. Repaving of Parking Lot			75,000.00			75,000.00
Various Improvements and Purchase of Equipment for Golf Course and Recreation Utility	09-27	6-16-09	151,000.00	151,000.00		151,000.00
			<u>\$ 3,289,000.00</u>	<u>\$ 151,000.00</u>	<u>\$ 320,000.00</u>	<u>\$ 3,120,000.00</u>
	Reference		F	F-21	F-11	F

TOWNSHIP OF PARSIPPANY-TROY HILLS
GOLF AND RECREATION UTILITY

F-13

APPROPRIATION RESERVES

	<u>Balance</u> <u>Dec. 31, 2008</u>	<u>Balance</u> <u>After</u> <u>Transfers</u>	<u>Paid or</u> <u>Charged</u>	<u>Balance</u> <u>Lapsed</u>
	<u>Encumbered</u>	<u>Unencumbered</u>		
Operating:				
Salaries and Wages	\$ 88,203.17	\$ 88,203.17	\$ 70,339.01	\$ 17,864.16
Other Expenses	125,647.30	78,215.08	199,461.99	4,400.39
	<u>125,647.30</u>	<u>166,418.25</u>	<u>269,801.00</u>	<u>22,264.55</u>
Statutory Expenditures:				
Social Security System (OASI)	<u>2,898.25</u>	<u>21,104.48</u>	<u>806.58</u>	<u>20,297.90</u>
	<u>\$ 128,545.55</u>	<u>\$ 313,170.03</u>	<u>\$ 270,607.58</u>	<u>\$ 42,562.45</u>
<u>Reference</u>	<u>F</u>	<u>F</u>	<u>Below</u>	<u>F-1</u>
		<u>Ref.</u>		
		Cash Disbursed	\$ 210,607.58	
		Accounts Payable	<u>60,000.00</u>	
		Above	<u>\$ 270,607.58</u>	

TOWNSHIP OF PARSIPPANY-TROY HILLS
GOLF AND RECREATION UTILITY

ACCOUNTS PAYABLE

F-14

	<u>Ref.</u>	
Increased by:		
Collections	F-6	\$ 54,275.50
Commitments:		
Appropriation Reserves	F-13	60,000.00
		<u>114,275.50</u>
Decreased by:		
Payments	F-5	<u>54,275.50</u>
Balance December 31, 2009	F	<u>\$ 60,000.00</u>

SALES TAX PAYABLE

F-15

	<u>Ref.</u>	
Balance December 31, 2008	F	\$ 154.65
Increased by:		
Collections	F-6	40,940.11
		<u>41,094.76</u>
Decreased by:		
Payments	F-5	<u>40,925.18</u>
Balance December 31, 2009	F	<u>\$ 169.58</u>

TOWNSHIP OF PARSIPPANY-TROY HILLS
GOLF AND RECREATION UTILITY

ACCRUED INTEREST ON BONDS

F-16

	<u>Ref.</u>	
Balance December 31, 2008	F	\$ 32,086.67
Increased by:		
Budget Appropriation	F-4	152,590.90
		184,677.57
Decreased by:		
Payments	F-5	154,430.69
Balance December 31, 2009	F	\$ 30,246.88

Analysis of Balance

Principal Outstanding Dec. 31, 2009	Interest Rate	Accrued		Period	Amount
		<u>From</u>	<u>To</u>		
<u>Serial Bonds</u>					
\$ 90,000.00	3.25%	7-01-09	12-31-09	6 Months	\$ 1,462.50
500,000.00	3.50	7-01-09	12-31-09	6 Months	8,750.00
480,000.00	3.75	7-01-09	12-31-09	6 Months	9,000.00
340,000.00	4.00	7-01-09	12-31-09	6 Months	6,800.00
<u>Refunding Bonds</u>					
\$ 405,000.00	3.25	12-31-09	12-31-09	1 Month	\$ 1,096.88
410,000.00	3.50	12-31-09	12-31-09	1 Month	1,195.83
415,000.00	4.00	12-31-09	12-31-09	1 Month	1,383.34
15,000.00	2.00	12-31-09	12-31-09	1 Month	25.00
160,000.00	4.00	12-31-09	12-31-09	1 Month	533.33
					\$ 30,246.88

TOWNSHIP OF PARSIPPANY-TROY HILLS
GOLF AND RECREATION UTILITY

ACCRUED INTEREST ON NOTES

F-17

	<u>Ref.</u>	
Increased by:		
Budget Appropriation	F-4	<u>\$ 1,586.67</u>
Balance December 31, 2009	F	<u>\$ 1,586.67</u>

Analysis of Balance

Notes Outstanding <u>Dec. 31, 2009</u>	Interest <u>Rate</u>	<u>Accrued</u>			<u>Period</u>	
		<u>From</u>	<u>To</u>			
\$ 571,200.00	2.00%	11-10-09	12-31-09		50 Days	<u>\$ 1,586.67</u>

TOWNSHIP OF PARSIPPANY-TROY HILLS
GOLF AND RECREATION UTILITY

MEMBERSHIP OVERPAYMENTS

F-18

	<u>Ref.</u>		
Balance December 31, 2008	F		\$ 3,481.95
Increased by:			
Collections	F-6		3,326.30
			<u>6,808.25</u>
Decreased by:			
Refunds	F-5	\$1,182.00	
Applied to Revenue Accounts Receivable	F-10	<u>3,481.95</u>	
			<u>4,663.95</u>
Balance December 31, 2009	F		<u>\$ 2,144.30</u>

PREPAID REVENUE

F-19

	<u>Ref.</u>		
Balance December 31, 2008	F		\$ 4,000.00
Increased by:			
Collections	F-6		7,500.00
			<u>11,500.00</u>
Decreased by:			
Applied to Revenue Accounts Receivable	F-10		<u>4,000.00</u>
Balance December 31, 2009	F		<u>\$ 7,500.00</u>

TOWNSHIP OF PARSIPPANY-TROY HILLS
GOLF AND RECREATION UTILITY

SECURITY DEPOSIT

F-20

	<u>Ref.</u>	
Increased by: Collections	F-5	<u>\$ 648,000.00</u>
Balance December 31, 2009	F	<u><u>\$ 648,000.00</u></u>

TOWNSHIP OF PARSHIPPANY-TROY HILLS
GOLF AND RECREATION UTILITY

IMPROVEMENT AUTHORIZATIONS

F-21
Sheet #1

Improvement Description	Number	Ordinance Date	Amount	Balance Dec. 31, 2008		2009 Authorizations	Expended	Balance Dec. 31, 2009	
				Funded	Unfunded			Funded	Unfunded
Construction of Golf Paths	*98-15	5-11-99	\$ 60,000.00	\$ 1,496.11	\$	\$	\$ 1,496.11	\$	
Improvements to the Drainage System	*02-26	6-18-02	200,000.00	404.78			404.78		
Various Improvements to Golf Course and Recreational Utility	05-10	5-10-05							
	07-52	11-27-07	1,060,000.00	290,145.76		284,180.89	5,964.87		
Multi-Purpose: a. Various Improvements and New Roof at Knoll West b. Various Improvements	06-11	5-23-06							
			120,000.00	1,092.67		1,092.67			
			214,000.00	52,899.80		945.76	51,954.04		
Various Improvements to and Equipment for Golf Course and Recreational Utility	07-21	7-24-07	1,160,000.00			134,576.94		95,050.10	
Multi-Purpose: a. Various Improvements and Equipment b. Installation of Fire Sprinkler c. Repaving of Parking Lot	08-16	5-13-08	250,000.00	4,440.80		1,189.00	3,251.80	237,500.00	
			150,000.00	4,290.15		128,677.19		18,112.96	
			75,000.00	3,750.00		64,854.24		10,145.76	
Various Improvements and Purchase of Equipment	09-27	6-16-09	151,000.00			30,000.00		121,000.00	
					151,000.00				
				\$ 358,520.07	\$ 680,877.04	\$ 151,000.00	\$ 62,666.82	\$ 481,808.82	
			Reference	F	F	F-5	F	F	

*Funded in Full from the Capital Improvement Fund.

TOWNSHIP OF PARSIPPANY-TROY HILLS
GOLF AND RECREATION UTILITY

IMPROVEMENT AUTHORIZATIONS

F-21
Sheet #2

	<u>Ref.</u>	2009 <u>Authorizations</u>
Capital Improvement Fund	F-22	\$ 7,550.00
Bonds and Notes Authorized but Not Issued	F-29	<u>143,450.00</u>
	Sheet #1	<u>\$ 151,000.00</u>

TOWNSHIP OF PARSIPPANY-TROY HILLS
GOLF AND RECREATION UTILITY

CAPITAL IMPROVEMENT FUND

F-22

	<u>Ref.</u>	
Balance December 31, 2008	F	\$ 28,343.05
Increased by:		
Budget Appropriations	F-5	<u>7,550.00</u> 35,893.05
Decreased by:		
Appropriated to Finance Improvement Authorizations:		
#09-27	F-21,25	<u>7,550.00</u>
Balance December 31, 2009	F	<u><u>\$ 28,343.05</u></u>

TOWNSHIP OF PARSIPPANY-TROY HILLS
GOLF AND RECREATION UTILITY

INTERFUNDS PAYABLE

F-23

Golf and
Recreation
Capital
Fund

Golf and
Recreation
Operating
Fund

Ref.

Increased by:
Interest on Investments

F-7

\$7,493.05

Decreased by:
Settlements

F-5

7,493.05

\$ -

TOWNSHIP OF PARSIPPANY-TROY HILLS
GOLF AND RECREATION UTILITY

RESERVE FOR AMORTIZATION

F-24

	<u>Ref.</u>		
Balance December 31, 2008	F		\$ 20,067,313.25
Increased by:			
Transferred from Deferred Reserve for Amortization	F-25	\$ 206,000.00	
Refunding Bonds Paid by Operating Budget	F-27	491,777.84	
Serial Bonds Paid by Operating Budget	F-28	<u>90,000.00</u>	
			<u>787,777.84</u>
Balance December 31, 2009	F		<u>\$ 20,855,091.09</u>

TOWNSHIP OF PARSIPPANY-TROY HILLS
GOLF AND RECREATION UTILITY

F-25

DEFERRED RESERVE FOR AMORTIZATION

<u>Improvement Description</u>	<u>Ordinance</u> <u>Number</u> <u>Date</u>	<u>Balance</u> <u>Dec. 31, 2008</u>	<u>Increase</u>	<u>To Reserve</u> <u>for</u> <u>Amortization</u>	<u>Balance</u> <u>Dec. 31, 2009</u>
Construction of Golf Paths	99-15 5-11-99	\$ 60,000.00	\$	\$	\$ 60,000.00
Improvements to the Drainage System	02-26 6-18-02	200,000.00		200,000.00	
Improvements to Golf Course and Recreational Utility	05-10 5-10-05 07-52 11-27-07	315,000.00			315,000.00
Multi-Purpose:	06-11 5-23-06				
a. Various Improvements and New Roof at Knoll West		6,000.00		6,000.00	
b. Various Improvements		214,000.00			214,000.00
Various Improvements to and Equipment for the Golf Course and Recreational Utility	07-21 7-24-07	257,500.00			257,500.00
Multi-Purpose:	08-16 5-13-08				
a. Various Improvements and Equipment		12,500.00			12,500.00
b. Installation of Fire Sprinkler		7,500.00			7,500.00
c. Repaving of Parking Lot		3,750.00			3,750.00
Various Improvements and Purchase of Equipment	09-27 6-16-09		7,550.00		7,550.00
		<u>\$ 1,076,250.00</u>	<u>\$ 7,550.00</u>	<u>\$ 206,000.00</u>	<u>\$ 877,800.00</u>

Reference

F

F-22

F-24

F

TOWNSHIP OF PARSIPPANY-TROY HILLS
GOLF AND RECREATION UTILITY

F-26

BOND ANTICIPATION NOTES

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Date of Original Issue</u>	<u>Date of Issue</u>	<u>Date of Maturity</u>	<u>Interest Rate</u>	<u>Increase</u>	<u>Balance Dec. 31, 2009</u>
07-21	Various Improvements to Golf Course and Recreational Utility	11-10-09	11-10-09	11-10-10	2.00%	\$ 261,500.00	\$ 261,500.00
08-16	Multi-Purpose	11-10-09	11-10-09	11-10-10	2.00	213,750.00	213,750.00
09-27	Various Improvements and Purchase of Equipment	11-10-09	11-10-09	11-10-10	2.00	95,950.00	95,950.00
						<u>\$ 571,200.00</u>	<u>\$ 571,200.00</u>
					<u>Reference</u>	<u>F-5</u>	<u>F</u>

TOWNSHIP OF PARSIPPANY-TROY HILLS
GOLF AND RECREATION UTILITY

REFUNDING BONDS

F-27

<u>Purpose</u>	<u>Original Issue</u>	<u>Maturities of</u>		<u>Interest</u>	<u>Balance</u>	<u>Increase</u>	<u>Budget</u>	<u>Balance</u>
<u>Date</u>	<u>Amount</u>	<u>Date</u>	<u>Dec. 31, 2009</u>	<u>Rate</u>	<u>Dec. 31, 2008</u>	<u>Amount</u>	<u>Appropriation</u>	<u>Dec. 31, 2009</u>
General Improvement: Capital Appreciation Bonds	4-01-92 \$ 860,474.50	4-01-2010	\$ 9,185.52		\$ 26,963.36	\$	\$ 17,777.84	\$ 9,185.52
General Improvement	2-01-03 3,805,000.00	12-01-2010 12-01-2011 12-01-2012	405,000.00 410,000.00 415,000.00	3.25% 3.50 4.00	1,620,000.00		390,000.00	1,230,000.00
General Improvement	5-15-09 259,000.00	12-01-2010 12-01-2010 12-01-2011 12-01-2011	10,000.00 75,000.00 5,000.00 85,000.00	2.00 4.00 2.00 4.00		259,000.00	84,000.00	175,000.00
					<u>\$ 1,646,963.36</u>	<u>\$ 259,000.00</u>	<u>\$ 491,777.84</u>	<u>\$ 1,414,185.52</u>
		<u>Reference</u>	<u>F</u>	<u>Below</u>			<u>F-24</u>	<u>F</u>
		<u>Ref.</u>						
		Fixed Capital	F-11			\$ 4,000.00		
		Serial Bonds Defeased	F-28			<u>255,000.00</u>		
		Above				<u>\$ 259,000.00</u>		

TOWNSHIP OF PARSIPPANY-TROY HILLS
GOLF AND RECREATION UTILITY

SERIAL BONDS

F-28

<u>Purpose</u>	<u>Date of Issue</u>	<u>Original Issue</u>	<u>Maturities of Bonds Outstanding</u>	<u>Interest Rate</u>	<u>Balance Dec. 31, 2008</u>	<u>Decrease</u>	<u>Balance Dec. 31, 2009</u>
			<u>Date</u> <u>Amount</u>			<u>Budget Appropriation</u> <u>Refunding Bonds Issued</u>	
General Improvement	12-01-97	\$ 910,000.00			\$ 255,000.00	\$ 255,000.00	\$
General Improvement	7-01-08	1,500,000.00	7-01-2010 \$ 90,000.00 3.25% 7-01-2011/2012 100,000.00 3.50 7-01-2013/2014 150,000.00 3.50 7-01-2015 150,000.00 3.75 7-01-2016 160,000.00 3.75 7-01-2017 170,000.00 3.75 7-01-2018/2019 170,000.00 4.00		1,500,000.00	90,000.00	1,410,000.00
					<u>\$ 1,755,000.00</u>	<u>\$ 90,000.00</u>	<u>\$ 1,410,000.00</u>
				<u>Reference</u>	<u>F</u>	<u>F-24</u>	<u>F</u>
						<u>F-27</u>	

TOWNSHIP OF PARSIPPANY-TROY HILLS
GOLF AND RECREATION UTILITY

BONDS AND NOTES AUTHORIZED BUT NOT ISSUED

F-29

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Balance Dec. 31, 2008</u>	<u>2009 Authorization</u>	<u>Bond Anticipation Notes Issued</u>	<u>Balance Dec. 31, 2009</u>
07-21	Various Improvements to and Equipment for Golf Course and Recreational Utility	\$ 261,500.00	\$	\$ 261,500.00	\$
08-16	Multi-Purpose: a. Various Improvements and Equipment b. Installation of Fire Sprinkler c. Repaving of Parking Lot	237,500.00 142,500.00 71,250.00		142,500.00 71,250.00	237,500.00
09-27	Various Improvements and Purchase of Equipment	<u>712,750.00</u>	<u>143,450.00</u>	<u>95,950.00</u>	<u>47,500.00</u>
		<u>\$ 712,750.00</u>	<u>\$ 143,450.00</u>	<u>\$ 571,200.00</u>	<u>\$ 285,000.00</u>
	<u>Reference</u>	F	F-21	F-26	F

TOWNSHIP OF PARSIPPANY-TROY HILLS
PUBLIC ASSISTANCE TRUST FUND

CASH RECEIPTS, DISBURSEMENTS AND RECONCILIATION

G-1

	<u>Ref.</u>	
Balance December 31, 2008	G	\$ 5,533.76
Increased by:		
Reserve for Public Assistance Trust Fund Expenditures	G-2	<u>5,309.64</u>
Balance December 31, 2009	G	<u>\$ 10,843.40</u>
 <u>Bank Reconciliation December 31, 2009</u>		
Balance per Statement:		
J. P. Morgan Chase,		
Parsippany, New Jersey:		
Account #6012-006705		
		<u>\$ 10,843.40</u>

TOWNSHIP OF PARSIPPANY-TROY HILLS
PUBLIC ASSISTANCE TRUST FUND

RESERVE FOR PUBLIC ASSISTANCE TRUST FUND EXPENDITURES

G-2

	<u>Ref.</u>		
Balance December 31, 2008	G		\$ 5,533.76
Increased by:			
Donations		\$ 5,301.50	
Interest on Deposits		<u>8.14</u>	
	G-1		<u>5,309.64</u>
Balance December 31, 2009	G		<u>\$ 10,843.40</u>

PART II
REPORT ON INTERNAL CONTROL
ROSTER OF OFFICIALS
LETTER OF TRANSMITTAL, COMMENTS AND RECOMMENDATIONS
(MANAGEMENT LETTER)
YEAR ENDED DECEMBER 31, 2009

SAMUEL KLEIN AND COMPANY
CERTIFIED PUBLIC ACCOUNTANTS

550 BROAD STREET, 11TH FLOOR
NEWARK, N.J. 07102-4543
PHONE (973) 624-6100
FAX (973) 624-6101

36 WEST MAIN STREET, SUITE 301
FREEHOLD, N.J. 07728-2291
PHONE (732) 780-2600
FAX (732) 780-1030

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

Honorable Mayor and Members of the Township Council
Township of Parsippany-Troy Hills
Parsippany, New Jersey 07054

We have audited the statutory basis financial statements of the various funds of the Township of Parsippany-Troy Hills, County of Morris, as of and for the years ended December 31, 2009 and December 31, 2008, and have issued our report thereon dated June 17, 2010, which was qualified as a result of the Municipality's policy to prepare its financial statements on the basis of accounting prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, that demonstrates compliance with the modified accrual basis, with certain exceptions, and the budget laws of New Jersey, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. 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.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the Municipality's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Municipality's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Municipality's internal control over financial reporting.

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

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

Compliance and Other Matters

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

This report is intended solely for the information and use of the Municipality's governing body and management, appropriate State and Federal awarding agencies, and the Division of Local Government Services, Department of Community Affairs, State of New Jersey. It is not intended to be and should not be used by anyone other than these specified parties. However, this report is a matter of public record and its distribution is not limited.


SAMUEL KLEIN AND COMPANY
CERTIFIED PUBLIC ACCOUNTANTS

Newark, New Jersey
June 17, 2010

**ROSTER OF OFFICIALS AND CERTAIN EMPLOYEES
FOR THE YEAR 2009 AND REPORT ON SURETY BONDS**

<u>Name</u>	<u>Title</u>	<u>Amount of Bond</u>
Michael M. Luther	Mayor	\$
John Cesaro	Council President	
Ann F. Grossi	Council Vice President	
James R. Barberio	Councilperson	
Michael J. dePierro	Councilperson	
John M. Fox	Councilperson	
Judith I. Silver	Township Clerk	
Alfred C. DeCotiis	Township Attorney	
Jasmine Lim	Business Administrator	
Michael Hardie	Director of Purchasing	
Ruby Malcolm	Treasurer Chief Financial Officer	1,000,000.00
Terence Whalen	Tax Collector	1,000,000.00
Helen B. Scarnato	Deputy Tax Collector	1,000,000.00
Daniel Cassese	Tax Assessor	
Anthony J. Frese	Judge	1,000,000.00
Leslie E. Silver	Judge	1,000,000.00
Alvaro Leal	Court Administrator	1,000,000.00
Justin Lizza	Engineer from January 26, 2009	

A Public Employee Dishonesty Bond issued by Municipal Excess Liability Joint Insurance Fund in the amount of \$1,000,000.00 is part of a multi-peril policy and covers all employees.

SAMUEL KLEIN AND COMPANY
CERTIFIED PUBLIC ACCOUNTANTS

550 BROAD STREET, 11TH FLOOR
NEWARK, N.J. 07102-4543
PHONE (973) 624-6100
FAX (973) 624-6101

36 WEST MAIN STREET, SUITE 301
FREEHOLD, N.J. 07728-2291
PHONE (732) 780-2600
FAX (732) 780-1030

Honorable Mayor and Members of the Township Council
Township of Parsippany-Troy Hills
Parsippany, New Jersey 07054

Madam and Gentlemen:

We have audited the financial statements, Federal and State Financial Assistance Programs and supplemental schedules and data of the

**TOWNSHIP OF PARSIPPANY-TROY HILLS
COUNTY OF MORRIS**

for the years ended December 31, 2009 and December 31, 2008 and have issued our report thereon. As part of our audit, we reviewed and tested the municipality's system of internal accounting control to the extent we considered necessary to evaluate the system as required by auditing standards generally accepted in the United States of America; by the Division of Local Government Services of the Department of Community Affairs, State of New Jersey; by the *Government Auditing Standards* issued by the U.S. General Accounting Office; and by the provisions of the "Single Audit Act of 1984". Compliance requirements were also reviewed in accordance with the requirements of the aforementioned standards and guidelines or, where applicable, the terms and conditions of particular grant agreements and as approved by the Cognizant Audit Agency.

Our comments with respect to the audit, internal control, and any error, omission, irregularity, violation of law, discrepancy or other nonconformity to the law or regulation found during the audit are herewith set forth.

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

N.J.S. 40A:11-4, as amended, states "Every contract or agreement, for the performance of any work or the furnishing or hiring of any materials or supplies, the cost or the contract price whereof is to be paid with or out of public funds not included within the terms of Section 3 of this act, shall be made or awarded only by the Governing Body of the contracting unit after public advertising for bids and bidding therefore, except as is provided otherwise in this act or specifically by any other law. No work, materials or supplies shall be undertaken, acquired or furnished for a sum exceeding in the aggregate the amount set forth in, or the amount calculated by the Governor pursuant to (N.J.S. 40A:11-3c), except by contract or agreement."

It is pointed out that the Township Council has the responsibility of determining whether the expenditures in any category will exceed the threshold set for the fiscal year and, where question arises as to whether any contract or agreement might result in violation of the statute, the opinion of the Township Attorney should be sought before a commitment is made.

The statutory bidding threshold for the year 2009 was the sum of \$29,000.00, effective July 1, 2005 in accordance with the provisions of N.J.S.A. 40A:11-3a, based on the appointment of a qualified purchasing agent.

Notwithstanding N.J.S.A. 40A:11-3a, P.L. 2005, Chapter 51 and N.J.S.A. 19:44A-20.5, known as the "Pay to Play Law" provides that a municipality is prohibited from executing any contract in excess of \$17,500.00, on or after January 1, 2006, to a business entity that made certain reportable contributions to any municipal committee of a political party if a member of that party is in office as a member of the governing body of the municipality when the contract is awarded unless proposals or qualifications are solicited through a fair and open process.

It is further noted that contracts between \$17,500.00 and the municipal bidding threshold known as "window contracts", can be issued by resolution of the governing body without competitive bidding if a non-fair and open process is implemented which prohibits reportable contributions by the business entity.

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

Service and Construction Contracts:

- Reconstruction of Roosevelt Avenue - Phase I
- Reconstruction of Arlington Avenue
- Operation of Indoor Tennis Facility
- Transportation and Disposal of Sewage Sludge Cake
- Reconstruction of Pawnee Avenue
- Precast Concrete Building Restroom
- Operation of Catering and Banquet Facilities at Knoll Country Club
- Supervisory Control and Data Acquisition System Upgrade
- Reconstruction of Elmwood Drive and Allentown Road
- Reconstruction of Curbs and Sidewalks
- Reconstruction of Union Hill Road
- Structural Rehabilitation of the Bridge on Brookstone Drive
- Animal Shelter Upgrades
- Lease of Water Tower
- Sandalwood Storm Drainage Phase I Improvements
- Knoll Country Club Reconstruction of Tee Boxes
- Redesign and Upgrade of 16 MGD Waste Water Treatment Plant
- 16 Inch Transmission Main

Materials and Supplies:

- Paper Leaf Bags
- Various Materials

Vehicles and Equipment:

- 4 Garbage Trucks
- Adult Passenger Mini Bus

Vehicles and Equipment (Continued):
Diamond Z Horizontal Wood Grinder on Tires
65 Foot Aerial Tower and Forestry Body
RME-4T Road Maintenance Vehicle
Wheel Loader Backhoe
Heavy Duty Open Top Containers
Rear Load Trash Containers

The minutes indicate that proposals were solicited for professional services in accordance with N.J.S.A. 19:44A-20.5.

It is also noted that certain contracts were awarded for extraordinary unspecifiable services per N.J.S. 40A:11-5.

Collection of Interest on Delinquent Taxes and Assessments

N.J.S. 54:4-67, as amended, provides the method for authorizing interest and the maximum rate to be charged for the nonpayment of taxes or assessments on or before the date when they would become delinquent.

The Governing Body on June 11, 1991 adopted the following resolution authorizing interest to be charged on delinquent taxes and other municipal liens:

"BE IT RESOLVED by the Township Council of the Township of Parsippany-Troy Hills, the Tax Collector is hereby authorized and directed to charge 8 percent per annum on the first \$1,500.00 of taxes becoming delinquent after due date and 18% per annum on any amount of taxes in excess of \$1,500.00 becoming delinquent after due date and if a delinquency is in excess of \$10,000.00 and remains in arrears beyond December 31st, an additional penalty of 6% shall be charged against the delinquency. Effective January 1, 1991, there will be a ten day grace period of quarterly tax payments."

Our review of the records of the Tax Collector indicated that computerized interest for taxes was generally collected in accordance with the provisions of the foregoing resolution.

Collection of Interest on Delinquent Water and Sewer Contracts

The Governing Body adopted Ordinance #90-23 on April 24, 1990 which authorized interest to be charged on delinquent water bills, which reads as follows:

BE IT ORDAINED by the Township Council of the Township of Parsippany-Troy Hills, Morris County that Chapter XII, entitled "WATER" of the Code is hereby amended and supplemented as follows:

Section 1. Section 12.2-3 entitled "Method of Payment" is hereby amended and supplemented to provide as follows:

"12-2.3 Method of Payment. Payments for use and consumption of water and for all other fees and charges incurred shall be paid to the Water Utility of the Township. All bills for continuous service shall be rendered quarterly. Any bill not paid within thirty (30) days will be considered delinquent and service may be discontinued after ten (10) days final notice. Interest at a rate of eight (8%) percent per annum on the first fifteen hundred (\$1,500.00) dollars and eighteen (18%) percent per annum on amounts in excess of fifteen hundred (\$1,500.00) dollars will be charged on delinquent accounts".

The Governing Body adopted Ordinance #84-66 on October 9, 1984 which authorized interest to be charged on delinquent sewer bills. The ordinance states:

BE IT ORDAINED, by the Township Council of the Township of Parsippany-Troy Hills, in the County of Morris, and State of New Jersey, as follows:

Section 2. Chapter XIII, Sewage, of "The Revised General Ordinances of the Township of Parsippany-Troy Hills, 1972" is hereby amended by the addition of a new subsection 13-16.4, Interest on Late Payments, to read as follows:

"13-16.4 Interest on Late Payments. Unpaid sewer rental fees shall be subject to the same interest rate for late payments as unpaid municipal taxes. Any sewer rental fees which are unpaid after 30 days from the date of the sewer rental bill shall be subject to interest for late payment."

Our review of the records of the Tax Collector indicated that interest on delinquent water and sewer bills were generally collected in accordance with the provisions of the foregoing ordinances.

Delinquent Taxes

Delinquent taxes, exclusive of 2009, in the sum of \$24,647.55, are summarized as follows:

<u>Year</u>	<u>Amount</u>
2006	\$ 4,712.30
2008	<u>19,935.25</u>
	<u>\$ 24,647.55</u>

A tax sale was held on June 18, 2009 and was complete with the exception of one item in the sum of \$754.57, inadvertently omitted by the Tax Collector, which will be included in the 2011 tax sale.

Tax Title and Utility Liens

The following comparison is made of the number of tax title, water and sewer liens receivable on December 31st of the last three years:

<u>Year</u>	<u>Title Liens</u>	<u>Water Liens</u>	<u>Sewer Liens</u>
2009	4	1	1
2008	2	None	None
2007	2	None	None

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, consisting of verification notices as follows:

	<u>Number of Confirmations Written</u>
Payment of 2009 and 2010 Taxes	200
Delinquent Taxes	5
Tax Title Liens	3
Payment of Water and Sewer Utility Charges	200
Unpaid Water Utility Charges	56
Unpaid Sewer Utility Charges	<u>53</u>
	<u><u>517</u></u>

There were no exceptions developed in connection with our examination.

Revenue Collecting Officials

Construction Code Official:

Receipting and record maintenance procedures implemented in the Office of the Construction Code Official appear to be in accordance with the provisions of the Uniform Construction Code of New Jersey and the precepts and directives of the New Jersey Division of Housing and Development in the Department of Community Affairs. The system mandates the use of standardized forms prepared and distributed by the State to all Chief Construction Code Officials. Private contractors may also maintain supplies of application forms. The forms are not prenumbered and their prescribed use eliminates such time-proven and inherent assurances of accountability, control of inspections and fiscal activity thus afforded. Reliance of the accuracy and integrity of all departmental activity is therefore necessarily placed upon internal numbering systems and recording practices.

Municipal Court

A segment of the Report of the Municipal Court for 2009, which is filed under separate cover with the New Jersey Administrative Office of the Courts, the Division of Local Government Services, the Municipal Court and the Township Clerk, is presented herewith for information purposes. The statement of receipts and disbursements is summarized as follows:

	<u>Balance Dec. 31, 2008</u>	<u>Receipts</u>	<u>Disbursements</u>	<u>Balance Dec. 31, 2009</u>
Municipal Treasurer	\$ 57,501.30	\$ 779,077.74	\$ 783,470.07	\$ 53,108.97
County Treasurer	17,723.00	268,793.43	270,875.93	15,640.50
State Treasurer	58,156.00	881,119.23	880,085.71	59,189.52
Bail	38,617.00	283,949.05	301,949.05	20,617.00
Other Items	<u>9,756.00</u>	<u>183,047.73</u>	<u>182,151.23</u>	<u>10,652.50</u>
	<u><u>\$181,753.30</u></u>	<u><u>\$ 2,395,987.18</u></u>	<u><u>\$ 2,418,531.99</u></u>	<u><u>\$159,208.49</u></u>

Our review of the records of the Municipal Court resulted in the following findings:

The report "Tickets Assigned but Not Issued" listed 161 unissued tickets in excess of six months.

The report "Tickets Issued Monthly but Not Assigned" listed 2 unassigned tickets.

The following recommendation with respect to the Municipal Court is noted as follows:

That tickets assigned but not issued in excess of six months be reviewed for proper disposition and that follow-up procedures be implemented for tickets whether issued or assigned.

Corrective Action Plan

In accordance with regulations promulgated by the Single Audit Act and the Division of Local Government Services, all municipalities are required to prepare and submit to the Division of Local Government Services, a Corrective Action Plan with regard to audit deficiencies. This plan must be approved by formal resolution of the Governing Body and submitted within 60 days from the date the audit is received.

A Corrective Action Plan was prepared by the Chief Financial Officer and approved by resolution of the Governing Body and submitted to the Division within the time period provided in the regulations.

Status of Prior Years' Audit Recommendations

A review was performed on all prior years' recommendations and corrective action was taken on all with the exception of the following, which are included in this year's recommendations:

Municipal Court

That tickets assigned but not issued in excess of six months be reviewed for proper disposition and that follow-up procedures be implemented for tickets whether issued or assigned.

Miscellaneous

A report summarizing collections of Dog License Fees and remittances of State Registration Fees has been prepared and filed with the New Jersey Department of Health and the Division of Local Government Services.

Revenue and receipts were established and verified as to source and amount only insofar as the local records permitted.

In verifying expenditures, test computations were made on claims approved and paid. No attempt was made in this connection to establish proof of rendition, character or extent of services, nor quantities, nature, propriety of prices or receipt of materials, these elements being left necessarily to internal review in connection with approval of claims.

Individual payments of the Local School District Tax by the Township for the year 2009 were confirmed as received by the Secretary of the Board of Education.

The propriety of deductions for pensions, withholding taxes, social security and other purposes from individual employee salaries was not verified as part of this examination.

A separate trust fund, established for State Unemployment Compensation Insurance, is detailed in Section "B" herein.

All sums of outstanding checks, reflected in cash reconciliations herein, are in agreement with the records of the Treasurer.

A summary or synopsis of this report was prepared for publication and filed with the Township Clerk.

A copy of this report was filed with the New Jersey Division of Local Government Services.

RECOMMENDATIONS

Page
Reference

Municipal Court

That tickets assigned but not issued in excess of six months be reviewed for proper disposition and that follow-up procedures be implemented for tickets whether issued or assigned.

250

* * *

The foregoing comments and resultant recommendations are not of sufficient materiality whereby they would affect our ability to express an opinion on the financial statements taken as a whole.

We shall be pleased to confer on questions that might arise with respect to any matters in this report.

We desire to express our appreciation for the assistance and courtesies rendered by the Township officials and employees during the course of the examination.

Respectfully submitted,



SAMUEL KLEIN AND COMPANY
CERTIFIED PUBLIC ACCOUNTANTS



JOSEPH J. FACCONI, RMA, PA

Newark, New Jersey
June 17, 2010

