

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

FINANCIAL STATEMENTS
AND SUPPLEMENTARY INFORMATION
AND
INDEPENDENT AUDITOR'S REPORTS

YEAR ENDED

DECEMBER 31, 2009

Oliwa & Company
Certified Public Accountants

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

TABLE OF CONTENTS

Year Ended December 31, 2009

PART I

	<u>Pages</u>
Independent Auditor's Report	1-2
Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards	3-4
<u>Current Fund</u>	<u>Exhibit</u>
Comparative Balance Sheet - Regulatory Basis	A
Comparative Statement of Operations and Change in Fund Balance - Regulatory Basis	A-1
Statement of Revenues - Regulatory Basis	A-2
Statement of Expenditures - Regulatory Basis	A-3
<u>Trust Fund</u>	
Comparative Balance Sheet - Regulatory Basis	B
<u>General Capital Fund</u>	
Comparative Balance Sheet - Regulatory Basis	C
Comparative Statement of Fund Balance - Regulatory Basis	C-1
<u>Water Utility Fund</u>	
Comparative Balance Sheet - Regulatory Basis	D
Comparative Statement of Operations and Change in Fund Balance - Regulatory Basis	D-1
Comparative Statement of Fund Balance - Regulatory Basis	D-2
Statement of Revenues - Regulatory Basis	D-3
Statement of Expenditures - Regulatory Basis	D-4
<u>Sewer Utility Fund</u>	
Comparative Balance Sheet - Regulatory Basis	E
Comparative Statement of Operations and Change in Fund Balance - Regulatory Basis	E-1
Comparative Statement of Fund Balance - Regulatory Basis	E-2
Statement of Revenues - Regulatory Basis	E-3
Statement of Expenditures - Regulatory Basis	E-4

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

TABLE OF CONTENTS

Year Ended December 31, 2009

PART I
(Continued)

<u>Electric Utility Fund</u>	<u>Exhibit</u>
Comparative Balance Sheet - Regulatory Basis	F
Comparative Statement of Operations and Change in Fund Balance - Regulatory Basis	F-1
Comparative Statement of Fund Balance - Regulatory Basis	F-2
Statement of Revenues - Regulatory Basis	F-3
Statement of Expenditures - Regulatory Basis	F-4
<u>General Fixed Assets Account Group</u>	
Comparative Balance Sheet - Regulatory Basis	G
<u>Notes to Financial Statements</u>	5-22

PART II

<u>Supplementary Data and Schedules</u>	<u>Schedule</u>
<u>Current Fund</u>	
Schedule of Cash	1-A
Schedule of Due From/(To) State of New Jersey	2-A
Schedule of Taxes Receivable and Analysis of Property Tax Levy	3-A
Schedule of Revenue Accounts Receivable	4-A
Schedule of Deferred Charges	5-A
Schedule of Due From/(To) General Capital Fund	6-A
Schedule of Appropriation Reserves	7-A
Schedule of Due To Federal and State Grant Fund	8-A
Schedule of Encumbrances Payable	9-A
Schedule of Cash Advance - Magistrate	10-A
Schedule of County Taxes Payable	11-A
Schedule of Prepaid Taxes	12-A
Schedule of Tax Overpayments	13-A
Schedule of Local District School Tax Payable	14-A

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

TABLE OF CONTENTS

Year Ended December 31, 2009

PART II
(Continued)

<u>Current Fund (continued)</u>	<u>Schedule</u>
Schedule of Due From Current Fund - Federal and State Grant Fund	15-A
Schedule of Grants Receivable - Federal and State Grant Fund	16-A
Schedule of Encumbrances Payable - Federal and State Grant Fund	17-A
Schedule of Reserve for Grants Appropriated - Federal and State Grant Fund	18-A
Schedule of Reserve for Grants Unappropriated - Federal and State Grant Fund	19-A
Schedule of Tax Title Liens	20-A
Schedule of Due To Other Trust Fund	21-A
<u>Trust Fund</u>	
Schedule of Cash	1-B
Schedule of Due To State of New Jersey - Animal Control Fund	2-B
Schedule of Payroll Deductions Payable - Other Trust Fund	3-B
Schedule of Miscellaneous Reserves - Other Trust Fund	4-B
Schedule of Reserve for Animal Control Fund Expenditures	5-B
Schedule of Length of Service Award Program Fund Investments	6-B
Schedule of Reserve for Length of Service Award Program Fund	7-B
<u>General Capital Fund</u>	
Schedule of Cash	1-C
Schedule of Analysis of General Capital Fund Cash	2-C
Schedule of Deferred Charges To Future Taxation - Funded	3-C
Schedule of Deferred Charges To Future Taxation - Unfunded	4-C
Schedule of DOT Grants Receivable	5-C
Schedule of General Serial Bonds	6-C
Schedule of Bond Anticipation Notes	7-C
Schedule of E.D.A. Loan Payable	8-C
Schedule of Contracts Payable	9-C
Schedule of Improvement Authorizations	10-C
Schedule of Capital Improvement Fund	11-C
Schedule of Reserve for Beach Replenishment	12-C
Schedule of Reserve for DOT Grants Receivable	13-C

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

TABLE OF CONTENTS

Year Ended December 31, 2009

PART II
(Continued)

<u>Water Utility Fund</u>	<u>Schedule</u>
Schedule of Cash	1-D
Schedule of Analysis of Water Utility Capital Fund Cash	2-D
Schedule of Consumer Accounts Receivable	3-D
Schedule of Fixed Capital	4-D
Schedule of Fixed Capital Authorized and Uncompleted	5-D
Schedule of Appropriation Reserves	6-D
Schedule of Encumbrances Payable	7-D
Schedule of Water Overpayments	8-D
Schedule of Accrued Interest Payable	9-D
Schedule of Serial Bonds	10-D
Schedule of Water Utility Bond Anticipation Notes	11-D
Schedule of U.S.D.A. Loan Payable	12-D
Schedule of N.J. DEP Loan Payable	13-D
Schedule of Contracts Payable	14-D
Schedule of Improvement Authorizations	15-D
Schedule of Capital Improvement Fund	16-D
Schedule of Reserve for Amortization	17-D
Schedule of Deferred Reserve for Amortization	18-D
Schedule of Maturity - U.S.D.A. Loan	19-D
Schedule of Maturity - N.J. DEP Loan	20-D
<u>Sewer Utility Fund</u>	
Schedule of Cash	1-E
Schedule of Analysis of Sewer Utility Capital Fund Cash	2-E
Schedule of Consumer Accounts Receivable	3-E
Schedule of Fixed Capital	4-E
Schedule of Fixed Capital Authorized and Uncompleted	5-E
Schedule of Appropriation Reserves	6-E
Schedule of Encumbrances Payable	7-E
Schedule of Accrued Interest Payable	8-E
Schedule of Sewer Overpayments	9-E

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

TABLE OF CONTENTS

Year Ended December 31, 2009

PART II
(Continued)

<u>Sewer Utility Fund (continued)</u>	<u>Schedule</u>
Schedule of Sewer Utility Serial Bonds and Loans	10-E
Schedule of Contracts Payable	11-E
Schedule of Improvement Authorizations	12-E
Schedule of Capital Improvement Fund	13-E
Schedule of Reserve for Amortization	14-E
Schedule of Deferred Reserve for Amortization	15-E
Schedule of Maturity - Sewer Improvement Loans - New Jersey Wastewater Treatment Trust	16-E
Schedule of Maturity - Sewer Improvement Loans - United States Department of Agriculture, Phase I	17-E
Schedule of Maturity - Sewer Improvement Loans - United States Department of Agriculture, Phase II	18-E
Schedule of Maturity - Sewer Improvement Loans - United States Department of Agriculture, Phase III	19-E
Schedule of Maturity - Refunding Bonds	20-E
Schedule of Bonds and Notes Authorized But Not Issued	21-E
<u>Electric Utility Fund</u>	
Schedule of Cash	1-F
Schedule of Analysis of Electric Utility Capital Fund Cash	2-F
Schedule of Due From State of New Jersey - Lifeline Credits	3-F
Schedule of Consumer Accounts Receivable	4-F
Schedule of Fixed Capital	5-F
Schedule of Fixed Capital Authorized and Uncompleted	6-F
Schedule of Appropriation Reserves	7-F
Schedule of Encumbrances Payable	8-F
Schedule of Electric Overpayments	9-F
Schedule of Improvement Authorizations	10-F
Schedule of Capital Improvement Fund	11-F
Schedule of Reserve for Amortization	12-F
Schedule of Deferred Reserve for Amortization	13-F
Schedule of Bond Anticipation Notes	14-F
Schedule of Accrued Interest Payable	15-F
Schedule of Bonds and Notes Authorized But Not Issued	16-F

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

TABLE OF CONTENTS

Year Ended December 31, 2009

PART II
(Continued)

General Fixed Assets Account Group

Schedule of Investment in General Fixed Assets

1-G

PART III

Comments

General Comments

Comments and Recommendations

BOROUGH OF LAVALLETTE

COUNTY OF OCEAN

STATE OF NEW JERSEY

PART I

INDEPENDENT AUDITOR'S REPORTS

FINANCIAL STATEMENTS

NOTES TO FINANCIAL STATEMENTS

YEAR ENDED DECEMBER 31, 2009

INDEPENDENT AUDITOR'S REPORT

Honorable Mayor and Members
of the Borough Council
Borough of Lavallette
County of Ocean
Lavallette, New Jersey

We have audited the accompanying regulatory basis financial statements of the Borough of Lavallette, County of Ocean, State of New Jersey (the "Borough") as of December 31, 2009 and 2008, and for the year ended December 31, 2009, listed as financial statement exhibits in the table of contents. These financial statements are the responsibility of the Borough's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and the significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

As described in Note 1, the Borough prepares its financial statements on a basis of accounting prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, which practices differ from accounting principles generally accepted in the United States of America. The effect on the financial statements of the variances between these regulatory accounting practices and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material. In addition, the financial statements of the Length of Service Award Program ("LOSAP") have not been audited, and we were not required by the Division of Local Government Services, Department of Community Affairs, State of New Jersey to audit the LOSAP Fund financial statements as part of our audit of the Borough's financial statements. The LOSAP Fund financial activities are included in the Borough's Trust Fund, and represent 48.19% and 33.33% of the assets and liabilities, respectively, of the Borough's Trust Fund, as of December 31, 2009 and 2008.

In our opinion, because of the effects of the matter discussed in the preceding paragraph, the regulatory basis financial statements do not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the Borough as of December 31, 2009 and 2008, and changes in its financial position for the years then ended.

In our opinion, except for the effects of such adjustments, if any, as might have been determined to be necessary had the LOSAP Fund financial statements been audited, the regulatory basis financial statements present fairly, in all material respects, the regulatory basis financial position of the various funds of the Borough as of December 31, 2009 and 2008, the regulatory basis results of operations and change in fund balance of such funds for the years then ended, and the regulatory basis statements of revenues and the regulatory basis statements of expenditures for the year ended December 31, 2009 on the basis of accounting described in Note 1.

In accordance with *Government Auditing Standards*, we have also issued our report dated August 27, 2010, on our consideration of the Borough's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Our audit was conducted for the purpose of forming an opinion on the regulatory basis financial statements taken as a whole. The accompanying supplementary data and schedules section listed in the table of contents is presented for purposes of additional analysis as required by the Division of Local Government Services, Department of Community Affairs, State of New Jersey and is not a required part of the regulatory basis financial statements. Except for the LOSAP Fund supplementary schedules, such information has been subjected to the auditing procedures applied in the audit of the financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the financial statements taken as a whole, on the basis of accounting described in Note 1.



Robert S. Oliwa
Certified Public Accountant
Registered Municipal Accountant #414

Oliwa & Company

Freehold, New Jersey
August 27, 2010

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

Honorable Mayor and Members
of the Borough Council
Borough of Lavallette
County of Ocean
Lavallette, New Jersey

We have audited the regulatory basis financial statements of the Borough of Lavallette, County of Ocean, State of New Jersey (the "Borough"), as of and for the year ended December 31, 2009, and have issued our report thereon dated August 27, 2010, in which we expressed an adverse opinion on the conformity of the statements with accounting principles generally accepted in the United States of America due to the differences between those principles and the accounting practices prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey. Except as discussed in the preceding sentence, we conducted our audit in accordance with auditing standards generally accepted in the United States of America; audit requirements prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey; and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the Borough's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the regulatory basis financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Borough's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Borough'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 Borough's financial statements will not be prevented, or detected and corrected on a timely basis.

Internal Control Over Financial Reporting (Continued)

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 Borough'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*.

This report is intended for the information and use of the Borough's management, the Governing Body, others within the Borough, and the Division of Local Government Services, Department of Community Affairs, State of New Jersey, and is not intended to be and should not be used by anyone other than these specified parties.



Robert S. Oliwa
Certified Public Accountant
Registered Municipal Accountant #414

Oliwa & Company

Freehold, New Jersey
August 27, 2010

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

CURRENT FUND
COMPARATIVE BALANCE SHEET
REGULATORY BASIS
December 31, 2009 and 2008

<u>Assets</u>	<u>Ref.</u>	<u>2009</u>	<u>2008</u>
Cash and Cash Equivalents:			
Cash	1-A	\$2,442,098.61	\$2,234,273.05
Change Funds		150.00	150.00
Due From State of New Jersey (PL 1971, Ch.20)	2-A		1,099.82
		<u>2,442,248.61</u>	<u>2,235,522.87</u>
Receivables and Other Assets with Full Reserves:			
Cash Advance - Magistrate	10-A	1,000.00	1,000.00
Delinquent Property Taxes Receivable	3-A	284,485.87	339,826.55
Tax Title Liens Receivable	20-A	482.88	
Revenue Accounts Receivable	4-A	6,185.32	8,191.99
Due from General Capital Fund	6-A		2,380.00
	A	<u>292,154.07</u>	<u>351,398.54</u>
Deferred Charges:			
Emergency Authorization (40A:4-55)	5-A		15,000.00
		<u>2,734,402.68</u>	<u>2,601,921.41</u>
<u>Federal and State Grant Fund</u>			
Due From Current Fund	15-A	28,035.84	15,633.36
Grants Receivable	16-A	67,819.83	21,789.93
		<u>95,855.67</u>	<u>37,423.29</u>
		<u>\$2,830,258.35</u>	<u>\$2,639,344.70</u>

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

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

CURRENT FUND
COMPARATIVE BALANCE SHEET
REGULATORY BASIS
December 31, 2009 and 2008

<u>Liabilities, Reserves and Fund Balance</u>	<u>Ref.</u>	<u>2009</u>	<u>2008</u>
Appropriation Reserves	A-3,7-A	\$151,913.50	\$211,467.81
Due To:			
General Capital Fund	6-A	6,357.20	
Federal and State Grant Fund	8-A	28,035.84	15,633.36
Other Trust Fund	21-A	16,825.00	
Encumbrances Payable	9-A	183,957.69	195,539.55
Accounts Payable		17,771.71	
County Taxes Payable	11-A	16,368.55	22,017.44
Prepaid Taxes	12-A	200,910.16	200,838.48
Tax Overpayments	13-A	1,887.11	13,318.10
Local District School Tax Payable	14-A	845,986.88	768,794.21
Due To State of New Jersey (PL 1971, Ch.20)	2-A	999.49	
Reserve for:			
Private Donation		150.00	4,150.00
Outside Liens			2,043.30
Cell Tower			3,360.00
Beach Badges		1,100.00	
		<u>1,472,263.13</u>	<u>1,437,162.25</u>
Reserve for Receivables	A	292,154.07	351,398.54
Fund Balance	A-1	<u>969,985.48</u>	<u>813,360.62</u>
		<u>2,734,402.68</u>	<u>2,601,921.41</u>
 <u>Federal and State Grant Fund</u>			
Encumbrances Payable	17-A	1,647.68	2,835.46
Reserve for Grants Appropriated	18-A	70,159.16	20,323.28
Reserve for Grants Unappropriated	19-A	19,748.78	9,964.51
Due to Grantor		4,300.05	4,300.04
		<u>95,855.67</u>	<u>37,423.29</u>
		<u>\$2,830,258.35</u>	<u>\$2,639,344.70</u>

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

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

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

Years Ended December 31, 2009 and 2008

<u>Revenue and Other Income Realized</u>	<u>Ref.</u>	<u>2009</u>	<u>2008</u>
Fund Balance Utilized	A-2	\$500,000.00	\$460,000.00
Miscellaneous Revenue Anticipated	A-2	1,575,891.42	1,380,180.43
Receipts from Delinquent Taxes	A-2	339,662.42	189,486.05
Receipts from Current Taxes	A-2	15,216,012.63	15,012,984.55
Non-Budget Revenues	A-2	132,367.34	118,108.40
Other Credits to Income:			
Unexpended Balance of Appropriation Reserves	7-A	239,160.45	232,289.60
Interfunds Returned		2,380.00	17,160.53
Cancellation of Grants Appropriated			40,575.92
Cancelled Reserve for Cell Tower		3,360.00	
Total Income		<u>18,008,834.26</u>	<u>17,450,785.48</u>
<u>Expenditures</u>			
Budget Appropriations Within CAPS:			
Operations:			
Salaries and Wages	A-3	3,095,635.00	2,973,541.33
Other Expenses	A-3	2,170,745.00	2,232,530.38
Deferred Charges and Statutory Expenditures	A-3	483,430.00	237,750.00
Budget Appropriations Excluded From CAPS:			
Operations:			
Other Expenses	A-3	210,395.42	282,561.34
Capital Improvements	A-3	35,250.00	53,375.00
Municipal Debt Service	A-3	544,728.08	546,139.59
Deferred Charges	A-3	15,000.00	
County Taxes	11-A	7,503,709.80	7,471,043.14
Local District School Taxes	14-A	3,291,058.00	3,173,373.00
Interfunds Advanced			2,380.00
Refunds	1-A	2,258.10	819.00
Federal and State Grant Receivable Cancelled			39,156.16
Prior Year Senior Citizen Deduction Disallowed			1,000.00
Total Expenditures		<u>17,352,209.40</u>	<u>17,013,668.94</u>

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

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

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

Years Ended December 31, 2009 and 2008

	<u>Ref.</u>	<u>2009</u>	<u>2008</u>
Excess in Revenue		\$656,624.86	\$437,116.54
Adjustments to Income Before Fund Balance:			
Expenditures Included Above Which are by Statute			
Deferred Charges to Budget of Succeeding Year			15,000.00
Statutory Excess to Fund Balance		656,624.86	452,116.54
Fund Balance January 1	A	813,360.62	821,244.08
		1,469,985.48	1,273,360.62
Decreased By:			
Utilized as Anticipated Revenue	A-1,A-2	500,000.00	460,000.00
Fund Balance December 31	A	<u>\$969,985.48</u>	<u>\$813,360.62</u>

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

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

A-2
Sheet 1 of 4

CURRENT FUND
STATEMENT OF REVENUES
REGULATORY BASIS
Year Ended December 31, 2009

	Ref.	Anticipated		Realized	Excess or (Deficit)
		Budget	Special N.J.S. 40A:4-87		
Fund Balance Anticipated	A-1	\$500,000.00		\$500,000.00	
Miscellaneous Revenues:					
Licenses:					
Alcoholic Beverages	4-A	10,000.00		12,650.00	\$2,650.00
Other	4-A	12,000.00		16,130.00	4,130.00
Fees and Permits	4-A	39,000.00		36,984.00	(2,016.00)
Municipal Court Fines and Costs	4-A	174,000.00		213,416.29	39,416.29
Interest and Costs on Taxes	4-A	50,000.00		68,467.87	18,467.87
Parking Meters	4-A	21,000.00		30,040.00	9,040.00
Interest on Investments and Deposits	4-A	48,000.00		16,264.37	(31,735.63)
Beach Fees	4-A	728,000.00		780,242.00	52,242.00
Cable TV Franchise Fees	4-A	20,356.00		21,165.00	809.00
Energy Receipts Tax	4-A	184,550.00		184,550.00	
Website Development	4-A	7,200.00		3,700.00	(3,500.00)
Recycling Tonnage Grant	16-A	2,163.32		2,163.32	
Drunk Driving Enforcement Fund	16-A	6,528.54		6,528.54	
Clean Communities Program	16-A	10,176.80		10,176.80	
Over the Limit Under Arrest	16-A		\$6,000.00	6,000.00	
Municipal Alliance on Alcoholism and Drug Abuse	16-A	21,000.00		21,000.00	
Private Donations - Concerts	4-A	4,000.00		4,000.00	
Body Armor Replacement Grant	16-A	1,272.65		1,272.65	
Ocean County Tourism Grant	16-A	1,000.00		1,000.00	
COPS in Shops Summer Shore Initiative	16-A		1,200.00	1,200.00	
Ocean County Transportation	16-A	2,850.00		2,850.00	

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

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

CURRENT FUND
STATEMENT OF REVENUES
REGULATORY BASIS
Year Ended December 31, 2009

	<u>Ref.</u>	<u>Anticipated</u>		<u>Realized</u>	<u>Excess or (Deficit)</u>
		<u>Budget</u>	<u>Special N.J.S. 40A:4-87</u>		
Miscellaneous Revenues (Continued):					
Municipal Energy Audit Program	16-A	\$28,090.58		\$28,090.58	
Barnegat Bay National Estuary Program	16-A	5,000.00		5,000.00	
CDBG - County of Ocean - Handicap Beach Access	16-A		\$46,000.00	46,000.00	
General Capital Fund Surplus	4-A	57,000.00		57,000.00	
	A-1	<u>1,433,187.89</u>	<u>53,200.00</u>	<u>1,575,891.42</u>	<u>\$89,503.53</u>
Receipts From Delinquent Taxes	A-1,A-2	<u>335,000.00</u>		<u>339,662.42</u>	<u>4,662.42</u>
Amount To Be Raised By Taxes for Support of Municipal Budget:					
Local Tax For Municipal Purposes	A-2,3-A	<u>4,701,662.63</u>		<u>4,887,760.13</u>	<u>186,097.50</u>
Budget Totals		<u>6,969,850.52</u>	<u>53,200.00</u>	<u>7,303,313.97</u>	<u>\$280,263.45</u>
Non-Budget Revenue	A-2			<u>132,367.34</u>	
		<u>\$6,969,850.52</u>	<u>\$53,200.00</u>	<u>\$7,435,681.31</u>	
	<u>Ref.</u>	A-3	A-3		

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

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

A-2
Sheet 3 of 4

CURRENT FUND
STATEMENT OF REVENUES
REGULATORY BASIS
Year Ended December 31, 2009

Analysis of Realized Revenues

	<u>Ref.</u>	
Allocation of Current Tax Collections:		
Revenue from Collections	A-1,3-A	\$15,216,012.63
Allocated to School and County Taxes		<u>10,794,767.80</u>
Balance for Support of Municipal Budget		4,421,244.83
Add: Appropriation "Reserve for Uncollected Taxes"	A-3	<u>466,515.30</u>
Balance for Support of Municipal Budget Appropriations	A-2	<u><u>\$4,887,760.13</u></u>

Receipts from Delinquent Taxes

Delinquent Tax Collections	A-2,3-A	<u><u>\$339,662.42</u></u>
----------------------------	---------	----------------------------

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

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

A-2
Sheet 4 of 4

CURRENT FUND
STATEMENT OF REVENUES
REGULATORY BASIS
Year Ended December 31, 2009

Analysis of Non-Budget Revenue

T-Mobile and Metro PCS	\$58,213.98
Verizon Mobile Contract	19,852.80
Zoning Application Fees	11,925.00
Other Miscellaneous Revenue	8,537.18
Appliance/Clean-up Fees	5,595.00
Gazebo/Pavilion Use Fee	4,200.00
Prosecutors Special Programs	3,600.00
Tennis	3,100.00
Pole Rental	3,076.50
Certificates of Occupancy	2,600.00
Police Reports and Fees	1,805.50
Street Openings	1,804.00
Newspaper Vending Machines	1,600.00
2% Administrative Payment	1,371.99
Sale of Municipal Assets	1,239.00
Copies	1,170.79
Off-Duty Police Administrative Fee	1,120.10
Court Restitution	500.00
Mayoral Marriage Fees	450.00
Residential Parking Permit Fee	250.00
Returned Check Charges	150.00
Waterfront Owners List	110.00
Zoning and Code Books	62.50
Tax Maps	33.00
	<hr/>
	<u>\$132,367.34</u>

Ref. A-1,A-2,1-A

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

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

CURRENT FUND
STATEMENT OF EXPENDITURES
REGULATORY BASIS
Year Ended December 31, 2009

	<u>Appropriated</u>		<u>Expended</u>		<u>Unexpended Balance Cancelled</u>
	<u>Budget</u>	<u>Budget after Modification</u>	<u>Paid or Charged</u>	<u>Reserved</u>	
<u>General Appropriations</u>					
<u>OPERATIONS WITHIN CAPS</u>					
GENERAL GOVERNMENT					
General Administration:					
Salaries and Wages	\$53,100.00	\$53,100.00	\$53,057.99	\$42.01	
Other Expenses	3,350.00	3,350.00	2,279.24	1,070.76	
Human Resources (Personnel):					
Other Expenses	1,000.00	1,000.00		1,000.00	
Mayor and Council:					
Salaries and Wages	16,900.00	16,900.00	16,032.75	867.25	
Other Expenses	7,150.00	7,150.00	6,999.98	150.02	
Municipal Clerk:					
Salaries and Wages	65,230.00	65,230.00	65,020.80	209.20	
Printing and Legal Advertising	11,000.00	11,000.00	10,305.44	694.56	
Office Equipment	2,400.00	2,400.00	1,246.62	1,153.38	
Miscellaneous Other Expenses	7,700.00	7,700.00	7,554.77	145.23	
Elections	1,000.00	1,000.00	252.73	747.27	
Financial Administration (Treasury):					
Salaries and Wages	52,500.00	52,500.00	51,633.13	866.87	
Other Expenses	13,000.00	13,000.00	12,439.53	560.47	
Audit Services:					
Other Expenses	12,600.00	12,100.00	12,000.00	100.00	
Computerized Data Processing:					
Other Expenses	7,500.00	7,500.00	6,708.21	791.79	
Revenue Administration (Tax Collection):					
Salaries and Wages	38,500.00	38,500.00	36,086.22	2,413.78	
Other Expenses	5,985.00	5,985.00	3,775.45	2,209.55	
Tax Assessment Administration:					
Salaries and Wages	19,500.00	19,500.00	19,223.00	277.00	
Other Expenses	1,900.00	1,900.00	1,208.72	691.28	

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

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

CURRENT FUND
STATEMENT OF EXPENDITURES
REGULATORY BASIS
Year Ended December 31, 2009

<u>General Appropriations</u> <u>OPERATIONS WITHIN CAPS</u>	Appropriated		Expended		Unexpended Balance Cancelled
	Budget	Budget after Modification	Paid or Charged	Reserved	
Legal Services (Legal Department):					
Other Expenses	\$75,300.00	\$85,300.00	\$75,300.00	\$10,000.00	
Engineering Services:					
Other Expenses	17,500.00	25,500.00	22,832.67	2,667.33	
Tax Map Update	1,500.00	1,500.00		1,500.00	
LAND USE ADMINISTRATION					
Planning Board:					
Salaries and Wages	9,100.00	9,100.00	8,999.91	100.09	
Other Expenses	12,350.00	12,350.00	6,703.40	5,646.60	
Zoning Board of Adjustment:					
Salaries and Wages	13,750.00	13,750.00	13,499.81	250.19	
Other Expenses	900.00	900.00	165.57	734.43	
CODE ENFORCEMENT AND ADMINISTRATION					
Uniform Construction Code Official:					
Salaries and Wages	100.00	100.00		100.00	
Other Expenses	100.00	100.00		100.00	
Code Enforcement Officer:					
Salaries and Wages	13,750.00	13,750.00	13,500.24	249.76	
Other Expenses	900.00	900.00	233.16	666.84	
INSURANCE					
General Liability	91,500.00	91,500.00	90,875.96	624.04	
Worker's Compensation	176,700.00	176,700.00	176,700.00		
Employee Group Health	785,500.00	780,500.00	762,573.90	17,926.10	

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

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

CURRENT FUND
STATEMENT OF EXPENDITURES
REGULATORY BASIS
Year Ended December 31, 2009

<u>General Appropriations</u> <u>OPERATIONS WITHIN CAPS</u>	Appropriated		Expended		Unexpended Balance Cancelled
	Budget	Budget after Modification	Paid or Charged	Reserved	
PUBLIC SAFETY					
Police Department:					
Salaries and Wages	\$1,527,500.00	\$1,517,500.00	\$1,517,457.55	\$42.45	
Other Expenses	99,500.00	109,500.00	107,788.22	1,711.78	
Office of Emergency Management:					
Salaries and Wages	2,750.00	2,750.00	2,704.00	46.00	
Other Expenses	4,960.00	4,960.00	4,289.68	670.32	
Aid to Volunteer Fire Companies	42,150.00	42,150.00	42,071.23	78.77	
First Aid Contribution	28,000.00	28,000.00	28,000.00		
Fire Department:					
Fire Hydrant Service	26,000.00	26,100.00	26,008.08	91.92	
Municipal Prosecutor's Office:					
Other Expenses	17,500.00	17,500.00	16,000.00	1,500.00	
Municipal Court:					
Salaries and Wages	105,668.00	105,668.00	99,690.55	5,977.45	
Other Expenses	7,825.00	7,825.00	5,098.55	2,726.45	
Public Defender:					
Other Expenses	1,000.00	1,000.00		1,000.00	
PUBLIC WORKS					
Streets and Road Maintenance:					
Other Expenses	9,100.00	9,100.00	8,350.30	749.70	
Schedule C	4,000.00	4,000.00	4,000.00		
Other Public Works Functions:					
Salaries and Wages	888,925.00	883,925.00	857,763.64	26,161.36	
Other Expenses	26,400.00	26,400.00	23,721.37	2,678.63	

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

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

CURRENT FUND
STATEMENT OF EXPENDITURES
REGULATORY BASIS
Year Ended December 31, 2009

	<u>Appropriated</u>		<u>Expended</u>		<u>Unexpended Balance Cancelled</u>
	<u>Budget</u>	<u>Budget after Modification</u>	<u>Paid or Charged</u>	<u>Reserved</u>	
<u>General Appropriations</u>					
<u>OPERATIONS WITHIN CAPS</u>					
Solid Waste Collection:					
Garbage	\$4,000.00	\$4,000.00	\$3,996.97	\$3.03	
Recycling and Source Separation	6,000.00	6,000.00	5,905.63	94.37	
Building and Grounds:					
Other Expenses	33,500.00	33,500.00	32,445.95	1,054.05	
Vehicle Maintenance:					
Other Expenses	60,000.00	65,000.00	64,987.29	12.71	
HEALTH AND HUMAN SERVICES					
Public Health Services (Board of Health):					
Salaries and Wages	1,300.00	1,300.00	1,248.00	52.00	
Other Expenses	500.00	500.00	1.00	499.00	
Animal Control Services:					
Salaries and Wages	3,962.00	3,962.00	3,952.00	10.00	
Other Expenses	1,800.00	2,300.00	1,208.52	1,091.48	
RECREATION AND EDUCATION					
Recreation Services and Programs:					
Salaries and Wages	6,000.00	6,000.00	5,602.00	398.00	
Other Expenses	13,100.00	13,100.00	13,079.47	20.53	
Community Service Programs:					
Other Expenses	2,400.00	2,400.00	2,068.68	331.32	
Maintenance of Parks:					
Other Expenses	4,500.00	4,500.00	3,516.67	983.33	
Beach and Boardwalk Operations:					
Salaries and Wages (Summer)	298,700.00	292,000.00	291,973.24	26.76	
Other Expenses	33,000.00	39,700.00	32,893.98	6,806.02	

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

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

CURRENT FUND
STATEMENT OF EXPENDITURES
REGULATORY BASIS
Year Ended December 31, 2009

	<u>Appropriated</u>		<u>Expended</u>		<u>Unexpended Balance Cancelled</u>
	<u>Budget</u>	<u>Budget after Modification</u>	<u>Paid or Charged</u>	<u>Reserved</u>	
<u>General Appropriations</u>					
<u>OPERATIONS WITHIN CAPS</u>					
Accumulated Leave Compensation	\$100.00	\$100.00		\$100.00	
Celebration of Public Events:					
Other Expenses	15,725.00	15,725.00	\$11,316.19	4,408.81	
Public Employees Occupational Safety and Health Act	4,500.00	4,500.00	4,441.18	58.82	
UNCLASSIFIED					
Electricity	97,000.00	82,900.00	81,253.34	1,646.66	
Street Lighting	46,000.00	47,000.00	46,452.86	547.14	
Telephone (excluding equipment acquisition)	19,250.00	24,250.00	21,572.25	2,677.75	
Water	7,000.00	7,000.00	6,206.22	793.78	
Gas (natural or propane)	15,000.00	15,000.00	14,387.38	612.62	
Fuel Oil	85,000.00	85,000.00	81,791.39	3,208.61	
Landfill/Solid Waste Disposal Costs	192,000.00	192,000.00	183,440.02	8,559.98	
Total Operations within CAPS	5,260,880.00	5,265,880.00	5,133,892.60	131,987.40	
Contingent	500.00	500.00		500.00	
Total Operations Including Contingent within CAPS	5,261,380.00	5,266,380.00	5,133,892.60	132,487.40	
Detail:					
Salaries and Wages	3,117,335.00	3,095,635.00	3,057,444.83	38,190.17	
Other Expenses	2,144,045.00	2,170,745.00	2,076,447.77	94,297.23	

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

CURRENT FUND
STATEMENT OF EXPENDITURES
REGULATORY BASIS
Year Ended December 31, 2009

	<u>Appropriated</u>		<u>Expended</u>		<u>Unexpended Balance Cancelled</u>
	<u>Budget</u>	<u>Budget after Modification</u>	<u>Paid or Charged</u>	<u>Reserved</u>	
<u>General Appropriations</u>					
<u>OPERATIONS WITHIN CAPS</u>					
<u>DEFERRED CHARGES AND STATUTORY EXPENDITURES</u>					
Contribution to:					
Public Employees' Retirement System	\$100,000.00	\$100,000.00	\$99,340.00	\$660.00	
Social Security System (O.A.S.I.)	250,000.00	245,000.00	236,727.38	8,272.62	
Consolidated Police and Firemen's Pension Fund	135,930.00	135,930.00	135,930.00		
Unemployment Compensation	2,500.00	2,500.00	2,500.00		
Total Deferred Charges and Statutory Expenditures - Municipal within CAPS	488,430.00	483,430.00	474,497.38	8,932.62	
Total General Appropriations For Municipal Purposes Within CAPS	5,749,810.00	5,749,810.00	5,608,389.98	141,420.02	
<u>General Appropriations</u>					
<u>OPERATIONS EXCLUDED FROM CAPS</u>					
State Recycling Tax (C. 311, P.L. 2007)	9,000.00	9,000.00	6,559.98	2,440.02	
LOSAP	30,800.00	30,800.00	30,800.00		
Stormwater Management:					
Other Expenses	5,000.00	5,000.00	3,591.54	1,408.46	
<u>INTERLOCAL MUNICIPAL SERVICE AGREEMENTS</u>					
Community Bus Transportation (Seaside Heights):					
Other Expenses	5,000.00	5,000.00	5,000.00		
Website Development (Seaside Park)					
Other Expenses	7,200.00	7,200.00	3,195.00	4,005.00	

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

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

CURRENT FUND
STATEMENT OF EXPENDITURES
REGULATORY BASIS
Year Ended December 31, 2009

<u>General Appropriations</u> <u>OPERATIONS EXCLUDED FROM CAPS</u>	Appropriated		Expended		Unexpended Balance Cancelled
	Budget	Budget after Modification	Paid or Charged	Reserved	
PUBLIC AND PRIVATE PROGRAMS OFFSET BY REVENUES					
Private Donations - Concerts	\$4,000.00	\$4,000.00	\$4,000.00		
Municipal Alliance on Alcoholism and Drug Abuse:					
State Share	21,000.00	21,000.00	21,000.00		
Local Share	5,250.00	5,250.00	5,250.00		
Body Armor Replacement Grant	1,272.65	1,272.65	1,272.65		
Drunk Driving Enforcement Fund	6,528.54	6,528.54	6,528.54		
Local Match for Future Grants	2,500.00	2,500.00		\$2,500.00	
Clean Communities Grant	10,176.80	10,176.80	10,176.80		
Ocean County Tourism Grant	1,000.00	1,000.00	1,000.00		
Ocean County Tourism Grant - Local Match	1,000.00	1,000.00	1,000.00		
Over the Limit Under Arrest (40A:4-87, \$6,000.00+)		6,000.00	6,000.00		
Recycling Tonnage Grant	2,163.32	2,163.32	2,163.32		
Ocean County Transportation	2,850.00	2,850.00	2,850.00		
COPS in Shops (40A:4-87, \$1,200.00+)		1,200.00	1,200.00		
CDBG - County of Ocean - Handicap Beach Access (40A:4-87, \$46,000.00+)		46,000.00	46,000.00		
Municipal Energy Audit Program	28,090.58	28,090.58	28,090.58		
Municipal Energy Audit Program - Match	9,363.53	9,363.53	9,363.53		
Barnegat Bay National Estuary Program	5,000.00	5,000.00	5,000.00		
Total Operations Excluded from CAPS	157,195.42	210,395.42	200,041.94	10,353.48	
Detail:					
Other Expenses	157,195.42	210,395.42	200,041.94	10,353.48	

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

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

CURRENT FUND
STATEMENT OF EXPENDITURES
REGULATORY BASIS
Year Ended December 31, 2009

	<u>Appropriated</u>		<u>Expended</u>		<u>Unexpended Balance Cancelled</u>
	<u>Budget</u>	<u>Budget after Modification</u>	<u>Paid or Charged</u>	<u>Reserved</u>	
<u>General Appropriations</u>					
<u>OPERATIONS EXCLUDED CAPS</u>					
<u>CAPITAL IMPROVEMENTS EXCLUDED FROM CAPS</u>					
Capital Improvement Fund	\$20,000.00	\$20,000.00	\$20,000.00		
Purchase of Bus	15,250.00	15,250.00	15,110.00	\$140.00	
Total Capital Improvements Excluded from CAPS	<u>35,250.00</u>	<u>35,250.00</u>	<u>35,110.00</u>	<u>140.00</u>	
<u>MUNICIPAL DEBT SERVICE EXCLUDED FROM CAPS</u>					
Payment of Bond Principal	158,377.30	158,377.30	158,377.30		
Payment of Bond Anticipation Notes and Capital Notes	230,000.00	230,000.00	230,000.00		
Interest on Bonds	92,702.50	92,702.50	92,702.50		
Interest on Notes	65,000.00	65,000.00	63,648.28		\$1,351.72
Total Municipal Debt Service Excluded from CAPS	<u>546,079.80</u>	<u>546,079.80</u>	<u>544,728.08</u>		<u>1,351.72</u>
<u>DEFERRED CHARGES - EXCLUDED FROM CAPS</u>					
Emergency Authorizations	15,000.00	15,000.00	15,000.00		
Total Deferred Charges Excluded from CAPS	<u>15,000.00</u>	<u>15,000.00</u>	<u>15,000.00</u>		

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

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

CURRENT FUND
STATEMENT OF EXPENDITURES
REGULATORY BASIS
Year Ended December 31, 2009

	Appropriated		Expended		Unexpended
	Budget	Budget after Modification	Paid or Charged	Reserved	Balance Cancelled
Total General Appropriations Municipal Excluded from CAPS	<u>\$753,525.22</u>	<u>\$806,725.22</u>	<u>\$794,880.02</u>	<u>\$10,493.48</u>	<u>\$1,351.72</u>
Subtotal General Appropriations	6,503,335.22	6,556,535.22	6,403,270.00	151,913.50	1,351.72
Reserve for Uncollected Taxes	<u>466,515.30</u>	<u>466,515.30</u>	<u>466,515.30</u>		
Total General Appropriations	<u><u>\$6,969,850.52</u></u>	<u><u>\$7,023,050.52</u></u>	<u><u>\$6,869,785.30</u></u>	<u><u>\$151,913.50</u></u>	<u><u>\$1,351.72</u></u>
	Ref.	A-2	A-1	A,A-1	
Reserve for Uncollected Taxes	A-2		\$466,515.30		
Cash Disbursed	1-A		6,057,416.89		
Due to Federal and State Grant Fund	8-A		146,895.42		
Encumbrances Payable	9-A		183,957.69		
Emergency Authorization (40A:4-55)	5-A		<u>15,000.00</u>		
			<u><u>\$6,869,785.30</u></u>		
Budget	A-3	\$6,969,850.52			
Appropriation by 40A:4-87	A-2	<u>53,200.00</u>			
		<u><u>\$7,023,050.52</u></u>			

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

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

TRUST FUND
COMPARATIVE BALANCE SHEET
REGULATORY BASIS
December 31, 2009 and 2008

	<u>Ref.</u>	<u>2009</u>	<u>2008</u>
<u>Assets</u>			
Animal Control Fund:			
Cash and Cash Equivalents	1-B	\$203.08	\$507.68
Other Trust Fund:			
Cash and Cash Equivalents	1-B	136,876.02	200,166.77
Due from Current Fund		16,825.00	
		<u>153,701.02</u>	<u>200,166.77</u>
Length of Service Award Program Fund (LOSAP) - Unaudited:			
Investments	6-B	143,124.59	100,334.89
		<u>\$297,028.69</u>	<u>\$301,009.34</u>
<u>Liabilities, Reserves and Fund Balance</u>			
Animal Control Fund:			
Due To State of New Jersey	2-B		\$2.40
Reserve for Animal Control Fund Expenditures	5-B	\$203.08	505.28
		<u>203.08</u>	<u>507.68</u>
Other Trust Fund:			
Payroll Deductions Payable	3-B	20,774.77	26,934.99
Miscellaneous Reserves	4-B	132,926.25	173,231.78
		<u>153,701.02</u>	<u>200,166.77</u>
Length of Service Award Program Fund (LOSAP) - Unaudited:			
Miscellaneous Reserves	7-B	143,124.59	100,334.89
		<u>\$297,028.69</u>	<u>\$301,009.34</u>

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

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

GENERAL CAPITAL FUND
COMPARATIVE BALANCE SHEET
REGULATORY BASIS
December 31, 2009 and 2008

<u>Assets</u>	<u>Ref.</u>	<u>2009</u>	<u>2008</u>
Cash and Cash Equivalents	1-C	\$225,565.16	\$759,583.51
Deferred Charges to Future Taxation:			
Funded	3-C	2,205,000.00	2,363,377.30
Unfunded	4-C	2,365,836.17	2,433,836.17
DOT Grants Receivable	5-C	639,798.68	147,828.12
Due from Current Fund		<u>6,357.20</u>	
		<u><u>\$5,442,557.21</u></u>	<u><u>\$5,704,625.10</u></u>
<u>Liabilities, Reserves and Fund Balance</u>			
Serial Bonds	6-C	\$2,205,000.00	\$2,358,000.00
Bond Anticipation Notes	7-C	2,167,955.00	2,303,370.00
E.D.A. Loan Payable	8-C		5,377.30
Contracts Payable	9-C	59,108.28	256,990.43
Improvement Authorizations:			
Funded	10-C	457,164.80	58,991.56
Unfunded	10-C	444,524.46	586,413.60
Capital Improvement Fund	11-C	30,712.41	10,712.41
Reserve for:			
Beach Replenishment	12-C	36,000.00	36,000.00
DOT Grants Receivable	13-C	22,435.81	22,435.81
Due to Current Fund			2,380.00
Reserve to Pay Notes		19,039.73	6,357.20
Fund Balance	C-1	<u>616.72</u>	<u>57,596.79</u>
		<u><u>\$5,442,557.21</u></u>	<u><u>\$5,704,625.10</u></u>

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

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

GENERAL CAPITAL FUND
COMPARATIVE STATEMENT OF FUND BALANCE
REGULATORY BASIS
Years Ended December 31, 2009 and 2008

	<u>Ref.</u>	<u>2009</u>	<u>2008</u>
Balance January 1	C	\$57,596.79	\$1,755.44
Increased By:			
Premium on the Sale of Notes	1-C	19.93	
Funded Improvement Authorizations Cancelled			<u>55,841.35</u>
		57,616.72	57,596.79
Decreased By:			
Utilized as Revenue in Current Fund Budget	1-C	<u>57,000.00</u>	
Balance December 31	C	<u><u>\$616.72</u></u>	<u><u>\$57,596.79</u></u>

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

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

WATER UTILITY FUND
COMPARATIVE BALANCE SHEET
REGULATORY BASIS
December 31, 2009 and 2008

<u>Assets</u>	<u>Ref.</u>	<u>2009</u>	<u>2008</u>
Operating Fund:			
Cash and Cash Equivalents:			
Cash	1-D	\$139,774.32	\$242,177.56
Change Fund		62.50	62.50
		<u>139,836.82</u>	<u>242,240.06</u>
Receivables with Full Reserves:			
Consumer Accounts Receivable	3-D	<u>30,720.51</u>	<u>20,618.00</u>
Total Operating Fund		<u>170,557.33</u>	<u>262,858.06</u>
Capital Fund:			
Cash and Cash Equivalents	1-D	110,130.45	109,785.77
Fixed Capital	4-D	7,447,915.39	7,291,844.62
Fixed Capital Authorized and Uncompleted	5-D	<u>360,000.00</u>	<u>504,323.13</u>
Total Capital Fund		<u>7,918,045.84</u>	<u>7,905,953.52</u>
		<u><u>\$8,088,603.17</u></u>	<u><u>\$8,168,811.58</u></u>

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

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

WATER UTILITY FUND
COMPARATIVE BALANCE SHEET
REGULATORY BASIS
December 31, 2009 and 2008

<u>Liabilities, Reserves and Fund Balance</u>	<u>Ref.</u>	<u>2009</u>	<u>2008</u>
Operating Fund:			
Appropriation Reserves	D-4,6-D	\$18,733.02	\$11,730.26
Encumbrances Payable	7-D	32,938.23	22,916.51
Water Overpayments	8-D	1,088.78	2,910.85
Accrued Interest Payable	9-D	18,539.33	21,414.15
		<u>71,299.36</u>	<u>58,971.77</u>
Reserve for Receivables	D	30,720.51	20,618.00
Fund Balance	D-1	68,537.46	183,268.29
		<u>170,557.33</u>	<u>262,858.06</u>
Total Operating Fund			
		<u>170,557.33</u>	<u>262,858.06</u>
Capital Fund:			
Serial Bonds	10-D	1,115,000.00	1,183,000.00
Bond Anticipation Notes	11-D	127,124.00	167,523.00
U.S.D.A. Loan Payable	12-D	1,658,190.16	1,681,795.95
N.J. DEP Loan Payable	13-D	91,109.77	149,267.90
Contracts Payable	14-D	12,695.56	12,695.56
Improvement Authorizations:			
Unfunded	15-D	41,346.14	41,746.14
Capital Improvement Fund	16-D	42,970.00	42,970.00
Reserve to Pay Notes		1,296.48	552.80
Reserve for Amortization	17-D	4,583,615.46	4,277,780.77
Deferred Reserve for Amortization	18-D	232,876.87	336,800.00
Fund Balance	D-2	11,821.40	11,821.40
		<u>7,918,045.84</u>	<u>7,905,953.52</u>
Total Capital Fund		<u>7,918,045.84</u>	<u>7,905,953.52</u>
		<u>\$8,088,603.17</u>	<u>\$8,168,811.58</u>

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

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

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

Years Ended December 31, 2009 and 2008

	<u>Ref.</u>	<u>2009</u>	<u>2008</u>
Revenue and Other Income Realized:			
Fund Balance Utilized	D-3	\$122,287.69	\$99,675.00
Water Rents	D-3	679,020.98	707,452.05
Fire Hydrant Service	D-3	22,050.00	22,050.00
Miscellaneous Revenue	D-3	13,423.43	20,208.86
Other Credits To Income:			
Unexpended Balance of Appropriation Reserves	6-D	13,823.57	56,022.90
 Total Revenues		 <u>850,605.67</u>	 <u>905,408.81</u>
 Expenditures:			
Operating	D-4	462,500.00	437,500.00
Capital Improvements	D-4	25,000.00	20,875.00
Debt Service	D-4	318,648.81	329,617.19
Deferred Charges and Statutory Expenditures	D-4	36,900.00	32,400.00
 Total Expenditures		 <u>843,048.81</u>	 <u>820,392.19</u>
 Excess in Revenue		 7,556.86	 85,016.62
 Fund Balance January 1	D	 <u>183,268.29</u>	 <u>197,926.67</u>
		190,825.15	282,943.29
Decreased By:			
Utilization by Water Operating Budget	D-1,D-3	122,287.69	99,675.00
 Fund Balance December 31	D	 <u><u>\$68,537.46</u></u>	 <u><u>\$183,268.29</u></u>

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

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

WATER UTILITY CAPITAL FUND
COMPARATIVE STATEMENT OF FUND BALANCE
REGULATORY BASIS
Years Ended December 31, 2009 and 2008

	<u>Ref.</u>	<u>2009</u>	<u>2008</u>
Balance December 31	D	<u>\$11,821.40</u>	<u>\$11,821.40</u>

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

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

WATER UTILITY OPERATING FUND
STATEMENT OF REVENUES
REGULATORY BASIS
Year Ended December 31, 2009

	<u>Ref.</u>	<u>Anticipated Budget</u>	<u>Realized</u>	<u>Excess or (Deficit)</u>
Fund Balance Anticipated	D-1	\$122,287.69	\$122,287.69	
Water Rents	D-1,3-D	700,000.00	679,020.98	(\$20,979.02)
Fire Hydrant Service	D-1,1-D	22,050.00	22,050.00	
Miscellaneous Revenue	D-1,1-D		<u>13,423.43</u>	<u>13,423.43</u>
	D-4	<u>\$844,337.69</u>	<u>\$836,782.10</u>	<u>(\$7,555.59)</u>

Analysis of Miscellaneous Revenue

Interest Earned on Deposits		\$1,692.08
Interest Earned on Delinquent Accounts		5,881.35
Water Meters		1,850.00
Water Disconnection Fees		<u>4,000.00</u>
	D-3,1-D	<u>\$13,423.43</u>

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

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

WATER UTILITY OPERATING FUND
STATEMENT OF EXPENDITURES
REGULATORY BASIS
Year Ended December 31, 2009

	<u>Appropriated</u>		<u>Expended</u>		<u>Unexpended Balance Cancelled</u>
	<u>Budget</u>	<u>Budget after Modification</u>	<u>Paid or Charged</u>	<u>Reserved</u>	
Operating:					
Salaries and Wages	\$243,500.00	\$243,500.00	\$232,957.58	\$10,542.42	
Other Expenses	219,000.00	219,000.00	215,279.99	3,720.01	
Total Operating	462,500.00	462,500.00	448,237.57	14,262.43	
Capital Improvements:					
Capital Outlay	25,000.00	25,000.00	23,193.16	1,806.84	
Debt Service:					
Payment of Bond Principal	68,000.00	68,000.00	68,000.00		
Payment of Bond Anticipation Notes	40,400.00	40,400.00	40,400.00		
Interest on Bonds	47,000.00	47,000.00	46,513.74		\$486.26
Interest on Notes	3,500.00	3,500.00	2,771.14		728.86
U.S.D.A. Loan - Principal and Interest	99,025.00	99,025.00	98,951.24		73.76
N.J. DEP Loan - Principal and Interest	62,012.69	62,012.69	62,012.69		
Total Debt Service	319,937.69	319,937.69	318,648.81		1,288.88
Statutory Expenditures:					
Contribution To:					
Public Employees' Retirement System	14,900.00	14,900.00	14,900.00		
Social Security System (O.A.S.I.)	20,000.00	20,000.00	17,336.25	2,663.75	
Unemployment Compensation	2,000.00	2,000.00	2,000.00		
Total Statutory Expenditures	36,900.00	36,900.00	34,236.25	2,663.75	
	\$844,337.69	\$844,337.69	\$824,315.79	\$18,733.02	\$1,288.88
	Ref.	D-3	D-1	D	
Cash Disbursements	1-D		\$662,818.91		
Encumbrances Payable	7-D		32,938.23		
Accrued Interest Payable	9-D		128,558.65		
			\$824,315.79		

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

SEWER UTILITY FUND
COMPARATIVE BALANCE SHEET
REGULATORY BASIS
December 31, 2009 and 2008

	<u>Ref.</u>	<u>2009</u>	<u>2008</u>
<u>Assets</u>			
Operating Fund:			
Cash and Cash Equivalents:			
Cash	1-E	\$122,971.16	\$178,643.36
Change Fund		62.50	62.50
		<u>123,033.66</u>	<u>178,705.86</u>
Receivables with Full Reserves:			
Consumer Accounts Receivable	3-E	57,305.44	44,594.27
		<u>180,339.10</u>	<u>223,300.13</u>
Capital Fund:			
Cash and Cash Equivalents	1-E	72,944.42	72,039.26
Fixed Capital	4-E	8,697,225.94	8,697,225.94
Fixed Capital Authorized and Uncompleted	5-E	594,490.00	594,490.00
		<u>9,364,660.36</u>	<u>9,363,755.20</u>
		<u><u>\$9,544,999.46</u></u>	<u><u>\$9,587,055.33</u></u>

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

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

SEWER UTILITY FUND
COMPARATIVE BALANCE SHEET
REGULATORY BASIS
December 31, 2009 and 2008

<u>Liabilities, Reserves and Fund Balance</u>	<u>Ref.</u>	<u>2009</u>	<u>2008</u>
Operating Fund:			
Appropriation Reserves	E-4,6-E	\$7,164.85	\$25,158.18
Encumbrances Payable	7-E	11,689.97	9,374.49
Accrued Interest Payable	8-E	56,467.27	59,276.34
Sewer Overpayments	9-E	4,427.01	4,973.73
		<u>79,749.10</u>	<u>98,782.74</u>
Reserve for Receivables	E	57,305.44	44,594.27
Fund Balance	E-1	43,284.56	79,923.12
		<u>180,339.10</u>	<u>223,300.13</u>
Capital Fund:			
Serial Bonds and Loans	10-E	5,313,658.45	5,516,445.06
Contracts Payable	11-E	48,828.00	15,470.96
Improvement Authorizations:			
Unfunded	12-E	22,959.15	67,656.03
Capital Improvement Fund	13-E	38,000.00	38,000.00
Reserve for Amortization	14-E	3,383,567.49	3,180,780.88
Deferred Reserve for Amortization	15-E	553,898.00	541,653.00
Fund Balance	E-2	3,749.27	3,749.27
		<u>9,364,660.36</u>	<u>9,363,755.20</u>
Total Capital Fund		<u><u>9,364,660.36</u></u>	<u><u>9,363,755.20</u></u>
		<u><u>\$9,544,999.46</u></u>	<u><u>\$9,587,055.33</u></u>

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

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

SEWER UTILITY OPERATING FUND
COMPARATIVE STATEMENT OF OPERATIONS AND CHANGE IN FUND BALANCE
REGULATORY BASIS
Years Ended December 31, 2009 and 2008

	<u>Ref.</u>	<u>2009</u>	<u>2008</u>
Revenue and Other Income Realized:			
Fund Balance Utilized	E-3	\$48,424.09	\$90,848.00
Sewer Rents	E-3	1,215,815.22	1,259,719.18
Rate Increase	E-3	100,000.00	
Miscellaneous Revenue	E-3	13,198.16	18,165.85
Other Credits to Income:			
Unexpended Balance of Appropriation Reserves	6-E	<u>26,055.38</u>	<u>36,307.97</u>
Total Revenue		<u>1,403,492.85</u>	<u>1,405,041.00</u>
Expenditures:			
Operating	E-4	928,500.00	887,928.00
Capital Improvements			875.00
Debt Service	E-4	429,257.32	434,037.52
Deferred Charges and Statutory Expenditures	E-4	<u>33,950.00</u>	<u>29,150.00</u>
Total Expenditures		<u>1,391,707.32</u>	<u>1,351,990.52</u>
Excess in Revenue		11,785.53	53,050.48
Fund Balance January 1	E	<u>79,923.12</u>	<u>117,720.64</u>
		91,708.65	170,771.12
Decreased By:			
Utilization by Sewer Operating Budget	E-3	<u>48,424.09</u>	<u>90,848.00</u>
Fund Balance December 31	E	<u><u>\$43,284.56</u></u>	<u><u>\$79,923.12</u></u>

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

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

SEWER UTILITY CAPITAL FUND
COMPARATIVE STATEMENT OF FUND BALANCE
REGULATORY BASIS
Years Ended December 31, 2009 and 2008

	<u>Ref.</u>	<u>2009</u>	<u>2008</u>
Balance December 31	E	<u>\$3,749.27</u>	<u>\$3,749.27</u>

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

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

SEWER UTILITY OPERATING FUND
STATEMENT OF REVENUES
REGULATORY BASIS
Year Ended December 31, 2009

	<u>Ref.</u>	<u>Anticipated Budget</u>	<u>Realized</u>	<u>Excess/ (Deficit)</u>
Fund Balance Anticipated	E-1	\$48,424.09	\$48,424.09	
Sewer Rents	E-1,3-E	1,250,000.00	1,215,815.22	(\$34,184.78)
Rate Increase	E-1,3-E	100,000.00	100,000.00	
Miscellaneous Revenue	E-1	<u> </u>	<u>13,198.16</u>	<u>13,198.16</u>
	E-4	<u>\$1,398,424.09</u>	<u>\$1,377,437.47</u>	<u>(\$20,986.62)</u>
 <u>Analysis of Miscellaneous Revenue</u>				
Interest Earned on Deposits			\$1,188.37	
Interest Earned on Delinquent Accounts			<u>12,009.79</u>	
	E-3,1-E		<u>\$13,198.16</u>	

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

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

SEWER UTILITY OPERATING FUND
STATEMENT OF EXPENDITURES
REGULATORY BASIS
Year Ended December 31, 2009

	<u>Appropriated</u>		<u>Expended</u>		<u>Unexpended Balance Cancelled</u>
	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Reserved</u>	
Operating:					
Salaries and Wages	\$214,200.00	\$214,200.00	\$213,452.57	\$747.43	
Other Expenses	130,800.00	130,800.00	126,926.89	3,873.11	
Ocean County Utilities Authority	583,500.00	583,500.00	583,129.20	370.80	
Total Operating	928,500.00	928,500.00	923,508.66	4,991.34	
Debt Service:					
Payment of Bond Principal	64,000.00	64,000.00	64,000.00		
Interest on Bonds	45,872.50	45,872.50	45,872.49		\$0.01
U.S.D.A. Loan - Principal and Interest	216,940.00	216,940.00	215,915.93		1,024.07
NJ Water Treatment Trust - Principal and Interest	109,161.59	109,161.59	103,468.90		5,692.69
Total Debt Service	435,974.09	435,974.09	429,257.32		6,716.77
Statutory Expenditures:					
Contributions to:					
Public Employees' Retirement System	15,200.00	15,200.00	15,200.00		
Social Security System (O.A.S.I.)	18,000.00	18,000.00	15,826.49	2,173.51	
Unemployment Compensation Insurance	750.00	750.00	750.00		
Total Statutory Expenditures	33,950.00	33,950.00	31,776.49	2,173.51	
	\$1,398,424.09	\$1,398,424.09	\$1,384,542.47	\$7,164.85	\$6,716.77
Ref.	E-3		E-1	E	
Cash Disbursements	1-E		\$1,141,664.09		
Encumbrances Payable	7-E		11,689.97		
Accrued Interest Payable	8-E		231,188.41		
			\$1,384,542.47		

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

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

F

ELECTRIC UTILITY FUND
COMPARATIVE BALANCE SHEET
REGULATORY BASIS
December 31, 2009 and 2008

<u>Assets</u>	<u>Ref.</u>	<u>2009</u>	<u>2008</u>
Operating Fund:			
Cash and Cash Equivalents:			
Cash	1-F	\$837,106.96	\$636,900.66
Change Fund		75.00	75.00
Security Deposit		1,988.17	
Due From State of NJ - Lifeline Credit	3-F	1,125.00	337.50
		<u>840,295.13</u>	<u>637,313.16</u>
Receivables with Full Reserves:			
Consumer Accounts Receivable	4-F	192,643.98	185,930.47
Total Operating Fund		<u>1,032,939.11</u>	<u>823,243.63</u>
Capital Fund:			
Cash and Cash Equivalents	1-F	150,289.64	\$192,838.12
Fixed Capital	5-F	1,648,493.06	1,643,758.06
Fixed Capital Authorized and Uncompleted	6-F	295,000.00	195,000.00
Total Capital Fund		<u>2,093,782.70</u>	<u>2,031,596.18</u>
		<u>3,126,721.81</u>	<u>\$2,854,839.81</u>
<u>Liabilities, Reserves and Fund Balance</u>			
Operating Fund:			
Appropriation Reserves	F-4,7-F	\$36,756.34	\$41,524.85
Encumbrances Payable	8-F	177,232.22	203,765.05
Accrued Interest Payable	15-F	1,142.31	
Electric Overpayments	9-F	17,266.62	17,934.70
		<u>232,397.49</u>	<u>263,224.60</u>
Reserve for Receivables	F	192,643.98	185,930.47
Fund Balance	F-1	607,897.64	374,088.56
Total Operating Fund		<u>1,032,939.11</u>	<u>823,243.63</u>
Capital Fund:			
Improvement Authorization:			
Funded	10-F	7,061.00	2,631.00
Unfunded	10-F	205,268.30	126,314.98
Bond Anticipation Notes	14-F	150,250.00	166,250.00
Capital Improvement Fund	11-F	5,000.00	
Contracts Payable		8,141.00	44,951.76
Reserve for Amortization	12-F	1,648,493.06	1,509,263.76
Reserve to Pay Bond Anticipation Notes		878.96	
Deferred Reserve for Amortization	13-F	49,750.00	28,750.00
Fund Balance	F-2	18,940.38	153,434.68
Total Capital Fund		<u>2,093,782.70</u>	<u>2,031,596.18</u>
		<u>\$3,126,721.81</u>	<u>\$2,854,839.81</u>

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

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

F-1

ELECTRIC UTILITY OPERATING FUND
COMPARATIVE STATEMENT OF OPERATIONS AND CHANGE IN FUND BALANCE
REGULATORY BASIS

Years Ended December 31, 2009 and 2008

	<u>Ref.</u>	<u>2009</u>	<u>2008</u>
Revenue and Other Income Realized:			
Electric Rents	F-3	\$2,988,882.49	\$1,800,000.00
Interest on Investments and Deposits	F-3	4,885.19	5,750.62
Rate Increase			1,489,528.56
Miscellaneous Revenue	F-3	28,378.75	17,017.42
Capital Fund Surplus	F-3	134,494.30	
Other Credits to Income:			
Unexpended Balance of Appropriation Reserves	7-F	78,611.22	28,451.46
 Total Revenues		 <u>3,235,251.95</u>	 <u>3,340,748.06</u>
Expenditures:			
Operating	F-4	2,778,500.00	3,046,500.00
Capital Improvements	F-4	10,000.00	10,875.00
Debt Service	F-4	21,848.57	
Deferred Charges and Statutory Expenses	F-4	191,094.30	50,250.00
 Total Expenditures		 <u>3,001,442.87</u>	 <u>3,107,625.00</u>
 Excess in Revenue		 233,809.08	 233,123.06
 Fund Balance, January 1	F	 <u>374,088.56</u>	 <u>140,965.50</u>
 Fund Balance, December 31	F	 <u>607,897.64</u>	 <u>374,088.56</u>

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

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

F-3

ELECTRIC UTILITY OPERATING FUND
STATEMENT OF REVENUES
REGULATORY BASIS
Year Ended December 31, 2009

	<u>Ref.</u>	<u>Anticipated Budget</u>	<u>Realized</u>	<u>Excess/ (Deficit)</u>
Electric Rents	F-1,4-F	\$3,052,513.20	\$2,988,882.49	(\$63,630.71)
Interest on Investments and Deposits	F-1,1-F	15,000.00	4,885.19	(10,114.81)
Capital Fund Surplus	F-1,1-F	134,494.30	134,494.30	
Miscellaneous Revenue	F-1,1-F		28,378.75	28,378.75
	F-4	<u>\$3,202,007.50</u>	<u>\$3,156,640.73</u>	<u>(\$45,366.77)</u>
 <u>Analysis of Miscellaneous Revenue</u>				
Interest Earned on Delinquent Accounts			\$21,572.00	
De-Energizing Fees			3,557.00	
Other			<u>3,249.75</u>	
	F-3,1-F		<u>\$28,378.75</u>	

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

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

ELECTRIC UTILITY OPERATING FUND
STATEMENT OF EXPENDITURES
REGULATORY BASIS
Year Ended December 31, 2009

	<u>Appropriated</u>		<u>Expended</u>		<u>Unexpended Balance Cancelled</u>
	<u>Budget</u>	<u>Budget after Modification</u>	<u>Paid or Charged</u>	<u>Reserved</u>	
Operating:					
Salaries and Wages	\$358,500.00	\$358,500.00	\$357,774.33	\$725.67	
Other Expenses	278,000.00	278,000.00	275,444.62	2,555.38	
Power Purchased	2,342,000.00	2,342,000.00	2,110,754.28	31,245.72	\$200,000.00
Total Operating	<u>2,978,500.00</u>	<u>2,978,500.00</u>	<u>2,743,973.23</u>	<u>34,526.77</u>	<u>200,000.00</u>
Capital Improvements:					
Capital Improvement Fund	10,000.00	10,000.00	10,000.00		
Debt Service:					
Payment of Bond Anticipation and Capital Notes	16,000.00	16,000.00	16,000.00		
Interest on Notes	6,413.20	6,413.20	5,848.57		564.63
Total Debt Service	<u>22,413.20</u>	<u>22,413.20</u>	<u>21,848.57</u>		<u>564.63</u>
Deferred Charges:					
Unfunded Improvement Authorization - Ord. #734	134,494.30	134,494.30	134,494.30		
Statutory Expenditures:					
Contribution To:					
Public Employees' Retirement System	25,600.00	25,600.00	25,600.00		
Social Security System (O.A.S.I.)	29,000.00	29,000.00	26,770.43	2,229.57	
Unemployment Compensation Insurance	2,000.00	2,000.00	2,000.00		
Total Statutory Expenditures	<u>56,600.00</u>	<u>56,600.00</u>	<u>54,370.43</u>	<u>2,229.57</u>	
	<u>\$3,202,007.50</u>	<u>\$3,202,007.50</u>	<u>\$2,964,686.53</u>	<u>\$36,756.34</u>	<u>\$200,564.63</u>
	Ref.	F-3	F-1	F	
Cash Disbursements	1-F		\$2,786,312.00		
Encumbrances Payable	8-F		177,232.22		
Accrued Interest Payable	15-F		1,142.31		
			<u>\$2,964,686.53</u>		

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

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

GENERAL FIXED ASSETS ACCOUNT GROUP
COMPARATIVE BALANCE SHEET
REGULATORY BASIS
December 31, 2009 and 2008

	<u>Ref.</u>	<u>2009</u>	<u>2008</u>
<u>Assets</u>			
General Fixed Assets:			
Buildings and Land		\$11,140,710.00	\$11,140,710.00
Equipment		4,763,899.81	4,533,781.21
Total Assets		<u>\$15,904,609.81</u>	<u>\$15,674,491.21</u>
<u>Liabilities and Reserves</u>			
Investment in Fixed Assets	1-G	<u>\$15,904,609.81</u>	<u>\$15,674,491.21</u>

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

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

NOTES TO FINANCIAL STATEMENTS

YEAR ENDED DECEMBER 31, 2009

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

The financial statements of the Borough of Lavallette, County of Ocean, New Jersey (the "Borough"), include every board, body, office or commission supported and maintained wholly or in part by funds appropriated by the Borough as required by N.J.S. 40A:5-5. The financial statements of the Borough do not include the operations of the Board of Education, first aid squad or volunteer fire department, which are subject to separate audits.

The Governmental Accounting Standards Board ("GASB") established criteria to be used to determine if component units should be included in the financial statements of the oversight entity. These criteria differ from the Division of Local Government Services, Department of Community Affairs, State of New Jersey (the "Division") requirements where certain boards, commissions, and agencies of the Borough, by statute or other directive, report separately on their financial statements. The Borough had no component units during 2009.

B. Descriptions of Funds

The GASB is the recognized standard setting body for establishing governmental accounting and financial reporting principles generally accepted in the United States of America. The GASB codification establishes certain fund types to be used by general purpose governmental units when reporting financial position and results of operations in accordance with accounting principles generally accepted in the United States of America ("GAAP").

The accounting policies of the Borough conform to the accounting principles and practices prescribed by the Division. Such principles and practices are designed primarily for determining compliance with legal provisions and budgetary restrictions and as a means of reporting on the stewardship of public officials with respect to public funds. Under this method of accounting, the Borough accounts for its financial transactions through the following separate funds which differ from the fund structure required by GAAP.

Current Fund – used to record revenues and expenditures for governmental operations of a general nature, including federal and state grant funds for operations.

Animal Control Fund – used to record animal license revenues and expenditures.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Descriptions of Funds (Continued)

Other Trust Fund – used to record assets held by the Borough in a trustee capacity or as an agent for individuals and other governmental agencies.

Length of Service Award Program Fund – used to record Borough contributions, changes in market value and administrative charges for program-eligible volunteers.

General Capital Fund – used to record resources, including federal and state grants in aid of construction, and expenditures for the acquisition of general capital facilities, other than those acquired through the Current Fund, including the status of bonds and notes authorized for said purposes.

Sewer Utility Operating and Capital Funds – used to record the operations and acquisition of capital facilities of the Borough’s sewer utility. Bonds and notes payable of the Utility Fund are recorded in the Utility Capital Fund.

Water Utility Operating and Capital Funds – used to record the operations and acquisition of capital facilities of the Borough’s water utility. Bonds and notes payable of the Utility Fund are recorded in the Utility Capital Fund.

Electric Utility Operating and Capital Funds – used to record the operations and acquisition of capital facilities of the Borough’s electric utility. Bonds and notes payable of the Utility Fund are recorded in the Utility Capital Fund.

General Fixed Assets Account Group – used to record fixed assets utilized in general government operations.

C. Basis of Accounting

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

Property Taxes and Other Revenues – Property taxes and other revenues are recognized on a cash basis. Receivables for property taxes and other items that are susceptible to accrual are recorded with offsetting reserves on the balance sheet of the Borough’s Current Fund. GAAP requires such revenue to be recognized in the accounting period when they become susceptible to accrual, reduced by an allowance for doubtful accounts.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Basis of Accounting (Continued)

Grant Revenues – Federal and State grants, entitlement or shared revenues received for purposes normally financed through the Current Fund are recognized when anticipated in the Borough’s budget. Federal and State grant revenues received for purposes of capital projects financed by capital ordinances are recognized when received. GAAP requires such revenues to be recognized in the accounting period when they become susceptible to accrual.

Expenditures – Unexpended or uncommitted appropriations, at December 31, are reported as expenditures through the establishment of appropriation reserves unless cancelled by the governing body. 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 – Contractual orders at December 31, are reported as expenditures through the establishment of a reserve for encumbrances. Encumbrances do not constitute expenditures under GAAP.

Appropriation Reserves – Until lapsed at the close of the succeeding year, appropriation reserves are available 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.

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

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Basis of Accounting (Continued)

Compensated Absences – Expenditures relating to obligations for unused vested accumulated vacation and sick 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 Current Fund and the remaining obligations be recorded as a long-term obligation.

Property Acquired for Taxes – Foreclosed property is recorded in the Current Fund at the assessed valuation when such property was acquired and is fully reserved. GAAP requires such property to be recorded in the general fixed assets account group at its market value.

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

Interfunds – Advances in the Current Fund are reported as interfund receivables with offsetting reserves, which are created by charges to operations. Income is recognized in the year the receivables are liquidated. GAAP does not require the establishment of an offsetting reserve.

Inventories of Supplies – The costs of inventories of supplies for all funds are recorded as expenditures at the time of purchase. The costs of inventories are not included on the various balance sheets.

General Fixed Assets – In accordance with the Technical Accounting Directive No. 85-2, Accounting for Governmental Fixed Assets, as promulgated by the Division, which differs in certain respects from GAAP, the Borough is required to develop a fixed assets accounting and reporting system.

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

For fixed assets acquired through December 31, 1985, valuation is required at historical cost or estimated historical cost if actual historical cost is not available. For assets acquired beginning on January 1, 1986, the required basis for valuation is historical cost. Depreciation is not required. GAAP requires fixed assets to be valued at cost and be depreciated.

Reclassification - Certain prior period amounts have been reclassified to conform to the current year financial statement presentation.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Basis of Accounting (Continued)

Utility Fixed Assets – Accounting for utility fund “fixed capital” remains unchanged under the Requirements of Technical Accounting Directive No. 85-2.

Property and equipment purchased by the Utility Funds are recorded in the capital accounts at cost and are adjusted for disposition and abandonment. The amounts shown do not purport to represent replacement costs or current value. Contributions in aid of construction are not capitalized. The balances in the Reserve for Amortization and Deferred Reserve for Amortization accounts in the utility capital funds represent charges to operations for the costs of acquisitions of property, equipment and improvements.

Property and equipment of the Utility Funds are not depreciated. Principal payments for Utility debt are recorded as expenditures in the Utility Statement of Operations.

D. Financial Statements

The GASB Codification also defines the financial statements of a governmental unit to be presented in general purpose financial statements in accordance with GAAP. The Borough presents its financial statements, as listed in the table of contents, as required by the Division, which differ from the financial statements required by GAAP. In addition, the Division requires the financial statements to be referenced to the supplementary schedules. This practice differs from GAAP.

E. Budgets and Budgetary Accounting

An annual budget is required to be adopted and integrated into the accounting system to provide budgetary control over revenues and expenditures. Budget amounts presented in the accompanying financial statements represent amounts adopted by the Borough and approved by the Division in accordance with applicable statutes.

NOTE 2. CASH AND CASH EQUIVALENTS AND INVESTMENTS

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

A. Deposits

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

NOTE 2. CASH AND CASH EQUIVALENTS AND INVESTMENTS (CONTINUED)

A. Deposits (Continued)

The Governmental Unit Deposit Protection Act ("GUDPA") requires public depositories to maintain collateral for deposit 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 seventy five percent of the capital funds of the depository, the depository must provide collateral having a market value equal to one hundred percent of the amount exceeding seventy five percent.

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.

The Borough's cash and cash equivalents at December 31, 2009 totaled \$4,238,309.82. The carrying amount of these amounts equaled market value at December 31, 2009. As of December 31, 2009 the Borough had funds on deposit in accounts at various financial institutions, insured as follows:

<u>Depository Account</u>	<u>Bank Balance Amount</u>
Insured by:	
FDIC	\$257,643.02
GUDPA	4,019,806.19
	<u>\$4,277,449.21</u>

Custodial Credit Risk on Deposits

Custodial Credit Risk is the risk that, in the event of a bank failure, the Borough's deposits may not be returned to it. As of December 31, 2009, the Borough's bank balance was not exposed to custodial credit risk.

B. Investments

a. When authorized by a cash management plan approved pursuant to N.J.S. 40A: 5-14, the Borough may use available funds for the purchase of the following types of securities, which, if suitable for registry, may be registered, in the name of the Borough:

- (1) Bonds or other obligations of the United States or obligations guaranteed by the United States.
- (2) Government money market mutual funds.

NOTE 2. CASH AND CASH EQUIVALENTS AND INVESTMENTS (CONTINUED)

B. Investments (Continued)

- (3) Any obligation that a federal agency or a federal instrumentality has issued in accordance with an act of Congress, which security has a maturity date not greater than 397 days from the date of purchase, provided that such obligation bears a fixed rate of interest not dependent on any index or other external factor.
- (4) Bonds or other obligations of the Borough, or bonds or other obligations of school districts of which the Borough is a part or within which the school district is located.
- (5) Bonds or other obligations, having a maturity date not more than 397 days from the date of purchase, approved by the Division of Investments, New Jersey Department of the Treasury.
- (6) Local government investment pools.
- (7) Deposits with the State of New Jersey Cash Management Fund established pursuant to section 1 of P. L. 1977, c. 281; or
- (8) Agreements for the repurchase of fully collateralized securities, if:
 - (a) the underlying securities are permitted investments pursuant to paragraphs (1) and (3) of this section;
 - (b) the custody of collateral is transferred to a third party;
 - (c) the maturity of the agreement is not more than 30 days;
 - (d) the underlying securities are purchased through a GUDPA bank;
 - (e) a master repurchase agreement providing for the custody and security of collateral is executed.

b. Any investment instruments in which the security is not physically held by the Borough shall be covered by a third party custodial agreement, which shall provide for the designation of such investments in the name of the Borough and prevent unauthorized use of such investments.

c. Investments are further regulated and restricted in accordance with N. J. S. 40A: 5-15.1.

NOTE 2. CASH AND CASH EQUIVALENTS AND INVESTMENTS (CONTINUED)

B. Investments (Continued)

Interest Rate Risk

Length of Service Award Program investment options are at the discretion of each individual participant and not the Borough. The market value of the Borough's Length of Service Award Program investments was \$143,124.59 at December 31, 2009.

Credit Risk

State law limits investments as described in prior sections of this note to the financial statements. During the year, the Borough had none of its idle funds invested in repurchase agreements collateralized by eligible securities. At the close of the year, no such investments were held by the Borough.

NOTE 3. FIXED ASSETS

Fixed assets activity for the year ended December 31, 2009 was as follows:

	<u>Balance</u> <u>Dec. 31, 2008</u>	<u>Additions</u>	<u>Balance</u> <u>Dec. 31, 2009</u>
Buildings and Land	\$11,140,710.00		\$11,140,710.00
Equipment	4,533,781.21	\$230,118.60	4,763,899.81
	<u>\$15,674,491.21</u>	<u>\$230,118.60</u>	<u>\$15,904,609.81</u>

NOTE 4. DEBT

The Local Bond Law governs the issuance of bonds and notes to finance general municipal capital expenditures. Bonds are retired in serial installments within the statutory period of usefulness. Bonds issued by the Borough are general obligation bonds, backed by the full faith and credit of the Borough. Bond anticipation notes (the "notes") are issued to temporarily finance capital projects prior to the issuance of serial bonds. The term of the notes cannot exceed one year but the notes may be renewed from time to time for a period not exceeding one year. All notes, including renewals, shall mature and be paid not later than the first day of the fifth month following the close of the tenth fiscal year next following the date of the original notes. No notes shall be renewed beyond the third anniversary date of the original notes unless an amount of such notes, at least equal to the first legally payable installment of the bonds in anticipation of which the notes are issued, is paid and retired on or before each subsequent anniversary date beyond which such notes are renewed from funds other than the proceeds of obligations. Tax anticipation notes are issued if the cash on hand is not sufficient to carry on normal operations of the municipality at any time during the year. Such notes are authorized by a resolution adopted by the governing body.

NOTE 4. DEBT (CONTINUED)

A. Long-Term Debt

The Borough's long-term debt is summarized as follows:

<u>Purpose</u>	<u>Date of Issue</u>	<u>Original Issue</u>	<u>Interest Rate</u>	<u>Balance Dec. 31, 2009</u>
<u>General Capital Bonds</u>				
General Capital Refunding Bonds	10/12/05	\$2,256,000.00	Various	<u>\$2,205,000.00</u>

<u>Purpose</u>	<u>Date of Issue</u>	<u>Original Issue</u>	<u>Interest Rate</u>	<u>Balance Dec. 31, 2009</u>
<u>Water Utility Bonds and Loans</u>				
Water Capital Refunding Bonds	10/12/05	\$1,144,000.00	Various	\$1,115,000.00
Water System Improvement Loan	06/07/01	1,829,000.00	4.5%	1,658,190.16
Water System Improvement Loan	05/10/01	504,472.22	3.5%	<u>91,109.77</u>
				<u>\$2,864,299.93</u>

NOTE 4. DEBT (CONTINUED)

A. Long-Term Debt (Continued)

<u>Purpose</u>	<u>Date of Issue</u>	<u>Original Issue</u>	<u>Interest Rate</u>	<u>Balance Dec. 31, 2008</u>
<u>Sewer Utility Bonds and Loans</u>				
Sewer Capital Refunding Bonds	10/12/05	\$1,150,000.00	Various	\$1,120,000.00
Sewer Improvement Loan	03/22/02	1,300,000.00	4.50%	1,195,383.79
Sewer Improvement Loan	11/06/97	1,607,000.00	4.50%	1,376,622.12
Sewer Improvement Loan	03/18/04	1,100,000.00	4.50%	1,038,042.66
Sewer Improvement Loans	10/15/96	1,616,960.00	5.25%	395,000.00
			0.00%	188,609.88
				<u>\$5,313,658.45</u>

Long-term debt service requirements are as follows:

	<u>General Capital</u>		
<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2010	\$135,000.00	\$86,562.50	\$221,562.50
2011	135,000.00	81,837.50	216,837.50
2012	135,000.00	76,931.25	211,931.25
2013	135,000.00	71,350.00	206,350.00
2014	140,000.00	65,162.50	205,162.50
2015-2019	700,000.00	242,862.50	942,862.50
2020-2024	690,000.00	101,187.50	791,187.50
2025	135,000.00	2,868.75	137,868.75
	<u>\$2,205,000.00</u>	<u>\$728,762.50</u>	<u>\$2,933,762.50</u>

NOTE 4. DEBT (CONTINUED)

A. Long-Term Debt (Continued)

<u>Water Utility</u>			
<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2010	\$154,891.46	\$120,673.06	\$275,564.52
2011	131,701.41	114,886.62	246,588.03
2012	101,977.30	110,452.95	212,430.25
2013	103,204.94	106,131.56	209,336.50
2014	104,488.44	101,473.06	205,961.50
2015-2019	523,834.54	443,635.46	967,470.00
2020-2024	540,908.70	330,873.80	871,782.50
2025-2029	323,467.87	232,927.13	556,395.00
2030-2034	329,124.97	165,995.03	495,120.00
2035-2039	411,144.04	83,975.96	495,120.00
2040-2041	139,556.26	6,266.42	145,822.68
	<u>\$2,864,299.93</u>	<u>\$1,817,291.05</u>	<u>\$4,681,590.98</u>

<u>Sewer Utility</u>			
<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2010	\$222,790.17	\$226,326.71	\$449,116.88
2011	223,713.46	218,569.26	442,282.72
2012	232,768.28	210,603.98	443,372.26
2013	233,766.53	201,881.90	435,648.43
2014	222,317.00	192,753.84	415,070.84
2015-2019	856,941.60	834,539.65	1,691,481.25
2020-2024	795,876.72	662,085.78	1,457,962.50
2025-2029	653,220.82	497,860.43	1,151,081.25
2030-2034	734,807.45	349,892.55	1,084,700.00
2035-2039	735,430.75	172,952.27	908,383.02
2040-2044	402,025.67	38,641.31	440,666.98
	<u>\$5,313,658.45</u>	<u>\$3,606,107.68</u>	<u>\$8,919,766.13</u>

NOTE 4. DEBT (CONTINUED)

A. Long-Term Debt (Continued)

Changes in Outstanding Long-Term Debt

Long-Term Debt transactions for the year ended December 31, 2009 are summarized as follows:

	<u>Balance</u> <u>Dec. 31, 2008</u>	<u>Deductions</u>	<u>Balance</u> <u>Dec. 31, 2009</u>
General Capital Fund	\$2,363,377.30	\$158,377.30	\$2,205,000.00
Water Utility Capital Fund	3,014,063.85	149,763.92	2,864,299.93
Sewer Utility Capital Fund	<u>5,516,445.06</u>	<u>202,786.61</u>	<u>5,313,658.45</u>
	<u>\$10,893,886.21</u>	<u>\$510,927.83</u>	<u>\$10,382,958.38</u>

B. Short-Term Debt

At December 31, 2009, the Borough's outstanding bond anticipation notes were as follows:

General Capital Fund

Purchase of Communication Equipment	\$66,495.00
Acquisition of Various Vehicles	429,060.00
Acquisition of Vehicles and Apparatus	179,000.00
Bay Front Erosion Improvement	138,800.00
Improvements To Boardwalks and Docks	845,530.00
Improvements to Borough Tennis Courts	123,250.00
Road Improvements to White, Coleman, and Ortley Avenues	46,000.00
Acquisition of Capital Vehicles and Equipment for Public Works Department	74,900.00
Purchase of a Sanitation Truck and Improvements to Parks and Playgrounds	175,750.00
Improvements to Magee Avenue and Stormwater Improvements	59,170.00
Road Improvements to Bond Avenue	<u>30,000.00</u>
	<u>\$2,167,955.00</u>

Electric Utility Captial Fund

Acquisition of Electrical Distribution Equipment	<u>\$150,250.00</u>
--	---------------------

NOTE 4. DEBT (CONTINUED)

B. Short-Term Debt (Continued)

Water Utility Capital Fund

Water Improvements \$127,124.00

Bond Anticipation Note transactions for the year ended December 31, 2009 are summarized as follows:

	<u>Balance</u> <u>Dec. 31, 2008</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>Dec. 31, 2009</u>
<u>General Capital Fund</u>				
Bond Anticipation Notes	\$2,303,370.00	\$2,167,955.00	\$2,303,370.00	\$2,167,955.00
<u>Electric Utility Capital Fund</u>				
Bond Anticipation Notes	\$166,250.00	150,250.00	166,250.00	150,250.00
<u>Water Utility Capital Fund</u>				
Bond Anticipation Notes	<u>167,523.00</u>	<u>127,124.00</u>	<u>167,523.00</u>	<u>127,124.00</u>
	<u>\$2,637,143.00</u>	<u>\$2,445,329.00</u>	<u>\$2,637,143.00</u>	<u>\$2,445,329.00</u>

C. Bonds and Notes Authorized but not Issued

At December 31, 2009, the Borough had authorized but not issued bonds and notes as follows:

General Capital Fund	\$199,050.00
Electric Utility Capital Fund	95,000.00
Sewer Utility Capital Fund	40,592.00

NOTE 5. FUND BALANCES APPROPRIATED

Fund balances at December 31, 2009 which have been appropriated and included as anticipated revenue in the budget for the year ending December 31, 2010 are as follows:

Current Fund	\$668,000.00
Water Utility Operating Fund	44,350.00
Sewer Utility Operating Fund	31,900.00
Electric Utility Operating Fund	200,000.00

NOTE 6. TAXES COLLECTED IN ADVANCE

Taxes collected in advance and set forth as cash liabilities in the financial statements are as follows:

	<u>Balance Dec. 31,</u>	
	<u>2009</u>	<u>2008</u>
Prepaid Taxes	\$200,910.16	\$200,838.48

NOTE 7. ASSESSMENT AND COLLECTION OF PROPERTY TAXES

New Jersey statutes require that taxable valuation of real property be prepared by the local unit tax assessor as of October 1 in each year and filed with the County Board of Taxation by January 10 of the following year. Upon the filing of certified adopted budgets by the Borough, Local School District and County, the tax rate is struck by the County Tax Board based on the certified amounts in each of the taxing districts for collection to fund the budgets. Pursuant to statute, this process is to be completed on or before May 3, with a completed duplicate of the tax rolls to be delivered to the Borough tax collector on or before May 13. New Jersey statutes require that each local unit provide for sufficient anticipated cash receipts equal to the "lawful yearly expenditure" which includes the total amount of property taxes to be raised by the local unit.

Taxes are levied on an annual basis and are due quarterly on February 1, May 1, August 1, and November 1. Any taxes not paid as of December 31 are subject to tax sale and lien in the subsequent year, with the exception of bankruptcies. The date of tax sale is at the discretion of the tax collector.

NOTE 8. DEFERRED CHARGES TO FUTURE TAXATION FUNDED AND UNFUNDED

Upon the authorization of capital projects, the Borough establishes deferred charges for the cost of the capital projects to be raised by future taxation. Funded deferred charges relate to permanent debt issued, whereas unfunded deferred charges relate to temporary or non-funding of the authorized cost of capital projects. In accordance with New Jersey Statutes the Borough may levy taxes on all taxable property within the local unit to repay the debt. Annually, the Borough raises the debt requirements for the particular year in the current budget. As funds are raised, the deferred charges are reduced.

NOTE 9. PENSION PLANS

Description of Systems

The Borough contributes to the Public Employees' Retirement System ("PERS"), and the Police and Firemen's Retirement System ("PFRS"), cost-sharing multiple employer defined benefit pension plans administered by the Division of Pensions in the Department of the Treasury, State of New Jersey. The plans provide retirement, death, disability benefits and medical benefits to certain qualifying members and beneficiaries. PERS was established on January 1, 1955 under the provisions of N.J.S.A. 43:15A. PFRS was established on July 1, 1944, under the provisions of N.J.S.A. 43:16A. PERS and PFRS issue publicly available financial reports that include financial statements and required supplementary information. These reports may be obtained by writing to the State of New Jersey, Division of Pensions and Benefits, P.O. Box 295, Trenton, New Jersey 08625-0295.

Funding Policy

In 2009 PERS Employee contributions were five and one-half percent (5.50%) of base wages and PFRS employee contributions were eight and one-half percent (8.50%) of base wages. The Division of Pensions actuarially determines employer's contributions annually. Contributions to the plans for the past three years are as follows:

<u>PERS</u>		<u>PFRS</u>	
<u>Year</u>	<u>Borough</u>	<u>Year</u>	<u>Borough</u>
2009	\$155,040.00	2009	\$135,930.00
2008	120,328.40	2008	99,183.00
2007	66,057.80	2007	61,796.00

All contributions by the Borough were equal to the required contributions for each of the three years.

NOTE 10. SCHOOL TAXES

Regulations provide for deferral of not more than fifty percent of the annual levy when school taxes are raised for a school year and have not been requisitioned by the school district.

The Borough raises its share of local school taxes on a school year basis and has elected to defer these taxes at December 31, 2009 and 2008 as follows:

	<u>Local District School Tax</u>	
	<u>2009</u>	<u>2008</u>
Balance of Tax	\$1,623,944.26	\$1,546,751.59
Deferred	<u>777,957.38</u>	<u>777,957.38</u>
Tax Payable	<u>\$845,986.88</u>	<u>\$768,794.21</u>

NOTE 11. ACCRUED UNPAID SICK AND VACATION BENEFITS - UNAUDITED

As discussed in Note 1 and in accordance with accounting principles prescribed by the Division, the cash basis of accounting is followed for recording the Borough's liability related to unused sick and vacation pay. The Borough permits its employees to accumulate unused sick and vacation pay, which may be taken as time off or paid at a later date at an agreed upon rate. The estimated current cost of such unpaid compensation was \$377,086.37 at December 31, 2009. In accordance with accounting principles and practices prescribed by the Division, this amount is not reported as an expenditure or liability in the accompanying financial statements.

NOTE 12. POST-EMPLOYMENT RETIREMENT HEALTH BENEFITS

In addition to the pension benefits described in Note 9, the Borough provides post-employment retirement health benefits for employees who retire after 25 years of service. Benefits consist of full medical coverage and costs are reported as they are paid.

Plan Description

The Borough contributes to the State Health Benefits Program ("SHBP"), a cost sharing, multiple-employer defined benefit post-employment healthcare plan administered by the State of New Jersey, Division of Pensions and Benefits. The SHBP was established in 1961 under N.J.S.A. 52:14-17.25 et. seq., to provide health benefits to employees of the State of New Jersey, retirees, and their dependents. Rules governing the operation and administration of the SHBP are found in Title 17, Chapter 9 of the New Jersey Administrative Code. The SHBP was extended to employees, retirees, and dependents of participating local public employers in 1964.

The State Health Benefits Commission is the executive body established by statute to be responsible for the operation of the SHBP. The State of New Jersey, Division of Pensions and Benefits issues a publicly available financial report that includes financial statements and required supplementary information for the SHBP. The financial report of the SHBP may be obtained by writing to the State of New Jersey, Division of Pensions and Benefits, P.O. Box 295, Trenton, New Jersey 08625-0295.

Funding Policy

Participating employers are contractually required to contribute based on the amount of premiums attributable to their retirees. Post-employment retirement health benefits under the SHBP have been funded on a pay-as-you-go basis since 1994. Prior to 1994, health benefits were funded on an actuarial basis.

Contributions to pay health premiums of participating retirees in the SHBP are billed to the Borough on a monthly basis. The Borough's post-employment retirement health benefits contributions to the SHBP for the years ended December 31, 2009, 2008, and 2007 were \$229,423.96, \$226,342.70, and \$318,186.57 respectively, which equaled the required contributions for each year.

NOTE 13. UNEMPLOYMENT COMPENSATION INSURANCE

Effective January 1, 1978, most municipal employees were eligible for unemployment compensation insurance (N.J.S.A. 43:21-3 et. seq.). The Borough has elected to fund a self-insured plan whereby the municipal cost and employee contributions are deposited in a trust fund from which claims, if any, will be paid. The reserve for unemployment compensation insurance at December 31, 2009 was \$21,542.50.

NOTE 14. CONTINGENT LIABILITIES

Grant Financial Assistance

The Borough receives certain financial assistance in the form of grants. Entitlement to the funds is generally conditional upon compliance with terms and conditions of the financial assistance agreements and applicable regulations, including the expenditure of the funds for eligible purposes. Substantially all grants, entitlements and cost reimbursements are subject to financial and compliance audits by grantors. As a result of these audits, costs previously reimbursed could be disallowed and require repayment to the grantor agency. As of December 31, 2009, the Borough anticipates that no material liabilities will result from such audits.

Legal Proceedings

The Borough is party to certain legal proceedings, the resolution and impact of which, individually or in the aggregate, in the opinion of the Borough's administration, are not likely to have a material adverse impact on the Borough's financial position or adversely affect the Borough's ability to levy, collect, and enforce the collection of taxes or other revenue for the repayment of its bonds or other obligations.

NOTE 15. RISK MANAGEMENT

The Borough is exposed to various risks of loss related to torts, theft and damage to assets, errors and omissions, injuries to employees, and natural disasters. The Borough is a member of the Ocean County Municipal Joint Insurance Fund (the "Fund"). The Fund is both an insured and self-administered group of municipalities established for the purpose of insuring against property damage, general liability, motor vehicles and equipment liability and workmen's compensation, and is sustained through member premiums. In addition, the Fund participates in the Municipal Excess Liability Insurance Fund that has a contract for excess liability insurance for property damage.

NOTE 16. VOLUNTEER LENGTH OF SERVICE AWARD PLAN

The Borough has established a Volunteer Length of Service Award Plan (“LOSAP”) (the “Plan”) to ensure retention of the Borough’s volunteer fire department and first aid squad. The Plan has been established under the laws of the State of New Jersey with the intent that it meets the requirements of a length of service award plan under Section 457(e)11(B) of the Internal Revenue Code.

Annual Contributions - The annual contribution to be made by the Borough for each active volunteer member shall range from \$600.00 to \$1,000.00 per year of active emergency service.

Appropriations - Appropriations for the purpose of funding the Borough’s LOSAP are included as a separate line item in the Borough’s budget.

Periodic Increases - Notwithstanding the provisions above, the annual contribution to be made by the Borough for each active member shall not be subject to periodic increases based upon the “consumer price index factor” pursuant to subsection f. of section 3 of P.L. 1997, c. 388 (N.J.S.A. 40A:14-185).

NOTE 17. SUBSEQUENT EVENTS

Debt Authorized

In March 2010 the Borough adopted ordinances to authorize the issuance of bonds and notes of \$85,500.00 for improvements to the municipal sewer utility and \$50,000 for road improvements.

In June 2010 the Borough adopted an ordinance to authorize the issuance of bonds and notes of \$95,000.00 for energy efficiency improvements.

In June 2010 the Borough adopted an ordinance to authorize the issuance of bonds and notes of \$95,000.00 for improvements to the boardwalk.

Annexation of Land

On January 28, 2010 the Superior Court of New Jersey made effective an ordinance of the Borough for the annexation of land (Bay Beach Way) from the Township of Toms River, New Jersey (the “Township”). The Borough will be responsible for the collection of municipal, school board and county taxes on the annexed land effective January 28, 2010. The Borough’s payment to the Township, representing bonded and other indebtedness attributable to the annexed land acquired from the Township, has yet to be determined.

BOROUGH OF LAVALLETTE

COUNTY OF OCEAN

STATE OF NEW JERSEY

PART II

SUPPLEMENTARY DATA AND SCHEDULES

YEAR ENDED DECEMBER 31, 2009

COMPARATIVE SCHEDULE OF FUND BALANCES AT DECEMBER 31

<u>Year</u>	Current Fund Balance	Utilized in Budget of Succeeding Year
2009	\$969,985.45	\$668,000.00
2008	813,360.62	500,000.00
2007	821,244.08	460,000.00
2006	927,294.57	580,000.00
2005	895,948.82	575,000.00

<u>Year</u>	Water Utility Fund Balance	Utilized in Budget of Succeeding Year
2009	\$68,537.46	\$44,350.00
2008	183,268.29	122,287.69
2007	197,926.67	99,675.00
2006	141,450.50	76,550.00
2005	89,268.91	40,000.00

<u>Year</u>	Sewer Utilitiy Fund Balance	Utilized in Budget of Succeeding Year
2009	\$43,284.56	\$31,900.00
2008	79,923.12	48,424.09
2007	117,720.64	90,848.00
2006	117,623.26	76,174.00
2005	96,381.85	80,000.00

<u>Year</u>	Electric Utility Fund Balance	Utilized in Budget of Succeeding Year
2009	\$607,897.64	\$200,000.00
2008	374,088.56	
2007	140,965.50	
2006	271,352.58	237,800.00
2005	413,595.08	225,000.00

COMPARISON OF UTILITY RENTS LEVIED

Water Utility Fund

<u>Year</u>	<u>Levy</u>	<u>Cash Collections</u>
2009	\$689,123.49	\$679,020.98
2008	704,750.35	707,452.05
2007	710,130.08	716,179.09
2006	705,400.03	692,948.46
2005	589,129.23	586,181.92

Sewer Utility Fund

<u>Year</u>	<u>Levy</u>	<u>Cash Collections</u>
2009	\$1,328,526.39	\$1,315,815.22
2008	1,258,726.31	1,259,719.18
2007	1,265,870.56	1,275,258.35
2006	1,182,956.05	1,158,982.02
2005	1,087,396.65	1,085,829.03

Electric Utility Fund

<u>Year</u>	<u>Levy</u>	<u>Cash Collections</u>
2009	\$2,995,596.00	\$2,988,882.49
2008	3,360,145.25	3,289,528.56
2007	1,803,136.97	1,800,190.98
2006	1,878,542.62	1,846,634.66
2005	1,950,395.43	1,956,185.74

COMPARATIVE SCHEDULE OF TAX RATE INFORMATION

	<u>2009</u>	<u>2008</u>	<u>2007</u>
Tax Rate	<u>\$0.850</u>	<u>\$0.843</u>	<u>\$0.797</u>
Apportionment of Tax Rate			
Municipal	0.258	0.257	0.240
County	0.411	0.411	0.388
Local School	0.181	0.175	0.169
Assessed Valuation			
2009	\$1,822,274,563.00		
2008		\$1,815,938,286.00	
2007			\$1,801,656,626.00

COMPARISON OF TAX LEVIES AND COLLECTIONS CURRENTLY

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

		<u>Currently</u>	
<u>Year</u>	<u>Tax Levy</u>	<u>Cash Collections</u>	<u>Percentage of Collections</u>
2009	\$15,513,998.10	\$15,216,012.63	98.08%
2008	15,353,524.28	15,012,984.55	97.78%
2007	14,420,154.89	14,228,090.31	98.67%

DELINQUENT TAXES AND TAX TITLE LIENS

This tabulation includes a comparison, expressed in percentage, of the total of delinquent taxes and tax title liens at December 31, in relation to the tax levies of the last three years.

	<u>2009</u>	<u>2008</u>	<u>2007</u>
Delinquent taxes	\$284,485.87	\$339,826.55	\$188,486.05
Tax title liens	482.88		
Total delinquent	<u>\$284,968.75</u>	<u>\$339,826.55</u>	<u>\$188,486.05</u>
% of tax levy	1.84%	2.21%	1.31%

SUMMARY OF MUNICIPAL DEBT

<u>Issued</u>	<u>Year 2009</u>	<u>Year 2008</u>	<u>Year 2007</u>
General	\$4,372,955.00	\$4,666,747.30	\$4,849,884.60
Water Utility	2,991,423.93	3,181,586.85	3,400,416.99
Electric Utility	150,250.00	166,250.00	
Sewer Utility	<u>5,313,658.45</u>	<u>5,516,445.06</u>	<u>5,718,322.78</u>
Total Issued	<u>12,828,287.38</u>	<u>13,531,029.21</u>	<u>13,968,624.37</u>
Less:			
Reserve to Pay Notes	21,188.17	6,910.00	
Cash on Hand to Pay Notes	1,169.83		
State of New Jersey Grants Receivable	<u>22,435.81</u>	<u>22,435.81</u>	<u>22,435.81</u>
Total Deductions	<u>44,793.81</u>	<u>29,345.81</u>	<u>22,435.81</u>
Net Debt Issued	<u>12,783,493.57</u>	<u>13,501,683.40</u>	<u>13,946,188.56</u>
<u>Authorized but not Issued</u>			
General	199,050.00	130,466.17	
Sewer Utility	40,592.00	52,837.00	105,672.00
Electric Utility	<u>95,000.00</u>	<u>134,494.30</u>	<u>340,000.00</u>
Total Authorized but not Issued	<u>334,642.00</u>	<u>317,797.47</u>	<u>445,672.00</u>
Net Bonds and Notes Issued and Authorized but Not Issued	<u>\$13,118,135.57</u>	<u>\$13,819,480.87</u>	<u>\$14,391,860.56</u>

SUMMARY OF STATUTORY DEBT CONDITION - ANNUAL DEBT STATEMENT

The summarized statement of debt condition which follows is prepared in accordance with the required method of setting up the Annual Debt Statement and indicates a Statutory Net Debt of 0.20%.

	<u>Gross Debt</u>	<u>Deductions</u>	<u>Net Debt</u>
Local School District Debt	\$1,160,000.00	\$1,160,000.00	
General Debt	4,572,005.00	42,644.37	\$4,529,360.63
Water Utility Debt	2,991,423.93	2,991,423.93	
Sewer Utility Debt	5,354,250.45	5,068,870.45	285,380.00
Electric Utility Debt	245,250.00	245,250.00	
	<u>\$14,322,929.38</u>	<u>\$9,508,188.75</u>	<u>\$4,814,740.63</u>

Net Debt \$4,814,740.63 divided by Equalized Valuation basis per N.J.S. 40A: 2-2 as amended, \$2,387,793,853.00 equals 0.20%.

BORROWING POWER UNDER N.J.S. 40A: 2-6 AS AMENDED

3 ½ % of Equalized Valuation Basis	\$83,572,784.86
Net Debt	<u>4,814,740.63</u>
Remaining Borrowing Power	<u>\$78,758,044.23</u>

**CALCULATION OF "SELF-LIQUIDATING PURPOSE" WATER UTILITY PER
N.J.S. 40A: 2-45**

Cash Receipts from Fees, Rents or Charges for Year		\$836,782.10
Deductions:		
Operating and Maintenance Cost	\$499,400.00	
Debt Service	<u>318,648.81</u>	
Total Deductions		<u>818,048.81</u>
Excess in Revenue - Self Liquidating		<u>\$18,733.29</u>

**CALCULATION OF "SELF-LIQUIDATING PURPOSE" SEWER UTILITY PER
N.J.S. 40A: 2-45**

Cash Receipts from Fees, Rents or Charges for Year		\$1,377,437.47
Deductions:		
Operating and Maintenance Cost	\$962,450.00	
Debt Service	<u>429,257.32</u>	
Total Deductions		<u>1,391,707.32</u>
Deficit in Revenue		<u><u>(\$14,269.85)</u></u>

**CALCULATION OF "SELF-LIQUIDATING PURPOSE" ELECTRIC UTILITY PER
N.J.S. 40A: 2-45**

Cash Receipts from Fees, Rents or Charges for Year		\$3,022,146.43
Deductions:		
Operating and Maintenance Cost	\$2,835,100.00	
Debt Service	<u>21,848.57</u>	
Total Deductions		<u>2,856,948.57</u>
Excess in Revenue - Self Liquidating		<u><u>\$165,197.86</u></u>

The Chief Financial Officer should file a revised annual debt statement.

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

OFFICIALS IN OFFICE AND SURETY BONDS
YEAR ENDED DECEMBER 31, 2009

<u>Name</u>	<u>Position</u>	<u>Amount of Bond</u>
Walter G. LaCicero	Mayor	
Michael R. Stogdill	Councilman	
Robert P. Lamb	Councilman	
Lee Horan	Councilman	
Anita F. Zalom	Councilwoman	
Britta F. Wenzel	Councilwoman	
Joanne Filippone	Councilwoman	
Christopher F. Parlow	Borough Administrator, Municipal Clerk	*
Michele Burk	Chief Financial Officer, Treasurer	*
Christine Sierfeld	Tax Collector	*
Eric Bernstein	Borough Attorney	
Michael O' Donnell	Borough Engineer	
Frank S. Salzer	Judge of Municipal Court	*
Elizabeth Boettger	Court Administrator	*
Diana Turrian	Water-Sewer Collector	*
Matthew Burk	Electric Collector	*
Joyce Hornug	Cashier/Typist	*

*Employees are covered under a blanket bond in the amount of \$1,000,000.00, subject to certain deductible amounts.

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

CURRENT FUND
SCHEDULE OF CASH
Year Ended December 31, 2009

	<u>Ref.</u>		
Balance December 31, 2008	A		\$2,234,273.05
Increased By:			
Non-Budget Revenue	A-2	\$132,367.34	
State of New Jersey (PL 1971, Ch. 20)	2-A	68,599.31	
Taxes Receivable	3-A	15,275,018.47	
Revenue Accounts Receivable	4-A	1,440,609.53	
Grants Receivable	8-A	75,287.49	
Prepaid Taxes	12-A	200,910.16	
Tax Overpayments	13-A	11,970.34	
Interfunds		25,562.20	
Reserve for:			
Grants Unappropriated	8-A	19,748.78	
Beach Badges		1,100.00	
Outside Liens		7,760.02	
		<hr/>	
			17,258,933.64
			<hr/>
			19,493,206.69
Decreased By:			
Budget Appropriations	A-3	6,057,416.89	
Appropriation Reserves	7-A	150,075.20	
Grant Fund Appropriated Reserves	8-A	98,247.32	
County Taxes Payable	11-A	7,509,358.69	
Tax Overpayments	13-A	10,083.23	
Local District School Taxes	14-A	3,213,865.33	
Refunds	A-1	2,258.10	
Reserve for Outside Liens		9,803.32	
		<hr/>	
			17,051,108.08
			<hr/>
Balance December 31, 2009	A		<u><u>\$2,442,098.61</u></u>

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

CURRENT FUND
SCHEDULE OF DUE FROM/(TO) STATE OF NEW JERSEY
Year Ended December 31, 2009

	<u>Ref.</u>		
Balance December 31, 2008	A		\$1,099.82
Increased By:			
Deductions Per Tax Duplicate:			
Senior Citizens	3-A	\$8,750.00	
Veterans	3-A	<u>59,250.00</u>	
			<u>68,000.00</u>
			<u>69,099.82</u>
Decreased By:			
Received From State of New Jersey	1-A	68,599.31	
Deductions Disallowed By Collector	3-A	<u>1,500.00</u>	
			<u>70,099.31</u>
Balance December 31, 2009	A		<u><u>(\$999.49)</u></u>

**BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY**

**CURRENT FUND
SCHEDULE OF TAXES RECEIVABLE AND ANALYSIS OF PROPERTY TAX LEVY
Year Ended December 31, 2009**

Year	Balance Dec. 31, 2008	2009 Levy	Collections		Senior Citizens and Veterans Deductions (Disallowed)/ Allowed	Canceled	Transferred to Tax Title Liens	Tax Overpayments Applied	Balance Dec. 31, 2009
			2008	2009					
2008	\$339,826.55			\$339,662.42			\$164.13		
2009		\$15,513,998.10	\$200,838.48	14,935,356.05	\$66,500.00	\$13,180.85	318.75	\$13,318.10	\$284,485.87
	<u>\$339,826.55</u>	<u>\$15,513,998.10</u>	<u>\$200,838.48</u>	<u>\$15,275,018.47</u>	<u>\$66,500.00</u>	<u>\$13,180.85</u>	<u>\$482.88</u>	<u>\$13,318.10</u>	<u>\$284,485.87</u>
Ref.	A		12-A	1-A	2-A		20-A	13-A	A

Analysis of 2009 Property Tax Levy

Tax Yield:

General Purpose Tax		\$15,480,156.62
Added Taxes (54:4-63.1 et seq.)		33,201.22
Omitted Taxes (54:4-63.12 et seq.)		640.26
		<u>\$15,513,998.10</u>

Tax Levy: Ref.

Local District School Tax	14-A		\$3,291,058.00
County Taxes:			
County Tax	11-A	\$6,173,148.22	
County Library Tax	11-A	725,266.93	
County Health Tax	11-A	296,993.81	
County Open Space Preservation Tax	11-A	291,932.29	
Due To County for Added and Omitted Taxes	11-A	<u>16,368.55</u>	
			7,503,709.80
Local Tax For Municipal Purposes	A-2	4,701,662.63	
Add: Additional Tax Levied		<u>17,567.67</u>	
			<u>4,719,230.30</u>
			<u>\$15,513,998.10</u>

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

CURRENT FUND
SCHEDULE OF REVENUE ACCOUNTS RECEIVABLE
Year Ended December 31, 2009

	<u>Ref.</u>	<u>Balance Dec. 31, 2008</u>	<u>Accrued in 2009</u>	<u>Realized/ Collected</u>	<u>Balance Dec. 31, 2009</u>
Alcoholic Beverages Licenses	A-2		\$12,650.00	\$12,650.00	
Other Licenses	A-2		16,130.00	16,130.00	
Fees and Permits	A-2		36,984.00	36,984.00	
Municipal Court Fines and Costs	A-2	\$8,191.99	211,409.62	213,416.29	\$6,185.32
Interest and Costs on Taxes	A-2		68,467.87	68,467.87	
Parking Meters	A-2		30,040.00	30,040.00	
Interest on Investments and Deposits	A-2		16,264.37	16,264.37	
Beach Fees	A-2		780,242.00	780,242.00	
Cable TV Franchise Fees	A-2		21,165.00	21,165.00	
Energy Receipts Tax	A-2		184,550.00	184,550.00	
Website Development	A-2		3,700.00	3,700.00	
Private Donations - Concerts	A-2		4,000.00	4,000.00	
General Capital Fund Surplus	A-2		57,000.00	57,000.00	
		<u>\$8,191.99</u>	<u>\$1,442,602.86</u>	<u>\$1,444,609.53</u>	<u>\$6,185.32</u>
	<u>Ref.</u>	A	<u>Ref.</u>		A
			1-A	\$1,440,609.53	
		Collected by Treasurer		4,000.00	
		Revenue Realized		<u>\$1,444,609.53</u>	

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

CURRENT FUND
SCHEDULE OF DEFERRED CHARGES
Year Ended December 31, 2009

	<u>Balance</u> <u>Dec. 31, 2008</u>	<u>Reduced in</u> <u>2009</u>	<u>Balance</u> <u>Dec. 31, 2009</u>
Emergency Authorization (40A:4-55)	<u>\$15,000.00</u>	<u>\$15,000.00</u>	<u>\$0.00</u>
<u>Ref.</u>	A	A-3	A

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

CURRENT FUND
SCHEDULE OF DUE FROM/(TO) GENERAL CAPITAL FUND
Year Ended December 31, 2009

	<u>Ref.</u>	
Balance December 31, 2008	A	\$2,380.00
Decreased By:		
Cash Receipts		<u>8,737.20</u>
Balance December 31, 2009	A	<u><u>(\$6,357.20)</u></u>

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

CURRENT FUND
SCHEDULE OF APPROPRIATION RESERVES
Year Ended December 31, 2009

	<u>Balance</u> <u>Dec. 31, 2008</u>	<u>Transfer From</u> <u>Encumbrances</u> <u>Payable</u>	<u>Balance</u> <u>After</u> <u>Transfer</u>	<u>Paid or</u> <u>Charged</u>	<u>Balance</u> <u>Lapsed</u>
General Administration:					
Salaries and Wages	\$63.02		\$63.02		\$63.02
Other Expenses	389.77		389.77	\$180.00	209.77
Mayor and Council:					
Salaries and Wages	111.34		111.34		111.34
Other Expenses	1,206.90	\$478.00	1,684.90	290.50	1,394.40
Municipal Clerk:					
Salaries and Wages	1,831.63		1,831.63		1,831.63
Other Expenses:					
Printing and Legal Advertising	953.32	3,115.26	4,068.58	2,554.63	1,513.95
Office Equipment	83.54		83.54		83.54
Miscellaneous Other Expenses	165.48	173.00	338.48	183.43	155.05
Elections	675.29		675.29		675.29
Financial Administration (Treasury):					
Salaries and Wages	2,130.96		2,130.96		2,130.96
Other Expenses	147.38	1,735.00	1,882.38	1,743.99	138.39
Audit Services					
Other Expenses		11,375.00	11,375.00	8,625.00	2,750.00
Computer Data Processing:					
Other Expenses	257.61	5,500.00	5,757.61	5,500.00	257.61
Revenue Administration (Tax Collection):					
Salaries and Wages	171.40		171.40		171.40
Other Expenses	1,053.24	100.00	1,153.24	100.00	1,053.24
Tax Assessment Administration:					
Salaries and Wages	116.08		116.08		116.08
Other Expenses	664.70		664.70		664.70
Legal Services (Legal Department):					
Other Expenses		6,835.86	16,835.86	11,405.46	5,430.40
Engineering Services:					
Other Expenses	4,637.93	1,120.00	5,757.93		5,757.93
Tax Map Update	1,140.00		1,140.00		1,140.00
Planning Board:					
Salaries and Wages	269.65		269.65		269.65
Other Expenses	1,650.12	2,905.74	4,555.86	3,004.50	1,551.36
Zoning Board of Adjustment:					
Salaries and Wages	2,895.26		2,895.26		2,895.26
Other Expenses	680.68		680.68		680.68
Code Enforcement Officer:					
Salaries and Wages	2,784.41		2,784.41		2,784.41
Other Expenses	772.98		772.98		772.98

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

CURRENT FUND
SCHEDULE OF APPROPRIATION RESERVES
Year Ended December 31, 2009

	Balance	Transfer From	Balance	Paid or	Balance
	Dec. 31, 2008	Encumbrances	After	Charged	Lapsed
		Payable	Transfer		
Insurance:					
General Liability	\$2,261.20		\$2,261.20	\$45.81	\$2,215.39
Worker's Compensation	1,287.64		1,287.64		1,287.64
Employee Group Health	3,137.65		3,137.65	3,000.00	137.65
Police Department:					
Salaries and Wages	15,288.64		5,288.64		5,288.64
Other Expenses	2,235.06	\$14,204.97	16,440.03	14,938.16	1,501.87
Office of Emergency Management:					
Other Expenses	109.34		109.34		109.34
Aid To Volunteer Fire Company	614.42	7,651.00	8,265.42	2,021.83	6,243.59
Fire Department:					
Fire Hydrant Service	254.00		254.00	27.74	226.26
Municipal Prosecutor's Office					
Other Expenses	106.21	4,062.51	4,168.72	4,062.47	106.25
Municipal Court:					
Salaries and Wages	2,564.42		2,564.42		2,564.42
Other Expenses	3,300.84	275.50	3,576.34	81.00	3,495.34
Public Defender:					
Other Expenses	1,000.00		1,000.00		1,000.00
Streets and Road Maintenance:					
Other Expenses	673.50	8,908.11	9,581.61	8,354.40	1,227.21
Schedule C		18,033.47	18,033.47	15,100.00	2,933.47
Other Public Works Functions:					
Salaries and Wages	82,006.58		82,006.58		82,006.58
Other Expenses	2,808.33	4,189.95	6,998.28	2,099.92	4,898.36
Solid Waste Collection:					
Garbage	2,495.41	884.16	3,379.57	484.80	2,894.77
Recycling and Source Separation	160.97	446.00	606.97		606.97
Buildings and Grounds:					
Other Expenses	3,065.56	9,056.37	12,121.93	6,700.30	5,421.63
Vehicle Maintenance:					
Other Expenses	1,069.62	11,783.14	12,852.76	8,402.36	4,450.40
Public Health Services (Board of Health):					
Salaries and Wages	50.00		50.00		50.00
Other Expenses	500.00		500.00		500.00
Animal Control Services:					
Salaries and Wages	9.96		9.96		9.96
Other Expenses	608.00		608.00		608.00
Recreation Services and Programs:					
Salaries and Wages	431.48		431.48		431.48
Other Expenses	2,605.08	676.72	3,281.80	300.00	2,981.80

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

CURRENT FUND
SCHEDULE OF DUE TO FEDERAL AND STATE GRANT FUND
Year Ended December 31, 2009

	<u>Ref.</u>		
Balance December 31, 2008	A		\$15,633.36
Increased By:			
2009 Budget Appropriations	A-3	\$146,895.42	
Deposited in Current Fund:			
Grants Receivable	1-A	75,287.49	
Reserve For:			
Grants Unappropriated	1-A	<u>19,748.78</u>	
			<u>241,931.69</u>
			<u>257,565.05</u>
Decreased By:			
2009 Anticipated Revenue	16-A	131,281.89	
Grant Fund Appropriations Paid in Current Fund	1-A	<u>98,247.32</u>	
			<u>229,529.21</u>
Balance December 31, 2009	A		<u><u>\$28,035.84</u></u>

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

CURRENT FUND
SCHEDULE OF ENCUMBRANCES PAYABLE
Year Ended December 31, 2009

	<u>Ref.</u>	
Balance December 31, 2008	A	\$195,539.55
Increased By:		
Current Year Encumbrances	A-3	<u>183,957.69</u>
		379,497.24
Decreased By:		
Transfer To Appropriation Reserves	7-A	<u>195,539.55</u>
Balance December 31, 2009	A	<u><u>\$183,957.69</u></u>

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

CURRENT FUND
SCHEDULE OF CASH ADVANCE - MAGISTRATE
Year Ended December 31, 2009

	<u>Ref.</u>	
Balance December 31, 2009 and 2008	A	<u><u>\$1,000.00</u></u>

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

CURRENT FUND
SCHEDULE OF COUNTY TAXES PAYABLE
Year Ended December 31, 2009

	<u>Ref.</u>		
Balance December 31, 2008	A		\$22,017.44
Increased By:			
County Tax	3-A	\$6,173,148.22	
County Library Tax	3-A	725,266.93	
County Health Tax	3-A	296,993.81	
County Open Space Preservation Tax	3-A	291,932.29	
Due County for Added and Omitted Taxes	3-A	<u>16,368.55</u>	
	A-1		<u>7,503,709.80</u>
			<u>7,525,727.24</u>
Decreased By:			
Payments	1-A		<u>7,509,358.69</u>
Balance December 31, 2009	A		<u><u>\$16,368.55</u></u>

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

CURRENT FUND
SCHEDULE OF PREPAID TAXES
Year Ended December 31, 2009

	<u>Ref.</u>	
Balance December 31, 2008	A	\$200,838.48
Increased By:		
Cash Receipts	1-A	<u>200,910.16</u>
		401,748.64
Decreased By:		
Applied To Taxes Receivable	3-A	<u>200,838.48</u>
Balance December 31, 2009	A	<u><u>\$200,910.16</u></u>

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

CURRENT FUND
SCHEDULE OF TAX OVERPAYMENTS
Year Ended December 31, 2009

	<u>Ref.</u>		
Balance December 31, 2008	A		\$13,318.10
Increased By:			
Cash Receipts	1-A		11,970.34
			<u>25,288.44</u>
Decreased By:			
Cash Disbursements	1-A	\$10,083.23	
Applied To Taxes Receivable	3-A	<u>13,318.10</u>	
			<u>23,401.33</u>
Balance December 31, 2009	A		<u><u>\$1,887.11</u></u>

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

CURRENT FUND
SCHEDULE OF LOCAL DISTRICT SCHOOL TAX PAYABLE
Year Ended December 31, 2009

	<u>Ref.</u>		
Balance December 31, 2008:			
School Tax Payable	A	\$768,794.21	
School Tax Deferred		<u>777,957.38</u>	
			\$1,546,751.59
Increased By:			
Levy - School Year July 1, 2009 to June 30, 2010	3-A		<u>3,291,058.00</u>
			4,837,809.59
Decreased By:			
Payments	1-A		<u>3,213,865.33</u>
Balance, December 31, 2009:			
School Tax Payable	A	\$845,986.88	
School Tax Deferred		<u>777,957.38</u>	
			<u>\$1,623,944.26</u>
 <u>2009 Liability for Local District School Tax</u>			
Tax Paid	14-A	\$3,213,865.33	
Taxes Payable, December 31, 2009	14-A	<u>845,986.88</u>	
			\$4,059,852.21
Less:			
Taxes Payable, December 31, 2008	14-A		<u>768,794.21</u>
Amount Charged To 2009 Operations	A-1,14-A		<u>\$3,291,058.00</u>

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

FEDERAL AND STATE GRANT FUND
SCHEDULE OF DUE FROM CURRENT FUND
Year Ended December 31, 2009

	<u>Ref.</u>		
Balance December 31, 2008	A		\$15,633.36
Increased By:			
Deposited in Current Fund:			
Grants Receivable	16-A	\$75,287.49	
2009 Budget Appropriations	18-A	146,895.42	
Unappropriated Grant Reserves	19-A	<u>19,748.78</u>	
			<u>241,931.69</u>
			257,565.05
Decreased By:			
2009 Anticipated Revenue	16-A	131,281.89	
Cash Disbursed in Current Fund	18-A	<u>98,247.32</u>	
			<u>229,529.21</u>
Balance December 31, 2009	A		<u><u>\$28,035.84</u></u>

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

FEDERAL AND STATE GRANT FUND
SCHEDULE OF GRANTS RECEIVABLE
Year Ended December 31, 2009

<u>Program</u>	<u>Ref.</u>	<u>Balance Dec. 31, 2008</u>	<u>2009 Anticipated Revenue</u>	<u>Received</u>	<u>Due to Grantor</u>	<u>Transferred from Grants Unappropriated</u>	<u>Balance Dec. 31, 2009</u>
Community Development Block Grant:							
Handicap Beach Access	A-2		\$46,000.00				\$46,000.00
Municipal Alliance on Alcoholism and Drug Abuse	A-2	\$3,535.76	21,000.00	\$19,370.10			5,165.66
N.J. DOT Bikeway Grant (Bayfront Bike Path)		10,349.17					10,349.17
N.J. DEP Stormwater Grant		1,705.00					1,705.00
Ocean County Tourism Grant	A-2		1,000.00	1,000.00			
Ocean County Transportation	A-2		2,850.00				2,850.00
Clean Communities Program	A-2		10,176.80	10,176.80			
COPS in Shops Summer Shore Initiative	A-2	1,200.00	1,200.00	1,200.00			1,200.00
Body Armor Replacement Grant	A-2		1,272.65			\$1,272.65	
Over the Limit Under Arrest	A-2	5,000.00	6,000.00	10,450.00			550.00
Municipal Energy Audit Program	A-2		28,090.58	28,090.59	\$0.01		
Barnegat Bay National Estuary Program	A-2		5,000.00	5,000.00			
Drunk Driving Enforcement Fund	A-2		6,528.54			6,528.54	
Recycling Tonnage Grant	A-2		2,163.32			2,163.32	
		<u>\$21,789.93</u>	<u>\$131,281.89</u>	<u>\$75,287.49</u>	<u>\$0.01</u>	<u>\$9,964.51</u>	<u>\$67,819.83</u>
<u>Ref.</u>		A	15-A,8-A	15-A		19-A	A

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

FEDERAL AND STATE GRANT FUND
SCHEDULE OF ENCUMBRANCES PAYABLE
Year Ended December 31, 2009

	<u>Ref.</u>	
Balance December 31, 2008	A	\$2,835.46
Increased By:		
Charged To Reserve for Grants Appropriated	18-A	<u>1,647.68</u> 4,483.14
Decreased By:		
Transferred To Reserve for Grants Appropriated	18-A	<u>2,835.46</u>
Balance December 31, 2009	A	<u><u>\$1,647.68</u></u>

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

FEDERAL AND STATE GRANT FUND
SCHEDULE OF RESERVE FOR GRANTS APPROPRIATED
Year Ended December 31, 2009

Program	Balance Dec. 31, 2008	2009 Budget Appropriations	Transferred From Encumbrances Payable	Expended	Encumbered	Balance Dec. 31, 2009
Alcohol Education and Rehabilitation Fund	\$7,048.28			\$4,049.79		\$2,998.49
Drunk Driving Enforcement Fund	6,562.82	\$6,528.54		3,095.12		9,996.24
Community Development Block Grant Handicap Beach Access		46,000.00		600.00		45,400.00
Recycling Tonnage Grant - 2008	1,088.91					1,088.91
Recycling Tonnage Grant - 2009		2,163.32				2,163.32
Body Armor Replacement Grant		1,272.65	\$1,370.46	1,370.46		1,272.65
Municipal Alliance on Alcoholism and Drug Abuse - 2007	249.44					249.44
Municipal Alliance on Alcoholism and Drug Abuse - 2008	2,373.83		1,465.00	988.00		2,850.83
Municipal Alliance on Alcoholism and Drug Abuse - 2009		26,250.00		21,013.04	\$1,647.68	3,589.28
Ocean County Tourism Grant		2,000.00		2,000.00		
Ocean County Transportation		2,850.00		2,850.00		
COPS in Shops		1,200.00		1,200.00		
Over the Limit Under Arrest	3,000.00	6,000.00		8,450.00		550.00
Municipal Energy Audit Program		37,454.11		37,454.11		
Barnegat Bay National Estuary Program		5,000.00		5,000.00		
Clean Communities Grant		10,176.80		10,176.80		
	<u>\$20,323.28</u>	<u>\$146,895.42</u>	<u>\$2,835.46</u>	<u>\$98,247.32</u>	<u>\$1,647.68</u>	<u>\$70,159.16</u>

Ref.

A

15-A

17-A

15-A

17-A

A

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

FEDERAL AND STATE GRANT FUND
SCHEDULE OF RESERVE FOR GRANTS UNAPPROPRIATED
Year Ended December 31, 2009

<u>Program</u>	<u>Balance Dec. 31, 2008</u>	<u>Received</u>	<u>Appropriated</u>	<u>Balance Dec. 31, 2009</u>
Recycling Tonnage Grant	\$2,163.32	\$7,541.67	\$2,163.32	\$7,541.67
Body Armor Replacement Grant	1,272.65		1,272.65	
Alcohol Education and Rehabilitation Grant		2,830.98		2,830.98
Drunk Driving Enforcement Fund	6,528.54	9,376.13	6,528.54	9,376.13
	<u>\$9,964.51</u>	<u>\$19,748.78</u>	<u>\$9,964.51</u>	<u>\$19,748.78</u>
<u>Ref.</u>	A	15-A	16-A	A

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

CURRENT FUND
SCHEDULE OF TAX TITLE LIENS
Year Ended December 31, 2009

	<u>Ref.</u>	
Balance December 31, 2008	A	\$0.00
Increased By:		
Transfers from Taxes Receivable	3-A	<u>482.88</u>
Balance December 31, 2009	A	<u><u>\$482.88</u></u>

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

CURRENT FUND
SCHEDULE OF DUE TO OTHER TRUST FUND
Year Ended December 31, 2009

	<u>Ref.</u>	
Balance December 31, 2008	A	\$0.00
Increased By:		
Cash Receipts		<u>16,825.00</u>
Balance December 31, 2009	A	<u><u>\$16,825.00</u></u>

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

TRUST FUND
SCHEDULE OF CASH
Year Ended December 31, 2009

	<u>Ref.</u>	<u>Animal Control Fund</u>	<u>Other Trust Fund</u>
Balance December 31, 2008	B	\$507.68	\$200,166.77
Increased By Receipts:			
Dog Registration Fees	2-B	\$95.00	
Payroll Deductions Payable	3-B		\$1,704,378.31
Miscellaneous Reserves	4-B		208,048.82
Dog License Fees	5-B	507.80	
Cat License Fees	5-B	<u>18.00</u>	
		<u>620.80</u>	<u>1,912,427.13</u>
		1,128.48	2,112,593.90
Decreased By Disbursements:			
Dog Registration Fees	2-B	97.40	
Payroll Deductions Payable	3-B		1,710,538.53
Miscellaneous Reserves	4-B		248,354.35
Due to Current Fund			16,825.00
Animal Control Expenditures	5-B	<u>828.00</u>	
		<u>925.40</u>	<u>1,975,717.88</u>
Balance December 31, 2009	B	<u><u>\$203.08</u></u>	<u><u>\$136,876.02</u></u>

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

ANIMAL CONTROL FUND
SCHEDULE OF DUE TO STATE OF NEW JERSEY
Year Ended December 31, 2009

	<u>Ref.</u>	
Balance December 31, 2008	B	\$2.40
Increased By:		
State Share of Dog License Fees	1-B	<u>95.00</u>
		97.40
Decreased By:		
Cash Disbursements	1-B	<u>97.40</u>
Balance December 31, 2009	B	<u><u>\$0.00</u></u>

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

TRUST FUND
SCHEDULE OF PAYROLL DEDUCTIONS PAYABLE
Year Ended December 31, 2009

	<u>Balance</u> <u>Dec. 31, 2008</u>	<u>Increased by</u> <u>Receipts</u>	<u>Decreased by</u> <u>Disbursements</u>	<u>Balance</u> <u>Dec. 31, 2009</u>
Federal Income Tax		\$398,231.09	\$398,231.09	
Social Security		617,275.80	617,275.80	
State Income Tax		105,762.91	105,762.91	
State Unemployment Insurance		11,124.81	11,124.81	
Pension	\$25,727.92	294,657.49	299,882.35	\$20,503.06
Federal Credit Union		116,912.00	116,912.00	
Insurance	1,235.18	12,815.83	13,769.88	281.13
Union Dues	(28.11)	14,675.00	14,656.00	(9.11)
Deferred Compensation		53,542.73	53,542.73	
Garnishments		79,380.65	79,380.96	(0.31)
	<u>\$26,934.99</u>	<u>\$1,704,378.31</u>	<u>\$1,710,538.53</u>	<u>\$20,774.77</u>
<u>Ref.</u>	B	1-B	1-B	B

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

OTHER TRUST FUND
SCHEDULE OF MISCELLANEOUS RESERVES
Year Ended December 31, 2009

	<u>Balance</u> <u>Dec. 31, 2008</u>	<u>Increased by</u> <u>Receipts</u>	<u>Decreased by</u> <u>Disbursements</u>	<u>Balance</u> <u>Dec. 31, 2009</u>
Parking Offenses Adjudication Act	\$877.01	\$426.00		\$1,303.01
Developers Escrow Fund	4,756.50	17,734.87	\$14,848.35	7,643.02
Municipal Alliance on Alcohol and Drug Abuse - Program Income	4,674.97	4,582.00	6,513.25	2,743.72
Recreation	22,838.27	11,620.00	15,236.29	19,221.98
Recycling Program	29,805.49	16,838.92	41,177.80	5,466.61
Disposal of Forfeited Property	5,313.22	917.52		6,230.74
Police Vest Fund Donations	540.46	200.00	229.54	510.92
Off-Duty Police	0.00	8,311.71	7,540.82	770.89
Public Defender	2,737.00	2,848.00	3,529.00	2,056.00
Accumulated Absences	20,455.85			20,455.85
Unemployment Compensation Insurance	21,687.99	13,704.22	13,849.71	21,542.50
Snow Removal	29,700.00		10,938.61	18,761.39
Uniform Construction Code	29,595.02	130,615.58	134,490.98	25,719.62
Uniform Fire Safety	250.00	250.00		500.00
	<u>\$173,231.78</u>	<u>\$208,048.82</u>	<u>\$248,354.35</u>	<u>\$132,926.25</u>
<u>Ref.</u>	B	1-B	1-B	B

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

ANIMAL CONTROL FUND
SCHEDULE OF RESERVE FOR ANIMAL CONTROL FUND EXPENDITURES
Year Ended December 31, 2009

	<u>Ref.</u>		
Balance December 31, 2008	B		\$505.28
Increased By:			
Dog License Fees	1-B	\$507.80	
Cat License Fees	1-B	<u>18.00</u>	
			<u>525.80</u>
			1,031.08
Decreased By:			
Cash Disbursements	1-B		<u>828.00</u>
Balance December 31, 2009	B		<u><u>\$203.08</u></u>

License Fees Collected:

<u>Year</u>	<u>Amount</u>
2008	\$460.00
2007	<u>474.00</u>
	<u><u>\$934.00</u></u>

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

SCHEDULE OF LENGTH OF SERVICE AWARD
PROGRAM FUND INVESTMENTS
Year Ended December 31, 2009

	<u>Ref.</u>		
Balance December 31, 2008	B		\$100,334.89
Increased By:			
Borough Contributions	7-B	\$26,800.00	
Change in Market Value	7-B	<u>26,714.91</u>	
			<u>53,514.91</u>
			153,849.80
Decreased By:			
Administrative Charges	7-B	900.00	
Distributions	7-B	<u>9,825.21</u>	
			<u>10,725.21</u>
Balance December 31, 2009	B		<u><u>\$143,124.59</u></u>

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

SCHEDULE OF RESERVE FOR LENGTH OF SERVICE AWARD
PROGRAM FUND
Year Ended December 31, 2009

	<u>Ref.</u>		
Balance December 31, 2008	B		\$100,334.89
Increased By:			
Borough Contributions	6-B	\$26,800.00	
Change in Market Value	6-B	<u>26,714.91</u>	
			<u>53,514.91</u>
			153,849.80
Decreased By:			
Administrative Charges	6-B	900.00	
Distributions	6-B	<u>9,825.21</u>	
			<u>10,725.21</u>
Balance December 31, 2009	B		<u><u>\$143,124.59</u></u>

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

GENERAL CAPITAL FUND
SCHEDULE OF CASH
Year Ended December 31, 2009

	<u>Ref.</u>		
Balance December 31, 2008	C		\$759,583.51
Increased By:			
DOT Grants Receivable	5-C	\$151,029.44	
Bond Anticipation Notes	7-C	89,170.00	
Budget Appropriations:			
Capital Improvement Fund	11-C	20,000.00	
Deferred Charges to Future Taxation Unfunded	4-C	5,415.00	
Premium on the Sale of Notes	C-1	19.93	
Reserve to Pay Notes		12,682.53	
Due from Current Fund		<u>1,497.07</u>	
			<u>279,813.97</u>
			1,039,397.48
Decreased By:			
Improvement Authorizations	10-C	746,598.05	
Due to Current Fund		10,234.27	
Capital Surplus to Current Fund	C-1	<u>57,000.00</u>	
			<u>813,832.32</u>
Balance December 31, 2009	C		<u><u>\$225,565.16</u></u>

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

GENERAL CAPITAL FUND
SCHEDULE OF ANALYSIS OF GENERAL CAPITAL FUND CASH
December 31, 2009

	<u>Balance</u> <u>Dec. 31, 2009</u>
Fund Balance	\$616.72
Capital Improvement Fund	30,712.41
DOT Grants Receivable (Net of Reserve)	(617,362.87)
Contracts Payable	59,108.28
Due to Current Fund	(6,357.20)
Cash on Hand to Pay Bond Anticipation Notes	1,168.83
Reserve for:	
Beach Replenishment	36,000.00
Reserve to Pay Notes	19,039.73

<u>Ordinance</u> <u>Number</u>	<u>Improvement Authorizations</u>	
963/918	Acquisition of Various Vehicles	2,826.58
990	Acquisition of Vehicles and Apparatus	138.87
991/939	Bayfront Erosion Improvement	111,173.57
1048/1029/1020/1013/1005/985/968/921	Improvements To Boardwalks and Docks	7,072.70
1018	Improvements to Borough Tennis Courts	42,895.15
1019	Road Improvements to White, Coleman and Ortley Avenues	74,392.85
1021	Acquisition of Capital Vehicles and Equipment for the Public Works Department	48,054.05
1044	Improvements to Kerr Avenue and the Municipal Parking Lot	6,183.57
1045	Purchase of a Sanitation Truck and Improvements to Parks and Playgrounds	2,916.19
1064/1058	Road Improvements to Bond Avenue and Kerr Avenue	(12,776.07)
1065	Grand Central Avenue Beautification Project	419,761.80
		<u>\$225,565.16</u>

Ref.

C

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

GENERAL CAPITAL FUND
SCHEDULE OF DEFERRED CHARGES TO FUTURE
TAXATION - FUNDED
Year Ended December 31, 2009

	<u>Ref.</u>		
Balance December 31, 2008	C		\$2,363,377.30
Decreased By:			
Paid by Budget Appropriation:			
Serial Bonds	6-C	\$153,000.00	
E.D.A. Loan	8-C	<u>5,377.30</u>	
			<u>158,377.30</u>
Balance December 31, 2009	C		<u><u>\$2,205,000.00</u></u>

**BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY**

**GENERAL CAPITAL FUND
SCHEDULE OF DEFERRED CHARGES TO FUTURE TAXATION - UNFUNDED
Year Ended December 31, 2009**

Ordinance Number	Improvement Description	Balance Dec. 31, 2008	2009 Authorizations	Bond Anticipation Notes Paid By Budget	Raised in Budget	Analysis of Balance Dec. 31, 2009		
						Balance Dec. 31, 2009	Financed by Bond Anticipation Notes	Unexpended Improvement Authorizations
880	Various Road Improvements	\$6,880.00		\$6,880.00				
940	Purchase of Communication Equipment	82,330.00		15,835.00		\$66,495.00	\$66,495.00	
941	Improvements To Bond Avenue							
963/918	Acquisition of Various Vehicles	519,660.00		90,600.00		429,060.00	429,060.00	
990	Acquisition of Vehicles and Apparatus	209,000.00		30,000.00		179,000.00	179,000.00	
991/939	Bayfront Erosion Improvement	145,400.00		6,600.00		138,800.00	138,800.00	
1048/1029/1020/1013/1005/985/968/920	Improvements To Boardwalks and Docks	900,600.00		55,070.00		845,530.00	845,530.00	
1010/1004	Improvements To Magee Avenue and Stormwater Improvements Along Bond and Magee Avenues	63,416.17			\$5,415.00	58,001.17	58,001.17	
1018	Improvements to Borough Tennis Courts	128,250.00		5,000.00		123,250.00	123,250.00	
1019	Road Improvements to White, Coleman, and Ortle Avenue	67,050.00		4,000.00		63,050.00	46,000.00	\$17,050.00
1021	Acquisition of Capital Vehicles and Equipment for Public Works Department	85,500.00		10,600.00		74,900.00	74,900.00	
1044	Improvements to Kerr Avenue and the Municipal Parking Lot	50,000.00				50,000.00	50,000.00	
1045	Purchase of a Sanitation Truck and Improvements to Parks and Playgrounds	175,750.00				175,750.00	175,750.00	
1064/1058	Road Improvements to Bond Avenue and Kerr Avenue		\$50,000.00			50,000.00	30,000.00	20,000.00
1065	Grand Central Avenue Beautification Project		112,000.00			112,000.00		112,000.00
Ref.		<u>\$2,433,836.17</u>	<u>\$162,000.00</u>	<u>\$224,585.00</u>	<u>\$5,415.00</u>	<u>\$2,365,836.17</u>	<u>\$2,166,786.17</u>	<u>\$199,050.00</u>
		C	10-C	7-C	1-C	C		
						Ref.		
						7-C	\$2,167,955.00	
	Bond Anticipation Notes							
	Less: Cash on Hand to Pay Notes							
	1010/1004 Improvements To Magee Avenue and Stormwater Improvements Along Bond and Magee Avenues						1,168.83	
							<u>\$2,166,786.17</u>	

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

GENERAL CAPITAL FUND
SCHEDULE OF DOT GRANTS RECEIVABLE
Year Ended December 31, 2009

	<u>Ref.</u>	
Balance December 31, 2008	C	\$147,828.12
Increased By:		
Grants Utilized To Fund Ordinances	10-C	643,000.00
		<u>790,828.12</u>
Decreased By:		
Cash Receipts	1-C	151,029.44
		<u>151,029.44</u>
Balance December 31, 2009	C	<u>\$639,798.68</u>

Detail:

<u>Improvement Description</u>	<u>Ordinance Number</u>	
Improvements to New Jersey Avenue	924	\$22,435.81
Improvements to Bond Avenue	941	8,201.77
Improvements to Reese Avenue	978	11,555.77
Road Improvements to White, Coleman and Ortley Avenues	1019	33,694.62
Improvements to Kerr Avenue and the Municipal Parking Lot	1044	19,245.56
Road Improvements to Bond Avenue and Kerr Avenue	1064/1058	56,665.15
Grand Central Avenue Beautification Project	1065	488,000.00
		<u>\$639,798.68</u>

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

GENERAL CAPITAL FUND
SCHEDULE OF GENERAL SERIAL BONDS
Year Ended December 31, 2009

<u>Purpose</u>	<u>Date of Issue</u>	<u>Original Issue</u>	<u>Maturities of Bonds Outstanding Dec. 31, 2009</u>		<u>Interest Rate</u>	<u>Balance Dec. 31, 2008</u>	<u>Paid by 2009 Budget</u>	<u>Balance Dec. 31, 2009</u>
			<u>Date</u>	<u>Amount</u>				
General Improvements	4/1/00	\$2,870,000.00				\$130,000.00	\$130,000.00	
General Capital Refunding Bonds	10/12/05	2,256,000.00	4/1/10-11	\$135,000.00	3.500%			
			4/1/12	135,000.00	4.000%			
			4/1/13	135,000.00	4.500%			
			4/1/14	140,000.00	4.500%			
			4/1/15-16	140,000.00	3.750%			
			4/1/17-20	140,000.00	4.000%			
			4/1/21-22	140,000.00	4.250%			
			4/1/23-25	135,000.00	4.250%			
						<u>2,228,000.00</u>	<u>23,000.00</u>	<u>\$2,205,000.00</u>
						<u>\$2,358,000.00</u>	<u>\$153,000.00</u>	<u>\$2,205,000.00</u>
					<u>Ref.</u>	C	3-C	C

**BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY**

**GENERAL CAPITAL FUND
SCHEDULE OF BOND ANTICIPATION NOTES
Year Ended December 31, 2009**

<u>Ordinance Number</u>	<u>Improvement Authorizations</u>	<u>Date of Issue of Original Note</u>	<u>Date of Issu</u>	<u>Date of Maturity</u>	<u>Interest Rate</u>	<u>Balance Dec. 31, 2008</u>	<u>Increased</u>	<u>Decreased</u>	<u>Balance Dec. 31, 2009</u>
880	Various Road Improvements	12/21/2001	9/12/2008	9/11/2009	2.75%	\$6,880.00		\$6,880.00	
963/918	Acquisition of Various Vehicles	9/19/2003	9/12/2008	9/11/2009	2.75%	334,410.00		334,410.00	
963/918	Acquisition of Various Vehicles	12/23/2005	9/12/2008	9/11/2009	2.75%	185,250.00		185,250.00	
991/939	Bay Front Erosion Improvement	9/17/2004	9/12/2008	9/11/2009	2.75%	145,400.00		145,400.00	
940	Purchase of Communication Equipment	9/17/2004	9/12/2008	9/11/2009	2.75%	82,330.00		82,330.00	
990	Acquisition of Vehicles and Apparatus	9/15/2006	9/12/2008	9/11/2009	2.75%	209,000.00		209,000.00	
1048/1029/1020/1013/1005/985/968/920	Improvements To Boardwalks and Docks	9/19/2003	9/12/2008	9/11/2009	2.75%	102,600.00		102,600.00	
1048/1029/1020/1013/1005/985/968/920	Improvements To Boardwalks and Docks	12/23/2005	9/12/2008	9/11/2009	2.75%	114,000.00		114,000.00	
1048/1029/1020/1013/1005/985/968/920	Improvements To Boardwalks and Docks	9/15/2006	9/12/2008	9/11/2009	2.75%	114,000.00		114,000.00	
1048/1029/1020/1013/1005/985/968/920	Improvements To Boardwalks and Docks	9/14/2007	9/12/2008	9/11/2009	2.75%	142,500.00		142,500.00	
1048/1029/1020/1013/1005/985/968/920	Improvements To Boardwalks and Docks	9/14/2007	9/12/2008	9/11/2009	2.75%	142,500.00		142,500.00	
1048/1029/1020/1013/1005/985/968/920	Improvements To Boardwalks and Docks	9/12/2008	9/12/2008	9/11/2009	2.75%	142,500.00		142,500.00	
1048/1029/1020/1013/1005/985/968/920	Improvements To Boardwalks and Docks	12/23/2008	12/23/2008	9/11/2009	3.95%	142,500.00		142,500.00	
1018	Improvements to Borough Tennis Courts	9/14/2007	9/12/2008	9/11/2009	2.75%	128,250.00		128,250.00	
1019	Road Improvements to White, Coleman and Ortle Avenues	9/14/2007	9/12/2008	9/11/2009	2.75%	50,000.00		50,000.00	
1021	Acquisition of Capital Vehicles and Equipment for Public Works Department	9/14/2007	9/12/2008	9/11/2009	2.75%	85,500.00		85,500.00	
1045	Purchase of a Sanitation Truck and Improvements to Parks and Playgrounds	12/23/2008	12/23/2008	9/11/2009	3.95%	175,750.00		175,750.00	
963/918	Acquisition of Various Vehicles	9/19/2003	9/11/2009	9/10/2010	2.50%		\$270,910.00		\$270,910.00
963/918	Acquisition of Various Vehicles	12/23/2005	9/11/2009	9/10/2010	2.50%		158,150.00		158,150.00
991/939	Bay Front Erosion Improvement	9/17/2004	9/11/2009	9/10/2010	2.50%		138,800.00		138,800.00
940	Purchase of Communication Equipment	9/17/2004	9/11/2009	9/10/2010	2.50%		66,495.00		66,495.00
990	Acquisition of Vehicles and Apparatus	9/15/2006	9/11/2009	9/10/2010	2.50%		179,000.00		179,000.00
1048/1029/1020/1013/1005/985/968/920	Improvements To Boardwalks and Docks	9/19/2003	9/11/2009	9/10/2010	2.50%		70,030.00		70,030.00
1048/1029/1020/1013/1005/985/968/920	Improvements To Boardwalks and Docks	12/23/2005	9/11/2009	9/10/2010	2.50%		106,500.00		106,500.00
1048/1029/1020/1013/1005/985/968/920	Improvements To Boardwalks and Docks	9/15/2006	9/11/2009	9/10/2010	2.50%		106,500.00		106,500.00
1048/1029/1020/1013/1005/985/968/920	Improvements To Boardwalks and Docks	9/14/2007	9/11/2009	9/10/2010	2.50%		135,000.00		135,000.00
1048/1029/1020/1013/1005/985/968/920	Improvements To Boardwalks and Docks	9/14/2007	9/11/2009	9/10/2010	2.50%		142,500.00		142,500.00
1048/1029/1020/1013/1005/985/968/920	Improvements To Boardwalks and Docks	9/12/2008	9/11/2009	9/10/2010	2.50%		142,500.00		142,500.00
1048/1029/1020/1013/1005/985/968/920	Improvements To Boardwalks and Docks	12/23/2008	9/11/2009	9/10/2010	2.50%		142,500.00		142,500.00
1010/1004	Improvements to Magee Avenue and Stormwater Improvements	9/11/2009	9/11/2009	9/10/2010	2.50%		59,170.00		59,170.00
1018	Improvements to Borough Tennis Courts	9/14/2007	9/11/2009	9/10/2010	2.50%		123,250.00		123,250.00
1019	Road Improvements to White, Coleman and Ortle Avenues	9/14/2007	9/11/2009	9/10/2010	2.50%		46,000.00		46,000.00
1021	Acquisition of Capital Vehicles and Equipment for Public Works Department	9/14/2007	9/11/2009	9/10/2010	2.50%		74,900.00		74,900.00
1045	Purchase of a Sanitation Truck and Improvements to Parks and Playgrounds	12/23/2008	9/11/2009	9/10/2010	2.50%		175,750.00		175,750.00
1064/1058	Road Improvements to Bond Avenue and Kerr Avenue	9/11/2009	9/11/2009	9/10/2010	2.50%		30,000.00		30,000.00
						<u>\$2,303,370.00</u>	<u>\$2,167,955.00</u>	<u>\$2,303,370.00</u>	<u>\$2,167,955.00</u>
					Ref.	<u>C</u>	<u>4-C</u>	<u>C</u>	<u>C</u>
				Issued for Cash	1-C		\$89,170.00		
				Raised in Budget	4-C			\$224,585.00	
				Non-Cash Roll Over			2,078,785.00	2,078,785.00	
							<u>\$2,167,955.00</u>	<u>\$2,303,370.00</u>	

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

GENERAL CAPITAL FUND
SCHEDULE OF E.D.A. LOAN PAYABLE
Year Ended December 31, 2009

	<u>Ref.</u>	
Balance December 31, 2008	C	\$5,377.30
Decreased By:		
Principal Paid By Budget Appropriation	3-C	<u>5,377.30</u>
Balance December 31, 2009	C	<u><u>\$0.00</u></u>

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

GENERAL CAPITAL FUND
SCHEDULE OF CONTRACTS PAYABLE
Year Ended December 31, 2009

	<u>Ref.</u>	
Balance December 31, 2008	C	\$256,990.43
Increased By:		
Charged To Improvement Authorizations	10-C	59,108.28
		<u>316,098.71</u>
Decreased By:		
Transfer To Improvement Authorizations	10-C	256,990.43
		<u>256,990.43</u>
Balance December 31, 2009	C	<u><u>\$59,108.28</u></u>

**BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY**

**GENERAL CAPITAL FUND
SCHEDULE OF IMPROVEMENT AUTHORIZATIONS
Year Ended December 31, 2009**

Ordinance Number	Improvement Authorizations	Balance Dec. 31, 2008		Transfer From Contracts Payable	2009 Authorizations	Expended	Contracts Payable	Balance Dec. 31, 2009	
		Funded	Unfunded					Funded	Unfunded
963/918	Acquisition of Various Vehicles	\$2,826.58						\$2,826.58	
990	Acquisition of Vehicles and Apparatus		\$138.87						\$138.87
991/939	Bayfront Erosion Improvement		111,173.57						111,173.57
1048/1029/1020/1013/1005/985/968/920	Improvements To Boardwalks and Docks		101,796.94	\$139,972.32		\$221,372.89	\$13,323.67		7,072.70
1018	Improvements to Borough Tennis Courts		43,310.10	65.05		480.00			42,895.15
1019	Road Improvements to White, Coleman and Ortley Avenues	24,392.85	67,050.00					28,392.85	63,050.00
1021	Acquisition of Capital Vehicles and Equipment for the Public Works Department		48,054.05						48,054.05
1044	Improvements to Kerr Avenue and the Municipal Parking Lot	31,772.13	50,000.00	97,413.13		123,001.69		6,183.57	50,000.00
1045	Purchase of a Sanitation Truck and Improvements to Parks and Playgrounds		164,890.07	19,539.93		181,513.81			2,916.19
1064/1058	Road Improvements to Bond Avenue and Kerr Avenue				\$205,000.00	170,319.66	27,456.41		7,223.93
1065	Grand Central Avenue Beautification Project				600,000.00	49,910.00	18,328.20	419,761.80	112,000.00
		<u>\$58,991.56</u>	<u>\$586,413.60</u>	<u>\$256,990.43</u>	<u>\$805,000.00</u>	<u>\$746,598.05</u>	<u>\$59,108.28</u>	<u>\$457,164.80</u>	<u>\$444,524.46</u>
		<u>Ref.</u>	<u>C</u>	<u>C</u>	<u>9-C</u>	<u>1-C</u>	<u>9-C</u>	<u>C</u>	<u>C</u>
	Deferred Charges to Future Taxation - Unfunded					\$162,000.00			
	DOT Grants Receivable					643,000.00			
						<u>\$805,000.00</u>			

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

GENERAL CAPITAL FUND
SCHEDULE OF CAPITAL IMPROVEMENT FUND
Year Ended December 31, 2009

	<u>Ref.</u>	
Balance December 31, 2008	C	\$10,712.41
Increased By:		
2009 Budget Appropriation	1-C	<u>20,000.00</u>
Balance December 31, 2009	C	<u><u>\$30,712.41</u></u>

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

GENERAL CAPITAL FUND
SCHEDULE OF RESERVE FOR BEACH REPLENISHMENT
Year Ended December 31, 2009

	<u>Ref.</u>	
Balance December 31, 2009 and 2008	C	<u><u>\$36,000.00</u></u>

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

GENERAL CAPITAL FUND
SCHEDULE OF RESERVE FOR DOT GRANTS RECEIVABLE
Year Ended December 31, 2009

	<u>Ref.</u>	
Balance December 31, 2009 and 2008	C	<u>\$22,435.81</u>
<u>Analysis of Balance:</u>		
Ordinance 924 - Improvements To New Jersey Avenue		<u>\$22,435.81</u>

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

WATER UTILITY FUND
SCHEDULE OF CASH
Year Ended December 31, 2009

	<u>Ref.</u>	<u>Operating</u>	<u>Capital</u>
Balance December 31, 2008	D	\$242,177.56	\$109,785.77
Increased By Receipts:			
Fire Hydrant Service	D-3	\$22,050.00	
Miscellaneous Revenue	D-3	13,423.43	
Consumer Accounts Receivable	3-D	676,110.13	
Premium on Note Sale			\$743.68
Bond Anticipation Notes	11-D		1.00
Water Overpayments	8-D	<u>1,088.78</u>	
		<u>712,672.34</u>	<u>744.68</u>
		954,849.90	110,530.45
Decreased By Disbursements:			
2009 Appropriations	D-4	662,818.91	
Appropriation Reserves	6-D	20,823.20	
Accrued Interest Payable	9-D	131,433.47	
Improvement Authorizations	15-D		400.00
		<u>815,075.58</u>	<u>400.00</u>
Balance December 31, 2009	D	<u><u>\$139,774.32</u></u>	<u><u>\$110,130.45</u></u>

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

WATER UTILITY CAPITAL FUND
SCHEDULE OF ANALYSIS OF WATER UTILITY CAPITAL FUND CASH
December 31, 2009

	Balance <u>Dec. 31, 2009</u>
Capital Improvement Fund	\$42,970.00
Contracts Payable	12,695.56
Fund Balance	11,821.40
Reserve to Pay Notes	1,296.48
Cash on Hand to Pay Bond Anticipation Notes	1.00
Miscellaneous	(0.13)

Ordinance**Number****Improvement Description**

916	Water Improvements	39,842.71
919/944	Water Improvements	1,503.43
		\$110,130.45
		\$110,130.45

Ref.

D

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

WATER UTILITY OPERATING FUND
SCHEDULE OF CONSUMER ACCOUNTS RECEIVABLE
Year Ended December 31, 2009

	<u>Ref.</u>		
Balance December 31, 2008	D		\$20,618.00
Increased By:			
Water Rents Levied			<u>689,123.49</u>
			709,741.49
Decreased By:			
Collections	1-D	\$676,110.13	
Overpayments Applied	8-D	<u>2,910.85</u>	
	D-3		<u>679,020.98</u>
Balance December 31, 2009	D		<u><u>\$30,720.51</u></u>

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

WATER UTILITY CAPITAL FUND
SCHEDULE OF FIXED CAPITAL
Year Ended December 31, 2009

	Balance <u>Dec. 31, 2008</u>	Increases		Balance <u>Dec. 31, 2009</u>
		Capital <u>Outlay</u>	Transfer from Authorized and <u>Uncompleted</u>	
Pumping System Land	\$1,563.90			\$1,563.90
Spring and Wells	135,756.16			135,756.16
Pumping Station Structure	20,791.12			20,791.12
Electric Power Pumping Equipment	14,351.22			14,351.22
Other Electric Power Pumping Equipment	8,885.76			8,885.76
Transmission Mains and Accessories	60,466.02			60,466.02
Tank and Sandpipes	64,215.32		\$144,323.13	208,538.45
Distribution Mains and Accessories	4,358,403.24			4,358,403.24
General Equipment	56,665.06	\$3,547.63		60,212.69
General Structure	2,871.12			2,871.12
Meters	173,193.74			173,193.74
Automotive Equipment	70,650.83			70,650.83
Water Tower	1,691,000.00			1,691,000.00
Water Main To West Point Island	198,602.89			198,602.89
Water Treatment Plant	390,693.80			390,693.80
Computer System	22,434.38	8,200.01		30,634.39
Capitalized Interest - D.E.P. Loan	14,500.06			14,500.06
Phone System	6,800.00			6,800.00
	<u>\$7,291,844.62</u>	<u>\$11,747.64</u>	<u>\$144,323.13</u>	<u>\$7,447,915.39</u>
<u>Ref.</u>	D	17-D	5-D	D

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

WATER UTILITY CAPITAL FUND
SCHEDULE OF FIXED CAPITAL AUTHORIZED AND UNCOMPLETED
Year Ended December 31, 2009

<u>Ordinance Number</u>	<u>Purpose</u>	<u>Ordinance</u>		<u>Balance</u>	<u>Cost To</u>	<u>Balance</u>
		<u>Date</u>	<u>Amount</u>	<u>Dec. 31, 2008</u>	<u>Fixed Capital</u>	<u>Dec. 31, 2009</u>
916	Water Improvements	12/2/02	\$130,000.00	\$130,000.00		\$130,000.00
919/944	Water Improvements	4/7/03 & 6/21/04	230,000.00	230,000.00		230,000.00
952	Improvements To Water Storage Tank	8/9/04	175,000.00	144,323.13	\$144,323.13	
				<u>\$504,323.13</u>	<u>\$144,323.13</u>	<u>\$360,000.00</u>
			<u>Ref.</u>	D	4-D	D

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

WATER UTILITY OPERATING FUND
SCHEDULE OF APPROPRIATION RESERVES
Year Ended December 31, 2009

	<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>
Operating:				
Salaries and Wages	\$9,751.71	\$4,751.71		\$4,751.71
Other Expenses	23,008.63	28,008.63	\$20,823.20	7,185.43
Capital Improvements:				
Capital Outlay	178.49	178.49		178.49
Statutory Expenditures:				
PERS	30.44	30.44		30.44
Social Security System (O.A.S.I.)	1,677.50	1,677.50		1,677.50
	<u>\$34,646.77</u>	<u>\$34,646.77</u>	<u>\$20,823.20</u>	<u>\$13,823.57</u>
			1-D	D-1
Appropriation Reserves	D	\$11,730.26		
Encumbrances Payable	7-D	22,916.51		
		<u>\$34,646.77</u>		

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

WATER UTILITY OPERATING FUND
SCHEDULE OF ENCUMBRANCES PAYABLE
Year Ended December 31, 2009

	<u>Ref.</u>	
Balance December 31, 2008	D	\$22,916.51
Increased By:		
Transferred from Budget Appropriations	D-4	<u>32,938.23</u> 55,854.74
Decreased By:		
Transferred to Appropriation Reserves	6-D	<u>22,916.51</u>
Balance December 31, 2009	D	<u><u>\$32,938.23</u></u>

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

WATER UTILITY OPERATING FUND
SCHEDULE OF WATER OVERPAYMENTS
Year Ended December 31, 2009

	<u>Ref.</u>	
Balance December 31, 2008	D	\$2,910.85
Increased By:		
Cash Receipts	1-D	1,088.78
		<u>3,999.63</u>
Decreased By:		
Applied To Consumer Accounts Receivable	3-D	2,910.85
		<u>2,910.85</u>
Balance December 31, 2009	D	<u><u>\$1,088.78</u></u>

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

WATER UTILITY OPERATING FUND
SCHEDULE OF ACCRUED INTEREST PAYABLE
Year Ended December 31, 2009

	<u>Ref.</u>	
Balance December 31, 2008	D	\$21,414.15
Increased By:		
Budget Appropriations	D-4	128,558.65
		<u>149,972.80</u>
Decreased By:		
Interest Paid	1-D	131,433.47
		<u>131,433.47</u>
Balance December 31, 2009	D	<u>\$18,539.33</u>

Analysis of Accrued Interest Payable - December 31, 2009

Principal Outstanding December 31, 2009	Interest Rate	From	To	Period	Amount
U.S.D.A. Loan:					
\$1,658,190.16	4.50%	12/7/2009	12/31/2009	25 Days	<u>\$5,110.86</u>
N.J. DEP Loan:					
\$91,109.77	3.50%	8/10/2009	12/31/2009	140 Days	<u>1,240.11</u>
Serial Bonds:					
\$30,000.00	3.375%	10/1/2009	12/31/2009	3 Months	253.12
140,000.00	3.75%	10/1/2009	12/31/2009	3 Months	1,312.50
150,000.00	4.50%	10/1/2009	12/31/2009	3 Months	1,687.50
145,000.00	3.50%	10/1/2009	12/31/2009	3 Months	1,268.75
320,000.00	4.25%	10/1/2009	12/31/2009	3 Months	3,400.00
330,000.00	4.00%	10/1/2009	12/31/2009	3 Months	<u>3,300.00</u>
					<u>11,221.87</u>
Bond Anticipation Notes:					
\$127,124.00	2.50%	9/11/2009	12/31/2009	111 Days	<u>966.49</u>
					<u>\$18,539.33</u>

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

WATER UTILITY CAPITAL FUND
SCHEDULE OF SERIAL BONDS
Year Ended December 31, 2009

<u>Purpose</u>	<u>Original Issue</u>		<u>Maturities of Bonds Outstanding Dec. 31, 2009</u>		<u>Interest Rate</u>	<u>Balance Dec. 31, 2008</u>	<u>Decreased</u>	<u>Balance Dec. 31, 2009</u>
	<u>Date</u>	<u>Amount</u>	<u>Date</u>	<u>Amount</u>				
Water Improvements	4/1/00	\$1,460,000.00				\$55,000.00	\$55,000.00	
Refunding Bonds	10/12/05	1,144,000.00	4/1/10	\$70,000.00	3.50%			
			4/1/11	75,000.00	3.50%			
			4/1/12	30,000.00	3.375%			
			4/1/12	45,000.00	4.00%			
			4/1/13-14	75,000.00	4.50%			
			4/1/15-16	70,000.00	3.750%			
			4/1/17	70,000.00	4.00%			
			4/1/18	75,000.00	4.00%			
			4/1/19-20	70,000.00	4.00%			
			4/1/21	70,000.00	4.25%			
			4/1/22-23	65,000.00	4.25%			
			4/1/24-25	60,000.00	4.25%			
						<u>1,128,000.00</u>	<u>13,000.00</u>	<u>\$1,115,000.00</u>
						<u>\$1,183,000.00</u>	<u>\$68,000.00</u>	<u>\$1,115,000.00</u>
					<u>Ref.</u>	D	17-D	D

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

WATER UTILITY CAPITAL FUND
SCHEDULE OF WATER UTILITY BOND ANTICIPATION NOTES
Year Ended December 31, 2009

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Date of Issue Original Note</u>	<u>Date of Issue</u>	<u>Date of Maturity</u>	<u>Interest Rate</u>	<u>Balance Dec. 31, 2008</u>	<u>Increased</u>	<u>Decreased</u>	<u>Balance Dec. 31, 2009</u>
916	Water Improvements	9/19/2003	9/12/2008	9/11/2009	2.75%	\$60,000.00		\$60,000.00	
919/944	Water Improvements	9/19/2003	9/12/2008	9/11/2009	2.75%	36,200.00		36,200.00	
919/944	Water Improvements	9/17/2004	9/12/2008	9/11/2009	2.75%	57,000.00		57,000.00	
952	Improvements To Water Storage Tank	9/17/2004	9/12/2008	9/11/2009	2.75%	14,323.00		14,323.00	
916	Water Improvements	9/19/2003	9/11/2009	9/10/2010	2.50%		\$47,000.00		\$47,000.00
919/944	Water Improvements	9/19/2003	9/11/2009	9/10/2010	2.50%		25,800.00		25,800.00
919/944	Water Improvements	9/17/2004	9/11/2009	9/10/2010	2.50%		54,324.00		54,324.00
						<u>\$167,523.00</u>	<u>\$127,124.00</u>	<u>\$167,523.00</u>	<u>\$127,124.00</u>
					<u>Ref.</u>	D			D
			Non-Cash Roll Over				\$127,123.00	\$127,123.00	
			Issued for Cash		1-D		1.00		
			Raised in Budget		18-D			40,400.00	
							<u>\$127,124.00</u>	<u>\$167,523.00</u>	

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

WATER UTILITY CAPITAL FUND
SCHEDULE OF U.S.D.A. LOAN PAYABLE
Year Ended December 31, 2009

	<u>Ref.</u>	
Balance December 31, 2008	D	\$1,681,795.95
Decreased By:		
Loan Principal Paydown	17-D	<u>23,605.79</u>
Balance December 31, 2009	D,19-D	<u><u>\$1,658,190.16</u></u>

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

WATER UTILITY CAPITAL FUND
SCHEDULE OF N.J. DEP LOAN PAYABLE
Year Ended December 31, 2009

	<u>Ref.</u>	
Balance December 31, 2008	D	\$149,267.90
Decreased By:		
Loan Principal Paydown	17-D	<u>58,158.13</u>
Balance December 31, 2009	D,20-D	<u><u>\$91,109.77</u></u>

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

WATER UTILITY CAPITAL FUND
SCHEDULE OF CONTRACTS PAYABLE
Year Ended December 31, 2009

	<u>Ref.</u>	
Balance December 31, 2009 and 2008	D	<u><u>\$12,695.56</u></u>

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

WATER UTILITY CAPITAL FUND
SCHEDULE OF IMPROVEMENT AUTHORIZATIONS
Year Ended December 31, 2009

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Ordinance</u>		Balance	<u>Paid or Charged</u>	Balance
		<u>Date</u>	<u>Amount</u>	<u>Dec. 31, 2008 Unfunded</u>		<u>Dec. 31, 2009 Unfunded</u>
916	Water Improvements	12/2/02	\$130,000.00	\$39,842.71		\$39,842.71
919/944	Water Improvements	4/7/03 & 6/21/04	230,000.00	1,903.43	\$400.00	1,503.43
				<u>\$41,746.14</u>	<u>\$400.00</u>	<u>\$41,346.14</u>
			<u>Ref.</u>	D	1-D	D

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

WATER UTILITY CAPITAL FUND
SCHEDULE OF CAPITAL IMPROVEMENT FUND
Year Ended December 31, 2009

	<u>Ref.</u>	
Balance December 31, 2009 and 2008	D	<u><u>\$42,970.00</u></u>

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

WATER UTILITY CAPITAL FUND
SCHEDULE OF RESERVE FOR AMORTIZATION
Year Ended December 31, 2009

	<u>Ref.</u>		
Balance December 31, 2008	D		\$4,277,780.77
Increased By:			
Capital Outlay	4-D	\$11,747.64	
Transfer from Deferred Reserve for Amortization	18-D	144,323.13	
Bonds Paid By Operating Budget	10-D	68,000.00	
U.S.D.A. Loan Paid By Operating Budget	12-D	23,605.79	
N.J. DEP Loan Paid By Operating Budget	13-D	<u>58,158.13</u>	
			<u>305,834.69</u>
Balance December 31, 2009	D		<u>\$4,583,615.46</u>

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

WATER UTILITY CAPITAL FUND
SCHEDULE OF DEFERRED RESERVE FOR AMORTIZATION
Year Ended December 31, 2009

<u>Ordinance Number</u>	<u>Purpose</u>	<u>Ordinance Date</u>	<u>Balance Dec. 31, 2008</u>	<u>Increased</u>	<u>To Reserve for Amortization Fixed Capital</u>	<u>Balance Dec. 31, 2009</u>
916	Water Improvements	12/2/02	\$70,000.00	\$13,000.00		\$83,000.00
919/944	Water Improvements	4/7/03 & 6/21/04	136,800.00	13,076.87		149,876.87
952	Improvements To Water Storage Tank	8/9/04	130,000.00	14,323.13	\$144,323.13	
			<u>\$336,800.00</u>	<u>\$40,400.00</u>	<u>\$144,323.13</u>	<u>\$232,876.87</u>
		<u>Ref.</u>	D	11-D	17-D	D

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

WATER UTILITY CAPITAL FUND
SCHEDULE OF MATURITY - U.S.D.A. LOAN
December 31, 2009

<u>Year</u>	<u>Principal</u>	<u>Interest Rate</u>	<u>Interest</u>	<u>Total Debt Service</u>
2010	\$24,680.00	4.50%	\$74,344.00	\$99,024.00
2011	25,803.10	4.50%	73,220.90	99,024.00
2012	26,977.30	4.50%	72,046.70	99,024.00
2013	28,204.94	4.50%	70,819.06	99,024.00
2014	29,488.44	4.50%	69,535.56	99,024.00
2015	30,830.34	4.50%	68,193.66	99,024.00
2016	32,233.31	4.50%	66,790.69	99,024.00
2017	33,700.13	4.50%	65,323.87	99,024.00
2018	35,233.71	4.50%	63,790.29	99,024.00
2019	36,837.05	4.50%	62,186.95	99,024.00
2020	38,513.37	4.50%	60,510.63	99,024.00
2021	40,265.97	4.50%	58,758.03	99,024.00
2022	42,098.32	4.50%	56,925.68	99,024.00
2023	44,014.07	4.50%	55,009.93	99,024.00
2024	46,016.97	4.50%	53,007.03	99,024.00
2025	48,111.03	4.50%	50,912.97	99,024.00
2026	50,300.39	4.50%	48,723.61	99,024.00
2027	52,589.37	4.50%	46,434.63	99,024.00
2028	54,982.51	4.50%	44,041.49	99,024.00
2029	57,484.57	4.50%	41,539.43	99,024.00
2030	60,100.47	4.50%	38,923.53	99,024.00
2031	62,835.42	4.50%	36,188.58	99,024.00
2032	65,694.82	4.50%	33,329.18	99,024.00
2033	68,684.35	4.50%	30,339.65	99,024.00
2034	71,809.91	4.50%	27,214.09	99,024.00
2035	75,077.71	4.50%	23,946.29	99,024.00
2036	78,494.22	4.50%	20,529.78	99,024.00
2037	82,066.20	4.50%	16,957.80	99,024.00
2038	85,800.72	4.50%	13,223.28	99,024.00
2039	89,705.19	4.50%	9,318.81	99,024.00
2040	93,787.33	4.50%	5,236.67	99,024.00
2041	45,768.93	4.50%	1,029.75	46,798.68
	<u>\$1,658,190.16</u>		<u>\$1,458,352.52</u>	<u>\$3,116,542.68</u>

Ref.

12-D

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

WATER UTILITY CAPITAL FUND
SCHEDULE OF MATURITY - N.J. DEP LOAN
December 31, 2009

<u>Year</u>	<u>Principal</u>	<u>Interest Rate</u>	<u>Interest</u>	<u>Total Debt Service</u>
2010	\$60,211.46	3.50%	\$2,666.56	\$62,878.02
2011	30,898.31	3.50%	540.72	31,439.03
	<u>\$91,109.77</u>		<u>\$3,207.28</u>	<u>\$94,317.05</u>
<u>Ref.</u>	13-D			

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

SEWER UTILITY FUND
SCHEDULE OF CASH
Year Ended December 31, 2009

	<u>Ref.</u>	<u>Operating</u>	<u>Capital</u>
Balance December 31, 2008	E	\$178,643.36	\$72,039.26
Increased By Receipts:			
Miscellaneous Revenue	E-3	\$13,198.16	
Consumer Accounts Receivable	3-E	1,310,841.49	
Sewer Overpayments	9-E	4,427.01	
Deferred Reserve for Amortization	15-E		\$12,245.00
		<u>1,328,466.66</u>	<u>12,245.00</u>
		1,507,110.02	84,284.26
Decreased By Disbursements:			
2009 Appropriations	E-4	1,141,664.09	
Appropriation Reserves	6-E	8,477.29	
Accrued Interest Payable	8-E	233,997.48	
Improvement Authorizations	12-E		11,339.84
		<u>1,384,138.86</u>	<u>11,339.84</u>
Balance December 31, 2009	E	<u>\$122,971.16</u>	<u>\$72,944.42</u>

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

SEWER UTILITY CAPITAL FUND
SCHEDULE OF ANALYSIS OF SEWER UTILITY CAPITAL FUND CASH
December 31, 2009

	Balance <u>Dec. 31, 2009</u>
Capital Improvement Fund	\$38,000.00
Fund Balance	3,749.27
Contracts Payable	48,828.00

<u>Ordinance Number</u>	<u>Improvement Description</u>	
876	Sanitary Sewer System Rehabilitation Phase III	<u>(17,632.85)</u>
		<u><u>\$72,944.42</u></u>
		<u>Ref.</u> E

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

SEWER UTILITY OPERATING FUND
SCHEDULE OF CONSUMER ACCOUNTS RECEIVABLE
Year Ended December 31, 2009

	<u>Ref.</u>		
Balance December 31, 2008	E		\$44,594.27
Increased By:			
Sewer Rents Levied			<u>1,328,526.39</u>
			<u>1,373,120.66</u>
Decreased By:			
Collections	1-E	\$1,310,841.49	
Overpayments Applied	9-E	<u>4,973.73</u>	
	E-3		<u>1,315,815.22</u>
Balance December 31, 2009	E		<u><u>\$57,305.44</u></u>

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

SEWER UTILITY CAPITAL FUND
SCHEDULE OF FIXED CAPITAL
Year Ended December 31, 2009

	Balance Dec. 31, 2009 and 2008
Sewer System	\$8,616,975.48
Sewer Jet Vac	39,575.00
Automotive Equipment	17,868.21
Sewer Camera	9,500.00
Phone System	6,800.00
Computer System	6,507.25
	<u>\$8,697,225.94</u>

Ref.

E

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

SEWER UTILITY CAPITAL FUND
SCHEDULE OF FIXED CAPITAL AUTHORIZED AND UNCOMPLETED
Year Ended December 31, 2009

<u>Ordinance Number</u>	<u>Purpose</u>	<u>Ordinance</u>		<u>Balance Dec. 31, 2009 and 2008</u>
		<u>Date</u>	<u>Amount</u>	
876	Sanitary Sewer System Rehabilitation Phase III	12/4/00	\$1,694,490.00	<u>\$594,490.00</u>
			<u>Ref.</u>	E

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

SEWER UTILITY OPERATING FUND
SCHEDULE OF APPROPRIATION RESERVES
Year Ended December 31, 2009

		<u>Balance</u> <u>Dec. 31, 2008</u>	<u>Balance After</u> <u>Transfers</u>	<u>Paid or</u> <u>Charged</u>	<u>Balance</u> <u>Lapsed</u>
Operating:					
Salaries and Wages		\$5,614.54	\$5,614.54		\$5,614.54
Other Expenses		27,208.07	27,208.07	\$8,477.29	18,730.78
Ocean County Utilities Authority		0.07	0.07		0.07
Statutory Expenditures:					
PERS		30.44	30.44		30.44
Social Security System (O.A.S.I.)		1,679.55	1,679.55		1,679.55
		<u>\$34,532.67</u>	<u>\$34,532.67</u>	<u>\$8,477.29</u>	<u>\$26,055.38</u>
	<u>Ref.</u>			1-E	E-1
Appropriation Reserves	E	\$25,158.18			
Encumbrances Payable	7-E	9,374.49			
		<u>\$34,532.67</u>			

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

SEWER UTILITY OPERATING FUND
SCHEDULE OF ENCUMBRANCES PAYABLE
Year Ended December 31, 2009

	<u>Ref.</u>	
Balance December 31, 2008	E	\$9,374.49
Increased By:		
Charged to Budget Appropriations	E-4	<u>11,689.97</u> 21,064.46
Decreased By:		
Transferred to Appropriation Reserves	6-E	<u>9,374.49</u>
Balance December 31, 2009	E	<u><u>\$11,689.97</u></u>

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

SEWER UTILITY OPERATING FUND
SCHEDULE OF ACCRUED INTEREST PAYABLE
Year Ended December 31, 2009

	<u>Ref.</u>	
Balance December 31, 2008	E	\$59,276.34
Increased By:		
Budget Appropriations	E-4	231,188.41
		<u>290,464.75</u>
Decreased By:		
Interest Paid	1-E	233,997.48
		<u>233,997.48</u>
Balance December 31, 2009	E	<u><u>\$56,467.27</u></u>

Analysis of Accrued Interest Payable - December 31, 2009

<u>Principal Outstanding Dec. 31, 2009</u>	<u>Interest Rate</u>	<u>From</u>	<u>To</u>	<u>Period</u>	<u>Amount</u>
Serial Bonds and Loans:					
\$395,000.00	5.250%	08/01/09	12/31/09	5 Months	\$8,640.63
1,376,622.12	4.500%	11/06/09	12/31/09	54 Days	9,164.91
1,195,383.79	4.500%	09/23/09	12/31/09	97 Days	14,295.48
1,038,042.66	4.500%	09/18/09	12/31/09	102 Days	13,053.75
150,000.00	3.500%	10/01/09	12/31/09	3 Months	1,312.50
145,000.00	3.750%	10/01/09	12/31/09	3 Months	1,359.38
350,000.00	4.000%	10/01/09	12/31/09	3 Months	3,500.00
325,000.00	4.250%	10/01/09	12/31/09	3 Months	3,453.12
150,000.00	4.500%	10/01/09	12/31/09	3 Months	1,687.50
					<u><u>\$56,467.27</u></u>

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

SEWER UTILITY OPERATING FUND
SCHEDULE OF SEWER OVERPAYMENTS
Year Ended December 31, 2009

	<u>Ref.</u>	
Balance December 31, 2008	E	\$4,973.73
Increased By:		
Cash Receipts	1-E	<u>4,427.01</u>
		9,400.74
Decreased By:		
Applied to Consumer Accounts Receivable	3-E	<u>4,973.73</u>
Balance December 31, 2009	E	<u><u>\$4,427.01</u></u>

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

SEWER UTILITY CAPITAL FUND
SCHEDULE OF SEWER UTILITY SERIAL BONDS AND LOANS
Year Ended December 31, 2009

<u>Purpose</u>	<u>Original Issue</u>		<u>Maturities of</u> <u>Bonds Outstanding</u>	<u>Interest</u> <u>Rate</u>	<u>Balance</u>	<u>Decreased</u>	<u>Balance</u>	<u>Ref.</u>
	<u>Date</u>	<u>Amount</u>	<u>Dec. 31, 2009</u> <u>Date</u>		<u>Dec. 31, 2008</u>		<u>Dec. 31, 2009</u>	
Sewer Improvements	10/15/96	\$1,616,960.00	2/1/10 to 8/1/16	5.25%	\$669,693.97	\$86,084.09	\$583,609.88	16-E
Sewer Improvements	11/6/97	1,607,000.00	5/6/10 to 11/6/37	4.50%	1,400,857.16	24,235.04	1,376,622.12	17-E
Sewer Improvements	4/1/00	1,435,000.00			50,000.00	50,000.00		
Sewer Improvements	3/22/02	1,300,000.00	9/22/10 to 3/22/42	4.50%	1,211,429.96	16,046.17	1,195,383.79	18-E
Sewer Improvements	3/18/04	1,100,000.00	9/18/10 to 3/18/44	4.50%	1,050,463.97	12,421.31	1,038,042.66	19-E
Refunding Bonds	10/12/05	1,150,000.00	4/1/10 to 4/1/25	Various	1,134,000.00	14,000.00	1,120,000.00	20-E
					<u>\$5,516,445.06</u>	<u>\$202,786.61</u>	<u>\$5,313,658.45</u>	
				<u>Ref.</u>	E	14-E	E	

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

SEWER UTILITY CAPITAL FUND
SCHEDULE OF CONTRACTS PAYABLE
Year Ended December 31, 2009

	<u>Ref.</u>	
Balance December 31, 2008	E	\$15,470.96
Increased By:		
Charged To Improvement Authorization	12-E	48,828.00
		<u>64,298.96</u>
Decreased By:		
Transfer To Improvement Authorization	12-E	15,470.96
		<u>15,470.96</u>
Balance December 31, 2009	E	<u><u>\$48,828.00</u></u>

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

SEWER UTILITY CAPITAL FUND
SCHEDULE OF IMPROVEMENT AUTHORIZATIONS
Year Ended December 31, 2009

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Ordinance</u>		<u>Balance Dec. 31, 2008 Unfunded</u>	<u>Transferred From Contracts Payable</u>	<u>Paid or Charged</u>	<u>Contracts Payable</u>	<u>Balance Dec. 31, 2009 Unfunded</u>
		<u>Date</u>	<u>Amount</u>					
876	Sanitary Sewer System Rehabilitation Phase III	12/4/00	\$1,694,490.00	<u>\$67,656.03</u>	<u>\$15,470.96</u>	<u>\$11,339.84</u>	<u>\$48,828.00</u>	<u>\$22,959.15</u>
			<u>Ref.</u>	E	11-E	1-E	11-E	E

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

SEWER UTILITY CAPITAL FUND
SCHEDULE OF CAPITAL IMPROVEMENT FUND
Year Ended December 31, 2009

	<u>Ref.</u>	
Balance December 31, 2009 and 2008	E	<u><u>\$38,000.00</u></u>

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

SEWER UTILITY CAPITAL FUND
SCHEDULE OF RESERVE FOR AMORTIZATION
Year Ended December 31, 2009

	<u>Ref.</u>	
Balance December 31, 2008	E	\$3,180,780.88
Increased By:		
Bonds Paid By Operating Budget	10-E	<u>202,786.61</u>
Balance December 31, 2009	E	<u><u>\$3,383,567.49</u></u>

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

SEWER UTILITY CAPITAL FUND
SCHEDULE OF DEFERRED RESERVE FOR AMORTIZATION
Year Ended December 31, 2009

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Ordinance Date</u>	<u>Balance Dec. 31, 2008</u>	<u>Increased</u>	<u>Balance Dec. 31, 2009</u>
876	Sanitary Sewer Rehabilitation Phase III	12/4/00	<u>\$541,653.00</u>	<u>\$12,245.00</u>	<u>\$553,898.00</u>
		<u>Ref.</u>	E	1-E,21-E	E

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

SEWER UTILITY CAPITAL FUND
SCHEDULE OF MATURITY - SEWER IMPROVEMENT LOANS
NEW JERSEY WASTEWATER TREATMENT TRUST
December 31, 2009

<u>Year</u>	<u>Principal</u>	<u>Interest Rate</u>	<u>Interest</u>	<u>Principal at 0% Interest</u>	<u>Total Debt Service</u>
2010	\$50,000.00	5.25%	\$20,737.50	\$42,689.38	\$113,426.88
2011	50,000.00	5.25%	18,112.50	41,105.22	109,217.72
2012	55,000.00	5.25%	15,487.50	42,538.51	113,026.01
2013	55,000.00	5.25%	12,600.00	40,795.93	108,395.93
2014	60,000.00	5.25%	9,712.50	21,480.84	91,193.34
2015	60,000.00	5.25%	6,562.50		66,562.50
2016	65,000.00	5.25%	3,412.50		68,412.50
	<u>\$395,000.00</u>		<u>\$86,625.00</u>	<u>\$188,609.88</u>	<u>\$670,234.88</u>

Analysis of
Balance
December 31, 2009

<u>Ref.</u>	
16-E	\$395,000.00
16-E	<u>188,609.88</u>
	<u>\$583,609.88</u>

Ref. 10-E

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

SEWER UTILITY CAPITAL FUND
SCHEDULE OF MATURITY - SEWER IMPROVEMENT LOANS
U.S. DEPT. OF AGRICULTURE
PHASE I
December 31, 2009

<u>Year</u>	<u>Principal</u>	<u>Interest Rate</u>	<u>Interest</u>	<u>Total Debt Service</u>
2010	\$25,337.88	4.50%	\$61,666.12	\$87,004.00
2011	26,490.92	4.50%	60,513.08	87,004.00
2012	27,696.42	4.50%	59,307.58	87,004.00
2013	28,956.78	4.50%	58,047.22	87,004.00
2014	30,274.50	4.50%	56,729.50	87,004.00
2015	31,652.17	4.50%	55,351.83	87,004.00
2016	33,092.55	4.50%	53,911.45	87,004.00
2017	34,598.46	4.50%	52,405.54	87,004.00
2018	36,172.91	4.50%	50,831.09	87,004.00
2019	37,819.01	4.50%	49,184.99	87,004.00
2020	39,540.00	4.50%	47,464.00	87,004.00
2021	41,339.32	4.50%	45,664.68	87,004.00
2022	43,220.52	4.50%	43,783.48	87,004.00
2023	45,187.32	4.50%	41,816.68	87,004.00
2024	47,243.62	4.50%	39,760.38	87,004.00
2025	49,393.51	4.50%	37,610.49	87,004.00
2026	51,641.22	4.50%	35,362.78	87,004.00
2027	53,991.22	4.50%	33,012.78	87,004.00
2028	56,448.16	4.50%	30,555.84	87,004.00
2029	59,016.90	4.50%	27,987.10	87,004.00
2030	61,702.53	4.50%	25,301.47	87,004.00
2031	64,510.39	4.50%	22,493.61	87,004.00
2032	67,446.01	4.50%	19,557.99	87,004.00
2033	70,515.23	4.50%	16,488.77	87,004.00
2034	73,724.11	4.50%	13,279.89	87,004.00
2035	77,079.03	4.50%	9,924.97	87,004.00
2036	80,586.60	4.50%	6,417.40	87,004.00
2037	81,944.83	4.50%	2,750.19	84,695.02
	<u>\$1,376,622.12</u>		<u>\$1,057,180.90</u>	<u>\$2,433,803.02</u>

Ref.

10-E

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

SEWER UTILITY CAPITAL FUND
SCHEDULE OF MATURITY - SEWER IMPROVEMENT LOANS
U.S. DEPT. OF AGRICULTURE

PHASE II

December 31, 2009

<u>Year</u>	<u>Principal</u>	<u>Interest Rate</u>	<u>Interest</u>	<u>Total Debt Service</u>
2010	\$16,776.36	4.50%	\$53,605.64	\$70,382.00
2011	17,539.79	4.50%	52,842.21	70,382.00
2012	18,337.97	4.50%	52,044.03	70,382.00
2013	19,172.45	4.50%	51,209.55	70,382.00
2014	20,044.92	4.50%	50,337.08	70,382.00
2015	20,957.09	4.50%	49,424.91	70,382.00
2016	21,910.77	4.50%	48,471.23	70,382.00
2017	22,907.85	4.50%	47,474.15	70,382.00
2018	23,950.30	4.50%	46,431.70	70,382.00
2019	25,040.19	4.50%	45,341.81	70,382.00
2020	26,179.67	4.50%	44,202.33	70,382.00
2021	27,371.01	4.50%	43,010.99	70,382.00
2022	28,616.56	4.50%	41,765.44	70,382.00
2023	29,918.80	4.50%	40,463.20	70,382.00
2024	31,280.29	4.50%	39,101.71	70,382.00
2025	32,703.73	4.50%	37,678.27	70,382.00
2026	34,191.96	4.50%	36,190.04	70,382.00
2027	35,747.91	4.50%	34,634.09	70,382.00
2028	37,374.66	4.50%	33,007.34	70,382.00
2029	39,075.44	4.50%	31,306.56	70,382.00
2030	40,853.61	4.50%	29,528.39	70,382.00
2031	42,712.71	4.50%	27,669.29	70,382.00
2032	44,656.41	4.50%	25,725.59	70,382.00
2033	46,688.55	4.50%	23,693.45	70,382.00
2034	48,813.18	4.50%	21,568.82	70,382.00
2035	51,034.47	4.50%	19,347.53	70,382.00
2036	53,356.87	4.50%	17,025.13	70,382.00
2037	55,784.94	4.50%	14,597.06	70,382.00
2038	58,323.50	4.50%	12,058.50	70,382.00
2039	60,977.58	4.50%	9,404.42	70,382.00
2040	63,752.44	4.50%	6,629.56	70,382.00
2041	66,653.57	4.50%	3,728.43	70,382.00
2042	32,678.24	4.50%	735.76	33,414.00
	<u>\$1,195,383.79</u>		<u>\$1,090,254.21</u>	<u>\$2,285,638.00</u>

Ref.

10-E

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

SEWER UTILITY CAPITAL FUND
SCHEDULE OF MATURITY - SEWER IMPROVEMENT LOANS
U.S. DEPT. OF AGRICULTURE
PHASE III
December 31, 2009

<u>Year</u>	<u>Principal</u>	<u>Interest Rate</u>	<u>Interest</u>	<u>Total Debt Service</u>
2010	\$12,986.55	4.50%	\$46,567.45	\$59,554.00
2011	13,577.53	4.50%	45,976.47	59,554.00
2012	14,195.38	4.50%	45,358.62	59,554.00
2013	14,841.37	4.50%	44,712.63	59,554.00
2014	15,516.74	4.50%	44,037.26	59,554.00
2015	16,222.85	4.50%	43,331.15	59,554.00
2016	16,961.09	4.50%	42,592.91	59,554.00
2017	17,732.92	4.50%	41,821.08	59,554.00
2018	18,539.88	4.50%	41,014.12	59,554.00
2019	19,383.56	4.50%	40,170.44	59,554.00
2020	20,265.63	4.50%	39,288.37	59,554.00
2021	21,187.85	4.50%	38,366.15	59,554.00
2022	22,152.03	4.50%	37,401.97	59,554.00
2023	23,160.09	4.50%	36,393.91	59,554.00
2024	24,214.01	4.50%	35,339.99	59,554.00
2025	25,315.90	4.50%	34,238.10	59,554.00
2026	26,467.93	4.50%	33,086.07	59,554.00
2027	27,672.39	4.50%	31,881.61	59,554.00
2028	28,931.66	4.50%	30,622.34	59,554.00
2029	30,248.23	4.50%	29,305.77	59,554.00
2030	31,624.72	4.50%	27,929.28	59,554.00
2031	33,063.83	4.50%	26,490.17	59,554.00
2032	34,568.45	4.50%	24,985.55	59,554.00
2033	36,141.53	4.50%	23,412.47	59,554.00
2034	37,786.19	4.50%	21,767.81	59,554.00
2035	39,505.70	4.50%	20,048.30	59,554.00
2036	41,303.45	4.50%	18,250.55	59,554.00
2037	43,183.02	4.50%	16,370.98	59,554.00
2038	45,148.12	4.50%	14,405.88	59,554.00
2039	47,202.64	4.50%	12,351.36	59,554.00
2040	49,350.66	4.50%	10,203.34	59,554.00
2041	51,596.42	4.50%	7,957.58	59,554.00
2042	53,944.38	4.50%	5,609.62	59,554.00
2043	56,399.18	4.50%	3,154.82	59,554.00
2044	27,650.78	4.50%	622.20	28,272.98
	<u>\$1,038,042.66</u>		<u>\$1,015,066.32</u>	<u>\$2,053,108.98</u>

Ref.

10-E

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

SEWER UTILITY CAPITAL FUND
SCHEDULE OF MATURITY - REFUNDING BONDS
December 31, 2009

<u>Year</u>	<u>Principal</u>	<u>Interest Rate</u>	<u>Interest</u>	<u>Total Debt Service</u>
2010	\$75,000.00	3.500%	\$43,750.00	\$118,750.00
2011	75,000.00	3.500%	41,125.00	116,125.00
2012	75,000.00	4.000%	38,406.25	113,406.25
2013	75,000.00	4.500%	35,312.50	110,312.50
2014	75,000.00	4.500%	31,937.50	106,937.50
2015	75,000.00	3.750%	28,843.75	103,843.75
2016	70,000.00	3.750%	26,125.00	96,125.00
2017	70,000.00	4.000%	23,412.50	93,412.50
2018	70,000.00	4.000%	20,612.50	90,612.50
2019	70,000.00	4.000%	17,812.50	87,812.50
2020	65,000.00	4.000%	15,112.50	80,112.50
2021	65,000.00	4.250%	12,431.25	77,431.25
2022	65,000.00	4.250%	9,668.75	74,668.75
2023	65,000.00	4.250%	6,906.25	71,906.25
2024	65,000.00	4.250%	4,143.75	69,143.75
2025	65,000.00	4.250%	1,381.25	66,381.25
	<u>\$1,120,000.00</u>		<u>\$356,981.25</u>	<u>\$1,476,981.25</u>

Ref.

10-E

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

SEWER UTILITY CAPITAL FUND
SCHEDULE OF BONDS AND NOTES AUTHORIZED BUT NOT ISSUED
Year Ended December 31, 2009

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Balance</u> <u>Dec. 31, 2008</u>	<u>Decreased</u>	<u>Balance</u> <u>Dec. 31, 2009</u>
876	Sanitary Sewer Rehabilitation Phase III	<u>\$52,837.00</u>	<u>\$12,245.00</u>	<u>\$40,592.00</u>
	<u>Ref.</u>		15-E	

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

ELECTRIC UTILITY FUND
SCHEDULE OF CASH
Year Ended December 31, 2009

	<u>Ref.</u>	<u>Operating</u>	<u>Capital</u>
Balance December 31, 2008	F	\$636,900.66	\$192,838.12
Increased By Receipts:			
Interest on Investments and Deposits	F-3	\$4,885.19	
Miscellaneous Revenue	F-3	28,378.75	
Due From State of NJ - Lifeline Credits	3-F	1,687.50	
Consumer Accounts Receivable	4-F	2,969,031.36	
Capital Improvement Fund	11-F		\$10,000.00
Premium on Note Sale			878.96
Budget Appropriation:			
Cost of Improvements Authorized	12-F		134,494.30
Capital Fund Surplus	F-2	134,494.30	
Electric Overpayments	9-F	17,266.62	
		<u>3,155,743.72</u>	<u>145,373.26</u>
		3,792,644.38	338,211.38
Decreased By Disbursements:			
2009 Appropriations	F-4	2,786,312.00	
Appropriation Reserves	7-F	166,678.68	
Contractor Deposit		1,988.17	
Electric Overpayment Refunds	9-F	558.57	
Capital Surplus to Operating Fund	F-2		134,494.30
Improvement Authorizations	10-F		53,427.44
		<u>2,955,537.42</u>	<u>187,921.74</u>
Balance December 31, 2009	F	<u><u>\$837,106.96</u></u>	<u><u>\$150,289.64</u></u>

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

ELECTRIC UTILITY CAPITAL FUND
SCHEDULE OF ANALYSIS OF ELECTRIC UTILITY CAPITAL FUND CASH
December 31, 2009

	Balance
	December 31,
	2009
Fund Balance	\$18,940.38
Contracts Payable	8,141.00
Reserve to Pay Notes	878.96
Capital Improvement Fund	5,000.00

<u>Ordinance Number</u>	<u>Improvement Description</u>	
1046	Purchase of a Cargo Van for the Electric Utility	2,631.00
1049	Acquisition of Electrical Distribution Equipment	110,268.30
1066	Acquisition of a Bucket Truck for the Electric Utility	4,430.00
		<u>4,430.00</u>
		<u><u>\$150,289.64</u></u>

Ref. F

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

ELECTRIC UTILITY OPERATING FUND
SCHEDULE OF DUE FROM STATE OF NEW JERSEY - LIFELINE CREDITS
Year Ended December 31, 2009

	<u>Ref.</u>	
Balance December 31, 2008	F	\$337.50
Increased By:		
Credits Allowed	4-F	2,475.00
		<u>2,812.50</u>
Decreased By:		
Cash Receipts	1-F	1,687.50
		<u>1,687.50</u>
Balance December 31, 2009	F	<u><u>\$1,125.00</u></u>

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

ELECTRIC UTILITY OPERATING FUND
SCHEDULE OF CONSUMER ACCOUNTS RECEIVABLE
Year Ended December 31, 2009

	<u>Ref.</u>		
Balance December 31, 2008	F		\$185,930.47
Increased By:			
Electric Rents Levied			<u>2,995,596.00</u>
			3,181,526.47
Decreased By:			
Collections	1-F	\$2,969,031.36	
Lifeline Credits	3-F	2,475.00	
Overpayments Applied	9-F	<u>17,376.13</u>	
	F-3		<u>2,988,882.49</u>
Balance December 31, 2009	F		<u><u>\$192,643.98</u></u>

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

ELECTRIC UTILITY CAPITAL FUND
SCHEDULE OF FIXED CAPITAL
Year Ended December 31, 2009

	Balance		Balance
	Dec. 31, 2008	Increases	Dec. 31, 2009
Distribution Mains and Structures	\$1,124,009.15		\$1,124,009.15
Line Transformers	31,074.38		31,074.38
Street Lighting Meters	16,349.93		16,349.93
General Structures	4,026.98		4,026.98
Vehicles and Equipment	343,769.61		343,769.61
Consumer Meters	78,532.12		78,532.12
Miscellaneous	7,905.99		7,905.99
Computer	38,089.90	\$4,735.00	42,824.90
	<u>\$1,643,758.06</u>	<u>\$4,735.00</u>	<u>\$1,648,493.06</u>
<u>Ref.</u>	F	12-F	F

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

ELECTRIC UTILITY CAPITAL FUND
SCHEDULE OF FIXED CAPITAL AUTHORIZED AND UNCOMPLETED
Year Ended December 31, 2009

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Ordinance Date</u>	<u>Ordinance Amount</u>	<u>Balance Dec. 31, 2008</u>	<u>Fixed Capital Authorized</u>	<u>Balance Dec. 31, 2009</u>
1046	Purchase of a Cargo Van for the Electric Utility	8/18/08	\$20,000.00	\$20,000.00		\$20,000.00
1049	Acquisition of Electrical Distribution Equipment	9/22/08	175,000.00	175,000.00		175,000.00
1066	Acquisition of a Bucket Truck for the Electric Utility	9/28/09	100,000.00	<u>100,000.00</u>	<u>\$100,000.00</u>	<u>100,000.00</u>
				<u>\$195,000.00</u>	<u>\$100,000.00</u>	<u>\$295,000.00</u>
			<u>Ref.</u>	F	10-F	F

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

ELECTRIC UTILITY OPERATING FUND
SCHEDULE OF APPROPRIATION RESERVES
Year Ended December 31, 2009

	<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>
Operating:				
Salaries and Wages	\$13,790.74	\$13,790.74		\$13,790.74
Other Expenses	17,516.65	17,516.65	\$10,011.94	7,504.71
Power Purchased	211,407.65	211,407.65	156,666.74	54,740.91
Statutory Expenditures:				
PERS	37.46	37.46		37.46
Social Security System (O.A.S.I.)	2,537.40	2,537.40		2,537.40
	<u>\$245,289.90</u>	<u>\$245,289.90</u>	<u>\$166,678.68</u>	<u>\$78,611.22</u>
	<u>Ref.</u>		1-F	F-1
Appropriation Reserves	F \$41,524.85			
Encumbrances Payable	8-F 203,765.05			
	<u>\$245,289.90</u>			

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

ELECTRIC UTILITY OPERATING FUND
SCHEDULE OF ENCUMBRANCES PAYABLE
Year Ended December 31, 2009

	<u>Ref.</u>	
Balance December 31, 2008	F	\$203,765.05
Increased By:		
Transferred From Budget Appropriations	F-4	<u>177,232.22</u>
		380,997.27
Decreased By:		
Transferred To Appropriation Reserves	7-F	<u>203,765.05</u>
Balance December 31, 2009	F	<u><u>\$177,232.22</u></u>

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

ELECTRIC UTILITY OPERATING FUND
SCHEDULE OF ELECTRIC OVERPAYMENTS
Year Ended December 31, 2009

	<u>Ref.</u>		
Balance December 31, 2008	F		\$17,934.70
Increased By:			
Cash Receipts	1-F		<u>17,266.62</u>
			35,201.32
Decreased By:			
Overpayments Applied	4-F	\$17,376.13	
Refunds	1-F	<u>558.57</u>	
			<u>17,934.70</u>
Balance December 31, 2009	F		<u><u>\$17,266.62</u></u>

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

ELECTRIC UTILITY CAPITAL FUND
SCHEDULE OF IMPROVEMENT AUTHORIZATIONS
Year Ended December 31, 2009

Ordinance Number	Improvement Description	Ordinance		Balance Dec. 31, 2008		Transferred from Contracts Payable	2009 Authorizations	Expended	Contracts Payable	Balance Dec. 31, 2009	
		Date	Amount	Funded	Unfunded					Funded	Unfunded
1046	Purchase of a Cargo Van for the Electric Utility	8/18/08	\$20,000.00	\$2,631.00						\$2,631.00	
1049	Acquisition of Electrical Distribution Equipment	9/22/08	175,000.00		\$126,314.98	\$44,951.76		\$52,857.44	\$8,141.00		\$110,268.30
1066	Acquisition of a Bucket Truck for the Electric Utility	9/28/09	100,000.00				\$100,000.00	570.00		4,430.00	95,000.00
				<u>\$2,631.00</u>	<u>\$126,314.98</u>	<u>\$44,951.76</u>	<u>\$100,000.00</u>	<u>\$53,427.44</u>	<u>\$8,141.00</u>	<u>\$7,061.00</u>	<u>\$205,268.30</u>
		<u>Ref.</u>		F	F		6-F	1-F		F	F
	Deferred Charges - Unfunded Capital Improvement Fund						\$95,000.00				
			11-F				<u>5,000.00</u>				
							<u>\$100,000.00</u>				

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

ELECTRIC UTILITY CAPITAL FUND
SCHEDULE OF CAPITAL IMPROVEMENT FUND
Year Ended December 31, 2009

	<u>Ref.</u>	
Balance December 31, 2008	F	\$0.00
Increased by:		
2009 Budget Appropriation	1-F	<u>10,000.00</u>
		10,000.00
Decreased by:		
Appropriated to Finance Improvement Authorizations	10-F	<u>5,000.00</u>
Balance December 31, 2009	F	<u><u>\$5,000.00</u></u>

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

ELECTRIC UTILITY CAPITAL FUND
SCHEDULE OF RESERVE FOR AMORTIZATION
Year Ended December 31, 2009

	<u>Ref.</u>		
Balance December 31, 2008	F		\$1,509,263.76
Increased By:			
Capital Outlay	5-F	\$4,735.00	
Budget Appropriation:			
Costs of Improvements Authorized - Ordinance Number 734	1-F	<u>134,494.30</u>	
			<u>139,229.30</u>
Balance December 31, 2009	F		<u><u>\$1,648,493.06</u></u>

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

ELECTRIC UTILITY CAPITAL FUND
SCHEDULE OF DEFERRED RESERVE FOR AMORTIZATION
December 31, 2009

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Date</u>	<u>Balance Dec. 31, 2009</u>
1046	Purchase of a Cargo Van for the Electric Utility	8/18/08	\$20,000.00
1049	Acquisition of Electrical Distribution Equipment	9/22/08	24,750.00
1066	Acquisition of a Bucket Truck for the Electric Utility	9/28/09	<u>5,000.00</u>
			<u><u>\$49,750.00</u></u>
		<u>Ref.</u>	F

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

ELECTRIC UTILITY CAPITAL FUND
SCHEDULE OF BOND ANTICIPATION NOTES
Year Ended December 31, 2009

Ordinance Number	Improvement Authorization	Date of Issue of Original Note	Date of Issue	Date of Maturity	Interest Rate	Balance Dec. 31, 2008	Increased	Decreased	Balance Dec. 31, 2009
1049	Acquisition of Electrical Distribution Equipment	12/23/2008	12/23/2008	9/11/2009	3.95%	\$166,250.00		\$166,250.00	
1049	Acquisition of Electrical Distribution Equipment	12/23/2008	9/11/2009	9/10/2010	2.50%		\$150,250.00		\$150,250.00
						<u>\$166,250.00</u>	<u>\$150,250.00</u>	<u>\$166,250.00</u>	<u>\$150,250.00</u>
					Ref.	F			F
					Raised in Budget			\$16,000.00	
					Non-Cash Rollover			<u>150,250.00</u>	
								<u>\$166,250.00</u>	

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

ELECTRIC UTILITY OPERATING FUND
SCHEDULE OF ACCRUED INTEREST PAYABLE
Year Ended December 31, 2009

	<u>Ref.</u>	
Balance December 31, 2008	F	\$0.00
Increased By:		
Budget Appropriations	F-4	<u>1,142.31</u>
Balance December 31, 2009	F	<u><u>\$1,142.31</u></u>

Analysis of Accrued Interest Payable - December 31, 2009

<u>Principal Outstanding Dec. 31, 2009</u>	<u>Interest Rate</u>	<u>From</u>	<u>To</u>	<u>Period</u>	<u>Amount</u>
Bond Anticipation Notes:					
\$150,250.00	2.50%	09/11/09	12/31/09	111 Days	<u><u>\$1,142.31</u></u>

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

ELECTRIC UTILITY CAPITAL FUND
SCHEDULE OF BONDS AND NOTES AUTHORIZED BUT NOT ISSUED
Year Ended December 31, 2009

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Balance Dec. 31, 2008</u>	<u>Increased</u>	<u>Balance Dec. 31, 2009</u>
1066	Acquisition of a Bucket Truck for the Electric Utility	<u>\$0.00</u>	<u>\$95,000.00</u>	<u>\$95,000.00</u>

BOROUGH OF LAVALLETTE
COUNTY OF OCEAN
STATE OF NEW JERSEY

GENERAL FIXED ASSETS ACCOUNT GROUP
SCHEDULE OF INVESTMENT IN GENERAL FIXED ASSETS
Year Ended December 31, 2009

	<u>Balance</u> <u>Dec. 31, 2008</u>	<u>Additions</u>	<u>Balance</u> <u>Dec. 31, 2009</u>
Buildings and Land	\$11,140,710.00		\$11,140,710.00
Equipment	<u>4,533,781.21</u>	<u>\$230,118.60</u>	<u>4,763,899.81</u>
	<u>\$15,674,491.21</u>	<u>\$230,118.60</u>	<u>\$15,904,609.81</u>
<u>Ref.</u>	G		G

BOROUGH OF LAVALLETTE

COUNTY OF OCEAN

STATE OF NEW JERSEY

PART III

GENERAL COMMENTS

COMMENTS AND RECOMMENDATIONS

YEAR ENDED DECEMBER 31, 2009

GENERAL COMMENTS

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

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

The governing body of the municipality has the responsibility of determining whether the expenditures in any category will exceed the statutory limit within the fiscal year. Where questions arise as to whether any contract or agreement might result in violation of the statute, the municipal attorney’s opinion should be sought before a commitment is made.

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

2010 or Newer Sanitation Truck with Rear Loading Packer Body
Road Improvements to Bond and Kerr Avenue
2010 or Newer Trailer Mounted 700 Gallon Mobile Sewer Jet Cleaning Machine
2010 or Newer 37 Foot Insulated Hydraulic Articulating Overcenter Aerial Bucket Truck

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

Our audit of expenditures did not reveal any individual payments in excess of the statutory limit for the performance of any work or the furnishing of any goods or services other than those where bids had been previously sought by public advertisement or where a resolution had been previously adopted under the provisions of N.J.S. 40A:11-6.

Purchases, Contracts or Agreements Not Required to be Advertised by N.J.S. 40A:11-6.1

N.J.S. 40A:11-6.1 states, “For all contracts that in the aggregate are less than the bid threshold but exceed 15 percent or more of that amount, and for those contracts that are for subject matter enumerated in subsection (1) of section 5 of P.L. 1971, c. 198 (C.40A:11-5), except for paragraph (a) of that subsection concerning professional services and paragraph (b) of that subsection concerning work by employees of the contracting unit, the contracting agent shall award the contract after soliciting at least two competitive quotations, if practicable. The award shall be made to a vendor whose response is most advantageous, price and other factors considered.”

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 rates to be charged for the nonpayment of taxes or assessments on or before the date when they would become delinquent.

On January 5, 2009 the governing body adopted the following resolution authorizing interest to be charged for nonpayment of taxes or assessments:

WHEREAS, R.S. 54:4-67 permits the governing body of each municipality to fix the rate of interest to be charged for nonpayment of taxes or assessments subject to any abatement or discount for the late payment of taxes as provided by law; and

WHEREAS, R.S. 54:4-67 has been amended to permit the fixing of said rate of 18% per annum on any amount in excess of \$1,500.00 of the delinquency.

NOW THEREFORE, BE IT RESOLVED by the Mayor and Council of the Borough of Lavallette, County of Ocean, State of New Jersey as follows:

1. The Tax Collector is hereby authorized and directed to charge 8% 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.
2. Effective January 1 2009, there will be a ten (10) day grace period of quarterly tax payments made by cash, check or money order.
3. Any payments not made in accordance with paragraph 2 of this resolution shall be charged interest from the due date, as set forth in paragraph 1 of this resolution.
4. A certified copy of this resolution shall be provided by the Municipal Clerk to the Tax Collector, Municipal Attorney and Municipal Auditor.

Based upon our audit of the tax collector's records, interest on delinquent taxes was charged in accordance with the foregoing resolution.

Delinquent Taxes and Tax Title Liens

The last tax and utility lien sale was held on November 18, 2009 and was complete.

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

2009	1
2008	0
2007	0

COMMENTS AND RECOMMENDATIONS

The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under Government Auditing Standards. In addition, we did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses.