

**TOWNSHIP OF MONTCLAIR
COUNTY OF ESSEX
NEW JERSEY**

**REPORT ON
EXAMINATION OF ACCOUNTS
FOR THE YEAR 2010**

**SAMUEL KLEIN AND COMPANY
CERTIFIED PUBLIC ACCOUNTANTS**

**TOWNSHIP OF MONTCLAIR
COUNTY OF ESSEX, NEW JERSEY**

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PART I
REPORT ON EXAMINATION OF FINANCIAL STATEMENTS
AND SUPPLEMENTARY DATA
YEAR ENDED DECEMBER 31, 2010

SAMUEL KLEIN AND COMPANY

CERTIFIED PUBLIC ACCOUNTANTS

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INDEPENDENT AUDITOR'S REPORT

The Honorable Mayor and Members
of the Township Council
Township of Montclair
Montclair, New Jersey 07042

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

TOWNSHIP OF MONTCLAIR COUNTY OF ESSEX

as of and for the years ended December 31, 2010 and 2009, as listed in the table of contents. These statutory basis financial statements are the responsibility of the Township's management. Our responsibility is to express an opinion on these financial statements based on our audit.

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

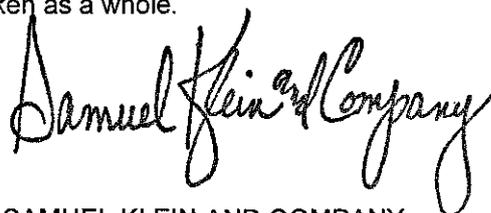
These statutory basis financial statements have been prepared in conformity with accounting practices prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey which are designed primarily for determining compliance with legal provisions and budgetary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

In our opinion, because of the Municipality's policy to prepare its financial statements on the basis of accounting discussed in the third paragraph of this report, the financial statements referred to above do not present fairly, in conformity with generally accepted accounting principles, the financial position of the Township of Montclair as of December 31, 2010 and 2009 or the results of its operations for the years then ended.

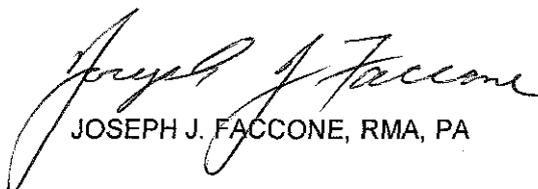
However, in our opinion, the statutory basis financial statements referred to above present fairly, in all material respects, the financial position of the Township of Montclair in the County of Essex, as of December 31, 2010 and 2009 and the results of operations of such funds for the years then ended, in accordance with accounting principles and practices prescribed by the Division of Local Governments Services, Department of Community Affairs, State of New Jersey and described in Note 1 to the financial statements.

In accordance with *Government Auditing Standards*, we have also issued a report dated October 7, 2011 on our consideration of the Township's internal control over financial reporting and our test of its compliance with certain provisions of laws, regulations, contracts, grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in conjunction with this report in considering the results of our audit.

Our audit was conducted for the purpose of forming an opinion on the statutory basis financial statements of the Township of Montclair taken as a whole. The accompanying supplemental schedules presented in the "Supplementary" sections, and the accompanying schedules of expenditures of federal and state awards are not required parts of the financial statements and are presented for purposes of additional analysis as required by New Jersey State Division of Local Government Services; U.S. Office of Management and Budget Circular A-133, *Audits of State, Local Government, and Nonprofit Organizations*, and New Jersey State Office of Management and Budget Circular Letter 04-04, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. Such information has been subjected to the auditing procedures applied in the audit of the statutory basis financial statements and, in our opinion, is fairly presented in all material respects in relation to the statutory basis financial statements taken as a whole.



SAMUEL KLEIN AND COMPANY
CERTIFIED PUBLIC ACCOUNTANTS



JOSEPH J. FACCONI, RMA, PA

Newark, New Jersey
October 7, 2011

TOWNSHIP OF MONTCLAIR
CURRENT FUND

COMPARATIVE BALANCE SHEETS

A
Sheet #1

<u>ASSETS AND DEFERRED CHARGES</u>	<u>Ref.</u>	<u>Balance</u> <u>Dec. 31, 2010</u>	<u>Balance</u> <u>Dec. 31, 2009</u>
<u>Regular Fund</u>			
Cash - Checking	A-4	\$ 9,359,739.81	\$ 10,517,480.32
Cash - Cash Management Fund	A-7	3,463.92	3,455.17
Change Funds	A-8	525.00	685.00
Petty Cash Funds	A-9	<u>150.00</u>	<u>150.00</u>
		9,363,728.73	10,521,770.49
Due from State of New Jersey per Chapter 129, P.L. 1976	A-10	<u>923.75</u>	<u>2,282.65</u>
		<u>9,364,652.48</u>	<u>10,524,053.14</u>
<u>Receivables and Other Assets with Full Reserves:</u>			
Delinquent Property Taxes Receivable	A-11	3,582,694.22	2,997,756.73
Tax Title Liens	A-12	73,850.82	53,115.72
Property Acquired for Taxes at Assessed Valuation	A-13	317,900.00	317,900.00
Other Liens Receivable	A-14	7,500.00	7,500.00
Other Accounts Receivable	A-15		96,529.78
Revenue Accounts Receivable	A-16	214,555.64	125,613.83
Interfunds Receivable	A-18	<u>88,118.15</u>	<u>82,947.48</u>
		<u>4,284,618.83</u>	<u>3,681,363.54</u>
<u>Deferred Charges:</u>			
Emergency Appropriation (40A:4-46)	A-20	175,000.00	100,000.00
Special Emergency Authorization (N.J.S. 40A:4-53)	A-21	<u>213,000.00</u>	<u>434,400.00</u>
		<u>388,000.00</u>	<u>534,400.00</u>
		<u>14,037,271.31</u>	<u>14,739,816.68</u>
<u>Federal and State Grant Fund</u>			
Grants Receivable	A-17	975,714.29	848,599.41
Interfunds Receivable	A-19	<u>269,133.37</u>	<u>305,571.94</u>
		<u>1,244,847.66</u>	<u>1,154,171.35</u>
		<u>\$ 15,282,118.97</u>	<u>\$ 15,893,988.03</u>

TOWNSHIP OF MONTCLAIR
CURRENT FUND

COMPARATIVE BALANCE SHEETS

A
Sheet #2

<u>LIABILITIES, RESERVES AND FUND BALANCE</u>	<u>Ref.</u>	<u>Balance</u> <u>Dec. 31, 2010</u>	<u>Balance</u> <u>Dec. 31, 2009</u>
<u>Regular Fund</u>			
Appropriated Reserves:			
Encumbered	A-3,22	\$ 803,327.46	\$ 648,993.58
Unencumbered	A-3,22	3,197,177.90	1,816,188.86
Reserve for Tax Map	A-23	9,395.00	9,395.00
Reserve for Revaluation	A-24	10,980.26	10,980.26
Reserve for Tax Appeals	A-25	300,000.00	
Accounts Payable	A-27	7,490.19	3,647.52
Due to State of New Jersey	A-28	10,896.00	9,395.00
Due to Montclair Housing Agency	A-29		19,865.30
Tax Overpayments	A-30	987,878.66	1,065,341.80
Interfunds Payable	A-31	1,465,603.15	4,500,006.13
County Taxes Payable	A-33	35,310.25	54,854.24
Special Improvement District Taxes Payable	A-35	13,469.28	12,022.74
Special Emergency Note Payable	A-36	213,000.00	426,000.00
Prepaid Taxes	A-37	1,215,845.48	794,785.06
Prepaid Revenue	A-38	36,082.00	35,654.26
Accumulated Revenue Unappropriated	A-40	437,474.00	
		<u>8,743,929.63</u>	<u>9,407,129.75</u>
Reserve for Receivables	Reserve	4,284,618.83	3,681,363.54
Fund Balance	A-1	1,008,722.85	1,651,323.39
		<u>14,037,271.31</u>	<u>14,739,816.68</u>
 <u>Federal and State Grant Fund</u>			
Interfunds Payable	A-32	2,000.00	
Appropriated Reserves for Federal and State Grants	A-39	1,224,640.62	1,052,863.02
Accumulated Revenue Unappropriated	A-40	18,207.04	101,308.33
		<u>1,244,847.66</u>	<u>1,154,171.35</u>
		<u>\$ 15,282,118.97</u>	<u>\$ 15,893,988.03</u>

See accompanying notes to financial statements.

TOWNSHIP OF MONTCLAIR
CURRENT FUND

COMPARATIVE STATEMENTS OF OPERATIONS AND CHANGES IN FUND BALANCE

A-1

	<u>Ref.</u>	<u>Year 2010</u>	<u>Year 2009</u>
<u>Revenue and Other Income</u>			
Fund Balance Utilized	A-2	\$ 1,500,000.00	\$ 3,350,000.00
Miscellaneous Revenue Anticipated	A-2a	13,006,300.98	12,692,606.05
Receipts from Delinquent Taxes	A-2d	2,949,082.58	2,467,814.30
Receipts from Current Taxes	A-2d	179,341,400.37	172,671,254.44
Nonbudget Revenue	A-2e	327,985.33	258,047.01
Other Credits to Income:			
Interfunds Returned - Net			4,822.37
Unexpended Balance of Appropriation			
Reserves	A-22	675,904.79	700,476.87
Accounts Payable Cancelled	A-27	1,317.63	
Due to Montclair Housing Authority Cancelled	A-29	19,865.30	
Tax Overpayments Cancelled	A-30	174,800.54	141,123.15
Increase in Deferred School Tax	A-34	2,117,415.00	1,931,531.00
		<u>200,114,072.52</u>	<u>194,217,675.19</u>
<u>Expenditures</u>			
Budget Appropriations:			
Operations		47,991,118.34	47,848,378.25
Capital Improvements		225,000.00	213,000.00
Debt Service		11,958,804.11	11,788,186.77
Statutory Expenditures		6,918,618.34	6,348,099.53
Deferred Charges		346,400.00	385,542.93
	A-3	<u>67,439,940.79</u>	<u>66,583,207.48</u>
Prior Year Senior Citizen Deductions			
Disallowed by Tax Collector	A-10	750.00	
Interfund Charges	A-18	5,170.67	
Prior Year Paid Taxes Cancelled	A-30	418,197.25	14,503.57
County Taxes	A-33	30,048,223.81	28,957,066.30
Local School District Taxes	A-34	101,103,844.00	96,869,014.00
Special Improvement District Taxes	A-35	415,546.54	412,559.15
		<u>199,431,673.06</u>	<u>192,836,350.50</u>
Excess in Revenue		682,399.46	1,381,324.69
Adjustments to Income Before Fund Balance:			
Expenditures Included Above Which Are by Statute Deferred Charges to Budget of Succeeding Year	A-20	175,000.00	100,000.00
Statutory Excess to Surplus		857,399.46	1,481,324.69
<u>Fund Balance</u>			
Balance January 1	A	1,651,323.39	3,519,998.70
		<u>2,508,722.85</u>	<u>5,001,323.39</u>
Decreased by:			
Utilized as Anticipated Revenue	A-2	1,500,000.00	3,350,000.00
Balance December 31	A	<u>\$ 1,008,722.85</u>	<u>\$ 1,651,323.39</u>

TOWNSHIP OF MONTCLAIR
CURRENT FUND

STATEMENT OF REVENUE

A-2

	<u>Ref.</u>	<u>Budget</u>	<u>Realized</u>	<u>Excess or (Deficit)</u>
Fund Balance Anticipated	A-1	\$ 1,500,000.00	\$ 1,500,000.00	\$
Miscellaneous Revenue	A-2a	12,888,234.81	13,006,300.98	118,066.17
Receipts from Delinquent Taxes	A-2d	<u>3,000,000.00</u>	<u>2,949,082.58</u>	<u>(50,917.42)</u>
Sub-Total General Revenue		<u>17,388,234.81</u>	<u>17,455,383.56</u>	<u>67,148.75</u>
Amount to be Raised by Taxation:				
Local Tax for Municipal Purposes		48,924,389.87	46,751,575.02	(2,172,814.85)
Addition to Local School District Tax		<u>4,405,211.00</u>	<u>4,405,211.00</u>	
	A-2d,11	<u>53,329,600.87</u>	<u>51,156,786.02</u>	<u>(2,172,814.85)</u>
Total General Revenue	A-3	70,717,835.68	68,612,169.58	(2,105,666.10)
Nonbudget Revenue	A-2e		<u>327,985.33</u>	<u>327,985.33</u>
		<u>\$ 70,717,835.68</u>	<u>\$ 68,940,154.91</u>	<u>\$ (1,777,680.77)</u>

See accompanying notes to financial statements.

TOWNSHIP OF MONTCLAIR
CURRENT FUND

STATEMENT OF REVENUE (Continued)
ANALYSIS OF MISCELLANEOUS REVENUE

A-2a
Sheet #1

	<u>Ref.</u>	<u>Budget</u>	<u>Realized</u>	<u>Excess or (Deficit)</u>
<u>Miscellaneous Revenue</u>				
Licenses:				
Alcoholic Beverages	A-16	\$ 58,000.00	\$ 58,000.00	\$
Other	A-2b	123,000.00	131,682.00	8,682.00
Fees and Permits:				
Other	A-2c	567,000.00	660,541.75	93,541.75
Fines and Costs:				
Municipal Court	A-16	1,424,000.00	1,577,543.66	153,543.66
Interest and Cost on Taxes	A-6	653,000.00	732,798.09	79,798.09
Interest on Investments and Deposits	A-16	82,000.00	108,494.46	26,494.46
State School Building Aid	A-16	36,789.00	30,172.00	(6,617.00)
Consolidated Municipal Property Tax Relief Aid	A-16	440,851.00	440,851.00	
Energy Receipts Tax	A-16	2,526,215.00	2,526,215.00	
Dedicated Uniform Construction Code Fees				
Offset with Appropriations:				
(N.J.S. 40A:4.36 and N.J.A.C. 5:23-4.17):				
Uniform Construction Code Fees	A-16	686,000.00	627,066.00	(58,934.00)
Additional Dedicated Uniform Construction Code Fees		56,153.05		(56,153.05)
Interlocal Government Services - Health Services	A-16	162,200.00	209,715.00	47,515.00
Interlocal Government Services - Fire Services	A-16	952,478.00	952,478.00	
Interlocal Animal Control Services - Glen Ridge	A-16	18,000.00	20,154.74	2,154.74
Interlocal Animal Control Services - Nutley	A-16	26,000.00	29,604.28	3,604.28
Interlocal Animal Control Services - Verona	A-16	24,000.00	24,780.00	780.00
State and Federal Revenues Offset with				
Appropriations:				
Public Health Priority Funding	A-17	7,204.00	7,204.00	
Federal Energy Efficiency and Conservation Block Grant	A-17	155,000.00	155,000.00	
Drunk Driving Enforcement Fund	A-17	20,119.79	20,119.79	
Clean Communities Act	A-17	69,773.67	69,773.67	
Municipal Alliance on Alcoholism and Drug Abuse	A-17	54,100.00	54,100.00	
Safe and Secure Communities Program	A-17	60,000.00	60,000.00	
Public Health Priority Funding:				
Verona	A-17	2,622.00	2,622.00	
Glen Ridge	A-17	1,032.00	1,032.00	
Cedar Grove	A-17	2,203.00	2,203.00	
Nutley	A-17	6,296.00	6,296.00	
Belleville	A-17	10,922.00	10,922.00	
Senior Citizen Public Health Nursing	A-17	15,534.00	15,534.00	
Montclair Board of Education - Nonpublic School Nursing Service	A-17	137,030.00	137,030.00	
Alcohol Education, Rehabilitation and Enforcement Fund	A-17	6,786.86	6,786.86	
Safety Incentive Award	A-17	1,000.00	1,000.00	
Comcast Grant	A-17	5,000.00	5,000.00	
Click It or Ticket	A-17	4,000.00	4,000.00	
Local Arts Program	A-17	2,500.00	2,500.00	
Sustainable Jersey Small Grant	A-17	25,000.00	25,000.00	
Climate Showcase Communities Grant	A-17	75,000.00	75,000.00	
TV 34 News and Views	A-17	5,000.00	5,000.00	

TOWNSHIP OF MONTCLAIR
CURRENT FUND

STATEMENT OF REVENUE (Continued)
ANALYSIS OF MISCELLANEOUS REVENUE

A-2a
Sheet #2

	<u>Ref.</u>	<u>Budget</u>	<u>Realized</u>	<u>Excess or (Deficit)</u>
<u>Miscellaneous Revenue</u>				
State and Federal Revenues Offset with Appropriations:				
Pedestrian Safety Grant	A-17	\$ 13,000.00	\$ 13,000.00	\$
Over the Limit, Under Arrest	A-17	5,000.00	5,000.00	
Recycling Tonnage Grant	A-17	58,369.14	58,369.14	
Division on Aging - Citizen Services	A-17	427.00	427.00	
Mountainside Health Foundation	A-17	9,500.00	9,500.00	
Assistance to Firefighters Grant	A-17	97,663.00	97,663.00	
Liberty Mutual Bring Back the 4th	A-17	10,000.00	10,000.00	
State of N.J. Tobacco Control	A-17	5,940.00	5,940.00	
Other Special Items:				
Anticipated Utility Operating Surplus - Water	A-18	100,000.00	100,000.00	
Anticipated Utility Operating Surplus - Sewer	A-18	95,000.00	95,000.00	
Surplus (General Budget) from Sewer Utility	A-18	200,000.00	200,000.00	
Uniform Fire Safety Act	A-16	48,036.98	50,755.90	2,718.92
Cable Television Franchise Fees	A-16	455,143.32	455,143.32	
Section 8 - Administrative Costs	A-16	20,000.00	20,000.00	
Towing - Administrative Costs	A-16	4,000.00	2,356.00	(1,644.00)
Payment in Lieu of Taxes :				
Montclair Senior Housing Corporation (Orange Road)	A-16	86,000.00	90,111.00	4,111.00
First Montclair Housing Corporation (Walnut Street)	A-16	99,000.00	111,991.00	12,991.00
RTD Management Corporation (Lackawanna Plaza)	A-16	97,000.00	88,300.00	(8,700.00)
RTD Management Corporation (Union Gardens)	A-16	77,000.00	46,003.50	(30,996.50)
United Methodist Homes (Pineridge of Montclair)	A-16	23,000.00	24,396.00	1,396.00
MAG	A-16	99,000.00	99,842.28	842.28
11 Elm Street	A-16	15,000.00	15,932.10	932.10
11 Pine Street	A-16	295,000.00	295,346.48	346.48
Lease - Orange Road Parking Plaza	A-16	41,000.00	42,774.76	1,774.76
Capital Fund Surplus	A-18	750,000.00	750,000.00	
Sale of Municipal Assets	A-40	312,526.00	312,526.00	
Alarm Registration Fees	A-16	218,000.00	201,368.34	(16,631.66)
Penalty on Delinquent Taxes (\$10,000 and Over)	A-16	55,000.00	94,838.98	39,838.98
Reimbursement of Debt Service - Sewer Utility Fund	A-16	175,000.00	175,000.00	
Administrative Fees - Police Off-Duty	A-16	63,000.00	114,084.88	51,084.88
Rear Yard Refuse Collection	A-16	49,000.00	51,325.00	2,325.00
Parking Authority Revenue Sharing - Montclair	A-16	785,000.00	540,567.00	(244,433.00)
Insurance Premium Rebate for Prior Years	A-16	12,320.00	20,020.00	7,700.00
Salvation Army - Shelter Rent	A-16	12,500.00	12,500.00	
	A-1,2	\$ 12,888,234.81	\$ 13,006,300.98	\$ 118,066.17

See accompanying notes to financial statements.

TOWNSHIP OF MONTCLAIR
CURRENT FUND

STATEMENT OF REVENUE (Continued)
ANALYSIS OF OTHER LICENSES

A-2b

	<u>Ref.</u>		
<u>Clerk</u>			
Amusement Games and Arcade		\$ 2,200.00	
Taxi and Limousine Drivers and Licenses		7,900.00	
Auction and Auctioneer		600.00	
Cabaret		4,800.00	
Garage Sales		4,300.00	
Landscapers		13,220.00	
Mobile Vendor		1,375.00	
Peddler		5,675.00	
Bingo and Raffle Licenses		3,070.00	
Theater		1,900.00	
Towing		<u>4,200.00</u>	
	A-16		\$ 49,240.00
 <u>Health</u>			
Food Licenses		78,235.00	
Food Handler		<u>3,670.00</u>	
	A-16		81,905.00
 <u>Registrar of Vital Statistics</u>			
Marriage Licenses		513.00	
Domestic Partnership Licenses		3.00	
Civil Union Licenses		<u>21.00</u>	
	A-16		<u>537.00</u>
	A-2a		<u>\$ 131,682.00</u>

See accompanying notes to financial statements.

TOWNSHIP OF MONTCLAIR
CURRENT FUND

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

A-2c
Sheet #1

	<u>Ref.</u>		
<u>Clerk</u>			
Filming Permit		\$ 90,775.00	
Appliance Recycling		1,780.00	
Shuttle Bus		<u>175.00</u>	
	A-16		\$ 92,730.00
 <u>Collector</u>			
Tax Searches	A-16		210.00
 <u>Police Department</u>			
ID Bureau	A-16		16,859.75
 <u>Registrar of Vital Statistics</u>			
Birth Certificates		5,330.00	
Death Certificates		22,070.00	
Burial Permits		695.00	
Marriage Certificates		5,680.00	
Domestic Partnership Certificate		20.00	
Civil Union Certificates		<u>320.00</u>	
	A-16		34,115.00
 <u>Planning Department</u>			
Planning Board Fees		5,610.00	
Board of Adjustment Fees		13,620.00	
Historical Preservation Certificate		<u>6,300.00</u>	
	A-16		25,530.00
 <u>Code Enforcement</u>			
Certificate of Habitability	A-16		11,025.00
 <u>Fire Department</u>			
Inspections		13,750.00	
Permits		7,215.00	
Fire Reports		<u>195.00</u>	
	A-16		21,160.00
 <u>Recreation Department</u>			
Fees and Permits	A-16		416,063.85
 <u>Animal Shelter</u>			
Adoption Fees	A-16		22,266.00

TOWNSHIP OF MONTCLAIR
CURRENT FUND

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

A-2c
Sheet #2

	<u>Ref.</u>		
<u>Public Works Department</u>			
Street Opening Permits		\$ 15,542.56	
Banner Permit		1,169.80	
Shuttle Bus		<u>3,869.79</u>	
	A-16		<u>\$ 20,582.15</u>
	A-2a		<u>\$ 660,541.75</u>

See accompanying notes to financial statements.

TOWNSHIP OF MONTCLAIR
CURRENT FUND

STATEMENT OF REVENUE (Continued)
ANALYSIS OF CERTAIN REALIZED REVENUE

A-2d

	<u>Ref.</u>		
<u>Receipts from Delinquent Taxes</u>			
Collections of Delinquent Taxes:			
2010 Collections:			
Taxes	A-1,2,11		<u>\$ 2,949,082.58</u>
<u>Allocation of Current Tax Collections</u>			
Collections of Current Taxes:			
2010 Collections	A-11	\$ 178,350,030.12	
2009 Collections	A-11	794,785.06	
Due from State of New Jersey	A-10	147,600.00	
Tax Overpayments Applied	A-30	<u>48,985.19</u>	
	A-1		\$ 179,341,400.37
Allocated to:			
County Taxes	A-33	30,048,223.81	
Local School District Tax	A-34	101,103,844.00	
Special Improvement District Tax	A-35	<u>415,546.54</u>	
			<u>131,567,614.35</u>
			47,773,786.02
Plus: Appropriation for Reserve for			
Uncollected Taxes	A-3		<u>3,383,000.00</u>
Realized for Support of Municipal Budget	A-2		<u>\$ 51,156,786.02</u>

See accompanying notes to financial statements.

TOWNSHIP OF MONTCLAIR
CURRENT FUND

STATEMENT OF REVENUE (Continued)
ANALYSIS OF NONBUDGET REVENUE

A-2e

	<u>Ref.</u>		
<u>Treasurer</u>			
FEMA Storm Reimbursements		\$ 124,280.31	
Prior Year Revenue Refunds		61,409.71	
Sale of Municipal Assets		45,700.00	
Division of Motor Vehicles - Inspection Fines		16,469.25	
Montclair Kimberly Academy:			
Crossing Guard Reimbursement		15,777.50	
Prior Year Insurance Claim		12,792.01	
Bio-Diesel Rebate		8,091.28	
Bid Specifications		7,420.00	
State of New Jersey:			
Administrative Fee for Senior Citizens and Veterans		2,964.18	
Arena Commission		2,088.73	
Special Refuse Collection		1,600.00	
Sales of Copies		1,374.97	
Tax Office Electronic Data File		500.00	
Premium on Sale of Emergency Notes		430.26	
Dumpster Fee		375.00	
Animal Control Service:			
Glen Ridge		226.00	
Miscellaneous		<u>7,079.37</u>	
	A-4		\$ 308,578.57
 <u>Tax Collector</u>			
Cost of Sale for Taxes		6,768.91	
Return Check Fees		1,460.00	
Interest on Assessment		1,147.85	
Duplicate Bills		<u>30.00</u>	
	A-6		9,406.76
 <u>Other Sources</u>			
Revenue Accounts Receivable	A-16		<u>10,000.00</u>
	A-1,2		<u>\$ 327,985.33</u>

See accompanying notes to financial statements.

TOWNSHIP OF MONTCLAIR
CURRENT FUND

STATEMENT OF EXPENDITURES

A-3
Sheet #1

<u>Appropriation</u>	<u>Appropriations</u>		<u>Paid or Charged</u>	<u>Reserved</u>		<u>Balance Cancelled</u>
	<u>Budget</u>	<u>Modified Budget</u>		<u>Encumbered</u>	<u>Unencumbered</u>	
<u>APPROPRIATIONS WITHIN "CAPS"</u>						
<u>GENERAL GOVERNMENT</u>						
Mayor and Council:						
Salaries and Wages	\$ 43,000.00	\$ 43,000.00	\$ 42,874.88	\$	\$ 125.12	\$
Other Expenses	17,480.00	12,480.00	10,245.27	534.85	1,699.88	
Township Manager:						
Salaries and Wages	648,000.00	648,000.00	620,263.07		27,736.93	
Other Expenses	186,936.00	132,936.00	90,277.56	16,308.91	26,349.53	
Township Clerk:						
Salaries and Wages	337,000.00	337,000.00	317,788.22		19,211.78	
Other Expenses	31,950.00	31,950.00	18,515.91	525.43	12,908.66	
Election Expenses:						
Salaries and Wages	3,550.00	3,550.00	2,330.76		1,219.24	
Other Expenses	15,400.00	15,400.00	14,948.22		451.78	
Township Attorney:						
Salaries and Wages	211,000.00	219,000.00	213,993.48		5,006.52	
Other Expenses	165,550.00	165,550.00	94,368.95	25.50	71,155.55	
Municipal Court:						
Salaries and Wages	560,000.00	560,000.00	556,430.42		3,569.58	
Other Expenses	64,410.00	64,410.00	51,080.73	3,648.26	9,681.01	
Postage:						
Other Expenses	51,000.00	51,000.00	37,585.95	2,694.00	10,720.05	
	<u>2,335,276.00</u>	<u>2,284,276.00</u>	<u>2,070,703.42</u>	<u>23,736.95</u>	<u>189,835.63</u>	
<u>FINANCE DEPARTMENT</u>						
Financial Administration:						
Salaries and Wages	102,000.00	102,000.00	92,504.05		9,495.95	
Other Expenses	64,950.00	55,950.00	16,441.54	15,241.54	24,266.92	
Accounting and Treasury:						
Salaries and Wages	229,000.00	229,000.00	215,196.84		13,803.16	
Other Expenses	18,450.00	18,450.00	12,871.78	1,115.14	4,463.08	
Tax Assessor:						
Salaries and Wages	210,500.00	210,500.00	206,135.15		4,364.85	
Other Expenses	49,075.00	49,075.00	15,654.14	7,418.93	26,001.93	

TOWNSHIP OF MONTCLAIR
CURRENT FUND

STATEMENT OF EXPENDITURES

A-3
Sheet #2

<u>Appropriation</u>	<u>Appropriations</u>		<u>Paid or Charged</u>	<u>Reserved</u>		<u>Balance Cancelled</u>
	<u>Budget</u>	<u>Modified Budget</u>		<u>Encumbered</u>	<u>Unencumbered</u>	
<u>APPROPRIATIONS WITHIN "CAPS"</u>						
<u>FINANCE DEPARTMENT</u>						
Tax Collector:						
Salaries and Wages	\$ 120,000.00	\$ 120,000.00	\$ 112,366.68	\$	\$ 7,633.32	\$
Other Expenses	23,300.00	23,300.00	23,078.63	69.25	152.12	
Auditing:						
Other Expenses	52,000.00	52,000.00	6,940.00		45,060.00	
	<u>869,275.00</u>	<u>860,275.00</u>	<u>701,188.81</u>	<u>23,844.86</u>	<u>135,241.33</u>	
<u>PLANNING AND COMMUNITY DEVELOPMENT</u>						
Planning Administration:						
Salaries and Wages	285,000.00	285,000.00	271,434.32		13,565.68	
Other Expenses	25,500.00	25,500.00	13,672.14	3,554.53	8,273.33	
Planning Board:						
Other Expenses	14,500.00	14,500.00	8,421.42	2,597.01	3,481.57	
Board of Adjustment:						
Other Expenses	11,000.00	11,000.00	9,136.26	499.23	1,364.51	
	<u>336,000.00</u>	<u>336,000.00</u>	<u>302,664.14</u>	<u>6,650.77</u>	<u>26,685.09</u>	
<u>DEPARTMENT OF ADMINISTRATION AND CODE ENFORCEMENT</u>						
Salaries and Wages	472,000.00	472,000.00	443,053.90		28,946.10	
Other Expenses	4,850.00	4,850.00	4,486.23	186.05	177.72	
	<u>476,850.00</u>	<u>476,850.00</u>	<u>447,540.13</u>	<u>186.05</u>	<u>29,123.82</u>	
<u>POLICE DEPARTMENT</u>						
Salaries and Wages	12,031,432.00	12,031,432.00	11,154,504.30		876,927.70	
Other Expenses	565,000.00	565,000.00	434,860.96	108,650.86	21,488.18	
	<u>12,596,432.00</u>	<u>12,596,432.00</u>	<u>11,589,365.26</u>	<u>108,650.86</u>	<u>898,415.88</u>	
<u>FIRE DEPARTMENT</u>						
Salaries and Wages	8,158,988.00	8,183,988.00	8,117,633.77		66,354.23	
Other Expenses	186,865.00	186,865.00	139,409.27	46,185.24	1,270.49	
	<u>8,345,853.00</u>	<u>8,370,853.00</u>	<u>8,257,043.04</u>	<u>46,185.24</u>	<u>67,624.72</u>	

TOWNSHIP OF MONTCLAIR
CURRENT FUND

STATEMENT OF EXPENDITURES

A-3
Sheet #3

<u>Appropriation</u>	<u>Appropriations</u>		<u>Paid or Charged</u>	<u>Reserved</u>		<u>Balance Cancelled</u>
	<u>Budget</u>	<u>Modified Budget</u>		<u>Encumbered</u>	<u>Unencumbered</u>	
<u>APPROPRIATIONS WITHIN "CAPS"</u>						
<u>UNIFORM FIRE SAFETY ACT</u> <u>(CH. 383, P.L. 1983)</u>						
Life Hazard Use Fee Payment:						
Salaries and Wages	\$ 58,002.83	\$ 58,002.83	\$ 58,002.83	\$	\$	\$
<u>COMMUNITY SERVICES DEPARTMENT</u>						
Community Services Administration:						
Salaries and Wages	482,000.00	482,000.00	473,569.33		8,430.67	
Other Expenses	33,925.00	33,925.00	30,627.90	1,902.14	1,394.96	
Engineering:						
Salaries and Wages	149,000.00	149,000.00	123,108.68		25,891.32	
Other Expenses	3,700.00	3,700.00	447.46	1,354.05	1,898.49	
Street Repairs and Maintenance:						
Salaries and Wages	436,000.00	426,000.00	414,713.13		11,286.87	
Other Expenses	33,950.00	33,950.00	21,950.31	559.90	11,439.79	
Storm Sewers Repairs and Maintenance:						
Salaries and Wages	112,000.00	120,000.00	119,004.76		995.24	
Other Expenses	14,700.00	14,700.00	12,280.81	830.35	1,588.84	
Refuse Collection and Disposal:						
Salaries and Wages	868,000.00	868,000.00	804,537.32		63,462.68	
Other Expenses	20,000.00	20,000.00	2,789.75	6,969.96	10,240.29	
Storm Clearance:						
Salaries and Wages	78,000.00	78,000.00	73,107.12		4,892.88	
Other Expenses	235,500.00	235,500.00	152,011.28	71,419.54	12,069.18	
Traffic:						
Salaries and Wages	134,000.00	134,000.00	130,777.25		3,222.75	
Other Expenses	11,600.00	14,100.00	9,362.08	3,555.35	1,182.57	
Central Garage Operations (Shop):						
Salaries and Wages	273,000.00	273,000.00	247,410.20		25,589.80	
Other Expenses	228,050.00	228,050.00	156,425.43	26,635.22	44,989.35	
Building Maintenance:						
Salaries and Wages	90,000.00	85,000.00	74,808.91		10,191.09	
Other Expenses	70,600.00	70,600.00	48,316.58	9,067.89	13,215.53	

TOWNSHIP OF MONTCLAIR
CURRENT FUND

STATEMENT OF EXPENDITURES

A-3
Sheet #4

<u>Appropriation</u>	<u>Appropriations</u>		<u>Paid or Charged</u>	<u>Reserved</u>		<u>Balance Cancelled</u>
	<u>Budget</u>	<u>Modified Budget</u>		<u>Encumbered</u>	<u>Unencumbered</u>	
<u>APPROPRIATIONS WITHIN "CAPS"</u>						
<u>COMMUNITY SERVICES DEPARTMENT</u>						
Parks Maintenance:						
Salaries and Wages	\$ 497,000.00	\$ 487,000.00	\$ 422,599.29	\$	\$ 64,400.71	\$
Other Expenses	87,750.00	87,750.00	62,811.19	15,747.30	9,191.51	
Shade Trees:						
Salaries and Wages	233,000.00	233,000.00	207,324.05		25,675.95	
Other Expenses	62,650.00	62,650.00	36,608.77	1,387.67	24,653.56	
	<u>4,154,425.00</u>	<u>4,139,925.00</u>	<u>3,624,591.60</u>	<u>139,429.37</u>	<u>375,904.03</u>	
<u>RECREATION AND CULTURAL AFFAIRS</u>						
Recreation Programs:						
Salaries and Wages	521,000.00	556,500.00	547,161.64		9,338.36	
Other Expenses	62,200.00	62,200.00	34,939.52	4,312.19	22,948.29	
	<u>583,200.00</u>	<u>618,700.00</u>	<u>582,101.16</u>	<u>4,312.19</u>	<u>32,286.65</u>	
<u>HEALTH AND HUMAN SERVICES</u>						
Health Services:						
Salaries and Wages	410,000.00	410,000.00	324,514.83		85,485.17	
Other Expenses	54,820.00	54,820.00	40,527.52	3,039.63	11,252.85	
Nursing Services:						
Salaries and Wages	120,000.00	120,000.00	115,495.05		4,504.95	
Administration of Social Services:						
Salaries and Wages	70,000.00	64,000.00	51,382.06		12,617.94	
Other Expenses	1,850.00	1,850.00	496.25		1,353.75	
Animal Control:						
Salaries and Wages	98,000.00	100,000.00	95,478.41		4,521.59	
Other Expenses	70,000.00	78,579.00	69,106.09	5,334.01	4,138.90	
	<u>824,670.00</u>	<u>829,249.00</u>	<u>697,000.21</u>	<u>8,373.64</u>	<u>123,875.15</u>	
<u>MISCELLANEOUS AND OTHER</u>						
Unemployment Compensation Insurance:						
Other Expenses	140,000.00	140,000.00	140,000.00			

TOWNSHIP OF MONTCLAIR
CURRENT FUND

STATEMENT OF EXPENDITURES

A-3
Sheet #5

<u>Appropriation</u>	<u>Appropriations</u>		<u>Paid or</u>	<u>Reserved</u>		<u>Balance</u>
	<u>Budget</u>	<u>Modified</u>	<u>Charged</u>	<u>Encumbered</u>	<u>Unencumbered</u>	<u>Cancelled</u>
		<u>Budget</u>				
<u>APPROPRIATIONS WITHIN "CAPS"</u>						
<u>MISCELLANEOUS AND OTHER</u>						
Refuse Tipping Fees:						
Other Expenses	\$ 1,430,000.00	\$ 1,412,000.00	\$ 890,431.58	\$ 73,661.09	\$ 447,907.33	\$
Mandatory Recycling Act:						
Other Expenses	564,848.00	564,848.00	525,000.00		39,848.00	
Montclair Early Childhood Corporation:						
Other Expenses	287,400.00	287,400.00	287,400.00			
Insurances:						
Liability Insurance	1,160,050.00	1,355,050.00	1,220,539.71		134,510.29	
Employee Group Insurance	4,773,822.00	4,675,822.00	4,400,190.96	132,015.61	143,615.43	
Cable T.V.:						
Salaries and Wages	10,000.00	10,000.00			10,000.00	
Other Expenses	2,500.00	2,500.00			2,500.00	
Defined Contribution Retirement Plan	1,500.00	2,100.00	2,069.58		30.42	
	<u>8,370,120.00</u>	<u>8,449,720.00</u>	<u>7,465,631.83</u>	<u>205,676.70</u>	<u>778,411.47</u>	
<u>SPECIAL PROGRAMS AND ACTIVITIES</u>						
Parks, Recreation and Cultural Affairs:						
Other Expenses	185,900.00	190,900.00	175,465.23	4,555.95	10,878.82	
<u>UNIFORM CONSTRUCTION CODE -</u>						
<u>APPROPRIATIONS OFFSET BY</u>						
<u>DEDICATED REVENUES (N.J.A.C.</u>						
<u>5:23-4.17)</u>						
Salaries and Wages	417,000.00	397,000.00	369,079.20		27,920.80	
Other Expenses	156,450.00	156,450.00	142,211.01	2,709.66	11,529.33	
	<u>573,450.00</u>	<u>553,450.00</u>	<u>511,290.21</u>	<u>2,709.66</u>	<u>39,450.13</u>	
<u>UNCLASSIFIED</u>						
Emergency Assistance Coalition:						
Other Expenses	50.00	50.00			50.00	

TOWNSHIP OF MONTCLAIR
CURRENT FUND

STATEMENT OF EXPENDITURES

A-3
Sheet #6

<u>Appropriation</u>	<u>Appropriations</u>		<u>Paid or Charged</u>	<u>Reserved</u>		<u>Balance Cancelled</u>
	<u>Budget</u>	<u>Modified Budget</u>		<u>Encumbered</u>	<u>Unencumbered</u>	
<u>APPROPRIATIONS WITHIN "CAPS"</u>						
<u>UNCLASSIFIED</u>						
Utilities:						
Gasoline	\$ 236,000.00	\$ 244,000.00	\$ 202,400.05	\$ 21,591.00	\$ 20,008.95	\$
Fuel - Diesel	164,000.00	168,000.00	154,272.57	6,715.41	7,012.02	
Electricity	364,000.00	464,000.00	310,471.72	11,246.13	142,282.15	
Telephone	230,000.00	230,000.00	189,420.65	14,691.47	25,887.88	
Natural Gas	190,000.00	155,000.00	76,455.52		78,544.48	
Street Lighting	505,000.00	505,000.00	282,103.21	170,025.61	52,871.18	
Water	13,250.00	8,250.00	61.06		8,188.94	
	<u>1,702,300.00</u>	<u>1,774,300.00</u>	<u>1,215,184.78</u>	<u>224,269.62</u>	<u>334,845.60</u>	
<u>CONTINGENT</u>	<u>3,500.00</u>	<u>3,500.00</u>		<u>913.60</u>	<u>2,586.40</u>	
Total Operations	<u>41,415,253.83</u>	<u>41,542,432.83</u>	<u>37,697,772.65</u>	<u>799,495.46</u>	<u>3,045,164.72</u>	
Detail:						
Salaries and Wages	28,467,472.83	28,494,972.83	27,018,583.90		1,476,388.93	
Other Expenses	<u>12,947,781.00</u>	<u>13,047,460.00</u>	<u>10,679,188.75</u>	<u>799,495.46</u>	<u>1,568,775.79</u>	
<u>STATUTORY EXPENDITURES</u>						
Contributions to:						
Public Employees' Retirement System	1,055,578.00	1,055,578.00	1,055,578.00			
Social Security System (OASI)	1,162,000.00	1,162,000.00	1,022,436.07		139,563.93	
Consolidated Police and Firemen's Pension Fund	382.00	382.00	382.00			
Police and Firemen's Retirement System of N.J.	4,226,804.00	4,226,804.00	4,226,804.00			
Pension Increase Fund Consolidated Police and Firemen's Pension System	89,745.34	89,745.34	89,745.34			
	<u>6,534,509.34</u>	<u>6,534,509.34</u>	<u>6,394,945.41</u>		<u>139,563.93</u>	
Total Appropriations Within "CAPS"	<u>47,949,763.17</u>	<u>48,076,942.17</u>	<u>44,092,718.06</u>	<u>799,495.46</u>	<u>3,184,728.65</u>	

TOWNSHIP OF MONTCLAIR
CURRENT FUND

STATEMENT OF EXPENDITURES

A-3
Sheet #7

<u>Appropriation</u>	<u>Appropriations</u>		<u>Paid or</u> <u>Charged</u>	<u>Reserved</u>		<u>Balance</u> <u>Cancelled</u>
	<u>Budget</u>	<u>Modified</u> <u>Budget</u>		<u>Encumbered</u>	<u>Unencumbered</u>	
<u>APPROPRIATIONS EXCLUDED FROM "CAPS"</u>						
<u>OTHER OPERATIONS</u>						
Maintenance of Free Public Library	\$ 3,333,749.00	\$ 3,333,749.00	\$ 3,333,749.00	\$	\$	\$
Reserve for Tax Appeals Pending	300,000.00	300,000.00	300,000.00			
Insurance:						
Employee Group Insurance	489,000.00	489,000.00	489,000.00			
Statutory Expenditures:						
Contributions to:						
Public Employees' Retirement System	24,763.00	24,763.00	24,763.00			
Police and Firemen's Retirement System of N.J.	359,346.00	359,346.00	359,346.00			
	4,506,858.00	4,506,858.00	4,506,858.00			
 <u>UNIFORM CONSTRUCTION CODE -</u> <u>APPROPRIATIONS OFFSET BY</u> <u>INCREASED FEE REVENUE</u> <u>(N.J.A.C. 5:23-4.17)</u>						
Other Expenses	56,153.05	56,153.05	56,153.05			
 <u>INTERLOCAL MUNICIPAL SERVICE AGREEMENTS</u>						
Glen Ridge Fire Contract:						
Salaries and Wages	727,943.00	727,943.00	727,943.00			
Other Expenses	224,535.00	224,535.00	224,535.00			
Interlocal Government Health Service Contract:						
Salaries and Wages	162,200.00	162,200.00	162,200.00			
Interlocal Animal Control Services - Glen Ridge:						
Salaries and Wages	18,000.00	18,000.00	18,000.00			
Interlocal Animal Control Services - Nutley:						
Salaries and Wages	26,000.00	26,000.00	26,000.00			
Interlocal Nursing Services - Nutley:						
Other Expenses	27,000.00	27,000.00	10,718.75	3,832.00	12,449.25	
Interlocal Animal Control Services Contract - Verona:						
Salaries and Wages	24,000.00	24,000.00	24,000.00			
	1,209,678.00	1,209,678.00	1,193,396.75	3,832.00	12,449.25	

TOWNSHIP OF MONTCLAIR
CURRENT FUND

STATEMENT OF EXPENDITURES

A-3
Sheet #8

<u>Appropriation</u>	<u>Appropriations</u>		<u>Paid or Charged</u>	<u>Reserved</u>		<u>Balance Cancelled</u>
	<u>Budget</u>	<u>Modified Budget</u>		<u>Encumbered</u>	<u>Unencumbered</u>	
<u>APPROPRIATIONS EXCLUDED FROM "CAPS"</u>						
<u>PUBLIC AND PRIVATE PROGRAMS OFFSET BY REVENUES</u>						
<u>Public Health Priority Act of 1977:</u>						
Montclair:						
Salaries and Wages	\$ 7,204.00	\$ 7,204.00	\$ 7,204.00	\$	\$	\$
Verona:						
Salaries and Wages	2,622.00	2,622.00	2,622.00			
Glen Ridge:						
Salaries and Wages	1,032.00	1,032.00	1,032.00			
Cedar Grove:						
Salaries and Wages	2,203.00	2,203.00	2,203.00			
Nutley:						
Salaries and Wages	6,296.00	6,296.00	6,296.00			
Belleville:						
Salaries and Wages	10,922.00	10,922.00	10,922.00			
Governor's Council on Alcohol and Drug Abuse:						
State Share	54,100.00	54,100.00	54,100.00			
Matching Funds	13,525.00	13,525.00	13,525.00			
Nonpublic School Nursing Services	137,030.00	137,030.00	137,030.00			
Comcast	5,000.00	5,000.00	5,000.00			
Safe and Secure Community Programs:						
Grant Funds:						
Police - Salaries and Wages	60,000.00	60,000.00	60,000.00			
Matching Funds:						
Police - Salaries and Wages	117,788.00	117,788.00	117,788.00			
Employee Group Insurance	51,919.00	51,919.00	51,919.00			
Clean Community Program	69,773.67	69,773.67	69,773.67			
Essex County Department on Aging:						
Senior Citizen Public Health Nursing	15,534.00	15,534.00	15,534.00			
Local Arts Program Grant	2,500.00	2,500.00	2,500.00			
Alcohol Education, Rehabilitation and Enforcement Grant	6,786.86	6,786.86	6,786.86			

TOWNSHIP OF MONTCLAIR
CURRENT FUND

A-3
Sheet #9

STATEMENT OF EXPENDITURES

	Appropriations			Reserved			Balance
Appropriation	Budget	Modified Budget	Paid or Charged	Encumbered	Unencumbered	Cancelled	Cleared
<u>APPROPRIATIONS EXCLUDED FROM "CAPS"</u>							
<u>PUBLIC AND PRIVATE PROGRAMS OFFSET BY REVENUES</u>							
Click It or Ticket Enforcement Grant	\$ 4,000.00	\$ 4,000.00	\$ 4,000.00				\$
Sustainable Jersey Small Grant	25,000.00	25,000.00	25,000.00				
Climate Showcase Communities Grant	75,000.00	75,000.00	75,000.00				
TV 34 News and Views	5,000.00	5,000.00	5,000.00				
Pedestrian Safety Grant	13,000.00	13,000.00	13,000.00				
Over the Limit Under Arrest	5,000.00	5,000.00	5,000.00				
Federal Energy Efficiency and Conservation Block Grant	155,000.00	155,000.00	155,000.00				
Drunk Driving Enforcement Fund	20,119.79	20,119.79	20,119.79				
Safety Incentive Award	1,000.00	1,000.00	1,000.00				
Division on Aging - Citizen Services	427.00	427.00	427.00				
Mountainside Health Foundation	9,500.00	9,500.00	9,500.00				
Assistance to Firefighter's Grant:							
Grant Funds	97,663.00	97,663.00	97,663.00				
Matching Funds	10,851.00	10,851.00	10,851.00				
Recycling Tonnage Grant	58,369.14	58,369.14	58,369.14				
State of N.J. Tobacco Control	5,940.00	5,940.00	5,940.00				
Liberty Mutual Bring Back the 4th	10,000.00	10,000.00	10,000.00				
	1,060,105.46	1,060,105.46	1,060,105.46				
Total Operations	6,832,794.51	6,832,794.51	6,816,513.26	3,832.00	12,449.25		
Detail:							
Salaries and Wages	1,166,210.00	1,166,210.00	1,166,210.00				
Other Expenses	5,666,584.51	5,666,584.51	5,650,303.26	3,832.00	12,449.25		
<u>CAPITAL IMPROVEMENTS</u>							
Capital Improvement Fund	225,000.00	225,000.00	225,000.00				

TOWNSHIP OF MONTCLAIR
CURRENT FUND

STATEMENT OF EXPENDITURES

A-3
Sheet #10

<u>Appropriation</u>	<u>Appropriations</u>		<u>Paid or</u>	<u>Reserved</u>		<u>Balance</u>
	<u>Budget</u>	<u>Modified</u>	<u>Charged</u>	<u>Encumbered</u>	<u>Unencumbered</u>	<u>Cancelled</u>
<u>APPROPRIATIONS EXCLUDED FROM "CAPS"</u>						
<u>DEBT SERVICE</u>						
Payment of Bond Principal	\$ 3,182,000.00	\$ 3,182,000.00	\$ 3,182,000.00	\$	\$	\$
Payment of Bond Anticipation Notes and Capital Notes	1,899,600.00	1,900,000.00	1,900,000.00			
Interest on Bonds	1,918,400.00	1,918,400.00	1,858,140.65			60,259.35
Interest on Notes	445,700.00	445,700.00	443,583.16			2,116.84
Green Trust Loan Program:						
Loan Repayments for Principal and Interest	31,092.00	43,913.00	43,912.12			0.88
Environmental Trust - Principal	44,429.00	44,429.00	44,428.15			0.85
Environmental Trust - Interest	17,657.00	17,657.00	17,656.26			0.74
	<u>7,538,878.00</u>	<u>7,552,099.00</u>	<u>7,489,720.34</u>			<u>62,378.66</u>
<u>DEFERRED CHARGES</u>						
Emergency Authorizations	100,000.00	100,000.00	100,000.00			
Special Emergency Authorization - 5 Years	221,400.00	221,400.00	221,400.00			
Unfunded Improvement Authorizations:						
Ordinance #02-11	15,000.00	15,000.00	15,000.00			
Ordinance #03-08	10,000.00	10,000.00	10,000.00			
	<u>346,400.00</u>	<u>346,400.00</u>	<u>346,400.00</u>			
<u>FOR LOCAL SCHOOL DISTRICT PURPOSES</u>						
Type I School District Debt Service:						
Payment of Bond Principal	1,716,000.00	1,716,000.00	1,716,000.00			
Payment of Bond Anticipation Notes	518,000.00	518,000.00	518,000.00			
Interest on Bonds	1,554,000.00	1,554,000.00	1,548,928.75			5,071.25
Interest on Notes	654,000.00	688,600.00	686,155.02			2,444.98
	<u>4,442,000.00</u>	<u>4,476,600.00</u>	<u>4,469,083.77</u>			<u>7,516.23</u>
Total Appropriations Excluded from "CAPS"	<u>19,385,072.51</u>	<u>19,432,893.51</u>	<u>19,346,717.37</u>	<u>3,832.00</u>	<u>12,449.25</u>	<u>69,894.89</u>

TOWNSHIP OF MONTCLAIR
CURRENT FUND

STATEMENT OF EXPENDITURES

A-3
Sheet #11

<u>Appropriation</u>	<u>Appropriations</u>		<u>Paid or</u> <u>Charged</u>	<u>Reserved</u>		<u>Balance</u> <u>Cancelled</u>
	<u>Budget</u>	<u>Modified</u> <u>Budget</u>		<u>Encumbered</u>	<u>Unencumbered</u>	
Sub-Total	\$ 67,334,835.68	\$ 67,509,835.68	\$ 63,439,435.43	\$ 803,327.46	\$ 3,197,177.90	\$ 69,894.89
Reserve for Uncollected Taxes	3,383,000.00	3,383,000.00	3,383,000.00			
Total Appropriations	\$ 70,717,835.68	\$ 70,892,835.68	\$ 66,822,435.43	\$ 803,327.46	\$ 3,197,177.90	\$ 69,894.89

APPROPRIATIONS EXCLUDED FROM "CAPS"

A-2

Sheet #12

A

Reference

TOWNSHIP OF MONTCLAIR
CURRENT FUND

STATEMENT OF EXPENDITURES

A-3
Sheet #12

	<u>Ref.</u>	<u>Modified Budget</u>	<u>Paid or Charged</u>
Adopted Budget		\$ 70,577,978.05	\$
Added by N.J.S.A. 40A:4-87		139,857.63	
Emergency Authorization	A-20	175,000.00	
 Cash Disbursed:			
Salaries and Wages			28,184,793.90
Township's Matching Funds for Grants	A-39		194,083.00
Other Expenditures			<u>33,548,136.07</u>
	A-4		61,927,012.97
Deferred Charges	A-20		100,000.00
Deferred Charges - Special Emergency	A-21		221,400.00
Reserve for Tax Appeals	A-25		300,000.00
Interfunds Payable	A-31		25,000.00
Reserve for Grant Expenditures	A-39		866,022.46
Reserve for Uncollected Taxes	A-2d		<u>3,383,000.00</u>
	Sheet #11	<u>\$ 70,892,835.68</u>	<u>\$ 66,822,435.43</u>
 <u>Analysis of Charges to Operations</u>			
Paid or Charged	Above		\$ 66,822,435.43
 Appropriation Reserves:			
Encumbered	Sheet #11	\$ 803,327.46	
Unencumbered	Sheet #11	<u>3,197,177.90</u>	
			<u>4,000,505.36</u>
			70,822,940.79
 Less: Reserve for Uncollected Taxes			
	Above		<u>3,383,000.00</u>
	A-1		<u>\$ 67,439,940.79</u>

See accompanying notes to financial statements.

TOWNSHIP OF MONTCLAIR
TRUST FUNDS

COMPARATIVE BALANCE SHEETS

B
Sheet #1

<u>ASSETS</u>	<u>Ref.</u>	<u>Balance</u> <u>Dec. 31, 2010</u>	<u>Balance</u> <u>Dec. 31, 2009</u>
<u>Assessment Trust Fund</u>			
<u>Assessments Receivable:</u>			
Pledged	B-4	\$ 5,825.01	\$ 10,589.77
Unpledged	B-4	8,452.55	8,452.55
Interfunds Receivable	B-11	48,486.19	44,265.98
		<u>62,763.75</u>	<u>63,308.30</u>
 <u>Animal Control Trust Fund</u>			
Cash - Checking	B-1	<u>17,854.60</u>	<u>5,340.95</u>
 <u>General Trust Fund</u>			
Cash - Checking	B-1	2,840,601.82	2,788,978.54
Due from Montclair Public Library	B-5	444.83	444.83
Due from Montclair Board of Education	B-6	4,626.14	4,626.14
Due from Montclair Housing Agency	B-7	37,730.68	38,730.64
Community Development Block Grant Funds Receivable	B-8	339,955.00	1,313,001.38
Due from Municipal Court	B-9	3,552.00	
Other Accounts Receivable	B-10	8,408.61	7,952.61
Interfunds Receivable	B-11	69,470.37	24,595.10
		<u>3,304,789.45</u>	<u>4,178,329.24</u>
		<u>\$ 3,385,407.80</u>	<u>\$ 4,246,978.49</u>

TOWNSHIP OF MONTCLAIR
TRUST FUNDS

COMPARATIVE BALANCE SHEETS

B
Sheet #2

<u>LIABILITIES, RESERVES AND FUND BALANCE</u>	Ref.	Balance Dec. 31, 2010	Balance Dec. 31, 2009
<u>Assessment Trust Fund</u>			
Interfunds Payable	B-15	\$ 54,311.20	\$ 54,311.20
Prepaid Assessments	B-16		544.55
Reserve for Assessments Receivable	B-17	8,452.55	8,452.55
		62,763.75	63,308.30
 <u>Animal Control Trust Fund</u>			
Due to State of New Jersey	B-12	4.20	3.60
Interfunds Payable	B-15	2,503.00	2,503.00
Reserve for:			
Animal Shelter Expenditures	B-20	8,798.51	1,292.94
Animal Control Trust Fund Expenditures	B-21	6,548.89	1,541.41
		17,854.60	5,340.95
 <u>General Trust Fund</u>			
Special Deposits	B-13	1,693,423.56	1,273,210.34
Premiums on Tax Sale	B-14	1,217,900.00	1,533,900.00
Interfunds Payable	B-15	8,757.15	8,757.15
Reserve for:			
Community Development Block Grant Expenditures	B-18	238,222.94	1,313,957.38
Section "8" Voucher Program	B-19	8,892.14	
State Unemployment Trust Fund Expenditures	B-22	137,593.66	27,628.43
Unemployment Claims Payable to State of New Jersey	B-23		20,875.94
		3,304,789.45	4,178,329.24
		\$ 3,385,407.80	\$ 4,246,978.49

See accompanying notes to financial statements.

TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

COMPARATIVE BALANCE SHEETS

C

<u>ASSETS AND DEFERRED CHARGES</u>	<u>Ref.</u>	Balance <u>Dec. 31, 2010</u>	Balance <u>Dec. 31, 2009</u>
Cash - Checking	C-2,3	\$ 12,118,353.89	\$ 9,577,238.19
Grants Receivable	C-4	235,628.29	
Loans Receivable	C-5	1,638,000.00	1,638,000.00
Regional Contribution Agreements Receivable	C-6	1,050,000.00	1,050,000.00
Due from Improvement District	C-7	25,000.00	35,000.00
Due from Montclair Parking Authority	C-8	18,201.30	18,201.30
Interfunds Receivable	C-9	1,507,129.64	4,512,646.96
Deferred Charges to Future Taxation:			
Funded	C-10	88,407,800.78	83,477,868.68
Unfunded	C-11	91,097,096.83	98,625,375.52
		<u>\$ 196,097,210.73</u>	<u>\$ 198,934,330.65</u>

LIABILITIES, RESERVES AND FUND BALANCE

General Serial Bonds	C-26	\$ 42,433,000.00	\$ 45,615,000.00
School Serial Bonds	C-25	44,827,000.00	36,881,000.00
N.J. Environmental Infrastructure Loan Payable	C-24	673,981.22	718,409.37
Green Acres Loan Payable	C-23	473,819.56	263,459.31
Bond Anticipation Notes	C-22	72,726,000.00	72,842,000.00
Improvement Authorizations:			
Funded	C-12	1,964,787.14	2,038,180.99
Unfunded	C-12	27,289,343.88	36,439,878.61
Due to Montclair Board of Education	C-13		197,239.31
Capital Improvement Fund	C-14	122,764.83	2,514.83
Interfunds Payable	C-15	974,086.76	202,086.76
Reserve for:			
Future Improvements	C-16	259,000.00	259,000.00
Repayment of Urban Development Action Grants	C-17	26,955.51	26,955.51
Grants Receivable	C-18	235,628.29	
Loans Receivable	C-19	1,638,000.00	1,638,000.00
Debt Service	C-20	992,728.71	
Regional Contribution Agreements	C-21	1,050,000.00	1,050,000.00
Fund Balance	C-1	<u>410,114.83</u>	<u>760,605.96</u>
		<u>\$ 196,097,210.73</u>	<u>\$ 198,934,330.65</u>

Bonds and Notes Authorized but Not Issued:

General		\$ 7,225,687.44	\$ 8,447,451.13
School		<u>11,736,143.51</u>	<u>17,757,033.51</u>
	C-27	<u>\$ 18,961,830.95</u>	<u>\$ 26,204,484.64</u>

TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

STATEMENT OF FUND BALANCE

C-1

	<u>Ref.</u>		
Balance December 31, 2009	C		\$ 760,605.96
Increased by:			
Premium on Sale of Notes	C-2	\$ 357,734.17	
Funded Improvement Authorizations Cancelled	C-12	<u>41,774.70</u>	
			<u>399,508.87</u>
			1,160,114.83
Decreased by:			
Anticipated as Current Fund Revenue	C-15		<u>750,000.00</u>
Balance December 31, 2010	C		<u><u>\$ 410,114.83</u></u>

See accompanying notes to financial statements.

TOWNSHIP OF MONTCLAIR
WATER UTILITY

COMPARATIVE BALANCE SHEETS

D
Sheet #1

<u>ASSETS</u>	<u>Ref.</u>	Balance <u>Dec. 31, 2010</u>	Balance <u>Dec. 31, 2009</u>
<u>Operating Fund</u>			
Cash - Checking	D-5	\$ 317,972.51	\$ 1,406,019.27
Change Fund	D-7	200.00	100.00
Petty Cash	D-8	150.00	150.00
		318,322.51	1,406,269.27
Interfunds Receivable	D-11	1,851,090.31	177,199.19
		2,169,412.82	1,583,468.46
 <u>Receivables and Inventory with Full Reserves:</u>			
Consumer Accounts Receivable	D-12	602,073.80	709,301.94
Inventory - Materials and Supplies	D-13	126,298.65	38,434.74
		728,372.45	747,736.68
		2,897,785.27	2,331,205.14
 <u>Capital Fund</u>			
Cash - Checking	D-5,9	429,342.48	877,983.82
Loans Receivable	D-10	4,455,334.00	3,724,341.00
Interfunds Receivable	D-11	56,802.87	56,802.87
Fixed Capital	D-14	23,626,744.36	23,123,699.59
Fixed Capital Authorized but Uncompleted	D-15	16,544,750.37	16,407,450.37
		45,112,974.08	44,190,277.65
		\$ 48,010,759.35	\$ 46,521,482.79

TOWNSHIP OF MONTCLAIR
WATER UTILITY

COMPARATIVE BALANCE SHEETS

D
Sheet #2

<u>LIABILITIES, RESERVES AND FUND BALANCES</u>	<u>Ref.</u>	<u>Balance Dec. 31, 2010</u>	<u>Balance Dec. 31, 2009</u>
<u>Operating Fund</u>			
Appropriation Reserves:			
Encumbered	D-4,16	\$ 40,298.75	\$ 94,178.45
Unencumbered	D-4,16	575,729.82	406,533.10
Accrued Interest on Bonds	D-17	160,276.04	169,599.47
Accrued Interest on Notes	D-18	8,068.16	6,569.31
Accrued Interest on Loans	D-19	43,792.71	43,857.55
Special Water Deposits	D-20		56,237.65
Due State of New Jersey - Surcharge	D-21	2,932.28	2,573.33
Water Overpayments	D-22	23,511.37	14,879.64
Interfunds Payable	D-25	5,170.67	
		859,779.80	794,428.50
Reserve for Receivables and Inventory		728,372.45	747,736.68
Fund Balance	D-1	1,309,633.02	789,039.96
		2,897,785.27	2,331,205.14
<u>Capital Fund</u>			
Serial Bonds	D-30	9,184,000.00	9,639,000.00
N.J. Environmental Infrastructure Trust			
Loan Payable	D-29	4,155,641.98	3,732,023.94
Bond Anticipation Notes	D-28	3,905,000.00	3,278,095.00
Improvement Authorizations:			
Funded	D-23	96,542.76	3,507,468.63
Unfunded	D-23	6,067,727.27	4,050,804.07
Capital Improvement Fund	D-24	29,381.53	11,881.53
Interfunds Payable	D-25	1,079,090.31	177,199.19
Reserve for:			
Amortization	D-26	19,773,155.38	18,732,455.65
Deferred Amortization	D-27	777,106.37	1,010,586.37
Fund Balance	D-2	45,328.48	50,763.27
		45,112,974.08	44,190,277.65
		\$ 48,010,759.35	\$ 46,521,482.79
Bonds and Notes Authorized but Not Issued	D-31	\$ 2,376,591.00	\$ 4,045,989.00

See accompanying notes to financial statements.

TOWNSHIP OF MONTCLAIR
WATER UTILITY

COMPARATIVE STATEMENTS OF OPERATIONS
AND CHANGE IN FUND BALANCE

D-1

	<u>Ref.</u>	<u>Year 2010</u>	<u>Year 2009</u>
<u>Revenue and Other Income Realized</u>			
Fund Balance Utilized	D-3	\$ 350,000.00	\$ 375,000.00
Rents	D-3	6,493,407.69	5,983,765.32
Miscellaneous Revenue	D-3	207,358.42	185,028.17
Water Utility Capital Surplus	D-3	25,000.00	35,000.00
Other Credits to Income:			
Prior Year Adjustment - Change Fund	D-7	100.00	
Unexpended Balance of Appropriation			
Reserves	D-16	318,473.66	233,294.03
Special Water Deposits Cancelled	D-20	56,237.65	
		<u>7,450,577.42</u>	<u>6,812,087.52</u>
<u>Expenditures</u>			
Budget Expenditures:			
Operating	D-4	4,809,074.00	4,726,100.00
Capital Improvements	D-4	50,000.00	50,000.00
Debt Service	D-4	1,322,710.36	1,284,968.69
Statutory Expenditures	D-4	298,200.00	267,300.00
		<u>6,479,984.36</u>	<u>6,328,368.69</u>
Excess in Revenue		970,593.06	483,718.83
<u>Fund Balance</u>			
Balance January 1	D	<u>789,039.96</u>	<u>680,321.13</u>
		1,759,633.02	1,164,039.96
Decreased by:			
Utilized as Anticipated Revenue:			
Water Operating Fund Budget	D-3	350,000.00	375,000.00
Current Fund Budget	D-25	100,000.00	
		<u>450,000.00</u>	<u>375,000.00</u>
Balance December 31	D	<u>\$ 1,309,633.02</u>	<u>\$ 789,039.96</u>

See accompanying notes to financial statements.

TOWNSHIP OF MONTCLAIR
WATER UTILITY

STATEMENT OF FUND BALANCE
WATER CAPITAL FUND

D-2

	<u>Ref.</u>		
Balance December 31, 2009	D		\$ 50,763.27
Increased by:			
Premium on Sale of Notes	D-5	\$ 9,909.98	
Funded Improvement Authorizations Cancelled	D-23	<u>9,655.23</u>	
			<u>19,565.21</u>
			<u>70,328.48</u>
Decreased by:			
Anticipated as Water Operating Fund Revenue	D-25		<u>25,000.00</u>
Balance December 31, 2010	D		<u><u>\$ 45,328.48</u></u>

See accompanying notes to financial statements.

TOWNSHIP OF MONTCLAIR
WATER UTILITY

STATEMENT OF REVENUE

D-3

	<u>Ref.</u>	<u>2010 Budget</u>	<u>Realized</u>	<u>Excess</u>
Fund Balance Utilized	D-1	\$ 350,000.00	\$ 350,000.00	\$
Rents	D-1,12	5,983,000.00	6,493,407.69	510,407.69
Miscellaneous Revenue	D-1,Below	132,000.00	207,358.42	75,358.42
Water Utility Capital Surplus	D-1,11	<u>25,000.00</u>	<u>25,000.00</u>	
	D-4	<u>\$ 6,490,000.00</u>	<u>\$ 7,075,766.11</u>	<u>\$ 585,766.11</u>

Analysis of Realized Revenue

Miscellaneous Revenue

Interest on Delinquent Rents	\$ 91,439.50	
Glen Ridge Management Fee	48,570.00	
Loan Savings Credits	27,726.06	
New Service Fees	21,465.40	
Interest on Investments	3,998.48	
Return Check Fees	3,620.00	
Energy Reimbursement	6,209.27	
Turn-On Fee	1,040.42	
Cost of Sale	727.04	
Miscellaneous	<u>2,562.25</u>	
Above		<u>\$ 207,358.42</u>

Collections:

Treasurer	D-5	\$ 36,042.69
Collector	D-6	169,424.61
Interfunds Receivable	D-11	<u>1,891.12</u>
Above		<u>\$ 207,358.42</u>

See accompanying notes to financial statements.

TOWNSHIP OF MONTCLAIR
WATER UTILITY

STATEMENT OF EXPENDITURES

D-4
Sheet #1

Appropriation	Ref.	Budget	Modified Budget	Paid or Charged	Expended		Balance Cancelled
					Encumbered	Reserved Unencumbered	
<u>Operating</u>							
Salaries and Wages		\$ 1,358,000.00	\$ 1,335,600.00	\$ 1,214,650.22	\$	\$ 120,949.78	\$
Other Expenses		2,803,250.00	2,803,250.00	2,452,633.17	39,738.70	310,878.13	
<u>Commercial</u>							
Salaries and Wages		605,000.00	605,000.00	500,188.12		104,811.88	
Other Expenses		66,224.00	65,224.00	25,573.92	560.05	39,090.03	
	D-1	<u>4,832,474.00</u>	<u>4,809,074.00</u>	<u>4,193,045.43</u>	<u>40,298.75</u>	<u>575,729.82</u>	
<u>Capital Improvements</u>							
Capital Improvement Fund	D-1	<u>50,000.00</u>	<u>50,000.00</u>	<u>50,000.00</u>			
<u>Debt Service</u>							
Payment of Bond Principal		455,000.00	455,000.00	455,000.00			
Payment of Bond Anticipation Notes and Capital Notes		22,000.00	22,000.00	22,000.00			
Interest on Bonds		389,000.00	389,000.00	379,581.57			9,418.43
Interest on Notes		50,000.00	50,800.00	50,533.69			266.31
Environmental Trust Fund - Principal		288,698.00	307,398.00	307,374.94			23.06
Environmental Trust Fund - Interest		104,628.00	108,528.00	108,220.16			307.84
	D-1	<u>1,309,326.00</u>	<u>1,332,726.00</u>	<u>1,322,710.36</u>			<u>10,015.64</u>
<u>Statutory Expenditures</u>							
Contribution to:							
Public Employees' Retirement System		130,200.00	130,200.00	130,200.00			
Social Security System		163,000.00	163,000.00	163,000.00			
Unemployment Compensation Insurance		5,000.00	5,000.00	5,000.00			
	D-1	<u>298,200.00</u>	<u>298,200.00</u>	<u>298,200.00</u>			
		<u>\$ 6,490,000.00</u>	<u>\$ 6,490,000.00</u>	<u>\$ 5,863,955.79</u>	<u>\$ 40,298.75</u>	<u>\$ 575,729.82</u>	<u>\$ 10,015.64</u>

Reference

D-3

Sheet #2

D

D

TOWNSHIP OF MONTCLAIR
WATER UTILITY

STATEMENT OF EXPENDITURES

D-4
Sheet #2

	<u>Ref.</u>	<u>Paid or</u> <u>Charged</u>
Cash Disbursed	D-5	\$ 5,325,620.37
Accrued Interest on Bonds	D-17	379,581.57
Accrued Interest on Notes	D-18	50,533.69
Accrued Interest on Loans	D-19	<u>108,220.16</u>
	Sheet #1	<u>\$ 5,863,955.79</u>

See accompanying notes to financial statements.

TOWNSHIP OF MONTCLAIR
SEWER UTILITY

COMPARATIVE BALANCE SHEETS

E
Sheet #1

<u>ASSETS</u>	<u>Ref.</u>	<u>Balance</u> <u>Dec. 31, 2010</u>	<u>Balance</u> <u>Dec. 31, 2009</u>
<u>Operating Fund</u>			
Cash - Checking	E-5	\$ 2,844,570.18	\$ 343,698.54
Change Fund	E-7	200.00	
		<u>2,844,770.18</u>	<u>343,698.54</u>
Interfunds Receivable	E-9	766.75	67,493.36
		<u>2,845,536.93</u>	<u>411,191.90</u>
Receivables and Inventory with Full Reserves:			
Consumer Accounts Receivable	E-10	720,360.70	616,173.02
Inventory - Materials and Supplies	E-11	14,454.22	
		<u>734,814.92</u>	<u>616,173.02</u>
		<u>3,580,351.85</u>	<u>1,027,364.92</u>
<u>Capital Fund</u>			
Cash - Checking	E-5,8	1,093,896.32	369,045.76
Fixed Capital Authorized but Uncompleted	E-12	2,785,000.00	7,385,000.00
		<u>3,878,896.32</u>	<u>7,754,045.76</u>
		<u>\$ 7,459,248.17</u>	<u>\$ 8,781,410.68</u>

TOWNSHIP OF MONTCLAIR
SEWER UTILITY

COMPARATIVE BALANCE SHEETS

E
Sheet #2

<u>LIABILITIES, RESERVES AND FUND BALANCE</u>	<u>Ref.</u>	<u>Balance Dec. 31, 2010</u>	<u>Balance Dec. 31, 2009</u>
<u>Operating Fund</u>			
Appropriation Reserves:			
Encumbered	E-4,13	\$ 10,855.63	\$ 8,445.48
Unencumbered	E-4,13	142,990.83	108,512.66
Accrued Interest on Notes	E-14	12,294.41	8,884.95
Sewer Overpayments	E-15	20,515.61	19,260.52
Reserve for Special Sewer Deposits	E-19	186,656.48	146,523.61
Reserve for Receivables and Inventory		734,814.92	616,173.02
Fund Balance	E-1	2,658,880.45	264,668.29
		3,580,351.85	1,027,364.92
<u>Capital Fund</u>			
Bond Anticipation Notes	E-22	2,211,000.00	1,442,905.00
Improvement Authorizations:			
Funded	E-16	48,154.33	49,363.33
Unfunded	E-16	1,377,550.74	6,016,394.04
Capital Improvement Fund	E-17	75,500.00	30,500.00
Interfunds Payable	E-18	766.75	67,493.36
Reserve for:			
Amortization	E-20	7,500.00	7,500.00
Deferred Amortization	E-21	116,000.00	108,500.00
Fund Balance	E-2	42,424.50	31,390.03
		3,878,896.32	7,754,045.76
		\$ 7,459,248.17	\$ 8,781,410.68
 Bonds and Notes Authorized but Not Issued	 E-23	 \$ 450,500.00	 \$ 5,826,095.00

See accompanying notes to financial statements.

TOWNSHIP OF MONTCLAIR
SEWER UTILITY

COMPARATIVE STATEMENTS OF OPERATIONS
AND CHANGE IN FUND BALANCE

E-1

	<u>Ref.</u>	<u>Year 2010</u>	<u>Year 2009</u>
<u>Revenue and Other Income Realized</u>			
Fund Balance Utilized	E-3	\$ 88,000.00	\$ 88,000.00
Sewer Charges	E-3	4,433,937.19	4,215,000.00
Sewage Flow Usage Fees - Reservoir Ridge	E-3	66,470.00	66,470.00
Sewer Connection Fee	E-3	2,632,300.00	
Rate Increase			165,433.89
Nonbudget Revenue	E-3	94,929.58	51,559.08
Other Credits to Income:			
Prior Year Adjustment - Change Fund	E-7	200.00	
Unexpended Balance of Appropriation			
Reserves	E-13	80,698.30	78,008.58
Reserve for Special Sewer Deposits Cancelled	E-19	1,420.00	
		<u>7,397,955.07</u>	<u>4,664,471.55</u>
 <u>Expenditures</u>			
Budget Expenditures:			
Operating	E-4	4,319,450.00	4,214,150.00
Capital Improvements	E-4	45,000.00	45,000.00
Debt Service	E-4	207,492.91	208,213.72
Statutory Expenditures	E-4	48,800.00	45,100.00
Surplus (General Budget)	E-4	200,000.00	
		<u>4,820,742.91</u>	<u>4,512,463.72</u>
Excess in Revenue		2,577,212.16	152,007.83
 <u>Fund Balance</u>			
Balance January 1	E	264,668.29	200,660.46
		<u>2,841,880.45</u>	<u>352,668.29</u>
 Decreased by:			
Utilized as Anticipated Revenue:			
Sewer Operating Fund Budget	E-3	88,000.00	88,000.00
Current Fund Budget	E-18	95,000.00	
		<u>183,000.00</u>	<u>88,000.00</u>
Balance December 31	E	<u>\$ 2,658,880.45</u>	<u>\$ 264,668.29</u>

See accompanying notes to financial statements.

TOWNSHIP OF MONTCLAIR
SEWER UTILITY

STATEMENT OF FUND BALANCE
SEWER CAPITAL FUND

E-2

	<u>Ref.</u>	
Balance December 31, 2009	E	\$ 31,390.03
Increased by:		
Premium on Sale of Notes	E-5	<u>11,034.47</u>
Balance December 31, 2010	E	<u><u>\$ 42,424.50</u></u>

See accompanying notes to financial statements.

TOWNSHIP OF MONTCLAIR
SEWER UTILITY

STATEMENT OF EXPENDITURES

E-4
Sheet #1

<u>Appropriation</u>	<u>Ref.</u>	<u>Budget</u>	<u>Modified Budget</u>	<u>Paid or Charged</u>	<u>Expended</u>		<u>Balance Cancelled</u>
					<u>Encumbered</u>	<u>Reserved Unencumbered</u>	
<u>Operating</u>							
Salaries and Wages		\$ 502,000.00	\$ 502,000.00	\$ 458,561.70	\$	\$ 43,438.30	\$
Other Expenses		410,650.00	407,050.00	297,239.20	10,855.63	98,955.17	
Passaic Valley Sewer Commission		3,369,200.00	3,369,200.00	3,369,183.02		16.98	
Third River Sewer		1,200.00	1,200.00	1,111.97		88.03	
Second River Sewer		40,000.00	40,000.00	39,507.65		492.35	
	E-1	<u>4,323,050.00</u>	<u>4,319,450.00</u>	<u>4,165,603.54</u>	<u>10,855.63</u>	<u>142,990.83</u>	
<u>Capital Improvements</u>							
Capital Improvement Fund	E-1	<u>45,000.00</u>	<u>45,000.00</u>	<u>45,000.00</u>			
<u>Debt Service</u>							
<u>Payment of Bond Anticipation Notes and Capital Notes</u>							
Capital Notes		7,500.00	7,500.00	7,500.00			
Interest on Notes		21,650.00	25,250.00	24,992.91			257.09
<u>Reimbursement for Sewer Share of Current Debt Service</u>							
	E-1	<u>175,000.00</u>	<u>175,000.00</u>	<u>175,000.00</u>			
		<u>204,150.00</u>	<u>207,750.00</u>	<u>207,492.91</u>			<u>257.09</u>
<u>Statutory Expenditures</u>							
<u>Contribution to:</u>							
Public Employees' Retirement System		22,800.00	22,800.00	22,800.00			
Social Security System		24,000.00	24,000.00	24,000.00			
Unemployment Compensation Insurance		2,000.00	2,000.00	2,000.00			
	E-1	<u>48,800.00</u>	<u>48,800.00</u>	<u>48,800.00</u>			
<u>Surplus (General Budget)</u>							
	E-1	<u>200,000.00</u>	<u>200,000.00</u>	<u>200,000.00</u>			
		<u>\$ 4,821,000.00</u>	<u>\$ 4,821,000.00</u>	<u>\$ 4,666,896.45</u>	<u>\$ 10,855.63</u>	<u>\$ 142,990.83</u>	<u>\$ 257.09</u>
<u>Reference</u>		<u>E-3</u>		<u>Sheet #2</u>	<u>E</u>	<u>E</u>	

TOWNSHIP OF MONTCLAIR
SEWER UTILITY

STATEMENT OF EXPENDITURES

E-4
Sheet #2

	<u>Ref.</u>	<u>Paid or</u> <u>Charged</u>
Cash Disbursed	E-5	\$4,641,903.54
Accrued Interest on Notes	E-14	<u>24,992.91</u>
	Sheet #1	<u>\$4,666,896.45</u>

See accompanying notes to financial statements.

TOWNSHIP OF MONTCLAIR
PARKING UTILITY

COMPARATIVE BALANCE SHEETS

E

<u>ASSETS</u>	<u>Ref.</u>	Balance <u>Dec. 31, 2010</u>	Balance <u>Dec. 31, 2009</u>
<u>Operating Fund</u>			
Cash - Checking	F-4	\$ 938.94	\$ 383,593.91
Accrued Interest Receivable	F-6	381,880.00	
Interfunds Receivable	F-8	74,961.76	74,961.76
		457,780.70	458,555.67
 <u>Capital Fund</u>			
Due from Montclair Parking Authority	F-7	282,014.68	282,014.68
Interfunds Receivable	F-8	52,113.17	52,113.17
Fixed Capital	F-9	16,445,000.00	16,160,000.00
		16,779,127.85	16,494,127.85
		\$ 17,236,908.55	\$ 16,952,683.52
 <u>LIABILITIES, RESERVES AND FUND BALANCE</u>			
<u>Operating Fund</u>			
Accrued Interest on Bonds	F-10	\$ 381,880.00	\$ 382,657.50
Interfunds Payable	F-11	52,113.17	52,113.17
Fund Balance	F-1	23,787.53	23,785.00
		457,780.70	458,555.67
 <u>Capital Fund</u>			
Serial Bonds	F-13	15,865,000.00	16,160,000.00
Interfunds Payable	F-11	334,127.85	334,127.85
Reserve for Amortization	F-12	580,000.00	
		16,779,127.85	16,494,127.85
		\$ 17,236,908.55	\$ 16,952,683.52

See accompanying notes to financial statements.

TOWNSHIP OF MONTCLAIR
PARKING UTILITY

COMPARATIVE STATEMENTS OF OPERATIONS
AND CHANGE IN FUND BALANCE

F-1

	<u>Ref.</u>	<u>2010</u>	<u>2009</u>
<u>Revenue and Other Income Realized</u>			
Fund Balance Utilized		\$	\$ 100.00
Contribution from Montclair Parking Authority	F-2	1,064,857.58	1,056,412.54
Nonbudget Revenue	F-2	2.53	0.86
		<u>1,064,860.11</u>	<u>1,056,513.40</u>
 <u>Expenditures</u>			
Budget Appropriations:			
Debt Service	F-3	<u>1,064,857.58</u>	<u>1,056,448.35</u>
Excess in Revenue		2.53	65.05
 <u>Fund Balance</u>			
Balance January 1	F	<u>23,785.00</u>	<u>23,819.95</u>
		23,787.53	23,885.00
 Decreased by:			
Utilized as Anticipated Revenue			<u>100.00</u>
Balance December 31	F	<u>\$ 23,787.53</u>	<u>\$ 23,785.00</u>

See accompanying notes to financial statements.

TOWNSHIP OF MONTCLAIR
PARKING UTILITY

STATEMENT OF REVENUE

F-2

<u>Source</u>	<u>Ref.</u>	<u>2010 Budget</u>	<u>Realized</u>	<u>Excess or (Deficit)</u>
Contribution from Montclair Parking Authority	F-1,6	\$1,064,900.00	\$1,064,857.58	\$ (42.42)
Nonbudget Revenue	F-1,4,Below	<u> </u>	<u> 2.53</u>	<u> 2.53</u>
	F-3	<u>\$1,064,900.00</u>	<u>\$1,064,860.11</u>	<u>\$ (39.89)</u>
 <u>Analysis of Realized Revenue</u>				
 <u>Nonbudget Revenue</u>				
Interest on Deposits	Above		<u>\$ 2.53</u>	

See accompanying notes to financial statements.

TOWNSHIP OF MONTCLAIR
PARKING UTILITY

STATEMENT OF EXPENDITURES

F-3

	<u>Budget</u>	<u>Expended Paid or Charged</u>	<u>Balance Cancelled</u>
<u>Debt Service</u>			
Bonds Payable	\$ 295,000.00	\$ 295,000.00	\$
Interest on Bonds	<u>769,900.00</u>	<u>769,857.58</u>	<u>42.42</u>
	<u>\$1,064,900.00</u>	<u>\$1,064,857.58</u>	<u>\$ 42.42</u>
<u>Reference</u>	<u>F-2</u>	<u>F-1,Below</u>	
	<u>Ref.</u>		
Cash Disbursed	F-4	\$ 295,000.00	
Accrued Interest on Bonds	F-10	<u>769,857.58</u>	
	Above	<u>\$1,064,857.58</u>	

See accompanying notes to financial statements.

TOWNSHIP OF MONTCLAIR
PAYROLL FUND

BALANCE SHEET

G

ASSETS

Balance
Dec. 31, 2010

Cash
Due from Plan Administrator

\$ 681,123.29
1,192.08

\$ 682,315.37

LIABILITIES AND FUND BALANCE

Payroll Deductions Payable
Due to General Trust Fund

\$ 642,772.80
39,542.57

\$ 682,315.37

See accompanying notes to financial statements.

TOWNSHIP OF MONTCLAIR
CAPITAL FIXED ASSETS

COMPARATIVE BALANCE SHEETS

H

	<u>Balance</u> <u>Dec. 31, 2010</u>	<u>Balance</u> <u>Dec. 31, 2009</u>
<u>CAPITAL FIXED ASSETS</u>		
Building	\$ 59,786,400.00	\$ 60,171,000.00
Land	52,648,800.00	53,010,100.00
Vehicles and Other Equipment	<u>12,030,012.15</u>	<u>11,634,125.15</u>
	<u>\$ 124,465,212.15</u>	<u>\$ 124,815,225.15</u>
 <u>RESERVE</u>		
Investment in Capital Fixed Assets	<u>\$ 124,465,212.15</u>	<u>\$ 124,815,225.15</u>

See accompanying notes to financial statements.

NOTES TO FINANCIAL STATEMENTS

TOWNSHIP OF MONTCLAIR

NOTES TO FINANCIAL STATEMENTS YEAR ENDED DECEMBER 31, 2010

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

The Township of Montclair is organized as a Council-Manager municipality under the provisions of N.J.S. 40:69A-81 et seq. The Township is "governed by an elected Mayor and Council and by an appointed Municipal Manager, and by such other officers and employees as may be duly appointed. The Council shall consist of four members elected by ward and two members elected at large by voters of the municipality and shall serve for a term of four years beginning on the first day of July next following their election".

Each member of the Council carries a legislative vote.

Governmental Accounting Standards Board (GASB) Statement No. 14 establishes certain standards for defining and reporting on the financial reporting entity. In accordance with these standards, the reporting entity should include the primary government and those component units which are fiscally accountable to the primary government.

The financial statements of the Township of Montclair include every board, body, officer or commission supported and maintained wholly or in part by funds appropriated by the Township, as required by the provisions of N.J.S. 40A:5-5. The financial statements, however, do not include the operations of the Free Public Library and Housing Agency, which are separate entities and are subject to separate examinations.

B. Description of Funds

The Governmental Accounting Standards Board ("GASB") is a recognized standard setting body for establishing governmental accounting and financial reporting principles, however, the accounting policies of the Township of Montclair conform to the accounting principles applicable to municipalities which have been prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey. Such principles and practices are designed primarily for determining compliance with legal provisions and budgetary restrictions and as a means of reporting on the stewardship of public officials with respect to public funds. Under this method of accounting, the Township of Montclair accounts for its financial transactions through the following separate funds which differ from the fund structure required by generally accepted accounting principles:

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

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

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Description of Funds (Continued)

Water Utility Operating and Capital Funds - These Funds reflect revenue, expenditures, stewardship, acquisition of utility infrastructure and other capital facilities, as well as long-term debt, debt service and other related activity of the municipally-owned Water Utility.

Sewer Utility Operating and Capital Funds - These Funds reflect revenue, expenditures, stewardship, acquisition of utility infrastructure and other capital facilities, as well as long-term debt, debt service and other related activity of the municipally-owned Sewer Utility.

Parking Utility Operating and Capital Funds - These Funds reflect revenue, expenditures, stewardship, acquisition of utility infrastructure and other capital facilities, as well as long-term debt, debt service and other related activity of the municipally-owned Parking Utility. As of January 1, 2007, the Montclair Parking Authority assumed all operations of the Parking Utility. The ownership of the parking lots is in the name of the Township of Montclair. The serial bonds issued are also in the name of the Township of Montclair and the debt service payments are paid from a budget appropriation in the Parking Utility's operating budget. These payments are reimbursed by the Montclair Parking Authority.

Free Public Library - Budget appropriations and State Aid are transferred to the Free Public Library bank account and are expended with the approval of the Library for its purposes. Interest on investments, Library fines and other revenue are retained by the Library and expended therefrom. The Library is the subject of a separate report.

Capital Fixed Assets - These accounts reflect estimated valuations of land, buildings and certain moveable fixed assets of the Township as discussed under the caption of "Basis of Accounting".

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

C. Basis of Accounting

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

Property Taxes and Other Revenue

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

Grant Revenue

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Basis of Accounting (Continued)

Expenditures

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

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

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

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

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

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

Encumbrances

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

Appropriation Reserves

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

Compensated Absences

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

Property Acquired for Taxes

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Basis of Accounting (Continued)

Self-Insurance Contributions

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

Interfunds Receivable

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

Inventories of Supplies

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

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

Capital Fixed Assets

General:

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

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

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

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

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

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Basis of Accounting (Continued)

Capital Fixed Assets (Continued)

Utilities:

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

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

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

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

D. Basic Financial Statements

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

2. CASH, CASH EQUIVALENTS AND INVESTMENTS

A. Cash and Cash Equivalents

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

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

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

2. CASH, CASH EQUIVALENTS AND INVESTMENTS (Continued)

A. Cash and Cash Equivalents (Continued)

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

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

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

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

B. Investments

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

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

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

As of December 31, 2010, the Township had funds invested and on deposit in checking and New Jersey Cash Management Accounts. The amount of the Township's Cash and Cash Equivalents on Deposit as of December 31, 2010 was \$29,191,216.91. These funds constitute "deposits with financial institutions" as defined by GASB Statement No. 40.

3. TAXES AND TAX TITLE LIENS RECEIVABLE

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

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

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

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

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

Comparative Schedule of Tax Rates

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007*</u>	<u>2006</u>
Tax Rate	<u>\$ 2.519</u>	<u>\$ 2.387</u>	<u>\$ 2.301</u>	<u>\$ 2.15</u>	<u>\$ 5.36</u>
Apportionment of Tax Rate:					
Municipal	\$ 0.668	\$ 0.612	\$ 0.589	\$ 0.53	\$ 1.22
County	0.395	0.379	0.364	0.36	0.95
County Open Space	0.015	0.015	0.015	0.01	0.02
School	1.441	1.381	1.333	1.25	3.17

*Revaluation

Assessed Valuation

<u>Year</u>	<u>Amount</u>
2010	\$ 7,323,196,626.00
2009	7,336,676,131.00
2008	7,335,108,076.00
2007 *	7,415,062,627.00
2006	2,775,430,506.00

*Revaluation

3. TAXES AND TAX TITLE LIENS RECEIVABLE (Continued)

Comparison of Tax Levies and Current Collections

<u>Year</u>	<u>Tax Levy</u>	<u>Current Cash Collections</u>	<u>Percentage of Collection</u>
2010	\$ 185,102,450.07	\$ 179,341,400.37	98.02 %*
2009	175,880,129.23	172,671,254.44	98.17
2008	170,055,507.56	166,685,139.40	98.02
2007	159,949,008.23	157,414,053.44	98.42
2006	149,984,226.26	147,916,217.68	98.62

*Percentage of collection based on a reduction of the tax levy due to tax appeals in accordance with the provisions of N.J.S.A. 40A:4-41c(2).

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 each year end, in relation to the tax levies of the last five years.

<u>December 31 Year</u>	<u>Amount of Tax Title Liens</u>	<u>Amount of Delinquent Taxes</u>	<u>Total Delinquent</u>	<u>Percentage of Tax Levy</u>
2010	\$ 73,850.82	\$ 3,582,694.22	\$ 3,656,545.04	1.99 %
2009	53,115.72	2,997,756.73	3,050,872.45	1.73
2008	37,395.74	2,597,720.39	2,635,116.13	1.55
2007	29,924.39	2,507,561.03	2,537,485.42	1.59
2006	122,293.53	2,060,813.89	2,183,107.42	1.45

4. SPECIAL IMPROVEMENT DISTRICT ASSESSMENTS

A Special Improvement District was established by ordinance of the Township of Montclair, adopted on February 19, 2002, in accordance with the provisions of N.J.S.A. 40:56-65 et seq. for the purposes of promoting economic growth and employment within the Montclair Town Center business district.

Properties within the geographic boundaries of the District are subject to the assessment. Tax exempt properties and properties exclusively in residential use are excluded from the special assessment.

The assessment for the year ending December 31, 2010 was \$415,546.54.

5. PROPERTY ACQUIRED BY TAX TITLE LIEN LIQUIDATION

The value of properties acquired by tax title lien liquidation is carried at the current assessed valuation.

<u>Year</u>	<u>Amount</u>
2010	\$ 317,900.00
2009	317,900.00
2008	317,900.00
2007	317,900.00
2006	135,400.00

6. WATER CONSUMER ACCOUNTS RECEIVABLE

The Township of Montclair maintains a utility fund for the billing and collection of water rents. The Township is divided into six sections for the purposes of billings which are done on a quarterly basis.

A comparison of Water Utility billings and collections for the past five3 years are as follows:

<u>Year</u>	<u>Billings</u>	<u>Cash Collections</u>
2010	\$ 6,386,179.55	\$ 6,493,407.69
2009	5,831,991.48	5,983,765.32
2008	6,193,506.11	5,803,334.75
2007	5,942,625.96	5,733,834.22
2006	5,324,483.55 *	5,233,849.67

Cash collections include realization of prior year uncollected balances.

* Includes billings of Cycle I and Cycle II in the amount of \$368,878.70 that are usually billed in December of each year.

7. SEWER RENTS RECEIVABLE

The Township of Montclair established a utility fund in the year 2006 for the billing and collection of sewer rents. The Township is divided into six sections for the purposes of billings which are done on a quarterly basis.

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

<u>Year</u>	<u>Billings</u>	<u>Collections</u>
2010	\$ 4,538,124.87	\$ 4,433,937.19
2009	4,454,695.52	4,380,433.89
2008	4,255,146.53	4,215,133.44
2007	4,030,374.51	3,968,056.88
2006	4,081,450.31	3,641,869.64

Cash collections include realization of prior year uncollected balances.

8. FUND BALANCES APPROPRIATED

	<u>Year</u>	<u>Balance Dec. 31</u>	<u>Utilized in Budgets of Succeeding Year</u>
Current Fund:	2010	\$ 1,008,722.85	\$ 464,000.00
	2009	1,651,323.39	1,500,000.00
	2008	3,519,998.70	3,350,000.00
	2007	4,263,669.15	3,605,000.00
	2006	3,158,455.25	2,975,000.00
Water Utility Operating Fund:	2010	1,309,633.02	19,000.00
	2009	789,039.96	350,000.00
	2008	680,321.13	375,000.00
	2007	351,736.55	250,000.00
	2006	93,892.51	41,000.00
Sewer Utility Operating Fund:	2010	2,658,880.45	
	2009	264,668.29	88,000.00
	2008	200,660.46	88,000.00
	2007	177,944.52	56,000.00
	2006	16,023.71	9,000.00
Parking Utility Operating Fund:	2010	23,787.53	
	2009	23,785.00	
	2008	23,819.95	100.00
	2007	23,819.95	
	2006	9,578.77	9,578.77

9. PENSION PLANS

Description of Systems

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

9. PENSION PLANS (Continued)

Description of Systems (Continued)

Public Employees' Retirement System:

The Public Employees' Retirement System (PERS) was established in January, 1955 under the provisions of N.J.S.A. 43:15A to provide coverage, including post-retirement health care, to substantially all full-time employees of the State or any county, municipality, school district or public agency provided the employee is not a member of another State-administered retirement system. Membership is mandatory for such employees and vesting occurs after 8 to 10 years of service and 25 years for health care coverage. Members are eligible for retirement at age 60 with an annual benefit generally determined to be 1/55th of the average annual compensation for the highest three fiscal years' compensation for each year of membership during years of creditable service. Pension benefits for members enrolled in the system after May 21, 2010 would be based on 1/60th of the average annual compensation for the last five years of service or any five fiscal years of membership that provide the largest benefit to the member or the member's beneficiary. Early retirement is available to those under age 60 with 25 or more years of credited service. Anyone who retires early and is under age 55 receives retirement benefits as calculated in the above-mentioned formula but at a reduced rate (one quarter of one percent for each month the member lacks of attaining age 55).

Police and Firemen's Retirement System:

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

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

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

Consolidated Police and Firemen's Pension Fund:

The Consolidated Police and Firemen's Pension Fund (CPFPPF) is a closed system with no active members and was established in January, 1952 to provide coverage to municipal police and firemen who were appointed prior to July 1, 1944.

9. PENSION PLANS (Continued)

Contributions Required and Made

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

Year	PERS		PFRS		CPFPE
	Township	Employees	Township	Employees	Township
2010	\$ 1,223,342.00	\$ 625,061.08	\$ 4,586,150.00	\$ 1,531,701.54	\$ 90,127.34
2009	1,019,882.00	641,119.25	4,083,868.00	1,530,777.06	119,348.53
2008	795,954.56	616,826.18	3,743,768.00	1,456,006.71	143,689.02

10. DEFINED CONTRIBUTION RETIREMENT PROGRAM

Description of System

The Defined Contribution Retirement Program (DCRP) was established on July 1, 2007 for certain public employees under the provisions of Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007. The program provides eligible members, with a minimum base salary of \$1,500.00 or more, with a tax sheltered, defined contribution retirement benefit, in addition to life insurance and disability coverage. If the eligible elected or appointed official will earn less than \$5,000.00 annually, the official may choose to waive participation in the DCRP for that office or position. This waiver is irrevocable.

As of May 21, 2010, the municipal base salary required for eligibility in the DCRP was increased to \$5,000.00.

The DCRP is jointly administered by the Division of Pensions and Benefits and Prudential Financial.

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

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

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

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

10. DEFINED CONTRIBUTION RETIREMENT PROGRAM (Continued)

Contributions Required and Made

Contributions made by employees for DCRP are currently at 5.5% of their base wages. Member contributions are matched by a 3.0% employer contribution. Contributions to the plan for the past year are as follows:

<u>Year</u>	<u>Township</u>	<u>Employees</u>
2010	<u>\$ 2,069.58</u>	<u>\$ 4,160.32</u>

11. POST-RETIREMENT BENEFITS OTHER THAN PENSIONS

The Township of Montclair 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. SHBP was established in 1961 under N.J.S.A. 52:14-17.25 et seq., to provide health benefits to State employees, retirees and their dependents. Rules governing the operation and administration of the program are found in Title 17, Chapter 89 of the New Jersey Administrative Code. SHBP provides medical, prescription drugs, mental health/substance abuse and Medicare Part B reimbursement to retirees and their covered dependents.

The SHBP was extended to employees, retirees and dependents of participating local public employers in the year 1964. Local employers must adopt a resolution to participate in the SHBP.

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 supplemental information for the SHBP. That report may be obtained by writing to the State of New Jersey Division of Pensions and Benefits, P.O. Box 205, Trenton, New Jersey 08625-0295 or by visiting their website at www.state.nj.us/treasury/pensions/gasb-43-sept2008.pdf.

The Township of Montclair, by contractual agreement, provides certain post-employment benefits to retired employees and their spouses for health insurance.

Eligible employees and spouses will be entitled to health care insurance coverage upon retirement under the rules of the New Jersey State Health Benefits Program, effective April 1, 2007. Eligible employees must attain the age of 62, have fifteen years of employment with the Township of Montclair, and contribute twenty (20%) percent of premium costs, with the Township contributing eighty (80%) percent.

Funding Policy

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

Contributions to pay for the health premiums of participating retirees in the SHBP are billed to the Township of Montclair on a monthly basis.

The Township of Montclair's contributions to SHBP for the year ended December 31, 2010 was \$123,525.93, which equaled the required contribution for the year. There were approximately 17 retired participants eligible at December 31, 2010.

12. MUNICIPAL DEBT

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

Summary of Municipal Debt (Excluding Current and Operating Debt and Type I School Debt)

	<u>Year 2010</u>	<u>Year 2009</u>	<u>Year 2008</u>
<u>Issued</u>			
General:			
Bonds, Notes and Loans	\$ 73,925,800.78	\$ 75,877,868.68	\$ 76,611,996.73
Water:			
Bonds, Notes and Loans	17,244,641.98	16,649,118.94	16,455,705.03
Sewer:			
Notes	2,211,000.00	1,442,905.00	700,000.00
Parking:			
Bonds and Notes	15,865,000.00	16,160,000.00	16,445,000.00
	<u>109,246,442.76</u>	<u>110,129,892.62</u>	<u>110,212,701.76</u>
 <u>Authorized but Not Issued</u>			
General:			
Bonds and Notes	7,225,687.44	8,447,451.13	6,272,494.15
Water:			
Bonds and Notes	2,376,591.00	4,045,989.00	2,461,639.00
Sewer:			
Bonds and Notes	450,500.00	5,826,095.00	1,026,500.00
	<u>10,052,778.44</u>	<u>18,319,535.13</u>	<u>9,760,633.15</u>
 Less: Cash on Hand:			
General	590,734.12		
Grants Receivable	235,628.29		
Reserve for Debt Service	992,728.71		
	<u>1,819,091.12</u>		
 Net Bonds and Notes Issued and Authorized but Not Issued			
	<u>\$ 117,480,130.08</u>	<u>\$ 128,449,427.75</u>	<u>\$ 119,973,334.91</u>

12. MUNICIPAL DEBT (Continued)

Summary of Statutory Debt Condition - Annual Debt Statement

The summarized statement of debt condition which follows is prepared in accordance with the required method of setting up the Annual Statement and indicates a statutory net debt of 1.048%.

	<u>Gross Debt</u>	<u>Deductions</u>	<u>Net Debt</u>
Local School District	\$ 98,944,143.51	\$ 98,944,143.51	\$
Utility Debt	38,147,732.98	38,147,732.98	
General Debt	81,151,488.22	4,904,091.12	76,247,397.10
	<u>\$ 218,243,364.71</u>	<u>\$ 141,995,967.61</u>	<u>\$ 76,247,397.10</u>

Net debt \$76,247,397.10 divided by Equalized Valuation Basis per N.J.S. 40A:2-2 as amended, \$7,274,055,694.00 equals 1.048%.

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

3 1/2% of Equalized Valuation Basis	\$ 254,591,949.29
Net Debt	<u>76,247,397.10</u>
Remaining Borrowing Power	<u>\$ 178,344,552.19</u>

School Debt Deductions

School debt is deductible up to the extent of 4.0% of the Average Equalized Assessed Valuations of real property for the Local School District.

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

Water Utility

Fund Balance and Cash Receipts from Fees, Rents or Other Charges for Year		\$ 7,075,766.11
Deductions:		
Operating and Maintenance Cost	\$ 5,107,247.00	
Debt Service	<u>1,322,710.36</u>	
		<u>6,429,957.36</u>
Excess in Revenue		<u>\$ 645,808.75</u>

There being an excess in revenue, all such utility debt is deductible.

Sewer Utility

Fund Balance and Cash Receipts from Fees, Rents or Other Charges for Year		\$ 7,315,636.77
Deductions:		
Operating and Maintenance Cost	\$ 4,368,250.00	
Debt Service	<u>207,492.91</u>	
		<u>4,575,742.91</u>
Excess in Revenue		<u>\$ 2,739,893.86</u>

There being an excess in revenue, all such utility debt is deductible.

12. MUNICIPAL DEBT (Continued)

Calculation of "Self-Liquidating Purposes" per N.J.S. 40A:2-45 (Continued)

Parking Utility

Fund Balance and Cash Receipts from Fees, Rents or Other Charges for Year	\$ 1,064,860.11
Deductions:	
Debt Service	<u>1,064,857.58</u>
Excess in Revenue	<u>\$ 2.53</u>

There being an excess in revenue, all such utility debt is deductible.

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

As of December 31, 2010, the Township's long-term debt is as follows:

General Serial Bonds

\$10,016,000, 2003 Bonds due in annual installments of \$900,000 to \$1,116,000 through February 2017, interest at rates from 3.50% to 3.875%	\$ 6,916,000.00
\$3,495,000, 2003 Bonds due in annual installments of \$125,000 to \$485,000 through April 1, 2021, interest at rates from 4.80% to 5.80%	3,085,000.00
\$9,465,000, 2005 Refunding Bonds due in annual installments of \$1,250,000 to \$1,465,000 through July 15, 2014, interest at rates from 4.00% to 5.00%	5,615,000.00
\$19,215,000, 2006 Bonds due in annual installments of \$300,000 to \$2,000,000 through January 1, 2026, interest at rates from 4.50% to 4.625%	18,715,000.00
\$8,252,000, 2008 Bonds due in annual installments of \$500,000 to \$1,200,000 through September 1, 2021, interest at rates from 3.25% to 4.00%	<u>8,102,000.00</u>
	<u>\$ 42,433,000.00</u>

12. MUNICIPAL DEBT (Continued)

Calculation of "Self-Liquidating Purposes" per N.J.S. 40A:2-45 (Continued)

Water Utility Bonds

\$3,397,000, 2003 Bonds due in annual installments of \$292,000 to \$325,000 through February 1, 2017, interest at rates from 3.50% to 3.875% \$ 2,242,000.00

\$755,000, 2005 Bonds due in annual installments of \$110,000 to \$125,000 through July 15, 2014, interest at rates from 4.00% to 5.00% 485,000.00

\$3,453,000, 2006 Bonds due in annual installments of \$25,000 to \$275,000 through January 1, 2027, interest at rates from 4.50% to 4.625% 3,178,000.00

\$3,349,000, 2008 Bonds due in annual installments of \$30,000 to \$300,000 through September 1, 2026, interest at rates from 3.25% to 4.25% 3,279,000.00

\$ 9,184,000.00

Parking Utility Bonds

\$14,555,000, Series A Bonds due in annual installments of \$285,000 to \$880,000 through January 1, 2037, interest at rates from 4.50% to 4.625% \$ 14,025,000.00

\$1,890,000, Series B Bonds due in annual installments of \$30,000 to \$135,000 through January 1, 2037, interest at rates from 6.40% to 6.50% 1,840,000.00

\$ 15,865,000.00

12. MUNICIPAL DEBT (Continued)

A schedule of annual debt service for principal and interest for bonded debt is as follows:

GENERAL BONDS

Calendar Year	Total	General		Water Utility		Parking Utility	
		Principal	Interest	Principal	Interest	Principal	Interest
2011	\$ 7,327,340.07	\$ 3,290,000.00	\$ 2,075,555.54	\$ 505,000.00	\$ 385,397.03	\$ 315,000.00	\$ 756,387.50
2012	8,665,710.01	4,345,000.00	2,238,531.26	630,000.00	380,873.75	330,000.00	741,305.00
2013	8,697,325.01	4,545,000.00	2,059,941.26	675,000.00	356,611.25	335,000.00	725,772.50
2014	8,668,160.64	4,705,000.00	1,882,685.01	685,000.00	330,845.63	355,000.00	709,630.00
2015	8,113,536.26	4,315,000.00	1,723,635.01	710,000.00	307,136.25	365,000.00	692,765.00
2016	7,757,920.64	4,130,000.00	1,561,960.01	730,000.00	280,670.63	380,000.00	675,290.00
2017	7,668,496.26	4,211,000.00	1,401,187.51	747,000.00	252,328.75	400,000.00	656,980.00
2018	7,450,131.26	4,315,000.00	1,235,635.01	620,000.00	226,683.75	415,000.00	637,812.50
2019	7,269,211.26	4,340,000.00	1,064,040.01	610,000.00	202,383.75	435,000.00	617,787.50
2020	7,049,228.14	4,320,000.00	889,794.39	610,000.00	177,621.25	455,000.00	596,812.50
2021	6,276,760.64	3,602,000.00	729,189.39	740,000.00	151,065.00	480,000.00	574,506.25
2022	5,544,443.78	3,245,000.00	574,444.39	550,000.00	124,140.01	500,000.00	550,859.38
2023	5,959,290.65	3,835,000.00	427,472.51	550,000.00	100,577.51	520,000.00	526,240.63
2024	5,829,220.02	3,889,000.00	262,786.26	550,000.00	77,015.01	550,000.00	500,418.75
2025	3,784,190.02	2,000,000.00	132,506.26	550,000.00	53,452.51	575,000.00	473,231.25
2026	3,526,436.89	1,865,000.00	43,128.13	544,000.00	29,515.01	600,000.00	444,793.75
2027	1,293,610.01			243,000.00	5,619.38	630,000.00	414,990.63
2028	1,043,706.26					660,000.00	383,706.26
2029	1,040,987.51					690,000.00	350,987.51
2030	1,036,834.38					720,000.00	316,834.38
2031	1,036,084.38					755,000.00	281,084.38
2032	1,043,343.76					800,000.00	243,343.76
2033	1,033,728.13					830,000.00	203,728.13
2034	1,037,284.38					875,000.00	162,284.38
2035	1,038,618.76					920,000.00	118,618.76
2036	1,032,846.88					960,000.00	72,846.88
2037	1,039,737.50					1,015,000.00	24,737.50
	<u>\$ 121,264,183.49</u>	<u>\$ 60,952,000.00</u>	<u>\$ 18,302,491.95</u>	<u>\$ 10,249,000.00</u>	<u>\$ 3,441,936.46</u>	<u>\$ 15,865,000.00</u>	<u>\$ 12,453,755.08</u>

The above Schedule of Annual Debt Service has been adjusted for a 2011 Bond Issue as described in Note 20.

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

12. MUNICIPAL DEBT (Continued)

Green Acres Trust Loans Payable - General Capital Fund

The Township of Montclair was awarded three loans from the State of New Jersey, Department of Environmental Protection, at an interest rate of 0.0% to 2% for renovations to Essex Park Pool and Project Youth Sports.

Essex Park Pool:	
\$250,000.00, loan due in semi-annual installments of \$7,772.90 through October 2012, interest at 2.0%	\$ 30,329.58
Project Youth Sports:	
\$250,000.00 Loan due in semi-annual installments of \$7,772.90 through May 2026, interest at 2.0%	206,310.50
Project Youth Sports II:	
\$250,000.00 Loan due in semi-annual installments of \$6,410.26 through December 2029, interest free	<u>237,179.48</u>
	<u><u>\$ 473,819.56</u></u>

The following is a schedule of annual principal and interest payments for the Green Acres Trust Loans:

<u>Year</u>	<u>Total</u>	<u>Principal</u>	<u>Interest</u>
2011	\$ 43,912.11	\$ 39,311.10	\$ 4,601.01
2012	43,912.12	39,843.57	4,068.55
2013	28,366.32	24,763.21	3,603.11
2014	28,366.32	25,003.25	3,363.07
2015	28,366.32	25,248.13	3,118.19
2016	28,366.31	25,497.92	2,868.39
2017	28,366.32	25,752.74	2,613.58
2018	28,366.32	26,012.67	2,353.65
2019	28,366.32	26,277.84	2,088.48
2020	28,366.33	26,548.34	1,817.99
2021	28,366.31	26,824.25	1,542.06
2022	28,366.32	27,105.73	1,260.59
2023	28,366.32	27,392.86	973.46
2024	28,366.32	27,685.77	680.55
2025	28,366.32	27,984.56	381.76
2026	20,593.42	20,516.46	76.96
2027	12,820.52	12,820.52	
2028	12,820.52	12,820.52	
2029	6,410.12	6,410.12	
	<u>\$ 509,230.96</u>	<u>\$ 473,819.56</u>	<u>\$ 35,411.40</u>

12. MUNICIPAL DEBT (Continued)

Environmental Infrastructure Loans Payable - General Capital Fund

The Township of Montclair was awarded a loan in 2004 from the New Jersey Environmental Infrastructure Trust in the sum of \$878,438.00. The fund loan portion of \$443,438.00 was issued interest free while the trust loan portion of \$435,000.00 was issued at various interest rates from 3.00% to 5.00%.

2004:

Payments are semi-annual through the year 2024 \$ 673,981.22

The following is a schedule of annual principal and interest payments for the Environmental Infrastructure Loan - General Capital Fund:

<u>Year</u>	<u>Total</u>	<u>Principal</u>	<u>Interest</u>
2011	\$ 60,435.70	\$ 43,779.44	\$ 16,656.26
2012	58,786.99	43,130.73	15,656.26
2013	57,138.27	42,482.01	14,656.26
2014	55,489.55	41,833.29	13,656.26
2015	54,170.59	41,314.33	12,856.26
2016	61,095.19	49,038.93	12,056.26
2017	59,446.47	48,390.21	11,056.26
2018	57,385.58	47,579.32	9,806.26
2019	55,324.68	46,768.42	8,556.26
2020	61,507.36	54,201.10	7,306.26
2021	59,034.30	53,228.04	5,806.26
2022	56,561.22	52,254.96	4,306.26
2023	54,088.34	51,282.08	2,806.26
2024	60,229.62	58,698.36	1,531.26
	<u>\$ 810,693.86</u>	<u>\$ 673,981.22</u>	<u>\$ 136,712.64</u>

Environmental Infrastructure Loans Payable - Water Utility Fund

The Township of Montclair was awarded four loans from the New Jersey Environmental Infrastructure Trust. The Fund Loan portion was issued interest free while the Trust Loan portion was issued at various interest rates from 4.00% to 5.70%.

1999 Loan:

Payments are semi-annual through the year 2019 \$ 1,336,831.94

2001 Loan:

Payments are semi-annual through the year 2021 852,303.30

2002 Loan:

Payments are semi-annual through the year 2022 1,254,191.46

2010 Loan:

Payments are semi-annual through the year 2029 712,315.28

\$ 4,155,641.98

12. MUNICIPAL DEBT (Continued)

Environmental Infrastructure Loans Payable - Water Utility Fund (Continued)

The following is a schedule of annual principal and interest payments for the Environmental Infrastructure Loan - Water Capital Fund:

<u>Year</u>	<u>Total</u>	<u>Principal</u>	<u>Interest</u>
2011	\$ 422,060.77	\$ 316,958.27	\$ 105,102.50
2012	434,753.26	337,075.76	97,677.50
2013	429,489.90	340,087.40	89,402.50
2014	431,860.20	351,120.20	80,740.00
2015	430,363.79	358,648.79	71,715.00
2016	431,675.82	369,360.82	62,315.00
2017	432,144.97	379,754.97	52,390.00
2018	431,715.72	389,775.72	41,940.00
2019	430,128.43	399,353.43	30,775.00
2020	257,551.14	238,376.14	19,175.00
2021	256,003.97	242,953.97	13,050.00
2022	162,935.19	156,060.19	6,875.00
2023	41,166.58	38,016.58	3,150.00
2024	40,766.58	38,016.58	2,750.00
2025	40,366.58	38,016.58	2,350.00
2026	39,966.58	38,016.58	1,950.00
2027	39,616.58	38,016.58	1,600.00
2028	44,216.58	43,016.58	1,200.00
2029	43,616.84	43,016.84	600.00
	<u>\$ 4,840,399.48</u>	<u>\$ 4,155,641.98</u>	<u>\$ 684,757.50</u>

Special Emergency Note

Outstanding Special Emergency Note is summarized as follows:

	<u>Interest Rate</u>	<u>Amount</u>
Current Fund	1.25%	<u>\$ 213,000.00</u>

Bond Anticipation Notes

Outstanding Bond Anticipation Notes are summarized as follows:

<u>Notes</u>	<u>Interest Rate</u>	<u>Amount</u>
General Capital Fund	1.00%	\$ 18,519,000.00
	1.25%	11,826,000.00
Water Utility Capital Fund	1.00%	1,065,000.00
	1.25%	2,840,000.00
Sewer Utility Capital Fund	1.25%	<u>2,211,000.00</u>
		<u>\$ 36,461,000.00</u>

12. MUNICIPAL DEBT (Continued)

Bond Anticipation Notes (Continued)

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

<u>Original Notes Issued</u>	<u>Legal Installments Due</u>	<u>Permanent Funding Required as of May 1</u>
2006	2009 - 2016	2017
2008	2011 - 2018	2019
2009	2012 - 2019	2020
2010	2013 - 2020	2021

Bonds and Notes Authorized but Not Issued

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

	<u>Balance Dec. 31, 2010</u>
General Capital Fund: General Improvements	<u>\$ 7,225,687.44</u>
Water Utility Capital Fund: General Improvements	<u>\$ 2,376,591.00</u>
Sewer Utility Capital Fund: General Improvements	<u>\$ 450,500.00</u>

13. SCHOOL DEBT

The Board of Education of the Township of Montclair is a Type I School District and the members of the Board of Education are appointed by the Mayor. A Board of School Estimate approves the school district tax levy after the final budget is determined by the Board of Education. The members of the Board of School Estimate include the Mayor, two members of the local school board and two members of the governing body. School debt, authorized by the Board of School Estimate, are obligations of the Township and school debt service is raised as part of the school tax levy. School debt is reported on the balance sheet of the General Capital Fund and is detailed as follows:

\$14,600,000, 2008 Bonds due in annual installments of \$250,000 to \$1,050,000 through January 2028, interest at 3.50% to 5.00%	14,500,000.00
\$9,662,000, 2010 Bonds due in annual installments of \$25,000 to \$847,000 through June 2030, interest at 2.00% to 4.00%	<u>9,662,000.00</u>
	<u>\$ 44,827,000.00</u>

13. SCHOOL DEBT (Continued)

A schedule of annual debt service for principal and interest for School Serial Bonds is as follows:

<u>Year</u>	<u>Total</u>	<u>Principal</u>	<u>Interest</u>
2011	\$ 4,125,758.76	\$ 1,755,000.00	\$ 2,370,758.76
2012	5,251,767.25	2,675,000.00	2,576,767.25
2013	5,212,567.25	2,735,000.00	2,477,567.25
2014	5,279,223.50	2,910,000.00	2,369,223.50
2015	5,233,573.50	2,975,000.00	2,258,573.50
2016	5,391,373.50	3,250,000.00	2,141,373.50
2017	5,439,673.50	3,425,000.00	2,014,673.50
2018	5,125,798.50	3,240,000.00	1,885,798.50
2019	5,057,098.50	3,305,000.00	1,752,098.50
2020	4,985,323.50	3,370,000.00	1,615,323.50
2021	4,927,523.50	3,450,000.00	1,477,523.50
2022	4,867,511.00	3,530,000.00	1,337,511.00
2023	4,797,406.00	3,604,000.00	1,193,406.00
2024	4,819,003.50	3,778,000.00	1,041,003.50
2025	4,743,328.50	3,862,000.00	881,328.50
2026	4,731,573.00	4,016,000.00	715,573.00
2027	4,829,385.00	4,290,000.00	539,385.00
2028	4,791,168.75	4,439,000.00	352,168.75
2029	2,380,406.25	2,170,000.00	210,406.25
2030	2,373,750.00	2,258,000.00	115,750.00
2031	1,483,531.25	1,450,000.00	33,531.25
	<u>\$ 95,846,744.51</u>	<u>\$ 66,487,000.00</u>	<u>\$ 29,359,744.51</u>

The above Schedule of Annual Debt Service has been adjusted for a 2011 Bond Issue as described in Note 20.

Temporary Notes

Outstanding Temporary Notes for school purposes are summarized as follows:

<u>Notes</u>	<u>Interest Rate</u>	<u>Amount</u>
General Capital Fund	1.00%	\$ 13,481,000.00
	1.50%	<u>28,900,000.00</u>
		<u>\$ 42,381,000.00</u>

Bonds and Notes Authorized but Not Issued

There were Bonds and Notes Authorized but Not Issued for school purposes in the following amount:

General Capital Fund	<u>\$ 11,736,143.51</u>
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14. INTERFUND RECEIVABLES AND PAYABLES

As of December 31, 2010, interfund receivables and payables that resulted from various interfund transactions were as follows:

<u>Fund</u>	<u>Due from Other Funds</u>	<u>Due to Other Funds</u>
Current Fund	\$ 88,118.15	\$ 1,465,603.15
Federal and State Grant Fund	269,133.37	2,000.00
Assessment Trust Fund	48,486.19	54,311.20
Animal Control Trust Fund		2,503.00
General Trust Fund	69,470.37	8,757.15
General Capital Fund	1,507,129.64	974,086.76
Water Utility Operating Fund	1,851,090.31	5,170.67
Water Utility Capital Fund	56,802.87	1,079,090.31
Sewer Utility Operating Fund	766.75	
Sewer Utility Capital Fund		766.75
Parking Utility Operating Fund	74,961.76	52,113.17
Parking Utility Capital Fund	52,113.17	334,127.85
Payroll Fund		39,542.57
	<u>\$4,018,072.58</u>	<u>\$4,018,072.58</u>

15. DEFERRED CHARGES TO BE RAISED IN SUCCEEDING YEARS BUDGETS

Certain expenditures are required to be deferred to budgets of succeeding years. At December 31, 2010, the following deferred charges are shown on the balance sheet of the Current Fund:

	<u>Balance Dec. 31, 2010</u>	<u>2011 Budget Appropriation</u>
Current Fund:		
Emergency Authorization	\$ 175,000.00	\$ 175,000.00
Special Emergency Authorization	213,000.00	213,000.00
	<u>\$ 388,000.00</u>	<u>\$ 388,000.00</u>

16. DEFERRED COMPENSATION PLAN

The Township of Montclair offers its employees a Deferred Compensation Plan created in accordance with the provisions of N.J.S. 43:15B-1 et seq., and the Internal Revenue Code, Section 457. The plan, available to all municipal employees, permits them to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency.

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

16. DEFERRED COMPENSATION PLAN (Continued)

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

The Township of Montclair authorized such modifications to their plan by resolution of the Township Council adopted April 6, 1999.

The administrators for the Township of Montclair's Deferred Compensation Plan are Lincoln Financial Group and Metropolitan Life Insurance Company.

17. DEFERRED SCHOOL TAX

The Local School District Tax was raised on the school year basis and liability deferred by statute, resulting in school tax payable set forth in liabilities computed as follows:

	<u>Balance</u> <u>Dec. 31, 2010</u>	<u>Balance</u> <u>Dec. 31, 2009</u>	<u>Increase</u> <u>(Decrease)</u>
*Balance of Tax	\$ 50,551,922.00	\$ 48,434,507.00	\$ 2,117,415.00
Amount Deferred	<u>50,551,922.00</u>	<u>48,434,507.00</u>	<u>2,117,415.00</u>
 Total Payable (Cash Liability)	 <u>\$ -</u>	 <u>\$ -</u>	 <u>\$ -</u>

*Required for school operations for the six month period following December 31st.

18. RISK MANAGEMENT

The Township is a member of the Garden State Municipal Joint Insurance Fund which provides coverage for Worker's Compensation, General Liability, Property and Automobile coverage.

There have been no provisions included in the financial statements for claims incurred but not reported (IBNR) for the above listed coverages as of December 31, 2010.

19. CONTINGENT LIABILITIES

a. Compensated Absences

The Township's policy for accrued sick and vacation benefits is summarized as follows:

Employees can only accrue one year of vacation days. Vacation must be taken within one year of accrual, unless authorized by the Township Manager.

Employees covered under the Public Employees' Retirement System can accumulate up to 225 sick days if they were employed by the Township prior to January 1, 1963, and 130 sick days for those employed after January 1, 1963. Terminal leave will be capped at \$5,000.00 for employees hired after June 1, 1994.

Employees covered under the Police and Firemen's Retirement System can accumulate up to 225 sick days if they were employed by the Township prior to January 1, 1963, and 130 sick days for those employed after January 1, 1963. Terminal leave will be capped at \$18,761.00 for employees hired after July 1, 1994.

19. CONTINGENT LIABILITIES (Continued)

a. Compensated Absences (Continued)

It is estimated that the sum of \$3,181,046.20 computed internally at the 2010 salary rates would be payable to 56 officials and employees of the Township of Montclair as of December 31, 2010 for accumulated sick and vacation days. This amount was not verified by audit.

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

b. Tax Appeals

There were appeals pending before the New Jersey Tax Court with assessed valuations of \$818,892,900.00. Potential liability was undeterminable.

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

c. Montclair Early Childhood Corporation - Loan

On March 3, 1998, the Township of Montclair awarded a loan to the Montclair Early Childhood Corporation (MECC), a nonprofit corporation duly organized, in the principal sum of up to \$2,400,000.00. On January 15, 2000, the Township of Montclair sold \$14,210,000.00 of General Obligation Bonds of which \$2,400,000.00 were loaned to the MECC. Under the terms of the Loan Agreement, the MECC is required to make payments to the Township sufficient to pay the principal and interest due under the Township debt schedule no later than five (5) business days prior to the date when such payments are due. Interest shall be calculated in the manner set forth in the bond sale agreement.

A schedule of annual debt service for principal and interest payable to the Township of Montclair is detailed below:

<u>Calendar Year</u>	<u>MECC - Loan Receivable</u>	
	<u>Principal</u>	<u>Interest</u>
2008	\$ 254,000.00	\$ 89,582.00
2009	254,000.00	75,866.00
2010	254,000.00	61,896.00
2011	254,000.00	47,926.00
2012	254,000.00	33,956.00
2013	254,000.00	20,240.00
2014	114,000.00	6,270.00
	<u>\$ 1,638,000.00</u>	<u>\$ 335,736.00</u>

The Township has not received any payments since 2007.

d. Federal and State Awards

The Township participates in several federal and state grant programs which are governed by various rules and regulations of the grantor agencies; therefore to the extent that the Township has not complied with the rules and regulations governing the grants, refunds of any money received may be required and the collectability of any related receivable at December 31, 2010 may be impaired. In the opinion of management, there are no significant contingent liabilities relating to compliance with the rules and regulations governing the respective grants; therefore, no provisions have been recorded in the accompanying statutory basis financial statements for such contingencies.

19. CONTINGENT LIABILITIES (Continued)

e. Litigation

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

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

20. SUBSEQUENT EVENTS

On March 1, 2011, the Township sold \$18,591,000.00 in General Improvement Bonds, \$1,065,000.00 in Water Utility Bonds and \$21,660,000.00 in School Bonds.

TOWNSHIP OF MONTCLAIR
CURRENT FUND

CASH RECEIPTS AND DISBURSEMENTS - TREASURER

A-4

	<u>Ref.</u>	<u>Regular Fund</u>		<u>Federal and State Grant Fund</u>
Balance December 31, 2009	A	\$ 10,517,480.32		\$
Increased by Receipts:				
Miscellaneous Revenue Not				
Anticipated	A-2e	\$ 308,578.57		\$
Collector	A-6	184,769,371.11		
Change Funds	A-8	160.00		
Petty Cash Funds	A-9	3,500.00		
Due from State of New Jersey per Ch. 129, P.L. 1976	A-10	148,208.90		
Revenue Accounts Receivable	A-16	9,127,477.75		
Grants Receivable	A-17		637,599.25	
Interfunds Receivable	A-18,19	1,162,770.81		36,438.57
Reserve for Maintenance of Free Public Library	A-26	22,195.00		
Due to State of New Jersey	A-28	47,365.00		
Interfunds Payable	A-31,32	7,552.91		2,000.00
Special Emergency Note Payable	A-36	213,000.00		
Township's Matching Funds for Grants	A-39		194,083.00	
Accumulated Revenue Unappropriated	A-40	750,000.00		18,207.04
Contra Items:				
Revenue Refunds	Contra	5,260.50		
		196,565,440.55		888,327.86
		207,082,920.87		888,327.86
Decreased by Disbursements:				
Budget Appropriations	A-3	61,927,012.97		
Petty Cash Funds	A-9	3,350.00		
Interfunds Receivable	A-18	5,170.67		
Appropriation Reserves	A-22	1,782,267.46		
Reserve for Maintenance of Free Public Library	A-26	22,195.00		
Accounts Payable	A-27	1,849.89		
Due to State of New Jersey	A-28	45,864.00		
Tax Overpayments	A-30	968,957.88		
Interfunds Payable	A-31	3,066,955.89		
County Taxes	A-33	30,067,767.80		
Local School District Taxes	A-34	98,986,429.00		
Special Improvement District Taxes	A-35	414,100.00		
Special Emergency Note Payable	A-36	426,000.00		
Appropriated Reserves for State and Federal Grants	A-39		888,327.86	
Contra Items	Contra	5,260.50		
		197,723,181.06		888,327.86
Balance December 31, 2010	A,A-5	\$ 9,359,739.81		\$ -

TOWNSHIP OF MONTCLAIR
CURRENT FUND

BANK RECONCILIATION
DECEMBER 31, 2010 - TREASURER

A-5

Balance per Statement:	
Valley National Bank,	
Montclair, New Jersey:	
#41466101	\$ 4,280,127.41
#41466004 - Petty Cash Account	2,200.31
TD Bank,	
Montclair, New Jersey:	
#4246945666	1,500,000.00
Capital One Bank,	
Montclair, New Jersey:	
#4244001170	<u>2,370,561.92</u>
	8,152,889.64
Plus: Deposits-in-Transit	<u>1,740,111.61</u>
	9,893,001.25
Less: Outstanding Checks	<u>533,261.44</u>
	<u><u>\$ 9,359,739.81</u></u>

Reference

A-4

TOWNSHIP OF MONTCLAIR
CURRENT FUND

CASH RECEIPTS AND DISBURSEMENTS
COLLECTOR

A-6

	<u>Ref.</u>	<u>Regular Fund</u>
Increased by Receipts:		
Interest and Cost on Taxes	A-2a	\$ 732,798.09
Miscellaneous Revenue Not Anticipated	A-2e	9,406.76
Taxes Receivable	A-11	181,299,112.70
Revenue Accounts Receivable	A-16	779,042.86
Tax Overpayments	A-30	697,083.22
Prepaid Taxes	A-37	1,215,845.48
Prepaid Revenue	A-38	36,082.00
		<u>184,769,371.11</u>
Decreased by Disbursements:		
Turnovers to Treasurer	A-4	<u>184,769,371.11</u>
		<u>\$ -</u>

TOWNSHIP OF MONTCLAIR
CURRENT FUND

CASH MANAGEMENT FUND

A-7

	<u>Ref.</u>	
Balance December 31, 2009	A	\$ 3,455.17
Increased by:		
Accrued Interest	A-16	<u>8.75</u>
Balance December 31, 2010	A	<u>\$ 3,463.92</u>

Bank Reconciliation December 31, 2010

<u>Analysis of Balance</u>	<u>Account Number</u>	
State of New Jersey Cash Management Fund	117-65129-171	<u>\$ 3,463.92</u>

TOWNSHIP OF MONTCLAIR
CURRENT FUND

CHANGE FUNDS

A-8

	<u>Ref.</u>	
Balance December 31, 2009	A	\$ 685.00
Decreased by:		
Funds Returned	A-4	<u>160.00</u>
Balance December 31, 2010	A	<u>\$ 525.00</u>
 <u>Analysis of Balance</u>		
Tax Collector		\$ 200.00
Municipal Court Clerk		220.00
Municipal Clerk		30.00
Building Inspector		25.00
Public Works (Recycling)		<u>50.00</u>
		<u>\$ 525.00</u>

TOWNSHIP OF MONTCLAIR
CURRENT FUND

PETTY CASH FUNDS

A-9

	<u>Balance</u> <u>Dec. 31, 2009</u>	<u>Funds</u> <u>Established</u>	<u>Funds</u> <u>Returned</u>
Treasurer	\$	\$ 3,000.00	\$ 3,000.00
Public Works	150.00		150.00
Recreation Department		100.00	100.00
Municipal Clerk		100.00	100.00
Police Department		150.00	150.00
	<u>\$ 150.00</u>	<u>\$ 3,350.00</u>	<u>\$ 3,500.00</u>
<u>Reference</u>	<u>A</u>	<u>A-4</u>	<u>A-4</u>

TOWNSHIP OF MONTCLAIR
CURRENT FUND

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

A-10

	<u>Ref.</u>		
Balance December 31, 2009	A		\$ 2,282.65
Increased by:			
Deductions per Tax Billings:			
Senior Citizens		\$ 20,750.00	
Veterans		125,500.00	
		<u>146,250.00</u>	
Less: Deductions Disallowed by Tax Collector:			
Senior Citizens		900.00	
		<u>145,350.00</u>	
Plus: Deductions Allowed by Tax Collector:			
Senior Citizens		\$ 1,000.00	
Veterans		<u>1,250.00</u>	
		<u>2,250.00</u>	
	A-2d,11		<u>147,600.00</u>
			<u>149,882.65</u>
Decreased by:			
Deductions Disallowed by Tax Collector - 2009 Taxes	A-1	750.00	
Collections	A-4	<u>148,208.90</u>	
			<u>148,958.90</u>
Balance December 31, 2010	A		<u>\$ 923.75</u>

TOWNSHIP OF MONTCLAIR
CURRENT FUND

TAX TITLE LIENS

A-12

	<u>Ref.</u>		
Balance December 31, 2009	A		\$ 53,115.72
Increased by:			
Transferred from Taxes Receivable	A-11	\$ 16,173.86	
Interest and Cost at Tax Sale	Reserve	98.82	
Prior Year Adjustment	Reserve	<u>4,561.24</u>	
			<u>20,735.10</u>
Balance December 31, 2010	A		<u>\$ 73,850.82</u>

PROPERTY ACQUIRED FOR TAXES
(AT ASSESSED VALUATION)

A-13

	<u>Ref.</u>		
Balance December 31, 2009	A		<u>\$ 317,900.00</u>
Balance December 31, 2010	A		<u>\$ 317,900.00</u>

TOWNSHIP OF MONTCLAIR
CURRENT FUND

OTHER LIENS RECEIVABLE

A-14

	<u>Ref.</u>	<u>Demolition</u>
Balance December 31, 2009	A	<u>\$ 7,500.00</u>
Balance December 31, 2010	A	<u>\$ 7,500.00</u>

Analysis of Balance

	<u>Block</u>	<u>Lot</u>	
	4203	13	<u>\$ 7,500.00</u>

OTHER ACCOUNTS RECEIVABLE

A-15

	<u>Ref.</u>	
Balance December 31, 2009	A	\$ 96,529.78
Decreased by:		
Cancellations	Reserve	<u>96,529.78</u>
		<u>\$ -</u>

TOWNSHIP OF MONTCLAIR
CURRENT FUND

REVENUE ACCOUNTS RECEIVABLE

A-16
Sheet #1

	<u>Ref.</u>	<u>Balance</u> <u>Dec. 31, 2009</u>	<u>2010</u> <u>Accruals</u>	<u>Collections</u>		<u>Balance</u> <u>Dec. 31, 2010</u>
				<u>2009</u>	<u>2010</u>	
<u>Budget Revenue</u>						
Clerk:						
ABC Licenses	A-2a	\$	\$ 58,000.00	\$	\$ 58,000.00	\$
Other Business Licenses	A-2b		49,240.00		49,240.00	
Fees and Permits	A-2c		92,730.00		92,730.00	
Construction Code Official:						
Fees and Permits	A-2a		627,066.00		627,066.00	
Health Officer:						
Licenses	A-2b		81,905.00		81,905.00	
Registrar of Vital Statistics:						
Licenses	A-2b		537.00		537.00	
Fees and Permits	A-2c		34,115.00		34,115.00	
Collector:						
Tax Searches	A-2c		210.00		210.00	
Police Department:						
Fees and Permits	A-2c		16,859.75		16,859.75	
Planning Department:						
Fees and Permits	A-2c		25,530.00		25,530.00	
Code Enforcement:						
Fees and Permits	A-2c		11,025.00		11,025.00	
Fire Department:						
Fees and Permits	A-2c		21,160.00		21,160.00	
Recreation Department:						
Fees and Permits	A-2c		416,063.85		416,063.85	
Animal Shelter:						
Fees and Permits	A-2c		22,266.00		22,266.00	
Public Works Department:						
Fees and Permits	A-2c		20,582.15		20,582.15	
Municipal Court:						
Fines and Costs	A-2a	125,613.83	1,559,949.97		1,577,543.66	108,020.14
Interest on Investments and Deposits	A-2a		108,494.46		108,494.46	
State of New Jersey:						
State School Building Aid	A-2a		30,172.00		30,172.00	
Consolidated Municipal Property Tax Relief Aid	A-2a		440,851.00		440,851.00	
Energy Receipts Tax	A-2a		2,526,215.00		2,526,215.00	
Interlocal Government Services - Health Services	A-2a		209,715.00		209,715.00	

TOWNSHIP OF MONTCLAIR
CURRENT FUND

REVENUE ACCOUNTS RECEIVABLE

A-16
Sheet #2

	<u>Ref.</u>	<u>Balance</u> <u>Dec. 31, 2009</u>	<u>2010</u> <u>Accruals</u>	<u>Collections</u>		<u>Balance</u> <u>Dec. 31, 2010</u>
				<u>2009</u>	<u>2010</u>	
<u>Budget Revenue</u>						
Interlocal Government Services - Fire Services	A-2a	\$	\$ 952,478.00	\$	\$ 952,478.00	\$
Interlocal Animal Control Services - Glen Ridge	A-2a		20,154.74		20,154.74	
Interlocal Animal Control Services - Nutley	A-2a		29,604.28		29,604.28	
Interlocal Animal Control Services - Verona	A-2a		24,780.00		24,780.00	
Uniform Fire Safety Act	A-2a		50,755.90		50,755.90	
Cable Television Franchise Fees	A-2a		455,143.32		455,143.32	
Section 8 - Administrative Costs	A-2a		20,000.00		20,000.00	
Towing - Administrative Costs	A-2a		2,356.00		2,356.00	
<u>Payment in Lieu of Taxes :</u>						
Montclair Senior Housing Corporation (Orange Road)	A-2a		90,111.00		90,111.00	
First Montclair Housing Corporation (Walnut Street)	A-2a		111,991.00		111,991.00	
RTD Management Corporation (Lackawanna Plaza)	A-2a		100,000.00		88,300.00	11,700.00
RTD Management Corporation (Union Gardens)	A-2a		138,339.00		46,003.50	92,335.50
United Methodist Homes (Pineridge of Montclair)	A-2a		24,396.00		24,396.00	
MAG	A-2a		99,842.28	24,960.57	74,881.71	
11 Elm Street	A-2a		15,932.10		15,932.10	
11 Pine Street	A-2a		295,346.48		295,346.48	
Lease - Orange Road Parking Plaza	A-2a		42,774.76	10,693.69	32,081.07	
Alarm Registration Fees	A-2a		201,368.34		201,368.34	
Penalty on Delinquent Taxes (\$10,000 and Over)	A-2a		94,838.98		94,838.98	
Reimbursement of Debt Service - Sewer Utility Fund	A-2a		175,000.00		175,000.00	
Administrative Fees - Police Off-Duty	A-2a		114,084.88		114,084.88	
Rear Yard Refuse Collection	A-2a		51,325.00		51,325.00	
Parking Authority Revenue Sharing - Montclair	A-2a		540,567.00		540,567.00	
Insurance Premium Rebate for Prior Years	A-2a		20,020.00		20,020.00	
Salvation Army - Shelter Rent	A-2a		15,000.00		12,500.00	2,500.00
		<u>125,613.83</u>	<u>10,038,896.24</u>	<u>35,654.26</u>	<u>9,914,300.17</u>	<u>214,555.64</u>
<u>Miscellaneous Revenue Not Anticipated</u>						
<u>Payment in Lieu of Taxes:</u>						
Association of Retarded Citizens	A-2e		10,000.00		10,000.00	
			<u>10,000.00</u>		<u>10,000.00</u>	
		<u>\$ 125,613.83</u>	<u>\$ 10,048,896.24</u>	<u>\$ 35,654.26</u>	<u>\$ 9,924,300.17</u>	<u>\$ 214,555.64</u>

Reference

A

Reserve

A-38

Sheet #3

A

TOWNSHIP OF MONTCLAIR
CURRENT FUND

REVENUE ACCOUNTS RECEIVABLE

A-16
Sheet #3

	<u>Ref.</u>	<u>Collections</u> <u>2010</u>
Collections:		
Treasurer	A-4	\$ 9,127,477.75
Tax Collector	A-6	779,042.86
Accrued Interest:		
Cash Management Fund	A-7	8.75
Interfunds Receivable	A-18	<u>17,770.81</u>
	Sheet #2	<u><u>\$ 9,924,300.17</u></u>

TOWNSHIP OF MONTCLAIR
CURRENT FUND

FEDERAL AND STATE GRANTS RECEIVABLE

A-17
Sheet #1

	<u>Balance</u> <u>Dec. 31, 2009</u>	<u>2010</u> <u>Grants</u>	<u>Collections</u>	<u>Balance</u> <u>Dec. 31, 2010</u>
Municipal Alliance on Alcoholism and Drug Abuse:				
2007	\$ 6.06	\$	\$	\$ 6.06
2008	6,850.15		6,850.15	
2009	17,622.59		17,622.59	
2010		54,100.00	11,884.20	42,215.80
Public Health Priority Funding:				
2010 - Montclair		7,204.00	7,204.00	
2010 - Various Municipalities		23,075.00	23,075.00	
Clean Communities Program:				
2005	30,187.30			30,187.30
2010		69,773.67	69,773.67	
Safe and Secure Communities:				
2009	16,500.00		16,500.00	
2010		60,000.00		60,000.00
Alcohol Education, Rehabilitation and Enforcement Fund:				
2006	1,228.56			1,228.56
2009	16.68			16.68
2010		6,786.86	6,786.86	
Drunk Driving Enforcement Fund		20,119.79	20,119.79	
Nonpublic School Nursing:				
2006	57,469.60			57,469.60
2010		137,030.00	137,030.00	
Commuter Bus Transportation Grant:				
2003	4,244.00			4,244.00
2005	1,000.73			1,000.73
N.J. Department of Environmental Protection:				
Environmental Service Program:				
2004	2,500.00			2,500.00
Pandemic Influenza Preparedness:				
2008	824.00			824.00
Essex County Division on Aging:				
Senior Citizens' Public Health Nursing:				
2007	1.00			1.00
2008	3,807.00		3,807.00	
2009	10.00		10.00	
2010		15,534.00	11,649.00	3,885.00
Citizen Services:				
2010		427.00	427.00	
N.J. Department of Community Affairs:				
Statewide Livable Communities - Library Aid - 2005	50,000.00			50,000.00
Recycling Tonnage Grant		58,369.14	58,369.14	
N.J. Highway Traffic Safety:				
You Drink, You Drive, You Lose:				
2005	250.00			250.00
2006	100.00			100.00

TOWNSHIP OF MONTCLAIR
CURRENT FUND

FEDERAL AND STATE GRANTS RECEIVABLE

A-17
Sheet #2

	<u>Balance</u> <u>Dec. 31, 2009</u>	<u>2010</u> <u>Grants</u>	<u>Collections</u>	<u>Balance</u> <u>Dec. 31, 2010</u>
N.J. Highway Traffic Safety:				
Pedestrian Safety Education and Enforcement:				
2005	\$ 131.03	\$	\$	\$ 131.03
2006	2,375.12			2,375.12
2007	436.48			436.48
2009	14,000.00		14,000.00	
2010		13,000.00		13,000.00
Over the Limit, Under Arrest:				
2007	125.00			125.00
2010		5,000.00		5,000.00
Click It or Ticket		4,000.00	4,000.00	
Local Domestic Preparedness Grant:				
2005	13,835.70		1,192.31	12,643.39
State of N.J. Tobacco Control Grant				
New Jersey Department of Transportation:		5,940.00	5,940.00	
Safe Routes to School Program:				
2007	324,000.00			324,000.00
Department of Community Affairs:				
FDA Central Region Retail Food Specialists:				
2009	2,000.00			2,000.00
New Jersey Department of Health and Senior Services:				
2010 State Health Services Grant				
Influenza A - H1N1 Virus:				
2009	214,373.00		183,857.00	30,516.00
Ed Byrne Memorial Justice Assistance Grant:				
2009	79,273.00		62,397.00	16,876.00
U.S. Department of Home Security:				
Assistance to Firefighters:				
2010		97,663.00	4,098.00	93,565.00
Bulletproof Vest Partnership Grant:				
2006	4,552.75		1,614.87	2,937.88
2007	54.66			54.66
Department of Environmental Protection:				
Climate Showcase Communities Grant:				
2010		75,000.00		75,000.00
U.S. Department of Energy:				
Energy Efficiency and Conservation Block Grant:				
2010		155,000.00	25,000.00	130,000.00
County of Essex:				
Local Arts Program:				
2008 - First Night	825.00		825.00	
2010		2,500.00	1,875.00	625.00
Other Grants:				
Comcast Grant		5,000.00	5,000.00	
Safety Incentive Award		1,000.00	1,000.00	
Mountainside Health Foundation		9,500.00	9,500.00	

TOWNSHIP OF MONTCLAIR
CURRENT FUND

FEDERAL AND STATE GRANTS RECEIVABLE

A-17
Sheet #3

	<u>Balance</u> <u>Dec. 31, 2009</u>	<u>2010</u> <u>Grants</u>	<u>Collections</u>	<u>Balance</u> <u>Dec. 31, 2010</u>
Other Grants:				
Liberty Mutual - Bring Back the 4th	\$	\$ 10,000.00	\$ 10,000.00	\$
NJLM Educational Foundation:				
Sustainable Jersey Small Grant:				
2010		25,000.00	12,500.00	12,500.00
Partners in Health Foundation - TV 34				
News and Views		5,000.00	5,000.00	
	<u>\$ 848,599.41</u>	<u>\$ 866,022.46</u>	<u>\$ 738,907.58</u>	<u>\$ 975,714.29</u>
<u>Reference</u>	<u>A</u>	<u>A-2a</u>	<u>Below</u>	<u>A</u>

	<u>Ref.</u>	
Collections	A-4	\$ 637,599.25
Accumulated Revenue Unappropriated	A-40	<u>101,308.33</u>
	Above	<u>\$ 738,907.58</u>

TOWNSHIP OF MONTCLAIR
CURRENT FUND

INTERFUNDS RECEIVABLE
CURRENT FUND

A-18

	Ref.	Current Fund						
		Total Current Fund	Animal Control Trust Fund	General Trust Fund	General Capital Fund	Water Operating Fund	Sewer Operating Fund	Parking Utility Capital Fund
Balance December 31, 2009	A	\$ 82,947.48	\$ 3.00	\$	\$	\$	\$	\$ 82,944.48
Increased by:								
General Capital Fund Balance Anticipated as Current Fund Revenue	A-2a	750,000.00			750,000.00			
Water Operating Fund Balance Anticipated as Current Fund Revenue	A-2a	100,000.00				100,000.00		
Sewer Operating Fund Balance Anticipated as Current Fund Revenue	A-2a	95,000.00					95,000.00	
Surplus (General Budget) from Sewer Utility Anticipated as Current Fund Revenue	A-2a	200,000.00					200,000.00	
Advances	A-4	5,170.67				5,170.67		
Interest on Investments and Deposits	A-16	17,770.81		3,252.20	14,518.61			
		<u>1,167,941.48</u>		<u>3,252.20</u>	<u>764,518.61</u>	<u>105,170.67</u>	<u>295,000.00</u>	
		1,250,888.96	3.00	3,252.20	764,518.61	105,170.67	295,000.00	82,944.48
Decreased by:								
Settlements	A-4	1,162,770.81		3,252.20	764,518.61	100,000.00	295,000.00	
Balance December 31, 2010	A	<u>\$ 88,118.15</u>	<u>\$ 3.00</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,170.67</u>	<u>\$ -</u>	<u>\$ 82,944.48</u>
<u>Ref.</u>								
<u>Analysis of Interfund Charge to Fund Balance</u>								
Originated in 2010	Above	\$ 1,167,941.48						
Realized in 2010	Above	<u>1,162,770.81</u>						
Net Charge to Operations	A-1	<u>\$ 5,170.67</u>						

TOWNSHIP OF MONTCLAIR
CURRENT FUND

INTERFUNDS RECEIVABLE
FEDERAL AND STATE GRANT FUND

A-19

		Total Federal and State Grant Fund	Federal and State Grant Fund	
<u>Ref.</u>			<u>Current Fund</u>	<u>General Capital Fund</u>
Balance December 31, 2009	A	\$ 305,571.94	\$ 178,446.94	\$ 127,125.00
Decreased by:				
Settlements	A-4	36,438.57	36,438.57	
Balance December 31, 2010	A	\$ 269,133.37	\$ 142,008.37	\$ 127,125.00

TOWNSHIP OF MONTCLAIR
CURRENT FUND

DEFERRED CHARGES

A-20

	<u>Balance</u> <u>Dec. 31, 2009</u>	<u>Increase</u>	<u>Budget</u> <u>Appropriation</u>	<u>Balance</u> <u>Dec. 31, 2010</u>
Emergency Authorization	<u>\$ 100,000.00</u>	<u>\$ 175,000.00</u>	<u>\$ 100,000.00</u>	<u>\$ 175,000.00</u>
<u>Reference</u>	<u>A</u>	<u>A-1,3</u>	<u>A-3</u>	<u>A</u>

TOWNSHIP OF MONTCLAIR
CURRENT FUND

DEFERRED CHARGES
N.J.S. 40A:4-55 SPECIAL EMERGENCY

A-21

<u>Date</u> <u>Authorized</u>	<u>Purpose</u>	<u>Net Amount</u> <u>Authorized</u>	<u>1/5 of</u> <u>Net Amount</u> <u>Authorized</u>	<u>Balance</u> <u>Dec. 31, 2009</u>	<u>Budget</u> <u>Appropriation</u>	<u>Balance</u> <u>Dec. 31, 2010</u>
11-14-05	Tax Maps	\$ 42,000.00	\$ 8,400.00	\$ 8,400.00	\$ 8,400.00	\$
2-28-06	Revaluation Program	<u>1,065,000.00</u>	<u>213,000.00</u>	<u>426,000.00</u>	<u>213,000.00</u>	<u>213,000.00</u>
		<u>\$ 1,107,000.00</u>	<u>\$ 221,400.00</u>	<u>\$ 434,400.00</u>	<u>\$ 221,400.00</u>	<u>\$ 213,000.00</u>
	<u>Reference</u>			<u>A</u>	<u>A-3</u>	<u>A</u>

TOWNSHIP OF MONTCLAIR
CURRENT FUND

APPROPRIATION RESERVES

A-22
Sheet #1

<u>APPROPRIATIONS WITHIN "CAPS"</u>	Balance Dec. 31, 2009		Balance After Transfers	Paid or Charged	Balance Lapsed
	<u>Encumbered</u>	<u>Unencumbered</u>			
<u>General Government</u>					
Mayor and Council:					
Salaries and Wages	\$	\$ 125.14	\$ 125.14	\$	\$ 125.14
Other Expenses	133.30	7,067.42	7,200.72	1,046.98	6,153.74
Township Manager:					
Salaries and Wages		19,492.72	19,492.72	19,388.60	104.12
Other Expenses	6,428.22	33,749.72	34,177.94	18,688.11	15,489.83
Township Clerk:					
Salaries and Wages		6,372.76	6,372.76	4,661.02	1,711.74
Other Expenses	4,726.93	4,196.52	8,923.45	8,825.44	98.01
Election Expense:					
Salaries and Wages		178.23	178.23		178.23
Other Expenses		856.00	856.00		856.00
Township Attorney:					
Salaries and Wages		5,651.04	5,651.04	3,434.36	2,216.68
Other Expenses	18,110.39	7,315.60	65,425.99	60,531.93	4,894.06
Municipal Court:					
Salaries and Wages		9,257.93	9,257.93	7,835.16	1,422.77
Other Expenses	3,667.52	12,241.62	8,909.14	3,667.52	5,241.62
Postage:					
Other Expenses	471.00	4,801.73	1,272.73	471.00	801.73
<u>Finance Department</u>					
Administration:					
Salaries and Wages		1,791.95	4,291.95	2,973.05	1,318.90
Other Expenses		1,896.12	1,896.12	15.22	1,880.90

TOWNSHIP OF MONTCLAIR
CURRENT FUND

APPROPRIATION RESERVES

A-22
Sheet #2

<u>APPROPRIATIONS WITHIN "CAPS"</u>	Balance Dec. 31, 2009		Balance After Transfers	Paid or Charged	Balance Lapsed
	Encumbered	Unencumbered			
<u>Finance Department</u>					
Accounting and Treasury:					
Salaries and Wages	\$	\$ 65,490.40	\$ 21,490.40	\$ 7,095.80	\$ 14,394.60
Other Expenses	138.72	2,302.24	2,440.96	235.71	2,205.25
Assessor's Office:					
Salaries and Wages		4,284.91	4,284.91	3,268.32	1,016.59
Other Expenses	740.50	19,934.60	20,675.10	6,413.00	14,262.10
Tax Collector:					
Salaries and Wages		21,009.70	8,009.70	3,672.57	4,337.13
Other Expenses	737.00	512.82	1,249.82	1,029.00	220.82
Auditing:					
Other Expenses		56,620.00	51,620.00	46,210.00	5,410.00
 <u>Planning and Community Development</u>					
Administration:					
Salaries and Wages		6,218.13	6,218.13	5,159.86	1,058.27
Other Expenses	5,000.00	2,101.61	16,101.61	14,147.68	1,953.93
Municipal Land Use Law (N.J.S.A. 40:55D-1):					
Planning Board:					
Other Expenses		6,769.42	6,769.42	2,220.53	4,548.89
Board of Adjustment:					
Other Expenses		8,273.27	8,273.27	7,153.25	1,120.02
 <u>Administration and Code Enforcement Department</u>					
Salaries and Wages		9,818.81	9,818.81	7,663.73	2,155.08
Other Expenses	1,559.14	371.19	1,930.33	1,036.99	893.34

TOWNSHIP OF MONTCLAIR
CURRENT FUND

APPROPRIATION RESERVES

A-22
Sheet #3

<u>APPROPRIATIONS WITHIN "CAPS"</u>	Balance Dec. 31, 2009		Balance After Transfers	Paid or Charged	Balance Lapsed
	Encumbered	Unencumbered			
<u>Police Department</u>					
Salaries and Wages	\$	\$ 129,189.01	\$ 227,189.01	\$ 217,923.97	\$ 9,265.04
Other Expenses	71,476.20	3,013.41	76,489.61	53,633.75	22,855.86
<u>Fire Department</u>					
Salaries and Wages		71,501.62	183,501.62	177,780.24	5,721.38
Other Expenses	30,268.12	2,888.57	34,156.69	33,048.32	1,108.37
<u>Public Works Department</u>					
Community Services Administration:					
Salaries and Wages		4,416.72	7,916.72	7,466.16	450.56
Other Expenses	596.57	1,626.68	2,223.25	624.04	1,599.21
Engineering:					
Salaries and Wages		21,965.09	9,465.09	5,307.26	4,157.83
Other Expenses	580.55	1,400.56	1,981.11	493.16	1,487.95
Street Repairs and Maintenance:					
Salaries and Wages		8,700.05	8,700.05	6,669.28	2,030.77
Other Expenses	7,971.59	3,427.99	12,399.58	11,202.21	1,197.37
Sanitary and Storm Sewer Maintenance:					
Salaries and Wages		1,327.59	2,327.59	1,621.74	705.85
Other Expenses	89.52	1,594.23	1,683.75	37.44	1,646.31
Refuse Collection and Disposal:					
Salaries and Wages		42,211.49	18,211.49	12,516.70	5,694.79
Other Expenses	6,402.14	2,274.39	8,676.53	6,325.12	2,351.41
Storm Clearance:					
Salaries and Wages		17,262.13	17,262.13	17,262.13	
Other Expenses	47,710.47	4,754.01	52,464.48	52,464.48	

TOWNSHIP OF MONTCLAIR
CURRENT FUND

APPROPRIATION RESERVES

A-22
Sheet #4

<u>APPROPRIATIONS WITHIN "CAPS"</u>	Balance Dec. 31, 2009		Balance After Transfers	Paid or Charged	Balance Lapsed
	Encumbered	Unencumbered			
<u>Public Works Department</u>					
Traffic:					
Salaries and Wages	\$	\$ 3,910.26	\$ 4,910.26	\$ 4,363.80	\$ 546.46
Other Expenses	803.02	1,599.73	2,402.75	808.12	1,594.63
Central Garage Operation:					
Salaries and Wages		15,823.14	8,823.14	4,802.40	4,020.74
Other Expenses	22,772.95	14,313.01	34,085.96	27,862.60	6,223.36
Building Maintenance:					
Salaries and Wages		18,430.84	5,930.84	1,764.91	4,165.93
Other Expenses	2,619.48	12,102.08	14,721.56	11,930.00	2,791.56
Parks Maintenance:					
Salaries and Wages		2,368.15	9,868.15	9,235.00	633.15
Other Expenses	7,584.28	13,935.06	16,519.34	10,004.43	6,514.91
Shade Trees:					
Salaries and Wages		2,346.65	6,346.65	5,550.56	796.09
Other Expenses	21,421.49	6,381.96	27,803.45	23,375.45	4,428.00
 <u>Parks, Recreation and Cultural Affairs Department</u>					
Recreation Programs:					
Salaries and Wages		931.57	10,931.57	9,724.18	1,207.39
Other Expenses	2,305.06	8,120.83	10,425.89	3,328.28	7,097.61
 <u>Health and Human Services Department</u>					
Health Services:					
Salaries and Wages		45,200.61	16,200.61	11,975.85	4,224.76
Other Expenses	5,006.88	3,946.65	10,453.53	8,422.03	2,031.50

TOWNSHIP OF MONTCLAIR
CURRENT FUND

APPROPRIATION RESERVES

A-22
Sheet #5

<u>APPROPRIATIONS WITHIN "CAPS"</u>	Balance Dec. 31, 2009		Balance After Transfers	Paid or Charged	Balance Lapsed
	<u>Encumbered</u>	<u>Unencumbered</u>			
<u>Health and Human Services</u>					
<u>Department</u>					
Nursing Services:					
Salaries and Wages	\$	\$ 3,807.88	\$ 3,807.88	\$ 2,832.41	\$ 975.47
Administration of Public Assistance:					
Salaries and Wages		2,155.76	2,155.76	1,553.58	602.18
Other Expenses	174.47	1,149.06	1,323.53	174.47	1,149.06
 <u>Miscellaneous and Other</u>					
Unemployment Insurance Compensation:					
Other Expenses		75,000.00	75,000.00	75,000.00	
Dump Fees:					
Other Expenses	264,088.30	21,812.12	195,900.42	173,102.30	22,798.12
Mandatory Recycling Act:					
Other Expenses		52,000.00	52,000.00	52,000.00	
Salary Adjustment and Attrition:					
Other Expenses		200,000.00	200,000.00		200,000.00
Animal Control:					
Other Expenses	18,934.76	6,126.93	44,061.69	37,040.92	7,020.77
Insurance:					
Liability Insurance	12,272.16	115,385.19	66,657.35	30,077.11	36,580.24
Employee Group Insurance	1,511.25	82,429.52	39,940.77	18,732.80	21,207.97
Cable T.V.:					
Other Expenses		2,500.00	2,500.00		2,500.00

TOWNSHIP OF MONTCLAIR
CURRENT FUND

APPROPRIATION RESERVES

A-22
Sheet #6

<u>APPROPRIATIONS WITHIN "CAPS"</u>	Balance Dec. 31, 2009		Balance After Transfers	Paid or Charged	Balance Lapsed
	Encumbered	Unencumbered			
<u>Miscellaneous and Other</u>					
Traffic Calming:					
Other Expenses	\$	\$ 2,500.00	\$ 2,500.00	\$	\$ 2,500.00
Defined Contribution Plan		30.00	30.00		30.00
<u>Special Programs and Activities</u>					
Parks, Recreation and Cultural Affairs:					
Salaries and Wages		3,000.00	3,000.00		3,000.00
Other Expenses	1,309.33	15,383.83	16,693.16	2,898.62	13,794.54
<u>Uniform Construction Code - Appropriations</u>					
Offset by Dedicated Revenues (N.J.A.C. 5:23-4.17)					
Salaries and Wages		10,894.03	10,894.03	5,763.19	5,130.84
Other Expenses	689.79	5,627.28	6,317.07	836.09	5,480.98
<u>Unclassified</u>					
Emergency Assistance Coalition:					
Other Expenses		50.00	50.00		50.00
Utilities:					
Gasoline	46,580.00	36,043.39	34,623.39	20,845.44	13,777.95
Fuel - Diesel	18,587.50	31,269.60	24,857.10	13,341.37	11,515.73
Electricity	3,117.67	28,509.54	181,627.21	159,235.68	22,391.53
Telephone	6,688.58	17,311.71	31,000.29	29,472.36	1,527.93
Natural Gas	5,718.73	51,174.66	51,393.39	35,467.17	15,926.22
Street Lighting		173,513.27	175,513.27	131,608.62	43,904.65
Water		6,250.00	6,250.00		6,250.00

TOWNSHIP OF MONTCLAIR
CURRENT FUND

A-22
Sheet #7

APPROPRIATION RESERVES

	<u>Balance</u> <u>Dec. 31, 2009</u>	<u>Balance</u> <u>After</u> <u>Transfers</u>	<u>Paid or</u> <u>Charged</u>	<u>Balance</u> <u>Lapsed</u>
<u>APPROPRIATIONS WITHIN "CAPS"</u>				
<u>Contingent</u>	\$ 3,000.00	\$ 3,000.00	\$	\$ 3,000.00
<u>Statutory Expenditures</u> Contributions to Social Security System	64,868.16	38,368.16	20,447.08	17,921.08
<u>APPROPRIATIONS EXCLUDED FROM "CAPS"</u>				
<u>ADDITIONAL APPROPRIATIONS OFFSET BY</u> <u>REVENUES (N.J.S.A. 40A:4-43.3h)</u> Interlocal Nursing Service - Nutley: Other Expenses	<u>18,731.25</u>	<u>18,731.25</u>	<u>4,480.00</u>	<u>14,251.25</u>
	<u>\$ 648,993.58</u>	<u>\$ 2,465,182.44</u>	<u>\$ 1,789,277.65</u>	<u>\$ 675,904.79</u>

Reference

A

A

Below

A-1

Ref.

Cash Disbursements
Accounts Payable

\$ 1,782,267.46
7,010.19

Above

\$ 1,789,277.65

TOWNSHIP OF MONTCLAIR
CURRENT FUND

RESERVE FOR TAX MAP

A-23

	<u>Ref.</u>	
Balance December 31, 2009	A	<u>\$ 9,395.00</u>
Balance December 31, 2010	A	<u><u>\$ 9,395.00</u></u>

RESERVE FOR REVALUATION

A-24

	<u>Ref.</u>	
Balance December 31, 2009	A	<u>\$ 10,980.26</u>
Balance December 31, 2010	A	<u><u>\$ 10,980.26</u></u>

RESERVE FOR TAX APPEALS

A-25

	<u>Ref.</u>	
Increased by: Budget Appropriation	A-3	<u>\$ 300,000.00</u>
Balance December 31, 2010	A	<u><u>\$ 300,000.00</u></u>

TOWNSHIP OF MONTCLAIR
CURRENT FUND

RESERVE FOR MAINTENANCE OF
FREE PUBLIC LIBRARY WITH STATE AID

A-26

	<u>Ref.</u>	
Increased by:		
State Aid	A-4	\$ 22,195.00
Decreased by:		
Payments	A-4	<u>22,195.00</u>
		<u>\$ -</u>

TOWNSHIP OF MONTCLAIR
CURRENT FUND

ACCOUNTS PAYABLE

A-27

	<u>Ref.</u>		
Balance December 31, 2009	A		\$ 3,647.52
Increased by:			
Commitments:			
Appropriation Reserves	A-22		<u>7,010.19</u>
			10,657.71
Decreased by:			
Cancelled	A-1	\$ 1,317.63	
Payments	A-4	<u>1,849.89</u>	
			<u>3,167.52</u>
Balance December 31, 2010	A		<u>\$ 7,490.19</u>

TOWNSHIP OF MONTCLAIR
CURRENT FUND

DUE TO STATE OF NEW JERSEY

A-28

	<u>Ref.</u>	<u>Total</u>	<u>Construction Training Fees</u>	<u>Marriage License Fees</u>	<u>Domestic Partnership License Fees</u>	<u>Civil Union License Fees</u>	<u>Burial Permits</u>
Balance December 31, 2009	A	\$ 9,395.00	\$ 8,435.00	\$ 900.00	\$	\$ 50.00	\$ 10.00
Increased by:							
Collections	A-4	<u>47,365.00</u>	<u>42,890.00</u>	<u>4,275.00</u>	<u>25.00</u>	<u>175.00</u>	<u>10.00</u>
		56,760.00	51,325.00	5,175.00	25.00	225.00	10.00
Decreased by:							
Payments	A-4	<u>45,864.00</u>	<u>41,129.00</u>	<u>4,525.00</u>	<u>25.00</u>	<u>175.00</u>	<u>10.00</u>
Balance December 31, 2010	A	<u>\$ 10,896.00</u>	<u>\$ 10,196.00</u>	<u>\$ 650.00</u>	<u>\$ -</u>	<u>\$ 50.00</u>	<u>\$ -</u>

TOWNSHIP OF MONTCLAIR
CURRENT FUND

DUE TO MONTCLAIR HOUSING AGENCY

A-29

	<u>Ref.</u>		
Balance December 31, 2009	A		\$ 19,865.30
Decreased by:			
Cancelled	A-1		<u>19,865.30</u>
			<u>\$ -</u>

TAX OVERPAYMENTS

A-30

	<u>Ref.</u>		
Balance December 31, 2009	A		\$ 1,065,341.80
Increased by:			
Prior Year Paid Taxes Cancelled	A-1	\$ 418,197.25	
Collections	A-6	<u>697,083.22</u>	
			<u>1,115,280.47</u>
			2,180,622.27
Decreased by:			
Cancelled	A-1	174,800.54	
Applied to Taxes Receivable	A-2d,11	48,985.19	
Refunds	A-4	<u>968,957.88</u>	
			<u>1,192,743.61</u>
Balance December 31, 2010	A		<u>\$ 987,878.66</u>

TOWNSHIP OF MONTCLAIR
CURRENT FUND

INTERFUNDS PAYABLE
CURRENT FUND

A-31

	<u>Ref.</u>	<u>Total</u>	<u>Federal and State Grant Fund</u>	<u>Assessment Trust Fund</u>	<u>General Trust Fund</u>	<u>General Capital Fund</u>	<u>Water Capital Fund</u>
Balance December 31, 2009	A	<u>\$ 4,500,006.13</u>	<u>\$ 178,446.94</u>	<u>\$ 35,508.83</u>	<u>\$ 22,095.10</u>	<u>\$ 4,207,152.39</u>	<u>\$ 56,802.87</u>
Increased by:							
Budget Appropriation	A-3	25,000.00				25,000.00	
Advances	A-4	7,552.91		4,220.21	3,332.70		
		<u>32,552.91</u>		<u>4,220.21</u>	<u>3,332.70</u>	<u>25,000.00</u>	
		4,532,559.04	178,446.94	39,729.04	25,427.80	4,232,152.39	56,802.87
Decreased by:							
Settlements	A-4	<u>3,066,955.89</u>	<u>36,438.57</u>			<u>3,030,517.32</u>	
Balance December 31, 2010	A	<u><u>\$ 1,465,603.15</u></u>	<u><u>\$ 142,008.37</u></u>	<u><u>\$ 39,729.04</u></u>	<u><u>\$ 25,427.80</u></u>	<u><u>\$ 1,201,635.07</u></u>	<u><u>\$ 56,802.87</u></u>

TOWNSHIP OF MONTCLAIR
CURRENT FUND

INTERFUNDS PAYABLE
FEDERAL AND STATE GRANT FUND

A-32

	<u>Ref.</u>	<u>General Trust Fund</u>
Increased by: Advances	A-4	<u>\$ 2,000.00</u>
Balance December 31, 2010	A	<u>\$ 2,000.00</u>

TOWNSHIP OF MONTCLAIR
CURRENT FUND

COUNTY TAXES

A-33

	<u>Ref.</u>		
Balance December 31, 2009	A		\$ 54,854.24
Increased by:			
2010 Levy		\$ 28,898,690.37	
County Open Space Tax		<u>1,114,223.19</u>	
	A-11	30,012,913.56	
Added Assessments for 2010		\$ 19,360.55	
Added Assessments for 2009		<u>15,949.70</u>	
	A-11	<u>35,310.25</u>	
	A-1,2d		<u>30,048,223.81</u>
			<u>30,103,078.05</u>
Decreased by:			
Payments	A-4		<u>30,067,767.80</u>
Balance December 31, 2010	A		<u>\$ 35,310.25</u>

TOWNSHIP OF MONTCLAIR
CURRENT FUND

LOCAL SCHOOL DISTRICT TAX

A-34

	<u>Ref.</u>	
Balance December 31, 2009: School Tax Deferred	Below	\$ 48,434,507.00
Increased by:		
Levy - School Year July 1, 2010 to June 30, 2011	A-1,2d,11	<u>101,103,844.00</u> 149,538,351.00
Decreased by:		
Payments	A-4	<u>98,986,429.00</u>
Balance December 31, 2010: School Tax Deferred	Below	<u>\$ 50,551,922.00</u>
 <u>Analysis of Increase in Deferred School Tax</u>		
Deferred School Tax December 31, 2010	Above	\$ 50,551,922.00
Deferred School Tax December 31, 2009	Above	<u>48,434,507.00</u>
Increase Credited to Operations	A-1	<u>\$ 2,117,415.00</u>

TOWNSHIP OF MONTCLAIR
CURRENT FUND

SPECIAL IMPROVEMENT DISTRICT TAXES PAYABLE

A-35

	<u>Ref.</u>	
Balance December 31, 2009	A	\$ 12,022.74
Increased by:		
Special Improvement District Levy	A-1,2d,11	<u>415,546.54</u>
		427,569.28
Decreased by:		
Payments	A-4	<u>414,100.00</u>
Balance December 31, 2010	A	<u><u>\$ 13,469.28</u></u>

TOWNSHIP OF MONTCLAIR
CURRENT FUND

SPECIAL EMERGENCY NOTE PAYABLE

A-36

	<u>Ref.</u>	
Balance December 31, 2009	A	\$ 426,000.00
Increased by:		
Note Issued	A-4	213,000.00
		<u>639,000.00</u>
Decreased by:		
Payments	A-4	426,000.00
		<u>426,000.00</u>
Balance December 31, 2010	A	<u>\$ 213,000.00</u>

Analysis of Balance

	<u>Maturity Date</u>	<u>Interest Rate</u>	<u>Amount</u>
	12-15-11	1.25%	<u>\$ 213,000.00</u>

TOWNSHIP OF MONTCLAIR
CURRENT FUND

PREPAID TAXES

A-37

	<u>Ref.</u>	
Balance December 31, 2009	A	\$ 794,785.06
Increased by:		
Collection - 2011 Taxes	A-6	<u>1,215,845.48</u>
		<u>2,010,630.54</u>
Decreased by:		
Applied to 2010 Taxes Receivable	A-11	<u>794,785.06</u>
Balance December 31, 2010	A	<u><u>\$ 1,215,845.48</u></u>

TOWNSHIP OF MONTCLAIR
CURRENT FUND

PREPAID REVENUE

A-38

	<u>Ref.</u>	
Balance December 31, 2009	A	\$ 35,654.26
Increased by:		
Collections	A-6	<u>36,082.00</u>
		71,736.26
Decreased by:		
Applied to Revenue Accounts Receivable	A-16	<u>35,654.26</u>
Balance December 31, 2010	A	<u><u>\$ 36,082.00</u></u>
 <u>Analysis of Balance</u>		
Payment in Lieu of Taxes :		
MAG		\$ 24,960.57
Lease - Orange Road Parking Plaza		<u>11,121.43</u>
		<u><u>\$ 36,082.00</u></u>

TOWNSHIP OF MONTCLAIR
CURRENT FUND

APPROPRIATED RESERVES FOR FEDERAL AND STATE GRANTS

A-39
Sheet #1

<u>Grant</u>	<u>Balance</u> <u>Dec. 31, 2009</u>	<u>2010</u> <u>Budget</u> <u>Appropriations</u>	<u>Decrease</u>	<u>Balance</u> <u>Dec. 31, 2010</u>
Municipal Alliance on Alcohol and Drug Abuse:				
2006	\$ 66,138.32	\$	\$	\$ 66,138.32
2007	14,531.06		2,000.00	12,531.06
2008	15,908.92			15,908.92
2009	16,968.35		2,443.35	14,525.00
2010		67,625.00	31,867.94	35,757.06
Clean Communities Program:				
2006	2,137.70			2,137.70
2008	9,900.00			9,900.00
2009	12,750.50		12,750.50	
2010		69,773.67	25,621.68	44,151.99
Public Health Priority Funding - Various Municipalities:				
2010		30,279.00	30,279.00	
Commuter Bus Transportation Grant:				
2004	9,702.29			9,702.29
N.J. Department of Environmental Protection:				
Environmental Service Program:				
2004	2,500.00			2,500.00
N.J. State Police - F.I.F.I.S. Match:				
2002	5,156.64			5,156.64
Nonpublic School Nursing:				
2009	22,460.69		22,460.69	
2010		137,030.00	100,680.20	36,349.80
Hepatitis B Project:				
2001	1,457.78			1,457.78
Body Armor Replacement Fund:				
2006	1,481.30		1,481.30	
2007	10,359.67		550.00	9,809.67
2008	12,033.54			12,033.54
2009	10,737.55			10,737.55
Alcohol Education, Rehabilitation and Enforcement Fund:				
2008	1,952.12			1,952.12
2009	3,265.35			3,265.35
2010		6,786.86		6,786.86
Statewide Livable Communities:				
MTC Playground Renovations - 2004	50,000.00			50,000.00
Drunk Driving Enforcement Fund:				
2008	1,282.76		1,282.76	
2010		20,119.79	3,544.34	16,575.45
Essex County Division on Aging:				
Senior Citizen Public Health Nursing:				
2007	30.10			30.10
2010		15,534.00	15,534.00	
Citizen Services:				
2010		427.00		427.00
N.J. Council on Arts:				
2006	2,167.00			2,167.00

TOWNSHIP OF MONTCLAIR
CURRENT FUND

APPROPRIATED RESERVES FOR FEDERAL AND STATE GRANTS

A-39
Sheet #2

<u>Grant</u>	<u>Balance</u> <u>Dec. 31, 2009</u>	<u>2010</u> <u>Budget</u> <u>Appropriations</u>	<u>Decrease</u>	<u>Balance</u> <u>Dec. 31, 2010</u>
Recycling Tonnage Grant:				
2010	\$	\$ 58,369.14	\$ 58,369.14	\$
Department of Community Affairs:				
Scheduling Service - 2005	300.00			300.00
Retail Food Specialist Program - 2009	250.00		250.00	
N.J. Highway Traffic Safety:				
You Drink, You Drive, You Lose:				
2006	100.00			100.00
Pedestrian Safety Education and Enforcement:				
2007	436.48			436.48
2009	12,000.00		12,000.00	
2010		13,000.00	1,000.00	12,000.00
Over the Limit Under Arrest:				
2007	6.32			6.32
2010		5,000.00		5,000.00
Click It or Ticket		4,000.00	4,000.00	
Pandemic Influenza Preparedness:				
2008	235.22			235.22
2010 State Health Services Grant				
Influenza A - H1N1 Virus:				
2009	251,046.12		197,270.43	53,775.69
Division of Highway Safety Traffic Safety:				
2006 and Prior Years	4,000.00			4,000.00
New Jersey Department of Transportation:				
Safe Routes to School Program:				
2007	324,000.00			324,000.00
Safe and Secure Communities		229,707.00	229,707.00	
Lead Identification Testing:				
2009	3,410.00		510.00	2,900.00
State of N.J. Tobacco Control:				
2008	7,060.00			7,060.00
2010		5,940.00		5,940.00
Justice Assistance Grant:				
2007	2,508.50		750.00	1,758.50
2009	77,573.00		59,979.50	17,593.50
Local Law Enforcement Block Grant:				
2003	7,208.36			7,208.36
U.S. Department of Home Security:				
Assistance to Firefighters:				
2004	23,449.00		4,148.90	19,300.10
2005	571.84			571.84
2008	13,365.07			13,365.07
2010		108,514.00	2,000.00	106,514.00
Bulletproof Vest Partnership Grant:				
2002	3,696.10		3,696.10	
2003	3,247.74		3,247.74	
2005	1,256.77		1,256.77	
2006	4,025.00		801.14	3,223.86
2007	3,315.25			3,315.25

TOWNSHIP OF MONTCLAIR
CURRENT FUND

APPROPRIATED RESERVES FOR FEDERAL AND STATE GRANTS

A-39
Sheet #3

<u>Grant</u>	<u>Balance</u> <u>Dec. 31, 2009</u>	<u>2010</u> <u>Budget</u> <u>Appropriations</u>	<u>Decrease</u>	<u>Balance</u> <u>Dec. 31, 2010</u>
Department of Environmental Protection:				
Climate Showcase Communities Grant:				
2010	\$	\$ 75,000.00	\$	\$ 75,000.00
U.S. Department of Energy:				
Energy Efficiency and Conservation Block				
Grant:				
2010		155,000.00	10,000.00	145,000.00
County of Essex:				
Essex County Recreation and Open				
Space Trust Fund:				
Mountainside Park Pool - 2009	29,445.68		29,445.68	
Local Arts Program:				
2010		2,500.00	2,500.00	
Other Grants:				
Interlocal Agreements:				
Montclair Board of Education - 2005	1,020.00			1,020.00
Borough of Glen Ridge - 2005	50.00			50.00
Association of New Jersey Environmental				
Commission:				
2006 and Prior Years	2.19			2.19
National Association of County Health				
Officers:				
2007	880.24			880.24
2008	4,480.00			4,480.00
Emergency Preparedness Grant - 2009	2.50			2.50
Comcast Grant:				
2009	1,000.00		1,000.00	
2010		5,000.00	5,000.00	
Safety Incentive Award				
2010		1,000.00	899.70	100.30
Mountainside Health Foundation:				
2010		9,500.00		9,500.00
Liberty Mutual - Bring Back the 4th		10,000.00	10,000.00	
NJLM Educational Foundation:				
Sustainable Jersey Small Grant:				
2010		25,000.00		25,000.00
Partners in Health Foundation - TV 34				
News and Views:				
2010		5,000.00		5,000.00
	<u>\$ 1,052,863.02</u>	<u>\$ 1,060,105.46</u>	<u>\$ 888,327.86</u>	<u>\$ 1,224,640.62</u>

Reference

A

Below

A-4

A

Ref.

2010 Budget Appropriation:

 2010 Grants

 A-3

 \$ 866,022.46

 Local Share

 A-3,4

194,083.00

 Above

\$ 1,060,105.46

TOWNSHIP OF MONTCLAIR
CURRENT FUND

ACCUMULATED REVENUE UNAPPROPRIATED

A-40

	<u>Balance</u> <u>Dec. 31, 2009</u>	<u>Increase</u>	<u>Decrease</u> <u>Anticipated as</u> <u>Current Fund</u> <u>Revenue</u>	<u>Balance</u> <u>Dec. 31, 2010</u>
<u>Regular</u>				
Proceeds from Sale of Municipal Assets	\$	<u>\$ 750,000.00</u>	<u>\$ 312,526.00</u>	<u>\$ 437,474.00</u>
<u>Federal and State Grant Fund</u>				
Recycling Tonnage Grant	58,369.14		58,369.14	
State of New Jersey Tobacco Control	5,940.00		5,940.00	
Clean Communities Grant	11,999.19		11,999.19	
Department of Energy - Energy Efficiency	25,000.00		25,000.00	
Body Armor Grant		12,207.04		12,207.04
National Association of County Health Officers:				
MRC Unit		5,000.00		5,000.00
Safety Incentive Award		1,000.00		1,000.00
	<u>101,308.33</u>	<u>18,207.04</u>	<u>101,308.33</u>	<u>18,207.04</u>
	<u>\$ 101,308.33</u>	<u>\$ 768,207.04</u>	<u>\$ 413,834.33</u>	<u>\$ 455,681.04</u>
<u>Reference</u>	<u>A</u>	<u>A-4</u>	<u>A-2a,17</u>	<u>A</u>

TOWNSHIP OF MONTCLAIR
TRUST FUNDS

CASH RECEIPTS AND DISBURSEMENTS
TREASURER

B-1

	<u>Ref.</u>	<u>Assessment Trust Fund</u>		<u>Animal Control Trust Fund</u>		<u>General Trust Fund</u>
Balance December 31, 2009	B	\$		\$	5,340.95	\$ 2,788,978.54
Increased by:						
Assessments Receivable	B-4	\$ 4,220.21		\$		\$
Due from Montclair Housing Agency	B-7					999.96
Community Development Block Grant						
Funds Receivable	B-8					6,650.00
Due from Municipal Court	B-9					69,589.00
Other Accounts Receivable	B-10					125,808.50
Due to State of New Jersey	B-12			1,435.80		
Special Deposits	B-13					4,887,413.09
Premium on Tax Sale	B-14					392,000.00
Interfunds Payable	B-15					3,252.20
Reserve for Section "8" Voucher Program	B-19					4,847,845.84
Reserve for Animal Shelter Expenditures	B-20			8,588.78		
Reserve for Animal Control Trust Fund						
Expenditures	B-21			8,024.32		
Reserve for State Unemployment Trust						
Fund Expenditures	B-22					222,135.77
		<u>4,220.21</u>		<u>18,048.90</u>		<u>10,555,694.36</u>
		4,220.21		23,389.85		13,344,672.90
Decreased by:						
Interfunds Receivable	B-11	4,220.21				5,332.70
Due to State of New Jersey	B-12			1,435.20		
Special Deposits	B-13					4,666,605.37
Premium on Tax Sale	B-14					708,000.00
Interfunds Payable	B-15					3,252.20
Reserve for Community Development						
Block Grant Expenditures	B-18					109,338.06
Reserve for Section "8" Voucher Program	B-19					4,838,953.70
Reserve for Animal Shelter Expenditures	B-20			1,083.21		
Reserve for Animal Control Trust Fund						
Expenditures	B-21			3,016.84		
Reserve for State Unemployment Trust						
Fund Expenditures	B-22					151,713.11
Unemployment Claims Payable	B-23					20,875.94
		<u>4,220.21</u>		<u>5,535.25</u>		<u>10,504,071.08</u>
Balance December 31, 2010	B	\$	-	\$	17,854.60	\$ 2,840,601.82

TOWNSHIP OF MONTCLAIR
TRUST FUNDS

BANK RECONCILIATIONS
DECEMBER 31, 2010

B-2

	<u>Animal Control Trust Fund</u>	<u>General Trust Fund</u>
Balance per Statements:		
Valley National Bank,		
Montclair, New Jersey:		
#41480104 - Animal Control Trust Fund	\$ 17,461.60	\$
#41480090 - General Trust		1,447,842.72
#193401331 - Trust Fund		399,364.69
#41480163 - Tax Redemption Account		64,037.09
#41480139 - CDBG Trust Account		21.11
#41480112 - Section 8		14,339.59
#41480120 - SUI Trust Fund		96,035.91
TD Bank,		
Montclair, New Jersey:		
#345-3168488 - Forfeiture Trust Account		13,883.25
#7760117296 - Planning Escrow		95,029.92
#345-2348946 - Police Escrow		0.48
Capital One Bank,		
Montclair, New Jersey:		
#4374006023 - Trust Fund		185.71
Investors Saving Bank,		
Montclair, New Jersey:		
#6800133750 - COAH		399,351.82
Bank of America,		
Montclair, New Jersey:		
#999021788 - Developer's Escrow Account		29,947.62
	<hr style="width: 100%;"/>	<hr style="width: 100%;"/>
	17,461.60	2,560,039.91
Plus: Deposits-in-Transit	1,474.00	375,015.83
	<hr style="width: 100%;"/>	<hr style="width: 100%;"/>
	18,935.60	2,935,055.74
Less: Outstanding Checks	1,081.00	94,453.92
	<hr style="width: 100%;"/>	<hr style="width: 100%;"/>
	\$ 17,854.60	\$ 2,840,601.82
	<hr style="width: 100%;"/>	<hr style="width: 100%;"/>

Reference

B-1

B-1

TOWNSHIP OF MONTCLAIR
TRUST FUNDS

ANALYSIS OF ASSESSMENT CASH AND INVESTMENTS

B-3

	<u>Balance</u>	<u>Receipts</u>	<u>Disbursements</u>	<u>Transfers</u>		<u>Balance</u>
	<u>Dec. 31, 2009</u>	<u>Assessments</u>	<u>Other</u>	<u>From</u>	<u>To</u>	<u>Dec. 31, 2010</u>
		<u>Receivable</u>				
<u>General Accounts</u>						
Prepaid Assessments	\$ 544.55	\$	\$	\$ 544.55	\$	\$
Current Fund Interfund	(35,508.83)		4,220.21			(39,729.04)
General Trust Fund Interfund	(8,757.15)					(8,757.15)
General Capital Fund Interfund	43,721.43	4,220.21			544.55	48,486.19
	<u>\$ -</u>	<u>\$ 4,220.21</u>	<u>\$ 4,220.21</u>	<u>\$ 544.55</u>	<u>\$ 544.55</u>	<u>\$ -</u>
<u>Reference</u>	<u>B</u>	<u>B-4</u>	<u>B-11</u>	<u>Contra</u>	<u>Contra</u>	<u>B</u>

TOWNSHIP OF MONTCLAIR
TRUST FUNDS

B-4

ASSESSMENTS RECEIVABLE

<u>Ordinance Number</u>	<u>Purpose</u>	<u>Date of Confirmation</u>	<u>Annual Installments</u>	<u>Due Dates</u>	<u>Balance Dec. 31, 2009</u>		<u>Balance Dec. 31, 2010</u>		<u>Reference</u>
					<u>Pledged</u>	<u>Unpledged</u>	<u>Pledged</u>	<u>Unpledged</u>	
02-41	Resurfacing and Curbing of Briar Hill Road	7-01-04	10	7-01-11/13	<u>\$ 10,589.77</u>	<u>\$ 8,452.55</u>	<u>\$ 5,825.01</u>	<u>\$ 8,452.55</u>	B B Below B
									Ref B-1 B-16 Above
									Cash Collected Prepaid Applied
									\$ 4,220.21 <u>544.55</u> <u>\$ 4,764.76</u>

TOWNSHIP OF MONTCLAIR
TRUST FUNDS

DUE FROM MONTCLAIR PUBLIC LIBRARY

B-5

	<u>Ref.</u>	
Balance December 31, 2009	B	<u>\$ 444.83</u>
Balance December 31, 2010	B	<u><u>\$ 444.83</u></u>

DUE FROM MONTCLAIR BOARD OF EDUCATION

B-6

	<u>Ref.</u>	
Balance December 31, 2009	B	<u>\$ 4,626.14</u>
Balance December 31, 2010	B	<u><u>\$ 4,626.14</u></u>

DUE FROM MONTCLAIR HOUSING AGENCY

B-7

	<u>Ref.</u>	
Balance December 31, 2009	B	\$ 38,730.64
Decreased by: Collections	B-1	<u>999.96</u>
Balance December 31, 2010	B	<u><u>\$ 37,730.68</u></u>

TOWNSHIP OF MONTCLAIR
TRUST FUNDS

COMMUNITY DEVELOPMENT BLOCK GRANT FUNDS RECEIVABLE

B-8

Program Year		Balance <u>Dec. 31, 2009</u>	2010 <u>Grants</u>	<u>Collections</u>	Transferred to General <u>Capital Fund</u>	<u>Cancelled</u>	Balance <u>Dec. 31, 2010</u>
2005	Street Improvements at Grove - Walnut Business District	\$ 5,370.21	\$	\$	\$	\$ 5,370.21	\$
2007	Street Improvements Roswell Terrace	122,950.00				122,950.00	
2008	Pine Street Improvements	91,500.68			58,187.30	33,313.38	
2008	Family Service League - Renovations	17,600.00				17,600.00	
2008	Neighborhood Council - Electric Door Locks	6,927.00				6,927.00	
2008	ADA Improvements Municipal Building Entrance	17,000.00				7,990.00	9,010.00
2008	Roadway Improvements Willard Place	57,201.00			53,160.64	4,040.36	
2008	Roadway Improvements George Street	59,133.00				59,133.00	
2009	COPE Center - Counseling Services	18,611.42				18,611.42	
2009	Family Service League - Counseling Services	9,375.00				9,375.00	
2009	Family Service League - Renovations	15,000.00				15,000.00	
2009	Hollow Day Care - Operating Expenses	9,000.00				9,000.00	
2009	interfaith Hospitality Network - Trans. House	8,320.00				8,320.00	
2009	MNDC - Winter Oasis Youth Program	17,711.00				17,711.00	
2009	MNDC Adult School - Administration	14,000.00				14,000.00	
2009	Municipal Building ADA Elevator	100,000.00		6,650.00			93,350.00
2009	Neighborhood Childcare Center - Renovations	65,000.00				65,000.00	
2009	Portland Place Improvements	166,300.00			166,300.00		
2009	United Way of North Essex	12,002.07				12,002.07	
2009	Acquisitions - Senior Citizen Community Center	500,000.00				500,000.00	
2010	Traffic Signal Installation Elm Street and Washington Street		<u>237,595.00</u>				<u>237,595.00</u>
		<u>\$ 1,313,001.38</u>	<u>\$ 237,595.00</u>	<u>\$ 6,650.00</u>	<u>\$ 277,647.94</u>	<u>\$ 926,343.44</u>	<u>\$ 339,955.00</u>
	<u>Reference</u>	<u>B</u>	<u>B-18</u>	<u>B-1</u>	<u>B-18</u>	<u>B-18</u>	<u>B</u>

TOWNSHIP OF MONTCLAIR
TRUST FUNDS

DUE FROM MUNICIPAL COURT

B-9

	<u>Ref.</u>		
Increased by:			
Parking Offenses Adjudication Act		\$ 27,448.00	
Public Defender Application Fees		<u>45,693.00</u>	
	B-13		\$ 73,141.00
Decreased by:			
Collections:			
Parking Offenses Adjudication Act		25,452.00	
Public Defender Application Fees		<u>44,137.00</u>	
	B-1		<u>69,589.00</u>
Balance December 31, 2010	B		<u>\$ 3,552.00</u>

OTHER ACCOUNTS RECEIVABLE

B-10

	<u>Ref.</u>		
Balance December 31, 2009	B		\$ 7,952.61
Increased by:			
2010 Accruals	B-13		<u>126,264.50</u>
			134,217.11
Decreased by:			
Collections	B-1		<u>125,808.50</u>
Balance December 31, 2010	B		<u>\$ 8,408.61</u>
 <u>Analysis of Balance</u>			
Outside Employment of Off-Duty Fire Officers			\$ 456.00
Other			<u>7,952.61</u>
			<u>\$ 8,408.61</u>

TOWNSHIP OF MONTCLAIR
TRUST FUNDS

INTERFUNDS RECEIVABLE

B-11

	<u>Ref.</u>	<u>Total Assessment Trust Fund</u>	<u>Assessment Trust Fund</u>		<u>Total General Trust Fund</u>	<u>General Trust Fund</u>			
			<u>Current Fund</u>	<u>General Trust Fund</u>		<u>Current Fund</u>	<u>Federal and State Grant Fund</u>	<u>Animal Control Trust Fund</u>	<u>Payroll Fund</u>
Balance December 31, 2009	B	<u>\$ 44,265.98</u>	<u>\$ 35,508.83</u>	<u>\$ 8,757.15</u>	<u>\$ 24,595.10</u>	<u>\$ 22,095.10</u>	<u>\$</u>	<u>\$ 2,500.00</u>	<u>\$</u>
Increased by:									
Advances	B-1	4,220.21	4,220.21		5,332.70	3,332.70	2,000.00		
General Trust Fund Revenue Deposited to Payroll Fund in Error	B-22	<u>4,220.21</u>	<u>4,220.21</u>		<u>39,542.57</u>	<u>3,332.70</u>	<u>2,000.00</u>		<u>39,542.57</u>
					<u>44,875.27</u>	<u>25,427.80</u>	<u>2,000.00</u>	<u>2,500.00</u>	<u>39,542.57</u>
Balance December 31, 2010	B	<u>\$ 48,486.19</u>	<u>\$ 39,729.04</u>	<u>\$ 8,757.15</u>	<u>\$ 69,470.37</u>	<u>\$ 25,427.80</u>	<u>\$ 2,000.00</u>	<u>\$ 2,500.00</u>	<u>\$ 39,542.57</u>

TOWNSHIP OF MONTCLAIR
TRUST FUNDS

DUE TO STATE OF NEW JERSEY

B-12

	<u>Ref.</u>		
Balance December 31, 2009	B		\$ 3.60
Increased by:			
Registration Fees		\$ 949.00	
Pilot Clinic Fund Fees		189.80	
Population Control Fees		<u>297.00</u>	
	B-1		<u>1,435.80</u>
			1,439.40
Decreased by:			
Payments	B-1		<u>1,435.20</u>
Balance December 31, 2010	B		<u><u>\$ 4.20</u></u>

TOWNSHIP OF MONTCLAIR
TRUST FUNDS

SPECIAL DEPOSITS

B-13

	Balance Dec. 31, 2009	Receipts	Disbursements	Balance Dec. 31, 2010
Recycling Program	\$ 83,501.39	\$ 971,525.54	\$ 811,346.60	\$ 243,680.33
Railroad Station Projects	72,041.58	39,942.65	3,425.68	108,558.55
Recreation	65,492.51	113,794.14	140,226.02	39,060.63
Parking Adjudication Fines	17,740.61	27,448.00	36,287.58	8,901.03
D.A.R.E. Donations	2,564.13			2,564.13
Uniform Fire Safety Act	83,914.94	30,634.00	34,547.89	80,001.05
Child Fire Safety	6,375.00	300.00		6,675.00
Body Armor Settlement	11,676.45		66.95	11,609.50
Police Off-Duty	21,884.31	921,400.55	892,156.07	51,128.79
Firemen Off-Duty	9,865.71	126,264.50	129,425.05	6,705.16
National Nite Out	346.76			346.76
Developer's Escrow	128,735.11		11,617.40	117,117.71
Performance Bonds	8,878.14	3.04		8,881.18
Planning Escrow Deposits	69,093.23	49,733.91	55,365.44	63,461.70
Inspection Escrow Deposits	32,375.96			32,375.96
Payment in Lieu of Bonds	10,479.20			10,479.20
Rental Security:				
Walnut Street	3,150.00			3,150.00
Bellevue Avenue	9,000.00			9,000.00
Mountain Avenue	1,000.00			1,000.00
Fire - Right-to-Know	595.00			595.00
LEA - Penalty Account	32,335.53	284.00		32,619.53
Snow Removal	35,316.87	18,631.75		53,948.62
Collector's Redemption Account	14,678.54	2,648,745.74	2,432,180.68	231,243.60
Public Defender Application Fees	2,290.09	45,693.00	46,427.09	1,556.00
Bonsal Wildlife	2,000.00			2,000.00
Hurricane Floyd Storm Damage				
Funds	3,331.27			3,331.27
Edgemont Memorial	2,405.05		91.00	2,314.05
Edgemont Playground	717.01	1,351.19		2,068.20
Various Self-Insurances	31,724.44			31,724.44
Health Program	95,646.62	18,583.88	24,223.26	90,007.24
Forfeited Assets	13,229.15	6,732.79	14,726.66	5,235.28
Miscellaneous	2,393.99			2,393.99
Contributions for Public Memorials	205.00	1,000.00	492.00	713.00
Voucher Program	398,126.75	62,749.91	34,000.00	426,876.66
Crime Prevention	100.00			100.00
Municipal Alliance Contribution		2,000.00		2,000.00
	<u>\$ 1,273,210.34</u>	<u>\$ 5,086,818.59</u>	<u>\$ 4,666,605.37</u>	<u>\$ 1,693,423.56</u>

Reference

B

Below

B-1

B

Ref.

Collections
Due from Municipal Court
Other Accounts Receivable

B-1	\$ 4,887,413.09
B-9	73,141.00
B-10	126,264.50
Above	<u>\$ 5,086,818.59</u>

TOWNSHIP OF MONTCLAIR
TRUST FUNDS

PREMIUMS ON TAX SALE

B-14

	<u>Ref.</u>	<u>General Trust Fund</u>
Balance December 31, 2009	B	\$ 1,533,900.00
Increased by:		
Collections	B-1	<u>392,000.00</u>
		1,925,900.00
Decreased by:		
Payments	B-1	<u>708,000.00</u>
Balance December 31, 2010	B	<u><u>\$ 1,217,900.00</u></u>

TOWNSHIP OF MONTCLAIR
TRUST FUNDS

INTERFUNDS PAYABLE

B-15

	Ref.	Assessment	Total	Animal Control Trust Fund		Total	General Trust Fund	
		Trust Fund General Capital Fund	Animal Control Trust Fund	Current Fund	General Trust Fund	General Trust Fund	Current Fund	Assessment Trust Fund
Balance December 31, 2009	B	\$ 54,311.20	\$ 2,503.00	\$ 3.00	\$ 2,500.00	\$ 8,757.15	\$	\$ 8,757.15
Increased by:								
Interest on Investments	B-1	<u>54,311.20</u>	<u>2,503.00</u>	<u>3.00</u>	<u>2,500.00</u>	<u>3,252.20</u> 12,009.35	<u>3,252.20</u> 3,252.20	<u>8,757.15</u>
Decreased by:								
Settlements	B-1	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u>3,252.20</u>	<u>3,252.20</u>	<u> </u>
Balance December 31, 2010	B	<u>\$ 54,311.20</u>	<u>\$ 2,503.00</u>	<u>\$ 3.00</u>	<u>\$ 2,500.00</u>	<u>\$ 8,757.15</u>	<u>\$ -</u>	<u>\$ 8,757.15</u>

TOWNSHIP OF MONTCLAIR
TRUST FUNDS

PREPAID ASSESSEMENTS

B-16

	<u>Ref.</u>	
Balance December 31, 2009	B	\$ 544.55
Decreased by:		
Applied to Assessments Receivable	B-4	<u>544.55</u>
		<u>\$ -</u>

TOWNSHIP OF MONTCLAIR
TRUST FUNDS

RESERVE FOR ASSESSMENTS RECEIVABLE

B-17

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Balance Dec. 31, 2009 Unpledged</u>	<u>Balance Dec. 31, 2010 Unpledged</u>
02-41	Resurfacing and Curbing of Briar Hill Road	<u>\$ 8,452.55</u>	<u>\$ 8,452.55</u>
	<u>Reference</u>	<u>B</u>	<u>B</u>

TOWNSHIP OF MONTCLAIR
TRUST FUND

RESERVE FOR COMMUNITY DEVELOPMENT BLOCK GRANT EXPENDITURES

B-18

<u>Program</u> <u>Year</u>		<u>Balance</u> <u>Dec. 31, 2009</u>	<u>2010</u> <u>Grants</u>	<u>Expenditures</u>	<u>Transferred</u> <u>to General</u> <u>Capital Fund</u>	<u>Cancelled</u>	<u>Balance</u> <u>Dec. 31, 2010</u>
1997	Montclair Neighborhood Development Corporation	\$ 956.00	\$	\$	\$	\$	\$ 956.00
2005	Street Improvements at Grove - Walnut Business District	5,370.21				5,370.21	
2007	Street Improvements Roswell Terrace	122,950.00				122,950.00	
2008	Pine Street Improvements	91,500.68			58,187.30	33,313.38	
2008	Family Service League - Renovations	17,600.00				17,600.00	
2008	Neighborhood Council - Electric Door Locks	6,927.00				6,927.00	
2008	ADA Improvements Municipal Building Entrance	17,000.00				7,990.00	9,010.00
2008	Roadway Improvements Willard Place	57,201.00			53,160.64	4,040.36	
2008	Roadway Improvements George Street	59,133.00				59,133.00	
2009	COPE Center - Counseling Services	18,611.42				18,611.42	
2009	Family Service League - Counseling Services	9,375.00				9,375.00	
2009	Family Service League - Renovations	15,000.00				15,000.00	
2009	Hollow Day Care - Operating Expenses	9,000.00				9,000.00	
2009	Interfaith Hospitality Network - Trans. House	8,320.00				8,320.00	
2009	MNDC - Winter Oasis Youth Program	17,711.00				17,711.00	
2009	MNDC Adult School - Administration	14,000.00				14,000.00	
2009	Municipal Building ADA Elevator	100,000.00		6,650.00			93,350.00
2009	Neighborhood Childcare Center - Renovations	65,000.00				65,000.00	
2009	Portland Place Improvements	166,300.00			166,300.00		
2009	United Way of North Essex	12,002.07				12,002.07	
2009	Acquisitions - Senior Citizen Community Center	500,000.00				500,000.00	
2010	Traffic Signal Installation Elm Street and Washington Street		237,595.00	102,688.06			134,906.94
		<u>\$ 1,313,957.38</u>	<u>\$ 237,595.00</u>	<u>\$ 109,338.06</u>	<u>\$ 277,647.94</u>	<u>\$ 926,343.44</u>	<u>\$ 238,222.94</u>
	<u>Reference</u>	<u>B</u>	<u>B-8</u>	<u>B-1</u>	<u>B-8</u>	<u>B-8</u>	<u>B</u>

TOWNSHIP OF MONTCLAIR
TRUST FUNDS

RESERVE FOR SECTION "8" VOUCHER PROGRAM

B-19

	<u>Ref.</u>		
Increased by:			
Prior Year Adjustment		\$ 333,319.97	
Housing and Urban Development Assistance:			
Cash Received		2,821,014.00	
Interest Earned		428.41	
Payments Received from Other Municipalities and Other Sources		<u>1,693,083.46</u>	
	B-1		\$ 4,847,845.84
Decreased by:			
Housing Assistance Payments		4,520,293.97	
Administrative Expenses		<u>318,659.73</u>	
	B-1		<u>4,838,953.70</u>
Balance December 31, 2010	B		<u>\$ 8,892.14</u>

TOWNSHIP OF MONTCLAIR
TRUST FUNDS

RESERVE FOR ANIMAL SHELTER EXPENDITURES

B-20

	<u>Ref.</u>	
Balance December 31, 2009	B	\$ 1,292.94
Increased by:		
Donations	B-1	<u>8,588.78</u>
		9,881.72
Decreased by:		
Expenditures	B-1	<u>1,083.21</u>
Balance December 31, 2010	B	<u><u>\$ 8,798.51</u></u>

TOWNSHIP OF MONTCLAIR
TRUST FUNDS

RESERVE FOR ANIMAL CONTROL TRUST FUND EXPENDITURES

B-21

	<u>Ref.</u>		
Balance December 31, 2009	B		\$ 1,541.41
Increased by:			
Dog License Fees		\$ 6,453.20	
Cat License Fees		678.00	
Miscellaneous Revenue:			
Late Fees		\$ 830.00	
Interest Earned		36.62	
Replacement Fees (Dog and Cat)		6.50	
Miscellaneous		<u>20.00</u>	
		<u>893.12</u>	
	B-1		<u>8,024.32</u>
			<u>9,565.73</u>
Decreased by:			
Expenditures Under N.J.S.A. 40A:4-39	B-1		<u>3,016.84</u>
Balance December 31, 2010	B		<u>\$ 6,548.89</u>

License Fees Collected

	<u>Year</u>	<u>Amount</u>
	2008	\$ 7,349.60
	2009	<u>6,983.60</u>
		<u>\$ 14,333.20</u>

TOWNSHIP OF MONTCLAIR
TRUST FUNDS

RESERVE FOR STATE UNEMPLOYMENT TRUST FUND EXPENDITURES

B-22

	<u>Ref.</u>	
Balance December 31, 2009	B	\$ 27,628.43
Increased by:		
Interest Earned		\$ 135.77
Current Fund 2010 Budget Appropriations		140,000.00
Current Fund 2009 Budget Appropriations		75,000.00
Water Utility Fund 2010 Budget Appropriations		5,000.00
Sewer Utility Fund 2010 Budget Appropriations		<u>2,000.00</u>
	B-1	222,135.77
Payroll Deductions	B-11	<u>39,542.57</u>
		<u>261,678.34</u>
		289,306.77
Decreased by:		
Claims	B-1	<u>151,713.11</u>
Balance December 31, 2010	B	<u>\$ 137,593.66</u>

UNEMPLOYMENT CLAIMS PAYABLE - DUE TO STATE

B-23

	<u>Ref.</u>	
Balance December 31, 2009	B	\$ 20,875.94
Decreased by:		
Payments	B-1	<u>20,875.94</u>
		<u>\$ -</u>

TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

CASH RECEIPTS, DISBURSEMENTS AND RECONCILIATION
DECEMBER 31, 2010

C-2

	<u>Ref.</u>		
Balance December 31, 2009	C		\$ 9,577,238.19
Increased by Receipts:			
Premium on Sale of Notes	C-1	\$ 357,734.17	
Grants Receivable	C-4	642,638.69	
Loans Receivable	C-5	250,000.00	
Due from Improvement District	C-7	10,000.00	
Interfunds Receivable	C-9	3,030,517.32	
Deferred Charges to Future Taxation - Unfunded	C-11	7,250.00	
Capital Improvement Fund	C-14	225,000.00	
Interfunds Payable	C-15	786,518.61	
Reserve for Debt Service	C-20	492,728.71	
Bond Anticipation Notes	C-22	11,965,574.00	
School Serial Bonds	C-25	<u>9,662,000.00</u>	
			<u>27,429,961.50</u>
			37,007,199.69
Increased by Disbursements:			
Improvement Authorizations	C-12	14,365,753.19	
Due to Montclair Board of Education	C-13	95,000.00	
Interfunds Payable	C-15	764,518.61	
Bond Anticipation Notes	C-22	<u>9,663,574.00</u>	
			<u>24,888,845.80</u>
Balance December 31, 2010	C		<u>\$ 12,118,353.89</u>
<u>Bank Reconciliation December 31, 2010</u>			
Balance per Statements:			
TD Bank, Montclair, New Jersey: #4246945666			\$ 9,527,080.53
Valley National Bank, Montclair, New Jersey: #41480031			2,290,383.37
Garden State Community Bank, Montclair, New Jersey: #54620002102			502,972.84
Capital One Bank, Montclair, New Jersey: #4244001121			139,591.98
Plus: Deposit in Transit			<u>175,000.00</u>
			12,635,028.72
Less: Outstanding Checks			<u>516,674.83</u>
			<u>\$ 12,118,353.89</u>

TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

ANALYSIS OF CASH

C-3
Sheet #1

	Balance Dec. 31, 2009	Receipts			Disbursements			Transfers		Balance Dec. 31, 2010
		Serial Bonds	Bond Anticipation Notes	Other	Improvement Authorizations	Bond Anticipation Notes	Other	From	To	
<u>Improvement Authorizations</u>										
General Improvements:										
#98-11	\$ 141,523.06	\$	\$	\$	\$ 3,725.79	\$	\$	\$	\$	\$ 137,797.27
#00-06	7,931.64									7,931.64
#00-09	580.73									580.73
#00-10	3,934.19									3,934.19
#00-13	(261.16)									(261.16)
#00-29	(6,503.52)									(6,503.52)
#01-05	(300.00)									(300.00)
#01-09,01-55	2,512.30									2,512.30
#01-19	38,487.69							18,906.21		19,581.48
#01-20	26,466.42							22,868.49		3,597.93
#01-21	1,950.00									1,950.00
#01-22	86,252.27				1,492.27					84,760.00
#02-11	(129,234.69)								15,000.00	(114,234.69)
#02-23	5,909.45									5,909.45
#02-26	35,960.70									35,960.70
#02-27	180,964.28									180,964.28
#02-39	845.94									845.94
#02-40	1,813.79									1,813.79
#02-41	(4,500.00)									(4,500.00)
#03-08	(131,868.90)								10,000.00	(121,868.90)
#03-09	5,191.02									5,191.02
#03-10	7,277.35									7,277.35
#03-12	5,311.06									5,311.06
#03-41	78,955.51									78,955.51
#03-42	51,334.59									51,334.59
#03-44	62,763.24									62,763.24
#03-45	36,666.48				5,561.86					31,104.62
#04-03	13,442.14									13,442.14
#04-06	5,810.67									5,810.67
#04-07	2,884.23									2,884.23
#04-08	2,163.80									2,163.80
#04-09	(7,400.87)									(7,400.87)
#04-10	9,688.38									9,688.38
#04-20	(15,326.00)									(15,326.00)

TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

ANALYSIS OF CASH

C-3
Sheet #2

	Balance Dec. 31, 2009	Receipts			Disbursements			Transfers		Balance Dec. 31, 2010
		Serial Bonds	Bond Anticipation Notes	Other	Improvement Authorizations	Bond Anticipation Notes	Other	From	To	
<u>Improvement Authorizations</u>										
General Improvements:										
#04-35	\$ (2,606.89)	\$	\$	\$	\$	\$	\$	\$	\$	\$ (2,606.89)
#04-45	97,944.19				39,846.20					58,097.99
#04-46	105,527.61				6,259.98					99,267.63
#04-47	1,620.35									1,620.35
#04-48	73,327.57				39,850.35					33,477.22
#04-49	(19,395.91)				115,185.83					(134,581.74)
#05-08	82,891.17									82,891.17
#05-15	(38,693.17)									(38,693.17)
#05-25	2,369.39						1,574.00			795.39
#05-37	(476.93)									(476.93)
#05-40,07-52	1,310,671.34				147,948.96					1,162,722.38
#06-01	93,554.51									93,554.51
#06-37	1,248,685.88				317,976.74					930,709.14
#06-78	16,270.42				16,260.79					9.63
#07-06	166,075.59				59,391.80					106,683.79
#07-19	(287,885.89)									(287,885.89)
#07-34/08-25	177,187.44				40,107.49					137,079.95
#07-40	9,530.11		65,000.00		3,918.75					70,611.36
#07-41	1,210,060.53		574.00		188,924.01					1,021,710.52
#07-49	73,092.54				14,917.38					58,175.16
#08-10	583,025.16		100,000.00		130,710.44			169,625.00	69,625.00	452,314.72
#08-42	76,543.43				368.89					76,174.54
#08-43	(2,858.32)				12,815.00					(15,673.32)
#08-44	472,615.55		500,000.00		299,430.43				58,187.30	731,372.42
#09-11	78,619.91				48,663.04					29,956.87
#09-16/09-51	246,734.31		300,000.00		103,203.42					443,530.89
#09-52a	153,546.34		2,000,000.00		1,333,792.78				211,665.75	1,031,419.31
#09-52b1	7,500.00									7,500.00
#09-52b2	12,500.00									12,500.00
#09-52b3	26,750.00									26,750.00
#09-65	229,922.46				217,065.11					12,857.35
#10-12					136,446.66				82,360.64	(54,086.02)
#10-13					299,252.39				59,300.00	(239,952.39)
#10-70									16,250.00	16,250.00

TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

ANALYSIS OF CASH

C-3
Sheet #3

	Balance Dec. 31, 2009	Receipts			Disbursements			Transfers		Balance Dec. 31, 2010
		Serial Bonds	Bond Anticipation Notes	Other	Improvement Authorizations	Bond Anticipation Notes	Other	From	To	
<u>Improvement Authorizations</u>										
School Improvements:										
#98-16	\$ 27,217.44	\$	\$	\$	\$	\$	\$	\$	\$	\$ 27,217.44
#98-31	277,535.73									277,535.73
#99-12	283,213.84									283,213.84
#00-16	110,014.71									110,014.71
#01-25	12,911.65									12,911.65
#01-36	21,496.82									21,496.82
#01-40	(168,885.45)									(168,885.45)
#02-09	226,569.10									226,569.10
#03-30,04-22	5,416.40				1,344.06				10,000.00	14,072.34
#04-21	3,562,277.08	9,662,000.00	2,300,000.00		7,303,612.27	9,662,000.00			7,250.00	(1,434,085.19)
#05-24	5,842.16				5,842.16		12,151.51	104,390.82		92,239.31
#06-30	852,020.97				140,707.71					711,313.26
#07-26	360,008.58		500,000.00		64,102.99					795,905.59
#08-14	(358,692.53)		2,250,000.00		1,318,043.47					573,264.00
#09-20	330,753.98		2,450,000.00		1,515,647.55					1,265,106.43
#10-28			1,500,000.00		433,336.62					1,066,663.38
<u>Other Accounts</u>										
Fund Balance	760,605.96			357,734.17			750,000.00	41,774.70		410,114.83
Capital Improvement Fund	2,514.83			225,000.00			104,750.00			122,764.83
Grants Receivable				642,638.69			642,638.69			
Loans Receivable	(1,638,000.00)			250,000.00			250,000.00			(1,638,000.00)
Due from Improvement District	(35,000.00)			10,000.00						(25,000.00)
Due from Montclair Parking Authority	(18,201.30)									(18,201.30)
Deferred Charges to Future Taxation - Unfunded				7,250.00				7,250.00		
Due to Montclair Board of Education	197,239.31							95,000.00	102,239.31	
Current Fund Interfund	(4,207,152.39)			3,045,035.93			764,518.61	25,000.00	750,000.00	(1,201,635.07)
Federal and State Grant Fund Interfund	127,125.00									127,125.00
Assessment Trust Fund Interfund	(54,311.20)									(54,311.20)
Water Operating Fund Interfund				772,000.00						772,000.00
Parking Utility Operating Fund Interfund	74,961.76									74,961.76

TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

ANALYSIS OF CASH

C-3
Sheet #4

	Balance Dec. 31, 2009	Receipts			Disbursements			Transfers		Balance Dec. 31, 2010
		Serial Bonds	Bond Anticipation Notes	Other	Improvement Authorizations	Bond Anticipation Notes	Other	From	To	
Other Accounts										
Parking Utility Capital Fund										
Interfund	\$ (251,183.37)	\$	\$	\$	\$	\$	\$	\$	\$	\$ (251,183.37)
Reserve for Future Improvements	259,000.00									259,000.00
Reserve for Repayment of UDAG	26,955.51									26,955.51
Reserves for Loans Receivable	1,638,000.00									1,638,000.00
Reserve for Debt Service				492,728.71					500,000.00	992,728.71
Bond Anticipation Note Cash:										
Ordinance #08-10	125,707.75								169,625.00	295,332.75
Ordinance #05-24	295,401.37									295,401.37
	<u>\$ 9,577,238.19</u>	<u>\$ 9,662,000.00</u>	<u>\$ 11,965,574.00</u>	<u>\$ 5,802,387.50</u>	<u>\$ 14,365,753.19</u>	<u>\$ 9,663,574.00</u>	<u>\$ 859,518.61</u>	<u>\$ 2,105,429.21</u>	<u>\$ 2,105,429.21</u>	<u>\$ 12,118,353.89</u>

Reference	<u>C</u>	<u>C-25</u>	<u>C-22</u>	<u>Below</u>	<u>C-12</u>	<u>C-22</u>	<u>Below</u>	<u>Contra</u>	<u>Contra</u>	<u>C</u>
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	<u>Ref.</u>		
Fund Balance	C-1	\$ 357,734.17	\$
Grants Receivable	C-4	642,638.69	
Loans Receivable	C-5	250,000.00	
Due from Improvement District	C-7	10,000.00	
Interfunds Receivable	C-9	3,030,517.32	
Deferred Charges to Future Taxation - Unfunded	C-11	7,250.00	
Due to Montclair Board of Education	C-13		95,000.00
Capital Improvement Fund	C-14	225,000.00	
Interfunds Payable	C-15	786,518.61	764,518.61
Reserve for Debt Service	C-20	492,728.71	
	<u>Above</u>	<u>\$ 5,802,387.50</u>	<u>\$ 859,518.61</u>

TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

GRANTS RECEIVABLE

C-4

<u>Ordinance Number</u>	<u>Purpose</u>	<u>Grants</u>	<u>Collections</u>	<u>Balance Dec. 31, 2010</u>
<u>Federal Grants</u>				
County of Essex:				
Community Development Block				
Grants:				
08-44	Pine Street Improvements	\$ 58,187.30	\$ 58,187.30	\$
09-52A	Portland Place Improvements	166,300.00		166,300.00
10-12	Willard Place Improvements	53,160.64	53,160.64	
 <u>State Grants</u>				
New Jersey Department of				
Transportation:				
08-10	South Fullerton Avenue	69,625.00	69,625.00	
09-52A	Llewellyn Road	280,994.04	211,665.75	69,328.29
 Department of Environmental				
Protection:				
Green Acres Program:				
06-01	Project Youth Sports II	<u>250,000.00</u>	<u>250,000.00</u>	
		<u>\$ 878,266.98</u>	<u>\$ 642,638.69</u>	<u>\$ 235,628.29</u>
	<u>Reference</u>	<u>C-18</u>	<u>C-2</u>	<u>C</u>

TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

LOANS RECEIVABLE

C-5

	<u>Ref.</u>	
Balance December 31, 2009	C	\$ 1,638,000.00
Increased by:		
2010 Green Acres Loan	C-19	250,000.00
		<u>1,888,000.00</u>
Decreased by:		
Collections	C-2	250,000.00
		<u>250,000.00</u>
Balance December 31, 2010	C	<u>\$ 1,638,000.00</u>
<u>Analysis of Balance</u>		
Montclair Early Childhood Center		<u>\$ 1,638,000.00</u>

REGIONAL CONTRIBUTION AGREEMENTS RECEIVABLE

C-6

	<u>Ref.</u>	
Balance December 31, 2009	C	<u>\$ 1,050,000.00</u>
Balance December 31, 2010	C	<u>\$ 1,050,000.00</u>

TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

DUE FROM IMPROVEMENT DISTRICT

C-7

	<u>Ref.</u>	
Balance December 31, 2009	C	\$ 35,000.00
Decreased by:		
Collections	C-2	<u>10,000.00</u>
Balance December 31, 2010	C	<u>\$ 25,000.00</u>

DUE FROM MONTCLAIR PARKING AUTHORITY

C-8

	<u>Ref.</u>	
Balance December 31, 2009	C	<u>\$ 18,201.30</u>
Balance December 31, 2010	C	<u>\$ 18,201.30</u>

TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

INTERFUNDS RECEIVABLE

C-9

	<u>Ref.</u>	<u>Total</u>	<u>Current Fund</u>	<u>Assessment Trust Fund</u>	<u>Parking Utility Capital Fund</u>
Balance December 31, 2009	C	\$ 4,512,646.96	\$ 4,207,152.39	\$ 54,311.20	\$ 251,183.37
Increased by:					
Budget Appropriations:					
Unfunded Improvement Costs	C-11	25,000.00	25,000.00		
		<u>4,537,646.96</u>	<u>4,232,152.39</u>	<u>54,311.20</u>	<u>251,183.37</u>
Decreased by:					
Settlements	C-2	3,030,517.32	3,030,517.32		
Balance December 31, 2010	C	<u>\$ 1,507,129.64</u>	<u>\$ 1,201,635.07</u>	<u>\$ 54,311.20</u>	<u>\$ 251,183.37</u>

TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

DEFERRED CHARGES TO FUTURE TAXATION - FUNDED

C-10

	<u>Ref.</u>		
Balance December 31, 2009	C		\$ 83,477,868.68
Increased by:			
Serial Bonds Issued	C-11	\$ 9,662,000.00	
Green Acres Loan Issued	C-23	<u>250,000.00</u>	
			<u>9,912,000.00</u>
			<u>93,389,868.68</u>
Decreased by:			
2010 Budget Appropriation:			
Green Acres Loan	C-23	39,639.75	
N.J. Environmental Infrastructure Loan Payable	C-24	44,428.15	
School Bonds	C-25	1,716,000.00	
Municipal Bonds	C-26	<u>3,182,000.00</u>	
			<u>4,982,067.90</u>
Balance December 31, 2010	C		<u>\$ 88,407,800.78</u>

TOWNSHIP OF MONTICLAIR
GENERAL CAPITAL FUND

DEFERRED CHARGES TO FUTURE TAXATION - UNFUNDED

C-11
Sheet #2

Ordinance Number	Improvements	Balance Dec. 31, 2009	2010 Authorizations	Notes Paid by Budget Appropriation	Collections	Funded by Budget Appropriation	Transferred to Deferred Taxation - Funded	Analysis of Balance Dec. 31, 2010		
								Balance Dec. 31, 2010	Bond Anticipation Notes	Expenditures
07-19	Acquisition of Property	\$ 295,000.00	\$	\$	\$	\$	\$	\$ 295,000.00	\$	\$ 7,114.11
07-34/08-25	Various Capital Improvements	1,707,625.00						1,707,625.00	1,500,000.00	207,625.00
07-40	Various Library Capital Improvements	142,500.00						142,500.00	140,000.00	2,500.00
07-41	Various Capital Improvements	1,968,780.68						1,968,780.68	1,901,000.00	68,780.68
07-49	Tax Appeals Refunding	665,000.00		665,000.00						
08-10	Various Capital Improvements	1,704,282.25			69,625.00				1,634,657.25	
08-42	Tax Appeals Refunding	768,000.00		192,000.00					576,000.00	
08-43	Removal and Replacement of Trees	188,100.00							188,100.00	
08-44	Various Capital Improvements	2,000,700.00			58,187.30				1,942,512.70	15,673.32
09-11	Orange Road Redevelopment	150,000.00							150,000.00	
09-16/09-51	Various Capital Improvements	698,500.00			211,685.75				698,500.00	
09-52a	Various Capital Improvements	3,040,000.00							2,828,334.25	
09-52b1	Improvements to Clary Anderson Arena	142,500.00							142,500.00	
09-52b2	Paving and Resurfacing and Restoration	237,500.00							237,500.00	
09-52b3	Acquisition and Resurfacing of Property	508,250.00							508,250.00	
09-65	Tax Appeals Refunding	1,680,000.00		314,000.00					1,366,000.00	
10-12	Multi-Purpose		554,800.00						501,638.36	
10-13	Traffic Calming Improvements		1,126,700.00		53,160.64				1,126,700.00	
10-70	Multi-Purpose		308,750.00						308,750.00	
										54,086.02
										239,852.39
										886,747.61
										308,750.00
										373.60
98-31	School	373.60							373.60	
00-16	Various School Improvements	408.00							408.00	
01-25	Various School Improvements	600.00							600.00	
01-36	Various School Improvements	700.00							700.00	
01-40	Various School Improvements	171,445.24							171,445.24	
02-09	Various School Improvements	109,357.52							109,357.52	
04-21	Various School Improvements	36,373,741.15					9,662,000.00	26,535,491.15	19,700,000.00	5,401,403.96
05-24	Various School Improvements	6,209,098.63							5,973,098.63	949,840.00
05-30	Various School Improvements	4,575,340.00							4,482,340.00	681,520.00
07-26	Various School Improvements	4,381,520.00							4,381,520.00	
08-14	Various School Improvements	5,346,848.00			7,250.00				5,346,848.00	1,096,848.00
09-20	Various School Improvements	3,853,200.00							3,853,200.00	403,200.00
10-28	Multi-Purpose		2,986,360.00						2,986,360.00	1,486,200.00
										72,135,265.88
										2,647,322.13
										16,314,508.82

Reference

C-3

Sheet #3

C

C-10

C-9

Sheet #3

C-22

C-12

C

TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

DEFERRED CHARGES TO FUTURE TAXATION - UNFUNDED

C-11
Sheet #3

Analysis of
Balance
Dec. 31, 2010
Bond
Anticipation
Notes

	<u>Ref.</u>	<u>Collections</u>	
Cash Received	C-2	\$ 7,250.00	
Reserve for Grants Receivable	C-18	<u>392,638.69</u>	
	Sheet #2	<u>\$ 399,888.69</u>	
Bond Anticipation Notes Payable	C-22		\$ 72,726,000.00
Less: Cash on Hand to Pay Notes	C-3		<u>590,734.12</u>
	Sheet #2		<u>\$ 72,135,265.88</u>

TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

C-12
Sheet #1

IMPROVEMENT AUTHORIZATIONS

Description	Number	Ordinance Date	Amount	Balance Dec. 31, 2009		2010 Authorizations	Expenditure - Refunds	Paid or Charged	Cancelled	Balance Dec. 31, 2010	
				Funded	Unfunded					Funded	Unfunded
General Improvements	98-11	5-12-98	\$ 712,400.00	\$ 141,523.06	\$	\$	\$	\$	\$	\$ 137,797.27	\$ 541.40
Upgrade HVAC and Electrical Systems	00-06	3-07-00	520,800.00	7,931.64						7,931.64	541.40
Reconstruction of Various Streets	00-09	4-18-00	808,600.00	580.73						580.73	500.00
Various Capital Improvements	00-10	4-18-00	1,184,960.00	3,834.19						3,834.19	500.00
Various Library Capital Improvements	00-13	4-18-00	218,400.00								238.84
Various Street Improvements	00-29	6-13-00	378,000.00								542.48
Purchase/Redevelopment of Property	01-09/01-55	2-27-01	104,000.00	2,512.30						2,512.30	500.00
Various Capital Improvements	01-19	4-24-01	1,047,280.00	38,487.69					18,906.21	19,561.48	500.00
Various Capital Improvements	01-20	4-24-01	1,404,610.00	26,466.42					22,868.49	3,597.93	500.00
Various Park Improvements	01-21	4-24-01	506,480.00	1,950.00						1,950.00	500.00
Various Capital Improvements	01-22	4-24-01	2,755,000.00	88,252.27						84,760.00	500.00
Various Street Improvements (CDBG)	02-11	4-16-02	519,750.00	5,909.45						5,909.45	500.00
Various Library Capital Improvements	02-23	6-25-02	213,200.00	35,960.70						35,960.70	500.00
Various Capital Improvements	02-26	6-25-02	620,360.00	180,964.28						180,964.28	500.00
Various Park Improvements	02-27	6-25-02	1,021,800.00	845.94						845.94	4,123.07
Various Park Improvements	02-39	9-17-02	525,000.00								3,000.00
Reconstruction of North Willow Street (CDBG)	02-40	9-17-02	285,250.00	1,813.79						1,813.79	9,166.60
Various Street Improvements (DOT)	03-08	3-11-03	202,650.00								44,082.62
Various Street Improvements (CDBG)	03-08	3-11-03	234,859.00	5,191.02						5,191.02	7,277.35
Various Street Improvements (CDBG)	03-10	3-11-03	355,971.00	7,277.35						7,277.35	19,720.46
Various Street Improvements (CDBG)	03-11	3-11-03	143,358.00								5,311.06
Various Capital Improvements	03-12	3-11-03	78,000.00	5,311.06						5,311.06	78,955.51
Various Capital Improvements	03-41	7-22-03	1,250,100.00	78,955.51						78,955.51	51,334.59
Various Capital Improvements	03-42	7-22-03	1,465,700.00	51,334.59						51,334.59	62,763.24
Various Capital Improvements	03-44	7-22-03	3,042,000.00	62,763.24						62,763.24	43,104.62
Various Library Capital Improvements	03-45	7-22-03	590,700.00								13,442.14
Town-Wide Fiber Optic Network Project	04-03	2-03-04	260,000.00	13,442.14						13,442.14	5,810.67
Various Street Improvements (CDBG)	04-06	3-30-04	136,888.00	5,810.67						5,810.67	262.63
Greenwood Parking Plaza Development (CDBG)	04-07	3-30-04	78,750.00	2,884.23						2,884.23	2,163.80
Resurfacing of Lackawanna Plaza (CDBG)	04-08	3-30-04	63,000.00	2,163.80						2,163.80	43,329.13
Development of Calming Plan for the Nishuans Road and Enfield, Virginia and Franklin Avenues Area (CDBG)	04-09	3-30-04	53,267.00								9,688.38
Street and Drainage Improvements on Bay Street (CDBG)	04-10	3-30-04	124,194.00	9,688.38						9,688.38	1,687.85

TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

IMPROVEMENT AUTHORIZATIONS

C-12
Sheet #2

Description	Ordinance Number	Date	Amount	Balance Dec. 31, 2009		2010 Authorizations	Expenditure Refunds	Paid or Charged	Cancelled	Balance Dec. 31, 2010	
				Funded	Unfunded					Funded	Unfunded
<u>General Improvements</u>											
Streetscape Improvements on Valley Road (DOT)	04-20	4-20-04	\$ 203,885.00	\$	\$ 115.55	\$	\$	\$	\$	\$	\$ 115.55
Reconstruction of Sanitary Sewer System	04-35	3-30-04	970,000.00		80,517.11						80,517.11
Various Capital Improvements	04-45	3-30-04	1,695,200.00		151,944.19			39,846.20			112,087.99
Various Capital Improvements	04-46	3-30-04	1,585,600.00		174,527.61			6,259.98			168,267.63
Various Capital Improvements	04-47	8-10-04	248,600.00		2,620.35						2,620.35
Various Capital Improvements	04-48	8-10-04	2,994,000.00		95,327.57			39,850.35			55,477.22
Various Library Capital Improvements	04-49	8-10-04	501,700.00		257,804.09			115,185.83			142,418.26
Acquisition of Communication Equipment	05-08	2-22-05	1,700,000.00		97,891.17						97,891.17
Renovation of Police Dispatch Control	05-25	5-17-05	313,000.00		4,719.39						4,719.39
Acquisition of Land	05-37	8-09-05	340,000.00		22,523.07						22,523.07
Various Capital Improvements	05-40/07-50	8-23-05	6,991,015.00		1,636,782.38			147,948.96			1,488,833.42
Improvement to Various Parks and Baseball Fields	06-01	1-31-06	525,000.00	93,554.51						93,554.51	
Various Capital Improvements	06-37	6-27-06	6,260,650.00		2,116,778.35			317,976.74			1,798,801.61
Preliminary Design and Planning of Day Care Facility	06-78	12-19-06	65,000.00		18,020.42			16,260.79			1,759.63
Various Capital Improvements	07-06	1-23-07	1,828,500.00		403,150.59			59,391.80			343,758.79
Acquisition of Property	07-19	4-10-07	295,000.00		7,114.11						7,114.11
Various Capital Improvements	07-34/08-25	6-12-07	1,797,500.00		384,812.44			40,107.49			344,704.95
Various Library Capital Improvements	07-40	9-11-07	150,000.00		77,030.11			3,918.75			73,111.36
Various Capital Improvements	07-41	9-11-07	2,330,500.00		1,279,415.21			188,924.01			1,090,491.20
Tax Appeals Refunding	07-49	10-23-07	2,000,000.00		73,092.54			14,917.38			58,175.16
Various Capital Improvements	08-10	2-19-08	2,260,000.00		583,025.16			130,710.44			452,314.72
Tax Appeals Refunding	08-42	10-21-08	960,000.00		76,543.43			368.89			76,174.54
Removal and Replacement of Trees	08-43	10-21-08	198,000.00		35,241.68			12,815.00			22,426.68
Various Capital Improvements	08-44	10-29-08	2,106,000.00		1,373,315.55			299,430.43			1,073,885.12
Orange Road Redevelopment	09-11	3-10-09	150,000.00		103,619.91			48,663.04			54,956.87
Various Capital Improvements	09-16/09-51	4-07-09	715,000.00		595,234.31			103,203.42			492,030.89
Various Capital Improvements	09-52a	9-22-09	3,200,000.00	153,546.34	3,040,000.00			1,333,792.78			1,859,753.56
Improvements to Clary Anderson Arena	09-52b1	10-06-09	150,000.00	7,500.00	142,500.00					7,500.00	142,500.00
Paving and Resurfacing and Restoration	09-52b2	10-06-09	250,000.00	12,500.00	237,500.00					12,500.00	237,500.00
Acquisition and Resurfacing of Property	09-52b3	10-06-09	535,000.00	26,750.00	508,250.00					26,750.00	508,250.00
Tax Appeals Refunding	09-65	10-20-09	1,680,000.00		341,922.46			217,065.11			124,857.35
Multi-Purpose:	10-12	3-09-10									
a. Pavement, Resurfacing and Restoration of Sidewalks, Streets and Walkways			120,000.00			120,000.00		56,610.89			63,389.11
b. Improvements and Renovations to Various Parks and Public Property			70,000.00			70,000.00		61,110.00			8,890.00

TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

IMPROVEMENT AUTHORIZATIONS

C-12
Sheet #4

	<u>Ref.</u>	2010 <u>Authorizations</u>
Deferred Charges to Future Taxation - Unfunded Capital Improvement Fund	C-11 C-14	\$ 4,976,610.00 <u>104,750.00</u>
	Sheet #3	<u>\$ 5,081,360.00</u>

TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

DUE TO MONTCLAIR BOARD OF EDUCATION

C-13

	<u>Ref.</u>		
Balance December 31, 2009	C		\$ 197,239.31
Decreased by:			
Expenditures	C-2	\$ 95,000.00	
Applied to School Improvement Authorizations	C-12	<u>102,239.31</u>	
			<u>197,239.31</u>
			<u>\$ -</u>

CAPITAL IMPROVEMENT FUND

C-14

	<u>Ref.</u>		
Balance December 31, 2009	C		\$ 2,514.83
Increased by:			
Budget Appropriations	C-2		<u>225,000.00</u>
			227,514.83
Decreased by:			
Appropriated to Finance Improvement Authorizations:			
Ordinance #10-12		\$ 29,200.00	
Ordinance #10-13		59,300.00	
Ordinance #10-70		<u>16,250.00</u>	
	C-12		<u>104,750.00</u>
Balance December 31, 2010	C		<u>\$ 122,764.83</u>

TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

INTERFUNDS PAYABLE

C-15

	<u>Ref.</u>	<u>Total</u>	<u>Current Fund</u>	<u>Federal and State Grant Fund</u>	<u>Water Operating Fund</u>	<u>Parking Utility Operating Fund</u>
Balance December 31, 2009	C	<u>\$ 202,086.76</u>	\$	<u>\$ 127,125.00</u>	\$	<u>\$ 74,961.76</u>
Increased by:						
Interest on Investments and Deposits		14,518.61	14,518.61			
Advances		<u>772,000.00</u>			<u>772,000.00</u>	
	C-2	<u>786,518.61</u>	<u>14,518.61</u>		<u>772,000.00</u>	
General Capital Fund Balance Anticipated as Current Fund Revenue	C-1	<u>750,000.00</u>	<u>750,000.00</u>			
		<u>1,536,518.61</u>	<u>764,518.61</u>		<u>772,000.00</u>	
		1,738,605.37	764,518.61	127,125.00	772,000.00	74,961.76
Decreased by:						
Settlements	C-2	<u>764,518.61</u>	<u>764,518.61</u>			
Balance December 31, 2010	C	<u><u>\$ 974,086.76</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 127,125.00</u></u>	<u><u>\$ 772,000.00</u></u>	<u><u>\$ 74,961.76</u></u>

TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

RESERVE FOR FUTURE IMPROVEMENTS

C-16

	<u>Ref.</u>	
Balance December 31, 2009	C	<u>\$ 259,000.00</u>
Balance December 31, 2010	C	<u><u>\$ 259,000.00</u></u>

RESERVE FOR REPAYMENT OF
URBAN DEVELOPMENT ACTION GRANT

C-17

	<u>Ref.</u>	
Balance December 31, 2009	C	<u>\$ 26,955.51</u>
Balance December 31, 2010	C	<u><u>\$ 26,955.51</u></u>

TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

RESERVE FOR GRANTS RECEIVABLE

C-18

<u>Ordinance Number</u>	<u>Purpose</u>	<u>Grants</u>	<u>Collections</u>	<u>Balance Dec. 31, 2010</u>
<u>Federal Grants</u>				
County of Essex:				
Community Development Block				
Grants:				
08-44	Pine Street Improvements	\$ 58,187.30	\$ 58,187.30	\$
09-52A	Portland Place Improvements	166,300.00		166,300.00
10-12	Willard Place Improvements	53,160.64	53,160.64	
 <u>State Grants</u>				
New Jersey Department of				
Transportation:				
08-10	South Fullerton Avenue	69,625.00	69,625.00	
09-52A	Llewellyn Road	280,994.04	211,665.75	69,328.29
 Department of Environmental				
Protection:				
Green Acres Program:				
06-01	Project Youth Sports II	<u>250,000.00</u>	<u>250,000.00</u>	
		<u>\$ 878,266.98</u>	<u>\$ 642,638.69</u>	<u>\$ 235,628.29</u>
	<u>Reference</u>	<u>C-4</u>	<u>Below</u>	<u>C</u>
		<u>Ref.</u>		
	Deferred Charges to Future			
	Taxation - Unfunded	C-11	\$ 392,638.69	
	Reserve for Debt Service	C-20	<u>250,000.00</u>	
		Above	<u>\$ 642,638.69</u>	

TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

RESERVE FOR LOANS RECEIVABLE

C-19

	<u>Ref.</u>	
Balance December 31, 2009	C	\$ 1,638,000.00
Increased by:		
2010 Green Acres Loan	C-5	250,000.00
		<u>1,888,000.00</u>
Decreased by:		
Transfer to Reserve for Debt Service	C-20	250,000.00
Balance December 31, 2010	C	<u>\$ 1,638,000.00</u>

RESERVE FOR DEBT SERVICE

C-20

	<u>Ref.</u>	
Increased by:		
Collection from Board of Education	C-2	\$ 492,728.71
Transferred from Reserve for Grants Receivable	C-18	250,000.00
Transferred from Reserve for Loans Receivable	C-19	<u>250,000.00</u>
Balance December 31, 2010	C	<u>\$ 992,728.71</u>

TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

RESERVE FOR REGIONAL CONTRIBUTION AGREEMENTS

C-21

	<u>Ref.</u>	
Balance December 31, 2009	C	<u>\$ 1,050,000.00</u>
Balance December 31, 2010	C	<u>\$ 1,050,000.00</u>

TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

BOND ANTICIPATION NOTES

C-22
Sheet #1

<u>Ordinance Number</u>	<u>Description</u>	<u>Date of Original Issue</u>	<u>Date of Issue</u>	<u>Date of Maturity</u>	<u>Interest Rate</u>	<u>Balance Dec. 31, 2009</u>	<u>Increase</u>	<u>Decrease</u>	<u>Balance Dec. 31, 2010</u>
	<u>General</u>								
03-45	Various Library Capital Improvements	12-21-06 12-21-06	12-18-09 12-16-10	12-17-10 3-10-11	1.50 % 1.00	\$ 483,890.00	\$ 466,890.00	\$ 483,890.00	\$ 466,890.00
04-45	Various Capital Improvements	12-21-06 12-21-06	12-18-09 12-16-10	12-17-10 3-10-11	1.50 1.00	1,469,720.00	1,378,720.00	1,469,720.00	1,378,720.00
04-46	Various Capital Improvements	12-21-06 12-21-06	12-18-09 12-16-10	12-17-10 3-10-11	1.50 1.00	1,305,860.00	1,160,860.00	1,305,860.00	1,160,860.00
04-47	Various Capital Improvements	12-21-06 12-21-06	12-18-09 12-16-10	12-17-10 3-10-11	1.50 1.00	226,100.00	216,100.00	226,100.00	216,100.00
04-48	Various Capital Improvements	12-21-06 12-21-06	12-18-09 12-16-10	12-17-10 3-10-11	1.50 1.00	2,715,660.00	2,630,660.00	2,715,660.00	2,630,660.00
04-49	Various Library Capital Improvements	12-21-06 12-21-06	12-18-09 12-16-10	12-17-10 3-10-11	1.50 1.00	191,775.00	182,775.00	191,775.00	182,775.00
05-08	Acquisition of Digital Trunked Communications System	12-21-06 12-21-06	12-18-09 12-16-10	12-17-10 3-10-11	1.50 1.00	1,515,785.00	1,430,785.00	1,515,785.00	1,430,785.00
05-25	Renovation of a Police Dispatch Center	12-21-06 12-21-06	12-18-09 12-16-10	12-17-10 3-10-11	1.50 1.00	280,785.00	262,211.00	280,785.00	262,211.00
05-37	Acquisition of Land	12-21-06 12-21-06	12-18-09 12-16-10	12-17-10 3-10-11	1.50 1.00	296,200.00	292,200.00	296,200.00	292,200.00
05-40/07-52	Various Capital Improvements	12-21-06 12-21-06	12-18-09 12-16-10	12-17-10 3-10-11	1.50 1.00	4,800,000.00	4,800,000.00	4,800,000.00	4,800,000.00
06-37	Various Capital Improvements	12-21-06 12-21-06	12-18-09 12-16-10	12-17-10 3-10-11	1.50 1.00	4,402,799.00	4,226,799.00	4,402,799.00	4,226,799.00
06-78	Various Capital Improvements	12-18-07 12-18-07	12-18-09 12-16-10	12-17-10 3-10-11	1.50 1.00	60,000.00	58,000.00	60,000.00	58,000.00

TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

BOND ANTICIPATION NOTES

C-22
Sheet #2

<u>Ordinance Number</u>	<u>Description</u>	<u>Date of Original Issue</u>	<u>Date of Issue</u>	<u>Date of Maturity</u>	<u>Interest Rate</u>	<u>Balance Dec. 31, 2009</u>	<u>Increase</u>	<u>Decrease</u>	<u>Balance Dec. 31, 2010</u>
	<u>General</u>								
07-06	Various Capital Improvements	12-18-07	12-18-09	12-17-10	1.50 %	\$ 1,500,000.00	\$	\$ 1,500,000.00	\$
		12-18-07	12-16-10	3-10-11	1.00		1,413,000.00		1,413,000.00
07-40	Various Capital Improvements	12-18-08	12-18-09	12-17-10	1.50	75,000.00		75,000.00	
		12-18-08	12-16-10	12-15-11	1.25		75,000.00		75,000.00
		12-16-10	12-16-10	12-15-11	1.25		65,000.00		65,000.00
07-41	Various Capital Improvements	12-18-08	12-18-09	12-17-10	1.50	1,600,000.00		1,600,000.00	
		12-18-08	12-16-10	12-15-11	1.25		1,600,000.00		1,600,000.00
		12-18-09	12-18-09	12-17-10	1.50	300,426.00		300,426.00	
		12-18-09	12-16-10	12-15-11	1.25		300,426.00		300,426.00
		12-16-10	12-16-10	12-15-11	1.25		574.00		574.00
07-49	Tax Appeal Refunding	12-18-07	12-18-09	12-17-10	1.50	666,000.00		666,000.00	
08-10	Various Capital Improvements	12-18-08	12-18-09	12-17-10	1.50	1,530,000.00		1,530,000.00	
		12-18-08	12-16-10	12-15-11	1.25		1,530,000.00		1,530,000.00
		12-18-09	12-18-09	12-17-10	1.50	300,000.00		300,000.00	
		12-18-09	12-16-10	12-15-11	1.25		300,000.00		300,000.00
		12-16-10	12-16-10	12-15-11	1.25		100,000.00		100,000.00
08-25	Various Capital Improvements	12-18-08	12-18-09	12-17-10	1.50	1,500,000.00		1,500,000.00	
		12-18-08	12-16-10	12-15-11	1.25		1,500,000.00		1,500,000.00
08-42	Tax Appeal Refunding	12-18-08	12-18-09	12-17-10	1.50	768,000.00		768,000.00	
		12-18-08	12-16-10	12-15-11	1.25		576,000.00		576,000.00
08-43	Various Capital Improvements	3-13-09	3-13-09	03-12-10	1.50	150,000.00		150,000.00	
		3-13-09	3-11-10	3-10-11	1.25		150,000.00		150,000.00
08-44	Various Capital Improvements	3-13-09	3-13-09	03-12-10	1.50	1,100,000.00		1,100,000.00	
		3-13-09	3-11-10	3-10-11	1.25		1,100,000.00		1,100,000.00
		3-11-10	3-11-10	3-10-11	1.25		500,000.00		500,000.00
09-11	Orange Road Redevelopment	12-18-09	12-18-09	12-17-10	1.50	125,000.00		125,000.00	
		12-18-09	12-16-10	12-15-11	1.25		125,000.00		125,000.00

TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

BOND ANTICIPATION NOTES

C-22
Sheet #3

<u>Ordinance Number</u>	<u>Description</u>	<u>Date of Original Issue</u>	<u>Date of Issue</u>	<u>Date of Maturity</u>	<u>Interest Rate</u>	<u>Balance Dec. 31, 2009</u>	<u>Increase</u>	<u>Decrease</u>	<u>Balance Dec. 31, 2010</u>
	<u>General</u>								
09-16	Various Capital Improvements	12-18-09	12-18-09	12-17-10	1.50 %	\$ 350,000.00	\$	\$ 350,000.00	\$
		12-18-09	12-16-10	12-15-11	1.25		350,000.00		350,000.00
		12-16-10	12-16-10	12-15-11	1.25		300,000.00		300,000.00
09-52A	Various Capital Improvements	3-11-10	3-11-10	3-10-11	1.25		2,000,000.00		2,000,000.00
09-65	Tax Appeal Refunding	12-30-09	12-30-09	12-17-10	1.50	1,568,000.00		1,568,000.00	
		12-30-09	12-16-10	12-15-11	1.25		1,254,000.00		1,254,000.00
						<u>29,281,000.00</u>	<u>30,345,000.00</u>	<u>29,281,000.00</u>	<u>30,345,000.00</u>
	<u>School</u>								
04-21	Various School Improvements	3-18-04	3-13-09	3-12-10	1.50	9,561,000.00		9,561,000.00	
		3-18-04	3-11-10	6-24-10	1.25		9,392,000.00	9,392,000.00	
		3-13-09	3-13-09	3-12-10	1.50	17,670,000.00		17,670,000.00	
		3-13-09	3-11-10	6-24-10	1.25		270,000.00	270,000.00	
		3-13-09	3-11-10	3-10-11	1.50		17,400,000.00		17,400,000.00
		3-11-10	3-11-10	3-10-11	1.50		2,300,000.00		2,300,000.00
05-24	Various School Improvements	12-21-06	12-18-09	12-17-10	1.50	4,804,500.00		4,804,500.00	
		12-21-06	12-16-10	3-10-11	1.00		4,608,000.00		4,608,000.00
		12-18-07	12-18-09	12-17-10	1.50	1,000,000.00		1,000,000.00	
		12-18-07	12-16-10	3-10-11	1.00		960,500.00		960,500.00
		12-18-08	12-18-09	12-17-10	1.50	700,000.00		700,000.00	
		12-18-08	12-16-10	3-10-11	1.00		700,000.00		700,000.00
06-30	Various School Improvements	12-21-06	12-18-09	12-17-10	1.50	1,925,500.00		1,925,500.00	
		12-21-06	12-16-10	3-10-11	1.00		1,850,000.00		1,850,000.00
		12-18-07	12-18-09	12-17-10	1.50	1,000,000.00		1,000,000.00	
		12-18-07	12-16-10	3-10-11	1.00		962,500.00		962,500.00
		12-18-08	12-18-09	12-17-10	1.50	700,000.00		700,000.00	
		12-18-08	12-16-10	3-10-11	1.00		700,000.00		700,000.00
07-26	Various School Improvements	12-18-08	12-18-09	12-17-10	1.50	3,200,000.00		3,200,000.00	
		12-18-08	12-16-10	3-10-11	1.00		3,200,000.00		3,200,000.00
		12-16-10	12-16-10	3-10-11	1.00		500,000.00		500,000.00

TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

GREEN ACRES TRUST LOAN PAYABLE

C-23
Sheet #1

<u>Description</u>	<u>Amount of Original Issue</u>	<u>Maturities of Loan Outstanding Dec. 31, 2010</u>		<u>Interest Rate</u>	<u>Balance Dec. 31, 2009</u>	<u>Increase</u>	<u>Decrease</u>	<u>Balance Dec. 31, 2010</u>
		<u>Date</u>	<u>Amount</u>					
Essex Park Pool	\$ 250,000.00	4-22-2011	\$ 7,469.60	2.00%	\$ 44,898.26	\$	\$ 14,568.68	\$ 30,329.58
		10-22-2011	7,544.30					
		4-22-2012	7,619.74					
		10-22-2012	7,695.94					
Project Youth Sports	250,000.00	5-07-2011	5,709.79	2.00%	218,561.05			206,310.50
		11-07-2011	5,766.89					
		5-07-2012	5,824.56					
		11-07-2012	5,882.81					
		5-07-2013	5,941.64					
		11-07-2013	6,001.05					
		5-07-2014	6,061.06					
		11-07-2014	6,121.67					
		5-07-2015	6,182.89					
		11-07-2015	6,244.72					
		5-07-2016	6,307.16					
		11-07-2016	6,370.24					
		5-07-2017	6,433.94					
		11-07-2017	6,498.28					
		5-07-2018	6,563.26					
		11-07-2018	6,628.89					
		5-07-2019	6,695.18					
		11-07-2019	6,762.14					
		5-07-2020	6,829.77					
		11-07-2020	6,898.05					
		5-07-2021	6,967.03					
		11-07-2021	7,036.70					
		5-07-2022	7,107.07					
		11-07-2022	7,178.14					
		5-07-2023	7,249.92					
		11-07-2023	7,322.42					
5-07-2024	7,395.65							
11-07-2024	7,469.60							
5-07-2025	7,544.30							
11-07-2025	7,619.74							
5-07-2026	7,695.94							

TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

GREEN ACRES TRUST LOAN PAYABLE

C-23
Sheet #2

<u>Description</u>	<u>Amount of Original Issue</u>	<u>Maturities of Loan Outstanding Dec. 31, 2010</u>		<u>Interest Rate</u>	<u>Balance Dec. 31, 2009</u>	<u>Increase</u>	<u>Decrease</u>	<u>Balance Dec. 31, 2010</u>
		<u>Date</u>	<u>Amount</u>					
Project Youth Sports II	\$ 250,000.00	6-15-2011	\$ 6,410.26	*	\$	\$	\$	\$
		12-15-2011	6,410.26	*				
		6-15-2012	6,410.26	*				
		12-15-2012	6,410.26	*				
		6-15-2013	6,410.26	*				
		12-15-2013	6,410.26	*				
		6-15-2014	6,410.26	*				
		12-15-2014	6,410.26	*				
		6-15-2015	6,410.26	*				
		12-15-2015	6,410.26	*				
		6-15-2016	6,410.26	*				
		12-15-2016	6,410.26	*				
		6-15-2017	6,410.26	*				
		12-15-2017	6,410.26	*				
		6-15-2018	6,410.26	*				
		12-15-2018	6,410.26	*				
		6-15-2019	6,410.26	*				
		12-15-2019	6,410.26	*				
		6-15-2020	6,410.26	*				
		12-15-2020	6,410.26	*				
		6-15-2021	6,410.26	*				
		12-15-2021	6,410.26	*				
		6-15-2022	6,410.26	*				
		12-15-2022	6,410.26	*				
		6-15-2023	6,410.26	*				
		12-15-2023	6,410.26	*				
		6-15-2024	6,410.26	*				
		12-15-2024	6,410.26	*				
		6-15-2025	6,410.26	*				
		12-15-2025	6,410.26	*				
		6-15-2026	6,410.26	*				
		12-15-2026	6,410.26	*				
		6-15-2027	6,410.26	*				
		12-15-2027	6,410.26	*				
		6-15-2028	6,410.26	*				

TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

GREEN ACRES TRUST LOAN PAYABLE

C-23
Sheet #3

<u>Description</u>	<u>Amount of Original Issue</u>	<u>Maturities of Loan Outstanding Dec. 31, 2010</u>		<u>Interest Rate</u>	<u>Balance Dec. 31, 2009</u>	<u>Increase</u>	<u>Decrease</u>	<u>Balance Dec. 31, 2010</u>
		<u>Date</u>	<u>Amount</u>					
Project Youth Sports II	\$ 250,000.00	12-15-2028	\$ 6,410.26	*	\$	\$	\$	\$
		6-15-2009	6,410.12	*		250,000.00	12,820.52	237,179.48
					<u>\$ 263,459.31</u>	<u>\$ 250,000.00</u>	<u>\$ 39,639.75</u>	<u>\$ 473,819.56</u>
				<u>Reference</u>	<u>C</u>	<u>C-10</u>	<u>C-10</u>	<u>C</u>

* Interest Free

TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

N.J. ENVIRONMENTAL INFRASTRUCTURE TRUST LOAN PAYABLE

C-24
Sheet #1

	<u>Original Issue</u>		<u>Loan Maturities Outstanding Dec. 31, 2010</u>		<u>Interest Rate</u>	<u>Balance Dec. 31, 2009</u>	<u>Decrease</u>	<u>Balance Dec. 31, 2010</u>
	<u>Date</u>	<u>Amount</u>	<u>Date</u>	<u>Amount</u>				
Trust Share	10-14-04	\$ 435,000.00	8-01-2011	\$ 20,000.00	5.00 %			
			8-01-2012	20,000.00	5.00			
			8-01-2013	20,000.00	5.00			
			8-01-2014	20,000.00	4.00			
			8-01-2015	20,000.00	4.00			
			8-01-2016	25,000.00	4.00			
			8-01-2017	25,000.00	5.00			
			8-01-2018	25,000.00	5.00			
			8-01-2019	25,000.00	5.00			
			8-01-2020	30,000.00	5.00			
			8-01-2021	30,000.00	5.00			
			8-01-2022	30,000.00	5.00			
			8-01-2023	30,000.00	4.25			
			8-01-2024	35,000.00	4.375	\$ 375,000.00	\$ 20,000.00	\$ 355,000.00
Fund Share	10-14-04	443,438.00	2-01-2011	5,402.57	*			
			8-01-2011	18,376.87	*			
			2-01-2012	5,078.22	*			
			8-01-2012	18,052.51	*			
			2-01-2013	4,753.86	*			
			8-01-2013	17,728.15	*			
			2-01-2014	4,429.50	*			
			8-01-2014	17,403.79	*			
			2-01-2015	4,170.02	*			
			8-01-2015	17,144.31	*			
			2-01-2016	3,910.53	*			
			8-01-2016	20,128.40	*			
			2-01-2017	3,586.17	*			
			8-01-2017	19,804.04	*			
			2-01-2018	3,180.73	*			
			8-01-2018	19,398.59	*			
			2-01-2019	2,775.28	*			
			8-01-2019	18,993.14	*			

TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

N.J. ENVIRONMENTAL INFRASTRUCTURE TRUST LOAN PAYABLE

C-24
Sheet #2

	<u>Original Issue</u>		<u>Loan Maturities Outstanding Dec. 31, 2010</u>		<u>Interest Rate</u>	<u>Balance Dec. 31, 2009</u>	<u>Decrease</u>	<u>Balance Dec. 31, 2010</u>
	<u>Date</u>	<u>Amount</u>	<u>Date</u>	<u>Amount</u>				
<i>Fund Share</i>	10-14-04	\$ 443,438.00	2-01-2020	\$ 2,369.83	*			
			8-01-2020	21,831.27	*			
			2-01-2021	1,883.30	*			
			8-01-2021	21,344.74	*			
			2-01-2022	1,396.76	*			
			8-01-2022	20,858.20	*			
			2-01-2023	910.23	*			
			8-01-2023	20,371.85	*			
			2-01-2024	496.67	*			
			8-01-2024	23,201.69	*	\$ 343,409.37	\$ 24,428.15	\$ 318,981.22
						<u>\$ 718,409.37</u>	<u>\$ 44,428.15</u>	<u>\$ 673,981.22</u>
					<u>Reference</u>	<u>C</u>	<u>C-10</u>	<u>C</u>

*Interest Free

TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

SCHOOL SERIAL BONDS

C-25
Sheet #1

<u>Purpose</u>	<u>Date of Issue</u>	<u>Issue Amount</u>	<u>Maturities of Bonds Outstanding Dec. 31, 2010</u>		<u>Interest Rate</u>	<u>Balance Dec. 31, 2009</u>	<u>Bonds Issued</u>	<u>Decrease</u>	<u>Balance Dec. 31, 2010</u>
			<u>Date</u>	<u>Amount</u>					
School Improvements	2-01-97	\$ 5,786,000.00			5.125 %	\$ 476,000.00	\$	\$ 476,000.00	\$
School Improvements	3-01-03	6,110,000.00	2-01-11	\$ 500,000.00	3.20				
			2-01-12	500,000.00	3.375				
			2-01-13	500,000.00	3.50				
			2-01-14	600,000.00	3.625				
			2-01-15	600,000.00	3.75				
			2-01-16	600,000.00	4.00				
			2-01-17	510,000.00	4.00	4,260,000.00	450,000.00	3,810,000.00	
Refunding School	6-01-05	2,035,000.00	1-15-11	480,000.00	3.50				
			1-15-12	460,000.00	3.50	1,430,000.00	490,000.00	940,000.00	
School Improvements	5-15-06	16,715,000.00	1-01-11	450,000.00	4.00				
			1-01-12	300,000.00	4.25				
			1-01-13	300,000.00	4.50				
			1-01-14	400,000.00	4.50				
			1-01-15/26	1,000,000.00	4.50				
			1-01-27	1,200,000.00	4.50				
			1-01-28	1,265,000.00	4.50	16,115,000.00	200,000.00	15,915,000.00	
School Improvements	5-15-08	14,600,000.00	5-15-11	300,000.00	5.00				
			5-15-12	500,000.00	5.00				
			5-15-13	950,000.00	5.00				
			5-15-14	850,000.00	5.00				
			5-15-15	250,000.00	3.50				
			5-15-16	450,000.00	5.00				
			5-15-17	650,000.00	4.00				
			5-15-18	900,000.00	5.00				
			5-15-19/22	900,000.00	4.00				
			5-15-23	900,000.00	4.125				
			5-15-24	1,000,000.00	4.125				
			5-15-25	1,000,000.00	4.25				
			5-15-26/28	1,050,000.00	4.25	14,600,000.00	100,000.00	14,500,000.00	

TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

SCHOOL SERIAL BONDS

C-25
Sheet #2

<u>Purpose</u>	<u>Date of Issue</u>	<u>Issue Amount</u>	<u>Maturities of Bonds Outstanding Dec. 31, 2010</u>		<u>Interest Rate</u>	<u>Balance Dec. 31, 2009</u>	<u>Bonds Issued</u>	<u>Decrease</u>	<u>Balance Dec. 31, 2010</u>
			<u>Date</u>	<u>Amount</u>					
School Improvements	6-8-10	\$ 9,662,000.00	6-1-2011	\$ 25,000.00	2.00 %				
			6-1-2012	190,000.00	2.00				
			6-1-2013	220,000.00	2.00				
			6-1-2014	260,000.00	2.50				
			6-1-2015	290,000.00	2.50				
			6-1-2016	330,000.00	2.50				
			6-1-2017	360,000.00	2.50				
			6-1-2018	400,000.00	3.00				
			6-1-2019	430,000.00	4.00				
			6-1-2020	460,000.00	3.25				
			6-1-2021	500,000.00	3.25				
			6-1-2022	540,000.00	3.50				
			6-1-2023	570,000.00	3.50				
			6-1-2024	600,000.00	4.00				
			6-1-2025	640,000.00	4.00				
			6-1-2026	700,000.00	4.00				
			6-1-2027	730,000.00	4.00				
			6-1-2028	770,000.00	4.00				
			6-1-2029	800,000.00	4.00				
			6-1-2030	847,000.00	4.00				
						\$ _____	\$ 9,662,000.00	\$ _____	\$ 9,662,000.00
						<u>\$ 36,881,000.00</u>	<u>\$ 9,662,000.00</u>	<u>\$ 1,716,000.00</u>	<u>\$ 44,827,000.00</u>
						<u>C</u>	<u>C-2</u>	<u>C-10</u>	<u>C</u>

Reference

TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

GENERAL SERIAL BONDS

C-26
Sheet #1

<u>Purpose</u>	<u>Date of Issue</u>	<u>Amount of Original Issue</u>	<u>Maturities of Bonds Outstanding Dec. 31, 2010</u>		<u>Interest Rate</u>	<u>Balance Dec. 31, 2009</u>	<u>Decrease</u>	<u>Balance Dec. 31, 2010</u>
			<u>Date</u>	<u>Amount</u>				
General Improvements	2-01-97	\$ 7,672,000.00			5.00 %	\$ 742,000.00	\$ 742,000.00	\$
General Improvements	3-01-03	10,016,000.00	2-01-11/13	\$ 900,000.00	3.50			
			2-01-14	1,000,000.00	3.625			
			2-01-15	1,000,000.00	3.75			
			2-01-16	1,100,000.00	3.875			
			2-01-17	1,116,000.00	3.875	7,566,000.00	650,000.00	6,916,000.00
Pension Obligation	10-01-03	3,495,000.00	4-01-11	125,000.00	4.80			
			4-01-12	145,000.00	5.15			
			4-01-13	175,000.00	5.35			
			4-01-14	200,000.00	5.40			
			4-01-15	230,000.00	5.50			
			4-01-16	265,000.00	5.50			
			4-01-17	300,000.00	5.60			
			4-01-18	340,000.00	5.65			
			4-01-19*	385,000.00	5.80			
			4-01-20*	435,000.00	5.80			
			4-01-21*	485,000.00	5.80	3,190,000.00	105,000.00	3,085,000.00
Refunding Bonds	6-01-05	9,465,000.00	1-15-11	1,465,000.00	4.00			
			1-15-12	1,455,000.00	5.00			
			1-15-13	1,445,000.00	5.00			
			1-15-14	1,250,000.00	5.00	7,100,000.00	1,485,000.00	5,615,000.00
General Improvements	5-15-06	19,215,000.00	1-01-11	300,000.00	4.50			
			1-01-12	400,000.00	4.50			
			1-01-13/14	450,000.00	4.50			
			1-01-15	700,000.00	4.50			
			1-01-16	600,000.00	4.50			
			1-01-17	700,000.00	4.50			
			1-01-18	1,800,000.00	4.50			
			1-01-19	1,700,000.00	4.50			

TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

GENERAL SERIAL BONDS

C-26
Sheet #2

<u>Purpose</u>	<u>Date of Issue</u>	<u>Amount of Original Issue</u>	<u>Maturities of Bonds Outstanding Dec. 31, 2010</u>		<u>Interest Rate</u>	<u>Balance Dec. 31, 2009</u>	<u>Decrease</u>	<u>Balance Dec. 31, 2010</u>
			<u>Date</u>	<u>Amount</u>				
General Improvements	5-15-06	\$ 19,215,000.00	1-01-20	\$ 1,550,000.00	4.50 %	\$ 18,815,000.00	\$ 100,000.00	\$ 18,715,000.00
			1-01-21	700,000.00	4.625			
			1-01-22	1,500,000.00	4.625			
			1-01-23/25	2,000,000.00	4.625			
			1-01-26	1,865,000.00	4.625			
General Improvements	9-01-08	8,252,000.00	9-1-11	500,000.00	3.250	8,202,000.00	100,000.00	8,102,000.00
			9-1-12	500,000.00	3.500			
			9-1-13	550,000.00	3.500			
			9-1-14	700,000.00	3.500			
			9-1-15	1,200,000.00	3.500			
			9-1-16	900,000.00	3.750			
			9-1-17/18	750,000.00	3.750			
			9-1-19	750,000.00	4.000			
			9-1-20	750,000.00	4.000			
			9-1-21	752,000.00	4.000			
						<u>\$ 45,615,000.00</u>	<u>\$ 3,182,000.00</u>	<u>\$ 42,433,000.00</u>
<u>Reference</u>						<u>C</u>	<u>C-10</u>	<u>C</u>

*Term Bonds, Sinking Fund Installment.

TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

BONDS AND NOTES AUTHORIZED BUT NOT ISSUED

C-27
Sheet #1

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Balance Dec. 31, 2009</u>	<u>Authorizations</u>	<u>Cash on Hand</u>	<u>Bond Anticipation Notes Redeemed</u>	<u>Collections</u>	<u>Funded by Budget Appropriation</u>	<u>Bond Anticipation Notes Issued</u>	<u>Serial Bonds Issued</u>	<u>Balance Dec. 31, 2010</u>
<u>General Improvements</u>										
00-06	Reconstruction of Walnut Street Sections I and II	\$ 541.40	\$	\$	\$	\$	\$	\$	\$	\$ 541.40
00-09	Various Capital Improvements	500.00								500.00
00-10	Various Capital Improvements	500.00								500.00
00-13	Various Capital Improvements	500.00								500.00
00-29	Various Capital Improvements	7,046.00								7,046.00
01-05	Various Capital Improvements	300.00								300.00
01-09,01-55	Purchase and Development of Property	500.00								500.00
01-20	Various Capital Improvements	500.00								500.00
01-21	Various Park Capital Improvements	500.00								500.00
01-22	Various Capital Improvements	500.00								500.00
02-11	Reconstruction of Various Streets	133,357.76					15,000.00			118,357.76
02-23	Various Library Capital Improvements	3,000.00								3,000.00
02-41	Resurfacing and Curbing of Briar Hill Road	4,500.00								4,500.00
03-08	Reconstruction of Bellevue Avenue III	141,055.50					10,000.00			131,055.50
03-09	Street and Drainage Improvements	44,082.62								44,082.62
03-10,03-11	Street and Drainage Improvements	19,720.46								19,720.46
03-45	Various Library Capital Improvements	12,000.00								12,000.00
04-06	Street and Drainage Improvements	262.63								262.63
04-09	Development of Calming Plan for the Nishuane Road and Enfield, Virginia and Franklin Avenues Area	50,730.00								50,730.00
04-10	Street and Drainage Improvements	1,687.85								1,687.85
04-20	Streetscape Improvements on Valley Road	15,441.55								15,441.55
04-35	Reconstruction of Sanitary Sewer System	83,124.00								83,124.00
04-45	Various Capital Improvements	54,000.00								54,000.00
04-46	Various Capital Improvements	69,000.00								69,000.00
04-47	Various Capital Improvements	1,000.00								1,000.00
04-48	Various Capital Improvements	22,000.00								22,000.00
04-49	Various Library Capital Improvements	277,000.00								277,000.00
05-08	Acquisition of Communication Equipment	15,000.00								15,000.00
05-15	Refunding Bond Issue	38,693.17								38,693.17
05-25	Renovation of Police Dispatch Control	2,350.00								3,924.00
					1,574.00					

TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

BONDS AND NOTES AUTHORIZED BUT NOT ISSUED

C-27
Sheet #2

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Balance Dec. 31, 2009</u>	<u>Authorizations</u>	<u>Cash on Hand</u>	<u>Bond Anticipation Notes Redeemed</u>	<u>Collections</u>	<u>Funded by Budget Appropriation</u>	<u>Bond Anticipation Notes Issued</u>	<u>Serial Bonds Issued</u>	<u>Balance Dec. 31, 2010</u>
<u>General Improvements</u>										
05-37	Acquisition of Land	\$ 23,000.00	\$	\$	\$	\$	\$	\$	\$	\$ 23,000.00
05-40	Various Capital Improvements	326,111.04								326,111.04
06-37	Various Capital Improvements	868,092.47								868,092.47
06-78	Preliminary Design and Planning of Day Care Facility	1,750.00								1,750.00
07-06	Various Capital Improvements	237,075.00								237,075.00
07-19	Acquisition of Property	295,000.00								295,000.00
07-34,08-25	Various Capital Improvements	207,625.00								207,625.00
07-40	Various Library Capital Improvements	67,500.00						65,000.00		2,500.00
07-41	Various Capital Improvements	69,354.68						574.00		68,780.68
08-10	Various Capital Improvements			169,625.00		69,625.00		100,000.00		
08-43	Removal and Replacement of Trees	38,100.00								38,100.00
08-44	Various Capital Improvements	900,700.00				58,187.30		500,000.00		342,512.70
09-11	Orange Road Redevelopment	25,000.00								25,000.00
09-16,09-51	Various Capital Improvements	348,500.00						300,000.00		48,500.00
09-52a	Various Capital Improvements	3,040,000.00				211,665.75		2,000,000.00		828,334.25
09-52b1	Improvements to Clary Anderson Arena	142,500.00								142,500.00
09-52b2	Pavement Resurfacing and Restoration	237,500.00								237,500.00
09-52b3	Acquisition and Resurfacing of Property	508,250.00								508,250.00
09-65	Tax Appeal Refunding	112,000.00								112,000.00
10-12	Multi-Purpose		554,800.00			53,160.64				501,639.36
10-13	Traffic Calming Improvements		1,126,700.00							1,126,700.00
10-70	Multi-Purpose		308,750.00							308,750.00
		<u>8,447,451.13</u>	<u>1,990,250.00</u>	<u>169,625.00</u>	<u>1,574.00</u>	<u>392,638.69</u>	<u>25,000.00</u>	<u>2,965,574.00</u>		<u>7,225,687.44</u>
<u>School Improvements</u>										
98-31	Various School Improvements	373.60								373.60
00-16	Various School Improvements	408.00								408.00
01-25	Various School Improvements	600.00								600.00
01-36	Various School Improvements	700.00								700.00
01-40	Various School Improvements	171,445.24								171,445.24
02-09	Various School Improvements	109,357.52								109,357.52
04-21	Various School Improvements	9,142,741.15			9,662,000.00	7,250.00		2,300,000.00	9,662,000.00	6,835,491.15

TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

BONDS AND NOTES AUTHORIZED BUT NOT ISSUED

C-27
Sheet #3

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Balance Dec. 31, 2009</u>	<u>Authorizations</u>	<u>Cash on Hand</u>	<u>Bond Anticipation Notes Redeemed</u>	<u>Collections</u>	<u>Funded by Budget Appropriation</u>	<u>Bond Anticipation Notes Issued</u>	<u>Serial Bonds Issued</u>	<u>Balance Dec. 31, 2010</u>
	<u>School Improvements</u>									
06-30	Various School Improvements	\$ 949,840.00	\$	\$	\$	\$	\$	\$	\$	\$ 949,840.00
07-26	Various School Improvements	1,181,520.00						500,000.00		681,520.00
08-14	Various School Improvements	3,346,848.00						2,250,000.00		1,096,848.00
09-20	Various School Improvements	2,853,200.00						2,450,000.00		403,200.00
10-28	Multi-Purpose		<u>2,986,360.00</u>					<u>1,500,000.00</u>		<u>1,486,360.00</u>
		<u>17,757,033.51</u>	<u>2,986,360.00</u>		<u>9,662,000.00</u>	<u>7,250.00</u>		<u>9,000,000.00</u>	<u>9,662,000.00</u>	<u>11,736,143.51</u>
		<u>\$ 26,204,484.64</u>	<u>\$ 4,976,610.00</u>	<u>\$ 169,625.00</u>	<u>\$ 9,663,574.00</u>	<u>\$ 399,888.69</u>	<u>\$ 25,000.00</u>	<u>\$ 11,965,574.00</u>	<u>\$ 9,662,000.00</u>	<u>\$ 18,961,830.95</u>
	<u>Reference</u>	<u>C</u>	<u>C-11</u>	<u>C-3</u>	<u>C-22</u>	<u>C-11</u>	<u>C-11</u>	<u>C-22</u>	<u>C-25</u>	<u>C</u>

TOWNSHIP OF MONTCLAIR
WATER UTILITY

CASH RECEIPTS, DISBURSEMENTS AND RECONCILIATION
TREASURER

D-5

	<u>Ref.</u>	<u>Operating Fund</u>	<u>Capital Fund</u>
Balance December 31, 2009	D	\$ 1,406,019.27	\$ 877,983.82
Increased by Receipts:			
Premium on Sale of Notes	D-2	\$	\$ 9,909.98
Miscellaneous Revenue	D-3	36,042.69	
Collector	D-6	6,685,340.12	
Petty Cash Funds	D-8	150.00	
Capital Improvement Fund	D-24		50,000.00
Interfunds Payable	D-25	5,170.67	876,891.12
Bond Anticipation Notes	D-28		650,000.00
Contra Items:			
Appropriation Refunds	Contra	<u>1,707.48</u>	
		<u>6,728,410.96</u>	<u>1,586,801.10</u>
		8,134,430.23	2,464,784.92
Decreased by Disbursements:			
Budget Appropriations	D-4	5,325,620.37	
Petty Cash Funds	D-8	150.00	
Interfunds Receivable	D-11	1,647,000.00	
Appropriation Reserves	D-16	182,237.89	
Accrued Interest on Bonds	D-17	388,905.00	
Accrued Interest on Notes	D-18	49,034.84	
Accrued Interest on Loans	D-19	108,285.00	
Due to State of New Jersey	D-21	13,158.64	
Water Overpayments	D-22	358.50	
Improvement Authorizations	D-23		2,034,347.44
Interfunds Payable	D-25	100,000.00	
Bond Anticipation Notes	D-28		1,095.00
Contra Items:			
	Contra	<u>1,707.48</u>	
		<u>7,816,457.72</u>	<u>2,035,442.44</u>
Balance December 31, 2010	D	<u>\$ 317,972.51</u>	<u>\$ 429,342.48</u>

Bank Reconciliation December 31, 2010

Balance per Statement:

Valley National Bank,
Montclair, New Jersey:

#41480058

\$ 898,284.99

\$

#193401356

381,799.98

Capital One Bank,
Montclair, New Jersey:

#4374006056

5,397.51

Plus: Deposit-in-Transit
Due from Bank

113,465.39

50,000.00

60.29

1,017,208.18

431,799.98

Less: Outstanding Checks

699,235.67

2,457.50

\$ 317,972.51

\$ 429,342.48

TOWNSHIP OF MONTCLAIR
WATER UTILITY

CASH RECEIPTS AND DISBURSEMENTS
COLLECTOR

D-6

	<u>Ref.</u>	
Increased by:		
Miscellaneous Revenue	D-3	\$ 169,424.61
Consumer Accounts Receivable	D-12	6,478,528.05
Due to State of New Jersey	D-21	13,517.59
Water Overpayments	D-22	23,869.87
		<u>6,685,340.12</u>
Decreased by:		
Turnovers to Treasurer	D-5	<u>6,685,340.12</u>
		<u>\$ -</u>

TOWNSHIP OF MONTCLAIR
WATER UTILITY

CHANGE FUNDS

D-7

	<u>Ref.</u>	
Balance December 31, 2009	D	\$ 100.00
Increased by:		
Prior Year Adjustment	D-1	<u>100.00</u>
Balance December 31, 2010	D	<u><u>\$ 200.00</u></u>

PETTY CASH FUNDS

D-8

	<u>Ref.</u>	
Balance December 31, 2009	D	\$ 150.00
Increased by:		
Petty Cash Fund Established	D-5	<u>150.00</u>
		<u>300.00</u>
Decreased by:		
Petty Cash Fund Returned	D-5	<u>150.00</u>
Balance December 31, 2010	D	<u><u>\$ 150.00</u></u>

TOWNSHIP OF MONTCLAIR
WATER UTILITY

ANALYSIS OF CAPITAL CASH

D-9

	Balance Dec. 31, 2009	Receipts		Disbursements		Transfers		Balance Dec. 31, 2010
		Bond Anticipation Notes	Other	Improvement Authorizations	Bond Anticipation Notes	From	To	
<u>Improvement Authorizations</u>								
General Improvements:								
#99-14	\$ (67,698.60)	\$	\$	\$ 760.00	\$	\$	\$	\$ (68,458.60)
#01-11	(150,527.59)							(150,527.59)
#01-24	1,598.50							1,598.50
#02-33	(96,189.49)			1,452,559.80				(1,548,749.29)
#02-34	(27,656.77)							(27,656.77)
#03-13	812.68			12.68				800.00
#03-46	44,226.90			12,344.92				31,881.98
#04-50	9,655.23					9,655.23		
#05-39	150,626.17			518.53	1,095.00			149,012.64
#06-39	127,336.35			426.94				126,909.41
#07-50	232,248.59			102,783.17				129,465.42
#08-35	429,865.59	400,000.00		415,999.68				413,865.91
#09-35	(604.86)			37,454.00				(38,058.86)
#09-69	41,250.00	250,000.00		11,487.72				279,762.28
#10-73							32,500.00	32,500.00
<u>Other Accounts</u>								
Fund Balance	50,763.27		9,909.98			25,000.00	9,655.23	45,328.48
Capital Improvement Fund	11,881.53		50,000.00			32,500.00		29,381.53
Current Fund Interfund	(56,802.87)							(56,802.87)
Water Operating Fund Interfund	177,199.19		876,891.12				25,000.00	1,079,090.31
	<u>\$ 877,983.82</u>	<u>\$ 650,000.00</u>	<u>\$ 936,801.10</u>	<u>\$ 2,034,347.44</u>	<u>\$ 1,095.00</u>	<u>\$ 67,155.23</u>	<u>\$ 67,155.23</u>	<u>\$ 429,342.48</u>

<u>Reference</u>	<u>D</u>	<u>D-28</u>	<u>Below</u>	<u>D-23</u>	<u>D-28</u>	<u>Contra</u>	<u>Contra</u>	<u>D</u>
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Ref.

Fund Balance	D-2	\$ 9,909.98
Capital Improvement Fund	D-24	50,000.00
Interfunds Payable	D-25	876,891.12
	Above	<u>\$ 936,801.10</u>

TOWNSHIP OF MONTCLAIR
WATER UTILITY

LOANS RECEIVABLE

D-10

	<u>Ref.</u>	
Balance December 31, 2009	D	\$ 3,724,341.00
Increased by:		
2010 Loans	D-29	<u>730,993.00</u>
Balance December 31, 2010	D	<u>\$ 4,455,334.00</u>

Analysis of Balance

N.J. Environmental Infrastructure

Trust Loan:

Ordinance #99-14	\$ 480,386.00
Ordinance #01-11	1,366,820.00
Ordinance #02-33	1,877,135.00
Ordinance #09-35	<u>730,993.00</u>
	<u>\$ 4,455,334.00</u>

TOWNSHIP OF MONTCLAIR
WATER UTILITY

INTERFUNDS RECEIVABLE

D-11

		<u>Total Water Operating Fund</u>	<u>Water Operating Fund</u>		<u>Water Capital Fund Current Fund</u>
	<u>Ref.</u>		<u>General Capital Fund</u>	<u>Water Capital Fund</u>	
Balance December 31, 2009	D	\$ <u>177,199.19</u>	\$	\$ <u>177,199.19</u>	\$ <u>56,802.87</u>
Increased by:					
Interest on Deposit	D-3	1,891.12		1,891.12	
Water Capital Fund Balance Anticipated as Water Operating Fund Revenue	D-3	25,000.00		25,000.00	
Advances	D-5	<u>1,647,000.00</u>	<u>772,000.00</u>	<u>875,000.00</u>	
		<u>1,673,891.12</u>	<u>772,000.00</u>	<u>901,891.12</u>	
Balance December 31, 2010	D	<u>\$ 1,851,090.31</u>	<u>\$ 772,000.00</u>	<u>\$ 1,079,090.31</u>	<u>\$ 56,802.87</u>

TOWNSHIP OF MONTCLAIR
WATER UTILITY

CONSUMER ACCOUNTS RECEIVABLE

D-12

	<u>Ref.</u>		
Balance December 31, 2009	D		\$ 709,301.94
Increased by:			
Water Rents Levied - Net	Reserve		<u>6,386,179.55</u>
			7,095,481.49
Decreased by:			
Collections	D-6	\$ 6,478,528.05	
Overpayments Applied	D-22	<u>14,879.64</u>	
	D-3		<u>6,493,407.69</u>
Balance December 31, 2010	D		<u>\$ 602,073.80</u>

TOWNSHIP OF MONTCLAIR
WATER UTILITY

INVENTORY - MATERIALS AND SUPPLIES

D-13

	<u>Ref.</u>	
Balance December 31, 2009	D	\$ 38,434.74
Increased by:		
Adjustment to Inventory	Reserve	<u>87,863.91</u>
Balance December 31, 2010	D	<u>\$ 126,298.65</u>

TOWNSHIP OF MONTCLAIR
WATER UTILITY

FIXED CAPITAL

D-14

<u>Account</u>	<u>Balance</u> <u>Dec. 31, 2009</u>	<u>Additions</u> <u>by</u> <u>Ordinance</u>	<u>Balance</u> <u>Dec. 31, 2010</u>
Organization	\$ 23,278.00	\$	\$ 23,278.00
Pumping System Land	7,243.07		7,243.07
Intake and Supply Mains	257,597.00		257,597.00
Pumping Station Structure	891,150.48		891,150.48
Electric Power Pumping Equipment	162,760.57		162,760.57
Other Pumping Equipment	455,803.42		455,803.42
Miscellaneous Pumping Equipment	6,183.00		6,183.00
Storage Reservoirs, Tanks and Stand Pipes	1,473,223.45		1,473,223.45
Distribution Mains and Accessories	15,386,002.08	503,044.77	15,889,046.85
Service Pipes and Stops	165,539.70		165,539.70
Meters, Meter Boxes and Vaults	337,278.52		337,278.52
Fire Hydrants	311,575.47		311,575.47
General Structures	54,032.12		54,032.12
General Equipment	298,530.71		298,530.71
Other Tangible Water Capital	1,833,857.88		1,833,857.88
Engineering and Other Special Services	761,618.86		761,618.86
Taxes, etc. During Construction	191,160.00		191,160.00
Miscellaneous Construction Expense	4,553.15		4,553.15
Force Mains	28,921.27		28,921.27
Well Pump Building	443,390.84		443,390.84
Purchase of Certain Items of Equipment and Installation of Said Equipment	14,000.00		14,000.00
Data Processing Equipment	10,000.00		10,000.00
Portable Water Tanks	6,000.00		6,000.00
	<u>\$ 23,123,699.59</u>	<u>\$ 503,044.77</u>	<u>\$ 23,626,744.36</u>

Reference

D

D-15

D

TOWNSHIP OF MONTCLAIR
WATER UTILITY

FIXED CAPITAL AUTHORIZED AND UNCOMPLETED

D-15

<u>Ordinance Number</u>	<u>Description</u>	<u>Balance Dec. 31, 2009</u>	<u>2010 Authorizations</u>	<u>Costs to Fixed Capital</u>	<u>Authorizations Cancelled</u>	<u>Balance Dec. 31, 2010</u>
99-14	Replacement of Lead Water Service Pipes	\$ 2,705,000.00	\$	\$	\$	\$ 2,705,000.00
01-11	Reconstruction of Watchung Avenue Pump Station	1,484,000.00				1,484,000.00
01-24	Various Water System Improvements	1,920,350.37				1,920,350.37
02-33	Reconstruction of Grove Street Pumping Station	2,020,500.00				2,020,500.00
02-34	Construction of Facilities for the Nishuane Well	1,060,000.00				1,060,000.00
03-13	Various Water System Improvements	52,000.00				52,000.00
03-46	Various Water System Improvements	985,900.00				985,900.00
04-50	Various Water System Improvements	512,700.00		503,044.77	9,655.23	
05-39	Various Water System Improvements	1,190,000.00				1,190,000.00
06-39	Various Water System Improvements	1,022,000.00				1,022,000.00
07-50	Various Water System Improvements	850,000.00				850,000.00
08-35	Various Water System Improvements	980,000.00				980,000.00
09-35	Replacement of Glenfield Public Supply Well	800,000.00				800,000.00
09-69	Various Water System Improvements	825,000.00				825,000.00
10-73	Various Water Utility Improvements		650,000.00			650,000.00
		<u>\$ 16,407,450.37</u>	<u>\$ 650,000.00</u>	<u>\$ 503,044.77</u>	<u>\$ 9,655.23</u>	<u>\$ 16,544,750.37</u>
	<u>Reference</u>	<u>D</u>	<u>D-23</u>	<u>D-14</u>	<u>D-27</u>	<u>D</u>

TOWNSHIP OF MONTCLAIR
WATER UTILITY

APPROPRIATION RESERVES

D-16

	Balance Dec. 31, 2009		Balance After Transfers	Paid or Charged	Balance Lapsed
	<u>Encumbered</u>	<u>Unencumbered</u>			
<u>Operating</u>					
Salaries and Wages	\$	\$ 112,600.84	\$ 112,600.84	\$ 15,239.34	\$ 97,361.50
Other Expenses	94,172.14	209,494.78	303,666.92	138,498.81	165,168.11
 <u>Commercial</u>					
Salaries and Wages		46,086.12	46,086.12	1,104.49	44,981.63
Other Expenses	6.31	38,351.36	38,357.67	27,395.25	10,962.42
	<u>\$ 94,178.45</u>	<u>\$ 406,533.10</u>	<u>\$ 500,711.55</u>	<u>\$ 182,237.89</u>	<u>\$ 318,473.66</u>
<u>Reference</u>	<u>D</u>	<u>D</u>		<u>D-5</u>	<u>D-1</u>

TOWNSHIP OF MONTCLAIR
WATER UTILITY

ACCRUED INTEREST ON BONDS

D-17

	<u>Ref.</u>	
Balance December 31, 2009	D	\$ 169,599.47
Increased by:		
Budget Appropriation	D-4	379,581.57
		<u>549,181.04</u>
Decreased by:		
Payments	D-5	388,905.00
		<u>388,905.00</u>
Balance December 31, 2010	D	<u>\$ 160,276.04</u>

Analysis of Balance

<u>Principal Outstanding Dec. 31, 2010</u>	<u>Interest Rate</u>	<u>Accrued</u>		<u>Period</u>	<u>Amount</u>
		<u>From</u>	<u>To</u>		
\$ 975,000.00	3.50 %	8-01-10	12-31-10	5 Months	\$ 14,218.75
325,000.00	3.625	8-01-10	12-31-10	5 Months	4,908.85
325,000.00	3.75	8-01-10	12-31-10	5 Months	5,078.13
617,000.00	3.875	8-01-10	12-31-10	5 Months	9,961.98
125,000.00	4.00	7-15-10	12-31-10	5.5 Months	2,291.67
360,000.00	5.00	7-15-10	12-31-10	5.5 Months	8,250.00
1,410,000.00	4.50	7-01-10	12-31-10	6 Months	31,725.00
1,768,000.00	4.625	7-01-10	12-31-10	6 Months	40,885.00
30,000.00	3.25	9-01-10	12-31-10	4 Months	325.00
315,000.00	3.50	9-01-10	12-31-10	4 Months	3,675.00
640,000.00	3.75	9-01-10	12-31-10	4 Months	8,000.00
1,700,000.00	4.00	9-01-10	12-31-10	4 Months	22,666.67
300,000.00	4.125	9-01-10	12-31-10	4 Months	4,125.00
294,000.00	4.25	9-01-10	12-31-10	4 Months	4,165.00
					<u>\$ 160,276.04</u>

TOWNSHIP OF MONTCLAIR
WATER UTILITY

ACCRUED INTEREST ON NOTES

D-18

	<u>Ref.</u>	
Balance December 31, 2009	D	\$ 6,569.31
Increased by:		
Budget Appropriation	D-4	50,533.69
		57,103.00
Decreased by:		
Payments	D-5	49,034.84
		49,034.84
Balance December 31, 2010	D	\$ 8,068.16

Analysis of Balance

<u>Notes Outstanding Dec. 31, 2010</u>	<u>Interest Rate</u>	<u>Accrued</u>		<u>Period</u>	
		<u>From</u>	<u>To</u>		
\$ 1,065,000.00	1.00%	12-16-10	12-31-10	14 Days	\$ 414.17
2,183,000.00	1.25	12-16-10	12-31-10	14 Days	1,061.18
657,000.00	1.25	3-11-10	12-31-10	289 Days	6,592.81
					\$ 8,068.16

TOWNSHIP OF MONTCLAIR
WATER UTILITY

ACCRUED INTEREST ON LOANS

D-19

	<u>Ref.</u>	
Balance December 31, 2009	D	\$ 43,857.55
Increased by:		
Budget Appropriation	D-4	108,220.16
		<u>152,077.71</u>
Decreased by:		
Payments	D-5	108,285.00
		<u>108,285.00</u>
Balance December 31, 2010	D	<u>\$ 43,792.71</u>

Analysis of Balance

Principal Outstanding Dec. 31, 2010	Interest Rate	Accrued		Period	Amount
		From	To		
\$ 545,000.00	5.50 %	8-01-10	12-31-10	5 Months	\$ 12,489.58
195,000.00	5.70	8-01-10	12-31-10	5 Months	4,631.25
100,000.00	5.50	8-01-10	12-31-10	5 Months	2,291.67
255,000.00	5.00	8-01-10	12-31-10	5 Months	5,312.50
100,000.00	4.75	8-01-10	12-31-10	5 Months	1,979.17
85,000.00	5.00	8-01-10	12-31-10	5 Months	1,770.83
95,000.00	5.25	8-01-10	12-31-10	5 Months	2,078.13
415,000.00	5.00	8-01-10	12-31-10	5 Months	8,645.83
70,000.00	4.75	8-01-10	12-31-10	5 Months	1,385.42
5,000.00	4.00	8-01-10	12-31-10	5 Months	83.33
55,000.00	5.00	8-01-10	12-31-10	5 Months	1,145.83
10,000.00	4.00	8-01-10	12-31-10	5 Months	166.67
10,000.00	5.00	8-01-10	12-31-10	5 Months	208.33
10,000.00	3.00	8-01-10	12-31-10	5 Months	125.00
40,000.00	4.00	8-01-10	12-31-10	5 Months	666.67
10,000.00	3.50	8-01-10	12-31-10	5 Months	145.83
40,000.00	4.00	8-01-10	12-31-10	5 Months	666.67
					<u>\$ 43,792.71</u>

TOWNSHIP OF MONTCLAIR
WATER UTILITY

SPECIAL WATER DEPOSITS

D-20

	<u>Ref.</u>	
Balance December 31, 2009	D	\$ 56,237.65
Decreased by:		
Cancelled	D-1	<u>56,237.65</u>
		<u>\$ -</u>

DUE TO STATE OF NEW JERSEY
WATER SURCHARGE

D-21

	<u>Ref.</u>	
Balance December 31, 2009	D	\$ 2,573.33
Increased by:		
Collections	D-6	<u>13,517.59</u>
		16,090.92
Decreased by:		
Payments	D-5	<u>13,158.64</u>
Balance December 31, 2010	D	<u>\$ 2,932.28</u>

TOWNSHIP OF MONTCLAIR
WATER UTILITY

WATER OVERPAYMENTS

D-22

	<u>Ref.</u>		
Balance December 31, 2009	D		\$ 14,879.64
Increased by:			
Collections	D-6		<u>23,869.87</u>
			38,749.51
Decreased by:			
Refunds	D-5	\$ 358.50	
Overpayments Applied	D-12	<u>14,879.64</u>	
			<u>15,238.14</u>
Balance December 31, 2010	D		<u>\$ 23,511.37</u>

TOWNSHIP OF MONTCLAIR
WATER UTILITY

IMPROVEMENT AUTHORIZATIONS

D-23

Improvement Description	Ordinance Number	Date	Amount	Balance Dec. 31, 2009		2010 Authorizations	Paid or Charged	Cancelled	Balance Dec. 31, 2010	
				Funded	Unfunded				Funded	Unfunded
Replacement of Lead Water Service Pipes	99-14	7-20-99	\$ 2,705,000.00	\$ 412,687.40	\$	\$	\$ 760.00	\$	\$	\$ 411,927.40
Reconstruction of Watchung Avenue Pump Station	01-11	4-10-01	1,484,000.00	1,216,292.41	180.00					1,216,472.41
Various Water System Improvements	01-24	4-10-01	1,931,280.00	1,598.50					1,598.50	
Reconstruction of Grove Street Pumping Station	02-33	7-23-02	2,020,500.00	1,780,945.51	12,735.00		1,452,559.80			341,120.71
Construction of Facilities for the Nishuane Well	02-34	7-23-02	1,060,000.00		981,767.23					981,767.23
Various Water System Improvements	03-13	3-11-03	52,000.00	812.68			12.68		800.00	
Various Water System Improvements	03-46	7-22-03	985,900.00	44,226.90			12,344.92		31,881.98	
Various Water System Improvements	04-50	8-10-04	512,700.00	9,655.23				9,655.23		
Various Water System Improvements	05-39	9-13-05	1,190,000.00		181,126.17		518.53			180,607.64
Various Water System Improvements	06-39	6-27-06	1,022,000.00		198,236.35		426.94			197,809.41
Various Water System Improvements	07-50	11-12-07	850,000.00		232,748.59		102,783.17			129,965.42
Various Water System Improvements	08-35	9-23-08	980,000.00		860,865.59		415,999.68			444,865.91
Replacement of Glenfield Public Supply Well	09-35	6-23-09	800,000.00		799,395.14		37,454.00			761,941.14
Various Water System Improvements	09-69	11-10-09	825,000.00	41,250.00	783,750.00		11,487.72		29,762.28	783,750.00
Various Water Utility Improvements	10-73	12-07-10	650,000.00			650,000.00			32,500.00	617,500.00
				<u>\$ 3,507,468.63</u>	<u>\$ 4,050,804.07</u>	<u>\$ 650,000.00</u>	<u>\$ 2,034,347.44</u>	<u>\$ 9,655.23</u>	<u>\$ 96,542.76</u>	<u>\$ 6,067,727.27</u>
		Reference		D	D	D-15,Below	D-5	D-2	D	D

Ref.

Capital Improvement Fund	D-24	\$ 32,500.00
Bonds and Notes Authorized but Not Issued	D-31	<u>617,500.00</u>
	Above	<u>\$ 650,000.00</u>

TOWNSHIP OF MONTCLAIR
WATER UTILITY

CAPITAL IMPROVEMENT FUND

D-24

	<u>Ref.</u>	
Balance December 31, 2009	D	\$ 11,881.53
Increased by:		
Budget Appropriation	D-5	<u>50,000.00</u>
		61,881.53
Decreased by:		
Appropriated to Finance Improvement		
Authorizations:		
#10-73	D-23,27	<u>32,500.00</u>
Balance December 31, 2010	D	<u><u>\$ 29,381.53</u></u>

TOWNSHIP OF MONTCLAIR
WATER UTILITY

INTERFUNDS PAYABLE

D-25

	<u>Ref.</u>	<u>Water Operating Fund Current Fund</u>	<u>Water Capital Fund Water Operating Fund</u>
Balance December 31, 2009	D	\$	<u>\$ 177,199.19</u>
Increased by:			
Interest on Deposit			1,891.12
Advances		<u>5,170.67</u>	<u>875,000.00</u>
	D-5	5,170.67	876,891.12
Water Operating Fund Balance Anticipated as Current Fund Revenue	D-1	100,000.00	
Water Capital Fund Balance Anticipated as Water Operating Fund Revenue	D-2		<u>25,000.00</u>
		<u>105,170.67</u>	<u>901,891.12</u>
		105,170.67	1,079,090.31
Decreased by:			
Settlements	D-5	<u>100,000.00</u>	
Balance December 31, 2010	D	<u>\$ 5,170.67</u>	<u>\$ 1,079,090.31</u>

TOWNSHIP OF MONTCLAIR
WATER UTILITY

RESERVE FOR AMORTIZATION

D-26

	<u>Ref.</u>		
Balance December 31, 2009	D		\$ 18,732,455.65
Increased by:			
Transferred from Deferred Reserve for Amortization	D-27	\$ 278,324.77	
N.J. Environmental Infrastructure Trust Loan Paid by Operating Budget	D-29	307,374.96	
Serial Bonds Paid by Operating Budget	D-30	<u>455,000.00</u>	
			<u>1,040,699.73</u>
Balance December 31, 2010	D		<u>\$ 19,773,155.38</u>

TOWNSHIP OF MONTCLAIR
WATER UTILITY

DEFERRED RESERVE FOR AMORTIZATION

D-27
Sheet #1

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Balance Dec. 31, 2009</u>	<u>Increase</u>	<u>Notes Paid by Operating Budget</u>	<u>To Reserve for Amortization</u>	<u>Authorizations Cancelled</u>	<u>Balance Dec. 31, 2010</u>
91-46	Construction of a Water Storage Tank	\$ 29,800.00	\$	\$	\$ 29,800.00	\$	\$
98-30	Pumping Station Automation	20,000.00			20,000.00		
99-09	<i>Ordinance 98-49 (Vehicular Equipment)</i> Various Water System Improvements	75,680.00			75,680.00		
99-14	Replacement of Lead Water Service Pipes	130,000.00					130,000.00
00-14	Various Water System Improvements	61,480.00			61,480.00		
01-11	Reconstruction of Watchung Avenue Pumping Station	70,000.00					70,000.00
01-24	Various Water System Improvements	81,550.37					81,550.37
02-28	Various Water System Improvements	76,320.00			76,320.00		
02-33	Reconstruction of Grove Street Pumping Station	96,230.00					96,230.00
02-34	Construction of Facilities for the Nishuane Well	50,576.00					50,576.00
03-13	Various Water System Improvements	3,000.00					3,000.00
03-46	Various Water System Improvements	47,900.00					47,900.00
04-50	Various Water System Improvements	24,700.00			15,044.77	9,655.23	
05-39	Various Water System Improvements	59,500.00		15,000.00			74,500.00
06-39	Various Water System Improvements	51,100.00		7,000.00			58,100.00

TOWNSHIP OF MONTCLAIR
WATER UTILITY

DEFERRED RESERVE FOR AMORTIZATION

D-27
Sheet #2

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Balance Dec. 31, 2009</u>	<u>Increase</u>	<u>Notes Paid by Operating Budget</u>	<u>To Reserve for Amortization</u>	<u>Authorizations Cancelled</u>	<u>Balance Dec. 31, 2010</u>
07-50	Various Water System Improvements	\$ 42,500.00	\$	\$	\$	\$	\$ 42,500.00
08-35	Various Water System Improvements	49,000.00					49,000.00
09-69	Various Water System Improvements	41,250.00					41,250.00
10-73	Various Water Utility Improvements		<u>32,500.00</u>				<u>32,500.00</u>
		<u>\$ 1,010,586.37</u>	<u>\$ 32,500.00</u>	<u>\$ 22,000.00</u>	<u>\$ 278,324.77</u>	<u>\$ 9,655.23</u>	<u>\$ 777,106.37</u>
	<u>Reference</u>	<u>D</u>	<u>D-24</u>	<u>D-28</u>	<u>D-26</u>	<u>D-15</u>	<u>D</u>

TOWNSHIP OF MONTCLAIR
SEWER UTILITY

CASH RECEIPTS, DISBURSEMENTS AND RECONCILIATION
TREASURER

E-5

	<u>Ref.</u>	<u>Operating Fund</u>	<u>Capital Fund</u>
Balance December 31, 2009	E	\$ 343,698.54	\$ 369,045.76
Increased by Receipts:			
Premium on Sale of Notes	E-2	\$	\$ 11,034.47
Interest on Deposits	E-3	7,034.53	
Collector	E-6	7,222,882.39	
Interfunds Receivable	E-9	67,493.36	
Capital Improvement Fund	E-17		45,000.00
Interfunds Payable	E-18		766.75
Bond Anticipation Notes	E-22		775,595.00
		<u>7,297,410.28</u>	<u>832,396.22</u>
		7,641,108.82	1,201,441.98
Decreased by Disbursements:			
Budget Appropriations	E-4	4,641,903.54	
Appropriation Reserves	E-13	36,259.84	
Accrued Interest on Notes	E-14	21,583.45	
Sewer Overpayments	E-15	1,791.81	
Improvement Authorizations	E-16		40,052.30
Interfunds Payable	E-18	95,000.00	67,493.36
		<u>4,796,538.64</u>	<u>107,545.66</u>
Balance December 31, 2010	E	<u>\$ 2,844,570.18</u>	<u>\$ 1,093,896.32</u>
<u>Bank Reconciliation December 31, 2010</u>			
Balance per Statement:			
Valley National Bank,			
Montclair, New Jersey:			
#41480066		\$ 2,937,770.39	\$
#41480074			1,048,896.32
Plus: Deposit-in-Transit		<u>134,832.26</u>	<u>45,000.00</u>
		3,072,602.65	1,093,896.32
Less: Outstanding Checks		<u>228,032.47</u>	<u></u>
		<u>\$ 2,844,570.18</u>	<u>\$ 1,093,896.32</u>

TOWNSHIP OF MONTCLAIR
SEWER UTILITY

CASH RECEIPTS AND DISBURSEMENTS
COLLECTOR

E-6

	<u>Ref.</u>	
Increased by:		
Miscellaneous Revenue Not Anticipated	E-3	\$ 87,128.30
Sanitary Sewer Connection Reservoir Ridge	E-3	66,470.00
Sewer Connection Fee	E-3	2,632,300.00
Consumer Accounts Receivable	E-10	4,414,676.67
Sewer Overpayments	E-15	<u>22,307.42</u>
		<u>7,222,882.39</u>
Decreased by:		
Turnovers to Treasurer	E-5	<u>7,222,882.39</u>
		<u>\$ -</u>

TOWNSHIP OF MONTCLAIR
SEWER UTILITY

CHANGE FUNDS

E-7

	<u>Ref.</u>	
Increased by:		
Prior Year Adjustment	E-1	<u>\$ 200.00</u>
Balance December 31, 2010	E	<u><u>\$ 200.00</u></u>

TOWNSHIP OF MONTCLAIR
SEWER UTILITY

ANALYSIS OF CAPITAL CASH

E-8

	Balance Dec. 31, 2009	Receipts		Disbursements		Balance Dec. 31, 2010
		Bond Anticipation Notes	Other	Improvement Authorizations	Other	
<u>Improvement Authorizations</u>						
General Improvements:						
#06-38,07-44	\$ 91,494.78	\$ 595.00	\$	\$ 18,917.71	\$	\$ 73,172.07
#08-11	37,614.33			3,292.40		34,321.93
#08-36	61,189.93	100,000.00		16,633.19		144,556.74
#09-17	26,863.33	375,000.00		1,209.00		400,654.33
#09-70	22,500.00	300,000.00				322,500.00
 <u>Other Accounts</u>						
Fund Balance	31,390.03		11,034.47			42,424.50
Capital Improvement Fund	30,500.00		45,000.00			75,500.00
Sewer Operating Fund Interfund	67,493.36		766.75		67,493.36	766.75
	<u>\$ 369,045.76</u>	<u>\$ 775,595.00</u>	<u>\$ 56,801.22</u>	<u>\$ 40,052.30</u>	<u>\$ 67,493.36</u>	<u>\$ 1,093,896.32</u>
<u>Reference</u>	<u>E</u>	<u>E-22</u>	<u>Below</u>	<u>E-16</u>	<u>E-18</u>	<u>E</u>

	<u>Ref.</u>	
Fund Balance	E-2	\$ 11,034.47
Capital Improvement Fund	E-17	45,000.00
Interfunds Payable	E-18	766.75
	Above	<u>\$ 56,801.22</u>

TOWNSHIP OF MONTCLAIR
SEWER UTILITY

INTERFUNDS RECEIVABLE

E-9

Sewer
Operating
Fund
Sewer
Capital
Fund

	<u>Ref.</u>	
Balance December 31, 2009	E	\$ 67,493.36
Increased by:		
Interest on Deposit	E-3	<u>766.75</u>
		68,260.11
Decreased by:		
Settlements	E-5	<u>67,493.36</u>
Balance December 31, 2010	E	<u><u>\$ 766.75</u></u>

TOWNSHIP OF MONTCLAIR
SEWER UTILITY

CONSUMER ACCOUNTS RECEIVABLE

E-10

	<u>Ref.</u>		
Balance December 31, 2009	E		\$ 616,173.02
Increased by:			
Sewer Charges Levied - Net	Reserve		<u>4,538,124.87</u>
			5,154,297.89
Decreased by:			
Collections	E-6	\$4,414,676.67	
Overpayments Applied	E-15	<u>19,260.52</u>	
	E-3		<u>4,433,937.19</u>
Balance December 31, 2010	E		<u><u>\$ 720,360.70</u></u>

TOWNSHIP OF MONTCLAIR
SEWER UTILITY

INVENTORY - MATERIALS AND SUPPLIES

E-11

	<u>Ref.</u>	
Increased by:		
Adjustment to Inventory	Reserve	<u>\$14,454.22</u>
Balance December 31, 2010	E	<u><u>\$14,454.22</u></u>

TOWNSHIP OF MONTCLAIR
SEWER UTILITY

APPROPRIATION RESERVES

E-13

	Balance Dec. 31, 2009		Balance After Transfers	Paid or Charged	Balance Lapsed
	<u>Encumbered</u>	<u>Unencumbered</u>			
<u>Operating</u>					
Salaries and Wages	\$	\$ 55,223.05	\$ 55,223.05	\$ 2,783.65	\$52,439.40
Other Expenses	8,445.48	52,982.65	61,428.13	33,476.19	27,951.94
Passaic Valley Sewer Commission		122.30	122.30		122.30
Second River Sewer		96.63	96.63		96.63
Third River Sewer		88.03	88.03		88.03
	<u>\$ 8,445.48</u>	<u>\$108,512.66</u>	<u>\$116,958.14</u>	<u>\$36,259.84</u>	<u>\$80,698.30</u>
<u>Reference</u>	<u>E</u>	<u>E</u>		<u>E-5</u>	<u>E-1</u>

TOWNSHIP OF MONTCLAIR
SEWER UTILITY

ACCRUED INTEREST ON NOTES

E-14

	<u>Ref.</u>	
Balance December 31, 2009	E	\$ 8,884.95
Increased by:		
Budget Appropriation	E-4	24,992.91
		<u>33,877.86</u>
Decreased by:		
Payments	E-5	21,583.45
Balance December 31, 2010	E	<u>\$ 12,294.41</u>

Analysis of Balance

Notes Outstanding <u>Dec. 31, 2010</u>	<u>Interest Rate</u>	<u>Accrued</u>		<u>Period</u>	
		<u>From</u>	<u>To</u>		
\$ 1,036,000.00	1.25%	12-16-10	12-31-10	14 Days	\$ 503.61
1,175,000.00	1.25	3-11-10	12-31-10	289 Days	11,790.80
					<u>\$ 12,294.41</u>

TOWNSHIP OF MONTCLAIR
SEWER UTILITY

SEWER OVERPAYMENTS

E-15

	<u>Ref.</u>		
Balance December 31, 2009	E		\$19,260.52
Increased by:			
Collections	E-6		<u>22,307.42</u>
			41,567.94
Decreased by:			
Refunds	E-5	\$ 1,791.81	
Overpayments Applied	E-10	<u>19,260.52</u>	
			<u>21,052.33</u>
Balance December 31, 2010	E		<u><u>\$20,515.61</u></u>

TOWNSHIP OF MONTCLAIR
SEWER UTILITY

IMPROVEMENT AUTHORIZATIONS

E-16

Improvement Description	Ordinance			Balance Dec. 31, 2009		Paid or Charged	Cancelled	Balance Dec. 31, 2010	
	Number	Date	Amount	Funded	Unfunded			Funded	Unfunded
Various Sewer System Improvements	06-38	10-01-06	\$ 755,000.00						
	07-44	9-25-07	100,000.00	\$	\$ 154,089.78	\$ 18,917.71	\$	\$	\$ 135,172.07
Various Sewer Improvements	08-11	2-19-08	600,000.00		137,614.33	3,292.40			134,321.93
Repairs to Sewer Utility System	08-36	9-23-08	330,000.00		174,689.93	16,633.19			158,056.74
Various Sewer Improvements	09-17	4-21-09	550,000.00	26,863.33	522,500.00	1,209.00		25,654.33	522,500.00
Various Sewer Improvements	09-36	6-23-09	4,600,000.00		4,600,000.00		4,600,000.00		
Various Sewer Improvements	09-70	11-10-09	450,000.00	<u>22,500.00</u>	<u>427,500.00</u>			<u>22,500.00</u>	<u>427,500.00</u>
				<u>\$ 49,363.33</u>	<u>\$ 6,016,394.04</u>	<u>\$ 40,052.30</u>	<u>\$ 4,600,000.00</u>	<u>\$ 48,154.33</u>	<u>\$ 1,377,550.74</u>
		<u>Reference</u>		<u>E</u>	<u>E</u>	<u>E-5</u>	<u>E-12</u>	<u>E</u>	<u>E</u>

TOWNSHIP OF MONTCLAIR
SEWER UTILITY

CAPITAL IMPROVEMENT FUND

E-17

	<u>Ref.</u>	
Balance December 31, 2009	E	\$30,500.00
Increased by:		
Budget Appropriation	E-5	<u>45,000.00</u>
Balance December 31, 2010	E	<u>\$75,500.00</u>

TOWNSHIP OF MONTCLAIR
SEWER UTILITY

INTERFUNDS PAYABLE

E-18

	<u>Ref.</u>	<u>Sewer Operating Fund Current Fund</u>	<u>Sewer Capital Fund Sewer Operating Fund</u>
Balance December 31, 2009	E	\$	\$ 67,493.36
Increased by:			
Sewer Operating Fund Balance			
Anticipated as Current Fund Revenue	E-1	95,000.00	
Interest on Deposit	E-5		766.75
		<u>95,000.00</u>	<u>68,260.11</u>
Decreased by:			
Settlements	E-5	<u>95,000.00</u>	<u>67,493.36</u>
Balance December 31, 2010	E	<u>\$ -</u>	<u>\$ 766.75</u>

TOWNSHIP OF MONTCLAIR
SEWER UTILITY

RESERVE FOR SPECIAL SEWER DEPOSITS

E-19

	<u>Ref.</u>	
Balance December 31, 2009	E	\$ 1,420.00
Decreased by:		
Cancellation	E-1	<u>1,420.00</u>
		<u>\$ -</u>

RESERVE FOR AMORTIZATION

E-20

	<u>Ref.</u>	
Balance December 31, 2009	E	<u>\$ 7,500.00</u>
Balance December 31, 2010	E	<u>\$ 7,500.00</u>

TOWNSHIP OF MONTCLAIR
SEWER UTILITY

DEFERRED RESERVE FOR AMORTIZATION

E-21

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Balance Dec. 31, 2009</u>	<u>Notes Paid by Operating Budget</u>	<u>Balance Dec. 31, 2010</u>
06-38, 07-44	Various Sewer System Improvements	\$ 42,000.00	\$ 7,500.00	\$ 49,500.00
08-36	Repairs to Sewer Utility System	16,500.00		16,500.00
09-17	Various Sewer System Improvements	27,500.00		27,500.00
09-70	Various Sewer System Improvements	<u>22,500.00</u>		<u>22,500.00</u>
		<u>\$ 108,500.00</u>	<u>\$ 7,500.00</u>	<u>\$ 116,000.00</u>
	<u>Reference</u>	<u>E</u>	<u>E-22</u>	<u>E</u>

TOWNSHIP OF MONTCLAIR
SEWER UTILITY

BOND ANTICIPATION NOTES

E-22

<u>Ordinance Number</u>	<u>Purpose</u>	<u>Original Date of Issue</u>	<u>Date of Issue</u>	<u>Date of Maturity</u>	<u>Interest Rate</u>	<u>Balance Dec. 31, 2009</u>	<u>Increase</u>	<u>Decrease</u>	<u>Balance Dec. 31, 2010</u>
06-38, 07-44	Various Sewer System Improvements	12-21-06	12-18-09	12-17-10	1.50 %	\$ 392,500.00		\$ 392,500.00	\$
		12-21-06	12-16-10	12-15-11	1.25		385,000.00		385,000.00
		12-18-08	12-18-09	12-17-10	1.50	300,000.00		300,000.00	
		12-18-08	12-16-10	12-15-11	1.25		300,000.00		300,000.00
		12-18-09	12-18-09	12-17-10	1.50	50,405.00		50,405.00	
		12-18-09	12-16-10	12-15-11	1.25		50,405.00		50,405.00
		12-16-10	12-16-10	12-15-11	1.25		595.00		595.00
08-11	Various Sewer Improvements	3-13-09	3-13-09	3-12-10	1.50	500,000.00		500,000.00	
		3-13-09	3-11-10	3-10-11	1.25		500,000.00		500,000.00
08-36	Repairs to Sewer Utility System	3-13-09	3-13-09	3-12-10	1.50	200,000.00		200,000.00	
		3-13-09	3-11-10	3-10-11	1.25		200,000.00		200,000.00
		3-11-10	3-11-10	3-10-11	1.25		100,000.00		100,000.00
09-17	Various Sewer Improvements	3-11-10	3-11-10	3-10-11	1.25		375,000.00		375,000.00
09-70	Various Sewer Improvements	12-16-10	12-16-10	12-15-11	1.25		300,000.00		300,000.00
						<u>\$ 1,442,905.00</u>	<u>\$ 2,211,000.00</u>	<u>\$ 1,442,905.00</u>	<u>\$ 2,211,000.00</u>
<u>Reference</u>						<u>E</u>	<u>Below</u>	<u>Below</u>	<u>E</u>
						<u>Ref.</u>			
Issued for Cash						E-5	\$ 775,595.00	\$	
Budget Appropriations						E-21			7,500.00
Renewals						Contra	1,435,405.00	1,435,405.00	
						Above	<u>\$ 2,211,000.00</u>	<u>\$ 1,442,905.00</u>	

TOWNSHIP OF MONTCLAIR
SEWER UTILITY

BONDS AND NOTES AUTHORIZED BUT NOT ISSUED

E-23

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Balance Dec. 31, 2009</u>	<u>Bond Anticipation Notes Issued</u>	<u>Authorizations Cancelled</u>	<u>Balance Dec. 31, 2010</u>
06-38,07-44	Various Sewer System Improvements	\$ 62,595.00	\$ 595.00	\$	\$ 62,000.00
08-11	Various Sewer Improvements	100,000.00			100,000.00
08-36	Repairs to Sewer Utility System	113,500.00	100,000.00		13,500.00
09-17	Various Sewer Improvements	522,500.00	375,000.00		147,500.00
09-36	Various Sewer Improvements	4,600,000.00		4,600,000.00	
09-70	Various Sewer Improvements	<u>427,500.00</u>	<u>300,000.00</u>		<u>127,500.00</u>
		<u>\$ 5,826,095.00</u>	<u>\$ 775,595.00</u>	<u>\$ 4,600,000.00</u>	<u>\$ 450,500.00</u>
	<u>Reference</u>	<u>E</u>	<u>E-22</u>	<u>E-16</u>	<u>E</u>

TOWNSHIP OF MONTCLAIR
PARKING UTILITY

CASH RECEIPTS, DISBURSEMENTS AND RECONCILIATION
TREASURER

F-4

	<u>Ref.</u>		<u>Operating Fund</u>
Balance December 31, 2009	F		\$ 383,593.91
Increased by Receipts:			
Interest on Deposits	F-2	\$ 2.53	
Accrued Interest Receivable	F-6	<u>682,977.58</u>	
			<u>682,980.11</u>
			1,066,574.02
Increased by Disbursements:			
Budget Appropriations	F-3	295,000.00	
Accrued Interest on Bonds	F-10	<u>770,635.08</u>	
			<u>1,065,635.08</u>
Balance December 31, 2010	F		<u><u>\$ 938.94</u></u>
 <u>Bank Reconciliation December 31, 2010</u>			
Balance per Statement:			
Valley National Bank, Montclair, New Jersey: #41480082			<u><u>\$ 938.94</u></u>

TOWNSHIP OF MONTCLAIR
PARKING UTILITY

ANALYSIS OF CAPITAL CASH

F-5

	<u>Balance</u> <u>Dec. 31, 2009</u>	<u>Balance</u> <u>Dec. 31, 2010</u>
<u>Other Accounts</u>		
Due from Montclair Parking Authority	\$ (282,014.68)	\$ (282,014.68)
Current Fund Interfund	82,944.48	82,944.48
General Capital Fund Interfund	251,183.37	251,183.37
Parking Utility Operating Fund Interfund	<u>(52,113.17)</u>	<u>(52,113.17)</u>
	<u>\$ -</u>	<u>\$ -</u>

TOWNSHIP OF MONTCLAIR
PARKING UTILITY

ACCRUED INTEREST RECEIVABLE

F-6

	<u>Ref.</u>	
Increased by:		
Accruals	F-2	\$ 1,064,857.58
Decreased by:		
Collections	F-4	<u>682,977.58</u>
Balance December 31, 2010	F	<u>\$ 381,880.00</u>

DUE FROM MONTCLAIR PARKING AUTHORITY

F-7

	<u>Ref.</u>	
Balance December 31, 2009	F	<u>\$ 282,014.68</u>
Balance December 31, 2010	F	<u>\$ 282,014.68</u>

TOWNSHIP OF MONTCLAIR
PARKING UTILITY

INTERFUNDS RECEIVABLE

F-8

	<u>Ref.</u>	Parking Utility Operating <u>Fund</u> General Capital <u>Fund</u>	Parking Utility Capital <u>Fund</u> Parking Utility Operating <u>Fund</u>
Balance December 31, 2009	F	<u>\$ 74,961.76</u>	<u>\$ 52,113.17</u>
Balance December 31, 2010	F	<u><u>\$ 74,961.76</u></u>	<u><u>\$ 52,113.17</u></u>

TOWNSHIP OF MONTCLAIR
PARKING UTILITY

FIXED CAPITAL

F-9

	<u>Balance</u> <u>Dec. 31, 2009</u>	<u>Prior Year</u> <u>Adjustment</u>	<u>Balance</u> <u>Dec. 31, 2010</u>
Construction of Various Parking Decks	<u>\$ 16,160,000.00</u>	<u>\$ 285,000.00</u>	<u>\$ 16,445,000.00</u>
<u>Reference</u>	<u>E</u>	<u>F-12</u>	<u>E</u>

TOWNSHIP OF MONTCLAIR
PARKING UTILITY

ACCRUED INTEREST ON BONDS

F-10

	<u>Ref.</u>	
Balance December 31, 2009	F	\$ 382,657.50
Increased by:		
Budget Appropriations	F-3	769,857.58
		1,152,515.08
Decreased by:		
Payments	F-4	770,635.08
		770,635.08
Balance December 31, 2010	F	\$ 381,880.00

Analysis of Balance

Bonds Outstanding <u>Dec. 31, 2010</u>	<u>Interest Rate</u>	<u>Accrued</u>		<u>Period</u>	<u>Amount</u>
		<u>From</u>	<u>To</u>		
\$ 3,405,000.00	4.500%	7-01-10	12-31-10	6 Months	\$ 76,612.50
10,620,000.00	4.625%	7-01-10	12-31-10	6 Months	245,587.50
240,000.00	6.400%	7-01-10	12-31-10	6 Months	7,680.00
1,600,000.00	6.500%	7-01-10	12-31-10	6 Months	52,000.00
					\$ 381,880.00

TOWNSHIP OF MONTCLAIR
PARKING UTILITY

INTERFUNDS PAYABLE

F-11

	<u>Ref.</u>	Parking Utility Operating <u>Fund</u>	Total Parking Utility Capital <u>Fund</u>	<u>Parking Utility Capital Fund</u>	
		Parking Utility Capital <u>Fund</u>		Current <u>Fund</u>	General Capital <u>Fund</u>
Balance December 31, 2009	F	<u>\$52,113.17</u>	<u>\$334,127.85</u>	<u>\$82,944.48</u>	<u>\$251,183.37</u>
Balance December 31, 2010	F	<u>\$52,113.17</u>	<u>\$334,127.85</u>	<u>\$82,944.48</u>	<u>\$251,183.37</u>

TOWNSHIP OF MONTCLAIR
PARKING UTILITY

RESERVE FOR AMORTIZATION

F-12

	<u>Ref.</u>	
Increased by:		
Serial Bonds Paid by Operating Budget:		
Prior Year Adjustment	F-9	\$ 285,000.00
Current Year	F-13	<u>295,000.00</u>
Balance December 31, 2010	F	<u>\$ 580,000.00</u>

TOWNSHIP OF MONTCLAIR
PARKING UTILITY

SERIAL BONDS

F-13
Sheet #1

<u>Purpose</u>	<u>Date of Issue</u>	<u>Amount of Original Issue</u>	<u>Bonds Outstanding Dec. 31, 2010</u>		<u>Interest Rate</u>	<u>Balance Dec. 31, 2009</u>	<u>Decreased</u>	<u>Balance Dec. 31, 2010</u>
			<u>Date</u>	<u>Amount</u>				
Series A	5-15-06	\$ 14,555,000.00	1-01-11	\$ 285,000.00	4.50 %			
			1-01-12	300,000.00	4.50			
			1-01-13	305,000.00	4.50			
			1-01-14	320,000.00	4.50			
			1-01-15	330,000.00	4.50			
			1-01-16	340,000.00	4.50			
			1-01-17	360,000.00	4.50			
			1-01-18	370,000.00	4.50			
			1-01-19	390,000.00	4.50			
			1-01-20	405,000.00	4.50			
			1-01-21	430,000.00	4.625			
			1-01-22	445,000.00	4.625			
			1-01-23	465,000.00	4.625			
			1-01-24	490,000.00	4.625			
			1-01-25	510,000.00	4.625			
			1-01-26	530,000.00	4.625			
			1-01-27	555,000.00	4.625			
			1-01-28	580,000.00	4.625			
			1-01-29	610,000.00	4.625			
			1-01-30	635,000.00	4.625			
			1-01-31	665,000.00	4.625			
			1-01-32	700,000.00	4.625			
			1-01-33	725,000.00	4.625			
			1-01-34	765,000.00	4.625			
			1-01-35	800,000.00	4.625			
			1-01-36	835,000.00	4.625			
			1-01-37	880,000.00	4.625	\$ 14,295,000.00	\$ 270,000.00	\$ 14,025,000.00

TOWNSHIP OF MONTCLAIR
PARKING UTILITY

SERIAL BONDS

F-13
Sheet #2

<u>Purpose</u>	<u>Date of Issue</u>	<u>Amount of Original Issue</u>	<u>Bonds Outstanding Dec. 31, 2010</u>		<u>Interest Rate</u>	<u>Balance Dec. 31, 2009</u>	<u>Decreased</u>	<u>Balance Dec. 31, 2010</u>
			<u>Date</u>	<u>Amount</u>				
Series B	5-15-06	\$ 1,890,000.00	1-01-11/13	\$ 30,000.00	6.40 %			
			1-01-14/15	35,000.00	6.40			
			1-01-16/17	40,000.00	6.40			
			1-01-18/19	45,000.00	6.50			
			1-01-20/21	50,000.00	6.50			
			1-01-22/23	55,000.00	6.50			
			1-01-24	60,000.00	6.50			
			1-01-25	65,000.00	6.50			
			1-01-26	70,000.00	6.50			
			1-01-27	75,000.00	6.50			
			1-01-28/29	80,000.00	6.50			
			1-01-30	85,000.00	6.50			
			1-01-31	90,000.00	6.50			
			1-01-32	100,000.00	6.50			
			1-01-33	105,000.00	6.50			
			1-01-34	110,000.00	6.50			
			1-01-35	120,000.00	6.50			
			1-01-36	125,000.00	6.50			
			1-01-37	135,000.00	6.50			
						<u>\$ 1,865,000.00</u>	<u>\$ 25,000.00</u>	<u>\$ 1,840,000.00</u>
						<u>\$ 16,160,000.00</u>	<u>\$ 295,000.00</u>	<u>\$ 15,865,000.00</u>
					<u>Reference</u>	<u>F</u>	<u>F-12</u>	<u>F</u>

PART II
REPORT ON COMPLIANCE AND ON INTERNAL CONTROL
SINGLE AUDIT ATTACHMENTS
ROSTER OF OFFICIALS
LETTER OF TRANSMITTAL, COMMENTS AND RECOMMENDATIONS
(MANAGEMENT LETTER)
YEAR ENDED DECEMBER 31, 2010

SAMUEL KLEIN AND COMPANY

CERTIFIED PUBLIC ACCOUNTANTS

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

The Honorable Mayor and Members
of the Township Council
Township of Montclair
Montclair, New Jersey 07042

We have audited the statutory basis financial statements of the various funds of the Township of Montclair, County of Essex, as of and for the years ended December 31, 2010 and December 31, 2009, and have issued our report thereon dated October 7, 2011, which was qualified as a result of the Municipality's policy to prepare its financial statements on the basis of accounting prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, that demonstrates compliance with the modified accrual basis, with certain exceptions, and the budget laws of New Jersey, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey.

Internal Control Over Financial Reporting

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

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. We consider Finding Number 2010-1, described in Part II of the accompanying Schedule of Findings and Questioned Costs, to be a deficiency in internal control over financial reporting.

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

Compliance and Other Matters

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

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

SAMUEL KLEIN AND COMPANY
CERTIFIED PUBLIC ACCOUNTANTS

Newark, New Jersey
October 7, 2011

SAMUEL KLEIN AND COMPANY

CERTIFIED PUBLIC ACCOUNTANTS

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REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH MAJOR PROGRAM AND INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH FEDERAL OMB CIRCULAR A-133 AND STATE TREASURY CIRCULAR LETTER 04-04 OMB

The Honorable Mayor and Members
of the Township Council
Township of Montclair
Montclair, New Jersey 07042

Compliance

We have audited the compliance of the Township of Montclair, County of Essex, with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement*; and the New Jersey State Office of Management and Budget's *State Grant Compliance Supplement* that are applicable to each of its major federal and state programs for the year ended December 31, 2010. The Township's major federal and state programs are identified in the summary of auditor's results section of the accompanying schedules of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal and state programs is the responsibility of the management of the municipality. Our responsibility is to express an opinion on the municipality's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey; OMB Circular A-133, *Audits of State, Local Governments, and Nonprofit Organizations*; and the provisions of state Treasury Circular Letter 04-04 OMB, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid Payments* and the New Jersey State Office of Management and Budget's *State Grant Compliance Supplement*. Those standards and Circulars require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal or state program occurred. An audit includes examining, on a test basis, evidence about the municipality's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on the municipality's compliance with those requirements.

In our opinion, the Township of Montclair, County of Essex, complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal and state programs for the year ended December 31, 2010.

Internal Control Over Compliance

The management of the Township of Montclair is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts, and grants applicable to federal and state programs. In planning and performing our audit, we considered the municipality's internal control over compliance with the requirements that could have a direct and material effect on a major federal or state program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance but not for the purpose of expressing an opinion on the effectiveness of the municipality's internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the municipality's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal or state program on a timely basis. A material weakness in internal control over compliance is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal or state program will not be prevented, or detected and corrected, on a timely basis.

Our consideration of internal control over compliance 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 compliance that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

However, we noted certain immaterial instances of noncompliance and other matters involving the internal control over financial reporting that we have reported and described in Part II of the accompanying "Report on Examination of Accounts".

Schedule of Expenditures of Federal Awards and State Financial Assistance

We have audited the financial statements of the Township of Montclair as of and for the year ended December 31, 2010, and have issued our report thereon dated October 7, 2011. Our audit was performed for the purpose of forming our opinions on the financial statements that collectively comprise the municipality's basic financial statements. The accompanying Schedules of Expenditures of Federal Awards and State Financial Assistance are presented for purposes of additional analysis as required by OMB Circular A-133 and State of New Jersey Circular 04-04 and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects, in relation to the basic financial statements taken as a whole.

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

SAMUEL KLEIN AND COMPANY
CERTIFIED PUBLIC ACCOUNTANTS

Newark, New Jersey
October 7, 2011

TOWNSHIP OF MONTCLAIR
COUNTY OF ESSEX

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2010

SCHEDULE A
Sheet #1

Federal Funding Department and Description	Grant Number	CFDA Number	Program Amount	2010 Funds Received	Disbursements	
					Fiscal Year	Total
<u>Housing and Urban Development</u>						
Community Development Block Grant:						
Passed-Through County of Essex:						
1997	B-97-UC-34-0101	14.218	\$ 956.00	\$	\$	\$
2008	B-08-UC-34-0101	14.218	120,357.94	111,347.94	111,347.94	111,347.94
2009	B-09-UC-34-0101	14.218	266,300.00	6,650.00	190,445.49	190,445.49
2010	B-10-UC-34-0101	14.218	237,595.00		102,688.06	102,688.06
Direct Award - Section "8" Housing*		14.856	4,838,953.70	2,821,014.00	4,838,953.70	4,838,953.70
<u>U.S. Department of Justice</u>						
Justice Assistance Grant:						
2007		16.738	29,784.00		750.00	28,025.50
2009		16.738	79,273.00	62,397.00	59,979.50	61,679.50
Bulletproof Vests Program:						
2002		16.607	3,696.10		3,696.10	3,696.10
2003		16.607	3,247.74		3,247.74	3,247.74
2005		16.607	4,833.36		1,256.77	4,833.36
2006		16.607	4,025.00	1,614.87	801.14	801.14
2007		16.607	3,315.25			
Local Law Enforcement Block Grant:						
2003		16.592	19,647.00			12,438.64
<u>U.S. Department of Homeland Security</u>						
Assistance to Firefighters:						
2004		97.044	50,688.00		4,148.90	31,387.90
2008		97.044	68,923.00			63,215.93
2010		97.044	97,663.00	4,098.00	2,000.00	2,000.00
Federal Emergency Management Agency:						
Storm Reimbursement:						
2010		97.042	124,280.31	124,280.31	124,280.31	124,280.31

TOWNSHIP OF MONTCLAIR
COUNTY OF ESSEX

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2010

SCHEDULE A
Sheet #2

Federal Funding Department and Description	Grant Number	CFDA Number	Program Amount	2010 Funds Received	Disbursements	
					Fiscal Year	Total
U.S. Department of Energy Energy Efficiency and Conservation Block Grant Program: 2010		81.128	\$ 155,000.00	\$ 25,000.00	\$ 10,000.00	\$ 10,000.00
U.S. Environmental Protection Agency Climate Showcase Communities Grant: Passed-Through Township of Cherry Hill: 2010		66.041	75,000.00			
Health and Human Services Older American's Act - Title III: Passed-Through County of Essex: Senior Citizens' Public Health Nurse: 2010		13.991	15,534.00	11,649.00	15,534.00	15,534.00
			<u>\$ 6,199,072.40</u>	<u>\$ 3,168,051.12</u>	<u>\$ 5,469,129.65</u>	<u>\$ 5,604,575.31</u>

*Subject to a separate report.

TOWNSHIP OF MONTCLAIR
COUNTY OF ESSEX

SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE
FOR THE YEAR ENDED DECEMBER 31, 2010

SCHEDULE B
Sheet #1

<u>State Funding</u> <u>Department and Description</u>	<u>State</u> <u>Account Number</u>	<u>Program</u> <u>Amount</u>	<u>Funds</u> <u>Received</u>	<u>Disbursements</u>	
				<u>Fiscal</u> <u>Year</u>	<u>Total</u>
<u>Department of Health</u>					
Public Health Priority Funding:					
Montclair - 2010		\$ 7,204.00	\$ 7,204.00	\$ 7,204.00	\$ 7,204.00
Passed-Through to Other					
Municipalities - 2010		23,075.00	23,075.00	23,075.00	23,075.00
Alcohol Education, Rehabilitation and Enforcement Fund:					
2008	098-Y900-760-001-6020	2,356.00			403.88
2009	098-Y900-760-001-6020	3,265.35			
2010	098-Y900-760-001-6020	6,786.86	6,786.86		
Tobacco Control Grant:					
2008		11,400.00			4,340.00
2010		5,940.00	5,940.00		
Passed-Through County of Essex:					
Municipal Alliance on Alcoholism and Drug Abuse:					
2006		58,000.00			6,373.53
2007		57,100.00		2,000.00	56,700.00
2008		58,483.92	6,850.15		46,266.40
2009		54,100.00	17,622.59	2,443.35	42,968.67
2010		54,100.00	11,884.20	31,867.94	31,867.94
Passed-Through Montclair Board of Education:					
Nonpublic School Nursing:					
2009		148,456.00		22,460.69	148,456.00
2010		137,030.00	137,030.00	100,680.20	100,680.20
Pandemic Influenza Preparedness Grant:					
2008		17,740.00			17,504.78

TOWNSHIP OF MONTCLAIR
COUNTY OF ESSEX

SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE
FOR THE YEAR ENDED DECEMBER 31, 2010

SCHEDULE B
Sheet #2

<u>State Funding</u> <u>Department and Description</u>	<u>State</u> <u>Account Number</u>	<u>Program</u> <u>Amount</u>	<u>Funds</u> <u>Received</u>	<u>Disbursements</u>	
				<u>Fiscal</u> <u>Year</u>	<u>Total</u>
<u>Community Affairs</u>					
Statewide Livable Communities:					
MTC Playground Renovations:					
2004		\$ 50,000.00	\$	\$	\$
Lead Identification Testing Grant:					
2009		17,390.00		510.00	14,490.00
Retail Food Specialist Program:					
2009		2,000.00		250.00	2,000.00
<u>Environmental Protection</u>					
Clean Community Grant:					
2006		35,579.87			33,442.17
2008		43,265.20			33,365.20
2009		43,504.65		12,750.50	43,504.65
2010		69,773.67	69,773.67	25,621.68	25,621.68
Recycling Tonnage Grant:					
2010	042-4900-752-001-6020	58,369.14	58,369.14	58,369.14	58,369.14
Green Acres Trust Program:					
Project Youth Sports II:					
2010	0713-02-024	500,000.00	500,000.00	500,000.00	500,000.00
N.J. Environmental Infrastructure Trust Loan:					
Ordinance #99-14		2,540,000.00		760.00	2,293,072.60
Ordinance #01-11		1,366,820.00			267,527.59
Ordinance #02-33	0713001-007	1,877,135.00		1,452,559.80	1,679,379.29
Ordinance #09-35		730,993.00		37,454.00	38,058.86

TOWNSHIP OF MONTCLAIR
COUNTY OF ESSEX

SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE
FOR THE YEAR ENDED DECEMBER 31, 2010

SCHEDULE B
Sheet #3

<u>State Funding</u> <u>Department and Description</u>	<u>State</u> <u>Account Number</u>	<u>Program</u> <u>Amount</u>	<u>Funds</u> <u>Received</u>	<u>Disbursements</u>	
				<u>Fiscal</u> <u>Year</u>	<u>Total</u>
<u>N.J. Department of Health and Senior Services</u>					
2010 State Health Services Grant:					
Influenza A - H1N1 Virus:					
2009		\$ 291,266.00	\$ 183,857.00	\$ 197,270.43	\$ 237,490.31
<u>Transportation</u>					
New Jersey Transportation Trust Fund					
Authority Act of 1984:					
Llewellyn Road:					
Ordinance #09-52A		280,994.04	211,665.75	211,665.75	211,665.75
Safe Routes to School Program:					
2007		324,000.00			
<u>Law and Public Safety</u>					
Safe and Secure Community Program:					
2010	066-1020-100-232-6120	60,000.00		60,000.00	60,000.00
Body Armor Fund:					
2006	066-1020-718-001-6120	9,948.75		1,481.30	9,948.75
2007	066-1020-718-001-6120	10,359.67		550.00	550.00
2008	066-1020-718-001-6120	12,033.54			
2009	066-1020-718-001-6120	10,737.55			
Pedestrian Safety Education and					
Enforcement:					
2007		20,000.00			19,563.52
2009		14,000.00	14,000.00	12,000.00	14,000.00
2010		13,000.00		1,000.00	1,000.00

TOWNSHIP OF MONTCLAIR
COUNTY OF ESSEX

SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE
FOR THE YEAR ENDED DECEMBER 31, 2010

SCHEDULE B
Sheet #4

<u>State Funding</u> <u>Department and Description</u>	<u>State</u> <u>Account Number</u>	<u>Program</u> <u>Amount</u>	<u>Funds</u> <u>Received</u>	<u>Disbursements</u>	
				<u>Fiscal</u> <u>Year</u>	<u>Total</u>
<u>Law and Public Safety</u>					
Over the Limit Under Arrest:					
2007		\$ 5,000.00	\$	\$	\$ 4,993.68
2010		5,000.00			
Click It or Ticket:					
2010		4,000.00	4,000.00	4,000.00	4,000.00
<u>Division of Motor Vehicles</u>					
Drunk Driving Enforcement Fund:					
2008		7,782.76		1,282.76	7,782.76
2010		20,119.79	20,119.79	3,544.34	3,544.34
<u>Library Archives and History of New Jersey</u>					
Library Per Capita Aid:					
2010		<u>22,195.00</u>	<u>22,195.00</u>	<u>22,195.00</u>	<u>22,195.00</u>
		<u>\$9,090,304.76</u>	<u>\$1,300,373.15</u>	<u>\$2,792,995.88</u>	<u>\$6,071,405.69</u>

TOWNSHIP OF MONTCLAIR

**NOTES TO THE SCHEDULES OF FEDERAL AWARDS
AND STATE FINANCIAL ASSISTANCE
DECEMBER 31, 2010**

NOTE 1 - GENERAL

The accompanying Schedules of Expenditures of Federal Awards and State Financial Assistance present the activity of all federal and state financial assistance programs of the Township of Montclair. The Township of Montclair is defined in Note 1(A) to the Township's statutory basis financial statements. All federal and state financial assistance received directly from federal and state agencies as well as federal and state financial assistance passed-through other government agencies, is included on the Schedules of Expenditures of Federal Awards and State Financial Assistance.

NOTE 2 - BASIS OF ACCOUNTING

The accompanying Schedules of Expenditures of Federal Awards and State Financial Assistance are presented on the prescribed basis of accounting, modified accrual basis with certain exceptions, prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, that demonstrates compliance with the budget laws of New Jersey, which is a comprehensive basis of accounting other than generally accepted accounting principles. This basis of accounting is described in Notes 1(c) and 1(d) to the Township's statutory basis financial statements.

NOTE 3 - RELATIONSHIP TO FEDERAL AND STATE FINANCIAL REPORT

Amounts reported in the accompanying schedules agree with the amounts reported in the related federal and state financial reports.

NOTE 4 - RELATIONSHIP TO STATUTORY BASIS FINANCIAL STATEMENTS

Amounts reported in the accompanying schedules agree with amounts reported in the Township's statutory basis financial statements. Matching contributions expended by the Township in accordance with terms of the various grants are not reported in the accompanying schedules.

**TOWNSHIP OF MONTCLAIR
COUNTY OF ESSEX, NEW JERSEY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED DECEMBER 31, 2010**

Section I - Summary of Auditor's Results

Financial Statements

Type of auditor's report issued: Qualified

Internal control over financial reporting:

Material weakness(es) identified? ___ Yes √ No

Deficiency(ies) identified? √ Yes ___ None Reported

Noncompliance material to financial statements noted? ___ Yes √ No

Federal Awards

Internal Control over major programs:

Material weakness(es) identified? ___ Yes √ No

Deficiency(ies) identified? ___ Yes √ None Reported

Type of auditor's report issued on compliance for major programs: Unqualified

Any audit findings disclosed that are required to be reported in accordance with OMB Circular 04-04 and listed in Section III of the Schedule? ___ Yes √ No

Identification of major federal programs:

<u>CFDA Number(s)</u>	<u>Name of Federal Program or Cluster</u>
14.218	Community Development Block Grant
14.856	Direct Award - Section "8" Housing*

Dollar threshold used to distinguish between Type A and Type B Programs: \$300,000.00

Auditee qualified as low-risk auditee? √ Yes ___ No

*Subject to a separate report.

TOWNSHIP OF MONTCLAIR
COUNTY OF ESSEX, NEW JERSEY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED DECEMBER 31, 2010
(Continued)

Section II - Financial Statement Findings

Finding #2010-1:

Condition:

Cash reconciliations for the accounts of the Payroll Fund were not reconciled by Township employees.

Criteria:

Regulations of the Division of Local Government Services require that all bank accounts be reconciled on a monthly basis.

Effect:

Unauthorized expenditures would not be detected if appropriate reconciliations of all Payroll Fund bank accounts are not prepared.

Recommendation:

That cash reconciliations for the Payroll Fund bank accounts be prepared and filed on a monthly basis.

Response:

Effort will be made to reconcile all Payroll Fund bank accounts.

Section III - Federal Awards and State Financial Assistance Findings and Questioned Costs

Federal Awards

None Reported

State Awards

None Reported

**TOWNSHIP OF MONTCLAIR
COUNTY OF ESSEX, NEW JERSEY
SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS
YEAR ENDED DECEMBER 31, 2010**

Federal Awards

There were no prior year audit findings for Federal Award Programs.

State Awards

There were no prior year audit findings for State Financial Assistance.

TOWNSHIP OF MONTCLAIR

OFFICIALS IN OFFICE AND REPORT ON SURETY BONDS

The following officials were in office on December 31, 2010:

<u>Name</u>	<u>Title</u>	<u>Amount of Bond</u>
<u>Township Council</u>		
Jerry Fried	Mayor	\$
Roger Terry	Deputy Mayor	
Renee Baskerville	Councilor	
Richard Murnick	Councilor	
Cary Africk	Councilor	
Nick Lewis	Councilor	
Kathryn Weller	Councilor	
<u>Other Officials</u>		
Marc D. Dashield	Township Manager from 2-01-10	
Gordon L. Stelter	Chief Financial Officer	125,000.00 (1)
Linda S. Wanat	Municipal Clerk	
Anthony Blasi	Township Comptroller	125,000.00 (1)
Maureen A. Montesano	Collector of Taxes, Water Rents and Sewer Charges	503,000.00 (2)
Tracy A. Ottey	Supervisor of Water Administration	100,000.00 (1)
Joan Kozeniesky	Tax Assessor	
Richard H. Insley	Judge from 9-21-10	*
Nicholas Brindisi	Judge to 9-21-10	*
Joyce Hayes	Court Administrator	*
Ira Karasick	Township Attorney from 10-01-10	
Alan G. Trembulak	Township Attorney to 10-01-10	

Corporate surety of the bonds listed above:

- (1) Travelers Casualty and Surety Company of America
- (2) Fidelity and Deposit Company of Maryland

Court personnel were covered by an Employee Dishonesty Surety Bond issued by the Fidelity and Deposit Company of Maryland in the amount of \$90,000.00 per occurrence.

*An Employee Dishonesty Bond, issued by Garden State Municipal Joint Insurance Fund, covers each employee in the amount of \$1,000,000.00 per loss.

SAMUEL KLEIN AND COMPANY

CERTIFIED PUBLIC ACCOUNTANTS

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The Honorable Mayor and Members
of the Township Council
Township of Montclair
Montclair, New Jersey 07042

Mesdames and Gentlemen:

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

TOWNSHIP OF MONTCLAIR COUNTY OF ESSEX

for the years ended December 31, 2010 and December 31, 2009 and have issued our report thereon. As part of our audit, we reviewed and tested the municipality's system of internal accounting control to the extent we considered necessary to evaluate the system as required by auditing standards generally accepted in the United States of America; by the Division of Local Government Services of the Department of Community Affairs, State of New Jersey; by the *Government Auditing Standards* issued by the U.S. General Accounting Office; and by the provisions of the "Single Audit Act of 1984". Compliance requirements were also reviewed in accordance with the requirements of the aforementioned standards and guidelines or, where applicable, the terms and conditions of particular grant agreements and as approved by the Cognizant Audit Agency.

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

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

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

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

The statutory bidding threshold for the year 2010 was the sum of \$36,000.00 effective July 1, 2010 in accordance with the provisions of N.J.S.A. 40A:11-3a, based on the appointment of a qualified purchasing agent.

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

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

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

Service and Construction Contracts:

- Paving of George Street and Willard Place
- Construction of Street and Drainage Improvements on Various Streets
- Water Distribution System Improvements
- Tree Planting Services
- Construction of Quiet Zone Grade Crossing Improvements
- Construction of New Curbs, Drainage and Paving on Llewellyn Road
- Replastering of Essex Swimming Pool
- Inlet and Curb Reconstruction at Various Locations
- Construction of Leasehold Improvements for Rental Space Occupied by Neighborhood Child Care Center
- Video Inspection, Cleaning and Reconstruction of Township Sanitary Sewers
- Replacement of the Elevator in the Municipal Building
- Pumping Station Rehabilitation - Watchung Avenue
- Construction of New Traffic Signal at the Intersection of Elm, Washington and Union Streets
- Replacement of Library Carpet
- Reconstruction of the Library East Wall
- Tree and Stump Removal Services
- Construction of Street Improvements on Seneca Place and Potter Court

Materials and Supplies:

- Road Materials, Including Paving Materials, Stone and Sand

Vehicles and Equipment:

- 4 X 4 Truck with Snow Removal Equipment

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

It is also noted that certain contracts were awarded under the provisions of N.J.S.A. 40A:11-12, New Jersey State purchasing contracts.

Collection of Interest on Delinquent Taxes and Other Municipal Charges

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

The Governing Body, on June 24, 1980, adopted the following resolution authorizing interest to be charged on delinquent taxes as follows:

"BE IT RESOLVED by the Council of the Township of Montclair, in the County of Essex, that effective February 14, 1980, the rate of interest to be charged for delinquent real property taxes not in excess of \$1,500.00 shall be 8% per annum and until July 31, 1980, the rate of interest to be charged for delinquent real property taxes in excess of \$1,500.00 shall be 12% per annum. Commencing August 1, 1980 the rate of interest to be charged for delinquent real property taxes in excess of \$1,500.00 shall be 18% per annum. Interest shall not be charged on any delinquent real property taxes if payment of any installments due is made within the 10th calendar day following the date upon which the same became payable."

The Governing Body, on June 24, 1997, adopted the following resolution authorizing a penalty on delinquent taxes as follows:

"BE IT RESOLVED by the Council of the Township of Montclair, in the County of Essex, that the Tax Collector be and she hereby is authorized to fix and charge a penalty to every taxpayer with a delinquency in excess of \$10,000.00 at the rate of 6% of such delinquent amount in accordance with the above statute. This resolution shall take effect for such excesses occurring and commencing in the 1997 tax year."

The Governing Body, on October 4, 1988, adopted the following resolution authorizing interest to be charged on delinquent utility bills as follows:

"BE IT RESOLVED by the Council of the Township of Montclair, in the County of Essex, effective November 1, 1988, in accordance with N.J.S.A. 40:14B-41, there shall be a penalty of 1 ½% per month on the unpaid amounts imposed on all bills for water rent which remain unpaid for over 30 days from the date the bill was presented by the Water Bureau."

The Governing Body, on May 23, 2006, adopted Ordinance 6-34 authorizing interest to be charged on delinquent sewer utility bills as follows:

"All charges payable to the Township for connection to or use of the Township sewage system and all charges for connection with and use of the Township sewers and drains shall accrue interest from the time they become due at the same rate as taxes upon real estate in the Township and shall be a lien upon the premises connected until paid, and the Township shall have the same remedies for collection thereof, with interest, costs and penalties as it has by law for the collection of taxes upon real estate."

It appears from an examination of the Collector's records that interest was generally collected in accordance with the provisions of the foregoing resolutions and ordinance.

Delinquent Taxes and Tax Title Liens

Delinquent taxes, exclusive of 2010, in the sum of \$25,851.21 are summarized as follows:

<u>Year</u>	<u>Amount</u>
2009	<u>\$ 25,851.21</u>

A tax sale was held on October 19, 2010 and was complete.

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

<u>Year</u>	<u>Number of Liens</u>
2010	5
2009	4
2008	3

Recourse to all means provided by the statutes should be taken to realize or eliminate tax title liens through collection or foreclosure in order to return such property to a tax paying basis.

Verification of Delinquent Taxes and Other Charges

A test verification of delinquent balances and current payments was made in accordance with the regulations of the Division of Local Government Services, consisting of verification notices as follows:

<u>Type</u>	<u>Number of Confirmations Written</u>
Payments of 2010 and 2011 Taxes	185
Delinquent Taxes	12
Payments of Water and Sewer Utility Charges	185
Unpaid Water and Sewer Utility Charges	134
Tax Title Liens	<u>1</u>
	<u>517</u>

There were no exceptions developed in connection with our examination.

Petty Cash Fund

The Petty Cash Fund for the Water Utility was not returned to the Treasurer in accordance with regulations of the Division of Local Government Services.

It is recommended that the Petty Cash Fund for the Water Utility Fund be returned to the Treasurer at fiscal year end in accordance with regulations of the Division of Local Government Services.

Revenue Collecting Officials

Construction Code Official:

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

Foreclosed Property

A detailed list of foreclosed property was not available for audit review.

It is recommended that a detailed list of foreclosed property be available for audit review.

Accounts Receivable

Certain accounts receivable have remained open as of December 31, 2010 on the various balance sheets and are detailed as follows:

		<u>Amount</u>
Current Fund:	Revenue Accounts Receivable:	
	Payment in Lieu of Taxes:	
	RTD Management Corporation	
	(Lackawanna Plaza)	\$ 11,700.00
	Salvation Army - Shelter Rent	2,500.00
General Trust Fund:	Due from Montclair Public Library	444.83
	Due from Board of Education	4,626.14
	Due from Montclair Housing Agency	37,730.68
	Other Accounts Receivable	8,408.61
Parking Utility Capital Fund:	Due from Montclair Parking Authority	282,014.68

It is recommended that certain accounts receivable items be reviewed and a determination made as to collectibility or cancellation by Council resolution.

Federal and State Grant Fund

During our review it was noted that certain grant funds have not been realized, Exhibit A-17, or have not been fully expended, Exhibit A-39.

It is recommended that the Chief Financial Officer continue his review of certain grants and appropriate action taken as to their disposition.

Animal Shelter

During our review of the animal shelter, the following comments were noted:

- The cash receipts book for the animal shelter was not available for audit review.
- There is no fee ordinance for reclaims, surrenders, animal control services and adoptions.
- A change fund was established by withholding fees collected by the animal shelter. This change fund was not approved by resolution adopted by the Township Council.

The following recommendations are noted:

That a cash receipts book for the animal shelter be available for audit review.

That all fees collected by the animal shelter be approved by ordinance adopted by the Township Council.

That the change fund for the animal shelter be returned to the Treasurer and that a change fund be approved by resolution adopted by the Township Council.

Premiums on Tax Sales

A listing of premiums on tax sales as of December 31, 2010 did not agree to audit controls, as detailed in the following schedule:

Detail Listing	\$ 1,270,900.00
Cash Controls	<u>1,217,900.00</u>
Difference	<u>\$ 53,000.00</u>

It is recommended that the list of premiums on tax sales be reconciled to cash controls.

Developer's Escrow

A detailed list of developer's escrows was not available for audit review.

It is recommended that a detailed list for developer's escrows be available for audit review.

Outside Employment of Off-Duty Municipal Police and Firemen

Detailed lists of accounts receivable and payable for the outside employment of off-duty municipal police and firemen were not available for audit review.

It is recommended that detailed lists of accounts receivable and payable for the outside employment of off-duty municipal police and firemen be available for audit review.

It is further noted that fees charged for the use of off-duty police cars was not authorized by ordinance adopted by the Township Council.

It is recommended that an ordinance authorizing fees for the use of off-duty police cars be adopted by the Township Council.

Dedication by Rider

Certain accounts included on the balance sheet of the General Trust Fund may be subject to the provisions of Dedication by Rider, N.J.S. 40A:4-39. Specifically, these accounts are detailed as follows:

- Railroad Station Projects
- DARE Donation
- Child Fire Safety
- Body Armor Settlement
- Police Off-Duty
- Firemen Off-Duty
- National Nite Out
- Fire - Right-to-Know
- LEA - Penalty Account
- Bonsal Wildlife
- Hurricane Floyd Storm Damage Funds
- Edgemont Memorial
- Edgemont Playground
- Health Program
- Contribution for Public Memorials
- Crime Prevention
- Municipal Alliance Contribution
- Miscellaneous

It is recommended that resolutions be adopted by the Governing Body requesting approval for insertion of certain accounts in the Municipal Budget under the provisions of N.J.S. 40A:4-39, "Dedication by Rider".

Improvement Authorizations

The following improvement authorizations have had little or no activity for the past several years:

	<u>Ordinance Number</u>	<u>Unexpended Balance</u>	
		<u>Funded</u>	<u>Unfunded</u>
General Capital Fund:	98-11	\$137,797.27	\$
	00-06	7,931.64	541.40
	00-09	580.73	500.00
	00-10	3,934.19	500.00
	00-13		238.84
	00-29		542.48
Water Capital Fund:	99-14		411,927.40

It is recommended that certain improvement authorizations be reviewed and a determination made as to expenditure or cancellation by Council resolution.

Cash Deficits in Capital Funds

In accordance with regulations of the Local Finance Board, capital ordinances over five years old cannot finance expenditures from cash not provided from its own resources. As of the date of this report, the following ordinances, over five years old, have cash deficits:

	<u>Year</u>	<u>Ordinance Number</u>	<u>Cash Deficit</u>
General Capital Fund:	2000	00-13	\$ 261.16
	2000	00-29	6,503.52
	2001	01-05	300.00
	2002	02-11	114,234.69
	2002	02-41	4,500.00
	2003	03-08	121,868.90
	2004	04-09	7,400.87
	2004	04-20	15,326.00
	2004	04-35	2,606.89
	2004	04-49	134,581.74
	2005	05-15	38,693.17
	2005	05-37	476.93
Water Capital Fund:	2002	02-34	27,656.77

It is recommended that General Capital Fund and Water Capital Fund ordinances be financed through the issuance of bonds, bond anticipation notes or funded by budget appropriations.

Montclair Early Childhood Corporation - Loan

On March 3, 1998, the Township of Montclair awarded a loan to the Montclair Early Childhood Corporation (MECC), a nonprofit corporation duly organized, in the principal sum of up to \$2,400,000.00. On January 1, 2000, the Township of Montclair sold \$14,210,000.00 of General Obligation Bonds of which \$2,400,000.00 was loaned to the MECC. Under the terms of the Loan Agreement, the MECC was required to make payments to the Township sufficient to pay the principal and interest due under the Township debt schedule no later than five (5) business days prior to the date when such payments are due. Interest shall be calculated in the manner set forth in the bond sale agreement.

A schedule of annual debt service for principal and interest payable to the Township of Montclair is detailed below:

<u>Calendar Year</u>	<u>MECC - Loan Receivable</u>	
	<u>Principal</u>	<u>Interest</u>
2008	\$ 254,000.00	\$ 89,582.00
2009	254,000.00	75,866.00
2010	254,000.00	61,896.00
2011	254,000.00	47,926.00
2012	254,000.00	33,956.00
2013	254,000.00	20,240.00
2014	114,000.00	6,270.00
	<u>\$1,638,000.00</u>	<u>\$ 335,736.00</u>

The Township has not received any payments since 2007.

It is recommended that certain accounts receivable due from the Montclair Early Childhood Corporation be reviewed and a determination made as to collectibility.

Payroll Fund

During 2010, the Township of Montclair contracted with ADP to be the third party payroll service provider. ADP has the authority to withdraw funds from Township accounts and transfer these funds to their own accounts for the purpose of the payment to certain agencies with regard to payroll deductions.

An audit of the service provider's payroll account was not provided to the Township nor did our staff prepare such an audit. We did review certain records provided to the Township. It should be noted however, that we could not verify required payments of Federal and State agencies made by the service provider.

The Local Finance Board has adopted rules and regulations regarding third-party payroll vendors which are summarized in N.J.A.C. 5:30-17 and further provides authority for local governments to hire payroll service vendors to disburse funds to payroll agencies on behalf of the local unit.

In addition, Local Finance Notice 2009-18 has offered additional safeguards with respect to third-party payroll services.

A contractual agreement must exist between the municipality and the third party payroll provider detailing certain terms and conditions as required by N.J.A.C. 5:30-17.6. A copy of this agreement with ADP was not available for audit review.

Cash reconciliations for the years 2007, 2008, 2009 and 2010 have not been prepared.

A cash receipts and disbursements journal was not maintained.

A list of payroll deductions payable was not available for audit review.

The following recommendations with respect to the Payroll Fund are noted as follows:

That a contractual agreement with ADP for third party payroll services be available for audit review.

That cash reconciliations for the Payroll Fund bank accounts be prepared and filed on a monthly basis.

That a Payroll Fund cash receipts and disbursements journal be established and maintained.

That a list of payroll deductions payable be available for audit review.

Retiree Contributions

According to the policy adopted by the Township of Montclair, eligible employees are entitled to health care benefits after retirement. Employees are responsible for paying twenty percent of the premiums. During 2010, no payments were received from any of the retirees.

It is recommended that the policy for retiree contributions be reviewed and a determination made as to collectibility.

Municipal Court

A statutory report on the operations of the Municipal Court has been prepared and copies filed with the New Jersey Administrative Office of the Courts, the Division of Local Government Services, the Municipal Court and the Township Clerk.

Collections of the Court are summarized as follows:

	<u>Balance Dec. 31, 2009</u>	<u>Collections</u>	<u>Disbursements</u>	<u>Balance Dec. 31, 2010</u>
Fines and Costs:				
Township	\$ 125,613.83	\$ 1,559,949.97	\$ 1,577,543.66	\$ 108,020.14
County	34,381.50	337,309.71	349,717.21	21,974.00
State	80,100.77	966,337.71	981,749.62	64,688.86
Cash Bail	31,040.00	404,208.50	392,288.50	42,960.00
Other Agencies and Sources	<u>5,418.63</u>	<u>77,177.94</u>	<u>78,849.63</u>	<u>3,746.94</u>
	<u>\$ 276,554.73</u>	<u>\$ 3,344,983.83</u>	<u>\$ 3,380,148.62</u>	<u>\$ 241,389.94</u>

Comments and the resultant recommendations relating to the Municipal Court are detailed as follows:

Amounts due to the Township Treasurer as of December 31, 2010 were not in agreement with the January 2011 payment, detailed as follows:

	<u>Balance Dec. 31, 2010</u>	<u>January Payment</u>	<u>Under/ (Over) Payment</u>
Due to the Township	<u>\$ 108,020.14</u>	<u>\$ 107,815.14</u>	<u>\$ 205.00</u>

The report "Tickets Assigned but Not Issued" listed 188 unissued tickets in excess of six months.

The report "Tickets Issued Monthly but Not Assigned" listed 72 unassigned tickets.

The following recommendations are noted:

That payments made to the Township be adjusted in the next fiscal year for a prior year underpayment.

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

Corrective Action Plan

In accordance with the requirements of the Single Audit Act and regulations of the Division of Local Government Services, a Corrective Action Plan must be prepared by the Chief Financial Officer and filed with the Division within sixty days from the date the audit is received by the Governing Body.

A Corrective Action Plan was prepared and filed by the Chief Financial Officer.

Status of Prior Years' Audit Recommendations

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

That cash reconciliations for the Payroll Fund bank accounts be prepared and filed on a monthly basis.

Miscellaneous

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

Examination of the Free Public Library is the subject of a separate report.

Revenue and receipts were established and verified as to sources and amounts only insofar as the local records permitted.

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

Individual payments of the Local School District Tax by Municipality were confirmed as received by the Secretary of the Board of Education for the year 2010.

The propriety of deductions for pensions, withholding tax, social security and other purposes from employees' individual salaries were tested.

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

One copy of this report was filed with the New Jersey Division of Local Government Services in the Department of Community Affairs.

RECOMMENDATIONS

That the Petty Cash Fund for the Water Utility Fund be returned to the Treasurer at fiscal year end in accordance with regulations of the Division of Local Government Services.

That a detailed list of foreclosed property be available for audit review.

That certain accounts receivable items be reviewed and a determination made as to collectibility or cancellation by Council resolution.

That the Chief Financial Officer continue his review of certain grants and appropriate action taken as to their disposition.

That a cash receipts book for the animal shelter be available for audit review.

That all fees collected by the animal shelter be approved by ordinance adopted by the Township Council.

That the change fund for the animal shelter be returned to the Treasurer and that a change fund be approved by resolution adopted by the Township Council.

That the list of premiums on tax sales be reconciled to cash controls.

That a detailed list for developer's escrows be available for audit review.

That detailed lists of accounts receivable and payable for the outside employment of off-duty municipal police and firemen be available for audit review.

That an ordinance authorizing fees for the use of off-duty police cars be adopted by the Township Council.

That resolutions be adopted by the Governing Body requesting approval for insertion of certain accounts in the Municipal Budget under the provisions of N.J.S. 40A:4-39, "Dedication by Rider".

That certain improvement authorizations be reviewed and a determination made as to expenditure or cancellation by Council resolution.

That General Capital Fund and Water Capital Fund ordinances be financed through the issuance of bonds, bond anticipation notes or funded by budget appropriations.

That certain accounts receivable due from the Montclair Early Childhood Corporation be reviewed and a determination made as to collectibility.

That a contractual agreement with ADP for third party payroll services be available for audit review.

That cash reconciliations for the Payroll Fund bank accounts be prepared and filed on a monthly basis.

That a Payroll Fund cash receipts and disbursements journal be established and maintained.

That a list of payroll deductions payable be available for audit review.

That the policy for retiree contributions be reviewed and a determination made as to collectibility.

That payments made to the Township be adjusted in the next fiscal year for a prior year underpayment.

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

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

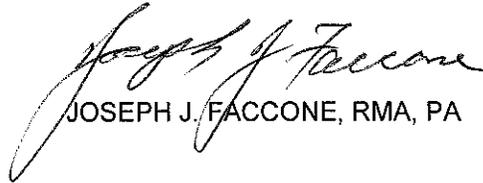
We shall be pleased to confer with the Mayor and Township Council on questions that might arise with respect to any matters in this report.

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

Respectfully submitted,

A handwritten signature in cursive script that reads "Samuel Klein and Company".

SAMUEL KLEIN AND COMPANY
CERTIFIED PUBLIC ACCOUNTANTS

A handwritten signature in cursive script that reads "Joseph J. Faccione".
JOSEPH J. FACCONI, RMA, PA

Newark, New Jersey
October 7, 2011

