

Independent Auditors' Report
The accompanying financial statements are based on an audit of the financial statements of the Township of East Amwell, New Jersey, conducted in accordance with Government Auditing Standards.

TOWNSHIP OF EAST AMWELL

County of Hunterdon

Report of Audit

December 31, 2010 and 2009

With Independent Auditors' Report

**Township of East Amwell
County of Hunterdon
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December 31, 2010 and 2009**

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Independent Auditors' Report on Audit of the Financial Statements

To the Honorable Mayor & Members of the Township Committee
Township of East Amwell

We have audited the accompanying financial statements-regulatory basis of the individual funds of the Township of East Amwell, ("the Township"), as of and for the years ended December 31, 2010 and 2009, as listed in the foregoing table of contents. These financial statements are the responsibility of the management of the Township. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States; and in compliance with audit requirements 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 audits provide a reasonable basis for our opinion.

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

In our opinion, because of the effects on the financial statements of the requirement that the Township prepare its financial statements in accordance with the accounting practices discussed in the preceding paragraph, the financial statements referred to above do not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the various funds of the Township of East Amwell, County of Hunterdon, State of New Jersey as of December 31, 2010 and 2009, or the results of its operations and changes in fund balance for the years then ended.



Furthermore, in our opinion, the financial statements referred to above present fairly, in all material respects, the financial position—regulatory basis of the various funds of the Township of East Amwell, County of Hunterdon, State of New Jersey as of December 31, 2010 and 2009, and the results of its operations and the changes in fund balances—regulatory basis of the individual funds for the years then ended and the revenues, expenditures and fund balances—regulatory basis for the year ended December 31, 2010, in conformity with accounting principles and practices prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey as described in Note 1.

In accordance with Government Auditing Standards, we have also issued our report dated June 15, 2011 on our consideration of the Township's internal control over financial reporting and on our tests 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 read in conjunction with this report in considering the results of our audit.

Our audits were conducted for the purpose of forming opinions on the financial statements—regulatory basis that collectively comprise the Township's basic financial statements as a whole. The accompanying supplemental schedules and information of the individual funds listed in the foregoing table of contents are presented for purposes of additional analysis and are not required parts of the basic financial statements. Such schedules and information have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects, in relation to the basic financial statements taken as a whole, on the regulatory basis described in Note 1.

Charles M. Case RMA # 54
Withum Smith + Brown, P.C.
June 15, 2011



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Independent Auditors' Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed In Accordance With Government Auditing Standards

To the Honorable Mayor & Members of the Township Committee
Township of East Amwell

We have audited the financial statements-regulatory basis of the Township of East Amwell, ("the Township"), as of and for the year ended December 31, 2010, and have issued our report thereon dated June 15, 2011. Our report disclosed that, as described in Note 1 to the financial statements, the Township prepares its financial statements in conformity with accounting practices prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, which differ from accounting principles generally accepted in the United States of America. 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 prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey.

Internal Control Over Financial Reporting

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

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

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



Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Township'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 that we reported to the management of the Township in a separate letter dated June 15, 2011.

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

Charles M. Case RMA # 54

Withum Smith + Brown, P.C.

June 15, 2011

The following information is provided for the purpose of supplementing the financial statements and should be read in conjunction with the financial statements. The information is presented in the same order as the financial statements. The information is presented in the same order as the financial statements. The information is presented in the same order as the financial statements.

The following information is provided for the purpose of supplementing the financial statements and should be read in conjunction with the financial statements. The information is presented in the same order as the financial statements. The information is presented in the same order as the financial statements.

12/31/2011
12/31/2010

Financial Statements

Township of East Amwell

County of Hunterdon

2010

Current Fund

**Township of East Amwell
County of Hunterdon
Current Fund
Comparative Balance Sheets-Regulatory Basis
December 31, 2010 and 2009**

			A -1-
	Reference	2010	2009
Assets			
Regular Fund:			
Cash - Treasurer	A-4	\$ 3,661,549.72	\$ 3,754,715.57
Cash - Petty Cash Fund		175.00	175.00
Cash - Change Funds		75.00	75.00
Due from State of NJ-Senior Citizens and Veterans Deductions		1,000.00	714.55
		<u>3,662,799.72</u>	<u>3,755,680.12</u>
Receivables with Offsetting Reserves:			
Delinquent Property Taxes Receivable	A-5	231,799.55	257,212.07
Tax Title Liens Receivable	A-6	4,612.95	4,493.09
Property Acquired for Taxes - Assessed Valuation	A-7	22,300.00	22,300.00
Revenue Accounts Receivable	A-8	2,357.51	1,660.72
Due from Other Trust Funds	B		48.73
Due from Animal Control Trust	B	20.00	
Due from Capital Fund	C	0.39	1.66
Due from West Amwell Township			7,391.82
	A	<u>261,090.40</u>	<u>293,108.09</u>
		<u>3,923,890.12</u>	<u>4,048,788.21</u>
Federal and State Grant Fund:			
Cash	A-4	64,874.71	95,352.96
		<u>64,874.71</u>	<u>95,352.96</u>
		<u>\$ 3,988,764.83</u>	<u>\$ 4,144,141.17</u>

The Notes to the Financial Statements are an integral part of these statements.

**Township of East Amwell
County of Hunterdon
Current Fund
Comparative Balance Sheets-Regulatory Basis
December 31, 2010 and 2009**

	Reference	2010	2009
A			
-2-			
Liabilities, Reserves and Fund Balance			
Regular Fund:			
Liabilities:			
Appropriation Reserves	A-3, A-9	\$ 25,839.34	\$ 49,609.94
Reserve for Encumbrances	A-3, A-9	23,107.44	56,003.25
Taxes Collected in Advance		122,831.95	119,819.00
Reserve for Garden State Trust Fund		17,407.00	26,110.83
Due to Open Space Trust Fund	B	1,520.87	385.02
Due to Other Trust Funds	B	27.63	
Due to State to NJ-Uniform Construction Fees			1,075.00
Due to State of NJ-Marriage Licenses		50.00	75.00
Due to County for Added and Omitted Taxes		13,644.12	3,427.63
Local District School Taxes Payable	A-10	1,945,815.54	1,877,247.59
Regional High School Taxes Payable	A-11	1,185,576.74	1,241,092.08
		<u>3,335,820.63</u>	<u>3,374,845.34</u>
Reserve for Receivables and Other Assets	A	261,090.40	293,108.09
Fund Balance	A-1	326,979.09	380,834.78
		<u>3,923,890.12</u>	<u>4,048,788.21</u>
Federal and State Grant Fund:			
Appropriated Reserves	A-13	62,865.18	95,352.96
Unappropriated Reserves	A-14	2,009.53	
		<u>64,874.71</u>	<u>95,352.96</u>
		<u>\$ 3,988,764.83</u>	<u>\$ 4,144,141.17</u>

The Notes to Financial Statements are an integral part of these statements.

**Township of East Amwell
County of Hunterdon
Current Fund
Comparative Statements of Operations and Change in Fund Balance-Regulatory Basis
Years Ended December 31, 2010 and 2009**

	A-1	
	2010	2009
Revenue and Other Income		
Fund Balance Utilized	\$ 230,300.00	\$ 375,000.00
Miscellaneous Revenue Anticipated	946,433.39	1,108,910.05
Receipts from Delinquent Taxes	257,212.07	240,265.29
Receipts from Current Taxes	14,357,076.83	14,207,423.30
Non-Budget Revenue	31,879.67	9,476.88
Other Credits to Income:		
Unexpended Balances of Appropriation Reserves and Reserve for Encumbrances	25,992.85	40,025.66
Interfund Receivables Realized	46.53	
Due from West Amwell Township	7,391.82	
Tax Overpayments Cancelled	2.35	1.07
	<u>15,856,335.51</u>	<u>15,981,102.25</u>
Expenditures		
Budget Appropriations:		
Operations Within "CAPS":		
Salaries and Wages	600,718.00	659,678.00
Other Expenses	608,166.00	668,714.00
Deferred Charges and Statutory Expenditures - Municipal	99,613.67	100,432.00
Operations Excluded From "CAPS" Operations:		
Salaries and Wages	4,820.00	5,150.00
Other Expenses	80,601.18	65,767.19
Capital Improvements	270,000.00	350,000.00
Municipal Debt Service	673,332.47	582,692.47
Deferred Charges -Municipal		35,000.00
Municipal Open Space Tax	316,350.87	316,520.02
Fire District Tax	184,483.00	184,424.00
County Taxes	2,769,572.79	2,780,227.24
Due to County for Added and Omitted Taxes	13,644.12	3,427.63
Local District School Tax	6,487,349.00	6,322,072.00
Regional High School Tax	3,570,940.10	3,681,970.71
Due from West Amwell Township		7,391.82
Refund Prior Year Revenue	300.00	1,660.00
	<u>15,679,891.20</u>	<u>15,765,127.08</u>
Excess In Revenue	176,444.31	215,975.17
Fund Balance, January 1	380,834.78	539,859.61
	<u>557,279.09</u>	<u>755,834.78</u>
Decrease - Utilization as Anticipated Revenue	230,300.00	375,000.00
Fund Balance, December 31	<u>\$ 326,979.09</u>	<u>\$ 380,834.78</u>

The Notes to Financial Statements are an integral part of these statements.

Township of East Amwell
County of Hunterdon
Current Fund
Statement of Revenues-Regulatory Basis
Year Ended December 31, 2010

A-2
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	Anticipated		Excess (Deficit)
	Budget	Special NJSA 40A:4-87	
Fund Balance Anticipated	\$ 230,300.00	\$	\$ 230,300.00
Miscellaneous Revenues:			
Licenses:			
Alcoholic Beverages	2,400.00		2,472.00
Fees and Permits	31,400.00		22,100.00
Fines and Costs:			
Municipal Court	20,000.00		30,012.71
Interest and Costs on Taxes	68,700.00		67,562.18
Interest on Investments and Deposits	99,940.00		44,697.99
Rental Municipal Building	5,275.00		4,360.00
Consolidated Munc. Property Tax Relief Aid	35,667.00		35,667.00
Energy Receipts Tax (P.L. 1997, Chp. 162 & 167)	266,513.00		266,513.00
Garden State Preservation Trust Fund	26,110.83		26,110.83
Uniform Construction Code Fees	30,000.00		31,886.00
Clean Communities Program	12,395.18		12,395.18
Hunterdon County Open Space, Recreation, Farmland and Historic Preservation Trust Fund-Municipal Grants Program	36,780.00		36,780.00
SNJDOT Grant-Back Brook Road	160,000.00		160,000.00
Employee Contribution for Health Care Benefits	3,444.00		5,876.50
Reserve for Kanack/Harrison Payment of Debt	619.90		619.90
Reserve for Kanack Payment of Debt	199,380.10		199,380.10
	<u>998,625.01</u>		<u>946,433.39</u>
Receipts from Delinquent Taxes	<u>257,000.00</u>		<u>257,212.07</u>
Amounts to be Raised by Taxes for Support of Municipal Budget:			
Local Tax for Municipal Purposes	<u>1,182,870.58</u>		<u>1,293,964.69</u>
Budget Totals	<u>2,668,795.59</u>		<u>2,727,910.15</u>
Non-Budget Revenue			<u>31,879.67</u>
	<u>\$ 2,668,795.59</u>	<u>\$</u>	<u>\$ 2,759,789.82</u>
			<u>\$ 90,994.23</u>

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

Township of East Amwell
 County of Hunterdon
 Current Fund
 Statement of Revenues-Regulatory Basis
 Year Ended December 31, 2010

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Allocation of Current Tax Collections

Collections Realized		\$ 14,357,076.83
Allocated to:		
Municipal Open Space Tax	\$ 316,350.87	
Fire District Tax	184,483.00	
County Taxes	2,769,572.79	
County Share of Added and Omitted Taxes	13,644.12	
Local District School Tax	6,487,349.00	
Regional High School Tax	3,570,940.10	
		<u>13,342,339.88</u>
Balance for Support of Budget Appropriations		1,014,736.95
Increased by: Appropriation - Reserve for Uncollected Taxes		<u>279,227.74</u>
Amount for Support of Municipal Budget Appropriations		<u>\$ 1,293,964.69</u>

Analysis of Fees and Permits - Other

Treasurer:		
Board of Adjustment	\$ 200.00	
Board of Health	18,805.00	
Clean Up Day	1,830.00	
Code of Township & Sourland Mountain Plan	25.00	
Driveway Permit	70.00	
Planning Board	450.00	
Registrar of Vital Statistics	30.00	
Smoke Detectors	690.00	
		<u>\$ 22,100.00</u>

Township of East Amwell
 County of Hunterdon
 Current Fund
 Statement of Revenues-Regulatory Basis
 Year Ended December 31, 2010

A-2
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Analysis of Non-Budget Revenue

Appropriation Refunds-2009	\$ 790.33
Cable Franchise Renewal	15,000.00
Cable TV Franchise Fee	3,554.38
Certified Lists	200.00
Clean Community Recycling	259.20
Clerk - Various	721.38
County of Hunterdon-Poll Rent	400.00
Energy Refund	4,586.00
Insurance Refund	4,170.00
Miscellaneous - Collector	80.00
Miscellaneous-Treasurer	367.09
Motor Vehicle Inspection Fine	797.00
Prior Year's Voided Checks	60.00
State of NJ-Vets & Senior Citizens Admin. Fee	894.29
	<hr/>
	<u>\$ 31,879.67</u>

Township of East Amwell
 County of Hunterdon
 Current Fund
 Statement of Expenditures-Regulatory Basis
 Year Ended December 31, 2010

A-3
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	Appropriations		Expended		Unexpended Balance Cancelled
	Budget	Budget After Modification	Paid or Charged	Reserved	
OPERATIONS - WITHIN "CAPS"					
GENERAL GOVERNMENT FUNCTIONS:					
General Administration:					
Salaries and Wages	\$ 91,880.00	\$ 91,880.00	\$ 86,849.20	\$ 1,030.80	\$ 4,000.00
Other Expenses	36,500.00	36,500.00	27,860.32	2,639.68	6,000.00
Mayor and Committee:					
Salaries and Wages	9,503.00	9,503.00	9,503.00		
Other Expenses	100.00	100.00	95.00	5.00	
Municipal Clerk:					
Salaries and Wages	60,127.00	60,127.00	58,577.07	0.93	1,549.00
Other Expenses	6,000.00	7,000.00	6,566.12	183.88	250.00
Financial Administration:					
Salaries and Wages	34,922.00	34,922.00	34,460.80	161.20	300.00
Other Expenses	6,500.00	6,450.00	6,447.00	3.00	
Audit Services:					
Other Expenses	21,600.00	21,600.00	21,600.00		
Revenue Administration:					
Salaries and Wages	35,250.00	35,120.00	35,038.55	0.45	81.00
Other Expenses	7,800.00	7,800.00	7,523.40	1.60	275.00
Tax Assessment Administration:					
Salaries and Wages	29,137.00	29,317.00	29,317.00		
Other Expenses	6,500.00	6,500.00	5,519.86	980.14	
Legal Services:					
Other Expenses	42,500.00	46,500.00	44,887.55	1,612.45	
Agricultural Advisory Committee:					
Salaries and Wages	700.00	700.00	265.72	34.28	400.00
Other Expenses	100.00	100.00	31.75	0.25	68.00
Engineering Services:					
Other Expenses	11,000.00	8,000.00	4,196.50	803.50	3,000.00
Historical Sites Office:					
Salaries and Wages	600.00	600.00	449.40	50.60	100.00
Other Expenses	1,000.00	1,000.00	775.21	224.79	
LAND USE ADMINISTRATION:					
Planning Board:					
Salaries and Wages	16,000.00	16,000.00	15,627.24	372.76	
Other Expenses	20,000.00	20,000.00	15,029.54	2,470.46	2,500.00
Zoning Board of Adjustment:					
Salaries and Wages	27,745.00	27,745.00	27,114.64	130.36	500.00
Other Expenses	6,000.00	6,000.00	2,399.26	600.74	3,000.00
INSURANCE:					
General Liability Insurance	75,950.00	74,450.00	74,261.00	4.00	185.00
Workmens Compensation Insurance	31,543.00	31,543.00	31,543.00		
Employee Group Health Insurance	144,494.00	144,494.00	143,758.22	735.78	
PUBLIC SAFETY FUNCTIONS:					
Office of Emergency Management:					
Other Expenses	1,000.00	1,000.00			1,000.00
Aid to Volunteer Ambulance Companies					
Fire Prevention Bureau:	29,000.00	29,000.00	29,000.00		
Salaries and Wages	600.00	600.00	550.00	50.00	
Other Expenses	150.00	150.00	108.28	41.72	
Municipal Court:					
Salaries and Wages	33,483.00	33,483.00	33,463.00	20.00	
Other Expenses	7,700.00	7,700.00	6,443.75	56.25	1,200.00
Public Defender (P.L. 1997, C.256):					
Salaries and Wages	908.00	908.00	385.50	0.50	522.00
Municipal Prosecutors Office:					
Salaries and Wages	11,046.00	11,046.00	11,046.00		

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

Township of East Amwell
 County of Hunterdon
 Current Fund
 Statement of Expenditures-Regulatory Basis
 Year Ended December 31, 2010

A-3
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	Appropriations		Expended		Unexpended Balance Cancelled
	Budget	Budget After Modification	Paid or Charged	Reserved	
OPERATIONS - WITHIN "CAPS"					
PUBLIC WORKS FUNCTIONS:					
Streets and Roads Maintenance:					
Salaries and Wages	\$ 192,658.00	\$ 197,658.00	\$ 194,662.60	\$ 2,995.40	\$
Other Expenses	59,400.00	54,400.00	52,222.54	2,177.46	
Solid Waste Collection:					
Salaries and Wages	1,800.00	1,800.00	1,365.90	134.10	300.00
Other Expenses	5,450.00	3,950.00	2,719.94	480.06	750.00
Vehicle Maintenance:					
Other Expenses	12,750.00	14,750.00	13,481.20	518.80	750.00
Buildings and Grounds:					
Other Expenses	28,000.00	23,500.00	18,416.83	1,383.17	3,700.00
HUMAN SERVICES:					
Public Health Services:					
Salaries and Wages	16,100.00	16,100.00	15,172.26	127.74	800.00
Other Expenses	24,200.00	24,200.00	14,468.69	1,531.31	8,200.00
Environmental Health Services:					
Salaries and Wages	2,200.00	2,200.00	1,593.55	106.45	500.00
Other Expenses	2,000.00	2,000.00	1,675.42	164.58	160.00
Welfare/Admin of Public Assistance:					
Salaries and Wages	2,515.00	2,515.00	2,513.00		2.00
Other Expenses	400.00	400.00	20.54	129.46	250.00
Contribution to Social Service Agencies-Statutory:					
Other Expenses	750.00	750.00	750.00		
RECREATION AND EDUCATION:					
Recreation Services & Programs:					
Salaries and Wages	5,920.00	5,920.00	5,874.54	45.46	
Other Expenses	8,400.00	8,400.00	7,144.66	505.34	750.00
UNIFORM CONSTRUCTION CODE					
Approp Offset by Ded Revs (NJAC 5:23-4.17):					
Uniform Construction Code Enforcement Function:					
Salaries and Wages	32,250.00	32,250.00	32,227.95	0.05	22.00
Other Expenses	2,000.00	2,000.00	1,363.50	0.50	636.00
UTILITY EXPENSES AND BULK PURCHASES:					
Electricity	21,000.00	21,000.00	16,353.09	646.91	4,000.00
Street Lighting	4,600.00	4,600.00	4,523.01	76.99	
Telephone	9,700.00	9,700.00	8,989.19	213.81	497.00
Fuel Oil	5,200.00	5,200.00	4,056.49	1,143.51	
Gasoline	12,000.00	14,000.00	12,765.91	1,234.09	
Total Operations Within "CAPS"	1,256,631.00	1,255,131.00	1,183,053.69	25,830.31	46,247.00
Contingent					
Total Operations Including Contingent - Within "CAPS"	1,256,631.00	1,255,131.00	1,183,053.69	25,830.31	46,247.00
DETAIL:					
Salaries and Wages	604,744.00	609,794.00	595,506.92	5,211.08	9,076.00
Other Expenses - (Including Contingent)	651,887.00	645,337.00	587,546.77	20,619.23	37,171.00

Township of East Amwell
 County of Hunterdon
 Current Fund
 Statement of Expenditures-Regulatory Basis
 Year Ended December 31, 2010

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	Appropriations		Expended		Unexpended Balance Cancelled
	Budget	Budget After Modification	Paid or Charged	Reserved	
OPERATIONS - WITHIN "CAPS"					
DEFERRED CHARGES AND STATUTORY EXPENDITURES - MUNICIPAL WITHIN "CAPS"					
Deferred Charges:					
Prior Year Bills: 2008 Hopewell Valley Engineering	\$ 1,851.67	\$ 1,851.67	\$ 1,851.67	\$	\$
Statutory Expenditures:					
Contribution to:					
Social Security System (O.A.S.I.)	48,000.00	48,000.00	47,599.52	0.48	400.00
Public Employees Retirement System	45,842.00	45,842.00	45,842.00		
Defined Contribution Retirement Program	100.00	100.00			100.00
Unemployment Insurance	2,500.00	2,500.00	2,500.00		
Compensation Plan:					
Other Expenses	1,820.00	1,820.00	1,820.00		
Total Deferred Charges & Statutory Expenditures -Municipal Within "CAPS"	100,113.67	100,113.67	99,613.19	0.48	500.00
Total General Appropriations for Municipal Purposes Within "CAPS"	1,356,744.67	1,355,244.67	1,282,666.88	25,830.79	46,747.00
OPERATIONS - EXCLUDED FROM "CAPS"					
NJPDES Stormwater Permit (N.J.S.A. 40A: 4-45.3 (cc))					
Public Health Services:					
Other Expenses	2,500.00	4,000.00	3,522.25	7.75	470.00
Insurance (N.J.S.A. 40A: 4-45.3(00))					
Employee Group Health Insurance	5,231.00	5,231.00	5,231.00		
Affordable Housing Agency:					
Salaries and Wages	8,320.00	8,320.00	4,820.00		3,500.00
Other Expenses	1,500.00	1,500.00			1,500.00
Recycling Enhancement Act (P.L. 2007 C311)	100.00	100.00	50.20	0.80	49.00
Statutory Expenditures:					
Contributions to:					
Public Employees Retirement System	11,124.00	11,124.00	11,124.00		
Shared Service Agreements					
With Raritan Township:					
Police:					
Other Expenses	10,000.00	10,000.00	10,000.00		
PUBLIC AND PRIVATE PROGRAMS OFFSET BY REVENUES					
Clean Communities Program:					
Other Expenses	12,395.18	12,395.18	12,395.18		
Hunterdon County Open Space, Recreation, Farmland and Historic Preservation Trust Fund - Municipal					
Grants Program	36,780.00	36,780.00	36,780.00		
SFSP Fire District Payment	1,490.00	1,490.00	1,490.00		
Matching Funds for Grants	50.00	50.00			50.00
Total Operations - Excluded from "CAPS"	89,490.18	90,990.18	85,412.63	8.55	5,569.00
Detail:					
Salaries and Wages	8,320.00	8,320.00	4,820.00		3,500.00
Other Expenses	81,170.18	82,670.18	80,592.63	8.55	2,069.00

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

Township of East Amwell
County of Hunterdon
Current Fund
Statement of Expenditures-Regulatory Basis
Year Ended December 31, 2010

A-3
-4-

	Appropriations		Expended		Unexpended Balance Cancelled
	Budget	Budget After Modification	Paid or Charged	Reserved	
PUBLIC AND PRIVATE PROGRAMS OFFSET BY REVENUES					
CAPITAL IMPROVEMENTS - EXCLUDED FROM "CAPS"					
Capital Improvement Fund	\$ 110,000.00	\$ 110,000.00	\$ 110,000.00	\$	\$
New Jersey Transportation Trust Fund Authority	160,000.00	160,000.00	160,000.00		
Total Capital Improvements	270,000.00	270,000.00	270,000.00		
OPERATIONS - EXCLUDED FROM "CAPS"					
MUNICIPAL DEBT SERVICE:					
Payment of Bond Principal	300,000.00	300,000.00	300,000.00		
Payment of Bond Anticipation Notes and Capital Notes	110,000.00	110,000.00	110,000.00		
Interest on Bonds	211,593.00	211,593.00	211,592.50		0.50
Interest on Notes	16,900.00	16,900.00	16,900.00		
Loan Repayments for Principal and Interest	34,840.00	34,840.00	34,839.97		0.03
Total Municipal Debt Service	673,333.00	673,333.00	673,332.47		0.53
Total General Appropriations for Municipal Purposes Excluded from "CAPS"	1,032,823.18	1,034,323.18	1,028,745.10	8.55	5,569.53
Subtotal General Appropriations	2,389,567.85	2,389,567.85	2,311,411.98	25,839.34	52,316.53
Reserve for Uncollected Taxes	279,227.74	279,227.74	279,227.74		
	<u>\$ 2,668,795.59</u>	<u>\$ 2,668,795.59</u>	<u>\$ 2,590,639.72</u>	<u>\$ 25,839.34</u>	<u>\$ 52,316.53</u>

ANALYSIS OF PAID OR CHARGED:

Federal and State Grant Funds	\$ 12,395.18
New Jersey Transportation Trust Fund	160,000.00
Hunterdon County Municipal Grants Program	36,780.00
Reserve for Encumbrances	23,107.44
Reserve for Uncollected Taxes	279,227.74
Disbursed	2,112,669.70
	<u>2,624,180.06</u>
Receipts	33,540.34
	<u>\$ 2,590,639.72</u>

Township of East Amwell

County of Hunterdon

2010

Trust Fund

**Township of East Amwell
County of Hunterdon
Trust Fund
Comparative Balance Sheets-Regulatory Basis
December 31, 2010 and 2009**

			B
	Reference	2010	2009
Assets			
Animal Control Fund:			
Cash - Treasurer	B-1	\$ 7,706.39	\$ 7,257.72
Change Fund		15.00	15.00
Total Animal Control Fund		<u>7,721.39</u>	<u>7,272.72</u>
Other Trust Funds:			
Cash - Treasurer	B-1	327,636.07	320,375.31
Due from Current Fund	A	27.63	
		<u>327,663.70</u>	<u>320,375.31</u>
Open Space Trust Fund:			
Cash	B-1	1,277,568.91	1,049,575.57
Due from Current Fund	A	1,520.87	385.02
Total Open Space Trust Fund		<u>1,279,089.78</u>	<u>1,049,960.59</u>
		<u>\$ 1,614,474.87</u>	<u>\$ 1,377,608.62</u>
Liabilities, Reserves and Fund Balance			
Animal Control Fund:			
Due to Current Fund	A	\$ 20.00	\$
License Overpayments		25.00	
Reserve for Animal Control Expenditures	B-3	7,676.39	7,272.72
Total Animal Control Fund		<u>7,721.39</u>	<u>7,272.72</u>
Other Trust Funds:			
Due to Current Fund	A		48.73
Trust Fund Reserves	B-4	327,663.70	320,326.58
Total Other Trust Funds		<u>327,663.70</u>	<u>320,375.31</u>
Open Space Trust Fund:			
Due to General Capital Fund	C	0.04	
Reserve for Open Space	B-5	1,279,089.74	1,049,960.59
Total Open Space Trust Fund		<u>1,279,089.78</u>	<u>1,049,960.59</u>
		<u>\$ 1,614,474.87</u>	<u>\$ 1,377,608.62</u>

The Notes to Financial Statements are an integral part of these statements.

Township of East Amwell

County of Hunterdon

2010

General Capital Fund

**Township of East Amwell
County of Hunterdon
General Capital Fund
Comparative Balance Sheets-Regulatory Basis
December 31, 2010 and 2009**

		C	
	Reference	2010	2009
Assets			
Cash	C-2	\$ 1,254,332.80	\$ 1,644,290.13
Due from Open Space Trust Fund	B	0.04	
Fair Housing Loans Receivable		40,000.00	40,000.00
SNJ DOT Grants Receivable:			
Spring Hill Road Improvement Project		30,000.00	30,000.00
Road Improvements to Back Brook Road		86,100.00	86,100.00
Road Improvements to Lindbergh Road		100,000.00	100,000.00
Dutch Lane Road Improvement Project		160,000.00	
Deferred Charges to Future Taxation:			
Funded	C-4	5,005,408.00	5,316,645.60
Unfunded	C-5	1,409,000.00	1,000,000.00
		<u>\$ 8,084,840.84</u>	<u>\$ 8,217,035.73</u>
Liabilities, Reserves and Fund Balance			
General Serial Bonds Payable	C-10	\$ 4,595,000.00	\$ 4,880,000.00
Bond Anticipation Notes	C-9	890,000.00	1,000,000.00
Green Trust Loan Advance/Payable	C-8	410,408.00	436,645.60
Capital Improvement Fund	C-6	228,322.74	47,860.01
Improvement Authorizations:			
Funded	C-7	893,402.58	1,062,951.54
Unfunded	C-7	849,353.90	394,982.88
Due to Current Fund	A	0.39	1.66
Reserve for Kanack - Payment of Debt		133,263.57	332,643.67
Reserve for Kanack (Harrison) - Payment of Debt			619.90
Reserve for Payment of Debt Service		12,665.74	
Reserve for Fair Housing Loans Receivable		40,000.00	40,000.00
Reserve for Preliminary Expenses:			
Farmland Preservation and/or Open Space		16,181.78	7,625.83
Preservation Plan for the Homestead at Clawson Park		4,555.00	4,555.00
Purchase of Tax Liens for Future Open Space Acquisition		5,000.00	5,000.00
Future Road Projects		5,194.00	2,656.50
Pedestrian Improvements for Village of Ringoes		1,405.50	1,405.50
Fund Balance	C-1	<u>87.64</u>	<u>87.64</u>
		<u>\$ 8,084,840.84</u>	<u>\$ 8,217,035.73</u>

The Notes to Financial Statements are an integral part of these statements.

**Township of East Amwell
County of Hunterdon
General Capital Fund
Statement of Fund Balance-Regulatory Basis
Year Ended December 31, 2010**

C-1

Balance, December 31, 2009 and 2010

\$ 87.64

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

of the Township of East Amwell
County of Hunterdon
2010
Public Assistance Fund

Township of East Amwell
County of Hunterdon
2010
Public Assistance Fund

Township of East Amwell
County of Hunterdon
Public Assistance Fund
Comparative Balance Sheets-Regulatory Basis
December 31, 2010 and 2009

			D
	Reference	2010	2009
Assets			
Cash	D-1	<u>\$ 24,474.41</u>	<u>\$ 12,616.58</u>
Liabilities, Reserves and Fund Balance			
Reserve for Public Assistance		<u>\$ 24,474.41</u>	<u>\$ 12,616.58</u>

The Notes to Financial Statements are an integral part of these statements.

Township of East Amwell

County of Hunterdon

2010

Payroll Fund

Township of East Amwell
County of Hunterdon
Payroll Fund
Comparative Balance Sheets-Regulatory Basis
December 31, 2010 and 2009

		E	
	Reference	2010	2009
Assets			
Cash	E-1	\$ 79.59	\$ 2,852.56
Liabilities, Reserves and Fund Balance			
Payroll Taxes Payable	E-2	\$ 79.59	\$ 2,852.56

The Notes to Financial Statements are an integral part of these statements.

Township of East Amwell

County of Hunterdon

2010

General Fixed Assets

Township of East Amwell
County of Hunterdon
Statement of General Fixed Assets-Regulatory Basis
Years Ended December 31, 2010 and 2009

	F	
	2010	2009
General Fixed Assets:		
Land	\$ 1,976,833.50	\$ 1,726,720.00
Buildings and Improvements	1,293,249.07	1,293,249.07
Machinery and Equipment	<u>1,183,289.26</u>	<u>1,196,637.14</u>
	<u>\$ 4,453,371.83</u>	<u>\$ 4,216,606.21</u>
Investment in General Fixed Assets	<u>\$ 4,453,371.83</u>	<u>\$ 4,216,606.21</u>

The Notes to Financial Statements are an integral part of these statements.

Township of East Amwell
Notes to Financial Statements
December 31, 2010 and 2009

1. Summary of Significant Accounting Policies

Reporting Entity

Except as noted below, the financial statements of the Township of East Amwell include every board, officer or commission supported and maintained wholly or in part by funds appropriated by the Township of East Amwell as required by N.J.S.A. 40A:5-5. Accordingly, the financial statements do not include the operations of the local or regional school board, the Fire Commissioners, first aid squad, and the joint municipal court, all of which are subject to separate audit. Included within the financial statements are taxes levied, collected, and turned over to the local and regional school boards, the County of Hunterdon and the Fire Commissioners and appropriations for contributions to the first aid squad.

Description of Funds

The Township of East Amwell uses funds and account groups to report its financial position and results of operations. Fund accounting is designed to demonstrate legal compliance with the policies and procedures required by the State of New Jersey, Division of Local Government Services and to aid financial management by segregating transactions related to certain government functions or activities.

A fund is a separate accounting entity with a self-balancing set of accounts. An account group, on the other hand, is a financial reporting device designed to provide accountability for certain assets and liabilities that are not recorded in funds because they do not directly affect net expendable available resources.

Governmental Funds

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

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

General Capital Fund - receipt and disbursement of funds for the acquisition of general capital facilities, other than those acquired in the Current Fund. Current and long-term debt is recorded in this fund.

Public Assistance Fund - receipt and disbursement of funds that provide assistance to certain residents of the Township pursuant to Title 44 of New Jersey Statutes.

Payroll Fund - funds used to pay employees and related payroll deductions and taxes.

Account Groups

General Fixed Assets Account Group - used to account for all fixed assets of the Township of East Amwell, other than those accounted for in proprietary or trust funds.

Regulatory Basis Presentation

The accounting policies of the Township of East Amwell conform to the accounting principles and practices applicable to municipalities which have been prescribed by the New Jersey Department of Community Affairs, Division of Local Government Services. Such principles and practices are designed primarily for determining compliance with legal provisions and budgetary restrictions and as a means of reporting the stewardship of public officials with respect to public funds.

Township of East Amwell
Notes to Financial Statements
December 31, 2010 and 2009

A modified accrual basis of accounting is followed with minor exceptions.

Revenues - are recorded when received in cash except for certain amounts, which are due from other governmental units. Receipts from Federal and State grants are realized as revenue when anticipated in the Township budget. Receivables for property taxes are recorded with offsetting reserves on the balance sheet of the Township's Current Fund; accordingly, such amounts are not recorded as revenue until collected. Other amounts that are due to the Township which are susceptible to accrual are also recorded as receivables with offsetting reserves and recorded as revenue when received.

Expenditures - are reported on the "budgetary" basis of accounting. Generally, expenditures are recorded when an amount is encumbered for goods or services through the issuances of a purchase order (in conjunction with the Encumbrance Accounting System). Outstanding encumbrances at December 31 are shown as encumbrances payable in the financial statements. Appropriation reserves covering unexpended appropriation balances are created automatically at December 31 of each year and recorded as liabilities, except for amounts, which may be canceled by the governing body. Appropriation reserves are available, until lapsed at the close of the succeeding year, to meet specific claims, commitments or contracts incurred during the preceding fiscal year. Lapsed appropriation reserves are recorded as income. Appropriations for principal payments on outstanding general capital bonds and notes are provided on the cash basis. Interest on the general capital indebtedness is also on the cash basis.

Deferred Charges to Future Taxation-Funded and Unfunded (Capital Fund) - Upon authorization of capital projects, the Township establishes deferred charges for the cost of the capital projects that are to be raised by future taxation. Deferred charges that relate to permanent debt issued are shown as funded. All other deferred charges are shown as unfunded.

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

Tax Title Liens - are taxes, which have been put up for sale but have not been purchased. The Township then accepts the lien, which will earn 18% per annum until the lien is paid off by the property owner. The Township may choose to foreclose on the property and return the property to the tax rolls.

Joint Insurance Fund - The Township participates in a Joint Insurance Fund for its general and auto liability, property and automobile physical damage, workers compensation and public officials' liability.

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

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

General Fixed Assets - In accordance with Technical Accounting Directive No. 85-2, issued in 1985, Accounting for Governmental Fixed Assets, as promulgated by the Division of Local Government Services, which differs in certain respects from generally accepted accounting principles, all local government units are required to have and maintain a fixed asset accounting and reporting system for general fixed assets. In accordance with this Directive, all general fixed assets owned as of December 31, 1985 are to be valued at cost, estimated historical cost or any other reasonable basis. For all general fixed assets acquired beginning January 1, 1986, the required basis for valuation is actual cost.

The Township has developed a fixed asset accounting and reporting system based on an inventory of all Township assets. Fixed assets used in governmental operations are accounted for in the General Fixed Assets Account Group. Public domain ("infrastructure") general fixed assets consisting of certain improvements other than buildings, such as roads, bridges, curbs and gutters, streets, sidewalks and drainage systems are not capitalized.

Township of East Amwell
Notes to Financial Statements
December 31, 2010 and 2009

All fixed assets are valued at historical cost, or estimated historical cost, if actual historical cost is not available, except for land and buildings at January 1, 1986, which were valued at assessed valuation.

No depreciation has been provided for in the financial statements.

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

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

Departures from Generally Accepted Accounting Principles - The accounting principles followed by the Township of East Amwell differ in some respects from generally accepted accounting principles applicable to local government units. Some of these differences may be material. The more significant differences are as follows:

- a. Property tax receivables, interfund receivables, and other receivables, which are susceptible to accrual, are fully reserved and not recognized as revenue until the cash is received.
- b. Unexpended and uncommitted appropriations are reflected as expenditures for the current year and cancelled to fund balance at the end of the following year.
- c. Overexpended appropriations and emergency appropriations are deferred to succeeding years' operations.
- d. Liabilities for sick and vacation pay and for contributions to state administered pension plans are not recorded until paid.
- e. Losses arising from tax appeals and other contingencies are not recorded until paid.

It is not practical to determine the effect of such differences on the financial statements.

2. Deposits and Investments

New Jersey statutes permit the deposit of public funds in institutions located in New Jersey which are insured by the Federal Deposit Insurance Corporation ("FDIC"), or by any other agency of the United States that insures deposits or the State of New Jersey Cash Management Fund. New Jersey statutes require public depositories to maintain collateral for deposit of public funds that exceed insurance limits as follows:

The market value of the collateral must equal 5 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. 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 within one year. Collateralization of fund investments is generally not required.

The cash on deposit is partially insured by federal deposit insurance in the amount of \$250,000 in each depository. Balances above the federal deposit insurance amount are insured by the Government Unit Deposit Protection Act (GUDPA), N.J.S.A. 17:9-41, et seq., which insures all New Jersey governmental units' deposits in excess of the federal deposit insurance maximums. Cash determined by the Township Committee consists of all bank accounts, including certificates of deposit.

As of December 31, 2010, the Township's cash accounts consisted of:

TD Bank	\$6,612,075.50
Citi Fund Services-New Jersey State Cash Management	<u>6,412.10</u>
	<u>\$6,618,487.60</u>

Township of East Amwell
Notes to Financial Statements
December 31, 2010 and 2009

The carrying amount of the Township's cash and cash equivalents at December 31, 2010 was \$6,618,487.60 and the bank balance was \$6,581,432.95. Of the balance, \$250,000.00 was covered by federal depository insurance and \$6,331,432.95 was covered by the Government Unit Deposit Protection Act (GUDPA), N.J.S.A. 17:9-41, et seq. for all New Jersey governmental units' deposits in excess of the federal deposit maximums.

The cash deposits held at financial institutions can be categorized according to three levels of risk as described below:

Category 1	Deposits which are covered by FDIC, or collateralized by securities held by the Township or its agent, in the Township's name	\$ 250,000.00
Category 2	Deposits which are collateralized with securities held by the pledging financial institution's trust department, or Agent in the Township's name	6,331,432.95
Category 3	Deposits which are not collateralized or insured	---

Investments

New Jersey statutes establish the following securities as eligible for the investment of Township funds:

- (a) Bonds or other obligations of the United States or obligations guaranteed by the United States.
- (b) Bonds of any Federal Intermediate Credit Bank, Federal Home Loan Bank, Federal National Mortgage Associates or of any United States Bank for Cooperatives which have a maturity date not greater than twelve months from the date of purchase.
- (c) Bonds or other obligations of the Township or bonds or other obligations of school districts of which the Township is a part or within which the school district is located.
- (d) Bonds or other obligations, having a maturity date of not more than twelve months from the date of purchase, which are approved by the New Jersey Department of Treasury, Division of Investments.
- (e) Qualified mutual funds with portfolios limited to (i) bonds or other obligations of, or guaranteed by, the United States of America; and (ii) repurchase agreements fully collateralized by such obligations. These investments must be transacted only through national or state banks located within New Jersey.

During the year, the Township had none of its idle funds invested in repurchase agreements collateralized by eligible securities. At the close of the year, no such investments were held by the Township.

**Township of East Amwell
Notes to Financial Statements
December 31, 2010 and 2009**

3. Long Term Debt

Municipal Debt consists of the following at December 31:

	2010	2009	2008
Issued:			
General:			
Bonds and notes	\$5,485,000.00	\$5,880,000.00	\$6,180,000.00
NJDEP Green Acres loan payable	<u>410,408.00</u>	<u>436,645.60</u>	<u>462,366.21</u>
	<u>\$5,895,408.00</u>	<u>\$6,316,645.60</u>	<u>6,642,366.21</u>
Authorized but not issued:			
General:			
Bonds and notes	<u>519,000.00</u>	<u> --</u>	<u> --</u>
	<u>\$6,414,408.00</u>	<u>\$6,316,645.60</u>	<u>\$6,642,366.21</u>

Summary of Regulatory Debt Condition - Annual Debt Statement

The summarized statement of debt condition which follows is prepared in accordance with the required method of setting up the annual debt statement and indicates a regulatory net debt of .79%.

	Gross Debt	Deductions	Net Debt
Local school district debt	\$1,445,000.00	\$1,445,000.00	\$ --
Regional High School district debt	1,779,486.00	1,779,486.00	--
General debt	<u>6,414,408.00</u>	<u> --</u>	<u>6,414,408.00</u>
	<u>\$9,638,894.00</u>	<u>\$3,224,486.00</u>	<u>\$6,414,408.00</u>

Net debt \$6,414,408.00 divided by equalized valuation basis per NJSA 40A:2-2 as amended, \$816,208,550.00 = .79%.

Borrowing Power Under NJSA 40A:2-6 As Amended

3.5% of equalized valuation basis	\$28,567,299.25
Net debt	<u>6,429,408.00</u>
Remaining borrowing power	<u>\$22,137,891.25</u>

**Township of East Amwell
Notes to Financial Statements
December 31, 2010 and 2009**

Schedule of Annual Debt Service for principal and interest for general serial bonds issued and outstanding

Year	Principal	Interest	Total
2011	\$ 345,000.00	\$ 158,046.18	\$ 503,046.18
2012	355,000.00	145,452.50	500,452.50
2013	380,000.00	133,407.50	513,407.50
2014	400,000.00	120,627.50	520,627.50
2015	395,000.00	107,622.50	502,622.50
2016-2020	1,970,000.00	313,668.75	2,283,668.75
2021-2023	750,000.00	41,400.50	791,400.00
	<u>\$4,595,000.00</u>	<u>\$1,020,224.93</u>	<u>\$5,615,224.93</u>

Schedule of Annual Debt Service for Principal and Interest for New Jersey Department of Environmental Protection Green Acres Loan Payable

Year	Principal	Interest	Total
2011	\$ 26,764.97	\$ 8,075.00	\$ 34,839.97
2012	27,302.94	7,537.03	34,839.97
2013	27,851.73	6,988.24	34,839.97
2014	28,411.56	6,428.41	34,839.97
2015	28,982.62	5,857.35	34,839.97
2016-2020	153,889.13	20,310.72	174,199.85
2021-2024	117,205.05	4,734.85	121,939.90
	<u>\$ 410,408.00</u>	<u>\$ 59,931.60</u>	<u>\$ 470,339.60</u>

4. Refunding Bond

On August 31, 2010, the Township issued a refunding bond which was refunding the outstanding callable general improvement bonds dated March 1, 1998 and February 1, 2001. This refunding bond is refunding the following outstanding callable bonds which were due as follows.

General Improvement of 1998

Year	Principal	Interest	Total
2011	\$ 95,000.00	\$ 39,702.50	\$ 134,702.50
2012	95,000.00	34,952.50	129,952.50
2013	105,000.00	29,952.50	134,952.50
2014	105,000.00	24,702.50	129,702.50
2015	105,000.00	19,426.25	124,426.25
2016-2020	330,000.00	25,217.50	355,217.50
	<u>\$ 835,000.00</u>	<u>\$ 173,953.75</u>	<u>\$1,008,953.75</u>

**Township of East Amwell
Notes to Financial Statements
December 31, 2010 and 2009**

General Improvement of 2001

Year	Principal	Interest	Total
2011	\$ --	\$ 73,422.50	\$ 73,422.50
2012	125,000.00	70,485.00	195,485.00
2013	125,000.00	64,610.00	189,610.00
2014	150,000.00	58,147.50	208,147.50
2015	150,000.00	51,097.50	201,097.50
2016-2020	835,000.00	140,078.75	975,078.75
2021	<u>170,000.00</u>	<u>4,037.50</u>	<u>174,037.50</u>
	<u>\$ 1,555,000.00</u>	<u>\$ 461,878.75</u>	<u>\$2,016,878.75</u>

The purpose of the Bonds is to (i) currently refund all of the outstanding callable principal amount of the originally issued \$1,600,000 General Improvement Bonds of the Township dated March 1, 1998 and maturing on or after March 1, 2011 (the "1998 Refunded Bonds") at par, plus any unpaid accrued interest to October 4, 2010 (the "1998 Redemption Date"); (ii) advance refund all of the outstanding callable principal amount of the originally issued \$2,500,000 General Improvement Bonds of the Township dated February 1, 2001 and maturing on or after February 1, 2012 (the "2001 Refunded Bonds") at par, plus any unpaid accrued interest to February 1, 2011 (the "2001 Redemption Date"); and (iii) pay the costs of issuance with respect to the Bonds. The 1998 Refunded Bonds and the 2001 Refunded Bonds are collectively referred to herein as the "Refunded Bonds." The 1998 Redemption Date and the 2001 Redemption Date are collectively referred to herein as the "Redemption Date."

A portion of the proceeds of the Bonds will be deposited upon delivery thereof in an escrow account for the Bonds with TD Bank, N.A., Cherry Hill, New Jersey (the "Escrow Agent"), and such proceeds will be invested in direct non-callable obligations of the United States of America (the "Government Obligations"), the principal of which, together with cash and any investment earnings thereon, will be sufficient to pay, when due, the principal of, redemption premium, if any, and interest on the Refunded Bonds. The Township will give irrevocable instructions to the Escrow Agent on the delivery date to have the Refunded Bonds called for redemption on their Redemption Date.

5. Fund Balance Appropriated

The Current Fund balance at December 31, 2010 which was appropriated and included as anticipated revenue in the Current Fund amounted to \$100,000.00 in the budget adopted for the year 2011.

6. School Taxes

Local district school taxes and regional high school taxes have been raised and liabilities deferred by statute, resulting in the school taxes payable set forth in the Current Fund liabilities as follows:

	<u>Local District School Tax</u>		<u>Regional High School Tax</u>	
	<u>Balance</u>	<u>Balance</u>	<u>Balance</u>	<u>Balance</u>
	<u>December 31,</u>	<u>December 31,</u>	<u>December 31,</u>	<u>December 31,</u>
	<u>2010</u>	<u>2009</u>	<u>2010</u>	<u>2009</u>
Balance of tax	\$2,693,993.04	\$2,625,425.09	\$1,785,470.00	\$1,840,985.34
Deferred	<u>748,177.50</u>	<u>748,177.50</u>	<u>599,893.26</u>	<u>599,893.26</u>
Payable	<u>\$1,945,815.54</u>	<u>\$1,877,247.59</u>	<u>\$1,185,576.74</u>	<u>\$1,241,092.08</u>

Township of East Amwell
Notes to Financial Statements
December 31, 2010 and 2009

7. Taxes Collected In Advance

Taxes collected in advance are classified as prepayments and are set forth as cash liabilities in the financial statements at December 2010 and 2009 as follows:

	2010	2009
Prepaid Taxes	<u>\$122,831.95</u>	<u>\$119,819.00</u>

8. Property Taxes

Property taxes are levied annually and are due quarterly on the following dates: February 1, May 1, August 1 and November 1. Property taxes are considered to be delinquent if not received within ten days of the respective due dates:

9. Pension Plans

Substantially all of the employees of the Township of East Amwell are enrolled in the Public Employees Retirement System ("PERS"). The Division of Pensions in the Department of the Treasury, State of New Jersey, administers the PERS plan. The plan is funded annually based on the projected benefit method with aggregate level normal cost and frozen initial unfunded accrued liability. The plan, which covers public employees throughout the State of New Jersey, does not maintain separate records for each reporting unit and, accordingly, the actuarial data for the employees of the Township who are members of the plan are not available.

The Township's contributions in 2010 and 2009 were \$56,966.00 and \$44,292.00, respectively for PERS. A portion of the annual employer contributions to the pension system represents additional costs for Township participation in an Early Retirement Incentive Program ("ERIP") authorized in a prior period.

The State of New Jersey, Department of the Treasury, Division of Pensions and Benefits issues publicly available financial reports that include the financial statements and required supplementary information for the PERS. This financial report may be obtained by writing to the State of New Jersey, Department of the Treasury, Division of Pensions and Benefits, P.O. Box 295, Trenton, NJ 08625-0295.

10. Fixed Assets

The changes in fixed assets are summarized as follows:

	Balance Dec. 31, 2009	Increase	Decrease	Balance Dec. 31, 2010
Land	\$1,726,720.00	\$ 250,113.50	\$	\$1,976,833.50
Building & improvements	1,293,249.07			1,293,249.07
Machinery & equipment	<u>1,196,637.14</u>	<u>55,968.00</u>	<u>69,315.88</u>	<u>1,183,289.26</u>
	<u>\$4,216,606.21</u>	<u>\$ 306,081.50</u>	<u>\$ 69,315.88</u>	<u>\$4,453,371.83</u>

11. Leases

The Township has not entered into any capital lease agreements as of December 31, 2010 and 2009.

12. Compensated Absences

The Township has not permitted employees to accrue unused vacation days. Sick days may be accumulated up to 30 days.

Supplementary Information-Regulatory Basis

Supplementary Information

Township of East Amwell

County of Hunterdon

Annual Report of the Board of Supervisors
2010

Current Fund

Township of East Amwell
Notes to Financial Statements
December 31, 2010 and 2009

13. Interfund Receivables and Payables:

	Interfund Receivable	Interfund Payable
Current Fund	\$ 20.39	\$ 1,548.50
Animal Control Fund	--	20.00
Other Trust Funds	27.63	--
Open Space Trust Fund	1,520.87	.04
Capital Fund	<u>.04</u>	<u>.39</u>
	<u>\$ 1,568.93</u>	<u>\$ 1,568.93</u>

14. Deferred Compensation Plan

The Township of East Amwell Deferred Compensation Plan was established pursuant to Section 457 of the Internal Revenue Code and in accordance with applicable New Jersey statutes and the New Jersey Administrative Code (N.J.A.C. 5:37-1). The Plan is an arrangement whereby a public employer may establish a plan and permit its employees to voluntarily authorize a portion of their current salary to be withheld and invested in one or more of the types of investments permitted under governing regulations. The Plan is offered by the Township through Lincoln National Life Insurance Company.

15. Contingent Liabilities

The Township's attorney and other legal counsel representing the Township have indicated there are various claims by persons who have asserted tort claims against the Township of East Amwell. These claims have been turned over to the insurance company and those claims should not exceed the policy limits or that there are any uncovered claims asserted.

16. Subsequent Events

The Township has evaluated subsequent events occurring after the balance sheet date through June 15, 2011, which is the date the financial statements were available to be issued.

Township of East Amwell
 County of Hunterdon
 Current Fund
 Schedule of Cash-Treasurer
 Year Ended December 31, 2010

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	<u>Current Fund</u>	<u>Federal and State Grant Fund</u>
Balance, December 31, 2009	\$ 3,754,715.57	\$ 95,352.96
Increased by Receipts:		
Petty Cash Fund	\$ 150.00	
Taxes Receivable	14,449,469.90	
Interest and Costs on Taxes	67,562.18	
Taxes Collected in Advance	122,831.95	
Tax Overpayments	9,227.19	
Miscellaneous Revenue Not Anticipated	31,879.67	
Revenue Accounts Receivable	643,585.20	
Appropriation Refunds	33,540.34	
Due to State of NJ - Uniform Construction Code Fees	3,224.00	
Due to State of NJ - Marriage Licenses	275.00	
Due to/from Other Trust Funds	60,882.69	
Due to/from General Capital Fund	1.66	
Due from West Amwell Township	7,391.82	
Reserve for Garden State Trust Fund	17,407.00	
State of New Jersey - Senior Citizens' & Veterans' Deductions	44,714.55	
Grants Receivable		\$ 12,395.18
Grant Fund Unappropriated Reserves		2,009.53
Interest Earned		708.75
Contra Items	<u>29,193.48</u>	
	<u>15,521,336.63</u>	<u>15,113.46</u>
	19,276,052.20	110,466.42
Decreased by Disbursements:		
Petty Cash Fund	150.00	
Refund Prior Year Revenue	300.00	
2010 Appropriations	2,112,669.70	
2009 Reserve for Encumbrances and Appropriation Reserves	79,620.34	
Reserve for Revaluation Program		
Tax Overpayments	9,224.84	
Due to/from Other Trust Funds	60,810.19	
Due to State of NJ - Uniform Construction Code Fees	4,299.00	
Due to State of NJ - Marriage License	300.00	
Municipal Open Space Tax	315,215.02	
Fire District Tax	184,483.00	
County Taxes	2,769,572.79	
County Share of Added and Omitted Taxes	3,427.63	
Local District School Tax	6,418,781.05	
Regional High School Tax	3,626,455.44	
Grant Fund Appropriated Reserves		44,882.96
Interest Earned		708.75
Contra Items	<u>29,193.48</u>	
	<u>15,614,502.48</u>	<u>45,591.71</u>
Balance, December 31, 2010	<u>\$ 3,661,549.72</u>	<u>\$ 64,874.71</u>

Township of East Amwell
 County of Hunterdon
 Current Fund
 Schedule of Taxes Receivable and Analysis of Property Tax Levy
 Year Ended December 31, 2010

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Year	Balance December 31, 2009	2010 Levy	Collected		Cancelled	State's Share of Senior Citizens & Veterans Deductions Allowed-Net	Transferred to Tax Title Liens	Balance December 31, 2010
			2009	2010				
2009	\$ 257,212.07	\$	\$	\$ 257,212.07	\$	\$	\$	\$
2010		14,592,461.53	119,819.00	14,192,257.83	3,465.29	45,000.00	119.86	231,799.55
	<u>\$ 257,212.07</u>	<u>\$ 14,592,461.53</u>	<u>\$ 119,819.00</u>	<u>\$ 14,449,469.90</u>	<u>\$ 3,465.29</u>	<u>\$ 45,000.00</u>	<u>\$ 119.86</u>	<u>\$ 231,799.55</u>

See Independent Auditors' Report.

**Township of East Amwell
County of Hunterdon
Current Fund
Schedule of Taxes Receivable and Analysis of Property Tax Levy
Year Ended December 31, 2010**

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Analysis of 2010 Property Tax Levy

Tax Yield:

General Purpose Tax		\$	14,293,580.32
Fire District Taxes			184,483.00
Added and Omitted Taxes:			
Omitted Taxes (54:4-63.12 et. seq.)			4,289.94
Added Taxes (54:4-63.1et. seq)			65,108.27
Senior Citizens' Exemptions Allowed At Tax Billings			5,250.00
Veterans' Deductions Allowed at Tax Billings			39,750.00
			<u>39,750.00</u>
		\$	<u>14,592,461.53</u>

Tax Levy:

Local District School Tax (Abstract)		\$	6,487,349.00
Regional High School Tax (Abstract)			3,570,940.10
County Taxes:			
General (Abstract)	\$	2,330,661.64	
Library Tax (Abstract)		196,065.93	
County Open Space Preservation		242,845.22	
		<u>2,769,572.79</u>	
Due to County for Added and Omitted Taxes		<u>13,644.12</u>	
			2,783,216.91
Municipal Open Space Trust Fund (Abstract)		314,830.00	
Due to Municipal Open Space for Added and Omitted Taxes		<u>1,520.87</u>	
			316,350.87
Fire District No. 1 Tax (Abstract)			184,483.00
Local Tax for Municipal Purposes:			
Abstract		1,182,870.58	
Additional Tax Levied		<u>67,251.07</u>	
			<u>1,250,121.65</u>
			<u>\$ 14,592,461.53</u>

Analysis of Collections Realized

	<u>2010</u>	<u>Prior Years</u>
Taxes Paid in Advance Applied	\$ 119,819.00	\$
Taxes Receivable Collected	14,192,257.83	257,212.07
State Share of Senior Citizens' Deductions	5,250.00	
State Share of Senior Citizens' Deductions Allowed	500.00	
State Share of Senior Citizens' Deductions Disallowed	(1,000.00)	
State Share of Veteran's Deductions	39,750.00	
State Share of Veteran's Deductions Allowed	<u>500.00</u>	
	<u>\$ 14,357,076.83</u>	<u>\$ 257,212.07</u>

See Independent Auditors' Report.

**Township of East Amwell
County of Hunterdon
Current Fund
Schedule of Tax Title Liens Receivable
Year Ended December 31, 2010**

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Balance, December 31, 2009	\$ 4,493.09
Increased by:	
Transfers from Taxes Receivable	<u>119.86</u>
Balance, December 31, 2010	<u>\$ 4,612.95</u>

**Schedule of Property Acquired for Taxes-Assessed Valuation
Year Ended December 31, 2010**

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Balance, December 31, 2010 and 2009	<u>\$ 22,300.00</u>
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Township of East Amwell
 County of Hunterdon
 Current Fund
 Schedule of Revenue Accounts Receivable
 Year Ended December 31, 2010

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	Balance December 31, 2009	Accrued in 2010	Collected by Treasurer	Prior Year Reserve Applied	Balance December 31, 2010
Anticipated Revenues:					
Licenses:					
Alcoholic Beverages	\$	\$ 2,472.00	\$ 2,472.00	\$	\$
Fees and Permits:					
Construction Code Official	90.00	31,796.00	31,886.00		
Other		22,100.00	22,100.00		
Municipal Court Fines and Costs	1,570.72	30,799.50	30,012.71		2,357.51
Interest on Investments and Deposits		44,697.99	44,697.99		
Rental of Municipal Building		4,360.00	4,360.00		
Consolidated Municipal Property					
Tax Relief Aid		35,667.00	35,667.00		
Energy Receipts Tax		266,513.00	266,513.00		
Reserve for Garden State Trust Fund		26,110.83		26,110.83	
Reserve for Kanack-Payment of Debt		199,380.10	199,380.10		
Reserve for Kanack/Harrison-Payment of Debt		619.90	619.90		
Employee Contributions for Health Care Benefits		5,876.50	5,876.50		
	<u>\$ 1,660.72</u>	<u>\$ 670,392.82</u>	<u>\$ 643,585.20</u>	<u>\$ 26,110.83</u>	<u>\$ 2,357.51</u>

Township of East Amwell
 County of Hunterdon
 Current Fund
 Schedule of Appropriation Reserves
 Year Ended December 31, 2010

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	Balance December 31, 2009	Balance After Transfers and Encumbrances	Paid or Charged	Balance Lapsed
OPERATIONS - WITHIN "CAPS"				
GENERAL GOVERNMENT FUNCTIONS:				
General Administration:				
Salaries and Wages	\$ 336.97	\$ 711.67	\$ 406.80	\$ 304.87
Other Expenses	3,180.20	5,358.11	3,541.67	1,816.44
Mayor and Committee:				
Other Expenses	7.00	7.00		7.00
Municipal Clerk:				
Salaries and Wages	322.72	96.56	73.84	22.72
Other Expenses	946.60	993.29	46.69	946.60
Financial Administration:				
Salaries and Wages	156.55	6.55		6.55
Other Expenses	235.37	5,735.37	4,830.57	904.80
Revenue Administration:				
Salaries and Wages	86.87	86.87		86.87
Other Expenses	656.87	56.87		56.87
Tax Assessment Administration:				
Other Expenses	2,011.08	2,021.35	664.04	1,357.31
Legal Services:				
Other Expenses	216.00	21,032.00	18,816.00	2,216.00
Agricultural Advisory Committee:				
Salaries and Wages	25.84	31.68	5.84	25.84
Other Expenses	1.49	1.49		1.49
Engineering Services:				
Other Expenses	2,032.75	3,032.75	2,454.75	578.00
Historical Sites Office:				
Salaries and Wages	45.54	45.54		45.54
Other Expenses	651.20	712.68	61.48	651.20
LAND USE ADMINISTRATION:				
Planning Board:				
Salaries and Wages	221.36	260.40	239.04	21.36
Other Expenses	3,840.21	3,477.61	2,017.70	1,459.91
Zoning Board of Adjustment:				
Salaries and Wages	82.40	326.42	244.02	82.40
Other Expenses	545.06	973.55	474.99	498.56
INSURANCE:				
General Liability Insurance	2.39	2.39		2.39
Employee Group Health Insurance	1,640.12	1,012.56	872.44	140.12
PUBLIC SAFETY FUNCTIONS:				
Office of Emergency Management:				
Other Expenses	700.00	350.00		350.00
Municipal Court:				
Salaries and Wages	122.50	122.50		122.50
Other Expenses	234.13	234.13		234.13

See Independent Auditors' Report.

**Township of East Amwell
County of Hunterdon
Current Fund
Schedule of Appropriation Reserves
Year Ended December 31, 2010**

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	<u>Balance December 31, 2009</u>	<u>Balance After Transfer and Encumbrance</u>	<u>Paid or Charged</u>	<u>Balance Lapsed</u>
OPERATIONS - WITHIN "CAPS"				
PUBLIC WORKS FUNCTIONS:				
Streets and Roads Maintenance:				
Salaries and Wages	\$ 399.09	\$ 2,819.73	\$ 2,420.64	\$ 399.09
Other Expenses	7,361.59	27,565.69	22,587.00	4,978.69
Solid Waste Collection:				
Salaries and Wages	216.00	16.00		16.00
Other Expenses	502.27	502.27		502.27
Vehicle Maintenance:				
Other Expenses	2,000.01	4,296.54	3,746.53	550.01
Buildings and Grounds:				
Other Expenses	5,999.76	5,973.62	5,972.86	0.76
HUMAN SERVICES:				
Public Health Services:				
Salaries and Wages	484.94	731.90	246.96	484.94
Other Expenses	1,711.28	4,141.28	3,430.00	711.28
Environmental Health Services:				
Salaries and Wages	355.60	355.60		355.60
Other Expenses	299.25	299.25	130.38	168.87
Welfare/Admin of Public Assistance:				
Other Expenses	0.05	0.05		0.05
RECREATION AND EDUCATION:				
Recreation Services & Programs:				
Salaries and Wages	73.97	86.23	12.26	73.97
Other Expenses	407.96	1,369.60	967.64	401.96
UNIFORM CONSTRUCTION CODE				
Approp Offset by Ded Revs (NJAC 5:23-4.17):				
Uniform Construction Code Enforcement Function:				
Salaries and Wages	814.51	239.03	224.52	14.51
Other Expenses	311.02	311.02		311.02
UTILITY EXPENSES AND BULK PURCHASES:				
Electricity	677.20	1,854.75	1,677.55	177.20
Street Lighting	416.98	16.98		16.98
Telephone	1,277.95	454.49	326.60	127.89
Fuel Oil	1,355.62	724.01	368.39	355.62
Gasoline	1,713.92	1,624.06	1,410.14	213.92

Township of East Amwell
 County of Hunterdon
 Current Fund
 Schedule of Appropriation Reserves
 Year Ended December 31, 2010

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	Balance December 31, 2009	Balance After Transfer and Encumbrance	Paid or Charged	Balance Lapsed
OPERATIONS - WITHIN "CAPS"				
DEFERRED CHARGES AND STATUTORY EXPENDITURES - MUNICIPAL WITHIN "CAPS"				
Statutory Expenditures:				
Contribution to:				
Social Security System (O.A.S.I.)	\$ 0.10	\$ 0.10	\$	\$ 0.10
OPERATIONS - EXCLUDED FROM "CAPS"				
NJPDES Stormwater Permit (N.J.S.A. 40A:4-53.3 (cc))				
Public Health Services:				
Salaries and Wages	102.34	102.34		102.34
Other Expenses	4,089.50	4,201.50	112.00	4,089.50
Affordable Housing Agency:				
Other Expenses	737.45	1,237.45	1,237.00	0.45
Recycling Enhancement Act (P.L. 2007 c311)	0.36	0.36		0.36
	<u>\$ 49,609.94</u>	<u>\$ 105,613.19</u>	<u>\$ 79,620.34</u>	<u>\$ 25,992.85</u>
Appropriation Reserves		\$ 49,609.94		
Reserve for Encumbrances		<u>56,003.25</u>		
		<u>\$ 105,613.19</u>		

**Township of East Amwell
 County of Hunterdon
 Current Fund
 Schedule of Local District School Tax
 Year Ended December 31, 2010**

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Balance, December 31, 2009:			
School Tax Payable	\$	1,877,247.59	
School Tax Deferred		<u>748,177.50</u>	
			\$ 2,625,425.09
Increased by:			
Levy - School Year July 1, 2010 to June 30, 2011			<u>6,487,349.00</u>
			9,112,774.09
Decreased by:			
Payments			<u>6,418,781.05</u>
Balance, December 31, 2010			
School Tax Payable		1,945,815.54	
School Tax Deferred		<u>748,177.50</u>	
			<u>\$ 2,693,993.04</u>

See Independent Auditors' Report.

**Township of East Amwell
 County of Hunterdon
 Current Fund
 Schedule of Regional High School Tax
 Year Ended December 31, 2010**

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Balance, December 31, 2009:		
School Tax Payable	\$ 1,241,092.08	
School Tax Deferred	<u>599,893.26</u>	
		\$ 1,840,985.34
Increased by:		
Levy - School Year July 1, 2010 to June 30, 2011		<u>3,570,940.10</u>
		5,411,925.44
Decreased by:		
Payments		<u>3,626,455.44</u>
Balance, December 31, 2010:		
School Tax Payable	1,185,576.74	
School Tax Deferred	<u>599,893.26</u>	
		<u>\$ 1,785,470.00</u>

Township of East Amwell
County of Hunterdon
Federal and State Grant Fund
Schedule of Federal and State Grants Receivable
Year Ended December 31, 2010

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	Balance December 31, 2009	Revenue	Received	Balance December 31, 2010
Grant				
Clean Communities Program	\$	\$ 12,395.18	\$ 12,395.18	\$

Township of East Amwell
 County of Hunterdon
 Federal and State Grant Fund
 Schedule of Appropriated Reserves
 Year Ended December 31, 2010

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	Balance December 31, 2009	Transferred from 2010 Budget Appropriations	Paid or Charged	Balance December 31, 2010
Grant				
2009 Clean Communities Program	\$ 4,688.65		\$ 4,688.65	
2010 Clean Communities Program		12,395.18	4,331.80	8,063.38
County of Hunterdon-Cultural & Heritage Commission-Special Projects Grant "Old Ringoes":				
State Share	500.00			500.00
Local Share	162.00			162.00
2009 Recycling Tonnage Grant	2,612.72		2,612.72	
State and Local All Hazards Emergency Operating Planning Program	1,131.52		357.68	773.84
Hunterdon County Cultural and Heritage Commission-Special Projects Grant	2,000.00			2,000.00
SNJEDA-Hazardous Discharge Site Remediation Fund-Public Entity Grant Program #P19484	83,108.55		32,852.65	50,255.90
ANJEC Grant:				
State Share	700.00			700.00
Local Share	449.52		39.46	410.06
	<u>\$ 95,352.96</u>	<u>\$ 12,395.18</u>	<u>\$ 44,882.96</u>	<u>\$ 62,865.18</u>

Township of East Amwell
County of Hunterdon
Federal and State Grant Fund
Schedule of Unappropriated Reserves
Year Ended December 31, 2010

A-14

	Balance December 31, 2009	Received	Realized as Grant Receivable	Balance December 31, 2010
Grant				
Recycling Tonnage Grant - 2010	\$ <u> </u>	\$ <u>2,009.53</u>	\$ <u> </u>	\$ <u>2,009.53</u>

Township of East Amwell

County of Hunterdon

2010

Trust Fund

**Township of East Amwell
County of Hunterdon
Trust Fund
Schedule of Cash - Treasurer
Year Ended December 31, 2010**

	B-1		
	Animal Control Fund	Other Trust Funds	Open Space Trust Fund Fund
Balance, December 31, 2009	\$ 7,257.72	\$ 320,375.31	\$ 1,049,575.57
Increased by Receipts:			
Dog License Fees	10,702.80		
Due to State of NJ	1,813.20		
Dog Late Fees	3,450.00		
Due to Dog Owners - License Overpayments	50.00		
Trust Fund Reserves		61,466.18	
Reserve for Open Space - 2010 Levy			314,830.00
Reserve for Open Space - 2009 Added and Omitted Taxes			385.02
County of Hunterdon - Open Space Municipal Grants Program			36,780.00
Reserve for Open Space - Interest Earned			8,537.14
Reserve for Open Space - County Reimbursement			13,429.16
Reserve for Open Space - State of NJ Green Acres Ordinance #09-09			160,000.00
Reserve for Open Space - Ordinances Cancelled:			
Ordinance #05-34			12,417.75
Ordinance #05-13			3,505.93
Ordinance #06-18			26,761.91
Due Current Fund	20.00		
Due Current Fund - Interest Earned	120.72	553.02	
Reserve for Open Space - Reserve for Preliminary Expenses			2,875.00
Due from General Capital Fund			0.04
	<u>16,156.72</u>	<u>62,019.20</u>	<u>579,521.95</u>
	<u>23,414.44</u>	<u>382,394.51</u>	<u>1,629,097.52</u>
Decreased by Disbursements:			
Expenditures Under RS 4:19-15.11	13,749.13		
Due to State of NJ	1,813.20		
Due to Dog Owner-License Overpayments	25.00		
Trust Fund Reserves		54,129.06	
Reserve for Open Space:			
Ordinance #10-15			70,000.00
Ordinance #10-17			220,000.00
Reserve for Preliminary Expenses			32,875.00
Due to Current Fund-Interest Earned	120.72	580.65	
Due to Current Fund-Settlement of Interfund		48.73	
Reserve for Open Space-Reimbursement			5,144.18
Reserve for Open Space:			
Maintenance of Lands for Recreation and Conservation			23,509.43
	<u>15,708.05</u>	<u>54,758.44</u>	<u>351,528.61</u>
Balance, December 31, 2010	<u>\$ 7,706.39</u>	<u>\$ 327,636.07</u>	<u>\$ 1,277,568.91</u>

See Independent Auditors' Report.

Township of East Amwell
County of Hunterdon
Trust Fund
Schedule of Cash - Collector
Year Ended December 31, 2010

B-2

Balance, December 31, 2009		\$	
Increased by:			
Deposits for Redemption of Tax Sale Certificates	\$ 104,867.77		
Due to Current Fund-Interest Earned	<u>16.51</u>		104,884.28
Decreased by:			
Deposits for Redemption of Tax Sale Certificates	104,867.77		
Due to Current Fund-Interest Earned	<u>16.51</u>		<u>104,884.28</u>
Balance, December 31, 2010		\$	<u><u> </u></u>

**Township of East Amwell
 County of Hunterdon
 Animal Trust Fund
 Schedule of Reserve for Animal Control Fund Expenditures
 Year Ended December 31, 2010**

B-3

Balance, December 31, 2009		\$	7,272.72
Increased by:			
Cash Receipts:			
Dog License Fees Collected	10,702.80		
Dog Late Fees Collected	<u>3,450.00</u>		<u>14,152.80</u>
			21,425.52
Decreased by:			
Expenditures Per RS 4:19-15.11:			
Cash Disbursed			<u>13,749.13</u>
Balance, December 31, 2010		\$	<u><u>7,676.39</u></u>

License Fees Collected

Year	Amount
2008	\$ 14,592.20
2009	<u>14,119.00</u>
Maximum Allowed Reserve	<u><u>\$ 28,711.20</u></u>

**Township of East Amwell
County of Hunterdon
Other Trust Funds
Schedule of Trust Fund Deposits and Reserves
Year Ended December 31, 2010**

B-4

Purpose	Balance December 31, 2009	Receipts	Disbursements	Balance December 31, 2010
Escrow Deposits	\$ 185,462.40	\$ 28,962.65	\$ 35,401.17	\$ 179,023.88
Unemployment Compensation	11,097.23	3,968.81	664.80	14,401.24
Housing Trust	95,148.93	18,864.72	6,865.59	107,148.06
POAA	32.00			32.00
Marion Clawson Memorial Park	786.02			786.02
Deposits for Redemption of Tax Sale Certificates		104,867.77	104,867.77	
Premiums Received at Tax Sale	12,300.00	8,900.00	3,000.00	18,200.00
Public Defender		770.00	697.50	72.50
Historic Preservation	500.00			500.00
Snow Removal	15,000.00		7,500.00	7,500.00
	<u>\$ 320,326.58</u>	<u>\$ 166,333.95</u>	<u>\$ 158,996.83</u>	<u>\$ 327,663.70</u>
		\$ 61,466.18	\$ 54,129.06	
Treasurer		104,867.77	104,867.77	
Collector		<u>\$ 166,333.95</u>	<u>\$ 158,996.83</u>	

See Independent Auditors' Report.

**Township of East Amwell
County of Hunterdon
Open Space Trust Fund
Schedule of Reserve for Open Space
Year Ended December 31, 2010**

B-5

Balance, December 31, 2009		\$ 1,049,960.59
Increased by:		
Cash Receipts:		
2010 Levy	\$ 314,830.00	
Interest Earned	8,537.14	
County of Hunterdon:		
Open Space Municipal Grants Program - Year 2010	36,780.00	
County Reimbursements	13,429.16	
State of NJ Green Acres Ordinance #09-09	160,000.00	
Ordinances Cancelled	42,685.59	
Due from General Capital Fund-Reserve for Open Space	2,875.00	
	<u>579,136.89</u>	
2010 Added and Omitted Taxes	1,520.87	
		<u>580,657.76</u>
		<u>1,630,618.35</u>
Decreased by:		
Cash Disbursed:		
Due from Current Fund-Reimbursement	5,144.18	
Due from General Capital Fund:		
Ordinance #10-15	70,000.00	
Ordinance #10-17	220,000.00	
Reserve for Preliminary Expenses	32,875.00	
Maintenance of Land for Recreation and Conservation	23,509.43	
	<u>351,528.61</u>	
Balance, December 31, 2010		<u>\$ 1,279,089.74</u>

See Independent Auditors' Report.

Township of East Amwell

County of Hunterdon

2010

General Capital Fund

**Township of East Amwell
County of Hunterdon
General Capital Fund
Schedule of Cash - Treasurer
Year Ended December 31, 2010**

C-2

Balance, December 31, 2009		\$	1,644,290.13
Increased by Receipts:			
Budget Appropriations:			
Capital Improvement Fund	\$	110,000.00	
Payment of Bond Anticipation Notes		110,000.00	
Interest Earned-Due Current Fund		13,600.77	
Due Current Fund - Interest on Bond Anticipation Notes		16,900.00	
Due from Open Space Trust Fund - Reserve for Preliminary Expenses		30,000.00	
Due from Open Space Trust Fund -Ordinance #10-17		220,000.00	
Due from Open Space Trust Fund -Ordinance #10-15		70,000.00	
Due from Current Fund - refund interest on bonds		21,038.75	
Bond Anticipation Notes		890,000.00	
Reserve for Payment of Debt Service		12,665.74	
		<u>1,494,205.26</u>	
			<u>3,138,495.39</u>
Decreased by Disbursements:			
Improvement Authorizations		566,029.62	
Due to Open Space Trust Fund		42,685.63	
Reserve for Preliminary Expenses - Farmland / Open Space		21,444.05	
Reserve for Preliminary Expenses - Future Road Projects		2,462.50	
Anticipated Revenue - Reserve for Kanack/Harrison Payment of Debt		619.90	
Anticipated Revenue - Reserve for Kanack Payment of Debt		199,380.10	
Due Current Fund - Interest on Bond Anticipation Notes		16,900.00	
Due to Current Fund - refund interest on bonds		21,038.75	
Bond Anticipation Notes		1,000,000.00	
Due Current Fund - Interest Earned		13,600.38	
Due Current Fund - Settle Interfund		1.66	
		<u>1,884,162.59</u>	
Balance, December 31, 2010		\$	<u>1,254,332.80</u>

See Independent Auditors' Report.

Township of East Amwell
 County of Hunterdon
 General Capital Fund
 Analysis of General Capital Cash
 Year Ended December 31, 2010

C-3
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	Balance December 31, 2009	Receipts			Disbursements			Transfers		Balance December, 31 2010
		Budget Appropriation	Bond Anticipation Notes	Miscellaneous	Improvement Authoriza- tion	Bond Anticipation Notes	Miscel- laneous	From	To	
Capital Fund Balance	\$ 87.64	\$	\$	\$	\$	\$	\$	\$	\$ 87.64	
Capital Improvement Fund	47,860.01	110,000.00					160,000.00	230,462.73	228,322.74	
Reserve for Preliminary Expenses:										
Preservation Plan for Homestead at Clawson Park	4,555.00								4,555.00	
Farmland Preservation and/or Open Space	7,825.83					21,444.05		30,000.00	16,181.78	
Purchase of Tax Liens for Future Open Space Acquisition	5,000.00								5,000.00	
Future Road Projects	2,656.50					2,462.50		5,000.00	5,194.00	
Pedestrian Improvements for Village of Ringoes	1,405.50								1,405.50	
Reserve for Kenack (Harrison) - Payment of Debt	619.90							619.90		
Reserve for Debt Service				12,665.74					12,665.74	
Reserve for Kenack - Payment of Debt	332,643.87							199,380.10	133,263.57	
IMPROVEMENT AUTHORIZATIONS:										
ORD. #										
98-02 Various Capital Improvements	103,321.48								103,321.48	
01-22 Suppl Approp. for Phase I of Marion Clawson Memorial Park Development Project	18,494.80								18,494.80	
05-11 Purchase, Installation and Set-Up of Emergency Communications Equipment and Electrical Upgrade to the Municipal Building	13,675.98								13,675.98	
05-12 Clawson Park Barn Replacement	42,305.68								42,305.68	
05-13 Clawson Park - Phase II	4,112.93				607.00		3,505.93			
05-14 Clawson Historic House Roof and Exterior Stabilization	5,839.09								5,839.09	
05-34 Acquisition of Development Rights Easements on Certain Real Property (B 27, L33.01 and B 27, L46 + 46.05)	12,417.75						12,417.75			
06-12 Township Share of the Cost of Easements Under the Farmland Program to be Undertaken Jointly with the County and the State	394,982.88				4,355.82				390,627.06	

Township of East Amwell
 County of Hunterdon
 General Capital Fund
 Analysis of General Capital Cash
 Year Ended December 31, 2010

		Balance December 31, 2009	Receipts			Disbursements			Transfers		Balance December, 31 2010
			Budget Appropriation	Bond Anticipation Notes	Miscellaneous	Improvement Authoriza- tion	Bond Anticipation Notes	Miscel- laneous	From	To	
08-18	2008 Phase of the Marion Clawson Memorial Park Development Project	\$ 26,761.91	\$	\$	\$	\$	\$	\$ 26,761.91	\$	\$	
07-11	Purchase of a Tractor Mounted Roadside Mower	17,959.95						17,959.95			
07-13	Supplemental Appropriation for Barn Replacement at the Marion Clawson Memorial Park	15,000.00								15,000.00	
08-05	Supplemental Appropriation for Various Renovation Projects at the Municipal Building	3,926.36			3,926.36						
08-06	Acquisition of Development Rights Easements on Certain Real Properties Known as B17, L16.03 and B21, L16 & 16.01	18,894.15								18,894.15	
08-08	Twp. Funding Share of the Spring Hill Rd. Improvement Project	63,877.50			62,320.99					1,556.51	
08-13	Road Improvements to Back Brook Rd.	62,172.09			1,003.75					61,168.34	
08-14	Supplemental Appropriation for Twp. Funding Share of the Spring Hill Rd. Improvement Fund	35,000.00								35,000.00	
08-15	Various Municipal Bldg. Repairs and Improvements	20,408.70			1,598.54					18,810.16	
08-18	Leveling and Overlaying Portions of Various Twp. Roads	49,957.36						49,957.36			
08-17	Purchase of a 2009 Dump Truck with Plows and Sander	139,958.26						139,958.26			
08-19	Supplemental Appropriations for the Twp. Funding Share of the Back Brook Improvement Fund	10,000.00								10,000.00	
08-20	Road Improvements to Lindbergh Rd.	112,254.90			946.00					111,308.90	
09-06	Purchase of Various Road Equipment	2,343.72			749.00			1,594.72			
09-07	Purchase of Various Office Equipment	5,785.36			2,132.19					3,653.17	
09-08	Reclamation and Paving Portions of Various Township Roads	20,593.07						20,593.07			
09-09	Acquisition of or Contribution to the Purchase of Real Property Known as B35.01, L37	257,890.50			252,093.34					5,797.16	
10-05	Resurfacing of a Portion of Back Brook Road				81,273.16				21,000.00	(60,273.16)	
10-06	Leveling and Subgrade Reconstruction of Various Twp. Rds.				24,329.64				60,000.00	35,670.36	
10-07	Purchase of Various Road Equipment				23,600.63			399.37	24,000.00		
10-08	Purchase of a 2011 Ford F350 Pick-Up Truck with a 6.7 L18 turbo diesel engine				34,966.76				36,000.00	1,033.24	
10-12	Refunding of all or a Portion of the Outstanding Callable General Improvement Bonds Dated 3/1/98 and 2/1/01							2,405,000.00	2,405,000.00		

C-3
-2-

Township of East Amwell
 County of Hunterdon
 General Capital Fund
 Analysis of General Capital Cash
 Year Ended December 31, 2010

C-3
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	Balance December 31, 2009	Receipts			Disbursements			Transfers		Balance December, 31 2010
		Budget Appropriation	Bond Anticipation Notes	Miscellaneous	Improvement Authoriza- tion	Bond Anticipation Notes	Miscel- laneous	From	To	
10-15										
Capital Improvement to the Marlon Clawson Memorial Park which Includes the Purchasing and Installation of Safety Turf Rubber Surfacing on Playgrounds					67,805.08				70,000.00	2,194.82
10-16					3,581.49				4,000.00	418.51
Purchase of an FTR Reporter 5.4 Digital Recording System					478.44				220,000.00	219,521.56
10-17					69.09				6,000.00	5,930.91
Acquisition of Development Rights Easement on Certain Real Property Known as B17 L34					140.99				160,000.00	159,859.01
10-20					51.35				4,000.00	3,948.65
Purchase of Speed Limit Road Signs for Various Township Roads										
10-21										
Dutch Lane Road Improvement Project										
10-22										
Purchase of an Undertalgate Spreader										
Due from Open Space Trust Fund				320,000.00			42,685.63	320,000.00	42,685.59	(0.04)
Due Current Fund	1.66			13,600.77			13,602.04			0.39
SNJDOT Grant Receivable:								160,000.00		
Spring Hill Road Improvement	(30,000.00)									(30,000.00)
Road Improvement Back Brook Road	(66,100.00)									(66,100.00)
Lindbergh Road	(100,000.00)									(100,000.00)
Dutch Lane Road Improvements										(160,000.00)
	<u>\$ 1,644,280.13</u>	<u>\$ 110,000.00</u>	<u>\$</u>	<u>\$ 346,266.51</u>	<u>\$ 566,029.62</u>	<u>\$</u>	<u>\$ 280,194.22</u>	<u>\$ 3,318,148.32</u>	<u>\$ 3,316,148.32</u>	<u>\$ 1,254,332.80</u>

Township of East Amwell
County of Hunterdon
General Capital Fund
Schedule of Deferred Charges to Future Taxation - Funded
Year Ended December 31, 2010

C-4

Balance, December 31, 2009		\$ 5,316,645.60
Increased by:		
Refunding Bonds		<u>2,405,000.00</u>
		7,721,645.60
Decreased by:		
2010 Budget Appropriation to Pay General Serial Bonds	\$ 300,000.00	
Refunding Outstanding Callable General Improvement Bonds Dated 3/1/98 and 2/1/01	2,390,000.00	
2010 Budget Appropriation to Pay SNJ Green Trust Loan	<u>26,237.60</u>	
		<u>2,716,237.60</u>
Balance, December 31, 2010		<u><u>\$ 5,005,408.00</u></u>

Township of East Amwell
 County of Hunterdon
 General Capital Fund
 Schedule of Deferred Charges to Future Taxation - Unfunded
 Year Ended December 31, 2010

C-5

Ord. Number	Improvement Description	Balance December 31, 2009	2010 Authorizations	Notes Paid By Budget Appropriation	Transferred to Deferred Taxation-Funded	Balance December 31, 2010	Analysis of Balances December 31, 2010		
							Bond Anticipation Notes	Expenditures	Unexpended Improvement Authorization
06-12	Township Share of the Cost of Easements Under the Farmland Program to be Undertaken Jointly with the County and the State	\$ 1,000,000.00	\$	\$ 110,000.00	\$	\$ 890,000.00	\$ 890,000.00	\$	\$
10-5	Resurfacing of a Portion of Back Brook Road		139,000.00			139,000.00		60,273.16	78,726.84
10-12	Refunding All or a Portion of the Outstanding Callable General Improvement Bonds Dated 3/1/98 and 2/1/01		2,650,000.00		2,405,000.00	245,000.00			245,000.00
10-21	Dutch Lane Road Improvement Project		135,000.00			135,000.00			\$ 135,000.00
		<u>\$ 1,000,000.00</u>	<u>\$ 2,924,000.00</u>	<u>\$ 110,000.00</u>	<u>\$ 2,405,000.00</u>	<u>\$ 1,409,000.00</u>	<u>\$ 890,000.00</u>	<u>\$ 60,273.16</u>	<u>\$ 458,726.84</u>
									\$ 849,353.90
									Less: Unexpended Proceeds of Bond Anticipation Notes Issued: Ordinance No. 06-12
									<u>390,627.06</u>
									<u>\$ 458,726.84</u>

**Township of East Amwell
 County of Hunterdon
 General Capital Fund
 Schedule of Capital Improvement Fund
 Year Ended December 31, 2010**

		C-6
Balance, December 31, 2009		\$ 47,860.01
Increased by:		
2010 Budget Appropriation	\$ 110,000.00	
Improvement Authorizations Cancelled - See C-7 for Detail	<u>230,462.73</u>	
		<u>340,462.73</u>
		388,322.74
Decreased by:		
Direct Charges Made for Preliminary Costs-Future Road Projects	5,000.00	
Appropriation to Finance Improvement Authorizations	<u>155,000.00</u>	
		<u>160,000.00</u>
Balance, December 31, 2010		<u><u>\$ 228,322.74</u></u>

See Independent Auditors' Report.

Township of East Amwell
 County of Hunterdon
 General Capital Fund
 Schedule of Improvement Authorizations
 Year Ended December 31, 2010

C-7
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Ord. Number	Improvement Description	Date Adopted	Amount	2010 Authorizations								Balance December 31, 2010	
				Balance December 31, 2009		Capital Improvement Fund	Deferred Charge to Future Taxation Unfunded	State Aid	Open Space Trust Fund	Paid or Charged	Cancelled	Funded	Unfunded
				Funded	Unfunded								
08-02	Various Capital Improvements	2/12/98	\$ 577,525.00	\$ 103,321.48	\$	\$	\$	\$	\$	\$	\$	\$ 103,321.48	\$
01-22	Suppl Approp. For Phase I of Marlon Clawson Memorial Park Development Project	10/25/01	350,000.00	18,494.80								18,494.80	
05-11	Purchase, Installation and Set-Up of Emergency Communications Equipment and Electrical Upgrade to the Municipal Building	5/26/05	15,000.00	13,875.98								13,875.98	
05-12	Clawson Park Barn Replacement	5/26/05	45,000.00	42,305.68								42,305.68	
05-13	Clawson Park - Phase II	5/26/05	15,000.00	4,112.93					607.00	3,505.93			
05-14	Clawson Historic House Roof and Exterior Stabilization	5/26/05	25,000.00	5,839.09								5,839.09	
05-34	Acquisition of Development Rights Easements on Certain Real Property (B 27, L33.01 and B 27, L46 & 46.05)	12/27/05	150,000.00	12,417.75							12,417.75		
06-12	Township Share of the Cost of Easements Under the Farmland Program to be Undertaken Jointly with the County and the State	6/8/06	1,050,000.00		394,982.88					4,355.82			390,627.06
06-18	2006 Phase of the Marlon Clawson Memorial Park Development Project	6/22/06	65,000.00	26,761.91							26,761.91		
07-11	Purchase of a Tractor Mounted Roadside Mower	7/19/07	18,000.00	17,959.95							17,959.95		
07-13	Supplemental Appropriation for Barn Replacement at the Marlon Clawson Memorial Park	7/19/07	15,000.00	15,000.00								15,000.00	
08-05	Supplemental Appropriation for Various Renovation Projects at the Municipal Building	5/8/08	36,000.00	3,926.36					3,926.36				
08-06	Acquisition of Development Rights Easements on Certain Real Properties Known as B17, L16.03 and B21, L 16 & 16.01	5/8/08	220,000.00	18,894.15								18,894.15	
08-08	Township Funding Share of the Spring Hill Rd. Improvement Project	7/17/08	165,000.00	63,677.50					62,320.99			1,556.51	
08-13	Road Improvements to Back Brook Rd.	7/17/08	175,000.00	62,172.09					1,003.75			61,168.34	
08-14	Supplemental Appropriation for Township Funding Share of the Spring Hill Rd. Improvement Project	9/11/08	35,000.00	35,000.00								35,000.00	
08-15	Various Municipal Building Repairs and Improvements	10/9/08	66,000.00	20,408.70					1,598.54			18,810.16	
08-16	Leveling and Overlaying Portions of Various Twp. Rds.	10/9/08	50,000.00	49,957.38							49,957.38		
08-17	Purchase of a 2009 Dump Truck with Plows and Sander	10/9/08	140,000.00	139,958.28							139,958.28		
08-18	Supplemental Appropriations for the Twp. Funding Share of the Back Brook Rd. Improvement Project	12/30/08	10,000.00	10,000.00								10,000.00	
08-20	Road Improvements to Lindbergh Rd.	12/30/08	275,000.00	112,254.90					946.00			111,308.90	
09-06	Purchase of Various Road Equipment	4/23/09	18,200.00	2,343.72					749.00	1,594.72			
09-07	Purchase of Various Office Equipment	4/23/09	20,000.00	5,785.38					2,132.19			3,653.17	

See Independent Auditors' Report.

Township of East Amwell
 County of Hunterdon
 General Capital Fund
 Schedule of Improvement Authorizations
 Year Ended December 31, 2010

C-7
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Ord. Number	Improvement Description	Date Adopted	Amount	Balance December 31, 2009		2010 Authorizations					Balance December 31, 2010		
				Funded	Unfunded	Capital Improvement Fund	Deferred Charge to Future Taxation Unfunded	State Aid	Open Space Trust Fund	Paid or Charged	Cancelled	Funded	Unfunded
09-08	Reclamation and Paving Portions of Various Township Roads	4/23/09	\$ 95,000.00	\$ 20,593.07	\$	\$	\$	\$	\$	\$	\$ 20,593.07	\$	\$
09-09	Acquisition of or Contribution to the Purchase of Real Property B35.01, L37	6/25/09	260,000.00	257,690.50						252,093.34		5,797.16	
10-05	Resurfacing of a Portion of Back Brook Road	4/8/10	160,000.00		21,000.00	139,000.00				81,273.16			78,726.84
10-06	Leveling and Subgrade Reconstruction of Various Twp. Rds.	4/26/10	60,000.00		60,000.00					24,329.64	399.37	35,670.36	
10-07	Purchase of Various Road Equipment	4/26/10	24,000.00		24,000.00					23,600.83			
10-08	Purchase of a 2011 Ford F350 Pick-Up Truck with a 6.7 LUB turbo diesel engine	4/26/10	36,000.00		36,000.00					34,966.76		1,033.24	
10-12	Refunding of all or a Portion of the Outstanding Callable General Improvement Bonds Dated 3/1/88 and 2/1/01	7/8/10	2,650,000.00				2,650,000.00			2,405,000.00			245,000.00
10-15	Capital Improvement to the Marlon Clawson Memorial Park which includes the Purchasing and Installation of Safety Turf Rubber Surfacing on Playgrounds	9/27/10	70,000.00						70,000.00	67,805.08		2,194.92	
10-16	Purchase of an FTR Reporter 5.4 Digital Recording System	9/27/10	4,000.00		4,000.00					3,581.49		418.51	
10-17	Acquisition of Development Rights Easement on Certain Real Property Known as B17 L34	9/27/10	220,000.00						220,000.00	476.44		219,521.56	
10-20	Purchase of Speed Limit Road Signs for Various Township Roads	12/6/10	6,000.00		6,000.00					69.09		5,930.91	
10-21	Dutch Lane Road Improvement Project	12/29/10	295,000.00				135,000.00	160,000.00		140.99		159,659.01	135,000.00
10-22	Purchase of an Undertallgate Spreader	12/29/10	4,000.00		4,000.00					51.35		3,948.65	
				<u>\$ 1,062,951.54</u>	<u>\$ 394,982.68</u>	<u>\$ 155,000.00</u>	<u>\$ 2,924,000.00</u>	<u>\$ 160,000.00</u>	<u>\$ 290,000.00</u>	<u>\$ 2,971,029.62</u>	<u>\$ 273,148.32</u>	<u>\$ 893,402.56</u>	<u>\$ 649,353.90</u>
										Refunding Bonds Issued	\$ 2,405,000.00		
										Cash Disbursed	<u>566,029.62</u>		
											<u>\$ 2,971,029.62</u>		
										Capital Improvement Fund	\$ 230,462.73		
										Open Space Trust Fund	<u>42,685.59</u>		
											<u>\$ 273,148.32</u>		

Township of East Amwell
 County of Hunterdon
 General Capital Fund
 Schedule of NJ Green Trust Loan Payable
 Year Ended December 31, 2010

C-8

Purpose	Date of Issue	Original Issue	Maturities of Principal Outstanding December 31, 2010		Interest Rate	Balance December 31, 2009	Decreased	Balance December 31, 2010
			Date	Amount				
Marion F. Clawson Park	1/27/07	\$ 500,000.00	1/27/11	\$ 13,315.90	2.00 %			
			7/27/11	13,449.07				
			1/27/12	13,583.55				
			7/27/12	13,719.39				
			1/27/13	13,856.58				
			7/27/13	13,995.15				
			1/27/14	14,135.10				
			7/27/14	14,276.46				
			1/27/15	14,419.21				
			7/27/15	14,563.41				
			1/27/16	14,709.04				
			7/27/16	14,856.14				
			1/27/17	15,004.69				
			7/27/17	15,154.74				
			1/27/18	15,306.29				
			7/27/18	15,459.35				
			1/27/19	15,613.95				
			7/27/19	15,770.09				
			1/27/20	15,927.78				
			7/27/20	16,087.06				
			1/27/21	16,247.94				
			7/27/21	16,410.41				
			1/27/22	16,574.52				
			7/27/22	16,740.26				
1/27/23	16,907.67							
7/27/23	17,076.74							
1/27/24	17,247.51							
						\$ 436,645.60	\$ 26,237.60	\$ 410,408.00

See Independent Auditors' Report.

Township of East Amwell
 County of Hunterdon
 General Capital Fund
 Schedule of Bond Anticipation Notes
 Year Ended December 31, 2010

C-9

Ord. Number	Purpose	Date of Issue of Original Note	Date of Issue	Date of Maturity	Interest Rate	Balance December 31, 2009	Increase	Decrease	Balance December 31, 2010
06-12	Township Share of the Cost of Easements Under the Farmland Program to be Undertaken Jointly with the County and State	5/22/07	5/22/09 5/21/10	5/21/10 5/20/11	1.69% 1.00%	\$ 1,000,000.00	\$ 890,000.00	\$ 1,000,000.00	\$ 890,000.00
						<u>\$ 1,000,000.00</u>	<u>\$ 890,000.00</u>	<u>\$ 1,000,000.00</u>	<u>\$ 890,000.00</u>
						Cash Received	\$ 890,000.00	\$	
						Cash Disbursed		1,000,000.00	
							<u>\$ 890,000.00</u>	<u>\$ 1,000,000.00</u>	

See Independent Auditors' Report.

Township of East Amwell
 County of Hunterdon
 General Capital Fund
 Schedule of General Serial Bonds Payable
 Year Ended December 31, 2010

C-10

Purpose	Date of Issue	Original Issue	Maturities of Bonds Outstanding December 31, 2010		Interest Rate	Balance December 31, 2009	Increase	Paid Off by Issuance of Refunding Bonds	Decrease	Balance December 31, 2010
			Date	Amount						
General Improvements of 1998	3/1/98	\$ 1,600,000		\$		% \$ 915,000.00	\$	\$ 835,000.00	\$ 80,000.00	\$
General Improvement of 2001	2/1/01	2,500,000	2/1/11	110,000	4.70	1,765,000.00		1,555,000.00	100,000.00	110,000.00
General Improvement of 2003	2/15/03	2,820,000	2/15/11-12	120,000	3.80					
			2/15/13-15	135,000	3.80					
			2/15/16	155,000	3.90					
			2/15/17	155,000	4.00					
			2/15/18	155,000	4.05					
			2/15/19	180,000	4.10					
			2/15/20	190,000	4.20					
			2/15/21	200,000	4.25					
			2/15/22	200,000	4.30					
			2/15/23	200,000	4.40	2,200,000.00		120,000.00	2,080,000.00	
2010 Refunding Bonds	8/31/10	2,405,000	3/1/11	115,000	3.00					
			3/1/12	235,000	3.00					
			3/1/13	245,000	3.00					
			3/1/14	265,000	3.00					
			3/1/15	260,000	3.00					
			3/1/16-17	275,000	4.00					
			3/1/18	270,000	2.375					
			3/1/19	160,000	2.625					
			3/1/20	155,000	2.75					
			3/1/21	150,000	3.00					
						<u>\$ 4,880,000.00</u>	<u>\$ 2,405,000.00</u>	<u>\$ 2,390,000.00</u>	<u>\$ 300,000.00</u>	<u>\$ 4,595,000.00</u>

See Independent Auditors' Report.

Township of East Amwell
County of Hunterdon
General Capital Fund
Schedule of Bonds and Notes Authorized but Not Issued
Year Ended December 31, 2010

C-11

<u>Ord No.</u>	<u>Improvement Description</u>	<u>2010 Authorizations</u>	<u>Refunding Bonds Issued</u>	<u>Balance December 31, 2010</u>
10-5	Resurfacing of a Portion of Back Brook Road	\$ 139,000.00	\$	\$ 139,000.00
10-12	Refunding of all or a Portion of the Outstanding Callable General Improvement Bonds Dated 3/1/98 and 2/1/01	2,650,000.00	2,405,000.00	245,000.00
10-21	Dutch Lane Road Improvement Project	135,000.00		135,000.00
		<u>\$ 2,924,000.00</u>	<u>\$ 2,405,000.00</u>	<u>\$ 519,000.00</u>

Township of East Amwell

County of Hunterdon

2010

Public Assistance Fund

Township of East Amwell
 County of Hunterdon
 Public Assistance Fund
 Schedule of Cash - Treasurer
 Year Ended December 31, 2010

			D-1
Reference	P.A.T.F. Account #1	P.A.T.F. Account #2	Fund Total
Balance, December 31, 2009	D	\$ 12,616.58	\$ 12,616.58
Increased By Receipts:			
State Aid		51,300.00	51,300.00
Interest Earned		92.17	92.17
		<u>51,392.17</u>	<u>51,392.17</u>
		<u>64,008.75</u>	<u>64,008.75</u>
Decreased by:			
Public Assistance - 2010		39,534.34	39,534.34
		<u>39,534.34</u>	<u>39,534.34</u>
Balance, December 31, 2010	D	<u>\$ 24,474.41</u>	<u>\$ 24,474.41</u>

**Township of East Amwell
 County of Hunterdon
 Public Assistance Fund
 Schedule of Public Assistance Cash and Reconciliation
 Year Ended December 31, 2010**

		D-2	
Balance, December 31, 2009		\$ 12,616.58	
Increased by Receipts:			
State Aid	\$ 51,300.00		
Interest Earned	<u>92.17</u>		
		<u>51,392.17</u>	
		64,008.75	
Decreased by Disbursements:			
Public Assistance Expenditures		<u>39,534.34</u>	
Balance, December 31, 2010		<u>\$ 24,474.41</u>	
Reconciliation, December 31, 2010			
	<u>P.A.T.F. Account #1</u>	<u>P.A.T.F. Account #2</u>	<u>Total</u>
Balance on Deposit per Statement of TD Bank Checking	\$	\$ 26,275.41	\$ 26,275.41
Less: Outstanding Checks		<u>1,801.00</u>	<u>1,801.00</u>
	<u>\$</u>	<u>\$ 24,474.41</u>	<u>\$ 24,474.41</u>

**Township of East Amwell
County of Hunterdon
Public Assistance Fund
Schedule of Public Assistance Revenues
Year Ended December 31, 2010**

D-3

	P.A.T.F. Account #1 (75%)	P.A.T.F. Account #2 (100%)	Fund Total
State Aid	\$	\$ 51,300.00	\$ 51,300.00
Interest Income		92.17	92.17
Total Revenues (P.A.T.F.)		<u>51,392.17</u>	<u>51,392.17</u>
	<u>\$</u>	<u>\$ 51,392.17</u>	<u>\$ 51,392.17</u>

**Public Assistance Fund
Schedule of Public Assistance Expenditures
Year Ended December 31, 2010**

D-4

	P.A.T.F. Account #1 (75%)	P.A.T.F. Account #2 (100%)	Fund Total
Current Year Assistance:			
Assistance Reported:			
Maintenance	\$	\$ 9,438.00	\$ 9,438.00
Transportation		60.00	60.00
Temporary Rental Assistance		19,697.00	19,697.00
Emergency Assistance - Shelter/Housing		5,790.00	5,790.00
Emergency Assistance - Utilities		3,263.04	3,263.04
Work Related Expenses		686.30	686.30
Total Expenditures Reported (P.A.T.F.)		<u>38,934.34</u>	<u>38,934.34</u>
Assistance Reported:			
Emergency Assistance - Utilities		600.00	600.00
Total Expenditures Reported and Unreported (P.A.T.F.)	<u>\$</u>	<u>\$ 39,534.34</u>	<u>\$ 39,534.34</u>

**Public Assistance Fund
Schedule of Assistance Commitments Payable
Year Ended December 31, 2010**

D-5

Not Applicable

Township of East Amwell

County of Hunterdon

2010

Payroll Fund

**Township of East Amwell
County of Hunterdon
Payroll Fund
Schedule of Payroll Cash
Year Ended December 31, 2010**

E-1

Balance, December 31, 2009		\$	2,852.56
Increased by:			
Payroll Taxes and Benefits Payable	\$	223,789.76	
Budget Appropriation-PERS		56,966.00	
Employee Contributions		3,444.00	
Overpayment		60.00	
Net Payroll		441,256.24	
Due to Current Fund - Interest Earned		66.96	
		<u> </u>	<u>725,582.96</u>
			<u>728,435.52</u>
Decreased by:			
Payroll Taxes and Benefits Payable		226,562.73	
Budget Appropriation-PERS		56,966.00	
Employee Contributions		3,444.00	
Overpayment		60.00	
Net Payroll		441,256.24	
Due to Current Fund - Interest Earned		66.96	
		<u> </u>	<u>728,355.93</u>
Balance, December 31, 2010		\$	<u>79.59</u>

See Independent Auditors' Report.

Township of East Amwell
 County of Hunterdon
 Payroll Fund
 Schedule of Payroll Taxes Payable
 Year Ended December 31, 2010

E-2

Account	Balance December 31, 2009	Cash Receipts	Cash Disbursements	Balance December 31, 2010
Federal Income Tax	\$	\$ 46,411.71	\$ 46,411.71	\$
FICA and Medicare		95,199.18	95,199.18	
NJ GIT		15,940.68	15,940.68	
PERS	2,577.15	30,382.43	32,897.33	62.25
PERS Insurance	205.41	2,662.23	2,850.30	17.34
Unemployment and Disability		3,833.53	3,833.53	
Dental Insurance		4,170.00	4,170.00	
457 Plan	70.00	25,190.00	25,260.00	
	<u>\$ 2,852.56</u>	<u>\$ 223,789.76</u>	<u>\$ 226,562.73</u>	<u>\$ 79.59</u>

Section	Sub-section	Item	Value	Unit
[illegible]	[illegible]	[illegible]	[illegible]	[illegible]
		[illegible]	[illegible]	[illegible]
		[illegible]	[illegible]	[illegible]
		[illegible]	[illegible]	[illegible]
[illegible]	[illegible]	[illegible]	[illegible]	[illegible]
		[illegible]	[illegible]	[illegible]
		[illegible]	[illegible]	[illegible]
		[illegible]	[illegible]	[illegible]

Other Supplemental Information-Regulatory Basis

**Township of East Amwell
County of Hunterdon
Comparative Statement of Operations and Change in Fund Balance-Current Fund
Years Ended December 31, 2010 and 2009**

	2010		2009	
	Amount	%	Amount	%
Revenue and Other Income Realized				
Fund Balance Utilized	\$ 230,300.00	1.46 %	\$ 375,000.00	2.35 %
Miscellaneous - From Other Than Local Property				
Tax Levies	1,011,700.08	6.38	1,158,413.66	7.25
Collection of Delinquent Taxes	257,212.07	1.62	240,265.29	1.50
Collection of Current Tax Levy	14,357,076.83	90.54	14,207,423.30	88.90
Interfund Loans Returned	46.53			
	<u>15,856,335.51</u>	<u>100.00 %</u>	<u>15,981,102.25</u>	<u>100.00 %</u>
Expenditures				
Budget Expenditures - Municipal Purposes	2,337,251.32	14.91 %	2,467,433.66	15.65 %
Municipal Open Space Tax	316,350.87	2.02	316,520.02	2.01
Fire District Tax	184,483.00	1.18	184,424.00	1.17
County Taxes	2,783,216.91	17.75	2,783,654.87	17.66
Local and Regional School Taxes	10,058,289.10	64.14	10,004,042.71	63.45
Other Expenditures	300.00	0.00	9,051.82	0.06
	<u>15,679,891.20</u>	<u>100.00 %</u>	<u>15,765,127.08</u>	<u>100.00 %</u>
Excess in Revenues	176,444.31		215,975.17	
Fund Balance				
Balance, January 1	<u>380,834.78</u>		<u>539,859.61</u>	
	557,279.09		755,834.78	
Less: Utilization as Anticipated Revenue	<u>230,300.00</u>		<u>375,000.00</u>	
Balance, December 31	<u>\$ 326,979.09</u>		<u>\$ 380,834.78</u>	

See Independent Auditors' Report.

Township of East Amwell
 County of Hunterdon
 Other Supplemental Information
 Years Ended December 31, 2010, 2009 and 2008

Comparative Schedule of Tax Rate Information

	2010	2009	2008
Tax Rate	\$ 1.844	\$ 1.842	\$ 1.773
Apportionment of Tax Rate:			
Municipal	0.151	0.149	0.140
Municipal Open Space	0.039	0.040	0.040
Fire District #1 Tax	0.024	0.025	0.025
County	0.296	0.298	0.298
County Library	0.025	0.026	0.026
County Open Space	0.031	0.032	0.033
Local School	0.824	0.804	0.776
Regional High School	0.454	0.468	0.435
Assessed Valuation:			
2010	\$ 787,824,265.00		
2009		\$ 785,830,790.00	
2008			\$ 791,724,997.00

Comparison of Tax Levies and Collection Currently

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

Year	Tax Levy	Collections	Percentage of Collection
2010	\$ 14,592,461.53	\$ 14,357,076.83	98.4%
2009	14,486,633.03	14,207,423.30	98.1%
2008	14,098,240.47	13,860,767.79	98.3%

Delinquent Taxes and Tax Title Liens

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

December 31,	Amount of Tax Title Liens	Amount of Delinquent Taxes	Total Delinquent	Percentage of Tax Levy
2010	\$ 4,612.95	\$ 231,799.55	\$ 236,412.50	1.6%
2009	4,493.09	257,212.07	261,705.16	1.8%
2008	4,373.43	240,265.29	244,638.72	1.7%

Property Acquired by Tax Title Lien Liquidation

Year	Amount
2010	\$ 22,300.00
2009	22,300.00
2008	22,300.00

No properties have been acquired in 2010 by foreclosure or deed, as a result of liquidation of tax title liens.

Comparative Schedule of Fund Balance (Current Fund)

Year	Balance December 31,	Utilized In Budget of Succeeding Year
2010	\$ 326,979.09	\$ 100,000.00
2009	380,834.78	230,300.00
2008	539,859.61	375,000.00
2007	786,550.53	485,000.00
2006	772,119.86	485,000.00

See Independent Auditors' Report.

**Township of East Amwell
County of Hunterdon
Officials in Office and Surety Bonds
Year Ended December 31, 2010**

<u>Name</u>	<u>Title</u>	<u>Note</u>	<u>Corporate Surety</u>
Peter Kneski	Mayor		
Linda F. Lenox	Deputy Mayor		
C. Larry Tatsch	Committee Member		
Timothy Martin	Committee Member		
Patricia Cregar	Committee Member		
Timothy Matheny	Township Administrator		
Teresa Stahl	Clerk, Officer for Assessment of Municipal Improvements, Registrar of Vital Statistics	2	
Carolyn Fritsch	Board of Health Secretary, Deputy Municipal Clerk	2	
Pamela Dymek	Construction Secretary through June 30, 2010, Office Assistant, Deputy Registrar, Assistant Tax Collector, Road Department Secretary	2	
Maria Andrews	Planning Board Administrator		
Maria Andrews	Assistant Treasurer, Zoning Secretary, Board of Adjustment Administrator	2	
Jane Luhrs	Chief Financial Officer, Treasurer	1	\$ 1,000,000.00
Mary Hyland	Tax Collector, Tax Search Officer	1	\$ 1,000,000.00
Marianne Busher	Tax Assessor		
Richard Cushing	Attorney		
John Petronko, Jr.	Magistrate	2	
Cindy Hooven	Court Administrator	2	
Dennis O'Neal	Engineer		
Helen Kuhl	Welfare Director	2	
Stewart Doddy	Construction and Building Sub-Code Official, Building and Plumbing Inspector through June 30, 2010	2	
Richard McManus	Zoning Officer	2	
Peter Buchanan	Electrical Inspector through June 30, 2010	2	
Pete Ball	Fire Subcode and Fire Inspector through June 30, 2010	2	

NOTES: 1. Municipal Excess Liability Joint Insurance Fund
2. Other employees covered by Public Alliance Insurance Coverage Fund under public officials liability coverage.

Case No.	Case Name	Case Status	Case Type	Case Description	Case Date
1	Case 1	Open	Case 1	Case 1 Description	11/11/2014
2	Case 2	Open	Case 2	Case 2 Description	11/11/2014
3	Case 3	Open	Case 3	Case 3 Description	11/11/2014
4	Case 4	Open	Case 4	Case 4 Description	11/11/2014
5	Case 5	Open	Case 5	Case 5 Description	11/11/2014
6	Case 6	Open	Case 6	Case 6 Description	11/11/2014
7	Case 7	Open	Case 7	Case 7 Description	11/11/2014
8	Case 8	Open	Case 8	Case 8 Description	11/11/2014
9	Case 9	Open	Case 9	Case 9 Description	11/11/2014
10	Case 10	Open	Case 10	Case 10 Description	11/11/2014
11	Case 11	Open	Case 11	Case 11 Description	11/11/2014
12	Case 12	Open	Case 12	Case 12 Description	11/11/2014
13	Case 13	Open	Case 13	Case 13 Description	11/11/2014
14	Case 14	Open	Case 14	Case 14 Description	11/11/2014
15	Case 15	Open	Case 15	Case 15 Description	11/11/2014
16	Case 16	Open	Case 16	Case 16 Description	11/11/2014
17	Case 17	Open	Case 17	Case 17 Description	11/11/2014
18	Case 18	Open	Case 18	Case 18 Description	11/11/2014
19	Case 19	Open	Case 19	Case 19 Description	11/11/2014
20	Case 20	Open	Case 20	Case 20 Description	11/11/2014

Comments Section

Comments for Case 1: Case 1 Description
 Comments for Case 2: Case 2 Description
 Comments for Case 3: Case 3 Description
 Comments for Case 4: Case 4 Description
 Comments for Case 5: Case 5 Description
 Comments for Case 6: Case 6 Description
 Comments for Case 7: Case 7 Description
 Comments for Case 8: Case 8 Description
 Comments for Case 9: Case 9 Description
 Comments for Case 10: Case 10 Description
 Comments for Case 11: Case 11 Description
 Comments for Case 12: Case 12 Description
 Comments for Case 13: Case 13 Description
 Comments for Case 14: Case 14 Description
 Comments for Case 15: Case 15 Description
 Comments for Case 16: Case 16 Description
 Comments for Case 17: Case 17 Description
 Comments for Case 18: Case 18 Description
 Comments for Case 19: Case 19 Description
 Comments for Case 20: Case 20 Description

**Township of East Amwell
County of Hunterdon
Comments
December 31, 2010**

An audit of the financial accounts and transactions of the Township of East Amwell, County of Hunterdon, New Jersey ("Township") for the year ended December 31, 2010, has recently been completed. The results of the audit are herewith set forth:

Scope of Audit

The audit covered the financial transactions of the Tax Collector, Treasurer, the activities of the Township Committee and the records of the various outside departments.

The audit did not and could not determine the character of services rendered for which payment had been made or for which reserves had been set up, nor could it determine the character, proper price or quantity of materials supplied for which claims had been passed.

Cash on hand was counted and cash balances were reconciled with independent certifications obtained directly from the depositories.

Revenues and receipts were verified as to source and amount insofar as the records permitted.

Our audit was made in accordance with generally accepted auditing standards and in compliance with the audit requirements prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey and Government Auditing Standards, issued by the Comptroller General of the United States. Therefore, our audit included the procedures noted above as well as tests of the accounting records and other such auditing procedures as are considered necessary in the circumstances.

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

N.J.S. 40A:11-4 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 term of Section 3 of this Act, shall be made or awarded only after public advertising of 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 and \$21,000 through May 13, 2010, \$29,000 from May 14 through June 30, 2010 and \$36,000 after that except by contract or agreement".

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

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

Appraisal of B27 L 33
Road Maintenance and Repair Materials
Back Brook Road Improvement Project

The system of records did not provide for an accumulation of payments by categories of materials or supplies, or related work or labor. Disbursements were reviewed, however, to determine whether any clear-cut violations existed.

The examination of expenditures did not reveal any individual payments, contracts or agreements in excess of the amounts as noted above "for the performance of any work or the furnishing of labor materials and supplies or the hiring of teams or vehicles", other than where bids had been previously sought by public advertisement or where a resolution had been previously adopted under the provision of N.J.S. 40A:11-6.

See Independent Auditor's Report.

**Township of East Amwell
County of Hunterdon
Comments
December 31, 2010**

Collection of Interest on Delinquent Taxes and Assessments

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

The governing body on January 3, 2010 adopted the following resolution authorizing interest to be charged on delinquent taxes:

1. BE IT RESOLVED that taxes shall be collected quarterly on February 1, 2010; May 1, 2010; August 1, 2010 and November 1, 2010 and that interest will be charged at the rate of 8% per annum on the first \$1,500 of the delinquency and 18% per annum on any amount in excess of \$1,500.00 to be calculated from the date the tax was payable until the date of actual payment. There will be a ten day grace period after which unpaid taxes will then be charged interest from the due date.
2. NOW, THEREFORE, BE IT RESOLVED by the Mayor and Committee of the Township of East Amwell that the penalty authorized by P.L. 1991, c. 75, be fixed in the amount of six percent (6%) of all taxes due on any delinquency greater than \$10,000.00 which remains unpaid at the close of each calendar year. The Tax Collector is authorized to calculate the amount of any such penalty and to add the amount of the penalty to the other municipal charges and liens owing as to any given parcel at the end of the calendar year.

Tax Sale

The last tax sale was held on October 14, 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:

Year	Number of Liens
2010	2
2009	2
2008	2

**Township of East Amwell
County of Hunterdon
Schedule of Findings and Recommendations
December 31, 2010**

Schedule of Financial Statement Findings

This section identifies the deficiencies, significant deficiencies, material weaknesses, and instances of noncompliance related to the financial statements that are required to be reported in accordance with Government Auditing Standards and with audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey.

Findings

None

**Township of East Amwell
County of Hunterdon
Schedule of Findings and Recommendations
December 31, 2010**

Schedule of Prior Year Financial Statement Findings

This section identifies the deficiencies, significant deficiencies, material weaknesses, and instances of noncompliance related to the financial statements that are required to be reported in accordance with Government Auditing Standards and with audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey.

Findings

None