

TOWNSHIP OF EAST AMWELL

County of Hunterdon

Report of Audit

December 31, 2012 and 2011

With Independent Auditors' Report

**Township of East Amwell
 County of Hunterdon
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 December 31, 2012 and 2011**

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 County of Hunterdon
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Independent Auditors' Report on 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, 2012 and 2011, and the related notes to the financial statements, which collectively comprise the Township's financial statements-regulatory basis, as listed in the foregoing table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles 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. This includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States; and 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 from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.



Opinions

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, 2012 and 2011, or the results of its operations and changes in fund balance for the years then ended.

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.

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, 2012 and 2011, 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, 2012, 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.

Other Matters

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Township's financial statements-regulatory basis. The accompanying supplemental schedules and information of the individual funds included in the contents of this report are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such schedules and information are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements-regulatory basis.

This information has been subjected to the auditing procedures applied in the audit of the financial statements-regulatory basis, and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplemental schedules and information of the individual funds are fairly stated, in all material respects, in relation to the financial statements as a whole.

The Fund Summaries and the Statistical Information and Roster of Officials have not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

Other Reporting Required by Government Auditing Standards

In accordance with Government Auditing Standards, we have also issued our report dated June 17, 2013 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.

Charles M. Case, CPA, RMA
William Smith & Brown, PC
June 17, 2013



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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, 2012 and the related notes to the financial statements, which collectively comprise The Township's financial statements-regulatory basis, and have issued our report thereon dated June 17, 2013. 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

Management of the Township is responsible for establishing and maintaining effective 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. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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 that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.



Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Township's financial statements are free from 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.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Township's internal control or on compliance. This report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the Township's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Charles M. Case, CPA, RAFT

William Smith + Brown, PC

June 17, 2013

Financial Statements

Township of East Amwell

County of Hunterdon

2012

Current Fund

Township of East Amwell
 County of Hunterdon
 Current Fund
 Comparative Balance Sheets-Regulatory Basis
 December 31, 2012 and 2011

A
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	Reference	2012	2011
Assets			
Regular Fund:			
Cash - Treasurer	A-4	\$ 3,977,358.62	\$ 4,973,618.98
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		250.00	250.00
		<u>3,977,858.62</u>	<u>4,974,118.98</u>
Receivables with Offsetting Reserves:			
Delinquent Property Taxes Receivable	A-5	282,755.99	263,363.02
Tax Title Liens Receivable	A-6	4,978.51	4,738.14
Property Acquired for Taxes - Assessed Valuation	A-7	22,300.00	22,300.00
Revenue Accounts Receivable	A-8	3,007.05	1,307.46
Due from Animal Control Trust	B		1,956.08
Due from Other Trust Funds	B	859.90	594.32
Due from General Capital Fund	C	1.05	
Due from Payroll Trust fund Fund	E	5.86	
	A	<u>313,908.36</u>	<u>294,259.02</u>
Emergency Authorizations	A-9	30,000.00	
Special Emergency Authorizations (40A:4-55)	A-9	50,000.00	
		<u>80,000.00</u>	
		<u>4,371,766.98</u>	<u>5,268,378.00</u>
Federal and State Grant Fund:			
Cash	A-4	49,211.40	50,316.44
Grants Receivable	A-14	180,000.00	180,000.00
		<u>229,211.40</u>	<u>230,316.44</u>
		<u>\$ 4,600,978.38</u>	<u>\$ 5,498,694.44</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, 2012 and 2011

A
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	Reference	2012	2011
Liabilities, Reserves and Fund Balance			
Regular Fund:			
Liabilities:			
Appropriation Reserves	A-3, A-10	\$ 81,202.06	\$ 51,882.48
Reserve for Encumbrances	A-3, A-10	10,206.56	11,864.09
Taxes Collected in Advance		138,209.08	654,096.02
Reserve for Garden State Trust Fund		17,407.00	17,407.00
Due to Open Space Trust Fund	B		312,007.84
Due to General Capital Fund	C		119,999.45
Due to Public Assistance Fund	D		20.20
Due to Payroll Fund	E		27.03
Due to State of NJ-Marriage Licenses		50.00	150.00
Reserve for Reassessment		26,531.17	
Reserve for Hurricane Sandy		30,000.00	
Emergency Note Payable - Hurricane Sandy	A-11	30,000.00	
Special Emergency Note Payable - Reassessment	A-11	50,000.00	
County Taxes Payable		0.33	
Due to County for Added and Omitted Taxes		2,131.18	11,513.84
Local District School Taxes Payable	A-12	2,023,114.09	1,998,083.69
Regional High School Taxes Payable	A-13	1,367,314.14	1,445,274.13
		<u>3,776,165.61</u>	<u>4,622,325.77</u>
Reserve for Receivables and Other Assets	A	313,908.36	294,259.02
Fund Balance	A-1	281,693.01	351,793.21
		<u>4,371,766.98</u>	<u>5,268,378.00</u>
Federal and State Grant Fund:			
Appropriated Reserves	A-15	226,817.46	228,749.74
Unappropriated Reserves	A-16	2,393.94	1,566.70
		<u>229,211.40</u>	<u>230,316.44</u>
		<u>\$ 4,600,978.38</u>	<u>\$ 5,498,694.44</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, 2012 and 2011**

	A-1	
	2012	2011
Revenue and Other Income		
Fund Balance Utilized	\$ 161,000.00	\$ 100,000.00
Miscellaneous Revenue Anticipated	829,458.24	1,136,341.12
Receipts from Delinquent Taxes	238,866.39	231,799.55
Receipts from Current Taxes	14,824,469.74	14,960,952.81
Non-Budget Revenue	51,930.21	37,227.11
Other Credits to Income:		
Unexpended Balances of Appropriation Reserves and		
Reserve for Encumbrances	38,002.50	15,411.66
Interfund Receivables Realized	2,550.40	22.41
Tax Overpayments Cancelled	1.50	0.79
	<u>16,146,278.98</u>	<u>16,481,755.45</u>
Expenditures		
Budget Appropriations:		
Operations Within "CAPS":		
Salaries and Wages	605,780.03	572,499.01
Other Expenses	721,875.97	630,288.99
Deferred Charges and Statutory Expenditures - Municipal	112,159.00	104,203.00
Operations Excluded From "CAPS" Operations:		
Salaries and Wages	4,320.00	4,243.00
Other Expenses	51,516.70	316,225.80
Capital Improvements	63,300.00	63,300.00
Municipal Debt Service	651,142.46	657,676.14
Municipal Open Space Tax	316,015.46	316,458.57
Fire District Tax	214,547.00	188,172.00
County Taxes	2,774,499.30	2,784,006.60
Due to County for Added and Omitted Taxes	2,131.18	11,513.84
Local District School Tax	6,668,547.00	6,611,971.00
Regional High School Tax	3,934,414.90	4,090,334.74
Interfunds Advanced		5,973.64
Refund Prior Year Revenue	15,130.18	75.00
	<u>16,135,379.18</u>	<u>16,356,941.33</u>
Excess In Revenue	10,899.80	124,814.12
Adjustment to Income Before Fund Balance:		
Expenditures included above which are by statute deferred charges		
to budget of succeeding years	80,000.00	
	<u>90,899.80</u>	<u>124,814.12</u>
Fund Balance, January 1	351,793.21	326,979.09
	<u>442,693.01</u>	<u>451,793.21</u>
Decrease - Utilization as Anticipated Revenue	161,000.00	100,000.00
Fund Balance, December 31	<u>\$ 281,693.01</u>	<u>\$ 351,793.21</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, 2012

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	Anticipated		Realized	Excess (Deficit)
	Budget	Special NJSA 40A:4-87		
Fund Balance Anticipated	\$ 161,000.00	\$	\$ 161,000.00	\$
Miscellaneous Revenues:				
Licenses:				
Alcoholic Beverages	2,400.00		2,472.00	72.00
Fees and Permits	31,500.00		27,225.00	(4,275.00)
Fines and Costs:				
Municipal Court	31,000.00		30,996.71	(3.29)
Interest and Costs on Taxes	63,000.00		52,085.73	(10,914.27)
Interest on Investments and Deposits	26,000.00		27,375.10	1,375.10
Rental Municipal Building	4,360.00		4,350.00	(10.00)
Consolidated Municipal Property Tax Relief Aid	19,324.00		19,324.00	
Energy Receipts Tax (P.L. 1997, Chp. 162 & 167)	282,856.00		282,856.00	
Garden State Preservation Trust Fund	17,407.00		17,407.00	
Recycling Tonnage Grant		1,566.70	1,566.70	
Clean Communities Program	11,800.00		11,800.00	
Historic Preservation Grant		19,000.00	19,000.00	
Reserve for Payment of Debt Service	108,000.00		108,000.00	
Reserve to Pay Open Space Debt Service	225,000.00		225,000.00	
	<u>822,647.00</u>	<u>20,566.70</u>	<u>829,458.24</u>	<u>(13,755.46)</u>
Receipts from Delinquent Taxes	<u>263,000.00</u>		<u>238,866.39</u>	<u>(24,133.61)</u>
Amounts to be Raised by Taxes for Support of Municipal Budget:				
Local Tax for Municipal Purposes	<u>1,185,385.00</u>		<u>1,211,849.90</u>	<u>26,464.90</u>
Budget Totals	<u>2,432,032.00</u>	<u>20,566.70</u>	<u>2,441,174.53</u>	<u>(11,424.17)</u>
Non-Budget Revenue			<u>51,930.21</u>	<u>51,930.21</u>
	<u>\$ 2,432,032.00</u>	<u>\$ 20,566.70</u>	<u>\$ 2,493,104.74</u>	<u>\$ 40,506.04</u>

Township of East Amwell
 County of Hunterdon
 Current Fund
 Statement of Revenues-Regulatory Basis
 Year Ended December 31, 2012

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Allocation of Current Tax Collections

Collections Realized		\$ 14,824,469.74
Allocated to:		
Municipal Open Space Tax	\$ 316,015.46	
Fire District Tax	214,547.00	
County Taxes	2,774,499.30	
County Share of Added and Omitted Taxes	2,131.18	
Local District School Tax	6,668,547.00	
Regional High School Tax	3,934,414.90	
	<u>13,910,154.84</u>	
Balance for Support of Budget Appropriations		914,314.90
Increased by: Appropriation - Reserve for Uncollected Taxes		<u>297,535.00</u>
Amount for Support of Municipal Budget Appropriations		<u>\$ 1,211,849.90</u>

Analysis of Fees and Permits - Other

Treasurer:		
Board of Adjustment	\$ 3,135.00	
Board of Health	21,620.00	
Driveway Permit	85.00	
Miscellaneous	100.00	
Clean Up Day	965.00	
Smoke Detectors	1,320.00	
	<u>27,225.00</u>	
		<u>\$ 27,225.00</u>

Analysis of Non-Budget Revenue

Appropriation Refunds-2011	\$ 23.21	
Cable TV Franchise Fee	3,922.76	
Certified Lists	150.00	
Clerk - Various	1,172.12	
County of Hunterdon-Poll Rent	400.00	
Hurricane Irene 2011 Reimbursement	13,800.54	
Miscellaneous - Collector	160.00	
Miscellaneous-Treasurer	260.51	
Motor Vehicle Inspection Fine	700.00	
State of NJ-Vets & Senior Citizens Admin. Fee	885.00	
Snow Storm 2011 Reimbursement	30,456.07	
	<u>51,930.21</u>	
		<u>\$ 51,930.21</u>

Township of East Amwell
 County of Hunterdon
 Current Fund
 Statement of Expenditures-Regulatory Basis
 Year Ended December 31, 2012

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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	\$ 71,965.00	\$ 68,365.00	\$ 68,185.68	\$ 179.32	\$
Other Expenses	32,300.00	30,300.00	28,836.72	461.28	1,000.00
Mayor and Committee:					
Salaries and Wages	15,533.00	15,533.00	15,533.00		
Other Expenses	250.00	250.00	165.00	85.00	
Municipal Clerk:					
Salaries and Wages	80,661.00	87,386.00	87,252.99	133.01	
Other Expenses	7,675.00	7,675.00	6,639.90	1,035.10	
Financial Administration:					
Salaries and Wages	34,828.00	41,408.00	40,091.99	1,316.01	
Other Expenses	9,060.00	11,060.00	9,682.15	1,377.85	
Audit Services:					
Other Expenses	21,500.00	21,500.00	21,500.00		
Revenue Administration:					
Salaries and Wages	34,853.00	34,853.00	34,852.99	0.01	
Other Expenses	7,700.00	7,200.00	6,638.42	311.58	250.00
Tax Assessment Administration:					
Salaries and Wages	30,501.00	30,501.03	30,501.03		
Other Expenses	6,300.00	7,800.00	7,793.44	6.56	
Reassessment Special Emergency (NJSA 40A:4-55 +\$50,000.00)		50,000.00	50,000.00		
Legal Services:					
Other Expenses	30,000.00	50,000.00	42,535.60	7,464.40	
Agricultural Advisory Committee:					
Salaries and Wages	800.00	800.00	748.65	51.35	
Other Expenses	150.00	150.00		150.00	
Engineering Services:					
Other Expenses	5,000.00	8,500.00	8,140.50	359.50	
Historical Sites Office:					
Salaries and Wages	500.00	900.00	801.70	98.30	
Other Expenses	1,150.00	1,150.00	954.21	195.79	
LAND USE ADMINISTRATION:					
Planning Board:					
Salaries and Wages	17,000.00	15,000.00	14,984.87	15.13	
Other Expenses	17,400.00	17,400.00	13,768.50	2,631.50	1,000.00
Zoning Board of Adjustment:					
Salaries and Wages	29,638.00	27,638.00	27,208.00	430.00	
Other Expenses	14,250.00	11,250.00	7,939.58	2,810.42	500.00
INSURANCE:					
General Liability Insurance	69,370.00	68,970.00	68,406.00	564.00	
Workmens Compensation Insurance	27,206.00	27,206.00	27,206.00		
Employee Group Health Insurance	179,050.00	174,050.00	160,389.77	7,660.23	6,000.00
PUBLIC SAFETY FUNCTIONS:					
Office of Emergency Management:					
Other Expenses	1,000.00	1,000.00		500.00	500.00
Aid to Volunteer Ambulance Companies	29,000.00	29,000.00	29,000.00		
Fire Prevention Bureau:					
Salaries and Wages	1,000.00	1,500.00	1,383.35	116.65	
Other Expenses	1,790.00	2,290.00	2,120.75	169.25	
Municipal Court:					
Salaries and Wages	34,815.00	35,315.00	34,702.93	612.07	
Other Expenses	8,000.00	8,000.00	7,203.89	296.11	500.00
Public Defender (P.L. 1997, C.256):					
Salaries and Wages	1,105.00	1,105.00	433.00	672.00	
Municipal Prosecutors Office:					
Salaries and Wages	11,492.00	11,492.00	11,058.72	433.28	

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, 2012

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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	\$ 219,969.00	\$ 214,969.00	\$ 208,763.26	\$ 6,205.74	\$
Other Expenses (NJSA 40A:4-47 + \$30,000.00)	67,000.00	89,374.97	66,386.56	12,988.41	10,000.00
Solid Waste Collection:					
Salaries and Wages	1,500.00	1,800.00	1,473.19	326.81	
Other Expenses	3,250.00	3,250.00	2,879.44	370.56	
Vehicle Maintenance:					
Other Expenses	17,000.00	17,000.00	16,784.61	215.39	
Buildings and Grounds:					
Other Expenses	24,000.00	19,500.00	10,044.21	7,455.79	2,000.00
HUMAN SERVICES:					
Public Health Services:					
Salaries and Wages	10,000.00	11,600.00	11,478.24	121.76	
Other Expenses	23,500.00	18,500.00	15,100.00	3,400.00	
Environmental Health Services:					
Salaries and Wages	1,500.00	1,800.00	1,466.27	333.73	
Other Expenses	750.00	750.00	380.00	370.00	
Welfare/Admin of Public Assistance:					
Salaries and Wages	2,615.00	2,615.00	2,614.00	1.00	
Other Expenses	300.00	500.00	427.24	72.76	
Contribution to Social Service Agencies-Statutory:					
Other Expenses	750.00	750.00	750.00		
RECREATION AND EDUCATION:					
Recreation Services & Programs:					
Salaries and Wages	6,200.00	1,200.00	699.02	500.98	
Other Expenses	7,650.00	7,650.00	6,497.00	1,153.00	
UTILITY EXPENSES AND BULK PURCHASES:					
Electricity	15,000.00	15,000.00	12,963.37	2,036.63	
Street Lighting	4,600.00	4,600.00	3,793.60	806.40	
Telephone	9,000.00	9,300.00	6,962.83	2,337.17	
Fuel Oil	4,700.00	4,700.00	2,312.15	2,387.85	
Gasoline	18,000.00	18,000.00	15,665.10	2,334.90	
Total Operations Within "CAPS"	1,270,126.00	1,349,406.00	1,254,101.42	73,554.58	21,750.00
Contingent					
Total Operations Including Contingent - Within "CAPS"	1,270,126.00	1,349,406.00	1,254,101.42	73,554.58	21,750.00
DETAIL:					
Salaries and Wages	606,475.00	605,780.03	594,232.88	11,547.15	
Other Expenses - (Including Contingent)	663,651.00	743,625.97	659,868.54	62,007.43	21,750.00

Township of East Amwell
 County of Hunterdon
 Current Fund
 Statement of Expenditures-Regulatory Basis
 Year Ended December 31, 2012

A-3
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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"					
Statutory Expenditures:					
Contribution to:					
Social Security System (O.A.S.I.)	\$ 47,000.00	\$ 47,000.00	\$ 46,290.33	\$ 709.67	\$
Public Employees Retirement System	65,038.00	65,038.00	61,819.00		3,219.00
Defined Contribution Retirement Program	300.00	600.00	503.04	96.96	
Unemployment Insurance	500.00	500.00	500.00		
Compensation Plan:					
Other Expenses	1,820.00	2,240.00	2,080.00	160.00	
Total Deferred Charges & Statutory Expenditures -Municipal Within "CAPS"	114,658.00	115,378.00	111,192.37	966.63	3,219.00
Total General Appropriations for Municipal Purposes Within "CAPS"	1,384,784.00	1,464,784.00	1,365,293.79	74,521.21	24,969.00
OPERATIONS - EXCLUDED FROM "CAPS"					
NJPDES Stormwater Permit (N.J.S.A. 40A: 4-45.3 (cc))					
Public Health Services:					
Other Expenses	3,500.00	3,500.00	914.00	2,586.00	
Affordable Housing Agency:					
Salaries and Wages	4,320.00	4,320.00	827.95	3,492.05	
Other Expenses	500.00	500.00		500.00	
Recycling Enhancement Act (P.L. 2007 C311)	100.00	100.00	47.20	52.80	
Statutory Expenditures:					
Shared Service Agreements					
With Raritan Township:					
Police:					
Other Expenses	15,000.00	15,000.00	15,000.00		
PUBLIC AND PRIVATE PROGRAMS OFFSET BY REVENUES					
Clean Communities Program:					
Other Expenses	11,800.00	11,800.00	11,800.00		
Recycling Tonnage Grant (NJSA 40A:4-87 + \$1,566.70)		1,566.70	1,566.70		
Hunterdon County Open Space, Recreation, Farmland and Historic Preservation Trust Fund - Municipal Grants Program (NJSA 40A:4-87 + \$19,000.00)		19,000.00	19,000.00		
Matching Funds for Grants	50.00	50.00		50.00	
Total Operations - Excluded from "CAPS"	35,270.00	55,836.70	49,155.85	6,680.85	
Detail:					
Salaries and Wages	4,320.00	4,320.00	827.95	3,492.05	
Other Expenses	30,950.00	51,516.70	48,327.90	3,188.80	

Township of East Amwell
 County of Hunterdon
 Current Fund
 Statement of Expenditures-Regulatory Basis
 Year Ended December 31, 2012

A-3
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	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	\$ 63,300.00	\$ 63,300.00	\$ 63,300.00	\$	\$
Total Capital Improvements	63,300.00	63,300.00	63,300.00		
OPERATIONS - EXCLUDED FROM "CAPS"					
MUNICIPAL DEBT SERVICE:					
Payment of Bond Principal	355,000.00	355,000.00	355,000.00		
Payment of Bond Anticipation Notes and Capital Notes	110,000.00	110,000.00	110,000.00		
Interest on Bonds	145,453.00	145,453.00	145,452.50		0.50
Interest on Notes	5,850.00	5,850.00	5,850.00		
Loan Repayments for Principal and Interest	34,840.00	34,840.00	34,839.96		0.04
Total Municipal Debt Service	651,143.00	651,143.00	651,142.46		0.54
Total General Appropriations for Municipal Purposes Excluded from "CAPS"	749,713.00	770,279.70	763,598.31	6,680.85	0.54
Subtotal General Appropriations	2,134,497.00	2,235,063.70	2,128,892.10	81,202.06	24,969.54
Reserve for Uncollected Taxes	297,535.00	297,535.00	297,535.00		
	<u>\$ 2,432,032.00</u>	<u>\$ 2,532,598.70</u>	<u>\$ 2,426,427.10</u>	<u>\$ 81,202.06</u>	<u>\$ 24,969.54</u>
Budget		\$ 2,432,032.00			
Appropriation by 40A:4-87		20,566.70			
Emergency Authorization		30,000.00			
Special Emergency Authorization		50,000.00			
		<u>\$ 2,532,598.70</u>			
Federal and State Grant Funds			\$ 13,366.70		
Deferred Charge - Emergency Appropriation (NJSA 40A:4-47)			30,000.00		
Deferred Charge - Special Emergency Authorization (NJSA 40A:4-55)			50,000.00		
Hunterdon County Municipal Grants Program			19,000.00		
Reserve for Encumbrances			10,206.56		
Reserve for Uncollected Taxes			297,535.00		
Disbursed			2,045,618.87		
			2,465,727.13		
Receipts			39,300.03		
			<u>\$ 2,426,427.10</u>		

Township of East Amwell

County of Hunterdon

2012

Trust Fund

**Township of East Amwell
County of Hunterdon
Trust Fund
Comparative Balance Sheets-Regulatory Basis
December 31, 2012 and 2011**

			B
	Reference	2012	2011
Assets			
Animal Control Fund:			
Cash - Treasurer	B-1	\$ 11,775.25	\$ 11,127.84
Change Fund		15.00	15.00
Total Animal Control Fund		<u>11,790.25</u>	<u>11,142.84</u>
Other Trust Funds:			
Cash - Treasurer	B-1	481,878.96	517,723.23
Cash - Collector	B-2	151.38	
		<u>482,030.34</u>	<u>517,723.23</u>
Open Space Trust Fund:			
Cash	B-1	1,140,319.86	1,334,017.58
Due from Current Fund	A		312,007.84
Due from Hunterdon County Open Space Trust		49,900.00	30,900.00
Total Open Space Trust Fund		<u>1,190,219.86</u>	<u>1,676,925.42</u>
		<u>\$ 1,684,040.45</u>	<u>\$ 2,205,791.49</u>
Liabilities, Reserves and Fund Balance			
Animal Control Fund:			
Due to Current Fund	A	\$ 25.00	\$ 1,956.08
License Overpayments		25.00	25.00
Reserve for Animal Control Expenditures	B-3	11,765.25	9,161.76
Total Animal Control Fund		<u>11,790.25</u>	<u>11,142.84</u>
Other Trust Funds:			
Due to Current Fund	A	859.90	594.32
Trust Fund Reserves	B-4	481,170.44	517,128.91
Total Other Trust Funds		<u>482,030.34</u>	<u>517,723.23</u>
Open Space Trust Fund:			
Due to General Capital Fund	C		0.08
Reserve for Open Space	B-5	1,109,419.86	1,615,125.34
Reserve for Preservation of Clawson House		80,800.00	61,800.00
Total Open Space Trust Fund		<u>1,190,219.86</u>	<u>1,676,925.42</u>
		<u>\$ 1,684,040.45</u>	<u>\$ 2,205,791.49</u>

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

Township of East Amwell

County of Hunterdon

2012

General Capital Fund

**Township of East Amwell
County of Hunterdon
General Capital Fund
Comparative Balance Sheets-Regulatory Basis
December 31, 2012 and 2011**

		C	
	Reference	2012	2011
Assets			
Cash	C-2	\$ 517,820.55	\$ 400,550.83
Due from Current Fund	A		119,999.45
Due from Open Space Trust Fund	B		0.08
Fair Housing Loans Receivable		40,000.00	40,000.00
SNJ DOT Grants Receivable:			
Dutch Lane Road Improvement Project			40,000.00
Deferred Charges to Future Taxation:			
Funded	C-4	4,251,340.09	4,633,643.03
Unfunded	C-5	1,059,243.00	1,270,445.16
		<u>\$ 5,868,403.64</u>	<u>\$ 6,504,638.55</u>
Liabilities, Reserves and Fund Balance			
General Serial Bonds Payable	C-10	\$ 3,895,000.00	\$ 4,250,000.00
Bond Anticipation Notes	C-9	670,000.00	780,000.00
Green Trust Loan Advance/Payable	C-8	356,340.09	383,643.03
Capital Improvement Fund	C-6	68,690.97	142,894.38
Improvement Authorizations:			
Funded	C-7	424,563.28	331,612.29
Unfunded	C-7	170,824.37	446,665.02
Reserve for Encumbrances		47,109.57	
Due to Current Fund	A	1.05	
Reserve for Fair Housing Loans Receivable		40,000.00	40,000.00
Reserve for Preliminary Expenses:			
Farmland Preservation and/or Open Space	C-11	2,628.78	6,053.78
Preservation Plan for the Homestead at Clawson Park	C-11	4,555.00	4,555.00
Purchase of Tax Liens for Future Open Space Acquisition	C-11	5,000.00	5,000.00
Future Road Projects	C-11	4,743.00	4,743.00
Pedestrian Improvements for Village of Ringoes	C-11	2,490.50	1,336.50
Fund Balance	C-1	176,457.03	108,135.55
		<u>\$ 5,868,403.64</u>	<u>\$ 6,504,638.55</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, 2012**

	C-1
Balance, December 31, 2011	\$ 108,135.55
Increased by:	
Permanently Funded Improvement Authorization Cancelled	<u>103,321.48</u>
	211,457.03
Decreased by:	
Appropriation to Finance Improvement Authorization	<u>35,000.00</u>
Balance, December 31, 2012	<u>\$ 176,457.03</u>

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

Township of East Amwell

County of Hunterdon

2012

Public Assistance Fund

Township of East Amwell
County of Hunterdon
Public Assistance Fund
Comparative Balance Sheets-Regulatory Basis
December 31, 2012 and 2011

			D
	Reference	2012	2011
Assets			
Cash	D-1	\$ 45,366.40	\$ 28,309.70
Due From Current Fund	A		20.20
		<u>\$ 45,366.40</u>	<u>\$ 28,329.90</u>
Liabilities, Reserves and Fund Balance			
Reserve for Public Assistance		<u>\$ 45,366.40</u>	<u>\$ 28,329.90</u>

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

Township of East Amwell

County of Hunterdon

2012

Payroll Fund

Township of East Amwell
County of Hunterdon
Payroll Fund
Comparative Balance Sheets-Regulatory Basis
December 31, 2012 and 2011

		E	
	Reference	2012	2011
Assets			
Cash	E-1	\$ 6,646.00	\$
Due from Current Fund	A	<u> </u>	<u>27.03</u>
		<u>\$ 6,646.00</u>	<u>\$ 27.03</u>
Liabilities, Reserves and Fund Balance			
Cash Deficit		\$	\$ 27.03
Due to Current Fund		5.86	
Payroll Taxes Payable	E-2	<u>6,640.14</u>	<u> </u>
		<u>\$ 6,646.00</u>	<u>\$ 27.03</u>

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

Township of East Amwell

County of Hunterdon

2012

General Fixed Assets

Township of East Amwell
County of Hunterdon
Statement of General Fixed Assets-Regulatory Basis
Years Ended December 31, 2012 and 2011

		F
	2012	2011
General Fixed Assets:		
Land	\$ 1,976,833.50	\$ 1,976,833.50
Buildings and Improvements	1,293,249.07	1,293,249.07
Machinery and Equipment	<u>1,183,289.26</u>	<u>1,183,289.26</u>
	<u>\$ 4,453,371.83</u>	<u>\$ 4,453,371.83</u>
Investment in General Fixed Assets	<u>\$ 4,453,371.83</u>	<u>\$ 4,453,371.83</u>

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

Township of East Amwell
Notes to Financial Statements
December 31, 2012 and 2011

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, 2012 and 2011

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 - These 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, 2012 and 2011

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 for interest bearing accounts in each depository. There is no limit on the coverage for non-interest bearing accounts. 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.

Township of East Amwell
Notes to Financial Statements
December 31, 2012 and 2011

As of December 31, 2012, the Township's cash accounts consisted of:

TD Bank	\$ 9,977.15
Hopewell Valley Community Bank	6,340,000.12
Citi Fund Services-New Jersey State Cash Management	<u>6,422.64</u>
	<u>\$ 6,356,399.91</u>

The carrying amount of the Township's cash and cash equivalents at December 31, 2012 was \$6,230,793.42 and the bank balance was \$6,356,399.91. Of the balance, \$613,562.69 was covered by federal depository insurance and \$ 5,742,837.22 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	\$ 613,562.69
Category 2	Deposits which are collateralized with securities held by the pledging financial institution's trust department, or Agent in the Township's name	5,742,837.22
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, 2012 and 2011**

3. Long Term Debt

Municipal Debt consists of the following at December 31:

	2012	2011	2010
Issued:			
General:			
Bonds and notes	\$4,565,000.00	\$5,030,000.00	\$5,485,000.00
NJDEP Green Acres loan payable	<u>356,340.09</u>	<u>383,643.03</u>	<u>410,408.00</u>
	<u>\$4,921,340.09</u>	<u>\$5,413,643.03</u>	<u>\$5,895,408.00</u>
Authorized but not issued:			
General:			
Bonds and notes	<u>389,243.00</u>	<u>490,445.16</u>	<u>519,000.00</u>
	<u>\$5,310,583.09</u>	<u>\$5,904,088.19</u>	<u>\$6,414,408.00</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 .68%.

	Gross Debt	Deductions	Net Debt
Local School district debt	\$1,130,000.00	\$1,130,000.00	\$ --
Regional High School district debt	1,476,970.96	1,476,970.96	--
General debt	<u>5,310,583.09</u>	<u>—</u>	<u>5,310,583.09</u>
	<u>\$7,917,554.05</u>	<u>\$2,606,970.96</u>	<u>\$5,310,583.09</u>

Net debt \$5,310,583.09 divided by equalized valuation basis per NJSA 40A:2-2 as amended, \$780,566,687.67 = .68%.

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

3.5% of equalized valuation basis	\$27,319,834.07
Net debt	<u>5,310,583.09</u>
Remaining borrowing power	<u>\$22,009,250.98</u>

Township of East Amwell
Notes to Financial Statements
December 31, 2012 and 2011

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

Year	Principal	Interest	Total
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	430,000.00	92,635.00	522,635.00
2017	430,000.00	75,512.50	505,512.50
2018-2022	1,660,000.00	182,521.25	1,842,521.25
2023	<u>200,000.00</u>	<u>4,400.00</u>	<u>204,400.00</u>
	<u>\$ 3,895,000.00</u>	<u>\$ 716,726.25</u>	<u>\$4,611,726.25</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
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	29,565.18	5,274.79	34,839.97
2017	30,159.43	4,680.54	34,839.97
2018-2022	160,137.65	14,062.20	174,199.85
2022-2024	<u>51,231.92</u>	<u>1,028.04</u>	<u>52,259.96</u>
	<u>\$ 356,340.09</u>	<u>\$ 44,319.57</u>	<u>\$ 400,659.66</u>

4. Fund Balance Appropriated

The Current Fund balance at December 31, 2012 which was appropriated and included as anticipated revenue in the Current Fund amounted to \$111,490.00 in the budget adopted for the year 2013.

5. Deferred Charges to be Raised in Succeeding Years

Certain expenditures are required to be deferred to budgets of succeeding years. At December 31, 2012, the following deferred charges are shown on the balance sheet of the current fund:

	Balance December 31, 2012	2013 Budget Appropriation	Balance to Succeeding Budgets
Emergency Authorization (NJSA 40A: 4-47)	\$ 30,000.00	\$ 30,000.00	\$ --
Special Emergency Authorization 40A-4-55	50,000.00	10,000.00	40,000.00

The 2013 Budget Appropriation is not less than required by statute.

Township of East Amwell
Notes to Financial Statements
December 31, 2012 and 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>	
	Balance	Balance	Balance	Balance
	December 31, 2012	December 31, 2011	December 31, 2012	December 31, 2011
Balance of tax	\$2,771,291.59	\$2,746,261.19	\$1,967,207.40	\$2,045,167.39
Deferred	<u>748,177.50</u>	<u>748,177.50</u>	<u>599,893.26</u>	<u>599,893.26</u>
Payable	<u>\$2,023,114.09</u>	<u>\$1,998,083.69</u>	<u>\$1,367,314.14</u>	<u>\$1,445,274.13</u>

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 2012 and 2011 as follows:

	2012	2011
Prepaid Taxes	<u>\$138,209.08</u>	<u>\$654,096.02</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 2012 and 2011 were \$61,819.00 and \$55,633.00, 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.

Township of East Amwell
Notes to Financial Statements
December 31, 2012 and 2011

10. Fixed Assets

The changes in fixed assets are summarized as follows:

	Balance Dec. 31, 2011	Increase	Decrease	Balance Dec. 31, 2012
Land	\$1,976,833.50	\$ --	\$ --	\$1,976,833.50
Building & improvements	1,293,249.07	--	--	1,293,249.07
Machinery & equipment	<u>1,183,289.26</u>	<u>--</u>	<u>--</u>	<u>1,183,289.26</u>
	<u>\$4,453,371.83</u>	<u>\$ --</u>	<u>\$ --</u>	<u>\$4,453,371.83</u>

11. Leases

The Township has not entered into any capital lease agreements as of December 31, 2012 and 2011.

12. Compensated Absences

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

13. Interfund Receivables and Payables:

	Interfund Receivable	Interfund Payable
Current Fund	\$ 866.81	\$ --
Other Trust Funds	--	859.90
Capital Fund	--	1.05
Payroll Trust Fund	<u>--</u>	<u>5.86</u>
	<u>\$ 866.81</u>	<u>\$ 866.81</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 17, 2013, which is the date the financial statements were available to be issued. Based on this evaluation, the Township has determined there are no subsequent events that require disclosure in or adjustment to the financial statements.

Supplementary Information-Regulatory Basis

Township of East Amwell

County of Hunterdon

2012

Current Fund

Township of East Amwell
 County of Hunterdon
 Current Fund
 Schedule of Cash-Treasurer
 Year Ended December 31, 2012

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	Current Fund	Federal and State Grant Fund
Balance, December 31, 2011	\$ 4,973,618.98	\$ 50,316.44
Increased by Receipts:		
Petty Cash Fund	\$ 150.00	
Taxes Receivable	14,365,490.11	
Interest and Costs on Taxes	52,085.73	
Taxes Collected in Advance	138,209.08	
Tax Overpayments	10,435.39	
Miscellaneous Revenue Not Anticipated	51,930.21	
Revenue Accounts Receivable	730,798.81	
Appropriation Refunds	39,300.03	
Due to State of NJ - Marriage Licenses	425.00	
Due to/from Other Trust Funds	29,953.57	
Due to Federal and State Grant Fund	2,393.94	
Due to/from Animal Control Trust Fund - settle interfund	1,956.08	
Due to/from General Capital Fund	49,999.45	
Due to/from Payroll Trust Fund	9,760.51	
Reserve for Garden State Trust Fund	17,407.00	
State of New Jersey - Senior Citizens' & Veterans' Deductions	43,750.00	
Grants Receivable		\$ 11,547.26
Emergency Note Proceeds	30,000.00	
Special Emergency Note Proceeds	50,000.00	
Unappropriated Reserves		2,393.94
Interest Earned		6.39
	<u>15,624,044.91</u>	<u>13,947.59</u>
	20,597,663.89	64,264.03
Decreased by Disbursements:		
Petty Cash Fund	150.00	
Refund Prior Year Revenue	15,130.18	
2012 Appropriations	2,045,618.87	
2011 Reserve for Encumbrances and Appropriation Reserves	25,744.07	
Refund Revenue Accounts Receivable	3,200.00	
Tax Overpayments	10,433.89	
Reserve for Reassessment	23,468.83	
Due to/from Federal and State Grant Fund	2,393.94	
Due to/from Open Space Trust Fund - Other	312,007.84	
Due to/from Open Space Trust Fund - 2012 Tax Levy	315,780.00	
Due to/from Open Space Trust Fund - Added & Omitted Taxes	235.46	
Due to/from Other Trust Fund	29,359.25	
Due to/from Public Defender Trust Fund		
Due to/from General Capital Fund	169,998.90	
Due to Public Assistance Trust Fund	20.20	
Due to Payroll Trust Fund	9,787.54	
Due to State of NJ - Marriage Licenses	525.00	
Fire District Tax	214,547.00	
County Taxes	2,774,498.97	
County Share of Added and Omitted Taxes	11,513.84	
Local District School Tax	6,643,516.60	
Regional High School Tax	4,012,374.89	
Appropriated Reserves		15,046.24
Interest Earned		6.39
	<u>16,620,305.27</u>	<u>15,052.63</u>
Balance, December 31, 2012	<u>\$ 3,977,358.62</u>	<u>\$ 49,211.40</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, 2012

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Year	Balance December 31, 2011	2012 Levy	Collected		Cancelled	Adjustments	State's Share of Senior Citizens & Veterans Deductions Allowed-Net	Transferred to Tax Title Liens	Balance December 31, 2012
			2011	2012					
2011	\$ 263,363.02	\$	\$	\$ 238,866.39	\$	\$	\$	\$ 48.15	\$ 24,448.48
2012		15,139,055.80	654,096.02	14,126,623.72	39,795.68	16,310.69	43,750.00	172.18	258,307.51
	<u>\$ 263,363.02</u>	<u>\$ 15,139,055.80</u>	<u>\$ 654,096.02</u>	<u>\$ 14,365,490.11</u>	<u>\$ 39,795.68</u>	<u>\$ 16,310.69</u>	<u>\$ 43,750.00</u>	<u>\$ 220.33</u>	<u>\$ 282,755.99</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, 2012**

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Analysis of 2012 Property Tax Levy

Tax Yield:

General Purpose Tax		\$	14,862,128.82
Fire District Taxes			221,046.60
Added Taxes (54:4-63.1et. seq)			11,380.38
Senior Citizens' Exemptions Allowed At Tax Billings			4,750.00
Veterans' Deductions Allowed at Tax Billings			39,750.00
		\$	<u>15,139,055.80</u>

Tax Levy:

Local District School Tax (Abstract)		\$	6,668,547.00	
Regional High School Tax (Abstract)			3,934,414.90	
County Taxes:				
General (Abstract)	\$	2,307,293.50		
Library Tax (Abstract)		230,516.86		
County Open Space Preservation		236,688.94		
		<u>2,774,499.30</u>		
Due to County for Added and Omitted Taxes		<u>2,131.18</u>		
			2,776,630.48	
Municipal Open Space Trust Fund (Abstract)		315,780.00		
Due to Municipal Open Space for Added and Omitted Taxes		<u>235.46</u>		
			316,015.46	
Fire District No. 1 Tax (Abstract)			214,547.00	
Local Tax for Municipal Purposes:				
Abstract		1,185,385.00		
Additional Tax Levied		<u>43,515.96</u>		
			<u>1,228,900.96</u>	
				\$
				<u>15,139,055.80</u>

Analysis of Collections Realized

	<u>2012</u>	<u>Prior Years</u>
Taxes Paid in Advance Applied	\$ 654,096.02	\$
Taxes Receivable Collected	14,126,623.72	238,866.39
State Share of Senior Citizens' Deductions	4,750.00	
State Share of Veterans' Deductions Disallowed	(1,250.00)	
State Share of Veteran's Deductions	39,750.00	
State Share of Veteran's Deductions Allowed	500.00	
	<u>\$ 14,824,469.74</u>	<u>\$ 238,866.39</u>

See Independent Auditors' Report.

**Township of East Amwell
County of Hunterdon
Current Fund
Schedule of Tax Title Liens Receivable
Year Ended December 31, 2012**

		A-6
Balance, December 31, 2011		\$ 4,738.14
Increased by:		
Transfers from Taxes Receivable	\$ 220.33	
Interest and Costs Accrued by Sale of October 11, 2012	<u>20.04</u>	
		<u>240.37</u>
Balance, December 31, 2012		<u>\$ 4,978.51</u>

**Schedule of Property Acquired for Taxes-Assessed Valuation
Year Ended December 31, 2012**

		A-7
Balance, December 31, 2012 and 2011		<u>\$ 22,300.00</u>

Township of East Amwell
 County of Hunterdon
 Current Fund
 Schedule of Revenue Accounts Receivable
 Year Ended December 31, 2012

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	Balance December 31, 2011	Accrued in 2012	Collected by Treasurer	Prior Year Reserve Applied	Balance December 31, 2012
Anticipated Revenues:					
Licenses:					
Alcoholic Beverages	\$	\$ 2,472.00	\$ 2,472.00	\$	\$
Fees and Permits		27,225.00	27,225.00		
Municipal Court Fines and Costs	1,307.46	32,696.30	30,996.71		3,007.05
Interest on Investments and Deposits		27,375.10	27,375.10		
Rental of Municipal Building		4,350.00	4,350.00		
Consolidated Municipal Property					
Tax Relief Aid		19,324.00	19,324.00		
Energy Receipts Tax		282,856.00	282,856.00		
Reserve for Garden State Trust Fund		17,407.00		17,407.00	
Reserve for Kanack Payment of Debt					
Reserve for Payment of Debt Service		108,000.00	108,000.00		
Reserve to Pay Open Space Debt Service		225,000.00	225,000.00		
	<u>\$ 1,307.46</u>	<u>\$ 746,705.40</u>	<u>\$ 727,598.81</u>	<u>\$ 17,407.00</u>	<u>\$ 3,007.05</u>
		Receipts	\$ 730,798.81		
		Disbursements	<u>3,200.00</u>		
			<u>\$ 727,598.81</u>		

Township of East Amwell
 County of Hunterdon
 Current Fund
 Schedule of Deferred Charges
 N.J.S.A. 40A: 4-48 Emergency Appropriations
 Year Ended December 31, 2012

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<u>Date Authorized</u>	<u>Purpose</u>	<u>Net Amount Authorized</u>	<u>Added in 2012</u>	<u>Balance December 31, 2012</u>
12/13/2012	Hurricane Sandy	<u>\$ 30,000.00</u>	<u>\$ 30,000.00</u>	<u>\$ 30,000.00</u>

Schedule of Deferred Charges
 N.J.S.A. 40A: 4-53 Special Emergency Appropriations
 Year Ended December 31, 2012

<u>Date Authorized</u>	<u>Purpose</u>	<u>Net Amount Authorized</u>	<u>1/5 of Net Amount Authorized</u>	<u>Added in 2012</u>	<u>Balance December 31, 2012</u>
6/14/2012	Reassessment of real property within the municipality	<u>\$ 50,000.00</u>	<u>\$ 10,000.00</u>	<u>\$ 50,000.00</u>	<u>\$ 50,000.00</u>

Township of East Amwell
 County of Hunterdon
 Current Fund
 Schedule of Appropriation Reserves
 Year Ended December 31, 2012

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	Balance December 31, 2011	Balance After Transfers and Encumbrances	Paid or Charged	Balance Lapsed
OPERATIONS - WITHIN "CAPS"				
GENERAL GOVERNMENT FUNCTIONS:				
General Administration:				
Salaries and Wages	\$ 191.74	\$ 191.74	\$	\$ 191.74
Other Expenses	1,954.66	2,061.94	1,014.64	1,047.30
Municipal Clerk:				
Salaries and Wages	2.52	2.52		2.52
Other Expenses	833.26	880.88	203.56	677.32
Financial Administration:				
Salaries and Wages	2.81	2.81		2.81
Other Expenses	965.82	965.82	528.65	437.17
Revenue Administration:				
Other Expenses	667.93	667.93		667.93
Tax Assessment Administration:				
Other Expenses	2,148.06	2,148.06	2,077.06	71.00
Legal Services:				
Other Expenses	8,503.23	8,503.23	4,307.54	4,195.69
Agricultural Advisory Committee:				
Salaries and Wages	20.06	20.06		20.06
Other Expenses	25.00	25.00		25.00
Engineering Services:				
Other Expenses	1,055.50	1,055.50	138.00	917.50
Historical Sites Office:				
Salaries and Wages	0.23	0.23		0.23
Other Expenses	241.06	241.06		241.06
LAND USE ADMINISTRATION:				
Planning Board:				
Salaries and Wages	60.64	60.64		60.64
Other Expenses	2,266.72	2,266.72	1,808.00	458.72
Zoning Board of Adjustment:				
Salaries and Wages	87.49	87.49		87.49
Other Expenses	1,904.67	2,013.17	1,811.97	201.20
INSURANCE:				
General Liability Insurance	699.00	699.00		699.00
Employee Group Health Insurance	7,381.05	7,381.05	48.00	7,333.05
PUBLIC SAFETY FUNCTIONS:				
Office of Emergency Management:				
Other Expenses	500.00	500.00		500.00
Fire Prevention Bureau:				
Other Expenses	2.00	2.00	2.00	
Municipal Court:				
Salaries and Wages	0.10	0.10		0.10
Other Expenses	8.47	1,972.72	1,964.25	8.47

See Independent Auditors' Report.

Township of East Amwell
 County of Hunterdon
 Current Fund
 Schedule of Appropriation Reserves
 Year Ended December 31, 2012

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	Balance December 31, 2011	Balance After Transfer and Encumbrance	Paid or Charged	Balance Lapsed
OPERATIONS - WITHIN "CAPS"				
PUBLIC WORKS FUNCTIONS:				
Streets and Roads Maintenance:				
Salaries and Wages	\$ 896.07	\$ 896.07	\$ 800.00	\$ 96.07
Other Expenses	1,949.87	11,244.04	1,611.30	9,632.74
Solid Waste Collection:				
Salaries and Wages	119.10	119.10		119.10
Other Expenses	-	125.42	125.42	
Vehicle Maintenance:				
Other Expenses	1,946.24	2,024.43	390.27	1,634.16
Buildings and Grounds:				
Other Expenses	1,812.66	1,821.02	399.36	1,421.66
HUMAN SERVICES:				
Public Health Services:				
Salaries and Wages	3.76	3.76		3.76
Other Expenses	6,867.45	6,867.45	4,411.32	2,456.13
Environmental Health Services:				
Salaries and Wages	0.02	0.02		0.02
Other Expenses	140.84	140.84		140.84
Welfare/Admin of Public Assistance:				
Salaries and Wages	10.58	10.58		10.58
Other Expenses	179.72	179.72	179.00	0.72
RECREATION AND EDUCATION:				
Recreation Services & Programs:				
Salaries and Wages	411.69	411.69		411.69
Other Expenses	1,069.64	1,115.35	219.72	895.63
UTILITY EXPENSES AND BULK PURCHASES:				
Electricity	1,246.75	1,331.34	1,122.66	208.68
Street Lighting	284.24	284.24		284.24
Telephone	1,354.99	1,354.99	1,144.27	210.72
Fuel Oil	1,263.45	1,263.45	368.70	894.75
Gasoline	1,589.46	1,589.46	1,068.38	521.08

Township of East Amwell
 County of Hunterdon
 Current Fund
 Schedule of Appropriation Reserves
 Year Ended December 31, 2012

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	<u>Balance December 31, 2011</u>	<u>Balance After Transfer and Encumbrance</u>	<u>Paid or Charged</u>	<u>Balance Lapsed</u>
OPERATIONS - WITHIN "CAPS"				
DEFERRED CHARGES AND STATUTORY EXPENDITURES - MUNICIPAL WITHIN "CAPS"				
Statutory Expenditures:				
Contribution to:				
Social Security System (O.A.S.I.)	\$ 292.37	\$ 292.37	\$	\$ 292.37
Defined Contribution Retirement Program	32.07	32.07		32.07
OPERATIONS - EXCLUDED FROM "CAPS"				
NJPDES Stormwater Permit (N.J.S.A. 40A:4-53.3 (cc))				
Public Health Services:				
Other Expenses	327.00	327.00		327.00
Affordable Housing Agency:				
Other Expenses	500.00	500.00		500.00
Recycling Enhancement Act (P.L. 2007 c311)	62.49	62.49		62.49
	<u>\$ 51,882.48</u>	<u>\$ 63,746.57</u>	<u>\$ 25,744.07</u>	<u>\$ 38,002.50</u>
Appropriation Reserves		\$ 51,882.48		
Reserve for Encumbrances		<u>11,864.09</u>		
		<u>\$ 63,746.57</u>		

**Township of East Amwell
 County of Hunterdon
 Current Fund
 Schedule of Emergency Note Payable
 Year Ended December 31, 2012**

							A-11
							Balance
Note Number	Description	Date of Issue of Original Note	Date of Issue	Date of Maturity	Interest Rate	Increased	December 31, 2012
2012-2	Hurricane Sandy	12/27/2012	12/27/2012	12/27/2013	1.1%	\$ 30,000.00	\$ 30,000.00

**Schedule of Special Emergency Note Payable
 Year Ended December 31, 2012**

							Balance
							December 31, 2012
Note Number	Description	Date of Issue of Original Note	Date of Issue	Date of Maturity	Interest Rate	Increased	December 31, 2012
2012-13	Reassessment	12/27/2012	12/27/2012	12/27/2013	1.1%	\$ 50,000.00	\$ 50,000.00

See Independent Auditors' Report.

Township of East Amwell
County of Hunterdon
Current Fund
Schedule of Local District School Tax
Year Ended December 31, 2012

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Balance, December 31, 2011:			
School Tax Payable	\$	1,998,083.69	
School Tax Deferred		<u>748,177.50</u>	
			\$ 2,746,261.19
Increased by:			
Levy - School Year July 1, 2012 to June 30, 2013			<u>6,668,547.00</u>
			9,414,808.19
Decreased by:			
Payments			<u>6,643,516.60</u>
Balance, December 31, 2012:			
School Tax Payable		2,023,114.09	
School Tax Deferred		<u>748,177.50</u>	
			\$ <u><u>2,771,291.59</u></u>

See Independent Auditors' Report.

Township of East Amwell
County of Hunterdon
Current Fund
Schedule of Regional High School Tax
Year Ended December 31, 2012

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Balance, December 31, 2011:		
School Tax Payable	\$ 1,445,274.13	
School Tax Deferred	<u>599,893.26</u>	
		\$ 2,045,167.39
Increased by:		
Levy - School Year July 1, 2012 to June 30, 2013		<u>3,934,414.90</u>
		5,979,582.29
Decreased by:		
Payments		<u>4,012,374.89</u>
Balance, December 31, 2012:		
School Tax Payable	1,367,314.14	
School Tax Deferred	<u>599,893.26</u>	
		\$ <u>1,967,207.40</u>

See Independent Auditors' Report.

Township of East Amwell
 County of Hunterdon
 Federal and State Grant Fund
 Schedule of Federal and State Grants Receivable
 Year Ended December 31, 2012

A-14

Grant	Balance December 31, 2011	Revenue	Transferred from Unappropriated Reserves	Received	Cancelled	Balance December 31, 2012
Clean Communities Program	\$	\$ 11,800.00	\$	\$ 11,547.26	\$ 252.74	\$
NJDOT Municipal Aid Program for Pedestrian Safety for Village of Ringoes	180,000.00					180,000.00
Recycling Tonnage Grant		1,566.70	1,566.70			
	<u>\$ 180,000.00</u>	<u>\$ 13,366.70</u>	<u>\$ 1,566.70</u>	<u>\$ 11,547.26</u>	<u>\$ 252.74</u>	<u>\$ 180,000.00</u>

See Independent Auditors' Report.

Township of East Amwell
 County of Hunterdon
 Federal and State Grant Fund
 Schedule of Appropriated Reserves
 Year Ended December 31, 2012

A-15

	Balance December 31, 2011	Transferred from 2012 Budget Appropriations	Paid or Charged	Cancelled	Balance December 31, 2012
Grant					
2012 Clean Communities Program	\$	\$ 11,800.00	\$ 5,237.61	\$ 252.74	\$ 6,309.65
2011 Clean Communities Program	4,915.97		4,915.97		
County of Hunterdon-Cultural & Heritage Commission-Special Projects Grant "Old Ringoes":					
State Share	500.00				500.00
Local Share	162.00				162.00
2012 Recycling Tonnage Grant		1,566.70			1,566.70
2011 Recycling Tonnage Grant	1,438.66		1,438.66		
State and Local All Hazards Emergency Operating Planning Program	739.24				739.24
Hunterdon County Cultural and Heritage Commission-Special Projects Grant	2,000.00		2,000.00		
NJDOT Municipal Aid Program for Pedestrian Safety for Village of Ringoes	180,000.00				180,000.00
SNJEDA-Hazardous Discharge Site Remediation Fund-Public Entity Grant Program #P19484	38,806.31		1,454.00		37,352.31
ANJEC Grant: State Share	187.56				187.56
	<u>\$ 228,749.74</u>	<u>\$ 13,366.70</u>	<u>\$ 15,046.24</u>	<u>\$ 252.74</u>	<u>\$ 226,817.46</u>

Township of East Amwell
 County of Hunterdon
 Federal and State Grant Fund
 Schedule of Unappropriated Reserves
 Year Ended December 31, 2012

A-16

	<u>Balance December 31, 2011</u>	<u>Received</u>	<u>Realized as Grant Receivable</u>	<u>Balance December 31, 2012</u>
Grant				
Recycling Tonnage Grant - 2011	\$ 1,566.70	\$	\$ 1,566.70	\$
Recycling Tonnage Grant - 2012		<u>2,393.94</u>		<u>2,393.94</u>
	<u>\$ 1,566.70</u>	<u>\$ 2,393.94</u>	<u>\$ 1,566.70</u>	<u>\$ 2,393.94</u>

Township of East Amwell

County of Hunterdon

2012

Trust Fund

**Township of East Amwell
County of Hunterdon
Trust Fund
Schedule of Cash - Treasurer
Year Ended December 31, 2012**

	B-1		
	Animal Control Fund	Other Trust Funds	Open Space Trust Fund Fund
Balance, December 31, 2011	\$ 11,127.84	\$ 517,723.23	\$ 1,334,017.58
Increased by Receipts:			
Dog License Fees	11,275.20		
Due to State of NJ	1,882.80		
Dog Late Fees	3,725.00		
Trust Fund Reserves		80,173.61	
Reserve for Open Space - Interest Earned			7,923.71
Reserve for Open Space - Ordinances Cancelled:			
Ordinance #10-15			2,194.92
Due From Current Fund			312,007.84
Due Current Fund - Interest Earned	109.43	369.33	
Reserve for Open Space - 2012 Tax Levy			315,780.00
Reserve for Open Space - 2012 Added and Omitted Taxes			235.46
	<u>16,992.43</u>	<u>80,542.94</u>	<u>638,141.93</u>
	<u>28,120.27</u>	<u>598,266.17</u>	<u>1,972,159.51</u>
Decreased by Disbursements:			
Expenditures Under RS 4:19-15.11	12,396.71		
Due to State of NJ	1,882.80		
Trust Fund Reserves		115,792.89	
Due General Capital fund			
Ordinance #12-04			260,000.00
Ordinance #12-17			24,600.00
Ordinance #12-18			185,000.00
Due to General Capital Fund			0.08
Debt Service			333,000.00
Due to Current Fund-Interest Earned	109.43		
Due to Current Fund-Settlement of Interfund	1,956.08	594.32	
Reserve for Open Space:			
Maintenance of Lands for Recreation and Conservation			29,239.57
	<u>16,345.02</u>	<u>116,387.21</u>	<u>831,839.65</u>
Balance, December 31, 2012	<u>\$ 11,775.25</u>	<u>\$ 481,878.96</u>	<u>\$ 1,140,319.86</u>

See Independent Auditors' Report.

Township of East Amwell
County of Hunterdon
Trust Fund
Schedule of Cash - Collector
Year Ended December 31, 2012

B-2

Balance, December 31, 2011	\$	
Increased by:		
Deposits for Redemption of Tax Sale Certificates		<u>151.38</u>
Balance, December 31, 2012	\$	<u><u>151.38</u></u>

See Independent Auditors' Report.

**Township of East Amwell
 County of Hunterdon
 Animal Trust Fund
 Schedule of Reserve for Animal Control Fund Expenditures
 Year Ended December 31, 2012**

B-3

Balance, December 31, 2011		\$ 9,161.76
Increased by:		
Cash Receipts:		
Dog License Fees Collected	\$ 11,275.20	
Dog Late Fees Collected	<u>3,725.00</u>	<u>15,000.20</u>
		24,161.96
Decreased by:		
Expenditures Per RS 4:19-15.11:		
Cash Disbursed		<u>12,396.71</u>
Balance, December 31, 2012		<u><u>\$ 11,765.25</u></u>

License Fees Collected

Year	Amount
2010	\$ 14,153.00
2011	<u>14,258.20</u>
Maximum Allowed Reserve	<u><u>\$ 28,411.20</u></u>

See Independent Auditors' Report.

Township of East Amwell
 County of Hunterdon
 Other Trust Funds
 Schedule of Trust Fund Deposits and Reserves
 Year Ended December 31, 2012

B-4

Purpose	Balance December 31, 2011	Receipts	Disbursements	Due to/from Current Fund	Balance December 31, 2012
Escrow Deposits	\$ 347,193.51	\$ 20,652.92	\$ 91,614.44	\$ 490.57	\$ 275,741.42
Unemployment Compensation	16,070.64	2,390.55			18,461.19
Housing Trust	108,735.24	22,212.39	18,526.45		112,421.18
POAA	32.00				32.00
Marion Clawson Memorial Park	900.02				900.02
Deposits for Redemption of Tax Sale Certificates		151.38			151.38
Recreation		4,880.00	4,880.00		-
Premiums Received at Tax Sale	35,900.00	29,300.00	100.00		65,100.00
Public Defender	297.50	737.75	672.00		363.25
Historic Preservation	500.00				500.00
Snow Removal	7,500.00				7,500.00
	<u>\$ 517,128.91</u>	<u>\$ 80,324.99</u>	<u>\$ 115,792.89</u>	<u>\$ 490.57</u>	<u>\$ 481,170.44</u>
		\$ 80,173.61	\$ 115,792.89		
Treasurer		151.38			
Collector		<u>\$ 80,324.99</u>	<u>\$ 115,792.89</u>		

**Township of East Amwell
 County of Hunterdon
 Open Space Trust Fund
 Schedule of Reserve for Open Space
 Year Ended December 31, 2012**

B-5

Balance, December 31, 2011		\$	1,615,125.34
Increased by:			
Cash Receipts:			
Interest Earned	\$	7,923.71	
Due from General Capital Fund-Ordinances Cancelled		2,194.92	
2012 Levy		315,780.00	
2012 Added and Omitted Taxes		235.46	
		<u>326,134.09</u>	
			<u>1,941,259.43</u>
Decreased by:			
Cash Disbursed:			
Debt Service		333,000.00	
Due to General Capital Fund:			
Ordinance #12-04		260,000.00	
Ordinance #12-17		24,600.00	
Ordinance #12-18		185,000.00	
Maintenance of Land for Recreation and Conservation and Conservation		29,239.57	
		<u>831,839.57</u>	
Balance, December 31, 2012		\$	<u>1,109,419.86</u>

**Schedule of Reserve for Preservation of Clawson House
 Year Ended December 31, 2012**

Balance, December 31, 2011		\$	61,800.00
Increased by:			
Hunterdon County Open Space & Historical Preservation Trust Program East Amwell Clawson House (NJS 40A:4-87)			<u>19,000.00</u>
Balance, December 31, 2012		\$	<u>80,800.00</u>

See Independent Auditors' Report.

Township of East Amwell

County of Hunterdon

2012

General Capital Fund

**Township of East Amwell
County of Hunterdon
General Capital Fund
Schedule of Cash - Treasurer
Year Ended December 31, 2012**

	C-2
Balance, December 31, 2011	\$ 400,550.83
Increased by Receipts:	
Budget Appropriations:	
Capital Improvement Fund	\$ 63,300.00
Payment of Bond Anticipation Notes	110,000.00
SNJDOT Grants Receivable:	
Dutch Lane Road Improvement Project	40,000.00
Improvement Authorization Funds Refunds	152,872.22
Interest Earned-Due Current Fund	15,850.50
Due from Current Fund - Settle Interfund	119,999.45
Due from Open Space Trust Fund - Settle Interfund	0.08
Due from Open Space Trust Fund -Ordinance #12-04	260,000.00
Due from Open Space Trust Fund -Ordinance #12-17	24,600.00
Due from Open Space Trust Fund - Ordinance #12-18	185,000.00
Bond Anticipation Notes	670,000.00
	1,641,622.25
	2,042,173.08
Decreased by Disbursements:	
Improvement Authorizations	720,537.16
Due to Open Space Trust Fund - Cancel Ordinance #10-15	2,194.92
Reserve for Preliminary Expenses - Farmland Preservation/Open Space	3,425.00
Reserve for Preliminary Expenses - Pedestrian Improvements to Village of Ringoes	2,346.00
Bond Anticipation Notes	780,000.00
Due Current Fund - Settle Interfund	15,849.45
	1,524,352.53
Balance, December 31, 2012	\$ 517,820.55

See Independent Auditors' Report.

Township of East Amwell
 County of Hunterdon
 General Capital Fund
 Analysis of General Capital Cash
 Year Ended December 31, 2012

C-3
 -1-

	Balance December 31, 2011	Receipts			Disbursements			Transfers		Balance December, 31 2012
		Budget Appropriation	Bond Anticipation Notes	Miscellaneous	Improvement Authoriza- tion	Bond Anticipation Notes	Miscol- laneous	From	To	
Capital Fund Balance	\$ 108,135.55	\$	\$	\$	\$	\$	\$	\$ 35,000.00	\$ 103,321.48	\$ 178,457.03
Capital Improvement Fund	142,694.38	63,300.00						164,500.00	26,996.59	68,680.97
Reserve for Preliminary Expenses:										
Preservation Plan for Homestead at Clawson Park	4,555.00									4,555.00
Farmland Preservation and/or Open Space	6,053.78						3,425.00			2,628.78
Purchase of Tax Liens for Future Open Space Acquisition	5,000.00									5,000.00
Future Road Projects	4,743.00									4,743.00
Pedestrian Improvements for Village of Ringoes	1,336.50						2,346.00		3,500.00	2,490.50
Reserve for Encumbrances									47,109.57	47,109.57
IMPROVEMENT AUTHORIZATIONS:										
ORD. #										
08-02 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
05-14 Clawson Historic House Roof and Exterior Stabilization	3,939.09									3,939.09
06-12 Township Share of the Cost of Easements Under the Farmland Program to be Undertaken Jointly with the County and the State	67,245.88	110,000.00	670,000.00		1,562.01	760,000.00				65,683.87
07-13 Supplemental Appropriation for Barn Replacement at the Marion Clawson Memorial Park	15,000.00									15,000.00
08-15 Various Municipal Bldg. Repairs and Improvements	18,810.16					264.53				18,545.63
09-07 Purchase of Various Office Equipment	1,960.47					1,960.47				
10-05 Resurfacing of a Portion of Back Brook Road	(60,445.16)									(60,445.16)

See Independent Auditor's Report.

Township of East Amwell
 County of Hunterdon
 General Capital Fund
 Analysis of General Capital Cash
 Year Ended December 31, 2012

C-3
-2-

	Balance December 31, 2011	Budget Appropriation	Receipts		Disbursements			Transfers		Balance December, 31 2012	
			Bond Anticipation Notes	Miscellaneous	Improvement Authoriza- tion	Bond Anticipation Notes	Miscel- laneous	From	To		
10-06	Leveling and Subgrade Renovation of Various Twp. Rds.	\$ 28,811.66	\$	\$	\$ 1,902.85	\$	\$	\$ 28,908.81	\$	\$	
10-15	Capital Improvement to the Marion Clawson Memorial Park which includes the Purchasing and Installation of Safely Turf Rubber Surfacing on Playgrounds	2,194.92						2,194.92			
10-20	Purchase of Speed Limit Road Signs for Various Township Roads	5,930.91								5,930.91	
10-21	Dutch lane Road Improvement Project	(4,338.36)			29,459.48					(33,797.84)	
11-3	Acquisition of an Interest in Real Property B21 L1 and B20L 17.01	2,561.85			194.00					2,367.85	
11-4	Township Share of Acquisition of Development Easement in Two Farms	(46,242.50)		3,396.50	147,013.50					(189,859.50)	
11-8	Overlay of Lindbergh Road	24,289.74								24,289.74	
11-10	Leveling and Subgrade Reconstruction of Various Township Roads	50,227.77			3,638.53					46,589.24	
11-11	Purchase and Installation of a Superduty Straight Blade Snow Plow	87.78						87.78			
12-4	Acquisition of, or Contribution to the Purchase of Real Estate B27 L53 & 53.01			149,475.72	193,480.50				260,000.00	215,985.22	
12-6	Leveling and Sub Grade Reconstruction of Various Township Roads				20,045.93			47,109.57	76,000.00	8,944.50	
12-8	Purchase and Install Computer Equipment and Software for the Finance Department				12,133.29				15,000.00	2,866.71	
12-13	Purchase Dump Truck for the Public Works Department				67,236.00				70,000.00	2,764.00	
12-14	Purchase Mower for the Public Works Department				32,780.00				35,000.00	2,220.00	
12-17	Acquisition of, or Contribution to Purchase Real Property B35 L51 & 52				24,154.54				24,600.00	445.46	
12-18	Acquisition of, or Contribution to Purchase Real Property B31 L1 & 14.01				184,701.53				185,000.00	298.47	
	Due from Open Space Trust Fund	(0.08)		469,600.08				469,600.00	2,194.92		
	Due Current Fund	(119,999.45)		135,849.95				15,849.45		1.05	
	SNJDOT Grant Receivable: Dutch Lane Road Improvements	(40,000.00)		40,000.00							
		<u>\$ 400,550.83</u>	<u>\$ 173,300.00</u>	<u>\$ 670,000.00</u>	<u>\$ 798,322.25</u>	<u>\$ 720,537.16</u>	<u>\$ 780,000.00</u>	<u>\$ 23,815.37</u>	<u>\$ 848,722.56</u>	<u>\$ 848,722.56</u>	<u>\$ 517,820.55</u>

See Independent Auditor's Report.

Township of East Amwell
County of Hunterdon
General Capital Fund
Schedule of Deferred Charges to Future Taxation - Funded
Year Ended December 31, 2012

C-4

Balance, December 31, 2011		\$ 4,633,643.03
Decreased by:		
2012 Budget Appropriation to Pay General Serial Bonds	\$ 355,000.00	
2012 Budget Appropriation to Pay SNJ Green Trust Loan	<u>27,302.94</u>	
		<u>382,302.94</u>
Balance, December 31, 2012		<u>\$ 4,251,340.09</u>

See Independent Auditors' Report.

Township of East Amwell
 County of Hunterdon
 General Capital Fund
 Schedule of Deferred Charges to Future Taxation - Unfunded
 Year Ended December 31, 2012

C-5

Ord. Number	Improvement Description	Balance December 31, 2011	2012 Authorizations	Authorizations Cancelled	Notes Paid By Budget Appropriation	Balance December 31, 2011	Analysis of Balances December 31, 2012		Unexpended Improvement Authorization
							Bond Anticipation Notes	Expenditures	
06-12	Township Share of the Cost of Easements Under the Farmland Program to be Undertaken Jointly with the County and the State	\$ 780,000.00	\$	\$	\$ 110,000.00	\$ 670,000.00	\$ 670,000.00	\$	\$
10-5	Resurfacing of a Portion of Back Brook Road	60,445.16				60,445.16		60,445.16	
10-21	Dutch Lane Road Improvement Project	135,000.00		101,202.16		33,797.84		33,797.84	
11-4	Township Share of Acquisition of Development Easements in Two Farms	295,000.00				295,000.00		189,859.50	105,140.50
		<u>\$ 1,270,445.16</u>	<u>\$</u>	<u>\$ 101,202.16</u>	<u>\$ 110,000.00</u>	<u>\$ 1,059,243.00</u>	<u>\$ 670,000.00</u>	<u>\$ 284,102.50</u>	<u>\$ 105,140.50</u>
									\$ 170,824.37
									Less: Unexpended Proceeds of Bond Anticipation Notes Issued: Ordinance No. 06-12
									<u>65,683.87</u>
									<u>\$ 105,140.50</u>

See Independent Auditors' Report.

Township of East Amwell
County of Hunterdon
General Capital Fund
Schedule of Capital Improvement Fund
Year Ended December 31, 2012

C-6

Balance, December 31, 2011		\$	142,894.38
Increased by:			
2012 Budget Appropriation	\$	63,300.00	
Improvement Authorizations Cancelled - See C-7 for Detail		<u>26,996.59</u>	
			<u>90,296.59</u>
			233,190.97
Decreased by:			
Direct Charges Made for Preliminary Costs-Pedestrian Improvements for Village of Ringoes		3,500.00	
Appropriation to Finance Improvement Authorizations		<u>161,000.00</u>	
			<u>164,500.00</u>
Balance, December 31, 2012		\$	<u><u>68,690.97</u></u>

See Independent Auditors' Report.

Township of East Amwell
 County of Hunterdon
 General Capital Fund
 Schedule of Improvement Authorizations
 Year Ended December 31, 2012

C-7
 -1-

Ord. Number	Improvement Description	Date Adopted	Amount	Balance December 31, 2011		2012 Authorizations				Balance December 31, 2012		
				Funded	Unfunded	Capital Improvement Fund	Capital Surplus	Open Space Trust Fund	Paid or Charged	Cancelled	Funded	Unfunded
98-02	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	16,494.80								16,494.80
05-11	Purchase, Installation and Set-Up of Emergency Communications Equipment and Electrical Upgrade to the Municipal Building	5/26/05	15,000.00	13,675.98								13,675.98
05-12	Clawson Park Barn Replacement	5/28/05	45,000.00	42,305.88								42,305.88
05-14	Clawson Historic House Roof and Exterior Stabilization	5/28/05	25,000.00	3,939.09								3,939.09
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		67,245.88				1,562.01			65,683.87
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
08-15	Various Municipal Building Repairs and Improvements	10/9/08	68,000.00	18,810.16					264.53			18,545.63
09-07	Purchase of Various Office Equipment	4/23/09	20,000.00	1,960.47					1,960.47			
10-06	Leveling and Subgrade Reconstruction of Various Twp. Rds.	4/26/10	60,000.00	28,811.66					1,902.85	26,908.81		
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	2,194.92						2,194.92		
10-20	Purchase of Speed Limit Road Signs for Various Township Roads	12/9/10	6,000.00	5,930.91								5,930.91
10-21	Dutch Lane Road Improvement Project	12/29/10	295,000.00		130,661.64				29,459.48	101,202.16		
11-3	Acquisition of an Interest in Real Property B21 L1 and B20L 17.01	2/10/11	435,000.00	2,581.85					194.00			2,387.85
11-4 & 12-12	Township Share of Acquisition of Development Easement in Two Farms	2/24/11 + 11/8/12	310,000.00		248,757.50				143,617.00			105,140.50
11-9	Overlay of Lindbergh Road	5/12/11	65,000.00	24,289.74								24,289.74
11-10	Leveling and Subgrade Reconstruction of Various Township Roads	5/12/11	76,000.00	50,227.77					3,638.53			46,589.24

See Independent Auditors' Report.

Township of East Amwell
 County of Hunterdon
 General Capital Fund
 Schedule of Improvement Authorizations
 Year Ended December 31, 2012

C-7
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Ord. Number	Improvement Description	Date Adopted	Amount	Balance December 31, 2011		2012 Authorizations					Balance December 31, 2012	
				Funded	Unfunded	Capital Improvement Fund	Capital Surplus	Open Space Trust Fund	Paid or Charged	Cancelled	Funded	Unfunded
11-11	Purchase and Installation of a Superduty Straight Blade Snow Plow	5/12/11	\$ 4,000.00	\$ 87.78	\$	\$	\$	\$	\$	\$ 87.78	\$	\$
12-4	Acquisition of, or Contribution to the Purchase of Real Estate B27 L53 & 53.01	5/10/12	280,000.00					280,000.00	44,014.78		215,985.22	
12-8	Leveling and Sub Grade Reconstruction of Various Township Roads	6/14/12	78,000.00			78,000.00			67,155.50		8,844.50	
12-8	Purchase and Install Computer Equipment and Software for the Finance Department	10/11/12	15,000.00			15,000.00			12,133.29		2,866.71	
12-13	Purchase Dump Truck for the Public Works Department	11/8/12	70,000.00			70,000.00			67,238.00		2,764.00	
12-14	Purchase Mower for the Public Works Department	11/8/12	35,000.00				35,000.00		32,780.00		2,220.00	
12-17	Acquisition of, or Contribution to Purchase Real Property B35 L51 & 52	12/13/12	24,800.00					24,800.00	24,154.54		445.48	
12-18	Acquisition of, or Contribution to Purchase Real Property B31 L1 & 14.01	12/13/12	185,000.00					185,000.00	184,701.53		298.47	
				<u>\$ 331,812.29</u>	<u>\$ 446,885.02</u>	<u>\$ 181,000.00</u>	<u>\$ 35,000.00</u>	<u>\$ 469,800.00</u>	<u>\$ 614,774.51</u>	<u>\$ 233,715.15</u>	<u>\$ 424,563.28</u>	<u>\$ 170,824.37</u>
									Cash Disbursed	\$ 720,537.16		
									Cash Receipts	(152,872.22)		
									Reserve for Encumbrances	47,109.57		
										<u>\$ 614,774.51</u>		
									Deferred Charges to Future Taxation Unfunded	\$ 101,202.16		
									Capital Improvement Fund	28,998.59		
									Open Space Trust Fund	2,194.92		
									Capital Surplus	103,321.46		
										<u>\$ 233,715.15</u>		

See Independent Auditors' Report.

Township of East Amwell
 County of Hunterdon
 General Capital Fund
 Schedule of NJ Green Trust Loan Payable
 Year Ended December 31, 2012

C-8

Purpose	Date of Issue	Original Issue	Maturities of Principal Outstanding December 31, 2012		Interest Rate	Balance December 31, 2011	Decreased	Balance December 31, 2012
			Date	Amount				
Marion F. Clawson Park	1/27/07	\$ 500,000.00	1/27/13	\$ 13,856.58	2.00 %			
			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							
						\$ 383,643.03	\$ 27,302.94	\$ 356,340.09

See Independent Auditors' Report.

Township of East Amwell
 County of Hunterdon
 General Capital Fund
 Schedule of Bond Anticipation Notes
 Year Ended December 31, 2012

C-9

Ord. Number	Purpose	Date of Issue of Original Note	Date of Issue	Date of Maturity	Interest Rate	Balance December 31, 2011	Increase	Decrease	Balance December 31, 2012
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	5/20/11 5/20/12	5/18/12 5/18/13	0.75 % 1.10	\$ 780,000.00	\$ 670,000.00	\$ 780,000.00	\$ 670,000.00
						<u>\$ 780,000.00</u>	<u>\$ 670,000.00</u>	<u>\$ 780,000.00</u>	<u>\$ 670,000.00</u>
						Cash Received	\$ 670,000.00	\$	
						Cash Disbursed		780,000.00	
							<u>\$ 670,000.00</u>	<u>\$ 780,000.00</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, 2012

C-10

Purpose	Date of Issue	Original Issue	Maturities of Bonds Outstanding December 31, 2012		Interest Rate	Balance December 31, 2011	Increase	Decrease	Balance December 31, 2012
			Date	Amount					
General Improvement of 2003	2/15/03	\$ 2,820,000.00	2/15/13-15	\$ 135,000.00	3.80				
				155,000	3.90				
				155,000	4.00				
				155,000	4.05				
				180,000	4.10				
				190,000	4.20				
				200,000	4.25				
				200,000	4.30				
				200,000	4.40				
					\$ 1,960,000.00	\$	\$ 120,000.00	\$ 1,840,000.00	
2010 Refunding Bonds	8/31/10	2,405,000.00	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				
					2,290,000.00		235,000.00	2,055,000.00	
					\$ 4,250,000.00	\$	\$ 355,000.00	\$ 3,895,000.00	

See Independent Auditors' Report.

Township of East Amwell
County of Hunterdon
General Capital Fund
Schedule of Reserve for Preliminary Expenses
Year Ended December 31, 2012

C-11

<u>Improvement Description</u>	<u>Balance December 31, 2011</u>	<u>Resolution for Preliminary Expenses</u>	<u>Cash Disbursed</u>	<u>Balance December 31, 2012</u>
Farmland Preservation and/or Open Space	\$ 6,053.78	\$	\$ 3,425.00	\$ 2,628.78
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	4,743.00			4,743.00
Pedestrian Improvements for Village of Ringoes	1,336.50	3,500.00	2,346.00	2,490.50
	<u>\$ 21,688.28</u>	<u>\$ 3,500.00</u>	<u>\$ 5,771.00</u>	<u>\$ 19,417.28</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, 2012

C-12

<u>Ord No.</u>	<u>Improvement Description</u>	<u>Balance December 31, 2011</u>	<u>2012 Authorizations</u>	<u>Authorization Cancelled</u>	<u>Balance December 31, 2012</u>
10-5	Resurfacing of a Portion of Back Brook Road	\$ 60,445.16	\$	\$	\$ 60,445.16
10-21	Dutch Lane Road Improvement Project	135,000.00		101,202.16	33,797.84
11-04	Twp. Share of Acquisition of Development Easements in Two Farms	<u>295,000.00</u>			<u>295,000.00</u>
		<u>\$ 490,445.16</u>	<u>\$</u>	<u>\$ 101,202.16</u>	<u>\$ 389,243.00</u>

Township of East Amwell

County of Hunterdon

2012

Public Assistance Fund

Township of East Amwell
 County of Hunterdon
 Public Assistance Fund
 Schedule of Cash - Treasurer
 Year Ended December 31, 2012

D-1

	<u>Reference</u>	<u>P.A.T.F. Account #1</u>	<u>P.A.T.F. Account #2</u>	<u>Fund Total</u>
Balance, December 31, 2011	D	\$	\$ 28,309.70	\$ 28,309.70
Increased By:				
State Aid			67,500.00	67,500.00
Due from Current Fund			20.20	20.20
Interest Earned			45.59	45.59
Prior Year Voided Checks			2,223.00	2,223.00
			<u>69,788.79</u>	<u>67,565.79</u>
			<u>98,098.49</u>	<u>95,875.49</u>
Decreased by:				
Public Assistance - 2012			<u>52,732.09</u>	<u>52,732.09</u>
			<u>52,732.09</u>	<u>52,732.09</u>
Balance, December 31, 2012	D	\$	\$ 45,366.40	\$ 45,366.40

See Independent Auditors' Report.

Township of East Amwell
 County of Hunterdon
 Public Assistance Fund
 Schedule of Public Assistance Cash and Reconciliation
 Year Ended December 31, 2012

D-2

Balance, December 31, 2011		\$ 28,309.70
Increased by Receipts and Other:		
State Aid	\$ 67,500.00	
Due from Current Fund	20.20	
Interest Earned	45.59	
Prior Year Voided Checks	<u>2,223.00</u>	
		<u>69,788.79</u>
		<u>98,098.49</u>
Decreased by Disbursements:		
Public Assistance Expenditures		<u>52,732.09</u>
Balance, December 31, 2012		<u>\$ 45,366.40</u>

Reconciliation, December 31, 2012

	<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 Hopewell Valley Community Bank Checking	\$	\$ 36,889.25	\$ 36,889.25
Balance on Deposit per Statement of TD Bank Checking		9,977.15	9,977.15
Sub-total		<u>46,866.40</u>	<u>46,866.40</u>
Less: Outstanding Checks		<u>(1,500.00)</u>	<u>(1,500.00)</u>
	<u>\$</u>	<u>\$ 45,366.40</u>	<u>\$ 45,366.40</u>

See Independent Auditors' Report.

Township of East Amwell
 County of Hunterdon
 Public Assistance Fund
 Schedule of Public Assistance Revenues
 Year Ended December 31, 2012

D-3

	P.A.T.F. Account #1 (75%)	P.A.T.F. Account #2 (100%)	Fund Total
State Aid	\$	\$ 67,500.00	\$ 67,500.00
Due from Current Fund		20.20	20.20
Interest Income		45.59	45.59
Prior Year Voided Checks		2,223.00	2,223.00
Total Revenues (P.A.T.F.)		<u>69,788.79</u>	<u>69,788.79</u>
	<u>\$</u>	<u>\$ 69,788.79</u>	<u>\$ 69,788.79</u>

Public Assistance Fund
 Schedule of Public Assistance Expenditures
 Year Ended December 31, 2012

D-4

	P.A.T.F. Account #1 (75%)	P.A.T.F. Account #2 (100%)	Fund Total
Current Year Assistance:			
Assistance Reported:			
Maintenance	\$	\$ 10,042.00	\$ 10,042.00
Transportation		35.00	35.00
Temporary Rental Assistance		34,796.00	34,796.00
Emergency Assistance - Rent		4,350.00	4,350.00
Emergency Assistance - Shelter		2,308.00	2,308.00
Emergency Assistance - Utilities		893.09	893.09
Total Expenditures Reported (P.A.T.F.)		<u>52,424.09</u>	<u>52,424.09</u>
Assistance Not Reported:			
Maintenance		<u>308.00</u>	<u>308.00</u>
Total Expenditures Reported and Unreported (P.A.T.F.)	<u>\$</u>	<u>\$ 52,732.09</u>	<u>\$ 52,732.09</u>

Public Assistance Fund
 Schedule of Assistance Commitments Payable
 Year Ended December 31, 2012

D-5

Not Applicable

Township of East Amwell

County of Hunterdon

2012

Payroll Fund

**Township of East Amwell
County of Hunterdon
Payroll Fund
Schedule of Payroll Cash
Year Ended December 31, 2012**

E-1

Balance, December 31, 2011		\$	(27.03)
Increased by:			
Payroll Taxes and Benefits Payable	\$	203,819.40	
Budget Appropriation-PERS		61,819.00	
Employee Health Insurance Contributions		5,733.19	
Employer portion FICA and Medicare		46,334.08	
Net Payroll		421,318.60	
Due From Current Fund		27.03	
Due to Current Fund - Interest Earned		63.96	
			<u>739,115.26</u>
			<u>739,088.23</u>
Decreased by:			
Payroll Taxes and Benefits Payable		197,179.26	
Budget Appropriation-PERS		61,819.00	
Employee Health Insurance Contributions		5,733.19	
Employer portion FICA and Medicare		46,334.08	
Net Payroll		421,318.60	
Due to Current Fund - Interest Earned		58.10	
			<u>732,442.23</u>
Balance, December 31, 2012		\$	<u><u>6,646.00</u></u>

See Independent Auditors' Report.

**Township of East Amwell
County of Hunterdon
Payroll Fund
Schedule of Payroll Taxes Payable
Year Ended December 31, 2012**

E-2

<u>Account</u>	<u>Balance December 31, 2011</u>	<u>Cash Receipts</u>	<u>Cash Disbursements</u>	<u>Balance December 31, 2012</u>
Federal Income Tax	\$	\$ 65,863.50	\$ 65,863.50	\$
FICA and Medicare		34,188.25	34,188.25	
SWT		18,897.89	18,897.89	
NJ Family Leave Insurance		348.63	348.63	
PERS		33,998.06	30,754.22	3,243.84
PERS Insurance		2,267.44	2,058.08	209.36
Unemployment and Disability		1,945.66	1,851.59	94.07
Dental Insurance		3,423.74	3,423.74	
Deferred Compensation				
Retirement Program		1,314.27	1,256.32	57.95
Flex Spending		8,291.70	6,041.70	2,250.00
457 Plan		22,580.00	22,580.00	
Other		10,700.26	9,915.34	784.92
	<u>\$ -</u>	<u>\$ 203,819.40</u>	<u>\$ 197,179.26</u>	<u>\$ 6,640.14</u>

See Independent Auditors' Report.

Other Supplementary 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, 2012 and 2011

	2012		2011	
	Amount	%	Amount	%
Revenue and Other Income Realized				
Fund Balance Utilized	\$ 161,000.00	1.00 %	\$ 100,000.00	0.61 %
Miscellaneous - From Other Than Local Property				
Tax Levies	919,392.45	5.69	1,188,980.68	7.21
Collection of Delinquent Taxes	238,866.39	1.48	231,799.55	1.41
Collection of Current Tax Levy	14,824,469.74	91.81	14,960,952.81	90.77
Interfund Loans Returned	2,550.40	0.02	22.41	
	<u>16,146,278.98</u>	<u>100.00 %</u>	<u>16,481,755.45</u>	<u>100.00 %</u>
Expenditures				
Budget Expenditures - Municipal Purposes	2,210,094.16	13.70 %	2,348,435.94	14.36 %
Municipal Open Space Tax	316,015.46	1.96	316,458.57	1.93
Fire District Tax	214,547.00	1.33	188,172.00	1.15
County Taxes	2,776,630.48	17.21	2,795,520.44	17.09
Local and Regional School Taxes	10,602,961.90	65.71	10,702,305.74	65.43
Interfund Loans Advanced			5,973.64	0.03
Other Expenditures	15,130.18	0.09	75.00	
	<u>16,135,379.18</u>	<u>100.00 %</u>	<u>16,356,941.33</u>	<u>100.00 %</u>
Excess in Revenues	10,899.80		124,814.12	
Adjustment to Income Before Fund Balance:				
Expenditures included above which are by statute				
deferred charges to budget of succeeding years	80,000.00			
	<u>90,899.80</u>		<u>124,814.12</u>	
Fund Balance				
Balance, January 1	<u>351,793.21</u>		<u>326,979.09</u>	
	442,693.01		451,793.21	
Less: Utilization as Anticipated Revenue	<u>161,000.00</u>		<u>100,000.00</u>	
Balance, December 31	<u>\$ 281,693.01</u>		<u>\$ 351,793.21</u>	

See Independent Auditors' Report.

**Township of East Amwell
County of Hunterdon
Other Supplemental Information
Years Ended December 31, 2012, 2011 and 2010**

Comparative Schedule of Tax Rate Information

	2012	2011	2010
Tax Rate	\$ 1.913	\$ 1.926	\$ 1.844
Apportionment of Tax Rate:			
Municipal	0.150	0.150	0.151
Municipal Open Space	0.039	0.039	0.039
Fire District #1 Tax	0.028	0.024	0.024
County	0.293	0.298	0.296
County Library	0.030	0.026	0.025
County Open Space	0.030	0.031	0.031
Local School	0.845	0.839	0.824
Regional High School	0.498	0.519	0.454
Assessed Valuation:			
2012	\$ 788,489,475.00		
2011		\$ 787,964,523.00	
2010			\$ 787,824,265.00

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
2012	\$ 15,139,055.80	\$ 14,824,469.74	97.9%
2011	15,237,104.61	14,960,952.81	98.2%
2010	14,592,461.53	14,357,076.83	98.4%

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
2012	\$ 4,978.51	\$ 282,755.99	\$ 287,734.50	1.9%
2011	4,738.14	263,363.02	268,101.16	1.8%
2010	4,612.95	231,799.55	236,412.50	1.6%

Property Acquired by Tax Title Lien Liquidation

Year	Amount
2012	\$ 22,300.00
2011	22,300.00
2010	22,300.00

No properties have been acquired in 2012 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
2012	\$ 281,693.01	\$ 111,490.00
2011	351,793.21	161,000.00
2010	326,979.09	100,000.00
2009	380,834.78	230,300.00
2008	539,859.61	375,000.00

See Independent Auditors' Report.

Township of East Amwell
 County of Hunterdon
 Officials in Office and Surety Bonds
 Year Ended December 31, 2012

Name	Title	Note	Corporate Surety
Peter Kneski	Mayor		
Patricia A. Cregar	Deputy Mayor		
Dart Sageser	Committee Member		
Tim Mathews	Committee Member		
Linda Lenox	Committee Member		
Timothy Matheny	Township Administrator		
Teresa Stahl	Clerk, Officer for Assessment of Municipal Improvements, Registrar of Vital Statistics	2	
Christine Rosikiewicz	Board of Health Secretary		
Pamela Dymek	Deputy Clerk, 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	
Karen Baldino	Chief Financial Officer and Treasurer from July 1	1	\$ 1,000,000.00
Kathryn Monzo	Chief Financial Officer and Treasurer through April 14	1	\$ 1,000,000.00
Mary Hyland	Tax Collector, Tax Search Officer	1	\$ 1,000,000.00
Marianne Busher	Tax Assessor		
Richard Cushing	Attorney		
Edward Martin	Magistrate	2	
Cindy Hooven	Court Administrator	2	
Dennis O'Neal	Engineer		
Helen Kuhl	Welfare Director	2	
Richard McManus	Zoning Officer	2	
Raritan Township	Electrical Inspector		
Peter Buchanan	Fire Inspector for Smoke Detector, Carbon Monoxide and Fire Extinguisher Certification	2	

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

Comments Section

Township of East Amwell
County of Hunterdon
Comments
December 31, 2012

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, 2012, 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, and 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 \$36,000 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 Road Maintenance and Repair Materials.

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.

**Township of East Amwell
County of Hunterdon
Comments
December 31, 2012**

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 1, 2012 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, 2012; May 1, 2012; August 1, 2012 and November 1, 2012 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 11, 2012 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
2012	3
2011	2
2010	2

**Township of East Amwell
County of Hunterdon
Schedule of Findings and Recommendations
December 31, 2012**

Schedule of Financial Statement Findings

This section identifies the 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.

None.

**Township of East Amwell
County of Hunterdon
Schedule of Prior Year Findings and Recommendations
December 31, 2012**

Schedule of Prior Year Financial Statement Findings

This section identifies the status of prior year findings 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.

Corrective action was taken on the prior year findings.

Township of East Amwell
County of Hunterdon
Summary or Synopsis of Audit Report for Publication
Years Ended December 31, 2012 and 2011

Attention is directed to the fact that a summary or synopsis of the audit report, together with the recommendations, is the minimum required to be published pursuant to N.J.S. 40A:5-7.

Summary or synopsis of the 2012 Audit Report of the Township of East Amwell, as required by N.J.S. 40A:5-7.

Combined Comparative Balance Sheet

	2012	2011
Assets		
Cash and Investments	\$ 6,230,793.42	\$ 7,315,929.60
Taxes and Liens Receivable	287,734.50	268,101.16
Property Acquired for Taxes - Assessed Valuation	22,300.00	22,300.00
Accounts Receivable	354,023.86	727,062.46
Deferred Charges to Future Taxation - General Capital	5,310,583.09	5,904,088.19
Investment in General Fixed Assets	4,453,371.83	4,453,371.83
	<u>\$ 16,658,806.70</u>	<u>\$ 18,690,853.24</u>
Liabilities, Reserves and Fund Balance		
Bonds, Notes and Loans Payable	\$ 4,921,340.09	\$ 5,413,643.03
Improvement Authorizations	595,387.65	778,277.31
Other Liabilities and Special Funds	5,916,648.73	7,291,373.29
Reserve for Certain Assets Receivable	313,908.36	294,259.02
Reserve for Investment in General Fixed Assets	4,453,371.83	4,453,371.83
Fund Balance	458,150.04	459,928.76
	<u>\$ 16,658,806.70</u>	<u>\$ 18,690,853.24</u>

**Comparative Statements of Operations and Change in Fund Balance - Current Fund
Years Ended December 31, 2012 and 2011**

	2012	2011
Revenue and Other Income Realized		
Fund Balance Utilized	\$ 241,000.00	\$ 100,000.00
Miscellaneous - From Other Than Local Property Tax Levies	919,392.45	1,189,003.09
Collection of Delinquent Taxes	238,866.39	231,799.55
Collection of Current Tax Levy	14,824,469.74	14,960,952.81
Interfund Loans Returned	2,550.40	
	<u>16,226,278.98</u>	<u>16,481,755.45</u>
Expenditures		
Budget Expenditures - Municipal Purposes	2,210,094.16	2,348,435.94
Municipal Open Space Tax	316,015.46	316,458.57
Fire District Tax	214,547.00	188,172.00
County Taxes	2,776,630.48	2,795,520.44
Local and Regional School Taxes	10,602,961.90	10,702,305.74
Interfund Loans Advanced		5,973.64
Other Expenditures	15,130.18	75.00
	<u>16,135,379.18</u>	<u>16,356,941.33</u>
Excess in Revenues	90,899.80	124,814.12
Adjustment to Income Before Fund Balance:		
Expenditures included above which are by statute deferred charges to budget of succeeding years	80,000.00	
	<u>170,899.80</u>	<u>124,814.12</u>
Fund Balance		
Fund Balance, January 1	<u>351,793.21</u>	<u>326,979.09</u>
	522,693.01	451,793.21
Less: Utilization as Anticipated Revenue	<u>241,000.00</u>	<u>100,000.00</u>
Fund Balance, December 31	<u>\$ 281,693.01</u>	<u>\$ 351,793.21</u>

RECOMMENDATIONS

None.

The above summary or synopsis was prepared from the Report of Audit of the Township of East Amwell, County of Hunterdon, for the calendar year 2012. The financial data included in the summary or synopsis is presented in the form prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey. The Report of Audit, submitted by Charles M. Case, Registered Municipal Accountant, of WithumSmith+Brown, is on file at the Township Clerk's office and may be inspected by any interested person.

Teresa Stahl
Township Clerk