

**TOWNSHIP OF MAHWAH**

Financial Statements  
with Additional Financial Information

December 31, 2009

(With Independent Auditor's Report Thereon)

**TOWNSHIP OF MAHWAH**

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# ***LOUIS C. MAI CPA & ASSOCIATES***

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## **Independent Auditor's Report**

Mayor and Council  
Township of Mahwah:

We have audited the accompanying balance sheets of the various funds and account groups as of December 31, 2009 and 2008 of the Township of Mahwah, New Jersey, and the related statements of operations and changes in fund balances for the years then ended and the related statements of revenues and statements of expenditures of the various funds for the year ended December 31, 2009, as listed in the accompanying table of contents. These financial statements are the responsibility of the Township's management. Our responsibility is to express opinions on these financial statements based on our audit.

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

The accompanying Balance Sheet and Note for the Deferred Award Revolving Fund for the years ended December 31, 2009 and 2008 were not audited, and in accordance with audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, we were not engaged to audit the Deferred Award Revolving Fund. Accordingly, we do not express an opinion on them.

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

In our opinion, because of the effects of the matter 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 Township of Mahwah, New Jersey, as of December 31, 2009 and 2008 and the changes in financial position for the years then ended.

However, in our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Township of Mahwah, New Jersey, as of December 31, 2009 and 2008 and the related statements of operations and changes in fund balances for the years then ended and the related and the related statements of revenues and statements of expenditures of the various funds for the year ended December 31, 2009 on the basis of accounting described in note 1.

In accordance with Government Auditing Standards, we have also issued a report dated September 13, 2010 on our consideration of the Township of Mahwah's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grants and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards and should be considered in assessing the results of our audit.

Our audits were conducted for the purpose of forming an opinion on the financial statements taken as a whole. The additional financial information included in the accompanying table of contents, is presented for the purpose of additional analysis and is not a required part of the financial statements. Such information and schedules have been subjected to the auditing procedures applied in the audit of the financial statements and, in our opinion, are fairly stated, in all material respects, in relation to the financial statements taken as a whole.

The information included in the supplementary data as listed in the table of contents is presented for additional analysis and is not a required part of the financial statements. Such information has not been subjected to the auditing procedures applied in the audit of the financial statements. Accordingly, we express no opinion on such information.

*Louis C. Mai CPA & Associates*  
*Louis C. Mai*

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Louis C. Mai, Registered Municipal Accountant  
No. CR00217

September 13, 2010



***LOUIS C. MAI CPA & ASSOCIATES***

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**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**

Mayor and Council  
Township of Mahwah:

We have audited the financial statements of Township of Mahwah, New Jersey, as of and for the year ended December 31, 2009 and 2008, and have issued our report thereon dated September 13, 2010, which report expressed an adverse opinion in accordance with accounting principles generally accepted in the United States of America and an unqualified opinion on the basis of accounting practices prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey. We conducted our audit in accordance with auditing standards generally accepted in the United States of America, audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey; and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

**Internal Control Over Financial Reporting**

In planning and performing our audits, 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 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 control deficiency 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 misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to initiate authorize, record, process, or report financial data reliably in accordance with accounting principle described in note 1 such that there is more than a remote likelihood that a misstatement of the entity's financial statements that is more than inconsequential will not be prevented or detected by the entity's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the entity's internal control.

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

Compliance and Other Matters

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

This report is intended solely for the information and use of the Township, management, Federal and State of New Jersey awarding agencies and pass-through entities, and the Division of Local Government Services, Department of Community Affairs, State of New Jersey and is not intended to be and should not be used by anyone other than these specified parties.

*Louis C. Mai CPA & Associates*  
*Louis C. Mai*

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Louis C. Mai, Registered Municipal Accountant  
No. CR00217

September 13, 2010

## FINANCIAL STATEMENTS

## TOWNSHIP OF MAHWAH

## Balance Sheet

## Current Fund

December 31, 2009 and 2008

<b>Assets</b>	<b>Ref.</b>	<b>2009</b>	<b>2008</b>
Regular Fund:			
Cash - checking	A-4	\$ 10,767,495	10,557,913
Change Fund - cash		750	750
Due from State of New Jersey - Senior Citizens' and Veterans' deductions	A-6	<u>4,795</u>	<u>5,767</u>
		<u>10,773,040</u>	<u>10,564,430</u>
Receivables and other assets with full reserves:			
Delinquent property taxes receivable	A-7	408,645	458,047
Tax title liens	A-8	190,824	165,014
Foreclosed property	A-25	1,353,400	1,353,400
Revenue accounts receivable	A-9	231,363	51,003
Due from:			
Other Trust Funds	A-21	405	1,229
Water Utility Operating Fund	A-21	—	69
General Capital Fund	A-21	702	795
Dog License Fund	A-21	7,110	3,491
Due from Payroll	A-4	—	145
Federal and State Grants Fund	A-21	<u>308,898</u>	<u>655,984</u>
		<u>2,501,347</u>	<u>2,689,177</u>
Deferred charges:			
Special emergency authorizations (40A-4:53)	A-3	360,000	480,000
Emergency authorizations (40A:4-47)	A-3	<u>—</u>	<u>70,000</u>
		<u>13,634,387</u>	<u>13,803,607</u>
Federal and State Grant Fund:			
Grants receivable	A-22	<u>633,799</u>	<u>950,244</u>
		<u>633,799</u>	<u>950,244</u>
		<u>\$ 14,268,186</u>	<u>14,753,851</u>

## TOWNSHIP OF MAHWAH

## Balance Sheet

## Current Fund

December 31, 2009 and 2008

<b>Liabilities, Reserves and Fund Balance</b>	<b>Ref.</b>	<b>2009</b>	<b>2008</b>
Regular Fund:			
Liabilities:			
Appropriation reserves	A-3,A-10	\$ 1,489,535	1,176,728
Encumbrances payable	A-15	1,144,281	1,282,647
Tax overpayments	A-16	9,966	18,970
Prepaid taxes	A-17	467,825	436,383
Prepaid health licenses	A-18	12,390	10,835
Due to:			
County for added taxes	A-14	34,306	45,770
Water Utility Operating Fund	A-21	100	—
Due to General Checking	A-4	—	1,252
Reserve for arbitrage rebate payable	A-26	30,000	30,000
Reserve for revaluation	A-29	318,625	374,900
Various reserves	A-20	396,878	278,424
Reserve for tax appeals	A-19	201,954	122,501
Unappropriated reserves	A-11	43,569	48,206
		<u>4,149,429</u>	<u>3,826,616</u>
Reserve for receivables and other assets		2,501,347	2,689,177
Fund balance	A-1	<u>6,983,611</u>	<u>7,287,814</u>
		<u>13,634,387</u>	<u>13,803,607</u>
Federal and State Grant Fund:			
Due to Regular Fund	A-21	308,898	655,984
Appropriated reserves	A-23	250,816	194,708
Accounts payable	A-27	—	2,682
Encumbrances payable	A-28	22,861	40,864
Due to General Capital Fund	A-21	—	42,301
Unappropriated reserves	A-24	51,224	13,705
		<u>633,799</u>	<u>950,244</u>
		<u>\$ 14,268,186</u>	<u>14,753,851</u>

See accompanying notes to financial statements.

## TOWNSHIP OF MAHWAH

## Statement of Operations and Changes in Fund Balance

## Current Fund

Years ended December 31, 2009 and 2008

	<u>2009</u>	<u>2008</u>
Revenue and other income realized:		
Fund balance utilized	\$ 4,750,000	4,750,000
Miscellaneous revenue anticipated	10,980,232	11,299,700
Receipts from delinquent taxes	456,429	380,285
Receipts from current taxes	84,997,722	81,215,922
Non-budget revenues	744,924	900,181
Other credits to income:		
Budget appropriations canceled	71,424	48
Unexpended balance of appropriation reserves	790,001	956,074
Interfunds returned	658,223	—
Voided checks	50	1,516
Reserves cancelled	36,891	11
Accounts payable canceled	9,536	21,231
Total income	<u>103,495,432</u>	<u>99,524,968</u>
Expenditures:		
Budget and emergency appropriations:		
Appropriations within "CAPS":		
Operations:		
Salaries and wages	12,418,800	12,021,160
Other expenses	10,981,629	10,811,757
Deferred charges and statutory expenditures	2,312,842	504,507
Appropriations excluded from "CAPS":		
Operations:		
Other expenses	3,010,993	4,576,524
Capital improvements	200,000	210,000
Municipal debt service	3,361,790	3,361,805
Deferred charges	190,000	178,500
County taxes	13,620,846	12,522,532
Amount due County for added and omitted taxes	34,306	45,770
Local district school taxes	51,943,789	50,006,272
Municipal open space tax	415,695	414,316
Interfunds advanced	306,514	476,501
Due from Library	200,000	—
Cancellation Grants receivable	36,781	—
Prior year senior citizens deductions cancelled	3,750	2,800
Refund of prior year revenue	11,900	3,634
Total expenditures	<u>99,049,635</u>	<u>95,136,078</u>
Excess in revenue	4,445,797	4,388,890
Adjustments to income before surplus:		
Expenditures included above which are by statute deferred charges to budget of succeeding year - emergency appropriations	—	70,000
Statutory excess to fund balance	4,445,797	4,458,890
Fund balance, January 1	<u>7,287,814</u>	<u>7,578,924</u>
	11,733,611	12,037,814
Decreased by utilized as anticipated revenue	<u>4,750,000</u>	<u>4,750,000</u>
Fund balance, December 31	<u>\$ 6,983,611</u>	<u>7,287,814</u>

See accompanying notes to financial statements.

## TOWNSHIP OF MAHWAH

## Statement of Revenues

## Current Fund

Year ended December 31, 2009

	<u>Budget</u>	<u>Realized</u>	<u>Excess (deficit)</u>
Fund balance anticipated	\$ 4,750,000	4,750,000	—
Miscellaneous revenues:			
Licenses:			
Alcoholic beverages	29,000	31,371	2,371
Other	47,500	47,825	325
Fees and permits	52,500	42,145	(10,355)
Fines and costs - municipal court	675,000	612,234	(62,766)
Interest and costs on taxes	85,000	108,712	23,712
Interest on investments and deposits	275,000	90,640	(184,360)
Rental of Township owned property	175,000	192,642	17,642
Fire Safety Act fees	125,000	131,093	6,093
Energy Receipts Tax (P.L. 1999, Ch 162 & 167)	5,540,418	5,540,418	—
Garden State Trust Fund	6,092	6,092	—
Uniform construction code fes	700,000	2,044,314	1,344,314
Drunk Driving Enforcement Fund	16,300	16,300	—
Clean Communities Programs	39,369	39,369	—
Alcohol Education and Rehabilitation Act	6,173	6,173	—
Municipal Alliance on Alcoholism and Drug Abuse	12,933	12,933	—
NJ Dept. of LPS - Div. of Criminal Justice Body Armor Fund	5,329	5,329	—
State of New Jersey - Highlands Water Protection:			
Regional Master Plan - Initial Assessment	65,000	65,000	—
State of New Jersey - Department of Transportation:			
Corporate Drive	200,000	200,000	—
United States Department of Transportation ( NJ Division of Highway Safety) Pass through - Over the Limit Under Arrest	6,000	6,000	—
Obey the Signs or Pay the Fines	4,000	4,000	—
Fireman's Fund Insurance Company: Donation - Fire Department	8,376	8,376	—
Samuel Alderisio: Donation - Police Department	700	700	—
County of Bergen:			
Open Space Trust Fund	100,000	100,000	—
Office of County Prosecutor - Mahwah Municipal Escrow - Police Dept.	13,047	13,047	—
Swim and Tennis Club fees	170,000	161,030	(8,970)
Reserve for Township Calendar	8,190	8,190	—
Reserve for Open Space Fund	363,000	363,000	—
Reserve for Payment of Debt	412,000	412,000	—
Library Contribution	200,000	200,000	—
Municipal Hotel/Motel Occupancy Tax	675,000	511,299	(163,701)
	<u>10,015,927</u>	<u>10,980,232</u>	<u>964,305</u>
			(Continued)

## TOWNSHIP OF MAHWAH

## Statement of Revenues

## Current Fund

Year ended December 31, 2009

	<u>Budget</u>	<u>Realized</u>	<u>Excess (deficit)</u>
Receipts from delinquent taxes	\$ 275,000	456,429	181,429
Amount to be raised by taxes for support of municipal budget - local tax for municipal purposes	<u>19,560,249</u>	<u>21,108,207</u>	<u>1,547,958</u>
Budget totals	<u>\$ 34,601,176</u>	<u>37,294,868</u>	<u>2,693,692</u>
Non-budget revenues		<u>744,924</u>	
		<u>\$ 38,039,792</u>	
Allocation of current tax collections:			
Revenue from collections		\$ 84,997,722	
Allocated to:			
School, County and Open Space taxes		<u>66,014,636</u>	
Balance for support of municipal budget		18,983,086	
Add appropriation reserve for uncollected taxes		<u>2,125,121</u>	
Amount for support of municipal budget		<u>\$ 21,108,207</u>	
Receipts from delinquent taxes:			
Delinquent tax collections		\$ 454,772	
Tax title liens		<u>1,657</u>	
		<u>\$ 456,429</u>	
Miscellaneous revenue not anticipated:			
Payment in lieu of taxes		\$ 23,213	
Reimbursements		446,280	
Van Driver (Federal - Title III)		29,610	
County Reimbursement - Van (State Department of Health and Sr. Services)		10,000	
NJ Office of Emergency Management (FEMA)		5,000	
Cable TV franchise fee		120,371	
Sale of assets		46	
Housing fees		20,975	
Recycling fees		45,239	
Copy duplication fees		3,391	
911 services		15,031	
Cat Licenses		1,741	
Senior Center		2,057	
Administrative fee Senior and Veterans deductions		4,423	
Cost of Issuance - Refunding Bonds		9,295	
Forfeited Bail		1,225	
Miscellaneous		<u>7,027</u>	
		<u>\$ 744,924</u>	

See accompanying notes to financial statements.



TOWNSHIP OF MAHWAH

Statement of Expenditures

Current Fund

Year ended December 31, 2009

	Appropriations			Budget after modification	Expended		
	Budget	Emergency appropriations	Transfers		Paid or charged	Reserved	Canceled
General appropriations:							
Operations within "CAPS":							
Legislation:							
Township Council:							
Salaries and wages	\$ 50,000	—	—	50,000	43,000	7,000	—
Other expenses	7,880	—	—	7,880	1,095	6,785	—
Office of the Township Clerk:							
Salaries and wages	159,500	—	—	159,500	157,580	1,920	—
Other expenses	35,334	—	(1,000)	34,334	17,544	16,790	—
Election:							
Salaries and wages	3,450	—	1,000	4,450	4,215	235	—
Other expenses	23,150	—	—	23,150	22,925	225	—
Animal Control:							
Other expenses	43,000	—	—	43,000	36,574	6,426	—
Administration:							
Office of the Mayor:							
Salaries and wages	15,000	—	—	15,000	11,875	3,125	—
Other expenses	5,170	—	—	5,170	4,074	1,096	—
Office of the Business Administrator:							
Salaries and wages	395,900	—	—	395,900	384,632	11,268	—
Other expenses	31,275	—	—	31,275	27,639	3,636	—
Insurance:							
Comprehensive business liability insurance:							
Other expenses	397,500	—	—	397,500	393,824	3,676	—
Employee medical insurance:							
Other expenses	3,662,250	—	150,000	3,812,250	3,700,708	111,542	—
Workers Compensation Insurance:							
Other expenses	417,500	—	—	417,500	415,877	1,623	—
Employee optical plan:							
Other expenses	25,000	—	—	25,000	25,000	—	—
Employee physicals:							
Other expenses	55,000	—	—	55,000	40,060	14,940	—

(Continued)

TOWNSHIP OF MAHWAH

Statement of Expenditures

Current Fund

Year ended December 31, 2009

	Appropriations			Budget after modification	Expended		
	Budget	Emergency appropriations	Transfers		Paid or charged	Reserved	Canceled
Employee life insurance:							
Other expenses	\$ 40,000	—	—	40,000	35,140	4,860	—
Insurance miscellaneous:							
Other expenses	60,000	—	—	60,000	51,697	8,303	—
Unemployment Compensation Insurance							
Other expenses	10,000	—	—	10,000	10,000	—	—
Health and Safety Programs							
Other expenses	12,000	—	—	12,000	9,146	2,854	—
Division of Law:							
Other expenses	265,000	—	—	265,000	164,621	100,379	—
Division of Engineering:							
Other expenses	70,000	—	—	70,000	64,118	5,882	—
Municipal Land Use Law (N.J.S.A. 40:55):							
Division of Planning and Zoning:							
Salaries and wages	242,300	—	(6,000)	236,300	220,814	15,486	—
Other expenses	83,475	—	—	83,475	66,847	16,628	—
Division of Finance:							
Bureau of Treasury:							
Salaries and wages	225,100	—	3,500	228,600	227,409	1,191	—
Other expenses	4,375	—	—	4,375	3,950	425	—
Bureau of Collections:							
Salaries and wages	180,100	—	—	180,100	173,897	6,203	—
Other expenses	12,225	—	—	12,225	7,750	4,475	—
Bureau of Assessment:							
Salaries and wages	136,100	—	—	136,100	136,065	35	—
Other expenses	14,550	—	—	14,550	12,164	2,386	—
Auditor:							
Other expenses	33,000	—	—	33,000	26,850	6,150	—
Department of Public Works:							
DPW administration:							
Salaries and wages	88,300	—	10,500	98,800	98,241	559	—
Other expenses	1,600	—	—	1,600	50	1,550	—

(Continued)

## TOWNSHIP OF MAHWAH

## Statement of Expenditures

## Current Fund

Year ended December 31, 2009

	Appropriations			Budget after modification	Expended		
	Budget	Emergency appropriations	Transfers		Paid or charged	Reserved	Canceled
DPW streets and roads:							
Salaries and wages	\$ 531,900	—	(35,500)	496,400	481,518	14,882	—
Other expenses	101,425	—	—	101,425	88,897	12,528	—
DPW buildings and grounds:							
Salaries and wages	366,000	—	(55,000)	311,000	292,413	18,587	—
Other expenses	156,981	—	—	156,981	152,298	4,683	—
DPW emergency services:							
Other expenses	68,260	—	—	68,260	64,349	3,911	—
DPW parks and playgrounds:							
Salaries and wages	155,600	—	—	155,600	155,530	70	—
Other expenses	59,284	—	—	59,284	48,756	10,528	—
DPW recycling:							
Salaries and wages	451,100	—	(10,000)	441,100	430,333	10,767	—
Other expenses	23,382	—	—	23,382	14,345	9,037	—
DPW motor pool:							
Salaries and wages	66,400	—	—	66,400	65,874	526	—
Other expenses	272,500	—	—	272,500	258,262	14,238	—
DPW snow removal:							
Salaries and wages	175,000	—	(15,000)	160,000	147,919	12,081	—
Other expenses	219,400	—	85,000	304,400	271,207	33,193	—
DPW overtime:							
Salaries and wages	146,000	—	—	146,000	133,365	12,635	—
Sanitation:							
Collection service:							
Other expenses	1,005,000	—	—	1,005,000	1,004,591	409	—
Disposal:							
Other expenses	1,000,000	—	(100,000)	900,000	862,371	37,629	—
Disposal/Recyclables:							
Other expenses	16,000	—	—	16,000	12,290	3,710	—
Municipal Services Act:							
Other expenses	175,000	—	—	175,000	126,171	48,829	—

(Continued)

TOWNSHIP OF MAHWAH

Statement of Expenditures

Current Fund

Year ended December 31, 2009

	Appropriations			Budget after modification	Expended		
	Budget	Emergency appropriations	Transfers		Paid or charged	Reserved	Canceled
Board of Health:							
Board of Health administration:							
Salaries and wages	\$ 238,000	—	12,500	250,500	247,291	3,209	—
Other expenses	27,902	—	—	27,902	16,274	11,628	—
Health Officer services (Paramus):							
Other expenses	31,485	—	(2,500)	28,985	27,807	1,178	—
Drug Center agreement:							
Other expenses	24,375	—	—	24,375	24,375	—	—
Visiting Nurse service:							
Other expenses	33,362	—	—	33,362	33,362	—	—
West Bergen Mental Health Agreement:							
Other expenses	2,100	—	—	2,100	2,100	—	—
Department of Police:							
Police administration:							
Salaries and wages	546,700	—	—	546,700	546,188	512	—
Other expenses	171,535	—	45,000	216,535	178,560	37,975	—
Police records:							
Salaries and wages	100,000	—	—	100,000	93,025	6,975	—
Police patrol:							
Salaries and wages	5,641,500	—	—	5,641,500	5,634,762	6,738	—
Police dispatchers:							
Salaries and wages	275,500	—	4,000	279,500	275,474	4,026	—
Police detectives:							
Salaries and wages	521,300	—	(7,000)	514,300	501,543	12,757	—
Police juvenile:							
Salaries and wages	142,050	—	3,000	145,050	143,807	1,243	—
Police crossing guards:							
Salaries and wages	45,000	—	—	45,000	40,673	4,327	—
Police purchase of police cars:							
Other expenses	99,000	—	—	99,000	97,523	1,477	—
Police supplemental programs: Municipal Alliance/ DARE:							
Other expenses	4,000	—	—	4,000	4,000	—	—

(Continued)

TOWNSHIP OF MAHWAH

Statement of Expenditures

Current Fund

Year ended December 31, 2009

	Appropriations			Budget after modification	Expended		
	Budget	Emergency appropriations	Transfers		Paid or charged	Reserved	Canceled
Emergency Management:							
Bureau of Emergency Management:							
Salaries and wages	\$ 18,000	—	—	18,000	17,990	10	—
Other expenses	54,700	—	—	54,700	39,017	15,683	—
Fire Department:							
Salaries and wages	80,100	—	—	80,100	76,228	3,872	—
Other expenses	141,400	—	—	141,400	132,141	9,259	—
Bureau of Fire Prevention:							
Salaries and wages	74,800	—	—	74,800	73,691	1,109	—
Other expenses	4,000	—	—	4,000	2,852	1,148	—
Ambulance Company #1:							
Salaries and wages	9,000	—	—	9,000	7,353	1,647	—
Other expenses	42,500	—	—	42,500	—	42,500	—
Ambulance Company #4:							
Salaries and wages	7,000	—	—	7,000	—	7,000	—
Other expenses	42,500	—	—	42,500	42,500	—	—
Aid to Volunteer Fire Companies:							
Other expenses	9,000	—	—	9,000	9,000	—	—
Division of Human Services:							
Salaries and wages	107,300	—	—	107,300	105,787	1,513	—
Other expenses	2,275	—	—	2,275	564	1,711	—
Senior Citizens activities:							
Salaries and wages	91,000	—	—	91,000	90,930	70	—
Other expenses	76,270	—	—	76,270	65,079	11,191	—
Access Transportation:							
Salaries and wages	135,600	—	—	135,600	134,297	1,303	—
Other expenses	1,800	—	—	1,800	295	1,505	—
Boards, Commissions and Committees:							
Environmental Commission:							
Salaries and wages	3,500	—	—	3,500	3,500	—	—
Other expenses	4,750	—	—	4,750	399	4,351	—
Housing Commission:							
Salaries and wages	4,500	—	—	4,500	3,500	1,000	—
Other expenses	2,100	—	—	2,100	119	1,981	—

(Continued)

## TOWNSHIP OF MAHWAH

## Statement of Expenditures

## Current Fund

Year ended December 31, 2009

	Appropriations			Budget after modification	Expended		
	Budget	Emergency appropriations	Transfers		Paid or charged	Reserved	Canceled
Historic Preservation Commission:							
Salaries and wages	\$ 3,500	—	—	3,500	3,500	—	—
Other expenses	4,750	—	—	4,750	4,096	654	—
Recreation:							
Salaries and wages	75,000	—	—	75,000	62,930	12,070	—
Other expenses	113,974	—	—	113,974	89,524	24,450	—
Municipal Pool:							
Salaries and wages	121,000	—	—	121,000	115,113	5,887	—
Other expenses	88,385	—	(2,500)	85,885	65,973	19,912	—
Municipal Prosecutor							
Other expenses	50,000	—	—	50,000	37,800	12,200	—
Municipal Court:							
Salaries and wages	278,000	—	—	278,000	273,832	4,168	—
Other expenses	34,750	—	—	34,750	14,748	20,002	—
Public Defender:							
Other expenses	28,500	—	—	28,500	20,744	7,756	—
Computer Equipment/Consultant	28,000	—	2,500	30,500	27,984	2,516	—
Municipal Services Act	—	—	—	—	—	—	—
Community Cable Television:							
Other expenses	4,750	—	—	4,750	4,086	664	—
Uniform Construction Code-Appropriations Offset by Dedicated Revenues (N.J.A.C. 5:23-4.17):							
Uniform Construction Code official:							
Salaries and wages	264,600	—	(10,000)	254,600	253,592	1,008	—
Other expenses	15,150	—	—	15,150	13,418	1,732	—
Building Sub-code official:							
Salaries and wages	88,500	—	2,500	91,000	90,214	786	—
Plumbing Sub-code official:							
Salaries and wages	81,900	—	—	81,900	79,512	2,388	—
Electrical Sub-code official:							
Salaries and wages	91,200	—	10,000	101,200	99,191	2,009	—
Fire Sub-code official:							
Salaries and wages	78,000	—	—	78,000	75,456	2,544	—

(Continued)

## TOWNSHIP OF MAHWAH

## Statement of Expenditures

## Current Fund

Year ended December 31, 2009

	Appropriations			Budget after modification	Expended		
	Budget	Emergency appropriations	Transfers		Paid or charged	Reserved	Canceled
Unclassified:							
Central accounts:							
Gasoline	\$ 189,500	—	(40,000)	149,500	107,837	41,663	—
Fuel oil - Diesel	161,000	—	(30,000)	131,000	87,829	43,171	—
Electricity	311,000	—	15,000	326,000	288,681	37,319	—
Street lighting	200,000	—	—	200,000	171,125	28,875	—
Telephone	123,560	—	—	123,560	93,596	29,964	—
Natural gas	140,000	—	(20,000)	120,000	72,020	47,980	—
Heating oil	21,500	—	—	21,500	16,506	4,994	—
Photocopying	40,500	—	—	40,500	34,732	5,768	—
Printing and binding	48,740	—	—	48,740	35,460	13,280	—
Postage	61,000	—	—	61,000	57,014	3,986	—
Office supplies	26,500	—	—	26,500	20,766	5,734	—
Salary Adjustment Account	10,000	—	(10,000)	—	—	—	—
Tuition Reimbursement Account	2,000	—	—	2,000	—	2,000	—
Total operations within "CAPS"	23,395,429	—	—	23,395,429	22,195,155	1,200,274	—
Contingent	5,000	—	—	5,000	2,632	2,368	—
Total operations including contingent-within "CAPS"	23,400,429	—	—	23,400,429	22,197,787	1,202,642	—
Detail:							
Salaries and wages	12,520,300	—	(101,500)	12,418,800	12,214,059	204,741	—
Other expenses (including contingent)	10,880,129	—	101,500	10,981,629	9,983,728	997,901	—
	23,400,429	—	—	23,400,429	22,197,787	1,202,642	—
Deferred charges and statutory expenditures - municipal within "CAPS":							
Deferred Charges:							
Prior year bills	20,000	—	—	20,000	20,000	—	—
Statutory expenditures - contributions to:							
Defined Contribution Retirement Program (DCRP)	414,215	—	—	414,215	414,215	—	—
Social Security System (O.A.S.I.)	530,000	—	—	530,000	493,212	36,788	—
Police and Firemen's Retirement System of N.J.	1,346,627	—	—	1,346,627	1,346,627	—	—
Defined Contribution Retirement Program (DCRP)	2,000	—	—	2,000	315	1,685	—
Total deferred charges and statutory expenditures - municipal within "CAPS"	2,312,842	—	—	2,312,842	2,274,369	38,473	—

(Continued)

## TOWNSHIP OF MAHWAH

## Statement of Expenditures

## Current Fund

Year ended December 31, 2009

	Appropriations			Expended			
	Budget	Emergency appropriations	Transfers	Budget after modification	Paid or charged	Reserved	Canceled
Total general appropriations for municipal purposes within "CAPS"	\$ 25,713,271	—	—	25,713,271	24,472,156	1,241,115	—
Operations excluded from "CAPS" - mandated expenditures per N.J.S.A. 40A:4-45.3g:							
Maintenance - Free Public Library (Chapter 82, PL 1985):							
Other expenses	2,349,532	—	—	2,349,532	2,349,532	—	—
Reserve for Pending Tax Appeals	100,000	—	—	100,000	100,000	—	—
Length of Service Award Program (L.O.S.A.P.)	245,000	—	—	245,000	—	245,000	—
Recycling Tax	36,000	—	—	36,000	32,580	3,420	—
Public and private programs offset by revenues:							
Bergen County Prosecutor's Office							
Escrow Account - Police Department	13,048	—	—	13,048	13,048	—	—
Alcohol Education Rehabilitation Fund	6,173	—	—	6,173	6,173	—	—
Drunk Driving Enforcement Act	16,300	—	—	16,300	16,300	—	—
NJ Clean Communities Grant	39,369	—	—	39,369	39,369	—	—
NJ Dept. L&PS:							
Body Armor Fund	5,329	—	—	5,329	5,329	—	—
United States Department of Transportation ( NJ Division of Highway Safety) Pass Through - Over the Limit (CH. 159)	6,000	—	—	6,000	6,000	—	—
Obey the Signs (CH. 159)	4,000	—	—	4,000	4,000	—	—
State of New Jersey - Highlands Water Protection:							
Regional Master Plan - Initial Assessment	65,000	—	—	65,000	65,000	—	—
Municipal Alliance on Alcoholism and Drug Abuse	12,933	—	—	12,933	12,933	—	—
Municipal Alliance on Alcoholism and Drug Abuse - Match	3,233	—	—	3,233	3,233	—	—
Fireman's Fund: Donation Fire Department	8,376	—	—	8,376	8,376	—	—
Samuel Alderisio: Donation - Police Department	700	—	—	700	700	—	—
Bergen County Open Space Trust Fund (CH 159)	100,000	—	—	100,000	100,000	—	—
Total operations-excluded from "CAPS"	3,010,993	—	—	3,010,993	2,762,573	248,420	—
Detail:							
Salaries and wages	—	—	—	—	—	—	—
Other expenses	3,010,993	—	—	3,010,993	2,762,573	248,420	—
	3,010,993	—	—	3,010,993	2,762,573	248,420	—

(Continued)



## TOWNSHIP OF MAHWAH

## Statement of Expenditures

## Current Fund

Year ended December 31, 2009

	Appropriations			Expended			
	Budget	Emergency appropriations	Transfers	Budget after modification	Paid or charged	Reserved	Canceled
Capital improvements excluded from "CAPS":							
NJ Department of Transportation:							
Corporate Drive	\$ 200,000	—	—	200,000	200,000	—	—
Total capital improvements excluded from "CAPS"	<u>200,000</u>	<u>—</u>	<u>—</u>	<u>200,000</u>	<u>200,000</u>	<u>—</u>	<u>—</u>
Municipal debt service excluded from "CAPS":							
Payment of bond principal	1,780,000	—	—	1,780,000	1,780,000	—	—
Payment of bond anticipation notes	350,000	—	—	350,000	350,000	—	—
Interest on bonds	1,138,035	—	—	1,138,035	1,066,616	—	71,419
Interest on notes	93,755	—	—	93,755	93,750	—	5
Total municipal debt service excluded from "CAPS"	<u>3,361,790</u>	<u>—</u>	<u>—</u>	<u>3,361,790</u>	<u>3,290,366</u>	<u>—</u>	<u>71,424</u>
Deferred charges - municipal - excluded from "CAPS":							
Emergency Authorization	70,000	—	—	70,000	70,000	—	—
Special Emergency Authorization	120,000	—	—	120,000	120,000	—	—
Total deferred charges - municipal - excluded from "CAPS"	<u>190,000</u>	<u>—</u>	<u>—</u>	<u>190,000</u>	<u>190,000</u>	<u>—</u>	<u>—</u>
Total general appropriations excluded from "CAPS"	<u>6,762,783</u>	<u>—</u>	<u>—</u>	<u>6,762,783</u>	<u>6,442,939</u>	<u>248,420</u>	<u>71,424</u>
Subtotal general appropriations	32,476,054	—	—	32,476,054	30,915,095	1,489,535	71,424
Reserve for uncollected taxes	2,125,121	—	—	2,125,121	2,125,121	—	—
Total general appropriations	<u>\$ 34,601,175</u>	<u>—</u>	<u>—</u>	<u>34,601,175</u>	<u>33,040,216</u>	<u>1,489,535</u>	<u>71,424</u>
Original budget	\$ 34,495,634						
Added by NJS A 40A:4-87 (CH 159)	<u>105,542</u>						
	<u>\$ 34,601,176</u>						
<u>Analysis of paid or charged</u>							
				\$ 29,000,353			
				480,461			
				190,000			
				100,000			
				2,125,121			
				1,144,281			
				<u>\$ 33,040,216</u>			

See accompanying notes to financial statements.

## TOWNSHIP OF MAHWAH

## Balance Sheet

## Trust Funds

December 31, 2009 and 2008

<b>Assets</b>	<b>Ref.</b>	<b>2009</b>	<b>2008</b>
Dog License Fund:			
Cash	B-1	\$ 27,685	25,403
		<u>27,685</u>	<u>25,403</u>
Other Trust Funds:			
Cash	B-1	7,178,990	7,568,358
		<u>7,178,990</u>	<u>7,568,358</u>
Unemployment Compensation Fund - cash	B-1	224,473	219,916
Uniform Construction Code Fund - cash	B-1	26,604	28,206
Deferred Award Revolving Fund - investment ( <b>UNAUDITED</b> )		1,353,705	924,171
		<u>\$ 8,811,457</u>	<u>8,766,054</u>
<b>Liabilities and Reserves</b>			
Dog License Fund:			
Due to Current Fund	B-7	\$ 7,110	3,491
Due to State of New Jersey	B-3	7	17
Reserve for Dog License Fund expenditures	B-2	20,568	21,895
		<u>27,685</u>	<u>25,403</u>
Other Trust Funds:			
Reserve for special deposits	B-4	3,756,229	4,014,341
Due to Current Fund	B-7	405	1,229
Reserve for recreation expenses	B-8	6,015	3,140
Reserve for Other Trust Fund expenses	B-9	3,416,341	3,549,648
		<u>7,178,990</u>	<u>7,568,358</u>
Unemployment Compensation Fund - Reserve for State Unemployment Insurance	B-5	224,473	219,916
Uniform Construction Code Fund- Training Fees: Reserve for Uniform Construction Code training fees	B-6	26,604	28,206
Deferred Award Revolving Fund ( <b>UNAUDITED</b> ) Plan net assets		1,353,705	924,171
		<u>\$ 8,811,457</u>	<u>8,766,054</u>

See accompanying notes to financial statements.

## TOWNSHIP OF MAHWAH

## Balance Sheet

## General Capital Fund

December 31, 2009 and 2008

<b>Assets</b>	<b>Ref.</b>	<b>2009</b>	<b>2008</b>
Cash	C-2,C-3	\$ 2,883,037	4,383,261
Deferred charges to future taxation unfunded	C-6	5,206,553	20,556,926
Deferred charges to future taxation funded	C-14	29,770,000	31,295,000
Due from checking	C-2	—	7,006
Due from Grant Fund	C-2	—	42,301
Federal grants receivable	C-5	—	47,500
		<u>34,976,553</u>	<u>51,948,733</u>
		<u>\$ 37,859,590</u>	<u>56,331,994</u>
<b>Liabilities, Reserves and Fund Balance</b>			
Encumbrances payable	C-9	\$ 148,848	1,443,911
Bond anticipation notes	C-11	4,350,000	3,750,000
Improvement authorizations:			
Funded	C-8	356,108	901,975
Unfunded	C-8	586,798	15,870,067
Due to Current Fund	C-4	702	795
Reserve for payment of debt	C-10	2,570,211	2,977,374
Reserve for CDBG receivable	C-5	—	47,500
Serial bonds payable	C-12	29,770,000	31,295,000
Capital Improvement Fund	C-7	397	397
Fund balance	C-1	76,526	44,975
		<u>\$ 37,859,590</u>	<u>56,331,994</u>

There were bonds and notes authorized but not issued at December 31, 2009 and 2008 of \$856,553 and \$16,806,926 respectively (Exhibit C-13).

See accompanying notes to financial statements.

**TOWNSHIP OF MAHWAH**

Statement of Fund Balance

General Capital Fund

Years ended December 31, 2009 and 2008

	<u>2009</u>	<u>2008</u>
Balance, Beginning of year	\$ 44,975	19,213
Increased by:		
Premium on sale of notes	<u>31,551</u>	<u>25,762</u>
Balance, End of year	\$ <u><u>76,526</u></u>	<u><u>44,975</u></u>

See accompanying notes to financial statements.

TOWNSHIP OF MAHWAH

Balance Sheet

Water Utility Fund

December 31, 2009 and 2008

<b>Assets</b>	<b>Ref.</b>	<b>2009</b>	<b>2008</b>
		<u>          </u>	<u>          </u>
Operating Fund:			
Cash	D-5	\$ 3,728,695	3,907,807
Change Fund - Water Utility Collector		50	50
Due to Current Fund	D-16	100	—
Due from Water Utility Capital Fund	D-13	<u>53</u>	<u>210</u>
		<u>3,728,898</u>	<u>3,908,067</u>
Receivables with full reserve:			
Water accounts receivable	D-8	<u>208,412</u>	<u>128,597</u>
Total Operating Fund		<u>3,937,310</u>	<u>4,036,664</u>
Capital Fund:			
Cash	D-5,D-6	2,214,707	2,441,828
Fixed capital	D-10	8,336,080	8,336,080
Fixed capital authorized and uncompleted	D-11	<u>18,171,925</u>	<u>18,171,925</u>
Total Capital Fund		<u>28,722,712</u>	<u>28,949,833</u>
		<u>\$ 32,660,022</u>	<u>32,986,497</u>

(Continued)

## TOWNSHIP OF MAHWAH

## Balance Sheet

## Water Utility Fund

December 31, 2009 and 2008

<b>Liabilities, Reserves and Fund Balance</b>	<b>Ref.</b>	<b>2009</b>	<b>2008</b>
Operating Fund:			
Liabilities:			
Appropriation reserves	D-3,D-20	\$ 1,048,532	695,948
Encumbrances	D-3,D-20	335,343	285,383
Accounts payable	D-23	2,889	8,449
Accrued interest on notes payable	D-12	15,159	32,378
Premium on water liens	D-24	1,100	1,000
Overpayments	D-9	2,463	2,062
Due to Current Fund	D-16	—	69
		<u>1,405,486</u>	<u>1,025,289</u>
Reserve for receivables		208,412	128,597
Fund balance	D-1	<u>2,323,412</u>	<u>2,882,778</u>
Total Operating Fund		<u>3,937,310</u>	<u>4,036,664</u>
Capital Fund:			
Encumbrances	D-18	1,023,408	895,501
Bond anticipation notes	D-7	4,725,000	4,900,000
Reserve for amortization	D-14	15,486,080	14,836,080
Improvement authorizations:			
Unfunded	D-17	4,637,542	5,523,039
Deferred reserve for amortization	D-15	2,394,675	2,394,675
Due to Water Utility Operating Fund	D-13	53	210
Capital Improvement Fund	D-19	41,369	21,369
Reserve for payment of debt	D-22	56,816	56,816
Fund balance	D-4	<u>357,769</u>	<u>322,143</u>
Total Capital Fund		<u>28,722,712</u>	<u>28,949,833</u>
		<u>\$ 32,660,022</u>	<u>32,986,497</u>

There were bonds and notes authorized but not issued at December 31, 2009 and 2008 of \$3,902,250 and \$4,377,250 respectively (Exhibit D-21).

See accompanying notes to financial statements.

## TOWNSHIP OF MAHWAH

## Statement of Operations and Changes in Fund Balance

## Water Utility Operating Fund

Year Ended December 31, 2009 and 2008

	<u>2009</u>	<u>2008</u>
Revenue and other income realized:		
Fund balance utilized	\$ 2,238,883	1,949,296
Rents	3,187,055	2,864,644
Tapping and capacity fees	370,644	107,550
Miscellaneous revenue not anticipated	37,445	175,608
Other credits to income:		
Unexpended balances of appropriation reserves	679,183	600,821
Accounts payable cancelled	6,341	19,972
Cancellation of accrued interest on notes	63,849	76,283
Total income	<u>6,583,400</u>	<u>5,794,174</u>
Expenditures:		
Budget Appropriations:		
Salaries and wages	1,053,800	1,029,300
Other expenses	2,279,683	2,116,246
Insurance	541,750	511,750
Capital Improvement Fund	20,000	25,000
Capital outlay	—	41,000
Debt service	850,000	750,000
Deferred charges and statutory expenditures	158,650	141,000
Refund of prior year revenue	—	13,980
Total expenditures	<u>4,903,883</u>	<u>4,628,276</u>
Excess in revenue	1,679,517	1,165,898
Fund balance, January 1	<u>2,882,778</u>	<u>3,666,176</u>
	4,562,295	4,832,074
Decreased by utilized as anticipated revenue	<u>2,238,883</u>	<u>1,949,296</u>
Fund balance, December 31	<u>\$ 2,323,412</u>	<u>2,882,778</u>

See accompanying notes to financial statements.

**TOWNSHIP OF MAHWAH**

Statement of Revenues

Water Utility Operating Fund

Year Ended December 31, 2009

	<u>Budget</u>	<u>Realized</u>	<u>Excess</u>
Fund balance anticipated	\$ 2,238,883	2,238,883	—
Rents	2,625,000	3,187,055	562,055
Tapping and capacity fees	<u>40,000</u>	<u>370,644</u>	<u>330,644</u>
	<u>\$ 4,903,883</u>	5,796,582	<u>892,699</u>
Miscellaneous revenue not anticipated		<u>37,445</u>	
		<u>\$ 5,834,027</u>	

**Analysis of Miscellaneous Revenue Not Anticipated**

Interest	\$ 19,560
Interest on water rents	8,987
Miscellaneous revenues	<u>8,898</u>
	<u>\$ 37,445</u>

See accompanying notes to financial statements.



**TOWNSHIP OF MAHWAH**

Statement of Expenditures

Water Utility Operating Fund

Year Ended December 31, 2009

	<u>Budget</u>	<u>Budget after modification</u>	<u>Paid or Charged</u>	<u>Reserved</u>
Operating:				
Salaries and wages	\$ 1,053,800	1,053,800	977,610	76,190
Other expenses	2,279,683	2,279,683	1,413,944	865,739
Insurance	541,750	541,750	446,391	95,359
Capital Improvement:				
Capital Improvement Fund	20,000	20,000	20,000	—
Debt service:				
Payment of Bond Anticipation Notes and Capital Notes	650,000	650,000	650,000	—
Interest on notes	200,000	200,000	200,000	—
Statutory expenditures - contribution to:				
Public Employees' Retirement System	68,650	68,650	68,650	—
Social Security System (O.A.S.I.)	85,000	85,000	73,756	11,244
Unemployment compensation insurance	5,000	5,000	5,000	—
	<u>\$ 4,903,883</u>	<u>4,903,883</u>	<u>3,855,351</u>	<u>1,048,532</u>
Encumbrances			\$ 335,343	
Accrued interest on notes			200,000	
Due to Current Fund			297,713	
Cash disbursed			<u>3,022,295</u>	
			<u>\$ 3,855,351</u>	

See accompanying notes to financial statements.

**TOWNSHIP OF MAHWAH**

Statement of Fund Balance

Water Utility Capital Fund

Years Ended December 31, 2009 and 2008

	<u>2009</u>	<u>2008</u>
Balance, Beginning of year	\$ 322,143	322,143
Increased by premium on sale of notes	<u>35,626</u>	<u>—</u>
Balance, End of year	<u>\$ 357,769</u>	<u>322,143</u>

See accompanying notes to financial statements.

TOWNSHIP OF MAHWAH

Balance Sheet

Sewer Utility Fund

December 31, 2009 and 2008

<b>Assets</b>	<b>Ref.</b>	<b>2009</b>	<b>2008</b>
<b>Operating Fund:</b>			
Cash	E-6	\$ <u>2,895,907</u>	<u>3,213,823</u>
Due from:			
Sewer Utility Capital Fund	E-23	7	25
Sewer Utility Assessment Trust Fund	E-27	<u>803</u>	<u>356</u>
		<u>810</u>	<u>381</u>
Receivables with full reserves:			
Sewer rents	E-8	<u>249,136</u>	<u>157,979</u>
Total Operating Fund		<u>3,145,853</u>	<u>3,372,183</u>
<b>Capital Fund:</b>			
Cash	E-6,E-7	894,738	1,968,196
Fixed Capital	E-28	18,501,375	18,501,375
Fixed capital authorized and uncompleted	E-10	<u>7,016,000</u>	<u>7,016,000</u>
Total Capital Fund		<u>26,412,113</u>	<u>27,485,571</u>
<b>Assessment Trust Fund:</b>			
Cash	E-6	667,712	940,372
Assessments receivable	E-20	<u>560,445</u>	<u>737,338</u>
Total Assessment Trust Fund		<u>1,228,157</u>	<u>1,677,710</u>
		\$ <u><u>30,786,123</u></u>	<u><u>32,535,464</u></u>

(Continued)

TOWNSHIP OF MAHWAH

Balance Sheet

Sewer Utility Fund

December 31, 2009 and 2008

<b>Liabilities, Reserves and Fund Balance</b>	<b>Ref.</b>	<b>2009</b>	<b>2008</b>
<b>Operating Fund:</b>			
Appropriation reserves	E-3,E-12	\$ 176,332	123,422
Reserve for encumbrances	E-3,E-12	66,251	56,503
Accounts payable	E-9	5,824	7,120
Sewer overpayments	E-18	12,608	4,401
Reserve for arbitrage refund	E-25	45,000	45,000
Accrued interest on notes	E-24	46,310	106,471
		<u>352,325</u>	<u>342,917</u>
Reserve for receivables		249,136	157,979
Fund balance	E-1	<u>2,544,393</u>	<u>2,871,287</u>
<b>Total Operating Fund</b>		<u><b>3,145,854</b></u>	<u><b>3,372,183</b></u>
<b>Capital Fund:</b>			
Reserve for encumbrances	E-15	164,821	141,728
Bond anticipation notes payable	E-21	5,408,500	5,808,500
Reserve for:			
Amortization	E-17	17,637,875	17,462,875
Payment of debt	E-22	44,242	44,242
Deferred reserve for amortization	E-16	226,300	226,300
Capital Improvement Fund	E-19	196,947	196,947
Due to Sewer Utility Operating Fund	E-23	7	25
Improvement authorizations:			
Unfunded	E-14	2,307,319	3,234,878
Fund balance	E-4	<u>426,101</u>	<u>370,076</u>
<b>Total Capital Fund</b>		<u><b>26,412,112</b></u>	<u><b>27,485,571</b></u>
<b>Assessment Trust Fund:</b>			
Due to Sewer Utility Operating Fund	E-27	803	356
Reserve for assessments and liens	E-11	493,944	220,837
Bond anticipation notes payable	E-13	66,500	516,500
Fund balance	E-5	<u>666,910</u>	<u>940,017</u>
<b>Total Assessment Trust Fund</b>		<u><b>1,228,157</b></u>	<u><b>1,677,710</b></u>
		<u><b>\$ 30,786,123</b></u>	<u><b>32,535,464</b></u>

There were bonds and notes authorized but not issued at December 31, 2009 and 2008 of \$2,244,700 and \$2,019,700 respectively (Exhibit E-26).

See accompanying notes to financial statements.

## TOWNSHIP OF MAHWAH

## Statement of Operations and Changes in Fund Balance

## Sewer Utility Operating Fund

Years ended December 31, 2009 and 2008

	<u>2009</u>	<u>2008</u>
Revenue and other income realized:		
Fund balance utilized	\$ 1,401,450	1,294,450
Rents	4,749,157	4,695,419
Miscellaneous revenues not anticipated	209,255	316,777
Other credits to income:		
Unexpended balances of appropriation reserves	144,077	153,320
Accrued interest on notes canceled	120,411	223,845
Prior year accounts payable cancelled	1,656	2,121
Total income	<u>6,626,006</u>	<u>6,685,932</u>
Expenditures:		
Budget appropriations:		
Operating	5,036,700	4,715,950
Debt service	425,000	650,000
Refund prior year revenue	—	3,605
Deferred charges and statutory expenditures	89,750	78,500
Total expenditures	<u>5,551,450</u>	<u>5,448,055</u>
Excess in revenue	1,074,556	1,237,877
Fund balance, January 1	<u>2,871,287</u>	<u>2,927,860</u>
	3,945,843	4,165,737
Decreased by utilized as anticipated revenue	<u>1,401,450</u>	<u>1,294,450</u>
Fund balance, December 31	<u>\$ 2,544,393</u>	<u>2,871,287</u>

See accompanying notes to financial statements.

**TOWNSHIP OF MAHWAH**

Statement of Revenues

Sewer Utility Operating Fund

Year ended December 31, 2009

	<u>Budget</u>	<u>Realized</u>	<u>Excess</u>
Fund balance appropriated	\$ 1,401,450	1,401,450	—
Sewer rents	<u>4,150,000</u>	<u>4,749,157</u>	<u>599,157</u>
	<u>\$ 5,551,450</u>	6,150,607	<u>599,157</u>
Miscellaneous revenues not anticipated		<u>209,255</u>	
		<u>\$ 6,359,862</u>	

**Analysis of Revenues Not Anticipated**

Interest on investments	\$ 48,569
Interest on Sewer rents	12,196
Miscellaneous	15,290
Hook-ups fees	<u>133,200</u>
	<u>\$ 209,255</u>

See accompanying notes to financial statements.

**TOWNSHIP OF MAHWAH**

Statement of Expenditures

Sewer Utility Operating Fund

Year ended December 31, 2009

	<u>Budget</u>	<u>Budget after modifi- cation</u>	<u>Paid or charged</u>	<u>Reserved</u>
Operating:				
Salaries and wages	\$ 563,700	571,200	559,452	11,748
Other expenses	214,500	214,500	171,009	43,491
Insurance	283,500	283,500	229,792	53,708
NW Bergen County Utilities Authority	3,975,000	3,967,500	3,906,017	61,483
Debt service:				
Payment of bond anticipation notes and capital notes	175,000	175,000	175,000	—
Interest on notes	250,000	250,000	250,000	—
Statutory expenditures - contribution to:				
Public Employees' Retirement System	39,750	39,750	39,750	—
Social Security System	47,500	47,500	41,598	5,902
Unemployment compensation insurance	2,500	2,500	2,500	—
	<u>\$ 5,551,450</u>	<u>5,551,450</u>	<u>5,375,118</u>	<u>176,332</u>
			\$ 5,058,867	
			250,000	
			<u>66,251</u>	
			<u>\$ 5,375,118</u>	

See accompanying notes to financial statements.

**TOWNSHIP OF MAHWAH**

Statement of Fund Balance

Sewer Utility Capital Fund

Years ended December 31, 2009 and 2008

	<u>2009</u>	<u>2008</u>
Balance, Beginning of year	\$ 370,076	293,933
Increased by:		
Premium on sale of notes	<u>56,025</u>	<u>76,143</u>
Balance, End of year	<u><u>\$ 426,101</u></u>	<u><u>370,076</u></u>

See accompanying notes to financial statements.



**TOWNSHIP OF MAHWAH**

Statement of Operations and Changes in Fund Balance

Sewer Utility Assessment Trust Fund

Year ended December 31, 2009

Fund balance, December 31, 2008	\$ <u>940,017</u>
Increased by:	
Sewer assessments collected Phase IV	172,207
Sewer assessments collected Phase III	<u>4,686</u>
	<u>176,893</u>
	1,116,910
Decreased by:	
Payment of notes	<u>450,000</u>
Fund balance, December 31, 2009	\$ <u><u>666,910</u></u>

See accompanying notes to financial statements.

**TOWNSHIP OF MAHWAH**

Statement of General Fixed Assets

General Fixed Asset Account Group

December 31, 2009 and 2008

	<u>2009</u>	<u>2008</u>
Land	\$ 19,417,833	19,125,512
Buildings	20,457,328	20,314,537
Vehicular equipment	13,850,726	12,611,929
General equipment and machinery	<u>5,475,454</u>	<u>5,278,093</u>
Total fixed assets	<u>\$ 59,201,341</u>	<u>57,330,071</u>

See accompanying notes to financial statements.

# TOWNSHIP OF MAHWAH

## Notes to Financial Statements

December 31, 2009

### (1) *Summary of Significant Accounting Policies*

The accounting policies of the Township of Mahwah, State of New Jersey (the Township) conform to the accounting principles applicable to municipalities prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey. Accordingly, the accompanying financial statements are not intended to present financial position and results of operations in conformity with generally accepted accounting principles. The following is a summary of the significant policies.

#### ***Reporting Entity***

The financial statements of the Township include every board, body, officer or commission supported and maintained wholly or in part by funds appropriated by the Township as required by N.J.S.A. 40A:5-5. Accordingly, the financial statements of the Township do not include the operations of the Board of Education, Volunteer Fire Department, Ambulance and Rescue Services or Free Public Library.

#### ***Fund Accounting***

In order to ensure observance of limitations and restrictions placed on the use of the resources available to the Township, the accounts of the Township are maintained in accordance with the principles of "fund accounting." This is the procedure by which resources for various purposes are classified for accounting and reporting purposes into funds that are in accordance with activities or objectives specified. The operation of each fund is accounted for with a separate set of self balancing accounts that comprise its assets, liabilities reserves, fund balance, revenues and expenditures, as appropriate.

#### ***Fund Types***

Current Fund – is used to account for all revenues and expenditures applicable to the general operations of Township departments and agencies. Federal and state grants are included in the current fund.

Trust Funds – are used to account for assets held by the Township in a trustee capacity or as an agent for individuals or other governmental agencies. Funds held by the Township which have restrictions placed on the use of such funds are recorded in the Trust Funds.

General Capital Fund – is used to account for financial resources to be used for the acquisition of general capital facilities. The major resources are derived from the sale of serial bonds and bond anticipation notes.

Water Utility Operating Fund – is used to account for all revenues and expenditures applicable to water utility operations.

Water Utility Capital Fund – is used to account for financial resources to be used for the acquisition, installation, and improvement of water utility facilities.

Sewer Utility Operating Fund – is used to account for all revenues and expenditures applicable to sewer utility operations.

Sewer Utility Capital Fund – is used to account for financial resources to be used for the acquisition, installation, and improvement of sewer utility facilities.

# TOWNSHIP OF MAHWAH

## Notes to Financial Statements

December 31, 2009

Sewer Utility Assessment Trust Fund – is used to account for the collection of assessments levied.

General Fixed Assets Account Group – is used to account for all fixed assets purchased by the current and general capital funds.

### ***Budgets and Budgetary Accounting***

An annual budget is required to be adopted and integrated into the accounting system to provide budgetary control over revenues and expenditures. Budget amounts presented in the accompanying financial statements represent amounts adopted by the Township of Mahwah and approved by the State Division of Local Government Services per N.J.S.A. 40A:4 et seq.

### ***Basis of Accounting***

The Township follows the following accounting policies:

#### **Revenues**

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 the Township which are susceptible to accrual are also recorded as receivables with offsetting reserves and recorded as revenue when received.

#### **Expenditures**

Current Fund, General Capital Fund and Utility Fund expenditures are recorded on the "budgetary" basis of accounting. Generally, expenditures are recorded when an amount is encumbered for goods or services through the issuance of a purchase order in conjunction with the encumbrance accounting system. Outstanding encumbrances at December 31 are reported as a cash liability in the financial statements and constitute part of the Township's statutory appropriation reserve balance. Appropriation reserves covering unexpended appropriation balances are automatically created 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 a cash basis; interest on general capital indebtedness is on the cash basis. Trust Fund expenditures are accounted for on the cash basis.

Disbursements for Current Fund and General Capital Fund inventory type items are considered expenditures at the time of purchase. Prepaid expenses are not recorded. The Township's share of contributions for fringe benefits, such as retirement plans, accrued vacation leave, litigation settlements and certain professional fees are accounted for on the cash basis.

# TOWNSHIP OF MAHWAH

## Notes to Financial Statements

December 31, 2009

Had the Township's financial statements been prepared under generally accepted accounting principles, appropriation reserves would not be recorded; revenues susceptible of accrual would have been reflected without offsetting reserves; Federal grants and assistance would be recognized when earned, not when awarded; inventories would not be reflected as expenditures at the time of purchase; and encumbrances would not be considered as expenditures. Depreciation would have been recognized in the Utility Funds. Taxes collected on behalf of the county and school district and the related payment to those entities would not be reflected in operations. Deferred charges and improvement authorizations would not be recorded as assets and liabilities in the General Capital Fund. The Division of Local Government Services, Department of Community Affairs, State of New Jersey does not require the government wide financial statements required by generally accepted accounting principles to be presented.

### ***Foreclosed Property***

Real property acquired for taxes is recorded in the Current Fund at assessed valuation when such property is acquired and is fully reserved. Under GAAP property acquired for taxes would be recorded in the general fixed assets at net realizable value

### ***Interfund Receivables***

Interfund receivables created by cash transfers from the Current Fund are recorded with offsetting reserves created by charges to operations. Income is recognized in the year the receivables are liquidated. Interfund receivables in other funds are not offset by reserves.

### ***Deferred Charges to Future Taxation Funded and Unfunded***

Upon the authorization of capital projects, the Township establishes deferred charges for the costs of the capital projects to be raised by future taxation. Funded deferred charges relate to permanent debt issued, whereas unfunded deferred charges relate to temporary or non-funding of the authorized cost of capital projects. According to the N.J.S.A. 40A:2-4, the Township may levy taxes on all taxable property within the local unit to repay the debt. Annually, the Township raises the debt requirements for that particular year in the current budget. As the funds are raised by taxation, the deferred charges are reduced. Under GAAP deferred charges to future taxation would not be recorded and proceeds of debt issued would be recognized as revenue

### ***Fixed Assets***

#### **Current Fund and General Capital Fund**

Property and equipment purchased by the Current Fund and the General Capital Fund are recorded as expenditures at the time of purchase. Fixed assets are capitalized at cost in the General Fixed Assets Account Group.

Property and equipment purchased by the Utility Funds are also recorded as expenditures at the time of purchase and are capitalized at cost in the Utility Capital Funds as fixed capital.

# TOWNSHIP OF MAHWAH

## Notes to Financial Statements

December 31, 2009

### *Use of Estimates*

The preparation of financial statements requires management to make estimates that affect the recorded amount of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures during the reporting period. Actual results could differ from those estimates.

### (2) *Retirement Systems*

Substantially all of the Township's employees participate in one of the following contributory defined benefit public employee retirement systems (retirement systems) which have been established by State statute: the Public Employees Retirement System (PERS) and the Police and Firemen's Retirement System (PFRS). These systems are sponsored and administered by the State of New Jersey.

#### *Police and Firemen's Retirement System*

Police and Firemen's Retirement Systems (PFRS)--is a cost-sharing multiple-employer contributory defined benefit plan which was established as of July 1, 1944, under the provisions of N.J.S.A. 43:16A to provide retirement, death and disability benefits to substantially all full time county and municipal police or firemen and State firemen appointed after June 30, 1944. Membership is mandatory for such employees with vesting occurring after 10 years of membership.

#### *Public Employees' Retirement System*

Public Employees' Retirement System (PERS)--is a cost-sharing multiple-employer contributory defined benefit plan which was established as of January 1, 1955, under the provision N.J.S.A. 43:15A to provide retirement, death and disability benefits, including post-retirement health care, to substantially all full time employees of the State or any county, municipality, school district or public agency provided the employee is not a member of another State-administered retirement system. Membership is mandatory for such employees and vesting occurs after 10 years of service for pension benefits and 25 years for post-retirement health care coverage.

#### *Other Pension Funds*

The State established and administers a Supplemental Annuity Collective Trust Fund (SACT) which is available to active members of several State-administered retirement systems to purchase annuities to supplement the guaranteed benefits provided by their retirement system. The state or local governmental employers do not appropriate funds to SACT.

The State also administers the Pension Adjustment Fund (PAF) which provides cost of living increases, equal to 60 percent of the change in the average consumer price index, to eligible retirees in all State-sponsored pension systems except SACT. The cost of living increases for PFRS and PERS are funded directly by each of the respective systems and are considered in the annual actuarial calculation of the required State contribution for that system.

According to State statutes, all obligations of each retirement system will be assumed by the State of New Jersey should any retirement system be terminated.

# TOWNSHIP OF MAHWAH

## Notes to Financial Statements

December 31, 2009

The State of New Jersey, Department of Treasury, Division of Pensions and Benefits, issues publicly available financial reports that include the financial statements and required supplementary information of each of the above systems, funds and trust. The financial reports 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, New Jersey 08625-0295.

### ***Significant Legislation***

Chapter 108, P.L. 2003, effective July 1, 2003 provided that the State Treasurer shall reduce the normal and accrued liability contributions payable by employers to a percentage of the amount certified annually by the retirement system, which for PERS will be as follows for payments due in SFY ending June 30, 2005, 20 percent; for payments due in SFY year ending June 30, 2006, not more than 40 percent; for payments due in SFY June 30, 2007, not more than 60%; and for payments due in SFY June 30, 2008, not more than 80%.

Chapter 92, P.L. 2007 implemented certain recommendations contained in the December 1, 2006 report of the Joint Legislative Committee on Public Employee Benefits Reform: established a DCRP for elected and certain appointed officials, effective July 1, 2007; the new pension loan interest rate became 4.69% per year, and an \$8.00 processing fee per loan was charged, effective January 1, 2008. The legislation also removed language from existing law that permits the State Treasurer to reduce employer pension contributions needed to fund the Funds and Systems when excess assets are available.

Chapter 103, P.L. 2007 amended the early retirement reduction formula for members hired on or after July 1, 2007 and retiring with 25 years of service to be reduced by 1% for every year between age 55 and 60 plus 3% for every year under age 55.

Chapter 89, P.L. 2008 increased the PERS eligibility age for unreduced benefits from age 60 to 62 for members hired on or after November 1, 2008; increased the minimum annual compensation required for membership eligibility for new members. Also, it amended the early retirement reduction formula for members hired on or after November 1, 2008 and retiring with 25 years of service to be reduced by 1% for every year between age 55 and 62 plus 3% for every year under age 55.

### ***Funding Policy***

#### ***Contribution Requirements:***

The contribution policy for PFRS and PERS is set by New Jersey State statutes and requires contributions by active members and contributing employers. Plan member and employer contributions may be amended by State of New Jersey legislation. Members of PFRS contribute at a uniform rate of 8.5% of base salary, as defined. Members of PERS contribute at a uniform rate of 5.50% of base salary, as defined. Employers are required to contribute at an actuarially determined rate in all Funds. The actuarially determined employer contribution includes funding for cost-of-living adjustments and noncontributory death benefits in the PFRS and PERS. In the PERS the employer contribution includes funding for post-retirement medical premiums.

During the year ended December 31, 2009, for PFRS and PERS, which are multi-employer pension plans, the annual pension cost differs from the annual required contribution due to the enactment of Chapter 108, P.L. 2003.

**TOWNSHIP OF MAHWAH**

Notes to Financial Statements

December 31, 2009

***Township Contributions:***

The Township's required contributions were as follows:

		For the Year Ended December 31,				
		2009	2008	2007	2006	2005
PERS	\$	522,615	390,397	213,818	116,746	41,720
PFRS	\$	1,378,992	1,234,122	843,882	522,641	263,155

**(3) Long-term Debt**

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

	<u>2009</u>	<u>2008</u>	<u>2007</u>
Issued:			
General - bonds and notes	\$ 34,120,000	35,045,000	35,845,000
Water Utility - notes	4,725,000	4,900,000	3,250,000
Sewer Utility - notes	5,408,500	5,808,500	7,983,500
Sewer Utility - Assessment notes	66,500	516,500	991,500
Total issued	<u>44,320,000</u>	<u>46,270,000</u>	<u>48,070,000</u>
Authorized but not issued:			
General - bonds and notes	856,553	16,816,926	757,901
Water Utility - bonds and notes	3,902,250	4,377,250	5,598,750
Sewer Utility - bonds and notes	2,244,700	2,019,700	19,700
Total authorized but not issued	<u>7,003,503</u>	<u>23,203,876</u>	<u>6,376,351</u>
Total bonds and notes issued and authorized but not issued	\$ <u>51,323,503</u>	<u>69,473,876</u>	<u>54,446,351</u>

**Summary of Statutory Debt Condition - Annual Debt Statement**

The summarized statement of debt condition which follows is prepared in accordance with the required method of setting up the annual debt statement and indicates a statutory net debt of .47%.

	<u>Gross Debt</u>	<u>Deductions</u>	<u>Net Debt</u>
Local school district debt	\$ 22,859,000	22,859,000	-
Water Utility debt	8,627,250	8,627,250	-
Sewer Utility debt	7,719,700	7,719,700	-
General debt	34,976,553	2,570,212	32,406,341
	\$ <u>74,182,503</u>	<u>41,776,162</u>	<u>32,406,341</u>

Net debt of \$32,406,341 divided by equalized valuation basis per N.J.S.A. 40A:2-2 as amended of \$6,854,260,873 equals .47%.



**TOWNSHIP OF MAHWAH**

Notes to Financial Statements

December 31, 2009

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

3-1/2% of equalized valuation basis (municipal)	\$239,899,130
Net debt	<u>32,406,341</u>
Remaining borrowing power	\$ <u>207,492,789</u>

On December 1, 2001 the Township sold \$21,780,000 of general improvement bonds at interest rates from 4.5% to 5.00% payable each June 1 and December 1 until maturity. The bonds mature on December 1, 2002 through 2022. During 2009, \$14,680,000 of the bonds were refunded, the \$950,000 balance at December 31, 2009 matures on December 1, 2010.

On October 15, 2004 the Township sold \$17,165,000 of general improvement bonds at interest rates from 2.5% to 4.20% payable each April 15 and October 15 until maturity. The bonds mature on October 15, 2005 through 2024. There are \$14,140,000 of bonds outstanding at December 31, 2009

Bond debt service requirements at December 31, 2008 were as follows; on February 25, 2009 the Township sold \$14,855,000 of General Improvement Refunding Bonds at interest rates from .95% to 5.00% payable each June 1, and December 1 until maturity. The bonds mature on December 1, 2009 through 2020. There are \$14,680,000 of bonds outstanding at December 31, 2009.

<b>Year Ended <u>December 31,</u></b>	<b><u>Principal</u></b>	<b><u>Interest</u></b>
2010	1,730,000	1,133,755
2011	1,835,000	1,067,605
2012	1,885,000	1,021,905
2013	1,960,000	973,549
2014	2,055,000	899,274
2015-2019	11,350,000	3,309,412
2020-2024	<u>8,955,000</u>	<u>988,460</u>
	\$ <u>29,770,000</u>	<u>9,393,960</u>

**(4) Bond Anticipation Notes**

The Township issues bond anticipation notes to temporarily fund various capital projects prior to the issuance of serial bonds. The term of the notes cannot exceed one year but the notes may be renewed from time to time for a period not exceeding one year. Generally such notes must be paid no later than the first day of the fifth month following the close of the tenth fiscal year next following the date of the original notes. The State of New Jersey also prescribes that on or before the third anniversary date of the original note a payment of an amount at least equal to the first legally payable installment of the bonds in anticipation of which such notes were issued be paid or retired. Legal installments must continue to be paid if the notes are to be renewed beyond the third anniversary date of the original issuance.

**TOWNSHIP OF MAHWAH**

Notes to Financial Statements

December 31, 2009

At December 31, 2009 and 2008, the Township had outstanding bond anticipation notes as follows:

	<u>2009</u>	<u>2008</u>
Sewer Utility Capital Fund	\$ 5,408,500	5,808,500
Sewer Utility Assessment Fund	66,500	516,500
Water Utility Capital Fund	4,725,000	4,900,000
General Capital Fund	4,350,000	3,750,000

It is the Township's intention to retire the Sewer and Water Capital notes through the budget without going to permanent financing.

**(5) Fund Balances Appropriated**

Fund balances appropriated and included as anticipated revenue in the 2010 budgets are as follows:

Current Fund	\$ 4,625,000
Water Utility Operating Fund	1,790,733
Sewer Utility Operating Fund	1,620,455

**(6) Deferred Charges to be Raised in Succeeding Budgets**

Certain expenditures are required to be deferred to budgets of succeeding years. At December 31, 2009, the Township Current Fund had the following deferred charges to be raised in the 2010 or subsequent budgets.

	<b>Balance, Dec. 31, <u>2009</u></b>	<b>2010 Budget <u>Appropriation</u></b>
Current Fund:		
Special emergencies	\$360,000	120,000

**(7) Deferred Compensation Plans**

The Township offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan permits employees to defer a portion of their salary to future years. Individuals are one hundred percent vested. The plan, which began formal operations on November 13, 1985, is funded solely from voluntary employee payroll deductions. Distribution is available to employees upon termination, retirement, death, or unforeseeable emergency. All amounts of compensation deferred under the plan, all property and rights purchased with those amounts, and all income attributable to those amounts, property or rights are solely property and rights of the individual contributors and are not subject to the claims of the Township's general creditors.

The Public Employees Benefit Services Corporation, Columbus, Ohio, the ICMA Retirement Corporation, Washington, D.C. and Lincoln National Insurance Company, Fort Wayne, Indiana were chosen to serve as the plan's trustees.

# TOWNSHIP OF MAHWAH

## Notes to Financial Statements

December 31, 2009

### **(8) Accrued Sick and Vacation Benefits**

The Township permits employees to accrue unused vacation pay, which may be taken as time off or paid at a later date upon absence. It is estimated that the current cost of such unpaid compensation approximates \$2,033,562 and \$1,976,623 for the years ended December 31, 2009 and 2008 respectively.. This amount, in accordance with state accounting requirements, is not reported either as an expenditure or liability.

### **(9) Contingencies**

Various tax appeal cases were pending in the New Jersey Tax Court at December 31, 2009. The Township is vigorously defending its assessments in each case. Under the accounting principles prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, the Township does not recognize a liability, if any, until these cases have been adjudicated. Funding of any ultimate liability would be provided for in succeeding years' budgets or through a refunding bond ordinance which would allow the Township to fund these liabilities over a number of years.

The Township is also involved in suits in the normal course of business. These cases, if decided against the Township, would be paid by its insurance carrier. The Township expects such amounts, if any, to be immaterial.

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

### **(10) Self-Insurance Program**

On January 1, 2009 the Township medical self insurance policy was renewed with a maximum annual retention per individual of \$60,000 and a minimum annual aggregate deductible of approximately \$4,440,887. This was funded with \$4,387,250 of budget appropriations from the Current, Water and Sewer Utility Funds which was not totally expended in 2009.

The Township participates in a joint insurance fund that provides coverage for its automobile, general liability and workers' compensation exposures property, fire, water, utility, boiler and machinery, and employee fidelity. Various deductibles, limits, and coinsurance provisions apply to these policies.

### **(11) Fixed Assets**

The Township records assets with a useful life in excess of five years and with a value over \$5,000 as a fixed asset. The accounts are adjusted for dispositions and abandonment's. Depreciation is not recorded.

Fixed assets used in governmental operation (general fixed assets) are accounted for in the General Fixed Assets Account Group. Public domain ("Infrastructure") general fixed assets consisting of certain

**TOWNSHIP OF MAHWAH**

Notes to Financial Statements

December 31, 2009

improvement other than building, such as roads, bridges, curbs and gutters, streets and sidewalks, and drainage systems are not capitalized.

The Township's fixed assets are summarized as follows:

	<u>Balance</u> <u>Dec. 31, 2008</u>	<u>Additions</u>	<u>Dispositions</u>	<u>Balance</u> <u>Dec. 31, 2009</u>
General fixed assets:				
Land and buildings	\$ 19,125,512	292,321	—	19,417,833
Buildings	20,314,537	142,791	—	20,457,328
Vehicular equipment	12,611,929	1,461,173	222,376	13,850,726
General equipment	5,278,093	225,589	28,228	5,475,454
	<u>57,330,071</u>	<u>2,121,874</u>	<u>250,604</u>	<u>59,201,341</u>
Water Utility:				
Acq. and impvt. of plant	157,623	—	—	157,623
Bond issue expenses	1,665	—	—	1,665
Professional services	62,397	—	—	62,397
Interest	12,342	—	—	12,342
General equipment	145,961	—	—	145,961
Pump house and pumps	91,372	—	—	91,372
Supply and distribution system	5,956,119	—	—	5,956,119
Vehicle equipment	72,810	—	—	72,810
Wells	978,957	—	—	978,957
Acquisition of land	856,834	—	—	856,834
	<u>8,336,080</u>	<u>—</u>	<u>—</u>	<u>8,336,080</u>
Sewer Utility:				
Sanitary sewer system	17,858,408	—	—	17,858,408
Sewer cleaning machine	90,000	—	—	90,000
Sewer jet truck	196,692	—	—	196,692
Darlington Project	241,275	—	—	241,275
Generators	65,000	—	—	65,000
Sewer mains	50,000	—	—	50,000
	<u>\$ 18,501,375</u>	<u>—</u>	<u>—</u>	<u>18,501,375</u>

**TOWNSHIP OF MAHWAH**

Notes to Financial Statements

December 31, 2009

	<u>Balance</u> <u>Dec. 31, 2007</u>	<u>Additions</u>	<u>Dispositions</u>	<u>Balance</u> <u>Dec. 31, 2008</u>
General fixed assets:				
Land and buildings	\$ 18,392,759	732,753	—	19,125,512
Buildings	20,272,152	42,385	—	20,314,537
Vehicular equipment	12,364,526	489,844	242,441	12,611,929
General equipment	5,096,550	181,543	—	5,278,093
	<u>56,125,987</u>	<u>1,446,525</u>	<u>242,441</u>	<u>57,330,071</u>
Water Utility:				
Acq. and impvt. of plant	157,623	—	—	157,623
Bond issue expenses	1,665	—	—	1,665
Professional services	62,397	—	—	62,397
Interest	12,342	—	—	12,342
General equipment	145,961	—	—	145,961
Pump house and pumps	91,372	—	—	91,372
Supply and distribution system	5,956,119	—	—	5,956,119
Vehicle equipment	72,810	—	—	72,810
Wells	978,957	—	—	978,957
Acquisition of land	856,834	—	—	856,834
	<u>8,336,080</u>	<u>—</u>	<u>—</u>	<u>8,336,080</u>
Sewer Utility:				
Sanitary sewer system	17,758,408	100,000	—	17,858,408
Sewer cleaning machine	90,000	—	—	90,000
Sewer jet truck	196,692	—	—	196,692
Darlington Project	241,275	—	—	241,275
Generators	—	65,000	—	65,000
Sewer mains	50,000	—	—	50,000
	<u>\$ 18,336,375</u>	<u>165,000</u>	<u>—</u>	<u>18,501,375</u>

**TOWNSHIP OF MAHWAH**

Notes to Financial Statements

December 31, 2009

**(12) Interfund Balances**

The Township has interfund balances at December 31, 2009 and 2008 as follows:

	2009		2008	
	Due From	Due To	Due From	Due To
Current Fund:				
Other Trust Fund	\$ 405		1,229	\$
Dog License Fund	7,110		3,491	
Federal and State Grant Fund	308,898		655,984	
General Capital Fund	702		795	
Water Operating Fund		\$ 100	69	
Federal and State Grant Fund:				
Current Fund		308,898		655,984
General Capital Fund		—		42,301
Other Trust Fund				
Current Fund		405		1,229
Dog License Fund:				
Current Fund		7,110		3,491
General Capital Fund:				
Federal and State Grant Fund			42,301	
Current Fund		702		795
Water Utility Operating Fund:				
Water Utility Capital Fund	53		210	
Current Fund	100			69
Water Utility Capital Fund:				
Water Utility Operating Fund		53		210
Sewer Utility Operating Fund:				
Sewer Utility Capital Fund	7		25	
Sewer Utility Assessment Fund	803		356	
Sewer Utility Capital Fund:				
Sewer Utility Operating Fund		7		25
Sewer Utility Assessment Fund:				
Sewer Utility Operating Fund		803		356

**(13) Volunteer Length of Service Award Plan (Unaudited)**

The Township established a Volunteer Length of Service Award Plan (LOSAP) on behalf of the volunteer firefighters, rescue workers, emergency medical services and ambulances services. The Township contributions to the LOSAP are vested after five years of service and are not taxable to the volunteers until receipt of such funds by the volunteer due to retirement, termination after vesting, death or disability or unforeseeable emergency. Lincoln National Insurance Company, Fort Wayne, Indiana was chosen to serve as the plan's trustee. All amounts contributed under the plan are recorded in the Deferred Award Revolving Fund and shall remain the assets of the Township and are subject to the claims of the Township's general creditors until distributed to the participants.

# TOWNSHIP OF MAHWAH

## Notes to Financial Statements

December 31, 2009

Township activity for the years ended December 31, 2009 and 2008 are as follows; contributions for the year amounted to \$202,998 and \$211,171, distributions were \$16,593 and \$26,577, account fees were \$6,052 and \$5,842 and the (loss)/gain on investments was \$249,181 and (\$348,194). The total value of plan assets at December 31, 2009 and 2008 were \$1,353,705 and \$924,171 as determined by the trustees.

### **(14) Cash**

Cash and cash equivalents includes amounts on deposit, and short term investments with original maturities of three months or less from the date of acquisition.

#### *Deposits*

New Jersey statutes require that municipalities deposit public funds in public depositories located in New Jersey which are insured by the Federal Deposit Insurance Corporation, or by any other agency of the United States that insures deposits made in public depositories. Municipalities are also permitted to deposit public funds in the State of New Jersey Cash Management Fund.

New Jersey statutes (GUDPA) require public depositories to maintain collateral for deposits of public funds that exceed depository insurance limits as follows:

The market value of the collateral must equal at least 5% of the average daily balance of collected public funds on deposit.

In addition to the above collateral requirement, if the public funds deposited exceed 75% of the capital funds of the depository, the depository must provide collateral having a market value at least equal to 100% of the amount exceeding 75%.

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

GASB Statement No. 40, Deposit and Investment Risk Disclosures, requires disclosure of bank deposits that are subject to custodial credit risk. The custodial credit risk for deposits is the risk that, in the event of the failure of a depository institution, the Township will not be able to recover deposits or will not be able to recover collateral securities that may be in the possession of an outside party. As of December 31, 2008 the Township's bank deposits are insured or covered by the State's Government Unit Deposit Protection Act.

### **(15) Taxes Receivable, Tax Title Liens**

In accordance with the accounting principles prescribed by the State of New Jersey, taxes receivable and tax title liens are realized as revenue when collected. Since delinquent taxes and liens are fully reserved, no provision has been made to estimate that portion of the taxes receivable and tax title liens that are uncollectible.

# TOWNSHIP OF MAHWAH

## Notes to Financial Statements

December 31, 2009

Taxes for the Township are levied annually in June and are payable February 1, May 1, August 1, and November 1. The taxes are liens on the property as of the billing date.

### **(16) Post Employment Healthcare Plan**

*Plan description.* Township of Mahwah Health Benefits Plan (MHBP) is a single employer defined benefit healthcare plan administered by the Township of Mahwah. MHBP provides medical and dental insurance benefits to eligible retirees and their spouses and dependents. Ordinance 1407 adopted December 20, 2001 assigns the authority to establish and amend benefit provisions to the governing body.

*Funding Policy.* The contributions requirements of the Township and plan members are established and may be amended by the governing body. The required contribution is based on projected pay-as-you-go financing requirements. For fiscal year 2009 the Township contributed \$4,157,306 to the plan. Annual contribution by white and blue collar employees was \$520; and the police employees contributed \$650.

*Annual Required Contribution.* The Annual Required Contribution (ARC) is the measure of annual cost on an accrual basis. It is comprised of the "Normal Cost" which is the portion of future liabilities attributable to the measurement year, plus 30 year amortization of the "Unfunded Accrued Liability". As of December 31, 2008 the plan had no assets to offset any portion of the Actuarial Accrued Liability. Audit requirements prescribed by the Division of local Government Services, Department of Community Affairs, State of New Jersey prohibit the Township from accumulating assets for that purpose. The ARC as of December 31, 2008 is \$5,931,936.



ADDITIONAL FINANCIAL INFORMATION

## TOWNSHIP OF MAHWAH

Schedule of Cash - Treasurer

Current Fund

Year ended December 31, 2009

Balance, December 31, 2008	\$ <u>10,557,913</u>
Increased by receipts:	
Collector of taxes	85,344,108
Revenue accounts receivable	9,856,930
Miscellaneous revenue not anticipated	744,924
Due from State of New Jersey	221,144
Due to Grant Fund - appropriated grants received	743,187
Due to Grant Fund - unappropriated grants received	51,224
Unappropriated reserves	9,645
Prepaid health licenses	12,390
Various reserves	137,200
Due from Water Utility Operating Fund	297,882
Due from Dog License Fund	3,491
Due from General Capital Fund	420,561
Due from Other Trust Fund	1,314
Due from Outside detail account	159,110
Due from Payroll	145
Prior year checks cancelled	<u>50</u>
	<u>98,003,305</u>
	<u>108,561,218</u>
Decreased by disbursements:	
2009 budget appropriations	29,000,353
Appropriation reserves	1,386,832
Local district school taxes	51,943,789
County taxes	13,620,846
Municipal open space tax	415,695
Due County for added taxes	45,770
Various reserves	69,189
Due to Water Operating Fund	297,713
Due from Outside Detail	159,110
Grant expenditures	673,011
Reserve for revaluation	56,275
Due to General Checking	1,252
Tax overpayment refunds	91,441
Refund of tax appeals	20,547
Refund of prior year revenue	<u>11,900</u>
	<u>97,793,723</u>
Balance, December 31, 2009	\$ <u><u>10,767,495</u></u>

**TOWNSHIP OF MAHWAH**

Schedule of Cash - Tax Collector

Current Fund

Year ended December 31, 2009

Receipts:

Taxes receivable	\$	84,792,189
Tax overpayments		82,437
Prepaid taxes		467,825
Tax title liens receivable		<u>1,657</u>
Decreased by deposit in Treasurer's account	\$	<u><u>85,344,108</u></u>

TOWNSHIP OF MAHWAH

Schedule of Due from State of New Jersey -  
Senior Citizens' and Veterans' Deductions

Current Fund

Year ended December 31, 2009

Balance, December 31, 2008	\$ <u>5,767</u>
Increased by:	
Senior Citizens' deductions per duplicate	40,750
Veterans' deductions per duplicate	182,500
Senior Citizens' deductions allowed by tax collector	2,250
Veterans' deductions allowed by tax collector	<u>4,000</u>
	<u>229,500</u>
	<u>235,267</u>
Decreased by:	
Cash received	221,144
Senior Citizens' and Veterans' deductions disallowed - 2008	3,750
Senior Citizens' and Veterans' deductions disallowed	<u>5,578</u>
	<u>230,472</u>
Balance, December 31, 2009	\$ <u><u>4,795</u></u>

**TOWNSHIP OF MAHWAH**

Schedule of Taxes Receivable

Current Fund

Year ended December 31, 2009

Year	Balance, Dec. 31, 2008	2009 levy	Added Taxes	Cash collections		Transferred to tax title liens	Cancelled	Balance, Dec. 31, 2009
				2008	2009			
2008	458,047	—	3,750	—	454,772	6,294	730	1
	458,047	—	3,750	—	454,772	6,294	730	1
2009	—	85,543,065	214,570	436,383	84,561,339	21,173	330,096	408,644
	\$ 458,047	85,543,065	218,320	436,383	85,016,111	27,467	330,826	408,645
Senior Citizens' and Veterans' deductions					\$ 223,922			
Cash					84,792,189			
					\$ 85,016,111			

**Analysis of Property Tax Levy**

Tax yield:

General purpose tax	\$ 85,543,065
Added and omitted taxes	214,570
	<u>\$ 85,757,635</u>

Tax levy:

County taxes	\$ 12,909,391
County Open Space	711,455
Local district school taxes	51,943,789
Due County for added taxes	34,306
Local tax for municipal purposes	19,560,249
Municipal open space	415,695
Additional taxes levied	182,750
	<u>\$ 85,757,635</u>

**TOWNSHIP OF MAHWAH**

Schedule of Tax Title Liens

Current Fund

Year ended December 31, 2009

Balance, December 31, 2008	\$ <u>165,014</u>
Increased by:	
Transferred from prior year taxes	6,294
Transferred from current taxes receivable	<u>21,173</u>
	<u>27,467</u>
	192,481
Decreased by:	
Cash received	<u>1,657</u>
Balance, December 31, 2009	\$ <u><u>190,824</u></u>

## TOWNSHIP OF MAHWAH

## Schedule of Revenue Accounts Receivable

Current Fund

Year ended December 31, 2009

	<b>Balance, Dec. 31, 2008</b>	<b>Accrued in 2009</b>	<b>Collected by Treasurer</b>	<b>Balance, Dec. 31, 2009</b>
Clerk:				
Alcoholic beverage license	\$ —	31,371	31,371	—
Licenses - other	—	47,825	47,825	—
Fees and permits	—	42,145	42,145	—
Fines and costs - municipal court	51,003	592,594	612,234	31,363
Interest and costs on taxes	—	108,712	108,712	—
Interest on investments and deposits	—	90,640	90,640	—
Rental of Township owned property	—	192,642	192,642	—
Fire Safety Act fees	—	131,093	131,093	—
Energy Receipts Tax (P.L. 1999, Ch 162 & 167)	—	5,540,418	5,540,418	—
Garden State Trust Fund	—	6,092	6,092	—
Uniform construction code official	—	2,044,314	2,044,314	—
Swim and Tennis Club fees	—	161,030	161,030	—
Reserve for Open Space	—	363,000	363,000	—
Reserve for Debt Service	—	412,000	412,000	—
Municipal Hotel/Motel Occupancy Tax	—	511,299	511,299	—
Library Contribution	—	200,000	—	200,000
Reserve for Township Calendar	—	8,190	8,190	—
	<u>\$ 51,003</u>	<u>10,483,365</u>	<u>10,303,005</u>	<u>231,363</u>
Cash			\$ 9,856,930	
Unappropriated reserves			14,282	
Reserve for Payment of Debt			412,000	
Due from General Capital - interest			8,468	
Due from Other Trust - interest			490	
Prepaid health licenses			<u>10,835</u>	
			<u>\$ 10,303,005</u>	

## TOWNSHIP OF MAHWAH

## Schedule of Appropriation Reserves

## Current Fund

Year ended December 31, 2009

	<b>Balance Dec. 31, 2008</b>	<b>Transfer of encum- brances</b>	<b>Transfers</b>	<b>Balance after transfers</b>	<b>Paid or charged</b>	<b>Unexpended balances lapsed</b>
Salaries and wages:						
Township Council	\$ 7,000	—	—	7,000	—	7,000
Office of the Township Clerk	182	—	—	182	182	—
Election	1,937	—	—	1,937	82	1,855
Office of Business Administrator	7,698	—	—	7,698	175	7,523
Municipal Land Use Law (N.J.S.A. 40:55-D1):						
Division of Planning and Zoning	13,514	—	(8,250)	5,264	481	4,783
Division of Finance:						
Bureau of Treasury	8,443	—	—	8,443	212	8,231
Bureau of Collections	1,075	—	—	1,075	—	1,075
Bureau of Assessment	5	—	—	5	—	5
Department of Public Works:						
DPW administration	64	—	—	64	—	64
DPW streets and roads	1,630	—	—	1,630	—	1,630
DPW buildings and grounds	11,939	—	—	11,939	—	11,939
DPW parks and playgrounds	232	—	—	232	—	232
DPW recycling	10,429	—	—	10,429	—	10,429
DPW motor pool	537	—	—	537	250	287
DPW snow removal	35,046	—	(27,500)	7,546	—	7,546
DPW overtime	2,578	—	—	2,578	—	2,578
Board of Health administration	1,474	—	—	1,474	642	832
Department of Police:						
Police administration	49	—	—	49	—	49
Police records	1,476	—	—	1,476	—	1,476
Police patrol	5,944	—	—	5,944	—	5,944
Police dispatchers	4,153	—	—	4,153	1,815	2,338
Police detectives	8,849	—	—	8,849	—	8,849
Police juvenile	2,085	—	—	2,085	—	2,085
Police crossing guards	3,295	—	—	3,295	24	3,271
Bureau of Emergency Management Services	10	—	—	10	—	10
Fire Department	711	—	—	711	299	412
Bureau of Fire Prevention	6,146	—	—	6,146	—	6,146
Ambulance Company #4	7,000	—	—	7,000	5,525	1,475
Division of Human Services	1,612	—	—	1,612	—	1,612
Senior citizens' activities	52	—	—	52	—	52
Access Transportation	8,587	—	—	8,587	—	8,587
Boards, Commissions & Committees:						
Housing Commission	1,000	—	—	1,000	—	1,000
Recreation Commission	4,077	—	—	4,077	—	4,077
Municipal Court	21,894	—	—	21,894	3,040	18,854
Municipal Pool	7,338	—	—	7,338	—	7,338
Uniform Construction Code-Appropriations Offset						
by Dedicated Revenues (N.J.A.C. 5:23-4.17):						
Uniform Construction Code official	2,222	—	—	2,222	—	2,222
Building Sub-code official	383	—	—	383	—	383
Plumbing Sub-Code official	38	—	—	38	—	38
Electrical Sub-code official	2,216	—	—	2,216	—	2,216
Fire Sub-code official	1,262	—	—	1,262	607	655
Other expenses:						
Township Council	4,307	80	—	4,387	—	4,387
Office of the Township Clerk	15,144	10,271	—	25,415	8,367	17,048
Election	12,140	100	—	12,240	50	12,190
Animal control	4,158	471	—	4,629	471	4,158

(Continued)



## TOWNSHIP OF MAHWAH

## Schedule of Appropriation Reserves

## Current Fund

Year ended December 31, 2009

	<b>Balance Dec. 31, 2008</b>	<b>Transfer of encum- brances</b>	<b>Transfers</b>	<b>Balance after transfers</b>	<b>Paid or charged</b>	<b>Unexpended balances lapsed</b>
Office of the Mayor	\$ 1,984	—	—	1,984	—	1,984
Office of Business Administrator	8,623	2,195	—	10,818	1,705	9,113
Division of Law	27,874	21,351	—	49,225	42,448	6,777
Division of Engineering	4,050	38,617	—	42,667	10,113	32,554
Municipal Land Use Law (N.J.S.A. 40:55-D1):						
Division of Planning and Zoning	6,066	15,170	8,250	29,486	28,426	1,060
Division of Finance:						
Bureau of Treasury	608	18	—	626	26	600
Bureau of Collections	3,614	1,593	—	5,207	1,593	3,614
Bureau of Assessment	493	10,600	—	11,093	10,600	493
Auditor	2,650	3,500	—	6,150	3,500	2,650
Department of Public Works:						
DPW administration	2,772	310	—	3,082	347	2,735
DPW streets and roads	8,415	32,183	—	40,598	28,873	11,725
DPW buildings and grounds	4,826	43,823	—	48,649	36,717	11,932
DPW emergency services	3,082	29,612	—	32,694	27,273	5,421
DPW parks and playgrounds	5,177	15,629	—	20,806	14,913	5,893
DPW recycling	3,985	4,381	—	8,366	4,444	3,922
DPW motor pool	23,657	86,426	—	110,083	89,203	20,880
DPW snow removal	2,810	60,640	27,500	90,950	89,760	1,190
Sanitation collection costs	942	—	—	942	—	942
Disposal - BCUA	56,121	115,672	—	171,793	150,708	21,085
Disposal/Recyclables	3,244	1,000	—	4,244	—	4,244
Board of Health administration	5,853	4,736	—	10,589	5,009	5,580
West Bergen Mental Health Agreement	85	2,000	—	2,085	2,000	85
Recycling Tax	—	6,248	—	6,248	5,723	525
Department of Police:						
Police administration	24,678	28,769	(5,000)	48,447	37,303	11,144
Police purchase of police cars	5,071	112,543	—	117,614	108,293	9,321
Bureau of Emergency Management Services	5,379	35,150	—	40,529	35,624	4,905
Fire Department	17,945	36,579	(5,500)	49,024	26,990	22,034
Bureau of Fire Prevention	1,220	558	—	1,778	207	1,571
Division of Human Services	1,666	—	—	1,666	—	1,666
Senior citizens' activities	7,419	6,694	—	14,113	6,169	7,944
Access Transportation	3,812	—	—	3,812	127	3,685
Boards, Commissions & Committees:						
Environmental Commission	4,209	—	—	4,209	—	4,209
Housing Commission	1,157	—	—	1,157	—	1,157
Historic Preservation Commission	939	1,857	—	2,796	1,857	939
Recreation Commission	8,660	22,414	—	31,074	19,810	11,264
Municipal Pool	15,940	4,313	—	20,253	2,996	17,257
Municipal Court	14,439	880	—	15,319	2,328	12,991
Public Defender	7,411	6,213	—	13,624	7,933	5,691
Computer Equipment/Consultant	4,579	3,037	—	7,616	3,277	4,339
Municipal Services Act	51,413	9,894	—	61,307	34,894	26,413
Community Cable Television	1,538	881	—	2,419	881	1,538
Municipal Prosecutor	3,400	4,067	—	7,467	4,067	3,400
Uniform Construction Code-Appropriations Offset by Dedicated Revenues (N.J.A.C. 5:23-4.17):						
Uniform Construction Code official	4,584	6,246	—	10,830	6,102	4,728
Unclassified:						
Gasoline	13,401	—	—	13,401	7,088	6,313
Fuel oil	17,514	7,856	—	25,370	18,686	6,684
Electricity	26,248	—	—	26,248	21,627	4,621
Street lighting	19,867	—	—	19,867	17,334	2,533
Telephone	18,422	2,498	5,000	25,920	22,983	2,937

(Continued)

## TOWNSHIP OF MAHWAH

## Schedule of Appropriation Reserves

## Current Fund

Year ended December 31, 2009

	<b>Balance Dec. 31, 2008</b>	<b>Transfer of encum- brances</b>	<b>Transfers</b>	<b>Balance after transfers</b>	<b>Paid or charged</b>	<b>Unexpended balances lapsed</b>
Natural gas	34,144	—	—	34,144	15,598	18,546
Heating oil	4,820	4,476	—	9,296	4,735	4,561
Photocopying	10,482	3,193	—	13,675	2,749	10,926
Printing and binding	10,076	14,615	—	24,691	14,925	9,766
Postage	3,352	442	—	3,794	591	3,203
Office supplies	5,403	3,557	—	8,960	3,370	5,590
Tuition Reimbursement Account	2,000	—	—	2,000	—	2,000
Contingent	5,000	—	—	5,000	—	5,000
Defined Contribution Retirement Program (DCRP)	2,000	—	—	2,000	—	2,000
Social Security System (O.A.S.I.)	12,619	—	—	12,619	46	12,573
Operations excluded from "CAPS" mandated expenditures (N.J.S.A 40A:4-45.3g):						
Length of Service Award Program (L.O.S.A.P.)	230,000	—	5,500	235,500	202,998	32,502
Public Employees' Retirement System	80,205	—	—	80,205	—	80,205
Police and Firemen's Retirement System of N.J.	—	—	—	—	—	—
Insurance:						
Comprehensive business liability insurance	5,557	95,722	—	101,279	95,722	5,557
Workers Compensation Insurance:	8,028	97,368	—	105,396	97,368	8,028
Employee medical insurance	55,040	6,823	—	61,863	21,584	40,279
Health and Safety programs	2,975	7,460	—	10,435	8,898	1,537
Employee physicals	3,490	26,671	—	30,161	13,366	16,795
Employee life insurance	3,017	—	—	3,017	—	3,017
Insurance miscellaneous	10,747	—	—	10,747	—	10,747
	<u>\$ 1,176,728</u>	<u>1,057,402</u>	<u>—</u>	<u>2,234,130</u>	<u>1,444,129</u>	<u>790,001</u>
Cash disbursed					\$ 1,386,832	
Appropriated Reserves - Accounts Payable					<u>57,297</u>	
					<u>\$ 1,444,129</u>	

**TOWNSHIP OF MAHWAH**

Schedule of Unappropriated Reserves

Current Fund

Year ended December 31, 2009

	<b>Balance Dec. 31, 2008</b>	<b>Increased by cash received</b>	<b>Decreased</b>	<b>Balance Dec. 31, 2009</b>
Garden State Trust	\$ 6,092	—	6,092	—
Town calendar	8,190	8,645	8,190	8,645
Security deposit - sublease	426	—	—	426
Security deposit	<u>33,498</u>	<u>1,000</u>	<u>—</u>	<u>34,498</u>
	<u>\$ 48,206</u>	<u>9,645</u>	<u>14,282</u>	<u>43,569</u>
			\$ <u>14,282</u>	
			<u>\$ 14,282</u>	

**TOWNSHIP OF MAHWAH**

Schedule of Local District School  
Taxes Payable

Current Fund

Year ended December 31, 2009

Balance, December 31, 2008	\$	—
Increased by 2009 tax levy		<u>51,943,789</u>
		51,943,789
Decreased by payments		<u>51,943,789</u>
Balance, December 31, 2009	\$	<u><u>—</u></u>

**TOWNSHIP OF MAHWAH**

Schedule of County Taxes Payable

Current Fund

Year ended December 31, 2009

Balance, December 31, 2008	\$ <u>          —</u>
Increased by:	
Increased by 2009 tax levy	12,909,391
County Open Space Preservation	<u>          711,455</u>
	<u>13,620,846</u>
	13,620,846
Decreased by:	
Payments	<u>13,620,846</u>
Balance, December 31, 2009	\$ <u><u>          —</u></u>

**TOWNSHIP OF MAHWAH**

Schedule of Due County for Added  
and Omitted Taxes

Current Fund

Year ended December 31, 2009

Balance, December 31, 2008	\$	45,770
Increased by 2009 added taxes		<u>34,306</u>
		80,076
Decreased by payments		<u>45,770</u>
Balance, December 31, 2009	\$	<u><u>34,306</u></u>

**TOWNSHIP OF MAHWAH**

Schedule of Encumbrances Payable

Current Fund

Year ended December 31, 2009

Balance, December 31, 2008	\$ 1,282,647
Increased by 2009 budget encumbrances	<u>1,144,281</u>
	<u>2,426,928</u>
Decreased by:	
Transfer to Appropriation Reserves	1,057,402
Transfer to Federal and State Grant Fund	<u>225,245</u>
	<u>1,282,647</u>
Balance, December 31, 2009	\$ <u><u>1,144,281</u></u>

**TOWNSHIP OF MAHWAH**

Schedule of Tax Overpayments

Current Fund

Year ended December 31, 2009

Balance, December 31, 2008	\$ 18,970
Increased by cash receipts	<u>82,437</u>
	<u>101,407</u>
Decreased by:	
Cash disbursed	<u>91,441</u>
	<u>91,441</u>
Balance, December 31, 2009	<u><u>\$ 9,966</u></u>



**TOWNSHIP OF MAHWAH**

Schedule of Prepaid Taxes

Current Fund

Year ended December 31, 2009

Balance, December 31, 2008	\$	436,383
Increased by cash receipts		<u>467,825</u>
		904,208
Decreased by transfer to taxes receivable		<u>436,383</u>
Balance, December 31, 2009	\$	<u><u>467,825</u></u>

**TOWNSHIP OF MAHWAH**

Schedule of Prepaid Health Licenses

Current Fund

Year ended December 31, 2009

Balance, December 31, 2008	\$	10,835
Increased by cash receipts		<u>12,390</u>
		23,225
Decreased by revenue realized		<u>10,835</u>
Balance, December 31, 2009	\$	<u><u>12,390</u></u>

**TOWNSHIP OF MAHWAH**

Schedule of Reserve for Tax Appeals

Current Fund

Year ended December 31, 2009

Balance, December 31, 2008	\$	122,501
Increased by budget appropriations		<u>100,000</u>
		222,501
Decreased by cash disbursements for tax refunds		<u>20,547</u>
Balance, December 31, 2009	\$	<u><u>201,954</u></u>

**TOWNSHIP OF MAHWAH**

Schedule of Various Reserves

Current Fund

Year ended December 31, 2009

	<u>Accounts payable</u>	<u>Premium on tax sale</u>	<u>Burial Disinterment</u>	<u>Marriage Lic. and Domestic Partnership</u>	<u>Totals</u>
Balance, December 31, 2008	\$ 276,029	1,800	20	575	278,424
Increased by:					
Cash receipts	—	134,600	—	2,600	137,200
Transfer from Grant Fund	2,682	—	—	—	2,682
Appropriation reserves	57,297	—	—	—	57,297
	<u>59,979</u>	<u>134,600</u>	<u>—</u>	<u>2,600</u>	<u>197,179</u>
	<u>336,008</u>	<u>136,400</u>	<u>20</u>	<u>3,175</u>	<u>475,603</u>
Decreased by:					
Cancellation	9,536	—	—	—	9,536
Cash disbursed	8,319	58,100	20	2,750	69,189
	<u>17,855</u>	<u>58,100</u>	<u>20</u>	<u>2,750</u>	<u>78,725</u>
Balance, December 31, 2009	\$ <u><u>318,153</u></u>	<u><u>78,300</u></u>	<u><u>—</u></u>	<u><u>425</u></u>	<u><u>396,878</u></u>

## TOWNSHIP OF MAHWAH

## Schedule of Interfunds

## Current Fund

Year ended December 31, 2009

	<u>Dog License Fund</u>	<u>Other Trust Fund</u>	<u>General Capital Fund</u>	<u>Water Utility Operating Fund</u>	<u>Federal and State Grant Fund</u>	<u>Outside Detail</u>
Balance, December 31, 2007, due from (to)	\$ 3,491	1,229	795	69	655,984	—
Increased by:						
Cash disbursed	—	—	—	297,713	—	159,110
Statutory excess	7,110	—	—	—	—	—
Grant encumbrances paid by Current Fund	—	—	—	—	40,864	—
Interest earned	—	490	8,468	—	—	—
Debt service reserve anticipated	—	—	412,000	—	—	—
Transfer to accounts payable	—	—	—	—	2,682	—
Interfund Returned to General Capital	—	—	—	—	42,301	—
Cancellation of Appropriated Reserves	—	—	—	—	36,891	—
Grant expenditures paid by Current Fund	—	—	—	—	589,846	—
	<u>7,110</u>	<u>490</u>	<u>420,468</u>	<u>297,713</u>	<u>712,584</u>	<u>159,110</u>
	<u>10,601</u>	<u>1,719</u>	<u>421,263</u>	<u>297,782</u>	<u>1,368,568</u>	<u>159,110</u>
Decreased by:						
Cash receipts	3,491	1,314	420,561	297,882	—	159,110
Unappropriated grants received deposited in Current Fund	—	—	—	—	51,224	—
Grant receipts deposited in Current Fund	—	—	—	—	743,187	—
Transfer from Encumbrances Payable	—	—	—	—	225,245	—
2009 Budget Appropriation	—	—	—	—	3,233	—
Cancellation of Grants receivable	—	—	—	—	36,781	—
	<u>3,491</u>	<u>1,314</u>	<u>420,561</u>	<u>297,882</u>	<u>1,059,670</u>	<u>159,110</u>
Balance, December 31, 2008, due from (to)	\$ <u>7,110</u>	<u>405</u>	<u>702</u>	<u>(100)</u>	<u>308,898</u>	<u>—</u>
Soil	\$ 8					
Escrow		397				
	\$ <u>405</u>					

TOWNSHIP OF MAHWAH

Schedule of Grants Receivable

Federal and State Grant Fund

Year ended December 31, 2009

	<b>Balance, Dec. 31, 2008</b>	<b>Awarded in 2009</b>	<b>Received</b>	<b>Canceled</b>	<b>Balance, Dec. 31, 2009</b>
Clean Communities Program	\$ —	39,369	39,369	—	—
Alcohol Education Rehabilitation	—	6,173	6,173	—	—
Drunk Driving Enforcement	—	16,300	16,300	—	—
Body Armor Fund	—	5,329	5,329	—	—
Municipal Alliance on Alcohol and Drug Abuse	13,500	12,933	13,500	—	12,933
Highlands Water Protection: Initial Plan Conformance	—	65,000	15,000	—	50,000
US DOT (Pass through)over the limit; obey the Signs	—	10,000	9,000	1,000	—
NJ DEP - Acquisition of Property	50,000	—	—	—	50,000
NJ DEP Flood Management	150,000	—	112,123	—	37,877
NJ DOT Sidewalks	31,198	—	30,406	792	—
NJ DOT - Corporate Drive	62,960	200,000	—	—	262,960
Samuel Alderisio: Donation - Police Department	—	700	700	—	—
Fireman's Fund: Donaton - Fire Department	—	8,376	8,376	—	—
County of Bergen:					
Replacement of Pulis Avenue Bridge	82,080	—	—	—	82,080
Open Space	135,450	100,000	86,515	10,986	137,949
Office of the County Prosecutor - Police	425,056	13,048	414,101	24,003	—
	<u>\$ 950,244</u>	<u>477,228</u>	<u>756,892</u>	<u>36,781</u>	<u>633,799</u>
Due from Current Fund			\$ 743,187		
Transferred from unappropriated reserves			<u>13,705</u>		
			<u>\$ 756,892</u>		

TOWNSHIP OF MAHWAH

Schedule of Appropriated Reserves

Federal and State Grant Fund

Year ended December 31, 2009

	<b>Balance, Dec. 31, 2008</b>	<b>Transferred from Encumbrances</b>	<b>Transferred from 2009 budget</b>	<b>Appropriation by 40A:4-87</b>	<b>Expended</b>	<b>Canceled</b>	<b>Balance, Dec. 31, 2009</b>
Drunk Driving Enforcement Fund	\$ 45,116	—	16,300	—	23,461	—	37,955
Clean Communities Program	—	14,184	—	39,369	53,553	—	—
Municipal Alcohol Education Rehabilitation Act	—	—	—	6,173	3,200	—	2,973
Municipal Alliance on Alcohol and Drug Abuse	—	16,875	16,166	—	16,875	—	16,166
Body Armor Fund	4,681	—	5,329	—	9,365	—	645
Recycling Tonnage Grant	34,627	—	—	—	31,067	—	3,560
NJ DEP - Acquisition of Property	48,162	—	—	—	—	—	48,162
NJ DOT - Sidewalks	3,757	—	—	—	—	3,757	—
NJ DOT - Corporate Drive	10,788	137,602	200,000	—	307,127	—	41,263
Highlands Water Protection - Initial Plan	—	—	15,000	50,000	65,000	—	—
Hazardous Discharge Grant	—	—	—	—	(630)	630	—
Samuel Alderisio: Donation - Police Department	—	—	700	—	700	—	—
Stryker Orthopedics - Donation - Fire Department	—	9,000	—	—	9,000	—	—
Fireman's Fund: Donation - Fire Department	—	—	8,376	—	8,284	—	92
Over the Limit; Obey the Signs	—	—	—	10,000	9,000	1,000	—
County Open Space Park Improvements	23,733	34,817	100,000	—	51,049	7,501	100,000
County Prosecutor Municipal Fund - Police	23,844	12,767	13,048	—	25,656	24,003	—
	<u>\$ 194,708</u>	<u>225,245</u>	<u>374,919</u>	<u>105,542</u>	<u>612,707</u>	<u>36,891</u>	<u>250,816</u>
Encumbrances					\$ 22,861		
Due to Current Fund					<u>589,846</u>		
					<u>\$ 612,707</u>		

**TOWNSHIP OF MAHWAH**

Schedule of Unappropriated Reserves

Federal and State Grant Fund

Year ended December 31, 2009

	<b>Balance, Dec. 31, 2008</b>	<b>Transferred to 2009 budget</b>	<b>Received</b>	<b>Balance, Dec. 31, 2009</b>
Other				
Fireman's Fund Fire Dept.	\$ 8,376	8,376	—	—
State:				
Body Armor Fund	5,329	5,329	—	—
Recycling Tonnage Grant	—	—	35,527	35,527
Drunk Driving Enforcement Fund	—	—	15,697	15,697
	<u>\$ 13,705</u>	<u>13,705</u>	<u>51,224</u>	<u>51,224</u>
			<u>51,224</u>	
Due from Current Fund			<u>51,224</u>	



**TOWNSHIP OF MAHWAH**

Schedule of Foreclosed Property

Current Fund

Year ended December 31, 2009

Balance, December 31, 2008 and 2009	\$ <u>1,353,400</u>
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**TOWNSHIP OF MAHWAH**

Schedule of Reserve for Arbitrage Rebate Payable

Current Fund

Year ended December 31, 2009

Balance, December 31, 2008 and 2009	\$ <u>30,000</u>
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**TOWNSHIP OF MAHWAH**

Schedule of Encumbrances Payable

Federal and State Grant Fund

Year ended December 31, 2009

Balance, December 31, 2008	\$	40,864
Increased by encumbrances authorized		<u>22,861</u>
		63,725
Decreased by:		
Paid by Current Fund		<u>40,864</u>
Balance, December 31, 2009	\$	<u><u>22,861</u></u>

**TOWNSHIP OF MAHWAH**

Schedule of Accounts Payable

Federal and State Grant Fund

Year ended December 31, 2009

Balance, December 31, 2008	\$ <u>2,682</u>
Decreased by:	
Paid by Current Fund	2,682
Transferred to General Capital Fund	<u>—</u>
	<u>2,682</u>
Balance, December 31, 2009	\$ <u><u>—</u></u>

**TOWNSHIP OF MAHWAH**

Schedule of Reserve for Revaluation

Current Fund

Year ended December 31, 2009

Balance, December 31, 2008	\$	374,900
Decreased by:		
Disbursed		<u>56,275</u>
Balance, December 31, 2009	\$	<u><u>318,625</u></u>

**TOWNSHIP OF MAHWAH**

Schedule of Cash - Treasurer

Trust Funds

Year ended December 31, 2009

	<b>Dog License Fund</b>	<b>Other Trust Funds</b>	<b>Unemployment Compensation Fund</b>	<b>Uniform Construction Code Training Fees</b>
Balance, December 31, 2008	\$ 25,403	7,568,358	219,916	28,206
Increased by receipts:				
Dog license fees	9,060	—	—	—
Due to State of New Jersey	2,208	—	—	—
Recreation contributions	—	64,169	—	—
Reserve for Other Expenses	—	5,382,358	—	—
Due from Current Fund	—	490	—	—
Special deposits	—	1,062,713	—	—
Interest earned	—	—	33,473	—
Training fees collected	—	—	—	89,466
	<u>11,268</u>	<u>6,509,730</u>	<u>33,473</u>	<u>89,466</u>
	<u>36,671</u>	<u>14,078,088</u>	<u>253,389</u>	<u>117,672</u>
Decreased by disbursements:				
Payments to State of New Jersey	2,218	—	28,916	—
Dog license expenditures	3,277	—	—	—
Due to Current Fund	3,491	1,314	—	—
Recreation expenses	—	61,294	—	—
Special deposits - refunded	—	1,320,825	—	—
Reserve for Other Expenses	—	5,515,665	—	—
Uniform Construction Code	—	—	—	91,068
	<u>8,986</u>	<u>6,899,098</u>	<u>28,916</u>	<u>91,068</u>
Balance, December 31, 2009	\$ <u><u>27,685</u></u>	<u><u>7,178,990</u></u>	<u><u>224,473</u></u>	<u><u>26,604</u></u>

**TOWNSHIP OF MAHWAH**

Schedule of Reserve for Dog License  
Fund Expenditures - Dog License Fund

Trust Funds

Year ended December 31, 2009

Balance, December 31, 2008	\$	21,895
Increased by:		
2009 licenses and fees		<u>9,060</u>
		<u>30,955</u>
Decreased by:		
Expenditures under R.S. 4:19-15.11:		
Excess balance due to Current Fund		7,110
Other disbursements		<u>3,277</u>
		<u>10,387</u>
Balance, December 31, 2009	\$	<u><u>20,568</u></u>
2007 license revenue	\$	9,702
2008 license revenue		<u>10,866</u>
	\$	<u><u>20,568</u></u>

**TOWNSHIP OF MAHWAH**

Schedule of Due to State of New Jersey -  
Dog License Fund

Trust Funds

Year ended December 31, 2009

Balance, December 31, 2008	\$	17
Increased by cash collected		<u>2,208</u>
		2,225
Decreased by cash disbursed		<u>2,218</u>
Balance, December 31, 2009	\$	<u><u>7</u></u>



**TOWNSHIP OF MAHWAH**

Schedule of Reserve for Special Deposits -  
Other Trust Funds

Trust Funds

Year ended December 31, 2009

Balance, December 31, 2008	\$	4,014,341
Increased by:		
Deposits		<u>1,062,713</u>
		5,077,054
Decreased by disbursements		<u>1,320,825</u>
Balance, December 31, 2009	\$	<u><u>3,756,229</u></u>

**TOWNSHIP OF MAHWAH**

Schedule of Reserve for State  
Unemployment Insurance -  
Unemployment Compensation Fund

Trust Funds

Year ended December 31, 2009

Balance, December 31, 2008	\$	219,916
Increased by:		
Receipts		<u>33,473</u>
		253,389
Decreased by cash disbursed		<u>28,916</u>
Balance, December 31, 2009	\$	<u><u>224,473</u></u>

**TOWNSHIP OF MAHWAH**

Schedule of Reserve for Uniform Construction  
Code Training Fees -  
Uniform Construction Code Fund

Trust Funds

Year ended December 31, 2009

Balance, December 31, 2008	\$	28,206
Increased by training fees collected		<u>89,466</u>
		117,672
Decreased by cash disbursements		<u>91,068</u>
Balance, December 31, 2009	\$	<u><u>26,604</u></u>

**TOWNSHIP OF MAHWAH**

Schedule of Due to Current

Trust Funds

Year ended December 31, 2009

	<b>Dog License Fund</b>	<b>Escrow</b>	<b>Soil</b>	<b>Access Transportation</b>	<b>Total</b>
Balance, December 31, 2008, Due to	\$ 3,491	1,171	38	20	4,720
Increased by:					
Excess balance in Dog License fund	7,110	—	—	—	7,110
Cash received	—	397	93	—	490
	<u>7,110</u>	<u>397</u>	<u>93</u>	<u>—</u>	<u>7,600</u>
	<u>10,601</u>	<u>1,568</u>	<u>131</u>	<u>20</u>	<u>12,320</u>
Decreased by:					
Cash disbursed	3,491	1,171	123	20	4,805
	<u>3,491</u>	<u>1,171</u>	<u>123</u>	<u>20</u>	<u>4,805</u>
Balance, December 31, 2009, Due to	<u>\$ 7,110</u>	<u>397</u>	<u>8</u>	<u>—</u>	<u>7,515</u>

**TOWNSHIP OF MAHWAH**

Schedule of Reserve for Recreation  
Expenses - Other Trust Funds

Trust Funds

Year ended December 31, 2009

Balance, December 31, 2008	\$	3,140
Increased by contributions		<u>64,169</u>
		67,309
Decreased by cash disbursements		<u>61,294</u>
Balance, December 31, 2009	\$	<u><u>6,015</u></u>

## TOWNSHIP OF MAHWAH

Schedule of Various Reserves for Other  
Trust Fund Expenses -  
Other Trust Funds

## Trust Funds

Year ended December 31, 2009

	<b>Balance, Dec. 31, 2008</b>	<b>Increased</b>	<b>Decreased</b>	<b>Balance, Dec. 31, 2009</b>
Reserve for:				
Historic Preservation	\$ 2,845	60	—	2,905
Self Insurance - Optical	17,272	28,664	33,213	12,723
Open Space	561,202	858,703	1,205,710	214,195
Lien Redemption	—	124,005	123,803	202
Community Donation	17,663	300	1,175	16,788
Access Transportation	36,669	3,710	1,076	39,303
Municipal Court	914	66	—	980
Celebration of Public Events	9,850	11,800	7,602	14,048
Beautification project	60	150	—	210
Winter Park	3,589	—	—	3,589
Affordable Housing	1,864,407	386,002	171,888	2,078,521
Development fees	346,537	1,037	—	347,574
Shade Tree	21,950	59,400	9,611	71,739
Sidewalk	91,837	54,725	1,500	145,062
Senior Center	459	4,434	—	4,893
Outside Detail	81,752	167,845	160,275	89,322
Self Insurance	295,447	3,591,637	3,715,210	171,874
Self Insurance - Section 125 Plan	5,250	29,868	28,649	6,469
Developers' escrow - Soil Movement	191,945	59,952	55,953	195,944
	<u>\$ 3,549,648</u>	<u>5,382,358</u>	<u>5,515,665</u>	<u>3,416,341</u>

**TOWNSHIP OF MAHWAH**

Schedule of Cash - Treasurer

General Capital Fund

Year ended December 31, 2009

Balance, December 31, 2008	\$ <u>4,383,261</u>
Increased by receipts:	
Interest earned	8,468
Bond anticipation note proceeds	950,000
Premium on sale of notes	31,551
Bonds issued	14,885,000
Due from General checking	7,006
Due from Grant Fund	42,301
Escrow refund	<u>4,062</u>
	<u>15,928,388</u>
	<u>20,311,649</u>
Decreased by disbursements:	
Due from Current Fund	428,721
Improvement authorizations	<u>16,999,891</u>
	<u>17,428,612</u>
Balance, December 31, 2009	\$ <u><u>2,883,037</u></u>

**TOWNSHIP OF MAHWAH**

Schedule of Analysis of General Capital Cash

General Capital Fund

December 31, 2009

Encumbrances payable	\$ 148,848
Due to Current Fund	702
Reserve for payment of debt	2,570,211
Capital Improvement Fund	397
Fund balance	76,526

Improvement Authorizations:

<u>Ordinance number</u>	<u>Improvement description</u>	
1241	Various improvements	9,823
1362/1415	Various improvements	18,947
1387	Various improvements	18,015
1420	Various capital improvements	197,190
1446	Various capital improvements	59,047
1488	Acquisition of land	53,086
1518	Various capital improvements	(26,636)
1546	Various improvements	(21,302)
1558	Renovation of Police Building	(79,310)
1576	Various capital improvements	(78,638)
1612	Various capital improvements	(16,083)
1643	Various capital improvements	(47,786)
		<u>\$ 2,883,037</u>



**TOWNSHIP OF MAHWAH**

Schedule of Amount Due from /(to) Current Fund

General Capital Fund

Year ended December 31, 2009

Balance, December 31, 2008 (Due To)	\$ (795)
Increased by:	
Interfund transfer	<u>428,721</u>
	<u>427,926</u>
Decreased by:	
Interest earned	8,468
Debt service reserve anticipated	412,000
Expenses paid by Current Fund	<u>8,160</u>
	<u>428,628</u>
Balance, December 31, 2009 (Due To)	<u><u>\$ (702)</u></u>

**TOWNSHIP OF MAHWAH**

Schedule of Federal Grants receivable

General Capital Fund

Year ended December 31, 2009

Balance, December 31, 2008	\$	47,500
Decreased by:		
Cancellation		<u>47,500</u>
Balance, December 31, 2009	\$	<u><u>—</u></u>

## TOWNSHIP OF MAHWAH

## Schedule of Deferred Charges to Future Taxation - Unfunded

## General Capital Fund

Year ended December 31, 2009

Ordinance number	Description	Balance, Dec. 31, 2008	Notes paid	Bonds Issued	Cancelled/ Reauthorized	Balance, Dec. 31, 2009	Analysis of balance		
							Bond anticipation notes	Expended	Unexpended balance of improvement authori- zations
1506	Install oil collection system	\$ 85,500	85,500	—	—	—	—	—	—
1518	Various capital improvements	1,351,944	100,000	—	115,003	1,136,941	1,100,000	26,636	10,305
1546	Various improvements	1,581,562	164,500	—	37,782	1,379,280	1,250,000	21,302	107,978
1558	Renovation of Police Building	332,500	—	—	—	332,500	200,000	79,310	53,190
1576	Various capital improvements	106,395	—	—	2,460	103,935	—	78,638	25,297
1607	Refunding bond ordinance	15,000,000	—	14,885,000	115,000	—	—	—	—
1612	Various capital improvements	2,099,025	—	—	178,355	1,920,670	1,800,000	16,083	104,587
1643	Various capital improvements	—	—	—	(333,227)	333,227	—	47,786	285,441
		<u>\$ 20,556,926</u>	<u>350,000</u>	<u>14,885,000</u>	<u>115,373</u>	<u>5,206,553</u>	<u>4,350,000</u>	<u>269,755</u>	<u>586,798</u>

**TOWNSHIP OF MAHWAH**

Schedule of Capital Improvement Fund

General Capital Fund

Year ended December 31, 2009

Balance, December 31, 2008 and 2009 \$ 397

TOWNSHIP OF MAHWAH

Schedule of Improvement Authorizations

General Capital Fund

Year ended December 31, 2009

Ordinance number	Improvement description	Ordinance Original Amount	Balance, December 31, 2008		Expended	Authorizations Canceled/ (Reappropriated)	Balance, December 31, 2009	
			Funded	Unfunded			Funded	Unfunded
1241	Various improvements	\$ 1,310,715	9,823	—	—	—	9,823	—
1325	Various improvements	2,101,500	29,682	—	—	29,682	—	—
1362/ 1415	Various improvements	3,220,165	25,432	—	—	6,485	18,947	—
1387	Various improvements	2,695,500	18,015	—	—	—	18,015	—
1406	Acquisition of land	1,200,000	108,588	—	—	108,588	—	—
1420	Various capital improvements	3,421,000	406,293	—	14,665	194,438	197,190	—
1446	Various capital improvements	4,652,200	146,391	—	(12,367)	99,711	59,047	—
1466/1473	Acquisition of land	3,500,000	52,996	—	—	52,996	—	—
1488	Various capital improvements	2,915,400	104,755	—	51,115	554	53,086	—
1518	Various capital improvements	1,746,000	—	123,987	(1,321)	115,003	—	10,305
1546	Various improvements	1,981,000	—	215,815	70,056	37,781	—	107,978
1558	Renovation of Police Building	350,000	—	139,311	86,121	—	—	53,190
1576	Various capital improvements	1,191,000	—	37,157	8,722	3,138	—	25,297
1607	Refunding bond ordinance	15,000,000	—	15,000,000	14,885,000	115,000	—	—
1612	Various capital improvements	2,209,500	—	353,797	70,855	178,355	—	104,587
1643	Various capital improvements	664,000	—	—	378,559	(664,000)	—	285,441
1645	Reconstruction of Continental Soldiers	161,583	—	—	161,583	(161,583)	—	—
			\$ 901,975	15,870,067	15,712,988	116,148	356,108	586,798

Deferred charges unfunded	\$ 115,373
Reserve for payment of debt	775
	\$ 116,148

Encumbrances	\$ 148,848
Paid by Current Fund	8,160
Encumbrances canceled	(1,443,911)
Cash	16,999,891
	\$ 15,712,988

**TOWNSHIP OF MAHWAH**

Schedule of Encumbrances Payable

General Capital Fund

Year ended December 31, 2009

Balance, December 31, 2008	\$	1,443,911
Increased by improvement authorization encumbrances		<u>148,848</u>
		1,592,759
Decreased by encumbrances canceled		<u>1,443,911</u>
Balance, December 31, 2009	\$	<u><u>148,848</u></u>

**TOWNSHIP OF MAHWAH**

Schedule of Reserve for Payment of Debt

General Capital Fund

Year ended December 31, 2009

Balance, December 31, 2008	\$ <u>2,977,374</u>
Increased by:	
Refund escrow	4,062
Cancellations	<u>775</u>
	<u>4,837</u>
	2,982,211
Decreased by:	
Anticipation as Current Fund revenue	<u>412,000</u>
Balance, December 31, 2009	\$ <u><u>2,570,211</u></u>

TOWNSHIP OF MAHWAH

Schedule of Bond Anticipation Notes

General Capital Fund

Year ended December 31, 2009

<u>Ordinance number</u>	<u>Purpose</u>	<u>Original date of issue</u>	<u>Date of issue</u>	<u>Date of maturity</u>	<u>Interest rate</u>	<u>Balance, Dec. 31, 2008</u>	<u>Increased</u>	<u>Decreased</u>	<u>Balance, Dec. 31, 2009</u>
1506	Install oil collection system	8/17/06	8/13/09	8/13/2010	1.500%	85,500	—	85,500	—
1518	Various capital improvements	8/17/06	8/13/09	8/13/2010	1.500%	1,200,000	1,100,000	1,200,000	1,100,000
1546	Various improvements	8/17/06	8/13/09	8/13/2010	1.500%	1,414,500	1,250,000	1,414,500	1,250,000
1558	Expansion of police department	8/13/09	8/13/09	8/13/2010	1.500%	—	200,000	—	200,000
1612	Various capital improvements	8/14/08	8/13/09	8/13/2010	1.500%	1,050,000	1,050,000	1,050,000	1,050,000
1612	Various capital improvements	8/13/09	8/13/09	8/13/2010	1.500%	—	750,000	—	750,000
						<u>\$ 3,750,000</u>	<u>4,350,000</u>	<u>3,750,000</u>	<u>4,350,000</u>
					Renewal		\$ 3,400,000	3,400,000	
					Issued		950,000	—	
					Paid from budget appropriation		—	350,000	
							<u>\$ 4,350,000</u>	<u>3,750,000</u>	



## TOWNSHIP OF MAHWAH

## Schedule of Serial Bonds Payable

## General Capital Fund

Year ended December 31, 2009

Date of Issue	Purpose	Original Issue	Maturity of Bonds			Balance, Dec. 31, 2008	Bonds Issued	Bonds paid	Balance, Dec. 31, 2009
			Date	Outstanding Amount	Interest Rate				
Oct. 15, 2004	General Improvement Bond	\$ 17,165,000	10/15/10	\$ 700,000	3.000				
			10/15/11	750,000	3.200				
			10/15/12	775,000	3.375				
			10/15/13	825,000	3.500				
			10/15/14	875,000	3.625				
			10/15/15	900,000	4.000				
			10/15/16	950,000	4.000				
			10/15/17	1,025,000	4.000				
			10/15/18	1,050,000	4.000				
			10/15/19	1,050,000	4.000				
			10/15/20	1,050,000	4.000				
			10/15/21	1,050,000	4.000				
			10/15/22	1,050,000	4.000				
			10/15/23	1,050,000	4.125				
10/15/24	1,040,000	4.200							
					\$ 14,815,000	—	675,000	14,140,000	
Dec. 1, 2001	General Improvement Bonds	21,780,000	12/01/10	950,000	4.500	16,480,000	—	15,530,000	950,000
Feb. 25, 2009	General Improvement Refunding Bonds  (Bonds maturing on or after 12/1/20 are subject to redemption on or after Dec. 1, 2019)	14,885,000	12/01/10	80,000	3.000				
			12/01/11	1,085,000	2.000				
			12/01/12	1,110,000	2.000				
			12/01/13	1,135,000	4.000				
			12/01/14	1,180,000	3.000				
			12/01/15	1,260,000	4.000				
			12/01/16	400,000	2.375				
			12/01/16	905,000	3.500				
			12/01/17	1,285,000	4.000				
			12/01/18	1,275,000	3.250				
			12/01/19	1,250,000	5.000				
			12/01/20	1,250,000	5.000				
			12/01/21	1,250,000	4.000				
			12/01/22	1,215,000	5.000				
					—	14,885,000	205,000	14,680,000	
					\$ 31,295,000	14,885,000	16,410,000	29,770,000	

## TOWNSHIP OF MAHWAH

## Schedule of Bonds and Notes Authorized but not Issued

## General Capital Fund

Year ended December 31, 2009

<b>Ordinance number</b>	<b>Description</b>	<b>Balance, Dec. 31, 2008</b>	<b>2009 authori- zations</b>	<b>Debt Issued</b>	<b>Cancellation/ Reappropriated</b>	<b>Balance, Dec. 31, 2009</b>
1518	Various improvements	151,944	—	—	115,003	36,941
1546	Various improvements	167,062	—	—	37,782	129,280
1558	Renovation of Police Building	332,500	—	200,000	—	132,500
1576	Various capital improvements	106,395	—	—	2,460	103,935
1607	Refunding bond ordinance	15,000,000	—	14,885,000	115,000	—
1612	Varios capital improvements	1,049,025	—	750,000	178,355	120,670
1643	Various capital improvements	—	333,227	—	—	333,227
		<u>\$ 16,806,926</u>	<u>333,227</u>	<u>15,835,000</u>	<u>448,600</u>	<u>856,553</u>

**TOWNSHIP OF MAHWAH**

Schedule of Deferred Charges to  
Future Taxation Funded

General Capital Fund

Year ended December 31, 2009

Balance, December 31, 2008	\$ 31,295,000
Increased by bond sale	<u>14,885,000</u>
	46,180,000
Decreased by bonds paid	<u>16,410,000</u>
Balance, December 31, 2009	<u><u>\$ 29,770,000</u></u>

**TOWNSHIP OF MAHWAH**

Schedule of Cash - Treasurer

Water Utility Fund

Year Ended December 31, 2009

	<u>Operating</u>	<u>Capital</u>
Balance, December 31, 2008	\$ 3,907,807	2,441,828
Increased by receipts:		
Water rents	3,187,055	—
Tapping and capacity fees	370,644	—
Miscellaneous revenue not anticipated	37,445	—
Note proceeds	—	550,000
Premium on notes	—	35,626
Premium on water liens	100	—
Interest earned	—	1,018
Due from Water Utility Capital Fund	1,175	—
Overpayments	3,427	—
Capital Improvement Fund	—	20,000
	<u>3,599,846</u>	<u>606,644</u>
	<u>7,507,653</u>	<u>3,048,472</u>
Decreased by disbursements:		
Budget appropriations	3,022,295	—
Appropriation reserves	301,367	—
Due from Water Capital Fund	1,018	—
Accrued Interest on Notes	153,370	—
Premium on water liens refunded	297,882	—
Water overpayments refunded	3,026	—
Note retired	—	75,000
Due to Water Utility Operating Fund	—	1,175
Improvement authorizations	—	757,590
	<u>3,778,958</u>	<u>833,765</u>
Balance, December 31, 2009	\$ <u><u>3,728,695</u></u>	<u><u>2,214,707</u></u>

**TOWNSHIP OF MAHWAH**

Schedule of Analysis of Capital Fund Cash

Water Utility Capital Fund

December 31, 2009

Encumbrances	\$ 1,023,408
Due to Water Utility Operating Fund	53
Capital Improvement Fund	41,369
Reserve for payment of debt	56,816
Fund balance	357,769

Improvement authorizations:

<b>Ordinance</b>	<b>Improvement description</b>	
<b>number</b>		
1165/1183	Various water improvements	84,164
1244	Acquisition-water meters	14,514
1388	Various improvements	15,335
1361/1394	Various improvements	(1,551)
1519/1567	Various improvements	26,432
1544	Various improvements	100,038
1575	Various improvements	3,158
1613	Various improvements	138,402
1647	Various improvements	354,800
		<u>\$ 2,214,707</u>

TOWNSHIP OF MAHWAH

Schedule of Bond Anticipation Notes Payable

Water Utility Capital Fund

Year ended December 31, 2009

Ordinance number	Purpose	Original date of issue	Date of issue	Date of maturity	Interest rate	Balance, Dec. 31, 2008	Increase	Decrease	Balance, Dec. 31, 2009
1165/1183	Various improvements	Oct. 28, 1999	Oct. 15, 2009	Oct. 15, 2010	1.50%	\$ 100,000	—	100,000	—
1165/1183	Various improvements	Oct. 25, 2001	Oct. 15, 2009	Oct. 15, 2010	1.50%	325,000	225,000	325,000	225,000
1361/ 1394	Various improvements	Oct. 25, 2001	Oct. 15, 2009	Oct. 15, 2010	1.50%	600,000	400,000	600,000	400,000
1244/1371	Acquisition - water meters	Oct. 25, 2001	Oct. 15, 2009	Oct. 15, 2010	1.50%	325,000	225,000	325,000	225,000
1519/1567	Various improvements	Oct. 19, 2006	Oct. 15, 2009	Oct. 15, 2010	1.50%	900,000	800,000	900,000	800,000
1544	Various improvements	Oct. 19, 2006	Oct. 15, 2009	Oct. 15, 2010	1.50%	450,000	325,000	450,000	325,000
1165/1183	Various improvements	Oct. 16, 2008	Oct. 15, 2009	Oct. 15, 2010	1.50%	125,000	125,000	125,000	125,000
1361/ 1394	Various improvements	Oct. 16, 2008	Oct. 15, 2009	Oct. 15, 2010	1.50%	25,000	25,000	25,000	25,000
1519/1567	Various improvements	Oct. 16, 2008	Oct. 15, 2009	Oct. 15, 2010	1.50%	925,000	925,000	925,000	925,000
1544	Various improvements	Oct. 16, 2008	Oct. 15, 2009	Oct. 15, 2010	1.50%	75,000	75,000	75,000	75,000
1575	Various improvements	Oct. 16, 2008	Oct. 15, 2009	Oct. 15, 2010	1.50%	450,000	450,000	450,000	450,000
1613	Various improvements	Oct. 16, 2008	Oct. 15, 2009	Oct. 15, 2010	1.50%	600,000	600,000	600,000	600,000
1165/1183	Various improvements	Oct. 15, 2009	Oct. 15, 2009	Oct. 15, 2010	1.50%	—	50,000	—	50,000
1244/1371	Acquisition - water meters	Oct. 15, 2009	Oct. 15, 2009	Oct. 15, 2010	1.50%	—	50,000	—	50,000
1519/1567	Various improvements	Oct. 15, 2009	Oct. 15, 2009	Oct. 15, 2010	1.50%	—	355,000	—	355,000
1575	Various improvements	Oct. 15, 2009	Oct. 15, 2009	Oct. 15, 2010	1.50%	—	10,000	—	10,000
1613	Various improvements	Oct. 15, 2009	Oct. 15, 2009	Oct. 15, 2010	1.50%	—	85,000	—	85,000
						<u>\$ 4,900,000</u>	<u>4,725,000</u>	<u>4,900,000</u>	<u>4,725,000</u>
Renewed							\$ 4,175,000	4,175,000	
Issued							550,000	—	
Paid not renewed							—	75,000	
Paid - Budget							—	650,000	
							<u>\$ 4,725,000</u>	<u>4,900,000</u>	

**TOWNSHIP OF MAHWAH**

Schedule of Water Accounts Receivable

Water Utility Operating Fund

Year Ended December 31, 2009

Balance, December 31, 2008	\$	128,597
Increased by water rents levied		<u>3,266,870</u>
		3,395,467
Decreased by water rents collected		<u>3,187,055</u>
Balance, December 31, 2009	\$	<u><u>208,412</u></u>

**TOWNSHIP OF MAHWAH**

Schedule of Water Overpayments

Water Utility Operating Fund

Year Ended December 31, 2009

Balance, December 31, 2008	\$	2,062
Increased by water overpayments		<u>3,427</u>
		5,489
Decreased by disbursements		<u>3,026</u>
Balance, December 31, 2009	\$	<u><u>2,463</u></u>



**TOWNSHIP OF MAHWAH**

Schedule of Fixed Capital

Water Utility Capital Fund

December 31, 2009 and 2008

	<b>Balance, Dec. 31, 2008</b>	<b>Balance, Dec. 31, 2009</b>
	<u>2008</u>	<u>2009</u>
Acquisition and improvement of plant	\$ 157,623	157,623
Bond issue expenses	1,665	1,665
Professional services	62,397	62,397
Interest	12,342	12,342
General equipment	145,961	145,961
Pump house and pumps	91,372	91,372
Improvement of water supply and distribution system	5,956,119	5,956,119
Vehicle equipment	72,810	72,810
Wells	978,957	978,957
Acquisition of land	<u>856,834</u>	<u>856,834</u>
	<u>\$ 8,336,080</u>	<u>8,336,080</u>

**TOWNSHIP OF MAHWAH**

Schedule of Fixed Capital Authorized and Uncompleted

Water Utility Capital Fund

Year Ended December 31, 2009

<b>Ordinance number</b>	<b>Improvement description</b>	<b>Original Amount</b>	<b>Balance, Dec. 31, 2008</b>	<b>Balance, Dec. 31, 2009</b>
1165/1183	Various water improvements	\$ 6,200,000	6,200,000	6,200,000
1244	Acquisition-water meters	600,000	600,000	600,000
1326	Various improvements	136,925	136,925	136,925
1361/ 1394	Various improvements	2,897,000	2,897,000	2,897,000
1371	Acquisition-water meters	900,000	900,000	900,000
1388	Various improvements	400,000	400,000	400,000
1519/1567	Various improvements	2,270,000	2,495,000	2,495,000
1544	Various improvements	638,000	638,000	638,000
1575	Various improvements	2,875,000	2,875,000	2,875,000
1613	Various improvements	1,030,000	1,030,000	1,030,000
			<u>\$ 18,171,925</u>	<u>18,171,925</u>

**TOWNSHIP OF MAHWAH**

Schedule of Accrued Interest  
on Notes

Water Utility Operating Fund  
Year Ended December 31, 2009

Balance, December 31, 2008	\$	32,378
Increased by:		
2009 budget appropriation		<u>200,000</u>
		<u>232,378</u>
Decreased by:		
Payments		153,370
Cancellations		<u>63,849</u>
		<u>217,219</u>
Balance, December 31, 2009	\$	<u><u>15,159</u></u>

**TOWNSHIP OF MAHWAH**

Schedule of Amount Due from Water Utility Capital Fund

Water Utility Operating Fund  
Year Ended December 31, 2009

Balance, December 31, 2008	\$	210
Increased by interest earned in Capital Fund		<u>1,018</u>
		1,228
Decreased by cash received		<u>1,175</u>
Balance, December 31, 2009	\$	<u><u>53</u></u>

**TOWNSHIP OF MAHWAH**

Schedule of Reserve for Amortization

Water Utility Capital Fund

Year Ended December 31, 2009

Balance, December 31, 2008	\$ 14,836,080
Increased by:	
Increased by bond anticipation notes paid	<u>650,000</u>
Balance, December 31, 2009	\$ <u><u>15,486,080</u></u>

**TOWNSHIP OF MAHWAH**

Schedule of Deferred Reserve for  
Amortization

Water Utility Capital Fund  
Year Ended December 31, 2009

Balance, December 31, 2008	\$ 2,394,675
	<hr/>
Balance, December 31, 2009	\$ <u><u>2,394,675</u></u>

**Analysis of Balance**

Ordinance #1165/1183	\$ 1,796,000
Ordinance #1244	30,000
Ordinance #1326	6,925
Ordinance #1361/ 1394	144,850
Ordinance #1371	45,000
Ordinance #1388	20,000
Ordinance #1519	113,500
Ordinance #1544	31,900
Ordinance #1567	11,250
Ordinance #1575	143,750
Ordinance #1613	51,500
	<hr/>
	\$ <u><u>2,394,675</u></u>

**TOWNSHIP OF MAHWAH**

Schedule of Amount Due to (from) Current Fund

Water Utility Operating Fund  
Year Ended December 31, 2009

Balance, December 31, 2008	\$	69
Increased by expenditures paid by Current Fund		<u>297,713</u>
		297,782
Decreased by cash disbursed		<u>297,882</u>
Balance, December 31, 2009	\$	<u><u>(100)</u></u>

**TOWNSHIP OF MAHWAH**

## Schedule of Improvement Authorizations

## Water Utility Capital Fund

Year Ended December 31, 2009

<b>Ordinance number</b>	<b>Improvement description</b>	<b>Balance, December 31, 2008</b>		<b>Authorizations</b>	<b>Expended</b>	<b>Authorizations Canceled</b>	<b>Balance, December 31, 2009</b>	
		<b>Amount</b>	<b>Unfunded</b>				<b>Funded</b>	<b>Unfunded</b>
1165/1183	Various water improvements	—	781,695	—	(31,469)	—	—	813,164
1244/1371	Acquisition - water meters	—	129,159	—	39,645	—	—	89,514
1388	Various improvements	—	15,335	—	—	—	—	15,335
1361/1394	Various improvements	—	188,502	—	2,903	—	—	185,599
1519/1567	Various improvements	—	1,182,827	—	611,145	380,000	—	191,682
1544	Various improvements	—	75,847	—	(180,291)	—	—	256,138
1575	Various improvements	—	2,404,074	—	129,666	—	—	2,274,408
1613	Various improvements	—	745,600	—	313,698	—	—	431,902
1647	Renovation of Campgaw Water Tank	—	—	380,000	200	—	—	379,800
		\$ —	<u>5,523,039</u>	<u>380,000</u>	<u>885,497</u>	<u>380,000</u>	<u>—</u>	<u>4,637,542</u>
					Cash	\$		757,590
					Encumbrances canceled			(895,501)
					Encumbrances			<u>1,023,408</u>
						\$		<u>885,497</u>



**TOWNSHIP OF MAHWAH**

Schedule of Encumbrances Payable

Water Utility Capital Fund

Year Ended December 31, 2009

Balance, December 31, 2008	\$ 895,501
Increased by charges to improvement authorizations	<u>1,023,408</u>
	1,918,909
Decreased by:	
Cancellations	<u>895,501</u>
	<u>895,501</u>
Balance, December 31, 2009	<u><u>\$ 1,023,408</u></u>

**TOWNSHIP OF MAHWAH**

Schedule of Capital Improvement Fund

Water Utility Capital Fund

Year Ended December 31, 2009

Balance, December 31, 2008	\$	21,369
Increased by:		
2009 budget appropriation		<u>20,000</u>
Balance, December 31, 2009	\$	<u><u>41,369</u></u>

**TOWNSHIP OF MAHWAH**

Schedule of Appropriation Reserves

Water Utility Operating Fund

Year Ended December 31, 2009

	<b>Balance Dec. 31, 2008</b>	<b>Transfer of encum- brances</b>	<b>Balance after transfers</b>	<b>Paid or charged</b>	<b>Balance lapsed</b>
Salaries and wages	\$ 32,425	—	32,425	961	31,464
Other expenses	621,128	230,792	851,920	246,655	605,265
Insurance	29,669	16,341	46,010	16,227	29,783
Capital Improvement:					
Capital Outlay	2,750	38,250	41,000	38,250	2,750
Statutory expenditures - contribution to:					
Public Employees' Retirement System	5,200	—	5,200	—	5,200
Social Security System (O.A.S.I.)	4,776	—	4,776	55	4,721
	<u>\$ 695,948</u>	<u>285,383</u>	<u>981,331</u>	<u>302,148</u>	<u>679,183</u>
		Accounts payable		781	
		Cash		<u>301,367</u>	
				<u>302,148</u>	

## TOWNSHIP OF MAHWAH

## Schedule of Bonds and Notes Authorized but not Issued

## Water Utility Capital Fund

Year Ended December 31, 2009

<b>Ordinance number</b>	<b>Description</b>	<b>Balance, Dec. 31, 2008</b>	<b>Increased by Authorizations</b>	<b>Decreased by Issued</b>	<b>Reappropriated/ Reauthorized</b>	<b>Balance, Dec. 31, 2009</b>
1165/1183	Various water improvements	\$ 779,000	—	50,000	—	729,000
1361/1394	Various improvements	187,150	—	—	—	187,150
1244/ 1371	Acquisition - water meters	125,000	—	50,000	—	75,000
1519/1567	Various improvements	545,250	—	—	(380,000)	165,250
1544	Various improvements	81,100	75,000	—	—	156,100
1575	Various improvements	2,281,250	—	10,000	—	2,271,250
1613	Various improvements	378,500	—	85,000	—	293,500
1647	Renovation of Campgaw Tank	—	—	355,000	380,000	25,000
		<u>\$ 4,377,250</u>	<u>75,000</u>	<u>550,000</u>	<u>—</u>	<u>3,902,250</u>

**TOWNSHIP OF MAHWAH**

Schedule of Reserve for Payment of Debt

Water Utility Capital Fund

Year Ended December 31, 2009

Balance, December 31, 2008	\$ <u>56,816</u>
Balance, December 31, 2009	\$ <u>56,816</u>

**TOWNSHIP OF MAHWAH**

Schedule of Accounts Payable

Water Utility Operating Fund

Year Ended December 31, 2009

Balance, December 31, 2008	\$	8,449
Increased by:		
Transfer from appropriation reserves		<u>781</u>
		9,230
Decreased by:		
Cancellations		<u>6,341</u>
Balance, December 31, 2009	\$	<u><u>2,889</u></u>

**TOWNSHIP OF MAHWAH**

Schedule of Premium on Water Liens

Water Utility Operating Fund

Year Ended December 31, 2009

Balance, December 31, 2008	\$ <u>1,000</u>
Increased by premiums collected	<u>100</u>
Balance December 31, 2009	\$ <u>1,100</u>

TOWNSHIP OF MAHWAH

Schedule of Cash

Sewer Utility Fund

Year ended December 31, 2009

	<u>Operating</u>	<u>Capital</u>	<u>Assessment</u>
Balance, December 31, 2007	\$ 3,213,823	1,968,196	940,372
Increased by receipts:			
Sewer rents	4,749,157	—	—
Miscellaneous revenues not anticipated	209,255	—	—
Due from Sewer Utility Capital Fund	152	—	—
Due from Sewer Assessment Fund	32,509	—	—
Due to Sewer Utility Operating Fund	—	134	32,956
Premium on sale of notes	—	56,025	—
Sewer overpayments	12,791	—	—
Assessments receivable	—	—	176,893
	<u>5,003,864</u>	<u>56,159</u>	<u>209,849</u>
	<u>8,217,687</u>	<u>2,024,355</u>	<u>1,150,221</u>
Decreased by disbursements:			
Budget appropriations	5,058,867	—	—
Appropriation reserves	35,025	—	—
Accrued interest on notes	189,750	—	—
Due from Sewer Utility Capital Fund	134	—	—
Due from Sewer Utility Assessment Trust Fund	32,956	—	—
Due to Sewer Utility Operating Fund	—	152	32,509
Improvement authorizations	—	904,465	—
Accounts payable	464	—	—
Payment of notes	—	225,000	450,000
Refund of overpayments	4,584	—	—
	<u>5,321,780</u>	<u>1,129,617</u>	<u>482,509</u>
Balance, December 31, 2008	<u>\$ 2,895,907</u>	<u>894,738</u>	<u>667,712</u>



**TOWNSHIP OF MAHWAH**

Schedule of Analysis of Cash

Sewer Utility Capital Fund

December 31, 2009

Reserve for encumbrances	\$ 164,821
Reserve for payment of debt	44,242
Due to Sewer Utility Operating Fund	7
Capital Improvement Fund	196,947
Fund balance	426,101

Improvement authorizations:

**Ordinance**

<u>number</u>	<u>Improvement description</u>	
1507/ 1553	Sanitary Sewer Phase V	33,284
1447	Improvements to sanitary sewer system	(6,750)
1545	Improvements to sanitary sewer system	159,914
1648	Acquisition and installation of telemetry	<u>(123,829)</u>
		<u>\$ 894,737</u>

**TOWNSHIP OF MAHWAH**

Schedule of Sewer Rents Receivable

Sewer Utility Operating Fund

Year ended December 31, 2009

Balance, December 31, 2008	\$	157,979
Increased by sewer rents levied		<u>4,840,314</u>
		4,998,293
Decreased by sewer rents collected		<u>4,749,157</u>
Balance, December 31, 2009	\$	<u><u>249,136</u></u>

**TOWNSHIP OF MAHWAH**

Schedule of Accounts Payable

Sewer Utility Operating Fund

Year ended December 31, 2009

Balance, December 31, 2008	\$	7,120
Increased by appropriation reserve		<u>824</u>
		<u>7,944</u>
Decreased by:		
Cancellation		1,656
Disbursement		<u>464</u>
		<u>2,120</u>
Balance, December 31, 2009	\$	<u><u>5,824</u></u>

**TOWNSHIP OF MAHWAH**

Schedule of Fixed Capital Authorized and Uncompleted

Sewer Utility Capital Fund

Year ended December 31, 2009

<b>Ordinance number</b>	<b>Improvement description</b>	<b>Balance, Dec. 31, 2008</b>	<b>Balance, Dec. 31, 2009</b>
1507/1553/1566	Improvements to sanitary sewer system Phase V	\$ 6,455,000	6,455,000
1545	Various improvements	<u>561,000</u>	<u>561,000</u>
		<u>\$ 7,016,000</u>	<u>7,016,000</u>

**TOWNSHIP OF MAHWAH**

Schedule of Reserve for Assessments and Liens  
Utility Assessment Trust Fund

Sewer Utility Operating Fund

Year ended December 31, 2009

Balance, December 31, 2008	\$	220,837
Increased by notes paid		<u>450,000</u>
		670,837
Decreased by collections		<u>176,893</u>
Balance, December 31, 2009	\$	<u><u>493,944</u></u>

**TOWNSHIP OF MAHWAH**

Schedule of Appropriation Reserves

Sewer Utility Operating Fund

Year ended December 31, 2009

	<u>Balance Dec. 31, 2008</u>	<u>Encum- brances</u>	<u>Balance after transfers</u>	<u>Paid or charged</u>	<u>Balance lapsed</u>
Operating:					
Salaries and wages	\$ 12,635	—	12,635	961	11,674
Other expenses	45,633	51,195	96,828	28,511	68,317
Insurance	13,146	5,309	18,455	6,323	12,132
NW Bergen County Utility Authority	44,605	—	44,605	—	44,605
Deferred charges:					
Statutory expenditures - contribution to:					
Public Employees' Retirement System	1,595	—	1,595	—	1,595
Social Security System	5,808	—	5,808	54	5,754
	<u>\$ 123,422</u>	<u>56,504</u>	<u>179,926</u>	<u>35,849</u>	<u>144,077</u>
			Cash	\$ 35,025	
			Accounts payable	<u>824</u>	
				<u>\$ 35,849</u>	

**TOWNSHIP OF MAHWAH**

Schedule of Bond Anticipation Notes Payable

Sewer Utility Assessment Fund

Year ended December 31, 2009

<u>Ordinance number</u>	<u>Purpose</u>	<u>Original date of issue</u>	<u>Date of issue</u>	<u>Date of maturity</u>	<u>Interest rate</u>	<u>Balance, Dec. 31, 2008</u>	<u>Increased</u>	<u>Decreased</u>	<u>Balance, Dec. 31, 2009</u>
1343	Improvements to sewer system Phase IV	Jun. 19, 2002	Jun. 12, 2009	Jun. 11, 2010	1.50%	\$ 516,500	66,500	516,500	66,500
						<u>\$ 516,500</u>	<u>66,500</u>	<u>516,500</u>	<u>66,500</u>
					Renewals		\$ 66,500	66,500	
					Payments		-	450,000	
							<u>\$ 66,500</u>	<u>\$ 516,500</u>	

**TOWNSHIP OF MAHWAH**

Schedule of Improvement Authorizations

Sewer Utility Capital Fund

Year ended December 31, 2009

<u>Ordinance number</u>	<u>Improvement description</u>	<u>Balance, December 31, 2008</u>		<u>Reappropriated/ Authorizations</u>	<u>Expended</u>	<u>Balance, December 31, 2009</u>	
		<u>Funded</u>	<u>Unfunded</u>			<u>Funded</u>	<u>Unfunded</u>
1507/ 1553/1566	Sanitary sewer Phase V	\$ —	2,840,319	—	802,035	—	2,038,284
1447	Improvements to sanitary sewer system	—	—	—	—	—	—
1545	Various improvements	—	394,559	(125,000)	1,695	—	267,864
1648	Acquisition and installation of telemetry	—	—	125,000	123,829	—	1,171
		<u>\$ —</u>	<u>3,234,878</u>	<u>—</u>	<u>927,559</u>	<u>—</u>	<u>2,307,319</u>
					\$ 164,821		
					(141,727)		
					<u>904,465</u>		
					<u>\$ 927,559</u>		



**TOWNSHIP OF MAHWAH**

Schedule of Encumbrances Payable

Sewer Utility Capital Fund

Year ended December 31, 2009

Balance, December 31, 2008	\$	141,728
Increased by encumbrances		<u>164,821</u>
		306,549
Decreased by:		
Cancellations		<u>141,728</u>
Balance, December 31, 2009	\$	<u><u>164,821</u></u>

**TOWNSHIP OF MAHWAH**

Schedule of Deferred Reserve  
for Amortization

Sewer Utility Capital Fund

Year ended December 31, 2009

Balance, December 31, 2008	\$ <u>226,300</u>
Balance, December 31, 2009	\$ <u>226,300</u>

**Analysis of Balance**

Ordinance #1343	190,000
Ordinance #1447	8,250
Ordinance #1545	<u>28,050</u>
	\$ <u>226,300</u>

**TOWNSHIP OF MAHWAH**

Schedule of Reserve for Amortization

Sewer Utility Capital Fund

Year ended December 31, 2009

Balance, December 31, 2008	\$ 17,462,875
Increased by:	
Budget appropriation for payment of bond anticipation notes	<u>175,000</u>
Balance, December 31, 2009	\$ <u><u>17,637,875</u></u>

**TOWNSHIP OF MAHWAH**

Schedule of Sewer Overpayments

Sewer Operating Fund

Year ended December 31, 2009

Balance, December 31, 2008	\$	4,401
Increased by cash received		<u>12,791</u>
		17,192
Decreased by refunded		<u>4,584</u>
Balance, December 31, 2009	\$	<u><u>12,608</u></u>

**TOWNSHIP OF MAHWAH**

Schedule of Capital Improvement Fund

Sewer Utility Capital Fund

Year ended December 31, 2009

Balance, December 31, 2008	\$ <u>196,947</u>
Balance, December 31, 2009	<u>196,947</u>

**TOWNSHIP OF MAHWAH**

Schedule of Assessments Receivable

Sewer Utility Assessment Fund

Year ended December 31, 2009

<u>Ordinance number</u>	<u>Improvement description</u>	<u>Date of confirmation</u>	<u>Balance, Dec. 31, 2008</u>	<u>Assess-ments collected</u>	<u>Balance, Dec. 31, 2009</u>
1343	Construction of sanitary sewer system - Phase IV	May 12, 2005	\$ 732,652	172,207	560,445
1164/1217	Construction of sanitary sewer system - Phase III	Mar. 10, 1999	4,686	4,686	—
			<u>\$ 737,338</u>	<u>176,893</u>	<u>560,445</u>

TOWNSHIP OF MAHWAH

Schedule of Bond Anticipation Notes Payable

Sewer Utility Capital Fund

Year ended December 31, 2009

<u>Ordinance number</u>	<u>Purpose</u>	<u>Original date of issue</u>	<u>Date of issue</u>	<u>Date of maturity</u>	<u>Interest rate</u>	<u>Balance, Dec. 31, 2008</u>	<u>Increased</u>	<u>Paid</u>	<u>Balance, Dec. 31, 2009</u>
1343/1390	Improvements to sanitary sewer system	Jun. 19, 2002	Jun. 11, 2009	Jun. 11, 2010	1.50%	\$ 683,500	508,500	683,500	508,500
1447	Various sewer improvements	Jun. 14, 2007	Jun. 11, 2009	Jun. 11, 2010	1.50%	150,000	150,000	150,000	150,000
1507/1553/1566	Sanitary sewer - Phase V	Jun. 14, 2007	Jun. 11, 2009	Jun. 11, 2010	1.50%	4,450,000	4,450,000	4,450,000	4,450,000
1545	Various sewer improvements	Jun. 14, 2007	Jun. 11, 2009	Jun. 11, 2010	1.50%	525,000	300,000	525,000	300,000
						<u>\$ 5,808,500</u>	<u>5,408,500</u>	<u>5,808,500</u>	<u>5,408,500</u>
					Renewed		\$ 5,408,500	5,408,500	
					Not renewed		—	225,000	
					Budget appropriations		—	175,000	
							<u>\$ 5,408,500</u>	<u>5,808,500</u>	

**TOWNSHIP OF MAHWAH**

Schedule of Reserve for Payment of Debt

Sewer Utility Capital Fund

Year ended December 31, 2009

Balance, December 31, 2008	\$ <u>44,242</u>
Balance, December 31, 2009	\$ <u>44,242</u>



**TOWNSHIP OF MAHWAH**

Schedule of Amount Due to (from) Sewer  
Utility Capital Fund

Sewer Utility Operating Fund

Year ended December 31, 2009

Balance, December 31, 2008 (Due from)	\$	(25)
Increased by		
Interest earned		<u>134</u>
		(159)
Decreased by:		
Cash received		<u>152</u>
Balance, December 31, 2009 (Due from)	\$	<u><u>(7)</u></u>

**TOWNSHIP OF MAHWAH**

Schedule of Accrued Interest on Notes

Sewer Utility Operating Fund

Year ended December 31, 2009

Balance, December 31, 2008	\$ 106,471
Increased by:	
2009 budget appropriation	<u>250,000</u>
	356,471
Decreased by:	
Cancellation	120,411
Cash disbursed	<u>189,750</u>
	<u>310,161</u>
Balance, December 31, 2009	<u><u>\$ 46,310</u></u>

**TOWNSHIP OF MAHWAH**

Schedule of Reserve for Arbitrage Payable

Sewer Utility Operating Fund

Year ended December 31, 2009

Balance, December 31, 20083	\$ <u>45,000</u>
Balance, December 31, 2009	\$ <u>45,000</u>

**TOWNSHIP OF MAHWAH**

Schedule of Bonds and Notes Authorized  
but not Issued

Sewer Utility Capital Fund

Year ended December 31, 2009

<b>Ordinance number</b>	<b>Improvement</b>	<b>Balance, Dec. 31, 2008</b>	<b>Reauthorized</b>	<b>Reappropriated</b>	<b>Balance, Dec. 31, 2009</b>
1447	Various improvements	\$ 6,750	—	—	6,750
1545	Various improvements	7,950	225,000	(125,000)	107,950
1507/1553/1566	Sanitary sewer Stage V	2,005,000	—	—	2,005,000
1648	Acquisition and installation of telemetry	—	—	125,000	125,000
		<u>\$ 2,019,700</u>	<u>225,000</u>	<u>—</u>	<u>2,244,700</u>

**TOWNSHIP OF MAHWAH**

Schedule of Due from Sewer  
Utility Assessment Trust Fund

Sewer Utility Operating Fund

Year ended December 31, 2009

Balance, December 31, 2008	\$	356
Increased by interest collected in assessment fund		<u>32,956</u>
		33,312
Decreased by interest received		<u>32,509</u>
Balance, December 31, 2009	\$	<u><u>803</u></u>

**TOWNSHIP OF MAHWAH**

Schedule of Fixed Capital

Sewer Utility Capital Fund

Year ended December 31, 2009

<u>Account</u>	<u>Balance, Dec. 31, 2008</u>	<u>Balance, Dec. 31, 2009</u>
Sanitary sewer system	\$ 17,858,408	17,858,408
Sewer cleaning machine	90,000	90,000
Sewer jet truck	196,692	196,692
Sanitary sewer - Darlington Project	241,275	241,275
Generators	65,000	65,000
Sewer mains	<u>50,000</u>	<u>50,000</u>
	<u>\$ 18,501,375</u>	<u>18,501,375</u>

**TOWNSHIP OF MAHWAH**

Schedule of Changes in General Fixed Assets

General Fixed Assets Account Group

Year Ended December 31, 2009

Category	Balance Dec. 31, 2008	Additions	Deletions	Balance Dec. 31, 2009
Land	\$ 19,125,512	292,321	—	19,417,833
Buildings	20,314,537	142,791	—	20,457,328
Vehicular equipment	12,611,929	1,461,173	222,376	13,850,726
General equipment and machinery	5,278,093	225,589	28,228	5,475,454
	<u>\$ 57,330,071</u>	<u>2,121,874</u>	<u>250,604</u>	<u>59,201,341</u>

## SUPPLEMENTARY DATA



**TOWNSHIP OF MAHWAH**

Supplementary Data

Year ended December 31, 2009

**Comparative Schedule of Tax Rate Information**

		<u>2009</u>	<u>2008</u>	<u>2007</u>
Tax rate	\$	2.063	1.976	1.900
Apportionment of tax rate:				
Municipal		0.471	0.451	0.430
Municipal Open Space		0.010	0.010	0.010
County		0.330	0.304	0.278
Local school		1.252	1.211	1.182
Assessed valuation:				
2009	\$		4,146,537,102	
2008			4,128,095,435	
2007			4,105,452,839	

**Comparison of Tax Levies and Collections Currently**

<u>Year</u>	<u>Tax levy</u>	<u>Currently</u>	
		<u>Cash collections</u>	<u>Percentage of collection</u>
2009	\$ 85,757,635	84,997,722	99.11 %
2008	81,868,720	81,215,922	99.20
2007	78,380,298	77,860,917	99.33
2006	73,956,892	73,448,242	99.31

**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.

<u>Dec.31</u>	<u>Amount of tax title liens</u>	<u>Amount of delinquent taxes</u>	<u>Total delinquent</u>	<u>Percentage of tax levy</u>
2009	\$ 190,824	408,645	599,469	0.70 %
2008	165,014	458,047	623,061	0.76
2007	150,053	382,461	532,514	0.68
2006	136,339	295,516	431,855	0.58

(Continued)

**TOWNSHIP OF MAHWAH**

Supplementary Data

**Property Acquired by Tax Title Lien Liquidation**

The value of property acquired by liquidation of tax title liens on December 31, on the basis of the last assessed valuation of such properties, was as follows:

<u>Year</u>	<u>Amount</u>
2009	\$ 1,353,400
2008	1,353,400
2007	1,353,400
2006	1,353,400

**Comparison of Water Utility Levies**

<u>Year</u>	<u>Levy</u>	<u>Cash collections</u>	<u>Percent collected</u>
2009	\$ 3,266,870	3,187,055	98%
2008	2,729,068	2,864,644	105%
2007	2,845,400	2,705,465	95%
2006	2,821,202	2,886,659	102%

**Comparison of Sewer Utility Levies**

<u>Year</u>	<u>Levy</u>	<u>Cash collections</u>	<u>Percent collected</u>
2009	\$ 4,840,314	4,749,157	98%
2008	4,631,048	4,695,419	101%
2007	4,698,102	4,667,283	99%
2006	4,896,272	4,941,350	101%

(Continued)

**TOWNSHIP OF MAHWAH**

Supplementary Data

**Comparative Schedule of Fund Balances**

<u>Fund</u>	<u>Year</u>	<u>Balance, Dec.31</u>	<u>Utilized in budget of succeeding year</u>	<u>Percent utilized</u>
Current	2009	\$ 6,983,612	4,625,000	66%
	2008	7,287,814	4,750,000	65%
	2007	7,578,924	4,750,000	63%
	2006	8,510,397	5,600,000	66%
	2005	7,394,063	4,000,000	54%
Water Utility Operating	2009	\$ 2,323,412	1,790,733	77%
	2008	2,882,778	2,238,883	78%
	2007	3,666,176	1,949,296	53%
	2006	4,356,337	1,785,109	41%
	2005	4,607,615	1,559,650	34%
Sewer Utility Operating	2009	\$ 2,544,393	1,620,455	64%
	2008	2,871,287	1,401,450	49%
	2007	2,927,860	1,294,450	44%
	2006	2,779,592	1,066,750	38%
	2005	2,084,053	812,950	39%

(Continued)

## TOWNSHIP OF MAHWAH

### Supplementary Data

#### Officials in Office and Surety Bonds

The following officials were in office on December 31, 2009

<u>Name</u>	<u>Title</u>	<u>Amount of bond</u>
Richard J. Martel	Mayor	
John DaPuzzo	Council President	
Robert G. Hermansen	Council Vice President	
Samuel Alderisio	Councilmember	
H. Lisa DiGiulio	Councilmember	
Allan Kidd	Councilmember	
Roy B. Larson	Councilmember	
John Roth	Councilmember	
Brain T. Campion	Business Administrator	
Kathrine G. Coletta	Township Clerk	
Kenneth Sesholtz	Chief Financial Officer	\$ 250,000
Monica Ullrich	Assistant to the Chief Financial Officer	100,000
Elizabeth Villano	Tax and Collector and Tax Search Officer	500,000
Mary Ann Malone	Water and Sewer Collector	100,000
Anthony J. Gianni	Municipal Court Judge	65,000
Lorraine Cuomo	Court Administrator	65,000
Michelle O'Donohue	Deputy Court Administrator	65,000
Stuart A. Stolarz	Tax Assessor	
Gary L. Montroy	Construction Official	
Raymond R. Roe	Fire Official	
Kevin Boswell	Township Engineer	
Terry Paul Bottinelli	Township Attorney	

**TOWNSHIP OF MAHWAH**

General Comments and Recommendations

Year ended December 31, 2009

## TOWNSHIP OF MAHWAH

### General Comments

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

N.J.S.A. 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 terms of Section 3 of this act, shall be made or awarded only after public advertising for bids and bidding therefor, except as is provided otherwise in this act or specifically by any other law. No work, material or supplies shall be undertaken, acquired or furnished for a sum exceeding in the aggregate \$29,000 except by contract or agreement."

The governing body of the Township has the responsibility of determining whether the expenditures in any category will exceed the statutory bid limit, within the fiscal year. Where question arises as to whether any contract or agreement might result in violation of the statute, the Township Attorney's opinion should be sought before a commitment is made.

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

Inasmuch as the system of records did not provide for an accumulation of payments by categories for the performance of any work or the furnishing or hiring of any material or supplies, the results of such an accumulation could not reasonably be ascertained. Disbursements were reviewed, however, to determine whether any clear-cut violations existed.

Our audit of expenditures did not reveal any individual payments, contracts or agreements in excess of the statutory bid limit "for the performance of any work or the furnishing or hiring of any materials or supplies," other than those for which bids had been previously sought by public advertisement or for which a resolution had been previously adopted under the provisions of N.J.S.A. 40A:11-6.

#### **Collection of Interest on Delinquent Taxes and Assessments**

The statute provides the method for authorizing interest and the maximum rates to be charged for the nonpayment of taxes or assessments on or before the date when they would become delinquent. The governing body adopted the following resolution authorizing interest to be charged on delinquent taxes:

"WHEREAS, the penalty for nonpayment of taxes becoming delinquent on and after July 9, 2009, shall be at the rate of eight per centum (8%) per year for the first \$1,500 of delinquency and eighteen per centum (18%) per year on amounts over \$1,500; and WHEREAS, Section 54:4-67 of the Revised Statutes has been amended to allow the Tax Collector to collect no interest if payment of any installment is made within ten (10) days after the date upon which the same became payable, provided it meets with the approval of the Mayor and Council; BE IT RESOLVED, that the Tax Collector is granted permission to withhold interest charges for a period of ten (10) days after the date upon which the installment became payable, provided it is received within the period."

It appears from an examination of the Tax Collector's record that interest was collected in accordance with the foregoing resolution.

(Continued)

**TOWNSHIP OF MAHWAH**

General Comments

**Delinquent Taxes and Tax Title Liens**

The last tax sale was held on April 22, 2009 and was complete.

Inspection of tax sale certificates on file revealed that all tax sale certificates were available for audit.

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

<u>Year</u>	<u>Number of liens</u>
2009	8
2008	7
2007	7

**Status of Prior Year Comments**

All prior year comments have been resolved.

**Other Comments**

None noted

**Recommendations**

None noted