

**TOWNSHIP OF PISCATAWAY  
MIDDLESEX COUNTY  
NEW JERSEY**

**FINANCIAL STATEMENTS  
AND  
SUPPLEMENTARY DATA  
AND INFORMATION**

**FOR THE FISCAL YEARS  
ENDED JUNE 30, 2006 and 2005**

WITH  
REPORT OF INDEPENDENT AUDITORS

***HODULIK & MORRISON, P.A.***

CERTIFIED PUBLIC ACCOUNTANTS  
REGISTERED MUNICIPAL ACCOUNTANTS  
HIGHLAND PARK, N.J.



TOWNSHIP OF PISCATAWAY  
MIDDLESEX COUNTY, NEW JERSEY

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TOWNSHIP OF PISCATAWAY  
MIDDLESEX COUNTY, NEW JERSEY

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PART I  
INDEPENDENT AUDITOR'S REPORT  
FINANCIAL STATEMENTS

**HODULIK & MORRISON, P.A.**  
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REGISTERED MUNICIPAL ACCOUNTANTS OF N.J.

INDEPENDENT AUDITOR'S REPORT

Honorable Mayor and Members  
of the Township Council  
Township of Piscataway  
County of Middlesex, New Jersey

We have audited the accompanying balance sheets – statutory basis of the various funds of the Township of Piscataway, County of Middlesex, New Jersey, as of June 30, 2006 and 2005 and the related statements of operations and changes in fund balance – statutory basis for the years then ended and the related statements of revenues – statutory basis and statements of expenditures – statutory basis of the various funds for the year ended June 30, 2006. These financial statements are the responsibility of the Township's management. Our responsibility is to express an opinion on these financial statements based on our audits.

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

As described in Note 2, these financial statements were prepared in conformity with accounting practices prescribed or permitted by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, United States of America, that demonstrate compliance with the modified accrual basis, with certain exceptions, and the budget laws of New Jersey, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. These prescribed principles are designed primarily for determining compliance with legal provisions and budgetary restrictions, and as a means-of reporting on the stewardship of public officials with respect to public funds. Accordingly, the accompanying financial statements are not intended to present financial position and results of operations in accordance with accounting principles generally accepted in the United States of America.

FINANCIAL STATEMENTS

TOWNSHIP OF PISCATAWAY  
MIDDLESEX COUNTY, NEW JERSEY

CURRENT FUND  
COMPARATIVE BALANCE SHEET - STATUTORY BASIS  
JUNE 30, 2006 AND 2005

ASSETS		BALANCE JUNE 30, 2006	BALANCE JUNE 30, 2005	LIABILITIES, RESERVES AND FUND BALANCE	BALANCE JUNE 30, 2006	BALANCE JUNE 30, 2005
A-4	Cash and Investments - Treasurer	\$ 11,430,799.74	\$ 12,413,863.97			
A	Cash - Change Fund	535.00	535.00		2,387,271.33	1,983,176.63
	Due from State of N.J. per Ch. 20, P.L. 1976	168,494.52	186,311.83		1,389,606.78	1,471,723.89
A-6		11,599,829.26	12,600,710.80		175,353.81	126,474.56
					2,785,853.66	214,621.21
					122,836.07	3,583,730.84
					763.68	34,710.08
						446,554.88
A-7	Receivables With Offsetting Reserves:	1,336,668.50	1,291,692.83		6,861,685.33	7,860,992.09
A-7	Taxes Receivable	289,223.93	276,906.44		4,898,834.46	4,467,988.93
	Tax Title Liens				4,763,143.93	4,779,718.71
	Property Acquired for Taxes (AI Assessed Valuation)	2,617,401.04	2,617,401.04			
A-7	Revenue Accounts Receivable	90,580.49	82,369.35	Reserve for Receivables Fund Balance		
A-9		564,960.50	199,619.27		16,523,663.72	17,108,699.73
A-12	Interfunds Receivable	4,898,834.46	4,467,988.93	Total Regular Fund		
A-8	Deferred Charges:	25,000.00	40,000.00			
	Special Emergency - (40A:4-55)					
	Total Regular Fund	16,523,663.72	17,108,699.73			
A-15	State and Federal Grant Fund:	781,144.11	1,246,902.29	State and Federal Grant Fund:	685,588.32	1,402,475.78
A-16	Grants Receivable		237,338.90	Appropriated	28,409.29	
	Interfunds Receivable			Interfunds Payable	67,146.50	81,765.41
				Reserve for Encumbrances		
	Total State and Federal Grant Fund	781,144.11	1,484,241.19	Total State and Federal Grant Fund	781,144.11	1,484,241.19
		\$ 17,304,807.83	\$ 18,592,940.92		\$ 17,304,807.83	\$ 18,592,940.92

Note: See Notes to Financial Statements



TOWNSHIP OF PISCATAWAY  
MIDDLESEX COUNTY, NEW JERSEY

CURRENT FUND  
COMPARATIVE STATEMENT OF OPERATIONS AND  
CHANGE IN FUND BALANCE - STATUTORY BASIS  
FOR THE YEARS ENDED JUNE 30, 2006 AND 2005

<u>REVENUE AND OTHER INCOME REALIZED</u>	<u>REF.</u>	<u>SFY 2006</u>	<u>SFY 2005</u>
Fund Balance Utilized	A-1, A-2	\$ 4,556,000.00	\$ 4,550,000.00
Miscellaneous Revenues Anticipated	A-2	13,769,952.75	14,113,743.09
Receipts from Delinquent Taxes	A-2	1,293,204.02	1,628,795.77
Non-Budget Revenue	A-2	373,521.88	673,677.74
Receipts from Current Taxes	A-7	114,000,639.27	108,638,098.93
Other Credits to Income:			
Unexpended Balances of Approp. Reserves	A-10	1,685,698.31	1,284,081.05
Unexpended Balances of Accounts Payable	A-11	379,050.39	425,802.00
Third Party Billing			0.40
Interfunds:			
Sewer Operating Fund			22,328.23
Trust Other Fund			24,684.70
Grants Cancelled	A-12	0.64	224,550.00
Tax Overpayments Cancelled			0.04
		<hr/>	<hr/>
Total Revenues		136,058,067.26	131,585,761.95
 <u>EXPENDITURES AND OTHER CHARGES</u>			
<i>Budget Appropriations and Emergency Appropriations</i>			
Within "CAP"			
Operations:			
Salaries and Wages	A-3	17,496,349.00	16,818,644.53
Other Expenses	A-3	5,952,793.29	5,035,559.97
Deferred Charges and Statutory Expend.	A-3	809,668.06	1,039,979.31
Appropriations Excluded from "CAP"			
Operations:			
Salaries and Wages	A-3	566,619.00	501,674.00
Other Expenses	A-3	11,632,523.77	11,007,154.63
Capital Improvements	A-3	1,020,000.00	700,000.00
Municipal Debt Service	A-3	3,780,491.06	3,742,727.23
Deferred Charges and Statutory Expend.	A-3	15,000.00	15,000.00
Special District Taxes	A-13	2,180,690.50	2,149,478.00
County Tax	A-13	14,151,099.13	14,602,294.94
County Open Space Fund	A-13	1,558,398.81	1,391,179.66
Due County for Added Taxes	A-13	86,395.92	86,169.31
Local District School Taxes	A-13	70,894,042.00	69,767,428.00
Reserve for Tax Appeals	A-11	939,436.29	714,641.86
Interfunds:			
Interfunds Advanced - Net	A-12	365,341.23	83,916.68
Payroll			22,844.46
Grants Receivable Cancelled			202,500.00
Refund Prior Years Revenue	A-4	69,793.98	7,501.24
		<hr/>	<hr/>
Total Expenditures		131,518,642.04	127,888,693.82
 Excess in Revenue		 4,539,425.22	 3,697,068.13

TOWNSHIP OF PISCATAWAY  
MIDDLESEX COUNTY, NEW JERSEY

CURRENT FUND  
COMPARATIVE STATEMENT OF OPERATIONS AND  
CHANGE IN FUND BALANCE - STATUTORY BASIS  
FOR THE YEARS ENDED JUNE 30, 2006 AND 2005

<u>REVENUE AND OTHER INCOME REALIZED</u>	<u>REF.</u>	<u>SFY 2006</u>	<u>SFY 2005</u>
Excess in Revenue (brought forward)		4,539,425.22	3,697,068.13
Adjustments to Income Before Fund Balance:			
Expenditures Included Above Which are by Statute			
Deferred Charges to Budgets of Succeeding Years			40,000.00
Statutory Excess to Fund Balance		4,539,425.22	3,737,068.13
<u>FUND BALANCE</u>			
Balance - July 1	A	<u>4,779,718.71</u>	<u>5,592,650.58</u>
		9,319,143.93	9,329,718.71
Decreased by:			
Utilization as Anticipated Revenue	A-1	<u>4,556,000.00</u>	<u>4,550,000.00</u>
Balance - June 30	A	<u>\$ 4,763,143.93</u>	<u>\$ 4,779,718.71</u>

Note: See Notes to Financial Statements

TOWNSHIP OF PISCATAWAY  
MIDDLESEX COUNTY, NEW JERSEY

CURRENT FUND  
STATEMENT OF REVENUES - STATUTORY BASIS  
FOR THE YEAR ENDED JUNE 30, 2006

REF.	ANTICIPATED 2006 BUDGET	APPROP. N.J.S.A. 40A:4-87	REALIZED	EXCESS OR (DEFICIT)
A-1	\$ 4,556,000.00	\$	4,556,000.00	\$
A-9	43,000.00		53,670.00	10,670.00
A-9	50,000.00		95,511.00	45,511.00
A-9	225,000.00		400,113.76	175,113.76
A-9	730,000.00		896,395.06	166,395.06
A-5	280,000.00		333,329.37	53,329.37
A-9	600,000.00		1,517,166.19	917,166.19
A-9	106,000.00		111,179.00	5,179.00
A-11	55,000.00		55,000.00	
A-9	220,000.00		295,742.40	75,742.40
A-9	36,000.00		36,000.00	
A-9	206,047.00		206,047.00	
A-9	750,000.00		750,000.00	
A-9	3,469,812.00		3,469,812.00	
A-9	3,934,765.00		3,934,765.00	
A-9	211,494.00		211,494.00	
A-9	140,000.00		140,000.00	
A-9	725,000.00		805,570.00	80,570.00
A-9	1.00		(1.00)	(1.00)
A-9	69,643.76		67,904.77	(1,738.99)
A-12	12,000.00		12,000.00	
A-12		1,414.85	1,414.85	
A-12		8,199.06	8,199.06	
A-12		43,523.88	43,523.88	
A-12		4,000.00	4,000.00	
A-12		3,600.00	7,000.00	
A-12	3,400.00		7,736.01	
A-12	7,736.01		2,100.00	
A-12	2,100.00		48,201.00	
A-12				

TOWNSHIP OF PISCATAWAY  
MIDDLESEX COUNTY, NEW JERSEY

CURRENT FUND  
STATEMENT OF REVENUES - STATUTORY BASIS  
FOR THE YEAR ENDED JUNE 30, 2006

	REF.	ANTICIPATED 2006 BUDGET	APPROP. N.J.S.A. 40A:4-87	REALIZED	EXCESS OR (DEFICIT)
Public and Private Revenues Offset with Approps. (cont'd.):					
Info-Link Regional Library Grant	A-12		1,774.00	1,774.00	
Juvenile Accountability Incentive Block Grant	A-12	8,667.00		8,667.00	
Karma Grant	A-12		930.00	930.00	
Library Mini Grant	A-12		1,500.00	1,500.00	
Middlesex County Cultural Heritage Grant	A-12		1,500.00	1,500.00	
Multi Jurisdictional Task Force	A-12		3,000.00	3,000.00	
Municipal Alliance Activities Program	A-12		45,987.00	45,987.00	
Municipal TDM Grant	A-12		7,500.00	7,500.00	
NFL Youth Grant	A-12	5,000.00		5,000.00	
Pandemic Influenza Grant	A-12		1,708.00	1,708.00	
Police Traffic Record Grant	A-12		10,500.00	10,500.00	
Public Archives & Records Infrastructure Support (PARIS)	A-12		39,500.00	39,500.00	
Public Health for BioTerrorism	A-12		3,000.00	3,000.00	
Public Health Priority Funding	A-12		34,011.00	34,011.00	
Recycling Tonnage Grant	A-12		25,121.40	25,121.40	
Safe and Secure Communities Program	A-12		60,000.00	60,000.00	
Tobacco Age of Sale	A-12	1,380.00		1,380.00	
You Drink, You Drive, You Lose	A-12		5,000.00	5,000.00	
Total Miscellaneous Revenues	A-1	11,892,045.77	349,970.19	13,769,952.75	1,527,936.79
Receipts from Delinquent Taxes	A-1,A-7	1,200,000.00		1,293,204.02	93,204.02
Subtotal General Revenues		17,648,045.77	349,970.19	19,619,156.77	1,621,140.81
Amount to be Raised by Taxes for Support of Municipal Budget:					
Local Tax for Municipal Purposes Including Reserve for Uncollected Taxes	A-7	25,578,448.14		27,432,140.37	1,853,692.23
Budget Totals		43,226,493.91	349,970.19	47,051,297.14	3,474,833.04
Non-Budget Revenues	A-1,A-9			373,521.88	
		\$ 43,226,493.91	\$ 349,970.19	\$ 47,424,819.02	

Ref. A-3 A-3 A-3

( ) Denotes Deficit

TOWNSHIP OF PISCATAWAY  
MIDDLESEX COUNTY, NEW JERSEY

CURRENT FUND  
STATEMENT OF EXPENDITURES  
FOR THE YEAR ENDED JUNE 30, 2006

	2006 BUDGET	BUDGET AFTER MODIFICATION	PAID OR CHARGED	EXPENDED		RESERVED	UNEXPENDED BALANCE CANCELLED
				ENCUMBERED			
<b>OPERATIONS WITHIN "CAPS"</b>							
General Government:							
Township Council	\$ 63,226.00	\$ 63,072.62	\$ 63,072.62	\$ 80.00	\$ 2,666.21		
Salaries and Wages	7,150.00	7,150.00	4,403.79				
Other Expenses							
Township Clerk	135,144.00	135,550.05	135,550.05	1,309.00	2,219.59		
Salaries and Wages	17,459.00	17,459.00	13,930.41				
Other Expenses							
Elections	4,000.00	4,000.00	1,274.19		2,725.81		
Salaries and Wages	22,300.00	22,300.00	15,762.13		6,537.87		
Other Expenses							
Administration:							
Dept. of Administration							
Salaries and Wages	345,852.00	345,852.00	274,879.72		70,972.28		
Other Expenses	101,615.00	101,615.00	56,153.23	5,169.49	40,292.28		
Division of Personnel							
Salaries and Wages	84,289.00	84,313.81	84,313.81		2,973.18		
Other Expenses	36,570.00	36,570.00	22,603.87	10,992.95			
Computer Center							
Salaries and Wages	119,495.00	120,759.92	120,759.92				
Other Expenses	274,718.80	274,718.80	235,618.92	13,728.27	25,371.61		
Division of Purchasing							
Salaries and Wages	48,802.00	50,298.28	50,298.28				
Other Expenses:							
Postage ( All Depts.)	58,000.00	58,000.00	45,110.97	12,146.23	742.80		
Duplicating ( All Depts.)	10,000.00	10,000.00	3,408.46	5,291.82	1,299.72		
Miscellaneous Other Expenses	27,805.00	27,805.00	23,712.76	2,643.50	1,448.74		
Municipal Land Use (N.J.S.A. 40:55 D-1):							
Planning Board							
Salaries and Wages	6,008.00	4,736.54	4,736.54				
Other Expenses	65,947.00	65,947.00	48,958.56	3,792.00	13,196.44		
Zoning Board							
Salaries and Wages	6,008.00	4,735.46	4,735.46				
Other Expenses	62,793.50	62,793.50	46,761.25	4,620.00	11,412.25		
Celebration of Public Events							
Other Expenses	4,000.00	4,000.00	4,000.00				

TOWNSHIP OF PISCATAWAY  
MIDDLESEX COUNTY, NEW JERSEY

CURRENT FUND  
STATEMENT OF EXPENDITURES  
FOR THE YEAR ENDED JUNE 30, 2006

	2006 BUDGET	BUDGET AFTER MODIFICATION	PAID OR		EXPENDED		RESERVED	UNEXPENDED BALANCE CANCELLED
			CHARGED	ENCUMBERED	ENCUMBERED	RESERVED		
Administration (cont'd):								
Cable TV Studio	168,277.00	154,865.99	114,865.99			40,000.00		
Salaries and Wages	21,465.00	21,465.00	6,993.77		9,316.96	5,154.27		
Other Expenses								
<u>Finance and Revenue</u>								
Department of Finance								
Salaries and Wages	264,780.00	268,992.50	268,992.50			17,333.40		
Other Expenses	25,350.00	25,350.00	7,319.54		697.06			
Annual Audit	58,000.00	58,000.00			58,000.00			
<u>Division of Assessment</u>								
Salaries and Wages	200,313.00	184,436.19	174,436.19			10,000.00		
Other Expenses	90,030.00	90,030.00	66,192.74		2,695.81	21,141.45		
<u>Division of Revenue</u>								
Salaries and Wages	162,687.00	119,687.00	81,121.69			38,565.31		
Other Expenses	28,475.00	28,475.00	23,664.74		1,347.00	3,463.26		
<u>Insurance</u>								
Other Insurance Premiums	15,000.00	15,000.00	250.00			14,750.00		
<u>Municipal Court</u>								
Salaries and Wages	450,139.00	450,139.00	392,385.14			57,753.86		
Other Expenses	30,143.00	30,143.00	17,817.04		5,609.00	6,716.96		
<u>Public Defender (P.L. 1997, Ch. 256)</u>								
Salaries and Wages	23,425.00	23,425.00	23,368.32			56.68		
<u>Law</u>								
Department of Law								
Salaries and Wages	59,599.00	59,454.41	59,454.41			126.75		
Other Expenses	343,000.00	378,000.00	319,598.99		58,274.26			
<u>Municipal Prosecutor</u>								
Salaries and Wages	43,438.00	43,332.55	43,332.55					
<u>PUBLIC SAFETY:</u>								
<u>Joint Fire Board</u>								
Salaries and Wages	1,221.00	98.75	98.75					
<u>Uniform Fire Safety Act (P.L. 1983 C. 383)</u>								
Salaries and Wages	200,246.00	200,246.00	180,493.29			19,752.71		
Other Expenses	14,460.00	14,460.00	8,962.72		5,378.23	119.05		
<u>Animal Control</u>								
Other Expenses	1,950.00	1,950.00				1,950.00		

TOWNSHIP OF PISCATAWAY  
 MIDDLESEX COUNTY, NEW JERSEY  
 CURRENT FUND  
 STATEMENT OF EXPENDITURES  
 FOR THE YEAR ENDED JUNE 30, 2006

	2006 BUDGET	BUDGET AFTER MODIFICATION	EXPENDED			UNEXPENDED BALANCE CANCELLED
			PAID OR CHARGED	ENCUMBERED	RESERVED	
<b>PUBLIC SAFETY (CONT'D):</b>						
Division of Schools Crossing Guards						
Salaries and Wages	319,300.00	319,300.00	253,890.58		65,409.42	
Other Expenses	1,960.00	1,960.00	1,794.11	165.89		
Division of Police						
Salaries and Wages	9,256,224.00	9,256,224.00	9,000,397.48	44,780.79	255,826.52	
Other Expenses	437,908.00	437,908.00	338,507.60	6,498.00	54,619.61	
First Aid Organization - Contribution	80,000.00	80,000.00	72,000.00		1,502.00	
<b>PUBLIC WORKS:</b>						
Department of Public Works						
Salaries and Wages	313,652.00	211,275.38	211,275.38		8,742.63	
Other Expenses	43,755.00	63,755.00	29,495.70	25,516.67		
Division of Engineering						
Salaries and Wages	472,884.00	464,384.00	456,591.09		7,792.91	
Other Expenses	96,341.74	104,841.74	51,738.30	38,605.26	14,498.18	
Division of Planning						
Salaries and Wages	457,907.00	472,550.85	469,550.85		3,000.00	
Other Expenses	47,201.00	47,201.00	8,043.90	275.00	38,882.10	
Public Building and Grounds						
Salaries and Wages	274,030.00	234,230.00	223,095.32		11,134.68	
Other Expenses	162,202.00	162,202.00	105,479.10	48,367.32	8,355.58	
Division of Property Maintenance						
Salaries and Wages	413,814.00	427,014.00	417,578.80		9,435.20	
Other Expenses	488,260.00	488,260.00	315,893.56	117,408.97	54,957.47	
Division of Streets						
Salaries and Wages	667,734.00	617,734.00	600,590.13		17,143.87	
Other Expenses	79,650.00	79,650.00	52,505.70	22,084.93	5,059.37	
Snow Removal						
Salaries and Wages	90,000.00	90,000.00	90,000.00			
Other Expenses	256,250.00	256,250.00	179,547.42	67,533.81	9,168.77	
All Utilities						
Division of Parks	1,396,510.00	1,396,510.00	1,014,314.68	253,779.67	128,415.65	
Salaries and Wages	664,718.00	664,718.00	656,135.10		8,582.90	
Other Expenses	186,200.00	208,200.00	83,920.26	101,427.45	22,852.29	
Slade Tree						
Other Expenses	30,000.00	30,000.00		5,835.00	24,165.00	

TOWNSHIP OF PISCATAWAY  
MIDDLESEX COUNTY, NEW JERSEY

CURRENT FUND  
STATEMENT OF EXPENDITURES  
FOR THE YEAR ENDED JUNE 30, 2006

	2006 BUDGET	BUDGET AFTER MODIFICATION	PAID OR CHARGED	EXPENDED		UNEXPENDED BALANCE CANCELLED
				ENCUMBERED	RESERVED	
<b>PUBLIC WORKS(CONT'D):</b>						
Division of Sanitation - Sewer System						
Other Expenses	36,600.00	36,600.00	30,547.19	5,177.40	875.41	
Solid Waste Collection						
Salaries and Wages	549,738.00	563,938.00	552,311.02	11,626.98	6,946.62	
Other Expenses	18,020.00	18,020.00	8,957.14	2,116.24		
Recycling Program						
Other Expenses	148,100.00	148,100.00	107,305.14	9,181.17	31,613.69	
Municipal Services Act	30,000.00	30,000.00	20,947.28	2,526.19	6,526.53	
<b>HEALTH AND WELFARE:</b>						
Department of Health						
Salaries and Wages	458,650.00	458,650.00	445,825.70	12,824.30		
Other Expenses	24,865.00	37,865.00	9,878.27	26,372.76	1,613.97	
Division of Public Assistance						
Salaries and Wages	5,600.00	5,600.00	5,588.30	11.70		
Office on Aging						
Salaries and Wages	371,993.00	401,993.00	392,109.80	9,883.20		
Other Expenses	96,625.00	96,625.00	68,946.08	2,191.62		
Aid to American Cancer Society	500.00	500.00		500.00		
Aid to Heart Fund	500.00	500.00		500.00		
Kiddie Keepwell Contribution	7,500.00	7,500.00		7,500.00		
<b>RECREATION AND EDUCATION</b>						
Department of Recreation						
Salaries and Wages	438,137.00	438,137.00	410,165.74	27,971.26		
Other Expenses	300,810.00	300,810.00	201,148.10	49,409.89	50,252.01	
Youth Center						
Salaries and Wages	118,304.00	118,304.00	112,565.83	5,738.17		
Other Expenses	43,540.00	43,540.00	30,455.72	8,234.49	4,849.79	
Unfunded Severance Liability						
Salary Adjustment	100,000.00	462,776.00	462,776.00			
Salaries and Wages	263,000.00					



TOWNSHIP OF PISCATAWAY  
MIDDLESEX COUNTY, NEW JERSEY

CURRENT FUND  
STATEMENT OF EXPENDITURES  
FOR THE YEAR ENDED JUNE 30, 2006

	2006 BUDGET	BUDGET AFTER MODIFICATION	EXPENDED		UNEXPENDED BALANCE CANCELLED
			PAID OR CHARGED	ENCUMBERED	
Uniform Construction Code					
Division of Inspections					
Salaries and Wages	426,941.00	426,941.00	411,502.22	15,438.78	
Other Expenses	27,904.25	27,904.25	16,068.18	1,723.62	10,112.45
Boards and Commissions	8,050.00	7,359.70	7,359.70		
Salaries and Wages	34,084.00	34,084.00	19,774.77	4,810.39	9,498.84
Other Expenses					
Total Operations Within "CAPS"	23,449,142.29	23,449,142.29	20,995,970.55	1,068,409.79	1,384,761.95
Contingent					
Total Operations Including Contingent Within "CAPS"	23,449,142.29	23,449,142.29	20,995,970.55	1,068,409.79	1,384,761.95
DETAIL:					
Salaries and Wages	17,957,625.00	17,496,349.00	16,794,702.46	701,646.54	
Other Expenses (Including Contingent)	5,491,517.29	5,952,793.29	4,201,268.09	1,068,409.79	683,115.41
STATUTORY EXPENDITURES:					
Contribution to:					
Social Security System (O.A.S.I.)	804,668.06	804,668.06	766,064.79	38,603.27	
State Unemployment Insurance	5,000.00	5,000.00	5,000.00		
Total Deferred Charges and Statutory Expenditures Municipal Within "CAPS"	809,668.06	809,668.06	771,064.79	38,603.27	
Total General Appropriations for Municipal Purposes Within "CAPS"	24,258,810.35	24,258,810.35	21,767,035.34	1,068,409.79	1,423,365.22

TOWNSHIP OF PISCATAWAY  
MIDDLESEX COUNTY, NEW JERSEY

CURRENT FUND  
STATEMENT OF EXPENDITURES  
FOR THE YEAR ENDED JUNE 30, 2006

	2006 BUDGET	BUDGET AFTER MODIFICATION	EXPENDED			UNEXPENDED BALANCE CANCELLED
			PAID OR CHARGED	ENCUMBERED	RESERVED	
<b>OPERATIONS EXCLUDED FROM "CAPS"</b>						
911 Emergency Telecommunication Services	544,275.00	544,275.00	483,683.36		60,591.64	
Salaries and Wages	126,866.50	126,866.50	65,310.32	3,007.28	58,548.90	
Other Expenses						
Division of Emergency Management	22,344.00	22,344.00	20,247.17		2,096.83	
Salaries and Wages	19,750.00	19,750.00	6,030.90	7,629.60	6,089.50	
Other Expenses	2,777,966.00	2,777,966.00	2,576,417.31	112,691.41	88,857.28	
Maintenance of Free Public Library (NJSA 40:54-8)						
NJDES - Storm Water	156,475.00	156,475.00	9,000.00	91,750.00	55,725.00	
Other Expenses						
Insurance						
Group Insurance for Employees	5,543,615.00	5,543,615.00	5,038,705.23		504,909.77	
Other Insurance Premiums	794,457.07	794,457.07	699,262.21	14,287.36	80,907.50	
Workers' Compensation IBNR	10,000.00	10,000.00	10,000.00			
Police and Firemen's Retirement System	730,222.00	730,222.00	730,221.60		0.40	
Public Employees Retirement System	205,288.00	205,288.00	205,288.00			
MICJA Recycling Program	575,000.00	575,000.00	493,559.04	48,500.00	32,940.96	
MCLJA Solid Waste Agreement	158,595.00	158,595.00	122,965.87	24,610.00	11,019.13	
Edison Animal Control Contract	39,390.00	39,390.00	27,426.00	6,688.00	5,276.00	
Middlesex County Nursing Services	28,846.00	28,846.00	17,902.00	9,472.00	1,472.00	
UNDNU Agreements	25,800.00	25,800.00	6,868.80		18,931.20	
<b>PUBLIC AND PRIVATE PROGRAMS</b>						
<b>OFFSET BY REVENUES</b>						
Matching Funds for Grants	49,037.00	36,540.00	12,000.00		36,540.00	
Aggressive Driver	12,000.00	12,000.00	1,414.85			
Alcohol Education Rehab Program			8,199.06			
Body Armor Replacement Grant			43,523.88			
Clean Communities Grant			4,000.00			
Cfick II or Ficket Grant			7,000.00			
COPS in Shop	3,400.00	7,000.00	7,000.00			
Drunk Driving Enforcement Fund	7,736.01	7,736.01	7,736.01			
Drunk Driving Enforcement Fund - DWI Middlesex Count	2,100.00	2,100.00	2,100.00			
Enhanced 9-1-1 Grant			48,201.00			
Info-Link Library Grant			1,774.00			
Juvenile Accountability Incentive Block Grant						
Grant	8,667.00	8,667.00	8,667.00			
Match	963.00	963.00	963.00			
Karna Foundation Grant	930.00	930.00	930.00			

TOWNSHIP OF PISCATAWAY  
MIDDLESEX COUNTY, NEW JERSEY

CURRENT FUND  
STATEMENT OF EXPENDITURES  
FOR THE YEAR ENDED JUNE 30, 2006

	2006 BUDGET	BUDGET AFTER MODIFICATION	PAID OR CHARGED	EXPENDED	UNEXPENDED BALANCE
				ENCUMBERED	CANCELLED
<b>PUBLIC AND PRIVATE PROGRAMS (CONTD.)</b>					
Middlesex County Cultural Heritage		1,500.00	1,500.00		
Mini Grant Library		1,500.00	1,500.00		
Grant Match		1,000.00	1,000.00		
Multi Jurisdictional Task Force		3,000.00	3,000.00		
Municipal Alliance Program		57,484.00	57,484.00		
Municipal TDM Award		7,500.00	7,500.00		
NFL Youth Grant	5,000.00	5,000.00	5,000.00		
Pandemic Influenza Grant		1,708.00	1,708.00		
Public Archives & Record Infrastructure Support (PARIS)		39,500.00	39,500.00		
Public Health for Bio Terrorism		3,000.00	3,000.00		
Public Health Priority Funding		34,011.00	34,011.00		
Recycling Tonnage Grant		25,121.40	25,121.40		
Safe & Secure Communities Program		60,000.00	60,000.00		
Tobacco Age of Sale Enforcement	1,380.00	1,380.00	1,380.00		
Traffic Records Grant		10,500.00	10,500.00		
You Drink, You Drive, You Lose		5,000.00	5,000.00		
Total Operations Excluded from "CAPS"	11,849,172.58	12,199,142.77	10,916,601.01	318,635.65	963,906.11
DETAIL:					
Salaries and Wages	566,619.00	566,619.00	503,930.53		62,688.47
Other Expenses	11,282,553.58	11,632,523.77	10,412,670.48	318,635.65	901,217.64
<b>CAPITAL IMPROVEMENTS - EXCLUDED FROM "CAPS"</b>					
Capital Improvement Fund	870,000.00	870,000.00	870,000.00		
Land Acquisition	150,000.00	150,000.00	147,438.66	2,561.34	
Total Capital Improvements Excl. from "CAPS"	1,020,000.00	1,020,000.00	1,017,438.66	2,561.34	

TOWNSHIP OF PISCATAWAY  
MIDDLESEX COUNTY, NEW JERSEY

CURRENT FUND  
STATEMENT OF EXPENDITURES  
FOR THE YEAR ENDED JUNE 30, 2006

	2006 BUDGET	BUDGET AFTER MODIFICATION	EXPENDED		UNEXPENDED BALANCE CANCELLED
			PAID OR CHARGED	ENCUMBERED	
MUNICIPAL DEBT SERVICE - EXCLUDED FROM "CAPS"					
Payment of Bond Principal	2,756,000.00	2,756,000.00	2,756,000.00		892.46
Interest on Bonds	1,025,383.52	1,024,491.06	1,024,491.06		
Total Municipal Debt Service - Excl. from "CAPS"	3,781,383.52	3,781,383.52	3,780,491.06		892.46
DEFERRED CHARGES - MUNICIPAL EXCLUDED FROM "CAPS"					
Deferred Charges	15,000.00	15,000.00	15,000.00		
Emergency Authorizations - 5 yrs					
Total Deferred Charges - Municipal Excluded from "CAPS"	15,000.00	15,000.00	15,000.00		
Total General Appropriations for Municipal Purposes Excluded from "CAPS"	16,665,556.10	17,015,526.29	15,729,530.73	321,196.99	963,906.11
Subtotal General Appropriations	40,924,566.45	41,274,336.64	37,496,566.07	1,389,606.78	2,387,271.33
Reserve for Uncollected Taxes	2,302,127.46	2,302,127.46	2,302,127.46		
Total General Appropriations	\$ 43,226,493.91	\$ 43,576,464.10	\$ 39,798,693.53	\$ 1,389,606.78	\$ 2,387,271.33

	REF.	A-1	A,A-1	A,A-1	A-1
Adopted Budget	A-2				
Approp. by N.J.S.A. 40A:4-87	A-2	\$ 43,226,493.91	349,970.19		
		\$ 43,576,464.10			
Disbursed	A-4	\$ 35,745,076.87			
Reserve for Uncollected Taxes	A-7	2,302,127.46			
Emergency Approp. 40A:4-47	A-8	15,000.00			
Reserve Accumulated Sick	A-11	462,776.00			
Due to Capital	A-12	870,000.00			
Due to State and Federal Grants Fund	A-12	403,713.20			
		\$ 39,798,693.53			

Note: See Notes to Financial Statements



TOWNSHIP OF PISCATAWAY  
MIDDLESEX COUNTY, NEW JERSEY

TRUST ASSESSMENT FUND  
STATEMENT OF FUND BALANCE - STATUTORY BASIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006

	<u>REF.</u>	
Balance - June 30, 2005	B	\$889.80
Balance - June 30, 2006	B	<u>\$889.80</u>

Note: See Notes to Financial Statements

TOWNSHIP OF PISCATAWAY  
MIDDLESEX COUNTY, NEW JERSEY

GENERAL CAPITAL FUND  
 BALANCE SHEET - STATUTORY BASIS  
JUNE 30, 2006 AND JUNE 30, 2005

	<u>REF.</u>	<u>BALANCE</u> <u>JUNE 30, 2006</u>	<u>BALANCE</u> <u>JUNE 30, 2005</u>
<u>ASSETS</u>			
Cash, Cash Equivalents and Investments	C- 2	\$ 58,868.64	\$ 6,494,200.52
Federal and State Grants Receivable	C- 4	1,060,000.00	686,250.00
Deferred Charges to Future Taxation:			
Funded	C- 5	23,814,000.00	26,570,000.00
Unfunded	C- 6	23,832,170.00	10,178,695.00
Due to Current Fund	C-12		207,915.98
		<u>\$ 48,765,038.64</u>	<u>\$ 44,137,061.50</u>
<u>LIABILITIES, RESERVES</u> <u>AND FUND BALANCE</u>			
General Serial Bonds	C-10	\$ 23,814,000.00	\$ 26,570,000.00
Reserve for Preliminary Expenses	C-14	919,250.00	4,000.00
Due to Current Fund	C-12	536,551.21	
Improvement Authorizations:			
Funded	C- 9	1,288,772.53	1,551,182.05
Unfunded	C- 9	9,699,472.27	6,489,521.77
Reserve for Encumbrances	C- 9	10,336,027.78	8,415,725.65
Capital Improvement Fund	C- 7	87,238.00	
Reserve Revolving Fund - Housing Rehab	C-13	571,852.63	532,179.54
Reserve for Grant Receivables	C- 4	930,000.00	
Contributions - Tree Contributions	C-16	4,204.84	25,500.00
Contributions - Off-Site Improvements	C- 8	151,265.75	23,459.25
Fund Balance	C- 1	426,403.63	525,493.24
		<u>\$ 48,765,038.64</u>	<u>\$ 44,137,061.50</u>
Bonds & Notes Authorized but not Issued	C-17	<u>\$ 23,832,170.00</u>	<u>\$ 10,178,695.00</u>

Note: See Notes to Financial Statements

TOWNSHIP OF PISCATAWAY  
MIDDLESEX COUNTY, NEW JERSEY

GENERAL CAPITAL FUND  
 STATEMENT OF FUND BALANCE - STATUTORY BASIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006

	<u>REF.</u>		
Balance - June 30, 2005	C	\$	525,493.24
Increased by:			
Cancellation of Improv. Balances	C-9		<u>146,910.39</u>
			672,403.63
Decreased by:			
Improvement Authorizations	C- 9		<u>246,000.00</u>
Balance - June 30, 2006	C	\$	<u><u>426,403.63</u></u>

Note: See Notes to Financial Statements



TOWNSHIP OF PISCATAWAY  
MIDDLESEX COUNTY, NEW JERSEY

SEWER UTILITY FUND  
COMPARATIVE BALANCE SHEET - STATUTORY BASIS  
JUNE 30, 2006 AND 2005

ASSETS	REF.	BALANCE JUNE 30, 2006	BALANCE JUNE 30, 2005	LIABILITIES, RESERVES AND FUND BALANCE	REF.	BALANCE JUNE 30, 2006	BALANCE JUNE 30, 2005
<b>Operating Fund:</b>							
Cash and Investments - Treasurer	D-5	\$ 1,675,506.06	\$ 1,858,080.62	Operating Fund:	D-4, D-11	\$ 574,519.83	\$ 764,092.48
Change Fund - Collector	D	100.00	100.00	Appropriation Reserves	D-4, D-11	93,138.08	140,042.77
Due from Sewer Capital	D-20	144,208.34	4,208.34	Reserve for Encumbrances	D-11	16,200.00	63,647.13
Due from Current Fund	D-17	763.68		Accounts Payable	D-12	3,687.50	3,947.92
				Accrued Interest Payable	D-14	6,554.08	2,325.14
				Sewer Overpayments	D-13	13,506.05	25,988.96
				Prepaid Sewer Charges			
		<u>1,820,578.08</u>	<u>1,862,388.96</u>				
<b>Receivables and Inventory With</b>							
<b>Outstanding Reserves:</b>							
Sewer Charges Receivable	D-8	173,364.70	142,270.12	Reserve for Receivables	Reserve	173,364.70	142,270.12
		<u>173,364.70</u>	<u>142,270.12</u>	Fund Balance	D-1	1,112,972.54	862,344.56
				Total Operating Fund		<u>1,993,942.78</u>	<u>2,004,659.08</u>
		<u>1,993,942.78</u>	<u>2,004,659.08</u>				
<b>Capital Fund:</b>							
Cash and Investments - Treasurer	D-5	2,382.16	522,607.21	Capital Fund:	D-15	1,045,934.99	868,834.96
Fixed Capital	D-9	11,612,561.49	11,574,561.49	Reserve for Encumbrances	D-15	54,822.87	53,002.54
Fixed Capital Authorized and Uncompleted	D-10	4,685,000.00	2,223,000.00	Improvement Authorizations:	D-21	1,918,008.02	282,153.43
				Funded	D-22	144,208.34	4,208.34
				Unfunded	D-18	330,000.00	355,000.00
				Due to Sewer Operating	D-19	1,036.00	101,036.00
				Serial Bonds Payable	D-16	11,881,561.49	11,818,561.49
				Capital Improvement Fund		894,500.00	807,500.00
				Reserve for Amortization	D-2	29,871.94	29,871.94
				Deferred Reserve for Amortization			
				Fund Balance			
		<u>16,299,943.65</u>	<u>14,320,168.70</u>	Total Capital Fund		<u>16,299,943.65</u>	<u>14,320,168.70</u>
		<u>\$ 18,293,886.43</u>	<u>\$ 16,324,827.78</u>			<u>\$ 18,293,886.43</u>	<u>\$ 16,324,827.78</u>

There were Bonds and Notes Authorized but Not Issued on June 30, 2006 in the amount of \$3,191,500.00. (Exhibit D-23)

Note: See Notes to Financial Statements

TOWNSHIP OF PISCATAWAY  
MIDDLESEX COUNTY, NEW JERSEY

Exhibit - D-1

SEWER UTILITY OPERATING FUND  
COMPARATIVE STATEMENT OF OPERATIONS AND  
CHANGE IN FUND BALANCE - STATUTORY BASIS  
FOR THE YEARS ENDED JUNE 30, 2006 AND 2005

<u>REVENUE AND OTHER INCOME</u>		<u>SFY 2006</u>	<u>SFY 2005</u>
Fund Balance Utilized	D- 3	\$ 759,178.00	\$ 1,015,248.00
Sewer Charges	D- 3	5,547,797.26	5,444,615.61
Connection Fees	D- 3	462,997.50	417,011.13
Interest on Investments	D- 3	120,122.61	82,372.82
Interest on Delinquent Accounts	D- 3	19,932.33	20,152.28
Other Credits to Income:			
Miscellaneous Revenue	D- 3	3,960.00	420.00
Unexpnd. Balance of Appropriation Reserves			
Lapsed and Reserve for Encumb. Canceled	D-11	<u>774,735.86</u>	<u>559,916.45</u>
 Total Revenues		 <u>7,688,723.56</u>	 <u>7,539,736.29</u>
 <u>EXPENDITURES</u>			
Budget and Emergency Appropriations:			
Operating	D- 4	\$ 6,502,584.24	\$ 6,471,523.00
Capital Improvements	D- 4	25,000.00	23,000.00
Debt Service	D- 4	36,583.34	37,364.58
Deferred Charges and Statutory Expend.	D- 4	114,750.00	146,100.00
Miscellaneous Expenditures		<u>4,560.00</u>	<u>4,560.00</u>
 Total Expenditures		 <u>6,678,917.58</u>	 <u>6,682,547.58</u>
 Excess/(Deficit) in Revenues		 1,009,805.98	 857,188.71
 <u>FUND BALANCE</u>			
Balance - July 1	D	<u>862,344.56</u>	<u>1,020,403.85</u>
		1,872,150.54	1,877,592.56
Decreased by:			
Utilized as Anticipated Revenue	D- 1	<u>759,178.00</u>	<u>1,015,248.00</u>
 Balance - June 30	D	 <u>\$ 1,112,972.54</u>	 <u>\$ 862,344.56</u>

Note: See Notes to Financial Statements

TOWNSHIP OF PISCATAWAY  
MIDDLESEX COUNTY, NEW JERSEY

Exhibit D-2

SEWER UTILITY CAPITAL FUND  
STATEMENT OF FUND BALANCE - STATUTORY BASIS  
FOR THE YEARS ENDED JUNE 30, 2006 AND 2005

	<u>REF</u>	
Balance June 30, 2005	D	\$ 29,871.94
Balance June 30, 2006	D	<u>\$ 29,871.94</u>

Note: See Notes to Financial Statements

TOWNSHIP OF PISCATAWAY  
MIDDLESEX COUNTY, NEW JERSEY

SEWER UTILITY OPERATING FUND  
 STATEMENT OF REVENUES - STATUTORY BASIS  
FOR THE YEAR ENDED JUNE 30, 2006

	<u>REF.</u>	2006 <u>BUDGET</u>	<u>REALIZED</u>	<u>EXCESS OR (DEFICIT)</u>
Fund Balance	D- 1	\$ 759,178.00	\$ 759,178.00	\$
Sewer Service Charges	D- 1	5,440,000.00	5,547,797.26	107,797.26
Sewer Connection Fees	D- 1	400,000.00	462,997.50	62,997.50
Interest on Investments	D- 1	80,000.00	120,122.61	40,122.61
Interest on Delinquencies	D- 1	<u>                    </u>	<u>19,932.33</u>	<u>19,932.33</u>
		<u>\$ 6,679,178.00</u>	<u>\$ 6,910,027.70</u>	<u>\$ 230,849.70</u>

Ref.                      D- 4

Analysis of Realized Revenues:

Sewer Service Charges:

Prepays Applied	D-13	25,988.96
Overpayments Applied	D-14	911.59
Collected	D- 8	<u>5,520,896.71</u>
	D- 1	<u>\$ 5,547,797.26</u>

Connection Fees:

Received by Collector		<u>462,997.50</u>
	D-1,D-6	<u>\$ 462,997.50</u>

Interest on Delinquent Accounts:

Collected		<u>\$ 19,932.33</u>
	D-1,D-6	<u>\$ 19,932.33</u>

Interest on Investments:

Collected		<u>\$ 120,122.61</u>
	D-1,D-5	<u>\$ 120,122.61</u>

Miscellaneous Revenue:

Received by Collector	D-6	\$ 300.00
Collected	D-5	<u>3,660.00</u>
	D-1	<u>\$ 3,960.00</u>

Note: See Notes to Financial Statements

TOWNSHIP OF PISCATAWAY  
MIDDLESEX COUNTY, NEW JERSEY

SEWER UTILITY OPERATING FUND  
STATEMENT OF EXPENDITURES - STATUTORY BASIS  
FOR THE YEAR ENDED JUNE 30, 2006

	2006 BUDGET	BUDGET AFTER MODIFICATION	EXPENDED			RESERVED	UNEXPENDED BALANCE CANCELLED
			PAID OR CHARGED	ENCUMBERED			
Operating:							
Salaries and Wages	\$ 1,468,484.00	\$ 1,468,484.00	\$ 1,461,311.76	\$ 93,138.08	\$ 7,172.24	\$	
Other Expenses	1,434,100.24	1,434,100.24	915,850.97		425,111.19		
Middlesex County Utilities Authority Service Charges - Contractual	3,600,000.00	3,600,000.00	3,457,763.60		142,236.40		
Capital Improvements:							
Capital Improvement Fund	25,000.00	25,000.00	25,000.00				
Debt Service:							
Payment on Bond Principle	25,000.00	25,000.00	25,000.00			260.42	
Interest on Bonds	11,843.76	11,843.76	11,583.34				
Deferred Charges and Statutory Expenditures:							
Statutory Expenditures:							
Social Security System (O.A.S.I.)	114,750.00	114,750.00	114,750.00				
Total Water & Sewer Utility Appropriations	\$ 6,679,178.00	\$ 6,679,178.00	\$ 6,011,259.67	\$ 93,138.08	\$ 574,519.83	\$ 260.42	
			D-1	D,D-1	D,D-1		
Cash Disbursements			\$ 4,829,436.86				
Due to Current Fund			1,145,239.47				
Due to Sewer Capital			25,000.00				
Accrued Interest			11,583.34				
			\$ 6,011,259.67				

Note: See Notes to Financial Statements

TOWNSHIP OF PISCATAWAY  
MIDDLESEX COUNTY, NEW JERSEY

SENIOR CITIZENS HOUSING UTILITY FUND  
COMPARATIVE BALANCE SHEET - STATUTORY BASIS  
JUNE 30, 2006 AND 2005

ASSETS	REF.	BALANCE JUNE 30, 2006	BALANCE JUNE 30, 2005	LIABILITIES, RESERVES AND FUND BALANCE	REF.	BALANCE JUNE 30, 2006	BALANCE JUNE 30, 2005
Operating Fund:							
Cash and Investments - Treasurer	E-5	\$ 770,092.96	\$ 780,886.84	Operating Fund:	E-4,E-7	\$ 16,935.99	\$ 67,101.56
Interfunds Receivable	E-15		755.84	Appropriation Reserves	E-4,E-7	71,451.07	141,507.89
				Reserve for Encumbrances	E-13	3,700.00	5,257.73
				Accounts Payable	E-8	30,324.84	31,749.84
				Accrued Interest on Bonds	E-9	97,789.42	96,421.34
				Security Deposits			
Deferred Charges:						220,201.32	342,038.36
Emergency Appropriation	E-17		18,000.00				
				Fund Balance	E-1	549,891.64	457,604.32
Total Operating Fund		770,092.96	799,642.68	Total Operating Fund		770,092.96	799,642.68
Capital Fund:				Capital Fund:			
Cash and Investments - Treasurer	E-5	326,463.49	349,782.08	Interfunds Payable	E-16		755.84
Fixed Capital	E-19	10,127,052.26	10,098,252.26	Serial Bonds Payable	E-12	1,840,000.00	1,935,000.00
Fixed Capital Authorized and Uncomplete	E-20	224,000.00	144,000.00	Improvement Authorizations: Funded	E-11	75,125.75	70,333.90
Total Capital Fund		10,677,515.75	10,592,034.34	Reserve for:			
				Encumbrances	E-11		12,054.60
				Capital Improvement Fund	E-14	249,560.00	264,860.00
				Amortization	E-10	8,287,052.26	8,163,252.26
				Deferred Amortization	E-18	224,000.00	144,000.00
				Fund Balance	E-2	1,777.74	1,777.74
				Total Capital Fund		10,677,515.75	10,592,034.34
						\$ 11,447,608.71	\$ 11,391,677.02

There were no Bonds and Notes Authorized but not Issued at June 30, 2006.

Note: See Notes to Financial Statements

TOWNSHIP OF PISCATAWAY  
MIDDLESEX COUNTY, NEW JERSEY

Exhibit - E-1

SENIOR CITIZEN HOUSING UTILITY OPERATING FUND  
COMPARATIVE STATEMENT OF OPERATIONS AND  
CHANGE IN FUND BALANCE - STATUTORY BASIS  
FOR THE YEARS ENDED JUNE 30, 2006 AND 2005

<u>REVENUE AND OTHER INCOME</u>		<u>SFY 2006</u>	<u>SFY 2005</u>
Fund Balance Utilized	E-1, E-3	\$ 90,000.00	\$ 88,690.00
Rental Income	E-3	1,100,248.12	1,075,295.23
Interest on Investments	E-3	44,556.83	22,841.94
<i>Other Credits to Income:</i>			
Non-Budget Revenue	E-3	12,014.89	6,958.00
Accured Interest			1,425.00
Accounts Payable Cancelled	E-13	1,757.73	
Emergency Funded by Ordinance	E-17	28,800.00	
Unexpend. Balance of Appropriation Reserves			
Lapsed and Reserve for Encumb. Canceled	E-7	<u>72,243.51</u>	<u>33,260.67</u>
 Total Revenues		 <u>1,349,621.08</u>	 <u>1,228,468.84</u>
 <u>EXPENDITURES</u>			
<i>Budget and Emergency Appropriations:</i>			
Operating	E-4	\$ 846,879.00	\$ 804,130.00
Capital Improvements	E-4	122,300.00	144,000.00
Debt Service	E-4	177,233.76	181,566.26
Deferred Charges and Statutory Expend.	E-4	2,921.00	3,060.00
HVAC	E-4	<u>18,000.00</u>	<u>18,000.00</u>
 Total Expenditures		 <u>1,167,333.76</u>	 <u>1,150,756.26</u>
 Excess/(Deficit) in Revenues		 182,287.32	 77,712.58
 Add: Expenditures Included Above Which are by Statute Deferred Charges to Budget of Succeeding Years		   <u>18,000.00</u>	   <u>18,000.00</u>
 Statutory Excess to Fund Balance		 182,287.32	 95,712.58
 <u>FUND BALANCE</u>			
 Balance - July 1	E	 <u>457,604.32</u>	 <u>450,581.74</u>
		639,891.64	546,294.32
 Decreased by:			
Utilized as Anticipated Revenue	E-1	<u>90,000.00</u>	<u>88,690.00</u>
 Balance - June 30	E	 <u>\$ 549,891.64</u>	 <u>\$ 457,604.32</u>

TOWNSHIP OF PISCATAWAY  
MIDDLESEX COUNTY, NEW JERSEY

SENIOR CITIZENS HOUSING UTILITY CAPITAL FUND  
 STATEMENT OF FUND BALANCE - STATUTORY BASIS  
FOR THE FISCAL YEARS ENDED JUNE 30, 2006 AND 2005

	<u>REF.</u>	
Balance - June 30, 2005	E	\$ 1,777.74
Balance - June 30, 2006	E	<u>\$ 1,777.74</u>

Note: See Notes to Financial Statements



TOWNSHIP OF PISCATAWAY  
MIDDLESEX COUNTY, NEW JERSEY

SENIOR CITIZENS HOUSING UTILITY OPERATING FUND  
 STATEMENT OF REVENUES - STATUTORY BASIS  
FOR THE YEAR ENDED JUNE 30, 2006

	<u>REF.</u>	<u>2006 BUDGET</u>	<u>REALIZED</u>	<u>EXCESS OR (DEFICIT)</u>
Fund Balance	E-1	\$ 90,000.00	\$ 90,000.00	\$
Rental Income	E-1,E-3	1,050,000.00	1,100,248.12	50,248.12
Interest on Investments	E-1,E-3		44,556.83	44,556.83
		<u>1,140,000.00</u>	<u>1,234,804.95</u>	<u>94,804.95</u>
Non-Budget Revenues	E-1,E-3		12,014.89	12,014.89
		<u>\$ 1,140,000.00</u>	<u>\$ 1,246,819.84</u>	<u>\$ 106,819.84</u>
	<u>Ref.</u>	E-4		

Analysis of Realized Revenues:

Analysis of Rental Income:

Rental Income		\$ 1,057,958.42
Surcharge for Utilities:		
Electric	27,056.88	
Gas	9,175.34	
Aircondition Surcharge	4,755.58	
Water	<u>1,302.10</u>	
		<u>42,289.90</u>
	E-3,E-5	<u>\$ 1,100,248.32</u>

Analysis of Non-Budget Revenues:

Room Rental		3,000.00
Laundromat Income		5,585.39
Returned Check Fee		80.00
Budget Refunds		<u>3,349.50</u>
	E-3,E-5	<u>\$ 12,014.89</u>

Analysis of Interest on Investments:

Senior Citizen Capital fund	E-15	\$ 9,393.36
Senior Citizen Operating Fund	E-5	<u>35,163.47</u>
	E-3	<u>\$ 44,556.83</u>

Note: See Notes to Financial Statements

TOWNSHIP OF PISCATAWAY  
MIDDLESEX COUNTY, NEW JERSEY

SENIOR CITIZENS HOUSING UTILITY OPERATING FUND  
STATEMENT OF EXPENDITURES - STATUTORY BASIS  
FOR THE YEAR ENDED JUNE 30, 2006

	2006 BUDGET	BUDGET AFTER MODIFICATION	EXPENDED			UNEXPENDED BALANCE CANCELLED
			PAID OR CHARGED	ENCUMBERED	RESERVED	
Operating:						
Salaries and Wages	\$ 39,062.62	\$ 39,062.62	\$ 39,062.62	\$	\$	
Other Expenses	807,816.38	807,816.38	719,429.32	71,451.07	16,935.99	
Debit Service:						
Payment on Bond Principle	95,000.00	95,000.00	95,000.00			
Interest on Bonds	83,700.00	83,700.00	82,233.76			1,466.24
Deferred Charges and Statutory Expenditures:						
Emergency Authorizations	18,000.00	18,000.00	18,000.00			
Statutory Expenditures:						
Social Security System (O.A.S.I.)	2,921.00	2,921.00	2,921.00			
Capital Improvements:						
Capital Improvement Fund	17,500.00	17,500.00	17,500.00			
Common Area Renovations	76,000.00	76,000.00	76,000.00			
HVAC (Emergency Appropriation)	28,800.00	28,800.00	28,800.00			
Total Senior Citizen Housing Appropriations	\$ 1,140,000.00	\$ 1,168,800.00	\$ 1,078,946.70	\$ 71,451.07	\$ 16,935.99	\$ 1,466.24
Ref.	E-3		E-1	E,E-1	E,E-1	
2006 Budget		\$ 1,140,000.00				
Emergency Appropriation	E-17		28,800.00			
		\$	1,168,800.00			
Cash Disbursements	E-5		\$ 885,212.94			
Accrued Interest on Bonds	E-8		82,233.76			
Due to Senior Citizen Housing Capital Fund -						
Capital Improvement Fund	E-15		93,500.00			
Deferred Charges	E-17		18,000.00			
			\$ 1,078,946.70			

Note: See Notes to Financial Statements

TOWNSHIP OF PISCATAWAY  
MIDDLESEX COUNTY, NEW JERSEY

STATEMENT OF GOVERNMENTAL FIXED ASSETS  
 STATUTORY BASIS  
JUNE 30, 2006 AND JUNE 30, 2005

	<u>BALANCE</u> <u>June 30, 2006</u>	<u>BALANCE</u> <u>June 30, 2005</u>
Governmental Fixed Assets:		
Land	25,510,000.00	25,262,500.00
Buildings and Improvements	17,135,100.00	17,343,000.00
Machinery and Equipments	15,914,305.00	14,480,192.00
	\$ 58,559,405.00	\$ 57,085,692.00
Total Governmental Fixed Assets	\$ 58,559,405.00	\$ 57,085,692.00
Investment in Governmental Fixed Assets	\$ 58,559,405.00	\$ 57,085,692.00

Notes: See Notes to Financial Statements

TOWNSHIP OF PISCATAWAY  
MIDDLESEX COUNTY, NEW JERSEY

NOTES TO FINANCIAL STATEMENTS – STATUTORY BASIS  
THE FISCAL YEARS ENDED JUNE 30, 2006 AND 2005

Note 1: FORM OF GOVERNMENT

The Township is managed under a Mayor-Council form of government authorized under Plan F of the "Faulkner Act of 1950". This form of government adopted in 1967 by Township voters provides for the direct election of the Mayor and seven Council members for four-year terms. This form of government provides for the administrative function of government under the Mayor, supported by a Business Administrator and various department heads and for the legislative function under the Township Council.

Note 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

Except as noted below, the financial statements of the Township of Piscataway include every board, body, officer or commission supported and maintained wholly or in part by funds appropriated by the Township of Piscataway, as required by the provisions of N.J.S.A. 40A: 5-5. Accordingly, the financial statements of the Township of Piscataway do not include the operations of the municipal library, first aid organizations, fire districts or local school district.

B. Description of Funds

The accounting policies of the Township of Piscataway conform to the accounting principles applicable to municipalities, which have been prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey. Such principles and practices are designed primarily for determining compliance with legal provisions and budgetary restrictions and as a means of reporting on the stewardship of public officials with respect to public funds. Under this method of accounting, the Township of Piscataway accounts for its financial transactions through the following separate funds:

Current Fund - resources and expenditures for governmental operations of a general nature, including fiscal activity of Federal and State Grant Programs, except as otherwise noted.

Trust Fund - The records of receipts, custodianship and disbursement of monies in accordance with the purpose for which each reserve was created. Pursuant to the provisions of N.J.S.A. 40A: 4-39, the financial transactions of the following funds and accounts are also reported within the Trust Fund:

Animal Control Trust Fund  
Unemployment Compensation Insurance Trust Fund  
Dedicated Law Enforcement Trust Fund  
Workmen's Compensation Self-Insurance Fund  
Developer's Escrow Fund  
Disposal of Forfeited Property (P.L. 1985, Ch. 135)

## Note 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D):

C. Basis of Accounting and Measurement Focus (Cont'd.)

Expenditures - For purposes of financial reporting, expenditures are recorded as "paid or charged" or "appropriation reserves". Paid or charged refers to the Township "budgetary" basis of accounting. Generally, these 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. Reserves for unliquidated encumbrances at the close of the year are reported as a cash liability. Encumbrances do not constitute expenditures under GAAP. Appropriation reserves refer to unexpended appropriation balances at the close of the year. Appropriation reserves are automatically created and recorded as a cash liability, except for amounts, which may be cancelled 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 and not recorded in the preceding fiscal year. Lapsed appropriation reserves are recorded as income. Generally, unexpended balances of budget appropriations are not recorded as expenditures under GAAP.

For the purposes of calculating the results of Current Fund operations, the regulatory basis of accounting utilized by the Township requires that certain expenditures be deferred and raised as items of appropriation in budgets of succeeding years. These deferred charges include the two general categories of overexpenditures and emergency appropriations. Overexpenditures occur when expenditures recorded as "paid or charged" exceed available appropriation balances. Emergency appropriations occur when, subsequent to the adoption of a balanced budget, the governing body authorizes the establishment of additional appropriations based on unforeseen circumstances or for other special purposes as defined by statute. Overexpenditures and emergency appropriations are deducted from total expenditures in the calculation of operating results and are established as assets for Deferred Charges on the balance sheet of the affected Fund. GAAP does not permit the deferral of overexpenditures to succeeding budgets. In addition, GAAP does not recognize expenditures based on the authorization of an appropriation. Instead the authorization of special purpose expenditures, such as the preparation of tax maps or revaluation of assessable real property, would represent the designation of fund balance. The status of deferred charges at June 30, 2006 is set forth in Note 7.

New Jersey statutes require municipalities to provide annual funding to Free Public Libraries through the Current Fund Budget. Amounts paid on behalf of the Free Public Library or transferred to the custody of the Library's management are recorded as budgetary expenditures of the Township, notwithstanding the fact that the Library is recognized as a separate entity for financial reporting purposes. Under GAAP, the Library would be recognized, as a "component unit" of the Township, and discrete reporting of the Library's financial position and operating results would be incorporated in the Township's financial statements.

Compensated Absences - The Township has adopted a written policy which sets forth the terms under which an employee may accumulate earned, but unused, vacation and sick leave, establishes the limits on such accumulations and specifies the conditions under which the right to receive payment for such accumulations vests with the employee. The Township records expenditures for payments of earned and unused vacation and sick leave in the accounting period in which the payments are made. GAAP requires that expenditures be recorded in the governmental (Current) fund in an amount that would normally be liquidated with available financial resources, and that expenditures be recorded in the enterprise (Sewer Utility and Senior Citizens Housing Utility) fund on a full accrual basis.

Note 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D):

C. Basis of Accounting and Measurement Focus (Cont'd.)

Fixed Capital - Sewer Utility and Senior Citizens Housing Utility - Capital acquisitions, including utility infrastructure costs of the Utilities are recorded at cost upon purchase or project completion in the Fixed Capital Account of the Utilities. Fixed Capital accounts are adjusted for dispositions or abandonment. The accounts include Moveable Fixed Assets of the Utilities but are not specifically identified and are considered as duplicated in the Fixed Asset Group of Accounts. The condition is considered as insignificant on its effect on the financial statements taken as a whole. Utility improvements that may have been constructed by developers and transferred to the Township are not recorded as additions to Fixed Capital. Fixed Capital of the Utilities is offset by accumulations in Amortization Reserve Accounts. The balances in the Reserve for Amortization and Deferred Reserve for Amortization accounts in the Utilities represent charges to operations for the costs of acquisitions of property, equipment and improvement and costs funded from sources other than bonded debt of the utilities.

The utilities do not record depreciation on fixed assets. GAAP does not require the establishment of a reserve for amortization for utility fixed assets, but does require the recognition of depreciation of these assets as an operating expense of the utility.

Disclosures About Fair Value of Financial Instruments

The following methods and assumptions were used to estimate the fair value of each class of financial instruments for which it is practicable to estimate that value:

Cash and cash equivalents and short-term investments - The carrying amount approximates fair value because of the short maturity of those investments.

Long-term debt - The Township's long-term debt is stated at face value. The debt is not traded and it is not practicable to determine its fair value without incurring excessive cost. Additional information pertinent to the Township's long-term debt is disclosed in Note 3 to the financial statements.

Recent Accounting Standards

GASB issued Statement No. 45, "Accounting and Financial Reporting by Employers for Post-employment Benefits" in August 2004. The statement addresses how state and local governments should account for and report their costs and obligation related to post-employment healthcare and other non-pension benefits.

GASB issued Statement No. 46, "Net Assets Restricted by Enabling Legislation" in December 2004. The statement is to help governments determine when net assets have been restricted to a particular use by the passage of enabling legislation and to specify how those net assets should be reported in the financial statements when there are charges in the circumstances surrounding such legislation.

GASB issued Statement No. 47, "Accounting for Termination Benefits" in June 2005. The statement requires employers to disclose a description of the termination benefit arrangement, the cost of the termination benefits (required in the period in which the employer becomes obligated if that information is not otherwise identifiable from information displayed on the face of the financial statements), and significant methods and assumptions used to determine termination benefit liabilities.

NOTES TO FINANCIAL STATEMENTS

Note 3: DEBT, DEBT SERVICE AND STATUTORY DEBT CONDITION - JUNE 30, 2006 AND 2005

The Local Bond Law, Chapter 40A:2 et seq, governs the issuance of bonds to finance municipal capital expenditures. The Township's debt is summarized as follows:

A. SUMMARY OF MUNICIPAL DEBT - YEAR ENDED JUNE 30, 2006 & JUNE 30, 2005

	SFY 2006	SFY 2005
<u>Issued:</u>		
General:		
Bonds and Notes	\$ 23,814,000.00	\$ 26,570,000.00
Sewer Utility:		
Bonds and Notes	330,000.00	355,000.00
Senior Citizens Housing Utility:		
Bonds and Notes	1,840,000.00	1,935,000.00
 <i>Net Debt Issued</i>	 <u>\$ 25,984,000.00</u>	 <u>\$ 28,860,000.00</u>
 <u>Authorized But Not Issued:</u>		
General:		
Bonds and Notes	23,832,170.00	10,178,695.00
Sewer Utility:		
Bonds and Notes	816,500.00	816,500.00
Senior Citizens Housing Utility:		
Bonds and Notes	-----	-----
 <i>Total Authorized But Not Issued</i>	 <u>24,648,670.00</u>	 <u>10,995,195.00</u>
 <i>Net Bonds and Notes Issued and Authorized but not Issued</i>	 <u>\$ 50,632,670.00</u>	 <u>\$ 39,855,195.00</u>

Summarized below are the Township's individual bond issues which are outstanding at June 30, 2006 and 2005

	SFY 2006	SFY 2005
<u>General Debt:</u>		
\$4,615,000, General Improvement Bonds of 1990, due in annual installments of \$350,000 to \$406,000 through December 15, 2005, interest at 6.45%		\$ 406,000.00
\$6,165,000, General Improvement Bonds of 2000, due in annual installments of \$540,000 to \$750,000 through April 1, 2011, interest at 4.375% to 4.500%	\$ 3,190,000.00	3,890,000.00

NOTES TO THE FINANCIAL STATEMENTS

Note 3: DEBT, DEBT SERVICE AND STATUTORY DEBT CONDITION (CONTD)

B. Summary of Statutory Debt Condition - Annual Debt Statement 2006 and 2005

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 of:

<u>2006</u>	<u>Gross Debt</u>	<u>Deductions</u>	<u>Net Debt</u>
Local School District Debt	\$ 41,897,000.00	\$ 41,897,000.00	-
Sewer Utility Debt	3,521,500.00	3,521,500.00	-
Senior Citizen Housing Utility Debt	1,840,000.00	1,840,000.00	-
General Debt	<u>47,646,170.00</u>		<u>47,646,170.00</u>
	<u>\$ 94,904,670.00</u>	<u>\$ 47,258,500.00</u>	<u>\$ 47,646,170.00</u>

Net Debt \$47,646,170 Divided By Average Equalized Valuation Basis per N.J.S.A. 40A:2-2 as amended \$5,038,270,505.00 = 0.95%.

Average Equalized Valuation Basis

2003 Equalized Value of Real Property	4,391,047,452.00
2004 Equalized Value of Real Property	4,942,132,295.00
2005 Equalized Value of Real Property	<u>5,781,631,768.00</u>
Average Equalized Valuation	<u>\$5,038,270,505.00</u>

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:

<u>2005</u>	<u>Gross Debt</u>	<u>Deductions</u>	<u>Net Debt</u>
Local School District Debt	\$ 35,352,000.00	\$ 35,352,000.00	-
Sewer Utility Debt	1,171,500.00	1,171,500.00	-
Senior Citizen Housing Utility Debt	1,935,000.00	1,935,000.00	-
General Debt	<u>36,748,695.00</u>		<u>36,748,695.00</u>
	<u>\$ 75,207,195.00</u>	<u>\$ 38,458,500.00</u>	<u>\$ 36,748,695.00</u>

Net Debt \$36,745,695 Divided By Average Equalized Valuation Basis per N.J.S.A. 40A:2-2 as amended \$4,409,545,283.67 = 0.83%.

Average Equalized Valuation Basis

2002 Equalized Value of Real Property	3,895,456,104.00
2003 Equalized Value of Real Property	4,391,047,452.00
2004 Equalized Value of Real Property	<u>4,942,132,295.00</u>
Average Equalized Valuation	<u>\$4,409,545,283.67</u>



Note 3: DEBT, DEBT SERVICE AND STATUTORY DEBT CONDITION (CONT'D.)

B. SUMMARY OF STATUTORY DEBT CONDITION  
ANNUAL DEBT STATEMENT (CONT'D.)

	<u>2006</u>	<u>2005</u>
Calculation of "Self-Liquidating Purpose" <u>Senior Citizen Housing Utility Per N.J.S.A. 40A:2-45</u>		
Cash Receipts from Fees, Rents or Other Charges for Year	\$1,277,377.57	\$1,195,208.17
Deductions:		
Operating and Maintenance Cost	849,800.00	807,190.00
Debt Service per Housing Account	<u>177,233.76</u>	<u>181,566.26</u>
Total Deductions	<u>1,027,033.76</u>	<u>988,756.26</u>
	<u>\$250,343.81</u>	<u>\$206,451.91</u>
Calculation of "Self-Liquidating Purpose" <u>Senior Citizen Housing Utility Per N.J.S.A. 40A:2-45 (Cont'd.)</u>		
<i>The difference between the excess in revenues for debt statement purposes and the excess in revenues on a cash basis for the Senior Citizen Housing Utility Fund is as follows:</i>		
Excess in Revenues - Cash Basis (E-1)	\$182,287.32	\$77,712.58
Add: Capital Improvement Deferred Charges	<u>122,300.00</u> <u>18,000.00</u>	<u>144,000.00</u> <u>18,000.00</u>
	322,587.32	239,712.58
Less: Reserves Lapsed	<u>72,243.51</u>	<u>33,260.67</u>
Excess in Revenue per Debt Statement	<u>\$250,343.81</u>	<u>\$206,451.91</u>

Note 4: DEFERRED COMPENSATION TRUST FUND

The Township of Piscataway, County of Middlesex Deferred Compensation Plan was established pursuant to section 457 of the Internal Revenue Code and P.L. 1977, C. 381; P.L. 1978, C. 39; P.L. 1980, C. 78; and P.L. 1997, C. 116 of the Statutes of New Jersey. The Plan is an arrangement whereby a public employer may establish a plan and permit its employees to voluntarily authorize a portion of their current salary to be withheld and invested in one or more of the types of investments permitted under the governing regulations. The Township of Piscataway, County of Middlesex has engaged a private contractor to administer the plan.

Note 5: ASSESSMENT AND COLLECTION OF PROPERTY TAXES

A taxable valuation of real property is prepared by the Tax Assessor as of October 1 in each year and filed with the County Board of Taxation by January 10 of the following year. The County Board of Taxation establishes tax rates to reflect the levy necessary for municipal, local school district, special district and county taxes.

The provisions of P.L. 1994, C. 72 changed the procedures for State fiscal year billing originally established in P.L. 1991, C. 75. Chapter 72 moves the billing calculation back on a calendar year basis, which permits tax levies to be proved more readily than before.

The formulae used to calculate tax bills under P.L. 1994, C. 72 are as follows:

The third and fourth installments, for municipal purposes, would equal one-half of an estimated annual tax levy, plus the balance of the full tax levied during the current tax year for school, county and special district purposes. The balance of the full tax for non-municipal purposes is calculated by subtracting amounts due on a preliminary basis from the full tax requirement for the tax year. The first and second installments, for municipal purposes, will be calculated on a percentage of the previous years billing necessary to bill the amount required to collect the full tax levy, plus the non-municipal portion, which represents the amount payable to each taxing district for the period of January 1 through June 30.

Taxes become delinquent if not paid on the installment dates and become subject to interest penalties of 8% to 18% of the amount delinquent. If taxes remain delinquent on or after April 1 of the succeeding fiscal year, the delinquent amount is subject to "Tax Sale" which places a tax lien on the property, and allows the holder to enforce the tax lien by collection or foreclosure. New Jersey property tax laws establish property taxes as a lien on real estate as of the first day of the fiscal year of the municipality, even though the full amount due is not known.

As County, School and Special District tax requirements are certified to the County Board of Taxation on a calendar year basis and within a time frame which precludes the certification of a municipal purpose tax certification for the calendar year, the conversion to a fiscal year has necessitated that tax bills be prepared and mailed by the Tax Collector twice annually. The law requires tax bills for the first and second installments to be delivered on or before October 1 of the pre-tax year, and bills for the third and fourth installments to be delivered on or before June 14. The statutory requirement to deliver tax bills for the first and second installments by October 1 of the pre-tax year requires that these bills utilize assessed valuations from the pre-tax year. As a result, tax bills for the third and fourth installments will also include adjustments to reflect the results of changes in assessed valuations from the pre-tax year to the current tax year.

Note 10: DEPOSITS AND INVESTMENTS

State statutes set forth deposit requirements and investments that may be purchased by local units and the Township deposits and invests its funds pursuant to its policies and an adopted cash management plan.

Deposits

New Jersey statutes permit the deposit of public funds in institutions located in New Jersey, which are insured by the Federal Deposit Insurance Corporation (FDIC) or by any other agencies of the United States that insures deposits or the State of New Jersey Cash Management Fund. New Jersey statutes require public depositories to maintain collateral for deposit of public funds that exceed insurance limits to protect deposits from loss under the provisions of the Governmental Unit Deposit Protection Act ("GUDPA"). GUDPA was enacted in 1970 to protect Governmental Units from a loss of funds on deposit with a failed banking institution in New Jersey.

N.J.S.A. 17:9-41 et. seq. establishes the requirements for the security of deposits of governmental units. The statute requires that no governmental unit shall deposit public funds in a public depository unless such funds are secured in accordance with the Act. Public depositories include Savings and Loan institutions, banks (both state and national banks) and savings banks the deposits of which are federally insured. All public depositories must pledge collateral, having a market value at least equal to five (5) percent of the average daily balance of collected public funds; or if the public funds deposited exceed 75 percent of the capital funds of the depository, the depository must provide collateral having a market value equal to 100 percent of the amount exceeding 75 percent, to secure the deposits of governmental units.

All collateral must be deposited with the Federal Reserve Bank, the Federal Home Loan Bank Board or a banking institution that is a member of the Federal Reserve System and has capital funds of not less than \$25,000,000. If a public depository fails, the collateral it has pledged, plus the collateral of all other public depositories, is available to pay the full amount of their deposits to the Governmental Units.

At June 30, 2006 and 2005, the cash and cash equivalents and investments of the Township on deposit and on-hand consisted of the following:

	<u>2006</u>	<u>2005</u>
Cash (Demand Accts.)	\$19,546,320.13	\$27,584,665.70
Change Funds (On-Hand)	<u>635.00</u>	<u>535.00</u>
Total	<u>\$19,546,955.13</u>	<u>\$27,585,200.70</u>

Based upon GASB criteria, the Township considers change funds, cash in banks, investments in certificates of deposit and State of New Jersey Cash Management Fund as cash and cash equivalents. At year-end, the carrying amount of the Township's deposits was \$19,546,955.13 and the bank balance was \$27,072,957.52. Of the bank balance, \$202,605.55 was covered by Federal depository insurance and \$26,870,351.97 was covered under the provisions of NJGUDPA.

Custodial Credit Risk – Deposits – Custodial credit risk is the risk that in the event of a bank failure, the Township's deposits may not be returned. The government does not have a specific deposit policy for custodial risk other than those policies that adhere to the requirements of statute. As of June 30, 2006, based upon the insured balances provided by the FDIC and NJGUDPA coverage, no amount of the Township's bank balance was exposed to custodial risk.

## Note 11: PENSION AND RETIREMENT PLANS

Employees of the Township of Piscataway are enrolled in one of two cost sharing multiple-employer public employee retirement systems: the Public Employees Retirement System (PERS) or the Police and Firemen's Retirement System (PFRS). The Division of Pensions in the Department of the Treasury, State of New Jersey, administers the PERS and PFRS plans. The plans are funded annually based on the projected benefit method with aggregate level normal cost and frozen initial unfunded accrued liability. The plans, which cover public employees throughout the state, do not maintain separate records for each reporting unit and, accordingly, the actuarial data for the employees of the Township who are members of the plans are not available. The contributions in SFY 2006 and 2005 were \$750,623.89 and \$634,068.33 for PERS and \$953,593.27 and \$883,683.21 for PFRS, respectively, which represents contributions from the employees that are remitted on a quarterly basis. For SFY 2006 and SFY 2005, the Township contributed amounts of \$205,288.00 and \$76,312.80 for PERS and \$730,221.60 and \$369,552.40 for PFRS.

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

## Note 12: POST-RETIREMENT HEALTH BENEFITS

The Township of Piscataway provides its retirees with health benefits, which are fully funded by the Township. These benefits are negotiated for through each bargaining unit's contract. In order to receive fully paid health benefits, retirees must have been enrolled in the Public Employees Retirement Fund for 25 years. Retirees receive the same type of health insurance coverage that they were receiving prior to retirement. There are approximately 154 retirees enrolled in health benefits programs, which are fully funded by the Township. The annual costs are determined by the provider, per approved schedules in accordance with the insured individual's age and plan status. This represents billings to the Township on an experience basis. The amount paid by the Township for retirees health benefits was \$2,040,828 and \$2,004,341 for 2006 and 2005 respectively.

## Note 13: RISK MANAGEMENT

The Township, together with other governmental units, is a member of the Central Jersey Joint Insurance Fund (the Fund). The Fund, which is organized and operated pursuant to the regulatory authority of the Departments of Insurance and Community Affairs, State of New Jersey, provides for a pooling of risks, subject to established limits and deductibles. Payments to the Fund are calculated by the Fund's governing board based upon actuarial and budgetary requirements. Each participant in the Fund is jointly and severably obligated for any deficiency in the amount available to pay all claims. The Joint Insurance fund insures against property damage, general liability, auto liability, equipment liability, public official liability, law enforcement liability and workers compensation. While additional assessments or premiums can be levied by the Fund to assure payment of the Fund's obligations, no such additional premiums have been necessary as of June 30, 2006. The Fund will be self-sustaining through member premiums, reported as an expenditure in the Township's financial statements. The Fund contracts for excess liability insurance for property damage, general liability, auto liability, equipment liability, public official liability, law enforcement liability and workers' compensation. The Township continues to carry commercial insurance for other risks of loss, principally employee health insurance.

Note 13: RISK MANAGEMENT (CONT'D):

Self-Insurance – Worker’s Compensation (Cont’d)

<u>2005</u>				
Cash Reserve <u>June 30,2004</u>	Township Appropriation	Refunds, Subrogation & Interest <u>Earnings</u>	Claims & <u>Fees Paid</u>	Cash Reserve <u>June 30,2005</u>
<u>\$58,359.32</u>	<u>\$105,000.00</u>	<u>\$305,615.18</u>	<u>\$89,752.95</u>	<u>\$379,221.55</u>

The following is an analysis of changes in the estimated reserve requirement for claims reported for all program years as at June 30, 2005:

Estimated Reserve Requirement <u>June 30,2004</u>	Estimated Reserves For Prior Period <u>Adjustment</u>	Net Claims/ <u>Fees Paid</u>	Estimated Reserve Requirement <u>June 30,2005</u>
<u>\$820,286.52</u>	<u>\$12,589.80</u>	<u>\$89,752.95</u>	<u>\$743,123.37</u>

New Jersey Unemployment Compensation Insurance – The Township has elected to fund its New Jersey Unemployment Compensation Insurance under the “Benefit Reimbursement Method”. Under this plan, the Township is required to reimburse the New Jersey Unemployment Trust Fund for benefits paid to its former employees and charged to its account with the State. The District is billed quarterly for amounts due to the State. Following is a summary of Township appropriations, interest earning and remittances to the State for the current and prior year:

State Fiscal <u>Year</u>	Township <u>Appropriation</u>	Employee <u>Contribution</u>	Interest <u>Earnings</u>	Amounts <u>Reimbursed</u>	Ending <u>Balance</u>
2006	\$5,000.00	-0-	\$2,906.53	\$53,627.15	\$55,229.55
2005	105,000.00	-0-	916.86	106,297.83	100,950.17
2004	30,000.00	-0-	708.04	67,359.35	60,330.85
2003	-0-	-0-	1,843.73	55,576.00	96,982.16
2002	-0-	-0-	4,114.24	41,347.00	150,714.43

Note 16: SUBSEQUENT EVENTS

During the period subsequent to the balance sheet date, through the date of the auditor's report, the Township has issued bonds and authorized capital improvement projects, which provide for the issuance of bonds and notes to finance the costs thereof, as follows:

SFY 2007 Bonds

General Improvement Bonds	\$15,500,000.00
Sewer Utility Bonds	2,146,500.00

SFY 2007 Programs/Projects:

<u>Project</u>	<u>Total</u>	<u>Bond/Notes Authorized</u>
Acquisition of Land	\$320,000	\$ 304,000
Various Capital Improvements	8,520,000	8,156,500
Various Capital Improvements	2,260,000	2,147,000
Senior Housing	130,000	
Various Capital Improvements Sewer Utility	<u>1,700,000</u>	<u>1,700,000</u>
	<u>\$12,930,000</u>	<u>\$12,307,500</u>

TOWNSHIP OF PISCATAWAY  
MIDDLESEX COUNTY, NEW JERSEY

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PART II - SUPPLEMENTARY DATA AND SCHEDULES  
SINGLE AUDIT SECTION  
SUPPLEMENTAL FINANCIAL STATEMENTS  
SUPPLEMENTARY DATA  
GENERAL COMMENTS AND RECOMMENDATIONS

SINGLE AUDIT SECTION



**HODULIK & MORRISON, P.A.**  
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MEMBERS OF:  
AMERICAN INSTITUTE OF CPA'S  
NEW JERSEY SOCIETY OF CPA'S  
REGISTERED MUNICIPAL ACCOUNTANTS OF N.J.

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

Honorable Mayor and Members  
of the Township Council  
Township of Piscataway  
County of Middlesex, New Jersey

We have audited the financial statements of the Township of Piscataway as of and for the year ended June 30, 2006, and have issued our report thereon dated April 19, 2007. Our report was qualified because of the departure from accounting principles generally accepted in the United States of America as disclosed in Note 2. We conducted our audit in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States and audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the Township of Piscataway's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide an opinion on the internal control over financial reporting. However, we noted certain matters involving the internal control over financial reporting and its operation that we consider to be reportable conditions. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control over financial reporting that, in our judgment, could adversely affect the Township's ability to record, process, summarize, and report financial data consistent with the assertions of management in the financial statements. These reportable conditions are described within the General Comment section of the Report of Audit.

A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are considered to be material weaknesses. However, we believe none of the reportable conditions described above is a material weakness.

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REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH MAJOR  
PROGRAM AND INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE  
WITH OMB CIRCULAR A-133 AND NEW JERSEY OMB CIRCULAR 04-04

Honorable Mayor and Members  
of the Township Council  
Township of Piscataway  
County of Middlesex, New Jersey

Compliance

We have audited the compliance of the Township of Piscataway with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* and the *New Jersey State Aid/Grant Compliance Supplement* that are applicable to each of its major state programs for the year June 30, 2006. The Township of Piscataway's major state programs are identified in the "Summary of Auditor's Results Section" of the accompanying schedule of findings and questioned costs. Compliance with the requirement of laws, regulations, contracts and grants applicable to each of its major state programs is the responsibility of the Township of Piscataway's management. Our responsibility is to express an opinion on the Township of Piscataway's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey; OMB Circular A-133, "Audits of States, Local Governments, and Non-Profit Organizations" and New Jersey OMB Circular 04-04. Those standards and circulars require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major state program occurred. An audit includes examining, on a test basis, evidence about the Township of Piscataway's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on Township of Piscataway's compliance with those requirements.

SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS  
AND STATE FINANCIAL ASSISTANCE

Township of Piscataway  
 County of Middlesex  
 Schedule of Expenditures of Federal Awards  
 Year Ended June 30, 2006

Federal Funding Department	CFDA Number	Total Award	Grant Year	2006		Cumulative Disbursements/Cancelled Expenditures
				Cash Receipts	Expenditures	
<i>Department of Housing and Urban Development:</i>						
Community Development Block Grants	14.228	\$406,408.86	SFY 05	\$906.80	\$19,020.24	\$397,712.76
Community Development Block Grants	14.228	373,358.00	SFY 06	51,220.40	126,161.42	126,161.42
<i>Department of Justice:</i>						
Homeland Security	16.607	80,000.00	SFY 05		79,178.00	79,178.00
Bullet Proof Vest Partnership	16.579	5,500.00	SFY 04	5,500.00	3,143.62	5,500.00
Multi Jurisdictional Task Force	16.579	16,126.83	SFY 05			6,626.83
Multi Jurisdictional Task Force	16.579	3,000.00	SFY 06	3,000.00	3,000.00	3,000.00
<i>Department of Law and Public Safety:</i>						
COPS in Shop	20.605	3,600.00	SFY 05		800.00	3,600.00
COPS in Shop	20.605	7,000.00	SFY 06	3,400.00	2,800.00	2,800.00
Juvenile Accountability Grant	16.523	12,854.00	SFY 04		904.00	12,854.00
Juvenile Accountability Grant	16.523	9,630.00 (1)	SFY 06		5,097.35	5,097.35
				\$64,027.20	\$240,104.63	\$642,530.36

(1) Includes match of \$963.00

Township of Piscataway  
County of Middlesex

Schedule of Expenditures of State Financial Assistance

Year Ended June 30, 2006

State Funding Department or Division	State Account Number	Total Award	Grant Year	2006		Cumulative Disbursements/ Cancelled Expenditures
				Cash Receipts	Cancelled Expenditures	
<i>Department of Law &amp; Public Safety;</i>						
<i>Division of Highway Traffic Safety:</i>						
Aggressive Driver Enforcement Fund	066-1160-100-127	\$12,000.00	SFY 06	\$12,000.00		\$12,000.00
Child Passenger Safety Education Grant	SO04-20-01-01	6,600.00	SFY 05	2,909.93		6,209.93
Body Armor Replacement Fund	066-1020-718-001	8,710.67	SFY 05	8,503.72		8,503.72
Body Armor Replacement Fund	066-1020-718-001	8,199.06	SFY 06	8,199.06		1,665.00
Click it or Ticket it	OP05-45-04-02	4,000.00	SFY 06	4,000.00		4,000.00
Drunk Driving Enforcement Fund	6400-100-078-6400	7,660.03	SFY 05	2,216.76		4,734.89
Drunk Driving Enforcement Fund	6400-100-078-6400	7,736.01	SFY 06	7,736.01		1,990.15
State Local Preparedness Grant	066-1020-100-354	15,000.00	SFY 04			14,851.28
State Local Preparedness Grant	066-1020-100-354	50,000.00	SFY 05	5,000.00		50,000.00
You Drink, You Drive, You Lose	066-1160-100-125	5,000.00	SFY 06	5,000.00		5,000.00
Safe and Secure Communities Program	066-1020-100-232	60,000.00	SFY 06	60,000.00		60,000.00
<i>Department of Environmental Protection:</i>						
Clean Communities Grant	042-4900-765-005	11,061.77	SFY 03			11,061.77
Clean Communities Grant	042-4900-765-005	40,275.64	SFY 04	3,478.70		40,275.64
Clean Communities Grant	042-4900-765-005	83,282.86	SFY 05	45,140.27		45,140.27
Clean Communities Grant	042-4900-765-005	43,523.88	SFY 06	43,523.88		
Recycling Tonnage Grant	042-4900-752-001	94,573.69	SFY 02			94,292.44
Recycling Tonnage Grant	042-4900-752-001	28,790.34	SFY 04			28,040.34
Recycling Tonnage Grant	042-4900-752-001	36,088.87	SFY 05			
Recycling Tonnage Grant	042-4900-752-001	25,121.40	SFY 06	25,121.40		
<i>Department of State Library:</i>						
Infotlink - Regional Library Organization	N/A	1,774.00	SFY 06	1,774.00		1,774.00
Library Enhancement Grant	2005-0915	2,250.00	SFY 05		0.64	2,250.00
Mini Grant Library	N/A	2,500.00 (1)	SFY 06	1,125.00		1,653.00
<i>Middlesex County Downtown and Business District Improvement</i>						
Middlesex City Economic Development	N/A	68,630.00	SFY 05	13,286.68		19,800.33
<i>Office of Information Technology</i>						
Enhanced 911 Grant	082-2034-100-050	48,201.00	SFY 06	48,201.00		48,201.00
<i>National Recreation and Park Association</i>						
NFL Youth Grant	2005NFL	5,000.00	SFY 06	5,000.00		5,000.00

Township of Piscataway  
County of Middlesex

Schedule of Expenditures of State Financial Assistance

Year Ended June 30, 2006

State Funding Department or Division	State Account Number	Total Award	Grant Year	2006		Cumulative Disbursements/ Cancelled Expenditures
				Cash Receipts	Cancelled Expenditures	
<u>Department of Community Affairs:</u>						
Karma Foundation	N/A	930.00	SFY 06	930.00		918.55
Statewide Livable Communities Columbus Park	N/A	200,000.00	SFY 05		3,921.68	3,921.68
Middlesex City Cultural Heritage Grant	N/A	2,800.00	SFY 05	350.00	751.03	2,800.00
Middlesex City Cultural Heritage Grant	N/A	1,500.00	SFY 06	1,500.00		1,500.00
National Recreation Park Association Tennis	050205 USTA	1,000.00	SFY 05		380.00	1,000.00
Domestic Violence Program	022-8030-100-093	5,460.00	SFY 03		967.35	4,484.98
Domestic Violence Program	022-8030-100-093	5,000.00	SFY 05		1,127.20	4,987.20
<u>Department of Health and Senior Services:</u>						
Public Health Priority Funding	046-4230-100-307	31,290.00	SFY 05	10,085.00		31,230.00
Public Health Priority Funding	046-4230-100-307	34,011.00	SFY 06	22,674.00		15,986.00
Public Health for Bio Terrorism	046-4230-100-360	3,000.00	SFY 05		2,737.00	2,737.00
Public Health for Bio Terrorism	046-4230-100-360	3,000.00	SFY 06	3,000.00		
Tobacco Age of Sale	046-4240-100-130	1,380.00	SFY 06	840.00		1,380.00
<u>Department of Transportation:</u>						
NJDOT - Ethel Road Project	N/A	180,000.00	SFY 98		968.41	169,819.78
NJDOT - Centennial Ave.	N/A	250,000.00	SFY 01		296.39	247,805.47
NJDOT - North Randolphville Road	N/A	225,000.00	SFY 02			166,620.51
NJDOT - Kermit Sirois Bikeway Extension	N/A	175,000.00	SFY 03		34,397.31	139,572.92
NJDOT - Grant Plainfield Ave.	N/A	520,000.00	SFY 04		251,850.16	266,562.60
Smart Future Grant	N/A	75,000.00	SFY 05			7,118.23
Transportation Enhancement Grant	N/A	200,000.00	SFY 05			18,981.94
NJDOT - New Market Dam	N/A	331,805.00	SFY 01	331,805.00		331,805.00
Bikeway Extension Grant	03-480-078-6320-AG9-6010	175,000.00	SFY 03	175,000.00		175,000.00
NJDOT - Meiners House Project	N/A	197,024.00	SFY 04		54,050.00	59,250.00
<u>County Offices on Alcoholism, Drug Abuse and Addiction Services:</u>						
Municipal Alliance Program	082-2000-100-044	103,471.00	SFY 05	44,368.65		103,471.00
Municipal Alliance Program	082-2000-100-044	57,484.00	SFY 06	12,555.61		16,823.48
<u>Department of Treasury</u>						
Building Construction - Community Center	N/A	600,000.00	SFY 05		361,000.00	361,000.00
<u>Economic Development Authority:</u>						
Hazardous Discharge Grant	N/A	140,570.00	SFY 02			86,844.66
				\$828,698.54	\$969.05	\$2,688,064.76

(1) Includes match of \$1,000.00

TOWNSHIP OF PISCATAWAY  
COUNTY OF MIDDLESEX, NEW JERSEY

NOTES TO SCHEDULE OF EXPENDITURES OF  
FEDERAL AWARDS AND  
STATE FINANCIAL ASSISTANCE  
JUNE 30, 2006

NOTE 1: GENERAL

The accompanying schedules of financial assistance present the activity of all federal and state financial assistance programs of the Township of Piscataway. The Township is defined in Note 1(A) to the financial statements. Federal financial assistance received directly from federal agencies, as well as federal financial assistance passed through other government agencies in is included on the schedule of federal financial assistance.

NOTE 2: BASIS OF ACCOUNTING

The accompanying schedule of expenditures of state financial assistance is presented using the basis of accounting as described in Note 2 to the Township's financial statements.

NOTE 3: RELATIONSHIP TO GENERAL FINANCIAL STATEMENTS

Amounts reported in the accompanying schedules agree with amounts reported in the Township's financial statements.

NOTE 4: RELATIONSHIP TO FEDERAL AND STATE FINANCIAL REPORTS

Amounts reported in the accompanying schedules agree with the amounts reported in the related state financial reports, where required.

TOWNSHIP OF PISCATAWAY  
MIDDLESEX COUNTY, NEW JERSEY  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006

Section 1 - Summary of Auditor's Results

**Financial Statements**

Type of auditor's report issued: Unqualified

Internal Control over financial reporting:

1) Material weakness(es) identified? \_\_\_\_\_ Yes X No

2) Reportable condition(s) identified that are not considered to be material weaknesses? X Yes \_\_\_\_\_ No

Noncompliance material to financial statements noted? \_\_\_\_\_ Yes X No

**Federal Awards - Not Applicable**

Internal Control over major programs:

1) Material weakness(es) identified? \_\_\_\_\_ Yes \_\_\_\_\_ No

2) Reportable condition(s) identified that are not considered to be material weaknesses? \_\_\_\_\_ Yes \_\_\_\_\_ No

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

Any audit findings disclosed that are required to be reported in accordance with section.510(a) of Circular A-133? \_\_\_\_\_ Yes \_\_\_\_\_ No

Identification of major programs:

<u>CFDA Number(s)</u>	<u>Name of Federal Program or Cluster</u>
_____	_____
_____	_____
_____	_____

Dollar threshold used to distinguish between Type A and B programs: \_\_\_\_\_

Auditee qualified as low-risk auditee? \_\_\_\_\_ Yes \_\_\_\_\_ No



TOWNSHIP OF PISCATAWAY  
MIDDLESEX COUNTY, NEW JERSEY  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006

Section II - Financial Statement Findings

Reportable Conditions:

2006-01 Segregation of Duties

Conditions exist whereby the same individual may collect, record and/or deposit/turnover or may have access to cash receipts collections and functions in the following offices/departments: Municipal Court, Police Department, Municipal Clerk's Office, Cable TV, Recreation Department, Engineering Department, Planning & Zoning Department, Inspection Fees Office, Registrar of Vital Statistics and Health Department.

2006-02 Supervisory Reviews and Approvals -Tax/Sewer Utility Collectors Office

Conditions exist whereby tax and sewer utility transaction postings, entries and error corrections may not be reviewed and approved prior to recording/posting by the Collector of Revenue.

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

NONE

CURRENT FUND

CURRENT FUND  
SCHEDULE OF CASH

	<u>Ref.</u>		
Cash Balance June 30, 2005	A		\$ 12,413,863.97
Increased by Cash Receipts			
Collector	A-5	114,778,261.13	
Due from State of State of NJ - Ch. 20	A-6	453,191.57	
Revenue Accounts Receivable	A-9	12,936,781.11	
Miscell. Revenue Not Anticipated	A-9	373,521.88	
Various Payables	A-11	363,023.00	
Various Reserves	A-11	729,536.03	
Interfunds Receivable	A-12	2,538,810.61	
Total Cash Receipts.....			132,173,125.33
			144,586,989.30
Decreased by Disbursements			
Refund of Prior Year Revenue	A-1	69,793.98	
SFY 2006 Appropriations	A-3	35,745,076.87	
SFY 2005 Approp. Reserves	A-10	1,374,854.30	
Various Payables	A-11	417,587.92	
Various Reserves	A-11	2,240,629.67	
Interfunds Payable	A-12	4,178,813.33	
County Tax	A-13	15,795,893.86	
Fire District Tax	A-13	2,180,690.50	
Local School District Tax	A-13	70,894,042.00	
Tax Overpayments	A-14	258,807.13	
Total Cash Disbursements.....			133,156,189.56
Cash Balance June 30, 2006.....	A		\$ 11,430,799.74

SCHEDULE OF DUE FROM STATE OF NEW JERSEY -  
FOR ALLOWABLE DEDUCTIONS PER CHAPTER 20, P.L. 1976  
CURRENT FUND

	<u>REF.</u>		
Balance - June 30, 2005	A		\$ 186,311.83
Increased by:			
Allowable Deductions per Tax Billings	A- 6	441,328.25	
2006 Sr. Citizens and Vet. Ded. Allowed by Collector	A- 6	<u>14,000.00</u>	<u>455,328.25</u>
			641,640.08
Decreased by:			
Collected	A- 6	453,191.57	
2006 Sr. Citizens and Vet. Ded. Disallowed by Collector	A- 6	<u>19,953.99</u>	<u>473,145.56</u>
Balance - June 30, 2006	A		<u>\$ 168,494.52</u>
Analysis of Sr. Citizens & Veterans <u>Deductions Allowed - 2006 Taxes</u>			
Per Tax Billings	A- 6		\$ 441,328.25
Allowed (Disallowed) by Tax Collector (Net)	A- 6		<u>(5,953.99)</u>
	A-7		<u>\$ 435,374.26</u>

CURRENT FUND  
SCHEDULE OF PROPERTY TAXES RECEIVABLE AND LEVY ANALYSIS

	Ref.	Total	SFY 06 Prepaid	SFY 06 Current	SFY 05 Delinquent	Arrears	Tax Liens	Property Acquired for Taxes
Balance 6/30/05		\$ 4,059,525.75	\$ (126,474.56)	\$ -	\$ 1,268,267.62	\$ 23,425.21	\$ 276,906.44	\$ 2,617,401.04
Billings / Levy:								
Original Levy	A-7	114,709,930.54		114,709,930.54				
Added & Omitted	A-7	606,133.90		606,133.90	3,685.27			
Added by Assessor		3,685.27						
Canceled Taxes		(602,609.09)		(592,596.90)	(2,174.08)	(7,838.11)		
Transfers		-		(20,155.60)			20,155.60	
Tax Lien		-						
Revenue								
Sr Citizens & Vets	A-6	(441,328.25)		(441,328.25)				
Original Levy	A-6	5,953.99		5,953.99				
Allowed/Disallowed	A-5	(114,073,533.50)		(112,780,329.48)	(1,269,778.81)	(23,425.21)		
Cash Receipts	A-14	(24,465.14)		(24,465.14)				
Transferred to Overpayments	A-7	-		(126,474.56)				
Prepaid Abated		-						
Balance 6/30/06		\$ 4,243,293.47	\$ -	\$ 1,336,668.50	\$ -	\$ -	\$ 289,223.93	\$ 2,617,401.04
Analysis of SFY 2006 Property Tax Levy:	Ref.		A	A, A-7	A	A	A	A
Tax Yield:								
General Purpose Tax		\$ 114,709,930.54						\$ 435,374.26
Added Taxes		606,133.90						112,804,794.62
		\$ 115,316,064.44						126,474.56
	A-7							633,995.83
								114,000,639.27
								2,302,127.46
								116,302,766.73
								(88,870,626.36)
								\$ 27,432,140.37
Delinquent Taxes Realized:								
SFY 05 Collections		\$ 1,269,778.81						
Arrears Collections		23,425.21						
	A-1, A-2	\$ 1,293,204.02						

Tax Levy	Ref.	Current Taxes Realized:
Local School District Tax	A-13	Sr. Citizens & Vets
County Tax	A-13	Cash Receipts
County Open Space	A-13	Prepayments
Due County - Added & Omitted	A-13	Excess Non-Municipal Billings
Special District Taxes	A-13	Subtotal
Local Tax for Municipal Purposes	A-2	Res. For Uncoll. Tax
Add. Additional Tax Levied		Allocated to School and County
		\$ 115,316,064.44

CURRENT FUND  
SCHEDULE OF NONBUDGET REVENUES & VARIOUS ACCOUNTS RECEIVABLES

	6/30/05	Accrued/ Adjustments	Cash Receipts	6/30/06
<b>Revenue Accounts Receivable:</b>				
Licenses - Other		\$ 95,511.00	\$ (95,511.00)	\$ -
Alcoholic Beverage License		53,670.00	(53,670.00)	-
Fees and Permits		400,113.76	(400,113.76)	-
Fines and Costs - Municipal Court	\$ 82,369.35	904,606.20	(896,395.06)	90,580.49
Construction Code Fees		805,570.00	(805,570.00)	-
Interest on Investments and Deposits		1,517,166.19	(1,517,166.19)	-
Hotel and Motel Tax		295,742.40	(295,742.40)	-
Library Fines		36,000.00	(36,000.00)	-
State Aid		8,712,118.00	(8,712,118.00)	-
Cable TV Franchise Fees		111,179.00	(111,179.00)	-
Property Rentals			-	-
Reserve Trust Fund			-	-
Pool Fees			-	-
Uniform Fire Safety Act		67,904.77	(67,904.77)	
A-2	82,369.35	12,999,581.32	(12,991,370.18)	90,580.49
<b>Non - Budget Revenue:</b>				
Administrative Fees Outside Jobs		98,499.02	(98,499.02)	-
Bad Check Fee/Bank error		804.00	(804.00)	-
Bid Specifications		7,125.00	(7,125.00)	-
Delinquent Fees		3,360.00	(3,360.00)	-
DMV Inspection Fines		15,474.13	(15,474.13)	-
Fireworks		13,350.00	(13,350.00)	-
Flu Shots		4,589.14	(4,589.14)	-
Grants cancelled		252.22	(252.22)	-
Housing Inspections		17,944.00	(17,944.00)	-
In Lieu of Taxes		8,501.20	(8,501.20)	-
Insurance Refund - Administration		14,764.14	(14,764.14)	-
IRS Refund		5,344.20	(5,344.20)	-
Meter Refund		3,894.00	(3,894.00)	-
Miscellaneous		47,374.68	(47,374.68)	-
Miscellaneous Refunds		27,250.35	(27,250.35)	-
Outstanding Checks Canceled		24,240.77	(24,240.77)	-
Photo Copies		25,400.30	(25,400.30)	-
Picnic		1,315.00	(1,315.00)	-
Restitutions		9,303.00	(9,303.00)	-
Scrap Metal		24,234.90	(24,234.90)	-
Senior Citizen/Veterans Administration Fees		9,063.83	(9,063.83)	-
Swimming Pool		1,006.00	(1,006.00)	-
Tax Search		70.00	(70.00)	-
Theatre Tickets		10,362.00	(10,362.00)	-
A-1, A-2	-	373,521.88	(373,521.88)	-
<b>Total.....</b>	<b>\$ 82,369.35</b>	<b>\$ 13,373,103.20</b>	<b>\$ (13,364,892.06)</b>	<b>\$ 90,580.49</b>
<u>Ref.</u>	A	Reserve		A
<b>Analysis of Miscellaneous Revenues:</b>				
Account Receivable Collections	A-4		\$ 12,936,781.11	
Interest on Investments-General Capital Fund	A-12		54,589.07	
Subtotal			12,991,370.18	
Non-Budget Revenue	A-4		373,521.88	
			<b>\$ 13,364,892.06</b>	

TOWNSHIP OF PISCATAWAY  
MIDDLESEX COUNTY, NEW JERSEY

CURRENT FUND  
STATEMENT OF APPROPRIATION RESERVES - SFY 2005  
FOR THE YEAR ENDED JUNE 30, 2006

	BALANCE JUNE 30, 2005	ENCUMBERED JUNE 30, 2005	BALANCE AFTER MODIFICATION	PAID OR CHARGED	BALANCE LAPSED
Operations Within "CAPS"					
<u>General Government</u>					
Township Council	\$ 4,578.09	\$ 537.00	\$ 5,115.09	\$ 5,053.10	\$ 61.99
Other Expenses	3,686.39		3,686.39		3,686.39
Township Clerk	1,122.98	50.00	1,172.98	809.24	363.74
Salaries and Wages					
Other Expenses					
Elections					
Other Expenses	61,673.01		61,673.01	51,265.87	10,407.14
<u>Administration</u>					
Department of Administration					
Salaries and Wages	184.66		184.66		184.66
Other Expenses	9,603.48	16,981.00	26,584.48	23,679.17	2,905.31
Division of Personnel					
Salaries and Wages	27.58		27.58		27.58
Other Expenses	17,465.61	4,020.00	21,485.61	6,060.00	15,425.61
Computer Center					
Salaries and Wages	710.44		710.44		710.44
Other Expenses	19,237.35	24,826.86	44,064.21	22,341.98	21,722.23
Division of Purchasing					
Salaries and Wages	88.69		88.69		88.69
Other Expenses:					
Postage (All Departments)	29,855.05		29,855.05		29,855.05
Duplicating (All Departments)	4,815.98	5,296.00	10,111.98	4,030.70	6,081.28
Miscellaneous Other Expenses	3,882.37	277.01	4,159.38	140.53	4,018.85
Municipal Land Use (N.J.S.A. 40:55 D-1):					
Planning Board					
Salaries and Wages	16,555.09	774.51	17,329.60	(384.17)	384.17
Other Expenses				4,449.01	12,880.59
Zoning Board					
Other Expenses	14,922.06	142.00	15,064.06	250.50	14,813.56

TOWNSHIP OF PISCATAWAY  
MIDDLESEX COUNTY, NEW JERSEY

CURRENT FUND  
STATEMENT OF APPROPRIATION RESERVES - SFY 2005  
FOR THE YEAR ENDED JUNE 30, 2006

	BALANCE JUNE 30, 2005	ENCUMBERED JUNE 30, 2005	BALANCE AFTER MODIFICATION	PAID OR CHARGED	BALANCE LAPSED
Operations Within "CAPS" (Cont'd)					
Celebration of Public Events					
Other Expenses	1,071.31	8,064.00	9,135.31	8,064.00	1,071.31
Cable TV Studio					
Salaries and Wages	3,311.92		3,311.92		3,311.92
Other Expenses	9,292.41	2,390.42	11,682.83	2,384.02	9,298.81
<u>Finance and Revenue</u>					
Department of Finance					
Salaries and Wages	1,516.69		1,516.69	142.97	1,373.72
Other Expenses	7,988.60	5,236.35	13,224.95	5,227.61	7,997.34
Annual Audit		50,000.00	50,000.00	50,000.00	
Division of Assessment					
Salaries and Wages	8,237.01		8,237.01		8,237.01
Other Expenses	6,589.06	4,760.42	11,349.48	9,367.23	1,982.25
Division of Revenue					
Salaries and Wages	13,192.94		13,192.94		13,192.94
Other Expenses	1,351.84	300.36	1,652.20	712.36	939.84
Insurance					
Other Insurance Premium	11,441.00		11,441.00		11,441.00
Municipal Court					
Salaries and Wages	3,208.05		3,208.05	866.51	2,341.54
Other Expenses	4,685.83	4,160.30	8,846.13	4,576.15	4,269.98
<u>Law</u>					
Department of Law					
Other Expenses	22,009.96	5,888.43	27,898.39	27,898.39	
<u>Public Safety</u>					
Uniform Fire Safety Act					
Salaries and Wages	258.61		258.61		258.61
Other Expenses	27.33	7,252.27	7,279.60	6,865.02	414.58
Animal Control					
Other Expense	3,300.00		3,300.00		3,300.00



TOWNSHIP OF PISCATAWAY  
MIDDLESEX COUNTY, NEW JERSEY

CURRENT FUND  
STATEMENT OF APPROPRIATION RESERVES - SFY 2005  
FOR THE YEAR ENDED JUNE 30, 2006

	BALANCE JUNE 30, 2005	ENCUMBERED JUNE 30, 2005	BALANCE AFTER MODIFICATION	PAID OR CHARGED	BALANCE LAPSED
<b>Operations Within "CAPS" (Cont'd)</b>					
Division of Schools Crossing Guards	5,940.71		5,940.71	119.44	5,821.27
Salaries and Wages	0.50	1,064.00	1,064.50	1,064.00	0.50
Other Expenses					
Division of Police	42,875.13		42,875.13	2,712.80	40,162.33
Salaries and Wages	20,120.05	80,994.08	101,114.13	67,736.20	33,377.93
Other Expenses					
<b>Public Works</b>					
Department of Public Works	94,226.59		94,226.59		94,226.59
Salaries and Wages	24,442.48	7,849.72	32,292.20	8,273.38	24,018.82
Other Expenses					
Division of Engineering	17,189.48		17,189.48		17,189.48
Salaries and Wages	29,269.50	25,240.77	54,510.27	32,160.77	22,349.50
Other Expenses					
Division of Planning	994.17		994.17		994.17
Salaries and Wages	24,096.32	2,104.94	26,201.26	5,092.96	21,108.30
Other Expenses					
Public Buildings and Grounds	20,295.10		20,295.10	8,216.46	12,078.64
Salaries and Wages	35,131.28	32,354.26	67,485.54	31,672.04	35,813.50
Other Expenses					
Division of Property Maintenance	21,709.12		21,709.12	6,209.62	15,499.50
Salaries and Wages	86,441.97	165,858.87	252,300.84	168,954.26	83,346.58
Other Expenses					
Division of Streets	93,652.09		93,652.09	10,739.57	82,912.52
Salaries and Wages	79,259.66	52,760.98	132,020.64	52,459.97	79,560.67
Other Expenses					
Snow Removal					
Salaries and Wages					
Other Expenses					
All Utilities	158,788.21	20,414.21	20,414.21	20,414.21	98,868.17
Salaries and Wages	25,163.78	296,804.62	455,592.83	356,724.66	13,768.78
Other Expenses	36,191.65	79,842.67	116,034.32	11,395.00	36,304.90

TOWNSHIP OF PISCATAWAY  
MIDDLESEX COUNTY, NEW JERSEY

CURRENT FUND  
STATEMENT OF APPROPRIATION RESERVES - SFY 2005  
FOR THE YEAR ENDED JUNE 30, 2006

	BALANCE JUNE 30, 2005	ENCUMBERED JUNE 30, 2005	BALANCE AFTER MODIFICATION	PAID OR CHARGED	BALANCE LAPSED
<u>Operations Within "CAPS" (Cont'd)</u>					
Slide Trees	30,000.00		30,000.00	30,000.00	
Other Expenses					
Division of Sanitation - Sewer System	11,220.35	3,787.58	15,007.93	3,787.58	11,220.35
Other Expenses					
Solid Waste Collection	24,882.59		24,882.59	10,416.75	14,465.84
Salaries and Wages	7,703.16	3,094.58	10,797.74	3,094.58	7,703.16
Other Expenses					
Recycling Program					
Salaries and Wages	25,004.78	90,698.78	115,703.56	96,000.20	19,703.36
Other Expenses	30,000.00		30,000.00	23,773.06	6,226.94
Municipal Services Act					
<u>Health and Welfare</u>					
Department of Health	11,053.36		11,053.36	463.15	10,590.21
Salaries and Wages	5,663.16	6,567.95	12,231.11	6,454.17	5,776.94
Other Expenses					
Division of Public Assistance	14.00		14.00		14.00
Salaries and Wages					
Other Expenses					
Office on Aging	1,633.00		1,633.00	1,633.00	
Salaries and Wages	25,576.46	28,435.56	54,012.02	25,985.91	28,026.11
Other Expenses	500.00		500.00		500.00
Aid to American Cancer Society					
Kiddie Keep Well - Contribution					
Kiddie Keep Well - Contribution					
<u>Recreation and Education</u>					
Department of Recreation	9,920.77		9,920.77	8,062.97	1,857.80
Salaries and Wages	40,293.46	25,170.73	65,464.19	28,682.05	36,782.14
Other Expenses					
Swimming Pool	8,320.03		8,320.03		8,320.03
Other Expenses					
Youth Center	1,007.54		1,007.54	652.68	354.86
Salaries and Wages	2,849.55	17,861.83	20,711.38	17,772.40	2,938.98
Other Expenses					

TOWNSHIP OF PISCATAWAY  
MIDDLESEX COUNTY, NEW JERSEY

CURRENT FUND  
STATEMENT OF APPROPRIATION RESERVES - SFY 2005  
FOR THE YEAR ENDED JUNE 30, 2006

	BALANCE JUNE 30, 2005	ENCUMBERED JUNE 30, 2005	BALANCE AFTER MODIFICATION	PAID OR CHARGED	BALANCE LAPSED
<u>Operations Within "CAPS" (Cont'd)</u>					
<u>Uniform Construction Code</u>					
Division of Inspections	3,389.30		3,389.30	1,120.16	2,269.14
Salaries and Wages	15,384.03	3,056.55	18,440.58	3,034.46	15,406.12
Other Expenses					
Boards and Commissions	12,838.28	3,173.31	16,011.59	4,164.61	11,846.98
Other Expenses					
Total Operations Within "CAPS"	1,368,933.00	1,088,092.92	2,457,025.92	1,362,572.68	1,094,453.24
Total Operation Including Contingent	1,368,933.00	1,088,092.92	2,457,025.92	1,362,572.68	1,094,453.24
<u>Deferred Charges and Statutory Expenditures - Municipal Within "CAPS"</u>					
STATUTORY EXPENDITURES:					
Contribution to:					
Social Security System	45,496.74		45,496.74	7,053.73	38,443.01
Consolidated Police & Firemen's Pension Fund	10,000.00		10,000.00	6,936.34	3,063.66
Total Deferred Charges and Statutory Expenditures Within "CAPS"	55,496.74		55,496.74	13,990.07	41,506.67
Total General Appropriations Within "CAPS"	1,424,429.74	1,088,092.92	2,512,522.66	1,376,562.75	1,135,959.91

TOWNSHIP OF PISCATAWAY  
MIDDLESEX COUNTY, NEW JERSEY

CURRENT FUND  
STATEMENT OF APPROPRIATION RESERVES - SFY 2005  
FOR THE YEAR ENDED JUNE 30, 2006

	BALANCE JUNE 30, 2005	ENCUMBERED JUNE 30, 2005	BALANCE AFTER MODIFICATION	PAID OR CHARGED	BALANCE LAPSED
<u>OPERATIONS EXCLUDED FROM "CAPS"</u>					
Maintenance of Free Public Library	12,419.63	173,334.48	185,754.11	175,351.81	10,402.30
9-1-1 Emergency Telecommunications Services					
Salaries and Wages	1,759.13		1,759.13	1,424.67	334.46
Other Expenses	27,539.39	192.39	27,731.78	2,094.71	25,637.07
Division of Emergency Management					
Salaries and Wages	5,167.98		5,167.98	14,898.06	5,167.98
Other Expenses	2,051.90	14,980.55	17,032.45		2,134.39
Insurance					
Group Insurance for Employees	191,977.30		191,977.30	3,210.00	188,767.30
Other Insurance Premiums	147,962.14	9,185.61	157,147.75	9,185.61	147,962.14
Police & Firemen's Retirement System	447.60		447.60	447.60	
Public Employees Retirement System	0.20		0.20	0.20	
MCUA Recycling Program	40,977.62	172,036.52	213,014.14	172,125.38	40,888.76
MCUA Solid Waste Agreement		13,901.42	13,901.42	13,901.42	
Edison Animal Control Contract	13,800.00		13,800.00		13,800.00
Middlesex County Nursing Services	9,040.00		9,040.00		9,040.00
UNDMJ Agreements	367.00		367.00		367.00
Public and Private Programs Offset by Revenues					
Matching Fund for Grants	18,303.00		18,303.00		18,303.00
Total Operations - Excluded from "CAPS"	471,812.89	383,630.97	855,443.86	392,639.46	462,804.40
<u>Capital Improvements - Excluded from "CAPS"</u>					
Land Acquisition	86,934.00		86,934.00		86,934.00
Total Capital Improvements - Excluded from Caps	86,934.00		86,934.00		86,934.00
Total General Appropriations for Municipal Purposes Excluded from "CAPS"	558,746.89	383,630.97	942,377.86	392,639.46	549,738.40
Total General Appropriations	\$ 1,983,176.63	\$ 1,471,723.89	\$ 3,454,900.52	\$ 1,769,202.21	\$ 1,685,698.31
	REF	A	A		A-1
Cash Disbursed	A-4			\$ 1,374,854.30	
Transfer to Accounts Payable	A-11			394,347.91	
				\$ 1,769,202.21	

CURRENT FUND  
SCHEDULE OF CHANGES IN VARIOUS ACCOUNTS PAYABLES & RESERVES

	6/30/05	Transfer from/(to) Budget	Cash Receipts	Cash Disbursements	Adjustments	6/30/06
Accounts Payable:						
Vendor Accounts Payable.....	\$ 188,061.21	\$ 394,347.91	\$ 363,023.00	\$ (73,606.92)	\$ (379,050.39)	\$ 129,751.81
State of New Jersey 3rd Party Fees	26,560.00			(343,981.00)		45,602.00
Subtotal	214,621.21	394,347.91	363,023.00	(417,587.92)	(379,050.39)	175,353.81
Reserve for:						
Tax Appeals Pending	1,628,503.00			(1,067,939.29)	939,436.29	1,500,000.00
FEMA - Hurricane Floyd	34,183.12					34,183.12
Lien Redemption	509.53		310,900.08	(277,914.27)		33,495.34
PCTV	59,096.89	(55,000.00)				22,232.89
Library State Aid	61,629.00		61,841.00	(61,629.00)		61,841.00
Third Party Inspections	141,259.35		217,406.00	(218,534.00)		140,131.35
Sale of Municipal Assets	185,395.19		1.00			185,396.19
Tree Replacement	48,251.35			(614,613.11)		48,251.35
Unfunded Severance Liability	629,679.33	462,776.00				477,842.22
Fire Districts	0.25					0.25
Snow Reimbursement	73,103.29		110,301.95			183,405.24
FEMA - 911 Tragedy	4,604.81					4,604.81
Demolition	7,084.73					7,084.73
Police Equipment			10,950.00			10,950.00
Non-Municipal Excess Billing SFY 05	710,431.00			(633,995.83)		76,435.17
Subtotal	3,583,730.84	407,776.00	729,536.03	(2,240,629.67)	305,440.46	2,785,853.66
Total.....	\$ 3,798,352.05	\$ 802,123.91	\$ 1,092,559.03	\$ (2,658,217.59)	\$ (73,609.93)	\$ 2,961,207.47
	Ref	A	A-4	A-4	A	A
Appropriation Reserves						
A-10	\$	394,347.91				
A-3		462,776.00				
A-2		(55,000.00)				
Renitized as Revenue						
		\$ 802,123.91				
Fund Balance						
Reserve for Taxes					\$ 560,385.90	
					(633,995.83)	
					\$ (73,609.93)	

CURRENT FUND  
STATEMENT OF INTERFUNDS RECEIVABLE/PAYABLE

Interfunds	6/30/05	Cash Receipts	Cash Disbursements	Budget Revenues	Budget Appropriations	Adjustments	6/30/06
Animal Control Fund.....	1,300.00		\$ (1,300.00)				\$ -
General Capital Fund.....	207,915.98	\$ 94,982.50	(1,654,860.62)	\$ 870,000.00		(54,589.07)	(536,551.21)
Sewer Operating Fund.....		1,146,003.15	(1,145,239.47)				763.68
Grant Fund.....	237,338.90	852,411.38	(1,131,618.93)	(390,253.20)	403,713.20	(0.64)	(28,409.29)
Trust - Other Fund.....	(199,619.27)	445,413.58	(245,794.31)				-
<b>Total.....</b>	<b>\$ 246,935.61</b>	<b>\$ 2,538,810.61</b>	<b>\$ (4,178,813.33)</b>	<b>\$ (390,253.20)</b>	<b>\$ 1,273,713.20</b>	<b>\$ (54,589.71)</b>	<b>\$ (564,196.82)</b>
		Ref					
Receivables	A	\$ (199,619.27)					\$ (564,960.50)
Payables	A	<u>446,554.88</u>		A-2	A-3		<u>763.68</u>
		<b>\$ 246,935.61</b>					<b>\$ (564,196.82)</b>
Interest Due from General Capital	A-9					\$ (54,589.07)	
Grants Appropriated Cancelled	A-1					<u>(0.64)</u>	
						<b>\$ (54,589.71)</b>	

CURRENT FUND  
SCHEDULE OF TAXES PAYABLE

	06/30/05	Taxes Levied	Cash Disbursements	06/30/06
County - General.....	-	14,151,099.13	(14,151,099.13)	-
County - Open Space.....	-	1,558,398.81	(1,558,398.81)	-
County - Added & Omitted.....	-	86,395.92	(86,395.92)	-
Local School District Taxes.....	-	70,894,042.00	(70,894,042.00)	-
Fire District Taxes.....	-	2,180,690.50	(2,180,690.50)	-
<b>Total.....</b>	<b>-</b>	<b>88,870,626.36</b>	<b>(88,870,626.36)</b>	<b>-</b>
<u>Ref.</u>	A	A-1,A-7	A-4	A

SCHEDULE OF STATE AND FEDERAL GRANTS RECEIVABLE  
GRANT FUND

BUDGET YEAR	GRANTS	SFY 2006		CHP 159	CANCELLED	COLLECTED	BALANCE JUNE 30, 2006
		BUDGET REVENUE REALIZED	BALANCE JUNE 30, 2005				
SFY 2001	NJDOT - New Market Dam Rehab.	\$	\$ 331,805.00	\$		\$ 331,805.00	\$ -
SFY 2002	Inazardous Discharge Grant		80,974.65				80,974.65
SFY 2003	History Grant		500.00				500.00
	Bike Way Extension		175,000.00			175,000.00	-
SFY 2004	Bullet Proof Vest Partnerships		5,500.00			5,500.00	-
	DCA Smart Growth		28,287.00			(31,713.00)	60,000.00
	Juvenile Accountability Grant		3,997.99			3,997.99	-
	Middlesex County Business District Improvements		51,472.50				51,472.50
	NJDOT - Mellars House Project		39,641.00				39,641.00
	NJDOT - Mellars House Project		157,383.00			31,713.00	125,670.00
	State Local Preparedness Grant		15,000.00				15,000.00
	Urban Forestry Grant		6,162.50				6,162.50
SFY 2005	Child Passenger Safety		3,320.00			2,909.93	410.07
	Click It or Ticket		4,000.00			4,000.00	-
	Cops in Shop Grant		3,600.00		3,600.00		-
	Domestic Violence Program		5,000.00			350.00	5,000.00
	Middlesex County Cultural Heritage Grant		350.00				-
	Municipal Alliance Activities Program		44,368.65			44,368.65	-
	Municipal Stormwater Regulation		5,155.00				5,155.00
	Public Health Priority Funding		10,085.00			10,085.00	-
	Recycling Enhancement Grant		25,000.00				25,000.00
	Statewide Local Domestic Preparedness Equipment		50,000.00				50,000.00
	Stelton Road Streetscape Improvements		200,000.00				200,000.00
	Tobacco Age of Sale		300.00			300.00	-
SFY 2006	Aggressive Driver		12,000.00			12,000.00	-
	Alcohol Education Rehab Program			1,414.85		1,414.85	-
	Body Armor Replacement Grant			8,199.06		8,199.06	-
	Clean Communities Grant			43,523.88		43,523.88	-
	Click It or Ticket Grant			4,000.00		4,000.00	-
	COPS in Shop		3,400.00	3,600.00		3,400.00	3,600.00
	Drunk Driving Enforcement Fund		7,736.01			7,736.01	-
	Drunk Driving Enforcement Fund - DWI Middlesex Count		2,100.00			2,100.00	-
	Enhanced 9-1-1 Grant		48,201.00			48,201.00	-
	Info-Link Library Grant			1,774.00		1,774.00	-
	Juvenile Accountability Incentive Block Grant		8,667.00	930.00		930.00	8,667.00
	Karma Foundation Grant						-



SCHEDULE OF STATE AND FEDERAL GRANTS RECEIVABLE  
GRANT FUND

BUDGET YEAR	GRANTS	BALANCE JUNE 30, 2005	SFY 2006 BUDGET REVENUE REALIZED	CIP 159	CANCELLED	COLLECTED	BALANCE JUNE 30, 2006
SFY 2006	Middlesex County Cultural Heritage			1,500.00		1,500.00	-
	Mini Grant Library			1,500.00		1,125.00	375.00
	Multi Jurisdictional Task Force			3,000.00		3,000.00	-
	Municipal Alliance Program			45,987.00		13,555.61	32,431.39
	Municipal TDM Award			7,500.00		5,000.00	7,500.00
	NFL Youth Grant		5,000.00				-
	Pandemic Influenza Grant			1,708.00			1,708.00
	Public Archives & Record Infrastructure Support (PARI)			39,500.00			39,500.00
	Public Health for Bio Terrorism			3,000.00		3,000.00	-
	Public Health Priority Funding			34,011.00		22,674.00	11,337.00
	Recycling Tonnage Grant			25,121.40		25,121.40	-
	Safe & Secure Communities Program			60,000.00		60,000.00	-
	Tobacco Age of Sale Enforcement		1,380.00	10,500.00		840.00	540.00
	Traffic Records Grant						10,500.00
	You Drink, You Drive, You Lose			5,000.00		5,000.00	-
		\$ 1,246,902.29	\$ 40,283.01	\$ 349,970.19	\$ 3,600.00	\$ 852,411.38	\$ 781,144.11

Ref. A

A-16

Total Revenue Realized \$ 390,253.20

GRANT FUND  
STATEMENT OF INTERFUNDS RECEIVABLE/ PAYABLE

	6/30/05	Budget Revenues	Budget Appropriations	Adjustments	6/30/06
Interfunds					
Current Fund	(\$237,338.90)	\$ 390,253.20	\$ (403,713.20)	\$ 279,208.19	\$ 28,409.29
Total.....	(\$237,338.90)	\$ 390,253.20	\$ (403,713.20)	\$ 279,208.19	\$ 28,409.29
	Ref.	A	A-15	A-17	A
Cash Receipts	A-15			\$ (852,411.38)	
Grants Receivable Cancelled	A-15			(3,600.00)	
Grants Appropriated Cancelled	A-17			3,600.64	
Cash Disbursements	A-17			<u>1,131,618.93</u>	
				<u>\$ 279,208.19</u>	

SCHEDULE OF STATE AND FEDERAL GRANTS - APPROPRIATED  
GRANT FUND

BUDGET YEAR/PROGRAM	ENC		TOTAL TRANSFERRED FROM FY 2006 BUDGET	PAID OR CHARGED	CANCELLED	ENC JUNE 30 2006	BALANCE JUNE 30 2006
	JUNE 30 2005	JUNE 30 2005					
SFY 2001							
Public Relations Beautification		699.00		654.00			500.95
SFY 2002							
Recycling Tonnage Grant	281.25						281.25
Hazardous Discharge Grant	53,725.34						53,725.34
SFY 2003							
Clean Communities Program	3,336.19	142.51		3,478.70			-
Domestic Violence Program	1,942.37	541.53		967.35			975.02
Drunk Driving Enforcement Fund							541.53
History Grant	3,000.00						3,000.00
NJDOT Grant - Park Avenue		1,660.46		528.00		1,132.46	-
SFY 2004							
Bullet Proof Vest Partnership	3,143.62			3,143.62			-
Clean Communities Program	1,000.00			1,000.00			-
Juvenile Accountability	904.00			904.00			-
NJDOT Melias House Project	22,613.00	11,828.00		34,441.00			-
NJDOT Melias House Project	157,583.00	750.00		19,609.00		6,628.00	131,146.00
Recycling Tonnage Grant	1,518.72					750.00	-
State and Local All Hazards Emergency	3,500.00						1,518.72
State Local Cooperative Housing	148.72						3,500.00
State Local Preparedness Grant	17,125.00						148.72
Urban Forestry Grant	485.60	215.00				215.00	17,125.00
Walmart Safe Neighborhood Heroes							485.60
SFY 2005							
Alcohol Education Rehabilitation Fund	3,265.82						3,265.82
Body Armor Replacement Fund	8,710.67			8,503.72			206.95
Child Passenger Safety	2,251.44			1,861.37			390.07
Clean Communities Program	43,307.89	39,974.97		45,140.27			38,142.59
Community Center Building Construction	600,000.00			600,000.00			-
Cops in Shop Grant	1,000.00			800.00		200.00	-
Domestic Violence Program	1,140.00			1,127.20			12.80
Drunk Driving Enforcement Grant	5,141.90			5,141.90			-
Holland Security Pass Through Grant	80,000.00			79,178.00			822.00
Library Enhancement Grant	2.64			2.00		0.64	-
Middlesex County Cultural Heritage Grant	751.03			751.03			-
Multi Jurisdictional Task Force	6,501.83			(2,998.17)		9,500.00	-
Municipal Alliances Activities Program	34,627.93	14,652.94		49,280.87			-
Municipal Stormwater Regulation	20,619.00						20,619.00
National Recreation Park Association Tennis		380.00		380.00			-
Public Health for BioTerrorism	263.00	2,737.00		2,737.00			263.00
Public Health Priority Funding	10,145.00	6,280.00		16,365.00			60.00

SCHEDULE OF STATE AND FEDERAL GRANTS - APPROPRIATED  
GRANT FUND

BUDGET YEAR/PROGRAM	BALANCE JUNE 30, 2005	ENC JUNE 30 2005	TOTAL TRANSFERRED FROM FY 2006 BUDGET	CH. 159	PAID OR CHARGED	CANCELLED	ENC JUNE 30 2006	BALANCE JUNE 30, 2006
SFY 2005								
Recycling Enhancement Grant	25,000.00							25,000.00
Recycling Tonnage Grant	36,988.87							36,988.87
Sports Illustrated SportsTown	5,000.00							5,000.00
Statewide Livable Communities	200,000.00							196,078.32
Statewide Local Domestic Preparedness Equipment	50,000.00							-
SFY 2006								
Aggressive Driver			12,000.00					-
Alcohol Education Rehab Program			1,414.85					1,414.85
Body Armor Replacement Grant			8,199.06					6,534.06
Clean Communities Grant			43,523.88					43,523.88
Click It or Ticket Grant			4,000.00					-
COPS in Shop			3,600.00			3,400.00		800.00
Drunk Driving Enforcement Fund			3,400.00				108.00	8,563.00
DDEF - DWI Middlesex County			7,736.01		(934.99)			-
Enhanced 9-1-1 Grant			2,100.00					-
Info-Link Library Grant			48,201.00					-
Juvenile Accountability Incentive Block Grant			1,774.00					-
Grant			8,667.00				363.00	4,169.65
Match			963.00					-
Kappa Foundation Grant			930.00					11.45
Middlesex County Cultural Heritage			1,500.00					-
Mini Grant Library								847.00
Grant			1,500.00					-
Match			1,000.00					-
Multi Jurisdictional Task Force			1,000.00					-
Municipal Alliance Program			3,000.00					-
Municipal TDM Award			57,484.00				3,499.04	37,161.48
NFL Youth Grant			7,500.00					262.00
Pandemic Influenza Grant			5,000.00					-
Public Archives & Record Infrastructure Support (PARIS)			1,708.00					1,708.00
Public Health for Bio Terrorism			39,500.00				39,500.00	-
Public Health Priority Funding			3,000.00					3,000.00
Recycling Tonnage Grant			34,011.00				4,451.80	13,574.00
Safe & Secure Communities Program			25,121.40					25,121.40
Tobacco Age of Sale Enforcement			60,000.00					-
Traffic Records Grant			10,500.00				1,000.00	-
You Drink, You Drive, You Lose			5,000.00					-
	\$ 1,402,475.78	\$ 81,765.41	\$ 41,246.01	\$ 362,467.19	\$ 1,131,618.93	\$ 3,600.64	\$ 67,146.50	\$ 685,588.32
Ref.	A	A			A-16	A-16	A	A
Total Budgeted Appropriations			\$ 403,713.20					

TRUST FUND

ANALYSIS OF TRUST ASSESSMENT CASH AND INVESTMENTS

	BALANCE <u>JUNE 30. 2005</u>	BALANCE <u>JUNE 30. 2006</u>
Fund Balance	\$ 889.80	\$ 889.80
	<hr/>	<hr/>
	<u>\$ 889.80</u>	<u>\$ 889.80</u>
<u>Ref.</u>	B	B

SCHEDULE OF ESCROW FUND DEPOSITS AND RESERVES  
TRUST OTHER FUNDS

<u>Purpose</u>	<u>Balance</u> <u>06/30/05</u>	<u>Increases</u>	<u>Decreases</u>	<u>Balance</u> <u>06/30/06</u>
1. Engineering Fees	\$ 1,500.00	\$	\$	\$ 1,500.00
2. Engineering & Inspections Fees (over \$5,000)	374,461.91	119,989.01	133,238.77	361,212.15
3. YB Developers \$5,000	136,607.53	51,187.17	87,344.90	100,449.80
4. Performance Bonds (over \$10,000)	227,216.58	87,061.50	3,484.00	223,732.58
5. CB Planning Board (over \$5,000)	184,520.53	101,197.24	81,330.61	190,251.42
6. CB Planning Board (under \$5,000)	170,395.37	11,476.58	60,116.88	211,475.73
7. CB Developers Interest	18,136.79	-	28,628.40	984.97
8. CB Operating	203,307.29	33,928.49	25,591.11	211,644.67
9. CB Performance (under \$5,000)	<u>1,845,512.62</u>	<u>1,064,367.74</u>	<u>238,642.57</u>	<u>2,671,237.79</u>
10. YB Developers	<u>\$ 3,161,658.62</u>	<u>\$ 1,469,207.73</u>	<u>\$ 658,377.24</u>	<u>\$ 3,972,489.11</u>

Ref.

B

B-3

B-3

B

GENERAL CAPITAL FUND



SCHEDULE OF CASH AND INVESTMENTS - TREASURER  
GENERAL CAPITAL FUND

	<u>REF.</u>		
Balance - June 30, 2005	C		\$ 6,494,200.52
Increased by Receipts:			
State and Federal Grant Receivable	C - 4	556,250.00	
Contributions - Off-Site Improvements	C - 8	144,997.50	
Community Foundation	C-11	680,000.00	
Due to Current Fund - Interest Earned	C-12	108,769.13	
Due to Current Fund	C-12	1,654,860.62	
Reserves for CDBG - Housing Rehab	C-13	39,673.09	
Grant Fund	C-15	<u>600,000.00</u>	
			<u>3,784,550.34</u>
			10,278,750.86
Decreased by Disbursements:			
Improvement Authorizations	C - 9	9,779,657.00	
Due to Current Fund - Interest Disbursed	C-12	54,180.06	
Preliminary Expenses	C-14	364,750.00	
Developer's Tree Contribution	C-16	<u>21,295.16</u>	
			<u>10,219,882.22</u>
Balance - June 30, 2006	C		<u><u>\$ 58,868.64</u></u>

ANALYSIS OF GENERAL CAPITAL CASH AND INVESTMENTS  
GENERAL CAPITAL FUND

ORD. NO.	IMPROVEMENT AUTHORIZATIONS	RECEIPTS				DISBURSEMENTS		BALANCE JUNE 30, 2006	
		BALANCE JUNE 30, 2005	SERIAL BONDS	MISCEL-LANEOUS	IMPROV. AUTHOR.	MISCEL-LANEOUS	TRANSFERS		
							FROM		TO
Fund Balance		\$ 525,493.24							
Capital Improvement Fund									
Contributions - Off-Site Improvements		23,459.25		144,997.50			\$ 246,000.00	\$ 146,910.39	
Contributions - Tree Contributions		25,500.00					824,025.00	911,263.00	
Federal & State Grants Receivable		(686,250.00)		556,250.00			58,996.00	151,265.75	
Revolving Fund - Housing Rehab		532,179.54		39,673.09		21,295.16	1,030,000.00	4,204.84	
Reserve for Preliminary Expenses		4,000.00						(1,060,000.00)	
Due from Grant Fund				600,000.00		364,750.00	600,000.00	1,280,000.00	
Due to Current Fund		(207,915.98)		1,763,629.75		54,180.06	1,024,543.79	59,561.29	
Due from Community Foundation				680,000.00			680,000.00		
Reserve for Grant Receivables								930,000.00	
Reserve for Encumbrances		8,415,725.65					8,415,725.65	10,336,027.78	
ORD. NO.	IMPROVEMENT AUTHORIZATIONS								
90-38	Housing Rehab Program	120,557.25			17,875.00		120,557.25	65,490.32	
98-1	Various Improvements	18,966.77			6,759.28		22,890.65	26,208.28	
99-26	Various Improvements	4,120.58			3,784.07		25,285.03	29,069.10	
01-01	Various Improvements	2,733.00					108,543.14	108,543.14	
01-30	Various Improvements						1,760.72		
01-31	Various Park Improvements	5,466.85			7,227.57		80,591.67	186,435.82	
01-32	Various Improvements	84,947.51			104,360.18		322,014.74	332,322.67	
02-25	Various Capital Improvements	29,996.16			(50,955.47)		968.80		
02-24	Various Park Improvements						9,532.03		
02-18	Various Capital Improvements	512.34					32,858.95		
03-10	Acquisition of Land				668.25		6,374.00		
03-32	Master Plan				32,626.00		214,367.44		
03-39	Various Capital Improvements	293,642.46					8,191.50		
04-04	Various Capital Improvements				850,104.93		36,184.90		
04-05	Various Capital Improvements				5,235.96		41,805.00		
04-15	Purchase of Land	127,845.40			274,379.25		74,623.98		
04-51	Various Capital Equipments	41,805.00					5,419,441.68		
04-52	Various Capital Projects	122,385.30			31,280.28		247,402.98		
05-11	Various Capital Projects	(3,689,173.23)			5,165,592.13		524,377.70		
05-13	Various Capital Projects	494,930.00			235,803.15		13,817,346.84		
05-11, 06-14	Various Capital Projects	203,273.43			1,055,771.86		17,996.00		
05-26	Various Capital Improvements				802,628.17		7,319.68		
06-04	Purchase of Land				179,680.32		3,120,863.14		
06-04	Various Capital Improvements				1,038,840.07		55,000.00		
06-21	Demolition of Structures					5,017.50	200,000.00		
		\$ 6,494,300.52	\$ -	\$ 3,784,550.34	\$ 9,779,657.00	\$ 440,235.22	\$ 37,198,732.87	\$ 37,198,732.87	
								\$ 58,868.64	

SCHEDULE OF VARIOUS GRANTS, LOANS AND OTHER RECEIVABLES

	Balance June 30, 2005	Increases	Decreases	Balance June 30, 2006
State of NJ DOT - Municipal Road Program	\$118,750.00		\$56,250.00	\$62,500.00
State of NJ DOT - Plainfield Ave.	500,000.00		500,000.00	-
State of NJ DOT - Mtn. Ave.	67,500.00	330,000.00		67,500.00
NJ D.O.T. Grant - West 4th street		600,000.00		330,000.00
State of NJ - Green Acres: - Halper		50,000.00	50,000.00	600,000.00
Homeland Security Grant		50,000.00	50,000.00	-
Emergency Preparedness Grant		50,000.00	50,000.00	-
	<u>\$686,250.00</u>	<u>\$1,030,000.00</u>	<u>\$656,250.00</u>	<u>1,060,000.00</u>
	Ref.	C		C
Reserve for Grants Receivable		\$930,000.00		
Improvement Authorizations		<u>100,000.00</u>		
		<u>\$1,030,000.00</u>		
Cash Receipts			\$556,250.00	
Due to Current Fund			<u>100,000.00</u>	
			<u>\$656,250.00</u>	

Receivables:

SCHEDULE OF DEFERRED CHARGES TO FUTURE TAXATION - UNFUNDED  
GENERAL CAPITAL FUND

ORD. NUMBER	IMPROVEMENT DESCRIPTION	BALANCE JUNE 30, 2005	SFY 2006 AUTHORIZATION	IMPROV. AUTHOR. BALANCE CANCELED	BALANCE JUNE 30, 2006	ANALYSIS OF BALANCE JUNE 30, 2006	
						EXPENDITURES	UNEXPENDED IMPROVEMENT AUTHORIZATIONS
99-26	Various Improvements	3,000.00		3,000.00	-		-
04-52	Various Capital Improvements	9,612,225.00	617,500.00		10,229,725.00	9,183,519.51	1,046,205.49
05-11	Various Capital Projects	563,470.00			563,470.00		563,470.00
05-41	Various Capital Improvements		10,578,475.00		10,578,475.00	3,379,475.01	7,198,999.99
06-04	Various Capital Improvements		2,460,500.00		2,460,500.00	1,569,703.21	890,796.79
		<u>\$ 10,178,695.00</u>	<u>\$ 13,656,475.00</u>	<u>\$ 3,000.00</u>	<u>\$ 23,832,170.00</u>	<u>\$ 14,132,697.73</u>	<u>\$ 9,699,472.27</u>

Ref

C

C-9

C-9

C

SCHEDULE OF IMPROVEMENT AUTHORIZATIONS  
GENERAL CAPITAL FUND

ORD NUMBER	IMPROVEMENT DESCRIPTION	DATE	ORDINANCE		BALANCE - JUNE 30, 2003		2006 AUTHOR	ENCUM- BRANCES PAYABLE JUNE 30, 2003	ENCUM- BRANCES PAYABLE JUNE 30, 2006	PAID OR CHARGED	BALANCE - JUNE 30, 2006	
			AMOUNT	UNFUNDED	FUNDED	UNFUNDED						
99-27-26	Housing Rehabilitation Program	Various	\$ 669,150 00	\$ 120,557 25	\$ -	17,107 09	17,107 09	17,875 00	43,691 44	-	-	
99-26 02-26	Various Improvements	01/06/00	1,075,000 00	18,956 77	3,000 00	55,489 32	55,489 32	5,783 56	6,759 28	2,733 00	2,733 00	
01-01	Various Improvements	12/23/99	1,810,500 00	4,120 58	-	23,208 26	23,208 26	29,069 10	3,784 07	-	-	
01-30-02-27	Various Improvements	01/23/01	3,191,809 00	2,733 00	-	108,543 14	108,543 14	25,285 02	-	-	-	
01-31	Various Park Improvements	12/18/01	-	5,466 85	-	1,760 72	1,760 72	80,591 67	7,227 57	-	(0 00)	
01-32-02-28	Various Improvements	12/18/01	-	84,947 51	-	186,435 82	186,435 82	604,360 48	86,431 48	-	-	
02-25/03-23	Various Capital Improvements	12/03/02	1,250,000 00	29,996 16	-	243,378 91	228,053 48	50,955 47	96,277 06	-	-	
02-24	Various Park Improvements	12/17/02	1,500,000 00	512 34	-	9,532 03	9,532 03	668 25	512 34	-	-	
02-18	Various Capital Improvements	11/26/02	237,000 00	-	-	32,858 95	32,190 70	32,626 00	-	-	-	
03-10/04-29	Acquisition of Land	03/04/03	275,000 00	-	-	39,080 00	6,374 00	850,104 93	661,187 47	-	-	
03-32	Mastler Plan	9/23/2003-03/18/04	75,000 00	293,642 46	-	1,432,017 38	214,367 44	5,235 96	-	-	-	
03-39	Various Capital Improvements	11/06/03	-	127,845 40	-	36,164 90	8,191 50	274,379 25	45,131 40	-	-	
04-01	Various Capital Improvements	01/06/04	-	41,805 00	-	33,360 98	33,360 98	31,280 28	50,396 04	-	-	
04-05	Various Capital Improvements	01/06/04	-	122,385 30	-	4,801,941 68	4,801,941 68	5,165,592 13	1,046,205 49	-	-	
04-15	Purchase of Land Block 1601 W 4th	02/17/04	-	464,230 00	5,933,051 77	650,000 00	4,440,687 53	235,803 15	55,723 87	-	-	
04-52, 05-10	Various Capital Projects	12/21/04	10,229,725 00	203,273 43	563,470 00	44,000 00	247,402 98	1,055,771 86	106,705 93	-	-	
05-11	Various Capital Projects	03/15/05	2,786,000 00	-	-	1,481,582 06	524,377 70	802,628 17	-	-	-	
05-13	Various Capital Projects	05/03/05	11,240,500 00	-	-	11,240,500 00	3,238,871 84	17,996 00	7,198,999 99	-	-	
05-17, 06-14	Various Capital Improvements	3/17/2005, 11/29/05	17,996 00	-	-	7,319 68	7,319 68	179,680 32	890,796 79	-	-	
05-26	Purchase of Land	09/20/05	187,000 00	-	-	187,000 00	660,363 14	1,038,840 07	-	-	-	
05-30	Various Capital Improvements	10/04/05	2,590,000 00	200,000 00	-	55,000 00	55,000 00	5,017 50	139,982 50	-	-	
05-01	Various Capital Improvements	01/03/06	200,000 00	-	-	-	-	9,784,674 50	1,288,772 53	-	-	
06-21	Demolition of Structures	04/23/06	200,000 00	-	-	14,885,496 00	10,336,027 78	9,775,657 00	9,699,472 27	-	-	
				\$ 1,551,182 05	\$ 6,489,821 77	\$ 14,885,496 00	\$ 8,415,735 65	\$ 10,336,027 78	\$ 1,288,772 53	\$ 9,699,472 27	\$ 9,699,472 27	
								\$ 146,910 39				
								3,000 00				
								41,263 00				
								41,805 00				
									5,017 50			
										\$ 237,978 39	\$ 9,784,674 50	

SCHEDULE OF GENERAL SERIAL BONDS  
GENERAL CAPITAL FUND

PURPOSE	DATE OF ISSUE	ORIGINAL ISSUE	MATURITIES OF BONDS OUTSTANDING	INTEREST RATE	BALANCE	
					JUNE 30, 2005	JUNE 30, 2006
General Improvements	12/15/90	\$4,606,000.00			\$ 406,000.00	\$ -
General Improvements	04/01/98	6,165,000.00	04/01/07	4.500%	3,890,000.00	3,190,000.00
			04/01/08	4.500%		
			04/01/09	4.500%		
			04/01/10-11	4.500%		
General Improvements Refunding Bonds,	08/01/01	2,370,500.00	08/01/06	4.500%	990,000.00	490,000.00
General Improvement Bonds	10/15/01	5,765,000.00	10/15/06	3.500%	5,015,000.00	4,765,000.00
			10/15/07	3.750%		
			10/15/08	3.875%		
			10/15/09-11	4.000%		
			10/15/12	4.000%		
			10/15/13	4.125%		
General Improvement Bonds	02/01/02	7,520,000.00	10/15/14-15	4.250%		
			10/14/16	4.500%		
			02/01/2007-09	4.125%	6,320,000.00	5,920,000.00
			02/01/10-11	4.125%		
			02/01/12	4.200%		
			02/01/13	4.200%		
			02/01/14	4.250%		
General Improvement Bonds	03/01/04	9,659,000.00	02/01/15	4.300%		
			02/01/16	4.400%		
			02/01/17	4.500%		
			9/1/06-07	3.125%	9,159,000.00	8,659,000.00
			9/1/08-9	3.125%		
			09/01/10	3.250%		
			9/1/11-12	3.250%		
Pension Bonds	04/14/04	790,000.00	09/01/13	3.375%		
			09/01/14	3.500%		
			09/01/15	3.625%		
			09/01/16	3.750%		
			03/01/07	4.200%	790,000.00	790,000.00
			03/01/08	4.650%		
					\$ 26,570,000.00	\$ 23,814,000.00

C C-5 C

SCHEDULE OF RESERVES REVOLVING FUND - HOUSING REHAB

	<u>REF.</u>	
Balance - June 30, 2005	C	\$ 532,179.54
Increased by:		
Cash Received	C-2	<u>39,673.09</u>
Balance - June 30, 2006	C	<u>\$ 571,852.63</u>

Exhibit - C-14

SCHEDULE OF PRELIMINARY EXPENSES  
GENERAL CAPITAL FUND

	<u>REF.</u>	
Balance June 30, 2005	C	\$ 4,000.00
Increased by:		
Contributions Grant & Community Foundation	C- 11	680,000.00
Due from Grant Fund	C- 15	<u>600,000.00</u>
		<u>1,280,000.00</u>
		1,284,000.00
Decreased by:		
Cash Disbursed	C- 2	<u>364,750.00</u>
Balance June 30, 2006	C	<u>\$ 919,250.00</u>

SCHEDULE OF BONDS AND NOTES  
 AUTHORIZED BUT NOT ISSUED  
GENERAL CAPITAL FUND

<u>ORD. NO.</u>	<u>IMPROVEMENT DESCRIPTION</u>	<u>BALANCE JUNE 30, 2005</u>	<u>2006 AUTHORIZATIONS</u>	<u>CANCELLED</u>	<u>BALANCE JUNE 30, 2006</u>
	<u>General Improvements</u>				
99-26, 02-26	Various Improvements	\$ 3,000.00	\$	3,000.00	\$ 10,229,725.00
04-52, 05-40	Various Capital Improvements	9,612,225.00	617,500.00		563,470.00
05-11	Various Capital Improvements	563,470.00			10,578,475.00
05-41, 06-14	Various Capital Improvements		10,578,475.00		2,460,500.00
06-04	Various Capital Improvements		2,460,500.00		
		<u>\$ 10,178,695.00</u>	<u>\$ 13,656,475.00</u>	<u>\$ 3,000.00</u>	<u>\$ 23,832,170.00</u>

Ref. C

C



SEWER UTILITY FUND

SCHEDULE OF SEWER UTILITY CASH AND INVESTMENTS  
TREASURER

	REF.	OPERATING FUND	CAPITAL FUND
Balance - June 30, 2005	D	\$ 1,858,080.62	\$ 522,607.21
Increased by Receipts:			
Interest on Investments	D-3	120,122.61	
Miscellaneous Revenues	D-3	3,660.00	
Collector	D-6	6,024,978.26	
Due to Sewer Operating Fund	D-21		165,000.00
		<u>6,148,760.87</u>	<u>165,000.00</u>
		8,006,841.49	687,607.21
Decreased by Disbursements:			
Accounts Payable	D	63,647.13	
SFY 2006 Budget	D-4	4,829,436.86	
Appropriation Reserves	D-11	113,199.39	
Sewer Overpayment	D-14	2,205.14	
Improvement Authorizations	D-15		685,225.05
Due to Current Fund	D-17	1,146,003.15	
Due to Sewer Capital Fund	D-20	165,000.00	
Accrued Interest	D-12	11,843.76	
		<u>6,331,335.43</u>	<u>685,225.05</u>
Balance - June 30, 2006	D	\$ <u>1,675,506.06</u>	\$ <u>2,382.16</u>

ANALYSIS OF SEWER UTILITY CAPITAL  
CASH AND INVESTMENTS

	BALANCE JUNE 30, <u>2005</u>	BALANCE JUNE 30, <u>2006</u>
Fund Balance	\$ 29,871.94	\$ 29,871.94
Capital Improvement Fund	101,036.00	1,036.00
Due (from)/to Sewer Operating Fund	4,208.34	144,208.34
Reserve for Encumbrances	868,834.96	1,045,934.99
Improvement Authorizations Funded	53,002.54	54,822.87
Improvement Authorizations Unfunded	282,153.43	1,918,008.02
Bonds and Notes Authorized Not Issued	<u>(816,500.00)</u>	<u>(3,191,500.00)</u>
	<u>\$ 522,607.21</u>	<u>\$ 2,382.16</u>
<u>Ref.</u>	D	D

SCHEDULE OF FIXED CAPITAL  
SEWER UTILITY CAPITAL FUND

ORD NO.		BALANCE JUNE 30 2005	TRANSFER FROM FIXED CAPITAL AUTH. & UNCOMP	BALANCE JUNE 30 2006
	Arbor-New Market Sewers	\$ 4,600,000.00		\$ 4,600,000.00
63-1	Oakdale Pumping Station	29,302.00		29,302.00
64-1	Knollwood Area Sewers	160,240.00		160,240.00
64-2	Randolphville Road Sewer	8,353.00		8,353.00
65-1	Ambrose Brook Trunk Sewer	2,093,430.00		2,093,430.00
67-1	River Road Sewers	178,793.00		178,793.00
69-1	River Road Sewers	40,000.00		40,000.00
70-1	Sewer System Improvements	349,925.00		349,925.00
70-20	Purchase of Equipment	18,696.00		18,696.00
70-21	Sewer System Improvements	315,276.00		315,276.00
71-1	Park Avenue Sewer	25,000.00		25,000.00
73-1	Purchase of Equipment	32,384.00		32,384.00
72-1	Sewer System Improvements	1,443,500.00		1,443,500.00
77-2	Extension of Sewer System	100,000.00		100,000.00
77-58	Sanitary Sewer - Orris-Dunbar	10,000.00		10,000.00
76-20	Sanitary Sewer - Buena Vista Avenue	2,325.00		2,325.00
75-29	Sanitary Sewer - Stelton Road	88,180.00		88,180.00
77-18	Sanitary Sewer - River Road Area	172,150.00		172,150.00
77-64 &				-
80-48	Sanitary Sewer - Overbrook Road Area	508,506.00		508,506.00
78-17	Public Works Center	274,639.00		274,639.00
78-22	Public Works Equipment	20,000.00		20,000.00
80-40	Public Works Equipment	52,677.06		52,677.06
78-19	San. Sewer - Blue Ridge/Gates Avenue South Randolphville Road Area	199,398.16		199,398.16
76-63 &				-
81-33	Sanitary Sewer - Hillside Ave.	106,853.00		106,853.00
82-20	Sanitary Sewer - Sunset Lane & River Road and Fisher and Ludlow Avenues	232,825.00		232,825.00
82-48	Public Works Equipment	58,981.00		58,981.00
84-43	Public Works Equipment	33,000.00		33,000.00
84-11	Ethel Road Sanitary Sewer	227,656.22		227,656.22
90-26	Public Works Equipment	192,472.05		192,472.05
94-17	Sewer Utility Equipment		38,000.00	38,000.00
		<u>\$ 11,574,561.49</u>	<u>\$ 38,000.00</u>	<u>\$ 11,612,561.49</u>

REF.

D

D-10

D

SCHEDULE OF FIXED CAPITAL AUTHORIZED AND UNCOMPLETED  
SEWER UTILITY CAPITAL FUND

ORD. NO.	IMPROVEMENT DESCRIPTION	DATE	AMOUNT	BALANCE JUNE 30, 2005	AUTHORIZED SFY 2006	TRANSFER TO FIXED CAPITAL	BALANCE JUNE 30, 2006
89-25 & 89-52	Gramercy Drive and River Road Sanitary Sewer	03/16/89	\$ 600,000.00	\$ 600,000.00			\$ 600,000.00
94-17	Sewer Utility Equipment	05/03/94	38,000.00	38,000.00		38,000.00	-
98-21	Reduction of I & I	12/15/98	230,000.00	230,000.00			230,000.00
03-40	Various Sewer Improvements	11/06/03	400,000.00	400,000.00			400,000.00
04-10	Various Sewer Projects	02/17/04	495,000.00	495,000.00			495,000.00
05-10	Various Sewer Projects	04/05/05	460,000.00	460,000.00			460,000.00
05-42	Freedom Avenue Improvements	11/29/05	1,100,000.00		1,100,000.00		1,100,000.00
06-05	Various Sewer Projects	01/03/06	1,400,000.00		1,400,000.00		1,400,000.00
				\$ 2,223,000.00	\$ 2,500,000.00	\$ 38,000.00	\$ 4,685,000.00

D

D-9

D-15, D-16

SCHEDULE OF SFY 2005 APPROPRIATION RESERVES  
SEWER UTILITY OPERATING FUND

OPERATIONS:	BALANCE JUNE 30, 2005		BALANCE AFTER TRANSFERS	PAID OR CHARGED	BALANCED LAPSED
	APPROPRIATION RESERVES	ENCUMBRANCES			
Salaries and Wages	\$ 13,132.10	\$	\$ 13,132.10	\$ 13,132.10	\$
Other Expenses	144,336.89	140,042.77	284,379.66	116,267.29	168,112.37
MCUA Service Charges	606,623.49		606,623.49		606,623.49
Total Operations	\$ 764,092.48	\$ 140,042.77	\$ 904,135.25	\$ 129,399.39	\$ 774,735.86

D-1

REF.

\$ 113,199.39

D-5

16,200.00

D

\$ 129,399.39

D

SCHEDULE OF PREPAID SEWER CHARGES  
SEWER UTILITY OPERATING FUND

	<u>Ref.</u>	
Balance - June 30, 2005	D	\$ 25,988.96
Increased by:		
Collections	D- 6	<u>13,506.05</u>
		39,495.01
Decreased by:		
Prepays Applied	D-3,D-8	<u>25,988.96</u>
Balance - June 30, 2006	D	<u><u>\$ 13,506.05</u></u>

SCHEDULE OF SEWER OVERPAYMENTS  
SEWER UTILITY OPERATING FUND

	<u>Ref.</u>	
Balance - June 30, 2005	D	\$ 2,325.14
Increased by:		
Cash Receipts	D- 6	<u>7,345.67</u>
		9,670.81
Decreased by:		
Cash Payments	D-5	2,205.14
Applied to Sewer Charges Receivable	D-3,D-8	<u>911.59</u>
		<u>3,116.73</u>
Balance - June 30, 2006	D	<u><u>\$ 6,554.08</u></u>

SCHEDULE OF IMPROVEMENT AUTHORIZATIONS  
SEWER UTILITY CAPITAL FUND

Exhibit D-15

ORD NUMBER	IMPROVEMENT DESCRIPTION	ORDINANCE DATE	AMOUNT		2006 AUTHORIZATIONS CAPITAL IMPROV FUND		DEFERRED CHARGES UNFUNDED		ENCUMBRANCES PAYABLE JUNE 30, 2005	PAID OR CHARGED	ENCUMBRANCES PAYABLE JUNE 30, 2006	BALANCE - JUNE 30, 2006	
			FUNDED	UNFUNDED	FUNDED	UNFUNDED	FUNDED	UNFUNDED					
89-52	River Road Sanitary Sewer	05/16/89	\$ 600,000.00	\$ -	\$ 1,082.39	\$ -	\$ -	\$ -	\$ 1,082.39	\$ -	\$ -	\$ -	\$ -
98-21	Reduction of I & I	12/15/98	230,000.00	-	29,416.49	-	-	-	32,395.43	-	-	-	-
2-19	Replacement of Trunk Line	11/26/02	300,000.00	-	-	-	-	-	178,047.00	-	-	-	-
3-10	Various Sewer Improvements	11/06/03	400,000.00	-	22,503.66	-	-	-	274,746.79	-	-	-	-
4-10	Various Sewer Projects	02/17/04	495,000.00	-	64,753.43	-	-	-	116,047.74	-	-	-	-
5-10	Various Sewer Projects	04/05/05	460,000.00	-	217,400.00	-	-	-	242,000.00	-	-	-	-
5-12	Freedom Avenue Improvements	11/29/05	1,100,000.00	-	-	-	1,045,000.00	-	177.13	-	-	54,822.87	1,045,000.00
6-05	Various Sewer Projects	01/03/06	1,400,000.00	-	-	-	1,330,000.00	-	5,475.44	-	-	287,799.13	665,725.43
			\$ 53,002.54	\$ 282,153.43	\$ -	\$ 2,375,000.00	\$ -	\$ 868,814.96	\$ 685,225.05	\$ -	\$ 1,045,934.99	\$ 54,822.87	\$ 1,218,008.02

Exhibit D-16

SCHEDULE OF DEFERRED RESERVE FOR AMORTIZATION

ORD NUMBER	IMPROVEMENT DESCRIPTION	DATE	BALANCE AUTHORIZED SECY 2006		TRANSFER TO RESERVE FOR AMORTIZATION	BALANCE JUNE 30, 2006	
			JUNE 30, 2005	JUNE 30, 2006		JUNE 30, 2005	JUNE 30, 2006
89-52 & 89-52	Gramercy Drive and River Road Sanitary Sewers	05/16/89	\$ 600,000.00	\$ 38,000.00	\$ 600,000.00	\$ 600,000.00	\$ 600,000.00
94-17	Sewer Utility Equipment	05/03/94	38,000.00	38,000.00	38,000.00	11,000.00	11,000.00
98-21	Reduction of I & I	12/15/98	11,000.00	20,000.00	20,000.00	20,000.00	20,000.00
03-10	Var Sewer Improvements	11/06/03	20,000.00	58,000.00	58,000.00	58,000.00	58,000.00
04-10	Var Sewer Projects	02/17/04	58,000.00	80,500.00	80,500.00	80,500.00	80,500.00
05-10	Var Sewer Projects	04/05/05	80,500.00	55,000.00	55,000.00	55,000.00	55,000.00
05-12	Freedom Avenue Improvements	11/29/05	55,000.00	70,000.00	70,000.00	70,000.00	70,000.00
06-05	Various Sewer Projects	01/03/06	70,000.00	-	-	-	-
			\$ 807,500.00	\$ 125,000.00	\$ 38,000.00	\$ 894,500.00	\$ 894,500.00

SCHEDULE OF RESERVE FOR AMORTIZATION  
SEWER UTILITY CAPITAL FUND

	<u>REF.</u>	
Balance - June 30, 2005	D	\$ 11,818,561.49
Increased by:		
Serial Bonds	D- 22	25,000.00
Transfer from Deferred Reserve for Amort.	D-16	<u>38,000.00</u>
		<u>63,000.00</u>
Balance - June 30, 2006	D	<u>\$ 11,881,561.49</u>

SCHEDULE OF DUE FROM SEWER CAPITAL  
SEWER UTILITY OPERATING FUND

	<u>REF.</u>	
Balance - June 30, 2005	D	\$ 4,208.34
Increased by:		
Interfunds Returned	D- 5	<u>165,000.00</u>
		169,208.34
Decreased by:		
2006 Budget Appropriation	D- 4	<u>25,000.00</u>
Balance - June 30, 2006	D	<u>\$ 144,208.34</u>

SCHEDULE OF DUE TO SEWER UTILITY OPERATING FUND  
SEWER UTILITY CAPITAL FUND

	<u>REF.</u>	
Balance - June 30, 2005	D	\$ 4,208.34
Increased by:		
Interfunds Advanced	D- 5	<u>165,000.00</u>
		169,208.34
Decreased by:		
2006 Budget Appropriation - Capital Improvement Fund	D-18	<u>25,000.00</u>
Balance - June 30, 2006	D	<u>\$ 144,208.34</u>



SCHEDULE OF GENERAL SERIAL BONDS

ISSUE	DATE OF ISSUE	ORIGINAL ISSUE	MATURITIES OF BONDS OUTSTANDING - JUNE 30, 2006		INTEREST RATE	BALANCE JUNE 30, 2005	DECREASE	BALANCE JUNE 30, 2006
			DATE	AMOUNT				
Sewer Improvements	3/1/04	\$ 380,000.00	3/1/2007-2010	\$ 25,000.00	3.125%	355,000.00	25,000.00	330,000.00
			3/1/2011-2013	30,000.00	3.250%			
			3/1/14	30,000.00	3.375%			
			3/1/15	30,000.00	3.500%			
			3/1/16	40,000.00	3.625%			
			3/1/17	40,000.00	3.750%			
						<u>355,000.00</u>	<u>25,000.00</u>	<u>330,000.00</u>
						<u>\$ 355,000.00</u>	<u>\$ 25,000.00</u>	<u>\$ 330,000.00</u>

Ref. C D-19 D

SCHEDULE OF BONDS AND NOTES AUTHORIZED BUT NOT ISSUED

ORDINANCE NUMBER	IMPROVEMENT DESCRIPTION	BALANCE JUNE 30, 2005	BONDS AUTHORIZED	BALANCE JUNE 30, 2006
		4-10	Various Sewer Projects	\$ 437,000.00
5-10	Various Sewer Projects	379,500.00		379,500.00
5-42	Freedom Avenue Improvements		1,045,000.00	1,045,000.00
6-05	Various Sewer Projects		1,330,000.00	1,330,000.00
		<u>\$ 816,500.00</u>	<u>\$ 2,375,000.00</u>	<u>\$ 3,191,500.00</u>

Footnote D

SENIOR CITIZENS HOUSING UTILITY FUND

SCHEDULE OF CASH AND INVESTMENTS  
SENIOR CITIZEN HOUSING FUND

	<u>REF.</u>	<u>OPERATING FUND</u>	<u>CAPITAL FUND</u>
Balance - June 30, 2005	E	\$780,886.84	\$349,782.08
Increased by Receipts:			
Rental Income	E-3	1,100,248.12	
Interest on Investments	E-3	35,163.47	
Miscellaneous Revenues	E-3	12,014.89	
Security Deposits	E-9	14,019.91	
Interfunds Received	E-15,E-16	3,067.90	95,812.06
Emergency Funded by Ordinance	E-17	28,800.00	
		<u>1,193,314.29</u>	<u>95,812.06</u>
		1,974,201.13	445,594.14
Decreased by Disbursements:			
Budget Appropriations	E-4	885,212.94	
Appropriation Reserves	E-7	132,665.94	
Accrued Interest	E-8	83,658.76	
Security Deposits	E-9	12,651.83	
Improvement Authorizations			
Emergency Funded by Ordinance	E-11		28,800.00
Improvement Authorizations	E-11		87,262.75
Accounts Payable	E-13	3,500.00	
Interfunds Disbursed	E-15,E-16	86,418.70	3,067.90
		<u>1,204,108.17</u>	<u>119,130.65</u>
Balance - June 30, 2006	E	<u>\$770,092.96</u>	<u>\$326,463.49</u>

SCHEDULE OF 2005 APPROPRIATION RESERVES  
FOR THE YEAR ENDED JUNE 30, 2006  
SENIOR CITIZEN HOUSING UTILITY OPERATING FUND

	<u>BALANCE</u> JUNE 30, 2005	<u>BALANCE</u> AFTER TRANSFERS	<u>PAID OR</u> <u>CHARGED</u>	<u>BALANCED</u> <u>LAPSED</u>
	<u>APPROPRIATION</u> <u>RESERVES</u>	<u>RESERVE FOR</u> <u>ENCUMBRANCES</u>		
Operations:	\$ 2.00 \$	2.00 \$		2.00
Salaries and Wages	24,798.00	73,615.46	74,814.96	23,598.50
Other Expenses				
Capital Improvements:				
Common Area Renovations	41,451.56	67,892.43	61,550.98	47,793.01
HVAC	850.00	850.00		850.00
	<u>\$ 67,101.56 \$</u>	<u>\$ 141,507.89 \$</u>	<u>\$ 136,365.94 \$</u>	<u>\$ 72,243.51</u>
<u>REF.</u>	E	E		E-1
Cash Disbursements			\$ 132,665.94	
Accounts Payable			<u>3,700.00</u>	
			<u>\$ 136,365.94</u>	

SCHEDULE OF SECURITY DEPOSITS  
SENIOR CITIZEN HOUSING UTILITY OPERATING FUND

	<u>REF.</u>	
Balance - June 30, 2005	E	\$96,421.34
Increased by:		
Deposits Received	E- 5	<u>14,019.91</u>
		110,441.25
Decreased by:		
Deposits Refunded	E- 5	<u>12,651.83</u>
Balance - June 30, 2006	E	<u><u>\$97,789.42</u></u>

SCHEDULE OF RESERVE FOR AMORTIZATION  
SENIOR CITIZEN HOUSING UTILITY CAPITAL FUND

	<u>REF.</u>		
Balance - June 30, 2005	E		\$8,163,252.26
Increased by:			
Bonds Paid by Budget Appropriation	E-12	95,000.00	
Transfer from Deferred Reserve for Amortization	E-18	<u>28,800.00</u>	
			<u>123,800.00</u>
Balance - June 30, 2006	E		<u><u>\$8,287,052.26</u></u>

SCHEDULE OF IMPROVEMENT AUTHORIZATIONS  
SENIOR HOUSING UTILITY CAPITAL FUND

ORD NO.	IMPROVEMENT DESCRIPTION	ORDINANCE DATE	ORDINANCE AMOUNT	BALANCE - JUNE 30, 2005		PAID OR CHARGED	ENCUMBRANCES 6/30/05	2006 AUTHORIZATIONS	
				FUNDED	UNFUNDED			CAP IMPROV. FUND	FUNDED
89-58	Design and Construction of n Senior Citizen Complex	11/21/89	\$ 11,300,000.00	\$ 400.00		\$ 400.00			
04-51	Replacement of Trunk Lane	12/21/04	144,000.00	69,933.90		24,651.75	12,054.60	57,336.75	
05-43	Various Capital Projects	11/29/05	80,000.00			62,611.00		17,389.00	
06-22	HVAC system	04/25/06	28,800.00			28,800.00		-	
				\$ 70,333.90	\$ -	\$ 116,062.75	\$ 12,054.60	\$ 75,125.75	\$ -
				E	E	E	E	E	E
	Cash Disbursements					\$ 87,262.75			
	Improvement Authorization to Fund					28,800.00			
	Emergency Appropriation								\$ 116,062.75

SCHEDULE OF GENERAL SERIAL BONDS

<u>ISSUE</u>	<u>DATE OF ISSUE</u>	<u>ORIGINAL ISSUE</u>	<u>MATURITIES OF BONDS</u>		<u>INTEREST RATE</u>	<u>BALANCE June 30, 2005</u>	<u>DECREASE</u>	<u>BALANCE June 30, 2006</u>
			<u>OUTSTANDING - JUNE 30, 2006</u>	<u>AMOUNT</u>				
Senior Citizen Housing Utility Refunding Bonds 2002	08/01/02	\$ 2,204,500.00	\$ 100,000.00		4.50%	\$ 1,935,000.00	\$ 95,000.00	\$ 1,840,000.00
			110,000.00		3.50%			
			105,000.00		3.75%			
			105,000.00		3.875%			
			130,000.00		4.00%			
			125,000.00		4.00%			
			125,000.00		4.10%			
			120,000.00		4.20%			
			145,000.00		4.30%			
			140,000.00		4.40%			
			135,000.00		5.00%			
			160,000.00		5.00%			
			160,000.00		5.00%			
			180,000.00		5.00%			
						<u>\$ 1,935,000.00</u>	<u>\$ 95,000.00</u>	<u>\$ 1,840,000.00</u>

Ref.

E

E-10

E

SCHEDULE OF DUE FROM SENIOR CITIZENS HOUSING CAPITAL FUND  
SENIOR CITIZEN HOUSING UTILITY OPERATING FUND

	<u>Ref.</u>			
Balance - June 30, 2005	E		\$	755.84
Increased by:				
Cash Disbursements	E- 5	86,418.70		
Interest Earned	E- 3	<u>9,393.36</u>		
				<u>95,812.06</u>
				96,567.90
Decreased by:				
Cash Receipts	E- 5	\$ 3,067.90		
2006 Budget Appropriation	E- 4	<u>93,500.00</u>		
				<u>96,567.90</u>

Exhibit - E-16

SCHEDULE OF DUE TO SENIOR CITIZEN HOUSING UTILITY OPERATING FUND  
SENIOR CITIZENS HOUSING UTILITY CAPITAL FUND

	<u>Ref.</u>			
Balance - June 30, 2005	E		\$	755.84
Increased by:				
Cash Receipts	E- 5	86,418.70		
Interest Earned	E- 5	<u>9,393.36</u>		
				<u>95,812.06</u>
				96,567.90
Decreased by:				
Cash Disbursements	E- 5	\$ 3,067.90		
2006 Budget Appropriation	E-14	<u>93,500.00</u>		
				<u>96,567.90</u>



SCHEDULE OF FIXED CAPITAL  
SENIOR CITIZENS HOUSING UTILITY CAPITAL FUND

<u>ORD NO.</u>	<u>DATE</u>	<u>AMOUNT</u>	<u>BALANCE JUNE 30, 2005</u>	<u>TRANSFER FROM FIXED CAP AUTH AND UNCOMP</u>	<u>BALANCE JUNE 30, 2006</u>
89-58	Design and Construction of a Senior Citizen Complex	11/21/89	\$ 10,098,252.26		\$ 10,098,252.26
06-22	HVAC System	04/25/06	28,800.00	28,800.00	28,800.00
			<u>\$ 10,098,252.26</u>	<u>\$ 28,800.00</u>	<u>\$ 10,127,052.26</u>

REF. E E-20 E

SCHEDULE OF FIXED CAPITAL AUTHORIZED AND UNCOMPLETE  
SENIOR CITIZENS HOUSING UTILITY CAPITAL FUND

<u>ORD. NO.</u>	<u>IMPROVEMENT DESCRIPTION</u>	<u>DATE</u>	<u>AMOUNT</u>	<u>BALANCE JUNE 30, 2005</u>	<u>AUTHORIZED SFY 2006</u>	<u>TRANSFER TO FIXED CAPITAL</u>	<u>BALANCE JUNE 30, 2006</u>
04-51	Replacement of Trunk Line	12/21/04	\$ 144,000.00	\$ 144,000.00			\$ 144,000.00
05-43	Various Capital Improvements	11/29/05	80,000.00	80,000.00	80,000.00		80,000.00
06-22	HVAC System	04/25/06	28,800.00		28,800.00	28,800.00	
				<u>\$ 144,000.00</u>	<u>\$ 108,800.00</u>	<u>\$ 28,800.00</u>	<u>\$ 224,000.00</u>

REF. E E-18 E-19 E

SUPPLEMENTARY DATA

TOWNSHIP OF PISCATAWAY  
MIDDLESEX COUNTY, NEW JERSEY

COMBINED BALANCE SHEET  
FOR THE FISCAL YEAR ENDING JUNE 30, 2006

	CURRENT FUND	TRUST FUND	GENERAL CAPITAL FUND	SEWER UTILITY FUND	SENIOR HOUSING UTILITY	GOVERNMENTAL FIXED ASSETS	MEMORANDUM ONLY TOTALS
	JUNE 30, 2006	JUNE 30, 2006	JUNE 30, 2006	JUNE 30, 2006	JUNE 30, 2006	JUNE 30, 2006	JUNE 30, 2005
<b>ASSETS</b>							
Cash and Investments	\$ 11,431,334.74	\$ 6,029,174.47	\$ 58,868.64	\$ 1,677,988.22	\$ 1,096,556.45	\$	\$ 27,614,299.17
Accounts Receivable	781,144.11	349,853.94	1,060,000.00			2,190,998.05	1,961,775.43
State and Federal Grants Receivable	168,494.52					168,494.52	186,311.83
Due from State of New Jersey							
Taxes, Assessments, Liens & Utility Charges	1,625,892.43					1,625,892.43	1,568,599.27
Sewer Charges Receivable				173,364.70		173,364.70	142,270.12
Interfund Loans	564,960.50			144,972.02		709,932.52	651,138.33
Other Accounts Receivable	90,580.49					90,580.49	82,369.35
Property Acquired For Taxes not Assessed Valuation	2,617,401.04					2,617,401.04	2,617,401.04
Fixed Assets - General					10,127,052.26	58,559,405.00	57,085,692.00
Fixed Capital - Utility				11,612,561.49		21,739,613.75	21,672,813.75
Fixed Capital - Authorized and Uncompleted - Utility				4,685,000.00	224,000.00	4,909,000.00	2,223,000.00
Deferred Charges to Revenue of Succeeding Years	25,000.00					25,000.00	58,000.00
Deferred Charges to Future Taxation:							
General Capital Fund			47,646,170.00			47,646,170.00	36,748,695.00
	\$ 17,304,807.83	\$ 6,379,028.41	\$ 48,765,038.64	\$ 18,293,886.43	\$ 11,447,608.71	\$ 58,559,405.00	\$ 152,612,365.29

**LIABILITIES, RESERVES AND FUND BALANCE**

Bonds and Notes Payable	\$	\$	\$ 23,814,000.00	\$ 330,000.00	\$ 1,840,000.00	\$	\$ 25,984,000.00
Prepaid Taxes, Assessments, Utility Charges and Licenses	122,836.07			13,506.05			13,506.05
Tax, Assessment, Lien, License and Utility Charge Overpayments	3,072,859.65			6,554.08	16,935.99		129,390.15
Reserves for Encumbrances/Accounts Payable	1,632,107.09			574,519.83			3,664,315.47
Other Liabilities					75,151.07		
Amounts Pledged to Specific Purposes	2,785,853.66			1,155,273.07	128,114.26		11,200,560.03
Interfund Loans	29,172.97			3,687.50	249,560.00		508,651.02
Investments in General Fixed Assets				1,036.00			7,637,329.08
Escrow Funds				144,208.34			651,138.33
Improvement Authorization					75,125.75		57,085,692.00
Reserve for Amortization of Costs of Fixed Capital Acquired or Authorized				1,972,830.89			3,161,638.62
Reserve for Certain Assets Acquired or Receivables & Inventories					8,511,052.26		8,446,193.69
Fund Balance	4,898,834.46	889.80	426,403.63	12,776,061.49		21,287,113.75	20,789,313.75
	4,763,143.93			173,364.70	551,669.38	5,072,199.16	4,610,259.05
	\$ 17,304,807.83	\$ 6,379,028.41	\$ 48,765,038.64	\$ 18,293,886.43	\$ 11,447,608.71	\$ 58,559,405.00	\$ 152,612,365.29

COMPARATIVE STATEMENT OF OPERATIONS AND  
CHANGE IN FUND BALANCE - CURRENT FUND

REVENUE AND OTHER <u>INCOME REALIZED</u>	STATE FISCAL YEAR 2006		STATE FISCAL YEAR 2005	
	AMOUNT	%	AMOUNT	%
Fund Balance Utilized	\$ 4,556,000.00	3.35	\$ 4,550,000.00	3.46
Miscellaneous - From Other than Local				
Property Tax Levies	16,208,223.97	11.91	16,768,867.25	12.74
Collection of Delinquent Taxes and Tax				
Title Liens	1,293,204.02	0.95	1,628,795.77	1.24
Collections of Current Tax Levy	114,000,639.27	83.79	108,638,098.93	82.56
 Total Income	 \$ 136,058,067.26	 100.00	 \$ 131,585,761.95	 100.00
 <u>EXPENDITURES</u>				
Budget Expenditures				
Municipal Purposes	\$ 41,273,444.18	31.38	\$ 38,860,739.67	30.39
Special District Taxes	2,180,690.50	1.66	2,149,478.00	1.68
County Taxes	15,795,893.86	12.01	14,688,464.25	11.49
Local School Taxes	70,894,042.00	53.90	69,767,428.00	54.55
Other Expenditures	1,374,571.50	1.05	2,422,583.90	1.89
 Total Expenditures	 131,518,642.04	 100.00	 127,888,693.82	 100.00
 Less: Expenditures to be Raised by Future Taxes	  		  40,000.00	
 Total Adjusted Expenditures	 131,518,642.04		 127,848,693.82	
 Excess in Revenue	 4,539,425.22		 3,737,068.13	
 Fund Balance - Beginning	 4,779,718.71		 5,592,650.58	
	9,319,143.93		9,329,718.71	
 Less: Util. as Anticipated Revenue	 4,556,000.00		 4,550,000.00	
 Fund Balance - Ending	 \$ 4,763,143.93		 \$ 4,779,718.71	

COMPARATIVE STATEMENT OF OPERATIONS AND  
CHANGE IN FUND BALANCE -  
SENIOR CITIZENS HOUSING UTILITY FUND

<u>REVENUE AND OTHER INCOME REALIZED</u>	STATE FISCAL YEAR 2006		STATE FISCAL YEAR 2005	
	AMOUNT	%	AMOUNT	%
Fund Balance	\$ 90,000.00	6.67	\$ 88,690.00	7.22
Rental Income	1,100,248.12	81.52	1,075,293.23	87.53
Miscellaneous - From Other than Rental Income	159,372.96	11.81	64,485.61	5.25
Total Income	\$ 1,349,621.08	100.00	\$ 1,228,468.84	100.00
 <u>EXPENDITURES</u>				
Budget Expenditures				
Operating	\$ 846,879.00	72.55	\$ 804,130.00	69.88
Capital Improvements	122,300.00	10.48	144,000.00	12.51
Debt Service	177,233.76	15.18	181,566.26	15.78
Statutory Expenditures	20,921.00	1.79	21,060.00	1.83
Total Expenditures	1,167,333.76	100.00	1,150,756.26	100.00
Add: Expenditures Included Above which are by Statute Deferred Charges to Budgets of Succeeding Years			18,000.00	
Excess in Revenue	182,287.32		95,712.58	
Fund Balance - Beginning	457,604.32		450,581.74	
	639,891.64		546,294.32	
Less: Util. As Anticip. Revenue	90,000.00		88,690.00	
Fund Balance - Ending	\$ 549,891.64		\$ 457,604.32	

TOWNSHIP OF PISCATAWAY

STATISTICAL DATA

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>JUNE 30</u>	<u>AMOUNT OF TAX TITLE LIENS</u>	<u>AMOUNT OF DELINQUENT TAXES</u>	<u>TOTAL DELINQUENT</u>	<u>PERCENTAGE OF TAX LEVY</u>
2006 SFY	\$289,223.93	\$1,336,668.50	\$1,625,892.43	1.41%
2005 SFY	276,906.44	1,291,692.83	1,568,599.27	1.42%
2004 SFY	303,313.76	1,654,552.39	1,957,866.15	1.89%
2003 SFY	272,351.61	1,669,487.27	1,941,838.88	1.97%
2002 SFY	242,722.50	1,331,225.27	1,573,947.77	1.72%

COMPARISON OF SEWER UTILITY LEVIES

<u>YEAR</u>	<u>LEVY</u>	<u>CASH COLLECTIONS</u>
2006 SFY	\$ 5,578,892	\$ 5,547,797
2005 SFY	5,432,909	5,443,182
2004 SFY	5,586,147	5,663,924
2003 SFY	5,259,334	5,186,632
2002 SFY	4,962,454	4,945,514

OFFICIALS IN OFFICE AND SURETY BONDS

The following officials were in office as at June 30, 2006:

<u>NAME</u>	<u>TITLE</u>	<u>AMOUNT OF BOND</u>
Brian C. Wahler	Mayor	
James F. Huben	Council President	
Steven D. Cahn	Council Member	
Mildred S. Scott	Council Member	
Mark Hardenburg	Council Member	
Kenneth R. Armwood	Council Member	
Loretta Keimel	Council Member	
James W. Stewart	Council Member	
Lyn Evers	Business Administrator	
Daniel Mensah Lamptey	Director of Finance, Chief Financial Officer	400,000.00 (A)
Ann Nolan	Township Clerk	
James F. Clarkin III, Esq.	Director of Law - Attorney	
Anne M. Triano	Collector of Revenue	
Stephen L. Ritz	Magistrate	
Debra Hamrah	Court Administrator	
Lisa E. Stephens	Tax Assessor	

The municipal court employees were covered under a blanket bond in the amount of \$75,000 by the Selective Insurance Company of America.

All other employees were covered under a blanket bond in the amount of \$75,000 by the Selective Insurance Company of America.

All of the bonds were examined and found to be properly executed for items tested.

(A) Fidelity & Deposit Company of Maryland

**TOWNSHIP OF PISCATAWAY  
COUNTY OF MIDDLESEX, NEW JERSEY  
FISCAL YEAR ENDED JUNE 30, 2006**

**GENERAL COMMENTS**

An audit of the financial accounts and transactions of the Township of Piscataway, County of Middlesex, New Jersey, for the fiscal year ended June 30, 2006, has been completed. The General Comments are herewith set forth:

**Scope of Audit**

The audit covered the financial transactions of the Finance Department and the other various offices and departments collecting fees within the Township of Piscataway, County of Middlesex, New Jersey.

The audit did not and could not determine the character of services rendered for which payment had been made or for which reserves had been set up, nor could it determine the character, proper price or quantity of materials supplied for which claims had been passed. Cash on hand was counted and cash and investment balances were reconciled with independent certifications obtained directly from the depositories. Revenues and receipts were established and verified as to source and amount insofar as the records permitted.

**REPORTABLE CONDITIONS**

**Segregation of Duties - Other Offices/Departments Collecting Municipal Fees**

Conditions exist whereby the same individual may collect, record and/or deposit/turnover or may have access to cash receipts collections and functions in the following offices / departments: Municipal Court, Police Department, Municipal Clerk's Office, Cable TV, Recreation Department, Engineering Department, Planning & Zoning Department, Inspection Fees Office, Registrar of Vital Statistics, and Health Department.

This condition may be the result of multiple tasks assigned and performed by the same individual within the respective office/department.

**Supervisory Reviews and Approvals - Tax/Sewer Utility Collector's Office**

Conditions exist whereby tax and sewer utility transaction postings, entries and error corrections may not be reviewed and approved prior to recording/posting by the Collector of Revenue.



## GENERAL COMMENTS

### OTHER MATTERS

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

The examination of expenditures revealed that no individual payments, contracts or agreements in excess of \$21,000 "for the performance of any work or the furnishing or hiring of any materials or supplies," other than those where bids had been previously sought by public advertisement.

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. The minutes also indicate the awarding of "Open-End Contracts" pursuant to N.J.A.C. 5:34-4.9.

Any interpretation as to possible violation of N.J.A.C. 40A: 11-4 would be in the province of the Township solicitor.

On June 22, 2005, the Local Public Contracts Law was amended, effective for periods beginning on July 1, 2005. The amendments address the bid threshold (Section 7, N.J.S.A. 40A: 11-3), thereby increasing the amount to \$21,000 under which a contract may be awarded without public advertising. Furthermore, if the Township's Purchasing Agent is "Qualified" the Board may increase the bid threshold to \$29,000.00.

We suggest that the Township review the amendments to the Local Public Contracts Law and determine the impact of the comprehensive amendments with regard to the Township, including an analysis of the effect of requiring the position of a "Qualified" Purchasing Agent on a cost benefit or other alternate approach.

#### 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, on January 3, 2006, adopted the following resolution authorizing interest to be charged on delinquent taxes; assessments and sewer service charges:

BE IT RESOLVED, by the Township Council of Piscataway Township, New Jersey that:

WHEREAS, Delinquent taxes and sewer service charges shall bear interest at the rate of 8% per annum for the first \$1,500 and 18% per annum on any delinquent amount in excess of \$1,500; and

BE IT FURTHER RESOLVED that unpaid assessments shall bear interest at the rate of 8% per annum; and

BE IT RESOLVED that no interest shall be charged by the Township of Piscataway if the payment of installment for taxes, sewer service charges or assessments is made within ten (10) calendar days after the date upon which such installment is payable; and

## GENERAL COMMENTS

### OTHER MATTERS (CONT'D):

#### Interfund Balances

The following interfund balances appear in the balance sheets of the Township's financial statements of the year ended June 30, 2006:

<u>Fund</u>	<u>Receivables</u>	<u>Payables</u>
Current Fund	\$564,960.50	\$763.68
Grant Fund		28,409.29
General Capital Fund		536,551.21
Sewer Utility Fund	144,972.02	
Sewer Capital Fund	<u>0.00</u>	<u>144,208.34</u>
Total	<u>\$709,932.52</u>	<u>\$709,932.52</u>

These Interfund balances are not an indication that the respective fund cannot meet its obligation. The Interfund amounts are reflective of year-end closing journals and adjustments. The balances resulted from the time lag between the dates that (1) Interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made. Transfers are used to (1) move revenues from the funds New Jersey Statute or budget requires to collect to fund the appropriation and the statute or budget to expend them.

#### Investment of Idle Funds

The Chief Financial Officer had the greater portion of the idle funds of the Township invested in interest-bearing investments or accounts during SFY 2006. Earnings from the investments are shown as revenue in the various funds of the Township for SFY 2006.

All deposits and investments held by the Township were directly confirmed as of June 30, 2006 and December 31, 2006.

The Township adopted a formal Cash Management Plan for depositing and investing of Township funds for SFY 2006 in accordance with 40A: 5-14 on January 3, 2006.

#### Purchase Order System and Encumbrance System

The Township utilized a purchase order system for most of its expenditures in connection with its budgetary accounting system during the year under review. The accounting is processed on a data processing system for budgetary control. Operation of the encumbrance system appeared to be generally good with timely entries made. Prior years' outstanding encumbrances were reviewed at the close of the year, and adjustments and cancellations were made where appropriate to reflect actual commitments outstanding for budgetary control.

## GENERAL COMMENTS

### OTHER MATTERS (CONT'D):

#### Condition of Records - Tax Office

During SFY 2006, the Tax Collector utilized its monthly financial tax office reporting system. These reports are intended to be all-inclusive, summarizing all tax office transactions on a monthly basis for posting/recording within the Township general ledger financial accounting system.

For the year ended June 30, 2006 it was noted that at the end of the fiscal year the system was in *proof with financial reports issued for the period.*

#### Utility Funds

During the audit of the Sewer Utility Fund and the Senior Housing Utility Fund it was noted that the fixed capital and fixed capital authorized and uncompleted was not updated in the general ledger for improvement authorizations authorized during the year.

We suggest that all improvement authorizations authorized by the governing body be posted to the general ledger for fixed capital and fixed capital authorized and uncompleted.

#### Other Compliance Matters:

##### COMPLIANCE with N.J.A.C 5:30:

The Local Finance Board, State of New Jersey, adopted the following requirements, previously identified as "technical accounting directives", as codified in the New Jersey Administration Code as follows:

N.J.A.C. 5:30-5.2 - Encumbrance Systems: This directive requires the development and implementation of accounting systems, which can reflect the commitment of funds at the point of commitment. The Township of Piscataway is in compliance with this directive.

N.J.A.C. 5:30-5.6 – Accounting for Governmental Fixed Assets: This directive requires the development and implementation of accounting systems which assign values to covered assets and can track additions, retirements and transfers of inventoried assets. Our review indicated that the Township of Piscataway has established a Fixed Asset Accounting System.

N.J.A.C. 5:30 – 5.7 – General Ledger Accounting System: This directive requires the establishment and maintenance of a general ledger for, at least, the Current Fund. The Township is in compliance with this directive.

#### Compliance with Local Finance Notices

In accordance with Local Finance Notice No. CFO-10, Uniform Construction Code, expenditure records were tested for compliance with N.J.A.C. 5:23.17(c)2, and no exceptions were noted for those items tested.

The Township of Piscataway, County of Middlesex, prepared and filed a corrective action plan for the SFY 2005, pursuant to Local Finance Board Notice Number 92-15.

RECOMMENDATIONS

We recommended the following:

That all amounts due to the various agencies from the Municipal Court be remitted by the 15<sup>th</sup> day of the month subsequent to collection.

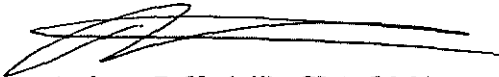
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During the course of our audit we received the complete cooperation of the various officials of the Township, and the courtesies extended to us were greatly appreciated.

Should any questions arise as to our comments or recommendations, or should you desire assistance in implementing our recommendations, *please do not hesitate to contact us.*

Very truly yours,

HODULIK & MORRISON, P.A.



Andrew G. Hodulik, CPA, RMA  
No. 406

