

# ANNUAL FINANCIAL STATEMENT FOR THE YEAR 2005 (UNAUDITED)

POPULATION LAST CENSUS 5,613  
 NET VALUATION TAXABLE 2005 \$1,766,331,608.00  
 MUNICICODE 1821

**FIVE DOLLAR PER DAY PENALTY IF NOT FILED BY:  
 COUNTIES - JANUARY 26, 2006  
 MUNICIPALITIES - FEBRUARY 10, 2006**


ANNUAL FINANCIAL STATEMENT REQUIRED TO BE FILED UNDER NEW JERSEY STATUTES ANNOTATED 40A:5-12, AS AMENDED, COMBINED WITH INFORMATION REQUIRED PRIOR TO CERTIFICATION OF BUDGETS BY THE DIRECTOR OF THE DIVISION OF LOCAL GOVERNMENT SERVICES.

Borough of Watchung County of Somerset

**SEE BACK COVER FOR INDEX AND INSTRUCTIONS.  
 DO NOT USE THESE SPACES**

	Date	Examined By:
1		Preliminary Check
2		Examined

I hereby certify that the debt shown on Sheets 31 to 34, 49 to 51 and 63 to 65 are complete, were computed by me and can be supported upon demand by a register or other detailed analysis.


Signature:   
 Name and Title: Robert B. Cagnassola, R.M.A.

(This MUST be signed by Chief Financial Officer, Comptroller, Auditor or Registered Municipal Accountant.)

## REQUIRED CERTIFICATION BY CHIEF FINANCIAL OFFICER:

I hereby certify that I am responsible for filing this verified Annual Financial Statement, which I have not prepared and information required also included herein and that this Statement is an exact copy of the original on file with the clerk of the governing body, that all calculations, extensions and additions are correct, that no transfers have been made to or from emergency appropriations and all statements contained herein proof; I further certify that this statement is correct insofar as I can determine from all the books and records kept and maintained in the Local Unit.

Further, I do hereby certify that I, William J. Hance, am the Chief Financial Officer, License # 431 of the Borough of Somerset County: Somerset and that the statements annexed hereto and made a part hereof are true statements of the financial condition of the Local Unit as at December 31, 2005, completely in compliance with N.J.S. 40A:5-12, as amended. I also give complete assurances as to the veracity of required information included herein, needed prior to certification by the Director of Local Government Services, including the verification of cash balances as of December 31, 2005.

Signature   
 Title Chief Municipal Finance Officer  
 Address 15 Mountain Boulevard Watchung, New Jersey 07069  
 Phone # 908-756-0080  
 Fax # 908-757-7027

IT IS HEREBY INCUMBENT UPON THE CHIEF FINANCIAL OFFICER, WHEN NOT PREPARED BY SAID, AT A MINIMUM MUST REVIEW THE CONTENTS OF THIS ANNUAL FINANCIAL STATEMENT WITH THE PREPARER, SO AS TO BE FAMILIAR WITH THE REPRESENTATIONS AND ASSERTIONS MADE HEREIN.

# THE REQUIRED CERTIFICATION BY AN RMA IS AS FOLLOWS:

Preparation by Registered Municipal Accountant (Statement of Statutory Auditor Only)

I have prepared the post-closing trial balances, related statements and analysis included in the accompanying Annual Financial Statement from the books of account and records made available to me by the \_\_\_\_\_ Borough of \_\_\_\_\_, as of December 31, 2005 and have applied certain agreed-upon procedures thereon as promulgated by the Division of Local Government Services, solely to assist the Chief Financial Officer in connection with the filing of the Annual Financial Statement for the year then ended as required by N.J.S. 40A:5-12, as amended.

Because the agreed-upon procedures do not constitute an examination of accounts made in accordance with generally accepted auditing standards, I do not express an opinion on any of the post-closing trial balances, related statements and analyses. In connection with the agreed-upon procedures, no matters came to my attention that caused me to believe that the Annual Financial Statement for the year ended 2005 is not in substantial compliance with the requirements of the State of New Jersey, Department of Community Affairs, Division of Local Government Services. Had I performed additional procedures or had I made an examination of the financial statements in accordance with generally accepted auditing standards, other matters might have come to my attention that would have been reported to the governing body and the Division. This Annual Financial Statement relates only to the accounts and items prescribed by the Division and does not extend to the financial statements of the municipality, taken as a whole.

Listing of agreed-upon procedures not performed and/or matters coming to my attention of which the Director should be informed:



(Registered Municipal Accountant)

SUPLEE, CLOONEY & CO.

(Firm Name)

308 EAST BROAD STREET

(Address)

WESTFIELD, N.J. 07090

(Address)

(908) 789-9300

(Phone Number)

Certified by me:

This 14th day of February, 2006.

**UNIFORM CONSTRUCTION CODE CERTIFICATION  
BY CONSTRUCTION CODE OFFICIAL**

\_\_\_\_\_

The undersigned certifies that the municipality has complied with the regulations governing revenues generated by uniform construction code fees and expenditures for construction code operations for fiscal year 2005 as required under N.J.A.C. 5:23 - 4.17.

Printed Name:

Edward P. Bennett Jr

Signature:



Certificate #:

001569

Date:

2/16/02

**MUNICIPAL BUDGET LOCAL EXAMINATION QUALIFICATION CERTIFICATION**

BY

**CHIEF FINANCIAL OFFICER  
GROUP #1 - ELIGIBLE**

*One of the following certifications must be signed by the Chief Financial Officer if your municipality is eligible for local examination*

**CERTIFICATION OF QUALIFYING MUNICIPALITY**

1. The outstanding indebtedness of the previous fiscal year is not in excess of 3.5%;
2. All emergencies approved for the previous fiscal year did not exceed 3% of total appropriations;
3. The tax collection rate exceeded 90% ;
4. Total deferred charges did not equal or exceed 4% of the total tax levy;
5. There were no "procedural deficiencies" noted by the registered municipal accountant on Sheet 1a of the Annual Financial Statement; and
6. There was no operating deficit for the fiscal year.
7. The municipality did not conduct an accelerated tax sale or tax lien sale the previous fiscal year and/or does not plan to conduct one in the current year.
8. The municipality did not conduct a tax lien sale the previous fiscal year and does not plan to conduct one in the current year.
9. The current year budget does not contain a "CAP" waiver per N.J.S.A. 40A: 4-45. ee.
10. The Municipality has not applied for Extraordinary Aid for 2006.

The undersigned certifies that this municipality has complied in full in meeting ALL of the above criteria in determining its qualification for local examination of its Budget in accordance with N.J.A.C. 5:30 - 7.5.

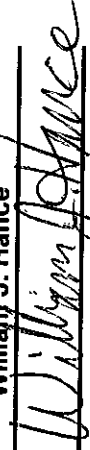
Municipality

Borough of Watchung

Chief Financial Officer:

William J. Hance

Signature:



Certificate #:

# 431

Date:

2/10/06

**CERTIFICATION OF NON - QUALIFYING MUNICIPALITY**

The undersigned certifies that this municipality does not meet item(s) # \_\_\_\_\_ of the criteria above and therefore does not qualify for local examination of its Budget in accordance with N.J.A.C. 5:30-7.5.

Municipality

Chief Financial Officer:

Signature:

Certificate #:

Date:

22-6002382  
 Fed I.D. #  
Borough of Watchung  
 Municipality  
Somerset  
 County

**Report of Federal and State Financial Assistance  
 Expenditures of Awards**

Fiscal Year Ending: December 31, 2005

(1) Federal programs Expended (administered by the state)	(2) State Programs Expended	(3) Other Federal Programs Expended
TOTAL \$ 2,046.52	\$ 247,776.39	\$

Type of audit required by OMB A-133 and OMB 04-04:

- Single Audit  
 Program Specific Audit  
 Financial Statement Audit Performed in Accordance With  
 Government Auditing Standards (Yellow Book)  
 None

Note:

All local governments, who are recipients of federal and state awards (financial assistance), must report the total amount of federal and state funds expended during its fiscal year and the type of audit required to comply with OMB A-133 (Revised 6/27/03) and OMB 04-04. The single audit threshold has been increased to \$500,000.00 beginning with Fiscal Years ending after 12/31/03. Expenditures are defined in section 205 of OMB A-133.

- (1) Report expenditures from federal pass-through programs received directly from state government. Federal pass-through funds can be identified by the Catalog of Federal Domestic Assistance (CFDA) number reported in the State's grant /contract agreements.
- (2) Report expenditures from state programs received directly from state government or indirectly from pass-through entities. **Exclude state aid (i.e., CMPTRA, Energy Receipts tax, etc.) since there are no compliance requirements.**
- (3) Report expenditures from federal programs received directly from the federal government or indirectly from entities other than state government.

  
 Signature of Chief Financial Officer

2/10/06  
 Date

**IMPORTANT!**  
**READ INSTRUCTIONS**

**INSTRUCTION**

The following certification is to be used **ONLY** in the event there is **NO** municipally operated utility. If there is a utility operated by the municipality or if a "utility fund" existed on the books of account, do not sign this statement and do not remove any of the **UTILITY** sheets from the document.

**CERTIFICATION**

I hereby certify that there was no "utility fund" on the books of account and there was no utility owned and operated by the Borough of Watchung, County of Somerset during the year 2005 and that sheets 40 to 68 are unnecessary.

I have therefore removed from this statement the sheets pertaining only to utilities

Name: Paul B. Cyman

Title: Registered Municipal Accountant

(This must be signed by the Chief Financial Officer, Comptroller, Auditor or Registered Municipal Accountant.)

**NOTE:**

When removing the utility sheets, please be sure to refasten the "index" sheet (the last sheet in the statement) in order to provide a protective cover sheet to the back of the document.

---

**MUNICIPAL CERTIFICATION OF TAXABLE PROPERTY AS OF OCTOBER 1, 2005**

Certification is hereby made that the Net Valuation Taxable of property liable to taxation for the tax year 2005 and filed with the County Board of Taxation on January 10, 2006 in accordance with the requirements of N.J.S.A. 54:4-35, was in the amount of \$ 1,770,785,333

David M. ...

SIGNATURE OF TAX ASSESSOR

**Borough of Watchung**

MUNICIPALITY

**Somerset**

COUNTY













# MUNICIPAL PUBLIC DEFENDER CERTIFICATION

Public Law 1997, C. 256

Municipal Public Defender Expended Prior Year 2004:..... (1) \$ 9,447.50  
x 25%  
(2) \$ 2,361.88  
-----  
Municipal Public Defender Trust Cash Balance December 31, 2005:..... (3) \$ 17,365.50

Note: If the money in a dedicated fund established pursuant to this section exceeds by more than 25% the amount which the municipality expended during the prior year providing the service of a municipal public defender, the amount in excess of the amount expended shall be forwarded to the Criminal Disposition and Review Collection Fund administered by the Victims of Crime Compensation Board.

Amount in excess of the amount expended: 3 - (1 + 2) = ..... \$ 5,556.13

The undersigned certifies that the municipality has complied with the regulations governing  
*Municipal Public Defender* as required under Public Law 1997, C. 256.

Chief Financial Officer:

William J. Hance

Signature:

William J. Hance

Certificate #:

#431

Date:

2/10/06

# Schedule of Trust Fund Deposits and Reserves

Purpose	Amount December 31, 2004 per Audit Report	Receipts	Expended	Balance as at December 31, 2005
1. <u>Bequests &amp; Gifts</u>	\$ 11,379.30	\$ 6,896.00	\$ 5,529.00	\$ 12,746.30
2. <u>Imp. to Borough Property - Donation</u>	3,290.00	1,095.00		4,385.00
3. <u>Tax Premiums - priors</u>	15,000.00		15,000.00	
4. <u>Tax Premiums</u>	9,000.00	20,000.00		29,000.00
5. <u>3rd Party Inspection Fees</u>	512.36			512.36
6. <u>POAA</u>	843.95	4.00		847.95
7. <u>Due State of NJ - Marriage Licenses</u>	525.00	906.00	675.00	756.00
8. <u>Fire Safety Penalties</u>	19,941.97	7,750.00	6,620.00	21,071.97
9. <u>Fire Dept. Penalties</u>	6,094.92	6,250.00		12,344.92
10. <u>Public Defender</u>	3,161.00	23,439.50	9,235.00	17,365.50
11. <u>Sidewalk Fund</u>	14,942.00	8,642.30		23,584.30
12. <u>Accumulated Sick and Vacation</u>	45,000.00		10,246.53	34,753.47
13. <u>COAH Deposits &amp; Int.</u>	1,139,149.47	122,702.94	1,137,667.99	124,184.42
14. <u>Police Outside Overtime</u>	54,756.04	208,900.50	243,968.26	19,688.28
15. <u>Law Enforcement Trust Fund</u>	737.65	4.88	288.90	453.63
16. <u>Open Space Deposits</u>	947,847.53	378,669.74	420,300.00	906,217.27
17. <u>SUI</u>	120,999.62	8,395.77	1,735.00	127,660.39
18. <u>Recreation</u>	21,428.18	12,300.00	7,139.75	26,588.43
19. <u>Developers Deposits</u>	950,254.58	249,028.27	352,331.34	846,951.51
20.				
21.				
22.				
23.				
24.				
25.				
26.				
27.				
28.				
29.				
30.				
31.				
32.				
33.				
34.				
35.				
36.				
37.				
38.				
39.				
40.				
41.				
42.				
43.				
44.				
45.				
<b>Totals:</b>	\$ 3,364,863.57	\$ 1,054,984.90	\$ 2,210,736.77	\$ 2,209,111.70

**ANALYSIS OF TRUST ASSESSMENT CASH AND INVESTMENTS PLEDGED TO  
LIABILITIES AND SURPLUS**

Title of Liability to which Cash and Investments are Pledged	Audit Balance Dec. 31, 2004	Assessments and Liens	Current Budget	Miscellaneous	RECEIPTS		Disbursements	Balance Dec. 31, 2005
Assessment Serial Bond Issues:	xxxxxx	xxxxxx	xxxxxx	xxxxxx	xxxxxx	xxxxxx	xxxxxx	xxxxxx
Improvement Sewer System Fox Chase Dr. / Kristy Ln.	\$13,980.68							\$13,980.68
Improvement Sewer System Nottingham Dr.	(17,970.53)							(17,970.53)
Construction Sewer System Valley Dr.	(189,350.00)		\$88,350.00				\$27,050.00	(128,050.00)
Construction Sewer System Oakridge & Tall Timbers	3,508.05	\$4,209.62					13,200.00	(5,482.33)
Construction Sewer System High Tor, Ridge & Parlin	23,866.50	10,524.65					24,750.00	9,641.15
Curbing on Sherwood Dr, Friar Ln & Eismore Dr	48,461.93	1,216.13					10,438.00	39,240.06
Redmont Rd.	18,755.21	14,588.22					34,585.00	(1,241.57)
Valley Dr. & Brook Dr.	155,508.36	59,258.96					82,135.00	132,632.32
Will Lane & Brook Dr.	6,740.30						8,842.00	(2,101.70)
Assessment Bond Anticipation Note Issues:	xxxxxx	xxxxxx	xxxxxx	xxxxxx	xxxxxx	xxxxxx	xxxxxx	xxxxxx
Due Current Fund	229,943.62		\$18,220.99				278,431.56	(30,266.95)
Trust Surplus	9,888.79	2,476.20	82,154.65				36,995.00	57,524.64
*Less Assets "Unfinanced"	xxxxxx	xxxxxx	xxxxxx	xxxxxx	xxxxxx	xxxxxx	xxxxxx	xxxxxx
Totals	\$303,332.91	\$92,273.78	\$170,504.65	\$18,220.99			\$516,426.56	\$67,905.77

\*Show as red figure









**SCHEDULE OF APPROPRIATED RESERVES FOR  
FEDERAL AND STATE GRANTS**

Grant	Balance Jan. 1, 2005	Transferred from 2005		Transferred From Accounts Payable	Expended	Accounts Payable	Canceled	Balance Dec. 31, 2005
		Budget Appropriations	Budget Appropriation By 40A:4-87					
Safe and Secure Communities	\$16,250.00	\$60,000.00			\$70,000.00			\$6,250.00
Match	130,296.59	158,000.00			105,507.19			182,789.40
Somerset County Planning Incentive Grant & Match	32,274.30							32,274.30
Cross Acceptance Program	2,000.00							2,000.00
Clean Communities Program	477.63	7,234.51			7,712.14			
Green Communities Program & Match	1,000.00			\$2,000.00	1,000.00	\$1,000.00		1,000.00
Special Legislative	6,375.00							6,375.00
Body Armor Replacement Fund	1,729.35	2,525.80	\$2,535.38	2,554.04	1,579.72			7,764.85
Federal Bulletproof Vest Program	3,125.54			55.71	2,046.52			1,134.73
S.C. Youth Athletic & Recreation Program	8,060.24		15,000.00	15,497.00	17,471.00	16,906.40		4,179.84
S.C. Youth Services Program	750.00		5,000.00					5,750.00
S.C. Youth Services Initiative Grant			5,000.00					5,000.00
Alcohol Education and Rehabilitation	1,040.63		624.62		950.00			715.25
Drunk Driving Enforcement Fund	13,642.16	2,545.50			12,475.60			3,712.06
State of NJ - Local Library Grant	30,000.00				25,761.52	4,238.48		
All Hazards Emergency Operating Planning Program	591.80							591.80
Recycling Tonnage Grant	3,819.22		2,777.03		3,819.22			2,777.03





## LOCAL DISTRICT SCHOOL TAX \*

	Debit	Credit
Balance January 1, 2005	xxxxxxxx	xxxxxxxxxx
School Tax Payable # 85001-00	xxxxxxxx	
School Tax Deferred (Not in excess of 50% of Levy - 2004 - 2005) 85002-00	xxxxxxxx	
Levy School Year July 1, 2005 - June 30, 2006	xxxxxxxx	
Levy Calendar Year 2005	xxxxxxxx	\$8,894,098.00
Paid	\$8,894,098.00	xxxxxxxxxx
Balance December 31, 2005	xxxxxxxx	xxxxxxxxxx
School Tax Payable # 85003-00		xxxxxxxxxx
School Tax Deferred (Not in excess of 50% of Levy - 2005 - 2006) 85004-00		xxxxxxxxxx
* Not including Type I school debt service, emergency authorizations - schools, transfer to Board of Education for use of local schools.		
# Must include unpaid requisitions.		
	\$8,894,098.00	\$8,894,098.00

## MUNICIPAL OPEN SPACE TAX

	Debit	Credit
Balance January 1, 2005	xxxxxxxx	\$947,847.53
2005 Levy	xxxxxxxx	353,266.32
2005 Levy Added	xxxxxxxx	1,659.23
Prior Year Levy Added	xxxxxxxx	101.33
Receipts	xxxxxxxx	23,642.86
Expenditures	\$420,300.00	xxxxxxxx
		xxxxxxxx
		xxxxxxxx
Balance December 31, 2005	906,217.27	xxxxxxxxxx
	\$1,326,517.27	\$1,326,517.27

## REGIONAL SCHOOL TAX

(Provide a separate statement for each Regional District involved)

**NOT APPLICABLE**

	Debit	Credit
Balance January 1, 2005	XXXXXXXXXX	XXXXXXXXXX
School Tax Payable # 85031-00		
School Tax Deferred	XXXXXXXXXX	
(Not in excess of 50% of Levy - 2004 - 2005) 85032-00	XXXXXXXXXX	
Levy School Year July 1, 2005 - June 30, 2006	XXXXXXXXXX	
Levy Calendar Year 2005	XXXXXXXXXX	
Paid		XXXXXXXXXX
Balance December 31, 2005	XXXXXXXXXX	XXXXXXXXXX
School Tax Payable # 85033-00		
School Tax Deferred		XXXXXXXXXX
(Not in excess of 50% of Levy - 2005 - 2006) 85034-00		XXXXXXXXXX

# Must include unpaid requisitions.

## REGIONAL HIGH SCHOOL TAX

	Debit	Credit
Balance January 1, 2005	XXXXXXXXXX	XXXXXXXXXX
School Tax Payable # 85041-00		
School Tax Deferred	XXXXXXXXXX	(\$149,978.28)
(Not in excess of 50% of Levy - 2004 - 2005) 85042-00	XXXXXXXXXX	
Levy School Year July 1, 2005 - June 30, 2006	XXXXXXXXXX	
Levy Calendar Year 2005	XXXXXXXXXX	5,178,115.94
Paid		XXXXXXXXXX
Balance December 31, 2005	\$4,868,233.51	XXXXXXXXXX
School Tax Payable # 85043-00		
School Tax Deferred	XXXXXXXXXX	XXXXXXXXXX
(Not in excess of 50% of Levy - 2005 - 2006) 85044-00	159,904.15	XXXXXXXXXX
	\$5,028,137.66	\$5,028,137.66

# Must include unpaid requisitions.

## COUNTY TAXES PAYABLE

	Debit	Credit
Balance January 1, 2005	xxxxxxxx	xxxxxxxx
County Taxes	80003-01 xxxxxxxx	
Due County for Added and Omitted Taxes	80003-02 xxxxxxxx	
2005 Levy:	xxxxxxxx	xxxxxxxx
General County	80003-03 xxxxxxxx	\$5,348,017.33
County Library	80003-04 xxxxxxxx	592,825.72
County Health	xxxxxxxx	
County Open Space Preservation	xxxxxxxx	514,283.21
Due County for Added and Omitted Taxes	80003-05 xxxxxxxx	32,343.01
Paid	\$6,487,469.27	xxxxxxxx
Balance December 31, 2005	xxxxxxxx	xxxxxxxx
County Taxes		xxxxxxxx
Due County for Added and Omitted Taxes		xxxxxxxx
	\$6,487,469.27	\$6,487,469.27

## SPECIAL DISTRICT TAXES

	Debit	Credit
Balance January 1, 2005	xxxxxxxx	
2005 Levy: (List Each Type of District Tax Separately - see Footnote)	80003-06 xxxxxxxx	xxxxxxxx
Fire -	81108-00 xxxxxxxx	xxxxxxxx
Sewer -	81111-00 xxxxxxxx	xxxxxxxx
Water -	81112-00 xxxxxxxx	xxxxxxxx
Garbage -	81109-00 xxxxxxxx	xxxxxxxx
Municipal Open Space -	81105-00 \$353,266.32	xxxxxxxx
Municipal Open Space - Added	1,760.56	xxxxxxxx
Total 2005 Levy	80003-07 xxxxxxxx	\$355,026.88
Paid	80003-08 \$355,026.88	xxxxxxxx
Balance December 31, 2005	80003-09 \$355,026.88	\$355,026.88

Footnote: Please state the number of districts in each instance.

## STATE LIBRARY AID

### RESERVE FOR MAINTENANCE OF FREE PUBLIC LIBRARY WITH STATE AID NOT APPLICABLE

	Debit	Credit
Balance January 1, 2005	xxxxxxxxxx	
State Library Aid Received in 2005	xxxxxxxxxx	
Expended		xxxxxxxxxx
Balance December 31, 2005		

### RESERVE FOR EXPENSE OF PARTICIPATION IN FREE COUNTY LIBRARY WITH STATE AID NOT APPLICABLE

	Debit	Credit
Balance January 1, 2005	xxxxxxxxxx	
State Library Aid Received in 2005	xxxxxxxxxx	
Expended		xxxxxxxxxx
Balance December 31, 2005		

### RESERVE FOR AID TO LIBRARY OR READING ROOM WITH STATE AID (N.J.S.A. 40:54-35) NOT APPLICABLE

	Debit	Credit
Balance January 1, 2005	xxxxxxxxxx	
State Library Aid Received in 2005	xxxxxxxxxx	
Expended		xxxxxxxxxx
Balance December 31, 2005		

### RESERVE FOR LIBRARY SERVICES WITH FEDERAL AID

NOT APPLICABLE

	Debit	Credit
Balance January 1, 2005	xxxxxxxxxx	
State Library Aid Received in 2005	xxxxxxxxxx	
Expended		xxxxxxxxxx
Balance December 31, 2005		

## STATEMENT OF GENERAL BUDGET REVENUES 2005

Source	Budget -01	Realized -02	Excess or (Deficit) -03
Surplus Anticipated	\$1,750,000.00	\$1,750,000.00	
Surplus Anticipated with Prior Written Consent of Director of Local Government			
Miscellaneous Revenue Anticipated			XXXXXXXXXX
Adopted Budget	2,965,112.81	3,290,966.22	\$325,853.41
Added by N. J. S. 40A:4-87: (List on 17a)	41,522.03	41,522.03	XXXXXXXXXX
Total Miscellaneous Revenue Anticipated	\$3,006,634.84	\$3,332,488.25	\$325,853.41
Receipts from Delinquent Taxes	130,000.00	125,082.35	(4,917.65)
Amount to be Raised by Taxation:	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX
(a) Local Tax for Municipal Purposes	6,455,155.55	XXXXXXXXXX	XXXXXXXXXX
(b) Addition to Local District School Tax	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX
Total Amount to be Raised by Taxation	6,455,155.55	6,716,965.52	261,809.97
	\$11,341,790.39	\$11,924,536.12	\$582,745.73

## ALLOCATION OF CURRENT TAX COLLECTIONS

	Debit	Credit
Current Taxes Realized in Cash (Total of Item 10 or 14 on Sheet 22)	XXXXXXXXXX	\$27,095,675.61
Amount to be Raised by Taxation	XXXXXXXXXX	XXXXXXXXXX
Local District School Tax	\$8,894,098.00	XXXXXXXXXX
Municipal Open Space Tax	355,026.88	XXXXXXXXXX
Regional School Tax		XXXXXXXXXX
Regional High School Tax	5,178,115.94	XXXXXXXXXX
County Taxes	6,455,126.26	XXXXXXXXXX
Due County for Added and Omitted Taxes	32,343.01	XXXXXXXXXX
Special District Taxes - Fire		XXXXXXXXXX
Reserve for Uncollected Taxes	XXXXXXXXXX	536,000.00
Deficit in Required Collection of Current Taxes (or)	XXXXXXXXXX	
Balance for Support of Municipal Budget (or)	6,716,965.52	XXXXXXXXXX
* Excess Non-Budget Revenue (see footnote)		XXXXXXXXXX
* Deficit Non-Budget Revenue (see footnote)	XXXXXXXXXX	
	\$27,631,675.61	\$27,631,675.61

\* These items are applicable only when there is no "Amount to be Raised by Taxation" in the "Budget" column of the statement at the top of this sheet. In such instances, any excess or deficit in the above allocation would apply to "Non-Budget Revenue" only.



## STATEMENT OF GENERAL BUDGET APPROPRIATIONS 2005

2005 Budget as Adopted	80012-01	\$11,300,268.36
2005 Budget - Added by N.J.S. 40A:4-87	80012-02	41,522.03
Appropriated for 2005 (Budget Statement Item 9)	80012-03	11,341,790.39
Appropriated for 2005 by Emergency Appropriation (Budget Statement Item 9)	80012-04	
Total General Appropriations (Budget Statement Item 9)	80012-05	11,341,790.39
Add: Overexpenditures (see footnote)	80012-06	
Total Appropriations and Overexpenditures	80012-07	11,341,790.39
Deduct Expenditures:		
Paid or Charged [Budget Statement item (L)]	80012-08	\$9,883,046.43
Paid or Charged - Reserve for Uncollected Taxes	80012-09	536,000.00
Reserved	80012-10	858,318.83
Total Expenditures	80012-11	11,277,365.26
Unexpended Balances Canceled (see footnote)	80012-12	\$64,425.13

**FOOTNOTES - RE: OVEREXPENDITURES:**

Every appropriation overexpended in the budget document must be marked with an \* and must agree in the aggregate with this item.

RE: UNEXPENDED BALANCES CANCELED:

Are not to be shown as "Paid or Charged" in the budget document. In all instances "Total Appropriations" and "Overexpenditures" must equal the sum of "Total Expenditures" and "Unexpended Balances Canceled".

## SCHEDULE OF EMERGENCY APPROPRIATIONS FOR LOCAL DISTRICT SCHOOL PURPOSES

(EXCEPT FOR TYPE I SCHOOL DEBT SERVICE)

**NOT APPLICABLE**

2005 Authorizations		
N.J.S. 40A:4-46 (After adoption of Budget)		
N.J.S. 40A:4-20 (Prior to adoption of Budget)		
Total Authorizations		
Deduct Expenditures:		
Paid or Charged		
Reserved		
Total Expenditures		

# RESULTS OF 2005 OPERATION

## CURRENT FUND

	Debit	Credit
Excess of Anticipated Revenues:	XXXXXXXXXX	XXXXXXXXXX
Miscellaneous Revenues Anticipated      80013-01	XXXXXXXXXX	\$325,853.41
Delinquent Tax Collections      80013-02	XXXXXXXXXX	
	XXXXXXXXXX	
Required Collection of Current Taxes      80013-03	XXXXXXXXXX	261,809.97
Unexpended Balances of 2005 Budget Appropriations      80013-04	XXXXXXXXXX	64,425.13
Miscellaneous Revenue Not Anticipated      81113-	XXXXXXXXXX	1,233,309.13
Miscellaneous Revenue Not Anticipated: Proceeds of Sale of Foreclosed Property (Sheet 27)      81114-	XXXXXXXXXX	
Payments in Lieu of Taxes on Real Property      81120-	XXXXXXXXXX	
Prepaid School Tax Applied	XXXXXXXXXX	149,978.28
Unexpended Balances of 2004 Approp. Reserves      80013-05	XXXXXXXXXX	795,015.39
Prior Years Interfunds Returned in 2005      80013-06	XXXXXXXXXX	229,406.47
Accounts Payable Canceled	XXXXXXXXXX	194,759.16
Tax Overpayments Canceled	XXXXXXXXXX	
	XXXXXXXXXX	
Deferred School Tax Revenue (See School Taxes, Sheets 13 & 14)	XXXXXXXXXX	XXXXXXXXXX
Balance January 1, 2005      80013-07		XXXXXXXXXX
Balance December 31, 2005      80013-08	XXXXXXXXXX	
Deficit in Anticipated Revenues:	XXXXXXXXXX	XXXXXXXXXX
Miscellaneous Revenues Anticipated      80013-09		XXXXXXXXXX
Delinquent Tax Collections      80013-10	\$4,917.65	XXXXXXXXXX
		XXXXXXXXXX
Required Collection of Current Taxes      80013-11		XXXXXXXXXX
Interfund Advances Originating in 2005      80013-12		XXXXXXXXXX
Accounts Receivable Canceled		XXXXXXXXXX
Refund of Prior Year Revenue	991.00	XXXXXXXXXX
		XXXXXXXXXX
Deficit Balance - To Trial Balance (Sheet 3)      80013-13	XXXXXXXXXX	
Surplus Balance - To Surplus (Sheet 21)      80013-14	3,248,648.29	XXXXXXXXXX
	\$3,254,556.94	\$3,254,556.94



**SURPLUS - CURRENT FUND  
YEAR 2005**

		Debit	Credit
1. Balance January 1, 2005	80014-01	xxxxxxxxxx	\$3,198,862.02
2.		xxxxxxxxxx	
3. Excess Resulting from 2005 Operations	80014-02	xxxxxxxxxx	3,248,648.29
4. Amount Appropriated in the 2005 Budget - Cash	80014-03	\$1,750,000.00	xxxxxxxxxx
5. Amount Appropriated in 2005 Budget - with Prior Writ- ten Consent of Director of Local Government Services	80014-04		xxxxxxxxxx
6.			xxxxxxxxxx
7. Balance December 31, 2005	80014-05	4,697,510.31	xxxxxxxxxx
		\$6,447,510.31	\$6,447,510.31

**ANALYSIS OF BALANCE DECEMBER 31, 2005  
(FROM CURRENT FUND - TRIAL BALANCE)**

Cash	80014-06	\$6,809,388.28
Investments	80014-07	
Sub-Total		\$6,809,388.28
Deduct Cash Liabilities Marked with "C" on Trial Balance	80014-08	2,113,527.76
Cash Surplus	80014-09	\$4,695,860.52
Deficit in Cash Surplus	80014-10	
Other Assets Pledged to Surplus: *		
(1) Due from State of N.J. Senior Citizens and Veterans Deduction	80014-16	\$1,649.79
Deferred Charges #	80014-12	
Cash Deficit #	80014-13	
Total Other Assets	80014-14	1,649.79
* IN THE CASE OF A "DEFICIT IN CASH SURPLUS", "OTHER ASSETS WOULD ALSO BE PLEDGED TO CASH LIABILITIES. # MAY NOT BE ANTICIPATED AS NON-CASH SURPLUS IN 2006 BUDGET. (1) MAY BE ALLOWED UNDER CERTAIN CONDITIONS.	80014-15	\$4,697,510.31

NOTE: Deferred charges for authorizations under N.J.S. 40A: 4-55 (Tax Map, etc.), N.J.S. 40A:4-55 (Flood Damage, etc.), N.J.S. 40A:4-55.1 (Roads and Bridges, etc.), and N.J.S. 40A:4-55.13 (Public Exigencies, etc.) to the extent of emergency notes issued and outstanding for such purposes, together with such emergency notes, may be omitted from this analysis.

CURRENT TAXES - 2005 LEVY

1. Amount of Levy as per Duplicate (Analysis) or (Abstract of Ratables)	82101-00	\$	27,378,139.92
2. Amount of Levy Special District Taxes	82113-00	\$	
	82102-00	\$	
3. Amount Levied for Omitted Taxes under N.J.S.A. 54:4-63.12 et seq.	82103-00	\$	
4. Amount Levied for Added Taxes under N.J.S.A. 54:4-63.1 et seq.	82104-00	\$	136,068.82
5a. Subtotal 2005 Levy		\$	27,514,208.74
5b. Reductions due to tax appeals**		\$	
5c. Total 2005 Levy	82106-00	\$	27,514,208.74
6. Transferred to Tax Title Liens	82107-00	\$	
7. Transferred to Foreclosed Property	82108-00	\$	
8. Remitted, Abated or Canceled	82109-00	\$	54,001.23
9. Discount Allowed	82110-00	\$	
10. Collected in Cash: In 2004	82121-00	\$	214,314.82
	82122-00	\$	26,819,110.79
		\$	
State's Share of REAP		\$	
State's Share of 2005 Senior Citizens and Veteran's Deductions Allowed	82123-00	\$	62,250.00
Total to Line 14	82111-00	\$	27,095,675.61
11. Total Credits		\$	27,149,676.84
12. Amount Outstanding December 31, 2005	83120-00	\$	364,531.90

13. Percentage of Cash Collections to Total 2005 Levy,  
(Item 10 divided by Item 5) is 98.48% %  
82112-00

**Note: If municipality conducted Accelerated Tax Sale or Tax Levy Sale check here** \_\_\_\_\_ **& complete sheet 22a.**

14. Calculation of Current Taxes Realized in Cash:

Total of Line 10	\$	27,095,675.61
Less: Reserve for Tax Appeals Pending State Division of Tax Appeals	\$	
To Current Taxes Realized in Cash (Sheet 17)	\$	27,095,675.61

Note A: In showing the above percentage the following should be noted:  
Where Item 5 shows \$1,500,000.00, and Item 10 shows \$1,049,977.50,  
the percentage represented by the cash collections would be  
\$1,049,977.50 / \$1,500,000.00, or .699985. Then correct percentage to  
be shown as Item 13 is 69.99% and not 70.00%, nor 69.999%

# Note: On Item 1 if Duplicate (Analysis) Figure is used; be sure to include  
Senior Citizens and Veterans Deductions.

\* Include overpayments applied as part of 2005 collections.

\*\* Tax appeals pursuant to RS 54:48-1 et seq approved by resolution governing body prior to  
introduction of municipal budget.

# ACCELERATED TAX SALE / TAX LEVY SALE - CHAPTER 99

## To Calculate Underlying Tax Collection Rate For 2005

Utilize this sheet only if you conducted an accelerated Tax Sale or Tax Levy Sale pursuant to Chapter 99, P.L. 1998

**NOT APPLICABLE**

### (1) Utilizing Accelerated Tax Sale

Total of Line 10 Collected in Cash (sheet 22)..... \$ \_\_\_\_\_

LESS: Proceeds from Accelerated Tax Sale..... \$ \_\_\_\_\_

**NET Cash Collected**..... \$ \_\_\_\_\_

Line 5c (sheet 22) Total 2005 Tax Levy..... \$ \_\_\_\_\_

Percentage of Collection Excluding Accelerated Tax Sale Proceeds  
(Net Cash Collected divided by Item 5c) is..... % \_\_\_\_\_

---

---

---

### (2) Utilizing Accelerated Tax Levy Sale

Total of Line 10 Collected in Cash (sheet 22)..... \$ \_\_\_\_\_

LESS: Proceeds from Accelerated Tax Levy Sale..... \$ \_\_\_\_\_

**NET Cash Collected**..... \$ \_\_\_\_\_

Line 5c (sheet 22) Total 2005 Tax Levy..... \$ \_\_\_\_\_

Percentage of Collection Excluding Accelerated Tax Levy Sale Proceeds  
(Net Cash Collected divided by Item 5c) is..... % \_\_\_\_\_

**SCHEDULE OF DUE FROM/TO STATE OF NEW JERSEY  
FOR SENIOR CITIZENS AND VETERANS DEDUCTIONS**

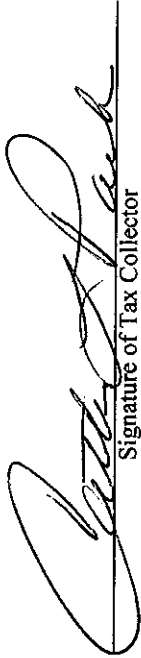
	Debit	Credit
1. Balance January 1, 2005	xxxxxxxxxxxx	xxxxxxxxxxxx
Due From State of New Jersey	\$899.79	xxxxxxxxxxxx
Due To State of New Jersey	xxxxxxxxxxxx	
2. Sr. Citizens Deductions Per Tax Billings	6,250.00	xxxxxxxxxxxx
3. Veterans Deductions Per Tax Billings	54,750.00	xxxxxxxxxxxx
4. Sr. Citizens Deductions Allowed By Tax Collector	500.00	xxxxxxxxxxxx
5. Veterans Deductions Allowed By Tax Collector	750.00	
6.		
7. Sr. Citizens Deductions Disallowed By Tax Collector	xxxxxxxxxxxx	
8. Sr. Citizens Deductions Disallowed By Tax Collector 2004 Taxes	xxxxxxxxxxxx	
9. Received in Cash from State	xxxxxxxxxxxx	\$61,500.00
10.		
11.		
12. Balance December 31, 2005		
Due From State of New Jersey	xxxxxxxxxxxx	xxxxxxxxxxxx
Due To State of New Jersey	xxxxxxxxxxxx	1,649.79
	\$63,149.79	xxxxxxxxxxxx
		\$63,149.79

Calculation of Amount to be included on Sheet 22, Item 10-  
2005 Senior Citizens and Veterans Deductions Allowed

Line 2	6,250.00
Line 3	54,750.00
Line 4	500.00
Line 5	750.00
Sub-Total	62,250.00
Less: Line 7	
To Item 10, Sheet 22	62,250.00

**SCHEDULE OF RESERVE FOR TAX APPEALS PENDING -  
N.J. DIVISION OF TAX APPEALS (N.J.S.A. 54:3-27)**

	Debit	Credit
Balance January 1, 2005	xxxxxxx	\$185,276.96
Taxes Pending Appeals	xxxxxxx	xxxxxxx
Interest Earned on Taxes Pending Appeals Contested Amount of 2005 Taxes Collected which are Pending State Appeal (Item 14, Sheet 22)	xxxxxxx	xxxxxxx
Interest Earned on Taxes Pending State Appeals	xxxxxxx	
2005 Budget Appropriation		
Cash Paid to Appellants (Including 5% Interest from Date of Payment) Closed to Results of Operations (Portion of Appeal won by Municipality, Including Interest)		xxxxxxx
		xxxxxxx
Balance December 31, 2005	\$185,276.96	xxxxxxx
Taxes Pending Appeals *	xxxxxxx	xxxxxxx
Interest Earned on Taxes Pending Appeals	\$185,276.96	xxxxxxx
* Includes State Tax Court and County Board of Taxation Appeals Not Adjusted by December 31, 2005.	\$185,276.96	\$185,276.96

  
 Signature of Tax Collector

T-0347      2/16/06  
 License #      Date

**COMPUTATION OF APPROPRIATIONS:  
RESERVE FOR UNCOLLECTED TAXES AND  
AMOUNT TO BE RAISED BY TAXATION  
IN 2006 MUNICIPAL BUDGET**

	YEAR 2006	YEAR 2005
1. Total General Appropriations for 2006 Municipal Budget Statement item 8 (L) (Exclusive of Reserve for Uncollected Taxes)	80015-	XXXXXXXXXX
2. Local District School Tax -		
Actual	80016-	\$8,894,098.00
Estimate **	80017-	XXXXXXXXXX
3. Vocational School Tax -		
Actual		
Estimate *		XXXXXXXXXX
4. Regional School District Tax -		
Actual		
Estimate *		XXXXXXXXXX
5. Regional High School Tax -		
Actual	80018-	5,178,115.94
Estimate *	80019-	XXXXXXXXXX
6. County Tax		
Actual	80020-	6,487,469.27
Estimate *	80021-	XXXXXXXXXX
7. Special District/ Open Space Taxes		
Actual	80022-	355,026.88
Estimate *	80023-	XXXXXXXXXX
8. Total General Appropriations & Other Taxes	80024-01	
9. Less: Total Anticipated Revenues from 2006 in Municipal Budget (Item 5)	80024-02	
10. Cash Required from 2006 Taxes to Support Local Municipal Budget and Other Taxes	80024-03	
11. Amount of Item 10 Divided by _____ % (820024-04) Equals Amount to be Raised by Taxation (Percentage used must not exceed the applicable percentage shown by Item 13, Sheet 22) Analysis of Item 11:	80024-05	
Local District School Tax (Amount Shown on Line 2 Above)		
Vocational School Tax (Amount Shown on Line 3 Above)		
Regional School District Tax (Amount Shown on Line 4 Above)		
Regional High School Tax (Amount Shown on Line 5 Above)		
County Tax (Amount Shown on Line 6 Above)		
Special District Tax (Amount Shown on Line 7 Above)		
Tax in Local Municipal Budget		
Total Amount (see Line 11)		
12. Appropriation: Reserve for Uncollected Taxes (Budget Statement, Item 8 (M) (Item 11, Less Item 10) Computation of "Tax in Local Municipal Budget" Item 1 - Total General Appropriations	80024-06	
Item 12 - Appropriation: Reserve for Uncollected Taxes		
Sub-Total		
Less: Item 9 - Total Anticipated Revenues		
Amount to be Raised by Taxation in Municipal Budget	80024-07	

\* May not be stated in an amount less than "actual" Tax of 2005.

\*\* Must be stated in the amount of the proposed budget submitted by the Local Board of Education to the Commissioner of Education on January 15, 2006 (Chap. 136, P.L. 1978). Consideration must be given to calendar year calculation.

Note:  
The amount of anticipated revenues (Item 9) may never exceed the total of Items 1 and 12.

**ACCELERATED TAX SALE - CHAPTER 99**

**Calculation To Utilize Proceeds In Current Budget As Deduction  
To Reserve For Uncollected Taxes Appropriation**

NOT APPLICABLE

Note: This sheet should be completed only if you are conducting an accelerated tax sale for the first time in the current year.

A. Reserve for Uncollected Taxes (Sheet 25, Item 12) \$ \_\_\_\_\_

B. Reserve for Uncollected Taxes Exclusion:  
Amount Realized in Prior Year for  
Receipts from Delinquent Taxes\*  
(sheet 26, Item 10) \$ \_\_\_\_\_

\* NOTE: If accelerated tax sale was conducted in 2005, utilize proceeds from the December accelerated tax sale instead of entire amount realized for Receipts from Delinquent Taxes.

C. Times: % of increase of Amount to be  
Raised by Taxes over Prior Year \_\_\_\_\_ %  
( (2006 Estimated Total Levy - 2005 Total Levy) / 2005 Total Levy)

D. Reserve for Uncollected Taxes Exclusion Amount  
( (B x C) + B) \$ \_\_\_\_\_

E. Net Reserve for Uncollected Taxes  
Appropriation in Current Budget  
(A - D) \$ \_\_\_\_\_

**2006 Reserve for Uncollected Taxes Appropriation Calculation (Actual)**

1. Subtotal General Appropriations (item 8(f) budget sheet 29) \$ \_\_\_\_\_

2. Taxes not Included in the Budget (AFS 25, items 2 thru 7) \$ \_\_\_\_\_

Total

3. Less: Anticipated Revenues (item 5, budget sheet 11) \$ \_\_\_\_\_

4. Cash Required \$ \_\_\_\_\_

5. Total Required at \_\_\_\_\_ % (items 4+6) \$ \_\_\_\_\_

6. Reserve for Uncollected Taxes (item E above) \$ \_\_\_\_\_

## SCHEDULE OF DELINQUENT TAXES AND TAX TITLE LIENS

	Debit	Credit
1. Balance, January 1, 2005	\$133,178.00	xxxxxxx
A. Taxes	\$133,178.00	xxxxxxx
B. Tax Title Liens	xxxxxxx	xxxxxxx
2. Canceled:	xxxxxxx	xxxxxxxxxxx
A. Taxes	83105-00	\$8,095.65
B. Tax Title Liens	83106-00	
3. Transferred to Foreclosed Tax Title Liens:	xxxxxxx	xxxxxxx
A. Taxes	83108-00	
B. Tax Title Liens	83109-00	
4. Added Taxes	83110-00	xxxxxxx
5. Added Tax Title Liens	83111-00	xxxxxxx
6. Adjustment between Taxes (Other than current year) and Tax Title Liens:	xxxxxxx	xxxxxxx
A. Taxes-Transfers to Tax Title Liens	83104-00	xxxxxxx (1)
B. Tax Title Liens-Transfers from Taxes	83107-00	(1) xxxxxxx
7. Balance Before Cash Payments	xxxxxxx	125,082.35
8. Totals	\$133,178.00	\$133,178.00
9. Balance Brought Down	\$125,082.35	xxxxxxx
10. Collected:	xxxxxxx	\$125,082.35
A. Taxes	83116-00	\$125,082.35
B. Tax Title Liens	83117-00	xxxxxxx
11. Interest and Costs - 2005 Tax Sale	83118-00	xxxxxxx
12. 2005 Taxes Transferred to Liens	83119-00	xxxxxxx
13. 2005 Taxes	83123-00	xxxxxxx
14. Balance December 31, 2005	364,531.90	364,531.90
A. Taxes	83121-00	\$364,531.90
B. Tax Title Liens	83122-00	xxxxxxx
15. Totals	\$489,614.25	\$489,614.25

16. Percentage of Cash Collections to Adjusted Amount Outstanding (Item No. 10 divided by item No. 9) is  and represents the

17. Item No. 14 multiplied by percentage shown above is  and represents the maximum amount that may be anticipated in 2006.

(See Note A on Sheet 22 - Current Taxes)

(1) These amounts will always be the same.

**SCHEDULE OF FORECLOSED PROPERTY  
(PROPERTY ACQUIRED BY TAX TITLE LIEN LIQUIDATION)**

NOT APPLICABLE

		Debit	Credit
1. Balance, January 1, 2005	84101-00		xxxxxxx
2. Foreclosed or Deeded in 2005		xxxxxxx	xxxxxxx
3. Tax Title Liens	84103-00		xxxxxxx
4. Taxes Receivable	84104-00		xxxxxxx
5A.	84102-00		xxxxxxx
5B.	84105-00	xxxxxxx	
6. Adjustment to Assessed Valuation	84106-00		xxxxxxx
7. Adjustment to Assessed Valuation	84107-00	xxxxxxx	
8. Sales		xxxxxxx	xxxxxxx
9. Cash *	84109-00	xxxxxxx	
10. Contract	84110-00	xxxxxxx	
11. Mortgage	84111-00	xxxxxxx	
12. Loss on Sales	84112-00	xxxxxxx	
13. Gain on Sales	84113-00		xxxxxxx
14. Balance December 31, 2005	84114-00	xxxxxxx	

**CONTRACT SALES**

NOT APPLICABLE

		Debit	Credit
15. Balance January 1, 2005	84115-00		xxxxxxx
16. 2005 Sales from Foreclosed Property	84116-00		xxxxxxx
17. Collected *	84117-00	xxxxxxx	
18.	84118-00	xxxxxxx	
19. Balance December 31, 2005	84119-00	xxxxxxx	

**MORTGAGE SALES**

NOT APPLICABLE

		Debit	Credit
20. Balance January 1, 2005	84120-00		xxxxxxx
21. 2005 Sales from Foreclosed Property	84121-00		xxxxxxx
22. Collected *	84122-00	xxxxxxx	
23.	84123-00	xxxxxxx	
24. Balance December 31, 2005	84124-00	xxxxxxx	

Analysis of Sale of Property:

\* Total Cash Collected in 2005 \_\_\_\_\_ 84125-00

Realized in 2005 Budget \_\_\_\_\_

To Results of Operations (Sheet 19) \_\_\_\_\_

**DEFERRED CHARGES**

- MANDATORY CHARGES ONLY -

**CURRENT, TRUST, AND GENERAL CAPITAL FUNDS**

(Do not include the emergency authorizations pursuant to N.J.S. 40A:4-55, N.J.S. 40A:4-55.1 or N.J.S. 40A:4-55.13 listed on Sheets 29 and 30.)

NOT APPLICABLE

<u>Caused By</u>	Amount Dec. 31, 2004 per Audit Report	Amount in 2005 Budget	Amount Resulting from 2005	Balance as at Dec. 31, 2005
1. Emergency Authorizations - Municipal*	\$ _____	\$ _____	\$ _____	\$ _____
2. Emergency Authorizations - Schools	\$ _____	\$ _____	\$ _____	\$ _____
3. _____	\$ _____	\$ _____	\$ _____	\$ _____
4. _____	\$ _____	\$ _____	\$ _____	\$ _____
5. _____	\$ _____	\$ _____	\$ _____	\$ _____
6. _____	\$ _____	\$ _____	\$ _____	\$ _____
7. _____	\$ _____	\$ _____	\$ _____	\$ _____
8. _____	\$ _____	\$ _____	\$ _____	\$ _____
9. _____	\$ _____	\$ _____	\$ _____	\$ _____
10. _____	\$ _____	\$ _____	\$ _____	\$ _____

\*Do not include items funded or refunded as listed below.

NOT APPLICABLE

**EMERGENCY AUTHORIZATIONS UNDER N.J.S. 40A:4-47 WHICH HAVE BEEN FUNDED OR REFUNDED UNDER N.J.S. 40A:2-3 OR N.J.S. 40A:2-51**

	<u>Date</u>	<u>Purpose</u>	<u>Amount</u>
1.	_____	_____	\$ _____
2.	_____	_____	\$ _____
3.	_____	_____	\$ _____
4.	_____	_____	\$ _____
5.	_____	_____	\$ _____

NOT APPLICABLE

**JUDGMENTS ENTERED AGAINST MUNICIPALITY AND NOT SATISFIED**

	<u>In favor of</u>	<u>On Account of</u>	<u>Date Entered</u>	<u>Amount</u>	<u>Appropriated For In Budget of 2006</u>
1.	_____	_____	_____	\$ _____	\$ _____
2.	_____	_____	_____	\$ _____	\$ _____
3.	_____	_____	_____	\$ _____	\$ _____





**SCHEDULE OF BONDS ISSUED AND OUTSTANDING  
AND 2006 DEBT SERVICE FOR BONDS**

(MUNICIPAL) GENERAL CAPITAL BONDS

	Debit	Credit	2006 Debt Service
Outstanding January 1, 2005	xxxxxxx	\$6,812,000.00	
Issued	xxxxxxx		
Paid	\$825,000.00	xxxxxxx	
Outstanding, December 31, 2005	5,987,000.00	xxxxxxx	
	\$6,812,000.00	\$6,812,000.00	
2006 Bond Maturities - General Capital Bonds	80033-06	80033-05	\$ 787,000.00
2006 Interest on Bonds*	80033-06	\$251,253.00	

**ASSESSMENT SERIAL BONDS**

Outstanding January 1, 2005	xxxxxxx	\$744,000.00
Issued	xxxxxxx	
Paid	\$201,000.00	xxxxxxx
Outstanding, December 31, 2005	543,000.00	xxxxxxx
	\$744,000.00	\$744,000.00
2006 Bond Maturities - Assessment Bonds	80033-11	\$ 136,000.00
2006 Interest on Bonds*	80033-12	\$21,720.00
Total "Interest on Bonds - Debt Service" (*Items)	80033-13	\$ 272,973.00

**LIST OF BONDS ISSUED DURING 2005**

Purpose	2006 Maturity	Amount Issued	Date of Issue	Interest Rate
Total				
	80033-14	80033-15		

**SCHEDULE OF LOANS ISSUED AND OUTSTANDING  
AND 2006 DEBT SERVICE FOR LOANS  
(MUNICIPAL) GENERAL CAPITAL LOANS**

		Debit	Credit	2006 Debt Service
Outstanding January 1, 2005	80033-01	xxxxxxx	\$489,348.61	
Issued	80033-02	xxxxxxx		
Paid	80033-03	\$59,872.69	xxxxxxx	
Outstanding, December 31, 2005	80033-04	429,475.92	xxxxxxx	
		\$489,348.61	\$489,348.61	
2006 Loan Maturities			80033-05	\$ 61,076.14
2006 Interest on Loans			80033-06	\$ 8,292.02
<b>Total 2006 Debt Service for</b>	<b>Green Trust</b>	<b>Loan(s)</b>	<b>80033-13</b>	<b>\$ 69,368.16</b>

Outstanding January 1, 2005	80033-07	xxxxxxx	\$1,972,580.25	
Issued	80033-08	xxxxxxx		
Paid	80033-09	\$104,730.89	xxxxxxx	
Outstanding, December 31, 2005	80033-10	1,867,849.36	xxxxxxx	
		\$1,972,580.25	\$1,972,580.25	
2006 Loan Maturities			80033-11	\$ 103,376.64
2006 Interest on Loans			80033-12	\$ 49,818.76
<b>Total 2006 Debt Service for</b>	<b>Infrastructure</b>	<b>Loan(s)</b>	<b>80033-13</b>	<b>\$ 153,195.40</b>

Outstanding January 1, 2005	80033-07	xxxxxxx	\$171,606.58	
Issued	80033-08	xxxxxxx		
Paid	80033-09	\$24,769.62	xxxxxxx	
Outstanding, December 31, 2005	80033-10	146,836.96	xxxxxxx	
		\$171,606.58	\$171,606.58	
2006 Loan Maturities			80033-11	\$ 24,769.62
2006 Interest on Loans			80033-12	\$ 1,432.76
<b>Total 2006 Debt Service for</b>	<b>Economic Development</b>	<b>Loan(s)</b>	<b>80033-13</b>	<b>\$ 26,202.38</b>

**SCHEDULE OF BONDS ISSUED AND OUTSTANDING  
AND 2006 DEBT SERVICE FOR BONDS**

NOT APPLICABLE

**TYPE I SCHOOL TERM BONDS**

	Debit	Credit	2006 Debt Service
Outstanding January 1, 2005	XXXXXXXX		
Paid		XXXXXXXX	
Outstanding, December 31, 2005		XXXXXXXX	
2006 Bond Maturities - Term Bonds	80034-04	\$	
2006 Interest on Bonds*	80034-05	\$	

NOT APPLICABLE

**TYPE I SCHOOL SERIAL BONDS**

Outstanding January 1, 2005	XXXXXXXX		
Issued	XXXXXXXX		
Paid		XXXXXXXX	
Outstanding, December 31, 2005		XXXXXXXX	
2006 Interest on Bonds*	80034-10	\$	
2006 Bond Maturities - Serial Bonds	80034-11	\$	
Total "Interest on Bonds - Type I School Debt Service" (*Items)	80034-12	\$	

NOT APPLICABLE

**LIST OF BONDS ISSUED DURING 2005**

Purpose	2006 Maturity -01	Amount Issued -02	Date of Issue	Interest Rate
Total	80035-			

NOT APPLICABLE

**2006 INTEREST REQUIREMENT - CURRENT FUND DEBT ONLY**

	Outstanding Dec. 31, 2005	2006 Interest Requirement
1. Emergency Notes	80036-	\$
2. Special Emergency Notes	80037-	\$
3. Tax Anticipation Notes	80038-	\$
4. Interest on Unpaid State and County Taxes	80039-	\$
5.	\$	\$
6.	\$	\$

**DEBT SERVICE FOR NOTES (OTHER THAN ASSESSMENT NOTES)**

Title or Purpose of Issue	Original Amount Issued	Original Date of Issue *	Amount Outstanding of Note	Date of Maturity	Rate of Interest	2006 Budget Requirement		Interest Computed to (Insert Date)
						For Principal	For Interest **	
1. #00-06 Various Public Works & Police Improv.	\$667,500.00	12/8/00	\$449,500.00	12/1/06	4.25%	\$16,648.15	\$19,103.75	12/1/06
2. #01-10/03-02 Various 2001 Capital Improv.	205,000.00	12/6/01	1,200,500.00	12/1/06	4.25%	38,725.81	51,021.25	12/1/06
3. #04-10 Various Public Improvements	350,000.00	12/2/05	350,000.00	12/1/06	4.25%		14,875.00	12/1/06
<b>Total</b>	<b>\$1,222,500.00</b>		<b>\$2,000,000.00</b>			<b>\$55,373.96</b>	<b>\$85,000.00</b>	
4.								
5.								
6.								
7.								
8.								
9.								
10.								
11.								
12.								
13.								
14.								
15.								
16.								
17.								

Memo: Designate all "Capital Notes" Issued under N.J.S. 40A:2-8(b) with "C". Such notes must be retired at the rate of 20% of the original amount issued annually.

Memo: Type I School Notes should be separately listed and totaled.

\*"Original Date of Issue" refers to the date when the first money was borrowed for a particular improvement, not the renewal date of subsequent notes which were issued.

All notes with an original date of issue of 2003 or prior require one legally payable installment to be budgeted if it is contemplated that such notes will be renewed in 2006 or

written intent of permanent financing submitted with statement.

\*\*If interest on notes is financed by ordinance, designate same, otherwise an amount must be included in this column.

(Do not crowd - add additional sheets)

80051-01      80051-02



**SCHEDULE OF CAPITAL LEASE PROGRAM OBLIGATIONS**

NOT APPLICABLE

Purpose	Amount of Lease Obligation Outstanding Dec. 31, 2005	For Principal	For Interest
1.			
2.			
3.			
4.			
5.			
6.			
7.			
8.			
9.			
10.			
11.			
12.			
13.			
14.			
15.			
16.			
17.			
<b>Total</b>			

(Do not crowd - add additional sheets)

**SCHEDULE OF IMPROVEMENT AUTHORIZATIONS (GENERAL CAPITAL FUND)**

IMPROVEMENTS Specify each authorization by purpose. Do not merely designate by a code number.	Balance - January 1, 2005		2005 Authorizations	Expended	Contracts Payable Canceled	Refunds	Balance - December 31, 2005	
	Funded	Unfunded					Funded	Unfunded
91-18 Rehabilitation of 9 Dwellings Pursuant to the Watchung Boro Rehab Prgm	\$40,994.13						\$40,994.13	
96-16 Construction of Improvements to Will Lane & Brook Drive	49,568.90			\$62.50			49,506.40	
97-17 Reconstr. Of Johnson Drive (Section 1)	842.50						842.50	
98-08 Acquisition of Various Equipment & Capital Improvements	270.50						270.50	
98-23 Rehabilitation of Dwellings Pursuant to COAH	4,500.00	\$85,500.00					4,500.00	\$85,500.00
99-12,04-02 Installation of Sanitary Sewer and Public Water Connection - Various Streets	198,872.54	56,696.00		16,780.50			238,788.04	
99-14,02-05,04-06 Install. Of Sanitary Sewer & Pub. Water Connects. - Oakwood & Valley Rds.	262,113.65	69,805.00		2,488.60		\$1,950.00	331,380.05	
00-05 General Road Resurfacing and Rehabilitation Projects	2,713.93			2,713.93				
00-10 Acquisition of Various Equipment & Capital Improvements	8,299.00			7,102.89			1,196.11	
00-12 Sewer Design, Construct & Rehabilitation	10,740.43			10,740.43				
01-08 Acq. Of Var. Equip & Capital Improvements	33,887.09			1,880.00			32,007.09	
01-09 Purch. Of Var. Equip & Public Works Imp.	93,349.52			93,349.52				
01-10 & 02-29 Various 2001 Capital Imp.		2,643,255.52		50,443.99				2,592,811.53
01-19 & 02-04 Gen. Road Resurface. & Rehab						\$15,154.85		15,154.85
03-01 Purchase of Front End Loader	7,581.62			28.66			7,552.96	
03-03 Var. Road Sanitary Sewer Impr. Project		1,097,000.00		1,600.00				1,095,400.00
03-04 Var. Road Water Improvement Project		447,600.00		7,252.92				440,347.08

Place an \* before each item of "Improvement" which represents a funding or refunding of an emergency authorization.

**SCHEDULE OF IMPROVEMENT AUTHORIZATIONS (GENERAL CAPITAL FUND)**

IMPROVEMENTS Specify each authorization by purpose. Do not merely designate by a code number.	Balance - January 1, 2005		2005 Authorizations	Expended	Contracts Payable Canceled	Refunds	Balance - December 31, 2005	
	Funded	Unfunded					Funded	Unfunded
03-12 Remediat. of Underground Storage Tank	\$12,350.00		\$10,850.00				\$1,500.00	
03-13 Acquisition of Police Equipment	450.36						450.36	
03-14 Improvement of Anderson Road	102,793.92	\$138,000.00	255,119.20			\$14,325.28		
04-04 Acq. Of Fire, Emer Mngmt & Constr. Equip	16,796.60				\$3,860.40		20,657.00	
04-08 Acq. Of Police, Rec, Fire & Rescue Equip.	58,263.78		20,145.55		6,631.70		44,749.93	
04-10 Various Public Improvements	70,194.13	706,325.00	440,877.36					\$335,641.77
04-14 Road Resurfacing & Rehab Projects		90,729.43	90,729.43					
04-15 Police Facility Rock Slope Retention Remediation	31,500.00	598,500.00					31,500.00	598,500.00
04-22 Install. Of Sanitary Sewer Connection Woodledge Road	20,000.00						20,000.00	
04-24 Var Sewer & Water Impr. Projects	7,600.00	144,400.00	152,000.00					
05-05 Improvements to Best Lake		\$75,000.00	48,700.00					26,300.00
05-06 Various Communication Equipment		225,000.00	195,504.76					29,495.24
05-07 Various Public Works Improvement		1,471,000.00	1,182,530.91					288,469.09
05-10 Acq. Of Real Propety for Open Space		8,400,000.00					400,000.00	8,000,000.00
05-11 Equip-Court, Rescue Squad, Police		42,000.00	6,859.62				35,140.38	
05-13 Acquisition of Fire Truck		50,000.00					50,000.00	
<b>TOTAL</b>	\$932,751.46	\$6,178,742.09	\$10,263,000.00	\$2,597,760.77	\$19,015.25	\$22,906.98	\$1,311,035.45	\$13,507,619.56

Place an \* before each item of "Improvement" which represents a funding or refunding of an emergency authorization.



**GENERAL CAPITAL FUND**  
**SCHEDULE OF DOWN PAYMENTS ON IMPROVEMENTS**

NOT APPLICABLE

	Debit	Credit
Balance January 1, 2005	80030-01 xxxxxxx	
Received from 2005 Budget Appropriations *	80030-02 xxxxxxx	
Received from 2005 Emergency Appropriations *	80030-03 xxxxxxx	
Appropriated to Finance Improvement Authorizations	80030-04	xxxxxxx
Balance December 31, 2005	80030-05	xxxxxxx

\*The full amount of the 2005 appropriations should be transferred to this account unless the balance of the appropriation is permitted to lapse.

Bonds and Notes	\$9,682,450.00
Capital Improvement Fund	138,550.00
Fund Balance	42,000.00
Open Space Trust Fund	400,000.00
	<u>\$10,263,000.00</u>

**CAPITAL IMPROVEMENTS AUTHORIZED IN 2005  
AND DOWN PAYMENTS (N.J.S. 40A:2-11)**

**GENERAL CAPITAL FUND ONLY**

Purpose	Amount Appropriated	Total Obligations Authorized	Down Payment Provided by Ordinance	Amount of Down Payment in Budget of 2005 or Prior Years
#05-05 Improvements to Best Lake	\$75,000.00	\$71,250.00	\$3,750.00	\$3,750.00
#05-06 Various Communication Equip.	225,000.00	213,750.00	11,250.00	11,250.00
#05-07 Various Public Works Improv.	1,471,000.00	1,397,450.00	73,550.00	73,550.00
#05-10 Acquisition of Real Property	8,400,000.00	8,000,000.00		
#05-11 Equipment-Various Departments	42,000.00			
#05-13 Acquisition of Fire Truck	50,000.00			
<b>Total</b>	<b>\$10,263,000.00</b>	<b>\$9,682,450.00</b>	<b>\$88,550.00</b>	<b>\$88,550.00</b>

NOTE - Where amount in column "Down Payment Provided by Ordinance" is LESS than 5% of amount in column "Total Obligations Authorized", explanation must be made part of or attached to this sheet.

**GENERAL CAPITAL FUND  
STATEMENT OF CAPITAL SURPLUS**

**YEAR - 2005**

		Debit	Credit
Balance January 1, 2005	80029-01	xxxxxxx	\$196,070.67
Premium on Sale of Bonds		xxxxxxx	15,520.00
Funded Improvement Authorizations Canceled		xxxxxxx	
State Aid Received on Funded Ordinance			23,415.00
Premium on Sale of Notes			
Appropriated to Finance Improvement Authorizations	80029-02	\$42,000.00	xxxxxxx
Appropriated to 2005 Budget Revenue	80029-03		xxxxxxx
Balance December 31, 2005	80029-04	193,005.67	xxxxxxx
		\$235,005.67	\$235,005.67

**NOT APPLICABLE**

**BONDS ISSUED WITH A COVENANT OR COVENANTS**

1. Amount of Serial Bonds Issued Under Provisions of Chapter 233, P.L. 1934, chapter 268, P.L. 1934, Chapter 428, P.L. 1933 or Chapter 77, Article VI-A, P.L. 1935, with Covenant or Covenants; Outstanding December 31, 2005

\$ \_\_\_\_\_

2. Amount of Cash in Special Trust Fund as of December 31, 2005 (Note A)

\$ \_\_\_\_\_

3. Amount of Bonds Issued Under Item 1 Maturing in 2006

\$ \_\_\_\_\_

4. Amount of Interest on Bonds with a Covenant - 2006 Requirement

\$ \_\_\_\_\_

5. Total of 3 and 4 - Gross Appropriation

\$ \_\_\_\_\_

6. Less Amount of Special Trust Fund to be Used

\$ \_\_\_\_\_

7. Net Appropriation Required

\$ \_\_\_\_\_

NOTE A - This amount to be supported by confirmation from bank or banks

Footnote: Any formula other than the one shown above and required to be used by covenant or covenants is to be attached hereto.

Item 5 must be shown as an item of appropriation, short extended, with Item 6 shown directly following as a deduction and with the amount of Item 7 extended into the 2005 appropriation column.

MUNICIPALITIES ONLY

IMPORTANT!!

This Sheet Must Be Completely Filled in or the Statement Will Be Considered Incomplete

(N.J.S.A. 52:27BB-55 as Amended by Chap. 211, P.L. 1981)

- A. 1. Total Tax Levy for the Year 2005 was \$ 27,514,208.74
- 2. Amount of Item 1 Collected in 2005 (\*) \$ 27,095,675.61
- 3. Seventy (70) percent of Item 1 \$ 19,259,946.12

(\*) Including prepayments and overpayments applied.

- B. 1. Did any maturities of bonded obligations or notes fall due during the year 2005?

Answer YES or NO YES

- 2. Have payments been made for all bonded obligations or notes due on or before December 31, 2005?

Answer YES or NO YES If answer is "NO" give details

NOTE: If answer to item B1 is YES, then item B2 must be answered

- C. Does the appropriation required to be included in the 2006 budget for the liquidation of all bonded obligations or notes exceed 25% of the total of appropriations for operating purposes in the budget for the years just ended? Answer YES or NO: NO

- D. 1. Cash Deficit 2004 N
- 2. 4% of 2004 Tax Levy for all purposes: Levy -- \$ O
- 3. Cash Deficit 2005 N
- 4. 4% of 2005 Tax Levy for all purposes: Levy -- \$ E

E.	Unpaid	2004	2005	Total
1. State Taxes	\$	\$	\$	\$
2. County Taxes	\$	\$	\$	\$
3. Amounts due Special Districts	\$	\$	\$	\$
4. Amounts due School Districts for Regional High School Tax	\$	\$	\$	\$
		\$ 159,904.15	\$ 159,904.15	\$ 159,904.15

# INSTRUCTIONS IN PREPARATION OF ANNUAL FINANCIAL STATEMENT OF 2005

The arrangement of the schedules is shown by the index appearing at the bottom hereof. The statement is prepared on a full cash basis. Any variations from a full cash basis must be taken up with the Division in advance of the preparation of the statement and the budget.

Summary statements only of debt service are required. The use of summarized forms is permitted to conserve time. Responsibility for the supporting detail is placed on the chief financial officer who must be in a position to support the summarized figures.

No sheets should be eliminated, except utility fund sheets under the conditions stipulated on Sheet 2. Those sheets not filled in should be marked "Not Applicable".

## INDEX

1. a., & 1b.	Certification and Affidavit
1c.	Municipal Budget Local Examination Certification
1d.	Report of Federal and State Financial Assistance Expenditures of Awards
2.	Instructions and Certification
3. & 3a.	Trial Balance - Current Fund
4.	Trial Balance - Public Assistance Fund
5.	Trial Balance - Federal and State Funds
6. 6a & 6c.	Trial Balance - Trust Funds / Schedule of Trust Fund Deposits & Reserves
6b.	Municipal Public Defender Certification
7.	Analysis of Trust Assessment Cash and Investments Pledged to Liabilities and Surplus
8	Trial Balance - Capital Fund
9. & 9a.	Cash Reconciliation
10	Federal and State Grants Receivable
11. & 11a.	Appropriated Reserves for Federal and State Grants
12	Unappropriated Reserves for Federal and State Grants
13.	Local District School Tax - County Vocational School Tax
14.	Regional School Tax - Regional High School Tax
15.	County Taxes Payable - Special District Taxes
16.	Reserves for State and Federal Aid for Library Services
17. & 17a.	General Budget Revenues
17.	Allocation of Current Tax Collections
18.	General Budget Appropriations
18.	Emergency Appropriations for Local District School Purposes
19.	Results of 2005 Operation - Current Fund
20.	Schedule of Miscellaneous Revenues Not Anticipated
21.	Surplus Account and Analysis of Balance
22.	Current Tax Levy
22a.	Accelerated Tax Sale/Tax Levy Sale Chapter 99 to Calculate Underlying Tax collection Rate for 2005
23.	Due from/to State of New Jersey for Senior Citizens and Veterans Deductions
24.	Reserve for Tax Appeals Pending - N.J. Division of Tax Appeals (N.J.S.A. 54:3-37)
25.	Municipal Budget - Computation of "Reserve for Uncollected Taxes" and "Amount to be Raised by Taxation"
25a.	Accelerated Tax Sale - Chapter 99. Calculation to Utilize Proceeds in Current Budget as Deduction to Reserve for Uncollected Taxes Appropriation
26.	Delinquent Taxes and Tax Title Liens
27.	Foreclosed Property; Contract Sales; Mortgage Sales
28.	Deferred Charges and List of Judgments - Current
29.	Emergency - Tax Map; Revaluation; Master Plan; Revisions and Codification of Ordinance; Drainage Maps for Flood Control; Preliminary Studies, etc. for Sanitary Sewer System, Municipal Consolidation Act; Flood or Hurricane Damage
30.	Emergency - Damage to Roads and Bridges by Snow, Ice, etc.; Public Exigencies Caused by Civil Disturbances
31. & 31a.	Summary Statement of Debt Service Requirements - Municipal (or County)
32.	Summary Statement of Debt Service Requirements - School Type 1 and Current
33.	Debt Service for Notes (Other than Assessment Notes)
34.	Debt Service for Assessment Notes
34a.	Schedule of Capital Lease Program Obligations
35. & 35a.	Improvement Authorizations
36.	Capital Improvement Fund
37.	Down Payment
37.	Capital Improvements Authorized in 2005
38.	General Capital Surplus, Bond Covenants
39.	Required Information (N.J.S.A. 52:27BB-55 as amended by Chap. 211, P.L. 1981)