

ANNUAL FINANCIAL STATEMENT FOR THE YEAR 2007 (UNAUDITED)

<u>POPULATION LAST CENSUS</u>	5,613
<u>NET VALUATION TAXABLE 2007</u>	1,846,325,175.00
<u>MUNICODE</u>	1821

FIVE DOLLAR PER DAY PENALTY IF NOT FILED BY:
COUNTIES - JANUARY 26, 2008
MUNICIPALITIES - FEBRUARY 10, 2008


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 Bagnassola, 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 and that the Watchung County: _____

statements annexed hereto and made a part hereof are true statements of the financial condition of the Local Unit as at December 31, 2007, 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, 2007.

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.

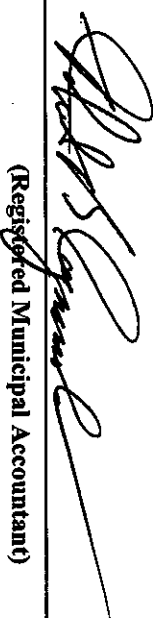
THE REQUIRED CERTIFICATION BY AN RMA IS AS FOLLOWS:

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 _____ Watchung _____, as of December 31, 2007 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 2007 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 5th day of February, 2008.


**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 2007 as required under N.J.A.C. 5:23 - 4.17.

Printed Name:

Edward P. Bennett

Signature:



Certificate #:

001569

Date:

2/7/08

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 2008.

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. Fance

Signature:

William J. Fance

Certificate #:

431

Date:

2/6/08

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, 2007

(1) Federal programs Expended (administered by the state)	(2) State Programs Expended	(3) Other Federal Programs Expended
TOTAL	\$ 242,878.61	\$

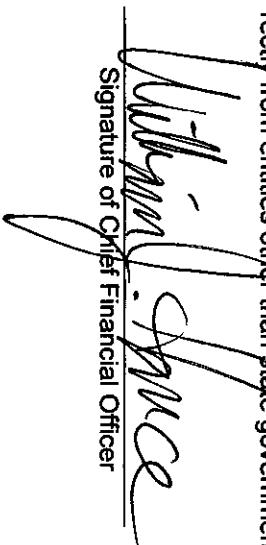
Type of audit required by OMB A-133 and OMB 04-04:

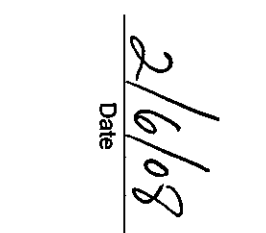
- Single Audit
- Program Specific Audit
- Financial Statement Audit Performed in Accordance With Government Auditing Standards (Yellow Book)
- None

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


 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 2007 and that sheets 40 to 68 are unnecessary.

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

Name: 

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, 2007

Certification is hereby made that the Net Valuation Taxable of property liable to taxation for the tax year 2007 and filed with the County Board of Taxation on January 10, 2008 in accordance with the requirements of N.J.S.A. 54-4-35, was in the amount of \$ 1,818,101,284


SIGNATURE OF TAX ASSESSOR

Borough of Watchung

MUNICIPALITY

Somerset

COUNTY

Schedule of Trust Fund Deposits and Reserves

Amount
December 31,
2006 per
Audit Report

Balance
as at
December 31,
2007

Purpose	Amount	Increases	Decreases	Balance
1. <u>Requests & Gifts</u>	6,249.22	1,000.00	1,000.00	6,249.22
2. <u>Imp. to Borough Property - Donation</u>	3,890.08	14,413.00	1,774.25	16,528.83
3. <u>Historic Commission Books</u>	2,779.20	990.00		3,769.20
4. <u>Tax Premiums</u>	24,100.00	62,600.00	30,000.00	56,700.00
5. <u>3rd Party Inspection Fees</u>	512.36		512.36	
6. <u>POAA</u>	887.95			887.95
7. <u>Due State of NJ - Marriage Licenses</u>	125.00	544.00	619.00	50.00
8. <u>Fire Safety Penalties</u>	31,821.97	3,500.00	2,653.32	32,668.65
9. <u>Fire Dept. Penalties</u>	7,344.92			7,344.92
10. <u>Public Defender</u>	29,206.36	18,848.25	12,376.66	35,677.95
11. <u>Sidewalk Fund</u>	35,992.30	6,000.00		41,992.30
12. <u>Accumulated Sick and Vacation</u>	81,774.33	35,000.00	5,558.15	111,216.18
13. <u>COAH Deposits & Int.</u>	312,112.21	110,530.29	20,965.00	401,677.50
14. <u>Police Outside Overtime</u>	32,022.53	339,801.50	350,820.50	21,003.53
15. <u>Open Space Deposits</u>	1,288,863.84	418,480.57	4,500.00	1,702,844.41
16. <u>State Unemployment</u>	134,822.01	9,346.60	1,222.52	142,946.09
17. <u>Recreation</u>	34,084.47	30,760.00	20,420.15	44,424.32
18. <u>Law Enforcement Trust Fund</u>	2,308.66	246.48		2,555.14
19. <u>Developers Deposits</u>	596,385.48	652,603.14	227,230.24	1,021,758.38
20. <u>Outside Liens</u>		85,611.38	85,611.38	
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. _____				
Totals:	<u>\$ 2,625,282.89</u>	<u>\$ 1,790,275.21</u>	<u>\$ 765,263.53</u>	<u>\$ 3,650,294.57</u>

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, 2006	RECEIPTS					Disbursements	Balance Dec. 31, 2007
		Assessments and Liens	Current Budget	Miscellaneous				
Assessment Serial Bond Issues:	xxxxxx	xxxxxx	xxxxxx	xxxxxx	xxxxxx	xxxxxx	xxxxxx	xxxxxx
Curbing on Sherwood Dr, Friar Ln & Elmore Dr	\$30,018.19	\$1,215.81					\$10,438.00	\$20,796.00
Redmont Rd.	6,898.01	13,013.83					34,585.00	(14,673.16)
Valley Dr. & Brook Dr.	(72,910.66)	58,309.09					82,135.00	(96,736.57)
Will Lane & Brook Dr.	(10,943.70)	30,207.67					8,842.00	10,421.97
Assessment Loans:								
99-12,13,14 Sewers Cardinal Dr etc	95,998.02	102,825.08					44,137.21	154,685.89
Assessment Bond Anticipation Note Issues:	xxxxxx	xxxxxx	xxxxxx	xxxxxx	xxxxxx	xxxxxx	xxxxxx	xxxxxx
Due Current Fund	91,300.67						138,145.94	(46,845.27)
Assessment Overpayments								
Trust Surplus	93,122.80	2,346.42					2,864.56	92,604.66
*Less Assets "Unfinanced"	xxxxxx	xxxxxx	xxxxxx	xxxxxx	xxxxxx	xxxxxx	xxxxxx	xxxxxx
Totals	\$233,483.33	\$207,917.90					\$321,147.71	\$120,253.52

Sheet 7

*Show as red figure

CASH RECONCILIATION DECEMBER 31, 2007 (Continued)

LIST BANKS AND AMOUNTS SUPPORTING "CASH ON DEPOSIT"

Bank of America	
Current Fund	\$4,916,767.11
Federal and State Grant Fund	132,698.99
General Capital Fund	530,194.91
Public Assistance Trust Fund I & II	17,502.60
Hilltop Community Bank	
Current Fund	513,374.57
Commerce Bank	
Assessment Trust Fund	120,253.52
Trust Other Fund	2,541,224.65
Public Assistance Trust Fund I	2,396.72
NJ Asset Rebate Management	
Current Fund	52,629.47
Open Space Fund	1,221,051.79
Capital Fund	3,000,000.00
Total	\$13,048,094.33

Note: Sections N.J.S. 40A:4-61, 40A:4-62 and 40A:4-63 of the Local Budget Law require that separate bank accounts be maintained for each allocated fund.

**MUNICIPALITIES AND COUNTIES
FEDERAL AND STATE GRANTS RECEIVABLE**

Grant	Balance Jan. 1, 2007	2007 Budget Revenue Realized	Received	Unappropriated Applied	Canceled	Balance Dec. 31, 2007
Municipal Stormwater Regulation Program	\$2,117.00					\$2,117.00
S.C. Youth Athletic Grant	30,218.46	\$15,000.00	\$18,660.60			26,557.86
Drunk Driving Enforcement Fund		2,366.37	2,366.37			
Clean Communities Program		8,405.03	8,405.03			
Safe & Secure		60,000.00	30,000.00			30,000.00
NJ Body Armor		2,639.36		\$2,639.36		
Green Communities		2,000.00		2,000.00		
Federal Bulletproof Vest		345.42	345.42			
Alcohol Education Rehabilitation		676.57	676.57			
S.C. Youth Services Program		7,300.00	7,300.00			
Total	\$32,335.46	\$98,732.75	\$67,753.99	\$4,639.36		\$58,674.86

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

Grant	Balance Jan. 1, 2007	Transferred from 2007 Budget Appropriations		Transferred From Accounts Payable	Expended	Accounts Payable	Canceled	Balance Dec. 31, 2007
		Budget	Appropriation By 40A:4-87					
Safe and Secure Communities & Match	\$209,358.37	\$225,000.00			\$222,002.93	\$7,787.33		\$204,568.11
Somerset Cty Planning Incentive Grant & Match	32,274.30							32,274.30
Cross Acceptance Program	2,000.00							2,000.00
Green Communities Program & Match	1,000.00	2,000.00						3,000.00
Special Legislative	6,375.00							6,375.00
Body Armor Replacement Fund	7,074.01	2,639.36				3,170.70		6,542.67
Federal Bulletproof Vest Program	1,924.73		\$345.42					2,270.15
S.C. Youth Athletic Grant	14,688.84		15,000.00	\$6,600.00	25,928.00	5,508.79		4,852.05
S.C. Youth Services Program	6,325.25		7,300.00		7,578.25			6,047.00
S.C. Youth Services Initiative Grant	5,000.00							5,000.00
Alcohol Education Rehabilitation Fund	412.66		676.57					1,089.23
Drunk Driving Enforcement Fund	5,022.63	2,366.37			455.95			6,933.05
All Hazards Emergency Oper. Planning Prgm	591.80							591.80
Recycling Tonnage Grant	7,214.89					279.20		6,935.69
Municipal Stormwater Regulation Program	15,024.75				2,182.50			12,842.25
Clean Communities Program		7,637.01	768.02		7,000.00			1,405.03
Total	\$314,287.23	\$239,642.74	\$24,090.01	\$6,600.00	\$265,147.63	\$16,746.02		\$302,726.33

LOCAL DISTRICT SCHOOL TAX *

	Debit	Credit
Balance January 1, 2007	xxxxxxx	xxxxxxx
School Tax Payable # 85001-00	xxxxxxx	\$303,994.00
School Tax Deferred (Not in excess of 50% of Levy - 2006 - 2007) 85002-00	xxxxxxx	
Levy School Year July 1, 2007 - June 30, 2008	xxxxxxx	
Levy Calendar Year 2007	xxxxxxx	9,995,841.00
Paid	\$10,299,835.00	xxxxxxx
Balance December 31, 2007	xxxxxxx	xxxxxxx
School Tax Payable # 85003-00		xxxxxxx
School Tax Deferred (Not in excess of 50% of Levy - 2007 - 2008) 85004-00		xxxxxxx
* Not including Type I school debt service, emergency authorizations - schools, transfer to Board of Education for use of local schools.		
# Must include unpaid requisitions.		
	\$10,299,835.00	\$10,299,835.00

MUNICIPAL OPEN SPACE TAX

	Debit	Credit
Balance January 1, 2007 85045-00	xxxxxxx	\$1,288,863.84
2007 Levy 81105-00	xxxxxxx	369,265.04
2007 Levy Added	xxxxxxx	2,829.15
Prior Year Levy Added	xxxxxxx	
Receipts	xxxxxxx	46,386.38
Expenditures	\$4,500.00	xxxxxxx
	xxxxxxx	xxxxxxx
	xxxxxxx	xxxxxxx
Balance December 31, 2007 85046-00	1,702,844.41	xxxxxxx
	\$1,707,344.41	\$1,707,344.41

REGIONAL SCHOOL TAX

(Provide a separate statement for each Regional District involved)

NOT APPLICABLE

	Debit	Credit
Balance January 1, 2007	xxxxxxxxxx	xxxxxxxxxx
School Tax Payable # 85031-00	xxxxxxxxxx	
School Tax Deferred (Not in excess of 50% of Levy - 2006 - 2007) 85032-00	xxxxxxxxxx	
Levy School Year July 1, 2007 - June 30, 2008	xxxxxxxxxx	
Levy Calendar Year 2007	xxxxxxxxxx	
Paid		xxxxxxxxxx
Balance December 31, 2007	xxxxxxxxxx	xxxxxxxxxx
School Tax Payable # 85033-00		xxxxxxxxxx
School Tax Deferred (Not in excess of 50% of Levy - 2007 - 2008) 85034-00		xxxxxxxxxx

Must include unpaid requisitions.

REGIONAL HIGH SCHOOL TAX

	Debit	Credit
Balance January 1, 2007	xxxxxxxxxx	xxxxxxxxxx
School Tax Payable # 85041-00	xxxxxxxxxx	
School Tax Deferred (Not in excess of 50% of Levy - 2006 - 2007) 85042-00	xxxxxxxxxx	
Levy School Year July 1, 2007 - June 30, 2008	xxxxxxxxxx	
Levy Calendar Year 2007	xxxxxxxxxx	\$5,614,268.58
Paid		\$5,614,268.58
Balance December 31, 2007	xxxxxxxxxx	xxxxxxxxxx
School Tax Payable # 85043-00		xxxxxxxxxx
School Tax Deferred (Not in excess of 50% of Levy - 2007 - 2008) 85044-00		xxxxxxxxxx
	\$5,614,268.58	\$5,614,268.58

Must include unpaid requisitions.

COUNTY TAXES PAYABLE

	Debit	Credit
Balance January 1, 2007	xxxxxxxxxx	xxxxxxxxxx
County Taxes	80003-01 xxxxxxxxxx	
Due County for Added and Omitted Taxes	80003-02 xxxxxxxxxx	
2007 Levy:	xxxxxxxxxx	xxxxxxxxxx
General County	80003-03 xxxxxxxxxx	\$5,604,374.81
County Library	80003-04 xxxxxxxxxx	711,489.19
County Health	xxxxxxxxxx	
County Open Space Preservation	xxxxxxxxxx	613,725.56
Due County for Added and Omitted Taxes	80003-05 xxxxxxxxxx	53,213.05
Paid	\$6,982,802.61	xxxxxxxxxx
Balance December 31, 2007	xxxxxxxxxx	xxxxxxxxxx
County Taxes		xxxxxxxxxx
Due County for Added and Omitted Taxes		xxxxxxxxxx
	\$6,982,802.61	\$6,982,802.61

SPECIAL DISTRICT TAXES

	Debit	Credit
Balance January 1, 2007	80003-06 xxxxxxxxxx	
2007 Levy: (List Each Type of District Tax Separately - see Footnote)	xxxxxxxxxx	xxxxxxxxxx
Fire -	81108-00 xxxxxxxxxx	xxxxxxxxxx
Sewer -	81111-00 xxxxxxxxxx	xxxxxxxxxx
Water -	81112-00 xxxxxxxxxx	xxxxxxxxxx
Garbage -	81109-00 xxxxxxxxxx	xxxxxxxxxx
Municipal Open Space -	81105-00 \$369,265.04	xxxxxxxxxx
Municipal Open Space - Added	2,829.15	xxxxxxxxxx
Total 2007 Levy	80003-07 xxxxxxxxxx	\$372,094.19
Paid	80003-08 \$372,094.19	xxxxxxxxxx
Balance December 31, 2007	80003-09 \$372,094.19	\$372,094.19

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, 2007	80004-01 xxxxxxxxxx	
State Library Aid Received in 2007	80004-02 xxxxxxxxxx	
Expended	80004-09	xxxxxxxxxx
Balance December 31, 2007	80004-10	

RESERVE FOR EXPENSE OF PARTICIPATION IN FREE COUNTY LIBRARY WITH STATE AID

NOT APPLICABLE

	Debit	Credit
Balance January 1, 2007	80004-03 xxxxxxxxxx	
State Library Aid Received in 2007	80004-04 xxxxxxxxxx	
Expended	80004-11	xxxxxxxxxx
Balance December 31, 2007	80004-12	

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, 2007	80004-05 xxxxxxxxxx	
State Library Aid Received in 2007	80004-06 xxxxxxxxxx	
Expended	80004-13	xxxxxxxxxx
Balance December 31, 2007	80004-14	

RESERVE FOR LIBRARY SERVICES WITH FEDERAL AID

NOT APPLICABLE

	Debit	Credit
Balance January 1, 2007	80004-07 xxxxxxxxxx	
State Library Aid Received in 2007	80004-08 xxxxxxxxxx	
Expended	80004-15	xxxxxxxxxx
Balance December 31, 2007	80004-16	

STATEMENT OF GENERAL BUDGET REVENUES 2007

Source	Budget -01	Realized -02	Excess or (Deficit) -03
Surplus Anticipated	80101-	\$2,000,000.00	
Surplus Anticipated with Prior Written Consent of Director of Local Government	80102-		
Miscellaneous Revenue Anticipated			xxxxxxxxxx
Adopted Budget	3,257,668.74	3,397,933.03	\$140,264.29
Added by N. J. S. 40A:4-87: (List on 17a)	24,090.01	24,090.01	xxxxxxxxxx
Total Miscellaneous Revenue Anticipated	80103-	\$3,281,758.75	\$140,264.29
Receipts from Delinquent Taxes	80104-	120,000.00	1,072.70
Amount to be Raised by Taxation:		xxxxxxxxxx	xxxxxxxxxx
(a) Local Tax for Municipal Purposes	80105-	6,783,090.00	xxxxxxxxxx
(b) Addition to Local District School Tax	80106-	xxxxxxxxxx	xxxxxxxxxx
Total Amount to be Raised by Taxation	80107-	6,783,090.00	423,211.36
		\$12,184,848.75	\$564,548.35

ALLOCATION OF CURRENT TAX COLLECTIONS

	Debit	Credit
Current Taxes Realized in Cash (Total of Item 10 or 14 on Sheet 22)	80108-00	\$29,621,307.74
Amount to be Raised by Taxation	xxxxxxxxxx	xxxxxxxxxx
Local District School Tax	80109-00	\$9,995,841.00
Municipal Open Space Tax	372,094.19	xxxxxxxxxx
Regional School Tax	80119-00	xxxxxxxxxx
Regional High School Tax	80110-00	5,614,268.58
County Taxes	80111-00	6,929,589.56
Due County for Added and Omitted Taxes	80112-00	53,213.05
Special District Taxes - Fire	80113-00	xxxxxxxxxx
Reserve for Uncollected Taxes	80114-00	xxxxxxxxxx
Deficit in Required Collection of Current Taxes (or)	80115-00	xxxxxxxxxx
Balance for Support of Municipal Budget (or)	80116-00	7,206,301.36
* Excess Non-Budget Revenue (see footnote)	80117-00	xxxxxxxxxx
* Deficit Non-Budget Revenue (see footnote)	80118-00	xxxxxxxxxx
	\$30,171,307.74	\$30,171,307.74

* 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 2007

2007 Budget as Adopted	80012-01	\$12,160,758.74	
2007 Budget - Added by N.J.S. 40A:4-87	80012-02	24,090.01	
Appropriated for 2007 (Budget Statement Item 9)	80012-03	12,184,848.75	
Appropriated for 2007 by Emergency Appropriation (Budget Statement Item 9)	80012-04		
Total General Appropriations (Budget Statement Item 9)	80012-05	12,184,848.75	
Add: Overexpenditures (see footnote)	80012-06		
Total Appropriations and Overexpenditures	80012-07	12,184,848.75	
Deduct Expenditures:			
Paid or Charged [Budget Statement Item (L)]	80012-08	\$10,556,633.75	
Paid or Charged - Reserve for Uncollected Taxes	80012-09	550,000.00	
Reserved	80012-10	1,075,284.02	
Total Expenditures	80012-11	12,181,917.77	
Unexpended Balances Canceled (see footnote)	80012-12	\$2,930.98	

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

2007 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 2007 OPERATION

CURRENT FUND

	Debit	Credit
Excess of Anticipated Revenues:	xxxxxxxxxx	xxxxxxxxxx
Miscellaneous Revenues Anticipated	80013-01 xxxxxxxxxx	\$140,264.29
Delinquent Tax Collections	80013-02 xxxxxxxxxx	1,072.70
	xxxxxxxxxx	
Required Collection of Current Taxes	80013-03 xxxxxxxxxx	423,211.36
Unexpended Balances of 2007 Budget Appropriations	80013-04 xxxxxxxxxx	2,930.98
Miscellaneous Revenue Not Anticipated	81113- xxxxxxxxxx	97,620.11
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	
Unexpended Balances of 2006 Approp. Reserves	80013-05 xxxxxxxxxx	909,617.05
Prior Years Interfunds Returned in 2007	80013-06 xxxxxxxxxx	91,313.72
Accounts Payable Canceled	xxxxxxxxxx	
Tax Overpayments Canceled	xxxxxxxxxx	
	xxxxxxxxxx	
Deferred School Tax Revenue (See School Taxes, Sheets 13 & 14)	xxxxxxxxxx	xxxxxxxxxx
Balance January 1, 2007	80013-07 xxxxxxxxxx	xxxxxxxxxx
Balance December 31, 2007	80013-08 xxxxxxxxxx	
Deficit in Anticipated Revenues:	xxxxxxxxxx	xxxxxxxxxx
Miscellaneous Revenues Anticipated	80013-09 xxxxxxxxxx	xxxxxxxxxx
Delinquent Tax Collections	80013-10 xxxxxxxxxx	xxxxxxxxxx
	xxxxxxxxxx	xxxxxxxxxx
Required Collection of Current Taxes	80013-11 xxxxxxxxxx	xxxxxxxxxx
Interfund Advances Originating in 2007	80013-12 xxxxxxxxxx	xxxxxxxxxx
Accounts Receivable Canceled	xxxxxxxxxx	xxxxxxxxxx
Refund of Prior Year Revenue	\$2,883.44 xxxxxxxxxx	xxxxxxxxxx
	xxxxxxxxxx	xxxxxxxxxx
Deficit Balance - To Trial Balance (Sheet 3)	80013-13 xxxxxxxxxx	
Surplus Balance - To Surplus (Sheet 21)	80013-14 1,663,146.77	xxxxxxxxxx
	\$1,666,030.21	\$1,666,030.21

**SURPLUS - CURRENT FUND
YEAR 2007**

	Debit	Credit
1. Balance January 1, 2007	80014-01 xxxxxxxxxx	\$4,633,853.64
2.	xxxxxxxxxx	
3. Excess Resulting from 2007 Operations	80014-02 xxxxxxxxxx	1,663,146.77
4. Amount Appropriated in the 2007 Budget - Cash	80014-03 \$2,000,000.00	xxxxxxxxxx
Amount Appropriated in 2007 Budget - with Prior Writ-		
5. Ten Consent of Director of Local Government Services	80014-04 xxxxxxxxxx	xxxxxxxxxx
6.		xxxxxxxxxx
7. Balance December 31, 2007	80014-05 4,297,000.41	xxxxxxxxxx
	\$6,297,000.41	\$6,297,000.41

**ANALYSIS OF BALANCE DECEMBER 31, 2007
(FROM CURRENT FUND - TRIAL BALANCE)**

Cash	80014-06	\$6,204,478.95
Investments	80014-07	
Sub-Total		\$6,204,478.95
Deduct Cash Liabilities Marked with "C" on Trial Balance	80014-08	1,908,378.33
Cash Surplus	80014-09	\$4,296,100.62
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	\$899.79
Deferred Charges #	80014-12	
Cash Deficit #	80014-13	
Total Other Assets	80014-14	899.79
	80014-15	\$4,297,000.41

* 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 2008 BUDGET.
(1) MAY BE ALLOWED UNDER CERTAIN CONDITIONS.

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 - 2007 LEVY

1. Amount of Levy as per Duplicate (Analysis) or (Abstract of Ratables)	82101-00	\$ 29,725,835.32
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	\$ 227,301.95
5a. Subtotal 2007 Levy		\$ 29,953,137.27
5b. Reductions due to tax appeals**	82106-00	\$ 29,953,137.27
5c. Total 2007 Levy		\$ _____
6. Transferred to Tax Title Liens	82107-00	\$ _____
7. Transferred to Foreclosed Property	82108-00	\$ _____
8. Remitted, Abated or Canceled	82109-00	\$ 40,048.78
9. Discount Allowed	82110-00	\$ _____
10. Collected in Cash: In 2006	82121-00	\$ 216,346.34
	82122-00	\$ 29,350,211.40
		\$ _____
State's Share of REAP		\$ _____
State's Share of 2007 Senior Citizens and Veteran's Deductions Allowed	82123-00	\$ 54,750.00
Total to Line 14	82111-00	\$ 29,621,307.74
11. Total Credits		\$ 29,661,356.52
12. Amount Outstanding December 31, 2007	83120-00	\$ 291,780.75
13. Percentage of Cash Collections to Total 2007 Levy, (Item 10 divided by Item 5) is		98.89% _____ % 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	\$ 29,621,307.74
Less: Reserve for Tax Appeals Pending	\$ _____
State Division of Tax Appeals	\$ _____
To Current Taxes Realized in Cash (Sheet 17)	\$ 29,621,307.74

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 2007 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 2007

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 2007 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 2007 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, 2007	xxxxxxxxxx	xxxxxxxxxxxx
Due From State of New Jersey	\$2,899.79	xxxxxxxxxxxx
Due To State of New Jersey	xxxxxxxxxxxx	
2. Sr. Citizens Deductions Per Tax Billings	5,000.00	xxxxxxxxxxxx
3. Veterans Deductions Per Tax Billings	51,000.00	xxxxxxxxxxxx
4. Sr. Citizens Deductions Allowed By Tax Collector	250.00	xxxxxxxxxxxx
5. Veterans Deductions Allowed By Tax Collector		
6.		
7. Sr. Citizens Deductions Disallowed By Tax Collector	xxxxxxxxxxxx	\$1,500.00
8. Sr. Citizens Deductions Disallowed By Tax Collector 2006 Taxes	xxxxxxxxxxxx	
9. Received in Cash from State	xxxxxxxxxxxx	56,750.00
10.		
11.		
12. Balance December 31, 2007	xxxxxxxxxxxx	xxxxxxxxxxxx
Due From State of New Jersey	xxxxxxxxxxxx	899.79
Due To State of New Jersey		xxxxxxxxxxxx
	\$59,149.79	\$59,149.79

Calculation of Amount to be included on Sheet 22, Item 10-
2007 Senior Citizens and Veterans Deductions Allowed

Line 2	5,000.00
Line 3	51,000.00
Line 4	250.00
Line 5	
Sub-Total	56,250.00
Less: Line 7	1,500.00
To Item 10, Sheet 22	<u>54,750.00</u>

**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, 2007	xxxxxxx	\$185,276.96
Taxes Pending Appeals	\$185,276.96 xxxxxxx	xxxxxxx
Interest Earned on Taxes Pending Appeals	xxxxxxx	xxxxxxx
Contested Amount of 2007 Taxes Collected which are Pending State Appeal (Item 14, Sheet 22)	xxxxxxx	
Interest Earned on Taxes Pending State Appeals	xxxxxxx	
2007 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, 2007	\$185,276.96	xxxxxxx
Taxes Pending Appeals *	\$185,276.96 xxxxxxx	xxxxxxx
Interest Earned on Taxes Pending Appeals	xxxxxxx	xxxxxxx
	\$185,276.96	\$185,276.96

* Includes State Tax Court and County Board of Taxation Appeals Not Adjusted by December 31, 2007.



Signature of Tax Collector

T-0347 2/2/08

License # Date

**COMPUTATION OF APPROPRIATIONS:
RESERVE FOR UNCOLLECTED TAXES AND
AMOUNT TO BE RAISED BY TAXATION
IN 2008 MUNICIPAL BUDGET**

	YEAR 2008		YEAR 2007
1. Total General Appropriations for 2008 Municipal Budget Statement Item 8 (L) (Exclusive of Reserve for Uncollected Taxes)	80015-		xxxxxxxxxx
2. Local District School Tax - School Budget	80016- 80017-		\$9,995,841.00 xxxxxxxxxx
3. Vocational School Tax - Actual			xxxxxxxxxx
Estimate *			xxxxxxxxxx
4. Regional School District Tax - Estimate *			xxxxxxxxxx
Actual			xxxxxxxxxx
5. Regional High School Tax - School Budget	80018- 80019-		5,614,268.58 xxxxxxxxxx
Estimate *			xxxxxxxxxx
Actual			6,929,589.56
6. County Tax Estimate *	80021-		xxxxxxxxxx
Actual			3,669,265.04
7. Special District/ Open Space Taxes Estimate *	80023-		xxxxxxxxxx
8. Total General Appropriations & Other Taxes 9. Less: Total Anticipated Revenues from 2006 in Municipal Budget (Item 5)	80024-01 80024-02		
10. Cash Required from 2007 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)	80024-05		
Analysis of Item 11:			
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 2007.

** 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, 2008 (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 2007,
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 _____ %
((2008 Estimated Total Levy - 2007 Total Levy) / 2007 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)

2008 Reserve for Uncollected Taxes Appropriation Calculation (Actual)

1. Subtotal General Appropriations (item 8(I) 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, 2007	\$124,575.57	xxxxxxx
A. Taxes	83102-00 \$124,575.57	xxxxxxx
B. Tax Title Liens	83103-00	xxxxxxx
2. Canceled:	xxxxxxx	xxxxxxxxxxx
A. Taxes	83105-00	xxxxxxx
B. Tax Title Liens	83106-00	xxxxxxx
3. Transferred to Foreclosed Tax Title Liens:	xxxxxxx	xxxxxxx
A. Taxes	83108-00	xxxxxxx
B. Tax Title Liens	83109-00	xxxxxxx
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
B. Tax Title Liens-Transfers from Taxes	83107-00	(1)
7. Balance Before Cash Payments	xxxxxxx	121,072.70
8. Totals	\$124,575.57	\$124,575.57
9. Balance Brought Down	\$121,072.70	xxxxxxx
10. Collected:	xxxxxxx	\$121,072.70
A. Taxes	83116-00 \$121,072.70	xxxxxxx
B. Tax Title Liens	83117-00	xxxxxxx
11. Interest and Costs - 2007 Tax Sale	83118-00	xxxxxxx
12. 2007 Taxes Transferred to Liens	83119-00	xxxxxxx
13. 2007 Taxes	83123-00	291,780.75
14. Balance December 31, 2007	xxxxxxx	291,780.75
A. Taxes	83121-00 \$291,780.75	xxxxxxx
B. Tax Title Liens	83122-00	xxxxxxx
15. Totals	\$412,853.45	\$412,853.45

16. Percentage of Cash Collections to Adjusted Amount Outstanding (Item No. 10 divided by Item No. 9) is 100.06%

17. Item No. 14 multiplied by percentage shown above is \$291,780.75 and represents the maximum amount that may be anticipated in 2008. 83125-00

(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, 2007	84101-00	xxxxxxx
2. Foreclosed or Deeded in 2007	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, 2007	84114-00	xxxxxxx

CONTRACT SALES

NOT APPLICABLE

	Debit	Credit
15. Balance January 1, 2007	84115-00	xxxxxxx
16. 2007 Sales from Foreclosed Property	84116-00	xxxxxxx
17. Collected *	84117-00	xxxxxxx
18.	84118-00	xxxxxxx
19. Balance December 31, 2007	84119-00	xxxxxxx

MORTGAGE SALES

NOT APPLICABLE

	Debit	Credit
20. Balance January 1, 2007	84120-00	xxxxxxx
21. 2007 Sales from Foreclosed Property	84121-00	xxxxxxx
22. Collected *	84122-00	xxxxxxx
23.	84123-00	xxxxxxx
24. Balance December 31, 2007	84124-00	xxxxxxx

Analysis of Sale of Property:

* Total Cash Collected in 2007

84125-00

Realized in 2007 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		Amount Dec. 31, 2006 per Audit Report	Amount in 2007 Budget	Amount Resulting from 2007	Balance as at Dec. 31, 2007
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**

	Date	Purpose	Amount
1. _____	_____	_____	\$ _____
2. _____	_____	_____	\$ _____
3. _____	_____	_____	\$ _____
4. _____	_____	_____	\$ _____
5. _____	_____	_____	\$ _____

NOT APPLICABLE

JUDGMENTS ENTERED AGAINST MUNICIPALITY AND NOT SATISFIED

	In favor of	On Account of	Date Entered	Amount	Appropriated For In Budget of 2008
1. _____	_____	_____	_____	\$ _____	\$ _____
2. _____	_____	_____	_____	\$ _____	\$ _____
3. _____	_____	_____	_____	\$ _____	\$ _____

**SCHEDULE OF BONDS ISSUED AND OUTSTANDING
AND 2008 DEBT SERVICE FOR BONDS
(MUNICIPAL) GENERAL CAPITAL BONDS**

		Debit	Credit	2008 Debt Service
Outstanding January 1, 2007	80033-01	xxxxxxx	\$5,200,000.00	
Issued	80033-02	xxxxxxx	15,609,000.00	
Paid	80033-03	\$715,000.00	xxxxxxx	
Outstanding, December 31, 2007	80033-04	20,094,000.00	xxxxxxx	
		\$20,809,000.00	\$20,809,000.00	
2008 Bond Maturities - General Capital Bonds			80033-05	\$ 5,470,000.00
2008 Interest on Bonds*	80033-06		\$854,784.05	

ASSESSMENT SERIAL BONDS

Outstanding January 1, 2007	80033-07	xxxxxxx	\$407,000.00	
Issued	80033-08	xxxxxxx		
Paid	80033-09	\$136,000.00	xxxxxxx	
Outstanding, December 31, 2007	80033-10	271,000.00	xxxxxxx	
		\$407,000.00	\$407,000.00	
2008 Bond Maturities - Assessment Bonds			80033-11	\$ 136,000.00
2008 Interest on Bonds*	80033-12		\$8,830.50	
Total "Interest on Bonds - Debt Service" (Items)			80033-13	\$ 863,614.55

LIST OF BONDS ISSUED DURING 2007

Purpose	2008 Maturity	Amount Issued	Date of Issue	Interest Rate
General Improvement Bond	\$4,755,000.00	\$15,609,000.00	8/15/07	Variable
Total	\$4,755,000.00	\$15,609,000.00		
	80033-14	80033-15		

**SCHEDULE OF LOANS ISSUED AND OUTSTANDING
AND 2007 DEBT SERVICE FOR LOANS
(MUNICIPAL) GENERAL CAPITAL LOANS**

		Debit	Credit	2008 Debt Service
Outstanding January 1, 2007	80033-01	xxxxxxx	\$368,717.76	
Issued	80033-02	xxxxxxx		
Paid	80033-03	\$62,303.77	xxxxxxx	
Outstanding, December 31, 2007	80033-04	306,413.99	xxxxxxx	
		\$368,717.76	\$368,717.76	
2008 Loan Maturities			80033-05	\$ 44,099.81
2008 Interest on Loans			80033-06	\$ 5,812.08
Total 2008 Debt Service for	Green Trust		80033-13	\$ 49,911.89
			Loan(s)	
Outstanding January 1, 2007	80033-07	xxxxxxx	\$941,621.99	
Issued	80033-08	xxxxxxx		
Paid	80033-09	\$65,906.12	xxxxxxx	
Outstanding, December 31, 2007	80033-10	875,715.87	xxxxxxx	
		\$941,621.99	\$941,621.99	
2008 Loan Maturities			80033-11	\$ 64,980.10
2008 Interest on Loans			80033-12	\$ 26,868.76
Total 2008 Debt Service for	Infrastructure		80033-13	\$ 91,648.86
			Loan(s)	
Outstanding January 1, 2007	80033-07	xxxxxxx	\$122,067.29	
Issued	80033-08	xxxxxxx		
Paid	80033-09	\$24,769.62	xxxxxxx	
Outstanding, December 31, 2007	80033-10	97,297.67	xxxxxxx	
		\$122,067.29	\$122,067.29	
2008 Loan Maturities			80033-11	\$ 24,769.62
2008 Interest on Loans			80033-12	\$ 1,074.56
Total 2008 Debt Service for	Economic Development		80033-13	\$ 25,844.18
			Loan(s)	

**SCHEDULE OF LOANS ISSUED AND OUTSTANDING
AND 2007 DEBT SERVICE FOR LOANS
(MUNICIPAL) ASSESSMENT LOANS**

		Debit	Credit	2008 Debt Service
Outstanding January 1, 2007	80033-01	xxxxxxx	\$599,418.08	
Issued	80033-02	xxxxxxx		
Paid	80033-03	\$44,137.21	xxxxxxx	
Outstanding, December 31, 2007	80033-04	555,280.87	xxxxxxx	
		\$599,418.08	\$599,418.08	
2008 Loan Maturities				
			80033-05	\$ 43,524.59
2008 Interest on Loans				
			80033-06	\$ 18,400.00
Total 2008 Debt Service for Infrastructure				
			80033-13	\$ 61,924.59
Loan(s)				
Outstanding January 1, 2007	80033-07	xxxxxxx		
Issued	80033-08	xxxxxxx		
Paid	80033-09		xxxxxxx	
Outstanding, December 31, 2007	80033-10		xxxxxxx	
2008 Loan Maturities				
			80033-11	\$
2008 Interest on Loans				
			80033-12	\$
Total 2008 Debt Service for				
			80033-13	\$
Loan(s)				
Outstanding January 1, 2007	80033-07	xxxxxxx		
Issued	80033-08	xxxxxxx		
Paid	80033-09		xxxxxxx	
Outstanding, December 31, 2007	80033-10		xxxxxxx	
2008 Loan Maturities				
			80033-11	\$
2008 Interest on Loans				
			80033-12	\$
Total 2008 Debt Service for				
			80033-13	\$
Loan(s)				

**SCHEDULE OF BONDS ISSUED AND OUTSTANDING
AND 2008 DEBT SERVICE FOR BONDS**

NOT APPLICABLE

TYPE I SCHOOL TERM BONDS

	Debit	Credit	2008 Debt Service
Outstanding January 1, 2007	80034-01 xxxxxxxx		
Paid	80034-03	xxxxxxxx	
Outstanding, December 31, 2007	80033-04	xxxxxxxx	
2008 Bond Maturities - Term Bonds	80034-04		\$
2008 Interest on Bonds*	80034-05		\$

NOT APPLICABLE

TYPE I SCHOOL SERIAL BONDS

Outstanding January 1, 2007	80034-06	xxxxxxx	
Issued	80034-07	xxxxxxxx	
Paid	80034-08	xxxxxxx	
Outstanding, December 31, 2007	80034-09	xxxxxxx	
2008 Interest on Bonds*	80034-10	\$	
2008 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 2007

Purpose	2008 Maturity -01	Amount Issued -02	Date of Issue	Interest Rate
Total	80035-			

NOT APPLICABLE

2008 INTEREST REQUIREMENT - CURRENT FUND DEBT ONLY

Outstanding
Dec. 31, 2007

2008
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 of Note Outstanding Dec. 31, 2007	Date of Maturity	Rate of Interest	2008 Budget Requirement		Interest Computed to (Insert Date)
						For Principal	For Interest **	
1. #05-10 Acquisition of Real Property	\$8,000,000.00	3/2/06	\$1,000,000.00	8/15/08	4.00%		\$40,000.00	8/15/08
2.								
3.								
4.								
5.								
6.								
7.								
8.								
9.								
10.								
11.								
12.								
13.								
14.								
15.								
16.								
17.								
Total	\$8,000,000.00		\$1,000,000.00				\$40,000.00	

Sheet 33

80051-01

80051-02

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 2005 or prior require one legally payable installment to be budgeted if it is contemplated that such notes will be renewed in 2008 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)

DEBT SERVICE SCHEDULE FOR ASSESSMENT NOTES

NOT APPLICABLE

Title or Purpose of Issue	Original Amount Issued	Original Date of Issue *	Amount of Note Outstanding Dec. 31, 2007	Date of Maturity	Rate of Interest	2008 Budget Requirement		Interest Computed to (Insert Date)
						For Principal	For Interest **	
1.								
2.								
3.								
4.								
5.								
6.								
7.								
8.								
9.								
10.								
11.								
12.								
13.								
14.								
15.								
16.								
17.								
Total								

Sheet 34

80051-01

80051-02

MEMO: * See Sheet 33 for clarification of "Original Date of Issue"

Assessment Notes with an original date of issue of December 31, 2005 or prior must be appropriated in full in the 2008 Dedicated Assessment Budget or written intent of permanent financing submitted with statement.

**Interest on Assessment Notes must be included in the Current Fund Budget appropriation "Interest on Notes".

(Do not crowd - add additional sheets)

SCHEDULE OF CAPITAL LEASE PROGRAM OBLIGATIONS

NOT APPLICABLE

Purpose	Amount of Lease Obligation Outstanding Dec. 31, 2007	2008 Budget Requirement	
		For Principal	For Interest
1.			
2.			
3.			
4.			
5.			
6.			
7.			
8.			
9.			
10.			
11.			
12.			
13.			
14.			
15.			
16.			
17.			
Total			

Sheet 34a

(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, 2007		2007 Authorizations	Expended	Contracts Payable Canceled	Refunds	Balance - December 31, 2007	
	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						49,568.90	
97-17 Reconstr. Of Johnson Drive (Section 1)	302.54			\$302.54				
98-08 Acquisition of Various Equipment & Capital Improvements	270.50						270.50	
98-23 Rehabilitation of Dwellings Pursuant to COAH	90,000.00						90,000.00	
99-12,04-02 Installation of Sanitary Sewer and Public Water Connection - Various Streets	192,350.40	\$39,706.01					192,350.40	\$39,706.01
99-14,02-05,04-06 Install. Of Sanitary Sewer & Pub. Water Connects. - Oakwood & Valley Rds.	280,325.43	35,349.54					283,229.75	32,445.22
01-08 Acq. Of Var. Equip & Capital Improvemnts	31,842.99			14,585.07			17,257.92	
01-10 & 02-29 Various 2001 Capital Imp.		2,552,215.77		501,647.16			2,050,568.61	
03-01 Purchase of Front End Loader	7,552.96						7,552.96	
03-03 Var. Road Sanitary Sewer Impr. Project		56,899.72			\$62,214.69			119,114.41
03-04 Var. Road Water Improvement Project					18,117.24			18,117.24
03-12 Remediat. of Underground Storage Tank	1,500.00						1,500.00	
04-04 Acq. Of Fire, Emer Mngmt & Constr. Equip	20,657.00						20,657.00	
04-08 Acq. Of Police, Rec., Fire & Rescue Equip.	39,570.28			18,859.98			20,710.30	
04-10 Various Public Improvements		295,887.65		151,421.71			144,465.94	

Sheet 35

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, 2007		2007 Authorizations	Expended	Contracts Payable Canceled	Refunds	Balance - December 31, 2007	
	Funded	Unfunded					Funded	Unfunded
04-15 Police Facility Rock Slope Retention Remediation	\$30,125.00	\$598,500.00		\$628,625.00				
05-05 Improvements to Best Lake	470.00			470.00				
05-06 Various Communication Equipment		8,871.26		4,372.60			\$4,498.66	
05-07 Various Public Works Improvement		147,282.52		26,226.06		\$5,600.00	126,656.46	
05-10 Acq. Of Real Propety for Open Space		21,666.88		13,406.50				\$8,260.38
05-11 Equip-Court, Rescue Squad, Police	28,003.33			26,731.59			1,271.74	
05-13 Acquisition of Fire Truck	50,000.00						50,000.00	
06-16 Various Equipment & Improvements	97,738.90			34,165.87			63,573.03	
06-17 Various Improvements		610,425.06		590,867.56			19,557.50	
06-24 Spratford Park Improvements	40,000.00						40,000.00	
06-25 Improvements to Stirling Road Crosswalks	66,360.25			66,360.25				
06-26 Various Public Improvements	173,315.00	1,203,250.00	\$1,100,000.00	163,308.57			1,215,830.43	1,097,426.00
06-29 Skyline & Johnston Sewer Improvements	6,351.25	1,520,000.00		236,154.32				1,290,196.93
07-03 Police Facility Rock Slope Retention Remediation			450,000.00	349,927.89			99,572.11	500.00
07-11 Purchase of Public Works Truck			60,000.00	57,082.11				2,917.89
07-16 Various Equipment & Improvements			133,000.00	24,819.21			108,180.79	

Sheet 35a

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, 2007		2007 Authorizations	Expended	Contracts Payable Canceled	Refunds	Balance - December 31, 2007	
	Funded	Unfunded					Funded	Unfunded
07-18 Acquisition of Extrication Equipment			\$7,850.00				\$7,850.00	
07-19 Various Road and Drainage Improvements			550,000.00	\$545,928.13				\$4,071.87
TOTAL	\$1,247,298.86	\$7,090,054.41	\$2,300,850.00	\$3,455,262.12	\$80,331.93	\$5,600.00	\$4,656,117.13	\$2,612,755.95

Sheet 35b

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

GENERAL CAPITAL FUND

NOT APPLICABLE SCHEDULE OF DOWN PAYMENTS ON IMPROVEMENTS

		Debit	Credit
Balance January 1, 2007	80030-01	xxxxxxx	
Received from 2007 Budget Appropriations *	80030-02	xxxxxxx	
Received from 2007 Emergency Appropriations *	80030-03	xxxxxxx	
Appropriated to Finance Improvement Authorizations	80030-04		xxxxxxx
Balance December 31, 2007	80030-05		xxxxxxx

*The full amount of the 2007 appropriations should be transferred to this account unless the balance of the appropriation is permitted to lapse.

Bonds and Notes	\$2,055,000.00
Capital Improvement Fund	168,000.00
Fund Balance	77,850.00
	<u>\$2,300,850.00</u>

CAPITAL IMPROVEMENTS AUTHORIZED IN 2007 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 2007 or Prior Years
#07-03 Police Facility Rock Slope Retention	\$450,000.00	\$428,500.00	\$21,500.00	\$21,500.00
#07-11 Purchase of Public Works Truck	60,000.00	57,000.00	3,000.00	3,000.00
#07-16 Various Equipment & Improvements	133,000.00			
#07-18 Acquisition of Extrication Equipment	7,850.00			
#07-19 Various Road & Drainage Improvements	550,000.00	522,500.00	27,500.00	27,500.00
#07-24 Various Public Improvements	1,100,000.00	1,047,000.00	53,000.00	53,000.00
Total	80032-00	\$2,300,850.00	\$105,000.00	\$105,000.00

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 - 2007

	Debit	Credit
Balance January 1, 2007	80029-01 xxxxxxx	\$110,255.67
Premium on Sale of Bonds	xxxxxxx	3,725.03
Funded Improvement Authorizations Canceled	xxxxxxx	
State Aid Received on Funded Ordinance		
Premium on Sale of Notes		1,555.00
Appropriated to Finance Improvement Authorizations	80029-02 \$77,850.00	xxxxxxx
Appropriated to 2007 Budget Revenue	80029-03	xxxxxxx
Balance December 31, 2007	80029-04 37,685.70	xxxxxxx \$115,535.70

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, 2007 \$ _____

2. Amount of Cash in Special Trust Fund as of December 31, 2007 (Note A) \$ _____

3. Amount of Bonds Issued Under Item 1 \$ _____
 Maturing in 2008

4. Amount of Interest on Bonds with a \$ _____
 Covenant - 2008 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 2007 appropriation column.

INSTRUCTIONS IN PREPARATION OF ANNUAL FINANCIAL STATEMENT OF 2007

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".

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