

**TOWNSHIP OF WOOLWICH
COUNTY OF GLOUCESTER
REPORT OF AUDIT
FOR THE YEAR ENDED DECEMBER 31, 2010**

TOWNSHIP OF WOOLWICHTABLE OF CONTENTS

<u>Exhibit No.</u>		<u>Page No.</u>
<u>PART 1</u>		
	Independent Auditor's Report	2
	Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed In Accordance With Government Auditing Standards	4
<u>CURRENT FUND</u>		
A	Statements of Assets, Liabilities, Reserves and Fund Balances-- Regulatory Basis	6
A-1	Statements of Operations and Changes in Fund Balance-- Regulatory Basis	8
A-2	Statement of Revenues--Regulatory Basis	10
A-3	Statement of Expenditures--Regulatory Basis	13
<u>TRUST FUND</u>		
B	Statements of Assets, Liabilities, Reserves and Fund Balance-- Regulatory Basis	19
B-1	Municipal Open Space Fund -- Statement of Revenues--Regulatory Basis	21
B-2	Municipal Open Space Fund -- Statement of Expenditures--Regulatory Basis	22
<u>GENERAL CAPITAL FUND</u>		
C	Statements of Assets, Liabilities, Reserves and Fund Balances-- Regulatory Basis	23
C-1	Statement of Fund Balance -- Regulatory Basis	24
<u>GENERAL FIXED ASSET GROUP OF ACCOUNTS</u>		
G	Statement of General Fixed Asset Group of Accounts	25
	Notes to Financial Statements	26
<u>SUPPLEMENTAL EXHIBITS</u>		
<u>CURRENT FUND</u>		
SA-1	Statement of Current Cash--Chief Financial Officer	42
SA-2	Statement of Current Cash--Tax Collector	43
SA-3	Statement of Taxes Receivable and Analysis of Property Tax Levy	44
SA-4	Schedule of Tax Title Liens	45
SA-5	Statement of Revenue Accounts Receivable	46
SA-6	Statement of Deferred Charges	47
SA-7	Statement of Special Emergency Authorizations	48
SA-8	Statement of Appropriation Reserves	49
SA-9	Statement of Due State of New Jersey--Veterans' and Senior Citizens' Deductions	51
SA-10	Statement of Prepaid Taxes	52
SA-11	Statement of Tax Overpayments	52
SA-12	Statement of County Taxes Payable	53

TOWNSHIP OF WOOLWICHTABLE OF CONTENTS (CONT'D)

<u>Exhibit No.</u>		<u>Page No.</u>
<u>CURRENT FUND (CONT'D)</u>		
SA-13	Statement of Amount Due to County for Added and Omitted Taxes	53
SA-14	Statement of Local School District Tax	54
SA-15	Statement of Regional High School District Tax	54
SA-16	Statement of Municipal Open Space Tax	55
SA-17	Statement of Amount Due to Municipal Open Space for Added and Omitted Taxes	55
SA-18	Federal and State Grant Fund--Statement of Due Current Fund	56
SA-19	Federal and State Grant Fund--Statement of Federal and State Grants Receivable	57
SA-20	Federal and State Grant Fund--Statement of Reserve for Federal and State Grants--Unappropriated	58
SA-21	Federal and State Grant Fund--Statement of Reserve for Federal and State Grants--Appropriated	59
<u>TRUST FUND</u>		
SB-1	Statement of Trust Cash--Chief Financial Officer	61
SB-2	Statement of Trust Cash--Tax Collector	62
SB-3	Statement of Amount Due to Current Fund--Animal Control Fund	63
SB-4	Statement of Amount Due to State of New Jersey--Department of Health	63
SB-5	Statement of Reserve for Animal Control Fund	64
SB-6	Statement of Due Current Fund--Municipal Open Space Fund	65
SB-7	Statement of Due General Capital Fund--Municipal Open Space Fund	65
SB-8	Statement of Appropriation Reserves--Municipal Open Space Fund	66
SB-9	Statement of Reserve for Future Use -- Municipal Open Space Fund	67
SB-10	Statement of Due Current Fund--Trust Other Fund	68
SB-11	Statement of Due to State--Uniform Construction Code Training Fees	69
SB-12	Statement of Miscellaneous Trust Reserves	70
SB-13	Statement of Reserve for Uniform Construction Code	71
<u>GENERAL CAPITAL FUND</u>		
SC-1	Statement of General Capital Cash--Chief Financial Officer	73
SC-2	Analysis of General Capital Cash	74
SC-3	Statement of Deferred Charges to Future Taxation--Funded	75
SC-4	Statement of Deferred Charges to Future Taxation--Unfunded	76
SC-5	Statement of Due Current Fund	77
SC-6	Statement of Due Gloucester County Improvement Authority	77
SC-7	Statement of State Aid Receivable	78
SC-8	Statement of Encumbrances Payable	79
SC-9	Statement of Capital Improvement Fund	79
SC-10	Statement of Reserve for Insurance Proceeds	80
SC-11	Statement of Due Municipal Open Space Trust Fund	80
SC-12	Statement of Reserve for Developer's Deposits	81
SC-13	Statement of Improvement Authorizations	82
SC-14	Statement of General Serial Bonds	83
SC-15	Statement of Green Trust Loan Payable	84
SC-16	Statement of Obligations Under Capital Leases	85
SC-17	Statement of Bonds Anticipation Notes	86
SC-18	Statement of Bonds and Notes Authorized But Not Issued	87

TOWNSHIP OF WOOLWICH
TABLE OF CONTENTS (CONT'D)

<u>Exhibit No.</u>		<u>Page No.</u>
<u>PART 2</u>		
<u>SINGLE AUDIT</u>		
	Report on Compliance With Requirements Tthat Could Have a Direct and Material Effect on Each Major Program and on Internal Control Over Compliance in Accordance with OMB Circular A-133 and State of New Jersey Circular 04-04-OMB	89
<u>SUPPLEMENTAL SCHEDULES</u>		
B	Schedule of Expenditures of State Financial Assistance	91
	Notes to Schedule of Expenditures of State Financial Assistance	93
<u>PART 3</u>		
<u>SCHEDULE OF FINDINGS AND QUESTIONED COSTS</u>		
	Schedule of Findings and Questioned Costs	95
	Summary Schedule of Prior Year Audit Findings and Recommendations as Prepared by Management	100
	<u>OFFICIALS IN OFFICE AND SURETY BONDS</u>	101
	<u>APPRECIATION</u>	102

TOWNSHIP OF WOOLWICH
PART 1
REPORT OF AUDIT OF FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2010

INDEPENDENT AUDITOR'S REPORT

The Honorable Mayor and
Members of the Township Committee
Township of Woolwich
Woolwich, New Jersey 08085

We have audited the accompanying statements of assets, liabilities, reserves and fund balance-- regulatory basis of the various funds of the Township of Woolwich, in the County of Gloucester, State of New Jersey as of December 31, 2010 and 2009, and the related statements of operations and changes in fund balance-- regulatory basis for the years then ended, and the related statement of revenues-- regulatory basis, statement of expenditures-- regulatory basis, and statement of general fixed assets group of accounts for the year ended December 31, 2010. These financial statements are the responsibility of the Township's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States; and in compliance with audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Township's internal control over financial reporting. Accordingly, we express no such opinion. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

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

In our opinion, because of the effects on the financial statements of the requirement that the Township prepare its financial statements in accordance with the accounting practices discussed in the preceding paragraph, the financial statements referred to above do not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the Township of Woolwich, in the County of Gloucester, State of New Jersey, as of December 31, 2010 and 2009, or the results of its operations and changes in fund balance for the years then ended.

Furthermore, in our opinion, the financial statements referred to above present fairly, in all material respects, the assets, liabilities, reserves and fund balance-- regulatory basis of the various funds of the Township of Woolwich, in the County of Gloucester, State of New Jersey, as of December 31, 2010 and 2009, and the results of its operations and changes in fund balance-- regulatory basis of such funds for the years then ended, and the revenues-- regulatory basis, expenditures-- regulatory basis of the various funds, and general fixed assets, for the year ended December 31, 2010 in conformity with accounting principles and practices prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey as described in Note 1.

In accordance with Government Auditing Standards, we have also issued our report dated July 8, 2011 on our consideration of the Township of Woolwich, in the County of Gloucester, State of New Jersey's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards and should be considered in conjunction with this report in assessing the results of our audit.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Township of Woolwich's basic financial statements. The accompanying schedule of state financial assistance programs is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations and State of New Jersey Circular 04-04-OMB, Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid, and is not a required part of the financial statements. In addition, the supplementary financial statements presented for the various funds are presented for purposes of additional analysis as required by the Division of Local Government Services, Department of Community Affairs, State of New Jersey. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the financial statements of each of the respective individual funds and account group taken as a whole.

Respectfully submitted,



BOWMAN & COMPANY LLP
Certified Public Accountants
& Consultants



Michael J. Welding
Certified Public Accountant
Registered Municipal Accountant

Woodbury, New Jersey
July 8, 2011

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

The Honorable Mayor and
Members of the Township Committee
Township of Woolwich
Woolwich Township, New Jersey 08085

We have audited the financial statements (regulatory basis) of the Township of Woolwich, in the County of Gloucester, State of New Jersey, as of and for the year ended December 31, 2010, and have issued our report thereon dated July 8, 2011, which indicated that the financial statements were not prepared in accordance with accounting principles generally accepted in the United States of America but were prepared on a regulatory basis of accounting prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey. We conducted our audit in accordance with auditing standards generally accepted in the United States of America, the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States, and in compliance with audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the Township of Woolwich's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Township's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Township's internal control over financial reporting.

Our consideration of internal control over financial reporting was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses and therefore, there can be no assurance that all deficiencies, significant deficiencies, or material weaknesses have been identified. However, as described in the accompanying Schedule of Findings and Question Costs, we identified one deficiency in internal control over financial reporting that we consider to be a material weakness.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the Township's financial statements will not be prevented, or detected and corrected on a timely basis. We consider the following deficiency described in the accompanying Schedule of Findings and Question Costs to be a material weakness: *2010-01*.

A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance. We did not identify any deficiencies in internal control over financial reporting that we consider to be significant deficiencies, as defined above.

Compliance and Other Matters

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

The Township of Woolwich's response to the finding identified in our report is described in the accompanying Schedule of Findings and Questioned Costs. We did not audit the Township of Woolwich's response and, accordingly, we express no opinion on it.

This report is intended solely for the information and use of the management of the Township, the Division of Local Government Services, Department of Community Affairs, and is not intended to be and should not be used by anyone other than these specified parties.

Respectfully submitted,



BOWMAN & COMPANY LLP
Certified Public Accountants
& Consultants



Michael J. Welding
Certified Public Accountant
Registered Municipal Accountant

Woodbury, New Jersey
July 8, 2011

TOWNSHIP OF WOOLWICH
CURRENT FUND

Statements of Assets, Liabilities, Reserves, and Fund Balances - Regulatory Basis
As of December 31, 2010 and 2009

Assets:	Ref.	2010	2009
Regular Fund:			
Cash:			
Chief Financial Officer	SA-1	\$ 7,579,350.55	\$ 8,578,828.02
Tax Collector	SA-2	403,804.51	352,372.15
Change Fund	A	100.00	100.00
		<u>7,983,255.06</u>	<u>8,931,300.17</u>
Other Receivables:			
Due from State of New Jersey:			
Senior Citizens' and Veterans' Deductions	SA-9	2,250.00	-
Receivables and Other Assets with Full Reserves:			
Delinquent Property Taxes Receivable	SA-3	566,046.90	671,000.88
Tax Title Liens Receivable	SA-4	71,114.97	37,537.59
Revenue Accounts Receivable	SA-5	16,680.55	13,609.53
Due from Dog License Fund	SB-3	1,767.90	67.80
Due from Municipal Open Space Fund	SB-6	2,744.71	-
Due from Trust Other Funds	SB-10	503,180.67	58,300.80
Due from General Capital Fund	SC-5	294,211.35	-
		<u>1,455,747.05</u>	<u>780,516.60</u>
Deferred Charges:			
Special Emergency Authorizations	SA-7	240,000.00	470,000.00
Emergency Authorizations (40A:4-47)	SA-6	56,000.00	90,000.00
		<u>296,000.00</u>	<u>560,000.00</u>
		<u>9,737,252.11</u>	<u>10,271,816.77</u>
Federal and State Grant Fund:			
Due from Current Fund	SA-18	156,337.39	81,551.35
Grants Receivable	SA-19	35,463.27	29,895.33
		<u>191,800.66</u>	<u>111,446.68</u>
		<u>\$ 9,929,052.77</u>	<u>\$ 10,383,263.45</u>

(Continued)

TOWNSHIP OF WOOLWICH
CURRENT FUND
 Statements of Assets, Liabilities, Reserves, and Fund Balances - Regulatory Basis
 As of December 31, 2010 and 2009

	<u>Ref.</u>	<u>2010</u>	<u>2009</u>
Liabilities, Reserves and Fund Balance:			
Regular Fund:			
Appropriation Reserves	A-3,SA-8	\$ 433,444.39	\$ 306,408.00
Reserve for Encumbrances	A-3,SA-8	119,080.95	281,367.89
Accounts Payable	SA-8, A-1	14,551.74	18,671.10
Due to State of New Jersey:			
Senior Citizen's and Veteran's Deductions	SA-9	-	22,918.92
Marriage License Fees	SA-1	225.00	125.00
Prepaid Taxes	SA-10	122,384.54	161,105.08
Tax Overpayments	SA-11	27,340.80	33,529.41
Due County for Added and Omitted Taxes	SA-13	97,487.13	87,549.41
Local District School Taxes Payable	SA-14	4,356,676.58	3,681,315.55
Due to Federal and State Grant Fund	SA-18	156,337.39	81,551.35
Due to General Capital Fund	SC-5	-	129,793.96
Reserve for Master Plan	A	66,418.82	66,418.82
		<u>5,393,947.34</u>	<u>4,870,754.49</u>
Reserves for Receivables	A	1,455,747.05	780,516.60
Fund Balance	A-1	<u>2,887,557.72</u>	<u>4,620,545.68</u>
		<u>9,737,252.11</u>	<u>10,271,816.77</u>
Federal and State Grant Fund:			
Encumbrances Payable	SA-21	2,397.90	3,558.97
Unappropriated Reserves	SA-20	47,807.41	36,788.31
Appropriated Reserves	SA-21	141,595.35	71,099.40
		<u>191,800.66</u>	<u>111,446.68</u>
		<u>\$ 9,929,052.77</u>	<u>\$ 10,383,263.45</u>

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

TOWNSHIP OF WOOLWICH
CURRENT FUND
 Statements of Operations and Changes in Fund Balance - Regulatory Basis
 For the Years Ended December 31, 2010 and 2009

	2010	2009
Revenue and Other Income Realized:		
Fund Balance Utilized	\$ 2,393,000.00	\$ 2,575,000.00
Miscellaneous Revenues Anticipated	1,860,519.14	1,374,236.52
Receipts from Delinquent Taxes	628,891.12	688,187.90
Receipts from Current Taxes	30,822,858.38	29,010,189.80
Nonbudget Revenues	482,343.43	293,778.11
Other Credits to Income:		
Unexpended Balance of Appropriation Reserves	194,550.72	253,893.04
Interfund Returned	23,950.19	6,800.00
Accounts Payable Canceled	18,238.50	380.00
Veterans and Senior Citizen's deduction Payable Canceled	26,418.92	-
Marriage Licenses Payable Canceled	-	75.00
Grant Receivable Adjustment	-	12,500.00
	36,450,770.40	34,215,040.37
Expenditures:		
Budget and Emergency Appropriations:		
Appropriations Within "CAPS"		
Operations:		
Salaries and Wages	1,799,285.00	1,966,421.00
Other Expenses	2,686,370.00	2,922,399.00
Deferred Charges and Statutory Expenditures	476,651.28	461,965.00
Appropriations Excluded from "CAPS"		
Operations:		
Salaries and Wages	913,008.60	370,000.00
Other Expenses	260,581.87	107,048.32
Capital Improvements	100,000.00	300,000.00
Municipal Debt Service	1,416,209.38	1,426,323.88
Deferred Charges	320,000.00	281,570.00
Judgments	56,000.00	-
County Taxes	7,121,588.06	7,343,605.53
Due County for Added and Omitted Taxes	97,487.13	87,549.41
Local District School Tax	13,134,361.23	9,783,639.15
Regional High School Tax	6,381,491.80	5,829,378.25
Municipal Open Space Tax	312,000.00	312,000.00
Due Municipal Open Space for Added and Omitted Taxes	4,237.79	3,681.81
Interfund Created	767,486.22	18,969.33
	35,846,758.36	31,214,550.68
Excess in Revenues	604,012.04	3,000,489.69

(Continued)

TOWNSHIP OF WOOLWICH
CURRENT FUND
 Statements of Operations and Changes in Fund Balance - Regulatory Basis
 For the Years Ended December 31, 2010 and 2009

	<u>2010</u>	<u>2009</u>
Adjustments to Income Before Fund Balance -		
Expenditures Included Above Which Are by Statute Deferred		
Charges to Budget of Succeeding Year	\$ <u>56,000.00</u>	\$ <u>90,000.00</u>
Regulatory Excess to Fund Balance	660,012.04	3,090,489.69
Fund Balance January 1	<u>4,620,545.68</u>	<u>4,105,055.99</u>
Total	5,280,557.72	7,195,545.68
Decreased by:		
Utilization as Anticipated Revenue	<u>2,393,000.00</u>	<u>2,575,000.00</u>
Fund Balance December 31	\$ <u><u>2,887,557.72</u></u>	\$ <u><u>4,620,545.68</u></u>

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

TOWNSHIP OF WOOLWICH
CURRENT FUND
 Statements of Operations and Changes in Fund Balance - Regulatory Basis
 For the Years Ended December 31, 2010 and 2009

	<u>2010</u>	<u>2009</u>
Adjustments to Income Before Fund Balance -		
Expenditures Included Above Which Are by Statute Deferred		
Charges to Budget of Succeeding Year	\$ <u>56,000.00</u>	\$ <u>90,000.00</u>
 Regulatory Excess to Fund Balance	 660,012.04	 3,090,489.69
Fund Balance January 1	<u>4,620,545.68</u>	<u>4,105,055.99</u>
Total	5,280,557.72	7,195,545.68
Decreased by:		
Utilization as Anticipated Revenue	<u>2,393,000.00</u>	<u>2,575,000.00</u>
Fund Balance December 31	<u>\$ <u>2,887,557.72</u></u>	<u>\$ <u>4,620,545.68</u></u>

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

TOWNSHIP OF WOOLWICH
CURRENT FUND
Statement of Revenues - Regulatory Basis
For the Year Ended December 31, 2010

	Anticipated Budget	Realized	Excess
Fund Balance Anticipated	\$ 2,393,000.00	\$ 2,393,000.00	
Miscellaneous Revenues:			
Fines and Costs:			
Municipal Court	190,000.00	191,347.42	\$ 1,347.42
Interest and Costs on Taxes	75,000.00	120,664.82	45,664.82
Energy Receipts Tax (P.L. 1997, Chapters 162 & 167)	414,809.00	414,612.66	(196.34)
Garden State Trust Fund	8,909.00	5,939.00	(2,970.00)
Kingsway Regional High School District Interlocal	65,000.00	93,909.00	28,909.00
Swedesboro/Woolwich School District	23,500.00	47,000.00	23,500.00
Borough of Swedesboro Interlocal:			
Aid to Volunteer Fire Company	21,250.00	21,262.50	12.50
Recreation Other Expenses	7,750.00	7,750.00	
Police Coverage and Protection	477,000.00	477,000.00	
Contributions from Municipal Functions	184,000.00	184,000.00	
Contributions from Developers' Open Space Maintenance	46,000.00	46,000.00	
Public and Private Revenues Offset With Appropriations:			
Alcohol Education and Rehabilitation Fund	3,671.45	3,671.45	
Drunk Driving Enforcement Fund	3,422.15	3,422.15	
Recycling Tonnage Grant	28,987.45	28,987.45	
Clean Communities Program	11,142.69	11,142.69	
Municipal Alliance	4,895.00	4,895.00	
SHARE Grant	198,915.00	198,915.00	
	<u>1,764,251.74</u>	<u>1,860,519.14</u>	<u>96,267.40</u>
Receipts from Delinquent Taxes	<u>650,000.00</u>	<u>628,891.12</u>	<u>(21,108.88)</u>
Subtotal General Revenues	4,807,251.74	4,882,410.26	75,158.52
Amount to be Raised by Taxes for Support to Municipal Budget - Local Tax for Municipal Purposes	<u>4,066,168.20</u>	<u>4,672,890.56</u>	<u>606,722.36</u>
Budget Totals	8,873,419.94	9,555,300.82	681,880.88
Nonbudget Revenues	<u>482,343.43</u>	<u>482,343.43</u>	<u>482,343.43</u>
	<u>\$ 8,873,419.94</u>	<u>\$ 10,037,644.25</u>	<u>\$ 1,164,224.31</u>

(Continued)

TOWNSHIP OF WOOLWICH
CURRENT FUND
Statement of Revenues - Regulatory Basis
For the Year Ended December 31, 2010

Analysis of Realized Revenue:

Allocation of Current Tax Collections:

Revenue from Collections	\$ 30,822,858.38
Allocated to:	
School, County and Open Space Taxes	<u>27,051,166.01</u>
Balance for Support of Municipal Budget Revenues	3,771,692.37
Add:	
Appropriation: "Reserve for Uncollected Taxes"	<u>901,198.19</u>
Amount for Support of Municipal Budget Appropriations	\$ <u><u>4,672,890.56</u></u>
 <u>Receipts from Delinquent Taxes:</u>	
Delinquent Tax Collections	\$ 616,447.95
Tax Title Lien Collections	<u>12,443.17</u>
Delinquent Tax Collections	\$ <u><u>628,891.12</u></u>

(Continued)

TOWNSHIP OF WOOLWICH
CURRENT FUND
Statement of Revenues - Regulatory Basis
For the Year Ended December 31, 2010

Analysis of Realized Revenue (Continued):

Analysis of Non-Budget Revenue

Appropriation Refunds	\$ 60,323.01
Fees & Permits	3,770.00
Cable Franchise Fees	19,589.84
Certified List	150.00
Copies	903.37
Interest Earned - Treasurer	93,321.89
Interest Earned - Tax Collector	245.51
JIF Reimbursement	11,060.89
Junk Yard	18,115.90
Licenses - Alcoholic	6,150.00
Licenses - Other	200.00
Motor Vehicle Inspection Fines	4,500.00
Off Duty Police Vehicle Usage Fees	20,545.12
Other Clerk Fees	502.00
Planning & Zoning Permits	8,210.00
Police Reports	1,016.79
Senior Citizen & Veteran Administrative Fee	985.00
Sale of Municipal Assets	213,235.50
Street Opening Permits	2,900.00
Miscellaneous - Treasurer	16,303.42
Miscellaneous - Tax Collector	315.19
	<u>482,343.43</u>
	<u>\$ 482,343.43</u>
Cash - Chief Financial Officer	\$ 461,039.87
Cash - Tax Collector	560.70
Interfunds	20,742.86
	<u>482,343.43</u>
	<u>\$ 482,343.43</u>

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

TOWNSHIP OF WOOLWICH
CURRENT FUND
Statement of Expenditures - Regulatory Basis
For the Year Ended December 31, 2010

	Appropriations			Expended			Unexpended Balance Cancelled
	Budget	Modifications	Budget After Modification	Paid or Charged	Encumbered	Reserved	
OPERATIONS WITHIN "CAPS"							
Department of Administration and Finance:							
General Administration							
Salaries and Wages	\$ 82,400.00		\$ 82,400.00	\$ 80,900.00		\$ 1,500.00	
Other Expenses	20,000.00	\$ (3,000.00)	17,000.00	5,183.72	\$ 2,588.19	9,228.09	
Mayor and Township Committee							
Salaries and Wages	26,500.00		26,500.00	26,458.42		41.58	
Other Expenses	12,700.00	(6,000.00)	6,700.00	2,937.06	449.00	3,313.94	
Municipal Clerk:							
Salaries and Wages	91,000.00		91,000.00	87,467.24		3,532.76	
Other Expenses	20,000.00	3,000.00	23,000.00	18,415.35	633.57	3,951.08	
Financial Administration:							
Salaries and Wages	66,000.00		66,000.00	61,209.11		4,790.89	
Other Expenses	60,000.00	(13,000.00)	47,000.00	37,930.06	3,827.57	5,242.37	
Audit Services:							
Other Expenses	50,000.00		50,000.00	50,000.00			
Revenue Administration:							
Salaries and Wages	34,000.00		34,000.00	33,337.88		662.12	
Other Expenses	13,500.00	(2,000.00)	11,500.00	7,062.04	773.60	3,664.36	
Tax Assessment Administration:							
Salaries and Wages	54,500.00		54,500.00	54,233.37		266.63	
Other Expenses	4,000.00	1,000.00	5,000.00	1,177.63	3,119.58	702.79	
Legal Services and Costs:							
Other Expenses	250,000.00	15,000.00	265,000.00	212,019.49	9,891.25	43,089.26	
Engineering Services and Costs:							
Other Expenses	30,000.00		30,000.00	18,475.75	10,630.50	893.75	
Economic Development							
Other Expenses	5,000.00	(1,000.00)	4,000.00	875.75		3,124.25	
Planning Board							
Salaries and Wages	31,700.00		31,700.00	30,673.64		1,026.36	
Miscellaneous Other Expenses	42,550.00	10,000.00	52,550.00	42,808.67	1,026.83	8,714.50	
Insurance							
General Liability	61,500.00		61,500.00	61,500.00			
Workers Compensation	68,500.00	(20,000.00)	48,500.00	46,052.00		2,448.00	
Employee Group Health	543,920.00	8,000.00	551,920.00	549,438.46		2,481.54	
Police							
Salaries and Wages	1,071,665.00		1,071,665.00	987,555.52		84,109.48	
Other Expenses	44,600.00		44,600.00	28,044.63	10,219.71	6,335.66	
Office of Emergency Management							
Salaries and Wages	5,000.00		5,000.00	-		5,000.00	
Other Expenses	2,500.00		2,500.00	172.13		2,327.87	

(Continued)

TOWNSHIP OF WOOLWICH
CURRENT FUND
Statement of Expenditures - Regulatory Basis
For the Year Ended December 31, 2010

	Appropriations		Budget After Modification	Paid or Charged	Expended		Unexpended Balance Cancelled
	Budget	Modifications			Encumbered	Reserved	
OPERATIONS WITHIN "CAPS" (CONT'D)							
Department of Administration and Finance (Cont'd):							
Public Safety Functions (Cont'd):							
Aid to Volunteer Fire Company							
Other Expenses	\$ 91,750.00	\$ (5,000.00)	\$ 86,750.00	\$ 54,553.84	\$ 22,877.28	\$ 9,318.88	
Municipal Prosecutor							
Salaries and Wages	16,500.00		16,500.00	16,500.00			
Department of Public Works:							
Streets and Roads Maintenance:							
Other Expenses	22,500.00		22,500.00	17,039.16	1,783.52	3,677.32	
Snow Removal							
Salaries and Wages	35,000.00		35,000.00	30,050.52		4,949.48	
Other Expenses	47,800.00		47,800.00	16,969.95	1,205.38	29,624.67	
Sanitation							
Other Expenses	1,000.00		1,000.00	1,000.00			
Solid Waste Collection							
Other Expenses	472,000.00		472,000.00	471,089.23		910.77	
Public Buildings and Grounds							
Salaries and Wages	175,000.00		175,000.00	168,819.62		6,180.38	
Other Expenses	23,100.00	9,000.00	32,100.00	21,922.78	7,101.71	3,075.51	
Vehicle Maintenance							
Other Expenses	44,200.00		44,200.00	32,116.93	10,892.37	1,190.70	
Health & Human Services Functions:							
Public Health Services							
Salaries and Wages	1,520.00		1,520.00	1,357.97		162.03	
Other Expenses	2,000.00	(1,000.00)	1,000.00	79.50		920.50	
Environmental Committee							
Other Expenses	2,000.00		2,000.00	943.00		1,057.00	
Park & Recreation Functions:							
Recreation Services and Programs:							
Salaries and Wages	5,500.00		5,500.00	5,500.00			
Other Expenses	24,300.00		24,300.00	16,243.27	2,516.68	5,540.05	
Maintenance of Parks							
Other Expenses	38,450.00		38,450.00	33,909.24	901.35	3,639.41	
Other Common Operating Functions:							
Celebration of Public Events							
Other Expenses	5,000.00	(1,000.00)	4,000.00	1,796.73		2,203.27	
Unclassified:							
Gasoline	85,000.00		85,000.00	79,594.60		5,405.40	
Electricity	75,000.00	15,000.00	90,000.00	88,694.48		1,305.52	
Telephone	38,000.00		38,000.00	30,807.45	5,822.92	1,369.63	

(Continued)

TOWNSHIP OF WOOLWICH
CURRENT FUND
Statement of Expenditures - Regulatory Basis
For the Year Ended December 31, 2010

	Appropriations			Expended			Unexpended Balance Cancelled
	Budget	Modifications	Budget After Modification	Paid or Charged	Encumbered	Reserved	
<u>OPERATIONS WITHIN "CAPS" (CONT'D)</u>							
Unclassified (Cont'd):							
Street Lighting	\$ 40,000.00		\$ 40,000.00	\$ 33,705.95		\$ 6,294.05	
Water/Fire Hydrant Service	100,000.00	\$ 10,000.00	110,000.00	89,316.91		20,683.09	
Fuel Oil	10,000.00		10,000.00	6,509.65		3,490.35	
Landfill/Solidwaste Disposal Costs							
Other Expenses	310,000.00	(15,000.00)	295,000.00	215,244.61	\$ 16,443.00	63,312.39	
Salary and Wage Adjustment Account							
Salaries and Wages	5,000.00	(4,000.00)	1,000.00	-		1,000.00	
Municipal Court:							
Salaries and Wages	95,500.00	3,000.00	98,500.00	97,197.08		1,302.92	
Other Expenses	24,500.00	(3,000.00)	21,500.00	14,802.40	985.44	5,712.16	
Public Defender							
Salaries and Wages	3,500.00		3,500.00	1,650.00		1,850.00	
Total Operations Within "CAPS"	4,485,655.00	-	4,485,655.00	3,991,342.79	113,689.45	380,622.76	-
Detail:							
Salaries and Wages	1,800,285.00	(1,000.00)	1,799,285.00	1,682,910.37	-	111,374.63	-
Other Expenses	2,685,370.00	1,000.00	2,686,370.00	2,308,432.42	113,689.45	269,248.13	-
<u>DEFERRED CHARGES AND STATUTORY EXPENDITURES - MUNICIPAL WITHIN "CAPS":</u>							
Prior Year Bills							
J. Timothy Kernan Inc.	2,300.00		2,300.00	2,300.00			
Statutory Expenditures:							
Contribution to:							
Public Employees' Retirement System	88,961.36		88,961.36	88,961.36			
Social Security System (O.A.S.I.)	180,000.00		180,000.00	180,000.00			
Defined Contributions Retirement Program	2,000.00		2,000.00	-		2,000.00	
Police and Fireman's Retirement System	203,389.92		203,389.92	203,389.92	-		
TOTAL DEFERRED CHARGES AND STATUTORY EXPENDITURES - MUNICIPAL WITHIN "CAPS"	476,651.28	-	476,651.28	474,651.28	-	2,000.00	-
TOTAL GENERAL APPROPRIATIONS FOR MUNICIPAL PURPOSES WITHIN "CAPS"	4,962,306.28	-	4,962,306.28	4,465,994.07	113,689.45	382,622.76	-
<u>OPERATIONS EXCLUDED FROM "CAPS"</u>							
Insurance:							
Employee Group Insurance	21,080.00		21,080.00	20,580.00	500.00		

(Continued)

TOWNSHIP OF WOOLWICH
CURRENT FUND
Statement of Expenditures - Regulatory Basis
For the Year Ended December 31, 2010

	Appropriations			Expended			Unexpended Balance Cancelled
	Budget	Modifications	Budget After Modification	Paid or Charged	Encumbered	Reserved	
<u>OPERATIONS EXCLUDED FROM "CAPS" (CONT'D)</u>							
Contribution to:							
Public Employees' Retirement System	\$ 242.65		\$ 242.65	\$ 242.65			
Police and Fireman's Retirement System	44,011.08		44,011.08	44,011.08			
Interlocal Municipal Services Agreements:							
Borough of Swedesboro:							
Aid to Volunteer Fire Company	21,250.00		21,250.00	18,156.24	\$ 3,087.55	\$ 6.21	
Recreation Other Expenses	7,750.00		7,750.00	5,659.95	1,803.95	286.10	
Township of Logan - Borough of Swedesboro							
Police Coverage and Protection							
Salaries and Wages	477,000.00		477,000.00	426,470.68		50,529.32	
Regional Contribution Agreement:							
Borough of Swedesboro	25,000.00		25,000.00	25,000.00			
Borough of Paulsboro	95,000.00		95,000.00	95,000.00			
Contributions from Municipal Functions Trust Account:							
Police:							
Salaries and Wages	184,000.00		184,000.00	184,000.00			
Contributions from Developers Open Space Trust Account							
Public Buildings and Grounds							
Salaries and Wages	46,000.00		46,000.00	46,000.00			
Public and Private Programs Offset by Revenues:							
Clean Communities Program	11,142.69		11,142.69	11,142.69			
Recycling Tonnage Grant	28,987.45		28,987.45	28,987.45			
Alcohol Education and Rehabilitation	3,671.45		3,671.45	3,671.45			
SHARE Grant	198,915.00		198,915.00	198,915.00			
Municipal Alliance on Alcoholism and Drug Abuse:							
State Share	4,895.00		4,895.00	4,895.00			
Local Share	1,223.00		1,223.00	1,223.00			
Drunk Driving Enforcement Fund	3,422.15		3,422.15	3,422.15			
TOTAL OPERATIONS - EXCLUDED FROM "CAPS"	1,173,590.47	-	1,173,590.47	1,117,377.34	5,391.50	50,821.63	-
Detail:							
Salaries and Wages	913,008.60	-	913,008.60	663,564.28	-	50,529.32	-
Other Expenses	260,581.87	-	260,581.87	453,813.06	5,391.50	292.31	-
<u>OPERATIONS EXCLUDED FROM "CAPS" (CONT'D)</u>							
<u>CAPITAL IMPROVEMENTS - EXCLUDED FROM "CAPS"</u>							
Capital Improvement Fund	100,000.00		100,000.00	100,000.00			
TOTAL CAPITAL IMPROVEMENTS	100,000.00	-	100,000.00	100,000.00	-	-	-

(Continued)

TOWNSHIP OF WOOLWICH
CURRENT FUND
Statement of Expenditures - Regulatory Basis
For the Year Ended December 31, 2010

	Appropriations			Expended			Unexpended Balance Cancelled
	Budget	Modifications	Budget After Modification	Paid or Charged	Encumbered	Reserved	
<u>MUNICIPAL DEBT SERVICE - EXCLUDED FROM "CAPS"</u>							
Payment of Bond Principal	\$ 325,000.00		\$ 325,000.00	\$ 325,000.00	-		-
Interest on Bonds	283,400.00		283,400.00	283,400.00	-		-
Interest on Notes	9,000.00		9,000.00	8,933.17			\$ 66.83
Green Trust Loan Program:							
Loan Repayment for Principal and Interest	34,205.00		34,205.00	34,200.76			4.24
Capital Lease Obligations Approved Prior to 7/1/2007							
Principal	280,000.00		280,000.00	280,000.00			-
Interest	484,720.00		484,720.00	484,675.45			44.55
TOTAL MUNICIPAL DEBT SERVICE - EXCLUDED FROM "CAPS"	1,416,325.00	-	1,416,325.00	1,416,209.38	-	-	115.62
<u>DEFERRED CHARGES - MUNICIPAL - EXCLUDED FROM "CAPS"</u>							
Emergency Authorizations	90,000.00		90,000.00	90,000.00			
Special Emergency Authorizations - 5 Years (N.J.S. 40A:4-55)	230,000.00		230,000.00	230,000.00			
TOTAL DEFERRED CHARGES - MUNICIPAL - EXCLUDED FROM "CAPS"	320,000.00	-	320,000.00	320,000.00	-	-	-
Judgments (N.J.S.A. 40A:4-45.3cc)		\$ 56,000.00	56,000.00	56,000.00			
TOTAL GENERAL APPROPRIATIONS FOR MUNICIPAL PURPOSES EXCLUDED FROM "CAPS"	3,009,915.47	56,000.00	3,065,915.47	3,009,586.72	\$ 5,391.50	\$ 50,821.63	115.62
SUBTOTAL GENERAL APPROPRIATIONS	7,972,221.75	56,000.00	8,028,221.75	7,475,580.79	119,080.95	433,444.39	115.62
Reserve for Uncollected Taxes	901,198.19		901,198.19	901,198.19			
TOTAL GENERAL APPROPRIATIONS	\$ 8,873,419.94	\$ 56,000.00	\$ 8,929,419.94	\$ 8,376,778.98	\$ 119,080.95	\$ 433,444.39	\$ 115.62

(Continued)

TOWNSHIP OF WOOLWICH
CURRENT FUND
Statement of Expenditures - Regulatory Basis
For the Year Ended December 31, 2010

	Budget after Modification	Paid or Charged
Budget	\$ 8,873,419.94	
Emergency Authorizations (40A:4-47)	56,000.00	
	\$ 8,929,419.94	
Federal and State Grants		\$ 252,256.74
Deferred Charges - Emergency Appropriation		90,000.00
Deferred Charges - Special Emergency Authorizations		230,000.00
Reserve for Uncollected Taxes		901,198.19
Cash Disbursements		6,903,324.05
		\$ 8,376,778.98

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

TOWNSHIP OF WOOLWICH
TRUST FUND

Statements of Assets, Liabilities, Reserves and Fund Balance -- Regulatory Basis
As of December 31, 2010 and 2009

	<u>Ref.</u>	<u>2010</u>	<u>2009</u>
Assets:			
Animal Control Fund:			
Cash - Chief Financial Officer	SB-1	\$ 10,743.19	\$ 9,120.04
Municipal Open Space Fund:			
Cash - Chief Financial Officer	SB-1	285,607.12	613,620.55
Due from General Capital Fund	SB-7	394,602.00	-
		<u>680,209.12</u>	<u>613,620.55</u>
Other Funds:			
Cash - Chief Financial Officer	SB-1	3,518,586.66	3,623,330.39
Cash - Tax Collector	SB-2	106,179.15	93,867.42
Due from Contractors	SB-12	3,022.74	5,500.00
		<u>3,627,788.55</u>	<u>3,722,697.81</u>
		<u>\$ 4,318,740.86</u>	<u>\$ 4,345,438.40</u>
Liabilities, Reserves and Fund Balance:			
Animal Control Fund:			
Due to Current Fund	SB-3	\$ 1,767.90	\$ 67.80
Due to State of New Jersey	SB-4	15.60	11.40
Reserve for Encumbrances	SB-1	-	470.00
Reserve for Animal Control Fund Expenditures	SB-5	8,959.69	8,570.84
		<u>10,743.19</u>	<u>9,120.04</u>
Municipal Open Space Fund:			
Due to Current Fund	SB-6	2,744.71	26,694.90
Appropriation Reserves	B-2, SB-8	5,634.00	58,096.84
Encumbrances Payable	B-2, SB-8	20,366.00	3,664.16
Reserve for Debt Service	B-1	-	325,000.00
Reserve for Future Use	SB-9	651,464.41	200,164.65
		<u>680,209.12</u>	<u>613,620.55</u>

(Continued)

TOWNSHIP OF WOOLWICH
TRUST FUND

Statements of Assets, Liabilities, Reserves and Fund Balance -- Regulatory Basis
As of December 31, 2010 and 2009

	<u>Ref.</u>	<u>2010</u>	<u>2009</u>
Liabilities, Reserves and Fund Balance (Cont'd):			
Other Funds:			
Due Current Fund	SB-10	\$ 503,180.67	\$ 31,605.90
Due General Capital	SB-12	236,730.35	-
Due to State:			
Uniform Construction Code Training Fees	SB-11	5,038.00	12,456.00
Public Defender Excess	SB-12	-	1,252.00
Encumbrances Payable:			
Miscellaneous Trust Reserves	SB-12	121,052.89	-
Reserve for Uniform Construction Code		759.54	3,494.44
Miscellaneous Trust Reserves:			
Public Defender	SB-12	1,542.00	1,250.00
Fire Safety Code Penalties	SB-12	652.03	652.03
Tax Sale Premium	SB-12	82,800.00	92,800.00
Tax Title Lien	SB-12	21,798.46	816.16
Off Duty Police	SB-12	17,933.20	465.83
Developers' Escrow	SB-12	516,926.20	639,416.00
Municipal Functions Developer's Fees	SB-12	554,476.69	737,910.02
Open Space - Municipal Maintenance	SB-12	581,664.66	622,803.18
Developers' Recreation Fees	SB-12	24,203.84	513,096.41
COAH Fees	SB-12	62,253.52	48,675.23
Unemployment	SB-12	5,818.69	9,394.11
Municipal Court POAA	SB-12	322.00	318.00
Police Forfeited Funds	SB-12	9,068.40	10,512.20
Snow Removal	SB-12	26,004.43	14,991.13
Woolwich Recreation Trust	SB-12	43,223.86	61,941.43
Payroll Deductions Payable	SB-12	22,039.55	20,592.19
Developers' Tree Compensation	SB-12	419,599.78	420,638.42
Reserve for Uniform Construction Code	SB-13	370,699.79	477,617.13
		<u>3,627,788.55</u>	<u>3,722,697.81</u>
		<u>\$ 4,318,740.86</u>	<u>\$ 4,345,438.40</u>

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

TOWNSHIP OF WOOLWICH
TRUST FUND
MUNICIPAL OPEN SPACE FUND
Statement of Revenues -- Regulatory Basis
For the Year Ended December 31, 2010

	<u>Budget</u>	<u>Realized</u>	<u>Excess or (Deficit)</u>
Amount to be Raised by Taxation	\$ 312,000.00	\$ 316,237.79	\$ 4,237.79
Reserve Funds:			
Reserve for Future Use	63,000.00	63,000.00	-
Reserve to Pay Debt Service	325,000.00	325,000.00	-
Miscellaneous Revenues Not Anticipated	<u> </u>	<u>425,345.63</u>	<u>425,345.63</u>
	<u>\$ 700,000.00</u>	<u>\$ 1,129,583.42</u>	<u>\$ 429,583.42</u>

Analysis of Realized Revenues:

Amount to be Raised by Taxation:

Current Year Levy	\$ 312,000.00
Added Taxes	<u>4,237.79</u>
	<u>\$ 316,237.79</u>

Miscellaneous Revenues Not Anticipated:

Interest	\$ 6,013.77
Refund Prior Year Expenditures	
Garden State Preservation Grant	19,331.86
Green Acres Trust Grant	<u>400,000.00</u>
	<u>\$ 425,345.63</u>

Allocation:

Cash - Chief Financial Officer	\$ 337,345.63
Due Current Fund	4,237.79
Due General Capital Fund	<u>400,000.00</u>
	<u>\$ 741,583.42</u>

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

TOWNSHIP OF WOOLWICH
TRUST FUND
MUNICIPAL OPEN SPACE FUND
Statement of Expenditures -- Regulatory Basis
For the Year Ended December 31, 2010

	Appropriations		Paid or Charged	Encumbered	Reserved	Unexpended Balance Canceled
	Budget	Budget After Modification				
Development of Lands for Recreation & Conservation:						
Other Expenses	\$ 26,000.00	\$ 26,000.00		\$ 20,366.00	\$ 5,634.00	
Debt Service:						
Payment of Bond Anticipation Notes	665,000.00	665,000.00	\$ 665,000.00			
Interest on Notes	9,000.00	9,000.00	6,982.50			\$ 2,017.50
	<u>\$ 700,000.00</u>	<u>\$ 700,000.00</u>	<u>\$ 671,982.50</u>	<u>\$ 20,366.00</u>	<u>\$ 5,634.00</u>	<u>\$ 2,017.50</u>
Cash Disbursements			\$ 635,000.00			
Expenditures Paid by Current Fund			6,982.50			
Expenditures Paid by General Capital Fund			<u>30,000.00</u>			
			<u>\$ 671,982.50</u>			

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

TOWNSHIP OF WOOLWICH
GENERAL CAPITAL FUND

Statements of Assets, Liabilities, Reserves and Fund Balance -- Regulatory Basis
As of December 31, 2010 and 2009

Assets:	Ref.	2010	2009
Cash	SC-1	\$ 1,641,919.12	\$ 1,368,801.49
State Aid Receivable	SC-7	669,000.00	319,500.00
Due Gloucester County Improvement Authority	SC-6	43,691.43	-
Deferred Charges to Future Taxation:			
Funded	SC-3	7,194,542.63	7,544,674.92
Unfunded	SC-4	1,190,000.00	1,520,000.00
Amount to be Provided for Retirement of			
Obligations Under Capital Leases	SC-16	10,675,000.00	10,955,000.00
Due from Current Fund	SC-5	-	129,793.96
Due from Trust Other	SB-12	236,730.35	-
		<u>\$ 21,650,883.53</u>	<u>\$ 21,837,770.37</u>
Liabilities, Reserves and Fund Balance:			
Due Current Fund	SC-5	\$ 294,211.35	\$ -
Due Municipal Open Space Trust Fund	SC-11	394,602.00	-
Due Gloucester County Improvement Authority	SC-6	-	33,572.57
Encumbrances Payable	SC-8	564,697.31	724,604.69
Capital Improvement Fund	SC-9	251,277.48	354,457.00
Reserve for Insurance Proceeds	SC-10	324,797.71	-
Reserve for Developer's Deposits	SC-12	146,665.04	1,736.09
Improvement Authorizations:			
Funded	SC-13	698,329.68	538,150.38
Unfunded	SC-13	129,700.52	155,846.70
General Serial Bonds	SC-14	6,760,000.00	7,085,000.00
Green Trust Loan Payable	SC-15	434,542.63	459,674.92
Obligations under Capital Leases	SC-16	10,675,000.00	10,955,000.00
Bond Anticipation Notes	SC-17	855,000.00	1,520,000.00
Fund Balance	C-1	122,059.81	9,728.02
		<u>\$ 21,650,883.53</u>	<u>\$ 21,837,770.37</u>

The accompanying Notes to Financial Statement are an integral part of this statement

TOWNSHIP OF WOOLWICH
GENERAL CAPITAL FUND
Statement of Fund Balance - Regulatory Basis
For the Year Ended December 31, 2010

Balance December 31, 2009	\$ 9,728.02
Increased by:	
Improvements Authorizations Canceled	<u>112,331.79</u>
Balance December 31, 2010	<u>\$ 122,059.81</u>

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

TOWNSHIP OF WOOLWICH
GENERAL FIXED ASSET GROUP OF ACCOUNTS
Statement of General Fixed Asset Group of Accounts
For the Year Ended December 31, 2010

	Balance Dec. 31, 2009	Additions	Deletions	Balance Dec. 31, 2010
General Fixed Assets:				
Land and Buildings	\$ 6,443,500.00		\$ 177,200.00	\$ 6,266,300.00
Improvements - Other than Buildings	84,900.00			84,900.00
Machinery and Equipment	<u>2,703,603.00</u>	\$ 195,163.00	<u>93,647.00</u>	<u>2,805,119.00</u>
Total General Fixed Assets	<u>\$ 9,232,003.00</u>	<u>\$ 195,163.00</u>	<u>\$ 270,847.00</u>	<u>\$ 9,156,319.00</u>
Total Investment in General Fixed Assets	<u>\$ 9,232,003.00</u>	<u>\$ 195,163.00</u>	<u>\$ 270,847.00</u>	<u>\$ 9,156,319.00</u>

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

TOWNSHIP OF WOOLWICH
Notes to Financial Statements
For the Year Ended December 31, 2010

Note 1: **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

Description of Financial Reporting Entity - The Township of Woolwich was incorporated in January, 1798 and is located in southwest New Jersey approximately twenty miles southeast of the City of Philadelphia. The estimated population according to the 2000 census updated to July 1, 2009 is 9,469.

The Township has a Mayor-Council form of government known as the Mayor-Council Plan A under the Optional Municipal Charter Law of 1960, popularly known as the Faulkner Act. The Mayor is separately elected. Executive and administrative responsibility rests with the Mayor, who is assisted by the Township Administrator.

Component Units - The Township of Woolwich had no component units as defined by Governmental Accounting Standards Board Statement No. 14.

Basis of Accounting, Measurement Focus and Basis of Presentation - The financial statements of the Township of Woolwich contain all funds and account groups in accordance with the "Requirements of Audit" as promulgated by the State of New Jersey, Department of Community Affairs, Division of Local Government Services. The principles and practices established by the Requirements of Audit are designed primarily for determining compliance with legal provisions and budgetary restrictions and as a means of reporting on the stewardship of public officials with respect to public funds. Generally, the financial statements are presented using the flow of current financial resources measurement focus and modified accrual basis of accounting with minor exceptions as mandated by these "Requirements". In addition, the prescribed accounting principles previously referred to differ in certain respects from accounting principles generally accepted in the United States of America applicable to local government units. The more significant differences are explained in this Note.

In accordance with the "Requirements", the Township of Woolwich accounts for its financial transactions through the use of separate funds which are described as follows:

Current Fund - The Current Fund accounts for resources and expenditures for governmental operations of a general nature, including Federal and State grant funds.

Trust Funds - The various Trust Funds account for receipts, custodianship and disbursement of funds in accordance with the purpose for which each reserve was created.

General Capital Fund - The General Capital Fund accounts for receipt and disbursement of funds for the acquisition of general capital facilities, other than those acquired in the Current Fund.

Budgets and Budgetary Accounting - The Township of Woolwich must adopt an annual budget for its current fund and open space trust fund in accordance with N.J.S.A. 40A:4 et seq. N.J.S.A. 40A:4-5 requires the governing body to introduce and approve the annual municipal budget no later than February 10 of each year. At introduction, the governing body shall fix the time and place for a public hearing on the budget and must advertise the time and place at least ten days prior to the hearing in a newspaper published and circulating in the municipality. The public hearing must not be held less than twenty-eight days after the date the budget was introduced. After the hearing has been held, the governing body may, by majority vote, adopt the budget or may amend the budget in accordance with N.J.S.A. 40A:4-9. Amendments to adopted budgets, if any, are detailed in the statements of revenues and expenditures.

Note 1: **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**

Budgets and Budgetary Accounting (Cont'd)

An extension of the statutory dates for introduction, approval and adoption of the municipal budget may be granted by the Director of the Division of Local Government Services, with the permission of the Local Finance Board.

Budgets are adopted on the same basis of accounting utilized for the preparation of the Township's financial statements.

Cash, Cash Equivalents and Investments - Cash and cash equivalents include petty cash, change funds and cash on deposit with public depositories. All certificates of deposit are recorded as cash regardless of the date of maturity. Investments are stated at cost. Consequently, unrealized gain or loss on investments has not been recorded in accordance with Governmental Accounting Standards Board Statement No. 31.

New Jersey municipal units are required by N.J.S.A. 40A:5-14 to deposit public funds in a bank or trust company having its place of business in the State of New Jersey and organized under the laws of the United States or of the State of New Jersey or in the New Jersey Cash Management Fund. N.J.S.A. 40A:5-15.1 provides a list of investments which may be purchased by New Jersey municipal units. In addition, other State statutes permit investments in obligations issued by local authorities and other state agencies.

N.J.S.A. 17:9-41 et seq. establishes the requirements for the security of deposits of governmental units. The statute requires that no governmental unit shall deposit public funds in a public depository unless such funds are secured in accordance with the Governmental Unit Deposit Protection Act ("GUDPA"), a multiple financial institutional collateral pool, which was enacted in 1970 to protect governmental units from a loss of funds on deposit with a failed banking institution in New Jersey. Public depositories include State or federally chartered banks, savings banks or associations located in or having a branch office in the State of New Jersey, the deposits of which are federally insured. All public depositories must pledge collateral, having a market value at least equal to five percent of the average daily balance of collected public funds, to secure the deposits of Governmental Units. If a public depository fails, the collateral it has pledged, plus the collateral of all other public depositories, is available to pay the amount of their deposits to the Governmental Units.

The cash management plan adopted by the Township of Woolwich requires it to deposit funds in public depositories protected from loss under the provisions of the Act.

Interfunds - Interfund receivables and payables that arise from transactions between funds are recorded by all funds affected by such transactions in the period in which the transaction is executed. Interfund receivables in the Current Fund are recorded with offsetting reserves which are created by charges to operations. Income is recognized in the year the receivables are liquidated. Interfund receivables in the other funds are not offset by reserves.

Inventories of Supplies - The costs of inventories of supplies for all funds are recorded as expenditures at the time individual items are purchased. The costs of inventories are not included on the various statements of assets, liabilities, reserves and fund balance.

General Fixed Assets - Accounting for Governmental Fixed Assets, as required by N.J.A.C. 5:30-5.6, differs in certain respects from accounting principles generally accepted in the United States of America. In accordance with the regulations, all local units, including municipalities, must maintain a general fixed assets reporting system that establishes and maintains a physical inventory of nonexpendable, tangible property as defined and limited by the U.S. Office of Management and Budget Circular A-87 (Attachment B, Section 19), except that the useful life of such property is at least five

Note 1: **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**

General Fixed Assets (Cont'd)

years. The Township has adopted a capitalization threshold of \$5,000, the maximum amount allowed by the Circular. Generally, assets are valued at historical cost; however, assets acquired prior to December 31, 1985 are valued at actual historical cost or estimated historical cost. No depreciation of general fixed assets is recorded. Donated general fixed assets are recorded at their estimated fair market value on the acquisition date. Interest costs relative to the acquisition of general fixed assets are recorded as expenditures when paid. Public domain ("infrastructure") general fixed assets consisting of certain improvements such as roads, bridges, curbs and gutters, streets and sidewalks and drainage systems are not capitalized. Expenditures for construction in progress are recorded in the Capital Funds until such time as the construction is completed and put into operation. The Township is required to maintain a subsidiary ledger detailing fixed assets records to control additions, retirements and transfers of fixed assets. In addition, a Statement of General Fixed Assets, reflecting the activity for the year, must be included in the Township's basic financial statements.

The regulations require that general fixed assets, whether constructed or acquired through purchase, grant or gift be included in the aforementioned inventory. In addition, property management standards must be maintained that includes accurate records indicating asset description, source, ownership, acquisition cost and date, the percentage of Federal participation (if any), and the location, use, and condition of the asset. Periodically, physical inventories must be taken and reconciled with these records. Lastly, all fixed assets must be adequately controlled to safeguard against loss, damage or theft.

Foreclosed Property - Foreclosed property is recorded in the Current Fund at the assessed valuation when such property was acquired and is fully reserved. Ordinarily it is the intention of the municipality to resell foreclosed property in order to recover all or a portion of the delinquent taxes or assessments and to return the property to a taxpaying basis. For this reason the value of foreclosed property has not been included in the General Fixed Assets Account Group. If such property is converted to a municipal use, it will be recorded in the General Fixed Assets Account Group.

Deferred Charges - The recognition of certain expenditures is deferred to future periods. These expenditures, or deferred charges, are generally over-expenditures of legally adopted budget appropriations or emergency appropriations made in accordance with N.J.S.A. 40A:4-46 et seq. Deferred charges are subsequently raised as items of appropriation in budgets of succeeding years.

Liens Sold for Other Governmental Units - Liens sold on behalf of other governmental units are not recorded on the records of the tax collector until such liens are collected. Upon their collection, such liens are recorded as a liability due to the governmental unit net of the costs of the initial sale. The related costs of sale are recognized as revenue when received.

Fund Balance - Fund Balance included in the current fund represents an amount available for anticipation as revenue in future year's budgets, with certain restrictions.

Revenues - Revenues are recorded when received in cash except for certain amounts which are due from other governmental units. Revenue from Federal and State grants are realized when anticipated as such in the Township's budget. Receivables for property taxes are recorded with offsetting reserves on the statement of assets, liabilities, reserves and fund balance of the Township's Current Fund; accordingly, such amounts are not recorded as revenue until collected. Other amounts that are due the Township which are susceptible to accrual are also recorded as receivables with offsetting reserves and recorded as revenue when received.

Note 1: **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**

Property Tax Revenues - Property tax revenues are collected in quarterly installments due February 1, May 1, August 1, and November 1. The amount of tax levied includes not only the amount required in support of the Township's annual budget, but also the amounts required in support of the budgets of the County of Gloucester, Swedesboro-Woolwich Consolidated School District, and the Kingsway Regional High School District. Unpaid property taxes are subject to tax sale in accordance with the statutes.

School Taxes - The municipality is responsible for levying, collecting and remitting school taxes for the Swedesboro-Woolwich Consolidated School District and the Kingsway Regional High School District. Operations is charged for the full amount required to be raised from taxation to operate the regional high school district for the period from January 1 to December 31 and for the consolidated school district the Township's share of the amount required to be raised by taxation for the period from July 1 to June 30, increased by the amount deferred at December 31, 2009 and decreased by the amount deferred at December 31, 2010.

County Taxes - The municipality is responsible for levying, collecting and remitting county taxes for the County of Gloucester. Operations is charged for the amount due the County for the year, based upon the ratables required to be certified to the County Board of Taxation by January 10 of the current year. In addition, operations is charged for the County share of Added and Omitted Taxes certified to the County Board of Taxation by October 10 of the current year and due to be paid to the County by February 15 of the following year.

Reserve for Uncollected Taxes - The inclusion of the "Reserve for Uncollected Taxes" appropriation in the Township's annual budget protects the Township from taxes not paid currently. The Reserve, the minimum amount of which is determined on the percentage of collections experienced in the immediate preceding year, with certain exceptions, is required to provide assurance that cash collected in the current year will provide sufficient cash flow to meet expected obligations.

Expenditures - Expenditures are recorded on the "budgetary" basis of accounting. Generally, expenditures are recorded when paid. However, for charges to amounts appropriated for "other expenses", an amount is encumbered through the issuance of a numerically controlled purchase order or when a contract is executed in accordance with N.J.A.C. 5:30-5.2. When encumbered charges are paid, the amount encumbered is simultaneously liquidated in its original amount. Encumbrances are offset by an account entitled reserve for encumbrances. The reserve is classified as a cash liability under New Jersey municipal accounting. At December 31, this reserve represents the portion of appropriation reserves that has been encumbered and is subject to the same statutory provisions as appropriation reserves.

Appropriations for principal payments on outstanding general capital bonds and notes are provided on the cash basis; interest on general capital indebtedness is on the cash basis.

Appropriation Reserves - Appropriation reserves covering unexpended appropriation balances are automatically created at year-end and recorded as liabilities, except for amounts which may be canceled by the governing body. Appropriation reserves are available, until lapsed at the close of the succeeding year, to meet specific claims, commitments or contracts incurred during the preceding fiscal year. Lapsed appropriation reserves are recorded as income.

Long-Term Debt - Long-Term Debt, relative to the acquisition of capital assets, is recorded as a liability in the General Capital Fund. Where an improvement is a "local Improvement", i.e. assessable upon completion, long-term debt associated with that portion of the cost of the improvement to be funded by assessments is transferred to the Trust Fund upon the confirmation of the assessments or when the improvement is fully and permanently funded.

Note 1: **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**

Compensated Absences and Postemployment Benefits - Compensated absences for vacation, sick leave and other compensated absences are recorded and provided for in the annual budget in the year in which they are paid, on a pay-as-you-go basis. Likewise, no accrual is made for postemployment benefits, if any, which are also funded on a pay-as-you-go basis.

Note 2: **CASH AND CASH EQUIVALENTS**

Custodial Credit Risk Related to Deposits - Custodial credit risk is the risk that, in the event of a bank failure, the Township's deposits might not be recovered. Although the Township does not have a formal policy regarding custodial credit risk, N.J.S.A. 17:9-41 et seq. requires that governmental units shall deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act (GUDPA). Under the Act, the first \$250,000 of governmental deposits in each insured depository is protected by the Federal Deposit Insurance Corporation (FDIC). Public funds owned by the municipality in excess of FDIC insured amounts are protected by GUDPA. However, GUDPA does not protect intermingled trust funds such as salary withholdings or funds that may pass to the municipality relative to the happening of a future condition. Such funds are shown as Uninsured and Uncollateralized in the schedule below.

As of December 31, 2010, the Township's bank balances of \$14,032,002.77 were exposed to custodial credit risk as follows:

Uninsured and Uncollateralized	\$ <u><u>569,918.94</u></u>
--------------------------------	-----------------------------

Note 3: **PROPERTY TAXES**

The following is a five-year comparison of certain statistical information relative to property taxes and property tax collections for the current and previous four years.

Comparative Schedule of Tax Rates

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
Tax Rate	<u>\$4.999</u>	<u>\$4.746</u>	<u>\$4.605</u>	<u>\$4.181</u>	<u>\$3.960</u>
Apportionment of Tax Rate:					
Municipal	\$.655	\$.655	\$.610	\$.536	\$.461
County	1.148	1.190	1.177	1.104	1.061
Municipal Open Space	.050	.050	.050	.050	.050
Local School	2.117	1.908	1.865	1.540	1.453
Regional School	1.029	.943	.903	.951	.935

Assessed Valuation

2010	\$620,459,435.00
2009	617,844,922.00
2008	599,495,229.00
2007	564,546,727.00
2006	510,484,322.00

Note 3: **PROPERTY TAXES (CONT'D)****Comparison of Tax Levies and Collections**

<u>Year</u>	<u>Tax Levy</u>	<u>Collections</u>	<u>Percentage of Collections</u>
2010	\$31,441,897.40	\$30,822,858.38	98.03%
2009	29,674,757.90	29,010,189.80	97.76%
2008	28,255,371.46	27,524,691.80	97.41%
2007	24,448,462.58	23,865,145.29	97.61%
2006	21,903,372.67	21,459,227.13	97.97%

Delinquent Taxes and Tax Title Liens

<u>Year</u>	<u>Tax Title Liens</u>	<u>Delinquent Taxes</u>	<u>Total Delinquent</u>	<u>Percentage of Tax Levy</u>
2010	\$71,114.97	\$566,046.90	\$637,161.87	2.03%
2009	37,537.59	671,000.88	708,538.47	2.38%
2008	8,626.33	766,106.98	774,733.31	2.74%
2007	4,787.08	587,260.26	592,047.34	2.42%
2006	3,599.08	455,144.69	458,743.77	2.09%

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

<u>Year</u>	<u>Number</u>
2010	16
2009	21
2008	2
2007	1
2006	1

Note 4: **FUND BALANCES APPROPRIATED**

The following schedule details the amount of fund balances available at the end of the current year and four previous years and the amounts utilized in the subsequent year's budgets.

<u>Year</u>	<u>Balance Dec. 31</u>	<u>Utilized In Budget of Succeeding Year</u>	<u>Percentage of Fund Balance Used</u>
2010	\$2,887,557.72	\$1,701,282.00	58.92%
2009	4,620,545.68	2,393,000.00	51.79%
2008	4,105,055.99	2,575,000.00	62.73%
2007	5,734,680.50	2,795,000.00	48.74%
2006	3,814,423.51	1,880,000.00	49.28%

Note 5: **INTERFUND RECEIVABLES AND PAYABLES**

The following interfund balances were recorded on the various statements of assets, liabilities, reserves and fund balance as of December 31, 2010:

<u>Fund</u>	<u>Interfunds Receivable</u>	<u>Interfunds Payable</u>
Current Fund	\$ 801,904.63	\$ 156,337.39
Federal and State Grant Fund	156,337.39	-
Trust - Animal Control	-	1,767.90
Trust - Other Funds	-	739,911.02
Trust - Municipal Open Space	394,602.00	2,744.71
General Capital Funds	236,730.35	688,813.35
	<u>\$ 1,589,574.37</u>	<u>\$ 1,589,574.37</u>

Note 6: **PENSION PLANS**

The Township of Woolwich contributes to two cost-sharing multiple-employer defined benefit pension plans, the Public Employees' Retirement System (PERS) and the Police and Firemen's Retirement System (PFRS), which are administered by the New Jersey Division of Pensions and Benefits. In addition, the Township has approved participation in the Defined Contribution Retirement Program (DCRP), which is a defined contribution pension plan and is also administered by the New Jersey Division of Pensions and Benefits. Each plan has a Board of Trustees that is primarily responsible for its administration. The Division issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to:

State of New Jersey
Division of Pensions and Benefits
P.O. Box 295
Trenton, New Jersey 08625-0295

Public Employees' Retirement System - The PERS was established in 1955. The PERS provides retirement, death, and disability, and medical benefits to qualified members. Vesting and benefit provisions are established by N.J.S.A. 43:15A and 43:3B.

The contribution requirements of plan members are determined by State statute. In accordance with Chapter 62, P.L. 1994, plan members enrolled in the Public Employees' Retirement System were required to contribute 5% of their annual covered salary. Effective July 1, 2008, however, in accordance with Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007, plan members are required to contribute 5.5% of their annual covered salary. For employees enrolled in the retirement system prior to July 1, 2008, the increase is effective with the payroll period that begins immediately after July 1, 2008. The State Treasurer has the right under the current law to make temporary reductions in member rates based on the existence of surplus pension assets in the retirement system; however, the statute also requires the return to the normal rate when such surplus pension assets no longer exist.

Note 6: **PENSION PLANS (CONT'D)**

The Township is billed annually for its normal contribution plus any accrued liability. These contributions, equal to the required contributions, were as follows:

<u>Year</u>	<u>Normal Contribution</u>	<u>Accrued Liability</u>	<u>Non-Contributory Group Life</u>	<u>Total Liability</u>	<u>Funded by State</u>	<u>Funded by Township</u>
2010	\$ 34,286.00	\$ 44,054.00	\$ 10,864.00	\$ 89,204.00	-	\$ 89,204.00
2009	35,449.00	41,001.00	9,503.00	85,953.00	-	85,953.00
2008	34,443.00	26,543.00	-	60,986.00	\$ 12,197.20	48,788.80 (1)

Police and Firemen's Retirement System - The PFRS was established in 1944. The PFRS provides retirement, death, and disability, and medical benefits to qualified members. Vesting and benefit provisions are established by N.J.S.A. 43:16A and 43:3B.

The contribution requirements of plan members are determined by State statute. In accordance with Chapter 204, P.L. 1989, plan members enrolled in the Police and Firemen's Retirement System are required to contribute 8.5% of their annual covered salary. The State Treasurer has the right under the current law to make temporary reductions in member rates based on the existence of surplus pension assets in the retirement system; however, statute also requires the return to the normal rate when such surplus pension assets no longer exist.

The Township is billed annually for its normal contribution plus any accrued liability. These contributions, equal to the required contributions, were as follows:

<u>Year</u>	<u>Normal Contribution</u>	<u>Accrued Liability</u>	<u>Non-Contributory Group Life</u>	<u>Total Liability</u>	<u>Funded by State</u>	<u>Funded by Township</u>
2010	\$ 139,687.00	\$ 95,089.00	\$ 12,625.00	\$ 247,401.00	-	\$ 247,401.00
2009	113,787.00	74,501.00	8,224.00	196,512.00	-	196,512.00
2008	127,630.00	72,395.00	-	200,025.00	-	200,025.00

Defined Contribution Retirement Program - The Defined Contribution Retirement Program (DCRP) is a cost-sharing multiple-employer defined contribution pension fund which was established in 2007, under the provisions of Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007 (N.J.S.A. 43:15C-1 et. seq.) and expanded under the provisions of Chapter 89, P.L. 2008 and Chapter 1, P.L. 2010. The DCRP provides eligible members, and their beneficiaries, with a tax-sheltered, defined contribution retirement benefit, along with life insurance and disability coverage. Vesting and benefit provisions are established by N.J.S.A. 43:15C-1 et. seq.

The contribution requirements of plan members are determined by State statute. In accordance with Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007, plan members are required to contribute 5.5% of their annual covered salary. In addition to the employee contributions, the Township's contribution amounts for each pay period are transmitted to Prudential Financial not later than the fifth business day after the date on which the employee is paid for that pay period.

Note 6: **PENSION PLANS (CONT'D)**

The Township's contributions were as follows:

<u>Fiscal Year</u>	<u>Total Liability</u>	<u>Funded by Township</u>
2010	\$ 104.55	\$ 104.55

Related Party Investments - The Division of Pensions and Benefits does not invest in securities issued by the Township.

(1) Under the provisions of Chapter 108, P.L. 2003 the Township's share of the total normal contribution and accrued liability will increase approximately 20% per year until the Township is paying 100% of the total normal contribution and accrued liability.

Note 7: **COMPENSATED ABSENCES**

Full-time employees are entitled to six paid sick leave days each year. Township employees may accumulate and carry forward sick time to a maximum of 30 days. There is a maximum pay-out of \$10,000.00 and is paid at the rate of pay upon retirement. Up to 5 vacation days not used during the year may be carried forward; however, no accumulation of vacation time is permitted. Employees are paid for all accrued vacation time at retirement only.

Full-time police are entitled to up to 120 paid sick leave hours each year. Sick time may be accumulated and carried forward to subsequent years; however, no sick time is paid upon termination or retirement. Up to 4 vacation days not used during the year may be carried forward. Employees are paid for all accrued vacation time at retirement only.

The Township does not record accrued expenses related to compensated absences. However, it is estimated that, at December 31, 2010, accrued benefits for compensated absences are valued at \$53,509.90.

Note 8: **DEFERRED COMPENSATION SALARY ACCOUNT**

The Township offers its employees a Deferred Compensation Plan in accordance with Internal Revenue Code Section 457 which has been approved by the Director of the Division of Local Government Services. The Plan, available to all full time employees at their option, permits employees to defer a portion of their salary to future years. The deferred compensation is not available to participants until termination, retirement, death or unforeseeable emergency.

Amounts deferred under Section 457 plans must be held in trust for the exclusive benefit of participating employees and not be accessible by the Township or its creditors. Since the Township does not have a fiduciary relationship with the Plan, the balances and activities of the Plan are not reported in the Township's financial statements.

Note 9: **LEASE OBLIGATIONS**

At December 31, 2010, the Township had lease agreements in effect for the following:

Capital:
Municipal Building Construction

The following is an analysis of capital leases.

Capital Leases - The following capital fixed assets were acquired by capital lease.

	<u>B a l a n c e</u>	
	<u>Dec. 31, 2010</u>	<u>Dec. 31, 2009</u>
Municipal Building	\$10,675,000.00	\$10,955,000.00

Future minimum lease payments under capital lease agreements are as follows:

<u>Year</u>	<u>Payment Amount</u>
2011	\$ 290,000.00
2012	300,000.00
2013	315,000.00
2014	330,000.00
2015	345,000.00
2016-2020	2,005,000.00
2021-2025	2,510,000.00
2026-2030	3,120,000.00
2031-2032	1,460,000.00

Note 10: **CAPITAL DEBT****Summary of Debt**

	<u>Year 2010</u>	<u>Year 2009</u>	<u>Year 2008</u>
<u>Issued:</u>			
General:			
Bonds and Notes	\$ 18,724,542.63	\$ 20,019,674.92	\$ 20,614,312.01
<u>Authorized by Not Issued</u>			
General:			
Bonds and Notes	<u>335,000.00</u>	<u>-</u>	<u>1,570.00</u>
Total Issued and Authorized but Not Issued	<u>19,059,542.63</u>	<u>20,019,674.92</u>	<u>20,615,882.01</u>
Deductions:			
Capital Leases	10,675,000.00	10,955,000.00	11,225,000.00
Tax Refunding Payment Ordinance	335,000.00		
Funds Held to Pay Bonds and Notes		<u>325,000.00</u>	<u>---</u>
Total Deductions	<u>11,010,000.00</u>	<u>11,280,000.00</u>	<u>11,225,000.00</u>
Net Debt	<u>\$ 8,049,542.63</u>	<u>\$ 8,739,674.92</u>	<u>\$ 9,390,882.01</u>

Summary of Statutory Debt Condition - Annual Debt Statement

The summarized statement of debt condition which follows is prepared in accordance with the required method of setting up the Annual Debt Statement and indicated a statutory net debt of 1.65%.

	<u>Gross Debt</u>	<u>Deductions</u>	<u>Net Debt</u>
Regional School Debt	\$ 12,622,018.34	\$ 12,622,018.34	-
Local School Debt	41,419,409.91	29,764,944.64	\$ 11,654,465.27
General	<u>19,059,542.63</u>	<u>11,010,000.00</u>	<u>8,049,542.63</u>
	<u>\$ 73,100,970.88</u>	<u>\$ 53,396,962.98</u>	<u>\$ 19,704,007.90</u>

Net Debt \$19,704,007.90 divided by the Equalized Valuation Basis per N.J.S.A.40A:2-2 as amended, \$1,190,597,785.67 equals 1.65%

Borrowing Power Under N.J.S.A.40A:2-6 As Amended

3 1/2% of Equalized Valuation Basis (Municipal)	\$41,670,922.50
Net Debt	<u>19,704,007.90</u>
Remaining Borrowing Power	<u>\$21,966,914.60</u>

Note 10: **CAPITAL DEBT (CONT'D)**

Schedule of Annual Debt Service for Principal and Interest for Bonded Debt Issued and Outstanding

<u>Year</u>	<u>General</u>		<u>Total</u>
	<u>Principal</u>	<u>Interest</u>	
2011	\$ 375,637.45	\$ 278,963.29	\$ 654,600.74
2012	386,152.77	264,447.97	650,600.74
2013	401,678.43	249,522.31	651,200.74
2014	417,214.68	233,986.06	651,200.74
2015	427,761.68	217,839.06	645,600.74
2016-2020	2,357,406.28	829,597.42	3,187,003.70
2021-2025	2,804,186.23	337,971.29	3,142,157.52
2026	24,505.11	368.15	24,873.26

Note 11: **DEFERRED CHARGES TO BE RAISED IN SUCCEEDING BUDGETS**

Certain expenditures are required to be deferred to budgets of succeeding years. At December 31, 2010, the following deferred charges are shown on the statement of assets, liabilities, reserves and fund balance of the following fund:

	<u>Balance Dec. 31, 2010</u>	<u>2011 Budget Appropriation</u>
Current Fund:		
Special Emergency Authorizations	\$240,000.00	\$120,000.00
Emergency Authorizations	56,000.00	56,000.00

The appropriations in the 2011 Budget as adopted are not less than that required by the statutes.

Note 12: **SCHOOL TAXES**

Swedesboro-Woolwich Consolidated School Tax has been raised and the liability deferred by statutes, resulting in the school tax payable set forth in the Current Fund liabilities as follows:

	<u>Balance Dec. 31,</u>	
	<u>2010</u>	<u>2009</u>
Balance of Tax	\$6,567,180.90	\$5,891,819.87
Deferred	2,210,504.32	2,210,504.32
	<u>\$4,356,676.58</u>	<u>\$3,681,315.55</u>

Note 13: **JOINT INSURANCE POOL**

The Township of Woolwich is a member of the Gloucester Salem Cumberland County Municipal Joint Insurance Fund. The Fund provides its members with the following coverage:

Workers' Compensation and Employer's Liability
Liability other than Motor Vehicles
Property Damage other than Motor Vehicles
Motor Vehicles

Contributions to the Fund, including a reserve for contingencies, are payable in two installments and are based on actuarial assumptions determined by the Fund's actuary. The Commissioner of Insurance may order additional assessments to supplement the Fund's claim, loss retention or administrative accounts to assure the payment of the Fund's obligations.

The Fund provides the Township with the following coverage:

Property - Blanket Building and Grounds
Broiler and Machinery
General and Automobile Liability

Contributions to the Fund, are payable in an annual premium and is based on actuarial assumptions determined by the Fund's actuary. The Township's agreement with the pool provides that the pool will be self-sustaining through member premiums and will reinsure through the Municipal Excess Liability Joint Insurance Fund for claims in excess of \$50,000 to \$200,000 based on the line of coverage for each insured event.

The Fund publishes its own financial report for the year ended December 31, 2010, which can be obtained from:

Gloucester, Salem, and Cumberland
County Municipal Joint Insurance Fund
P.O. Box 442
Hammonton, New Jersey 08037

Note 14: **NEW JERSEY UNEMPLOYMENT COMPENSATION INSURANCE**

The Township has elected to fund its New Jersey Unemployment Compensation Insurance under the "Benefit Reimbursement Method". Under this plan, the Township is required to reimburse the New Jersey Unemployment Trust Fund for benefits paid to its former employees and charged to its account with the State. The Township is billed quarterly for amounts due to the State. The following is a summary of Township contributions, reimbursements to the State for benefits paid and the ending balance of the Township's trust fund for the current and previous two years:

<u>Year</u>	<u>Township Contributions</u>	<u>Amount Reimbursed</u>	<u>Ending Balance</u>
2010	None	\$3,661.46	\$5,818.69
2009	None	1,287.26	9,394.11
2008	None	1,416.70	10,611.51

Note 15: **LITIGATION**

The Township is a defendant in several legal proceedings that are in various stages of litigation. It is believed that the outcome, or exposure to the Township, from such litigation is either unknown or potential losses, if any, would not be material to the financial statements.

SUPPLEMENTAL EXHIBITS

SUPPLEMENTAL EXHIBITS

CURRENT FUND

TOWNSHIP OF WOOLWICH
CURRENT FUND
Statement of Current Cash -- Chief Financial Officer
For the Year Ended December 31, 2010

Balance December 31, 2009		\$	8,578,828.02
Increased by Receipts:			
Tax Collector	\$	31,536,178.13	
Revenue Accounts Receivable		1,488,820.58	
Miscellaneous Revenue Not Anticipated		461,039.87	
Due from State of New Jersey		49,250.00	
Federal and State Grants Receivable		256,484.90	
Marriage Licenses Payable		375.00	
Due Animal Control Fund		3,514.40	
Due Trust Other Fund		732,885.53	
Due Municipal Open Space Trust Fund		665,359.06	
Due General Capital Fund		<u>1,935,820.58</u>	
			<u>37,129,728.05</u>
			45,708,556.07
Decreased by Disbursements:			
2009 Appropriation Reserves		378,673.43	
2010 Appropriations		6,903,324.05	
County Taxes		7,121,588.06	
Due County for Added and Omitted Taxes		87,549.41	
Local District School Tax		12,459,000.20	
Regional School District Tax		6,381,491.80	
Municipal Open Space Tax		312,000.00	
Refund Tax Overpayments		107,544.62	
Federal and State Grants Expenditures		182,921.86	
Marriage Licenses Payable		275.00	
Accounts Payable		432.60	
Due Animal Control Fund		5,040.10	
Due Trust Other Fund		1,192,103.19	
Due Municipal Open Space Trust Fund		645,646.66	
Due General Capital Fund		<u>2,351,614.54</u>	
			<u>38,129,205.52</u>
Balance December 31, 2010		\$	<u><u>7,579,350.55</u></u>

TOWNSHIP OF WOOLWICH
CURRENT FUND
Statement of Current Cash --Tax Collector
For the Year Ended December 31, 2010

Balance December 31, 2009		\$ 352,372.15
Increased by:		
Taxes Receivable	\$ 31,221,502.10	
Tax Title Liens Receivable	12,443.17	
Prepaid Taxes	122,384.54	
Tax Overpayments	110,055.16	
Revenue Accounts Receivable	120,664.82	
Miscellaneous Revenue Not Anticipated	560.70	
		31,587,610.49
		31,939,982.64
Decreased by:		
Payments to Chief Financial Officer		31,536,178.13
Balance December 31, 2010		\$ 403,804.51

TOWNSHIP OF WOOLWICH
CURRENT FUND
 Statement of Taxes Receivable and Analysis of Property Tax Levy
 For the Year Ended December 31, 2010

Year	Balance	2010 Levy	Added Taxes	Collections		Over-Payments Applied	Cancelled	Transferred To Tax Title Liens	Balance
	Dec. 31, 2009			2009	2010				Dec. 31, 2010
2001	\$ 5,303.63								\$ 5,303.63
2004	1,420.68								1,420.68
2005	1,245.09								1,245.09
2007	14.68								14.68
2008	46,820.05				\$ 26,320.65	\$ 3,732.33	\$ 3,854.03		12,913.04
2009	616,196.75				582,548.15	3,846.82	4.65	\$ 24,730.34	5,066.79
	671,000.88	-	-	-	608,868.80	7,579.15	3,858.68	24,730.34	25,963.91
2010		\$ 31,438,597.40	\$ 3,300.00	\$ 161,105.08	30,660,633.30	1,120.00	59,454.89	19,501.14	540,082.99
	<u>\$ 671,000.88</u>	<u>\$ 31,438,597.40</u>	<u>\$ 3,300.00</u>	<u>\$ 161,105.08</u>	<u>\$ 31,269,502.10</u>	<u>\$ 8,699.15</u>	<u>\$ 63,313.57</u>	<u>\$ 44,231.48</u>	<u>\$ 566,046.90</u>
	Taxes Receivable				\$ 31,221,502.10				
	Senior Citizens and Veterans				48,000.00				
					<u>\$ 31,269,502.10</u>				
<u>Analysis of 2010 Property Tax Levy</u>									
<u>Tax Yield:</u>									
	General Property Tax					\$ 31,016,519.48			
	Added Taxes (54:4-63.1 et. seq.)					422,077.92			
								\$ 31,438,597.40	
<u>Tax Levy:</u>									
	Local School District Tax			\$ 13,134,361.23					
	Regional School Tax			6,381,491.80					
						\$ 19,515,853.03			
	County Taxes:								
	County Tax				7,121,588.06				
	Due County for Added Taxes				97,487.13				
						7,219,075.19			
	Municipal Open Space Tax:								
	Municipal Open Space Tax:				312,000.00				
	Due Municipal Open Space for Added Taxes				4,237.79				
						316,237.79			
	Local Tax for Municipal Purposes				4,066,168.20				
	Add: Additional Tax Levied				321,263.19				
						<u>4,387,431.39</u>			
								\$ 31,438,597.40	

TOWNSHIP OF WOOLWICH
CURRENT FUND
Schedule of Tax Title Liens
For the Year Ended December 31, 2010

Balance December 31, 2009		\$ 37,537.59
Increased by:		
Transfers from Taxes Receivable	\$ 44,231.48	
Interest and Costs on Sale	<u>1,789.07</u>	
		<u>46,020.55</u>
		83,558.14
Decreased by:		
Collections		<u>12,443.17</u>
Balance December 31, 2010		<u><u>\$ 71,114.97</u></u>

TOWNSHIP OF WOOLWICH
CURRENT FUND
Statement of Revenue Accounts Receivable
For the Year Ended December 31, 2010

	<u>Balance Dec. 31, 2009</u>	<u>Accrued In 2010</u>	<u>Collected</u>	<u>Balance Dec. 31, 2010</u>
Miscellaneous Revenue Anticipated:				
Fines and Costs:				
Municipal Court	\$ 13,609.53	\$ 194,418.44	\$ 191,347.42	\$ 16,680.55
Interest and Costs on Taxes		120,664.82	120,664.82	
Energy Receipts Tax (P.L. 1997, Chapters 162 & 167)		414,612.66	414,612.66	
Garden State Trust Fund		5,939.00	5,939.00	
Kingsway Regional High School District Interlocal		93,909.00	93,909.00	
Swedesboro/Woolwich School District		47,000.00	47,000.00	
Borough of Swedesboro Interlocal:				
Aid to Volunteer Fire Company		21,262.50	21,262.50	
Recreation Other Expenses		7,750.00	7,750.00	
Police Coverage and Protection		477,000.00	477,000.00	
Contributions from Municipal Functions		184,000.00	184,000.00	
Contributions from Developers' Open Space Maintenance		46,000.00	46,000.00	
	<u>\$ 13,609.53</u>	<u>\$ 1,612,556.42</u>	<u>\$ 1,609,485.40</u>	<u>\$ 16,680.55</u>
		Chief Financial Officer	\$ 1,488,820.58	
		Tax Collector	<u>120,664.82</u>	
			<u>\$ 1,609,485.40</u>	

TOWNSHIP OF WOOLWICH
CURRENT FUND
 Statement of Deferred Charges
 For the Year Ended December 31, 2010

	Balance Dec. 31, 2009	Added In 2010	Raised in 2010 Budget	Balance Dec. 31, 2010
Emergency Authorizations (40A:4-47)	\$ 90,000.00	\$ 56,000.00	\$ 90,000.00	\$ 56,000.00

TOWNSHIP OF WOOLWICH
CURRENT FUND
 Statement of Special Emergency Authorizations
 For the Year Ended December 31, 2010

<u>Date Authorized</u>	<u>Purpose</u>	<u>Amount Authorized</u>	<u>1/5 of Amount Authorized</u>	<u>Balance Dec. 31, 2009</u>	<u>Raised in 2010 Budget</u>	<u>Balance Dec. 31, 2010</u>
10/17/05	Revisions to Master Plan	\$ 550,000.00	\$ 110,000.00	\$ 110,000.00	\$ 110,000.00	-
5/21/07	Revisions to Master Plan	600,000.00	120,000.00	<u>360,000.00</u>	<u>120,000.00</u>	<u>\$ 240,000.00</u>
				<u>\$ 470,000.00</u>	<u>\$ 230,000.00</u>	<u>\$ 240,000.00</u>

TOWNSHIP OF WOOLWICH
CURRENT FUND
Statement of Appropriation Reserves
For the Year Ended December 31, 2010

	Balance Dec. 31, 2009		Balance After Modification	Disbursed	Balance Lapsed
	Encumbered	Reserved			
OPERATIONS -- WITHIN "CAPS"					
General Administration					
Salaries and Wages		\$ 1,454.84	\$ 454.84	-	\$ 454.84
Other Expenses	\$ 2,011.83	6,796.31	8,808.14	\$ 2,178.51	6,629.63
Municipal Clerk:					
Other Expenses	1,169.90	4,783.64	5,953.54	814.72	5,138.82
Financial Administration:					
Salaries and Wages		1,740.13	240.13	-	240.13
Other Expenses	2,004.95	4,912.66	6,917.61	5,879.54	1,038.07
Revenue Administration:					
Other Expenses	451.47	1,673.35	2,124.82	130.51	1,994.31
Tax Assessment Administration:					
Other Expenses	1,947.84	584.62	2,532.46	1,811.10	721.36
Legal Services and Costs:					
Other Expenses	81,886.02	26,821.02	125,707.04	120,487.78	5,219.26
Engineering Services and Costs:					
Other Expenses	15,691.00	14,261.00	22,452.00	17,733.50	4,718.50
Planning Board					
Miscellaneous Other Expenditures	13,483.85	2,320.86	45,804.71	38,047.45	7,757.26
Insurance:					
Worker's Compensation		7,134.73	2,134.73	-	2,134.73
Employee Group Health		22,565.34	7,565.34	188.00	7,377.34
Department of Public Safety:					
Police:					
Other Expenses	10,001.46	1,262.24	11,263.70	8,568.43	2,695.27
Office of Emergency Management					
Other Expenses	219.00	1,359.32	1,578.32	27.39	1,550.93
Aid to Volunteer Fire Company					
Other Expenses	16,871.10	2,025.47	18,896.57	18,653.31	243.26
Department of Public Works:					
Streets and Road Maintenance					
Other Expenses	4,732.61	5,883.63	10,616.24	1,934.85	8,681.39
Snow Removal					
Salaries and Wages		10,586.54	10,586.54	6,933.13	3,653.41
Solid Waste Collection:					
Other Expenses	62,802.69	1,604.47	64,407.16	53,362.15	11,045.01
Public Building and Grounds					
Salaries and Wages		24,529.30	16,529.30	-	16,529.30
Other Expenses	12,124.85	2,759.25	14,884.10	12,690.34	2,193.76
Vehicle Maintenance:					
Other Expenses	6,808.18	5,064.95	11,873.13	5,701.74	6,171.39
Recreation Services and Program					
Other Expenses	12,244.76	2,513.96	14,758.72	7,952.42	6,806.30
Celebration of Public Events					
Other Expenses	150.00	3,198.42	1,348.42	139.00	1,209.42
Unclassified:					
Gasoline	5,843.31	10,723.43	11,566.74	-	11,566.74
Electricity		4,205.19	4,205.19	4,205.19	-
Telephone	4,227.87	3,069.22	5,297.09	2,845.76	2,451.33
Street Lighting	67.22	486.58	553.80	461.03	92.77
Water/Fire Hydrant Service	190.48	25,354.88	26,545.36	25,814.21	731.15
Fuel Oil	2,443.81		2,443.81	2,082.15	361.66
Landfill/Solidwaste Disposal Costs					
Other Expenses	12,035.03	47,299.51	59,334.54	49,310.72	10,023.82

(Continued)

TOWNSHIP OF WOOLWICH
CURRENT FUND
Statement of Appropriation Reserves
For the Year Ended December 31, 2010

	Balance Dec. 31, 2009		Balance After Modification	Disbursed	Balance Lapsed
	Encumbered	Reserved			
OPERATIONS -- WITHIN "CAPS" (CONT'D)					
Salary and Wage Adjustment Account					
Salaries and Wages		\$ 3,900.00	\$ 2,900.00	-	\$ 2,900.00
Municipal Court:					
Other Expenses	\$ 2,837.65	5,669.16	8,506.81	\$ 1,492.36	7,014.45
Total Operations Within "CAPS"	<u>272,246.88</u>	<u>256,544.02</u>	<u>528,790.90</u>	<u>389,445.29</u>	<u>139,345.61</u>
DEFERRED CHARGES AND STATUTORY EXPENDITURES-WITHIN CAPS					
Prior Year Bills					
Arrest Software Inc.	2,000.00		2,000.00	2,000.00	-
Total Deferred Charges and Statutory Expenditures - Within "CAPS"	<u>2,000.00</u>	<u>-</u>	<u>2,000.00</u>	<u>2,000.00</u>	<u>-</u>
Total General Appropriations for Municipal Purposes within "CAPS"	<u>274,246.88</u>	<u>256,544.02</u>	<u>530,790.90</u>	<u>391,445.29</u>	<u>139,345.61</u>
OPERATIONS EXCLUDED FROM "CAPS"					
Borough of Swedesboro					
Aid to Volunteer Fire Company	579.58		579.58	579.58	-
Recreation Other Expenses	331.94	1,058.57	1,390.51	91.57	1,298.94
Police Coverage and Protection					
Other Expenses	2,996.12	11,062.13	14,058.25	1,108.73	12,949.52
TOTAL OPERATIONS EXCLUDED FROM "CAPS"	<u>3,907.64</u>	<u>12,120.70</u>	<u>16,028.34</u>	<u>1,779.88</u>	<u>14,248.46</u>
All Other Accounts -- No Change	<u>3,213.37</u>	<u>37,743.28</u>	<u>40,956.65</u>	<u>-</u>	<u>40,956.65</u>
Grand Total	<u>\$ 281,367.89</u>	<u>\$ 306,408.00</u>	<u>\$ 587,775.89</u>	<u>\$ 393,225.17</u>	<u>\$ 194,550.72</u>
				Cash Disbursements	\$ 378,673.43
				Accounts Payable	14,551.74
					<u>\$ 393,225.17</u>

TOWNSHIP OF WOOLWICH
CURRENT FUND

Statement of Due State of New Jersey - Veterans' And Senior Citizens' Deductions
For the Year Ended December 31, 2010

Balance December 31, 2009 (Due To)		\$ 22,918.92
Increased by:		
Received from State of New Jersey		49,250.00
		72,168.92
Decreased by:		
Deductions per Tax Billing:		
Senior Citizens	\$ 7,000.00	
Veterans	37,750.00	
Deductions Allowed by Collector - 2010 Taxes	3,250.00	
Adjustment to Prior Year Balance	26,418.92	
		74,418.92
Balance December 31, 2010 (Due From)		\$ 2,250.00
 <u>Analysis of Amount Realized:</u>		
Senior Citizens' and Veterans' Deductions Per Tax Billings	\$ 44,750.00	
Senior Citizens' and Veterans'		
Deductions Allowed by Tax Collector - 2010	3,250.00	
		\$ 48,000.00

TOWNSHIP OF WOOLWICH
CURRENT FUND
Statement of Prepaid Taxes
For the Year Ended December 31, 2010

Balance December 31, 2009 (2010 Taxes)		\$ 161,105.08
Increased by:		
Collection (2011 Taxes)		<u>122,384.54</u>
		283,489.62
Decreased by:		
Application to 2010 Taxes		<u>161,105.08</u>
Balance December 31, 2010 (2011 Taxes)		<u><u>\$ 122,384.54</u></u>

Exhibit SA-11

TOWNSHIP OF WOOLWICH
CURRENT FUND
Statement of Tax Overpayments
For the Year Ended December 31, 2010

Balance December 31, 2009		\$ 33,529.41
Increased by:		
Overpayments Received		<u>110,055.16</u>
		143,584.57
Decreased by:		
Refunds	\$ 107,544.62	
Overpayments Applied	<u>8,699.15</u>	
		<u>116,243.77</u>
Balance December 31, 2010		<u><u>\$ 27,340.80</u></u>

TOWNSHIP OF WOOLWICH
CURRENT FUND
Statement of County Taxes Payable
For the Year Ended December 31, 2010

Increased by:	
2010 Levy -	
County General	\$ 6,154,354.08
County Library	483,741.52
County Open Space	<u>483,492.46</u>
	\$ 7,121,588.06
Decreased by:	
Disbursements	<u>\$ 7,121,588.06</u>

Exhibit SA-13

TOWNSHIP OF WOOLWICH
CURRENT FUND
Statement of Amount Due to County for Added and Omitted Taxes
For the Year Ended December 31, 2010

Balance December 31, 2009	\$ 87,549.41
Increased by:	
Added Taxes -- 2010 (R.S. 54:4-63.1 et seq.)	<u>97,487.13</u>
	185,036.54
Decreased by:	
Disbursements	<u>87,549.41</u>
Balance December 31, 2010	<u>\$ 97,487.13</u>

TOWNSHIP OF WOOLWICH
CURRENT FUND
Statement of Local School District Tax
For the Year Ended December 31, 2010

Balance December 31, 2009		
School Tax Payable	\$ 3,681,315.55	
Deferred School Tax Payable	<u>2,210,504.32</u>	
		\$ 5,891,819.87
Increased by:		
Levy-School Year July 1, 2010 to June 30, 2011		<u>13,134,361.23</u>
		19,026,181.10
Decreased by:		
Disbursements		<u>12,459,000.20</u>
Balance December 31, 2010		
School Tax Payable	4,356,676.58	
Deferred School Tax Payable	<u>2,210,504.32</u>	
		\$ <u><u>6,567,180.90</u></u>
<u>2010 Liability for Local School Tax:</u>		
Tax Paid		\$ 12,459,000.20
Tax Payable December 31, 2010		<u>4,356,676.58</u>
		16,815,676.78
Less:		
Tax Payable December 31, 2009		<u>3,681,315.55</u>
Amount Charged to 2010 Operations		\$ <u><u>13,134,361.23</u></u>

Exhibit SA-15

TOWNSHIP OF WOOLWICH
CURRENT FUND
Statement of Regional High School District Tax
For the Year Ended December 31, 2010

Increased by:		
Levy -- Calendar Year		\$ 6,381,491.80
Decreased by:		
Disbursements		\$ <u><u>6,381,491.80</u></u>

TOWNSHIP OF WOOLWICH
CURRENT FUND
Statement of Municipal Open Space Tax
For the Year Ended December 31, 2010

Increased by:		
Levy	\$	312,000.00
Decreased by:		
Disbursements	\$	<u>312,000.00</u>

TOWNSHIP OF WOOLWICH
CURRENT FUND
Statement of Amount Due to Municipal Open Space for Added and Omitted Taxes
For the Year Ended December 31, 2010

Increased by:		
Added Taxes -- 2010 (R.S. 54:4-63.1 et seq.)	\$	4,237.79
Decreased by:		
Due to Municipal Open Space Fund	\$	<u>4,237.79</u>

TOWNSHIP OF WOOLWICH
FEDERAL AND STATE GRANT FUND
Statement of Due Current Fund
For the Year Ended December 31, 2010

Balance December 31, 2009		\$ 81,551.35
Increased by:		
Grant Revenues Deposited to Current Fund	\$ 256,484.90	
Local Match Due from Current Fund	<u>1,223.00</u>	
		<u>257,707.90</u>
		339,259.25
Decreased by:		
Grant Expenditures paid by Current Fund		<u>182,921.86</u>
Balance December 31, 2010		<u><u>\$ 156,337.39</u></u>

TOWNSHIP OF WOOLWICH
FEDERAL AND STATE GRANT FUND
Statement of Federal and State Grants Receivable
For the Year Ended December 31, 2010

<u>Program</u>	<u>Balance Dec. 31, 2009</u>	<u>Accrued</u>	<u>Received</u>	<u>Balance Dec. 31, 2010</u>
Federal Grants				
Community Development Block Grant	\$ 26,000.00			\$ 26,000.00
Total Federal Grants	<u>26,000.00</u>	<u>-</u>	<u>-</u>	<u>26,000.00</u>
State Grants:				
Alcohol Education Rehabilitation and Enforcement Grant		\$ 930.05	\$ 930.05	
Body Armor Grant	50.13	3,351.21	3,351.21	50.13
Clean Communities Program		10,435.43	10,435.43	-
Drunk Driving Enforcement Fund		7,006.60	7,006.60	-
Municipal Alliance Grant	3,845.20	4,895.00		8,740.20
Recycling Tonnage Grant		36,519.55	36,519.55	-
SHARE Grant		198,915.00	198,242.06	672.94
Total State Grants	<u>3,895.33</u>	<u>262,052.84</u>	<u>256,484.90</u>	<u>9,463.27</u>
	<u>\$ 29,895.33</u>	<u>\$ 262,052.84</u>	<u>\$ 256,484.90</u>	<u>\$ 35,463.27</u>

TOWNSHIP OF WOOLWICH
FEDERAL AND STATE GRANT FUND
Statement of Reserve for Federal and State Grants -- Unappropriated
For the Year Ended December 31, 2010

<u>Program</u>	<u>Balance Dec. 31, 2009</u>	<u>Federal and State Grants Receivable</u>	<u>Realized as Revenue in 2010 Budget</u>	<u>Balance Dec. 31, 2010</u>
State Grants:				
Alcohol, Education, Rehabilitation and Enforcement Grant	\$ 3,671.45	\$ 930.05	\$ 3,671.45	\$ 930.05
Body Armor Grant	-	3,351.21	-	3,351.21
Clean Communities program	707.26	10,435.43	11,142.69	-
Drunk Driving Enforcement Fund	3,422.15	7,006.60	3,422.15	7,006.60
Municipal Alliance Grant	-	4,895.00	4,895.00	-
Recycling Tonnage Grant	28,987.45	36,519.55	28,987.45	36,519.55
SHARE Grant	-	198,915.00	198,915.00	-
	<u>\$ 36,788.31</u>	<u>\$ 262,052.84</u>	<u>\$ 251,033.74</u>	<u>\$ 47,807.41</u>

TOWNSHIP OF WOOLWICH
FEDERAL AND STATE GRANT FUND
 Statement of Reserve for Federal and State Grants -- Appropriated
 For the Year Ended December 31, 2010

Program	Balance Dec. 31, 2009		Transferred from 2010 Budget Appropriation	Disbursed	Encumbered	Balance Dec. 31, 2010
	Balance	Encumbered				
Federal Grants						
Community Development Block Grant	\$ 11,779.83					\$ 11,779.83
Municipal Stormwater Regulation Grant	588.50					588.50
Total Federal Grants	12,368.33	-	-	-	-	12,368.33
State Grants:						
Alcohol, Education, Rehabilitation and Enforcement Grant	9,860.38		\$ 3,671.45			13,531.83
Body Armor Grant	3,566.36					3,566.36
Clean Communities Program	16,686.59	\$ 2,433.55	11,142.69	\$ 4,854.99		25,407.84
Drunk Driving Enforcement Fund	3,762.14		3,422.15	1,088.76	\$ 380.00	5,715.53
Jersey Fresh Grant		600.00				600.00
Municipal Alliance Grant	9,715.89	525.42	6,118.00			16,359.31
Recycling Tonnage Grant	15,139.71		28,987.45			44,127.16
SHARE Grant			198,915.00	176,978.11	2,017.90	19,918.99
Total State Grants	58,731.07	3,558.97	252,256.74	182,921.86	2,397.90	129,227.02
	\$ 71,099.40	\$ 3,558.97	\$ 252,256.74	\$ 182,921.86	\$ 2,397.90	\$ 141,595.35
Realized as Revenue in 2010 Budget			\$ 251,033.74			
Local Match Due From Current Fund			1,223.00			
			\$ 252,256.74			

SUPPLEMENTAL EXHIBITS

TRUST FUND

TOWNSHIP OF WOOLWICH
TRUST FUND
Statement of Trust Cash - Chief Financial Officer
For the Year Ended December 31, 2010

	Animal Control	Open Space	Other Trust
Balance December 31, 2009	\$ 9,120.04	\$ 613,620.55	\$ 3,623,330.39
Increased by Receipts:			
Animal Control Fees	\$ 9,564.60		
State Dog License Fees	1,904.40		
Due Current Fund	160.29		
Reserve for Open Space Fund		\$ 337,345.63	\$ 51,666.72
Due to State of New Jersey			
Uniform Construction Code Training Fees			20,357.00
Miscellaneous Trust Reserves			4,579,434.46
Reserve for Uniform Construction Code Official			370,744.24
	<u>11,629.29</u>	<u>337,345.63</u>	<u>5,022,202.42</u>
	20,749.33	950,966.18	8,645,532.81
Decreased by Disbursements:			
Due to State of New Jersey	1,401.00		
Animal Control Fund Expenditures	8,081.45		
Due Current Fund	53.69	26,694.90	205.43
Municipal Open Space Fund Appropriations:			
2010 Appropriations		635,000.00	
2009 Appropriations		3,664.16	
Due to State of New Jersey			
Uniform Construction Code Training Fees			27,775.00
Encumbrances Payable Paid	470.00		
Miscellaneous Trust Reserves			4,618,569.24
Reserve for Uniform Construction Code Official			480,396.48
	<u>10,006.14</u>	<u>665,359.06</u>	<u>5,126,946.15</u>
Balance December 31, 2010	<u>\$ 10,743.19</u>	<u>\$ 285,607.12</u>	<u>\$ 3,518,586.66</u>

TOWNSHIP OF WOOLWICH
TRUST FUND
Statement of Trust Cash - Tax Collector
For the Year Ended December 31, 2010

Balance December 31, 2009		\$ 93,867.42
Increased by Receipts:		
Miscellaneous Reserves	\$ 144,427.02	
Interest Earned - Due Current Fund	761.62	
		145,188.64
		239,056.06
Decreased by Disbursements:		
Miscellaneous Reserves	132,625.65	
Interest Earned - Due Current Fund	251.26	
		132,876.91
Balance December 31, 2010		\$ 106,179.15

TOWNSHIP OF WOOLWICH
TRUST FUND
Statement of Amount Due to Current Fund -- Animal Control Fund
For the Year Ended December 31, 2010

Balance December 31, 2009		\$ 67.80
Increased by:		
Interest Earned on Investments	\$ 160.29	
State Fees Paid By Current Fund	499.20	
Reserve Expenditures Paid By Current Fund	1,094.30	
		1,753.79
		1,821.59
Decreased by:		
Interest Earned Transferred		53.69
Balance December 31, 2010		\$ 1,767.90

Exhibit SB-4

TOWNSHIP OF WOOLWICH
TRUST FUND
Statement of Amount Due to State of New Jersey - Department of Health
For the Year Ended December 31, 2010

Balance December 31, 2009		\$ 11.40
Increased by:		
2010 State License Fees		1,904.40
		1,915.80
Decreased by:		
Due to State of New Jersey - Dog Fund	\$ 1,401.00	
Due to State of New Jersey - Current Fund	499.20	
		1,900.20
Balance December 31, 2010		\$ 15.60

TOWNSHIP OF WOOLWICH
TRUST FUND
 Statement of Reserve for Animal Control Fund
 For the Year Ended December 31, 2010

Balance December 31, 2009		\$ 8,570.84
Increased by:		
Dog License Fees Collected	\$ 6,057.60	
Late Fees Collected	3,507.00	
		9,564.60
		18,135.44
Decreased by:		
Animal Control Fund Expenditures - Dog Fund	8,081.45	
Expenditures paid by Current Fund	1,094.30	
		9,175.75
Balance December 31, 2010		\$ 8,959.69

<u>License Fees Collected</u>	
Year	Amount
2008	\$ 8,339.00
2009	4,704.60
	\$ 13,043.60

TOWNSHIP OF WOOLWICH
TRUST FUND
Statement of Due Current Fund -- Municipal Open Space Fund
For the Year Ended December 31, 2010

Balance December 31, 2009		\$ 26,694.90
Increased by:		
Expenditures Paid by Current Fund		
2010 Appropriations		<u>6,982.50</u>
		33,677.40
Decreased by:		
Disbursed to Current Fund	\$ 26,694.90	
Added Open Space Taxes not Transferred	<u>4,237.79</u>	
		<u>30,932.69</u>
Balance December 31, 2010		<u><u>\$ 2,744.71</u></u>

Exhibit SB-7

TOWNSHIP OF WOOLWICH
TRUST FUND
Statement of Due General Capital Fund -- Municipal Open Space Fund
For the Year Ended December 31, 2010

Increased by:		
Green Acres Program Grant Funds Deposited in Error	\$ 400,000.00	
Improvement Authorization Cancelled not Transferred	<u>24,602.00</u>	
		<u>\$ 424,602.00</u>
		424,602.00
Decreased by:		
Expenditures Paid by General Capital Fund		<u>30,000.00</u>
Balance December 31, 2010		<u><u>\$ 394,602.00</u></u>

TOWNSHIP OF WOOLWICH
TRUST FUND
 Statement of Appropriation Reserves - Municipal Open Space Fund
 For the Year Ended December 31, 2010

	Balance		Budget After Modification	Paid or Charged	Balance Lapsed
	December 31, 2009 Encumbered	Reserved			
Acquisition of Farmland		\$ 18,011.00	\$ 18,011.00		\$ 18,011.00
Development of Lands for Recreation & Conservation	\$ 3,664.16	40,085.84	43,750.00	\$ 3,664.16	40,085.84
	<u>\$ 3,664.16</u>	<u>\$ 58,096.84</u>	<u>\$ 61,761.00</u>	<u>\$ 3,664.16</u>	<u>\$ 58,096.84</u>

TOWNSHIP OF WOOLWICH
TRUST FUND
Statement of Reserve for Future Use - Municipal Open Space Fund
For the Year Ended December 31, 2010

Balance December 31, 2009		\$ 200,164.65
Increased by:		
Amount to be Raised by Taxation	\$ 316,237.79	
Reserve to Pay Debt Service	325,000.00	
Miscellaneous Revenues Not Anticipated	425,345.63	
Unexpended Balance of Appropriation Reserves	58,096.84	
Improvement Authorization Balance Cancelled	<u>24,602.00</u>	
		<u>1,149,282.26</u>
		1,349,446.91
Decreased by:		
2010 Budget Appropriations:		
Development of Lands for Recreation & Conversation	26,000.00	
Debt Service	<u>671,982.50</u>	
		<u>697,982.50</u>
Balance December 31, 2010		<u><u>\$ 651,464.41</u></u>

TOWNSHIP OF WOOLWICH
TRUST FUND
Statement of Due Current Fund -- Trust Other Fund
For the Year Ended December 31, 2010

Balance December 31, 2009		\$	31,605.90
Increased by:			
Received from Current Fund	\$	49,177.74	
Interest Earned on Investments - Treasurer		2,488.98	
Interest Earned on Investments - Tax Collector		761.62	
Expenditures Paid by Current Fund:			
Trust Other Accounts		<u>427,833.12</u>	
			<u>480,261.46</u>
			511,867.36
Decreased by:			
Off Duty Police Adjustment		8,230.00	
Interest Disbursed - Treasurer		205.43	
Interest Disbursed - Collector		<u>251.26</u>	
			<u>8,686.69</u>
Balance December 31, 2010		\$	<u><u>503,180.67</u></u>

TOWNSHIP OF WOOLWICH
TRUST FUND
Statement of Due to State - Uniform Construction Code Training Fees
For the Year Ended December 31, 2010

Balance December 31, 2009	\$ 12,456.00
Increased by:	
Receipts	<u>20,357.00</u>
	32,813.00
Decreased by:	
Disbursements	<u>27,775.00</u>
Balance December 31, 2010	<u><u>\$ 5,038.00</u></u>

TOWNSHIP OF WOOLWICH
TRUST - OTHER FUND
Statement of Miscellaneous Trust Reserves
For the Year Ended December 31, 2010

	Balance Dec. 31, 2009	Receipts	Disbursements	Encumbrances	Balance Dec. 31, 2010
Public Defender	\$ 1,250.00	\$ 2,542.00	\$ 2,250.00		\$ 1,542.00
Fire Safety Code Penalties	652.03	-	-		652.03
Tax Sale Premium	92,800.00	12,000.00	22,000.00		82,800.00
Tax Title Lien	816.16	132,427.02	111,444.72		21,798.46
Off Duty Police	465.83	141,813.25	124,345.88		17,933.20
Developers' Escrow	639,416.00	666,615.78	789,105.58		516,926.20
Municipal Functions Developer's Fees	737,910.02	6,561.67	189,995.00		554,476.69
Open Space - Municipal Maintenance	622,803.18	6,024.73	47,163.25		581,664.66
Developers' Recreation Fees	513,096.41	8,929.28	385,774.00	\$ 112,047.85	24,203.84
COAH Fees	48,675.23	68,578.29	55,000.00		62,253.52
Unemployment	9,394.11	86.04	3,661.46		5,818.69
Municipal Court POAA	318.00	4.00	-		322.00
Police Forfeited Funds	10,512.20	1,769.52	3,213.32		9,068.40
Snow Removal	14,991.13	25,287.87	14,274.57		26,004.43
Woolwich Recreation Trust	61,941.43	49,362.00	64,074.53	4,005.04	43,223.86
Payroll Deductions Payable	20,592.19	3,607,160.67	3,605,713.31		22,039.55
Developers' Tree Compensation	420,638.42	4,181.36	220.00	5,000.00	419,599.78
	<u>\$ 3,196,272.34</u>	<u>\$ 4,733,343.48</u>	<u>\$ 5,418,235.62</u>	<u>\$ 121,052.89</u>	<u>\$ 2,390,327.31</u>
Treasurer		\$ 4,579,434.46	\$ 4,618,569.24		
Tax Collector		144,427.02	132,625.65		
Due from Contractor			2,477.26		
Prior Year Due to State Cancelled		1,252.00			
Due General Capital			236,730.35		
Due To Current Fund		<u>8,230.00</u>	<u>427,833.12</u>		
		<u>\$ 4,733,343.48</u>	<u>\$ 5,418,235.62</u>		

TOWNSHIP OF WOOLWICH
TRUST FUND
Statement of Reserve for Uniform Construction Code
For the Year Ended December 31, 2010

<hr/>		
Balance December 31, 2009		
Reserve	\$ 477,617.13	
Encumbrances Payable	<u>3,494.44</u>	
		\$ 481,111.57
Increased by:		
Fees - Cash Receipts	\$ 367,142.00	
Interest	<u>3,602.24</u>	
		<u>370,744.24</u>
		851,855.81
Decreased by:		
Expenditures:		
Current Year Expenditures	476,902.04	
Encumbrances Payable	<u>3,494.44</u>	
		<u>480,396.48</u>
Balance December 31, 2010		<u>\$ 371,459.33</u>
<u>Analysis</u>		
Reserve		\$ 370,699.79
Encumbrances Payable		<u>759.54</u>
		<u>\$ 371,459.33</u>

SUPPLEMENTAL EXHIBITS
GENERAL CAPITAL FUND

TOWNSHIP OF WOOLWICH
GENERAL CAPITAL FUND
Statement of General Capital Cash - Chief Financial Officer
For the Year Ended December 31, 2010

Balance December 31, 2009		\$	1,368,801.49
Increased by Receipts:			
Due Current Fund	\$	145,797.30	
Capital Improvement Fund		100,000.00	
State Aid Receivable		25,500.00	
Reserve for Developer's Escrow Deposits		29,698.60	
Due Municipal Open Space Trust Fund		400,000.00	
Insurance Proceeds		574,243.71	
Bond Anticipation Notes		<u>855,000.00</u>	
			<u>2,130,239.61</u>
			3,499,041.10
Decreased by Disbursements:			
Due Current Fund		7,791.99	
Due Municipal Open Space Trust Fund		30,000.00	
Insurance Proceeds		266,666.00	
Bond Anticipation Notes		855,000.00	
Encumbrances Payable		552,570.88	
Improvement Authorizations		67,829.11	
Due Gloucester County Improvement Authority		<u>77,264.00</u>	
			<u>1,857,121.98</u>
Balance December 31, 2010		\$	<u><u>1,641,919.12</u></u>

TOWNSHIP OF WOOLWICH
GENERAL CAPITAL FUND
 Analysis of General Capital Cash
 For the Year Ended December 31, 2010

	Receipts			Disbursements			Transfers		Balance Dec. 31, 2010
	Balance Dec. 31, 2009	Bond Anticipation Notes	Miscellaneous	Improvement Authorizations	Bond Anticipation Notes	Miscellaneous	From	To	
Fund Balance	\$ 9,728.02		\$					\$ 112,331.79	\$ 122,059.81
Capital Improvement Fund	354,457.00		100,000.00			\$ 248,500.00	45,320.48		251,277.48
Encumbrances Payable	724,604.69				\$ 552,570.88	16,587.66	409,251.16		564,697.31
Due Current Fund	(129,793.96)		145,797.30		7,791.99	49,000.00	335,000.00		294,211.35
Due Municipal Open Space Trust Fund			400,000.00			30,000.00	24,602.00		394,602.00
Due Trust Other Fund - Escrow Fees			29,698.60			266,428.95			(236,730.35)
Due Gloucester County Improvement Authority	33,572.57		-			77,264.00			(43,691.43)
Reserves for:									
Insurance Proceeds			574,243.71			266,666.00	31,780.00	49,000.00	324,797.71
Reserve for Developer's Deposits	1,736.09							144,928.95	146,665.04
Improvement Authorizations:									
<u>Ordinance</u>									
<u>Number</u>									
03-09	Construction of Fire House and Construction Code Office	68,081.02				68,081.02			-
05-12	Renovations and Improvements to Township Buildings	1,250.77				1,250.77			-
05-29	Acquisition of Land	76,472.97		\$ 4,801.00					71,671.97
05-30, 06-28									
07-45, 09-15 (a)	Park Expansion	113,746.62		4,662.50					109,084.12
05-30, 06-28									
07-45, 09-15 (a)	PMC Building Renovations	107,343.87		486.00			12,500.00		119,357.87
06-28, 07-45									
09-15 (d)	Municipal Building Construction	11,154.07		3,183.75					7,970.32
07-15	Acquisition of PMC Building	37.94				-			37.94
07-16	2007 Road Program	19,145.31	25,500.00	29,848.50		1,420.00	4,087.66		17,464.47
07-17	Acquisition of Public Works Equipment	18,949.00		11,438.18		3,608.00			3,902.82
07-32	Valley Glen Dam	43,000.00				43,000.00			-
08-10a	Acquisition of Public Safety Equipment	32,918.23				32,918.23			-
08-10b	Acquisition of Public Works Equipment	7,868.33		3,960.00					3,908.33
08-10c	Firehouse Roof Improvements	702.25		280.00		422.25			-
08-12	Acquisition of Land - Nike Base	131,244.70	\$ 855,000.00	1,544.18	\$ 855,000.00				129,700.52
08-17	Acquisition of Land - Open Space Program	24,602.00				24,602.00			-
09-13a	Acquisition of Public Safety Equipment	2,780.00				2,780.00			-
09-13b	Firehouse Roof Improvements	9,200.00		-		9,200.00			-
09-14	Reconstruction of Russell Mill Road	(294,000.00)		-					(294,000.00)
10-13	Russell Mill Road Phase #3&4			7,625.00		347,443.16	45,000.00		(310,068.16)
10-17	Tax Refund Payments					335,000.00			(335,000.00)
10-24	Demolition of Twp Buildings					25,000.00	25,000.00		-
10-25a	Various Roadways Improvements						300,000.00		300,000.00
		\$ 1,368,801.49	\$ 855,000.00	\$ 1,275,239.61	\$ 67,829.11	\$ 855,000.00	\$ 934,292.87	\$ 1,507,022.04	\$ 1,507,022.04
									\$ 1,641,919.12

TOWNSHIP OF WOOLWICH
GENERAL CAPITAL FUND
Statement of Deferred Charges to Future Taxation -- Funded
For the Year Ended December 31, 2010

Balance December 31, 2009		\$ 7,544,674.92
Decreased by:		
2010 Budget Appropriation to Pay		
General Serial Bonds	\$ 325,000.00	
Green Trust Loan Payable	<u>25,132.29</u>	
		<u>350,132.29</u>
Balance December 31, 2010		<u>\$ 7,194,542.63</u>

TOWNSHIP OF WOOLWICH
GENERAL CAPITAL FUND
Statement of Deferred Charges to Future Taxation -- Unfunded
For the Year Ended December 31, 2010

Ordinance Number	Improvement Description	Balance Dec. 31, 2009	2010 Authorizations	Notes Paid By Budget Appropriation	Balance Dec. 31, 2010	Analysis of Balance Dec. 31, 2010	
						Financed by Notes	Expended
08-12	Acquisition of Land - Nike Base	\$ 855,000.00			\$ 855,000.00	\$ 855,000.00	
08-17	Acquisition of Land - Open Space Program	665,000.00		\$ 665,000.00	-		
10-17	Tax Refund Payments		\$ 335,000.00		335,000.00		\$ 335,000.00
		<u>\$ 1,520,000.00</u>	<u>\$ 335,000.00</u>	<u>\$ 665,000.00</u>	<u>\$ 1,190,000.00</u>	<u>\$ 855,000.00</u>	<u>\$ 335,000.00</u>

TOWNSHIP OF WOOLWICH
GENERAL CAPITAL FUND
Statement of Due Current Fund
For the Year Ended December 31, 2010

Balance December 31, 2009 (Due From)		\$	129,793.96
Increased by:			
Insurance Proceeds deposited to Current Fund	\$	49,000.00	
Disbursed to Current Fund		7,791.99	
			56,791.99
			186,585.95
Decreased by:			
Interest Earned on Deposits		16,003.34	
Received from Current Fund		129,793.96	
Expenditures paid by Current Fund		335,000.00	
			480,797.30
Balance December 31, 2010 (Due To)		\$	294,211.35

Exhibit SC-6

TOWNSHIP OF WOOLWICH
GENERAL CAPITAL FUND
Statement of Due Gloucester County Improvement Authority
For the Year Ended December 31, 2010

Balance December 31, 2009 (Due To)		\$	33,572.57
Decreased by:			
Improvement Authority Project Expenditures			77,264.00
Balance December 31, 2010 (Due From)		\$	43,691.43

TOWNSHIP OF WOOLWICH
GENERAL CAPITAL FUND
Statement of State Aid Receivable
For the Year Ended December 31, 2010

Balance December 31, 2009	\$	319,500.00
Increased by:		
Department of Transportation Grants Appropriated		<u>375,000.00</u>
		694,500.00
Decreased by:		
Cash Receipts		<u>25,500.00</u>
Balance December 31, 2010	\$	<u><u>669,000.00</u></u>
Analysis:		
New Jersey Department of Transportation - Russell Mill Road Phases 1 & 2	\$	294,000.00
New Jersey Department of Transportation - Russell Mill Road Phases 3 & 4		<u>375,000.00</u>
	\$	<u><u>669,000.00</u></u>

TOWNSHIP OF WOOLWICH
GENERAL CAPITAL FUND
Statement of Encumbrances Payable
For the Year Ended December 31, 2010

Balance December 31, 2009		\$ 724,604.69
Increased by:		
Improvement Authorizations	\$ 377,471.16	
Reserve for Insurance Proceeds	<u>31,780.00</u>	
		<u>409,251.16</u>
		1,133,855.85
Decreased by:		
Disbursements	552,570.88	
Cancelled	<u>16,587.66</u>	
		<u>569,158.54</u>
Balance December 31, 2010		<u><u>\$ 564,697.31</u></u>

Exhibit SC-9

TOWNSHIP OF WOOLWICH
GENERAL CAPITAL FUND
Statement of Capital Improvement Fund
For the Year Ended December 31, 2010

Balance December 31, 2009		\$ 354,457.00
Increased by:		
Budget Appropriation	\$ 100,000.00	
Cancellation of Improvement Authorizations	<u>45,320.48</u>	
		<u>145,320.48</u>
		499,777.48
Decreased by:		
Appropriated to Finance Improvement Authorizations		<u>248,500.00</u>
Balance December 31, 2010		<u><u>\$ 251,277.48</u></u>

TOWNSHIP OF WOOLWICH
GENERAL CAPITAL FUND
Statement of Reserve for Insurance Proceeds
For the Year Ended December 31, 2010

Increased by:		
Cash Receipts	\$ 574,243.71	
Due from Current Fund	<u>49,000.00</u>	
		\$ 623,243.71
Decreased by:		
Disbursements	266,666.00	
Encumbrances	<u>31,780.00</u>	
		<u>298,446.00</u>
Balance December 31, 2010		<u><u>\$ 324,797.71</u></u>

Exhibit SC-11

TOWNSHIP OF WOOLWICH
GENERAL CAPITAL FUND
Statement of Due Municipal Open Space Trust Fund
For the Year Ended December 31, 2010

Increased by:		
Green Trust Grant Deposited in Error	\$ 400,000.00	
Improvement Authorization Cancelled	<u>24,602.00</u>	
		\$ 424,602.00
Decreased by:		
Bond Anticipation Note - Trust Portion		<u>30,000.00</u>
Balance December 31, 2010		<u><u>\$ 394,602.00</u></u>

TOWNSHIP OF WOOLWICH
GENERAL CAPITAL FUND
Statement of Reserve for Developer's Deposits
For the Year Ended December 31, 2010

Balance December 31, 2009		\$ 1,736.09
Increased by:		
Cash Receipts	\$ 29,698.60	
Due from Developer's Escrow Account	<u>236,730.35</u>	
		<u>266,428.95</u>
		268,165.04
Decreased by:		
Appropriated in Ordinance 2010-25		<u>121,500.00</u>
Balance December 31, 2010		<u><u>\$ 146,665.04</u></u>
Analysis:		
Developer Contributions		\$ 1,736.09
Developer Escrow Deposits Forfeited		<u>144,928.95</u>
		<u><u>\$ 146,665.04</u></u>

TOWNSHIP OF WOOLWICH
GENERAL CAPITAL FUND
 Statement of Improvement Authorizations
 For the Year Ended December 31, 2010

Ordinance Number	Improvement Description	Ordinance		Balance December 31, 2009		2010 Authorizations	Paid or Charged	Canceled by Resolution	Contracts Payable Cancelled	Balance December 31, 2010		
		Date	Amount	Funded	Unfunded					Funded	Unfunded	
03-09	Construction of Fire House and Construction Code Office	5/5/03	\$ 1,510,000.00	\$ 68,081.02			\$	68,081.02		-		
05-12	Renovations and Improvements to Township Buildings	3/21/05	50,000.00	1,250.77				1,250.77		-		
05-29	Acquisition of Land	8/15/05	400,000.00	76,472.97			\$ 4,801.00			\$ 71,671.97		
05-30, 06-28		8/15/05,										
7-45, 09-15 (a)	Park Expansion	9/8/09	4,250,000.00	113,746.62			4,662.50			109,084.12		
05-30, 06-28		8/15/05,										
7-45, 09-15 (c)	PMC Building Renovations	9/8/09	250,000.00	107,343.87			486.00	\$	12,500.00	119,357.87		
06-28, 07-45		11/20/06,										
09-15 (d)	Municipal Building Construction	9/8/09	1,100,000.00	11,154.07			3,183.75			7,970.32		
07-15	Acquisition of PMC Building	5/21/07	110,200.00	37.94						37.94		
07-16	2007 Road Program	5/21/07	520,000.00	44,645.31			31,268.50		4,087.66	17,464.47		
07-17	Acq. of Public Works Equipment	5/21/07	135,000.00	18,949.00			15,046.18			3,902.82		
07-32	Valley Glen Dam	8/20/07	83,000.00	43,000.00				43,000.00		-		
08-10a	Acq. of Public Safety Equipment	6/2/08	50,000.00	32,918.23				32,918.23		-		
08-10b	Acq. of Public Works Equipment	6/2/08	30,000.00	7,868.33			3,960.00			3,908.33		
08-10c	Firehouse Roof Improvements	6/2/08	60,000.00	702.25			280.00	422.25		-		
08-12	Acquisition of Land - Nike Base	7/7/08	900,000.00		\$ 131,244.70		1,544.18				\$ 129,700.52	
08-17	Acq. of Land - Open Space Program	9/15/08	700,000.00		24,602.00			24,602.00		-		
09-13a	Acquisition of Public Safety Equipment	6/15/09	20,000.00	2,780.00				2,780.00		-		
09-13b	Firehouse Roof Improvements	6/15/09	25,000.00	9,200.00				9,200.00		-		
10-13	Russell Mill Road Phase #3&4	5/17/10	420,000.00			\$ 420,000.00	355,068.16			64,931.84		
10-17	Tax Refunds Payments	6/21/10	335,000.00			335,000.00	335,000.00			-		
10-24	Demolition of Township Buildings	11/1/10	25,000.00			25,000.00	25,000.00			-		
10-25a	Various Road Improvements	11/1/10	200,000.00			200,000.00				200,000.00		
10-25b	Road Drainage Improvements	11/1/10	100,000.00			100,000.00				100,000.00		
				\$ 538,150.38	\$ 155,846.70	\$ 1,080,000.00	\$ 780,300.27	\$ 182,254.27	\$ 16,587.66	\$ 698,329.68	\$ 129,700.52	
Fund Balance								\$ 112,331.79				
State Aid Receivable							\$ 375,000.00					
Capital Improvement Fund							248,500.00	45,320.48				
Deferred Charges to Future Taxation - Unfunded							335,000.00					
Developer's Contributions							121,500.00					
Cash Disbursements							\$ 67,829.11					
Contracts Payable							377,471.16					
Due Current Fund							335,000.00					
Due Municipal Open Space Trust Fund								24,602.00				
							\$ 1,080,000.00	\$ 780,300.27	\$ 182,254.27			

TOWNSHIP OF WOOLWICH
GENERAL CAPITAL FUND
Statement of General Serial Bonds
For the Year Ended December 31, 2010

Purpose	Date of Issue	Amount of Original Issue	Maturities of Bonds Outstanding December 31, 2010		Interest Rate	Balance Dec. 31, 2009	Decreased	Balance Dec. 31, 2010
			Date	Amount				
General Improvements	12/22/06	\$ 7,985,000.00	12/15/11	\$ 350,000.00	4.000%			
			12/15/12	360,000.00	4.000%			
			12/15/13	375,000.00	4.000%			
			12/15/14	390,000.00	4.000%			
			12/15/15	400,000.00	4.000%			
			12/15/16	415,000.00	4.000%			
			12/15/17	425,000.00	4.000%			
			12/15/18	445,000.00	4.000%			
			12/15/19	450,000.00	4.000%			
			12/15/20	475,000.00	4.000%			
			12/15/21	500,000.00	4.000%			
			12/15/22	515,000.00	4.000%			
			12/15/23	530,000.00	4.000%			
			12/15/24	550,000.00	4.000%			
			12/15/25	580,000.00	4.000%			
						\$ 7,085,000.00	\$ 325,000.00	\$ 6,760,000.00

TOWNSHIP OF WOOLWICH
GENERAL CAPITAL FUND
 Statement of Green Trust Loan Payable
 For the Year Ended December 31, 2010

Purpose	Date of Issue	Amount of Original Issue	Maturities of Loans Outstanding December 31, 2010		Interest Rate	Balance Dec. 31, 2009	Decreased	Balance Dec. 31, 2010
			Date	Amount				
Locke Avenue Park	1/4/02	\$ 150,000.00	2011	\$ 7,456.56	2.00%	\$ 102,710.25	\$ 7,309.64	\$ 95,400.61
			2012	7,606.44				
			2013	7,759.33				
			2014	7,915.30				
			2015	8,074.39				
			2016	8,236.68				
			2017	8,402.24				
			2018	8,571.12				
			2019	8,743.40				
			2020	8,919.15				
			2021	9,098.43				
			2022	4,617.57				
			Park Expansion	4/26/07				
2012	18,546.33							
2013	18,919.10							
2014	19,299.38							
2015	19,687.29							
2016	20,083.01							
2017	20,486.68							
2018	20,898.46							
2019	21,318.52							
2020	21,747.02							
2021	22,184.13							
2022	22,630.04							
2023	23,084.91							
2024	23,548.91							
2025	24,022.24							
2025	24,505.11							
						<u>\$ 459,674.92</u>	<u>\$ 25,132.29</u>	<u>\$ 434,542.63</u>

TOWNSHIP OF WOOLWICH
GENERAL CAPITAL FUND
Statement of Obligations Under Capital Leases
For the Year Ended December 31, 2010

Series	Date of Lease	Amount of Original Lease	Maturities of Leases Outstanding		Interest Rate	Balance Dec. 31, 2009	Retired Current Year	Balance Dec. 31, 2010
			Date	Amount				
Municipal Complex Project	8/22/07	\$ 11,225,000.00	5/1/11	\$ 290,000.00	4.000%			
			5/1/12	300,000.00	4.000%			
			5/1/13	315,000.00	5.000%			
			5/1/14	330,000.00	4.000%			
			5/1/15	345,000.00	5.000%			
			5/1/16	365,000.00	5.000%			
			5/1/17	380,000.00	5.000%			
			5/1/18	400,000.00	5.000%			
			5/1/19	420,000.00	4.125%			
			5/1/20	440,000.00	5.000%			
			5/1/21	460,000.00	4.250%			
			5/1/22	480,000.00	4.250%			
			5/1/23	500,000.00	4.250%			
			5/1/24	525,000.00	4.250%			
			5/1/25	545,000.00	4.375%			
			5/1/26	570,000.00	4.375%			
			5/1/27	595,000.00	4.500%			
			5/1/28	625,000.00	4.500%			
			5/1/29	650,000.00	4.500%			
			5/1/30	680,000.00	4.500%			
5/1/31	715,000.00	4.500%						
5/1/32	745,000.00	4.500%						
						\$ 10,955,000.00	\$ 280,000.00	\$ 10,675,000.00

TOWNSHIP OF WOOLWICH
 GENERAL CAPITAL FUND
 Statement of Bond Anticipation Notes
 For the Year Ended December 31, 2010

Ordinance Number	Improvement Description	Date of Original Issue	Date of Issue	Maturity Date	Interest Rate	Balance Dec. 31, 2009	Increased	Decreased	Balance Dec. 31, 2010
08-12	Acquisition of Land - Nike Base	12/17/08	12/17/09 12/10/10	12/13/10 12/9/11	1.05% 1.09%	\$ 855,000.00	\$ 855,000.00	\$ 855,000.00	- \$ 855,000.00
08-17	Acquisition of Land - Open Space Program	12/17/08	12/17/09	12/13/10	1.05%	<u>665,000.00</u>	<u> </u>	<u>665,000.00</u>	<u>-</u>
						<u>\$ 1,520,000.00</u>	<u>\$ 855,000.00</u>	<u>\$ 1,520,000.00</u>	<u>\$ 855,000.00</u>
					Cash		\$ 855,000.00	\$ 855,000.00	
					Paid by Budget Appropriation		<u>-</u>	<u>665,000.00</u>	
							<u>\$ 855,000.00</u>	<u>\$ 1,520,000.00</u>	

TOWNSHIP OF WOOLWICH
GENERAL CAPITAL FUND
Statement of Bonds and Notes Authorized But Not Issued
For the Year Ended December 31, 2010

Ordinance Number	Improvement Description	Balance Dec. 31, 2009	2010 Authorizations	Balance Dec. 31, 2010
17-2010	Tax Refund Payments	-	\$ 335,000.00	\$ 335,000.00
		\$ -	\$ 335,000.00	\$ 335,000.00

TOWNSHIP OF WOOLWICH
PART 2
SINGLE AUDIT
FOR THE YEAR ENDED DECEMBER 31, 2010

**REPORT ON COMPLIANCE WITH REQUIREMENTS THAT COULD HAVE A DIRECT
AND MATERIAL EFFECT ON EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER
COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133 AND
STATE OF NEW JERSEY CIRCULAR 04-04-OMB**

The Honorable Mayor and
Members of the Township Committee
Township of Woolwich
Woolwich, New Jersey

Compliance

We have audited the compliance of the Township of Woolwich, in the County of Gloucester, State of New Jersey, with the types of compliance requirements described in the OMB Circular A-133 Compliance Supplement and the New Jersey State Grant Compliance Supplement that could have a direct and material effect on the Township's major state program for the year ended December 31, 2010. The Township's major state program is identified in the Summary of Auditor's Results section of the accompanying Schedule of Findings and Questioned Costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to its major state program is the responsibility of the Township's management. Our responsibility is to express an opinion on the Township's compliance based on our audit.

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

In our opinion, Township of Woolwich complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on its major state program for the year ended December 31, 2010.

Internal Control Over Compliance

The management of the Township of Woolwich is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to state programs. In planning and performing our audit, we considered the Township's internal control over compliance with requirements that could have a direct and material effect on a major state program to determine the auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133 and State of New Jersey Circular 04-04-OMB, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Township's internal control over compliance.

A *deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a state program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a state program will not be prevented, or detected and corrected, on a timely basis.

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

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

Respectfully submitted,



BOWMAN & COMPANY LLP
Certified Public Accountants
& Consultants



Michael J. Welding
Certified Public Accountant
Registered Municipal Accountant

Woodbury, New Jersey
July 8, 2011

Township of Woolwich
 Schedule of Expenditures of State Financial Assistance, Schedule B
 For the Year Ended December 31, 2010

State Grantor/Program Title	Grant or State Project Number	Program or Award Amount	Local Match	Grant Period	
				From	To
<u>New Jersey Courts</u>					
Alcohol Education and Rehabilitation	060000	\$ 978.54		1/1/2003	12/31/2003
Alcohol Education and Rehabilitation	060000	468.10		1/1/2005	12/31/2005
Alcohol Education and Rehabilitation	060000	1,959.02		1/1/2006	12/31/2006
Alcohol Education and Rehabilitation	060000	2,092.80		1/1/2007	12/31/2007
Alcohol Education and Rehabilitation	060000	4,361.92		1/1/2008	12/31/2008
Alcohol Education and Rehabilitation	060000	3,671.45		1/1/2009	12/31/2009
Alcohol Education and Rehabilitation	060000	930.05		1/1/2010	12/31/2010
Total New Jersey Courts					
<u>Department of Law and Public Safety</u>					
Body Armor Replacement	090160	5,066.36		1/1/2008	12/31/2008
Body Armor Replacement	090160	3,351.21		1/1/2010	12/31/2010
Total Body armor Replacement					
Drunk Driving Enforcement Fund	6400-100-078-6400	7,889.47		1/1/2008	12/31/2008
Drunk Driving Enforcement Fund	6400-100-078-6400	3,422.15		1/1/2009	12/31/2009
Drunk Driving Enforcement Fund	6400-100-078-6400	7,006.60		1/1/2010	12/31/2010
Total Drunk Driving Enforcement Fund					
Total Department of Law and Public Safety					
<u>Department of Environmental Protection</u>					
Clean Communities	178910	7,529.73		1/1/2007	12/31/2007
Clean Communities	178910	7,829.76		1/1/2008	12/31/2008
Clean Communities	178910	10,276.10		1/1/2009	12/31/2009
Clean Communities	178910	10,435.43		1/1/2010	12/31/2010
Total Clean Communities					
Recycling Tonnage Grant	178810	1,647.10		1/1/2006	12/31/2006
Recycling Tonnage Grant	178810	7,050.91		1/1/2007	12/31/2007
Recycling Tonnage Grant	178810	7,947.44		1/1/2008	12/31/2008
Recycling Tonnage Grant	178810	28,987.45		1/1/2009	12/31/2009
Recycling Tonnage Grant	178810	36,519.55		1/1/2010	12/31/2010
Total Recycling Tonnage Grant					
Green Acres Trust Grant	0824-05-062	400,000.00	\$ 300,000.00	3/15/2008	3/4/2012
Total Department of Environmental Protection					
<u>Department of the Treasury</u>					
Pass-Through the County of Gloucester					
Municipal Alliance	N/A	3,882.00	970.00	1/1/2008	12/31/2008
Municipal Alliance	N/A	4,895.00	1,223.00	1/1/2009	12/31/2009
Municipal Alliance	N/A	4,895.00	1,223.00	1/1/2010	12/31/2010
Total Department of the Treasury					
<u>Department of Agriculture</u>					
Jersey Fresh Grant	N/A	600.00		1/1/2009	12/31/2009
<u>Department of Community Affairs</u>					
SHARE Grant	046640	198,915.00		1/1/2010	12/31/2010
Total State Financial Assistance					
(A) Required Local Match					
(B) Expended in Prior Years					

The accompanying Notes to Financial Statements and Notes to the Schedule of State Financial Assistance are an integral part of the schedule

Balance 12/31/09	Receipts or Revenue Recognized	Adjustments (A)	Disbursements Expenditures	Balance December 31, 2010		Memo	
				Unreimbursed Expenditures	Project Balance	Cash Received (Memo Only)	Accumulated Expenditures
\$ 978.54				\$ 978.54			-
468.10				468.10			-
1,959.02				1,959.02			-
2,092.80				2,092.80			-
4,361.92				4,361.92			-
3,671.45				3,671.45			-
	\$ 930.05				930.05	\$ 930.05	-
13,531.83	930.05	-	-	-	14,461.88	930.05	-
3,566.36					3,566.36		\$ 1,500.00
	3,351.21				3,351.21	3,351.21	-
3,566.36	3,351.21	-	-	-	6,917.57	3,351.21	1,500.00
3,762.14			\$ 1,088.76		2,673.38		5,216.09
3,422.15					3,422.15		-
	7,006.60				7,006.60	7,006.60	-
7,184.29	7,006.60	-	1,088.76	-	13,102.13	7,006.60	5,216.09
10,750.65	10,357.81	-	1,088.76	-	20,019.70	10,357.81	6,716.09
1,721.54			1,721.54		-		7,529.73
7,829.76			3,133.45		4,696.31		3,133.45
10,276.10					10,276.10		-
	10,435.43				10,435.43	10,435.43	-
19,827.40	10,435.43	-	4,854.99	-	25,407.84	10,435.43	10,663.18
141.36					141.36		1,505.74
7,050.91					7,050.91		-
7,947.44					7,947.44		-
28,987.45					28,987.45		-
	36,519.55				36,519.55	36,519.55	-
44,127.16	36,519.55	-	-	-	80,646.71	36,519.55	1,505.74
	400,000.00	\$ 300,000.00 (A)	675,398.00 (B)		24,602.00	400,000.00	675,398.00
63,954.56	446,954.98	300,000.00	680,252.99	-	130,656.55	446,954.98	687,566.92
4,123.31					4,123.31		728.69
6,118.00					6,118.00		-
	4,895.00	1,223.00 (A)			6,118.00		-
10,241.31	4,895.00	1,223.00	-	-	16,359.31	-	728.69
600.00					600.00		-
	198,915.00		176,978.11		21,936.89	198,242.06	176,978.11
\$ 99,078.35	\$ 662,052.84	\$ 301,223.00	\$ 858,319.86	\$ -	\$ 204,034.33	\$ 656,484.90	\$ 871,989.81

TOWNSHIP OF WOOLWICH
Notes to Schedule of Expenditures of State Financial Assistance
For the Year Ended December 31, 2010

Note 1: **GENERAL**

The accompanying schedule of expenditures of state financial assistance presents the activity of all state financial assistance programs of the Township of Woolwich, County of Gloucester, State of New Jersey. The Township is defined in the Notes to the Financial Statements, Note 1.

Note 2: **BASIS OF ACCOUNTING**

The accompanying schedule of expenditures of state financial assistance is presented using the modified accrual basis of accounting as promulgated by the State of New Jersey, Department of Community Affairs, Division of Local Government Services, which is described in the Notes to the Financial Statements, Note 1.

Note 3: **RELATIONSHIP TO FINANCIAL STATEMENTS**

Amounts reported in the accompanying schedule agree with amounts reported in the Township's financial statements. Current Year expenditures from awards are reported in the Township's financial statements as follows:

	<u>Fund</u>	<u>State</u>
Current Fund		<u>\$182,921.86</u>

Note 4: **ADJUSTMENTS**

The amount reported in the column entitled "Adjustments" represents the required local match for the grant.

Note 5: **MAJOR PROGRAMS**

The major program is identified in the Summary of Auditor's Results section of the Schedule of Findings and Questioned Costs

TOWNSHIP OF WOOLWICH
PART 3
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED DECEMBER 31, 2010

**TOWNSHIP OF WOOLWICH
Schedule of Findings and Questioned Costs
For the Year Ended December 31, 2010**

Section 1- Summary of Auditor's Results

Financial Statements

Type of auditor's report issued Unqualified

Internal control over financial reporting:

Material weaknesses identified? X yes no

Were significant deficiencies identified that were not considered to be a material weakness? yes X none reported

Noncompliance material to financial statements noted? yes X no

Federal Awards

N/A

Internal control over compliance:

Material weaknesses identified? yes no

Were significant deficiencies identified that were not considered to be a material weakness? yes none reported

Type of auditor's report on compliance for major programs

Any audit findings disclosed that are required to be reported in accordance with OMB Circular A-133 (section .510(a))? yes no

Identification of major programs:

CFDA Numbers

Name of Federal Program or Cluster

Dollar threshold used to determine Type A programs \$

Auditee qualified as low-risk auditee? yes no

TOWNSHIP OF WOOLWICH
Schedule of Findings and Questioned Costs
For the Year Ended December 31, 2010

Section 1- Summary of Auditor's Results (Cont'd)

State Financial Assistance

Internal control over compliance:

Material weaknesses identified? _____ yes X no

Were significant deficiencies identified that were not considered to be a material weakness? _____ yes X none reported

Type of auditor's report on compliance for major programs _____ Unqualified _____

Any audit findings disclosed that are required to be reported in accordance with OMB Circular A-133 (section .510(a)) or New Jersey Circular 04-04-OMB? _____ yes X no

Identification of major programs:

<u>GMIS Numbers</u>	<u>Name of State Program</u>
0824-05-062	Green Acres Trust Grant

Dollar threshold used to determine Type A programs _____ \$300,000.00 _____

Auditee qualified as low-risk auditee? _____ yes X no

TOWNSHIP OF WOOLWICH
Schedule of Findings and Questioned Costs
For the Year Ended December 31, 2010

Section 2- Schedule of Financial Statement Findings

This section identifies the significant deficiencies, material weaknesses, and instances of noncompliance related to the financial statements that are required to be reported in accordance with Government Auditing Standards and with audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey.

Finding No. 2010-1

Criteria or Specific Requirement

Pursuant to N.J.A.C. 5:30-5.7, the general ledger, together with the books of original entry and supporting subsidiary ledgers shall constitute a complete accounting system which all local units shall have and maintain. Good internal control practices dictate that a complete and accurate general ledger should be maintained for each fund to ensure adequate control over the preparation of financial statements including the related footnotes.

Condition

The computerized general ledger was not properly maintained for all required funds.

Context

The general ledger along with the subsidiary revenue and appropriation ledgers required significant adjustment to properly reflect the activity of the Township.

Effect

Without a properly maintained general ledger system, the immediate and current identification of assets, liabilities, revenues, expenditures and fund balance cannot be achieved. The following specific effects were noted during the year:

1. The overall condition of the general ledger and the amount of audit adjusting journal entries that were required to balance the general ledger result in a strong indication of ineffective controls over the preparation of financial statements. Therefore, there is a significant likelihood that the Township's controls are not effective in detecting material misstatements in the preparation of the financial statements including the related footnotes.
2. A detail cash receipts and disbursement journal was not properly maintained for the developer's escrow account.

Cause

Proper internal control policies and procedures over financial transactions are not in place to properly maintain the general ledger.

Recommendation

That the general ledger for each fund be accurately and completely maintained by an individual who possesses the necessary expertise to ensure adequate control over the preparation of financial statements including the related footnotes.

View of Responsible Officials and Planned Corrective Action

The responsible officials agree with the finding and will address the matter as part of their corrective action plan.

TOWNSHIP OF WOOLWICH
Schedule of Findings and Questioned Costs
For the Year Ended December 31, 2010

Section 3- Schedule of Federal Award Findings and Questioned Costs

This section identifies the significant deficiencies, material weaknesses, and instances of noncompliance, including questioned costs, related to the audit of major Federal programs, as required by OMB Circular A-133.

N/A

TOWNSHIP OF WOOLWICH
Schedule of Findings and Questioned Costs
For the Year Ended December 31, 2010

Section 4- Schedule of State Financial Assistance Findings and Questioned Costs

This section identifies the significant deficiencies, material weaknesses, and instances of noncompliance, including questioned costs, related to the audit of major State programs, as required by OMB Circular A-133 and State of New Jersey Circular 04-04-OMB.

None

TOWNSHIP OF WOOLWICH
Summary Schedule of Prior Year Audit Findings
And Recommendations as Prepared by Management

This section identifies the status of prior year findings related to the financial statements that are required to be reported in accordance with Government Auditing Standards.

FINANCIAL STATEMENT FINDINGS

Finding No. 2009-1

Condition

The computerized general ledger was not properly maintained for all required funds.

Current Status

The condition remains unresolved.

Planned Corrective Action

The responsible officials agree and will address the finding as part of their corrective action plan.

TOWNSHIP OF WOOLWICH
Officials in Office and Surety Bonds

The following officials were in office during the period under audit:

<u>Name</u>	<u>Title</u>	<u>Amount of Surety Bond</u>
Giuseppe Chila	Mayor	
Theodore Otten	Deputy Mayor	
Jonathan Fein	Committeeman	
Glenn Rambo	Committeeman	
Samuel Maccarone, Jr.	Committeeman	
Jane DiBella	Clerk / Administrator	\$1,000,000.00
Merrie Schmidt	CFO / Treasurer	\$1,000,000.00
Mary Folker	Tax Collector	\$1,000,000.00
William Golden	Municipal Court Judge	\$1,000,000.00
Denise Lederer	Court Administrator	\$1,000,000.00
Karen Casella	Deputy Court Administrator	\$1,000,000.00
Bruce Komito	Assessor	
Timothy D. Scaffidi	Solicitor	
Federici & Akin	Engineer	

18700

APPRECIATION

I express my appreciation for the assistance and courtesies rendered by the Township officials during the course of the audit.

Respectfully submitted,

BOWMAN & COMPANY LLP
Certified Public Accountants
& Consultants

A handwritten signature in black ink, appearing to read "Michael J. Welding", with a long horizontal flourish extending to the right.

Michael J. Welding
Certified Public Accountant
Registered Municipal Accountant

