

**TOWNSHIP OF JACKSON
COUNTY OF OCEAN, NEW JERSEY**

**REPORT OF AUDIT
YEAR ENDED DECEMBER 31, 2009**

TOWNSHIP OF JACKSON

COUNTY OF OCEAN

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COUNTY OF OCEAN

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COUNTY OF OCEAN

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TOWNSHIP OF JACKSON

COUNTY OF OCEAN

PART I

REPORT OF AUDIT OF FINANCIAL STATEMENTS

AND SUPPLEMENTARY DATA

FOR THE YEAR ENDED DECEMBER 31, 2009

FALLON & LARSEN LLP

Certified Public Accountants

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INDEPENDENT AUDITORS' REPORT

To the Honorable Mayor and Members
of the Township Council
Township of Jackson
County of Ocean
Jackson, New Jersey

We have audited the accompanying balance sheets - regulatory basis of the various funds and account groups of the Township of Jackson (the "Township"), as of December 31, 2009, and the related statement of operations and changes in fund balance - regulatory basis for the year then ended and the related statement of revenues - regulatory basis and statement of expenditures - regulatory basis for the year ended December 31, 2009. These financial statements - regulatory basis are the responsibility of the Township's management. Our responsibility is to express an opinion on these financial statements based on our audit. The financial statements - regulatory basis of the Township of Jackson, as of December 31, 2008, and for the year then ended, were audited by other auditors whose report, dated May 14, 2009, expressed an adverse opinion as to conformity with accounting principles generally accepted in the United States of America and an unqualified opinion as to conformity with accounting principles and practices prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey.

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

The financial statements of the Length of Service Award Program Fund ("LOSAP") have not been audited and we were not required by the Division of Local Government Services, Department of Community Affairs, State of New Jersey to audit the LOSAP Fund financial statements. The LOSAP Fund financial activities are included in the Township's Trust Fund and represent .38% of the assets and liabilities as of December 31, 2009 of the Township's Trust Funds.

As described more fully in Note 2, the Township has prepared these financial statements using accounting practices prescribed or permitted by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, which practices 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 of the matter discussed in the preceding paragraph, the financial statements referred to above do not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the Township, as of December 31, 2009 or the results of its operations or cash flows of its proprietary fund types and nonexpendable trust funds for the year then ended. Further, the Township has not presented a management's discussion and analysis that accounting principles generally accepted in the United States has determined is necessary to supplement, although not required to be part of, the basic financial statements.

In our opinion, except for the effects of such adjustments, if any, as might have been determined to be necessary had the LOSAP Fund financial statements been audited, the financial statements - regulatory basis present fairly, in all material respects, the financial position - regulatory basis of the various funds and account groups of the Township, as of December 31, 2009, and the results of its operations and the changes in fund balance - regulatory basis of the individual funds for the year then ended and the statement of revenues - regulatory basis, and statement of expenditures - regulatory basis for the year ended December 31, 2009, on the basis of accounting described in Note 2 to the financial statements.

In accordance with Government Auditing Standards, we have also issued our report dated June 22, 2010 on our consideration of the Township'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 assessing the results of our audit.

Our audit was performed for the purpose of forming an opinion on the financial statements - regulatory basis of the Township taken as a whole. The accompanying financial information listed as supplementary schedules in the table of contents is not a required part of the financial statements - regulatory basis and is presented for purposes of additional analysis as required by New Jersey State Division of Local Government Services. The accompanying financial information listed as supplementary schedules in the table of contents is the responsibility of management and was derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. Except for the LOSAP Fund supplementary schedules, such information has been subjected to the auditing procedures applied in the audit of the financial statements - regulatory basis and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. Except for the effects of such adjustments, if any, as might have been determined to be necessary had the LOSAP Fund supplementary information been audited, in our opinion, the information is fairly presented in all material respects in relation to the financial statements - regulatory basis taken as a whole, on the basis of accounting described in Note 2 to the financial statements.



Thomas P. Fallon
Certified Public Accountant
Registered Municipal Accountant #465



Fallon & Larsen LLP

June 22, 2010

FALLON & LARSEN LLP

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**INDEPENDENT AUDITORS' 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**

To the Honorable Mayor and Members
of the Township Council
Township of Jackson
County of Ocean
Jackson, New Jersey

We have audited the financial statements - regulatory basis of the Township of Jackson (the "Township") as of and for the year ended December 31, 2009, and have issued our report thereon dated June 22, 2010 in which we expressed an adverse opinion on the conformity of the statements with accounting principles generally accepted in the United States of America. As described in Note 2 to the financial statements, the Township prepares its financial statements on a basis of accounting prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, that demonstrates compliance with a modified accrual basis, with certain exceptions, and the budget laws of the State of New Jersey, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. Our opinion was also qualified because the Division of Local Government Services does not require the Length of Service Award Program to be audited, only reviewed. Except as discussed in the preceding sentence, we conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States, and the audit requirements prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey.

Internal Control Over Financial Reporting

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

A 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 combination of deficiencies in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis.

Our consideration of the internal control over financial reporting 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 financial reporting that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses as defined above.

Compliance and Other Matters

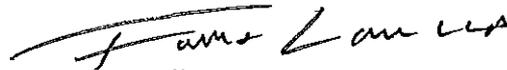
As part of obtaining reasonable assurance about whether the Township's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect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

We noted certain matters that we have reported to management of the Township in the Comments and Recommendations section of this report.

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



Thomas P. Fallon
Certified Public Accountant
Registered Municipal Accountant #465



Fallon & Larsen LLP

June 22, 2010

TOWNSHIP OF JACKSON
COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
COMPARATIVE BALANCE SHEET - REGULATORY BASIS

As of December 31,

ASSETS	Ref.	2009	2008
Cash and Cash Equivalents - Treasurer	A-4	\$ 8,087,642.81	\$ 11,801,338.49
Cash - Change Funds	A	675.00	675.00
Due from State of New Jersey (C.20, P.L. 1971)	A-5	13,163.36	11,678.43
		<u>8,101,481.17</u>	<u>11,813,691.92</u>
Receivables with Full Reserves:			
Delinquent Property Taxes Receivable	A-6	1,884,658.61	1,753,859.36
Tax Title Liens Receivable	A-7	1,283,850.20	1,052,482.84
Property Acquired for Taxes at Assessed Valuation	A-8	6,816,200.00	6,835,100.00
Water Consumer Accounts Receivable	A-9		18,814.72
Revenue Accounts Receivable	A-10	31,680.29	38,493.96
Interfunds Receivable	A-25	8,215.43	37,504.51
		<u>10,024,604.53</u>	<u>9,736,255.39</u>
Deferred Charges:			
Emergency Authorizations	A-3		125,000.00
Special Emergency Authorizations (N.J.S. 40A:4-55)	A-26	450,000.00	800,000.00
		<u>450,000.00</u>	<u>925,000.00</u>
		<u>18,576,085.70</u>	<u>22,474,947.31</u>
Federal and State Grant Fund:			
Grants Receivable	A-28	65,211.37	142,571.84
Due from Current Fund	A-27	287,303.54	253,354.00
		<u>352,514.91</u>	<u>395,925.84</u>
Total Assets		<u>\$ 18,928,600.61</u>	<u>\$ 22,870,873.15</u>

The accompanying notes are an integral part of this statement.

TOWNSHIP OF JACKSON
COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
COMPARATIVE BALANCE SHEET - REGULATORY BASIS

As of December 31,

LIABILITIES, RESERVES AND FUND BALANCE	<u>Ref.</u>	<u>2009</u>	<u>2008</u>
Appropriation Reserves	A-3/A-11	\$ 1,200,709.20	\$ 2,094,495.31
Reserve for Encumbrances	A-13	1,181,983.37	951,388.91
Accounts Payable	A-12	221,223.02	217,525.05
Special Emergency Note Payable	A-4	300,000.00	600,000.00
Prepaid Taxes	A-14	478,587.60	410,096.52
Tax Overpayments	A-15	191,208.77	77,656.84
County Taxes Payable	A-16	76,042.05	142,535.03
Due to State of New Jersey:			
Construction Fees	A-19	11,395.00	7,337.00
Marriage License Fees	A-20	1,335.00	1,350.00
Reserve for Revaluation Program	A-21	105,743.40	515,029.80
Reserve for Homeland Security	A-2		140,000.00
Reserve for Revision of Tax Map	A-4		1,373.50
Reserve for Master Plan	A-4	59,854.37	182,563.75
Reserve for Garden State Trust Fund	A-2/A-4	84,434.95	2,931.76
Reserve for Consolidated Municipal Property Tax	A-2		18,807.00
Reserve for Sale of Municipal Assets	A-2		834,321.76
Reserve for State Board of Taxation Appeals	A-23	300,000.00	150,000.00
Reserve for Payment of Debt	A-2		18,916.28
Reserve for Library Damage	A-24	53,626.83	
Reserve for Skate Park	A-4	7,547.25	
Interfund Payable	A-25	287,303.54	253,354.00
		<u>4,560,994.35</u>	<u>6,619,682.51</u>
Reserve for Receivables and Other Assets	A	10,024,604.53	9,736,255.39
Fund Balance	A-1	<u>3,990,486.82</u>	<u>6,119,009.41</u>
		<u>18,576,085.70</u>	<u>22,474,947.31</u>
Federal and State Grant Fund:			
Reserve for Encumbrances	A-31	52,549.24	101,656.16
Appropriated Reserves	A-29	213,202.53	238,394.29
Unappropriated Reserves	A-30	86,763.14	55,875.39
		<u>352,514.91</u>	<u>395,925.84</u>
Total Liabilities, Reserves and Fund Balance		<u>\$ 18,928,600.61</u>	<u>\$ 22,870,873.15</u>

The accompanying notes are an integral part of this statement.

TOWNSHIP OF JACKSON
COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
COMPARATIVE STATEMENT OF OPERATIONS AND CHANGE IN FUND BALANCE
REGULATORY BASIS

For the Years Ended December 31,

	<u>Ref.</u>	<u>2009</u>	<u>2008</u>
Revenue and Other Income Realized:			
Fund Balance Utilized	A-2	\$ 4,850,000.00	\$ 5,900,000.00
Miscellaneous Revenue Anticipated	A-2	9,298,100.76	10,234,110.93
Receipts from Delinquent Taxes	A-2	1,619,989.10	1,540,619.39
Receipts from Current Taxes	A-2	122,457,384.73	120,024,869.46
Non-Budget Revenues	A-2	740,899.79	484,919.73
Other Credits to Income:			
Unexpended Balance of Appropriation Reserves	A-11	1,719,630.68	1,506,934.27
Canceled Accounts Payable	A-12	125,751.73	155,350.10
Prior Year Interfunds Liquidated	A-25	29,289.08	
Canceled Encumbrances			9,962.97
Canceled Trust Fund Balances			158,776.32
Animal Control Trust Fund - Statutory Excess	A-25	4,128.71	16,892.98
Federal and State Grants Canceled (net)			15,823.52
		<hr/>	<hr/>
Total Revenue		140,845,174.58	140,048,259.67
Expenditures:			
Budget Appropriations Within Caps:			
Operations:			
Salaries and Wages	A-3	17,332,430.00	17,356,766.00
Other Expenses	A-3	11,512,917.66	12,238,192.88
Deferred Charges and Statutory Expenditures	A-3	3,684,835.00	1,376,301.11
Budget Appropriations Excluded from Caps:			
Operations:			
Salaries and Wages	A-3	155,131.00	144,032.00
Other Expenses	A-3	355,863.99	2,981,406.89
Capital Improvements			200,000.00
Municipal Debt Service	A-3	4,322,824.78	3,722,343.14
Deferred Charges	A-3	475,000.00	350,000.00
		<hr/>	<hr/>
		37,839,002.43	38,369,042.02

The accompanying notes are an integral part of this statement.

TOWNSHIP OF JACKSON
COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
COMPARATIVE STATEMENT OF OPERATIONS AND CHANGE IN FUND BALANCE
REGULATORY BASIS

For the Years Ended December 31,

	Ref.	2009	2008
Expenditures: (continued)			
Local District School Taxes	A-17	\$ 69,925,928.00	\$ 68,888,053.50
Fire District Taxes	A-18	4,935,206.00	4,789,188.00
County Taxes	A-16	23,278,358.22	22,986,224.29
Amount Due County for Added and Omitted Taxes	A-16	76,042.06	142,535.04
Municipal Open Space Taxes	A-22	2,035,519.49	900,406.46
Prior Year Senior Citizens' Deductions Disallowed	A-5	7,653.42	6,858.21
Interfunds Advanced			22,630.52
Canceled Grants Receivable			
Prior Years State Tax Appeals			59,546.10
Refund of Prior Year Revenue	A-4	<u>25,987.55</u>	<u>36.37</u>
Total Expenditures		<u>138,123,697.17</u>	<u>136,164,520.51</u>
Excess in Revenue		2,721,477.41	3,883,739.16
Adjustment to Income Before Fund Balance:			
Expenditures Included Above Which are by Statute			
Deferred Charges to Budgets of Succeeding Years			<u>125,000.00</u>
Statutory Excess to Fund Balance		2,721,477.41	4,008,739.16
Fund Balance January 1	A	<u>6,119,009.41</u>	<u>8,010,270.25</u>
		8,840,486.82	12,019,009.41
Decreased by:			
Utilized as Anticipated Revenue	A-1/A-2	<u>4,850,000.00</u>	<u>5,900,000.00</u>
Fund Balance December 31	A	<u>\$ 3,990,486.82</u>	<u>\$ 6,119,009.41</u>

The accompanying notes are an integral part of this statement.

TOWNSHIP OF JACKSON
COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
STATEMENT OF REVENUES - REGULATORY BASIS

For the Year Ended December 31, 2009

	Ref.	Budget	Anticipated Special N.J.S.A. 40A:4-87	Realized	Excess or (Deficit)
Fund Balance Anticipated	A-1	\$ 4,850,000.00		\$ 4,850,000.00	
Miscellaneous Revenues:					
Licenses:					
Alcoholic Beverages	A-10	35,000.00		37,050.00	\$ 2,050.00
Other	A-10	30,000.00		23,603.00	(6,397.00)
Fees and Permits	A-2	190,000.00		145,053.85	(44,946.15)
Fines and Costs:					
Municipal Court	A-10	535,000.00		506,247.76	(28,752.24)
Interest and Costs on Taxes	A-10	325,000.00		355,558.63	30,558.63
Interest on Investments and Deposits	A-10	820,000.00		367,967.09	(452,032.91)
Tax Search Fees	A-10	100.00		80.00	(20.00)
Housing and Commercial CCO's	A-10	90,000.00		107,715.00	17,715.00
Consolidated Municipal Property Tax Relief Act	A-10	847,090.00		847,090.00	
Energy Receipts Tax (P.L. 1998, Ch. 162 & 167)	A-10	3,366,800.00		3,366,800.00	
Pinelands Property Tax Stabilization Aid	A-10	9,872.00		9,872.00	
Garden State Trust Fund		86,737.00			(86,737.00)
Reserve for Consolidated Municipal Property Tax Relief Act - CY 2008	A	18,807.00		18,807.00	
Reserve for Garden State Trust Fund - CY 2008	A	2,931.76		2,931.76	
Uniform Construction Code Fees	A-2	950,000.00		1,086,620.75	136,620.75
Drunk Driving Enforcement Fund	A-25/A-28		\$ 24,956.67	24,956.67	
Municipal Court Alcohol Educ. and Rehabilitation Fund	A-25/A-28	2,302.46		2,302.46	
Over the Limit Under Arrest	A-25/A-28		6,000.00	6,000.00	
Over the Limit Under Arrest Year End Crackdown	A-25/A-28		5,000.00	5,000.00	
Clean Communities Program	A-25/A-28	79,197.27		79,197.27	
Recycling Tonnage Grant	A-25/A-28	35,530.07		35,530.07	
Municipal Alliance on Alcoholism and Drug Abuse	A-25/A-28	26,539.00		26,539.00	
Safe and Secure Communities Program	A-25/A-28	26,250.00		26,250.00	
COPS in Shops - Fall Initiative	A-25/A-28		2,400.00	2,400.00	

The accompanying notes are an integral part of this statement.

TOWNSHIP OF JACKSON
COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
STATEMENT OF REVENUES - REGULATORY BASIS

For the Year Ended December 31, 2009

	Ref.	Budget	Anticipated Special N.J.S.A. 40A:4-87	Realized	Excess or (Deficit)
Body Armor Replacement Grant	A-25/A-28	\$ 8,612.77		\$ 8,612.77	
Handicapped Recreation Opportunities Grant	A-25/A-28	15,000.00		15,000.00	
State Forestry Services / Community Forestry Mgt. Plan	A-25/A-28	1,640.00		1,640.00	
OC Office of Senior Services - Information Assistance	A-25/A-28	14,917.00		14,917.00	
Reserve for Debt Service - General Capital Fund	A-10	546,229.43		546,229.43	
Reserve for Industrial Commission - Trust Other Fund	A-10	210,008.21		210,008.21	
Cablevision Franchise Fee	A-10	174,883.00		174,883.00	
Reserve for Sale of Municipal Assets	A	834,321.76		834,321.76	
Reserve - Homeland Security	A	140,000.00		140,000.00	
Reserve for Payment of Debt - Current Fund	A	18,916.28		18,916.28	
Capital Fund Balance	A-10	<u>250,000.00</u>		<u>250,000.00</u>	
Total Miscellaneous Revenues	A-1	<u>9,691,685.01</u>	\$ <u>38,356.67</u>	<u>9,298,100.76</u>	\$ <u>(431,940.92)</u>
Receipts from Delinquent Taxes	A-1/A-2	<u>1,580,000.00</u>		<u>1,619,989.10</u>	<u>39,989.10</u>
		<u>16,121,685.01</u>	<u>38,356.67</u>	<u>15,768,089.86</u>	<u>(391,951.82)</u>
Amount to be Raised by Taxes for Support of Municipal Budget	A-2	<u>24,453,967.42</u>		<u>24,881,330.96</u>	<u>427,363.54</u>
		<u>40,575,652.43</u>	<u>38,356.67</u>	<u>40,649,420.82</u>	<u>35,411.72</u>
Non-Budget Revenues	A-2			<u>740,899.79</u>	<u>740,899.79</u>
Total		\$ <u>40,575,652.43</u>	\$ <u>38,356.67</u>	\$ <u>41,390,320.61</u>	\$ <u>776,311.51</u>
	Ref.	A-3	A-3		

The accompanying notes are an integral part of this statement.

TOWNSHIP OF JACKSON
COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
STATEMENT OF REVENUES - REGULATORY BASIS

For the Year Ended December 31, 2009

Analysis of Realized Revenues

Allocation of Current Tax Collections:

Revenue from Collections	A-6	\$ 122,661,461.09
Less: Reserve for State Board of Taxation Appeals	A-23	<u>204,076.36</u>
Net Revenue from Collections	A-1	122,457,384.73
Allocated to School, County, Fire Districts, and Municipal Open Space Taxes	A-6	<u>100,251,053.77</u>
Balance for Support of Municipal Budget Appropriations		22,206,330.96
Add: Reserve for Uncollected Taxes	A-3	<u>2,675,000.00</u>
Amount for Support of Municipal Budget Appropriations	A-2	<u>\$ 24,881,330.96</u>

Receipts from Delinquent Taxes:

Delinquent Tax Collections	A-6	\$ 1,606,461.34
Tax Title Lien Collections	A-7	<u>13,527.76</u>
	A-2	<u>\$ 1,619,989.10</u>

Miscellaneous Revenue:

Construction Code Official:

Plumbing Fees and Permits	A-10	\$ 187,806.00
Electrical Fees and Permits	A-10	212,248.00
Building Inspector Fees and Permits	A-10	559,404.75
Fire Inspection Fees and Permits	A-10	116,350.00
Elevator Inspection Fees	A-10	<u>10,812.00</u>
	A-2	<u>\$ 1,086,620.75</u>

Other Fees and Permits:

Public Works	A-10	\$ 17,435.00
Forester	A-10	2,805.00
Police Department	A-10	21,959.25
Zoning Board	A-10	35,630.00
Planning Board	A-10	52,469.60
Vital Statistics	A-10	<u>14,755.00</u>
	A-2	<u>\$ 145,053.85</u>

The accompanying notes are an integral part of this statement.

TOWNSHIP OF JACKSON
 COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
 STATEMENT OF REVENUES - REGULATORY BASIS

For the Year Ended December 31, 2009

Ref.

Analysis of Non-Budget Revenues:

Tower Rental	\$	32,184.84
Towing		2,000.00
Gas and Fuel Reimbursements		57,369.50
Insurance Reimbursements		8,920.71
JIF Dividends		44,139.42
Municipal Clerk - Miscellaneous		5,667.43
Water Utility Rents		18,827.85
Library Water		2,500.00
Tax Collector Fees		19,478.59
MUA - Legler System		407,104.42
Outside Employment Surcharge		77,389.30
Administrative Fee - Senior Citizens and Veterans		10,897.23
State of NJ Gypsy Moth Reimbursement		2,966.28
Miscellaneous		23,319.22
Police Alarm Fines		10,625.00
Planning and Zoning Surcharge		11,522.50
Motor Vehicle Inspection Fines		<u>5,987.50</u>

A-2/A-1/A-4 \$ 740,899.79

The accompanying notes are an integral part of this statement.

TOWNSHIP OF JACKSON
 COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
 STATEMENT OF EXPENDITURES - REGULATORY BASIS

For the Year Ended December 31, 2009

	Appropriated		Expended		Unexpended Balance Canceled
	Budget	Budget After Modification	Paid or Charged	Reserved	
<u>Operations Within CAPS</u>					
<u>General Government Functions:</u>					
Administrative and Executive					
Salaries and Wages	\$ 220,284.00	\$ 234,698.13	\$ 219,862.45	\$ 14,835.68	
Other Expenses	85,150.00	100,150.00	94,214.40	5,935.60	
Governing Body - Township Council					
Salaries and Wages	48,180.00	48,180.00	47,539.88	640.12	
Other Expenses	5,650.00	5,650.00	3,763.95	1,886.05	
Governing Body - Mayor					
Salaries and Wages	29,500.00	29,500.00	29,499.96	0.04	
Other Expenses	8,250.00	8,250.00	7,807.27	442.73	
Human Services					
Salaries and Wages	128,421.00	129,769.88	126,711.68	3,058.20	
Other Expenses	9,700.00	9,700.00	9,304.23	395.77	
Municipal Clerk					
Salaries and Wages	269,769.00	276,773.93	269,948.82	6,825.11	
Other Expenses	53,300.00	52,900.00	35,457.55	17,442.45	
Election					
Salaries and Wages	4,800.00	4,800.00	3,002.57	1,797.43	
Other Expenses	21,000.00	21,000.00	4,826.37	16,173.63	
Financial Administration					
Salaries and Wages	300,296.00	338,768.90	338,005.92	762.98	
Other Expenses	47,850.00	47,850.00	37,024.91	10,825.09	
Audit Services					
Other Expenses	40,000.00	40,000.00	40,000.00		
Information Technology/Computerized Data Processing					
Salaries and Wages	84,485.00	79,088.62	59,447.02	19,641.60	
Other Expenses	23,800.00	23,800.00	13,595.01	10,204.99	
Collection of Taxes					
Salaries and Wages	266,139.00	275,685.99	273,732.59	1,953.40	
Other Expenses	36,000.00	36,000.00	33,027.81	2,972.19	

The accompanying notes are an integral part of this statement.

TOWNSHIP OF JACKSON
COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
STATEMENT OF EXPENDITURES - REGULATORY BASIS

For the Year Ended December 31, 2009

	Appropriated		Expended		Unexpended Balance Canceled
	Budget	Budget After Modification	Paid or Charged	Reserved	
Assessment of Taxes					
Salaries and Wages	\$ 293,016.00	\$ 293,872.15	\$ 291,872.71	\$ 1,999.44	
Other Expenses	17,405.00	17,405.00	14,809.51	2,595.49	
Purchasing					
Salaries and Wages	100,042.00	103,458.70	102,514.75	943.95	
Other Expenses	6,005.00	6,005.00	5,636.32	368.68	
Legal Services and Costs					
Other Expenses	390,000.00	418,000.00	398,818.36	19,181.64	
Engineering Services and Costs					
Salaries and Wages	159,171.00	166,859.06	166,322.07	536.99	
Other Expenses	159,650.00	159,650.00	157,806.57	1,843.43	
Historical Commission					
Other Expenses	250.00	250.00		250.00	
Community Alliance - Alcoholism & Drugs					
Salaries and Wages	1,140.00	1,140.00		1,140.00	
Other Expenses	250.00	250.00		250.00	
Mayor's Community Advisory Board					
Salaries and Wages	1,200.00	1,200.00	853.94	346.06	
Other Expenses	50.00	50.00		50.00	
Economic Development Advisory Board					
Other Expenses	25,000.00	5,000.00		5,000.00	
<u>Land Use Administration:</u>					
<u>Planning/Zoning Board</u>					
Salaries and Wages	218,382.00	221,534.00	221,297.80	236.20	
Other Expenses	71,300.00	83,300.00	79,514.96	3,785.04	
Maintenance of Tax Maps					
Other Expenses	6,100.00	11,100.00	5,473.01	5,626.99	
<u>Code Enforcement - Other:</u>					
<u>Rent Leveling Board</u>					
Salaries and Wages	3,035.00	3,035.00	1,540.74	1,494.26	
Other Expenses	33,150.00	33,150.00	31,981.62	1,168.38	

The accompanying notes are an integral part of this statement.

TOWNSHIP OF JACKSON
COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
STATEMENT OF EXPENDITURES - REGULATORY BASIS

For the Year Ended December 31, 2009

	Appropriated		Expended		Unexpended
	Budget	Budget After Modification	Paid or Charged	Reserved	Balance Canceled
Code Enforcement - Other					
Salaries and Wages	\$ 169,897.00	\$ 191,957.85	\$ 187,362.99	\$ 4,594.86	
Other Expenses	5,350.00	5,850.00	5,794.80	55.20	
Unsafe Structures Committee					
Salaries and Wages	1,440.00	1,440.00	360.00	1,080.00	
Other Expenses	5,150.00	5,150.00		5,150.00	
Housing and Inspection Code					
Salaries and Wages	74,218.00	75,723.70	71,308.34	4,415.36	
Other Expenses	3,700.00	3,700.00	3,658.30	41.70	
Commercial Building Standards					
Salaries and Wages	3,000.00	3,000.00	3,000.00		
Other Expenses	600.00	600.00	183.42	416.58	
<u>Insurance:</u>					
General Liability	540,000.00	540,000.00	441,851.06	58,148.94	\$ 40,000.00
Workers Compensation	627,929.66	627,929.66	626,543.88	1,385.78	
Employee Group Health	3,395,112.00	3,395,112.00	3,255,734.89	79,377.11	60,000.00
Unemployment Trust Fund	50,000.00	50,000.00	50,000.00		
<u>Public Safety Functions:</u>					
Police Department					
Salaries and Wages	9,752,460.00	9,735,703.05	9,655,465.38	80,237.67	
Other Expenses	535,862.00	535,862.00	514,907.46	20,954.54	
Police Dispatch / 911					
Salaries and Wages	426,783.00	428,678.63	409,441.88	19,236.75	
Emergency Management					
Salaries and Wages	7,346.00	7,346.00	7,015.94	330.06	
Other Expenses	32,550.00	32,550.00	31,612.31	937.69	
Aid to Volunteer Ambulance					
Other Expenses	20,000.00	20,000.00	20,000.00		
Emergency Medical Services					
Other Expenses	5,000.00	5,000.00		5,000.00	

The accompanying notes are an integral part of this statement.

TOWNSHIP OF JACKSON
 COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
 STATEMENT OF EXPENDITURES - REGULATORY BASIS

For the Year Ended December 31, 2009

	Appropriated		Expended		Unexpended Balance Canceled
	Budget	Budget After Modification	Paid or Charged	Reserved	
Municipal Prosecutor					
Other Expenses	\$ 44,000.00	\$ 44,000.00	\$ 36,666.74	\$ 7,333.26	
Juvenile Conference Committee					
Salaries and Wages	1,250.00	1,300.00	1,143.29	156.71	
Other Expenses	25.00	25.00		25.00	
<u>Public Works Functions:</u>					
Streets and Roads Maintenance					
Salaries and Wages	1,619,918.00	1,634,195.51	1,594,092.49	40,103.02	
Other Expenses	216,100.00	216,100.00	197,997.70	18,102.30	
Snow Removal					
Other Expenses	131,500.00	191,500.00	191,100.11	399.89	
Shade Tree Commission					
Salaries and Wages	1,200.00	1,200.00	898.29	301.71	
Other Expenses	32,850.00	32,850.00	13,058.38	19,791.62	
Solid Waste Collection					
Salaries and Wages	204,599.00	204,599.00	204,211.34	387.66	
Other Expenses	965,504.00	982,504.00	973,536.50	8,967.50	
Buildings and Grounds					
Salaries and Wages	773,178.00	774,927.12	766,850.44	8,076.68	
Other Expenses	243,750.00	243,750.00	222,157.54	21,592.46	
Vehicle Maintenance					
Salaries and Wages	312,438.00	320,463.15	291,779.59	28,683.56	
Other Expenses	283,025.00	283,025.00	228,586.05	54,438.95	
Community Services Act					
Other Expenses	350,000.00	350,000.00	350,000.00		

The accompanying notes are an integral part of this statement.

TOWNSHIP OF JACKSON
 COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
 STATEMENT OF EXPENDITURES - REGULATORY BASIS

For the Year Ended December 31, 2009

	Appropriated		Expended		Unexpended Balance Canceled
	Budget	Budget After Modification	Paid or Charged	Reserved	
<u>Health and Human Services Functions:</u>					
Public Health Services					
Salaries and Wages	\$ 13,100.00	\$ 13,100.00	\$ 11,921.66	\$ 1,178.34	
Other Expenses	700.00	1,100.00	875.40	224.60	
Environmental Health Services - Env. Commission					
Salaries and Wages	1,280.00	1,305.00	1,065.74	239.26	
Other Expenses	950.00	950.00	149.84	800.16	
Animal Control Services					
Salaries and Wages	131,096.00	137,749.40	131,462.88	6,286.52	
Other Expenses	71,325.00	71,325.00	56,223.75	15,101.25	
Social Service Agencies / Health Care Aid					
Other Expenses	12,500.00	12,500.00	12,500.00		
Going Green Committee					
Other Expenses	2,000.00	2,000.00	99.88	1,900.12	
<u>Parks and Recreation Functions:</u>					
Recreation Services and Programs					
Salaries and Wages	221,501.00	196,266.81	181,314.47	14,952.34	
Other Expenses	53,625.00	53,625.00	47,511.53	6,113.47	
Office for the Golden Age					
Salaries and Wages	303,455.00	310,246.84	294,038.33	16,208.51	
Other Expenses	46,100.00	46,100.00	45,703.71	396.29	
Handicapped Committee					
Salaries and Wages	37,517.00	37,517.00	13,967.22	23,549.78	
Other Expenses	11,000.00	11,000.00	1,330.56	9,669.44	
Park Maintenance					
Other Expenses	20,500.00	10,500.00	7,623.68	2,876.32	

The accompanying notes are an integral part of this statement.

TOWNSHIP OF JACKSON
COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
STATEMENT OF EXPENDITURES - REGULATORY BASIS

For the Year Ended December 31, 2009

	Appropriated		Expended		Unexpended Balance Canceled
	Budget	Budget After Modification	Paid or Charged	Reserved	
<u>Municipal Court Functions:</u>					
Municipal Court					
Salaries and Wages	\$ 362,986.00	\$ 347,282.09	\$ 332,888.98	\$ 14,393.11	
Other Expenses	22,150.00	22,150.00	15,116.06	7,033.94	
Public Defender					
Other Expenses	10,000.00	10,000.00		10,000.00	
<u>Other Common Operating Functions:</u>					
Salary and Wage Adjustment					
Salaries and Wages	118,500.00				
Postage and Photocopy					
Other Expenses	64,000.00	64,000.00	59,962.16	4,037.84	
Purchase of Office Equipment					
Other Expenses	3,500.00	3,500.00	2,574.45	925.55	
Accumulated Leave Compensation - Sick Trust					
Other Expenses	75,000.00	75,000.00	75,000.00		
Celebration of Public Events					
Other Expenses	18,000.00	18,000.00	15,200.00	2,800.00	
<u>Utilities and Bulk Purchases:</u>					
Electricity					
Other Expenses	625,000.00	625,000.00	617,398.91	7,601.09	
Street Lighting					
Other Expenses	335,000.00	335,000.00	330,843.83	4,156.17	
Telecommunication Costs					
Other Expenses	98,000.00	98,000.00	72,985.12	25,014.88	
Legler Water System					
Other Expenses	6,500.00	6,500.00		6,500.00	
Natural Gas					
Other Expenses	120,000.00	120,000.00	113,880.05	6,119.95	
Heating Oil					
Other Expenses	2,500.00	2,500.00		2,500.00	

The accompanying notes are an integral part of this statement.

TOWNSHIP OF JACKSON
COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
STATEMENT OF EXPENDITURES - REGULATORY BASIS

For the Year Ended December 31, 2009

	Appropriated		Expended		Unexpended Balance Canceled
	Budget	Budget After Modification	Paid or Charged	Reserved	
Sewerage Processing and Disposal					
Other Expenses	\$ 7,500.00	\$ 9,000.00	\$ 6,354.67	\$ 2,645.33	
Fuel and Petroleum Products					
Other Expenses	600,000.00	521,000.00	446,178.42	74,821.58	
Water					
Other Expenses	2,500.00	2,500.00	1,046.36	1,453.64	
<u>Landfill / Solid Waste:</u>					
Landfill / Solid Waste Disposal Costs					
Other Expenses	505,000.00	486,500.00	355,341.89	131,158.11	
Legier Landfill - Postclosure Monitoring					
Other Expenses	55,000.00	63,000.00	62,989.94	10.06	
<u>Uniform Construction Code - Appropriations Offset</u>					
<u>by Dedicated Revenues (N.J.A.C. 5:23-4.17):</u>					
Construction Code Department					
Salaries and Wages	686,908.00	700,064.49	694,960.10	5,104.39	
Other Expenses	297,200.00	297,200.00	245,343.76	51,856.24	
Total Operations Within CAPS	<u>28,945,347.66</u>	<u>28,945,347.66</u>	<u>27,735,387.21</u>	<u>1,109,960.45</u>	<u>100,000.00</u>
Detail:					
Salaries and Wages	17,351,930.00	17,332,430.00	17,006,702.25	325,727.75	
Other Expenses	<u>11,593,417.66</u>	<u>11,612,917.66</u>	<u>10,728,684.96</u>	<u>784,232.70</u>	<u>100,000.00</u>

The accompanying notes are an integral part of this statement.

TOWNSHIP OF JACKSON
COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
STATEMENT OF EXPENDITURES - REGULATORY BASIS

For the Year Ended December 31, 2009

	<u>Appropriated</u>		<u>Expended</u>		<u>Unexpended Balance Canceled</u>
	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Reserved</u>	
<u>Deferred Charges and Statutory Expenditures Within CAPS</u>					
Deferred Charges					
LOSAP - Prior Year 2005-2007	\$ 29,584.00	\$ 29,584.00	\$ 29,584.00		
Statutory Expenditures:					
Public Employees' Retirement System	604,218.00	604,218.00	603,737.50	\$ 480.50	
Social Security System (O.A.S.I.)	1,360,000.00	1,360,000.00	1,312,007.04	47,992.96	
Police and Firemen's Retirement System of NJ	1,686,033.00	1,686,033.00	1,686,033.00		
Defined Contribution Retirement Program	5,000.00	5,000.00	1,595.91	3,404.09	
Deferred Charges and Statutory Expenditures Within CAPS	<u>3,684,835.00</u>	<u>3,684,835.00</u>	<u>3,632,957.45</u>	<u>51,877.55</u>	
Total Appropriations Within CAPS	<u>32,630,182.66</u>	<u>32,630,182.66</u>	<u>31,368,344.66</u>	<u>1,161,838.00</u>	\$ <u>100,000.00</u>
<u>Operations Excluded from CAPS</u>					
Service Contracts					
Sewer and Water Purposes - MUA	7,000.00	7,000.00	3,177.40	3,822.60	
Implementation of 911 Emergency					
Salaries and Wages	142,261.00	142,261.00	142,261.00		
Relocation Assistance					
Other Expenses	10,000.00	10,000.00		10,000.00	
LOSAP	26,000.00	26,000.00	26,000.00		
Recycling Tonnage Tax	12,000.00	12,000.00	12,000.00		
Gypsy Moth and Mosquito					
Other Expenses	18,850.00	18,850.00	13,801.40	5,048.60	

The accompanying notes are an integral part of this statement.

TOWNSHIP OF JACKSON
 COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
 STATEMENT OF EXPENDITURES - REGULATORY BASIS

For the Year Ended December 31, 2009

	<u>Appropriated</u>		<u>Expended</u>		<u>Unexpended Balance Canceled</u>
	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Reserved</u>	
Supplemental Fire Services Programs					
Fire District Tax Obligations	\$ 16,904.00	\$ 16,904.00	\$ 16,904.00		
Public and Private Programs Offset by Revenues:					
Clean Communities Grant	79,197.27	79,197.27	79,197.27		
DCA - Recreation for Individuals with Disabilities					
Grant Share	15,000.00	15,000.00	15,000.00		
Local Share	3,000.00	3,000.00	3,000.00		
OC Office of Senior Services - Information Assistance					
Salaries and Wages	12,870.00	12,870.00	12,870.00		
Other Expenses	2,047.00	2,047.00	2,047.00		
State of N.J. Law and Public Safety					
Over the Limit Under Arrest		6,000.00	6,000.00		
State of N.J. Law and Public Safety					
Over the Limit Under Arrest Year End Crackdown		5,000.00	5,000.00		
Safe and Secure Communities Program	26,250.00	26,250.00	26,250.00		
Municipal Alliance on Alcohol & Drug Abuse					
County Grant	26,539.00	26,539.00	26,539.00		
Local Matching Funds	6,634.75	6,634.75	6,634.75		

The accompanying notes are an integral part of this statement.

TOWNSHIP OF JACKSON
 COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
STATEMENT OF EXPENDITURES - REGULATORY BASIS

For the Year Ended December 31, 2009

	Appropriated		Expended		Unexpended Balance Canceled
	Budget	Budget After Modification	Paid or Charged	Reserved	
State Forestry Services/Community Forestry Mgt. Plan	\$ 1,640.00	\$ 1,640.00	\$ 1,640.00		
Alcohol Education and Rehabilitation Program	2,302.46	2,302.46	2,302.46		
Drunk Driving Enforcement Fund		24,956.67	24,956.67		
State of New Jersey Body Armor Grant	8,612.77	8,612.77	8,612.77		
Matching Funds for Grants	20,000.00	20,000.00		\$ 20,000.00	
COPS in Shops Fall Initiative		2,400.00	2,400.00		
Recycling Tonnage Grant	35,530.07	35,530.07	35,530.07		
Total Public and Private Programs Offset by Revenues	<u>239,623.32</u>	<u>277,979.99</u>	<u>257,979.99</u>		
Total Operations - Excluded From "CAPS"	472,638.32	510,994.99	472,123.79	\$ 38,871.20	
Detail:					
Salaries and Wages	155,131.00	155,131.00	155,131.00		
Other Expenses	<u>317,507.32</u>	<u>355,863.99</u>	<u>316,992.79</u>	<u>38,871.20</u>	

The accompanying notes are an integral part of this statement.

TOWNSHIP OF JACKSON
COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
STATEMENT OF EXPENDITURES - REGULATORY BASIS

For the Year Ended December 31, 2009

	Appropriated Budget	Budget After Modification	Paid or Charged	Expended Reserved	Unexpended Balance Canceled
<u>Municipal Debt Service Excluded from CAPS</u>					
Payment of Bond Principal	\$ 2,755,000.00	\$ 2,755,000.00	\$ 2,755,000.00		
Interest on Bonds	968,632.02	968,632.02	968,632.02		
Interest on Notes	23,940.00	23,940.00	23,933.33		\$ 6.67
Loan Repayment for Principal and Interest-CapMark	<u>575,259.43</u>	<u>575,259.43</u>	<u>575,259.43</u>		
Total Municipal Debt Service Excluded from CAPS	<u>4,322,831.45</u>	<u>4,322,831.45</u>	<u>4,322,824.78</u>		<u>6.67</u>
<u>Deferred Charges Excluded from CAPS</u>					
Emergency Authorizations	125,000.00	125,000.00	125,000.00		
Special Emergency Authorizations - 5 Years	<u>350,000.00</u>	<u>350,000.00</u>	<u>350,000.00</u>		
Total Deferred Charges Excluded from CAPS	<u>475,000.00</u>	<u>475,000.00</u>	<u>475,000.00</u>		
Total General Appropriations Excluded from CAPS	<u>5,270,469.77</u>	<u>5,308,826.44</u>	<u>5,269,948.57</u>	\$ 38,871.20	<u>6.67</u>
Subtotal General Appropriations	37,900,652.43	37,939,009.10	36,638,293.23	1,200,709.20	100,006.67
Reserve for Uncollected Taxes	<u>2,675,000.00</u>	<u>2,675,000.00</u>	<u>2,675,000.00</u>		
Total General Appropriations	<u>\$ 40,575,652.43</u>	<u>\$ 40,614,009.10</u>	<u>\$ 39,313,293.23</u>	<u>\$ 1,200,709.20</u>	<u>\$ 100,006.67</u>
Ref.	A-2	A-3	A-3	A	

The accompanying notes are an integral part of this statement.

TOWNSHIP OF JACKSON
 COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
 STATEMENT OF EXPENDITURES - REGULATORY BASIS

For the Year Ended December 31, 2009

	<u>Ref.</u>	<u>Budget After Modification</u>
Budget	A-2	\$ 40,575,652.43
Added by N.J.S. 40A:4-87	A-2	<u>38,356.67</u>
	A-3	<u>\$ 40,614,009.10</u>
		<u>Paid or Charged</u>
Disbursements	A-4	\$ 34,723,329.87
Reserve for Encumbrances	A-13	1,181,983.37
Appropriated Reserves for		
Federal and State Grants	A-25	257,979.99
Deferred Charges - Special Emergency	A-26	350,000.00
Deferred Charge - Emergency	A	125,000.00
Reserve for Uncollected Taxes	A-2	<u>2,675,000.00</u>
	A-3	<u>\$ 39,313,293.23</u>

The accompanying notes are an integral part of this statement.

TOWNSHIP OF JACKSON
COUNTY OF OCEAN, NEW JERSEY

TRUST FUND
 COMPARATIVE BALANCE SHEET - REGULATORY BASIS

As of December 31,

ASSETS	Ref.	2009	2008
Animal Control Trust Fund:			
Cash	B-1	\$ <u>70,223.51</u>	\$ <u>60,007.98</u>
		<u>70,223.51</u>	<u>60,007.98</u>
Open Space Trust Fund:			
Cash	B-1	<u>1,090,976.46</u>	<u> </u>
		<u>1,090,976.46</u>	<u> </u>
Trust Other Fund:			
Cash	B-1	11,843,472.07	12,847,215.08
Due from County of Ocean -			
Community Development Block Grant	B-3	195,779.87	230,779.87
Accounts Receivable - Off Duty Police	B-5	<u> </u>	<u>1,980.00</u>
		<u>12,039,251.94</u>	<u>13,079,974.95</u>
Length of Service Awards Program (LOSAP) - (UNAUDITED)			
Funds Held by Trustee	B-11	<u>50,195.80</u>	<u> </u>
		<u>\$ 13,250,647.71</u>	<u>\$ 13,139,982.93</u>
LIABILITIES AND RESERVES			
Animal Control Trust Fund:			
Due to State of New Jersey	B-2	\$ 9.00	\$ 23.40
Reserve for Animal Control Trust Fund Expenditures	B-6	66,085.80	43,091.60
Interfund - Current Fund	B-7	<u>4,128.71</u>	<u>16,892.98</u>
		<u>70,223.51</u>	<u>60,007.98</u>
Open Space Trust Fund:			
Reserve for Open Space	B-10	<u>1,090,976.46</u>	<u> </u>
		<u>1,090,976.46</u>	<u> </u>
Trust Other Fund:			
Various Reserves	B-9	11,852,474.36	13,062,511.58
Interfund - Current Fund	B-4	4,086.72	2,167.83
Reserve for Community Development Block Grant Expenditures	B-8	182,690.86	<u> </u>
Reserve for Open Space	B-10	<u> </u>	<u>15,295.54</u>
		<u>12,039,251.94</u>	<u>13,079,974.95</u>
Length of Service Awards Program (LOSAP) - (UNAUDITED)			
Reserve for Length of Service Awards Program	B-12	<u>50,195.80</u>	<u> </u>
		<u>\$ 13,250,647.71</u>	<u>\$ 13,139,982.93</u>

The accompanying notes are an integral part of this statement.

TOWNSHIP OF JACKSON
COUNTY OF OCEAN, NEW JERSEY

GENERAL CAPITAL FUND
COMPARATIVE BALANCE SHEET - REGULATORY BASIS

As of December 31,

ASSETS	Ref.	2009	2008
Cash and Cash Equivalents	C-2	\$ 5,845,521.74	\$ 8,071,298.89
Grants Receivable	C-4	285,000.00	43,750.00
Deferred Charges to Future Taxation:			
Funded	C-5	35,690,000.00	38,635,000.00
Unfunded	C-6	<u>1,331,751.00</u>	<u>1,072.00</u>
		<u>\$ 43,152,272.74</u>	<u>\$ 46,751,120.89</u>
 LIABILITIES, RESERVES AND FUND BALANCE			
General Serial Bonds	C-7	\$ 35,690,000.00	\$ 38,635,000.00
Improvement Authorizations:			
Funded	C-8	3,739,390.98	4,451,528.01
Unfunded	C-8	1,317,439.57	592.58
Reserve for Encumbrances	C-9	658,791.31	1,417,870.39
Capital Improvement Fund	C-10	72,211.88	142,279.88
Interfund - Current Fund	C-2		18,443.70
Reserve for Debt Service	C-11	1,103,770.57	1,461,887.33
Reserve for Fire Damage - Annex Building	C-12	10,589.48	113,934.68
Fund Balance	C-1	<u>560,078.95</u>	<u>509,584.32</u>
		<u>\$ 43,152,272.74</u>	<u>\$ 46,751,120.89</u>

There were bonds and notes authorized but not issued on December 31, 2009 of \$1,331,751.00 (Exhibit C-13)

The accompanying notes are an integral part of this statement.

TOWNSHIP OF JACKSON
COUNTY OF OCEAN, NEW JERSEY
STATEMENT OF FUND BALANCE - REGULATORY BASIS
GENERAL CAPITAL FUND

	<u>Ref.</u>		
Balance, December 31, 2008	C	\$	509,584.32
Increased by:			
Funded Improvement Authorizations Canceled	C-8	\$	285,131.74
Premium on Sale of Refunding Bonds	C-2		<u>15,362.89</u>
			<u>300,494.63</u>
			810,078.95
Decreased by:			
Anticipated as 2009 Budget Revenue	C-2		<u>250,000.00</u>
Balance, December 31, 2009	C	\$	<u><u>560,078.95</u></u>

The accompanying notes are an integral part of this statement.

TOWNSHIP OF JACKSON
COUNTY OF OCEAN, NEW JERSEY

WATER UTILITY CAPITAL FUND
COMPARATIVE BALANCE SHEET - REGULATORY BASIS

As of December 31,

ASSETS	<u>Ref.</u>	<u>2009</u>	<u>2008</u>
Fixed Capital	D-1	\$ _____	\$ 1,092,200.00
Total Assets		\$ _____	\$ 1,092,200.00
 LIABILITIES AND RESERVES			
Loan Payable	D-2	\$ _____	\$ 548,175.69
Reserve for Amortization	D-3	_____	544,024.31
Total Liabilities and Reserves		\$ _____	\$ 1,092,200.00

There were no bonds and notes authorized but not issued on December 31, 2009.

The accompanying notes are an integral part of this statement.

TOWNSHIP OF JACKSON
COUNTY OF OCEAN, NEW JERSEY

PUBLIC ASSISTANCE FUND
COMPARATIVE BALANCE SHEET - REGULATORY BASIS

As of December 31,

	<u>Ref.</u>	<u>2009</u>	<u>2008</u>
ASSETS			
Cash	E-1	\$ <u>29,007.52</u>	\$ <u>28,718.91</u>
		\$ <u>29,007.52</u>	\$ <u>28,718.91</u>
RESERVES			
Reserve for Public Assistance	E-2	\$ <u>29,007.52</u>	\$ <u>28,718.91</u>
		\$ <u>29,007.52</u>	\$ <u>28,718.91</u>

The accompanying notes are an integral part of this statement.

TOWNSHIP OF JACKSON
COUNTY OF OCEAN, NEW JERSEY

GENERAL FIXED ASSET ACCOUNT GROUP
 COMPARATIVE STATEMENT OF GENERAL FIXED ASSETS
 REGULATORY BASIS

As of December 31,

	<u>Ref.</u>	<u>2009</u>	<u>2008</u>
General Fixed Assets:			
Land		\$ 56,121,100.00	\$ 24,382,382.00
Buildings and Improvements		47,250,739.00	9,162,942.00
Machinery and Equipment		<u>10,657,389.00</u>	<u>9,897,987.00</u>
		<u>\$ 114,029,228.00</u>	<u>\$ 43,443,311.00</u>
Investments in General Fixed Assets	F-1	<u>\$ 114,029,228.00</u>	<u>\$ 43,443,311.00</u>

The accompanying notes are an integral part of this statement.

TOWNSHIP OF JACKSON
COUNTY OF OCEAN, NEW JERSEY

PAYROLL FUND
COMPARATIVE BALANCE SHEET - REGULATORY BASIS

As of December 31,

ASSETS	<u>Ref.</u>	<u>2009</u>	<u>2008</u>
Cash		\$ <u>140,748.99</u>	\$ <u>147,665.16</u>
LIABILITIES			
Payroll Deductions Payable		\$ <u>140,748.99</u>	\$ <u>147,665.16</u>

The accompanying notes are an integral part of this statement.

**TOWNSHIP OF JACKSON
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2009**

NOTE 1 REPORTING ENTITY

This report includes the financial statements of the Township of Jackson (the "Township"), within the County of Ocean, in the State of New Jersey, and reflects the activities of the municipality which is under the control of the Mayor and Township Council. The financial statements of the Board of Education, First Aid Organization and Fire Districts are reported separately since their activities are administered by separate boards.

The Township's governing body is also responsible for appointing the board members of the Jackson Municipal Utilities Authority but the Township's accountability for this organization does not extend beyond making the appointments.

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Description of Funds

The Governmental Accounting Standards Board ("GASB") is the recognized standard-setting body for establishing governmental accounting and financial reporting principles generally accepted in the United States of America. The GASB Codification established certain fund types and account groups to be used by general purpose governmental units when reporting financial position and results of operations in accordance with generally accepted accounting principles ("GAAP").

The accounting policies of the Township conform to the accounting principles and practices prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey ("Division"). Such principles and practices are designed primarily for determining compliance with legal provisions and budgetary restrictions and as a means of reporting on the stewardship of public officials with respect to public funds. Under this method of accounting, the Township accounts for its financial transactions through the following separate funds which differs from the fund structure required by accounting principles generally accepted in the United States of America.

Current Fund - resources and expenditures for governmental operations of a general nature.

Federal and State Grant Fund - resources and expenditures of Federal and State grants.

Animal Control Trust Fund - animal license revenues and expenditures.

Trust Other Funds - receipts, custodianship, and disbursements of monies in accordance with the purpose for which each reserve was created.

Open Space Trust Fund - resources and expenditures for the acquisition and preservation of open space.

TOWNSHIP OF JACKSON
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2009

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Length of Service Award Program Fund - Receipt and disbursement of funds held in trust for program eligible volunteers.

General Capital Fund - receipt and disbursement of funds for the acquisition of general capital facilities, other than those acquired in the Current Fund. General bonds and notes payable are recorded in this fund and are offset by deferred charges to future taxation.

Water Utility Capital Fund - is used for the receipt and disbursement of funds used for acquisition of capital facilities necessary to maintain and extend the municipally-owned water supply system. The Water Utility of the Township was dissolved by the Township in May of 1983. All operating accounts were transferred to the Current Fund. Revenue collections and other transactions for the year are reflected in the Current Fund. During 2009, the Water Utility Capital Fund was dissolved.

Public Assistance Trust Fund - receipts and disbursements of funds that provide assistance to certain residents of the Township.

Payroll Trust Fund - receipts and disbursements to account for the payroll and payroll tax liabilities of the Township. Amounts are received from the Current Fund.

General Fixed Assets Account Group - reflects estimated valuations of land, buildings and certain moveable fixed assets of the Township as discussed under the caption of "Basis of Accounting".

B. Basis of Accounting

The accounting principles and practices prescribed for municipalities by the Division differ in certain respects from GAAP applicable to local governmental units. The more significant differences are as follows:

A modified accrual basis of accounting is followed with minor exceptions.

Budgets and Budgetary Accounting - the Township of Jackson must adopt an annual budget in accordance with N.J.S.A. 40A:4-4 et al. N.J.S.A. 40A:4-5 which 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 circulated 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.

TOWNSHIP OF JACKSON
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2009

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

B. Basis of Accounting (continued)

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 - 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 the New Jersey Cash Management Fund. N.J.S.A. 40A:5-15.1 provides a list of securities which may be purchased by New Jersey municipal units.

The Township of Jackson is required to deposit funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act ("GUDPA"). GUDPA was enacted in 1970 to protect governmental units from a loss of funds on deposit with a failed banking institution in New Jersey.

N.J.S.A. 17:9-42 requires governmental units to deposit public funds only in public depositories located in New Jersey, where the funds are secured in accordance with the Act.

Public funds are defined as the funds of any government unit. Public depositories include banks (both state and national banks), savings and loan institutions and savings banks, the deposits of which are federally insured. All public depositories pledge collateral, having a market value of 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 in the collateral pool, is available to pay the full amount of their deposits to the governmental units.

The Township considers highly liquid investments with an original maturity of three months or less at the time of purchase to be cash equivalents.

Property Taxes and Other Revenues - property taxes and other revenues are recognized on a cash basis. Receivables for property taxes and other items that are susceptible to accrual are recorded with offsetting reserves on the balance sheet of the Township's Current Fund. GAAP requires such revenue to be recognized in the accounting period when they become susceptible to accrual, reduced by an allowance for doubtful accounts. Property taxes are payable quarterly on the first day of February, May, August and November.

TOWNSHIP OF JACKSON
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2009

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

B. Basis of Accounting (continued)

Grant Revenues and Expenditures - Federal and State grants, entitlement or shared revenues received for purposes normally financed through the Current Fund are recognized when anticipated in the Township's budget. GAAP requires such revenues to be recognized in the accounting period when they are earned and the expenditures to be recognized when the liability is incurred.

Expenditures - unexpended or uncommitted appropriations, at December 31, are reported as expenditures through the establishment of appropriation reserves unless cancelled by the governing body. GAAP requires expenditures to be recognized in the accounting period in which the fund liability is incurred, if measurable, except for unmatured interest on general long-term debt, which should be recognized when due.

Encumbrances - contractual orders at December 31, are reported as expenditures through the establishment of a reserve for encumbrances. Encumbrances do not constitute expenditures under GAAP.

Appropriation Reserves - are available, until lapsed at the close of the succeeding year, to meet specific claims, commitments, or contracts incurred during the preceding year. Lapsed appropriation reserves are recorded as additions to income. Appropriation reserves do not exist under GAAP.

Deferred Charges - the regulatory basis of accounting utilized by the Township requires that certain expenditures be deferred, and raised as items of appropriation in budgets of succeeding years. These deferred charges include the two general categories, overexpenditures and emergency appropriations. Overexpenditures occur when expenditures recorded as "paid or charged" exceed available appropriation balances. Emergency appropriations occur when, subsequent to the adoption of a balanced budget, the governing body authorizes the establishment of additional appropriations based on unforeseen circumstances or for other special purposes as defined by statute. Overexpenditures and emergency appropriations are deducted from total expenditures in the calculation of operating results and are established as assets for Deferred Charges on the respective balance sheet. GAAP does not permit the deferral of overexpenditures to succeeding budgets. In addition, GAAP does not recognize expenditures based on the authorization of an appropriation. Instead, the authorization of special purpose expenditures, such as the preparation of tax maps or revaluation of assessable real property, would represent the designation of fund balance. The status of deferred charges at December 31, 2009 is set forth in Note 8.

TOWNSHIP OF JACKSON
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2009

NOTE 2 **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

B. Basis of Accounting (continued)

Compensated Absences - expenditures relating to obligations for unused vested accumulated vacation, sick pay and compensation time are not recorded until paid. GAAP requires that the amount that would normally be liquidated with expendable available financial resources be recorded as an expenditure in the operating funds and the remaining obligations be recorded as a long-term obligation.

Property Acquired for Taxes - is recorded in the Current Fund at the assessed valuation when such property was acquired and fully reserved. GAAP requires such property to be recorded in the general fixed assets account group at its market value.

Interfunds - 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. GAAP does not require the establishment of an offsetting reserve.

Inventories of Supplies - the costs of inventories of supplies for all funds are recorded as expenditures at the time individual items are purchased. The inventories have offsetting reserve amounts.

Reserve for Sale of Municipal Assets - cash proceeds from the sale of Township owned property may be reserved until utilized as an item of anticipated revenue in a subsequent year budget. Year end balances of such proceeds would be reported as a cash liability in the Current Fund. GAAP requires that revenue be recognized in the accounting period that the terms of sales contracts become legally enforceable.

Capital Leases - are not recorded at the lesser of the fair value of the leased property or the present value of the minimum lease payments. GAAP requires an amount equal to the lesser of the fair value of the leased property or the present value of the minimum lease payments to be recorded in General Fixed Assets Account Group and the long-term obligation be recorded as part of a General Long-Term Debt Account Group.

General Fixed Assets - property and equipment purchased by the Current and the General Capital Funds are recorded as expenditures at the time of purchase and are not capitalized.

Accounting for Governmental Fixed Assets, as promulgated by Technical Accounting Directive No. 2 as issued by the Division of Local Government Services, differs in certain respects from generally accepted accounting principles. The following is a brief description of the provisions of the Directive.

TOWNSHIP OF JACKSON
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2009

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

B. Basis of Accounting (continued)

General Fixed Assets (continued) - Fixed assets used in governmental operations (general fixed assets) are accounted for in the General Fixed Assets Account Group. Public domain ("infrastructure") general fixed assets consisting of certain improvements other than buildings, such as roads, bridges, curbs and gutters, streets and sidewalks and drainage systems are not capitalized.

All fixed assets are valued at historical cost or estimated historical cost if actual historical cost is not available except for land which is valued at estimated market value. During 2009 the Township adjusted the value of land and buildings based on the Township wide revaluation.

No depreciation on general fixed assets is recorded in the financial statements.

Fixed assets acquired through grants-in-aid or contributed capital are not accounted for separately.

Fixed Assets - Utility - accounting for utility fund "fixed capital" remains unchanged under the Requirements of Technical Accounting Directive No. 85-2.

Property and equipment purchased by the Water Utility Fund are recorded in the capital account at cost and are adjusted for disposition and abandonments. The amount reported for reserve for amortization of fixed capital acquired on the balance sheet of the Water Capital Fund represents the aggregate charges (capital outlay and debt service) to the operating budget for the costs of acquisitions of property and equipment and proceeds from grants-in-aid. The utility does not record depreciation of property and equipment. GAAP does not require the establishment of a reserve for amortization of fixed capital, whereas it does require the recognition of depreciation of property and equipment by enterprise funds.

Comparative Data - comparative total data for the various funds for the prior year has been presented in the accompanying Balance Sheet and Statement of Operations and Change in Fund Balance in order to provide an understanding of changes in the Township's financial position. However, Comparative Statements of Revenue and Statements of Expenditures have not been presented since this inclusion would make the statements unduly complex and difficult to read.

C. Basic Financial Statements

The GASB Codification also defines the financial statements of a governmental unit to be presented in general purpose financial statements in accordance with GAAP. The Township presents the financial statements listed in the table of contents which are required by the Division and which differ from the financial statements required by GAAP.

**TOWNSHIP OF JACKSON
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2009**

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

C. Basic Financial Statements

In addition, the Division requires the financial statements listed in the table of contents to be referenced to the supplementary schedules. This practice differs from GAAP.

NOTE 3 CASH AND CASH EQUIVALENTS

Deposits

As of December 31, 2009, the Township had funds or deposits in checking, statement savings and in the New Jersey Cash Management Fund.

All bank deposits as of the balance sheet date are either insured or covered by a collateral pool maintained by public depositories as required by the Governmental Unit Deposit Protection Act (see Note 2 - Cash, Cash Equivalents and Investments).

At December 31, 2009, the Township's deposits had a carrying amount of \$26,967,519.11 and a bank balance of \$27,423,112.50. Of the bank balance \$250,000.00 was covered by federal depository insurance and the remainder was covered by the Governmental Unit Deposit Protection Act.

Custodial Credit Risk - Deposits

Custodial Credit Risk is the risk that, in the event of bank failure, the government's deposits may not be returned to it. The Township does not have a formal policy for custodial credit risk.

Investments

As of December 31, 2009, the Township had the following investments:

	<u>Book Value</u>	<u>Fair Value</u>
LOSAP	\$ 50,195.80	\$ 50,195.80

The fair value of the above-listed investments was based on quoted market prices.

During the year, the Township had none of its idle funds invested in repurchase agreements collateralized by eligible securities. At the close of the year, no such investments were held by the Borough.

**TOWNSHIP OF JACKSON
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2009**

NOTE 3 CASH AND CASH EQUIVALENTS (continued)

Interest Rate Risk

LOSAP investment options are at the discretion of each individual participant and not the Borough.

Credit Risk

State law limits investments as noted above.

NOTE 4 BONDS AND NOTES AUTHORIZED BUT NOT ISSUED

At December 31, 2009, the Township had bonds and notes authorized but not issued as follows:

General Capital Fund:

Bonds and notes	\$1,331,751.00
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NOTE 5 LONG-TERM DEBT

The Local Bond Law governs the issuance of bonds and notes to finance general municipal capital expenditures. Bonds are retired in serial installments within the statutory period of usefulness. Bonds issued by the Township are general obligation bonds, backed by the full faith and credit of the Township. Bond anticipation notes are issued to temporarily finance capital projects, prior to the issuance of serial bonds. The terms of the notes cannot exceed one year but the notes may be renewed from time to time for a period not exceeding one year. All such notes must be paid no later than the tenth anniversary of the date of the original note. The State of New Jersey also prescribes that on or before the third anniversary date of the original note a payment of at least equal to the first legally payable installment of the bonds in anticipation of which such notes were issued be paid. A second legal installment must be paid if the notes are to be renewed beyond the fourth anniversary date of the original issuance and so on. Tax anticipation notes are issued if the cash on hand is not sufficient to carry on normal operations of the municipality at any time during the year. Such notes are authorized by a resolution adopted by the governing body.

As of December 31, 2009, the Township's long-term bonds are as follows:

General Serial Bonds

\$10,680,000 2001 Bonds due in one annual installment of \$760,000 in 2010 at an interest rate of 4.10%	\$ 760,000.00
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**TOWNSHIP OF JACKSON
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2009**

NOTE 5 LONG-TERM DEBT (continued)

General Serial Bonds (continued)

\$7,931,000 2003 Bonds due in annual installments ranging from \$600,000 to \$931,000 through 2014 at interest rates ranging from 3.00% to 3.50%.	\$ 4,331,000.00
\$5,918,000 2003 Open Space Bonds due in annual installments of \$400,000 to \$500,000 through 2018 at interest rates ranging from 3.00% to 4.00%.	4,118,000.00
\$16,102,000 2008 Bonds due in annual installments ranging from \$100,000 to \$2,132,000 through 2020 at interest rates ranging from 3.50% to 4.125%.	16,002,000.00
\$3,739,000 2008 Open Space Bonds due in annual installments of \$75,000 to \$334,000 through 2028 at interest rates ranging from 3.50% to 4.75%.	3,664,000.00
\$8,010,000 2009 Refunding Bonds due in annual installments ranging from \$760,000 to \$1,905,000 through 2016 at interest rates ranging from 2.00% to 4.00%.	<u>6,815,000.00</u>
	<u>\$35,690,000.00</u>

Annual debt service for principal and interest over the next five years and five-year increments thereafter for bonded debt issued and outstanding are as follows:

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2010	\$ 3,200,000.00	\$ 1,292,930.02	\$ 4,492,930.02
2011	3,290,000.00	1,198,345.02	4,488,345.02
2012	3,323,000.00	1,113,007.52	4,436,007.52
2013	3,385,000.00	1,011,426.26	4,396,426.26
2014	3,501,000.00	887,976.26	4,388,976.26
2015-2019	14,320,000.00	2,589,993.80	16,909,993.80
2020-2024	3,417,000.00	559,513.78	3,976,513.78
2025-2028	<u>1,254,000.00</u>	<u>151,678.76</u>	<u>1,405,678.76</u>
	<u>\$35,690,000.00</u>	<u>\$ 8,804,871.42</u>	<u>\$ 44,494,871.42</u>

**TOWNSHIP OF JACKSON
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2009**

NOTE 5 LONG-TERM DEBT (continued)

Changes in Outstanding Long-Term Debt

Transactions for the year ended December 31, 2009 are summarized as follows:

	<u>Balance Dec. 31, 2008</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance Dec. 31, 2009</u>	<u>Due Within One Year</u>
<u>General Capital Fund</u>					
Serial Bonds	\$38,635,000.00	\$ 8,010,000.00	\$10,955,000.00	\$35,690,000.00	\$2,400,000.00
<u>Water Capital Fund</u>					
Farmers Home Loan	<u>548,175.69</u>	_____	<u>548,175.69</u>	_____	_____
Total	<u>\$39,183,175.69</u>	<u>\$ 8,010,000.00</u>	<u>\$11,503,175.69</u>	<u>\$35,690,000.00</u>	<u>\$ 2,400,000.00</u>

Refunding Bonds and Deferred Bonds Outstanding

The Township, during 2009, issued \$8,010,00.00 in General Obligation Bonds, Series, 2009 (the "Refunding Bonds"). The bonds were issued in accordance with the Township's refunding plan. The Refunding Plan calls for the current refunding and redemption of the Township's Series 1996 Bonds on June 11, 2009 (the "1996 Redemption Date") at par and for advance refunding the Township's Series 2001 Bonds and redeeming the Series 2001 Bonds on December 31, 2010 (the 2001 "Redemption Date" and together with the 1996 Redemption Date, the "Redemption Dates") at par, the earliest dates set for optional redemption of the Refunded Bonds, plus accrued interest to the Redemption Dates.

The proceeds of the Refunding Bonds were applied to the purchase of direct noncallable obligations of, or obligations the principal of and interest on which are unconditionally guaranteed by, the United States of America (State and Local Government Securities) the ("Government Obligations") with any investments earnings thereon, together with any cash remaining after the purchase of the Government Obligations, will be sufficient to make payments when due of principal of, interest on, and redemption premium, if any, payable with respect to the Refunded Bonds. The Government Obligations (together with any cash remaining in after the purchase of the Government Obligations) are required to be held in an escrow fund by the escrow agent for the Refunded Bonds pursuant to the terms of an escrow deposit agreement.

The Refunding Plan calls for the escrow agent, pursuant to the escrow deposit agreement, to pay, from the escrow fund, when due, interest on and principal of the Refunded Bonds, and, in accordance with the terms of the Refunded Bonds, to call the Refunded Bonds for early redemption on their respective Redemption Dates.

TOWNSHIP OF JACKSON
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2009

NOTE 5 **LONG-TERM DEBT (continued)**

Refunding Bonds and Deferred Bonds Outstanding (continued)

The 1996 Bonds were refunded in their entirety by the 2009 Bonds.

At December 31, 2009, \$760,000.00 of the Series 2001 Bonds outstanding is considered defeased.

The escrow assets and the liability for the Refunded Bonds are not included in the Township's financial statements.

Debt service payments were reduced by \$272,691.22 as a result of the refunding.

The net present value benefit of the transactions was \$263,945.62.

Borrowing Power

New Jersey statutes limit the debt of a municipality to 3.50% of the average of the last three preceding years equalized valuations of the taxable real estate and improvements. The Township's statutory net debt at December 31, 2009 was 0.38%. The Township's remaining borrowing power is 3.12%.

The summary of municipal debt for the last three years and the calculation of statutory net debt is presented in the Supplementary Data section of this report.

NOTE 6 **SHORT TERM DEBT**

Bond Anticipation Notes

The Township issues bond anticipation notes to temporarily fund various capital projects prior to the issuing of serial bonds. The term of the notes cannot exceed one year but the notes may be renewed from time to time for a period not exceeding one year. All such notes must be paid no later than the tenth anniversary of the date of the original note.

On December 31, 2009 and 2008 the Township had no bond anticipation notes outstanding.

Special Emergency Notes (40A:4-55)

The Township issues special emergency notes to fund special emergency appropriations prior to the funds being raised in the budget. The term of the notes cannot exceed one year but the notes may be renewed from time to time, but at least 1/5 of all such notes, and the renewals thereof, shall mature and be paid in each year, so that all notes and renewals shall have matured and have been paid not later than the last day of the fifth year following the date of the emergency resolution.

**TOWNSHIP OF JACKSON
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2009**

NOTE 6 SHORT TERM DEBT (continued)

Special Emergency Notes (40A:4-55) (continued)

On December 31, 2009 the Township had \$300,000.00 outstanding in Current Fund special emergency notes. The notes were issued on December 18, 2009 and mature on December 17, 2010 at an interest rate of 1.375%.

Transactions for the year ended December 31, 2009 are summarized as follows:

Changes in Short Term Debt

<u>Current Fund</u>	<u>Balance Dec. 31, 2008</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance Dec. 31, 2009</u>
Special Emergency Notes	\$ <u>600,000.00</u>	\$ <u>-</u>	\$ <u>300,000.00</u>	\$ <u>300,000.00</u>

NOTE 7 DEFERRED CHARGES TO FUTURE TAXATION FUNDED AND UNFUNDED

Upon the authorization of capital projects, the Township establishes deferred charges for the cost of the capital projects to be raised by future taxation. Funded deferred charges relate to permanent debt issued, whereas unfunded deferred charges relate to temporary or non-funding of the authorized cost of capital projects. According to the New Jersey Statutes Annotated 40A:2-4, the Township may levy taxes on all taxable property within the local unit to repay the debt. Annually, the Township raises the debt requirements for the particular year in the current budget. As funds are raised, the deferred charges are reduced.

NOTE 8 DEFERRED CHARGES TO BE RAISED IN SUCCEEDING BUDGETS

As noted in Note 2, certain expenditures are required to be deferred to budgets of succeeding years. At December 31, 2009, the following deferred charges are shown on the balance sheets of the various funds.

	<u>Balance Dec. 31, 2009</u>	<u>*2010 Required Budget Appropriation</u>	<u>Balance to Succeeding Budgets</u>
Current Fund:			
Special Emergency Authorizations			
N.J.S. 40A:4-55	\$ <u>450,000.00</u>	\$ <u>350,000.00</u>	\$ <u>100,000.00</u>

* The 2010 budget has not been introduced as of the date of this report.

**TOWNSHIP OF JACKSON
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2009**

NOTE 9 TAXES COLLECTED IN ADVANCE

Taxes collected in advance set forth as cash liabilities in the financial statements, are as follows:

	<u>Balance December 31,</u>	
	<u>2009</u>	<u>2008</u>
Prepaid Taxes	\$478,587.60	\$410,096.52

NOTE 10 ASSESSMENT AND COLLECTION OF PROPERTY TAXES

New Jersey statutes require that taxable valuation of real property be prepared by the Township Tax Assessor as of October 1st in each year and filed with the County Board of Taxation (“Board”) by January 10th of the following year. Upon the filing of certified adopted budgets by the Township, Local School District and County, the tax rate is struck by the Board based on the certified amounts in each of the taxing districts for collection to fund the budgets. Pursuant to statute, this process is to be completed on or before May 3rd, with a completed duplicate of the tax rolls to be delivered to the Township Tax Collector (“Collector”) on or before May 13th.

Tax bills are prepared then mailed by the Collector of the Township annually and set forth the final tax for the tax year. The bill contains a credit for preliminary amounts billed previously with the balance payable in equal installments on August 1st and November 1st of the tax year. In addition the property owner receives a preliminary bill for the succeeding year based on one half of the prior year’s tax. The preliminary payments are due and payable on February 1st and May 1st. The N.J. Statutes allow a grace period of 10 days for each payment period and the Township granted this option to taxpayers. Taxes become delinquent if not paid on the installment dates and become subject to interest penalties of 8% or 18% of the amount delinquent. If taxes are delinquent as of the eleventh day of the eleventh month of the fiscal year, the delinquent amount is subject to “Tax Sale” which places a tax lien on the property allowing the holder to enforce the tax lien by collection or foreclosure. New Jersey property tax laws establish a tax lien on real estate as of January 1st of the current tax year even though the amount due is not known.

NOTE 11 LOCAL SCHOOL DISTRICT TAXES

Under the provisions of statute, where the school tax is raised for a school year the unpaid portion of the tax on December 31 of the year of levy may be deferred to the extent of not more than 50% of the levy, provided that no requisition has been made for such amount or any portion of such amount.

Whereas the Local School District Taxes are raised on a calendar year basis, the Township of Jackson has no deferred school taxes at year end.

**TOWNSHIP OF JACKSON
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2009**

NOTE 12 FUND BALANCES APPROPRIATED

Fund balance at December 31, 2009 that will be appropriated and included as anticipated revenue in the 2010 municipal budget for the year ending December 31, 2010 is not known. The municipal budget for 2010 has not been introduced as of the date of this report.

NOTE 13 PENSION PLANS

A. Public Employee's Retirement System and Police and Firemen's Retirement System

The Township of Jackson contributes to the Public Employees' Retirement System ("PERS") and the Police and Firemen's Retirement System ("PFRS"), cost-sharing multiple-employer defined benefit pension plans administered by the Division of Pensions in the Department of the Treasury, State of New Jersey. The plans provide retirement, death, disability benefits and medical benefits to certain qualifying plan members and beneficiaries. The Public Employees' Retirement System was established January 1, 1955 under the provisions of N.J.S.A. 43:15A. The Police and Firemen's Retirement System was established July 1, 1944 under the provisions of N.J.S.A. 43:16A. The Public Employees' Retirement System and the Police and Firemen's Retirement System issue publicly available financial reports that include financial statements and required supplementary information. These reports may be obtained by writing to the State of New Jersey, Division of Pensions.

Funding Policy

Employee contributions are currently five and one-half percent (5 1/2%) and eight and one-half percent (8 1/2%) of their base wages for PERS and PFRS, respectively. Employer's contributions are actuarially determined annually by the Division of Pensions. The Township's contributions to the plan for the last three years were as follows:

<u>Year</u>	<u>PERS</u> <u>Employees</u>	<u>PFRS</u> <u>Employees</u>
2009	\$604,218.00	\$1,686,033.00
2008	432,195.00	1,583,645.00
2007	241,382.00	942,551.00

All contributions were equal to the required contributions.

NOTE 14 DEFERRED COMPENSATION PLAN

The Township of Jackson offers its employees a Deferred Compensation Plan created in accordance with the provisions of N.J.S. 43:15B-1 et seq., and the Internal Revenue Code, Section 457. The plan, available to all municipal employees, permits them to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency.

**TOWNSHIP OF JACKSON
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2009**

NOTE 14 DEFERRED COMPENSATION PLAN (continued)

All amounts of compensation deferred under the Plan, all property and rights purchased with the amounts, and all income attributable to these amounts are for the exclusive benefit of the Plan participants and their beneficiaries and the assets cannot be diverted to any other purpose. The Township serves as Trustee under the Plan.

NOTE 15 FIXED ASSETS

Fixed assets activity for the year ended December 31, 2009 was as follows:

	<u>Balance</u> <u>Dec. 31, 2008</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>Dec. 31, 2009</u>
General Fixed Assets:				
Land	\$24,382,382.00	\$32,393,000.00	\$654,282.00	\$56,121,100.00
Buildings and Improvements	9,162,942.00	38,259,397.00	171,600.00	47,250,739.00
Machinery and Equipment	<u>9,897,987.00</u>	<u>854,711.00</u>	<u>95,309.00</u>	<u>10,657,389.00</u>
	<u>\$43,443,311.00</u>	<u>\$71,507,108.00</u>	<u>\$921,191.00</u>	<u>\$114,029,228.00</u>

NOTE 16 INTERFUND BALANCES

The composition of interfund balances as of December 31, 2009 is as follows:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
Current Fund	Trust Other Fund	\$ 4,086.72
Current Fund	Animal Control Trust Fund	4,128.71
Federal and State Grant Fund	Current Fund	<u>287,303.54</u>
		<u>\$295,518.97</u>

All balances resulted from the time lag between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made.

NOTE 17 INTERFUND TRANSFERS

<u>Transfers In</u>	<u>Transfers Out</u>	<u>Amount</u>
Current Fund	Federal and State Grant Fund	\$ 33,949.54
Current Fund	Animal Control Trust Fund	12,764.27
Trust Other Fund	Current Fund	1,918.89
Current Fund	General Capital Fund	18,443.70

**TOWNSHIP OF JACKSON
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2009**

NOTE 17 INTERFUND TRANSFERS (continued)

Transfers are primarily used to move funds from the Current Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations or requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey.

NOTE 18 RISK MANAGEMENT

The Township is exposed to various risks of loss related to torts, theft of, damage to and destruction of assets; errors and omission; injuries to employees; and natural disaster. The Township is a member of the Ocean County Municipal Joint Insurance Fund. The joint insurance pool is both an insured and self-administered group of municipalities established for the purpose of insuring against property damage, general liability, motor vehicles and equipment liability and workmen's compensation. The Joint Insurance Fund will be self-sustaining through member premiums. The Joint Insurance Fund participates in the Municipal Excess Liability Program. There were no settlements in excess of insurance coverage in 2009, 2008, and 2007.

NOTE 19 LENGTH OF SERVICE AWARD PROGRAM ("LOSAP") - Unaudited

The Township has established a Volunteer Length of Service Award Plan ("LOSAP") ("Plan") to ensure retention of the Township's volunteer First Aid Squad members. The Plan shall be construed under the laws of the State of New Jersey and is established with the intent that it meets the requirements of a "length of service award plan under Section 457(e)11 of the Internal Revenue Code".

Annual Contributions - The annual contribution to be made by the Township for each active volunteer member shall be \$1,150.00 per year of active emergency service, commencing with the year 2005.

Appropriations - Appropriations for the purpose of funding the Township's LOSAP shall be included as a separate line item in the Township's budget, commencing with the year 2005.

Periodic Increases - Notwithstanding the provisions above, the annual contribution to be made by the Township for each active volunteer member shall be subject to periodic increases based upon the "consumer price index factor" pursuant to subsection f. of section 3 of P.L. 1997, c. 388 (N.J.S.A. 40A:14-185).

Criteria for Eligibility; Contributions; Points - Any active volunteer member shall be eligible to participate in the LOSAP Plan immediately upon commencement of the member's performance of active emergency services in the Jackson Township First Aid Squad. Annual contributions shall only be made by the Township, however, for those active volunteer members who have earned the minimum number of points for performing certain volunteer services on a yearly basis.

**TOWNSHIP OF JACKSON
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2009**

NOTE 19 LENGTH OF SERVICE AWARD PROGRAM ("LOSAP") - Unaudited (continued)

Determination as to Eligibility - The Jackson Township First Aid Squad shall provide to the Township Chief Financial Officer, acting as the Plan Administrator of LOSAP Plan, a certified list as to the active volunteer members who are initially eligible to participate in the Plan as of January 1, 2005 and those who are eligible to participate as of each January 1 thereafter. The Plan Administrator shall forward said certified list to the Township Committee for approval, in accordance with the provisions of N.J.A.C. 5:30-14.10. The decision of the Township Committee as to such active member's eligibility shall be binding upon the Plan Administrator, participants, beneficiaries and any and all other persons having an interest hereunder, subject to appropriate judicial review.

Terms of Participation - The Plan Administrator shall have the right to require any active volunteer member at the time of his or her becoming a participant to agree, in writing, to be bound by the terms, covenants and conditions of the LOSAP and accompanying trust. Each participant shall furnish to the Plan Administrator all pertinent information required for the administration of the LOSAP. The Plan Administrator shall rely upon all such information furnished.

Vesting - The active volunteer member shall not be permitted to receive a distribution of the fund in his or her LOSAP account until the completion of a five-year vesting period.

Termination of Service - Any participant who terminates service as an active volunteer member shall cease to participate hereunder. A former participant may resume participation immediately upon returning to the service of the Jackson Township First Aid Squad as an active volunteer member. Any active volunteer member who terminates service with the Jackson Township First Aid Squad, subsequently returns to service and again becomes a participant shall be treated as a new participant for purposes of eligibility unless said participant was fully vested prior to his or her termination from service.

Reporting Requirements - N.J.A.C. 5:30-14.49 requires that the Township perform a separate review report of the Plan in accordance with the American Institute of Certified Public Accountants Statements for Accounting and Auditing Review Services.

NOTE 20 CONTINGENCIES

A. Accrued Sick, Vacation and Compensation Time - Unaudited

As discussed in Note 2 and in accordance with accounting principles prescribed by the State of New Jersey, the cash basis of accounting is followed for recording the Township's liability related to unused vacation, sick pay and compensation time. The Township permits certain employees within limits to accumulate unused vacation, sick pay and compensation time, which may be taken as time off or paid at a later date at an agreed upon rate. The estimated current cost of such unpaid compensation would approximate \$1,827,000 at December 31, 2009. In accordance with New Jersey accounting principles, this amount is not reported as an expenditure or liability in the accompanying financial statements.

TOWNSHIP OF JACKSON
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2009

NOTE 20 CONTINGENCIES (continued)

B. Unemployment Compensation Insurance

Effective January 1, 1978, most municipal employees were eligible for unemployment compensation insurance (N.J.S.A. 43:21-3 et. seq.). The Township has elected to provide a self-insured plan whereby the municipal cost and employee contributions are deposited in a trust fund from which claims, if any, will be paid. The reserve for unemployment compensation insurance at December 31, 2009 was \$109,465.15.

C. Litigation

The Township is involved in legal and administrative proceedings and claims of various types. While any litigation contains an element of uncertainty, Township Officials, based upon the opinion of the Township's Counsel, presently believe that the outcome of each such proceeding or claim which is pending or known to be threatened, or all of them combined, will not have a material adverse effect on the Township's financial position or adversely affect the Township's ability to levy, collect, and enforce the collection of taxes or other revenue for the payment of its bonds or other obligations.

D. Federal and State Grants

The Township receives financial assistance from the U.S. government and the State of New Jersey in the form of grants. Entitlement to the funds is generally conditional upon compliance with terms and conditions of the grant agreements and applicable regulations, including the expenditure of the funds for eligible purposes. Substantially all grants, entitlements and cost reimbursements are subject to financial and compliance audits by grantors. As a result of these audits, costs previously reimbursed could be disallowed and require payment to the grantor agency. As of December 31, 2009, the Township estimates that no material liabilities will result from such audits.

NOTE 21 SUBSEQUENT EVENTS

The Township issued tax anticipation notes in the amount of \$11,200,000.00 dated June 18, 2010 at an interest rate of 1.50%. The Township received a premium of \$48,944.00 resulting in a net interest cost of .8418%. The notes mature on February 17, 2011.

NOTE 22 DISCONTINUED OPERATIONS

During 2009 the Township sold the Legler Water System to the Jackson Township Municipal Utilities Authority. As of December 31, 2009 the Water Utility Capital Fund has been dissolved.

TOWNSHIP OF JACKSON
COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
SCHEDULE OF CASH AND CASH EQUIVALENTS

	<u>Ref.</u>		
Balance, December 31, 2008	A		\$ 11,801,338.49
Increased by Receipts:			
Non-Budget Revenues	A-2	\$ 740,899.79	
Taxes Receivable	A-6	123,303,825.91	
Tax Title Liens	A-7	13,527.76	
Revenue Accounts Receivable	A-10	8,017,440.54	
Tax Overpayments	A-15	391,297.24	
Prepaid Taxes	A-14	478,587.60	
Reserve for Garden State Trust Fund	A	84,434.95	
Reserve for Skate Park	A	8,936.75	
Reserve for Library Damage	A-24	53,626.83	
State of New Jersey (Ch. 20, P.L. 1971)	A-5	544,861.65	
Interfunds	A-25	407,349.43	
Due to State of New Jersey - Construction Fees	A-19	53,318.00	
Due to State of New Jersey - Marriage License	A-20	<u>6,075.00</u>	
			<u>134,104,181.45</u>
			145,905,519.94
Decreased by Disbursements:			
2009 Budget Appropriations	A-3	34,723,329.87	
2008 Appropriation Reserves	A-11	1,112,376.19	
Accounts Payable	A-12	84,427.65	
Refund of Prior Year Revenue	A-1	25,987.55	
Special Emergency Note Payable	A	300,000.00	
Tax Overpayments	A-15	331,821.67	
County Taxes Payable	A-16	23,420,893.26	
Local School District Tax	A-17	69,925,928.00	
Special District Taxes	A-18	4,935,206.00	
Reserve for Revision of Tax Map	A	1,373.50	
Reserve for Master Plan	A	122,709.38	
Reserve for Skate Park	A	1,389.50	
Reserve for Revaluation Program	A-21	409,286.40	
Due to State of New Jersey - Construction Fees	A-19	49,260.00	
Due to State of New Jersey - Marriage License	A-20	6,090.00	
Due to Municipal Open Space Trust Fund	A-22	2,035,519.49	
Interfunds	A-25	<u>332,278.67</u>	
			<u>137,817,877.13</u>
Balance, December 31, 2009	A		<u>\$ 8,087,642.81</u>

TOWNSHIP OF JACKSON
COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
SCHEDULE OF DUE FROM STATE - P.L. 1971, C. 20

	<u>Ref.</u>		
Balance, December 31, 2008	A		\$ 11,678.43
Increased by:			
Deductions per Tax Duplicate:			
Senior Citizens	A-6	\$ 71,500.00	
Veterans	A-6	469,000.00	
Deductions Allowed by Tax Collector:			
2009 Senior Citizen Deductions	A-6	5,250.00	
2009 Veteran Deductions	A-6	<u>10,250.00</u>	
			<u>556,000.00</u>
			567,678.43
Decreased by:			
Received from State of New Jersey	A-4	544,861.65	
Deductions Disallowed by Tax Collector:			
2009 Senior Citizens and Veterans	A-6	2,000.00	
Prior Years Senior Citizens and Veterans	A-6/A-1	<u>7,653.42</u>	
			<u>554,515.07</u>
Balance, December 31, 2009	A		\$ <u>13,163.36</u>

TOWNSHIP OF JACKSON
COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
SCHEDULE OF TAXES RECEIVABLE AND ANALYSIS OF PROPERTY TAX LEVY

Year	Balance	Added Taxes	2009 Levy	Collections		Transferred to Tax Title Liens	Chapter 20, P.L. 1971 Senior Citizens and Veterans	Canceled, Remitted or Abated	Balance
	Dec. 31, 2008			2008	2009				Dec. 31, 2009
2003	\$ 1,424.22			\$	1,424.22				
2004	1,575.90				307.92				\$ 1,267.98
2005	7,839.39					\$ 7,051.44			787.95
2006	17,946.93				8,432.68	7,693.56			1,820.69
2007	36,313.99				8,336.54	7,840.67			20,136.78
2008	1,688,758.93				1,587,959.98	42,153.58	\$ (7,653.42)	\$ 7.66	66,291.13
	<u>1,753,859.36</u>				<u>1,606,461.34</u>	<u>64,739.25</u>	<u>(7,653.42)</u>	<u>7.66</u>	<u>90,304.53</u>
2009		\$ 11,337.16	\$ 125,107,358.33	\$ 410,096.52	121,697,364.57	157,247.98	554,000.00	505,632.34	1,794,354.08
	<u>\$ 1,753,859.36</u>	<u>\$ 11,337.16</u>	<u>\$ 125,107,358.33</u>	<u>\$ 410,096.52</u>	<u>\$ 123,303,825.91</u>	<u>\$ 221,987.23</u>	<u>\$ 546,346.58</u>	<u>\$ 505,640.00</u>	<u>\$ 1,884,658.61</u>
Ref.	A		A-6	A-2/A-14	A-2/A-4	A-7	A-2/A-5		A
Analysis of 2009 Property Tax Levy			Ref.						
Tax Yield:									
General Purpose Tax				\$	119,725,505.57				
Special District Tax					4,976,581.00				
Added and Omitted Tax					<u>405,271.76</u>				
				A-6		\$	<u>125,107,358.33</u>		
Tax Levy:									
Local District School Tax				A-17	\$	69,925,928.00			
County Taxes:									
County Tax				A-16	\$	19,192,491.41			
County Library Tax				A-16		2,254,869.84			
County Health Tax				A-16		923,370.08			
County Open Space Tax				A-16		907,626.89			
Due County for Added and Omitted Taxes				A-16		<u>76,042.06</u>			
Total County Taxes						23,354,400.28			
Special District Taxes:									
Fire District #1				A-18		364,700.00			
Fire District #2				A-18		899,246.00			
Fire District #3				A-18		2,291,458.00			
Fire District #4				A-18		<u>1,379,802.00</u>			
Total Special District Taxes						4,935,206.00			
Municipal Open Space Tax:									
Local Municipal Open Space Tax				A-22		2,029,245.86			
Due Municipal Open Space Tax for Added and Omitted Tax				A-22		<u>6,273.63</u>			
Total Municipal Open Space Tax						2,035,519.49			
Local Tax for Municipal Purposes				A-2		24,453,967.42			
Add: Additional Tax Levied						<u>402,337.14</u>			
				A-6		<u>24,856,304.56</u>	\$	<u>125,107,358.33</u>	

TOWNSHIP OF JACKSON
COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
 SCHEDULE OF TAX TITLE LIENS

	<u>Ref.</u>	
Balance, December 31, 2008	A	\$ 1,052,482.84
Increased by:		
Transfer from Taxes Receivable	A-6	\$ 221,987.23
Added Liens		2,567.41
Interest and Costs on Taxes		<u>20,340.48</u>
		244,895.12
		<u>1,297,377.96</u>
Decreased by:		
Collections	A-2/A-4	<u>13,527.76</u>
Balance, December 31, 2009	A	<u>\$ 1,283,850.20</u>

Exhibit A-8

SCHEDULE OF PROPERTY ACQUIRED FOR TAXES AT ASSESSED VALUATION

	<u>Ref.</u>	
Balance, December 31, 2008	A	\$ 6,835,100.00
Decreased by:		
Canceled		<u>18,900.00</u>
Balance, December 31, 2009	A	<u>\$ 6,816,200.00</u>

Exhibit A-9

SCHEDULE OF WATER CONSUMER ACCOUNTS RECEIVABLE

	<u>Ref.</u>	
Balance, December 31, 2008	A	\$ 18,814.72
Increased by:		
Billings		<u>13.13</u>
		18,827.85
Decreased by:		
Collections	A-2	<u>18,827.85</u>
Balance, December 31, 2009	A	<u>\$ _____</u>

TOWNSHIP OF JACKSON
COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
SCHEDULE OF REVENUE ACCOUNTS RECEIVABLE

	Ref.	Balance Dec. 31, 2008	Accrued in 2009	Realized	Balance Dec. 31, 2009
Clerk:					
Licenses					
Alcoholic Beverages Licenses	A-2		\$ 37,050.00	\$ 37,050.00	
Other	A-2		23,603.00	23,603.00	
Construction Official:					
Building Inspector Fees and Permits	A-2		559,404.75	559,404.75	
Plumbing Fees and Permits	A-2		187,806.00	187,806.00	
Electrical Fees and Permits	A-2		212,248.00	212,248.00	
Fire Inspection Fees and Permits	A-2		116,350.00	116,350.00	
Elevator Inspection Fees and Permits	A-2		10,812.00	10,812.00	
Housing and Commercial CCO's	A-2		107,715.00	107,715.00	
Public Works Department:					
Fees and Permits - Recycling	A-2		17,435.00	17,435.00	
Police Department:					
Fees and Permits	A-2		21,959.25	21,959.25	
Forester:					
Fees and Permits	A-2		2,805.00	2,805.00	
Zoning Board:					
Fees and Permits	A-2		35,630.00	35,630.00	
Vital Statistics:					
Fees and Permits	A-2		14,755.00	14,755.00	
Planning Board:					
Fees and Permits	A-2		52,469.60	52,469.60	
Municipal Court:					
Fines and Costs	A-2	\$ 38,493.96	499,434.09	506,247.76	\$ 31,680.29
Tax Collector:					
Tax Search Fees	A-2		80.00	80.00	
Interest and Costs on Taxes	A-2		355,558.63	355,558.63	
Interest on Investments and Deposits	A-2		367,967.09	367,967.09	
Consolidated Municipal Property Tax Relief Act	A-2		847,090.00	847,090.00	
Energy Receipts Tax	A-2		3,366,800.00	3,366,800.00	
Pinelands Property Tax Stabilization Aid	A-2		9,872.00	9,872.00	
Capital Fund Balance	A-2		250,000.00	250,000.00	
Reserve for Debt Service - General Capital Fund	A-2		546,229.43	546,229.43	
Cablevision Franchise Fee	A-2		174,883.00	174,883.00	
Reserve for Industrial Commission - Trust Other	A-2		210,008.21	210,008.21	
		<u>\$ 38,493.96</u>	<u>\$ 8,027,965.05</u>	<u>\$ 8,034,778.72</u>	<u>\$ 31,680.29</u>
	Ref.	A			A
Cash Receipts	A-4			\$ 8,017,440.54	
Interfunds	A-25			<u>17,338.18</u>	
				<u>\$ 8,034,778.72</u>	

TOWNSHIP OF JACKSON
COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
SCHEDULE OF APPROPRIATION RESERVES

	Balance Dec. 31, 2008	Reserve for Encumbrances	Balance After Transfers	Paid or Charged	Balance Lapsed
<u>Operations Within CAPS</u>					
General Government:					
Administrative and Executive					
Salaries and Wages	\$ 8,325.30		\$ 8,325.30	\$ 1,345.14	\$ 6,980.16
Other Expenses	41,815.18	\$ 2,765.39	42,880.57	16,404.03	26,476.54
Human Services					
Salaries and Wages	475.31		475.31		475.31
Other Expenses	3,392.78	882.64	4,275.42	846.30	3,429.12
Governing Body					
Salaries and Wages	722.45		722.45	219.88	502.57
Other Expenses	4,411.37	345.95	4,757.32	355.59	4,401.73
Municipal Clerk					
Salaries and Wages	448.15		648.15	573.75	74.40
Other Expenses	10.73	6,662.56	8,173.29	7,819.54	353.75
Election					
Salaries and Wages	235.62		235.62		235.62
Other Expenses	5,794.65		5,794.65		5,794.65
Mayor Office					
Salaries and Wages	2,121.46		2,121.46		2,121.46
Other Expenses	1,189.69	2,822.25	4,011.94	2,761.08	1,250.86
Financial Administration					
Salaries and Wages	17,444.13		7,444.13	230.06	7,214.07
Other Expenses	9,524.42	22,541.83	32,066.25	23,413.90	8,652.35
Audit Services					
Other Expenses		52,000.00	52,000.00	39,000.00	13,000.00
Information Technology					
Salaries and Wages	129.58		129.58		129.58
Other Expenses	4,801.46	10,572.79	15,374.25	10,627.52	4,746.73
Collection of Taxes					
Salaries and Wages	970.45		970.45		970.45
Other Expenses	5,033.15	18,366.97	23,400.12	18,113.97	5,286.15

TOWNSHIP OF JACKSON
COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
SCHEDULE OF APPROPRIATION RESERVES

	Balance Dec. 31, 2008	Reserve for Encumbrances	Balance After Transfers	Paid or Charged	Balance Lapsed
Assessment of Taxes					
Salaries and Wages	\$ 28,050.88		\$ 18,050.88		\$ 18,050.88
Other Expenses	746.26	\$ 8,047.10	8,793.36	\$ 8,069.56	723.80
Purchasing					
Salaries and Wages	4,071.13		4,071.13	345.44	3,725.69
Other Expenses	2,585.40	1,142.12	3,727.52	1,143.83	2,583.69
Legal Services and Costs					
Other Expenses	53,160.71	1,000.00	54,160.71	51,264.35	2,896.36
Engineering Services and Costs					
Salaries and Wages	737.04		737.04		737.04
Other Expenses	72,750.09	21,340.35	91,090.44	31,552.55	59,537.89
Historical Commission					
Salaries and Wages	1,200.00		1,200.00		1,200.00
Other Expenses	600.00		600.00		600.00
Community Alliance - Alcoholism and Drugs					
Salaries and Wages	1,140.00		1,140.00	190.00	950.00
Other Expenses	250.00		250.00		250.00
Mayor's Community Advisory Board					
Salaries and Wages	300.00		300.00	7.57	292.43
Other Expenses	50.00		50.00		50.00
Housing and Inspection Code					
Salaries and Wages	3,624.46		3,624.46		3,624.46
Other Expenses	842.92	239.08	1,082.00	239.08	842.92
Commercial Building Standards					
Salaries and Wages	625.00		625.00		625.00
Other Expenses	244.62	105.38	350.00	109.86	240.14
Planning/Zoning Board					
Salaries and Wages	1,195.13		1,195.13		1,195.13
Other Expenses	51,585.04		44,385.04	9,551.85	34,833.19
Maintenance of Tax Maps					
Other Expenses	2,071.70		8,571.70	6,387.56	2,184.14

TOWNSHIP OF JACKSON
COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
SCHEDULE OF APPROPRIATION RESERVES

	Balance Dec. 31, 2008	Reserve for Encumbrances	Balance After Transfers	Paid or Charged	Balance Lapsed
Rent Leveling Board					
Salaries and Wages	\$ 831.07		\$ 831.07	\$ 7.57	\$ 823.50
Other Expenses	3,621.20		4,321.20	3,808.87	512.33
Code Enforcement - Other					
Salaries and Wages	1,133.33		1,133.33		1,133.33
Other Expenses	709.31	\$ 201.50	910.81	382.42	528.39
Unsafe Structures Committee					
Salaries and Wages	960.00		960.00	120.00	840.00
Other Expenses	7,639.16		7,639.16		7,639.16
Insurance:					
General Liability	58,063.05	1,500.00	59,563.05	3,720.54	55,842.51
Employee Group Health	38,424.18		38,424.18		38,424.18
Police Department					
Salaries and Wages	61,281.45		51,281.45	15,608.47	35,672.98
Other Expenses	2,609.36	191,693.95	194,303.31	193,838.98	464.33
Police Dispatch / 911					
Salaries and Wages	19,947.67		19,947.67	1,128.15	18,819.52
Emergency Management					
Salaries and Wages	1,140.06		1,140.06		1,140.06
Other Expenses	1,384.08	28,457.40	29,841.48	29,520.39	321.09
Aid to Volunteer Ambulance					
Other Expenses		20,000.00	20,000.00	20,000.00	
Emergency Medical Services					
Other Expenses	47.00		47.00		47.00
Municipal Prosecutor					
Other Expenses	4,333.26		4,333.26	3,333.34	999.92
Juvenile Conference Committee					
Salaries and Wages	877.29		877.29	126.50	750.79
Other Expenses	25.00		25.00		25.00
Public Works Functions:					
Streets and Roads Maintenance					
Salaries and Wages	89,352.10		64,352.10	11,699.88	52,652.22
Other Expenses	47,592.99	49,530.63	97,123.62	49,728.21	47,395.41
Snow Removal					
Other Expenses	58,389.17	24,291.25	82,680.42	21,679.39	61,001.03

TOWNSHIP OF JACKSON
COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
SCHEDULE OF APPROPRIATION RESERVES

	Balance Dec. 31, 2008	Reserve for Encumbrances	Balance After Transfers	Paid or Charged	Balance Lapsed
Shade Tree Commission					
Salaries and Wages	\$ 533.36		\$ 533.36	\$ 410.28	\$ 123.08
Other Expenses	28,949.83	\$ 16,900.00	45,849.83	7,203.86	38,645.97
Solid Waste Collection					
Salaries and Wages	11,688.07		11,688.07	1,237.15	10,450.92
Other Expenses	10,685.06	78,354.50	89,039.56	85,307.00	3,732.56
Buildings and Grounds					
Salaries and Wages	98,428.37		73,428.37	601.86	72,826.51
Other Expenses	24,428.42	31,637.61	56,066.03	18,915.58	37,150.45
Vehicle Maintenance					
Salaries and Wages	17,970.44		17,970.44	2,253.56	15,716.88
Other Expenses	11,155.20	32,011.88	43,167.08	22,147.55	21,019.53
Community Services Act					
Other Expenses	300,000.00		400,000.00	200,000.00	200,000.00
Health and Human Services:					
Public Health Services					
Salaries and Wages	459.06		459.06		459.06
Other Expenses	503.60		503.60		503.60
Environmental Health Services - Environmental Comm.					
Salaries and Wages	263.64		263.64		263.64
Other Expenses	1,354.74		1,354.74		1,354.74
Animal Control Services					
Salaries and Wages	30,394.49		20,394.49	3,267.50	17,126.99
Other Expenses	15,569.76	5,121.61	20,691.37	10,284.31	10,407.06
Contribution Social Service Agencies					
Other Expenses		12,500.00	12,500.00	12,500.00	
Parks and Recreation:					
Recreation Services and Programs					
Salaries and Wages	11,644.67		6,644.67		6,644.67
Other Expenses	34,845.35	4,478.25	38,023.60	12,760.10	25,263.50
Office for the Golden Age					
Salaries and Wages	143.79		1,443.79	1,323.51	120.28
Other Expenses	7,747.17	5,504.63	13,251.80	10,066.08	3,185.72
Commission for Disabled					
Salaries and Wages	27,448.99		17,448.99	1,585.02	15,863.97
Other Expenses	2,777.73	293.47	3,071.20		3,071.20

TOWNSHIP OF JACKSON
COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
SCHEDULE OF APPROPRIATION RESERVES

	Balance <u>Dec. 31, 2008</u>	Reserve for <u>Encumbrances</u>	Balance <u>After</u> <u>Transfers</u>	<u>Paid or</u> <u>Charged</u>	Balance <u>Lapsed</u>
Park Maintenance					
Other Expenses	\$ 22,204.16	\$ 19,016.00	\$ 41,220.16	\$ 10,371.00	\$ 30,849.16
Other Common Operating Functions:					
Postage and Photocopy					
Other Expenses	11,763.78	3,671.12	15,434.90	1,439.02	13,995.88
Purchase of Office Equipment					
Other Expenses		2,000.00	2,000.00	2,000.00	
Utilities and Bulk Purchases:					
Electricity	14,872.74	50,000.00	74,872.74	74,282.55	590.19
Street Lighting	50,819.13	28,000.00	68,819.13	38,506.49	30,312.64
Telecommunication Costs	24,271.50	5,562.32	29,833.82	9,137.67	20,696.15
Legler Water System	690.68	5,100.00	6,790.68	6,713.81	76.87
Natural Gas	11,040.96	4,600.00	15,640.96	15,640.96	
Heating (Fuel) Oil	3,000.00	660.47	3,660.47	307.19	3,353.28
Sewage Processing and Disposal	2,487.50	2,512.50	5,000.00	4,762.70	237.30
Fuel and Petroleum Products	116,741.89	80,269.18	197,011.07	38,355.06	158,656.01
Landfill / Solid Waste:					
Landfill / Solid Waste Disposal Costs					
Other Expenses	8,538.29	67,256.14	95,794.43	84,337.44	11,456.99
Legler Landfill - Postclosure Monitoring					
Other Expenses	7,802.44	858.00	8,660.44	7,639.81	1,020.63
Public Defender					
Other Expenses	18,000.00		18,000.00		18,000.00
Municipal Court					
Salaries and Wages	874.52		2,374.52	1,838.44	536.08
Other Expenses	8,036.46	2,537.87	9,074.33	3,895.97	5,178.36
Uniform Construction Code:					
Construction Code Department					
Salaries and Wages	172,996.87		157,996.87	1,482.28	156,514.59
Other Expenses	104,511.57	2,854.22	107,365.79	3,336.61	104,029.18
Statutory Expenditures:					
Contribution to:					
Social Security System (O.A.S.I.)	74,803.35		74,803.35	4,118.97	70,684.38

TOWNSHIP OF JACKSON
COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
SCHEDULE OF APPROPRIATION RESERVES

	Balance Dec. 31, 2008	Reserve for Encumbrances	Balance After Transfers	Paid or Charged	Balance Lapsed
<u>Operations Excluded from CAPS</u>					
Contribution to:					
Defined Contribution Retirement Plan (DCRP)	\$ 5,000.00		\$ 5,000.00	\$ 285.44	\$ 4,714.56
Service Contracts					
Sewer and Water Purposes - Jackson MUA	15,931.01		17,931.01	17,483.65	447.36
Relocation Assistance					
Other Expenses	10,000.00		10,000.00		10,000.00
LOSAP		\$ 25,100.00	25,100.00	25,100.00	
Recycling Tonnage Tax	2,841.45		2,841.45		2,841.45
Gypsy Moth and Mosquito Control					
Other Expenses	14,238.28	80.00	14,318.28	80.00	14,238.28
Matching Funds for Grants	<u>25,000.00</u>		<u>25,000.00</u>		<u>25,000.00</u>
	<u>\$ 2,094,495.31</u>	<u>\$ 951,388.91</u>	<u>\$ 3,045,884.22</u>	<u>\$ 1,326,253.54</u>	<u>\$ 1,719,630.68</u>
	Ref. A	A-13			A-1
Cash Disbursed		A-4		\$ 1,112,376.19	
Accounts Payable		A-12		<u>213,877.35</u>	
				<u>\$ 1,326,253.54</u>	

TOWNSHIP OF JACKSON
COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
 SCHEDULE OF ACCOUNTS PAYABLE

	<u>Ref.</u>	
Balance, December 31, 2008	A	\$ 217,525.05
Increased by:		
Appropriation Reserves Charged	A-11	<u>213,877.35</u>
		431,402.40
Decreased by:		
Cash Disbursed	A-4	\$ 84,427.65
Canceled	A-1	<u>125,751.73</u>
		<u>210,179.38</u>
Balance, December 31, 2009	A	<u>\$ 221,223.02</u>

SCHEDULE OF RESERVE FOR ENCUMBRANCES

	<u>Ref.</u>	
Balance, December 31, 2008	A	\$ 951,388.91
Increased by:		
2009 Budget Appropriations	A-3	<u>1,181,983.37</u>
		2,133,372.28
Decreased by:		
Transfer to Appropriation Reserves	A-11	<u>951,388.91</u>
Balance, December 31, 2009	A	<u>\$ 1,181,983.37</u>

TOWNSHIP OF JACKSON
COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
SCHEDULE OF PREPAID TAXES

	<u>Ref.</u>	
Balance, December 31, 2008	A	\$ 410,096.52
Increased by:		
Collections, 2009 Taxes	A-4	<u>478,587.60</u>
		888,684.12
Decreased by:		
Applied to Taxes Receivable	A-6	<u>410,096.52</u>
Balance, December 31, 2009	A	\$ <u>478,587.60</u>

SCHEDULE OF TAX OVERPAYMENTS

	<u>Ref.</u>	
Balance, December 31, 2008	A	\$ 77,656.84
Increased by:		
Receipts	A-4	\$ 391,297.24
Transferred from Reserve for Tax Appeals	A-23	<u>54,076.36</u>
		445,373.60
		523,030.44
Decreased by:		
Refunds	A-4	<u>331,821.67</u>
Balance, December 31, 2009	A	\$ <u>191,208.77</u>

TOWNSHIP OF JACKSON
COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
 SCHEDULE OF COUNTY TAXES PAYABLE

	<u>Ref.</u>	
Balance, December 31, 2008	A	\$ 142,535.03
Increased by:		
County Tax	A-6/A-1	\$ 19,192,491.41
County Library Tax	A-6/A-1	2,254,869.84
County Health Tax	A-6/A-1	923,370.08
County Open Space Preservation Tax	A-6/A-1	907,626.89
Due County for Added and Omitted Taxes	A-6/A-1	<u>76,042.06</u>
		<u>23,354,400.28</u>
		23,496,935.31
Decreased by:		
Payments	A-4	<u>23,420,893.26</u>
Balance, December 31, 2009	A	<u>\$ 76,042.05</u>

SCHEDULE OF LOCAL DISTRICT SCHOOL TAX PAYABLE

	<u>Ref.</u>	
Increased by:		
Levy - Calendar Year 2009	A-6/A-1	\$ 69,925,928.00
Decreased by:		
Payments	A-4	<u>\$ 69,925,928.00</u>

TOWNSHIP OF JACKSON
COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
 SCHEDULE OF SPECIAL DISTRICT TAXES PAYABLE

	<u>Ref.</u>		
Increased by:			
Fire Districts Levy:			
Fire District #1 - Whitesville	A-6	\$ 364,700.00	
Fire District #2 - Cassville	A-6	899,246.00	
Fire District #3 - Hulses Corner	A-6	2,291,458.00	
Fire District #4 - Jackson Mills	A-6	<u>1,379,802.00</u>	
	A-1		<u>\$ 4,935,206.00</u>
Decreased by:			
Disbursed	A-4		<u>\$ 4,935,206.00</u>

Exhibit A-19

SCHEDULE OF DUE TO STATE OF NEW JERSEY - CONSTRUCTION FEES

	<u>Ref.</u>		
Balance, December 31, 2008	A		\$ 7,337.00
Increased by:			
Collections	A-4		<u>53,318.00</u>
			60,655.00
Decreased by:			
Disbursed	A-4		<u>49,260.00</u>
Balance, December 31, 2009	A		<u>\$ 11,395.00</u>

Exhibit A-20

SCHEDULE OF DUE TO STATE OF NEW JERSEY - MARRIAGE LICENSE FEES

	<u>Ref.</u>		
Balance, December 31, 2008	A		\$ 1,350.00
Increased by:			
Collections	A-4		<u>6,075.00</u>
			7,425.00
Decreased by:			
Disbursed	A-4		<u>6,090.00</u>
Balance, December 31, 2009	A		<u>\$ 1,335.00</u>

TOWNSHIP OF JACKSON
COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
SCHEDULE OF RESERVE FOR REVALUATION PROGRAM

	<u>Ref.</u>	
Balance, December 31, 2008	A	\$ 515,029.80
Decreased by:		
Cash Disbursed	A-4	<u>409,286.40</u>
Balance, December 31, 2009	A	<u>\$ 105,743.40</u>

SCHEDULE OF DUE TO MUNICIPAL OPEN SPACE TRUST FUND

	<u>Ref.</u>	
Increased by:		
Open Space Tax	A-6/A-1	\$ 2,029,245.86
Added and Omitted Taxes	A-6/A-1	<u>6,273.63</u>
		\$ 2,035,519.49
Decreased by:		
Cash Disbursed	A-4	<u>\$ 2,035,519.49</u>

TOWNSHIP OF JACKSON
COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
SCHEDULE OF RESERVE FOR STATE BOARD OF TAXATION APPEALS

	<u>Ref.</u>	
Balance, December 31, 2008	A	\$ 150,000.00
Increased by:		
State Appeals Pending	A-2	204,076.36
		<u>354,076.36</u>
Decreased by:		
Transferred to Tax Overpayments - Appeals Lost	A-15	54,076.36
		<u>54,076.36</u>
Balance, December 31, 2009	A	\$ <u>300,000.00</u>

SCHEDULE OF RESERVE FOR LIBRARY DAMAGE

	<u>Ref.</u>	
Increased by:		
Cash Receipts - Insurance	A-4	\$ 53,626.83
Balance, December 31, 2009	A	\$ <u>53,626.83</u>

TOWNSHIP OF JACKSON
 COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
 SCHEDULE OF INTERFUNDS - OTHER FUNDS

	Ref.	Total	Federal and State Grant Fund	General Capital Fund	Animal Control Trust	Trust Other
Balance, December 31, 2008:						
Interfunds Receivable	A	\$ 37,504.51		\$ 18,443.70	\$ 16,892.98	\$ 2,167.83
(Interfunds Payable)	A	\$ (253,354.00)	\$ (253,354.00)			
Increased by:						
Anticipated Revenue	A-10	17,338.18				17,338.18
Disbursements	A-4	332,278.67	332,278.67			
Grants Receivable - Budget	A-2	248,345.24	248,345.24			
Statutory Excess in Animal Control Trust	A-1	4,128.71			4,128.71	
		<u>602,090.80</u>	<u>580,623.91</u>		<u>4,128.71</u>	<u>17,338.18</u>
		<u>386,241.31</u>	<u>327,269.91</u>	<u>18,443.70</u>	<u>21,021.69</u>	<u>19,506.01</u>
Decreased by:						
Collections:						
Settlements		50,755.97		18,443.70	16,892.98	15,419.29
Grants Receivable	A-28	269,830.32	269,830.32			
Unappropriated Funds	A-30	86,763.14	86,763.14			
	A-4	407,349.43	356,593.46	18,443.70	16,892.98	15,419.29
Grant Appropriations	A-3	257,979.99	257,979.99			
		<u>665,329.42</u>	<u>614,573.45</u>	<u>18,443.70</u>	<u>16,892.98</u>	<u>15,419.29</u>
Balance, December 31, 2009:						
Interfunds Receivable	A	\$ 8,215.43		\$	\$ 4,128.71	\$ 4,086.72
(Interfunds Payable)	A	\$ (287,303.54)	\$ (287,303.54)			
Analysis of Net Debit to Operations						
Interfund Accounts Receivable:						
Balance, December 31, 2008	Above	\$ 37,504.51				
Balance, December 31, 2009	Above	<u>8,215.43</u>				
Net Debit to Operations	A-1	<u>\$ 29,289.08</u>				

TOWNSHIP OF JACKSON
 COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
 SCHEDULE OF DEFERRED CHARGES
 N.J.S. 40A: 4-55 SPECIAL EMERGENCY

<u>Date</u> <u>Authorized</u>	<u>Purpose</u>	<u>Amount</u> <u>Authorized</u>	<u>1/5 of</u> <u>Net Amount</u> <u>Authorized</u>	<u>Balance</u> <u>Dec. 31, 2008</u>	<u>Budget</u> <u>Appropriation</u>	<u>Balance</u> <u>Dec. 31, 2009</u>
2005	Revaluation of Real Property	\$ 1,500,000.00	\$ 300,000.00	\$ 600,000.00	\$ 300,000.00	\$ 300,000.00
2007	Revaluation of Real Property	250,000.00	50,000.00	<u>200,000.00</u>	<u>50,000.00</u>	<u>150,000.00</u>
				<u>\$ 800,000.00</u>	<u>\$ 350,000.00</u>	<u>\$ 450,000.00</u>
			<u>Ref.</u>	A	A-3	A

TOWNSHIP OF JACKSON
COUNTY OF OCEAN, NEW JERSEY

FEDERAL AND STATE GRANT FUND
 SCHEDULE OF DUE FROM CURRENT FUND

	<u>Ref.</u>		
Balance, December 31, 2008	A		\$ 253,354.00
Increased by:			
Deposited in Current Fund:			
Unappropriated Reserves	A-30	\$ 86,763.14	
Grants Receivable	A-28	269,830.32	
2009 Budget Appropriations	A-29	<u>257,979.99</u>	
			<u>614,573.45</u>
			867,927.45
Decreased by:			
Disbursed by Current Fund:			
Appropriated Reserves	A-29	332,278.67	
2009 Anticipated Revenue	A-28	<u>248,345.24</u>	
			<u>580,623.91</u>
Balance, December 31, 2009	A		\$ <u><u>287,303.54</u></u>

TOWNSHIP OF JACKSON
 COUNTY OF OCEAN, NEW JERSEY

FEDERAL AND STATE GRANT FUND
 SCHEDULE OF GRANTS RECEIVABLE

Grant	Balance Dec. 31, 2008	2009 Anticipated Revenue	Cash Received	Transferred From Unappropriated Reserve	Balance Dec. 31, 2009
Alcohol Education and Rehabilitation		\$ 2,302.46		\$ 2,302.46	
Body Armor Replacement Grant		8,612.77		8,612.77	
Clean Communities Program		79,197.27	\$ 71,407.18	7,790.09	
Drunk Driving Enforcement Fund		24,956.67	24,956.67		
COPS in Shops - Fall College Initiative		2,400.00			\$ 2,400.00
Green Communities 2008	\$ 3,000.00				3,000.00
NJDEP - Recreation Trails Program	25,000.00		22,597.34		2,402.66
U.S. DOJ - Bulletproof Vest Program	1,998.25				1,998.25
Municipal Alliance Alcohol and Drug Alliance - 2008	8,828.62		7,750.08		1,078.54
Municipal Alliance Alcohol and Drug Alliance - 2009		26,539.00	12,935.20		13,603.80
N.J. DEP - Community Forestry Management Plan	1,640.00				1,640.00
N.J. DEP - Community Stewardship/Cool Cities	25,000.00		24,950.00		50.00
N.J. DOT Transportation Trust Fund	50,000.00		50,000.00		
N.J. Handicapped Recreation - 2008	3,816.25		3,816.25		
N.J. Handicapped Recreation - 2009		15,000.00	7,349.60		7,650.40
N.J. Law and Public Safety - Variable Message Sign Board	8.72				8.72
N.J. Law and Public Safety - Ocean County Sherriff 966 Reimbursement	11,249.00		11,245.00		4.00
Ocean County Cultural and Heritage	1,125.00		1,125.00		
Ocean County Office of Senior Services - Information Systems Grant		14,917.00	14,917.00		
Over the Limit/Under Arrest 2009		6,000.00	5,875.00		125.00
Over the Limit/Under Arrest Year End Crackdown 2009		5,000.00			5,000.00
Recycling Tonnage Grant		35,530.07		35,530.07	
Safe and Secure 2008	10,906.00		10,906.00		
Safe and Secure 2009		26,250.00			26,250.00
State Forestry Services - Community Forestry Management Plan Grant		1,640.00		1,640.00	
	<u>\$ 142,571.84</u>	<u>\$ 248,345.24</u>	<u>\$ 269,830.32</u>	<u>\$ 55,875.39</u>	<u>\$ 65,211.37</u>
Ref.	A	A-2/A-27	A-27	A-30	A

TOWNSHIP OF JACKSON
COUNTY OF OCEAN, NEW JERSEY

FEDERAL AND STATE GRANT FUND
SCHEDULE OF APPROPRIATED RESERVES

Grant	Balance Dec. 31, 2008	Transfer from 2009 Budget Appropriation	Prior Year Encumbrances	Paid or Charged	Reserve For Encumbrances	Balance Dec. 31, 2009
Handicapped Recreation Opportunities - 2008	\$ 137.16		\$ 396.53	\$ 533.69		
Handicapped Recreation Opportunities - 2009		\$ 18,000.00		16,333.94	\$ 223.89	\$ 1,442.17
Recycling Tonnage Grant - 2006	23,067.44			8,214.12	14,850.00	3.32
Recycling Tonnage Grant - 2007	30,930.47			30,897.39		33.08
Recycling Tonnage Grant - 2008	23,938.66			10,455.06		13,483.60
Recycling Tonnage Grant - 2009		35,530.07				35,530.07
Body Armor Replacement Grant - 2006	1,097.73			1,097.73		
Body Armor Replacement Grant - 2007	8,034.27			2,304.27		5,730.00
Body Armor Replacement Grant - 2008	9,422.17					9,422.17
Body Armor Replacement Grant - 2009		8,612.77				8,612.77
Donation - Defensive Driving	750.00					750.00
Donation - Police Oxygen	390.00					390.00
Donation - Safety Equipment	615.03					615.03
Drunk Driving Enforcement Fund - 2007	15,304.52		3,332.44	6,608.59	12,028.37	
Drunk Driving Enforcement Fund - 2008	7,770.24			142.00	7,628.24	
Drunk Driving Enforcement Fund - 2009		24,956.67			2,790.34	22,166.33
Alcohol Education and Rehabilitation - 1999	58.19			58.19		
Alcohol Education and Rehabilitation - 2002			339.02	339.02		
Alcohol Education and Rehabilitation - 2003	42.80		205.26	248.06		
Alcohol Education and Rehabilitation - 2005	561.72			354.73		206.99
Alcohol Education and Rehabilitation - 2006	1,022.10					1,022.10
Alcohol Education and Rehabilitation - 2008	1,353.13					1,353.13
Alcohol Education and Rehabilitation - 2009		2,302.46				2,302.46
Municipal Alliance - 2008	5,196.88		11,048.55	7,397.78	2,853.90	5,993.75
Municipal Alliance - 2009		33,173.75		27,603.02	5,570.73	
Ocean County Municipal Alliance Project Crash	2,000.00					2,000.00
Safe and Secure Communities Program - 2008	10,906.00			10,906.00		
Safe and Secure Communities Program - 2009		26,250.00		13,125.00		13,125.00
Ocean County Cultural and Heritage Commission						
Clean Communities Program - 1999	1,021.53					1,021.53
Clean Communities Program - 2008	23,357.15		1,917.37	25,274.51		0.01
Clean Communities Program - 2009		79,197.27		33,855.01	2,063.00	43,279.26

TOWNSHIP OF JACKSON
COUNTY OF OCEAN, NEW JERSEY

FEDERAL AND STATE GRANT FUND
SCHEDULE OF APPROPRIATED RESERVES

Grant	Balance Dec. 31, 2008	Transfer from 2009 Budget Appropriation	Prior Year Encumbrances	Paid or Charged	Reserve For Encumbrances	Balance Dec. 31, 2009
Green Communities	\$ 7,200.00			\$ 1,930.52		\$ 5,269.48
N.J. DEP - Community Forestry Management Plan	7,786.67					7,786.67
N.J. DEP - Community Stewardship/Cool Cities	50.00		\$ 24,950.00	24,950.00		50.00
N.J. DOT - West and East Bird Village Road			58,443.86	58,443.86		
N.J. Law and Public Safety - Variable Message Sign Board	8.72					8.72
N.J. Law and Public Safety - Ocean County Sherriff 966 Reimbursement	771.60			767.60		4.00
Over the Limit/Under Arrest 2009		\$ 6,000.00		5,875.00		125.00
Over the Limit/Under Arrest Year End Crackdown 2009		5,000.00		1,400.00		3,600.00
COPS in Shops - Fall College Initiative		2,400.00				2,400.00
Ocean County Office of Senior Services - Information Systems Grant		14,917.00		14,216.52	\$ 376.92	323.56
Recycling Mini Grant	32,201.35			25,926.15	4,163.85	2,111.35
Donation - Improvements to Police Pistol Range	484.36					484.36
Bunker Hill Trails	2,658.80		1,023.13	1,279.27		2,402.66
Stormwater Management	18,620.00					18,620.00
Stormwater Regulation Program	1,635.60			800.00		835.60
State Forestry Services - Community Forestry Management Plan Grant		1,640.00		941.64		698.36
	<u>\$ 238,394.29</u>	<u>\$ 257,979.99</u>	<u>\$ 101,656.16</u>	<u>\$ 332,278.67</u>	<u>\$ 52,549.24</u>	<u>\$ 213,202.53</u>
Ref	A	A-3/A-27	A-31	A-27	A-31	A

TOWNSHIP OF JACKSON
 COUNTY OF OCEAN, NEW JERSEY

FEDERAL AND STATE GRANT FUND
 SCHEDULE OF UNAPPROPRIATED RESERVES

<u>Grant</u>	<u>Balance</u> <u>Dec. 31, 2008</u>	<u>Received</u> <u>in 2009</u>	<u>Anticipated as</u> <u>Revenue</u>	<u>Balance</u> <u>Dec. 31, 2009</u>
Municipal Court Alcohol Education and Rehabilitation	\$ 2,302.46	\$ 2,088.43	\$ 2,302.46	\$ 2,088.43
Recycling Tonnage	35,530.07	84,674.71	35,530.07	84,674.71
Clean Communities Program	7,790.09		7,790.09	
Forestry Management	1,640.00		1,640.00	
New Jersey Body Armor Grant	8,612.77		8,612.77	
	<u>\$ 55,875.39</u>	<u>\$ 86,763.14</u>	<u>\$ 55,875.39</u>	<u>\$ 86,763.14</u>
<u>Ref.</u>	A	A-27	A-28	A

TOWNSHIP OF JACKSON
COUNTY OF OCEAN, NEW JERSEY

FEDERAL AND STATE GRANT FUND
SCHEDULE OF RESERVE FOR ENCUMBRANCES

	<u>Ref.</u>	
Balance, December 31, 2008	A	\$ 101,656.16
Increased by:		
Charged to Appropriated Reserves	A-29	<u>52,549.24</u>
		154,205.40
Decreased by:		
Applied to Appropriated Reserves	A-29	<u>101,656.16</u>
Balance, December 31, 2009	A	<u>\$ 52,549.24</u>

TOWNSHIP OF JACKSON
 COUNTY OF OCEAN, NEW JERSEY

TRUST FUND
 SCHEDULE OF CASH - TREASURER

	Ref.	<u>Animal Control Trust Fund</u>	<u>Open Space Trust Fund</u>	<u>Trust Other Fund</u>
Balance, December 31, 2008	B	\$ 60,007.98		\$ 12,847,215.08
Increased by Receipts:				
Reserve for Animal Control Trust Fund Expenditures	B-6	\$ 44,443.20		
Interfund - Current Fund	B-4			\$ 17,338.18
Various Reserves	B-9			3,799,879.27
Due from Ocean County - Community Development Block Grant Receivable	B-3			248,774.00
Accounts Receivable -Off Duty Police	B-5			1,980.00
Transfer from Trust Other Fund	B-1		\$ 15,295.54	
Reserve for Open Space	B-10		2,038,901.56	
Due to State of New Jersey	B-2	<u>8,983.80</u>		
		<u>53,427.00</u>	<u>\$ 2,054,197.10</u>	<u>4,067,971.45</u>
		113,434.98	2,054,197.10	16,915,186.53
Decreased by Disbursements:				
Due to State of New Jersey	B-2	8,998.20		
Animal Control Trust Fund Expenditures (R.S. 4:19-15.11)	B-6	17,320.29		
Interfund - Current Fund	B-7	16,892.98		
Community Development Block Grant	B-8			261,669.01
Various Reserves	B-9			4,779,330.62
Transfer to Open Space Trust Fund	B-1			15,295.54
Reserve for Open Space	B-10		963,220.64	
Interfund - Current Fund	B-4			15,419.29
		<u>43,211.47</u>	<u>963,220.64</u>	<u>5,071,714.46</u>
Balance, December 31, 2009	B	<u>\$ 70,223.51</u>	<u>\$ 1,090,976.46</u>	<u>\$ 11,843,472.07</u>

TOWNSHIP OF JACKSON
COUNTY OF OCEAN, NEW JERSEY

ANIMAL CONTROL TRUST FUND
 SCHEDULE OF DUE TO STATE OF NEW JERSEY

	<u>Ref.</u>	
Balance, December 31, 2008	B	\$ 23.40
Increased by:		
Cash Receipts	B-1	<u>8,983.80</u>
		9,007.20
Decreased by:		
Cash Disbursements	B-1	<u>8,998.20</u>
Balance, December 31, 2009	B	<u>\$ 9.00</u>

TRUST OTHER FUND
 SCHEDULE OF DUE FROM COUNTY OF OCEAN-
 COMMUNITY DEVELOPMENT BLOCK GRANT

	<u>Ref.</u>	
Balance, December 31, 2008	B	\$ 230,779.87
Increased by:		
Grant Awarded	B-8	<u>213,774.00</u>
		444,553.87
Decreased by:		
Cash Receipts	B-1	<u>248,774.00</u>
Balance, December 31, 2009	B	<u>\$ 195,779.87</u>
Detail of Balance:		
CT-695-03		\$ 233.00
CT-705-04		546.87
CT-814-07		35,000.00
CT-889-09		<u>160,000.00</u>
		<u>\$ 195,779.87</u>

TOWNSHIP OF JACKSON
COUNTY OF OCEAN, NEW JERSEY

TRUST OTHER FUND
 SCHEDULE OF INTERFUND - CURRENT FUND

	<u>Ref.</u>	
Balance, December 31, 2008	B	\$ 2,167.83
Increased by:		
Cash Receipts	B-1	17,338.18
		<u>19,506.01</u>
Decreased by:		
Cash Disbursements	B-1	15,419.29
		<u>15,419.29</u>
Balance, December 31, 2009	B	\$ <u>4,086.72</u>

SCHEDULE OF ACCOUNTS RECEIVABLE - OFF DUTY POLICE

	<u>Ref.</u>	
Balance, December 31, 2008	B	\$ 1,980.00
Decreased by:		
Cash Receipts	B-1	1,980.00
		<u>1,980.00</u>

TOWNSHIP OF JACKSON
COUNTY OF OCEAN, NEW JERSEY

ANIMAL CONTROL TRUST FUND
SCHEDULE OF RESERVE FOR ANIMAL CONTROL FUND EXPENDITURES

	<u>Ref.</u>	
Balance, December 31, 2008	B	\$ 43,091.60
Increased by:		
Dog License Fees Collected		\$ 38,130.00
Miscellaneous Fees		<u>6,313.20</u>
	B-1	<u>44,443.20</u>
		<u>87,534.80</u>
Decreased by:		
Expenditures Under R.S. 4:19-15.11	B-1	17,320.29
Statutory Excess	B-7	<u>4,128.71</u>
		<u>21,449.00</u>
Balance, December 31, 2009	B	<u>\$ 66,085.80</u>

License and Penalty Fees Collected:

<u>Year</u>	<u>Amount</u>
2008	\$ 42,217.30
2007	<u>23,868.50</u>
	<u>\$ 66,085.80</u>

TOWNSHIP OF JACKSON
COUNTY OF OCEAN, NEW JERSEY

ANIMAL CONTROL TRUST FUND
 SCHEDULE OF INTERFUND CURRENT FUND

	<u>Ref.</u>	
Balance, December 31, 2008	B	\$ 16,892.98
Increased by:		
Statutory Excess	B-6	<u>4,128.71</u>
		21,021.69
Decreased by:		
Cash Disbursements	B-1	<u>16,892.98</u>
Balance, December 31, 2009	B	<u>\$ 4,128.71</u>

TRUST OTHER FUND
 SCHEDULE OF RESERVE FOR COMMUNITY
 DEVELOPMENT BLOCK GRANT EXPENDITURES

	<u>Ref.</u>	
Increased by:		
Grant Awarded	B-3	\$ 213,774.00
Transfer from Various Reserves	B-9	<u>230,585.87</u>
		\$ 444,359.87
Decreased by:		
Cash Disbursed	B-1	<u>261,669.01</u>
Balance, December 31, 2009	B	<u>\$ 182,690.86</u>

TOWNSHIP OF JACKSON
COUNTY OF OCEAN, NEW JERSEY

TRUST OTHER FUND
SCHEDULE OF VARIOUS RESERVES

	Balance <u>Dec. 31, 2008</u>	Increases	Decreases	Balance <u>Dec. 31, 2009</u>
Reserve for:				
Municipal Alliance	\$ 7,975.98	\$ 1,410.00	\$ 6,983.12	\$ 2,402.86
Developer Escrow	7,040,364.28	1,108,408.35	2,006,274.67	6,142,497.96
Recreation Trust	159,378.88	720,123.10	687,481.95	192,020.03
Handicapped Commission	15,117.16	2,524.17	896.30	16,745.03
Tax Title Liens Premiums /Redemptions	358,147.65	1,097,011.62	1,208,081.13	247,078.14
Unemployment Trust	137,263.77	74,102.20	101,900.82	109,465.15
Parking Offense Adjudication Act	1,408.00	86.00		1,494.00
Recycling Trust	196,847.11	39,114.13	34,348.39	201,612.85
Harmony Trust	474.00			474.00
Special Law Enforcement Fund	59,620.65	16,484.20	7,806.31	68,298.54
Public Defender Fees	28,671.76	30,096.50	31,000.00	27,768.26
Industrial Commission	209,619.51	518.35	210,137.56	0.30
Tree Escrow	675,704.26	20,828.00	950.00	695,582.26
Sick Leave Trust Fund	106,064.07	75,000.00	120,624.19	60,439.88
Off Duty Police	84,637.04	337,047.50	320,295.85	101,388.69
Community Development Block Grant	230,585.87		230,585.87	
Snow Removal	70,000.00			70,000.00
C.O.A.H	3,044,312.25	161,975.02	42,550.33	3,163,736.94
Developers Contribution Curbs and Sidewalks	19,780.00			19,780.00
Detention Basin	616,539.34	115,150.13		731,689.47
	<u>\$ 13,062,511.58</u>	<u>\$ 3,799,879.27</u>	<u>\$ 5,009,916.49</u>	<u>\$ 11,852,474.36</u>
	Ref.	B	B-1	B
Cash Disbursed			\$ 4,779,330.62	
Transfer	B-1 B-8		<u>230,585.87</u>	
			<u>\$ 5,009,916.49</u>	

TOWNSHIP OF JACKSON
COUNTY OF OCEAN, NEW JERSEY

OPEN SPACE TRUST FUND
 SCHEDULE OF RESERVE FOR OPEN SPACE

	<u>Ref.</u>	
Balance, December 31, 2008	B	\$ 15,295.54
Increased by:		
Open Space Tax Levy		\$ 2,029,245.86
Open Space Added/Omitted Levy		6,273.63
Interest Earned		<u>3,382.07</u>
	B-1	<u>2,038,901.56</u>
		2,054,197.10
Decreased by:		
Payment of Bond Principal		425,000.00
Interest on Bonds		315,242.00
Other Open Space Expenditures		<u>222,978.64</u>
	B-1	<u>963,220.64</u>
Balance, December 31, 2009	B	<u>\$ 1,090,976.46</u>

TOWNSHIP OF JACKSON
COUNTY OF OCEAN, NEW JERSEY

LENGTH OF SERVICE AWARD PROGRAM FUND ("LOSAP")
SCHEDULE OF FUNDS HELD BY TRUSTEE

	<u>Ref.</u>		
Increased by:			
Township Contributions		\$ 49,603.54	
Appreciation		<u>767.26</u>	
	B-12		<u>50,370.80</u>
			50,370.80
Decreased by:			
Fees	B-12		<u>175.00</u>
Balance, December 31, 2009	B		<u>\$ 50,195.80</u>

SCHEDULE OF RESERVE FOR LENGTH OF SERVICE AWARD PROGRAM

	<u>Ref.</u>		
Increased by:			
Township Contributions		\$ 49,603.54	
Appreciation		<u>767.26</u>	
	B-11		<u>50,370.80</u>
			50,370.80
Decreased by:			
Fees	B-11		<u>175.00</u>
Balance, December 31, 2009	B		<u>\$ 50,195.80</u>

TOWNSHIP OF JACKSON
COUNTY OF OCEAN, NEW JERSEY

GENERAL CAPITAL FUND
 SCHEDULE OF CASH AND CASH EQUIVALENTS

	<u>Ref.</u>		
Balance, December 31, 2008	C		\$ 8,071,298.89
Increased by Receipts:			
Premium on Sale of Refunding Bonds	C-1	\$ 15,362.89	
Grants Receivable	C-4	43,750.00	
Reserve for Debt Service	C-11	<u>188,112.67</u>	
			<u>247,225.56</u>
			8,318,524.45
Decreased by Disbursements:			
Improvement Authorizations	C-8	1,554,984.38	
Capital Fund Balance	C-1	250,000.00	
Interfund - Current Fund	C	18,443.70	
Reserve for Debt Service	C-11	546,229.43	
Reserve for Fire Damage - Annex Building	C-12	<u>103,345.20</u>	
			<u>2,473,002.71</u>
Balance, December 31, 2009	C		<u>\$ 5,845,521.74</u>

TOWNSHIP OF JACKSON
COUNTY OF OCEAN, NEW JERSEY

GENERAL CAPITAL FUND
ANALYSIS OF GENERAL CAPITAL CASH AND CASH EQUIVALENTS

	<u>Balance</u> <u>Dec. 31, 2009</u>
Capital Improvement Fund	\$ 72,211.88
Reserve for Encumbrances	658,791.31
Capital Fund Balance	560,078.95
Reserve for Debt Service	1,103,770.57
Reserve for Building Department Facilities	10,589.48
Grants Receivable	(285,000.00)

Improvement Authorizations:

<u>Ordinance</u> <u>Number</u>	<u>Improvement Description</u>	
13-03	Improvements to Recreational Facilities	14,601.28
07-03(i)/35-03	Improvements to Manhattan and Various Streets	(473.00)
27-04(ii)	Various Improvements to Justice Complex	178,453.33
10-06 (i)	Construction of Public Works Storage Building	2,619.85
09-07 (i)	Municipal Park Facilities (Recreation Fields)	1,369,627.99
09-07 (ii)	Various Road Improvements	23,043.18
09-07 (iii)	Construction of Public Works Storage Building	1,754.98
09-07 (iv)/28-07	Acquisition of Security, Telecommunications and GPS Equipment	125,998.03
09-07 (vi)	Improvements to Library and Municipal Facilities	710,514.41
17-07	Acquisition of Real Property and the Development and Implementation of the Township's Affordable Housing Plan	92,099.98
29-08 (i)	Various Roadway Improvements	143,470.80
29-08 (ii)	Telephone/Data System Upgrade	266,341.58
29-08 (iii)	Capital Equipment for Department of Public Works	159,581.54
29-08 (iv)	Hydraulic System Transfer Station	331,692.60

TOWNSHIP OF JACKSON
COUNTY OF OCEAN, NEW JERSEY

GENERAL CAPITAL FUND
ANALYSIS OF GENERAL CAPITAL CASH AND CASH EQUIVALENTS

	<u>Balance</u> <u>Dec. 31, 2009</u>
19-09 (i) Various Roadway Improvements	\$ 305,729.28
19-09 (ii) Public Water Service Installation	4,809.28
19-09 (iii) Acquisition of Office Equipment	(6,540.72)
19-09 (iv) Implementation of Recycling Center	1,634.29
19-09 (v) Acquisition of Equipment for Police Department	4,284.29
19-09 (vi) Acquisition of Equipment for Public Works	(7,297.71)
19-09 (vii) Acquisition of Passenger Bus for Senior Center	<u>3,134.29</u>
	<u>\$ 5,845,521.74</u>
<u>Ref.</u>	C

TOWNSHIP OF JACKSON
COUNTY OF OCEAN, NEW JERSEY

GENERAL CAPITAL FUND
 SCHEDULE OF DUE FROM STATE OF N.J. DEPARTMENT OF TRANSPORTATION

	<u>Ref.</u>	
Balance, December 31, 2008	C	\$ 43,750.00
Increased by:		
Grant Awards	C-8	<u>285,000.00</u>
		328,750.00
Decreased by:		
Cash Receipts	C-2	<u>43,750.00</u>
Balance, December 31, 2009	C	\$ <u>285,000.00</u>

Detail:

<u>Ordinance Number</u>	<u>Description</u>	
19-09 (i)	Various Roadway Improvements	\$ <u>285,000.00</u>

TOWNSHIP OF JACKSON
COUNTY OF OCEAN, NEW JERSEY

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

	<u>Ref.</u>	
Balance, December 31, 2008	C	\$ 38,635,000.00
Increased by:		
Refunding Bonds Issued	C-7	<u>8,010,000.00</u>
		46,645,000.00
Decreased by:		
Bonds Refunded	C-7	\$ 7,775,000.00
Budget Appropriation to Pay Bonds	C-7	2,755,000.00
Paid by Open Space Trust Fund	C-7	<u>425,000.00</u>
		<u>10,955,000.00</u>
Balance, December 31, 2009	C	<u>\$ 35,690,000.00</u>

TOWNSHIP OF JACKSON
 COUNTY OF OCEAN, NEW JERSEY

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

Ordinance Number	Improvement Description	Balance Dec. 31, 2008	2009 Authorizations	Canceled Improvement Authorizations	Analysis of Balance December 31, 2009		
					Balance Dec. 31, 2009	Expenditures	Unexpended Improvement Authorizations
16-00/10-02 (iii)	Construction of Roller Hockey Rink	\$ 250.00		\$ 250.00			
41-02 (i)	Improvements to Justice Complex	200.00		200.00			
35-05(iv)	Improvements to Legler Water System	12.00		12.00			
05-06	Construction of Public Works Storage Building	473.00			\$ 473.00	\$ 473.00	
29-08 (v)	Acquisition of Risograph	137.00		137.00			
19-09 (i)	Various Roadway Improvements		\$ 874,000.00		874,000.00		\$ 874,000.00
19-09 (ii)	Public Water Service Installation		93,575.00		93,575.00		93,575.00
19-09 (iii)	Acquisition of Office Equipment		48,925.00		48,925.00	6,540.72	42,384.28
19-09 (iv)	Implementation of Recycling Center		33,250.00		33,250.00		33,250.00
19-09 (v)	Acquisition of Equipment for Police Department		83,600.00		83,600.00		83,600.00
19-09 (vi)	Acquisition of Equipment for Public Works		136,178.00		136,178.00	7,297.71	128,880.29
19-09 (vii)	Acquisition of Passenger Bus for Senior Center		61,750.00		61,750.00		61,750.00
		<u>\$ 1,072.00</u>	<u>\$ 1,331,278.00</u>	<u>\$ 599.00</u>	<u>\$ 1,331,751.00</u>	<u>\$ 14,311.43</u>	<u>\$ 1,317,439.57</u>
Ref.		C	C-8	C-8	C	C-3	C-8

TOWNSHIP OF JACKSON
COUNTY OF OCEAN, NEW JERSEY

GENERAL CAPITAL FUND
SCHEDULE OF GENERAL SERIAL BONDS

Purpose	Date of Issue	Original Issue	Maturities of Bonds Outstanding December 31, 2009	Interest Rate	Balance Dec. 31, 2008	Refunding Bonds Issued	Paid by Budget Appropriation	Paid by Open Space Trust Fund	Paid by Refunding Issue	Balance Dec. 31, 2009
	11/15/96	\$ 12,000,000.00			\$ 3,175,000.00				\$ 3,175,000.00	
General Improvements	12/01/01	10,680,000.00	12/01/10	\$ 760,000.00	4.10%	6,120,000.00	\$ 760,000.00		4,600,000.00	\$ 760,000.00
General Improvements	12/01/03	7,931,000.00	12/01/06-07 12/01/08-09 12/01/10-11 12/01/12 12/01/13 12/01/14	600,000.00 700,000.00 800,000.00 900,000.00 900,000.00 931,000.00	3.00% 3.00% 3.00% 3.125% 3.35% 3.50%	5,031,000.00	700,000.00			4,331,000.00
Open Space Bonds	12/01/03	5,918,000.00	12/01/10-11 12/01/12 12/01/13 12/01/14 12/01/15 12/01/16-18	400,000.00 443,000.00 450,000.00 450,000.00 475,000.00 500,000.00	3.00% 3.125% 3.35% 3.50% 3.60% 4.00%	4,468,000.00		\$ 350,000.00		4,118,000.00
General Improvements	12/01/08	16,102,000.00	12/01/10-11 12/01/12 12/01/13 12/01/14 12/01/15 12/01/16-17 12/01/18 12/01/19 12/01/20	100,000.00 1,125,000.00 1,180,000.00 1,250,000.00 1,945,000.00 2,025,000.00 2,085,000.00 2,035,000.00 2,132,000.00	3.50% 3.50% 3.75% 3.75% 3.75% 3.75% 4.00% 4.00% 4.125%	16,102,000.00	100,000.00			16,002,000.00
Open Space Bonds	12/01/08	3,739,000.00	12/01/10 12/01/11 12/01/12 12/01/13 12/01/14 12/01/15 12/01/16 12/01/17 12/01/18 12/01/19 12/01/20 12/01/21 12/01/22 12/01/23 12/01/24 12/01/25 12/01/26 12/01/27 12/01/28	75,000.00 85,000.00 80,000.00 90,000.00 110,000.00 105,000.00 100,000.00 125,000.00 130,000.00 225,000.00 235,000.00 245,000.00 255,000.00 270,000.00 280,000.00 295,000.00 305,000.00 320,000.00 334,000.00	3.50% 3.50% 3.50% 3.75% 3.75% 3.75% 3.75% 3.75% 4.00% 4.00% 4.125% 4.25% 4.375% 4.50% 4.50% 4.625% 4.75% 4.75% 4.75%	3,739,000.00		75,000.00	3,664,000.00	

TOWNSHIP OF JACKSON
COUNTY OF OCEAN, NEW JERSEY

GENERAL CAPITAL FUND
SCHEDULE OF GENERAL SERIAL BONDS

Purpose	Date of Issue	Original Issue	Maturities of Bonds Outstanding December 31, 2009	Interest Rate	Balance Dec. 31, 2008	Refunding Bonds Issued	Paid by Budget Appropriation	Paid by Open Space Trust Fund	Paid by Refunding Issue	Balance Dec. 31, 2009
Refunding Bonds	04/30/09	\$ 8,010,000.00	12/01/10	\$ 1,065,000.00	2.00%					
			12/01/11	1,905,000.00	2.25%					
			12/01/12	775,000.00	2.25%					
			12/01/13	765,000.00	4.00%					
			12/01/14	760,000.00	4.00%					
			12/01/15	775,000.00	4.00%					
			12/01/16	770,000.00	4.00%					
					<u>\$ 8,010,000.00</u>	<u>\$ 1,195,000.00</u>			<u>\$ 6,815,000.00</u>	
					<u>\$ 38,635,000.00</u>	<u>\$ 8,010,000.00</u>	<u>\$ 2,755,000.00</u>	<u>\$ 425,000.00</u>	<u>\$ 7,775,000.00</u>	<u>\$ 35,690,000.00</u>
				Ref.	C	C-5	C-5	C-5	C-5	C

TOWNSHIP OF JACKSON
COUNTY OF OCEAN, NEW JERSEY

GENERAL CAPITAL FUND
SCHEDULE OF IMPROVEMENT AUTHORIZATIONS

Ordinance Number	Improvement Description	Balance Dec. 31, 2008		Prior Year Encumbrances	2009 Authorizations	Paid or Charged	Reserve for Encumbrances	Canceled	Balance Dec. 31, 2009	
		Funded	Unfunded						Funded	Unfunded
16-00/10-02	Construction of Roller Hockey Rink	\$ 27,275.88	\$ 250.00					\$ 27,525.88		
19-01	Purchase Equipment for Various Departments	9,113.83		\$ 2,163.80		\$ 2,163.80		9,113.83		
41-02 (i)	Improvements to Justice Complex		200.00					200.00		
07-03(i)/35-03	Improvements to Manhattan and Various Streets	43,194.67						43,194.67		
07-03(iv)	Acquisition of Public Works Metal Building and Equipment	1,084.86		30,755.00		31,043.00		796.86		
13-03	Improvements to Recreational Facilities	474.03		20,119.11		5,991.86			\$ 14,601.28	
26-04	Acquisition of Real Property for Open Space	41,864.96				102.14		41,762.82		
27-04(i)	Various Roadway Improvements	36,056.35				34,000.00		2,056.35		
27-04(ii)	Various Improvements to the Justice Complex	252,531.13		266,364.41		248,069.55	\$ 92,372.66		178,453.33	
27-04(iv)	Construction or Repair of Restroom Facilities	113,974.58				102.14		113,872.44		
35-05(iv)/05-06	Improvements to Legler Water System		5.58	23,745.71		3,140.55		20,610.74		
10-06 (i)	Construction of Public Works Storage Building	5,168.87		182,744.61		145,727.03	39,566.60		2,619.85	
10-06 (ii)	Citadel Drive Road Improvements			15,635.88		9,688.20		5,947.68		
09-07 (i)	Municipal Park Facilities (Recreation Fields)	978,685.77		532,571.36		115,679.14	25,950.00		1,369,627.99	
09-07 (ii)	Various Road Improvements			948.17		(23,043.18)		948.17	23,043.18	
09-07 (iii)	Construction of Public Works Storage Building	115,122.41		179,406.47		158,160.90	134,613.00		1,754.98	
09-07 (iv)/28-07A	Acquisition of Security, Telecommunications and GPS Equipment			125,998.03					125,998.03	
09-07 (v)	Equipment for Municipal Departments and First Aid	12,162.88				102.14		12,060.74		
09-07 (vi)	Improvements to Library and Municipal Facilities	728,172.23		296.82		17,954.64			710,514.41	
17-07	Acquisition of Real Property and the Development and Implementation of the Township's Affordable Housing Plan	276,274.93		4,635.00		170,592.95	18,217.00		92,099.98	
29-08 (i)	Various Roadway Improvements	711,794.74				568,323.94			143,470.80	
29-08 (ii)	Telephone/Data System Upgrade	273,883.72		32,486.02		32,308.16	7,720.00		266,341.58	

TOWNSHIP OF JACKSON
COUNTY OF OCEAN, NEW JERSEY

GENERAL CAPITAL FUND
SCHEDULE OF IMPROVEMENT AUTHORIZATIONS

Ordinance Number	Improvement Description	Balance Dec. 31, 2008		Prior Year Encumbrances	2009 Authorizations	Paid or Charged	Reserve for Encumbrances	Canceled	Balance Dec. 31, 2009	
		Funded	Unfunded						Funded	Unfunded
29-08 (iii)	Capital Equipment for Department of Public Works	\$ 485,291.73				\$ 23,763.14	\$ 301,947.05		\$ 159,581.54	
29-08 (iv)	Hydraulic System Transfer Station	331,794.74				102.14			331,692.60	
29-08 (v)	Acquisition of Risograph	7,605.70	\$ 137.00			102.14		\$ 7,640.56		
19-09 (i)	Various Roadway Improvements				\$ 1,205,000.00	1,215.72	24,055.00		305,729.28	\$ 874,000.00
19-09 (ii)	Public Water Service Installation				98,500.00	115.72			4,809.28	93,575.00
19-09 (iii)	Acquisition of Office Equipment				51,500.00	9,115.72				42,384.28
19-09 (iv)	Implementation of Recycling Center				35,000.00	115.71			1,634.29	33,250.00
19-09 (v)	Acquisition of Equipment for Police Department				88,000.00	115.71			4,284.29	83,600.00
19-09 (vi)	Acquisition of Equipment for Public Works				143,346.00	115.71	14,350.00			128,880.29
19-09 (vii)	Acquisition of Passenger Bus for Senior Center				65,000.00	115.71			3,134.29	61,750.00
		<u>\$ 4,451,528.01</u>	<u>\$ 592.58</u>	<u>\$ 1,417,870.39</u>	<u>\$ 1,686,346.00</u>	<u>\$ 1,554,984.38</u>	<u>\$ 658,791.31</u>	<u>\$ 285,730.74</u>	<u>\$ 3,739,390.98</u>	<u>\$ 1,317,439.57</u>
	Ref.	C	C	C-9		C-2	C-9		C	C
	Detail:		Ref.							
	Capital Improvement Fund		C-10		\$ 70,068.00					
	Deferred Charges to Future Taxation Unfunded		C-6		1,331,278.00					
	Grants Receivable		C-4		<u>285,000.00</u>					
					<u>\$ 1,686,346.00</u>					
	Capital Fund Balance		C-1					\$ 285,131.74		
	Deferred Charges to Future Taxation Unfunded		C-6/C-13					<u>599.00</u>		
								<u>\$ 285,730.74</u>		

TOWNSHIP OF JACKSON
COUNTY OF OCEAN, NEW JERSEY

GENERAL CAPITAL FUND
 SCHEDULE OF RESERVE FOR ENCUMBRANCES

	<u>Ref.</u>	
Balance, December 31, 2008	C	\$ 1,417,870.39
Increased by:		
Charged to Improvement Authorizations	C-8	<u>658,791.31</u>
		2,076,661.70
Decreased by:		
Applied to Improvement Authorizations	C-8	<u>1,417,870.39</u>
Balance, December 31, 2009	C	\$ <u>658,791.31</u>

SCHEDULE OF CAPITAL IMPROVEMENT FUND

	<u>Ref.</u>	
Balance, December 31, 2008	C	\$ 142,279.88
Decreased by:		
Appropriated to Finance Improvement Authorizations	C-8	<u>70,068.00</u>
Balance, December 31, 2009	C	\$ <u>72,211.88</u>

TOWNSHIP OF JACKSON
COUNTY OF OCEAN, NEW JERSEY

GENERAL CAPITAL FUND
 SCHEDULE OF RESERVE FOR DEBT SERVICE

	<u>Ref.</u>	
Balance, December 31, 2008	C	\$ 1,461,887.33
Increased by:		
Cash Receipts	C-2	<u>188,112.67</u>
		1,650,000.00
Decreased by:		
Cash Disbursements	C-2	<u>546,229.43</u>
Balance, December 31, 2009	C	\$ <u>1,103,770.57</u>

SCHEDULE OF RESERVE FOR FIRE DAMAGE - ANNEX BUILDING

	<u>Ref.</u>	
Balance, December 31, 2008	C	\$ 113,934.68
Decreased by:		
Cash Disbursements	C-2	<u>103,345.20</u>
Balance, December 31, 2009	C	\$ <u>10,589.48</u>

TOWNSHIP OF JACKSON
COUNTY OF OCEAN, NEW JERSEY

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

<u>Ordinance</u> <u>Number</u>	<u>Improvement Description</u>	<u>Balance</u> <u>Dec. 31, 2008</u>	<u>2009</u> <u>Authorizations</u>	<u>Canceled</u> <u>Improvement</u> <u>Authorizations</u>	<u>Balance</u> <u>Dec. 31, 2009</u>
16-00/10-02 (iii)	Construction of Roller Hockey Rink	\$ 250.00		\$ 250.00	
41-02 (i)	Improvements to Justice Complex	200.00		200.00	
07-03(i)/35-03	Improvements to Manhattan and Various Streets	473.00			\$ 473.00
35-05(i)	Acquisition of Equipment	12.00		12.00	
08-29	Various Capital Improvements	137.00		137.00	
19-09 (i)	Various Roadway Improvements		\$ 874,000.00		874,000.00
19-09 (ii)	Public Water Service Installation		93,575.00		93,575.00
19-09 (iii)	Acquisition of Office Equipment		48,925.00		48,925.00
19-09 (iv)	Implementation of Recycling Center		33,250.00		33,250.00
19-09 (v)	Acquisition of Equipment for Police Department		83,600.00		83,600.00
19-09 (vi)	Acquisition of Equipment for Public Works		136,178.00		136,178.00
19-09 (vii)	Acquisition of Passenger Bus for Senior Center		61,750.00		61,750.00
		<u>\$ 1,072.00</u>	<u>\$ 1,331,278.00</u>	<u>\$ 599.00</u>	<u>\$ 1,331,751.00</u>
	<u>Ref.</u>		<u>C-8</u>	<u>C-8</u>	<u>(Footnote C)</u>

TOWNSHIP OF JACKSON
COUNTY OF OCEAN, NEW JERSEY

WATER UTILITY CAPITAL FUND
SCHEDULE OF FIXED CAPITAL

	<u>Ref.</u>	
Balance, December 31, 2008	D	\$ 1,092,200.00
Decreased by:		
Sale of Water Utility	D-3	\$ <u>1,092,200.00</u>

SCHEDULE OF LOAN PAYABLE

	<u>Ref.</u>	
Balance, December 31, 2008	D	\$ 548,175.69
Decreased by:		
Payments	D-3	\$ <u>548,175.69</u>

TOWNSHIP OF JACKSON
COUNTY OF OCEAN, NEW JERSEY

WATER UTILITY CAPITAL FUND
SCHEDULE OF RESERVE FOR AMORTIZATION

	<u>Ref.</u>	
Balance, December 31, 2008	D	\$ 544,024.31
Increased by:		
Payment of Loan	D-2	<u>548,175.69</u>
		1,092,200.00
Decreased by:		
Sale of Water Utility	D-1	<u>\$ 1,092,200.00</u>

TOWNSHIP OF JACKSON
COUNTY OF OCEAN, NEW JERSEY

PUBLIC ASSISTANCE FUND
 SCHEDULE OF CASH

	<u>Ref.</u>	
Balance, December 31, 2008	E	\$ 28,718.91
Increased by Receipts:		
Interest Earned	E-2	<u>288.61</u>
Balance, December 31, 2009	E	\$ <u>29,007.52</u>

SCHEDULE OF RESERVE FOR PUBLIC ASSISTANCE

	<u>Ref.</u>	
Balance, December 31, 2008	E	\$ 28,718.91
Increased by:		
Interest Earned	E-1	<u>288.61</u>
Balance, December 31, 2009	E	\$ <u>29,007.52</u>

TOWNSHIP OF JACKSON
COUNTY OF OCEAN, NEW JERSEY

GENERAL FIXED ASSET ACCOUNT GROUP
 SCHEDULE OF INVESTMENTS IN GENERAL FIXED ASSETS

	Balance <u>Dec. 31, 2008</u>	Additions	Deletions	Balance <u>Dec. 31, 2009</u>
General Fixed Assets:				
Land	\$ 24,382,382.00	\$ 32,393,000.00	\$ 654,282.00	\$ 56,121,100.00
Buildings and Improvements	9,162,942.00	38,259,397.00	171,600.00	47,250,739.00
Machinery and Equipment	<u>9,897,987.00</u>	<u>854,711.00</u>	<u>95,309.00</u>	<u>10,657,389.00</u>
	<u>\$ 43,443,311.00</u>	<u>\$ 71,507,108.00</u>	<u>\$ 921,191.00</u>	<u>\$ 114,029,228.00</u>
Ref.	F			F

TOWNSHIP OF JACKSON
COUNTY OF OCEAN
SUPPLEMENTARY DATA
YEAR ENDED DECEMBER 31, 2009

COMPARATIVE SCHEDULE OF TAX RATE INFORMATION (EXCLUDING FIRE DISTRICT TAXES)

Tax Rate	<u>2009</u> \$1.770*	<u>2008</u> \$3.904	<u>2007</u> \$3.843
Apportionment of Tax Rate			
Municipal	.362	.794	.794
Municipal Open Space	.030	.030	.030
County	.344	.770	.741
Local School	1.034	2.310	2.278
Assessed Valuation			
2009	\$6,764,152,857*		
2008		\$2,982,801,631	
2007			\$2,963,469,271

* Revaluation

COMPARISON OF TAX LEVIES AND COLLECTION CURRENTLY

A study of this tabulation could indicate a possible trend in future tax levies. A decrease in the percentage of current collection could be an indication of a probable increase in future levies.

<u>Year</u>	<u>Tax Levy</u>	<u>Currently</u>	
		<u>Cash Collection</u>	<u>Percentage of Collection</u>
2009	\$125,107,358	\$122,661,461	98.04%
2008	122,000,131	120,024,869	98.38%
2007	120,729,598	119,015,857	98.58%

DELINQUENT TAXES AND TAX TITLE LIENS

This tabulation includes a comparison, expressed in percentage, of the total of delinquent taxes and tax title liens in relation to the tax levies of the last three years.

<u>Year Ended December 31</u>	<u>Amount of Tax Title Liens</u>	<u>Amount of Delinquent Taxes</u>	<u>Total Delinquent</u>	<u>Percentage of Tax Levy</u>
2009	\$1,283,850	\$1,884,659	\$3,168,509	2.53%
2008	1,052,483	1,753,859	2,806,342	2.30%
2007	953,210	1,636,317	2,589,527	2.14%

PROPERTY ACQUIRED BY TAX TITLE LIEN LIQUIDATION

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

<u>Year</u>	<u>Amount</u>
2009	\$6,816,200
2008	6,835,100
2007	6,835,100

COMPARATIVE SCHEDULE OF FUND BALANCES

<u>Year</u>	<u>Balance December 31</u>	<u>Utilized In Budget of Succeeding Year</u>
<u>Current Fund</u>		
2009	\$3,990,487	*
2008	6,119,009	\$4,850,000
2007	8,010,270	5,900,000
2006	7,183,127	5,100,000
2005	6,764,515	5,000,000

* The municipal budget for 2010 has not been introduced as of the date of this report.

**SUMMARY OF MUNICIPAL DEBT
(Excluding Current and Operating Debt and Type II School Debt)**

	<u>Year 2009</u>	<u>Year 2008</u>	<u>Year 2007</u>
<u>Issued and Outstanding</u>			
General Bonds, Notes and Loans	\$35,690,000	\$38,635,000	\$39,546,729
Water Utility Loans	<u>-</u>	<u>548,176</u>	<u>577,634</u>
Total Debt Issued	35,690,000	39,183,176	40,124,363
<u>Authorized by not Issued</u>			
General Bonds and Notes	<u>1,331,751</u>	<u>1,072</u>	<u>935</u>
Total Issued and Authorized but not Issued	<u>\$37,021,751</u>	<u>\$39,184,248</u>	<u>\$40,125,298</u>

SUMMARY OF STATUTORY DEBT CONDITION - ANNUAL DEBT STATEMENT

The summarization statement of debt condition which follows is prepared in accordance with the required method of setting up the Annual Debt Statement and indicates a Statutory Net Debt of 0.38%.

	<u>Gross Debt</u>	<u>Deductions</u>	<u>Net Debt</u>
Local District School	\$107,640,000	\$107,640,000	\$ -
General Debt	<u>37,021,751</u>	<u>8,885,771</u>	<u>28,135,980</u>
	<u>\$144,661,751</u>	<u>\$116,525,771</u>	<u>\$ 28,135,980</u>

Net Debt \$28,135,980 divided by Equalized Valuation basis per N.J.S.A. 40A:2-6 as amended \$7,323,873,634 = 0.38%.

BORROWING POWER UNDER N.J.S.A. 40A:2-6

3 1/2% of Equalized Valuation Basis	\$256,335,577
Net Debt	<u>28,135,980</u>
Remaining Borrowing Power	<u>\$228,199,597</u>

The Chief Financial Officer should file an amended debt statement.

TOWNSHIP OF JACKSON - COUNTY OF OCEAN

OFFICIALS IN OFFICE AND SURETY BONDS

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

<u>Name</u>	<u>Title</u>
Michael Reina	Mayor
Michael J. Kafton	Council President
Bobbie Rivere	Council Vice-President
Kenneth Bressi	Councilman (11/03/09 - 12/31/09)
Scott Martin	Councilman
Dr. Howard S. Tilis	Councilman (01/01/09 - 11/03/09)
Ann M. Updegrave	Councilwoman
Phil DelTurco	Administrator
Sharon Pinkava	Chief Financial Officer
Ann Marie Eden	Township Clerk, Search Officer
Michael Campbell	Tax Collector, Tax Search Officer
Daniel Sahin	Magistrate
Erin DiCristina	Court Administrator
Gilmore & Monahan	Attorney

There were Employee's Blanket Performance Bonds in the amount of \$50,000 for Township employees and court personnel carried by the Ocean County Joint Insurance Fund and \$950,000 carried by the Municipal Excess Liability Joint Insurance Fund.

TOWNSHIP OF JACKSON
COUNTY OF OCEAN
PART II
COMMENTS AND RECOMMENDATIONS
FOR THE YEAR ENDED DECEMBER 31, 2009

GENERAL COMMENTS

Contracts and Agreements Required To Be Advertised for N.J.S. 40A:11-4

N.J.S. 40A:11-4 states, "Every contract awarded by the contracting agent for the provision or performance of any goods or services, the cost of which in the aggregate exceeds the bid threshold, shall be awarded only by resolution of the governing body of the contracting unit to the lowest responsible bidder after public advertising for bids and bidding therefor, except as is provided otherwise in this act or specifically by any other law".

The Governing Body of the Municipality has the responsibility of determining whether the expenditures in any category will exceed the bid threshold within the fiscal year. Where questions arise as to whether any contract or agreement might result in violation of the statute, the Township Counsel's opinion should be sought before a commitment is made.

The minutes indicate that bids were requested by public advertising for the following items:

Supplemental Snow Plowing Services	Bartley Road Ball Fields
Various Recreation Department Apparel	Improvements to Justice Complex Skate Park
Recreation Department Shirts	Case Skid Steer Loader and Accessories
Site Improvements to the New DPW Storage Facility	Collector, Auger and Grinder for Case Skid Steer Loader
Spring Paving Projects	Tractor with Loader Accessories
2009 Pavement Overlay of Various Roads	Case Backhoe
Continued GPS Services	Two Leaf Vacuums
Disposal of Certain Types of Organic Recyclable Materials	Replacement Chiller for Justice Complex
Fall T-Shirts	Two Dump Bodies
HVAC Preventative Maintenance and Repair	Roadway Improvements to Brewers Bridge Road

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

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

Our examination of expenditures did not reveal individual payments in excess of the bid threshold "for the provision or performance of any goods or services" other than those where bids had been previously sought by public advertisement or where a resolution had been previously adopted under the provision of N.J.S. 40A:11-6.

Purchases, Contracts or Agreements Not Required to be Advertised by N.J.S. 40A:11-6.1

N.J.S. 40A:11-6.1 states, "For all contracts that in the aggregate are less than the bid threshold but exceed 15 percent or more of that amount, and for those contracts that are for subject matter enumerated in subsection (1) of section 5 of P.L. 1971, c. 198 (C.40A:11-5), except for paragraph (a) of that subsection concerning professional services and paragraph (b) of that subsection concerning work by employees of the contracting unit, the contracting agent shall award the contract after soliciting at least two competitive quotations, if practicable. The award shall be made to a vendor whose response is most advantageous, price and other factors considered".

GENERAL COMMENTS (continued)

Collection of Interest on Delinquent Taxes and Assessments

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

The Governing Body, on January 6, 2009, adopted the following resolution authorizing interest to be charged on delinquent taxes and assessments:

WHEREAS, the New Jersey Legislature adopted Chapter 75 of the Public Laws of 1991 allowing municipalities to add a delinquency penalty for real property taxes, assessments or other municipal charges in excess of \$10,000.00 if they are delinquent at the end of the year; and

WHEREAS, the maximum interest rates allowable by law are 8% up to the first \$1,500.00 and 18% on amounts over \$1,500.00; and

WHEREAS, the governing body may impose an additional 6% penalty on delinquencies at the end of the calendar year if they are in excess of \$10,000.00; and

WHEREAS, it is now the desire of this governing body to impose this additional penalty as provided by law.

NOW, THEREFORE, BE IT RESOLVED by the Township Council of the Township of Jackson, County of Ocean and State of New Jersey as follows:

1. That the Township Council of Jackson Township hereby formally implements Chapter 75 of the Public Laws of 1991 by establishing a "delinquency" penalty in the amount of 6% of the tax assessments or other municipal charges or delinquencies in excess of \$10,000.00 at the end of the calendar year. This shall be in addition to the interest rates of 8% on delinquent taxes up to \$1,500.00 and 18% on delinquent taxes in excess of \$1,500.00.
2. The Governing Body of the Township of Jackson hereby authorizes a ten day grace period, during which no interest will be charged if payment is made within ten calendar days following the date upon which the same was due pursuant to N.J.S.A. 54:4-67.

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

GENERAL COMMENTS (continued)

Delinquent Taxes and Tax Title Liens

The detail of all unpaid taxes for 2009 and prior years and tax title liens is being properly carried in the Tax Collector's records. An abstract taken from these records as of December 31, 2009, covering all unpaid charges on that date, was verified with the accounting control figures shown in this report.

The last tax sale was held on October 9, 2009 and it was complete.

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

The following comparison is made of the number of tax title liens receivable on December 31st of the last three (3) years:

<u>Year</u>	<u>Number of Liens</u>
2009	99
2008	72
2007	64

It is essential to good management that all means provided by statute be utilized to liquidate tax title liens in order to get such properties back on a taxpaying basis. Certain liens have been in existence for greater than two years.

Verification of Delinquent Taxes

Verification of delinquent charges and current payments was done for the period under audit in accordance with the regulations of the Division of Local Government Services, on December 31, 2009 and consisted of verification notices as follows:

<u>Type</u>	<u>Number Mailed</u>	<u>Number Returned</u>
Dates of Payments of Taxes	25	5
Delinquent Taxes	8	1

Through examination of those notices that were returned, and by alternative procedures for notices unreturned, no irregularities were noted.

Cash Balances

The cash balances in all funds were verified by independent certifications obtained from the depositories as of December 31, 2009.

Cash counts were made at various dates in all departments of the Township and bank balances were independently reconciled to the book records or to such schedules of receipts and disbursements provided for audit.

The change funds and petty cash funds were counted.

GENERAL COMMENTS (continued)

Revenues

Receipts from licenses, fees, fines and costs, etc., for all departments, including the Municipal Court, were checked to the records maintained to the extent deemed necessary.

OTHER COMMENTS

Financial Administration

Comment: Interfunds receivable and payable are reflected on the various balance sheets of the funds at December 31, 2009.

Recommendation: That all interfunds be liquidated prior to year end.

Expenditures

The vouchers for all funds were examined to the extent deemed necessary to determine that they carried the properly executed certifications as required by statute.

Payroll

An examination was made of the employee's compensation records for the year 2009 to determine that salaries were paid in conformity with the amounts of salaries and wages authorized by ordinance. Vouchers for overtime and part-time wages were checked.

Miscellaneous Comments

The confirmation sent to the Local Board of Education verified the correct school taxes payable at December 31, 2009.

Appreciation

I desire to express my appreciation for the cooperation received from the Township Officials and Employees and the courtesies extended during the course of the audit.

RECOMMENDATIONS

09-1. That all interfunds be liquidated prior to year end.

Of the above recommendations, none are repeated from the 2008 audit.

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

Very truly yours,

A handwritten signature in black ink, appearing to read 'T. Fallon', is written over a horizontal line.

Thomas P. Fallon
Registered Municipal Accountant # 465

For the Firm
FALLON & LARSEN LLP

ANNUAL AUDIT REPORT

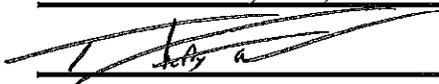
FOR THE YEAR 2009

MUNICIPAL COURT OF: Township of Jackson
COUNTY OF: Ocean

COURT INFORMATION

ADDRESS: Honorable Mayor and Members
of the Township Committee
Township of Jackson
95 West Veterans Highway
Jackson, NJ 08527
PHONE: (732) 928-1205
COUNTY: Ocean
JUDGE: Daniel F. Sahin, Esq.
COURT DIRECTOR: N/A
COURT ADMINISTRATOR: Erin J. DiCristina

REPORT COMPLETED BY

NAME: Thomas P. Fallon, CPA, RMA
SIGNED BY: 
ADDRESS: Fallon & Larsen LLP
1390 Route 36
Suite 102
Hazlet, NJ 07730
RMA NUMBER: 465
DATE: 6-22-10

FALLON & LARSEN LLP

Certified Public Accountants

1390 Route 36, Suite 102
Hazlet, New Jersey 07730-1716
Telephone: (732) 888-2070
FAX: (732) 888-6245

INDEPENDENT AUDITORS' REPORT

To the Members of the
Township Council
Township of Jackson
County of Ocean
Jackson, New Jersey

We have audited the accompanying Statement of Municipal Court Cash Receipts and Disbursements - regulatory basis of the Township of Jackson (the "Township") for the year ended December 31, 2009. This statement is the responsibility of the Township's management. Our responsibility is to express an opinion on this statement based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and in compliance with the audit requirements prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statement is free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statement. 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.

The Statement of Municipal Court Cash Receipts and Disbursements - regulatory basis was prepared on the cash basis of accounting in conformity with the accounting practices prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, which is a comprehensive basis of accounting other than 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.

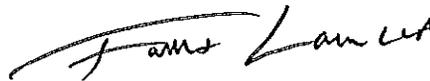
In our opinion, because the Township's policy to prepare this financial statement on the basis of accounting described in the third paragraph of this report, the financial statement referred to above is not presented fairly in conformity with accounting principles generally accepted in the United States of America.

However, in our opinion, the Statement of Municipal Court Cash Receipts and Disbursements - regulatory basis referred to above presents fairly, in all material respects, the Municipal Court cash receipts and disbursements activity of the Township for the year ended December 31, 2009 on the basis of accounting described in the third paragraph of this report.

Our audit was made for the purpose of forming an opinion on the financial statement - regulatory basis. The accompanying supplementary schedules are not a required part of the financial statement and are presented for additional analysis. Such information has been subjected to the auditing procedures applied in the audit of the financial statement - regulatory basis and, in our opinion, is fairly presented in all material respects in relation to the financial statement - regulatory basis taken as a whole.



Thomas P. Fallon
Certified Public Accountant
Registered Municipal Accountant #465



Fallon & Larsen LLP

June 22, 2010

STATEMENT OF MUNICIPAL COURT CASH RECEIPTS AND DISBURSEMENTS
STATUTORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2009

AGENCY	BEGINNING BALANCE AS OF DEC. 31, 2008	RECEIPTS	DISBURSEMENTS	ENDING BALANCE AS OF DEC. 31, 2009
STATE OF NJ	33,194.39	440,398.33	435,755.83	37,836.89
COUNTY	15,979.00	184,991.68	189,449.99	11,520.69
MUNICIPALITY	38,493.96	499,434.09	506,247.76	31,680.29
MUNI. - PUBLIC DEFENDER	2,529.50	29,247.50	30,096.50	1,680.50
MUNICIPALITY - POAA	6.00	84.00	86.00	4.00
COUNTY LAB	50.00	2,025.00	1,925.00	150.00
SPCA		100.00	100.00	
FISH & GAME	1,131.00	16,990.00	16,452.00	1,669.00
WEIGHTS & MEASURES	1,800.00	9,600.00	10,400.00	1,000.00
RESTITUTION	150.00	1,480.00	1,530.00	100.00
TOTAL	93,333.85	1,184,350.60	1,192,043.08	85,641.37

*Was the ending balance disbursed by the 15th of the next month? Yes If not, explain.

GENERAL MUNICIPAL COURT INFORMATION

1. Does this municipal court serve more than one municipality? No If so, please list:

2. Amount paid or charged in 2009 to 2009 appropriations for salary of judge(s) \$ 77,276
Other Staff \$ 255,613 and expenses \$ 15,116

3. Is an approved statewide violations bureau schedule of fines prominently posted in the place where fines are to be paid by the violations clerk? Yes

4. Does the court have an approved supplemental Local Violations Bureau Schedule? Yes
If so, is it prominently posted in the place where fines are to be paid to the violations clerk? Yes

5. List staff members that are bonded:

Judge	<u> Daniel F. Sahin, Esq. </u>	Amount of Bond	<u> (**) </u>
Ct. Adm.	<u> Erin J. DiCristina </u>	Amount of Bond	<u> (**) </u>
Dep. Ct. Adm.	<u> Cheryl Borzek </u>	Amount of Bond	<u> (**) </u>
Other staff	<u> Karen Jones, Jacqui Jordan </u>	Amount of Bond	<u> (**) </u>
	<u> Camille Elluzzi </u>	Amount of Bond	<u> (**) </u>

(**) - JIF Blanket Bond of \$1,000,000.

6. When does the Judge's term expire? 06/30/12

7. Are uniform traffic tickets serially numbered, properly controlled and accounted for? Yes

8. Are tickets eligible for destruction disposed of in a timely and proper manner? Yes

FINANCIAL PROCEDURES

Daily Financial Procedures

1. Are separate cash boxes maintained for each employee that receipts money? Yes

2. Who is responsible for completing the Daily Bank Deposit? Deputy and Staff on a weekly rotating basis.

3. Who is responsible for transporting the Daily Deposit to the bank? Courier service

4. What procedures are followed to transport the monies to the bank (i.e., security)? Township
Courier picks up the daily deposit from the court. The deposit is in a locked bag. The Courier takes the
deposit to the Finance Department. The Courier Service transports the deposit to the bank.
5. Are deposits made within 48 hours of receipt? Yes If no, please explain

6. Do the above cash handling procedures provide adequate security and separation of responsibilities? Yes
7. Do the deposit slips match the totals provided by the Daily Batch and Criminal Journal? Yes
 If no, please explain _____
8. Do the deposit slips match the daily totals displayed on the ATS Monthly Cashbook? Yes
9. Are the deposit slips attached to the ATS Daily Batch Report and Criminal Journal? Yes
10. As of what date or dates was cash counted, reconciliation made and bank balance confirmed?
12/31/09

Monthly Financial Procedures

11. Are separate general/bail accounts maintained? Yes
12. Is the court utilizing the ATS/ACS monthly cashbook? Yes If no, please explain

13. Who is responsible for the municipal court financial procedures (name and title)?
Erin DiCristina, Court Administrator
14. Do the monthly disbursement checks equal account totals on Part V of the ATS Monthly Cash Book? Yes If no, please explain. _____
15. Are monies turned over to the proper agencies on or before the 15th of each month? Yes
 If no, please explain. _____
16. Does the general account accrue interest? No Bail Account? No
 Is the interest turned over to the municipality on a monthly basis? N/A
17. Are overpayment checks written on a monthly basis? Yes Interest? N/A
18. Is the bank reconciliation page of the Monthly Cash Book completed and balanced? Yes
 If no, explain. _____
19. Are the Fiscal Records kept in a safe place? Yes

Bail Procedures

20. Is bail collected by the police department properly and promptly turned over to the municipal court? Yes
21. Are bail refunds done in a timely manner? Yes Are the refund checks made out to the surety? Yes
22. Are bail forfeitures done in a timely manner? Yes
23. Are the cash balances on the Monthly Bail on Account Report equal to the account balance in the Bail Account? Yes

COMMENTS: NONE

RECOMMENDATIONS: NONE