

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY
YEARS ENDED DECEMBER 31, 2008 AND 2007

FINANCIAL STATEMENTS
AND ADDITIONAL INFORMATION
with
INDEPENDENT AUDITOR'S REPORTS
and
COMMENTS AND RECOMMENDATIONS

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY

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COUNTY OF MONMOUTH, NEW JERSEY

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Comments and Recommendations

Hutchins, Farrell, Meyer & Allison, P.A.

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INDEPENDENT AUDITOR'S REPORT

Honorable Mayor and Members
of the Township Council
Township of Marlboro, New Jersey

We have audited the accompanying regulatory-basis financial statements of the Township of Marlboro, County of Monmouth, New Jersey ("Township") as of December 31, 2008 and 2007, and for the year ended December 31, 2008, listed as financial statement exhibits in the Table of Contents. These financial statements are the responsibility of the Township's management. Our responsibility is to express an opinion on these financial statements based on our audit.

Except as discussed in the following paragraphs, 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 and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. 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 opinions.

As discussed in Note 1, the Township prepares its financial statements using accounting practices that demonstrate compliance with the regulatory basis of accounting and budget laws 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 addition, 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 nor were we engaged to audit the LOSAP Fund financial statements as part of our audit of the Township's financial statements. The LOSAP Fund financial activities are included in the Township's Trust Fund, and represent 1.62% and 1.39% of the assets and liabilities, respectively, of the Township's Trust Funds as of December 31, 2008 and 2007.

Honorable Mayor and Members
of the Township Council
Township of Marlboro, New Jersey
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The Township did not update its General Fixed Assets files as of December 31, 2008. Accordingly, we were unable to satisfy ourselves as to the carrying values of the Township's General Fixed Assets. The amount that should have been reported as General Fixed Assets using the guidelines prescribed by the Division of Local Government Services cannot be reasonably determined.

In our opinion, because of the effects of the Township's preparing its financial statements on the basis of accounting discussed earlier, 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, 2008 and 2007, or the changes in its financial position, or, where applicable, its cash flows for the years then ended. Further, the Township has not presented a Management's Discussion and Analysis that accounting principles generally accepted in the United States of America has determined is necessary to supplement, although not required to be part of, the basic financial statements.

Also in our opinion, except for the effects of such adjustments, if any, as might have been determined to be necessary had the LOSAP Fund and General Fixed Assets financial statements been audited, the regulatory-basis financial statements referred to above present fairly, in all material respects, the financial position, on a regulatory accounting basis, of the various funds of the Township as of December 31, 2008 and 2007, and the results of operations and changes in fund balance - regulatory basis of such funds for the years then ended and the Statements of Revenues - Regulatory Basis and the Statement of Expenditures - Regulatory Basis of the various funds for the years ended December 31, 2008 and 2007 on the basis of accounting described in Note 1.

In accordance with Government Auditing Standards, we have also issued our report dated July 30, 2009 on our consideration of the Township's internal control structure 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.

Honorable Mayor and Members
of the Township Council
Township of Marlboro, New Jersey
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Our audit was performed for the purpose of forming an opinion on the regulatory-basis financial statements taken as a whole. The accompanying supplementary schedules and Comments section listed in the Table of Contents are presented for purposes of additional analysis as required by the Division of Local Government Services, Department of Community Affairs, State of New Jersey and are not a required part of the regulatory-basis financial statements. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and, in our opinion, is fairly stated in all material respects in relation to the financial statements taken as a whole, on the basis of accounting described in Note 1.

Hutchins, Farrell, Meyer & Allison, P.A.

Independent Auditors



Eugene M. Farrell

Registered Municipal Accountant

(#409)

July 30, 2009

FINANCIAL STATEMENTS

CURRENT FUND

EXHIBITS

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY

Exhibit A

CURRENT FUND

COMPARATIVE BALANCE SHEET - REGULATORY ACCOUNTING BASIS

December 31, 2008 and 2007

<u>Assets</u>	<u>Reference</u>	<u>2008</u>	<u>2007</u>	<u>Liabilities, Reserves and Fund Balance</u>	<u>Reference</u>	<u>2008</u>	<u>2007</u>
Cash	1-A	\$ 11,797,662.18	\$ 16,353,727.89	Appropriation Reserves	A-3,10-A	\$ 1,619,447.37	\$ 849,935.44
Cash - Change Funds	A	400.00	400.00	Accounts Payable	11-A	167,314.87	144,840.80
Due From State of New Jersey:				Encumbrances Payable	12-A	948,323.47	606,192.92
Senior Citizens' and Veterans' Deductions	2-A	7,846.36	7,904.66	Prepaid Taxes	13-A	443,023.80	408,400.52
Homeland Security	30-A		140,000.00	Tax Overpayments	14-A	308.97	2,193.34
		<u>11,805,908.54</u>	<u>16,502,032.55</u>	County Taxes Payable	15-A	408,137.68	446,031.41
Receivables and Other Assets With Full Reserves:				Local District School Tax Payable	16-A		125,602.50
Delinquent Property Taxes Receivable	3-A	1,488,907.55	952,205.24	Regional High School Tax Payable	17-A	1,355,936.55	2,108,079.78
Tax Title Liens Receivable	4-A	125,655.01	114,703.26	Prepaid Licenses	29-A		6,921.40
Due From Monmouth County Improvement Authority	5-A	158,275.57	50,722.11	Due To State of New Jersey - Marriage License Fees	20-A	1,570.00	1,105.00
Property Acquired for Taxes - Assessed Valuation	6-A	802,400.00	802,400.00	Reserve for:			
Revenue Accounts Receivable	7-A	32,515.75	26,641.04	Tax Appeals	21-A	50,000.00	50,000.00
Interfunds Receivable	8-A	3,300.00	25,989.87	Tax Map	27-A	302,502.00	302,502.00
		<u>2,611,053.88</u>	<u>1,972,631.52</u>	Various Reserves	22-A	1,816,948.85	765,047.19
Deferred Charges:				Due To Federal and State Grant Fund	23-A	279,333.88	410,980.56
Special Emergency Authorizations (N.J.S. 40A:4-55)	9-A	1,210,000.00	315,000.00	Interfunds Payable	8-A	100.00	
		<u>15,626,962.42</u>	<u>18,789,664.07</u>			<u>7,392,947.44</u>	<u>6,227,832.86</u>
Federal and State Grant Fund:				Reserve for Receivables	A	2,611,053.88	1,972,631.52
Due From:				Fund Balance	A-1	5,622,961.10	10,589,199.69
Current Fund	23-A	279,333.88	410,980.56			<u>15,626,962.42</u>	<u>18,789,664.07</u>
General Capital Fund	28-A	2,000.00	2,000.00	Federal and State Grant Fund:			
Grants Receivable	24-A	1,397,821.06	1,584,710.06	Reserve for:			
		<u>1,679,154.94</u>	<u>1,997,690.62</u>	State Grants - Appropriated	25-A	1,628,589.09	1,960,396.19
		<u>\$ 17,306,117.36</u>	<u>\$ 20,787,354.69</u>	State Grants - Unappropriated	26-A	50,565.85	37,294.43
Total Assets				Total Liabilities, Reserves and Fund Balance		<u>1,679,154.94</u>	<u>1,997,690.62</u>
						<u>\$ 17,306,117.36</u>	<u>\$ 20,787,354.69</u>

See accompanying notes.

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND

COMPARATIVE STATEMENT OF OPERATIONS AND CHANGES IN FUND BALANCE -
REGULATORY ACCOUNTING BASIS

Years ended December 31, 2008 and 2007

<u>Revenue and Other Income Realized</u>	<u>Reference</u>	<u>2008</u>	<u>2007</u>
Fund Balance Utilized	A-2	\$ 8,129,167.75	\$ 6,592,300.00
Miscellaneous Revenue Anticipated	A-2	6,756,490.53	9,482,182.81
Receipts From Delinquent Taxes	A-2	900,410.67	1,074,920.99
Receipts From Current Taxes	A-2	132,382,293.90	130,672,122.40
Non-Budget Revenue	A-2	388,783.50	344,085.21
Other Credits To Income:			
Due From Monmouth County Improvement Authority	5-A	136,336.45	34,685.20
Interfunds Returned	8-A	25,959.87	25,000.00
Unexpended Balance of Appropriation Reserves	10-A	638,761.11	696,838.94
Taxes Payable Cancelled	A-1		10,797.44
		<u>149,358,203.78</u>	<u>148,932,932.99</u>
<u>Expenditures</u>			
Budget Appropriations Within CAPS:			
Operations:			
Salaries and Wages	A-3	14,604,850.00	13,872,700.00
Other Expenses	A-3	9,372,525.00	9,066,438.74
Deferred Charges and Statutory Expenditures	A-3	1,067,159.39	1,161,826.83
Budget Appropriations Excluded From CAPS:			
Operations:			
Salaries and Wages	A-3	660,000.00	677,312.00
Other Expenses	A-3	3,008,643.76	2,873,808.04
Capital Improvements	A-3	150,000.00	455,000.00
Municipal Debt Service	A-3	3,195,032.24	2,959,948.38
Deferred Charges	A-3	105,000.00	105,000.00
County Taxes	15-A	19,788,357.92	20,087,993.67
Amount Due For Added and Omitted Taxes	15-A	154,898.50	192,792.93
Local District School Taxes	16-A	62,588,767.00	62,418,986.00
Regional High School Taxes	17-A	28,198,338.93	24,281,443.25
Special District Taxes	18-A	2,426,360.00	2,131,266.00
Municipal Open Space Taxes	19-A	625,456.67	625,456.67
Prior Year Senior Citizens Deduction Disallowed	2-A	2,445.30	2,772.30
Due From Monmouth County Improvement Authority	5-A	243,889.91	
Interfund Advances	8-A	3,300.00	25,959.87
Refund of Prior Year Revenue	1-A	250.00	309.51
		<u>146,195,274.62</u>	<u>140,939,014.19</u>
Excess in Revenue		3,162,929.16	7,993,918.80
Fund Balance, January 1	A	<u>10,589,199.69</u>	<u>9,187,580.89</u>
		13,752,128.85	17,181,499.69
Decreased By:			
Utilized as Anticipated Revenue	A-1,A-2	<u>8,129,167.75</u>	<u>6,592,300.00</u>
Fund Balance, December 31	A	<u>\$ 5,622,961.10</u>	<u>\$ 10,589,199.69</u>

See accompanying notes.

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND

STATEMENT OF REVENUES - REGULATORY ACCOUNTING BASIS

Year ended December 31, 2008

	<u>Reference</u>	<u>Anticipated Budget</u>	<u>Amount Realized</u>	<u>Excess/ (Deficit)</u>
Fund Balance Anticipated	A-1	\$ 8,129,167.75	\$ 8,129,167.75	
Miscellaneous Revenues:				
Licenses:				
Alcoholic Beverages	7-A	30,000.00	32,584.32	\$ 2,584.32
Other	7-A	14,500.00	29,590.40	15,090.40
Fees and Permits	7-A	600,000.00	499,136.35	(100,863.65)
Fines and Costs:				
Municipal Court	7-A	500,000.00	493,394.59	(6,605.41)
Interest and Costs on Taxes	7-A	235,000.00	260,448.62	25,448.62
Interest on Investments and Deposits	7-A	1,300,000.00	914,615.99	(385,384.01)
Cable Franchise Fees	7-A	103,800.00	112,632.36	8,832.36
Cell Tower Rental	7-A	125,000.00	169,417.40	44,417.40
Energy Receipts Tax	7-A	2,605,266.00	2,605,266.00	
Consolidated Municipal Property Tax Relief Act	7-A	434,744.00	434,744.00	
Uniform Fire Safety Act	7-A	45,000.00	93,996.74	48,996.74
Aquatic Center Lease	7-A	70,000.00	70,000.00	
Reserve for Liquor License	7-A	610,001.00	610,001.00	
Highway Safety Grant	7-A,24-A	47,000.00	47,000.00	
Recycling Tonnage Grant	7-A, 24-A	25,100.67	25,100.67	
Smart Growth Grant	7-A, 24-A	50,000.00	50,000.00	
Pedestrian Safety Grant	7-A, 24-A	12,496.00	12,496.00	
Body Armor Replacement Grant	7-A, 24-A	8,007.68	8,007.68	
Alcohol Education Grant	7-A, 24-A	2,086.08	2,086.08	
Clean Communities Program	7-A, 24-A	45,545.33	45,545.33	
Municipal Alliance on Alcoholism and Drug Abuse	7-A, 24-A	32,008.00	32,008.00	
Stormwater Management Grant	7-A, 24-A	20,619.00	20,619.00	
NJ DOT - Union Hill Road	7-A, 24-A	160,000.00	160,000.00	
Aggressive Driving Grant	7-A, 24-A	7,000.00	7,000.00	
Over the Limit - Under Arrest	7-A, 24-A	5,000.00	5,000.00	
Stop for the Red or Stop for Us Grant	7-A, 24-A	15,800.00	15,800.00	
Total Miscellaneous Revenues	A-1	<u>7,103,973.76</u>	<u>6,756,490.53</u>	<u>(347,483.23)</u>
Receipts From Delinquent Taxes	A-1	<u>900,000.00</u>	<u>900,410.67</u>	<u>410.67</u>
Amount To Be Raised By Taxes for Support of Municipal Budget:				
Local Tax for Municipal Purposes	A-2	<u>17,888,706.14</u>	<u>21,139,829.88</u>	<u>3,251,123.74</u>
Budget Revenues	A-3	34,021,847.65	36,925,898.83	2,904,051.18
Non-Budget Revenues	A-1,1-A		388,783.50	388,783.50
		<u>\$ 34,021,847.65</u>	<u>\$ 37,314,682.33</u>	<u>\$ 3,292,834.68</u>

See accompanying notes.

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND

STATEMENT OF REVENUES - REGULATORY ACCOUNTING BASIS

Year ended December 31, 2008

	<u>Reference</u>	
<u>Analysis of Realized Revenues</u>		
Allocation of Current Tax Collections:		
Revenue From Collections	A-1	\$ 132,382,293.90
Allocated To:		
School, County, and Open Space Taxes	A-1,3-A	<u>113,067,464.02</u>
		19,314,829.88
Add: Appropriation "Reserve for Uncollected Taxes"	A-3	<u>1,825,000.00</u>
Amount for Support of Municipal Budget Appropriations	A-2	<u>\$ 21,139,829.88</u>
Receipts From Delinquent Taxes:		
Delinquent Tax Collections	A-2,3-A	<u>\$ 900,410.67</u>

See accompanying notes.

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND

STATEMENT OF REVENUES - REGULATORY ACCOUNTING BASIS

Year ended December 31, 2008

Analysis of Non-Budget Revenues

Reference

Miscellaneous Revenue Not Anticipated:

Vending Machines	\$ 209.73
Auction Proceeds	44,667.00
Inspection Fees	21,833.00
UCC Indirect Charges	140,819.89
Mobile Home Rent	6,500.00
Recycling Revenue - Beacon Metal	1,829.64
Return on MCIA Financings	167,011.70
Administrative Fee	5,027.89
Miscellaneous	<u>884.65</u>

A-1,1-A

\$ 388,783.50

See accompanying notes.

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY
CURRENT FUND

STATEMENT OF APPROPRIATIONS - REGULATORY ACCOUNTING BASIS

Year ended December 31, 2008

	Appropriated		Budget After Modification	Expended		Cancelled
	Original Budget			Paid or Charged	Reserved	
General Appropriations Operations - Within "CAPS"						
GENERAL GOVERNMENT						
General Administration:						
Salaries and Wages	\$ 160,000.00	\$	160,000.00	\$ 132,822.04	\$ 27,177.96	
Other Expenses	176,660.00		176,660.00	174,504.09	2,155.91	
Office of the Mayor:						
Salaries and Wages	65,000.00		65,000.00	61,911.44	3,088.56	
Other Expenses	5,000.00		5,000.00	5,359.04	140.96	
Ethics Commission:						
Other Expenses	2,500.00		2,500.00	156.44	2,343.56	
Open Space Committee:						
Salaries and Wages	2,500.00		2,500.00	335.74	2,164.26	
Township Council:						
Salaries and Wages	18,000.00		18,000.00	14,400.00	3,600.00	
Other Expenses	3,500.00		3,500.00	2,047.55	1,452.45	
Municipal Clerk:						
Salaries and Wages	197,000.00		197,000.00	190,712.35	6,287.65	
Other Expenses	67,200.00		67,200.00	39,324.61	22,875.39	
Financial Administration (Treasury):						
Salaries and Wages	236,500.00		236,500.00	219,521.58	16,978.42	
Other Expenses	26,500.00		26,500.00	20,528.39	5,971.61	
Audit Services:						
Other Expenses	35,000.00		35,000.00	35,000.00		
Central Computer Services:						
Salaries and Wages	32,500.00		32,500.00	29,477.32	3,022.68	
Other Expenses	24,800.00		24,800.00	24,649.43	150.57	
Revenue Administration (Tax Collection):						
Salaries and Wages	235,000.00		235,000.00	223,737.50	11,262.50	
Other Expenses	29,250.00		32,750.00	32,393.88	356.12	
Tax Assessment Administration:						
Salaries and Wages	227,500.00		227,500.00	184,509.12	42,990.88	
Other Expenses	87,100.00		87,100.00	76,527.34	10,572.66	
Legal Services (Legal Department):						
Other Expenses	400,000.00		500,000.00	499,071.32	928.68	
Engineering Services:						
Salaries and Wages	305,000.00		305,000.00	253,215.65	51,784.35	
Other Expenses	130,750.00		140,750.00	129,243.39	11,506.61	
Economic Development:						
Salaries and Wages	2,000.00		2,000.00	400.00	1,600.00	
Other Expenses	10,000.00		10,000.00	1,691.75	8,308.25	
Grant Administration						
Other Expenses	12,000.00		12,000.00	8,100.00	3,900.00	
Cable Studio						
Other Expenses	50,000.00		50,000.00	49,542.90	457.10	
Inter-Governmental Relations:						
Other Expenses	1,000.00		1,000.00		1,000.00	
Historic Sites Commission:						
Other Expenses	3,000.00		3,000.00	1,000.00	2,000.00	

See accompanying notes.

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY
CURRENT FUND

STATEMENT OF APPROPRIATIONS - REGULATORY ACCOUNTING BASIS

Year ended December 31, 2008

	Appropriated		Budget After Modification	Expended		
	Original Budget			Paid or Charged	Reserved	Cancelled
General Appropriations Operations - Within "CAPS"						
LAND USE ADMINISTRATION						
Planning Board:						
Salaries and Wages	68,850.00		68,850.00	65,056.20	3,793.80	
Other Expenses	40,500.00		52,500.00	48,083.97	4,416.03	
Planning Board Contractual:						
Other Expenses	31,400.00		31,400.00	22,563.94	8,836.06	
Zoning Board:						
Salaries and Wages	174,000.00		174,000.00	152,890.31	21,109.69	
Other Expenses	47,650.00		60,650.00	51,227.27	9,422.73	
INSURANCE						
General Liability	397,675.00		397,675.00	397,675.00		
Workers Compensation	525,000.00		517,763.11	516,763.11	736.89	
Employee Group Health	2,304,500.00		2,304,500.00	2,161,660.03	142,839.97	
PUBLIC SAFETY						
Police Department:						
Salaries and Wages	8,440,000.00		8,180,000.00	8,090,334.98	89,665.02	
Other Expenses	385,250.00		460,250.00	390,337.46	69,912.54	
Crime Prevention:						
Other Expenses	37,130.00		37,130.00	34,179.17	2,950.83	
School Educational Programs						
Other Expenses	16,900.00		16,900.00	15,742.57	1,157.43	
Highway Safety:						
Other Expenses	33,000.00		33,000.00	27,362.30	5,637.70	
Office of Emergency Management:						
Salaries and Wages	23,000.00		23,000.00	23,000.00		
Other Expenses	16,850.00		16,850.00	1,487.49	15,362.51	
Aid To Volunteer Ambulance Companies:						
Other Expenses	60,000.00		60,000.00	60,000.00		
Uniform Fire Safety Act (P.L. 1983, Ch. 383):						
Salaries and Wages	141,500.00		141,500.00	135,394.60	6,105.40	
Other Expenses	15,050.00		15,050.00	9,876.77	5,173.23	
Municipal Prosecutor:						
Salaries and Wages	34,000.00		34,000.00	32,448.00	1,552.00	
PUBLIC WORKS						
Streets and Road Maintenance:						
Salaries and Wages	1,700,000.00		1,700,000.00	1,599,933.84	100,066.16	
Other Expenses	45,790.00		45,790.00	34,960.39	10,829.61	
Snow Removal:						
Salaries and Wages	50,000.00		50,000.00	350,917.99	50,000.00	
Other Expenses	365,790.00		365,790.00		14,872.01	
Other Public Works Functions:						
Salaries and Wages	377,000.00		377,000.00	349,047.93	27,952.07	
Other Expenses	66,020.00		66,020.00	62,314.22	3,705.78	

See accompanying notes.

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY
CURRENT FUND

STATEMENT OF APPROPRIATIONS - REGULATORY ACCOUNTING BASIS

Year ended December 31, 2008

	Appropriated		Paid or		Cancelled
	Original Budget	Budget After Modification	Charged	Expended	
				Reserved	
General Appropriations Operations - Within "CAPS"					
PUBLIC WORKS (continued)					
Shade Tree Commission:					
Other Expenses	2,000.00	2,000.00	675.00	1,325.00	
Solid Waste Collection:					
Salaries and Wages	23,000.00	25,000.00	23,279.00	1,721.00	
Other Expenses	700,528.00	700,528.00	686,682.86	13,845.14	
Buildings and Grounds:					
Salaries and Wages	454,500.00	454,500.00	427,658.60	26,841.40	
Other Expenses	212,140.00	212,140.00	212,100.57	39.43	
Vehicle Maintenance:					
Salaries and Wages	440,000.00	440,000.00	406,771.49	33,228.51	
Other Expenses	129,800.00	129,800.00	120,946.89	8,853.11	
Condominium Services Act:					
Other Expenses	94,700.00	94,700.00	2,351.24	92,348.76	
HEALTH AND HUMAN SERVICES					
Public Health Services (Board of Health):					
Salaries and Wages	6,500.00	6,500.00	6,500.00	832.00	
Other Expenses	1,890.00	1,890.00	1,058.00		
Drug Abuse Control:					
Salaries and Wages	4,000.00	6,000.00	4,146.26	1,853.74	
Other Expenses	7,550.00	5,550.00	5,300.07	249.93	
Environmental Health Services:					
Salaries and Wages	2,000.00	2,000.00	270.00	1,730.00	
Other Expenses	8,000.00	8,000.00		8,000.00	
Animal Control Services:					
Other Expenses	52,000.00	52,000.00	52,000.00		
PARK AND RECREATION					
Recreation Services and Programs:					
Salaries and Wages	487,500.00	487,500.00	468,654.17	18,845.83	
Other Expenses	138,822.00	138,822.00	135,570.97	3,251.03	
Teen Program:					
Other Expenses	20,000.00	20,000.00	13,852.00	6,148.00	
Maintenance of Parks:					
Salaries and Wages	570,000.00	570,000.00	508,520.42	61,479.58	
Other Expenses	44,660.00	44,660.00	38,767.82	5,912.18	
Municipal Library:					
Other Expenses	16,200.00	16,200.00	9,749.82	6,450.18	
Homeland Security:					
Salaries and Wages	30,000.00	30,000.00	25,794.48	4,205.52	
Other Expenses	54,500.00	54,500.00	52,488.15	2,011.85	
Affordable Housing:					
Salaries and Wages	4,000.00	4,000.00	4,000.00		
Other Expenses	4,300.00	4,300.00		4,300.00	
Municipal Court:					
Salaries and Wages	350,000.00	350,000.00	332,606.22	17,393.78	
Other Expenses	129,600.00	129,600.00	98,354.81	31,245.19	
Public Defender:					
Other Expenses	17,000.00	17,000.00	10,428.92	6,571.08	

See accompanying notes.

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY
CURRENT FUND

STATEMENT OF APPROPRIATIONS - REGULATORY ACCOUNTING BASIS

Year ended December 31, 2008

	Original Budget	Appropriated Budget After Modification	Paid or Charged	Expended	Reserved	Cancelled
General Appropriations Operations - Excluded "CAPS"						
UNCLASSIFIED						
Accumulated Leave Compensation	1,000.00	56,000.00			56,000.00	
Postage	60,000.00	60,000.00	44,307.50		15,692.50	
UTILITY EXPENSES AND BULK PURCHASES						
Electricity	384,000.00	394,000.00	369,547.43		24,452.57	
Street Lighting	634,000.00	634,000.00	597,452.26		36,547.74	
Telephone (excluding equipment acquisition)	150,000.00	150,000.00	140,174.31		9,825.69	
Water	20,000.00	31,000.00	24,859.98		6,140.02	
Gas (natural or propane)	95,000.00	95,000.00	60,942.88		34,057.12	
Sewerage Processing and Disposal	10,000.00	10,000.00	9,721.22		278.78	
Gasoline	465,000.00	445,250.00	345,839.16		99,410.84	
Landfill/Solid Waste Disposal Costs	201,300.00	201,300.00	171,827.23		29,472.77	
Total Operations - Within "CAPS"	23,977,625.00	23,967,375.00	22,456,640.14	1,510,734.86		
Contingent	10,000.00	10,000.00	8,525.41	1,474.59		
Total Operations Including Contingent - Within "CAPS"	23,987,625.00	23,977,375.00	22,465,165.55	1,512,209.45		
Detail:						
Salaries and Wages	14,860,850.00	14,604,850.00	13,967,349.24	637,500.76		
Other Expenses	9,126,775.00	9,372,525.00	8,497,816.31	874,708.69		
Deferred Charges and Statutory Expenditures - Municipal - Within "CAPS"						
DEFERRED CHARGES						
Prior Years Bills	15,500.00	15,500.00	12,020.50			3,479.50
Deficit in Animal Control Trust Fund	5,138.89	5,138.89	5,138.89			
STATUTORY EXPENDITURES						
Contribution To:						
Social Security System (O.A.S.I.)	1,050,000.00	1,050,000.00	1,022,022.89	27,977.11		
Total Deferred Charges and Statutory Expenditures - Municipal - Within "CAPS"	1,070,638.89	1,070,638.89	1,039,182.28	27,977.11		3,479.50
Total General Appropriations for Municipal Purposes - Within "CAPS"	25,058,263.89	25,048,013.89	23,504,347.83	1,540,186.56		3,479.50
General Appropriations Operations - Excluded from "CAPS"						
Length of Services Awards Program (LOSAP):						
Other Expenses	85,000.00	85,000.00	81,707.50	3,292.50		
Police and Firemen's Retirement System of NJ	1,710,000.00	1,710,000.00	1,708,777.00	1,223.00		
Public Employees Retirement System	452,500.00	462,750.00	462,663.82	86.18		
Police Dispatch/911:						
Salaries and Wages	660,000.00	660,000.00	585,480.98	64,519.02		
Other Expenses	248,000.00	248,000.00	237,659.89	10,140.11		
SFSP Fire District Payments:						
Other Expenses	14,229.00	14,229.00	14,229.00			
Total Other Operations Excluded From "CAPS"	3,169,729.00	3,179,979.00	3,100,718.19	79,260.81		

See accompanying notes.

STATEMENT OF APPROPRIATIONS - REGULATORY ACCOUNTING BASIS

Year ended December 31, 2008

	Appropriated		Budget After Modification	Paid or		Cancelled
	Original Budget	Expended		Charged	Reserved	
General Appropriations Operations - Excluded from "CAPS"	45,545.33	45,545.33		45,545.33		
PUBLIC AND PRIVATE PROGRAMS OFFSET BY REVENUES						
Clean Communities Program	32,008.00	32,008.00		32,008.00		
Monmouth County Board of Alcohol and Drug Abuse Services:	8,002.00	8,002.00		8,002.00		
Grant Share	25,100.67	25,100.67		25,100.67		
Local Share	8,007.68	8,007.68		8,007.68		
Recycling Tonnage Grant	20,619.00	20,619.00		20,619.00		
Body Armor Grant						
Storm Water Management Grant						
Smart Growth Grant:						
Grant Share	50,000.00	50,000.00		50,000.00		
Local Share	50,000.00	50,000.00		50,000.00		
Alcohol Rehabilitation Fund	2,086.08	2,086.08		2,086.08		
Over The Limit Under Arrest	5,000.00	5,000.00		5,000.00		
Aggressive Driving Grant	7,000.00	7,000.00		7,000.00		
Highway Safety Grant	47,000.00	47,000.00		47,000.00		
NJ DOT Robertsville Road and Union Hill Road	160,000.00	160,000.00		160,000.00		
Stop for the Red or Stop for Us	15,800.00	15,800.00		15,800.00		
Pedestrian Safety Grant	12,496.00	12,496.00		12,496.00		
Total Public and Private Programs Offset by Revenues	488,664.76	488,664.76		488,664.76		
Total Operations - Excluded From "CAPS"	3,658,393.76	3,658,643.76		3,589,382.95	79,260.81	
Detail:						
Salaries and Wages	660,000.00	660,000.00		585,480.98	64,519.02	
Other Expenses	2,998,393.76	3,008,643.76		2,993,901.97	14,741.79	
Capital Improvements - Excluded From "CAPS"						
Capital Improvement Fund	150,000.00	150,000.00		150,000.00		
Total Capital Improvements - Excluded From "CAPS"	150,000.00	150,000.00		150,000.00		
Municipal Debt Service - Excluded From "CAPS"						
Payment of Bond Principal	1,798,000.00	1,798,000.00		1,798,000.00		
Payment of Bond Anticipation Notes Principal	41,175.00	41,175.00		41,175.00		
Interest on Bonds	650,000.00	650,000.00		647,650.63	2,349.37	
Interest on Notes	182,000.00	182,000.00		180,247.14	1,752.86	
Green Acres Trust Loan:						
Loan Repayments for Principal and Interest	28,865.00	28,865.00		28,864.50	0.50	
Capital Lease Program:						
Principal	462,100.00	462,100.00		462,100.00		
Interest	63,050.00	63,050.00		36,994.97	26,055.03	
Total Municipal Debt Service - Excluded From "CAPS"	3,225,190.00	3,225,190.00		3,195,032.24	30,157.76	

See accompanying notes.

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY
CURRENT FUND

STATEMENT OF APPROPRIATIONS - REGULATORY ACCOUNTING BASIS
Year ended December 31, 2008

	Appropriated		Expended		Cancelled
	Original Budget	Budget After Modification	Paid or Charged	Reserved	
General Appropriations Operations - Excluded "CAPS"					
DEFERRED CHARGES					
Deferred Charges To Future Taxation - Special Emergency	105,000.00	105,000.00	105,000.00		
Total Deferred Charges - Municipal - Excluded from "CAPS"	105,000.00	105,000.00	105,000.00		
Total General Appropriations - Excluded From "CAPS"	7,138,583.76	7,148,833.76	7,039,415.19	79,260.81	30,157.76
Subtotal General Appropriations	32,196,847.65	32,196,847.65	30,543,763.02	1,619,447.37	33,637.28
Reserve for Uncollected Taxes	1,825,000.00	1,825,000.00	1,825,000.00		
Total General Appropriations	\$ 34,021,847.65	\$ 34,021,847.65	\$ 32,368,763.02	\$ 1,619,447.37	\$ 33,637.28
				A	A-3
Analysis of Budget After Modification					
Original Budget		\$ 33,994,047.65			
Added by N.J.S. 40A:4-87		27,800.00			
		\$ 34,021,847.65			
Analysis of Paid or Charged					
Cash Disbursements			\$ 29,001,774.79		
Deferred Charges			105,000.00		
Reserve for:					
Encumbrances			948,323.47		
State Grants - Appropriated			488,664.76		
Uncollected Taxes			1,825,000.00		
			\$ 32,368,763.02		

TRUST FUND

EXHIBIT

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY

TRUST FUND

COMPARATIVE BALANCE SHEET - REGULATORY ACCOUNTING BASIS

December 31, 2008 and 2007

Assets	Reference	2008	2007	Liabilities and Reserves	Reference	2008	2007
Animal Control Trust Fund:				Animal Control Trust Fund:			
Cash	1-B	\$ 1,370.81	\$ 19,885.11	Due To:			
Deficit in Animal Control Fund Expenditures	6-B	2,210.59	5,311.09	Current Fund	2-B	\$ 3,300.00	\$ 25,000.00
				State of New Jersey	3-B	281.40	196.20
		<u>3,581.40</u>	<u>25,196.20</u>			<u>3,581.40</u>	<u>25,196.20</u>
Escrow Deposit Trust Fund:				Escrow Deposit Trust Fund:			
Cash	1-B	5,225,969.88	4,609,254.41	Reserve for Deposits	7-B	5,226,069.88	4,609,254.41
Due From Current Fund	2-B	100.00					
		<u>5,226,069.88</u>	<u>4,609,254.41</u>				
Open Space Trust Fund:				Open Space Trust Fund:			
Cash and Cash Equivalents	1-B	452,735.35	1,105,026.03	Reserve for Open Space	5-B	1,317,598.66	1,105,026.03
Due From General Capital Fund	4-B	864,863.31					
		<u>1,317,598.66</u>	<u>1,105,026.03</u>				
Trust - Other Fund:				Trust - Other Fund:			
Cash and Cash Equivalents	1-B	16,142,085.80	17,018,224.65	Due To:			
Due From General Capital Fund	9-B	500,000.00		Current Fund	2-B		959.87
		<u>16,642,085.80</u>	<u>17,018,224.65</u>	State of New Jersey - DCA Training Fees	8-B	8,551.00	13,910.00
				Various Reserves	9-B	16,633,534.80	17,003,354.78
						<u>16,642,085.80</u>	<u>17,018,224.65</u>
Length of Service Award Program Fund ("LOSAP") - Unaudited:				Length of Service Award Program Fund ("LOSAP") - Unaudited:			
Investments	10-B	382,066.19	321,596.70	Miscellaneous Reserves	11-B	382,066.19	321,596.70
Total Assets		<u>\$ 23,571,401.93</u>	<u>\$ 23,079,297.99</u>	Total Liabilities and Reserves		<u>\$ 23,571,401.93</u>	<u>\$ 23,079,297.99</u>

See accompanying notes.

GENERAL CAPITAL FUND

EXHIBITS

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY

GENERAL CAPITAL FUND

COMPARATIVE BALANCE SHEET - REGULATORY ACCOUNTING BASIS

December 31, 2008 and 2007

<u>Assets</u>	<u>Reference</u>	<u>2008</u>	<u>2007</u>	<u>Liabilities, Reserves and Fund Balance</u>	<u>Reference</u>	<u>2008</u>	<u>2007</u>
Cash				General Serial Bonds	6-C	\$ 12,458,000.00	\$ 14,256,000.00
Due From Swimming Pool Utility				Bond Anticipation Notes Payable	7-C	9,950,000.00	10,316,325.00
Capital Fund				Due To:			
Deferred Charges To Future Taxation:				Federal and State Grant Fund	12-C	2,000.00	2,000.00
Funded	1-C,2-C	\$ 160,814.99	\$ 2,254,754.27	Trust Fund Open Space	3-C	864,863.31	
Unfunded	13-C	250,000.00	250,000.00	StormWater Trust Fund	14-C	500,000.00	
	4-C	12,808,941.04	14,628,463.35	Green Trust Loan Payable	8-C	350,941.04	372,463.35
	5-C	18,126,028.28	17,370,018.28	Improvement Authorizations:			
				Funded	9-C	1,631,281.84	
				Unfunded	9-C	4,144,114.61	2,498,189.33
Total Assets		<u>\$ 31,345,784.31</u>	<u>\$ 34,503,235.90</u>	Capital Improvement Fund	10-C	150,000.00	
				Various Reserves	11-C	692,561.51	661,439.08
				Fund Balance	C-1	602,022.00	17,417.79
				Total Liabilities, Reserves and Fund Balance		<u>\$ 31,345,784.31</u>	<u>\$ 34,503,235.90</u>

See accompanying notes.

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY

GENERAL CAPITAL FUND

COMPARATIVE STATEMENT OF FUND BALANCE - REGULATORY ACCOUNTING BASIS

Years ended December 31, 2008 and 2007

	<u>Reference</u>		
Balance, December 31, 2007	C		\$ 17,417.79
Increased By:			
Funded Improvement Authorizations			
Cancelled	9-C	\$ 590,549.21	
Premium on Sale of Notes	1-C	<u>94,055.00</u>	
			<u>684,604.21</u>
			702,022.00
Decreased By:			
Improvement Authorizations Appropriated			
to Finance	9-C		<u>100,000.00</u>
Balance, December 31, 2008	C		<u>\$ 602,022.00</u>

See accompanying notes.

SWIMMING POOL UTILITY FUND

EXHIBITS

TOWNSHIP OF MARLBORO
 COUNTY OF MONMOUTH, NEW JERSEY
 SWIMMING POOL UTILITY FUND

COMPARATIVE BALANCE SHEET - REGULATORY ACCOUNTING BASIS

December 31, 2008 and 2007

Assets	Reference	2008	2007	Liabilities, Reserves and Fund Balance	Reference	2008	2007
Operating Fund:				Operating Fund:			
Cash	1-D	\$ 920,371.02	\$ 828,059.81	Appropriation Reserves	D-3, 5-D	\$ 336,700.87	\$ 75,175.74
Change Fund	D	200.00	200.00	Encumbrances Payable	6-D	51,817.45	36,197.97
				Accounts Payable	7-D	26,269.66	
Total Operating Fund		920,571.02	828,259.81	Prepaid Membership Fees	8-D	196,858.00	182,692.00
				Customer Deposits	9-D	13,595.00	13,595.00
Capital Fund:				Prepaid Guest Book Fees	10-D	1,080.00	990.00
Cash	1-D	15,772.61	15,772.61	Prepaid Miscellaneous Fees	11-D	1,650.00	1,548.00
Fixed Capital	3-D	3,087,935.45	3,087,811.25	Security Deposit	D	3,543.58	3,543.58
Fixed Capital Authorized and Uncompleted	4-D	168,532.00	168,532.00	Accrued Interest on Bonds	12-D	178.13	356.25
Total Capital Fund		3,272,240.06	3,272,115.86			631,692.69	314,098.54
Total Assets		\$ 4,192,811.08	\$ 4,100,375.67	Fund Balance	D-1	288,878.33	514,161.27
				Total Operating Fund		920,571.02	828,259.81
				Capital Fund:		10,000.00	20,000.00
				Serial Bonds	13-D		
				Improvement Authorizations:			
				Unfunded	14-D	168,532.00	168,532.00
				Due To General Capital Fund	15-D	250,000.00	250,000.00
				Reserve for:			
				Capital Outlay	16-D	43,490.61	43,490.61
				Amortization	17-D	2,800,217.45	2,790,093.25
				Total Capital Fund		3,272,240.06	3,272,115.86
				Total Liabilities, Reserves and Fund Balance		\$ 4,192,811.08	\$ 4,100,375.67

See accompanying notes.

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY

SWIMMING POOL UTILITY OPERATING FUND

COMPARATIVE STATEMENT OF OPERATIONS AND CHANGES IN FUND BALANCE
REGULATORY ACCOUNTING BASIS

Years ended December 31, 2008 and 2007

	<u>Reference</u>	<u>2008</u>	<u>2007</u>
Revenue and Other Income Realized:			
Fund Balance Utilized	D-2	\$ 357,500.00	\$ 367,500.00
Membership Fees	D-2	591,027.00	558,375.32
Recreation Lease	D-2	50,000.00	50,000.00
Interest on Investments	D-2	8,072.52	18,430.63
Miscellaneous	D-2	226,804.37	186,427.44
Other Credits To Income:			
Unexpended Balance of Appropriation			
Reserves	5-D	<u>75,627.55</u>	<u>43,265.75</u>
		<u>1,309,031.44</u>	<u>1,223,999.14</u>
Expenditures:			
Operating	D-3	1,066,755.00	942,325.00
Capital Improvements	D-3	100,000.00	45,000.00
Debt Service	D-3	<u>10,059.38</u>	<u>11,009.37</u>
		<u>1,176,814.38</u>	<u>998,334.37</u>
Excess in Revenue		132,217.06	225,664.77
Fund Balance, January 1	D	<u>514,161.27</u>	<u>655,996.50</u>
		646,378.33	881,661.27
Decreased By:			
Utilized as Anticipated Revenue	D-1	<u>357,500.00</u>	<u>367,500.00</u>
Fund Balance, December 31	D	<u>\$ 288,878.33</u>	<u>\$ 514,161.27</u>

See accompanying notes.

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY

SWIMMING POOL UTILITY OPERATING FUND

STATEMENT OF REVENUES - REGULATORY ACCOUNTING BASIS

Year ended December 31, 2008

	<u>Reference</u>	<u>Anticipated</u>	<u>Realized</u>	<u>Excess/ (Deficit)</u>
Fund Balance Utilized	D-1	\$ 357,500.00	\$ 357,500.00	
Membership Fees	D-1	570,555.00	591,027.00	\$ 20,472.00
Miscellaneous	D-1	200,000.00	226,804.37	26,804.37
Recreation Lease	D-1	50,000.00	50,000.00	
Interest on Investments	D-1		<u>8,072.52</u>	<u>8,072.52</u>
Total		<u>\$ 1,178,055.00</u>	<u>\$ 1,233,403.89</u>	<u>\$ 55,348.89</u>

	<u>Reference</u>	D-3	D-2	D-2
<u>Analysis of Revenue:</u>				
Cash Receipts	1-D		\$ 690,673.89	
Prepaid Applied	8-D,10-D,11-D		<u>185,230.00</u>	
			<u>\$ 875,903.89</u>	

<u>Analysis of Membership Fees:</u>				
Cash Receipts	1-D		\$ 407,345.00	
Prepaid Applied	8-D,10-D		<u>183,682.00</u>	
			<u>\$ 591,027.00</u>	

<u>Analysis of Interest on Investments:</u>				
Cash Receipts	1-D		<u>\$ 8,072.52</u>	
			<u>\$ 8,072.52</u>	

<u>Analysis of Miscellaneous Revenue:</u>				
Cash Receipts	1-D		\$ 225,256.37	
Prepaid Applied	11-D		<u>1,548.00</u>	
			<u>\$ 226,804.37</u>	

<u>Miscellaneous Revenue Detail:</u>				
Swimming Lessons			\$ 21,184.00	
Swim Team			6,450.00	
Camp			153,950.00	
Snack Bar			39,688.88	
Other			<u>5,531.49</u>	
	D-1		<u>\$ 226,804.37</u>	

See accompanying notes.

TOWNSHIP OF MARLBORO
 COUNTY OF MONMOUTH, NEW JERSEY

SWIMMING POOL UTILITY OPERATING FUND

STATEMENT OF EXPENDITURES - REGULATORY ACCOUNTING BASIS

Year ended December 31, 2008

	Budget	Budget Modified	Expended		Cancelled
			Paid or Charged	Reserved	
Operating:					
Salaries and Wages	\$ 421,500.00	\$ 421,500.00	\$ 410,688.38	\$ 10,811.62	
Other Expenses	645,255.00	645,255.00	418,975.75	226,279.25	
Total Operating	1,066,755.00	1,066,755.00	829,664.13	237,090.87	
Capital Improvements:					
Capital Outlay	100,000.00	100,000.00	390.00	99,610.00	
Total Capital Improvements	100,000.00	100,000.00	390.00	99,610.00	
Debt Service:					
Payment of Bond Principal	10,000.00	10,000.00	10,000.00		\$ 1,240.62
Interest on Bonds	1,300.00	1,300.00	59.38		
Total Debt Service	11,300.00	11,300.00	10,059.38		1,240.62
	\$ 1,178,055.00	\$ 1,178,055.00	\$ 840,113.51	\$ 336,700.87	\$ 1,240.62
	Reference	D-2	D-3	D	D-3
Cash Disbursements			\$ 788,236.68		
Encumbrances Payable			51,817.45		
Accrued Interest on Bonds			59.38		
			\$ 840,113.51		

See accompanying notes.

PAYROLL FUND

EXHIBIT

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY

PAYROLL FUND

COMPARATIVE BALANCE SHEET - REGULATORY ACCOUNTING BASIS

December 31, 2008 and 2007

<u>Assets</u>	<u>Reference</u>	<u>2008</u>	<u>2007</u>	<u>Liabilities</u>	<u>Reference</u>	<u>2008</u>	<u>2007</u>
Cash	E	\$ <u>0.05</u>	\$ <u>323.58</u>	Due To Various Agencies	E	\$ <u>0.05</u>	\$ <u>323.58</u>
Total Assets		\$ <u><u>0.05</u></u>	\$ <u><u>323.58</u></u>	Total Liabilities		\$ <u><u>0.05</u></u>	\$ <u><u>323.58</u></u>

See accompanying notes.

GENERAL FIXED ASSETS ACCOUNT GROUP
EXHIBIT

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY

GENERAL FIXED ASSETS ACCOUNT GROUP

COMPARATIVE STATEMENT OF GENERAL FIXED ASSETS -
REGULATORY ACCOUNTING BASIS

December 31, 2008 and 2007

	<u>Reference</u>	Balance December 31, <u>2008</u>	Balance December 31, <u>2007</u>
Land	1-F	\$ 20,175,668.69	\$ 20,175,668.69
Buildings and Improvements	1-F	6,818,627.00	6,818,627.00
Machinery, Equipment and Vehicles	1-F	<u>10,148,396.84</u>	<u>10,148,396.84</u>
Total General Fixed Assets		<u>\$ 37,142,692.53</u>	<u>\$ 37,142,692.53</u>
Investment in General Fixed Assets	1-F	<u>\$ 37,142,692.53</u>	<u>\$ 37,142,692.53</u>

See accompanying notes.

NOTES TO FINANCIAL STATEMENTS

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY

NOTES TO FINANCIAL STATEMENTS

Years ended December 31, 2008 and 2007

1. Summary of Significant Accounting Policies

A. Reporting Entity

The Governmental Accounting Standards Board ("GASB") is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. GASB has adopted accounting statements to be used by governmental units when reporting financial position and results of operations in accordance with accounting principles generally accepted in the United States of America ("GAAP"). The municipalities in the State of New Jersey do not prepare financial statements in accordance with GAAP and thus do not comply with all of the GASB pronouncements.

The financial statements of the Township of Marlboro, County of Monmouth, New Jersey ("Township") include every board, body, officer or commission maintained wholly or in part by funds appropriated by the Township, as required by the provision of N.J.S. 40A:5-5. The financial statements, however, do not include the operation of School Boards, Volunteer Fire Departments/Fire Districts and First Aid Squads which are subject to separate audit and are considered component units under GAAP. Included within the financial statements are taxes levied, collected and turned over to School Boards and appropriations for contributions to Volunteer Fire Departments and First Aid Squads. Complete financial statements of the above component units can be obtained by contacting the Treasurer of the respective entity.

Component units are legally separate organizations for which the Township is financially accountable. The Township is financially accountable for an organization if the Township appoints a voting majority of the organization's governing board and (1) the Township is able to significantly influence the programs or services performed or provided by the organization; or (2) the Township is legally entitled to or can otherwise access the organization's resources; the Township is legally obligated or has otherwise assumed the responsibility to finance the deficits of or provide financial support to the organization; or the Township is obligated for the debt of the organization. Component units may also include organizations that are fiscally dependent on the Township in that the Township approves the budget, the issuance of debt or the levying of taxes. The Marlboro Township Municipal Utilities Authority ("Authority") is a component unit.

The Authority is not included in the Township financial statements. The Authority has independent audits of their financial statements.

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY

NOTES TO FINANCIAL STATEMENTS

Years ended December 31, 2008 and 2007

1. Summary of Significant Accounting Policies

B. Description of Funds

GASB is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. GASB Codification establishes three fund types to be used by general purpose governmental units when reporting financial position and results of operations in accordance with GAAP.

The accounting policies of the Township conform to the accounting principles and practices applicable to municipalities prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey. The accompanying financial statements are presented in the format prescribed by the State of New Jersey. Such principles and practices are designed primarily for determining compliance with legal provisions and budgetary restrictions and are 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:

Current Fund - is used to account for all revenues and expenditures applicable to the general operations of Township departments.

Trust Funds - are used to account for assets held by the Township in a trustee capacity or as an agent for individuals and other governmental agencies. Funds held by the Township which have restrictions placed on the use of such funds are recorded in the Trust Fund.

General Capital Fund - is used to account for financial resources to be used for the acquisition of general capital facilities. The major resources are derived from the sale of serial bonds and bond anticipation notes.

Swimming Pool Utility Operating and Capital Funds - are used to account for Swimming Pool operations that are financed through various Swimming Pool user fees. The Fund is operated on a basis similar to private business enterprises where the intent is that the costs of providing the Swimming Pool Utility to the general public be financed through Swimming Pool fees.

Public Assistance Fund - is used to account for resources restricted in use for the general welfare of citizens living within the Township.

Payroll Fund - is used to account for the payroll and payroll tax liabilities of the Township.

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY

NOTES TO FINANCIAL STATEMENTS

Years ended December 31, 2008 and 2007

1. Summary of Significant Accounting Policies (continued)

B. Description of Funds (continued)

General Fixed Assets Account Group - In accordance with Technical Accounting Directive No. 85-2 issued by the Division of Local Government Services, which differs in certain respects from generally accepted accounting principles, the Township developed a fixed assets accounting and reporting system which has not been updated in 2008. The accounting policies are as follows:

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.

No depreciation is provided for in the financial statements.

Expenditures for construction in progress are recorded in the capital funds until such time as the construction is completed and put into operation.

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

Property and equipment purchased by the Swimming Pool Utility Fund are recorded in the capital account at cost and are adjusted for disposition and abandonment. The amounts shown do not purport to represent reproduction costs or current value. Contributions in aid of construction are not capitalized. The balances in the Reserve for Amortization and Deferred Reserve for Amortization accounts in the Utility Capital Fund represent charges to operations for the costs of acquisitions of property, equipment and improvements. The Utility does not record depreciation on fixed assets.

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY

NOTES TO FINANCIAL STATEMENTS

Years ended December 31, 2008 and 2007

1. Summary of Significant Accounting Policies (continued)

C. Measurement Focus, Basis of Accounting and Basis of Presentation

The accounting principles and practices prescribed for municipalities by the Division of Local Government Services differ in certain respects from GAAP applicable to local government units. The more significant differences follow.

A modified accrual basis of accounting is followed by the Township. Modifications from the accrual basis follow:

Revenues

Revenues are recorded as received in cash except for statutory reimbursements and grant funds, which are due from other governmental units. State and federal grants for operating purposes are realized as revenues when anticipated in the Township budget. Receivables for property taxes are recorded with offsetting reserves within the Current Fund. Other amounts that are due to the Township which are susceptible to accrual are recorded as receivables with offsetting reserves. These reserves are liquidated and revenues are recorded as realized upon receipt of cash. GAAP requires the recognition of revenues for general operations in the accounting period in which they become available and measurable.

Expenditures

- (a) Disbursements for Current Fund inventory-type items are considered expenditures at the time of purchase;
- (b) Prepaid expenses are not recorded;
- (c) Interest on long-term debt included in the General Capital Fund is recorded as an expenditure when paid;
- (d) The encumbrance method of accounting, which records commitments such as purchase orders and contracts as a charge against the current year's budget in addition to expenditures made or accrued, is utilized. The cash basis of accounting, however, is followed for recording the Township's share of contributions for fringe benefits, such as retirement plans, accrued sick leave and vacation leave.

Appropriation reserves are recorded at December 31 for unexpended appropriation balances except for amounts which, according to state statutes, may be cancelled by the governing body. The appropriation reserves are available to satisfy specific claims, commitments or contracts incurred during the preceding fiscal year. At the end of the succeeding fiscal year, the remaining unexpended balances lapse to fund balance through other credits to revenue.

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY

NOTES TO FINANCIAL STATEMENTS

Years ended December 31, 2008 and 2007

1. Summary of Significant Accounting Policies (continued)

C. Measurement Focus, Basis of Accounting and Basis of Presentation (continued)

Had the Township's financial statements been prepared under generally accepted accounting principles, the encumbrance method of accounting would be followed for expenditures presently reflected on a paid or charged basis, appropriation reserves would not be recorded, revenues susceptible to accrual would have been reflected without offsetting reserves and inventories would not be reflected as expenditures at the time of purchase.

Accordingly, the accompanying financial statements are not intended to present financial position and results of operations in conformity with generally accepted accounting principles.

D. Budgets and Budgetary Accounting

An annual budget is required to be adopted and integrated into the accounting system to provide budgetary control over revenues and expenditures. Budget amounts presented in the accompanying financial statements represent amounts adopted by the Township and approved by the State Division of Local Government Services in accordance with N.J.S.A. 40A:4 et seq.

E. Grants

Current Fund - State and federal grants and assistance awards made on the basis of entitlement periods are recorded as revenues when entitlement occurs.

Trust Fund - State and federal grants and assistance awards are dedicated by rider in the Trust Fund. A receivable and corresponding spending reserve are recorded when the grant is awarded.

Capital Fund - State and federal grants and assistance awards are recorded as a funding source for improvement authorizations or are established as receivables with an offsetting reserve.

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY

NOTES TO FINANCIAL STATEMENTS

Years ended December 31, 2008 and 2007

1. Summary of Significant Accounting Policies (continued)

F. Assessment and Collection of Property Taxes

New Jersey statutes require that taxable valuation of real property be prepared by the local unit tax assessor as of October 1 in each year and filed with the County Board of Taxation by January 10 of the following year. Upon the filing of certified adopted budgets by the Local Unit, Local School District, County and Special Districts, the tax rate is struck by the County Tax 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 3, with a completed duplicate of the tax rolls to be delivered to the Local Unit Tax Collector on or before May 13. New Jersey statutes require that each local unit provide for sufficient anticipated cash receipts equal to the "lawful yearly expenditure" which includes the total amount of property taxes to be raised by the local unit.

Taxes are levied on an annual basis and are due quarterly on February 1, May 1, August 1, and November 1. Any taxes not paid as of December 31 are subject to tax sale and lien in the subsequent year, with the exception of bankruptcies. The date of tax sale is at the discretion of the tax collector.

G. Foreclosed Property

Real property acquired for taxes is recorded in the Current Fund at assessed valuation when such property is acquired and is fully reserved.

H. Interfund Receivables

Interfund receivables created by cash transfers from the Current Fund are recorded with offsetting reserves created by charges to operations. Income is recognized in the year the receivables are liquidated. Interfund receivables in other funds are not offset by reserves.

I. Deferred Charges to Future Taxation Funded and Unfunded

Upon the authorization of capital projects, the Township establishes deferred charges for the costs 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 N.J.S.A. 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 that particular year in the Current Fund budget. As funds are raised, the deferred charges are reduced.

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY

NOTES TO FINANCIAL STATEMENTS

Years ended December 31, 2008 and 2007

1. Summary of Significant Accounting Policies (continued)

J. Pension Plans

Substantially, all Township employees participate in the Public Employees' Retirement System ("PERS") and the Police and Firemen's Retirement System ("PFRS"). The Division of Pensions within the Treasury Department of the State of New Jersey is the administrator of the funds and charges municipalities annually for their respective contributions. The plans provide retirement and disability benefits, annual cost of living adjustments, and death benefits to plan members and beneficiaries. The plans are cost sharing multiple-employer defined benefit plans and as such do not maintain separate records for each municipality in the state and, therefore, the actuarial data for the Township is not available. The Division of Pensions issues publicly available financial reports for each of the plans that include financial statements and required supplementary information. The reports may be obtained by writing the State of New Jersey, Division of Pensions.

Covered employees are required by State statute to contribute a certain percentage of their salary to the plan. Each member's percentage is based on age determined at the effective date of enrollment. In addition, PERS and PFRS bill the Township annually at an actuarially determinable rate for its required contribution. The current rate is 5.5% for PERS and 8.5% for PFRS of annual covered payroll.

<u>Year</u>	<u>PERS</u>	<u>PFRS</u>
2008	\$ 462,663.82	\$ 1,708,777.00
2007	270,115.80	1,030,138.40
2006	130,442.60	617,500.00

K. Volunteer Length of Service Award Plan

The Township has established a Volunteer Length of Service Award Plan ("LOSAP") ("Plan") to ensure retention of the Township's volunteer First Aid squads. 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 2003.

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 2004.

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY

NOTES TO FINANCIAL STATEMENTS

Years ended December 31, 2008 and 2007

1. Summary of Significant Accounting Policies (continued)
- K. Volunteer Length of Service Award Plan (continued)

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).

Estimated Cost - The estimated cost of the program to the Township has been calculated to be approximately \$60,000.00 per year. (This amount may vary annually, however, based upon the total number of eligible active volunteer members in the program).

- L. Deposits and Investments

Deposits

New Jersey statutes permit the deposit of public funds in institutions located in New Jersey which are insured by the Federal Deposit Insurance Corporation ("FDIC"), or by any other agencies of the United States that insure deposits or the State of New Jersey Cash Management Fund. New Jersey statutes require public depositories to maintain collateral for deposit of public funds that exceed insurance limits as follows:

The market value of the collateral must equal 5 percent of the average daily balance of public funds; or

If the public funds deposited exceed 75 percent of the capital funds of the depository, the depository must provide collateral having a market value equal to 100 percent of the amount exceeding 75 percent.

All collateral must be deposited with the Federal Reserve Bank, the Federal Home Loan Bank Board or a banking institution that is a member of the Federal Reserve System and has capital funds of not less than \$25,000,000. The State of New Jersey Cash Management Fund is authorized by statute and regulations of the State Investment Council to invest in fixed income and debt securities which mature within one year. Collateralization of Fund investments is generally not required.

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY

NOTES TO FINANCIAL STATEMENTS

Years ended December 31, 2008 and 2007

1. Summary of Significant Accounting Policies (continued)

L. Deposits and Investments (continued)

Investments

New Jersey statutes establish the following securities as eligible for the investment of Township funds:

- (a) Bonds or other obligations of the United States or obligations guaranteed by the United States.
- (b) Government Money Market Mutual Funds.
- (c) Any obligation that a federal agency or a federal instrumentality has issued in accordance with an Act of Congress, which security has a maturity date not greater than 397 days from the date of purchase, provided that such obligation bears a fixed rate of interest not dependent on any index or other external factor.
- (d) Bonds or other obligations of the Township, or bonds or other obligations of school districts of which the Township is a part or within which the school district is located.
- (e) Bonds or other obligations, having a maturity date of not more than 397 days from the date of purchase, that are approved by the New Jersey Department of Treasury, Division of Investments.
- (f) Local Government Investment Pools.
- (g) Deposits with the State of New Jersey Cash Management Fund established pursuant to Section 1 of P.L. 1977, C. 281 (C.52:18A:90.4).

Repurchase agreements (15.1(a)(8)) must comply with the following conditions:

- (a) The underlying securities are permitted investments, pursuant to the list contained in (a) and (c) above.
- (b) The custody of the collateral is transferred to a third party. This means the bank must contract with a trusted third party to hold the collateral to ensure it is not pledged against any other investments.
- (c) The maturity of the agreement is not more than 30 days.
- (d) The underlying securities are purchased through a GUDPA bank.
- (e) A master repurchase agreement providing for the custody and security of collateral is executed.

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY

NOTES TO FINANCIAL STATEMENTS

Years ended December 31, 2008 and 2007

1. Summary of Significant Accounting Policies (continued)

L. Deposits and Investments (continued)

Investments (continued)

Local Government Investment Pools ("LGIP") (15.1(e)(2)) are subject to the following requirements:

- (a) It is managed in accordance with the SEC's government money market rules (2a-7).
- (b) It is rated in the highest category by a nationally recognized statistical rating organization.
- (c) Have their portfolio limited to U.S. Government securities as defined in 2a-7 and repurchase agreements that are collateralized by such U.S. Government securities.

Every local unit must have a Cash Management Plan ("Plan"); the Plan is subject to audit. In addition, when the Plan permits investments for more than one year, the investment must approximate the prospective use of funds. This primarily relates to U.S. securities and local bond issue purchases. The law also requires that cash management plans provide for the CFO to give the governing body a monthly report that summarizes:

- (a) All investments made or redeemed over the past month.
- (b) Each organization holding local unit funds.
- (c) The amount of securities purchased or sold, class or type of securities purchased, book value, earned income, fees incurred, and market value of all investments as of the report date.
- (d) Other information that may be required by the governing body.

The Township is permitted to invest public funds in accordance with N.J.S.A. 40A:5-15.1. These investments include bonds or other obligations of the United States or obligations guaranteed by the United States, Government Money Market Mutual Funds, bond or other obligations of the Township or bonds or other obligations of the school district, local government investment pools, and agreements for the repurchase of fully-collateralized securities, if purchased in accordance with N.J.S.A. 40A:5-15.1. The Township is also permitted to invest Length of Service Award Program ("LOSAP") funds with the types of eligible investments authorized in N.J.A.C. 5:30-14.19. These investments include interest-bearing accounts or securities in which savings banks of New Jersey are authorized to invest their funds, New Jersey Cash Management Fund, fixed and variable individual or group annuity contracts, mutual fund shares or fixed and variable life insurance contracts.

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY

NOTES TO FINANCIAL STATEMENTS

Years ended December 31, 2008 and 2007

1. Summary of Significant Accounting Policies (continued)

M. Inventories of Supplies

The costs of inventories of supplies for all funds are recorded as expenditures at the time the individual items are purchased. The costs of inventories are not included on the various balance sheets.

2. Deposits and Investments

Deposits

The carrying amount of the Township's cash and investments at December 31, 2008 was \$34,717,382.69 and the bank balance was \$37,208,078.37. Of the bank balance, \$927,543.66 was covered by federal depository insurance, and the remaining \$36,280,534.71 was covered under the unit certificate of eligibility as required by New Jersey statutes.

<u>Depository Account</u>	<u>Bank Balance</u>	
	<u>2008</u>	<u>2007</u>
Insured:		
FDIC	\$ 927,543.66	\$ 200,000.00
Collateralized:		
GUDPA	<u>36,280,534.71</u>	<u>44,444,869.71</u>
	<u>\$37,208,078.37</u>	<u>\$ 44,644,869.71</u>

Custodial Credit Risk - Deposits

Custodial credit risk is the risk that, in the event of a bank failure, the government's deposits may not be returned to it. The Township does not have a formal policy for custodial credit risk. As of December 31, 2008, the Township's bank balance was not exposed to custodial credit risk.

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY

NOTES TO FINANCIAL STATEMENTS

Years ended December 31, 2008 and 2007

2. Deposits and Investments (continued)

Investments

As of December 31, 2008 and 2007, the Township had the following investments:

<u>Investments</u>	<u>Fair Value</u>	<u>Book Value</u>
2008:		
LOSAP	<u>\$ 382,066.19</u>	<u>\$ 382,066.19</u>
2007:		
LOSAP	<u>\$ 321,596.70</u>	<u>\$ 321,596.70</u>

Interest Rate Risk

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

Credit Risk

State law limits investments as noted above.

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 Township.

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY

NOTES TO FINANCIAL STATEMENTS

Years ended December 31, 2008 and 2007

3. Interfund Balances and Activity

Balances due to/from other funds at December 31, 2008 consist of the following:

Due to Current Fund from the Animal Control Fund representing cash advances	\$ 3,300.00
Due to the Escrow Fund from the Current Fund representing cash receipts in the Current Fund	100.00
Due to Federal and State Grant Fund from Current Fund representing cash receipts in the Current Fund	279,333.88
Due to Federal and State Grant Fund from Capital Fund representing cash receipts in the Capital Fund	2,000.00
Due to General Capital Fund from Swimming Pool Utility Capital Fund representing cash advanced	250,000.00
Due to Trust Fund from General Capital Fund representing cash advanced	500,000.00
Due to Open Space Trust Fund from General Capital Fund representing cash advanced	864,863.31

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY

NOTES TO FINANCIAL STATEMENTS

Years ended December 31, 2008 and 2007

4. Taxes, Swimming Pool Utility Receivables

Taxes

Taxes Receivable as of December 31, 2008 consist of the following:

<u>2008</u>	<u>Current</u>	<u>Delinquent</u>	<u>Liens</u>	<u>Total</u>
	\$ 1,458,993.52	\$ 29,914.03	\$ 125,655.01	\$ 1,614,562.56

In 2008, the Township collected \$900,410.67 from Delinquent Taxes, which represented 84.39% of the Delinquent Tax Receivable at December 31, 2007.

Taxes Receivable as of December 31, 2007 consist of the following:

<u>2007</u>	<u>Current</u>	<u>Delinquent</u>	<u>Liens</u>	<u>Total</u>
	\$ 913,242.50	\$ 38,962.74	\$ 114,703.26	\$ 1,066,908.50

In 2007, the Township collected \$1,074,920.99 from Delinquent Taxes, which represented 87.97% of the Delinquent Tax Receivable at December 31, 2006.

Swimming Pool Utility

There were no Swimming Pool Utility Fees Receivable as of December 31, 2008 and 2007.

5. Fixed Assets

The Township did not update its Fixed Assets Account Group for 2008 and 2007.

	Balance, December 31, <u>2008 and 2007</u>
Land	\$ 20,175,668.69
Buildings and Improvements	6,818,627.00
Machinery and Equipment	<u>10,148,396.84</u>
Total	<u>\$ 37,142,692.53</u>

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY

NOTES TO FINANCIAL STATEMENTS

Years ended December 31, 2008 and 2007

6. Long-Term Debt

The Township's long-term debt consisted of the following at December 31, 2008:

<u>Purpose</u>	<u>Date of Issue</u>	<u>Original Issue</u>	<u>Interest Rate</u>	<u>Balance December 31, 2008</u>
<u>General Bonds</u>				
General Improvements	02/15/94	\$ 4,541,000.00	4.750%	\$ 391,000.00
General Improvements	12/19/97	5,404,000.00	4.800-5.000%	1,484,000.00
General Improvements	12/13/01	7,842,000.00	4.000-5.000%	4,766,000.00
General Improvements	12/04/02	4,999,000.00	3.125-5.000%	3,486,000.00
General Improvements	12/18/03	3,249,000.00	3.125-5.000%	<u>2,331,000.00</u>
				<u>\$ 12,458,000.00</u>
<u>Green Trust Loan</u>				
Municipal Park Development	12/13/02	\$ 464,185.00	2.00%	<u>\$ 350,941.04</u>
<u>Capital Lease Program</u>				
General Improvements		\$ 1,373,800.00	3.45-5.00%	\$ 495,500.00
General Improvements		505,600.00	3.25-5.00%	99,400.00
General Improvements		509,700.00	4.50-5.00%	<u>384,000.00</u>
				<u>\$ 978,900.00</u>
<u>Swimming Pool Utility Capital</u>				
General Improvements	02/23/94	\$ 145,000.00	4.75%	<u>\$ 10,000.00</u>

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY

NOTES TO FINANCIAL STATEMENTS

Years ended December 31, 2008 and 2007

6. Long-Term Debt (continued)

Aggregate long-term debt service requirements are as follows:

	General Capital		
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2009	\$ 1,855,000.00	\$ 565,559.25	\$ 2,420,559.25
2010	1,518,000.00	498,429.50	2,016,429.50
2011	1,582,000.00	435,589.00	2,017,589.00
2012	1,114,000.00	360,181.50	1,474,181.50
2103	1,164,000.00	307,642.50	1,471,642.50
2014	1,222,000.00	251,672.50	1,473,672.50
2015	1,282,000.00	192,335.00	1,474,335.00
2016	1,342,000.00	130,072.50	1,472,072.50
2017	675,000.00	64,877.50	739,877.50
2018	704,000.00	33,130.00	737,130.00
	<u>\$ 12,458,000.00</u>	<u>\$ 2,839,489.25</u>	<u>\$ 15,297,489.25</u>

	Green Trust Loan Payable		
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2009	\$ 21,954.91	\$ 6,909.59	\$ 28,864.50
2010	22,396.20	6,468.30	28,864.50
2011	22,846.37	6,018.14	28,864.51
2012	23,305.58	5,558.93	28,864.51
2013	23,774.02	5,090.48	28,864.50
2014	24,251.88	4,612.62	28,864.50
2015	24,739.34	4,125.16	28,864.50
2016	25,236.60	3,627.90	28,864.50
2017	25,743.86	3,120.64	28,864.50
2018	26,261.31	2,603.19	28,864.50
2019	26,789.16	2,075.34	28,864.50
2020	27,327.62	1,536.88	28,864.50
2021	27,876.91	987.59	28,864.50
2022	28,437.28	427.22	28,864.50
	<u>\$ 350,941.04</u>	<u>\$ 53,161.98</u>	<u>\$ 404,103.02</u>

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY

NOTES TO FINANCIAL STATEMENTS

Years ended December 31, 2008 and 2007

6. Long-Term Debt (continued)

	Capital Lease Program		
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2009	\$ 274,200.00	\$ 43,566.80	\$ 317,766.80
2010	287,000.00	31,053.80	318,053.80
2011	153,000.00	17,453.06	170,453.06
2012	158,400.00	11,871.50	170,271.50
2013	106,300.00	5,315.00	111,615.00
	<u>\$ 978,900.00</u>	<u>\$ 109,260.16</u>	<u>\$ 1,088,160.16</u>

	Swimming Pool Utility Capital		
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2009	<u>\$ 10,000.00</u>	<u>\$ 237.50</u>	<u>\$ 10,237.50</u>

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY

NOTES TO FINANCIAL STATEMENTS

Years ended December 31, 2008 and 2007

6. Long-Term Debt (continued)

Summary of Municipal Debt (Excluding
Current and Operating Debt and Type I School Debt)

<u>Issued</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
General:			
Bonds, Notes and Loans	\$ 22,758,941.04	\$ 24,944,788.35	\$ 20,816,561.59
Swimming Pool Utility:			
Bonds and Notes	<u>10,000.00</u>	<u>20,000.00</u>	<u>30,000.00</u>
Total Debt Issued	<u>22,768,941.04</u>	<u>24,964,788.35</u>	<u>20,846,561.59</u>
<u>Authorized But Not Issued</u>			
General:			
Bonds and Notes	8,176,028.28	7,053,693.28	7,828,693.28
Swimming Pool Utility:			
Bonds and Notes	<u>446,250.00</u>	<u>446,250.00</u>	<u>446,250.00</u>
Total Authorized But Not Issued	<u>8,622,278.28</u>	<u>7,499,943.28</u>	<u>8,274,943.28</u>
Total Bonds and Notes Issued and Authorized But Not Issued	<u>31,391,219.32</u>	<u>32,464,731.63</u>	<u>29,121,504.87</u>
Less:			
Reserve for Debt Service	16,331.71	16,331.71	6,371.71
Open Space Trust Authorizations (N.J.S.A. 40A:2-44h)	<u>2,628,150.00</u>	<u>2,710,500.00</u>	<u>2,780,000.00</u>
	<u>2,644,481.71</u>	<u>2,726,831.71</u>	<u>2,786,371.71</u>
Net Bonds and Notes Issued and Authorized But Not Issued	<u>\$ 28,746,737.61</u>	<u>\$ 29,737,899.92</u>	<u>\$ 26,335,133.16</u>

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY

NOTES TO FINANCIAL STATEMENTS

Years ended December 31, 2008 and 2007

6. Long-Term Debt (continued)

Summary of Statutory Debt Condition - Annual Debt Statement

The summarized statement of debt condition which follows is prepared in accordance with the required method of setting up the Annual Debt Statement and indicates a Statutory Net Debt of .38%.

	<u>Gross Debt</u>	<u>Deductions</u>	<u>Net Debt</u>
Regional High School	\$ 11,237,383.51	\$ 11,237,383.51	
Local School District Debt	39,935,000.00	39,935,000.00	
Self-Liquidating	456,250.00	456,250.00	
General Debt	<u>30,934,969.32</u>	<u>2,644,481.71</u>	<u>\$ 28,290,487.61</u>
	<u>\$ 82,563,602.83</u>	<u>\$ 54,273,115.22</u>	<u>\$ 28,290,487.61</u>

Net Debt \$28,290,487.61 divided by Equalized Valuation basis per N.J.S.A. 40A:2.6 as amended \$7,496,091,949.00 = .38%.

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

3.5% of Equalized Valuation Basis	\$ 262,363,218.22
Less: Net Debt	<u>28,290,487.61</u>

Remaining Borrowing Power \$ 234,072,730.61

Calculation of "Self-Liquidating Purpose" Swimming Pool Utility Per N.J.S. 40A:2-45

Cash Receipts from Fees, Rents or Other Charges for the Year		\$ 1,233,403.89
Deductions:		
Operating and Maintenance Costs	\$ 1,066,755.00	
Debt Service per Swimming Pool Account	<u>10,059.38</u>	
		<u>1,076,814.38</u>
Excess in Revenue		<u>\$ 156,589.51</u>

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY

NOTES TO FINANCIAL STATEMENTS

Years ended December 31, 2008 and 2007

7. Bond Anticipation Notes

The Township issues bond anticipation notes to temporarily fund various capital projects prior to the issuance 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 ten years. 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 an amount at least equal to the first legally payable installment of the bonds in anticipation of which such notes were issued be paid or retired. Legal installments must be paid if the notes are to be renewed beyond the fourth anniversary date of the original issuance.

On December 31, 2008, the Township's outstanding bond anticipation notes were as follows:

<u>Purpose</u>	<u>Date of Issue</u>	<u>Date of Maturity</u>	<u>Interest Rate</u>	Balance December 31, <u>2008</u>
Acquisition of Real Property	04/11/08	04/10/09	2.500%	\$ 4,205,650.00
Various Improvements	04/11/08	04/10/09	2.500%	<u>5,744,350.00</u>
				<u>\$ 9,950,000.00</u>

8. Bonds and Notes Authorized But Not Issued

At December 31, 2008, the Township had authorized but not issued bonds and notes in the General Capital Fund totaling \$8,176,028.28 and in the Swimming Pool Utility Fund totaling \$446,250.00.

9. Local District School and Regional High School Taxes

Regulations provide for deferral of not more than 50% of the annual levy when school taxes are raised for a school year and have not been requisitioned by the school district.

The Township has elected to defer school taxes as follows:

	<u>Local District School Tax</u>		<u>Regional High School Tax</u>	
	<u>2008</u>	<u>2007</u>	<u>2008</u>	<u>2007</u>
Balance of Tax	\$31,510,285.00	\$28,775,602.50	\$14,655,936.55	\$16,983,079.78
Deferred	<u>31,510,285.00</u>	<u>28,650,000.00</u>	<u>13,300,000.00</u>	<u>14,875,000.00</u>
Tax (Receivable)/ Payable	<u>\$ 0.00</u>	<u>\$ 125,602.50</u>	<u>\$ 1,355,936.55</u>	<u>\$ 2,108,079.78</u>

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY

NOTES TO FINANCIAL STATEMENTS

Years ended December 31, 2008 and 2007

10. Fund Balance Appropriated

The Current Fund balance at December 31, 2008 was \$5,622,961.10 of which \$5,000,000.00* was appropriated and included as anticipated revenue for the year ended December 31, 2009.

The Swimming Pool Utility Operating Fund balance at December 31, 2008 was \$288,878.33 of which \$285,000.00* was appropriated and included as anticipated revenue for the year ended December 31, 2009.

11. Deferred Charges to Be Raised in Succeeding Year's Budgets

Certain expenditures are required to be deferred to budgets of succeeding years. At December 31, 2008, the following Deferred Charge was on the Township's Current Fund Balance Sheet:

Special Emergency Appropriations	<u>\$ 1,210,000.00</u>
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12. Accrued Sick and Vacation Benefits - Unaudited

As discussed in Note 1 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 sick pay. The Township permits its employees to accumulate unused sick and vacation pay. The Township estimates the current cost of such unpaid compensation to be \$2,566,733.56 at December 31, 2008. In accordance with New Jersey principles, this amount is not reported as an expenditure or liability in the accompanying financial statements.

13. 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. All funds collected from employees are transmitted to the state for this period. The Reserve for Unemployment Compensation Insurance at December 31, 2008 and 2007 totaled \$101,055.82 and \$60,463.10, respectively.

* Budget not adopted as of the date of this report

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY

NOTES TO FINANCIAL STATEMENTS

Years ended December 31, 2008 and 2007

14. Contingent Liabilities

State and Federal Grants

The Township receives financial assistance from the State of New Jersey and the U.S. government 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 repayment to the grantor agency. As of December 31, 2008, the Township estimates that no material liabilities will result from such audits.

15. Risk Management

The Township is exposed to various risks of loss related to torts, theft of, damage to and destruction of assets; error and omission, injuries to employees; and natural disaster. The Township is a member of the Monmouth 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, which has a contract for excess liability insurance for property.

16. Post-Retirement Health Benefits

The State of New Jersey sponsors and administers the post-retirement health benefit program plans for participating entities, including the Township. The Plans are cost-sharing, multiple employer-defined benefit plans.

As a result of implementing GASB Statement No. 43, Financial Reporting for Post-Employment Benefit Plans Other than Pension Plans ("OPEB"), effective for fiscal year 2007, the State Health Benefits Program ("SHBP") and the Prescription Drug Program ("PDP") and Post-Retirement Medical ("PRM") of the PERS and TPAF are combined and reported as Pension and Other Employee Benefit Trust funds in the State's Comprehensive Annual Financial Report ("CAFR"). Specifically, SHBP-State, PDP-State, and the PRM of the PERS are combined and reported as a Fund (Health Benefits Program Fund – State). The SHBP-Local, PDP-Local, and the PRM of the TPAF are combined and reported as a separate Fund (Health Benefits Program Fund – Local) in the State's CAFR. As of the date of this report, the State has not made available a valuation report in accordance with GASB 45. The unfunded actuarial accrued liability for the local participants is \$9,096,600,000.

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY

NOTES TO FINANCIAL STATEMENTS

Years ended December 31, 2008 and 2007

16. Post-Retirement Health Benefits (continued)

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

Basis of Accounting

The financial statements of the health benefit programs are prepared on the accrual basis of accounting. Employer contributions are recognized when payable to the health benefit programs. Benefits or refunds are recognized when due and payable in accordance with the terms of the health benefit programs.

Investment Valuation

Investments are reported at fair value. Securities traded on a national or international exchange are valued at the last reported sales price at current exchange rates. Mortgages are valued on the basis of future principal and interest payments, and are discounted at prevailing interest rates for similar instruments. The fair value of real estate investments is based on independent appraisals. Investments that do not have an established market are reported at estimated fair values.

The State of New Jersey, Department of Treasury, Division of Investments issues publicly-available financial reports. The financial reports may be obtained by writing to the State of New Jersey, Department of the Treasury, Division of Investment, PO Box 2909, Trenton, New Jersey 08625-0290.

Funding Policy

P.L. 1987, c.384 and P.L. 1990, c.6 required the PERS to fund post-retirement medical benefits for those State and participating local government employees who retire after accumulating 25 years of credited service or on a disability retirement. As of June 30, 2007, there were 75,860 retirees receiving post-retirement medical benefits. The cost of these benefits is funded through contributions by the State and participating local governments in accordance with P.L. 1994, c.62. Funding of post-retirement medical benefits changed from a pre-funding basis to a pay-as-you-go basis beginning in fiscal year 1994.

P.L. 1977, c.136 provides for the State and participating local governments to pay health benefits on a pay-as-you-go basis for all enrolled retired employees, regardless of retirement date, under 2 provisions. The first is for employees whose pensions are based on 25 years or more of credited service (except those who elect a deferred retirement). The second is for retired employees who are eligible for a disability retirement regardless of years of service. The State and participating local governments contributed \$64.6 million for 6,304 eligible retired members for fiscal year 2007.

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY

NOTES TO FINANCIAL STATEMENTS

Years ended December 31, 2008 and 2007

16. Post-Retirement Health Benefits (continued)

PERS retirees are excluded from the provisions set forth in P.L. 1977, c.136 since their health benefits coverage is funded through each of their respective pension fund systems via an annual appropriation. The State and participating local governments made PRM contributions of \$224.3 million for PERS in fiscal year 2007.

The State will set in fiscal year 2008 the employer contribution rate based on the annual required contribution of the employers ("ARC"), an amount actuarially-determined in accordance with the parameters of GASB Statement No. 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) of the plan over a period not to exceed 30 years. The Township's contributions to the State Health Benefits Program Fund for post-retirement benefits for the years ended December 31, 2008, 2007, 2006 and 2005 were not available.

17. Deferred Compensation

The Township has instituted a Deferred Compensation Plan ("Plan") pursuant to Section 457 of the Internal Revenue Code and P.L. 1977, C.381; P.L. 1978, C.39; P.L. 1980, C.78; and P.L. 1997, C.116 of the Statutes of New Jersey.

The Plan is an arrangement whereby a public employer may establish a Plan and permit its employees to voluntarily authorize a portion of their current salary to be withheld and invested in one or more of the types of investments permitted under the governing regulations.

The Township has engaged a private contractor to administer the Plan.

18. Length of Service Award Program ("LOSAP") - Unaudited

The Township has established a Volunteer Length of Service Award Plan ("LOSAP") to ensure retention of the Township's volunteer First Aid squads. 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 2003.

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 2004.

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY

NOTES TO FINANCIAL STATEMENTS

Years ended December 31, 2008 and 2007

18. Length of Service Award Program ("LOSAP") – Unaudited (continued)

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 volunteer service in the emergency service organization. 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.

Determination as to Eligibility - Each emergency service organization shall provide to the Township Administrator, 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 and those who are eligible to participate as of each January 1 thereafter. The Plan Administrator shall forward said certified list to the Township Council for approval, in accordance with the provision of N.J.A.C. 5:30-14.10. The decision of the Township Council 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 for the fund in his or her LOSAP account until the completion of a five-year 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 emergency service organization as an active volunteer member. Any active volunteer member who terminates service with the emergency service organization, 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.

19. Subsequent Events

The Township issued Series 2009 Bond Anticipation Notes in the amount of \$15,750,000.00 dated April 9, 2009. The notes consist of Series 2009A General Improvement Bond Anticipation Notes of \$13,178,500.00 and 2009B Open Space Bond Anticipation Notes of \$2,571,500.00.

SUPPLEMENTARY SCHEDULES

CURRENT FUND
SCHEDULES

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND

SCHEDULE OF CASH

Year ended December 31, 2008

	<u>Reference</u>		
Balance, December 31, 2007	A		\$ 16,353,727.89
Increased By Receipts:			
Non-Budget Revenues	A-2	\$ 388,783.50	
Due From State of New Jersey:			
Senior Citizens' and Veterans' Deductions	2-A	251,363.00	
Homeland Security	30-A	140,000.00	
Taxes Receivable	3-A	132,620,554.05	
Monmouth County Improvement Authority	5-A	136,336.45	
Revenue Accounts Receivable	7-A	6,318,906.37	
Interfunds	8-A	67,280.74	
2008 Prepaid Taxes	13-A	443,023.80	
Tax Overpayments	14-A	308.97	
Due To State of New Jersey - Marriage			
License Fees	20-A	2,400.00	
Various Reserves	22-A	1,229,834.87	
Federal and State Grants Receivable	24-A	536,812.00	
Grant Fund Unappropriated Reserves	26-A	<u>94,011.18</u>	
			<u>142,229,614.93</u>
			158,583,342.82
Decreased By Disbursements:			
Prior Year Refund	A-1	250.00	
2008 Budget Appropriations	A-3	29,001,774.79	
2007 Appropriations Reserves	10-A	600,052.38	
Monmouth County Improvement Authority	5-A	243,889.91	
Interfunds	8-A	44,520.87	
Accounts Payable	11-A	144,840.80	
Tax Overpayments	14-A	2,193.34	
County Taxes Payable	15-A	19,981,150.15	
Local District School Tax	16-A	62,714,369.50	
Regional High School Tax	17-A	28,950,482.16	
Special District Taxes	18-A	2,426,360.00	
Municipal Open Space Tax Payable	19-A	625,456.67	
Due To State of New Jersey - Marriage			
License Fees	20-A	1,935.00	
Various Reserves	22-A	1,227,933.21	
Federal/State Grant Appropriations	25-A	<u>820,471.86</u>	
			<u>146,785,680.64</u>
Balance, December 31, 2008	A		<u>\$ 11,797,662.18</u>

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND

SCHEDULE OF DUE FROM STATE OF NEW JERSEY -
SENIOR CITIZENS' AND VETERANS' DEDUCTIONS

Year ended December 31, 2008

	<u>Reference</u>		
Balance, December 31, 2007	A		\$ 7,904.66
Increased By:			
Senior Citizens' Deductions Per Tax Billing		\$ 31,750.00	
Veterans' Deductions Per Tax Billing		219,000.00	
2008 Senior Citizens' Deductions, Veterans' and Disabled Deductions Allowed		<u>3,250.00</u>	
	3-A		<u>254,000.00</u>
			261,904.66
Decreased By:			
Cash Receipts	1-A	251,363.00	
2007 Senior Citizens' Deductions Disallowed	A-1	2,445.30	
2008 Senior Citizens' Deductions Disallowed	3-A	<u>250.00</u>	
			<u>254,058.30</u>
Balance, December 31, 2008	A		<u>\$ 7,846.36</u>

TOWNSHIP OF MARLBORO
 COUNTY OF MONMOUTH, NEW JERSEY
 CURRENT FUND

SCHEDULE OF TAXES RECEIVABLE AND ANALYSIS OF PROPERTY TAX LEVY

Year ended December 31, 2008

Year	Balance December 31, 2007	2008 Levy	2007 Collections	2008 Collections	Senior Citizens' and Veterans' Deductions Allowed/ (Disallowed)	Transferred To Tax Title Liens	Transferred From Tax Overpayments	(Cancellations) and Adjustments	Balance December 31, 2008
2003	\$ 8,164.99		\$	8,164.99					
2004	8,402.32			8,402.32					
2005	8,883.83			8,883.83					
2006	13,511.60			13,511.60					
2007	913,242.50	\$ 133,893,737.41	\$ 408,400.52	861,447.93	\$ (2,445.30)	\$ 2,193.34	\$ 22,132.50	\$ 29,914.03	
2008				131,720,143.38	253,750.00	\$ 10,951.75	41,498.24	1,458,993.52	
	\$ 952,205.24	\$ 133,893,737.41	\$ 408,400.52	\$ 132,620,554.05	\$ 251,304.70	\$ 10,951.75	\$ 63,630.74	\$ 1,488,907.55	
	Reference A	3-A	13-A	1-A	2-A	4-A	1-A, 14-A	3-A	A

Analysis of Property Tax Levy

Tax Yield:	2007	2008
General Purpose Tax	\$ 130,382,319.24	
Special District Tax	2,426,360.00	
Added and Omitted Tax	1,085,058.17	\$ 133,893,737.41
Tax Levy:		
Local School Tax	\$ 65,449,052.00	
Regional School Tax	26,623,338.93	
County Taxes:		
County Tax	17,275,374.18	
County Health Tax	321,228.03	
County Library Tax	1,039,641.69	
County Open Space Tax	1,452,114.02	
Due County for Added and Omitted Taxes	154,898.50	
Special District Taxes:		
Fire District #3	2,426,360.00	
Municipal Open Space Tax	625,456.67	\$ 115,067,464.02
Tax for Municipal Purposes	17,888,706.14	
Additional Taxes Added	937,567.25	
		18,826,273.39
		\$ 133,893,737.41

Analysis of Current Year Tax Collections

2007 Cash Collections of 2008 Taxes	\$ 408,400.52
2008 Cash Collections of 2008 Taxes	131,720,143.38
Veterans' and Senior Citizens' Deductions	253,750.00
	\$ 132,382,293.90

Reference A-1, A-2

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND

SCHEDULE OF TAX TITLE LIENS RECEIVABLE

Year ended December 31, 2008

	<u>Reference</u>	
Balance, December 31, 2007	A	\$ 114,703.26
Increased By:		
Transfers From Taxes Receivable	3-A	<u>10,951.75</u>
Balance, December 31, 2008	A	<u>\$ 125,655.01</u>

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND

SCHEDULE OF DUE FROM MONMOUTH COUNTY IMPROVEMENT AUTHORITY

Year ended December 31, 2008

	<u>Reference</u>	
Balance, December 31, 2007	A	\$ 50,722.11
Increased By:		
Cash Disbursements	1-A	<u>243,889.91</u>
		294,612.02
Decreased By:		
Cash Receipts	1-A	<u>136,336.45</u>
Balance, December 31, 2008	A	<u><u>\$ 158,275.57</u></u>

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND

SCHEDULE OF PROPERTY ACQUIRED FOR TAXES - ASSESSED VALUATION

Year ended December 31, 2008

Reference

Balance, December 31, 2008 and 2007

A

\$ 802,400.00

BOROUGH OF SHREWSBURY
COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND

SCHEDULE OF REVENUE ACCOUNTS RECEIVABLE

Year ended December 31, 2008

	<u>Reference</u>	Balance December 31, <u>2007</u>	Accrued in <u>2008</u>	Collected in <u>2008</u>	Balance December 31, <u>2008</u>
Licenses:					
Alcoholic Beverages	A-2		\$ 32,584.32	\$ 32,584.32	
Other	A-2		29,590.40	29,590.40	
Fees and Permits			499,136.35	499,136.35	
Fines and Costs:					
Municipal Court	A-2	\$ 26,641.04	499,269.30	493,394.59	\$ 32,515.75
Interest and Costs on Taxes	A-2		260,448.62	260,448.62	
Interest on Investments and Deposits	A-2		914,615.99	914,615.99	
Cable Franchise Fees	A-2		112,632.36	112,632.36	
Cell Tower Rental	A-2		169,417.40	169,417.40	
Energy Receipts Tax	A-2		2,605,266.00	2,605,266.00	
Consolidated Municipal Property Tax Relief Act	A-2		434,744.00	434,744.00	
Reserve for Liquor License	A-2		610,001.00	610,001.00	
Uniform Fire Safety Act	A-2		93,996.74	93,996.74	
Aquatic Center Lease	A-2		70,000.00	70,000.00	
Highway Safety Grant	A-2		47,000.00	47,000.00	
Recycling Tonnage Grant	A-2		25,100.67	25,100.67	
Smart Growth Grant	A-2		50,000.00	50,000.00	
Pedestrian Safety Grant	A-2		12,496.00	12,496.00	
Body Armor Replacement Grant	A-2		8,007.68	8,007.68	
Alcohol Education Grant	A-2		2,086.08	2,086.08	
Clean Communities Program	A-2		45,545.33	45,545.33	
Municipal Alliance on Alcoholism and Drug Abuse	A-2		32,008.00	32,008.00	
Stormwater Management Grant	A-2		20,619.00	20,619.00	
NJ DOT - Union Hill Road	A-2		160,000.00	160,000.00	
Aggressive Driving Grant	A-2		7,000.00	7,000.00	
Over the Limit - Under Arrest	A-2		5,000.00	5,000.00	
Stop for the Red or Stop for Us Grant	A-2		15,800.00	15,800.00	
		<u>\$ 26,641.04</u>	<u>\$ 6,762,365.24</u>	<u>\$ 6,756,490.53</u>	<u>\$ 32,515.75</u>
	<u>Reference</u>	A	7-A		A
Cash Receipts	1-A			\$ 6,318,906.37	
Grants Receivable	24-A			430,662.76	
Prepaid Licences	29-A			6,921.40	
				<u>\$ 6,756,490.53</u>	

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND

SCHEDULE OF INTERFUNDS

Year ended December 31, 2008

	<u>Reference</u>	Animal Control <u>Fund</u>	Trust - Other <u>Fund</u>	Escrow <u>Fund</u>	Total <u>(Memo Only)</u>
Balance, December 31, 2007	A	\$ 25,000.00	\$ 959.87	\$ 0.00	\$ 25,959.87
Increased By:					
Disbursements	1-A	<u>36,709.59</u>	<u> </u>	<u>7,811.28</u>	<u>44,520.87</u>
		61,709.59	959.87	7,811.28	70,480.74
Decreased By:					
Cash Receipts	1-A	<u>58,409.59</u>	<u>959.87</u>	<u>7,911.28</u>	<u>67,280.74</u>
Balance, December 31, 2008	A	<u>\$ 3,300.00</u>	<u>\$ 0.00</u>	<u>\$ (100.00)</u>	<u>\$ 3,200.00</u>

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND

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

Year ended December 31, 2008

	Balance December 31, <u>2007</u>	<u>Increased</u>	<u>Decreased</u>	Balance December 31, <u>2008</u>
Special Emergency Authorization (N.J.S. 40A:4-55)	<u>\$ 315,000.00</u>	<u>\$ 1,000,000.00</u>	<u>\$ 105,000.00</u>	<u>\$ 1,210,000.00</u>
<u>Reference</u>	A	22-A	A-3	A

CURRENT FUND

SCHEDULE OF 2007 APPROPRIATION RESERVES - REGULATORY ACCOUNTING BASIS

Year ended December 31, 2008

	Balance December 31, 2007	Balance After Transfers	Paid or Charged	Balance Lapsed
GENERAL GOVERNMENT				
General Administration:				
Salaries and Wages	\$ 10,802.92	\$ 10,802.92	\$ 10,802.92	
Other Expenses	62.79	5,355.63	4,493.29	\$ 862.34
Office of the Mayor:				
Salaries and Wages	667.27	667.27		667.27
Other Expenses	561.64	561.64	252.97	308.67
Ethics Commission:				
Other Expenses	7,151.86	2,151.86		2,151.86
Township Council:				
Salaries and Wages	100.00	100.00		100.00
Other Expenses	1,639.87	1,951.12	311.25	1,639.87
Public Information:				
Salaries and Wages	3,620.33	3,620.33		3,620.33
Other Expenses	21,333.94	23,833.94	2,500.00	21,333.94
Municipal Clerk:				
Salaries and Wages	1,499.12	1,499.12	145.08	1,354.04
Other Expenses	32,508.82	21,971.44	1,799.12	20,172.32
Financial Administration (Treasury):				
Salaries and Wages	3,220.05	3,220.05		3,220.05
Other Expenses	11,773.91	4,192.72	3,635.76	556.96
Audit Services:				
Other Expenses	2,100.00	2,100.00	1,000.00	1,100.00
Central Computer Services:				
Salaries and Wages	2,751.91	2,751.91		2,751.91
Other Expenses	1,843.31	9,533.01	7,689.70	1,843.31
Revenue Administration (Tax Collection):				
Salaries and Wages	1,327.54	1,327.54		1,327.54
Other Expenses	3,627.56	2,738.31	1,110.75	1,627.56
Tax Assessment Administration:				
Salaries and Wages	1,138.55	1,138.55		1,138.55
Other Expenses	20,604.61	31,032.17	10,427.56	20,604.61
Legal Services (Legal Department):				
Other Expenses	4,326.59	71,705.67	53,708.40	17,997.27
Engineering Services:				
Salaries and Wages	9,058.64	4,058.64	(2,653.28)	6,711.92
Other Expenses	28,464.49	33,987.46	15,506.72	18,480.74
Economic Development:				
Other Expenses	500.00			
Inter-Governmental Relations:				
Other Expenses	10.04	1,000.00	989.96	10.04
Historic Sites Commission:				
Other Expenses	388.22	388.22		388.22
LAND USE ADMINISTRATION				
Planning Board:				
Salaries and Wages	384.59	384.59	185.85	198.74
Other Expenses	4,179.41	7,679.41	4,447.92	3,231.49
Zoning Board:				
Salaries and Wages	765.34	765.34	500.00	265.34
Other Expenses	6,313.21	42,265.07	30,659.49	11,605.58
INSURANCE				
General Liability	4,810.93	6,055.33	150.00	5,905.33
Workers Compensation	650.00	650.00		650.00
Employee Group Health	45,105.91	10,440.03	(127,035.26)	137,475.29
PUBLIC SAFETY				
Police Department:				
Salaries and Wages	73,329.66	73,329.66	65,734.51	7,595.15
Other Expenses	21,375.73	114,283.76	106,390.34	7,893.42
Crime Prevention:				
Other Expenses	1,604.71	9,248.30	7,638.24	1,610.06
DARE Program:				
Other Expenses	548.79	3,348.79	2,800.00	548.79
Highway Safety:				
Other Expenses	604.39	9,818.37	9,108.94	709.43
Office of Emergency Management:				
Other Expenses	2,610.41	10,232.60	7,622.19	2,610.41
Uniform Fire Safety Act (P.L. 1983, Ch. 383):				
Salaries and Wages	147.13	147.13		147.13
Other Expenses	1,263.02	4,248.45	3,062.93	1,185.52
Municipal Prosecutor:				
Salaries and Wages	52.00	52.00		52.00

CURRENT FUND

SCHEDULE OF 2007 APPROPRIATION RESERVES - REGULATORY ACCOUNTING BASIS

Year ended December 31, 2008

	Balance December 31, <u>2007</u>	Balance After <u>Transfers</u>	Paid or <u>Charged</u>	Balance <u>Lapsed</u>
PUBLIC WORKS				
Streets and Road Maintenance:				
Salaries and Wages	2,198.58	2,198.58	2,036.04	162.54
Other Expenses	5,267.77	16,786.55	14,849.10	1,937.45
Snow Removal:				
Salaries and Wages	1,000.00	1,000.00		1,000.00
Other Expenses		64,944.99	45,331.05	19,613.94
Other Public Works Functions:				
Salaries and Wages	2,059.55	2,059.55		2,059.55
Other Expenses	6.15	5,260.46	4,886.89	373.57
Shade Tree Commission:				
Salaries and Wages	2,000.00			
Other Expenses	2,000.00			
Solid Waste Collection:				
Salaries and Wages	3,918.45	3,918.45		3,918.45
Other Expenses	48,936.88	82,902.98	70,946.03	11,956.95
Buildings and Grounds:				
Salaries and Wages	7,920.70	7,920.70	(210.23)	8,130.93
Other Expenses	166.16	12,653.36	11,699.97	953.39
Vehicle Maintenance:				
Salaries and Wages	3,761.55	3,761.55	484.38	3,277.17
Other Expenses	950.66	13,944.93	13,463.40	481.53
Condominium Services Act:				
Other Expenses	78,645.75	82,903.01	22,022.97	60,880.04
Open Space Committee				
Salaries and Wages	4,200.00	4,200.00		4,200.00
HEALTH AND HUMAN SERVICES				
Public Health Services (Board of Health):				
Other Expenses	1,199.68	1,443.68	244.00	1,199.68
Drug Abuse Control:				
Other Expenses	5,100.90	2,125.90	525.00	1,600.90
Environmental Health Services:				
Other Expenses	7,480.00	7,480.00		7,480.00
PARK AND RECREATION				
Recreation Services and Programs:				
Salaries and Wages	2,538.79	2,538.79		2,538.79
Other Expenses	1,902.48	9,622.25	8,434.45	1,187.80
Teen Program:				
Other Expenses	2,515.00	2,515.00		2,515.00
Summer Youth Activities:				
Other Expenses	7,000.00			
Maintenance of Parks:				
Salaries and Wages	3,935.48	3,935.48	(396.44)	4,331.92
Other Expenses	2,341.27	4,010.02	4,001.80	8.22
Municipal Library:				
Other Expenses	50.04	20,536.48	20,407.63	128.85
Municipal Court:				
Salaries and Wages	2,977.80	2,977.80		2,977.80
Other Expenses	2,032.59	4,856.27	3,290.07	1,566.20
Public Defender:				
Other Expenses	5,106.08	6,459.74	1,353.66	5,106.08
UNCLASSIFIED				
Accumulated Leave Compensation	1,000.00	1,000.00		1,000.00
Postage	9,790.61	9,790.61		9,790.61
UTILITY EXPENSES AND BULK PURCHASES				
Electricity	9,770.87	31,735.74	29,203.70	2,532.04
Street Lighting	602.10	1,125.69	523.59	602.10
Telephone (excluding equipment acquisition)	5,979.19	10,158.16	10,157.19	0.97
Water	3,843.24	5,636.00	3,523.24	2,112.76
Gas (natural or propane)	54,540.80	54,892.03	18,176.43	36,715.60
Sewerage Processing and Disposal	46.86	591.86	545.00	46.86
Gasoline	43,086.12	43,086.12	12,019.20	31,066.92
Landfill/Solid Waste Disposal Costs	22,636.61	29,510.79	9,932.64	19,578.15
Contingent	801.69	801.69		801.69

CURRENT FUND

SCHEDULE OF 2007 APPROPRIATION RESERVES - REGULATORY ACCOUNTING BASIS

Year ended December 31, 2008

	Balance December 31, <u>2007</u>	Balance After Transfers	Paid or Charged	Balance Lapsed
STATUTORY EXPENDITURES				
Contribution To:				
Social Security System (O.A.S.I.)	7,025.53	7,025.53	4,946.02	2,079.51
Homeland Security:				
Salaries and Wages	7,169.74	7,169.74		7,169.74
Other Expenses	4,454.43	34,782.39	30,733.35	4,049.04
Length of Services Awards Program (LOSAP):				
Other Expenses	27,079.50	75,000.00	75,000.00	
Police and Firemen's Retirement System of NJ				
Public Employees Retirement System	2,361.60	2,361.60		2,361.60
	2,884.20	2,884.20		2,884.20
Police Dispatch/911:				
Salaries and Wages	26,198.99	26,198.99		26,198.99
Other Expenses	9,460.52	52,945.76	43,576.50	9,369.26
Affordable Housing:				
Salaries and Wages	7,000.00	7,000.00		7,000.00
Other Expenses	4,661.32	4,661.32		4,661.32
OFFSET BY REVENUES				
Matching Funds for Grants	7,500.00	7,500.00		7,500.00
Capital Improvements:				
Union Hill Road Improvements		75,000.00	75,000.00	
Improvements To Municipal Parks	50,000.00	57,675.27	57,675.27	
	<u>\$ 849,935.44</u>	<u>\$ 1,456,128.36</u>	<u>\$ 817,367.25</u>	<u>\$ 638,761.11</u>
	<u>Reference</u>	A		A-1
Cash Disbursed	1-A		\$ 600,052.38	
Reserve for Park Improvements	22-A		50,000.00	
Accounts Payable	11-A		167,314.87	
			<u>\$ 817,367.25</u>	
Appropriation Reserves	10-A	\$ 849,935.44		
Encumbrances Payable	12-A	606,192.92		
		<u>\$ 1,456,128.36</u>		

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND

SCHEDULE OF ACCOUNTS PAYABLE

Year ended December 31, 2008

	<u>Reference</u>	
Balance, December 31, 2007	A	\$ 144,840.80
Increased By:		
Transfer From Appropriation Reserves	10-A	<u>167,314.87</u>
		312,155.67
Decreased By:		
Cash Disbursements	1-A	<u>144,840.80</u>
Balance, December 31, 2008	A	<u><u>\$ 167,314.87</u></u>

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND

SCHEDULE OF RESERVE FOR ENCUMBRANCES

Year ended December 31, 2008

	<u>Reference</u>	
Balance, December 31, 2007	A	\$ 606,192.92
Increased By:		
2008 Budget Appropriations	A-3	<u>948,323.47</u>
		1,554,516.39
Decreased By:		
Transfer To Appropriation Reserves	10-A	<u>606,192.92</u>
Balance, December 31, 2008	A	<u><u>\$ 948,323.47</u></u>

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND

SCHEDULE OF PREPAID TAXES

Year ended December 31, 2008

	<u>Reference</u>	
Balance, December 31, 2007	A	\$ 408,400.52
Increased By:		
Cash Receipts:		
Collection of 2008 Taxes	1-A	<u>443,023.80</u>
		851,424.32
Decreased By:		
Amount Applied To 2008 Taxes Receivable	3-A	<u>408,400.52</u>
Balance, December 31, 2008	A	<u><u>\$ 443,023.80</u></u>

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND

SCHEDULE OF TAX OVERPAYMENTS

Year ended December 31, 2008

	<u>Reference</u>	
Balance December 31, 2007	A	\$ 2,193.34
Increased By:		
Cash Receipts	1-A	<u>308.97</u>
		2,502.31
Decreased By:		
Applied to Taxes Receivable	1-A,3-A	<u>2,193.34</u>
Balance, December 31, 2008	A	<u><u>\$ 308.97</u></u>

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND

SCHEDULE OF COUNTY TAXES PAYABLE

Year ended December 31, 2008

	<u>Reference</u>	
Balance, December 31, 2007	A	\$ 446,031.41
Increased By:		
2008 Tax Levy:		
County Tax		\$ 17,275,374.18
County Library Tax		1,039,641.69
County Health		321,228.03
County Open Space Fund Tax		1,152,114.02
Due To County for Added and Omitted Taxes		<u>154,898.50</u>
	A-1,3-A	<u>19,943,256.42</u>
		20,389,287.83
Decreased By:		
Cash Disbursements	1-A	<u>19,981,150.15</u>
Balance, December 31, 2008	A	<u><u>\$ 408,137.68</u></u>

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND

SCHEDULE OF LOCAL DISTRICT SCHOOL TAX PAYABLE/(RECEIVABLE)

Year ended December 31, 2008

	<u>Reference</u>		
Balance, December 31, 2007:			
School Tax Payable/(Receivable)	A	\$ 125,602.50	
School Tax Deferred	16-A	<u>28,650,000.00</u>	\$ 28,775,602.50
Increased By:			
Levy (School Year July 1, 2008 to June 30, 2009)	3-A		<u>65,449,052.00</u>
			94,224,654.50
Decreased By:			
Cash Disbursements	1-A		<u>62,714,369.50</u>
Balance, December 31, 2008:			
School Tax Payable/(Receivable)	A	0.00	
School Tax Deferred	16-A	<u>31,510,285.00</u>	<u>\$ 31,510,285.00</u>
 <u>2008 Liability for Local District School Tax</u>			
Tax Receivable, December 31, 2008	A		\$ 0.00
Tax Paid	1-A		<u>62,714,369.50</u>
			62,714,369.50
Less:			
Tax Payable, December 31, 2007	A		<u>125,602.50</u>
Amount Charged To 2008 Operations	A-1		<u>\$ 62,588,767.00</u>

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND

SCHEDULE OF REGIONAL HIGH SCHOOL TAX PAYABLE

Year ended December 31, 2008

	<u>Reference</u>		
Balance, December 31, 2007:			
School Tax Payable	A	\$ 2,108,079.78	
School Tax Deferred	17-A	<u>14,875,000.00</u>	
			\$ 16,983,079.78
Increased By:			
Levy (School Year July 1, 2008 to June 30, 2009)	3-A		<u>26,623,338.93</u>
			43,606,418.71
Decreased By:			
Cash Disbursements	1-A		<u>28,950,482.16</u>
Balance, December 31, 2008:			
School Tax Payable	A	1,355,936.55	
School Tax Deferred	17-A	<u>13,300,000.00</u>	
			<u>\$ 14,655,936.55</u>
 <u>2008 Liability for Regional High School Tax</u>			
Tax Payable, December 31, 2008	A	\$ 1,355,936.55	
Tax Paid	1-A	<u>28,950,482.16</u>	
			30,306,418.71
Less:			
Tax Payable, December 31, 2007	A	<u>2,108,079.78</u>	
Amount Charged To 2008 Operations	A-1		<u>\$ 28,198,338.93</u>

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND

SCHEDULE OF SPECIAL DISTRICT TAXES PAYABLE

Year ended December 31, 2008

	<u>Reference</u>	
Balance, December 31, 2007	A	\$ 0.00
Increased By:		
Fire Districts Levy	A-1,3-A	<u>2,426,360.00</u>
		2,426,360.00
Decreased By:		
Cash Disbursed	1-A	<u>2,426,360.00</u>
Balance, December 31, 2008	A	<u><u>\$ 0.00</u></u>

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND

SCHEDULE OF MUNICIPAL OPEN SPACE TAX PAYABLE

Year ended December 31, 2008

	<u>Reference</u>	
Balance, December 31, 2007	A	\$ 0.00
Increased By:		
Municipal Open Space Levy	A-1,3-A	<u>625,456.67</u>
		625,456.67
Decreased By:		
Cash Disbursed	1-A	<u>625,456.67</u>
Balance, December 31, 2008	A	<u><u>\$ 0.00</u></u>

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND

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

Year ended December 31, 2008

	<u>Reference</u>	
Balance, December 31, 2007	A	\$ 1,105.00
Increased By:		
Cash Receipts	1-A	<u>2,400.00</u>
		3,505.00
Decreased By:		
Cash Disbursements	1-A	<u>1,935.00</u>
Balance, December 31, 2008	A	<u><u>\$ 1,570.00</u></u>

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND

SCHEDULE OF RESERVE FOR TAX APPEALS

Year ended December 31, 2008

Reference

Balance, December 31, 2008 and 2007

A

\$ 50,000.00

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND

SCHEDULE OF VARIOUS RESERVES

Year ended December 31, 2008

<u>Description</u>	Balance December 31, <u>2007</u>	<u>Increased</u>	Cash <u>Disbursements</u>	Balance December 31, <u>2008</u>
Traffic Lights	\$ 25,000.00			\$ 25,000.00
Blossom Heights - Sewer	65,103.27			65,103.27
Lien Redemption	13,801.11	\$ 423,898.80	\$ 435,656.68	2,043.23
Liquor License	610,001.00	710,000.00	610,001.00	710,000.00
Insurance	50,511.96	61,016.29	55,990.82	55,537.43
MUA Charges	470.73	34,919.78	34,964.71	425.80
Reserve for Revaluation		1,000,000.00	91,320.00	908,680.00
Reserve for Park Improvements		50,000.00		50,000.00
Igoe Road Improvements	<u>159.12</u>			<u>159.12</u>
	<u>\$ 765,047.19</u>	<u>\$ 2,279,834.87</u>	<u>\$ 1,227,933.21</u>	<u>\$ 1,816,948.85</u>

	<u>Reference</u>	A	1-A	A
Cash Receipts	1-A		\$ 1,229,834.87	
Appropriation Reserves	10-A		50,000.00	
Special Emergency	9-A		<u>1,000,000.00</u>	
			<u>\$ 2,279,834.87</u>	

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND

SCHEDULE OF DUE TO FEDERAL AND STATE GRANT FUND

Year ended December 31, 2008

	<u>Reference</u>		
Balance, December 31, 2007	A		\$ 410,980.56
Increased By:			
Deposited in Current Fund:			
Unappropriated Reserves	1-A,26-A	\$ 94,011.18	
Grants Receivable	1-A,24-A	536,812.00	
2008 Budget Appropriations	A-3,25-A	<u>488,664.76</u>	
			<u>1,119,487.94</u>
			1,530,468.50
Decreased By:			
Disbursed By Current Fund:			
Appropriated Reserves	1-A,25-A	820,471.86	
2008 Anticipated Revenue	24-A	<u>430,662.76</u>	
			<u>1,251,134.62</u>
Balance, December 31, 2008	A		<u><u>\$ 279,333.88</u></u>

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY

FEDERAL AND STATE GRANT FUND

SCHEDULE OF GRANTS RECEIVABLE

Year ended December 31, 2008

	Balance December 31, <u>2007</u>	Increased By Revenue Realized <u>2008</u>	Cash Receipts	Balance December 31, <u>2008</u>
State Assistance:				
Alcohol Education Grant		\$ 2,086.08	\$ 2,086.08	
Body Armor Replacement Fund		8,007.68	8,007.68	
Child Passenger Safety Grant	\$ 10,217.17			\$ 10,217.17
Child Passenger Safety Grant	1,656.00			1,656.00
Clean Communities Program		45,545.33	45,545.33	
Green Acres Park Improvement Grant	600,000.00			600,000.00
HDSRF - DiMeo Property	121,748.00		110,680.00	11,068.00
HDSRF - Hospital Property	126,909.00		115,372.00	11,537.00
Homeland Rebuilding	40,000.00			40,000.00
Municipal Alliance on Drug and Alcohol Abuse	17,142.24	32,008.00	41,678.03	7,472.21
Municipal Open Space Grant	100,000.00			100,000.00
NJ DOT Robertsville Road and Union Hill Road	37,500.00	160,000.00		197,500.00
NJ DOT Robertsville Road Drainage	36,250.00		36,250.00	
NJ DOT Safe Corridors	0.05			0.05
NJ DOT School Road East	150,000.00			150,000.00
Recycling Tonnage Grant		25,100.67	25,100.67	
Statewide Livable Communities ADA	94,500.00			94,500.00
Stop for the Red or Stop for Us	15,800.00		15,800.00	
Stop for the Red or Stop for Us		15,800.00		15,800.00
Stormwater Management Grant		20,619.00	5,155.00	15,464.00
Stormwater Regulation Grant	5,155.00		5,155.00	
Federal Assistance:				
Aggressive Driving Grant		7,000.00	7,000.00	
Bulletproof Vest Program	314.42		314.42	
Click It or Ticket	180.00			180.00
COPS - Fingerprint ID/Mobile Data	2.90			2.90
Highway Safety Grant		47,000.00	43,139.00	3,861.00
Morganville Senior Center Renovations	51,416.00		51,416.00	
Over the Limit, Under Arrest		5,000.00	5,000.00	
Pedestrian Safety Grant		12,496.00	12,000.00	496.00
Smart Growth Grant		50,000.00		50,000.00
US DOJ Secure our Schools	<u>175,919.28</u>		<u>87,852.55</u>	<u>88,066.73</u>
Across	<u>\$ 1,584,710.06</u>	<u>\$ 430,662.76</u>	<u>\$ 617,551.76</u>	<u>\$ 1,397,821.06</u>
	<u>Reference</u>	A	A-2,23-A	A
Due To Current Fund	1-A,23-A		\$ 536,812.00	
Transferred From Unappropriated Grants	26-A		<u>80,739.76</u>	
			<u>\$ 617,551.76</u>	

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY
FEDERAL AND STATE GRANT FUND

SCHEDULE OF RESERVE FOR STATE GRANTS - APPROPRIATED

Year ended December 31, 2008

Grant	Balance December 31, 2007	Transferred From 2008 Appropriations	(Refund)/ Cash Expended	Balance December 31, 2008
State Assistance :				
Impaired Driving Grant	\$ 5,000.00	\$ 2,086.08	\$ 5,000.00	\$ 1,614.79
Alcohol Education Grant			471.29	
Alcohol Rehabilitation Grant	353.71		353.71	
Body Armor Replacement Fund	7,011.10	8,007.68	717.00	14,301.78
Body Armor Replacement Grant	2,523.65		801.00	1,722.65
Child Passenger Safety	1,656.00			1,656.00
Child Passenger Safety	3,463.13			3,463.13
Child Passenger Safety	5,800.00			5,800.00
Clean Communities Program	8,751.12	45,545.33	18,591.28	35,705.17
Drunk Driving Enforcement Fund	1,565.17		1,347.00	218.17
Enhanced 911 Equipment Grant	16,000.00		15,100.00	900.00
Enhanced 911 General Assistance	35,534.00		15,424.25	20,109.75
Enhanced 911 General Assistance	36,584.00			36,584.00
Enhanced 911 Grant	285,894.09		284,102.00	1,792.09
Green Acres Park Improvements	600,000.00			600,000.00
Hazards Emergency Operations Planning	2,405.72			2,405.72
HDSRF - Hospital Property	124,741.50		91,440.30	33,301.20
HDSRF - DiMeo Property	62,300.50		21,780.50	40,520.00
Homeland Rebuilding	40,000.00			40,000.00
Municipal Alliance	5,113.02	40,010.00	39,717.94	5,405.08
Municipal Open Space	100,000.00			100,000.00
NJ DOT Robertsville Road	100,000.00		6,197.50	93,802.50
NJ DOT Robertsville Road and Union Hill Road	69,309.85		36,957.57	32,352.28
NJ DOT Robertsville Road Drainage	45,000.00			45,000.00
NJ DOT Safe Corridors	0.10			0.10
NJ DOT School Road East	150,000.00			150,000.00
NJ DOT Union Hill Rd		160,000.00		160,000.00
Public Safety Answer Point (PSAP)	611.16			611.16
Recycling Tonnage Grant	7,706.60	25,100.67	7,706.60	25,100.67
Recycling Tonnage Grant	19,458.87		12,777.74	6,681.13
Special Purpose Grant	50,000.00		49,984.64	15.36
Statewide Livable Communities - Woodcliff Park	27,812.00		10,800.00	17,012.00
Statewide Livable Communities ADA	27,327.70		(2,309.05)	29,636.75

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY
FEDERAL AND STATE GRANT FUND

SCHEDULE OF RESERVE FOR STATE GRANTS - APPROPRIATED

Year ended December 31, 2008

Grant	Balance December 31, 2007	Transferred From 2008 Appropriations	(Refund)/ Cash Expended	Balance December 31, 2008
State Assistance :				
Statewide Local Domestic Preparedness	1,360.12			1,360.12
Stop for the Red or Stop for Us	15,800.00	15,800.00	17,050.00	14,550.00
Stormwater Management Grant		20,619.00		20,619.00
Stormwater Regulation Grant	5,912.80		873.20	5,039.60
You Drink, You Drive, You Lose	5,000.00		5,000.00	
Federal Assistance:				
Aggressive Driving Grant		7,000.00	3,950.00	3,050.00
COPS - Fingerprint ID/Mobile Data	2.90			2.90
Highway Safety Grant		47,000.00	46,189.00	811.00
Morganville Senior Center Renovations	8,200.00		8,200.00	
Over the Limit, Under Arrest		5,000.00	5,000.00	
Pedestrian Safety Grant		12,496.00	12,455.84	40.16
Smart Growth Grant		100,000.00	42,500.00	57,500.00
US DOJ Secure our Schools			62,292.55	19,904.83
	<u>82,197.38</u>			
	\$ 1,960,396.19	\$ 488,664.76	\$ 820,471.86	\$ 1,628,589.09
Reference	A	A-3,23-A,24-A	1-A,23-A	A

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY

FEDERAL AND STATE GRANT FUND

SCHEDULE OF RESERVE FOR STATE GRANTS - UNAPPROPRIATED

Year ended December 31, 2008

	Balance December 31, <u>2007</u>	Raised in <u>Budget</u>	Cash <u>Received</u>	Balance December 31, <u>2008</u>
Recycling Tonnage Grant	\$ 25,100.67	\$ 70,646.00	\$ 85,915.82	\$ 40,370.49
Body Armor Replacement Fund	8,007.68	8,007.68	6,970.90	6,970.90
Recreation Opportunities Grant	2,100.00			2,100.00
Alcohol Rehabilitation Fund	<u>2,086.08</u>	<u>2,086.08</u>	<u>1,124.46</u>	<u>1,124.46</u>
	<u>\$ 37,294.43</u>	<u>\$ 80,739.76</u>	<u>\$ 94,011.18</u>	<u>\$ 50,565.85</u>
<u>Reference</u>	A	24-A	1-A,23-A	A

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND

SCHEDULE OF RESERVE FOR TAX MAP

Year ended December 31, 2008

Reference

Balance, December 31, 2008 and 2007

A

\$ 302,502.00

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY

FEDERAL AND STATE GRANT FUND

SCHEDULE OF DUE FROM GENERAL CAPITAL FUND

Year ended December 31, 2008

Reference

Balance, December 31, 2008 and 2007

A

\$ 2,000.00

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND

SCHEDULE OF PREPAID LICENSES

Year ended December 31, 2008

	<u>Reference</u>	
Balance, December 31, 2007	A	\$ 6,921.40
Decreased By:		
Revenue Realized	7-A	<u>6,921.40</u>
Balance, December 31, 2008	A	<u>\$ 0.00</u>

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND

SCHEDULE OF DUE FROM STATE OF NEW JERSEY - HOMELAND SECURITY

Year ended December 31, 2008

	<u>Reference</u>	
Balance, December 31, 2007	A	\$ 140,000.00
Decreased By:		
Cash Receipts	1-A	<u>140,000.00</u>
Balance, December 31, 2008	A	<u>\$ 0.00</u>

TRUST FUND
SCHEDULES

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY

TRUST FUND

SCHEDULE OF CASH - TREASURER

Year ended December 31, 2008

	<u>Reference</u>	<u>Animal Control Trust Fund</u>	<u>Escrow Deposit Trust Fund</u>	<u>Trust - Other Fund</u>	<u>Open Space Trust Fund</u>
Balance, December 31, 2007	B	\$ 19,885.11	\$ 4,609,254.41	\$ 17,018,224.65	\$ 1,105,026.03
Increased By Receipts:					
Due From Current Fund	2-B	36,709.59	7,811.28	18,417,289.93	1,286,895.00
Due To State of New Jersey	3-B	3,915.60			
Open Space Tax Levy	5-B				23,237.15
Reserve for:					
Animal Control Trust Fund					
Expenditures	6-B	76,600.71			
Deposits	7-B		2,618,147.28		
DCA Training Fees	8-B			8,551.00	
Various Reserves	9-B			4,241,503.69	
		<u>117,225.90</u>	<u>2,625,958.56</u>	<u>22,667,344.62</u>	<u>1,310,132.15</u>
		<u>137,111.01</u>	<u>7,235,212.97</u>	<u>39,685,569.27</u>	<u>2,415,158.18</u>
Decreased By Disbursements:					
Due To:					
State of New Jersey	3-B	3,830.40			
Current Fund	2-B	58,409.59	7,811.28	18,668,249.80	662,630.83
Due From General Capital Fund	4-B				47,500.00
Animal Control Trust Fund					
Expenditures	6-B	73,500.21			
Reserve for:					
Open Space	5-B				1,252,292.00
Deposits	7-B		2,001,431.81		
DCA Training Fees	8-B			13,910.00	
Various Reserves	9-B			4,861,323.67	
		<u>135,740.20</u>	<u>2,009,243.09</u>	<u>23,543,483.47</u>	<u>1,962,422.83</u>
Balance, December 31, 2008	B	<u>\$ 1,370.81</u>	<u>\$ 5,225,969.88</u>	<u>\$ 16,142,085.80</u>	<u>\$ 452,735.35</u>

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY

TRUST FUND

SCHEDULE OF DUE (TO)/FROM CURRENT FUND

Year ended December 31, 2008

	<u>Reference</u>	<u>Animal Control Trust Fund</u>	<u>Escrow Deposit Trust Fund</u>	<u>Trust - Other Fund</u>	<u>Open Space Trust Fund</u>
Balance, December 31, 2007	B	\$ (25,000.00)	\$ 0.00	\$ (959.87)	\$ 0.00
Increased By:					
Cash Receipts	1-B	36,709.59	7,811.28	18,417,289.93	1,286,895.00
Reserve for Open Space	5-B				45,192.50
Reserve for Developers Escrow	7-B		100.00		
Various Reserves	9-B			250,000.00	
		<u>36,709.59</u>	<u>7,911.28</u>	<u>18,667,289.93</u>	<u>1,332,087.50</u>
		<u>(61,709.59)</u>	<u>7,911.28</u>	<u>(18,668,249.80)</u>	<u>1,332,087.50</u>
Decreased By:					
Interest Earned	1-B	209.59			
Cash Disbursements	1-B	58,200.00	7,811.28	18,668,249.80	662,630.83
Reserve for Open Space	5-B				44,000.00
Reserve for Open Space	5-B				625,456.67
		<u>58,409.59</u>	<u>7,811.28</u>	<u>18,668,249.80</u>	<u>1,332,087.50</u>
Balance, December 31, 2008	B	<u>\$ (3,300.00)</u>	<u>\$ 100.00</u>	<u>\$ 0.00</u>	<u>\$ 0.00</u>

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY

ANIMAL CONTROL TRUST FUND

SCHEDULE OF DUE TO STATE OF NEW JERSEY

Year ended December 31, 2008

	<u>Reference</u>	
Balance, December 31, 2007	B	\$ 196.20
Increased By:		
Cash Receipts	1-B	<u>3,915.60</u>
		4,111.80
Decreased By:		
Cash Disbursements	1-B	<u>3,830.40</u>
Balance, December 31, 2008	B	<u><u>\$ 281.40</u></u>

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY

OPEN SPACE TRUST FUND

SCHEDULE OF DUE FROM GENERAL CAPITAL FUND

Year ended December 31, 2008

	<u>Reference</u>		
Balance, December 31, 2007	B		\$ 0.00
Increased By:			
Cash Disbursements	1-B	\$ 47,500.00	
Reserve for Open Space	5-B	<u>864,863.31</u>	
			<u>912,363.31</u>
			912,363.31
Decreased By:			
Reserve for Open Space	5-B		<u>47,500.00</u>
Balance, December 31, 2008	B		<u><u>\$ 864,863.31</u></u>

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY

OPEN SPACE TRUST FUND

SCHEDULE OF RESERVE FOR OPEN SPACE

Year ended December 31, 2008

	<u>Reference</u>		
Balance, December 31, 2007	B		\$ 1,105,026.03
Increased By:			
Cash Receipts	1-B	\$ 23,237.15	
Current Fund	2-B	44,000.00	
Due From General Capital Fund	4-B	864,863.31	
Open Space Tax Levy	5-B	<u>625,456.67</u>	
			<u>1,557,557.13</u>
			2,662,583.16
Decreased By:			
Cash Disbursed	1-B	1,252,292.00	
Due To Current Fund	2-B	45,192.50	
Due From General Capital Fund	4-B	<u>47,500.00</u>	
			<u>1,344,984.50</u>
Balance, December 31, 2008	B		<u>\$ 1,317,598.66</u>

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY

ANIMAL CONTROL TRUST FUND

SCHEDULE OF DEFICIT IN ANIMAL CONTROL FUND EXPENDITURES

Year ended December 31, 2008

	<u>Reference</u>	
Balance, December 31, 2007	B	\$ 5,311.09
Increased By:		
Expenditures Under R.S. 4:19-15.11	1-B	<u>73,500.21</u>
		78,811.30
Decreased By:		
Dog License Fees Collected		\$ 14,568.00
Cat License Fees Collected		491.60
Miscellaneous Dog License Fees Collected		273.00
Received From Current Fund		<u>61,268.11</u>
	1-B	<u>76,600.71</u>
Balance, December 31, 2008	B	<u><u>\$ 2,210.59</u></u>

License and Penalty Fees Collected:

2007 Fees	\$ 13,103.50
2006 Fees	<u>12,179.50</u>
	<u><u>\$ 25,283.00</u></u>

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY

ESCROW DEPOSIT TRUST FUND

SCHEDULE OF RESERVE FOR DEPOSITS

Year ended December 31, 2008

	<u>Reference</u>		
Balance, December 31, 2007	B		\$ 4,609,254.41
Increased By:			
Due From Current Fund	2-B	\$ 100.00	
Cash Receipts	1-B	<u>2,618,147.28</u>	
			<u>2,618,247.28</u>
			7,227,501.69
Decreased By:			
Cash Disbursements	1-B		<u>2,001,431.81</u>
Balance, December 31, 2008	B		<u><u>\$ 5,226,069.88</u></u>

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY

TRUST - OTHER FUND

SCHEDULE OF DUE TO STATE OF NEW JERSEY - DCA TRAINING FEES

Year ended December 31, 2008

	<u>Reference</u>	
Balance, December 31, 2007	B	\$ 13,910.00
Increased By:		
Cash Receipts	1-B	<u>8,551.00</u>
		22,461.00
Decreased By:		
Cash Disbursements	1-B	<u>13,910.00</u>
Balance, December 31, 2008	B	<u><u>\$ 8,551.00</u></u>

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY

TRUST - OTHER FUND

SCHEDULE OF VARIOUS RESERVES

Year ended December 31, 2008

	Balance December 31, <u>2007</u>	<u>Increased</u>	<u>Decreased</u>	Balance December 31, <u>2008</u>
Performance Bonds	\$ 136,364.64			\$ 136,364.64
Road Opening Deposits	397,465.95	\$ 14,625.00	\$ 3,000.00	409,090.95
Stormwater Management	1,343,253.67	108,750.94	168,384.50	1,283,620.11
Parking Offenses Adjudication Act	3,534.00			3,534.00
Off-Site Improvements	7,741.45			7,741.45
Fire Safety	32,279.59	36,400.00		68,679.59
Law Enforcement	63,953.65	4,622.13	4,950.00	63,625.78
Mount Laurel - Affordable Housing	12,793,279.60	824,319.13	430,881.16	13,186,717.57
Park Acquisition or Development	10,000.00			10,000.00
Recreation	63,845.46	1,940,217.61	1,922,611.07	81,452.00
Police Evidence	139.90			139.90
Uniform Construction Code	1,585,210.66	906,144.14	1,910,224.65	581,130.15
Marlboro Knolls	2,575.24			2,575.24
Tax Sale Premiums	22,300.00	210,500.00		232,800.00
Snow Removal	107,490.33		54,821.32	52,669.01
Unclaimed Monies	388.00			388.00
Tree Bank	279,332.29	1,920.00	18,678.00	262,574.29
Bid Deposits	2,561.70			2,561.70
Court Bail Refund	2,737.00			2,737.00
Insurance Reimbursement	16,000.00			16,000.00
Unemployment	60,463.10	42,606.12	2,013.40	101,055.82
Off-Duty Police	41,167.42		22,646.68	18,520.74
Accumulated Absences	31,271.13	595,146.62	516,860.89	109,556.86
Sidewalks		50,437.00	50,437.00	
Public Defender		5,815.00	5,815.00	
	<u>\$ 17,003,354.78</u>	<u>\$ 4,741,503.69</u>	<u>\$ 5,111,323.67</u>	<u>\$ 16,633,534.80</u>

	<u>Reference</u>	B	B
Cash Disbursements	1-B		\$ 4,861,323.67
Due To Current Fund	2-B		<u>250,000.00</u>
			<u>\$ 5,111,323.67</u>
Cash Receipts	1-B	\$ 4,241,503.69	
Due From General Capital	B	<u>500,000.00</u>	
		<u>\$ 4,741,503.69</u>	

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY

LENGTH OF SERVICE AWARDS PROGRAM FUND ("LOSAP")

SCHEDULE OF INVESTMENTS

Year ended December 31, 2008

	<u>Reference</u>	
Balance, December 31, 2007	B	\$ 321,596.70
Increased By:		
Township Contributions and Earnings (Net)	11-B	<u>60,469.49</u>
Balance, December 31, 2008	B	<u>\$ 382,066.19</u>

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY

LENGTH OF SERVICE AWARDS PROGRAM FUND ("LOSAP")

SCHEDULE OF MISCELLANEOUS RESERVES

Year ended December 31, 2008

	<u>Reference</u>	
Balance, December 31, 2007	B	\$ 321,596.70
Increased By:		
Township Contributions and Earnings (Net)	10-B	<u>60,469.49</u>
Balance, December 31, 2008	B	<u><u>\$ 382,066.19</u></u>

GENERAL CAPITAL FUND
SCHEDULES

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY

GENERAL CAPITAL FUND

SCHEDULE OF CASH - TREASURER

Year ended December 31, 2008

Reference

Balance, December 31, 2007	C		\$ 2,254,754.27
Increased By:			
Premium on Bond Anticipation Notes	C-1	\$ 94,055.00	
Due From Trust - Other - Open Space Trust Fund	3-C	47,500.00	
Various Reserves	11-C	63,142.00	
Capital Improvement Fund	10-C	150,000.00	
Due To Stormwater Trust Fund	14-C	<u>500,000.00</u>	
			<u>854,697.00</u>
			3,109,451.27
Decreased By:			
Bond Anticipation Notes	7-C	255,650.00	
Improvement Authorizations	9-C	2,660,966.71	
Various Reserves	11-C	<u>32,019.57</u>	
			<u>2,948,636.28</u>
Balance, December 31, 2008	C		<u>\$ 160,814.99</u>

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY

GENERAL CAPITAL FUND

SCHEDULE OF ANALYSIS OF GENERAL CAPITAL CASH

Year ended December 31, 2008

	Balance December 31, <u>2008</u>
Fund Balance	\$ 602,022.00
Various Reserves	692,561.51
Due From Swimming Pool Utility Capital Fund	(250,000.00)
Due To Trust Fund - Open Space	864,863.31
Due To Stormwater Trust Fund	500,000.00
Due To Grant Fund	2,000.00
Capital Improvement Fund	150,000.00

<u>Ordinance Date/Number</u>	<u>Improvement Description</u>	
28-00/03-05	Various Improvements	246.00
18-01	Various Improvements	122,175.47
02-15	Improvements To School Road East	10,560.09
02-17/03-04/03-07	Various Improvements	130,607.42
02-21	Various Improvements	48,605.42
02-27	Acquisition of Real Property	2,689.70
02-28	Acquisition of Real Property	129,384.56
03-11	Various Improvements	1,065,233.52
03-12	Acquisition of Real Property (Open Space)	82,984.66
03-14	Various Improvements	36,345.57
04-01	Hawkins Park	59,765.00
04-06	Various Improvements	(31,279.20)
04-21	Various Improvements	(294,616.19)
04-23	Bolling Hills	61,528.53
05-18	Street Lighting Program	18,950.00
05-19	Computer Operated Signs	2,250.00
05-36	Various Improvements	(276,303.52)
06-19	Various Improvements	(1,225,585.14)
07-12	Various Capital Improvements	(1,537,790.57)
08-14	Various Capital Improvements	10,980.16
08-23	Various Capital Improvements	(817,363.31)
		\$ 160,814.99

Reference

C,1-C

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY

GENERAL CAPITAL FUND

SCHEDULE OF DUE TO OPEN SPACE TRUST FUND

Year ended December 31, 2008

	<u>Reference</u>		
Balance, December 31, 2007	C		\$ 0.00
Increased By:			
Improvement Authorizations	9-C	\$ 864,863.31	
Cash Receipts	1-C	<u>47,500.00</u>	
			<u>912,363.31</u>
			912,363.31
Decreased By:			
Improvement Authorizations	9-C		<u>47,500.00</u>
Balance, December 31, 2008	C		<u><u>\$ 864,863.31</u></u>

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY

GENERAL CAPITAL FUND

SCHEDULE OF DEFERRED CHARGES TO FUTURE TAXATION - FUNDED

Year ended December 31, 2008

	<u>Reference</u>		
Balance, December 31, 2007	C		\$ 14,628,463.35
Decreased By:			
Budget Appropriation To Pay Bonds	6-C	\$ 1,798,000.00	
Budget Appropriation To Pay Loans	8-C	<u>21,522.31</u>	
			<u>1,819,522.31</u>
Balance, December 31, 2008	C		<u>\$ 12,808,941.04</u>

TOWNSHIP OF MARLBORO
 COUNTY OF MONMOUTH, NEW JERSEY
 GENERAL CAPITAL FUND

SCHEDULE OF GENERAL SERIAL BONDS

Year ended December 31, 2008

Purpose	Original Issue		Maturities of Bonds Outstanding December 31, 2008		Interest Rate	Balance December 31, 2007	Decreased	Balance December 31, 2008
	Date	Amount	Date	Amount				
General Improvements	02/15/94	\$ 4,541,000.00	02/01/09	\$ 391,000.00	4.750%	\$ 791,000.00	\$ 400,000.00	\$ 391,000.00
General Improvements	12/19/97	5,404,000.00	12/01/09	472,000.00	4.800%			
			12/01/10	494,000.00	4.900%			
			12/01/11	518,000.00	5.000%	1,931,000.00	447,000.00	1,484,000.00
General Improvements	12/13/01	7,842,000.00	12/01/09	507,000.00	4.000%			
			12/01/10	527,000.00	4.100%			
			12/01/11	549,000.00	5.000%			
			12/01/12	576,000.00	5.000%			
			12/01/13	605,000.00	5.000%			
			12/01/14	635,000.00	5.000%			
			12/01/15	667,000.00	5.000%			
			12/01/16	700,000.00	5.000%	5,253,000.00	487,000.00	4,766,000.00
General Improvements	12/04/02	4,999,000.00	12/01/09	286,000.00	3.125%			
			12/01/10	294,000.00	3.375%			
			12/01/11	304,000.00	5.000%			
			12/01/12	320,000.00	5.000%			
			12/01/13	336,000.00	5.000%			
			12/01/14	352,000.00	5.000%			
			12/01/15	370,000.00	5.000%			
			12/01/16	388,000.00	5.000%			
			12/01/17	408,000.00	5.000%			
			12/01/18	428,000.00	5.000%	3,758,000.00	272,000.00	3,486,000.00
General Improvements	12/18/03	3,249,000.00	12/01/09	199,000.00	3.125%			
			12/01/10	203,000.00	3.375%			
			12/01/11	211,000.00	5.000%			
			12/01/12	218,000.00	5.000%			
			12/01/13	223,000.00	5.000%			
			12/01/14	235,000.00	5.000%			
			12/01/15	245,000.00	5.000%			
			12/01/16	254,000.00	5.000%			
			12/01/17	267,000.00	5.000%			
			12/01/18	276,000.00	5.000%	2,523,000.00	192,000.00	2,331,000.00
						\$ 14,256,000.00	\$ 1,798,000.00	\$ 12,458,000.00

Reference

C

4-C

C

TOWNSHIP OF MARLBORO
 COUNTY OF MONMOUTH, NEW JERSEY

GENERAL CAPITAL FUND

SCHEDULE OF BOND ANTICIPATION NOTES PAYABLE

Year ended December 31, 2008

Ordinance Number	Original Issue Date	Date of Issue	Date of Maturity	Interest Rate	Balance, December 31, 2007	Decreased	Balance, December 31, 2008
02-27	Acquisition of Real Property	04/15/04	04/11/08	04/10/09	2.50%	\$ 1,605,825.00	\$ 1,564,650.00
02-28	Acquisition of Real Property	04/15/04	04/11/08	04/10/09	2.50%	2,710,500.00	2,641,000.00
04-21	Various Improvements	10/15/07	04/11/08	04/10/09	2.50%	1,300,000.00	1,300,000.00
05-18	Street Lighting Program	10/15/07	04/11/08	04/10/09	2.50%	251,750.00	251,750.00
05-36	Various Improvements	10/15/07	04/11/08	04/10/09	2.50%	748,250.00	748,250.00
06-19	Various Improvements	10/15/07	04/11/08	04/10/09	2.50%	1,500,000.00	1,500,000.00
07-12	Various Capital Improvements	10/15/07	04/11/08	04/10/09	2.50%	2,200,000.00	1,944,350.00
						<u>\$ 10,316,325.00</u>	<u>\$ 9,950,000.00</u>
				<u>Reference</u>	<u>C</u>		<u>C,5-C</u>
	Deferred Charges to Future Taxation - Unfunded			5-C		\$ 110,675.00	
	Cash Disbursed			1-C,15-C		<u>255,650.00</u>	
						<u>\$ 366,325.00</u>	

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY

GENERAL CAPITAL FUND

SCHEDULE OF GREEN TRUST LOAN PROGRAM PAYABLE

Year ended December 31, 2008

<u>Purpose</u>	<u>Date of Issue</u>	<u>Original Issue</u>	<u>Date</u>	<u>Amount</u>	<u>Interest Rate</u>	<u>Balance December 31, 2007</u>	<u>Paid By Budget Appropriation</u>	<u>Balance December 31, 2008</u>	
Municipal Park Development	12/13/02	\$ 464,185.00	2008 to 2022	See Page 2	2.00%	\$ 372,463.35	\$ 21,522.31	\$ 350,941.04	C
					<u>Reference</u>	C	4-C	C	

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY

GENERAL CAPITAL FUND

GREEN TRUST LOAN MATURITY SCHEDULE

Year ended December 31, 2008

<u>Payment Number</u>	<u>Due</u>	<u>Principal</u>	<u>Interest</u>
12	03/13/09	\$ 10,922.84	\$ 3,509.41
13	09/13/09	11,032.07	3,400.18
14	03/13/10	11,142.39	3,289.86
15	09/13/10	11,253.81	3,178.44
16	03/13/11	11,366.35	3,065.90
17	09/13/11	11,480.02	2,952.24
18	03/13/12	11,594.82	2,837.44
19	09/13/12	11,710.76	2,721.49
20	03/13/13	11,827.87	2,604.38
21	09/13/13	11,946.15	2,486.10
22	03/13/14	12,065.61	2,366.64
23	09/13/14	12,186.27	2,245.98
24	03/13/15	12,308.13	2,124.12
25	09/13/15	12,431.21	2,001.04
26	03/13/16	12,555.52	1,876.73
27	09/13/16	12,681.08	1,751.17
28	03/13/17	12,807.89	1,624.36
29	09/13/17	12,935.97	1,496.28
30	03/13/18	13,065.33	1,366.92
31	09/13/18	13,195.98	1,236.27
32	03/13/19	13,327.94	1,104.31
33	09/13/19	13,461.22	971.03
34	03/13/20	13,595.83	836.42
35	09/13/20	13,731.79	700.46
36	03/13/21	13,869.11	563.14
37	09/13/21	14,007.80	424.45
38	03/13/22	14,147.88	284.37
39	09/13/22	14,289.40	142.85
		<u>\$ 350,941.04</u>	<u>\$ 53,161.98</u>

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY

GENERAL CAPITAL FUND

SCHEDULE OF CAPITAL IMPROVEMENT FUND

Year ended December 31, 2008

	<u>Reference</u>	
Balance, December 31, 2007	C	\$ 0.00
Increased By:		
2008 Budget Appropriations	1-C	<u>150,000.00</u>
Balance, December 31, 2008	C	<u>\$ 150,000.00</u>

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY

GENERAL CAPITAL FUND

SCHEDULE OF VARIOUS RESERVES

Year ended December 31, 2008

<u>Improvement Description</u>	Balance December 31, <u>2007</u>	Increased/ <u>(Decreased)</u>	Balance December 31, <u>2008</u>
Lafayette Knolls - Recreation	\$ 50,000.00		\$ 50,000.00
Traffic Light - Ryan Road	55,202.37		55,202.37
Falson Lane - Ballfields	309.80		309.80
Police Mobile Data Terminal	10,000.00		10,000.00
Beacon Hill Road Improvements	18,000.00		18,000.00
Station Road Improvements	72,960.00		72,960.00
Route 79 and School Road East	240,000.00		240,000.00
School Road East	76,000.00		76,000.00
Pleasant Valley Road Improvements	10,140.20	\$ (4,019.57)	6,120.63
Payment of Debt Service	16,331.71		16,331.71
Sidewalks - Tennant Road		3,465.00	3,465.00
Sidewalks	47,995.00	59,677.00	107,672.00
Sidewalks - Crine Road	36,500.00		36,500.00
Gordon's Corner and Wyncrest Roads Widening	<u>28,000.00</u>	<u>(28,000.00)</u>	
	<u>\$ 661,439.08</u>	<u>\$ 31,122.43</u>	<u>\$ 692,561.51</u>
<u>Reference</u>	C	1-C	C

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY

GENERAL CAPITAL FUND

SCHEDULE OF DUE TO FEDERAL AND STATE GRANT FUND

Year ended December 31, 2008

Reference

Balance, December 31, 2008 and 2007

C

\$ 2,000.00

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY

GENERAL CAPITAL FUND

SCHEDULE OF DUE FROM SWIMMING POOL UTILITY CAPITAL FUND

Year ended December 31, 2008

Reference

Balance, December 31, 2008 and 2007

C

\$ 250,000.00

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY

GENERAL CAPITAL FUND

SCHEDULE OF DUE TO STORMWATER TRUST FUND

Year ended December 31, 2008

	<u>Reference</u>	
Balance, December 31, 2007	C	\$ 0.00
Increased By:		
Cash Receipts	1-C	<u>500,000.00</u>
Balance, December 31, 2008	C	<u>\$ 500,000.00</u>

TOWNSHIP OF MARLBORO
 COUNTY OF MONMOUTH, NEW JERSEY

GENERAL CAPITAL FUND

SCHEDULE OF BOND AND NOTES AUTHORIZED BUT NOT ISSUED

Year ended December 31, 2008

<u>Ordinance Number/Date</u>	<u>Improvement Description</u>	<u>Balance December 31, 2007</u>	<u>Increased By 2008 Authorizations</u>	<u>Unfunded Authorizations/ Canceled</u>	<u>Bond Anticipation Notes Issued</u>	<u>Balance December 31, 2008</u>
34-96/98-17	Various Capital Improvements	\$ 35,815.00		\$ 35,815.00		\$ 95,000.00
04-06	Various Improvements	95,000.00				516,678.28
04-21	Various Improvements	516,678.28				42,750.00
05-19	Computer Operated Signs	42,750.00				1,336,750.00
05-36	Various Improvements	1,336,750.00				2,001,700.00
06-19	Various Improvements	2,001,700.00				3,280,650.00
07-12	Various Capital Improvements	3,025,000.00			\$ (255,650.00)	902,500.00
08-23	Various Capital Improvements		\$ 902,500.00			
		<u>\$ 7,053,693.28</u>	<u>\$ 902,500.00</u>	<u>\$ 35,815.00</u>	<u>\$ (255,650.00)</u>	<u>\$ 8,176,028.28</u>

Reference 15-C

5-C

5-C,9-C

7-C

15-C

SWIMMING POOL UTILITY FUND

SCHEDULES

TOWNSHIP OF MARLBORO
 COUNTY OF MONMOUTH, NEW JERSEY

SWIMMING POOL UTILITY FUND

SCHEDULE OF CASH - TREASURER

Year ended December 31, 2008

	Reference	Operating	Capital
Balance, December 31, 2007	D	\$ 828,059.81	\$ 15,772.61
Increased By Receipts:			
Membership Fees	D-2	\$ 407,345.00	
Recreation Lease	D-2	50,000.00	
Interest on Investments	D-2	8,072.52	
Miscellaneous	D-2	225,256.37	
Prepaid Membership Fees	8-D	196,858.00	
Prepaid Guest Book Fees	10-D	1,080.00	
Prepaid Miscellaneous Fees	11-D	1,650.00	
		<u>890,261.89</u>	<u>0.00</u>
Decreased By Disbursements:			
2008 Budget Appropriations	D-3	788,236.68	
2007 Appropriation Reserves	5-D	9,476.50	
Accrued Interest on Bonds and Notes	12-D	237.50	
		<u>797,950.68</u>	<u>0.00</u>
Balance, December 31, 2008	D	\$ 920,371.02	\$ 15,772.61

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY
SWIMMING POOL UTILITY CAPITAL FUND

SCHEDULE OF ANALYSIS OF CASH

Year ended December 31, 2008

		Balance December 31, <u>2008</u>
Due To General Capital Fund		\$ 250,000.00
Reserve for Capital Outlay		43,490.61
<u>Ordinance</u>	<u>Improvement Authorizations</u>	
<u>Number</u>		
05-37	Various Swim Facility Improvements	<u>(277,718.00)</u>
		<u>\$ 15,772.61</u>
<u>Reference</u>		1-D

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY

SWIMMING POOL UTILITY CAPITAL FUND

SCHEDULE OF FIXED CAPITAL

Year ended December 31, 2008

	Balance December 31, <u>2007</u>	Capital <u>Outlay</u>	Balance December 31, <u>2008</u>
Water Connection Charges	\$ 6,330.00		\$ 6,330.00
Sewer Connection Charges	3,423.00		3,423.00
Equipment and Fixtures	179,147.39	\$ 124.20	179,271.59
Sprinkler System	12,250.00		12,250.00
Vehicle	17,745.00		17,745.00
Swimming Pool and Improvements	2,664,628.54		2,664,628.54
Flume Slide	<u>204,287.32</u>		<u>204,287.32</u>
	<u>\$ 3,087,811.25</u>	<u>\$ 124.20</u>	<u>\$ 3,087,935.45</u>
<u>Reference</u>	D	17-D	D

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY

SWIMMING POOL UTILITY CAPITAL FUND

SCHEDULE OF FIXED CAPITAL AUTHORIZED AND UNCOMPLETED

Year ended December 31, 2008

<u>Ordinance Number</u>	<u>Description</u>	<u>Ordinance</u>		<u>Balance December 31, 2008 and 2007</u>
		<u>Date</u>	<u>Amount</u>	
05-37	Various Swim Facility Improvements	09/22/05	\$ 446,250.00	<u>\$ 168,532.00</u>
			<u>Reference</u>	D

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY

SWIMMING POOL UTILITY OPERATING FUND

SCHEDULE OF APPROPRIATION RESERVES

Year ended December 31, 2008

		Balance December 31, <u>2007</u>	Balance After <u>Transfers</u>	<u>Paid or Charged</u>	<u>Balance Lapsed</u>
Operating:					
Salaries and Wages		\$ 27,298.17	\$ 27,298.17		\$ 27,298.17
Other Expenses		30,636.01	66,833.98	\$ 35,621.96	31,212.02
Capital Improvements:					
Capital Outlay		<u>17,241.56</u>	<u>17,241.56</u>	<u>124.20</u>	<u>17,117.36</u>
		<u>\$ 75,175.74</u>	<u>\$ 111,373.71</u>	<u>\$ 35,746.16</u>	<u>\$ 75,627.55</u>
	<u>Reference</u>	D			D-1
Appropriation Reserves	D		\$ 75,175.74		
Encumbrances Payable	6-D		<u>36,197.97</u>		
			<u>\$ 111,373.71</u>		
Cash Disbursements	1-D			\$ 9,476.50	
Transferred to Accounts Payable	7-D			<u>26,269.66</u>	
				<u>\$ 35,746.16</u>	

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY
SWIMMING POOL UTILITY OPERATING FUND
SCHEDULE OF ENCUMBRANCES PAYABLE
Year ended December 31, 2008

	<u>Reference</u>	
Balance, December, 31, 2007	D	\$ 36,197.97
Increased By:		
Transfer From Budget Appropriations	D-3	<u>51,817.45</u>
		88,015.42
Decreased By:		
Transfer To Appropriation Reserves	5-D	<u>36,197.97</u>
Balance, December 31, 2008	D	<u><u>\$ 51,817.45</u></u>

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY

SWIMMING POOL UTILITY OPERATING FUND

SCHEDULE OF ACCOUNTS PAYABLE

Year ended December 31, 2008

	<u>Reference</u>	
Balance, December 31, 2007	D	\$ 0.00
Increased By:		
Transferred from Appropriation Reserves	5-D	<u>26,269.66</u>
Balance, December 31, 2008	D	<u>\$ 26,269.66</u>

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY
SWIMMING POOL UTILITY OPERATING FUND
SCHEDULE OF PREPAID MEMBERSHIP FEES

Year ended December 31, 2008

	<u>Reference</u>	
Balance, December 31, 2007	D	\$ 182,692.00
Increased By:		
Cash Receipts	1-D	<u>196,858.00</u>
		379,550.00
Decreased By:		
Prepaid Applied	D-2	<u>182,692.00</u>
Balance, December 31, 2008	D	<u>\$ 196,858.00</u>

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY

SWIMMING POOL UTILITY OPERATING FUND

SCHEDULE OF CUSTOMER DEPOSITS

Year ended December 31, 2008

Reference

Balance, December 31, 2008 and 2007

D

\$ 13,595.00

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY

SWIMMING POOL UTILITY OPERATING FUND

SCHEDULE OF PREPAID GUEST BOOK FEES

Year ended December 31, 2008

	<u>Reference</u>	
Balance, December 31, 2007	D	\$ 990.00
Increased By:		
Fees Collected	1-D	<u>1,080.00</u>
		2,070.00
Decreased By:		
Fees Applied	D-2	<u>990.00</u>
Balance, December 31, 2008	D	<u><u>\$ 1,080.00</u></u>

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY

SWIMMING POOL UTILITY OPERATING FUND

SCHEDULE OF PREPAID MISCELLANEOUS FEES

Year ended December 31, 2008

	<u>Reference</u>	
Balance, December 31, 2007	D	\$ 1,548.00
Increased By:		
Fees Collected	1-D	<u>1,650.00</u>
		3,198.00
Decreased By:		
Fees Applied	D-2	<u>1,548.00</u>
Balance, December 31, 2008	D	<u><u>\$ 1,650.00</u></u>

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY

SWIMMING POOL UTILITY OPERATING FUND

SCHEDULE OF ACCRUED INTEREST ON BONDS

Year ended December 31, 2008

	<u>Reference</u>	
Balance, December 31, 2007	D	\$ 356.25
Increased By:		
2008 Budget Appropriations	D-3	<u>59.38</u>
		415.63
Decreased By:		
Interest Paid	1-D	<u>237.50</u>
Balance, December 31, 2008	D	<u><u>\$ 178.13</u></u>

Analysis of Accrued Interest December 31, 2008

	<u>Principal Outstanding December 31, 2008</u>	<u>Interest Rate</u>	<u>From</u>	<u>To</u>	<u>Period</u>	<u>Amount</u>
Serial Bonds:						
\$ 10,000.00	4.75%	08/15/08	12/31/08	4.5 Months	<u><u>\$ 178.13</u></u>	

TOWNSHIP OF MARLBORO
 COUNTY OF MONMOUTH, NEW JERSEY

SWIMMING POOL UTILITY CAPITAL FUND

SCHEDULE OF IMPROVEMENT AUTHORIZATIONS

Year ended December 31, 2008

<u>Ordinance Number</u>	<u>Description</u>	<u>Ordinance</u>		Balance December 31, 2008 and 2007 <u>Unfunded</u>
		<u>Date</u>	<u>Amount</u>	
05-37	Various Swim Facility Improvements	09/22/05	\$ 446,250.00	<u>\$ 168,532.00</u>
			<u>Reference</u>	D

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY

SWIMMING POOL UTILITY CAPITAL FUND

SCHEDULE OF DUE TO GENERAL CAPITAL FUND

Year ended December 31, 2008

Reference

Balance, December 31, 2008 and 2007

D

\$ 250,000.00

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY

SWIMMING POOL UTILITY CAPITAL FUND

SCHEDULE OF RESERVE FOR CAPITAL OUTLAY

Year ended December 31, 2008

Reference

Balance, December 31, 2008 and 2007

D

\$ 43,490.61

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY

SWIMMING POOL UTILITY CAPITAL FUND

SCHEDULE OF RESERVE FOR AMORTIZATION

Year ended December 31, 2008

	<u>Reference</u>		
Balance, December 31, 2007	D		\$ 2,790,093.25
Increased By:			
Capital Outlay	3-D	\$ 124.20	
2008 Budget Appropriations:			
Payment of Serial Bonds	13-D	<u>10,000.00</u>	
			<u>10,124.20</u>
Balance, December 31, 2008	D		<u><u>\$ 2,800,217.45</u></u>

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY

SWIMMING POOL UTILITY CAPITAL FUND

SCHEDULE OF BONDS AND NOTES AUTHORIZED BUT NOT ISSUED

Year ended December 31, 2008

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Date of Ordinance</u>	<u>Balance December 31, 2008 and 2007</u>
05-37	Various Swim Pool Facility Improvements	09/22/05	<u>\$ 446,250.00</u>
		<u>Reference</u>	18-D

GENERAL FIXED ASSETS ACCOUNT GROUP
SCHEDULE

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY

GENERAL FIXED ASSETS ACCOUNT GROUP

SCHEDULE OF GENERAL FIXED ASSETS

Year ended December 31, 2008

	Balance December 31, <u>2008 and 2007</u>
Land	\$ 20,175,668.69
Buildings and Improvements	6,818,627.00
Machinery and Equipment	<u>10,148,396.84</u>
	<u>\$ 37,142,692.53</u>

Reference

F

ADDITIONAL INFORMATION
RELATING TO
STATE FINANCIAL ASSISTANCE

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY

SCHEDULE OF STATE FINANCIAL ASSISTANCE

Year ended December 31, 2008

<u>Program Title</u>	<u>Grant Number</u>	<u>Grant Period</u>	<u>Grant Awards</u>	<u>2008 Expenditures</u>	<u>Cumulative Expenditures</u>
Alcohol Rehabilitation Grant	9735-760-098-Y900-001-X100-6020	Prior Year - 12/31/08	\$ 61,372.00	\$ 825.00	\$ 59,757.21
Body Armor Replacement Grant	1020-718-066-001	Prior Year - 12/31/08	19,731.98	1,518.00	3,707.55
Clean Communities Program	4900-765-042-4900-004-V42Y-6020	Prior Year - 12/31/08	90,581.65	18,591.28	54,876.48
Drunk Driving Enforcement Fund	1160-100-057-1160	Prior Year - 12/31/08	15,422.04	1,347.00	14,933.87
Enhanced 911 Equipment Grant	06-E-13-664	7/1/06-6/30/07	16,000.00	15,100.00	15,100.00
Enhanced 911 General Assistance	06-G-13-664	7/1/06-6/30/07	72,118.00	15,424.25	15,424.25
Enhanced 911 Grant	06-E-13-664	7/1/06-6/30/07	285,894.09	284,102.00	284,102.00
HDSRF - Hospital Property	P18687	Prior Year - 12/31/08	126,909.00	91,440.30	93,607.80
HDSRF - DiMeo Property	P19037	Prior Year - 12/31/08	121,748.00	21,780.50	81,228.00
Municipal Alliance	G-02-241-709-080-628	Prior Year - 12/31/08	70,730.00	39,717.94	65,324.92
NJ DOT Robertsville Road	Unavailable	Prior Year - 12/31/08	100,000.00	6,197.50	6,197.50
NJ DOT Robertsville Road and Union Hill Road	Unavailable	Prior Year - 12/31/08	150,000.00	36,957.57	117,647.72
Recycling Tonnage Grant	4900-752-042-001	Prior Year - 12/31/08	60,471.67	20,484.34	20,484.34
Special Purpose Grant	Unavailable	Prior Year - 12/31/08	50,000.00	49,984.64	49,984.64
Statewide Livable Communities - Woodcliff Park	LC05-077	Prior Year - 12/31/08	100,000.00	10,800.00	82,988.00
Stop for the Red or Stop for Us	1160-100-066-1160-142-YHTS-6010	10/1/08-10/31/09	17,050.00	17,050.00	17,050.00
Stormwater Regulation Grant	04-100-042-118-4850	Prior Year - 12/31/08	39,949.00	873.20	14,290.40
Total State Financial Awards			\$ 1,397,977.43	\$ 632,193.52	\$ 996,704.68

The accompanying Notes to Schedule of State Financial Assistance are an integral part of this Schedule

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY

NOTES TO SCHEDULE OF STATE FINANCIAL ASSISTANCE

Year ended December 31, 2008

1. Organization and Basis of Presentation

Organization

The Township of Marlboro, County of Monmouth, New Jersey ("Township") is the prime sponsor and recipient of various federal and state grant funds. The Township has delegated the administration of grant programs and the reporting function to various departments within the Township. Substantially all grant and program cash funds are commingled with the Township's other funds, although each grant is accounted for separately within the Township's financial records. The Treasurer's Office of the Township performs accounting functions for all grants.

Basis of Accounting

The Township's grants are presented on the modified accrual basis of accounting utilizing the following methods:

Current Fund Grants

In accordance with a directive from the State Department of Community Affairs, Division of Local Government Services, all grant revenues and expenditures are fully realized within the Current Fund budget and corresponding receivables and spending reserves are recorded to account for grant activity.

Trust Fund and Capital Fund Grants

In accordance with accounting principles prescribed by the State of New Jersey, grant receivables are offset with grant spending reserves.

Local Contributions

Local matching contributions are raised in the Current Fund budget. The percentage of matching contributions varies with each program.

Expenditures

Expenditures, as reported on the accompanying Schedule of State Financial Assistance, reflect actual cash disbursements charged directly to a grant program and, in certain instances, do not include allocated expenses or accrued expenses. Differences between budget and actual cash disbursements, as well as differences between budget revenues and actual cash receipts, are transferred to Current Fund balance when the grant is closed out.

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY

NOTES TO SCHEDULE OF STATE FINANCIAL ASSISTANCE

Year ended December 31, 2008

1. Organization and Basis of Presentation (continued)

Cumulative Expenditures per Financial Reports

Cumulative expenditures, as reported on the accompanying Schedule of State Financial Assistance, reflect the sum of all expenditures including allocated expenses and accrued expenses reported to the grant funding agency from the inception of the grant to December 31, 2008.

2. Contingencies

Each of the grantor agencies reserves the right to conduct additional audits of the Township's grant programs for economy, efficiency and program results. However, Township management does not believe such audits would result in material amounts of disallowed costs.

COMMENTS SECTION

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY

COMMENTS

Year ended December 31, 2008

An audit of the financial accounts and transactions of the Township of Marlboro, County of Monmouth, New Jersey ("Township") for the year ended December 31, 2008, has recently been completed. The results of the audit are herewith set forth.

Scope of Audit

The audit covered the financial transactions of the Tax Collector/Treasurer, the activities of the Mayor and Township Council and the records of the various outside departments.

The audit did not and could not determine the character of services rendered for which payment had been made or for which reserves had been set up, nor could it determine the character, proper price or quantity of materials supplied for which claims had been passed.

Cash balances were reconciled with independent certifications obtained directly from the depositories.

Investments were verified by physical inspection or by independent certifications obtained directly from the depositories.

Revenues and receipts were verified as to source and amount insofar as the records permitted.

Our audit was made 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 and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Therefore, our audit included the procedures noted above as well as tests of the accounting records and such other auditing procedures as we considered necessary in the circumstances.

Contracts and Agreements Required to be Advertised per 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 (40A:11-3), 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 a contracting unit may, by resolution approved by a majority of the governing body and subject to subsections b. and c. of this section, disqualify a bidder who would otherwise be determined to be the lowest responsible bidder, if the governing body finds that it has had prior negative experience with the bidder".

It is pointed out that 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 and, where question arises as to whether any contract or agreement might result in violation of the statute, the solicitor's opinion shall be sought before a commitment is made.

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY

COMMENTS

Year ended December 31, 2008

Contracts and Agreements Required to be Advertised per N.J.S. 40A:11-4 (continued)

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

Bulky Disposal	Travel Camp Bus Transportation
Summer Camp Bus Transportation	Food Concession Services
Roof Replacement	Site Remediation – Soccer Fields
Snow Removal Services	Concrete Curb and Gutter
Geotextile Pavement Fabric	Road Materials
Janitorial Services	HVAC for Various Buildings
Farming – Dimeo	Farming – McCarron

The system of records did not provide for an accumulation of payments by categories of materials or supplies, or related work or labor. Disbursements were reviewed, however, to determine whether any clear-cut violations existed.

The examination of expenditures did not reveal any individual payments, contracts or agreements in excess of the bid threshold "for the performance of any work or the furnishing of labor materials and supplies or the hiring of teams or vehicles", other than 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. 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.

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY

COMMENTS

Year ended December 31, 2008

Collection of Interest on Delinquent Taxes and Assessments

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

The governing body on January 3, 2008 adopted the following resolution authorizing interest to be charged on delinquent taxes:

WHEREAS, N.J.S.A. 54:4-67 has been amended to permit the fixing of said rate of 8% per annum on the first \$1,500.00 of the delinquency and 18% per annum on any amount in excess of \$1,500.00 and allows an additional penalty of 6% to be collected against a delinquency in excess of \$10,000.00 on properties that fail to pay the delinquency prior to the end of the calendar year.

NOW, THEREFORE, BE IT RESOLVED by the Mayor and Township Council of the Township of Marlboro as follows:

1. The Tax Collector is hereby authorized and directed to charge 8% per annum on the first \$1,500.00 of taxes becoming delinquent after due date and 18% per annum on any amount of taxes in excess of \$1,500.00 becoming delinquent after due date and if a delinquency is in excess of \$10,000.00 and remains in arrears beyond December 31, an additional penalty of 6% shall be charged against the delinquency.

2. The Township granted a ten (10) day grace period of quarterly tax payments made by cash, check or money order.

3. Any payments not made in accordance with paragraph 2 of this Resolution shall be charged interest from the due date as set forth in paragraph 1 of this Resolution.

Tax Sale

The last tax sale was held on April 10, 2008 and 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 31 of the last three years:

<u>Year</u>	<u>Number of Liens</u>
2008	15
2007	14
2006	14

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY

COMMENTS

Year ended December 31, 2008

Confirmation of Delinquent Taxes and Other Charges

A test verification of delinquent charges and current payment was made in accordance with the regulations of the Division of Local Government Services, including the mailing of verification notices as follows:

<u>Type</u>	<u>Number Mailed</u>
Payments and Delinquencies on 2008 and 2007 Taxes	50

For those confirmation notices which were not returned by taxpayers, subsequent cash collections were audited as an alternative procedure when possible.

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY

COMMENTS

Year ended December 31, 2008

Comparative Statement of Operations
and Changes in Fund Balance - Current Fund

	<u>2008</u>		<u>2007</u>	
	<u>Amount</u>	<u>Percent</u>	<u>Amount</u>	<u>Percent</u>
<u>Revenue and Other Income Realized</u>				
Fund Balance Utilized	\$ 8,129,167.75	5.44 %	\$ 6,592,300.00	4.43 %
Miscellaneous - From Other Than Local Property Tax Levies	7,946,331.46	5.32	10,593,589.60	7.11
Collection of Delinquent Taxes and Tax Title Liens	900,410.67	0.60	1,074,920.99	0.72
Collection of Current Tax Levy	<u>132,382,293.90</u>	<u>88.63</u>	<u>130,672,122.40</u>	<u>87.74</u>
Total Revenues	<u>149,358,203.78</u>	<u>100.00 %</u>	<u>148,932,932.99</u>	<u>100.00 %</u>
<u>Expenditures</u>				
Budget Expenditures:				
Municipal Purposes	32,163,210.39	22.00 %	31,172,033.99	22.12 %
County Taxes	19,943,256.42	13.64	20,280,786.60	14.39
Local and Regional School Taxes	90,787,105.93	62.10	86,700,429.25	61.52
Open Space Tax	625,456.67	0.43	625,456.67	0.44
Special District Taxes	2,426,360.00	1.66	2,131,266.00	1.50
Other Expenditures	<u>249,885.21</u>	<u>0.17</u>	<u>29,041.68</u>	<u>0.02</u>
Total Expenditures	<u>146,195,274.62</u>	<u>100.00 %</u>	<u>140,939,014.19</u>	<u>100.00 %</u>
Excess in Revenue	3,162,929.16		7,993,918.80	
Fund Balance, January 1	<u>10,589,199.69</u>		<u>9,187,580.89</u>	
	13,752,128.85		17,181,499.69	
Decreased By:				
Utilized as Anticipated Revenue	<u>8,129,167.75</u>		<u>6,592,300.00</u>	
Fund Balance, December 31	<u>\$ 5,622,961.10</u>		<u>\$ 10,589,199.69</u>	

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY

COMMENTS

Year ended December 31, 2008

Comparative Statement of Operations
and Changes in Fund Balance - Swimming Pool Utility Operating Fund

	<u>2008</u>		<u>2007</u>	
	<u>Amount</u>	<u>Percent</u>	<u>Amount</u>	<u>Percent</u>
<u>Revenue and Other Income Realized</u>				
Fund Balance Utilized	\$ 357,500.00	27.31 %	\$ 367,500.00	30.02 %
Collection of Membership Fees	591,027.00	45.15	558,375.32	45.62
Miscellaneous - From Other Than Membership Fees	<u>360,504.44</u>	<u>27.54</u>	<u>298,123.82</u>	<u>24.36</u>
Total Revenues	<u>1,309,031.44</u>	<u>100.00 %</u>	<u>1,223,999.14</u>	<u>100.00 %</u>
<u>Expenditures</u>				
Budget Expenditures:				
Operating	1,066,755.00	90.65 %	942,325.00	94.39 %
Capital Improvements	100,000.00	8.50	45,000.00	4.51
Debt Service	<u>10,059.38</u>	<u>0.85</u>	<u>11,009.37</u>	<u>1.10</u>
Total Expenditures	<u>1,176,814.38</u>	<u>100.00 %</u>	<u>998,334.37</u>	<u>100.00 %</u>
Excess in Revenue	132,217.06		225,664.77	
Fund Balance, January 1	<u>514,161.27</u>		<u>655,996.50</u>	
	646,378.33		881,661.27	
Decreased By:				
Utilized as Anticipated Revenue	<u>357,500.00</u>		<u>367,500.00</u>	
Fund Balance, December 31	<u>\$ 288,878.33</u>		<u>\$ 514,161.27</u>	

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY

COMMENTS

Year ended December 31, 2008

Comparative Schedule of Tax Rate Information

	<u>2008</u>	<u>2007</u>	<u>2006</u>
Tax Rate	\$ 4.129	\$ 4.099	\$ 4.037

Apportionment of Tax Rate

Municipal	.626	.544	.533
Municipal Open Space	.020	.020	.020
County	.567	.641	.637
Local School	2.073	2.043	2.013
Regional High School	.843	.851	.834

Assessed Valuations

2008	\$3,188,708,404.00
2007	\$ 3,131,514,009.00
2006	\$ 3,081,216,619.00

Comparison of Tax Levies and Collection Currently

<u>Year</u>	<u>Tax Levy</u>	<u>Cash Collections</u>	<u>Percentage of Collections</u>
2008	\$ 133,893,737.41	\$ 132,382,293.90	98.87%
2007	131,764,756.26	130,672,122.40	99.17
2006	128,157,542.00	127,052,817.83	99.13

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY

COMMENTS

Year ended December 31, 2008

Comparative Schedule of Tax Title Liens

<u>Year</u>	<u>Amount of Tax Title Liens</u>	<u>Amount of Delinquent Taxes</u>	<u>Total Delinquent</u>	<u>Percentage of Tax Levy</u>
2008	\$ 125,655.01	\$ 1,488,907.55	\$ 1,614,562.56	1.21%
2007	114,703.26	952,205.24	1,066,908.50	.81
2006	120,875.72	1,101,085.33	1,221,961.05	.95

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, was as follows:

<u>Year</u>	<u>Amount</u>
2008	\$ 802,400.00
2007	802,400.00
2006	802,400.00

Comparative Schedule of Fund Balances

Current Fund

<u>Year</u>	<u>Balance December 31</u>	<u>Utilized in Budget of Succeeding Year</u>
2008	\$ 5,622,961.10	\$ 5,000,000.00*
2007	10,589,199.69	8,129,167.75
2006	9,187,580.89	6,592,300.00
2005	8,456,535.39	6,500,000.00

Swimming Pool Utility Fund

2008	\$ 288,878.33	\$ 285,000.00*
2007	514,161.27	357,500.00
2006	655,996.50	367,500.00
2005	701,569.06	334,000.00

* Budget not adopted as of the date of this report

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY

COMMENTS

Year ended December 31, 2008

Officials In Office and Surety Bonds

<u>Name</u>	<u>Title</u>	<u>Amount of Bond</u>
Johnathan Hornik	Mayor	
Jeffery Cantor	Council President	
Steven Rosenthal	Council Vice President	
Randi Marder	Councilperson	
Frank LaRocca	Councilperson	
Rosa Tragni	Councilperson	
Alayne Shepler	Business Administrator	
Ulrich Steinberg	Chief Financial Officer	**
Shirley Giaquinto	Tax Collector, Tax Search Officer	**
Alida Manco	Municipal Clerk	
Richard Gantner	Judge	**
Irene Moore	Court Administrator	**

**Surety Bonds are covered by the Municipal Excess Liability Joint Insurance Fund in the amount of \$1,000,000.00 per occurrence with a \$1,000 deductible per occurrence.

A public employee dishonesty blanket bond covering Municipal employees in the amount of \$50,000.00 was in effect with the Monmouth County Municipal Joint Insurance Fund.

There are blanket bonds for secondary coverage with the Municipal Excess Liability Joint Insurance Fund in the amount of \$950,000.00 for Public Employees and \$3,000,000.00 for Public Officials. Both of these bonds are subject to deductibles based upon other required coverages.

INTERNAL CONTROL SECTION

Hutchins, Farrell, Meyer & Allison, P.A.

Certified Public Accountants • Business & Financial Advisors

Robert H. Hutchins, CPA, CVA
Eugene M. Farrell, CPA, RMA, CFP
Robert W. Allison, CPA, RMA
Alan E. Meyer, CPA/ABV
Joann DiLieto, CPA

Patrice R. Antonucci, CPA
Thomas L. Stetson, CPA

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

Honorable Mayor and Members
of the Township Council
Township of Marlboro, New Jersey

We have audited the regulatory-basis financial statements of the Township of Marlboro, County of Monmouth, New Jersey ("Township") as of and for the year ended December 31, 2008, and have issued our report thereon dated July 30, 2009 in which we expressed an adverse opinion on the conformity of the statements with accounting principles generally accepted in the United States due to the differences between those principles and the accounting practices prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, and a qualified opinion since the Township did not update its General Fixed Assets files as of December 31, 2008. We were unable to satisfy ourselves as to the carrying values of the Township's General Fixed Assets, and the Division of Local Government Services does not require the Length of Service Award Program ("LOSAP") to be audited, only reviewed. Except as discussed earlier, we conducted our audit in accordance with auditing standards generally accepted in the United States of America; audit requirements as prescribed by the Division of Local Government Services; and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

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.

Our consideration of internal control over financial reporting was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses. However, as discussed below, we identified certain deficiencies in internal control over financial reporting that we consider to be significant deficiencies.

A control deficiency 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 misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the Township's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the Township's financial statements that is more than inconsequential will not be prevented or detected by the Township's internal control. We consider the deficiencies described in the accompanying Comments and Recommendations (Findings #2008-1 and #2008-2) to be significant deficiencies in internal control over financial reporting.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the Township's internal control.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in the internal control that might be significant deficiencies and, accordingly, would not necessarily disclose all significant deficiencies that are also considered to be material weaknesses. However, we believe that the significant deficiencies described above are not material weaknesses.

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.

However, we noted a certain other matter that has been reported to the administration of the Township and reported within our Comments and Recommendations.

The Township's responses to the findings identified in our audit are described in the accompanying Comments and Recommendations. We did not audit the Township's responses and, accordingly, we express no opinion on them.

Honorable Mayor and Members
of the Township Council
Township of Marlboro, New Jersey
Page 3

This report is intended solely for the information and use of the Township of Marlboro's management, and Council members, others within the organization, and the Division of Local Government Services, and is not intended to be, and should not be, used by anyone other than these specified parties.

Hutchins, Farrell, Meyer & Allison, P.A.
Independent Auditors


Eugene M. Farrell
Registered Municipal Accountant
(#409)

July 30, 2009

Hutchins, Farrell, Meyer & Allison, P.A.

Certified Public Accountants • Business & Financial Advisors

Robert H. Hutchins, CPA, CVA
Eugene M. Farrell, CPA, RMA, CFP
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REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH MAJOR PROGRAM AND INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133 AND STATE OMB CIRCULAR 04-04

Honorable Mayor and Members
of the Township Council
Township of Marlboro, New Jersey

Compliance

We have audited the compliance of the Township of Marlboro, County of Monmouth, New Jersey ("Township") with the types of compliance requirements described in the U.S. Office of Management and Budget ("OMB") Circular A-133 Compliance Supplement and the New Jersey Compliance Manual State Grants Compliance Supplement that are applicable to each of its major state programs for the year ended December 31, 2008. The Township's major state programs are identified in the Summary of Auditor's Results section of the accompanying Schedule of Findings and Questioned Costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major state programs is the responsibility of the Township's management. Our responsibility is to express an opinion on the Township's compliance based on our audit.

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

In our opinion, the Township complied, in all material respects, with the requirements referred to above that are applicable to each of its major state programs for the year ended December 31, 2008.

Internal Control over Compliance

The management of the Township is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal and state programs. In planning and performing our audit, we considered the Township's internal control over compliance with requirements that could have a direct and material effect on a major state program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133 and state OMB Circular 04-04.

A control deficiency in the Township's internal control over compliance 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 noncompliance with a type of compliance requirement of a federal or state program on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the Township's ability to administer a federal or state program such that there is more than a remote likelihood that non-compliance with a type of compliance requirement of a federal or state program that is more than inconsequential will not be prevented or detected by the Township's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that material non-compliance with a type of compliance requirement of a federal or state program will not be prevented or detected by the Township's internal control.

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

Honorable Mayor and Members
of the Township Council
Township of Marlboro, New Jersey
Page 3

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

Hutchins, Farrell, Meyer & Allison, P.A.

Independent Auditors

Eugene M. Farrell

Eugene M. Farrell
Registered Municipal Accountant
(#409)

July 30, 2009

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Year ended December 31, 2008

Part 1 - Summary of Auditor's Results

Financial Statement Section

- A) Type of auditor's report issued: Unqualified
- B) Internal control over financial reporting:
- 1) Material weakness(es) identified? Yes X No
- 2) Significant deficiencies identified that are not considered to be material weaknesses? Yes X No
- C) Noncompliance material to financial statements noted? Yes X No

State Awards Section

- J) Internal control over compliance:
- 1) Material weakness(es) identified? Yes X No
- 2) Significant deficiencies identified that are not considered to be material weaknesses? Yes X No
- K) Type of auditor's report issued on compliance for major programs? Unqualified
- L) Any audit findings disclosed that are required to be reported in accordance with NJ OMB Circular Letter 04-04? Yes X No

M) Identification of major programs:

GMIS Number(s)

Name of State Program

06-E-13-664

Enhanced 911 Grant

G-02-241-709-080-628

Municipal Alliance

- N) Dollar threshold used to distinguish between Type A and Type B programs? \$300,000.00
- O) Auditee qualified as low-risk auditee? X Yes No

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY

SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONT'D)

Year ended December 31, 2008

Part 2 - Schedule of Financial Statement Findings

This Section identifies the significant deficiencies, material weaknesses, and instances of noncompliance related to the financial statements that are required to be reported in accordance with Chapter 5.18 of Government Auditing Standards.

None noted.

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY

SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONT'D)

Year ended December 31, 2008

Part 3 - Schedule of Federal and State Award Findings and Questioned Costs

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

None noted.

STATUS OF PRIOR YEARS' FINDINGS AND QUESTIONED COSTS

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY

SUMMARY SCHEDULE OF PRIOR-YEAR FINDINGS
AND QUESTIONED COSTS AS PREPARED BY MANAGEMENT

Year ended December 31, 2008

This section identifies the status of prior-year findings related to the financial statements and federal and state awards that are required to be reported in accordance with Chapter 6.12 of Government Auditing Standards, U.S. OMB Circular A-133 (Section .315 (a)(b) and New Jersey OMB Circular 04-04.

No prior-year findings.

COMMENTS AND RECOMMENDATIONS

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY
COMMENTS AND RECOMMENDATIONS

Year ended December 31, 2008

Significant Deficiencies

Accounting Records

Finding #2008-1*

Criteria:

The proper maintenance of a General Fixed Assets Account Group is required by Technical Accounting Directive 85-2.

Condition:

Additions and deletions to Fixed Assets were not accounted for.

Effect:

Incomplete Fixed Assets records could result in inaccurate financial presentation.

Recommendation:

The General Fixed Assets Account Group be maintained in conformity with Technical Accounting Directive 85-2.

Response:

The Township had a physical inventory of goods completed several years ago but, since then, the records have not been maintained. It is necessary for the Township to have the inventory process completed once again and to set up the internal controls necessary to keep the Fixed Assets accounting system current. This will be an area which the administration will have to address in the near future but, currently, the Township is not in compliance with this directive.

* Repeat comment from prior year

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY
COMMENTS AND RECOMMENDATIONS

Year ended December 31, 2008

Significant Deficiencies
(continued)

Finding #2008-2*

Municipal Court

Criteria

The Bail and Regular Accounts should be reconciled on a timely basis as required by the Administrator of Courts.

Condition:

There were 7 instances where the Regular Account was not reconciled properly and 5 instances where they were not reconciled at all.

Effect:

Failure to properly reconcile the Municipal Court Accounts could result in inadequate internal controls over cash in the Municipal Court.

Recommendation:

All cash accounts be reconciled properly and on a timely basis.

Response:

The Township Administrator and the Municipal Court Judge will once again follow up on this recommendation. The Court Administrator has also been instructed to be more diligent in the timely completion of her duties.

* Repeat comment from prior year

TOWNSHIP OF MARLBORO
COUNTY OF MONMOUTH, NEW JERSEY
COMMENTS AND RECOMMENDATIONS

Year ended December 31, 2008

Other Matters

Municipal Court

Finding #2008-3

During our audit of the Township's Municipal Court, we noted that POAA fees are being turned over to the Township's Current Fund.

In order to improve controls over the Township's Municipal Court, we recommend POAA funds be turned over to the POAA Trust Fund to be in compliance with NJSA 39:4-139.9(a).