TOWNSHIP OF BOONTON

REPORT OF AUDIT

2010

NISIVOCCIA LLP
CERTIFIED PUBLIC ACCOUNTANTS

TOWNSHIP OF BOONTON

COUNTY OF MORRIS

REPORT OF AUDIT

2010

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TOWNSHIP OF BOONTON

PART I

INDEPENDENT AUDITORS' REPORT

AND FINANCIAL STATEMENTS

AND SUPPLEMENTARY SCHEDULES

YEAR ENDED DECEMBER 31, 2010

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Certified Public Accountants & Advisors

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Independent Auditors' Report

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

We have audited the financial statements of the various funds of the Township of Boonton in the County of Morris (the "Township") as of and for the years ended December 31, 2010 and 2009, as listed in the table of contents. These financial statements are the responsibility of the Township's management. Our responsibility is to express opinions on these financial statements based on our audits.

We conducted our audits in accordance with auditing standards generally accepted in the United States of America, audit requirements prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey (the "Division"), 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 the 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 audits provide a reasonable basis for our opinions.

As described in Note 1, these financial statements have been prepared in conformity with accounting principles prescribed by the Division that demonstrate compliance with the modified accrual basis, with certain exceptions, and the budget laws of New Jersey, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. The effects on the financial statements of the variances between the statutory basis of accounting and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

In our opinion, because the Township prepares its financial statements on the basis of accounting discussed in the third paragraph, the financial statements referred to in the first paragraph, 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, 2010 and 2009, and the results of its operations for the years then ended.

However, in our opinion, the financial statements referred to above, present fairly, in all material respects, the financial position of the various funds of the Township of Boonton at December 31, 2010 and 2009, and the results of operations and changes in fund balance, where applicable, of such funds, thereof for the years then ended, in conformity with accounting principles prescribed by the Division, as described in Note 1.

In accordance with *Government Auditing Standards*, we have also issued our report dated June 21, 2011, on our consideration of the Township of Boonton's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, 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 audits.

Our audits were conducted for the purpose of forming opinions on the financial statements taken as a whole. The information included in the supplementary schedules listed in the table of contents is presented for purposes of additional analysis and is not a required part of the financial statements. The accompanying schedules of expenditures of federal and state awards are also presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments and Nonprofit Organizations*; and New Jersey OMB Circular NJOMB 04-04, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*, and are not a required part of the financial statements. This information has been subjected to the auditing procedures applied in the audits of the financial statements mentioned above 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 to the financial statements and Note 2 to the schedules of expenditures of federal and state awards.

Mount Arlington, New Jersey
June 21, 2011

NISIVOCCIA LLP

John D. Cassells
Registered Municipal Accountant No. 55

Heidi A. Wohlleb
Registered Municipal Accountant No. 481
Certified Public Accountant

TOWNSHIP OF BOONTON
COUNTY OF MORRIS
2010
CURRENT FUND

TOWNSHIP OF BOONTON
CURRENT FUND
COMPARATIVE BALANCE SHEET

	Ref.	December 31, 2010	December 31, 2009
ASSETS			
Cash and Cash Equivalents:			
Treasurer	A-4	$ 1,047,397.08	$ 1,024,450.54
Change Fund		150.00	150.00
		1,047,547.08	1,024,600.54
Receivables and Other Assets With Full Reserves:			
Delinquent Property Taxes Receivable	A-7	317,413.74	351,664.76
Tax Title Liens Receivable	A-8	10,956.79	43,496.76
Property Acquired for Taxes at Assessed Valuation		341,000.00	341,000.00
Revenue Accounts Receivable	A-9	1,751.68	5,187.42
Due from:			
Federal and State Grant Fund	A	38,122.73	28,389.95
Assessment Trust Fund	B	37.59	1,097.95
Animal Control Fund	B	0.08	42.79
Other Trust Funds	B	14,863.40	664.40
General Capital Fund	C	60.66	30.39
Payroll Accounts		6.67	69.21
Total Receivables and Other Assets With Full Reserves		724,213.34	771,643.63
Total Regular Fund		1,771,760.42	1,796,244.17
Federal and State Grant Fund:			
Federal and State Grants Receivable	A-13	81,796.34	90,248.59
Total Federal and State Grant Fund		81,796.34	90,248.59
TOTAL ASSETS		$ 1,853,556.76	$ 1,886,492.76

TOWNSHIP OF BOONTON
CURRENT FUND
COMPARATIVE BALANCE SHEET
(Continued)

	Ref.	December 31, 2010	December 31, 2009
LIABILITIES, RESERVES AND FUND BALANCE			
Appropriation Reserves:			
Encumbered	A-3;A-11	$ 73,197.46	$ 141,828.08
Unencumbered	A-3;A-11	245,854.71	191,265.84
		319,052.17	333,093.92
Prepaid Taxes		111,863.11	70,194.01
Accounts Payable - Vendors			47.00
Due to State of New Jersey:			
Marriage License Fees		100.00	75.00
DCA Training Fees		924.00	1,483.00
Veterans and Senior Citizens' Deductions		5,182.03	4,932.03
Due To Township of Denville			521.55
Due To Borough of Mountain Lakes			374.48
Tax Overpayments		42,448.01	34,275.46
		479,569.32	444,996.45
Reserve for Receivables and Other Assets	A	724,213.34	771,643.63
Fund Balance	A-1	567,977.76	579,604.09
Total Regular Fund		1,771,760.42	1,796,244.17
Federal and State Grant Fund:			
Due To Current Fund	A	38,122.73	28,389.95
Appropriated Reserves	A-14	34,092.03	61,658.64
Unappropriated Reserves	A-15	9,581.58	200.00
Total Federal and State Grant Fund		81,796.34	90,248.59
TOTAL LIABILITIES, RESERVES AND FUND BALANCE		$ 1,853,556.76	$ 1,886,492.76

THE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS
ARE AN INTEGRAL PART OF THIS STATEMENT

TOWNSHIP OF BOONTON
CURRENT FUND
COMPARATIVE STATEMENT OF OPERATIONS AND CHANGE IN FUND BALANCE

	Ref.	Year Ended December 31, 2010	2009
Revenue and Other Income Realized			
Fund Balance Utilized		$ 543,435.00	$ 675,000.00
Miscellaneous Revenue Anticipated		749,541.95	889,088.27
Receipts from:			
Delinquent Taxes		338,082.20	289,027.53
Current Taxes		16,871,776.93	16,110,715.19
Nonbudget Revenue		84,264.61	123,330.98
Other Credits to Income:			
Unexpended Balance of Appropriation Reserves		179,727.84	249,084.38
Interfunds Returned		1,445.46	278.75
Cancellation of Federal and State Grant Fund Appropriated Reserves		502.04	5,263.25
Canceled Due State of New Jersey - Marriage License Fees		75.00	
Canceled Due State of New Jersey - DCA Training Fees		118.00	
Canceled Prepaid School Taxes			2.75
Total Income		18,768,969.03	18,341,791.10
Expenditures			
Municipal Purposes		4,198,204.85	4,132,374.00
Local School District Taxes		11,238,266.00	10,860,457.00
County Taxes		2,450,740.28	2,486,775.18
Municipal Open Space		290,291.46	341,271.38
Refund of Prior Year Taxes		26,346.66	1,140.03
Interfunds Advanced		24,311.11	30,056.08
Refund of Revenue			124.00
Canceled Federal and State Grant Fund Receivable		9,000.00	3,400.00
Total Expenditures		18,237,160.36	17,855,597.67
Excess in Revenue		531,808.67	486,193.43
Fund Balance			
Balance January 1		579,604.09	768,410.66
		1,111,412.76	1,254,604.09
Decreased by:			
Utilized as Anticipated Revenue		543,435.00	675,000.00
Balance December 31	A	$ 567,977.76	$ 579,604.09

THE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS
ARE AN INTEGRAL PART OF THIS STATEMENT

TOWNSHIP OF BOONTON
CURRENT FUND
STATEMENT OF REVENUE
YEAR ENDED DECEMBER 31, 2010

	Budget	Added by NJSA 40A:4-87	Realized	Excess or Deficit *
Fund Balance Anticipated	$ 543,435.00		$ 543,435.00	
Miscellaneous Revenue:				
Licenses:				
Alcoholic Beverages	4,800.00		4,800.00	
Construction Code Official	75,000.00		129,270.00	$ 54,270.00
Fines and Costs:				
Municipal Court	40,000.00		38,720.00	1,280.00 *
Interest and Costs on Taxes	45,000.00		73,296.79	28,296.79
Energy Receipts Tax	215,052.00		215,052.00	
Consolidated Municipal Property Tax Relief Aid	25,819.00		25,703.47	115.53 *
Garden State Trust	61.60		61.60	
Shared Services Of A Chief Financial Officer Between the Township of Boonton and the Borough of Kinnelon	29,235.00		30,222.60	987.60
Reserve for Open Space Trust to Offset Debt Service	52,100.61		52,100.61	
CTC Assisted Living Agreement	128,071.13		128,071.13	
Trust Assessmernt Fund Balance	1,310.27		1,310.27	
Field Usage Revenue	10,000.00		17,300.00	7,300.00
Cell Tower Rental	17,700.00		17,700.00	
Public and Private Revenues Offset with Appropriations:				
Drunk Driving Enforcement Fund		$ 1,308.04	1,308.04	
Police Donations	200.00	150.00	350.00	
Body Armor		2,342.44	2,342.44	
Municipal Alliance Against Substance Abuse	7,533.00		7,533.00	

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TOWNSHIP OF BOONTON
CURRENT FUND
STATEMENT OF REVENUE
YEAR ENDED DECEMBER 31, 2010
(Continued)

	Budget	Added by NJSA 40A:4-87	Realized	Excess or Deficit *
Miscellaneous Revenues (Cont'd):				
Public and Private Revenues Offset with Appropriations (Cont'd):				
Division of Highway Traffic Safety - Click It or Ticket		$ 4,400.00	$ 4,400.00	
Total Miscellaneous Revenue	$ 651,882.61	8,200.48	749,541.95	$ 89,458.86
Receipts from Delinquent Taxes	292,000.00		338,082.20	46,082.20
Amount to be Raised for Support of Municipal Budget:				
Local Tax for Municipal Purposes Including Reserve for Uncollected Taxes	3,201,169.96		3,385,714.20	184,544.24
Budget Totals	4,688,487.57	8,200.48	5,016,773.35	320,085.30
Nonbudget Revenue			84,264.61	84,264.61
	$ 4,688,487.57	$ 8,200.48	$ 5,101,037.96	$ 404,349.91

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TOWNSHIP OF BOONTON
CURRENT FUND
STATEMENT OF REVENUE
YEAR ENDED DECEMBER 31, 2010
(continued)

Allocation of Current Tax Collections:		
Revenue from Collection of Current Taxes		$ 16,871,776.93
Allocated to:		
Local School District Taxes	$ 11,238,266.00	
County Taxes	2,450,740.28	
Municipal Open Space Taxes	290,291.46	
		13,979,297.74
Balance for Support of Municipal Budget		2,892,479.19
Add: Appropriation "Reserve for Uncollected Taxes"		493,235.01
Realized for Support of Municipal Budget		$ 3,385,714.20

Receipts from Delinquent Taxes:	
Tax Title Liens Collections	$ 35,115.17
Delinquent Tax Collections	302,967.03
	$ 338,082.20

TOWNSHIP OF BOONTON
CURRENT FUND
STATEMENT OF REVENUE
YEAR ENDED DECEMBER 31, 2010
(continued)

Analysis of Nonbudget Revenue:

Interest Earned on Investments and Deposits		$ 4,510.90
Miscellaneous Revenue Not Anticipated		
Interest on Assessments	$ 24,382.30	
Cable TV Franchise Fees	15,926.00	
Sale of Municipal Assets	7,500.00	
Sanitary Fees	4,430.00	
Planning/Zoning Board Fees	3,575.00	
Smoke Detectors Fees	3,350.00	
Division of Motor Vehicles	3,157.00	
Fuel Reimbursements	2,767.59	
Registrar Fees	2,332.00	
Void Checks	1,876.27	
Municipal Building Rent	1,746.00	
Food Licenses	1,020.00	
Police Fees	1,003.35	
Senior Citizens and Veterans 2% Administrative Fee	900.00	
Police Outside Duty Administrative Fees	882.50	
Library Aid	814.00	
Health Insurance Reimbursement	785.16	
Verizon Franchis Fee	660.77	
Duplicate Bills	561.00	
Bid Specifications	450.00	
NJ Sustainable Energy	300.00	
Other Miscellaneous	523.97	
200 Foot Lists	230.00	
Land Use	120.00	
Postage	118.27	
Copies - Clerk	97.05	
Cable TV Reimbursement	85.40	
Wayside Permits	50.00	
Tax Searches	20.00	
NSF Check Fee	10.00	
Blasting Fees	10.00	
Directories	5.00	
Raffle	5.00	
		79,693.63
Received in Current Fund:		84,204.53

TOWNSHIP OF BOONTON
CURRENT FUND
STATEMENT OF REVENUE
YEAR ENDED DECEMBER 31, 2010
(continued)

Analysis of Nonbudget Revenue (Cont'd):

Interest on Investments:		
Due from General Capital Fund	$ 60.66	
Due from Assessment Trust Fund	37.59	
Due from Animal Control Fund	0.08	
Due from Other Trust Funds	55.08	
Due from Payroll Accounts	6.67	
		$ 160.08
		$ 84,264.61

THE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS
ARE AN INTEGRAL PART OF THIS STATEMENT

TOWNSHIP OF BOONTON
CURRENT FUND
STATEMENT OF EXPENDITURES
YEAR ENDED DECEMBER 31, 2010

	Appropriations		Expended By		Unexpended Balance Cancelled
	Budget	Budget After Modification	Paid or Charged	Reserved	
GENERAL GOVERNMENT:					
General Administration:					
Salaries & Wages	$ 25,900.00	$ 25,900.00	$ 21,532.06	$ 4,367.94	
Other Expenses	5,000.00	5,000.00	4,444.77	555.23	
Human Resources:					
Other Expenses	5,000.00	2,000.00	925.00	1,075.00	
Mayor & Council:					
Other Expenses	4,000.00	4,000.00	3,521.88	478.12	
Municipal Clerk:					
Salaries & Wages	46,200.00	46,200.00	46,200.00		
Other Expenses	8,000.00	8,000.00	7,783.75	216.25	
Codification	5,000.00	5,000.00	4,719.86	280.14	
Financial Administration:					
Salaries & Wages	12,100.00	12,100.00	12,100.00		
Other Expenses	2,900.00	2,900.00	2,506.98	393.02	
Audit	13,500.00	13,500.00	13,500.00		
Tax Assessment Administration:					
Salaries & Wages	29,000.00	29,000.00	29,000.00		
Other Expenses	8,000.00	8,000.00	7,218.55	781.45	
Revenue Administration (Tax Collection):					
Salaries & Wages	31,100.00	31,200.00	31,192.44	7.56	
Other Expenses	4,950.00	4,850.00	2,990.19	1,859.81	
Computer:					
Salaries & Wages	10,300.00	10,300.00	10,300.00		
Other Expenses	10,000.00	10,000.00	9,489.52	510.48	
Legal Services and Costs:					
Other Expenses - Fees	72,000.00	72,000.00	67,183.91	4,816.09	

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TOWNSHIP OF BOONTON
CURRENT FUND
STATEMENT OF EXPENDITURES
YEAR ENDED DECEMBER 31, 2010
(Continued)

	Appropriations		Expended By		Unexpended Balance Cancelled
	Budget	Budget After Modification	Paid or Charged	Reserved	
GENERAL GOVERNMENT (continued):					
Historical Committee:					
Other Expenses	$ 2,000.00	$ 2,000.00	$ 2,000.00		
Environmental Committee:					
Other Expenses	600.00	600.00	280.00	$ 320.00	
Engineering Services:					
Other Expenses	35,000.00	35,000.00	18,520.00	16,480.00	
Building and Grounds:					
Salaries & Wages	17,700.00	17,700.00	11,027.48	6,672.52	
Other Expenses	24,000.00	27,000.00	24,641.97	2,358.03	
Municipal Land Use Law (N.J.S.A. 40A:55D-1):					
Planning Board:					
Salaries and Wages	35,400.00	35,400.00	35,302.05	97.95	
Other Expenses	25,150.00	25,150.00	22,729.58	2,420.42	
Insurance (P.L. 2003, C.92):					
Employee Group Insurance	215,280.00	215,280.00	198,661.00	16,619.00	
Workers' Compensation	34,736.00	34,736.00	34,736.00		
General Liability Insurance	73,112.00	73,112.00	72,736.41	375.59	
PUBLIC SAFETY :					
Aid to Volunteer Fire Companies:					
Other Expenses	36,000.00	36,000.00	35,731.88	268.12	
First Aid Organization Contribution (R.S. 40:5-2)	15,000.00	15,000.00	15,000.00		
Dispatch	15,600.00	15,600.00	15,288.29	311.71	
Uniform Fire Safety Act (P.L. 1983, Ch. 383):					
Fire Prevention Bureau:					
Salaries & Wages	3,800.00	3,800.00	2,894.83	905.17	

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TOWNSHIP OF BOONTON
CURRENT FUND
STATEMENT OF EXPENDITURES
YEAR ENDED DECEMBER 31, 2010
(Continued)

	Appropriations		Expended By		Unexpended Balance Cancelled
	Budget	Budget After Modification	Paid or Charged	Reserved	
PUBLIC SAFETY (continued):					
Uniform Fire Safety Act (P.L. 1983, Ch. 383) (Cont'd):					
Fire Prevention Bureau (Cont'd):					
Other Expenses	$ 3,325.00	$ 3,325.00	$ 2,143.00	$ 1,182.00	
Police:					
Salaries & Wages	1,292,160.72	1,312,160.72	1,291,399.82	20,760.90	
Other Expenses	41,800.00	41,800.00	40,724.01	1,075.99	
Office of Emergency Management:					
Salaries and Wages	3,000.00	2,500.00	2,395.68	104.32	
Other Expenses	2,850.00	2,850.00	2,850.00		
Municipal Court:					
Salaries & Wages	31,650.00	31,650.00	28,677.60	2,972.40	
Other Expenses	4,500.00	4,500.00	3,755.31	744.69	
Municipal Prosecutor:					
Other Expenses - Fees	6,500.00	6,500.00	6,500.00		
Public Defender:					
Other Expenses - Fees	3,000.00	3,000.00	3,000.00		
Public Employees Occupational Safety & Hazards Act	3,000.00	3,000.00		3,000.00	
STREETS AND ROADS:					
Road Repair and Maintenance:					
Salaries & Wages	5,200.00	5,200.00	5,200.00		
Other Expenses - Miscellaneous	108,000.00	108,000.00	101,433.58	6,566.42	
Snow Removal	342,740.00	307,740.00	221,630.93	86,109.07	
Vehicle Maintenance:					
Other Expenses	31,000.00	31,000.00	30,280.63	719.37	
Recycling:					
Salaries & Wages	7,300.00	7,300.00	7,300.00		

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TOWNSHIP OF BOONTON
CURRENT FUND
STATEMENT OF EXPENDITURES
YEAR ENDED DECEMBER 31, 2010
(Continued)

	Appropriations		Expended By		Unexpended
	Budget	Budget After Modification	Paid or Charged	Reserved	Balance Cancelled
STREETS AND ROADS (Cont'd):					
Recycling (Cont'd):					
Other Expenses	$ 46,000.00	$ 46,000.00	$ 46,000.00		
HEALTH AND WELFARE:					
Animal Control:					
Other Expenses	15,000.00	15,000.00	11,334.68	$ 3,665.32	
Board of Health:					
Salaries & Wages	19,950.00	19,950.00	19,950.00		
Other Expenses	9,000.00	9,500.00	9,269.77	230.23	
Contractual	25,000.00	25,000.00	23,767.21	1,232.79	
Administration of Public Assistance:					
Salaries & Wages	2,400.00	2,400.00	1,895.00	505.00	
Other Expenses	100.00	100.00		100.00	
RECREATION AND EDUCATION:					
Parks and Playgrounds:					
Salaries & Wages	6,600.00	6,600.00	6,600.00		
Other Expenses	1,000.00	1,000.00	313.51	686.49	
Celebration of Public Events:					
Other Expenses	500.00	500.00	152.00	348.00	
UNIFORM CONSTRUCTION CODE:					
Construction Code Official:					
Salaries & Wages	82,200.00	82,200.00	78,926.19	3,273.81	
Other Expenses	7,500.00	7,500.00	4,543.08	2,956.92	
Unclassified:					
Utilities:					
Electricity	18,000.00	18,000.00	17,054.78	945.22	

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TOWNSHIP OF BOONTON
CURRENT FUND
STATEMENT OF EXPENDITURES
YEAR ENDED DECEMBER 31, 2010
(Continued)

	Appropriations		Expended By		Unexpended Balance Cancelled
	Budget	Budget After Modification	Paid or Charged	Reserved	
Unclassified (Cont'd):					
Utilities (Cont'd):					
Telephone	$ 32,000.00	$ 32,000.00	$ 31,242.91	$ 757.09	
Water	1,000.00	1,000.00	1,000.00		
Gas	23,500.00	23,500.00	10,993.85	12,506.15	
Fuel Oil	8,000.00	8,000.00	2,524.30	5,475.70	
Sewerage Processing	500.00	500.00	314.66	185.34	
Gasoline	40,000.00	40,000.00	39,682.18	317.82	
Total Operations Within "CAPS"	3,050,603.72	3,035,603.72	2,817,013.08	218,590.64	
Contingent	6,000.00	6,000.00		6,000.00	
Total Operations Including Contingent Within "CAPS"	3,056,603.72	3,041,603.72	2,817,013.08	224,590.64	
Detail:					
Salaries & Wages	1,661,960.72	1,681,560.72	1,641,893.15	39,667.57	
Other Expenses	1,394,643.00	1,360,043.00	1,175,119.93	184,923.07	
Statutory Expenditures:					
Statutory Expenditures:					
Contribution to Social Security System (O.A.S.I.)	132,765.00	147,765.00	131,893.93	15,871.07	
Contribution to Public Employees Retirement System	32,971.00	32,971.00	32,971.00		
Contribution to Police and Fireman's System	257,167.00	257,167.00	257,167.00		
Unemployment Insurance	100.00	100.00		100.00	
Total Deferred Charges and Statutory Expenditures - Municipal Within "CAPS"	423,003.00	438,003.00	422,031.93	15,971.07	

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TOWNSHIP OF BOONTON
CURRENT FUND
STATEMENT OF EXPENDITURES
YEAR ENDED DECEMBER 31, 2010
(Continued)

	Appropriations		Expended By		Unexpended Balance Cancelled
	Budget	Budget After Modification	Paid or Charged	Reserved	
Total General Appropriations for Municipal Purposes Within "CAPS"	$3,479,606.72	$3,479,606.72	$3,239,045.01	$ 240,561.71	
Operations Excluded from "CAPS":					
911 Communication System	80,500.00	80,500.00	80,500.00		
Contribution to Public Employees Retirement System	4,657.00	4,657.00	4,657.00		
Stormwater Tier A General Permit (N.J.S.A 40A:4-45.3(cc)	14,000.00	14,000.00	8,707.00	5,293.00	
Group Insurance	28,980.00	28,980.00	28,980.00		
Shared Services Agreements:					
Chief Financial Officer Between Boonton Township & Kinnelon Borough	29,235.00	29,235.00	29,235.00		
State and Federal Programs Offset by Revenues:					
Drunk Driving Enforcement Fund (N.J.S.A 40A:4-87, +1,308.04)		1,308.04	1,308.04		
Body Armor (N.J.S.A 40A:4-87, +2,342.44)		2,342.44	2,342.44		
Municipal Alliance Program :					
State	7,533.00	7,533.00	7,533.00		
Township	1,883.25	1,883.25	1,883.25		
Police Donations (N.J.S.A 40A:4-87, +150.00)	200.00	350.00	350.00		
Over The Limit Under Arrest (N.J.S.A 40A:4-87, +4,400.00)		4,400.00	4,400.00		
Total Operations Excluded from "CAPS"	166,988.25	175,188.73	169,895.73	5,293.00	
Detail:					
Other Expenses	166,988.25	175,188.73	169,895.73	5,293.00	

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TOWNSHIP OF BOONTON
CURRENT FUND
STATEMENT OF EXPENDITURES
YEAR ENDED DECEMBER 31, 2010
(Continued)

	Appropriations		Expended By		Unexpended Balance Cancelled
	Budget	Budget After Modification	Paid or Charged	Reserved	
Capital Improvements - Excluded from "CAPS":					
Capital Improvement Fund	$ 170,000.00	$ 170,000.00	$ 170,000.00		
Total Capital Improvements - Excluded from "CAPS"	170,000.00	170,000.00	170,000.00		
Municipal Debt Service - Excluded from "CAPS":					
Payment of Bond Principal	150,000.00	150,000.00	150,000.00		
Payment of Bond Anticipation Notes	111,019.90	111,019.90	111,019.90		
Interest on Bonds	45,502.50	45,502.50	40,267.91		$ 5,234.59
Interest on Notes	69,724.19	69,724.19	69,710.63		13.56
Green Trust Loan Program:					
Loan Repayments for Principal and Interest	2,411.00	2,411.00	2,410.96		0.04
Total Municipal Debt Service - Excluded from "CAPS"	378,657.59	378,657.59	373,409.40		5,248.19
Total General Appropriations - Excluded from "CAPS"	715,645.84	723,846.32	713,305.13	$ 5,293.00	5,248.19
Subtotal General Appropriations	4,195,252.56	4,203,453.04	3,952,350.14	245,854.71	5,248.19
Reserve for Uncollected Taxes	493,235.01	493,235.01	493,235.01		
Total General Appropriations	$4,688,487.57	$4,696,688.05	$4,445,585.15	$ 245,854.71	$ 5,248.19
				A	

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TOWNSHIP OF BOONTON
CURRENT FUND
STATEMENT OF EXPENDITURES
YEAR ENDED DECEMBER 31, 2010
(Continued)

	Ref.	Analysis of Budget After Modification	Analysis of Paid or Charged
Adopted Budget		$ 4,688,487.57	
Added by N.J.S.A. 40A:4-87		8,200.48	
		$ 4,696,688.05	
Reserve for Uncollected Taxes			$ 493,235.01
Reserve for Encumbrances	A		73,197.46
Transfer to Appropriated Reserve			
Due to Federal and State Grant Fund			15,933.48
Local Matching Funds			1,883.25
Cash Disbursed			3,866,254.72
			4,450,503.92
Less: Appropriation Refunds			4,918.77
			$ 4,445,585.15

THE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS
ARE AN INTEGRAL PART OF THIS STATEMENT

TOWNSHIP OF BOONTON
COUNTY OF MORRIS
2010
TRUST FUNDS

TOWNSHIP OF BOONTON
COMPARATIVE BALANCE SHEET - TRUST FUNDS

	Ref.	December 31, 2010	December 31, 2009
ASSETS			
Assessment Trust Fund:			
Cash and Cash Equivalents	B-4	$ 111,472.64	$ 93,373.99
Assessments Receivable	B-7	740,621.42	816,157.70
		852,094.06	909,531.69
Animal Control Fund:			
Cash and Cash Equivalents:			
Treasurer	B-4	143.14	121.39
Collector	B-4A		163.44
		143.14	284.83
Other Trust Funds:			
Cash and Cash Equivalents	B-4	1,319,867.48	1,195,495.75
Change Fund		100.00	100.00
		1,319,967.48	1,195,595.75
TOTAL ASSETS		$ 2,172,204.68	$ 2,105,412.27

TOWNSHIP OF BOONTON
COMPARATIVE BALANCE SHEET - TRUST FUNDS

	Ref.	December 31, 2010	December 31, 2009
LIABILITIES, RESERVES AND FUND BALANCE			
Assessment Trust Fund:			
Assessment Serial Bonds	B-10	$ 750,000.00	
Assessment Bond Anticipation Notes	B-9		$ 805,067.00
Reserve for Assessments and Liens	B-11	100,571.58	102,056.47
Due to Current Fund	A	37.59	1,097.95
Fund Balance	B-1	1,484.89	1,310.27
		852,094.06	909,531.69
Animal Control Fund:			
Prepaid Dog License Fees			97.20
Due to State of New Jersey			8.60
Due to State of New Jersey - Prepaid Licenses			13.80
Due to Current Fund	A	0.08	42.79
Reserve for Animal Control Expenditures	B-6	143.06	122.44
		143.14	284.83
Other Trust Funds:			
Due to Current Fund	A	14,863.40	664.40
Escrow Deposits		199,017.47	225,936.77
Reserve for:			
Recreation		49,909.68	49,673.55
Tax Sale Premiums		11,300.00	17,900.00
Unemployment Insurance		42,205.78	41,162.56
Recycling		8,631.75	15,629.91
Law Enforcement Trust		4,232.65	3,467.53
Police Outside Duty		14,362.57	11,486.73
Housing Rehabilitation		25,699.22	25,622.42
Affordable Housing		259.41	258.63
Open Space Trust		944,112.10	798,526.04
Public Defender		1,370.78	1,278.50
Cash Bonds		3,792.06	3,780.72
Parking Offense Adjudication Act		210.61	207.99
		1,319,967.48	1,195,595.75
TOTAL LIABILITIES, RESERVES AND FUND BALANCE		$ 2,172,204.68	$ 2,105,412.27

THE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS
ARE AN INTEGRAL PART OF THIS STATEMENT

TOWNSHIP OF BOONTON
ASSESSMENT TRUST FUND
STATEMENT OF FUND BALANCE
YEAR ENDED DECEMBER 31, 2010

	Ref.		
Balance December 31, 2009	B	$	1,310.27
Increased by:			
Collection of Unpledged Assessments			1,484.89
			2,795.16
Decreased by:			
Realized as Anticipated Revenue in the Operating Fund Budget			1,310.27
Balance December 31, 2010	B	$	1,484.89

THE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS
ARE AN INTEGRAL PART OF THIS STATEMENT

TOWNSHIP OF BOONTON
ASSESSMENT TRUST FUND
STATEMENT OF REVENUE
YEAR ENDED DECEMBER 31, 2010

	Budget Revenue	Realized
Assessment Cash	$ 55,067.00	$ 55,067.00
	$ 55,067.00	$ 55,067.00

TOWNSHIP OF BOONTON
ASSESSMENT TRUST FUND
STATEMENT OF EXPENDITURES
YEAR ENDED DECEMBER 31, 2010

	Budget	Paid or Charged
Payment of Bond Anticipation Notes	$ 55,067.00	$ 55,067.00
	$ 55,067.00	$ 55,067.00

THE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS
ARE AN INTEGRAL PART OF THIS STATEMENT

TOWNSHIP OF BOONTON
COUNTY OF MORRIS
2010
GENERAL CAPITAL

TOWNSHIP OF BOONTON
GENERAL CAPITAL FUND
COMPARATIVE BALANCE SHEET

	Ref.	December 31, 2010	December 31, 2009
ASSETS			
Cash and Cash Equivalents	C-2	$ 242,996.55	$ 240,046.86
Grants Receivable:			
New Jersey Department of Transportation		126,906.25	
Deferred Charges to Future Taxation:			
Funded		2,160,193.54	153,545.30
Unfunded	C-4	428,000.00	2,698,019.90
TOTAL ASSETS		$ 2,958,096.34	$ 3,091,612.06
LIABILITIES, RESERVES AND FUND BALANCE			
Bond Anticipation Notes Payable	C-7	$ 428,000.00	$ 2,698,019.90
Serial Bonds Payable	C-8	2,159,000.00	150,000.00
Green Trust Loan Payable	C-9	1,193.54	3,545.30
Improvement Authorizations -			
Funded	C-5	59,853.53	9,305.62
Unfunded	C-5		44,909.89
Due to Current Fund	A	60.66	30.39
Capital Improvement Fund	C-6	180,517.79	147,192.79
Reserve for Encumbrances	C-5	88,303.19	38,608.17
Reserve for Preliminary Expenses - Powerville Dam		5,085.00	
Reserve for Preliminary Expenses - Rockaway Valley Road		14,725.00	
Fund Balance	C-1	21,357.63	
TOTAL LIABILITIES, RESERVES AND FUND BALANCE		$ 2,958,096.34	$ 3,091,612.06

THE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS
ARE AN INTEGRAL PART OF THIS STATEMENT

TOWNSHIP OF BOONTON
GENERAL CAPITAL FUND
STATEMENT OF FUND BALANCE

	Ref.		
Balance December 31, 2009	C		$ -0-
Increased by:			
Premiums on Serial Bonds		$ 32,052.01	
Canceled Improvement Authorization Ordinance No. 759		9,305.62	
			41,357.63
			41,357.63
Decreased by:			
Appropriated to Finance Improvement Authorizations Ordinance No. 782			20,000.00
Balance December 31, 2010	C		$ 21,357.63

THE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS
ARE AN INTEGRAL PART OF THIS STATEMENT

TOWNSHIP OF BOONTON
COUNTY OF MORRIS
2010
WATER UTILITY FUND

TOWNSHIP OF BOONTON
WATER UTILITY FUND
COMPARATIVE BALANCE SHEET

	Ref.	December 31, 2010	December 31, 2009
ASSETS			
Operating Fund:			
Cash and Cash Equivalents	D-4	$ 183,289.16	$ 211,451.18
Due from Water Utility Assessment Trust Fund	D	0.40	3.52
Due from Water Utility Capital Fund	D	8.79	23.03
		183,298.35	211,477.73
Receivables with Full Reserves:			
Consumer Accounts Receivable	D-6	46,566.99	13,959.10
Total Operating Fund		229,865.34	225,436.83
Assessment Trust Fund:			
Cash and Cash Equivalents	D-4	682.65	552.58
Assessments Receivable	D-7	10,759.21	11,441.46
Total Assessment Trust Fund		11,441.86	11,994.04
Capital Fund:			
Cash and Cash Equivalents	D-4	41,401.26	38,652.54
Fixed Capital	D-8	119,459.23	119,459.23
Total Capital Fund		160,860.49	158,111.77
TOTAL ASSETS		$ 402,167.69	$ 395,542.64

TOWNSHIP OF BOONTON
WATER UTILITY FUND
COMPARATIVE BALANCE SHEET
(Continued)

	Ref.	December 31, 2010	December 31, 2009
LIABILITIES, RESERVES AND FUND BALANCE			
Operating Fund:			
Liabilities:			
Appropriation Reserves:			
Unencumbered	D-3;D-10	$ 1,399.97	$ 57,458.98
Encumbered	D-3;D-10	58,615.35	1,621.70
		60,015.32	59,080.68
Accrued Interest on Bonds		978.54	
Accrued Interest on Notes			1,627.96
Prepaid Rents		0.07	1.52
		60,993.93	60,710.16
Reserve for Receivables	D	46,566.99	13,959.10
Fund Balance	D-1	122,304.42	150,767.57
Total Operating Fund		229,865.34	225,436.83
Assessment Trust Fund:			
Bond Anticipation Notes Payable	D-16		11,990.52
Due to Water Utility Operating Fund	D	0.40	3.52
Reserve for Assessments and Liens	D-17	10,759.21	
Fund Balance	D-1A	682.25	
Total Assessment Trust Fund		11,441.86	11,994.04
Capital Fund:			
Serial Bonds Payable	D-15	81,000.00	
Bond Anticipation Notes Payable	D-14		81,397.84
Due to Water Utility Operating Fund	D	8.79	23.03
Capital Improvement Fund	D-12	40,500.00	38,250.00
Reserve for Amortization	D-18	38,459.23	38,061.39
Fund Balance	D-1B	892.47	379.51
Total Capital Fund		160,860.49	158,111.77
TOTAL LIABILITIES, RESERVES AND FUND BALANCE		$ 402,167.69	$ 395,542.64

THE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS
ARE AN INTEGRAL PART OF THIS STATEMENT

TOWNSHIP OF BOONTON
WATER UTILITY OPERATING FUND
COMPARATIVE STATEMENT OF OPERATIONS AND CHANGE IN FUND BALANCE

	Ref.	Year Ended December 31, 2010	Year Ended December 31, 2009
Revenue and Other Income Realized			
Fund Balance Utilized		$ 113,701.76	$ 56,503.51
Rents		238,529.82	242,585.17
Miscellaneous Revenue		2,531.46	4,858.68
Water Capital Fund Balance		379.51	296.49
Other Credits to Income:			
Unexpended Balance of Appropriation Reserves		23,621.21	42,438.68
Total Income		378,763.76	346,682.53
Expenditures			
Budget Expenditures:			
Operating		270,400.00	223,400.00
Capital Improvements		4,500.00	4,500.00
Debt Service		2,683.69	3,376.41
Deferred Charges		11,441.46	
Statutory Expenditures:		4,500.00	4,100.00
Total Expenditures		293,525.15	235,376.41
Excess in Revenue		85,238.61	111,306.12
Fund Balance			
Balance January 1		150,767.57	95,964.96
		236,006.18	207,271.08
Decreased by:			
Utilized as Anticipated Revenue		113,701.76	56,503.51
Balance December 31	D	$ 122,304.42	$ 150,767.57

THE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS
ARE AN INTEGRAL PART OF THIS STATEMENT

TOWNSHIP OF BOONTON
WATER UTILITY ASSESSMENT TRUST FUND
STATEMENT OF FUND BALANCE
YEAR ENDED DECEMBER 31, 2010

	Ref.		
Increased by:			
Collection of Unpledged Assessments		$	682.25
Balance December 31, 2010	D	$	682.25

THE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS
ARE AN INTEGRAL PART OF THIS STATEMENT

TOWNSHIP OF BOONTON
WATER UTILITY CAPITAL FUND
STATEMENT OF FUND BALANCE

	Ref.		
Balance December 31, 2009		$	379.51
Increased by:			
Premiums on Serial Bonds			892.47
			1,271.98
Decreased by:			
Realized as Anticipated Revenue in the Operating Fund Budget			379.51
Balance December 31, 2010	D	$	892.47

THE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS
ARE AN INTEGRAL PART OF THIS STATEMENT

TOWNSHIP OF BOONTON
WATER UTILITY OPERATING FUND
STATEMENT OF REVENUE
YEAR ENDED DECEMBER 31, 2010

	Anticipated	Realized	Excess or Deficit *
Operating Fund Balance Anticipated	$ 113,701.76	$ 113,701.76	
Water Rents	178,700.00	238,529.82	$ 59,829.82
Miscellaneous Revenue	1,000.00	2,531.46	1,531.46
Water Capital Fund Balance	379.51	379.51	
	$ 293,781.27	$ 355,142.55	$ 61,361.28

Analysis of Realized Revenue

Rents:	
Collections	$ 238,528.30
Prepaid Rents Applied	1.52
	$ 238,529.82

Miscellaneous Revenue:	
Interest on Investments	911.65
Interest on Delinquencies	1,301.74
Interest on Assessments	308.88
Due from Water Utility Assessment Trust Fund	0.40
Due from Water Utility Capital Fund	8.79
	$ 2,531.46

THE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS
ARE AN INTEGRAL PART OF THIS STATEMENT

TOWNSHIP OF BOONTON
WATER UTILITY ASSESSMENT TRUST FUND
STATEMENT OF REVENUE
YEAR ENDED DECEMBER 31, 2010

	Budget Revenue	Realized	Excess/ Deficit*
Assessment Cash	$ 549.06	$ 549.06	
Deficit Water Utility Budget	11,441.46	11,441.46	
	$ 11,990.52	$ 11,990.52	$ -0-

THE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS
ARE AN INTEGRAL PART OF THIS STATEMENT

TOWNSHIP OF BOONTON
WATER UTILITY OPERATING FUND
STATEMENT OF EXPENDITURES
FOR THE YEAR ENDED DECEMBER 31, 2010

	Appropriations		Expended by		
	Budget	Budget After Modification	Paid or Charged	Reserved	Unexpended Balance Cancelled
Operating:					
Salaries and Wages	$ 30,400.00	$ 30,400.00	$ 29,137.71	$ 1,262.29	
Other Expenses	240,000.00	240,000.00	185,067.92	54,932.08	
Capital Improvements:					
Capital Improvement Fund	2,250.00	2,250.00	2,250.00		
Capital Outlay	2,250.00	2,250.00		2,250.00	
Debt Service:					
Payment of Bond Anticipation Notes	600.00	600.00	397.84		$ 202.16
Interest on Bonds	2,100.00	2,100.00	2,046.04		53.96
Interest on Notes	239.81	239.81	239.81		
Deferred Charges:					
Deficit in Water Utility Trust Assessment Fund	11,441.46	11,441.46	11,441.46		
Statutory Expenditures:					
Contribution to:					
Public Employees' Retirement System	2,100.00	2,100.00	2,100.00		
Social Security System (O.A.S.I.)	2,400.00	2,400.00	2,229.02	170.98	
	$ 293,781.27	$ 293,781.27	$ 234,909.80	$ 58,615.35	$ 256.12
Ref.				D	

Analysis of Paid or Charged

	Ref.	
Cash Disbursed		$ 231,223.98
Accrued Interest on Bonds		2,046.04
Accrued Interest on Notes		239.81
Encumbered	D	1,399.97
		$ 234,909.80

THE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS
ARE AN INTEGRAL PART OF THIS STATEMENT

TOWNSHIP OF BOONTON
WATER UTILITY ASSESSMENT TRUST FUND
STATEMENT OF EXPENDITURES
YEAR ENDED DECEMBER 31, 2010

	Budget	Paid or Charged	Unexpended Balance Cancelled
Payment of Bond Anticipation Notes	$ 11,990.52	$ 11,990.52	
	$ 11,990.52	$ 11,990.52	$ -0-

THE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS
ARE AN INTEGRAL PART OF THIS STATEMENT

TOWNSHIP OF BOONTON
COUNTY OF MORRIS
2010
SEWER UTILITY FUND

TOWNSHIP OF BOONTON
SEWER UTILITY FUND
COMPARATIVE BALANCE SHEET

	Ref.	December 31, 2010	December 31, 2009
ASSETS			
Operating Fund:			
Cash and Cash Equivalents	E-4	$ 155,086.35	$ 113,892.97
Due from Sewer Utility Assessment Fund	E	12.91	3,037.35
Due from Sewer Utility Capital Fund	E	5,157.50	5,170.24
		160,256.76	122,100.56
Receivables with Full Reserve:			
Consumer Accounts Receivable	E-6	21,898.03	13,289.09
Total Operating Fund		182,154.79	135,389.65
Assessment Fund:			
Cash and Cash Equivalents	E-4	25,579.52	46,834.41
Assessment Receivable	E-7	201,563.96	214,671.90
Total Assessment Fund		227,143.48	261,506.31
Capital Fund:			
Cash and Cash Equivalents	E-4	49,359.70	42,296.68
Fixed Capital	E-8	324,406.74	324,406.74
Total Capital Fund		373,766.44	366,703.42
TOTAL ASSETS		$ 783,064.71	$ 763,599.38

TOWNSHIP OF BOONTON
SEWER UTILITY FUND
COMPARATIVE BALANCE SHEET

	Ref.	December 31, 2010	December 31, 2009
LIABILITIES, RESERVES AND FUND BALANCE			
Operating Fund:			
Appropriation Reserves:			
Encumbered	E-3;E-10	$ 5,476.80	$ 1,063.56
Unencumbered	E-3;E-10	69,573.62	34,870.11
		75,050.42	35,933.67
Prepaid Rents		387.90	92.48
Accrued Interest on Bonds		2,124.38	
Accrued Interest on Notes			3,621.53
		77,562.70	39,647.68
Reserve for Receivables	E	21,898.03	13,289.09
Fund Balance	E-1	82,694.06	82,452.88
Total Operating Fund		182,154.79	135,389.65
Assessment Fund:			
Serial Bonds Payable	E-16	180,000.00	
Bond Anticipation Notes Payable	E-15		192,862.74
Due to Sewer Utility Operating Fund	E	12.91	3,037.35
Reserve for Assessments Receivable	E-11	42,964.87	47,130.57
Fund Balance	E-1A	4,165.70	18,475.65
Total Assessment Fund		227,143.48	261,506.31
Capital Fund:			
Due to Sewer Utility Operating Fund	E	5,157.50	5,170.24
Capital Improvement Fund	E-13	47,989.69	41,989.69
Reserve for Amortization	E-14	318,635.98	318,635.98
Fund Balance	E-1B	1,983.27	907.51
Total Capital Fund		373,766.44	366,703.42
TOTAL LIABILITIES, RESERVES AND FUND BALANCE		$ 783,064.71	$ 763,599.38

THE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS
ARE AN INTEGRAL PART OF THIS STATEMENT

TOWNSHIP OF BOONTON
SEWER UTILITY OPERATING FUND
COMPARATIVE STATEMENT OF OPERATIONS AND CHANGE IN FUND BALANCE

	Ref.	Year Ended December 31, 2010	Year Ended December 31, 2009
Revenue and Other Income Realized			
Fund Balance Anticipated		$ 40,716.84	$ 17,380.96
Sewer Service Charges		162,494.71	172,523.74
Sewer Utility Fund: Assessment Trust Surplus		18,475.65	938.30
Sewer Utility Fund: Capital Surplus		907.51	680.74
Miscellaneous Revenue		7,944.54	9,165.55
Other Credits to Income:			
Unexpended Balance of Appropriation Reserves		31,596.37	18,189.77
Total Income		262,135.62	218,879.06
Expenditures			
Budget Expenditures:			
Operating		202,200.00	167,700.00
Capital Improvements		10,000.00	10,000.00
Debt Service		4,677.60	4,024.06
Statutory Expenditures		4,300.00	3,900.00
Total Expenditures		221,177.60	185,624.06
Excess in Revenue		40,958.02	33,255.00
Fund Balance			
Balance January 1		82,452.88	66,578.84
		123,410.90	99,833.84
Decreased by:			
Utilized as Anticipated Revenue		40,716.84	17,380.96
Balance December 31	E	$ 82,694.06	$ 82,452.88

THE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS
ARE AN INTEGRAL PART OF THIS STATEMENT

TOWNSHIP OF BOONTON
SEWER UTILITY ASSESSMENT TRUST FUND
STATEMENT OF ASSESSMENT FUND BALANCE

	Ref.	
Balance December 31, 2009	E	$ 18,475.65
Increased by:		
Collection of Unpledged Assessments		4,165.70
		22,641.35
Decreased by:		
Anticipated as Revenue in Sewer Utility Operating Fund		18,475.65
Balance December 31, 2010	E	$ 4,165.70

THE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS
ARE AN INTEGRAL PART OF THIS STATEMENT

TOWNSHIP OF BOONTON
SEWER UTILITY CAPITAL FUND
STATEMENT OF SEWER CAPITAL FUND BALANCE

	Ref.	
Balance December 31, 2009	E	$ 907.51
Increased by:		
Premiums on Serial Bonds		1,983.27
		2,890.78
Decreased by:		
Realized as Anticipated Revenue in Operating Fund		907.51
Balance December 31, 2010	E	$ 1,983.27

THE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS
ARE AN INTEGRAL PART OF THIS STATEMENT

TOWNSHIP OF BOONTON
SEWER UTILITY OPERATING FUND
STATEMENT OF REVENUE
FOR THE YEAR ENDED DECEMBER 31, 2010

	Anticipated	Realized	Excess or Deficit *
Fund Balance Anticipated	$ 40,716.84	$ 40,716.84	
Sewer Service Charges	161,500.00	162,494.71	$ 994.71
Sewer Utility Fund: Assessment Trust Surplus	907.51	907.51	
Sewer Utility Fund: Capital Surplus	18,475.65	18,475.65	
Miscellaneous Revenue	3,500.00	7,944.54	4,444.54
	$ 225,100.00	$ 230,539.25	$ 5,439.25

Analysis of Realized Revenue:

Rents:	
Collections	$ 162,402.23
Prepaid Rents Applied	92.48
	$ 162,494.71
Miscellaneous:	
Treasurer:	
Interest on Investments	$ 461.61
Interest on Delinquencies	1,166.53
Interest on Assessments	6,303.49
Due From Sewer Utility Assessment Trust Fund - Interest Earned	12.91
	$ 7,944.54

THE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS
ARE AN INTEGRAL PART OF THIS STATEMENT

TOWNSHIP OF BOONTON
SEWER UTILITY ASSESSMENT TRUST FUND
STATEMENT OF REVENUE
YEAR ENDED DECEMBER 31, 2010

	Budget Revenue	Realized	Excess/ Deficit*
Assessment Cash	$ 12,862.74	$ 12,862.74	
	$ 12,862.74	$ 12,862.74	$ -0-

THE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS
ARE AN INTEGRAL PART OF THIS STATEMENT

TOWNSHIP OF BOONTON
SEWER UTILITY OPERATING FUND
STATEMENT OF EXPENDITURES
FOR THE YEAR ENDED DECEMBER 31, 2010

	Appropriations		Expended By		
	Budget	Budget After Modification	Paid or Charged	Reserved	Unexpended Balance Canceled
Operating:					
Salaries and Wages	$ 27,700.00	$ 27,700.00	$ 26,300.20	$ 1,399.80	
Other Expenses	174,500.00	174,500.00	110,514.22	63,985.78	
Capital Improvements:					
Capital Improvement Fund	6,000.00	6,000.00	6,000.00		
Capital Outlay	4,000.00	4,000.00		4,000.00	
Debt Service:					
Interest on Bonds	4,700.00	4,700.00	4,441.88		$ 258.12
Interest on Notes	3,900.00	3,900.00	235.72		3,664.28
Statutory Expenditures:					
Contribution to:					
Public Employees' Retirement System	2,100.00	2,100.00	2,100.00		
Social Security System (O.A.S.I.)	2,200.00	2,200.00	2,011.96	188.04	
	$ 225,100.00	$ 225,100.00	$ 151,603.98	$ 69,573.62	$ 3,922.40
Ref.				E	

Analysis of Paid or Charged		
Cash Disbursed		$ 141,449.58
Accrued Interest on Notes		235.72
Accrued Interest on Bonds		4,441.88
Encumbered	E	5,476.80
		$ 151,603.98

THE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT

TOWNSHIP OF BOONTON
SEWER UTILITY ASSESSMENT TRUST FUND
STATEMENT OF EXPENDITURES
YEAR ENDED DECEMBER 31, 2010

	Budget	Paid or Charged	Unexpended Balance Cancelled
Payment of Bond Anticipation Notes	$ 12,862.74	$ 12,862.74	
	$ 12,862.74	$ 12,862.74	$ -0-

THE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS
ARE AN INTEGRAL PART OF THIS STATEMENT

TOWNSHIP OF BOONTON
COUNTY OF MORRIS
2010
PUBLIC ASSISTANCE FUND

BOONTON TOWNSHIP
PUBLIC ASSISTANCE FUND
COMPARATIVE BALANCE SHEET

	Ref.	December 31, 2010	December 31, 2009
ASSETS			
Cash and Cash Equivalents	F-1	$ 26,070.65	$ 32,341.12
TOTAL ASSETS		$ 26,070.65	$ 32,341.12
RESERVES			
Reserve for:			
Public Assistance Trust Fund I		$ 21,927.97	$ 21,927.97
Public Assistance Trust Fund II		4,142.68	10,413.15
TOTAL RESERVES		$ 26,070.65	$ 32,341.12

THE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS
ARE AN INTEGRAL PART OF THIS STATEMENT

TOWNSHIP OF BOONTON
COUNTY OF MORRIS
2010
GENERAL FIXED ASSETS ACCOUNT GROUP

TOWNSHIP OF BOONTON
GENERAL FIXED ASSETS ACCOUNT GROUP
COMPARATIVE BALANCE SHEET

	December 31,	
	2010	Restated 2009
ASSETS		
Land	$ 7,036,400.00	$ 7,036,400.00
Buildings and Improvements	1,035,396.88	1,023,218.57
Equipment and Vehicles	1,706,212.97	1,706,212.97
TOTAL ASSETS	$ 9,778,009.85	$ 9,765,831.54
RESERVES		
Reserve for Fixed Assets	$ 9,778,009.85	$ 9,765,831.54
TOTAL RESERVES	$ 9,778,009.85	$ 9,765,831.54

THE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS
ARE AN INTEGRAL PART OF THIS STATEMENT

TOWNSHIP OF BOONTON
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2010

Note 1: Summary of Significant Accounting Policies

A. Reporting Entity

Except as noted below, the financial statements of the Township of Boonton include every board, body, officer or commission supported and maintained wholly or in part by funds appropriated by the Township of Boonton, as required by N.J.S. 40A:5-5. Accordingly, the financial statements of the Township of Boonton do not include the operations of the volunteer fire and first aid squads.

Governmental Accounting Standards Board publication Codification of Government Accounting and Financial Reporting Standards, Section 2100 "Defining the Financial Reporting Entity" establishes standards to determine whether a governmental component unit should be included in the financial reporting entity. The basic criterion for inclusion or exclusion from the financial reporting entity is the exercise of oversight responsibility over agencies, boards and commissions by the primary government. The exercise of oversight responsibility includes financial interdependency, selection of governing authority, designation of management, ability to significantly influence operations, and accountability for fiscal matters. In addition, certain legally separate tax-exempt entities that meet specific criteria (i.e., benefit of economic resources, access/entitlement to resources and significance) should be included in the financial reporting entities. As the financial reporting entity was established in accordance with New Jersey statutes, the requirements of Government Accounting and Financial Reporting Standards, Section 2100 were not followed and, accordingly, the reporting entity could be different from accounting principles generally accepted in the United States of America.

B. Description of Funds

The accounting policies of the Township of Boonton conform to the accounting principles applicable to municipalities which have been prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey (the "Division"). Such principles and practices are designed primarily for determining compliance with legal provisions and budgetary restrictions and as a means of reporting on the stewardship of public officials with respect to public funds. Under this method of accounting, the Township of Boonton accounts for its financial transactions through the following separate funds:

Current Fund - Resources and expenditures for governmental operations of a general nature, including federal and state grant funds.

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

Assessment Trust Fund - Resources and expenditures for payment of Assessment Trust Fund debt.

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

Water Utility Operating, Assessment Trust and Capital Funds - Account for the operations, resources and expenditures for payment of assessment debt and acquisition of capital facilities of the municipally owned water utility.

TOWNSHIP OF BOONTON
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2010
(Continued)

Note 1: Summary of Significant Accounting Policies (Cont'd)

B. Description of Funds (Cont'd)

Sewer Utility Operating, Assessment Trust and Capital Funds - Account for the operations, resources and expenditures for payment of assessment debt and acquisition of capital facilities of the municipally owned sewer utility.

Public Assistance Fund - Receipt and disbursement of funds that provide assistance to certain residents of the Township pursuant to Title 44 of New Jersey statutes.

General Fixed Assets Account Group- These accounts were established with estimated values of land, building and certain fixed assets of the Township as discussed in Note 1E.

C. Basis of Accounting

Basis of accounting refers to when revenue and expenditures or expenses are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied.

The accounting policies of the Township of Boonton conform to the accounting principles applicable to municipalities which have been prescribed by the Division which differ in certain respects from accounting principles generally accepted in the United States of America applicable to local governmental units. The more significant policies in New Jersey follow.

Revenue is recorded when received in cash except for certain amounts which may be due from the State of New Jersey. Grant revenue is realized in the Operating and Trust Funds on the cash basis, and in the capital funds when improvements are authorized. The amounts recorded as property taxes and consumer accounts receivable have not been included in revenue. Amounts that are due to the municipality which are susceptible of accrual are recorded as receivables with offsetting reserves in the Current Fund.

Expenditures are charged to operations based on budgeted amounts. Exceptions to this general rule include:

1. Accumulated unpaid vacation, sick pay and other employee amounts are not accrued.

2. Prepaid expenses, such as insurance premiums applicable to subsequent periods, are charged to current budget appropriations in total.

3. Principal and interest on long-term debt are recognized when due.

TOWNSHIP OF BOONTON
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2010
(Continued)

Note 1: Summary of Significant Accounting Policies (Continued)

C. Basis of Accounting (Continued)

Expenditures, if any, in excess of appropriations, appropriation reserves or ordinances become deferred charges which must be raised by future taxes. Outstanding encumbrances at December 31 are reported as a cash liability in the financial statements and constitute part of the statutory appropriation reserve balance. Appropriation reserves covering unexpended appropriation balances are automatically created at December 31 of each year and recorded as liabilities, except for amounts which may be cancelled by the governing body. Appropriation reserves are available, until lapsed at the close of the succeeding year, to meet specific claims, commitments or contracts incurred during the preceding fiscal year. Lapsed appropriation reserves are recorded as income.

Had the Township's financial statements been prepared under accounting principles generally accepted in the United States of America, encumbrances would not be considered as expenditures; appropriation reserves would not be recorded; revenue susceptible to accrual would have been reflected without offsetting reserves; federal and state grants and assistance would be recognized when earned, not when awarded or budgeted; inventories would not be reflected as expenditures at the time of purchase; and fixed assets purchased by the Utility Capital Funds would be depreciated.

The cash basis of accounting is followed in the Trust Funds.

D. Deferred Charges to Future Taxation

The Capital Fund balance sheet includes both funded and unfunded deferred charges. Funded means that bonds have been issued and are being paid off on a serial basis. Unfunded means the debt has been authorized but not permanently financed. A municipality can eliminate an unfunded deferred charge by raising it in the budget, or collecting a grant. The unfunded deferred charge may also be funded by selling bonds, by loans or by capital lease purchase agreements.

E. Other significant accounting policies include:

Management Estimates – The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

Cash and cash equivalents – Amounts include petty cash, change funds, amounts on deposit, and short-term investments with original maturities of three months or less.

Investments – Investments are stated at cost or amortized cost, which approximates market.

Grants Receivable – Grants receivable represent total grant awarded less amounts collected to date. Because the amount of grant funds to be collected are dependent on the total costs eligible for reimbursement, the actual amount collected may be less than the total amounts awarded.

TOWNSHIP OF BOONTON
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2010
(Continued)

Note 1: Summary of Significant Accounting Policies (Cont'd)

E. Other significant accounting policies include (Cont'd):

Allowance for Uncollectible Accounts – No allowance for uncollectible accounts has been recorded as all amounts are considered collectible.

Compensated Absences – Expenditures relating to unused vested accumulated vacation and sick pay are not recorded until paid.

Foreclosed Property - Foreclosed property is recorded in the Current Fund at the assessed valuation when such property was acquired and is fully reserved.

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

Inventories of Supplies - The cost of inventories of supplies are recorded as expenditures at the time individual items are purchased. The cost of inventories are not included on the various balance sheets.

General Fixed Assets Account Group- General fixed assets are recorded at historical cost or estimated historical cost. Infrastructure assets are not included in general fixed assets, as per state directive. Major renewals and betterments are charged to the asset accounts; maintenance and minor repairs and replacements, which do not improve or extend the lives of the respective assets, are expensed currently. Donated fixed assets are valued at their fair market value on the date donated. No depreciation has been provided on general fixed assets. The total value recorded for general fixed assets is offset by a "Reserve for General Fixed Assets." When properties are retired or otherwise disposed of, the asset and the reserve are adjusted accordingly. Assets recorded in the General Fixed Assets Account Group may also be recorded in the Current Fund, General Capital Fund, Water Utility Fund and Sewer Utility Fund. The values recorded in the General Fixed Assets Account Group and the Current, General Capital, Water Utility Fund and Sewer Utility Fund may not always agree due to differences in valuation methods, timing of recognition of assets, and the recognition of infrastructures. Capital assets are reviewed for impairment.

Property and equipment purchased by the Water Utility Fund and Sewer Utility Fund, are recorded in the capital accounts at cost and are not adjusted for dispositions and abandonments. The amounts shown do not purport to represent replacement 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 Funds represent charges to operations for the cost of acquisition of property, equipment and improvements. The utilities do not record depreciation on fixed assets.

TOWNSHIP OF BOONTON
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2010
(Continued)

Note 1: Summary of Significant Accounting Policies (Cont'd)

F. Budget/Budgetary Controls

Annual appropriated budgets are prepared in the 1st quarter for the Current, Assessment, Open Space and Utility Operating Funds. The budgets are submitted to the governing body and the Division of Local Government Services. Budgets are prepared using the cash basis of accounting. The legal level of budgetary control is established at the line item accounts within each fund. Line item accounts are defined as the lowest (most specific) level of detail as established pursuant to the flexible chart of accounts referenced in N.J.S.A. 40A. All budget amendments/transfers much be approved by the Township during the year.

Note 2: Long-Term Debt

The Local Bond Law governs the issuance of bond to finance general Township capital expenditures. All bonds are retired in serial installments within the statutory period of usefulness. All bonds issued by the Township are general obligation bonds. The Township's full faith and credit and taxing power has been pledged to the payment of the general obligation debt principal and interest.

Summary of Municipal Debt

	December 31,		
	2010	2009	2008
Issued			
General:			
Bonds and Notes	$ 2,587,000.00	$ 2,848,019.90	$ 3,095,869.90
Green Trust Loan	1,193.54	3,545.30	5,850.73
Assessment:			
Bonds and Notes	750,000.00	805,067.00	890,302.30
Water Utility:			
Bonds and Notes - Capital	81,000.00	81,397.84	82,897.84
Water Assessment		11,990.52	16,931.00
Sewer Utility:			
Bonds and Notes - Capital	180,000.00		
Sewer Assessment		192,862.74	210,012.96
Total Issued	3,599,193.54	3,942,883.30	4,301,864.73
Authorized but not Issued:			
General - Bonds, Notes and Loans			1,408,750.00
Sewer Utility - Bonds and Notes	5,770.76	5,770.76	5,770.76
Total Authorized but not Issued	5,770.76	5,770.76	1,414,520.76
Less:			
Funds Temporarily Held to Pay Bonds & Notes:			
Assessment Trust Cash	109,950.16	90,965.77	85,943.18
Total Deductions	109,950.16	1,608,071.77	3,360,649.18
Net Bonds, Notes and Loans Issued and Authorized but not Issued	$ 3,495,014.14	$ 2,340,582.29	$ 2,355,736.31

TOWNSHIP OF BOONTON
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2010
(Continued)

Note 2: Long-Term Debt (Cont'd)

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 .304%.

	Gross Debt	Deductions	Net Debt
School Debt	$ 2,278,000.00	$ 2,278,000.00	
Water Utility Debt	81,000.00	81,000.00	
Sewer Utility Debt	185,770.76	185,770.76	
General Debt	3,338,193.54	109,950.16	$ 3,228,243.38
	$ 5,882,964.30	$ 2,654,720.92	$ 3,228,243.38

Net Debt $3,228,243.38 divided by Equalized Valuation Basis per N.J.S. 40A:2-2 as amended, $1,063,277,549.67 = .304%.

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

3-1/2% Average Equalized Valuation of Real Property	$ 37,214,714.24
Net Debt	3,228,243.38
Remaining Borrowing Power	$ 33,986,470.86

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

Cash Receipts from Fees, Rents or Other Charges for Year		$ 355,142.55
Deductions:		
Operating and Maintenance Costs	$ 274,900.00	
Debt Service	2,683.69	
		277,583.69
Excess in Revenue		$ 77,558.86

TOWNSHIP OF BOONTON
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2010
(Continued)

Note 2: Long-Term Debt (Cont'd)

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

Cash Receipts from Fees, Rents or Other Charges for Year		$ 230,539.25
Deductions:		
Operating and Maintenance Costs	$ 206,500.00	
Debt Service	4,677.60	
		211,177.60
Excess in Revenue		$ 19,361.65

Footnote: If there is an "excess in revenue", all such utility debt is deductible. If there is a "deficit", then utility debt is not deductible to the extent of 20 times such deficit amount.

The foregoing debt information is in agreement with the Revised Annual Debt Statement filed by the Chief Financial Officer.

Summary of Municipal Debt Issued and Outstanding - Prior Year

Fund	Balance 12/31/08	Additions	Retirements	Balance 12/31/09
Serial Bonds:				
General Capital	$ 300,000.00		$ 150,000.00	$ 150,000.00
Bond Anticipation Notes:				
General Capital	2,795,869.90	$2,698,019.90	2,795,869.90	2,698,019.90
Assessment Trust Fund	890,302.30	805,067.00	890,302.30	805,067.00
Water Utility:				
Assessment Trust	16,931.00	11,990.52	16,931.00	11,990.52
Capital Fund	82,897.84	81,397.84	82,897.84	81,397.84
Sewer Utility:				
Assessment Trust	210,012.96	192,862.74	210,012.96	192,862.74
Loans Payable:				
General Capital				
Green Trust Loan Payable	5,850.73		2,305.43	3,545.30
	$4,301,864.73	$3,789,338.00	$4,148,319.43	$3,942,883.30

TOWNSHIP OF BOONTON
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2010
(Continued)

Note 2: Long-Term Debt (Cont'd)

Summary of Municipal Debt Issued and Outstanding - Current Year

Fund	Balance 12/31/09	Additions	Retirements	Balance 12/31/10
Serial Bonds:				
General Capital	$ 150,000.00	$2,159,000.00	$ 150,000.00	$2,159,000.00
Assessment Trust Fund		750,000.00		750,000.00
Water Utility Capital		81,000.00		81,000.00
Sewer Utility Assessment Trust		180,000.00		180,000.00
Bond Anticipation Notes:				
General Capital	2,698,019.90	523,000.00	2,793,019.90	428,000.00
Assessment Trust Fund	805,067.00		805,067.00	
Water Utility:				
Assessment Trust	11,990.52		11,990.52	
Capital Fund	81,397.84		81,397.84	
Sewer Utility:				
Assessment Trust	192,862.74		192,862.74	
Loans Payable:				
General Capital:				
Green Trust Loan Payable	3,545.30		2,351.76	1,193.54
	$3,942,883.30	$3,693,000.00	$4,036,689.76	$3,599,193.54

The Township's debt issued and outstanding on December 31, 2010, is described as follows:

General Capital Bond Anticipation Notes

Final Maturity	Rate	Amount
09/27/11	1.25%	$ 428,000.00

General Capital Serial Bonds

Final Maturity	Rate	Amount
01/15/20	2.00%- 3.50%	$ 2,159,000.00

Green Trust Loan Payable

Final Maturity	Rate	Amount
05/16/11	2.00%	$ 1,193.54

TOWNSHIP OF BOONTON
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2010
(Continued)

Note 2: Long-Term Debt (Cont'd)

Assessment Trust Serial Bonds

Final Maturity	Rate	Amount
01/15/20	2.00%- 3.50%	$ 750,000.00

Water Utility Serial Bonds

Final Maturity	Rate	Amount
01/15/20	2.00%- 3.50%	$ 81,000.00

Sewer Utility Assessment Trust Serial Bonds

Final Maturity	Rate	Amount
01/15/20	2.00%- 3.50%	$ 180,000.00
Total Debt Issued and Outstanding		$ 3,599,193.54

Schedule of Annual Debt Service for Principal and Interest for the Next Five Years
And Thereafter for Bonded Debt Issued and Outstanding

	General			Open Space Trust			Assessment Trust Fund		
Year	Principal	Interest	Total	Principal	Interest	Total	Principal	Interest	Total
2011	$ 57,000	$ 16,368	$ 73,368	$ 143,000	$ 37,875	$ 180,875	$ 75,000	$ 18,563	$ 93,563
2012	57,000	15,228	72,228	143,000	35,015	178,015	75,000	17,063	92,063
2013	58,000	14,078	72,078	147,000	32,115	179,115	75,000	15,563	90,563
2014	60,000	12,898	72,898	149,000	29,155	178,155	75,000	14,063	89,063
2015	63,000	11,668	74,668	151,000	26,155	177,155	75,000	12,563	87,563
2016-2020	349,000	29,679	378,679	782,000	64,809	846,809	375,000	31,032	406,032
	$ 644,000	$ 99,919	$ 743,919	$ 1,515,000	$ 225,124	$ 1,740,124	$ 750,000	$ 108,847	$ 858,847

TOWNSHIP OF BOONTON
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2010
(Continued)

Note 2: Long-Term Debt (Cont'd)

	Water Utility Capital			Sewer Utility Assessment			Total		
Year	Principal	Interest	Total	Principal	Interest	Total	Principal	Interest	Total
2011	$ 7,000	$ 2,065	$ 9,065	$ 18,000	$ 4,455	$ 22,455	$ 300,000	$ 41,451	$ 341,451
2012	7,000	1,925	8,925	18,000	4,095	22,095	300,000	38,311	338,311
2013	7,000	1,785	8,785	18,000	3,735	21,735	305,000	35,161	340,161
2014	8,000	1,635	9,635	18,000	3,375	21,375	310,000	31,971	341,971
2015	8,000	1,475	9,475	18,000	3,015	21,015	315,000	28,721	343,721
2016-2020	44,000	3,823	47,823	90,000	7,448	97,448	1,640,000	71,982	1,711,982
	$ 81,000	$ 12,708	$ 93,708	$ 180,000	$ 26,123	$ 206,123	$ 3,170,000	$ 247,597	$ 3,417,597

The Open Space debt service is expected to be paid by the Open Space Trust Fund. The principal due on the Assessment Trust and Sewer Utility Assessment Funds debt service is expected to be paid with Assessment Cash from the respective funds.

Green Trust Loan

The Township entered into a loan agreement with the State of New Jersey for the acquisition of land. Funds for the project have been provided under the Green Trust Local Assistance Program. The loan, in the amount of $38,772.00, is repayable over a twenty year period at a rate of interest not to exceed 2%. Drawdown of the loan was initiated in 1991.

Schedule of Annual Debt Service for Principal and Interest for the Next Year for Loans Issued and Outstanding

Calendar	Green Trust Loan Payable		
Year	Principal	Interest	Total
2011	$ 1,193.54	$ 11.94	$ 1,205.48
	$ 1,193.54	$ 11.94	$ 1,205.48

Note 3: Fund Balances Appropriated

The amount of fund balances at December 31, 2010, which are included in the Current Fund, Water Utility Fund and Sewer Utility Fund budgets for the year ending December 31, 2011, are as follows:

Current Fund	$ 500,000.00
Water Utility Fund	70,000.00
Sewer Utility Fund	37,451.03

TOWNSHIP OF BOONTON
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2010
(Continued)

Note 4: Local School District Taxes

Regulations provide for the 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 of Boonton has not elected to defer school taxes.

Note 5: Pension Plans

Township employees are enrolled in one of two cost sharing multiple-employer public employee retirement systems: the Public Employees' Retirement System (PERS) or the Police and Firemen's Retirement System (PFRS) of New Jersey. The State of New Jersey sponsors and administers these two plans which cover substantially all Township employees. As a general rule, all full-time employees are eligible to join one of these two public employees' retirement systems.

Employees who are members of PERS and retire at or after age 55 are entitled to a retirement benefit based upon a formula which takes 1/55th of the average annual compensation for the highest three fiscal years' compensation for each year of membership during years of creditable service. Vesting occurs after 8 to 10 years of service. Enrolled PFRS members may retire at age 55 with a minimum of 10 years of service required for vesting.

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 system funds and trust. The financial reports may be obtained by writing to the State of New Jersey, Department of Treasury, Division of Pensions and Benefits, PO Box 295, Trenton, New Jersey 08625-0295.

The contribution policy is set by New Jersey State Statutes and contributions are required by active members and contributing employers. Plan member and employer contributions may be amended by State of New Jersey legislation. Employee contributions are based on 5.50% for PERS and 8.50% for PFRS of employees' annual compensation, as defined. Employers are required to contribute at an actuarially determined rate. The actuarially determined employer contribution includes funding for cost-of-living adjustments and noncontributory death benefits.

The Township's contributions to the plans amounted to $41,828, $35,656, and $26,978, for 2010, 2009 and 2008, respectively, for PERS and $257,167, $253,591, and $215,416 for 2010, 2009 and 2008, respectively, for PFRS. The annual pension cost differed from the annual required contribution due to the enactment of Chapter 114, P.L. 1997 for 2008 for PERS as the Annual Pension Cost (APC) was $33,722 and the Net Pension Obligation (NPO) was $26,978.

TOWNSHIP OF BOONTON
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2010
(Continued)

Note 6: Accrued Vacation and Compensatory Time Benefits

The Township of Boonton has permitted certain employees to accrue unused vacation, sick, personal and compensatory time, which may be taken as time off or paid at a later date at an agreed-upon rate. This amount is not reported as an expenditure or a liability. The estimated current cost of such unpaid compensation is $313,451. The cost of such unpaid compensation would be included in the Township of Boonton's budget operating expenditures in the year in which it is used.

Note 7: Selected Tax Information

Property taxes are levied as of January 1 on property values assessed as of the previous calendar year. The tax levy is divided into two billings. The first billing is an estimate of the current year's levy based on the prior year's taxes. The second billing reflects adjustments to the current year's actual levy. The final tax bill is usually mailed on or before June 14th along with the first half estimated tax bills for the subsequent year. The first half estimated taxes are divided into two due dates, February 1 and May 1. The final tax bills are also divided into two due dates, August 1 and November 1. A ten-day grace period is usually granted before the taxes are considered delinquent and the imposition of interest charges. A penalty may be assessed for any unpaid taxes in excess of $10,000 at December 31 of the current year. Unpaid taxes of the prior year may be placed in lien at a tax sale held after April 1 and through December 31.

Comparative Schedule of Tax Rate Information

	2010	2009	2008
Tax Rate	$ 1.776	$ 1.459	$ 1.423
Apportionment of Tax Rate			
Municipal (Includes Open Space)	0.360	0.285	0.273
County	0.254	0.220	0.225
Local School	1.162	0.954	0.925
Assessed Valuations			
2010	$ 967,601,335.00		
2009		$ 1,137,315,582.00	
2008			$ 1,140,172,068.00

TOWNSHIP OF BOONTON
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2010
(Continued)

Note 7: Selected Tax Information (Cont'd)

Comparison of Tax Levies and Collections Currently

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

		Currently	
Year	Tax Levy	Cash Collections	Percentage of Collection
2010	$ 17,185,253.82	$ 16,871,776.93	98.18%
2009	16,597,101.38	16,110,715.19	97.06%
2008	16,284,002.55	15,870,873.93	97.46%

Also, increases in future tax levies can also be warranted if revenue sources outside of those directly generated by the municipality, such as federal or state aid, should decline without corresponding creases in budgeted expenditures.

Note 8: Cash and Cash Equivalents and Investments

Cash and cash equivalents include petty cash, change funds, amounts in deposits, money market accounts, and short-term investments with original maturities of three months or less.

Investments are stated at cost, which approximates market. The Township classifies certificates of deposit which have original maturity dates of more than three months but less than twelve months from the date of purchase, as investments.

GASB Statement No. 40, *Governmental Accounting Standards Board Deposit and Investment Risk Disclosures,* requires disclosure of the level of custodial credit risk assumed by the Township in its cash, cash equivalents and investments, if those items are uninsured or unregistered. Custodial risk is the risk that in the event of bank failure, the government's deposits may not be returned.

Interest Rate Risk – In accordance with its cash management plan, the Township ensures that any deposit or investment matures within the time period that approximates the prospective need for the funds, deposited or invested, so that there is not a risk to the market value of such deposits or investments.

Credit Risk – The Township limits its investments to those authorized in its cash management plan which are permitted under state statutes as detailed below and on the following page.

TOWNSHIP OF BOONTON
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2010
(Continued)

Note 8: Cash and Cash Equivalents and Investments (Cont'd)

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 that municipalities deposit public funds in public depositories located in New Jersey which are insured by the Federal Deposit Insurance Corporation, or by any other agency of the United States that insures deposits made in public depositories. Municipalities are also permitted to deposit public funds in the State of New Jersey Cash Management Fund.

New Jersey statutes require public depositories to maintain collateral for deposits of public funds that exceed insurance limits as follows:

The market value of the collateral must equal 5% of the average daily balance of public funds on deposit; and

In addition to the above collateral requirement, if the public funds deposited exceed 75% of the capital funds of the depository, the depository must provide collateral having a market value at least equal to 100% of the amount exceeding 75%.

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.

Investments:

New Jersey statutes permit the Township to purchase the following types of securities:

(1) Bonds or other obligations of the United States of America or obligations guaranteed by the United States of America;

(2) Government money market mutual funds;

(3) 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;

TOWNSHIP OF BOONTON
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2010
(Continued)

Note 8: Cash and Cash Equivalents and Investments (Cont'd)

Investments (Cont'd):

(4) Bonds or other obligations of the local unit or bonds or other obligations of school districts of which the local unit is a part or within which the school district is located;

(5) Bonds or other obligations, having a maturity date not more than 397 days from the date of purchase, approved by the Division of Investment of the Department of the Treasury for investment by local units;

(6) Local government investment pools;

(7) Deposits with the State of New Jersey Cash Management Fund; and

(8) Agreements for the repurchase of fully collateralized securities if:

(a) the underlying securities are permitted investments pursuant to paragraphs (1) and (3) above;

(b) the custody of collateral is transferred to a third party;

(c) the maturity of the agreement is not more than 30 days;

(d) the underlying securities are purchased through a public depository as defined in statute; and

(e) a master repurchase agreement providing for the custody and security of collateral is executed.

As of December 31, 2010, cash and cash equivalents of the Township of Boonton consisted of the following:

Fund	Cash on Hand	Checking Accounts	N.J. Cash Management Fund	Total
Current Fund	$ 150.00	$ 977,101.49	$ 70,295.59	$ 1,047,547.08
Animal Control Fund		143.14		143.14
Other Trust Funds	100.00	1,313,526.41	6,341.07	1,319,967.48
Assessment Trust Fund		111,472.64		111,472.64
General Capital Fund		242,996.55		242,996.55
Water Utility Operating Fund		183,289.16		183,289.16
Water Utility Assessment Fund		682.65		682.65
Water Utility Capital Fund		41,401.26		41,401.26
Sewer Utility Operating Fund		155,086.35		155,086.35
Sewer Utility Assessment Fund		25,579.52		25,579.52
Sewer Utility Capital Fund		49,359.70		49,359.70
Public Assistance Fund		26,070.65		26,070.65
	$ 250.00	$ 3,126,709.52	$ 76,636.66	$ 3,203,596.18

TOWNSHIP OF BOONTON
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2010
(Continued)

Note 8: Cash and Cash Equivalents and Investments (Cont'd)

During the period ended December 31, 2010, the Township did not hold any investments. The carrying amount of the Township's cash and cash equivalents at December 31, 2010, was $3,203,596.18, and the bank balance was $3,210,117.99. The $76,636.66 in the New Jersey Cash Management Fund is uninsured and unregistered.

During the period ended December 31, 2009, the Township did not hold any investments. The carrying amount of the Township's cash and cash equivalents at December 31, 2009, was $3,039,923.45, and the bank balance was $3,992,533.64. The $76,442.79 in the New Jersey Cash Management Fund is uninsured and unregistered.

Note 9: Risk Management

The Township is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. Health benefits are provided to employees through the State of New Jersey health benefits plan.

The Township of Boonton is a member of the Morris County Municipal Joint Insurance Fund. This fund is both an insured and self-administered group of municipalities established for the purpose of providing certain low-cost insurance coverage for member municipalities in order to keep local property taxes at a minimum.

The following coverages are offered by the fund to its members:

a.) Workers' Compensation and Employers' Liability
b.) Liability Other Than Motor Vehicles
c.) Property Damage Other Than Motor Vehicles
d.) Motor Vehicle
e.) Environmental

As a member of this Fund, the Township could be subject to supplemental assessments in the event of deficiencies. If the assets of the Funds were to be exhausted, members would become responsible for their respective shares of the Fund's liabilities.

This Fund can declare and distribute dividends to members upon approval of the State of New Jersey Department of Banking and Insurance. These distributions are divided amongst the members in the same ratio as their individual assessment relates to the total assessment of the membership body. In accordance with Statement No. 10 of the Government Auditing Standards Board, these distributions are used to reduce the amount recorded for membership expense in the year in which the distribution was declared.

TOWNSHIP OF BOONTON
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2010
(Continued)

Note 9: Risk Management (Cont'd)

Summarized selected financial information of this Fund as of December 31, 2010 is as follows:

	Morris County Municipal Joint Insurance Fund
Total Assets	$ 24,650,340
Net Assets	$ 11,936,075
Total Revenue	$ 16,716,288
Total Expenses	$ 16,968,383
Change in Net Assets	$ (252,095)
Net Assets Distribution to Participating Members	$ -0-

Financial statements for the Fund are available at the offices of the Fund's Executive Director:

PERMA Risk Management Services
250 Pehle Avenue, Suite 701
Saddle Brook, NJ 07663
(201) 587-0555

New Jersey Unemployment Compensation Insurance

The Township has elected to fund its New Jersey Unemployment Compensation Insurance under the "Benefit Reimbursement Method". Under this plan, the Township is required to reimburse the New Jersey Unemployment Trust Fund for benefits paid to its former employees and charged to its account with the State. The Township is billed quarterly for amounts due to the State.

The following is a summary of Township and employee contributions, interest earned and reimbursements to the State for benefits paid and the ending balance of the Township's expendable trust fund for the current and previous years:

Year	Interest Earned	Employee Contributions	Amount Reimbursed	Ending Balance
2010	$ 121.79	$ 2,241.43	$ 1,320.00	$ 42,205.78
2009	462.08	2,183.49	6,628.00	41,162.56
2008	773.08	2,495.79		45,144.99

TOWNSHIP OF BOONTON
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2010
(Continued)

Note 10: Interfund Receivables and Payables

The following interfund balances remained on the balance sheet at December 31, 2010:

Fund	Interfund Receivable	Interfund Payable
Current Fund	$ 53,084.46	
Federal and State Grant Fund		$ 38,122.73
Other Trust Funds		14,863.40
Assessment Trust Fund		37.59
Animal Control Fund		0.08
General Capital Fund		60.66
Water Utility Operating Fund	9.19	
Water Utility Assessment Fund		0.40
Water Utility Capital Fund		8.79
Sewer Utility Operating Fund	5,170.41	
Sewer Utility Assessment Fund		12.91
Sewer Utility Capital Fund		5,157.50
	$ 58,264.06	$ 58,264.06

The interfund between the Current Fund and the Federal and State Grant Fund is the net of the prior year interfund as well as the current year unappropriated grants and grants receivable collections and appropriated grant expenditures in the Current Fund. The interfund between the Current Fund and the Animal Control Fund, Other Trust Funds and Assessment Trust Fund represents current year interest earnings not turned over to the Current Fund. The interfund between the Current Fund and the Other Trust Funds also represents a Developers' Escrow refund paid by the Current Fund. The interfund between the Sewer Utility Operating Fund and the Sewer Utility Assessment Fund represents interest earned in the Assessment Fund not turned over to the Operating Fund. The interfund between the Water Utility Operating Fund and the Water Utility Capital Fund represents interest earned in the Capital Fund not turned over to the Operating Fund. Lastly, the interfund between the Sewer Utility Operating and Sewer Utility Capital Funds represents a prior year interfund offset by interest earned in the Capital Fund not turned over to the Operating Fund.

Note 11: Contingent Liabilities

The Township is involved in various lawsuits arising in the normal course of business, including claims for property damage, personal injury, and various contract disputes. The Township is vigorously contesting these lawsuits and believes the ultimate resolution will not have a material adverse effect on their financial position.

Amounts received or receivable from grantors, principally the federal and state governments are subject to regulatory requirements and adjustments by the agencies. Any disallowed claims, including amounts previously recognized by the Township as revenue would constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantors cannot be determined at this time, although Township officials expect such amounts, if any, to be immaterial.

TOWNSHIP OF BOONTON
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2010
(Continued)

Note 11: Contingent Liabilities (Cont'd)

Various tax appeals have been filed against the Township. The ultimate outcome and effect of such appeals have not been determined; however, the Township Tax Assessor will aggressively defend the Township's assessments. Potential refunds on tax appeals range from $49,000 to $139,000. The Township will charge Current Fund operations in 2011 for any tax appeals refunds or credits.

Note 12: Economic Dependency

The Township receives a substantial amount of its support from federal and state governments. A significant reduction in the level of support, if this were to occur, may have an effect on the Township's programs and activities.

Note 13: Deferred Compensation Plans

The Township of Boonton offers its employees a deferred compensation plan (the "Plan") created in accordance with Section 457 of the Internal Revenue Code. The Plan, which is administered by VALIC, is available to all Township of Boonton employees and permits participants to defer a portion of their salary. The deferred compensation is not available until termination, retirement, unforeseeable emergency, or upon death to their beneficiaries.

Note 14: Open Space Tax

The Township of Boonton created an Open Space Trust Fund with a Tax Levy of $.020 per $100 of assessed valuation in 1998. The funds collected are used to acquire and maintain open space property in the Township. As of December 31, 2010, the balance in the Open Space Trust Fund was $944,112.10.

Note 15: Fixed Assets

The following schedule is a summarization of general fixed assets for the year ended December 31, 2010:

	Balance Dec. 31, 2009	Additions	Balance Dec. 31, 2010
Land	$ 7,036,400.00		$ 7,036,400.00
Buildings and Building Improvements	1,023,218.57	$ 12,178.31	1,035,396.88
Equipment	1,706,212.97		1,706,212.97
	$ 9,765,831.54	$ 12,178.31	$ 9,778,009.85

TOWNSHIP OF BOONTON
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2010
(Continued)

Note 15: Fixed Assets (Cont'd)

The following schedule is a summarization of general fixed assets for the year ended December 31, 2009:

	Balance Dec. 31, 2008	Additions	Balance Dec. 31, 2009
Land	$ 5,576,150.00	$ 1,460,250.00	$ 7,036,400.00
Buildings and Building Improvements	1,017,523.57	5,695.00	1,023,218.57
Equipment	1,653,247.52	52,965.45	1,706,212.97
	$ 8,246,921.09	$ 1,518,910.45	$ 9,765,831.54

Note 16: Prior Period Adjustment

The prior year balance for the General Fixed Assets Account Group was restated as the value for certain pieces of land were not correct. The land value was restated to adjust the land value to the actual acquisition cost.

	Balance 12/31/09	Retroactive Adjustments	Balance 12/31/2009 Restated
General Fixed Assets:			
Land	$ 9,035,044.00	$ (1,998,644.00)	$ 7,036,400.00

	Balance 12/31/2009	Retroactive Adjustments	Balance 12/31/2009 Restated
Reserve for Fixed Assets	$ 9,035,044.00	$ (1,998,644.00)	$ 7,036,400.00

SUPPLEMENTARY DATA

TOWNSHIP OF BOONTON
OFFICIALS IN OFFICE AND SURETY BONDS
YEAR ENDED DECEMBER 31, 2010

Name	Title	Amount of Bond	Name of Corporate Surety
Michele Rankin	Township Committeeman and Chairperson		
Paul Allieri	Township Committeeman		
Thomas R. Donadio	Township Committeeman		
William Klingener	Township Committeeman		
Robert Rizzo	Township Committeeman		
Barbara Shepard	Township Clerk	(A)	
	Township Administrator		
	Personnel Director		
	Assessment Search Officer		
	Purchasing Agent		
	Registrar		
Norman Eckstein	Chief Financial Officer/Treasurer; Tax Collector	$ 1,000,000	Municipal Excess Liability JIF
	Tax Search Officer		
	Water and Sewer Billing Collector		
Maureen D. Como	Deputy Municipal Clerk		
	Deputy Tax Collector		
	Planning Board Secretary		
	Water and Sewer Billing Clerk	1,000,000	Municipal Excess Liability JIF
Edward Bucceri	Construction Code Official	(A)	
	Building Inspector		
	Zoning Officer		
	Plumbing Sub-Code Official		
John J. Jansen	Attorney		
Mark Burek	Tax Assessor	(A)	
Helen Zanetakos	Magistrate	(A)	
Joan Egan	Court Administrator	(A)	
Patricia Fichtner	Deputy Court Administrator; Violations Clerk	(A)	

All bonds were examined and were properly executed.

(A) - All employees, who are not specifically bonded, are covered under a $950,0000 and $50,000 Faithful Performance Blanket Bond with the Municipal Excess Liability Joint Insurance Fund and Morris County Municipal Joint Insurance Fund, respectively.

TOWNSHIP OF BOONTON
COUNTY OF MORRIS
2010
CURRENT FUND

TOWNSHIP OF BOONTON
CURRENT FUND
SCHEDULE OF CASH - TREASURER

	Ref.		
Balance December 31, 2009	A		$ 1,024,450.54
Increased by Receipts:			
Tax Collector		$ 17,360,411.22	
Petty Cash		100.00	
Revenue Accounts Receivable		660,311.68	
Miscellaneous Revenue Not Anticipated		84,104.53	
Due Animal Control Trust Fund:			
Prior Year Interfund Returned		42.79	
Due Other Trust Funds:			
Prior Year Interfund Returned		1,104.83	
Due from Assessment Trust Fund:			
Prior Year Interfund Returned		1,097.95	
Due General Capital Fund			
Interfund Advanced		30.39	
Accounts Payable		42.00	
Appropriation Refunds		4,918.77	
Due State of New Jersey:			
Marriage License Fees		350.00	
DCA Training Fees		8,525.00	
Veterans and Senior Citizens' Deductions		45,000.00	
Due To Township of Denville		1,024.83	
Due To Borough of Mountain Lakes		266.40	
Due to Federal and State Grant Fund:			
Grants Receivable		15,185.73	
Unappropriated Grant Reserves		9,581.58	
			18,192,097.70
			19,216,548.24

TOWNSHIP OF BOONTON
CURRENT FUND
SCHEDULE OF CASH - TREASURER

	Ref.		
Decreased by Disbursements			
2010 Appropriation Expenditures		$ 3,866,254.72	
2009 Appropriation Reserves		153,366.08	
Petty Cash		100.00	
Local School Taxes		11,238,266.00	
County Taxes		2,450,740.28	
Due Other Trust Funds:			
Open Space Tax Levy		290,291.46	
Prior Year Interfund Returned		825.47	
Due from Federal and State Grant Fund:			
Appropriated Grant Reserves		44,881.30	
Accounts Payable - Vendors		89.00	
Due State of New Jersey:			
DCA Training Fees		8,966.00	
Marriage License Fees		250.00	
Due From Builders Escrow		14,418.25	
Due To Township of Denville		1,546.38	
Due To Borough of Mountain Lakes		640.88	
Refund of Third Party Liens		55,993.46	
Refund of Prior Year Taxes		26,346.66	
Tax Overpayments		16,170.19	
			$ 18,169,146.13
Balance December 31, 2010	A		$ 1,047,397.08

TOWNSHIP OF BOONTON
CURRENT FUND
SCHEDULE OF CASH - COLLECTOR
YEAR ENDED DECEMBER 31, 2010

Increased by Receipts:		
Taxes Receivable	$ 17,059,725.45	
Redemption of Third Party Liens	55,993.46	
Redemption of Municipal Liens	35,115.17	
Interest and Costs on Taxes	73,296.79	
2011 Prepaid Taxes	111,863.11	
Tax Overpayments	24,417.24	
		$ 17,360,411.22
Paid to Treasurer		$ 17,360,411.22

TOWNSHIP OF BOONTON
SCHEDULE OF CASH - GRANT FUND
YEAR ENDED DECEMBER 31, 2010

NOT APPLICABLE

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

Year	Balance Dec. 31, 2009	2010 Levy	Collections 2009	Collections 2010	Tax Overpayments Applied	State of NJ Veterans' and Senior Citizens' Deductions	Cancelled	Transferred to Tax Title Liens	Balance Dec. 31, 2010
2009	$ 351,664.76			$ 302,892.53	$ 74.50		$ 12,889.50		$ 35,808.23
2010		$ 17,185,253.82	$ 70,194.01	16,756,832.92		$ 44,750.00	29,296.18	$ 2,575.20	281,605.51
	$ - 0 -	$ 17,185,253.82	$ 70,194.01	$ 17,059,725.45	$ 74.50	$ 44,750.00	$ 42,185.68	$ 2,575.20	$ 317,413.74
Ref.	A								A

Analysis of 2010 Property Tax Levy

Tax Yield:		
General Purpose Tax	$ 17,163,166.43	
Business Personal Property Taxes	21,433.39	
Added and Omitted Taxes	654.00	
		$ 17,185,253.82
Tax Levy:		
Local School District Taxes		$ 11,238,266.00
County Taxes	$ 2,208,789.11	
County Open Space Tax	241,857.63	
County Added and Omitted Taxes	93.54	
		2,450,740.28
Municipal Open Space Taxes		290,291.46
		13,979,297.74
Local Tax for Municipal Purposes Levied	3,201,169.96	
Add: Additional Tax Levied	4,786.12	
		3,205,956.08
		$ 17,185,253.82

TOWNSHIP OF BOONTON
CURRENT FUND
SCHEDULE OF TAX TITLE LIENS

	Ref.		
Balance December 31, 2009	A	$	43,496.76
Increased by:			
Transfer from Taxes Receivable			2,575.20
			46,071.96
Decreased by:			
Redeemed			35,115.17
Balance December 31, 2010	A	$	10,956.79

TOWNSHIP OF BOONTON
CURRENT FUND
SCHEDULE OF REVENUE ACCOUNTS RECEIVABLE

	Balance Dec. 31, 2009	Accrued In 2010	Collected by Treasurer	Balance Dec. 31, 2010
Municipal Clerk:				
Alcoholic Beverage Licenses		$ 4,800.00	$ 4,800.00	
Municipal Court:				
Fines and Costs	$ 5,187.42	35,284.26	38,720.00	$ 1,751.68
Construction Code Official		129,270.00	129,270.00	
Energy Receipts Tax		215,052.00	215,052.00	
Garden State Trust		61.60	61.60	
Consolidated Municipal Property Tax Relief Aid		25,703.47	25,703.47	
Shared Services of A Chief Financial Officer Between the Township of Boonton and the Borough of Kinnelon		30,222.60	30,222.60	
CTC Assisted Living Agreement		128,071.13	128,071.13	
Reserve for Open Space Trust to Offset Debt Service		52,100.61	52,100.61	
Trust Assessment Fund Balance		1,310.27	1,310.27	
Field Usage Revenue		10,000.00	17,300.00	
Cell Tower Rental		17,700.00	17,700.00	
	$ 5,187.42	$ 649,575.94	$ 660,311.68	$ 1,751.68
Ref.	A			A

TOWNSHIP OF BOONTON
CURRENT FUND
SCHEDULE OF CONSUMER ACCOUNTS RECEIVABLE
YEAR ENDED DECEMBER 31, 2010

NOT APPLICABLE

TOWNSHIP OF BOONTON
CURRENT FUND
SCHEDULE OF 2009 APPROPRIATION RESERVES
YEAR ENDED DECEMBER 31, 2010

	Balance Dec. 31, 2009	Balance After Modification	Paid or Charged	Balance Lapsed
GENERAL GOVERNMENT FUNCTIONS:				
General Administration (Administrative and Executive)				
Other Expenses	$ 2,830.73	$ 2,830.73	$ 114.73	$ 2,716.00
Human Services	3,956.75	3,956.75	387.48	3,569.27
Mayor and Council/Township Committee				
Other Expenses	763.36	763.36	464.98	298.38
Municipal Clerk				
Other Expenese	2,370.43	2,370.43	910.32	1,460.11
Codification	2,413.40	2,413.40		2,413.40
Financial Administration				
Other Expenses	170.83	170.83	81.25	89.58
Annual Audit	12,500.00	12,500.00	12,500.00	
Assessment of Taxes				
Salaries & Wages	1,250.00	1,250.00	1,250.00	
Other Expenses	13,437.62	13,437.62	11,201.91	2,235.71
Collection of Taxes				
Salaries & Wages	49.55	49.55		49.55
Other Expenses	2,247.16	2,247.16	531.25	1,715.91
Computer				
Other Expenese	980.20	980.20	668.75	311.45
Legal Services and Costs				
Other Expenses		5,000.00	3,711.37	1,288.63
Engineering Services and Costs				
Other Expenses	8,098.00	13,098.00	1,440.00	11,658.00

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TOWNSHIP OF BOONTON
CURRENT FUND
SCHEDULE OF 2009 APPROPRIATION RESERVES
YEAR ENDED DECEMBER 31, 2010

	Balance Dec. 31, 2009	Balance After Modification	Paid or Charged	Balance Lapsed
GENERAL GOVERNMENT FUNCTIONS (Cont'd):				
Environmental Committee				
Other Expenses	$ 200.00	$ 200.00		$ 200.00
Building and Grounds				
Salaries and Wages	2,976.00	2,976.00	$ 52.00	2,924.00
Other Expenses	7,589.57	7,589.57	1,923.43	5,666.14
Municipal Land Use Law (N.J.S.A. 40:55D-1)				
Planning Board				
Other Expenses	297.13	5,297.13	2,910.75	2,386.38
Employee Group Health	591.21	591.21		591.21
General Liability	640.98	640.98		640.98
Unemployment Compensation Insurance	100.00	100.00		100.00
PUBLIC SAFETY:				
Aid to Volunteer Fire Companies				
Other Expenses	5,085.90	9,185.90	5,504.78	3,681.12
Police				
Salaries and Wages	47,252.33	47,252.33	2,603.67	44,648.66
Other Expenses	14,275.25	14,275.25	9,662.28	4,612.97
Fire Official				
Salaries and Wages	320.00	320.00		320.00
Other Expenses	2,579.00	2,679.00	2,166.23	512.77
Office of Emergency Management				
Salaries and Wages	500.16	500.16		500.16
Other Expenses	250.05	250.05		250.05

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TOWNSHIP OF BOONTON
CURRENT FUND
SCHEDULE OF 2009 APPROPRIATION RESERVES
YEAR ENDED DECEMBER 31, 2010

	Balance Dec. 31, 2009	Balance After Modification	Paid or Charged	Balance Lapsed
GENERAL GOVERNMENT FUNCTIONS (Cont'd):				
STREETS AND ROADS:				
Road Repairs and Maintenance				
Other Expenses	$ 30,204.40	$ 26,204.40	$ 16,909.33	$ 9,295.07
Snow Removal				
Other Expenses	85,561.30	80,161.30	61,330.22	18,831.08
Vehicle Maintenance				
Other Expenses	6,398.70	9,598.70	5,276.50	4,322.20
HEALTH AND WELFARE:				
Animal Control				
Other Expenses	1,441.08	1,441.08		1,441.08
Board of Health				
Other Expenses	967.29	967.29	104.20	863.09
Board of Health Contractual	2,099.92	99.92		99.92
Administration of Public Assistance				
Salaries and Wages	358.50	358.50	29.00	329.50
Other Expenses	100.00	100.00		100.00
Recreation				
Other Expenses	352.72	352.72		352.72
Celebration of Public Events				
Other Expenses	368.00	368.00		368.00
SANITATION:				
Recycling				
Other Expenses	1,528.77	1,528.77	1,133.92	394.85
Municipal Court				
Salaries and Wages	1,702.59	1,702.59		1,702.59
Other Expenses	2,072.11	2,072.11		2,072.11

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TOWNSHIP OF BOONTON
CURRENT FUND
SCHEDULE OF 2009 APPROPRIATION RESERVES
YEAR ENDED DECEMBER 31, 2010

	Balance Dec. 31, 2009	Balance After Modification	Paid or Charged	Balance Lapsed
PEOSHA	$ 3,000.00	$ 3,000.00		$ 3,000.00
Construction Code Official				
Salaries and Wages	6.23	6.23		6.23
Other Expenses	2,070.04	2,070.04	$ 1,661.03	409.01
UNCLASSIFIED:				
Electricity	2,558.11	3,558.11	2,543.19	1,014.92
Telephone	2,875.02	2,875.02	509.09	2,365.93
Gasoline	18,619.22	6,619.22	182.77	6,436.45
Water	377.53	377.53		377.53
Gas	13,783.77	13,783.77	4,462.53	9,321.24
Fuel Oil	4,364.50	4,364.50	838.04	3,526.46
Sewerage Processing and Disposal	186.70	186.70		186.70
Contingent	6,000.00	6,000.00		6,000.00
STATUTORY EXPENDITURES				
Contributions to Social Security System	9,700.74	9,700.74	301.08	9,399.66
OPERATIONS Excluded from "CAPS"				
Stormwater Tier A General Permit (N.J.S.A. 40A:4-45.3(cc))	2,671.07	2,671.07		2,671.07
TOTAL GENERAL APPROPRIATIONS	$ 333,093.92	$ 333,093.92	$ 153,366.08	$ 179,727.84

Analysis of Balance at December 31, 2009:	Ref.	
Unencumbered	A	$ 191,265.84
Encumbered	A	141,828.08
		$ 333,093.92

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TOWNSHIP OF BOONTON
CURRENT FUND
SCHEDULE OF LOCAL SCHOOL DISTRICT TAXES PAYABLE

Increased by:	
Levy - Calendar Year 2010	$ 11,238,266.00
Decreased by:	
Payments to Local School District	$ 11,238,266.00

TOWNSHIP OF BOONTON
FEDERAL AND STATE GRANT FUND
SCHEDULE OF GRANTS RECEIVABLE

	Balance Dec. 31, 2009	2010 Budget Revenue Realized	Received	Transfer From Unappropriated Reserves	Cancelled	Balance Dec. 31, 2010
Alcohol Education and Rehabilitation Fund	$ 1,231.55		$ 553.00			$ 678.55
Body Armor Replacement Fund	1,244.13	$ 2,342.44	2,342.44			1,244.13
Drunk Driving Enforcement Fund		1,308.04	1,308.04			
Municipal Alliance Against Substance Abuse	13,464.17	7,533.00	6,482.25			14,514.92
Division of Highway Traffic Safety: Obey the Signs or Pay the Fines	4,000.00				$ 4,000.00	
Division of Highway Traffic Safety - Over The Limit Under Arrest 2008 Impaired Driving Crackdown	5,000.00				5,000.00	
Division of Highway Safety - Click Or Ticket 2009	308.74					308.74
Highlands - Initial Assessment	15,000.00					15,000.00
Highlands - Plan Conformance	50,000.00					50,000.00
Over The Limit 2010 Program		4,400.00	4,350.00			50.00
Police Donations		350.00	150.00	$ 200.00		
	$ 90,248.59	$ 15,933.48	$ 15,185.73	$ 200.00	$ 9,000.00	$ 81,796.34
Ref.	A					A

TOWNSHIP OF BOONTON
FEDERAL AND STATE GRANT FUND
SCHEDULE OF APPROPRIATED RESERVES

	Balance Dec. 31, 2009	Transferred from 2010 Budget Appropriations	Cash Disbursed	Cancelled	Balance Dec. 31, 2010
Clean Communities Program	$ 21,981.14		$ 17,403.96		$ 4,577.18
Drunk Driving Enforcement Fund	2,884.39	$ 1,308.04	2,304.52		1,887.91
Alcohol Education and Rehabilitation Fund	1,452.30				1,452.30
Federal Emergency Management Agency	1,069.09		400.12		668.97
Body Armor Replacement Fund	1,369.23	2,342.44			3,711.67
Municipal Alliance Against Substance Abuse Grant - State	3,217.50	7,533.00	8,942.79		1,807.71
- Township	2,541.75	1,883.25	1,134.91		3,290.09
Recycling Tonnage Grant	5,632.45		1,375.00		4,257.45
Obey The Signs or Pay the Fines	93.22			$ 93.22	
Over The Limit Under Arrest	149.70			149.70	
Click It Or Ticket 2009	259.12			259.12	
Domestic Violence Training	1,300.00				1,300.00
Highlands - Initial Assessment	40.00				40.00
Highlands - Plan Conformance	19,668.75		8,970.00		10,698.75
Over The Limit Under Arrest 2010 Program		4,400.00	4,350.00		50.00
Police Donations		350.00			350.00
	$ 61,658.64	$ 17,816.73	$ 44,881.30	$ 502.04	$ 34,092.03
Ref.	A				A

Federal, State and Local Grants	$ 15,933.48
Local Matching Funds	1,883.25
	$ 17,816.73

TOWNSHIP OF BOONTON
FEDERAL AND STATE GRANT FUND
SCHEDULE OF UNAPPROPRIATED RESERVES

	Balance Dec. 31, 2009	Cash Receipts	Transferred to 2010 Budget Revenue	Balance Dec. 31, 2010
Police Donations	$ 200.00	$ 100.00	$ 200.00	$ 100.00
Clean Communities		9,481.58		9,481.58
	$ 200.00	$ 9,581.58	$ 200.00	$ 9,581.58
Ref.	A			A

TOWNSHIP OF BOONTON
COUNTY OF MORRIS
2010
TRUST FUNDS

TOWNSHIP OF BOONTON
TRUST FUNDS
SCHEDULE OF CASH - TREASURER

	Ref.	Assessment Trust Fund		Animal Control Fund		Other Trust Funds	
Balance December 31, 2009	B		$ 93,373.99		$ 121.39		$ 1,195,495.75
Increased by Receipts:							
Due Current Fund:							
Interest on Investments		$ 37.59		$ 0.08		$ 55.08	
Settlement of Prior Year Interfund						830.50	
Assessment Receivable		75,536.28					
Serial Bonds		750,000.00					
Animal Control Collector				6,790.94			
Escrow Deposits						7,148.56	
Recreation Deposits						58,466.22	
Tax Sale Premiums						2,200.00	
Unemployment Insurance Contributions - Employee						2,241.43	
Interest earned on Unemployment Contributions						121.79	
Public Defender						92.28	
Recycling						2,711.28	
Law Enforcement Trust						765.12	
Police Outside Duty						16,692.73	
Housing Rehabilitation						76.80	
Affordable Housing						0.78	
Open Space Tax Levy						290,291.46	
Interest Earned on Open Space Trust						1,572.75	
Cash Bonds						11.34	
Parking Offense Adjudication Act						2.62	
			825,573.87		6,791.02		383,280.74
			918,947.86		6,912.41		1,578,776.49

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TOWNSHIP OF BOONTON
TRUST FUNDS
SCHEDULE OF CASH - TREASURER
(Continued)

	Ref.	Assessment Trust Fund		Animal Control Fund		Other Trust Funds	
Decreased by Disbursements:							
Assessment Trust Surplus - Realized as Current Fund Revenue		$ 1,310.27					
Due Current Fund:							
Prior Year Interfund Returned		1,097.95		$ 42.79		$ 1,104.83	
Bond Anticipation Notes Matured		750,000.00					
Assessment Bond Anticipation Notes Paid by Budget Appropriation		55,067.00					
Expenditures Under R.S. 4:19-15.11				6,726.48			
Escrow Expenditures						19,649.61	
Tax Sale Premiums						8,800.00	
Recreation Expenditures						58,230.09	
Unemployment Insurance						1,320.00	
Recycling						9,709.44	
Police Outside Duty						13,816.89	
Open Space Trust						146,278.15	
			$ 807,475.22		$ 6,769.27		$ 258,909.01
Balance December 31, 2010	B		$ 111,472.64		$ 143.14		$ 1,319,867.48

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TOWNSHIP OF BOONTON
ANIMAL CONTROL TRUST FUND
SCHEDULE OF ANIMAL CONTROL FUND CASH - COLLECTOR

	Ref.		
Balance December 31, 2009	B		$ 163.44
Increased by:			
Animal Control License Fees:			
Municipal		$ 5,659.20	
State		828.60	
Impounding, Boarding, Late Fees and Penalties		990.70	
Due Current Fund - Interest Income		2.91	
			7,481.41
			7,644.85
Decreased by:			
Disbursed to:			
Treasurer - Animal Control Fund		6,790.94	
State of New Jersey		851.00	
Current Fund - Interest Income		2.91	
			7,644.85
Balance December 31, 2010	B		$ -0-

TOWNSHIP OF BOONTON
TRUST FUND
ANALYSIS OF ASSESSMENT CASH

		Receipts			Disbursements		Transfers		
Improvement Description	Balance Dec. 31, 2009	Assessments Receivable	Serial Bonds	Miscellaneous	Bond Anticipation Notes	Miscellaneous	To	From	Balance Dec. 31, 2010
Due to Current Fund	$ 1,097.95			$ 37.59		$ 1,097.95			$ 37.59
Fund Balance	1,310.27					1,310.27	$ 1,484.89		1,484.89
Assessments Receivable:									
Sanitary Sewerage and Water System:									
Elcock Avenue / Grove Street	77,184.72	$ 61,632.38	$575,000.00		$619,568.02				94,249.08
Sanitary Sewerage System:									
Kent Avenue / Janet Road	13,309.62	12,419.01	175,000.00		185,027.55				15,701.08
Sanitary Sewerage and Water System									
Elcock Avenue / Grove Street #2	471.43	1,484.89			471.43			$ 1,484.89	
	$ 93,373.99	$ 75,536.28	$750,000.00	$ 37.59	$805,067.00	$ 2,408.22	$ 1,484.89	$ 1,484.89	$111,472.64

TOWNSHIP OF BOONTON
ANIMAL CONTROL FUND
SCHEDULE OF RESERVE FOR ANIMAL CONTROL FUND EXPENDITURES

	Ref.		
Balance December 31, 2009	B		$ 122.44
Increased by:			
Dog License Fees:			
Collected in Current Year		$ 5,659.20	
Prepaid License Fees		97.20	
Impounding, Boarding, Late Fees and Penalties		990.70	
			6,747.10
			6,869.54
Decreased by:			
Expenditures Under R.S. 4:19-15.11		6,726.48	
			6,726.48
Balance December 31, 2010	B		$ 143.06

License Fees Collected	Amount
Year	
2008	$ 3,591.00
2009	3,395.00
Maximum Allowable Reserve	$ 6,986.00

TOWNSHIP OF BOONTON
ASSESSMENT TRUST FUND
SCHEDULE OF ASSESSMENTS RECEIVABLE

Ord Number	Improvement Description	Balance Dec. 31, 2009	Collected	Balance Dec. 31, 2010	Balance Pledged to Serial Bonds	Balance Pledged to Reserve
593	Sanitary Sewerage and Water System: Elcock Avenue / Grove Street	$ 626,474.04	$ 61,632.38	$ 564,841.66	$ 480,750.92	$ 84,090.74
638	Sanitary Sewerage System: Kent Avenue / Janet Road	171,717.93	12,419.01	159,298.92	159,298.92	
645	Sanitary Sewerage and Water System: Elcock Avenue / Grove Street #2	17,965.73	1,484.89	16,480.84		16,480.84
		$ 816,157.70	$ 75,536.28	$ 740,621.42	$ 640,049.84	$ 100,571.58
	Ref.	B		B		

TOWNSHIP OF BOONTON
ASSESSMENT TRUST FUND
SCHEDULE OF PROSPECTIVE ASSESSMENTS FUNDED
YEAR ENDED DECEMBER 31, 2010

NOT APPLICABLE

TOWNSHIP OF BOONTON
ASSESSMENT TRUST FUND
SCHEDULE OF BOND ANTICIPATION NOTES PAYABLE

Ord. Number	Purpose	Date of Issue	Amount of Original Issue	Issue Date	Maturity of Notes December 31, 2010 Date	Maturity of Notes December 31, 2010 Amount	Interest Rate	Balance Dec. 31, 2009	Matured	Balance Dec. 31, 2010
593	Sanitary Sewerage and Water System: Elcock Avenue / Grove Street	06/24/99	$ 1,142,000.00	01/22/09	01/22/10	$ 619,568.02	2.00%	$ 619,568.02	$ 619,568.02	
638	Sanitary Sewerage System: Kent Avenue / Janet Road	06/21/02	307,469.18	01/22/09	01/22/10	185,027.55	2.00%	185,027.55	185,027.55	
645	Sanitary Sewerage and Water System: Elcock Avenue / Grove Street #2	11/01/01	15,700.00	01/22/09	01/22/10	471.43	2.00%	471.43	471.43	
								$ 805,067.00	$ 805,067.00	$ - 0 -
							Ref.	B		B

Serial Bonds Issued	$ 750,000.00
Paid by Budget Appropriation	55,067.00
	$ 805,067.00

TOWNSHIP OF BOONTON
ASSESSMENT TRUST FUND
SCHEDULE OF SERIAL BONDS PAYABLE
YEAR END DECEMBER 31, 2010

Purpose of Issue	Date of Issue	Amount of Issue	Bonds Outstanding Date	Bonds Outstanding Amount	Interest Rate	Issued	Balance Dec. 31, 2010
Trust Assessment Bonds Payable of 2010	01/15/11	$ 750,000.00	01/15/11	$ 75,000.00	2.00%		
			01/15/12	75,000.00	2.00%		
			01/15/13	75,000.00	2.00%		
			01/15/14	75,000.00	2.00%		
			01/15/15	75,000.00	2.00%		
			01/15/16	75,000.00	2.75%		
			01/15/17	75,000.00	3.00%		
			01/15/18	75,000.00	3.00%		
			01/15/19	75,000.00	3.50%		
			01/15/20	75,000.00	3.50%	$ 750,000.00	$ 750,000.00
						$ 750,000.00	$ 750,000.00
				Ref.			B

TOWNSHIP OF BOONTON
ASSESSMENT TRUST FUND
SCHEDULE OF RESERVE FOR ASSESSMENTS

Improvement Description	Balance Dec. 31, 2009	Transfer To To Trust Surplus	Balance Dec. 31, 2010
Assessments Receivable:			
Sanitary Sewerage and Water System:			
Elcock Avenue / Grove Street	$ 84,090.74		$ 84,090.74
Sanitary Sewerage and Water System:			
Elcock Avenue / Grove Street #2	17,965.73	$ 1,484.89	16,480.84
	$ 102,056.47	$ 1,484.89	$ 100,571.58
Ref.	B	B-1	B

TOWNSHIP OF BOONTON
COUNTY OF MORRIS
2010
GENERAL CAPITAL

TOWNSHIP OF BOONTON
GENERAL CAPITAL FUND
SCHEDULE OF CASH - TREASURER

	Ref.		
Balance December 31, 2009	C		$ 240,046.86
Increased by Receipts:			
Grant Proceeds - Funding of Ordinance No. 779			
New Jersey Department of Transportation		$ 93,093.75	
Premiums on Bond Sale		32,052.01	
Due To Current Fund:			
Interest Earned on Investments		60.66	
Serial Bonds		2,159,000.00	
Bond Anticipation Notes		523,000.00	
2010 Budget Appropriation:			
Capital Improvement Fund		170,000.00	
			2,977,206.42
			3,217,253.28
Decreased by Disbursements:			
Due To Current Fund:			
Settlement of Prior Year Interfund		30.39	
Reserve for Encumbrances		38,252.17	
Reserve for Preliminary Expeneses:			
Powerville Dam		9,915.00	
Rockaway Valley Road		9,450.00	
Bond Anticipation Notes		2,682,000.00	
Improvement Authorizations		234,609.17	
			2,974,256.73
Balance December 31, 2010	C		$ 242,996.55

TOWNSHIP OF BOONTON
GENERAL CAPITAL FUND
ANALYSIS OF CASH

	Balance Dec. 31, 2009	Receipts: Miscellaneous	Receipts: Serial Bonds	Receipts: Bond Anticipation Notes	Disbursements: Miscellaneous	Disbursements: Bond Anticipation Notes	Disbursements: Improvement Authorizations	Transfers: To	Transfers: From	Balance/ (Deficit) Dec. 31, 2010
Fund Balance		$ 32,052.01						$ 9,305.62	$ 20,000.00	$ 21,357.63
Capital Improvement Fund	$ 147,192.79	170,000.00							136,675.00	180,517.79
Due To Current Fund	30.39	60.66			$ 30.39					60.66
Reserve for Encumbrances	38,608.17				38,252.17			88,303.19	356.00	88,303.19
Reserve for Preliminary Expenses - Powerville Dam					9,915.00			15,000.00		5,085.00
Reserve for Preliminary Expenses - Rockaway Valley Road					9,450.00			25,000.00	825.00	14,725.00
New Jersey Department of Transportation Grants Receivable		93,093.75							220,000.00	(126,906.25)
Improvement Authorizations										
Ord. No. 587 Acquisition of Property: Block 31301 Lot 5			$ 184,584.00			$ 184,584.00				
Ord. No. 592 Acquisition of Property: Block 40402 Lots 12 & 52			132,715.00			132,715.00				
Ord. No. 616 Acquisition of Property: Block 31301 Lot 12			159,280.00			159,280.00				
Ord. No. 618 Acquisition of Property: MSM			258,000.00			258,000.00				
Ord. No. 667 Acquisition of New and Additional Fire Equipment				$ 190,000.00		190,000.00				
Ord. No. 670 Acquisition of Property: MSM Supplemental Appropriation			780,421.00			780,421.00				
Ord. No. 698 Resurfacing Various Roads, Improvements to Municipal Building and Fields			174,200.00			174,200.00				
Ord. No. 707 Resurfacing Various Roads			128,050.00			128,050.00				
Ord. No. 743 Acquisition of Police Equipment, Improvements to Facilities and Streets			147,000.00			147,000.00				
Ord. No. 756 Various Improvements	3,363.36		194,750.00			194,750.00	$ 3,719.36	356.00		
Ord. No. 759 Acquisition of Property: Block 20101 Lot 1.03	9,305.62								9,305.62	
Ord. No. 767 Various Improvements	41,546.53			333,000.00		333,000.00	41,546.53			
Ord. No. 778 Animal Shelter & Fire Department Equipment							15,913.91	43,675.00	27,343.97	417.12
Ord. No. 779 North Main Street Improvement/Repair							155,476.06	240,000.00	59,836.76	24,687.18
Ord. No. 782 Salt Storage Facility & Parking Lot Improvements							17,953.31	20,000.00		2,046.69
Ord. No. 787 Energy Efficient Lighting, Air Conditioning, at the Municipal Building and Fire Houses								33,000.00	297.46	32,702.54
	$ 240,046.86	$ 295,206.42	$ 2,159,000.00	$ 523,000.00	$ 57,647.56	$ 2,682,000.00	$ 234,609.17	$ 474,639.81	$ 474,639.81	$ 242,996.55

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

Ord. No.	Improvement Description	Balance Dec. 31, 2009	Budget Appropriation	Seral Bonds Issued	Balance Dec. 31, 2010	Analysis of Balance December 31, 2010: Financed by Bond Anticipation Notes	Analysis of Balance December 31, 2010: Unexpended Improvement Authorizations
587	Acquisition of Property: Block 31301 Lot 5	$ 186,584.00	$ 2,000.00	$ 184,584.00			
592	Acquisition of Property: Block 40402 Lot 12 & 52	132,765.00	50.00	132,715.00			
594	Resurfacing Various Roads	30,017.00	30,017.00				
616	Acquisition of Property: Block 31301 Lot 12	159,280.00		159,280.00			
618	Acquisition of Property: MSM	258,056.00	56.00	258,000.00			
662	Improvements to RVA Fields	47,000.00	47,000.00				
667	Acquisition of New and Additional Fire Equipment	126,646.90	31,646.90		$ 95,000.00	$ 95,000.00	
670	Acquisition of Property: MSM Supplemental Appropriation	780,421.00		780,421.00			
698	Resurfacing Various Roads, Improvements to Municipal Building and Fields	174,200.00		174,200.00			
707	Resurfacing Various Roads	128,050.00		128,050.00			
743	Acquisition of Police Equipment, Improvements to Facilities and Streets	147,250.00	250.00	147,000.00			
756	Various Improvements	194,750.00		194,750.00			
767	Various Improvements	333,000.00			333,000.00	333,000.00	
		$ 2,698,019.90	$ 111,019.90	$ 2,159,000.00	$ 428,000.00	$ 428,000.00	$ - 0 -
	Ref.	C			C		

TOWNSHIP OF BOONTON
GENERAL CAPITAL FUND
SCHEDULE OF IMPROVEMENT AUTHORIZATIONS

Ord. No.	Improvement Description	Ordinance Date	Ordinance Amount	Balance Dec. 31, 2009 Funded	Balance Dec. 31, 2009 Unfunded	2010 Authorizations Other Sources	2010 Authorizations New Jersey Department of Transportation Grant Receivable	Authorizations Canceled	Encumbrances Canceled	Encumbered	Expended	Balance Dec. 31, 2010 Funded
756	Various Improvements	05/12/08	$ 205,000.00		$ 3,363.36				$ 356.00		$ 3,719.36	
759	Acquisition of Property, Block 20101 Lot 1.03	07/14/08	2,795,000.00	$ 9,305.62				$ 9,305.62				
767	Various Improvements	06/08/09	350,000.00		41,546.53						41,546.53	
778	Animal Shelter & Fire Department Equipment	06/14/10	43,675.00			$ 43,675.00				$ 27,343.97	15,913.91	$ 417.12
779	Improvement and Repair of North Main Street	06/14/10	240,000.00			20,000.00	$ 220,000.00			59,836.76	155,476.06	24,687.18
782	Salt Storage Facility & Parking Lot Improvements	07/12/10	20,000.00			20,000.00					17,953.31	2,046.69
787	Energy Efficient Lighting, Air Conditioning, & Boilers at the Municipal Building and Fire Houses	12/13/10	33,000.00			33,000.00				297.46		32,702.54
				$ 9,305.62	$ 44,909.89	$ 116,675.00	$ 220,000.00	$ 9,305.62	$ 356.00	$ 87,478.19	$ 234,609.17	$ 59,853.53
			Ref.	C	C							C

Capital Fund Balance	$ 20,000.00
Capital Improvement Fund	96,675.00
	$ 116,675.00

TOWNSHIP OF BOONTON
GENERAL CAPITAL FUND
SCHEDULE OF CAPITAL IMPROVEMENT FUND

	Ref.		
Balance December 31, 2009	C		$ 147,192.79
Increased by:			
2010 Budget Appropriation			170,000.00
			317,192.79
Decreased by:			
Appropriated to Finance Improvement Authorizations		$ 96,675.00	
Appropriated to Finance Reserve for Preliminary Expenses		40,000.00	
			136,675.00
Balance December 31, 2010	C		$ 180,517.79

TOWNSHIP OF BOONTON
GENERAL CAPITAL FUND
SCHEDULE OF BOND ANTICIPATION NOTES PAYABLE

Ord. No.	Purpose of Issue	Date of Original Issue	Original Amount Issued	Issue Date	Maturity Date	Interest Rate	Balance Dec. 31, 2009	Issued	Matured	Balance Dec. 31, 2010
587	Acquisition of Property: Block 31301 Lot 5	02/02/99	$ 259,000.00	01/22/09	01/22/10	2.00%	$ 186,584.00		$ 186,584.00	
592	Acquisition of Property: Block 40402 Lots 12 & 52	06/24/99	200,000.00	01/22/09	01/22/10	2.00%	132,765.00		132,765.00	
594	Various Capital Improvements	06/24/99	190,000.00	01/22/09	01/22/10	2.00%	30,017.00		30,017.00	
616	Acquisition of Property: Block 31301 Lot 12	10/04/00	204,500.00	01/22/09	01/22/10	2.00%	159,280.00		159,280.00	
618	Acquisition of Property: MSM	10/04/00	857,000.00	01/22/09	01/22/10	2.00%	258,056.00		258,056.00	
662	Improvements to RVA Fields	06/16/03	95,000.00	01/22/09	01/22/10	2.00%	47,000.00		47,000.00	
667	Acquisition of New and Additional Fire Equipment	01/28/04	310,000.00	01/22/09	01/22/10	2.00%	126,646.90		126,646.90	
				01/21/10	10/01/10	1.25%		$ 95,000.00	95,000.00	
				09/27/10	09/27/11	1.25%		95,000.00		$ 95,000.00
670	Acquisition of Property: MSM Supplemental Appropriation	01/28/04	862,421.00	01/22/09	01/22/10	2.00%	780,421.00		780,421.00	
698	Resurfacing Various Roads, Improvements to Municipal Building and Fields	06/22/05	218,500.00	01/22/09	01/22/10	2.00%	174,200.00		174,200.00	
707	Resurfacing Various Roads	01/26/06	142,500.00	01/22/09	01/22/10	2.00%	128,050.00		128,050.00	
743	Acquisition of Police Equipment, Improvements to Facilities and Streets	07/13/07	147,250.00	01/22/09	01/22/10	2.00%	147,250.00		147,250.00	
756	Various Improvements	01/23/09	194,750.00	01/22/09	01/22/10	2.00%	194,750.00		194,750.00	
767	Various Improvements	10/02/09	333,000.00	10/02/09	10/01/10	1.65%	333,000.00		333,000.00	
				09/27/10	09/27/11	1.25%		333,000.00		333,000.00
							$ 2,698,019.90	$ 523,000.00	$ 2,793,019.90	$ 428,000.00
						Ref.	C			C

Renewed	$ 523,000.00	$ 523,000.00
Serial Bonds Issued		2,159,000.00
2010 Budget Appropriation		111,019.90
	$523,000.00	$ 2,793,019.90

TOWNSHIP OF BOONTON
GENERAL CAPITAL FUND
SCHEDULE OF SERIAL BONDS PAYABLE

Purpose of Issue	Date of Issue	Amount of Issue	Maturities Of Bonds Outstanding December 31, 2010 Date	Amount	Interest Rate	Balance Dec. 31, 2009	Issued	Matured	Balance Dec. 31, 2010
General Improvements of 1995	07/01/95	$ 1,757,000.00				$ 150,000.00		$ 150,000.00	
General Bonds Payable of 2010	01/15/11	644,000.00	01/15/11	$ 57,000.00	2.00%		$ 644,000.00		$ 644,000.00
			01/15/12	57,000.00	2.00%				
			01/15/13	58,000.00	2.00%				
			01/15/14	60,000.00	2.00%				
			01/15/15	63,000.00	2.00%				
			01/15/16	65,000.00	2.75%				
			01/15/17	68,000.00	3.00%				
			01/15/18	70,000.00	3.00%				
			01/15/19	72,000.00	3.50%				
			01/15/20	74,000.00	3.50%				
Open Space Bonds Payable of 2010	01/15/11	1,515,000.00	01/15/11	143,000.00	2.00%		1,515,000.00		1,515,000.00
			01/15/12	143,000.00	2.00%				
			01/15/13	147,000.00	2.00%				
			01/15/14	149,000.00	2.00%				
			01/15/15	151,000.00	2.00%				
			01/15/16	154,000.00	2.75%				
			01/15/17	156,000.00	3.00%				
			01/15/18	158,000.00	3.00%				
			01/15/19	161,000.00	3.50%				
			01/15/20	153,000.00	3.50%				
						$ 150,000.00	$2,159,000.00	$ 150,000.00	$2,159,000.00
					Ref.	C			C

TOWNSHIP OF BOONTON
GENERAL CAPITAL FUND
SCHEDULE OF GREEN TRUST LOAN PAYABLE

	Ref.	
Balance December 31, 2009	C	$ 3,545.30
Decreased by:		
Paid by Budget Appropriation		2,351.76
Balance December 31, 2010	C	$ 1,193.54

SCHEDULE OF PRINCIPAL AND INTEREST PAYMENTS OUTSTANDING DECEMBER 31, 2010

Payment Number	Maturity Date	Interest Rate	Payment of Interest	Principal	Balance of Loan
					$ 1,193.54
39	05/16/11	2.0%	$ 11.94	$ 1,193.54	- 0 -
				$ 1,193.54	

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

Ord. Number	Ord. Date	Improvement Description	Balance Dec. 31, 2009	Funded by Budget Appropriation	Serial Bonds Payable Issued	Bond Anticipation Notes Issued	Bond Anticipation Notes Redeemed	Balance Dec. 31, 2010
587	12/28/98	Acquisition of Property: Block 31301 Lot 5		$ 2,000.00	$ 184,584.00		$ 186,584.00	
592	05/24/99	Acquisition of Property: Block 40402 Lot 12 & 52		50.00	132,715.00		132,765.00	
594	05/10/99	Carious Capital Improvements		30,017.00			30,017.00	
616	08/11/00	Acquisition of Property: Block 31301 Lot 12			159,280.00		159,280.00	
618	09/11/00	Acquisition of Property: MSM		56.00	258,000.00		258,056.00	
662	03/24/03	Improvements to RVA Fields		47,000.00			47,000.00	
667	09/22/03	Acquisition of New and Additional Fire Equipment		31,646.90		$ 95,000.00	126,646.90	
670	12/08/03	Acquisition of Property: MSM Supplemental Appropriation			780,421.00		780,421.00	
698	05/09/05	Resurfacing Various Roads, Improvements to Municipal Building and Fields			174,200.00		174,200.00	
707	08/15/05	Resurfacing Various Roads			128,050.00		128,050.00	
743	06/11/07	Acquisition of Police Equipment, Improvements to Facilities and Streets		250.00	147,000.00		147,250.00	
756	05/12/08	Various Improvements			194,750.00		194,750.00	
767	06/08/09	Various Improvements				333,000.00	333,000.00	
			$ -0-	$ 111,019.90	$2,159,000.00	$ 428,000.00	$2,698,019.90	$ -0-

TOWNSHIP OF BOONTON
COUNTY OF MORRIS
2010
WATER UTILITY FUND

TOWNSHIP OF BOONTON
WATER UTILITY FUND
SCHEDULE OF CASH - TREASURER

	Ref.	Operating		Assessment		Capital	
Balance December 31, 2009	D		$ 211,451.18		$ 552.58		$ 38,652.54
Increased by Receipts:							
Consumer Accounts Receivable		$ 238,528.30					
Interest on Investments		911.65					
Interest on Assessments		308.88					
Interest on Delinquencies		1,301.74					
Capital Surplus Anticipated as Revenue		379.51					
Premium on Serial Bonds						$ 892.47	
Due to Water Utility Operating Fund:							
Interest on Investments				$ 0.40		8.79	
Due from Water Utility Assessment Trust Fund:							
Prior Year Interfund Returned		3.52					
Due to/from Water Utility Capital Fund:							
Prior Year Interfund Returned		23.03					
Prepaid Rents		0.07					
Assessments Receivable				682.25			
Deficit in Water Utility Assessment Trust - Budget Appropriation				11,441.46			
Serial Bonds						81,000.00	
Capital Improvement Fund:							
2010 Budget Appropriation						2,250.00	
			241,456.70		12,124.11		84,151.26
			452,907.88		12,676.69		122,803.80
Decreased by Disbursements:							
2010 Appopriation Expenditures		231,223.98					
2009 Appropriation Reserves		35,459.47					
Accrued Interest on Bonds		1,067.50					
Accrued Interest on Notes		1,867.77					
Due to Water Utility Operating Fund:							
Fund Balance Anticipated						379.51	
Prior Year Interfund Returned				3.52		23.03	
Bond Anticipation Notes				11,990.52		81,000.00	
			269,618.72		11,994.04		81,402.54
Balance December 31, 2010	D		$ 183,289.16		$ 682.65		$ 41,401.26

TOWNSHIP OF BOONTON
WATER UTILITY OPERATING FUND
SCHEDULE OF CASH - COLLECTOR
YEAR ENDED DECEMBER 31, 2010

NOT APPLICABLE

TOWNSHIP OF BOONTON
WATER UTILITY ASSESSMENT TRUST FUND
ANALYSIS OF CASH

		Receipts			Disbursements		Transfers		
	Balance Dec. 31, 2009	Assessments Receivable	Budget Appropriation	Miscellaneous	Miscellaneous	Bond Anticipation Notes	To	From	Balance Dec. 31, 2010
Due to Water Utility Operating Fund	$ 3.52			$ 0.40	$ 3.52				$ 0.40
Fund Balance							$ 682.25		682.25
Assessment Receivable:									
Ord. No. Improvement Description									
653 Water Supply and Distribution System: McCaffrey Lane	549.06	$ 682.25	$ 11,441.46			$ 11,990.52		$ 682.25	
	$ 552.58	$ 682.25	$ 11,441.46	$ 0.40	$ 3.52	$ 11,990.52	$ 682.25	$ 682.25	$ 682.65

TOWNSHIP OF BOONTON
WATER UTILITY CAPITAL FUND
ANALYSIS OF WATER CAPITAL CASH

		Receipts			Disbursements		
	Balance Dec. 31, 2009	Serial Bonds	Budget Appropriation	Miscellaneous	Bond Anticipation Notes	Miscellaneous	Balance Dec. 31, 2010
Fund Balance	$ 379.51			$ 892.47		$ 379.51	$ 892.47
Capital Improvement Fund	38,250.00		$ 2,250.00				40,500.00
Due to Water Utility Operating Fund	23.03			8.79		23.03	8.79
Ord. No. General Improvements							
653 Water Supply and Distribution System: McCaffrey Lane		$ 81,000.00			$ 81,000.00		
	$ 38,652.54	$ 81,000.00	$ 2,250.00	901.26	$ 81,000.00	$ 402.54	$ 41,401.26

TOWNSHIP OF BOONTON
WATER UTILITY OPERATING FUND
SCHEDULE OF CONSUMER ACCOUNTS RECEIVABLE

	Ref.		
Balance December 31, 2009	D		$ 13,959.10
Increased by:			
Water Rents Levied			271,137.71
			285,096.81
Decreased by:			
Water Collections		$ 238,528.30	
Prepaid Rents Applied		1.52	
			238,529.82
Balance December 31, 2010	D		$ 46,566.99

TOWNSHIP OF BOONTON
WATER UTILITYASSESSMENT TRUST FUND
SCHEDULE OF ASSESSMENTS RECEIVABLE

Improvement Description	Ordinance Number	Balance Dec. 31, 2009	Collections	Balance Dec. 31, 2010	Balance Pledged To Reseve
Water Supply and Distribution System: McCaffrey Lane	653	$ 11,441.46	$ 682.25	$ 10,759.21	$ 10,759.21
	Ref.	D		D	

TOWNSHIP OF BOONTON
WATER UTILITY CAPITAL FUND
SCHEDULE OF FIXED CAPITAL

	Balance Dec. 31, 2009	Balance Dec. 31, 2010
Fire Hydrants	$ 1,741.39	$ 1,741.39
Water Meters	8,820.00	8,820.00
McCaffrey Lane Water Supply and Distribution System	108,897.84	108,897.84
	$ 119,459.23	$ 119,459.23
Ref.	D	D

TOWNSHIP OF BOONTON
WATER UTILITY CAPITAL FUND
SCHEDULE OF FIXED CAPITAL AUTHORIZED AND UNCOMPLETED
YEAR ENDED DECEMBER 31, 2010

NOT APPLICABLE

TOWNSHIP OF BOONTON
WATER UTILITY OPERATING FUND
SCHEDULE OF 2009 APPROPRIATION RESERVES
YEAR ENDED DECEMBER 31, 2010

	Balance Dec. 31, 2009	Balance After Modification	Paid or Charged	Balance Lapsed
Operating:				
Salaries and Wages	$ 325.08	$ 325.08		$ 325.08
Other Expenses	58,703.30	58,703.30	$ 35,459.47	23,243.83
Statutory Expenditures:				
Social Secuirty (O.A.S.I.)	52.30	52.30		52.30
	$ 59,080.68	$ 59,080.68	$ 35,459.47	$ 23,621.21

Analysis of Balance December 31, 2009

	Ref.	
Encumbered	D	$ 1,621.70
Unencumbered	D	57,458.98
		$ 59,080.68

TOWNSHIP OF BOONTON
WATER UTILITY CAPITAL FUND
SCHEDULE OF IMPROVEMENT AUTHORIZATIONS
YEAR ENDED DECEMBER 31, 2010

NOT APPLICABLE

TOWNSHIP OF BOONTON
WATER UTILITY CAPITAL FUND
SCHEDULE OF CAPITAL IMPROVEMENT FUND

	Ref.		
Balance December 31, 2009	D	$	38,250.00
Increased by:			
Budget Appropriation			2,250.00
Balance December 31, 2010	D	$	40,500.00

TOWNSHIP OF BOONTON
WATER UTILITY CAPITAL FUND
SCHEDULE OF DEFERRED RESERVE FOR AMORTIZATION
YEAR ENDED DECEMBER 31, 2010

NOT APPLICABLE

TOWNSHIP OF BOONTON
WATER UTILITY CAPITAL FUND
SCHEDULE OF BOND ANTICIPATION NOTES PAYABLE

Ord. No.	Improvement Description	Date of Issue of Original Note	Date of Issue	Date of Maturity	Interest Rate	Balance Dec. 31, 2009	Matured	Balance Dec. 31, 2010
653	Water Supply and Distribution System: McCaffrey Lane	06/21/2002	01/22/09	01/22/10	2.00%	$ 81,397.84	$ 81,397.84	$ -0-
					Ref.	D		D

Serial Bonds Issued	$ 81,000.00
Paid by Operating Budget	397.84
	$ 81,397.84

TOWNSHIP OF BOONTON
WATER CAPITAL FUND
SCHEDULE OF SERIAL BONDS PAYABLE

Purpose of Issue	Date of Issue	Amount of Issue	Maturities Of Bonds Outstanding December 31, 2010 Date	Amount	Interest Rate	Issued	Balance Dec. 31, 2010
Water Bonds Payable of 2010	01/15/11	$ 81,000.00	01/15/11	$ 7,000.00	2.00%		
			01/15/12	7,000.00	2.00%		
			01/15/13	7,000.00	2.00%		
			01/15/14	8,000.00	2.00%		
			01/15/15	8,000.00	2.00%		
			01/15/16	8,000.00	2.75%		
			01/15/17	8,000.00	3.00%		
			01/15/18	9,000.00	3.00%		
			01/15/19	9,000.00	3.50%		
			01/15/20	10,000.00	3.50%	$ 81,000.00	$ 81,000.00
						$ 81,000.00	$ 81,000.00

D

TOWNSHIP OF BOONTON
WATER UTILITY ASSESSMENT TRUST FUND
SCHEDULE OF BOND ANTICIPATION NOTES PAYABLE

Ord. No.	Improvement Description	Date of Issue of Original Note	Date of Issue	Date of Maturity	Interest Rate	Balance Dec. 31, 2009	Matured	Balance Dec. 31, 2010
653	Water Supply and Distribution System: McCaffrey Lane	06/21/02	01/22/09	01/22/10	2.00%	$ 11,990.52	$ 11,990.52	$ -0-
					Ref.	D		D

Paid by Budget Appropriation	$ 11,990.52
	$ 11,990.52

TOWNSHIP OF BOONTON
WATER UTILITY ASSESSMENT TRUST FUND
SCHEDULE OF RESERVE FOR ASSESSMENTS AND RESERVE FOR ASSESSMENT LIENS
YEAR ENDED DECEMBER 31, 2010

Improvement Description	Utility Budget for Deficit	Balance Dec. 31, 2010
Assessment Receivable		
Water Supply and Distribution System:		
McCaffrey Lane	$ 10,759.21	$ 10,759.21
Ref.		D

TOWNSHIP OF BOONTON
WATER UTILITY CAPITAL FUND
SCHEDULE OF RESERVE FOR AMORTIZATION
YEAR ENDED DECEMBER 31, 2010

	Ref.		
Balance December 31, 2009	D	$	38,061.39
Increased by:			
Bond Anticipation Notes Paid by Operating Budget			397.84
Balance December 31, 2010	D	$	38,459.23

TOWNSHIP OF BOONTON
WATER UTILITY CAPITAL FUND
SCHEDULE OF BONDS AND NOTES AUTHORIZED BUT NOT ISSUED
YEAR ENDED DECEMBER 31, 2010

NOT APPLICABLE

TOWNSHIP OF BOONTON
COUNTY OF MORRIS
2010
SEWER UTILITY FUND

TOWNSHIP OF BOONTON
SEWER UTILITY FUND
SCHEDULE OF CASH - TREASURER

	Ref.	Operating		Assessment		Capital	
Balance December 31, 2009	E		$ 113,892.97		$ 46,834.41		$ 42,296.68
Increased by Receipts:							
Consumer Accounts Receivable		$ 162,402.23					
Interest on Investments		461.61					
Interest on Assessments		6,303.49					
Interest on Delinquencies		1,166.53					
Assessments Receivable				$ 13,107.94			
Prepaid Sewer Rents		387.90					
Premium on Bonds						$ 1,983.27	
Due from Sewer Utility Operating Fund:							
Assessment Surplus		18,475.65					
Capital Surplus		907.51					
Due from Sewer Utility Assessment Fund:							
Prior Year Interfund Returned		3,037.35		12.91			
Due from Sewer Utility Capital Fund:							
Prior Year Interfund Returned		12.74					
Capital Improvement Fund:							
2010 Budget Appropriation						6,000.00	
Serial Bonds				180,000.00			
			193,155.01		193,120.85		7,983.27
			307,047.98		239,955.26		50,279.95
Decreased by Disbursements:							
2010 Budget Appropriations		141,449.58					
2009 Appropriation Reserves		4,337.30					
Accrued Interest on Bonds		2,317.50					
Accrued Interest on Notes		3,857.25					
Assessment Surplus				18,475.65			
Capital Surplus						907.51	
Due to Sewer Utility Operating Fund:							
Prior Year Interfund Returned				3,037.35		12.74	
Bond Anticipation Notes				192,862.74			
			151,961.63		214,375.74		920.25
Balance December 31, 2010	E		$ 155,086.35		$ 25,579.52		$ 49,359.70

TOWNSHIP OF BOONTON
SEWER UTILITY OPERATING FUND
SCHEDULE OF CASH - COLLECTOR
FOR THE YEAR ENDED DECEMBER 31, 2010

NOT APPLICABLE

TOWNSHIP OF BOONTON
SEWER UTILITY ASSESSMENT TRUST FUND
ANALYSIS OF CASH

			Receipts			Disbursements		
		Balance Dec. 31, 2009	Assessments Receivable	Serial Bonds	Miscellaneous	Bond Anticipation Notes	Miscellaneous	Balance Dec. 31, 2010
Due to Sewer Utility Operating Fund		$ 3,037.35			$ 12.91		$ 3,037.35	$ 12.91
Fund Balance		18,475.65	$ 4,165.70				18,475.65	4,165.70
Assessment Receivable:								
Ord. No.	Improvement Description							
654	Sanitary Sewerage System: McCaffrey Lane	4,214.41	5,365.80	$ 84,000.00		$ 90,884.94		2,695.27
727,745	Sanitary Sewerage System: Sylvan Lane	21,107.00	3,576.44	96,000.00		101,977.80		18,705.64
		$ 46,834.41	$ 13,107.94	$ 180,000.00	$ 12.91	$ 192,862.74	$ 21,513.00	$ 25,579.52

TOWNSHIP OF BOONTON
SEWER UTILITY CAPITAL FUND
ANALYSIS OF CASH

		Balance/(Deficit) Dec. 31, 2009	Receipts: Budget Appropriation	Receipts: Miscellaneous	Disbursements: Miscellaneous	Balance/ (Deficit) Dec. 31, 2010
Capital Improvement Fund		$ 41,989.69	$ 6,000.00			$ 47,989.69
Due to Sewer Utility Operating Fund		5,170.24			$ 12.74	5,157.50
Fund Balance		907.51		$ 1,983.27	907.51	1,983.27
Ord. No.	Improvement Description					
727,745	Sanitary Sewerage System: Sylvan Lane	(5,770.76)				(5,770.76)
		$ 42,296.68	$ 6,000.00	$ 1,983.27	$ 920.25	$ 49,359.70

TOWNSHIP OF BOONTON
SEWER UTILITY OPERATING FUND
SCHEDULE OF CONSUMER ACCOUNTS RECEIVABLE

	Ref.		
Balance December 31, 2009	E		$ 13,289.09
Increased by:			
Sewer Rents Levied			171,103.65
			184,392.74
Decreased by Collections:			
Sewer Rents		$ 162,402.23	
Prepaid Sewer Rents Applied		92.48	
			162,494.71
Balance December 31, 2010	E		$ 21,898.03

TOWNSHIP OF BOONTON
SEWER UTILITY ASSESSMENT TRUST FUND
SCHEDULE OF ASSESSMENTS RECEIVABLE

Ord. No.	Improvement Description	Balance Dec. 31, 2009	Collected	Balance Dec. 31, 2010	Balance Pledged To Reserve	Balance Pledged To Serial Bonds
654	Sanitary Sewerage System: McCaffrey Lane	$ 86,670.53	$ 5,365.80	$ 81,304.73		$ 81,304.73
680	Sanitary Sewerage System: North Main Street	47,130.57	4,165.70	42,964.87	$ 42,964.87	
727,745	Sanitary Sewerage System: Sylvan Lane	80,870.80	3,576.44	77,294.36		77,294.36
		$ 214,671.90	$ 13,107.94	$ 201,563.96	$ 42,964.87	$ 158,599.09
	Ref.	E		E		

TOWNSHIP OF BOONTON
SEWER UTILITY CAPITAL FUND
SCHEDULE OF FIXED CAPITAL

Description	Balance Dec. 31, 2009	Balance Dec. 31, 2010
North Main Street Line:		
Pipe Line	$ 10,931.62	$ 10,931.62
Glenbourne Drive Pumping Station	3,075.00	3,075.00
McCaffrey Lane Sewer	125,000.00	125,000.00
North Main Street Sanitary Sewer	75,000.00	75,000.00
Sylvan Lane Sanitary Sewer	110,400.12	110,400.12
Total	$ 324,406.74	$ 324,406.74
Ref.	E	E

TOWNSHIP OF BOONTON
SEWER UTILITY CAPITAL FUND
SCHEDULE OF FIXED CAPITAL AUTHORIZED AND UNCOMPLETED
YEAR ENDED DECEMBER 31, 2010

NOT APPLICABLE

TOWNSHIP OF BOONTON
SEWER UTILITY OPERATING FUND
SCHEDULE OF 2009 APPROPRIATION RESERVES
YEAR ENDED DECEMBER 31, 2010

	Balance Dec. 31, 2009	Balance After Modification	Paid or Charged	Balance Lapsed
Operating:				
Salaries and Wages	$ 75.04	$ 75.04		$ 75.04
Other Expenses	31,834.19	31,834.19	$ 4,337.30	27,496.89
Capital Improvements:				
Capital Outlay	4,000.00	4,000.00		4,000.00
Statutory Expenditures:				
Social Security	24.44	24.44		24.44
	$ 35,933.67	$ 35,933.67	$ 4,337.30	$ 31,596.37

Analysis of Balance at December 31, 2009:	Ref.	
Unencumbered	E	$ 34,870.11
Encumbered	E	1,063.56
		$ 35,933.67

TOWNSHIP OF BOONTON
SEWER UTILITY ASSESSMENT TRUST FUND
SCHEDULE OF RESERVE FOR ASSESSMENTS

	Ref.		
Balance December 31, 2009	E	$	47,130.57
Decreased by:			
Collection of Unpledged Assessments and Liens			4,165.70
Balance December 31, 2010	E	$	42,964.87

TOWNSHIP OF BOONTON
SEWER UTILITY CAPITAL FUND
SCHEDULE OF IMPROVEMENT AUTHORIZATIONS
YEAR ENDED DECEMBER 31, 2010

NOT APPLICABLE

TOWNSHIP OF BOONTON
SEWER UTILITY CAPITAL FUND
SCHEDULE OF CAPITAL IMPROVEMENT FUND

	Ref.	
Balance December 31, 2009	E	$ 41,989.69
Increased by:		
2010 Budget Appropriation		6,000.00
Balance December 31, 2010	E	$ 47,989.69

TOWNSHIP OF BOONTON
SEWER UTILITY CAPITAL FUND
SCHEDULE OF RESERVE FOR AMORTIZATION

	Ref.	
Balance December 31, 2009	E	$ 318,635.98
Balance December 31, 2010	E	$ 318,635.98

TOWNSHIP OF BOONTON
SEWER UTILITY CAPITAL FUND
SCHEDULE OF DEFERRED RESEVE FOR AMORTIZATION
YEAR ENDED DECEMBER 31, 2010

NOT APPLICABLE

TOWNSHIP OF BOONTON
SEWER UTILITY ASSESSMENT TRUST FUND
SCHEDULE OF BOND ANTICIPATION NOTES PAYABLE

Ord. No.	Purpose of Issue	Date of Original Issue	Original Amount Issued	Issue Date	Maturity Date	Interest Rate	Balance Dec. 31, 2009	Matured	Balance Dec. 31, 2010
654	Sanitary Sewerage System: McCaffrey Lane	06/12/02	$ 125,000.00	01/22/09	01/22/10	2.00%	$ 90,884.94	$ 90,884.94	
727; 745	Sanitary Sewerage System: Sylvan Lane	01/25/07	100,000.00	01/22/09	01/22/10	2.00%	100,000.00	100,000.00	
727; 745	Sanitary Sewerage System: Sylvan Lane	10/03/07	4,423.96	01/22/09	01/22/10	2.00%	1,977.80	1,977.80	
							$ 192,862.74	$ 192,862.74	$ -0-
						Ref.	E		E

Serial Bonds Issued	$ 180,000.00
Paid by Budget Appropriation	12,862.74
	$ 192,862.74

TOWNSHIP OF BOONTON
SEWER UTILITY CAPITAL FUND
SCHEDULE OF BOND ANTICIPATION NOTES PAYABLE
YEAR ENDED DECEMBER 31, 2010

NOT APPLICABLE

TOWNSHIP OF BOONTON
SEWER UTILITY TRUST ASSESSMENT FUND
SCHEDULE OF SERIAL BONDS PAYABLE
YEAR ENDED DECEMBER 31, 2010

Purpose of Issue	Date of Issue	Amount of Issue	Maturities Of Bonds Outstanding December 31, 2010 Date	Amount	Interest Rate	Issued	Balance Dec. 31, 2010
Sewer Assessment Bonds Payable of 2010	01/15/10	$ 180,000.00	01/15/11	$ 18,000.00	2.00%		
			01/15/12	18,000.00	2.00%		
			01/15/13	18,000.00	2.00%		
			01/15/14	18,000.00	2.00%		
			01/15/15	18,000.00	2.00%		
			01/15/16	18,000.00	2.75%		
			01/15/17	18,000.00	3.00%		
			01/15/18	18,000.00	3.00%		
			01/15/19	18,000.00	3.50%		
			01/15/20	18,000.00	3.50%	$ 180,000.00	$ 180,000.00
						$ 180,000.00	$ 180,000.00
				Ref.			D

TOWNSHIP OF BOONTON
SEWER UTILITY CAPITAL FUND
SCHEDULE OF WASTEWATER TREATMENT TRUST LOAN PAYABLE
YEAR ENDED DECEMBER 31, 2010

NOT APPLICABLE

TOWNSHIP OF BOONTON
SEWER UTILITY CAPITAL FUND
SCHEDULE OF BONDS AND NOTES AUTHORIZED BUT NOT ISSUED

Improvement Description	Ordinance Date	Balance Dec. 31, 2009	Balance Dec. 31, 2010
Sanitary Sewerage System: Sylvan Lane	09/11/06	$ 5,770.76	$ 5,770.76
		$ 5,770.76	$ 5,770.76
	Ref.	E	E

TOWNSHIP OF BOONTON
COUNTY OF MORRIS
2010
PUBLIC ASSISTANCE FUND

BOONTON TOWNSHIP
PUBLIC ASSISTANCE FUND
SCHEDULE OF CASH - TREASURER

	Ref.	Fund Total	Public Assistance Trust Fund I	Public Assistance Trust Fund II
Balance December 31, 2009	F	$ 32,341.12	$ 21,927.97	$ 10,413.15
Increased by Receipts:				
State Aid		5,300.00		5,300.00
		5,300.00		5,300.00
Decreased by Disbursements:				
Public Assistance Expenditures - Maintenance		10,825.00		10,825.00
Public Assistance Expenditures - Emergency Assistance		745.47		745.47
		11,570.47		11,570.47
Balance December 31, 2010	F	$ 26,070.65	$ 21,927.97	$ 4,142.68

TOWNSHIP OF BOONTON

PART II

SINGLE AUDIT

YEAR ENDED DECEMBER 31, 2010

TOWNSHIP OF BOONTON
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2010

Federal Funding Department	Federal Program	CFDA #	Pass Through Entity ID	Grant Period From	Grant Period To	Grant Award Amount	Grant Receipts	Amount of Expenditures	Cumulative Expenditures
U.S. Department of Transportation (Passed through NJ Department of Law and Public Safety)	Transportation Trust Fund Authority Act: 2010 Improvement and Repair of - North Main Street - Ord. 779	20.205	1160-116-6120	01/01/10	12/31/11	$ 220,000.00	$ 93,073.75	$ 135,476.06	$ 135,476.06
	Over The Limit Under Arrest - Impaired Driving Crackdown Grant	20.605	1160-116-6120	01/01/10	12/31/11	4,400.00	4,350.00	4,350.00	4,350.00
Total Department of Transportation							97,423.75	139,826.06	139,826.06
United States Department of Homeland Securtity (Passed through New Jersey Dep of Law and Public Safety)	Disaster Assistance - Severe Storm, Flooding and Mud Slides	97.017	100-066-1200-979-YEMR	Prior Years	12/31/11	3,820.04	-0-	400.12	3,151.07
Total United States Department of Homeland Security							-0-	400.12	3,151.07
Total Federal Awards							$ 97,423.75	$ 140,226.18	$ 142,977.13

SEE NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AND STATE AWARDS

TOWNSHIP OF BOONTON
SCHEDULE OF EXPENDITURES OF STATE AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2010

State Funding Department	State Program	State Grant Account Number	Grant Period From	Grant Period To	Grant Award Amount	Grant Receipts	Grant Expenditures	Cumulative Expenditures
Department of Environmental Protection	Clean Communities Program	765-042-4900	Prior Years	12/31/10	$ 7,741.18		$ 5,741.18	$ 7,741.18
		-004-178910	01/01/08	12/31/10	7,109.19		7,109.19	7,109.19
			01/01/09	12/31/11	9,130.77		4,553.59	4,553.59
			01/01/10	12/31/11	9,481.58	$ 9,481.58		
						9,481.58	17,403.96	19,403.96
	Recycling Tonnage Grant	452-042-4900						
		001-V427Y	01/01/06	12/31/11	1,952.25		1,375.00	1,375.00
Total Department of Environmental Protection						9,481.58	18,778.96	20,778.96
Department of the Treasury	Municipal Alliance	100-082-2000	01/01/08	12/31/10	11,363.00		1,809.00	11,363.00
	Against Substance Abuse	-044-995120	01/01/09	12/31/10	7,533.00		1,408.50	7,533.00
			01/01/10	12/31/11	7,533.00	6,482.25	5,725.29	5,725.29
Total Department of the Treasury						6,482.25	8,942.79	24,621.29
Department of Law and Public Safety	Body Armor Replacement	718-066-1020						
	Fund	-001-6120	01/01/09	12/31/11	2,342.44	2,342.44		
	Drunk Driving Enforcement	100-078-	01/01/09	12/31/11	5,920.93		2,304.52	5,341.06
	Fund	6400-YYYY	01/01/10	12/31/11	1,308.04	1,308.04		
						1,308.04	2,304.52	5,341.06
Total Department of Law & Public Safety						3,650.48	2,304.52	5,341.06
New Jersey Highlands Council	Highlands Plan	09-033-						
	Conformance	011-6120	01/01/09	12/31/11	50,000.00		8,970.00	39,301.25
Total New Jersey Highlands Council						-0-	8,970.00	39,301.25

TOWNSHIP OF BOONTON
SCHEDULE OF EXPENDITURES OF STATE AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2010
(Continued)

State Funding Department	State Program	State Grant Account Number	Grant Period From	Grant Period To	Grant Award Amount	Grant Receipts	Grant Expenditures	Cumulative Expenditures
Department of Human Services	Payments to Municipalities for Cost of General Assistance (State Share)	100-054-7550-121-158010	01/01/10	12/31/10	$ 11,570.47	$ 5,300.00	$ 11,570.47	$ 11,570.47
Total Department of Human Services						5,300.00	11,570.47	11,570.47
Department of Health and Senior Services	Alcohol Education Rehabilitation Fund	760-098-9735-789-XXXX	01/01/08	12/31/11	2,302.78	$ 553.00		$ 2,057.13
Total Department of Health and Senior Services						553.00		2,057.13
Total State Awards						$ 25,467.31	$ 50,566.74	$ 103,670.16

SEE NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AND STATE AWARDS

TOWNSHIP OF BOONTON
NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AND STATE AWARDS
YEAR ENDED DECEMBER 31, 2010

Note 1. GENERAL

The accompanying schedules of expenditures of federal and state awards present the activity of all federal and state awards programs of the Township of Boonton. The Township of Boonton is defined in Note 1 to the Township's financial statements. All federal and state awards received directly from federal and state agencies, as well as federal and state awards passed through other government agencies are included on the schedules of expenditures of federal and state awards.

Note 2. BASIS OF ACCOUNTING

The accompanying schedules of expenditures of federal and state awards are presented using the modified accrual basis of accounting. The information in these schedules is presented in accordance with the requirements of federal OMB Circular A-133, *Audits of States, Local Governments, and Nonprofit Organizations*. Therefore, some amounts presented in these schedules may differ from amounts presented in, or used in the preparation of, the financial statements.

Note 3. RELATIONSHIP TO FEDERAL AND STATE FINANCIAL REPORTS

Amounts reported in the accompanying schedules agree with the amounts reported in the related federal and state financial reports.

Note 4. STATE LOANS OUTSTANDING

The Township of Boonton has the following loan outstanding in the General Capital Fund as of December 31, 2010:

Green Trust Loan Payable	$	1,193.54

Currently, the Township is in the process of repaying the loan balance. There were no loan receipts or expenditures in the current year.

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Independent Auditors' Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*

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

We have audited the financial statements of the Township of Boonton, in the County of Morris (the "Township") as of, and for the years ended, December 31, 2010 and 2009 and have issued our report thereon dated June 21, 2011, which indicated that the financial statements have been prepared on an other comprehensive basis of accounting. We conducted our audits in accordance with auditing standards generally accepted in the United States of America, 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.

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 opinions on the financial statements, but not for the purpose of expressing our opinion on the effectiveness of the Township's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Township's internal control over financial reporting.

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

Our consideration of the internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above. However, we identified a certain deficiency in internal control over financial reporting, described in the accompanying Schedule of Findings and Questioned Costs as Finding 2010-01 that we consider to be a significant deficiency in internal control over financial reporting. A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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

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 certain matters that we have reported in the Comments and Recommendations section of this report.

The Township's response to the finding noted in our audit is described in the accompanying schedule of findings and questioned costs. We did not audit the Township's response and accordingly, we express no opinion on it.

This report is intended solely for the information and use of management, the Mayor and Members of the Township Committee, and to meet the requirements for filing with the Division of Local Government Services, 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.

Mount Arlington, New Jersey
June 21, 2011

NISIVOCCIA LLP

John Cassells
Registered Municipal Accountant No. 55

Heidi A. Wohlleb
Certified Public Accountant
Registered Municipal Accountant No. 481

TOWNSHIP OF BOONTON
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED DECEMBER 31, 2010

Summary of Auditors' Results:

- An unqualified report was issued on the Township's financial statements prepared on an other comprehensive basis of accounting.
- The audit did not disclose any material weaknesses in the internal controls of the Township.
- The audit did not disclose any noncompliance which is material in relation to the financial statements of the Township.
- The Township was not subject to the single audit provisions of Federal OMB Circular A-133 and New Jersey's OMB Circular NJOMB 04-04, *Single Audit Policy for Recipients of Federal Grant, State Grants and State Aid* for 2010 as grant expenditures were less than the single audit thresholds of $500,000 identified in the Circulars.

Findings Relating to the Financial Statements which are required to be Reported in Accordance with Generally Accepted Government Auditing Standards:

- The audit did not disclose any findings required to be reported under Generally Accepted Government Auditing Standards, except as follows:

  Finding 2010-1

  The Township does not maintain an adequate segregation of duties with respect to the recording and treasury functions. Segregation of duties refers to separating those functions that place too much control over a transaction or class of transactions that would enable a person to perpetuate errors and prevent detection within a reasonable period of time. The various departments/offices of the Township are responsible for the issuance of permits and licenses, collection of taxes, utility charges and permit and license fees and recording of collections. Also, the reconciliation of bank accounts, the preparation of the general ledger, and the recording of disbursements are performed by one person, the Chief Financial Officer. This is due, in part, to the limited number of personnel of the Township and the decentralized nature of governmental collection procedures. Accordingly, management and the Township Committee should be aware of this situation and realize that the concentration of duties and responsibilities in a limited number of individuals is not desirable from a control point of view.

  Management's Response

  The Township made a significant effort in 2010 to evaluate where duties could be reassigned to provide for a more adequate segregation of the Finance Office duties. In 2011, additional efforts have been made to further segregate the Finance Office duties including having the Township Administrator being responsible for reviewing bank reconciliations prepared by the Chief Financial Officer.

Findings and Questioned Costs for Federal Awards:

- Not Applicable – Grant expenditures were below the single audit threshold.

Findings and Questioned Costs for State Awards:

- Not Applicable – Grant expenditures were below the single audit threshold.

TOWNSHIP OF BOONTON
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
YEAR ENDED DECEMBER 31, 2010

The Township's prior year audit finding regarding segregation of duties has not been fully resolved and is included as finding 2010-1.

TOWNSHIP OF BOONTON

PART III

COMMENTS AND RECOMMENDATIONS

YEAR ENDED DECEMBER 31, 2010

TOWNSHIP OF BOONTON
COMMENTS AND RECOMMENDATIONS

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

N.J.S. 40A:11-3 states:

a. " When the cost or price of any contract awarded by the contracting agent in the aggregate does not exceed in a contract year the total sum of $17,500, the contract may be awarded by a purchasing agent when so authorized by ordinance or resolution, as appropriate to the contracting unit, of the governing body of the contracting unit without public advertising for bids, except that the governing body of any contracting unit may adopt an ordinance or resolution to set a lower threshold for the receipt of public bids or the solicitation of competitive quotations. If the purchasing agent is qualified pursuant to subsection b. of section 9 of P.L. 1971, c.198 (C.40A:11-9), the governing body of the contracting unit may establish that the bid threshold may be up to $25,000. Such authorization may be granted for each contract or by a general delegation of the power to negotiate and award such contracts pursuant to this section.

b. Any contract made pursuant to this section may be awarded for a period of 24 consecutive months, except that contracts for professional services pursuant to subparagraph (i) of paragraph (a) of subsection (1) of section 5 of P.L. 1971, c.198 (C.40A: 11-5) may be awarded for a period not exceeding 12 consecutive months. The Division of Local Government Services shall adopt and promulgate rules and regulations concerning the methods of accounting for all contracts that do not coincide with the contracting unit's fiscal year.

c. The Governor, in consultation with the Department of the Treasury, shall, no later than March 1 of every fifth year beginning in the fifth year after the year in which P.L.1999, c.440 takes effect, adjust the threshold amount and the higher threshold amount which the governing body is permitted to establish, as set forth in subsection a. of this section, or the threshold amount resulting from any adjustment under this subsection, in direct proportion to the rise or fall of the index rate as that term is defined in section 2 of P.L.1971, c.198 (C.40A11-2), and shall round the adjustment to the nearest $1,000. The Governor shall, no later than June 1 of every fifth year, notify each governing body of the adjustment. The adjustment shall become effective on July 1 of the year in which it is made."

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

Effective July 1, 2005 and thereafter the bid threshold in accordance with N.J.S.A. 40A:11-3 is $21,000, and with a qualified purchasing agent the threshold may be up to $29,000.

Effective July 1, 2010 and thereafter the bid threshold in accordance with N.J.S.A. 40A:11-3 is $26,000, and with a qualified purchasing agent the threshold may be up to $36,000.

The governing body of the Township of Boonton 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 Township Attorney's opinion should be sought before a commitment is made.

The minutes indicated that bids were requested by public advertising per N.J.S. 40A:11-4. The minutes also indicated that resolutions were adopted authorizing the awarding of contracts or agreements for "Professional Services," per N.J.S. 40A:11-5.

TOWNSHIP OF BOONTON
COMMENTS AND RECOMMENDATIONS
(Continued)

Contracts and Agreements Required to be Advertised for N.J.S. 40A:11-4 (Cont'd)

Inasmuch as the system of records did not provide for an accumulation of payments for categories for the performance of any work or the furnishing or hiring of any materials or supplies, the results of such an accumulation could not reasonably be ascertained. Disbursements were reviewed, however, to determine whether any clear-cut violations existed. None were noted.

Collection of Interest on Delinquent Taxes and Water and Sewer Rents

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

On January 4, 2010, the governing body adopted the following resolution authorizing interest to be charged on delinquent taxes and water and sewer rents as follows:

> Be it resolved, by the Township Committee of the Township of Boonton, in the County of Morris, State of New Jersey, that for the year 2010, the Tax Collector be authorized and he/she is hereby directed to collect interest on delinquent taxes and water and sewer rents at the rate of eight percent (8%) per annum on the first $1,500 for the delinquency, and eighteen percent (18%) per annum on any amount in excess of $1,500 for non-payment of taxes in accordance with Chapter 435 of the laws of 1979, provided however, that no interest shall be charged if payment of any installment is made within ten days after the date upon which the same became payable, and that no discount be allowed on taxes paid in advance.

Delinquent Taxes and Tax Title Liens

A tax sale was held on November 24, 2010 and all eligible properties were included. Inspection of tax sale certificates revealed that 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:

Year	Number of Liens
2010	3
2009	4
2008	4

TOWNSHIP OF BOONTON
COMMENTS AND RECOMMENDATIONS
(Continued)

Delinquent Taxes and Tax Title Liens (Cont'd)

During our review of the tax and utility collector's records, we noted that certain tax adjustments such as county board judgments were not recorded in the computerized tax history records and outside lien collections were not posted to the computerized tax records. Also, certain sewer commercial rents billings were not recorded in the computerized sewer history records. In addition, all water cash collections for commercial properties were not posted in the water history records.

It is recommended that all tax adjustments and outside lien collections are posted to the computerized tax history records. Also, all commercial sewer rents billings and water cash collections on commercial properties should be recorded in the computerized water and sewer history records as applicable.

Management's Response:

Every effort will be made to ensure that all tax adjustments and outside lien collections are posted to the computerized tax history records. Also, all water and sewer rents billings/collections will be recorded in the computerized water and sewer history records.

Technical Accounting Directives

The Division of Local Government Services has established three (3) technical accounting directives which are prescribed by the 1987 draft "Requirements of Audit and Accounting". They are as follows:

1. Maintenance of an encumbrance accounting system.
2. Fixed assets accounting and reporting system.
3. General ledger accounting and recording system.

The Township is currently in compliance with all three technical accounting directives. However, while we were able to locate individual fixed assets per the identifying information in the fixed assets records, these assets are not tagged. Consideration should be given to tagging the fixed assets. No formal recommendation is judged to be warranted.

Finance Department Records:

During our audit we noted that the Township's expenditure reports were not reconciled with the general ledger and cash disbursement records for the Current Fund on a monthly basis. Also, certain expenditure reclassifications were not posted in the computerized expenditure records for the Current Fund.

It is recommended that the Township's expenditure reports be reconciled with the general ledger and cash disbursement records for the Current Fund on a monthly basis. Also, all expenditure reclassifications should be posted in the computerized expenditure records for the Current Fund.

Management's Response

The Township's expenditure reports will be reconciled with the general ledger and cash disbursement records for the Current Fund on a monthly basis. Also, expenditure reclassifications will be properly posted in the computerized expenditure records for the Current Fund.

TOWNSHIP OF BOONTON
COMMENTS AND RECOMMENDATIONS
(Continued)

Finance Department Records: (Cont'd)

Management's Response

The Township's expenditure reports will be reconciled with the general ledgers and cashbooks for the various funds on a monthly basis. Also, expenditure reclassifications will be properly posted in the computerized expenditure records.

Outside Offices

Our review of the outside offices revealed that a cashbook for the Clerk's office was implemented in 2010. However, not all collections were posted to the cashbook.

It is recommended that all collections be posted to the cashbook for the Clerk's Office.

Management's Response:

All collections will be posted to the Clerk's Office cashbook in the future.

Municipal Court

The report of the Municipal Court has been forwarded to the Division of Local Government Services and the Township's Magistrate under separate cover. Reflected below is a summary of receipts and disbursements for the year ended December 31, 2010.

RECEIPTS AND DISBURSEMENTS FOR THE YEAR ENDED DECEMBER 31, 2010

	Balance Dec. 31, 2009	Receipts	Disbursements	Balance Dec. 31, 2010
State of New Jersey	$ 3,448.58	$ 22,998.24	$ 24,897.50	$ 1,549.32
County of Morris	1,812.50	17,184.00	18,029.50	967.00
Municipality	5,187.42	35,284.76	38,720.50	1,751.68
Municipality - POAA		5.00	5.00	
Fish And Game		60.00	60.00	
Local Park		25.00	25.00	
Conditional Discharge	225.00	150.00	300.00	75.00
Lab		300.00	300.00	
Public Defender	105.50	86.00	191.50	
Interest	6.54	18.28	24.07	0.75
	$ 10,785.54	$ 76,111.28	$ 82,553.07	$ 4,343.75

Corrective Action Plan:

The Township has initiated a corrective action plan to resolve comments and recommendation from the 2009 audit report. Recommendations 2, 4a, and 5 were resolved in the current year. Recommendation 1, 3, 4b, and 6 are included as current year recommendations and corrective action is in the process of being implemented with respect to those recommendations.

TOWNSHIP OF BOONTON
SUMMARY OF RECOMMENDATIONS

It is recommended that:

1. A continuing effort be made to provide for a further segregation of duties with respect to the recording and treasury functions.

2. All tax adjustments and outside lien collections are posted to the computerized tax history records. Also, all sewer rents billings and water cash collections for the commercial properties should be recorded in the computerized water and sewer history records.

3. The Township's expenditure reports be reconciled with the general ledger and cash disbursement records for the Current Fund on a monthly basis. Also, all expenditure reclassifications should be posted in the computerized expenditure records for the Current Fund.

4. All collections be posted to the Clerk's Office cashbook.

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