

TOWNSHIP OF WEST AMWELL

County of Hunterdon

Report of Audit

December 31, 2009 and 2008

With Independent Auditors' Report

Township of West Amwell
County of Hunterdon
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December 31, 2009 and 2008

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Township of West Amwell
County of Hunterdon
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Independent Auditors' Report on Audit of the Financial Statements

To the Honorable Mayor & Members of the Township Council
Township of West Amwell

We have audited the accompanying financial statements-regulatory basis of the individual funds of the Township of West Amwell, ("the Township"), as of and for the years ended December 31, 2009 and 2008, as listed in the foregoing table of contents. These financial statements are the responsibility of the management of the Township. Our responsibility is to express an opinion 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; the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States; and in compliance with audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

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

In our opinion, because of the effects on the financial statements of the requirement that the Township prepare its financial statements in accordance with the accounting practices discussed in the preceding paragraph, the financial statements referred to above do not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the various funds of the Township of West Amwell, County of Hunterdon, State of New Jersey as of December 31, 2009 and 2008, or the results of its operations and changes in fund balance for the years then ended.



Furthermore, in our opinion, the financial statements referred to above present fairly, in all material respects, the financial position—regulatory basis of the various funds of the Township of West Amwell, County of Hunterdon, State of New Jersey as of December 31, 2009 and 2008, and the results of its operations and the changes in fund balances—regulatory basis of the individual funds for the years then ended and the revenues, expenditures and fund balances—regulatory basis for the year ended December 31, 2009, in conformity with accounting principles and practices prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey as described in Note 1.

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

Our audits were conducted for the purpose of forming opinions on the financial statements—regulatory basis that collectively comprise the Township's basic financial statements. The accompanying supplemental schedules and information of the individual funds listed in the foregoing table of contents are presented for purposes of additional analysis and are not required parts of the basic financial statements. Such schedules and information have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects, in relation to the basic financial statements taken as a whole, on the regulatory basis described in Note 1.

Charles M. Case RMA #54
William Smith & Brown, P.C.
June 22, 2010



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

To the Honorable Mayor & Members of the Township Council
Township of West Amwell

We have audited the financial statements-regulatory basis of the Township of West Amwell, ("the Township"), as of and for the year ended December 31, 2009, and have issued our report thereon dated June 22, 2010. Our report disclosed that, as described in Note 1 to the financial statements, the Township prepares its financial statements in conformity with accounting practices prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, which differs from accounting principles generally accepted in the United States of America. We conducted our audit in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States; and audit requirements prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey.

Internal Control Over Financial Reporting

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

Our consideration of the internal control over financial reporting was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses and therefore, there can be no assurance that all deficiencies, significant deficiencies, or material weaknesses have been identified. However, as described in the accompanying schedule of findings and recommendations as item 2009-1, we identified certain deficiencies in internal control over financial reporting that we consider to be a significant deficiency.

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

A significant deficiency is a deficiency or a combination of deficiencies in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance. We consider the deficiency described in the accompanying schedule of findings and recommendations as item 2009-1 to be a significant deficiency



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 an instance of noncompliance or other matter that is required to be reported under Government Auditing Standards and which is described in the accompanying schedule of findings and recommendations as item 2009-1.

We noted certain matters that we reported to the management of the Township in a separate letter dated June 22, 2010.

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

Charles M. Case RMA # 54
William Smith & Brown, P.C.
June 22, 2010

Financial Statements

Township of West Amwell

County of Hunterdon

2009

Current Fund

Township of West Amwell
County of Hunterdon
Current Fund
Comparative Balance Sheets-Regulatory Basis
December 31, 2009 and 2008

			A -1-
	Reference	2009	2008
Assets			
Regular Fund:			
Cash - Treasurer	A-4	\$ 1,751,542.69	\$ 1,982,355.76
Change Fund - Collector		225.00	225.00
Due from State NJ - Veterans and Senior Citizen Deduction			500.00
Prepaid Regional High School Tax	A-11	1.10	76.25
		<u>1,751,768.79</u>	<u>1,983,157.01</u>
Receivables and Other Assets with Full Reserves:			
Delinquent Property Taxes Receivable	A-5	142,283.89	125,359.42
Tax Title Liens Receivable	A-6	91,569.02	82,855.59
Property Acquired for Taxes - Assessed Valuation		14,400.00	14,400.00
Revenue Accounts Receivable	A-7	5,730.74	5,732.19
Due from Other Trust Funds	B	4,070.78	
Due from Public Assistance Trust Fund	D	4,000.00	
Due from Payroll Fund	E	119.98	215.86
Police Extra Duty Receivable			372.50
		<u>262,174.41</u>	<u>228,935.56</u>
Special Emergency Authorizations (40A:4-55)	A-8	5,000.00	14,000.00
		<u>2,018,943.20</u>	<u>2,226,092.57</u>
Federal and State Grant Fund:			
Cash	A-4	13,578.66	11,716.26
Grants Receivable	A-12	90,634.50	82,765.19
Due from Current Fund	A	63.00	63.00
		<u>104,276.16</u>	<u>94,544.45</u>
		<u>\$ 2,123,219.36</u>	<u>\$ 2,320,637.02</u>

The Notes to the Financial Statements are an integral part of these statements.

Township of West Amwell
County of Hunterdon
Current Fund
Comparative Balance Sheets-Regulatory Basis
December 31, 2009 and 2008

			A -2-
	Reference	2009	2008
Liabilities, Reserves and Fund Balance			
Regular Fund:			
Liabilities:			
Appropriation Reserves	A-3, A-9	\$ 110,462.18	\$ 81,211.46
Reserve for Encumbrances	A-3, A-9	48,019.27	21,513.49
Reserve for Garden State Preservation Trust Fund		55,127.46	61,993.90
Taxes Collected in Advance	A-4, A-5	68,715.39	65,343.72
Prepaid Trash Permits	A-4	16,885.00	
Due to State of NJ - Construction Code Fees		626.41	229.91
Due to State of NJ - Marriage Licenses		50.00	25.00
Due to State of NJ - Domestic Partner Licenses			25.00
Due to Federal and State Grant Fund	A	63.00	63.00
Due to Other Trust Funds	B		2,712.21
Due to Open Space Trust Fund	B	1,498.02	2,981.08
Due to General Capital Fund	C	17,287.30	20,335.37
Due to County for Added and Omitted Taxes		9,536.47	19,249.31
Local District School Tax Payable	A-10	1,129,852.50	1,101,040.00
		1,458,123.00	1,376,723.45
Reserve for Receivables and Other Assets	A	262,174.41	228,935.56
Fund Balance	A-1	298,645.79	620,433.56
		2,018,943.20	2,226,092.57
Federal and State Grant Fund:			
Appropriated Reserves	A-13	104,213.16	92,489.32
Unappropriated Reserves	A-14	63.00	2,055.13
		104,276.16	94,544.45
		<u>\$ 2,123,219.36</u>	<u>\$ 2,320,637.02</u>

The Notes to the Financial Statements are an integral part of these statements.

Township of West Amwell
County of Hunterdon
Current Fund
Comparative Statements of Operations and Change in Fund Balance-Regulatory Basis
Years Ended December 31, 2009 and 2008

	A-1	
	2009	2008
Revenue and Other Income		
Fund Balance Revenue Utilized	\$ 480,000.00	\$ 365,000.00
Miscellaneous Revenue Anticipated	1,903,053.72	2,090,346.74
Receipts from Delinquent Taxes	125,643.84	145,717.80
Receipts from Current Taxes	9,914,169.22	9,737,338.54
Non Budget Revenue	115,063.99	128,865.07
Other Credits to Income:		
Unexpended Balances of Appropriation Reserves	8,179.97	120,692.04
Interfund Receivables Realized	626.68	4,945.29
Total Revenues	<u>12,546,737.42</u>	<u>12,592,905.48</u>
Expenditures		
Budget and Emergency Appropriations:		
Appropriations Within "CAPS":		
Operations:		
Salaries and Wages	1,044,160.00	1,145,950.00
Other Expenses	1,355,505.00	1,120,284.60
Deferred Charges and Regulatory Expenditures	138,727.00	87,998.47
Appropriations-Excluded from "CAPS":		
Operations:		
Salaries and Wages	6,000.00	
Other Expenses	112,636.72	124,428.00
Capital Improvements	40,000.00	94,980.00
Municipal Debt Service	653,164.94	666,095.85
Deferred Charges and Regulatory Expenditures-Municipal	26,288.17	29,000.00
County Taxes	2,040,735.73	2,067,825.79
County Share of Added and Omitted Taxes	9,536.47	19,249.31
Local District School Tax	3,556,293.00	3,498,667.00
Regional High School Tax	3,073,198.36	3,057,690.94
Municipal Open Space Tax	324,134.02	324,013.08
Prior Year Revenue Refunds		250.00
Interfunds Advanced	8,145.78	588.36
Total Expenditures	<u>12,388,525.19</u>	<u>12,237,021.40</u>
Excess In Revenue	158,212.23	355,884.08
FUND BALANCE		
Fund Balance, January 1	<u>620,433.56</u>	<u>629,549.48</u>
	778,645.79	985,433.56
Decrease - Utilization as Anticipated Revenue	<u>480,000.00</u>	<u>365,000.00</u>
Fund Balance, December 31	<u>\$ 298,645.79</u>	<u>\$ 620,433.56</u>

The Notes to the Financial Statements are an integral part of these statements.

**Township of West Amwell
County of Hunterdon
Current Fund
Statement of Revenues-Regulatory Basis
Year Ended December 31, 2009**

A-2
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	Anticipated		
	Budget	Special N.J.S. 40A:4-87	Excess or (Deficit)
Fund Balance Anticipated	\$ 480,000.00	\$	\$ 480,000.00
Miscellaneous Revenues:			
Licenses:			
Alcoholic Beverages	2,500.00		2,500.00
Fees and Permits	18,500.00		43,821.35
Fines and Costs:			
Municipal Court	100,000.00		77,253.25
Interest and Costs on Taxes	24,000.00		35,776.72
Consolidated Municipal Property Tax Relief Aid	842,105.00		842,105.00
Energy Receipts Tax (P.L. 1997, Chapters 162 & 167)	342,910.00		342,910.00
Reserve for Garden State Preservation Trust Fund	61,993.90		61,993.90
Watershed Moratorium Offset Aid	21,620.00		21,620.00
Uniform Construction Code Fees	41,000.00		42,350.78
Recycling Tonnage Grant		4,112.77	4,112.77
Community Forestry Grant	2,100.00		2,100.00
Click It or Ticket	4,000.00		4,000.00
Bulletproof Vest Partnership Grant		1,136.00	1,136.00
Clean Communities Program	9,436.76		9,436.76
COPS Law Enforcement Technology Grant		35,000.00	35,000.00
Drunk Driving Enforcement Fund	1,992.13		1,992.13
Hunterdon County Open Space Recreation, Farmland and Historic Preservation Trust Fund - Municipal Grants Program	28,359.06		28,359.06
Reserve to Pay Open Space Debt Service	346,586.00		346,586.00
	1,847,102.85	40,248.77	1,903,053.72
Receipts from Delinquent Taxes	138,879.00		125,643.84
Amount to be Raised by Taxes for Support of Municipal Budget	1,029,423.97		1,066,693.64
Budget Totals	3,495,405.82	40,248.77	3,575,391.20
Non-Budget Revenues			115,063.99
	\$ 3,495,405.82	\$ 40,248.77	\$ 3,690,455.19
			\$ 154,800.60

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

Township of West Amwell
County of Hunterdon
Current Fund
Statement of Revenues-Regulatory Basis
Year Ended December 31, 2009

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Analysis of Realized Revenues

Allocation of Current Tax Collections:

Collections Realized		\$ 9,914,169.22
Allocated to:		
Municipal Open Space Tax	\$ 324,134.02	
County Taxes	2,040,735.73	
County Share of Added and Omitted Taxes	9,536.47	
Local District School Tax	3,556,293.00	
Regional High School Tax	<u>3,073,198.36</u>	
		<u>9,003,897.58</u>
Supported by Municipal Revenues		910,271.64
Increased by: Appropriation "Reserve for Uncollected Taxes"		<u>156,422.00</u>
Amount for Support of Municipal Budget Appropriation		<u><u>\$ 1,066,693.64</u></u>

Receipts from Delinquent Taxes:

Delinquent Tax Collections	\$ 125,359.42
Tax Title Lien Collections	<u>284.42</u>
	<u><u>\$ 125,643.84</u></u>

Fees and Permits - Other:

Via Clerk:		
Board of Adjustment	190.00	
Board of Health	1,100.00	
Trash Permits	32,587.50	
Police Department	404.85	
Registrar of Vital Statistics	489.00	
Street Opening Permit	<u>100.00</u>	
		\$ 34,871.35

Treasurer:

Board of Adjustment	850.00	
Board of Health	7,100.00	
Planning Board	550.00	
Tax Map Maintenance	<u>450.00</u>	
		<u>8,950.00</u>

\$ 43,821.35

Cash Receipts	\$ 43,896.35
Cash Disbursed	<u>75.00</u>
	<u><u>\$ 43,821.35</u></u>

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

Township of West Amwell
County of Hunterdon
Current Fund
Statement of Revenues-Regulatory Basis
Year Ended December 31, 2009

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Miscellaneous Revenue Not Anticipated:

Bad Check Fee - Collector	\$ 50.00
Cable TV Franchise Fee	8,495.90
City of Lambertville Fire Commissioners - Computer Sharing	1,200.00
County of Hunterdon-Poll Rent	160.00
Fire Fees	4,592.00
Fire Rebate	7,101.55
Insurance Refund	2,195.95
Interest on Investments	62,795.97
Miscellaneous - Clerk	1,211.37
Miscellaneous - Collector	60.00
Miscellaneous - Treasurer	1,354.87
Motor Vehicle Inspection Fines	934.00
Off Duty Police Administrative Fee	14,435.00
Payment in Lieu of Taxes	848.08
Prior Year Court Outstanding Checks	113.00
Prior Year Refund	1,143.48
Rental of Municipal Building - Court Office	2,000.00
Salary Donation	2,763.00
State of NJ - Vets and Senior Citizens Administrative Fee	750.00
Stream Recycling	2,859.82
	<hr/>
	\$ 115,063.99

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

Township of West Amwell
County of Hunterdon
Current Fund
Statement of Expenditures-Regulatory Basis
Year Ended December 31, 2009

	Appropriations		Expended		A-3 -1- Unexpended Balance Cancelled
	Budget	Budget After Modification	Paid or Charged	Reserved	
OPERATIONS - WITHIN 'CAPS'					
GENERAL GOVERNMENT FUNCTIONS:					
General Administration:					
Salaries and Wages	\$ 26,880.00	\$ 26,880.00	\$ 26,880.00	\$	\$
Other Expenses	40,000.00	33,500.00	28,142.18	5,357.82	
Mayor and Committee:					
Salaries and Wages	2,017.00	2.00		2.00	
Other Expenses	150.00	150.00	55.00	95.00	
Municipal Clerk:					
Salaries and Wages	58,456.00	57,456.00	56,444.62	1,011.38	
Other Expenses	7,350.00	7,350.00	6,728.28	621.72	
Financial Administration:					
Salaries and Wages	33,020.00	33,020.00	33,017.10	2.90	
Other Expenses	5,775.00	5,775.00	5,654.63	120.37	
Audit Services:					
Other Expenses	22,200.00	22,200.00	22,200.00		
Revenue Administration:					
Salaries and Wages	39,416.00	29,416.00	29,252.75	163.25	
Other Expenses	6,200.00	7,300.00	7,222.00	78.00	
Tax Assessment Administration:					
Salaries and Wages	28,141.00	28,141.00	28,132.62	8.38	
Other Expenses	3,200.00	3,300.00	3,189.25	110.75	
Legal Services:					
Other Expenses	328,633.00	363,633.00	351,684.23	11,948.77	
Levy Cap Waiver-Other Expense	99,367.00	99,367.00	99,367.00		
Agricultural Advisory Services:					
Other Expenses	250.00	50.00		50.00	
Farmers Market Committee					
Other Expenses	100.00	100.00		100.00	
Engineering Services:					
Other Expenses	5,000.00	6,000.00	5,340.15	659.85	
Historic Sites Office:					
Other Expenses	500.00	500.00	199.00	301.00	
LAND USE ADMINISTRATION:					
Municipal Land Use Law (NJSA 40:55D:1)					
Planning Board:					
Salaries and Wages	12,600.00	12,600.00	12,200.00	400.00	
Other Expenses	24,350.00	23,350.00	18,709.83	4,640.17	
Zoning Board of Adjustment:					
Salaries and Wages	10,987.00	10,987.00	10,783.00	204.00	
Other Expenses	2,700.00	2,700.00	1,342.97	1,357.03	
INSURANCE:					
General Liability	69,564.00	67,564.00	67,229.00	335.00	
Workers Compensation	45,691.00	45,691.00	45,691.00		
Employee Group Health	196,000.00	194,000.00	193,791.61	208.39	
UNIFORM CONSTRUCTION CODE:					
Appropriations offset by Dedicated Revenues (NJAC 5:23-4.17)					
Uniform Construction Code Enforcement Function:					
Construction Code Official:					
Salaries and Wages	45,676.00	46,176.00	45,933.86	242.14	
Other Expenses	2,500.00	2,500.00	813.87	1,686.13	
PUBLIC SAFETY FUNCTIONS:					
Police:					
Salaries and Wages	539,697.00	533,697.00	521,641.09	12,055.91	
Other Expenses	24,800.00	24,800.00	12,782.71	12,017.29	
Office of Emergency Management:					
Other Expenses	100.00	100.00		100.00	
Aid to Volunteer Fire Company:					
West Amwell Fire Company	10,000.00	10,000.00	10,000.00		
Fire Prevention Bureau:					
Salaries and Wages	5,568.00	5,568.00	5,568.00		
Other Expenses	1,000.00	1,000.00		1,000.00	

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

Township of West Amwell
County of Hunterdon
Current Fund
Statement of Expenditures-Regulatory Basis
Year Ended December 31, 2009

A-3
-2-

	Appropriations		Expended		Unexpended Balance Cancelled
	Budget	Budget After Modification	Paid or Charged	Reserved	
Aid to Volunteer Ambulance Companies	\$ 10,000.00	\$ 10,000.00	\$ 10,000.00	\$	\$
Municipal Prosecutors Office:					
Contracted Services	20,000.00	20,000.00	19,898.42	101.58	
Municipal Court:					
Salaries and Wages	60,537.00	60,537.00	60,461.10	75.90	
Other Expenses	3,850.00	3,850.00	2,205.79	1,644.21	
Public Defender:					
Other Expenses	1,500.00	1,500.00	1,350.00		150.00
PUBLIC WORKS FUNCTIONS:					
Street and Roads Maintenance:					
Salaries and Wages	183,675.00	188,675.00	188,453.70	221.30	
Other Expenses	56,910.00	56,910.00	50,836.64	6,073.36	
Solid Waste Collection:					
Salaries and Wages	6,380.00	6,380.00	5,751.49	628.51	
Other Expenses	98,850.00	85,350.00	82,056.74	3,293.26	
Building and Grounds:					
Other Expenses	19,000.00	20,000.00	18,493.88	1,506.12	
Vehicle Maintenance	57,000.00	57,000.00	51,655.48	5,344.52	
HEALTH AND HUMAN SERVICES:					
Public Health Services:					
Salaries and Wages	2,697.00	2,347.00	2,342.94	4.06	
Other Expenses	27,500.00	35,500.00	32,671.82	2,828.18	
Environmental Health Services:					
Other Expenses	700.00	365.00		365.00	
Community Forestry:					
Other Expenses	500.00	500.00	300.00	200.00	
Animal Control Services:					
Salaries and Wages	3,000.00	1,000.00	926.65	73.35	
Other Expenses	100.00	100.00		100.00	
Welfare/Administration of Public Assistance:					
Salaries and Wages	1,278.00	1,278.00	1,278.00		
Other Expenses	200.00	200.00	161.39	38.61	
Social Services Agencies:					
Other Expenses	2,750.00	2,750.00	2,750.00		
PARKS AND RECREATION FUNCTIONS:					
Recreation Services and Programs:					
Other Expenses	1,000.00	1,000.00	360.00	640.00	
UNCLASSIFIED:					
Prior Year Bills - Parker and McCay, PA	15,000.00	15,000.00	15,000.00		
Accumulated Leave Compensation	2,500.00	2,500.00	2,500.00		
UTILITY EXPENSES AND BULK PURCHASES:					
Electricity	33,000.00	33,000.00	32,053.90	946.10	
Street Lighting	6,000.00	6,000.00	5,441.10	558.90	
Telephone	15,500.00	15,500.00	15,418.45	81.55	
Water	3,500.00	3,700.00	2,740.38	959.62	
Fuel Oil	19,000.00	21,000.00	20,599.59	400.41	
Gasoline	50,000.00	43,000.00	30,296.41	12,703.59	
Total Operations	2,399,815.00	2,399,815.00	2,305,999.62	93,665.38	150.00
Contingent					
Total Operations including Contingent	2,399,815.00	2,399,815.00	2,305,999.62	93,665.38	150.00
DETAIL:					
Salaries & Wages	1,060,025.00	1,044,160.00	1,029,066.92	15,093.08	-
Other Expenses (including Contingent)	1,339,790.00	1,355,655.00	1,276,932.70	78,572.30	150.00

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

Township of West Amwell
County of Hunterdon
Current Fund
Statement of Expenditures-Regulatory Basis
Year Ended December 31, 2009

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	Appropriations		Expended		Unexpended
	Budget	Budget After Modification	Paid or Charged	Reserved	Balance Cancelled
DEFERRED CHARGES AND REGULATORY EXPENDITURES - MUNICIPAL WITHIN "CAPS"					
Regulatory Expenditures:					
Contribution to:					
Public Employees' Retirement System	\$ 27,287.00	\$ 27,287.00	\$ 27,287.00	\$	\$
Social Security System (O.A.S.I.)	87,000.00	87,000.00	83,023.36	3,976.64	
Police and Firemen's Retirement System of NJ	24,440.00	24,440.00	24,439.50	0.50	
Defined Contribution Retirement Program	400.00	400.00			400.00
Total Deferred Charges & Regulatory Expenditures - Municipal Within "CAPS"	139,127.00	139,127.00	134,749.86	3,977.14	400.00
Total General Appropriations for Municipal Purposes Within "CAPS"	2,538,942.00	2,538,942.00	2,440,749.48	97,642.52	550.00
OPERATIONS - EXCLUDED FROM "CAPS"					
Affordable Housing Agency:					
Salaries and Wages	8,000.00	8,000.00	5,481.22	518.78	2,000.00
Other Expenses	14,000.00	14,000.00	13,699.12	300.88	
LOSAP	12,000.00	12,000.00		12,000.00	
NJPDES Stormwater Permit (N.J.S.A. 40A:4-45.3(cc))					
Street Division:					
Other Expenses	600.00	600.00	500.00		100.00
PUBLIC AND PRIVATE PROGRAMS OFFSET BY REVENUES					
Clean Communities Program	9,436.76	9,436.76	9,436.76		
Recycling Tonnage Grant (40A:4-87 +\$4,112.77)		4,112.77	4,112.77		
Community Forestry Grant	2,100.00	2,100.00	2,100.00		
Hunterdon County Open Space Trust Fund Program - Municipal Grants Program	28,359.06	28,359.06	28,359.06		
Drunk Driving Enforcement Fund	1,992.13	1,992.13	1,992.13		
Bulletproof Vest Partnership Grant (40A:4-87 +\$1,136.00)		1,136.00	1,136.00		
Click It or Ticket Grant	4,000.00	4,000.00	4,000.00		
COPS Law Enforcement Technology Grant (40A:4-87 +\$35,000.00)		35,000.00	35,000.00		
Matching Funds for Grants	100.00	100.00			100.00
Total Operations - Excluded from "CAPS"	80,587.95	120,836.72	105,817.06	12,819.66	2,200.00
DETAIL:					
Salaries & Wages	8,000.00	8,000.00	5,481.22	518.78	2,000.00
Other Expenses	72,587.95	112,836.72	100,335.84	12,300.88	200.00
CAPITAL IMPROVEMENTS - EXCLUDED FROM "CAPS":					
Capital Improvement Fund	40,000.00	40,000.00	40,000.00		
Total Capital Improvements - Excluded from "CAPS"	40,000.00	40,000.00	40,000.00		

Township of West Amwell
County of Hunterdon
Current Fund
Statement of Expenditures-Regulatory Basis
Year Ended December 31, 2009

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	Appropriations		Expended		Unexpended
	Budget	Budget After Modification	Paid or Charged	Reserved	Balance Cancelled
MUNICIPAL DEBT SERVICE - EXCLUDED FROM "CAPS":					
Payment of Bond Principal	\$ 290,000.00	\$ 290,000.00	\$ 290,000.00	\$	\$
Payment of Bond Anticipation Note and Capital Note	70,300.00	70,300.00	70,300.00		
Interest on Bonds	247,222.00	247,222.00	247,221.25		0.75
Interest on Notes	14,552.10	14,552.10	14,552.10		
Green Trust Loan Program:					
Loan Repayment for Principal and Interest	31,091.60	31,091.60	31,091.59		0.01
Total Municipal Debt Service	653,165.70	653,165.70	653,164.94		0.76
DEFERRED CHARGES - EXCLUDED FROM CAPS:					
Special Emergency Authorizations - 5 years (NJSA: 40A: 4-55)	9,000.00	9,000.00	9,000.00		
Deferred Charges to Future Taxation - Unfunded: Ord 16-05 Acq. of Dump Truck	17,288.17	17,288.17	17,288.17		
Total Deferred Charges - Municipal Excluded From "CAPS"	26,288.17	26,288.17	26,288.17		
Total General Appropriations for Municipal Purposes Excluded from "CAPS"	800,041.82	840,290.59	825,270.17	12,819.66	2,200.76
Subtotal General Appropriations	3,338,983.82	3,379,232.59	3,266,019.65	110,462.18	2,750.76
Reserve for Uncollected Taxes	156,422.00	156,422.00	156,422.00		
	<u>\$ 3,495,405.82</u>	<u>\$ 3,535,654.59</u>	<u>\$ 3,422,441.65</u>	<u>\$ 110,462.18</u>	<u>\$ 2,750.76</u>
Original Budget		\$ 3,495,405.82			
Appropriation by 40A:4-87		40,248.77			
		<u>\$ 3,535,654.59</u>			
Deferred Charge - Special Emergency Authorization (NJSA 40A:4-55)			\$ 9,000.00		
Deferred Charges for Future Taxation-Unfunded			17,288.17		
Hunterdon County Open Space Trust Fund Program-Municipal Grants Program			28,359.06		
Reserve for Federal and State Grants			57,777.66		
Reserve for Encumbrances			48,019.27		
Reserve for Uncollected Taxes			156,422.00		
Cash Disbursed			3,152,963.84		
			3,469,830.00		
Cash Receipts			47,388.35		
			<u>\$ 3,422,441.65</u>		

Township of West Amwell

County of Hunterdon

2009

Trust Fund

**Township of West Amwell
County of Hunterdon
Trust Fund
Comparative Balance Sheets-Regulatory Basis
December 31, 2009 and 2008**

		B	
	Reference	2009	2008
Assets			
Animal Control Fund:			
Cash - Treasurer	B-1	\$ 1,916.31	\$ 982.17
Due from Animal Control Agent			9.20
Due from State of New Jersey			3.00
		<u>1,916.31</u>	<u>994.37</u>
Other Trust Funds:			
Cash - Treasurer	B-1	483,808.62	447,692.94
Due from Current Fund	A		2,712.21
		<u>483,808.62</u>	<u>450,405.15</u>
Open Space Trust Fund:			
Cash	B-1	2,266,358.17	1,378,072.24
Due from Current Fund	A	1,498.02	2,981.08
		<u>2,267,856.19</u>	<u>1,381,053.32</u>
		<u>\$ 2,753,581.12</u>	<u>\$ 1,832,452.84</u>
Liabilities, Reserves and Fund Balances			
Animal Control Fund:			
Due to Animal Control License Agent		\$ 11.00	\$
Due to State of New Jersey		4.00	
Reserve for Animal Control Expenditures	B-2	<u>1,901.31</u>	<u>994.37</u>
		<u>1,916.31</u>	<u>994.37</u>
Other Trust Funds:			
Due to Current Fund	A	4,070.78	
Trust Fund Reserves	B-3	<u>479,737.84</u>	<u>450,405.15</u>
		<u>483,808.62</u>	<u>450,405.15</u>
Open Space Trust Fund:			
Reserve for Open Space	B-4	<u>2,267,856.19</u>	<u>1,381,053.32</u>
		<u>2,267,856.19</u>	<u>1,381,053.32</u>
		<u>\$ 2,753,581.12</u>	<u>\$ 1,832,452.84</u>

The Notes to the Financial Statements are an integral part of these statements.

Township of West Amwell

County of Hunterdon

2009

General Capital Fund

Township of West Amwell
County of Hunterdon
General Capital Fund
Comparative Balance Sheets-Regulatory Basis
December 31, 2009 and 2008

			C
	Reference	2009	2008
Assets			
Cash	C-2	\$ 1,551,427.25	\$ 1,493,861.07
Small Cities Green Acquisition Grant Receivable - Ord # 03-06		100,000.00	100,000.00
State of N.J. Grant Receivable - DCA Small Cities Block Grant - Ord #10-05		180,000.00	180,000.00
Due from Current Fund	A	17,287.30	20,335.37
Deferred Charges to Future Taxation:			
Funded	C-4	6,145,002.05	6,459,367.52
Unfunded	C-5	1,596,345.77	1,039,176.78
		<u>\$ 9,590,062.37</u>	<u>\$ 9,292,740.74</u>
Liabilities, Reserves and Fund Balance			
General Serial Bonds	C-10	\$ 5,827,000.00	\$ 6,117,000.00
Bond Anticipation Notes	C-8	776,400.00	632,700.00
State NJ-DEP Green Trust Loan Payable	C-9	318,002.05	342,367.52
Capital Improvement Fund	C-6	120,992.81	106,992.81
Improvement Authorizations - Funded	C-7	1,953,569.12	1,205,920.90
Improvement Authorizations - Unfunded	C-7	546,153.88	282,205.50
Reserve for Open Space - Various			495,761.74
Reserve for Preliminary Expenses:			
Open Space and Farmland Preservation	C-12	6,999.28	26,641.35
Repair of the Septic System at the Fire House	C-12	7,744.20	7,744.20
Future Road Projects	C-12	9,258.50	9,258.50
Municipal Building Improvements	C-12	6,200.60	
Fund Balance	C-1	<u>17,741.93</u>	<u>66,148.22</u>
		<u>\$ 9,590,062.37</u>	<u>\$ 9,292,740.74</u>

The Notes to the Financial Statements are an integral part of these statements.

Township of West Amwell
County of Hunterdon
General Capital Fund
Statement of Fund Balance-Regulatory Basis
Year Ended December 31, 2009

	C-1
Balance, December 31, 2008	\$ 66,148.22
Increased by:	
Permanently Funded Improvement Authorizations Cancelled	<u>1,606.46</u>
	67,754.68
Decreased by:	
Improvement Authorizations Funded	<u>50,012.75</u>
Balance, December 31, 2009	<u><u>\$ 17,741.93</u></u>

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

Township of West Amwell

County of Hunterdon

2009

Public Assistance Fund

Township of West Amwell
 County of Hunterdon
 Public Assistance Fund
 Comparative Balance Sheets-Regulatory Basis
 December 31, 2009 and 2008

		D	
	Reference	2009	2008
Assets			
Cash	D-1	\$ 10,576.36	\$ 7,035.27
		<u>\$ 10,576.36</u>	<u>\$ 7,035.27</u>
Liabilities, Reserves and Fund Balance			
Due to Current Fund	A	\$ 4,000.00	\$
Reserve for Public Assistance		<u>6,576.36</u>	<u>7,035.27</u>
		<u>\$ 10,576.36</u>	<u>\$ 7,035.27</u>

The Notes to the Financial Statements are an integral part of these statements.

Township of West Amwell

County of Hunterdon

2009

Payroll Fund

Township of West Amwell
County of Hunterdon
Payroll Fund
Comparative Balance Sheets-Regulatory Basis
December 31, 2009

			E
	Reference	2009	2008
Assets			
Payroll Fund:			
Cash	E-1	<u>\$ 7,297.77</u>	<u>\$ 7,527.49</u>
		<u><u>\$ 7,297.77</u></u>	<u><u>\$ 7,527.49</u></u>
Liabilities and Fund Balance			
Payroll Fund:			
Payroll Taxes Payable	E-2	<u>\$ 7,177.79</u>	<u>\$ 7,311.63</u>
Due to Current Fund	A	<u>119.98</u>	<u>215.86</u>
		<u><u>\$ 7,297.77</u></u>	<u><u>\$ 7,527.49</u></u>

The Notes to the Financial Statements are an integral part of these statements.

Township of West Amwell

County of Hunterdon

2009

General Fixed Assets

Township of West Amwell
County of Hunterdon
Statement of General Fixed Assets-Regulatory Basis
Year Ended December 31, 2009

	F	
	2009	2008
General Fixed Assets:		
Land	\$ 2,093,906.03	\$ 1,894,366.31
Building	1,739,356.83	1,739,356.83
Machinery and Equipment	<u>1,929,274.16</u>	<u>1,929,274.16</u>
	<u>\$ 5,762,537.02</u>	<u>\$ 5,562,997.30</u>
Investment in General Fixed Assets	<u>\$ 5,762,537.02</u>	<u>\$ 5,562,997.30</u>

The Notes to the Financial Statements are an integral part of these statements.

**Township of West Amwell
County of Hunterdon
Notes to Financial Statements
December 31, 2009 and 2008**

1. Summary of Significant Accounting Policies

Reporting Entity

Except as noted below, the financial statements – regulatory basis of the Township of West Amwell include every board, officer or commission supported and maintained wholly or in part by funds appropriated by the Township of West Amwell as required by N.J.S.A. 40A:5-5. Accordingly, the financial statements – regulatory basis do not include the operations of the local or regional school board, volunteer fire company and first aid squad, all of which are subject to separate audit. Included within the financial statements – regulatory basis are taxes levied, collected, and turned over to the local and regional school boards and County of Hunterdon and appropriations for contributions to the volunteer fire company and first aid squad.

Description of Funds

The Township of West Amwell uses funds and account groups to report its financial position and results of operations. Fund accounting is designed to demonstrate legal compliance with the policies and procedures required by the State of New Jersey, Division of Local Government Services and to aid financial management by segregating transactions related to certain government functions or activities.

A fund is a separate accounting entity with a self-balancing set of accounts. An account group, on the other hand, is a financial reporting device designed to provide accountability for certain assets and liabilities that are not recorded in funds because they do not directly affect net expendable available resources.

Governmental Funds:

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

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

General Capital Fund - receipt and disbursement of funds for the acquisition of general capital facilities, other than those acquired in the Current Fund. Current and long-term debt is recorded in this fund.

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.

Payroll Fund - funds used to pay employees and related payroll deductions and taxes.

Account Groups:

General Fixed Assets Account Group - used to account for all fixed assets of the Township of West Amwell, other than those accounted for in proprietary or trust funds.

Regulatory Basis Presentation

The accounting policies of the Township of West Amwell conform to the accounting principles and practices applicable to municipalities which have been prescribed by the New Jersey Department of Community Affairs, Division of Local Government Services. Such principles and practices are designed primarily for determining compliance with legal provisions and budgetary restrictions and as a means of reporting the stewardship of public officials with respect to public funds.

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

Township of West Amwell
County of Hunterdon
Notes to Financial Statements
December 31, 2009 and 2008

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

Expenditures - are reported on the "budgetary" basis of accounting. Generally, expenditures are recorded when an amount is encumbered for goods or services through the issuances of a purchase order (in conjunction with the Encumbrance Accounting System). Outstanding encumbrances at December 31 are shown as encumbrances payable in the financial statements. Appropriation reserves covering unexpended appropriation balances are created automatically at December 31 of each year and recorded as liabilities, except for amounts, which may be canceled by the governing body. Appropriation reserves are available, until lapsed at the close of the succeeding year, to meet specific claims, commitments or contracts incurred during the preceding fiscal year. Lapsed appropriation reserves are recorded as income. Appropriations for principal payments on outstanding general capital bonds and notes are provided on the cash basis. Interest on the general capital indebtedness is also on the cash basis.

Deferred Charges to Future Taxation-Funded and Unfunded (Capital Fund) - Upon authorization of capital projects, the Township establishes deferred charges for the cost of the capital projects that are to be raised by future taxation. Deferred charges that relate to permanent debt issued are shown as funded. All other deferred charges are shown as unfunded.

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

Tax Title Liens - are taxes, which have been put up for sale but have not been purchased. The Township then accepts the lien, which will earn 18% per annum until the lien is paid off by the property owner. The Township may choose to foreclose on the property and return the property to the tax rolls.

Joint Insurance Fund - The Township participates in a Joint Insurance Fund for its general and auto liability, property and automobile physical damage, workers compensation and public officials liability.

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

Township of West Amwell
County of Hunterdon
Notes to Financial Statements
December 31, 2009 and 2008

General Fixed Assets - In accordance with Technical Accounting Directive No. 85-2, issued in 1985, Accounting for Governmental Fixed Assets, as promulgated by the Division of Local Government Services, which differs in certain respects from generally accepted accounting principles, all local government units are required to have and maintain a fixed asset accounting and reporting system for general fixed assets. In accordance with this Directive, all general fixed assets owned as of December 31, 1985 are to be valued at cost, estimated historical cost or any other reasonable basis. For all general fixed assets acquired beginning January 1, 1986, the required basis for valuation is actual cost.

The Township has developed a fixed asset accounting and reporting system based on an inventory of all Township assets. Fixed assets used in governmental operations are accounted for in the General Fixed Assets Account Group. Public domain ("infrastructure") general fixed assets consisting of certain improvements other than buildings, such as roads, bridges, curbs and gutters, streets, sidewalks and drainage systems are not capitalized.

All fixed assets are valued at historical cost, or estimated historical cost, if actual historical cost is not available, except for land and buildings at January 1, 1986, which were valued at assessed valuation.

No depreciation has been provided for in the financial statements.

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

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

Departures from Generally Accepted Accounting Principles - The accounting principles followed by the Township of West Amwell differ in some respects from generally accepted accounting principles applicable to local government units. Some of these differences may be material. The more significant differences are as follows:

- a. Property tax receivables, interfund receivables, and other receivables, which are susceptible to accrual, are fully reserved and not recognized as revenue until the cash is received.
- b. Unexpended and uncommitted appropriations are reflected as expenditures for the current year and cancelled to fund balance at the end of the following year.
- c. Overexpended appropriations and emergency appropriations are deferred to succeeding years' operations.
- d. Liabilities for sick and vacation pay and for contributions to state administered pension plans are not recorded until paid.
- e. Losses arising from tax appeals and other contingencies are not recorded until paid.

It is not practical to determine the effect of such differences on the financial statements.

2. Deposits and Investments

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 agency of the United States that insures deposits or the State of New Jersey Cash Management Fund. New Jersey statutes require public depositories to maintain collateral for deposit of public funds that exceed insurance limits as follows:

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

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

Township of West Amwell
County of Hunterdon
Notes to Financial Statements
December 31, 2009 and 2008

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

The cash on deposit is partially insured by federal deposit insurance in the amount of \$250,000 in each depository. Balances above the federal deposit insurance amount are insured by the Government Unit Deposit Protection Act (GUDPA), N.J.S.A. 17:9-41, et seq., which insures all New Jersey governmental units' deposits in excess of the federal deposit insurance maximums. Cash determined by the Township Committee consists of all bank accounts, including certificates of deposit.

As of December 31, 2009, the Township's cash accounts consisted of:

TD Bank North	\$6,084,142.55
Citi Fund Services-New Jersey State Cash Management	<u>2,363.28</u>
	<u>\$6,086,505.83</u>

The carrying amount of the Township's cash and cash equivalents at December 31, 2009 was \$6,086,505.83 and the bank balance was \$6,122,616.61. Of the balance, \$250,000.00 was covered by federal depository insurance and \$5,872,616.61 was covered by the Government Unit Deposit Protection Act (GUDPA), N.J.S.A. 17:9-41, et seq. for all New Jersey governmental units' deposits in excess of the federal deposit maximums.

The cash deposits held at financial institutions can be categorized according to three levels of risk as described below:

Category 1	Deposits which are covered by FDIC, or collateralized by securities held by the Township or its agent, in the Township's name	\$ 250,000.00
Category 2	Deposits which are collateralized with securities held by the pledging financial institution's trust department, or Agent in the Township's name	5,872,616.61
Category 3	Deposits which are not collateralized or insured	--

Investments

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

- (a) Bonds or other obligations of the United States or obligations guaranteed by the United States.
- (b) Bonds of any Federal Intermediate Credit Bank, Federal Home Loan Bank, Federal National Mortgage Associates or of any United States Bank for Cooperatives which have a maturity date not greater than twelve months from the date of purchase.
- (c) Bonds or other obligations of the Township or bonds or other obligations of school districts of which the Township is a part or within which the school district is located.
- (d) Bonds or other obligations, having a maturity date of not more than twelve months from the date of purchase, which are approved by the New Jersey Department of Treasury, Division of Investments.
- (e) Qualified mutual funds with portfolios limited to (i) bonds or other obligations of, or guaranteed by, the United States of America; and (ii) repurchase agreements fully collateralized by such obligations. These investments must be transacted only through national or state banks located within New Jersey.

Township of West Amwell
County of Hunterdon
Notes to Financial Statements
December 31, 2009 and 2008

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

3. Long Term Debt

Municipal Debt consisted of the following at December 31:

	2009	2008	2007
Issued:			
General:			
Bonds and Notes	\$ 6,603,400.00	\$6,749,700.00	\$7,100,000.00
NJ Dept. Environmental Protection			
Green Trust Loan Payable	<u>318,002.05</u>	<u>342,367.52</u>	<u>366,252.89</u>
	6,921,402.05	7,092,067.52	7,466,252.89
Authorized But Not Issued:			
Bonds and Notes	<u>819,945.77</u>	<u>406,476.78</u>	<u>414,288.17</u>
Bonds and Notes Issued and			
Authorized But Not Issued	<u>\$7,741,347.82</u>	<u>\$7,498,544.30</u>	<u>\$7,880,541.06</u>

Summary of Regulatory 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 regulatory net debt of 1.33%.

	Gross Debt	Deductions	Net Debt
Regional High School District Debt	\$ 7,836,795.64	\$7,836,795.64	\$ --
Local School District Debt	1,145,000.00	1,145,000.00	--
General Debt	<u>7,741,347.82</u>	<u>--</u>	<u>7,741,347.82</u>
	<u>\$16,723,143.46</u>	<u>\$8,981,795.64</u>	<u>\$7,741,347.82</u>

Net debt \$7,741,347.82 divided by equalized valuation basis per NJSA40A:2-2 as amended \$581,077,919.00 = 1.33%

Borrowing Power Under NJSA 40A:2-6 As Amended

3.5% of Equalized Valuation Basis (Municipal)	\$581,077,919.00	\$20,337,727.17
Net Debt		<u>7,741,347.82</u>
Remaining Borrowing Power		<u>\$12,596,379.35</u>

Schedule of Annual Debt Service for principal and interest for general serial bonds issued and outstanding

Year	Principal	Interest	Total
2010	\$ 290,000.00	\$ 235,958.75	\$ 525,958.75
2011	320,000.00	224,040.00	544,040.00
2012	320,000.00	211,465.00	531,465.00
2013	330,000.00	198,671.25	528,671.25
2014	350,000.00	185,217.50	535,217.50
2015-2019	1,900,000.00	700,493.75	2,600,493.75
2020-2024	1,899,000.00	278,495.00	2,177,495.00
2025-2026	<u>418,000.00</u>	<u>18,243.75</u>	<u>436,243.75</u>
	<u>\$5,827,000.00</u>	<u>\$2,052,585.00</u>	<u>\$ 7,879,585.00</u>

Township of West Amwell
County of Hunterdon
Notes to Financial Statements
December 31, 2009 and 2008

Schedule of Annual Debt Service for Principal and Interest for New Jersey Green Trust Loan Payable

Year	Principal	Interest	Total
2010	\$ 24,855.21	\$ 6,236.39	\$ 31,091.60
2011	25,354.80	5,736.80	31,091.60
2012	25,864.43	5,227.17	31,091.60
2013	26,384.31	4,707.29	31,091.60
2014	26,914.63	4,176.97	31,091.60
2015-2019	142,908.71	12,549.29	155,458.00
2020-2021	<u>45,719.96</u>	<u>917.44</u>	<u>46,637.40</u>
	<u>\$ 318,002.05</u>	<u>\$39,551.35</u>	<u>\$357,553.40</u>

4. Fund Balance Appropriated

Current Fund balance at December 31, 2009, which was appropriated and included as anticipated revenue in the 2010 budget was \$150,000.00.

5. Deferred Charges to Be Raised In Succeeding Budgets

Certain expenditures are required to be deferred to budgets of succeeding years. At December 31, 2009, the following deferred charge is shown on the balance sheet of the Current Fund:

	Balance December 31, 2009	2010 Budget Appropriation	Balance to Succeeding Years
Special Emergency Authorization 40A: 4-55	\$5,000.00	\$5,000.00	\$ --

6. School Taxes

Local District and Regional High School taxes have been raised and liabilities deferred by statute, resulting in the school taxes payable set forth in the Current Fund Liabilities as follows:

	Regional High School Balance December 31, 2009	Balance December 31, 2008	Local District School Tax Balance December 31, 2009	Balance December 31, 2008
Balance of Tax	\$(1.10)	\$(76.25)	\$1,778,146.50	\$1,749,334.00
Deferred	<u>--</u>	<u>--</u>	<u>648,294.00</u>	<u>648,294.00</u>
Tax Payable (Prepaid)	<u>\$(1.10)</u>	<u>\$(76.25)</u>	<u>\$1,129,852.50</u>	<u>\$1,101,040.00</u>

7. Taxes Collected In Advance

Taxes collected in advance are classified as prepayments and are presented as cash liabilities in the financial statements as follows:

	2009	2008
Prepaid Taxes	<u>\$68,715.39</u>	<u>\$65,343.72</u>

8. Property Taxes

Property taxes are levied annually and are due quarterly on the following dates: February 1, May 1, August 1, and November 1. Property taxes are considered to be delinquent if not received within ten days of the respective due dates.

Township of West Amwell
County of Hunterdon
Notes to Financial Statements
December 31, 2009 and 2008

9. Pension Plans

Substantially all of the employees of the Township of West Amwell 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"). The Division of Pensions in the Department of the Treasury, State of New Jersey, administers the PERS and PFRS plans. The plans are funded annually based on the projected benefit method with aggregate level normal cost and frozen initial unfunded accrued liability. The plans, which cover public employees throughout the State of New Jersey, do not maintain separate records for each reporting unit and, accordingly, the actuarial data for the employees of the Township who are members of the plans are not available.

The Township's contributions in 2009 and 2008 were \$27,287.00 and \$32,830.40, respectively for PERS, and \$24,439.50 and \$40,613.00, respectively for PFRS. A portion of the annual employer contributions to both pension systems represents additional costs for Township participation in an Early Retirement Incentive Program ("ERIP") authorized in a prior period. In 2009, the Township applied to and received from the Local Finance Board a reduced pension contribution of \$21,854 for the Public Employee Retirement System and \$21,741 for the Police and Fire Retirement System.

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 for both PERS and PFRS. These financial reports may be obtained by writing to the State of New Jersey, Department of the Treasury, Division of Pensions and Benefits, P.O. Box 295, Trenton, NJ 08625-0295.

10. Fixed Assets

The changes in fixed assets are summarized as follows:

	Balance December 31, 2008	Increase	Decrease	Balance December 31, 2009
Land	\$1,894,366.31	\$199,539.72	\$ --	\$2,093,906.03
Improvement	1,739,356.83	--	--	1,739,356.83
Machinery & Equipment	<u>1,929,274.16</u>	<u>--</u>	<u>--</u>	<u>1,929,274.16</u>
	<u>\$5,562,997.30</u>	<u>\$199,539.72</u>	<u>\$ --</u>	<u>\$5,762,537.02</u>

11. Leases

Purpose	Date of Issue	Original Issue	Interest Rate	Balance Dec. 31, 2009
2007 Dodge Durango	6/14/07	\$22,932.00	6.85%	\$10,426.68
2008 Ford Crown Victoria	8/29/08	21,392.00	7.25	<u>14,691.69</u>
				<u>\$25,118.37</u>

The following schedule reflects the base payments due.

Fiscal Year	Principal	Interest	Total
2010	\$ 8,536.04	\$1,574.53	\$10,110.57
2011	9,136.64	973.93	10,110.57
2012	<u>4,566.19</u>	<u>331.04</u>	<u>4,897.23</u>
	<u>\$ 22,238.87</u>	<u>\$2,879.50</u>	<u>\$25,118.37</u>

The leases payable are not recorded by the Township.

Township of West Amwell
County of Hunterdon
Notes to Financial Statements
December 31, 2009 and 2008

12. Compensated Absences

The Township permits employees to accrue unused vacation to March 31 of the following year. Sick time for employees other than the Police Department can be accumulated up to 260 days, but will not be paid at retirement or resignation. For employees of the Police Department, unused sick days shall accumulate from year to year. Upon retirement, under the New Jersey Police and Firemen's Retirement System, the Township shall pay the employees of the Police Department the full amount of any unused sick leave accrued at the employee's prevailing rate of pay not to exceed forty (40) days. As of December 31, 2009, the contingent liability for accrued sick leave was \$63,598.08.

13. Interfund Receivables and Payables:

Individual interfund receivable and payable balances consisted of the following at December 31, 2009:

Fund Type	Interfund Receivable	Interfund Payable
Current Fund	\$ 8,190.76	\$18,848.32
Federal and State Grant Fund	63.00	--
Open Space Trust Fund	1,498.02	4,070.78
General Capital Fund	17,287.30	--
Public Assistance Fund	--	4,000.00
Payroll Fund	--	119.98
	<u>\$27,039.08</u>	<u>\$27,039.08</u>

14. Contingent Liabilities

Correspondence with legal counsel representing the Township indicates no adverse financial impact arising from potential settlements required by litigation except for the following:

Action by the Fulper Family, LLC et al. against the Township is challenging the adoption of Reserve Septic Ordinance 01-2006 on September 27, 2006 and also alleging breach of a general development plan and the covenant of good faith and fair dealing. Discovery has been completed and the Township filed motion for Summary Judgment. The Motion was granted in part and denied in part. Remaining claims will be subject of trial for which no date has been set. The Township is vigorously defending against the claims and allegations. All matters are being handled by outside legal counsel representing the Township.

15. Subsequent Events

The Township has evaluated subsequent events occurring after the balance sheet date through June 22, 2010, which is the date the financial statements were available to be issued. Based on this evaluation, the Township has determined there are no subsequent events that require disclosure in the financial statements.

Supplemental Information-Regulatory Basis

Township of West Amwell

County of Hunterdon

2009

Current Fund

**Township of West Amwell
County of Hunterdon
Current Fund
Schedule of Cash-Treasurer
Year Ended December 31, 2009**

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	<u>Current Fund</u>	<u>Federal and State Grant Fund</u>
Balance, December 31, 2008	\$ 1,982,355.76	\$ 11,716.26
Increased by Receipts:		
Miscellaneous Revenue Not Anticipated	\$ 115,063.99	\$
2009 Appropriation Refunds	47,388.35	
Taxes Receivable	9,937,184.92	
Tax Title Liens	284.42	
Tax Overpayments	13,050.43	
Interest and Costs on Taxes	35,776.72	
Taxes Collected in Advance	68,715.39	
Due Other Trust Funds - Deposits for Redemption of Tax Sale Certificates	53,149.64	
Premiums Received at Tax Sale	16,600.00	
State of New Jersey - Senior Citizens' and Veterans' Deductions	37,500.00	
Revenue Accounts Receivable	1,719,688.38	
Due State of New Jersey - Marriage Licenses & Domestic Partners	325.00	
Due State of New Jersey - UCC Fees	2,328.22	
Due Other Trust Funds	75.00	
Due from Contractor - Police Extra Duty	372.50	
Prepaid Trash Permits	16,885.00	
Reserve for Garden State Preservation Trust Fund	55,127.46	
Federal and State Grants Receivable	4,000.00	43,916.22
Contra items	948,490.70	
	<u>13,072,006.12</u>	<u>43,916.22</u>
	15,054,361.88	55,632.48
Decreased by Disbursements:		
2009 Appropriations	3,152,963.84	
2008 Appropriation Reserves and Encumbrances	94,544.98	
Revenue Accounts Receivable	542.00	
Tax Overpayments	13,050.43	
Due Public Assistance Fund	4,000.00	
Due to General Capital Fund	20,335.37	
Due to Open Space Trust Fund - 2009 Levy	322,636.00	
Due to Open Space Trust Fund - 2008 Added & Omitted Tax	2,981.08	

See Independent Auditors' Report.

Township of West Amwell
County of Hunterdon
Current Fund
Schedule of Cash-Treasurer
Year Ended December 31, 2009

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	Current Fund		Federal and State Grant Fund	
Premiums Received at Tax Sale	\$	16,600.00	\$	\$
Due to State of NJ - Marriage License and Domestic Partners		325.00		
Due to State of NJ - Uniform Construction Code Fees		1,931.72		
County Taxes Payable		2,040,735.73		
Due to County for Added and Omitted Taxes		19,249.31		
Local District School Tax Payable		3,527,480.50		
Regional High School Tax Payable		3,073,123.21		
Due Other Trust Funds - Deposits for Redemption of Tax Sale Certificates		59,829.32		
Federal and State Grants Appropriated Reserves		4,000.00		42,053.82
Contra items		948,490.70		
		<u>13,302,819.19</u>		<u>42,053.82</u>
Balance, December 31, 2009		<u>\$ 1,751,542.69</u>		<u>\$ 13,578.66</u>

See Independent Auditors' Report.

Township of West Amwell
County of Hunterdon
Current Fund

Schedule of Taxes Receivable and Analysis of Property Tax Levy
Year Ended December 31, 2009

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Year	Balance December 31, 2008	2009 Levy	Collections		Cancelled	Senior Citizens and Veterans' Deductions-Net	Transferred to Tax Title Liens	Balance December 31, 2009
			2008	2009				
2007	\$ 2,377.84	\$	\$	2,377.84	\$	\$	\$	\$
2008	122,981.58			122,981.58				
	125,359.42			125,359.42				
2009		10,078,913.69	65,343.72	9,811,825.50	13,462.73	37,000.00	8,997.85	142,283.89
	\$ 125,359.42	\$ 10,078,913.69	\$ 65,343.72	\$ 9,937,184.92	\$ 13,462.73	\$ 37,000.00	\$ 8,997.85	\$ 142,283.89

Township of West Amwell
County of Hunterdon
Current Fund
Schedule of Taxes Receivable and Analysis of Property Tax Levy
Year Ended December 31, 2009

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Analysis of 2009 Property Tax Levy

Tax Yield:

General Purpose Tax	\$ 9,995,445.39
Omitted Taxes (54: 4-63.12 et.seq.)	6,282.31
Added Taxes (54:4-63.1 et. seq.)	40,185.99
Senior Citizens' Exemptions Allowed at Tax Billings	6,250.00
Veterans' Deductions Allowed at Tax Billings	30,750.00
	<u>\$ 10,078,913.69</u>

Tax Levy:

Local District School Tax (Abstract)	\$ 3,556,293.00	
Regional High School Tax (Abstract)	3,073,198.36	
County Taxes:		
General (Abstract)	\$ 1,717,224.30	
Library Tax (Abstract)	144,359.74	
County Open Space (Abstract)	179,151.69	
	<u>2,040,735.73</u>	
Due to County for Added and Omitted Taxes	9,536.47	
Total County Taxes		2,050,272.20
Municipal Open Space Tax:		
Abstract	322,636.00	
Added and Omitted Taxes	1,498.02	
Total Municipal Open Space Tax		324,134.02
Local Tax for Municipal Purposes:		
Abstract	1,029,423.97	
Additional Tax Levied	45,592.14	
Total Local Tax for Municipal Purposes		<u>1,075,016.11</u>
		<u>\$ 10,078,913.69</u>

Analysis of Collections Realized

	2009	Prior Years
Taxes Paid in Advance	\$ 65,343.72	\$
Taxes Receivable Collected	9,811,825.50	125,359.42
State Share of Senior Citizens' Deductions	6,250.00	
State Share of Veterans' Deductions	30,750.00	
	<u>\$ 9,914,169.22</u>	<u>\$ 125,359.42</u>

See Independent Auditors Report.

Township of West Amwell
County of Hunterdon
Current Fund
Schedule of Tax Title Liens Receivable
Year Ended December 31, 2009

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Balance, December 31, 2008	\$ 82,855.59
Increased by:	
Transfers from Taxes Receivable	<u>8,997.85</u>
	91,853.44
Decreased by:	
Collection	<u>284.42</u>
Balance, December 31, 2009	<u><u>\$ 91,569.02</u></u>

Township of West Amwell
County of Hunterdon
Current Fund
Schedule of Revenue Accounts Receivable
Year Ended December 31, 2009

	Balance December 31, 2008	Accrued 2009	Collected by Treasurer	Prior Year Reserve Applied	A-7 Balance December 31, 2009
Anticipated Revenues:					
Clerk:					
Licenses:					
Alcoholic Beverages	\$	\$ 2,500.00	\$ 2,500.00	\$	\$
Fees and Permits		34,871.35	34,871.35		
Treasurer:					
Fees and Permits		8,950.00	8,950.00		
Municipal Court:					
Fines and Costs	5,732.19	75,632.80	77,253.25		4,111.74
Construction Code Official:					
Uniform Construction Code Fees		43,969.78	42,350.78		1,619.00
Consolidated Municipal Property Tax Relief Aid		842,105.00	842,105.00		
Energy Receipts Tax		342,910.00	342,910.00		
Watershed Moratorium Offset Aid		21,620.00	21,620.00		
Reserve for Garden State Preservation Trust Fund		61,993.90		61,993.90	
Reserve to Pay Debt Service		346,586.00	346,586.00		
	<u>\$ 5,732.19</u>	<u>\$ 1,781,138.83</u>	<u>\$ 1,719,146.38</u>	<u>\$ 61,993.90</u>	<u>\$ 5,730.74</u>
Cash Receipts			\$ 1,719,688.38		
Less: Cash Disbursements			542.00		
			<u>\$ 1,719,146.38</u>		

See Independent Auditors' Report.

Township of West Amwell
 County of Hunterdon
 Current Fund
 Schedule of Deferred Charges
 N.J.S.A. 40: 4-55 Special Emergency-Codification of Ordinances and Tax Map
 Year Ended December 31, 2009

					A-8		
Date Authorized	Purpose	Net Amount Authorized	1/5 of Net Amount Authorized	Balance December 31, 2008	Added in 2009	Reduced in 2009	Balance December 31, 2009
5/26/04	Provision and Codification of Ordinances	\$ 20,000.00	\$ 4,000.00	\$ 4,000.00	\$	\$ 4,000.00	\$
6/22/05	Preparation of an Approved Tax Map	25,000.00	5,000.00	10,000.00		5,000.00	5,000.00
		<u>\$ 45,000.00</u>	<u>\$ 9,000.00</u>	<u>\$ 14,000.00</u>	<u>\$</u>	<u>\$ 9,000.00</u>	<u>\$ 5,000.00</u>

Township of West Amwell
County of Hunterdon
Current Fund
Schedule of 2008 Appropriation Reserves
Year Ended December 31, 2009

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	Balance December 31, 2008	Balance After Transfers, and Encumbrances	Paid or Charged	Balance Lapsed
OPERATIONS - WITHIN 'CAPS'				
GENERAL GOVERNMENT FUNCTIONS:				
General Administration:				
Other Expenses	\$ 2,110.23	\$ 1,140.47	\$ 669.16	\$ 471.31
Mayor and Committee:				
Other Expenses	78.00			
Municipal Clerk:				
Salaries and Wages	338.07	0.07		0.07
Other Expenses	619.50	6.13	5.63	0.50
Financial Administration:				
Salaries and Wages	0.22	0.22		0.22
Other Expenses	496.48	0.48		0.48
Revenue Administration:				
Salaries and Wages	572.47	0.47		0.47
Other Expenses	368.49	258.49	250.00	8.49
Tax Assessment Administration:				
Salaries and Wages	0.42	0.42		0.42
Other Expenses	1,303.39	380.38	377.99	2.39
Legal Services:				
Other Expenses	23,513.11	57,652.93	55,781.38	1,871.55
Agricultural Advisory Services:				
Other Expenses	384.06	0.06		0.06
Engineering Services:				
Other Expenses	271.00	771.00	700.50	70.50
Historic Sites Office:				
Other Expenses	202.47	0.47		0.47
LAND USE ADMINISTRATION:				
Municipal Land Use Law (NJSA 40:55D:1)				
Planning Board:				
Salaries and Wages	202.68	200.68	200.00	0.68
Other Expenses	2,098.26	4,647.55	4,634.49	13.06
Zoning Board of Adjustment:				
Salaries and Wages	201.00			-
Other Expenses	345.57	120.57	120.00	0.57
INSURANCE:				
General Liability	567.00			
Workers' Compensation	1.00	1.00		1.00
Employee Group Health	291.56	0.56		0.56
UNIFORM CONSTRUCTION CODE:				
Appropriations offset by Dedicated Revenues (NJAC 5:23-4.17)				
Uniform Construction Code Enforcement Function:				
Construction Code Official:				
Salaries and Wages	1,730.26	70.98	70.72	0.26
Other Expenses	1,144.34	562.93	558.59	4.34
PUBLIC SAFETY FUNCTIONS:				
Police:				
Salaries and Wages	5,791.20	2,779.88	2,778.68	1.20
Other Expenses	2,059.64	1,595.72	1,036.08	559.64
Office of Emergency Management:				
Other Expenses	142.23	0.23		0.23
Municipal Prosecutors Office:				
Contracted Services	771.85	137.60	136.75	0.85
Municipal Court:				
Salaries and Wages	658.68	189.96	189.28	0.68
Other Expenses	361.41	349.39	337.98	11.41
Fire Prevention Bureau				
Other Expenses	303.70	0.70		0.70

See Independent Auditors' Report.

Township of West Amwell
County of Hunterdon
Current Fund
Schedule of 2008 Appropriation Reserves
Year Ended December 31, 2009

				A-9 -2-
	Balance December 31, 2008	Balance After Transfers and Encumbrances	Paid or Charged	Balance Lapsed
PUBLIC WORKS FUNCTIONS:				
Street and Roads Maintenance:				
Salaries and Wages	\$ 3,706.98	\$ 2,068.10	\$ 2,061.12	\$ 6.98
Other Expenses	4,077.87	8,218.88	6,325.45	1,893.43
Solid Waste Collection:				
Salaries and Wages	117.85	0.85		0.85
Other Expenses	2,845.63	2,169.63	2,099.00	70.63
Building and Grounds:				
Salaries and Wages				
Other Expenses	1,707.55	2,894.76	1,698.75	1,196.01
Vehicle Maintenance	2,236.88	1,856.96	898.08	958.88
HEALTH AND HUMAN SERVICES:				
Public Health Services:				
Salaries and Wages	0.24	0.24		0.24
Other Expenses	832.72	1,531.72	1,503.02	28.70
Environmental Health Services:				
Other Expenses	435.06	0.06		0.06
Community Forestry:				
Other Expenses	400.00			
Animal Control Services:				
Salaries and Wages	243.37	0.37		0.37
Other Expenses	100.00			
Welfare/Administration of Public Assistance:				
Other Expenses	200.00			
PARKS AND RECREATION FUNCTIONS:				
Recreation Services and Programs:				
Other Expenses	310.00	240.00	240.00	
UNCLASSIFIED:				
UTILITY EXPENSES AND BULK PURCHASES:				
Electricity	2,117.45	0.45		0.45
Street Lighting	573.21	0.21		0.21
Telephone	577.41	100.43	100.02	0.41
Water	702.40	0.40		0.40
Fuel Oil	717.44	772.44	772.31	0.13
Gasoline	381.11	0.11		0.11

Township of West Amwell
County of Hunterdon
Current Fund
Schedule of 2008 Appropriation Reserves
Year Ended December 31, 2009

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	Balance December 31, 2008	Balance After Transfers and Encumbrances	Paid or Charged	Balance Lapsed
DEFERRED CHARGES AND REGULATORY EXPENDITURES - MUNICIPAL WITHIN "CAPS"				
OPERATIONS - EXCLUDED FROM "CAPS"				
LOSAP	\$ 12,000.00	\$ 12,000.00	\$ 11,000.00	\$ 1,000.00
	<u>\$ 81,211.46</u>	<u>\$ 102,724.95</u>	<u>\$ 94,544.98</u>	<u>\$ 8,179.97</u>
Appropriation Reserves		\$ 81,211.46		
Reserve for Encumbrances		<u>21,513.49</u>		
		<u>\$ 102,724.95</u>		

**Township of West Amwell
County of Hunterdon
Current Fund
Schedule of Local District School Tax
Year Ended December 31, 2009**

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Balance, December 31, 2008:		
School Tax Payable	\$ 1,101,040.00	
School Tax Deferred	<u>648,294.00</u>	
		\$ 1,749,334.00
Increased by:		
Levy - School Year July 1, 2009 to June 30, 2010		<u>3,556,293.00</u>
		5,305,627.00
Decreased by:		
Cash Disbursed		<u>3,527,480.50</u>
Balance, December 31, 2009:		
School Tax Payable	1,129,852.50	
School Tax Deferred	<u>648,294.00</u>	
		<u>\$ 1,778,146.50</u>

**Current Fund
Schedule of Regional High School Tax
Year Ended December 31, 2009**

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Balance, December 31, 2008 (Prepaid)	\$ (76.25)
Increased by:	
Levy - Calendar Year 2009	<u>3,073,198.36</u>
	3,073,122.11
Decreased by:	
Cash Disbursed	<u>3,073,123.21</u>
Balance, December 31, 2009 (Prepaid)	<u>\$ (1.10)</u>

See Independent Auditors' Report.

Township of West Amwell
County of Hunterdon
Federal and State Grant Fund
Schedule of Federal and State Grants Receivable
Year Ended December 31, 2009

				A-12
	Balance December 31, 2008	Revenue 2009	Transferred from Unappropriated Reserves	Balance December 31, 2009
Clean Communities Program	\$	\$ 9,436.76	\$	\$ 9,436.76
US Dept of Justice - COPS Law Enforcement Technology Grant		35,000.00		35,000.00
Recycling Tonnage Grant		4,112.77		4,112.77
Community Forestry Grant		2,100.00		1,785.00
Click It or Ticket		4,000.00		4,000.00
US Dept of Justice - Bulletproof Vest Partnership Grant		1,136.00		1,136.00
Drunk Driving Enforcement Fund		1,992.13	1,992.13	
State NJDEP-Pollution Control and Management Implementation Grant:				
Watershed Protection Plan for the Alexauken Creek Watershed	82,765.19			28,581.69
	<u>\$ 82,765.19</u>	<u>\$ 57,777.66</u>	<u>\$ 1,992.13</u>	<u>\$ 47,916.22</u>
			Received by current fund	\$ 4,000.00
			Received by federal and state grant fund	43,916.22
				<u>\$ 47,916.22</u>

Federal and State Grant Fund
Schedule of Appropriated Reserves
Year Ended December 31, 2009

				A-13
	Balance December 31, 2008	Transferred from 2009 Budget Appropriation	Expended	Balance December 31, 2009
Grant Period				
Various				
2008	\$ 2,252.15	\$ 1,992.13	\$ 1,606.54	\$ 2,637.74
2008	2,061.66		1,805.50	256.16
2009		4,112.77		4,112.77
2009		9,436.76	9,436.76	
2007	608.81		608.81	
2008	596.58		148.44	448.14
2009		2,100.00		2,100.00
2009		4,000.00	4,000.00	
2009		35,000.00		35,000.00
2009		1,136.00		1,136.00
2005				
Grant	829.14			829.14
2004				
State and Local All Hazards Emergency Operation Planning Program	2,405.72			2,405.72
2005				
State NJ DEP-Pollution Control and Mgmt. Implementation Grant:				
Watershed Protection Plan for the Alexauken Creek Watershed	83,735.26		28,447.77	55,287.49
	<u>\$ 92,489.32</u>	<u>\$ 57,777.66</u>	<u>\$ 46,053.82</u>	<u>\$ 104,213.16</u>
			Expended by current fund	\$ 4,000.00
			Expended by federal and state grant fund	42,053.82
				<u>\$ 46,053.82</u>

Federal and State Grant Fund
Schedule of Unappropriated Reserves
Year Ended December 31, 2009

				A-14
	Balance December 31, 2008	Cash Receipts	Transferred to 2009 Anticipated Revenue	Balance December 31, 2009
Grant				
Clean Communities Program	\$ 63.00	\$	\$	\$ 63.00
Drunk Driving Enforcement Fund - 2008	1,992.13		1,992.13	
	<u>\$ 2,055.13</u>	<u>\$ -</u>	<u>\$ 1,992.13</u>	<u>\$ 63.00</u>

See Independent Auditors' Report.

Township of West Amwell

County of Hunterdon

2009

Trust Fund

**Township of West Amwell
County of Hunterdon
Trust Fund
Schedule of Cash-Treasurer
Year Ended December 31, 2009**

	B-1		
	Animal Control Fund	Other Trust Funds	Open Space Trust Fund
Balance, December 31, 2008	<u>\$ 982.17</u>	<u>\$ 447,692.94</u>	<u>\$ 1,378,072.24</u>
Increased by Receipts:			
Dog Licensing Fees	5,102.80		
Due to State of NJ	763.20		
Kennel Fees	25.00		
Due Current Fund - Interest Earned	86.39		
Due from Dog Licensing Agent	20.20		
Trust Fund Reserves		193,096.37	
2009 Levy			322,636.00
Due from Current Fund		1,469.51	2,981.08
Interest Earned			38,713.54
Hunterdon County Open Space Recreation, Farmland and Historic Preservation Trust Fund - Municipal Grants Program			28,359.61
Due from General Capital Fund			429,636.11
Donations and State and County Reimbursements			1,391,993.85
	<u>5,997.59</u>	<u>194,565.88</u>	<u>2,214,320.19</u>
	<u>6,979.76</u>	<u>642,258.82</u>	<u>3,592,392.43</u>
Decreased by Disbursements:			
Expenditures under R.S. 4:19-15:11	4,220.86		
Due to State of NJ	756.20		
Due to Current Fund - Interest Earned	86.39		
Due to Current Fund		1,366.20	
Due to General Capital Fund-Improvement Authorization			979,225.51
Trust Fund Reserves		157,084.00	
Reserve for Open Space			346,808.75
	<u>5,063.45</u>	<u>158,450.20</u>	<u>1,326,034.26</u>
Balance, December 31, 2009	<u>\$ 1,916.31</u>	<u>\$ 483,808.62</u>	<u>\$ 2,266,358.17</u>

See Independent Auditors' Report.

**Township of West Amwell
County of Hunterdon
Trust Fund
Schedule of Reserve for Animal Control Fund Expenditures
Year Ended December 31, 2009**

B-2

Balance, December 31, 2008		\$ 994.37
Increased by:		
Receipts:		
Dog Licensing Fees Collected	\$ 4,763.80	
Late Fees Collected	339.00	
	<u>5,102.80</u>	
Kennel License Fees Collected	25.00	
	<u>5,127.80</u>	
		<u>6,122.17</u>
Decreased by:		
Expenditures Under R.S. 54:19-15.11:		
Cash Disbursed		<u>4,220.86</u>
Balance, December 31, 2009		<u><u>\$ 1,901.31</u></u>

License Fees Collected

Year	Amount
2007	\$ 3,319.00
2008	<u>4,563.20</u>
Total (Maximum Reserve)	<u><u>\$ 7,882.20</u></u>

Township of West Amwell
County of Hunterdon
Trust Fund
Schedule of Trust Fund Reserves
Year Ended December 31, 2009

B-3

Purpose	Balance December 31, 2008	Receipts	Disburse- ments	Balance December 31, 2009
Developers Escrow	\$ 123,042.37	\$ 43,657.73	\$ 94,216.82	\$ 72,483.28
Technology Trust		8,000.00		8,000.00
POAA	22.00			22.00
Historic Preservation Trust	1,727.42	192.00	36.54	1,882.88
Housing Trust	141,894.70	27,405.43	3,521.71	165,778.42
Affordable Housing	100,197.81	41,097.54	15,000.00	126,295.35
Accumulated Leave Compensation	22,000.00	2,500.00		24,500.00
Outside Police		28,965.00	28,580.00	385.00
Farm Market		1,050.00	1,016.40	33.60
Fire Penalty	-	2,000.00		2,000.00
Public Defender		325.00	250.00	75.00
Premiums Received at Tax Sale		16,600.00		16,600.00
Public Events	175.00		175.00	
Deposits for Redemption of Tax Sale Certificates	6,679.68	53,149.64	59,829.32	
Unemployment	24,460.32	2,333.65		26,793.97
Municipal Alliance	30,205.85	18,970.02	14,287.53	34,888.34
	<u>\$ 450,405.15</u>	<u>\$ 246,246.01</u>	<u>\$ 216,913.32</u>	<u>\$ 479,737.84</u>
Received/disbursed by Current Fund - Deposits for Redemption of Tax Sale Certificates		\$ 53,149.64	\$ 59,829.32	
Received/disbursed by Current Fund - Reserve for Public Defender		75.00		
Received/disbursed by Other Trust Funds		193,096.37	157,084.00	
		<u>\$ 246,321.01</u>	<u>\$ 216,913.32</u>	

See Independent Auditors' Report.

Township of West Amwell
County of Hunterdon
Open Space Trust Fund
Schedule of Reserve for Open Space
Year Ended December 31, 2009

B-4

Balance, December 31, 2008		\$ 1,381,053.32
Increased by:		
Cash Receipts:		
2009 Tax Levy	\$ 322,636.00	
County of Hunterdon - Open Space Municipal Grants Program	28,359.06	
Donations	2,000.55	
State and County Reimbursements	1,389,993.85	
Interest Earned	38,713.54	
	<u>1,781,703.00</u>	
Due Open Space Trust Fund-Cancellation of Funded Improvement Authorizations	176,350.61	
Due Open Space Trust Fund from 2009 Added and Omitted Taxes	<u>1,498.02</u>	
		<u>1,959,551.63</u>
		3,340,604.95
Decreased by:		
Cash Disbursed	346,808.75	
Due to General Capital Fund	940.01	
Ordinance #21-2009		
Acquisition of a Conservation Easement on Certain Real Property Known as B8, L14 and 15	<u>725,000.00</u>	
		<u>1,072,748.76</u>
Balance, December 31, 2009		<u><u>\$ 2,267,856.19</u></u>

See Independent Auditors' Report.

Township of West Amwell

County of Hunterdon

2009

General Capital Fund

**Township of West Amwell
County of Hunterdon
General Capital Fund
Schedule of Cash-Treasurer
Year Ended December 31, 2009**

C-2

Balance, December 31, 2008		\$ 1,493,861.07
Increased by Receipts:		
Budget Appropriation:		
Capital Improvement Fund	\$ 40,000.00	
Payment of Bond Anticipation Note	70,300.00	
Grant Receivable - Delaware Toll Bridge Commission	354,242.84	
Bond Anticipation Notes	776,400.00	
Due to Current Fund - Interest Earned	27,484.55	
Due to Current Fund - Settle Interfund	20,335.37	
Due to Affordable Housing Trust	15,000.00	
Due from Open Space Trust Fund	1,238,998.98	
Contra Item-Current Fund-BAN Interest	14,552.10	
Total Receipts		<u>2,557,313.84</u>
		4,051,174.91
Decreased by Disbursements:		
Improvement Authorizations	1,365,446.33	
Bond Anticipation Note	632,700.00	
Due Current Fund - Interest Earned	27,483.68	
Due Open Space Trust Fund	436,124.08	
Reserve for Preliminary Expenses:		
Open Space and Farmland Preservation	19,642.07	
Municipal Buildings Improvements	3,799.40	
Contra Item-Current Fund-BAN Interest	14,552.10	
Total Disbursements		<u>2,499,747.66</u>
Balance, December 31, 2009		<u>\$ 1,551,427.25</u>

See Independent Auditors' Report.

Township of West Anwell
County of Hunterdon
General Capital Fund
Analysis of General Capital Cash
Year Ended December 31, 2009

Ord. No.		C-3									
		Receipts				Disbursements				Transfers	
		Balance December 31, 2008	Budget Appropriations	Bond Anticipation Notes	Miscellaneous	Improvement Authorizations	Bond Anticipation Notes	Miscellaneous	From	To	Balance December 31, 2009
	Fund Balance	\$ 68,148.22	\$ 40,000.00	\$	\$	\$	\$	\$	\$ 50,012.75	\$ 1,008.46	\$ 17,741.93
	Capital Improvement Fund	106,992.81							26,000.00		120,992.81
	Reserve for Preliminary Expenses:	26,641.35						19,642.07			6,999.28
	Open Space and Farmland Preservation	7,744.20									7,744.20
	Repair of the Septic System at the Firehouse	9,258.50									9,258.50
	Future Road Projects									10,000.00	6,200.60
	Municipal Building Improvements										
	Reserve for Open Space - Various	495,761.74				3,799.40			495,761.74		
	Improvement Authorizations:										
	Funding Accessory Loan Program-										
	Rehabilitation of Existing										
	Rental Dwellings	20,000.00									20,000.00
	Provide for the Township's Share for Road	417,850.00									417,850.00
	Improvements to Connaught Hill										
	Acquisition of Conservation Easement on										
	Certain Real Property B21, L38	8,387.31							8,387.31		
	Acquisition of Open Space Development Rights										
	in Various Properties	818.07									
	Acquisition of International Dump Truck	(33,788.17)									(16,560.00)
	Acquisition of Rights in Land for Open Space and										
	Other Public Purposes	2,043.19				1,254.80					
	Acquisition of Fire Vehicle	18,973.06	70,300.00	502,400.00		1,378.00	632,700.00				17,595.06
	Purchase of Office Equipment	2,468.94				2,179.96					316.96
	Reconstruction of Rocktown-Lambertville Rd. -										
	Section 11	(1,526.41)			913.85						(612.56)
	Acquisition of a Development Rights Easement					20.00					
	on B5, L15	31,276.80							31,256.80		
	Township Share of Costs of Acquisition of an										
	Agricultural Development Rights Easement on										
	B17, L4	89,983.26				74,405.91			15,577.35		
	Acquisition of an Agricultural Development Rights										
	Easement on B14, L33.02	51,725.84				1,520.89			50,204.95		
	Acquisition of an Agricultural Development Rights										
	Easement on B13, L34	46,982.09				1,977.85			44,984.24		
	Reconstruction of Rocktown-Lambertville Rd. -										
	Section 12	(107,929.76)			308,259.47	203,577.18					(3,247.47)
	Acquisition of a Conservation Easement on										
	Certain Real Property Known as B23, L25	534,377.40				508,437.44			25,939.96		
	Reconstruction of Rocktown-Lambertville Rd. - Section 13					342,886.32				5,000.00	(292,816.80)
	Acquisition of Real Property known as B6, L20 & 36				45,068.52	12,947.12				800,000.00	787,052.88
	Acquisition and Improvement of Real Property			214,000.00		190,539.72			203,000.00	214,000.00	25,460.28
	Acquisition of Real Property to Meet Township's COAH										
	Obligation					1,075.34				15,000.00	13,924.66
	Acquisition of Conservation Easement on B8, L14 & 15					14,245.78				725,000.00	710,754.22
	Small Cities Green Acquisition Grant	(180,000.00)			62,372.02			42,035.78			(180,000.00)
	Small Cities Green Acquisition Grant Receivable	(100,000.00)			16,000.00				17,288.17		(100,000.00)
	Current Fund	(20,335.37)							15,000.00		(100,000.00)
	Affordable Housing Trust Fund				1,236,998.98			436,124.08	879,225.51		(17,287.30)
	Open Space Trust Fund									176,350.61	
		\$ 1,463,661.07	\$ 110,300.00	\$ 776,400.00	\$ 1,670,613.64	\$ 1,365,446.33	\$ 632,700.00	\$ 501,601.33	\$ 1,964,245.24	\$ 1,964,245.24	\$ 1,551,427.25

Township of West Amwell
County of Hunterdon
General Capital Fund
Schedule of Deferred Charges to Future Taxation-Funded
Year Ended December 31, 2009

C-4

Balance, December 31, 2008			\$ 6,459,367.52
Decreased by:			
2009 Budget Appropriation to Pay General Serial Bonds	\$ 290,000.00		
2009 Budget Appropriation to Pay NJ Economic Development Loan	<u>24,365.47</u>		
		<u>314,365.47</u>	
Balance, December 31, 2009			<u>\$ 6,145,002.05</u>

See Independent Auditors' Report.

5-3

See Independent Auditors' Report.

Township of West Amwell
County of Hunterdon
General Capital Fund
Schedule of Capital Improvement Fund
Year Ended December 31, 2009

C-6

Balance, December 31, 2008		\$ 106,992.81
Increased by:		
2009 Budget Appropriation		<u>40,000.00</u>
		146,992.81
Decreased by:		
Appropriation to Finance Improvement Authorization	\$ 16,000.00	
Reserve for Preliminary Expenses - Municipal Building Improvements	<u>10,000.00</u>	
		<u>26,000.00</u>
Balance, December 31, 2009		<u><u>\$ 120,992.81</u></u>

See Independent Auditors' Report.

Township of West Anwell
County of Hunterdon
General Capital Fund
Schedule of Improvement Authorizations
Year Ended December 31, 2009

C-7

2009 Authorizations														
Ord. No.	Improvement Description	Date	Ordinance Amount	Balance December 31, 2008		Capital Improvement Fund	Deferred Charges to Future Taxation Unfunded	Other	Capital Surplus	Paid or Charged	Cancelled	Balance December 31, 2009		
				Funded	Unfunded							Funded	Unfunded	
96-12	Funding Accessory Loan Program - Rehab. of Existing Rental Dwellings	12/4/96	\$ 140,000.00	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
03-06 +	Provide for the Township's Share for Road Improvements to Connaught Hill	6/4/03 + 5/4/05	313,000.00 247,500.00	417,850.00									417,850.00	
04-03	Acquisition of Conservation Easement on Certain Real Property B21, L38	2/4/04	600,000.00	8,387.31									8,387.31	
04-11	Acquisition of Open Space Development Rights in Various Properties	7/21/04	625,000.00	818.07									818.07	
17-05	Acquisition of Rights in Land for Open Space and Other Public Purposes	7/27/05	1,600,000.00	2,043.19										
06-06	Acquisition of Fire Vehicles	5/3/06	740,000.00	18,973.06									1,254.80	
14-07	Purchase of Office Equipment	6/6/07	9,800.00	2,486.94									1,378.00	
18-07	Reconstruction of Rocktown-Lambertville Rd - Section 11	7/18/07	360,000.00	29,400.22									2,179.98	
19-07	Acquisition of a Development Rights Easement on B5, L15	10/3/07	650,000.00	31,276.80									20.00	29,400.22
23-07	Township Share of Costs of Acquisition of an Agricultural Development Rights Easement on B17, L4	11/7/07	90,000.00	89,983.26										
25-07	Acquisition of an Agricultural Development Rights Easement on B14, L33.02	12/27/07	615,000.00	51,725.84									74,405.91	
27-07	Acquisition of an Agricultural Development Rights Easement on B13, L34	12/27/07	550,000.00	46,962.09									1,520.89	
04-08	Reconstruction of Rocktown-Lambertville Rd - Section 12	3/5/08	370,000.00	233,832.22									1,977.85	30,255.04
08-08	Acquisition of a Conservation Easement on Certain Real Property Known as B23, L25	4/16/08	545,000.00	534,377.40									203,577.18	
04-09	Reconstruction of Rocktown-Lambertville Rd - Section 13	3/18/09	490,000.00			5,000.00	485,000.00						508,437.44	
05-09	Township's Share of the Cost of the Acquisition of Certain Property B8, Lots 20 and 36	3/18/09	800,000.00										342,886.32	147,113.68
14-09	Acquisition and Improvement of Real Property Including the Building Thereon for Public Purposes	5/6/09	225,000.00			11,000.00	214,000.00						12,947.12	
20-09	Acquisition of Real Property to Meet the Township's COAH Obligation	8/12/09	315,000.00				300,000.00	15,000.00					199,539.72	25,460.28
21-09	Acquisition of a Conservation Easement on Certain Real Property Known as B8, L14 and 15	8/12/09	725,000.00										1,075.34	313,924.66
				<u>\$ 1,205,920.90</u>	<u>\$ 282,205.50</u>	<u>\$</u>	<u>\$ 999,000.00</u>	<u>\$ 1,489,987.25</u>	<u>\$ 50,012.75</u>	<u>\$ 1,365,446.33</u>	<u>\$ 177,957.07</u>	<u>\$ 1,953,569.12</u>	<u>\$ 546,153.88</u>	
						Affordable Housing Trust Fund Reserve for Open Space - Various								
						Open Space Trust Fund								
						Capital Surplus Reserve for Open Space - Various								
														\$ 1,606.46
														176,390.61
														\$ 177,957.07

Township of West Amwell
County of Hunterdon
General Capital Fund
Schedule of Bond Anticipation Notes
Year Ended December 31, 2009

C-8									
Ord. No.	Improvement Description	Date of Original Issue of Notes	Date of Issue	Date of Maturity	Interest Rate	Balance December 31, 2008	Increased	Decreased	Balance December 31, 2009
06-06	Acquisition of Fire Vehicles	7/19/07	7/18/08 7/2/09	7/2/09 7/2/10	2.30% 1.69%	\$ 632,700.00	\$ 562,400.00	\$ 632,700.00	\$ 562,400.00
14-09	Acquisition and Improvement of Real Property	7/2/09	7/2/09	7/2/10	1.69%		214,000.00		214,000.00
						<u>\$ 632,700.00</u>	<u>\$ 776,400.00</u>	<u>\$ 632,700.00</u>	<u>\$ 776,400.00</u>
					Cash Receipts				
					Paid by Budget Appropriation		\$ 776,400.00	\$ 70,300.00	
					Cash Disbursed			562,400.00	
						<u>\$ 776,400.00</u>	<u>\$ 776,400.00</u>	<u>\$ 632,700.00</u>	<u>\$ 776,400.00</u>

Township of West Amwell
County of Hunterdon
General Capital Fund
Schedule of NJ Green Trust Loan Payable
Year Ended December 31, 2009

C-9

Purpose	Date of Issue	Original Issue	Maturities of Principal Outstanding		Interest Rate	Balance December 31, 2008	Decreased	Balance December 31, 2009
			Date	Amount				
Sourlands/Open Space Acquisition Project	6/25/01	\$ 500,000	3/25/10	12,365.77	2.0%			
			9/25/10	12,489.44				
			3/25/11	12,614.33				
			9/25/11	12,740.47				
			3/25/12	12,867.88				
			9/25/12	12,996.55				
			3/25/13	13,126.52				
			9/25/13	13,257.79				
			3/25/14	13,390.36				
			9/25/14	13,524.27				
			3/25/15	13,659.51				
			9/25/15	13,796.11				
			3/25/16	13,934.07				
			9/25/16	14,073.40				
			3/25/17	14,214.15				
			9/25/17	14,356.28				
			3/25/18	14,499.85				
			9/25/18	14,644.84				
			3/25/19	14,791.29				
			9/25/19	14,939.21				
			3/25/20	15,088.60				
			9/25/20	15,239.48				
			3/25/21	15,391.88				
					\$ 342,367.52	\$ 24,365.47	\$ 318,002.05	
					\$ 342,367.52	\$ 24,365.47	\$ 318,002.05	

Township of West Amwell
County of Hunterdon
General Capital Fund
Schedule of General Serial Bonds
Year Ended December 31, 2009

C-10

Purpose	Date of Issue	Original Issue	Maturities of Bonds Outstanding		Interest Rate	Balance December 31, 2008	Increased	Decreased	Balance December 31, 2009
			Date	Amount					
General Improvements of 2003	2/15/03	\$ 4,009,000.00	2/15/10	170,000	3.625%				
			2/15/11-13	190,000	3.625%				
			2/15/14	210,000	3.700%				
			2/15/15	210,000	3.750%				
			2/15/16-17	220,000	4.000%				
			2/15/18-19	230,000	4.000%				
			2/15/20	240,000	4.125%				
			2/15/21	240,000	4.250%				
			2/15/22	250,000	4.250%				
			2/15/23	259,000	4.250%	\$ 3,219,000.00	\$	\$ 170,000.00	\$ 3,049,000.00
General Improvements of 2006	5/1/06	3,118,000.00	5/1/10	120,000.00	4.250%				
			5/1/11-12	130,000.00	4.375%				
			5/1/13-14	140,000.00	4.375%				
			5/1/15-16	150,000.00	4.375%				
			5/1/17-18	160,000.00	4.375%				
			5/1/19-20	170,000.00	4.375%				
			5/1/21-22	180,000.00	4.375%				
			5/1/23-24	190,000.00	4.375%				
			5/1/25	210,000.00	4.375%				
			5/1/26	208,000.00	4.375%	2,898,000.00		120,000.00	2,778,000.00
						\$ 6,117,000.00	\$	\$ 290,000.00	\$ 5,827,000.00

Township of West Amwell
County of Hunterdon
General Capital Fund
Schedule Due from/to Open Space Trust Fund
Year Ended December 31, 2009

		C-11
Balance, December 31, 2008		\$
Increased by:		
Improvement Authorizations Financed by the Open Space Trust Fund	\$ 979,225.51	
Cash Disbursement	<u>436,124.08</u>	<u>1,415,349.59</u>
		1,415,349.59
Decreased by:		
Permanently Funded Improvement Authorizations Cancelled	\$ 176,350.61	
Cash Receipts	<u>1,238,998.98</u>	<u>1,415,349.59</u>
Balance, December 31, 2009		<u>\$</u>

See Independent Auditors' Report.

Township of West Amwell
County of Hunterdon
General Capital Fund
Schedule of Reserve for Preliminary Expenses
Year Ended December 31, 2009

C-12

Purpose	Balance December 31, 2008	Increased By			Cash Disbursed	Balance December 31, 2009
		Financed by Open Space Trust Fund	Budget Appropriation Capital Improvement Fund			
Open Space and Farmland Preservation	\$ 26,641.35	\$	\$		\$ 19,642.07	\$ 6,999.28
Repair of the Septic System at the Firehouse	7,744.20					7,744.20
Future Road Projects	9,258.50					9,258.50
Municipal Building Improvements			10,000.00		3,799.40	6,200.60
	\$ 43,644.05	\$ -	\$ 10,000.00		\$ 23,441.47	\$ 30,202.58

Township of West Amwell
County of Hunterdon
General Capital Fund
Schedule of Bonds and Notes Authorized but Not Issued
Year Ended December 31, 2009

C-13

Ord. No.	Improvement Description	Balance December 31, 2008	2009 Authorizations	Grant Received From Delaware Toll Bridge Commission	Bond Anticipation Notes Issued	Funded by Appropriation	Balance December 31, 2009
15-05	Acquisition of an International Dump Truck	\$ 33,788.17	\$	\$		\$ 17,288.17	\$ 16,500.00
18-07	Reconstruction of Rocktown-Lambertville Rd.-Section 11	30,926.63		913.85			30,012.78
04-08	Reconstruction of Rocktown-Lambertville Rd. - Section 12	341,761.98		308,259.47			33,502.51
04-09	Reconstruction of Rocktown-Lambertville Rd. - Section 13		485,000.00	45,069.52			439,930.48
14-09	Acquisition and Improvement of Real Property		214,000.00		214,000.00		-
20-09	Acquisition of Real Property to Meet Township's COAH Obligation		300,000.00				300,000.00
		<u>\$ 406,476.78</u>	<u>\$ 999,000.00</u>	<u>\$ 354,242.84</u>	<u>\$ 214,000.00</u>	<u>\$ 17,288.17</u>	<u>\$ 819,945.77</u>

Township of West Amwell

County of Hunterdon

2009

Public Assistance Fund

Township of West Amwell
County of Hunterdon
Public Assistance Fund
Schedule of Cash-Treasurer
Year Ended December 31, 2009

	D-1		
	P.A.T.F. Account #1	P.A.T.F. Account #2	Fund Total
Balance, December 31, 2008	\$ 1,011.83	\$ 6,023.44	\$ 7,035.27
Increased by:			
Interest Earned	22.99	86.05	109.04
Due to Current Fund		4,000.00	4,000.00
State Aid		10,000.00	10,000.00
	<u>22.99</u>	<u>14,086.05</u>	<u>14,109.04</u>
	1,034.82	20,109.49	21,144.31
Decreased by:			
Public Assistance		10,567.95	10,567.95
Balance, December 31, 2009	<u>\$ 1,034.82</u>	<u>\$ 9,541.54</u>	<u>\$ 10,576.36</u>

See Independent Auditors' Report.

Township of West Amwell
County of Hunterdon
Public Assistance Fund
Schedule of Public Assistance Cash and Reconciliation at Year End
Year Ended December 31, 2009

D-2

Balance, December 31, 2008	\$ 7,035.27
Increased by Receipts:	
Cash	<u>14,109.04</u>
	21,144.31
Decreased by Disbursements:	
Cash	<u>10,567.95</u>
Balance, December 31, 2009	<u>\$ 10,576.36</u>

Reconciliation, December 31, 2009

	<u>P.A.T.F. Account #1</u>	<u>P.A.T.F. Account #2</u>	<u>Total</u>
Balance on Deposit per Statement of Commerce Bank:			
Checking	\$ 1,034.82	\$ 9,615.54	\$ 10,650.36
Less outstanding checks		<u>74.00</u>	<u>74.00</u>
	<u>\$ 1,034.82</u>	<u>\$ 9,541.54</u>	<u>\$ 10,576.36</u>

See Independent Auditors' Report.

Township of West Amwell
County of Hunterdon
Public Assistance Fund
Schedule of Public Assistance Revenues
Year Ended December 31, 2009

D-3

	P.A.T.F. Account #1	P.A.T.F. Account #2	Fund Total
Interest Earned	\$ 22.99	\$ 86.05	\$ 109.04
Due to Current Fund		4,000.00	4,000.00
State Aid		10,000.00	10,000.00
	<u>\$ 22.99</u>	<u>\$ 14,086.05</u>	<u>\$ 14,109.04</u>

Public Assistance Fund
Schedule of Public Assistance Expenditures
Year Ended December 31, 2009

D-4

	P.A.T.F. Account #1 (75%)	P.A.T.F. Account #2 (100%)	Fund Total
Maintenance Payments	\$	\$ 2,974.50	\$ 2,974.50
Temporary Rental Assistance		6,933.93	6,933.93
Emergency Assistance - Utilities		659.52	659.52
	<u>\$</u>	<u>\$ 10,567.95</u>	<u>\$ 10,567.95</u>

Public Assistance Fund
Schedule of Assistance Commitments Payable
Year Ended December 31, 2009

D-5

Not Applicable

Township of West Amwell

County of Hunterdon

2009

Payroll Fund

Township of West Amwell
County of Hunterdon
Payroll Fund
Schedule of Cash-Payroll
Year Ended December 31, 2009

E-1

Balance, December 31, 2008		\$	7,527.49	
Increased by:				
Net Payroll	\$	737,744.77		
Payroll Deductions and Employer's Share		481,250.79		
Contribution for Public Employees Retirement System		27,287.00		
Contribution for Police and Fire Retirement System		24,439.50		
Due to Current Fund - Other Miscellaneous Adjustments		5,299.80		
Due to Current Fund - Interest Earned		257.37		
				<u>1,276,279.23</u>
				1,283,806.72
Decreased by:				
Net Payroll		737,744.77		
Contribution for Public Employees Retirement System		27,287.00		
Contribution for Police and Fire Retirement System		24,439.50		
Payroll Taxes Payable		481,384.63		
Due to Current Fund - Other Miscellaneous Adjustments		5,395.68		
Due Current Fund-Interest Earned		257.37		
				<u>1,276,508.95</u>
Balance, December 31, 2009		\$	<u>7,297.77</u>	

See Independent Auditors' Report.

Township of West Amwell
County of Hunterdon
Payroll Fund
Schedule of Payroll Taxes Payable
Year Ended December 31, 2009

E-2

Account	Balance December 31, 2008	Cash Receipts	Cash Disbursed	Balance December 31, 2009
FICA and Medicare	\$	\$ 166,046.68	\$ 166,046.68	\$
FWT		128,762.51	128,762.51	
NJ GIT		31,996.30	31,996.30	
PERS	3,205.67	67,449.56	67,382.90	3,272.33
PERS Insurance	215.65	2,578.00	2,599.74	193.91
PFRS	3,890.31	66,474.64	67,165.70	3,199.25
Unemployment and Disability		4,926.38	4,926.38	
Accident Insurance		1,947.60	1,785.30	162.30
Union Dues		969.12	969.12	
457 Plan		10,100.00	9,750.00	350.00
	<u>\$ 7,311.63</u>	<u>\$ 481,250.79</u>	<u>\$ 481,384.63</u>	<u>\$ 7,177.79</u>

Other Supplemental Information-Regulatory Basis

**Township of West Amwell
County of Hunterdon
Officials in Office and Surety Bonds
Year Ended December 31, 2009**

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

Name	Title	Note	Corporate Surety
William J. Coroby	Mayor		
Frank P. Masterson	Deputy Mayor		
Tom Molnar	Committee Member Municipal Housing Liason/Administrative Agent/Affirmative Action Officer, Clean Communities Coordinator, Certifying Officer for Health Benefits		
Lora L. Olsen	Clerk, Registrar of Vital Statistics, Assessment Search Officer, Board of Health Secretary Clerk Typist/Administrative Secretary	1	
Sandy Haberle	Deputy Clerk, Deputy Registrar of Vital Statistics, Purchasing Agent, Clerk Typist/ Administrative Secretary, Deputy Board of Health Secretary, Assistant Treasurer	1 1	
Regina V. Taylor	Construction Office Technical Assistant	1	
Jane Luhrs	Treasurer, Chief Financial Officer, Certifying Officer for PERS and PFRS	2	\$ 1,000,000.00
Catherine L. Park	Tax Collector, Tax Search Officer	2	\$ 1,000,000.00
David Gill	Tax Assessor, Assessment Inspection Officer	1	
Donna Griffiths	Police Matron, Police Department Secretary, Assistant Tax Collector, Planning Board Secretary, Zoning Board Secretary Clerk Typist/Administrative Secretary	2	\$ 100,000.00
Raymond Barson	Magistrate	2	\$ 50,000.00
Lolly Hoagland	Court Administrator	2	\$ 35,000.00
Melody L. Anderson	Deputy Court Administrator	1	
Mary Hoagland	Dog Registrar, Animal Control Officer, Police Matron	1	
Phillip Izzo	Substitute Building Sub-Code Official and Inspector, Substitute Electric Sub-Code Official and Inspector, Substitute Plumbing Sub-Code Official and Inspector, Substitute Fire Sub-Code Official and Inspector	1	
Bill Donnerstage	Fire Official	1	
Lonnie Baldino	Zoning Official	1	
Helen Kuhl	Director of Welfare	1	
Randy Hoagland	Road Supervisor	1	
Phillip Faherty III	Township Attorney, Township Prosecutor		
Robert J. Clerico	Township Engineer		
John Hartman	Public Defender		

NOTE 1: Other employees covered by Public Alliance Insurance Coverage Fund under public officials liability coverage.

NOTE 2: Municipal Excess Liability Joint Insurance Fund

Township of West Amwell
County of Hunterdon
Comparative Statement of Operations and Changes in Fund Balance-Current Fund
Years Ended December 31, 2009 and 2008

	2009		2008	
	Amount	%	Amount	%
Revenue and Other Income Realized				
Fund balance utilized	\$ 480,000.00	3.83 %	\$ 365,000.00	2.90 %
Miscellaneous - from other than local property tax levies	2,026,297.68	16.15	2,339,903.85	18.58
Collection of delinquent taxes	125,643.84	1.00	145,717.80	1.16
Collection of current tax levy	9,914,169.22	79.02	9,737,338.54	77.32
Interfunds loans returned	626.68		4,945.29	0.04
Total revenue and other income realized	<u>12,546,737.42</u>	<u>100.00 %</u>	<u>12,592,905.48</u>	<u>100.00 %</u>
Expenditures				
Budget expenditures - municipal purposes	3,376,481.83	27.25 %	3,268,736.92	26.71 %
County taxes	2,050,272.20	16.55	2,087,075.10	17.06
Local and regional school taxes	6,629,491.36	53.51	6,556,357.94	53.58
Municipal open space tax	324,134.02	2.62	324,013.08	2.65
Interfunds Advanced	8,145.78	0.07	588.36	
Other expenditures			250.00	
Total expenditures	<u>12,388,525.19</u>	<u>100.00 %</u>	<u>12,237,021.40</u>	<u>100.00 %</u>
Excess in revenue	158,212.23		355,884.08	
Fund balance, January 1	<u>620,433.56</u>		<u>629,549.48</u>	
	778,645.79		985,433.56	
Less: Utilization as Anticipated Revenue	<u>480,000.00</u>		<u>365,000.00</u>	
Fund Balance, December 31	<u>\$ 298,645.79</u>		<u>\$ 620,433.56</u>	

See Independent Auditors' Report.

**Township of West Amwell
County of Hunterdon
Other Supplemental Information
Years Ended December 31, 2009, 2008 and 2007**

	2009	2008	2007
Comparative Schedule of Tax Rate Information			
Tax rate	\$ 1.866	\$ 1.831	\$ 1.790
Apportionment of tax rate:			
Municipal	0.191	0.159	0.099
Municipal open space	0.060	0.060	0.061
County	0.320	0.324	0.321
County library	0.027	0.029	0.029
County open space	0.034	0.035	0.036
Local school	0.662	0.653	0.648
Regional high school	0.572	0.571	0.596
Assessed valuation:			
2009	\$ 537,373,969.00		
2008		\$ 535,053,320.00	
2007			\$ 525,595,942.00

Comparison of Tax Levies and Collection Currently

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

Year	Tax Levy	Collections	Percentage of Collection
2009	\$ 10,078,913.69	\$ 9,914,169.22	98.37%
2008	9,887,900.53	9,737,338.54	98.48%
2007	9,520,862.97	9,347,138.73	98.17%

Delinquent Taxes and Tax Title Liens

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

December 31	Amount of Tax Title Liens	Amount of Delinquent Taxes	Total Delinquent	Percentage of Tax Levy
2009	\$ 91,569.02	\$ 142,283.89	\$ 233,852.91	2.32%
2008	82,855.59	125,359.42	208,215.01	2.11%
2007	67,949.82	153,234.37	221,184.19	2.32%

Property Acquired by Tax Title Lien Liquidation

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

Year	Amount
2009	\$ 14,400.00
2008	14,400.00
2007	14,400.00

Comparative Schedule of Fund Balance (Current Fund)

Year	Balance Dec. 31	Utilized in Budget of Succeeding Year
2009	\$ 298,645.79	\$ 150,000.00
2008	620,433.56	480,000.00
2007	629,549.48	365,000.00
2006	766,441.71	500,000.00
2005	978,630.53	676,500.00

See Independent Auditors' Report.

Comments Section

Township of West Amwell
County of Hunterdon
Comments
December 31, 2009

An audit of the financial accounts and transactions of the Township of West Amwell, County of Hunterdon, New Jersey ("Township") for the year ended December 31, 2009, has recently been completed. The results of the audit are herewith set forth

Scope of Audit

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

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

Cash on hand was counted and cash balances were reconciled with independent certifications obtained directly from the depositories.

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

Our audit was made in accordance with generally accepted auditing standards and in compliance with the audit requirements prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey and Government Auditing Standards, issued by the Comptroller General of the United States. Therefore, our audit included the procedures noted above as well as tests of the accounting records and other such auditing procedures as are considered necessary in the circumstances.

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

N.J.S. 40A:11-4 states "Every contract or agreement, for the performance of any work or the furnishing or hiring of any materials or supplies, the cost or the contract price whereof is to be paid with or out of public funds not included within the term of Section 3 of this Act, shall be made or awarded only after public advertising of bids and bidding therefore, except as is provided otherwise in this Act or specifically by any other law. No work, materials or supplies shall be undertaken, acquired or furnished for a sum exceeding in the aggregate and \$21,000.00 except by contract or agreement".

It is pointed out that the governing body of the municipality has the responsibility of determining whether the expenditures in any category will exceed \$21,000.00 within the fiscal year and, where question arises as to whether any contract or agreement might result in violation of the statute, the solicitor's opinion shall be sought before a commitment is made.

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

Garbage/trash/recycling
Rocktown-Lambertville Road Improvement Project-Section 13

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

Township of West Amwell
County of Hunterdon
Comments
December 31, 2009

The examination of expenditures did not reveal any individual payments, contracts or agreements in excess of \$21,000 "for the performance of any work or the furnishing of labor materials and supplies or the hiring of teams or vehicles", other than where bids had been previously sought by public advertisement or where a resolution had been previously adopted under the provision of N.J.S. 40A:11-6.

Collection of Interest on Delinquent Taxes and Assessments

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

The governing body on January 1, 2009 adopted the following resolution authorizing interest to be charged on delinquent taxes:

BE IT RESOLVED as follows:

1. Real estate taxes shall be collected quarterly on February 1, May 1, August 1 and November 1, 2009
2. Interest shall be charged and calculated at the rate of 8% per annum on the first \$1,500.00 of the delinquency, and 18% per annum on any amount in excess of the first \$1,500.00. These amounts are to be calculated from the date the tax was payable until the date the actual payment was received in the tax office.
3. There shall be a ten (10) day grace period, after which unpaid taxes will be charged interest from the due date.
4. Redemption fees for tax sale certificates to the municipality and lien holders will be calculated as follows:
 - 2% on certificates \$100.00 to \$4,999.00
 - 4% on certificates \$5,000.00 to \$9,999.00
 - 6% on certificates over \$10,000.00

Tax Sale

The last tax sale was held on October 6, 2009 and was complete, except for properties held out due to bankruptcy.

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
2009	19
2008	15
2007	13

**Township of West Amwell
County of Hunterdon
Schedule of Findings and Recommendations
December 31, 2009**

Schedule of Financial Statement Findings

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

Significant Deficiencies and Other Matters

Statement of Condition 2009-1

Deposits to the Animal Control Trust Fund were not made within 48 hours as required by N.J.S. 40A:5-15.

Criteria

The Township is required to deposit funds within 48 hours of receipt.

Effect

The Township is not in compliance with N.J.S. 40A:5-15.

Cause

Deposits were not made within 48 hours of receipt.

Recommendation

All funds should be deposited within 48 hours of receipt.

**Township of West Amwell
County of Hunterdon
Schedule of Findings and Recommendations
December 31, 2009**

Schedule of Prior Year Financial Statement Findings

This section identifies the status of prior year findings related to the financial statements that are required to be reported in accordance with Government Auditing Standards and with audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey.

Significant Deficiencies and Other Matters

None