

Report of Audit

on the

Financial Statements

of the

Township of Springfield

in the

County of Union
New Jersey

for the

Year Ended
December 31, 2011

TOWNSHIP OF SPRINGFIELD

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TOWNSHIP OF SPRINGFIELD

PART I

INDEPENDENT AUDITOR'S REPORT ON
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SUPPLEMENTARY SCHEDULES - ALL FUNDS

YEARS ENDED DECEMBER 31, 2011 AND 2010



SUPLEE, CLOONEY & COMPANY

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INDEPENDENT AUDITOR'S REPORT

The Honorable Mayor and Members
of the Township Committee
Township of Springfield
County of Union
Springfield, New Jersey 07081

We have audited the accompanying financial statements - regulatory basis of the various individual funds and the account group of the Township of Springfield, County of Union, New Jersey as of and for the years ended December 31, 2011 and 2010 and for the year ended December 31, 2011, as listed as financial statements - regulatory basis in the foregoing table of contents. These financial statements - regulatory basis are the responsibility of the management of the Township of Springfield, County of Union. Our responsibility is to express an opinion on these financial statements based on our audits.

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

As described in Note 1, the Township of Springfield, County of Union, prepares its financial statements on a prescribed basis of accounting prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, that demonstrates compliance with the modified accrual basis, with certain exceptions, and the budget laws of New Jersey, which is a comprehensive basis of accounting other than U.S. generally accepted accounting principles.

In our opinion, because the Township of Springfield prepares its financial statements on the basis of accounting discussed in the preceding paragraph, the financial statements referred to above do not present fairly, in conformity with U.S. generally accepted accounting principles, the financial position of the various individual funds and account group of the Township of Springfield, County of Union, as of December 31, 2011 and 2010 or the results of its operations and changes in fund balance for the years then ended or the revenues or expenditures for the year ended December 31, 2011.

SUPLEE, CLOONEY & COMPANY

However, in our opinion, the financial statements - regulatory basis present fairly, in all material respects, the financial position - regulatory basis of the various individual funds and account group of the Township of Springfield, County of Union, as of December 31, 2011 and 2010, and the results of its operations and changes in fund balance - regulatory basis for the years then ended and the revenues, expenditures and changes in fund balance - regulatory basis for the year ended December 31, 2011, on the basis of accounting described in Note 1.

In accordance with Government Auditing Standards, we have also issued our report dated July 31, 2012 on our consideration of the Township of Springfield's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, grants and other matters. The purpose of that report is to describe the scope of our testing of internal controls 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 its compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards and should be considered in assessing the results of our audit.

Our audit was made for the purpose of forming an opinion on the financial statements - regulatory basis taken as a whole. The information included in the schedules of expenditures of federal awards and state financial assistance and the other supplementary schedules and data listed in the table of contents is presented for purposes of additional analysis as required by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the regulatory financial statements. This information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements taken as a whole.

This report is intended for the information of the Township of Springfield, County of Union, New Jersey, the Division of Local Government Services and federal and state audit agencies and is not intended to be and should not be used by anyone other than these specified parties.


CERTIFIED PUBLIC ACCOUNTANTS


REGISTERED MUNICIPAL ACCOUNTANT NO. 50

July 31, 2012

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CURRENT FUND

TOWNSHIP OF SPRINGFIELD

CURRENT FUND

BALANCE SHEETS - REGULATORY BASIS

<u>ASSETS</u>	<u>REF.</u>	BALANCE DECEMBER 31, 2011	BALANCE DECEMBER 31, 2010
Cash- Treasurer	A-4	\$ 8,747,086.09	\$ 8,320,863.18
Cash-Collector	A-5	604,012.51	545,685.77
Change Fund	A-7	400.00	350.00
Petty Cash	A-8	350.00	350.00
Due from State of New Jersey Per Chapter 20, P.L. 1971 - Senior Citizens and Veterans Deductions	A-9	3,022.02	4,043.94
Grants Receivable	A-23	587,326.33	370,368.65
		<u>9,942,196.95</u>	<u>9,241,661.54</u>
Receivables and Other Assets with Full Reserves:			
Delinquent Property Taxes Receivable	A-10	700,828.21	495,394.95
Revenue Accounts Receivable	A-11	76,087.85	38,321.02
Prepaid Local District School Tax	A-20	124,994.00	124,993.50
Interfunds Receivable	A-22	267,430.58	628,656.75
	A	<u>1,169,340.64</u>	<u>1,287,366.22</u>
Deferred Charges:			
Emergency Appropriation (40A:4-46)	A-12	246,302.00	309,380.00
Overexpenditure of 2010 Appropriations	A-12	19,256.46	19,256.46
Overexpenditure of Appropriation Reserves	A-12		188.46
		<u>265,558.46</u>	<u>328,824.92</u>
		<u>\$ 11,377,096.05</u>	<u>\$ 10,857,852.68</u>
<u>LIABILITIES, RESERVES AND FUND BALANCE</u>			
Liabilities:			
Redemption of Outside Liens	A-6	\$ 351.42	\$ 1,408.41
Appropriation Reserves	A-3:A-13	1,485,779.03	1,274,238.05
Prepaid Taxes	A-16	285,629.80	269,661.86
Tax Overpayments	A-17		1,023.18
Interfunds Payable	A-22	1,715,088.85	2,381,458.65
Encumbrances Payable	A-24	659,559.73	238,748.71
Accounts Payable	A-25	50,737.94	48,341.87
Sewer Overpayments	A-26		81.67
Reserve for:			
Insurance Damages	A-21	20,892.10	
Due State of New Jersey	A-27	54,393.12	10,755.25
Sale of Municipal Assets	A-28	170,694.33	5,300.50
Tax Appeals	A-30	101,000.00	
Grants - Appropriated	A-15	735,857.11	463,459.95
Grants - Unappropriated	A-14	5,603.81	4,241.74
County Taxes Payable	A-19	2,002.22	193,476.50
Special Improvement District Payable	A-29	24,107.99	
		<u>5,311,697.45</u>	<u>4,892,196.34</u>
Reserve for Receivables	A	1,169,340.64	1,287,366.22
Fund Balance	A-1	<u>4,896,057.96</u>	<u>4,678,290.12</u>
		<u>\$ 11,377,096.05</u>	<u>\$ 10,857,852.68</u>

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

TOWNSHIP OF SPRINGFIELD

CURRENT FUND

STATEMENTS OF OPERATIONS AND CHANGE
IN FUND BALANCE - REGULATORY BASIS
FOR THE YEARS ENDED DECEMBER 31, 2011 AND 2010

	REF.	YEAR 2011	YEAR 2010
<u>REVENUE AND OTHER INCOME REALIZED</u>			
Fund Balance Utilized	A-2	\$ 3,000,000.00	\$ 2,556,000.00
Receipts from Delinquent Taxes	A-2	493,874.30	547,225.30
Receipts from Current Taxes	A-2	67,112,451.64	64,026,430.55
Miscellaneous Revenue Anticipated	A-2	4,428,887.23	4,548,293.49
Non-Budget Revenue	A-2	983,706.19	461,968.02
Other Credits to Income:			
Unexpended Balance of Appropriation Reserves	A-13	870,011.60	878,297.44
Accounts Payable Cancelled	A-25	99,107.85	398,582.50
Interfunds Returned		361,226.17	
Due State of New Jersey - Cancelled	A-27	10,755.25	
Tax Overpayments Cancelled	A-17	2,473.15	
Sewer Overpayments Cancelled	A-26	81.67	
Reserve for Grants Appropriated Cancelled		20.70	
<u>Total Income</u>		<u>77,362,595.75</u>	<u>73,416,797.30</u>
<u>EXPENDITURES</u>			
Budget and Emergency Appropriations (Within "CAPS"):			
Operations (Including Contingent)	A-3	18,971,095.28	18,980,836.74
Deferred Charges and Statutory Expenditures Municipal	A-3	2,736,274.14	1,424,167.81
Budget (Excluded from "CAPS"):			
Operations	A-3	4,196,587.93	3,140,664.97
Capital Improvements	A-3	30,000.00	1,000.00
Municipal Debt Service	A-3	2,040,501.62	1,914,616.19
Interlocal Municipal Service Agreements	A-3	100,000.00	100,000.00
Deferred Charges - Municipal	A-3	309,380.00	
County Taxes	A-18	12,585,961.52	11,668,009.85
Due County for Added and Omitted Taxes	A-19	2,001.87	193,476.14
Local District School Tax	A-20	33,193,539.50	32,179,292.50
Special Improvement District Taxes	A-29	136,212.95	
Interfunds Advanced			562,679.37
Refund of Prior Year's Revenue	A-4	57,574.60	258,473.55
Reserve for Tax Appeals	A-30	32,000.00	
Reserve for Prepaid School Tax		0.50	3.50
<u>Total Expenditures</u>		<u>74,391,129.91</u>	<u>70,423,220.62</u>
Excess in Revenue		2,971,465.84	2,993,576.68
Adjustments to Income Before Fund Balance:			
Expenditures Included above which are Deferred			
Charges to Budget of Succeeding Year	A-12	246,302.00	328,636.46
Statutory Excess to Fund Balance		3,217,767.84	3,322,213.14
<u>FUND BALANCE</u>			
Balance, January 1	A	4,678,290.12	3,912,076.98
		7,896,057.96	7,234,290.12
Decreased by:			
Utilized as Anticipated Revenue	A-1:A-2	3,000,000.00	2,556,000.00
Balance, December 31	A	\$ <u>4,896,057.96</u>	\$ <u>4,678,290.12</u>

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

TOWNSHIP OF SPRINGFIELD

CURRENT FUND

STATEMENT OF REVENUES - REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2011

	REF.	ANTICIPATED		REALIZED	EXCESS
		BUDGET	SPECIAL N.J.S. 40A: 4-87		
Fund Balance Appropriated	A-1	\$ 3,000,000.00		\$ 3,000,000.00	
Miscellaneous Revenues:					
Licenses:					
Alcoholic Beverages	A-11	23,000.00		26,484.00	3,484.00
Other	A-11	31,000.00		38,167.50	7,167.50
Fees and Permits:					
Construction Code Official	A-11	150,000.00		333,327.00	183,327.00
Other	A-2	45,000.00		182,272.77	137,272.77
Fines and Costs:					
Municipal Court	A-11	240,000.00		297,568.46	57,568.46
Interest and Costs on Taxes	A-11	129,000.00		160,368.87	31,368.87
Interest on Investments and Deposits	A-11	19,000.00		38,480.12	19,480.12
Payment in Lieu of Taxes - Senior Citizens Housing	A-11	111,000.00		120,399.65	9,399.65
Consolidated Municipal Property Tax Relief Aid	A-11	210,778.00		210,778.00	
Energy Receipts Tax	A-11	1,542,579.00		1,542,579.00	
Interlocal Agreement - Springfield BOE	A-11	100,000.00		102,388.00	2,388.00
Recycling Tonnage Grant	A-23		23,735.94	23,735.94	
Drunk Driving Enforcement Fund	A-23		3,895.24	3,895.24	
Clean Communities Program	A-23		23,890.41	23,890.41	
Alcohol Education & Rehabilitation Fund	A-23		53.93	53.93	
Municipal Alliance on Alcoholism and Drug Abuse	A-23		22,863.26	22,863.26	
Safe and Secure Communities Grant	A-23	5,333.00		5,333.00	
Recycling Enhancement Grant	A-23	6,000.00		6,000.00	
Greening Union County	A-23	1,830.00		1,830.00	
Utility Operating Surplus Of Prior Year	A-11	10,000.00		10,000.00	
Uniform Fire Safety Act	A-11	18,000.00		45,099.87	27,099.87
Cable Television Franchise Fee	A-11	217,300.00		217,348.29	48.29
Y.M.C.A. Lease - Chisholm Community Center	A-11	92,176.00		103,699.62	11,523.62
Hotel/Motel Tax	A-11	42,000.00		33,742.65	(8,257.35)
Cell Tower Rental	A-11	58,000.00		59,725.09	1,725.09
Parking Meters	A-11	40,000.00		75,910.97	35,910.97
Stop Smoking Grant	A-23		1,200.00	1,200.00	
Kids Recreation Trust	A-23		25,000.00	25,000.00	
Assistance to Firefighters Grant	A-23		102,148.00	102,148.00	
2011 Municipal Aid Program - Briar Hills Circle	A-23		190,000.00	190,000.00	
Highlands Grant	A-23		346.50	346.50	
Staffing for Adequate Fire & Emergency Response Grants	A-23		168,800.00	168,800.00	
2011 Kids Recreation Trust Grant	A-23		120,530.00	120,530.00	
2008 Kids Recreation Grant	A-23		26,330.71	26,330.71	
New Jersey Clean Energy Program	A-23		14,596.19	14,596.19	
Senior Citizen Bus Service Grant	A-23		10,636.00	10,636.00	
U.C. Open Space Recreation & Historic Preservation Fund	A-23		50,000.00	50,000.00	
DOT - Highway Safety Fund Grant	A-23		29,279.48	29,279.48	
Body Armor Replacement	A-23		4,078.71	4,078.71	
	A-1	<u>3,091,996.00</u>	<u>817,384.37</u>	<u>4,428,887.23</u>	<u>519,506.86</u>
Receipts From Delinquent Taxes	A-1	<u>470,000.00</u>		<u>493,874.30</u>	<u>23,874.30</u>
Amount to be Raised by Taxes for Support of Municipal Budget:					
Local Tax for Municipal Purposes	A-2:A-10	20,790,527.47		20,899,067.79	108,540.32
Minimum Library Tax	A-2:A-10	970,687.51		970,687.51	
		<u>21,761,214.98</u>		<u>21,869,755.30</u>	<u>108,540.32</u>
Budget Totals		<u>28,323,210.98</u>	<u>817,384.37</u>	<u>29,792,516.83</u>	<u>651,921.48</u>
Non-Budget Revenue	A-2			<u>983,706.19</u>	<u>983,706.19</u>
		<u>\$ 28,323,210.98</u>	<u>\$ 817,384.37</u>	<u>\$ 30,776,223.02</u>	<u>\$ 1,635,627.67</u>
	REF.	A-3	A-3		

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

TOWNSHIP OF SPRINGFIELD

CURRENT FUND

STATEMENT OF REVENUES - REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2011

REF.

ANALYSIS OF REALIZED REVENUE

Allocation of Current Tax Collections:		
Collections on a Cash Basis	A-10	\$ 67,181,451.64
Less: Reserve for Tax Appeals	A-30	69,000.00
	A-1	\$ 67,112,451.64
Allocated to:		
School and County Taxes		<u>46,242,696.34</u>
Balance for Support of Municipal Budget Appropriations		20,869,755.30
Add: Appropriation "Reserve for Uncollected Taxes"	A-3	<u>1,000,000.00</u>
Amount for Support of Municipal Budget	A-2	\$ <u><u>21,869,755.30</u></u>
Fees and Permits - Other:		
Clerk	A-11	\$ 69,677.05
Police Department	A-11	10,510.52
Fire Department	A-11	30,262.10
Recreation	A-11	71,468.00
Tax Search Officer	A-11	<u>355.10</u>
	A-2	\$ <u><u>182,272.77</u></u>

ANALYSIS OF NON-BUDGET REVENUE

Miscellaneous Revenue Not Anticipated:		
Treasurer:		
Prior Year Employee Health Contributions		\$ 43,806.69
Police Outside Overtime Administrative Fees		43,938.76
Parking Permits		18,820.40
Snowstorm Reimbursement		56,739.67
Utilities Authority Rebate		67,005.24
Prior Year Sewer Fees		379,173.36
Miscellaneous Reimbursements		276,452.32
Miscellaneous		<u>93,311.53</u>
	A-4	\$ 979,247.97
Animal Control Excess	A-22	4,181.05
Tax Collector	A-5	<u>1,799.67</u>
		985,228.69
Less: Refunds	A-4	<u>1,522.50</u>
	A-1:A-2	\$ <u><u>983,706.19</u></u>

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

TOWNSHIP OF SPRINGFIELD

CURRENT FUND

STATEMENT OF EXPENDITURES - REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2011

	APPROPRIATIONS		EXPENDED		UNEXPENDED BALANCE CANCELED
	BUDGET	BUDGET AFTER MODIFICATION	PAID OR CHARGED	RESERVED	
<u>GENERAL GOVERNMENT</u>					
Mayor & Council:					
Salaries and Wages	\$ 18,001.00	\$ 18,001.00	\$ 18,000.32	\$ 0.68	
Other Expenses	2,000.00	2,000.00	115.00	1,885.00	
Administrative and Executive:					
Salaries and Wages	184,380.00	197,380.00	195,964.79	1,415.21	
Other Expenses	60,880.00	71,880.00	59,192.26	12,687.74	
Financial Administration:					
Salaries and Wages	233,900.00	230,900.00	223,547.84	7,352.16	
Other Expenses	35,461.00	35,461.00	26,171.91	9,289.09	
Audit	65,000.00	73,000.00	69,475.00	3,525.00	
Assessment of Taxes:					
Salaries and Wages	133,670.00	119,670.00	116,506.42	3,163.58	
Other Expenses	89,900.00	69,900.00	44,476.92	25,423.08	
Revenue Administration:					
Salaries and Wages	121,680.00	135,680.00	133,804.77	1,875.23	
Other Expenses	13,400.00	13,400.00	12,371.99	1,028.01	
Township Clerk:					
Salaries and Wages	132,437.00	134,437.00	132,735.57	1,701.43	
Other Expenses	52,201.00	67,201.00	63,688.78	3,512.22	
Legal Services and Costs:					
Other Expenses	125,000.00	115,000.00	83,360.93	31,639.07	
Municipal Court					
Salaries and Wages	216,001.00	220,001.00	215,991.41	4,009.59	
Other Expenses	18,200.00	18,200.00	9,925.01	8,274.99	
Public Defender					
Salaries and Wages	1,800.00	1,800.00	(46.17)	1,846.17	
Human Resources					
Other Expenses	60,000.00	71,000.00	60,000.00	11,000.00	
Engineering Services and Costs:					
Salaries and Wages	159,111.00	152,111.00	149,749.56	2,361.44	
Other Expenses	77,050.00	77,050.00	54,217.48	22,832.52	
Public Building and Grounds:					
Salaries and Wages	246,176.28	229,176.28	214,951.64	14,224.64	
Other Expenses	93,500.00	114,500.00	109,413.11	5,086.89	
Snow Removal	10,000.00	10,000.00	10,000.00		
Municipal Land Use Law (N.J.S. 40:55-D-1):					
Planning Board:					
Salaries and Wages	27,930.00	30,530.00	30,163.44	366.56	
Other Expenses:	22,000.00	14,000.00	10,200.92	3,799.08	
Board of Adjustment:					
Salaries and Wages	27,930.00	29,930.00	29,722.51	207.49	
Other Expenses	7,196.00	7,196.00	7,044.33	151.67	
Rent Leveling Board:					
Salaries and Wages	2,000.00	2,200.00	1,999.44	200.56	
Other Expenses	3,300.00	3,300.00	2,757.84	542.16	
Environmental Commission:					
Other Expenses	2,500.00	2,500.00	2,500.00		
Insurance:					
General Liability	477,318.00	477,318.00	450,562.56	26,755.44	
Workers Compensation	259,674.00	264,674.00	259,674.00	5,000.00	
Group Insurance Plan for Employees	3,367,742.00	3,357,742.00	3,053,698.06	304,043.94	
Employee Health Benefits Waiver	29,864.00	29,864.00		29,864.00	
Data Processing:					
Other Expenses	50,000.00	70,000.00	51,005.75	18,994.25	
<u>PUBLIC SAFETY</u>					
Fire:					
Salaries and Wages	2,286,005.00	2,276,005.00	2,214,226.79	61,778.21	
Other Expenses	307,200.00	319,200.00	282,665.27	36,534.73	
Police:					
Salaries and Wages	4,687,646.00	4,737,646.00	4,705,177.21	32,468.79	
Other Expenses	108,800.00	105,800.00	105,770.70	29.30	
First Aid Organization:					
Other Expenses	85,000.00	85,000.00	66,147.18	18,852.82	
Municipal Prosecutor:					
Salaries and Wages	15,000.00	15,100.00	13,269.16	1,830.84	
Other Expenses	2,000.00	1,300.00	629.42	670.58	
Emergency Management Services:					
Salaries and Wages	27,975.00	27,975.00	27,865.96	109.04	
Other Expenses	33,201.00	34,201.00	33,016.57	1,184.43	

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

TOWNSHIP OF SPRINGFIELD

CURRENT FUND

STATEMENT OF EXPENDITURES - REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2011

	APPROPRIATIONS		EXPENDED		UNEXPENDED BALANCE CANCELED
	BUDGET	BUDGET AFTER MODIFICATION	PAID OR CHARGED	RESERVED	
<u>STREETS AND ROADS</u>					
Road Repairs and Maintenance:					
Salaries and Wages	\$ 1,216,236.00	\$ 1,248,236.00	\$ 1,184,944.61	\$ 63,291.39	
Other Expenses	113,300.00	126,300.00	112,150.58	14,149.42	
Street Lighting:					
Other Expenses	206,000.00	226,000.00	211,320.75	14,679.25	
Vehicle Maintenance					
Other Expenses	142,000.00	142,000.00	109,552.51	32,447.49	
Sewer System:					
Salaries & Wages	102,875.00	82,875.00	76,895.83	5,979.17	
Other Expenses	38,300.00	38,300.00	29,103.92	9,196.08	
<u>HEALTH AND WELFARE</u>					
Board of Health:					
Salaries and Wages	1,100.00	2,600.00	1,100.00	1,500.00	
Other Expenses	158,700.00	158,700.00	135,473.69	23,226.31	
Garbage and Trash Removal - Contractual					
Salaries and Wages	7,830.00	7,830.00	7,830.00		
Other Expenses:					
Tipping Fees	668,004.00	668,004.00	618,583.26	49,420.74	
Contractual	581,828.00	581,828.00	471,701.32	110,126.68	
Animal Control:					
Other Expenses	41,000.00	36,000.00	29,132.94	6,867.06	
N.J. Public Employees Occupational Safety & Health Act:					
Other Expenses	1,000.00	1,000.00		1,000.00	
Right to Know:					
Salaries and Wages	1,000.00				
<u>RECREATION AND EDUCATION</u>					
Recreation Services					
Salaries and Wages	207,000.00	192,000.00	177,059.47	14,940.53	
Other Expenses	76,200.00	76,200.00	66,470.04	9,729.96	
Maintenance of Parks					
Salaries and Wages	211,476.00	201,476.00	153,806.23	47,669.77	
Other Expenses	11,300.00	17,300.00	10,118.85	7,181.15	
Celebration of Public Events, Anniversary or Holiday:					
Other Expenses	16,000.00	16,000.00	13,631.70	2,368.30	
Senior Citizens Transportation:					
Salaries and Wages	42,311.00	43,311.00	32,669.15	10,641.85	
<u>STATE UNIFORM CONSTRUCTION CODE</u>					
Construction Official:					
Salaries and Wages	245,680.00	253,480.00	252,705.80	774.20	
Other Expenses	10,580.00	35,580.00	32,731.22	2,848.78	
Zoning Enforcement:					
Salaries and Wages	25,000.00	13,000.00	4,633.27	8,366.73	
Other Expenses	4,000.00	4,000.00	1,817.96	2,182.04	
<u>UNCLASSIFIED</u>					
Utilities					
Electric	214,000.00	194,000.00	158,908.93	35,091.07	
Telephone	95,000.00	95,000.00	62,838.88	32,161.12	
Water	28,000.00	28,000.00	20,953.74	7,046.26	
Natural Gas	95,000.00	95,000.00	68,185.76	26,814.24	
Gasoline	320,000.00	200,900.00	150,218.41	50,681.59	
Municipal Services Act	55,000.00	55,000.00	35,815.22	19,184.78	
Accumulated Absences	30,000.00	30,000.00	30,000.00		
Community Shuttle Bus Service (Jitney):					
Salaries and Wages	27,046.00	27,046.00	26,940.33	105.67	
Other Expenses	4,400.00	4,400.00	1,365.72	3,034.28	
<u>TOTAL OPERATIONS WITHIN "CAPS"</u>	<u>18,977,195.28</u>	<u>18,970,595.28</u>	<u>17,640,371.74</u>	<u>1,330,223.54</u>	
<u>CONTINGENT</u>	<u>500.00</u>	<u>500.00</u>		<u>500.00</u>	
<u>TOTAL OPERATIONS (INCLUDING CONTINGENT) WITHIN "CAPS"</u>	<u>18,977,695.28</u>	<u>18,971,095.28</u>	<u>17,640,371.74</u>	<u>1,330,723.54</u>	
<u>DEFERRED CHARGES AND STATUTORY EXPENDITURES-MUNICIPAL</u>					
Overexpenditure of Appropriation Reserves	188.46	188.46	188.46		
Deficit in Sewer Utility Operating Fund	30,992.68	30,992.68	30,992.68		

TOWNSHIP OF SPRINGFIELD

CURRENT FUND

STATEMENT OF EXPENDITURES - REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2011

	APPROPRIATIONS		EXPENDED		UNEXPENDED BALANCE CANCELED
	BUDGET	BUDGET AFTER MODIFICATION	PAID OR CHARGED	RESERVED	
DEFERRED CHARGES AND STATUTORY EXPENDITURES-MUNICIPAL					
Contribution To:					
Public Employees' Retirement System	\$ 495,750.00	\$ 495,750.00	\$ 495,748.00	2.00	\$
Social Security System (O.A.S.I.)	470,000.00	470,000.00	439,742.58	30,257.42	
Consolidated Police and Firemen's Pension Funds	11,383.00	11,383.00	11,232.05	150.95	
Police and Fire Retirement System	1,477,860.00	1,477,860.00	1,477,854.00	6.00	
Defined Contribution Retirement Plan	8,000.00	8,000.00	3,630.00	4,370.00	
State Unemployment Trust Fund	68,000.00	68,000.00	68,000.00		
Public Employees' Retirement System - Deferral Payment	170,000.00	174,100.00	174,078.41	21.59	
TOTAL DEFERRED CHARGES AND STATUTORY EXPENDITURES - MUNICIPAL WITHIN "CAPS"	2,732,174.14	2,736,274.14	2,701,466.18	34,807.96	
TOTAL GENERAL APPROPRIATIONS FOR MUNICIPAL PURPOSES WITHIN "CAPS"	21,709,869.42	21,707,369.42	20,341,837.92	1,365,531.50	
<u>OPERATIONS EXCLUDED FROM "CAPS"</u>					
Rayway Valley Sewerage Authority:					
Share of Costs	1,970,247.00	1,970,247.00	1,937,454.50	32,792.50	
Maintenance of Free Public Library	1,010,208.00	1,010,208.00	1,010,208.00		
Maintenance of 911 System:					
Salaries and Wages	99,283.56	99,283.56	99,283.56		
Other Expenses	40,000.00	40,000.00	20,813.93	19,186.07	
Hurricane Irene EO # 73 (N.J.S.A. 40A:4-45.45 and 40A: 4-45.3(bb))		246,302.00	236,476.87	9,825.13	
TOTAL OPERATIONS EXCLUDED FROM "CAPS"	3,119,738.56	3,366,040.56	3,304,236.86	61,803.70	
<u>INTERLOCAL MUNICIPAL SERVICE AGREEMENTS</u>					
Springfield Board of Education - Field Maintenance	100,000.00	100,000.00	41,556.17	58,443.83	
TOTAL INTERLOCAL MUNICIPAL SERVICE AGREEMENTS	100,000.00	100,000.00	41,556.17	58,443.83	
<u>PUBLIC AND PRIVATE PROGRAMS OFFSET BY REVENUES</u>					
Clean Communities Program (40A: 4-87 + \$23,890.41)		23,890.41	23,890.41		
Municipal Alliance on Alcohol and Drug Abuse:					
State Aid (40A: 4-87 + \$22,863.26)		22,863.26	22,863.26		
Drunk Driving Enforcement Fund (40A: 4-87 + \$3,895.24)		3,895.24	3,895.24		
Kids Recreation Trust Fund Grant					
Alcohol Education Rehabilitation Fund (40A: 4-87 + \$53.93)		53.93	53.93		
Safe and Secure Communities Grant	5,333.00	5,333.00	5,333.00		
Recycling Tonnage Grant (40A: 4-87 + \$23,735.94)		23,735.94	23,735.94		
Kids Recreation Trust (40A: 4-87 + \$120,530.00)		120,530.00	120,530.00		
Union County Recycling Enhancement Grant	6,000.00	6,000.00	6,000.00		
Greening Union County	1,830.00	1,830.00	1,830.00		
N.J. Clean Energy Program (40A: 4-87 + \$14,596.19)		14,596.19	14,596.19		
D.O.T. - Briar Hills Circle (40A: 4-87 + \$190,000.00)		190,000.00	190,000.00		
Stop Smoking Grant (40A: 4-87 + \$1,200.00)		1,200.00	1,200.00		
FEMA - Assistance to Firefighters Grant (40A: 4-87 + \$102,148.00)		102,148.00	102,148.00		
Body Armor Fund (40A: 4-87 + \$4,078.71)		4,078.71	4,078.71		
Senior Citizens Bus Service 2010 (40A: 4-87 + \$10,636.00)		10,636.00	10,636.00		
UC Open Space Recreation & Historic Preservation Fund (40A: 4-87 + \$50,000.00)		50,000.00	50,000.00		
DOT - Highway Safety Fund Grant (40A: 4-87 + \$29,279.48)		29,279.48	29,279.48		
2010 SAFER Grant (40A: 4-87 + \$168,800.00)		168,800.00	168,800.00		
Kids Recreation Grant (40A: 4-87 + \$25,000.00)		25,000.00	25,000.00		
Highlands Grant (40A: 4-87 + \$346.50)		346.50	346.50		
2008 Kids Recreation Grant (40A: 4-87 + \$26,330.71)		26,330.71	26,330.71		
TOTAL PUBLIC AND PRIVATE PROGS. OFFSET BY REVENUES	13,163.00	830,547.37	830,547.37		
<u>CAPITAL IMPROVEMENTS - EXCLUDED FROM "CAPS"</u>					
Capital Improvement Fund	30,000.00	30,000.00	30,000.00		
TOTAL CAPITAL IMPROVEMENTS - EXCLUDED FROM "CAPS"	30,000.00	30,000.00	30,000.00		
<u>MUNICIPAL DEBT SERVICE - EXCLUDED FROM "CAPS"</u>					
Payment of Bond Principal	1,335,000.00	1,335,000.00	1,335,000.00		
Payment of Bond Anticipation Notes	260,675.00	260,675.00	260,675.00		
Interest on Bonds	274,885.00	274,385.00	274,885.00		2,500.00
Interest on Notes	170,500.00	170,500.00	169,941.62		558.38
TOTAL MUNICIPAL DEBT SERVICE EXCLUDED FROM "CAPS"	2,041,060.00	2,043,560.00	2,040,501.62		3,058.38

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

TOWNSHIP OF SPRINGFIELD

CURRENT FUND

STATEMENT OF EXPENDITURES - REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2011

	APPROPRIATIONS		EXPENDED		UNEXPENDED BALANCE CANCELED
	BUDGET	BUDGET AFTER MODIFICATION	PAID OR CHARGED	RESERVED	
<u>DEFERRED CHARGES MUNICIPAL - EXCLUDED FROM "CAPS"</u>					
Deferred Charges:					
Emergency Authorizations (40:4-46)	\$ 309,380.00	\$ 309,380.00	\$ 309,380.00		\$
<u>TOTAL DEFERRED CHARGES MUNICIPAL - EXCLUDED FROM "CAPS"</u>	<u>309,380.00</u>	<u>309,380.00</u>	<u>309,380.00</u>		
<u>TOTAL GENERAL APPROPRIATIONS EXCLUDED FROM "CAPS"</u>	<u>5,613,341.56</u>	<u>6,679,527.93</u>	<u>6,556,222.02</u>	<u>120,247.53</u>	<u>3,058.38</u>
SUB-TOTAL GENERAL APPROPRIATIONS	27,323,210.98	28,386,897.35	26,898,059.94	1,485,779.03	3,058.38
RESERVE FOR UNCOLLECTED TAXES	1,000,000.00	1,000,000.00	1,000,000.00		
<u>TOTAL GENERAL APPROPRIATIONS</u>	<u>\$ 28,323,210.98</u>	<u>\$ 29,386,897.35</u>	<u>\$ 27,898,059.94</u>	<u>\$ 1,485,779.03</u>	<u>\$ 3,058.38</u>
	REF.	A-2	A-1	A:A-1	
Budget	A-3	\$ 28,323,210.98			
Appropriations by 40A:4-87	A-2	817,384.37			
Special Emergency 40A: 4-46	A-12	<u>246,302.00</u>			
		<u>\$ 29,386,897.35</u>			
Encumbrances Payable	A-24		\$ 410,322.38		
Grants Programs	A-15		830,547.37		
Deferred Charges NJSA 40A:4-55	A-12		309,568.46		
Reserve for Uncollected Taxes	A-2		1,000,000.00		
Disbursed	A-4	\$ 25,444,589.80			
Less: Refunds	A-4	<u>96,968.07</u>			
			<u>25,347,621.73</u>		
			<u>\$ 27,898,059.94</u>		

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

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TRUST FUND

"B"

TOWNSHIP OF SPRINGFIELD

TRUST FUND

BALANCE SHEETS - REGULATORY BASIS

	<u>REF.</u>	BALANCE DECEMBER <u>31, 2011</u>	BALANCE DECEMBER <u>31, 2010</u>
<u>ASSETS</u>			
Animal Control Fund:			
Cash	B-1	\$ 32,515.44	\$ 24,777.20
Other Funds:			
Cash	B-1	1,213,803.75	1,938,431.04
Community Development Block Grants Receivable	B-7	49,572.00	35,636.00
		<u>1,263,375.75</u>	<u>1,974,067.04</u>
		\$ 1,295,891.19	\$ 1,998,844.24
<u>LIABILITIES, RESERVES AND FUND BALANCE</u>			
Animal Control Fund:			
Due State of New Jersey	B-2	\$ 3.00	\$ 44.40
Reserve for Animal Control Expenditures	B-5	10,400.60	9,796.80
Due Current Fund	B-6	22,111.84	14,936.00
		<u>32,515.44</u>	<u>24,777.20</u>
Other Funds:			
Due to Current Fund	B-6	17,716.60	410,320.50
Reserve for Unemployment Compensation Insurance	B-8	133,519.56	83,376.06
Reserve for Community Development Block Grant Fund	B-9	21,382.33	32,091.67
Various Reserves and Deposits	B-10	597,550.06	777,176.59
Reserve for Special Law Enforcement	B-11	123,274.85	156,010.96
Reserve For Federal Law Enforcement	B-12	31,866.44	22,912.18
Reserve for Justice Account	B-13	22,961.65	22,869.46
Reserve for Affordable Housing	B-14	55,331.30	55,077.63
Reserve for Medical Costs	B-15	99,172.06	100,084.74
Due to General Capital Fund	B-16	22,366.98	214,390.98
Reserve for Compensated Absences	B-17	30,009.39	
Reserve for Snow Removal	B-18	10,001.60	
Reserve for Police Outside Overtime	B-4	93,060.21	99,736.55
Trust Surplus	B-3	5,162.72	19.72
		<u>1,263,375.75</u>	<u>1,974,067.04</u>
		\$ 1,295,891.19	\$ 1,998,844.24

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

GENERAL CAPITAL FUND

"C"

TOWNSHIP OF SPRINGFIELD
GENERAL CAPITAL FUND
BALANCE SHEETS - REGULATORY BASIS

	<u>REF.</u>	BALANCE DECEMBER <u>31, 2011</u>	BALANCE DECEMBER <u>31, 2010</u>
<u>ASSETS</u>			
Cash	C-2:C-3	\$ 180,824.59	\$ 1,140,036.19
Deferred Charges to Future Taxation:			
Funded	C-5	6,674,000.00	8,009,000.00
Unfunded	C-6	13,361,632.96	12,123,830.95
Due Current Fund	C-4	1,484,944.90	2,323,659.24
Due Trust Fund	C-14	22,366.98	214,390.98
Due Swimming Pool Utility Capital Fund	C-11	644,273.82	424,231.00
		<u>\$ 22,368,043.25</u>	<u>\$ 24,235,148.36</u>
<u>LIABILITIES, RESERVES AND FUND BALANCE</u>			
Contracts Payable	C-12	\$ 1,429,697.43	\$ 1,457,816.32
General Serial Bonds	C-9	6,674,000.00	8,009,000.00
Bond Anticipation Note	C-10	11,091,902.00	11,361,000.00
Improvement Authorizations:			
Funded	C-8	157,925.18	205,433.43
Unfunded	C-8	2,564,711.89	2,772,765.83
Capital Improvement Fund	C-7	129,809.25	213,409.25
Reserve for Planning Study for Downtown Redevelopment	C-13	8,997.75	38,097.75
Fund Balance	C-1	310,999.75	177,625.78
		<u>\$ 22,368,043.25</u>	<u>\$ 24,235,148.36</u>

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

TOWNSHIP OF SPRINGFIELD

GENERAL CAPITAL FUND

STATEMENT OF FUND BALANCE - REGULATORY BASIS

	<u>REF.</u>		
Balance, December 31, 2010	C	\$	177,625.78
Increased by:			
Premium on Sale of Bond Anticipation Notes	C-2	\$	113,395.36
Improvement Authorizations Cancelled	C-8		<u>19,978.61</u>
			<u>133,373.97</u>
Balance, December 31, 2011	C	\$	<u><u>310,999.75</u></u>

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

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SWIMMING POOL UTILITY FUND

"D"

TOWNSHIP OF SPRINGFIELD
SWIMMING POOL UTILITY FUND
BALANCE SHEETS - REGULATORY BASIS

	<u>REF.</u>	BALANCE DECEMBER 31, 2011	BALANCE DECEMBER 31, 2010
<u>ASSETS</u>			
Operating Fund:			
Cash	D-5	\$ 582,010.88	\$ 486,539.31
		<u>582,010.88</u>	<u>486,539.31</u>
Capital Fund:			
Cash	D-5	132,393.63	132,125.87
Fixed Capital	D-19	1,914,168.92	1,807,287.69
Fixed Capital Authorized and Uncompleted	D-6	519,625.60	626,625.60
Due Current Fund	D-17	225,000.00	
Due Swim Pool Utility Fund	D	15,732.24	1,000.00
		<u>2,806,920.39</u>	<u>2,567,039.16</u>
		\$ <u>3,388,931.27</u>	\$ <u>3,053,578.47</u>
<u>LIABILITIES, RESERVES AND FUND BALANCE</u>			
Operating Fund:			
Liabilities:			
Appropriation Reserves	D-4:D-7	\$ 35,474.17	\$ 72,539.60
Accounts Payable	D-14	7,572.12	4,734.68
Due Payroll Account	D-13	9,934.25	
Due Current Fund	D-17	205,359.00	195,359.00
Due Swim Pool Capital Fund	D	15,732.24	1,000.00
Fund Balance	D-2	307,939.10	212,906.03
		<u>582,010.88</u>	<u>486,539.31</u>
Capital Fund:			
Improvement Authorizations:			
Funded	D-8	2,530.84	2,530.84
Unfunded	D-8	48,760.07	276,501.66
Bond Anticipation Note Payable	D-9	225,000.00	
Reserve for Deferred Amortization	D-10	836,804.42	836,804.42
Down Payment On Improvements	D-11	49.28	49.28
Capital Improvement Fund	D-12	19,243.89	4,243.89
Due General Capital Fund	D-15	644,273.82	424,231.00
Reserve for Amortization	D-16	1,017,608.87	1,017,608.87
Contracts Payable	D-18	7,580.00	
Fund Balance	D-1	5,069.20	5,069.20
		<u>2,806,920.39</u>	<u>2,567,039.16</u>
		\$ <u>3,388,931.27</u>	\$ <u>3,053,578.47</u>

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

TOWNSHIP OF SPRINGFIELD
SWIMMING POOL CAPITAL UTILITY FUND
STATEMENT OF FUND BALANCE - REGULATORY BASIS

REF.

Balance December 31, 2010 and
December 31, 2011

D

\$ 5,069.20

TOWNSHIP OF SPRINGFIELDSWIMMING POOL UTILITY FUND

STATEMENTS OF OPERATIONS AND CHANGE IN OPERATING FUND BALANCE -
REGULATORY BASIS
FOR THE YEARS ENDED DECEMBER 31 2011 AND 2010

	<u>REF.</u>	<u>YEAR 2011</u>	<u>YEAR 2010</u>
<u>REVENUE AND OTHER INCOME REALIZED</u>			
Fund Balance	D-2:D-3	\$ 34,750.00	\$ 58,000.00
Fees	D-3	337,841.00	346,062.50
Snack Bar Receipts	D-3		3,500.00
Rental	D-3	19,692.00	13,140.00
Miscellaneous	D-3	39,855.88	35,312.83
Other Credits to Income:			
Unexpended Balance of Appropriation Reserves	D-7	70,394.19	112,792.80
Accrued Interest on Bonds - Cancelled	D-13		0.73
		<u>502,533.07</u>	<u>568,808.86</u>
 <u>EXPENDITURES</u>			
Operating	D-4	331,000.00	348,000.00
Debt Service	D-4		29,648.00
Capital Outlay	D-4	15,000.00	1,000.00
Deferred Charges and Statutory Expenditures	D-4	16,750.00	16,750.00
		<u>362,750.00</u>	<u>395,398.00</u>
<u>Total Expenditures</u>			
Excess in Revenue		139,783.07	173,410.86
 <u>Fund Balance</u>			
Balance, January 1	D	<u>212,906.03</u>	<u>217,495.17</u>
		352,689.10	390,906.03
Less:			
Fund Balance Utilized	D-2	34,750.00	58,000.00
Payment to Current Fund as Anticipated Revenue	D-5	<u>10,000.00</u>	<u>120,000.00</u>
Balance, December 31	D	<u>\$ 307,939.10</u>	<u>\$ 212,906.03</u>

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

TOWNSHIP OF SPRINGFIELD
SWIMMING POOL UTILITY OPERATING FUND
STATEMENT OF EXPENDITURES - REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2011

	APPROPRIATIONS		EXPENDED	
	BUDGET	BUDGET AFTER MODIFICATION	PAID OR CHARGED	RESERVED
Operating:				
Salaries and Wages	\$ 190,000.00	\$ 195,000.00	\$ 192,887.39	2,112.61
Other Expenses	141,000.00	136,000.00	119,388.44	16,611.56
<u>Total Operating</u>	331,000.00	331,000.00	312,275.83	18,724.17
Capital Improvements:				
Capital Outlay	15,000.00	15,000.00	15,000.00	
Statutory Expenditures:				
Contribution To:				
Social Security System	16,750.00	16,750.00		16,750.00
	\$ 362,750.00	\$ 362,750.00	\$ 327,275.83	\$ 35,474.17
<u>REF.</u>	D-3		D-2	D:D-2
Cash Disbursed	D-5		\$ 319,703.71	
Accounts Payable	D-14		7,572.12	
			\$ 327,275.83	

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

SEWER UTILITY FUND

TOWNSHIP OF SPRINGFIELD

SEWER UTILITY FUND

BALANCE SHEETS - REGULATORY BASIS

<u>ASSETS</u>	<u>REF.</u>		BALANCE DECEMBER <u>31, 2011*</u>	BALANCE DECEMBER <u>31, 2010</u>
<u>OPERATING FUND:</u>				
Cash	E-3	\$	0.00	26,596.56
Due Current Fund	E-5		0.00	57,799.41
Due Sewer Capital Fund	E		0.00	0.01
Deferred Charge:			0.00	
Deficit in Operations			<u>0.00</u>	<u>30,992.68</u>
		\$	<u>0.00</u>	<u>115,388.66</u>
Receivables with Full Reserves:				
Consumer Accounts Receivable	E-6	\$	<u>0.00</u>	<u>247,110.04</u>
		\$	<u>0.00</u>	<u>247,110.04</u>
<u>TOTAL OPERATING FUND</u>				
		\$	<u>0.00</u>	<u>362,498.70</u>
<u>CAPITAL FUND:</u>				
Cash	E-3	\$	<u>0.00</u>	<u>2,500.01</u>
		\$	<u>0.00</u>	<u>2,500.01</u>
		\$	<u>0.00</u>	<u>364,998.71</u>
<u>LIABILITIES, RESERVES AND FUND BALANCE</u>				
<u>OPERATING FUND:</u>				
Liabilities:				
Appropriation Reserves	E-4	\$	0.00	106,971.45
Sewer Use Overpayments	E-8		0.00	271.01
Accounts Payable	E-9		<u>0.00</u>	<u>8,146.20</u>
		\$	<u>0.00</u>	<u>115,388.66</u>
Reserve for Receivables	E		<u>0.00</u>	<u>247,110.04</u>
<u>TOTAL OPERATING FUND</u>				
		\$	<u>0.00</u>	<u>362,498.70</u>
<u>CAPITAL FUND:</u>				
Due Sewer Operating Fund	E	\$	0.00	0.01
Capital Improvement Fund	E-7		<u>0.00</u>	<u>2,500.00</u>
<u>TOTAL CAPITAL FUND</u>				
		\$	<u>0.00</u>	<u>2,500.01</u>
		\$	<u>0.00</u>	<u>364,998.71</u>

*Sewer Utility dissolved in 2011.

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

TOWNSHIP OF SPRINGFIELD

SEWER UTILITY FUND

STATEMENTS OF OPERATIONS
AND CHANGE IN OPERATING FUND BALANCE - REGULATORY BASIS

	<u>REF.</u>	YEAR ENDED DECEMBER <u>31, 2011</u>	YEAR ENDED DECEMBER <u>31, 2010</u>
<u>REVENUE AND OTHER INCOME REALIZED</u>			
Sewer Use Charges	E-2	\$ 246,430.24	\$ 2,083,740.99
Miscellaneous	E-2	19,739.30	4,266.33
Other Credits to Income:			
Unexpended Balance of Appropriation Reserves	E-5	<u>115,117.65</u>	<u> </u>
<u>TOTAL INCOME</u>		\$ <u>381,287.19</u>	\$ <u>2,088,007.32</u>
<u>EXPENDITURES</u>			
Operating	E-3	\$	\$ 2,099,000.00
Capital Improvements	E-3		2,500.00
Deferred Charges and Statutory Expenditures	E-3		<u>17,500.00</u>
<u>TOTAL EXPENDITURES</u>		\$ <u> </u>	\$ <u>2,119,000.00</u>
Excess in Revenue		<u>381,287.19</u>	
Operating Deficit to be Raised in Budget of Succeeding Year			\$ <u><u>(30,992.68)</u></u>
Less: Transferred to Current Fund		\$ <u>381,287.19</u>	

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

TOWNSHIP OF SPRINGFIELD

SEWER UTILITY FUND

STATEMENT OF REVENUES - REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2011

	<u>REF.</u>		<u>ANTICIPATED*</u>	<u>REALIZED</u>	<u>EXCESS OR (DEFICIT)</u>
Sewer Use Charges	E-1:E-7	\$	0.00 \$	246,430.24 \$	246,430.24
Miscellaneous	E-1:E-2		0.00	19,739.30	19,739.30
Deficit (General Budget)			<u>0.00</u>	<u>30,992.68</u>	<u>30,992.68</u>
	E-3	\$	<u>0.00 \$</u>	<u>266,169.54 \$</u>	<u>266,169.54</u>

ANALYSIS OF REALIZED REVENUE:

Sewer Use Charges:					
Cash Receipts				\$ 246,159.23	
Overpayments Applied	E-8			<u>271.01</u>	
	E-2:E-4			<u>\$ 246,430.24</u>	

*Sewer Utility dissolved in 2011.

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

PUBLIC ASSISTANCE TRUST FUND

TOWNSHIP OF SPRINGFIELD
PUBLIC ASSISTANCE FUND
BALANCE SHEETS - REGULATORY BASIS

	<u>REF.</u>	BALANCE DECEMBER <u>31, 2011</u>	BALANCE DECEMBER <u>31, 2010</u>
<u>ASSETS</u>			
Cash	F-1	\$ <u>9,609.56</u>	\$ <u>9,573.28</u>
<u>TOTAL ASSETS</u>		\$ <u><u>9,609.56</u></u>	\$ <u><u>9,573.28</u></u>
<u>LIABILITIES AND RESERVE</u>			
Reserve for Expenditures		\$ <u>9,609.56</u>	\$ <u>9,573.28</u>
<u>TOTAL LIABILITIES AND RESERVES</u>		\$ <u><u>9,609.56</u></u>	\$ <u><u>9,573.28</u></u>

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

GENERAL FIXED ASSETS ACCOUNT GROUP

TOWNSHIP OF SPRINGFIELD
GENERAL FIXED ASSETS ACCOUNT GROUP
BALANCE SHEETS - STATUTORY BASIS

	BALANCE DECEMBER <u>31, 2011</u>	BALANCE DECEMBER <u>31, 2010</u>
Fixed Assets:		
Land	\$ 9,196,200.00	\$ 9,419,600.00
Buildings	13,903,800.00	13,903,800.00
Machinery and Equipment	<u>9,528,607.45</u>	<u>8,744,534.82</u>
<u>Total Fixed Assets</u>	<u>\$ 32,628,607.45</u>	<u>\$ 32,067,934.82</u>
Reserve:		
Investments in General Fixed Assets	<u>\$ 32,628,607.45</u>	<u>\$ 32,067,934.82</u>

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

NOTES TO FINANCIAL STATEMENTS

TOWNSHIP OF SPRINGFIELD

NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2011 AND 2010

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

The Township of Springfield is an instrumentality of the State of New Jersey, established to function as a municipality. The Township Committee consists of elected officials and is responsible for the fiscal control of the Township.

Except as noted below, the financial statements of the Township of Springfield include every board, body, officer or commission supported and maintained wholly or in part by funds appropriated by the Township of Springfield, as required by N.J.S.A. 40A:5-5. Accordingly, the financial statements of the Township of Springfield do not include the operations of the municipal library or the local school district, inasmuch as their activities are administered by separate boards.

B. Description of Funds

The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. GASB codification establishes the presentation of basic financial statements into three fund types, the governmental, proprietary and fiduciary funds, as well as government-wide financial reporting that must be used by general purpose governmental units when reporting financial position and results of operations in accordance with U.S. Generally Accepted Accounting Principles (GAAP).

The accounting policies of the Township of Springfield conform to the accounting principles applicable to municipalities which have been prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey. Such principles and practices are designed primarily for determining compliance with legal provisions and budgetary restrictions and as a means of reporting on the stewardship of public officials with respect to public funds. Under this method of accounting, the financial transactions and accounts of the Township of Springfield are organized on the basis of funds and an account group which is different from the fund structure required by GAAP. A fund or account group is an accounting entity with a separate set of self-balancing accounts established to record the financial position and results of operation of a specific government activity. As required by the Division of Local Government Services, the Township accounts for its financial transactions through the following individual funds and account groups:

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Description of Funds (Continued)

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

Trust Fund - receipts, custodianship and disbursements 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

Swimming Pool Operating and Capital Funds - account for the operations and acquisition of capital facilities of the municipally-owned swimming pool

Sewer Operating and Capital Funds - account for the operations and acquisition of capital facilities of the municipally-owned sewer utility

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

General Fixed Assets Account Group - utilized to account for property, land, buildings and equipment that have been acquired by other governmental funds

C. Basis of Accounting

The accounting principles and practices prescribed for municipalities by the State of New Jersey differ in certain respects from generally accepted accounting principles applicable to local governmental units. The more significant accounting policies and differences in the State of New Jersey are as follows:

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

Revenues - are recorded when received in cash except for certain amounts which are due from other governmental units. Operating grants are realized as revenue when anticipated in the Township's budget. 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 the Township, which are susceptible to accrual, are also recorded as receivables with offsetting reserves and recorded as revenue when received. GAAP requires revenues to be recognized in the accounting period when they become susceptible to accrual, reduced by an allowance for doubtful accounts.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Basis of Accounting (Continued)

Expenditures - are recorded 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 reported as a cash liability in the financial statements and constitute part of the Township's statutory Appropriation Reserve balance. Appropriation reserves covering unexpended appropriation balances are automatically created at December 31st 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 other credits to income. Appropriations for principal payments on outstanding general capital and utility bonds and notes are provided on the cash basis; interest on general capital indebtedness is recorded on the cash basis, whereas interest on utility indebtedness is recorded on the accrual basis.

Encumbrances/Contracts Payable - Contractual orders at December 31 are reported as expenditures through the establishment of encumbrances payable in the operating funds and contracts payable in the capital funds. Under, GAAP, encumbrances outstanding at year end are reported as reservations of fund balance because they do not constitute expenditures or liabilities.

Foreclosed Property - is recorded in the Current Fund at the assessed valuation when such property was acquired and is fully reserved. GAAP requires such property to be recorded in the General Fixed Assets Account Group at its fair market value.

Sale of Municipal Assets - The proceeds from the sale of municipal assets can be held in a reserve until anticipated as revenue in a future budget. GAAP requires such proceeds to be recorded as a gain or loss on disposal in the year of sale.

Interfunds - Interfunds receivables in the Current Fund are recorded with offsetting reserves which are created by charges to operations. An other credit to income is recognized in the year the receivables are liquidated. Interfund receivables in the other funds are not offset by reserves. GAAP does not require the establishment of an offsetting reserve for interfund balances.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Basis of Accounting (Continued)

General Fixed Assets - New Jersey Administrative Code (N.J.A.C. 5:30-5.6), Accounting for Governmental Fixed Assets, which differs in certain respects from generally accepted accounting principles, requires the inclusion of a statement of general fixed assets of the Township as part of its basic financial statements. General fixed assets are defined as nonexpendable personal property having a physical existence, a useful life of more than one year and an acquisition cost of \$500.00 or more per unit. Public domain ("infrastructure") general fixed assets consisting of certain improvements other than buildings, such as roads, bridges, curbs and gutters, streets and sidewalks and drainage systems are not capitalized.

Property and equipment acquired by the Current and General Capital Funds are recorded as expenditures at the time of purchase and are not capitalized in their own respective funds.

The General Fixed Assets that have been acquired and that are utilized in the Current and General Capital Funds are instead accounted for in the General Fixed Asset Account Group. No depreciation has been provided on general fixed assets or reported 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.

Fixed Capital

Accounting for utility fund "fixed capital" remains unchanged under the requirements of N.J.A.C. 5:30-5.6.

Property and equipment purchased by the Swimming Pool Utility Fund Sewer Utility Fund are recorded in the capital account at cost and are adjusted for disposition and abandonment. The amounts shown do not purport to represent reproduction costs or current value. The fixed capital reported is taken from the municipal records and does not necessarily reflect the true condition of such fixed capital. Contributions in aid of construction are not capitalized. The balance in the "Reserve for Amortization" and "Deferred Reserve for Amortization" accounts in the utility capital fund represent charges to operations for the cost of acquisitions of property, equipment and improvements. The utility does not record depreciation on fixed assets.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Basis of Accounting (Continued)

Inventories of Supplies - The cost of inventories of supplies for all funds are recorded as expenditures at the time individual items are purchased. The cost of inventory is not included on the various balance sheets. GAAP requires the cost of inventories to be reported as a current asset and equally offset by a fund balance reserve.

D. Basic Financial Statements

The GASB codification also defines the financial statements of a governmental unit to be presented in the basic financial statements to be in accordance with GAAP. The Township presents the financial statements listed in the table of contents of the "Requirements of Audit and Accounting Revision of 1987" as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey and which differ from the financial statements required by GAAP.

NOTE 2: CASH AND CASH EQUIVALENTS

The Township considers petty cash, change funds, cash in banks, deposits in the New Jersey Cash Management Fund and certificates of deposit as cash and cash equivalents.

A. Deposits

New Jersey statutes permit the deposit of public funds in institutions which are located in New Jersey and which meet the requirements for the Governmental Unit Deposit Protection Act (GUDPA) or the State of New Jersey Cash Management Fund. GUDPA requires a bank that accepts public funds to be approved as a public depository. A public depository is defined as a state bank, a national bank, or a savings bank, which is located in the State of New Jersey, the deposits of which are insured by the Federal Deposit Insurance Corporation. The statutes also require public depositories to maintain collateral for deposits of public funds that exceed certain insurance limits. All collateral must be deposited with the Federal Reserve Bank or a banking institution that is a member of the Federal Reserve System and has capital funds of not less than \$25,000,000.00.

NOTE 2: CASH AND CASH EQUIVALENTS (CONTINUED)

A. Deposits (Continued)

The Township of Springfield had the following cash and cash equivalents reported at December 31, 2011:

Amount on Deposit:	
Checking	\$11,758,566.94
Deposits in Transit	33,123.21
Less: Outstanding Checks	<u>(289,433.70)</u>
	\$11,502,256.45
Amounts on Hand:	
Change Fund	400.00
Petty Cash	<u>350.00</u>
	<u>\$11,503,006.45</u>

Custodial Credit Risk-Deposits - Custodial credit risk is the risk that in the event of a bank failure, the deposits may not be returned. The Township does not have a specific deposit policy for custodial credit risk other than those policies that adhere to the requirements of statute. As of December 31, 2011, based upon the coverage provided by FDIC and NJGUDPA, no amount of the bank balance was exposed to custodial credit risk. Of the cash on balance in the bank of \$11,758,566.94, \$275,211.31 was covered by Federal Depository Insurance and \$11,483,355.63 was covered under the provisions of NJGUDPA.

B. Investments

The purchase of investments by the Township is strictly limited by the express authority of the New Jersey Local Fiscal Affairs Law, N.J.S.A. 40A:5-15.1. Permitted investments include any of the following type of securities:

1. Bonds or other obligations of the United States of America or obligations guaranteed by the United States of America;
2. Government money market mutual funds which are purchased from an investment company or investment trust which is registered with the Securities and Exchange Commission under the "Investment Company Act of 1940," 15 U.S.C. 80a-1 *et seq.*, and operated in accordance with 17 C.F.R. § 270.2a-7 and which portfolio is limited to U.S. Government securities that meet the definition of an eligible security pursuant to 17 C.F.R. § 270.2a-7 and repurchase agreements that are collateralized by such U.S. Government securities in which direct investment may be made pursuant to paragraphs (1) and (3) of N.J.S.A. 5-15.1. These funds are also required to be rated by a nationally recognized statistical rating organization.

NOTE 2: CASH AND CASH EQUIVALENTS (CONTINUED)

3. Any obligation that a federal agency or a federal instrumentality has issued in accordance with an act of Congress, which security has a maturity date not greater than 397 days from the date of purchase, provided that such obligation bears a fixed rate of interest not dependent on any index or other external factor;
4. Bonds or other obligations of the Local Unit or bonds or other obligations of school districts of which the Local Unit is a part or within which the school district is located.
5. Bonds or other obligations, having a maturity date not more than 397 days from date of purchase, approved by the Division of Investment of the Department of Treasury for investment by Local Units;
6. Local government investment pools that are fully invested in U.S. Government securities that meet the definition of eligible security pursuant to 17 C.F.R. § 270a-7 and repurchase agreements that are collateralized by such U.S. Government securities in which direct investment may be made pursuant to paragraphs (1) and (3) of N.J.S.A. 5-15.1. This type of investment is also required to be rated in the highest category by a nationally recognized statistical rating organization.
7. Deposits with the State of New Jersey Cash Management Fund established pursuant to section 1 of P.L. 1977, c.281 (C. 52:18A-90.4); or
8. Agreements for the repurchase of fully collateralized securities if:
 - a. the underlying securities are permitted investments pursuant to paragraphs (1) and (3) of this subsection;
 - b. the custody of collateral is transferred to a third party;
 - c. the maturity of the agreement is not more than 30 days;
 - d. the underlying securities are purchased through a public depository as defined in section 1 of P.L. 1970, c.236 (C. 17:19-41); and
 - e. A master repurchase agreement providing for the custody and security of collateral is executed.

The Township of Springfield had no investments outstanding at December 31, 2011.

Based upon the limitations set forth by New Jersey Statutes 40A:5-15.1 and existing investment practices, the Township generally is not exposed to credit risk, custodial credit risk, concentration of credit risk and interest rate risk for its investments, nor is it exposed to foreign currency risk for its deposits and investments.

NOTE 3: LONG-TERM DEBT

The Local Bond Law, Chapter 40A:2, governs the issuance of bonds to finance general municipal capital expenditures. All bonds are retired in annual installments within the statutory period of usefulness. All bonds issued by the Township are general obligation bonds, backed by the full faith and credit of the Township. Bond Anticipation Notes, which are issued to temporarily finance capital projects, shall mature and be paid off within ten years or financed by the issuance of bonds. A summary of bond and note transactions for the year ended December 31, 2011 are detailed on Exhibits "C-9", "C-10" and "D-9".

SUMMARY OF MUNICIPAL DEBT (EXCLUDING CURRENT
OPERATING DEBT AND TYPE II SCHOOL DEBT)

	<u>YEAR 2011</u>	<u>YEAR 2010</u>	<u>YEAR 2009</u>
Issued:			
General:			
Bonds and Notes	\$17,765,902.00	\$19,370,000.00	\$18,790,170.00
Swim Pool:			
Notes	225,000.00		29,000.00
	<u>17,990,902.00</u>	<u>19,370,000.00</u>	<u>18,819,170.00</u>
Less:			
Funds Temporarily Held to Pay Bonds and Notes	<u>693,009.95</u>	<u>175,152.86</u>	<u>150,000.00</u>
Net debt Issued	<u>17,297,892.05</u>	<u>19,194,847.14</u>	<u>18,669,170.00</u>
<u>Authorized But Not Issued</u>			
General:			
Bonds and Notes	2,962,740.91	1,007,983.08	241,250.22
Swim Pool:			
Bonds and Notes	<u>354,381.23</u>	<u>579,500.00</u>	<u>339,500.00</u>
Total Authorized But Not Issued	<u>3,317,122.14</u>	<u>1,587,483.08</u>	<u>580,750.22</u>
Net Bonds and Notes Issued and Authorized But Not Issued	<u>\$20,615,014.19</u>	<u>\$20,782,330.22</u>	<u>\$19,249,920.22</u>

NOTE 3: LONG-TERM DEBT (CONTINUED)

SUMMARY OF STATUTORY DEBT CONDITION (ANNUAL DEBT STATEMENT)

The summarized statement of debt condition which follows is prepared in accordance with the required method of setting up the Annual Debt Statement and indicates a statutory net debt of .68%.

	<u>GROSS DEBT</u>	<u>DEDUCTIONS</u>	<u>NET DEBT</u>
Local School District Debt	\$10,219,000.00	\$10,219,000.00	-0-
Swim Pool Utility Debt	579,381.23	579,381.23	-0-
General Debt	<u>20,728,642.91</u>	<u>693,009.95</u>	<u>\$20,035,632.96</u>
	<u>\$31,527,024.14</u>	<u>\$11,491,391.18</u>	<u>\$20,035,632.96</u>

NET DEBT \$20,035,632.96 DIVIDED BY EQUALIZED VALUATION BASIS PER N.J.S. 40A:2-2, AS AMENDED, \$2,923,003.533.67 EQUALS .68%.

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

Equalized Valuation Basis- December 31, 2011	<u>\$2,923,003,533.67</u>
3-1/2% of Equalized Valuation Basis*	\$102,305,123.68
Less: Net Debt, December 31, 2011	<u>20,035,632.96</u>
Remaining Borrowing Power	<u>\$82,269,490.72</u>

*Equalized Valuation Basis is the average of the equalized valuation of real estate, including improvements, and the assessed valuation of Class II Railroad Property of the Township for the last three (3) preceding years.

NOTE 3: LONG-TERM DEBT (CONTINUED)

CALCULATION OF "SELF-LIQUIDATING PURPOSE"
SWIMMING POOL UTILITY PER N.J.S. 40A:2-45

Cash Receipts from Fees, Rents or Other Charges for Year and Anticipated Surplus		\$430,035.12
<u>Deductions:</u>		
Operations and Maintenance	\$347,750.00	
Total Deductions		347,750.00
 Excess in Revenues - Self-Liquidating		 \$82,285.12

SCHEDULE OF ANNUAL DEBT SERVICE FOR PRINCIPAL AND INTEREST
FOR BONDED DEBT ISSUED AND OUTSTANDING AS OF DECEMBER 31, 2011

CALENDAR <u>YEAR</u>	GENERAL		<u>TOTAL</u>
	<u>PRINCIPAL</u>	<u>INTEREST</u>	
2012	\$1,210,000.00	\$233,110.00	\$1,486,985.00
2013	1,200,000.00	191,560.00	1,430,585.00
2014	1,205,000.00	150,460.00	1,399,185.00
2015	1,185,000.00	108,360.00	1,336,322.50
2016	625,000.00	74,960.00	699,960.00
2017	625,000.00	49,960.00	674,960.00
2018	624,000.00	24,960.00	648,960.00
	\$6,674,000.00	\$833,370.00	\$7,676,957.50

NOTE 3: LONG-TERM DEBT (CONTINUED)

The General Improvement Bonds are comprised of the following issues:

<u>ISSUE</u>	<u>OUTSTANDING BALANCE DECEMBER 31, 2011</u>
\$7,024,000.00 in General Improvement Bonds dated December 1, 2002, due in remaining annual installments ranging between \$600,000.00 and \$625,000.00 beginning May 1, 2012 and ending May 1, 2018 with interest from 3.90% to 4.00%	\$4,324,000.00
\$4,020,000.00 in Refunding Bonds dated February 23, 2010, due in remaining annual installments ranging between \$560,000.00 and \$610,000.00 beginning June 1, 2012 and ending June 1, 2015 with interest of 3.00%	<u>2,350,000.00</u>
Total	<u>\$6,674,000.00</u>

BOND ANTICIPATION NOTE

Outstanding Bond Anticipation Notes are summarized as follows:

<u>Fund</u>	<u>Interest Rate</u>	<u>Date of Issue</u>	<u>Date of Maturity</u>	<u>Amount</u>
General Capital	1.50%	08/12/11	08/12/12	<u>\$11,091,902.00</u>
Swim Pool Utility Capital	1.50%	08/12/11	08/12/12	<u>\$ 225,000.00</u>

BONDS AND NOTES AUTHORIZED BUT NOT ISSUED

At December 31, 2011, the Township has authorized but not issued bonds and notes as follows:

General Capital Fund	<u>\$2,962,740.91</u>
Swim Pool Capital Fund	<u>\$ 354,381.23</u>

NOTE 4: FUND BALANCES APPROPRIATED

Fund balance at December 31, 2011, which was appropriated and included as anticipated revenue in the annual budget for the year ending December 31, 2012, was as follows:

Current Fund	\$2,983,406.00
Swimming Pool Operating Fund	\$ 88,700.00

NOTE 5: PROPERTY TAXES

Property taxes attach as an enforceable lien on property as of January 1. Taxes are levied based on the final adoption of the current year municipal budget, and are payable in four installments on February 1, May 1, August 1 and November 1. The Township bills and collects its own property taxes and also the taxes for the County and the Local School District. The collections and remittance of county and school taxes are accounted for in the Current Fund. Township property tax revenues are recognized when collected in cash and any receivables are recorded with offsetting reserves on the balance sheet of the Township's Current Fund.

Taxes Collected in Advance - Taxes collected in advance and recorded as cash liabilities in the financial statements are as follows:

	Balance December <u>31, 2011</u>	Balance December <u>31, 2010</u>
Prepaid Taxes	<u>\$285,629.80</u>	<u>\$269,661.86</u>

NOTE 6: PENSION PLANS

Township employees, who are eligible for a pension plan, are enrolled in one of three pension systems administered by the Division of Pensions, Treasury Department of the State of New Jersey. The plans are: the Public Employees' Retirement System, the Police and Firemen's Retirement System, Consolidated Police and Firemen's Pension Fund of New Jersey and the Defined Contribution Retirement Program. The Division annually charges participating government units for their respective contributions to the plans based upon actuarial methods.

Certain portions of the costs are contributed by the employees. The Township's share of pension costs, which is based upon the annual billings received from the State, amounted to \$852,502.00 for 2009, \$1,636,717.88 for 2010 and \$1,988,464.05 for 2011.

Certain Township employees are also covered by Federal Insurance Contribution Act.

NOTE 6: PENSION PLANS (CONTINUED)

Information as to the comparison of the actuarially computed value of vested benefits with the system's assets is not available from the State Retirement System and, therefore, is not presented.

Pension Contribution Deferral

The State of New Jersey has enacted Public Law 2009, C.19, which authorizes the State Department of Treasury, Division of Pensions and Benefits to provide non-state contributing employers the option of paying an amount that represents a fifty percent (50%) reduction of the normal and accrued liability payment of the required contributions to the Police and Firemen's Retirement System (PFRS) and the Public Employees Retirement System (PERS) which would have been due April 1, 2009. If the deferral is elected, the amount deferred must be repaid, with interest, over a period of fifteen years, beginning in April, 2012; however, the contributing employer is permitted to pay off the obligation at any time by contacting the Division of Pension and Benefits for a payoff amount. The Township of Springfield elected to defer a portion of its pension contributions as follows:

<u>Retirement System</u>	<u>Deferral Balance 12/31/10</u>	<u>2011 Budget Appropriation</u>	<u>Balance to Succeeding Years</u>
PFRS	\$682,185.00		\$682,185.00
PERS	<u>170,317.00</u>	<u>\$170,317.00</u>	<u> </u>
Total	<u>\$852,502.00</u>	<u>\$170,317.00</u>	<u>\$682,185.00</u>

In 2011, the Township budgeted for and paid off the deferral related to the Public Employees Retirement System (PERS) in full. The Township's adopted 2012 budget includes an appropriation to retire the remaining deferral related to the Police and Firemen's Retirement System

NOTE 7: LITIGATION

The Township Attorney's letter did not indicate any litigation, claims or contingent liabilities that are either not covered by the Township's insurance carrier or would have a material financial impact on the Township.

NOTE 8: SCHOOL TAXES

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

	Local District School Tax	
	Balance <u>December 31, 2011</u>	Balance <u>December 31, 2010</u>
Balance of Tax	\$16,634,266.00	\$16,309,286.00
Deferred	<u>16,759,260.00</u>	<u>16,434,279.50</u>
Tax Prepaid	<u>\$ (124,994.00)</u>	<u>\$ (124,993.50)</u>

NOTE 9: COMPENSATED ABSENCES

Under the terms of various contracts, employees are compensated for unused sick and vacation time. The accumulated cost of such unpaid compensation is not required to be reported in the financial statements as presented but is estimated by the Township to be \$1,602,719.78. The Township appropriates annually the amounts required to be paid in any fiscal year in that year's budget and no liability is accrued at December 31, 2011. The Township has accumulated \$30,009.39 for this purpose in the Trust Other Fund and continues to budget funds to provide for these liabilities as they arise

NOTE 10: TAX APPEALS

There are several tax appeals filed with the State Tax Court of New Jersey requesting a reduction of assessments for 2011 and prior. Any reduction in assessed valuation will result in a refund of prior year's taxes in the year of settlement, which may be funded from tax revenues through the establishment of a reserve or by the issuance of refunding bonds per N.J.S.A. 40A:2-51. The Township has made provision from tax revenues, in the amount of \$101,000.00 for these appeals in the event that the tax appeals are successful. The Township believes that any ultimate liability, if any will not materially impact the Township's operations.

NOTE 11: CONTINGENT LIABILITIES

The Township participates in several federal and state financial assistance grant programs. Entitlement to the funds is generally conditional upon compliance with terms and conditions of the grant agreements and applicable regulations, including the expenditure of funds for eligible purposes. These programs are subject to compliance and financial audits by the grantors or their representatives. As of December 31, 2011, the Township does not believe that any material liabilities will result from such audits.

NOTE 12: RISK MANAGEMENT

The Township is exposed to various risks of loss relative to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The Township maintains commercial insurance coverage covering each of those risks of loss. Management believes such coverage is sufficient to preclude any significant uninsured losses to the Township. Settled claims have not exceeded this commercial coverage in any of the past three fiscal years.

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

<u>Year</u>	<u>Township Contributions</u>	<u>Employee Contributions</u>	<u>Interest</u>	<u>Amount Reimbursed</u>	<u>Ending Balance</u>
2011	\$68,000.00	\$8,298.96	\$181.80	\$26,337.26	\$133,519.56
2010	70,000.00	12,116.69	5.26	28,298.08	83,376.06
2009	93,324.50	12,760.45	11.57	77,285.21	29,552.19

NOTE 13: INTERFUND RECEIVABLES AND PAYABLES

The following interfund balances remained on the balance sheet at December 31, 2011:

<u>Fund</u>	<u>Interfund Receivable</u>	<u>Interfund Payable</u>
Current Fund	\$ 267,430.58	\$ 1,715,088.85
Animal Control Fund		22,111.84
Trust Other Fund		40,083.58
General Capital Fund	2,151,585.70	
Swim Pool Utility Operating Fund		231,025.49
Swim Pool Utility Capital Fund	240,732.24	644,273.82
Net Payroll Account	9,934.25	22,243.14
Payroll Agency Account	5,143.95	
	<u>\$ 2,674,826.72</u>	<u>\$ 2,674,826.72</u>

All balances resulted from the time lag between the dates that short-term loans were disbursed and payments between funds were made. Interfund balances are expected to be liquidated within one year.

NOTE 14: DEFERRED COMPENSATION PLAN

The Township offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan, available to all Township employees, permits them to defer a portion of their salaries until future years. The Township does not make any contribution to the plan. The deferred compensation is not available to employees until retirement, death, disability, termination or financial hardships.

In accordance with the requirements of the Small Business Job Protection Act of 1996 and the funding requirements of Internal Revenue Code Section 457(g), the Township's Plan was amended to require that all amounts of compensation deferred under the Plan are held for the exclusive benefits of plan participants and beneficiaries. All assets and income under the Plan are held in trust, in annuity contracts or custodial accounts.

All assets of the plan are held by an independent administrator, the Lincoln National Life Insurance Company and Metropolitan Life Insurance.

The accompanying financial statements do not include the Township's Deferred Compensation Plan activities. The Township's Deferred Compensation Plan financial statements are contained in a separate review report.

NOTE 15: DEFERRED CHARGES:

Certain expenditures are required to be deferred to budgets of succeeding years. At December 31, 2011, the following deferred charges are shown on the balance sheets of the various funds:

	BALANCE DECEMBER <u>31, 2011</u>	2012 BUDGET <u>APPROPRIATION</u>	BALANCE TO SUCCEEDING <u>YEARS</u>
Current Fund:			
Emergency Authorization:			
N.J.S.A. 40A: 4-46	\$246,302.00	\$246,302.00	-0-
Overexpenditure of:			
2010 Appropriations	<u>19,256.46</u>	<u>19,256.46</u>	<u>-0-</u>
	<u>\$265,558.46</u>	<u>\$265,558.46</u>	<u>\$0.00</u>

NOTE 16: OTHER POST-EMPLOYMENT BENEFITS

The Township provides Post-Retirement Benefits to certain employees who have retired after twenty-five years of service, in accordance with the terms of their various labor agreements or in accordance with municipal ordinance. These benefits include health insurance, prescription and dental coverage.

Plan Description. The Township contributes to the State Health Benefits Program (SHBP) a cost-sharing, multiple-employer defined benefit post employment healthcare plan administered by the State of New Jersey Division of Pensions and Benefits. SHBP was established in 1961 under N.J.S.A. 52:14-17.25 *et seq.* to provide health benefits to State employees, retirees, and their dependents. The SHBP was extended to employees, retirees, and dependents of participating local public employers in 1964. Local employers must adopt a resolution to participate in the SHBP. Rules governing the operation and administration of the program are found in Title 17, Chapter 9 of the New Jersey Administrative Code. SHBP provides medical, prescription drugs, mental health/substance abuse, and Medicare Part B reimbursement to retirees and their covered dependents. Reimbursement for Medicare Part B comes from the Township. The State Health Benefits Commission is the executive body established by statute to be responsible for the operation of the SHBP. The State of New Jersey Division of Pensions and Benefits issues a publicly available financial report that includes financial statements and required supplementary information for the SHBP. That report may be obtained by writing to: State of New Jersey Division of Pensions and Benefits, P.O. Box 295, Trenton, NJ 08625-0295 or by visiting their website at <http://www.state.nj.us/treasury/pensions>.

Funding Policy. Contributions to pay for the health premiums of participating employees in the SHBP are billed to the Township on a monthly basis. Participating employers are contractually required to contribute based on the amount of premiums attributable to their retirees. In accordance with Chapter 62, P.L. 1994, post-retirement medical benefits have been funded on a pay-as-you-go basis since 1994. Prior to 1994, medical benefits were funded on an actuarial basis. The Township enrolled in the SHBP in November 2011 and made contributions for the year ended December 31, 2011 of \$859,771.03 for retirees which equaled the required contributions for that year.

NOTE 17: SUBSEQUENT EVENTS

The Township has evaluated subsequent events occurring after the financial statement date through July 31, 2012 which is the date the financial statements were available to be issued. Based upon this evaluation, the Township has determined that the following item requires disclosure in the financial statements:

Note Issuance

On August 12, 2011, the Township Committee authorized the issuance of \$11,316,902 in Bond Anticipation Notes. The notes mature August 10, 2012 and bear interest of 1.5%.

Issuance of Refunding Bonds

On December 20, 2011, the Township adopted Ordinance 2011-26 providing for the Refunding of \$3,724,000.00 of outstanding bonds and appropriating an amount not to exceed \$4,000,000.00 for the costs thereof. This ordinance took effect on January 9, 2012 and is therefore not reflected in the Financial Statements for the Year Ended December 31, 2011.

Subsequently, on March 27, 2012 the Township issued Refunding Bonds totaling \$3,645,000.00.

Improvement Authorization

On February 28, 2012, the Township adopted Ordinance 2012-04 providing for Athletic Field Improvements and appropriating \$3,400,000.00 for the costs thereof. In addition, the ordinance authorizes the issuance of bonds or notes in the amount of \$3,238,000.00.

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TOWNSHIP OF SPRINGFIELD
SUPPLEMENTARY SCHEDULES - ALL FUNDS
YEAR ENDED DECEMBER 31, 2011

TOWNSHIP OF SPRINGFIELD

CURRENT FUND

SCHEDULE OF CASH-TREASURER

	REF.	<u>CURRENT FUND</u>	
Balance, December 31, 2010	A	\$	8,320,863.18
Increased by Receipts:			
Collector	A-5	\$	68,291,702.25
Appropriation Refunds	A-3		96,968.07
Revenue Accounts Receivable	A-11		3,313,050.67
Miscellaneous Revenue Not Anticipated	A-2		979,247.97
Interfunds Receivable	A-22		13,081,708.62
Grants Receivable	A-23		523,711.95
Due State of New Jersey	A-27		54,393.12
Reserve for:			
Grants - Unappropriated	A-14		5,603.81
Insurance Damages	A-21		27,560.03
Sale of Municipal Assets	A-28		165,393.83
State of New Jersey-Senior Citizens and Veterans Deductions (Chapter 20,P.L.1971)	A-9		129,003.42
			<u>86,668,343.74</u>
			94,989,206.92
Decreased by Disbursements:			
2011 Appropriations	A-3		25,444,589.80
Appropriation Reserves	A-13		528,973.32
County Taxes	A-18		12,585,961.52
County Taxes - Added	A-19		193,476.15
Local District School Tax	A-20		33,193,540.00
Special Improvement District Tax	A-29		112,104.96
Reserve for Insurance Damages	A-21		6,667.93
Interfunds	A-22		13,382,671.20
Refund of Tax Overpayments	A-17		79,902.17
Grants Appropriated	A-15		235,754.08
Change Fund	A-7		50.00
Refund of Outside Liens	A-6		419,332.60
Refund of Miscellaneous Revenue Not Anticipated	A-2		1,522.50
Refund of Prior Year Revenue	A-1		57,574.60
			<u>86,242,120.83</u>
Balance, December 31, 2011	A	\$	<u>8,747,086.09</u>

"A-5"

TOWNSHIP OF SPRINGFIELD

CURRENT FUND

SCHEDULE OF CASH-TAX COLLECTOR

	<u>REF.</u>		
Balance December 31, 2010	A	\$	545,685.77
Received:			
Taxes Receivable	A-10	\$	67,277,682.58
Revenue Accounts Receivable	A-11		285,289.19
2012 Taxes Prepaid	A-16		285,629.80
Tax Overpayments	A-17		81,352.14
Miscellaneous Revenue Not Anticipated	A-2		1,799.67
Redemption of Outside Liens	A-6		<u>418,275.61</u>
			<u>68,350,028.99</u>
			<u>68,895,714.76</u>
Decreased by Disbursements:			
Payments to Treasurer	A-4		<u>68,291,702.25</u>
Balance December 31, 2011	A	\$	<u><u>604,012.51</u></u>

"A-6"

SCHEDULE OF REDEMPTION OF OUTSIDE LIENS

Balance December 31, 2010	A	\$	1,408.41
Increased by:			
Cash Receipts	A-5	\$	<u>418,275.61</u>
			<u>419,684.02</u>
Decreased by:			
Cash Disbursements	A-4		<u>419,332.60</u>
Balance December 31, 2011	A	\$	<u><u>351.42</u></u>

"A-7"

TOWNSHIP OF SPRINGFIELD

CURRENT FUND

SCHEDULE OF CHANGE FUND

	<u>REF.</u>		
Balance December 31, 2010	A	\$	350.00
Increased by:			
Cash Disbursement	A-4		<u>50.00</u>
Balance December 31, 2011	A	\$	<u><u>400.00</u></u>

ANALYSIS OF BALANCE

Tax Collector		\$	100.00
Municipal Court			200.00
Police/Records Room			<u>100.00</u>
		\$	<u><u>400.00</u></u>

"A-8"

SCHEDULE OF PETTY CASH

Balance December 31, 2010 and December 31, 2011	A	\$	<u><u>350.00</u></u>
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TOWNSHIP OF SPRINGFIELD

CURRENT FUND

SCHEDULE OF DUE TO/FROM STATE OF NEW JERSEY
FOR SENIOR CITIZENS AND VETERANS DEDUCTIONS

	<u>REF.</u>		
Balance, December 31, 2010 (Due from)	A	\$	(4,043.94)
Increased by:			
Received From State of New Jersey	A-4	\$	129,003.42
Senior Citizens and Veterans Deductions Disallowed by Tax Collector:			
Current Year			<u>4,018.50</u>
			<u>133,021.92</u>
			128,977.98
Decreased by:			
Senior Citizens and Veterans Deductions Per Duplicate			129,250.00
Senior Citizens and Veterans Deductions Allowed by Tax Collector			<u>2,750.00</u>
			<u>132,000.00</u>
Balance, December 31, 2011 (Due from)	A	\$	<u><u>(3,022.02)</u></u>

CALCULATION OF STATE SHARE OF
2011 SENIOR CITIZENS AND VETERANS DEDUCTIONS

Senior Citizens and Veterans Deductions:			
Per Tax Duplicate		\$	129,250.00
Allowed by Collector			<u>2,750.00</u>
			132,000.00
Less:			
Senior Citizens Deductions Disallowed by Collector			<u>4,018.50</u>
	A-10	\$	<u><u>127,981.50</u></u>

TOWNSHIP OF SPRINGFIELD

CURRENT FUND

SCHEDULE OF TAXES RECEIVABLE AND ANALYSIS OF PROPERTY TAX LEVY

YEAR	BALANCE DECEMBER 31, 2010	2011 LEVY	ADDED	CASH COLLECTIONS		CANCELED	BALANCE DECEMBER 31, 2011
				2010	2011		
2010	\$ 495,394.95	\$	\$ 1,732.17	\$	\$ 493,874.30	\$	\$ 3,252.82
	495,394.95		1,732.17		493,874.30		3,252.82
2011		68,018,206.21		269,661.86	66,911,789.78	139,179.18	697,575.39
	\$ 495,394.95	\$ 68,018,206.21	\$ 1,732.17	\$ 269,661.86	\$ 67,405,664.08	\$ 139,179.18	\$ 700,828.21
REF.	A			A-2:A-16	A-2		A
		REF.					
	Collector	A-5			\$ 67,277,682.58		
	Senior Citizens Deductions	A-9			127,981.50		
					\$ 67,405,664.08		

ANALYSIS OF 2011 PROPERTY TAX LEVY

TAX YIELD

General Purpose Tax		\$ 67,871,182.44
Special Improvement District Tax		136,212.95
Added Taxes (54:4-63.1 et.seq.)		10,810.82
		\$ 68,018,206.21

TAX LEVY

Local District School Tax (Abstract)	A-20	\$ 33,518,520.00
Special Improvement District Tax	A-29	136,212.95
County Taxes:		
County Tax (Abstract)	A-18	\$ 12,585,961.52
Due County for Added Taxes (54:4-63.1 et.seq.)	A-19	2,001.87
		12,587,963.39
Local Tax for Municipal Purposes (Abstract)	A-2	20,790,527.47
Minimum Library Tax		970,687.51
Add: Additional Tax Levied		14,294.89
Local Tax for Municipal Purposes Levied		21,775,509.87
		\$ 68,018,206.21

TOWNSHIP OF SPRINGFIELD

CURRENT FUND

SCHEDULE OF REVENUE ACCOUNTS RECEIVABLE

REF.	BALANCE DECEMBER 31, 2010	ACCRUED IN 2011	COLLECTED BY		BALANCE DECEMBER 31, 2011
			COLLECTOR	TREASURER	
Clerk:					
Licenses:					
Alcoholic Beverage	A-2 \$	\$ 26,484.00	\$	26,484.00	
Other	A-2	6,113.00		38,167.50	10,905.00
Fees and Permits	A-2	3,704.00		69,677.05	2,111.45
Tax Search Officer	A-2		355.10		
Police Department:					
Fees and Permits	A-2	13,412.51		10,510.52	22,127.03
Fire Department:					
Fees and Permits	A-2			30,262.10	
Recreation:					
Fees and Permits	A-2			71,468.00	
Municipal Court:					
Fines and Costs	A-2	15,091.51		297,568.46	17,889.37
Interest and Costs on Taxes	A-2		160,368.87		
Interest on Investments and Deposits	A-2		38,480.12	4,165.57	34,314.55
P.I.L.O.T. - Senior Citizen Housing	A-2		120,399.65	120,399.65	
Consolidated Municipal Property Tax Relief Aid	A-2		210,778.00		210,778.00
Energy Receipts Tax	A-2		1,542,579.00		1,542,579.00
Construction Code Official:					
Fees and Permits	A-2			333,327.00	23,055.00
Interlocal Agreement - Springfield BOE	A-2			102,388.00	
Utility Operating Surplus Of Prior Year	A-2			10,000.00	
Uniform Fire Safety Fees	A-2			45,099.87	
Cable T.V. Franchise Fee	A-2			217,348.29	
Y.M.C.A. Lease - Chisholm Community Center	A-2			103,699.62	
Hotel/Motel Tax	A-2			33,742.65	
Cell Tower Rental	A-2			59,725.09	
Parking Meters	A-2			75,910.97	
		<u>\$ 38,321.02</u>	<u>\$ 3,636,106.69</u>	<u>\$ 285,289.19</u>	<u>\$ 3,313,050.67</u>
REF.	A		A-5	A-4	A

TOWNSHIP OF SPRINGFIELD

CURRENT FUND

SCHEDULE OF DEFERRED CHARGES

	BALANCE DECEMBER <u>31, 2010</u>	RAISED IN <u>2011 BUDGET</u>	ADDED IN <u>2011</u>	BALANCE DECEMBER <u>31, 2011</u>
Emergency Authorization 40A:4-46	\$ 309,380.00	\$ 309,380.00	246,302.00	\$ 246,302.00
Overexpenditure of 2010 Appropriations	19,256.46			19,256.46
Overexpenditure of Appropriation Reserves	<u>188.46</u>	<u>188.46</u>	<u> </u>	<u> </u>
	\$ <u>328,824.92</u>	\$ <u>309,568.46</u>	<u>246,302.00</u>	\$ <u>265,558.46</u>
<u>REF.</u>	A	A-3	A-3	A

TOWNSHIP OF SPRINGFIELD

CURRENT FUND

SCHEDULE OF 2010 APPROPRIATION RESERVES

	BALANCE DECEMBER 31, 2010	BALANCE AFTER TRANSFERS	PAID OR CHARGED	BALANCE LAPSED
<u>SALARIES AND WAGES</u>				
Mayor and Council	\$ 500.42	\$ 800.42	\$	800.42
Administrative and Executive	4,820.32	6,820.32		6,820.32
Financial Administration	4,369.79	6,369.79	1,910.50	4,459.29
Assessment of Taxes	3,049.07	4,049.07	830.25	3,218.82
Revenue Administration	2,653.85	3,453.85	2,653.85	800.00
Township Clerk	4,334.00	7,334.00	741.12	6,592.88
Engineering Services and Costs	4,999.90	4,999.90		4,999.90
Public Buildings and Grounds	17,634.76	20,634.76	6,920.11	13,714.65
Planning Board	499.81	999.81		999.81
Board of Adjustment	499.81	999.81		999.81
Rent Leveling Board	145.98	245.98		245.98
Fire	104,188.29	115,188.29	25,556.46	89,631.83
Police	91,442.31	94,442.31	16,416.06	78,026.25
First Aid Organization	2,402.12	3,402.12	2,402.12	1,000.00
Municipal Prosecutor	400.08	400.08		400.08
Emergency Management Services	1,167.48	2,167.48	599.04	1,568.44
Road Repair and Maintenance	71,912.29	73,912.29	30,977.08	42,935.21
Sewer System		3,000.00		3,000.00
Garbage and Trash Removal	927.18	927.18		927.18
Recreation Services	14,751.10	15,751.10	2,575.00	13,176.10
Maintenance of Parks	11,212.17	12,212.17	4,740.27	7,471.90
Senior Citizen Transportation		100.00		100.00
State Uniform Construction Code:				
Construction Official	2,319.85	4,319.85	1,122.40	3,197.45
Community Shuttle Bus Services (Jitney)	1,143.25	1,643.25	997.75	645.50
Municipal Court	3,688.29	3,688.29		3,688.29
Public Defender	1,050.02	1,050.02		1,050.02
Maintenance of 911 Services	623.18	1,623.18		1,623.18
<u>TOTAL SALARIES AND WAGES</u>	<u>350,735.32</u>	<u>390,535.32</u>	<u>98,442.01</u>	<u>292,093.31</u>
<u>OTHER EXPENSES</u>				
Mayor and Council	314.20	480.40	172.20	308.20
Administrative and Executive	14,962.84	20,327.84	7,841.50	12,486.34
Financial Administration	7,597.62	26,356.08	16,528.42	9,827.66
Audit	6,470.07	970.07	500.00	470.07
Assessment of Taxes	55,483.61	46,099.60	23,939.24	22,160.36
Legal Services and Costs	37,877.29	53,131.84	43,957.86	9,173.98
Revenue Administration	5,890.88	6,147.68	979.12	5,168.56
Township Clerk	9,191.54	14,186.33	11,336.06	2,850.27
Human Resources	29,800.95	11,800.95		11,800.95
Engineering Services and Costs	44,375.23	45,953.23	2,661.82	43,291.41
Public Building and Grounds	13,094.05	31,768.93	19,507.59	12,261.34
Planning Board	1,495.53	3,087.28	1,716.75	1,370.53
Board of Adjustment	2,136.89	5,937.10	4,862.71	1,074.39
Rent Leveling Board	288.28	488.28	6.86	481.42
Environmental Commission	208.51	208.51	5.00	203.51
Insurance:				
General Liability	13,789.91	37,299.61	13,509.70	23,789.91
Employees Group Health	225,229.16	99,929.16	42,313.60	57,615.56
Workers Compensation Insurance	8.35	1,008.35		1,008.35
Data Processing	11,837.85	30,363.81	16,525.96	13,837.85

TOWNSHIP OF SPRINGFIELD

CURRENT FUND

SCHEDULE OF 2010 APPROPRIATION RESERVES

	BALANCE DECEMBER 31, 2010	BALANCE AFTER TRANSFERS	PAID OR CHARGED	BALANCE LAPSED
<u>OTHER EXPENSES (CONTINUED):</u>				
Fire	\$ 16,992.03	\$ 59,912.12	\$ 37,088.40	\$ 22,823.72
Police	2,556.49	18,311.21	11,929.73	6,381.48
Emergency Management Services	1,197.27	12,756.96	9,162.39	3,594.57
Road Repair and Maintenance	15,306.95	43,156.55	20,499.02	22,657.53
Street Lighting	11,657.13	21,657.13		21,657.13
Vehicle Maintenance	14,048.96	29,972.60	6,404.47	23,568.13
Sewer System		3,000.00	1,113.00	1,887.00
Board of Health	5,834.50	5,834.50		5,834.50
Garbage And Trash Removal :		48,200.00	395.00	47,805.00
Tipping Fees	88,123.00	80,473.57	79,912.57	561.00
Contractual	11,904.48	12,299.48		12,299.48
Animal Control	13,217.37	16,483.00	9,796.89	6,686.11
Recreation Services	2,817.40	4,734.10	2,539.40	2,194.70
Maintenance of Parks	3,244.09	3,244.09	627.70	2,616.39
Celebration of Public Events	1,000.00	250.00	150.00	100.00
Beautification Committee	1.00	1.00		1.00
Construction Official	317.62	2,269.68	193.76	2,075.92
Zoning	1,119.78	1,119.78		1,119.78
Utilities:				
Electric		27,815.43	24,681.73	3,133.70
Telephone	15,779.56	25,481.07	7,648.49	17,832.58
Water	8,790.60	9,047.89	1,980.38	7,067.51
Natural Gas	18,595.24	14,285.87	4,690.63	9,595.24
Gasoline	52,996.79	56,996.79	44,330.45	12,666.34
Municipal Service Act	21,349.17	23,349.17	10,502.72	12,846.45
Community Shuttle Bus Service (Jitney)	3,050.79	1,050.79		1,050.79
Contingent	500.00	500.00		500.00
Social Security System (OASI)	35,724.89	40,724.89		40,724.89
Employees Group Health	72,495.00	72,495.00	32,728.30	39,766.70
Consolidated Police and Fireman Pension	1.12	1.12		1.12
Municipal Court	7,261.78	9,005.02	4,588.11	4,416.91
Maintenance of 911 Services	10,295.03	18,707.73	13,503.95	5,203.78
Defined Contribution Retirement Plan	5,427.50	9,427.50	1,203.75	8,223.75
Springfield Board of Ed - Field Maintenance	844.43	844.43		844.43
Recycling Tax	1,000.00	1,000.00		1,000.00
	<u>923,502.73</u>	<u>1,109,953.52</u>	<u>532,035.23</u>	<u>577,918.29</u>
<u>TOTAL OTHER EXPENSES</u>				
	<u>923,502.73</u>	<u>1,109,953.52</u>	<u>532,035.23</u>	<u>577,918.29</u>
<u>GRAND TOTAL</u>	<u>\$ 1,274,238.05</u>	<u>\$ 1,500,488.84</u>	<u>\$ 630,477.24</u>	<u>\$ 870,011.60</u>
	REF.	A		A-1
Appropriation Reserves	A-13	\$ 1,274,238.05		
Encumbrances Payable	A-24	<u>226,250.79</u>		
		<u>\$ 1,500,488.84</u>		
Disbursed	A-4		\$ 528,973.32	
Encumbrances Payable	A-25		<u>101,503.92</u>	
			<u>\$ 630,477.24</u>	

TOWNSHIP OF SPRINGFIELD

CURRENT FUND

SCHEDULE OF RESERVE FOR GRANTS-UNAPPROPRIATED

	BALANCE DECEMBER 31, 2010	CASH RECEIPTS	ANTICIPATED IN 2011 BUDGET	BALANCE DECEMBER 31, 2011
Drunk Driving Enforcement Fund	\$ 3,895.24	\$	\$ 3,895.24	\$
Highlands Grant	346.50		346.50	
N.J. Clean Energy Program		5,603.81		5,603.81
	<u>4,241.74</u>	<u>5,603.81</u>	<u>4,241.74</u>	<u>5,603.81</u>
	\$ <u>4,241.74</u> \$	\$ <u>5,603.81</u> \$	\$ <u>4,241.74</u> \$	\$ <u>5,603.81</u>
<u>REF.</u>	A	A-4	A-23	A

TOWNSHIP OF SPRINGFIELD

CURRENT FUND

SCHEDULE OF RESERVE FOR GRANTS-APPROPRIATED

	BALANCE DECEMBER 31, 2010	BALANCE AFTER TRANSFERS	TRANSFERRED FROM 2011 BUDGET	PAID OR CHARGED	CANCELED	BALANCE DECEMBER 31, 2011
Municipal Alliance On Alcoholism & Drug Abuse - Prior	\$ 16,727.45	\$ 16,727.45				\$ 16,727.45
Municipal Alliance On Alcoholism & Drug Abuse - 2010	4,413.97	4,413.97				4,413.97
Municipal Alliance On Alcoholism & Drug Abuse - 2011			22,863.26	22,863.26		
Alcohol Education And Rehabilitation	1,517.07	1,517.07	53.93			1,571.00
Recycling Tonnage Grant	178,341.15	178,491.15	23,735.94	39,813.78		162,413.31
Union County Recycling Enhancement Grant			6,000.00	4,355.00		1,645.00
Drunk Driving Enforcement Fund	8,937.04	9,079.04	3,895.24	1,211.78		11,762.50
Clean Communities Program	4,993.54	14,483.58	23,890.41	24,712.79		13,661.20
Body Armor Replacement Fund	16,969.11	16,969.11	4,078.71	2,437.50		18,610.32
Farmers Market Grant	249.22	249.22		249.22		
SLAEHOP	20.00	20.00				
Heart Grant	0.70	0.70			20.00	0.70
Cable TV Local Access Grant	60,000.00	60,000.00				60,000.00
Stormwater Grant	10,207.00	10,207.00				10,207.00
Kid's Recreation	2,434.65	2,434.65				2,434.65
Interlocal Service Agreement Springfield BOE	32,203.88	32,203.88				32,203.88
Kids Recreation Trust	37,500.00	37,500.00	25,000.00	36,559.19	25,000.00	940.81
DOT - Highway Safety Fund Grant			29,279.48			29,279.48
2008 Mini Grant - Farmer Co-Op	37.50	37.50		37.50		
Tree Grant Reimbursement - 2009	970.00	970.00				970.00
Community Catalyst Fund Grant	750.00	750.00				750.00
FFY06 UASI Neptune Equipment	12,187.67	13,404.67		13,404.67		
DOT Grant - Milltown Road		1,498.88				1,498.88
2010 Kids Recreation Grant	75,000.00	75,000.00	120,530.00	77,441.32		118,088.68
Assistance to Firefighters Grant Program			102,148.00	53,649.02		48,498.98
American Cancer Society			1,200.00			1,200.00
Senior Citizens Bus Service 2009			10,636.00		10,636.00	
Highlands Grant			346.50			346.50
2011 Municipal Aid -Briar Hills Circle			190,000.00	174,480.00		15,520.00
SAFER Grants 2010			168,800.00			168,800.00
NJ Clean Energy Program			14,596.19	9,596.19		5,000.00
Greening Union County			1,830.00	211.58		1,618.42
2008 Kids Recreation Grant			26,330.71	23,968.63		2,362.08
UC Open Space Recreation & Historic Preservation Fund			50,000.00		50,000.00	
Safe and Secure Communities Grant			5,333.00			5,333.00
	\$ 463,459.95	\$ 475,957.87	\$ 830,547.37	\$ 484,991.43	\$ 85,656.70	\$ 735,857.11

REF.

A

A-3

A

Reserve
Transferred from Accounts Payable

A-15
A-24

\$ 463,459.95
12,497.92

\$ 475,957.87

Cash Disbursements
Encumbrances Payable

A-4
A-24

\$ 235,754.08
249,237.35

\$ 484,991.43

"A-16"

TOWNSHIP OF SPRINGFIELD
CURRENT FUND
SCHEDULE OF PREPAID TAXES

	<u>REF.</u>		
Balance, December 31, 2010	A	\$	269,661.86
Increased by:			
Collection - 2012 Taxes in 2011	A-5		<u>285,629.80</u>
			555,291.66
Decreased by:			
Applied to 2011 Taxes Receivable	A-10		<u>269,661.86</u>
Balance, December 31, 2011	A	\$	<u><u>285,629.80</u></u>

"A-17"

SCHEDULE OF TAX OVERPAYMENTS

Balance, December 31, 2010	A	\$	1,023.18
Increased by:			
Overpayments	A-5		<u>81,352.14</u>
			82,375.32
Decreased by:			
Refunds	A-4	\$	79,902.17
Cancelled	A-1		<u>2,473.15</u>
		\$	<u><u>82,375.32</u></u>

"A-18"

TOWNSHIP OF SPRINGFIELD

CURRENT FUND

SCHEDULE OF COUNTY TAXES PAYABLE

REF.

Increased by:			
2011 Tax Levy	A-1:A-10	\$	12,585,961.52
Decreased by:			
Payments	A-4	\$	<u>12,585,961.52</u>

"A-19"

SCHEDULE OF DUE COUNTY FOR ADDED TAXES

Balance, December 31, 2010	A	\$	193,476.50
Increased by:			
County Share of 2011 Levy:			
Added Taxes (R.S.54:4-63.1 et.seq.)	A-1:A-10		<u>2,001.87</u>
			195,478.37
Decreased by:			
Payments	A-4		<u>193,476.15</u>
Balance, December 31, 2011	A	\$	<u>2,002.22</u>

TOWNSHIP OF SPRINGFIELD

CURRENT FUND

SCHEDULE OF LOCAL DISTRICT SCHOOL TAX

	<u>REF.</u>			
Balance, December 31, 2010:				
School Tax Prepaid	A	\$	(124,993.50)	
School Tax Deferred			<u>16,434,279.50</u>	
				\$ 16,309,286.00
Increased by:				
Levy School Year	A-10			<u>33,518,520.00</u>
				49,827,806.00
Decreased by:				
Payments	A-4			<u>33,193,540.00</u>
Balance, December 31, 2011:				
School Tax Prepaid	A	\$	(124,994.00)	
School Tax Deferred			<u>16,759,260.00</u>	
				\$ <u><u>16,634,266.00</u></u>
2011 Liability for Local District School Tax:				
Tax Paid				\$ 33,193,540.00
Tax Prepaid December 31, 2010				<u>(124,993.50)</u>
				33,318,533.50
Less: Tax Prepaid December 31, 2011				<u>(124,994.00)</u>
Amount Charged to 2011 Operations	A-1			\$ <u><u>33,193,539.50</u></u>

TOWNSHIP OF SPRINGFIELD

CURRENT FUND

SCHEDULE OF RESERVE FOR INSURANCE DAMAGES

	<u>REF.</u>		
Increased by:			
Cash Receipts	A-4	\$	27,560.03
Decreased by:			
Cash Disbursements	A-4		<u>6,667.93</u>
Balance, December 31, 2011	A	\$	<u><u>20,892.10</u></u>

TOWNSHIP OF SPRINGFIELD

CURRENT FUND

SCHEDULE OF INTERFUNDS

	REF.	TOTAL	ANIMAL CONTROL TRUST FUND	TRUST OTHER FUND	GENERAL CAPITAL FUND	SWIM POOL UTILITY OPERATING FUND	SWIM POOL UTILITY CAPITAL FUND	SEWER UTILITY OPERATING FUND	NET PAYROLL ACCOUNT	PAYROLL AGENCY ACCOUNT
Balance, December 31, 2010:										
Interfunds Receivable	A	\$ 628,656.75	\$ 14,936.00	\$ 410,320.50	\$	\$ 195,359.00	\$	\$	\$	\$ 8,041.25
Interfunds Payable	A	2,381,458.65			2,323,659.24			57,799.41		
Receipts	A-4	13,081,708.62		998,713.22	11,425,229.41		225,000.00		203,681.29	229,084.70
Statutory Excess	A-2	4,181.05	4,181.05							
Disbursements	A-4	13,382,671.20	2,994.79	606,109.32	12,263,943.75	10,000.00		57,799.41	225,924.43	215,899.50
Balance, December 31, 2011:										
Interfunds Receivable	A	\$ 267,430.58	\$ 22,111.84	\$ 17,716.60	\$	\$ 205,359.00	\$	\$	\$ 22,243.14	\$
Interfunds Payable	A	1,715,088.85			1,484,944.90		225,000.00			5,143.95

TOWNSHIP OF SPRINGFIELD

CURRENT FUND

SCHEDULE OF GRANTS RECEIVABLE

	BALANCE DECEMBER 31, 2010	ANTICIPATED IN 2011 BUDGET	RECEIVED	UNAPPROPRIATED RESERVE APPLIED	CANCELED	BALANCE DECEMBER 31, 2011
Municipal Drug Alliance	\$ 31,244.45	\$ 22,863.26	\$ 22,863.26	\$	\$	\$ 31,244.45
Drunk Driving Enforcement Fund		3,895.24		3,895.24		
Clean Communities Program		23,890.41	23,890.41			
Alcohol Education & Rehabilitation Fund		53.93	53.93			
Recycling Tonnage Grant	57,540.80	23,735.94	81,276.74			
Union County Recycling Enhancement Grant		6,000.00	6,000.00			
Body Armor Fund		4,078.71	4,078.71			
Dept of Transportation Grant - Linden Ave.	45,000.00		45,000.00			
Kids Recreation Trust	21,250.00					21,250.00
Interlocal Service Agreement Springfield BOE	33,333.40					33,333.40
Kids Recreation Trust	37,500.00					37,500.00
Community Catalyst Fund Grant	750.00		750.00			
DOT Grant - Milltown Road	68,750.00		68,750.00			
2010 Kids Recreation Grant	75,000.00		75,000.00			
FEMA - SAFER Grants 2010		168,800.00				168,800.00
American Cancer Society		1,200.00	1,200.00			
FEMA - Assistance to Firefighters Grant Program		102,148.00	31,562.00			70,586.00
2011 Municipal Aid -Briar Hills Circle		190,000.00				190,000.00
Playground Improvements - Various Parks		50,000.00			50,000.00	
Highlands Grant		346.50		346.50		
NJ Clean Energy Program		14,596.19	14,596.19			
Senior Citizens Bus Service 2009		10,636.00			10,636.00	
2008 Kids Recreation Grant		26,330.71	26,330.71			
2011 Kids Recreation Grant		25,000.00			25,000.00	
2011 Kids Recreation Grant		120,530.00	120,530.00			
DOT - Highway Safety Fund Grant		29,279.48				29,279.48
Greening Union County		1,830.00	1,830.00			
Safe and Secure Communities Program		5,333.00				5,333.00
	\$ <u>370,368.65</u>	\$ <u>830,547.37</u>	\$ <u>523,711.95</u>	\$ <u>4,241.74</u>	\$ <u>85,636.00</u>	\$ <u>587,326.33</u>
<u>REF.</u>	A	A-2	A-4	A-14		A

TOWNSHIP OF SPRINGFIELD

CURRENT FUND

SCHEDULE OF ENCUMBRANCES PAYABLE

	<u>REF.</u>			
Balance, December 31, 2010	A		\$	238,748.71
Increased by:				
Charged to 2011 Budget Appropriations	A-3	\$	410,322.38	
Charged to Reserve for Grants Appropriated	A-15		<u>249,237.35</u>	
				<u>659,559.73</u>
				898,308.44
Decreased by:				
Transferred to Appropriation Reserves	A-13	\$	226,250.79	
Transferred to Reserve for Grants Appropriated	A-15		<u>12,497.92</u>	
				<u>238,748.71</u>
Balance, December 31, 2011	A		\$	<u><u>659,559.73</u></u>

SCHEDULE OF ACCOUNTS PAYABLE

Balance, December 31, 2010	A		\$	48,341.87
Increased by:				
Charged to 2010 Appropriation Reserves	A-13			<u>101,503.92</u>
				149,845.79
Decreased by:				
Cancelled to Operations	A-1	\$	<u>99,107.85</u>	
			\$	<u>99,107.85</u>
Balance, December 31, 2011	A		\$	<u><u>50,737.94</u></u>

"A-26"

TOWNSHIP OF SPRINGFIELD
CURRENT FUND
SCHEDULE OF SEWER OVERPAYMENTS

REF.

Balance, December 31, 2010	A	\$ 81.67
Decreased by:		
Cancelled	A-1	\$ <u>81.67</u>

"A-27"

SCHEDULE OF DUE STATE OF NEW JERSEY

Balance, December 31, 2010	A	\$ 10,755.25
Increased by:		
Cash Receipts	A-4	<u>54,393.12</u> 65,148.37
Decreased by:		
Cancelled	A-1	<u>10,755.25</u>
Balance, December 31, 2011	A	\$ <u>54,393.12</u>
Hotel/Motel Tax		\$ <u>54,393.12</u>
		\$ <u>54,393.12</u>

TOWNSHIP OF SPRINGFIELD

CURRENT FUND

SCHEDULE OF RESERVE FOR SALE OF MUNICIPAL ASSETS

	<u>REF.</u>		
Balance December 31, 2010	A	\$	5,300.50
Increased by:			
Cash Receipts	A-4		<u>165,393.83</u>
Balance December 31, 2011	A	\$	<u><u>170,694.33</u></u>

TOWNSHIP OF SPRINGFIELD

CURRENT FUND

SCHEDULE OF SPECIAL IMPROVEMENT DISTRICT TAX PAYABLE

	<u>REF.</u>		
Increased by:			
Levy	A-1:A-10	\$	136,212.95
Decreased by:			
Cash Disbursements	A-4		<u>112,104.96</u>
Balance, December 31, 2011	A	\$	<u><u>24,107.99</u></u>

TOWNSHIP OF SPRINGFIELD

CURRENT FUND

SCHEDULE OF RESERVE FOR TAX APPEALS

REF.

Increased by:

Contested Amount of Tax Collected which
are pending State Appeal

Current Year Taxes

A-2

\$

69,000.00

Prior Year Taxes

A-1

32,000.00

\$

101,000.00

Balance, December 31, 2011

A

\$

101,000.00

TOWNSHIP OF SPRINGFIELD

TRUST FUND

SCHEDULE OF TRUST CASH

	<u>REF.</u>	<u>ANIMAL CONTROL</u>		<u>OTHER</u>	
Balance, December 31, 2010	B	\$	24,777.20	\$	1,938,431.04
Increased by Receipts:					
Due State of New Jersey	B-2	\$	1,008.60	\$	
Reserve for Police Outside Overtime	B-4				260,779.67
Animal Control Fees	B-5		6,802.40		
Due Current Fund	B-6		3,079.57		423,436.11
Community Development Block Grant	B-7				10,636.00
Unemployment Compensation Insurance	B-8				76,480.76
Various Reserves and Deposits	B-10				819,061.96
Reserve for Special Law Enforcement	B-11				732.94
Reserve for Federal Law Enforcement	B-12				12,144.26
Reserve for Justice Account	B-13				92.19
Reserve for Affordable Housing Trust	B-14				253.67
Reserve for Medical Costs	B-15				82,902.66
Due General Capital Fund	B-16				25,000.00
Reserve for Compensated Absences	B-17				30,009.39
Reserve for Snow Removal	B-18				10,001.60
			<u>10,890.57</u>		<u>1,751,531.21</u>
			<u>35,667.77</u>		<u>3,689,962.25</u>
Decreased by Disbursements:					
Reserve for Animal Control Expenditures	B-5		2,017.55		
Due State of New Jersey	B-2		1,050.00		
Reserve for Police Outside Overtime	B-4				267,456.01
Due Current Fund	B-6		84.78		816,040.01
Unemployment Compensation Insurance	B-8				26,337.26
Community Development Block Grant	B-9				35,281.34
Various Reserves and Deposits	B-10				993,545.49
Reserve for Special Law Enforcement	B-11				33,469.05
Reserve for Federal Law Enforcement	B-12				3,190.00
Reserve for Medical Costs	B-15				83,815.34
Due General Capital Fund	B-16				217,024.00
			<u>3,152.33</u>		<u>2,476,158.50</u>
Balance, December 31, 2011	B	\$	<u>32,515.44</u>	\$	<u>1,213,803.75</u>

"B-2"

TOWNSHIP OF SPRINGFIELD

TRUST FUND

SCHEDULE OF DUE STATE OF NEW JERSEY

	<u>REF.</u>		
Balance, December 31, 2010	B	\$	44.40
Increased by:			
Cash Receipts	B-1		<u>1,008.60</u>
			1,053.00
Decreased by:			
Cash Disbursements	B-1		<u>1,050.00</u>
Balance, December 31, 2011	B	\$	<u><u>3.00</u></u>

"B-3"

SCHEDULE OF FUND BALANCE

Balance, December 31, 2010	B	\$	19.72
Increased by:			
Trust Deposits Cancelled	B-10		<u>5,143.00</u>
Balance, December 31, 2011	B	\$	<u><u>5,162.72</u></u>

"B-4"

TOWNSHIP OF SPRINGFIELD

TRUST FUND

SCHEDULE OF RESERVE FOR POLICE OUTSIDE OVERTIME

	<u>REF.</u>		
Balance, December 31, 2010	B	\$	99,736.55
Increased by:			
Cash Receipts	B-1		260,779.67
			<u>360,516.22</u>
Decreased by:			
Reserve for Expenditures	B-1		267,456.01
			<u>267,456.01</u>
Balance, December 31, 2011	B	\$	<u>93,060.21</u>

"B-5"

SCHEDULE OF RESERVE FOR ANIMAL CONTROL FUND EXPENDITURES

Balance, December 31, 2010	B	\$	9,796.80
Increased by:			
Dog License Fees		\$	5,896.40
Other Fees			906.00
	B-1		<u>6,802.40</u>
			16,599.20
Decreased by:			
Cash Disbursements	B-1	\$	2,017.55
Statutory Excess Due Current Fund	B-6		4,181.05
			<u>6,198.60</u>
Balance, December 31, 2011	B	\$	<u>10,400.60</u>

LICENSE FEES COLLECTED

<u>YEAR</u>		<u>AMOUNT</u>
2009	\$	7,297.80
2008		<u>3,102.80</u>
	\$	<u>10,400.60</u>

TOWNSHIP OF SPRINGFIELD

TRUST FUND

SCHEDULE OF DUE CURRENT FUND

	<u>REF.</u>	<u>ANIMAL CONTROL</u>	<u>TRUST OTHER FUND</u>
Balance December 31, 2010 Due To (From)	B	\$ 14,936.00	\$ 410,320.50
Increased By :			
Receipts	B-1	3,079.57	423,436.11
Statutory Excess Due to Current Fund	B-5	4,181.05	
		<u>22,196.62</u>	<u>833,756.61</u>
Decreased By :			
Disbursements	B-1	84.78	816,040.01
		<u>84.78</u>	<u>816,040.01</u>
Balance December 31, 2011 Due To (From)	B	\$ <u>22,111.84</u>	\$ <u>17,716.60</u>

TOWNSHIP OF SPRINGFIELD

TRUST FUND

SCHEDULE OF COMMUNITY DEVELOPMENT BLOCK GRANTS RECEIVABLE

<u>PROGRAM</u>	<u>PROGRAM NUMBER</u>	<u>BALANCE DECEMBER 31, 2010</u>	<u>ALLOTMENTS</u>	<u>RECEIPTS</u>	<u>BALANCE DECEMBER 31, 2011</u>
Senior Citizens Bus Service	10-287	\$ 10,636.00	\$	\$ 10,636.00	\$
ADA Curb Curts/Ramp Project	10-174	25,000.00			25,000.00
Senior Citizens Bus Service	11-287		9,572.00		9,572.00
ADA Curb Curts/Ramp Project	11-174		15,000.00		15,000.00
		<u>\$ 35,636.00</u>	<u>\$ 24,572.00</u>	<u>\$ 10,636.00</u>	<u>\$ 49,572.00</u>
	<u>REF.</u>	B	B-9	B-1	B

TOWNSHIP OF SPRINGFIELD

TRUST FUND

SCHEDULE OF RESERVE FOR
UNEMPLOYMENT COMPENSATION INSURANCE

	<u>REF.</u>		
Balance, December 31, 2010	B	\$	83,376.06
Increased by:			
Deposits		\$	8,298.96
Budget Appropriation			68,000.00
Interest			<u>181.80</u>
	B-1		<u>76,480.76</u>
		\$	<u>159,856.82</u>
Decreased by:			
Unemployment Claims Incurred	B-1		<u>26,337.26</u>
Balance, December 31, 2011	B	\$	<u><u>133,519.56</u></u>

TOWNSHIP OF SPRINGFIELD

TRUST FUND

SCHEDULE OF RESERVE FOR COMMUNITY DEVELOPMENT BLOCK GRANT FUND

<u>PROGRAM</u>	<u>PROGRAM NUMBER</u>	<u>BALANCE DECEMBER 31, 2010</u>	<u>ALLOTMENTS</u>	<u>PAID OR CHARGED</u>	<u>BALANCE DECEMBER 31, 2011</u>
Reserve Fund		\$ 1.00	\$	\$	\$ 1.00
Senior Citizens Bus Service	10-287	7,090.67		7,090.67	
ADA Curb Cuts/Ramp Project	10-174	25,000.00		25,000.00	
Senior Citizens Bus Service	11-287		9,572.00	3,190.67	6,381.33
ADA Curb Cuts/Ramp Project	11-174		15,000.00		15,000.00
		<u>\$ 32,091.67</u>	<u>\$ 24,572.00</u>	<u>\$ 35,281.34</u>	<u>\$ 21,382.33</u>
<u>REF.</u>		B	B-7	B-1	B

TOWNSHIP OF SPRINGFIELD

TRUST FUND

SCHEDULE OF VARIOUS RESERVES AND DEPOSITS

	BALANCE DECEMBER <u>31, 2010</u>	CASH <u>RECEIPTS</u>	CASH <u>DISBURSEMENTS</u>	<u>CANCELED</u>	BALANCE DECEMBER <u>31, 2011</u>
Trust Other	\$ 583,315.34	\$ 584,385.28	\$ 766,552.30	\$ 5,143.00	\$ 396,005.32
Special Escrow	<u>193,861.25</u>	<u>234,676.68</u>	<u>226,993.19</u>	<u> </u>	<u>201,544.74</u>
	<u>\$ 777,176.59</u>	<u>\$ 819,061.96</u>	<u>\$ 993,545.49</u>	<u>\$ 5,143.00</u>	<u>\$ 597,550.06</u>
<u>REF.</u>	B	B-1	B-1	B-3	B

Analysis of Trust Other Balances:

Escrow Deposits	\$ 107,796.46
P.O.A.A.	3,252.55
Public Defender	22,547.20
Elevator Inspections	12,743.69
State- DCA fees	14,772.00
Uniform Fire Safety Act	15,855.63
Victims of Violence	1,750.00
Environmental Health Act	18,609.33
Tax Sale Premiums	181,000.00
Miscellaneous Trust	<u>17,678.46</u>
	<u>\$ 396,005.32</u>

A detailed analysis of the various escrow deposits is on file in the Office of the Township Treasurer.

"B-11"

TOWNSHIP OF SPRINGFIELD

TRUST FUND

SCHEDULE OF RESERVE FOR SPECIAL LAW ENFORCEMENT TRUST

	<u>REF.</u>		
Balance, December 31, 2010	B	\$	156,010.96
Increased by:			
Deposits	B-1		732.94
			<u>156,743.90</u>
Decreased by:			
Reserve for Expenditures	B-1		<u>33,469.05</u>
Balance, December 31, 2011	B	\$	<u><u>123,274.85</u></u>

"B-12"

SCHEDULE OF RESERVE FOR FEDERAL LAW ENFORCEMENT TRUST

Balance, December 31, 2010	B	\$	22,912.18
Increased by:			
Cash Receipts	B-1		12,144.26
		\$	<u>35,056.44</u>
Decreased by:			
Cash Disbursements	B-1		<u>3,190.00</u>
Balance, December 31, 2011	B	\$	<u><u>31,866.44</u></u>

"B-13"

SCHEDULE OF RESERVE FOR JUSTICE ACCOUNT TRUST

Balance, December 31, 2010	B	\$	22,869.46
Increased by:			
Cash Receipts	B-1		92.19
			<u>22,961.65</u>
Balance, December 31, 2011	B	\$	<u><u>22,961.65</u></u>

"B-14"

TOWNSHIP OF SPRINGFIELD

TRUST FUND

SCHEDULE OF RESERVE FOR AFFORDABLE HOUSING TRUST

	<u>REF.</u>		
Balance, December 31, 2010	B	\$	55,077.63
Increased by:			
Cash Receipts	B-1		<u>253.67</u>
Balance, December 31, 2011	B	\$	<u><u>55,331.30</u></u>

"B-15"

SCHEDULE OF RESERVE FOR MEDICAL COSTS

Balance, December 31, 2010	B	\$	100,084.74
Increased by:			
Budget Appropriation		\$	82,424.00
Interest			<u>478.66</u>
	B-1		<u>82,902.66</u>
		\$	<u>182,987.40</u>
Decreased by:			
Cash Disbursements	B-1		<u>83,815.34</u>
Balance, December 31, 2011	B	\$	<u><u>99,172.06</u></u>

TOWNSHIP OF SPRINGFIELD

TRUST FUND

SCHEDULE OF DUE GENERAL CAPITAL FUND

	<u>REF.</u>	
Balance December 31, 2010 (Due To)	B	\$ 214,390.98
Increased By :		
Cash Receipts	B-1	<u>25,000.00</u>
		239,390.98
Decreased By :		
Disbursements	B-1	<u>217,024.00</u>
Balance December 31, 2011 (Due To)	B	\$ <u><u>22,366.98</u></u>

"B-17"

TOWNSHIP OF SPRINGFIELD

TRUST FUND

SCHEDULE OF RESERVE FOR COMPENSATED ABSENCES

	<u>REF.</u>	
Increased by:		
Cash Receipts	B-1	\$ <u>30,009.39</u>
Balance, December 31, 2011	B	\$ <u><u>30,009.39</u></u>

"B-18"

SCHEDULE OF RESERVE FOR SNOW REMOVAL

Increased by:		
Cash Receipts	B-1	\$ <u>10,001.60</u>
Balance, December 31, 2011	B	\$ <u><u>10,001.60</u></u>

TOWNSHIP OF SPRINGFIELD

GENERAL CAPITAL FUND

SCHEDULE OF GENERAL CAPITAL CASH

	<u>REF.</u>		
Balance, December 31, 2010	C		\$ 1,140,036.19
Increased by Receipts:			
2011 Budget Appropriations:			
Premium on Sale of Bond Anticipation Notes	C-1	\$ 113,395.36	
Due Current Fund	C-4	12,844,740.93	
Capital Improvement Fund	C-7	30,000.00	
Bond Anticipation Notes	C-10	11,091,902.00	
Due Trust Other Fund	C-14	<u>217,024.00</u>	
			<u>24,297,062.29</u>
			25,437,098.48
Decreased by Disbursements:			
Capital Surplus to Current Fund	C-1	\$	
Due Current Fund	C-4	12,006,026.59	
Bond Anticipation Notes	C-10	11,100,325.00	
Due Swim Pool Capital Fund	C-11	220,042.82	
Contracts Payable	C-12	1,904,879.48	
Due Trust Other Fund	C-14	<u>25,000.00</u>	
			<u>25,256,273.89</u>
Balance, December 31, 2011	C		\$ <u><u>180,824.59</u></u>

"C-3"

TOWNSHIP OF SPRINGFIELD

GENERAL CAPITAL FUND

ANALYSIS OF GENERAL CAPITAL CASH AND INVESTMENTS

	<u>BALANCE DECEMBER 31, 2011</u>
Fund Balance	\$ 310,999.75
Capital Improvement Fund	129,809.25
Improvement Authorizations Funded as Set Forth on "C-8"	157,925.18
Cash on Hand to Pay Notes "C-6"	693,009.95
Unfunded Improvements Expended - Listed on "C-6"	(1,112,019.22)
Unexpended Proceeds of Bond Anticipation Notes - Listed on "C-6"	713,990.20
Due Current Fund	(1,484,944.90)
Due Swimming Pool Capital Fund	(644,273.82)
Due Trust Other Fund	(22,366.98)
Reserve for Preliminary Study for Downtown Redevelopment	8,997.75
Contracts Payable	<u>1,429,697.43</u>
	<u>\$ 180,824.59</u>

C

"C-4"

TOWNSHIP OF SPRINGFIELD
GENERAL CAPITAL FUND
SCHEDULE OF DUE CURRENT FUND

	<u>REF.</u>		
Balance December 31, 2010 (Due From)	C	\$	2,323,659.24
Increased by:			
Bond Anticipation Note Proceeds	C-10	\$	11,100,325.00
Premium on BAN Sale	C-1		113,395.36
BAN's Paid by Budget Appropriation	C-10		260,675.00
Interest Due Current Fund			2,023.88
Cash Disbursements			<u>529,607.35</u>
	C-2		<u>12,006,026.59</u>
		\$	<u>14,329,685.83</u>
Decreased by:			
Bond Anticipation Note Renewals	C-10	\$	11,091,902.00
Cash Receipts			<u>1,752,838.93</u>
	C-2		<u>12,844,740.93</u>
Balance December 31, 2011 (Due From)	C	\$	<u><u>1,484,944.90</u></u>

"C-5"

SCHEDULE OF DEFERRED CHARGES TO FUTURE TAXATION-FUNDED

Balance, December 31, 2010	C	\$	8,009,000.00
Decreased by:			
2011 Budget Appropriations to Pay Municipal Bonds	C-9	\$	<u>1,335,000.00</u>
			<u>1,335,000.00</u>
Balance, December 31, 2011	C	\$	<u><u>6,674,000.00</u></u>

TOWNSHIP OF SPRINGFIELD

GENERAL CAPITAL FUND

SCHEDULE OF DEFERRED CHARGES TO FUTURE TAXATION-UNFUNDED

ORDINANCE NUMBER	IMPROVEMENT DESCRIPTION	BALANCE DECEMBER 31, 2010	2011 AUTHORIZATIONS	BANS PAID BY BUDGET		BALANCE DECEMBER 31, 2011	ANALYSIS OF BALANCE, DECEMBER 31, 2011		
				APPROPRIATION	CANCELLED		BOND ANTICIPATION NOTE	EXPENDITURES	UNEXPENDED IMPROVEMENT AUTHORIZATIONS
03-14;03-20	Various Capital Improvements and Acquisitions	\$ 956,798.31		\$ 37,126.00	\$ 386.25	\$ 919,286.06	\$ 829,747.00	\$ 88,355.85	\$ 1,183.21
04-08	Various Capital Improvements and Acquisitions	746,877.68		27,813.00	1,773.88	717,290.80	687,833.00		29,457.80
05-19	Various Capital Improvements and Acquisitions	768,021.14		31,241.00	70,976.73	665,803.41	665,803.41		
06-19	Various Public Improvements	1,090,003.09		41,237.00	12,926.04	1,035,840.05	913,596.00	80,006.70	42,237.35
07-16	Various Public Improvements	3,671,200.00		123,258.00	178,619.22	3,369,322.78	3,369,322.78		
08-19	Various Public Improvements	1,748,830.73			196,240.87	1,552,589.86	1,552,589.86		
09-05	Communication & Signal Equipment	380,000.00				380,000.00	380,000.00		
09-21	Refunding & Refinancing of Certain General Obligation Bonds	180,000.00			180,000.00				
10-15	Various Public Improv. & Acquisition of Various Equipment	2,582,100.00				2,582,100.00	2,000,000.00	261,263.22	320,836.78
11-23	Various Public Improvements		2,139,400.00			2,139,400.00		682,393.45	1,457,006.55
		<u>\$ 12,123,830.95</u>	<u>\$ 2,139,400.00</u>	<u>\$ 260,675.00</u>	<u>\$ 640,922.99</u>	<u>\$ 13,361,632.96</u>	<u>\$ 10,398,892.05</u>	<u>\$ 1,112,019.22</u>	<u>\$ 1,850,721.69</u>
	REF.	C	C-8	C-5		C		C-3	
Bond Anticipation Notes	C-10					\$ 11,091,902.00			
Cash on Hand to Pay Notes	C-3					<u>693,009.95</u>			
						<u>\$ 10,398,892.05</u>			
Improvement Authorizations Unfunded	C-8								\$ 2,564,711.89
Unexpended Proceeds of Bond Anticipation Notes	C-3								<u>713,990.20</u>
									<u>\$ 1,850,721.69</u>

TOWNSHIP OF SPRINGFIELD

GENERAL CAPITAL FUND

SCHEDULE OF CAPITAL IMPROVEMENT FUND

	<u>REF.</u>		
Balance, December 31, 2010	C	\$	213,409.25
Increased by:			
2011 Appropriations	C-2	\$	<u>30,000.00</u>
			243,409.25
Decreased by:			
Appropriated to Finance Improvement Authorizations	C-7		<u>113,600.00</u>
Balance, December 31, 2011	C	\$	<u><u>129,809.25</u></u>

TOWNSHIP OF SPRINGFIELD

GENERAL CAPITAL FUND

SCHEDULE OF IMPROVEMENT AUTHORIZATIONS

ORDINANCE NUMBER	IMPROVEMENT DESCRIPTION	ORDINANCE		BALANCE 12/31/2010		2011 AUTHORIZATIONS	PAID OR CHARGED	IMPROVEMENT AUTHORIZATION CANCELLED	BALANCE 12/31/2011	
		DATE	AMOUNT	FUNDED	UNFUNDED				FUNDED	UNFUNDED
96-06	Renovations and Purchase of Equipment	05/28/96	\$ 1,167,000.00	\$ 1,455.00	\$	\$	\$	1,455.00	\$	\$
01-11	Various Capital Improvements	04/24/01	249,800.00	9,683.10			9,683.10			
01-13	Various Capital Improvements	04/24/01	1,005,150.00	2,045.08			(2,200.00)	2,045.08	2,200.00	
01-28	Construction of New Firehouse	12/11/01	4,260,000.00	18,627.04					18,627.04	
02-17	Various Capital Improvements	06/25/02	1,262,500.00	1,545.00					1,545.00	
03-11	Various Public Improvements and Acquisitions	05/27/03	117,000.00	11,464.20				4,464.20	7,000.00	
03-12	Various Public Improvements and Acquisitions	05/27/03	171,500.00	40,000.00					40,000.00	
03-14;03-20	Various Public Improvements and Acquisitions	05/27/03	1,213,000.00		13,000.82		11,431.36	386.25		1,183.21
04-08	Various Public Improvements and Acquisitions	06/22/04	1,171,200.00		135,084.90		90,732.08	1,773.88		42,578.94
05-08	Renovations and Equipment for Capital Projects	07/26/06	151,200.00	31,388.77			1,207.50	4,700.95	25,480.32	
05-19	Various Capital Improvements and Acquisitions	08/23/06	1,048,150.00		192,194.97		20,543.12	70,976.73		100,675.12
06-16	Renovations and Purchase of Equipment	07/11/07	76,900.00	20,705.58			880.02	1,964.62	17,860.94	
06-19	Various Public Improvements	07/25/07	1,312,000.00		148,100.08		92,936.69	12,926.04		42,237.35
07-09	Renovation and Purchase of Equipment	06/26/07	86,500.00	354.55				318.22	36.33	
07-10	Renovation and Purchase of Equipment	06/26/07	77,000.00	8,101.62			1,684.96	1,402.04	5,014.62	
07-11	Renovation and Purchase of Equipment	06/26/07	17,000.00	3,487.80				3,487.80		
07-16	Various Public Improvements	10/09/07	3,986,200.00		547,718.29		200,870.59	178,619.22		168,228.48
08-19	Various Public Improvements	07/22/08	2,073,000.00		641,583.64		46,528.82	196,240.87		398,813.95
08-22	Purchase of Equipment	07/22/08	106,275.00	56,575.69			16,274.06	140.70	40,160.93	
09-05	Communication and Signal Equipment Refunding and Refinancing of Certain General Obligation Bonds	02/10/09	400,000.00		33,151.51					33,151.51
09-21	Various Public Improvements and Acquisition of Various Equipment	10/27/09	4,200,000.00		180,000.00			180,000.00		
10-15	Various Public Improvements	08/13/10	2,718,000.00		881,931.62		561,094.84			320,836.78
11-23	Various Public Improvements	09/23/11	2,253,000.00			2,253,000.00	795,993.45			1,457,006.55
				<u>\$ 205,433.43</u>	<u>\$ 2,772,765.83</u>	<u>\$ 2,253,000.00</u>	<u>\$ 1,847,660.59</u>	<u>\$ 660,901.60</u>	<u>\$ 157,925.18</u>	<u>\$ 2,564,711.89</u>
		REF.		C	C		C-12	C-15	C; C-3	C; C-6
Capital Improvement Fund		C-7				\$ 113,600.00				
Deferred Charges to Future Taxation-Unfunded		C-6				2,139,400.00				
						<u>\$ 2,253,000.00</u>				
Deferred Unfunded Capital Surplus		C-1						\$ 640,922.99	19,978.61	
								<u>\$ 660,901.60</u>		

TOWNSHIP OF SPRINGFIELD
GENERAL CAPITAL FUND
SCHEDULE OF GENERAL SERIAL BONDS

<u>PURPOSE</u>	<u>DATE OF ISSUE</u>	<u>ORIGINAL ISSUE</u>	<u>MATURITIES OF BONDS OUTSTANDING DECEMBER 31, 2011</u>		<u>INTEREST RATE</u>	<u>BALANCE DECEMBER 31, 2010</u>	<u>DECREASED</u>	<u>BALANCE DECEMBER 31, 2011</u>
			<u>DATE</u>	<u>AMOUNT</u>				
General Improvement Bonds	12/01/02	\$ 7,024,000.00	12/01/12	\$ 600,000.00	3.900%	\$ 4,849,000.00	\$ 525,000.00	\$ 4,324,000.00
			12/01/13	600,000.00	3.900%			
			12/01/14	625,000.00	4.000%			
			12/01/15	625,000.00	4.000%			
			12/01/16	625,000.00	4.000%			
			12/01/17	625,000.00	4.000%			
			12/01/18	624,000.00	4.000%			
Refunding Bonds	02/23/10	4,020,000.00	06/01/12	610,000.00	3.000%	<u>3,160,000.00</u>	<u>810,000.00</u>	<u>2,350,000.00</u>
			06/01/13	600,000.00	3.000%			
			06/01/14	580,000.00	3.000%			
			06/01/15	560,000.00	3.000%			
					<u>\$ 8,009,000.00</u>	<u>\$ 1,335,000.00</u>	<u>\$ 6,674,000.00</u>	
					<u>REF.</u>	<u>C</u>	<u>C</u>	

TOWNSHIP OF SPRINGFIELD

GENERAL CAPITAL FUND

SCHEDULE OF BOND ANTICIPATION NOTES

<u>ORDINANCE</u>	<u>IMPROVEMENT DESCRIPTION</u>	<u>DATE OF ISSUE OF ORIGINAL NOTE</u>	<u>DATE OF ISSUE</u>	<u>DATE OF MATURITY</u>	<u>INTEREST RATE</u>	<u>BALANCE DECEMBER 31, 2010</u>	<u>INCREASED</u>	<u>DECREASED</u>	<u>BALANCE DECEMBER 31, 2011</u>
General Improvements:									
03-14/03-20	Various Capital Improvements and Acquisitions	08/15/05	08/13/10	08/12/11	1.50%	\$ 872,308.00	\$	\$ 872,308.00	\$
03-14/03-20	Various Capital Improvements and Acquisitions	08/15/05	08/12/11	08/12/12	1.50%		829,747.00		829,747.00
04-08	Various Capital Improvements and Acquisitions	08/15/05	08/13/10	08/12/11	1.50%	718,788.00		718,788.00	
04-08	Various Capital Improvements and Acquisitions	08/15/05	08/12/11	08/12/12	1.50%		687,833.00		687,833.00
05-19	Various Capital Improvements and Acquisitions	08/18/06	08/13/10	08/12/11	1.50%	773,518.55		773,518.55	
05-19	Various Capital Improvements and Acquisitions	08/18/06	08/12/11	08/12/12	1.50%		739,188.55		739,188.55
06-19	Various Public Improvements	08/17/07	08/13/10	08/12/11	1.50%	956,700.00		956,700.00	
06-19	Various Public Improvements	08/17/07	08/12/11	08/12/12	1.50%		913,596.00		913,596.00
07-16	Various Public Improvements	08/15/08	08/13/10	08/12/11	1.50%	3,690,335.45		3,690,335.45	
07-16	Various Public Improvements	08/15/08	08/12/11	08/12/12	1.50%		3,572,187.45		3,572,187.45
08-19	Various Public Improvements	08/14/09	08/13/10	08/12/11	1.50%	1,969,350.00		1,969,350.00	
08-19	Various Public Improvements	08/14/09	08/12/11	08/12/12	1.50%		1,969,350.00		1,969,350.00
09-05	Communication and Signal Equipment	08/14/09	08/13/10	08/12/11	1.50%	380,000.00		380,000.00	
09-05	Communication and Signal Equipment	08/14/09	08/12/11	08/12/12	1.50%		380,000.00		380,000.00
10-15	Var. Public Improv. and Acq. of Various Equip.	08/13/10	08/13/10	08/12/11	1.50%	2,000,000.00		2,000,000.00	
10-15	Var. Public Improv. and Acq. of Various Equip.	08/13/10	08/12/11	08/12/12	1.50%		2,000,000.00		2,000,000.00
						<u>\$ 11,361,000.00</u>	<u>\$ 11,091,902.00</u>	<u>\$ 11,361,000.00</u>	<u>\$ 11,091,902.00</u>
					<u>REF.</u>	C	C-2		C
	Funded By Budget				C-4			\$ 260,675.00	
	Renewals				C-2			<u>11,100,325.00</u>	
								<u>\$ 11,361,000.00</u>	

"C-11"

TOWNSHIP OF SPRINGFIELD

GENERAL CAPITAL FUND

SCHEDULE OF DUE SWIMMING POOL CAPITAL FUND

	<u>REF.</u>		
Balance, December 31, 2010 (Due From)	C	\$	424,231.00
Increased by:			
Cash Disbursements	C-2		<u>220,042.82</u>
Balance December 31, 2011 (Due From)	C	\$	<u><u>644,273.82</u></u>

"C-12"

SCHEDULE OF CONTRACTS PAYABLE

Balance, December 31, 2010	C	\$	1,457,816.32
Increased by:			
Improvement Authorization	C-8	\$	1,847,660.59
Reserve for Downtown Redevelopment	C-13		<u>29,100.00</u>
			<u>1,876,760.59</u>
			<u>3,334,576.91</u>
Decreased by:			
Cash Disbursements	C-2	\$	<u>1,904,879.48</u>
			<u>1,904,879.48</u>
Balance, December 31, 2011	C	\$	<u><u>1,429,697.43</u></u>

"C-13"

TOWNSHIP OF SPRINGFIELD

GENERAL CAPITAL FUND

SCHEDULE OF RESERVE FOR PLANNING STUDY FOR DOWNTOWN REDEVELOPMENT

	<u>REF.</u>		
Balance, December 31, 2010	C	\$	38,097.75
Decreased by:			
Contracts Payable	C-12		<u>29,100.00</u>
Balance, December 31, 2011	C	\$	<u><u>8,997.75</u></u>

"C-14"

SCHEDULE OF DUE TRUST OTHER FUND

Balance, December 31, 2010 (Due from)	C	\$	214,390.98
Increased			
Cash Disbursements	C-2		<u>25,000.00</u>
			239,390.98
Decreased by:			
Cash Receipts	C-2		<u>217,024.00</u>
Balance, December 31, 2011 (Due To)	C	\$	<u><u>22,366.98</u></u>

TOWNSHIP OF SPRINGFIELD

GENERAL CAPITAL FUND

SCHEDULE OF BONDS AND NOTES AUTHORIZED BUT NOT ISSUED

<u>ORDINANCE</u> <u>NUMBER</u>	<u>IMPROVEMENT DESCRIPTION</u>	<u>BALANCE</u> <u>DECEMBER</u> <u>31, 2011</u>
03-14/03-20	Various Capital Improvements and Acquisitions	\$ 89,539.06
04-08	Various Capital Improvements and Acquisitions	29,457.80
06-19	Various Public Improvements	122,244.05
10-15	Various Public Improvements and Acquisition of Various Equipment	582,100.00
11-23	Various Public Improvements	<u>2,139,400.00</u>
		<u>\$ 2,962,740.91</u>

TOWNSHIP OF SPRINGFIELD

SWIMMING POOL UTILITY FUND

SCHEDULE OF SWIMMING POOL UTILITY CASH

	REF.	OPERATING FUND	
Balance, December 31, 2010	D	\$	486,539.31
Increased by Receipts:			
Membership Fees	D-3	\$	180,321.00
Rental	D-3		19,692.00
Fees Day Camp	D-3		157,520.00
Miscellaneous	D-3		39,855.88
Due Payroll Account	D-13		47,005.19
Due Current Fund	D-17		10,000.00
Due Swim Pool Capital Fund	Contra		15,000.00
			<u>469,394.07</u>
		\$	<u>955,933.38</u>
Decreased by Disbursements:			
2011 Appropriations	D-4	\$	319,703.71
Appropriation Reserves	D-7		6,880.09
Due Payroll Account	D-13		37,070.94
Current Fund Anticipated Revenue	D-2		10,000.00
Due Swim Pool Capital Fund	Contra		267.76
			<u>373,922.50</u>
Balance, December 31, 2011	D	\$	<u><u>582,010.88</u></u>
CAPITAL FUND			
Balance, December 31, 2010	D	\$	132,125.87
Increased by Receipts:			
Bond Anticipation Note	D-9	\$	225,000.00
Capital Improvement Fund	D-12		15,000.00
Due General Capital	D-15		220,042.82
Due Swim Pool Operating Fund	Contra		267.76
			<u>460,310.58</u>
		\$	<u>592,436.45</u>
Decreased by Disbursements:			
Due Swim Pool Operating Fund	Contra	\$	15,000.00
Due Current Fund	D-17		225,000.00
Contracts Payable	D-18		220,042.82
			<u>460,042.82</u>
Balance, December 31, 2011	D	\$	<u><u>132,393.63</u></u>

TOWNSHIP OF SPRINGFIELD

SWIM POOL UTILITY CAPITAL FUND

SCHEDULE OF FIXED CAPITAL AUTHORIZED AND UNCOMPLETED

<u>ORDINANCE NUMBER</u>	<u>IMPROVEMENT DESCRIPTION</u>	<u>DATE</u>	<u>ORDINANCE AMOUNT</u>	<u>BALANCE DECEMBER 31, 2010</u>	<u>TRANSFERRED TO FIXED CAPITAL</u>	<u>CANCELLED</u>	<u>BALANCE DECEMBER 31, 2011</u>
00-17	Improvements to Swimming Pool	08/08/00	\$ 51,500.00	\$ 47,125.60	\$	\$	\$ 47,125.60
03-26	Improvements of the Municipal Pool	10/14/03	120,000.00	120,000.00			120,000.00
05-18	Various Improvements of the Municipal Pool	08/23/06	107,000.00	107,000.00	106,881.23	118.77	
07-14	Various Improvements of the Municipal Pool	08/14/07	112,500.00	112,500.00			112,500.00
10-40	Various Improvements of the Municipal Pool	12/14/10	240,000.00	240,000.00			240,000.00
				<u>\$ 626,625.60</u>	<u>\$ 106,881.23</u>	<u>\$ 118.77</u>	<u>\$ 519,625.60</u>
			<u>REF.</u>	D	D-19	D-8	D

TOWNSHIP OF SPRINGFIELD

SWIMMING POOL UTILITY FUND

SCHEDULE OF 2010 APPROPRIATION RESERVES

	<u>BALANCE DECEMBER 31, 2010</u>	<u>BALANCE AFTER TRANSFERS</u>	<u>EXPENDED</u>	<u>BALANCE LAPSED</u>
<u>Operating:</u>				
Salaries and Wages	\$ 37,711.99	\$ 37,711.99	\$	37,711.99
Other Expenses	31,277.61	36,012.29	6,880.09	29,132.20
<u>Statutory Expenditures:</u>				
Contribution to:				
Social Security System	<u>3,550.00</u>	<u>3,550.00</u>	<u> </u>	<u>3,550.00</u>
	<u>\$ 72,539.60</u>	<u>\$ 77,274.28</u>	<u>\$ 6,880.09</u>	<u>\$ 70,394.19</u>
	<u>REF.</u>	<u>D</u>	<u>D-5</u>	<u>D-2</u>
Appropriation Reserves		\$ 72,539.60		
Transferred from Accounts Payable		<u>4,734.68</u>		
		<u>\$ 77,274.28</u>		

TOWNSHIP OF SPRINGFIELD

SWIMMING POOL UTILITY CAPITAL FUND

SCHEDULE OF IMPROVEMENT AUTHORIZATIONS

ORDINANCE NUMBER	IMPROVEMENT DESCRIPTION	DATE	AMOUNT	BALANCE DECEMBER 31, 2010		PAID OR CHARGED	IMPROVEMENT AUTHORIZATION CANCELED	BALANCE DECEMBER 31, 2011	
				FUNDED	UNFUNDED			FUNDED	UNFUNDED
00-17	Improvements to Swimming Pool	08/08/00	51,500.00 \$	2,530.84 \$	\$	\$	\$	2,530.84 \$	
03-26	Improvements of the Municipal Pool	10/14/03	120,000.00		4,855.29				4,855.29
05-18	Various Improvements of the Municipal Pool	08/23/06	107,000.00		6,994.48	6,875.71	118.77		
07-14	Various Improvements of the Municipal Pool	08/14/08	112,500.00		24,651.89	7,231.47			17,420.42
10-40	Various Improvements of the Municipal Pool	12/14/10	240,000.00		240,000.00	213,515.64			26,484.36
			\$	<u>2,530.84</u>	<u>276,501.66</u> \$	<u>227,622.82</u> \$	<u>118.77</u> \$	<u>2,530.84</u> \$	<u>48,760.07</u>
			<u>REF.</u>	D	D	D-18		D	D

TOWNSHIP OF SPRINGFIELD

SWIMMING POOL CAPITAL FUND

SCHEDULE OF BOND ANTICIPATION NOTES

<u>ORDINANCE</u>	<u>IMPROVEMENT DESCRIPTION</u>	<u>DATE OF ISSUE OF ORIGINAL NOTE</u>	<u>DATE OF ISSUE</u>	<u>DATE OF MATURITY</u>	<u>INTEREST RATE</u>	<u>INCREASED</u>	<u>BALANCE DECEMBER 31, 2011</u>
10-40	Various Improvements to the Municipal Pool	08/12/11	08/12/11	08/12/12	1.50%	\$ <u>225,000.00</u>	\$ <u>225,000.00</u>
						\$ <u>225,000.00</u>	\$ <u>225,000.00</u>
					<u>REF.</u>	D-5	D

"D-10"

TOWNSHIP OF SPRINGFIELD

SWIMMING POOL UTILITY CAPITAL FUND

SCHEDULE OF RESERVE FOR DEFERRED AMORTIZATION

REF.

Balance, December 31, 2010 and
December 31, 2011

D

\$ 836,804.42

"D-11"

SCHEDULE OF DOWN PAYMENT ON IMPROVEMENTS

Balance, December 31, 2010 and
December 31, 2011

D

\$ 49.28

"D-12"

TOWNSHIP OF SPRINGFIELD

SWIMMING POOL UTILITY FUND

SCHEDULE OF CAPITAL IMPROVEMENT FUND

	<u>REF.</u>		
Balance, December 31, 2010	D	\$	4,243.89
Increased by:			
2011 Budget Appropriation	D-5		<u>15,000.00</u>
Balance, December 31, 2011	D	\$	<u><u>19,243.89</u></u>

"D-13"

SCHEDULE OF DUE PAYROLL ACCOUNT

Increased by:			
Cash Receipts	D-5	\$	47,005.19
Decreased by:			
Cash Disbursements	D-5		<u>37,070.94</u>
Balance, December 31, 2011 (Due To)	D	\$	<u><u>9,934.25</u></u>

"D-14"

SCHEDULE OF ACCOUNTS PAYABLE

Balance, December 31, 2010	D	\$	4,734.68
Increased by:			
2011 Budget Charges	D-4		<u>7,572.12</u>
		\$	12,306.80
Decreased by:			
Transferred to Appropriation Reserve	D-7		<u>4,734.68</u>
Balance, December 31, 2011	D	\$	<u><u>7,572.12</u></u>

"D-15"

TOWNSHIP OF SPRINGFIELD
SWIMMING POOL UTILITY CAPITAL FUND
SCHEDULE OF DUE GENERAL CAPITAL FUND

	<u>REF.</u>		
Balance, December 31, 2010 (Due to)	D	\$	424,231.00
Increased by:			
Cash Receipts	D-5		<u>220,042.82</u>
Balance, December 31, 2011 (Due to)	D	\$	<u><u>644,273.82</u></u>

"D-16"

SCHEDULE OF RESERVE FOR AMORTIZATION

Balance, December 31, 2010 and December 31, 2011	D	\$	<u><u>1,017,608.87</u></u>
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"D-18"

TOWNSHIP OF SPRINGFIELD
SWIMMING POOL UTILITY CAPITAL FUND
SCHEDULE OF CONTRACTS PAYABLE

	<u>REF.</u>		
Increased by:			
Improvement Authorizations	D-8	\$	227,622.82
Decreased by:			
Cash Disbursements	D-5		<u>220,042.82</u>
Balance, December 31, 2011	D	\$	<u><u>7,580.00</u></u>

"D-19"

ANALYSIS OF FIXED CAPITAL

Balance, December 31, 2010	D	\$	1,807,287.69
Increased by			
Transferred from Fixed Capital Authorized and Uncompleted	D-6		<u>106,881.23</u>
Balance, December 31, 2011	D	\$	<u><u>1,914,168.92</u></u>

"D-20"

TOWNSHIP OF SPRINGFIELD

SWIM POOL UTILITY CAPITAL FUND

SCHEDULE OF BONDS AUTHORIZED BUT NOT ISSUED

<u>ORDINANCE</u>	<u>DESCRIPTION</u>		BALANCE DECEMBER 31, <u>2011</u>
03-26	Improvements of the Municipal Pool	\$	120,000.00
05-18	Various Improvements of the Municipal Pool		106,881.23
07-14	Various Improvements of the Municipal Pool		112,500.00
10-40	Various Improvements of the Municipal Pool		<u>15,000.00</u>
		\$	<u><u>354,381.23</u></u>

TOWNSHIP OF SPRINGFIELD

SEWER UTILITY FUND

SCHEDULE OF CASH - COLLECTOR-TREASURER

	<u>REF.</u>	<u>OPERATING</u>		<u>CAPITAL</u>	
Balance, December 31, 2010	E	\$	26,596.56	\$	2,500.01
Increased by Receipts:					
Sewer Charges	E-2; E-6	\$	246,159.23	\$	
Miscellaneous Fees	E-2		19,739.30		
Deficit (General Budget)	E-2		30,992.68		
Due Sewer Capital Fund	Contra		<u>0.01</u>		
			296,891.22		
		\$	<u>323,487.78</u>	\$	<u>2,500.01</u>
Decreased by Disbursements:					
Due Sewer Operating Fund	Contra	\$		\$	0.01
Due Current Fund	E-6;E-7		<u>323,487.78</u>		<u>2,500.00</u>
		\$	<u><u>323,487.78</u></u>	\$	<u><u>2,500.01</u></u>

"E-5"

TOWNSHIP OF SPRINGFIELD
SEWER UTILITY FUND
SCHEDULE OF DUE CURRENT FUND

	<u>REF.</u>		
Balance, December 31, 2010 (Due From)	E	\$	57,799.41
Increased by:			
Cash Disbursements	E-3		<u>323,487.78</u>
			381,287.19
Decreased by:			
Transferred to Current Fund	E-1	\$	<u><u>381,287.19</u></u>

"E-6"

SCHEDULE OF CONSUMER ACCOUNTS RECEIVABLE

Balance, December 31, 2010	D	\$	247,110.04
Deceased by:			
Cash Receipts	E-1;E-3	\$	246,159.23
Overpayments Applied	E-1; E-8		271.01
Cancelled			<u>679.80</u>
		\$	<u><u>247,110.04</u></u>

TOWNSHIP OF UNION

SEWER UTILITY FUND

SCHEDULE OF CAPITAL IMPROVEMENT FUND
SEWER UTILITY CAPITAL FUND

	<u>REF.</u>		
Balance, December 31, 2010	E	\$	2,500.00
Decreased by:			
Cancelled	E-3	\$	<u>2,500.00</u>

TOWNSHIP OF SPRINGFIELD
SEWER UTILITY FUND
SCHEDULE OF SEWER USE OVERPAYMENTS

	<u>REF.</u>		
Balance, December 31, 2010	E	\$	271.01
Decreased by:			
Applied	E-2	\$	<u>271.01</u>
		\$	<u><u>271.01</u></u>

TOWNSHIP OF SPRINGFIELD

SEWER UTILITY FUND

SCHEDULE OF ACCOUNTS PAYABLE

	<u>REF.</u>		
Balance, December 31, 2010	E	\$	8,146.20
Decreased by:			
Transferred to Appropriations Reserves	E-4	\$	<u>8,146.20</u>

TOWNSHIP OF SPRINGFIELD

PUBLIC ASSISTANCE TRUST FUND

SCHEDULE OF PUBLIC ASSISTANCE CASH-TREASURER

	<u>REF.</u>		<u>P.A.T.F. I</u>	<u>FUND TOTAL</u>
Balance, December 31, 2010	F	\$	9,573.28 \$	9,573.28
Increased by:				
Interest			<u>36.28</u>	<u>36.28</u>
Balance, December 31, 2011	F	\$	<u>9,573.28 \$</u>	<u>9,573.28</u>

TOWNSHIP OF SPRINGFIELD

PUBLIC ASSISTANCE TRUST FUND

SCHEDULE OF PUBLIC ASSISTANCE CASH AND
RECONCILIATION PER N.J.S.A. 40A:5-5

	<u>REF.</u>		
Balance, December 31, 2011		\$	9,609.56
Increased by:			
Interest			<u>12.28</u>
Balance, June 30, 2012	F-1	\$	<u><u>9,621.84</u></u>

RECONCILIATION - JUNE 30, 2012

P.A.T.F. I
ACCOUNT
TOTAL

Balance on Deposit Per Statement of: Investors Bank: A/C # 239901752		\$	<u>9,621.84</u>
Balance, June 30, 2012		\$	<u><u>9,621.84</u></u>

TOWNSHIP OF SPRINGFIELD

PUBLIC ASSISTANCE TRUST FUND

SCHEDULE OF PUBLIC ASSISTANCE CASH AND
RECONCILIATION FOR THE YEAR ENDED DECEMBER 31, 2011

Balance, December 31, 2010	\$	9,573.28
Increased by:		
Cash Receipts		<u>36.28</u>
Balance, December 31, 2011	\$	<u><u>9,609.56</u></u>

RECONCILIATION - DECEMBER 31, 2011

P.A.T.F. I
ACCOUNT
TOTAL

Balance on Deposit Per Statement of:		
Investors Bank:		
A/C # 239901752	\$	<u>9,609.56</u>
Balance, December 31, 2011	\$	<u><u>9,609.56</u></u>

TOWNSHIP OF SPRINGFIELD

PUBLIC ASSISTANCE TRUST FUND

SCHEDULE OF PUBLIC ASSISTANCE REVENUES
FOR THE YEAR ENDED DECEMBER 31, 2011

	<u>P.A.T.F.</u> <u>ACCOUNT #1</u>	<u>FUND</u> <u>TOTAL</u>
Due Public Assistance Trust Fund II	\$ <u>36.28</u>	\$ <u>36.28</u>
Total Disbursements (P.A.T.F.)	\$ <u><u>36.28</u></u>	\$ <u><u>36.28</u></u>

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TOWNSHIP OF SPRINGFIELD

PART II

INDEPENDENT AUDITOR'S 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

SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS AND
STATE FINANCIAL ASSISTANCE

NOTES TO THE SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS
AND STATE FINANCIAL ASSISTANCE

SCHEDULE OF FINDINGS AND RECOMMENDATIONS REPORTED
UNDER GOVERNMENT AUDITING STANDARDS
FOR THE YEAR ENDED DECEMBER 31, 2011



SUPLEE, CLOONEY & COMPANY

CERTIFIED PUBLIC ACCOUNTANTS

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

The Honorable Mayor and Members
of the Township Committee
Township of Springfield
County of Union
Springfield, New Jersey 07081

We have audited the accompanying financial statements - regulatory basis of the Township of Springfield, County of Union, New Jersey as of and for the year ended December 31, 2011 and have issued our report thereon dated July 31, 2012. Our report disclosed that, as described in Note 1 to the financial statements, the Township of Springfield prepares its financial statements on a basis of accounting prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, that demonstrates compliance with a modified accrual basis and the budget laws of the State of New Jersey, which is a comprehensive basis of accounting other than U.S. generally accepted accounting principles. We conducted our audit in accordance with U.S. generally accepted auditing standards, audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

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

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

SUPLEE, CLOONEY & COMPANY

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the Township of Springfield's financial statements will not be prevented, or detected and corrected on a timely basis. We consider the deficiencies described in the accompanying Schedule of Findings to be material weaknesses (#11-01 and #11-02).

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Township of Springfield's financial statements - regulatory basis 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 instances of noncompliance or other matters that are required to be reported under Government Auditing Standards and audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs which is described in the accompanying Schedule of Findings as Item #11-03. We also noted immaterial instances of noncompliance which are discussed in Part III, General Comments and Recommendations Section of this report.

The Township of Springfield's response to the findings identified in our audit will be described in the Township's Corrective Plan on file in the Township Clerk's Office. We did not audit the Township's response and, accordingly, we express no opinion on it.

This report is intended solely for the information of the Township of Springfield, New Jersey, the Division of Local Government Services and federal and state audit agencies, and is not intended to be and should not be used by anyone other than these specified parties.


CERTIFIED PUBLIC ACCOUNTANTS


REGISTERED MUNICIPAL ACCOUNTANT NO. 50

July 31, 2012

TOWNSHIP OF SPRINGFIELD
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
 YEAR ENDED DECEMBER 31, 2011

FEDERAL GRANTOR/PASS THROUGH GRANTOR/PROGRAM TITLE	FEDERAL CFDA NUMBER	GRANTORS NUMBER	GRANT AWARD AMOUNT	GRANT PERIOD		RECEIVED 2011	EXPENDITURES 2011	CUMULATIVE EXPENDITURES DECEMBER 31, 2011
				FROM	TO			
<u>U.S. Department of Housing and Urban Development</u>								
<u>Pass Through From County of Union</u>								
Community Development Block Grant	14.218	10-287	\$ 10,636.00	9/1/10	8/31/11	\$ 10,636.00	\$ 7,090.67	\$ 10,636.00
Community Development Block Grant	14.218	10-174	25,000.00	9/1/10	8/31/11	-0-	25,000.00	25,000.00
Community Development Block Grant	14.218	11-287	9,572.00	9/1/11	8/31/12	-0-	3,190.67	3,190.67
Community Development Block Grant	14.218	11-174	15,000.00	9/1/11	8/31/12	-0-	-0-	-0-
						<u>10,636.00</u>	<u>35,281.34</u>	<u>38,826.67</u>
<u>U.S. Department of Homeland Security</u>								
Assistance to Firefighters Grant	97.044	EMW-2010-FO-06961	102,148.00	3/26/11	3/25/12	31,562.00	53,649.02	53,549.02
FY2010 Staff for Adequate Fire and Emergency Response Grant (SAFER)	97.044	EMW-2010-FF-00207	168,800.00	7/10/11	7/9/15	-0-	-0-	-0-
<u>Pass through State of New Jersey Office of Homeland Security and Preparedness Urban Areas Security Initiative (UASI)</u>								
	97.067	2006-GE-T6-0048	25,369.42	8/24/09	12/31/09	-0-	12,187.67	25,369.42
						<u>\$ 42,198.00</u>	<u>\$ 101,118.03</u>	<u>\$ 117,745.11</u>

TOWNSHIP OF SPRINGFIELD

SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE
YEAR ENDED DECEMBER 31, 2011

STATE GRANTOR/PROGRAM TITLE	STATE ACCOUNT NUMBER	GRANT PERIOD		GRANT AWARD AMOUNT	RECEIVED 2011	EXPENDITURES 2011	CUMULATIVE EXPENDITURES DECEMBER 31, 2011
		FROM	TO				
<u>Pass Through From County of Union</u>							
Drug and Alcohol Abuse Program-FY2008	08-ALL-111	1/1/08	12/31/08	\$ 27,766.00	\$ -0-	\$ -0-	\$ 11,038.55
Drug and Alcohol Abuse Program-FY2010	10-ALL-111	1/1/10	12/31/10	22,069.85	-0-	-0-	17,655.88
Drug and Alcohol Abuse Program-FY2011	11-ALL-111	1/1/11	12/31/11	22,863.26	22,863.26	22,863.26	22,863.26
					<u>22,863.26</u>	<u>22,863.26</u>	<u>51,557.69</u>
<u>Department of Environmental Protection</u>							
Clean Communities Program	4900-765-178900-60	1/01/10	12/31/10	24,151.75	-0-	4,993.54	24,151.75
Clean Communities Program	4900-765-178900-60	1/01/11	12/31/11	23,890.41	23,890.41	10,229.21	10,229.21
Recycling Tonnage - Prior Years	4900-752-042-4900		Continuous	190,276.09	57,540.80	39,663.78	51,598.72
Recycling Tonnage - 2011	4900-752-042-4900		Continuous	23,735.94	23,735.94	-0-	-0-
Stormwater Management	07-100-042-5850-118		Continuous	10,207.00	-0-	-0-	-0-
					<u>105,167.15</u>	<u>54,886.53</u>	<u>85,979.68</u>
<u>Department of Law and Public Safety</u>							
Driving While Intoxicated - Prior	1110-101-030000-129040		Continuous	13,340.44	-0-	1,069.78	5,473.18
Driving While Intoxicated - 2011	1110-101-030000-129040		Continuous	3,895.24	-0-	-0-	-0-
Body Armor Replacement Fund - Prior	1020-718-066-6120		Continuous	18,279.72	-0-	2,437.50	3,748.11
Body Armor Replacement Fund - 2011	1020-718-066-6120		Continuous	4,078.71	4,078.71	-0-	-0-
					<u>4,078.71</u>	<u>3,507.28</u>	<u>9,221.29</u>
<u>Department of Community Affairs</u>							
Alcohol Education and Rehabilitation Fund - Prior	9735-760-098-6020		Continuous	1,517.07	-0-	-0-	-0-
Alcohol Education and Rehabilitation Fund - 2011	9735-760-098-6020		Continuous	53.93	53.93	-0-	-0-
Farmer's Market Grant	3360-100-021-6131	1/1/07	12/31/07	400.00	-0-	249.22	400.00
Farmer's Market Grant	3360-100-021-6131	1/1/08	12/31/08	400.00	-0-	37.50	400.00
					<u>53.93</u>	<u>286.72</u>	<u>800.00</u>
<u>Department of Transportation</u>							
Linden Avenue	08-480-078-6320-AJZ-6010		Continuous	180,000.00	45,000.00	-0-	180,000.00
Milltown Road	10-480-078-6320-AKN-6010		Continuous	275,000.00	68,750.00	-0-	275,000.00
Briar Hills Circle	11-480-078-6320-AK3-6010		Continuous	190,000.00	-0-	174,480.00	174,480.00
					<u>113,750.00</u>	<u>174,480.00</u>	<u>629,480.00</u>
					<u>\$ 245,913.05</u>	<u>\$ 256,023.79</u>	<u>\$ 777,038.66</u>

TOWNSHIP OF SPRINGFIELD

NOTES TO THE SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS
AND STATE FINANCIAL ASSISTANCE

YEAR ENDED DECEMBER 31, 2011

NOTE 1. GENERAL

The accompanying schedules of expenditures of financial assistance present the activity of all federal and state financial assistance programs of the Township of Springfield, County of Union, New Jersey. All federal and state financial assistance received directly from federal or state agencies, as well as federal and state financial assistance passed through other government agencies is included on the Schedule of Expenditures of Federal Awards and State Financial Assistance.

NOTE 2. BASIS OF ACCOUNTING

The accompanying schedules of expenditures of financial assistance are presented on the prescribed basis of accounting, modified accrual basis with certain exceptions, prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, that demonstrates compliance with the budget laws of New Jersey, which is a comprehensive basis of accounting, other than generally accepted accounting principles. The basis of accounting, with exceptions, is described in Note 1 to the Township's financial statements - regulatory basis.

NOTE 3. RELATIONSHIP TO FEDERAL AND STATE FINANCIAL REPORTS

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

NOTE 4. RELATIONSHIP TO FINANCIAL STATEMENTS - REGULATORY BASIS

Amounts reported in the accompanying schedules agree with amounts reported in the Township's regulatory basis financial statements. These amounts are reported in either the Current Fund, General Capital Fund or Trust Other Fund.

Revenues:

	<u>Federal</u>	<u>State</u>	<u>Other</u>	<u>Total</u>
Current Fund	\$ 31,562.00	\$ 245,913.05	\$ 246,236.90	\$ 523,711.95
Trust Other Fund	<u>10,636.00</u>	<u> </u>	<u> </u>	<u>10,636.00</u>
	<u>\$ 42,198.00</u>	<u>\$ 245,913.05</u>	<u>\$ 246,236.90</u>	<u>\$ 534,347.95</u>

Expenditures:

	<u>Federal</u>	<u>State</u>	<u>Other</u>	<u>Total</u>
Current Fund	\$ 65,836.69	\$ 254,524.91	\$ 152,131.91	\$ 472,493.51
Trust Other Fund	35,281.34	<u> </u>	<u> </u>	35,281.34
Prior Year Accounts Payable Cancelled	<u> </u>	1,498.88	<u> </u>	<u>1,498.88</u>
	<u>\$ 101,118.03</u>	<u>\$ 256,023.79</u>	<u>\$ 152,131.91</u>	<u>\$ 509,273.73</u>

NOTE 5. OTHER

Matching contributions expended by the Township in accordance with terms of the various grants are not reported in the accompanying schedules.

TOWNSHIP OF SPRINGFIELD
UNION COUNTY, NEW JERSEY

SCHEDULE OF FINDINGS AND RECOMMENDATIONS REPORTED
UNDER GOVERNMENT AUDITING STANDARDS
FOR THE YEAR ENDED DECEMBER 31, 2011

Internal Control

#11-01 – General Ledger

A Current Fund General Ledger was not maintained in accordance with the provisions of N.J.A.C. 5:30-5.7. The Current Fund General Ledger is a permanent fiscal record which provides a summary of all financial transactions as they have been recorded in the books of original entry utilizing a double entry accounting system. Through the use of a general ledger, the books of original entry and supporting subsidiary ledgers, the financial statements would be prepared.

We recommend that a Current Fund General Ledger be accurately maintained.

#11-02 – Cash Receipts and Disbursement Journals

In support of the general ledger the municipality is required to maintain books of original entry such as cash receipts and cash disbursement books. While the Township has maintained, in varying degrees, some of the books of original entry, they were incomplete and inaccurate. This is evidenced by the numerous misclassified and misreported cash receipts and disbursements. To properly record these financial transactions, we had to trace the entries to original source documents, such as deposit slips or paid vouchers, which was very difficult and time consuming.

We recommend the detailed books of original entry be maintained.

Compliance

#11-03

As discussed in detail in finding #11-01 and #11-02, the Township of Springfield has significant deficiencies in the design and operation of its internal control over financial reporting and was not in compliance with the provisions of N.J.A.C. 5:30-5.7.

PART III

TOWNSHIP OF SPRINGFIELD

STATISTICAL DATA

LIST OF OFFICIALS

COMMENTS AND RECOMMENDATIONS

YEAR ENDED DECEMBER 31, 2011

COMPARATIVE STATEMENT OF OPERATIONS AND
CHANGE IN FUND BALANCE - CURRENT FUND

	<u>YEAR 2011</u>		<u>YEAR 2010</u>	
	<u>AMOUNT</u>	<u>%</u>	<u>AMOUNT</u>	<u>%</u>
<u>REVENUE AND OTHER INCOME REALIZED</u>				
Fund Balance Utilized	\$ 3,000,000.00	3.88%	\$ 2,556,000.00	3.48%
Miscellaneous-From Other Than Local				
Property Tax Levies	6,756,269.81	8.73%	6,287,141.45	8.56%
Collection of Delinquent Taxes and Tax				
Title Liens	493,874.30	0.64%	547,225.30	0.75%
Collection of Current Tax Levy	<u>67,112,451.64</u>	<u>86.75%</u>	<u>64,026,430.55</u>	<u>87.21%</u>
<u>Total Income</u>	<u>77,362,595.75</u>	<u>100.00%</u>	<u>73,416,797.30</u>	<u>100.00%</u>
<u>EXPENDITURES</u>				
Budget Expenditures:				
Municipal Purposes	28,383,838.97	38.15%	25,561,285.71	36.30%
County Taxes	12,587,963.39	16.92%	11,861,485.99	16.84%
Special Improvement District Taxes	136,212.95	0.18%		
Local and Regional School Taxes	33,193,539.50	44.62%	32,179,292.50	45.69%
Other Expenditures	<u>89,575.10</u>	<u>0.12%</u>	<u>821,156.42</u>	<u>1.17%</u>
<u>Total Expenditures</u>	<u>74,391,129.91</u>	<u>100.00%</u>	<u>70,423,220.62</u>	<u>100.00%</u>
Excess in Revenue	2,971,465.84		2,993,576.68	
Adjustments to Income Before Fund Balance:				
Expenditures Included above which are Deferred				
Charges to Budget of Succeeding Year	<u>246,302.00</u>		<u>328,636.46</u>	
Statutory Excess to Fund Balance	<u>3,217,767.84</u>		<u>3,322,213.14</u>	
Fund Balance, January 1	<u>4,678,290.12</u>		<u>3,912,076.98</u>	
	7,896,057.96		7,234,290.12	
Less: Utilization as Anticipated Revenue	<u>3,000,000.00</u>		<u>2,556,000.00</u>	
<u>Fund Balance, December 31</u>	<u>\$ 4,896,057.96</u>		<u>\$ 4,678,290.12</u>	

COMPARATIVE STATEMENT OF OPERATIONS
AND CHANGE IN FUND BALANCE - SWIMMING
POOL UTILITY OPERATING FUND

	<u>YEAR 2011</u>		<u>YEAR 2010</u>	
	<u>AMOUNT</u>	<u>%</u>	<u>AMOUNT</u>	<u>%</u>
<u>REVENUE AND OTHER INCOME REALIZED</u>				
Fund Balance Utilized	\$ 34,750.00	6.91%	\$ 58,000.00	10.20%
Membership Fees	337,841.00	67.23%	346,062.50	60.84%
Miscellaneous From Other Than Membership Fees	<u>129,942.07</u>	<u>25.86%</u>	<u>164,746.36</u>	<u>28.96%</u>
<u>Total Income</u>	<u>502,533.07</u>	<u>100.00%</u>	<u>568,808.86</u>	<u>100.00%</u>
<u>EXPENDITURES</u>				
Budget Expenditures:				
Operating	331,000.00	91.25%	348,000.00	88.01%
Deferred Charges and Statutory Expenditures			29,648.00	7.50%
Capital Improvements	15,000.00	4.14%	1,000.00	0.25%
Debt Service	<u>16,750.00</u>	<u>4.62%</u>	<u>16,750.00</u>	<u>4.24%</u>
<u>Total Expenditures</u>	<u>362,750.00</u>	<u>100.01%</u>	<u>395,398.00</u>	<u>100.00%</u>
Excess in Revenue	139,783.07		173,410.86	
Fund Balance, January 1	<u>212,906.03</u>		<u>217,495.17</u>	
	352,689.10		390,906.03	
Less:				
Fund Balance Utilized	34,750.00		58,000.00	
Payment to Current Fund as Anticipated Revenue	<u>10,000.00</u>		<u>120,000.00</u>	
Fund Balance, December 31	\$ <u>307,939.10</u>		\$ <u>212,906.03</u>	

STATEMENT OF OPERATIONS AND
CHANGE IN FUND BALANCE-SEWER UTILITY FUND

	YEAR ENDED DECEMBER 31, 2011		YEAR ENDED DECEMBER 31, 2010	
	<u>AMOUNT</u>	<u>%</u>	<u>AMOUNT</u>	<u>%</u>
<u>REVENUE AND OTHER INCOME REALIZED</u>				
Collection of Sewer Use Charges	\$ 246,430.24	64.63%	\$ 2,083,740.99	99.80%
Miscellaneous - From Other Than Sewer Rents	<u>134,856.95</u>	<u>35.37%</u>	<u>4,266.33</u>	<u>0.20%</u>
<u>TOTAL INCOME</u>	<u>\$ 381,287.19</u>	<u>100.00%</u>	<u>\$ 2,088,007.32</u>	<u>100.00%</u>
<u>EXPENDITURES</u>				
Budget Expenditures:				
Operating	\$		\$ 2,099,000.00	99.06%
Capital Improvements			2,500.00	0.12%
Deferred Charges and Statutory Expenditures			<u>17,500.00</u>	<u>0.83%</u>
<u>TOTAL EXPENDITURES</u>	<u>\$</u>	<u></u>	<u>\$ 2,119,000.00</u>	<u>100.01%</u>
Excess in Revenue	\$ 381,287.19			
Operating Deficit to be Raised in Budget of Succeeding Year			\$ <u>(30,992.68)</u>	
Less: Transferred to Current Fund	\$ <u>381,287.19</u>			

COMPARATIVE SCHEDULE OF TAX RATE INFORMATION

	<u>2011</u>	<u>2010</u>	<u>2009</u>
<u>Tax Rate</u>	<u>\$6.114</u>	<u>\$5.771</u>	<u>\$5.617</u>
Apportionment of Tax Rate:			
Municipal	1.873	1.725	1.778
Municipal Library	0.087		
County	1.094	1.019	0.945
County Open Space	0.040	0.041	0.042

ASSESSED VALUATIONS:

2011	<u>\$1,110,094,577.00</u>		
2010		<u>\$1,100,810,619.00</u>	
2009			<u>\$1,104,264,878.00</u>

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.

<u>YEAR</u>	<u>TAX LEVY</u>	<u>CURRENTLY</u>	
		<u>CASH COLLECTION</u>	<u>PERCENTAGE OF COLLECTIONS</u>
2011	\$67,881,993.26	\$67,181,451.64	98.96%
2010	64,609,404.51	64,026,430.55	99.09%
2009	62,057,319.57	61,665,500.67	99.36%

DELINQUENT TAXES AND TAX TITLE LIENS

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

<u>YEAR</u>	<u>AMOUNT OF TAX TITLE LIENS</u>	<u>AMOUNT OF DELINQUENT TAXES</u>	<u>TOTAL DELINQUENT</u>	<u>PERCENTAGE OF TAX LEVY</u>
2011	-0-	\$700,828.20	\$700,828.20	1.03%
2010	-0-	495,394.95	495,394.95	0.77%
2009	-0-	547,225.30	547,225.30	1.05%

PROPERTY ACQUIRED BY TAX TITLE LIEN LIQUIDATION

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

<u>YEAR</u>	<u>AMOUNT</u>
2011	\$ -0-
2010	-0-
2009	67,035.00

COMPARATIVE SCHEDULE OF FUND BALANCES

	<u>YEAR</u>	<u>BALANCE DECEMBER 31,</u>	<u>UTILIZED IN BUDGET OF SUCCEEDING YEAR</u>
Current Fund	2011	\$4,896,057.96	\$2,893,406.00
	2010	4,678,290.12	3,000,000.00
	2009	3,912,076.98	2,556,000.00
	2008	3,752,476.16	2,463,000.00
	2007	4,936,810.06	3,275,000.00

	<u>YEAR</u>	<u>BALANCE DECEMBER 31,</u>	<u>UTILIZED IN BUDGET OF SUCCEEDING YEAR</u>
Swim Pool Utility Fund	2011	\$307,939.10	\$88,700.00
	2010	212,906.03	34,750.00
	2009	217,495.17	58,000.00
	2008	169,107.64	70,476.00
	2007	230,634.70	143,098.00

OFFICIALS IN OFFICE AND SURETY BONDS

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

<u>NAME</u>	<u>TITLE</u>	<u>AMOUNT</u>	<u>NAME OF CORPORATE SURETY</u>
Hugh Keffer	Mayor	*	
David Amlen	Committeeman	*	
Jerry Fernandez	Committeeman	*	
Mark Krauss	Committeeman	*	
Richard Huber	Committeeman	*	
Anthony Cancro	Township Administrator	*	
Linda Donnelly	Township Clerk	*	
Mary Jo Walsh	Tax Collector/Tax Search Officer	\$ 200,000.00	Selective Insurance
Michael Quick	Treasurer/Chief Financial Officer	\$1,000,000.00	Selective Insurance
Jonathan Rosenbluth	Magistrate	\$ 15,000.00	Selective Insurance
Mary Jo Banchansky	Court Administrator	\$ 15,000.00	Selective Insurance
Rebecca McCarthy	Deputy Court Administrator	\$ 15,000.00	Selective Insurance
Carol Bonosky	Dep. Assistant Court Clerk	\$ 15,000.00	Selective Insurance
Howard Egenberg	Prosecutor	*	
Bruce Bergen	Attorney	*	
John Risso	Construction Code Official to 06/30/11	*	
Jerome Eger	Construction Code Official from 07/01/11	*	
Edward Galante	Tax Assessor	*	
John Cook	Police Chief from 08/09/11	*	
James Sanford	Fire Chief	*	

*Public employees, including those covered by an individual bond, are cover by a blanket performance bond of the Statewide Insurance Fund in force covering each employee for \$1,000,000.00.

All of the bonds were examined and were properly executed.

COMMENTS AND RECOMMENDATIONS

GENERAL COMMENTS

CONTRACTS AND AGREEMENTS REQUIRED TO BE ADVERTISED FOR (N.J.S.A. 40A:11-4)

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 terms of Section 3 of this act, shall be made or awarded only by the governing body of the contracting unit after public advertising for 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 the amount set forth in or the amount calculated by the Governor pursuant to Section 3 of P.L. 1971 c.198 (C.40A:11-3), except by contract or agreement.

Effective January 1, 2011, the bid threshold in accordance with N.J.S.A. 40A:11-4 is \$17,500.00. The threshold can be increased to a maximum of \$36,000.00 if the entity employs a Qualified Purchasing Agent (QPA). On April 26, 2011 the Township entered into a Interlocal Agreement with the Township of Maplewood to utilize their QPA and to increase the Township of Springfield's bid threshold to \$36,000.00

The governing body of the Municipality has the responsibility of determining whether the expenditures in any category will exceed \$36,000.00 within the fiscal year. Where question arises as to whether any contract or agreement might result in violation of the statute, the Township Attorney's opinion should be sought before a commitment is made.

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

- Road Improvements
- Construction of Handicapped Curb Ramps
- Emergency Back-up Generator
- Fire Pumper
- Playground Equipment
- Basketball Court Improvements
- Installation of WiMax
- Demolition of Buildings
- Drainage Ditch Stabilization
- Swim Pool Improvements

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

Our examination of expenditures did not reveal any individual payments, contracts or agreements in excess of \$36,000.00 for the performance of any work or the furnishing or hiring of any materials or supplies, other than those where bids had been previously sought by public advertisement or where a resolution had been previously adopted under the provisions of N.J.S.A. 40A:11-6.

CONTRACTS AND AGREEMENTS REQUIRED TO BE ADVERTISED FOR N.J.S.A. 40A:11-4
(CONTINUED)

The minutes indicate that resolutions were adopted authorizing the awarding of contracts or agreements for "Professional Services" as required by N.J.S.A. 40:11-14:

Bond Counsel
Planning Services
Auditor
Engineering Services
Labor Counsel
Legal Services
Insurance Broker/Consultant

COLLECTION OF INTEREST ON DELINQUENT TAXES AND ASSESSMENTS

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

The governing body on January 2, 2011 adopted the following resolution authorizing interest to be charged on delinquent taxes and assessments:

"NOW, THEREFORE, BE IT RESOLVED, by the Township Committee of the Township of Springfield that the rate of interest to be charged for the non-payment of taxes or assessments when payments become delinquent shall be eight (8%) for amounts up to and including \$1,500.00 and eighteen (18%) per cent for amounts of \$1,501.00 and over per annum for the year 2011;

BE IT FURTHER RESOLVED, by the Township Committee of the Township of Springfield that in addition to the interest stated in the foregoing paragraph, a penalty shall be charged for taxpayers with a delinquency in excess of \$10,000.00 at the end of the calendar year six (6%) per cent of the amount of the delinquency for the year 2011;

BE IT FURTHER RESOLVED, that the grace period of ten (10) calendar days will be allowed within which an installment of taxes or assessments may be received without additional charge of interest as provided by Chapter 105, Laws of 1965."

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

VERIFICATION OF DELINQUENT TAXES AND OTHER CHARGES

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

<u>TYPE</u>	
Payments of 2011 Taxes	25
Payments of 2010 Taxes	25
Delinquent Taxes	25

TAX TITLE LIENS

The last tax sale was held on October 12, 2011 and was complete.

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

<u>YEARS</u>	<u>NUMBER OF LIENS</u>
2007-2011	-0-

It is essential to good management that all means provided by statute be utilized to liquidate tax title liens in order to get such properties back on a tax paying basis.

OTHER COMMENTS

Interfund Balances

Transactions invariably occur in one fund which require a corresponding entry to be made in another fund, thus creating interfund balances. Reference to the various balance sheets show the interfund balances remaining at year end. As a general rule all interfund balances should be closed out as of the end of the year. It is the Township's policy to review and liquidate all interfund balances on a periodic basis.

OTHER COMMENTS (CONTINUED)

Treasurer

The balance on deposit in the Payroll Agency Bank Account was not analyzed on a monthly basis.

There are two grant receivable balances at December 31, 2011 that have had no activity in 2011. These balances should be reviewed for collectability.

The Net Payroll Bank Account was not reconciled on a monthly basis.

Township Clerk

The minutes of the meetings of the Township Committee were not completed on a timely basis. As of the date of this audit several meeting minutes were unavailable for audit.

Departments

We noted that Fees and Permits collected by the Police Departments were not remitted to the Treasurer on a monthly basis.

RECOMMENDATIONS

*That a current fund general ledger be accurately maintained and reconciled to subsidiary records and reports.

*That detailed summarized books of original entry be maintained.

That the Net Payroll bank reconciliation be prepared on a monthly basis.

That the balance on deposit in the Payroll Agency Account be analyzed on a monthly basis.

The all minutes of the meetings of the Township Committee be prepared on a timely basis and be made available for audit.

That the Fees and Permits collected by the Police Departments be remitted to the Treasurer on a monthly basis.

That inactive grant receivable balances be reviewed for collectability.

* Unresolved 2010 Audit Recommendations

