

**CITY OF ELIZABETH**

Financial Statements  
with Additional Financial Information

June 30, 2008

(With Independent Auditor's Report Thereon)

# CITY OF ELIZABETH

## Table of Contents

<b>Part I</b>		<b>Page</b>
	Independent Auditor's Report	1
	Report on Internal Control over Financial Reporting and on Compliance Based on an Audit of Financial Statements Performed in Accordance with <u>Government Auditing Standards</u>	2-3
	Report on Compliance with Requirements Applicable to Each Major Program and Internal Control Over Compliance in Accordance with OMB Circular A-133 and State of New Jersey OMB Circular 04-04	4-5
	Schedule of Findings and Questioned Costs	6-13
	Summary Schedule of Prior Year federal and State Single Audit Findings	14-15
<b>Exhibit</b>		
	<b>Financial Statements</b>	
	<i>Current Fund</i>	
A	Balance Sheet	17
A-1	Statement of Operations and Changes in Fund Balance	18
A-2	Statement of Revenues	19-22
A-3	Statement of Expenditures	23-28
	<i>Trust Funds</i>	
B	Balance Sheet	29-30
	<i>General Capital Fund</i>	
C	Balance Sheet	31
C-1	Statement of Fund Balance	32
	<i>Water Utility Funds</i>	
D	Balance Sheet	33-34
D-1	Statement of Operations and Changes in Fund Balance	35
D-2	Statement of Revenues	36
	<i>Sewer Utility Funds</i>	
E	Balance Sheet	37-38
E-1	Statement of Operations and Changes in Fund Balance	39
E-2	Statement of Fund Balance – Capital Fund	40
E-3	Statement of Revenues	41
E-4	Statement of Expenditures	42

# CITY OF ELIZABETH

## Table of Contents

<b>Part I</b>		<b>Page</b>
	<i>General Fixed Assets Account Group</i>	
F	Statement of General Fixed Assets	43
	<b>Notes to Financial Statements</b>	44-64
	<b>Additional Financial Information</b>	
	Independent Auditor's Report on Additional Financial Information	66
 <b>Exhibit</b>		
	<i>Current Fund</i>	
A-4	Schedule of Current Cash – Treasurer	67
A-5	Schedule of Due from State of New Jersey – Senior Citizen's and Veterans' Deductions	68
A-6	Schedule of Taxes Receivable and Analysis of Property Tax Levy	69
A-7	Schedule of Tax Title Liens Receivable	70
A-8	Schedule of Property Acquired for Taxes	71
A-9	Schedule of Revenue Accounts Receivable	72
A-10	Schedule of Interfund Accounts Receivable (Payable)	73
A-11	Schedule of Appropriation Reserves	74-77
A-12	Schedule of Accounts Payable	78
A-13	Schedule of Reserve for Special Purposes	79
A-14	Schedule of County Taxes Payable	80
A-15	Schedule of Special District Taxes Payable	81
A-16	Schedule of Local District School Taxes	82
A-17	Schedule of Encumbrances Payable	83
A-18	Schedule of Miscellaneous Payables and Deposits	84
A-19	Schedule of Miscellaneous Receivables	85
A-20	Schedule of Due to Current Fund – Federal and State Grant Fund	86
A-21	Schedule of Appropriated Grant Reserves – Federal and State Grant Fund	87-90
A-22	Schedule of Grants Receivable – Federal and State Grant Fund	91-94

# CITY OF ELIZABETH

## Table of Contents

<b>Part I</b>		<b>Page</b>
	<b><i>Trust Funds</i></b>	
B-1	Schedule of Cash – Treasurer	95
B-2	Schedule of UDAG Loans Receivable – Urban Development Action Grant Fund	96
B-3	Schedule of Reserve for UDAG Loans Receivable – Urban Development Action Grant Fund	97
B-4	Schedule of Reserves for Special Purposes – General Trust Funds	98-99
B-5	Schedule of to Current Fund – Community Development Block Grant Fund	100
B-6	Schedule of Due to State of New Jersey – Dog License Fund	101
B-7	Schedule of Due to Current Fund – Dog License Fund	102
B-8	Schedule of Grants Receivable – Other Federal Grant Funds	103
B-9	Schedule of Reserve for Grants – Other Federal Grant Funds	104
B-10	Schedule of Federal Grants Receivable – Community Development Block Grant Fund	105
B-11	Schedule of Reserve for Community Development Block Grant – Community Development Block Grant Fund	106
B-12	Schedule of Due from Urban Development Action Grant Fund – Other Federal Grant Funds	107
B-13	Schedule of Accounts Payable – Community Development Block Grant Fund	108
B-14	Schedule of Reserve for Program Income – Community Development Block Grant Fund	109
B-15	Schedule of Due from Elizabeth Development Corp – Community Development Block Grant Fund	110
B-16	Schedule of Account Payable – Urban Development Action Grant Fund	111
B-17	Schedule of Due from Trustee – General Trust Fund	112
B-18	Schedule of Due from Current Fund – General Trust Fund	113
B-19	Schedule of Reserve in Dog License Fund	114
B-20	Schedule of Reserve for Police Off Duty	115
	<b><i>General Capital Fund</i></b>	
C-2	Schedule of Cash – Treasurer	116
C-3	Schedule of Analysis of Capital Cash	117-118
C-4	Schedule of General Serial Bonds	119-121
C-5	Schedule of Waterfront Park Loan Receivable	122
C-6	Schedule of Interfund Accounts Receivable	123
C-7	Schedule of Deferred Charges to Future Taxation-Funded	124
C-8	Schedule of Deferred Charges to Future Taxation-Unfunded	125
C-9	Schedule of Reserve for Bond Sale Expense	126
C-10	Schedule of Due from Port Authority	127
C-11	Schedule of Improvement Authorizations	128-129
C-12	Schedule of Capital Improvement Fund	130
C-13	Schedule of Reserve for Retirement of Debt	131
C-14	Schedule of Bond Anticipation Notes Payable	132
C-15	Schedule of Bonds and Notes Authorized but not Issued	133
C-16	Schedule of Due from Union County Improvement Authority	134
C-17	Schedule of Loans Payable	135-138
C-18	Schedule of Due from Department of Environmental Protection	139

# CITY OF ELIZABETH

## Table of Contents

<b>Part I</b>		<b>Page</b>
C-19	Schedule of Due form Department of Transportation	140
	<i><b>Water Utility Fund</b></i>	
D-3	Schedule of Cash	141
D-4	Schedule of Analysis of Capital Cash – Water Utility Capital Fund	142
D-5	Schedule of Reserve for Customer Deposits – Water Utility Trust Fund	143
D-6	Schedule of Reserve for Capital Expenditures	144
D-7	Schedule of Improvement Authorizations – Water Utility Capital Fund	145
D-8	Schedule of Capital Improvement Fund – Water Utility Capital Fund	146
D-9	Schedule of Water Liens Receivable – Water Utility Operating Fund	147
D-10	Schedule of Schedule of Reserve for Deferred Amortization – Water Utility Capital Fund	148
D-11	Schedule of Interfund Accounts Receivable (Payable) – Water Utility Operating Fund	149
D-12	Schedule of Fixed Capital – Water Utility Capital Fund	150
D-13	Schedule of Fixed Capital Authorized and Uncompleted – Water Utility Capital Fund	151
D-14	Schedule of Retained Percentage Payable – Water Utility Capital Fund	152
D-15	Schedule of Accounts Payable – Water Utility Operating Fund	153
D-16	Schedule of Bonds and Notes Authorized but not Issued – Water Utility Capital Fund	154
D-17	Schedule of Reserve for Amortization – Water Utility Capital Fund	155
D-18	Schedule of Due to Liberty Water – Water Utility Operating Fund	156
D-19	Schedule of Due to Operating Fund – Water Utility Capital Fund	157
	<i><b>Sewer Utility Fund</b></i>	
E-5	Schedule of Cash – Treasurer	158
E-6	Schedule of Analysis of Sewer Utility Capital Cash – Sewer Utility Capital Fund	159
E-7	Schedule of Consumers’ Accounts Receivable – Sewer Utility Operating Fund	160
E-8	Schedule of Interfund Accounts Receivable (Payable) – Sewer Utility Operating Fund	161
E-9	Schedule of Fixed Capital – Sewer Utility Capital Fund	162
E-10	Schedule of Fixed Capital Authorized and Uncompleted – Sewer Utility Capital Fund	163

# CITY OF ELIZABETH

## Table of Contents

<b>Part I</b>		<b>Page</b>
E-11	Schedule of Reserve for Renewal and Replacement of Property, Plant, and Equipment – Sewer Utility Capital Fund	164
E-12	Schedule of 2006 Appropriation Reserves – Sewer Utility Operating Fund	165
E-13	Schedule of Accounts Payable – Sewer Utility Operating Fund	166
E-14	Schedule of Due from General Capital Fund – Sewer Utility Capital Fund	167
E-15	Schedule of Accrued Interest on Bonds and Notes – Sewer Utility Operating Fund	168
E-16	Schedule of Due from Trustee Environmental Infrastructure Trust and Fund Loans – Sewer Utility Capital Fund	169
E-17	Schedule of Serial Bonds – Sewer Utility Capital Fund	170
E-18	Schedule of Local Unit Bonds – Sewer Utility Capital Fund	171-172
E-19	Schedule of Improvement Authorizations – Sewer Utility Capital Fund	173
E-20	Schedule of Reserve for Amortization – Sewer Utility Capital Fund	174
E-21	Schedule of Reserve for Deferred Amortization – Sewer Utility Capital Fund	175
E-22	Schedule of Bonds and Notes Authorized but not Issued – Sewer Utility Capital Fund	176
E-23	Schedule of Environmental Infrastructure Loans Payable – Sewer Utility Capital Fund	177-182
E-24	Schedule of Sewer Liens Receivable – Sewer Utility Operating Fund	183
E-25	Schedule of Capital Improvement Fund – Sewer Utility Capital Fund	184
E-26	Schedule of Schedule of Encumbrances Payable – Sewer Utility Operating Fund	185
E-27	Schedule of Due from State of New Jersey – Wastewater Treatment Trust Fund – Sewer Utility Capital Fund	186
E-28	Schedule of Miscellaneous Rents Receivable – Sewer Utility Operating Fund	187
E-29	Schedule of Bond Sale Expense Payable – Sewer Utility Capital Fund	188
E-30	Schedule of State Grant Receivable – Sewer Utility Capital Fund	189
E-31	Schedule of Appropriated Reserve for State Grants – Sewer Utility Capital Fund	190
 <b><i>General Fixed Assets Account Group</i></b>		
F-1	Schedule of Changes in General Fixed Assets	191
 <b>Schedule</b>		
1	Schedule of Expenditures of Federal Awards	192-194
2	Schedule of Expenditures of State Financial Assistance	195-197
	Notes to Schedules of Expenditures of Awards	198

# CITY OF ELIZABETH

## Table of Contents

<b>Part I</b>	<b>Page</b>
<i>Supplementary Data</i>	
Comparative Schedule of Tax Rate Information	200
Comparison of Tax Levies and Collections Currently	200
Delinquent Taxes and Tax Title Liens	200
Property Acquired By Tax Title Lien Liquidation	201
Comparison of Sewer Utility Levies	201
Comparative Schedule of Fund Balances	201
Officials in Office and Surety Bonds	202
<b>Part II</b>	
General Comments	203-205
Status of Prior year Recommendations	206
Comments and Recommendations	206-207

# LOUIS C. MAI CPA & ASSOCIATES

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## Independent Auditor's Report

Mayor and Council  
City of Elizabeth:

We have audited the accompanying financial statements of the City of Elizabeth, New Jersey, as of and for the year ended June 30, 2008, as listed in the accompanying table of contents. These financial statements are the responsibility of the City's management. Our responsibility is to express opinions on these financial statements based on our audit.

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

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

In our opinion, because of the effects of the matter discussed in the preceding paragraph, the financial statements referred to above do not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the City of Elizabeth, New Jersey, as of June 30, 2008 and the results of its operations for the year then ended.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the City of Elizabeth, New Jersey, as of June 30, 2008 and the results of its operations for the year then ended on the basis of accounting described in note 1.

In accordance with Government Auditing Standards, we have also issued a report dated June 1, 2009 on our consideration of the City of Elizabeth's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grants and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards and should be considered in assessing the results of our audit.

*Louis C. Mai CPA & Associates*  
*Louis C. Mai*

Louis C. Mai, Registered Municipal Accountant  
No. CR00217

June 1, 2009

# ***LOUIS C. MAI CPA & ASSOCIATES***

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P.O. Box 624  
Pompton Plains, N.J. 07444

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## **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**

Mayor and Council  
City of Elizabeth:

We have audited the financial statements of City of Elizabeth, New Jersey, as of and for the year ended June 30, 2008, and have issued our report thereon dated June 1, 2009, which report expressed an adverse opinion in accordance with accounting principles generally accepted in the United States of America and an unqualified opinion on the basis of accounting practices prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey. We conducted our audit in accordance with auditing standards generally accepted in the United States of America, audit requirements as prescribed by the Division of Local Government Services, 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 City's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements but not for the purpose of expressing an opinion on the effectiveness of the City's internal control over financial reporting. Accordingly we do not express an opinion on the effectiveness of the City's internal control over financial reporting.

A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to initiate authorize, record, process, or report financial data reliably in accordance with accounting principle described in note 1 such that there is more than a remote likelihood that a misstatement of the entity's financial statements that is more than inconsequential will not be prevented or detected by the entity's internal control.

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

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above. However, we noted other matters involving internal control over financial reporting, which we have reported to management of the City of Elizabeth in the accompanying General Comments and Recommendations section of this report.

Compliance and Other Matters

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

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

*Louis C. Mai CPA & Associates*  
*Louis C. Mai*

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Louis C. Mai, Registered Municipal Accountant  
No. CR00217

June 1, 2009

## ***LOUIS C. MAI CPA & ASSOCIATES***

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### **Report on Compliance with Requirements Applicable to Each Major Program and on Internal Control Over Compliance in Accordance with OMB Circular A-133 and State of New Jersey OMB Circular 04-04**

Mayor and Council  
City of Elizabeth:

#### Compliance

We have audited the compliance of the City of Elizabeth, New Jersey, with the types of compliance requirements described in the U. S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement and the State of New Jersey OMB State Grant Compliance Supplement that are applicable to each of its major Federal or State of New Jersey programs for the year ended June 30, 2008. The City's major Federal and State of New Jersey programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major Federal and State of New Jersey programs is the responsibility of the City's management. Our responsibility is to express an opinion on the City's compliance based on our audit.

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

In our opinion, the City of Elizabeth, New Jersey, complied, in all material respects, with the requirements referred to above that are applicable to each of its major Federal and State of New Jersey programs for the year ended June 30, 2008.

#### Internal Control Over Compliance

The management of the City is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts and grants applicable to Federal and State of New Jersey programs. In planning and performing our audit, we considered the City's internal control over compliance with requirements that could have a direct and material effect on a major Federal or State of New Jersey program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the City's internal control over compliance.

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

A control deficiency in an entity's internal control over compliance exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect noncompliance with a type of compliance requirement of a Federal or State of New Jersey program on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to administer a Federal or State of New Jersey program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a Federal or State of New Jersey program that is more than inconsequential will not be prevented or detected by the entity's internal control. We consider the deficiencies in internal control over compliance described in the accompanying schedule of findings and questioned costs as items F08-01 to F08-06 for federal grants and S08-01 for State of New Jersey grants to be significant deficiencies.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material noncompliance with a type of compliance requirement of a Federal or State of New Jersey program will not be prevented or detected by the entity's internal control. We did not consider any of the deficiencies described in the accompanying schedule of findings and questioned costs to be material weakness.

The City's response to the findings identified in our audit are described in the accompanying corrective action plan. We did not audit The City's response and accordingly, we express no opinion on it.

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

*Louis C. Mai CPA & Associates*  
*Louis C. Mai*

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Louis C. Mai, Registered Municipal Accountant  
No. CR00217

June 1, 2009

**CITY OF ELIZABETH**

Schedule of Findings and Questioned Costs

Year ended June 30, 2008

**(1) Summary of Auditor's Results**

**FINANCIAL STATEMENTS**

- (a) The type of report issued on the financial statements:  
Adverse opinion in accordance with accounting principles generally accepted in the United States of America.

Unqualified opinion on the basis of accounting practices prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey.

- (b) Significant deficiencies in internal control were disclosed by the audit of the Financial Statements: None reported Material weaknesses: **No**

- (c) Noncompliance which is material to the financial statements: **No**

**FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE**

- (d) Significant deficiencies in internal control over Federal and State of New Jersey major programs:  
Federal F 08-01 to F 08-06 Material weaknesses: **No**

State S 08-01 Material weaknesses: **No**

- (e) The type of report issued on compliance for Federal and State of New Jersey major programs:  
Unqualified opinion for major Federal programs and unqualified for major state programs.

- (f) Any audit findings which are required to reported under Section 510(a) of OMB Circular A-133 or State of New Jersey OMB Circular 04-04: **Yes**

- (g) Major programs:

Federal:

#14.218	Community Development Block Grant
#14.241	Housing Opportunities for People with Aids
#20.205	Highway Planning and Construction
#10.559	Summer Food Service Program
#97.044	Assistance to Firefighters Grant

State of New Jersey:

#763-020-2830-009	Urban Enterprise Zone
#100-022-8020-101	Neighborhood Preservation- Balanced Housing

- (h) Dollar threshold used to distinguish between Type A and Type B programs:

Federal:	\$300,000
State:	\$300.000

- (i) Auditee qualified as a low-risk auditee under Section 530 of OMB Circular A-133: **No**

**(2) Findings Relating to the Financial Statements Reported in Accordance with *Government Auditing Standards*:**

None

**(3) Findings and Questioned Costs Relating to Federal Awards and State of New Jersey Awards:**

Federal Awards –F 08-01 to F 08-06  
State Financial Assistance – S 08-01

**See the following Federal and State findings.**

**City of Elizabeth**

Schedule of Federal and State Award Findings and Questioned Costs

June 30, 2008

**F 08-01 (Repeat of Prior Year)**

**Eligibility**

**Federal Program:**

Department of Housing and Urban Development

Housing Opportunities for Persons with AIDS (14.241)

**Criteria:** A person eligible for assistance under this program is one with AIDS or a related disease who is a low-income individual, as defined in 24 CFR section 574.3, and the person's family. The eligibility of those tenants who are admitted to the program should be determined by (1) obtaining a signed application that contained all the information needed to determine eligibility, income, rent and order of selection; and (2) obtaining third-party verifications or documentation of expected income, assets, unusual medical expenses and any other pertinent information.

**Condition:** The grantee did not have documentation to support verification eligibility as described above.

**Context:** Five (5) out of the five (5) participant files were incomplete.

**Effect:** The grantee could not document complete compliance with all of the grant requirements.

**Cause:** The grantee did not use the data base checklist developed to control the verification document requirements.

**Questioned Costs:** None

**Recommendation:** That the grantee should maintain all information to prove the participant's eligibility (i.e. application, income determination, rent stubs etc...) and the information should support the current database.

**Management's Response:** See management's corrective action plan.

## City of Elizabeth

### Schedule of Federal and State Award Findings and Questioned Costs

June 30, 2008

#### **F 08-02 (Repeat of Prior Year)**

#### **Housing Quality Standards**

#### **Federal Program:**

Department of Housing and Urban Development

Housing Opportunities for Persons with AIDS (14.241)

- Criteria:** All housing that involves acquisition, rehabilitation, conversion, lease, repair of facilities, new construction, project – or tenant-based rental assistance (including assistance for shared housing arrangements, and operating costs must meet various housing quality standards listed in 24 CFR sections 574.310(b)(1)-(2)
- Condition:** The grantee did not inspect all tenant based rental units on an annual basis.
- Context:** The grantee inspects housing units when the unit is first occupied and based upon complaints of the recipients.
- Effect:** The grantee did not control compliance with inspection requirements.
- Cause:** The grantee does not maintain a list of all units that are due for inspections or a list of which units have been inspected.
- Questioned Costs:** None.
- Recommendation:** That the grantee maintain a list of all units including the date of last inspection, date of required next inspections and the results of the inspection.
- Management's Response:** See management's corrective action plan.

**City of Elizabeth**

Schedule of Federal and State Award Findings and Questioned Costs

June 30, 2008

**F 08-03**

**Allowable Costs**

**Federal Program:**

Department of Housing and Urban Development  
Community Development Block Grant (14.218)

- Criteria:** CFR24: 570.207(b)(i) states that purchase of equipment is generally ineligible.
- Condition:** A vehicle was purchased for use by the Director of the Department of Planning and Community Development.
- Context:** There was only one vehicle purchased.
- Effect:** The grantee incurred additional costs for the non CDBG related costs..
- Cause:** A vehicle was purchased for economic development use without HUD approval.
- Questioned Costs:** The vehicle cost \$15,500 and the amount of non CDBG use is not known.
- Recommendation:** That the grantee should obtain HUD permission prior to purchasing any vehicles.
- Management's Response:** See management's corrective action plan.

## City of Elizabeth

### Schedule of Federal and State Award Findings and Questioned Costs

June 30, 2008

#### **F 08-04**

#### **Cash Management and Reporting**

#### **Federal Program:**

Department of Housing and Urban Development  
Community Development Block Grant (14.218)

- Criteria:** Cash management requires that funds not be drawn down in excess of immediate cash requirements.
- Condition:** The grantee drew down funds to pay for non program expenditures.
- Context:** The former program coordinator did not apply for draw downs of funds based upon the actual expenses to be paid with those funds.
- Effect:** The grantee had \$481,986 of CDBG funds available to pay for expenses of the Emergency Shelter Grant (ESG).
- Cause:** The former program coordinator inappropriately drew down CDBG funds by entering the ESG expenses into IDIS as charges against the CDBG program because of a belief that it was all commingled funding.
- Questioned Costs:** None.
- Recommendation:** That the grantee only draw down funds for immediate CDBG expenses and that they be allocated to the appropriate national objective and relate to immediate anticipated expenses.
- Management's Response:** See management's corrective action plan.

**City of Elizabeth**

Schedule of Federal and State Award Findings and Questioned Costs

June 30, 2008

**F 08-05**

**Subrecipient monitoring**

**Federal Program:**

Department of Housing and Urban Development  
Community Development Block Grant (14.218)

- Criteria:** CFR24 570.503(a) states that before disbursing any CDBG funds to a subrecipient, the recipient shall sign a written agreement with the subrecipient.
- Condition:** Disbursements were made to two subrecipients prior to having signed written agreements.
- Context:** Two of six subrecipients reviewed had disbursements made prior to having signed written agreements.
- Effect:** The grantee was exposed to changes in the final contract that could affect the funding amounts.
- Cause:** The approval process for payments to subrecipients does not include a requirement to verify the existence of a signed written agreement.
- Questioned Costs:** None.
- Recommendation:** That the grantee verifies the existence of a signed agreement with subrecipients prior to disbursing funds based upon sub recipient awards.
- Management's Response:** See management's corrective action plan.

**City of Elizabeth**

Schedule of Federal and State Award Findings and Questioned Costs

June 30, 2008

**F 08-06**

**Allowable Costs**

**Federal Program:**

Department of Housing and Urban Development  
Community Development Block Grant (14.218)

- Criteria:** That only actual authorized expenses be charged to the CDBG program.
- Condition:** The former program coordinator submitted petty cash expense reimbursements for local travel that were unsubstantiated and in excess of potential actual cost.
- Effect:** The CDBG program was charged for non allowable expenses.
- Cause:** The individual had access to the authorization stamp used to approve expenses and submitted the travel in amounts below \$50 for which no additional approval was required.
- Questioned Costs:** \$2,547.73.
- Recommendation:** That the recipient reimburse the CDBG program for the disallowed expenses, and that the control over the authorization stamp be strengthened.
- Management's Response:** See management's corrective action plan.

**City of Elizabeth**

Schedule of Federal and State Award Findings and Questioned Costs

June 30, 2008

**S 08-01 (Repeat of Prior Year)**

**Monitoring**

**State Program:**

Department of Commerce and Economic Development

Urban Enterprise Zone Assistance Fund (763-020-2830-009)

**Criteria:** According to the grant requirements, the grantee is required to monitor subrecipients for compliance with grant requirements.

**Condition:** The grantee does not monitor subrecipients for compliance with grant requirements.

**Context:** The grantee monitors the subrecipients for financial components and there is only one subrecipient that has prevailing wage requirements.

**Effect:** The monitoring procedures were not in compliance with the grant agreement.

**Cause:** The grantee does not review reports that are filed on behalf of the grantee by subrecipients; in addition the grantee does not monitor the subrecipient's compliance with prevailing wage laws.

**Questioned Costs:** None.

**Recommendation:** We recommend that all subrecipients be monitored for compliance with grant requirements.

**Management's Response:** See management's corrective action plan.

**CITY OF ELIZABETH**

Summary Schedule of Prior Year federal and State  
Single Audit Findings

June 30, 2008

**FEDERAL**

F04-01 ELIGIBILITY (HOPWA)

A similar finding is included in the SFY 2008 summary of findings and questioned costs.

F04-04 HOUSING QUALITY STANDARDS (HOPWA)

A similar finding is included in the SFY 2008 summary of findings and questioned costs.

F05-04 ELIGIBILITY (HOPWA)

A similar finding is included in the SFY 2008 summary of findings and questioned costs.

F05-06 HOUSING QUALITY STANDARDS (HOPWA)

A similar finding is included in the SFY 2008 summary of findings and questioned costs.

F06-01 ELIGIBILITY (HOPWA)

A similar finding is included in the SFY 2008 summary of findings and questioned costs.

F06-02 HOUSING QUALITY STANDARDS (HOPWA)

A similar finding is included in the SFY 2008 summary of findings and questioned costs.

F07-01 ELIGIBILITY (HOPWA)

A similar finding is included in the SFY 2008 summary of findings and questioned costs.

F07-02 HOUSING QUALITY STANDARDS (HOPWA)

A similar finding is included in the SFY 2008 summary of findings and questioned costs.

F07-03 REPORTING (SUMMER FOOD SERVICE PROGRAM)

Resolved in SFY 2008

**CITY OF ELIZABETH**

Summary Schedule of Prior Year federal and State  
Single Audit Findings

June 30, 2008

**STATE**

S05-02 MONITORING (UEZ)

A similar finding is included in the SFY 2008 summary of findings and questioned costs.

S06-01 MONITORING (UEZ)

A similar finding is included in the SFY 2008 summary of findings and questioned costs.

S07-01 MONITORING (UEZ)

A similar finding is included in the SFY 2008 summary of findings and questioned costs.

## FINANCIAL STATEMENTS

## CITY OF ELIZABETH

## Balance Sheet

## Current Fund

June 30, 2008

with comparative figures for 2007

Assets	Ref.	2008	2007
<b>Current Fund - Regular Fund:</b>			
Cash	A-4	\$ 42,638,720	43,345,934
Change funds		1,200	1,200
Due from State of New Jersey - Senior Citizens' and Veterans' deductions	A-5	<u>366,093</u>	<u>35,024</u>
		<u>43,006,013</u>	<u>43,382,158</u>
<b>Receivables and other assets with full reserves:</b>			
Delinquent property taxes receivable	A-6	6,061,979	5,979,972
Tax title liens receivable	A-7	636,488	673,894
Property acquired for taxes - assessed valuation	A-8	2,469,200	2,469,200
Revenue accounts receivable	A-9	5,766,415	8,902,720
Due from Community Development Block Grant Fund	A-10	—	463,163
Due from Trust Other	A-10	4,606	2,339
Due from General Capital Fund	A-10	33,328	30,972
Miscellaneous receivables	A-19	6,298	—
Due from Federal and State Grant Fund	A-20	<u>993,306</u>	<u>567,931</u>
		<u>15,971,620</u>	<u>19,090,191</u>
		<u>58,977,633</u>	<u>62,472,349</u>
<b>Federal and State Grant Fund:</b>			
Federal and State grants receivable	A-22	<u>19,302,953</u>	<u>12,068,925</u>
		<u>19,302,953</u>	<u>12,068,925</u>
Total assets	\$	<u><u>78,280,586</u></u>	<u><u>74,541,274</u></u>
<b>Liabilities, Reserves and Fund Balance</b>			
<b>Current Fund - Regular Fund:</b>			
Encumbrances payable	A-17	\$ 2,970,187	2,555,690
Appropriation reserves	A-3, A-11	9,816,485	7,795,082
Due to Community Development Block Grant Fund	A-10	25,347	—
Due to Dog FundFund	A-10	3,535	—
Accounts payable	A-12	736,385	1,099,934
Miscellaneous payables and deposits	A-18	598,300	563,583
Reserve for special purposes	A-13	<u>5,345,413</u>	<u>9,453,605</u>
		<u>19,495,652</u>	<u>21,467,894</u>
Reserve for receivables		15,971,620	19,090,191
Fund balance	A-1	<u>23,510,361</u>	<u>21,914,264</u>
		<u>58,977,633</u>	<u>62,472,349</u>
<b>Federal and State Grant Fund:</b>			
Unappropriated reserve			
Due to Current Fund	A-20	993,306	567,931
Appropriated grant reserves	A-21	<u>18,309,647</u>	<u>11,500,994</u>
		<u>19,302,953</u>	<u>12,068,925</u>
Total liabilities, reserves and fund balance	\$	<u><u>78,280,586</u></u>	<u><u>74,541,274</u></u>

See accompanying notes to financial statements.

## CITY OF ELIZABETH

Statement of Operations  
and Changes in Fund Balance

## Current Fund

Year ended June 30, 2008  
with comparative figures for 2007

	<u>2008</u>	<u>2007</u>
Revenue and other income realized:		
Fund balance utilized	\$ 20,000,000	19,000,000
Miscellaneous revenue realized	92,537,996	78,348,272
Receipts from delinquent taxes	5,385,942	3,938,747
Receipts from current taxes	160,768,228	153,430,494
Nonbudget revenue	7,752,371	2,437,089
Other credits to income:		
Unexpended balance of appropriation reserves	5,074,134	5,868,264
Cancelled appropriations	298,027	18,352
Miscellaneous reserves	—	80,601
Cancelled reserves	139,736	18,464
Interfunds returned	—	29,946
Senior Citizen and Veteran adjustment	375,278	—
Cancelled payables	500,000	—
Other miscellaneous	—	6,166
Total income	<u>292,831,712</u>	<u>263,176,395</u>
Expenditures:		
Budget appropriations:		
Operations:		
Salaries and wages	87,713,776	83,336,897
Other expenses	52,787,660	51,640,414
Deferred charges and statutory expenditures	3,716,535	3,819,802
Other operations	39,318,302	23,099,706
Capital improvements	2,497,280	2,500,000
Municipal debt service	15,061,567	15,749,884
County taxes	30,269,992	27,476,815
Local district school taxes	38,651,708	37,165,104
Special improvement district taxes	358,000	330,880
Miscellaneous charges	40,124	—
Interfunds advanced	450,417	318,049
Refund of prior year taxes	370,254	—
Total expenditures	<u>271,235,615</u>	<u>245,437,551</u>
Excess in revenue over expenditures	21,596,097	17,738,844
Fund balance, July 1	<u>21,914,264</u>	<u>23,175,420</u>
	43,510,361	40,914,264
Less fund balance utilized	<u>20,000,000</u>	<u>19,000,000</u>
Fund balance, June 30	<u>\$ 23,510,361</u>	<u>21,914,264</u>

See accompanying notes to financial statements.

## CITY OF ELIZABETH

## Statement of Revenues

## Current Fund

Year ended June 30, 2008

	<u>Anticipated</u>		<u>Excess/ (deficit)</u>
	<u>Budget</u>	<u>Realized</u>	
General revenues:			
Fund balance utilized	\$ 20,000,000	20,000,000	—
Miscellaneous revenues:			
Licenses:			
Alcoholic beverages	100,000	150,353	50,353
Other	300,000	438,270	138,270
Fees and permits	600,000	819,214	219,214
Municipal Court - fines and costs	4,500,000	4,468,161	(31,839)
Interest and costs on taxes	1,000,000	1,331,597	331,597
Interest on investments and deposits	3,000,000	3,060,374	60,374
LEAA rebates - fire	125,000	116,306	(8,694)
Franchise assessments - Jersey Garden Mall	5,040,000	5,234,503	194,503
Airport parking tax	1,400,000	1,601,783	201,783
Port Authority capital projects aid	3,000,000	3,000,000	—
Receipts from Port Authority - Leased Property 13A	480,000	480,000	—
Additional Port Authority Airport Parking Tax Leased Property 13A Exit	800,000	800,000	—
Rental of City property	500	500	—
Dock rental fees	85,000	79,914	(5,086)
Sale of junk vehicles and other property	50,000	60,374	10,374
CATV fees	175,000	222,786	47,786
Solid waste disposal - host community	1,100,000	742,093	(357,907)
Emergency medical services - ambulance charges	1,700,000	2,107,566	407,566
Miscellaneous gasoline sales	100,000	274,878	174,878
State of N.J. building code enforcement	50,000	27,137	(22,863)
P.I.L.O.T. - Pierce Manor Corp.	220,000	230,332	10,332
P.I.L.O.T. - Port Authority NY/ NJ	63,242	63,242	—
P.I.L.O.T. - Residential	1,000,000	1,438,066	438,066
P.I.L.O.T. - R.W.B. Associates	130,000	193,763	63,763
P.I.L.O.T. - Newark/North Avenue	50,000	67,980	17,980
P.I.L.O.T. - IKEA - Toys R Us	120,000	133,294	13,294
P.I.L.O.T. - IKEA Expansion	220,000	197,378	(22,622)
P.I.L.O.T. - Elizabeth Senior Citizens, National Church Residence	19,000	20,575	1,575
P.I.L.O.T Immaculate Conception Residence	4,000	17,671	13,671
P.I.L.O.T Marina Village Residence	20,000	16,625	(3,375)
P.I.L.O.T 349 First street	35,000	34,345	(655)
P.I.L.O.T Winfield Scott Residence	15,000	33,285	18,285
State aid without offsetting appropriations:			
Municipal Efficiency Promotion Aid	481,332	481,332	—
Consolidated municipal property relief act	20,050,567	20,050,567	—
Supplemental Energy Receipts Tax	274,135	274,135	—
Energy Receipts Tax	14,253,152	14,253,152	—
Municipal Homeland Security Assistance Aid	140,000	140,000	—
Municipal Property Tax Assistance	694,138	694,138	—
Dedicated uniform construction code fees offset with appropriations:			
Uniform construction code fees	1,100,000	917,596	(182,404)

(Continued)

## CITY OF ELIZABETH

## Statement of Revenues

## Current Fund

Year ended June 30, 2008

	<u>Anticipated</u>		<u>Excess/ (deficit)</u>
	<u>Budget</u>	<u>Realized</u>	
Public and private programs offset by appropriations:			
Public Health Priority Funding	\$ 50,634	50,634	—
Public Health Priority Funding 2008	99,662	99,662	
H.O.P.W.A. FY2007 - 2008	808,000	808,000	—
Alcohol Education Rehabilitation	375	375	—
Safe & Secure Grant P3640	156,525	156,525	—
Hazardous Discharge Site Remediation Municipal Grant	371,943	371,943	—
Neighborhood Preservation Work Program III	165,363	165,363	—
Preserve Union County Grant	50,000	50,000	—
Edward Byrne Assistance Grant	68,264	68,264	—
Greening Union County	27,500	27,500	—
Federal Bulletproof vest grant	8,562	8,562	—
Pandemic Influenza Grant III	16,408	16,408	—
Recycling Tonnage Grant 2007	29,232	29,232	—
Municipal Alliance on Drug and Alcohol Abuse FY2008	81,414	81,414	—
Summer Food Services Program (20 1802)	179,058	179,058	—
Nursing Services to Non-Public Schools	205,044	205,044	—
Body Armor Replacement Grant FY 2007	37,603	37,603	—
Clen Communities Grant 2008	103,038	103,038	—
Tobacco Age of Sale Enforcement program	14,760	14,760	—
Lead Based Paint Abatement - Low and Middle Income Housing	30,168	30,168	—
Communicable Diseases Services HEP B Funds	5,000	5,000	—
STD Grant 2008	42,605	42,605	—
Balanced Housing - 816-820 E. Jersey St. (Magill Prop)	561,120	561,120	—
N.J. Urban Enterprise Zone (UEZ):			
UEZ 08-07 Administration SFY 2008	998,947	998,947	—
UEZ 07-151 Elizabeth Ave. Streetscape Phase IV	4,419,657	4,419,657	—
UEZ 07-188 Midtown Concert & Hispanic Festival	49,490	49,490	—
UEZ 07-152 Commercial District Security Yr. 12	748,172	748,172	—
UEZ 08-67 Historic Midtown SID	197,300	197,300	—
UEZ 07-160 Graffiti & Litter Removal Phase I	681,732	681,732	—
UEZ 07-161 Elizabeth Ave. SID	224,450	224,450	—
UEZ 07-153 Police Security (7 officers)	524,287	524,287	—
UEZ 08-41 Financial Lending Program	1,559,333	1,559,333	—
UEZ 08-145 Financial Lending Program III	2,835,378	2,835,378	—
UEZ 08-42 Façade Improvement Program Phase V	243,488	243,488	—
UEZ 08-89 Marketing - Electronic Media Phase II	49,424	49,424	—
UEZ 08-51 Marketing - Electronic Media	40,576	40,576	—
UEZ 08-52 Elizabethport Beautification Program - Phase I	7,600	7,600	—
UEZ 08-62 Business District Holiday Lighting	38,345	38,345	—
UEZ 08-104 Midtown Elizabeth Train Station Improvements	455,475	455,475	—
UEZ 08-134 2nd Ward Beautification Planters	10,105	10,105	—
UEZ 08-146 Eport Streetscape	885,247	885,247	—
UEZ 08-147 Commercial District Powerwashing and Graffiti Removal	446,556	446,556	—
UEZ 08-148 Façade Improvement VI	300,559	300,559	—
UEZ 08-149 Sponsorship of Festivals and Midtown Concerts	83,591	83,591	—
Special items of general revenue anticipated with prior written consent of Director of Local Government Services:			
Sale of wetlands	5,000,000	5,000,000	—
Sale of City Owned Property - Midtown	997,280	998,430	1,150
Hotel Occupancy Tax	3,100,000	4,354,291	1,254,291
Total miscellaneous revenues	<u>89,504,336</u>	<u>92,537,996</u>	<u>3,033,660</u>

(Continued)

## CITY OF ELIZABETH

## Statement of Revenues

## Current Fund

Year ended June 30, 2008

	<u>Anticipated</u>		<u>Excess/ (deficit)</u>
	<u>Budget</u>	<u>Realized</u>	
Receipts from delinquent taxes	\$ 3,500,000	5,385,942	1,885,942
Total amount to be raised by taxes for support of municipal budget	<u>95,439,029</u>	<u>98,836,773</u>	<u>3,397,744</u>
Budget totals	<u>\$ 208,443,365</u>	<u>216,760,711</u>	<u>8,317,346</u>
Nonbudget revenue		<u>7,752,371</u>	
		<u>\$ 224,513,082</u>	

## Analysis of Realized Revenue

Receipts from delinquent taxes:		
Delinquent tax collections realized	\$ 5,385,942	
Tax title lien collections realized	<u>—</u>	
	<u>\$ 5,385,942</u>	
Allocation of current tax collections:		
Collections realized	\$ 160,768,228	
Allocated to:		
Local school district tax	38,651,708	
County taxes	30,269,992	
Special assessment	<u>358,000</u>	
	<u>69,279,700</u>	
Balance for support of municipal budget appropriations	91,488,528	
Add reserve for uncollected taxes	<u>7,348,245</u>	
Total balance for support of municipal budget appropriations	<u>\$ 98,836,773</u>	

## Miscellaneous Revenues not Anticipated

Retirement of debt in excess of borrowing	\$ 100,173
Recycling	220,581
Motor fuel tax reimbursement	266,892
FEMA reimbursement	84,764
Cancelled checks	32,504
ABC Transfer fees	4,824
Interlocal agreement	115,222
Litigation award	60,605
Tax sale certificate redemption fees	11,345
Turnpike for Fire Department	11,800
Scrap lead sale	315
Technician fees	4,791
Garnishees	4,850
Bad checks construction	527
Rent Control	2,666
Bad check fees	2,928
Miscellaneous	328
Duplicate tax bill fees	1,938
Ambulance Report Fees	775
Rent - Borne Chemical	110,400

(Continued)

**CITY OF ELIZABETH**

Statement of Revenues

Current Fund

Year ended June 30, 2008

**Miscellaneous Revenues not Anticipated**

Parking Lot	\$	2,800
DMV Inspection fines		60,025
Rent - train station		63,184
Handicap fees		13,800
Copies and postage reimbursed		2,203
Fire penalties		3,788
Clerk City fees		50
Public access information desk		1,632
Marina Public Pier and Ferry		1,595
Photo ID replacement		114
Bid security		1,315
Election polling places		1,281
Tennis fees		210
Port Authority NY/NJ Emergency Response Center		5,717,700
PILOT Atlanta ( Danic)		274,611
PILOT Magnolia Ave. ( portside II)		97,941
PILOT Pine Street		18,202
PILOT 620 First		4,354
PILOT Millenium		4,650
PILOT Sierra Gardens		39,503
PILOT IKEA		395,588
PILOT 921 Elizabeth Ave.		3,121
PILOT Burnett Investors		2,501
PILOT 107 First St.		3,975
		<u>3,975</u>
	\$	<u>7,752,371</u>

See accompanying notes to financial statements.

## CITY OF ELIZABETH

## Statement of Expenditures

## Current Fund

Year ended June 30, 2008

Appropriations	Budget	Budget after modification	Paid or charged	Reserved
Operations within "CAPS":				
General Government:				
Administrative and Executive:				
City Council:				
Salaries and wages	\$ 201,436	201,436	197,851	3,585
Other expenses	31,900	31,900	29,755	2,145
Alcoholic Beverage Control:				
Salaries and wages	111,984	112,064	112,061	3
Other expenses	6,250	6,250	4,064	2,186
City Clerk:				
Salaries and wages	249,008	249,008	246,352	2,656
Other expenses	9,125	9,125	4,953	4,172
Elections:				
Salaries and wages	8,320	8,320	527	7,793
Other expenses	42,000	42,000	1,246	40,754
Printing and Publications:				
Other expenses	175,000	175,000	85,743	89,257
Mayor's Office:				
Salaries and wages	215,813	251,763	251,757	6
Other expenses	11,350	11,450	11,382	68
Department of Law:				
Salaries and wages	803,941	773,941	764,695	9,246
Other expenses	340,750	340,750	296,361	44,389
Administration:				
Business Administrator's Office:				
Salaries and wages	348,672	348,672	331,673	16,999
Other expenses	342,900	342,900	316,740	26,160
Division of Budget and Personnel:				
Salaries and wages	171,282	171,282	169,990	1,292
Other expenses	1,500	1,500	1,457	43
Division of Purchasing:				
Salaries and wages	294,995	294,995	288,711	6,284
Other expenses	161,500	161,500	119,483	42,017
Division of Data Processing:				
Salaries and wages	704,202	684,202	674,588	9,614
Other expenses	467,000	467,000	365,563	101,437
Division of Employee Benefits:				
Salaries and wages	113,703	113,703	112,407	1,296
Other expenses	1,500	1,500	1,009	491
Division of EMS Billing and Collection:				
Salaries and wages	138,915	138,915	132,800	6,115
Department of Finance:				
Division of Accounts and Controls:				
Salaries and wages	767,364	767,364	755,340	12,024
Other expenses	25,500	25,500	22,208	3,292
Division of Assessments:				
Salaries and wages	486,635	486,635	482,842	3,793
Other expenses	176,800	176,800	166,366	10,434
Annual City Audit:				
Other expenses	56,000	56,000	56,000	—
Single Audit Act:				
Other expenses	56,000	56,000	56,000	—
Audit - Other Funds:				
Other expenses	56,000	56,000	56,000	—
Audit - Other Financial:				
Other expenses	5,000	5,000	5,000	—
Division of Revenue:				
Salaries and wages	551,280	541,280	536,813	4,467
Other expenses	29,700	29,700	29,539	161

(Continued)

## CITY OF ELIZABETH

## Statement of Expenditures

## Current Fund

Year ended June 30, 2008

Appropriations	Budget	Budget after modification	Paid or charged	Reserved
Department of Neighborhood Services:				
Director's Office:				
Salaries and wages	\$ 155,855	155,855	128,230	27,625
Other expenses	2,650	2,650	2,343	307
Bureau of Construction and Zoning:				
Salaries and wages	862,139	901,405	896,307	5,098
Other expenses	191,050	105,050	67,812	37,238
Division of Housing:				
Salaries and wages	415,753	365,753	324,672	41,081
Other expenses	24,150	24,150	7,661	16,489
Bureau of Rent Control				
Salaries and wages	49,192	49,192	45,876	3,316
Other expenses	5,350	5,350	3,626	1,724
Central License Bureau:				
Salaries and wages	496,076	484,576	465,273	19,303
Other expenses	34,500	34,500	10,841	23,659
Division of Weights and Measures:				
Salaries and wages	55,668	55,668	55,287	381
Other expenses	800	800	281	519
Department of Planning and Community Development:				
Director's Office:				
Salaries and wages	224,979	196,229	171,612	24,617
Other expenses	5,000	5,000	4,967	33
Bureau of Community Development:				
Other expenses	1,550	1,550	1,547	3
Bureau of Elizabeth Home Improvement				
Other expenses	2,000	2,000	1,722	278
Bureau of Cultural and Heritage Affairs				
Salaries and wages	51,498	55,968	55,714	254
Other expenses	36,500	36,500	36,250	250
Bureau of Planning and Zoning				
Salaries and wages	108,832	108,832	108,527	305
Other expenses	165,650	165,650	123,219	42,431
Bureau of Economic Development				
Salaries and wages	56,123	61,844	61,838	6
Other expenses	2,100	2,100	1,927	173
Bureau of Public Information and Citizens Participation Services:				
Salaries and wages	325,478	285,478	283,654	1,824
Other expenses	77,500	127,500	111,419	16,081
Human Rights Commission:				
Salaries and wages	80,398	80,398	79,848	550
Other expenses	3,450	3,450	1,650	1,800
Department of Public Works:				
Director's Office:				
Salaries and wages	863,149	875,309	870,917	4,392
Other expenses	4,250	4,250	1,502	2,748
Bureau of Public Buildings:				
Salaries and wages	1,624,510	1,743,160	1,742,685	475
Other expenses	1,088,825	1,088,825	917,345	171,480
Bureau of Streets, Parks and Trees:				
Salaries and wages	5,613,201	5,613,201	5,507,698	105,503
Other expenses	674,000	674,000	668,913	5,087
Bureau of Equipment and Yard Maintenance:				
Salaries and wages	1,041,362	1,029,202	963,661	65,541
Other expenses	847,200	847,200	835,376	11,824
Marina:				
Salaries and wages	240,454	240,454	224,482	15,972
Other expenses	224,725	224,725	190,594	34,131

(Continued)

## CITY OF ELIZABETH

## Statement of Expenditures

## Current Fund

Year ended June 30, 2008

Appropriations	Budget	Budget after modification	Paid or charged	Reserved
Recycling Program:				
Salaries and wages	\$ 109,404	109,404	90,383	19,021
Other expenses	5,575	5,575	2,878	2,697
Garbage and Trash Removal:				
Other expenses	8,800,000	8,800,000	8,014,908	785,092
Street Lighting:				
Other expenses	1,730,000	1,730,000	1,595,044	134,956
Department of Health and Human Services:				
Director's Office:				
Salaries and wages	258,415	258,415	258,214	201
Other expenses	152,800	92,800	41,506	51,294
Division of Health:				
Salaries and wages	1,615,391	1,615,391	1,226,583	388,808
Other expenses	765,250	525,250	462,456	62,794
Division of Human Services				
Salaries and wages	77,758	80,708	79,885	823
Other expenses	12,250	12,250	5,854	6,396
Office of Social Services				
Salaries and wages	135,373	135,373	105,500	29,873
Other expenses	18,750	18,750	3,869	14,881
Office on Aging:				
Salaries and wages	749,693	749,693	707,695	41,998
Other expenses	82,600	82,600	63,193	19,407
Office of Vital Statistics				
Salaries and wages	218,449	218,449	200,292	18,157
Other expenses	7,800	7,800	5,558	2,242
Office of Relocation				
Salaries and wages	80,190	80,190	67,646	12,544
Other expenses	100,500	100,500	60,060	40,440
Office of Youth Services				
Salaries and wages	381,468	481,468	442,653	38,815
Other expenses	363,550	163,550	110,858	52,692
Division of Air Pollution:				
Salaries and wages	39,896	42,507	41,599	908
Public Health Nurses Division:				
Salaries and wages	417,905	417,905	360,005	57,900
Public Safety:				
Fire Department:				
Salaries and wages	22,778,115	22,778,115	21,645,862	1,132,253
Other expenses	720,660	771,660	756,554	15,106
Uniform Fire Safety Act:				
Salaries and wages	478,247	478,247	434,316	43,931
Other expenses	62,250	62,250	27,245	35,005
Police Department:				
Salaries and wages	36,175,959	35,920,411	35,513,759	406,652
Other expenses	1,358,050	1,358,050	1,281,461	76,589
Emergency Medical Services:				
Salaries and wages	2,107,446	2,107,446	2,080,621	26,825
Other expenses	121,850	156,850	147,979	8,871
Recreation Department:				
Salaries and wages	2,540,146	2,540,146	2,436,440	103,706
Other expenses	338,850	338,850	267,022	71,828
Municipal Court:				
Salaries and wages	2,253,804	2,253,804	1,929,189	324,615
Other expenses	264,500	264,500	255,897	8,603
Public Defender:				
Other expenses	140,000	140,000	8,200	131,800

(Continued)

## CITY OF ELIZABETH

## Statement of Expenditures

## Current Fund

Year ended June 30, 2008

Appropriations	Budget	Budget after modification	Paid or charged	Reserved
Unclassified Purposes:				
Insurance:				
Other expenses	\$ 250,000	250,000	181,548	68,452
Group Insurance:				
Other expenses	200,000	200,000	167,702	32,298
Cobra Administration:				
Other expenses	5,000	5,000	1,750	3,250
Hospital, Medical, Dental, etc. Insurance - Other expenses	25,480,000	25,480,000	22,872,555	2,607,445
Insurance reserve - Other expenses	2,300,000	2,300,000	2,300,000	—
Right to Know Law:				
Other expenses	15,000	15,000	—	15,000
Annual Dues:				
N.J. State League of Municipalities:				
Other expenses	7,000	7,000	—	7,000
U.S. Conference of Mayors:				
Other expenses	10,000	10,000	10,000	—
Utilities:				
Electricity	930,000	1,110,000	1,053,500	56,500
Natural Gas	700,000	700,000	518,689	181,311
Gasoline	1,050,000	1,350,000	1,322,024	27,976
Fuel Oil	90,000	100,000	95,980	4,020
Telephone	770,000	866,000	843,700	22,300
Postage	230,000	230,000	196,835	33,165
Parking Lot Agreement	57,300	57,300	57,300	—
Total operations within "CAPS"	<u>140,376,436</u>	<u>140,376,436</u>	<u>132,015,319</u>	<u>8,361,117</u>
Contingent	<u>125,000</u>	<u>125,000</u>	<u>24,700</u>	<u>100,300</u>
Total operations including contingent, within "CAPS"	<u>140,501,436</u>	<u>140,501,436</u>	<u>132,040,019</u>	<u>8,461,417</u>
Detail:				
Salaries and wages	87,849,876	87,713,776	84,665,330	3,048,446
Other expenses including contingent	52,651,560	52,787,660	47,374,689	5,412,971
Deferred Charges and Statutory Expenditures:				
Deferred Charges:				
Deficit in Dog Trust Fund	8,535	8,535	8,535	—
Statutory Expenditures:				
Contributions to:				
Social Security System	3,000,000	3,000,000	2,949,605	50,395
Consolidated Police and Fire Retirement Fund	500,000	500,000	452,280	47,720
Assessment for CIF/RTK	8,000	8,000	—	8,000
N.J. Unemployment Fund	200,000	200,000	98,795	101,205
Total deferred charges and statutory expenditures - Municipal within "CAPS"	<u>3,716,535</u>	<u>3,716,535</u>	<u>3,509,215</u>	<u>207,320</u>
Total general appropriations for Municipal purpose within "CAPS"	<u>144,217,971</u>	<u>144,217,971</u>	<u>135,549,234</u>	<u>8,668,737</u>
Operations excluded from "CAPS":				
Other operations excluded from "CAPS":				
Matching Fund - City share	429,646	429,646	—	429,646
Police and Firemen's retirement System - Other expenses	11,800,000	11,800,000	11,637,148	162,852
Hospital, Medical, Dental, etc. Insurance - Other expenses	520,000	520,000	—	520,000
Public Employees Retirement System - Other expenses	1,600,000	1,600,000	1,564,750	35,250
Reserve for Tax Appeals:				
Other expenses	2,500,000	2,500,000	2,500,000	—
Maintenance of Free Public Library	<u>3,795,312</u>	<u>3,795,312</u>	<u>3,795,312</u>	<u>—</u>
Total other operations excluded from "CAPS"	<u>20,644,958</u>	<u>20,644,958</u>	<u>19,497,210</u>	<u>1,147,748</u>

(Continued)

## CITY OF ELIZABETH

## Statement of Expenditures

## Current Fund

Year ended June 30, 2008

Appropriations	Budget	Budget after modification	Paid or charged	Reserved
Public and Private Programs Offset by Revenues:				
Public Health Priority Funding	\$ 50,634	50,634	50,634	—
Public Health Priority Funding 2007	99,662	99,662	99,662	—
H.O.P.W.A. FY 2008	808,000	808,000	808,000	—
Alcohol Education Rehabilitation	375	375	375	—
Preserve Union County Public Library	50,000	50,000	50,000	—
Preserve Union County Public Library - local share	50,000	50,000	50,000	—
Clean Communities Grant 2008	103,038	103,038	103,038	—
Pandemic Flu Grant Phase III	16,408	16,408	16,408	—
Municipal Alliance on Drug and Alcohol Abuse FY2008	81,414	81,414	81,414	—
Municipal Alliance on Drug and Alcohol Abuse FY2008 Local Share	20,354	20,354	20,354	—
STD Grant 2008	42,605	42,605	42,605	—
Lead Based Paint Abatement - Low and Middle Income Housing	30,168	30,168	30,168	—
Summer Food Services Program (20 1802)	179,058	179,058	179,058	—
Nursing Services to non-public schools	205,044	205,044	205,044	—
Body Armor Replacement Grant FY 2007	37,603	37,603	37,603	—
Tobacco Age of Sale Enforcement program	14,760	14,760	14,760	—
Communicable Disease Services HEPB Funds	5,000	5,000	5,000	—
Hazardous Discharge Site Remediation Municipal Grant	371,943	371,943	371,943	—
Neighborhood Preservation Work Program	165,363	165,363	165,363	—
Federal Bulletproof Vest Grant	8,562	8,562	8,562	—
Recycling Tonnage Grant 2007	29,232	29,232	29,232	—
Edward Byrne Memorial JAG 2006	68,264	68,264	68,264	—
Safe and Secure Grant P-3640	156,525	156,525	156,525	—
Safe and Secure Grant - P-3640 Local Share	39,131	39,131	39,131	—
Greening of Union County	27,500	27,500	27,500	—
Greening of Union County - Local Share	27,500	27,500	27,500	—
Balanced Housing 816-820 E. Jersey St. (Magill property)	561,120	561,120	561,120	—
N.J. Urban Enterprise Zone (UEZ):				
UEZ 07-188 Midtown Concert & Hispanic Festival	49,490	49,490	49,490	—
UEZ 08-149 Midtown Concert & Hispanic Festival	83,591	83,591	83,591	—
UEZ 07-151 Elizabeth Ave. Streetscape Phase IV	4,419,657	4,419,657	4,419,657	—
UEZ 07-152 Commercial District Security Yr 12	748,172	748,172	748,172	—
UEZ 07-152 Commercial District Security - Local Share	352,086	352,086	352,086	—
UEZ 07-160 Graffiti and Litter Removal Phase I	681,732	681,732	681,732	—
UEZ 07-160 Graffiti and Litter Removal - Local Share	25,560	25,560	25,560	—
UEZ 08-67 Historic Midtown SID	197,300	197,300	197,300	—
UEZ 07-161 Elizabeth ave. SID	224,450	224,450	224,450	—
UEZ 08-07 Administration (ADM) 2008 FY	998,947	998,947	998,947	—
UEZ 08-104 Midtown Elizabeth Train Station Improvements	455,475	455,475	455,475	—
UEZ 08-89 Marketing Phase II Electronic Media	49,424	49,424	49,424	—
UEZ 08-51 Marketing Electronic Media	40,576	40,576	40,576	—
UEZ 08-134 2nd Ward Beautification Planters	10,105	10,105	10,105	—
UEZ 08-145 Financial Lending Phase III	2,835,378	2,835,378	2,835,378	—
UEZ 08-41 Financial Lending Programs	1,559,333	1,559,333	1,559,333	—
UEZ 08-42 Façade Improvements Phase V	243,488	243,488	243,488	—
UEZ 08-52 Elizabethport Beautification program Phase I	7,600	7,600	7,600	—
UEZ 08-62 Business District Holiday Lighting	38,345	38,345	38,345	—
UEZ 08-146 Eport Streetscape	885,247	885,247	885,247	—
UEZ 08-147 Powerwashing and Graffiti Commercial District	446,556	446,556	446,556	—
UEZ 08-148 Façade Improvements VI	300,559	300,559	300,559	—
UEZ 07-153 Police Security (7 officers)	524,287	524,287	524,287	—
UEZ 07-153 Police Security (7 officers)Local Share	246,723	246,723	246,723	—
Total public and private programs offset by revenues	<u>18,673,344</u>	<u>18,673,344</u>	<u>18,673,344</u>	<u>—</u>

(Continued)

## CITY OF ELIZABETH

## Statement of Expenditures

## Current Fund

Year ended June 30, 2008

Appropriations	Budget	Budget after modification	Paid or charged	Reserved
Total operations - excluded from "CAPS"	\$ 39,318,302	39,318,302	38,170,554	1,147,748
Detail (total operations - excluded from "CAPS"):				
Salaries and wages	3,698,252	3,698,252	3,698,252	—
Other expenses	35,620,050	35,620,050	34,472,302	1,147,748
Capital Improvements - excluded from "CAPS":				
Capital Improvement Fund	2,497,280	2,497,280	2,497,280	—
Total Capital Improvements excluded from "CAPS"	2,497,280	2,497,280	2,497,280	—
Municipal Debt Service - excluded from "CAPS":				
Payment of bond principal	2,916,000	2,916,000	2,916,000	—
Interest on bonds	3,016,934	3,016,934	3,016,934	—
Interest on notes	148,750	148,750	148,750	—
Green Trust Loan Program:				
Loan repayment for principal and interest schedule 1	50,321	50,321	50,321	—
Loan repayment for principal and interest schedule 2	52,776	52,776	52,776	—
Restructuring bonds - principal	6,180,734	6,180,734	6,180,734	—
Restructuring bonds - interest	1,088,202	1,088,202	1,088,202	—
Lease ordinance-2 repayment for principal and interest	199,390	199,390	199,390	—
Lease ordinance-3 repayment for principal and interest	217,753	217,753	217,753	—
Lease ordinance-4 repayment for principal and interest	723,887	723,887	723,887	—
NJ Economic Dev. Auth Loan Program Repayment-1	93,300	93,300	93,300	—
NJ Economic Dev. Auth Loan Program Repayment-2	87,720	87,720	87,720	—
NJ Demolition Loan Program	85,800	85,800	85,800	—
Deficiency agreement with EDC	200,000	200,000	200,000	—
Total municipal debt service excluded from "CAPS"	15,061,567	15,061,567	15,061,567	—
Total General Appropriation For Municipal Purposes Excluded from "CAPS"	56,877,149	56,877,149	55,729,401	1,147,748
Subtotal general appropriations	201,095,120	201,095,120	191,278,635	9,816,485
Reserve for Uncollected Taxes	7,348,245	7,348,245	7,348,245	—
Total general appropriations	\$ 208,443,365	208,443,365	198,626,880	9,816,485
Original budget		\$ 202,283,588		
Appropriation by N.J.S.A. 40A:4-87		6,159,777		
		\$ 208,443,365		
Encumbered			\$ 2,970,187	
Reserve for uncollected taxes			7,348,245	
Transferred to Federal and State Grant Fund			18,673,344	
Transferred to reserves			5,132,864	
Due to Dog Trust Fund			8,535	
Cancelled debt service appropriation			298,027	
Cash disbursed			164,195,678	
			\$ 198,626,880	

See accompanying notes to financial statements.

CITY OF ELIZABETH

Balance Sheet

Trust Funds

June 30, 2008  
with comparative figures for 2007

Assets	<u>Ref.</u>	<u>2008</u>	<u>2007</u>
Dog License Fund:			
Cash	B-1	\$ 5,274	3,279
Due from Current Fund	B-7	<u>3,535</u>	<u>—</u>
		<u>8,809</u>	<u>3,279</u>
Other Federal Grant Funds:			
Cash	B-1	184,269	86,828
Grants receivable	B-8	1,572,327	2,758,296
Due from UDAG Fund	B-12	<u>225,519</u>	<u>225,519</u>
		<u>1,982,115</u>	<u>3,070,643</u>
Urban Development Action Grant (UDAG) Fund:			
Cash	B-1	1,395,298	395,406
UDAG loans receivable	B-2	<u>388,584</u>	<u>466,951</u>
		<u>1,783,882</u>	<u>862,357</u>
Community Development Block Grant Fund:			
Cash	B-1	255,199	194,711
Federal grants receivable	B-10	2,223,876	2,390,473
Due from Current Fund	B-5	25,347	—
Due from Elizabeth Development Corp.	B-15	<u>80,672</u>	<u>80,672</u>
		<u>2,585,094</u>	<u>2,665,856</u>
General Trust Funds:			
Cash	B-1	9,289,464	8,839,068
Due from Trustee	B-17	<u>13,976</u>	<u>13,976</u>
		<u>9,303,440</u>	<u>8,853,044</u>
		<u>\$ 15,663,340</u>	<u>15,455,179</u>

(Continued)

## CITY OF ELIZABETH

## Balance Sheet

## Trust Funds

June 30, 2008  
with comparative figures for 2007

<b>Liabilities, Reserves and Fund Balance</b>	<b>Ref.</b>	<b>2008</b>	<b>2007</b>
Dog License Fund:			
Due to State of New Jersey	B-6	\$ 434	364
Reserve for Dog Expenditures	B-19	<u>8,375</u>	<u>2,915</u>
		<u>8,809</u>	<u>3,279</u>
Other Federal Grant Funds:			
Reserve for Grants	B-9	<u>1,982,115</u>	<u>3,070,643</u>
		<u>1,982,115</u>	<u>3,070,643</u>
Urban Development Action Grant (UDAG) Fund:			
Reserve for UDAG loans receivable	B-3	1,556,597	635,072
Accounts Payable	B-16	1,766	1,766
Due to Other Federal Grant Funds	B-12	<u>225,519</u>	<u>225,519</u>
		<u>1,783,882</u>	<u>862,357</u>
Community Development Block Grant Fund:			
Due to General Capital Fund	C	—	140,133
Reserve for Community Development Block Grant	B-11	2,508,308	1,679,232
Reserve for Program Income	B-14	76,786	72,920
Due to Current Fund	B-5	—	463,163
Accounts payable	B-13	<u>—</u>	<u>310,408</u>
		<u>2,585,094</u>	<u>2,665,856</u>
General Trust Funds:			
Off Duty Police Reserve	B-20	276,623	200,865
Due to Current Fund	B-18	4,606	2,339
Reserves for Special Purposes	B-4	<u>9,022,211</u>	<u>8,649,840</u>
		<u>9,303,440</u>	<u>8,853,044</u>
		<u>\$ 15,663,340</u>	<u>15,455,179</u>

See accompanying notes to financial statements.

## CITY OF ELIZABETH

## Balance Sheet

## General Capital Fund

June 30, 2008

with comparative figures for 2007

<b>Assets</b>	<b>Ref.</b>	<b>2008</b>	<b>2007</b>
Cash	C-2, C-3	\$ 18,472,434	29,234,845
Due from Community Development Block Grant Fund	C-6	—	140,133
Due from State of New Jersey - Department of Environmental Protection	C-18	954,736	954,736
Department of Transportation	C-19	236,693	903,000
Waterfront Park Loan Receivable	C-5	481,151	481,151
Due from Port Authority	C-10	—	10,906,655
Due from Union County Improvement Authority	C-16	1,316,214	2,991,586
Deferred charges to future taxation:			
Funded	C-7	91,721,438	100,951,920
Unfunded	C-8	28,433,793	20,453,793
		<u>\$ 141,616,459</u>	<u>167,017,819</u>
<b>Liabilities and Fund Balance</b>			
Serial bonds:			
General	C-4	\$ 84,099,000	92,972,737
Bond anticipation notes	C-14	3,500,000	3,500,000
Loans payable	C-17	7,622,438	7,979,183
Improvement authorizations:			
Funded	C-11	16,987,997	36,464,734
Unfunded	C-11	20,399,428	17,444,922
Capital improvement fund	C-12	3,732,171	2,652,171
Due to Current Fund	C-6	33,328	30,972
Reserve for:			
State aid receivable	-	136,693	803,000
Bond sale expense	C-9	252,205	317,902
Retirement of debt	C-13	2,435,500	1,869,366
Fund balance	C-1	2,417,699	2,982,832
		<u>\$ 141,616,459</u>	<u>167,017,819</u>

There were bonds and notes authorized but not issued on June 30, 2008 and 2007 of \$24,923,486 and \$16,953,793 (Exhibit C-15), respectively.

See accompanying notes to financial statements.

**CITY OF ELIZABETH**

Statement of Fund Balance

General Capital Fund

Year ended June 30, 2008

Balance, June 30, 2007	\$ <u>2,982,832</u>
Decreased by:	
Improvement authorization	425,000
Receivables cancelled	<u>140,133</u>
	<u>565,133</u>
Balance, June 30, 2008	\$ <u><u>2,417,699</u></u>

See accompanying notes to financial statements.

CITY OF ELIZABETH

Balance Sheet

Water Utility Funds

June 30, 2008

with comparative figures for 2007

<b>Assets</b>	<b>Ref.</b>	<b>2008</b>	<b>2007</b>
<b>Operating Fund:</b>			
Cash	D-3	\$ 2,936,517	2,106,698
Due from Water Capital Fund	D-11	214	1,600
Due from Water Trust Fund	D-11	<u>35</u>	<u>1,096</u>
		<u>2,936,766</u>	<u>2,109,394</u>
Receivables and inventory with reserves:			
Water liens receivable	D-9	<u>27,447</u>	<u>27,447</u>
		<u>27,447</u>	<u>27,447</u>
Total Operating Fund		<u>2,964,213</u>	<u>2,136,841</u>
<b>Trust Fund:</b>			
Cash	D-3	<u>157,507</u>	<u>158,568</u>
Total Trust Fund		<u>157,507</u>	<u>158,568</u>
<b>Capital Fund:</b>			
Cash		110,205	410,512
Investments		<u>2,100,000</u>	<u>2,000,000</u>
	D-3,D-4	<u>2,210,205</u>	<u>2,410,512</u>
Fixed capital	D-12	16,441,271	13,538,930
Fixed capital authorized and uncompleted	D-13	<u>—</u>	<u>5,732,000</u>
Total Capital Fund		<u>18,651,476</u>	<u>21,681,442</u>
		<u>\$ 21,773,196</u>	<u>23,976,851</u>

(Continued)

## CITY OF ELIZABETH

## Balance Sheet

## Water Utility Funds

June 30, 2008

with comparative figures for 2007

<b>Liabilities, Reserves, and Fund Balance</b>	<b>Ref.</b>	<b>2008</b>	<b>2007</b>
Operating Fund:			
Accounts payable	D-15	36,028	36,028
Due to Liberty Water	D-18	239,614	—
		<u>275,642</u>	<u>36,028</u>
Reserve for:			
Water liens receivable		27,447	27,447
		<u>27,447</u>	<u>27,447</u>
Fund balance	D-1	2,661,124	2,073,366
Total Operating Fund		<u>2,964,213</u>	<u>2,136,841</u>
Trust Fund:			
Due to Water Operating Fund	D-11	35	1,096
Reserve for customer deposits	D-5	157,472	157,472
Total Trust Fund		<u>157,507</u>	<u>158,568</u>
Capital Fund:			
Retained percentage payable	D-14	—	5,595
Improvement authorizations:			
Funded	D-7	—	807,654
Unfunded	D-7	—	2,022,005
Reserve for amortization	D-17	16,441,271	13,919,731
Reserve for deferred amortization	D-10	—	2,910,000
Reserve for capital expenditures	D-6	1,512,752	1,317,618
Due to Water Operating Fund	D-11	214	1,600
Capital Improvement Fund	D-8	697,239	697,239
Total Capital Fund		<u>18,651,476</u>	<u>21,681,442</u>
		<u>\$ 21,773,196</u>	<u>23,976,851</u>

There were bonds and notes authorized but not issued of \$0 and \$2,441,200 on June 30, 2008 and 2007 respectively (Exhibit D-16).

See accompanying notes to financial statements.

**CITY OF ELIZABETH**

Statement of Operations and Changes in Fund Balance

Water Utility Operating Fund

Year ended June 30, 2008  
with comparative figures for 2007

	<u>2008</u>	<u>2007</u>
Revenue and other credits to income:		
Miscellaneous revenue not anticipated	\$ 193,796	214,666
Other credits to income:		
Cancellation of capital ordinances and liabilities	<u>394,054</u>	<u>—</u>
Total income	<u>587,850</u>	<u>214,666</u>
Less:		
Refund of prior year revenue	<u>92</u>	<u>—</u>
Excess revenue over expense	587,758	214,666
Fund balance, July 1	<u>2,073,366</u>	<u>1,858,700</u>
Fund balance, June 30	<u>\$ 2,661,124</u>	<u>2,073,366</u>

See accompanying notes to financial statements.

**CITY OF ELIZABETH**

Statement of Revenues

Water Utility Operating Fund

Year ended June 30, 2008

	<b>Revenues Realized</b>
Nonbudget revenue (interest on investments)	\$ <u>193,796</u>
	\$ <u><u>193,796</u></u>

See accompanying notes to financial statements.

## CITY OF ELIZABETH

## Balance Sheet

## Sewer Utility Funds

June 30, 2008

with comparative figures for 2007

<b>Assets</b>	<b>Ref.</b>	<b>2008</b>	<b>2007</b>
Operating Fund:			
Cash	E-5	\$ 11,831,127	13,467,136
Due from Sewer Capital Fund	E-8	<u>1,050</u>	<u>7,408</u>
		<u>11,832,177</u>	<u>13,474,544</u>
Receivables with reserves:			
Consumers' accounts receivable	E-7	410,238	604,321
Miscellaneous rents receivable	E-28	5,342	5,342
Due from Liberty Water	E-14	12,045	—
Sewer liens receivable	E-24	<u>29,358</u>	<u>29,358</u>
		<u>456,983</u>	<u>639,021</u>
Total Operating Fund		<u>12,289,160</u>	<u>14,113,565</u>
Capital Fund:			
Cash	E-5, E-6	2,699,514	2,794,990
Fixed capital	E-9	46,228,690	46,228,690
Fixed capital authorized and uncompleted	E-10	48,653,582	48,653,582
Due from Trustee-Environmental infrastructure trust and fund loans	E-16	654,489	5,585,790
Due from State of New Jersey -			
Stormwater Grant Receivable	E-30	5,155	—
Wastewater Treatment Trust Fund	E-27	<u>508,053</u>	<u>508,053</u>
Total Capital Fund		<u>98,749,483</u>	<u>103,771,105</u>
		<u>\$ 111,038,643</u>	<u>117,884,670</u>

(Continued)

## CITY OF ELIZABETH

## Balance Sheet

## Sewer Utility Funds

June 30, 2008

with comparative figures for 2007

<b>Liabilities, Reserves, and Fund Balance</b>	<b>Ref.</b>	<b>2008</b>	<b>2007</b>
<b>Operating Fund:</b>			
Appropriation reserves	E-4,E-12	\$ 1,106,480	936,984
Encumbrances payable	E-26	393,439	726,756
Accounts payable	E-13	759,104	633,918
Accrued interest on bonds and notes	E-15	254,260	254,845
Due to Current Fund	E-8		
		<u>2,513,283</u>	<u>2,552,503</u>
Reserve for receivables		456,983	639,021
Fund balance	E-1	<u>9,318,894</u>	<u>10,922,041</u>
Total Operating Fund		<u>12,289,160</u>	<u>14,113,565</u>
<b>Capital Fund:</b>			
Due to Sewer Operating Fund	E-8	1,050	7,408
Bond sale expense payable	E-29	729	729
Serial bonds	E-17	5,648,000	6,255,000
Local unit bonds	E-18	1,881,150	2,814,683
Environmental infrastructure loans payable	E-23	18,278,777	19,177,777
Improvement authorizations:			
Funded	E-19	4,673,914	9,368,420
Unfunded	E-19	8,293,814	8,635,191
Reserve for:			
Amortization	E-20	49,306,537	46,867,004
Deferred amortization	E-21	8,308,979	8,308,979
Renewal and replacement	E-11	364,000	364,000
Appropriated grants	E-31	20,619	—
Capital Improvement Fund	E-25	1,013,338	1,013,338
Fund balance	E-2	<u>958,576</u>	<u>958,576</u>
Total Capital Fund		<u>98,749,483</u>	<u>103,771,105</u>
		<u>\$ 111,038,643</u>	<u>117,884,670</u>

There were bonds and notes authorized but not issued at June 30, 2008 and 2007 of \$11,458,829 and \$11,458,829 respectively (Exhibit E-22)

See accompanying notes to financial statements.

## CITY OF ELIZABETH

## Statement of Operations and Changes in Fund Balance

## Sewer Utility Operating Fund

Year ended June 30, 2008  
with comparative figures for 2007

	<u>2008</u>	<u>2007</u>
Revenue and other credits to income:		
Fund balance utilized	\$ 3,000,000	2,500,000
Sewer fees and charges	14,892,736	15,252,883
Miscellaneous	1,164,578	1,290,097
Wastewater trust fund earnings	—	14,099
Other credits to income:		
Appropriation reserves lapsed	651,645	600,473
Cancellation of appropriation	—	1,000,000
Total income	<u>19,708,959</u>	<u>20,657,552</u>
Expenditures:		
Operating	9,800,000	9,200,000
Capital improvements	3,347,570	3,230,398
Debt service	5,152,430	5,183,701
Refund	61	—
Receivable advanced	12,045	—
Total expenditures	<u>18,312,106</u>	<u>17,614,099</u>
Excess of revenues over expenses	1,396,853	3,043,453
Fund balance, July 1	<u>10,922,041</u>	<u>10,378,588</u>
	12,318,894	13,422,041
Less Fund Balance Utilized	<u>3,000,000</u>	<u>2,500,000</u>
Fund balance, June 30	<u>\$ 9,318,894</u>	<u>10,922,041</u>

See accompanying notes to financial statements.

**CITY OF ELIZABETH**

Statement of Fund Balance

Sewer Utility Capital Fund

Year ended June 30, 2008

Balance, June 30, 2007	\$ <u>958,576</u>
Balance, June 30, 2008	\$ <u>958,576</u>

See accompanying notes to financial statements.

**CITY OF ELIZABETH**

Statement of Revenues

Sewer Utility Operating Fund

Year ended June 30, 2008

	<u>Anticipated</u>	<u>Realized</u>	<u>Excess (deficit)</u>
Operating surplus anticipated	\$ 3,000,000	3,000,000	—
Rents	15,000,000	14,892,736	(107,264)
Miscellaneous	<u>300,000</u>	<u>1,164,578</u>	<u>864,578</u>
Total budget revenue	<u>\$ 18,300,000</u>	<u>19,057,314</u>	<u>757,314</u>

**Analysis of Certain Realized Revenues**

Rents:

Revenues collected	\$ 14,892,736
Miscellaneous	<u>1,164,578</u>
	<u>\$ 16,057,314</u>

**Analysis of Miscellaneous**

Interest on investments	\$ 648,367
Interest and costs	19,914
Joint Meeting refund	429,269
Miscellaneous	<u>67,028</u>
Cash receipts	<u>\$ 1,164,578</u>

See accompanying notes to financial statements.

## CITY OF ELIZABETH

## Statement of Expenditures

## Sewer Utility Operating Fund

Year ended June 30, 2008

<u>Account</u>	<u>Appropriations</u>		<u>Expended</u>		
	<u>Budget</u>	<u>Budget after modification</u>	<u>Paid or charged</u>	<u>Reserved</u>	<u>Cancelled</u>
Operating:					
Management Fee	\$ 2,500,000	2,500,000	1,615,379	884,621	—
Joint Meeting	7,300,000	7,300,000	7,255,872	44,128	—
Capital improvements:					
Capital outlay	3,347,570	3,347,570	3,169,839	177,731	—
Debt service:					
Sewer System lease Payments- principal and int.	1,926,018	1,926,018	1,926,018	—	—
Payment of bond principal	607,000	607,000	607,000	—	—
Interest on bonds	261,965	261,965	261,965	—	—
Interest on notes	—	—	—	—	—
Wastewater Treatment bonds - principal	1,832,532	1,832,532	1,832,532	—	—
Wastewater Treatment bonds - interest	524,915	524,915	524,915	—	—
Total	\$ <u>18,300,000</u>	<u>18,300,000</u>	<u>17,193,520</u>	<u>1,106,480</u>	<u>—</u>

**Analysis of paid or charged**

Cash disbursed	\$ 16,013,201
Encumbrances payable	393,439
Interest on bonds and notes	<u>786,880</u>
	<u>\$ 17,193,520</u>

See accompanying notes to financial statements.

**CITY OF ELIZABETH**

Statement of General Fixed Assets

General Fixed Assets Account Group

June 30, 2008

with comparative figures for 2007

	<u>2008</u>	<u>2007</u>
General fixed assets:		
Land and buildings	\$ 42,397,700	42,397,700
Equipment	11,826,461	11,272,043
Vehicles	<u>18,099,764</u>	<u>17,788,541</u>
Total general fixed assets	<u>\$ 72,323,925</u>	<u>71,458,284</u>
Investment in general fixed assets	<u>\$ 72,323,925</u>	<u>71,458,284</u>

See accompanying notes to financial statements.

# CITY OF ELIZABETH

## Notes to Financial Statements

June 30, 2008

### (1) Summary of Significant Accounting Policies

The accounting policies of the City of Elizabeth conform to the accounting principles and practices 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. Such practices are not in accordance with generally accepted accounting principles (GAAP). The following is a summary of the significant policies:

#### *Reporting entity*

Except as noted below, the financial statements of the City of Elizabeth include every board, body, officer or commission supported and maintained wholly or in part by funds appropriated by the City of Elizabeth, as required by N.J.S. 40A:5-5. Accordingly, the financial statements of the City of Elizabeth do not include the operations of the Elizabeth Free Public Library, Parking Authority, Board of Education, Housing Authority, Elizabeth Development Corporation, and Special Improvement Districts.

#### *Fund accounting:*

In order to ensure observance of limitations and restrictions placed on the use of the resources available to the City, the accounts of the City are maintained in accordance with the principles of "fund accounting". This is the procedure by which resources for various purposes are classified for accounting and reporting purposes into funds that are in accordance with activities or objectives specified or legal requirements. Separate accounts are maintained for each fund and, accordingly, all financial transactions have been recorded and reported by fund group. Under this method of accounting, the City of Elizabeth accounts for its financial transactions through the following separate funds:

- Current Fund - resources and expenditures for governmental operations of a general nature, including Federal and state grant funds.
- Trust Funds (including the Community Development Block Grant) - receipts, custodianship and disbursement of funds in accordance with the purpose for which each reserve was created.
- General Capital Fund - receipt and disbursement of funds for the acquisition of general capital facilities, other than those acquired in the Current Fund.
- Water and Sewer Utility Funds - account for the operations and acquisition of capital facilities of the municipally-owned Water and Sewer Utilities.
- General Fixed Assets Account Group - investments in and disposal of fixed assets used to maintain operations of the City. Infrastructure assets

#### *Budgets and budgetary accounting*

An annual budget is required to be adopted and integrated into the accounting system to provide budgetary control over revenues and expenditures. Budget amounts presented in the accompanying

# CITY OF ELIZABETH

## Notes to Financial Statements

June 30, 2008

financial statements are those adopted by the City of Elizabeth and approved by the State Division of Local Government Services per N.J.S.A. 40A:4 et. seq.

### *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 government units. The more significant differences are as follows:

- Grant Revenues - Federal and State grants, entitlements or shared revenues received for purposes normally financed through the current fund are recognized when anticipated in the City budget. GAAP requires such revenues to be recognized in the accounting period when they become available and measurable. GAAP defines available as collectible in the current period or soon enough thereafter to be used to pay liabilities that are owed at the end of the accounting period.
- Property Taxes and Other Revenues - Property taxes and other revenues are recognized on a cash basis. Receivables for property taxes and other items that are susceptible to accrual are recorded with offsetting reserves on the balance sheets of the various funds. GAAP requires such revenues to be recognized in the current accounting period if they are expected to be collected soon enough after the end of the year to pay current liabilities.
- Expenditures - unexpended or uncommitted appropriations, at year-end, are reported as expenditures through the establishment of appropriation reserves unless canceled by the governing body. GAAP requires expenditures in the current fund, to be recognized in the accounting period in which the fund liability is incurred, if measurable, except for unmatured interest on general long-term debt, which should be recognized when due.
- Appropriation Reserves - are available until lapsed at the close of the succeeding year, to meet specific claims, commitments or contracts incurred during the preceding year. Lapsed appropriation reserves are recorded as additions to income. Appropriation reserves are not established under GAAP.
- Compensated Absences - Expenditures relating to obligations for vacation, sick and compensatory time are not recorded until paid. City officials have determined that only vacation, holiday and compensatory time should be accrued. As of June 30, 2008, according to City officials, employee sick time is appropriated in the various departmental salary and wage accounts and the City is not liable for accrued sick time when employees retire. Effective July 1, 1997, any employee who retires, or is laid off from employment with the City, irrespective of years of service, shall be reimbursed for accumulated unused sick time at a rate of fifty (50%) percent of the employee's daily rate of pay for each day of accumulated unused sick time up to a maximum of ten thousand (\$10,000) dollars. Payment shall be made to the employee within six (6) months of the date of separation from employment. In order to be eligible for reimbursement, an employee must have at least thirty (30) accumulated sick days to his or her credit upon the effective date of separation from employment.

As of June 30, 2008 and 2007, the estimated accrued liability as determined by City officials for vacation, sick and compensatory time is approximately \$18,969,067 and \$18,214,208 respectively. In accordance with state regulations this accrued liability has not been expensed or recorded as a liability.

# CITY OF ELIZABETH

## Notes to Financial Statements

June 30, 2008

- Property Acquired for Taxes - is recorded in the current fund at the assessed valuation when such property was acquired and fully reserved. GAAP requires such property to be recorded in the general fund or general fixed assets account group at its net realizable value.
- Inventories - Current fund inventory type items and inventories held by the sewer utility fund are expensed as incurred. GAAP requires the amount of inventory on hand to be recorded as an asset at year-end.
- General Fixed Assets - Property and equipment purchased by the current fund and the capital fund are recorded as expenditures at the time of purchase and are capitalized and recorded in the fixed assets account group (after January 1, 1985) or at estimated historical cost (prior to January 1, 1985). The accounts are adjusted for dispositions and abandonment's. Depreciation is not recorded. Property and equipment purchased by the utility funds are recorded at cost as fixed capital (completed projects) and fixed capital authorized and uncompleted (construction in progress). The accounts are adjusted for dispositions and abandonment's. Depreciation is not recorded. GAAP requires that depreciation be recorded in the utility funds.
- Interfunds - advances from the current fund are reported as interfund receivables with offsetting reserves which are created by charges to operations. Income is recognized in the year the receivables are liquidated. Receivables in the other funds are not offset by reserves. GAAP does not require the establishment of an offsetting reserve.
- Encumbrances - contractual orders at year-end, are reported as expenditures through the establishment of a reserve for encumbrances. GAAP does not recognize encumbrances as expenditures or liabilities.
- Deferred Charges to Future Taxation -Funded and Unfunded - Upon the authorization of capital projects, the City establishes deferred charges for the cost of the capital projects to be raised by future taxation. Funded deferred charges relate to permanent debt issued, whereas unfunded deferred charges relate to temporary funding or nonfunding of the authorized costs of capital projects. According to the New Jersey Statutes Annotated 40A:2-4, the City may levy taxes on all taxable property within the local unit to repay the debt. Annually, the City raises the debt requirements for that particular year in the current budget. As the funds are raised by taxation, the deferred charges are reduced. GAAP does not require the establishment of deferred charges to future taxation and records proceeds of debt issued as revenue.
- Improvement authorizations – in the General Capital Fund represent the unexpended balance of an ordinance appropriation and is similar to the unexpended portion of the budget in the Current Fund. GAAP does not recognize these amounts as liabilities.
- Investments - Investments are carried at cost. Purchases of investments are limited by N.J.S. 40A:5-15.1 to bonds or obligations of or guaranteed by the Federal government and bonds or other obligations of Federal or local units having a maturity date not more than twelve months from the date of purchase. GAAP requires that investments be recorded at fair value.

# CITY OF ELIZABETH

## Notes to Financial Statements

June 30, 2008

### *Use of Estimates*

To prepare the accompanying financial statements management made estimates and assumptions that may affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities as of the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

### **(2) Taxes Receivable, Tax Title Liens**

In accordance with the accounting principles presented by the State of New Jersey, taxes receivable and tax title liens are realized as revenue when collected. Since delinquent taxes and liens are fully reserved, no provision has been made to estimate that portion of the taxes receivable and tax title liens that are uncollectible.

Taxes for the City are levied semi-annually in July and January and are payable August 1, November 1, February 1 and May 1. The taxes are liens on the property as of the billing date.

### **(3) Long-term Debt**

The New Jersey Local Bond Law governs the issuance of bonds to finance general municipal and utility capital expenditures. All bonds are retired in serial installments within the statutory period of usefulness. General capital serial bonds are direct obligations of the City for which its full faith and credit are pledged, and are payable from the taxes levied on all taxable property located within the City. The water/ sewer utility bonds are payable from revenues generated from user fees but also have the ad valorem taxes pledged, should the utility revenues be insufficient to meet the debt obligations.

In addition, Wastewater Treatment Bonds issued on behalf of the City by the State of New Jersey, are recorded in the Sewer Capital Fund.

On July 25, 1998, the City issued \$2,924,000 of Sewer Utility Bonds maturing in each July 15<sup>th</sup> 1999 through 2018 with interest rates ranging from 4% to 5%. The balance outstanding at June 30, 2008 is \$1,620,000.

On November 15, 1999, the City issued \$6,092,000 of General Improvement Bonds maturing each November 15<sup>th</sup>; 2000 through 2014 with interest rates ranging from 5.25% to 5.625%. Bonds maturing on or after November 15, 2010 are subject to redemption on or after November 15, 2009. The Balance outstanding at June 30, 2008 is \$800,000.

On October 1, 2000, the City entered into a borrowing agreement to fund sewer improvements through the New Jersey Environmental Infrastructure Trust program. The loans consist of trust loan of \$2,635,000 and fund loan of \$2,548,815. The interest rate on the trust loan ranges from 5% to 5.25%; the fund loan is a non-interest bearing loan. The trust loan matures in annual installments on August 1, of each year from 2002 to 2020. Principal payments on the fund loan are on a semi-annual basis on August 1 and February 1 from 2002 to 2020. The balance outstanding at June 30, 2008 is \$2,050,000 and \$1,740,372, respectively.

On November 1, 2001, the City issued \$5,225,000 of General Improvement Bonds maturing each November 1<sup>st</sup>; 2002 through 2021 with interest rates ranging from 4.0% to 4.75%. The City also issued \$4,030,000 of Sewer Utility Bonds on November 1<sup>st</sup> maturing each November 1<sup>st</sup> 2002 through 2021 with interest rates ranging from 4.0% to 4.75%. Bonds maturing on or after November 1, 2012 are

## CITY OF ELIZABETH

### Notes to Financial Statements

June 30, 2008

subject to redemption on or after November 1, 2011. The balances outstanding at June 30, 2008 are \$3,659,000 and \$2,818,000, respectively.

On December 1, 2001 the city issued \$2,875,000 of Sewer Utility Refunding Bonds. The bonds dated December 1, 2001 mature each November 15<sup>th</sup>, 2002 through 2012 with interest ranging from 3.05% to 4.5%. Bonds maturing on or after November 15, 2011 are subject to redemption on or after November 10, 2010. The bonds are general obligations of the City and are secured by the full faith and credit of the City for the payment of the principal thereof and the interest thereon. Unless paid from other sources, the City is authorized and required by law to levy on all real property taxable by the City such *ad valorem* taxes as may be necessary to pay the Bonds and the interest thereon, without the limitation as to rate or amount. The City used proceeds from the sale to pay expenses related to the issuance and to redeem the \$2,750,000 of outstanding Sewer Utility Bonds dated November 15, 1992. The balance outstanding at June 30, 2008 is \$1,210,000.

On May 15, 2003, the City issued \$14,250,000 of General Improvement Bonds maturing each November 15<sup>th</sup>; 2004 through 2018 with interest rates ranging from 3.00% to 3.75%. Bonds maturing on or after May 15, 2014 are subject to redemption on or after May 15, 2013. The balance outstanding at June 30, 2008 is \$13,250,000.

On October 1, 2004 the City issued \$6,245,000 of General Obligation Refunding Bonds, Series 2004, maturing each August 15<sup>th</sup>; 2006 through 2009 with interest ranging from 2% to 4%. Also, on May 19, 2005 the City issued \$13,315,000 of General Obligation Refunding Bonds, Series 2005, maturing each August 15<sup>th</sup>; 2007 through 2009, with interest rates ranging from 5% to 5.25%. The Series 2004 and 2005 refunding bonds were issued to refund the December 15, 1994 bonds that matured on each August 15<sup>th</sup> 2006 through 2009 at interest rates ranging from 6.10% to 6.25%. The balances outstanding at June 30, 2008 are \$4,275,000 and \$9,440,000, respectively.

On December 14, 2004, the City issued \$2,330,000 of Early Retirement Incentive Refunding Bonds, Series 2004, maturing on each March 1<sup>st</sup> 2007 through 2020 with interest rates ranging from 3.95% to 5.30%. The bonds were issued to refund the SFY early retirement obligation. The balance outstanding at June 30, 2008 is \$2,255,000.

On May 15, 2005 the City issued \$15,000,000 of General Improvement Bonds, Series 2005, maturing each May 15<sup>th</sup> 2006 through 2030 with interest rates ranging from 4% to 4.375%. Bonds maturing on or after May 15, 2016 are subject to redemption on or after May 15, 2015. The bonds were issued to fund capital expenditures of the City. The balance outstanding at June 30, 2008 is \$14,700,000.

On May 15, 2006 the City issued \$11,500,000 of General Improvement Bonds, Series 2006 maturing each May 15<sup>th</sup> 2007 through 2021 with interest rates ranging from 4% to 4.25%. Bonds maturing on or after May 15, 2017 are subject to redemption on or after May 15, 2016. The bonds were issued to fund capital expenditures of the City. The balance outstanding at June 30, 2008 is \$11,000,000.

On June 15, 2007 the City issued \$12,325,000 of General Improvement Bonds, Series 2007 maturing each June 15<sup>th</sup> 2008 through 2017 with interest rates ranging from 4% to 4.25%. The bonds were issued to fund capital expenditures of the City. The balance outstanding at June 30, 2008 is \$12,075,000.

**CITY OF ELIZABETH**

Notes to Financial Statements

June 30, 2008

The City debt is summarized as follows:

	<b>June 30, <u>2007</u></b>	<b>June 30, <u>2008</u></b>
Bonds, Notes and Loans Issued:		
General	\$104,451,920	95,221,438
Sewer	<u>28,247,460</u>	<u>25,807,927</u>
	<u>132,699,380</u>	<u>121,029,365</u>
Bonds and Notes Authorized Not Issued:		
General	16,953,793	24,923,486
Sewer	20,450,617	11,458,829
Water	<u>2,441,200</u>	<u>00</u>
	<u>39,845,610</u>	<u>36,382,315</u>
Total Bonds and Notes Issued and Authorized But Not Issued	<u>\$172,544,990</u>	<u>157,411,680</u>

Schedule of annual debt service for principal and interest for the next five years for bonded debt issued and outstanding as of June 30, 2008:

<b>Fiscal Year</b>	<b>General Bonds</b>		<b>Sewer Debt</b>		
	<b>Ending June 30</b>	<b>Principal</b>	<b>Interest</b>	<b>Principal</b>	<b>Interest</b>
2009	\$	9,601,000	3,354,888	2,008,442	620,537
2010		10,291,000	2,911,411	1,804,275	563,909
2011		5,921,000	2,648,726	1,852,842	515,293
2012		6,141,000	2,444,919	1,859,345	465,011
2013		6,391,000	2,167,802	1,871,699	413,349
2014-2018		34,401,000	6,660,394	8,517,761	1,370,647
2019-2023		8,153,000	1,978,712	6,493,631	318,160
2024-2028		3,750,000	800,000	1,399,933	0
2029-2030		<u>1,450,000</u>	<u>94,062</u>	<u>0</u>	<u>0</u>
Total		<u>\$84,099,000</u>	<u>23,060,914</u>	<u>25,807,928</u>	<u>4,266,906</u>

**CITY OF ELIZABETH**

Notes to Financial Statements

June 30, 2008

	<u>Gross Debt</u>	<u>Deduction</u>	<u>Net Debt</u>
Local School District	\$ 2,800,000	2,800,000	—
General Debt	120,144,924	—	120,144,924
Sewer Utility Debt	37,266,756	37,266,756	—
Water Utility Debt	—	—	—
	<u>\$160,211,680</u>	<u>40,066,756</u>	<u>120,144,924</u>

Net Debt of \$120,144,924 divided by equalized valuation basis per N.J.S.A. 40A:2-2 as amended of \$8,114,978,402 equals 1.48%.

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

3.5% of Equalized Valuation Basis	\$284,024,244
Net Debt	<u>120,144,924</u>
Remaining (Excess) Borrowing Capacity	<u>\$163,879,320</u>

**(4) Bond Anticipation Notes**

The City issues bond anticipation notes to temporarily fund various capital projects prior to the issuance of serial bonds. The term of the notes cannot exceed one year but the notes may be renewed from time to time for a period not exceeding one year. All such notes must be paid or permanent financing obtained no later than the tenth anniversary of the date of the original note. The State of New Jersey also prescribes that on or before the third anniversary date of the original note and on or before each subsequent anniversary, a payment of an amount at least equal to the first legally payable installment of the bonds in anticipation of which such notes were installment of the bonds in anticipation of which such notes were issued, be paid or retired.

On June 30, 2008 the General Capital Fund had notes outstanding of \$3,500,000 maturing on August 18, 2008 at 2.5% interest rate. There are no notes outstanding in its Water or Sewer Utility Funds.

**(5) Capital Equipment Lease Program**

On July 1, 1999 the City executed a contract with the Union County Improvement Authority (UCIA) to acquire capital equipment through financing leases in an amount not to exceed \$4,095,502. The UCIA is authorized by the County Improvement Authorities Law, Chapter 183 of the Pamphlet Laws of 1960 of the State of New Jersey, as amended and supplemented (N.J.S.A. 40:37A-44 et seq.), to lease capital equipment to the City. The UCIA provides for the financing of the cost of this equipment by the issuance of revenue bonds payable from rentals to be received from the City.

Under the lease the City is required to pay rent due on each July 1 and January 1, commencing July 1, 2000 to July 1, 2009. Future minimum lease payments under the lease program as of June 30, 2008 are:

**CITY OF ELIZABETH**

Notes to Financial Statements

June 30, 2008

<b>Fiscal Year</b>	
<b>Ending</b>	
<b><u>June 30</u></b>	<b><u>Amount</u></b>
2009	\$191,198
2010	<u>180,399</u>

On October 15, 2001 the City executed a contract with the Union County Improvement Authority (UCIA) to acquire capital equipment through financing leases in an amount not to exceed \$4,646,519. The UCIA is authorized by the County Improvement Authorities Law, Chapter 183 of the Pamphlet Laws of 1960 of the State of New Jersey, as amended and supplemented (N.J.S.A. 40:37A-44 et seq.), to lease capital equipment to the City. The UCIA provides for the financing of the cost of this equipment by the issuance of revenue bonds payable from rentals to be received from the City.

Under the lease the City is required to pay rent due on each March 15 and September 15, commencing September 15, 2002. Future minimum lease payments under the lease program as of June 30, 200 are:

<b>Fiscal Year</b>	
<b>Ending</b>	
<b><u>June 30</u></b>	<b><u>Amount</u></b>
2009	\$211,427
2010	202,517
2011	195,705
2012	<u>185,217</u>

On October 15, 2004 the City executed a contract with the Union County Improvement Authority (UCIA) to acquire capital equipment through financing leases in an amount not to exceed \$4,175,649. The UCIA is authorized by the County Improvement Authorities Law, Chapter 183 of the Pamphlet Laws of 1960 of the State of New Jersey, as amended and supplemented (N.J.S.A. 40:37A-44 et seq.), to lease capital equipment to the City. The UCIA provides for the financing of the cost of this equipment by the issuance of revenue bonds payable from rentals to be received from the City.

Under the lease the City is required to pay rent due on each December 1 and June 1, commencing December 1, 2005. Future minimum lease payments under the lease program as of June 30, 2008 are:

<b>Fiscal Year</b>	
<b>Ending</b>	
<b><u>June 30</u></b>	<b><u>Amount</u></b>
2009	\$582,957
2010	568,163
2011	245,121
2012	237,804
2013	230,197
2014	223,254
2015	218,775
2016	56,698
2017	55,029
2018	53,275

**CITY OF ELIZABETH**

Notes to Financial Statements

June 30, 2008

<b>Fiscal Year Ending June 30</b>	<b><u>Amount</u></b>
2019	\$51,465
2020	<u>48,477</u>

**(6) Fund Balances Appropriated**

Fund balances at June 30, 2008 were utilized as revenue in the 2008-2009 Fiscal Year Budget as follows:

<b><u>Fund Description</u></b>	<b><u>Fund Balance June 30, 2008</u></b>	<b><u>Amount Utilized</u></b>
Current Fund	\$23,510,361	20,000,000
Sewer Utility Operating	9,318,894	6,500,000
Water Utility Operating	2,661,124	0

**(7) Retirement Systems**

Substantially all of the City’s employees participate in one of the following contributory defined benefit public employee retirement systems (retirement systems) which have been established by State statute: the Consolidated Police and Firemen’s Pension fund (CPFPPF), the Public Employees Retirement System (PERS) and the Police and Firemen’s Retirement System (PFRS). These systems are sponsored and administered by the State of New Jersey.

***Consolidated Police and Firemen’s Pension Fund***

Consolidated Police and Firemen’s Pension Fund (CPFPPF)--is a single-employer contributory defined benefit plan which was established as of January 1, 1952, under the provisions of N.J.S.A. 43:16 to provide retirement, death and disability benefits to county and municipal police and firemen who were appointed prior to July 1, 1944. The fund is a closed system with no active members.

***Police and Firemen’s Retirement System***

Police and Firemen’s Retirement Systems (PFRS)--is a cost-sharing multiple-employer contributory defined benefit plan which was established as of July 1, 1944, under the provisions of N.J.S.A. 43:16A to provide retirement, death and disability benefits to substantially all full time county and municipal police or firemen and State firemen appointed after June 30, 1944. Membership is mandatory for such employees with vesting occurring after 10 years of membership.

***Public Employees’ Retirement System***

Public Employees’ Retirement System (PERS)--is a cost-sharing multiple-employer contributory defined benefit plan which was established as of January 1, 1955, under the provision N.J.S.A. 43:15A to provide retirement, death and disability benefits, including post-retirement health care, to substantially all full time employees of the State or any county, municipality, school district or public

## CITY OF ELIZABETH

### Notes to Financial Statements

June 30, 2008

agency provided the employee is not a member of another State-administered retirement system. Membership is mandatory for such employees and vesting occurs after 10 years of service for pension benefits and 25 years for post-retirement health care coverage.

#### ***Other Pension Funds***

The State established and administers a Supplemental Annuity Collective Trust Fund (SACT) which is available to active members of several State-administered retirement systems to purchase annuities to supplement the guaranteed benefits provided by their retirement system. The state or local governmental employers do not appropriate funds to SACT.

The State also administers the Pension Adjustment Fund (PAF) which provides cost of living increases, equal to 60 percent of the change in the average consumer price index, to eligible retirees in all State-sponsored pension systems except SACT. In the CPFPPF, the cost of living increases are payable from the State of New Jersey Pension Adjustment Fund which is funded by the State as a benefit allowances become payable. The cost of living increases for PFRS and PERS are funded directly by each of the respective systems and are considered in the annual actuarial calculation of the required State contribution for that system.

According to State statutes, all obligations of each retirement system will be assumed by the State of New Jersey should any retirement system be terminated.

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

#### ***Significant Legislation***

Chapter 42, P.L. 2002 permitted local government units to issue refunding bonds to retire unfunded accrued liability resulting from early retirement benefits under PERS and PFRS effective July 12, 2002.

Chapter 103, P.L. 2007, certain parts effective July 1, 2007, provided for the following: changed contribution rates of most state employees of, PERS, and Defined Contribution Retirement Program (DCRP) to 5.5% of annual compensation; imposed an annual maximum wage contribution base for members hired on or after July 1, 2007; amended the early retirement reduction formula for new members. If a person became a member on or after July 1, 2007, that person must be at least 60 years of age in order to retire without a reduction in their retirement allowance. Also, the legislation implemented changes to State Health Benefits Program (SHBP) and established an employee contribution of 1.5% of the employee's base salary; eliminated the funding for postretirement medical benefits through PERS.

Chapter 92, P.L. 2007 implemented certain recommendations contained in the December 1, 2006 report of the Joint Legislative Committee on Public Employee Benefits Reform: established a DCRP for elected and certain appointed officials, effective July 1, 2007; the new pension loan interest rate became 4.69% per year, and an \$8.00 processing fee per loan was charged, effective January 1, 2008. The legislation also removed language from existing law that permits the State Treasurer to reduce

**CITY OF ELIZABETH**

Notes to Financial Statements

June 30, 2008

employer pension contributions needed to fund the Funds and Systems when excess assets are available.

Chapter 108, P.L. 2003, effective July 1, 2003, provided that the State Treasurer will reduce local employer PERS normal and accrued liability contributions to be a percentage of the amount certified annual by PERS as follows: 20% for payments due to State fiscal year 2005; not more than 40% in fiscal year 2006; not more than 60% in fiscal 2007; and not more than 80% in fiscal year 2008.

***Funding Policy***

***Contribution Requirements:***

The contribution policy for CPFPPF, PFRS and PERS is set by New Jersey State statutes and requires contributions by active members and contributing employers. Plan member and employer contributions may be amended by State of New Jersey legislation. Contributions by active members of CPFPPF are based on 7% of their salaries. Members of PFRS contribute at a uniform rate of 8.5% of base salary, as defined. Members of PERS contribute at a uniform rate of 5.5% of base salary, as defined. Employers are required to contribute at an actuarially determined rate in all Funds. The actuarially determined employer contribution includes funding for cost-of-living adjustments and noncontributory death benefits in the PFRS and PERS. In the PERS the employer contribution includes funding for post-retirement medical premiums.

During the year ended June 30, 2008, for CPFPPF, which is a cost sharing plan, accumulated pension cost equals annual required contributions. For PFRS and PERS, which are cost sharing multi-employer defined benefit pension plans, the annual pension cost differs from the annual required contribution due to the enactment of Chapter 114, P.L. 1997.

***City Contributions:***

The City's contributions were as follows:

	<u>For the Year Ended June 30</u>			
	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
CPFPPF	\$452,280	\$565,283	\$671,141	\$695,779
PERS	\$1,564,750	\$863,259	\$481,412	0
PFRS	\$11,637,148	\$7,716,611	\$4,809,805	\$2,569,580

**(8) Self-Insurance Program**

The City established a self-insurance program in 1982 in accordance with New Jersey Statute Chapter 40:10-6. The Chapter enables the governing body of any local unit to create a fund to provide insurance coverage for its exposure to a wide variety of property casualty risks, including:

- Property damage caused to any of the unit's property, motor vehicles, equipment or apparatus.
- Liability resulting from the use or operation of such motor vehicles, equipment or apparatus.
- Liability for the unit's negligence, including that of its officers, employees and servants.
- Workers' compensation obligations.

# CITY OF ELIZABETH

## Notes to Financial Statements

June 30, 2008

The City self-insures for its automobile, general liability and workers' compensation exposures. The City has purchased excess workers' compensation coverage for losses in excess of \$1,000,000. Additionally, the City maintains insurance policies covering property, fire, water, utility, boiler and machinery, nurses' professional liability and employee fidelity. Various deductibles, limits, and coinsurance provisions apply to these policies.

### **(9) Urban Development Action Grants**

On December 12, 1990 Northern Feather, Inc., filed for protection from its creditors under Chapter 11 of the bankruptcy laws of the United States. The City is the holder of a second mortgage against the premises owned by Northern Feather, Inc., which had a balance of \$84,360 as of June 30, 2002. In order for the Trustee appointed by the court to accept and execute a contract to purchase the premises without contingencies, the City granted assumption of the second mortgage it holds to Diversified Furniture, Inc.

### **(10) Contingent Liabilities**

The City is a defendant in various legal proceedings. In the opinion of the City's Corporation Counsel, these matters are adequately covered by the City's insurance program, the City's defense program, or by the City of Elizabeth directly and which may be settled or resolved in a manner satisfactory to the financial stability of the City. It is anticipated that any excess judgments would be paid by the City through future taxation or future debt borrowing.

The City is also defendant in various tax appeals that they are defending vigorously. The amount of the potential settlements is not determinable at this time.

The City participates in numerous Federal and State of New Jersey grant programs which are governed by various rules and regulations of the grantor agencies; therefore, to the extent that the City has not complied with the rules and regulations governing the grants, refunds of any money received may be required and the collectibility of any related receivables at June 30, 2008 may be impaired. In the opinion of the City, there are no significant contingent liabilities relating to compliance with rules and regulations governing the respective grants; therefore, no provisions have been recorded in the accompanying financial statements for such contingencies.

In accordance with the NJ Division of Pension and Benefits regulations, the City previously elected to defer the payment of two months health insurance premiums. The June 30, 2008 and 2007 deferrals were approximately \$2,910,000 and \$3,350,000 respectively which becomes payable upon the City leaving the State Health Benefits Program.

**CITY OF ELIZABETH**

Notes to Financial Statements

June 30, 2008

**(11) Water and Sewer Utility Operations**

On June 2, 1998 the City entered into agreement with Liberty Water Company (LWC) for a term of 40 years to provide management, operation and management services associated with the City’s water system. The City retains ownership of the Utility infrastructure and is responsible for financing all capital improvements to the system. Capital improvements will be financed principally by the City through payments made by LWC that will exceed \$57,000,000 over the term of the contract. LWC is responsible for the preparation, maintenance, and collection of all bills and invoices to the users of both the Water and Sewer Utility and all costs and expenses associated therewith. LWC has no right to any revenue attributable to the Sewer Utility. The revenues collected by LWC for the Sewer Utility are disbursed to the City on a daily basis. LWC pays all expenses required for the operation, maintenance and management of the water system.

**(12) Deferred Compensation Plan**

The City offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan permits employees to defer a portion of their salary to future years. Individuals are one hundred percent vested. The plan is funded solely from voluntary employee payroll deductions. Distribution is available to employees upon termination, retirement, death, or unforeseeable emergency. All amounts of compensation deferred under the plan, all property and rights purchased with those amounts, and all income attributable to those amounts, property or rights are solely property and rights of the individual contributors and are not subject to the claims of the City’s general creditors.

**(13) Fixed Assets**

The City records assets with a useful life in excess of five years and with a value over \$5,000 as a fixed asset. The accounts are adjusted for dispositions and abandonment’s. Depreciation is not recorded.

Fixed assets used in governmental operation (general fixed assets) are accounted for in the General Fixed Assets. Public domain (“Infrastructure”) general fixed assets consisting of certain improvement other than building, such as roads, bridges, curbs and gutters, streets and sidewalks, and drainage systems are not capitalized.

The City’s fixed assets are summarized as follows:

	<b>Balance</b>			<b>Balance</b>
	<b>June 30, 2007</b>	<b>Additions</b>	<b>Dispositions</b>	<b>June 30, 2008</b>
General fixed assets:				
Land and buildings	\$ 42,397,700	—	—	42,397,700
Equipment	11,272,043	555,960	1,542	11,826,461
Vehicles	17,788,541	996,540	685,317	18,099,764
	<u>\$ 71,458,284</u>	<u>1,552,500</u>	<u>686,859</u>	<u>72,323,925</u>

# CITY OF ELIZABETH

## Notes to Financial Statements

June 30, 2008

### (14) Cash

Cash and cash equivalents includes amounts on deposit, and short term investments with original maturities of three months or less from the date of acquisition.

#### *Deposits*

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

New Jersey statutes Government Unit Deposit Protection Act (GUDPA) require public depositories to maintain collateral for deposits of public funds that exceed depository insurance limits as follows:

The market value of the collateral must equal at least 5% of the average daily balance of collected public funds on deposit.

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

All collateral must be deposited with the Federal Reserve Bank of New York, the Federal Reserve Bank of Philadelphia, the Federal Home Loan Bank of New York, or a banking institution that is a member of the Federal Reserve System and has capital funds of not less than \$25,000,000.

GASB Statement No. 40, Deposit and Investment Risk Disclosures, requires disclosure of bank deposits that are subject to custodial credit risk. The custodial credit risk for deposits is the risk that, in the event of the failure of a depository institution, the City will not be able to recover deposits or will not be able to recover collateral securities that may be in the possession of an outside party. As of June 30, 2008 the City's bank deposits are insured or covered by the State's Government Unit Deposit Protection Act or are collateralized with the federal securities held by another institution in the City's name.

**CITY OF ELIZABETH**

Notes to Financial Statements

June 30, 2008

**(15) State Loans**

**Green Trust Loans:**

1989 Green Trust Program – Westfield Ave. Ball Field Acquisition

Interest is 2% with payments through Feb. 14, 2017.

Future minimum loan payments under the lease program as of June 30, 2008 are:

<b>Fiscal Year</b>	
<b>Ending</b>	<b><u>Amount</u></b>
<b><u>June 30</u></b>	
2009	\$ 4,664
2010	4,664
2011	4,664
2012	4,664
2013	4,664
2014-2017	<u>18,656</u>
Total	41,974
Less interest	<u>3,735</u>
Principal Balance	\$38,239

1995 Green Trust Program – Westfield Ave. Ball field Improvements

Interest is 2% with payments through May 1, 2019.

Future minimum loan payments under the lease program as of June 30, 2008 are:

<b>Fiscal Year</b>	
<b>Ending</b>	<b><u>Amount</u></b>
<b><u>June 30</u></b>	
2009	\$ 27,767
2010	27,767
2011	27,767
2012	27,767
2013	27,767
2014-2018	138,835
2019	<u>27,767</u>
Total	\$305,437
Less interest	<u>32,482</u>
Principal Balance	\$272,955

**CITY OF ELIZABETH**

Notes to Financial Statements

June 30, 2008

1992 Green Trust Program – Arthur Kill Additions

Interest is 2% with payments through Jan. 22, 2017.

Future minimum loan payments under the lease program as of June 30, 2008 are:

<b>Fiscal Year</b>	
<b>Ending</b>	
<b>June 30</b>	<b><u>Amount</u></b>
2009	\$ 13,537
2010	13,537
2011	13,537
2012	13,537
2013	13,537
2014-2017	<u>54,149</u>
Total	121,836
Less interest	<u>10,842</u>
Principal Balance	\$ 110,994

2004 Green Trust Program – Elmora Raquet Club

Interest is 0% with payments through December 31, 2024.

Future minimum loan payments under the lease program as of June 30, 2008 are:

<b>Fiscal Year</b>	
<b>Ending</b>	
<b>June 30</b>	<b><u>Amount</u></b>
2009	\$ 10,257
2010	20,513
2011	20,513
2012	30,769
2013	20,513
2014-2018	82,052
2019-2023	102,564
2024-2025	<u>41,025</u>
Total	\$ 338,462

**CITY OF ELIZABETH**

Notes to Financial Statements

June 30, 2008

1992 Green Trust Program – Kenah Center Acquisition

Interest is 2% with payments through Sep. 2, 2018.

Future minimum loan payments under the lease program as of June 30, 2008 are:

<b>Fiscal Year</b>	
<b>Ending</b>	<b>Amount</b>
<b>June 30</b>	
2009	\$ 4,353
2010	4,353
2011	4,353
2012	4,353
2013	4,353
2014-2018	21,765
2019	<u>2,176</u>
Total	45,705
Less interest	<u>4,664</u>
Principal Balance	\$41,041

2004 Green Trust Program – Kenah Center Field

Interest is 0% with payments through December 31, 2024.

Future minimum loan payments under the lease program as of June 30, 2008 are:

<b>Fiscal Year</b>	
<b>Ending</b>	<b>Amount</b>
<b>June 30</b>	
2009	\$ 7,335
2010	14,671
2011	14,671
2012	22,007
2013	14,671
2014-2018	56,684
2019-2023	73,355
2024-2025	<u>29,343</u>
Total	242,072
Less interest	<u>0</u>
Principal Balance	\$ 242,072

**(16) Sewer Utility**

The City owns a city wide sewer collection system which is managed under a March 3, 2001 Wastewater Service Agreement by E'Town Corporation, a wholly owned subsidiary of RWE a German company. Sewage treatment is provided under a contractual agreement with the Essex-Union Joint Meeting (EUJM) which is owned and operated by eleven other municipalities. The City pays fees for

**CITY OF ELIZABETH**

Notes to Financial Statements

June 30, 2008

treatment based upon the usage of the system. The City finances its collection system capital requirements as well as its EUJM capital contributions through a combination of utility bond issues, state grants and State low interest loans.

The Sewer Utility franchised the sewer system to the Union County Improvement Authority and has a \$35,716,736 lease agreement dated March 1, 2002 with the Union County Improvement Authority to lease its franchise of the wastewater system. The City is required to pay rent due on each September 1 and March 1, commencing September 1, 2002 through April 1, 2022. Future minimum lease payments under the lease program as of June 30, 2008 are:

<u>Year</u>	<u>Amount</u>
2009	\$ 1,924,889
2010	1,924,046
2011	1,924,188
2012	1,924,315
2013	1,928,125
2014-2018	9,621,142
2019-2022	7,701,476

**(17) Interfund Balances**

The City has interfund balances at June 30, 2008 as follows:

	<u>FROM</u>	<u>TO</u>
Current Fund:		
CDBG	\$ —	25,347
General Trust	4,606	—
Federal and State Grant	993,306	—
General Capital	33,328	—
Dog Fund	—	3,535
Federal and State Grant:		
Current	—	993,306
Dog License Fund:		
Current Fund	3,535	—
Other Federal Grant:		
UDAG	225,519	—
UDAG:		
Other Federal Grant	—	225,519
CDBG:		
Current	25,347	—
General Trust		
Current	—	4,606
Capital:		
Current	—	33,328

**CITY OF ELIZABETH**

Notes to Financial Statements

June 30, 2008

	<u>FROM</u>	<u>TO</u>
Water Operating:		
Water Capital	214	—
Water Trust	35	—
Water Trust:		
Water Operating	—	35
Water Capital:		
Water Operating	—	214
Sewer Operating:		
Sewer Capital	1,050	—
Sewer Capital:		
Sewer Operating	—	1,050
	<u>1,286,940</u>	<u>1,286,940</u>

The Interfunds with the grant fund result from expenditures made prior to reimbursement from the granting agency. The remaining Interfunds are to record the transfer of interest to the operating funds and to record expenditures paid from other funds.

**(18) Post Retirement Medical Benefits**

PERS, PFRS and CFPF require post retirement medical benefits to be funded on a pay-as-you-go basis for employees that have 25 years of accumulated service. Benefits include medical and prescription coverage for the participant and family.

**Plan Description.** The City contributes to the New Jersey Health Benefits (SHBP), a cost sharing multi-employer defined benefit postemployment healthcare plan administered by the NJ Department of Treasury, Division of Pensions and Benefits. SHBP provides medical benefits to current and retired employees of participating local public entity employers through June 30, 2008. Effective July 1, 2008 the retirees are no longer included in the same plan as active employees. New Jersey Statutes assign the authority to establish and amend benefit provisions to the SHBP commission. The State of New Jersey, Department of Treasury, Division of Pensions and Benefits, issues publicly available financial reports that include the financial statements and required supplementary information of each of the above systems, funds, and trust. The financial reports may be obtained by writing to the State of New Jersey, Department of the Treasury, Division of Pensions and Benefits, P.O. Box 295, Trenton, New Jersey 08625-0295.

**Funding Policy.** The State Division of Pensions and Benefits establishes the contribution rates for the participating employers. Participating employers are contractually required to contribute at a rate assessed each year by the SHBP, currently approximately \$10,000 per participant on average. The SHBP board sets the employer contribution rate based on the annual required contribution (ARC) of the employers, an amount actuarially determined in accordance with

## CITY OF ELIZABETH

### Notes to Financial Statements

June 30, 2008

parameters of GASB 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded liabilities (or funding excess) of the plan over a period not to exceed thirty years. The City's contribution to SHBP for the year ended June 30, 2008 was \$19,373,960 which equaled the amount billed by the SHBP and approximately 23.9% of the ARC.

#### **(19) City Bond Guaranty**

The City on December 21, 2006 entered into an agreement with the Parking Authority of the City of Elizabeth on behalf of the \$3,500,000 City Guaranteed Parking Revenue Bonds, Series 2006.

The Authority and the City have entered into the Guaranty Agreement in order to, among other things, provide security to the holders of obligations of the Authority. The Series 2006 Bonds, while outstanding, are entitled to the benefits of the Guaranty Agreement. Pursuant to its terms, the Guaranty Agreement will remain in full force and effect as long as any obligations of the Authority which are entitled to benefits thereof remain outstanding.

Pursuant to the terms of the Guaranty Agreement, if, sixty (60) days prior to any date established for the payment of the principal of and interest on the Series 2006 Bonds, the amount which is on deposit in the applicable account in the Bond Service Fund established under the Resolution (the "Applicable Debt Service Account(s)"), after giving effect to any required transfers from the applicable account (if any) within the Bond Reserve Fund, is insufficient to provide for the payment of the interest and/or principal due and payable on such payment date, the Trustee shall notify the Authority, the Mayor and the City Clerk in writing by certified mail (return receipt request) of the amounts which are necessary to provide for the payment of the principal of and interest on the Series 2006 Bonds. The City shall be obligated to make payment to the Trustee of the amount referred to above no later than said payment date except to the extent the Applicable Debt Service Account(s) otherwise has sufficient funds on hand on the date or dates required for the payment of such principal and/or interest. In such event, such sum shall be applied by the Trustee for deposit into the Applicable Debt Service Account(s). Forty-five (45) days prior to said payment date the City must notify the Trustee in writing as to the source of funds to provide for such payment. Notwithstanding any other provision in the Guaranty Agreement, failure by the Trustee to give the City notice as provided therein shall not relieve the City of its obligation to make payment under the terms of the City Guaranty.

#### **Deficiency Agreement**

On February 1, 2007 the City entered into a deficiency agreement with the Elizabeth Development Company whereby the City will provide funding for payment of the Parking Revenue Refunding Bonds Series 2007A and B in the event there is not sufficient funds to pay the debt service on these bonds. The City has authorized bonding in an amount equal to the refunding bonds to fund such payments if necessary. The agreement will terminate upon mutual consent of the parties thereto; or upon final payment of the bonds.

**CITY OF ELIZABETH**

Notes to Financial Statements

June 30, 2008

**(20) Other Loans**

1998 New Jersey department of Transportation Loan  
Future payments for this loan as of June 30, 2008 are:

<u>Fiscal Year Ending</u>	<u>Amount</u>
2009	\$ 0
2010	500,000
2011	500,000
2012	500,000
2013	500,000
2014-2018	2,500,000
2019	<u>500,000</u>
	\$5,000,000

1999 Underground Storage Tank Loan  
Future payments for this loan as of June 30, 2008 are:

<u>Fiscal Year Ending</u>	<u>Amount</u>
2009	\$93,300

Water Front Park Project Loan  
The repayment schedule for this \$804,496 loan has not yet been established.

2002 Underground Storage Tank Loan  
Future payments for this loan as of June 30, 2008 are:

<u>Fiscal Year Ending</u>	<u>Amount</u>
2009	\$ 87,720
2010	87,720
2011	87,720
2012	87,720
2013	<u>87,720</u>
	\$350,880

2003 Demolition Loan Loan  
Future payments for this loan as of June 30, 2008 are:

<u>Fiscal Year Ending</u>	<u>Amount</u>
2009	\$ 82,500
2010	82,500
2011	82,500
2012	<u>82,500</u>
Total	343,200
Less interest	<u>13,200</u>
Principal Balance	\$ 330,000

ADDITIONAL FINANCIAL INFORMATION

## *LOUIS C. MAI CPA & ASSOCIATES*

P.O. Box 624  
Pompton Plains, N.J. 07444

Phone: 973-492-2524  
Fax: 973-492-9515

### **Independent Auditor's Report on Additional Financial Information**

Mayor and Council  
City of Elizabeth:

We have audited the financial statements of the City of Elizabeth, New Jersey as of and for the year ended June 30, 2008, and have issued our report thereon dated June 1, 2009, which report expressed an adverse opinion in accordance with accounting principles generally accepted in the United States of America and an unqualified opinion on the basis of accounting practices prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey. These financial statements are the responsibility of the City's management. Our responsibility is to express opinions on these financial statements based on our audit.

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

Our audit was conducted for the purpose of forming an opinion on the financial statements taken as a whole. The additional financial information included in the accompanying table of contents, is presented for the purpose of additional analysis and is not a required part of the financial statements. The accompanying schedules of expenditures of Federal awards and State of New Jersey financial assistance are presented for purposes of additional analysis as required by U. S. Office of Management and Budget Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations, and State of New Jersey Office of Management and Budget Circular 04-04, Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid, and are not a required part of the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the financial statements taken as a whole.

The information included in the supplementary data as listed in the table of contents is presented for additional analysis and is not a required part of the financial statements. Such information has not been subjected to the auditing procedures applied in the audit of the financial statements. Accordingly, we express no opinion on such information.

*Louis C. Mai CPA & Associates*  
*Louis C. Mai*

\_\_\_\_\_  
Louis C. Mai, Registered Municipal Accountant  
No. CR00217

June 1, 2009

**CITY OF ELIZABETH**

Schedule of Current Cash - Treasurer

Current Fund

Year ended June 30, 2008

Balance, June 30, 2007	\$ <u>43,345,934</u>
Increased by receipts:	
Due from State of New Jersey	402,257
Federal and State grants receivable	6,973,074
Taxes receivable	165,788,077
Revenue accounts receivable	73,628,726
Interfunds	2,528,252
Reserve for special purposes	11,884,508
Miscellaneous payables and deposits	610,780
Nonbudget revenue	<u>7,752,371</u>
	<u>269,568,045</u>
	<u>312,913,979</u>
Decreased by disbursements:	
Budget appropriations	164,195,678
Appropriation reserves	5,087,749
Accounts payable	52,438
County taxes payable	30,269,992
Special district taxes payable	358,000
School taxes	38,651,708
Miscellaneous payables and deposits	576,063
Miscellaneous receivables	6,298
Interfunds	2,547,571
Miscellaneous refunds	40,124
Prior year taxes refunded	370,254
Federal and State grants advance - net	8,130,836
Reserve for special purposes	<u>19,988,548</u>
	<u>270,275,259</u>
Balance, June 30, 2008	\$ <u><u>42,638,720</u></u>

**CITY OF ELIZABETH**

Schedule of Due from State of New Jersey -  
Senior Citizens' and Veterans' Deductions

Current Fund

Year ended June 30, 2008

Balance, June 30, 2007	\$ <u>35,024</u>
Increased by:	
Senior Citizens' deductions per tax billings	184,000
Veterans' deductions per tax billings	228,250
Senior Citizens' deductions allowed by Tax Collector	19,000
Veterans' deductions allowed by Tax Collector	2,750
Prior year administrative fee	8,350
Prior year receivable	<u>358,883</u>
	<u>801,233</u>
	<u>836,257</u>
Decreased by:	
Cash received	402,257
Senior Citizens' deductions disallowed by Tax Collector	<u>67,907</u>
	<u>470,164</u>
Balance, June 30, 2008	\$ <u><u>366,093</u></u>

**CITY OF ELIZABETH**

Schedule of Taxes Receivable and Analysis of  
Property Tax Levy

Current Fund

Year ended June 30, 2008

<b>Year</b>	<b>Balance, June 30, 2007</b>	<b>2008 tax levy</b>	<b>Additional charges</b>	<b>Collections 2008</b>	<b>Veterans and Senior Citizens</b>	<b>Transferred to tax title liens</b>	<b>Remitted, abated or canceled</b>	<b>Balance, June 30, 2008</b>
2004	\$ 542,233	—	—	7,601	—	—	534,175	457
2005	202,545	—	—	13,411	—	—	189,134	—
2006	11,328	—	2,939	11,438	—	—	—	2,829
2007	<u>5,223,866</u>	—	<u>151,442</u>	<u>5,353,492</u>	<u>(1,254)</u>	<u>12,763</u>	—	<u>10,307</u>
	5,979,972	—	154,381	5,385,942	(1,254)	12,763	723,309	13,593
2008	<u>—</u>	<u>165,370,779</u>	<u>2,036,490</u>	<u>160,402,135</u>	<u>366,093</u>	<u>38,779</u>	<u>551,876</u>	<u>6,048,386</u>
	<u>\$ 5,979,972</u>	<u>165,370,779</u>	<u>2,190,871</u>	<u>165,788,077</u>	<u>364,839</u>	<u>51,542</u>	<u>1,275,185</u>	<u>6,061,979</u>

**Analysis of 2008 Property Tax Levy**

Tax levy:	
Local school district tax	\$ 38,651,708
County taxes	28,651,298
County tax - added and omitted	287,635
County Open Space Tax	1,331,059
Special Improvement district	358,000
Local tax for municipal purposes	95,439,029
Additional taxes levied (adjustment)	<u>2,688,540</u>
Actual taxes levied	<u>\$ 167,407,269</u>

**CITY OF ELIZABETH**

Schedule of Tax Title Liens Receivable

Current Fund

Year ended June 30, 2008

Balance, June 30, 2007	\$ <u>673,894</u>
Increased by:	
Transfers from property taxes receivable	51,542
Interest and costs	<u>4,017</u>
	<u>55,559</u>
	<u>729,453</u>
Decreased by:	
Cancellations	<u>92,965</u>
Balance, June 30, 2008	\$ <u><u>636,488</u></u>

**CITY OF ELIZABETH**

Schedule of Property Acquired for Taxes

Current Fund

Year ended June 30, 2008

Balance, June 30, 2007	\$ <u>2,469,200</u>
Balance, June 30, 2008	\$ <u>2,469,200</u>

## CITY OF ELIZABETH

## Schedule of Revenue Accounts Receivable

Current Fund

Year ended June 30, 2008

	<u>Balance, June 30, 2007</u>	<u>Accrued in 2008</u>	<u>Collected</u>	<u>Adjustments</u>	<u>Balance, June 30, 2008</u>
Licenses:					
Alcoholic beverages	\$ —	150,353	150,353	—	—
Other	—	438,270	438,270	—	—
Fees and permits	—	819,214	819,214	—	—
Municipal Court - fines and costs	36,711	4,455,318	4,468,161	—	23,868
Interest and costs on taxes	—	1,331,597	1,331,597	—	—
Interest on investments and deposits	—	3,060,374	3,060,374	—	—
LEAA rebates - fire	—	116,306	116,306	—	—
Franchise assessments - Jersey Garden Mall	—	5,234,503	5,234,503	—	—
Airport parking tax	—	1,601,783	1,601,783	—	—
Port Authority capital projects aid	—	3,000,000	3,000,000	—	—
Receipts from Port Authority - Leased Property 13A	—	480,000	480,000	—	—
Additional Port Authority Airport Parking Tax Leased Property	—	800,000	800,000	—	—
Rental of City property	—	500	500	—	—
Dock rental fees	—	79,914	79,914	—	—
Sale of junk vehicles and other property	—	60,374	60,374	—	—
CATV fees	—	222,786	222,786	—	—
Solid waste disposal - host community	—	742,093	742,093	—	—
Emergency medical services - ambulance charges	8,866,009	5,119,612	2,107,566	6,135,508	5,742,547
Miscellaneous gasoline sales	—	274,878	274,878	—	—
State of N.J. building code enforcement	—	27,137	27,137	—	—
P.I.L.O.T. - Pierce Manor Corp.	—	230,332	230,332	—	—
P.I.L.O.T. - Port Authority NY/ NJ	—	63,242	63,242	—	—
P.I.L.O.T. - Residential	—	1,438,066	1,438,066	—	—
P.I.L.O.T. - R.W.B. Associates	—	193,763	193,763	—	—
P.I.L.O.T. - Newark/North Avenue	—	67,980	67,980	—	—
P.I.L.O.T. - IKEA - Toys R Us	—	133,294	133,294	—	—
P.I.L.O.T. - IKEA Expansion	—	197,378	197,378	—	—
P.I.L.O.T. - Elizabeth Senior Citizens, National Church Residenc	—	20,575	20,575	—	—
P.I.L.O.T. Immaculate Conception Residence	—	17,671	17,671	—	—
P.I.L.O.T Marina Village Residence	—	16,625	16,625	—	—
P.I.L.O.T 349 First street	—	34,345	34,345	—	—
P.I.L.O.T Winfield Scott Residence	—	33,285	33,285	—	—
State aid without offsetting appropriations:					
Municipal Efficiency Promotion Aid	—	481,332	481,332	—	—
Consolidated municipal property relief act	—	20,050,567	20,050,567	—	—
Supplemental Energy Receipts Tax	—	274,135	274,135	—	—
Energy Receipts Tax	—	14,253,152	14,253,152	—	—
Municipal Homeland Security Assistance Aid	—	140,000	140,000	—	—
Municipal Property Tax Assistance	—	694,138	694,138	—	—
Dedicated uniform construction code fees offset with appropriations:					
Uniform construction code fees	—	917,596	917,596	—	—
Sale of wetlands	—	5,000,000	5,000,000	—	—
Sale of City Owned property	—	998,430	998,430	—	—
Hotel Occupancy Tax	—	4,354,291	4,354,291	—	—
	<u>\$ 8,902,720</u>	<u>73,270,918</u>	<u>74,626,006</u>	<u>6,135,508</u>	<u>5,766,415</u>
		Cancelled	\$ —		
		Transferred	997,280		
		Cash	<u>73,628,726</u>		
			<u>\$ 74,626,006</u>		

## CITY OF ELIZABETH

## Schedule of Interfund Accounts Receivable (Payable)

## Current Fund

Year ended June 30, 2008

	<b>General Capital Fund</b>	<b>Community Develop- ment Block Grant</b>	<b>General Trust Fund</b>	<b>Dog Trust Fund</b>	<b>Total</b>
Balance, June 30, 2007, Due from (to)	\$ 30,972	463,163	2,339	—	539,878
Increased by:					
Transfer from budget	—	—	—	(8,535)	(8,535)
Interest earned not transferred	33,328	—	—	—	33,328
Cash disbursed	2,497,280	—	2,267	5,000	2,504,547
	<u>2,530,608</u>	<u>—</u>	<u>2,267</u>	<u>(3,535)</u>	<u>2,529,340</u>
	<u>2,561,580</u>	<u>463,163</u>	<u>4,606</u>	<u>(3,535)</u>	<u>3,025,814</u>
Decreased by:					
Cancellation	—	463,163	—	—	463,163
Reserve restored	—	25,347	—	—	25,347
Interfunds returned	2,528,252	—	—	—	2,528,252
	<u>2,528,252</u>	<u>488,510</u>	<u>—</u>	<u>—</u>	<u>3,016,762</u>
Balance, June 30, 2008, Due from (to)	<u>\$ 33,328</u>	<u>(25,347)</u>	<u>4,606</u>	<u>(3,535)</u>	<u>9,052</u>

## CITY OF ELIZABETH

## Schedule of Appropriation Reserves

Current Fund

Year ended June 30, 2008

Description	Balance June 30, 2007	Balance after transfers	Paid or charged	Balance lapsed
Salaries and wages:				
City Council	\$ 4,216	4,216	—	4,216
Alcoholic Beverage Control	2	2	—	2
City Clerk	45	45	—	45
Elections	6,588	6,588	—	6,588
Mayor's Office	1,406	1,406	—	1,406
Department of Law	8,035	35	—	35
Business Administrator's Office	2,963	2,963	—	2,963
Division of Budget and Personnel	59	59	—	59
Division of Purchasing	274	274	—	274
Division of Data Processing	9,007	6,007	—	6,007
Division of Employee Benefits	888	888	—	888
Division of EMS Billing and Collection	6,096	6,096	—	6,096
Division of Accounts and Controls	10,732	10,732	—	10,732
Division of Assessments	306	306	—	306
Division of Revenue	8,837	337	—	337
Department of Neighborhood Services:				
Director's Office	5,784	5,784	—	5,784
Bureau of Construction and Zoning	769	769	—	769
Bureau of Housing	6,262	6,262	—	6,262
Bureau of Central Licensing	4,285	4,285	—	4,285
Bureau of Rent Control	3,136	3,136	—	3,136
Agency of Weights and Measures	2	2	—	2
Department of Policy and Community Development:				
Director's Office	10,023	10,023	—	10,023
Bureau of Public Information and Citizen				
Participation and Services	711	711	—	711
Bureau of Planning and Zoning	112	112	—	112
Bureau of Economic Development	7,087	7,087	—	7,087
Bureau of Cultural & Heritage Affairs	11,811	11,811	—	11,811
Human Rights Commission	237	237	—	237
Department of Public Works:				
Director's Office	4,739	4,739	—	4,739
Bureau of Public Buildings	14,858	858	—	858
Bureau of Streets, Parks and Trees	52,181	2,181	—	2,181
Bureau of Yard Maintenance and Equipment	86,362	6,362	—	6,362
Marina	29,810	810	—	810
Division of Recycling	14,492	492	—	492

(Continued)

## CITY OF ELIZABETH

## Schedule of Appropriation Reserves

## Current Fund

Year ended June 30, 2008

Description	Balance June 30, 2007	Balance after transfers	Paid or charged	Balance lapsed
Department of Health, Welfare and Housing:				
Director's Office	\$ 1,381	1,381	—	1,381
Division of Health	124,423	24,423	—	24,423
Division of Human Services	1,275	1,275	—	1,275
Office of Social Services:	2,385	2,385	—	2,385
Office of Vital Statistics	1,822	1,822	—	1,822
Office of Youth Services	43	43	—	43
Office on Aging	6	6	—	6
Division Air Pollution	91	91	—	91
Office of Relocation	9	9	—	9
Public Health Nurses Division	6,188	6,188	—	6,188
Public Safety:				
Fire Department	193,206	1,383,206	1,364,135	19,071
Uniform Fire Safety Act	58	26,058	26,058	—
Police Department	127,432	126,019	(867,035)	993,054
Emergency Medical Services	22,578	127,578	79,732	47,846
Recreation Department	58,494	8,494	—	8,494
Municipal Court	217,314	217,314	—	217,314
Other expenses:				
City Council	1,335	2,486	1,471	1,015
Alcoholic Beverage Control	2,099	2,989	976	2,013
City Clerk	5,073	5,073	—	5,073
Elections	41,916	42,000	6,696	35,304
Printing and Publications	20,245	110,185	76,661	33,524
Mayor's Office	4,686	5,060	1,011	4,049
Department of Law	59,594	76,471	72,863	3,608
Business Administrator's Office	13,326	187,863	147,956	39,907
Public Safety Telecommunications	—	1,413	—	1,413
Division of Budget and Personnel	271	271	270	1
Division of Purchasing	48,204	74,652	37,961	36,691
Division of Data Processing	195,823	248,389	134,311	114,078
Division of Employee Benefits	698	878	790	88
Division of Accounts and Controls	7,062	9,973	3,460	6,513
Audit of other funds	—	—	—	—
Division of Assessments	11,755	46,092	34,704	11,388
Division of Revenue	3,289	18,334	18,309	25
Department of Neighborhood Services:				
Director's Office	1,384	1,580	1,423	157
Bureau of Construction and Zoning	5,209	9,023	4,328	4,695
Division of Housing	6,729	7,554	1,381	6,173
Central License Bureau	9,108	12,731	3,258	9,473
Bureau of Rent Control	4,250	4,420	694	3,726
Division of Weights and Measures	504	504	—	504
Department of Planning & Community Development:				
Director's Office	481	981	525	456

(Continued)

## CITY OF ELIZABETH

## Schedule of Appropriation Reserves

## Current Fund

Year ended June 30, 2008

Description	Balance June 30, 2007	Balance after transfers	Paid or charged	Balance lapsed
Bureau of Public Information and Citizen Participation and Services	\$ 7,135	14,097	13,253	844
Bureau of Community Development	4	831	778	53
Bureau of Planning and Zoning	34,178	76,261	41,835	34,426
Bureau of Economic Development	264	299	57	242
Bureau of Elizabeth Home Improvement	—	500	496	4
Bureau of Cultural & Heritage Affairs	885	8,103	7,570	533
Human Rights Commission	1,904	1,904	—	1,904
Department of Public Works:				
Director's Office	2,597	2,597	—	2,597
Bureau of Public Buildings	480	257,245	256,685	560
Bureau of Streets, Parks and Trees	62,319	168,646	133,718	34,928
Bureau of Yard Maintenance and Equipment	34,242	291,073	287,878	3,195
Marina	122,087	144,819	35,710	109,109
Recycling Program	2,151	27,156	3,361	23,795
Garbage and Trash Removal	1,633,765	972,496	630,003	342,493
Department of Health and Human Services:				
Director's Office	123,084	125,506	3,281	122,225
Division of Human Services	9,002	10,361	1,363	8,998
Division of Health	112,577	394,965	153,243	241,722
Office of Social Services:	11,358	13,105	1,989	11,116
Office of Vital Statistics	776	1,796	322	1,474
Office of Youth Services	238,560	261,962	34,336	227,626
Office of Relocation	55,628	63,936	13,448	50,488
Office on Aging	26,921	40,600	19,207	21,393
Public Safety:				
Fire Department	150,102	290,619	136,689	153,930
Uniform Fire Safety Act	51,628	52,405	777	51,628
Police Department	15,405	318,656	252,496	66,160
Emergency Medical Services	6,037	37,035	33,415	3,620
Recreation Department	69,682	180,463	131,932	48,531
Insurance	4,503	24,925	17,338	7,587
Group Insurance	53,298	53,298	17,063	36,235
Hospital, Medical, Dental Insurance	1,971,080	1,632,838	1,226,562	406,276
Cobra Administration	3,250	4,411	49	4,362
Right to Know Law	15,000	15,000	—	15,000
Annual Dues:				
N.J. State League of Municipalities	7,000	7,000	—	7,000

(Continued)

## CITY OF ELIZABETH

## Schedule of Appropriation Reserves

## Current Fund

Year ended June 30, 2008

Description	Balance June 30, 2007	Balance after transfers	Paid or charged	Balance lapsed
Utilities:				
Electricity	\$ 47,806	97,540	96,607	933
Street Lighting	63,993	244,649	242,871	1,778
Natural Gas	35,302	51,450	26,577	24,873
Gasoline	22,719	146,215	118,341	27,874
Fuel Oil	11,405	11,405	11,290	115
Telephone	103,951	182,763	96,704	86,059
Postage	38,536	63,536	25,000	38,536
Parking Lot Agreement	—	4,775	4,775	—
Contingent	59,323	59,323	—	59,323
Contributions to:				
Public Employees' Retirement System	36,741	36,741	—	36,741
Social Security System (O.A.S.I.)	236,372	236,372	—	236,372
Consolidated Police and Firemen's	34,717	34,717	—	34,717
Police and Firemen's Retirement System of N. J.	83,389	83,389	—	83,389
Assessment for CIF/RTK	8,000	8,000	1,686	6,314
N.J. Unemployment Fund	112,380	112,380	14,953	97,427
Municipal Court	33,215	53,310	20,242	33,068
Public Defender	99,200	99,200	10,800	88,400
Matching Funds - City Grants	429,270	429,270	—	429,270
	<u>\$ 7,795,082</u>	<u>10,350,772</u>	<u>5,276,638</u>	<u>5,074,134</u>
Encumbrances		2,555,690	188,889	
Cash		—	5,087,749	
Appropriation Reserves		<u>7,795,082</u>	<u>—</u>	
		<u>\$ 10,350,772</u>	<u>5,276,638</u>	

**CITY OF ELIZABETH**

Schedule of Accounts Payable

Current Fund

Year ended June 30, 2008

Balance, June 30, 2007	\$	1,099,934
Increased by transfers from 2007 appropriations		<u>188,889</u>
		1,288,823
Decreased by:		
Cancelled		500,000
Disbursed		<u>52,438</u>
		<u>552,438</u>
Balance, June 30, 2008	\$	<u><u>736,385</u></u>

## CITY OF ELIZABETH

## Schedule of Reserve for Special Purposes

## Current Fund

Year ended June 30, 2008

	<b>Balance, June 30, 2007</b>	<b>Receipts</b>	<b>Decreased</b>	<b>Balance, June 30, 2008</b>
Purchases of ABC licenses	\$ 404,654	35,200	—	439,854
UDAG Funds	1,210,324	—	1,210,324	—
Tax overpayments	2,511,913	6,284,187	7,169,800	1,626,300
Tax sale premiums	—	1,751,900	1,751,900	—
ERI reserve	18,081	—	18,081	—
Green Trust Interest	17,592	17,592	35,184	—
Reserve for fire retroactive pay	701,647	1,390,193	38,278	2,053,562
Reserve for NJ DEP debt service	37,592	—	37,592	—
Workmen's compensation insurance	4,256	1,928,558	1,932,066	748
General liability insurance	917	1,083,143	1,081,111	2,949
Reserve for Admin Fee off duty police	904,479	626,492	1,530,971	—
Traffic signal damage	13,267	—	13,267	—
Vehicle replacement-insurance	28,176	7,436	35,612	—
Reserve for arbitrage	—	150,000	—	150,000
Reserve for snow expenses	1,000,000	—	—	1,000,000
Reserve for tax appeals	1,383,427	3,742,671	5,126,098	—
Reserve for sale of City property	997,280	—	997,280	—
Reserve for Eport community health center	220,000	—	148,000	72,000
	<u>\$ 9,453,605</u>	<u>17,017,372</u>	<u>21,125,564</u>	<u>5,345,413</u>
Cash received	\$ 11,884,508	—	—	
Cash disbursed	—	—	19,988,548	
Transferred	—	5,132,864	997,280	
Cancelled	—	—	139,736	
		<u>\$ 17,017,372</u>	<u>21,125,564</u>	

**CITY OF ELIZABETH**

Schedule of County Taxes Payable

Current Fund

Year ended June 30, 2008

Balance, June 30, 2007	\$ <u>          —</u>
Increased by 2008 levy:	
General County	28,651,298
Open Space Preservation	1,331,059
Added and omitted taxes	<u>287,635</u>
	<u>30,269,992</u>
	30,269,992
Decreased by payments	<u>30,269,992</u>
Balance, June 30, 2008	\$ <u><u>          —</u></u>

**CITY OF ELIZABETH**

Schedule of Special District Taxes Payable

Current Fund

Year ended June 30, 2008

Balance, June 30, 2007	\$	—
Increased by 2008 levy		<u>358,000</u>
		358,000
Decreased by payments		<u>358,000</u>
Balance, June 30, 2008	\$	<u><u>—</u></u>

**CITY OF ELIZABETH**

Schedule of Local District School Taxes

Current Fund

Year ended June 30, 2008

Balance, June 30, 2007	\$	—
Increased by 2008 levy		<u>38,651,708</u>
		38,651,708
Decreased by payments		<u>38,651,708</u>
Balance, June 30, 2008	\$	<u><u>—</u></u>

**CITY OF ELIZABETH**

Schedule of Encumbrances Payable

Current Fund

Year ended June 30, 2008

Balance, June 30, 2007	\$	2,555,690
Increased by:		
Transfer from 2008 appropriations		<u>2,970,187</u>
		<u>5,525,877</u>
Decreased by:		
Transfer to appropriation reserves		<u>2,555,690</u>
Balance, June 30, 2008	\$	<u><u>2,970,187</u></u>

## CITY OF ELIZABETH

## Schedule of Miscellaneous Payables and Deposits

Current Fund

Year ended June 30, 2008

	<b>Balance, June 30, 2007</b>	<b>Increases</b>	<b>Decreases</b>	<b>Balance, June 30, 2008</b>
Deposits:				
Foreclosed property	\$ 49,910	—	—	49,910
Boundary monuments	—	—	—	—
Franchise assessments due to county	507,073	581,874	561,063	527,884
Special sales	6,600	25,000	15,000	16,600
N.J. gasoline tax	—	—	—	—
Unreconciled property taxes	—	3,906	—	3,906
	<u>\$ 563,583</u>	<u>610,780</u>	<u>576,063</u>	<u>598,300</u>

**CITY OF ELIZABETH**

Schedule of Miscellaneous Receivables

Current Fund

Year ended June 30, 2008

	<b>Balance, June 30, 2007</b>	<b>Increases</b>	<b>Decreases</b>	<b>Balance, June 30, 2008</b>
UEZ-EDC-SID	\$ —	6,298	—	6,298
	<u>\$ —</u>	<u>6,298</u>	<u>—</u>	<u>6,298</u>

**CITY OF ELIZABETH**

Schedule of Due to Current Fund

Federal and State Grant Fund

Year ended June 30, 2008

Balance, (Due to) June 30, 2007	\$ <u>(567,931)</u>
Increased by:	
2008 budget appropriations for grants	18,673,344
Federal and State grants received	6,973,074
Receivables canceled	3,704,888
Adjustment to prior year appropriations	<u>2,248</u>
	<u>29,353,554</u>
	<u>28,785,623</u>
Decreased by:	
2008 realized grant revenue	17,911,990
Reserves canceled	3,736,103
Federal and State grants expended	<u>8,130,836</u>
	<u>29,778,929</u>
Balance, (Due to) June 30, 2008	\$ <u><u>(993,306)</u></u>

CITY OF ELIZABETH

Schedule of Appropriated Grant Reserves

Federal and State Grant Fund

Year ended June 30, 2008

	Balance, June 30, 2007	Transfers from Budget Appropriations				Balance, June 30, 2008
		Original	40A:4-87	Expended	Adjustments	
Hazardous Discharge Site Remediation Municipal Grant (CH-159)	\$ 3,698	—	—	174	—	3,524
Morris Ave. Streetscape	98,755	—	—	—	—	98,755
UEZ 01-74 East Jersey Streetscape Improvement Design	247,578	—	—	66,270	—	181,308
UEZ 01-81 Hope IV Infrastructure-Port Avenue Phase II (CH 159)	15,975	—	—	12,200	—	3,775
UEZ 99-32 Historic Gateway Beautification Design	22,169	—	—	9,000	—	13,169
UEZ 99-11C Commercial Loan	12,867	—	—	14,476	10,170	8,561
UEZ 99-84C Façade Increase	51,564	—	—	25,273	19,798	46,089
UEZ 99-141D Loan Pool Increase	85,722	—	—	47,297	40,680	79,105
B. H. 179-187 1st street increase	27,620	—	—	27,620	—	—
NJ EDA Kull Property P13314	4,142	—	—	—	—	4,142
UEZ 06-72 Historic Midtown SID	—	—	—	(26,779)	—	26,779
Field of Dreams	7,894	—	—	—	—	7,894
Lead Paint Analyzer Grant	11,610	—	—	—	—	11,610
UEZ 03-02 Midtown Redevelopment Streets	55,879	—	—	2,391	—	53,488
Centers of Place Program Bike	2,534	—	—	216	—	2,318
Juvenile Accountability Incentive BG FY-01 Local Share	2,857	—	—	2,857	—	—
Transportation Enhancement FY03	308,552	—	—	6,532	—	302,020
Urban Gateway Enhancement DT	10,576	—	—	—	—	10,576
Green the Streets Local Share	56,957	—	—	—	—	56,957
First Responder Preparation Grant	6,825	—	—	—	—	6,825
Recreational Opportunities Individuals with Disability	15,000	—	—	—	—	15,000
Recreational Opportunities Individuals with Disability Local Share	1,500	—	—	—	—	1,500
Elizabeth Avenue Streetscape Grant - NJDOT	500,000	—	—	—	—	500,000
Recycling Tonnage Grant fy 2004	6,456	—	—	1,723	—	4,733
Lead based Paint Grant	130,139	—	—	14,100	—	69,800
Statewide Livable Communities Grant - O'Brien Field	13,333	—	—	13,333	—	—
UEZ 2nd gen Greater Elizabeth Midtown	5,000	—	—	—	—	5,000
UEZ 2nd gen Broad and Morris Ave.	3,543	—	—	—	—	3,543
UEZ 2nd Gen Upstairs/ Downstairs	275,655	—	—	32,000	—	243,655
UEZ 99-84 Increase Façade	382,613	—	—	9,000	(19,798)	353,815
UEZ 99-141 Increase Loan Pool	1,902,661	—	—	—	(40,680)	1,861,981
UEZ 05-97 Portside Homes Infrastructure	839,942	—	—	—	—	839,942
UEZ 05-96 Elizabeth Ave. Street scape	902,723	—	—	1,021	2,248	903,950
UEZ 05-95 Broad St. Streetscape	1,621,070	—	—	—	—	1,621,070
Clean Communities Grant 2006	72,438	—	—	72,438	—	—
Municipal Alliance on Drug and Alcohol Abuse FY2006 Local Share	20,730	—	—	20,730	—	—

(Continued)

CITY OF ELIZABETH

Schedule of Appropriated Grant Reserves

Federal and State Grant Fund

Year ended June 30, 2008

	Balance, June 30, 2007	Transfers from Budget Appropriations				Balance, June 30, 2008
		Original	40A:4-87	Expended	Adjustments	
Future City KH Flower (private funds)	\$ 67,000	—	—	6,291	—	60,709
Future City KH Flower local share	67,000	—	—	55,592	—	11,408
NJDOT Urban Youth Corps	25,000	—	—	—	—	25,000
PARIS Grant	50,000	—	—	—	—	50,000
Recycling Grant	21,095	—	—	—	—	21,095
Lead based paints 82 Livingston St.	172,554	—	—	9,240	—	163,314
Assistance to firefighters program	58,084	—	—	58,084	—	—
Buffer Zone protection program	238	—	—	—	—	238
Statewide Livable Communities Grant - 6th street	3,050	—	—	—	—	3,050
Edward Byrne Memorial JAG	12,985	—	—	12,985	—	—
COPS Technology Grant CKWX 205	98,664	—	—	67,436	—	31,228
BH Associates 64	102,138	—	—	—	—	102,138
NPP increase 01-1626-05	244,243	—	—	222,585	—	21,658
UEZ 2nd gen East Jersey Street	250,000	—	—	3,613	—	246,387
UEZ 05-111 Commercial District Security (Local)	42,327	—	—	—	42,327	—
UEZ Wayfinding study increase	4,679	—	—	—	—	4,679
UEZ 06-07 Elizabeth ave. SID	11,770	—	—	—	11,770	—
Public Health Priority Funding	24,967	—	—	24,967	—	—
H.O.P.W.A. FY2006 - 2007	306,260	—	—	306,260	—	—
Clean Communities Grant 2007	57,636	—	—	29,530	—	28,106
Pedestrian Counter	3,200	—	—	—	—	3,200
Assistance to Firefighters - Homeland Security	200,000	—	—	73,835	—	126,165
Assistance to Firefighters - Homeland Security - local share	50,000	—	—	—	—	50,000
Enhanced 9-1-1 Equipment Grant	59,000	—	—	—	—	59,000
Enhanced 9-1-1 Equipment Grant	306,997	—	—	—	—	306,997
Enhanced 9-1-1 General Assistance Grant	114,704	—	—	71,579	—	43,125
Greening Union County	688	—	—	—	—	688
Greening Union County - local share	687	—	—	—	—	687
Bulletproof vest grant	4,264	—	—	4,264	—	—
Pandemic Influenza Grant 2006	17,588	—	—	16,149	—	1,439
Pandemic Influenza Grant 2006 - Phase 11	10,976	—	—	4,034	—	6,942
Municipal Alliance on Drug and Alcohol Abuse FY2006 - Union County	63,365	—	—	63,365	—	—
Municipal Alliance on Drug and Alcohol Abuse FY2006 - Union County - Local share	20,730	—	—	—	—	20,730
Summer Food Services Program (20 1802)	16,441	—	—	16,441	—	—
Body Armor Replacement Grant FY 2006	33,056	—	—	33,056	—	—
Alcohol Education Rehabilitation Enforcement	1,353	—	—	1,353	—	—
Tobacco Age of Sale Enforcement program	4,500	—	—	—	—	4,500
Emergency Lead Poisoning Relocation 2006	35,000	—	—	35,000	—	—
Kids Recreation Trust Grant - Union County	350,000	—	—	—	—	350,000
STD Grant 2006	9,580	—	—	—	—	9,580

(Continued)

CITY OF ELIZABETH

Schedule of Appropriated Grant Reserves

Federal and State Grant Fund

Year ended June 30, 2008

	Balance, June 30, 2007	Transfers from Budget Appropriations				Balance, June 30, 2008
		Original	40A:4-87	Expended	Adjustments	
Highway Safety Grant	\$ 73,000	—	—	67,602	—	5,398
Balanced Housing - 1112-18 Dickinson increase	5,000	—	—	5,000	—	—
Balanced Housing - 1112-18 Dickinson (Magill Prop)	297,687	—	—	297,687	—	—
UEZ 07-07 Administration	88,267	—	—	88,267	—	—
UEZ 07-07 Administration - Increase	32,007	—	—	1,477	—	30,530
UEZ 2nd gen Midtown Concert	3,097	—	—	—	—	3,097
UEZ 06-72 Historic Midtown SID	92,140	—	—	92,140	—	—
UEZ 99-11 Commercial Loan increase	261,400	—	—	65,000	(10,170)	186,230
UEZ 07-151 Elizabeth Ave. Streetscape	—	4,419,657	—	1,021	—	4,418,636
UEZ 07-152 Commercial District Security yr. 12	—	748,172	—	705,551	—	42,621
UEZ 07-152 Commercial District Security Yr. 12 Local	—	352,086	—	332,014	—	20,072
UEZ 07-153 Police Security yr.14	—	524,287	—	514,721	—	9,566
UEZ 08-07 Administrative Budget	—	998,947	—	728,400	—	270,547
UEZ 08-07 Administrative Budget-local	—	246,723	—	242,222	—	4,501
UEZ 07-160 Graffiti & Litter Removal	—	681,732	—	422,260	—	259,472
UEZ 07-161 Elizabeth Ave. SID	—	224,450	—	224,450	—	—
UEZ 07-188 Midtown Concert & Hispanic Festival	—	49,490	—	42,559	—	6,931
STD FY 2008 08-15STD L-1	—	42,605	—	31,956	—	10,649
Safe and Secure P-3640	—	156,525	—	156,525	—	—
Safe and Secure P-3640-local	—	39,131	—	39,131	—	—
UEZ 07-160 Graffiti & Litter Removal local	—	25,560	—	22,025	—	3,535
Summer Food Program	—	179,058	—	152,475	—	26,583
B.H. 816-820 E. Jersey St.	—	561,120	—	499,088	—	62,032
Greening Union County Trees	—	27,500	—	27,500	—	—
Greening Union County local	—	27,500	—	—	—	27,500
Public Health Priority Funding	—	50,634	—	50,634	—	—
Recycling Tonnage Grant	—	29,232	—	—	—	29,232
Edward Byrne Memorial	—	68,264	—	48,512	—	19,752
Bulletproof Vest Partnership	—	8,562	—	—	—	8,562
Non- public Nursing Services	—	205,044	—	205,044	—	—
UEZ 08-41 Financial Lending	—	1,559,333	—	749,870	—	809,463
UEZ 08-42 Façade Improvement	—	243,488	—	63,737	—	179,751
UEZ 08-51 Electronic Marketing	—	40,576	—	40,576	—	—
UEZ 08-52 Elizabeth Port Beautification	—	7,600	—	3,250	—	4,350
Lead Based Paint Abatement	—	30,168	—	—	—	30,168
UEZ 08-62 Holiday Lighting	—	38,345	—	36,965	—	1,380
UEZ 08-89 Electronic Marketing	—	49,424	—	49,424	—	—
HOPWA 2008	—	808,000	—	381,462	—	426,538
2007 Body Armor Replacement Fund	—	—	37,603	37,320	—	283
Hepatitis B fund	—	—	5,000	—	—	5,000
UEZ 08-68 Historic Midtown Elizabeth SID year 8	—	—	197,300	98,650	—	98,650
Tobacco Age of Sale Enforcement	—	—	14,760	3,240	—	11,520

(Continued)

**CITY OF ELIZABETH**

Schedule of Appropriated Grant Reserves

Federal and State Grant Fund

Year ended June 30, 2008

	Balance, June 30, 2007	Transfers from Budget Appropriations			Adjustments	Cancelled	Balance, June 30, 2008
		Original	40A:4-87	Expended			
Municipal Alliance CY 2008	\$ —	—	81,414	26,031	—	—	55,383
Municipal Alliance CY 2008- local	—	—	20,354	20,354	—	—	—
UEZ 08-104 Midtown Elizabeth Train Station	—	—	455,475	—	—	—	455,475
DEP HDSRF Three Elizabeth BDA Sites	—	—	371,943	17,807	—	—	354,136
Pandemic Influenza Funding Phase III	—	—	16,408	—	—	—	16,408
Public Health Priority Funding	—	—	99,662	35,221	—	—	64,441
UEZ 08-134 2nd Ward Beautification Project	—	—	10,105	4,900	—	—	5,205
Alcohol Education Rehabilitation Fund	—	—	375	375	—	—	—
Neighborhood Preservation Work Program	—	—	165,363	6,272	—	—	159,091
Preserve Union County Public Library	\$ —	—	50,000	—	—	—	50,000
Preserve Union County Public Library- local	—	—	50,000	—	—	—	50,000
Clean Communities FY 2008	—	—	103,038	24,590	—	—	78,448
UEZ 08-145 Financial Lending Program	—	—	2,835,378	—	—	—	2,835,378
UEZ 08-146 Streetscape	—	—	885,247	—	—	—	885,247
UEZ 08-147 Powerwashing and Graffiti Removal	—	—	446,556	—	—	—	446,556
UEZ 08-148 Façade	—	—	300,559	—	—	—	300,559
UEZ 08-149 Festivals and Midtown Concert	—	—	83,591	—	—	—	83,591
	\$ <u>11,500,994</u>	<u>12,443,213</u>	<u>6,230,131</u>	<u>8,130,836</u>	<u>2,248</u>	<u>3,736,103</u>	<u>18,309,647</u>

## CITY OF ELIZABETH

## Schedule of Grants Receivable

## Federal and State Grant Fund

Year ended June 30, 2008

	Balance, June 30, 2007	Budget Revenue Realized		Collected in 2008	Adjustments	Cancelled	Balance, June 30, 2008
		Original	40A:4-87				
Hazardous Discharge Site Remediation Municipal Grant (CH-159)	\$ 500	—	—	—	—	—	500
Morris Ave. Streetscape	98,860	—	—	—	—	—	98,860
UEZ 01-74 East Jersey Streetscape Improvement Design	273,295	—	—	70,414	—	—	202,881
UEZ 01-81 Hope IV Infrastructure-Port Avenue Phase II (CH 159)	15,975	—	—	12,200	—	3,775	—
UEZ 99-32 Historic Gateway Beautification Design	22,170	—	—	9,000	—	13,170	—
UEZ 99-46 Elizabeth Port Ball Field Improvements	(1)	—	—	—	—	—	(1)
UEZ 99-11C Commercial Loan	16,320	—	—	20,474	12,715	8,561	—
UEZ 99-84C Façade Increase	57,038	—	—	31,779	20,829	46,088	—
UEZ 99-141D Loan Pool Increase	88,136	—	—	61,410	52,380	79,106	—
Balanced Housing 179-1870 1st street increase	27,620	—	—	27,620	—	—	—
NJ EDA Kull Property P13314	450	—	—	—	—	—	450
Field of Dreams	20,000	—	—	—	—	—	20,000
UEZ 03-02 Midtown Redevelopment Streetscape	55,879	—	—	2,391	—	53,488	—
UEZ 99-84E Increase	15,368	—	—	—	(15,368)	—	—
Centers of Place Program Bike	100,000	—	—	—	—	—	100,000
UEZ 06-07 Elizabeth Ave. SID	21,100	—	—	9,369	—	11,731	—
Transportation Enhancement FY03	400,000	—	—	—	—	—	400,000
Urban Gateway Enhancement DT	9,213	—	—	—	—	—	9,213
Green the Streets	125,000	—	—	—	—	—	125,000
BALANCED HOUSING Assoc. 64	102,138	—	—	—	—	—	102,138
Statewide Livable Communities Grant Capital Improvement program	190,000	—	—	190,000	—	—	—
Elizabeth Avenue Streetscape Grant - NJDOT	500,000	—	—	—	—	—	500,000
Elizabeth Historic Gateway Beautification	290,553	—	—	—	—	—	290,553
Historic Midtown Elizabeth Neighborhood Revitalization Plan	40,000	—	—	—	—	—	40,000
Kids Recreational Trust	22,700	—	—	—	—	—	22,700
Lead based Paint Grant	119,752	—	—	11,650	—	69,800	38,302
N.J. Urban Enterprise Zone (UEZ):							
UEZ 99-84 Increase Façade	390,458	—	—	12,935	(19,708)	357,815	—
UEZ 99-141 Increase Loan Pool	1,902,661	—	—	—	(40,680)	1,861,981	—
UEZ 05-97 Portside Homes Infrastructure	839,942	—	—	—	—	—	839,942
UEZ 05-96 Elizabeth Ave. Street scape	904,723	—	—	773	—	903,950	—
UEZ 05-95 Broad St. Streetscape	1,621,070	—	—	—	—	—	1,621,070

(Continued)

## CITY OF ELIZABETH

## Schedule of Grants Receivable

## Federal and State Grant Fund

Year ended June 30, 2008

	Balance, June 30, 2007	Budget Revenue Realized		Collected in 2008	Adjustments	Cancelled	Balance, June 30, 2008
		Original	40A:4-87				
Future City/ Keighry Head Fl.	\$ 67,000	—	—	—	—	—	67,000
NJDOT Urban Youth Corps Program	25,000	—	—	—	—	—	25,000
PARIS Grant	50,000	—	—	—	—	—	50,000
Edward Byrne Memorial JAG	12,984	—	—	12,984	—	—	—
Cops Technology Grant CKWX0205	98,664	—	—	—	—	—	98,664
Federal Bullet proof Vest Grant	5,626	—	—	—	—	—	5,626
East Jersey St Beautification Increase	50,000	—	—	—	—	—	50,000
UEZ 06-72 Historic Midtown SID	218,100	—	—	191,321	—	26,779	—
NPP Award Increase	253,351	—	—	203,048	—	—	50,303
82 Livingston St. EPA	200,000	—	—	—	—	—	200,000
Assistance to Firefighter Program	60,144	—	—	60,144	—	—	—
Buffer Zone Protection	238	—	—	—	—	238	—
H.O.P.W.A. FY2006 - 2007	775,000	—	—	707,483	—	—	67,517
Pedestrian Counter	3,200	—	—	—	—	—	3,200
Assistance to Firefighters - Homeland Security	200,000	—	—	—	—	—	200,000
Enhanced 9-1-1 Equipment Grant	59,000	—	—	59,000	—	—	—
Greening Union County	25,000	—	—	24,313	—	687	—
Bulletproof vest grant	4,264	—	—	—	—	—	4,264
Pandemic Influenza Grant 2006 (Federal)	17,588	—	—	17,588	—	—	—
Pandemic Influenza Grant 2006 - Phase 11	30	—	—	—	—	—	30
Municipal Alliance on Drug and Alcohol Abuse FY2006 - Union County	72,829	—	—	72,829	—	—	—
Summer Food Services Program (20 1802)	31,783	—	—	—	—	31,783	—
Tobacco Age of Sale Enforcement program	4,500	—	—	—	—	4,500	—
Kids Recreation Trust Grant - Union County	175,000	—	—	—	—	—	175,000
STD Grant 2006	9,580	—	—	9,580	—	—	—
Balanced Housing - 1112-18 Dickinson increase	5,000	—	—	5,000	—	—	—
Balanced Housing - 1112-18 Dickinson (Magill Prop)	230,044	—	—	230,044	—	—	—
N.J. Urban Enterprise Zone (UEZ):							
UEZ 07-07 Administration	266,495	—	—	266,495	—	—	—
UEZ 07-07 Administration	32,007	—	—	1,477	—	30,530	—
UEZ 06-158 Commercial District Security Yr. 11	117,635	—	—	117,635	—	—	—
UEZ 06-72 Historic Midtown SID	184,280	—	—	178,123	—	6,157	—
UEZ 99-11 Commercial Loan increase	261,590	—	—	65,000	(10,168)	186,422	—
UEZ 06-160 Elizabeth Ave. SID	139,997	—	—	139,981	—	16	—
UEZ 06-159 Police Security (7 officers)	142,076	—	—	142,076	—	—	—
UEZ 07-151 Elizabeth nAve. Streetscape	—	4,419,657	—	—	—	—	4,419,657

(Continued)

## CITY OF ELIZABETH

## Schedule of Grants Receivable

## Federal and State Grant Fund

Year ended June 30, 2008

	Balance, June 30, 2007	Budget Revenue Realized		Collected in 2008	Adjustments	Cancelled	Balance, June 30, 2008
		Original	40A:4-87				
UEZ 07-152 Commercial District Securit yr. 12	\$ —	748,172	—	538,423			209,749
UEZ 07-153 Police Security yr.14	—	524,287	—	391,906			132,381
UEZ 08-07 Administrative Budget SFY 2008	—	998,947	—	728,670			270,277
UEZ 07-160 Grafitti & Litter Removal	—	681,732	—	255,008			426,724
UEZ 07-161 Elizabeth Ave. SID	—	224,450	—	117,174			107,276
UEZ 07-188 Midtown Concert & Hispanic Festival	—	49,490	—	42,559	—	6,931	—
STD FY 2008 08-15STD L-1	—	42,605	—	31,956			10,649
Safe and Secure P-3640	—	156,525	—	156,525			—
Summer Food Program	—	179,058	—	159,307			19,751
B.H. 816-820 E. Jersey St.	—	561,120	—	499,088			62,032
Greening Union County Trees	—	27,500	—	—			27,500
Public Health Priority Funding	—	50,634	—	50,634			—
Recycling Tonnage Grant	—	29,232	—	29,232			—
Edward Byrne Memorial	—	68,264	—	54,909			13,355
Federal Bulletproof Vest Partnership	—	8,562	—	—			8,562
Non- public Nursing Services	—	205,044	—	205,044			—
UEZ 08-41 Financial Lending	—	1,559,333	—	434,869			1,124,464
UEZ 08-42 Façade Improvement	—	243,488	—	35,695			207,793
UEZ 08-51 Electronic Marketing	—	40,576	—	—			40,576
UEZ 08-52 Elizabeth Port Beautification	—	7,600	—	—			7,600
Lead Based Paint Abatement (LICAR)	—	30,168	—	—			30,168
UEZ 08-62 Holiday Lighting	—	38,345	—	36,965	—	1,380	—
UEZ 08-89 Electronic Marketing Phase II	—	49,424	—	—			49,424
HOPWA 2008	—	808,000	—	—			808,000
2007 Body Armor Replacement Fund	—	—	37,603	37,603			—
Hepatitis B fund	—	—	5,000	5,000			—
UEZ 08-68 Historic Midtown Elizabeth SID year 8	—	—	197,300	20,129			177,171
Tobacco Age of Sale Enforcement	—	—	14,760	3,240			11,520
Municipal Alliance CY 2008	—	—	81,414	21,758			59,656
UEZ 08-104 Midtown Elizabeth Train Station	—	—	455,475	—			455,475
DEP HDSRF Three Elizabeth BDA Sites	—	—	371,943	—			371,943
Pandemic Influenza Funding Phase III	—	—	16,408	—			16,408
Public Health Priority Funding	—	—	99,662	49,831			49,831
UEZ 08-134 2nd Ward Beautification Project	—	—	10,105	—			10,105
Alcohol Education Rehabilitation Fund	—	—	375	375			—
Neighborhood Preservation Work Program	—	—	165,363	—			165,363

(Continued)

**CITY OF ELIZABETH**

Schedule of Grants Receivable

Federal and State Grant Fund

Year ended June 30, 2008

	<b>Balance, June 30, 2007</b>	<b>Budget Revenue Realized</b>		<b>Collected in 2008</b>	<b>Adjustments</b>	<b>Cancelled</b>	<b>Balance, June 30, 2008</b>
		<b>Original</b>	<b>40A:4-87</b>				
Preserve Union County Public Library	\$ —	—	50,000	—			50,000
Clean Communities FY 2008	—	—	103,038	103,038			—
UEZ 08-145 Financial Lending Program	—	—	2,835,378	—			2,835,378
UEZ 08-146 Streetscape	—	—	885,247	—			885,247
UEZ 08-147 Powerwashing and Graffiti Removal	—	—	446,556	—			446,556
UEZ 08-148 Façade	—	—	300,559	—			300,559
UEZ 08-149 Festivals and Midtown Concert	—	—	83,591	—			83,591
	<u>\$ 12,068,925</u>	<u>11,752,213</u>	<u>6,159,777</u>	<u>6,973,074</u>	<u>—</u>	<u>3,704,888</u>	<u>19,302,953</u>

## CITY OF ELIZABETH

## Schedule of Cash - Treasurer

## Trust Funds

Year ended June 30, 2008

	<b>Dog License Fund</b>	<b>Other Federal Grant Funds</b>	<b>Urban Development Action Grant Fund</b>	<b>Community Development Block Grant Fund</b>	<b>General Trust Funds</b>
Balance, June 30, 2007	\$ 3,279	86,828	395,406	194,711	8,839,068
Increased by receipts:					
Dog license fees due to State	2,814	—	—	—	—
Municipal fees	11,279	—	—	—	—
Drawdown on Federal and State grants	—	2,594,679	—	—	—
City Match-Home Program	—	452,679	—	—	—
Budget appropriation	5,000	—	—	—	—
Loan repayments	—	—	78,367	—	—
Reserve for Loans Receivable draw downs	—	—	1,245,498	—	—
Program income	—	—	—	2,135,910	—
Reimbursements	—	—	—	34,432	—
Due to Current Fund	—	—	—	46,935	—
Off Duty Police	—	—	—	—	4,121,862
Reserve for Special Purposes	—	—	—	—	4,643,701
	—	—	—	—	38,803,533
Total receipts	<u>19,093</u>	<u>3,047,358</u>	<u>1,323,865</u>	<u>2,217,277</u>	<u>47,569,096</u>
Subtotal	<u>22,372</u>	<u>3,134,186</u>	<u>1,719,271</u>	<u>2,411,988</u>	<u>56,408,164</u>
Decreased by disbursements:					
Dog license expenditures	14,354	—	—	—	—
Due to State of New Jersey	2,744	—	—	—	—
Grant expenditures	—	2,949,917	—	—	—
UDAG expenditures	—	—	323,973	—	—
Community Development Block Grant expenditures	—	—	—	2,059,666	—
Emergency Shelter Grant expenditures	—	—	—	66,557	—
Program Income	—	—	—	30,566	—
Due to Current Fund	—	—	—	—	4,119,595
Off Duty Police	—	—	—	—	4,567,943
Reserve for Special Purposes	—	—	—	—	38,431,162
Total disbursements	<u>17,098</u>	<u>2,949,917</u>	<u>323,973</u>	<u>2,156,789</u>	<u>47,118,700</u>
Balance, June 30, 2008	<u>\$ 5,274</u>	<u>184,269</u>	<u>1,395,298</u>	<u>255,199</u>	<u>9,289,464</u>

**CITY OF ELIZABETH**

Schedule of UDAG Loans Receivable

Urban Development Action Grant Fund

Year ended June 30, 2008

	<u>Sanolite</u>	<u>Total</u>
Balance, June 30, 2007	\$ 466,951	466,951
Decreased by loan repayments		
Loan repayments	<u>78,367</u>	<u>78,367</u>
Balance, June 30, 2008	<u>\$ 388,584</u>	<u>388,584</u>

**CITY OF ELIZABETH**

Schedule of Reserve for UDAG Loans Receivable

Urban Development Action Grant Fund

Year ended June 30, 2008

	<b>Balance, June 30, 2007</b>	<b>Increases</b>	<b>Decreases</b>	<b>Balance, June 30, 2008</b>
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
Repayment Loan - Reserve:				
Northern Feather	\$ 79,432	—	—	79,432
Puelo Manufacturing	4,066	—	—	4,066
AWG Inc.	184,570	—	—	184,570
1000 South Elmora Avenue	122,416	1,210,324	258,319	1,074,421
Repayment Loan Reserve Interest	145,438	35,174	65,654	114,958
Vista Hotel delinquent interest	99,150	—	—	99,150
	<u>635,072</u>	<u>1,245,498</u>	<u>323,973</u>	<u>1,556,597</u>

## CITY OF ELIZABETH

## Schedule of Reserves for Special Purposes

## General Trust Funds

Year ended June 30, 2008

Reserve	Balance, June 30, 2007	Increased	Decreased	Balance, June 30, 2008
Tax sale redemptions	\$ 3,015,899	5,156,052	5,163,077	3,008,874
Police and Firemen's Retirement System	657,913	19,524,122	19,469,700	712,335
Public Employees' Retirement System	202,265	3,838,480	3,806,861	233,884
Developers escrow	557,611	1,078,424	1,020,855	615,180
Confiscated funds	452,163	18,120	33,112	437,171
Unemployment Fund	305,579	910,889	874,046	342,422
Port Authority capital projects	—	5,723,302	5,719,814	3,488
Elevator subcode	36,164	76,806	73,822	39,148
Elevator inspection 15% city share	49,943	10,609	11	60,541
Utility opening permit	47,740	24	165	47,599
On-site inspection	8	—	—	8
On-site inspection 15% city share	6,633	—	—	6,633
Police narcotics	299,780	117,157	256,427	160,510
Federal forfeit	553,575	363,731	130,811	786,495
Parking Offense Adjudication Act	65,009	51,508	75,000	41,517
Public Defender	90,938	100,291	110,000	81,229
Reserve for trust fund	5,998	529,131	528,112	7,017
Shade trees - NJ Tree Foundation	437	—	—	437
Midtown redevelopment loans	76,837	2,008	3	78,842
Waterfront - Kull Industries	309,005	250,720	331,155	228,570
Escrow Exxon 312-320 Atlantic	—	10,000	—	10,000
Midtown redevelopment loan repayment	3	152,057	152,057	3
Elizabeth River Walkway	37,031	30,421	22,833	44,619
Deposit Boundary Monuments	122,850	15,600	4,800	133,650
Deposit Advance Fuel Marina	121,337	82,696	1,521	202,512
State Training Fees	35,755	80,345	116,100	—
Elevators DCA	416	3,338	2,987	767
State gasoline tax	841	4,805	4,378	1,268
Due to State Marriage Licenses	22,286	31,675	31,050	22,911
Due to State Domestic Partnership	75	—	—	75
Fire Penalties	—	10,750	—	10,750
Kapkowski Road Sanitary Sewer	981,954	29,631	—	1,011,585
Escrow Veterans Memorial Park	67,000	—	—	67,000
Chase Bank NNP	318	—	—	318
Housing Fair	300	—	300	—
Donation Capelli	110	—	—	110
Donation PA Mun alliance	1,200	—	—	1,200
Donation Conoco Philips	3,870	—	—	3,870
Donation Sprint Spectrum	500	—	—	500
Donation Trees Julia Investment	500	—	—	500
Donation National Night Out	720	350	746	324

(Continued)

## CITY OF ELIZABETH

## Schedule of Reserves for Special Purposes

## General Trust Funds

Year ended June 30, 2008

<u>Reserve</u>	<b>Balance, June 30, 2007</b>	<b>Increased</b>	<b>Decreased</b>	<b>Balance, June 30, 2008</b>
Donation Housing Fair -Soveriegn	\$ 653	—	601	52
Donation housing Fair Commerce	444	—	368	76
Donation Washington Mutual Housing Fair	76	3,368	3,444	—
Donation Housing Fair PNC	3,500	—	3,369	131
Donation IKEA	650	—	—	650
Donation Lions Club	5,111	—	—	5,111
Donation Sr. Citizen Recognition	200	—	200	—
Donation Night of Fine Arts	—	2,500	2,400	100
Donation Intersystems	120	—	—	120
Donation June teenth cha dept.	563	2,200	885	1,878
Donation St. Augustine - police	—	100	—	100
Donation Networx Cor Sr Center	—	100	—	100
Donation NJ Tree Foundation	—	2,250	2,000	250
Donation African American History(Schering)	—	2,039	1,978	61
R.C.A. Fairfield	307,960	573,515	456,174	425,301
R.C.A. Tinnerella	—	—	—	—
R.C.A. Summit	200,000	14,419	30,000	184,419
	<u>\$ 8,649,840</u>	<u>38,803,533</u>	<u>38,431,162</u>	<u>9,022,211</u>
Cash	\$ 38,803,533	—	38,431,162	—
	<u>\$ 38,803,533</u>	<u>—</u>	<u>38,431,162</u>	<u>—</u>

**CITY OF ELIZABETH**

Schedule of Due to Current Fund

Community Development Block Grant Fund

Year ended June 30, 2008

Balance, June 30, 2007	\$ <u>463,163</u>
Decreased by:	
Cancellation	463,163
Reserve restored	<u>25,347</u>
	<u>488,510</u>
Balance, June 30, 2008 (Due From)	\$ <u><u>(25,347)</u></u>

**CITY OF ELIZABETH**

Schedule of Due to State of New Jersey

Dog License Fund

Year ended June 30, 2008

Balance, June 30, 2007 (Due from)	\$	364
Increased by fees collected		
Fees collected		<u>2,814</u>
		3,178
Decreased by cash disbursements:		<u>2,744</u>
Balance, June 30, 2008	\$	<u><u>434</u></u>

**CITY OF ELIZABETH**

Schedule of Due to Current Fund

Dog License Fund

Year ended June 30, 2008

Balance, June 30, 2007	\$	—
Increased by budget appropriation		<u>8,535</u>
		8,535
Decreased by:		
Collection		<u>5,000</u>
Balance, June 30, 2008	\$	<u><u>3,535</u></u>

**CITY OF ELIZABETH**

Schedule of Grants Receivable

Other Federal Grant Funds

Year ended June 30, 2008

Balance, June 30, 2007	\$ <u>2,758,296</u>
Increased by:	
American Dream Program	—
Increased by Home Improvement Grant - HUD	<u>1,408,710</u>
	<u>1,408,710</u>
	<u>4,167,006</u>
Decreased by:	
Cash received - Home Improvement Grant - HUD	<u>2,594,679</u>
	<u>2,594,679</u>
Balance, June 30, 2008	\$ <u><u>1,572,327</u></u>

**CITY OF ELIZABETH**

Schedule of Reserve for Grants

Other Federal Grant Funds

Year ended June 30, 2008

Balance, June 30, 2007	\$ <u>3,070,643</u>
Increased by:	
Reimbursements	452,679
American Dream Program	—
Home Improvement Grant - HUD	<u>1,408,710</u>
	<u>1,861,389</u>
	<u>4,932,032</u>
Decreased by:	
Cash disbursed:	
Home Improvement Grant - HUD	2,949,917
Home Improvement - City match	<u>—</u>
	<u>2,949,917</u>
Balance, June 30, 2008	\$ <u><u>1,982,115</u></u>

**CITY OF ELIZABETH**

Schedule of Federal Grants Receivable

Community Development Block Grant Fund

Balance, June 30, 2007	\$ <u>2,390,473</u>
Increased by:	
Community Development Block Grant	2,094,895
Emergency Shelter Grant	<u>90,842</u>
	<u>2,185,737</u>
	<u>4,576,210</u>
Decreased by:	
Community Development Block Grant	1,952,115
Emergency Shelter Grant	183,795
Cancelled	<u>216,424</u>
	<u>2,352,334</u>
Balance, June 30, 2008	\$ <u><u>2,223,876</u></u>

CITY OF ELIZABETH

Schedule of Reserve for Community  
Development Block Grant

Community Development Block Grant Fund

Year ended June 30, 2008

Balance, June 30, 2007	\$ <u>1,679,232</u>
Increased by:	
Community Development Block Grant	2,094,895
Cancellation of prior year liabilities	752,360
Emergency Shelter Grant	90,842
Reimbursements	<u>17,698</u>
	<u>2,955,795</u>
	<u>4,635,027</u>
Decreased by expenditures:	
Community Development Block Grant	2,059,666
Emergency Shelter Grant	66,557
Transfer to accounts payable	—
Unallocated expenses	<u>496</u>
	<u>2,126,719</u>
Balance, June 30, 2008	\$ <u><u>2,508,308</u></u>

**CITY OF ELIZABETH**

Schedule of Due from Urban  
Development Action Grant Fund

Other Federal Grant Funds

Year ended June 30, 2008

Balance, June 30, 2008 and 2007	\$ <u>225,519</u>
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**CITY OF ELIZABETH**

Schedule of Accounts Payable

Community Development Block Grant Fund

Year ended June 30, 2008

Balance, June 30, 2007	\$	310,408
Decreased by cancellation		<u>310,408</u>
Balance, June 30, 2008	\$	<u><u>—</u></u>

**CITY OF ELIZABETH**

Schedule of Reserve for Program Income

Community Development Block Grant Fund

Year ended June 30, 2008

Balance, June 30, 2007	\$	72,920
Increased by cash receipts		<u>34,432</u>
		107,352
Decreased by cash disbursements		<u>30,566</u>
Balance, June 30, 2008	\$	<u><u>76,786</u></u>

**CITY OF ELIZABETH**

Schedule of Due from Elizabeth Development Corp

Community Development Block Grant Fund

Year ended June 30, 2008

Balance, June 30, 2007	\$ <u>80,672</u>
Balance, June 30, 2008	\$ <u>80,672</u>

**CITY OF ELIZABETH**

Schedule of Accounts Payable

Urban Development Action Grant Fund

Year ended June 30, 2008

Balance, June 30, 2008 and 2007	\$ <u>1,766</u>
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**CITY OF ELIZABETH**

Schedule of Due from Trustee

General Trust Fund

Year ended June 30, 2008

Balance, June 30, 2008 and 2007	\$ <u>13,976</u>
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**CITY OF ELIZABETH**

Schedule of Due to Current Fund

General Trust Fund

Year ended June 30, 2008

Balance, June 30, 2007	\$ <u>2,339</u>
Increased by:	
Collections	<u>4,121,862</u>
	4,124,201
Decreased by:	
Disbursements	<u>4,119,595</u>
Balance, June 30, 2008	\$ <u><u>4,606</u></u>

**CITY OF ELIZABETH**

Schedule of Reserve for Dog License Fund

Dog License Fund

Year ended June 30, 2008

Balance, June 30, 2007 ( Deficit)	\$ <u>2,915</u>
Increased by:	
Raised by budget	8,535
Municipal fees	<u>11,279</u>
Increased by cash receipts	<u>19,814</u>
	22,729
Decreased by:	
Cash disbursements	<u>14,354</u>
Balance, June 30, 2008	\$ <u><u>8,375</u></u>
 Fees collected for fiscal year ended:	
June 30, 2006	\$ 11,123
June 30, 2007	<u>11,848</u>
	\$ <u><u>22,971</u></u>

**CITY OF ELIZABETH**

Schedule of Reserve for Police Off Duty

Trust Fund

Year ended June 30, 2008

Balance, June 30, 2007	\$	200,865
Increased by:		
Collections		<u>4,643,701</u>
		4,844,566
Decreased by cash disbursements		<u>4,567,943</u>
Balance, June 30, 2008	\$	<u><u>276,623</u></u>

## CITY OF ELIZABETH

## Schedule of Cash - Treasurer

## General Capital Fund

Year ended June 30, 2008

Balance, June 30, 2007	\$ <u>29,234,845</u>
Increased by receipts:	
Interest collected	107,576
UCIA loans receivable	1,675,372
Capital Improvement Fund	1,500,000
Due from Port Authority	10,906,655
Sale of notes	3,500,000
Sale of bonds	12,645,000
State Aid Reimbursement for Funded Ordinances	<u>666,307</u>
	<u>31,000,910</u>
	<u>60,235,755</u>
Decreased by:	
Improvement authorizations	25,347,231
Interest paid to current	74,248
Transfer to Current Fund	30,972
Notes paid	3,500,000
Refunded bonds	12,422,000
Bond sale expense	65,697
Refunding bond expense	223,000
Paid to Current Fund	<u>100,173</u>
	<u>41,763,321</u>
Balance, June 30, 2008	\$ <u><u>18,472,434</u></u>

## CITY OF ELIZABETH

## Schedule of Analysis of Capital Cash

## General Capital Fund

June 30, 2008

<u>Description</u>	<u>Amount</u>
Fund balance	\$ 2,417,699
Capital Improvement Fund	3,732,171
Reserve for bond sale expense	252,205
Reserve for retirement of debt	2,435,500
Waterfront Park Loan Receivable	(481,151)
Due to Current Fund	33,328
Due from NJ DOT	(100,000)
Due from Department of Environmental Protection	(954,736)
Due from Union County Improvement Authority	(1,316,214)
Improvement authorizations:	
<u>Account number</u>	
904	75,012
931	(18,097)
935	1,152,869
942	241,802
945	(33,089)
947	1,191
948	3,222,104
951	60,056
962	6,077
963	5,857
965	(19,374)
966	925,092
967	5,658
968	205,738
969	60
970	7,500
971	1,180
972	61,322
973	(121,236)
974	(10,307)
975	233,731
976	(180,007)
979	979,773
977	13,889
978	595,250
980	196,246
981	75,000
983	149,707
984	31,721
985	283,543
988	(959,612)
989	(917,254)
990	463,060
991	(159,908)
992	100,000
993	84,532
994	(228,807)
995	678,908

(Continued)

**CITY OF ELIZABETH**

Schedule of Analysis of Capital Cash

General Capital Fund

June 30, 2008

<u>Description</u>	<u>Amount</u>
996	1,000,000
997	81,096
998	1,403,800
X01	1,370,000
X02	(1,083,111)
X03	(231,605)
X04	39,459
X05	100,000
X06	2,295
X07	(83,758)
X08	3,253,547
X10	775,012
X11	(1,692,000)
X12	100,000
X13	71,970
X14	(200,000)
X15	112,740
X16	225,000
	<u>\$ 18,472,434</u>

## CITY OF ELIZABETH

## Schedule of General Serial Bonds

## General Capital Fund

Year ended June 30, 2008

Purpose of issue	Amount of original issue	Date of issue	Maturities of bonds outstanding June 30, 2008		Rate of interest	Balance, June 30, 2007	Increased by bonds issued	Decreased by payments	Balance, June 30, 2008
			Date	Amount					
General Improvement Bonds	\$ 18,130,000	1/1/1998	1/1/2014	—	0.000%	\$ 11,785,000	—	11,785,000	—
Refunding (Series 1998) (Compound Interest Bonds)	26,529,074	8/1/1998	8/1/2007	—	4.700%	405,737	—	405,737	—
General Improvement Bonds	6,092,000	11/15/1999	11/15/2008 11/15/2009	\$ 400,000 400,000	5.250% 5.375%	3,292,000	—	2,492,000	800,000
General Improvement Bonds (Bonds maturing on or after 2012 are subject to redemption)	5,225,000	11/1/2001	11/1/2008 11/1/2009 11/1/2010 11/1/2011 11/1/2012 11/1/2013 11/1/2014 11/1/2015 11/1/2016 11/1/2017 11/1/2018 11/1/2019 11/1/2020 11/1/2021	261,000 261,000 261,000 261,000 261,000 261,000 261,000 261,000 261,000 262,000 262,000 262,000 262,000 262,000	4.125% 4.125% 4.125% 4.125% 4.125% 4.250% 4.375% 4.375% 4.500% 4.625% 4.625% 4.700% 4.750% 4.750%	3,920,000	—	261,000	3,659,000
General Improvement Bonds, 2003 (Bonds maturing on or after 2014 are subject to redemption)	14,250,000	5/15/2003	5/15/2009 5/15/2010 5/15/2011 5/15/2012 5/15/2013 5/15/2014 5/15/2015 5/15/2016 5/15/2017 5/15/2018	200,000 200,000 1,500,000 1,500,000 1,500,000 1,500,000 1,500,000 1,600,000 1,750,000 2,000,000	3.500% 3.500% 3.500% 3.500% 3.750% 3.750% 3.750% 3.750% 3.750% 3.750%	\$ 13,450,000	—	200,000	13,250,000 (Continued)

CITY OF ELIZABETH

Schedule of General Serial Bonds

General Capital Fund

Year ended June 30, 2008

Purpose of issue	Amount of original issue	Date of issue	Maturities of bonds outstanding June 30, 2008		Rate of interest	Balance, June 30, 2007	Increased by bonds issued	Decreased by payments	Balance, June 30, 2008
			Date	Amount					
ERI Refunding Bonds, Series 2004	\$ 2,330,000	12/14/2004	3/1/2009	\$ 90,000	3.950%				
			3/1/2010	125,000	4.680%				
			3/1/2011	165,000	4.680%				
			3/1/2012	170,000	4.680%				
			3/1/2013	180,000	4.680%				
			3/1/2014	185,000	4.680%				
			3/1/2015	195,000	4.680%				
			3/1/2016	205,000	5.300%				
			3/1/2017	215,000	5.300%				
			3/1/2018	230,000	5.300%				
			3/1/2019	240,000	5.300%				
			3/1/2020	255,000	5.300%	\$ 2,310,000	—	55,000	2,255,000
GO refunding bonds, Series 2004	6,245,000	10/1/2004	8/15/2008	2,100,000	4.000%	6,120,000	—	1,845,000	4,275,000
			8/15/2009	2,175,000	3.000%				
GO refunding bonds, Series 2005	13,315,000	5/19/2005	8/15/2008	4,595,000	5.250%	13,315,000	—	3,875,000	9,440,000
			8/15/2009	4,845,000	5.250%				
General Improvement Bonds, Series 2005 (Bonds maturing on or after 2016 are subject to redemption)	15,000,000	5/15/2005	5/15/2009	100,000	4.000%				
			5/15/2010	100,000	4.000%				
			5/15/2011	600,000	4.000%				
			5/15/2012	600,000	4.125%				
			5/15/2013	650,000	4.125%				
			5/15/2014	700,000	4.125%				
			5/15/2015	750,000	4.250%				
			5/15/2016	750,000	4.250%				
			5/15/2017	750,000	4.250%				
			5/15/2018	750,000	4.250%				
			5/15/2019	750,000	4.250%				
			5/15/2020	750,000	4.250%				
			5/15/2021	750,000	4.250%				
			5/15/2022	750,000	4.250%				
			5/15/2023	750,000	4.250%				
			5/15/2024	750,000	4.250%				
			5/15/2025	750,000	4.250%				
			5/15/2026	750,000	4.250%				
			5/15/2027	750,000	4.250%				
			5/15/2028	750,000	4.375%				
5/15/2029	750,000	4.375%							
5/15/2030	700,000	4.375%	14,800,000	—	100,000	14,700,000			

(Continued)

CITY OF ELIZABETH

Schedule of General Serial Bonds

General Capital Fund

Year ended June 30, 2008

Purpose of issue	Amount of original issue	Date of issue	Maturities of bonds outstanding June 30, 2008		Rate of interest	Balance, June 30, 2007	Increased by bonds issued	Decreased by payments	Balance, June 30, 2008						
			Date	Amount											
General Improvement Bonds, Series 2006 (Bonds maturing on or after 2017 are subject to redemption)	\$ 11,500,000	5/15/2006	5/15/2009	\$ 250,000	4.000%										
			5/15/2010	250,000	4.000%										
			5/15/2011	955,000	4.000%										
			5/15/2012	955,000	4.125%										
			5/15/2013	955,000	4.125%										
			5/15/2014	955,000	4.125%										
			5/15/2015	955,000	4.250%										
			5/15/2016	955,000	4.250%										
			5/15/2017	955,000	4.250%										
			5/15/2018	955,000	4.250%										
			5/15/2019	955,000	4.250%										
			5/15/2020	955,000	4.250%										
			5/15/2021	950,000	4.250%										
					\$ 11,250,000	—	250,000	11,000,000							
General Improvement Bonds, Series 2007	12,325,000	6/15/2007	6/15/2009	250,000	4.000%										
			6/15/2010	250,000	4.125%										
			6/15/2011	265,000	4.250%										
			6/15/2012	425,000	4.250%										
			6/15/2013	535,000	4.250%										
			6/15/2014	665,000	4.250%										
			6/15/2015	2,745,000	4.250%										
			6/15/2016	3,400,000	4.250%										
			6/15/2017	3,540,000	4.250%										
					12,325,000	—	250,000	12,075,000							
General Improvement Refunding Bonds, Series 2008	12,645,000	6/12/2008	11/15/2008	1,355,000	4.000%										
			11/15/2009	1,685,000	3.250%										
			11/15/2010	875,000	3.250%										
			11/15/2010	1,300,000	4.000%										
			11/15/2011	550,000	3.250%										
			11/15/2011	1,680,000	4.000%										
			11/15/2012	1,560,000	4.000%										
			11/15/2012	750,000	5.000%										
			11/15/2013	1,080,000	4.000%										
			11/15/2013	1,315,000	5.000%										
			11/15/2014	495,000	3.500%										
												—	12,645,000	—	12,645,000
												\$ 92,972,737	12,645,000	21,518,737	84,099,000
						\$ 12,645,000	12,422,000								
						—	9,096,737								
					\$ 12,645,000	—	21,518,737								

**CITY OF ELIZABETH**

Schedule of Waterfront Park Loans Receivable

General Capital Fund

Year ended June 30, 2008

Balance, June 30, 2007 and 2008	\$ <u>481,151</u>
<u>Analysis of Balance</u>	
NJDEP Ballfield loan	107,805
Waterfront park loan	<u>373,346</u>
	\$ <u>481,151</u>

**CITY OF ELIZABETH**

Schedule of Interfund Accounts Receivable

General Capital Fund

Year ended June 30, 2008

	<u>Total</u>	<u>Current Fund</u>	<u>Community Development Block Grant Fund</u>
Balance, June 30, 2007, Due from /(to)	\$ 109,161	(30,972)	140,133
Increased by:			
Interest earned	107,576	107,576	—
	<u>107,576</u>	<u>107,576</u>	<u>—</u>
	1,585	(138,548)	140,133
Decreased by:			
Cancellation	(140,133)	—	(140,133)
Interest transferred	74,248	74,248	—
Interfund returned	30,972	30,972	—
	<u>(34,913)</u>	<u>105,220</u>	<u>(140,133)</u>
Balance, June 30, 2008, Due from/ (to)	\$ <u>(33,328)</u>	<u>(33,328)</u>	<u>—</u>

**CITY OF ELIZABETH**

Schedule of Deferred Charges to Future  
Taxation-Funded

General Capital Fund

Year ended June 30, 2008

Balance, June 30, 2007	\$ 100,951,920
Increased by:	
Bonds	<u>12,645,000</u>
	<u>113,596,920</u>
Decreased by:	
2008 budget appropriations to pay bonds and loans:	
Loans payable	356,745
General serial bonds	9,096,737
Bonds refunded	<u>12,422,000</u>
	<u>21,875,482</u>
Balance, June 30, 2008	<u>\$ 91,721,438</u>

CITY OF ELIZABETH

Schedule of Deferred Charges to Future  
Taxation-Unfunded

General Capital Fund

Year ended June 30, 2008

Ordinance number	Account number	General improvements	Year of ordinance	Balance, June 30, 2007	2008 authorizations	Balance, June 30, 2008	Bond anticipation notes	Analysis of balance		
								Expenditures	Unexpended improvement authorizations	
2370	931	City hall roof	1991	\$ 18,097	—	18,097	—	18,097	—	
2746	945	Library renovation	1995	33,089	—	33,089	—	33,089	—	
3118	965	Underground storage tanks	1999	102,000	—	102,000	—	19,374	82,626	
3246	970	Acquisition of Property from NJ Transit	2001	22,500	—	22,500	—	—	22,500	
3288	972	Improvement of Underground Storage Tank	2001	22,800	—	22,800	—	—	22,800	
3313	973	Various Capital Improvements	2001	275,000	—	275,000	—	121,236	153,764	
3314	974	Midtown Streetscape-Pedestrian Plaza	2001	10,307	—	10,307	—	10,307	—	
3357	976	Various improvements and acq. of equip.	2002	1,215,000	—	1,215,000	—	180,007	1,034,993	
3461	978	Various Improvements	2003	1,090,000	—	1,090,000	—	—	1,090,000	
3560	981	Broad Street streetscape	2004	1,425,000	—	1,425,000	—	—	1,425,000	
3615	984	Elmora Raquet Club	2004	400,000	—	400,000	—	—	400,000	
3629	986	Early retirement incentive	2004	170,000	—	170,000	—	—	170,000	
3633	988	O'Donneel Dempsey Center	2004	1,140,000	—	1,140,000	—	959,612	180,388	
3635	989	Environment Engineering & Regulatory var	2004	2,280,000	—	2,280,000	—	917,254	1,362,746	
3654	991	City Hall Improvements	2004	475,000	—	475,000	—	159,908	315,092	
3661	992	Broad Street Streetscape	2004	1,900,000	—	1,900,000	—	—	1,900,000	
3667	994	Iron Oxide property improvement	2004	950,000	—	950,000	—	228,807	721,193	
3757	998	Library Renovations	2005	2,090,000	—	2,090,000	1,500,000	—	590,000	
3778	X01	Mack Building - E'Port	2006	2,110,000	—	2,110,000	—	—	2,110,000	
3779	X02	Miller- Evans- Logan Recreation Center	2006	1,140,000	—	1,140,000	—	1,083,111	56,889	
3792	X03	Hazardous Material Response Vehicle	2006	300,000	—	300,000	—	231,605	68,395	
3839	X07	Marina improvements - supplemental	2007	3,135,000	—	3,135,000	2,000,000	83,758	1,051,242	
3848	X09	Acquisition of bus - reappropriation	2007	150,000	—	150,000	—	—	150,000	
3914	X11	Acquisition of Saxony Motel	2008	—	2,090,000	2,090,000	—	1,692,000	398,000	
3915	X12	Mack Building Improvements, supplementa	2008	—	1,900,000	1,900,000	—	—	1,900,000	
3916	X13	Recreation Improvements	2008	—	2,090,000	2,090,000	—	—	2,090,000	
3975	X14	Acquisition of property, Equipment and Vel	2008	—	1,900,000	1,900,000	—	200,000	1,700,000	
				\$ 20,453,793	7,980,000	28,433,793	3,500,000	5,938,165	18,995,628	
								Unfunded improvement authorizations	\$ 20,399,428	
								Less unexpended proceeds from bond		
								anticipation notes:		
								Account	Ordinance	
								998	3757	1,403,800
								X07	3839	0
										\$ 18,995,628

**CITY OF ELIZABETH**

Schedule of Reserve for Bond Sale Expense

General Capital Fund

Year ended June 30, 2008

Balance, June 30, 2007	\$	317,902
Decreased by cash disbursements		<u>65,697</u>
Balance, June 30, 2008	\$	<u><u>252,205</u></u>

**CITY OF ELIZABETH**

Schedule of Due from Port Authority

General Capital Fund

Year ended June 30, 2008

Balance, June 30, 2007	\$	10,906,655
Decreased by collections		<u>10,906,655</u>
Balance, June 30, 2008	\$	<u><u>—</u></u>

CITY OF ELIZABETH

Schedule of Improvement Authorizations

General Capital Fund

Year ended June 30, 2008

Improvement description	Ordinance number	Account number	Balance, June 30, 2007		2008 Authorizations			Balance, June 30, 2008	
			Funded	Unfunded	Down Payment	Deferred Charges to Future Taxation Unfunded	Expended	Funded	Unfunded
Waterfront Park		904	\$ 75,012	—	—	—	—	75,012	—
Acquisition of real property public park	2466/2616	935	1,152,919	—	—	—	50	1,152,869	—
Kapkowski Rd. improvements	2651	942	241,802	—	—	—	—	241,802	—
Miscellaneous equipment	2788	947	1,191	—	—	—	—	1,191	—
Midtown acquisition real property	2791	948	2,369,071	—	—	—	(853,033)	3,222,104	—
Midtown street scape improvement	2850	951	60,056	—	—	—	—	60,056	—
Capping swimming pool	2958	962	6,077	—	—	—	—	6,077	—
Westfield-Westfield Ave.	2961	963	5,857	—	—	—	—	5,857	—
Underground storage tanks	3118	965	—	87,275	—	—	4,649	—	82,626
Public improvements	3138/3358	966	925,092	—	—	—	—	925,092	—
Capital leasing	3136	967	30,462	—	—	—	24,804	5,658	—
Demolition of unsafe building	3218	968	284,738	—	—	—	79,000	205,738	—
Road resurfacing	3269	969	380,712	—	—	—	380,652	60	—
801-874 Livingston Street	3216	970	7,500	22,500	—	—	—	7,500	22,500
New fire headquarters	3275	971	9,144	—	—	—	7,964	1,180	—
Improvements to city property	3288	972	61,322	22,800	—	—	—	61,322	22,800
Various capital improvements	3313	973	—	164,212	—	—	10,448	—	153,764
Leasing UCIA Ord. 3299	3299	975	249,562	—	—	—	15,831	233,731	—
Various improvements and acquisition of equipment	3357	976	—	1,190,818	—	—	155,825	—	1,034,993
Fire headquarters	3463	979	1,131,532	—	—	—	151,759	979,773	—
Road resurfacing	3460	977	420,017	—	—	—	406,128	13,889	—
Various Improvements	3461	978	595,250	1,090,000	—	—	—	595,250	1,090,000
Acquisition of various equipment	3464	980	497,500	—	—	—	301,254	196,246	—
Broad Street Streetscape	3560	981	75,000	1,425,000	—	—	—	75,000	1,425,000
Emergency response facility	3581	983	7,105,742	—	—	—	6,956,035	149,707	—
Elmora Racquet Club	3615	984	35,204	400,000	—	—	3,483	31,721	400,000
Road resurfacing	3620	985	1,498,217	—	—	—	1,214,674	283,543	—
Early retirement incentive	3629	986	—	170,000	—	—	—	—	170,000
O'Donnell Dempsey Center	3633	988	—	776,218	—	—	595,830	—	180,388
Environment Engineering & Regulatory various properties	3635	989	—	1,884,605	—	—	521,859	—	1,362,746
Marina improvements	3637	990	1,355,100	—	—	—	892,040	463,060	—
City Hall Improvements	3654	991	—	365,157	—	—	50,065	—	315,092
Broad Street Streetscape	3661	992	100,000	1,900,000	—	—	—	100,000	1,900,000
60-90 Broadway	3662	993	113,428	—	—	—	28,896	84,532	—
Iron Oxide Property improvements	3667	994	—	804,661	—	—	83,468	—	721,193
Leasing UCIA Ord. 2004	3647	995	994,918	—	—	—	316,010	678,908	—
NY/NJ Port Authority - Sale of Wetlands	3672	996	1,000,000	—	—	—	—	1,000,000	—
Police and Fire communications equipment	3697	997	787,778	—	—	—	706,682	81,096	—
Library Renovations	3757	998	55,000	2,090,000	—	—	151,200	—	1,993,800
Mack Building - E'Port	3778	X01	1,393,500	2,110,000	—	—	23,500	1,370,000	2,110,000
Miller- Evans- Logan Recreation Center	3779	X02	—	1,101,500	—	—	1,044,611	—	56,889
Hazardous Material Response Vehicle	3792	X03	4,286	300,000	—	—	235,891	—	68,395
Bike, Hike, Roll Multipurpose Throughway	3793	X04	123,806	—	—	—	84,347	39,459	—
Bike, Hike, Roll Multipurpose Throughway	3794	X05	100,000	—	—	—	—	100,000	—

(Continued)

CITY OF ELIZABETH

Schedule of Improvement Authorizations

General Capital Fund

Year ended June 30, 2008

Improvement description	Ordinance number	Account number	Balance, June 30, 2007		2008 Authorizations			Balance, June 30, 2008	
			Funded	Unfunded	Down Payment	Deferred Charges to Future Taxation Unfunded	Expended	Funded	Unfunded
Road resurfacing - reappropriation	3830	X06	\$ 1,000,000	—	—	—	997,705	2,295	—
Marina improvements - supplemental	3839	X07	—	1,390,176	—	—	338,934	—	1,051,242
Road Improvements	3847	X08	11,588,778	—	—	—	8,335,231	3,253,547	—
Acquisition of bus - reappropriation	3848	X09	—	150,000	—	—	—	—	150,000
60 - 90 Broadway - supplemental	3854	X10	629,161	—	—	—	(145,851)	775,012	—
Acquisition of Saxony Motel	3914	X11	—	—	110,000	2,090,000	1,802,000	—	398,000
Mack Building Improvements, supplemental	3915	X12	—	—	100,000	1,900,000	—	100,000	1,900,000
Recreation Improvements	3916	X13	—	—	110,000	2,090,000	38,030	71,970	2,090,000
Acquisition of property, Equipment and Vehicles	3975	X14	—	—	100,000	1,900,000	300,000	—	1,700,000
Acquisition of N. Elizabeth Little League Field	3929	X15	—	—	200,000	—	87,260	112,740	—
Spray Fountain for Kellog Park	3940	X16	—	—	225,000	—	—	225,000	—
			<u>\$ 36,464,734</u>	<u>17,444,922</u>	<u>845,000</u>	<u>7,980,000</u>	<u>25,347,231</u>	<u>16,987,997</u>	<u>20,399,428</u>
					Capital Improvement Fund	\$ 420,000			
					Capital Surplus	<u>425,000</u>			
						<u>\$ 845,000</u>			

**CITY OF ELIZABETH**

Schedule of Capital Improvement Fund

General Capital Fund

Year ended June 30, 2008

Balance, June 30, 2007	\$	2,652,171
Increased by:		
Budget appropriation		<u>1,500,000</u>
		4,152,171
Decreased by improvement authorizations funded		<u>420,000</u>
Balance, June 30, 2008	\$	<u><u>3,732,171</u></u>

**CITY OF ELIZABETH**

Schedule of Reserve for  
Retirement of Debt

General Capital Fund

Year ended June 30, 2007

Balance, June 30, 2006	\$	1,869,366
Increased by:		
State aid received		<u>666,307</u>
		2,535,673
Decreased by:		
Disbursement to Current Fund		<u>100,173</u>
Balance, June 30, 2007	\$	<u><u>2,435,500</u></u>

**CITY OF ELIZABETH**

Schedule of Bond Anticipation Notes

General Capital Fund

Year ended June 30, 2008

<u>Ordinance number</u>	<u>Improvement description</u>	<u>Date of original issue</u>	<u>Date of maturity</u>	<u>Interest rate</u>	<u>Balance, June 30, 2007</u>	<u>Increased</u>	<u>Decreased</u>	<u>Balance, June 30, 2008</u>
3757	Library renovations	6/19/2007	8/18/2008	2.500%	\$ 1,500,000	1,500,000	1,500,000	1,500,000
3839	Various marina Improvements	6/19/2007	8/18/2008	2.500%	<u>2,000,000</u>	<u>2,000,000</u>	<u>2,000,000</u>	<u>2,000,000</u>
					<u>\$ 3,500,000</u>	<u>3,500,000</u>	<u>3,500,000</u>	<u>3,500,000</u>
				Renewed		<u>\$ 3,500,000</u>	<u>3,500,000</u>	
						<u>\$ 3,500,000</u>	<u>\$3,500,000.00</u>	

## CITY OF ELIZABETH

## Schedule of Bonds and Notes Authorized but not Issued

## General Capital Fund

Year ended June 30, 2008

<u>Ordinance number</u>	<u>Account number</u>	<u>General improvements</u>	<u>Year of ordinance</u>	<u>Balance, June 30, 2007</u>	<u>2008 authori- zations</u>	<u>Balance, June 30, 2008</u>
2370	931	City hall roof	1991	18,097	—	18,097
2746	945	Library renovation	1995	33,089	—	33,089
3118	965	Underground storage tanks	1999	102,000	—	102,000
3246	970	Acquisition of Property from NJ Transit	2001	22,500	—	22,500
3288	972	Improvement of City property	2001	22,800	—	22,800
3313	973	Various Capital Improvements	2001	275,000	—	275,000
3314	974	Midtown Streetscape-Pedestrian Plaza	2001	10,307	—	10,307
3357	976	Various improvements and acquisition of equipment	2002	1,215,000	—	1,215,000
3461	978	Various Improvements	2003	1,090,000	—	1,090,000
3560	981	Broad Street Streetscape	2004	1,425,000	—	1,425,000
3615	984	Elmora Racquet Club	2004	400,000	—	400,000
3629	986	Early retirement incentive	2004	170,000	—	170,000
3633	988	O'Donnell Dempsey Center	2004	1,140,000	—	1,140,000
3635	989	Environment Engineering & Regulatory various properties	2004	2,280,000	—	2,280,000
3637	990	Marina improvements	2004	—	—	—
3654	991	City Hall Improvements	2004	475,000	—	475,000
3661	992	Broad Street Streetscape	2004	1,900,000	—	1,900,000
3662	993	60-90 Broadway	2004	—	—	—
3667	994	Iron Oxide	2004	950,000	—	950,000
3757	998	Library Renovations	2005	590,000	—	590,000
3778	X01	Mack Building - E'Port	2006	2,110,000	—	2,110,000
3779	X02	Miller- Evans- Logan Recreation Center	2006	1,140,000	—	1,140,000
3792	X03	Hazardous Material Response Vehicle	2006	300,000	—	300,000
3839	X07	Marina improvements - supplemental	2007	1,135,000	—	1,135,000
3848	X09	Acquisition of bus - reappropriation	2007	150,000	—	150,000
3914	X11	Acquisition of Saxony Motel	2008	—	2,090,000	2,090,000
3915	X12	Mack Building Improvements, supplemental	2008	—	1,900,000	1,900,000
3916	X13	Recreation Improvements	2008	—	2,090,000	2,090,000
3975	X14	Acquisition of property, Equipment and Vehicles	2008	—	1,900,000	1,900,000
				<u>\$ 16,953,793</u>	<u>7,980,000</u>	<u>24,933,793</u>

**CITY OF ELIZABETH**

Schedule of Due from Union County  
Improvement Authority

General Capital Fund

Year ended June 30, 2008

Balance, June 30, 2007	\$	2,991,586
Decreased by reimbursements		<u>1,675,372</u>
Balance, June 30, 2008	\$	<u><u>1,316,214</u></u>

CITY OF ELIZABETH

Schedule of Loans Payable

General Capital Fund

Year ended June 30, 2008

Loan number	Improvement description	Amount of original issue	Date of original issue	Interest rate	Principal Payments outstanding June 30, 2008		Balance June 30, 2007	Decreased by payments	Balance June 30, 2008
					Date	Amount			
2004-92-103	Land for public parking	\$ 217,700	4/18/1997	2.00%	7/22/2008	\$ 5,659			
					1/22/2009	5,715			
					7/22/2009	5,772			
					1/22/2010	5,830			
					7/22/2010	5,888			
					1/22/2011	5,947			
					7/22/2011	6,007			
					1/22/2012	6,067			
					7/22/2012	6,128			
					1/22/2013	6,189			
					7/22/2013	6,251			
					1/22/2014	6,313			
					7/22/2014	6,376			
					1/22/2015	6,440			
					7/22/2015	6,505			
					1/22/2016	6,569			
					7/22/2016	6,634			
1/22/2017	6,701								
							122,143	11,150	110,993
2004-90-080	Ball field - Westfield Ave.	75,000	5/14/1997	2.00%	8/14/2008	1,949			
					2/14/2009	1,969			
					8/14/2009	1,989			
					2/14/2010	2,009			
					8/14/2010	2,029			
					2/14/2011	2,049			
					8/14/2011	2,069			
					2/14/2012	2,090			
					8/14/2012	2,111			
					2/14/2013	2,132			
					8/14/2013	2,153			
					2/14/2014	2,175			
					8/14/2014	2,197			
					2/14/2015	2,219			
					8/14/2015	2,241			
					2/14/2016	2,263			
					8/14/2016	2,286			
2/14/2017	2,310								
							42,081	3,841	38,240
—	NJ Department of Transportation	5,000,000	7/13/1998	various	2009- 2018	500,000	5,000,000	—	5,000,000

(Continued)

CITY OF ELIZABETH

Schedule of Loans Payable

General Capital Fund

Year ended June 30, 2008

Loan number	Improvement description	Amount of original issue	Date of original issue	Interest rate	Principal Payments outstanding June 30, 2008		Balance June 30, 2007	Decreased by payments	Balance June 30, 2008
					Date	Amount			
2004-95-130	Ball field - Westfield Ave.	\$ 337,599	5/1/2005	2.00%	10/29/2008	\$ 11,154			
					4/30/2009	11,265			
					10/29/2009	11,378			
					4/30/2010	11,492			
					10/29/2010	11,607			
					4/30/2011	11,723			
					10/29/2011	11,840			
					4/30/2012	11,959			
					10/29/2012	12,078			
					4/30/2013	12,199			
					10/29/2013	12,321			
					4/30/2014	12,444			
					10/29/2014	12,569			
					4/30/2015	12,694			
					10/29/2015	12,821			
					4/30/2016	12,949			
					10/29/2016	13,079			
					4/30/2017	13,210			
					10/29/2017	13,342			
4/30/2018	13,475								
10/29/2018	13,610								
4/30/2019	13,746								
							294,933	21,978	272,955
2004-92-105	Kenah Center Acquisitions	70,000	12/2/1998	2.00%	9/2/2008	1,766			
					3/2/2009	1,784			
					9/2/2009	1,802			
					3/2/2010	1,820			
					9/2/2010	1,838			
					3/2/2011	1,856			
					9/2/2011	1,875			
					3/2/2012	1,893			
					9/2/2012	1,912			
					3/2/2013	1,931			
					9/2/2013	1,951			
					3/2/2014	1,970			
					9/2/2014	1,990			
					3/2/2015	2,010			
					9/2/2015	2,030			
					3/2/2016	2,050			
					9/2/2016	2,071			
					3/2/2017	2,091			
					9/2/2017	2,112			
3/2/2018	2,134								
9/2/2018	2,154								
							44,520	3,480	41,040
L03729	Underground Storage Tank Removal	933,000	5/1/1999	0.00%	5/1/2009	93,300	186,600	93,300	93,300

(Continued)

CITY OF ELIZABETH

Schedule of Loans Payable

General Capital Fund

Year ended June 30, 2008

Loan number	Improvement description	Amount of original issue	Date of original issue	Interest rate	Principal Payments outstanding June 30, 2008		Balance June 30, 2007	Decreased by payments	Balance June 30, 2008
					Date	Amount			
105229	Underground storage tanks	\$ 877,200	5/1/2002	0.00%	5/1/2009	\$ 87,720	438,600	87,720	350,880
					5/1/2010	87,720			
					5/1/2011	87,720			
					5/1/2012	87,720			
00-2019-02	Demolition Loan Payable	825,000	10/9/2003	4.00%	10/9/2008	82,500	412,500	82,500	330,000
					10/9/2009	82,500			
					10/9/2010	82,500			
					10/9/2011	82,500			
2004-97-018	Kenah Field	286,085	6/30/2005	0.00%	12/31/2008	7,335			
					7/1/2009	7,336			
					1/1/2010	7,335			
					7/1/2010	7,336			
					1/1/2011	7,335			
					7/1/2011	7,336			
					1/1/2012	7,335			
					6/30/2012	7,336			
					12/31/2012	7,335			
					7/1/2013	7,336			
					1/1/2014	7,335			
					7/1/2014	7,336			
					1/1/2015	7,335			
					7/1/2015	7,336			
					1/1/2016	7,335			
					6/30/2016	7,336			
					12/31/2016	7,335			
					7/1/2017	7,336			
					1/1/2018	7,335			
					7/1/2018	7,336			
					1/1/2019	7,335			
					7/1/2019	7,336			
					1/1/2020	7,335			
					6/30/2020	7,336			
					12/31/2020	7,335			
					7/1/2021	7,336			
					1/1/2022	7,335			
7/1/2022	7,336								
1/1/2023	7,335								
7/1/2023	7,336								
1/1/2024	7,335								
7/1/2024	7,336								
12/31/2024	7,336	264,079	22,007	242,072					

(Continued)

CITY OF ELIZABETH

Schedule of Loans Payable

General Capital Fund

Year ended June 30, 2008

Loan number	Improvement description	Amount of original issue	Date of original issue	Interest rate	Principal Payments outstanding June 30, 2008		Balance June 30, 2007	Decreased by payments	Balance June 30, 2008
					Date	Amount			
2004-03-081	Elmora Raquet Club	\$ 400,000	1/6/2005	0.00%	12/31/2008	\$ 10,257			
					7/1/2009	10,256			
					1/1/2010	10,257			
					7/1/2010	10,256			
					1/1/2011	10,256			
					7/1/2011	10,257			
					1/1/2012	10,256			
					6/30/2012	10,257			
					12/31/2012	10,256			
					7/1/2013	10,257			
					1/1/2014	10,256			
					7/1/2014	10,257			
					1/1/2015	10,256			
					7/1/2015	10,256			
					1/1/2016	10,257			
					6/30/2016	10,256			
					12/31/2016	10,257			
					7/1/2017	10,256			
					1/1/2018	10,257			
					7/1/2018	10,256			
					1/1/2019	10,257			
					7/1/2019	10,256			
					1/1/2020	10,256			
					6/30/2020	10,257			
					12/31/2020	10,256			
					7/1/2021	10,257			
					1/1/2022	10,256			
7/1/2022	10,257								
1/1/2023	10,256								
7/1/2023	10,257								
1/1/2024	10,256								
7/1/2024	10,256								
12/31/2024	10,256	369,231	30,769	338,462					
N/A	Water front Park Project	804,496	N/A	0.00%	N/A	N/A	804,496	—	804,496
							\$ 7,979,183	356,745	7,622,438
							Payments	\$ 356,745	
								\$ 356,745	

**CITY OF ELIZABETH**

Schedule of Due from Department  
of Environmental Protection

General Capital Fund

Year ended June 30, 2008

Balance, June 30, 2007	\$	<u>954,736</u>
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Balance, June 30, 2008	\$	<u>954,736</u>
------------------------	----	----------------

Analysis of Balance

NJDEP Ballfield Grant	\$	107,805
Waterfront Park Grant		160,846
Elmora Raquet Grant		400,000
Kenah Center Grant		<u>286,085</u>
	\$	<u>954,736</u>

**CITY OF ELIZABETH**

Schedule of Due from  
Department of Transportation

General Capital Fund

Year ended June 30, 2008

Balance, June 30, 2007	\$ 903,000
Decreased by:	
Collections	<u>666,307</u>
Balance, June 30, 2008	<u><u>\$ 236,693</u></u>

Analysis of Balance

DOT - Bike, Hike, Roll Multipurpose Throughway (Ord. 3794)	\$ 100,000
Transportation Trust Fund:	
Dowd Ave. Section 8 (Ord. 3620)	<u>136,693</u>
	<u><u>\$ 236,693</u></u>

## CITY OF ELIZABETH

## Schedule of Cash

## Water Utility Funds

Year ended June 30, 2008

	<u>Operating Fund</u>	<u>Trust Fund</u>	<u>Capital Fund</u>
Balance, June 30, 2007	\$ 2,106,698	158,568	2,410,512
Increased by receipts:			
Due to Liberty Water	239,614	—	—
Capital ordinances and liabilities cancelled	394,054	—	—
Reserve for capital expenditures	—	—	625,524
Interest earned	193,796	—	—
Interfund receipts	23,222	3,875	16,900
Total receipts	<u>850,686</u>	<u>3,875</u>	<u>642,424</u>
Subtotal	<u>2,957,384</u>	<u>162,443</u>	<u>3,052,936</u>
Decreased by disbursements:			
Interfund disbursements	20,775	4,936	18,286
Refund of prior year revenue	92	—	—
Due to Current Fund	—	—	394,054
Payment to Liberty Water for Improvements	—	—	430,390
Total disbursements	<u>20,867</u>	<u>4,936</u>	<u>842,730</u>
Balance, June 30, 2008	\$ <u>2,936,517</u>	<u>157,507</u>	<u>2,210,206</u>
Cash	\$ 1,236,517	57,507	110,205
Investments	<u>1,700,000</u>	<u>100,000</u>	<u>2,100,000</u>
	<u>\$ 2,936,517</u>	<u>157,507</u>	<u>2,210,205</u>

**CITY OF ELIZABETH**

Schedule of Analysis of Capital Cash

Water Utility Capital Fund

June 30, 2008

<u>Description</u>	<u>Amount</u>
Capital Improvement Fund	\$ 697,239
Reserve for capital expenditures	1,512,752
Due to Water Operating Fund	<u>214</u>
	\$ <u><u>2,210,205</u></u>

**CITY OF ELIZABETH**

Schedule of Reserve for Customer Deposits

Water Utility Trust Fund

Year ended June 30, 2008

Balance, June 30, 2008 and 2007	\$ <u>157,472</u>
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**CITY OF ELIZABETH**

Reserve for Capital Expenditures

Water Utility Capital Fund

Year ended June 30, 2008

Balance, June 30, 2007	\$	1,317,618
Increased by collections from Liberty Water		<u>625,524</u>
		1,943,142
Decreased by expenditures		<u>430,390</u>
Balance, June 30, 2008	\$	<u><u>1,512,752</u></u>

**CITY OF ELIZABETH**

Schedule of Improvement Authorizations

Water Utility Capital Fund

Year ended June 30, 2008

Improvement description	Ordinance number	Date	Amount	Balance, June 30, 2007		Cancellations	Balance, June 30, 2008	
				Funded	Unfunded		Funded	Unfunded
Improvement of water distribution supply and transportation system - Kapkowski Rd. area	1745	10/15/1984	\$ 1,230,000	61,437	—	61,437	—	—
Construction of new 10" water main - Schiller St.	2400	7/31/1991	200,000	96,538	—	96,538	—	—
Improvement to water distribution system	2596	5/11/1993	2,500,000	442,663	1,994,200	2,436,863	—	—
New automotive equipment	2512	8/15/1992	205,000	—	14,543	14,543	—	—
Various acquisitions and improvements	2758	3/2/1995	1,092,000	179,532	—	179,532	—	—
New equipment, machinery and automotive equipment	2855	2/27/1996	250,000	27,484	—	27,484	—	—
Remediation of water garage	2878	4/9/1996	255,000	—	13,262	13,262	—	—
				\$ 807,654	2,022,005	2,829,659	—	—
						\$ 388,459		
						2,441,200		
						\$ 2,829,659		



**CITY OF ELIZABETH**

Schedule of Water Liens Receivable

Water Utility Operating Fund

Year ended June 30, 2008

Balance, June 30, 2007	\$ <u>27,447</u>
Balance, June 30, 2008	\$ <u>27,447</u>

**CITY OF ELIZABETH**

Schedule of Reserve for Deferred Amortization

Water Utility Capital Fund

Year ended June 30, 2008

Balance, June 30, 2007	\$	2,910,000
Decreased by transfer to reserve for amortization		<u>2,910,000</u>
Balance, June 30, 2008		<u><u>—</u></u>

**CITY OF ELIZABETH**

Schedule of Interfund Accounts Receivable (Payable)

Water Utility Operating Fund

Year ended June 30, 2008

	<u>Total</u>	<u>Water Capital Fund</u>	<u>Water Trust Fund</u>
Balance, June 30, 2007, Due from (to)	\$ 2,696	1,600	1,096
Increased by:			
Interest earned	<u>20,775</u>	<u>16,900</u>	<u>3,875</u>
	<u>20,775</u>	<u>16,900</u>	<u>3,875</u>
	23,471	18,500	4,971
Decreased by:			
Cash receipts	<u>23,222</u>	<u>18,286</u>	<u>4,936</u>
	<u>23,222</u>	<u>18,286</u>	<u>4,936</u>
Balance, June 30, 2008, Due from (to)	<u>\$ 249</u>	<u>214</u>	<u>35</u>

## CITY OF ELIZABETH

## Schedule of Fixed Capital

## Water Utility Capital Fund

Year ended June 30, 2008

<u>Description</u>	<u>Balance, June 30, 2007</u>	<u>Additions</u>	<u>Balance, June 30, 2008</u>
Capital acquisitions	\$ 1,092,716	—	1,092,716
Land	14,013	—	14,013
General structures	108,512	241,738	350,250
Distributions mains and accessories	7,688,822	1,335,162	9,023,984
Meters, meter boxes and vaults	987,199	—	987,199
Service pipe and stops	1,896,542	—	1,896,542
Hydrants	136,929	—	136,929
General equipment	847,250	1,325,441	2,172,691
Miscellaneous service not distributed	445,555	—	445,555
Engineering and superintendence	79,059	—	79,059
Computer equipment	6,949	—	6,949
Maintenance of City roads	235,384	—	235,384
	<u>\$ 13,538,930</u>	<u>2,902,341</u>	<u>16,441,271</u>

**CITY OF ELIZABETH**

Schedule of Fixed Capital Authorized and Uncompleted

Water Utility Capital Fund

Year ended June 30, 2008

<u>Ordinance number</u>	<u>Date</u>	<u>Improvement description</u>	<u>Ordinance authorization</u>	<u>Balance, June 30, 2007</u>	<u>Projects Completed</u>	<u>Cancelled</u>	<u>Balance, June 30, 2008</u>
1745	10/15/1984	Improvement of water distribution supply and transportation system - Kapkowski Rd. area	\$ 1,230,000	1,230,000	1,168,563	61,437	—
2400	7/31/1991	Construction of new water main - Schiller St.	200,000	200,000	103,462	96,538	—
2596	5/11/1993	Improvement of water distribution system	2,500,000	2,500,000	63,137	2,436,863	—
2512	8/15/1992	New automotive equipment	205,000	205,000	190,457	14,543	—
2758	3/2/1995	Various acquisitions and improvements	1,092,000	1,092,000	912,468	179,532	—
2855	2/27/1996	Acquisition of equipment, machinery and automotive equipment	250,000	250,000	222,516	27,484	—
2878	4/9/1996	Remediation of water garage	255,000	255,000	241,738	13,262	—
			<u>\$ 5,732,000</u>	<u>5,732,000</u>	<u>2,902,341</u>	<u>2,829,659</u>	<u>—</u>

**CITY OF ELIZABETH**

Schedule of Retained Percentage Payable

Water Utility Capital Fund

Year ended June 30, 2008

Balance, June 30, 2007	\$	5,595
Decreased by cancellation		<u>5,595</u>
Balance, June 30, 2008	\$	<u><u>—</u></u>

**CITY OF ELIZABETH**

Schedule of Accounts Payable

Water Utility Operating Fund

Year Ended June 30, 2008

Balance, June 30, 2007	\$ <u>36,028</u>
Balance, June 30, 2008	\$ <u>36,028</u>

**CITY OF ELIZABETH**

Schedule of Bonds and Notes Authorized but not Issued

Water Utility Capital Fund

Year ended June 30, 2008

<b>Ordinance number</b>	<b>Improvement description</b>	<b>Balance, June 30, 2007</b>	<b>Cancellations</b>	<b>Balance, June 30, 2008</b>
2596	Improvement to water distribution system	\$ 1,994,200	1,994,200	—
2512	New automotive equipment	205,000	205,000	—
2878	Remediation of water garage	<u>242,000</u>	<u>242,000</u>	<u>—</u>
		\$ <u>2,441,200</u>	<u>2,441,200</u>	<u>—</u>

**CITY OF ELIZABETH**

Schedule of Reserve for Amortization

Water Utility Capital Fund

Year ended June 30, 2008

Balance, June 30, 2007	\$ 13,919,731
Increased by projects completed	<u>2,521,540</u>
Balance, June 30, 2008	<u><u>\$ 16,441,271</u></u>

**CITY OF ELIZABETH**

Due to Liberty Water

Water Utility Operating Fund

Year ended June 30, 2008

Balance, June 30, 2007	\$	—
Increased by collections for Liberty Water		<u>239,614</u>
Balance, June 30, 2008	\$	<u><u>239,614</u></u>

**CITY OF ELIZABETH**

Due to Operating Fund

Water Utility Capital Fund

Year ended June 30, 2008

Balance, June 30, 2007	\$	<u>          —</u>
Increased by:		
Cancelled funded ordinances		388,459
Cancelled retained percentage		<u>      5,595</u>
		394,054
Decreased by disbursements		<u>      394,054</u>
Balance, June 30, 2008	\$	<u><u>          —</u></u>

## CITY OF ELIZABETH

## Schedule of Cash - Treasurer

## Sewer Utility Funds

Year ended June 30, 2008

	<u>Operating Fund</u>	<u>Capital Fund</u>
Balance, June 30, 2007	\$ 13,467,136	2,794,990
Increased by receipts:		
Consumers' accounts receivable	14,892,736	—
Miscellaneous revenues	1,164,578	—
Environmental Infrastructure Loan	—	4,931,301
State grant receivable		15,464
Interfund receipts	59,578	53,220
Total receipts	<u>16,116,892</u>	<u>4,999,985</u>
Subtotal	<u>29,584,028</u>	<u>7,794,975</u>
Decreased by disbursements:		
Budget appropriations	16,013,201	—
Appropriation reserves	886,909	—
Interest on bonds and notes	787,465	—
Returned check	12,045	—
Refund	61	—
Interfund disbursements	53,220	59,578
Improvement authorizations	—	5,035,883
Total disbursements	<u>17,752,901</u>	<u>5,095,461</u>
Balance, June 30, 2008	\$ <u><u>11,831,127</u></u>	<u><u>2,699,514</u></u>

**CITY OF ELIZABETH**

General Capital Fund

Schedule of Analysis of Sewer Utility Capital Cash

Year ended June 30, 2008

	<b>Balance June 30, 2007</b>	<b>Receipts</b>		<b>Disbursements</b>		<b>Transfer</b>		<b>Balance June 30, 2008</b>
		<b>Miscellaneous</b>	<b>Improvement authorizations</b>	<b>Miscellaneous</b>	<b>From</b>	<b>To</b>		
Due from NJ Wastewater Treatment Trust	\$ (508,053)	—	—	—	—	—	—	(508,053)
Stormwater grant receivable	—	15,464	—	—	20,619	—	—	(5,155)
Bond sale expense payable	729	—	—	—	—	—	—	729
Reserve for renewal and replacement	364,000	—	—	—	—	—	—	364,000
Capital Improvement Fund	1,013,338	—	—	—	—	—	—	1,013,338
EITF receivable	(5,585,790)	4,931,301	—	—	—	—	—	(654,489)
Due to Sewer Operating Fund	7,408	53,220	—	59,578	—	—	—	1,050
Appropriated reserve for grants	—	—	—	—	—	20,619	—	20,619
Fund Balance	958,576	—	—	—	—	—	—	958,576
Improvement authorizations:								
<b>Ordinance     number</b>								
1848	(332,000)	—	—	—	—	—	—	(332,000)
2340	(105,686)	—	—	—	—	—	—	(105,686)
2481	(101,766)	—	—	—	—	—	—	(101,766)
2834	(219,876)	—	—	—	—	—	—	(219,876)
2909	733,133	—	—	—	—	—	—	733,133
3245	2,177,217	—	—	—	—	—	—	2,177,217
3119	38,925	—	—	—	—	—	—	38,925
3634	(1,158,364)	—	84,912	—	—	—	—	(1,243,276)
3636	2,816,240	—	1,760,118	—	—	—	—	1,056,122
3652	(59,698)	—	266	—	—	—	—	(59,964)
3653	(475,000)	—	—	—	—	—	—	(475,000)
3720	3,403,335	—	2,914,790	—	—	—	—	488,545
3748	(6,394)	—	256,199	—	—	—	—	(262,593)
3795	(364,854)	—	—	—	—	—	—	(364,854)
3878	199,570	—	19,598	—	—	—	—	179,972
	<u>\$ 2,794,990</u>	<u>4,999,985</u>	<u>5,035,883</u>	<u>59,578</u>	<u>20,619</u>	<u>20,619</u>		<u>2,699,514</u>

**CITY OF ELIZABETH**

Schedule of Consumers' Accounts Receivable

Sewer Utility Operating Fund

Year ended June 30, 2008

Balance, June 30, 2007	\$	604,321
Decreased by:		
Collections		<u>194,083</u>
Balance, June 30, 2008	\$	<u><u>410,238</u></u>

**CITY OF ELIZABETH**

Schedule of Interfund Accounts Receivable (Payable)

Sewer Utility Operating Fund

Year ended June 30, 2008

	<u>Total</u>	<u>Sewer Capital Fund</u>	<u>Current Fund</u>
Balance, June 30, 2007, Due from (to)	\$ 7,408	7,408	—
Increased by:			
Interest collected in Current Fund	53,220	53,220	—
Cash receipts	<u>(59,578)</u>	<u>(59,578)</u>	<u>—</u>
	<u>(6,358)</u>	<u>(6,358)</u>	<u>—</u>
Balance, June 30, 2008, Due from (to)	<u>\$ 1,050</u>	<u>1,050</u>	<u>—</u>

**CITY OF ELIZABETH**

Schedule of Fixed Capital

Sewer Utility Capital Fund

Year ended June 30, 2008

	<b>Balance, June 30, 2007</b>	<b>Balance, June 30, 2008</b>
	<u>2007</u>	<u>2008</u>
Sewer pumps	\$ 1,335,787	1,335,787
Computer equipment	47,728	47,728
Transportation equipment	263,450	263,450
General equipment	734,495	734,495
Joint Meeting Dewatering Plant	11,582,479	11,582,479
Sewer lines	8,890,510	8,890,510
Sanitary sewer system	22,883,241	22,883,241
Refunding bond issuance costs	235,000	235,000
Overflow pollution abatement program	256,000	256,000
	<u>\$ 46,228,690</u>	<u>46,228,690</u>

## CITY OF ELIZABETH

## Schedule of Fixed Capital Authorized and Uncompleted

## Sewer Utility Capital Fund

Year ended June 30, 2008

<b>Ordinance number</b>	<b>Improvement description</b>	<b>Ordinance authori- zation</b>	<b>Balance, June 30, 2007</b>	<b>Balance June 30, 2008</b>
	Pollution abatement program	\$ 4,550,000	4,550,000	4,550,000
2287	Joint Meeting Dewatering Plant	3,200,000	3,200,000	3,200,000
2386	Fiscal year adjustment bonds	1,425,000	1,425,000	1,425,000
2525	Joint Meeting Dewatering Plant	4,775,000	4,775,000	4,775,000
2812	Sewer jet and catch basin	85,000	85,000	85,000
2909	Infiltration and inflow reduction	3,210,000	1,589,582	1,589,582
3119	Overflow pollution abatement program	840,000	584,000	584,000
3245	NJ environmental infrastructure trust	14,920,000	14,920,000	14,920,000
3340	Sewer refunding bonds	2,875,000	125,000	125,000
3462	Combined Sewer System	1,200,000	1,200,000	1,200,000
3634	CSO Characterization study	1,400,000	1,400,000	1,400,000
3636	Various Storm and Sewer Improvements	5,500,000	5,500,000	5,500,000
3652	Storm sewer Improvements	400,000	400,000	400,000
3653	Construction Harding Road Storm sewer	500,000	500,000	500,000
3720	Joint Meeting capital construction	3,600,000	3,600,000	3,600,000
3748	Harding Rd. Supplement Ord. 3653	300,000	300,000	300,000
3795	Harding Rd. Storm Sewer	500,000	500,000	500,000
3878	Verona Ave. - Gebhardt Storm Sewer	4,000,000	4,000,000	4,000,000
			\$ 48,653,582	48,653,582

**CITY OF ELIZABETH**

Schedule of Reserve for Renewal and Replacement of  
Property, Plant, and Equipment

Sewer Utility Capital Fund

Year ended June 30, 2008

Balance, June 30, 2008 and 2007	\$ <u>364,000</u>
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**CITY OF ELIZABETH**

Schedule of 2007 Appropriation Reserves

Sewer Utility Operating Fund

Year ended June 30, 2008

	<u>Balance, June 30, 2007</u>	<u>Encumbrance payable cancelled</u>	<u>Balance after modification</u>	<u>Paid</u>	<u>Balance lapsed</u>
Operating:					
Management fee	256,500	27,501	284,001	147,788	136,213
Joint meeting	178,395	—	178,395	159,752	18,643
Capital improvements:					
Capital outlay	<u>502,089</u>	<u>699,255</u>	<u>1,201,344</u>	<u>704,555</u>	<u>496,789</u>
	<u>\$ 936,984</u>	<u>726,756</u>	<u>1,663,740</u>	<u>1,012,095</u>	<u>651,645</u>
			Cash	\$ 886,909	
			Accounts payable	<u>125,186</u>	
				<u>\$ 1,012,095</u>	

**CITY OF ELIZABETH**

Schedule of Accounts Payable

Sewer Utility Operating Fund

Year ended June 30, 2008

Balance, June 30, 2007	\$	633,918
Increased by:		
2007 budget appropriation		<u>125,186</u>
Balance, June 30, 2008	\$	<u><u>759,104</u></u>

**CITY OF ELIZABETH**

Schedule of Due from Liberty Water

Sewer Utility Operating Fund

Year ended June 30, 2008

Balance, June 30, 2007	\$	—
Increased by returned check		<u>12,045</u>
Balance, June 30, 2008	\$	<u><u>12,045</u></u>

**CITY OF ELIZABETH**

Schedule of Accrued Interest on Bonds and Notes

Sewer Utility Operating Fund

Year ended June 30, 2008

Balance, June 30, 2007	\$	254,845
Increased by 2008 budget appropriation		<u>786,880</u>
		1,041,725
Decreased by cash disbursements		<u>787,465</u>
Balance, June 30, 2008	\$	<u><u>254,260</u></u>

**CITY OF ELIZABETH**

Schedule of Due from Trustee  
Environmental Infrastructure Trust and Fund Loans

Sewer Utility Capital Fund

Year ended June 30, 2008

<u>Loan Description</u>	<u>Balance June 30, 2007</u>	<u>Increase</u>	<u>Decrease</u>	<u>Balance June 30, 2008</u>
NJEIT trust loan - 2002	\$ 86,185	—	—	86,185
NJEIT trust loan - 2002	45,104	—	—	45,104
NJEIT fund loan - Ord. 3636 -06ST 06Sf	2,051,166	—	2,016,511	34,655
NJEIT fund loan - Ord. 3720 -06STJ 06SFJ	<u>3,403,335</u>	—	<u>2,914,790</u>	<u>488,545</u>
	<u>\$ 5,585,790</u>	<u>—</u>	<u>4,931,301</u>	<u>654,489</u>

CITY OF ELIZABETH

Schedule of Serial Bonds

Sewer Utility Capital Fund

Year ended June 30, 2008

Purpose of issue	Date of issue	Original issue	Maturities of bonds outstanding June 30, 2008		Interest rate	Balance, June 30, 2007	Paid by	Balance, June 30, 2008
			Date	Amount				
Sewer improvements	7/15/1998	\$ 2,924,000	7/15/2008-13	\$ 145,000	5.000	\$ 1,765,000	145,000	1,620,000
			7/15/2014-18	150,000	5.000			
Sewer Utility Bonds (Bonds maturing on or after 2012 are subject to redemption)	11/1/2001	4,030,000	11/1/2008-11	202,000	4.125	3,020,000	202,000	2,818,000
			11/1/2012	201,000	4.125			
			11/1/2013	201,000	4.250			
			11/1/2014	201,000	4.375			
			11/1/2015	201,000	4.375			
			11/1/2016	201,000	4.500			
			11/1/2017	201,000	4.625			
			11/1/2018	201,000	4.625			
			11/1/2019	201,000	4.700			
			11/1/2020	201,000	4.750			
			11/1/2021	201,000	4.750			
Sewer refunding bonds (Bonds maturing on or after 2011 are subject to redemption)	12/1/2001	2,875,000	11/15/2008	255,000	4.000	1,470,000	260,000	1,210,000
			11/15/2009	250,000	4.000			
			11/15/2010	240,000	4.125			
			11/15/2011	235,000	4.250			
			11/15/2012	230,000	4.500			
						<u>1,470,000</u>	<u>260,000</u>	<u>1,210,000</u>
						<u>\$ 6,255,000</u>	<u>607,000</u>	<u>5,648,000</u>

**CITY OF ELIZABETH**

Schedule of Local Unit Bonds

Sewer Utility Capital Fund

Year ended June 30, 2008

Purpose of issue	Bond number	Original issue	Maturities of bonds outstanding June 30, 2008		Interest rate	Balance, June 30, 2007	Paid by budget appropriations	Balance, June 30, 2008
			Date	Amount				
Wastewater Treatment Bonds - Wastewater Treatment Fund	87L	\$ 4,300,000		\$ —	Non-interest bearing	\$ 122,858	122,858	—
Wastewater Treatment Bonds - Wastewater Treatment Trust Loan	89T	4,710,000		—	7.90	450,000	450,000	—
Wastewater Treatment Bonds - Wastewater Treatment Trust Loan	89L	1,475,000	4/15/2009	130,000	7.00	255,000	125,000	130,000
Wastewater Treatment Bonds - Wastewater Treatment Fund Trust Loan	88L	1,440,430	10/15/2008 4/15/2009	2,480 73,333	Non-interest bearing	151,625	75,812	75,813
Wastewater Treatment Bonds - Wastewater Treatment Fund Trust Loan (Ord. 2909)	97L	1,600,000	9/1/2008 3/1/2009 9/1/2009 3/1/2010 9/1/2010 3/1/2011 9/1/2011 3/1/2012 9/1/2012 3/1/2013 9/1/2013 3/1/2014 9/1/2014 3/1/2015 9/1/2015 3/1/2016 9/1/2016	66,612 13,755 68,330 12,336 69,943 10,824 71,463 9,232 72,903 7,561 74,264 5,810 75,545 3,979 76,746 2,069 83,965	Non-interest bearing	805,200	79,863	725,337

(Continued)

**CITY OF ELIZABETH**

Schedule of Local Unit Bonds

Sewer Utility Capital Fund

Year ended June 30, 2008

Purpose of issue	Bond number	Original issue	Maturities of bonds outstanding June 30, 2008		Interest rate	Balance, June 30, 2007	Paid by budget appropriations	Balance, June 30, 2008
			Date	Amount				
Wastewater Treatment Bonds - Wastewater Treatment Trust Loan (Ord. 2909)	97T	\$ 1,610,000	9/1/2008	\$ 85,000	5.10	\$ 1,030,000	80,000	950,000
			9/1/2009	90,000	5.20			
			9/1/2010	95,000	5.25			
			9/1/2011	100,000	5.25			
			9/1/2012	105,000	5.25			
			9/1/2013	110,000	5.25			
			9/1/2014	115,000	5.25			
			9/1/2015	120,000	5.25			
			9/1/2016	130,000	5.25			
						\$ 2,814,683	933,533	1,881,150

## CITY OF ELIZABETH

## Schedule of Improvement Authorizations

Sewer Utility Capital Fund

Year ended June 30, 2008

Improvement description	Ordinance			Balance, June 30, 2007		Paid or charged	Balance, June 30, 2008	
	Number	Date	Amount	Funded	Unfunded		Funded	Unfunded
Reconstruction of sanitary/storm sewer - infiltration and inflow reduction	2909	8/28/1996	\$ 3,210,000	733,133	—	—	733,133	—
Combined Sewer System	3119	11/24/1998	840,000	38,925	—	—	38,925	—
Combined sewer outflow system	3245	10/1/2000	14,920,000	2,177,217	248,870	—	2,177,217	248,870
Combined Sewer System	3462	3/25/2003	1,200,000	—	1,200,000	—	—	1,200,000
CSO Characterization study	3634	8/24/2004	1,400,000	—	171,636	84,912	—	86,724
Various Storm and Sewer Improvements	3636	8/24/2004	5,500,000	2,816,240	2,308,966	1,760,118	1,056,122	2,308,966
Storm sewer Improvements	3652	9/28/2004	400,000	—	320,302	266	—	320,036
Construction Harding Road Storm sewer	3653	9/28/2004	500,000	—	—	—	—	—
Joint Meeting Capital Construction	3720	5/24/2005	3,600,000	3,403,335	196,665	2,914,790	488,545	196,665
Harding Rd. Supplement Ord. 3653	3748	8/23/2005	300,000	—	278,606	256,199	—	22,407
Harding Rd. Storm Sewer	3795	2/26/2006	500,000	—	110,146	—	—	110,146
Verona Ave. - Gebhardt Storm Sewer	3878	2/1/2007	4,000,000	199,570	3,800,000	19,598	179,972	3,800,000
				\$ 9,368,420	8,635,191	5,035,883	4,673,914	8,293,814

**CITY OF ELIZABETH**

Schedule of Reserve for Amortization

Sewer Utility Capital Fund

Year ended June 30, 2008

Balance, June 30, 2007	\$ <u>46,867,004</u>
Increased by:	
Local Unit bonds paid by operating budget	933,533
Environmental infrastructure Loans payable	899,000
Serial bonds paid by operating budget	<u>607,000</u>
	<u>2,439,533</u>
Balance, June 30, 2008	\$ <u><u>49,306,537</u></u>

**CITY OF ELIZABETH**

Schedule of Reserve for Deferred Amortization

Sewer Utility Capital Fund

Year ended June 30, 2008

Balance, June 30, 2007	\$ <u>8,308,979</u>
Balance, June 30, 2008	\$ <u>8,308,979</u>

## CITY OF ELIZABETH

## Schedule of Bonds and Notes Authorized but not Issued

## Sewer Utility Capital Fund

Year ended June 30, 2008

<b>Ordinance number</b>	<b>Improvement description</b>	<b>Balance, June 30, 2007</b>	<b>Balance, June 30, 2008</b>
1848	Trenton Ave. pumping station	\$ 332,000	332,000
2340	Purchase of equipment	105,686	105,686
2481	Water/storm sanitary sewer	101,766	101,766
2834	Reconstruction and rehabilitation of combined sewer system - overflow pollution abatement program	219,876	219,876
3245	Combined sewer outflow system	248,870	248,870
3462	CSO Characterization study	1,200,000	1,200,000
3634	CSO Characterization study	1,330,000	1,330,000
3636	Various Storm and Sewer Improvements	2,308,966	2,308,966
3652	Storm sewer Improvements	380,000	380,000
3653	Construction Harding Road Storm sewer	475,000	475,000
3720	Joint Meeting Capital Projects	196,665	196,665
3748	Harding Rd. Supplement Ord. 3653	285,000	285,000
3795	Harding Rd. Storm Sewer	475,000	475,000
3878	Verona Ave. - Gebhardt Storm Sewer	3,800,000	3,800,000
		<u>\$ 11,458,829</u>	<u>11,458,829</u>

CITY OF ELIZABETH

Schedule of Environmental Infrastructure Loans Payable

Sewer Utility Capital Fund

Year ended June 30, 2008

Purpose of issue	Date of issue	Original issue	Maturities of bonds outstanding June 30, 2008		Interest rate	Balance, June 30, 2007	Increased by Bonds Issued	Paid by budget appropriations	Balance, June 30, 2008
			Date	Amount					
NJ Environmental Trust Loan (Ord. 3245)	10/1/2000	\$ 2,635,000	8/1/2008	\$ 115,000	5.00				
			8/1/2009	120,000	5.00				
			8/1/2010	130,000	5.00				
			8/1/2011	135,000	5.00				
			8/1/2012	140,000	5.00				
			8/1/2013	145,000	5.00				
			8/1/2014	155,000	5.00				
			8/1/2015	160,000	5.13				
			8/1/2016	170,000	5.13				
			8/1/2017	180,000	5.25				
			8/1/2018	190,000	5.25				
			8/1/2019	200,000	5.25				
			8/1/2020	210,000	5.25				
NJ Environmental Fund Loan (Ord. 3245)	Semi-annual payments on 8/1 and 2/1	2,548,815	8/1/2008	134,289	Non-interest bearing				
			8/1/2009	133,748					
			8/1/2010	136,068					
			8/1/2011	135,063					
			8/1/2012	133,902					
			8/1/2013	132,587					
			8/1/2014	134,134					
			8/1/2015	132,293					
			8/1/2016	133,249					
			8/1/2017	133,817					
			8/1/2018	133,996					
			8/1/2019	133,849					
			8/1/2020	133,377					

(Continued)

## CITY OF ELIZABETH

## Schedule of Environmental Infrastructure Loans Payable

Sewer Utility Capital Fund

Year ended June 30, 2008

Purpose of issue	Date of issue	Original issue	Maturities of bonds outstanding June 30, 2008		Interest rate	Balance, June 30, 2007	Increased by Bonds Issued	Paid by budget appropriations	Balance, June 30, 2008
			Date	Amount					
NJ Environmental Fund Loan 2001A - 11/8/2001 (Ord. 3245)	Semi-annual \$ payments on 8/1and 2/1	3,130,000	8/1/2008	135,000	5.50				
			8/1/2009	140,000	5.00				
			8/1/2010	150,000	5.50				
			8/1/2011	155,000	5.50				
			8/1/2012	165,000	5.50				
			8/1/2013	175,000	5.50				
			8/1/2014	185,000	5.00				
			8/1/2015	190,000	5.00				
			8/1/2016	200,000	5.00				
			8/1/2017	210,000	5.00				
			8/1/2018	220,000	5.00				
			8/1/2019	235,000	5.00				
			8/1/2020	245,000	4.75				
8/1/2021	255,000	4.75			2,785,000	—	125,000	2,660,000	
NJ Environmental Fund Loan 2002A - 03ST (Ord. 3428)	8/1/2002	1,945,000	8/1/2008	85,000	5.00				
			8/1/2009	85,000	5.00				
			8/1/2010	90,000	5.00				
			8/1/2011	95,000	5.00				
			8/1/2012	100,000	5.00				
			8/1/2013	105,000	5.25				
			8/1/2014	110,000	5.25				
			8/1/2015	115,000	5.00				
			8/1/2016	125,000	5.00				
			8/1/2017	130,000	5.00				
			8/1/2018	135,000	5.00				
			8/1/2019	145,000	5.00				
			8/1/2020	150,000	5.00				
8/1/2021	155,000	5.00							
8/1/2022	165,000	4.75			1,870,000	—	80,000	1,790,000	

(Continued)

CITY OF ELIZABETH

Schedule of Environmental Infrastructure Loans Payable

Sewer Utility Capital Fund

Year ended June 30, 2008

Purpose of issue	Date of issue	Original issue	Maturities of bonds outstanding June 30, 2008		Interest rate	Balance, June 30, 2007	Increased by Bonds Issued	Paid by budget appropriations	Balance, June 30, 2008
			Date	Amount					
NJ Environmental Fund Loan 2002A (Ord. 3428)	Semi-annual \$ payments on 8/1and 2/1	1,775,000	2009	104,520	Non-interest bearing				
			2010	101,945					
			2011	102,324					
			2012	102,551					
			2013	102,627					
			2014	102,471					
			2015	102,082					
			2016	101,620					
			2017	104,043					
			2018	103,210					
			2019	102,225					
			2020	104,043					
			2021	102,603					
			2022	101,013					
			2023	102,349		1,643,373	—	103,747	1,539,626
NJ Environmental Fund Loan 2001A (Ord. 3245)	11/8/2001 \$	3,084,896	8/1/2008	129,382	Non-interest bearing				
			2/1/2009	40,897					
			8/1/2009	130,204					
			2/1/2010	38,665					
			8/1/2010	134,350					
			2/1/2011	36,033					
			8/1/2011	134,908					
			2/1/2012	33,314					
			8/1/2012	138,568					
			2/1/2013	30,420					
			8/1/2013	142,053					
			2/1/2014	27,350					
			8/1/2014	145,362					
			2/1/2015	24,400					

(Continued)

CITY OF ELIZABETH

Schedule of Environmental Infrastructure Loans Payable

Sewer Utility Capital Fund

Year ended June 30, 2008

Purpose of issue	Date of issue	Original issue	Maturities of bonds outstanding June 30, 2008		Interest rate	Balance, June 30, 2007	Increased by Bonds Issued	Paid by budget appropriations	Balance, June 30, 2008
			Date	Amount					
			8/1/2015	\$ 145,601					
			2/1/2016	21,370					
			8/1/2016	148,950					
			2/1/2017	18,180					
			8/1/2017	152,139					
			2/1/2018	14,831					
			8/1/2018	155,169					
			2/1/2019	11,323					
			8/1/2019	161,229					
			2/1/2020	7,575					
			8/1/2020	163,861					
			2/1/2021	3,863					
			8/1/2021	166,528		2,524,987	—	168,462	2,356,525
NJ Environmental Fund Loan 2006A (Ord. 3636)	11/29/2006	\$ 755,000	8/1/2008	25,000	4.00				
			8/1/2009	25,000	4.00				
			8/1/2010	30,000	4.00				
			8/1/2011	30,000	5.00				
			8/1/2012	30,000	5.00				
			8/1/2013	35,000	5.00				
			8/1/2014	35,000	5.00				
			8/1/2015	35,000	5.00				
			8/1/2016	40,000	5.00				
			8/1/2017	40,000	4.00				
			8/1/2018	40,000	4.00				
			8/1/2019	40,000	4.00				
			8/1/2020	45,000	4.00				
			8/1/2021	45,000	4.125				
			8/1/2022	50,000	4.125				
			8/1/2023	50,000	4.250				
			8/1/2024	50,000	5.00				
8/1/2025	55,000	4.250							
8/1/2026	55,000	4.250			755,000	—	—	755,000	
NJ Environmental Fund Loan 2006A (Ord. 3636)	11/29/2006	2,161,034	8/1/2008	78,038	Non-interest bearing				
			2/1/2009	30,241					
			8/1/2009	77,100					
			2/1/2010	29,305					
			8/1/2010	85,535					
			2/1/2011	28,180					
			8/1/2011	84,410					
			2/1/2012	26,774					
			8/1/2012	83,005					
			2/1/2013	25,368					
8/1/2013	90,971								

(Continued)

CITY OF ELIZABETH

Schedule of Environmental Infrastructure Loans Payable

Sewer Utility Capital Fund

Year ended June 30, 2008

Purpose of issue	Date of issue	Original issue	Maturities of bonds outstanding June 30, 2008		Interest rate	Balance, June 30, 2007	Increased by Bonds Issued	Paid by budget appropriations	Balance, June 30, 2008
			Date	Amount					
			2/1/2014	\$ 23,728					
			8/1/2014	89,331					
			2/1/2015	22,088					
			8/1/2015	87,691					
			2/1/2016	20,448					
			8/1/2016	95,422					
			2/1/2017	18,574					
			8/1/2017	93,548					
			2/1/2018	17,074					
			8/1/2018	92,048					
			2/1/2019	15,575					
			8/1/2019	90,549					
			2/1/2020	14,075					
			8/1/2020	98,421					
			2/1/2021	12,389					
			8/1/2021	96,734					
			2/1/2022	10,649					
			8/1/2022	104,366					
			2/1/2023	8,716					
			8/1/2023	102,434					
			2/1/2024	6,724					
			8/1/2024	100,442					
			2/1/2025	4,381					
			8/1/2025	107,471					
			2/1/2026	2,191					
			8/1/2026	105,280		2,161,034	—	81,758	2,079,276
NJ Environmental Fund Loan 2006A (Ord. 3720)	11/29/2006	\$ 880,000	8/1/2008	30,000	4.000				
	Semi-annual		8/1/2009	30,000	4.000				
	interest payments		8/1/2010	35,000	4.000				
	on 8/1 and 2/1		8/1/2011	35,000	5.000				
			8/1/2012	35,000	5.000				
			8/1/2013	40,000	5.000				
			8/1/2014	40,000	5.000				
			8/1/2015	40,000	5.000				
			8/1/2016	45,000	5.000				
			8/1/2017	45,000	4.000				
			8/1/2018	45,000	4.000				
			8/1/2019	50,000	4.000				
			8/1/2020	50,000	4.000				
			8/1/2021	55,000	4.125				
			8/1/2022	55,000	4.125				
			8/1/2023	60,000	4.250				
			8/1/2024	60,000	5.000				
			8/1/2025	65,000	4.250				
			8/1/2026	65,000	4.250	880,000	—	—	880,000

(Continued)

CITY OF ELIZABETH

Schedule of Environmental Infrastructure Loans Payable

Sewer Utility Capital Fund

Year ended June 30, 2008

Purpose of issue	Date of issue	Original issue	Maturities of bonds outstanding June 30, 2008		Interest rate	Balance, June 30, 2007	Increased by Bonds Issued	Paid by budget appropriations	Balance, June 30, 2008
			Date	Amount					
NJ Environmental Fund Loan 2006A (Ord. 3720)	11/29/2006	\$ 2,523,335	8/1/2008	\$ 92,654	Non-interest bearing				
			2/1/2009	35,239					
			8/1/2009	91,528					
			2/1/2010	34,113					
			8/1/2010	99,784					
			2/1/2011	32,800					
			8/1/2011	98,471					
			2/1/2012	31,158					
			8/1/2012	96,829					
			2/1/2013	29,516					
			8/1/2013	104,568					
			2/1/2014	27,641					
			8/1/2014	102,692					
			2/1/2015	25,764					
			8/1/2015	100,816					
			2/1/2016	23,888					
			8/1/2016	108,321					
			2/1/2017	21,777					
			8/1/2017	106,210					
			2/1/2018	20,088					
			8/1/2018	104,522					
			2/1/2019	18,399					
			8/1/2019	112,214					
			2/1/2020	16,524					
			8/1/2020	110,338					
			2/1/2021	14,647					
8/1/2021	117,843								
2/1/2022	12,518								
8/1/2022	115,715								
2/1/2023	10,390								
8/1/2023	122,968								
2/1/2024	7,998								
8/1/2024	120,576								
2/1/2025	5,183								
8/1/2025	127,143								
2/1/2026	2,592								
8/1/2026	124,551								
						2,523,335	—	95,357	2,427,978
						\$ 19,177,777	—	899,000	18,278,777

**CITY OF ELIZABETH**

Schedule of Sewer Liens Receivable

Sewer Utility Operating Fund

Year ended June 30, 2008

Balance, June 30, 2007	\$ <u>29,358</u>
Balance, June 30, 2008	\$ <u>29,358</u>

**CITY OF ELIZABETH**

Schedule of Capital Improvement Fund

Sewer Utility Capital Fund

Year ended June 30, 2008

Balance, June 30, 2007 \$ 1,013,338

Balance, June 30, 2008 \$ 1,013,338

**CITY OF ELIZABETH**

Schedule of Encumbrances Payable

Sewer Utility Operating Fund

Year ended June 30, 2008

Balance, June 30, 2007	\$	726,756
Increased by 2008 budget appropriation		<u>393,439</u>
		1,120,195
Decreased by cancellation to appropriation reserve		<u>726,756</u>
Balance, June 30, 2008	\$	<u><u>393,439</u></u>

**CITY OF ELIZABETH**

Schedule of Due from State of New Jersey -  
Wastewater Treatment Trust Fund

Sewer Utility Capital Fund

Year ended June 30, 2008

Balance, June 30, 2007	\$	<u>508,053</u>
Balance, June 30, 2008	\$	<u>508,053</u>
<u>Analysis of balance</u>		
Grant due from State	\$	15,535
Wastewater trust loan		241,259
Wastewater trust loan		<u>251,259</u>
	\$	<u>508,053</u>

**CITY OF ELIZABETH**

Schedule of Miscellaneous Rents Receivable

Sewer Utility Operating Fund

Year ended June 30, 2008

Balance, June 30, 2008 and 2007	\$ <u>5,342</u>
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**CITY OF ELIZABETH**

Schedule of Bond Sale Expense Payable

Sewer Utility Capital Fund

Year ended June 30, 2008

Balance, June 30, 2007	\$ <u>729</u>
Balance, June 30, 2008	\$ <u>729</u>

**CITY OF ELIZABETH**

Schedule of State Grant Receivable

Sewer Utility Capital Fund

Year ended June 30, 2008

Balance, June 30, 2007	\$	—
Increased by amendment to grant WQ05-547		<u>20,619</u>
		20,619
Decreased by collection		<u>15,464</u>
Balance, June 30, 2008	\$	<u><u>5,155</u></u>

**CITY OF ELIZABETH**

Schedule of Appropriated Reserve for State Grants

Sewer Utility Capital Fund

Year ended June 30, 2008

Balance, June 30, 2007	\$	—
Increased by amendment to grant WQ05-547		<u>20,619</u>
Balance, June 30, 2008	\$	<u><u>20,619</u></u>

**CITY OF ELIZABETH**

Schedule of Changes in General Fixed Assets

General Fixed Assets Account Group

Year ended June 30, 2008

	<b>Balance</b>			<b>Balance</b>
	<b><u>June 30, 2007</u></b>	<b><u>Additions</u></b>	<b><u>Dispositions</u></b>	<b><u>June 30, 2008</u></b>
General fixed assets:				
Land and buildings	\$ 42,397,700	—	—	42,397,700
Equipment	11,272,043	555,960	1,542	11,826,461
Vehicles	<u>17,788,541</u>	<u>996,540</u>	<u>685,317</u>	<u>18,099,764</u>
	<u>\$ 71,458,284</u>	<u>1,552,500</u>	<u>686,859</u>	<u>72,323,925</u>

CITY OF ELIZABETH

Schedule of Expenditures of Federal Awards

Year ended June 30, 2008

Grantor/ Program Title	Federal CFDA Number	Program or Award Amount	Funds Available 06/30/07	Grant Awarded	Net Disbursement Charges	Funds Available 06/30/08	Pass through Number	Grant Period	
								From	To
Department of Health and Human Services									
(Passed through the NJ Department of Health and Senior Services)									
Maternal and Child Health Services Block Grant to the States LEAD Paint Analyzer	93.994	\$ 25,000	11,610	—	—	11,610	4220-100-046-4535-315-J002-6140	5/1/2002	6/30/2002
Pandemic Flu Grant	93.283								
Phase I		14,851	10,976	—	4,034	6,942		7/1/2006	6/30/2007
Phase II		17,588	17,588	—	16,149	1,439		7/1/2006	6/30/2007
Phase III		16,408	—	16,408	—	16,408			
			28,564	16,408	20,183	24,789			
Preventive Health Services - Sexually Transmitted Diseases Control Grant	93.977						100-046-4782-101-6120 07-15-STD-L-3		
2006-07		38,317	9,580	—	9,580	—		7/1/2006	6/30/2007
2007-08		42,605	—	42,605	31,956	10,649		7/1/2004	6/30/2005
			9,580	42,605	41,536	10,649			
			49,754	59,013	61,719	47,048			
Department of Housing and Urban Development:									
Community Development Block Grant:									
1998-99	14.218	2,807,000	2,870	—	2,870	—	N/A	4/1/1998	3/31/1999
2000-01		2,822,000	44,243	—	9,255	34,988		4/1/2000	3/31/2001
2001-02		2,930,000	183,669	—	31,169	152,500		4/1/2001	3/31/2002
2002-03		2,793,000	66,865	—	50,046	16,819		4/1/2002	3/31/2003
2003-04		2,545,000	500,268	—	253,089	247,179		4/1/2003	3/31/2004
2004-05		2,493,794	238,673	—	64,903	173,770		4/1/2004	3/31/2005
2005-06		2,353,936	558,655	—	86,054	472,601		4/1/2005	3/31/2006
2006-07		2,106,146	802,844	—	339,613	463,231		4/1/2006	3/31/2007
2007-08		2,185,737	—	2,185,737	1,098,727	1,087,010		4/1/2007	3/31/2008
			2,398,087	2,185,737	1,935,727	2,648,097			
HOME Investment Partnership:	14.239						N/A		
2005-06		1,497,039	1,253,402	—	1,253,402	—		4/1/2005	3/31/2006
2006-07		1,411,274	1,411,274	—	907,346	503,928			
2006-07		1,408,710	—	1,408,710	—	1,408,710		4/1/2006	3/31/2007
			2,664,676	1,408,710	2,160,748	1,912,638			
Emergency Shelter Grant	14.231						N/A		
2005-06		90,701	14,246	—	—	14,246		4/1/2005	3/31/2006
2006-07		90,534	71,464	—	66,557	4,907		4/1/2006	3/31/2007
2007-08		90,842	—	90,842	—	90,842		4/1/2006	3/31/2007
			85,710	90,842	66,557	109,995			
Housing Opportunity for Persons with AIDS (Passed through the City of Newark)	14.241								
2006-07		775,000	306,260	—	306,260	—		1/1/2007	12/31/2007
2007-08		808,000	—	808,000	381,462	426,538		7/1/2005	6/30/2006
			306,260	808,000	687,722	426,538			

(Continued)

CITY OF ELIZABETH

Schedule of Expenditures of Federal Awards

Year ended June 30, 2008

Grantor/ Program Title	Federal CFDA Number	Program or Award Amount	Funds Available	Grant	Net	Funds Available	Pass through Number	Grant Period	
			06/30/07	Awarded	Disbursement Charges	06/30/08		From	To
Lead Based Paint Hazard Control in Privately Owned Housing	14.900	305,700	130,139	30,168	82,900	77,407			
			5,584,872	4,523,457	4,933,654	5,174,675			
Department of Transportation (Passed through the State of New Jersey Department of Transportation)									
Highway Planning and Construction Slater Drive 2003-04	20.205	239,000 400,000	239,000 308,552 547,552	— — —	239,000 6,532 245,532	— 302,020 302,020	100-078-6100-030 100-078-6100-030		
Highway Training & Education	20.215	25,000	25,000	—	—	25,000			
Recreational Trails Program	20.219	25,000	10,576	—	—	10,576	6300-480-078-6300-BPQ-TCAP-7310	7/1/2003	6/30/2004
(Passed through NJ Department of Law and Public Safety) State and Community Highway Safety Pedestrian Safety Education and Enforcement Highway Safety Program	20.609	3,200 73,000	3,200 73,000 76,200	— — —	— 67,602 67,602	3,200 5,398 8,598	RS07-46-01-02 1160-100-066-1160-111-YHTS-6020	10/01/2006 1/1/2001	9/30/2007 12/31/2001
			659,328	—	313,134	346,194			
Department of Justice									
Edward Byrne Memorial Formula Grant Program FY 2007 FY 2008	16.579	119,964 68,264	12,985 — 12,985	— 68,264 68,264	12,985 48,512 61,497	— 19,752 19,752			
Bulletproof Vest Partnership Program FY 2007 FY 2008	16.607	4,264 8,562	4,264 — 4,264	— 8,562 8,562	4,264 — 4,264	— 8,562 8,562		4/1/2006	9/30/2010
Public Safety Partnership and Community Policing Grants COPS Technology 2005	16.710	98,664	98,664	—	67,436	31,228	N/A	12/8/2004	12/7/2007
(Passed through the County of Union) State Domestic Preparedness Equipment Support Program	16.007	250,000	6,825	—	—	6,825	N/A	1/1/2004	12/31/2004
			122,738	76,826	133,197	66,367			
Department of Environmental Protection Brownfields Assessment and Clean up Cooperative Agreement	66.818	200,000	172,554	—	9,240	163,314			
Department of the Interior National Park Service Rivers, Trails and Conservation Assistance Program	15.921	25,000	—	—	—	—	N/A	7/1/2002	6/30/2003

(Continued)

## CITY OF ELIZABETH

## Schedule of Expenditures of Federal Awards

Year ended June 30, 2008

Grantor/ Program Title	Federal CFDA Number	Program or Award Amount	Funds Available 06/30/07	Grant Awarded	Net Disbursement Charges	Funds Available 06/30/08	Pass through Number	Grant Period	
								From	To
Department of Homeland Security									
Assistance to Firefighters Grant	97.044								
2006-07		200,000	200,000	—	73,835	126,165			
2004-05		60,144	58,084	—	58,084	—	N/A	1/1/2004	12/31/2004
			258,084	—	131,919	126,165			
(Passed through NJ Department of Law and Public Safety)									
Buffer Zone Protection Program	97.078	51,235	238	—	238	—			
			258,322	—	132,157	126,165			
Department of Agriculture									
(Passed through the NJ Department of Agriculture)									
Summer Food Service Program for Children	10.559								
2007		202,046	58,911	—	58,911	—	3360-100-010-3360-078-CCCC-6130	7/1/2006	6/30/2007
2008		179,058	—	179,058	152,475	26,583	3360-100-010-3360-078-CCCC-6130	7/1/2007	6/30/2008
		202,046	58,911	179,058	211,386	26,583			
			6,906,479	4,838,354	5,794,487	5,950,346			

See accompanying notes to schedule of expenditures of federal awards.

## CITY OF ELIZABETH

## Schedule of Expenditures of State Awards

Year ended June 30, 2008

Grantor/ Program Title	State Account Number	Program or Award Amount	(Unaudited) Total Expenditures	Funds Received	Funds Available 06/30/07	Grants Awarded	Net Disbursement Charges	Funds Available 06/30/08	Grant Period	
									From	To
Department of Commerce and Economic Development										
Urban Enterprise Zone Assistance Fund	763-020-2830-009									
1998-99		8,209,015	8,195,845	9,000	22,170	—	9,000	13,170	7/1/1998	6/30/1999
2000-01		5,945,290	5,761,204	82,614	263,555	—	79,469	184,086	7/1/2000	6/30/2001
2001-02		7,377,192	7,243,438	247,417	150,153	—	16,399	133,754	7/1/2001	6/30/2002
2002-03		5,329,748	5,276,260	2,391	55,879	—	2,391	53,488	7/1/2002	6/30/2003
2004-05		10,641,450	3,629,809	13,708	6,017,549	—	68,251	5,949,298	7/1/2004	6/30/2005
2005-06		2,272,945	3,629,809	200,690	319,084	—	(26,736)	345,820	7/1/2005	6/30/2006
2006-07		2,999,603	2,776,669	910,787	473,814	—	250,880	222,934	7/1/2006	6/30/2007
2007-08		14,799,712	3,686,334	2,601,398	—	14,799,712	3,686,334	11,113,378	7/1/2007	6/30/2008
			40,199,368	4,068,005	7,302,204	14,799,712	4,085,988	18,015,928		
Department of Community Affairs										
Neighborhood Preservation - Balanced Housing	100-022-8020-101-F352-6120									
Magill 1112-18 Dickinson Inc Associates Sixty Four		5,000	5,000	5,000	5,000	—	5,000	—	1/1/2005	12/31/2008
Magill 1114-16 Dickinson St.		1,021,381	919,243	—	102,138	—	—	102,138	1/01/2006	12/30/2009
Brand New Day 178-179 First St Increase		470,088	470,088	230,044	297,687	—	297,687	—	1/01/2006	12/30/2009
816-820 East Jersey Street		126,197	126,197	27,620	27,620	—	27,620	—	1/01/2006	12/30/2009
		561,120	499,088	499,088	—	561,120	499,088	62,032	1/1/2007	12/1/2009
			1,520,528	761,752	432,445	561,120	829,395	164,170		
Neighborhood Preservation Program										
Increase 01-1626-05		300,000	278,342	203,048	244,243	—	222,585	21,658	7/1/2006	6/30/2007
Work Program		165,363	6,272	—	—	165,363	6,272	159,091	7/1/2007	6/30/2008
			284,614	203,048	244,243	165,363	228,857	180,749		
Recreation Opportunities for Individuals with Disabilities	04-100-022-8050-035-F157-6120-0001	15,000	—	—	15,000	—	—	15,000	2/1/2004	1/31/2005
			1,805,142	964,800	691,688	726,483	1,058,252	359,919		
Department of Environmental Protection										
Statewide Livable Communities	100-042-4875-353									
DCA Emergency Generator	100-022-8030-662	190,000	190,000	190,000	—	—	—	—	7/1/2004	6/30/2005
Enhancement and Renovations to O'Brien Fields		33,333	33,333	—	13,333	—	13,333	—	7/1/2004	6/30/2005
CY05		185,000	181,950	—	3,050	—	—	3,050	7/1/2005	6/30/2006
			405,283	190,000	16,383	—	13,333	3,050		
Hazardous Discharge										
1999-00		84,704	81,180	—	3,698	—	174	3,524	7/1/1999	6/30/2000
Kull Property		76,625	72,483	—	4,142	—	—	4,142	7/1/2001	6/30/2002
Three Elizabeth BPA		371,943	—	—	—	371,943	17,807	354,136	7/1/2007	6/30/2008
			153,663	—	7,840	371,943	17,981	361,802		
Green Acres		67,000	6,291	—	67,000	—	6,291	60,709		

(Continued)

## CITY OF ELIZABETH

## Schedule of Expenditures of State Awards

Year ended June 30, 2008

Grantor/ Program Title	State Account Number	Program or Award Amount	(Unaudited) Total Expenditures	Funds Received	Funds Available 06/30/07	Grants Awarded	Net Disbursement Charges	Funds Available 06/30/08	Grant Period	
									From	To
Clean Communities Entitlement	4900-765-042-4900-04-VCMC-6020									
2006-07		99,340	71,234	—	57,636	—	29,530	28,106	7/1/2006	6/30/2007
2005-06		86,123	86,123	—	72,438	—	72,438	—	7/1/2005	6/30/2006
2007-08		91,565	91,565	91,565	—	91,565	91,565	—	7/1/2007	6/30/2008
2007-08 (2)	765-042-4900-004	103,038	24,591	103,038	—	103,038	24,591	78,447	7/1/2007	6/30/2008
			273,513	194,603	130,074	194,603	218,124	106,553		
Recycling Grant	4900-752-042-4900-001-V42Y-6020									
2004-05		22,402	17,669	—	6,456	—	1,723	4,733	7/1/2004	6/30/2005
2005-06		21,095	—	—	21,095	—	—	21,095	7/1/2005	6/30/2006
2007-08		29,232	—	29,232	—	29,232	—	29,232	7/1/2007	6/30/2008
			17,669	29,232	27,551	29,232	1,723	55,060		
			856,419	413,835	248,848	595,778	257,452	587,174		
Department of Health and Senior Services										
Hepatitis B	4230-100-046-4781-241-J002-3890	5,000	—	5,000	5,000	—	—	5,000	1/1/2007	12/31/2007
Emergency Lead Poisoning Relocation		35,000	35,000	—	35,000	—	35,000	—		
Public Health Priority	100-046-4230-101									
CY2006		50,634	50,634	—	24,967	—	24,967	—	1/1/2005	12/31/2005
CY2007		50,634	50,634	—	—	50,634	50,634	—	1/1/2006	12/31/2006
CY2008		99,662	—	49,831	—	99,662	35,221	64,441	1/1/2007	12/31/2007
			101,268	49,831	24,967	150,296	110,822	64,441		
Tobacco Age of Sale Enforcement Program	4230-100-046-4754-414-J002-6120									
4/1/07-3/31/08		15,780	15,780	—	4,500	—	4,500	—	4/1/2007	3/31/2008
4/1/08-3/31/09		14,760	3,240	3,240	—	14,760	3,240	11,520	4/1/2008	3/31/2009
			19,020	3,240	4,500	14,760	7,740	11,520		
			155,288	58,071	64,467	165,056	153,562	80,961		
Department of Law and Public Safety										
Division of Criminal Justice										
Safe and Secure FY08	100-066-1020-718-001 P-3340	156,525	156,525	156,525	—	156,525	156,525	—	9/1/2005	8/31/2006
Body Armor	1020-718-066-1020-100-YCJS-6120									
2006-07		33,056	33,056	—	33,056	—	33,056	—	7/1/2006	6/30/2007
2007-08		37,603	—	37,603	—	37,603	37,603	—	7/1/2007	6/30/2008
			33,056	37,603	33,056	37,603	70,659	—		
			189,581	194,128	33,056	194,128	227,184	—		

(Continued)

## CITY OF ELIZABETH

## Schedule of Expenditures of State Awards

Year ended June 30, 2008

Grantor/ Program Title	State Account Number	Program or Award Amount	(Unaudited) Total Expenditures	Funds Received	Funds Available 06/30/07	Grants Awarded	Net Disbursement Charges	Funds Available 06/30/08	Grant Period	
									From	To
Department of Information Technology										
Enhanced 9-1-1 Equipment	06-100-082-2034-050	59,000	—	59,000	59,000	—	—	59,000	1/1/2004	12/31/2006
Equipment	05-E-20-339	306,997	—	—	306,997	—	—	306,997	1/1/2004	12/31/2006
General Assistance	15-G-20-339	114,704	71,579	—	114,704	—	71,579	43,125	1/1/2004	12/31/2006
			<u>71,579</u>	<u>59,000</u>	<u>480,701</u>	<u>—</u>	<u>71,579</u>	<u>409,122</u>		
Department of Transportation										
Municipal Aid Formula and Discretionary Aid	480-078-6320-XXX									
Transportation Trust Fund Local Aid Centers of Place		230,000	131,245	—	98,755	—	—	98,755	7/1/2000	6/30/2001
Centers of Place Program Bike		100,000	97,683	—	2,533	—	216	2,317	7/1/2003	6/30/2004
Elizabeth Avenue Streetscape Project		500,000	—	—	500,000	—	—	500,000	7/1/2004	6/30/2005
			<u>228,928</u>	<u>—</u>	<u>601,288</u>	<u>—</u>	<u>216</u>	<u>601,072</u>		
Administrative Office of the Courts										
Municipal Court Alcohol Education, Rehabilitation and Enforcement Fund	9735-760-098-Y900-001-X100-6020									
CY2008		375	375	375	—	375	375	—	7/1/2007	6/30/2008
CY2007		1,353	1,353	—	1,353	—	1,353	—	7/1/2005	6/30/2006
			<u>1,728</u>	<u>375</u>	<u>1,353</u>	<u>375</u>	<u>1,728</u>	<u>—</u>		
Department of State										
Division of Archives and Record Management										
PARIS Grant		50,000	—	—	50,000	—	—	50,000	7/1/2006	6/30/2007
Governor's Council on Alcoholism & Drug Abuse (Passed through the County of Union)										
Municipal Alliance	02-40-405-411-734									
CY2007		82,923	82,923	72,829	63,365	—	63,365	—	1/1/2007	12/31/2007
CY2008		81,414	26,031	21,758	—	81,414	26,031	55,383	1/1/2008	12/31/2008
			<u>108,954</u>	<u>94,587</u>	<u>63,365</u>	<u>81,414</u>	<u>89,396</u>	<u>55,383</u>		
Total State Assistance			<u>\$ 43,616,987</u>	<u>5,852,801</u>	<u>9,536,970</u>	<u>16,562,946</u>	<u>5,945,357</u>	<u>20,159,559</u>		

See accompanying notes to schedule of expenditures of awards.

**CITY OF ELIZABETH**

Notes to Schedules of Expenditures of Awards

June 30, 2008

**(1) General**

The accompanying schedules of expenditures of Federal and State of New Jersey awards present the activity of Federal and State of New Jersey awards programs of the City of Elizabeth. The City is defined in Note 1 to the City's financial statements. Federal awards received directly from Federal agencies, as well as Federal awards passed through other government agencies are included on the schedule of expenditures of Federal awards.

**(2) Basis of Accounting**

The accompanying schedules of expenditures awards are presented using the budgetary basis of accounting. The basis of accounting is described in Note 1 to the City's financial statements.

**(3) Relationship to General Purpose Financial Statements**

Amounts reported in the accompanying schedules agree with or are reconcilable to amounts reported in the City's financial statements. Expenditures of awards are reported in the City's financial statements as follows:

	<u>Federal</u>	<u>State</u>
Current/ Grant Fund	\$1,392,455	\$5,945,357
General Capital	239,000	0
Trust Funds	<u>4,163,032</u>	<u>0</u>
	\$5,794,487	\$5,945,357

**(4) Relationship to Federal and State of New Jersey Financial Reports**

The regulations and guidelines governing the preparation of federal financial reports vary by federal agency and among programs administered by the same agency. Accordingly, the amounts reported in the federal financial reports do not necessarily agree with the amounts reported in the accompanying Schedule which is prepared on the cash basis.

**(5) Subrecipient programs**

Certain Federal programs have various subrecipients but obtaining those amounts is not practical.

SUPPLEMENTARY DATA

**CITY OF ELIZABETH**

Supplementary Data

**Comparative Schedule of Tax Rate Information**

<u>Calendar Year</u>		<u>2008</u>	<u>2007</u>	<u>2006</u>
Tax Rate	\$	<u>18.822</u>	<u>17.84</u>	<u>16.81</u>
Apportionment of tax rate:				
Municipal		10.810	10.40	9.84
County		3.478	3.17	2.89
Local school		<u>4.534</u>	<u>4.27</u>	<u>4.08</u>

Tax rates are based on municipal assessed valuations.

Assessed valuations:

2008	\$	903,721,608
2007		905,207,567
2006		910,157,630

**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 collections</u>	<u>Percentage of collection</u>
2008	\$	167,407,269	160,768,228	96.03%
2007		158,766,478	153,430,494	96.64%
2006		150,348,978	144,811,362	96.32%

**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>Amount of tax title liens</u>	<u>Amount of delinquent taxes</u>	<u>Total delinquent</u>	<u>Percentage of tax levy</u>
2008	\$	636,488	6,061,979	6,698,467	4.00%
2007		673,894	5,979,972	6,653,866	4.19%
2006		795,069	4,687,604	5,482,673	3.65%

**CITY OF ELIZABETH**

Supplementary Data

**Property Acquired by Tax Title Lien Liquidation**

The value of property acquired by liquidation of tax title liens on June 30, on the basis of the last assessed valuation of such properties, was as follows:

<u>Year</u>	<u>Amount</u>
2008	\$ 2,469,200
2007	2,469,200
2006	2,504,900

**Comparison of Sewer Utility Levies**

<u>Year</u>	<u>Levy</u>	<u>Cash collections</u>
2008	\$ 14,892,736	14,892,736
2007	15,252,883	15,518,678
2006	14,766,088	14,928,846

**Comparative Schedule of Fund Balances**

	<u>Year</u>	<u>Balance, June 30,</u>	<u>Utilized in budget of succeeding year</u>
Current Fund	2008	\$ 23,510,361	20,000,000
	2007	21,914,264	20,000,000
	2006	23,175,420	19,000,000
Water Utility	2008	2,661,124	—
	2007	2,073,366	—
	2006	1,858,700	—
Sewer Utility	2008	9,318,894	6,500,000
	2007	10,922,041	3,000,000
	2006	10,378,588	2,500,000

**CITY OF ELIZABETH**

Supplementary Data

**Officials in Office and Surety Bonds**

The following officials were in office at June 30, 2008:

<u>Name</u>	<u>Office</u>	<u>Bond Amount</u>
J. Christian Bollwage	Mayor	
Frank J. Cuesta	Councilman-at-Large, President of City Council	
Edward Jackus	Councilman-at-Large	
Patricia Perkins-Auguste	Councilwoman-at-Large	
Manny Grova, Jr.	Councilman- First Ward	
Nelson Gonzalez	Councilwoman- Second Ward	
Joseph Keenan	Councilman- Third Ward	
Carlos Cedeno	Councilwoman- Fourth Ward	
William Gallman, Jr	Councilman- Fifth Ward	
Frank Mazza	Councilman- Sixth Ward	
Yolanda M. Roberts	Acting City Clerk	
Bridget S. Zellner	Business Administrator	
Anthony M. Zengaro	Comptroller, Chief Financial Officer	
Robert A. Mack	City Treasurer, Collector of Taxes	\$ 500,000
William R. Holzapfel	City Attorney	
Oscar Ocasio	Director of Policy and Planning	
Onofrio Vitullo	Director of Fire Department	
Charlene W. Mason-Reese	Director of Health, Welfare & Housing	
James Cosgrove	Director of Police Department	
John F Papetti, Jr	Director of Public Works	
Paul M. Addressa	Director of Recreation Department	
Roman Montes	Presiding Judge	125,000 blanket bond
Carl L. Marshall	Municipal Court Judge	125,000 blanket bond
Daniel J. Russell	Acting Municipal Court Judge	125,000 blanket bond
Teresa Iturralde Estrada	Municipal Court Director	125,000 blanket bond
Margaret Gonzalez	Court Administrator	125,000 blanket bond

**CITY OF ELIZABETH**

General Comments and Recommendations

For the year ended June 30, 2008

## CITY OF ELIZABETH

### General Comments and Recommendations

#### General Comments

#### Contracts and Agreements required to be advertised for N.J.S. 40A:11-4

N.J.S. 40A:11-4 states that “Every contract or agreement, for the performance of any work or the furnishing of any materials or supplies, the cost of 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 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, required or furnished for a sum exceeding the aggregate \$29,000 except by contract or agreement.”

The governing body of the City has the responsibility of determining whether the expenditures in any category will exceed the statutory bid limit within the fiscal year. Where question arises as to whether any contract or agreement might result in violation of the statute, the City Counsel's opinion should be sought before a commitment is made.

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

- Construction of Temporary Location of the Plainfield Neighborhood Health Center
- 2007 Road Resurfacing Program Phase 6
- 2007 Road Resurfacing Program - Phase 8
- Mechanical, Plumbing, Electrical Design and Construction for Standby Generator
- 2007 Road Resurfacing Program - Phase 3
- Preventive Maintenance, Emergency Repair Service for Heating Air Conditioning and Automatic Temperature Control
- Maintenance and Annual License for Software
- 2007 Road Resurfacing Program - Phase 7
- Purchase of Forklift
- Printing of Police Handbooks
- Tychem Coveralls
- Traffic Signal Replacement Parts
- Resurfacing/Reconstruction of Portions of Bayway, Broadway and Carringer Road
- Furnishing of Twelve Surveillance Cameras
- Bulkhead Repairs
- Printing of the Recycling Brochure
- Repairs and Repainting of Police Vehicles
- Collection Hauling and Disposal of Garbage Trash and Recyclable Materials
- Reconditioning of a Rear Mount Aerial Fire Truck
- Boarding Up according to HUD Specifications
- Parts for Surveillance Cameras
- Electrical Maintenance and Emergency Repair Service
- Miscellaneous Office Supplies
- Mechanical Street Sweeper
- Fourth of July Fireworks Display
- 2008 Road Resurfacing Program - Phase 1
- 2008 Road Resurfacing Program - Phase 2

## CITY OF ELIZABETH

### General Comments and Recommendations

2008 Road Resurfacing Program - Phase 3  
Three Digital Cameras and Miscellaneous Parts  
Elizabeth Firehouse Standby Generators  
NPP Sidewalk Program 2008  
Construction of the CSO Solids/Floatables Control Facilities  
Repairs and Maintenance of the Plumbing Systems  
NPP Sidewalk Program 2008 - Section 2

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

Inasmuch as the system of records did not provide for an accumulation of payments by categories for the performance of any work or the furnishing or hiring of any material 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 audit of expenditures did not reveal any individual payments, contracts or agreements in excess of the statutory bid limit "for the performance of any work or the furnishing or hiring of any materials or supplies," other than those for which bids had been previously sought by public advertisement or for which a resolution had been previously adopted under the provision of N.J.S.A. 40A:11-6.

### **Collection of Interest on Delinquent Taxes and Assessments**

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

The governing body on March 5, 2008 adopted the following resolution authorizing interest to be charged on delinquent taxes:

"RESOLVED, that in accordance with N.J.S.A. 54:4-67, as amended and supplemented by Chapter 435 of the Laws of 1979 and Chapter 75 of the Laws of 1991, the Tax Collector is hereby authorized to accept payment of taxes without interest charges provided said payment is made within the tenth calendar day following the date upon which the same became payable; and be it

FURTHER RESOLVED, that when a Saturday, Sunday or legal holiday occurs on the tenth day period referred to above, an extra day or days grace be given for said holiday (s); and be it

FURTHER RESOLVED, that the governing body does hereby fix as the rate of interest to be charged for delinquent taxes, assessments, water, and sewer charges at eight per centum (8%) per annum for the first \$1,500 of the delinquency, and eighteen per centum (18%) per annum on amounts in excess of \$1,500, to be calculated from the date the tax was payable until the date of actual payment: and be it

FURTHER RESOLVED, by the City Council of the City of Elizabeth to add an additional penalty of six per centum (6%) on delinquent taxes in excess of \$10,000 that are not paid prior to the end of the fiscal year."

It appears from the audit that interest was collected in accordance with the foregoing resolution.

## **CITY OF ELIZABETH**

### General Comments and Recommendations

#### **Status of Prior Year Statutory Comments Recommendations:**

All prior year recommendations are resolved except the following.

#### **Dog License Fund**

Recommendation - that the Division of Licensing transfer all money collected within two business days of receipt to the custody of the Treasury Department and that all licenses be dated properly.

Recommendation – that all licenses be issued in order.

#### **Data Processing Center**

Recommendation – that a disaster recovery plan be completed to include all components.

#### **Treasury**

Recommendation – that the Department of Treasury deposit all money collected to the respective banks within two business days

#### **Current Year Comments and Recommendations:**

Data Processing Center:

1. In addition to remote storage of data and programs, the disaster recovery plan should also include a remote operating agreement and identification of individual responsibilities.

The disaster recovery plan should be completed to include remote storage of data and programs, a remote operating agreement and identification of individual responsibilities.

Dog License Fund

- 1 Thirteen out of the sixteen deposits tested were not transferred to Treasury within two business days of receipt.

All transfers should be made within two business days of receipt.

2. During the testing it was noted that the dog licenses are being issued out of order.

All licenses should be issued in sequential order.

## **CITY OF ELIZABETH**

### General Comments and Recommendations

#### Treasury

1. Comment - Ten out of the sixteen deposits were not deposited in the respective bank account within two business days of receipt.

Recommendation - All deposits should be made within two business days of receipt.

#### Fire Department

1. Comment – The controls over issuance of permits, inspections and penalties are not adequate to safeguard the collection of fees due to commingled collections and lack of prenumbered violation notices and an automated system.

Recommendation – That a complete revision of the process for the collection and control over permits, inspections and penalties in the Fire Prevention Bureau be implemented.