

CITY OF ELIZABETH

Financial Statements
with Additional Financial Information

June 30, 2009

(With Independent Auditor's Report Thereon)

CITY OF ELIZABETH

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Independent Auditor's Report

Mayor and Council
City of Elizabeth:

We have audited the accompanying balance sheets of the various funds and account groups as of June 30, 2009 and 2008 of the City of Elizabeth, New Jersey, and the related statements of operations and changes in fund balances for the years then ended and the related and the related statements of revenues and statements of expenditures of the various funds for the year ended June 30, 2009, 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, 2009 and 2008 and the changes in financial position for the years then ended.

However, in our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the City of Elizabeth, New Jersey, as of June 30, 2009 and 2008 and the related statements of operations and changes in fund balances for the years then ended and the related and the related statements of revenues and statements of expenditures of the various funds for the year ended June 30, 2009 on the basis of accounting described in note 1.

In accordance with Government Auditing Standards, we have also issued a report dated June 30, 2010 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.

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 and schedules have been subjected to the auditing procedures applied in the audit of the financial statements and, in our opinion, are 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 30, 2010

LOUIS C. MAI CPA & ASSOCIATES

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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, 2009, and have issued our report thereon dated June 30, 2010, 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

Louis C. Mai, Registered Municipal Accountant
No. CR00217

June 30, 2010

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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, 2009. 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.

As described in finding F09-01 and F09-03 in the accompanying schedule of findings and questioned costs, the City did not comply with the requirements regarding allowable costs and eligibility that are applicable to its Housing Opportunities for People with Aids, CFDA #14.241. Compliance with such requirements is necessary, in our opinion, for the City to comply with the requirements applicable to the program.

In our opinion, except for the noncompliance described in the preceding paragraph, 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, 2009. The results of our auditing procedures also disclosed other instances of noncompliance with those requirements which are described in the accompanying schedule of findings and questioned costs as items F09-02, F-09-04 to F-09-07 and S09-01.

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 our 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 and others that we consider to be material weaknesses.

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 F09-01 to F09-07 for federal grants and S09-01 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 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. Of the significant deficiencies in internal control over compliance described in the accompanying schedule of findings and questioned costs, we consider items F09-01 and F09-03 to be material weaknesses.

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

Louis C. Mai, Registered Municipal Accountant
No. CR00217

June 30, 2010

CITY OF ELIZABETH

Schedule of Findings and Questioned Costs

Year ended June 30, 2009

(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 09-01 to F 09-07** Material weaknesses: **F09-01, F09-03**

State **S 09-01** Material weaknesses: **No**

- (e) The type of report issued on compliance for Federal and State of New Jersey major programs:
Unqualified opinion for CDBG and Home Federal programs; qualified opinion for HOPWA 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 (CDBG)
#14.241 Housing Opportunities for People with Aids (HOPWA)
#14.239 HOME Investment Partnership (HOME)

State of New Jersey:

#763-020-2830-009 Urban Enterprise Zone

- (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 09-01 to F 09-07**
State Financial Assistance – **S 09-01**

See the following Federal and State findings.

City of Elizabeth

Schedule of Federal and State Award Findings and Questioned Costs

June 30, 2009

F 09-01

Allowable Costs/Cost Principles

Federal Program:

Department of Housing and Urban Development

Housing Opportunities for Persons with AIDS (14.241)

Criteria: Compensation of employees for the time devoted and identified specifically to the performance of those awards. (OMB Circular No 87)

Condition: Compensation for employees was charged to the grant without the required time and effort reporting.

Effect: The grantee is not in compliance with the requirements in OMB Circular No 87.

Cause: The grantee charged salaries for employees to the grant without the proper time and effort reporting.

Questioned Costs: \$73,360.00

Recommendation: The grantee should maintain time and effort reporting for all individuals salaries that are not 100% charged to the grant.

Client Response: Included in the client prepared corrective action plan.

City of Elizabeth

Schedule of Federal and State Award Findings and Questioned Costs

June 30, 2009

F 09-02

Cash Management

Federal Program:

Department of Housing and Urban Development

Housing Opportunities for Persons with AIDS (14.241)

- Criteria:** When entities are funded on a reimbursement basis, program costs must be paid for by entity funds before reimbursement is requested.
- Condition:** Two reports were selected out of twelve reports filed, in which one report contained requests for funds that were not yet expended.
- Effect:** The grantee is not in compliance with the cash management requirements.
- Cause:** The grantee ordered furniture and supplies that were not paid for until March 2009 and June 2009.
- Questioned Costs:** None
- Recommendation:** The grantee should prepare all reports on a cash basis and agree them to the general ledger prior to submission.
- Client Response:** Included in the client prepared corrective action plan.

City of Elizabeth

Schedule of Federal and State Award Findings and Questioned Costs

June 30, 2009

F 09-03 (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.

Except for persons in short-term supportive housing, each person receiving rental assistance under the HOPWA Program must pay as rent the higher of: (1) 30 percent of the family's monthly adjusted gross income; (2) 10 percent of the family's monthly gross income; or (3) the portion of the payments that is designated if the family is receiving payments for welfare assistance from a public agency and a part of the payments, adjusted in accordance with the family's actual housing costs, is specifically designated by the agency to meet the family's housing costs (C24 CFR section 574.310)

Condition: Forty (40) out of forty (40) files were incomplete.

Effect: The grantee could not document compliance with the grant requirement.

Cause:

- Documentation was not available to satisfy the participant's eligibility (i.e. birth certificate, social security card, proof of HIV status, signed applications, rental receipts and proof of rental receipt calculations)
- The grantee miscalculated the amount provided for rental assistance for the participants of the program by not using the correct income, misapplying the deduction for disabled and or senior citizen and not including all of the family members' income in the calculation.
- The grantee did not receive third party verification of all members of the household.
- Necessary agreements were not signed or signed after assistance was already provided. (i.e. rental agreements, consent, bill of rights and confidentiality)

Cause:
(continued)

- One participant was over the income threshold

Questioned Costs: \$17,659.00

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

Client Response: Included in the client prepared corrective action plan.

City of Elizabeth

Schedule of Federal and State Award Findings and Questioned Costs

June 30, 2009

F 09-04

Earmarking

Federal Program:

Department of Housing and Urban Development

Housing Opportunities for Persons with AIDS (14.241)

Criteria: Each project sponsor receiving amounts from grants made under this program may not use more than seven percent of the amounts for administrative costs (24 CFR section 574.300(b)(10)(i)-(ii)).

Condition: The grantee charged more than seven percent for administrative costs to the grant.

Effect: The grantee is not in compliance with the requirements for earmarking.

Cause: The grantee expended money for computers and office supplies causing them to exceed the seven percent.

Questioned Costs: \$4,226.46

Recommendation: The grantee should implement internal controls to ensure that they do not exceed the amount allowed for administrative costs.

Client Response: Included in the client prepared corrective action plan.

City of Elizabeth

Schedule of Federal and State Award Findings and Questioned Costs

June 30, 2009

F 09-05

Reporting

Federal Program:

Department of Housing and Urban Development

Housing Opportunities for Persons with AIDS (14.241)

Criteria: The grantee is required to submit monthly programmatic and expenditure reports to the pass-through entity by the 15th of the subsequent month.

Condition: All twelve reports filed with the pass through entity were tested for compliance with the requirements of reporting and noted the following deficiencies:

1. The amount recorded on the report does not agree to the amount recorded in the general ledger on four reports.
2. Salaries recorded in the general ledger do not agree to the amount recorded in the payroll journal on six reports.
3. The clerical staff was inconsistently charged on two reports, amounts should have been charged to administration rather than housing information.
4. Cost of office furniture, toner and a printer charged to the grant were not expended until the next year.

Effect: The grantee is not in compliance with the requirements for reporting.

Cause: The grantee did not maintain time sheets for staff not charged 100% to grant, and charged for items not paid for until the following year.

Questioned Costs: \$5,350.66

Recommendation: The grantee should only report expenses that have already been paid. In addition the reports should be reconcilable to the general ledger and source documentation,

Client Response: Included in the client prepared corrective action plan.

City of Elizabeth

Schedule of Federal and State Award Findings and Questioned Costs

June 30, 2009

F 09-06

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 in excess of immediate cash requirements.

Context: Draw downs of funds were based upon the expenses paid for other HUD ESG programs and subsequently reimbursed by that program.

Effect: The grantee had \$524,342 of CDBG funds available to pay for expenses that were in excess of immediate cash needs.

Cause: Prior year cash used to pay for Emergency Shelter Grant expenses was reimbursed by that program and current year CDBG draw downs were not reduced.

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.

Client Response: Included in the client prepared corrective action plan.

City of Elizabeth

Schedule of Federal and State Award Findings and Questioned Costs

June 30, 2009

F 09-07 (Repeat of Prior Year)

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.
- Client Response:** Included in the client prepared corrective action plan.

City of Elizabeth

Schedule of Federal and State Award Findings and Questioned Costs

June 30, 2009

S 09-01 (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.
- Client Response:** Included in the client prepared corrective action plan.

CITY OF ELIZABETH

Summary Schedule of Prior Year federal and State
Single Audit Findings

June 30, 2009

FEDERAL

F04-01 ELIGIBILITY (HOPWA)

A similar finding is included in the SFY 2009 summary of findings and questioned costs.

F04-04 HOUSING QUALITY STANDARDS (HOPWA)

Resolved

F05-04 ELIGIBILITY (HOPWA)

A similar finding is included in the SFY 2009 summary of findings and questioned costs.

F05-06 HOUSING QUALITY STANDARDS (HOPWA)

Resolved

F06-01 ELIGIBILITY (HOPWA)

A similar finding is included in the SFY 2009 summary of findings and questioned costs.

F06-02 HOUSING QUALITY STANDARDS (HOPWA)

Resolved

F07-01 ELIGIBILITY (HOPWA)

A similar finding is included in the SFY 2009 summary of findings and questioned costs.

F07-02 HOUSING QUALITY STANDARDS (HOPWA)

Resolved

F08-01 ELIGIBILITY (HOPWA)

A similar finding is included in the SFY 2009 summary of findings and questioned costs.

F08-02 HOUSING QUALITY STANDARDS (HOPWA)

Resolved

F08-03 ALLOWABLE COSTS (CDBG)

Resolved

CITY OF ELIZABETH

Summary Schedule of Prior Year federal and State
Single Audit Findings

June 30, 2009

FEDERAL (Continued)

F08-04 CASH MANAGEMENT (CDBG)

A similar finding is included in the SFY 2009 summary of findings and questioned costs.

F08-05 SUBRECIPIENT MONITORING (CDBG)

A similar finding is included in the SFY 2009 summary of findings and questioned costs.

F08-06 ALLOWABLE COSTS (CDBG)

Resolved.

STATE

S05-02 MONITORING (UEZ)

A similar finding is included in the SFY 2009 summary of findings and questioned costs.

S06-01 MONITORING (UEZ)

A similar finding is included in the SFY 2009 summary of findings and questioned costs.

S07-01 MONITORING (UEZ)

A similar finding is included in the SFY 2009 summary of findings and questioned costs.

S0-01 MONITORING (UEZ)

A similar finding is included in the SFY 2009 summary of findings and questioned costs.

FINANCIAL STATEMENTS

CITY OF ELIZABETH

Balance Sheets

Current Fund

June 30, 2009 and 2008

Assets	Ref.	2009	2008
Current Fund - Regular Fund:			
Cash	A-4	\$ 36,141,978	42,638,720
Change funds		1,200	1,200
Due from State of New Jersey - Senior Citizens' and Veterans' deductions	A-5	<u>361,383</u>	<u>366,093</u>
		<u>36,504,561</u>	<u>43,006,013</u>
Receivables and other assets with full reserves:			
Delinquent property taxes receivable	A-6	7,892,898	6,061,979
Tax title liens receivable	A-7	805,208	636,488
Property acquired for taxes - assessed valuation	A-8	2,504,200	2,469,200
Revenue accounts receivable	A-9	7,400,183	5,766,415
Due from Trust Other	A-10	19,742	4,606
Due from General Capital Fund	A-10	13,231	33,328
Miscellaneous receivables	A-19	6,971	6,298
Due from Federal and State Grant Fund	A-20	<u>481,860</u>	<u>993,306</u>
		<u>19,124,293</u>	<u>15,971,620</u>
		<u>55,628,854</u>	<u>58,977,633</u>
Federal and State Grant Fund:			
Federal and State grants receivable	A-22	<u>20,680,707</u>	<u>19,302,953</u>
		<u>20,680,707</u>	<u>19,302,953</u>
Total assets	\$	<u><u>76,309,561</u></u>	<u><u>78,280,586</u></u>
Liabilities, Reserves and Fund Balance			
Current Fund - Regular Fund:			
Encumbrances payable	A-17	\$ 2,801,341	2,970,187
Appropriation reserves	A-3, A-11	10,091,595	9,816,485
Due to Community Development Block Grant Fund	A-10	25,347	25,347
Due to Dog FundFund	A-10	—	3,535
Accounts payable	A-12	427,757	736,385
Miscellaneous payables and deposits	A-18	590,625	598,300
Reserve for special purposes	A-13	<u>3,455,710</u>	<u>5,345,413</u>
		<u>17,392,374</u>	<u>19,495,652</u>
Reserve for receivables		19,124,293	15,971,620
Fund balance	A-1	<u>19,112,187</u>	<u>23,510,361</u>
		<u>55,628,854</u>	<u>58,977,633</u>
Federal and State Grant Fund:			
Unappropriated reserve	A-23	6,181	—
Due to Current Fund	A-20	481,860	993,306
Appropriated grant reserves	A-21	<u>20,192,666</u>	<u>18,309,647</u>
		<u>20,680,707</u>	<u>19,302,953</u>
Total liabilities, reserves and fund balance	\$	<u><u>76,309,561</u></u>	<u><u>78,280,586</u></u>

See accompanying notes to financial statements.

CITY OF ELIZABETH

Statement of Operations
and Changes in Fund Balance

Current Fund

Years ended June 30, 2009 and 2008

	<u>2009</u>	<u>2008</u>
Revenue and other income realized:		
Fund balance utilized	\$ 20,000,000	20,000,000
Miscellaneous revenue realized	84,724,510	92,537,996
Receipts from delinquent taxes	5,752,038	5,385,942
Receipts from current taxes	171,494,369	160,768,228
Nonbudget revenue	3,317,993	7,752,371
Other credits to income:		
Unexpended balance of appropriation reserves	5,782,465	5,074,134
Cancelled appropriations	200,000	298,027
Cancelled reserves	—	139,736
Interfunds returned	521,915	—
Senior Citizen and Veteran adjustment	—	375,278
Cancelled payables	488,299	500,000
Other miscellaneous	14,218	—
Total income	<u>292,295,807</u>	<u>292,831,712</u>
Expenditures:		
Budget appropriations:		
Operations:		
Salaries and wages	89,712,905	87,713,776
Other expenses	53,530,860	52,787,660
Deferred charges and statutory expenditures	16,341,445	3,716,535
Other operations	25,116,181	39,318,302
Capital improvements	2,750,000	2,497,280
Municipal debt service	14,779,110	15,061,567
County taxes	33,120,670	30,269,992
Local district school taxes	40,970,810	38,651,708
Special improvement district taxes	372,000	358,000
Miscellaneous charges	—	40,124
Interfunds advanced	—	450,417
Refund of prior year taxes	—	370,254
Total expenditures	<u>276,693,981</u>	<u>271,235,615</u>
Excess in revenue over expenditures	15,601,826	21,596,097
Fund balance, July 1	<u>23,510,361</u>	<u>21,914,264</u>
	39,112,187	43,510,361
Less fund balance utilized	<u>20,000,000</u>	<u>20,000,000</u>
Fund balance, June 30	<u>\$ 19,112,187</u>	<u>23,510,361</u>

See accompanying notes to financial statements.

CITY OF ELIZABETH

Statement of Revenues

Current Fund

Year ended June 30, 2009

	<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	183,987	83,987
Other	300,000	401,369	101,369
Fees and permits	600,000	608,183	8,183
Municipal Court - fines and costs	4,400,000	4,242,014	(157,986)
Interest and costs on taxes	1,000,000	1,428,493	428,493
Interest on investments and deposits	2,500,000	1,461,903	(1,038,097)
LEAA rebates - fire	100,000	208,695	108,695
Franchise assessments - Jersey Garden Mall	5,040,000	4,844,795	(195,205)
Airport parking tax	1,500,000	1,283,297	(216,703)
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	550	50
Dock rental fees	75,000	91,193	16,193
Sale of junk vehicles and other property	50,000	21,128	(28,872)
CATV fees	175,000	241,235	66,235
Solid waste disposal - host community	700,000	634,778	(65,222)
Emergency medical services - ambulance charges	2,000,000	2,016,474	16,474
Miscellaneous gasoline sales	100,000	213,296	113,296
State of N.J. building code enforcement	25,000	—	(25,000)
P.I.L.O.T. - Pierce Manor Corp.	220,000	224,656	4,656
P.I.L.O.T. - Port Authority NY/ NJ	63,242	63,242	—
P.I.L.O.T. - Residential	1,000,000	1,370,890	370,890
P.I.L.O.T. - R.W.B. Associates	130,000	190,491	60,491
P.I.L.O.T. - Newark/North Avenue	50,000	92,026	42,026
P.I.L.O.T. - IKEA - Toys R Us	120,000	148,928	28,928
P.I.L.O.T. - IKEA Expansion	180,000	263,271	83,271
P.I.L.O.T. - Elizabeth Senior Citizens, National Church Residence	19,000	12,450	(6,550)
P.I.L.O.T. - Immaculate Conception Residence	4,000	17,671	13,671
P.I.L.O.T. - Marina Village Residence	15,000	27,708	12,708
P.I.L.O.T. - 349 First Street	30,000	27,508	(2,492)
P.I.L.O.T. - Winfield Scott Residence	15,000	31,186	16,186
State aid without offsetting appropriations:			
Consolidated municipal property relief act	18,438,077	18,438,077	—
Energy Receipts Tax	15,683,123	15,683,123	—
Dedicated uniform construction code fees offset with appropriations:			
Uniform construction code fees	900,000	801,587	(98,413)

(Continued)

CITY OF ELIZABETH

Statement of Revenues

Current Fund

Year ended June 30, 2009

	Anticipated		Excess/ (deficit)
	Budget	Realized	
Public and private programs offset by appropriations:			
Public Health Priority Funding 1st Half 2009	\$ 40,339	40,339	—
This Way to Elizabeth-Assisting Residents & Visitors	300,000	300,000	—
H.O.P.W.A. FY2009	810,000	810,000	—
Fairmount Avenue and Relocated Bayway	205,000	205,000	—
Safe & Secure Grant 2008	149,078	149,078	—
Greening Union County	14,550	14,550	—
Cops Other Technical	355,414	355,414	—
Solid Waste Recycling Grant	71,992	71,992	—
Kids Recreation Trust Fund Grant 2007	100,000	100,000	—
Kids Recreation Trust Fund Grant 2008	70,000	70,000	—
Municipal Alliance Grant 2008	82,881	82,881	—
Non Public School Nursing Grant	191,379	191,379	—
Midtown Transit Village-Julian Place Grant	100,000	100,000	—
Summer Food Service Grant	223,762	223,762	—
TIP Broad St. Streetscape	476,000	476,000	—
Body Armor 2008	34,690	34,690	—
Clean Communities Grant 2009	132,255	132,255	—
Relocation Assistance Program-Saxony Motel	9,250	9,250	—
Oakwood Plaza Apartments Project	4,000,000	4,000,000	—
Highway Safety Grant 2009	2,000	2,000	—
Broad Street Streetscape	560,000	560,000	—
STD Grant 2008	42,605	42,605	—
Balanced Housing - 816-820 E. Jersey St. (Magill Prop)	6,000	6,000	—
N.J. Urban Enterprise Zone (UEZ):			
UEZ 08-169 Police Security (12 Officers) YR 15	1,061,899	1,061,899	—
UEZ 08-170 Commercial District Security YR 13	1,018,336	1,018,336	—
UEZ 08-171 Graffiti & Litter Removal Program Phase 2	547,889	547,889	—
UEZ 08-172 Elizabeth Ave. SID YR 9	224,150	224,150	—
UEZ 09-07 Administrative Budget 2009	1,010,016	1,010,016	—
UEZ 09-14 Customer Service Skills Training Initiative Phase I	450,000	450,000	—
UEZ 09-46 Marketing Plan 2009	610,009	610,009	—
UEZ 09-57 Business Dept. Holiday Lighting & Entertainment YR 2	45,476	45,476	—
UEZ 09-76 Historic Midtown Elizabeth SID 2009	215,300	215,300	—
UEZ 09-101 Way-Finding Program	100,000	100,000	—
UEZ 09-132 Sponsorship of Festivals & Midtown Concerts	101,591	101,591	—
UEZ 09-129 Way-Finding Signage Program Fabrication/Implementation	949,540	949,540	—
Special items of general revenue anticipated with prior written consent of Director of Local Government Services:			
Anticipated Water Utility Surplus	2,000,000	2,000,000	—
Anticipated Sewer Utility Surplus	3,000,000	3,000,000	—
Parking Tax	500,000	995,806	495,806
Hotel and Motel Occupancy Tax	3,400,000	3,249,405	(150,595)
Hotel Occupancy Tax	1,200,000	1,613,698	413,698
Total miscellaneous revenues	84,224,342	84,724,510	500,168

(Continued)

CITY OF ELIZABETH

Statement of Revenues

Current Fund

Year ended June 30, 2009

	<u>Anticipated</u>		<u>Excess/ (deficit)</u>
	<u>Budget</u>	<u>Realized</u>	
Receipts from delinquent taxes	\$ 3,500,000	5,752,038	2,252,038
Total amount to be raised by taxes for support of municipal budget	<u>102,388,438</u>	<u>104,913,369</u>	<u>2,524,931</u>
Budget totals	<u>\$ 210,112,780</u>	215,389,917	<u>5,277,137</u>
Nonbudget revenue		<u>3,317,993</u>	
		<u>\$ 218,707,910</u>	

Analysis of Realized Revenue

Receipts from delinquent taxes:		
Delinquent tax collections realized	\$ 5,725,564	
Tax title lien collections realized	<u>26,474</u>	
	<u>\$ 5,752,038</u>	
Allocation of current tax collections:		
Collections realized	\$ <u>171,494,369</u>	
Allocated to:		
Local school district tax	40,970,810	
County taxes	33,120,670	
Special assessment	<u>372,000</u>	
	<u>74,463,480</u>	
Balance for support of municipal budget appropriations	97,030,889	
Add reserve for uncollected taxes	<u>7,882,279</u>	
Total balance for support of municipal budget appropriations	<u>\$ 104,913,168</u>	

Miscellaneous Revenues not Anticipated

Retirement of debt in excess of borrowing	\$ 311,108
Sale of Wetlands	1,000,000
Recycling	158,044
Motor fuel tax reimbursement	58,941
Stale Dated Checks	224,738
ABC Transfer fees	3,335
Interlocal agreement	48,932
Tax sale certificate redemption fees	13,255
Turnpike for Fire Department	5,420
Scrap lead sale	689
Technician fees	3,651
Garnishees	4,101
Bad checks	2,936

(Continued)

CITY OF ELIZABETH

Statement of Revenues

Current Fund

Year ended June 30, 2009

Miscellaneous Revenues not Anticipated

Miscellaneous Donations	\$	57,370
Duplicate tax bill fees		1,639
Legal Fees City Liens		543
Public Access Info Desk		500
Miscellaneous		483
Ambulance Report Fees		654
EMS Training Fees		440
Litigation Fees		367
Public Pier		250
Bad Checks Construction		186
Restitution Checks MC		162
Photo ID Replacement		145
City Clerk		6
Dup Tax Bill		5
Insurance Damage		19,239
Rent - Borne Chemical		132,000
Parking Lot		4,200
DMV Inspection fines		59,848
Rent - train station		7,162
Handicap fees		15,600
Handicap Application		3,000
Copies and postage reimbursed		2,264
Fire penalties		2,000
Marina Public Pier and Ferry		1,228
Election polling places		29,076
PILOT Atlanta (Danic)		285,318
PILOT Westport Homes		177,208
PILOT Magnolia Ave. (Portside II)		97,398
PILOT Pine Street		7,930
PILOT Millenium		3,538
PILOT Sierra Gardens		10,160
PILOT IKEA		439,788
PILOT 921 Elizabeth Ave.		10,010
PILOT - Port Authority Bayway Ave.		39,503
PILOT - Hope VI		32,362
PILOT - Housing Authority		27,115
PILOT E'Port		6,480
PILOT Burnett Investors		2,330
PILOT Millenium		1,540
PILOT 107 First St.		3,796
		<hr/>
	\$	<u>3,317,993</u>

See accompanying notes to financial statements.

CITY OF ELIZABETH

Statement of Expenditures

Current Fund

Year ended June 30, 2009

Appropriations	Budget	Budget after modification	Paid or charged	Reserved
Operations within "CAPS":				
General Government:				
Administrative and Executive:				
City Council:				
Salaries and wages	\$ 208,491	217,591	215,833	1,758
Other expenses	31,900	31,900	19,336	12,564
Alcoholic Beverage Control:				
Salaries and wages	119,896	119,996	119,947	49
Other expenses	7,850	7,850	4,185	3,665
City Clerk:				
Salaries and wages	260,355	260,355	256,432	3,923
Other expenses	9,125	9,125	3,435	5,690
Elections:				
Salaries and wages	8,320	8,320	—	8,320
Other expenses	42,000	42,000	—	42,000
Printing and Publications:				
Other expenses	175,000	175,000	62,605	112,395
Mayor's Office:				
Salaries and wages	265,305	267,605	265,549	2,056
Other expenses	11,350	11,350	7,708	3,642
Department of Law:				
Salaries and wages	792,896	792,896	785,450	7,446
Other expenses	340,750	341,750	341,666	84
Administration:				
Business Administrator's Office:				
Salaries and wages	368,293	368,293	354,129	14,164
Other expenses	337,900	337,900	304,330	33,570
Division of Budget and Personnel:				
Salaries and wages	179,703	179,703	177,839	1,864
Other expenses	1,200	1,200	1,197	3
Division of Purchasing:				
Salaries and wages	301,363	301,363	299,833	1,530
Other expenses	151,100	151,100	52,793	98,307
Division of Data Processing:				
Salaries and wages	730,667	741,667	740,861	806
Other expenses	459,000	459,000	280,515	178,485
Division of Employee Benefits:				
Salaries and wages	116,577	117,277	116,388	889
Other expenses	1,250	1,250	1,247	3
Division of EMS Billing and Collection:				
Salaries and wages	139,707	139,707	130,923	8,784
Department of Finance:				
Division of Accounts and Controls:				
Salaries and wages	799,775	806,775	803,985	2,790
Other expenses	25,500	29,500	28,468	1,032
Division of Assessments:				
Salaries and wages	504,157	504,157	502,621	1,536
Other expenses	182,800	184,800	183,114	1,686
Annual City Audit:				
Other expenses	57,000	57,000	57,000	—
Single Audit Act:				
Other expenses	57,000	57,000	57,000	—

(Continued)

CITY OF ELIZABETH

Statement of Expenditures

Current Fund

Year ended June 30, 2009

Appropriations	Budget	Budget after modification	Paid or charged	Reserved
Audit - Other Funds:				
Other expenses	\$ 57,000	57,000	57,000	—
Audit - Other Financial:				
Other expenses	5,000	5,000	5,000	—
Division of Revenue:				
Salaries and wages	578,404	578,404	572,534	5,870
Other expenses	29,700	29,700	27,312	2,388
Department of Neighborhood Services:				
Director's Office:				
Salaries and wages	157,414	47,014	45,198	1,816
Other expenses	2,650	2,650	35	2,615
Bureau of Construction and Zoning:				
Salaries and wages	993,199	993,199	973,030	20,170
Other expenses	175,800	175,800	10,090	165,710
Division of Housing:				
Salaries and wages	376,467	376,467	373,954	2,513
Other expenses	7,900	7,900	5,662	2,238
Bureau of Rent Control				
Salaries and wages	48,443	48,443	47,933	510
Other expenses	7,850	7,850	3,638	4,212
Central License Bureau:				
Salaries and wages	516,115	521,115	514,177	6,938
Other expenses	19,500	19,500	11,867	7,633
Division of Weights and Measures:				
Salaries and wages	58,441	58,441	57,271	1,170
Other expenses	800	800	247	553
Department of Planning and Community Development:				
Director's Office:				
Salaries and wages	190,206	190,206	187,815	2,391
Other expenses	5,000	20,500	18,598	1,902
Bureau of Community Development:				
Other expenses	1,550	2,550	1,892	658
Bureau of Elizabeth Home Improvement				
Other expenses	2,000	3,000	2,229	771
Bureau of Cultural and Heritage Affairs				
Salaries and wages	55,547	69,047	68,784	263
Other expenses	50,500	50,500	35,701	14,799
Bureau of Planning and Zoning				
Salaries and wages	114,631	114,631	114,512	119
Other expenses	165,650	165,650	107,249	58,401
Bureau of Economic Development				
Salaries and wages	58,293	58,293	58,288	5
Other expenses	2,100	2,100	1,139	961
Bureau of Public Information and Citizens Participation Services:				
Salaries and wages	268,544	268,544	255,814	12,730
Other expenses	113,600	143,600	129,475	14,125
Human Rights Commission:				
Salaries and wages	82,811	82,811	82,713	98
Other expenses	3,450	3,450	1,211	2,239
Department of Public Works:				
Director's Office:				
Salaries and wages	961,746	961,746	903,857	57,889
Other expenses	4,250	4,250	430	3,820

(Continued)

CITY OF ELIZABETH

Statement of Expenditures

Current Fund

Year ended June 30, 2009

Appropriations	Budget	Budget after modification	Paid or charged	Reserved
Bureau of Public Buildings:	\$			
Salaries and wages	1,903,780	1,903,780	1,835,160	68,620
Other expenses	1,088,825	1,088,825	1,084,902	3,923
Bureau of Streets, Parks and Trees:				
Salaries and wages	5,596,263	5,596,263	5,137,266	458,997
Other expenses	674,000	674,000	671,815	2,185
Bureau of Equipment and Yard Maintenance:				
Salaries and wages	1,077,717	1,077,717	811,392	266,325
Other expenses	847,200	847,200	845,135	2,065
Marina:				
Salaries and wages	246,502	246,502	231,504	14,998
Other expenses	224,725	224,725	143,585	81,140
Recycling Program:				
Salaries and wages	82,406	95,606	95,604	2
Other expenses	5,575	5,575	5,485	90
Garbage and Trash Removal:				
Other expenses	9,240,000	9,240,000	8,031,814	1,208,186
Street Lighting:				
Other expenses	1,730,000	1,730,000	1,606,512	123,488
Department of Health and Human Services:				
Director's Office:				
Salaries and wages	282,049	282,049	266,373	15,676
Other expenses	151,300	151,300	13,773	137,527
Division of Health:				
Salaries and wages	1,634,815	1,504,815	1,466,527	38,288
Other expenses	757,250	757,250	379,061	378,189
Division of Human Services				
Salaries and wages	85,311	85,311	83,512	1,799
Other expenses	10,750	10,750	5,080	5,670
Office of Social Services				
Salaries and wages	132,214	132,214	105,567	26,647
Other expenses	16,750	16,750	5,793	10,957
Office on Aging:				
Salaries and wages	748,218	748,218	705,275	42,943
Other expenses	70,600	70,600	49,203	21,397
Office of Vital Statistics				
Salaries and wages	196,062	196,062	191,208	4,854
Other expenses	7,800	7,800	6,012	1,788
Office of Relocation				
Salaries and wages	84,541	84,541	79,118	5,423
Other expenses	100,500	100,500	68,470	32,030
Office of Youth Services				
Salaries and wages	359,959	509,959	489,142	20,817
Other expenses	363,550	363,550	205,852	157,698
Division of Air Pollution:				
Salaries and wages	44,058	44,058	40,655	3,403
Public Health Nurses Division:				
Salaries and wages	426,712	426,712	375,041	51,671
Public Safety:				
Fire Department:				
Salaries and wages	23,666,091	24,146,091	24,102,747	43,344
Other expenses	720,660	720,660	576,853	143,807

(Continued)

CITY OF ELIZABETH

Statement of Expenditures

Current Fund

Year ended June 30, 2009

Appropriations	Budget	Budget after modification	Paid or charged	Reserved
Uniform Fire Safety Act:				
Salaries and wages	\$ 433,175	478,775	476,401	2,374
Other expenses	62,250	62,250	45,825	16,425
Police Department:				
Salaries and wages	36,626,657	36,226,657	35,921,239	305,418
Other expenses	1,565,050	1,565,050	1,011,962	553,088
Emergency Medical Services:				
Salaries and wages	2,308,687	2,002,587	1,951,109	51,478
Other expenses	165,350	165,350	156,895	8,455
Recreation Department:				
Salaries and wages	2,567,502	2,567,502	2,449,786	117,716
Other expenses	354,850	354,850	262,910	91,940
Municipal Court:				
Salaries and wages	2,163,420	2,163,420	1,931,060	232,360
Other expenses	235,550	235,550	200,651	34,899
Public Defender:				
Other expenses	140,000	140,000	11,200	128,800
Unclassified Purposes:				
Insurance:				
Other expenses	450,000	450,000	372,371	77,629
Group Insurance:				
Other expenses	200,000	200,000	170,035	29,965
Cobra Administration:				
Other expenses	5,000	5,000	1,794	3,206
Hospital, Medical, Dental, etc. Insurance - Other expenses	24,500,000	24,500,000	21,936,688	2,563,312
Insurance reserve - Other expenses	2,100,000	2,700,000	2,700,000	—
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	12,242	12,242	—
Utilities:				
Electricity	1,200,000	1,200,000	1,079,524	120,476
Natural Gas	700,000	700,000	538,658	161,342
Gasoline	1,600,000	1,152,258	925,512	226,746
Fuel Oil	125,000	125,000	121,683	3,317
Telephone	900,000	900,000	888,819	11,181
Postage	250,000	250,000	195,280	54,720
Parking Lot Agreement	57,300	57,300	57,300	—
Total operations within "CAPS"	<u>143,118,765</u>	<u>143,118,765</u>	<u>133,983,424</u>	<u>9,135,341</u>
Contingent	<u>125,000</u>	<u>125,000</u>	<u>61,016</u>	<u>63,984</u>
Total operations including contingent, within "CAPS"	<u>143,243,765</u>	<u>143,243,765</u>	<u>134,044,440</u>	<u>9,199,325</u>
Detail:				
Salaries and wages	89,921,905	89,712,905	87,771,355	1,941,550
Other expenses including contingent	53,321,860	53,530,860	46,273,085	7,257,775

(Continued)

CITY OF ELIZABETH

Statement of Expenditures

Current Fund

Year ended June 30, 2009

Appropriations	Budget	Budget after modification	Paid or charged	Reserved
Deferred Charges and Statutory Expenditures:				
Deferred Charges:				
Deficit in Dog Trust Fund	\$ 8,445	8,445	8,445	—
Statutory Expenditures:				
Contributions to:				
Social Security System	3,200,000	3,200,000	3,077,581	122,419
Consolidated Police and Fire Retirement Fund	425,000	425,000	398,963	26,037
Police and Firemen's Retirement System of N. J.	12,500,000	12,500,000	12,383,216	116,784
Assessment for CIF/RTK	8,000	8,000	—	8,000
N.J. Unemployment Fund	200,000	200,000	104,226	95,774
Total deferred charges and statutory expenditures - Municipal within "CAPS"	<u>16,341,445</u>	<u>16,341,445</u>	<u>15,972,431</u>	<u>369,014</u>
Total general appropriations for Municipal purpose within "CAPS"	<u>159,585,210</u>	<u>159,585,210</u>	<u>150,016,871</u>	<u>9,568,339</u>
Operations excluded from "CAPS":				
Other operations excluded from "CAPS":				
Matching Fund - City share	464,730	464,730	—	464,730
Public Employees Retirement System - Other expenses	2,250,000	2,250,000	2,191,474	58,526
Reserve for Tax Appeals:				
Other expenses	3,400,000	3,400,000	3,400,000	—
Maintenance of Free Public Library	<u>3,927,452</u>	<u>3,927,452</u>	<u>3,927,452</u>	<u>—</u>
Total other operations excluded from "CAPS"	<u>10,042,182</u>	<u>10,042,182</u>	<u>9,518,926</u>	<u>523,256</u>
Public and Private Programs Offset by Revenues:				
Public Health Priority Funding 1st Half 2009	40,339	40,339	40,339	—
H.O.P.W.A. FY 2008	810,000	810,000	810,000	—
Kids Recreational Trust Fund Grant 2008	70,000	70,000	70,000	—
Kids Recreational Trust Fund Grant 2008 - Local Share	70,000	70,000	70,000	—
Greening Union County 2008	14,550	14,550	14,550	—
Greening Union County 2007 - Local Share	14,550	14,550	14,550	—
COPS Other Technical	355,414	355,414	355,414	—
Body Armor 2008	34,690	34,690	34,690	—
Clean Communities Grant 2009	132,255	132,255	132,255	—
Municipal Alliance Grant 2009	82,881	82,881	82,881	—
Municipal Alliance Grant 2009 - Local Share	20,720	20,720	20,720	—
Summer Food Services Program	223,762	223,762	223,762	—
TIP Broad St. Streetscape	476,000	476,000	476,000	—
Non Public School Nursing Grant	191,379	191,379	191,379	—
Mid Town Transit Village - Julian Place	100,000	100,000	100,000	—
This Way to Elizabeth - Assisting Residents & Visitors	300,000	300,000	300,000	—
Fairmount Avenue and Relocated Bayway	205,000	205,000	205,000	—
Relocation Assistance Program Saxony Motel	9,250	9,250	9,250	—
Oakwood Plaza Apartments Project	4,000,000	4,000,000	4,000,000	—
Highway Safety Grant 2009	2,000	2,000	2,000	—
Broad Street Streetscape	560,000	560,000	560,000	—
Safe and Secure Grant 2008	149,078	149,078	149,078	—
Safe and Secure Grant - 2008 Local Share	37,270	37,270	37,270	—
STD Control Service	42,605	42,605	42,605	—
Solid Waste - Recycling Grant	71,992	71,992	71,992	—
Kids Recreational Trust Fund Grant 2007	100,000	100,000	100,000	—

(Continued)

CITY OF ELIZABETH

Statement of Expenditures

Current Fund

Year ended June 30, 2009

Appropriations	Budget	Budget after modification	Paid or charged	Reserved
Kids Recreational Trust Fund Grant 2007 - Local Share	\$ 100,000	100,000	100,000	—
Balanced Housing 816-820 E. Jersey St. (Magill property)	6,000	6,000	6,000	—
N.J. Urban Enterprise Zone (UEZ):				
UEZ 07-151 Elizabeth Ave. SID YR 9	224,150	224,150	224,150	—
UEZ 08-169 Police Security - 12 Officers YR 15	1,061,899	1,061,899	1,061,899	—
UEZ 08-169 Police Security - 12 Officers YR 15 - Local Share	265,475	265,475	265,475	—
UEZ 08-170 Commercial Dist. Security Program YR 13	1,018,336	1,018,336	1,018,336	—
UEZ 08-170 Commercial Dist. Security Program YR 13 - Local Share	254,584	254,584	254,584	—
UEZ 08-171 Graffiti & Litter Removal Program Phase 2	547,889	547,889	547,889	—
UEZ 09-07 Administrative 2009	1,010,016	1,010,016	1,010,016	—
UEZ 09-14 Customer Service Skills Training Initiative Phase 1	450,000	450,000	450,000	—
UEZ 09-46 Marketing Plan 2009	610,009	610,009	610,009	—
UEZ 09-57 Business Dist. Holiday Lighting & Entertainment YR 2	45,476	45,476	45,476	—
UEZ 09-76 Historic Midtown Elizabeth SID 2009	215,300	215,300	215,300	—
UEZ 09-101 Way Finding Program	100,000	100,000	100,000	—
UEZ 09-132 Sponsorship of Festivals & Midtown Concert Series	101,591	101,591	101,591	—
UEZ 09-129 Way Finding Signage Prog. Fabrication/Implementation	949,540	949,540	949,540	—
Total public and private programs offset by revenues	15,073,999	15,073,999	15,073,999	—
Total operations - excluded from "CAPS"	25,116,181	25,116,181	24,592,925	523,256
Detail (total operations - excluded from "CAPS"):				
Salaries and wages	4,200,241	4,200,241	4,200,241	—
Other expenses	20,915,940	20,915,940	20,392,684	523,256
Capital Improvements - excluded from "CAPS":				
Capital Improvement Fund	750,000	750,000	750,000	—
Capital Improvement Fund - Restructuring	2,000,000	2,000,000	2,000,000	—
Total Capital Improvements excluded from "CAPS"	2,750,000	2,750,000	2,750,000	—
Municipal Debt Service - excluded from "CAPS":				
Payment of bond principal	1,461,000	1,461,000	1,461,000	—
Interest on bonds	2,533,780	2,533,780	2,533,780	—
Interest on notes	14,583	14,583	14,583	—
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	21,817	21,817	21,817	—
Restructuring bonds - principal	8,215,000	8,215,000	8,215,000	—
Restructuring bonds - interest	1,030,209	1,030,209	1,030,209	—
Lease ordinance-2 repayment for principal and interest	191,198	191,198	191,198	—
Lease ordinance-3 repayment for principal and interest	211,427	211,427	211,427	—
Lease ordinance-4 repayment for principal and interest	582,957	582,957	582,957	—
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"	14,779,110	14,779,110	14,779,110	—
Total General Appropriation For Municipal Purposes Excluded from "CAPS"	42,645,291	42,645,291	42,122,035	523,256

(Continued)

CITY OF ELIZABETH

Statement of Expenditures

Current Fund

Year ended June 30, 2009

<u>Appropriations</u>	<u>Budget</u>	<u>Budget after modification</u>	<u>Paid or charged</u>	<u>Reserved</u>
Subtotal general appropriations	\$ 202,230,501	202,230,501	192,138,906	10,091,595
Reserve for Uncollected Taxes	<u>7,882,279</u>	<u>7,882,279</u>	<u>7,882,279</u>	<u>—</u>
Total general appropriations	\$ <u>210,112,780</u>	<u>210,112,780</u>	<u>200,021,185</u>	<u>10,091,595</u>
Original budget		\$ 202,718,592		
Appropriation by N.J.S.A. 40A:4-87		<u>7,394,188</u>		
		\$ <u>210,112,780</u>		
Encumbered			\$ 2,801,341	
Reserve for uncollected taxes			7,882,279	
Transferred to Federal and State Grant Fund			15,073,999	
Transferred to reserves			3,400,000	
Due to Dog Trust Fund			8,445	
Cancelled deficiency agreement appropriation			200,000	
Cash disbursed			<u>170,655,121</u>	
			\$ <u>200,021,185</u>	

See accompanying notes to financial statements.

CITY OF ELIZABETH

Balance Sheets

Trust Funds

June 30, 2009 and 2008

Assets	<u>Ref.</u>	<u>2009</u>	<u>2008</u>
Dog License Fund:			
Cash	B-1	\$ 18,164	5,274
Due from Current Fund	B-7	—	3,535
		<u>18,164</u>	<u>8,809</u>
Other Federal Grant Funds:			
Cash	B-1	138,964	184,269
Grants receivable	B-8	2,550,968	1,572,327
Due from UDAG Fund	B-12	225,519	225,519
		<u>2,915,451</u>	<u>1,982,115</u>
Urban Development Action Grant (UDAG) Fund:			
Cash	B-1	1,349,107	1,395,298
UDAG loans receivable	B-2	300,260	388,584
		<u>1,649,367</u>	<u>1,783,882</u>
Community Development Block Grant Fund:			
Cash	B-1	524,342	255,199
Federal grants receivable	B-10	2,111,380	2,223,876
Due from Current Fund	B-5	25,347	25,347
Due from Elizabeth Development Corp.	B-15	80,672	80,672
		<u>2,741,741</u>	<u>2,585,094</u>
General Trust Funds:			
Cash	B-1	10,121,981	9,289,464
Due from Trustee	B-17	13,976	13,976
		<u>10,135,957</u>	<u>9,303,440</u>
		<u>\$ 17,460,680</u>	<u>15,663,340</u>

(Continued)

CITY OF ELIZABETH

Balance Sheets

Trust Funds

June 30, 2009 and 2008

Liabilities, Reserves and Fund Balance	Ref.	2009	2008
Dog License Fund:			
Due to State of New Jersey	B-6	\$ 662	434
Reserve for Dog Expenditures	B-19	<u>17,502</u>	<u>8,375</u>
		<u>18,164</u>	<u>8,809</u>
Other Federal Grant Funds:			
Reserve for Grants	B-9	<u>2,915,451</u>	<u>1,982,115</u>
		<u>2,915,451</u>	<u>1,982,115</u>
Urban Development Action Grant (UDAG) Fund:			
Reserve for UDAG loans receivable	B-3	1,422,082	1,556,597
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>1,649,367</u>	<u>1,783,882</u>
Community Development Block Grant Fund:			
Reserve for Community Development Block Grant	B-11	2,656,855	2,508,308
Reserve for Program Income	B-14	<u>84,886</u>	<u>76,786</u>
		<u>2,741,741</u>	<u>2,585,094</u>
General Trust Funds:			
Off Duty Police Reserve	B-13	278,619	276,623
Due to Current Fund	B-18	19,742	4,606
Reserves for Special Purposes	B-4	<u>9,837,596</u>	<u>9,022,211</u>
		<u>10,135,957</u>	<u>9,303,440</u>
		<u>\$ 17,460,680</u>	<u>15,663,340</u>

See accompanying notes to financial statements.

CITY OF ELIZABETH

Balance Sheets

General Capital Fund

June 30, 2009 and 2008

Assets	Ref.	2009	2008
Cash	C-2, C-3	\$ 23,122,645	18,472,434
Due from Current Fund	C-6	13,231	—
Due from State of New Jersey -			
Department of Environmental Protection	C-18	267,196	954,736
Department of Transportation	C-10	136,693	236,693
Waterfront Park Loan Receivable	C-5	267,196	481,151
Due from Union County Improvement Authority	C-16	1,112,289	1,316,214
Deferred charges to future taxation:			
Funded	C-7	94,379,924	91,721,438
Unfunded	C-8	19,158,493	28,433,793
		<u>\$ 138,457,667</u>	<u>141,616,459</u>
Liabilities and Fund Balance			
Serial bonds:			
General	C-4	\$ 86,953,000	84,099,000
Bond anticipation notes	C-14	—	3,500,000
Loans payable	C-17	7,426,924	7,622,438
Improvement authorizations:			
Funded	C-11	17,563,349	16,987,997
Unfunded	C-11	17,486,048	20,399,428
Capital improvement fund	C-12	3,022,171	3,732,171
Due to Current Fund	C-6	—	33,328
Reserve for:			
State aid receivable	-	136,693	136,693
Bond sale expense	C-9	107,107	252,205
Retirement of debt	C-13	3,139,831	2,435,500
Fund balance	C-1	2,622,544	2,417,699
		<u>\$ 138,457,667</u>	<u>141,616,459</u>

There were bonds and notes authorized but not issued on June 30, 2009 and 2008 of \$19,158,493 and \$24,923,486 (Exhibit C-15), respectively.

See accompanying notes to financial statements.

CITY OF ELIZABETH

Statement of Fund Balance

General Capital Fund

Years ended June 30, 2009 and 2008

	<u>2009</u>	<u>2008</u>
Balance, Beginning of Year	\$ <u>2,417,699</u>	<u>2,982,832</u>
Increased by:		
Improvement authorizations cancelled	1,209,940	—
Other	<u>52</u>	<u>—</u>
	<u>1,209,992</u>	<u>—</u>
	<u>3,627,691</u>	<u>2,982,832</u>
Decreased by:		
Improvement authorization	1,000,000	425,000
Receivables cancelled	<u>5,147</u>	<u>140,133</u>
	<u>1,005,147</u>	<u>565,133</u>
Balance, End of Year	\$ <u><u>2,622,544</u></u>	<u><u>2,417,699</u></u>

See accompanying notes to financial statements.

CITY OF ELIZABETH

Balance Sheets

Water Utility Funds

June 30, 2009 and 2008

Assets	<u>Ref.</u>	<u>2009</u>	<u>2008</u>
Operating Fund:			
Cash	D-3	\$ 935,124	2,936,517
Due from Water Capital Fund	D-7	3,809	214
Due from Water Trust Fund	D-7	<u>46</u>	<u>35</u>
		<u>938,979</u>	<u>2,936,766</u>
Receivables and inventory with reserves:			
Water liens receivable	D-9	<u>8,747</u>	<u>27,447</u>
		<u>8,747</u>	<u>27,447</u>
Total Operating Fund		<u>947,726</u>	<u>2,964,213</u>
Trust Fund:			
Cash	D-3	<u>157,518</u>	<u>157,507</u>
Total Trust Fund		<u>157,518</u>	<u>157,507</u>
Capital Fund:			
Cash		2,939,920	110,205
Investments		<u>—</u>	<u>2,100,000</u>
	D-3,D-4	2,939,920	2,210,205
Fixed capital	D-12	<u>16,441,271</u>	<u>16,441,271</u>
Total Capital Fund		<u>19,381,191</u>	<u>18,651,476</u>
		<u>\$ 20,486,435</u>	<u>21,773,196</u>

(Continued)

CITY OF ELIZABETH

Balance Sheets

Water Utility Funds

June 30, 2009 and 2008

Liabilities, Reserves, and Fund Balance	Ref.	2009	2008
Operating Fund:			
Accounts payable	D-13	\$ 36,028	36,028
Due to Liberty Water	D-10	<u>140,290</u>	<u>239,614</u>
		<u>176,318</u>	<u>275,642</u>
Reserve for:			
Water liens receivable		<u>8,747</u>	<u>27,447</u>
		<u>8,747</u>	<u>27,447</u>
Fund balance	D-1	<u>762,661</u>	<u>2,661,124</u>
Total Operating Fund		<u>947,726</u>	<u>2,964,213</u>
Trust Fund:			
Due to Water Operating Fund	D-7	46	35
Reserve for customer deposits	D-5	<u>157,472</u>	<u>157,472</u>
Total Trust Fund		<u>157,518</u>	<u>157,507</u>
Capital Fund:			
Reserve for amortization	D-11	16,441,271	16,441,271
Reserve for capital expenditures	D-6	2,238,872	1,512,752
Due to Water Operating Fund	D-7	3,809	214
Capital Improvement Fund	D-8	<u>697,239</u>	<u>697,239</u>
Total Capital Fund		<u>19,381,191</u>	<u>18,651,476</u>
		<u>\$ 20,486,435</u>	<u>21,773,196</u>

There were bonds and notes authorized but not issued of \$0 and \$0 on June 30, 2009 and 2008 respectively.

See accompanying notes to financial statements.

CITY OF ELIZABETH

Statement of Operations and Changes in Fund Balance

Water Utility Operating Fund

Years ended June 30, 2009 and 2008

	<u>2009</u>	<u>2008</u>
Revenue and other credits to income:		
Miscellaneous revenue not anticipated	\$ 101,537	193,796
Other credits to income:		
Cancellation of capital ordinances and liabilities	<u>—</u>	<u>394,054</u>
Total income	<u>101,537</u>	<u>587,850</u>
Less:		
Refund of prior year revenue	<u>—</u>	<u>92</u>
Excess revenue over expense	101,537	587,758
Fund balance, July 1	<u>2,661,124</u>	<u>2,073,366</u>
	<u>2,762,661</u>	<u>2,661,124</u>
Surplus (general budget)	<u>2,000,000</u>	<u>—</u>
Fund balance, June 30	<u>\$ 762,661</u>	<u>2,661,124</u>

See accompanying notes to financial statements.

CITY OF ELIZABETH

Statement of Revenues

Water Utility Operating Fund

Year ended June 30, 2009

	Revenues Realized
Nonbudget revenue (interest on investments)	\$ <u>101,537</u>
	\$ <u><u>101,537</u></u>

See accompanying notes to financial statements.

CITY OF ELIZABETH

Balance Sheets

Sewer Utility Funds

June 30, 2009 and 2008

Assets	<u>Ref.</u>	<u>2009</u>	<u>2008</u>
Operating Fund:			
Cash	E-5	\$ 6,130,847	11,831,127
Due from Sewer Capital Fund	E-8	<u>327</u>	<u>1,050</u>
		<u>6,131,174</u>	<u>11,832,177</u>
Receivables with reserves:			
Consumers' accounts receivable	E-7	305,215	410,238
Miscellaneous rents receivable	E-28	5,342	5,342
Due from Liberty Water	E-14	—	12,045
Sewer liens receivable	E-24	<u>6,929</u>	<u>29,358</u>
		<u>317,486</u>	<u>456,983</u>
Total Operating Fund		<u>6,448,660</u>	<u>12,289,160</u>
Capital Fund:			
Cash	E-5, E-6	2,507,964	2,699,514
Fixed capital	E-9	46,228,690	46,228,690
Fixed capital authorized and uncompleted	E-10	72,853,582	48,653,582
Due from Trustee-Environmental infrastructure trust and fund loans	E-16	523,200	654,489
Due from State of New Jersey -			
Stormwater Grant Receivable	E-30	5,155	5,155
Wastewater Treatment Trust Fund	E-27	<u>508,053</u>	<u>508,053</u>
Total Capital Fund		<u>122,626,644</u>	<u>98,749,483</u>
		<u>\$ 129,075,304</u>	<u>111,038,643</u>

(Continued)

CITY OF ELIZABETH

Balance Sheets

Sewer Utility Funds

June 30, 2009 and 2008

Liabilities, Reserves, and Fund Balance	Ref.	2009	2008
Operating Fund:			
Appropriation reserves	E-4,E-12	\$ 855,498	1,106,480
Encumbrances payable	E-26	47,542	393,439
Accounts payable	E-13	943,079	759,104
Accrued interest on bonds and notes	E-15	236,395	254,260
Due to Current Fund	E-8		
		<u>2,082,514</u>	<u>2,513,283</u>
Reserve for receivables		317,486	456,983
Fund balance	E-1	<u>4,048,660</u>	<u>9,318,894</u>
Total Operating Fund		<u>6,448,660</u>	<u>12,289,160</u>
Capital Fund:			
Due to Sewer Operating Fund	E-8	327	1,050
Bond sale expense payable	E-29	729	729
Serial bonds	E-17	5,046,000	5,648,000
Local unit bonds	E-18	1,509,969	1,881,150
Environmental infrastructure loans payable	E-23	17,243,517	18,278,777
Improvement authorizations:			
Funded	E-19	4,402,677	4,673,914
Unfunded	E-19	32,180,148	8,293,814
Reserve for:			
Amortization	E-20	51,314,978	49,306,537
Deferred amortization	E-21	8,796,766	8,308,979
Renewal and replacement	E-11	364,000	364,000
Appropriated grants	E-31	20,619	20,619
Capital Improvement Fund	E-25	788,338	1,013,338
Fund balance	E-2	<u>958,576</u>	<u>958,576</u>
Total Capital Fund		<u>122,626,644</u>	<u>98,749,483</u>
		<u>\$ 129,075,304</u>	<u>111,038,643</u>

There were bonds and notes authorized but not issued at June 30, 2009 and 2008 of \$35,433,829 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

Years ended June 30, 2009 and 2008

	<u>2009</u>	<u>2008</u>
Revenue and other credits to income:		
Fund balance utilized	\$ 6,500,000	3,000,000
Sewer fees and charges	14,625,593	14,892,736
Miscellaneous	896,019	1,164,578
Other credits to income:		
Appropriation reserves lapsed	996,109	651,645
Receivable returned	12,045	—
Total income	<u>23,029,766</u>	<u>19,708,959</u>
Expenditures:		
Operating	10,500,000	9,800,000
Capital improvements	3,693,068	3,347,570
Debt service	4,606,932	5,152,430
Refund	—	61
Receivable advanced	—	12,045
Transfer to Current Fund	<u>3,000,000</u>	<u>—</u>
Total expenditures	<u>21,800,000</u>	<u>18,312,106</u>
Excess of revenues over expenses	1,229,766	1,396,853
Fund balance, July 1	<u>9,318,894</u>	<u>10,922,041</u>
	10,548,660	12,318,894
Less Fund Balance Utilized	<u>6,500,000</u>	<u>3,000,000</u>
Fund balance, June 30	<u>\$ 4,048,660</u>	<u>9,318,894</u>

See accompanying notes to financial statements.

CITY OF ELIZABETH

Statement of Fund Balance

Sewer Utility Capital Fund

Years ended June 30, 2009 and 2008

	<u>2009</u>	<u>2008</u>
Balance, Beginning of year	\$ <u>958,576</u>	<u>958,576</u>
Balance, End of year	\$ <u>958,576</u>	<u>958,576</u>

See accompanying notes to financial statements.

CITY OF ELIZABETH

Statement of Revenues

Sewer Utility Operating Fund

Year ended June 30, 2009

	<u>Anticipated</u>	<u>Realized</u>	<u>Excess (deficit)</u>
Operating surplus anticipated	\$ 6,500,000	6,500,000	—
Rents	15,000,000	14,625,593	(374,407)
Miscellaneous	<u>300,000</u>	<u>896,019</u>	<u>596,019</u>
Total budget revenue	<u>\$ 21,800,000</u>	<u>22,021,612</u>	<u>221,612</u>

Analysis of Certain Realized Revenues

Rents:	
Revenues collected	\$ 14,625,593
Miscellaneous	<u>896,019</u>
	<u>\$ 15,521,612</u>

Analysis of Miscellaneous

Interest on investments	\$ 416,845
Interest and costs	8,929
Joint Meeting refund	367,605
Miscellaneous	<u>102,640</u>
Cash receipts	<u>\$ 896,019</u>

See accompanying notes to financial statements.

CITY OF ELIZABETH

Statement of Expenditures

Sewer Utility Operating Fund

Year ended June 30, 2009

<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	1,818,729	1,294,506	524,223	—
Joint Meeting	8,000,000	8,681,271	8,681,271	—	—
Capital improvements:					
Capital outlay	3,693,068	3,693,068	3,361,793	331,275	—
Debt service:					
Sewer System lease Payments- principal and int.	1,924,889	1,924,889	1,924,889	—	—
Payment of bond principal	602,000	602,000	602,000	—	—
Interest on bonds	236,490	236,490	236,490	—	—
Wastewater Treatment bonds - principal	1,406,441	1,406,441	1,406,441	—	—
Wastewater Treatment bonds - interest	437,112	437,112	437,112	—	—
Surplus to general budget	3,000,000	3,000,000	3,000,000	—	—
Total	\$ <u>21,800,000</u>	<u>21,800,000</u>	<u>20,944,502</u>	<u>855,498</u>	<u>—</u>

Analysis of paid or charged

Cash disbursed	\$ 20,223,358
Encumbrances payable	47,542
Interest on bonds and notes	<u>673,602</u>
	\$ <u>20,944,502</u>

See accompanying notes to financial statements.

CITY OF ELIZABETH

Statements of General Fixed Assets

General Fixed Assets Account Group

June 30, 2009 and 2008

	<u>2009</u>	<u>2008</u>
General fixed assets:		
Land and buildings	\$ 41,978,500	42,397,700
Equipment	11,859,056	11,826,461
Vehicles	<u>18,922,854</u>	<u>18,099,764</u>
Total general fixed assets	<u>\$ 72,760,410</u>	<u>72,323,925</u>
Investment in general fixed assets	<u>\$ 72,760,410</u>	<u>72,323,925</u>

See accompanying notes to financial statements.

CITY OF ELIZABETH

Notes to Financial Statements

June 30, 2009

(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, 2009

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. 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. 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, 2009 and 2008, the estimated accrued liability as determined by City officials for vacation, sick and compensatory time is approximately \$18,252,739 and \$18,969,067 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, 2009

- 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.

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

CITY OF ELIZABETH

Notes to Financial Statements

June 30, 2009

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 15th 1999 through 2018 with interest rates ranging from 4% to 5%. The balance outstanding at June 30, 2009 is \$1,475,000.

On November 15, 1999, the City issued \$6,092,000 of General Improvement Bonds maturing each November 15th; 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, 2009 is \$400,000.

On November 1, 2001, the City issued \$5,225,000 of General Improvement Bonds maturing each November 1st; 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 1st maturing each November 1st 2002 through 2021 with interest rates ranging from 4.0% to 4.75%. Bonds maturing on or after November 1, 2012 are subject to redemption on or after November 1, 2011. The balances outstanding at June 30, 2009 are \$3,398,000 and \$2,616,000, 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 15th, 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

CITY OF ELIZABETH

Notes to Financial Statements

June 30, 2009

to redeem the \$2,750,000 of outstanding Sewer Utility Bonds dated November 15, 1992. The balance outstanding at June 30, 2009 is \$955,000.

On May 15, 2003, the City issued \$14,250,000 of General Improvement Bonds maturing each November 15th; 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, 2009 is \$13,050,000.

On October 1, 2004 the City issued \$6,245,000 of General Obligation Refunding Bonds, Series 2004, maturing each August 15th; 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 15th; 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 15th 2006 through 2009 at interest rates ranging from 6.10% to 6.25%. The balances outstanding at June 30, 2009 are \$2,175,000 and \$4,845,000, respectively.

On December 14, 2004, the City issued \$2,330,000 of Early Retirement Incentive Refunding Bonds, Series 2004, maturing on each March 1st 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, 2009 is \$2,165,000. Bonds maturing on or after March 1, 2015 are subject to redemption on or after March 1, 2014.

On May 15, 2005 the City issued \$15,000,000 of General Improvement Bonds, Series 2005, maturing each May 15th 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, 2009 is \$14,600,000.

On May 15, 2006 the City issued \$11,500,000 of General Improvement Bonds, Series 2006 maturing each May 15th 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, 2009 is \$10,750,000.

On June 15, 2007 the City issued \$12,325,000 of General Improvement Bonds, Series 2007 maturing each June 15th 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, 2009 is \$11,825,000.

On June 12, 2008 the City issued \$12,645,000 of General Improvement Refunding Bonds, Series 2008 maturing each November 15th; 2008 through 2014 with interest rates ranging from 3.250% to 5.00%. The bonds were issued to currently refund \$10,330,000 of the January 1, 1998 General Improvement Bonds and to advance refund \$2,092,000 of the General Improvement Bonds dated November 15, 1999 maturing on November 15, 2010 through 2014. The balance outstanding at June 30, 2009 is \$11,290,000.

On August 15, 2008 the City issued \$12,455,000 General Improvement Bonds Series 2008 maturing each August 15th; 2009 through 2023 with interest rates ranging from 4.250% to 4.375%. Bonds maturing on or after August 15, 2019 are subject to redemption on or after August 15, 2018. The balance outstanding at June 30, 2009 is \$12,455,000.

CITY OF ELIZABETH

Notes to Financial Statements

June 30, 2009

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, 2009 is \$1,935,000 and \$1,606,083 respectively.

On November 8, 2001, 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 \$3,130,000 and fund loan of \$3,084,896. The interest rate on the trust loan ranges from 4.75% to 5.50%; 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 2021. Principal payments on the fund loan are on a semi-annual basis on August 1 and February 1 from 2002 to 2021. The balances outstanding at June 30, 2009 are \$2,525,000 and \$2,186,246, respectively.

On August 1, 2002, 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 \$1,945,000 and fund loan of \$1,775,000. The interest rate on the trust loan ranges from 4.75% to 5.50%; the fund loan is a non-interest bearing loan. The trust loan matures in annual installments on August 1, of each year from 2003 to 2022. Principal payments on the fund loan are on a semi-annual basis on August 1 and February 1 from 2003 to 2022. The balances outstanding at June 30, 2009 are \$1,705,000 and \$1,435,106 respectively.

On November 29, 2006, 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 \$1,635,000 and fund loan of \$4,684,369. The interest rate on the trust loan ranges from 4.000% to 5.125%; the fund loan is a non-interest bearing loan. The trust loan matures in annual installments on August 1, of each year from 2009 to 2026. Principal payments on the fund loan are on a semi-annual basis on August 1 and February 1 from 2009 to 2026. The balances outstanding at June 30, 2009 are \$1,580,000 and \$4,271,082 respectively.

The City debt is summarized as follows:

	<u>June 30,</u> <u>2008</u>	<u>June 30,</u> <u>2009</u>
Bonds, Notes and Loans Issued:		
General	\$95,221,438	94,379,924
Sewer	<u>25,807,927</u>	<u>23,799,486</u>
	<u>121,029,365</u>	<u>118,179,410</u>
 Bonds and Notes Authorized Not Issued:		
General	25,923,486	19,158,493
Sewer	11,458,829	35,433,829
Water	<u>00</u>	<u>00</u>
	<u>36,382,315</u>	<u>54,592,322</u>
Total Bonds and Notes Issued and Authorized But Not Issued	<u>\$157,411,680</u>	<u>172,771,732</u>

CITY OF ELIZABETH

Notes to Financial Statements

June 30, 2009

Schedule of annual debt service for principal and interest for the next five years and every five year period thereafter for bonded debt issued and outstanding as of June 30, 2009:

Fiscal Year	Ending June 30	General Bonds		Sewer Debt	
		Principal	Interest	Principal	Interest
2010	\$10,541,000	3,440,723	1,804,275	632,641	
2011	6,586,000	3,158,594	1,852,842	581,624	
2012	6,831,000	2,925,994	1,859,345	528,417	
2013	7,111,000	2,618,915	1,871,699	473,505	
2014	7,406,000	2,287,612	1,687,441	421,788	
2015-2019	32,152,000	6,955,355	8,444,576	1,370,161	
2020-2024	11,876,000	2,213,508	5,229,498	312,504	
2025-2029	3,750,000	639,687	1,049,810	23,150	
2030	<u>700,000</u>	<u>30,625</u>	<u>0</u>	<u>0</u>	
Total	<u>\$86,953,000</u>	<u>24,271,013</u>	<u>23,799,486</u>	<u>4,343,791</u>	

	Gross Debt	Deduction	Net Debt
Local School District	\$ 2,800,000	2,800,000	—
General Debt	113,538,417	3,139,831	110,398,586
Sewer Utility Debt	59,233,315	59,233,315	—
Water Utility Debt	—	—	—
	<u>\$175,571,732</u>	<u>65,173,146</u>	<u>110,398,586</u>

Net Debt of \$110,398,586 divided by equalized valuation basis per N.J.S.A. 40A:2-2 as amended of \$8,921,235,860 equals 1.24%.

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

3.5% of Equalized Valuation Basis	\$312,243,255
Net Debt	<u>110,398,586</u>
Remaining (Excess) Borrowing Capacity	<u>\$201,844,669</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, 2009 there are no notes outstanding.

CITY OF ELIZABETH

Notes to Financial Statements

June 30, 2009

(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, 2009 are:

Fiscal Year Ending June 30	<u>Amount</u>
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, 2009 are:

Fiscal Year Ending June 30	<u>Amount</u>
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.

CITY OF ELIZABETH

Notes to Financial Statements

June 30, 2009

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, 2009 are:

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

(6) Fund Balances Appropriated

Fund balances at June 30, 2009 were utilized as revenue in the 2009-2010 Fiscal Year Budget as follows:

<u>Fund Description</u>	<u>Fund Balance June 30, 2009</u>	<u>Amount Utilized</u>
Current Fund	\$19,112,187	17,000,000
Sewer Utility Operating	4,048,660	3,500,000
Water Utility Operating	762,661	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.

CITY OF ELIZABETH

Notes to Financial Statements

June 30, 2009

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 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 19, P.L. 2009, effective March 17, 2009 provides an option for local employers to contribute 50 percent of the normal and accrued liability contribution amounts certified by the PERS and PFRS for payments due in State fiscal year 2009. This law also provides that a local employer may pay 100 percent of the required contribution. Such an employer will be credited with the full payment and any such amounts will be included in their unfunded liability. The actuaries for PERS and PFRS will

CITY OF ELIZABETH

Notes to Financial Statements

June 30, 2009

determine the unfunded liability of those retirement systems, by employer, for the reduced normal and accrued liability contributions provided under this law. This unfunded liability will be paid by the employer in level annual payments over a period of 15 years beginning with the payments due to the State fiscal year ending June 30, 2012 and will be adjusted by the rate of return on the actuarial value of assets.

Chapter 89, P.L. 2008, effective November 1, 2008, increased PERS eligibility age for unreduced benefits from age 60 to age 62 for members hired on or after November 1, 2008; changed the early retirement provision; increased the minimum annual compensation required for membership eligibility for new members on or after the effective date of this law.

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 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.

CITY OF ELIZABETH

Notes to Financial Statements

June 30, 2009

During the year ended June 30, 2009, 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.

City Contributions:

The City's contributions were as follows:

	For the Year Ended June 30,			
	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
CPFPPF	\$398,963	452,280	565,283	671,141
PERS	2,191,474	1,564,750	863,259	481,412
PFRS	12,383,216	11,637,148	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.

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 has a balance of \$79,432 as of June 30, 2009. 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.

CITY OF ELIZABETH

Notes to Financial Statements

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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, 2009 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, 2009 and 2008 deferrals were approximately \$3,009,000 and \$2,910,000 respectively which becomes payable upon the City leaving the State Health Benefits Program.

The City is petitioning the New Jersey Supreme Court for certification on a decision previously appealed to and denied by the Appellate Division of the Superior Court. If certification is denied by the New Jersey Supreme Court the City would be obligated for approximately \$1,200,000 in judgment and fines.

(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.

CITY OF ELIZABETH

Notes to Financial Statements

June 30, 2009

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:

	Balance			Balance
	June 30, 2008	Additions	Dispositions	June 30, 2009
General fixed assets:				
Land and buildings	\$ 42,397,700	—	419,200	41,978,500
Equipment	11,826,461	348,771	316,176	11,859,056
Vehicles	18,099,764	1,039,511	216,421	18,922,854
	<u>\$ 72,323,925</u>	<u>1,388,282</u>	<u>951,797</u>	<u>72,760,410</u>

	Balance			Balance
	June 30, 2007	Additions	Dispositions	June 30, 2008
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>

(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%.

CITY OF ELIZABETH

Notes to Financial Statements

June 30, 2009

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, 2009 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.

(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, 2009 are:

Fiscal Year	Amount
Ending	
<u>June 30</u>	
2010	\$ 4,664
2011	4,664
2012	4,664
2013	4,664
2014	4,664
2015-2017	<u>13,992</u>
Total	37,312
Less interest	<u>2,990</u>
Principal Balance	\$34,322

CITY OF ELIZABETH

Notes to Financial Statements

June 30, 2009

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, 2009 are:

Fiscal Year	
Ending	
June 30	<u>Amount</u>
2010	\$ 27,767
2011	27,767
2012	27,767
2013	27,767
2014	27,767
2015-2019	<u>138,835</u>
Total	277,670
Less interest	<u>27,134</u>
Principal Balance	\$250,536

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, 2009 are:

Fiscal Year	
Ending	
June 30	<u>Amount</u>
2010	\$ 13,537
2011	13,537
2012	13,537
2013	13,537
2014	13,537
2015-2017	<u>40,612</u>
Total	108,297
Less interest	<u>8,678</u>
Principal Balance	\$ 99,619

CITY OF ELIZABETH

Notes to Financial Statements

June 30, 2009

2004 Green Trust Program – Elmora Raquet Club

Interest is 2% with payments through May 7, 2028.

Future minimum loan payments under the lease program as of June 30, 2009 are:

Fiscal Year	
Ending	Amount
June 30	
2010	\$ 24,873
2011	24,873
2012	24,873
2013	24,874
2014	24,873
2015-2019	124,366
2020-2024	124,367
2025	<u>94,493</u>
Total	467,592
Less interest	<u>76,029</u>
Principal Balance	\$ 391,563

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, 2009 are:

Fiscal Year	
Ending	Amount
June 30	
2010	\$ 4,353
2011	4,353
2012	4,353
2013	4,353
2014	4,353
2015-2019	<u>19,587</u>
Total	41,352
Less interest	<u>3,862</u>
Principal Balance	\$37,490

CITY OF ELIZABETH

Notes to Financial Statements

June 30, 2009

2004 Green Trust Program – Kenah Center Field

Interest is 2% with payments through September 24, 2028.

Future minimum loan payments under the lease program as of June 30, 2009 are:

Fiscal Year	<u>Amount</u>
Ending	
June 30	
2010	\$ 17,470
2011	17,470
2012	17,470
2013	17,470
2014	17,470
2015-2019	87,347
2020-2024	87,347
2025-2029	<u>78,613</u>
Total	340,657
Less interest	<u>59,719</u>
Principal Balance	\$ 280,938

(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 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, 2009 are:

<u>Year</u>	<u>Amount</u>
2010	\$ 1,926,889
2011	1,924,188
2012	1,924,315
2013	1,928,125
2014	1,924,318
2015-2019	9,623,404
2020-2022	5,774,896

CITY OF ELIZABETH

Notes to Financial Statements

June 30, 2009

(17) Interfund Balances

The City has interfund balances at June 30, 2009 and 2008 as follows:

		<u>2009</u>		<u>2008</u>	
	<u>FROM</u>		<u>TO</u>	<u>FROM</u>	<u>TO</u>
Current Fund:					
CDBG	\$ —		25,347	—	25,347
General Trust	19,742		—	4,606	—
Federal and State Grant	481,860		—	993,306	—
General Capital	13,231		—	33,328	—
Dog Fund	—		—	—	3,535
Federal and State Grant:					
Current	—		481,860	—	993,306
Dog License Fund:					
Current Fund	—		—	3,535	—
Other Federal Grant:					
UDAG	225,519		—	225,519	—
UDAG:					
Other Federal Grant	—		225,519	—	225,519
CDBG:					
Current	25,347		—	25,347	—
General Trust:					
Current	—		19,742	—	4,606
Capital:					
Current	13,231		—	—	33,328
Water Operating:					
Water Capital	3,809		—	214	—
Water Trust	46		—	35	—
Water Trust:					
Water Operating	—		46	—	35
Water Capital:					
Water Operating	—		3,809	—	214
Sewer Operating:					
Sewer Capital	327		—	1,050	—
Sewer Capital:					
Sewer Operating	—		327	—	1,050

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.

CITY OF ELIZABETH

Notes to Financial Statements

June 30, 2009

(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 State Health Benefits Program (SHBP), a cost-sharing, multiple-employer defined post-employment healthcare plan administered by the State of New Jersey Division of Pensions and Benefits. SHBP was established in 1961 under N.J.S.A. 52:14-17.25 et seq., to provide health benefits to State employees, retirees and their dependents. Rules governing the operation and administration of the program are found in Title 17, Chapter 9 of the New Jersey Administrative Code. SHBP provides medical, prescription drugs, mental health/substance abuse, and Medicare Part B reimbursement to retirees and their covered dependents.

The SHBP was extended to employees, retirees, and dependents of participating local public employers in 1964. Local employers must adopt a resolution to participate in the SHBP. On September 14th, 1976, the City authorized participation in the SHBP's post-retirement benefit program by resolution. Premiums or periodic charges for the benefits provided to all eligible retired employees and their dependents covered under the program, but not including survivors, if such employees retired from a State or locally – administered retirement system effective after the date the employer adopted the State Health Benefits Program on a benefit based on 25 years or more of service credited in such retirement system, excepting the employees who elected deferred retirement, but including the employees who retired on disability pensions based on fewer years of service credited in such retirement system and also to reimburse such retired employees for their premium charges under Part B of the Federal Medicare Program covering the retired employees and their spouses in accordance to the regulations of the State Health Benefits Commission.

The State Health Benefits Commission is the executive body established by statute to be responsible for the operation of the SHBP. The State of New Jersey Division of Pensions and Benefits issues a publicly available financial report that includes financial statements and required supplementary information for the SHBP. That report may be obtained by writing to: State of New Jersey Division of Pensions and Benefits, P.O. Box 295, Trenton, NJ 08625-0295 or by visiting their website at www.state.nj.us/treasury/pensions/gasb-43-sept2088.pdf.

Funding Policy: Participating employers are contractually required to contribute based on the amount of premiums attributable to their retirees. Post-retirement medical benefits under the plan have been funded on a pay-as-you-go basis since 1994. Prior to 1994, medical benefits were funded on an actuarial basis.

Contributions to pay for the health premiums of participating retirees in the SHBP are billed to the City on a monthly basis.

The City contributions to the SHBP for the years ended June 30, 2009, 2008, and 2007 were \$6,838,829, \$7,172,358 and \$7,466,948 respectively, which equaled the required contributions

CITY OF ELIZABETH

Notes to Financial Statements

June 30, 2009

for each year. There were approximately 702, 703 and 699 retired participants eligible at June 30, 2009, 2008, and 2007 respectively.

(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.

(20) Other Loans

1998 New Jersey Department of Transportation Loan

Future payments for this loan as of June 30, 2009 will be \$500,000 per year after the initial payment date is established:

Water Front Park Project Loan

The repayment schedule for this \$821,796 loan has not yet been established.

CITY OF ELIZABETH

Notes to Financial Statements

June 30, 2009

2002 Underground Storage Tank Loan

Future payments for this loan as of June 30, 2009 are:

<u>Fiscal Year Ending</u>	<u>Amount</u>
2010	\$87,720
2011	87,720
2012	87,720
2013	<u>87,720</u>
	\$263,160

2003 Demolition Loan

Future payments for this loan as of June 30, 2009 are:

<u>Fiscal Year Ending</u>	<u>Amount</u>
2010	\$85,800
2011	85,800
2012	<u>85,800</u>
Total	257,400
Less interest	<u>9,900</u>
Principal Balance	\$ 247,500

ADDITIONAL FINANCIAL INFORMATION

CITY OF ELIZABETH

Schedule of Current Cash - Treasurer

Current Fund

Year ended June 30, 2009

Balance, June 30, 2008	\$ <u>42,638,720</u>
Increased by receipts:	
Due from State of New Jersey	373,415
Federal and State grants receivable	12,572,847
Taxes receivable	176,851,228
Tax title liens	26,474
Revenue accounts receivable	70,413,110
Interfunds	33,328
Reserve for special purposes	7,414,455
Miscellaneous payables and deposits	553,457
Miscellaneous	32,473
Nonbudget revenue	<u>3,317,993</u>
	<u>271,588,780</u>
	<u>314,227,500</u>
Decreased by disbursements:	
Budget appropriations	170,655,121
Appropriation reserves	6,597,490
Accounts payable	227,046
County taxes payable	33,120,670
Special district taxes payable	372,000
School taxes	40,970,810
Miscellaneous payables and deposits	561,132
Miscellaneous receivables	673
Interfunds	52,423
Net adjustment to prior year grant receivable and appropriation	90,664
Federal and State grants advance - net	12,733,335
Reserve for special purposes	<u>12,704,158</u>
	<u>278,085,522</u>
Balance, June 30, 2009	\$ <u><u>36,141,978</u></u>

CITY OF ELIZABETH

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

Current Fund

Year ended June 30, 2009

Balance, June 30, 2008	\$ <u>366,093</u>
Increased by:	
Senior Citizens' deductions per tax billings	178,000
Veterans' deductions per tax billings	218,500
Senior Citizens' deductions allowed by Tax Collector	28,250
Veterans' deductions allowed by Tax Collector	<u>2,000</u>
	<u>426,750</u>
	<u>792,843</u>
Decreased by:	
Cash received	373,415
Senior Citizens' deductions disallowed by Tax Collector	<u>58,045</u>
	<u>431,460</u>
Balance, June 30, 2009	\$ <u><u>361,383</u></u>

CITY OF ELIZABETH

Schedule of Taxes Receivable and Analysis of
Property Tax Levy

Current Fund

Year ended June 30, 2009

Year	Balance, June 30, 2008	2009 tax levy	Additional charges	Collections 2009	Veterans and Senior Citizens	Transferred to tax title liens	Remitted, abated or canceled	Balance, June 30, 2009
2004	\$ 457	—	—	—	—	—	—	457
2006	2,829	—	—	—	—	—	—	2,829
2007	10,307	—	—	—	—	—	—	10,307
2008	<u>6,048,386</u>	—	9,990	<u>5,725,564</u>	—	143,184	106,853	<u>82,775</u>
	6,061,979	—	9,990	5,725,564	—	143,184	106,853	96,368
2009	<u>—</u>	<u>180,163,786</u>	—	<u>171,125,664</u>	<u>368,705</u>	<u>140,631</u>	<u>732,256</u>	<u>7,796,530</u>
	<u>\$ 6,061,979</u>	<u>180,163,786</u>	<u>9,990</u>	<u>176,851,228</u>	<u>368,705</u>	<u>283,815</u>	<u>839,109</u>	<u>7,892,898</u>

Analysis of 2009 Property Tax Levy

Tax levy:	
Local school district tax	\$ 40,970,810
County taxes	31,300,311
County tax - added and omitted	329,075
County Open Space Tax	1,491,284
Special Improvement district	372,000
Local tax for municipal purposes	102,388,438
Additional taxes levied (adjustment)	<u>3,311,868</u>
Actual taxes levied	<u>\$ 180,163,786</u>

CITY OF ELIZABETH

Schedule of Tax Title Liens Receivable

Current Fund

Year ended June 30, 2009

Balance, June 30, 2008	\$ <u>636,488</u>
Increased by:	
Transfers from property taxes receivable	283,815
Interest and costs	<u>31,487</u>
	<u>315,302</u>
	<u>951,790</u>
Decreased by:	
Transferred to foreclosed property	102,502
Cancellations	17,606
Collections	<u>26,474</u>
	<u>146,582</u>
Balance, June 30, 2009	\$ <u><u>805,208</u></u>

CITY OF ELIZABETH

Schedule of Property Acquired for Taxes

Current Fund

Year ended June 30, 2009

Balance, June 30, 2008	\$ <u>2,469,200</u>
Increased by:	
Transfer from tax title liens	102,502
Adjustment to assessed valuation	<u>(67,502)</u>
	<u>35,000</u>
Balance, June 30, 2009	\$ <u><u>2,504,200</u></u>

CITY OF ELIZABETH

Schedule of Revenue Accounts Receivable

Current Fund

Year ended June 30, 2009

	Balance, June 30, 2008	Accrued in 2009	Collected	Adjustments	Balance, June 30, 2009
Licenses:					
Alcoholic beverages	\$ —	183,987	183,987	—	—
Other	—	401,369	401,369	—	—
Fees and permits	—	608,183	608,183	—	—
Municipal Court - fines and costs	23,868	4,218,146	4,242,014	—	—
Interest and costs on taxes	—	1,428,493	1,428,493	—	—
Interest on investments and deposits	—	1,461,903	1,461,903	—	—
LEAA rebates - fire	—	208,695	208,695	—	—
Franchise assessments - Jersey Garden Mall	—	4,844,795	4,844,795	—	—
Airport parking tax	—	1,283,297	1,283,297	—	—
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 1	—	800,000	800,000	—	—
Rental of City property	—	550	550	—	—
Dock rental fees	—	91,193	91,193	—	—
Sale of junk vehicles and other property	—	21,128	21,128	—	—
CATV fees	—	241,235	241,235	—	—
Solid waste disposal - host community	—	634,778	634,778	—	—
Emergency medical services - ambulance charges	5,742,547	3,674,110	2,016,474	—	7,400,183
Miscellaneous gasoline sales	—	213,296	213,296	—	—
State of N.J. building code enforcement	—	—	—	—	—
P.I.L.O.T. - Pierce Manor Corp.	—	224,656	224,656	—	—
P.I.L.O.T. - Port Authority NY/ NJ	—	63,242	63,242	—	—
P.I.L.O.T. - Residential	—	1,370,890	1,370,890	—	—
P.I.L.O.T. - R.W.B. Associates	—	190,491	190,491	—	—
P.I.L.O.T. - Newark/North Avenue	—	92,026	92,026	—	—
P.I.L.O.T. - IKEA - Toys R Us	—	148,928	148,928	—	—
P.I.L.O.T. - IKEA Expansion	—	263,271	263,271	—	—
P.I.L.O.T. - Elizabeth Senior Citizens, National Church Residence	—	12,450	12,450	—	—
P.I.L.O.T Immaculate Conception Residence	—	17,671	17,671	—	—
P.I.L.O.T Marina Village Residence	—	27,708	27,708	—	—
P.I.L.O.T 349 First street	—	27,508	27,508	—	—
P.I.L.O.T Winfield Scott Residence	—	31,186	31,186	—	—
State aid without offsetting appropriations:					
Consolidated municipal property relief act	—	18,438,077	18,438,077	—	—
Energy Receipts Tax	—	15,683,123	15,683,123	—	—
Dedicated uniform construction code fees offset with appropriations:					
Uniform construction code fees	—	801,587	801,587	—	—
Anticipated Water Utility Surplus	—	2,000,000	2,000,000	—	—
Anticipated Sewer Utility Surplus	—	3,000,000	3,000,000	—	—
Parking Tax	—	995,806	995,806	—	—
Hotel and Motel Occupancy Tax	—	3,249,405	3,249,405	—	—
Hotel Occupancy Tax	—	1,613,698	1,613,698	—	—
	<u>\$ 5,766,415</u>	<u>70,433,180</u>	<u>70,413,110</u>	<u>—</u>	<u>7,400,183</u>

CITY OF ELIZABETH

Schedule of Interfund Accounts Receivable (Payable)

Current Fund

Year ended June 30, 2009

	<u>General Capital Fund</u>	<u>Community Develop- ment Block Grant</u>	<u>General Trust Fund</u>	<u>Dog Trust Fund</u>	<u>Total</u>
Balance, June 30, 2008, Due from (to) \$	33,328	(25,347)	4,606	(3,535)	9,052
Increased by:					
Transfer from budget	—	—	—	(8,445)	(8,445)
Interest earned not transferred	(12,076)	—	—	—	(12,076)
Cash disbursed	25,307	—	15,136	11,980	52,423
	<u>13,231</u>	<u>—</u>	<u>15,136</u>	<u>3,535</u>	<u>31,902</u>
	<u>46,559</u>	<u>(25,347)</u>	<u>19,742</u>	<u>—</u>	<u>40,954</u>
Decreased by:					
Interfunds returned	33,328	—	—	—	33,328
	<u>33,328</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>33,328</u>
Balance, June 30, 2009, Due from (to) \$	<u><u>13,231</u></u>	<u><u>(25,347)</u></u>	<u><u>19,742</u></u>	<u><u>—</u></u>	<u><u>7,626</u></u>

CITY OF ELIZABETH

Schedule of Appropriation Reserves

Current Fund

Year ended June 30, 2009

Description	Balance June 30, 2008	Balance after transfers	Paid or charged	Balance lapsed
Salaries and wages:				
City Council	\$ 3,585	3,585	—	3,585
Alcoholic Beverage Control	3	3	—	3
City Clerk	2,656	2,656	—	2,656
Elections	7,793	6,493	—	6,493
Mayor's Office	6	6	—	6
Department of Law	9,246	9,554	—	9,554
Business Administrator's Office	16,999	6,999	—	6,999
Division of Budget and Personnel	1,292	1,292	—	1,292
Division of Purchasing	6,284	6,284	—	6,284
Division of Data Processing	9,614	3,114	—	3,114
Division of Employee Benefits	1,296	1,296	—	1,296
Division of EMS Billing and Collection	6,115	6,115	—	6,115
Division of Accounts and Controls	12,024	12,024	—	12,024
Division of Assessments	3,793	3,793	—	3,793
Division of Revenue	4,467	4,467	—	4,467
Department of Neighborhood Services:				
Director's Office	27,625	7,625	—	7,625
Bureau of Construction and Zoning	5,098	5,098	—	5,098
Bureau of Housing	41,081	1,081	—	1,081
Bureau of Central Licensing	19,303	15,303	—	15,303
Bureau of Rent Control	3,316	3,316	—	3,316
Agency of Weights and Measures	381	381	—	381
Department of Policy and Community Development:				
Director's Office	24,617	4,617	—	4,617
Bureau of Public Information and Citizen Participation and Services	1,824	1,824	—	1,824
Bureau of Planning and Zoning	305	305	—	305
Bureau of Economic Development	6	6	—	6
Bureau of Cultural & Heritage Affairs	254	254	—	254
Human Rights Commission	550	550	—	550
Department of Public Works:				
Director's Office	4,392	4,392	—	4,392
Bureau of Public Buildings	475	475	—	475
Bureau of Streets, Parks and Trees	105,503	55,503	—	55,503
Bureau of Yard Maintenance and Equipment	65,541	65,541	—	65,541
Marina	15,972	15,972	—	15,972
Division of Recycling	19,021	19,021	—	19,021

(Continued)

CITY OF ELIZABETH

Schedule of Appropriation Reserves

Current Fund

Year ended June 30, 2009

Description	Balance June 30, 2008	Balance after transfers	Paid or charged	Balance lapsed
Department of Health, Welfare and Housing:				
Director's Office	\$ 201	201	—	201
Division of Health	388,808	88,808	—	88,808
Division of Human Services	823	823	—	823
Office of Social Services:	29,873	29,873	—	29,873
Office of Vital Statistics	18,157	18,157	—	18,157
Office of Youth Services	38,815	38,815	—	38,815
Office on Aging	41,998	41,998	—	41,998
Division Air Pollution	908	908	—	908
Office of Relocation	12,544	12,544	—	12,544
Public Health Nurses Division	57,900	57,900	—	57,900
Public Safety:				
Fire Department	1,132,253	1,432,253	1,432,236	17
Uniform Fire Safety Act	43,931	43,931	43,931	—
Police Department	406,652	95,883	—	95,883
Police Signal System	—	20,198	—	20,198
Police Civilian	—	37,611	—	37,611
Emergency Medical Services	26,825	6,825	—	6,825
Recreation Department	103,706	103,706	—	103,706
Municipal Court	324,615	325,264	—	325,264
Other expenses:				
City Council	2,145	2,235	863	1,372
Alcoholic Beverage Control	2,186	2,381	914	1,467
City Clerk	4,172	5,038	930	4,108
Elections	40,754	43,300	42,096	1,204
Printing and Publications	89,257	92,885	9,361	83,524
Mayor's Office	68	1,197	1,156	41
Department of Law	44,389	166,544	108,137	58,407
Business Administrator's Office	26,160	144,874	122,506	22,368
Public Safety Telecommunications	—	2,961	—	2,961
Division of Budget and Personnel	43	933	881	52
Division of Purchasing	42,017	89,182	46,400	42,782
Division of Data Processing	101,437	305,345	162,706	142,639
Division of Employee Benefits	491	689	193	496
Division of Accounts and Controls	3,292	4,471	3,981	490
Audit Fees	—	9,000	—	9,000
Division of Assessments	10,434	39,475	29,438	10,037
Division of Revenue	161	15,708	10,763	4,945

(Continued)

CITY OF ELIZABETH

Schedule of Appropriation Reserves

Current Fund

Year ended June 30, 2009

Description	Balance June 30, 2008	Balance after transfers	Paid or charged	Balance lapsed
Department of Neighborhood Services:				
Director's Office	\$ 307	427	119	308
Bureau of Construction and Zoning	37,238	39,657	2,419	37,238
Division of Housing	16,489	16,762	299	16,463
Central License Bureau	23,659	26,239	2,756	23,483
Bureau of Rent Control	1,724	1,788	63	1,725
Division of Weights and Measures	519	519	—	519
Department of Planning & Community Development:				
Director's Office	33	5,267	2,761	2,506
Bureau of Public Information and Citizen Participation and Services	16,081	47,498	28,456	19,042
Bureau of Community Development	3	3	—	3
Bureau of Planning and Zoning	42,431	92,759	52,743	40,016
Bureau of Economic Development	173	2,423	1,250	1,173
Bureau of Elizabeth Home Improvement	278	993	572	421
Bureau of Cultural & Heritage Affairs	250	1,913	1,441	472
Human Rights Commission	1,800	1,800	—	1,800
Department of Public Works:				
Director's Office	2,748	2,748	—	2,748
Bureau of Public Buildings	171,480	307,567	246,037	61,530
Bureau of Streets, Parks and Trees	5,087	67,465	65,832	1,633
Bureau of Yard Maintenance and Equipment	11,824	125,674	124,310	1,364
Marina	34,131	141,992	124,886	17,106
Recycling Program	2,697	2,806	109	2,697
Garbage and Trash Removal	785,092	870,026	865,028	4,998
Department of Health and Human Services:				
Director's Office	51,294	68,112	498	67,614
Division of Human Services	6,396	8,372	1,991	6,381
Division of Health	62,794	288,351	125,292	163,059
Office of Social Services:	14,881	15,081	78	15,003
Office of Vital Statistics	2,242	3,593	1,755	1,838
Office of Youth Services	52,692	76,560	44,556	32,004
Office of Relocation	40,440	44,708	11,040	33,668
Office on Aging	19,407	26,717	9,420	17,297
Public Safety:				
Fire Department	15,106	352,542	327,714	24,828
Uniform Fire Safety Act	35,005	43,673	8,679	34,994
Police Department	76,589	680,854	613,059	67,795
Emergency Medical Services	8,871	33,014	21,268	11,746
Recreation Department	71,828	159,039	94,222	64,817
Insurance	68,452	82,842	14,390	68,452

(Continued)

CITY OF ELIZABETH

Schedule of Appropriation Reserves

Current Fund

Year ended June 30, 2009

Description	Balance June 30, 2008	Balance after transfers	Paid or charged	Balance lapsed
Group Insurance	\$ 32,298	32,298	—	32,298
Hospital, Medical, Dental Insurance	2,607,445	2,780,682	1,169,837	1,610,845
Cobra Administration	3,250	4,500	52	4,448
Right to Know Law	15,000	15,000	—	15,000
Annual Dues:				
N.J. State League of Municipalities	7,000	7,000	—	7,000
Utilities:				
Electricity	56,500	243,205	204,320	38,885
Street Lighting	134,956	276,123	266,179	9,944
Natural Gas	181,311	182,137	146,897	35,240
Gasoline	27,976	214,141	184,924	29,217
Fuel Oil	4,020	24,020	17,248	6,772
Telephone	22,300	103,612	100,445	3,167
Postage	33,165	33,165	25,000	8,165
Parking Lot Agreement	—	9,550	1,050	8,500
Health Care Insurance Ex CAP	520,000	520,000	—	520,000
Contingent	100,300	107,800	—	107,800
Contributions to:				
Public Employees' Retirement System	35,250	35,250	—	35,250
Social Security System (O.A.S.I.)	50,395	50,473	—	50,473
Consolidated Police and Firemen's	47,720	47,720	—	47,720
Police and Firemen's Retirement System of N. J.	162,852	162,852	—	162,852
Assessment for CIF/RTK	8,000	8,000	2,595	5,405
N.J. Unemployment Fund	101,205	101,205	36,212	64,993
Municipal Court	8,603	75,848	25,813	50,035
Public Defender	131,800	131,800	14,100	117,700
Matching Funds - City Grants	429,646	429,646	—	429,646
	\$ <u>9,816,485</u>	<u>12,786,672</u>	<u>7,004,207</u>	<u>5,782,465</u>
Encumbrances		2,970,187	406,717	
Cash		—	6,597,490	
Appropriation Reserves		<u>9,816,485</u>	—	
		\$ <u>12,786,672</u>	<u>7,004,207</u>	

CITY OF ELIZABETH

Schedule of Accounts Payable

Current Fund

Year ended June 30, 2009

Balance, June 30, 2008	\$	736,385
Increased by transfers from 2008 appropriations		<u>406,717</u>
		<u>1,143,102</u>
Decreased by:		
Cancelled		488,299
Disbursed		<u>227,046</u>
		<u>715,345</u>
Balance, June 30, 2009	\$	<u><u>427,757</u></u>

CITY OF ELIZABETH

Schedule of Reserve for Special Purposes

Current Fund

Year ended June 30, 2009

	Balance, June 30, 2008	Receipts	Decreased	Balance, June 30, 2009
Purchases of ABC licenses	\$ 439,854	34,000	—	473,854
Tax overpayments	1,626,300	4,376,243	4,941,656	1,060,887
Reserve for fire retroactive pay	2,053,562	—	2,053,562	—
Reserve for NJ DEP debt service	—	—	—	—
Workmen's compensation insurance	748	1,697,957	1,627,006	71,699
General liability insurance	2,949	1,306,255	1,273,670	35,534
Reserve for arbitrage	150,000	—	59,931	90,069
Reserve for snow expenses	1,000,000	—	—	1,000,000
Reserve for tax appeals	—	3,400,000	2,748,333	651,667
Reserve for Eport community health center	72,000	—	—	72,000
	<u>\$ 5,345,413</u>	<u>10,814,455</u>	<u>12,704,158</u>	<u>3,455,710</u>
Cash received	\$ 7,414,455	—	—	
Cash disbursed	—	—	12,704,158	
Transferred	—	3,400,000	—	
		<u>\$ 10,814,455</u>	<u>12,704,158</u>	

CITY OF ELIZABETH

Schedule of County Taxes Payable

Current Fund

Year ended June 30, 2009

Balance, June 30, 2008	\$ <u> —</u>
Increased by levy:	
General County	31,300,311
Open Space Preservation	1,491,284
Added and omitted taxes	<u>329,075</u>
	<u>33,120,670</u>
	33,120,670
Decreased by payments	<u>33,120,670</u>
Balance, June 30, 2009	\$ <u><u> —</u></u>

CITY OF ELIZABETH

Schedule of Special District Taxes Payable

Current Fund

Year ended June 30, 2009

Balance, June 30, 2008	\$	—
Increased by 2009 levy		<u>372,000</u>
		372,000
Decreased by payments		<u>372,000</u>
Balance, June 30, 2009	\$	<u><u>—</u></u>

CITY OF ELIZABETH

Schedule of Local District School Taxes

Current Fund

Year ended June 30, 2009

Balance, June 30, 2008	\$	—
Increased by 2009 levy		<u>40,970,810</u>
		40,970,810
Decreased by payments		<u>40,970,810</u>
Balance, June 30, 2009	\$	<u><u>—</u></u>

CITY OF ELIZABETH

Schedule of Encumbrances Payable

Current Fund

Year ended June 30, 2009

Balance, June 30, 2008	\$	2,970,187
Increased by:		
Transfer from 2009 appropriations		<u>2,801,341</u>
		<u>5,771,528</u>
Decreased by:		
Transfer to appropriation reserves		<u>2,970,187</u>
Balance, June 30, 2009	\$	<u><u>2,801,341</u></u>

CITY OF ELIZABETH

Schedule of Miscellaneous Payables and Deposits

Current Fund

Year ended June 30, 2009

	Balance, June 30, 2008	Increases	Decreases	Balance, June 30, 2009
Deposits:				
Foreclosed property	\$ 49,910	—	—	49,910
Franchise assessments due to county	527,884	542,289	561,132	509,041
Special sales	16,600	—	—	16,600
Prepaid taxes	—	1,424	—	1,424
Unreconciled property taxes	3,906	9,744	—	13,650
	<u>\$ 598,300</u>	<u>553,457</u>	<u>561,132</u>	<u>590,625</u>

CITY OF ELIZABETH

Schedule of Miscellaneous Receivables

Current Fund

Year ended June 30, 2009

	Balance, June 30, 2008	Increases	Decreases	Balance, June 30, 2009
UEZ-EDC-SID	\$ <u>6,298</u>	<u>673</u>	<u>—</u>	<u>6,971</u>
	\$ <u><u>6,298</u></u>	<u><u>673</u></u>	<u><u>—</u></u>	<u><u>6,971</u></u>

CITY OF ELIZABETH

Schedule of Due to Current Fund

Federal and State Grant Fund

Year ended June 30, 2009

Balance, (Due to) June 30, 2008	\$ <u>(993,306)</u>
Increased by:	
2009 budget appropriations for grants	15,073,999
Federal and State grants received	12,566,666
Receivables canceled	366,981
Unappropriated grants received	<u>6,181</u>
	<u>28,013,827</u>
	<u>27,020,521</u>
Decreased by:	
2009 realized grant revenue	14,311,401
Reserves canceled	457,645
Federal and State grants expended	<u>12,733,335</u>
	<u>27,502,381</u>
Balance, (Due to) June 30, 2009	\$ <u><u>(481,860)</u></u>

CITY OF ELIZABETH

Schedule of Appropriated Grant Reserves

Federal and State Grant Fund

Year ended June 30, 2009

	Balance, June 30, 2008	Transfers from Budget Appropriations	Expended	Cancelled	Balance, June 30, 2009
Hazardous Discharge Site Remediation Municipal Grant (CH-159)	\$ 3,524	—	—	—	3,524
Morris Ave. Streetscape	98,755	—	—	—	98,755
UEZ 01-74 East Jersey Streetscape Improvement Design	181,308	—	180,308	—	1,000
NJ EDA Kull Property P13314	4,142	—	3,692	450	—
Field of Dreams	7,894	—	—	—	7,894
Lead Paint Analyzer Grant	11,610	—	—	—	11,610
Centers of Place Program Bike	2,318	—	—	—	2,318
Transportation Enhancement FY03	302,020	—	—	—	302,020
Urban Gateway Enhancement DT	10,576	—	1,363	9,213	—
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	4,733	—	4,733	—	—
Lead based Paint Grant	46,239	—	150	—	46,089
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	243,655	—	—	—	243,655
UEZ 05-97 Portside Homes Infrastructure	839,942	—	232,037	—	607,905
UEZ 05-95 Broad St. Streetscape	1,621,070	—	—	—	1,621,070

(Continued)

CITY OF ELIZABETH

Schedule of Appropriated Grant Reserves

Federal and State Grant Fund

Year ended June 30, 2009

	<u>Balance, June 30, 2008</u>	<u>Transfers from Budget Appropriations</u>	<u>Expended</u>	<u>Cancelled</u>	<u>Balance, June 30, 2009</u>
Future City KH Flower (private funds)	\$ 60,709	—	—	—	60,709
Future City KH Flower local share	11,408	—	3,485	—	7,923
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.	163,314	—	129,444	—	33,870
Statewide Livable Communities Grant - 6th street	3,050	—	—	—	3,050
COPS Technology Grant CKWX 205	31,228	—	31,228	—	—
BH Associates 64	102,138	—	80,638	—	21,500
NPP increase 01-1626-05	21,658	—	—	—	21,658
UEZ 2nd gen East Jersey Street	246,387	—	—	—	246,387
UEZ Wayfinding study increase	4,679	—	—	—	4,679
Clean Communities Grant 2007	28,106	—	25,670	—	2,436
Pedestrian Counter	3,200	—	—	3,200	—
Assistance to Firefighters - Homeland Security	126,165	—	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	43,125	—	—	—	43,125
Pandemic Influenza Grant 2006	1,439	—	1,439	—	—
Pandemic Influenza Grant 2006 - Phase 11	6,942	—	6,912	30	—
Kids Recreation Trust Grant - Union County	350,000	—	—	—	350,000

(Continued)

CITY OF ELIZABETH

Schedule of Appropriated Grant Reserves

Federal and State Grant Fund

Year ended June 30, 2009

	Balance, June 30, 2008	Transfers from Budget Appropriations	Expended	Cancelled	Balance, June 30, 2009
Highway Safety Grant	\$ 5,398	—	5,398	—	—
UEZ 2nd gen Midtown Concert	3,097	—	—	—	3,097
UEZ 07-151 Elizabeth Ave. Streetscape	4,418,636	—	7,323	—	4,411,313
UEZ 07-152 Commercial District Security yr. 12	42,621	—	27,891	14,730	—
UEZ 07-152 Commercial District Security Yr. 12 Local	20,072	—	20,072	—	—
UEZ 07-153 Police Security yr.14	9,566	—	1,850	7,716	—
UEZ 08-07 Administrative Budget	270,547	—	182,366	88,181	—
UEZ 08-07 Administrative Budget-local	4,501	—	870	3,631	—
UEZ 07-160 Grafitti & Litter Removal	259,472	—	27,689	231,783	—
STD FY 2008 08-15STD L-1	10,649	—	10,649	—	—
UEZ 07-160 Grafitti & Litter Removal local	3,535	—	—	3,535	—
Summer Food Program	26,583	—	6,832	19,751	—
B.H. 816-820 E. Jersey St.	62,032	—	62,032	—	—
Greening Union County local	27,500	—	27,500	—	—
Recycling Tonnage Grant	29,232	—	—	—	29,232
Edward Byrne Memorial	19,752	—	19,752	—	—
Bulletproof Vest Partnership	8,562	—	8,562	—	—
UEZ 08-41 Financial Lending	809,463	—	33,848	—	775,615
UEZ 08-42 Façade Improvement	179,751	—	24,557	—	155,194
UEZ 08-52 Elizabeth Port Beautification	4,350	—	4,350	—	—
Lead Based Paint Abatement	30,168	—	—	—	30,168
HOPWA 2008	426,538	—	426,113	425	—
2007 Body Armor Replacement Fund	283	—	—	—	283
Hepatitis B fund	5,000	—	—	—	5,000
UEZ 08-68 Historic Midtown Elizabeth SID year 8	98,650	—	98,650	—	—
Tobacco Age of Sale Enforcement	11,520	—	10,320	—	1,200

(Continued)

CITY OF ELIZABETH

Schedule of Appropriated Grant Reserves

Federal and State Grant Fund

Year ended June 30, 2009

	Balance, June 30, 2008	Transfers from Budget Appropriations	Expended	Cancelled	Balance, June 30, 2009
Municipal Alliance CY 2008	\$ 55,383	—	47,381	—	8,002
UEZ 08-104 Midtown Elizabeth Train Station	455,475	—	—	—	455,475
DEP HDSRF Three Elizabeth BDA Sites	354,136	—	111,827	—	242,309
Pandemic Influenza Funding Phase III	16,408	—	9,161	—	7,247
Public Health Priority Funding	64,441	—	64,441	—	—
UEZ 08-134 2nd Ward Beautification Project	5,205	—	3,914	—	1,291
Neighborhood Preservation Work Program	159,091	—	116,402	—	42,689
Preserve Union County Public Library	50,000	—	—	—	50,000
Preserve Union County Public Library- local	50,000	—	—	—	50,000
Clean Communities FY 2008	78,448	—	37,200	—	41,248
UEZ 08-145 Financial Lending Program	2,835,378	—	839,706	—	1,995,672
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	—	76,360	—	224,199
UEZ 08-149 Festivals and Midtown Concert	83,591	—	66,425	—	17,166
Safe and Secure P-3940	—	149,078	149,078	—	—
Safe and Secure P-3940 (local)	—	37,269	37,269	—	—
STD Fy-2009 09-15-STD-L-2	—	42,605	31,956	—	10,649
Recycling Tonnage Grant 2006	—	71,992	—	—	71,992
UEZ 09-14 Cust serv skills training Phase 1	—	450,000	225,000	—	225,000
Kids Recreation Fund-Local Share	—	100,000	—	—	100,000
HOPWA CY 2009	—	810,000	401,750	—	408,250
UEZ 09-46 Marketing Plan 2009	—	610,009	14,287	—	595,722
UEZ 09-57 Bus. Dist. Holiday Lighting	—	45,476	45,476	—	—
Kids Recreation Trust Fund	—	100,000	—	—	100,000
Kids Recreation Trust Fund	—	70,000	—	—	70,000

(Continued)

CITY OF ELIZABETH

Schedule of Appropriated Grant Reserves

Federal and State Grant Fund

Year ended June 30, 2009

	Balance, June 30, 2008	Transfers from Budget Appropriations	Expended	Cancelled	Balance, June 30, 2009
Kids Recreation Fund-Local Share	\$ —	70,000	—	—	70,000
Greening Union County	—	14,550	14,550	—	—
Greening Union County -Local	—	14,550	14,550	—	—
COPS other tech 2008	—	355,414	44,026	—	311,388
2008 Body Armor Replacement Fund	—	34,690	34,690	—	—
CY-2009 Municipal Alliance	—	82,881	15,011	—	67,870
CY-2009 Municipal Alliance - local	—	20,720	—	—	20,720
Non-Public Schools Nursing	—	191,379	191,379	—	—
UEZ 09-76 Historic Midtown Eliz SID	—	215,300	107,650	—	107,650
Eliz. Midtown Transit Village	—	100,000	—	—	100,000
UEZ 09-101 Way Finding Program	—	100,000	51,078	—	48,922
Public Health Priority Funding	—	40,339	35,221	—	5,118
This Way to Elizabeth Assistance Res. DOT	—	300,000	—	—	300,000
Fairmount Ave. and Relocated Bayway	—	205,000	—	—	205,000
Clean Communities FY 2009	—	132,255	36,185	—	96,070
Relocation Assistance Saxony Motel	—	9,250	5,200	—	4,050
Oakwood Plaza Apartment Projects	—	4,000,000	4,000,000	—	—
Highway Traffic Safety	—	2,000	2,000	—	—
UEZ 09-132 City of Elizabeth Festivals	—	101,591	48,000	—	53,591
UEZ 09-129 Way Finding Signage	—	949,540	—	—	949,540
DOT Broad Street Streetscape	—	560,000	—	—	560,000
Summer Food Program	—	223,762	140,105	—	83,657
UEZ 08-169 Police Security	—	1,061,899	955,100	—	106,799
UEZ 08-169 Police Security local share	—	265,475	238,775	—	26,700
UEZ 08-170 Commercial District Security	—	1,018,336	947,234	—	71,102
UEZ 08-170 Commercial District Security (local)	—	254,584	236,809	—	17,775

(Continued)

CITY OF ELIZABETH

Schedule of Appropriated Grant Reserves

Federal and State Grant Fund

Year ended June 30, 2009

	Balance, June 30, 2008	Transfers from Budget Appropriations	Expended	Cancelled	Balance, June 30, 2009
UEZ 08-171 Eliz Graffiti and Litter Removal	\$ —	547,889	447,453	—	100,436
UEZ 08-170 Eliz ave. SID matching	—	224,150	224,150	—	—
Broad Street Streetscape DOT	—	476,000	—	—	476,000
UEZ 09-07 Administrative	—	1,010,016	755,553	—	254,463
Balanced Housing 816-820 E. Jersey St. Increase	—	6,000	6,000	—	—
	<u>\$ 18,309,647</u>	<u>15,073,999</u>	<u>12,733,335</u>	<u>457,645</u>	<u>20,192,666</u>

CITY OF ELIZABETH

Schedule of Grants Receivable

Federal and State Grant Fund

Year ended June 30, 2009

	Balance, June 30, 2008	Budget	Collected in 2009	Cancelled	Balance, June 30, 2009
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	202,881	—	202,881	—	—
NJ EDA Kull Property P13314	450	—	—	450	—
Field of Dreams	20,000	—	—	—	20,000
Centers of Place Program Bike	100,000	—	100,000	—	—
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	—	80,638	—	21,500
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	38,302	—	—	—	38,302
N.J. Urban Enterprise Zone (UEZ):					
UEZ 05-97 Portside Homes Infrastructure	839,942	—	232,037	—	607,905
UEZ 05-95 Broad St. Streetscape	1,621,070	—	—	—	1,621,070
Future City/ Keighry Head Fl.	67,000	—	—	—	67,000
NJDOT Urban Youth Corps Program	25,000	—	—	25,000	—
PARIS Grant	50,000	—	—	50,000	—
Cops Technology Grant CKWX0205	98,664	—	98,664	—	—
Federal Bullet proof Vest Grant	5,626	—	—	—	5,626

(Continued)

CITY OF ELIZABETH

Schedule of Grants Receivable

Federal and State Grant Fund

Year ended June 30, 2009

	Balance, June 30, 2008	Budget	Collected in 2009	Cancelled	Balance, June 30, 2009
East Jersey St Beautification Increase	\$ 50,000	—	50,000	—	—
NPP Award Increase	50,303	—	502	—	49,801
82 Livingston St. EPA	200,000	—	166,129	—	33,871
H.O.P.W.A. FY2006 - 2007	67,517	—	67,517	—	—
Pedestrian Counter	3,200	—	—	3,200	—
Assistance to Firefighters - Homeland Security	200,000	—	200,000	—	—
Bulletproof vest grant	4,264	—	—	—	4,264
Pandemic Influenza Grant 2006 - Phase 11	30	—	—	30	—
Kids Recreation Trust Grant - Union County	175,000	—	—	—	175,000
N.J. Urban Enterprise Zone (UEZ):			—	—	
UEZ 07-151 Elizabeth nAve. Streetscape	4,419,657	—	8,344	—	4,411,313
UEZ 07-152 Commercial District Securit yr. 12	\$ 209,749	—	195,019	14,730	—
UEZ 07-153 Police Security yr.14	132,381	—	124,665	7,716	—
UEZ 08-07 Administrative Budget SFY 2008	270,277	—	270,025	252	—
UEZ 07-160 Grafitti & Litter Removal	426,724	—	194,941	231,783	—
UEZ 07-161 Elizabeth Ave. SID	107,276	—	107,266	10	—
STD FY 2008 08-15STD L-1	10,649	—	10,649	—	—
Summer Food Program	19,751	—	—	19,751	—
B.H. 816-820 E. Jersey St.	62,032	—	62,032	—	—
Greening Union County Trees	27,500	—	27,500	—	—
Edward Byrne Memorial	13,355	—	13,355	—	—
Federal Bulletproof Vest Partnership	8,562	—	—	—	8,562
UEZ 08-41 Financial Lending	1,124,464	—	98,848	—	1,025,616

(Continued)

CITY OF ELIZABETH

Schedule of Grants Receivable

Federal and State Grant Fund

Year ended June 30, 2009

	Balance, June 30, 2008	Budget	Collected in 2009	Cancelled	Balance, June 30, 2009
UEZ 08-42 Façade Improvement	\$ 207,793	—	52,599	—	155,194
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 08-89 Electronic Marketing Phase II	49,424	—	45,003	4,421	—
HOPWA 2008	808,000	—	807,575	425	—
UEZ 08-68 Historic Midtown Elizabeth SID year 8	177,171	—	74,347	—	102,824
Tobacco Age of Sale Enforcement	11,520	—	10,320	—	1,200
Municipal Alliance CY 2008	59,656	—	59,656	—	—
UEZ 08-104 Midtown Elizabeth Train Station	455,475	—	—	—	455,475
DEP HDSRF Three Elizabeth BDA Sites	371,943	—	338,130	—	33,813
Pandemic Influenza Funding Phase III	16,408	—	16,408	—	—
Public Health Priority Funding	49,831	—	49,831	—	—
UEZ 08-134 2nd Ward Beautification Project	10,105	—	8,814	—	1,291
Neighborhood Preservation Work Program	165,363	—	162,129	—	3,234
Preserve Union County Public Library	50,000	—	—	—	50,000
UEZ 08-145 Financial Lending Program	2,835,378	—	796,218	—	2,039,160
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	—	58,342	—	242,217
UEZ 08-149 Festivals and Midtown Concert	83,591	—	66,574	—	17,017
Safe and Secure Community Program P-3940	—	149,078	149,078	—	—
STD Fy-2009 09-15-STD-L-2	—	42,605	31,956	—	10,649

(Continued)

CITY OF ELIZABETH

Schedule of Grants Receivable

Federal and State Grant Fund

Year ended June 30, 2009

	Balance, June 30, 2008	Budget	Collected in 2009	Cancelled	Balance, June 30, 2009
Recycling Tonnage Grant 2006	\$ —	71,992	71,992	—	—
UEZ 09-14 Cust serv skills training Phase 1	—	450,000	—	—	450,000
Kids Recreation Fund-Local Share	—	100,000	—	—	100,000
HOPWA CY 2009	—	810,000	284,940	—	525,060
UEZ 09-46 Marketing Plan 2009	—	610,009	—	—	610,009
UEZ 09-57 Bus. Dist. Holiday Lighting	—	45,476	—	—	45,476
Kids Recreation Trust Fund	—	70,000	35,000	—	35,000
Greening Union County	—	14,550	—	—	14,550
COPS other tech 2008	—	355,414	—	—	355,414
2008 Body Armor Replacement Fund	—	34,690	34,690	—	—
CY-2009 Municipal Alliance	—	82,881	—	—	82,881
Non-Public Schools Nursing	—	191,379	191,379	—	—
UEZ 09-76 Historic Midtown Eliz SID	—	215,300	—	—	215,300
Eliz. Midtown Transit Village	—	100,000	—	—	100,000
UEZ 09-101 Way Finding Program	—	100,000	—	—	100,000
Public Health Priority Funding	—	40,339	40,339	—	—
This Way to Elizabeth Assistance Res. DOT	—	300,000	—	—	300,000
Fairmount Ave. and Relocated Bayway	—	205,000	—	—	205,000
Clean Communities FY 2009	—	132,255	132,255	—	—
Relocation Assistance Saxony Motel	—	9,250	—	—	9,250
Oakwood Plaza Apartment Projects	—	4,000,000	4,000,000	—	—
Highway Traffic Safety	—	2,000	2,000	—	—
UEZ 09-132 City of Elizabeth Festivals	—	101,591	—	—	101,591

(Continued)

CITY OF ELIZABETH

Schedule of Grants Receivable

Federal and State Grant Fund

Year ended June 30, 2009

	Balance, June 30, 2008	Budget	Collected in 2009	Cancelled	Balance, June 30, 2009
UEZ 09-129 Way Finding Signage	\$ —	949,540	—	—	949,540
DOT Broad Street Streetscape	—	560,000	—	—	560,000
Summer Food Program	—	223,762	150,946	—	72,816
UEZ 08-169 Police Security	—	1,061,899	535,000	—	526,899
UEZ 08-170 Commercial District Security	—	1,018,336	751,475	—	266,861
UEZ 08-171 Eliz Graffiti and Litter Removal	—	547,889	243,488	—	304,401
UEZ 08-170 Eliz ave. SID matching	—	224,150	116,074	—	108,076
Broad Street Streetscape DOT	—	476,000	—	—	476,000
UEZ 09-07 Administrative	—	1,010,016	594,367	—	415,649
Balanced Housing 816-820 E. Jersey St. Increase	—	6,000	6,000	—	—
	\$ 19,302,954	14,311,401	12,566,666	366,981	20,680,708

CITY OF ELIZABETH

Schedule of Unappropriated reserves

Federal and State Grant Fund

Year ended June 30, 2009

	Balance, June 30, 2008	Increases	Balance, June 30, 2009
	<u> </u>	<u> </u>	<u> </u>
Deposits:			
Alcohol Ed and Rehabilitation DWI	\$ —	2,181	2,181
Highway traffic safety	<u> —</u>	<u>4,000</u>	<u>4,000</u>
	<u>\$ —</u>	<u>6,181</u>	<u>6,181</u>
	<u> </u>	<u> </u>	<u> </u>

CITY OF ELIZABETH

Schedule of Cash - Treasurer

Trust Funds

Year ended June 30, 2009

	Dog License Fund	Other Federal Grant Funds	Urban Development Action Grant Fund	Community Development Block Grant Fund	General Trust Funds
Balance, June 30, 2008	\$ 5,274	184,269	1,395,298	255,199	9,289,464
Increased by receipts:					
Dog license fees due to State	3,356	—	—	—	—
Municipal fees	12,307	—	—	—	—
Drawdown on Federal and State grants	—	377,642	—	2,224,363	—
City Match-Home Program	—	329,530	—	—	—
Loan repayments	—	—	88,324	—	—
Program income	—	—	—	14,850	—
Reimbursements	—	—	—	29,237	—
Due to Current Fund	11,980	—	—	—	15,136
Off Duty Police	—	—	—	—	4,195,642
Reserve for Special Purposes	—	—	—	—	33,833,697
Total receipts	<u>27,643</u>	<u>707,172</u>	<u>88,324</u>	<u>2,268,450</u>	<u>38,044,475</u>
Subtotal	<u>32,917</u>	<u>891,441</u>	<u>1,483,622</u>	<u>2,523,649</u>	<u>47,333,939</u>
Decreased by disbursements:					
Dog license expenditures	11,625	—	—	—	—
Due to State of New Jersey	3,128	—	—	—	—
Grant expenditures	—	752,477	—	—	—
UDAG expenditures	—	—	134,515	—	—
Community Development Block Grant expenditures	—	—	—	1,912,063	—
Emergency Shelter Grant expenditures	—	—	—	80,494	—
Program Income	—	—	—	6,750	—
Off Duty Police	—	—	—	—	4,193,646
Reserve for Special Purposes	—	—	—	—	33,018,312
Total disbursements	<u>14,753</u>	<u>752,477</u>	<u>134,515</u>	<u>1,999,307</u>	<u>37,211,958</u>
Balance, June 30, 2009	<u>\$ 18,164</u>	<u>138,964</u>	<u>1,349,107</u>	<u>524,342</u>	<u>10,121,981</u>

CITY OF ELIZABETH

Schedule of UDAG Loans Receivable

Urban Development Action Grant Fund

Year ended June 30, 2009

	<u>Sanolite</u>	<u>Total</u>
Balance, June 30, 2008	\$ 388,584	388,584
Decreased by loan repayments		
Loan repayments	<u>88,324</u>	<u>88,324</u>
Balance, June 30, 2009	<u>\$ 300,260</u>	<u>300,260</u>

CITY OF ELIZABETH

Schedule of Reserve for UDAG Loans Receivable

Urban Development Action Grant Fund

Year ended June 30, 2009

	Balance, June 30, 2008	Increases	Decreases	Balance, June 30, 2009
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	1,074,421	—	62,218	1,012,203
Repayment Loan Reserve Interest	114,958	—	72,297	42,661
Vista Hotel delinquent interest	99,150	—	—	99,150
	<u>\$ 1,556,597</u>	<u>—</u>	<u>134,515</u>	<u>1,422,082</u>

CITY OF ELIZABETH

Schedule of Reserves for Special Purposes

General Trust Funds

Year ended June 30, 2009

Reserve	Balance, June 30, 2008	Increased	Decreased	Balance, June 30, 2009
Tax sale redemptions	\$ 3,008,874	5,379,056	5,080,958	3,306,972
Police and Firemen's Retirement System	712,335	20,664,105	20,724,238	652,202
Public Employees' Retirement System	233,884	4,683,185	4,675,733	241,336
Developers escrow	615,180	483,125	472,701	625,604
Confiscated funds	437,171	27,793	817	464,147
Unemployment Fund	342,422	491,953	377,162	457,213
Port Authority capital projects	3,488	—	3,488	—
Elevator subcode	39,148	76,581	90,446	25,283
Elevator inspection 15% city share	60,541	10,732	20	71,253
Utility opening permit	47,599	4	24	47,579
On-site inspection	8	—	—	8
On-site inspection 15% city share	6,633	—	—	6,633
Police narcotics	160,510	231,778	183,538	208,750
Federal forfeit	786,495	603,596	423,699	966,392
Parking Offense Adjudication Act	41,517	53,811	75,000	20,328
Public Defender	81,229	93,238	110,000	64,467
Reserve for trust fund	7,017	25,995	26,475	6,537
Shade trees - NJ Tree Foundation	437	—	—	437
Midtown redevelopment loans	78,842	234	—	79,076
Waterfront - Kull Industries	228,570	—	53,000	175,570
Escrow Exxon 312-320 Atlantic	10,000	—	—	10,000
Midtown redevelopment loan repayment	3	149,994	149,994	3
Elizabeth River Walkway	44,619	35,872	5,626	74,865
Deposit Boundary Monuments	133,650	—	—	133,650
Deposit Advance Fuel Marina	202,512	66,863	1,304	268,071
State Training Fees	—	81,112	30,491	50,621
Elevators DCA	767	4,136	—	4,903
State gasoline tax	1,268	3,629	4,357	540
Due to State Marriage Licenses	22,911	30,675	31,300	22,286
Due to State Domestic Partnership	75	—	—	75
Fire Penalties	10,750	—	—	10,750
Kapkowski Road Sanitary Sewer	1,011,585	8,440	—	1,020,025
Escrow Veterans Memorial Park	67,000	—	—	67,000
Chase Bank NNP	318	—	—	318
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	324	100	418	6
Donation Housing Fair -Soveriegn	52	—	52	—
Donation housing Fair Commerce	76	—	76	—

(Continued)

CITY OF ELIZABETH

Schedule of Reserves for Special Purposes

General Trust Funds

Year ended June 30, 2009

<u>Reserve</u>	<u>Balance, June 30, 2008</u>	<u>Increased</u>	<u>Decreased</u>	<u>Balance, June 30, 2009</u>
Donation Schering Corporation	\$ —	2,000	—	2,000
Donation Housing Fair PNC	131	—	131	—
Donation Housing Fair - Wells Fargo	—	1,000	—	1,000
Donation IKEA	650	—	496	154
Donation Lions Club	5,111	—	431	4,680
Donation Port Authority Ambulance bureau	—	5,000	—	5,000
Donation Night of Fine Arts	100	—	—	100
Donation Intersystems	120	—	—	120
Donation June teenth cha dept.	1,878	1,650	2,128	1,400
Donation St. Augustine - police	100	—	—	100
Donation Networx Cor Sr Center	100	—	—	100
Donation NJ Tree Foundation	250	—	—	250
Donation African American History(Schering)	61	—	—	61
R.C.A. Fairfield	425,301	265,706	274,587	416,420
R.C.A. Fairfield - administration	—	48,949	3,323	45,626
R.C.A. Summit	184,419	283,385	212,308	255,496
R.C.A. Summit - administration	—	20,000	3,991	16,009
	<u>\$ 9,022,211</u>	<u>33,833,697</u>	<u>33,018,312</u>	<u>9,837,596</u>
Cash	\$	<u>33,833,697</u>	<u>33,018,312</u>	
		<u>\$ 33,833,697</u>	<u>33,018,312</u>	

CITY OF ELIZABETH

Schedule of Due to (from) Current Fund

Community Development Block Grant Fund

Year ended June 30, 2009

Balance, June 30, 2008 and 2009	\$ <u><u>(25,347)</u></u>
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CITY OF ELIZABETH

Schedule of Due to State of New Jersey

Dog License Fund

Year ended June 30, 2009

Balance, June 30, 2008 (Due from)	\$	434
Increased by fees collected		
Fees collected		<u>3,356</u>
		3,790
Decreased by cash disbursements:		
Cash disbursements		<u>3,128</u>
Balance, June 30, 2009	\$	<u><u>662</u></u>

CITY OF ELIZABETH

Schedule of Due from Current Fund

Dog License Fund

Year ended June 30, 2009

Balance, June 30, 2008	\$	3,535
Increased by budget appropriation		<u>8,445</u>
		11,980
Decreased by:		
Collection		<u>11,980</u>
Balance, June 30, 2009	\$	<u><u>—</u></u>

CITY OF ELIZABETH

Schedule of Grants Receivable

Other Federal Grant Funds

Year ended June 30, 2009

Balance, June 30, 2008	\$ 1,572,327
Increased by:	
Increased by Home Improvement Grant - HUD	<u>1,356,283</u>
	2,928,610
Decreased by:	
Cash received - Home Improvement Grant - HUD	<u>377,642</u>
Balance, June 30, 2009	<u><u>\$ 2,550,968</u></u>

CITY OF ELIZABETH

Schedule of Reserve for Grants

Other Federal Grant Funds

Year ended June 30, 2009

Balance, June 30, 2008	\$ <u>1,982,115</u>
Increased by:	
Reimbursements	329,530
Home Improvement Grant - HUD	<u>1,356,283</u>
	<u>1,685,813</u>
	3,667,928
Decreased by:	
Cash disbursed:	
Home Improvement Grant - HUD	<u>752,477</u>
Balance, June 30, 2009	\$ <u><u>2,915,451</u></u>

CITY OF ELIZABETH

Schedule of Federal Grants Receivable

Community Development Block Grant Fund

Year ended June 30, 2009

Balance, June 30, 2008	\$ <u>2,223,876</u>
Increased by:	
Community Development Block Grant	2,021,606
Emergency Shelter Grant	<u>90,261</u>
	<u>2,111,867</u>
	<u>4,335,743</u>
Decreased by:	
Community Development Block Grant	1,717,227
Emergency Shelter Grant	<u>507,136</u>
	<u>2,224,363</u>
Balance, June 30, 2009	\$ <u><u>2,111,380</u></u>

CITY OF ELIZABETH

Schedule of Reserve for Community
Development Block Grant

Community Development Block Grant Fund

Year ended June 30, 2009

Balance, June 30, 2008	\$ <u>2,508,308</u>
Increased by:	
Community Development Block Grant	2,021,606
Emergency Shelter Grant	90,261
Reimbursements	<u>29,237</u>
	<u>2,141,104</u>
	<u>4,649,412</u>
Decreased by expenditures:	
Community Development Block Grant	1,912,063
Emergency Shelter Grant	<u>80,494</u>
	<u>1,992,557</u>
Balance, June 30, 2009	\$ <u><u>2,656,855</u></u>

CITY OF ELIZABETH

Schedule of Due from Urban
Development Action Grant Fund

Other Federal Grant Funds

Year ended June 30, 2009

Balance, June 30, 2008 and 2009

\$ 225,519

CITY OF ELIZABETH

Schedule of Reserve for Police Off Duty

Trust Fund

Year ended June 30, 2009

Balance, June 30, 2008	\$	276,623
Increased by:		
Collections		<u>4,195,642</u>
		4,472,265
Decreased by cash disbursements		<u>4,193,646</u>
Balance, June 30, 2009	\$	<u><u>278,619</u></u>

CITY OF ELIZABETH

Schedule of Reserve for Program Income

Community Development Block Grant Fund

Year ended June 30, 2009

Balance, June 30, 2008	\$	76,786
Increased by cash receipts		<u>14,850</u>
		91,636
Decreased by cash disbursements		<u>6,750</u>
Balance, June 30, 2009	\$	<u><u>84,886</u></u>

CITY OF ELIZABETH

Schedule of Due from Elizabeth Development Corp

Community Development Block Grant Fund

Year ended June 30, 2009

Balance, June 30, 2008	\$ <u>80,672</u>
Balance, June 30, 2009	\$ <u>80,672</u>

CITY OF ELIZABETH

Schedule of Accounts Payable

Urban Development Action Grant Fund

Year ended June 30, 2009

Balance, June 30, 2008 and 2009	\$ <u>1,766</u>
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CITY OF ELIZABETH

Schedule of Due from Trustee

General Trust Fund

Year ended June 30, 2009

Balance, June 30, 2008 and 2009	\$ <u>13,976</u>
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CITY OF ELIZABETH

Schedule of Due to Current Fund

General Trust Fund

Year ended June 30, 2009

Balance, June 30, 2008	\$	4,606
Increased by:		
Collections		<u>15,136</u>
Balance, June 30, 2009	\$	<u><u>19,742</u></u>

CITY OF ELIZABETH

Schedule of Reserve for Dog License Fund

Dog License Fund

Year ended June 30, 2009

Balance, June 30, 2008 (Deficit)	\$ <u>8,375</u>
Increased by:	
Raised by budget	8,445
Municipal fees	<u>12,307</u>
Increased by cash receipts	<u>20,752</u>
	29,127
Decreased by:	
Cash disbursements	<u>11,625</u>
Balance, June 30, 2009	\$ <u><u>17,502</u></u>
Fees collected for fiscal year ended:	
June 30, 2008	\$ 11,279
June 30, 2007	<u>11,848</u>
	\$ <u><u>23,127</u></u>

CITY OF ELIZABETH

Schedule of Cash - Treasurer

General Capital Fund

Year ended June 30, 2009

Balance, June 30, 2008	\$ <u>18,472,434</u>
Increased by receipts:	
Interest collected	12,076
UCIA loans receivable	203,925
Capital Improvement Fund	2,750,000
NJDEP receivables	1,015,438
Sale of bonds	12,455,000
State Aid Reimbursement for Funded Ordinances	<u>15,662</u>
	<u>16,452,101</u>
	<u>34,924,535</u>
Decreased by:	
Improvement authorizations	8,067,988
Interest paid to current	25,307
Transfer to Current Fund	33,328
Notes paid	3,500,000
Bond sale expense	145,098
Paid to Current Fund	<u>30,169</u>
	<u>11,801,890</u>
Balance, June 30, 2009	\$ <u><u>23,122,645</u></u>

CITY OF ELIZABETH

Schedule of Analysis of Capital Cash

General Capital Fund

June 30, 2009

<u>Description</u>	<u>Amount</u>
Fund balance	\$ 2,622,544
Capital Improvement Fund	3,022,171
Reserve for bond sale expense	107,107
Reserve for retirement of debt	3,139,831
Waterfront Park Loan Receivable	(267,196)
Due to Current Fund	(13,231)
Due from Department of Environmental Protection	(267,196)
Due from Union County Improvement Authority	(1,112,289)
Improvement authorizations:	
<u>Account number</u>	
904	75,012
931	(18,097)
935	937,309
945	(33,089)
948	5,831,674
965	(47,000)
966	68,132
967	5,658
968	103,243
972	61,322
973	(121,236)
974	(10,307)
975	233,731
976	(186,007)
979	199,336
977	13,889
978	595,250
980	140,107
981	75,000
983	149,707

(Continued)

CITY OF ELIZABETH

Schedule of Analysis of Capital Cash

General Capital Fund

June 30, 2009

<u>Description</u>	<u>Amount</u>
984	429,473
985	277,943
988	179,833
989	(240,772)
990	259,291
991	(197,674)
992	100,000
993	84,532
994	(280,997)
995	512,534
997	30,480
998	1,344,350
X01	1,360,938
X02	3,253
X03	57,502
X04	39,459
X06	2,295
X08	2,035,484
X09	150,000
X10	40,887
X11	398,000
X12	100,000
X13	521,236
X14	(161,636)
X15	25,480
X16	120,013
X17	564,424
X18	200,000
X19	(375,630)
X20	236,572
	\$ 23,122,645

CITY OF ELIZABETH

Schedule of General Serial Bonds

General Capital Fund

Year ended June 30, 2009

Purpose of issue	Amount of original issue	Date of issue	Maturities of bonds outstanding June 30, 2009		Rate of interest	Balance, June 30, 2008	Increased by bonds issued	Decreased by payments	Balance, June 30, 2009
			Date	Amount					
General Improvement Bonds	\$ 6,092,000	11/15/1999	11/15/2009	\$ 400,000	5.375%	800,000	—	400,000	400,000
General Improvement Bonds (Bonds maturing on or after 2012 are subject to redemption)	5,225,000	11/1/2001	11/1/2009	261,000	4.125%				
			11/1/2010	261,000	4.125%				
			11/1/2011	261,000	4.125%				
			11/1/2012	261,000	4.125%				
			11/1/2013	261,000	4.250%				
			11/1/2014	261,000	4.375%				
			11/1/2015	261,000	4.375%				
			11/1/2016	261,000	4.500%				
			11/1/2017	262,000	4.625%				
			11/1/2018	262,000	4.625%				
			11/1/2019	262,000	4.700%				
			11/1/2020	262,000	4.750%				
			11/1/2021	262,000	4.750%	3,659,000	—	261,000	3,398,000
General Improvement Bonds, 2003 (Bonds maturing on or after 2014 are subject to redemption)	14,250,000	5/15/2003	5/15/2010	200,000	3.500%				
			5/15/2011	1,500,000	3.500%				
			5/15/2012	1,500,000	3.500%				
			5/15/2013	1,500,000	3.750%				
			5/15/2014	1,500,000	3.750%				
			5/15/2015	1,500,000	3.750%				
			5/15/2016	1,600,000	3.750%				
			5/15/2017	1,750,000	3.750%				
			5/15/2018	2,000,000	3.750%	\$ 13,250,000	—	200,000	13,050,000

(Continued)

CITY OF ELIZABETH

Schedule of General Serial Bonds

General Capital Fund

Year ended June 30, 2009

Purpose of issue	Amount of original issue	Date of issue	Maturities of bonds outstanding June 30, 2009		Rate of interest	Balance, June 30, 2008	Increased by bonds issued	Decreased by payments	Balance, June 30, 2009
			Date	Amount					
ERI Refunding Bonds, Series 2004 (Bonds maturing on or after 2015 are subject to redemption)	\$ 2,330,000	12/14/2004	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%	\$ 2,255,000	—	90,000	2,165,000
							(Continued)		
GO refunding bonds, Series 2004	6,245,000	10/1/2004	8/15/2009	2,175,000	3.000%	4,275,000	—	2,100,000	2,175,000
GO refunding bonds, Series 2005	13,315,000	5/19/2005	8/15/2009	4,845,000	5.250%	9,440,000	—	4,595,000	4,845,000
General Improvement Bonds, Series 2005 (Bonds maturing on or after 2016 are subject to redemption)	15,000,000	5/15/2005	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%				
			5/15/2001	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%	14,700,000	—	100,000	14,600,000			
							(Continued)		

CITY OF ELIZABETH

Schedule of General Serial Bonds

General Capital Fund

Year ended June 30, 2009

Purpose of issue	Amount of original issue	Date of issue	Maturities of bonds outstanding June 30, 2009		Rate of interest	Balance, June 30, 2008	Increased by bonds issued	Decreased by payments	Balance, June 30, 2009		
			Date	Amount							
General Improvement Bonds, Series 2006 (Bonds maturing on or after 2017 are subject to redemption)	\$ 11,500,000	5/15/2006	5/15/2010	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%	\$ 11,000,000	—	250,000	10,750,000		
General Improvement Bonds, Series 2007	12,325,000	6/15/2007	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%			12,075,000	—	250,000	11,825,000
								(Continued)			
General Improvement Refunding Bonds, Series 2008	12,645,000	6/12/2008	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	—	1,355,000	11,290,000
											(Continued)

CITY OF ELIZABETH

Schedule of General Serial Bonds

General Capital Fund

Year ended June 30, 2009

Purpose of issue	Amount of original issue	Date of issue	Maturities of bonds outstanding June 30, 2009		Rate of interest	Balance, June 30, 2008	Increased by bonds issued	Decreased by payments	Balance, June 30, 2009
			Date	Amount					
General Improvement Bonds, Series 2008 (Bonds maturing on or after 2019 are subject to redemption)	12,455,000	8/15/2008	8/15/2009	250,000	4.250%				
			8/15/2010	665,000	4.250%				
			8/15/2011	690,000	4.250%				
			8/15/2012	720,000	4.250%				
			8/15/2013	745,000	4.250%				
			8/15/2014	775,000	4.250%				
			8/15/2015	805,000	4.250%				
			8/15/2016	840,000	4.250%				
			8/15/2017	875,000	4.250%				
			8/15/2018	910,000	4.250%				
			8/15/2019	950,000	4.250%				
			8/15/2020	990,000	4.250%				
			8/15/2021	1,035,000	4.375%				
			8/15/2022	1,080,000	4.375%				
			8/15/2023	1,125,000	4.375%				
						<u>\$ 84,099,000</u>	<u>12,455,000</u>	<u>9,601,000</u>	<u>86,953,000</u>
					2009 budget appropriation		—	9,601,000	
							<u>\$ —</u>	<u>9,601,000</u>	

CITY OF ELIZABETH

Schedule of Waterfront Park Loans Receivable

General Capital Fund

Year ended June 30, 2009

Balance, June 30, 2008	\$ <u>481,151</u>
Decreased by:	
Cancelled	107,805
Transferred	<u>106,150</u>
	<u>213,955</u>
Balance, June 30, 2009	<u><u>267,196</u></u>

	<u>Analysis of Balance</u>	
Waterfront park loan	<u>267,196</u>	
	\$ <u><u>267,196</u></u>	

CITY OF ELIZABETH

Schedule of Due to Current Fund

General Capital Fund

Year ended June 30, 2009

Balance, June 30, 2008, Due from /(to)	\$ <u>(33,328)</u>
Increased by:	
Interest earned	<u>12,076</u>
	<u>12,076</u>
	(45,404)
Decreased by:	
Interest transferred	25,307
Interfund returned	<u>33,328</u>
	<u>58,635</u>
Balance, June 30, 2009, Due from/ (to)	\$ <u><u>13,231</u></u>

CITY OF ELIZABETH

Schedule of Deferred Charges to Future
Taxation-Funded

General Capital Fund

Year ended June 30, 2009

Balance, June 30, 2008	\$ <u>91,721,438</u>
Increased by:	
Bonds	12,455,000
Loans	<u>698,238</u>
	<u>13,153,238</u>
	<u>104,874,676</u>
Decreased by:	
2009 budget appropriations to pay bonds and loans:	
Loans payable	330,810
General serial bonds	9,601,000
Loans restructured	<u>562,942</u>
	<u>10,494,752</u>
Balance, June 30, 2009	\$ <u><u>94,379,924</u></u>

CITY OF ELIZABETH

Schedule of Deferred Charges to Future
Taxation-Unfunded

General Capital Fund

Year ended June 30, 2009

Ordinance number	Account number	General improvements	Year of ordinance	Balance, June 30, 2008	2009 authorizations	Miscellaneous	Sale of Bonds	Balance, June 30, 2009	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	—	55,000	—	47,000	47,000	—
3246	970	Acquisition of Property from NJ Transit	2001	22,500	—	22,500	—	—	—	—
3288	972	Improvement of Underground Storage Tank	2001	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	186,007	1,028,993
3461	978	Various Improvements	2003	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	—	—	—	—
3629	986	Early retirement incentive	2004	170,000	—	170,000	—	—	—	—
3633	988	O'Donneel Dempsey Center	2004	1,140,000	—	—	1,140,000	—	—	—
3635	989	Environment Engineering & Regulatory various	2004	2,280,000	—	—	1,000,000	1,280,000	240,772	1,039,228
3654	991	City Hall Improvements	2004	475,000	—	—	—	475,000	197,674	277,326
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	280,997	669,003
3757	998	Library Renovations	2005	2,090,000	—	—	1,500,000	590,000	—	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	—	—	—
3792	X03	Hazardous Material Response Vehicle	2006	300,000	—	—	300,000	—	—	—
3839	X07	Marina improvements - supplemental	2007	3,135,000	—	—	3,135,000	—	—	—
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	—	1,900,000
3916	X13	Recreation Improvements	2008	2,090,000	—	—	1,000,000	1,090,000	—	1,090,000
3925	X14	Acquisition of property, Equipment and Vehicle	2008	1,900,000	—	—	1,000,000	900,000	161,636	738,364
3980	X18	Police headquarters renovation	2009	—	3,800,000	—	—	3,800,000	—	3,800,000
3981	X19	Various recreation facility improvements	2009	—	1,140,000	—	—	1,140,000	375,630	764,370
				\$ 28,433,793	4,940,000	1,760,300	12,455,000	19,158,493	1,672,445	17,486,048
Cancelled						\$ 1,360,300				
727 Green Trust Loan						400,000				
						\$ 1,760,300				
								Unfunded improvement authorizations:	\$ 17,486,048	

CITY OF ELIZABETH

Schedule of Reserve for Bond Sale Expense

General Capital Fund

Year ended June 30, 2009

Balance, June 30, 2008	\$	252,205
Decreased by cash disbursements		<u>145,098</u>
Balance, June 30, 2009	\$	<u><u>107,107</u></u>

CITY OF ELIZABETH

Schedule of Due from
Department of Transportation

General Capital Fund

Year ended June 30, 2009

Balance, June 30, 2008	\$	236,693
Decreased by:		
Collections		<u>100,000</u>
Balance, June 30, 2009	\$	<u><u>136,693</u></u>

Analysis of Balance

Dowd Ave. Section 8 (Ord. 3620)		<u>136,693</u>
	\$	<u><u>136,693</u></u>

CITY OF ELIZABETH

Schedule of Improvement Authorizations

General Capital Fund

Year ended June 30, 2009

Improvement description	Ordinance number	Account number	2009 Authorizations								Balance, June 30, 2009	
			Balance, June 30, 2008		Down Payment	Deferred Charges to Future Taxation Unfunded	Cancellation	Receivables	Expended	Funded	Unfunded	
			Funded	Unfunded								
Waterfront Park		904	\$ 75,012	—	—	—	—	—	—	—	75,012	—
Acquisition of real property public park	2466/2616	935	1,152,869	—	—	—	—	200	215,760	—	937,309	—
Kapkowski Rd. improvements	2651	942	241,802	—	—	—	241,802	—	—	—	—	—
Miscellaneous equipment	2788	947	1,191	—	—	—	1,191	—	—	—	—	—
Midtown acquisition real property	2791	948	3,222,104	—	3,200,000	—	—	—	—	590,430	5,831,674	—
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	—	82,626	—	—	55,000	—	27,626	—	—	—
Public improvements	3138/3358	966	925,092	—	—	—	856,960	—	—	—	68,132	—
Capital leasing	3136	967	5,658	—	—	—	—	—	—	—	5,658	—
Demolition of unsafe building	3218	968	205,738	—	—	—	—	—	102,495	—	103,243	—
Road resurfacing	3269	969	60	—	—	—	60	—	—	—	—	—
801-874 Livingston Street	3216	970	7,500	22,500	—	—	30,000	—	—	—	—	—
New fire headquarters	3275	971	1,180	—	—	—	—	—	1,180	—	—	—
Improvements to city property	3288	972	61,322	22,800	—	—	22,800	—	—	—	61,322	—
Various capital improvements	3313	973	—	153,764	—	—	—	—	—	—	—	153,764
Leasing UCIA Ord. 3299	3299	975	233,731	—	—	—	—	—	—	—	233,731	—
Various improvements and acquisition of equipment	3357	976	—	1,034,993	—	—	—	—	6,000	—	—	1,028,993
Fire headquarters	3463	979	979,773	—	(750,000)	—	30,437	—	—	—	199,336	—
Road resurfacing	3460	977	13,889	—	—	—	—	—	—	—	13,889	—
Various Improvements	3461	978	595,250	1,090,000	—	—	1,090,000	—	—	—	595,250	—
Acquisition of various equipment	3464	980	196,246	—	—	—	—	—	56,139	—	140,107	—
Broad Street Streetscape	3560	981	75,000	1,425,000	—	—	—	—	—	—	75,000	1,425,000
Emergency response facility	3581	983	149,707	—	—	—	—	—	—	—	149,707	—
Elmora Racquet Club	3615	984	31,721	400,000	—	—	—	—	2,248	—	429,473	—
Road resurfacing	3620	985	283,543	—	—	—	—	—	5,600	—	277,943	—
Early retirement incentive	3629	986	—	170,000	—	—	170,000	—	—	—	—	—
O'Donnell Dempsey Center	3633	988	—	180,388	—	—	—	—	555	—	179,833	—
Environment Engineering & Regulatory various properties	3635	989	—	1,362,746	—	—	—	—	323,518	—	—	1,039,228
Marina improvements	3637	990	463,060	—	—	—	—	—	203,769	—	259,291	—
City Hall Improvements	3654	991	—	315,092	—	—	—	—	37,766	—	—	277,326
Broad Street Streetscape	3661	992	100,000	1,900,000	—	—	—	—	—	—	100,000	1,900,000
60-90 Broadway	3662	993	84,532	—	—	—	—	—	—	—	84,532	—
Iron Oxide Property improvements	3667	994	—	721,193	—	—	—	—	52,190	—	—	669,003
Leasing UCIA Ord. 2004	3647	995	678,908	—	—	—	—	—	166,374	—	512,534	—
NY/NJ Port Authority - Sale of Wetlands	3672	996	1,000,000	—	—	—	—	(1,000,000)	—	—	—	—
Police and Fire communications equipment	3697	997	81,096	—	—	—	—	—	50,616	—	30,480	—
Library Renovations	3757	998	—	1,993,800	—	—	—	—	59,450	—	1,344,350	590,000
Mack Building - E/Port	3778	X01	1,370,000	2,110,000	—	—	—	—	9,062	—	1,360,938	2,110,000
Miller- Evans- Logan Recreation Center	3779	X02	—	56,889	—	—	—	—	53,636	—	3,253	—
Hazardous Material Response Vehicle	3792	X03	—	68,395	—	—	—	—	10,893	—	57,502	—

(Continued)

CITY OF ELIZABETH

Schedule of Capital Improvement Fund

General Capital Fund

Year ended June 30, 2009

Balance, June 30, 2008	\$	3,732,171
Increased by:		
Budget appropriation		<u>2,750,000</u>
		6,482,171
Decreased by improvement authorizations funded		<u>3,460,000</u>
Balance, June 30, 2009	\$	<u><u>3,022,171</u></u>

CITY OF ELIZABETH

Schedule of Reserve for
Retirement of Debt

General Capital Fund

Year ended June 30, 2009

Balance, June 30, 2008	\$	2,435,500
Increased by:		
State aid received		<u>734,500</u>
		3,170,000
Decreased by:		
Disbursement to Current Fund		<u>30,169</u>
Balance, June 30, 2009	\$	<u><u>3,139,831</u></u>

CITY OF ELIZABETH

Schedule of Bond Anticipation Notes

General Capital Fund

Year ended June 30, 2009

<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, 2008</u>	<u>Bonds Issued</u>	<u>Balance, June 30, 2009</u>
3757	Library renovations	6/19/2007	8/18/2008	0.000%	\$ 1,500,000	1,500,000	—
3839	Various marina Improvements	6/19/2007	8/18/2008	0.000%	<u>2,000,000</u>	<u>2,000,000</u>	<u>—</u>
					<u>\$ 3,500,000</u>	<u>3,500,000</u>	<u>—</u>

CITY OF ELIZABETH

Schedule of Bonds and Notes Authorized but not Issued

General Capital Fund

Year ended June 30, 2009

Ordinance number	Account number	General improvements	Year of ordinance	Balance, June 30, 2008	2009 authori- zations	Reductions	Balance, June 30, 2009
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	—	55,000	47,000
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	—	1,000,000	1,280,000
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	—

(Continued)

CITY OF ELIZABETH

Schedule of Bonds and Notes Authorized but not Issued

General Capital Fund

Year ended June 30, 2009

<u>Ordinance number</u>	<u>Account number</u>	<u>General improvements</u>	<u>Year of ordinance</u>	<u>Balance, June 30, 2008</u>	<u>2009 authori- zations</u>	<u>Reductions</u>	<u>Balance, June 30, 2009</u>
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	—	1,000,000	1,090,000
3925	X14	Acquisition of property, Equipment and Vehicles	2008	1,900,000	—	1,000,000	900,000
3980	X18	Police headquarters renovation	2009	—	3,800,000	—	3,800,000
3981	X19	Various recreation facility improvements	2009	—	1,140,000	—	1,140,000
				\$ 24,933,793	4,940,000	10,715,300	19,158,493

CITY OF ELIZABETH

Schedule of Due from Union County
Improvement Authority

General Capital Fund

Year ended June 30, 2009

Balance, June 30, 2008	\$	1,316,214
Decreased by reimbursements		<u>203,925</u>
Balance, June 30, 2009	\$	<u><u>1,112,289</u></u>

Analysis of Balance

1997 lease	\$	131,073
1999 lease		44,989
2001 lease		308,559
2004 lease		<u>627,668</u>
	\$	<u><u>1,112,289</u></u>

CITY OF ELIZABETH

Schedule of Loans Payable

General Capital Fund

Year ended June 30, 2009

Loan number	Improvement description	Amount of original issue	Date of original issue	Interest rate	Principal Payments outstanding June 30, 2009		Balance June 30, 2008	Increased by new loan proceeds	Decreased by	Balance June 30, 2009
					Date	Amount				
2004-92-103	Land for public parking	\$ 217,700	4/18/1997	2.00%	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	6,703	110,993	—	11,374	99,619
2004-90-080	Ball field - Westfield Ave.	75,000	5/14/1997	2.00%	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	38,240	—	3,918	34,322
—	NJ Department of Transportation	5,000,000	7/13/1998	various	10 years	500,000	5,000,000	—	—	5,000,000

(Continued)

CITY OF ELIZABETH

Schedule of Loans Payable

General Capital Fund

Year ended June 30, 2009

Loan number	Improvement description	Amount of original issue	Date of original issue	Interest rate	Principal Payments outstanding June 30, 2009		Balance June 30, 2008	Increased by new loan proceeds	Decreased by	Balance June 30, 2009
					Date	Amount				
2004-95-130	Ball field - Westfield Ave.	\$ 337,599	5/1/2005	2.00%	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	272,955	—	22,419	250,536
2004-92-105	Kenah Center Acquisitions	70,000	12/2/1998	2.00%	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				

(Continued)

CITY OF ELIZABETH

Schedule of Loans Payable

General Capital Fund

Year ended June 30, 2009

Loan number	Improvement description	Amount of original issue	Date of original issue	Interest rate	Principal Payments outstanding June 30, 2009		Balance June 30, 2008	Increased by new loan proceeds	Decreased by	Balance June 30, 2009
					Date	Amount				
L03729	Underground Storage Tank Removal	933,000	5/1/1999	0.00%		—	93,300	—	93,300	—
L05229	Underground storage tanks	\$ 877,200	5/1/2002	0.00%	5/1/2010	87,720				
					5/1/2011	87,720				
					5/1/2012	87,720	350,880	—	87,720	263,160
00-2019-02	Demolition Loan Payable	825,000	10/9/2003	4.00%	10/9/2009	82,500				
					10/9/2010	82,500				
					10/9/2011	82,500	330,000	—	82,500	247,500
2004-97-018	Kenah Field	286,085	6/30/2005	0.00%			242,072	—	242,072	—
2004-03-081	Elmora Raquet Club	\$ 400,000	1/6/2005	0.00%			338,462	—	338,462	—
2004-03-081	Elmora Raquet Club	\$ 400,000	8/1/2008	2.00%	11/7/2009	8,521				
					5/7/2010	8,606				
					11/7/2010	8,692				
					5/7/2011	8,779				
					11/7/2011	8,867				
					5/7/2012	8,956				
					11/7/2012	9,045				
					5/7/2013	9,136				
					11/7/2013	9,227				
					5/7/2014	9,319				
					11/7/2014	9,412				
					5/7/2015	9,507				
					11/7/2015	9,602				
					5/7/2016	9,698				
					11/7/2016	9,795				
					5/7/2017	9,896				
					11/7/2017	9,991				
					5/7/2018	10,091				
					11/7/2018	10,192				
					5/7/2019	10,294				
					11/7/2019	10,397				
					5/7/2020	10,501				
					11/7/2020	10,606				
					5/7/2021	10,712				
					11/7/2021	10,819				
					5/7/2022	10,927				

(Continued)

CITY OF ELIZABETH

Schedule of Loans Payable

General Capital Fund

Year ended June 30, 2009

Loan number	Improvement description	Amount of original issue	Date of original issue	Interest rate	Principal Payments outstanding June 30, 2009		Balance June 30, 2008	Increased by new loan proceeds	Decreased by	Balance June 30, 2009
					Date	Amount				
2004-03-081	Elmora Raquet Club	\$ 400,000	8/1/2008	2.00%	11/7/2022	11,037				
					5/7/2023	11,147				
					11/7/2023	11,259				
					5/7/2024	11,371				
					11/7/2024	11,485				
					5/7/2025	11,600				
					11/7/2025	11,716				
					5/7/2026	11,833				
					11/7/2026	11,951				
					5/7/2027	12,071				
					11/7/2027	12,192				
					5/7/2028	12,313				
2004-97-018	Kenah Field Expansion	\$ 280,938	12/22/2008	2.00%	9/24/2009	5,925				
					3/24/2010	5,985				
					9/24/2010	6,045				
					3/24/2011	6,105				
					9/24/2011	6,166				
					3/24/2012	6,228				
					9/24/2012	6,290				
					3/24/2013	6,353				
					9/24/2013	6,416				
					3/24/2014	6,481				
					9/24/2014	6,545				
					3/24/2015	6,611				
					9/24/2015	6,677				
					3/24/2016	6,744				
					9/24/2016	6,811				
					3/24/2017	6,879				
					9/24/2017	6,948				
					3/24/2018	7,018				
					9/24/2018	7,088				
					3/24/2019	7,159				
9/24/2019	7,230									
3/24/2020	7,302									
9/24/2020	7,375									
3/24/2021	7,449									
9/24/2021	7,524									
3/24/2022	7,599									
9/24/2022	7,675									

(Continued)

CITY OF ELIZABETH

Schedule of Loans Payable

General Capital Fund

Year ended June 30, 2009

Loan number	Improvement description	Amount of original issue	Date of original issue	Interest rate	Principal Payments outstanding June 30, 2009		Balance June 30, 2008	Increased by new loan proceeds	Decreased by	Balance June 30, 2009
					Date	Amount				
2004-97-018	Kenah Field Expansion	\$ 280,938	12/22/2008	2.00%	3/24/2023	7,752				
					9/24/2023	7,829				
					3/24/2024	7,907				
					9/24/2024	7,986				
					3/24/2025	8,066				
					9/24/2025	8,147				
					3/24/2026	8,229				
					9/24/2026	8,311				
					3/24/2027	8,394				
					9/24/2027	8,478				
					3/24/2028	8,563				
					9/24/2028	8,648	—	280,938	—	280,938
N/A	Water front Park Project	804,496	N/A	0.00%	N/A	N/A	804,496	17,300	—	821,796
							\$ 7,622,438	698,238	893,752	7,426,924
							Payments	\$ 330,810		
							Loan reduction	562,942		
								\$ 893,752		

CITY OF ELIZABETH

Schedule of Due from Department
of Environmental Protection

General Capital Fund

Year ended June 30, 2009

Balance, June 30, 2008	\$ <u>954,736</u>
Increased by:	
Grants awarded	734,500
Transferred	<u>106,350</u>
	<u>840,850</u>
	<u>1,795,586</u>
Decreased by:	
Collections	1,015,438
Cancellations	<u>512,952</u>
	<u>1,528,390</u>
Balance, June 30, 2009	\$ <u><u>267,196</u></u>

Analysis of Balance

Waterfront Park Grant	\$ <u>267,196</u>
	\$ <u><u>267,196</u></u>

CITY OF ELIZABETH

Schedule of Cash

Water Utility Funds

Year ended June 30, 2009

	<u>Operating Fund</u>	<u>Trust Fund</u>	<u>Capital Fund</u>
Balance, June 30, 2008	\$ 2,936,517	157,507	2,210,205
Increased by receipts:			
Due to Liberty Water	140,290	—	—
Reserve for capital expenditures	—	—	726,120
Interest earned	101,537	—	—
Interfund receipts	9,511	349	12,768
Total receipts	<u>251,338</u>	<u>349</u>	<u>738,888</u>
Subtotal	<u>3,187,855</u>	<u>157,856</u>	<u>2,949,093</u>
Decreased by disbursements:			
Interfund disbursements	13,117	338	9,173
Due to Current Fund	2,000,000	—	—
Payment to Liberty Water for Improvements	239,614	—	—
Total disbursements	<u>2,252,731</u>	<u>338</u>	<u>9,173</u>
Balance, June 30, 2009	\$ <u>935,124</u>	<u>157,518</u>	<u>2,939,920</u>
Cash	\$ 935,124	57,518	2,939,920
Investments	<u>—</u>	<u>100,000</u>	<u>—</u>
	<u>\$ 935,124</u>	<u>157,518</u>	<u>2,939,920</u>

CITY OF ELIZABETH

Schedule of Analysis of Capital Cash

Water Utility Capital Fund

June 30, 2009

<u>Description</u>	<u>Amount</u>
Capital Improvement Fund	\$ 697,239
Reserve for capital expenditures	2,238,872
Due to Water Operating Fund	<u>3,809</u>
	\$ <u><u>2,939,920</u></u>

CITY OF ELIZABETH

Schedule of Reserve for Customer Deposits

Water Utility Trust Fund

Year ended June 30, 2009

Balance, June 30, 2008 and 2009	\$ <u>157,472</u>
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CITY OF ELIZABETH

Reserve for Capital Expenditures

Water Utility Capital Fund

Year ended June 30, 2009

Balance, June 30, 2008	\$	1,512,752
Increased by collections from Liberty Water		<u>726,120</u>
Balance, June 30, 2009	\$	<u><u>2,238,872</u></u>

CITY OF ELIZABETH

Schedule of Interfund Accounts Receivable (Payable)

Water Utility Operating Fund

Year ended June 30, 2009

	<u>Total</u>	<u>Water Capital Fund</u>	<u>Water Trust Fund</u>
Balance, June 30, 2008, Due from (to)	\$ 249	214	35
Increased by:			
Interest earned	13,117	12,768	349
	13,366	12,982	384
Decreased by:			
Cash receipts	9,511	9,173	338
Balance, June 30, 2009, Due from (to)	<u>\$ 3,855</u>	<u>3,809</u>	<u>46</u>

CITY OF ELIZABETH

Schedule of Water Liens Receivable

Water Utility Operating Fund

Year ended June 30, 2009

Balance, June 30, 2008	\$	27,447
Decreased by:		
Cancellation		<u>18,700</u>
Balance, June 30, 2009	\$	<u><u>8,747</u></u>

CITY OF ELIZABETH

Due to Liberty Water

Water Utility Operating Fund

Year ended June 30, 2009

Balance, June 30, 2008	\$	239,614
Increased by collections for Liberty Water		<u>140,290</u>
		379,904
Decreased by expenditures		<u>239,614</u>
Balance, June 30, 2009	\$	<u><u>140,290</u></u>

CITY OF ELIZABETH

Schedule of Reserve for Amortization

Water Utility Capital Fund

Year ended June 30, 2009

Balance, June 30, 2008	\$ <u>16,441,271</u>
Balance, June 30, 2009	\$ <u>16,441,271</u>

CITY OF ELIZABETH

Schedule of Fixed Capital

Water Utility Capital Fund

Year ended June 30, 2009

<u>Description</u>	<u>Balance, June 30, 2008</u>	<u>Additions</u>	<u>Balance, June 30, 2009</u>
Capital acquisitions	\$ 1,092,716	—	1,092,716
Land	14,013	—	14,013
General structures	350,250	—	350,250
Distributions mains and accessories	9,023,984	—	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	2,172,691	—	2,172,691
Miscellaneous service not distributed	445,555	—	445,555
Engineering and supervision	79,059	—	79,059
Computer equipment	6,949	—	6,949
Maintenance of City roads	235,384	—	235,384
	<u>\$ 16,441,271</u>	<u>—</u>	<u>16,441,271</u>

CITY OF ELIZABETH

Schedule of Accounts Payable

Water Utility Operating Fund

Year Ended June 30, 2009

Balance, June 30, 2008	\$ <u>36,028</u>
Balance, June 30, 2009	\$ <u>36,028</u>

CITY OF ELIZABETH

Schedule of Cash - Treasurer

Sewer Utility Funds

Year ended June 30, 2009

	<u>Operating Fund</u>	<u>Capital Fund</u>
Balance, June 30, 2008	\$ 11,831,127	2,699,514
Increased by receipts:		
Consumers' accounts receivable	14,625,593	—
Miscellaneous revenues	896,019	—
Wastewater Treatment Trust Fund	—	262,787
Interfund receipts	12,768	—
Total receipts	<u>15,534,380</u>	<u>262,787</u>
Subtotal	<u>27,365,507</u>	<u>2,962,301</u>
Decreased by disbursements:		
Budget appropriations	20,223,358	—
Appropriation reserves	240,020	—
Accounts payable	79,815	—
Interest on bonds and notes	691,467	—
Interfund disbursements	—	723
Improvement authorizations	—	453,614
Total disbursements	<u>21,234,660</u>	<u>454,337</u>
Balance, June 30, 2009	\$ <u><u>6,130,847</u></u>	<u><u>2,507,964</u></u>

CITY OF ELIZABETH

Schedule of Analysis of Sewer Utility Capital Cash

Sewer Utility Capital Fund

Year ended June 30, 2009

	Balance June 30, 2008	Receipts		Disbursements		Transfer		Balance June 30, 2009
		Miscellaneous	Improvement authorizations	Miscellaneous	From	To		
Due from NJ Wastewater Treatment Trust	\$ (508,053)	—	—	—	—	—	—	(508,053)
Stormwater grant receivable	(5,155)	—	—	—	—	—	—	(5,155)
Bond sale expense payable	729	—	—	—	—	—	—	729
Reserve for renewal and replacement	364,000	—	—	—	—	—	—	364,000
Capital Improvement Fund	1,013,338	—	—	—	225,000	—	—	788,338
EITF receivable	(654,489)	—	—	—	—	131,289	—	(523,200)
Due to Sewer Operating Fund	1,050	—	—	723	—	—	—	327
Appropriated reserve for grants	20,619	—	—	—	—	—	—	20,619
Fund Balance	958,576	—	—	—	—	—	—	958,576
Improvement authorizations:								
Ordinance number								
1848	(332,000)	—	—	—	—	—	—	(332,000)
2340	(105,686)	—	—	—	—	—	—	(105,686)
2481	(101,766)	—	—	—	—	—	—	(101,766)
2834	(219,876)	—	—	—	—	—	—	(219,876)
2909	733,133	—	77,050	—	—	—	—	656,083
3245	2,177,217	—	—	—	131,289	—	—	2,045,928
3119	38,925	—	—	—	—	—	—	38,925
3634	(1,243,276)	262,787	5,256	—	—	—	—	(985,745)
3636	1,056,122	—	88,099	—	—	—	—	968,023
3652	(59,964)	—	—	—	—	—	—	(59,964)
3653	(475,000)	—	—	—	—	—	—	(475,000)
3720	488,545	—	5,000	—	—	—	—	483,545
3748	(262,593)	—	—	—	—	—	—	(262,593)
3795	(364,854)	—	—	—	—	—	—	(364,854)
3878	179,972	—	263,382	—	—	—	—	(83,410)
3982	—	—	—	—	—	175,000	—	175,000
3992	—	—	14,827	—	—	50,000	—	35,173
	<u>\$ 2,699,514</u>	<u>262,787</u>	<u>453,614</u>	<u>723</u>	<u>356,289</u>	<u>356,289</u>		<u>2,507,964</u>

CITY OF ELIZABETH

Schedule of Consumers' Accounts Receivable

Sewer Utility Operating Fund

Year ended June 30, 2009

Balance, June 30, 2008	\$	410,238
Increased by:		
Rents levied		<u>14,520,570</u>
		14,930,808
Decreased by:		
Collections		<u>14,625,593</u>
Balance, June 30, 2009	\$	<u><u>305,215</u></u>

CITY OF ELIZABETH

Schedule of Interfund Accounts Receivable (Payable)

Sewer Utility Operating Fund

Year ended June 30, 2009

	<u>Total</u>	<u>Sewer Capital Fund</u>	<u>Current Fund</u>
Balance, June 30, 2008, Due from (to)	\$ 1,050	1,050	—
Decreased by collection	<u>723</u>	<u>723</u>	<u>—</u>
Balance, June 30, 2009, Due from (to)	<u>\$ 327</u>	<u>327</u>	<u>—</u>

Exhibit E-9

CITY OF ELIZABETH

Schedule of Fixed Capital

Sewer Utility Capital Fund

Year ended June 30, 2009

	Balance, June 30, 2008	Balance, June 30, 2009
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, 2009

Ordinance number	Improvement description	Ordinance authorization	Balance, June 30, 2008	2008 improvement authorizations	Balance June 30, 2009
	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
3982	Verona Ave. - Gebhardt Storm Sewer - Supplemental	3,500,000	—	3,500,000	3,500,000
3992	Summer St. Storm Sewer Improvements	1,000,000	—	1,000,000	1,000,000
3993	Joint Meeting Capital Projects	4,500,000	—	4,500,000	4,500,000
4035	Midtown sewer improvements	14,000,000	—	14,000,000	14,000,000
4036	Verona Ave. - Gebhardt Storm Sewer	1,000,000	—	1,000,000	1,000,000
4037	Summer St. Storm Sewer Improvements	200,000	—	200,000	200,000
			<u>\$ 48,653,582</u>	<u>24,200,000</u>	<u>72,853,582</u>

CITY OF ELIZABETH

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

Sewer Utility Capital Fund

Year ended June 30, 2009

Balance, June 30, 2008 and 2009	\$ <u>364,000</u>
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CITY OF ELIZABETH

Schedule of 2008 Appropriation Reserves

Sewer Utility Operating Fund

Year ended June 30, 2009

	<u>Balance, June 30, 2008</u>	<u>Encumbrance payable cancelled</u>	<u>Balance after modification</u>	<u>Paid</u>	<u>Balance lapsed</u>
Operating:					
Management fee	884,621	245,139	1,129,760	365,561	764,199
Joint meeting	44,128	—	44,128	1,994	42,134
Capital improvements:					
Capital outlay	<u>177,731</u>	<u>148,300</u>	<u>326,031</u>	<u>136,255</u>	<u>189,776</u>
	<u>\$ 1,106,480</u>	<u>393,439</u>	<u>1,499,919</u>	<u>503,810</u>	<u>996,109</u>
			Cash	\$ 240,020	
			Accounts payable	<u>263,790</u>	
				<u>\$ 503,810</u>	

CITY OF ELIZABETH

Schedule of Accounts Payable

Sewer Utility Operating Fund

Year ended June 30, 2009

Balance, June 30, 2008	\$	759,104
Increased by:		
2008 budget appropriation		<u>263,790</u>
		1,022,894
Decreased by:		
Disbursements		<u>79,815</u>
Balance, June 30, 2009	\$	<u><u>943,079</u></u>

CITY OF ELIZABETH

Schedule of Due from Liberty Water

Sewer Utility Operating Fund

Year ended June 30, 2009

Balance, June 30, 2008	\$	12,045
Decreased by collections		<u>12,045</u>
Balance, June 30, 2009	\$	<u><u>—</u></u>

CITY OF ELIZABETH

Schedule of Accrued Interest on Bonds and Notes

Sewer Utility Operating Fund

Year ended June 30, 2009

Balance, June 30, 2008	\$	254,260
Increased by 2009 budget appropriation		<u>673,602</u>
		927,862
Decreased by cash disbursements		<u>691,467</u>
Balance, June 30, 2009	\$	<u><u>236,395</u></u>

CITY OF ELIZABETH

Schedule of Due from Trustee
Environmental Infrastructure Trust and Fund Loans

Sewer Utility Capital Fund

Year ended June 30, 2009

<u>Loan Description</u>	<u>Balance June 30, 2008</u>	<u>Decrease</u>	<u>Balance June 30, 2009</u>
NJEIT trust loan - 2002	\$ 86,185	86,185	—
NJEIT trust loan - 2002	45,104	45,104	—
NJEIT fund loan - Ord. 3636 -06ST 06Sf	34,655	—	34,655
NJEIT fund loan - Ord. 3720 -06STJ 06SFJ	<u>488,545</u>	<u>—</u>	<u>488,545</u>
	<u>\$ 654,489</u>	<u>131,289</u>	<u>523,200</u>

CITY OF ELIZABETH

Schedule of Serial Bonds

Sewer Utility Capital Fund

Year ended June 30, 2009

Purpose of issue	Date of issue	Original issue	Maturities of bonds outstanding June 30, 2009		Interest rate	Balance, June 30, 2008	Paid by	Balance, June 30, 2009
			Date	Amount				
Sewer improvements	7/15/1998	\$ 2,924,000	7/15/2009-13	\$ 145,000	5.000	\$ 1,620,000	145,000	1,475,000
			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	11/1/2009-11	202,000	4.125	2,818,000	202,000	2,616,000
			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	11/15/2009	250,000	4.000	1,210,000	255,000	955,000
			11/15/2010	240,000	4.125			
			11/15/2011	235,000	4.250			
			11/15/2012	230,000	4.500			
						\$ 5,648,000	602,000	5,046,000

CITY OF ELIZABETH

Schedule of Local Unit Bonds

Sewer Utility Capital Fund

Year ended June 30, 2009

Purpose of issue	Bond number	Original issue	Maturities of bonds outstanding June 30, 2009		Interest rate	Balance, June 30, 2008	Paid by budget appropriations	Balance, June 30, 2009
			Date	Amount				
Wastewater Treatment Bonds - Wastewater Treatment Trust Loan	89L	\$ 1,475,000		—	7.00	130,000	130,000	—
Wastewater Treatment Bonds - Wastewater Treatment Fund Trust Loan	88L	1,440,430		—	Non-interest bearing	75,813	75,813	—
Wastewater Treatment Bonds - Wastewater Treatment Fund Trust Loan (Ord. 2909)	97L	1,600,000	9/1/2009	68,330	Non-interest bearing			
			3/1/2010	12,336				
			9/1/2010	69,943				
			3/1/2011	10,824				
			9/1/2011	71,463				
			3/1/2012	9,232				
			9/1/2012	72,903				
			3/1/2013	7,561				
			9/1/2013	74,264				
			3/1/2014	5,810				
			9/1/2014	75,545				
			3/1/2015	3,979				
			9/1/2015	76,746				
			3/1/2016	2,069				
			9/1/2016	83,965		725,337	80,368	644,969

(Continued)

CITY OF ELIZABETH

Schedule of Local Unit Bonds

Sewer Utility Capital Fund

Year ended June 30, 2009

Purpose of issue	Bond number	Original issue	Maturities of bonds outstanding June 30, 2009		Interest rate	Balance, June 30, 2008	Paid by budget appropriations	Balance, June 30, 2009
			Date	Amount				
Wastewater Treatment Bonds - Wastewater Treatment Trust Loan (Ord. 2909)	97T	\$ 1,610,000	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						
						\$ 950,000	85,000	865,000
						\$ 1,881,150	371,181	1,509,969

CITY OF ELIZABETH

Schedule of Improvement Authorizations

Sewer Utility Capital Fund

Year ended June 30, 2009

Improvement description	Ordinance			Balance, June 30, 2008		2009 Authorizations		Paid or charged	Cancelled	Balance, June 30, 2009	
	Number	Date	Amount	Funded	Unfunded	Capital improvement funded	Bonds and notes authorized not issued			Funded	Unfunded
Reconstruction of sanitary/storm sewer - infiltration and inflow reduction	2909	8/28/1996	\$ 3,210,000	733,133	—	—	—	77,050	—	656,083	—
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	—	—	—	131,289	2,045,928	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	—	86,724	—	—	5,256	—	—	81,468
Various Storm and Sewer Improvements	3636	8/24/2004	5,500,000	1,056,122	2,308,966	—	—	88,099	—	968,023	2,308,966
Storm sewer Improvements	3652	9/28/2004	400,000	—	320,036	—	—	—	—	—	320,036
Construction Harding Road Storm sewer	3653	9/28/2004	500,000	—	—	—	—	—	—	—	—
Joint Meeting Capital Construction	3720	5/24/2005	3,600,000	488,545	196,665	—	—	5,000	—	483,545	196,665
Harding Rd. Supplement Ord. 3653	3748	8/23/2005	300,000	—	22,407	—	—	—	—	—	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	179,972	3,800,000	—	—	263,382	—	—	3,716,590
Verona Ave. - Gebhardt Storm Sewer - Supple	3982	8/26/2008	3,500,000	—	—	175,000	3,325,000	—	—	175,000	3,325,000
Summer St. Storm Sewer Improvements	3992	10/28/2008	1,000,000	—	—	50,000	950,000	14,827	—	35,173	950,000
Joint Meeting Capital Projects	3993	10/28/2008	4,500,000	—	—	—	4,500,000	—	—	—	4,500,000
Midtown sewer improvements	4035	4/14/2009	14,000,000	—	—	—	14,000,000	—	—	—	14,000,000
Verona Ave. - Gebhardt Storm Sewer	4036	4/14/2009	1,000,000	—	—	—	1,000,000	—	—	—	1,000,000
Summer St. Storm Sewer Improvements	4037	4/14/2009	200,000	—	—	—	200,000	—	—	—	200,000
				\$ 4,673,914	8,293,814	225,000	23,975,000	453,614	131,289	4,402,677	32,180,148

CITY OF ELIZABETH

Schedule of Reserve for Amortization

Sewer Utility Capital Fund

Year ended June 30, 2009

Balance, June 30, 2008	\$ <u>49,306,537</u>
Increased by:	
Local Unit bonds paid by operating budget	371,181
Environmental infrastructure Loans payable	1,035,260
Serial bonds paid by operating budget	<u>602,000</u>
	<u>2,008,441</u>
Balance, June 30, 2009	\$ <u><u>51,314,978</u></u>

CITY OF ELIZABETH

Schedule of Reserve for Deferred Amortization

Sewer Utility Capital Fund

Year ended June 30, 2009

Balance, June 30, 2008	\$ <u>8,308,979</u>
Increased by:	
Grant funding Waste Water CW06-037	262,787
	<u>225,000</u>
	<u>487,787</u>
Balance, June 30, 2009	\$ <u><u>8,796,766</u></u>

CITY OF ELIZABETH

Schedule of Bonds and Notes Authorized but not Issued

Sewer Utility Capital Fund

Year ended June 30, 2009

Ordinance number	Improvement description	Balance, June 30, 2008	2009 improvement authori- zations	Balance, June 30, 2009
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
3982	Verona Ave. - Gebhardt Storm Sewer - Supplemental	—	3,325,000	3,325,000
3992	Summer St. Storm Sewer Improvements	—	950,000	950,000
3993	Joint Meeting Capital Projects	—	4,500,000	4,500,000
4035	Midtown sewer improvements	—	14,000,000	14,000,000
4036	Verona Ave. - Gebhardt Storm Sewer	—	1,000,000	1,000,000
4037	Summer St. Storm Sewer Improvements	—	200,000	200,000
		<u>\$ 11,458,829</u>	<u>23,975,000</u>	<u>35,433,829</u>

CITY OF ELIZABETH

Schedule of Environmental Infrastructure Loans Payable

Sewer Utility Capital Fund

Year ended June 30, 2009

Purpose of issue	Date of issue	Original issue	Maturities of bonds outstanding June 30, 2009		Interest rate	Balance, June 30, 2008	Increased by Bonds Issued	Paid by budget appropriations	Balance, June 30, 2009
			Date	Amount					
NJ Environmental Trust Loan (Ord. 3245)	10/1/2000	\$ 2,635,000	8/1/2009	\$ 120,000	5.00	\$ 2,050,000	—	115,000	1,935,000
			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	8/1/2009	133,748	Non-interest bearing	1,740,372	—	134,289	1,606,083 (Continued)
			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								

CITY OF ELIZABETH

Schedule of Environmental Infrastructure Loans Payable

Sewer Utility Capital Fund

Year ended June 30, 2009

Purpose of issue	Date of issue	Original issue	Maturities of bonds outstanding June 30, 2009		Interest rate	Balance, June 30, 2008	Increased by Bonds Issued	Paid by budget appropriations	Balance, June 30, 2009
			Date	Amount					
NJ Environmental Fund Loan 2001A - 11/8/2001 (Ord. 3245)	Semi-annual \$ payments on 8/1and 2/1	3,130,000	8/1/2009	\$ 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	\$ 2,660,000	—	135,000	2,525,000
NJ Environmental Fund Loan 2002A - 03ST (Ord. 3428)	8/1/2002 \$	1,945,000	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	1,790,000	—	85,000	1,705,000			

(Continued)

CITY OF ELIZABETH

Schedule of Environmental Infrastructure Loans Payable

Sewer Utility Capital Fund

Year ended June 30, 2009

<u>Purpose of issue</u>	<u>Date of issue</u>	<u>Original issue</u>	<u>Maturities of bonds outstanding June 30, 2009</u>		<u>Interest rate</u>	<u>Balance, June 30, 2008</u>	<u>Increased by Bonds Issued</u>	<u>Paid by budget appropriations</u>	<u>Balance, June 30, 2009</u>
			<u>Date</u>	<u>Amount</u>					
NJ Environmental Fund Loan 2002A (Ord. 3428)	Semi-annual \$ payments on 8/1and 2/1	1,775,000	2010	\$ 101,945	Non-interest bearing	1,539,626	—	104,520	1,435,106
			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								

(Continued)

CITY OF ELIZABETH

Schedule of Environmental Infrastructure Loans Payable

Sewer Utility Capital Fund

Year ended June 30, 2009

Purpose of issue	Date of issue	Original issue	Maturities of bonds outstanding June 30, 2009		Interest rate	Balance, June 30, 2008	Increased by Bonds Issued	Paid by budget appropriations	Balance, June 30, 2009	
			Date	Amount						
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						Non-interest bearing
			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						
			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		2,356,525	—	170,279	2,186,246				

(Continued)

CITY OF ELIZABETH

Schedule of Environmental Infrastructure Loans Payable

Sewer Utility Capital Fund

Year ended June 30, 2009

Purpose of issue	Date of issue	Original issue	Maturities of bonds outstanding June 30, 2009		Interest rate	Balance, June 30, 2008	Increased by Bonds Issued	Paid by budget appropriations	Balance, June 30, 2009
			Date	Amount					
NJ Environmental Fund Loan 2006A (Ord. 3636)	11/29/2006 Semi-annual interest payments on 8/1 and 2/1	\$ 755,000	8/1/2009	\$ 25,000	4.000	755,000	—	25,000	730,000
			8/1/2010	30,000	4.000				
			8/1/2011	30,000	5.000				
			8/1/2012	30,000	5.000				
			8/1/2013	35,000	5.000				
			8/1/2014	35,000	5.000				
			8/1/2015	35,000	5.000				
			8/1/2016	40,000	5.000				
			8/1/2017	40,000	4.000				
			8/1/2018	40,000	4.000				
			8/1/2019	40,000	4.000				
			8/1/2020	45,000	4.000				
			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	5.000				
8/1/2025	55,000	4.250							
8/1/2026	55,000	4.250							
NJ Environmental Fund Loan 2006A (Ord. 3636)	11/29/2006	\$ 2,161,034	8/1/2009	77,100	Non-interest bearing				
			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, 2009

Purpose of issue	Date of issue	Original issue	Maturities of bonds outstanding June 30, 2009		Interest rate	Balance, June 30, 2008	Increased by Bonds Issued	Paid by budget appropriations	Balance, June 30, 2009
			Date	Amount					
NJ Environmental Fund Loan 2006A (Ord. 3636)	11/29/2006	\$ 2,161,034	2/1/2014	\$ 23,728	Non-interest bearing				
			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	2,079,276	—	108,279	1,970,997				

(Continued)

CITY OF ELIZABETH

Schedule of Environmental Infrastructure Loans Payable

Sewer Utility Capital Fund

Year ended June 30, 2009

Purpose of issue	Date of issue	Original issue	Maturities of bonds outstanding June 30, 2009		Interest rate	Balance, June 30, 2008	Increased by Bonds Issued	Paid by budget appropriations	Balance, June 30, 2009
			Date	Amount					
NJ Environmental Fund Loan 2006A (Ord. 3720)	11/29/2006 Semi-annual interest payments on 8/1 and 2/1	\$ 880,000	8/1/2009	\$ 30,000	4.000	880,000	—	30,000	850,000
			8/1/2010	35,000	4.000				
			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							
NJ Environmental Fund Loan 2006A (Ord. 3720)	11/29/2006	\$ 2,523,335	8/1/2009	91,528	Non-interest bearing				
			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								

(Continued)

CITY OF ELIZABETH

Schedule of Environmental Infrastructure Loans Payable

Sewer Utility Capital Fund

Year ended June 30, 2009

<u>Purpose of issue</u>	<u>Date of issue</u>	<u>Original issue</u>	<u>Maturities of bonds outstanding June 30, 2009</u>		<u>Interest rate</u>	<u>Balance, June 30, 2008</u>	<u>Increased by Bonds Issued</u>	<u>Paid by budget appropriations</u>	<u>Balance, June 30, 2009</u>
			<u>Date</u>	<u>Amount</u>					
NJ Environmental Fund Loan 2006A (Ord. 3720)	11/29/2006	\$ 2,523,335	2/1/2015	\$ 25,764	Non-interest bearing				
			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								
						\$ 2,427,978	—	127,893	2,300,085
						<u>\$ 18,278,777</u>	<u>—</u>	<u>1,035,260</u>	<u>17,243,517</u>

CITY OF ELIZABETH

Schedule of Sewer Liens Receivable

Sewer Utility Operating Fund

Year ended June 30, 2009

Balance, June 30, 2008	\$	29,358
Decreased by cancellations		<u>22,429</u>
Balance, June 30, 2009	\$	<u><u>6,929</u></u>

CITY OF ELIZABETH

Schedule of Capital Improvement Fund

Sewer Utility Capital Fund

Year ended June 30, 2009

Balance, June 30, 2008	\$	1,013,338
Decreased by improvement authorizations		<u>225,000</u>
Balance, June 30, 2009	\$	<u><u>788,338</u></u>

CITY OF ELIZABETH

Schedule of Encumbrances Payable

Sewer Utility Operating Fund

Year ended June 30, 2009

Balance, June 30, 2008	\$	393,439
Increased by 2009 budget appropriation		<u>47,542</u>
		440,981
Decreased by cancellation to appropriation reserve		<u>393,439</u>
Balance, June 30, 2009	\$	<u><u>47,542</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, 2009

Balance, June 30, 2008	\$ <u><u>508,053</u></u>
Balance, June 30, 2009	\$ <u><u>508,053</u></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><u>508,053</u></u>

CITY OF ELIZABETH

Schedule of Miscellaneous Rents Receivable

Sewer Utility Operating Fund

Year ended June 30, 2009

Balance, June 30, 2008 and 2009	\$ <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, 2009

Balance, June 30, 2008 and 2009

\$ 729

CITY OF ELIZABETH

Schedule of State Grant Receivable

Sewer Utility Capital Fund

Year ended June 30, 2009

Balance, June 30, 2008 and 2009

\$ 5,155

CITY OF ELIZABETH

Schedule of Appropriated Reserve for State Grants

Sewer Utility Capital Fund

Year ended June 30, 2009

Balance, June 30, 2008 and 2009

\$ 20,619

CITY OF ELIZABETH

Schedule of Changes in General Fixed Assets

General Fixed Assets Account Group

Year ended June 30, 2009

	Balance			Balance
	<u>June 30, 2008</u>	<u>Additions</u>	<u>Dispositions</u>	<u>June 30, 2009</u>
General fixed assets:				
Land and buildings	\$ 42,397,700	—	419,200	41,978,500
Equipment	11,826,461	348,771	316,176	11,859,056
Vehicles	<u>18,099,764</u>	<u>1,039,511</u>	<u>216,421</u>	<u>18,922,854</u>
	<u>\$ 72,323,925</u>	<u>1,388,282</u>	<u>951,797</u>	<u>72,760,410</u>

CITY OF ELIZABETH

Schedule of Expenditures of Federal Awards

Year ended June 30, 2009

Grantor/ Program Title	Federal CFDA Number	Program or Award Amount	Funds Available 06/30/08	Grant Awarded	Net Disbursement Charges	Transfers and Adjustments	Funds Available 06/30/09	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	6,942	—	6,912	30	—		7/1/2006	6/30/2007
Phase II		17,588	1,439	—	1,439	—	—		7/1/2006	6/30/2007
Phase III		16,408	16,408	—	9,161	—	7,247			
			24,789	—	17,512	30	7,247			
Preventive Health Services - Sexually Transmitted Diseases Control Grant	93.977							100-046-4782-101-6120		
2008-09		42,605	—	42,605	31,956	—	10,649	07-15-STD-L-3	7/1/2006	6/30/2007
2007-08		42,605	10,649	—	10,649	—	—		7/1/2004	6/30/2005
			10,649	42,605	42,605	—	10,649			
Total Department of Health and Human Services			47,048	42,605	60,117	30	29,506			
Department of Housing and Urban Development: Community Development Block Grant:	14.218							N/A		
2008-09		2,021,606	—	2,021,606	1,137,350	—	884,256		4/1/1998	3/31/1999
2000-01		2,822,000	34,988	—	32,500	—	2,488		4/1/2000	3/31/2001
2001-02		2,930,000	152,500	—	152,413	—	87		4/1/2001	3/31/2002
2002-03		2,793,000	16,819	—	(28,397)	—	45,216		4/1/2002	3/31/2003
2003-04		2,545,000	247,179	—	65,944	—	181,235		4/1/2003	3/31/2004
2004-05		2,493,794	173,770	—	128,753	—	45,017		4/1/2004	3/31/2005
2005-06		2,353,936	472,601	—	79,550	—	393,051		4/1/2005	3/31/2006
2006-07		2,106,146	463,231	—	(39,173)	—	502,404		4/1/2006	3/31/2007
2007-08		2,185,737	1,087,010	—	431,685	—	655,325		4/1/2007	3/31/2008
			2,648,097	2,021,606	1,960,625	—	2,709,078			
HOME Investment Partnership:	14.239							N/A		
2008-09		1,356,283	—	1,356,283	—	—	1,356,283		4/1/2005	3/31/2006
2006-07		1,411,274	503,928	—	422,947	—	80,981			
2007-08		1,408,710	1,408,710	—	—	—	1,408,710		4/1/2006	3/31/2007
			1,912,638	1,356,283	422,947	—	2,845,974			
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	4,907	—	—	—	4,907		4/1/2006	3/31/2007
2007-08		90,842	90,842	—	72,442	—	18,400		4/1/2006	3/31/2007
2008-09		90,261	—	90,261	8,052	—	82,209			
			109,995	90,261	80,494	—	119,762			
Housing Opportunity for Persons with AIDS (Passed through the City of Newark)	14.241									
2008-09		810,000	—	810,000	401,750	—	408,250		1/1/2007	12/31/2007
2007-08		808,000	426,538	—	426,113	425	—		7/1/2005	6/30/2006
			426,538	810,000	827,863	425	408,250			

(Continued)

CITY OF ELIZABETH

Schedule of Expenditures of Federal Awards

Year ended June 30, 2009

Grantor/ Program Title	Federal CFDA Number	Program or Award Amount	Funds Available 06/30/08	Grant Awarded	Net Disbursement Charges	Transfers and Adjustments	Funds Available 06/30/09	Pass through Number	Grant Period	
									From	To
Lead Based Paint Hazard Control in Privately Owned Housing	14.900	\$ 305,700	77,407	—	150	—	77,257			
Total Department of Housing and Urban Development:			5,174,675	4,278,150	3,292,079	425	6,160,321			
Department of Transportation (Passed through the State of New Jersey Department of Transportation)										
Highway Planning and Construction	20.205	476,000	—	476,000	—	—	476,000	100-078-6100-030		
Broad Street Streetscape DOT		560,000	—	560,000	—	—	560,000			
Broad Street Streetscape DOT 2003-04		400,000	302,020	—	—	—	302,020	100-078-6100-030		
			302,020	1,036,000	—	—	1,338,020			
Highway Training & Education	20.215	25,000	25,000	—	—	25,000	—			
Recreational Trails Program	20.219	25,000	10,576	—	1,363	9,213	—	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	20.609	3,200	3,200	—	—	3,200	—	RS07-46-01-02	10/01/2006	9/30/2007
Pedestrian Safety Education and Enforcement		2,000	—	2,000	2,000	—	—	1160-100-066-1160-111-YHTS-6020	11/1/2008	12/31/2008
Highway Safety Program		73,000	5,398	—	5,398	—	—	1160-100-066-1160-111-YHTS-6020	1/1/2001	12/31/2001
Highway Safety Program			8,598	2,000	7,398	3,200	—			
Total Department of Transportation			346,194	1,038,000	8,761	37,413	1,338,020			
Department of Justice										
Edward Byrne Memorial Formula Grant Program	16.579	119,964	—	—	—	—	—			
FY 2007		68,264	19,752	—	19,752	—	—			
FY 2008			19,752	—	19,752	—	—			
Bulletproof Vest Partnership Program	16.607	4,264	—	—	—	—	—		4/1/2006	9/30/2010
FY 2007		8,562	8,562	—	8,562	—	—			
FY 2008			8,562	—	8,562	—	—			
Public Safety Partnership and Community Policing Grants	16.710	98,664	31,228	—	31,228	—	—	N/A	12/8/2004	12/7/2007
COPS Technology 2005		355,414	—	355,414	44,026	—	311,388		12/26/2007	12/25/2010
COPS Outreach - 2008			31,228	355,414	75,254	—	311,388			
(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
Total Department of Justice			66,367	355,414	103,568	—	318,213			
Department of Environmental Protection										
Brownfields Assessment and Clean up Cooperative Agreement	66.818	200,000	163,314	—	129,444	—	33,870			
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, 2009

Grantor/ Program Title	Federal CFDA Number	Program or Award Amount	Funds Available 06/30/08	Grant Awarded	Net Disbursement Charges	Transfers and Adjustments	Funds Available 06/30/09	Pass through Number	Grant Period	
									From	To
Department of Homeland Security										
Assistance to Firefighters Grant	97.044	\$ 200,000	126,165	—	126,165	—	—			
2006-07		60,144	—	—	—	—	—	N/A	1/1/2004	12/31/2004
2004-05			—	—	—	—	—			
			<u>126,165</u>	<u>—</u>	<u>126,165</u>	<u>—</u>	<u>—</u>			
(Passed through NJ Department of Law and Public Safety)										
Buffer Zone Protection Program	97.078	51,235	—	—	—	—	—			
Total Department of Homeland Security			<u>126,165</u>	<u>—</u>	<u>126,165</u>	<u>—</u>	<u>—</u>			
Department of Agriculture										
(Passed through the NJ Department of Agriculture)										
Summer Food Service Program for Children	10.559									
2009		223,762	—	223,762	140,105	—	83,657	3360-100-010-3360-078-CCCC-6130	7/1/2006	6/30/2007
2008		179,058	26,583	—	6,832	19,751	—	3360-100-010-3360-078-CCCC-6130	7/1/2007	6/30/2008
Total Department of Agriculture			<u>26,583</u>	<u>223,762</u>	<u>146,937</u>	<u>19,751</u>	<u>83,657</u>			
		\$	<u>5,950,346</u>	<u>5,937,931</u>	<u>3,867,071</u>	<u>57,619</u>	<u>7,963,587</u>			

See accompanying notes to schedule of expenditures of awards.

CITY OF ELIZABETH

Schedule of Expenditures of State Awards

Year ended June 30, 2009

Grantor/ Program Title	State Account Number	Program or Award Amount	(Unaudited) Total		Funds Available 06/30/08	Grants Awarded	Net Disbursement Charges	Transfers and Adjustments	Funds Available 06/30/09	Grant Period	
			Expenditures	Funds Received						From	To
Department of Commerce and Economic Development											
Urban Enterprise Zone Assistance Fund	763-020-2830-009										
1998-99		8,209,015	8,209,015	—	13,170	—	—	13,170	—	7/1/1998	6/30/1999
2000-01		5,945,290	5,945,290	202,881	184,086	—	180,309	3,777	—	7/1/2000	6/30/2001
2001-02		7,377,192	7,377,192	—	133,754	—	—	133,754	—	7/1/2001	6/30/2002
2002-03		5,329,748	5,329,748	—	53,488	—	—	53,488	—	7/1/2002	6/30/2003
2004-05		10,641,450	3,629,809	232,037	5,949,298	—	232,037	3,488,286	2,228,975	7/1/2004	6/30/2005
2005-06		2,272,945	3,629,809	—	345,820	—	—	345,820	—	7/1/2005	6/30/2006
2006-07		2,999,603	2,999,603	—	222,934	—	—	222,934	—	7/1/2006	6/30/2007
2007-08		14,779,712	5,411,985	1,976,726	11,113,378	—	1,394,927	350,724	9,367,727	7/1/2007	6/30/2008
2008-09		6,110,056	3,596,831	2,124,330	—	6,334,206	3,820,981	—	2,513,225	7/1/2008	6/30/2009
Total Department of Commerce and Economic Development			46,129,282	4,535,974	18,015,928	6,334,206	5,628,254	4,611,953	14,109,927		
Department of Community Affairs											
Neighborhood Preservation - Balanced Housing	100-022-8020-101-F352-6120										
Magill 1112-18 Dickinson Inc		5,000	5,000	5,000	—	—	—	—	—	1/1/2005	12/31/2008
Associates Sixty Four		1,021,381	999,881	—	102,138	—	80,638	—	21,500	1/01/2006	12/30/2009
Magill 1114-16 Dickinson St.		470,088	470,088	230,044	—	—	—	—	—	1/01/2006	12/30/2009
816-820 East Jersey Street (increase)		6,000	6,000	—	—	6,000	6,000	—	—		
816-820 East Jersey Street		561,120	561,120	499,088	62,032	—	62,032	—	—	1/1/2007	12/1/2009
			1,480,969	734,132	164,170	6,000	148,670	—	21,500		
Neighborhood Preservation Program											
Increase 01-1626-05		300,000	278,342	203,048	21,658	—	—	—	21,658	7/1/2006	6/30/2007
Work Program		165,363	122,674	—	159,091	—	116,402	—	42,689	7/1/2007	6/30/2008
			401,016	203,048	180,749	—	116,402	—	64,347		
Relocation Assistance Program	09-0031-00	9,250	5,200	—	—	9,250	5,200	—	4,050	3/1/2009	12/30/2009
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
Total Department of Community Affairs			1,881,985	937,180	359,919	6,000	270,272	—	100,847		
Department of Environmental Protection											
Statewide Livable Communities	100-042-4875-353										
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	—	—	—	—	—	—	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	3,050	—	—	—	3,050		
Hazardous Discharge											
1999-00		84,704	81,180	—	3,524	—	—	—	3,524	7/1/1999	6/30/2000
Kull Property		76,625	76,625	—	4,142	—	3,692	450	—	7/1/2001	6/30/2002
Three Elizabeth BPA		371,943	—	—	354,136	—	111,827	—	242,309	7/1/2007	6/30/2008
			157,805	—	361,802	—	115,519	450	245,833		
Green Acres		67,000	6,291	—	60,709	—	—	—	60,709		

(Continued)

CITY OF ELIZABETH

Schedule of Expenditures of State Awards

Year ended June 30, 2009

Grantor/ Program Title	State Account Number	Program or Award Amount	(Unaudited)		Funds Available 06/30/08	Grants Awarded	Net Disbursement Charges	Transfers and Adjustments	Funds Available 06/30/09	Grant Period	
			Total Expenditures	Funds Received						From	To
Clean Communities Entitlement	4900-765-042-4900-004-VCMC-6020										
2006-07		99,340	96,904	—	28,106	—	25,670	—	2,436	7/1/2006	6/30/2007
2008-09		132,254	36,185	—	—	132,254	36,185	—	96,069	7/1/2008	6/30/2009
2007-08		91,565	91,565	91,565	—	—	—	—	—	7/1/2007	6/30/2008
2007-08 (2)	765-042-4900-004	103,038	61,791	103,038	78,447	—	37,200	—	41,247	7/1/2007	6/30/2008
			<u>286,445</u>	<u>194,603</u>	<u>106,553</u>	<u>132,254</u>	<u>99,055</u>	<u>—</u>	<u>139,752</u>		
Recycling Grant	4900-752-042-4900-001-V42Y-6020										
2004-05		22,402	22,402	—	4,733	—	4,733	—	—	7/1/2004	6/30/2005
2005-06		21,095	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
2008-09		71,992	—	—	—	71,992	—	—	71,992	7/1/2008	6/30/2009
			<u>43,497</u>	<u>29,232</u>	<u>55,060</u>	<u>71,992</u>	<u>25,828</u>	<u>—</u>	<u>101,224</u>		
Total Department of Environmental Protection			<u>899,321</u>	<u>413,835</u>	<u>587,174</u>	<u>204,246</u>	<u>240,402</u>	<u>450</u>	<u>550,568</u>		
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	—	—	—	—	—	—		
Public Health Priority	100-046-4230-101										
CY2009		40,339	35,221	—	—	40,339	35,221	—	5,118	1/1/2006	12/31/2006
CY2008		99,662	—	49,831	64,441	—	64,441	—	—	1/1/2007	12/31/2007
			<u>35,221</u>	<u>49,831</u>	<u>64,441</u>	<u>40,339</u>	<u>99,662</u>	<u>—</u>	<u>5,118</u>		
Tobacco Age of Sale Enforcement Program	4230-100-046-4754-414-J002-6120										
4/1/07-3/31/08		15,780	15,780	—	—	—	—	—	—	4/1/2007	3/31/2008
4/1/08-3/31/09		14,760	13,560	3,240	11,520	—	10,320	—	1,200	4/1/2008	3/31/2009
			<u>29,340</u>	<u>3,240</u>	<u>11,520</u>	<u>—</u>	<u>10,320</u>	<u>—</u>	<u>1,200</u>		
Total Department of Health and Senior Services			<u>99,561</u>	<u>58,071</u>	<u>80,961</u>	<u>40,339</u>	<u>109,982</u>	<u>—</u>	<u>11,318</u>		
Department of Law and Public Safety											
Division of Criminal Justice											
Safe and Secure FY09	100-066-1020-718-001 P-3340	149,078	149,078	—	—	149,078	149,078	—	—	9/1/2007	8/31/2008
Body Armor	1020-718-066-1020-100-YCJS-6120										
2008-09		34,689	34,689	—	—	34,689	34,689	—	—	7/1/2008	6/30/2009
2007-08		37,603	—	37,603	—	—	—	—	—	7/1/2007	6/30/2008
			<u>34,689</u>	<u>37,603</u>	<u>—</u>	<u>34,689</u>	<u>34,689</u>	<u>—</u>	<u>—</u>		
Total Department of Law and Public Safety			<u>183,767</u>	<u>37,603</u>	<u>—</u>	<u>183,767</u>	<u>183,767</u>	<u>—</u>	<u>—</u>		

(Continued)

CITY OF ELIZABETH

Schedule of Expenditures of State Awards

Year ended June 30, 2009

Grantor/ Program Title	State Account Number	Program or Award Amount	(Unaudited)		Funds Available 06/30/08	Grants Awarded	Net Disbursement Charges	Transfers and Adjustments	Funds Available 06/30/09	Grant Period	
			Total Expenditures	Funds Received						From	To
Department of Information Technology											
Enhanced 9-1-1	06-100-082-2034-050										
Equipment		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	—	43,125	—	—	—	43,125	1/1/2004	12/31/2006
Total Department of Information Technology			71,579	59,000	409,122	—	—	—	409,122		
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	—	2,317	—	—	—	2,317	7/1/2003	6/30/2004
Elizabeth Midtown Transit Village		100,000	—	—	—	100,000	—	—	100,000	7/1/2008	6/30/2009
This Way to Elizabeth		300,000	—	—	—	300,000	—	—	300,000	7/1/2008	6/30/2009
Fairmon Avenue and Relocated Bayway		205,000	—	—	—	205,000	—	—	205,000	7/1/2008	6/30/2009
Elizabeth Avenue Streetscape Project		500,000	—	—	500,000	—	—	—	500,000	7/1/2004	6/30/2005
Total Department of Transportation			228,928	—	601,072	605,000	—	—	1,206,072		
Administrative Office of the Courts											
Municipal Court Alcohol Education, Rehabilitation and Enforcement Fund	9735-760-098-Y900-001-X100-6020										
CY2008		375	375	375	—	—	—	—	—	7/1/2007	6/30/2008
CY2007		1,353	1,353	—	—	—	—	—	—	7/1/2005	6/30/2006
			1,728	375	—	—	—	—	—		
Department of State											
Division of Archives and Record Management											
PARIS Grant		50,000	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										
CY2009		82,881	15,011	—	—	82,881	15,011	—	67,870	1/1/2007	12/31/2007
CY2008		81,414	73,412	21,758	55,383	—	47,381	—	8,002	1/1/2008	12/31/2008
Total Governor's Council on Alcoholism & Drug Abuse			88,423	21,758	55,383	82,881	62,392	—	75,872		
Total State Assistance			\$ 49,634,574	6,063,796	20,159,559	7,456,439	6,495,069	4,662,403	16,463,726		

See accompanying notes to schedule of expenditures of awards.

CITY OF ELIZABETH

Notes to Schedules of Expenditures of Awards

June 30, 2009

(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	\$1,403,005	\$6,495,069
General Capital	0	0
Trust Funds	<u>2,464,066</u>	<u>0</u>
	\$3,867,071	\$6,495,069

(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>2009</u>	<u>2008</u>	<u>2007</u>
Tax Rate	\$	<u>20.157</u>	<u>18.822</u>	<u>17.84</u>
Apportionment of tax rate:				
Municipal		11.681	10.810	10.39
County		3.595	3.478	3.18
Local school		<u>4.881</u>	<u>4.534</u>	<u>4.27</u>

Tax rates are based on municipal assessed valuations.

Assessed valuations:

2009	\$	906,472,825
2008		903,721,608
2007		905,207,569
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>
2009	\$ 180,163,786	171,494,369	95.19%
2008	167,407,269	160,768,228	96.03%
2007	158,766,478	153,430,493	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>
2009	\$ 805,208	7,892,898	8,698,106	4.83%
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%

(Continued)

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>
2009	\$ 2,504,200
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>
2009	\$ 14,520,570	14,625,593
2008	14,892,736	14,892,736
2007	15,252,883	15,253,883
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	2009	\$ 19,112,187	17,000,000
	2008	23,510,361	20,000,000
	2007	21,914,264	20,000,000
	2006	23,175,420	19,000,000
Water Utility	2009	762,661	—
	2008	2,661,124	—
	2007	2,073,366	—
	2006	1,858,700	—
Sewer Utility	2009	4,048,660	3,500,000
	2008	9,318,894	6,500,000
	2007	10,922,041	3,000,000
	2006	10,378,588	2,500,000

(Continued)

CITY OF ELIZABETH

Supplementary Data

Officials in Office and Surety Bonds

The following officials were in office at June 30, 2009:

<u>Name</u>	<u>Office</u>	<u>Bond Amount</u>
J. Christian Bollwage	Mayor	
Patricia Perkins-Auguste	Councilwoman-at-Large, President of City Council	
Frank J. Cuesta	Councilman-at-Large	
Edward Jackus	Councilman-at-Large	
Manny Grova, Jr.	Councilman- First Ward	
Nelson Gonzalez	Councilman- Second Ward	
Joseph Keenan	Councilman- Third Ward	
Carlos Cedeno	Councilman- Fourth Ward	
William Gallman, Jr	Councilman- Fifth Ward	
Frank Mazza	Councilman- Sixth Ward	
Yolanda M. Roberts	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, 2009

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 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 10, 2009 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

CITY OF ELIZABETH

General Comments and Recommendations

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.

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.

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 Two out of the twenty-five deposits tested were not transferred to Treasury within two business days of receipt.

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

CITY OF ELIZABETH

General Comments and Recommendations

2. During the testwork it was noted that fees for animal population control fund were not remitted to the State.

All fees collected for animal population control fund should be remitted to the State.

Treasury

1. Comment - Eight out of the twenty-five 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 – There exists an extensive list of cash receipts that does not agree to the manual cash receipts ledger.

There needs to be a internal controls to ascertain that all cash receipts are properly recorded in all cash receipt ledgers.

2. Comment – There exists an extensive list of open invoices that are old and outstanding.

Recommendation – The list of open invoices should be investigated for collection.