

CITY OF ELIZABETH

Financial Statements

June 30, 2010

(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, 2010 and 2009 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, 2010, 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, 2010 and 2009 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, 2010 and 2009 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, 2010 on the basis of accounting described in note 1.

In accordance with Government Auditing Standards, we have also issued a report dated March 21, 2011 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

March 21, 2011

**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, 2010, and have issued our report thereon dated March 21, 2011, 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

March 21, 2011

LOUIS C. MAI CPA & ASSOCIATES

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

Mayor and Council
City of Elizabeth:

Compliance

We have audited the compliance of the City of Elizabeth, New Jersey, with the types of compliance requirements described in the U. S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement and the State of New Jersey OMB State Grant Compliance Supplement that are applicable to each of its major Federal or State of New Jersey programs for the year ended June 30, 2010. 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 F10-01 in the accompanying schedule of findings and questioned costs, the City did not comply with the requirements regarding 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, 2010. 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 F10-02 to F-10-04 and S10-01.

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.

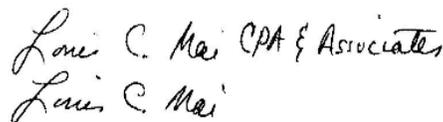
Our consideration of internal control over financial reporting was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses as defined below. However, as discussed 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 F10-02 to F10-04 for federal grants and S10-01 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 item F10-01 to be a material weakness.

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

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



Louis C. Mai CPA & Associates
Louis C. Mai

Louis C. Mai, Registered Municipal Accountant
No. CR00217

March 21, 2011

CITY OF ELIZABETH

Schedule of Findings and Questioned Costs

Year ended June 30, 2010

(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 10-01 to F 10-4** Material weaknesses: **F10-01**

State **S 10-01** Material weaknesses: **No**

- (e) The type of report issued on compliance for Federal and State of New Jersey major programs:
Unqualified opinion for Federal programs except for a 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)
#14.257	Homeless Prevention and Rapid Re-Housing Program ARRA
#16.710	Public Safety Partnership and Community Policing ARRA (COPS Hiring)
#16.710	Public Safety Partnership and Community Policing (COPS Tech)
#16.738	Edward Byrne Memorial Justice Assistance
#20.205	Highway Planning and Construction (ARRA)
#66.458	Capitalization Grants for Clean Water State Revolving Funds ARRA

State of New Jersey:

#763-020-2830-009	Urban Enterprise Zone
#100-066-1020-107-090940	Safe and Secure Communities Act

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

Federal:	\$334,379
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 10-01 to F 10-04**

State Financial Assistance – **S 10-01**

See the following Federal and State findings.

City of Elizabeth

Schedule of Federal and State Award Findings and Questioned Costs

June 30, 2010

F 10-01 (Repeat of Prior Year)

Eligibility (Material Weakness)

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 children 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.
- The grantee did not have signed applications.

Questioned Costs: \$7,715.00

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, 2010

F 10-02 (Repeat of Prior Year)

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. Salaries recorded in the general ledger do not agree to the amount recorded in the payroll journal on two reports.
2. Although time and effort reporting was maintained the salary was not recorded in relation to the time reported on the time sheet.

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

Cause: The grantee did not charge salaries to the general ledger in relation to the time reported on the time sheets.

Questioned Costs: None

Recommendation: The grantee should charge salaries to the general ledger in relation to the time reported on the time sheets and record all salaries in the general ledger at the time the salaries are paid.

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, 2010

F 10-03

Allowable Costs

Federal Program:

Department of Justice

Public Safety Partnership and Community Policing, COPS Tech (16.710)

Criteria: The grantee is required to expend the grant in accordance with the approved budget.

Condition: The grantee did not expend the grant in accordance with the approved budget line items.

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

Cause: The grantee charged items to the grant that were in excess of the approved budget line items prior to applying for a budget modification.

Questioned Costs: None

Recommendation: The grantee should request budget modifications prior to expending grant funds that are in excess of the approved budget amounts.

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, 2010

F 10-04

Allowable Costs/Cost Principles

Federal Program:

Department of Justice

Public Safety Partnership and Community Policing Grants ARRA, COPS Hiring

(16.710)

Criteria: According to the requirements of allowable costs/cost principles the grantee should only charge for benefits that are incurred.

Condition: The grantee charged for benefits that were not incurred.

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

Cause: The grantee charged for two months worth of benefits for fifteen employees that were not eligible for benefits until the third month of employment.

Questioned Costs: \$18,081

Recommendation: The grantee should only charge for benefits when they are incurred.

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, 2010

S 10-01 (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 subrecipient for compliance with grant requirements.

Context: The grantee monitors the subrecipient for financial components through the submission of all expenditures to the state for approval.

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 subrecipient.

Questioned Costs: None.

Recommendation: We recommend that its subrecipient 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, 2010

FEDERAL

F04-01 ELIGIBILITY (HOPWA)

A similar finding is included in the SFY 2010 summary of findings and questioned costs.

F05-04 ELIGIBILITY (HOPWA)

A similar finding is included in the SFY 2010 summary of findings and questioned costs.

F06-01 ELIGIBILITY (HOPWA)

A similar finding is included in the SFY 2010 summary of findings and questioned costs.

F07-01 ELIGIBILITY (HOPWA)

A similar finding is included in the SFY 2010 summary of findings and questioned costs.

F08-01 ELIGIBILITY (HOPWA)

A similar finding is included in the SFY 2010 summary of findings and questioned costs.

F08-04 CASH MANAGEMENT (CDBG)

Resolved

F08-05 SUBRECIPIENT MONITORING (CDBG)

Resolved

F09-01 ALLOWABLE COSTS/COST PRINCIPLES (HOPWA)

Partially resolved for time and effort reporting for current year salaries. Amounts questioned for fiscal year ended June 30, 2009 were not addressed by the awarding agency.

F09-02 CASH MANAGEMENT (HOPWA)

Resolved

F09-03 ELIGIBILITY (HOPWA)

A similar finding is included in the SFY 2010 summary of findings and questioned costs.

F09-04 EARMARKING (HOPWA)

Partially resolved for the current year. Amounts questioned for fiscal year ended June 30, 2009 were not addressed by the awarding agency.

F09-05 REPORTING (HOPWA)

Partially resolved, parts 1 & 2 are repeated.

F09-06 CASH MANAGEMENT AND REPORTING (CDBG)

Resolved

F09-07 SUBRECIPIENT MONITORING (CDBG)

Resolved

STATE

S05-02 MONITORING (UEZ)

A similar finding is included in the SFY 2010 summary of findings and questioned costs.

S06-01 MONITORING (UEZ)

A similar finding is included in the SFY 2010 summary of findings and questioned costs.

S07-01 MONITORING (UEZ)

A similar finding is included in the SFY 2010 summary of findings and questioned costs.

S08-01 MONITORING (UEZ)

A similar finding is included in the SFY 2010 summary of findings and questioned costs.

S09-01 MONITORING (UEZ)

A similar finding is included in the SFY 2010 summary of findings and questioned costs.

FINANCIAL STATEMENTS

CITY OF ELIZABETH

Balance Sheets

Current Fund

June 30, 2010 and 2009

Assets	Ref.	2010	2009
Current Fund - Regular Fund:			
Cash	A-4	\$ 38,351,264	36,141,978
Change funds		1,200	1,200
Due from State of New Jersey - Senior Citizens' and Veterans' deductions	A-5	<u>332,661</u>	<u>361,383</u>
		<u>38,685,125</u>	<u>36,504,561</u>
Receivables and other assets with full reserves:			
Delinquent property taxes receivable	A-6	6,533,596	7,892,898
Tax title liens receivable	A-7	1,302,040	805,208
Property acquired for taxes - assessed valuation	A-8	2,504,200	2,504,200
Revenue accounts receivable	A-9	9,283,354	7,400,183
Due from Trust Other	A-10	—	19,742
Due from General Capital Fund	A-10	—	13,231
Miscellaneous receivables	A-19	—	6,971
Due from Federal and State Grant Fund	A-20	<u>1,909,584</u>	<u>481,860</u>
		<u>21,532,774</u>	<u>19,124,293</u>
		<u>60,217,899</u>	<u>55,628,854</u>
Federal and State Grant Fund:			
Federal and State grants receivable	A-22	<u>34,769,156</u>	<u>20,680,707</u>
		<u>34,769,156</u>	<u>20,680,707</u>
Total assets	\$	<u>94,987,055</u>	<u>76,309,561</u>
Liabilities, Reserves and Fund Balance			
Current Fund - Regular Fund:			
Encumbrances payable	A-17	\$ 2,646,300	2,801,341
Appropriation reserves	A-3, A-11	9,722,800	10,091,595
Due to General Capital Fund	A-10	68,666	—
Due to Community Development Block Grant Fund	A-10	25,347	25,347
Accounts payable	A-12	419,771	427,757
Miscellaneous payables and deposits	A-18	466,376	590,625
Reserve for special purposes	A-13	<u>2,974,510</u>	<u>3,455,710</u>
		<u>16,323,770</u>	<u>17,392,374</u>
Reserve for receivables		21,532,774	19,124,293
Fund balance	A-1	<u>22,361,355</u>	<u>19,112,187</u>
		<u>60,217,899</u>	<u>55,628,854</u>
Federal and State Grant Fund:			
Unappropriated reserve	A-23	—	6,181
Due to Current Fund	A-20	1,909,584	481,860
Appropriated grant reserves	A-21	<u>32,859,572</u>	<u>20,192,666</u>
		<u>34,769,156</u>	<u>20,680,707</u>
Total liabilities, reserves and fund balance	\$	<u>94,987,055</u>	<u>76,309,561</u>

See accompanying notes to financial statements.

CITY OF ELIZABETH

Statement of Operations
and Changes in Fund Balance

Current Fund

Years ended June 30, 2010 and 2009

	<u>2010</u>	<u>2009</u>
Revenue and other income realized:		
Fund balance utilized	\$ 17,000,000	20,000,000
Miscellaneous revenue realized	91,137,225	84,724,510
Receipts from delinquent taxes	7,532,600	5,752,038
Receipts from current taxes	180,090,169	171,494,369
Nonbudget revenue	2,572,746	3,317,993
Other credits to income:		
Unexpended balance of appropriation reserves	8,695,056	5,782,465
Cancelled appropriations	200,000	200,000
Interfunds returned	—	521,915
Cancelled payables	—	488,299
Other miscellaneous	46,620	14,218
	<u>307,274,416</u>	<u>292,295,807</u>
Total income		
Expenditures:		
Budget appropriations:		
Operations:		
Salaries and wages	89,487,788	89,712,905
Other expenses	54,227,931	53,530,860
Deferred charges and statutory expenditures	12,284,186	16,341,445
Other operations	35,352,377	25,116,181
Capital improvements	900,000	2,750,000
Municipal debt service	15,382,149	14,779,110
County taxes	33,349,562	33,120,670
Local district school taxes	44,248,475	40,970,810
Special improvement district taxes	405,000	372,000
Interfunds advanced	1,387,780	—
	<u>287,025,248</u>	<u>276,693,981</u>
Total expenditures		
Excess in revenue over expenditures	20,249,168	15,601,826
Fund balance, July 1	19,112,187	23,510,361
	39,361,355	39,112,187
Less fund balance utilized	<u>17,000,000</u>	<u>20,000,000</u>
Fund balance, June 30	<u>\$ 22,361,355</u>	<u>19,112,187</u>

See accompanying notes to financial statements.

CITY OF ELIZABETH

Statement of Revenues

Current Fund

Year ended June 30, 2010

	Anticipated		Excess/ (deficit)
	Budget	Realized	
General revenues:			
Fund balance utilized	\$ 17,000,000	17,000,000	—
Miscellaneous revenues:			
Licenses:			
Alcoholic beverages	100,000	190,587	90,587
Other	300,000	415,095	115,095
Fees and permits	575,000	618,872	43,872
Municipal Court - fines and costs	4,200,000	3,879,398	(320,602)
Interest and costs on taxes	1,200,000	2,070,539	870,539
Interest on investments and deposits	1,200,000	558,279	(641,721)
LEAA rebates - fire	100,000	205,403	105,403
Franchise assessments - Jersey Garden Mall	4,800,000	5,281,987	481,987
Airport parking tax	1,250,000	1,364,213	114,213
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	600	100
Dock rental fees	75,000	86,114	11,114
Sale of junk vehicles and other property	20,000	26,200	6,200
CATV fees	200,000	249,502	49,502
Solid waste disposal - host community	600,000	479,312	(120,688)
Emergency medical services - ambulance charges	2,000,000	2,021,137	21,137
Miscellaneous gasoline sales	125,000	197,353	72,353
P.I.L.O.T. - Pierce Manor Corp.	220,000	245,790	25,790
P.I.L.O.T. - Port Authority NY/ NJ	63,242	63,242	—
P.I.L.O.T. - Residential	1,200,000	1,177,837	(22,163)
P.I.L.O.T. - R.W.B. Associates	130,000	200,902	70,902
P.I.L.O.T. - Newark/North Avenue	50,000	99,237	49,237
P.I.L.O.T. - IKEA - Toys R Us	120,000	149,289	29,289
P.I.L.O.T. - IKEA Expansion	180,000	282,909	102,909
P.I.L.O.T. - Elizabeth Senior Citizens, National Church Residence	12,000	13,416	1,416
P.I.L.O.T. - Immaculate Conception Residence	4,000	53,045	49,045
P.I.L.O.T. - Marina Village Residence	15,000	16,624	1,624
P.I.L.O.T. - 349 First Street	25,000	23,501	(1,499)
P.I.L.O.T. - Winfield Scott Residence	15,000	29,956	14,956
State aid without offsetting appropriations:			
Consolidated municipal property relief act	16,234,782	16,234,782	—
Supplemental Energy Receipts Tax	274,135	274,135	—
Energy Receipts Tax	17,612,283	17,612,283	—
Dedicated uniform construction code fees offset with appropriations:			
Uniform construction code fees	800,000	692,901	(107,099)

(Continued)

CITY OF ELIZABETH

Statement of Revenues

Current Fund

Year ended June 30, 2010

	Anticipated		Excess/ (deficit)
	Budget	Realized	
Public and private programs offset by appropriations:			
Public Health Priority Funding 2nd Half 2009	\$ 40,339	40,339	—
Public Health Priority Funding 1st Half 2010	41,347	41,347	—
H.O.P.W.A. FY 2010	748,186	748,186	—
Greening Union County 2009	8,950	8,950	—
Body Armor 2009	8,656	8,656	—
Clean Communities Grant 2010	137,659	137,659	—
Municipal Alliance Grant 2009	82,881	82,881	—
Alcohol Education Rehabilitation	2,181	2,181	—
Alcohol Education Rehabilitation and Enforcement	2,262	2,262	—
STD Grant 2009	45,337	45,337	—
Summer Pedestrian Safety Grant 2009	7,500	7,500	—
Summer Food Services Program	217,867	217,867	—
Division of Highway Safety	4,000	4,000	—
Division of Highway Safety	4,000	4,000	—
Division of Highway Safety 2009	6,000	6,000	—
Division of Highway Safety 2010	5,000	5,000	—
Lead ID and Testing Grant	18,690	18,690	—
State Health Services Grant 2010	262,696	262,696	—
Port Security Grant (ARRA)	1,850,000	1,850,000	—
COPS Hiring Recovery Program	4,961,943	4,961,943	—
UASI Fire Subcommittee Coordinator Position	15,000	15,000	—
Non Public School Nursing Grant	167,138	167,138	—
Elizabeth Ave. Streetscape NJDOT	500,000	500,000	—
Acquisition of 1 West End Place	100,500	100,500	—
Recycling Tonnage Grant 2007	79,468	79,468	—
Edward Byrne Memorial JAG	98,089	98,089	—
Edward Byrne Memorial JAG 2009-H0624-NJ-SBR	519,164	519,164	—
Edward Byrne Memorial JAG 2009- DJ-BX-1319	125,904	125,904	—
Safe and Secure Grant 2009	154,101	154,101	—
Safe and Secure Grant 2010	156,525	156,525	—
Safe Streets and Neighborhoods	300,000	300,000	—
Energy Efficiency and Conservation Block Grant	1,176,700	1,176,700	—
N.J. Urban Enterprise Zone (UEZ):			
09-127 Police Security 12 Officers	1,098,101	1,098,101	—
09-128 Commercial District Security Program	1,017,376	1,017,376	—
09-130 Graffiti and Litter Removal Program	515,537	515,537	—
09-131 Elizabeth Ave. SID	223,050	223,050	—
09-149 Invest Elizabeth Economic Stimulus Program	1,280,000	1,280,000	—
09-150 Westfield Ave. Median Planting Program	581,200	581,200	—
09-151 Midtown Sewer Rehab	400,000	400,000	—
09-24 SGF Elizabeth Midtown Garage	225,000	225,000	—
09-10 Administrative 2009	950,000	950,000	—
09-28 Acquisition of 1084-1086 Elizabeth Ave.	432,492	432,492	—
09-29 Historic United Counties Trust Building Emergency Funding	58,500	58,500	—
09-167 Financial Lending Program III	2,240,197	2,240,197	—
09-168 Liberty International Initiative GNC & Visitor Bureau	657,030	657,030	—
09-169 Façade Improvement Program VII	279,391	279,391	—
09-753 Purchase of Four Police Scooters	87,981	87,981	—

(Continued)

CITY OF ELIZABETH

Statement of Revenues

Current Fund

Year ended June 30, 2010

10-01 SGF Historical Counties Trust BLDG. Phase II	\$	201,105	201,105	—
10-112 Renewable Energy Capital Stimulus Grant		1,000,000	1,000,000	—
10-342 Revitalization Feasability Study - Morris Ave.		135,000	135,000	—
09-130 Graffiti and Litter Removal Program III		50,000	50,000	—
Customer Service Skills Training Initiative Phase 2		300,000	300,000	—
Business District Holiday Lighting & Entertainment		44,420	44,420	—
Construction of Building- Trinitas Hosp. Regional Ed. Facility		500,000	500,000	—
GO Elizabeth - NJ Monthly Star Ledger Insert		168,000	168,000	—
Elizabeth Streetscape Phase IV		46,940	46,940	—
09-167 Financial Lending Program III Increase		30,692	30,692	—
06-90 Historic Midtown Elizabeth SID 2010		204,500	204,500	—
North Broad Streetscape		148,080	148,080	—
CCTV Public Security Project		2,134,856	2,134,856	—
Special items of general revenue anticipated with prior written consent of Director of Local Government Services:				
Parking Tax		900,000	1,020,123	120,123
Hotel and Motel Occupancy Tax		3,100,000	2,790,733	(309,267)
Hotel Occupancy Tax		1,400,000	1,374,398	(25,602)
		<u>90,238,473</u>	<u>91,137,225</u>	<u>898,752</u>
			<u>Anticipated</u>	
		<u>Budget</u>	<u>Realized</u>	<u>Excess/ (deficit)</u>
Receipts from delinquent taxes	\$	3,500,000	7,532,600	4,032,600
Total amount to be raised by taxes for support of municipal budget		<u>106,542,739</u>	<u>111,733,914</u>	<u>5,191,175</u>
Budget totals	\$	<u>217,281,212</u>	<u>227,403,739</u>	<u>10,122,527</u>
Nonbudget revenue			<u>2,572,746</u>	
			<u>\$ 229,976,485</u>	

Analysis of Realized Revenue

Receipts from delinquent taxes:		
Delinquent tax collections realized	\$	7,486,220
Tax title lien collections realized		<u>46,380</u>
	\$	<u>7,532,600</u>
Allocation of current tax collections:		
Collections realized	\$	<u>180,090,169</u>
Allocated to:		
Local school district tax		44,248,475
County taxes		33,349,562
Special assessment		<u>405,000</u>
		<u>78,003,037</u>
Balance for support of municipal budget appropriations		102,087,132
Add reserve for uncollected taxes		<u>9,646,782</u>
Total balance for support of municipal budget appropriations	\$	<u>111,733,914</u>

CITY OF ELIZABETH

Statement of Revenues

Current Fund

Year ended June 30, 2010

Miscellaneous Revenues not Anticipated

Retirement of debt in excess of borrowing	\$	79,798
Rent Auto Body - Harrison St.		19,000
Recycling		193,846
Motor fuel tax reimbursement		40,643
DDEF MV		61,985
Stale Dated Checks		3,811
Triple M Investment Co.		33,907
ABC Transfer fees		2,634
Interlocal agreement		21,310
Tax sale certificate redemption fees		10,500
Turnpike for Fire Department		13,720
Scrap lead sale		716
Technician fees		4,603
Garnishees		3,975
Bad checks		3,967
Franchise Revenue		400
Legal Fees City Liens		238
Duplicate tax bill fees		1,985
Public Access Info Desk		500
Miscellaneous		13
Ambulance Report Fees		664
EMS Training Fees		5,780
Litigation Fees		14,302
Public Pier		250
Bad Checks Construction		279
Restitution Checks MC		120
Photo ID Replacement		80
Motor Vehicle Rental Tax		72,293
On site inspection fees		81,633
Insurance Damage		6,308
Rent - Borne Chemical		97,500
Parking Lot		4,900
DMV Inspection fines		61,639
Rent - train station		70,854
Handicap fees		15,000
Handicap Application		3,200
Copies and postage reimbursed		1,222
Marina Public Pier and Ferry		1,385
Election polling places		1,269
Foreclosed registration and fines		4,100
PILOT Atlanta (Danic)		301,232
PILOT Westport Homes		180,612
PILOT Magnolia Ave. (Portside II)		110,578
PILOT Pine Street		59,032
PILOT 620 First		127
PILOT Millenium		32,756
PILOT Sierra Gardens		24,957
PILOT IKEA		712,259
PILOT 921 Elizabeth Ave.		19,170
PILOT - Port Authority Bayway Ave.		39,503
PILOT - Hope VI		40,043
PILOT- Housing Authority		106,284
PILOT Burnett Investors		2,173
PILOT 107 First St.		3,691
	\$	<u>2,572,746</u>

See accompanying notes to financial statements.

CITY OF ELIZABETH

Statement of Expenditures

Current Fund

Year ended June 30, 2010

Appropriations	Budget	Budget after modification	Paid or charged	Reserved
Operations within "CAPS":				
General Government:				
Administrative and Executive:				
City Council:				
Salaries and wages	\$ 229,720	243,270	243,237	33
Other expenses	31,900	31,900	14,752	17,148
Alcoholic Beverage Control:				
Salaries and wages	120,260	127,160	127,101	59
Other expenses	7,850	7,850	6,439	1,411
City Clerk:				
Salaries and wages	260,689	260,989	260,977	12
Other expenses	9,125	9,125	4,991	4,134
Elections:				
Salaries and wages	8,000	8,000	—	8,000
Other expenses	42,000	42,000	—	42,000
Printing and Publications:				
Other expenses	175,000	175,000	66,124	108,876
Mayor's Office:				
Salaries and wages	267,511	273,501	273,489	12
Other expenses	11,350	11,350	8,916	2,434
Department of Law:				
Salaries and wages	755,767	854,877	847,602	7,275
Other expenses	340,750	340,750	201,407	139,343
Administration:				
Business Administrator's Office:				
Salaries and wages	368,975	329,775	329,707	68
Other expenses	337,900	337,900	292,002	45,898
Division of Budget and Personnel:				
Salaries and wages	180,489	182,989	182,965	24
Other expenses	1,200	1,300	1,280	20
Division of Purchasing:				
Salaries and wages	301,252	304,252	304,220	32
Other expenses	151,100	151,100	67,377	83,723
Division of Data Processing:				
Salaries and wages	738,898	744,398	742,126	2,272
Other expenses	459,000	459,000	379,829	79,171
Division of Employee Benefits:				
Salaries and wages	117,565	116,565	115,121	1,444
Other expenses	1,250	1,250	1,243	7
Division of EMS Billing and Collection:				
Salaries and wages	139,207	119,207	113,913	5,294
Department of Finance:				
Division of Accounts and Controls:				
Salaries and wages	815,027	795,027	789,363	5,664
Other expenses	25,500	35,500	28,549	6,951
Division of Assessments:				
Salaries and wages	509,662	494,662	487,718	6,944
Other expenses	182,800	187,800	181,087	6,713
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, 2010

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	577,992	595,792	593,809	1,983
Other expenses	29,700	39,700	38,631	1,069
Department of Neighborhood Services:				
Director's Office:				
Salaries and wages	97,791	—	—	—
Other expenses	2,650	2,441	7	2,434
Bureau of Construction and Zoning:				
Salaries and wages	993,590	967,590	954,216	13,374
Other expenses	175,800	175,800	40,245	135,555
Division of Housing:				
Salaries and wages	376,988	364,988	363,529	1,459
Other expenses	7,900	7,900	2,795	5,105
Bureau of Rent Control				
Salaries and wages	48,443	49,043	49,000	43
Other expenses	7,850	7,850	3,307	4,543
Central License Bureau:				
Salaries and wages	530,509	543,309	535,369	7,940
Other expenses	19,500	19,500	4,233	15,267
Division of Weights and Measures:				
Salaries and wages	58,441	59,141	59,113	28
Other expenses	800	800	91	709
Department of Planning and Community Development:				
Director's Office:				
Salaries and wages	190,726	95,726	88,972	6,754
Other expenses	5,000	5,000	2,305	2,695
Bureau of Community Development:				
Other expenses	1,550	1,550	788	762
Bureau of Elizabeth Home Improvement				
Other expenses	2,000	2,000	1,922	78
Bureau of Cultural and Heritage Affairs				
Salaries and wages	130,803	113,803	111,895	1,908
Other expenses	50,500	50,500	27,865	22,635
Bureau of Planning and Zoning				
Salaries and wages	66,393	113,093	112,969	124
Other expenses	160,150	160,150	105,553	54,597
Bureau of Economic Development				
Salaries and wages	58,757	59,307	59,267	40
Other expenses	2,100	2,100	958	1,142
Bureau of Public Information and Citizens Participation Services:				
Salaries and wages	276,777	246,777	238,762	8,015
Other expenses	113,600	113,600	70,958	42,642
Human Rights Commission:				
Salaries and wages	82,811	83,811	83,762	49
Other expenses	3,450	3,450	1,007	2,443
Department of Public Works:				
Director's Office:				
Salaries and wages	901,723	901,723	899,860	1,863
Other expenses	4,250	4,250	113	4,137

(Continued)

CITY OF ELIZABETH

Statement of Expenditures

Current Fund

Year ended June 30, 2010

Appropriations	Budget	Budget after modification	Paid or charged	Reserved
Bureau of Public Buildings:	\$			
Salaries and wages	1,952,546	1,791,546	1,722,889	68,657
Other expenses	1,088,825	1,313,825	1,305,289	8,536
Bureau of Streets, Parks and Trees:				
Salaries and wages	4,852,976	5,103,976	4,889,122	214,854
Other expenses	724,000	724,000	723,871	129
Bureau of Equipment and Yard Maintenance:				
Salaries and wages	980,973	880,973	861,394	19,579
Other expenses	847,200	1,047,200	1,038,869	8,331
Marina:				
Salaries and wages	240,784	230,784	221,364	9,420
Other expenses	224,725	224,725	197,793	26,932
Recycling Program:				
Salaries and wages	148,875	156,575	149,535	7,040
Other expenses	5,575	5,575	5,467	108
Garbage and Trash Removal:				
Other expenses	9,000,000	9,000,000	8,006,520	993,480
Street Lighting:				
Other expenses	1,900,000	1,900,000	1,782,570	117,430
Department of Health and Human Services:				
Director's Office:				
Salaries and wages	273,329	284,629	284,628	1
Other expenses	137,450	137,450	15,210	122,240
Division of Health:				
Salaries and wages	1,725,602	1,269,502	1,241,375	28,127
Other expenses	665,550	650,050	489,941	160,109
Division of Human Services				
Salaries and wages	84,811	84,811	83,793	1,018
Other expenses	10,100	10,100	1,187	8,913
Office of Social Services				
Salaries and wages	107,179	199,179	176,080	23,099
Other expenses	16,250	16,250	7,866	8,384
Office on Aging:				
Salaries and wages	791,319	721,319	681,576	39,743
Other expenses	59,000	59,000	16,971	42,029
Office of Vital Statistics				
Salaries and wages	193,877	173,877	166,433	7,444
Other expenses	7,800	7,800	6,897	903
Office of Relocation				
Salaries and wages	79,885	79,885	68,470	11,415
Other expenses	100,500	100,500	36,205	64,295
Office of Youth Services				
Salaries and wages	480,211	726,211	700,393	25,818
Other expenses	363,050	363,050	184,676	178,374
Division of Air Pollution:				
Salaries and wages	41,058	41,058	40,455	603
Public Health Nurses Division:				
Salaries and wages	428,175	428,175	391,556	36,619
Public Safety:				
Fire Department:				
Salaries and wages	24,681,851	24,965,751	24,961,142	4,609
Other expenses	720,660	720,660	444,292	276,368

(Continued)

CITY OF ELIZABETH

Statement of Expenditures

Current Fund

Year ended June 30, 2010

Appropriations	Budget	Budget after modification	Paid or charged	Reserved
Uniform Fire Safety Act:				
Salaries and wages	\$ 482,155	507,955	506,719	1,236
Other expenses	62,250	62,250	15,365	46,885
Police Department:				
Salaries and wages	35,828,926	36,175,146	34,550,899	1,624,247
Other expenses	1,690,050	1,690,050	1,148,637	541,413
Emergency Medical Services:				
Salaries and wages	2,143,870	1,963,870	1,919,066	44,804
Other expenses	165,350	165,350	127,184	38,166
Recreation Department:				
Salaries and wages	2,530,897	2,530,897	2,480,801	50,096
Other expenses	325,550	325,550	254,470	71,080
Municipal Court:				
Salaries and wages	2,122,894	2,122,894	1,886,886	236,008
Other expenses	223,050	223,050	196,164	26,886
Public Defender:				
Other expenses	140,000	140,000	13,900	126,100
Unclassified Purposes:				
Insurance:				
Other expenses	450,000	450,000	326,679	123,321
Group Insurance:				
Other expenses	200,000	200,000	166,616	33,384
Cobra Administration:				
Other expenses	5,000	5,000	3,545	1,455
Hospital, Medical, Dental, etc. Insurance - Other expenses	25,000,000	25,000,000	23,064,605	1,935,395
Insurance reserve - Other expenses	2,500,000	2,500,000	2,500,000	—
Right to Know Law:				
Other expenses	15,000	15,000	—	15,000
Annual Dues:				
N.J. State League of Municipalities:				
Other expenses	10,000	10,000	—	10,000
U.S. Conference of Mayors:				
Other expenses	10,000	10,000	10,000	—
Utilities:				
Electricity	1,200,000	1,200,000	1,199,371	629
Natural Gas	700,000	600,000	368,409	231,591
Gasoline	1,600,000	1,159,780	909,474	250,306
Fuel Oil	125,000	125,000	121,048	3,952
Telephone	900,000	1,070,000	1,068,387	1,613
Postage	250,000	250,000	192,093	57,907
Parking Lot Agreement	57,300	57,300	57,300	—
Total operations within "CAPS"	<u>143,415,719</u>	<u>143,590,719</u>	<u>134,690,283</u>	<u>8,900,436</u>
Contingent	<u>125,000</u>	<u>125,000</u>	<u>12,349</u>	<u>112,651</u>
Total operations including contingent, within "CAPS"	<u>143,540,719</u>	<u>143,715,719</u>	<u>134,702,632</u>	<u>9,013,087</u>
Detail:				
Salaries and wages	89,376,959	89,487,788	86,952,638	2,535,150
Other expenses including contingent	54,163,760	54,227,931	47,749,994	6,477,937

(Continued)

CITY OF ELIZABETH

Statement of Expenditures

Current Fund

Year ended June 30, 2010

Appropriations	Budget	Budget after modification	Paid or charged	Reserved
Deferred Charges and Statutory Expenditures:				
Statutory Expenditures:				
Contributions to:				
Social Security System	3,350,000	3,175,000	3,060,561	114,439
Consolidated Police and Fire Retirement Fund	350,000	365,790	365,790	—
Police and Firemen's Retirement System of N. J.	7,000,000	6,984,210	6,821,813	162,397
Public Employees Retirement System - Other expenses	1,500,000	1,500,000	1,417,185	82,815
Assessment for CIF/RTK	8,000	8,000	—	8,000
N.J. Unemployment Fund	200,000	200,000	191,167	8,833
Total deferred charges and statutory expenditures - Municipal within "CAPS"	<u>12,408,000</u>	<u>12,233,000</u>	<u>11,856,516</u>	<u>376,484</u>
Total general appropriations for Municipal purpose within "CAPS"	<u>155,948,719</u>	<u>155,948,719</u>	<u>146,559,148</u>	<u>9,389,571</u>
Operations excluded from "CAPS":				
Other operations excluded from "CAPS":				
Matching Fund - City share	333,229	333,229	—	333,229
Public Employees Retirement System - Other expenses	—	—	—	—
Reserve for Tax Appeals:				
Other expenses	3,500,000	3,500,000	3,500,000	—
Maintenance of Free Public Library	3,927,452	3,927,452	3,927,452	—
Total other operations excluded from "CAPS"	<u>7,760,681</u>	<u>7,760,681</u>	<u>7,427,452</u>	<u>333,229</u>
Public and Private Programs Offset by Revenues:				
Public Health Priority Funding 2nd Half 2009	40,339	40,339	40,339	—
Public Health Priority Funding 1st Half 2010	41,347	41,347	41,347	—
H.O.P.W.A. FY 2010	748,186	748,186	748,186	—
Greening Union County 2009	8,950	8,950	8,950	—
Greening Union County 2009 - Local Share	8,950	8,950	8,950	—
Body Armor 2009	8,656	8,656	8,656	—
Clean Communities Grant 2010	137,659	137,659	137,659	—
Municipal Alliance Grant 2009	82,881	82,881	82,881	—
Municipal Alliance Grant 2009 - Local Share	20,720	20,720	20,720	—
Alcohol Education Rehabilitation	2,181	2,181	2,181	—
Alcohol Education Rehabilitation and Enforcement	2,262	2,262	2,262	—
STD Grant 2009	45,337	45,337	45,337	—
Summer Pedestrian Safety Grant 2009	7,500	7,500	7,500	—
Summer Food Services Program	217,867	217,867	217,867	—
Division of Highway Safety	4,000	4,000	4,000	—
Division of Highway Safety	4,000	4,000	4,000	—
Division of Highway Safety 2009	6,000	6,000	6,000	—
Division of Highway Safety 2010	5,000	5,000	5,000	—
Lead ID and Testing Grant	18,690	18,690	18,690	—
State Health Services Grant 2010	262,696	262,696	262,696	—
Port Security Grant (ARRA)	1,850,000	1,850,000	1,850,000	—
COPS Hiring Recovery Program	4,961,943	4,961,943	4,961,943	—
UASI Fire Subcommittee Coordinator Position	15,000	15,000	15,000	—
Non Public School Nursing Grant	167,138	167,138	167,138	—
Elizabeth Ave. Streetscape NJDOT	500,000	500,000	500,000	—
Acquisition of 1 West End Place	100,500	100,500	100,500	—
Recycling Tonnage Grant 2007	79,468	79,468	79,468	—

(Continued)

CITY OF ELIZABETH

Statement of Expenditures

Current Fund

Year ended June 30, 2010

Appropriations	Budget	Budget after modification	Paid or charged	Reserved
Edward Byrne Memorial JAG	98,089	98,089	98,089	—
Edward Byrne Memorial JAG 2009-H0624-NJ-SBR	519,164	519,164	519,164	—
Edward Byrne Memorial JAG 2009- DJ-BX-1319	125,904	125,904	125,904	—
Safe and Secure Grant 2009	154,101	154,101	154,101	—
Safe and Secure Grant - 2009 Local Share	38,525	38,525	38,525	—
Safe and Secure Grant 2010	156,525	156,525	156,525	—
Safe and Secure Grant - 2010 Local Share	39,131	39,131	39,131	—
Safe Streets and Neighborhoods	300,000	300,000	300,000	—
Energy Efficiency and Conservation Block Grant	1,176,700	1,176,700	1,176,700	—
N.J. Urban Enterprise Zone (UEZ):				
09-127 Police Security 12 Officers	1,098,101	1,098,101	1,098,101	—
09-127 Police Security 12 Officers- Local Share	274,525	274,525	274,525	—
09-128 Commercial District Security Program	1,017,376	1,017,376	1,017,376	—
09-128 Commercial District Security Program - Local Share	254,344	254,344	254,344	—
09-130 Graffiti and Litter Removal Program	515,537	515,537	515,537	—
09-131 Elizabeth Ave. SID	223,050	223,050	223,050	—
09-149 Invest Elizabeth Economic Stimulus Program	1,280,000	1,280,000	1,280,000	—
09-150 Westfield Ave. Median Planting Program	581,200	581,200	581,200	—
09-151 Midtown Sewer Rehab	400,000	400,000	400,000	—
09-24 SGF Elizabeth Midtown Garage	225,000	225,000	225,000	—
09-10 Administrative 2009	950,000	950,000	950,000	—
09-28 Acquisition of 1084-1086 Elizabeth Ave.	432,492	432,492	432,492	—
09-29 Historic United Counties Trust Building Emergency Funding	58,500	58,500	58,500	—
09-167 Financial Lending Program III	2,240,197	2,240,197	2,240,197	—
09-168 Liberty International Initiative GNC & Visitor Bureau	657,030	657,030	657,030	—
09-169 Façade Improvement Program VII	279,391	279,391	279,391	—
09-753 Purchase of Four Police Scooters	87,981	87,981	87,981	—
10-01 SGF Historical Counties Trust BLDG. Phase II	201,105	201,105	201,105	—
10-112 Renewable Energy Capital Stimulus Grant	1,000,000	1,000,000	1,000,000	—
10-342 Revitalization Feasibility Study - Morris Ave.	135,000	135,000	135,000	—
09-130 Graffiti and Litter Removal Program III	50,000	50,000	50,000	—
Customer Service Skills Training Initiative Phase 2	300,000	300,000	300,000	—
Business District Holiday Lighting & Entertainment	44,420	44,420	44,420	—
Construction of Building- Trinitas Hosp. Regional Ed. Facility	500,000	500,000	500,000	—
GO Elizabeth - NJ Monthly Star Ledger Insert	168,000	168,000	168,000	—
Elizabeth Streetscape Phase IV	46,940	46,940	46,940	—
Elizabeth Streetscape Phase IV - Local Share	2,860	2,860	2,860	—
09-167 Financial Lending Program III Increase	30,692	30,692	30,692	—
06-90 Historic Midtown Elizabeth SID 2010	204,500	204,500	204,500	—
North Broad Streetscape	148,080	148,080	148,080	—
North Broad Streetscape Local Share	3,520	3,520	3,520	—
CCTV Public Security Project	2,134,856	2,134,856	2,134,856	—
CCTV Public Security Project - Local Share	91,590	91,590	91,590	—
Total public and private programs offset by revenues	27,591,696	27,591,696	27,591,696	—
Total operations - excluded from "CAPS"	35,352,377	35,352,377	35,019,148	333,229
Detail (total operations - excluded from "CAPS"):				
Salaries and wages	—	—	—	—
Other expenses	35,352,377	35,352,377	35,019,148	333,229

(Continued)

CITY OF ELIZABETH

Statement of Expenditures

Current Fund

Year ended June 30, 2010

Appropriations	Budget	Budget after modification	Paid or charged	Reserved
Capital Improvements - excluded from "CAPS":				
Capital Improvement Fund - Restructuring	900,000	900,000	900,000	—
Total Capital Improvements excluded from "CAPS"	<u>900,000</u>	<u>900,000</u>	<u>900,000</u>	<u>—</u>
Municipal Debt Service - excluded from "CAPS":				
Payment of bond principal	1,711,000	1,711,000	1,711,000	—
Interest on bonds	2,736,590	2,736,590	2,736,590	—
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	42,343	42,343	42,343	—
Restructuring bonds - principal	8,830,000	8,830,000	8,830,000	—
Restructuring bonds - interest	687,296	687,296	687,296	—
Lease ordinance-2 repayment for principal and interest	180,399	180,399	180,399	—
Lease ordinance-3 repayment for principal and interest	202,517	202,517	202,517	—
Lease ordinance-4 repayment for principal and interest	568,163	568,163	568,163	—
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"	<u>15,382,149</u>	<u>15,382,149</u>	<u>15,382,149</u>	<u>—</u>
Deferred Charges:				
Deferred Charges to Future Taxation Unfunded (Ord. 2370)	18,097	18,097	18,097	—
Deferred Charges to Future Taxation Unfunded (Ord. 2746)	33,089	33,089	33,089	—
	<u>51,186</u>	<u>51,186</u>	<u>51,186</u>	<u>—</u>
Total General Appropriation For Municipal Purposes Excluded from "CAPS"	<u>51,685,712</u>	<u>51,685,712</u>	<u>51,352,483</u>	<u>333,229</u>
Subtotal general appropriations	\$ 207,634,431	207,634,431	197,911,631	9,722,800
Reserve for Uncollected Taxes	<u>9,646,782</u>	<u>9,646,782</u>	<u>9,646,782</u>	<u>—</u>
Total general appropriations	<u>\$ 217,281,213</u>	<u>217,281,213</u>	<u>207,558,413</u>	<u>9,722,800</u>
Original budget		\$ 210,508,353		
Appropriation by N.J.S.A. 40A:4-87		<u>6,772,859</u>		
		<u>\$ 217,281,212</u>		
Encumbered			\$ 2,646,300	
Reserve for uncollected taxes			9,646,782	
Transferred to Federal and State Grant Fund			27,591,696	
Transferred to reserves			3,500,000	
Cancelled deficiency agreement appropriation			200,000	
Due to General Capital Fund			51,186	
Cash disbursed			<u>163,922,449</u>	
			<u>\$ 207,558,413</u>	

See accompanying notes to financial statements.

CITY OF ELIZABETH

Balance Sheet

Trust Funds

June 30, 2010 and 2009

Assets	Ref.	2010	2009
Dog License Fund:			
Cash	B-1	\$ 19,426	18,164
		<u>19,426</u>	<u>18,164</u>
Other Federal Grant Funds:			
Cash	B-1	27,870	138,964
Grants receivable	B-8	2,870,963	2,550,968
HPRP Receivable	B-19	214,026	—
Due from UDAG Fund	B-12	225,519	225,519
		<u>3,338,378</u>	<u>2,915,451</u>
Urban Development Action Grant (UDAG) Fund:			
Cash	B-1	1,358,556	1,349,107
UDAG loans receivable	B-2	—	300,260
		<u>1,358,556</u>	<u>1,649,367</u>
Community Development Block Grant Fund:			
Cash	B-1	2,178	524,342
Federal grants receivable	B-10	2,885,257	2,111,380
Due from Current Fund	B-5	25,347	25,347
Due from Elizabeth Development Corp.	B-15	80,672	80,672
		<u>2,993,454</u>	<u>2,741,741</u>
General Trust Funds:			
Cash	B-1	16,129,764	10,121,981
Due from Trustee	B-17	13,976	13,976
		<u>16,143,740</u>	<u>10,135,957</u>
		<u>\$ 23,853,554</u>	<u>17,460,680</u>

(Continued)

CITY OF ELIZABETH

Balance Sheet

Trust Funds

June 30, 2010 and 2009

Liabilities, Reserves and Fund Balance	Ref.	2010	2009
Dog License Fund:			
Due to State of New Jersey	B-6	\$ 304	662
Reserve for Dog Expenditures	B-7	<u>19,122</u>	<u>17,502</u>
		<u>19,426</u>	<u>18,164</u>
Other Federal Grant Funds:			
Reserve for Grants	B-9	3,114,825	2,915,451
Reserve for HPRP Grant Expenditures	B-20	<u>223,553</u>	<u>—</u>
		<u>3,338,378</u>	<u>2,915,451</u>
Urban Development Action Grant (UDAG) Fund:			
Reserve for UDAG loans receivable	B-3	1,131,271	1,422,082
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>1,358,556</u>	<u>1,649,367</u>
Community Development Block Grant Fund:			
Reserve for Community Development Block Grant	B-11	2,993,454	2,656,855
Reserve for Program Income	B-14	<u>—</u>	<u>84,886</u>
		<u>2,993,454</u>	<u>2,741,741</u>
General Trust Funds:			
Off Duty Police Reserve	B-13	312,904	278,619
Due to Current Fund	B-18	—	19,742
Reserves for Special Purposes	B-4	<u>15,830,836</u>	<u>9,837,596</u>
		<u>16,143,740</u>	<u>10,135,957</u>
		<u>\$ 23,853,554</u>	<u>17,460,680</u>

See accompanying notes to financial statements.

CITY OF ELIZABETH

Balance Sheets

General Capital Fund

June 30, 2010 and 2009

Assets	Ref.	2010	2009
Cash	C-2, C-3	\$ 20,941,688	23,122,645
Due from Current Fund	C-6	68,666	13,231
Due from State of New Jersey -			
Department of Environmental Protection	C-14	267,196	267,196
Department of Transportation	C-10	136,693	136,693
Waterfront Park Loan Receivable	C-5	267,196	267,196
Due from Union County Improvement Authority	C-16	1,112,289	1,112,289
Deferred charges to future taxation:			
Funded	C-7	83,597,577	94,379,924
Unfunded	C-8	31,302,307	19,158,493
		<u>\$ 137,693,612</u>	<u>138,457,667</u>
Liabilities and Fund Balance			
Serial bonds:			
General	C-4	\$ 76,412,000	86,953,000
Loans payable	C-17	7,185,577	7,426,924
Improvement authorizations:			
Funded	C-11	12,921,101	17,563,349
Unfunded	C-11	28,041,800	17,486,048
Capital improvement fund	C-12	3,267,171	3,022,171
Reserve for:			
State aid receivable	-	136,693	136,693
Bond sale expense	C-9	115,333	107,107
Retirement of debt	C-13	3,291,393	3,139,831
Fund balance	C-1	6,322,544	2,622,544
		<u>\$ 137,693,612</u>	<u>138,457,667</u>

There were bonds and notes authorized but not issued on June 30, 2009 and 2010 of \$19,158,493 and \$31,302,307 (Exhibit C-15), respectively.

See accompanying notes to financial statements.

CITY OF ELIZABETH

Statement of Fund Balance

General Capital Fund

Years ended June 30, 2010 and 2009

	<u>2010</u>	<u>2009</u>
Balance, Beginning of Year	\$ <u>2,622,544</u>	<u>2,417,699</u>
Increased by:		
Improvement authorizations cancelled	4,000,000	1,209,940
Other	<u>—</u>	<u>52</u>
	<u>4,000,000</u>	<u>1,209,992</u>
	<u>6,622,544</u>	<u>3,627,691</u>
Decreased by:		
Improvement authorization	300,000	1,000,000
Receivables cancelled	<u>—</u>	<u>5,147</u>
	<u>300,000</u>	<u>1,005,147</u>
Balance, End of Year	\$ <u><u>6,322,544</u></u>	<u><u>2,622,544</u></u>

See accompanying notes to financial statements.

CITY OF ELIZABETH

Balance Sheets

Water Utility Funds

June 30, 2010 and 2009

Assets	Ref.	2010	2009
		<u> </u>	<u> </u>
Operating Fund:			
Cash	D-3	\$ 998,085	935,124
Due from Water Capital Fund	D-7	1,184	3,809
Due from Water Trust Fund	D-7	<u>14</u>	<u>46</u>
		<u>999,283</u>	<u>938,979</u>
Receivables and inventory with reserves:			
Water liens receivable	D-9	<u>13,063</u>	<u>8,747</u>
		<u>13,063</u>	<u>8,747</u>
Total Operating Fund		<u>1,012,346</u>	<u>947,726</u>
Trust Fund:			
Cash	D-3	<u>157,486</u>	<u>157,518</u>
Total Trust Fund		<u>157,486</u>	<u>157,518</u>
Capital Fund:			
Cash		<u>2,830,659</u>	<u>2,939,920</u>
	D-3,D-4	2,830,659	2,939,920
Fixed capital	D-12	<u>16,441,271</u>	<u>16,441,271</u>
Total Capital Fund		<u>19,271,930</u>	<u>19,381,191</u>
		<u>\$ 20,441,762</u>	<u>20,486,435</u>

(Continued)

CITY OF ELIZABETH

Balance Sheets

Water Utility Funds

June 30, 2010 and 2009

Liabilities, Reserves, and Fund Balance	<u>Ref.</u>	<u>2010</u>	<u>2009</u>
Operating Fund:			
Accounts payable	D-13	\$ 36,028	36,028
Due to Liberty Water	D-10	<u>180,849</u>	<u>140,290</u>
		<u>216,877</u>	<u>176,318</u>
Reserve for:			
Water liens receivable		<u>13,063</u>	<u>8,747</u>
		<u>13,063</u>	<u>8,747</u>
Fund balance	D-1	<u>782,406</u>	<u>762,661</u>
Total Operating Fund		<u>1,012,346</u>	<u>947,726</u>
Trust Fund:			
Due to Water Operating Fund	D-7	14	46
Reserve for customer deposits	D-5	<u>157,472</u>	<u>157,472</u>
Total Trust Fund		<u>157,486</u>	<u>157,518</u>
Capital Fund:			
Reserve for amortization	D-11	16,441,271	16,441,271
Reserve for capital expenditures	D-6	2,132,236	2,238,872
Due to Water Operating Fund	D-7	1,184	3,809
Capital Improvement Fund	D-8	<u>697,239</u>	<u>697,239</u>
Total Capital Fund		<u>19,271,930</u>	<u>19,381,191</u>
		<u>\$ 20,441,762</u>	<u>20,486,435</u>

There were bonds and notes authorized but not issued of \$0 and \$0 on June 30, 2009 and 2010 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, 2010 and 2009

	<u>2010</u>	<u>2009</u>
Revenue and other credits to income:		
Miscellaneous revenue not anticipated	\$ 19,745	101,537
Total income	<u>19,745</u>	<u>101,537</u>
Fund balance, July 1	<u>762,661</u>	<u>2,661,124</u>
	<u>782,406</u>	<u>2,762,661</u>
Surplus (general budget)	<u>—</u>	<u>2,000,000</u>
Fund balance, June 30	<u>\$ 782,406</u>	<u>762,661</u>

See accompanying notes to financial statements.

CITY OF ELIZABETH

Statement of Revenues

Water Utility Operating Fund

Year ended June 30, 2010

	Revenues Realized
Nonbudget revenue (interest on investments)	\$ <u>19,745</u>
	\$ <u><u>19,745</u></u>

See accompanying notes to financial statements.

CITY OF ELIZABETH

Balance Sheets

Sewer Utility Funds

June 30, 2010 and 2009

Assets	Ref.	2010	2009
Operating Fund:			
Cash	E-5	\$ 4,933,430	6,130,847
Due from Sewer Capital Fund	E-8	<u>4</u>	<u>327</u>
		<u>4,933,434</u>	<u>6,131,174</u>
Receivables with reserves:			
Consumers' accounts receivable	E-7	173,504	305,215
Miscellaneous rents receivable	E-28	5,342	5,342
Sewer liens receivable	E-24	<u>10,280</u>	<u>6,929</u>
		<u>189,126</u>	<u>317,486</u>
Total Operating Fund		<u>5,122,560</u>	<u>6,448,660</u>
Capital Fund:			
Cash	E-5, E-6	3,031,698	2,507,964
Fixed capital	E-9	50,421,759	46,228,690
Fixed capital authorized and uncompleted	E-10	80,660,513	72,853,582
Due from Trustee-Environmental Infrastructure Trust and fund loans	E-16	4,931,543	523,200
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>139,558,721</u>	<u>122,626,644</u>
		<u>\$ 144,681,281</u>	<u>129,075,304</u>

(Continued)

CITY OF ELIZABETH

Balance Sheets

Sewer Utility Funds

June 30, 2010 and 2009

Liabilities, Reserves, and Fund Balance	Ref.	2010	2009
Operating Fund:			
Appropriation reserves	E-4,E-12	\$ 2,598,737	855,498
Encumbrances payable	E-26	283,881	47,542
Accounts payable	E-13	710,078	943,079
Accrued interest on bonds and notes	E-15	220,379	236,395
		<u>3,813,075</u>	<u>2,082,514</u>
Reserve for receivables		189,126	317,486
Fund balance	E-1	1,120,359	4,048,660
Total Operating Fund		<u>5,122,560</u>	<u>6,448,660</u>
Capital Fund:			
Due to Sewer Operating Fund	E-8	4	327
Bond sale expense payable	E-29	48,705	729
Serial bonds	E-17	4,449,000	5,046,000
Local unit bonds	E-18	1,339,303	1,509,969
Environmental infrastructure loans payable	E-23	22,240,646	17,253,517
Bond anticipation notes	E-14	3,000,000	—
Improvement authorizations:			
Funded	E-19	4,192,504	4,402,677
Unfunded	E-19	34,169,632	32,180,148
Reserve for:			
Amortization	E-20	59,186,728	51,304,978
Deferred amortization	E-21	8,796,766	8,796,766
Renewal and replacement	E-11	364,000	364,000
Appropriated grants	E-31	20,619	20,619
Capital Improvement Fund	E-25	788,338	788,338
Fund balance	E-2	962,476	958,576
Total Capital Fund		<u>139,558,721</u>	<u>122,626,644</u>
		<u>\$ 144,681,281</u>	<u>129,075,304</u>

There were bonds and notes authorized but not issued at June 30, 2009 and 2010 of \$35,433,829 and \$32,332,614 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, 2010 and 2009

	<u>2010</u>	<u>2009</u>
Revenue and other credits to income:		
Fund balance utilized	\$ 3,500,000	6,500,000
Sewer fees and charges	16,320,832	14,625,593
Miscellaneous	514,061	896,019
Other credits to income:		
Appropriation reserves lapsed	236,806	996,109
Receivable returned	—	12,045
Total income	<u>20,571,699</u>	<u>23,029,766</u>
Expenditures:		
Operating	13,000,000	10,500,000
Capital improvements	2,653,055	3,693,068
Debt service	4,346,945	4,606,932
Transfer to Current Fund	—	3,000,000
Total expenditures	<u>20,000,000</u>	<u>21,800,000</u>
Excess of revenues over expenses	571,699	1,229,766
Fund balance, July 1	<u>4,048,660</u>	<u>9,318,894</u>
	4,620,359	10,548,660
Less Fund Balance Utilized	<u>3,500,000</u>	<u>6,500,000</u>
Fund balance, June 30	<u>\$ 1,120,359</u>	<u>4,048,660</u>

See accompanying notes to financial statements.

CITY OF ELIZABETH

Statement of Fund Balance

Sewer Utility Capital Fund

Years ended June 30, 2010 and 2009

	<u>2010</u>	<u>2009</u>
Balance, Beginning of year	\$ 958,576	958,576
Increased by:		
Premium on sale of notes	<u>3,900</u>	<u>—</u>
Balance, End of year	<u>\$ 962,476</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, 2010

	<u>Anticipated</u>	<u>Realized</u>	<u>Excess (deficit)</u>
Operating surplus anticipated	\$ 3,500,000	3,500,000	—
Rents	16,000,000	16,320,832	320,832
Miscellaneous	<u>500,000</u>	<u>514,061</u>	<u>14,061</u>
Total budget revenue	<u>\$ 20,000,000</u>	<u>20,334,893</u>	<u>334,893</u>

Analysis of Certain Realized Revenues

Rents:

Revenues collected	\$ <u>16,320,832</u>
	\$ <u><u>16,320,832</u></u>

Analysis of Miscellaneous

Interest on investments	\$ 124,931
Interest and costs	14,200
Joint Meeting refund	315,187
Miscellaneous	<u>59,743</u>
Cash receipts	<u>\$ 514,061</u>

See accompanying notes to financial statements.

CITY OF ELIZABETH

Statement of Expenditures

Sewer Utility Operating Fund

Year ended June 30, 2010

<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>
Operating:				
Management Fee	\$ 2,500,000	3,500,000	1,365,857	2,134,143
Joint Meeting	9,500,000	9,500,000	9,081,963	418,037
Capital improvements:				
Capital outlay	3,653,055	2,653,055	2,606,498	46,557
Debt service:				
Sewer System lease Payments- principal and int.	1,926,046	1,926,046	1,926,046	—
Payment of bond principal	597,000	597,000	597,000	—
Interest on bonds	210,833	210,833	210,833	—
Wastewater Treatment bonds - principal	1,207,274	1,207,274	1,207,274	—
Wastewater Treatment bonds - interest	405,792	405,792	405,792	—
Total	\$ 20,000,000	20,000,000	17,401,263	2,598,737

Analysis of paid or charged

Cash disbursed	\$ 16,500,757
Encumbrances payable	283,881
Interest on bonds and notes	<u>616,625</u>
	<u>\$ 17,401,263</u>

See accompanying notes to financial statements.

CITY OF ELIZABETH

Statement of General Fixed Assets

General Fixed Assets Account Group

June 30, 2010 and 2009

	<u>2010</u>	<u>2009</u>
General fixed assets:		
Land and buildings	\$ 41,978,500	41,978,500
Equipment	11,866,625	11,859,056
Vehicles	<u>18,949,021</u>	<u>18,922,854</u>
Total general fixed assets	<u>\$ 72,794,146</u>	<u>72,760,410</u>
Investment in general fixed assets	<u>\$ 72,794,146</u>	<u>72,760,410</u>

See accompanying notes to financial statements.

CITY OF ELIZABETH

Notes to Financial Statements

June 30, 2010

(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, 2010

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 2010, the estimated accrued liability as determined by City officials for vacation, sick and compensatory time is approximately \$18,252,739 and \$19,642,189 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, 2010

- 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, 2010

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 balances outstanding at June 30, 2009 and 2010 are \$1,475,000 and \$1,330,000, respectively.

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 balances outstanding at June 30, 2009 and 2010 are \$400,000 and \$0, respectively.

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 and 2010 are \$3,398,000 and \$2,616,000 and \$3,137,000 and \$2,414,000, 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, 2010

to redeem the \$2,750,000 of outstanding Sewer Utility Bonds dated November 15, 1992. The balances outstanding at June 30, 2009 and 2010 are \$955,000 and \$705,000, respectively.

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 balances outstanding at June 30, 2009 and 2010 are \$13,050,000 and \$12,850,000, respectively.

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 and 2010 are \$2,175,000 and \$4,845,000 and \$0, 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 balances outstanding at June 30, 2009 and 2010 are \$2,165,000 and \$2,040,000, respectively. 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 balances outstanding at June 30, 2009 and 2010 are \$14,600,000 and \$14,500,000, respectively.

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 balances outstanding at June 30, 2009 and 2010 are \$10,750,000 and \$10,500,000, respectively.

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 balances outstanding at June 30, 2009 and 2010 are \$11,825,000 and \$11,575,000, respectively.

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 balances outstanding at June 30, 2009 and 2010 are \$11,290,000 and \$9,605,000, respectively.

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 balances outstanding at June 30, 2009 and 2010 are \$12,455,000 and \$12,205,000, respectively.

CITY OF ELIZABETH

Notes to Financial Statements

June 30, 2010

On October 15, 1996, 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 \$1,606,000 and fund loan of \$1,610,000. The interest rate on the trust loan ranges from 4% to 5.25%; the fund loan is a non-interest bearing loan. The trust loan matures in annual installments on September 1, of each year from 1997 to 2020. Principal payments on the fund loan are on a semi-annual basis on August 1 and February 1 from 2002 to 2016. The balances outstanding at June 30, 2009 and 2010 are \$644,969 and \$865,000 and \$564,303 and \$775,000, respectively.

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 balances outstanding at June 30, 2009 and 2010 are \$1,935,000 and \$1,606,083 and \$1,815,000 and \$1,472,335, 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 and 2010 are \$2,525,000 and \$2,186,246 and \$2,385,000 and \$2,017,377 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 and 2010 are \$1,705,000 and \$1,435,106 and \$1,620,000 and \$1,333,161, 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 and 2010 are \$1,580,000 and \$4,271,082 and \$1,525,000 and \$4,039,036 respectively.

On December 1, 2009, 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 \$1,755,000 and fund loan of \$1,763,165. The interest rate on the trust loan ranges from 4.000% to 5.00%; the fund loan is a non-interest bearing loan. The trust loan matures in annual installments on August 1, of each year from 2010 to 2029. Principal payments on the fund loan are on a semi-annual basis on August 1 and February 1 from 2010 to 2029. The balances outstanding at June 30, 2010 are \$1,755,000 and \$1,763,165 respectively.

CITY OF ELIZABETH

Notes to Financial Statements

June 30, 2010

On December 1, 2009, 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 \$1,025,000 and fund loan of \$1,048,267. The interest rate on the trust loan ranges from 4.000% to 5.00%; the fund loan is a non-interest bearing loan. The trust loan matures in annual installments on August 1, of each year from 2010 to 2029. Principal payments on the fund loan are on a semi-annual basis on August 1 and February 1 from 2010 to 2029. The balances outstanding at June 30, 2010 are \$1,025,000 and \$1,048,267 respectively.

On December 1, 2009, 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 \$220,000 and fund loan of \$222,305. The interest rate on the trust loan ranges from 4.000% to 5.00%; the fund loan is a non-interest bearing loan. The trust loan matures in annual installments on August 1, of each year from 2010 to 2029. Principal payments on the fund loan are on a semi-annual basis on August 1 and February 1 from 2010 to 2029. The balances outstanding at June 30, 2010 are \$220,000 and \$222,305 respectively.

The City debt is summarized as follows:

	<u>June 30,</u> <u>2010</u>	<u>June 30,</u> <u>2009</u>
Bonds, Notes and Loans Issued:		
General	\$83,597,575	94,379,924
Sewer	<u>31,028,949</u>	<u>23,799,486</u>
	<u>114,626,524</u>	<u>118,179,410</u>
 Bonds and Notes Authorized Not Issued:		
General	31,302,307	19,158,493
Sewer	32,332,614	35,433,829
Water	<u>00</u>	<u>00</u>
	<u>63,634,921</u>	<u>54,592,322</u>
 Total Bonds and Notes Issued and Authorized But Not Issued	 <u>\$178,261,445</u>	 <u>172,771,732</u>

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, 2010:

Fiscal Year	General Bonds		Sewer Debt	
	<u>Ending</u> <u>June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>
2011	\$6,586,000	3,158,594	2,007,100	762,366
2012	6,831,000	2,925,994	2,118,603	691,255
2013	7,111,000	2,618,915	2,135,956	632,792
2014	7,406,000	2,287,612	1,956,699	576,100
2015	7,676,000	2,019,479	1,990,636	491,608
2016-2020	27,648,000	5,617,900	9,690,544	1622,516
2021-2025	9,454,000	1,723,359	5,670,312	526,793
2026-2030	<u>3,700,000</u>	<u>478,437</u>	<u>2,459,098</u>	<u>155,925</u>
 Total	 <u>\$76,412,000</u>	 <u>20,830,290</u>	 <u>28,028,948</u>	 <u>5,459,354</u>

CITY OF ELIZABETH

Notes to Financial Statements

June 30, 2010

	<u>Gross Debt</u>	<u>Deduction</u>	<u>Net Debt</u>
Local School District	\$ 2,800,000	2,800,000	—
General Debt	114,899,882	3,291,393	111,608,489
Sewer Utility Debt	63,361,563	63,361,563	—
Water Utility Debt	—	—	—
	<u>\$181,061,445</u>	<u>69,452,956</u>	<u>111,608,489</u>

Net Debt of \$111,608,489 divided by equalized valuation basis per N.J.S.A. 40A:2-2 as amended of \$8,491,187,034 equals 1.31%.

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

3.5% of Equalized Valuation Basis	\$297,191,546
Net Debt	<u>111,608,489</u>
Remaining (Excess) Borrowing Capacity	<u>\$185,583,057</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, 2010 there are \$3,000,000 notes outstanding for the Sewer Utility Capital Fund.

(5) Capital Equipment Lease Program

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, 2010 are:

<u>Fiscal Year</u> <u>Ending</u> <u>June 30</u>	<u>Amount</u>
2011	\$195,705
2012	<u>185,217</u>

CITY OF ELIZABETH

Notes to Financial Statements

June 30, 2010

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

Under the lease the City is required to pay rent due on each December 1 and June 1, commencing December 1, 2005. Future minimum lease payments under the lease program as of June 30, 2010 are:

Fiscal Year Ending June 30	<u>Amount</u>
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, 2010 were utilized as revenue in the 2010-2011 Fiscal Year Budget as follows:

<u>Fund Description</u>	<u>Fund Balance</u> <u>June 30, 2010</u>	<u>Amount</u> <u>Utilized</u>
Current Fund	\$22,361,355	20,000,000
Sewer Utility Operating	1,120,359	1,000,000
Water Utility Operating	782,406	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

CITY OF ELIZABETH

Notes to Financial Statements

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provide retirement, death and disability benefits to county and municipal police and firemen who were appointed prior to July 1, 1944. The fund is a closed system with no active members.

Police and Firemen's Retirement System

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

Public Employees' Retirement System

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

CITY OF ELIZABETH

Notes to Financial Statements

June 30, 2010

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 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.

Chapter 1, P.L. 2010, effective May 21, 2010, made a number of changes to the State-administered retirement systems concerning eligibility, the retirement allowance formula, the definition of compensation, the positions eligible for service credit, the non-forfeitable right to a pension, the prosecutor's part of the PERS, special retirement under the PFRS, and employer contributions to the retirement systems.

This new legislation changed the membership eligibility criteria for new members of TPAF and PERS from the amount of annual compensation to the number of hours worked weekly. Also, it returned the benefit multiplier for new members of TPAF and PERS to 1/60 from 1/55, and it provided that new members of TPAF and PERS have the retirement allowance calculated using the average annual compensation for the last five years of service instead of the last three years of service. New members of TPAF and PERS will no longer receive pension service credit from more than one employer.

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Pension service credit will be earned for the highest paid position only. For new members of the SPRS and PFRS, the law capped the maximum compensation that can be used to calculate a pension from these plans at the annual wage contribution base for social security, and requires the pension to be calculated using a three year average annual compensation instead of the last year's salary. This law also closed the Prosecutors Part of the PERS to new members and repealed the law for new members that provided a non-forfeitable right to receive a pension based on the laws of the retirement system in place at the time 5 years of pension service credit is attained. The law also requires the State to make its full pension contribution, defined as 1/7th of the required amount, beginning in fiscal year 2012.

Chapter 2, P.L. 2010, effective May 21, 2010, made changes to the SHBP and SHBP – Education concerning eligibility, cost sharing, choice of a plan, the application of benefit changes, the waiver of coverage, and multiple coverage under such plans. It also requires contributions toward the cost of health care benefits coverage by public employees and certain retirees.

Chapter 3, P.L. 2010, effective May 21, 2010, replaced the accidental and ordinary disability retirement for new members of the TPAF and PERS with disability insurance coverage similar to that provided by the State to individuals enrolled in the State's Defined Contribution Retirement Program.

Funding Policy

Contribution Requirements:

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

During the year ended June 30, 2010, 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>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
CPFPPF	\$365,790	\$398,963	452,280	565,283
PERS	1,417,185	2,191,474	1,564,750	863,259
PFRS	6,821,813	12,383,216	11,637,148	4,809,805

CITY OF ELIZABETH

Notes to Financial Statements

June 30, 2010

(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 and \$75,258 as of June 30, 2009 and 2010, respectively. In order for the Trustee appointed by the court to accept and execute a contract to purchase the premises without contingencies, the City granted assumption of the second mortgage it holds to Diversified Furniture, Inc.

(10) Contingent Liabilities

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

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

The City participates in numerous Federal and State of New Jersey grant programs which are governed by various rules and regulations of the grantor agencies; therefore, to the extent that the City has not complied with the rules and regulations governing the grants, refunds of any money received may be required and the collectibility of any related receivables at June 30, 2010 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 2010 deferrals

CITY OF ELIZABETH

Notes to Financial Statements

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were approximately \$3,009,000 and \$3,256,000 respectively which becomes payable upon the City leaving the State Health Benefits Program.

The City after June 30, 2010 was required to and did pay approximately \$1,200,000 in judgment, interest and attorney fees in the Guslavage litigation which litigation was pending at June 30. There is presently pending a civil action in Superior Court concerning alleged personal injuries of the plaintiff as a result of a motor vehicle accident that alleges approximately \$300,000 of medical expenses. The city is vigorously defending this action.

(11) Water and Sewer Utility Operations

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

(12) Deferred Compensation Plan

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

(13) Fixed Assets

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

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

CITY OF ELIZABETH

Notes to Financial Statements

June 30, 2010

The City's fixed assets are summarized as follows:

	Balance June 30, 2008	Additions	Dispositions	Balance 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 June 30, 2009	Additions	Dispositions	Balance June 30, 2010
General fixed assets:				
Land and buildings	\$ 41,978,500	—	—	41,978,500
Equipment	11,859,056	8,189	620	11,866,625
Vehicles	18,922,854	360,509	334,342	18,949,021
	<u>\$ 72,760,410</u>	<u>368,698</u>	<u>334,962</u>	<u>\$ 18,949,021</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%.

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

CITY OF ELIZABETH

Notes to Financial Statements

June 30, 2010

30, 2010 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, 2010 are:

Fiscal Year Ending June 30	<u>Amount</u>
2011	\$ 4,664
2012	4,664
2013	4,664
2014	4,664
2015	4,664
2016-2017	<u>9,326</u>
Total	32,646
Less interest	<u>2,322</u>
Principal Balance	\$30,324

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, 2010 are:

Fiscal Year Ending June 30	<u>Amount</u>
2011	\$ 27,767
2012	27,767
2013	27,767
2014	27,767
2015	27,767
2016-2019	<u>111,069</u>
Total	249,904
Less interest	<u>22,238</u>
Principal Balance	\$227,666

CITY OF ELIZABETH

Notes to Financial Statements

June 30, 2010

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, 2010 are:

Fiscal Year	
Ending	
June 30	<u>Amount</u>
2011	\$ 13,537
2012	13,537
2013	13,537
2014	13,537
2015	13,537
2016-2017	<u>27,075</u>
Total	94,760
Less interest	<u>6,743</u>
Principal Balance	\$ 88,017

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, 2010 are:

Fiscal Year	
Ending	
June 30	<u>Amount</u>
2011	\$ 24,873
2012	24,873
2013	24,873
2014	24,874
2015	24,873
2016-2020	124,366
2021-2025	124,367
2026-2028	<u>74,620</u>
Total	447,719
Less interest	<u>73,283</u>
Principal Balance	\$ 374,436

CITY OF ELIZABETH

Notes to Financial Statements

June 30, 2010

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, 2010 are:

Fiscal Year	
Ending	
June 30	<u>Amount</u>
2011	\$ 4,353
2012	4,353
2013	4,352
2014	4,353
2015	4,353
2016-2019	<u>15,235</u>
Total	36,999
Less interest	<u>3,131</u>
Principal Balance	\$33,868

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, 2010 are:

Fiscal Year	
Ending	
June 30	<u>Amount</u>
2011	\$ 17,470
2012	17,470
2013	17,470
2014	17,470
2015	17,470
2016-2020	87,347
2021-2025	87,347
2026-2029	<u>61,144</u>
Total	323,188
Less interest	<u>54,160</u>
Principal Balance	\$ 269,028

(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.

CITY OF ELIZABETH

Notes to Financial Statements

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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, 2010 are:

<u>Year</u>	<u>Amount</u>
2011	\$ 1,924,188
2012	1,924,315
2013	1,928,125
2014	1,924,318
2015	1,923,892
2016-2020	9,622,156
2021-2022	3,852,252

17) Interfund Balances

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

	<u>2009</u>		<u>2010</u>	
	<u>FROM</u>	<u>TO</u>	<u>FROM</u>	<u>TO</u>
Current Fund:				
CDBG	\$ —	25,347	—	25,347
General Trust	19,742	—	—	—
Federal and State Grant	481,860	—	1,909,584	—
General Capital	13,231	—	—	68,666
Dog Fund	—	—	—	—
Federal and State Grant:				
Current	—	481,860	—	1,909,584
Dog License Fund:				
Current Fund	—	—	—	—
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	—	—
Capital:				
Current	13,231	—	68,666	—

(Continued)

CITY OF ELIZABETH

Notes to Financial Statements

June 30, 2010

	<u>2009</u>		<u>2010</u>	
	<u>FROM</u>	<u>TO</u>	<u>FROM</u>	<u>TO</u>
Water Operating:				
Water Capital	3,809	—	1,184	—
Water Trust	46	—	14	—
Water Trust:				
Water Operating	—	46	—	14
Water Capital:				
Water Operating	—	3,809	—	1,184
Sewer Operating:				
Sewer Capital	327	—	4	—
Sewer Capital:				
Sewer Operating	—	327	—	4

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

(18) Post Retirement Medical Benefits

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

Plan Description: The City contributes to the 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

CITY OF ELIZABETH

Notes to Financial Statements

June 30, 2010

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, 2010, 2009, 2008, and 2007 were \$7,289,143.93, \$6,838,829, \$7,172,358 and \$7,466,948 respectively, which equaled the required contributions for each year. There were approximately 712, 702, 703 and 699 retired participants eligible at June 30, 2010, 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).

CITY OF ELIZABETH

Notes to Financial Statements

June 30, 2010

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 \$5,000,000 loan as of June 30, 2010 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.

2002 Underground Storage Tank Loan

Future payments for this loan as of June 30, 2010 are:

<u>Fiscal Year Ending</u>	<u>Amount</u>
2011	\$87,720
2012	<u>87,720</u>
	\$175,440

2003 Demolition Loan

Future payments for this loan as of June 30, 2010 are:

<u>Fiscal Year Ending</u>	<u>Amount</u>
2011	\$85,800
2012	<u>85,800</u>
Total	171,600
Less interest	<u>6,600</u>
Principal Balance	\$ 165,000

ADDITIONAL FINANCIAL INFORMATION

CITY OF ELIZABETH

Schedule of Current Cash - Treasurer

Current Fund

Year ended June 30, 2010

Balance, June 30, 2009	\$ <u>36,141,979</u>
Increased by receipts:	
Due from State of New Jersey	376,079
Federal and State grants receivable	9,832,108
Taxes receivable	187,229,032
Tax title liens	46,380
Revenue accounts receivable	64,279,694
Interfunds	31,818
Miscellaneous receivables	9,869
Reserve for special purposes	6,410,168
Miscellaneous payables and deposits	469,571
Miscellaneous reserves transferred from Trust Fund	72,414
Miscellaneous	46,620
Nonbudget revenue	<u>2,572,746</u>
	<u>271,376,499</u>
	<u>307,518,478</u>
Decreased by disbursements:	
Budget appropriations	163,922,449
Appropriation reserves	4,162,932
Accounts payable	42,934
County taxes payable	33,349,562
Special district taxes payable	405,000
School taxes	44,248,475
Miscellaneous payables and deposits	593,820
Miscellaneous receivables	2,898
Federal and State grants advance - net	12,066,411
Reserve for special purposes	<u>10,372,733</u>
	<u>269,167,214</u>
Balance, June 30, 2010	\$ <u><u>38,351,264</u></u>

CITY OF ELIZABETH

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

Current Fund

Year ended June 30, 2010

Balance, June 30, 2009	\$ <u>361,383</u>
Increased by:	
Senior Citizens' deductions per tax billings	173,500
Veterans' deductions per tax billings	209,750
Senior Citizens' deductions allowed by Tax Collector	16,750
Veterans' deductions allowed by Tax Collector	<u>2,250</u>
	<u>402,250</u>
	<u>763,633</u>
Decreased by:	
Cash received	376,079
Senior Citizens' deductions disallowed by Tax Collector	<u>54,893</u>
	<u>430,972</u>
Balance, June 30, 2010	\$ <u><u>332,661</u></u>

CITY OF ELIZABETH

Schedule of Taxes Receivable and Analysis of
Property Tax Levy

Current Fund

Year ended June 30, 2010

Year	Balance, June 30, 2003	2010 tax levy	Additional charges	Collections 2010	Veterans and Senior Citizens	Transferred to tax title liens	Remitted, abated or canceled	Balance, June 30, 2010
2004	\$ 457	—	—	—	—	—	—	457
2006	2,829	—	—	—	—	—	—	2,829
2007	10,307	—	—	—	—	—	—	10,307
2008	82,775	—	14,148	2,796	—	64	12,464	81,599
2009	<u>7,796,530</u>	—	—	<u>7,483,424</u>	—	<u>175,492</u>	<u>11,833</u>	<u>125,781</u>
	7,892,898	—	14,148	7,486,220	—	175,556	24,297	220,973
2010	<u>—</u>	<u>185,702,404</u>	<u>1,372,502</u>	<u>179,742,812</u>	<u>347,357</u>	<u>322,866</u>	<u>349,248</u>	<u>6,312,623</u>
	<u>\$ 7,892,898</u>	<u>185,702,404</u>	<u>1,386,650</u>	<u>187,229,032</u>	<u>347,357</u>	<u>498,422</u>	<u>373,545</u>	<u>6,533,596</u>

Analysis of Property Tax Levy

Tax levy:	
Local school district tax	\$ 44,248,475
County taxes	31,732,012
County tax - added and omitted	179,119
County Open Space Tax	1,438,431
Special Improvement district	405,000
Local tax for municipal purposes	106,542,739
Additional taxes levied (adjustment)	<u>2,529,130</u>
Actual taxes levied	<u>\$ 187,074,906</u>

CITY OF ELIZABETH

Schedule of Tax Title Liens Receivable

Current Fund

Year ended June 30, 2010

Balance, June 30, 2009	\$ <u>805,208</u>
Increased by:	
Transfers from property taxes receivable	498,422
Interest and costs	<u>44,790</u>
	<u>543,212</u>
	<u>1,348,420</u>
Decreased by:	
Collections	<u>46,380</u>
Balance, June 30, 2010	\$ <u><u>1,302,040</u></u>

CITY OF ELIZABETH

Schedule of Property Acquired for Taxes

Current Fund

Year ended June 30, 2010

Balance, June 30, 2009	\$ <u>2,504,200</u>
Balance, June 30, 2010	\$ <u>2,504,200</u>

CITY OF ELIZABETH

Schedule of Revenue Accounts Receivable

Current Fund

Year ended June 30, 2010

	Balance, June 30, 2009	Accrued in 2010	Collected	Balance, June 30, 2010
Licenses:				
Alcoholic beverages	\$ —	190,587	190,587	—
Other	—	415,095	415,095	—
Fees and permits	—	618,872	618,872	—
Municipal Court - fines and costs	—	3,896,966	3,879,398	17,568
Interest and costs on taxes	—	2,070,539	2,070,539	—
Interest on investments and deposits	—	558,279	558,279	—
LEAA rebates - fire	—	205,403	205,403	—
Franchise assessments - Jersey Garden Mall	—	5,281,987	5,281,987	—
Airport parking tax	—	1,364,213	1,364,213	—
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	—	600	600	—
Dock rental fees	—	86,114	86,114	—
Sale of junk vehicles and other property	—	26,200	26,200	—
CATV fees	—	249,502	249,502	—
Solid waste disposal - host community	—	479,312	479,312	—
Emergency medical services - ambulance charges	7,400,183	3,886,740	2,021,137	9,265,786
Miscellaneous gasoline sales	—	197,353	197,353	—
P.I.L.O.T. - Pierce Manor Corp.	—	245,790	245,790	—
P.I.L.O.T. - Port Authority NY/ NJ	—	63,242	63,242	—
P.I.L.O.T. - Residential	—	1,177,837	1,177,837	—
P.I.L.O.T. - R.W.B. Associates	—	200,902	200,902	—
P.I.L.O.T. - Newark/North Avenue	—	99,237	99,237	—
P.I.L.O.T. - IKEA - Toys R Us	—	149,289	149,289	—
P.I.L.O.T. - IKEA Expansion	—	282,909	282,909	—
P.I.L.O.T. - Elizabeth Senior Citizens, National Church Residence	—	13,416	13,416	—
P.I.L.O.T Immaculate Conception Residence	—	53,045	53,045	—
P.I.L.O.T Marina Village Residence	—	16,624	16,624	—
P.I.L.O.T 349 First street	—	23,501	23,501	—
P.I.L.O.T Winfield Scott Residence	—	29,956	29,956	—
State aid without offsetting appropriations:				
Consolidated municipal property relief act	—	16,234,782	16,234,782	—
Energy Receipts Tax	—	17,886,418	17,886,418	—
Dedicated uniform construction code fees offset with appropriations:				
Uniform construction code fees	—	692,901	692,901	—
Parking Tax	—	1,020,123	1,020,123	—
Hotel and Motel Occupancy Tax	—	2,790,733	2,790,733	—
Hotel Occupancy Tax	—	1,374,398	1,374,398	—
	<u>\$ 7,400,183</u>	<u>64,788,467</u>	<u>64,279,694</u>	<u>9,283,354</u>

CITY OF ELIZABETH

Schedule of Interfund Accounts Receivable (Payable)

Current Fund

Year ended June 30, 2010

	General Capital Fund	Community Develop- ment Block Grant	General Trust Fund	Total
Balance, June 30, 2009, Due from (to)	\$ 13,231	(25,347)	19,742	7,626
Increased by:				
Interest earned not transferred	7,827	—	—	7,827
	<u>7,827</u>	<u>—</u>	<u>—</u>	<u>7,827</u>
	<u>21,058</u>	<u>(25,347)</u>	<u>19,742</u>	<u>15,453</u>
Decreased by:				
Transfer from budget	51,186	—	—	51,186
Reserve restored	26,462	—	—	26,462
Interfunds returned	12,076	—	19,742	31,818
	<u>89,724</u>	<u>—</u>	<u>19,742</u>	<u>109,466</u>
Balance, June 30, 2010, Due from (to)	<u>\$ (68,666)</u>	<u>(25,347)</u>	<u>—</u>	<u>(94,013)</u>

CITY OF ELIZABETH

Schedule of Appropriation Reserves

Current Fund

Year ended June 30, 2010

Description	Balance June 30, 2009	Balance after transfers	Paid or charged	Balance lapsed
Salaries and wages:				
City Council	\$ 1,758	1,758	—	1,758
Alcoholic Beverage Control	49	49	—	49
City Clerk	3,923	3,923	—	3,923
Elections	8,320	8,320	625	7,695
Mayor's Office	2,056	2,056	—	2,056
Department of Law	7,446	7,446	—	7,446
Business Administrator's Office	14,164	14,164	—	14,164
Division of Budget and Personnel	1,864	1,864	—	1,864
Division of Purchasing	1,530	1,530	—	1,530
Division of Data Processing	806	806	202	604
Division of Employee Benefits	889	889	—	889
Division of EMS Billing and Collection	8,784	8,784	—	8,784
Division of Accounts and Controls	2,790	2,790	422	2,368
Division of Assessments	1,536	1,536	—	1,536
Division of Revenue	5,870	5,870	2,747	3,123
Department of Neighborhood Services:		—	—	—
Director's Office	1,816	1,816	—	1,816
Bureau of Construction and Zoning	20,170	20,170	—	20,170
Bureau of Housing	2,513	2,513	—	2,513
Bureau of Central Licensing	6,938	6,938	—	6,938
Bureau of Rent Control	510	510	—	510
Agency of Weights and Measures	1,170	1,170	—	1,170
Department of Policy and Community Development:				
Director's Office	2,391	2,391	—	2,391
Bureau of Public Information and Citizen Participation and Services	12,730	12,730	—	12,730
Bureau of Community Development	—	—	—	—
Bureau of Planning and Zoning	119	119	—	119
Bureau of Economic Development	5	5	—	5
Bureau of Elizabeth Home improvement	—	—	—	—
Bureau of Cultural & Heritage Affairs	263	263	—	263
Human Rights Commission	98	98	—	98
Department of Public Works:		—	—	—
Director's Office	57,889	57,889	2,299	55,590
Bureau of Public Buildings	68,620	68,620	2,115	66,505
Bureau of Streets, Parks and Trees	458,997	298,997	21,147	277,850
Bureau of Yard Maintenance and Equipment	266,325	266,325	597	265,728
Marina	14,998	14,998	1,064	13,934
Division of Recycling	2	2	—	2

(Continued)

CITY OF ELIZABETH

Schedule of Appropriation Reserves

Current Fund

Year ended June 30, 2010

Description	Balance June 30, 2009	Balance after transfers	Paid or charged	Balance lapsed
Department of Health, Welfare and Housing:		—	—	—
Director's Office	\$ 15,676	15,676	245	15,431
Division of Health	38,288	38,288	—	38,288
Division of Human Services	1,799	1,799	—	1,799
Office of Social Services:	26,647	26,647	—	26,647
Office of Vital Statistics	4,854	4,854	309	4,545
Office of Youth Services	20,817	20,817	—	20,817
Office on Aging	42,943	42,943	547	42,396
Division Air Pollution	3,403	3,403	—	3,403
Office of Relocation	5,423	5,423	—	5,423
Public Health Nurses Division	51,671	51,671	862	50,809
Public Safety:		—	—	—
Fire Department	43,344	43,344	2,341	41,003
Uniform Fire Safety Act	2,374	2,374	433	1,941
Police Department	305,418	170,135	50,142	119,993
Police Signal System	—	64,698	2,879	61,819
Police Civilian	—	39,576	—	39,576
Emergency Medical Services	51,478	51,478	6,889	44,589
Recreation Department	117,716	117,716	5,377	112,339
Municipal Court	232,360	232,360	1,807	230,553
Other expenses:		—	—	—
City Council	12,564	13,007	2,022	10,985
Alcoholic Beverage Control	3,665	3,982	940	3,042
City Clerk	5,690	5,690	70	5,620
Elections	42,000	43,373	43,373	—
Printing and Publications	112,395	113,539	18,138	95,401
Mayor's Office	3,642	4,286	1,253	3,033
Department of Law	84	18,492	18,416	76
Business Administrator's Office	33,570	170,626	128,302	42,324
Public Safety Telecommunications	—	31,009	2,228	28,781
Division of Budget and Personnel	3	228	221	7
Division of Purchasing	98,307	106,843	25,116	81,727
Division of Data Processing	178,485	315,060	47,274	267,786
Division of Employee Benefits	3	276	219	57
Division of Accounts and Controls	1,032	2,739	2,660	79
Audit Fees	—	16,500	15,500	1,000
Audit other funds	—	15,750	14,750	1,000
Single Audit	—	15,750	14,750	1,000
Financial Audit	—	5,000	—	5,000
Division of Assessments	1,686	74,056	60,390	13,666
Division of Revenue	2,388	5,752	5,499	253

(Continued)

CITY OF ELIZABETH

Schedule of Appropriation Reserves

Current Fund

Year ended June 30, 2010

Description	Balance June 30, 2009	Balance after transfers	Paid or charged	Balance lapsed
Department of Neighborhood Services:				
Director's Office	\$ 2,615	2,615	994	1,621
Bureau of Construction and Zoning	165,710	166,336	670	165,666
Division of Housing	2,238	2,543	2,536	7
Central License Bureau	7,633	8,402	4,375	4,027
Bureau of Rent Control	4,212	4,212	645	3,567
Division of Weights and Measures	553	553	118	435
Department of Planning & Community Development:				
Director's Office	1,902	2,322	514	1,808
Bureau of Public Information and Citizen Participation and Services	14,125	33,299	12,831	20,468
Bureau of Community Development	658	940	450	490
Bureau of Planning and Zoning	58,401	95,750	40,486	55,264
Bureau of Economic Development	961	993	38	955
Bureau of Elizabeth Home Improvement	771	771	289	482
Bureau of Cultural & Heritage Affairs	14,799	19,479	12,859	6,620
Human Rights Commission	2,239	2,239	12	2,227
Department of Public Works:				
Director's Office	3,820	3,820	1,859	1,961
Bureau of Public Buildings	3,923	127,017	126,258	759
Bureau of Streets, Parks and Trees	2,185	7,581	7,348	233
Bureau of Yard Maintenance and Equipment	2,065	102,741	100,042	2,699
Marina	81,140	125,164	57,355	67,809
Recycling Program	90	90	—	90
Garbage and Trash Removal	1,208,186	1,612,061	488,527	1,123,534
Department of Health and Human Services:				
Director's Office	137,527	141,466	3,813	137,653
Division of Human Services	5,670	6,777	1,111	5,666
Division of Health	378,189	557,652	85,311	472,341
Office of Social Services:	10,957	12,140	2,727	9,413
Office of Vital Statistics	1,788	2,580	978	1,602
Office of Youth Services	157,698	230,531	100,074	130,457
Office of Relocation	32,030	35,890	7,653	28,237
Office on Aging	21,397	34,858	12,526	22,332
Public Safety:				
Fire Department	143,807	331,674	194,458	137,216
Uniform Fire Safety Act	16,425	47,032	31,137	15,895
Police Department	553,088	724,509	273,576	450,933
Emergency Medical Services	8,455	52,179	31,598	20,581
Recreation Department	91,940	172,312	85,576	86,736
Insurance	77,629	135,166	39,808	95,358

(Continued)

CITY OF ELIZABETH

Schedule of Appropriation Reserves

Current Fund

Year ended June 30, 2010

Description	Balance June 30, 2009	Balance after transfers	Paid or charged	Balance lapsed
Group Insurance	\$ 29,965	45,239	15,274	29,965
Hospital, Medical, Dental Insurance	2,563,312	3,000,492	1,028,234	1,972,258
Cobra Administration	3,206	4,498	117	4,381
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	120,476	156,725	129,906	26,819
Street Lighting	123,488	440,581	433,213	7,368
Natural Gas	161,342	170,851	34,644	136,207
Gasoline	226,746	234,345	79,903	154,442
Fuel Oil	3,317	3,317	3,317	—
Telephone	11,181	109,792	82,857	26,935
Postage	54,720	54,720	26,801	27,919
Parking Lot Agreement	—	3,150	—	3,150
Contingent	63,984	63,984	—	63,984
Contributions to:				
Public Employees' Retirement System	58,526	58,526	15,025	43,501
Social Security System (O.A.S.I.)	122,419	122,419	(3,600)	126,019
Consolidated Police and Firemen's	26,037	26,037	—	26,037
Police and Firemen's Retirement System of N. J.	116,784	116,784	—	116,784
Assessment for CIF/RTK	8,000	8,000	2,663	5,337
N.J. Unemployment Fund	95,773	95,773	62,206	33,567
Municipal Court	34,899	44,780	41,398	3,382
Public Defender	128,800	130,000	13,200	116,800
Matching Funds - City Grants	464,730	464,730	—	464,730
	\$ 10,091,595	12,892,936	4,197,880	8,695,056
Encumbrances		2,801,341	34,948	
Cash		—	4,162,932	
Appropriation Reserves		10,091,595	—	
		\$ 12,892,936	4,197,880	

CITY OF ELIZABETH

Schedule of Accounts Payable

Current Fund

Year ended June 30, 2010

Balance, June 30, 2009	\$	427,757
Increased by transfers from 2009 appropriations		<u>34,948</u>
		462,705
Decreased by:		
Disbursed		<u>42,934</u>
Balance, June 30, 2010	\$	<u><u>419,771</u></u>

CITY OF ELIZABETH

Schedule of Reserve for Special Purposes

Current Fund

Year ended June 30, 2010

	Balance, June 30, 2009	Receipts	Decreased	Balance, June 30, 2010
Purchases of ABC licenses	\$ 473,854	34,000	—	507,854
Tax overpayments	1,060,887	3,603,427	3,688,864	975,450
Workmen's compensation insurance	71,699	1,609,711	1,681,410	—
General liability insurance	35,534	1,133,350	1,168,884	—
Reserve for arbitrage	90,069	—	—	90,069
Reserve for snow expenses	1,000,000	—	1,000,000	—
Reserve for tax appeals	651,667	3,500,000	2,750,530	1,401,137
Reserve for Eport community health center	72,000	29,680	101,680	—
	<u>\$ 3,455,710</u>	<u>9,910,168</u>	<u>10,391,368</u>	<u>2,974,510</u>
Cash received	\$ 6,410,168	—	—	
Cash disbursed	—	—	10,372,733	
Transferred	—	3,500,000	18,635	
	\$ 9,910,168	<u>9,910,168</u>	<u>10,391,368</u>	

CITY OF ELIZABETH

Schedule of County Taxes Payable

Current Fund

Year ended June 30, 2010

Balance, June 30, 2009	\$ <u> —</u>
Increased by levy:	
General County	31,732,012
Open Space Preservation	1,438,431
Added and omitted taxes	<u>179,119</u>
	<u>33,349,562</u>
	33,349,562
Decreased by payments	<u>33,349,562</u>
Balance, June 30, 2010	\$ <u><u> —</u></u>

CITY OF ELIZABETH

Schedule of Special District Taxes Payable

Current Fund

Year ended June 30, 2010

Balance, June 30, 2009	\$	—
Increased by tax levy		<u>405,000</u>
		405,000
Decreased by payments		<u>405,000</u>
Balance, June 30, 2010	\$	<u><u>—</u></u>

CITY OF ELIZABETH

Schedule of Local District School Taxes

Current Fund

Year ended June 30, 2010

Balance, June 30, 2009	\$	—
Increased by school tax levy		<u>44,248,475</u>
		44,248,475
Decreased by payments		<u>44,248,475</u>
Balance, June 30, 2010	\$	<u><u>—</u></u>

CITY OF ELIZABETH

Schedule of Encumbrances Payable

Current Fund

Year ended June 30, 2010

Balance, June 30, 2009	\$	2,801,341
Increased by:		
Transfer from appropriations		<u>2,646,300</u>
		<u>5,447,641</u>
Decreased by:		
Transfer to appropriation reserves		<u>2,801,341</u>
Balance, June 30, 2010	\$	<u><u>2,646,300</u></u>

CITY OF ELIZABETH

Schedule of Miscellaneous Payables and Deposits

Current Fund

Year ended June 30, 2010

	Balance, June 30, 2009	Increases	Decreases	Balance, June 30, 2010
Deposits:				
Foreclosed property	\$ 49,910	25,000	—	74,910
Franchise assessments due to county	509,041	429,969	560,481	378,529
Special sales	16,600	10,500	20,500	6,600
Prepaid taxes	1,424	2,694	4,118	—
Unreconciled property taxes	13,650	1,408	8,721	6,337
	<u>\$ 590,625</u>	<u>469,571</u>	<u>593,820</u>	<u>466,376</u>

CITY OF ELIZABETH

Schedule of Miscellaneous Receivables

Current Fund

Year ended June 30, 2010

	Balance, June 30, 2009	Increases	Decreases	Balance, June 30, 2010
UEZ-EDC-SID	\$ 6,971	2,898	9,869	—
	<u>\$ 6,971</u>	<u>2,898</u>	<u>9,869</u>	<u>—</u>

CITY OF ELIZABETH

Schedule of Due to Current Fund

Federal and State Grant Fund

Year ended June 30, 2010

Balance, (Due to) June 30, 2009	\$ <u>(481,860)</u>
Increased by:	
Budget appropriations for grants	27,591,696
Federal and State grants received	9,832,108
Receivables canceled	2,930,794
Unappropriated grants received	—
Adjustment to prior year appropriations	<u>37,414</u>
	<u>40,392,012</u>
	<u>39,910,152</u>
Decreased by:	
Realized grant revenue	26,857,531
Reserves canceled	2,930,794
Federal and State grants expended	<u>12,031,411</u>
	<u>41,819,736</u>
Balance, (Due to) June 30, 2010	\$ <u><u>(1,909,584)</u></u>

CITY OF ELIZABETH

Schedule of Appropriated Grant Reserves

Federal and State Grant Fund

Year ended June 30, 2010

	Balance, June 30, 2009	Transfers from Budget Appropriations	Expended	Adjustments	Cancelled	Balance, June 30, 2010
Hazardous Discharge Site Remediation Municipal Grant (CH-159)	\$ 3,524	—	3,024	—	500	—
Morris Ave. Streetscape	98,755	—	—	—	—	98,755
UEZ 01-74 East Jersey Streetscape Improvement Design	1,000	—	—	—	—	1,000
Clean Communities	—	—	3,400	3,400	—	—
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	—	31,522	—	—	270,498
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
Lead based Paint Grant	46,089	—	900	—	—	45,189
UEZ 2nd gen Greater Elizabeth Midtown (local)	5,000	—	—	—	—	5,000
UEZ 2nd gen Broad and Morris Ave. (local)	3,543	—	—	—	—	3,543
UEZ 2nd Gen Upstairs/ Downstairs (local)	243,655	—	90,000	—	—	153,655
UEZ 05-97 Portside Homes Infrastructure	607,905	—	550,153	—	—	57,752
UEZ 05-95 Broad St. Streetscape	1,621,070	—	—	—	—	1,621,070
Future City KH Flower (private funds)	60,709	—	—	—	—	60,709
Future City KH Flower local share	7,923	—	—	—	—	7,923
Lead based paints 82 Livingston St.	33,870	—	29,448	—	—	4,422
Statewide Livable Communities Grant - 6th street	3,050	—	—	—	—	3,050
BH Associates 64	21,500	—	—	—	—	21,500
NPP increase 01-1626-05	21,658	—	—	—	—	21,658
UEZ 2nd gen East Jersey Street (local)	246,387	—	—	—	—	246,387
UEZ Wayfinding study increase	4,679	—	—	—	—	4,679
Clean Communities Grant 2007	2,436	—	2,436	—	—	—
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

(Continued)

CITY OF ELIZABETH

Schedule of Appropriated Grant Reserves

Federal and State Grant Fund

Year ended June 30, 2010

	Balance, June 30, 2009	Transfers from Budget Appropriations	Expended	Adjustments	Cancelled	Balance, June 30, 2010
Kids Recreation Trust Grant - Union County	\$ 350,000	—	—	—	—	350,000
UEZ 2nd gen Midtown Concert (local)	3,097	—	—	—	—	3,097
UEZ 07-151 Elizabeth Ave. Streetscape	4,411,313	—	—	—	—	4,411,313
Recycling Tonnage Grant	29,232	—	1,728	—	—	27,504
UEZ 08-41 Financial Lending	775,615	—	—	—	—	775,615
UEZ 08-42 Façade Improvement	155,194	—	—	—	155,194	—
Lead Based Paint Abatement	30,168	—	—	—	—	30,168
2007 Body Armor Replacement Fund	283	—	—	—	—	283
Hepatitis B fund	5,000	—	5,000	—	—	—
UEZ 08-68 Historic Midtown Elizabeth SID year 8	—	—	—	42,340	42,340	—
Tobacco Age of Sale Enforcement	1,200	—	—	—	1,200	—
Municipal Alliance CY 2008	8,002	—	8,002	—	—	—
UEZ 08-104 Midtown Elizabeth Train Station	455,475	—	165,229	—	—	290,246
DEP HDSRF Three Elizabeth BDA Sites	242,309	—	—	—	—	242,309
Pandemic Influenza Funding Phase III	7,247	—	—	—	—	7,247
UEZ 08-134 2nd Ward Beautification Project	1,291	—	—	—	1,291	—
Neighborhood Preservation Work Program	42,689	—	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	41,248	—	16,943	—	—	24,305
UEZ 08-145 Financial Lending Program	1,995,672	—	27,761	(1)	1,967,910	—
UEZ 08-146 Streetscape	885,247	—	—	—	—	885,247
UEZ 08-147 Powerwashing and Graffiti Removal	446,556	—	—	—	—	446,556
UEZ 08-148 Façade	224,199	—	31,356	—	—	192,843
UEZ 08-149 Festivals and Midtown Concert	17,166	—	8,649	—	8,517	—
STD Fy-2009 09-15-STD-L-2	10,649	—	10,649	—	—	—
Recycling Tonnage Grant 2006	71,992	—	46,761	—	—	25,231
UEZ 09-14 Cust serv skills training Phase 1	225,000	—	225,000	—	—	—
Kids Recreation Fund-Local Share	100,000	—	—	—	—	100,000
HOPWA CY 2009	408,250	—	405,601	—	2,649	—
UEZ 09-46 Marketing Plan 2009	595,722	—	251,199	—	—	344,523
Kids Recreation Trust Fund	100,000	—	27,057	—	—	72,943
Kids Recreation Trust Fund	70,000	—	—	—	—	70,000
Kids Recreation Fund-Local Share	70,000	—	—	—	—	70,000
COPS other tech 2008	311,389	—	303,707	—	—	7,682
CY-2009 Municipal Alliance	67,870	—	47,427	—	—	20,443
CY-2009 Municipal Alliance - local	20,720	—	20,720	—	—	—
UEZ 09-76 Historic Midtown Eliz SID	107,650	—	107,650	—	—	—
Eliz. Midtown Transit Village	100,000	—	100,000	—	—	—
UEZ 09-101 Way Finding Program	48,922	—	20,750	—	—	28,172

(Continued)

CITY OF ELIZABETH

Schedule of Appropriated Grant Reserves

Federal and State Grant Fund

Year ended June 30, 2010

	Balance, June 30, 2009	Transfers from Budget Appropriations	Expended	Adjustments	Cancelled	Balance, June 30, 2010
Public Health Priority Funding	5,118	—	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	96,070	—	40,255	—	—	55,815
Relocation Assistance Saxony Motel	4,050	—	4,050	—	—	—
UEZ 09-132 City of Elizabeth Festivals	53,591	—	51,955	—	—	1,636
UEZ 09-129 Way Finding Signage	\$ 949,540	—	369,399	—	—	580,141
DOT Broad Street Streetscape	560,000	—	—	(35,000)	21,052	503,948
Summer Food Program	83,657	—	10,842	—	72,815	—
UEZ 08-169 Police Security	106,799	—	106,411	—	388	—
UEZ 08-169 Police Security local share	26,700	—	26,603	(97)	—	—
UEZ 08-170 Commercial District Security	71,102	—	38,191	—	32,911	—
UEZ 08-170 Commercial District Security (local)	17,775	—	9,547	(8,228)	—	—
UEZ 08-171 Eliz Graffiti and Litter Removal	100,436	—	46,657	—	53,779	—
Broad Street Streetscape DOT	476,000	—	—	35,000	—	511,000
UEZ 09-07 Administrative	254,463	—	172,715	—	81,748	—
Public Health Priority Funding 2nd Half 2009	—	40,339	40,339	—	—	—
Public Health Priority Funding 1st Half 2010	—	41,347	41,347	—	—	—
H.O.P.W.A. FY 2010	—	748,186	390,821	—	—	357,365
Greening Union County 2009	—	8,950	8,950	—	—	—
Greening Union County 2009 - Local Share	—	8,950	—	—	—	8,950
Body Armor 2009	—	8,656	—	—	—	8,656
Clean Communities Grant 2010	—	137,659	43,218	—	—	94,441
Municipal Alliance Grant 2009	—	82,881	12,432	—	—	70,449
Municipal Alliance Grant 2009 - Local Share	—	20,720	3,108	—	—	17,612
Alcohol Education Rehabilitation	—	2,181	2,181	—	—	—
Alcohol Education Rehabilitation and Enforcement	—	2,262	—	—	—	2,262
STD Grant 2009	—	45,337	34,003	—	—	11,334
Summer Pedestrian Safety Grant 2009	—	7,500	7,500	—	—	—
Summer Food Services Program	—	217,867	153,693	—	—	64,174
Division of Highway Safety	—	4,000	4,000	—	—	—
Division of Highway Safety	—	4,000	4,000	—	—	—
Division of Highway Safety 2009	—	6,000	6,000	—	—	—
Division of Highway Safety 2010	—	5,000	5,000	—	—	—
Lead ID and Testing Grant	—	18,690	16,770	—	—	1,920
State Health Services Grant 2010	—	262,696	65,184	—	—	197,512
Port Security Grant (ARRA)	—	1,850,000	—	—	—	1,850,000
COPS Hiring Recovery Program	—	4,961,943	505,762	—	—	4,456,181
UASI Fire Subcommittee Coordinator Position	—	15,000	14,871	—	—	129
Non Public School Nursing Grant	—	167,138	167,138	—	—	—

(Continued)

CITY OF ELIZABETH

Schedule of Appropriated Grant Reserves

Federal and State Grant Fund

Year ended June 30, 2010

	Balance, June 30, 2009	Transfers from Budget Appropriations	Expended	Adjustments	Cancelled	Balance, June 30, 2010
Elizabeth Ave. Streetscape NJDOT	—	500,000				500,000
Acquisition of 1 West End Place	—	100,500	17,858	—	—	82,642
Recycling Tonnage Grant 2007	—	79,468				79,468
Edward Byrne Memorial JAG	—	98,089	98,089	—	—	—
Edward Byrne Memorial JAG 2009-H0624-NJ-SBR	—	519,164	—	—	—	519,164
Edward Byrne Memorial JAG 2009- DJ-BX-1319	—	125,904	—	—	—	125,904
Safe and Secure Grant 2009	—	154,101	154,101	—	—	—
Safe and Secure Grant - 2009 Local Share	—	38,525	38,525	—	—	—
Safe and Secure Grant 2010	—	156,525	156,525	—	—	—
Safe and Secure Grant - 2010 Local Share	—	39,131	39,131	—	—	—
Safe Streets and Neighborhoods	—	300,000	—	—	—	300,000
Energy Efficiency and Conservation Block Grant	—	1,176,700	—	—	—	1,176,700
N.J. Urban Enterprise Zone (UEZ):						
09-127 Police Security 12 Officers	\$ —	1,098,101	995,849	—	—	102,252
09-127 Police Security 12 Officers- Local Share	—	274,525	248,962	—	—	25,563
09-128 Commercial District Security Program	—	1,017,376	971,628	—	—	45,748
09-128 Commercial District Security Program - Local Share	—	254,344	242,907	—	—	11,437
09-130 Graffiti and Litter Removal Program	—	515,537	490,009	—	—	25,528
09-131 Elizabeth Ave. SID	—	223,050	223,050	—	—	—
09-149 Invest Elizabeth Economic Stimulus Program	—	1,280,000	—	—	—	1,280,000
09-150 Westfield Ave. Median Planting Program	—	581,200	16,147	—	—	565,053
09-151 Midtown Sewer Rehab	—	400,000	36,456	—	—	363,544
09-24 SGF Elizabeth Midtown Garage (local)	—	225,000	—	—	225,000	—
09-10 Administrative 2009	—	950,000	805,898	—	—	144,102
09-28 Acquisition of 1084-1086 Elizabeth Ave.	—	432,492	—	—	—	432,492
09-29 Historic United Counties Trust Building Emergency Funding	—	58,500	—	—	58,500	—
09-167 Financial Lending Program III	—	2,240,197	1,433,865	—	—	806,332
09-168 Liberty International Initiative GNC & Visitor Bureau	—	657,030	—	—	—	657,030
09-169 Façade Improvement Program VII	—	279,391	80,791	—	—	198,600
09-753 Purchase of Four Police Scooters	—	87,981	—	—	—	87,981
10-01 SGF Historical Counties Trust BLDG. Phase II (local)	—	201,105	201,105	—	—	—
10-112 Renewable Energy Capital Stimulus Grant	—	1,000,000	69,000	—	—	931,000
10-342 Revitalization Feasibility Study - Morris Ave.	—	135,000	6,680	—	—	128,320
09-130 Graffiti and Litter Removal Program III	—	50,000	14,344	—	—	35,656
Customer Service Skills Training Initiative Phase 2	—	300,000	195,000	—	—	105,000
Business District Holiday Lighting & Entertainment	—	44,420	44,420	—	—	—
Construction of Building- Trinitas Hosp. Regional Ed. Facility	—	500,000	—	—	—	500,000
GO Elizabeth - NJ Monthly Star Ledger Insert	—	168,000	56,000	—	—	112,000
Elizabeth Streetscape Phase IV	—	46,940	—	—	—	46,940
Elizabeth Streetscape Phase IV - Local Share	—	2,860	—	—	—	2,860

(Continued)

CITY OF ELIZABETH

Schedule of Appropriated Grant Reserves

Federal and State Grant Fund

Year ended June 30, 2010

	Balance, June 30, 2009	Transfers from Budget Appropriations	Expended	Adjustments	Cancelled	Balance, June 30, 2010
09-167 Financial Lending Program III Increase	—	30,692	—	—	—	30,692
06-90 Historic Midtown Elizabeth SID 2010	—	204,500	102,250	—	—	102,250
North Broad Streetscape	—	148,080	—	—	—	148,080
North Broad Streetscape Local Share	—	3,520	—	—	—	3,520
CCTV Public Security Project	—	2,134,856	—	—	—	2,134,856
CCTV Public Security Project - Local Share	—	91,590	—	—	—	91,590
	<u>\$ 20,192,667</u>	<u>27,591,696</u>	<u>12,031,411</u>	<u>37,414</u>	<u>2,930,794</u>	<u>32,859,572</u>
Local Share	\$	734,165				
Grants		<u>26,857,531</u>				
		<u>\$ 27,591,696</u>				

CITY OF ELIZABETH

Schedule of Grants Receivable

Federal and State Grant Fund

Year ended June 30, 2010

	Balance, June 30, 2009	Budget	Collected	Adjustments	Cancelled	Balance, June 30, 2010
Hazardous Discharge Site Remediation Municipal Grant (CH-159)	\$ 500	—	—	—	500	—
Morris Ave. Streetscape	98,860	—	—	—	—	98,860
Field of Dreams	20,000	—	—	—	—	20,000
Transportation Enhancement FY03	400,000	—	—	—	—	400,000
Green the Streets	125,000	—	—	—	—	125,000
BALANCED HOUSING Assoc. 64	21,500	—	—	—	—	21,500
Elizabeth Avenue Streetscape Grant - NJDOT	500,000	—	—	—	—	500,000
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	607,905	—	550,153	—	—	57,752
UEZ 05-95 Broad St. Streetscape	1,621,070	—	—	—	—	1,621,070
Future City/ Keighry Head Fl.	67,000	—	—	—	—	67,000
Federal Bullet proof Vest Grant	5,626	—	—	—	—	5,626
NPP Award Increase	49,801	—	—	—	—	49,801
82 Livingston St. EPA	33,871	—	33,871	—	—	—
Bulletproof vest grant	4,264	—	—	—	—	4,264
Kids Recreation Trust Grant - Union County	175,000	—	—	—	—	175,000
N.J. Urban Enterprise Zone (UEZ):						
UEZ 07-151 Elizabeth Ave. Streetscape	4,411,313	—	—	—	—	4,411,313
Federal Bulletproof Vest Partnership	8,562	—	—	—	—	8,562
UEZ 08-41 Financial Lending	1,025,616	—	—	—	—	1,025,616
UEZ 08-42 Façade Improvement	155,194	—	—	—	155,194	—
Lead Based Paint Abatement (LICAR)	30,168	—	—	—	—	30,168
UEZ 08-68 Historic Midtown Elizabeth SID year 8	102,824	—	60,485	—	42,339	—
Tobacco Age of Sale Enforcement	1,200	—	—	—	1,200	—
UEZ 08-104 Midtown Elizabeth Train Station	455,475	—	165,229	—	—	290,246
DEP HDSRF Three Elizabeth BDA Sites	33,813	—	—	—	—	33,813
UEZ 08-134 2nd Ward Beautification Project	1,291	—	—	—	1,291	—
Neighborhood Preservation Work Program	3,234	—	3,234	—	—	—
Preserve Union County Public Library	50,000	—	—	—	—	50,000

(Continued)

CITY OF ELIZABETH

Schedule of Grants Receivable

Federal and State Grant Fund

Year ended June 30, 2010

	Balance, June 30, 2009	Budget	Collected	Adjustments	Cancelled	Balance, June 30, 2010
UEZ 08-145 Financial Lending Program	\$ 2,039,160	—	71,250	—	1,967,910	—
UEZ 08-146 Streetscape	885,247	—	—	—	—	885,247
UEZ 08-147 Powerwashing and Graffiti Removal	446,556	—	—	—	—	446,556
UEZ 08-148 Façade	242,217	—	43,174	—	—	199,043
UEZ 08-149 Festivals and Midtown Concert	17,017	—	8,500	—	8,517	—
STD Fy-2009 09-15-STD-L-2	10,649	—	10,649	—	—	—
UEZ 09-14 Cust serv skills training Phase 1	450,000	—	375,000	—	—	75,000
Kids Recreation Fund-Local Share	100,000	—	—	—	—	100,000
HOPWA CY 2009	525,060	—	522,411	—	2,649	—
UEZ 09-46 Marketing Plan 2009	610,009	—	265,486	—	—	344,523
UEZ 09-57 Bus. Dist. Holiday Lighting	45,476	—	45,476	—	—	—
Kids Recreation Trust Fund	35,000	—	—	—	—	35,000
Greening Union County	14,550	—	—	—	—	14,550
COPS other tech 2008	355,414	—	318,265	—	—	37,149
CY-2009 Municipal Alliance	82,881	—	82,881	—	—	—
UEZ 09-76 Historic Midtown Eliz SID	215,300	—	82,342	—	—	132,958
Eliz. Midtown Transit Village	100,000	—	75,000	—	—	25,000
UEZ 09-101 Way Finding Program	100,000	—	63,848	—	—	36,152
This Way to Elizabeth Assistance Res. DOT	300,000	—	225,000	—	—	75,000
Fairmount Ave. and Relocated Bayway	205,000	—	—	—	205,000	—
Relocation Assistance Saxony Motel	9,250	—	—	—	—	9,250
UEZ 09-132 City of Elizabeth Festivals	101,591	—	51,751	—	—	49,840
UEZ 09-129 Way Finding Signage	949,540	—	272,967	—	—	676,573
DOT Broad Street Streetscape	560,000	—	—	(35,000)	21,052	503,948
Summer Food Program	72,816	—	—	—	72,816	—
UEZ 08-169 Police Security	526,899	—	526,511	—	388	—
UEZ 08-170 Commercial District Security	266,861	—	233,950	—	32,911	—
UEZ 08-171 Eliz Graffiti and Litter Removal	304,401	—	250,621	—	53,780	—
UEZ 08-170 Eliz Ave. SID matching	108,076	—	108,076	—	—	—
Broad Street Streetscape DOT	476,000	—	—	35,000	—	511,000
UEZ 09-07 Administrative	415,649	—	333,902	—	81,747	—
Public Health Priority Funding 2nd Half 2009	—	40,339	40,339	—	—	—

(Continued)

CITY OF ELIZABETH

Schedule of Grants Receivable

Federal and State Grant Fund

Year ended June 30, 2010

	Balance, June 30, 2009	Budget	Collected	Adjustments	Cancelled	Balance, June 30, 2010
Public Health Priority Funding 1st Half 2010	\$ —	41,347	41,347		—	—
H.O.P.W.A. FY 2010	—	748,186	202,249		—	545,937
Greening Union County 2009	—	8,950	—		—	8,950
Body Armor 2009	—	8,656	8,656		—	—
Clean Communities Grant 2010	—	137,659	137,659		—	—
Municipal Alliance Grant 2009	—	82,881	—		—	82,881
Alcohol Education Rehabilitation	—	2,181	2,181		—	—
Alcohol Education Rehabilitation and Enforcement	—	2,262	2,262		—	—
STD Grant 2009	—	45,337	34,002		—	11,335
Summer Pedestrian Safety Grant 2009	—	7,500	7,500		—	—
Summer Food Services Program	—	217,867	171,875		—	45,992
Division of Highway Safety	—	4,000	4,000		—	—
Division of Highway Safety	—	4,000	4,000		—	—
Division of Highway Safety 2009	—	6,000	6,000		—	—
Division of Highway Safety 2010	—	5,000	5,000		—	—
Lead ID and Testing Grant	—	18,690	18,690		—	—
State Health Services Grant 2010	—	262,696	123,500		—	139,196
Port Security Grant (ARRA)	—	1,850,000	—		—	1,850,000
COPS Hiring Recovery Program	—	4,961,943	212,566		—	4,749,377
UASI Fire Subcommittee Coordinator Position	—	15,000	—		—	15,000
Non Public School Nursing Grant	—	167,138	167,138		—	—
Elizabeth Ave. Streetscape NJDOT	—	500,000	—		—	500,000
Acquisition of 1 West End Place	—	100,500	—		—	100,500
Recycling Tonnage Grant 2007	—	79,468	79,468		—	—
Edward Byrne Memorial JAG	—	98,089	98,089		—	—
Edward Byrne Memorial JAG 2009-H0624-NJ-SBR	—	519,164	—		—	519,164
Edward Byrne Memorial JAG 2009- DJ-BX-1319	—	125,904	—		—	125,904
Safe and Secure Grant 2009	—	154,101	154,101		—	—
Safe and Secure Grant 2010	—	156,525	—		—	156,525
Safe Streets and Neighborhoods	—	300,000	—		—	300,000
Energy Efficiency and Conservation Block Grant	—	1,176,700	—		—	1,176,700

(Continued)

CITY OF ELIZABETH

Schedule of Grants Receivable

Federal and State Grant Fund

Year ended June 30, 2010

	Balance, June 30, 2009	Budget	Collected	Adjustments	Cancelled	Balance, June 30, 2010
N.J. Urban Enterprise Zone (UEZ):						—
09-127 Police Security 12 Officers	\$ —	1,098,101	504,177		—	593,924
09-128 Commercial District Security Program	—	1,017,376	743,865		—	273,511
09-130 Graffiti and Litter Removal Program	—	515,537	367,763		—	147,774
09-131 Elizabeth Ave. SID	—	223,050	—		—	223,050
09-149 Invest Elizabeth Economic Stimulus Program	—	1,280,000	—		—	1,280,000
09-150 Westfield Ave. Median Planting Program	—	581,200	—		—	581,200
09-151 Midtown Sewer Rehab	—	400,000	36,456		—	363,544
09-24 SGF Elizabeth Midtown Garage	—	225,000	—		225,000	—
09-10 Administrative 2009	—	950,000	302,902		—	647,098
09-28 Acquisition of 1084-1086 Elizabeth Ave.	—	432,492	—		—	432,492
09-29 Historic United Counties Trust Building Emergency Funding	—	58,500	—		58,500	—
09-167 Financial Lending Program III	—	2,240,197	1,258,672		—	981,525
09-168 Liberty International Initiative GNC & Visitor Bureau	—	657,030	—		—	657,030
09-169 Façade Improvement Program VII	—	279,391	53,695		—	225,696
09-753 Purchase of Four Police Scooters	—	87,981	—		—	87,981
10-01 SGF Historical Counties Trust BLDG. Phase II	—	201,105	201,105		—	—
10-112 Renewable Energy Capital Stimulus Grant	—	1,000,000	69,000		—	931,000
10-342 Revitalization Feasibility Study - Morris Ave.	—	135,000	—		—	135,000
09-130 Graffiti and Litter Removal Program III	—	50,000	—		—	50,000
Customer Service Skills Training Initiative Phase 2	—	300,000	—		—	300,000
Business District Holiday Lighting & Entertainment	—	44,420	—		—	44,420
Construction of Building- Trinitas Hosp. Regional Ed. Facility	—	500,000	—		—	500,000
GO Elizabeth - NJ Monthly Star Ledger Insert	—	168,000	—		—	168,000
Elizabeth Streetscape Phase IV	—	46,940	—		—	46,940
09-167 Financial Lending Program III Increase	—	30,692	—		—	30,692
06-90 Historic Midtown Elizabeth SID 2010	—	204,500	—		—	204,500
North Broad Streetscape	—	148,080	—		—	148,080
CCTV Public Security Project	—	2,134,856	—		—	2,134,856
	\$ 20,680,708	26,857,531	9,838,289	—	2,930,794	34,769,156
Budget	\$ 20,084,672					
Ch. 159	<u>6,772,859</u>					
	<u>\$ 26,857,531</u>					
Cash receipts		\$ 9,832,108				
Transfer		<u>6,181</u>				
		<u>\$ 9,838,289</u>				

CITY OF ELIZABETH

Schedule of Unappropriated Reserves

Federal and State Grant Fund

Year ended June 30, 2010

	Balance, June 30, 2009	Decreases	Balance, June 30, 2010
	<u> </u>	<u> </u>	<u> </u>
Deposits:			
Alcohol Ed and Rehabilitation DWI \$	2,181	2,181	—
Highway traffic safety	<u>4,000</u>	<u>4,000</u>	<u>—</u>
	<u>\$ 6,181</u>	<u>6,181</u>	<u>—</u>

CITY OF ELIZABETH

Schedule of Cash - Treasurer

Trust Funds

Year ended June 30, 2010

	Dog License Fund	Other Federal Grant Funds	Urban Development Action Grant Fund	Community Development Block Grant Fund	General Trust Funds
Balance, June 30, 2009	\$ 18,164	138,964	1,349,107	524,342	10,121,981
Increased by receipts:					
Dog license fees due to State	3,047	—	—	—	—
Municipal fees	11,596	—	—	—	—
Drawdown on Federal and State grants	—	1,816,278	—	1,948,010	—
Loan repayments	—	—	300,260	—	—
Reserve for Loans Receivable	—	—	37,533	—	—
Program income	—	—	—	22,278	—
Reimbursements	—	—	—	229,474	—
Void checks	900	—	—	—	—
Off Duty Police	—	—	—	—	4,793,775
Reserve for Special Purposes	—	—	—	—	32,038,034
Total receipts	<u>15,543</u>	<u>1,816,278</u>	<u>337,793</u>	<u>2,199,762</u>	<u>36,831,809</u>
Subtotal	<u>33,707</u>	<u>1,955,242</u>	<u>1,686,900</u>	<u>2,724,104</u>	<u>46,953,790</u>
Decreased by disbursements:					
Dog license expenditures	10,876	—	—	—	—
Due to State of New Jersey	3,405	—	—	—	—
Grant expenditures	—	1,927,372	—	—	—
UDAG expenditures	—	—	328,344	—	—
Community Development Block Grant expenditures	—	—	—	2,562,759	—
Emergency Shelter Grant expenditures	—	—	—	52,003	—
Program Income	—	—	—	107,164	—
Off Duty Police	—	—	—	—	4,759,490
Reserve for Special Purposes	—	—	—	—	26,044,794
Total disbursements	<u>14,281</u>	<u>1,927,372</u>	<u>328,344</u>	<u>2,721,926</u>	<u>30,824,026</u>
Balance, June 30, 2010	<u>\$ 19,426</u>	<u>27,870</u>	<u>1,358,556</u>	<u>2,178</u>	<u>16,129,764</u>

CITY OF ELIZABETH

Schedule of UDAG Loans Receivable

Urban Development Action Grant Fund

Year ended June 30, 2010

	<u>Sanolite</u>	<u>Total</u>
Balance, June 30, 2009	\$ 300,260	300,260
Decreased by loan repayments		
Loan repayments	<u>300,260</u>	<u>300,260</u>
Balance, June 30, 2010	<u><u>\$ —</u></u>	<u><u>—</u></u>

CITY OF ELIZABETH

Schedule of Reserve for UDAG Loans Receivable

Urban Development Action Grant Fund

Year ended June 30, 2010

	Balance, June 30, 2009	Increases	Decreases	Balance, June 30, 2010
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Repayment Loan - Reserve:				
Northern Feather	\$ 79,432	—	4,174	75,258
Puelo Manufacturing	4,066	—	—	4,066
AWG Inc.	184,570	—	—	184,570
1000 South Elmora Avenue	1,012,203	—	260,355	751,848
Repayment Loan Reserve Interest	42,661	37,533	63,815	16,379
Vista Hotel delinquent interest	99,150	—	—	99,150
	<u>\$ 1,422,082</u>	<u>37,533</u>	<u>328,344</u>	<u>1,131,271</u>

CITY OF ELIZABETH

Schedule of Reserves for Special Purposes

General Trust Funds

Year ended June 30, 2010

Reserve	Balance, June 30, 2009	Increased	Decreased	Balance, June 30, 2010
Tax sale redemptions	\$ 3,306,972	6,120,950	5,889,996	3,537,926
Police and Firemen's Retirement System	652,202	13,682,829	13,999,687	335,344
Public Employees' Retirement System	241,336	3,654,848	3,756,529	139,655
Workmen's Compensation Insurance	—	366,730	—	366,730
General Liability Insurance	—	239,475	—	239,475
Developers escrow	625,604	274,179	283,956	615,827
Confiscated funds	464,147	129,628	120,770	473,005
Unemployment Fund	457,213	201,118	88,087	570,244
Snow Removal	—	1,000,000	—	1,000,000
E-Port Community Center	—	101,860	—	101,860
Elevator subcode	25,283	127,214	135,090	17,407
Elevator inspection 15% city share	71,253	16,422	75,000	12,675
Utility opening permit	47,579	2	4	47,577
On-site inspection	8	—	—	8
On-site inspection 15% city share	6,633	—	6,633	—
Police narcotics	208,750	111,036	40,000	279,786
Federal forfeit	966,392	226,383	360,189	832,586
Parking Offense Adjudication Act	20,328	55,162	51,069	24,421
Public Defender	64,467	82,227	100,000	46,694
Reserve for trust fund	6,537	—	6,363	174
Shade trees - NJ Tree Foundation	437	—	—	437
Midtown redevelopment loans	79,076	8	—	79,084
Waterfront - Kull Industries	175,570	282,184	287,410	170,344
Escrow Exxon 312-320 Atlantic	10,000	—	—	10,000
Midtown redevelopment loan repayment	3	—	—	3
Elizabeth River Walkway	74,865	15,731	—	90,596
Deposit Boundary Monuments	133,650	600	—	134,250
Deposit Advance Fuel Marina	268,071	51,988	1,977	318,082
State Training Fees	50,621	57,355	72,139	35,837
Elevators DCA	4,903	3,184	—	8,087
State gasoline tax	540	4,889	4,029	1,400
Due to State Marriage Licenses	22,286	30,000	29,550	22,736
Due to State Domestic Partnership	75	—	—	75
Fire Penalties	10,750	—	—	10,750
Kapkowski Road Sanitary Sewer	1,020,025	3,841	—	1,023,866
Escrow Veterans Memorial Park	67,000	—	—	67,000
EDC Second Generation Funds	—	4,693,979	472,655	4,221,324
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

(Continued)

CITY OF ELIZABETH

Schedule of Reserves for Special Purposes

General Trust Funds

Year ended June 30, 2010

Reserve	Balance, June 30, 2009	Increased	Decreased	Balance, June 30, 2010
Donation Trees Julia Investment	500	—	—	500
Donation National Night Out	6	—	—	6
Donation Schering Corporation	\$ 2,000	—	2,000	—
Donation Housing Fair - Wells Fargo	1,000	—	—	1,000
Donation IKEA	154	—	—	154
Donation Lions Club	4,680	—	—	4,680
Donation Port Authority Ambulance bureau	5,000	—	4,990	10
Donation Night of Fine Arts	100	—	—	100
Donation Intersystems	120	—	—	120
Donation June teenth cha dept.	1,400	975	910	1,465
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
Donation Bollwage	—	1,185	—	1,185
Donation Jackus	—	140	140	—
Donation Keenan	—	140	140	—
Donation Mazza	—	140	140	—
Donation Cedeno	—	140	140	—
Donation Grova	—	140	140	—
Donation NJ Health Officers Assn.	—	2,500	2,500	—
Donation Conoco Pipeline	—	41,540	—	41,540
Donation Gun Buy Back	—	50,000	—	50,000
R.C.A. Fairfield	416,420	158,000	177,002	397,418
R.C.A. Fairfield - administration	45,626	17,173	30,183	32,616
R.C.A. Summit	255,496	2,695	44,698	213,493
R.C.A. Summit - administration	16,009	15,414	50	31,373
Reserve for Union County IKEA	—	214,030	—	214,030
	\$ 9,837,596	32,038,034	26,044,794	15,830,836
	Cash	\$ 32,038,034	26,044,794	
		\$ 32,038,034	26,044,794	

CITY OF ELIZABETH

Schedule of Due to Current Fund

Community Development Block Grant Fund

Year ended June 30, 2010

Balance, June 30, 2009 and 2010	\$ <u>(25,347)</u>
Balance, June 30, 2009 (Due From)	\$ <u><u>(25,347)</u></u>

CITY OF ELIZABETH

Schedule of Due to State of New Jersey

Dog License Fund

Year ended June 30, 2010

Balance, June 30, 2009 (Due from)	\$	662
Increased by fees collected		
Fees collected		<u>3,047</u>
		3,709
Decreased by cash disbursements:		
Cash disbursements		<u>3,405</u>
Balance, June 30, 2010	\$	<u><u>304</u></u>

CITY OF ELIZABETH

Schedule of Reserve for Dog License Fund

Dog License Fund

Year ended June 30, 2010

Balance, June 30, 2009 (Deficit)	\$ <u>17,502</u>
Increased by:	
Void checks	900
Prior year fees in transit	27
Municipal fees	<u>11,569</u>
Increased by cash receipts	<u>12,496</u>
	29,998
Decreased by:	
Cash disbursements	<u>10,876</u>
Balance, June 30, 2010	\$ <u><u>19,122</u></u>
 Fees collected for fiscal year ended:	
June 30, 2008	\$ 11,279
June 30, 2009	<u>12,307</u>
	\$ <u><u>23,586</u></u>

CITY OF ELIZABETH

Schedule of Grants Receivable

Other Federal Grant Funds

Year ended June 30, 2010

Balance, June 30, 2009	\$ 2,550,968
Increased by:	
Increased by Home Improvement Grant - HUD	<u>1,510,695</u>
	4,061,663
Decreased by:	
Cash received - Home Improvement Grant - HUD	<u>1,190,700</u>
Balance, June 30, 2010	<u><u>\$ 2,870,963</u></u>

CITY OF ELIZABETH

Schedule of Reserve for Grants

Other Federal Grant Funds

Year ended June 30, 2010

Balance, June 30, 2009	\$ 2,915,451
Increased by:	
Home Improvement Grant - HUD	<u>1,510,695</u>
	4,426,146
Decreased by:	
Cash disbursed:	
Home Improvement Grant - HUD	<u>1,311,321</u>
Balance, June 30, 2010	<u><u>\$ 3,114,825</u></u>

CITY OF ELIZABETH

Schedule of Federal Grants Receivable

Community Development Block Grant Fund

Year ended June 30, 2010

Balance, June 30, 2009	\$ <u>2,111,380</u>
Increased by:	
Community Development Block Grant	2,083,270
Emergency Shelter Grant	90,009
CDBG - ARRA - Library	<u>548,608</u>
	<u>2,721,887</u>
	4,833,267
Decreased by:	
Community Development Block Grant	<u>1,948,010</u>
Balance, June 30, 2010	\$ <u><u>2,885,257</u></u>

CITY OF ELIZABETH

Schedule of Reserve for Community
Development Block Grant

Community Development Block Grant Fund

Year ended June 30, 2010

Balance, June 30, 2009	\$ <u>2,656,855</u>
Increased by:	
Community Development Block Grant	2,083,270
CDBG - ARRA - Library	548,608
Emergency Shelter Grant	90,009
Reimbursements	<u>229,474</u>
	<u>2,951,361</u>
	<u>5,608,216</u>
Decreased by expenditures:	
Community Development Block Grant	2,562,759
Emergency Shelter Grant	<u>52,003</u>
	<u>2,614,762</u>
Balance, June 30, 2010	\$ <u><u>2,993,454</u></u>

CITY OF ELIZABETH

Schedule of Due from Urban
Development Action Grant Fund

Other Federal Grant Funds

Year ended June 30, 2010

Balance, June 30, 2009 and 2010

\$ 225,519

CITY OF ELIZABETH

Schedule of Reserve for Police Off Duty

Trust Fund

Year ended June 30, 2010

Balance, June 30, 2009	\$	278,619
Increased by:		
Collections		<u>4,793,775</u>
		5,072,394
Decreased by cash disbursements		<u>4,759,490</u>
Balance, June 30, 2010	\$	<u><u>312,904</u></u>

CITY OF ELIZABETH

Schedule of Reserve for Program Income

Community Development Block Grant Fund

Year ended June 30, 2010

Balance, June 30, 2009	\$	84,886
Increased by cash receipts		<u>22,278</u>
		107,164
Decreased by cash disbursements		<u>107,164</u>
Balance, June 30, 2010	\$	<u><u>—</u></u>

CITY OF ELIZABETH

Schedule of Due from Elizabeth Development Corp

Community Development Block Grant Fund

Year ended June 30, 2010

Balance, June 30, 2009	\$ <u>80,672</u>
Balance, June 30, 2010	\$ <u>80,672</u>

CITY OF ELIZABETH

Schedule of Accounts Payable

Urban Development Action Grant Fund

Year ended June 30, 2010

Balance, June 30, 2009 and 2010	\$ <u>1,766</u>
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CITY OF ELIZABETH

Schedule of Due from Trustee

General Trust Fund

Year ended June 30, 2010

Balance, June 30, 2009 and 2010	\$ <u>13,976</u>
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CITY OF ELIZABETH

Schedule of Due to Current Fund

General Trust Fund

Year ended June 30, 2010

Balance, June 30, 2009	\$	19,742
Decreased by:		
Disbursements		<u>19,742</u>
Balance, June 30, 2010	\$	<u><u>—</u></u>

CITY OF ELIZABETH

Schedule of HPRP Receivable

Other Federal Grants Fund

Year ended June 30, 2010

Balance, June 30, 2009	\$	—
Increased by Award		839,604
		<u>839,604</u>
Decreased by:		
Collections		625,578
		<u>625,578</u>
Balance, June 30, 2010	\$	<u><u>214,026</u></u>

CITY OF ELIZABETH

Schedule of Reserve for HPRP Expenditures

Other Federal Grants Fund

Year ended June 30, 2010

Balance, June 30, 2009	\$	—
Increased by Award		839,604
		<u>839,604</u>
Decreased by:		
Disbursements		616,051
		<u>616,051</u>
Balance, June 30, 2010	\$	<u><u>223,553</u></u>

CITY OF ELIZABETH

Schedule of Cash - Treasurer

General Capital Fund

Year ended June 30, 2010

Balance, June 30, 2009	\$ <u>23,122,645</u>
Increased by receipts:	
Interest collected	7,827
Capital Improvement Fund	900,000
Bond sale reserve receipts	100,000
State Aid Reimbursement for Funded Ordinances	<u>181,731</u>
	<u>1,189,558</u>
	<u>24,312,203</u>
Decreased by:	
Improvement authorizations	3,236,496
Interest paid to current	12,076
Bond sale expense	91,774
Paid to Current Fund	<u>30,169</u>
	<u>3,370,515</u>
Balance, June 30, 2010	\$ <u><u>20,941,688</u></u>

CITY OF ELIZABETH

Schedule of Analysis of Capital Cash

General Capital Fund

June 30, 2010

<u>Description</u>	<u>Amount</u>
Fund balance	\$ 6,322,544
Capital Improvement Fund	3,267,171
Reserve for bond sale expense	115,333
Reserve for retirement of debt	3,291,393
Waterfront Park Loan Receivable	(267,196)
Due to Current Fund	(68,666)
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
935	937,279
948	1,788,724
965	(47,000)
966	68,132
967	5,658
968	103,243
972	61,322
973	(183,016)
974	(10,307)
975	233,731
976	(248,731)
979	199,336
977	13,889
978	572,650
980	123,238
981	75,000
983	149,707
984	384,028
985	82,423
988	179,833
989	(794,619)
990	239,793

(Continued)

CITY OF ELIZABETH

Schedule of Analysis of Capital Cash

General Capital Fund

June 30, 2010

Description	Amount
991	(197,674)
992	60,593
993	82,407
994	(280,997)
995	509,693
997	8,719
998	1,339,075
X01	1,360,938
X02	3,253
X03	57,502
X04	39,459
X08	1,483,269
X09	150,000
X10	40,413
X11	398,000
X12	100,000
X13	(478,664)
X14	(643,869)
X16	120,013
X17	486,645
X18	200,000
X19	(375,630)
X20	233,124
X21	75,000
X22	70,000
X23	200,000
X24	110,000
X25	150,000
X26	50,000
X27	300,000
	\$ 20,941,688

CITY OF ELIZABETH

Schedule of General Serial Bonds

General Capital Fund

Year ended June 30, 2010

Purpose of issue	Amount of original issue	Date of issue	Maturities of bonds outstanding June 30, 2010		Rate of interest	Balance, June 30, 2009	Increased by bonds issued	Decreased by payments	Balance, June 30, 2010
			Date	Amount					
General Improvement Bonds	\$ 6,092,000	11/15/1999				\$ 400,000	—	400,000	—
General Improvement Bonds (Bonds maturing on or after 2012 are subject to redemption)	5,225,000	11/1/2001	11/1/2010	\$ 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%	3,398,000	—	261,000	3,137,000
General Improvement Bonds, 2003 (Bonds maturing on or after 2014 are subject to redemption)	14,250,000	5/15/2003	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%	\$ 13,050,000	—	200,000	12,850,000
ERI Refunding Bonds, Series 2004 (Bonds maturing on or after 2015 are subject to redemption)	\$ 2,330,000	12/14/2004	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%	\$ 2,165,000	—	125,000	2,040,000

(Continued)

CITY OF ELIZABETH

Schedule of General Serial Bonds

General Capital Fund

Year ended June 30, 2010

Purpose of issue	Amount of original issue	Date of issue	Maturities of bonds outstanding June 30, 2010		Rate of interest	Balance, June 30, 2009	Increased by bonds issued	Decreased by payments	Balance, June 30, 2010
			Date	Amount					
GO refunding bonds, Series 2004	6,245,000	10/1/2004				2,175,000	—	2,175,000	—
GO refunding bonds, Series 2005	13,315,000	5/19/2005				4,845,000	—	4,845,000	—
General Improvement Bonds, Series 2005 (Bonds maturing on or after 2016 are subject to redemption)	15,000,000	5/15/2005	5/15/2011	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%	14,600,000	—	100,000	14,500,000
General Improvement Bonds, Series 2006 (Bonds maturing on or after 2017 are subject to redemption)	\$ 11,500,000	5/15/2006	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%	\$ 10,750,000	—	250,000	10,500,000

(Continued)

CITY OF ELIZABETH

Schedule of General Serial Bonds

General Capital Fund

Year ended June 30, 2010

Purpose of issue	Amount of original issue	Date of issue	Maturities of bonds outstanding June 30, 2010		Rate of interest	Balance, June 30, 2009	Increased by bonds issued	Decreased by payments	Balance, June 30, 2010	
			Date	Amount						
General Improvement Bonds, Series 2007	12,325,000	6/15/2007	6/15/2011	265,000	4.250%	11,825,000	—	250,000	11,575,000	
			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%					
General Improvement Refunding Bonds, Series 2008	12,645,000	6/12/2008	11/15/2010	875,000	3.250%	11,290,000	—	1,685,000	9,605,000	
			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%					
			General Improvement Bonds, Series 2008 (Bonds maturing on or after 2019 are subject to redemption)	12,455,000	8/15/2008					8/15/2010
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%								
						\$ 86,953,000	—	10,541,000	76,412,000	
						2010 budget appropriation		—	10,541,000	
								\$ —	10,541,000	

CITY OF ELIZABETH

Schedule of Waterfront Park Loans Receivable

General Capital Fund

Year ended June 30, 2010

Balance, June 30, 2009	\$ <u>267,196</u>
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Balance, June 30, 2010	<u>267,196</u>
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Analysis of Balance

Waterfront park loan	<u>267,196</u>
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	\$ <u>267,196</u>
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CITY OF ELIZABETH

Schedule of Due to Current Fund

General Capital Fund

Year ended June 30, 2010

Balance, June 30, 2009, Due from /(to)	\$ 13,231
Increased by:	
Interest earned	<u>7,827</u>
	<u>5,404</u>
Decreased by:	
Deferred charges raised in budget	51,186
Interest transferred	<u>12,076</u>
	<u>63,262</u>
Balance, June 30, 2010, Due from/ (to)	\$ <u><u>68,666</u></u>

CITY OF ELIZABETH

Schedule of Deferred Charges to Future
Taxation-Funded

General Capital Fund

Year ended June 30, 2010

Balance, June 30, 2009	\$ <u>94,379,924</u>
Decreased by:	
Budget appropriations to pay bonds and loans:	
Loans payable	241,347
General serial bonds	<u>10,541,000</u>
	<u>10,782,347</u>
Balance, June 30, 2010	\$ <u><u>83,597,577</u></u>

CITY OF ELIZABETH

Schedule of Deferred Charges to Future
Taxation-Unfunded

General Capital Fund

Year ended June 30, 2010

Ordinance number	Account number	General improvements	Year of ordinance	Balance, June 30, 2009	2010 authorizations	Miscellaneous	Balance, June 30, 2010	Bond anticipation notes	Analysis of balance	
									Expenditures	Unexpended improvement authorizations
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	47,000	—	—	47,000	—	47,000	—
3313	973	Various Capital Improvements	2001	275,000	—	—	275,000	—	183,016	91,984
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	—	248,731	966,269
3560	981	Broad Street streetscape	2004	1,425,000	—	—	1,425,000	—	—	1,425,000
3635	989	Environment Engineering & Regulatory various	2004	1,280,000	—	—	1,280,000	—	794,619	485,381
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	590,000	—	—	590,000	—	—	590,000
3778	X01	Mack Building - E'Port	2006	2,110,000	—	—	2,110,000	—	—	2,110,000
3915	X12	Mack Building Improvements, supplemental	2008	1,900,000	—	—	1,900,000	—	—	1,900,000
3916	X13	Recreation Improvements	2008	1,090,000	—	—	1,090,000	—	478,664	611,336
3925	X14	Acquisition of property, Equipment and Vehicle	2008	900,000	—	—	900,000	—	643,869	256,131
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
4092	X21	Union Street	2010	—	1,425,000	—	1,425,000	—	—	1,425,000
4122	X22	Acquisition Grimmerald Place	2010	—	1,330,000	—	1,330,000	—	—	1,330,000
4123	X23	Resurfacing Various Roads	2010	—	3,800,000	—	3,800,000	—	—	3,800,000
4124	X24	Roof replacements	2010	—	2,090,000	—	2,090,000	—	—	2,090,000
4125	X25	Synthetic Turf Soccer Fields	2010	—	2,600,000	—	2,600,000	—	—	2,600,000
4126	X26	Waterfront Park Improvements	2010	—	950,000	—	950,000	—	—	950,000
				\$ <u>19,158,493</u>	<u>12,195,000</u>	<u>51,186</u>	<u>31,302,307</u>	<u>—</u>	<u>3,260,507</u>	<u>28,041,800</u>
Cancelled					\$	—	Unfunded improvement authorizations		\$	<u>28,041,800</u>
727 Green Trust Loan						—				
Budget appropriation						<u>51,186</u>	Less unexpended proceeds from notes			
					\$	<u>51,186</u>	anticipation notes:			

CITY OF ELIZABETH

Schedule of Reserve for Bond Sale Expense

General Capital Fund

Year ended June 30, 2010

Balance, June 30, 2009	\$	107,107
Increased by reimbursement for parking debt issue		<u>100,000</u>
		207,107
Decreased by cash disbursements		<u>91,774</u>
Balance, June 30, 2010	\$	<u><u>115,333</u></u>

CITY OF ELIZABETH

Schedule of Due from
Department of Transportation

General Capital Fund

Year ended June 30, 2010

Balance, June 30, 2009 \$ 136,693

Balance, June 30, 2010 \$ 136,693

Analysis of Balance

Dowd Ave. Section 8 (Ord. 3620) 136,693

\$ 136,693

CITY OF ELIZABETH

Schedule of Improvement Authorizations

General Capital Fund

Year ended June 30, 2010

Improvement description	Ordinance number	Account number	2010 Authorizations							Balance, June 30, 2010	
			Balance, June 30, 2009		Down Payment	Deferred Charges to Future Taxation Unfunded	Cancellation	Expended	Funded	Unfunded	
			Funded	Unfunded							
Waterfront Park		904	\$ 75,012	—	—	—	—	—	75,012	—	
Acquisition of real property public park	2466/2616	935	937,309	—	—	—	30	—	937,279	—	
Midtown acquisition real property	2791	948	5,831,674	—	—	—	4,000,000	42,950	1,788,724	—	
Public improvements	3138/3358	966	68,132	—	—	—	—	—	68,132	—	
Capital leasing	3136	967	5,658	—	—	—	—	—	5,658	—	
Demolition of unsafe building	3218	968	103,243	—	—	—	—	—	103,243	—	
Improvements to city property	3288	972	61,322	—	—	—	—	—	61,322	—	
Various capital improvements	3313	973	—	153,764	—	—	—	61,780	—	91,984	
Leasing UCIA Ord. 3299	3299	975	233,731	—	—	—	—	—	233,731	—	
Various improvements and acquisition of equipment	3357	976	—	1,028,993	—	—	—	62,724	—	966,269	
Fire headquarters	3463	979	199,336	—	—	—	—	—	199,336	—	
Road resurfacing	3460	977	13,889	—	—	—	—	—	13,889	—	
Various Improvements	3461	978	595,250	—	—	—	—	22,600	572,650	—	
Acquisition of various equipment	3464	980	140,107	—	—	—	—	16,869	123,238	—	
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	429,473	—	—	—	—	45,445	384,028	—	
Road resurfacing	3620	985	277,943	—	—	—	—	195,520	82,423	—	
O'Donnell Dempsey Center	3633	988	179,833	—	—	—	—	—	179,833	—	
Environment Engineering & Regulatory various properties	3635	989	—	1,039,228	—	—	—	553,847	—	485,381	
Marina improvements	3637	990	259,291	—	—	—	—	19,498	239,793	—	
City Hall Improvements	3654	991	—	277,326	—	—	—	—	—	277,326	
Broad Street Streetscape	3661	992	100,000	1,900,000	—	—	—	39,407	60,593	1,900,000	
60-90 Broadway	3662	993	84,532	—	—	—	—	2,125	82,407	—	
Iron Oxide Property improvements	3667	994	—	669,003	—	—	—	—	—	669,003	
Leasing UCIA Ord. 2004	3647	995	512,534	—	—	—	—	2,841	509,693	—	
Police and Fire communications equipment	3697	997	30,480	—	—	—	—	21,761	8,719	—	
Library Renovations	3757	998	1,344,350	590,000	—	—	—	5,275	1,339,075	590,000	
Mack Building - E'Port	3778	X01	1,360,938	2,110,000	—	—	—	—	1,360,938	2,110,000	
Miller- Evans- Logan Recreation Center	3779	X02	3,253	—	—	—	—	—	3,253	—	
Hazardous Material Response Vehicle	3792	X03	57,502	—	—	—	—	—	57,502	—	

(Continued)

CITY OF ELIZABETH

Schedule of Improvement Authorizations

General Capital Fund

Year ended June 30, 2010

Improvement description	Ordinance number	Account number	Balance, June 30, 2009		2010 Authorizations				Balance, June 30, 2010	
			Funded	Unfunded	Down Payment	Deferred Charges to Future Taxation Unfunded	Cancellation	Expended	Funded	Unfunded
Bike, Hike, Roll Multipurpose Throughway	3793	X04	39,459	—	—	—	—	—	39,459	—
Road resurfacing - reappropriation	3830	X06	\$ 2,295	—	—	—	—	2,295	—	—
Road Improvements	3847	X08	2,035,484	—	—	—	—	552,215	1,483,269	—
Acquisition of bus - reappropriation	3848	X09	150,000	—	—	—	—	—	150,000	—
60 - 90 Broadway - supplemental	3854	X10	40,887	—	—	—	—	474	40,413	—
Acquisition of Saxony Motel	3914	X11	398,000	—	—	—	—	—	398,000	—
Mack Building Improvements, supplemental	3915	X12	100,000	1,900,000	—	—	—	—	100,000	1,900,000
Recreation Improvements	3916	X13	521,236	1,090,000	—	—	—	999,900	—	611,336
Acquisition of property, Equipment and Vehicles	3925	X14	—	738,364	—	—	—	482,233	—	256,131
Acquisition of N. Elizabeth Little League Field	3929	X15	25,480	—	—	—	—	25,480	—	—
Spray Fountain for Kellogg Park	3940	X16	120,013	—	—	—	—	—	120,013	—
Police headquarters reappropriation		X17	564,424	—	—	—	—	77,779	486,645	—
Police headquarters renovation	3980	X18	200,000	3,800,000	—	—	—	—	200,000	3,800,000
Various recreation facility improvements	3981	X19	—	764,370	—	—	—	—	—	764,370
Acquisition of 60-90 Broadway	4005	X20	236,572	—	—	—	—	3,448	233,124	—
Union Street	4092	X21	—	—	75,000	1,425,000	—	—	75,000	1,425,000
Acquisition Grimmauld Place	4122	X22	—	—	70,000	1,330,000	—	—	70,000	1,330,000
Resurfacing Various Roads	4123	X23	—	—	200,000	3,800,000	—	—	200,000	3,800,000
Roof replacements	4124	X24	—	—	110,000	2,090,000	—	—	110,000	2,090,000
Synthetic Turf Soccer Fields	4125	X25	—	—	150,000	2,600,000	—	—	150,000	2,600,000
Waterfront Park Improvements	4126	X26	—	—	50,000	950,000	—	—	50,000	950,000
Rehabilitation of Parks	4137	X27	—	—	300,000	—	—	—	300,000	—
			\$ 17,563,349	17,486,048	955,000	12,195,000	4,000,000	3,236,496	12,921,101	28,041,800
					Capital Improvement Fund	\$ 655,000		\$ —		
					Capital Surplus	300,000		4,000,000		
						\$ 955,000		\$ 4,000,000		

CITY OF ELIZABETH

Schedule of Capital Improvement Fund

General Capital Fund

Year ended June 30, 2010

Balance, June 30, 2009	\$	3,022,171
Increased by:		
Budget appropriation		<u>900,000</u>
		3,922,171
Decreased by improvement authorizations funded		<u>655,000</u>
Balance, June 30, 2010	\$	<u><u>3,267,171</u></u>

CITY OF ELIZABETH

Schedule of Reserve for
Retirement of Debt

General Capital Fund

Year ended June 30, 2010

Balance, June 30, 2009	\$	3,139,831
Increased by:		
State aid received (Fairmount Ave. and Bayway Relocation)		<u>181,731</u>
		3,321,562
Decreased by:		
Disbursement to Current Fund		<u>30,169</u>
Balance, June 30, 2010	\$	<u><u>3,291,393</u></u>

CITY OF ELIZABETH

Schedule of Due from Department
of Environmental Protection

General Capital Fund

Year ended June 30, 2010

Balance, June 30, 2009 \$ 267,196

Balance, June 30, 2010 \$ 267,196

Analysis of Balance

Waterfront Park Grant \$ 267,196

\$ 267,196

CITY OF ELIZABETH

Schedule of Bonds and Notes Authorized but not Issued

General Capital Fund

Year ended June 30, 2010

Ordinance number	Account number	General improvements	Year of ordinance	Balance, June 30, 2009	2010 authorizations	Reductions	Balance, June 30, 2010
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	47,000	—	—	47,000
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
3560	981	Broad Street Streetscape	2004	1,425,000	—	—	1,425,000
3635	989	Environment Engineering & Regulatory various properties	2004	1,280,000	—	—	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
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
3915	X12	Mack Building Improvements, supplemental	2008	1,900,000	—	—	1,900,000
3916	X13	Recreation Improvements	2008	1,090,000	—	—	1,090,000
3925	X14	Acquisition of property, Equipment and Vehicles	2008	900,000	—	—	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
4092	X21	Union Street	2010	—	1,425,000	—	1,425,000
4122	X22	Acquisition Grimmauld Place	2010	—	1,330,000	—	1,330,000
4123	X23	Resurfacing Various Roads	2010	—	3,800,000	—	3,800,000
4124	X24	Roof replacements	2010	—	2,090,000	—	2,090,000
4125	X25	Synthetic Turf Soccer Fields	2010	—	2,600,000	—	2,600,000
4126	X26	Waterfront Park Improvements	2010	—	950,000	—	950,000
				\$ 19,158,493	12,195,000	51,186	31,302,307

CITY OF ELIZABETH

Schedule of Due from Union County
Improvement Authority

General Capital Fund

Year ended June 30, 2010

Balance, June 30, 2009	\$ <u>1,112,289</u>
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Balance, June 30, 2010	\$ <u>1,112,289</u>
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Analysis of Balance

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

CITY OF ELIZABETH

Schedule of Loans Payable

General Capital Fund

Year ended June 30, 2010

Loan number	Improvement description	Amount of original issue	Date of original issue	Interest rate	Principal Payments outstanding June 30, 2010		Balance June 30, 2009	Decreased by	Balance June 30, 2010
					Date	Amount			
2004-92-103	Land for public parking	\$ 217,700	4/18/1997	2.00%	7/22/2010	5,888	99,619	11,602	88,017
					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			
2004-90-080	Ball field - Westfield Ave.	75,000	5/14/1997	2.00%	8/14/2010	2,029	34,322	3,998	30,324
					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			
—	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, 2010

Loan number	Improvement description	Amount of original issue	Date of original issue	Interest rate	Principal Payments outstanding June 30, 2010		Balance June 30, 2009	Decreased by	Balance June 30, 2010
					Date	Amount			
2004-95-130	Ball field - Westfield Ave.	\$ 337,599	5/1/2005	2.00%	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			
							250,536	22,870	227,666
2004-92-105	Kenah Center Acquisitions	70,000	12/2/1998	2.00%	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	2,092			
9/2/2017	2,112								
3/2/2018	2,134								
9/2/2018	2,155								
							37,490	3,620	33,870

(Continued)

CITY OF ELIZABETH

Schedule of Loans Payable

General Capital Fund

Year ended June 30, 2010

Loan number	Improvement description	Amount of original issue	Date of original issue	Interest rate	Principal Payments outstanding June 30, 2010		Balance June 30, 2009	Decreased by	Balance June 30, 2010
					Date	Amount			
105229	Underground storage tanks	\$ 877,200	5/1/2002	0.00%	5/1/2011	87,720	263,160	87,720	175,440
					5/1/2012	87,720			
00-2019-02	Demolition Loan Payable	825,000	10/9/2003	4.00%	10/9/2010	82,500	247,500	82,500	165,000
					10/9/2011	82,500			
2004-03-081	Elmora Raquet Club	\$ 400,000	8/1/2008	2.00%	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, 2010

Loan number	Improvement description	Amount of original issue	Date of original issue	Interest rate	Principal Payments outstanding June 30, 2010		Balance June 30, 2009	Decreased by	Balance June 30, 2010
					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%	9/24/2010	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, 2010

<u>Loan number</u>	<u>Improvement description</u>	<u>Amount of original issue</u>	<u>Date of original issue</u>	<u>Interest rate</u>	<u>Principal Payments outstanding June 30, 2010</u>		<u>Balance June 30, 2009</u>	<u>Decreased by</u>	<u>Balance June 30, 2010</u>
					<u>Date</u>	<u>Amount</u>			
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	11,910	269,028
N/A	Water front Park Project	804,496	N/A	0.00%	N/A	N/A	821,796	—	821,796
							\$ 7,426,924	241,347	7,185,577
							Payments	\$ 241,347	
								\$ 241,347	

CITY OF ELIZABETH

Schedule of Cash

Water Utility Funds

Year ended June 30, 2010

	<u>Operating Fund</u>	<u>Trust Fund</u>	<u>Capital Fund</u>
Balance, June 30, 2009	\$ 935,124	157,518	2,939,920
Increased by receipts:			
Due to Liberty Water	40,559	—	—
Reserve for capital expenditures	—	—	793,487
Interest earned	19,745	—	—
Interfund receipts	18,674	168	15,849
Total receipts	<u>78,978</u>	<u>168</u>	<u>809,336</u>
Subtotal	<u>1,014,102</u>	<u>157,686</u>	<u>3,749,256</u>
Decreased by disbursements:			
Interfund disbursements	16,017	200	18,474
Payment to Liberty Water for Improvements	—	—	900,123
Total disbursements	<u>16,017</u>	<u>200</u>	<u>918,597</u>
Balance, June 30, 2010	\$ <u><u>998,085</u></u>	<u><u>157,486</u></u>	<u><u>2,830,659</u></u>

CITY OF ELIZABETH

Schedule of Analysis of Capital Cash

Water Utility Capital Fund

June 30, 2010

<u>Description</u>	<u>Amount</u>
Capital Improvement Fund	\$ 697,239
Reserve for capital expenditures	2,132,236
Due to Water Operating Fund	<u>1,184</u>
	<u>\$ 2,830,659</u>

CITY OF ELIZABETH

Schedule of Reserve for Customer Deposits

Water Utility Trust Fund

Year ended June 30, 2010

Balance, June 30, 2009 and 2010	\$ <u><u>157,472</u></u>
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CITY OF ELIZABETH

Reserve for Capital Expenditures

Water Utility Capital Fund

Year ended June 30, 2010

Balance, June 30, 2009	\$	2,238,872
Increased by collections from Liberty Water		<u>793,487</u>
		3,032,359
Decreased by expenditures		<u>900,123</u>
Balance, June 30, 2010	\$	<u><u>2,132,236</u></u>

CITY OF ELIZABETH

Schedule of Interfund Accounts Receivable (Payable)

Water Utility Operating Fund

Year ended June 30, 2010

	<u>Total</u>	<u>Water Capital Fund</u>	<u>Water Trust Fund</u>
Balance, June 30, 2009, Due from (to)	\$ 3,855	3,809	46
Increased by:			
Interest earned	16,017	15,849	168
	19,872	19,658	214
Decreased by:			
Cash receipts	18,674	18,474	200
Balance, June 30, 2010, Due from (to)	\$ <u>1,198</u>	<u>1,184</u>	<u>14</u>

CITY OF ELIZABETH

Schedule of Capital Improvement Fund

Water Utility Capital Fund

Year ended June 30, 2010

Balance, June 30, 2009 and 2010	\$ <u><u>697,239</u></u>
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CITY OF ELIZABETH

Schedule of Water Liens Receivable

Water Utility Operating Fund

Year ended June 30, 2010

Balance, June 30, 2009	\$	8,747
Increased by new liens		<u>4,316</u>
Balance, June 30, 2010	\$	<u><u>13,063</u></u>

CITY OF ELIZABETH

Due to Liberty Water

Water Utility Operating Fund

Year ended June 30, 2010

Balance, June 30, 2009	\$	140,290
Increased by collections for Liberty Water		<u>40,559</u>
Balance, June 30, 2010	\$	<u><u>180,849</u></u>

CITY OF ELIZABETH

Schedule of Reserve for Amortization

Water Utility Capital Fund

Year ended June 30, 2010

Balance, June 30, 2009	\$ <u>16,441,271</u>
Balance, June 30, 2010	\$ <u>16,441,271</u>

CITY OF ELIZABETH

Schedule of Fixed Capital

Water Utility Capital Fund

Year ended June 30, 2010

<u>Description</u>	<u>Balance, June 30, 2009</u>	<u>Additions</u>	<u>Balance, June 30, 2010</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, 2010

Balance, June 30, 2009	\$ <u>36,028</u>
Balance, June 30, 2010	\$ <u>36,028</u>

CITY OF ELIZABETH

Schedule of Cash - Treasurer

Sewer Utility Funds

Year ended June 30, 2010

	<u>Operating Fund</u>	<u>Capital Fund</u>
Balance, June 30, 2009	\$ 6,130,847	2,507,964
Increased by receipts:		
Consumers' accounts receivable	16,320,832	—
Miscellaneous revenues	514,061	—
Notes issued		3,000,000
Premium on sale of notes		3,900
Environmental Infrastructure Loan	—	3,523,068
Interfund receipts	5,235	4,912
Total receipts	<u>16,840,128</u>	<u>6,531,880</u>
Subtotal	<u>22,970,975</u>	<u>9,039,844</u>
Decreased by disbursements:		
Budget appropriations	16,500,757	—
Appropriation reserves	646,784	—
Accounts payable	252,451	—
Interest on bonds and notes	632,641	—
Bond sale expenses	—	52,024
Interfund disbursements	4,912	5,235
Improvement authorizations	—	5,950,887
Total disbursements	<u>18,037,545</u>	<u>6,008,146</u>
Balance, June 30, 2010	<u>\$ 4,933,430</u>	<u>3,031,698</u>

CITY OF ELIZABETH

Schedule of Analysis of Sewer Utility Capital Cash

Sewer Utility Capital Fund

Year ended June 30, 2010

	Balance June 30, 2009	Receipts		Disbursements		Transfer		Balance June 30, 2010
		Notes issued	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	—	—	—	52,024	—	100,000	48,705
Reserve for renewal and replacement	364,000	—	—	—	—	—	—	364,000
Capital Improvement Fund	788,338	—	—	—	—	—	—	788,338
EITF receivable	(523,200)	—	3,523,068	—	—	12,134,950	—	(9,135,082)
Due to Sewer Operating Fund	327	—	4,912	—	5,235	—	—	4
Appropriated reserve for grants	20,619	—	—	—	—	—	—	20,619
Fund Balance	958,576	—	3,900	—	—	—	—	962,476
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	656,083	—	—	—	—	—	—	656,083
3245	2,045,928	—	—	—	—	—	—	2,045,928
3119	38,925	—	—	—	—	—	—	38,925
3634	(985,745)	—	—	5,913	—	—	—	(991,658)
3636	968,023	—	—	—	—	—	—	968,023
3652	(59,964)	—	—	—	—	—	—	(59,964)
3653	(475,000)	—	—	—	—	—	—	(475,000)
3720	483,545	—	—	—	—	—	—	483,545
3748	(262,593)	—	—	—	—	—	—	(262,593)
3795	(364,854)	—	—	—	—	—	—	(364,854)
3878	(83,410)	—	—	3,455,146	—	50,000	1,763,165	(1,825,391)
3982	175,000	—	—	292,679	—	40,000	5,289,496	5,131,817
3992	35,173	—	—	154,381	—	—	889,220	770,012
3993	—	—	—	—	—	—	4,193,069	4,193,069
4035	—	—	—	485,808	—	—	—	(485,808)
4036	—	—	—	—	—	10,000	—	(10,000)
4093	—	3,000,000	—	1,556,960	—	—	—	1,443,040
	\$ 2,507,964	3,000,000	3,531,880	5,950,887	57,259	12,234,950	12,234,950	3,031,698

CITY OF ELIZABETH

Schedule of Consumers' Accounts Receivable

Sewer Utility Operating Fund

Year ended June 30, 2010

Balance, June 30, 2009	\$ 305,215
Increased by:	
Rents levied	<u>16,192,166</u>
	<u>16,497,381</u>
Decreased by:	
Transfer to Liens	3,045
Collections	<u>16,320,832</u>
	<u>16,323,877</u>
Balance, June 30, 2010	\$ <u><u>173,504</u></u>

CITY OF ELIZABETH

Schedule of Interfund Accounts Receivable (Payable)

Sewer Utility Operating Fund

Year ended June 30, 2010

	<u>Total</u>	<u>Sewer Capital Fund</u>
Balance, June 30, 2009, Due from (to)	\$ 327	327
Increased by:		
Interest collected in Current Fund	<u>4,912</u>	<u>4,912</u>
	5,239	5,239
Decreased by collection	<u>5,235</u>	<u>5,235</u>
Balance, June 30, 2010, Due from (to)	<u>\$ 4</u>	<u>4</u>

CITY OF ELIZABETH

Schedule of Fixed Capital

Sewer Utility Capital Fund

Year ended June 30, 2010

	Balance, June 30, 2009	Increases	Balance, June 30, 2010
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	4,193,069	15,775,548
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>4,193,069</u>	<u>50,421,759</u>

CITY OF ELIZABETH

Schedule of Fixed Capital Authorized and Uncompleted

Sewer Utility Capital Fund

Year ended June 30, 2010

Ordinance number	Improvement description	Ordinance authorization	Balance, June 30, 2009	2010 improvement authorizations	Transferred to fixed capital	Balance June 30, 2010
	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	—	4,193,069	306,931
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
4093	Infrastructure Upgrades Phase I	12,000,000	—	12,000,000	—	12,000,000
			\$ 72,853,582	12,000,000	4,193,069	80,660,513

CITY OF ELIZABETH

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

Sewer Utility Capital Fund

Year ended June 30, 2010

Balance, June 30, 2009 and 2010	\$ <u>364,000</u>
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CITY OF ELIZABETH

Schedule of 2009 Appropriation Reserves

Sewer Utility Operating Fund

Year ended June 30, 2010

	<u>Balance, June 30, 2009</u>	<u>Encumbrance payable cancelled</u>	<u>Balance after modification</u>	<u>Paid</u>	<u>Balance lapsed</u>
Operating:					
Management fee	524,223	29,093	553,316	316,510	236,806
Capital improvements:					
Capital outlay	<u>331,275</u>	<u>18,449</u>	<u>349,724</u>	<u>349,724</u>	<u>—</u>
	<u>\$ 855,498</u>	<u>47,542</u>	<u>903,040</u>	<u>666,234</u>	<u>236,806</u>
			Cash	\$ 646,784	
			Accounts payable	<u>19,450</u>	
				<u>\$ 666,234</u>	

CITY OF ELIZABETH

Schedule of Accounts Payable

Sewer Utility Operating Fund

Year ended June 30, 2010

Balance, June 30, 2009	\$	943,079
Increased by:		
2009 budget appropriation		<u>19,450</u>
		962,529
Decreased by:		
Disbursements		<u>252,451</u>
Balance, June 30, 2010	\$	<u><u>710,078</u></u>

CITY OF ELIZABETH

Schedule of Bond Anticipation Notes

Sewer Utility Capital Fund

Year ended June 30, 2010

<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, 2009</u>	<u>Increased</u>	<u>Balance, June 30, 2010</u>
4093	Infrastructure Upgrades Phase I	6/30/2010	11/15/2010	1.500%	\$ —	3,000,000	3,000,000
					\$ —	3,000,000	3,000,000
				Renewed Issued		\$ —	
						3,000,000	
						\$ 3,000,000	

CITY OF ELIZABETH

Schedule of Accrued Interest on Bonds and Notes

Sewer Utility Operating Fund

Year ended June 30, 2010

Balance, June 30, 2009	\$	236,395
Increased by budget appropriation		<u>616,625</u>
		853,020
Decreased by cash disbursements		<u>632,641</u>
Balance, June 30, 2010	\$	<u><u>220,379</u></u>

CITY OF ELIZABETH

Schedule of Due from Trustee
Environmental Infrastructure Trust and Fund Loans

Sewer Utility Capital Fund

Year ended June 30, 2010

<u>Loan Description</u>	<u>Balance June 30, 2009</u>	<u>Increase</u>	<u>Decrease</u>	<u>Balance June 30, 2010</u>
NJEIT fund loan - Ord. 3636 -06ST 06Sf	\$ 34,655	—	—	34,655
NJEIT fund loan - Ord. 3720 -06STJ 06SFJ	488,545	—	—	488,545
NJEIT Verona Ave. ORD. 3878/3982/4036	—	1,755,000	—	1,755,000
Due from State Ord. 3878/3982/4036	—	5,289,496	3,523,068	1,766,428
NJEIT Ord. 3993 Joint Meeting	—	1,025,000	1,025,000	—
Due from State Ord. 3993 Joint Meeting	—	3,144,802	3,144,802	—
NJEIT ord. 3992/4037	—	220,000	—	220,000
Due from State Ord. 3992/4037 Summer St.	—	666,915	—	666,915
	<u>\$ 523,200</u>	<u>12,101,213</u>	<u>7,692,870</u>	<u>4,931,543</u>
Collected			\$ 3,523,068	
NJEIT payment to Joint Meeting			<u>4,169,802</u>	
			<u>\$ 7,692,870</u>	

CITY OF ELIZABETH

Schedule of Serial Bonds

Sewer Utility Capital Fund

Year ended June 30, 2010

Purpose of issue	Date of issue	Original issue	Maturities of bonds outstanding June 30, 2010		Interest rate	Balance, June 30, 2009	Paid by	Balance, June 30, 2010
			Date	Amount				
Sewer improvements	7/15/1998	\$ 2,924,000	7/15/2010-13	\$ 145,000	5.000	\$ 1,475,000	145,000	1,330,000
			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	11/1/2010	202,000	4.13	2,616,000	202,000	2,414,000
			11/1/2011	202,000	4.125			
			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	11/15/2010	240,000	4.13	955,000	250,000	705,000
			11/15/2011	235,000	4.250			
			11/15/2012	230,000	4.500			
						<u>\$ 5,046,000</u>	<u>597,000</u>	<u>4,449,000</u>

CITY OF ELIZABETH

Schedule of Local Unit Bonds

Sewer Utility Capital Fund

Year ended June 30, 2010

Purpose of issue	Bond number	Original issue	Maturities of bonds outstanding June 30, 2010		Interest rate	Balance, June 30, 2009	Paid by budget appropriations	Balance, June 30, 2010
			Date	Amount				
Wastewater Treatment Bonds - Wastewater Treatment Fund Trust Loan (Ord. 2909)	97L	\$ 1,600,000	9/1/2010	\$ 69,943	Non-interest bearing			
			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				
Wastewater Treatment Bonds - Wastewater Treatment Trust Loan (Ord. 2909)	97T	\$ 1,610,000	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			
			\$ 1,881,150	170,666	1,339,303			

CITY OF ELIZABETH

Schedule of Reserve for Amortization

Sewer Utility Capital Fund

Year ended June 30, 2010

Balance, June 30, 2009	\$ <u>51,314,978</u>
Increased by:	
Local Unit bonds paid by operating budget	170,666
Environmental infrastructure Loans payable	1,036,608
NJEIT ARRA forgiveness	6,067,476
Serial bonds paid by operating budget	<u>597,000</u>
	<u>7,871,750</u>
Balance, June 30, 2010	\$ <u><u>59,186,728</u></u>

CITY OF ELIZABETH

Schedule of Reserve for Deferred Amortization

Sewer Utility Capital Fund

Year ended June 30, 2010

Balance, June 30, 2009	\$ <u>8,796,766</u>
Balance, June 30, 2010	\$ <u>8,796,766</u>

CITY OF ELIZABETH

Schedule of Bonds and Notes Authorized but not Issued

Sewer Utility Capital Fund

Year ended June 30, 2010

Ordinance number	Improvement description	Balance, June 30, 2009	2010 improvement authorizations	Decreased By	Balance, June 30, 2010
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	—	3,244,498	80,502
3992	Summer St. Storm Sewer Improvements	950,000	—	886,915	63,085
3993	Joint Meeting Capital Projects	4,500,000	—	4,169,800	330,200
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
4039	Infrastructure Upgrades Phase I	—	12,000,000	3,000,000	9,000,000
		<u>\$ 35,433,829</u>	<u>12,000,000</u>	<u>15,101,213</u>	<u>32,332,616</u>
				\$ 3,000,000	
				6,067,476	
				<u>6,033,737</u>	
				\$ <u>15,101,213</u>	

CITY OF ELIZABETH

Schedule of Environmental Infrastructure Loans Payable

Sewer Utility Capital Fund

Year ended June 30, 2010

Purpose of issue	Date of issue	Original issue	Maturities of bonds outstanding June 30, 2010		Interest rate	Balance, June 30, 2009	Increased by Bonds Issued	Paid by budget appropriations	Balance, June 30, 2010
			Date	Amount					
NJ Environmental Trust Loan (Ord. 3245)	10/1/2000	\$ 2,635,000	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	8/1/2010	136,068	Non-interest bearing				
			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					
NJ Environmental Fund Loan 2001A - 11/8/2001 (Ord. 3245)	Semi-annual payments on 8/1 and 2/1	\$ 3,130,000	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							

(Continued)

CITY OF ELIZABETH

Schedule of Environmental Infrastructure Loans Payable

Sewer Utility Capital Fund

Year ended June 30, 2010

Purpose of issue	Date of issue	Original issue	Maturities of bonds outstanding June 30, 2010		Interest rate	Balance, June 30, 2009	Increased by Bonds Issued	Paid by budget appropriations	Balance, June 30, 2010
			Date	Amount					
NJ Environmental Fund Loan 2002A - 03ST (Ord. 3428)	8/1/2002	\$ 1,945,000	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				
NJ Environmental Fund Loan 2002A (Ord. 3428)	Semi-annual payments on 8/1 and 2/1	\$ 1,775,000	2011	102,324	Non-interest bearing				
			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					
NJ Environmental Fund Loan 2001A (Ord. 3245)	11/8/2001	\$ 3,084,896	8/1/2010	134,350	Non-interest bearing				
			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					

(Continued)

CITY OF ELIZABETH
 Schedule of Environmental Infrastructure Loans Payable
 Sewer Utility Capital Fund
 Year ended June 30, 2010

Purpose of issue	Date of issue	Original issue	Maturities of bonds outstanding June 30, 2010		Interest rate	Balance, June 30, 2009	Increased by Bonds Issued	Paid by budget appropriations	Balance, June 30, 2010
			Date	Amount					
			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	\$	2,186,246	—	168,869	2,017,377
NJ Environmental Fund Loan 2006A (Ord. 3636)	11/29/2006	\$ 755,000	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	730,000	—	25,000	705,000
NJ Environmental Fund Loan 2006A (Ord. 3636)	11/29/2006	2,161,034	8/1/2010	85,535	Non-interest bearing				
			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					

(Continued)

CITY OF ELIZABETH

Schedule of Environmental Infrastructure Loans Payable

Sewer Utility Capital Fund

Year ended June 30, 2010

Purpose of issue	Date of issue	Original issue	Maturities of bonds outstanding June 30, 2010		Interest rate	Balance, June 30, 2009	Increased by Bonds Issued	Paid by budget appropriations	Balance, June 30, 2010
			Date	Amount					
			8/1/2013	\$ 90,971					
			2/1/2014	23,728					
			8/1/2014	89,331					
			2/1/2015	22,088					
			8/1/2015	87,691					
			2/1/2016	20,448					
			8/1/2016	95,422					
			2/1/2017	18,574					
			8/1/2017	93,548					
			2/1/2018	17,074					
			8/1/2018	92,048					
			2/1/2019	15,575					
			8/1/2019	90,549					
			2/1/2020	14,075					
			8/1/2020	98,421					
			2/1/2021	12,389					
			8/1/2021	96,734					
			2/1/2022	10,649					
			8/1/2022	104,366					
			2/1/2023	8,716					
			8/1/2023	102,434					
			2/1/2024	6,724					
			8/1/2024	100,442					
			2/1/2025	4,381					
			8/1/2025	107,471					
			2/1/2026	2,191					
			8/1/2026	105,280		1,970,997	—	106,405	1,864,592
NJ Environmental Fund Loan 2006A (Ord. 3720)	11/29/2006	\$ 880,000	8/1/2010	35,000	4.000				
	Semi-annual interest payments on 8/1 and 2/1		8/1/2011	35,000	5.000				
			8/1/2012	35,000	5.000				
			8/1/2013	40,000	5.000				
			8/1/2014	40,000	5.000				
			8/1/2015	40,000	5.000				
			8/1/2016	45,000	5.000				
			8/1/2017	45,000	4.000				
			8/1/2018	45,000	4.000				
			8/1/2019	50,000	4.000				
			8/1/2020	50,000	4.000				

(Continued)

CITY OF ELIZABETH

Schedule of Environmental Infrastructure Loans Payable

Sewer Utility Capital Fund

Year ended June 30, 2010

Purpose of issue	Date of issue	Original issue	Maturities of bonds outstanding June 30, 2010		Interest rate	Balance, June 30, 2009	Increased by Bonds Issued	Paid by budget appropriations	Balance, June 30, 2010
			Date	Amount					
			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	\$ 850,000	—	30,000	820,000
NJ Environmental Fund Loan 2006A (Ord. 3720)	11/29/2006	\$ 2,523,335	8/1/2010	99,784	Non-interest bearing				
			2/1/2011	32,800					
			8/1/2011	98,471					
			2/1/2012	31,158					
			8/1/2012	96,829					
			2/1/2013	29,516					
			8/1/2013	104,568					
			2/1/2014	27,641					
			8/1/2014	102,692					
			2/1/2015	25,764					
			8/1/2015	100,816					
			2/1/2016	23,888					
			8/1/2016	108,321					
			2/1/2017	21,777					
			8/1/2017	106,210					
			2/1/2018	20,088					
			8/1/2018	104,522					
			2/1/2019	18,399					
			8/1/2019	112,214					
			2/1/2020	16,524					
			8/1/2020	110,338					
			2/1/2021	14,647					
			8/1/2021	117,843					
			2/1/2022	12,518					
			8/1/2022	115,715					
			2/1/2023	10,390					
			8/1/2023	122,968					
			2/1/2024	7,998					
			8/1/2024	120,576					
			2/1/2025	5,183					
			8/1/2025	127,143					
			2/1/2026	2,592					
			8/1/2026	124,551		\$ 2,300,085	—	125,641	2,174,444

(Continued)

CITY OF ELIZABETH

Schedule of Environmental Infrastructure Loans Payable

Sewer Utility Capital Fund

Year ended June 30, 2010

Purpose of issue	Date of issue	Original issue	Maturities of bonds outstanding June 30, 2010		Interest rate	Balance, June 30, 2009	Increased by Bonds Issued	Paid by budget appropriations	Balance, June 30, 2010
			Date	Amount					
NJ Environmental Fund Loan (Ord. 3878) (09ST)	12/1/2009 Semi-annual payments on 8/1 and 2/1	\$ 1,755,000	8/1/2010		2.00				
			2/1/2011		2.00				
			8/1/2011	\$ 65,000	2.00				
			2/1/2012		2.00				
			8/1/2012	65,000	3.00				
			2/1/2013		3.00				
			8/1/2013	65,000	5.00				
			2/1/2014		5.00				
			8/1/2014	70,000	5.00				
			2/1/2015		5.00				
			8/1/2015	70,000	5.00				
			2/1/2016		5.00				
			8/1/2016	75,000	5.00				
			2/1/2017		5.00				
			8/1/2017	80,000	5.00				
			2/1/2018		5.00				
			8/1/2018	85,000	5.00				
			2/1/2019		5.00				
			8/1/2019	90,000	4.00				
			2/1/2020		4.00				
			8/1/2020	90,000	4.00				
			2/1/2021		4.00				
			8/1/2021	95,000	4.00				
			2/1/2022		4.00				
			8/1/2022	100,000	3.50				
			2/1/2023		3.50				
			8/1/2023	100,000	4.00				
			2/1/2024		4.00				
			8/1/2024	105,000	4.00				
			2/1/2025		4.00				
8/1/2025	110,000	3.75							
2/1/2026		3.75							
8/1/2026	115,000	4.00							
2/1/2027		4.00							
8/1/2027	120,000	4.00							
2/1/2028		4.00							
8/1/2028	125,000	4.00							
2/1/2029		4.00							
8/1/2029	130,000	4.00	\$	—	1,755,000	—	1,755,000		

(Continued)

CITY OF ELIZABETH

Schedule of Environmental Infrastructure Loans Payable

Sewer Utility Capital Fund

Year ended June 30, 2010

Purpose of issue	Date of issue	Original issue	Maturities of bonds outstanding June 30, 2010		Interest rate	Balance, June 30, 2009	Increased by Bonds Issued	Paid by budget appropriations	Balance, June 30, 2010
			Date	Amount					
NJ Environmental Fund Loan (Ord. 3878) (09SF)	12/1/2009 Semi-annual payments on 8/1 and 2/1	\$ 1,763,165	8/1/2010	\$ 59,768	Non-interest bearing				
			2/1/2011	29,884					
			8/1/2011	59,768					
			2/1/2012	29,885					
			8/1/2012	59,768					
			2/1/2013	29,884					
			8/1/2013	59,768					
			2/1/2014	29,885					
			8/1/2014	59,768					
			2/1/2015	29,884					
			8/1/2015	59,768					
			2/1/2016	29,885					
			8/1/2016	59,768					
			2/1/2017	29,884					
			8/1/2017	59,768					
			2/1/2018	29,885					
			8/1/2018	59,768					
			2/1/2019	29,884					
			8/1/2019	59,768					
			2/1/2020	29,885					
			8/1/2020	59,768					
			2/1/2021	29,885					
			8/1/2021	59,768					
			2/1/2022	29,884					
			8/1/2022	59,768					
			2/1/2023	29,884					
			8/1/2023	59,768					
			2/1/2024	29,884					
			8/1/2024	59,768					
			2/1/2025	29,885					
8/1/2025	59,768								
2/1/2026	29,884								
8/1/2026	59,768								
2/1/2027	29,885								
8/1/2027	59,768								
2/1/2028	29,884								
8/1/2028	59,768								
2/1/2029	29,885								
8/1/2029	59,768								
						—	1,763,165	—	1,763,165

(Continued)

CITY OF ELIZABETH

Schedule of Environmental Infrastructure Loans Payable

Sewer Utility Capital Fund

Year ended June 30, 2010

Purpose of issue	Date of issue	Original issue	Maturities of bonds outstanding June 30, 2010		Interest rate	Balance, June 30, 2009	Increased by Bonds Issued	Paid by budget appropriations	Balance, June 30, 2010	
			Date	Amount						
NJ Environmental Fund Loan (Ord. 3993) (09SFJ) Series 2010 A (CW-ARRA)	12/1/2009 Semi-annual payments on 8/1 and 2/1	\$ 1,025,000	8/1/2010							
			2/1/2011							
			8/1/2011	\$ 35,000	4.00					
			2/1/2012							
			8/1/2012	35,000	5.00					
			2/1/2013							
			8/1/2013	40,000	5.00					
			2/1/2014							
			8/1/2014	40,000	5.00					
			2/1/2015							
			8/1/2015	40,000	5.00					
			2/1/2016							
			8/1/2016	45,000	5.00					
			2/1/2017							
			8/1/2017	45,000	5.00					
			2/1/2018							
			8/1/2018	50,000	5.00					
			2/1/2019							
			8/1/2019	50,000	4.00					
			2/1/2020							
			8/1/2020	55,000	5.00					
			2/1/2021							
			8/1/2021	55,000	3.00					
			2/1/2022							
			8/1/2022	60,000	4.00					
			2/1/2023							
			8/1/2023	60,000	4.00					
			2/1/2024							
			8/1/2024	60,000	4.00					
2/1/2025										
8/1/2025	65,000	4.00								
2/1/2026										
8/1/2026	70,000	3.50								
2/1/2027										
8/1/2027	70,000	4.00								
2/1/2028										
8/1/2028	75,000	4.00								
2/1/2029										
8/1/2029	75,000	4.00	\$	—	1,025,000	—	1,025,000			

(Continued)

CITY OF ELIZABETH

Schedule of Environmental Infrastructure Loans Payable

Sewer Utility Capital Fund

Year ended June 30, 2010

Purpose of issue	Date of issue	Original issue	Maturities of bonds outstanding June 30, 2010		Interest rate	Balance, June 30, 2009	Increased by Bonds Issued	Paid by budget appropriations	Balance, June 30, 2010
			Date	Amount					
NJ Environmental Fund Loan (Ord. 3993) (09SFJ)	12/1/2009 Semi-annual payments on 8/1 and 2/1	\$ 1,048,267	8/1/2010	\$ 35,534	Non-interest bearing				
			2/1/2011	17,768					
			8/1/2011	35,534					
			2/1/2012	17,767					
			8/1/2012	35,534					
			2/1/2013	17,768					
			8/1/2013	35,534					
			2/1/2014	17,767					
			8/1/2014	35,534					
			2/1/2015	17,768					
			8/1/2015	35,534					
			2/1/2016	17,768					
			8/1/2016	35,534					
			2/1/2017	17,767					
			8/1/2017	35,534					
			2/1/2018	17,768					
			8/1/2018	35,534					
			2/1/2019	17,768					
			8/1/2019	35,534					
			2/1/2020	17,768					
			8/1/2020	\$ 35,534					
			2/1/2021	17,768					
			8/1/2021	35,534					
			2/1/2022	17,768					
			8/1/2022	35,534					
			2/1/2023	17,768					
			8/1/2023	35,534					
			2/1/2024	17,767					
			8/1/2024	35,534					
			2/1/2025	17,768					
8/1/2025	35,534								
2/1/2026	17,768								
8/1/2026	35,534								
2/1/2027	17,768								
8/1/2027	35,534								
2/1/2028	17,768								
8/1/2028	35,534								
2/1/2029	17,767								
8/1/2029	35,534								
						\$ —	1,048,267	—	1,048,267

(Continued)

CITY OF ELIZABETH
 Schedule of Environmental Infrastructure Loans Payable
 Sewer Utility Capital Fund
 Year ended June 30, 2010

Purpose of issue	Date of issue	Original issue	Maturities of bonds outstanding June 30, 2010		Interest rate	Balance, June 30, 2009	Increased by Bonds Issued	Paid by budget appropriations	Balance, June 30, 2010
			Date	Amount					
NJ Environmental Fund Loan (Ord. 3992) (09STJ) Series 2010 A (CW-ARRA)	12/1/2009 Semi-annual payments on 8/1 and 2/1	\$ 220,000	8/1/2010						
			2/1/2011						
			8/1/2011	\$ 5,000	4.00				
			2/1/2012						
			8/1/2012	10,000	5.00				
			2/1/2013						
			8/1/2013	10,000	5.00				
			2/1/2014						
			8/1/2014	10,000	5.00				
			2/1/2015						
			8/1/2015	10,000	5.00				
			2/1/2016						
			8/1/2016	10,000	5.00				
			2/1/2017						
			8/1/2017	10,000	5.00				
			2/1/2018						
			8/1/2018	10,000	5.00				
			2/1/2019						
			8/1/2019	10,000	4.00				
			2/1/2020						
			8/1/2020	10,000	4.00				
			2/1/2021						
			8/1/2021	10,000	3.00				
			2/1/2022						
			8/1/2022	10,000	4.00				
			2/1/2023						
			8/1/2023	15,000	4.00				
			2/1/2024						
			8/1/2024	15,000	4.00				
2/1/2025									
8/1/2025	15,000	4.00							
2/1/2026									
8/1/2026	15,000	3.50							
2/1/2027									
8/1/2027	15,000	4.00							
2/1/2028									
8/1/2028	15,000	4.00							
2/1/2029									
8/1/2029	15,000	4.00			—	220,000	—	220,000	

(Continued)

CITY OF ELIZABETH

Schedule of Environmental Infrastructure Loans Payable

Sewer Utility Capital Fund

Year ended June 30, 2010

Purpose of issue	Date of issue	Original issue	Maturities of bonds outstanding June 30, 2010		Interest rate	Balance, June 30, 2009	Increased by Bonds Issued	Paid by budget appropriations	Balance, June 30, 2010
			Date	Amount					
NJ Environmental Fund Loan (Ord. 3992) (09SFJ)	12/1/2009 Semi-annual payments on 8/1 and 2/1	\$ 222,305	8/1/2010	\$ 7,536	Non-interest bearing				
			2/1/2011	3,768					
			8/1/2011	7,536					
			2/1/2012	3,767					
			8/1/2012	7,536					
			2/1/2013	3,768					
			8/1/2013	7,536					
			2/1/2014	3,767					
			8/1/2014	7,536					
			2/1/2015	3,768					
			8/1/2015	7,536					
			2/1/2016	3,767					
			8/1/2016	7,536					
			2/1/2017	3,768					
			8/1/2017	7,536					
			2/1/2018	3,768					
			8/1/2018	7,536					
			2/1/2019	3,768					
			8/1/2019	7,536					
			2/1/2020	3,767					
			8/1/2020	7,536					
			2/1/2021	3,768					
			8/1/2021	7,536					
			2/1/2022	3,767					
			8/1/2022	7,536					
			2/1/2023	3,768					
			8/1/2023	7,536					
			2/1/2024	3,767					
			8/1/2024	7,536					
2/1/2025	3,768								
8/1/2025	7,536								
2/1/2026	3,768								
8/1/2026	7,536								
2/1/2027	3,768								
8/1/2027	7,536								
2/1/2028	3,767								
8/1/2028	7,536								
2/1/2029	3,768								
8/1/2029	7,536								
						—	222,305	—	222,305
						\$ 17,243,517	6,033,737	1,036,608	22,240,646

CITY OF ELIZABETH

Schedule of Sewer Liens Receivable

Sewer Utility Operating Fund

Year ended June 30, 2010

Balance, June 30, 2009	\$ <u>6,929</u>
Increased by:	
Transfer from accounts receivable	3,045
Penalties and costs	<u>306</u>
	<u>3,351</u>
Balance, June 30, 2010	\$ <u><u>10,280</u></u>

CITY OF ELIZABETH

Schedule of Capital Improvement Fund

Sewer Utility Capital Fund

Year ended June 30, 2010

Balance, June 30, 2009	\$ <u>788,338</u>
Balance, June 30, 2010	\$ <u>788,338</u>

CITY OF ELIZABETH

Schedule of Encumbrances Payable

Sewer Utility Operating Fund

Year ended June 30, 2010

Balance, June 30, 2009	\$ 47,542
Increased by budget appropriation	<u>283,881</u>
	331,423
Decreased by cancellation to appropriation reserve	<u>47,542</u>
Balance, June 30, 2010	<u><u>\$ 283,881</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, 2010

Balance, June 30, 2009	\$ <u>508,053</u>
Balance, June 30, 2010	\$ <u>508,053</u>
<u>Analysis of balance</u>	
Grant due from State	\$ 15,535
Wastewater trust loan	241,259
Wastewater trust loan	<u>251,259</u>
	\$ <u>508,053</u>

CITY OF ELIZABETH

Schedule of Miscellaneous Rents Receivable

Sewer Utility Operating Fund

Year ended June 30, 2010

Balance, June 30, 2009 and 2010	\$ <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, 2010

Balance, June 30, 2009	\$	729
Increased by transfer from Ordinances		<u>100,000</u>
		100,729
Decreased by disbursements		<u>52,024</u>
Balance, June 30, 2010	\$	<u><u>48,705</u></u>

CITY OF ELIZABETH

Schedule of State Grant Receivable

Sewer Utility Capital Fund

Year ended June 30, 2010

Balance, June 30, 2009	\$ <u>5,155</u>
Balance, June 30, 2010	\$ <u>5,155</u>

CITY OF ELIZABETH

Schedule of Appropriated Reserve for State Grants

Sewer Utility Capital Fund

Year ended June 30, 2010

Balance, June 30, 2009	\$ <u>20,619</u>
Balance, June 30, 2010	\$ <u>20,619</u>

CITY OF ELIZABETH

Schedule of Changes in General Fixed Assets

General Fixed Assets Account Group

Year ended June 30, 2010

	Balance			Balance
	June 30, 2009	Additions	Dispositions	June 30, 2010
General fixed assets:				
Land and buildings	\$ 41,978,500	—	—	41,978,500
Equipment	11,859,056	8,189	620	11,866,625
Vehicles	18,922,854	360,509	334,342	18,949,021
	<u>\$ 72,760,410</u>	<u>368,698</u>	<u>334,962</u>	<u>72,794,146</u>

CITY OF ELIZABETH

Schedule of Expenditures of Federal Awards

Year ended June 30, 2010

Grantor/ Program Title	Federal CFDA Number	Program or Award Amount	Funds Available 06/30/09	Grant Awarded	Net Disbursement Charges	Transfers and Adjustments	Funds Available 06/30/10	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 Phase III	93.283	16,408	7,247	—	—	—	7,247			
			7,247	—	—	—	7,247			
Preventive Health Services - Sexually Transmitted Diseases Control Grant	93.977	42,605	10,649	—	10,649	—	—	100-046-4782-101-6120	7/1/2006	6/30/2007
2008-09		45,337	—	45,337	34,003	—	11,334	07-15-STD-L-3	7/1/2004	6/30/2005
2009-10			10,649	45,337	44,652	—	11,334			
Total Department of Health and Human Services			29,506	45,337	44,652	—	30,191			
Department of Housing and Urban Development:										
Community Development Block Grant:	14.218							N/A		
2000-01		2,822,000	2,488	—	2,488	—	—		4/1/2000	3/31/2001
2001-02		2,930,000	87	—	87	—	—		4/1/2001	3/31/2002
2002-03		2,793,000	45,216	—	4,558	—	40,658		4/1/2002	3/31/2003
2003-04		2,545,000	181,235	—	20,000	—	161,235		4/1/2003	3/31/2004
2004-05		2,493,794	45,017	—	13,456	—	31,561		4/1/2004	3/31/2005
2005-06		2,353,936	393,051	—	133,323	—	259,728		4/1/2005	3/31/2006
2006-07		2,106,146	502,404	—	359,584	—	142,820		4/1/2006	3/31/2007
2007-08		2,185,737	655,325	—	282,519	—	372,806		4/1/2007	3/31/2008
2008-09		2,021,606	884,256	—	525,619	—	358,637		4/1/2008	3/31/2009
2009-10		2,083,270	—	2,083,270	1,214,338	—	868,932		4/1/2009	3/31/2010
			2,709,078	2,083,270	2,555,972	—	2,236,376			
Community Development Block Grant ARRA Entitlement Grants	14.253	548,608	—	548,608	—	—	548,608			
(Passed through he State of New Jersey Department of Community Affairs)										
Neighborhood Stabilization	14.228									
2009-02293-1746-00		500,000	—	500,000	—	—	500,000	2009-02293-1746-00	5/8/2009	9/9/2010
2009-02293-1747-00		240,000	—	240,000	—	—	240,000	2009-02293-1747-00	5/8/2009	9/9/2010
2009-02293-1748-00		349,317	—	349,317	—	—	349,317	2009-02293-1748-00	5/8/2009	9/9/2010
2009-02293-1749-00		447,139	—	447,139	—	—	447,139	2009-02293-1749-00	5/8/2009	9/9/2010
2009-02293-1750-00		720,000	—	720,000	—	—	720,000	2009-02293-1750-00	5/8/2009	9/9/2010
2009-02293-1751-00		750,000	—	750,000	—	—	750,000	2009-02293-1751-00	5/8/2009	9/9/2010
2009-02293-1752-00		203,000	—	203,000	—	—	203,000	2009-02293-1752-00	5/8/2009	9/9/2010
2009-02293-1757-00		600,000	—	600,000	—	—	600,000	2009-02293-1757-00	5/8/2009	9/9/2010
			—	3,809,456	—	—	3,809,456			

(Continued)

CITY OF ELIZABETH

Schedule of Expenditures of Federal Awards

Year ended June 30, 2010

Grantor/ Program Title	Federal CFDA Number	Program or Award Amount	Funds Available 06/30/09	Grant Awarded	Net Disbursement Charges	Transfers and Adjustments	Funds Available 06/30/10	Pass through Number	Grant Period	
									From	To
HOME Investment Partnership:	14.239							N/A		
2008-09		1,356,283	1,356,283	—	—	—	1,356,283		4/1/2008	3/31/2009
2009-10		1,510,695	—	1,510,695	—	—	1,510,695		4/1/2009	3/31/2010
2006-07		1,411,274	80,981	—	80,981	—	—		4/1/2006	3/31/2007
2007-08		1,408,710	1,408,710	—	—	—	178,370		4/1/2007	3/31/2008
			<u>2,845,974</u>	<u>1,510,695</u>	<u>1,311,321</u>	<u>—</u>	<u>3,045,348</u>			
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	18,400	—	18,400	—	—		4/1/2007	3/31/2008
2008-09		90,261	82,209	—	78,195	—	4,014		4/1/2008	3/31/2009
2009-10		90,009	—	90,009	46,526	—	43,483		4/1/2009	3/31/2010
			<u>119,762</u>	<u>90,009</u>	<u>162,274</u>	<u>—</u>	<u>47,497</u>			
Homeless Prevention & Rapid Re-Housing Program (ARRA)	14.257	839,604	—	839,604	616,051	—	223,553			
Housing Opportunity for Persons with AIDS (Passed through the City of Newark)	14.241									
2008-09		810,000	408,250	—	405,601	2,649	—		1/1/2009	12/31/2009
2009-10		748,186	—	748,186	390,821	—	357,365		1/1/2010	12/31/2010
			<u>408,250</u>	<u>748,186</u>	<u>796,422</u>	<u>2,649</u>	<u>357,365</u>			
Lead Based Paint Hazard Control in Privately Owned Housing	14.900	\$ 305,700	77,257	—	900	—	76,357			
Total Department of Housing and Urban Development:			<u>6,160,321</u>	<u>9,629,828</u>	<u>5,442,940</u>	<u>2,649</u>	<u>10,344,560</u>			
Department of Transportation (Passed through the State of New Jersey Department of Transportation)										
Highway Planning and Construction	20.205							100-078-6100-030		
Broad Street Streetscape DOT		514,948	476,000	38,948	—	—	514,948			
Broad Street Streetscape DOT		500,000	560,000	(60,000)	—	—	500,000			
Elizabeth Midtown Transit Village		100,000	100,000	—	100,000	—	—			
Elizabeth Ave Streetscape Project		50,000	—	500,000	—	—	500,000			
Fairmount Ave and Bayway Relocation		205,000	205,000	—	181,731	23,269	—			
This Way to Elizabeth		300,000	300,000	—	300,000	—	—			
			<u>1,338,020</u>	<u>478,948</u>	<u>581,731</u>	<u>23,269</u>	<u>1,514,948</u>			
Highway Planning and Construction (ARRA)	20.205							100-078-6100-030		
Transportation Enhancement - Broad Street Streetscape (ARRA)		400,000	302,020	—	31,522	—	270,498			
Elizabeth Avenue Streetscape Enhancement Project (ARRA)		500,000	—	500,000	—	—	500,000			
			<u>302,020</u>	<u>500,000</u>	<u>31,522</u>	<u>—</u>	<u>770,498</u>			

(Continued)

CITY OF ELIZABETH

Schedule of Expenditures of Federal Awards

Year ended June 30, 2010

Grantor/ Program Title	Federal CFDA Number	Program or Award Amount	Funds Available 06/30/09	Grant Awarded	Net Disbursement Charges	Transfers and Adjustments	Funds Available 06/30/10	Pass through Number	Grant Period	
									From	To
(Passed through NJ Department of Law and Public Safety)										
State and Community Highway Safety	20.609									
Pedestrian Safety Education and Enforcement		7,500	—	7,500	7,500	—	—	RS07-46-01-02	10/01/2006	9/30/2007
Highway Safety Program		4,000	—	4,000	4,000	—	—	1160-100-066-1160-111-YHTS-6020	11/1/2008	12/31/2008
Highway Safety Program		4,000	—	4,000	4,000	—	—	1160-100-066-1160-111-YHTS-6020		
Highway Safety Program		5,000	—	5,000	5,000	—	—	1160-100-066-1160-111-YHTS-6020		
Highway Safety Program		6,000	—	6,000	6,000	—	—	1160-100-066-1160-111-YHTS-6020	1/1/2001	12/31/2001
			—	26,500	26,500	—	—			
Total Department of Transportation			1,338,020	1,005,448	639,753	23,269	2,285,446			
Department of Justice										
(Passed through the County of Union)										
Edward Byrne Memorial Justice Assistance Grant Program FY 2007	16.738	98,089	—	98,089	98,089	—	—			
(Passed through the County of Union)										
Edward Byrne Memorial Justice Assistance (ARRA) 2009-DJ-BX-1319	16.804	125,904	—	125,904	—	—	125,904			
2009-H0624-NJ-SB		519,164	—	519,164	—	—	519,164			
			—	645,068	—	—	645,068			
(Passed through the State of New Jersey)										
Edward Byrne Discretionary Grant - TVCA	16.580	69,000	—	69,000	—	—	69,000			
Public Safety Partnership and Community Policing Grants	16.710							N/A		
COPS Hiring Recovery Program (ARRA)		4,961,943	—	4,961,943	505,762	—	4,456,181		7/1/2009	6/30/2012
Law Enforcement Technology		355,414	311,388	—	303,707	—	7,681		12/26/2007	12/25/2010
			311,388	4,961,943	809,469	—	4,463,862			
(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			318,213	5,774,100	907,558	—	5,184,755			
Department of Environmental Protection										
Brownfield's Assessment and Clean up Cooperative Agreement	66.818	200,000	33,870	—	29,448	—	4,422			
(Passed through the New Jersey Department of Environmental Protection)										
Capitalization Grants for Clean Water State Revolving Funds	66.458							S340942-09		
Verona/Gebhardt Ave (ARRA)		5,570,746	—	5,570,746	3,747,825	—	1,822,921			
Summer Street (ARRA)			—	666,915	154,381	—	512,534	S340942-12		
			—	6,237,661	3,902,206	—	2,335,455			
Total Department of Environmental Protection			33,870	6,237,661	3,931,654	—	2,339,877			(Continued)

CITY OF ELIZABETH

Schedule of Expenditures of Federal Awards

Year ended June 30, 2010

Grantor/ Program Title	Federal CFDA Number	Program or Award Amount	Funds Available 06/30/09	Grant Awarded	Net Disbursement Charges	Transfers and Adjustments	Funds Available 06/30/10	Pass through Number	Grant Period	
									From	To
Department of Homeland Security										
(Passed through the New Jersey Office of Homeland Security) Non-Profit Security Program	97.008	15,000	—	15,000	14,871	—	129	90125265 FIR 101, Code B41		
American Recovery and Reinvestment Act Port Security (ARRA)	97.116	1,850,000	—	1,850,000	—	—	1,850,000			
Total Department of Homeland Security			—	1,865,000	14,871	—	1,850,000			
Department of Energy										
Energy Efficiency and Conservation Block Grant (ARRA)	81.128	1,176,700	—	1,176,700	—	—	1,176,700			
Renewable Energy Research and Development (ARRA)	81.087	1,000,000	—	1,000,000	—	—	1,000,000			
Total Department of Energy			—	2,176,700	—	—	2,176,700			
Department of Agriculture (Passed through the NJ Department of Agriculture)										
Summer Food Service Program for Children 2009	10.559	223,762	83,657	—	10,842	72,815	—	3360-100-010-3360-078-CCCC-6130	7/1/2008	6/30/2009
2010		217,867	—	217,867	153,693	—	64,174	3360-100-010-3360-078-CCCC-6130	7/1/2009	6/30/2010
Total Department of Agriculture			83,657	217,867	164,535	72,815	64,174			
			\$ 7,963,587	26,951,941	11,145,963	98,733	24,275,703			

See accompanying notes to schedule of expenditures of awards.

CITY OF ELIZABETH

Schedule of Expenditures of State Awards

Year ended June 30, 2010

Grantor/ Program Title	State Account Number	Program or Award Amount	(Unaudited)	Funds Received	Funds Available 06/30/09	Grants Awarded	Net Disbursement Charges	Transfers and Adjustments	Funds Available 06/30/10	Grant Period	
			Total Expenditures							From	To
Department of Commerce and Economic Development											
Urban Enterprise Zone Assistance Fund	763-020-2830-009										
2004-05		10,641,450	3,629,809	550,153	2,228,975	—	550,153	—	1,678,822	7/1/2004	6/30/2005
2007-08		14,779,712	7,777,893	348,638	9,367,727	—	241,512	2,124,396	7,001,819	7/1/2007	6/30/2008
2008-09		6,110,056	5,155,584	2,503,142	2,513,225	—	1,345,959	212,794	954,472	7/1/2008	6/30/2009
2009-10		13,267,321	5,485,385	3,336,530	—	13,267,321	5,485,385	—	7,781,936	7/1/2009	6/30/2010
Total Department of Commerce and Economic Development			22,048,671	6,738,463	14,109,927	13,267,321	7,623,009	2,337,190	17,417,049		
Department of Community Affairs											
Lead Identification and Field Testing	2009-745-022-8050-001-FLFT-6130	18,690	16,770	—	—	18,690	16,770	—	1,920	6/1/2009	5/31/2010
Neighborhood Preservation - Balanced Housing Associates Sixty Four	100-022-8020-101-F352-6120	1,021,381	999,881	—	21,500	—	—	—	21,500	1/01/2006	12/30/2009
Neighborhood Preservation Program Increase 01-1626-05 Work Program		300,000	278,342	—	21,658	—	—	—	21,658	7/1/2006	6/30/2007
		165,363	165,363	—	42,689	—	42,689	—	—	7/1/2007	6/30/2008
			443,705	—	64,347	—	42,689	—	21,658		
Relocation Assistance Program	09-0031-00	9,250	9,250	—	4,050	—	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			1,443,586	—	100,847	—	46,739	—	58,158		
Department of Environmental Protection											
Statewide Livable Communities CY05	100-042-4875-353	185,000	181,950	—	3,050	—	—	—	3,050	7/1/2005	6/30/2006
			181,950	—	3,050	—	—	—	3,050		
Hazardous Discharge 1999-00		84,704	84,704	—	3,524	—	3,024	500	—	7/1/1999	6/30/2000
Three Elizabeth BPA		371,943	—	—	242,309	—	—	—	242,309	7/1/2007	6/30/2008
			84,704	—	245,833	—	3,024	500	242,309		
Green Acres											
Future City/Keighry Head Flow		67,000	6,291	—	60,709	—	—	—	60,709		
Acquisition of 1 West End Place		100,500	—	—	100,500	100,500	—	—	100,500		
			6,291	—	60,709	100,500	—	—	161,209		

(Continued)

CITY OF ELIZABETH

Schedule of Expenditures of State Awards

Year ended June 30, 2010

Grantor/ Program Title	State Account Number	Program or Award Amount	(Unaudited)	Funds Received	Funds Available 06/30/09	Grants Awarded	Net Disbursement Charges	Transfers and Adjustments	Funds Available 06/30/10	Grant Period	
			Total Expenditures							From	To
Clean Communities Entitlement	4900-765-042-4900-004-VCMC-6020										
2006-07		99,340	99,340	—	2,436	—	2,436	—	—	7/1/2006	6/30/2007
2008-09		132,254	76,440	—	96,069	—	40,255	—	55,814	7/1/2008	6/30/2009
2009-10		137,659	43,217	—	—	137,659	43,217	—	94,442	7/1/2007	6/30/2008
2007-08 (2)		103,038	78,733	—	41,247	—	16,942	—	24,305	7/1/2007	6/30/2008
			<u>297,730</u>	<u>—</u>	<u>139,752</u>	<u>137,659</u>	<u>102,850</u>	<u>—</u>	<u>174,561</u>		
Recycling Grant	4900-752-042-4900-001-V42Y-6020										
2004-05		22,402	22,402	—	—	—	—	—	—	7/1/2004	6/30/2005
2009-10		79,468	—	—	—	79,468	—	—	79,468	7/1/2009	6/30/2010
2007-08		29,232	1,728	—	29,232	—	1,728	—	27,504	7/1/2007	6/30/2008
2008-09		71,992	46,761	—	71,992	—	46,761	—	25,231	7/1/2008	6/30/2009
			<u>70,891</u>	<u>—</u>	<u>101,224</u>	<u>79,468</u>	<u>48,489</u>	<u>—</u>	<u>132,203</u>		
Total Department of Environmental Protection			<u>635,275</u>	<u>—</u>	<u>550,568</u>	<u>217,127</u>	<u>154,363</u>	<u>500</u>	<u>552,123</u>		
Department of Health and Senior Services											
Hepatitis B	4230-100-046-4781-241-J002-3890	5,000	—	—	5,000	—	—	—	5,000	1/1/2007	12/31/2007
State Health Services Grant	10-960-BT-L-1	262,696	65,184	—	—	262,696	65,184	—	197,512		
Public Health Priority	100-046-4230-101										
CY2010		40,339	40,339	—	—	40,339	40,339	—	—	1/1/2010	12/31/2010
CY2009		40,339	40,339	—	5,118	—	5,118	—	—	1/1/2006	12/31/2006
CY2010		41,347	41,347	—	—	41,347	41,347	—	—	1/1/2010	12/31/2010
			<u>80,678</u>	<u>—</u>	<u>5,118</u>	<u>81,686</u>	<u>86,804</u>	<u>—</u>	<u>—</u>		
Tobacco Age of Sale Enforcement Program	4230-100-046-4754-414-J002-6120										
4/1/08-3/31/09		14,760	14,760	—	1,200	—	—	1,200	—	4/1/2008	3/31/2009
Total Department of Health and Senior Services			<u>95,438</u>	<u>—</u>	<u>11,318</u>	<u>81,686</u>	<u>86,804</u>	<u>1,200</u>	<u>5,000</u>		
Department of Law and Public Safety											
Division of Criminal Justice											
Safe and Secure	100-066-1020-718-001										
FY2010		154,101	154,101	—	—	154,101	154,101	—	—	9/1/2009	8/31/2010
FY2010		156,525	156,525	—	—	156,525	156,525	—	—	9/1/2009	8/31/2010
FY2010			<u>310,626</u>	<u>—</u>	<u>—</u>	<u>310,626</u>	<u>310,626</u>	<u>—</u>	<u>—</u>		8/31/2010
Body Armor	1020-718-066-1020-100-YCJS-6120										
2009-10		8,655	—	—	—	8,655	—	—	8,655	7/1/2008	6/30/2009
Total Department of Law and Public Safety			<u>310,626</u>	<u>—</u>	<u>—</u>	<u>319,281</u>	<u>310,626</u>	<u>—</u>	<u>8,655</u>		(Continued)

CITY OF ELIZABETH

Schedule of Expenditures of State Awards

Year ended June 30, 2010

Grantor/ Program Title	State Account Number	Program or Award Amount	(Unaudited) Total Expenditures	Funds Received	Funds Available 06/30/09	Grants Awarded	Net Disbursement Charges	Transfers and Adjustments	Funds Available 06/30/10	Grant Period	
										From	To
Department of Information Technology											
Enhanced 9-1-1	06-100-082-2034-050										
Equipment		59,000	—	—	59,000	—	—	—	59,000	1/1/2004	12/31/2006
Equipment		306,997	—	—	306,997	—	—	—	306,997	1/1/2004	12/31/2006
General Assistance		114,704	71,579	—	43,125	—	—	—	43,125	1/1/2004	12/31/2006
Total Department of Information Technology			71,579	—	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	230,000	—	98,755	—	—	98,755	—	7/1/2000	6/30/2001
Centers of Place Program Bike		100,000	100,000	—	2,317	—	—	2,317	—	7/1/2003	6/30/2004
Traffic Congestion and Safety Enhancement		300,000	—	—	—	300,000	—	—	300,000		
Total Department of Transportation			330,000	—	1,206,072	300,000	—	101,072	300,000		
Administrative Office of the Courts											
Municipal Court Alcohol Education, Rehabilitation and Enforcement Fund	9735-760-098-Y900-001-X100-6020										
CY2010		2,181	2,181	—	—	2,181	2,181	—	—	7/1/2009	6/30/2010
CY2010		2,262	—	—	—	2,262	—	—	2,262	7/1/2005	6/30/2006
			2,181	—	—	4,443	2,181	—	2,262		
Governor's Council on Alcoholism & Drug Abuse (Passed through the County of Union)											
Municipal Alliance	02-40-405-411-734										
CY2009		82,881	62,438	—	67,870	—	47,427	—	20,443	1/1/2007	12/31/2007
CY2010		82,881	12,432	—	—	82,881	12,432	—	70,449	1/1/2009	12/31/2010
CY2008		81,414	81,414	—	8,002	—	8,002	—	—	1/1/2008	12/31/2008
Total Governor's Council on Alcoholism & Drug Abuse			156,284	—	75,872	82,881	67,861	—	90,892		
Total State Assistance			\$ 25,143,640	6,738,463	16,463,726	14,272,739	8,291,583	2,439,962	18,843,261		

See accompanying notes to schedule of expenditures of awards.

CITY OF ELIZABETH

Notes to Schedules of Expenditures of Awards

June 30, 2010

(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	\$2,416,408	\$8,487,849
General Capital	4,083,937	0
Trust Funds	<u>4,645,618</u>	<u>0</u>
	\$11,145,963	\$8,487,849

(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>2010</u>	<u>2009</u>	<u>2008</u>
Tax Rate	\$	<u>21.170</u>	<u>20.157</u>	<u>18.822</u>
Apportionment of tax rate:				
Municipal		12.170	11.681	10.810
County		3.630	3.595	3.478
Local school		<u>5.370</u>	<u>4.881</u>	<u>4.534</u>

Tax rates are based on municipal assessed valuations.

Assessed valuations:

2010	\$	906,491,116
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>
2010	\$	187,074,906	180,090,169	96.27%
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>
2010	\$	1,302,040	6,533,596	7,835,636	4.19%
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>
2010	\$ 2,504,200
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>
2010	\$ 16,192,166	16,320,832
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	2010	\$ 22,361,355	20,000,000
	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	2010	782,406
2009		762,661	—
2008		2,661,124	—
2007		2,073,366	—
2006		1,858,700	—
Sewer Utility		2010	1,120,359
	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, 2010:

<u>Name</u>	<u>Office</u>	<u>Bond Amount</u>
J. Christian Bollwage	Mayor	
Frank J. Cuesta	Councilman-at-Large, President of City Council	
Patricia Perkins-Auguste	Councilwoman-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	
Vacant	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, 2010

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 9, 2010 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.

Fire Department

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

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 Five 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.

Fire Department

1. 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.