

**CITY OF MILLVILLE**  
**COUNTY OF CUMBERLAND**  
**REPORT OF AUDIT**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2007**

**CITY OF MILLVILLE**  
**TABLE OF CONTENTS**

<b><u>Exhibit No.</u></b>		<b><u>Page No.</u></b>
<b><u>PART 1</u></b>		
	Independent Auditor's Report	2
	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	4
<b><u>CURRENT FUND</u></b>		
A	Statement of Assets, Liabilities, Reserves and Fund Balance-- Regulatory Basis	6
A-1	Statement of Operations and Changes in Fund Balance--Regulatory Basis	8
A-2	Statement of Revenues--Regulatory Basis	9
A-3	Statement of Expenditures--Regulatory Basis	12
<b><u>TRUST FUND</u></b>		
B	Statement of Assets, Liabilities, Reserves and Fund Balance-- Regulatory Basis	20
<b><u>GENERAL CAPITAL FUND</u></b>		
C	Statement of Assets, Liabilities, Reserves and Fund Balance-- Regulatory Basis	22
<b><u>WATER UTILITY FUND</u></b>		
D	Statements of Assets, Liabilities, Reserves and Fund Balance-- Regulatory Basis	23
D-1	Statement of Operation and Changes in Operating Fund Balance-- Regulatory Basis	25
D-2	Water Utility Operating Fund--Statement of Revenues-- Regulatory Basis	26
D-3	Water Utility Operating Fund--Statement of Expenditures-- Regulatory Basis	27
D-4	Water Utility Assessment Fund--Statement Assessment Trust Fund Balance-- Regulatory Basis	28
<b><u>SEWER UTILITY FUND</u></b>		
E	Statement of Assets, Liabilities, Reserves and Fund Balance-- Regulatory Basis	29
E-1	Sewer Utility Operating Fund--Statement of Operations and Changes in Operating Fund Balance--Regulatory Basis	31
E-2	Sewer Utility Assessment Fund--Statement of Assessment Trust Fund Balance--Regulatory Basis	32
E-3	Sewer Utility Operating Fund--Statement of Revenues-- Regulatory Basis	33
E-4	Sewer Utility Operating Fund--Statement of Expenditures-- Regulatory Basis	34

**CITY OF MILLVILLE**  
**TABLE OF CONTENTS (CONT'D)**

<u>Exhibit No.</u>		<u>Page No.</u>
<b><u>REVENUE ALLOCATION DISTRICT UTILITY FUND</u></b>		
F	Statements of Assets, Liabilities, Reserves and Fund Balance-- Regulatory Basis	35
F-1	Statement of Operations and Changes in Operating Fund Balance-- Regulatory Basis	36
<b><u>GENERAL FIXED ASSET GROUP</u></b>		
G	Statement of General Fixed Assets Group of Accounts--Regulatory Basis	37
<b><u>BOND AND INTEREST FUND</u></b>		
H	Statement of Assets, Liabilities, and Reserves-- Regulatory Basis	38
	Notes to Financial Statements	39
<b><u>SUPPLEMENTAL EXHIBITS</u></b>		
<b><u>CURRENT FUND</u></b>		
SA-1	Statement of Current Cash--Treasurer	60
SA-2	Schedule of Change Funds--June 30, 2007	62
SA-3	Statement of Due from State of New Jersey Veterans' and Senior Citizens' Deductions	63
SA-4	Statement of Protested Checks	63
SA-5	Statement of Taxes Receivable and Analysis of Property Tax Levy	64
SA-6	Statement of Tax Title Liens	65
SA-7	Statement of Penalty Surcharge Receivable	66
SA-8	Statement of Property Maintenance Assessments Receivable	66
SA-9	Statement of Property Acquired for Taxes--Assessed Valuation	66
SA-10	Statement of Revenue Accounts Receivable	68
SA-11	Statement of FY 2006 Appropriation Reserves	69
SA-12	Statement of Accounts Payable	74
SA-13	Federal and State Grant Fund--Statement of Due to Current Fund	74
SA-14	Statement of Payroll Taxes Payable	75
SA-15	Statement of Tax Overpayments	76
SA-16	Statement of Prepaid Taxes	76
SA-17	Statement of Local District School Tax	77
SA-18	Statement of Due County for Added Taxes	78
SA-19	Statement of Reserve for Garden State Preservation Trust Fund	78
SA-20	Statement of Reserve for Tax Appeals	78
SA-21	Statement of Due to State of New Jersey--Uniform Construction Code-- State Training Fees	79
SA-22	Statement of Reserve for Proceeds from Sale of Municipal Assets	79
SA-23	Federal, State and Other Grant Fund--Statement of Federal, State and Other Grants Receivable	80
SA-24	Federal, State and Other Grant Fund--Statement of Reserve for Federal, State and Other Grants--Appropriated	82
SA-25	Federal, State and Other Grant Fund--Statement of Reserve for Federal, State and Other Grants--Unappropriated	86

**CITY OF MILLVILLE**  
**TABLE OF CONTENTS (CONT'D)**

<u>Exhibit No.</u>		<u>Page No.</u>
<b><u>TRUST FUND</u></b>		
SB-1	Statement of Trust Cash--Treasurer	88
SB-2	Trust Other Fund--Statement of Due to/from Current Fund	90
SB-3	Community Development Fund--Statement of Due from Trust Other Fund	90
SB-4	Community Development Fund--Statement of Due to Current Fund	90
SB-5	Community Development Fund--Statement of Due from/to Federal, State and Other Grant Fund	91
SB-6	Animal Control Fund--Statement of Due to Current Fund	91
SB-7	Animal Control Fund--Statement of Due to State of NJ--Animal Registration Fees	92
SB-8	Animal Control Fund--Statement of Reserve for Animal Control Fund Expenditures	92
SB-9	Trust Other Fund--Neighborhood Preservation Grants Receivable	93
SB-10	Community Development Fund--Community Development Block Grants Receivable	93
SB-11	Community Development Fund--Statement of Mortgages Receivable-- Reserve for Rehabilitation Projects	94
SB-12	Community Development Fund--Statement of Mortgages Receivable--U.D.A.G.	94
SB-13	Trust Other Fund--Statement of Mortgages and Loans Receivable-- UEZ Assistance Program	94
SB-14	Community Development Fund--Home Investment Partnership Program Receivable	95
SB-15	Community Development Fund--Lead Hazard Abatement Program Receivable	95
SB-16	Trust Other Funds--Statement of Miscellaneous Trust Reserves	96
SB-17	Trust Other Funds--Statement of Miscellaneous Trust Escrows	97
SB-18	Community Development Fund--Statement of Reserve for Community Development Funds	98
SB-19	Trust Other Fund--Statement of Reserve for Revolving Loan Fund-- UEZ Assistance Program	99
SB-20	Community Development Fund--Statement of Reserve for Revolving Loan Fund--Rehabilitation Program	100
SB-21	Community Development Fund--Statement of Reserve for Home Investment Partnership Program	100
SB-22	Community Development Fund--Statement of Reserve for Revolving Loan Fund--U.D.A.G.	101
<b><u>GENERAL CAPITAL FUND</u></b>		
SC-1	Statement of General Capital Cash --Treasurer	103
SC-2	Analysis of General Capital Cash	104
SC-3	Statement of Grants Receivable	105
SC-4	Statement of Reserve for Payment of Debt	105
SC-5	Statement of Deferred Charges to Future Taxation--Funded	106
SC-6	Statement of Deferred Charges to Future Taxation--Unfunded	107
SC-7	Statement of Capital Improvement Fund	108
SC-8	Statement of Contracts Payable	108
SC-9	Statement of Green Trust Loan Payable	108
SC-10	Statement of Improvement Authorizations	109
SC-11	Statement of General Bond Anticipation Notes	110
SC-12	Statement of General Serial Bonds	111
SC-13	Statement of General Bonds and Notes Authorized But Not Issued	112

**CITY OF MILLVILLE**  
**TABLE OF CONTENTS (CONT'D)**

<b><u>Exhibit No.</u></b>		<b><u>Page No.</u></b>
<b><u>WATER UTILITY FUND</u></b>		
SD-1	Statement of Water Utility Cash--Treasurer	114
SD-2	Water Utility Assessment Fund--Statement of Water Utility Assessment Trust Cash	115
SD-3	Water Utility Capital Fund--Analysis of Water Utility Capital Cash	116
SD-4	Water Utility Operating Fund--Statement of Consumer Accounts Receivable	117
SD-5	Water Utility Operating Fund--Statement of Water Utility Liens	117
SD-6	Water Utility Operating Fund--Statement of Fire Hydrant Rentals	118
SD-7	Water Utility Operating Fund--Statement of Other Accounts Receivable	118
SD-8	Water Utility Assessment Fund--Statement of Assessments Receivable	119
SD-9	Water Utility Capital Fund--Statement of Due from State of New Jersey— Environmental Infrastructure Trust	120
SD-10	Water Utility Capital Fund--Statement of Fixed Capital	121
SD-11	Water Utility Capital Fund--Schedule of Fixed Capital Authorized and Uncompleted	122
SD-12	Water Utility Operating Fund--Statement of Appropriation Reserves	123
SD-13	Water Utility Operating Fund--Statement of Accrued Interest on Bonds, Notes And Loans and Analysis of Balance	124
SD-14	Water Utility Operating Fund--Statement of Accounts Payable	125
SD-15	Water Utility Operating Fund--Statement of Overpayment of Rents	125
SD-16	Water Utility Assessment Fund--Statement of Reserve for Assessments Receivable	126
SD-17	Water Utility Capital Fund--Statement of Contracts Payable	126
SD-18	Water Utility Capital Fund--Statement of Improvement Authorizations	127
SD-19	Water Utility Capital Fund--Statement of Reserve for Amortization	128
SD-20	Water Utility Capital Fund-- Statement of Reserve for Deferred Amortization	128
SD-21	Water Utility Capital Fund--Statement of Water Rehabilitation Loan Payable	129
SD-22	Water Utility Capital Fund--Statement of New Jersey Environmental Infrastructure Loan Payable	130
SD-23	Water Utility Capital Fund--Statement of Water Capital Bond Anticipation Notes	131
SD-24	Water Utility Capital Fund--Statement of Water Serial Bonds	132
SD-25	Water Utility Capital Fund--Statement of Bonds and Notes Authorized But Not issued	133
<b><u>SEWER UTILITY FUND</u></b>		
SE-1	Statement of Sewer Utility Cash--Treasurer	135
SE-2	Sewer Utility Assessment Fund--Statement of Sewer Utility Assessment Trust Cash	136
SE-3	Sewer Utility Capital Fund--Analysis of Capital Cash	137
SE-4	Sewer Utility Operating Fund--Statement of Consumer Accounts Receivable	138
SE-5	Sewer Utility Operating Fund--Statement of Sewer Utility Liens	138

**CITY OF MILLVILLE**  
**TABLE OF CONTENTS (CONT'D)**

<b><u>Exhibit No.</u></b>		<b><u>Page No.</u></b>
<b><u>SEWER UTILITY FUND (CONT'D)</u></b>		
SE-6	Sewer Utility Operating Fund--Statement of Protested Checks Receivable	138
SE-7	Sewer Utility Assessment Fund--Statement of Assessments Receivable	139
SE-8	Sewer Utility Capital Fund--Statement of Fixed Capital	140
SE-9	Sewer Utility Capital Fund--Statement of Capital Authorized and Uncompleted	141
SE-10	Sewer Utility Operating Fund--Statement of Appropriation Reserves	142
SE-11	Sewer Utility Operating Fund--Statement of Accrued Interest on Bonds, Notes and Loans and Analysis of Balance	143
SE-12	Sewer Utility Operating Fund--Statement of Sewer Rental Overpayments	144
SE-13	Sewer Utility Operating Fund--Statement of Accounts Payable	144
SE-14	Sewer Utility Capital Fund--Statement of Contracts Payable	144
SE-15	Sewer Utility Assessment Fund--Statement of Reserve for Assessments And Liens	145
SE-16	Sewer Utility Capital Fund--Statement of Deferred Reserve for Amortization	145
SE-17	Sewer Utility Capital Fund--Statement of Reserve for Amortization	146
SE-18	Sewer Utility Capital Fund--Statement of Capital Improvement Fund	146
SE-19	Sewer Utility Capital Fund--Statement of Improvement Authorizations	147
SE-20	Sewer Utility Capital Fund--Statement of Bond Anticipation Notes	148
SE-21	Sewer Utility Capital Fund--Statement of New Jersey Environmental Infrastructure Loans Payable	150
SE-22	Sewer Utility Capital Fund--Statement of Sewer Serial Bonds	151
SE-23	Sewer Utility Capital Fund--Statement of Bonds and Notes Authorized But Not Issued	152
<b><u>REVENUE ALLOCATION DISTRICT UTILITY FUND</u></b>		
SF-1	Statement of Revenue Allocation District Utility Cash--Treasurer	154
SF-2	Analysis of Revenue Allocation District Utility Capital Cash	155
SF-3	Schedule of Fixed Capital Authorized and Uncompleted	156
SF-4	Statement of Accrued Interest on Notes and Analysis of Balance	157
SF-5	Statement of Improvement Authorizations	158
SF-6	Statement of Revenue Allocation District Capital Bond Anticipation Notes	159
SF-7	Statement of Bonds and Notes Authorized but not Issued	160
<b><u>BOND AND INTEREST FUND</u></b>		
SH-1	Statement of Bond and Interest Cash	162
SH-2	Statement of Accounts Payable	162

**CITY OF MILLVILLE**  
**TABLE OF CONTENTS (CONT'D)**

<b><u>Schedule No.</u></b>		<b><u>Page No.</u></b>
<b><u>PART 2</u></b>		
<b><u>SINGLE AUDIT</u></b>		
	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 Circular 04-04-OMB	165
A	Schedule of Expenditures of Federal Awards for the Fiscal Year Ended--June 30, 2007	167
B	Schedule of Expenditures of State Financial Assistance for the Fiscal Year Ended--June 30, 2007	171
	Notes to Schedules of Expenditure of Federal Awards and State Financial Assistance	175
<b><u>PART 3</u></b>		
<b><u>SCHEDULE OF FINDINGS AND QUESTIONED COSTS</u></b>		
	Section 1: Summary of Auditor's Results	177
	Section 2: Schedule of Financial Statement Findings	179
	Section 3: Schedule of Federal Award Findings and Questioned Costs	180
	Section 4: Schedule of State Financial Assistance Findings and Questioned Costs	181
	Summary Schedule of Prior Year Audit Findings and Questioned Costs as Prepared by Management	182
	<b><u>OFFICIALS IN OFFICE AND SURETY BONDS</u></b>	183
	<b><u>APPRECIATION</u></b>	184

**CITY OF MILLVILLE**

**PART 1**

**REPORT OF AUDIT OF FINANCIAL STATEMENTS**

**FOR THE FISCAL YEAR ENDED JUNE 30, 2007**

## **INDEPENDENT AUDITOR'S REPORT**

The Honorable Mayor and  
Members of the City Committee  
City of Millville  
Millville, New Jersey 08332

We have audited the accompanying statements of assets, liabilities, reserves and fund balance-- regulatory basis of the various funds of the City of Millville, in the County of Cumberland, State of New Jersey as of June 30, 2007 and 2006, and the related statements of operations and changes in fund balance-- regulatory basis for the fiscal years then ended, and the related statement of revenues-- regulatory basis, statement of expenditures-- regulatory basis, and statement of general fixed assets group of accounts for the fiscal year ended June 30, 2007. These financial statements are the responsibility of the City's management. Our responsibility is to express an opinion 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; the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States; and in compliance with audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

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

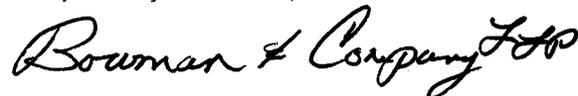
In our opinion, because of the effects on the financial statements of the requirement that the City prepare its financial statements in accordance with the accounting practices discussed in the preceding paragraph, the financial statements referred to above do not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the City of Millville, in the County of Cumberland, State of New Jersey, as of June 30, 2007 and 2006, or the results of its operations and changes in fund balance for the fiscal years then ended.

Furthermore, in our opinion, the financial statements referred to above present fairly, in all material respects, the assets, liabilities, reserves and fund balance-- regulatory basis of the various funds of the City of Millville, in the County of Cumberland, State of New Jersey, as of June 30, 2007 and 2006, and the results of its operations and changes in fund balance-- regulatory basis of such funds for the fiscal years then ended, and the revenues-- regulatory basis, expenditures-- regulatory basis of the various funds, and general fixed assets, for the fiscal year ended June 30, 2007 in conformity with accounting principles and practices prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey as described in Note 1.

In accordance with Government Auditing Standards, we have also issued our report dated January 25, 2008 on our consideration of the City of Millville, in the County of Cumberland, State of New Jersey's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards and should be read in conjunction with this report in considering the results of our audit.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Millville's basic financial statements. The accompanying schedules of expenditures of federal awards and state financial assistance programs 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 Circular 04-04-OMB, Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid, and are not a required part of the financial statements. In addition, the supplementary financial statements presented for the various funds are presented for purposes of additional analysis as required by the Division of Local Government Services, Department of Community Affairs, State of New Jersey. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the financial statements of each of the respective individual funds and account group taken as a whole.

Respectfully submitted,



BOWMAN & COMPANY LLP  
Certified Public Accountants  
& Consultants



Lisa A Donahue  
Certified Public Accountant  
Registered Municipal Accountant

Woodbury, New Jersey  
January 25, 2008

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

The Honorable Mayor and  
Members of the City Committee  
City of Millville  
Millville, New Jersey 08332

We have audited the financial statements (regulatory basis) of the City of Millville, in the County of Cumberland, State of New Jersey, as of and for the fiscal year ended June 30, 2007, and have issued our report thereon dated January 25, 2008, which indicated that the financial statements were not prepared in accordance with accounting principles generally accepted in the United States of America but were prepared on a regulatory basis of accounting 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, the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States, and in compliance with audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey.

**Internal Control Over Financial Reporting**

In planning and performing our audit, we considered the City of Millville'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.

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 over financial reporting that might be significant deficiencies or material weaknesses. However, as discussed below, we identified certain deficiencies in internal control over financial reporting that we consider to be significant deficiencies.

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 City's ability to initiate, authorize, record, process, or report financial data reliably in accordance with the regulatory basis of accounting prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey such that there is more than a remote likelihood that a misstatement of the City's financial statements that is more than inconsequential will not be prevented or detected by the City's internal control over financial reporting. We consider the deficiency described in the accompanying Schedule of Findings and Questioned Costs as finding no. 2007-1 to be a significant deficiency in internal control over financial reporting.

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 presented or detected by the City's internal control. Our consideration of the 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 the internal control that might be significant deficiencies and, accordingly, would not necessarily disclose all significant deficiencies that are also considered to be material weaknesses. We did not identify any deficiencies in internal controls over financial reporting that we consider to be material weaknesses, as defined above.

**Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the City of Millville'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, and audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey.

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

Respectfully submitted,



BOWMAN & COMPANY LLP  
Certified Public Accountants  
& Consultants



Lisa A. Donahue  
Certified Public Accountant  
Registered Municipal Accountant

Woodbury, New Jersey  
January 25, 2008

**CITY OF MILLVILLE**  
**CURRENT FUND**  
Statement of Assets, Liabilities, Reserves and Fund Balance--  
Regulatory Basis  
As of June 30, 2007 and 2006

<u>ASSETS</u>	<u>Ref.</u>	<u>2007</u>	<u>2006</u>
Regular Fund:			
Cash	SA-1	\$10,660,852.17	\$7,319,902.19
Change Funds	SA-2	2,100.00	1,900.00
Due from State of New Jersey:			
Veterans' and Senior Citizens' Deductions	SA-3	210,723.94	213,942.14
		<u>10,873,676.11</u>	<u>7,535,744.33</u>
Receivables and Other Assets with Full Reserves:			
Protested Checks Receivable	SA-4	14,588.40	8,597.41
Delinquent Taxes Receivable	SA-5	1,009,197.95	1,012,923.31
Tax Title Liens Receivable	SA-6	100,359.67	164,686.37
Penalty Surcharge Receivable	SA-7	28,369.00	24,049.47
Property Maintenance Assessments Receivable	SA-8	4,932.72	57,251.04
Property Acquired for Taxes--Assessed Valuation	SA-9	1,165,230.00	1,398,330.00
Revenue Accounts Receivable	SA-10	202,943.03	274,129.25
Due from Federal and State Grant Fund	SA-13		491,156.59
Due from Animal Control Fund	SB-6	787.85	126.85
Due from Trust Other Fund	SB-2		1,012.29
Due from Community Development Fund	SB-4	78,229.79	6,647.33
		<u>2,604,638.41</u>	<u>3,438,909.91</u>
		<u>13,478,314.52</u>	<u>10,974,654.24</u>
Federal and State Grant Fund:			
Cash	SA-1	492,332.47	27.01
Due from Community Development Fund	SB-5	2,840.30	
Due from Trust Other Fund	SA-1	108.71	
Federal and State Grants Receivable	SA-23	8,282,252.84	3,503,218.61
		<u>8,777,534.32</u>	<u>3,503,245.62</u>
		<u>\$22,255,848.84</u>	<u>\$14,477,899.86</u>

(Continued)

**CITY OF MILLVILLE**  
**CURRENT FUND**  
Statement of Assets, Liabilities, Reserves and Fund Balance--  
Regulatory Basis  
As of June 30, 2007 and 2006

<u>LIABILITIES, RESERVES AND FUND BALANCE</u>	<u>Ref.</u>	<u>2007</u>	<u>2006</u>
Regular Fund:			
Liabilities:			
Appropriation Reserves	A-3;SA-11	\$1,887,784.82	\$1,436,568.32
Reserve for Encumbrances	A-3;SA-11	467,303.38	555,141.91
Accounts Payable	SA-12	92,939.73	28,775.38
Payroll Taxes Payable	SA-14	84,345.95	110,146.94
Tax Overpayments	SA-15	23,427.84	575.65
Prepaid Taxes	SA-16	107,427.73	95,077.51
Local District School Taxes Payable	SA-17	2,758,105.33	2,704,753.33
Due State of New Jersey--			
Uniform Construction Code--State Training Fees	SA-21	4,167.00	19,649.00
Due to Delaware River Bay Authority	SA-1	556,000.00	
Due to Sewer Utility Assessment Fund	SA-1		160.67
Due to Trust Other Fund	SB-2	18,723.92	
Due to Revenue Allocation District Utility Operating Fund	SA-1	121,428.21	
Due to Bond and Interest Fund	A	5,343.75	5,343.75
Reserve for Garden State Preservation Trust Fund	SA-19	53,648.48	56,317.25
Reserve for Tax Appeals	SA-20	295,602.02	95,602.02
Reserve for Proceeds from Sale of Municipal Assets	SA-22	157,217.08	270,198.10
		<hr/>	<hr/>
		6,633,465.24	5,378,309.83
Reserves for Receivables		2,604,638.41	3,438,909.91
Fund Balance	A-1	4,240,210.87	2,157,434.50
		<hr/>	<hr/>
Total Regular Fund		13,478,314.52	10,974,654.24
Federal and State Grant Fund:			
Due to Current Fund	SA-13		491,156.59
Due to General Capital Fund	SA-1	52,054.50	
Due to Community Development Fund	SB-5		4,229.70
Due to Millville Housing Authority - Hazardous Discharge Grant	SA-1	757,388.00	
Reserve for Encumbrances	SA-24	553,078.99	103,898.49
Accounts Payable	A	5,386.65	5,386.65
Reserve for State and Federal Grants:			
Appropriated	SA-24	7,266,767.68	2,839,427.23
Unappropriated	SA-25	142,858.50	59,146.96
		<hr/>	<hr/>
Total Federal and State Grant Fund		8,777,534.32	3,503,245.62
		<hr/>	<hr/>
		\$22,255,848.84	\$14,477,899.86
		<hr/>	<hr/>

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

**CITY OF MILLVILLE**  
**CURRENT FUND**  
Statement of Operations and Changes in Fund Balance--  
Regulatory Basis  
For the Fiscal Years Ended June 30, 2007 and 2006

<u>Revenue and Other Income Realized</u>	<u>2007</u>	<u>2006</u>
Fund Balance Utilized	\$1,880,876.00	\$1,950,000.00
Miscellaneous Revenues Anticipated	17,781,834.77	12,849,455.13
Receipts from Delinquent Taxes	924,265.70	630,447.87
Receipts from Current Taxes	39,515,976.46	33,619,340.66
Non-Budget Revenue	353,506.20	472,805.25
Other Credits to Income:		
Unexpended Balance of Appropriation Reserves	1,099,771.65	1,082,890.46
Accounts Payable Canceled	5,934.03	3,633.01
Interfund Loans Returned:		
Federal and State Grant Fund	491,156.59	
Trust Other Fund	1,012.29	
Animal Control Fund		27.50
	<hr/>	<hr/>
Total Income	62,054,333.69	50,608,599.88
	<hr/>	<hr/>
<u>Expenditures</u>		
Budget and Emergency Appropriations:		
Operations Within "CAPS":		
Salaries and Wages	11,902,575.00	11,274,838.00
Other Expenses	9,619,999.00	5,310,980.00
Deferred Charges and Statutory Expenditures Within "CAPS"	577,000.00	563,300.00
Operations--Excluded from "CAPS":		
Salaries and Wages	109,064.04	375,997.85
Other Expenses	8,633,978.98	7,206,442.30
Capital Improvements--Excluded from "CAPS"	666,000.00	1,186,000.00
Municipal Debt Service--Excluded from "CAPS"	1,560,000.29	1,608,630.95
Deferred Charges--Excluded from "CAPS"	49,264.81	42,958.59
County Taxes	15,478,164.56	11,754,806.65
Due County for Added and Omitted Taxes	263,448.90	120,790.30
Local District School Tax	9,151,561.00	9,122,872.50
Prior Year Senior Citizen and Veteran Deduction Disallowed		153.42
Interfund Loans Made:		
Federal and State Grant Fund		57,674.93
Animal Control Fund	661.00	
Trust Other Fund		1,012.29
Community Development Fund	71,582.46	6,647.33
Reserve Created:		
Protested Checks	7,381.28	4,979.52
	<hr/>	<hr/>
Total Expenditures	58,090,681.32	48,638,084.63
	<hr/>	<hr/>
Excess in Revenue	\$3,963,652.37	\$1,970,515.25
	<hr/>	<hr/>
<u>Fund Balance</u>		
Balance July 1	2,157,434.50	2,136,919.25
	<hr/>	<hr/>
Decreased by:	6,121,086.87	4,107,434.50
Utilized as Anticipated Revenue	1,880,876.00	1,950,000.00
	<hr/>	<hr/>
Balance June 30	\$4,240,210.87	\$2,157,434.50
	<hr/>	<hr/>

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

**CITY OF MILLVILLE**  
**CURRENT FUND**  
Statement of Revenues--Regulatory Basis  
For the Fiscal Year Ended June 30, 2007

Analysis of Realized Revenues

Allocation of Current Tax Collections:

Revenue from Collections	\$39,515,976.46
Allocated to:	
County and School Taxes	24,893,174.46
Balance for Support of Municipal Budget Appropriations	14,622,802.00

Add:	
Appropriation "Reserve for Uncollected Taxes"	1,294,784.98
Amount for Support of Municipal Budget Appropriations	\$15,917,586.98

Receipts from Delinquent Taxes:

Delinquent Tax Collections	\$887,532.39
Tax Title Lien Collection	36,733.31
	\$924,265.70

Fees and Permits--Other:

City Clerk	\$139,490.06
Searches for Taxes and Municipal Improvements	1,794.00
Housing Inspector	183,185.00
Street Opening Permits	12,610.00
Planning and Zoning Board Fees	51,130.70
Police Fees and Permits	14,060.00
	\$402,269.76

Interest and Costs on Taxes:

Receipts	\$208,387.53
Penalty Surcharge Receivable--Collections	14,660.48
	\$223,048.01

(Continued)

**CITY OF MILLVILLE**  
**CURRENT FUND**  
Statement of Revenues--Regulatory Basis  
For the Fiscal Year Ended June 30, 2007

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Analysis of Non-Budget Revenues

State of N.J.:		
Administrative Cost Reimbursement - Senior Citizen & Veterans	\$8,054.27	
Reimbursements	21,218.00	
Premium of Liens	5,900.00	
Premium of TTL	18,000.00	
DMV Inspection Fines	3,417.00	
Legal Fees	158.75	
Bad Check Fees	101.00	
Amerihealth	25,583.07	
Voicestream Rent Proceeds	14,940.15	
Sprint Rent Proceeds	25,911.00	
Safe Corridors	73,000.00	
Canceled Checks	12,274.64	
Insurance Proceeds	4,250.00	
Miscellaneous	4,641.27	
Photocopies	2,089.00	
Police Department	7,452.96	
Sale of Maps	420.00	
Confiscated Funds	48.35	
Dallas Airmotive Lease	11,121.96	
Unallocated Receipts	36.99	
POAA Fees	1,340.00	
Revenue Accounts Receivable:		\$239,958.41
Payments in Lieu of Taxes - Group Homes	44,934.50	
Delaware River Bay Authority	35,000.00	
Rental of Muncipal Owned Property	24,252.00	
Property Maintenance Assessments		104,186.50
		9,361.29
		\$353,506.20

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

CITY OF MILLVILLE  
CURRENT FUND  
Statement of Revenues--Regulatory Basis  
For the Fiscal Year Ended June 30, 2007

	Budget	Special N.J.S. 40:4-87	Realized	Excess or (Deficit)
Fund Balance Anticipated	\$1,880,876.00		\$1,880,876.00	
Miscellaneous Revenues:				
Licenses:				
Alcoholic Beverages	10,000.00		13,335.00	\$3,335.00
Other	20,000.00		23,558.75	3,558.75
Fees and Permits	380,000.00		402,269.76	22,269.76
Fines and Costs:				
Municipal Court	480,000.00		698,088.32	218,088.32
Interest and Costs on Taxes	200,000.00		223,048.01	23,048.01
Interest on Investments and Deposits	350,000.00		616,739.42	266,739.42
Trailer License Fees	100,000.00		127,250.00	27,250.00
Cable T.V. Franchise Fee	75,000.00		88,715.57	13,715.57
Rent--Millville Library	143,000.00		143,000.00	
Legislative Initiative Municipal Block Grant Program	113,733.00		113,733.00	
Extraordinary Aid	900,000.00		900,000.00	
Consolidated Municipal Property Tax Relief Aid (N.J.S.A. 52:27D-118.35)	1,973,611.00		1,973,611.00	
Energy Receipts Tax	2,965,332.00		2,965,332.00	
Supplemental Energy Receipts Tax	145,674.00		145,674.00	
Municipal Homeland Security Assistance Aid	90,000.00		90,000.00	
Reserve for Garden State Preservation Trust	56,317.00		56,317.25	0.25
Uniform Construction Code Fees	500,000.00		758,287.00	258,287.00
Public and Private Revenues Offset with Appropriations:				
N.J. Transportation Trust Fund Authority Act - Whitaker Ave & Miller Ave		\$100,000.00	100,000.00	
N.J. Transportation Trust Fund Authority Local Aid - Centers of Place Prog.		100,000.00	100,000.00	
New Jersey Urban Enterprise Zone	387,946.00	6,201,250.21	6,589,196.21	
Edward Byrne Justice Assistance Grant Program	15,053.70		15,053.70	
2006 Cool Cities Community Stewardship Incentive Program		5,737.50	5,737.50	
Safe & Secure Communities Program		90,000.00	90,000.00	
Buckle Up South Jersey	2,000.00		2,000.00	
Clean Communities Grant		34,854.31	34,854.31	
Municipal Alliance on Alcoholism and Drug Abuse		27,194.00	27,194.00	
Alcohol Education Rehab & Enforcement Fund		2,086.08	2,086.08	
Drunk Driving Enforcement Fund		10,064.04	10,064.04	
Body Armor Fund		7,476.18	7,476.18	
Click it or Ticket - 2007		4,000.00	4,000.00	
Cumberland County Improvement Authority -- Economic Development Grant		10,000.00	10,000.00	
Seatbelt Performance Grant	3,000.00		3,000.00	
Additional Revenues Offset with Appropriations:				
Millville Board of Education - Gasoline	25,000.00		23,525.13	(1,474.87)
Other Special Items:				
Uniform Fire Safety Act	\$35,000.00		37,178.93	2,178.93
Payments in Lieu of Taxes--Housing Authority	29,000.00		27,690.30	(1,309.70)
Payments in Lieu of Taxes--Abatements	200,000.00		346,963.98	146,963.98
Millville Housing Authority	25,000.00		25,000.00	
Reserve for Revolving Loan Fund -- UDAG	67,855.33		67,855.33	
Reserve for Sale of Municipal Assets	270,000.00		270,000.00	
Utility Operating Surplus of Prior Years:				
Water Utility	220,000.00		220,000.00	
Sewer Utility	424,000.00		424,000.00	
Total Miscellaneous Revenues	10,206,522.03	6,592,662.32	17,781,834.77	982,650.42
Receipts from Delinquent Taxes	700,000.00		924,265.70	224,265.70
Amount to be Raised by Taxes for Support of Municipal Budget:				
Local Tax for Municipal Purposes Including Reserve for Uncollected Taxes	15,162,215.43		15,917,586.98	755,371.55
Budget Totals	27,949,613.46	\$6,592,662.32	36,504,563.45	1,962,287.67
Non-Budget Revenue			353,210.20	353,210.20
	\$27,949,613.46	\$6,592,662.32	\$36,857,773.65	\$2,315,497.87

(Continued)

**CITY OF MILLVILLE**  
**CURRENT FUND**  
 Statement of Expenditures -- Regulatory Basis  
 For the Fiscal Year Ended June 30, 2007

	<u>Appropriations</u>		<u>Budget After</u>			<u>Paid or Charged</u>		<u>Unexpended</u> <u>Balance</u> <u>Canceled</u>
	<u>Budget</u>	<u>Modification</u>	<u>Expended</u>	<u>Encumbered</u>	<u>Reserved</u>			
<u>OPERATIONS--WITHIN "CAPS"</u>								
<u>General Government Functions</u>								
General Administration								
Salaries and Wages	\$57,427.00		\$41,361.68		\$16,065.32			
Other Expenses	29,495.00		21,904.40	\$5,410.57	2,180.03			
Human Resources								
Salaries and Wages	159,622.00		156,487.62	303.88	3,134.38			
Other Expenses	13,740.00		9,379.50		4,056.62			
Board of Commissioners								
Salaries and Wages	63,975.00		62,081.20		1,893.80			
Other Expenses	7,675.00		2,180.73		5,494.27			
Municipal Clerk's Office								
Salaries and Wages	351,242.00		340,123.49		11,118.51			
Other Expenses	73,350.00		34,132.77	12,828.51	26,388.72			
Financial Administration								
Salaries and Wages	565,528.00		540,827.53		24,700.47			
Other Expenses:	59,780.00		40,940.39	10,003.29	8,836.32			
Annual Audit	70,000.00		70,000.00		70,000.00			
Information Systems								
Salaries and Wages	104,431.00		51,177.29		53,253.71			
Other Expenses	114,500.00		61,794.62	41,967.30	10,738.08			
Collection of Taxes								
Salaries and Wages	197,500.00		188,830.14		8,669.86			
Other Expenses	37,965.00		28,188.66	1,899.05	7,877.29			
Assessment of Taxes								
Salaries and Wages	237,000.00		202,245.46		17,754.54			
Other Expenses	84,270.00		35,806.41	57,654.09	7,809.50			
Legal Services and Costs								
Salaries and Wages	37,750.00		37,538.02		211.98			
Other Expenses	146,650.00		173,084.15	20,492.25	143,073.60			
Municipal Court								
Salaries and Wages	366,000.00		335,648.05		1,351.95			
Other Expenses	42,775.00		48,999.15	2,176.45	99.40			
Public Defender								
Salaries and Wages	29,750.00		30,080.96		169.04			

(Continued)

**CITY OF MILLVILLE**  
**CURRENT FUND**  
 Statement of Expenditures -- Regulatory Basis  
 For the Fiscal Year Ended June 30, 2007

	<u>Appropriations</u>		<u>Budget After</u>			<u>Paid or Charged</u>		<u>Unexpended</u> <u>Balance</u> <u>Canceled</u>
	<u>Budget</u>	<u>Modification</u>	<u>Expended</u>	<u>Encumbered</u>	<u>Reserved</u>			
<u>OPERATIONS--WITHIN "CAPS" (CONT'D)</u>								
<u>General Government Functions (Cont'd)</u>								
<u>Engineering Services and Costs</u>								
Salaries and Wages	\$456,750.00	\$453,750.00	\$435,336.64		\$18,413.36			
Other Expenses	36,820.00	39,820.00	33,585.49	\$3,839.78	2,394.73			
<u>Economic Development</u>								
Salaries and Wages	95,250.00	116,750.00	116,120.99		629.01			
Other Expenses	70,805.00	69,305.00	56,335.84	3,928.43	9,040.73			
<u>Land Use Administration</u>								
<u>Planning/Community Development</u>								
Salaries and Wages	83,500.00	82,500.00	80,904.73		1,595.27			
Other Expenses	40,300.00	40,300.00	9,540.41	22,822.44	7,937.15			
<u>Planning Board</u>								
Salaries and Wages	25,750.00	25,750.00	25,588.31		161.69			
Other Expenses	37,785.00	37,785.00	27,324.62	5,783.55	4,676.83			
<u>Zoning Board of Adjustment</u>								
Salaries and Wages	25,700.00	26,700.00	26,310.89		389.11			
Other Expenses	11,450.00	11,450.00	10,138.25	385.88	925.87			
<u>Bureau of Permits and Inspections</u>								
Salaries and Wages	301,000.00	301,000.00	286,077.18		14,922.82			
Other Expenses	16,805.00	17,805.00	16,978.96	278.95	547.09			
<u>Insurance</u>								
Surety Bond Premiums	4,580.00	4,580.00	807.00		3,773.00			
Liability Insurance	500,000.00	491,000.00	382,439.19		108,560.81			
Workers Compensation	425,000.00	425,000.00	335,316.03		89,683.97			
Employee Group Health	3,224,000.00	3,216,000.00	3,043,451.78		172,548.22			
<u>Public Safety Functions</u>								
<u>Police</u>								
Salaries and Wages	5,939,450.00	5,693,950.00	5,368,029.67		325,920.33			
Other Expenses	451,950.00	481,950.00	401,462.49	56,202.21	24,285.30			
<u>Office of Emergency Management</u>								
Salaries and Wages	12,750.00	12,750.00	12,475.67		274.33			
Other Expenses	45,750.00	45,750.00	40,201.28	3,302.00	2,246.72			
Aid to Ambulance Squads	35,000.00	35,000.00	35,000.00					

(Continued)

**CITY OF MILLVILLE**  
**CURRENT FUND**  
 Statement of Expenditures -- Regulatory Basis  
 For the Fiscal Year Ended June 30, 2007

	<u>Appropriations</u>		<u>Paid or Charged</u>			<u>Unexpended Balance Canceled</u>
	<u>Budget</u>	<u>Budget After Modification</u>	<u>Expended</u>	<u>Encumbered</u>	<u>Reserved</u>	
<u>OPERATIONS--WITHIN "CAPS" (CONTD)</u>						
<u>Public Safety Functions (Cont'd)</u>						
Fire Department						
Salaries and Wages	\$732,200.00	\$732,200.00	\$675,326.09		\$56,873.91	
Other Expenses	138,275.00	138,275.00	132,889.05	\$2,607.13	2,778.82	
Municipal Prosecutor's Office						
Salaries and Wages	64,500.00	69,500.00	68,999.84		500.16	
Other Expenses	13,740.00	15,740.00	14,645.71		1,094.29	
<u>Public Works Functions</u>						
Streets and Roads Maintenance						
Salaries and Wages	891,000.00	845,500.00	829,768.93		15,731.07	
Other Expenses	241,364.00	211,364.00	144,100.53	37,695.59	29,567.88	
Shade Tree Commission						
Salaries and Wages	6,750.00	6,750.00	6,459.96		290.04	
Other Expenses	17,495.00	17,495.00	15,221.58	917.92	1,355.50	
Solid Waste and Recycling Collection						
Salaries and Wages	80,250.00	75,250.00	69,746.06		5,503.94	
Other Expenses	553,950.00	573,950.00	527,839.78	8,195.20	37,915.02	
Public Buildings and Grounds						
Salaries and Wages	178,000.00	181,750.00	181,526.84		223.16	
Other Expenses	234,075.00	242,075.00	200,783.33	33,242.61	8,049.06	
Fleet Management						
Salaries and Wages	283,750.00	289,750.00	287,425.58		2,324.42	
Other Expenses	23,950.00	23,950.00	13,147.02	2,774.99	8,027.99	
<u>Health and Human Services Functions</u>						
Animal Control Services						
Salaries and Wages	81,000.00	77,000.00	76,448.88		551.12	
Other Expenses	9,750.00	18,750.00	13,109.84		5,640.16	
Contributions to Social Services Agencies -- Office on Aging	4,900.00	4,900.00	4,900.00			
<u>Recreation Functions</u>						
Recreation						
Salaries and Wages	119,750.00	141,000.00	140,964.12		35.88	
Other Expenses	108,775.00	111,775.00	87,841.82	23,933.18		
Misc. Other Expenses - Babe Ruth World Series	5,000.00	5,000.00	4,921.54		78.46	

(Continued)

**CITY OF MILLVILLE**  
**CURRENT FUND**  
 Statement of Expenditures -- Regulatory Basis  
 For the Fiscal Year Ended June 30, 2007

	Appropriations		Paid or Charged			Unexpended Balance Canceled
	Budget	Budget After Modification	Expended	Encumbered	Reserved	
<u>OPERATIONS--WITHIN "CAPS" (CONTD)</u>						
<u>Recreation Functions (Cont'd)</u>						
Community Pool Operations						
Other Expenses	\$70,000.00	\$70,000.00	\$70,000.00			
Federal and Downtown Maintenance					\$2,038.46	
Salaries and Wages	55,000.00	50,000.00	47,961.54		1,140.20	
Other Expenses	8,240.00	8,240.00	6,466.24	\$633.56		
Parks and Playgrounds						
Salaries and Wages	243,000.00	244,000.00	243,794.64		205.36	
Other Expenses	80,670.00	96,670.00	83,401.92	13,225.20	42.88	
Beach Operations						
Salaries and Wages	29,000.00	29,000.00	26,473.63		2,526.37	
Other Expenses	5,495.00	5,495.00	3,723.10	1,770.00	1.90	
Celebration of Public Event, Anniversary, or Holiday						
Other Expenses	16,030.00	16,030.00	2,925.95	2,500.00	10,604.05	
Code Enforcement and Administration						
State Uniform Construction Code (NJSA52:27D et seq.)						
Construction Official						
Salaries and Wages	141,500.00	144,500.00	144,077.18		422.82	
Other Expenses	182,280.00	182,280.00	163,684.04	7,863.47	10,732.49	
Subcode Officials:						
Plumbing Inspector						
Salaries and Wages	79,750.00	79,750.00	77,984.10		1,765.90	
Other Expenses	2,195.00	2,445.00	1,848.25	344.66	252.09	
Electrical Inspector						
Salaries and Wages	81,250.00	77,000.00	68,293.10		8,706.90	
Other Expenses	2,195.00	2,195.00	798.75		1,396.25	
Fire Protection Official						
Salaries and Wages	21,750.00	21,750.00	16,046.46		5,703.54	
Other Expenses	595.00	595.00			595.00	
Elevator Inspection						
Other Expenses	5,495.00	5,495.00	5,124.00	371.00		
Reserve for Payment of Unused Accumulated Sick Pay	50,000.00	50,000.00	50,000.00			

(Continued)

**CITY OF MILLVILLE**  
**CURRENT FUND**  
 Statement of Expenditures -- Regulatory Basis  
 For the Fiscal Year Ended June 30, 2007

	Appropriations		Paid or Charged			Unexpended Balance Canceled
	Budget	Budget After Modification	Expended	Encumbered	Reserved	
<u>OPERATIONS--WITHIN "CAPS" (CONT'D)</u>						
<u>Unclassified</u>						
Utilities:						
Electricity	\$365,100.00	\$345,100.00	\$296,515.50		\$48,584.50	
Street Lighting	517,540.00	557,540.00	507,829.13	\$7,733.65	41,977.22	
Telephone	87,020.00	116,020.00	106,450.84		9,569.16	
Natural Gas	50,380.00	68,380.00	66,599.74		1,780.26	
Heating Oil	1,830.00	1,830.00	1,095.82		734.18	
Gasoline	370,000.00	311,000.00	251,474.16		59,525.84	
Landfill/Solid Waste Disposal Costs	544,135.00	591,135.00	485,734.97	58,576.85	46,823.18	
Total Operations--Within "CAPS"	21,489,744.00	21,507,744.00	19,410,607.20	451,663.64	1,645,473.16	
Contingent	1,830.00	1,830.00			1,830.00	
Total Operations Including Contingent--Within "CAPS"	21,491,574.00	21,509,574.00	19,410,607.20	451,663.64	1,647,303.16	
<u>Detail:</u>						
Salaries and Wages	12,198,825.00	11,902,575.00	11,298,542.47		604,032.53	
Other Expenses (Including Contingent)	9,292,749.00	9,606,999.00	8,112,064.73	451,663.64	1,043,270.63	
Statutory Expenditures:						
Contribution to:						
Social Security (O.A.S.I.)	570,000.00	557,000.00	524,277.62		32,722.38	
Consolidated Police and Firemen's Pension Fund	9,000.00	9,000.00	8,360.40		639.60	
Disability Insurance	16,000.00	11,000.00	1,303.57		9,696.43	
Total Deferred Charges and Statutory Expenditures-- Municipal-Within "CAPS"	595,000.00	577,000.00	533,941.59		43,058.41	
Total General Appropriations for Municipal Purposes--Within "CAPS"	22,086,574.00	22,086,574.00	19,944,548.79	451,663.64	1,690,361.57	

(Continued)

**CITY OF MILLVILLE**  
**CURRENT FUND**  
 Statement of Expenditures -- Regulatory Basis  
 For the Fiscal Year Ended June 30, 2007

	Appropriations		Paid or Charged			Unexpended Balance Canceled
	Budget	Budget After Modification	Expended	Encumbered	Reserved	
<u>OPERATIONS--EXCLUDED FROM "CAPS"</u>						
Reserve for Tax Appeals	\$200,000.00	\$200,000.00	\$200,000.00		\$8,000.00	
Interest on Tax Appeals	8,000.00	8,000.00				
Employee Group Health	13,000.00	13,000.00	13,000.00			
Aid to Library (N.J.S.A. 40:54-35)	615,000.00	615,000.00	615,000.00			
Solid Waste Recycling -- Apartments NJSA 40A:4-45.3 kk	32,000.00	32,000.00	21,333.32	\$10,666.68		
Length of Service Award Program	69,000.00	69,000.00	33,350.00		35,650.00	
Contribution to:						
Public Employee's Retirement System	200,000.00	200,000.00	188,016.60		11,983.40	
Police & Firemen's Retirement System of NJ	695,881.00	695,881.00	683,376.12		12,504.88	
Matching Funds for Grants (40A:4-87, \$6,987.00-)	50,000.00	43,013.00			43,013.00	
<u>Interlocal Service Agreements:</u>						
Millville Board of Education -- Gasoline	25,000.00	25,000.00	20,873.79		4,126.21	
Millville Board of Education -- Information Technology	47,500.00	47,500.00	17,558.33		29,941.67	
Public and Private Programs Off-set by Revenues:						
Drunk Driving Enforcement Fund (40A:4-87, \$10,064.04+)		10,064.04	10,064.04			
2006 Cool Cities Community Stewardship Incentive Program (40A:4-87, \$5,737.50+)		5,737.50	5,737.50			
Clean Communities Program (40A:4-87, \$34,854.31+)		34,854.31	34,854.31			
Municipal Alliance (40A:4-87, \$34,181.00+)		34,181.00	34,181.00			
Alcohol Rehab (40A:4-87, +\$2,086.08)		2,086.08	2,086.08			
Body Armor Replacement Fund (40A:4-87, \$7,476.18+)		7,476.18	7,476.18			
FY05 Edward Byrne Justice Assistance	15,053.70	15,053.70	15,053.70			
Safe and Secure Communities Grant (40A:4-87, \$90,000.00+)	2,000.00	90,000.00	90,000.00			
Buckle Up South Jersey		2,000.00	2,000.00			
CCIA Economic Development Grant (40A:4-87 \$10,000.00+)		10,000.00	10,000.00			
Click it or Ticket 2006 (40A:4-87, \$4,000.00+)		4,000.00	4,000.00			
New Jersey Urban Enterprise Zone (40A:4-87, \$6,201,250.21+)	387,946.00	6,589,196.21	6,589,196.21			
NJ Dept. of Law & Safety - Seatbelt Performance Grant	3,000.00	3,000.00	3,000.00			
<b>Total Public and Private Programs Offset by Revenues</b>	<b>407,999.70</b>	<b>6,807,649.02</b>	<b>6,807,649.02</b>			
<b>Total Operations--Excluded from "CAPS"</b>	<b>2,363,380.70</b>	<b>8,756,043.02</b>	<b>8,600,157.18</b>	<b>10,666.68</b>	<b>145,219.16</b>	
<u>Detail:</u>						
Salaries and Wages	5,000.00	109,064.04	109,064.04			
Other Expenses	2,358,380.70	8,646,978.98	8,491,093.14	10,666.68	145,219.16	

(Continued)

**CITY OF MILLVILLE**  
**CURRENT FUND**  
 Statement of Expenditures -- Regulatory Basis  
 For the Fiscal Year Ended June 30, 2007

	<u>Appropriations</u>		<u>Paid or Charged</u>			<u>Unexpended Balance Canceled</u>
	<u>Budget</u>	<u>Budget After Modification</u>	<u>Expended</u>	<u>Encumbered</u>	<u>Reserved</u>	
<u>CAPITAL IMPROVEMENTS--EXCLUDED FROM "CAPS"</u>						
Capital Improvement Fund	\$320,000.00	\$320,000.00	\$320,000.00			
Purchase of Public Safety Equipment	63,000.00	63,000.00	20,451.85	\$2,872.06	\$39,676.09	
Purchase Office Equipment	13,000.00	13,000.00	10,899.00	2,101.00		
Purchase Public Works Equipment	70,000.00	70,000.00	57,472.00		12,528.00	
Public and Private Programs Offset by Revenues:						
New Jersey Transportation Trust Fund Authority Act:						
Whitaker Ave & Miller Ave Road Improvement Phase 2 (40A-4-87, \$100,000.00+)	100,000.00	100,000.00	100,000.00			
Maurice River Waterfront Park Phase 4 & 5 (40A-4-87, \$100,000.00+)	100,000.00	100,000.00	100,000.00			
Total Capital Improvements--Excluded from "CAPS"	466,000.00	666,000.00	608,822.85	4,973.06	52,204.09	
<u>MUNICIPAL DEBT SERVICE--EXCLUDED FROM "CAPS"</u>						
Payment of Bond Principal	855,000.00	855,000.00	843,528.96			\$11,471.04
Payment of Bond Anticipation Notes and Capital Notes	98,500.00	98,500.00	98,500.00			
Interest on Bonds	443,353.13	443,353.13	338,965.44			104,387.69
Interest on Notes	181,500.00	181,500.00	177,750.08			3,749.92
Green Trust Loan Program:						
Principal	88,583.91	88,583.91	88,583.88			0.03
Interest	12,671.93	12,671.93	12,671.93			
Green Trust Loan Program	10,000.00	10,000.00				10,000.00
Total Municipal Debt Service-Excluded From "CAPS"	1,689,608.97	1,689,608.97	1,560,000.29			129,608.68
<u>MUNICIPAL DEFERRED CHARGES -- EXCLUDED FROM "CAPS"</u>						
Deferred Charges to Future Taxation -- Unfunded						
Ordinance 15-00	22,400.00	22,400.00	22,400.00			
Ordinance 37-00	13,426.21	13,426.21	13,426.21			
Ordinance 51-00	5,000.00	5,000.00	5,000.00			
Ordinance 40-01	5,000.00	5,000.00	5,000.00			
Ordinance 13-03	3,438.60	3,438.60	3,438.60			
Total Municipal Deferred Charges-Excluded From "CAPS"	49,264.81	49,264.81	49,264.81			
Total General Appropriations for Municipal Purposes Excluded from "CAPS"	4,568,254.48	11,160,916.80	10,818,245.13	15,639.74	197,423.25	129,608.68

(Continued)

**CITY OF MILLVILLE**  
**CURRENT FUND**  
 Statement of Expenditures -- Regulatory Basis  
 For the Fiscal Year Ended June 30, 2007

	Appropriations		Paid or Charged			Unexpended Balance Canceled
	Budget	Budget After Modification	Expended	Encumbered	Reserved	
Subtotal General Appropriations	\$26,654,828.48	\$33,247,490.80	\$30,762,793.92	\$467,303.38	\$1,887,784.82	\$129,608.68
Reserve for Uncollected Taxes	1,294,784.98	1,294,784.98	1,294,784.98			
<b>Total General Appropriations</b>	<b>\$27,949,613.46</b>	<b>\$34,542,275.78</b>	<b>\$32,057,578.90</b>	<b>\$467,303.38</b>	<b>\$1,887,784.82</b>	<b>\$129,608.68</b>
Appropriations by 40A-4-87	\$6,592,662.32					
Budget	27,949,613.46					
		<u>\$34,542,275.78</u>				
Payroll Deductions and Employer Payroll Taxes			\$6,079,834.42			
Reserve for Federal , State and Other Grants -- Appropriated			7,007,649.02			
Reserve for Tax Appeals			200,000.00			
Reserve for Uncollected Taxes			1,294,784.98			
Disbursed			17,475,310.48			
			<u>\$32,057,578.90</u>			

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

**CITY OF MILLVILLE**  
**TRUST FUND**  
Statement of Assets, Liabilities, Reserves and Fund Balance--  
Regulatory Basis  
As of June 30, 2007 and 2006

<u>ASSETS</u>	<u>Ref.</u>	<u>2007</u>	<u>2006</u>
Animal Control Fund:			
Cash	SB-1	\$1,486.55	\$404.80
Other Funds:			
Cash	SB-1	5,029,670.62	3,519,013.38
Due from Sewer Utility Operating Fund	SB-1	13,000.00	
Due from Water Utility Operating Fund	SB-1	13,000.00	
Due from Current Fund	SB-2	18,723.92	
Balanced Housing Grant Receivable	B	212,376.00	212,376.00
Neighborhood Preservation Grant Receivable	SB-9	228,297.86	350,679.86
Mortgage and Loan Receivable--UEZ Assistance Program	SB-13	3,804,060.11	4,497,313.14
Total Other Funds		9,319,128.51	8,579,382.38
Community Development Fund:			
Cash	SB-1	400,451.25	451,558.28
Due from Federal, State and Other Grant Fund	SB-5		4,229.70
Due from Trust Other Funds	SB-3	78,270.51	67,001.66
Block Grants Receivable	SB-10	260,954.72	252,286.61
Home Investment Partnership Program Receivable	SB-14	376,785.39	449,181.92
Lead Hazard Receivable	SB-15	142,789.00	143,174.00
Mortgages Receivable--Reserve for Rehabilitation Projects	SB-11	381,375.13	402,908.24
Mortgages Receivable--Reserve for U.D.A.G.	SB-12	785,759.46	955,063.79
Total Community Development Fund		2,426,385.46	2,725,404.20
		<u>\$11,747,000.52</u>	<u>\$11,305,191.38</u>

(Continued)

**CITY OF MILLVILLE**  
**TRUST FUND**  
Statement of Assets, Liabilities, Reserves and Fund Balance--  
Regulatory Basis  
As of June 30, 2007 and 2006

<u>LIABILITIES, RESERVES AND FUND BALANCE</u>	<u>Ref.</u>	<u>2007</u>	<u>2006</u>
Animal Control Fund:			
Due to Current Fund	SB-6	\$787.85	\$126.85
Due State of New Jersey-Animal Registration Fees	SB-7	264.60	159.60
Due to Employee	SB-1	39.00	
Reserve for Animal Control	SB-8	395.10	118.35
Total Animal Control Fund		<u>1,486.55</u>	<u>404.80</u>
Other Funds:			
Due to Community Development Fund	SB-3	78,270.51	67,001.66
Due to Current Fund	SB-2		1,012.29
Due to Federal, State and Other Grant Fund	SB-1	108.71	
Miscellaneous Trust Reserves	SB-16	4,028,620.80	3,482,852.49
Miscellaneous Trust Escrows	SB-17	61,254.23	61,076.21
Reserve for Revolving Loan Fund--UEZ Assistance Program	SB-19	1,346,814.15	470,126.59
Reserve for Mortgage Receivable--UEZ Assistance Program	SB-13	3,804,060.11	4,497,313.14
Total Other Funds		<u>9,319,128.51</u>	<u>8,579,382.38</u>
Community Development Fund:			
Due to Current Fund	SB-4	78,229.79	6,647.33
Due to Federal, State and Other Grant Fund	SB-5	2,840.30	
Due to Bond and Interest	B	71.99	71.99
Reserve for Mortgage Notes Receivable	SB-11	381,375.13	402,908.24
Reserve for Mortgage Notes Receivable--U.D.A.G.	SB-12	785,759.46	955,063.79
Reserve for Community Development Funds	SB-18	208,615.21	250,194.25
Reserve for Lead Hazard Abatement	B	165,508.00	165,508.00
Reserve for Revolving Loan Fund--Rehabilitation Program	SB-20	165,207.45	167,866.53
Reserve for Home Investment Partnership Program	SB-21	413,797.65	521,718.53
Reserve for Revolving Loan Fund--U.D.A.G.	SB-22	224,930.48	255,375.54
Reserve for Third Ward Neighborhood Preservation	B	50.00	50.00
Total Community Development Fund		<u>2,426,385.46</u>	<u>2,725,404.20</u>
		<u>\$11,747,000.52</u>	<u>\$11,305,191.38</u>

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

**CITY OF MILLVILLE**  
**GENERAL CAPITAL FUND**  
Statement of Assets, Liabilities, Reserves and Fund Balance  
Regulatory Basis  
As of June 30, 2007 and 2006

<u>ASSETS</u>	<u>Ref.</u>	<u>2007</u>	<u>2006</u>
Cash	SC-1	\$4,341,872.66	\$3,585,921.20
Due from Federal, State and Other Grant Fund	SC-1	52,054.50	
Grants Receivable	SC-3	254,450.36	842,737.00
Deferred Charges to Future Taxation:			
Funded	SC-5	10,427,783.73	11,371,367.61
Unfunded	SC-6	9,773,946.56	12,716,441.13
		<u>\$24,850,107.81</u>	<u>\$28,516,466.94</u>
<u>LIABILITIES, RESERVES</u>			
<u>AND FUND BALANCE</u>			
General Serial Bonds	SC-12	\$9,859,000.00	\$10,714,000.00
Bond Anticipation Notes	SC-11	6,526,500.00	7,025,000.00
Due State of New Jersey:			
Green Trust Loan Payable	SC-9	568,783.73	657,367.61
Improvement Authorizations:			
Funded	SC-10	644,563.72	806,235.15
Unfunded	SC-10	1,900,410.99	5,733,006.87
Contracts Payable	SC-8	1,518,177.54	2,556,935.18
Retained Percentage Due Contractors	SC-1		58,373.40
Due to Revenue Allocation District Utility Capital Fund	SC-1	436,002.86	
Reserve for Payment of Debt	SC-4	2,568,156.88	
Capital Improvement Fund	SC-7	574,061.73	122,811.73
Reserve for Grants Receivable	SC-3	254,450.36	842,737.00
		<u>\$24,850,107.81</u>	<u>\$28,516,466.94</u>

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

**CITY OF MILLVILLE**  
**WATER UTILITY FUND**  
 Statements of Assets, Liabilities, Reserves and Fund Balance--  
 Regulatory Basis  
 As of June 30, 2007 and 2006

<u>ASSETS</u>	<u>Ref.</u>	<u>2007</u>	<u>2006</u>
Operating Fund:			
Cash	SD-1	\$2,081,047.59	\$1,677,818.75
Receivables with Full Reserves:			
Consumer Accounts Receivable	SD-4	181,175.01	168,626.94
Water Utility Liens	SD-5		1,861.80
Fire Hydrant Rentals	SD-6	400.85	755.96
Other Accounts Receivable	SD-7	937.00	561.55
		<u>182,512.86</u>	<u>171,806.25</u>
Total Operating Fund		<u>2,263,560.45</u>	<u>1,849,625.00</u>
Assessment Trust Fund:			
Cash	SD-1	8,110.00	7,430.00
Assessments Receivable	SD-8	2,889.94	3,570.00
Deferred Charges to be Raised by Future Revenues:			
Amount to be Raised by Future Revenues for Canceled Assessments	SD-8	<u>0.06</u>	
Total Assessment Trust Fund		<u>11,000.00</u>	<u>11,000.00</u>
Capital Fund:			
Cash	SD-1	294,102.25	326,379.88
Due from State of NJ Environmental Infrastructure Trust	SD-9	126,936.00	207,100.00
Fixed Capital	SD-10	12,414,502.96	12,305,284.61
Fixed Capital Authorized and Uncompleted	SD-11	<u>8,463,200.00</u>	<u>8,463,200.00</u>
Total Capital Fund		<u>21,298,741.21</u>	<u>21,301,964.49</u>
		<u>\$23,573,301.66</u>	<u>\$23,162,589.49</u>

(Continued)

**CITY OF MILLVILLE**  
**WATER UTILITY FUND**  
 Statements of Assets, Liabilities, Reserves and Fund Balance--  
 Regulatory Basis  
 As of June 30, 2007 and 2006

<u>LIABILITIES, RESERVES AND FUND BALANCE</u>	<u>Ref.</u>	<u>2007</u>	<u>2006</u>
Operating Fund:			
Liabilities:			
Appropriation Reserves	D-3 & SD-12	\$486,123.34	\$186,248.51
Reserve for Encumbrances	D-3 & SD-12	265,065.83	222,056.79
Accrued Interest on Bonds, Notes, and Loans	SD-13	33,858.43	33,976.00
Accounts Payable	SD-14	15,445.01	3,840.91
Overpayment of Rents	SD-15	8,934.48	8,293.66
Due to Trust Other Fund	SD-1	13,000.00	
Reserve for Insurance	SD-1	2,524.00	
Reserve for Sale of Municipal Assets	D	1,230.00	1,230.00
		826,181.09	455,645.87
Reserve for Receivables	D	182,512.86	171,806.25
Fund Balance	D-1	1,254,866.50	1,222,172.88
		2,263,560.45	1,849,625.00
Total Operating Fund			
Assessment Trust Fund:			
Reserve for Assessments Receivable	SD-16	2,890.00	3,570.00
Fund Balance	D-4	8,110.00	7,430.00
		11,000.00	11,000.00
Total Assessment Trust Fund			
Capital Fund:			
Serial Bonds	SD-24	1,104,000.00	1,214,000.00
Water Rehabilitation Loans Payable	SD-21	36,189.33	106,711.41
NJ Environmental Infrastructure Loan Payable	SD-22	1,330,316.19	1,390,695.01
Bond Anticipation Notes	SD-23	250,000.00	250,000.00
Improvement Authorizations:			
Funded	SD-18	265,465.53	272,913.96
Unfunded	SD-18	5,415,067.54	5,668,487.82
Capital Improvement Fund		169,402.58	169,402.58
Contracts Payable	SD-17	455,644.40	307,217.32
Reserve for:			
Amortization	D		
Deferred Amortization	SD-19	12,048,313.63	11,818,573.20
Deferred Amortization	SD-20	221,363.81	100,984.99
Fund Balance	D	2,978.20	2,978.20
		21,298,741.21	21,301,964.49
Total Capital Fund		21,298,741.21	21,301,964.49
		\$23,573,301.66	\$23,162,589.49

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

**CITY OF MILLVILLE**  
**WATER UTILITY FUND**  
Statement of Operation and Changes in Operating Fund Balance--  
Regulatory Basis  
For the Fiscal Years Ended June 30, 2007 and 2006

<u>Revenue and Other</u> <u>Income Realized</u>	<u>2007</u>	<u>2006</u>
Fund Balance	\$187,650.00	\$173,900.00
Water Rents	2,648,883.57	2,689,920.41
Fire Hydrant Service	13,355.11	13,212.04
Miscellaneous	404,166.34	276,834.77
Other Credits to Income:		
Accounts Payable Canceled		330.62
Unexpended Balance of Appropriation Reserves	103,272.74	245,175.15
	<hr/>	<hr/>
Total Income	3,357,327.76	3,399,372.99
	<hr/>	<hr/>
<u>Expenditures</u>		
Operating	2,388,750.00	2,092,300.00
Capital Improvements	165,000.00	140,000.00
Debt Service	251,990.66	377,331.43
Deferred Charges and Statutory Expenditures	110,841.48	242,027.46
Reserve Created:		
Protested Checks	402.00	
	<hr/>	<hr/>
Total Expenditures	2,916,984.14	2,851,658.89
	<hr/>	<hr/>
Excess in Revenue	440,343.62	547,714.10
<u>Fund Balance</u>		
Balance July 1	1,222,172.88	1,049,944.78
	<hr/>	<hr/>
	1,662,516.50	1,597,658.88
Decreased by:		
Utilized as Revenue by Water Operating Budget	187,650.00	173,900.00
Utilized as Revenue by Current Fund Budget	220,000.00	201,586.00
	<hr/>	<hr/>
Balance June 30	\$1,254,866.50	\$1,222,172.88
	<hr/> <hr/>	<hr/> <hr/>

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

**CITY OF MILLVILLE**  
**WATER UTILITY OPERATING FUND**  
**Statement of Revenues--Regulatory Basis**  
**For the Fiscal Year Ended June 30, 2007**

	<u>Anticipated</u> <u>Budget</u>	<u>Realized</u>	Excess or <u>(Deficit)</u>
Fund Balance	\$187,650.00	\$187,650.00	
Rents	2,647,000.00	2,648,883.57	\$1,883.57
Fire Hydrant Service	12,500.00	13,355.11	855.11
Miscellaneous	174,750.00	404,166.34	229,416.34
	<u>\$3,021,900.00</u>	<u>\$3,254,055.02</u>	<u>\$232,155.02</u>

Analysis of Realized Revenues

Rents:

Consumer Accounts Receivable	\$2,648,042.04
Water Utility Liens	<u>841.53</u>
	<u>\$2,648,883.57</u>

Miscellaneous:

Interest on Delinquent Accounts	\$13,676.38
Other Accounts Receivable:	
Water Service Contracts	13,625.00
Water Turn on and Turn Off Fees	<u>3,875.00</u>
	31,176.38
Interest on Deposits	106,206.09
Connecting Fees	232,331.86
Meters and Miscellaneous	<u>34,452.01</u>
	<u>\$404,166.34</u>

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

**CITY OF MILLVILLE**  
**WATER UTILITY OPERATING FUND**  
 Statement of Expenditures--Regulatory Basis  
 For the Fiscal Year Ended June 30, 2007

	Appropriations		E x p e n d e d			Unexpended Balance Canceled
	Original Budget	Budget After Modification	Paid or Charged	Encumbrances Reserved	Reserved	
Operating:						
Salaries and Wages	\$1,150,700.00	\$1,150,700.00	\$917,452.48	\$233,247.52		
Other Expenses	1,238,050.00	1,238,050.00	887,977.94	\$137,300.83	212,771.23	
Total Operating	2,388,750.00	2,388,750.00	1,805,430.42	137,300.83	446,018.75	
Capital Improvements:						
Capital Outlay	165,000.00	165,000.00	25,824.00	127,765.00	11,411.00	
Debt Service:						
Payment of Bond Principal	110,000.00	110,000.00	50,000.00		\$60,000.00	
Interest on Bonds	55,000.00	55,000.00	28,556.78		26,443.22	
Interest on Notes	26,200.00	26,200.00	9,039.65		17,160.35	
Water Supply Bond Loan	166,108.52	166,108.52	164,394.23		1,714.29	
Total Debt Service	357,308.52	357,308.52	251,990.66		105,317.86	
Deferred Charges and Statutory Expenditures:						
Contribution to:						
Social Security System (O.A.S.I.)	88,050.00	88,050.00	60,936.04		27,113.96	
Public Employees' Retirement System	21,000.00	21,000.00	21,000.00			
Disability Insurance	1,791.48	1,791.48	211.85		1,579.63	
Total Statutory Expenditures	110,841.48	110,841.48	82,147.89		28,693.59	
Total Water Utility Appropriations	\$3,021,900.00	\$3,021,900.00	\$2,165,392.97	\$265,065.83	\$486,123.34	\$105,317.86
Interest on Bonds, Loans and Notes Disbursed			\$71,089.76			
			<u>2,094,303.21</u>			
			<u>\$2,165,392.97</u>			

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

**CITY OF MILLVILLE**  
**WATER UTILITY ASSESSMENT FUND**  
Statement Assessment Trust Fund Balance--Regulatory Basis  
For the Fiscal Year Ended June 30, 2007

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Balance June 30, 2006	\$7,430.00
Increased by:	
Collection of Unpledged Assessments	<u>680.00</u>
Balance June 30, 2007	<u><u>\$8,110.00</u></u>

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

**CITY OF MILLVILLE**  
**SEWER UTILITY FUND**  
Statement of Assets, Liabilities, Reserves and Fund Balance-  
Regulatory Basis  
As of June 30, 2007 and 2006

<u>ASSETS</u>	<u>Ref.</u>	<u>2007</u>	<u>2006</u>
Operating Fund:			
Cash	SE-1	\$2,251,970.29	\$1,926,601.51
		<u>2,251,970.29</u>	<u>1,926,601.51</u>
Receivables with Full Reserves:			
Consumer Accounts Receivable	SE-4	569,990.60	455,919.59
Sewer Utility Liens	SE-5		5,187.77
Protested Checks	SE-6	2,111.70	392.88
		<u>572,102.30</u>	<u>461,500.24</u>
Total Operating Fund		<u>2,824,072.59</u>	<u>2,388,101.75</u>
Assessment Trust Fund:			
Cash	SE-1	48,009.94	35,261.17
Assessments Receivable	SE-7	21,477.36	34,068.23
Due from Current Fund	SE-1		160.67
Deferred Charges to be Raised by Future Revenues:			
Amount to be Raised by Future Revenues for Canceled Assessments	SE-7, SE-1	1.99	0.35
Total Assessment Trust Fund		<u>69,489.29</u>	<u>69,490.42</u>
Capital Fund:			
Cash	SE-1	819,329.58	1,012,895.28
Due from State of NJ -- Environmental Infrastructure Trust	E	50,611.75	50,611.75
Due from Sewer Utility Assessment Fund	E	7,008.34	7,008.34
Due from Sewer Utility Operating Fund	SE-1		775.91
Fixed Capital	SE-8	22,517,107.08	22,496,765.08
Fixed Capital Authorized and Uncompleted	SE-9	7,979,600.00	7,979,600.00
Total Capital Fund		<u>31,373,656.75</u>	<u>31,547,656.36</u>
		<u>\$34,267,218.63</u>	<u>\$34,005,248.53</u>

(Continued)

**CITY OF MILLVILLE**  
**SEWER UTILITY FUND**  
Statement of Assets, Liabilities, Reserves and Fund Balance-  
Regulatory Basis  
As of June 30, 2007 and 2006

LIABILITIES, RESERVES  
AND FUND BALANCE

	<u>Ref.</u>	<u>2007</u>	<u>2006</u>
Operating Fund:			
Liabilities:			
Appropriation Reserves	E-4 & SE-10	\$250,850.29	\$215,608.16
Reserve for Encumbrances	E-4 & SE-10	531,957.78	384,293.50
Accrued Interest on Bonds, Notes, and Loans	SE-11	115,990.46	122,853.03
Sewer Rental Overpayments	SE-12	10,190.49	10,530.44
Accounts Payable	SE-13	89,646.21	32,815.99
Reserve for Insurance Proceeds	SE-1	706.86	
Due to Trust Other Fund	SE-1	13,000.00	
Due to Sewer Utility Capital Fund	SE-1		775.91
Reserve for Sale of Municipal Assets	E	4,641.10	4,641.10
		1,016,983.19	771,518.13
Reserve for Receivables	E	572,102.30	461,500.24
Fund Balance	E-1	1,234,987.10	1,155,083.38
		2,824,072.59	2,388,101.75
Total Operating Fund			
Assessment Trust Fund:			
Reserve for Assessments and Liens	SE-15	20,063.20	27,799.38
Due to Sewer Utility Capital Fund	E	7,008.34	7,008.34
Fund Balance	E-2	42,417.75	34,682.70
		69,489.29	69,490.42
Total Assessment Trust Fund			
Capital Fund:			
Serial Bonds Payable	SE-22	2,697,000.00	3,007,000.00
New Jersey Environmental Infrastructure Loans Payable	SE-21	7,187,079.87	7,856,057.55
Bond Anticipation Notes	SE-20	250,000.00	250,000.00
Improvement Authorizations:			
Funded	SE-19	26,734.77	26,734.77
Unfunded	SE-19	1,382,623.70	2,317,992.50
Contracts Payable	SE-14	1,503,591.31	782,564.12
Capital Improvement Fund	SE-18	121,951.59	101,951.59
Reserve for:			
Deferred Reserve for Amortization	SE-16	665,763.41	280,488.93
Amortization	SE-17	17,534,408.80	16,920,363.60
Fund Balance	E	4,503.30	4,503.30
		31,373,656.75	31,547,656.36
Total Capital Fund			
		\$34,267,218.63	\$34,005,248.53

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

**CITY OF MILLVILLE**  
**SEWER UTILITY OPERATING FUND**  
Statement of Operations and Changes in Operating Fund Balance--  
Regulatory Basis  
For the Fiscal Years Ended June 30, 2007 and 2006

<u>Revenue and Other</u>		
<u>Income Realized</u>	<u>2007</u>	<u>2006</u>
Fund Balance Utilized	\$359,650.00	\$299,300.00
Rents	5,061,238.35	4,978,865.60
Miscellaneous	570,434.79	388,107.28
Other Credits to Income:		
Reserve for Protested Checks Receivable-- Liquidated		105.62
Unexpended Balance of Appropriation Reserves	175,222.35	174,194.12
Accounts Payable Canceled	18,274.54	1,755.30
	<hr/>	<hr/>
Total Income	6,184,820.03	5,842,327.92
	<hr/>	<hr/>
<u>Expenditures</u>		
Operating	3,755,850.00	3,471,775.00
Capital Improvements	140,000.00	140,000.00
Debt Service	1,270,007.21	1,367,896.40
Deferred Charges and Statutory Expenditures	153,690.28	132,399.72
Other Debits to Income:		
Reserve for Protested Checks Receivable-- Created	1,718.82	
	<hr/>	<hr/>
Total Expenditures	5,321,266.31	5,112,071.12
	<hr/>	<hr/>
Excess in Revenue	863,553.72	730,256.80
<u>Fund Balance</u>		
Balance July 1	1,155,083.38	1,109,416.58
	<hr/>	<hr/>
	2,018,637.10	1,839,673.38
Decreased by:		
Utilized as Revenue	359,650.00	299,300.00
Utilized as Revenue in Current Fund	424,000.00	385,290.00
	<hr/>	<hr/>
Balance June 30	<u>\$1,234,987.10</u>	<u>\$1,155,083.38</u>

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

**CITY OF MILLVILLE**  
**SEWER UTILITY ASSESSMENT FUND**  
Statement of Assessment Trust Fund Balance--Regulatory Basis  
For the Fiscal Year Ended June 30, 2007

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Balance June 30, 2006	\$34,682.70
Increased by:	
Collection of Unpledged Assessments	<u>7,735.05</u>
Balance June 30, 2007	<u><u>\$42,417.75</u></u>

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

**CITY OF MILLVILLE**  
**SEWER UTILITY OPERATING FUND**  
Statement of Revenues --Regulatory Basis  
For the Fiscal Year Ended June 30, 2007

	<u>Anticipated</u> <u>Budget</u>	<u>Realized</u>	<u>Excess</u>
Surplus Anticipated	\$359,650.00	\$359,650.00	
Rents	4,850,000.00	5,061,238.35	\$211,238.35
Miscellaneous	250,000.00	570,434.79	320,434.79
	<u>\$5,459,650.00</u>	<u>\$5,991,323.14</u>	<u>\$531,673.14</u>

Analysis of Realized Revenues

Rents:

Consumer Accounts Receivable	\$5,058,601.83
Sewer Utility Liens	<u>2,636.52</u>
	<u>\$5,061,238.35</u>

Miscellaneous:

Interest on Delinquent Accounts	\$44,399.86
Connection Fees	372,284.00
Miscellaneous	12,048.63
Interest Earned on Deposits	<u>141,702.30</u>
	<u>\$570,434.79</u>

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

**CITY OF MILLVILLE**  
**SEWER UTILITY OPERATING FUND**  
 Statement of Expenditures--Regulatory Basis  
 For the Fiscal Year Ended June 30, 2007

	Appropriations		Expended			Unexpended Balance Canceled
	Original Budget	Budget After Modification	Paid or Charged	Encumbrances	Reserved	
Operating:						
Salaries and Wages	\$1,423,250.00	\$1,423,250.00	\$1,365,951.63		\$57,298.37	
Other Expenses	2,332,600.00	2,332,600.00	1,755,596.48	\$436,472.78	140,530.74	
<b>Total Operating</b>	<b>3,755,850.00</b>	<b>3,755,850.00</b>	<b>3,121,548.11</b>	<b>436,472.78</b>	<b>197,829.11</b>	
Capital Improvements:						
Capital Improvement Fund	20,000.00	20,000.00	20,000.00			
Capital Outlay	120,000.00	120,000.00		95,485.00	24,515.00	
<b>Total Capital Improvements</b>	<b>140,000.00</b>	<b>140,000.00</b>	<b>20,000.00</b>	<b>95,485.00</b>	<b>24,515.00</b>	
Debt Service:						
Payment of Bond Principal	310,000.00	310,000.00	276,640.75		\$33,359.25	
Interest on Bonds	127,000.00	127,000.00	78,256.78		48,743.22	
Interest on Notes	21,000.00	21,000.00	9,039.65		11,960.35	
NJ Wastewater Treatment Loans	952,109.72	952,109.72	906,070.03		46,039.69	
<b>Total Debt Service</b>	<b>1,410,109.72</b>	<b>1,410,109.72</b>	<b>1,270,007.21</b>		<b>140,102.51</b>	
Deferred Charges & Statutory Expenditures:						
Deferred Charges	0.35	0.35	0.35			
Amount to be Raised for Canceled Assessments						
Contribution to:						
Social Security System (O.A.S.I.)	112,750.00	112,750.00	85,837.09		26,912.91	
Public Employees' Retirement System	39,000.00	39,000.00	39,000.00			
Disability Insurance	1,939.93	1,939.93	346.66		1,593.27	
<b>Total Deferred Charges and Statutory Expenditures</b>	<b>153,690.28</b>	<b>153,690.28</b>	<b>125,184.10</b>		<b>28,506.18</b>	
<b>Total Sewer Utility Appropriations</b>	<b>\$5,459,650.00</b>	<b>\$5,459,650.00</b>	<b>\$4,536,739.42</b>	<b>\$531,957.78</b>	<b>\$250,850.29</b>	<b>\$140,102.51</b>
Interest on Bonds, Notes and Loans Disbursed			\$324,388.78			
			<u>4,212,350.64</u>			
			<u>\$4,536,739.42</u>			

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

**CITY OF MILLVILLE**  
**REVENUE ALLOCATION DISTRICT UTILITY FUND**  
 Statements of Assets, Liabilities and Reserves  
 Regulatory Basis  
 As of June 30, 2007

	<u>Ref.</u>	<u>2007</u>
<u>ASSETS</u>		
Operating Fund:		
Due from Current Fund	SF-1	<u>\$121,428.21</u>
Capital Fund:		
Due from General Capital Fund	SF-1	436,002.86
Fixed Capital Authorized and Uncompleted	SF-3	<u>8,130,000.00</u>
Total Capital Fund		<u>8,566,002.86</u>
		<u><u>\$8,687,431.07</u></u>
 <u>LIABILITIES, RESERVES</u>		
Operating Fund:		
Due to County of Cumberland	SF-1	\$6,614.00
Fund Balance	F-1	<u>114,814.21</u>
Total Operating Fund		<u>121,428.21</u>
Capital Fund:		
Bond Anticipation Notes	SF-6	450,000.00
Accrued Interest on Notes	SF-4	9,160.50
Improvement Authorizations:		
Unfunded	SF-5	<u>8,106,842.36</u>
Total Capital Fund		<u>8,566,002.86</u>
		<u><u>\$8,687,431.07</u></u>

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

**CITY OF MILLVILLE**  
REVENUE ALLCATION DISTRICT UTILITY FUND  
Statement of Operation and Changes in Operating Fund Balance--  
Regulatory Basis  
For the Fiscal Year Ended June 30, 2007

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<u>Revenue and Other</u> <u>Income Realized</u>	<u>2007</u>
Miscellaneous Revenue Not Anticipated: Tax Abatements--Payments in Lieu of Taxes	<u>\$114,814.21</u>
<u>Fund Balance</u>	
Balance June 30	<u><u>\$114,814.21</u></u>

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

**CITY OF MILLVILLE**  
Statement of General Fixed Assets Group of Accounts -- Regulatory Basis  
For the Fiscal Year Ended June 30, 2007

	<u>June 30, 2006</u>	<u>Additions</u>	<u>Deletions</u>	<u>June 30, 2007</u>
General Fixed Assets:				
Land and Improvements	\$42,872,246.13	\$2,125,780.00	\$710,564.65	\$44,287,461.48
Buildings	6,199,623.93	11,729.00		6,211,352.93
Equipment	10,539,934.76	1,056,470.45	211,880.24	11,384,524.97
	<u>\$59,611,804.82</u>	<u>\$3,193,979.45</u>	<u>\$922,444.89</u>	<u>\$61,883,339.38</u>
Investment in General Fixed Assets:				
General Capital Fund	\$53,957,938.82	\$2,534,699.37	\$911,280.89	\$55,581,357.30
Trust--Other Funds	350,469.41	262,494.00		612,963.41
Federal and State Grant Funds	5,303,396.59	396,786.08	11,164.00	5,689,018.67
	<u>\$59,611,804.82</u>	<u>\$3,193,979.45</u>	<u>\$922,444.89</u>	<u>\$61,883,339.38</u>
Total Investment in General Fixed Assets	<u>\$59,611,804.82</u>	<u>\$3,193,979.45</u>	<u>\$922,444.89</u>	<u>\$61,883,339.38</u>

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

**CITY OF MILLVILLE**  
**BOND AND INTEREST FUND**  
Statement of Assets, Liabilities and Reserves--  
Regulatory Basis  
As of June 30, 2007 and 2006

<u>ASSETS</u>	<u>Ref.</u>	<u>2007</u>	<u>2006</u>
Cash	SH-1	\$150,139.73	\$143,167.85
Due from Current Fund		5,343.75	5,343.75
Due from Community Development Fund		71.99	71.99
		<u>\$155,555.47</u>	<u>\$148,583.59</u>
<u>LIABILITIES AND RESERVES</u>			
Bonds and Interest Payable (A)		\$103,875.50	\$103,875.50
Accounts Payable	SH-2	51,679.97	44,708.09
		<u>\$155,555.47</u>	<u>\$148,583.59</u>

(A) Detail of Outstanding Bonds and Coupons on File in Treasurer's Office

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

**CITY OF MILLVILLE**  
**Notes to Financial Statements**  
**For the Fiscal Year Ended June 30, 2007**

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Note 1: **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**Description of Financial Reporting Entity** - The City of Millville was incorporated as a City by an act of the State Legislature in 1866. In 1913, the Walsh Act was passed and the City began operating under its present Commission form of government. There are five elected Commissioners, one of whom serves as Mayor.

The City is located in Cumberland County, approximately 45 miles from Philadelphia, Pennsylvania and comprises approximately 44 square miles. The present population according to the 2000 census is 26,847.

The City provides its residents the following services: public safety, sanitation, recreation, public improvements, planning and zoning, water and sewer service.

**Component Units** - The financial statements of the component units of the City of Millville are not presented in accordance with Governmental Accounting Standards Board Statement No. 14. If the City were required to comply with the provisions of GASBS No. 14, the financial statements of the following component units would have been either blended or discretely presented with the financial statements of the City, the primary government:

Millville Public Library  
 210 Buck St.  
 Millville, NJ 08332

Millville Development Corporation  
 12 S. High Street  
 Millville, NJ08332

Annual financial reports may be inspected directly at the office of this component unit during regular business hours.

**Basis of Accounting, Measurement Focus and Basis of Presentation** - The financial statements of the City of Millville contain all funds and account groups in accordance with the "Requirements of Audit" as promulgated by the State of New Jersey, Department of Community Affairs, Division of Local Government Services. The principles and practices established by the Requirements of Audit 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. Generally, the financial statements are presented using the flow of current financial resources measurement focus and modified accrual basis of accounting with minor exceptions as mandated by these "Requirements". In addition, the prescribed accounting principles previously referred to differ in certain respects from accounting principles generally accepted in the United States of America applicable to local government units. The more significant differences are explained in this Note.

In accordance with the "Requirements", the City of Millville accounts for its financial transactions through the use of separate funds which are described as follows:

**Current Fund** - The Current Fund accounts for resources and expenditures for governmental operations of a general nature, including Federal and State grant funds.

**Trust Funds** - The various Trust Funds account for receipts, custodianship and disbursement of funds in accordance with the purpose for which each reserve was created.

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Note 1: **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**

**General Capital Fund** - The General Capital Fund accounts for receipt and disbursement of funds for the acquisition of general capital facilities, other than those acquired in the Current Fund.

**Water Utility Operating and Capital Funds** - The Water Utility Operating and Capital Funds account for the operations and acquisition of capital facilities of the municipally owned Water Utility.

**Water Utility Assessment Fund** - The Water Utility Assessment Fund accounts for special assessments levied against property owners for water improvements which benefit property owners, rather than the City as a whole.

**Sewer Utility Operating and Capital Funds** - The Sewer Utility Operating and Capital Funds account for the operations and acquisition of capital facilities of the municipally owned Sewer Utility.

**Sewer Utility Assessment Fund** - The Sewer Utility Assessment Fund accounts special assessments levied against property owners for sewer improvements which benefit property owners, rather than the City as a whole.

**Revenue Allocation District Fund** - The Revenue Allocation District Fund accounts are for the operations and acquisition of capital facilities of the City's designated Revenue Allocation District (RAD) in accordance with N.J.S.A. 52:27D-462 et. seq.

**Budgets and Budgetary Accounting** - The City of Millville must adopt an annual budget for its Current and Water and Sewer Utility Funds in accordance with N.J.S.A. 40A:4 et seq. N.J.S.A. 40A:4-5 requires the governing body to introduce and approve the annual municipal budget no later than August 10 of each year. At introduction, the governing body shall fix the time and place for a public hearing on the budget and must advertise the time and place at least ten days prior to the hearing in a newspaper published and circulating in the municipality. The public hearing must not be held less than twenty-eight days after the date the budget was introduced. After the hearing has been held, the governing body may, by majority vote, adopt the budget or may amend the budget in accordance with N.J.S.A. 40A:4-9. Amendments to adopted budgets, if any, are detailed in the statements of revenues and expenditures.

An extension of the statutory dates for introduction, approval and adoption of the municipal budget may be granted by the Director of the Division of Local Government Services, with the permission of Local Finance Board.

Budgets are adopted on the same basis of accounting utilized for the preparation of the City's financial statements.

**Cash, Cash Equivalents and Investments** - Cash and cash equivalents include petty cash, change funds and cash on deposit with public depositories. All certificates of deposit are recorded as cash regardless of the date of maturity. Investments are stated at cost. Consequently, unrealized gain or loss on investments has not been recorded in accordance with Governmental Accounting Standards Board Statement No. 31.

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Note 1: **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**

**Cash, Cash Equivalents and Investments (Cont'd)**

New Jersey municipal units are required by N.J.S.A. 40A:5-14 to deposit public funds in a bank or trust company having its place of business in the State of New Jersey and organized under the laws of the United States or of the State of New Jersey or in the New Jersey Cash Management Fund. N.J.S.A. 40A:5-15.1 provides a list of investments which may be purchased by New Jersey municipal units. In addition, other State statutes permit investments in obligations issued by local authorities and other state agencies

N.J.S.A. 17:9-41 et seq. establishes the requirements for the security of deposits of governmental units. The statute requires that no governmental unit shall deposit public funds in a public depository unless such funds are secured in accordance with the Governmental Unit Deposit Protection Act ("GUDPA"), a multiple financial institutional collateral pool, which was enacted in 1970 to protect governmental units from a loss of funds on deposit with a failed banking institution in New Jersey. Public depositories include State or federally chartered banks, savings banks or associations located in or having a branch office in the State of New Jersey, the deposits of which are federally insured. All public depositories must pledge collateral, having a market value at least equal to five percent of the average daily balance of collected public funds, to secure the deposits of Governmental Units. If a public depository fails, the collateral it has pledged, plus the collateral of all other public depositories, is available to pay the amount of their deposits to the Governmental Units.

The cash management plan adopted by the City of Millville requires it to deposit funds in public depositories protected from loss under the provisions of the Act.

**Interfunds** - Interfund receivables and payables that arise from transactions between funds are recorded by all funds affected by such transactions in the period in which the transaction is executed. Interfund receivables in the Current Fund are recorded with offsetting reserves which are created by charges to operations. Income is recognized in the year the receivables are liquidated. Interfund receivables in the other funds are not offset by reserves.

**Inventories of Supplies** - The costs of inventories of supplies for all funds are recorded as expenditures at the time individual items are purchased. The costs of inventories are not included on the various statements of assets, liabilities, reserves and fund balance.

**General Fixed Assets** - Accounting for Governmental Fixed Assets, as required by N.J.A.C. 5:30-5.6, differs in certain respects from accounting principles generally accepted in the United States of America. In accordance with the regulations, all local units, including municipalities, must maintain a general fixed assets reporting system that establishes and maintains a physical inventory of nonexpendable, tangible property as defined and limited by the U.S. Office of Management and Budget Circular A-87 (Attachment B, Section 19), except that the useful life of such property is at least five years. The City has adopted a capitalization threshold of \$5,000, the maximum amount allowed by the Circular. Generally, assets are valued at historical cost; however, assets acquired prior to December 31, 1985 are valued at actual historical cost or estimated historical cost. No depreciation of general fixed assets is recorded. Donated general fixed assets are recorded at their estimated fair market value on the acquisition date. Interest costs relative to the acquisition of general fixed assets are recorded as expenditures when paid. Public domain ("infrastructure") general fixed assets consisting of certain improvements such as roads, bridges, curbs and gutters, streets and sidewalks and drainage systems are not capitalized. Expenditures for construction in progress are recorded in the Capital Funds until such time as the construction is completed and put into operation. The City is required to maintain a subsidiary ledger detailing fixed assets records to control additions, retirements and transfers of fixed assets. In addition, a Statement of General Fixed Assets, reflecting the activity for the year, must be included in the City's basic financial statements.

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Note 1: **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**

**General Fixed Assets (Cont'd)**

The regulations require that general fixed assets, whether constructed or acquired through purchase, grant or gift be included in the aforementioned inventory. In addition, property management standards must be maintained that includes accurate records indicating asset description, source, ownership, acquisition cost and date, the percentage of Federal participation (if any), and the location, use, and condition of the asset. Periodically, physical inventories must be taken and reconciled with these records. Lastly, all fixed assets must be adequately controlled to safeguard against loss, damage or theft.

**Utility Fixed Assets** - Property and equipment purchased by a utility funds are recorded in the utility capital accounts at cost and are adjusted for disposition and abandonment. The amounts shown do not represent replacement cost or current value. The Reserve for Amortization and Deferred Reserve for Amortization accounts in the utility capital funds represent charges to operations for the cost of acquisition of property and equipment and improvements and contributed capital.

**Foreclosed Property** - Foreclosed property is recorded in the Current Fund at the assessed valuation when such property was acquired and is fully reserved. Ordinarily it is the intention of the municipality to resell foreclosed property in order to recover all or a portion of the delinquent taxes or assessments and to return the property to a taxpaying basis. For this reason the value of foreclosed property has not been included in the General Fixed Assets Account Group. If such property is converted to a municipal use, it will be recorded in the General Fixed Assets Account Group.

**Deferred Charges** - The recognition of certain expenditures is deferred to future periods. These expenditures, or deferred charges, are generally overexpenditures of legally adopted budget appropriations or emergency appropriations made in accordance with N.J.S.A. 40A:4-46 et seq. Deferred charges are subsequently raised as items of appropriation in budgets of succeeding years.

**Fund Balance** - Fund Balances included in the Current Fund and Utility Operating Funds represent amounts available for anticipation as revenue in future years budgets, with certain restrictions.

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

**Property Tax Revenues** - Property tax revenues are collected in quarterly installments due February 1, May 1, August 1, and November 1. The amount of tax levied includes not only the amount required in support of the City's annual budget, but also the amounts required in support of the budgets of the County of Cumberland and the City of Millville School District. Unpaid property taxes are subject to tax sale in accordance with the statutes.

**School Taxes** - The municipality is responsible for levying, collecting and remitting school taxes for the City of Millville School District. Operations is charged for the balance of the amount required to be raised from taxation to operate the local school district for the period from July 1 to June 30 of the current year and 50% of the estimated school levy for the following year, increased by the amount deferred at June 30 of the preceding year and decreased by the amount deferred at June 30 of the current year.

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Note 1: **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**

**County Taxes** - The municipality is responsible for levying, collecting and remitting county taxes for the County of Cumberland. Operations is charged for the amount due the County for the year, based upon the ratables required to be certified to the County Board of Taxation by January 10 of the current year. In municipalities that operate on a fiscal year (i.e. July 1 – June 30) operations is charged for the full amount of taxes required to be paid during the calendar year 2005, less one-half of the calendar year 2004 taxes, plus one-half of the full amount of taxes required to be paid during 2005. In addition, operations is charged for the County share of Added and Omitted Taxes certified to the County Board of Taxation by October 10 of the current year and due to be paid to the County by February 15 of the following year.

**Reserve for Uncollected Taxes** - The inclusion of the "Reserve for Uncollected Taxes" appropriation in the City's annual budget protects the City from taxes not paid currently. The Reserve, the minimum amount of which is determined on the percentage of collections experienced in the immediate preceding year, with certain exceptions, is required to provide assurance that cash collected in the current year will provide sufficient cash flow to meet expected obligations.

**Expenditures** - Expenditures are recorded on the "budgetary" basis of accounting. Generally, expenditures are recorded when paid. However, for charges to amounts appropriated for "other expenses", an amount is encumbered through the issuance of a numerically controlled purchase order or when a contract is executed in accordance with N.J.A.C. 5:30-5.2. When encumbered charges are paid, the amount encumbered is simultaneously liquidated in its original amount. Encumbrances are offset by an account entitled Reserve for Encumbrances. The reserve is classified as a cash liability under New Jersey municipal accounting. At June 30, this reserve represents the portion of appropriation reserves that has been encumbered and is subject to the same statutory provisions as appropriation reserves.

Appropriations for principal payments on outstanding general capital and utility bonds and notes are provided on the cash basis; interest on general capital indebtedness is recorded on the cash basis; whereas interest on utility indebtedness is recorded on the accrual basis.

**Appropriation Reserves** - Appropriation reserves covering unexpended appropriation balances are automatically created at year-end and recorded as liabilities, except for amounts which may be canceled by the governing body. Appropriation reserves are available, until lapsed at the close of the succeeding year, to meet specific claims, commitments or contracts incurred during the preceding fiscal year. Lapsed appropriation reserves are recorded as income.

**Long-Term Debt** - Long-Term Debt, relative to the acquisition of capital assets, is recorded as a liability in the General Capital and Utility Capital Funds. Where an improvement is a "local Improvement", i.e. assessable upon completion, long-term debt associated with that portion of the cost of the improvement to be funded by assessments is transferred to the Trust Fund upon the confirmation of the assessments or when the improvement is fully and permanently funded.

**Compensated Absences and Post-Employment Benefits** - Compensated absences for vacation, sick leave and other compensated absences are recorded and provided for in the annual budget in the year in which they are paid, on a pay-as-you-go basis. Likewise, no accrual is made for post-employment benefits, if any, which are also funded on a pay-as-you-go basis.

Note 2: **CASH AND CASH EQUIVALENTS**

**Custodial Credit Risk Related to Deposits** - Custodial credit risk is the risk that, in the event of a bank failure, the City's deposits might not be recovered. Although the City does not have a formal policy regarding custodial credit risk, N.J.S.A. 17:9-41 et seq. requires that governmental units shall deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act. As of June 30, 2007, the City's bank balances of \$26,255,609.50 were exposed to custodial credit risk as follows:

Uninsured and Uncollateralized	\$1,292,561.61
Uninsured and Collateralized with Securities Held by Pledging Financial Institutions	<u>24,963,047.89</u>
Total	<u><u>\$26,255,609.50</u></u>

Note 3: **PROPERTY TAXES**

The following is a five-year comparison of certain statistical information relative to property taxes and property tax collections for the current and previous four calendar years.

**Comparative Schedule of Tax Rates**

	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>
Tax Rate	<u>\$2.993</u>	<u>\$2.826</u>	<u>\$2.340(1)</u>	<u>\$4.257</u>	<u>\$4.106</u>
Apportionment of Tax Rate:					
Municipal	\$1.180	\$1.143	\$0.858	\$1.574	\$1.436
County	1.139	1.010	0.809	1.392	1.380
County Open Space					
Preservation Trust Fund	.012	.010	.008	.015	.014
Local School	.662	.663	0.665	1.276	1.276

(1) Revaluation

**Assessed Valuation**

2007	\$1,427,591,878
2006	1,374,063,669
2005	1,352,978,038 (1)
2004	684,072,886
2003	669,887,491

(1) Revaluation

**Comparison of Tax Levies and Collections**

<u>Fiscal Year</u>	<u>Tax Levy</u>	<u>Collections</u>	<u>Percentage Of Collections</u>
2007	\$40,710,174.16	\$39,515,976.46	97.06%
2006	35,174,523.43	33,619,340.66	95.57%
2005	29,806,509.78	29,074,815.95	97.54%
2004	28,637,604.36	27,856,941.48	97.27%
2003	26,444,388.25	25,721,178.19	97.26%

Note 3: **PROPERTY TAXES (Cont'd)****Delinquent Taxes and Tax Title Liens**

<u>Fiscal Year</u>	<u>Tax Title Liens</u>	<u>Delinquent Taxes</u>	<u>Total Delinquent</u>	<u>Percentage of Tax Levy</u>
2007	\$100,359.67	\$1,009,197.95	\$1,109,557.62	2.72%
2006	164,686.37	1,012,923.31	1,177,609.68	3.34%
2005	228,904.43	669,759.75	898,664.18	3.01%
2004	356,207.80	739,317.01	1,095,524.81	3.82%
2003	298,624.35	711,970.89	1,010,595.24	3.82%

The following comparison is made of the number of tax title liens receivable on June 30 of the last five fiscal years:

<u>Fiscal Year</u>	<u>Number</u>
2007	12
2006	17
2005	29
2004	57
2003	66

Note 4: **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, for the current and previous four fiscal years was as follows:

<u>Fiscal Year</u>	<u>Amount</u>
2007	\$1,165,230.00
2006	1,398,330.00
2005	1,368,930.00
2004	1,078,530.00
2003	1,078,530.00

Note 5: **WATER UTILITY SERVICE CHARGES**

The following is a five-year comparison of water utility service charges (rents) for the current and previous four years.

<u>Fiscal Year</u>	<u>Balance Beginning of Year</u>		<u>Levy</u>	<u>Total</u>	<u>Cash Collections</u>
	<u>Receivable</u>	<u>Liens</u>			
2007	\$168,626.94	\$1,861.80	\$2,718,506.97	\$2,888,995.71	\$2,648,883.57
2006	181,102.63	19,101.86	2,686,345.00	2,886,549.49	2,689,920.41
2005	160,079.93	23,208.61	2,757,661.09	2,940,949.63	2,676,058.78
2004	169,436.08	20,535.27	2,545,064.48	2,735,035.83	2,552,056.54
2003	177,521.14	19,646.50	2,592,780.41	2,789,948.05	2,575,620.88

Note 6: **SEWER UTILITY SERVICE CHARGES**

The following is a five-year comparison of sewer utility service charges (rents) for the current and previous four fiscal years.

<u>Fiscal Year</u>	<u>Balance Beginning of Year</u>		<u>Levy</u>	<u>Total</u>	<u>Cash Collections</u>
	<u>Receivable</u>	<u>Liens</u>			
2007	\$455,919.59	\$5,187.77	\$5,240,767.04	\$5,701,874.40	\$5,061,238.35
2006	390,251.81	38,729.68	5,074,185.00	5,503,166.49	4,978,865.60
2005	296,180.59	45,575.77	5,002,128.88	5,343,885.24	4,880,189.28
2004	279,834.06	41,530.73	3,832,151.60	4,153,516.39	3,801,298.36
2003	293,511.22	42,351.01	3,718,710.96	4,054,573.19	3,710,245.97

Note 7: **FUND BALANCES APPROPRIATED**

The following schedule details the amount of fund balances available at the end of the current fiscal year and four previous fiscal years and the amounts utilized in the subsequent fiscal year's budgets.

<u>Fiscal Year</u>	<u>Balance June 30</u>	<u>Utilized In Budget of Succeeding Year</u>		<u>Percentage of Fund Balance Used</u>
		<u>Current Fund</u>	<u>Utility Operating Fund</u>	
<b><u>Current Fund</u></b>				
2007	\$4,240,210.87	\$3,575,000.00	N/A	84.31%
2006	2,157,434.50	1,880,876.00	N/A	87.18%
2005	2,136,919.25	1,950,000.00	N/A	91.25%
2004	2,768,456.91	2,500,000.00	N/A	90.30%
2003	3,574,522.80	3,050,000.00	N/A	85.32%
<b><u>Water Utility Operating Fund</u></b>				
2007	\$1,254,866.50	\$150,000.00	\$284,150.00	34.59%
2006	1,222,172.88	220,000.00	187,650.00	33.35%
2005	1,049,944.78	201,586.00	173,900.00	35.76%
2004	768,581.15	201,586.00	87,550.00	37.61%
2003	680,007.55	201,586.00	119,450.00	47.21%
<b><u>Sewer Utility Operating Fund</u></b>				
2007	\$1,234,987.10	\$350,000.00	\$359,650.00	57.46%
2006	1,155,083.38	424,000.00	359,650.00	67.84%
2005	1,109,416.58	385,290.00	299,300.00	61.70%
2004	459,191.51	385,290.00	None	83.90%
2003	797,803.28	385,290.00	373,400.00	95.09%
<b><u>Revenue Allocation District (RAD) Operating Fund</u></b>				
2007	\$114,814.21	None	None	00.00%

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**Note 8: INTERFUND RECEIVABLES AND PAYABLES**

The following interfund balances were recorded on the various statements of assets, liabilities, reserves and fund balance as of June 30, 2007:

<u>Fund</u>	<u>Interfunds Receivable</u>	<u>Interfunds Payable</u>
Current Fund	\$79,017.64	\$145,495.88
Federal and State Grant Fund	2,949.01	52,054.50
Trust Funds	122,994.43	160,309.15
General Capital Fund	52,054.50	436,002.86
Water Utility Operating Fund		13,000.00
Sewer Utility Operating Fund		13,000.00
Sewer Utility Assessment Fund		7,008.34
Sewer Utility Capital Fund	7,008.34	
Revenue Allocation District Utility Operating Fund	121,428.21	
Revenue Allocation District Utility Capital Fund	436,002.86	
Bond and Interest Fund	5,415.74	
	<u>\$826,870.73</u>	<u>\$826,870.73</u>

**Note 9: PENSION PLANS**

The City contributes to two cost-sharing multiple-employer defined benefit pension plans, the Public Employees' Retirement System and the Police and Firemen's Retirement System, which are administered by the New Jersey Division of Pensions and Benefits. These plans provide retirement, death and disability, and medical benefits to qualified members. Vesting and benefit provisions are established by N.J.S.A. 43:15A and 43:3B for the PERS and N.J.S.A. 43:16A and 43:3B for the PFRS. Each plan has a Board of Trustees that is primarily responsible for its administration. The Division issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to:

State of New Jersey  
Division of Pensions and Benefits  
P.O. Box 295  
Trenton, New Jersey 08625-0295

The contribution requirements of plan members are determined by State statute. In accordance with Chapter 62, P.L. 1994, plan members enrolled in the Public Employees' Retirement System are required to contribute 5% of their annual covered salary. In accordance with Chapter 204, P.L. 1989, plan members enrolled in the Police and Firemen's Retirement System are required to contribute 8.5% of their annual covered salary. The City is billed annually for its normal contribution plus any accrued liability.

Note 9: **PENSION PLANS (Cont'd)**

The City's contributions to the various plans, equal to the required contributions, were as follows:

**Public Employees Retirement System**

<u>Year</u>	<u>Normal Contribution</u>	<u>Accrued Liability</u>	<u>Total Liability</u>	<u>Funded by State</u>	<u>Paid by City</u>	
2007	\$272,077	\$141,284	\$413,361	\$165,344	\$248,017	(1)
2006	269,516	74,134	343,650	206,190	137,460	(1)
2005	238,206	3,308	241,514	193,211	48,303	(1)

**Police and Firemen's Retirement System**

<u>Year</u>	<u>Normal Contribution</u>	<u>Accrued Liability</u>	<u>Total Liability</u>	<u>Funded by State</u>	<u>Paid by City</u>	
2007	\$580,296	\$289,555	\$869,851	\$173,970	\$695,881	(1)
2006	574,936	210,867	785,803	314,321	471,482	(1)
2005	525,992	77,303	603,295	361,977	241,318	(1)

The accrued liability for employees in the Public Employees Retirement System as of June 30, 2007 was \$3,390,816 payable in annual installments of \$141,284 with the last installment due on April 1, 2031. The accrued liability for employees in the Police and Firemen's Retirement System as of June 30, 2007 was \$7,238,875 payable in annual installments of \$289,555 with the last installment due on April 1, 2032.

(1) Under the provisions of Chapter 108, P.L. 2003 the City's share of the total normal contribution and accrued liability will increase approximately 20% per year until the City is paying 100% of the total normal contribution and accrued liability.

Note 10: **OTHER POST EMPLOYMENT BENEFITS**

In addition to the pension benefits described in Note 9, the City provides post retirement health care, prescription drug, dental and optical benefits, at its cost, to eligible police officers, firefighters, administrators and civil service employees, in accordance with various union contracts. These contracts require that when eligible employees retire from service with the City, and have served at least fifteen (15) to twenty-five (25) years of service with the City or for a police officer or firemen retires with a disability pension, that said employee, their spouse and for police and firemen eligible dependents will be entitled to these benefits. These benefits are provided from five to twelve years after retirement.

The City funds these benefits on a pay-as-you-go basis and therefore does not record accrued expenses related to these benefits. During fiscal year 2007, there were 42 retired employees who received this benefit resulting in the payment of \$414,534.42 in related health care premiums.

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**Note 11: COMPENSATED ABSENCES**

Full-time employees are entitled to fifteen paid sick leave days each fiscal year. Unused sick leave may be accumulated and carried forward to the subsequent fiscal year. Vacation days not used during the fiscal year may be carried forward for 2 years.

The City of Millville compensates employees for unused sick leave upon termination or retirement. The current policy provides that non-police personnel receive a payment for 50% of accumulated sick days, with a maximum payment of \$13,000 to \$15,000 depending on job title. Police personnel receive 70% of accumulated sick days, with a maximum payment of \$12,000. All personnel receive payment for unused vacation time earned for current year and the amount of unused vacation time that was carried forward from previous 2 years.

The City does not record accrued expenses related to compensated absences. However, it is estimated that, at June 30, 2007, accrued benefits for compensated absences are valued at \$1,890,663.18.

**Note 12: DEFERRED COMPENSATION SALARY ACCOUNT**

The City offers its employees a Deferred Compensation Plan in accordance with Internal Revenue Code Section 457 which has been approved by the Director of the Division of Local Government Services. The Plan, available to all full time employees at their option, permits employees to defer a portion of their salary to future years. The deferred compensation is not available to participants until termination, retirement, death or unforeseeable emergency.

Amounts deferred under Section 457 plans must be held in trust for the exclusive benefit of participating employees and not be accessible by the City or its creditors.

**Note 13: SANITARY LANDFILL ESCROW CLOSURE FUND**

The City of Millville operates a municipal landfill located in the southern part of the City. The Sanitary Landfill Facility Closure and Contingency Fund Act of 1981 was enacted to provide funding, during the life of the landfill, of costs associated with the closure of sanitary landfills. The Act requires the owner or operator of every sanitary landfill to establish an escrow account for closure and deposit, on a monthly basis, an amount equal to \$1.00 per ton of solid waste accepted for disposal. No withdrawals may be made from the fund without written approval from the State Department of Environmental Protection and Energy.

The City has received State approval for its Landfill Closure Plan. As of June 30, 2007 the Reserve for Landfill Closure had a balance of \$126,697.51. However, the escrow closure fund balance at year-end does not represent the estimated cost of closure as of that date. The required balance of the fund merely represents the amount required to be escrowed in accordance with the statute. Actual costs associated with the closure are not known.

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Note 14: **LENGTH OF SERVICE AWARD PROGRAM**

The City's Length of Service Awards Program (LOSAP) was created by a City Ordinance adopted on June 1, 1999 pursuant to Section 457 (e)(11)(13) of the Internal Service Code of 1986, as amended, except for provisions added by reason of the Length of Service Award Program as enacted into federal law in 1997. The voters of the City of Millville approved the adoption of the LOSAP at the general election held on November 2, 1999, and the first year of eligibility for entrance into the LOSAP by qualified volunteers was fiscal year 2000. The LOSAP provides tax deferred income benefits to active volunteer firefighters and emergency medical personnel.

Amounts deferred under Section 457 plans must be held in trust for the exclusive benefit of participating employees and not be accessible by the City or its creditors. Since the City does not have a fiduciary relationship with the LOSAP, the balances and activities of the LOSAP are not reported in the City's financial statements.

As required by N.J.A.C. 5:30-14.49, the City must have an annual review of its LOSAP performed in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants.

Note 15: **CAPITAL DEBT****Summary of Debt**

	<b><u>Fiscal Year 2007</u></b>	<b><u>Fiscal Year 2006</u></b>	<b><u>Fiscal Year 2005</u></b>
<b><u>Issued</u></b>			
General:			
Bonds, Notes and Loans	\$16,954,283.73	\$18,396,367.61	\$15,753,468.43
Water Utility:			
Bonds, Notes and Loans	2,720,505.52	2,961,406.42	2,992,162.36
Sewer Utility:			
Bonds, Notes and Loans	10,134,079.87	11,113,057.55	11,826,005.77
Revenue Allocation Utility District:			
Bonds, Notes and Loans	450,000.00		
Total Issued	<u>30,258,869.12</u>	<u>32,470,831.58</u>	<u>30,571,636.56</u>
<b><u>Authorized but not Issued</u></b>			
General:			
Bonds and Notes	3,247,446.56	5,691,441.13	5,235,177.82
Water Utility			
Bonds and Notes	5,887,520.00	5,887,520.00	2,057,520.00
Sewer Utility:			
Bonds and Notes	2,182,600.00	2,182,600.00	2,432,600.00
Revenue Allocation Utility District:			
Bonds and Notes	7,680,000.00		
Total Authorized but Not Issued	<u>18,997,566.56</u>	<u>13,761,561.13</u>	<u>9,725,297.82</u>
Total Issued and Authorized but Not Issued	<u>49,256,435.68</u>	<u>46,232,392.71</u>	<u>40,296,934.38</u>
Deductions:			
Funds Temporarily Held To Pay Notes			
General	2,568,156.88		
Sewer Utility	20,145.00	20,145.00	20,145.00
Self-liquidating Debt	29,034,560.39	22,124,438.97	19,288,143.13
Total Deductions	<u>31,622,862.27</u>	<u>22,144,583.97</u>	<u>19,308,288.13</u>
Net Debt	<u>\$17,633,573.41</u>	<u>\$24,087,808.74</u>	<u>\$20,988,646.25</u>

Note 15: **CAPITAL DEBT (CONT'D)****Summary of Statutory Debt Condition - Annual Debt Statement**

The summarized statement of debt condition which follows is prepared in accordance with the required method of setting up the Annual Debt Statement and indicated a statutory net debt of 1.34%.

	<u>Gross Debt</u>	<u>Deductions</u>	<u>Net Debt</u>
Local School District	\$2,845,000.00	\$2,845,000.00	
Water Utility	8,608,025.52	8,608,025.52	
Sewer Utility	12,316,679.87	12,316,679.87	
RAD Utility	8,130,000.00	8,130,000.00	
General	20,201,730.29	2,568,156.88	\$17,633,573.41
	<u>\$52,101,435.68</u>	<u>\$34,467,862.27</u>	<u>\$17,633,573.41</u>

Net Debt \$17,633,573.41 divided by the Equalized Valuation Basis per N.J.S.A.40A:2-2 as amended, \$1,309,314,619.33 equals 1.34%

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

3 1/2% of Equalized Valuation Basis (Municipal)	\$45,826,011.67
Net Debt	<u>17,633,573.41</u>
Remaining Borrowing Power	<u>\$28,192,438.26</u>

**Calculation of "Self Liquidating Purpose,"  
Water Utility Per N.J.S.A. 40A:2-45**

Cash Receipts from Fees, Rents, Fund Balance Anticipated, Interest and Other Investment Income, and Other Charges for Year	\$3,254,055.02
Deductions:	
Operating and Maintenance Cost	\$2,499,591.48
Debt Service per Water Fund	<u>251,990.66</u>
Total Deductions	<u>2,751,582.14</u>
Excess in Revenue	<u>\$502,472.88</u>

Note 15: **CAPITAL DEBT (CONT'D)**

**Calculation of "Self Liquidating Purpose,"  
Sewer Utility Per N.J.S.A. 40A:2-45**

Cash Receipts from Fees, Rents, Fund Balance Anticipated, Interest and Other Investment Income, and Other Charges for Year	\$5,991,323.14
Deductions:	
Operating and Maintenance Cost	\$3,909,539.93
Debt Service per Sewer Fund	<u>1,270,007.21</u>
Total Deductions	<u>5,179,547.14</u>
Excess in Revenue	<u><u>\$811,776.00</u></u>

**Calculation of "Self Liquidating Purpose,"  
RAD Utility Per N.J.S.A. 40A:2-45**

Cash Receipts from Fees, Rents, Fund Balance Anticipated, Interest and Other Investment Income, and Other Charges for Year	<u>\$114,814.21</u>
Excess in Revenue	<u><u>\$114,814.21</u></u>

**Long Term Loans - General Capital Fund**

**Green Trust Loan Payable:**

The City of Millville entered into 4 loan agreements with the State of New Jersey under the Green Acres and Recreational Act. Provisions of these agreements require the City to repay the loans in semi-annual installments over twenty years bearing interest at two percent commencing nine months from the date of the final receipt of funds. The remaining principal balance on these 4 loans as of June 30, 2007 was \$568,783.73. The Fiscal Year 2008 budget includes appropriations in the amounts of \$83,318.00 and \$10,961.15 for the repayment of principal and interest, respectively.

**Long-Term Loans -- Water Utility Capital Fund**

**State of New Jersey Water Rehabilitation Loans Payable:**

The City of Millville entered into loan agreements with the New Jersey Department of Environmental Protection and Energy as follows:

<u>Loan No.</u>	<u>Original Amount</u>	<u>Payment Method</u>	<u>Interest Rate</u>	<u>Last Maturity</u>	<u>Balance June 30, 2007</u>
95-02-07	413,944.73	Semi-Annual	3.5%	2007	<u>\$36,189.33</u>

Note 15: **CAPITAL DEBT (CONT'D)****State of New Jersey Environmental Infrastructure Loan Payable:**

The City of Millville entered into loan agreements with the State of New Jersey Environmental Infrastructure Trust. The loans consists of two parts- a Trust Loan repayable at market interest rates and a Fund Loan repayable with no interest.

	<u>Interest Rate</u>	<u>Original Amount</u>	<u>Last Maturity Date</u>	<u>Balance June 30, 2007</u>
2003:				
Trust Loan	3% to 5%	\$760,000.00	2023	\$710,000.00
Fund Loan	None	691,680.00	2023	<u>620,316.19</u>
			Total	<u>\$1,330,316.19</u>

The City's Fiscal Year 2008 Budget includes an appropriation of \$135,445.49 to meet debt service requirements on these loans.

**Long-Term Loans -- Sewer Utility Capital Fund****State of New Jersey Environmental Infrastructure Loans Payable:**

The City of Millville entered into four loan agreements with the State of New Jersey Environmental Infrastructure Trust. Each loan consists of two parts- a Trust Loan repayable at market interest rates and a Fund Loan repayable with no interest.

	<u>Interest Rate</u>	<u>Original Amount</u>	<u>Last Maturity Date</u>	<u>Balance June 30, 2007</u>
1992:				
Trust Loan	5% to 6.25%	\$3,360,000.00	2012	\$899,825.43
Fund Loan	None	3,220,313.00	2012	824,135.13
1996				
Trust Loan	5% to 5.25%	1,230,000.00	2016	790,000.00
Fund Loan	None	1,165,100.00	2016	478,070.02
1999				
Trust Loan	4.75% to 5.70%	1,215,000.00	2019	945,000.00
Fund Loan	None	1,204,936.00	2019	661,354.29
2003				
Trust Loan	3% to 5%	1,480,000.00	2023	1,380,000.00
Fund Loan	None	1,370,000.00	2023	<u>1,208,695.00</u>
			Total	<u>\$7,187,079.87</u>

The Fiscal Year 2008 Budget includes an appropriation of \$948,965.90 to meet debt service requirements on these loans.

Note 15: CAPITAL DEBT (CONT'D)

Schedule of Fiscal Year Debt Service for Principal and Interest:

**Bonded Debt issued and Outstanding**

Fiscal Year Ending June 30	General		Water Utility		Sewer Utility		Grand Total
	Principal	Interest	Principal	Interest	Principal	Interest	
2008	\$875,000.00	\$404,321.88	\$120,000.00	\$42,830.00	\$265,000.00	\$106,836.25	\$1,813,988.13
2009	475,000.00	364,540.63	140,000.00	37,542.50	220,000.00	95,598.75	1,332,681.88
2010	500,000.00	345,009.38	150,000.00	31,642.50	240,000.00	86,205.00	1,352,856.88
2011	525,000.00	324,228.13	150,000.00	25,507.50	240,000.00	76,365.00	1,341,100.63
2012	550,000.00	302,184.38	150,000.00	19,337.50	240,000.00	66,485.00	1,328,006.88
2013	575,000.00	279,115.63	80,000.00	14,602.50	300,000.00	55,357.50	1,304,075.63
2014	610,000.00	254,816.88	80,000.00	11,302.50	300,000.00	42,982.50	1,299,101.88
2015	625,000.00	229,493.13	80,000.00	8,002.50	300,000.00	30,607.50	1,273,103.13
2016	1,200,000.00	191,927.50	80,000.00	4,702.50	300,000.00	18,232.50	1,794,862.50
2017	1,174,000.00	142,963.75	74,000.00	1,526.25	292,000.00	6,022.50	1,690,512.50
2018	650,000.00	104,937.50					754,937.50
2019	650,000.00	77,312.50					727,312.50
2020	700,000.00	48,625.00					748,625.00
2021	750,000.00	16,875.00					766,875.00
	\$9,859,000.00	\$3,086,351.29	\$1,104,000.00	\$196,996.25	\$2,697,000.00	\$584,692.50	\$17,528,040.04

**Schedule of Long-Term Loans:**

Fiscal Year Ending June 30	General		Water Utility		Sewer Utility		Grand Total
	Principal	Interest	Principal	Interest	Principal	Interest	
2008	\$83,318.00	\$10,961.15	\$103,765.50	\$32,623.31	\$681,443.94	\$272,323.23	\$1,184,435.13
2009	84,982.72	9,286.48	66,666.92	30,490.00	708,277.44	256,686.16	1,156,399.72
2010	24,580.88	7,887.16	65,757.68	28,990.00	717,849.94	240,768.65	1,085,834.31
2011	25,074.95	7,393.09	73,015.64	27,715.00	735,984.65	222,319.69	1,091,503.02
2012	25,578.97	6,889.09	72,167.01	26,315.00	759,064.46	202,663.28	1,092,677.81
2013	26,093.10	6,374.95	71,106.22	24,565.00	404,200.48	104,385.00	636,724.75
2014	26,617.57	5,850.48	70,045.44	22,815.00	413,268.80	92,841.25	631,438.54
2015	27,152.58	5,315.46	76,939.70	20,940.00	429,973.37	80,635.00	640,956.11
2016	27,698.36	4,769.70	75,848.60	19,140.00	397,524.06	68,041.25	593,021.97
2017	28,255.09	4,212.96	74,878.74	17,540.00	395,509.71	55,185.00	575,581.50
2018	28,823.02	3,645.03	81,851.80	15,795.00	304,900.10	44,362.50	479,377.45
2019	29,402.36	3,065.70	80,699.34	13,893.75	256,090.63	35,482.50	418,634.28
2020	29,983.35	2,474.70	87,392.81	11,687.50	266,523.28	25,637.50	423,709.14
2021	30,596.21	1,871.83	85,877.39	9,187.50	171,599.18	17,912.50	317,044.61
2022	31,211.20	1,256.86	92,400.38	6,700.00	176,682.67	13,050.00	321,301.11
2023	15,523.35	710.67	90,858.45	4,156.25	181,697.85	8,075.00	301,021.57
2024	15,835.37	398.66	97,233.90	1,425.00	186,489.31	2,731.25	304,113.49
2025	8,036.65	80.37					8,117.02
	\$568,783.73	\$82,444.34	\$1,366,505.52	\$313,978.31	\$7,187,079.87	\$1,743,099.76	\$11,261,891.53

Note 16: **SCHOOL TAXES**

Millville School District Tax has been raised and the liability deferred by statutes, resulting in the school tax payable set forth in the Current Fund liabilities as follows:

	<b>Balance June 30, 2007</b>	
	<u>2007</u>	<u>2006</u>
Balance of Tax	\$4,549,105.33	\$4,495,753.33
Deferred	1,791,000.00	1,791,000.00
	<u>\$2,758,105.33</u>	<u>\$2,704,753.33</u>

Note 17: **RISK MANAGEMENT**

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The City protects itself from these losses with a combination of commercial insurance, participation in the Atlantic County Municipal Joint Insurance Fund and self-insurance.

Commercial insurance is maintained for employee medical claims, flood damage, accidental medical, boiler & machinery and surety bonds required for officials as required by law. Settled claims have not exceeded this commercial coverage in any of the past three years.

The City is a member of the Atlantic County Joint Municipal Insurance Fund, a public entity risk pool currently serving 39 municipalities, all within the State of New Jersey. In conjunction with the Atlantic County Joint Municipal Insurance Fund, excess coverages are maintained through the Municipal Excess Liability Joint Insurance Fund, also a public entity risk pool, serving multiple joint insurance funds. Coverages are provided by the Funds for theft, public officials liability, general liability, law enforcement professional liability, employee benefits liability, automobile insurance and worker's compensation claims. Contributions to each Fund, including reserves for contingencies, are payable in quarterly installments and are based on assumptions determined by each Funds' actuaries. The Commissioner of Insurance of the State of New Jersey may order additional assessments imposed on each member to supplement each Funds' claim, loss retention or administrative accounts to assure the payment of each Funds' obligations. The Funds publish their own financial reports for the year ended December 31, 2006, which may be obtained from:

Atlantic County Municipal Joint Insurance Fund  
P.O. Box 12  
Hammonton, New Jersey

Municipal Excess Liability Joint Insurance Fund  
Park 80 West Plaza  
Saddlebrook, New Jersey 07663

Note 17: **RISK MANAGEMENT (CONT'D)**

In addition to the commercial insurance and the insurance provided by the public entity risk pools, the City maintained through a self-insurance fund for employee medical insurance, to February 28, 2006 and general liability claims. As of June 30, 2007 the balance in the Reserve for Self-Insurance Fund in the Trust Other Fund was \$2,078,130.31. Employee medical insurance is provided either by commercial insurance or by the self-insurance plan, administered by Insurance Design Administrators, a third-party administrator. Premiums for commercial coverage in excess of the costs for the coverages provided under the self-insurance plan are paid by the employee. Claims not exceeding \$45,000 per employee per year are paid from the self-insurance fund, while those exceeding \$45,000 per employee per year are paid by SAFECO Life Insurance Company. The maximum lifetime reimbursement per employee is \$2,000,000. After February 28, 2006 medical insurance was provided by a commercial carrier. In addition the Reserve for Self-Insurance Fund is used to satisfy deductibles for commercial insurance and public entity risk pool claims. Claims have not exceeded commercial coverage the last 3 years.

Note 18: **NEW JERSEY UNEMPLOYMENT COMPENSATION INSURANCE**

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

<u>Year</u>	<u>City Contributions</u>	<u>Amount Reimbursed</u>	<u>Ending Balance</u>
2007	None	\$11,490.03	\$387,911.85
2006	None	57,328.34	360,387.43
2005	None	22,937.39	381,401.37

It is estimated that unreimbursed payments on behalf of the City at June 30, 2007 are \$7,120.61.

Note 19: **LITIGATION**

The City is a defendant in several legal proceedings that are in various stages of litigation. It is believed that the outcome, or exposure to the City, from such litigation is either unknown or potential losses, if any, would not be material to the financial statements.

## **SUPPLEMENTAL EXHIBITS**

**SUPPLEMENTAL EXHIBITS**

**CURRENT FUND**

CITY OF MILLVILLE  
CURRENT FUND  
Statement of Current Cash  
Treasurer

For the Fiscal Year Ended June 30, 2007

	<u>R e g u l a r</u>	<u>Federal and State Grant Fund</u>
Balance June 30, 2006		\$27.01
Increased by Receipts:		
Trust Other Fund	\$19,736.21	
Revenue Allocation District Utility Operating Fund	121,428.21	
Federal & State Grant Fund	491,156.59	
Due to Delaware River Bay Authority	556,000.00	
Interest and Costs on Taxes	208,387.53	
Interest on Investments and Deposits	616,739.42	
Legislative Initiative Municipal Block Grant Program	113,733.00	
Extraordinary Aid	900,000.00	
Consolidated Municipal Property Tax Relief Aid (N.J.S.A. 52:27D-118.35)	1,973,611.00	
Energy Receipts Tax	2,965,332.00	
Supplemental Energy Receipts Tax	145,674.00	
Municipal Homeland Security Assistance Aid	90,000.00	
Reserve for Revolving Loan Fund -- UDAG	67,855.33	
Utility Surplus of Prior Years:		
Water Utility	220,000.00	
Sewer Utility	424,000.00	
Miscellaneous Revenue not Anticipated	239,958.41	
Due from State of New Jersey-- Veterans' and Senior Citizens' Deductions	402,713.61	
Taxes Receivable	39,908,360.28	
Tax Title Liens	36,733.31	
Penalty Surcharge Receivable	14,660.48	
Property Maintenance Assessments Receivable	9,361.29	
Revenue Accounts Receivable	2,819,049.24	
Appropriation Reserves	30,539.32	
Tax Overpayments	23,427.84	
Prepaid Taxes	107,427.73	
Due State of New Jersey--Uniform Construction Code--State Training Fees	46,627.00	
Reserve for Garden State Preservation Trust Fund	53,648.48	
Reserve for Sale of Municipal Assets	157,018.98	
	\$7,319,902.19	

**CITY OF MILLVILLE**  
**CURRENT FUND**  
**Statement of Current Cash**  
**Treasurer**

For the Fiscal Year Ended June 30, 2007

	R e g u l a r	Federal and State Grant Fund
Receipts (Cont'd)		
Federal and State Grants Receivable		\$2,241,152.02
Millville Housing Authority - Hazardous Discharge		757,388.00
General Capital Fund		52,054.50
Federal and State Grants Appropriated:		
Interest Earned and Refunds		9,401.52
Matching Funds For Grants		6,987.00
	<u>\$52,763,179.26</u>	<u>\$3,066,983.04</u>
Decreased by Disbursements:		
Current Fund		3,067,010.05
Trust Other Fund		
Community Development Fund	\$71,582.46	491,156.59
Animal Control Fund	661.00	108.71
Sewer Utility Assessment Fund	160.67	
Change Fund	200.00	7,070.00
Protested Checks	7,381.28	
FY 2007 Appropriations	17,475,310.48	
FY 2006 Appropriation Reserves	839,777.36	
Accounts Payable	12,602.16	
Payroll Taxes Payable	6,105,635.41	
Local School Taxes Payable	9,098,209.00	
County Taxes	15,478,164.56	
County Added and Omitted Taxes	263,448.90	
Due State of New Jersey--Uniform Construction Code--State Training Fees	62,109.00	
Matching Funds For Grants	6,987.00	
Federal and State Grants--Appropriated		<u>2,076,342.28</u>
	<u>49,422,229.28</u>	<u>2,574,677.58</u>
Balance June 30, 2007	<u>\$10,660,852.17</u>	<u>\$492,332.47</u>

**CITY OF MILLVILLE**  
**CURRENT FUND**  
 Schedule of Change Funds  
 For the Fiscal Year Ended June 30, 2007

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Balance June 30, 2006	\$ 1,900.00
Increased by:	
Disbursements	200.00
Balance June 30, 2007	\$ 2,100.00

<u>Office</u>	<u>Amount</u>
Tax Collector	\$1,000.00
Water and Sewer Department	300.00
Municipal Court	200.00
Clerk	600.00
	\$2,100.00

**CITY OF MILLVILLE**  
**CURRENT FUND**  
Statement of Due From State of New Jersey  
Veterans' and Senior Citizens' Deductions  
For the Fiscal Year Ended June 30, 2007

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Balance June 30, 2006		\$213,942.14
Accrued Fiscal Year 2007:		
Deductions per Tax Duplicate	\$395,625.00	
Add: Senior Citizens' and Veterans' Deductions		
Allowed by Collector - FY 2006 Taxes	250.00	
Allowed by Collector - FY 2007 Taxes	<u>22,000.00</u>	
		417,875.00
Less: Disallowed by Collector - FY 2007 Taxes		<u>18,379.59</u>
		<u>399,495.41</u>
		613,437.55
Decreased By:		
Receipts		<u>402,713.61</u>
Balance June 30, 2007		<u><u>\$210,723.94</u></u>

**CURRENT FUND**  
Statement of Protested Checks  
For the Fiscal Year Ended June 30, 2007

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Balance June 30, 2006		\$8,597.41
Increased by:		
Checks Protested	<u>7,381.28</u>	
		15,978.69
Decreased by:		
Canceled	<u>1,390.29</u>	
Balance June 30, 2007		<u><u>\$14,588.40</u></u>

**CITY OF MILLVILLE**  
**CURRENT FUND**  
 Statement of Taxes Receivable and Analysis of Property Tax Levy  
 For the Fiscal Year Ended June 30, 2007

Year	Balance June 30, 2006	Fiscal Year 2007 Levy	Collections FY 2006	FY 2007	Due from State of New Jersey	Over- Payments Applied	Transfer to Foreclosed Property	Canceled	Transferred to Tax Title Liens	Balance June 30, 2007
FY 1997	\$128.62									\$128.62
FY 1998	1,465.89									1,465.89
FY 2000	1,002.94									1,002.94
FY 2001	1,459.15									1,459.15
FY 2002	3,367.23									3,367.23
FY 2003	6,674.51									6,674.51
FY 2004	18,760.88			\$4,238.30						14,522.58
FY 2005	20,440.61			3,773.05						17,272.82
FY 2006	959,623.48			878,695.39	\$250.00	\$575.65	\$1,883.14	\$75,901.76	(\$605.26)	2,953.50
	1,012,923.31			886,706.74	250.00	575.65	1,883.14	75,901.76	(1,241.22)	48,847.24
FY 2007		\$40,710,174.16	\$95,077.51	39,021,653.54	399,245.41			221,937.41	11,909.58	960,350.71
	\$1,012,923.31	\$40,710,174.16	\$95,077.51	\$39,908,360.28	\$399,495.41	\$575.65	\$1,883.14	\$297,839.17	\$10,668.36	\$1,009,197.95

Analysis of Fiscal Year 2007 Property Tax Levy

Tax Yield	
General Purpose Tax	\$39,971,312.01
Added Taxes (54:4-63 et seq.)	<u>738,862.15</u>
	<u>\$40,710,174.16</u>
Tax Levy	
Local District School Tax:	
School Budget	\$9,151,561.00
County Taxes:	
County Tax	\$14,695,702.12
County Health Tax	631,986.25
County Open Space	<u>150,476.19</u>
	15,478,164.56
	<u>263,448.90</u>
Due County for Added and Omitted Taxes	15,741,613.46
Total County Taxes	15,162,215.43
Local Tax for Municipal Purposes	<u>654,784.27</u>
Addition to Local Tax for Municipal Purposes	15,816,999.70
Local Tax for Municipal Purposes Levied	<u>\$40,710,174.16</u>

**CITY OF MILLVILLE**  
**CURRENT FUND**  
Statement of Tax Title Liens  
For the Fiscal Year Ended June 30, 2007

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Balance June 30, 2006		\$164,686.37
Increased by:		
Transfers from Taxes Receivable	\$10,668.36	
Interest and Costs Accrued at Tax Sale	<u>66.98</u>	
		<u>10,735.34</u>
		175,421.71
Decreased by:		
Transfer to Foreclosed Property	35,036.49	
Canceled	3,292.24	
Collections	<u>36,733.31</u>	
		<u>75,062.04</u>
Balance June 30, 2007		<u><u>\$100,359.67</u></u>

**CITY OF MILLVILLE**  
**CURRENT FUND**  
Statement of Penalty Surcharge Receivable  
For the Fiscal Year Ended June 30, 2007

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Balance June 30, 2006		\$24,049.47
Increased by:		
Delinquency Penalty Accrued		18,980.01
		43,029.48
Decreased by:		
Collections		14,660.48
Balance June 30, 2007		\$28,369.00

## Exhibit SA-8

**CURRENT FUND**  
Statement of Property Maintenance Assessments Receivable  
For the Fiscal Year Ended June 30, 2007

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Balance June 30, 2006		\$57,251.04
Increased by:		
Assessments Levied		8,106.00
		65,357.04
Decreased by:		
Canceled	\$50,548.03	
Transferred to Foreclosed Property	515.00	
Collections	9,361.29	
		60,424.32
Balance June 30, 2007		\$4,932.72

**CITY OF MILLVILLE**  
**CURRENT FUND**  
Statement of Property Acquired for Taxes--Assessed Valuation  
For the Fiscal Year Ended June 30, 2007

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Balance June 30, 2006		\$1,398,330.00
Increased by:		
Transfers from Taxes Receivable	\$1,883.14	
Transfers from Tax Title Liens	35,036.49	
Transfers from Water Utility Liens	900.27	
Transfers from Sewer Utility Liens	2,111.25	
Transfers from Property Maintenance Assessments	515.00	
Legal Fees	2,500.00	
		42,946.15
Decreased by:		
Adjustment to Assessed Value	195,246.15	
Cash from Sales	34,100.00	
Loss on Sales	46,700.00	
		276,046.15
Balance June 30, 2007		\$1,165,230.00

**CITY OF MILLVILLE  
CURRENT FUND**

Statement of Revenue Accounts Receivable  
For the Fiscal Year Ended June 30, 2007

	<u>Balance June 30, 2006</u>	<u>Accrued in 2007</u>	<u>Collections</u>	<u>Canceled</u>	<u>Balance June 30, 2007</u>
City Clerk:					
Licenses:					
Alcoholic Beverages		\$13,335.00	\$13,335.00		
Other		23,558.75	23,558.75		
Fees and Permits		139,490.06	139,490.06		
Construction Code Official		758,287.00	758,287.00		
Uniform Fire Safety Act Fees and Permits		37,178.93	37,178.93		
Tax Search Fees and Municipal Improvement					
Search Fees		1,794.00	1,794.00		
Street Opening Permits		12,610.00	12,610.00		
Planning and Zoning Board Fees		51,130.70	51,130.70		
Municipal Court--Fines and Costs	\$58,169.25	694,922.10	698,088.32		\$55,003.03
Housing Inspector Fees and Permits		183,185.00	183,185.00		
Trailer Tax	144,460.00	103,730.00	127,250.00	\$44,500.00	76,440.00
Police Fees and Permits		14,060.00	14,060.00		
Delaware River Bay Authority		35,000.00	35,000.00		
Cable TV--Franchise Fee		88,715.57	88,715.57		
Gasoline -- Millville Board of Education		23,525.13	23,525.13		
Payments in Lieu of Taxes--Millville Housing Authority					
Public Safety Agreement		27,690.30	27,690.30		
Payments in Lieu of Taxes--Abatelements		346,963.98	346,963.98		
Payments in Lieu of Taxes - Group Homes		44,934.50	44,934.50		
Millville Housing Authority		25,000.00	25,000.00		
Rental of Municipal Owned Property		24,252.00	24,252.00		
Rent--Millville Library	71,500.00	143,000.00	143,000.00		71,500.00
	<u>\$274,129.25</u>	<u>\$2,792,363.02</u>	<u>\$2,819,049.24</u>	<u>\$44,500.00</u>	<u>\$202,943.03</u>

CITY OF MILLVILLE  
CURRENT FUND  
Statement of FY 2006 Appropriation Reserves  
For the Fiscal Year Ended June 30, 2007

	<u>Balance June 30, 2006 Reserved</u>	<u>Encumbered</u>	<u>Balance After Transfers</u>	<u>Disbursed</u>	<u>Accounts Payable</u>	<u>Refunds</u>	<u>Balanced Lapsed</u>
<b>OPERATIONS--WITHIN "CAPS"</b>							
<b>General Government Functions</b>							
General Administration							
Salaries and Wages	\$32,123.95	\$3,152.74	\$23,623.95				\$23,623.95
Other Expenses	12,642.30		15,795.04	\$571.65	\$2,987.64		12,235.75
Human Resources							
Salaries and Wages	1,979.13		1,979.13				1,979.13
Other Expenses	1,387.75	442.65	1,830.40	486.82	74.40		1,269.18
Board of Commissioners							
Salaries and Wages	1,284.28		1,284.28				1,284.28
Other Expenses	4,209.21		4,209.21	169.40			4,039.81
Municipal Clerk's Office							
Salaries and Wages	7,266.99		7,266.99				7,266.99
Other Expenses	37,067.91	7,250.72	44,318.63	27,808.23	1,886.05		14,624.35
Financial Administration							
Salaries and Wages	16,056.96		16,056.96				16,056.96
Other Expenses:							
Annual Audit	69,000.00		69,000.00				8,288.70
Miscellaneous Other Expense	15,521.03	13,122.13	28,643.16	60,711.30	36.78		14,316.98
Information Technology							
Salaries and Wages	6,275.38		275.38				275.38
Other Expenses	22,093.98	88,992.21	119,086.19	100,743.43	11,250.00		7,092.76
Collection of Taxes							
Salaries and Wages	12,660.50		5,160.50				5,160.50
Other Expenses	14,560.84	537.04	15,097.88	739.99			14,357.89
Assessment of Taxes							
Salaries and Wages	8,082.82		8,082.82				8,082.82
Other Expenses	239.73	40,241.47	40,481.20	14,790.55	6,375.00		19,315.65
Legal Services and Costs							
Salaries and Wages	306.23		306.23				306.23
Other Expenses	7,459.83	1,395.00	20,354.83	20,043.40	\$1,395.00	\$1,986.25	902.68
Municipal Court							
Salaries and Wages	10,388.16		6,388.16				6,388.16
Other Expenses	3,422.29	5,448.67	12,870.96	10,822.29	\$212.89		1,835.78

(Continued)

CITY OF MILLVILLE  
CURRENT FUND  
Statement of FY 2006 Appropriation Reserves  
For the Fiscal Year Ended June 30, 2007

	<u>Balance June 30, 2006 Reserved</u>	<u>Encumbered</u>	<u>Balance After Transfers</u>	<u>Disbursed</u>	<u>Accounts Payable</u>	<u>Refunds</u>	<u>Balanced Lapsed</u>
<b>OPERATIONS--WITHIN "CAPS" (CONTD)</b>							
<b>General Government Functions (Cont'd)</b>							
Public Defender	\$844.50		\$844.50				\$844.50
Salaries and Wages	5,055.19		2,055.19				2,055.19
Engineering Services and Costs	3,260.20	\$5,896.16	9,156.36	\$6,248.46	\$18.38		2,889.52
Salaries and Wages	5,004.69		5,004.69				5,004.69
Economic and Industrial Development	4,759.65	1,351.07	13,610.72	13,748.55	67.38	\$335.52	130.31
Salaries and Wages	6,893.21		6,893.21				6,893.21
Other Expenses	24,417.78	1,585.92	26,003.70	2,412.34			23,591.36
Planning Board	10,269.06		10,269.06				10,269.06
Salaries and Wages	10,683.22	1,646.06	12,329.28	2,656.39	18.38		9,654.51
Other Expenses	10,489.00		10,489.00				10,489.00
Zoning Board Adjustment	1,395.13	35,070.76	36,465.89	28,224.09	7,779.60		462.20
Salaries and Wages	695.46		695.46				695.46
Other Expenses	3,328.52	4,531.44	7,859.96	4,892.08	685.06		2,282.82
Bureau of Permits and Inspections	359.00		359.00			500.00	859.00
Salaries and Wages	194,075.91		194,075.91				213,980.94
Other Expenses	19,617.99	61,581.42	81,199.41	699.97	20,605.00	1,070.30	9,499.45
Office of Emergency Management	2,626.67		2,626.67				2,626.67
Salaries and Wages	2,125.00		2,125.00	65,256.72	7,513.54		2,125.00
Other Expenses	52,774.90		52,774.90				52,774.90
Fire	12,738.99		34,830.53	22,262.56	666.67		11,901.30
Salaries and Wages		22,091.54					
Other Expenses							

(Continued)

CITY OF MILLVILLE  
CURRENT FUND  
Statement of FY 2006 Appropriation Reserves  
For the Fiscal Year Ended June 30, 2007

	<u>Balance</u> <u>June 30, 2006</u>	<u>Balance</u> <u>After</u> <u>Transfers</u>	<u>Disbursed</u>	<u>Accounts</u> <u>Payable</u>	<u>Refunds</u>	<u>Balance</u> <u>Lapsed</u>
	<u>Reserved</u>	<u>Encumbered</u>				
<u>OPERATIONS--WITHIN "CAPS" (CONTD)</u>						
<u>Public Safety Functions (Cont'd)</u>						
Municipal Prosecutor's Office						
Salaries and Wages	\$9,992.37	\$9,992.37				\$9,992.37
Other Expenses	475.71	4,225.71		\$3,750.00		475.71
Streets and Road Repairs and Maintenance						
Salaries and Wages	27,706.09	27,706.09	\$2,000.00			25,706.09
Other Expenses	2,902.73	80,697.07	71,894.37	1,316.19		7,486.51
Shade Tree Commission						
Salaries and Wages	142.47	142.47				142.47
Other Expenses	94.55	1,956.72	469.74	274.17		1,212.81
Solid Waste and Recycling Collection						
Salaries and Wages	15,137.91	15,137.91	169.69			14,968.22
Other Expenses	40,976.43	81,647.87	43,753.14	1,420.00		36,474.73
Public Buildings and Grounds						
Salaries and Wages	987.90	987.90	200.00			787.90
Other Expenses	1,008.60	33,578.93	30,003.18	959.16		2,616.59
Fleet Management						
Salaries and Wages	5,853.50	5,853.50	400.00			5,453.50
Other Expenses	12,567.69	10,715.13	1,345.33			9,369.80
<u>Health and Human Services</u>						
Dog Regulation						
Salaries and Wages	15,626.93	13,126.93				13,126.93
Other Expenses	1,893.00	4,831.50	4,258.57			572.93
<u>Recreation and Public Events</u>						
Recreation						
Salaries and Wages	661.26	661.26				661.26
Other Expenses	1,812.56	21,688.75	20,049.76			1,638.99
Misc. Other Expenses - Babe Ruth World Series	9,069.86	34,620.25	27,330.06		\$40.17	7,330.36
State and Federal Project Maintenance						
Salaries and Wages	1,412.63	62.63				62.63
Other Expenses	455.08	2,153.63	1,438.56	676.69		38.38
Parks and Playgrounds						
Salaries and Wages	83.41	83.41				83.41
Other Expenses	1,870.53	9,445.79	8,166.33	1,001.72		277.74

(Continued)

CITY OF MILLVILLE  
CURRENT FUND  
Statement of FY 2006 Appropriation Reserves  
For the Fiscal Year Ended June 30, 2007

	Balance June 30, 2006	Balance After Transfers	Disbursed	Accounts Payable	Refunds	Balanced Lapsed
	<u>Reserved</u>	<u>Encumbered</u>				
<b>OPERATIONS--WITHIN "CAPS" (CONTD)</b>						
<b>Recreation and Public Events (Cont'd)</b>						
Beach Operations						
Salaries and Wages	\$4,628.08	\$628.08				\$628.08
Other Expenses	765.55	3,687.13	\$3,025.39	\$312.00		349.74
Celebration of Public Event, Anniversary, or Holiday						
Other Expenses	9,406.32	6,906.32				6,906.32
<b>Code Enforcement and Administration</b>						
<b>State Uniform Construction Code (NUSA52:27D et seq.)</b>						
Construction Official						
Salaries and Wages	278.22	278.22				278.22
Other Expenses	43,423.44	45,748.95	2,454.63	332.00		42,962.32
Subcode Officials:						
Plumbing Inspector						
Salaries and Wages	4,833.90	4,833.90				4,833.90
Other Expenses	1,810.32	1,810.32	65.00			1,745.32
Electrical Inspector						
Salaries and Wages	5,727.92	5,727.92				5,727.92
Other Expenses	2,061.15	2,400.00	338.85			2,061.15
Fire Protection Official						
Salaries and Wages	1,791.63	1,791.63				1,791.63
Other Expenses	650.00	650.00				650.00
Elevator Inspection						
Other Expenses	497.00	2,359.00	1,862.00			497.00
<b>Unclassified</b>						
<b>Utilities:</b>						
Street Lighting						
Gasoline	48,400.61	60,838.90	45,085.79	9,304.24		6,448.87
Electricity	35,498.47	35,498.47	27,771.89		\$3,807.14	11,533.72
Telephone	35,469.10	37,969.10	26,747.58			11,221.52
Natural Gas	11,031.23	11,031.23	8,199.21			2,832.02
Heating Oil	2,035.95	2,035.95	471.49			1,564.46
Landfill/Solid Waste Disposal Costs	1,061.45	1,061.45				1,061.45
Contingent	44,281.57	57,539.57	51,858.58	1,682.60		3,998.39
	2,000.00	2,000.00				2,000.00

(Continued)

CITY OF MILLVILLE  
CURRENT FUND  
Statement of FY 2006 Appropriation Reserves  
For the Fiscal Year Ended June 30, 2007

	Balance June 30, 2006	Balance After Transfers	Accounts Payable	Refunds	Balanced Lapsed
	<u>Reserved</u>	<u>Encumbered</u>	<u>Disbursed</u>	<u>Payable</u>	<u>Refunds</u>
<b>OPERATIONS--WITHIN "CAPS" (CONTD)</b>					
Statutory Expenditures:					
Contribution to:					
Social Security (O.A.S.I.)	\$26,804.74	\$20,804.74	\$20,857.26	\$1,044.94	\$992.42
Consolidated Police and Firemen's Retirement System	19.88	19.88			19.88
Disability Insurance	14,955.38	14,955.38	4,942.56		10,012.82
Total General Appropriations for Municipal Purposes Within--"CAPS"	1,103,606.46	\$528,065.84	802,736.58	\$61,995.54	796,329.50
<b>OPERATIONS EXCLUDED FROM "CAPS"</b>					
<u>Interlocal Service Agreement</u>					
Millville Board of Education - Gasoline	4,754.65	4,754.65	2,529.68		2,224.97
Millville Board of Education - Information Technology Insurance N.J.S.A. 40A:4-45.3(oo)	8,934.45	11,750.00	2,815.55		8,934.45
Liability Insurance	16,119.88	16,119.88			16,119.88
Workers Compensation Insurance	72,679.38	72,679.38			72,679.38
Group Insurance for Employees	20,471.93	20,471.93	2,965.58		17,506.35
Interest on Tax Appeals	8,000.00	8,000.00	174.45		7,825.55
Solid Waste Recycling -- Apartments		3,555.52	3,555.52		
Length of Service Award Program	41,400.00	41,400.00		1,150.00	42,550.00
Contributions to:					
Public Employee's Retirement System	8,040.00	8,040.00			8,040.00
Police & Firemen's Retirement System of NJ	14,456.67	14,456.67			14,456.67
Matching Funds for Grants	28,013.00	28,013.00			28,013.00
Total Operations--Excluded from "CAPS"	222,869.96	6,371.07	12,040.78	1,150.00	218,350.25
<b>CAPITAL IMPROVEMENTS--EXCLUDED FROM "CAPS"</b>					
Purchase of Public Safety Equipment	71,591.90	20,705.00		20,705.00	71,591.90
Purchase of Office Equipment	38,500.00		25,000.00		13,500.00
Total Capital Improvements--Excluded from "CAPS"	110,091.90	20,705.00	25,000.00	20,705.00	85,091.90
Total General Appropriations for Municipal Purposes Excluded from "CAPS"	332,961.86	27,076.07	37,040.78	20,705.00	303,442.15
	\$1,436,568.32	\$555,141.91	\$839,777.36	\$82,700.54	\$1,099,771.65

**CITY OF MILLVILLE**  
**CURRENT FUND**  
Statement of Accounts Payable  
For the Fiscal Year Ended June 30, 2007

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Balance June 30, 2006		\$28,775.38
Increased by:		
Transfer from FY 2006 Appropriation Reserves		<u>82,700.54</u>
		111,475.92
Decreased by:		
Disbursements	\$12,602.16	
Canceled to Fund Balance	<u>5,934.03</u>	
		<u>18,536.19</u>
Balance June 30, 2007		<u><u>\$92,939.73</u></u>

## Exhibit SA-13

**FEDERAL AND STATE GRANT FUND**  
Statement of Due to Current Fund  
For the Fiscal Year Ended June 30, 2007

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Balance June 30, 2006		\$491,156.59
Decreased by:		
Disbursed		<u>491,156.59</u>

**CITY OF MILLVILLE**  
**CURRENT FUND**  
Statement of Payroll Taxes Payable  
For the Fiscal Year Ended June 30, 2007

Balance June 30, 2006	\$110,146.94
Increased by:	
Payroll Deductions Payable and Employer's Share of Payroll Taxes	6,079,834.42
	6,189,981.36
Decreased by:	
Payments	6,105,635.41
Balance June 30, 2007	\$84,345.95

Analysis of Balance June 30, 2007

State Unemployment Tax/Disability	\$21,955.78
FICA and Medicare	(\$69,647.07)
Public Employees' Retirement System	51,285.16
Police and Firemen's Retirement System	54,798.93
Public Employees' Retirement System Contributory Insurance	3,359.00
Blue Cross/Blue Shield	(170.68)
Aetna Healthways	786.82
Self Funded Employee Contributions	0.50
Colonial Life and Accident Insurance	298.23
Central United Insurance	7,758.73
I.N.A. Life Insurance Company	99.68
United Way	165.00
Civil Service Association Dues	4,816.00
IDS American Express. Mutual Funds	15.38
Millville Hospital Building Fund	7.10
P.B.A. Dues	3,255.00
Firemen's Union Dues	400.00
Center for Health & Fitness--S.J. Hospital System	420.86
Holly City Family Center	1,199.75
AFLAC Insurance	2,556.78
Wage Attachments	985.00
	\$84,345.95

**CITY OF MILLVILLE**  
**CURRENT FUND**  
Statement of Tax Overpayments  
For the Fiscal Year Ended June 30, 2007

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Balance June 30, 2006	\$575.65
Increased by:	
Collections	<u>23,427.84</u>
	24,003.49
Decreased by:	
Applied to Taxes Receivable	<u>575.65</u>
Balance June 30, 2007	<u><u>\$23,427.84</u></u>

## Exhibit SA-16

**CURRENT FUND**  
Statement of Prepaid Taxes  
For the Fiscal Year Ended June 30, 2007

---

Balance June 30, 2006	\$95,077.51
Increased by:	
Collections	<u>107,427.73</u>
	202,505.24
Decreased by:	
Applied to Taxes Receivable	<u>95,077.51</u>
Balance June 30, 2007	<u><u>\$107,427.73</u></u>

**CITY OF MILLVILLE**  
**CURRENT FUND**  
Statement of Local District School Tax  
For the Fiscal Year Ended June 30, 2007

<hr/>		
Balance June 30, 2006		
School Tax Deferred	\$1,791,000.00	
School Tax Payable	<u>2,704,753.33</u>	
		\$4,495,753.33
Increased by:		
Balance of Levy - School Year July 1, 2006 to June 30, 2007	4,602,456.40	
Preliminary Billing:		
One Half of Estimated Levy - School Year July 1, 2007 to June 30, 2008	<u>4,549,104.60</u>	
		<u>9,151,561.00</u>
		13,647,314.33
Decreased by:		
Payments		<u>9,098,209.00</u>
Balance June 30, 2007:		
School Tax Deferred	1,791,000.00	
School Tax Payable	<u>2,758,105.33</u>	
		<u><u>\$4,549,105.33</u></u>
Fiscal Year 2007 Liability for Local District School Tax:		
Tax Paid	\$9,098,209.00	
Tax Payable June 30, 2007	<u>2,758,105.33</u>	
	11,856,314.33	
Less: Tax Payable June 30, 2006	<u>2,704,753.33</u>	
Amount Charged to FY 2007 Operations		<u><u>\$9,151,561.00</u></u>

**CITY OF MILLVILLE**  
**CURRENT FUND**  
Statement of Due County for Added Taxes  
For the Fiscal Year Ended June 30, 2007

---

FY 2007 Levy:	
Omitted Taxes (2005)	\$4,502.49
Omitted Taxes (2006)	31,335.42
Added Taxes (2004)	30,150.61
Added Taxes (2005)	9,029.23
Added Taxes (2006)	<u>188,431.15</u>
	\$263,448.90
Decreased by Payment	<u><u>\$263,448.90</u></u>

## Exhibit SA-19

**CURRENT FUND**  
Statement of Reserve for Garden State Preservation Trust Fund  
For the Fiscal Year Ended June 30, 2007

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Balance June 30, 2006	\$56,317.25
Increased by:	
Receipts	<u>53,648.48</u>
	109,965.73
Decreased by:	
Realized as Revenue in FY 2007 Budget	<u>56,317.25</u>
Balance June 30, 2007	<u><u>\$53,648.48</u></u>

## Exhibit SA-20

**CURRENT FUND**  
Statement of Reserve for Tax Appeals  
For the Fiscal Year Ended June 30, 2007

---

Balance June 30, 2006	\$ 95,602.02
Increased by:	
FY 2007 Budget Appropriation	<u>200,000.00</u>
Balance June 30, 2007	<u><u>\$ 295,602.02</u></u>

**CITY OF MILLVILLE**  
**CURRENT FUND**  
Statement of Due to State of New Jersey  
Uniform Construction Code--State Training Fees  
For the Fiscal Year Ended June 30, 2007

---

Balance June 30, 2006	\$19,649.00
Increased by:	
Collection	<u>46,627.00</u>
	66,276.00
Decreased by:	
Payment	<u>62,109.00</u>
Balance June 30, 2007	<u><u>\$4,167.00</u></u>

## Exhibit SA-22

**CURRENT FUND**  
Statement of Reserve for Proceeds from Sale of Municipal Assets  
For the Fiscal Year Ended June 30, 2007

---

Balance June 30, 2006	\$270,198.10
Increased by:	
Receipts	
Sale of Foreclosed Property	\$34,100.00
Sale of Other Municipal Assets	<u>122,918.98</u>
	<u>157,018.98</u>
	427,217.08
Decreased by:	
Anticipated as Miscellaneous Revenue	<u>270,000.00</u>
Balance June 30, 2007	<u><u>\$157,217.08</u></u>

**CITY OF MILLVILLE**  
**FEDERAL, STATE AND OTHER GRANT FUND**  
Statement of Federal, State and Other Grants Receivable  
For the Fiscal Year Ended June 30, 2007

	Balance June 30, 2006	FY 2007 Award	Received	Canceled	Balance June 30, 2007
<b>Federal Grants:</b>					
U.S. Department of Transportation -- Highway Planning and Construction:					
Passed thru N.J. Department of Transportation					
1984 N.J. Transportation Trust Fund	\$291,781.86	\$100,000.00			\$291,781.86
Authority Act--Municipal Aid					100,000.00
Authority Act--Whitaker Ave. & Miller Ave.					300,000.00
Local Aid Pedestrian Safety Program	300,000.00		\$150,000.00		150,000.00
Local Aid for Centers and State Plan Implementation Program	150,008.25		110,662.50		39,345.75
Local Aid Bikeway Program		100,000.00	100,000.00		
Local Aid Centers of Place Program	350,000.00				350,000.00
NJDOT Transportation Enhancement Project					
U.S. Department of Environmental Protection					
Passed thru N.J. Department of Environmental Protection					
Municipal Storm Water Regulation Program	10,310.00				10,310.00
U.S. Department of Justice					
Justice Assistance Grant	10,253.00	15,053.70	11,868.29		13,438.41
Weed & Seed Program	175,000.00		163,273.00		11,727.00
Bulletproof Vest Partnership	4,763.08		3,060.00		1,703.08
<b>Total Federal Grants</b>	<b>1,592,116.19</b>	<b>215,053.70</b>	<b>538,863.79</b>		<b>1,268,306.10</b>
<b>State Grants:</b>					
N.J. Department of Commerce					
UEZ Grants	1,548,374.29	6,589,196.21	1,382,564.80	\$61,037.31	6,693,968.39
N.J. Economic Development Authority					
Hazardous Discharge Site Remediation	156,493.38				156,493.38
N.J. Department of Environmental Protection					
Statewide Livable Communities Grant	89,450.00		67,927.85		21,522.15
Clean Communities		34,854.31	34,854.31		
Recycling Tonnage Grant		83,711.54	83,711.54		

(Continued)

**CITY OF MILLVILLE**  
**FEDERAL, STATE AND OTHER GRANT FUND**  
 Statement of Federal, State and Other Grants Receivable  
 For the Fiscal Year Ended June 30, 2007

	Balance June 30, 2006	FY 2007 Award	Received	Canceled	Balance June 30, 2007
State Grants (Cont'd)					
N.J. Department of Law and Public Safety	\$90,000.00	\$90,000.00	\$67,500.00		\$112,500.00
Safe and Secure Communities Program		7,476.18	7,476.18		
Body Armor Replacement Fund		10,064.04	10,064.04		
Drunk Driving Enforcement Fund		2,000.00	2,000.00	\$50.00	
Buckle Up South Jersey	50.00				
Click it or Ticket	6,700.00	4,000.00	4,000.00	2,700.00	4,000.00
Seatbelt Performance Grant		3,000.00	2,600.00	400.00	
N.J. Forest Service					
2006 Cool Cities Community Stewardship Incentive Program		5,737.50			5,737.50
N.J. Department of State					
Alcohol Education Rehabilitation and Enforcement Grant		2,086.08	2,086.08		
Municipal Alliance Program	20,034.75	27,194.00	27,503.43		19,725.32
Total State Grants	1,911,102.42	6,859,319.86	1,692,288.23	64,187.31	7,013,946.74
Other Grants:					
Cumberland County Improvement Authority Grant					
Economic & Industrial Development Grant		10,000.00	10,000.00		
Total All Grants	\$3,503,218.61	\$7,084,373.56	\$2,241,152.02	\$64,187.31	\$8,282,252.84

**CITY OF MILLVILLE**  
**FEDERAL, STATE AND OTHER GRANT FUND**  
 Statement of Reserve for Federal, State and Other Grants--Appropriated  
 For the Fiscal Year Ended June 30, 2007

Program	Balance June 30, 2006		Transferred from FY 2007 Budget Appropriation	Refunds and Interest Earned	Disbursed	Encumbered	Canceled	Balance June 30, 2007
	Appropriated	Encumbered						
Federal Grants:								
U.S. Department of Transportation -- Highway Planning and Construction:								
Passed thru N.J. Department of Transportation:								
Local Aid for Centers and State Plan Program:								
FY 2002 Awards								
Maurice River Waterfront Streetscape	\$200,000.00			\$168,997.47	\$31,002.53			
FY 2003 Awards								
Glasstown Center Public Parking Facility		\$4,330.94		4,330.94	100,000.00			
Maurice River Waterfront PH IV & V			\$100,000.00					
FY 2005 Awards								
Various Intersection Improvements	140,000.00							\$140,000.00
FY 2006 Awards								
Whitaker & Miller Ave Road Improvement	150,000.00							150,000.00
Whitaker & Miller Ave Road Improvement - Phase 2			100,000.00					100,000.00
Local Aid Pedestrian Safety Program								
FY 2002 Awards								
Maurice River Pedestrian Bridge	200,000.00			10,695.00	189,250.00			55.00
FY 2005 Awards								
Safe Streets to Schools-Rieck to Cedarville	100,000.00							100,000.00
FY2006 Awards:								
Transportation Enhancement - Maurice River Bridge	350,000.00							350,000.00
Bikeway Program Maurice River Trail PH III	143,016.85			104,777.30	38,239.55			
U.S. Department of Environmental Protection								
Passed through New Jersey State Department of Environmental Protection								
Municipal Storm Water Regulation Program	41,238.00			41,238.00				

(Continued)

**CITY OF MILLVILLE**  
**FEDERAL, STATE AND OTHER GRANT FUND**  
 Statement of Reserve for Federal, State and Other Grants--Appropriated  
 For the Fiscal Year Ended June 30, 2007

Program	Balance June 30, 2006		Transferred from FY 2007 Budget Appropriation	Refunds and Interest Earned	Disbursed	Encumbered	Canceled	Balance June 30, 2007
	Appropriated	Encumbered						
Federal Grants (Cont'd):								
U.S. Federal Emergency Management Agency Assistance to Firefighter Grant	\$3,768.67			\$2,345.45				\$6,114.12
U.S. Department of Justice Local Law Enforcement Program Weed & Seed	173,993.60				\$162,266.56			11,727.04
Justice Assistance Grant	7,755.01	\$2,497.99	\$15,053.70	7,056.07	18,449.37			13,913.40
<b>Total Federal Grants</b>	<b>1,509,772.13</b>	<b>6,828.93</b>	<b>215,053.70</b>	<b>9,401.52</b>	<b>510,754.64</b>	<b>\$358,492.08</b>		<b>871,809.56</b>
State Grants:								
N.J. Department of Commerce Urban Enterprise Zone Grants Fiscal Year 2003 Awards	58,152.58						\$58,152.58	
Fiscal Year 2004 Awards:								
No. UEZA 04-75	17,358.26	5,000.00				5,000.00		17,358.26
Fiscal Year 2005 Awards:								
No. UEZA 05-15	101,296.36	4,349.99						101,296.36
No. UEZA 05-74	1,184.73							
No. UEZA 06-16	117,223.71	26,168.49					1,184.73	135,583.14
Fiscal Year 2006 Awards:								
No. UEZA 06-09	160,652.34							137,135.14
No. UEZA 06-10	1,700.00							
No. UEZA 06-21	3,750.00						1,700.00	
No. UEZA 06-37	155,180.61							696.15
No. UEZA 06-38	150,000.00							150,000.00
No. UEZA 06-49		32,500.00						
No. UEZA 06-75	98,680.36							7,239.92
No. UEZA 06-76	62,362.20							22.88
No. UEZA 06-77	33,170.57							

(Continued)

**CITY OF MILLVILLE**  
**FEDERAL, STATE AND OTHER GRANT FUND**  
 Statement of Reserve for Federal, State and Other Grants--Appropriated  
 For the Fiscal Year Ended June 30, 2007

Program	Balance June 30, 2006		Transferred from FY 2007 Budget Appropriation	Refunds and Interest Earned	Disbursed	Encumbered	Canceled	Balance June 30, 2007
	Appropriated	Encumbered						
State Grants Cont'd):								
N.J. Department of Commerce								
Urban Enterprise Zone Grants (Cont'd)								
Fiscal Year 2007 Awards								
No. UEZA 07-16			\$387,946.00		\$180,107.75	\$54,308.92		\$153,529.33
No. UEZA 07-26			734,511.00		289,931.02			444,579.98
No. UEZA 07-82			379,670.00		225,481.55			154,188.45
No. UEZA 07-83			162,151.00		78,755.85			83,395.15
No. UEZA 07-84			149,000.00		50,200.00			98,800.00
No. UEZA 07-85			127,291.00		50,810.61			76,480.39
No. UEZA 07-86			74,770.00		36,101.77			38,668.23
No. UEZA 07-94			15,000.00		3,750.00			11,250.00
No. UEZA 07-139			90,000.00			89,800.00		200.00
No. UEZA 07-171			3,710,364.00					3,710,364.00
No. UEZA 07-172			259,585.00					259,585.00
No. UEZA 08-16			498,908.21		3,499.54			495,408.67
N.J. Department of Environmental Protection								
Clean Communities Program	\$62,702.32	\$7,793.00	34,854.31		20,759.59	23,564.09		61,025.95
Recycling Tonnage Grant		3,000.00			3,000.00			
N.J. Tree Planting Grant	1,310.75							1,310.75
Community Stewardship Incentive Program	675.25		5,737.50					6,412.75
N.J. Department of Law and Public Safety								
Safe and Secure Communities Program	76,449.45		90,000.00		76,449.45			90,000.00
Body Armor Replacement Fund		2,897.13	7,476.18		4,035.63	3,077.25		3,260.43
Drunk Driving Enforcement Fund	3,347.93	307.45	10,064.04		3,655.38			10,064.04
Make it Click In Millville	2,803.30				2,803.30			
Alcohol Education and Rehabilitation Fund	3,086.02		2,086.08		3,086.02			2,086.08
Click It or Ticket 2006			4,000.00		850.00		\$3,150.00	
Seatbelt Performance Grant			3,000.00		3,000.00			
Buckle Up South Jersey	50.00		2,000.00		2,050.00			

(Continued)

**CITY OF MILLVILLE**  
**FEDERAL, STATE AND OTHER GRANT FUND**  
 Statement of Reserve for Federal, State and Other Grants--Appropriated  
 For the Fiscal Year Ended June 30, 2007

Program	Balance June 30, 2006		Encumbered	Transferred from FY 2007 Budget Appropriation	Refunds and Interest Earned	Disbursed	Encumbered	Canceled	Balance June 30, 2007
	Appropriated								
State Grants Cont'd):									
N.J. Department of Community Affairs									
Hazardous Discharge Site Remediation	\$110,145.39	\$14,481.50			\$40.00	\$14,481.50			\$110,105.39
Statewide Livable Communities	90,780.40				67,927.85	3,575.15			19,277.40
N.J. Department of State									
Municipal Alliance Grant	17,583.44	572.00		\$34,181.00	35,931.29	780.00			15,625.15
<b>Total State Grants</b>	<b>1,329,645.97</b>	<b>97,069.56</b>		<b>6,782,595.32</b>	<b>1,555,587.64</b>	<b>194,586.91</b>		<b>\$64,187.31</b>	<b>6,394,948.99</b>
Other Grants:									
Delaware River Bay Authority Grant	9.13								9.13
Cumberland County Improvement Authority:									
Economic & Industrial Development Grant				10,000.00					
<b>Total Other Grants</b>	<b>9.13</b>			<b>10,000.00</b>					<b>9.13</b>
<b>Total All Grants</b>	<b>\$2,839,427.23</b>	<b>\$103,898.49</b>		<b>\$7,007,649.02</b>	<b>\$9,401.52</b>	<b>\$553,078.99</b>		<b>\$64,187.31</b>	<b>\$7,266,767.68</b>

**CITY OF MILLVILLE**  
**FEDERAL, STATE AND OTHER GRANT FUND**  
 Statement of Reserve for Federal, State and Other Grants--Unappropriated  
 For the Fiscal Year Ended June 30, 2007

	Balance June 30, 2006	Federal, State and Other Grants Receivable	Anticipated as Revenue in FY 2007 Budget	Balance June 30, 2007
<b>Federal Grants:</b>				
N.J. Department of Transportation: Authority Act - Whitaker Ave. & Miller Ave.	\$100,000.00		\$100,000.00	
Local Aid - Centers of Place Program	100,000.00		100,000.00	
U.S. Department of Justice Justice Assistance Grant	15,053.70		15,053.70	
<b>Total Federal Grants</b>	<b>215,053.70</b>		<b>215,053.70</b>	
<b>State Grants:</b>				
N.J. Department of Commerce: U.E.Z. Grants	\$50.00	6,589,196.21	6,589,196.21	\$50.00
U.E.Z. Program Income N.J. Forest Service		5,737.50	5,737.50	
2006 Cool Cities Community Stewardship Incentive Program		34,854.31	34,854.31	
N.J. Department of Environmental Protection Clean Communities Tonnage Grant	58,391.50	83,711.54		142,103.04
N.J. Department of Law and Public Safety Safe and Secure Communities Program Body Armor Replacement Fund Drunk Driving Enforcement Fund Buckle Up South Jersey Click it or Ticket Seatbelt Performance Grant		90,000.00	90,000.00	
N.J. Department of State Alcohol Education and Rehabilitation Fund Municipal Alliance Program	705.46	2,086.08	2,086.08	705.46
<b>Total State Grants</b>	<b>59,146.96</b>	<b>6,859,319.86</b>	<b>6,775,608.32</b>	<b>142,858.50</b>
<b>Other Grants:</b>				
Cumberland County Improvement Authority Grant Economic & Industrial Development Grant		10,000.00	10,000.00	
<b>Total All Grants</b>	<b>\$59,146.96</b>	<b>\$7,084,373.56</b>	<b>\$7,000,662.02</b>	<b>\$142,858.50</b>

**SUPPLEMENTAL EXHIBITS**

**TRUST FUND**

CITY OF MILLVILLE  
TRUST FUND  
Statement of Trust Cash  
Treasurer

For the Fiscal Year Ended June 30, 2007

	Animal Control	Other	Community Development
Balance June 30, 2006	\$404.80	\$3,519,013.38	\$451,558.28
Increased by Receipts:			
Current Fund	\$661.00		\$71,582.46
Community Development Fund		\$11,268.85	
Federal and State Grant Fund		108.71	7,070.00
Neighborhood Preservation Grant Receivable		272,382.00	
Mortgage Notes Receivable--JEZ Assistance Program		724,591.67	
Community Development Block Grants Receivable			291,802.89
Home Investment Partnership Program Receivable			238,184.53
Lead Hazard Abatement Program Receivable			385.00
Mortgage Notes Receivable--Reserve for Rehabilitation Projects			27,943.11
Mortgage Notes Receivable--U.D.A.G.			169,304.33
Due State of New Jersey--Animal Registration Fees	5,329.80		
Reserve for Animal Control Fund Expenditures	14,752.40		
Due To Employee	39.00		
Reserve for Miscellaneous Trust Reserves:			
Budget Appropriation		385,291.21	
Interest Earned		114,326.41	
Fees, Refunds and Donations		345,348.89	
Reserve for Miscellaneous Trust Escrows:			
Interest Earned		59.98	
Liens		1,043,155.36	
Reserve for Revolving Loan Fund--JEZ Assistance Program		176,458.38	
Reserve for Community Development Funds			1,420.95
Reserve for Revolving Loan Fund--Rehabilitation Program			17,274.31
Reserve for Revolving Loan Fund--U.D.A.G.			48,808.88
	20,782.20	3,072,991.46	873,776.46
Balance Forward	21,187.00	6,592,004.84	1,325,334.74

Continued)

CITY OF MILLVILLE  
TRUST FUND  
Statement of Trust Cash  
Treasurer

For the Fiscal Year Ended June 30, 2007

	Animal Control	Other	Community Development
Balance Brought Forward	\$21,187.00		\$1,325,334.74
Decreased by Disbursements:			
Current Fund	\$19,736.21		
Sewer Utility Operating Fund	13,000.00		
Water Utility Operating Fund	13,000.00		
Trust Other Fund			\$11,268.85
Due State of New Jersey--Animal Registration Fees	\$5,224.80		
Expenditures Under R.S.4:19-15.11	14,475.65		
Reserve for Miscellaneous Trust Reserves		449,198.20	
Reserve for Miscellaneous Trust Escrows		1,043,037.32	
Reserve for Revolving Loan Fund--UEZ Assistance Program		24,362.49	
Reserve for Home Investment Partnership Program			273,708.88
Reserve for Community Development Funds			353,470.99
Reserve for Revolving Loan Fund--Rehabilitation Program			37,876.50
Reserve for Revolving Loan Fund--UDAG			248,558.27
	<u>\$19,700.45</u>	<u>\$1,562,334.22</u>	<u>\$924,883.49</u>
Balance June 30, 2007	<u>\$1,486.55</u>	<u>\$5,029,670.62</u>	<u>\$400,451.25</u>

**CITY OF MILLVILLE**  
**TRUST OTHER FUND**  
Statement of Due to/from Current Fund  
For the Fiscal Year Ended June 30, 2007

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Balance June 30, 2006 (Due To)	\$1,012.29
Decreased by:	
Disbursements	19,736.21
Balance June 30, 2007 (Due From)	\$18,723.92

## Exhibit SB-3

**COMMUNITY DEVELOPMENT FUND**  
Statement of Due from Trust Other Fund  
For the Fiscal Year Ended June 30, 2007

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Balance June 30, 2006	\$67,001.66
Increased by:	
Disbursements	11,268.85
Balance June 30, 2007	\$78,270.51

## Exhibit SB-4

**COMMUNITY DEVELOPMENT FUND**  
Statement of Due to Current Fund  
For the Fiscal Year Ended June 30, 2007

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Balance June 30, 2006	\$6,647.33
Increased by:	
Receipts	71,582.46
Balance June 30, 2007	\$78,229.79

**CITY OF MILLVILLE**  
**COMMUNITY DEVELOPMENT FUND**  
Statement of Due from/to Federal, State and Other Grant Fund  
For the Fiscal Year Ended June 30, 2007

---

Balance June 30, 2006 (Due From)	\$4,229.70
Increased by:	
Receipts	<u>7,070.00</u>
Balance June 30, 2007 (Due To)	<u><u>\$2,840.30</u></u>

**ANIMAL CONTROL FUND**  
Statement of Due to Current Fund  
For the Fiscal Year Ended June 30, 2007

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Balance June 30, 2006	\$126.85
Increased by:	
Receipts	<u>661.00</u>
Balance June 30, 2007	<u><u>\$787.85</u></u>

**CITY OF MILLVILLE**  
**ANIMAL CONTROL FUND**  
 Statement of Due to State of NJ - Animal Registration Fees  
 For the Fiscal Year Ended June 30, 2007

Balance June 30, 2006	\$159.60
Increased by:	
Receipts	5,329.80
	5,489.40
Decreased by:	
Disbursements	5,224.80
Balance June 30, 2007	\$264.60

**ANIMAL CONTROL FUND**  
 Statement of Reserve for Animal Control Fund Expenditures  
 For the Fiscal Year Ended June 30, 2007

Balance June 30, 2006	\$118.35
Fees Collected:	
Dog License	\$14,727.40
Kennel License	25.00
	14,752.40
	14,870.75
Decreased by:	
Expenditures Under R.S.4:19-15.11:	
Cash	14,475.65
Balance June 30, 2007	\$395.10

License Fees Collected

<u>Year</u>	<u>Amount</u>
FY 2006	\$13,150.60
FY 2005	12,326.00
	\$25,476.60

**CITY OF MILLVILLE**  
**TRUST OTHER FUND**  
 Neighborhood Preservation Grants Receivable  
 For the Fiscal Year Ended June 30, 2007

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Balance June 30, 2006	\$350,679.86
Increased by:	
Fiscal Year 2007 Award	<u>150,000.00</u>
	500,679.86
Decreased by:	
Receipts	<u>272,382.00</u>
Balance June 30, 2007	<u><u>228,297.86</u></u>

## Exhibit SB-10

**COMMUNITY DEVELOPMENT FUND**  
 Community Development Block Grants Receivable  
 For the Fiscal Year Ended June 30, 2007

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Balance June 30, 2006	\$252,286.61
Increased by:	
Fiscal Year 2007 Award	<u>300,471.00</u>
	552,757.61
Decreased by:	
Receipts	<u>291,802.89</u>
Balance June 30, 2007	<u><u>\$260,954.72</u></u>

**CITY OF MILLVILLE**  
**COMMUNITY DEVELOPMENT FUND**  
Statement of Mortgages Receivable--Reserve for Rehabilitation Projects  
For the Fiscal Year Ended June 30, 2007

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Balance June 30, 2006		\$402,908.24
Increased by:		
Loans Issued		<u>33,406.00</u>
		436,314.24
Decreased by:		
Canceled by Resolution	\$ 26,996.00	
Payments Received	<u>27,943.11</u>	
		<u>54,939.11</u>
Balance June 30, 2007		<u><u>381,375.13</u></u>

**Exhibit SB-12**

**COMMUNITY DEVELOPMENT FUND**  
Statement of Mortgages Receivable--U.D.A.G.  
For the Fiscal Year Ended June 30, 2007

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Balance June 30, 2006		\$955,063.79
Decreased by:		
Payments Received		<u>169,304.33</u>
Balance June 30, 2007		<u><u>\$785,759.46</u></u>

**Exhibit SB-13**

**TRUST OTHER FUND**  
Statement of Mortgages and Loans Receivable--UEZ Assistance Program  
For the Fiscal Year Ended June 30, 2007

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Balance June 30, 2006		\$4,497,313.14
Increased by:		
Loans Issued		<u>31,338.64</u>
		4,528,651.78
Decreased by:		
Payments Received		<u>724,591.67</u>
Balance June 30, 2007		<u><u>\$3,804,060.11</u></u>

**CITY OF MILLVILLE**  
**COMMUNITY DEVELOPMENT FUND**  
Home Investment Partnership Program Receivable  
For the Fiscal Year Ended June 30, 2007

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Balance June 30, 2006	\$449,181.92
Increased by:	
Fiscal Year 2007 Award	<u>165,788.00</u>
	614,969.92
Decreased by:	
Receipts	<u>238,184.53</u>
Balance June 30, 2007	<u><u>\$376,785.39</u></u>

**COMMUNITY DEVELOPMENT FUND**  
Lead Hazard Abatement Program Receivable  
For the Fiscal Year Ended June 30, 2007

---

Balance June 30, 2006	\$143,174.00
Decreased by:	
Receipts	<u>385.00</u>
Balance June 30, 2007	<u><u>\$142,789.00</u></u>

**CITY OF MILLVILLE**  
**TRUST OTHER FUNDS**  
 Statement of Miscellaneous Trust Reserves  
 For the Fiscal Year Ended June 30, 2007

	R e c e i v e d						
	Balance June 30, 2006	FY2007 Grant Awards	Budget Appropriation	Interest Earned	Fees, Refunds and Donations	Disbursed	Balance June 30, 2007
Reserve for Outside Employment for Police	\$65,934.00				\$79,584.25	\$44,374.21	\$101,144.04
Reserve for Public Defender	1,507.17				9,170.00	9,000.00	1,677.17
Reserve for Planning Board Escrows	343,866.00				149,921.87	142,562.19	351,225.68
Reserve for Unemployment Compensation Insurance	360,387.43			\$19,514.04	19,500.41	11,490.03	387,911.85
Reserve for Landfill Closure	122,176.96			4,520.55			126,697.51
Reserve for Municipal Alliance Grant Funds	1,197.54				2,855.00	1,419.15	2,633.39
Reserve for Self-Insurance Funds	1,622,817.90		\$335,000.00	83,313.19	74,581.00	37,581.78	2,078,130.31
Reserve for Balanced Housing Program	151,041.94						151,041.94
Reserve for Neighborhood Preservation Program	331,201.29	\$150,000.00					283,233.77
Reserve for State Law Enforcement	8,502.57				5,936.36	197,967.52	14,438.93
Reserve for Snow Removal	53,512.11		1,291.21			4,803.32	50,000.00
Reserve for Memorial Park Donations	5,765.00				3,800.00		9,565.00
Reserve for COAH Fees	157,500.00			6,978.63			164,478.63
Reserve for Employee Accumulated Absences	257,442.58		49,000.00				306,442.58
	<u>\$3,482,852.49</u>	<u>\$150,000.00</u>	<u>\$385,291.21</u>	<u>\$114,326.41</u>	<u>\$345,348.89</u>	<u>\$449,198.20</u>	<u>\$4,028,620.80</u>
Current Fund:							
Streets and Roads Salaries and Wages			\$1,291.21				
Group Insurance			250,000.00				
Reserve for Payment of Unused Accumulated Sick Pay			23,000.00				
Water Utility Operating Fund:							
Other Expenses -- Accumulated Absences			13,000.00				
Group Insurance			35,000.00				
Sewer Utility Operating Fund:							
Other Expenses -- Accumulated Absences			13,000.00				
Group Insurance			50,000.00				
			<u>\$385,291.21</u>				

CITY OF MILLVILLE  
 TRUST OTHER FUNDS  
 Statement of Miscellaneous Trust Escrows  
 For the Fiscal Year Ended June 30, 2007

	R e c e i v e d		D i s b u r s e d		Balance June 30, 2007
	Balance June 30, 2006	Interest Earned	Liens	Liens	
Reserve for Sheldon Estate	\$5,974.47	\$59.98			\$6,034.45
Tax Collector's Reserve for Tax Title Lien Redemptions	55,101.74	\$1,043,155.36	\$1,043,037.32		55,219.78
	\$61,076.21	\$59.98	\$1,043,155.36	\$1,043,037.32	\$61,254.23

**CITY OF MILLVILLE**  
**COMMUNITY DEVELOPMENT FUND**  
Statement of Reserve for Community Development Funds  
For the Fiscal Year Ended June 30, 2007

Balance June 30, 2006		\$250,194.25
Increased by:		
Fiscal Year 2007 Award	\$300,471.00	
Matching Funds Reserve for Revolving Loan Fund	10,000.00	
Other Credits to Reserve:		
Interest on Deposits	1,420.95	
		311,891.95
		562,086.20
Decreased by:		
Disbursements		353,470.99
Balance June 30, 2007		\$208,615.21

Analysis of Balance June 30, 2007

2006 Community Development Block Grant		\$116,608.64
2005 Community Development Block Grant		33,906.18
2004 Community Development Block Grant		15,351.59
2003 Community Development Block Grant		12,059.01
2002 Community Development Block Grant		562.76
2001 Community Development Block Grant		661.47
1999 Community Development Block Grant		20,990.35
1997 Community Development Block Grant		752.20
1996 Community Development Block Grant		7,628.93
Program Income 2005		94.08
		\$208,615.21

**CITY OF MILLVILLE**  
**TRUST OTHER FUND**

Statement of Reserve for Revolving Loan Fund - UEZ Assistance Program  
For the Fiscal Year Ended June 30, 2007

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Balance June 30, 2006		\$470,126.59
Increased by:		
Mortgage Notes Receivable--Collected	\$724,591.67	
Interest and Late Fees	\$140,167.50	
Interest Earned on Deposits	35,570.88	
Sale of Assets	<u>720.00</u>	
	<u>176,458.38</u>	
		<u>901,050.05</u>
Decreased by:		
Disbursements		<u>1,371,176.64</u>
		<u>24,362.49</u>
Balance June 30, 2007		<u><u>\$1,346,814.15</u></u>

**CITY OF MILLVILLE**  
**COMMUNITY DEVELOPMENT FUND**  
Statement of Reserve for Revolving Loan Fund-Rehabilitation Program  
For the Fiscal Year Ended June 30, 2007

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Balance June 30, 2006		\$167,866.53
Increased by:		
Mortgage Notes Receivable--Collected	\$27,943.11	
Interest Earned on Investments	\$8,356.93	
Interest and Late Fees	3,392.38	
Other	<u>5,525.00</u>	
	<u>17,274.31</u>	<u>45,217.42</u>
		213,083.95
Decreased by:		
Disbursements	37,876.50	
Funding for Community Development Programs--Matching Share	<u>10,000.00</u>	
		<u>47,876.50</u>
Balance June 30, 2007		<u><u>\$165,207.45</u></u>

**COMMUNITY DEVELOPMENT FUND**  
Statement of Reserve for Home Investment Partnership Program  
For the Fiscal Year Ended June 30, 2007

---

Balance June 30, 2006		\$521,718.53
Increased by:		
Fiscal Year 2007 Award		<u>165,788.00</u>
		687,506.53
Decreased by:		
Disbursements		<u>273,708.88</u>
Balance June 30, 2007		<u><u>\$413,797.65</u></u>

**CITY OF MILLVILLE**  
**COMMUNITY DEVELOPMENT FUND**  
Statement of Reserve for Revolving Loan Fund - U.D.A.G.  
For the Fiscal Year Ended June 30, 2007

Balance June 30, 2006		\$255,375.54
Increased by:		
Mortgage Notes Receivable--Collected	\$169,304.33	
Receipts:		
Interest and Late Fees	\$37,351.53	
Interest Earned on Investments	11,457.35	
	48,808.88	
		218,113.21
		473,488.75
Decreased by:		
Disbursements		
Realized as Revenue in Current Fund	67,875.33	
Other	180,682.94	
		248,558.27
Balance June 30, 2007		\$224,930.48

**SUPPLEMENTAL EXHIBITS**

**GENERAL CAPITAL FUND**

**CITY OF MILLVILLE**  
**GENERAL CAPITAL FUND**  
Statement of General Capital Cash  
Treasurer  
For the Fiscal Year Ended June 30, 2007

Balance June 30, 2006		\$3,585,921.20
Increased by Receipts:		
Budget Appropriations:		
Capital Improvement Fund	\$320,000.00	
Deferred Charges to Future Taxation -- Unfunded	49,264.81	
Grants Receivable	588,286.64	
Bond Anticipation Note Proceeds	6,976,500.00	
Miscellaneous Refunds	19,134.66	
RAD Utility Capital Fund	436,002.86	
Reserve for Payment of Debt:		
Land Sale Proceeds	<u>2,280,850.00</u>	
		<u>10,670,038.97</u>
		14,255,960.17
Decreased by Disbursements:		
Federal, State and Other Grant Fund	52,054.50	
Bond Anticipation Notes	7,376,500.00	
Improvement Authorizations	267,185.80	
Contracts Payable	2,159,973.81	
Retained Percentage Due Contractor	<u>58,373.40</u>	
		<u>9,914,087.51</u>
Balance June 30, 2007		<u><u>\$4,341,872.66</u></u>

**CITY OF MILLVILLE**  
**GENERAL CAPITAL FUND**  
 Analysis of General Capital Cash  
 For the Fiscal Year Ended June 30, 2007

	Balance (Deficit) June 30, 2006	Receipts			Disbursements			Transfers From	To	Balance (Deficit) June 30, 2007
		Budget Appropriation	Grants	Bond Anticipation Notes	Miscellaneous	Improvement Authorizations	Bond Anticipation Notes			
Capital Improvement Fund	\$122,811.73	\$320,000.00	\$287,306.88						\$131,250.00	\$574,061.73
Reserve for Payment of Debt (Ord. 03-06)				\$2,280,850.00						2,568,156.88
<u>Ordinance No.:</u>										
25-93;6-94;3-99	130,850.03									87,277.73
12-99	5,099.66				\$43,572.30					5,099.66
32-99	26,338.17				2,935.00			\$9,258.20		14,144.97
10-00	18,170.62				39,165.86			420,000.00		(440,995.24)
15-00	(72,400.00)	22,400.00			800.00					(800.00)
27-00	20,445.47			\$50,000.00						20,445.47
37-00	(13,332.46)	13,426.21			409.85					(316.10)
50-00	18,898.54				24,165.86					(428,267.32)
51-00	(105,000.00)	5,000.00			15,000.00			423,000.00		(115,000.00)
20-01	397,008.81				34,600.00					362,408.81
33-01	19,009.16									19,009.16
40-01	(90,000.00)	5,000.00								(85,000.00)
18-02	12,321.12									12,321.12
25-02	20.92				2,520.92					(2,500.00)
08-03	434.81									434.81
13-03	(46,981.60)									(43,543.00)
18-03	52,821.88				800.00					52,021.88
25-03	1,000.00									1,000.00
14-04	27,757.76									27,757.76
25-04	(5,384.48)				800.00					(6,184.48)
43-04	(26,546.74)				3,350.00					(325,429.84)
22-05	242,051.09				95,518.66			312,235.10	16,702.00	146,532.43
59-05	500,913.76									
60-05	77,966.32									
61-05	(140,078.48)									(97,553.90)
03-06	(203,583.47)									94,664.23
Note Renewals										
Federal, State and Other Grant Fund										(52,054.50)
RAD Utility Capital Fund										436,002.86
Contracts Payable	2,556,935.18									1,518,177.54
Retained Percentage Due Contractor	58,373.40									
	\$3,585,921.20	\$369,264.81	\$588,286.64	\$6,976,500.00	\$27,185.80	\$7,376,500.00	\$2,270,401.71	\$2,164,440.27	\$2,164,440.27	\$4,341,872.66

**CITY OF MILLVILLE**  
**GENERAL CAPITAL FUND**  
**Statement of Grants Receivable**  
**For the Fiscal Year Ended June 30, 2007**

Balance June 30, 2006		\$842,737.00
Decreased by:		
Reserve for Payment of Debt -- Hazardous Discharge Grant	\$287,306.88	
Deferred Charges to Future Taxation -- Unfunded		
Ord. 61-05 --UEZ Grant	33,989.76	
Ord. 03-06 -- Hazardous Discharge Grant	266,990.00	
		588,286.64
Balance June 30, 2007		\$254,450.36

Analysis of Balance June 30, 2007

<u>Grant</u>	<u>Ord.</u> <u>No.</u>	<u>Reserved</u>
Hazardous Discharge Grant	03-06	\$140,040.12
Urban Enterprise Zone (UEZ)	61-05	114,410.24
		\$254,450.36

**Exhibit SC-4**

**GENERAL CAPITAL FUND**  
**Statement of Reserve for Payment of Debt**  
**For the Fiscal Year Ended June 30, 2007**

Increased by:		
Receipts:		
Land Sale	\$2,280,850.00	
Grants Receivable -- --Hazardous Discharge Grant	287,306.88	
		\$2,568,156.88
Balance June 30, 2007		\$2,568,156.88

**CITY OF MILLVILLE**  
**GENERAL CAPITAL FUND**  
Statement of Deferred Charges to Future Taxation--Funded  
For the Fiscal Year Ended June 30, 2007

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Balance June 30, 2006		\$11,371,367.61
Decreased by:		
FY 2007 Appropriations to Pay Principal on Debt:		
Municipal Bonds	\$843,528.96	
Green Trust Loan	88,583.88	
Bonds Paid by UEZ Grant	<u>11,471.04</u>	
		<u>943,583.88</u>
Balance June 30, 2007		<u><u>\$10,427,783.73</u></u>

**CITY OF MILLVILLE**  
 GENERAL CAPITAL FUND  
 Statement of Deferred Charges to Future Taxation--Unfunded  
 For the Fiscal Year Ended June 30, 2007

Improvement Description	Date	Ordinance Number	Balance June 30, 2006	Other Funding Receipts	FY 2007 Budget Appropriation	Improvement Authorizations Canceled	Balance June 30, 2007	Analysis of Balance June 30, 2007			
								Financed by Bond Anticipation Notes	Expenditures	Unexpended Improvement Authorizations	
General Improvements:											
Removal of Underground Storage Tanks and Improvements to the Millville Landfill Site	2-1-94	6-94/25-93, 41-94	\$25,186.39				\$25,186.39			\$25,186.39	
Improvements to Alleys, Parking Lots, and Roads	10-6-98	38-98	8,391.30				8,391.30			8,391.30	
Redevelopment Area Including River Front	3-2-99	12-99	6,000.00				6,000.00			6,000.00	
Maurice River Development Phase IV	8-17-99	32-99	1,550.00				1,550.00			1,550.00	
Tax Revaluation	3-21-00	10-00	475,000.00				475,000.00	\$440,995.24		34,004.76	
Improvement to Sharp Street Recreational Complex	5-20-00	15-00	547,766.20		\$72,400.00		475,366.20	800.00		24,966.20	
Improvements to Alleys, Parking Lots and Roads	6-20-00	27-00	118,082.03				118,082.03			118,082.03	
Improvements to Maurice River Waterfront	8-15-00	37-00	16,354.97		13,426.21		2,928.76		316.10	2,612.66	
Public Improvements and Acquisition of Equipment	12-19-00	50-00	484,500.00				484,500.00		428,267.32	56,232.68	
Purchase Turn Out Gear for Fire Dept	12-19-00	51-00	222,107.00		5,000.00		217,107.00		115,000.00	102,107.00	
Improve to Alleys, Parking Lots, Roads, Recr Areas, & Other Improvements	12-4-01	40-01	101,526.72		5,000.00		96,526.72		85,000.00	11,526.72	
Improvements to Waterfront Adjacent to Ware Avenue and Acquisition of Land on the Waterfront	6-14-02	18-02	40,000.00				40,000.00			40,000.00	
Purchase of a Street Sweeper	08-20-02	25-02	2,500.00				2,500.00		2,500.00		
Road and Storm Water Improvements for Route 55/47 Interchange District	04-01-03	07-03	12,536.52				12,536.52			12,536.52	
Improvements to Millville Fire Department Building	04-15-03	08-03	17,200.00				17,200.00			17,200.00	
Purchase of Various Properties	05-20-03	13-03	100,000.00		3,438.60		96,561.40		43,543.00	53,018.40	
Infrastructure Improvements to Airport Industrial Park	06-17-03	18-03	3,087,500.00		48,500.00		3,039,000.00			37,500.00	
Purchase of Land and Buildings	08-17-04	25-04	380,000.00				380,000.00		3,001,500.00		
Acquisition or Dedication of Public Improvements - Target	12-21-04	43-04	475,000.00				475,000.00		6,184.48	123,815.52	
Acquisition or Dedication of Public Improvements - Regulate	6-21-05	22-05	2,470,000.00				2,470,000.00		325,429.84	149,570.16	
Acquisition of Vehicles & Apparatus	12-20-05	60-05	997,500.00				997,500.00			997,500.00	
Improvements to Vacant Land or Adjacent Municipal Airp	12-20-05	61-05	864,500.00				864,500.00		97,553.90	157,956.34	
		03-06	766,990.00				500,000.00		500,000.00		
			\$12,716,441.13	\$300,979.76	\$147,764.81	\$2,493,750.00	\$9,773,946.56	\$6,526,500.00	\$1,545,589.88	\$1,701,856.68	
UEZ Grant				\$33,989.76							
Hazardous Discharge Grant				266,990.00							
				\$300,979.76							
Bond Anticipation Notes				\$98,500.00							\$1,900,410.99
Deferred Charges to Future Taxation -- Unfunded				49,264.81							
				\$147,764.81							
Improvement Authorizations-- Unfunded											\$1,900,410.99
Less: Unexpended Proceeds of Bond Anticipation Notes Issued:											
Ordinance Number											
18-03										\$52,021.88	
22-05										146,532.73	
											198,554.61
											\$1,701,856.38

**CITY OF MILLVILLE**  
**GENERAL CAPITAL FUND**  
Statement of Capital Improvement Fund  
For the Fiscal Year Ended June 30, 2007

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Balance June 30, 2006		\$122,811.73
Increased by:		
Improvement Authorizations Canceled	\$131,250.00	
FY 2007 Budget Appropriation	<u>320,000.00</u>	
		<u>451,250.00</u>
Balance June 30, 2007		<u><u>\$574,061.73</u></u>

## Exhibit SC-8

**GENERAL CAPITAL FUND**  
Statement of Contracts Payable  
For the Fiscal Year Ended June 30, 2006

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Balance June 30, 2006		\$2,556,935.18
Increased by:		
FY 2007 Contracts and Change Orders	<u>1,577,203.22</u>	
		4,134,138.40
Decreased by:		
Canceled to Improvement Authorizations	\$455,987.05	
Disbursements	<u>2,159,973.81</u>	
		<u>2,615,960.86</u>
Balance June 30, 2007		<u><u>\$1,518,177.54</u></u>

## Exhibit SC-9

**GENERAL CAPITAL FUND**  
Statement of Green Trust Loan Payable  
For the Fiscal Year Ended June 30, 2007

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Balance June 30, 2006		\$657,367.61
Decreased by:		
Principal Payments Paid by Current Fund Budget	<u>88,583.88</u>	
Balance June 30, 2007		<u><u>\$568,783.73</u></u>

**CITY OF MILLVILLE**  
**GENERAL CAPITAL FUND**  
**Statement of Improvement Authorizations**  
**For the Fiscal Year Ended June 30, 2007**

Improvement Description	Ordinance Date	Number	Amount	Balance June 30, 2006		Paid or Charged	Refund	Contracts Payable Canceled	Improvement Authorization Canceled	Balance June 30, 2007	
				Funded	Unfunded					Funded	Unfunded
General Improvements:											
Removal of Underground Storage Tanks	8-17-93)	25-93		\$25,186.39	\$43,572.30					\$25,186.39	
	2-1-94)	6-94		8,391.30						8,391.30	
	1-4-99	3-99	\$2,000,000.00	\$130,850.03						\$87,277.73	
	10-6-98	38-98	90,000.00							5,099.66	
Improvements to Millville Landfill Site	3-2-99	12-99	670,000.00	5,099.66						14,144.97	
Improvements to Alleys, Parking Lots and Roads	8-17-99	32-99	2,300,000.00	26,338.17	12,193.20					1,550.00	
Redevelopment Area Including River Front	3-21-00	10-00	500,000.00	18,170.62	459,165.86					34,004.76	
Maurice River Development Phase IV	5-20-00	15-00	630,000.00	20,445.47	800.00					24,566.20	
Tax Revaluation	6-20-00	27-00	500,000.00	118,082.03						118,082.03	
Improvement to Sharp Street Recreational Complex	8-15-00	37-00	479,000.00	3,022.51	409.85					2,612.66	
Improvements to Alleys, Parking Lots and Roads	12-19-00	50-00	510,000.00	18,898.54	447,165.86					56,232.68	
Improvements to Maurice River Waterfront	12-19-00	51-00	500,000.00	117,107.00	15,000.00					102,107.00	
Public Improvements and Acquisition of Equipment	6-19-01	20-01	400,000.00	397,008.81	34,600.00					362,408.81	
Improvements to Sharp Street											
Acquisition of Computer Equipment and Improvements to Ware Avenue	11-5-01	33-01	590,000.00	19,009.16						19,009.16	
Acquisition of Equipment	12-4-01	40-01	110,000.00	11,526.72						11,526.72	
Improvements to Alleys, Parking Lots, Recreational Areas and Other Improvements	6-18-02	18-02	500,000.00	12,321.12						12,321.12	
Improvements to Waterfront Adjacent to Ware Avenue											
and Acquisition of Land on the Waterfront	08-20-02	25-02	650,000.00	20.92	2,520.92						
Purchase of a Street Sweeper	04-01-03	07-03	165,000.00								
Road and Storm Water Improvements for Route 551/47 Interchange District											
Improvements to Millville Fire Department Building	04-15-03	08-03	1,297,200.00	434.81						434.81	
Improvements to Various Properties	05-20-03	13-03	1,200,000.00								
Improvements to Parking Lots, Roads and Other Projects	06-17-03	18-03	3,250,000.00	17,200.00	800.00					17,200.00	
Purchase of Rescue Emergency Vehicle	09-16-03	25-03	500,000.00	53,018.40						53,018.40	
Purchase of Vehicles	04-06-04	14-04	625,000.00	1,000.00						1,000.00	
Infrastructure Improvements to Airport Industrial Park	08-17-04	25-04	400,000.00	27,757.76						27,757.76	
Purchase of Land and Buildings	12-21-04	43-04	500,000.00	124,615.52	800.00			\$16,702.00		123,815.52	
Acquisition or Dedication of Public Improvements - Target	6-21-05	22-05	2,600,000.00	448,453.26	315,585.10					149,570.16	
Acquisition or Dedication of Public Improvements - Regular	12-20-05	59-05	1,050,000.00	962,051.09	95,518.66					866,532.43	
Acquisition of Vehicles & Apparatus	12-20-05	60-05	1,575,000.00	997,500.00	\$1,586.24			\$1,050,000.00			
Improvements to Vacant Land or Adjacent Municipal Airport	12-20-05	61-05	990,000.00	77,966.32	783.68			1,575,000.00			
	1-3-06	3-06	3,000,000.00	149,421.52	16,764.74					157,956.34	
				63,406.53	439,285.05					94,664.23	
				\$806,235.15	\$5,733,006.87	\$1,844,389.02	\$19,134.66	\$455,987.05	\$2,625,000.00	\$644,563.72	\$1,900,410.99
Contracts Payable											
Disbursed					\$1,577,203.22						
					267,165.80						
					\$1,844,389.02						
Capital Improvement Fund									\$131,250.00		
Deferred Charges to Future Taxation - Unfunded									2,493,750.00		
									\$2,625,000.00		



**CITY OF MILLVILLE**  
**GENERAL CAPITAL FUND**  
 Statement of General Serial Bonds  
 For the Fiscal Year Ended June 30, 2007

<u>Purpose</u>	<u>Date of Issue</u>	<u>Original Issue</u>	<u>Outstanding June 30, 2007</u>	<u>Interest Rate</u>	<u>Balance June 30, 2006</u>	<u>Paid</u>	<u>Balance June 30, 2007</u>
General Bonds of 1996	3-1-96	\$3,925,000.00	\$425,000.00	5.000%	\$855,000.00	\$430,000.00	\$425,000.00
General Bonds of 2001	10-1-01	5,860,000.00					
			425,000.00	4.000%			
			450,000.00	4.000%			
			475,000.00	4.000%			
			500,000.00	4.100%			
			525,000.00	4.100%			
			550,000.00	4.100%			
			585,000.00	4.100%			
			600,000.00	4.100%	4,510,000.00	400,000.00	4,110,000.00
General Bonds of 2004	7-15-04	5,374,000.00					
			25,000.00	4.125%			
			1,200,000.00	4.125%			
			1,174,000.00	4.125%			
			650,000.00	4.250%			
			700,000.00	4.250%			
			750,000.00	4.500%	5,349,000.00	25,000.00	5,324,000.00
					<u>\$10,714,000.00</u>	<u>\$855,000.00</u>	<u>\$9,859,000.00</u>
						\$843,528.96	
						<u>11,471.04</u>	
						<u>\$855,000.00</u>	

Budget Appropriation  
 UEZ Grant Project 07-26

**CITY OF MILLVILLE**  
**GENERAL CAPITAL FUND**  
 Statement of General Bonds and Notes Authorized But Not Issued  
 For the Fiscal Year Ended June 30, 2007

<u>Improvement Description</u>	<u>Ordinance Date</u>	<u>Ordinance Number</u>	<u>Balance June 30, 2006</u>	<u>Note Paid with Capital Cash</u>	<u>FY 2007 Budget Appropriation</u>	<u>Funded by Grants</u>	<u>Authorization Canceled</u>	<u>Notes Issued</u>	<u>Balance June 30, 2007</u>
General Improvements:									
Removal of Underground Storage Tanks	8-17-93	25-93-41-94	\$25,186.39						\$25,186.39
Improvements to Millville Landfill Site	10-6-98	38-98	8,391.30						8,391.30
Improvements to Alleys, Parking Lots, and Roads	3-2-99	12-99	6,000.00						6,000.00
Redevelopment Area Including Riverfront	8-17-99	32-99	1,550.00						1,550.00
Maurice River Development - Ph IV	3-21-00	10-00	475,000.00						475,000.00
Tax Revaluation	5-20-00	15-00	97,766.20		\$22,400.00			\$50,000.00	25,366.20
Improvements to Sharp Street Recreation Complex	6-20-00	27-00	118,082.03						118,082.03
Improvements to Alleys, Parking Lots and Roads	8-15-00	37-00	16,354.97		13,426.21				2,928.76
Improvements to Maurice River Waterfront	12-19-00	50-00	484,500.00						484,500.00
Public Improvements and Acquisition of Equipment	12-19-00	51-00	222,107.00		5,000.00				217,107.00
Acquisition of Equipment	12-4-01	40-01	101,526.72		5,000.00				96,526.72
Improvements to Alleys, Parking Lots, Recreational Areas and Other Improvements	6-18-02	18-02	40,000.00						40,000.00
Improvements to Waterfront Adjacent to Ware Avenue and Acquisition of Land on the Waterfront	08-20-02	25-02	2,500.00						2,500.00
Purchase of a Street Sweeper	04-01-03	07-03	12,536.52						12,536.52
Road and Storm Water Improvements for Route 55/47 Interchange District	04-15-03	08-03	17,200.00						17,200.00
Improvements to Millville Fire Department Building	05-20-03	13-03	100,000.00		3,438.60				96,561.40
Purchase of Various Properties	06-17-03	18-03	37,500.00						37,500.00
Purchase of Vehicles	08-17-04	25-04	130,000.00						130,000.00
Infrastructure Improvements to Airport Industrial Park	12-21-04	43-04	475,000.00						475,000.00
Purchase of Land and Buildings	06-21-05	22-05	720,000.00	\$450,000.00			\$997,500.00		720,000.00
Acquisition or Dedication of Public Improvements - Target	12-20-05	59-05	547,500.00				1,496,250.00		
Acquisition or Dedication of Public Improvements - Regular	12-20-05	60-05	1,496,250.00						
Acquisition of Vehicles & Apparatus	12-20-05	61-05	289,500.00			\$33,989.76			255,510.24
Improvements to Vacant Land or Adjacent Municipal Airport	12-20-05	03-06	266,990.00	6,926,500.00		266,990.00		6,926,500.00	
Note Renewals									
			\$5,691,441.13	\$7,376,500.00	\$49,264.81	\$300,979.76	\$2,493,750.00	\$6,976,500.00	\$3,247,446.56

UEZ Grant  
 Hazardous Discharge Grant  
 \$33,989.76  
 266,990.00  
 \$300,979.76

Deferred Charges to Future Taxation -- Unfunded  
 \$49,264.81

**SUPPLEMENTAL EXHIBITS**

**WATER UTILITY FUND**

**CITY OF MILLVILLE**  
**WATER UTILITY FUNDS**  
 Statement of Water Utility Cash  
 Treasurer  
 For the Fiscal Year Ended June 30, 2007

	<u>Operating Fund</u>	<u>Assessment Fund</u>	<u>Capital Fund</u>
Balance June 30, 2006	\$1,677,818.75	\$7,430.00	\$326,379.88
Increased by Receipts:			
Consumer Accounts Receivable	\$2,648,042.04		
Water Utility Liens	841.53		
Fire Hydrant Service	13,355.11		
Interest on Delinquent Accounts	13,676.38		
Other Accounts Receivable	17,500.00		
Interest on Deposits	106,206.09		
Meters and Miscellaneous	34,452.01		
Connecting Fees	232,331.86		
Rent Overpayments	640.82		
Reserve for Insurance	2,524.00		
Trust Fund	13,000.00		
NJ Environmental Infrastructure Trust		\$80,164.00	
Bond Anticipation Notes		250,000.00	
Assessments Receivable	<u>3,082,569.84</u>	<u>680.00</u>	<u>330,164.00</u>
	4,760,388.59	8,110.00	656,543.88
Decreased by Disbursements:			
FY 2007 Appropriations	2,094,303.21		
FY 2006 Appropriation Reserves	292,993.69		
Accounts Payable	434.77		
Improvement Authorizations			9,279.11
Interest on Bonds, Notes, and Loans	71,207.33		
Other Accounts Receivable	402.00		
Contracts Payable			103,162.52
Bond Anticipation Notes			250,000.00
Utility Surplus of Prior Year to Current Fund	<u>220,000.00</u>		
	<u>2,679,341.00</u>		<u>362,441.63</u>
Balance June 30, 2007	<u>\$2,081,047.59</u>	<u>\$8,110.00</u>	<u>\$294,102.25</u>

**CITY OF MILLVILLE**  
WATER UTILITY ASSESSMENT FUND  
Statement of Water Utility Assessment Trust Cash  
For the Fiscal Year Ended June 30, 2007

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	<u>Balance</u> <u>June 30, 2006</u>	<u>Assessments</u> <u>Receivable</u>	<u>Balance</u> <u>June 30, 2007</u>
Fund Balance	\$7,430.00	\$680.00	\$8,110.00

**CITY OF MILLVILLE**  
**WATER UTILITY CAPITAL FUND**  
 Analysis of Water Utility Capital Cash  
 For the Fiscal Year Ended June 30, 2007

	Balance (Deficit) June 30, 2006	Receipts			Disbursements			Transfers From	To	Balance (Deficit) June 30, 2007
		Bonds Anticipation Notes	Infrastructure Loan	Improvement Authorizations	Bond Anticipation Notes	Miscellaneous				
Fund Balance	\$2,978.20									\$2,978.20
Capital Improvement Fund	169,402.58									169,402.58
Improvement Authorizations:										
Ordinance										
Number										
06-03 Construction of Treatment Plant for Airport Water Wells	269,783.35			\$7,448.43						262,334.92
08-03 Water Main Extension and Water Tank for Commercial Development Rt 55/47 Interchange	3,130.61									3,130.61
43-04 Infrastructure Improvements to Airport Industrial Park	36,587.60			1,570.00			\$298,206.00		\$47,616.40	(216,572.00)
61-05 Purchase of Vehicles and Apparatus	(67,667.18)									(67,667.18)
14-06 Improvements/Upgrades to Existing Equip. & Infrastructure Note Renewals	(187,952.60)			260.68						(188,213.28)
Due from State of NJ Environmental Infrastructure Trust	(207,100.00)		\$80,164.00		\$250,000.00					(126,936.00)
Contracts Payable	307,217.32							\$103,162.52	47,616.40	455,644.40
	\$326,379.88	\$250,000.00	\$80,164.00	\$9,279.11	\$250,000.00	\$103,162.52	\$346,822.40	\$346,822.40		\$294,102.25

**CITY OF MILLVILLE**  
**WATER UTILITY OPERATING FUND**  
**Statement of Consumer Accounts Receivable**  
**For the Fiscal Year Ended June 30, 2007**

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Balance June 30, 2006		\$168,626.94
Increased by:		
Water Rents Charged in FY 2007	\$ 2,718,506.97	
Lien Canceled Due to Bankruptcy	<u>120.00</u>	
		<u>2,718,626.97</u>
		2,887,253.91
Decreased by:		
Collections	2,648,042.04	
Canceled by Resolution	<u>58,036.86</u>	
		<u>2,706,078.90</u>
Balance June 30, 2007		<u><u>\$181,175.01</u></u>

Exhibit SD-5

**CITY OF MILLVILLE**  
**WATER UTILITY OPERATING FUND**  
**Statement of Water Utility Liens**  
**For the Fiscal Year Ended June 30, 2007**

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Balance June 30, 2006		\$1,861.80
Decreased by:		
Lien Canceled Due to Bankruptcy	\$ 120.00	
Transferred to Foreclosed Property	900.27	
Collections	<u>841.53</u>	
		<u>1,861.80</u>

**CITY OF MILLVILLE**  
**WATER UTILITY OPERATING FUND**  
**Statement of Fire Hydrant Rentals**  
**For the Fiscal Year Ended June 30, 2007**

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Balance June 30, 2006	\$755.96
Increased by:	
Fire Hydrant Rentals Billed in FY 2007	13,000.00
	13,755.96
Decreased by:	
Collections	13,355.11
Balance June 30, 2007	\$400.85

**WATER UTILITY OPERATING FUND**  
**Statement of Other Accounts Receivable**  
**For the Fiscal Year Ended June 30, 2007**

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	<u>Balance</u> <u>June 30, 2006</u>	<u>Accrued</u>	<u>Canceled</u>	<u>Received</u>	<u>Balance</u> <u>June 30, 2007</u>
Water Turn On and Off Fees	\$260.00	\$3,875.00		\$3,875.00	\$260.00
Water Service Contracts	275.00	13,625.00		13,625.00	275.00
Protested Checks	26.55	402.00	\$26.55		402.00
	\$561.55	\$17,902.00	\$26.55	\$17,500.00	\$937.00

**CITY OF MILLVILLE**  
**WATER UTILITY ASSESSMENT FUND**  
 Statement of Assessments Receivable  
 For the Fiscal Year Ended June 30, 2007

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Date of Confirmation</u>	<u>Annual Installments</u>	<u>Due Dates</u>	<u>Balance June 30, 2006</u>	<u>Collected</u>	<u>Canceled</u>	<u>Balance June 30, 2007</u>	<u>Pledged to Reserve</u>
Capital Outlay	Water Lines Cedar Street	08/07/01	10	10/08/01-10	\$3,570.00	\$680.00	\$0.06	\$2,889.94	\$2,889.94

**CITY OF MILLVILLE**  
**WATER UTILITY CAPITAL FUND**  
Statement of Due from State of New Jersey -- Environmental Infrastructure Trust  
For the Fiscal Year Ended June 30, 2007

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Balance June 30, 2006	\$207,100.00
Decreased by:	
Receipts	<u>80,164.00</u>
Balance June 30, 2007	<u><u>\$126,936.00</u></u>

**CITY OF MILLVILLE**  
**WATER UTILITY CAPITAL FUND**  
**Statement of Fixed Capital**  
**For the Fiscal Year Ended June 30, 2007**

<u>Account</u>	<u>Balance June 30, 2006</u>	<u>Additions</u>	<u>Balance June 30, 2007</u>
Balance Dec. 31, 1983 - Details Not Available	\$196,365.01		\$196,365.01
Purification System - Land	577.36		577.36
Pumping System - Land	3,962.78		3,962.78
Other Distribution System - Land	45.58		45.58
Reservation Structures	471.01		471.01
Springs and Wells	392,690.94		392,690.94
Intake and Supply Basins	11,773.67		11,773.67
Coagulating Basins	11,820.73		11,820.73
Filters	18,567.24		18,567.24
Ozone Sterilizing and Aeration Plant	6,420.00		6,420.00
Chemical Treatment Plant	14,226.54		14,226.54
Clear Water Basins	2,810.84		2,810.84
Pumping Structures	93,149.44		93,149.44
Miscellaneous Pumping Equipment	11,743.40		11,743.40
Electrical Power Pumping Equipment	76,057.75		76,057.75
Transmission Mains	1,157,338.67		1,157,338.67
Storage Reservoir - Tank and Standpipe	38,554.77		38,554.77
Distribution Mains	1,534,154.75		1,534,154.75
Service Pipe	115,776.48		115,776.48
Meters	550,438.62		550,438.62
Fire Hydrants	840,381.85	\$47,960.08	888,341.93
Trucks and Vehicles	490,738.38	13,834.27	504,572.65
Scouter	1,441.16		1,441.16
General Equipment	49,036.06	21,600.00	70,636.06
Storage Reservoir - Land	4,000.00		4,000.00
Engineering Costs - Water Survey	5,432.59		5,432.59
Office Facilities and Furnishings	54,975.79		54,975.79
Tractor and Equipment	43,200.55		43,200.55
Ware Avenue	74,676.00		74,676.00
Supply Distribution and Storage Facilities	1,086,856.58		1,086,856.58
Water Storage Tank With Transmission	952,273.56		952,273.56
Roofing	48,003.00		48,003.00
Data Collection System	880,750.00		880,750.00
Well Repair and Construction	2,154,254.88	855.00	2,155,109.88
Demolition	8,040.00		8,040.00
Equalization Facility	281,175.00		281,175.00
Improvements to Water Utility	1,019,030.26	24,969.00	1,043,999.26
Improvements to South Millville Industrial Park	74,073.37		74,073.37
	<u>\$12,305,284.61</u>	<u>\$109,218.35</u>	<u>\$12,414,502.96</u>
		\$25,824.00	
		<u>83,394.35</u>	
		<u>\$109,218.35</u>	

FY 2007 Capital Outlay Budget

FY 2006 Capital Outlay Budget

**CITY OF MILLVILLE**  
**WATER UTILITY CAPITAL FUND**  
 Schedule of Fixed Capital Authorized and Uncompleted  
 For the Fiscal Year Ended June 30, 2007

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Date</u>	<u>Ordinance Amount</u>	<u>Balance June 30, 2007</u>
General				
Improvements:				
06-03	Construction of Treatment Plant for Airport Water Wells	4-1-03	\$1,500,000.00	\$1,500,000.00
08-03	Water Main Extension and Water Tank for Commercial Development Rt 55/47 Interchange	4-15-03	883,200.00	883,200.00
43-04	Infrastructure Improvements to Airport Industrial Park	12-21-04	2,000,000.00	2,000,000.00
61-05	Purchase of Vehicles and Apparatus	12-20-05	80,000.00	80,000.00
14-06	Improvements/Upgrades to Existing Equip. & Infrastructure	4-18-06	4,000,000.00	<u>4,000,000.00</u>
				<u><u>\$8,463,200.00</u></u>

**CITY OF MILLVILLE**  
**WATER UTILITY OPERATING FUND**  
 Statement of Appropriation Reserves  
 For the Fiscal Year Ended June 30, 2007

	Balance June 30, 2006		Balance After Transfer	Disbursed	Accounts Payable	Balanced Lapsed
	Reserved	Encumbered				
Operating:						
Salaries and Wages	\$49,352.66		\$41,852.66	\$2,608.35		\$39,244.31
Other Expenses	76,349.27	\$137,862.44	\$233,711.71	204,437.62	\$12,038.87	17,235.22
Capital Improvements:						
Capital Outlay	44,760.65	84,194.35	\$128,955.00	83,394.35		45,560.65
Statutory Expenditures:						
Contributions to:						
Social Security System (O.A.S.I.)	14,366.72		2,366.72	2,229.95		136.77
Disability Insurance	1,419.21		1,419.21	323.42		1,095.79
	<u>\$186,248.51</u>	<u>\$222,056.79</u>	<u>\$408,305.30</u>	<u>\$292,993.69</u>	<u>\$12,038.87</u>	<u>\$103,272.74</u>

**CITY OF MILLVILLE**  
**WATER UTILITY OPERATING FUND**  
Statement of Accrued Interest on Bonds, Notes and Loans and Analysis of Balance  
For the Fiscal Year Ended June 30, 2007

Balance June 30, 2006		\$33,976.00
Increased by:		
Budget Appropriation for:		
Interest on Bonds	\$28,556.78	
Interest on Loans	33,493.33	
Interest on Notes	<u>9,039.65</u>	
		<u>71,089.76</u>
		105,065.76
Decreased by:		
Interest Paid		<u>71,207.33</u>
Balance June 30, 2007		<u><u>\$33,858.43</u></u>

Analysis of Accrued Interest June 30, 2007

	Principal Outstanding June 30, 2007	Interest Rate	From	To	Period	Amount
Serial Bonds						
Water Bonds of 2001	\$330,000.00	Various	04/15/07	06/30/07	2.5 Months	\$2,779.17
Water Bonds of 2004	<u>774,000.00</u>	4.125%	01/15/07	06/30/07	5.5 Months	<u>14,633.44</u>
	<u>1,104,000.00</u>					<u>17,412.61</u>
Water Supply Bond Loans						
WRLA-95-02-07	<u>36,189.32</u>	3.500%	02/24/07	06/30/07	126 Days	<u>443.32</u>
NJ Waste Water Infrastructure Loan (1)(2) Series 1999 A	<u>710,000.00</u>	Various	03/01/07	06/30/07	4 Months	<u>10,913.34</u>
Bond Anticipation Note	<u>250,000.00</u>	3.72%	12/14/06	06/30/07	197 Days	<u>5,089.17</u>
Grand Total	<u><u>\$2,100,189.32</u></u>					<u><u>\$33,858.44</u></u>

(1) Trust portion of Loan only. Fund Portion of \$620,316.19 is principal only loan.

**CITY OF MILLVILLE**  
**WATER UTILITY OPERATING FUND**  
**Statement of Accounts Payable**  
**For the Fiscal Year Ended June 30, 2007**

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Balance June 30, 2006	\$3,840.91
Increased by:	
Transfer from FY 2006 Appropriation Reserves	12,038.87
	15,879.78
Decreased by:	
Disbursed	434.77
Balance June 30, 2007	\$15,445.01

## Exhibit SD-15

**WATER UTILITY OPERATING FUND**  
**Statement of Overpayment of Rents**  
**For the Fiscal Year Ended June 30, 2007**

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Balance June 30, 2005	\$8,293.66
Increased by:	
Collections	640.82
Balance June 30, 2006	\$8,934.48

**CITY OF MILLVILLE**  
**WATER UTILITY ASSESSMENT FUND**  
Statement of Reserve for Assessments Receivable  
For the Fiscal Year Ended June 30, 2007

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Balance June 30, 2006</u>	<u>Collections to Fund Balance</u>	<u>Balance June 30, 2007</u>
Assessments Receivable:				
Capital Outlay	Water Lines -- Ceder Street	\$3,570.00	\$680.00	\$2,890.00

## Exhibit SD-17

**WATER UTILITY CAPITAL FUND**  
Statement of Contracts Payable  
For the Fiscal Year Ended June 30, 2007

Balance June 30, 2006	\$307,217.32
Increased by:	
FY 2007 Contracts and Change Orders	<u>299,206.00</u>
	606,423.32
Decreased by:	
Disbursements	\$103,162.52
Canceled to Improvement Authorizations	<u>47,616.40</u>
	<u>150,778.92</u>
Balance June 30, 2007	<u><u>\$455,644.40</u></u>

**CITY OF MILLVILLE**  
**WATER UTILITY CAPITAL FUND**  
 Statement of Improvement Authorizations  
 For the Fiscal Year Ended June 30, 2007

Ord. No.	Improvement Description	Ordinance Date	Amount	Balance June 30, 2006		Paid or Charged	Contracts Payable Canceled	Balance June 30, 2007	
				Funded	Unfunded			Funded	Unfunded
06-03	Construction of Treatment Plant for Airport Water Wells	4-01-03	\$1,500,000	\$269,783.35	\$48,320.00	\$7,448.43		\$262,334.92	\$48,320.00
08-03	Water Main Extension and Water Tank for Commercial Development Rt 55/47 Interchange	4-15-03	883,200	3,130.61	9,200.00			3,130.61	9,200.00
43-04	Infrastructure Improvements to Airport Industrial Park	12-21-04	2,000,000		1,786,587.60	300,776.00	\$47,616.40		1,533,428.00
61-05	Purchase of Vehicles and Apparatus	12-20-05	80,000		12,332.82				12,332.82
14-06	Improvements/Upgrades to Existing Equip. & Infrastructure	4-18-06	4,000,000		3,812,047.40	260.68			3,811,786.72
				\$272,913.96	\$5,668,487.82	\$308,485.11	\$47,616.40	\$265,465.53	\$5,415,067.54
						Disbursed		\$9,279.11	
						Contracts Payable		299,206.00	
								\$308,485.11	

**CITY OF MILLVILLE**  
**WATER UTILITY CAPITAL FUND**  
**Statement of Reserve for Amortization**  
**For the Fiscal Year Ended June 30, 2007**

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Balance June 30, 2006		\$11,818,573.20
Increased by:		
Paid by Operating Budget:		
Water Rehabilitation Loan	\$ 70,522.08	
Bond Principal	50,000.00	
Capital Outlay:		
FY 2007 Operating Budget	25,824.00	
FY 2006 Operating Budget	<u>83,394.35</u>	
		<u>229,740.43</u>
Balance June 30, 2007		<u><u>\$12,048,313.63</u></u>

**WATER UTILITY CAPITAL FUND**  
**Statement of Reserve for Deferred Amortization**  
**For the Fiscal Year Ended June 30, 2007**

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Balance June 30, 2006		\$100,984.99
Increased by:		
Infrastructure Loan Paid by Operating Budget	\$60,378.82	
Bond Principal Paid by UEZ Funds	<u>60,000.00</u>	
		<u>120,378.82</u>
Balance June 30, 2007		<u><u>\$221,363.81</u></u>

**CITY OF MILLVILLE**  
WATER UTILITY CAPITAL FUND  
Statement of Water Rehabilitation Loan Payable  
For the Fiscal Year Ended June 30, 2007

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	<u>WRLA</u> <u>95-02-07</u>
Balance June 30, 2006	\$106,711.41
Decreased by:	
Principal Paid by Operating Fund	<u>70,522.08</u>
Balance June 30, 2007	<u><u>\$36,189.33</u></u>
 <u>Schedule of Water Rehabilitation Loans Payable June 30, 2007</u>	
<u>Due Date</u>	<u>Amount Due</u>
August, 2007	<u><u>\$36,189.33</u></u>

**CITY OF MILLVILLE**  
**WATER UTILITY CAPITAL FUND**  
Statement of New Jersey Environmental Infrastructure Loan Payable  
For the Fiscal Year Ended June 30, 2007

Balance June 30, 2006	\$1,390,695.01
Less:	
Paid by Operating Budget	60,378.82
Balance June 30, 2007	\$1,330,316.19

Schedule of New Jersey Environmental Infrastructure Loan Payable June 30, 2007

<u>Due Date</u>	<u>Series 2003 A</u>		<u>Total</u>
	<u>Trust</u>	<u>Fund</u>	
September, 2007	30,000.00	28,107.88	58,107.88
March 2008		9,468.30	9,468.30
September, 2008	30,000.00	27,653.25	57,653.25
March 2009		9,013.67	9,013.67
September, 2009	30,000.00	27,198.63	57,198.63
March 2010		8,559.05	8,559.05
September, 2010	35,000.00	29,774.83	64,774.83
March 2011		8,240.81	8,240.81
September, 2011	35,000.00	29,456.59	64,456.59
March 2012		7,710.42	7,710.42
September, 2012	35,000.00	28,926.20	63,926.20
March 2013		7,180.02	7,180.02
September, 2013	35,000.00	28,395.81	63,395.81
March 2014		6,649.63	6,649.63
September, 2014	40,000.00	30,896.24	70,896.24
March 2015		6,043.46	6,043.46
September, 2015	40,000.00	30,290.07	70,290.07
March 2016		5,558.53	5,558.53
September, 2016	40,000.00	29,805.14	69,805.14
March 2017		5,073.60	5,073.60
September, 2017	45,000.00	32,351.03	77,351.03
March 2018		4,500.77	4,500.77
September, 2018	45,000.00	31,778.21	76,778.21
March 2019		3,921.13	3,921.13
September, 2019	50,000.00	34,229.39	84,229.39
March 2020		3,163.42	\$3,163.42
September, 2020	50,000.00	33,471.68	83,471.68
March 2021		2,405.71	2,405.71
September, 2021	55,000.00	35,744.80	90,744.80
March 2022		1,655.58	1,655.58
September, 2022	55,000.00	34,994.67	89,994.67
March 2023		863.78	863.78
September, 2023	60,000.00	37,233.89	97,233.89
	\$710,000.00	\$620,316.19	\$1,330,316.19

**CITY OF MILLVILLE**  
**WATER UTILITY CAPITAL FUND**  
 Statement of Water Capital Bond Anticipation Notes  
 For the Fiscal Year Ended June 30, 2007

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Note Number</u>	<u>Date of Issue of Original Note</u>	<u>Date of Maturity</u>	<u>Interest Rate</u>	<u>Balance June 30, 2006</u>	<u>Increased Renewal</u>	<u>Decreased Renewal</u>	<u>Balance June 30, 2007</u>
43-04	Infrastructure Improvement to Airport Industrial Park	2	09-01-2005	03-23-2006	12-14-2006	3.49%	\$250,000.00	\$250,000.00	\$250,000.00
		3	09-01-2005	12-14-2006	09-12-2007	3.72%		\$250,000.00	\$250,000.00
							<u>\$250,000.00</u>	<u>\$250,000.00</u>	<u>\$250,000.00</u>



**CITY OF MILLVILLE**  
**WATER UTILITY CAPITAL FUND**  
Statement of Bonds and Notes Authorized but not Issued  
For the Fiscal Year Ended June 30, 2007

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<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Balance June 30, 2007</u>
06-03	Construction of Treatment Plant for Airport Water Wells	\$48,320.00
08-03	Water Main Extension and Water Tank for Commercial Development Rt 55/47 Interchange	9,200.00
43-04	Infrastructure Improvements to New Airport Industrial Park	1,750,000.00
61-05	Purchase of Vehicles and Apparatus	80,000.00
14-06	Improvements/Upgrades to Existing Equip. & Infrastructure	<u>4,000,000.00</u>
		<u><u>\$5,887,520.00</u></u>

**SUPPLEMENTAL EXHIBITS**

**SEWER UTILITY FUND**

**CITY OF MILLVILLE**  
SEWER UTILITY FUNDS  
Statement of Sewer Utility Cash  
Treasurer

For the Fiscal Year Ended June 30, 2007

	<u>Operating Fund</u>	<u>Assessment Fund</u>	<u>Capital Fund</u>
Balance June 30, 2006	\$1,926,601.51		\$1,012,895.28
Increased by Receipts:		\$35,261.17	
Consumer Accounts Receivable	\$5,058,261.88		
Sewer Utility Liens	2,636.52		
Assessment Receivable		\$12,587.75	
Interest on Delinquent Accounts	44,399.86		
Connection Fees	372,284.00		
Miscellaneous Fees	12,048.63		
Interest Earned on Deposits	141,702.30		
Insurance Proceeds	706.86		
Deferred Charges to be Raised by Future Revenues		0.35	
Trust Other Fund	13,000.00		
Sewer Utility Operating Fund		160.67	\$775.91
Current Fund			250,000.00
Bond Anticipation Notes			20,000.00
Budget Appropriation Capital Improvement Fund			270,775.91
	5,645,040.05	12,748.77	270,775.91
Decreased by Disbursements:		48,009.94	1,283,671.19
FY 2007 Appropriation	4,212,350.64		
FY 2006 Appropriation Reserves	346,303.32		
Protested Checks	1,718.82		
Accounts Payable	3,271.23		
Improvement Authorizations			1,760.00
Contracts Payable			212,581.61
Bond Anticipation Notes			250,000.00
Interest on Bonds, Notes and Loans	331,251.35		
Sewer Utility Capital Fund	775.91		
Utility Surplus of Prior Year to Current Fund	424,000.00		
	5,319,671.27	48,009.94	464,341.61
Balance June 30, 2007	\$2,251,970.29	\$48,009.94	\$819,329.58

**CITY OF MILLVILLE**  
**SEWER UTILITY ASSESSMENT FUND**  
 Statement of Sewer Utility Assessment Trust Cash  
 For the Fiscal Year Ended June 30, 2007

	Receipts						Balance June 30, 2007
	Balance June 30, 2006	Budget Appropriation	Assessments Receivable	Miscellaneous	Transfer From	To	
Fund Balance	\$34,682.70		\$7,735.05				\$42,417.75
Current Fund	(160.67)			\$160.67			
Sewer Utility Capital Fund	(21,992.82)				\$21,992.82		
Due to Sewer Utility Capital Fund:							
Ordinance Number 27-97;11-96	21,174.12	\$0.35	4,539.88		\$21,992.82		3,721.53
Ordinance Number 25-95	1,557.84		312.82				1,870.66
	<u>\$35,261.17</u>	<u>\$0.35</u>	<u>\$12,587.75</u>	<u>\$160.67</u>	<u>\$21,992.82</u>	<u>\$21,992.82</u>	<u>\$48,009.94</u>

**CITY OF MILLVILLE**  
**SEWER UTILITY CAPITAL FUND**  
 Analysis of Capital Cash  
 For the Fiscal Year Ended June 30, 2007

	Balance (Deficit) June 30, 2006	Receipts			Disbursements			Balance (Deficit) June 30, 2007	
		Budget Appropriations	Bond Anticipation Notes	Misc- ellaneous	Improvement Authorizations	Bond Anticipation Notes	Misc- ellaneous		Transfers From
Fund Balance	\$4,503.30								
Capital Improvement Fund	101,951.59	\$20,000.00							
Reserve for Payment of Loan Ord. 24-96	20,145.00								
Improvement Authorizations:									
Ordinance									
Number									
22-02 Environmental Investigation and Cleanup c									
Taxiway Pump Station	9,771.47								9,771.47
08-03 Sewer Main Extension and Pump Lift Statio									
Forcemain for Commercial Development									
Route 55/47 Interchange	123.06								123.06
11-03 Improvements to Wastewater Treatment									
Plant and Collection System	16,840.24								16,840.24
43-04 Infrastructure Improvements to									
Industrial Park	135,392.50				\$1,760.00		\$1,036,310.40	\$102,701.60	(799,976.30)
Note Renewals									
Sewer Utility Assessment Fund	(7,008.34)		\$250,000.00						(7,008.34)
Sewer Utility Operating Fund	(775.91)			\$775.91					(50,611.75)
NJ Environmental Infrastructure Loan Receivable	(50,611.75)								
Contracts Payable	782,564.12						\$212,581.61	102,701.60	1,036,310.40
	\$1,012,895.28	\$20,000.00	\$250,000.00	\$775.91	\$1,760.00	\$250,000.00	\$212,581.61	\$1,139,012.00	\$1,139,012.00
									\$819,329.58

**CITY OF MILLVILLE**  
**SEWER UTILITY OPERATING FUND**  
Statement of Consumer Accounts Receivable  
For the Fiscal Year Ended June 30, 2007

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Balance June 30, 2006		\$455,919.59
Increased by:		
Transfer from Liens	\$440.00	
Sewer Rents Charged in FY 2007	<u>5,240,767.04</u>	
		<u>5,241,207.04</u>
		5,697,126.63
Decreased by:		
Collections	\$5,058,261.88	
Overpayments Applied	339.95	
Canceled	<u>68,534.20</u>	
		<u>5,127,136.03</u>
Balance June 30, 2007		<u><u>\$569,990.60</u></u>

Exhibit SE-5

**SEWER UTILITY OPERATING FUND**  
Statement of Sewer Utility Liens  
For the Fiscal Year Ended June 30, 2007

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Balance June 30, 2006		\$5,187.77
Decreased by:		
Collections	\$2,636.52	
Transferred to Foreclosed Property	2,111.25	
Transferred to Consumer Accounts Receivable	<u>440.00</u>	
		<u>\$5,187.77</u>

Exhibit SE-6

**SEWER UTILITY OPERATING FUND**  
Statement of Protested Checks Receivable  
For the Fiscal Year Ended June 30, 2007

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Balance June 30, 2006		\$392.88
Increased by:		
Disbursements		<u>1,718.82</u>
Balance June 30, 2007		<u><u>\$2,111.70</u></u>

**CITY OF MILLVILLE**  
**SEWER UTILITY ASSESSMENT FUND**  
 Statement of Assessments Receivable  
 For the Fiscal Year Ended June 30, 2007

Ordinance Number	Improvement Description	Date of Confirmation	Annual Installments	Due Dates	Balance June 30, 2006	Collected	Canceled by Resolution	Balance June 30, 2007	Pledged to	
									Due to Sewer Capital Fund	Reserve
27-97; 11-96	Rieck Ave, Route 49 Sewer Extension	8/19/97	10	10/15/97-07	\$5,643.25	\$4,539.88	\$1.99	\$1,101.38	\$1,101.38	
25-95	Improvements to Sewer Utility- Cedarville Road	2/2/99	10	5/3/99-08	625.60	312.82		312.78	312.78	
Capital Outlay	Sanitary Collection Lines Ord. 40-98	2/2/99	10	10/3/99-08	5,382.24	2,775.35	1.13	2,605.76		\$2,605.76
Capital Outlay	Sanitary Collection Lines Ord. 27-99	4/17/2001	10	6/15/01-10	3,080.00	880.00		2,200.00		2,200.00
Capital Outlay	Sanitary Collection Lines Ord. 38-99	7/17/2001	10	7/14/01-10	2,363.70	472.76		1,890.94		1,890.94
Capital Outlay	Sanitary Collection Lines Res. A-3728	8/7/2001	10	10/8/01-10	1,492.41	298.41		1,194.00		1,194.00
Capital Outlay	Sanitary Collection Lines Res. A-5250 & 5251	10/4/2005	10	12/5/05-14	15,481.03	3,308.53		12,172.50		12,172.50
					<u>\$34,068.23</u>	<u>\$12,587.75</u>	<u>\$3.12</u>	<u>\$21,477.36</u>	<u>\$1,414.16</u>	<u>\$20,063.20</u>

Reserve  
 Deferred Charge: Canceled Assessments to be Raised by Future Revenues

\$1.13  
1.99  
\$3.12

**CITY OF MILLVILLE**  
**SEWER UTILITY CAPITAL FUND**  
Statement of Fixed Capital  
For the Fiscal Year Ended June 30, 2007

<u>Account</u>	<u>Balance</u> <u>June 30, 2006</u>	Additions: Capital Outlay 2006 Appropriation <u>Reserves</u>	<u>Balance</u> <u>June 30, 2007</u>
Balance Dec. 31, 1967--Financed by Capital Fund--Details not Available	\$375,000.00		\$375,000.00
Pumping Station	805,664.17		805,664.17
Sanitary Sewer Lines	922,364.89		922,364.89
Vehicles	424,567.59		424,567.59
Office Facilities and Furnishings	40,182.19		40,182.19
General Equipment	163,019.09		163,019.09
Improvement of Sewer System	1,833,398.35		1,833,398.35
Feasibility Study--Sanitary Sewer Facilities (Contractual)	6,000.00		6,000.00
Additions and Alterations to Treatment Plant	3,011,621.28		3,011,621.28
Laboratory	257,961.18		257,961.18
Roof System--Sewer Utility Building	138,782.44		138,782.44
Improvements to Plant & Buildings	457,640.03		457,640.03
Acquisition, Installation of Improvements to Wastewater Treatment Plant	9,265,074.39	\$20,342.00	9,285,416.39
Purchase of Machinery	469,915.75		469,915.75
Old Ireland Avenue Pumping Station Ord. 63-95	1,326,703.18		1,326,703.18
Improvements to South Millville Industrial Park Ord. 10-97	65,870.54		65,870.54
Rieck Ave., Route 49 Sewer Extension Ord. 11-96	720,968.66		720,968.66
Replace or Rehabilitate Sewer Mains Ord. 24-96	2,212,031.35		2,212,031.35
	<u>\$22,496,765.08</u>	<u>\$20,342.00</u>	<u>\$22,517,107.08</u>

**CITY OF MILLVILLE**  
**SEWER UTILITY CAPITAL FUND**  
Statement of Fixed Capital Authorized and Uncompleted  
For the Fiscal Year Ended June 30, 2007

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<u>Improvement Description</u>	<u>Ordinance</u>			<u>Balance</u>
	<u>Number</u>	<u>Date</u>	<u>Amount</u>	<u>June 30, 2007</u>
General Improvements:				
Environmental Investigation and Cleanup of Taxiway Pump Station	22-02	7-2-02	\$2,000,000.00	\$2,000,000.00
Sewer Main Extension and Pump Lift Station and Forcemain for Commercial Development Rt 55/47 Interchange	08-03	4-15-03	579,600.00	579,600.00
Improvements to Wastewater Treatment Plant and Collection System	11-03	5-6-03	2,900,000.00	2,900,000.00
Infrastructure Improvements to Airport Industrial Park	43-04	12-21-04	2,500,000.00	<u>2,500,000.00</u>
				<u><u>\$7,979,600.00</u></u>

**CITY OF MILLVILLE**  
**SEWER UTILITY OPERATING FUND**  
 Statement of Appropriation Reserves  
 For the Fiscal Year Ended June 30, 2007

	Balance June 30, 2006		Balance After Transfer	Disbursed	Accounts Payable	Balance Lapsed
	Reserved	Encumbered				
Operating:						
Salaries and Wages	\$17,639.79		\$15,139.79	\$3,795.42		\$11,344.37
Other Expenses	146,527.90	\$363,951.50	526,979.40	318,060.58	\$78,375.99	130,542.83
Capital Improvements:						
Capital Outlay	31,573.00	20,342.00	51,915.00	20,342.00		31,573.00
Statutory Expenditures:						
Contribution to:						
Social Security System (O.A.S.I.)	18,414.66		4,414.66	3,596.67		817.99
Disability Insurance	1,452.81		1,452.81	508.65		944.16
	\$215,608.16	\$384,293.50	\$599,901.66	\$346,303.32	\$78,375.99	\$175,222.35

**CITY OF MILLVILLE**  
**SEWER UTILITY OPERATING FUND**  
Statement of Accrued Interest on Bonds, Notes and Loans and Analysis of Balance  
For the Fiscal Year Ended June 30, 2007

Balance June 30, 2006		\$122,853.03
Increased by:		
Charged to Budget Appropriation:		
Interest on Bonds	\$78,256.78	
Interest on Notes	9,039.65	
Interest on Loans	<u>237,092.35</u>	
		<u>324,388.78</u>
		447,241.81
Decreased by:		
Interest Paid		
Operating Fund		<u>331,251.35</u>
Balance June 30, 2007		<u><u>\$115,990.46</u></u>

Analysis of Accrued Interest June 30, 2007

	Principal Outstanding June 30, 2007	Interest Rate	From	To		Period	Amount
Serial Bonds (Capital):							
	\$45,000.00	5.00%	3/1/2007	6/30/2007	4	Months	\$750.00
	380,000.00	Various	4/15/2007	6/30/2007	2.5	Months	3,200.00
	<u>2,272,000.00</u>	4.125%	1/15/2007	6/30/2007	5.5	Months	<u>42,955.00</u>
	<u>2,697,000.00</u>						<u>46,905.00</u>
NJ Environmental Infrastructure Loans (1)							
Series 1992 B	899,825.43	Various	5/01/2007	6/30/2007	2	Months	11,909.62
Series 1996 A	790,000.00	Various	3/01/2007	6/30/2007	4	Months	13,730.83
Series 1999 A	945,000.00	Various	3/01/2007	6/30/2007	4	Months	17,136.66
Series 2003 A	<u>1,380,000.00</u>	Various	3/01/2007	6/30/2007	4	Months	<u>21,219.18</u>
	<u>4,014,825.43</u>						<u>63,996.29</u>
Bond Anticipation Notes (Capital)							
	250,000.00	3.72%	12/14/2006	6/30/2007	197	Days	<u>5,089.17</u>
							<u>69,085.46</u>
Grand Total	<u><u>\$6,961,825.43</u></u>						<u><u>\$115,990.46</u></u>

(1) Principal on Trust Loans Only. Fund Loans have a 0% Interest Rate

**CITY OF MILLVILLE**  
**SEWER UTILITY OPERATING FUND**  
Statement of Sewer Rental Overpayments  
For the Fiscal Year Ended June 30, 2007

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Balance June 30, 2006	\$10,530.44
Decreased by:	
Applied to Consumer Accounts Receivable	339.95
Balance June 30, 2007	\$10,190.49

## Exhibit SE-13

**SEWER UTILITY OPERATING FUND**  
Statement of Accounts Payable  
For the Fiscal Year Ended June 30, 2007

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Balance June 30, 2006	\$32,815.99
Increased by:	
Transfer from FY 2006 Appropriation Reserves	78,375.99
	111,191.98
Decreased by:	
Disbursed	\$3,271.23
Canceled to Fund Balance	18,274.54
	21,545.77
Balance June 30, 2007	\$89,646.21

## Exhibit SE-14

**SEWER UTILITY CAPITAL FUND**  
Statement of Contracts Payable  
For the Fiscal Year Ended June 30, 2007

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Balance June 30, 2006	\$782,564.12
Increased by:	
FY 2007 Contracts and Change Orders	1,036,310.40
	1,818,874.52
Decreased by:	
Disbursed	\$212,581.61
Contracts Payable Cancelled	102,701.60
	315,283.21
Balance June 30, 2007	\$1,503,591.31

**CITY OF MILLVILLE**  
**SEWER UTILITY ASSESSMENT FUND**  
 Statement of Reserve for Assessments and Liens  
 For the Fiscal Year Ended June 30, 2007

<u>Ordinance Number</u>	<u>Improvement Description</u>	Balance June 30, 2006	Collections to Fund Balance	Canceled by Resolution	Balance June 30, 2007
Assessments Receivable:					
Capital Outlay	Sanitary Collection Lines Ord. 40-98	\$5,382.24	\$2,775.35	\$1.13	\$2,605.76
Capital Outlay	Sanitary Collection Lines Ord. 27-99	3,080.00	880.00		2,200.00
Capital Outlay	Sanitary Collection Lines Ord. 38-99	2,363.70	472.76		1,890.94
Capital Outlay	Sanitary Collection Lines Res. A-3728	1,492.41	298.41		1,194.00
Capital Outlay	Sanitary Collection Lines Res. A-5250 & A-5251	15,481.03	3,308.53		12,172.50
		<u>\$27,799.38</u>	<u>\$7,735.05</u>	<u>\$1.13</u>	<u>\$20,063.20</u>

**SEWER UTILITY CAPITAL FUND**  
 Statement of Deferred Reserve for Amortization  
 For the Fiscal Year Ended June 30, 2007

<u>Improvement Description</u>	<u>Ordinance Number</u>	<u>Date of Ordinance</u>	Balance June 30, 2006	NJ Water Trust Loans Paid	Bonds Paid	Balance June 30, 2007
Improvements to W/W Treatment Plant & Coll System	21-02	12-21-04	\$155,488.93	\$119,774.48	\$196,500.00	\$471,763.41
Main Ext. 47/55 Interchange	8-03	4-15-03			69,000.00	69,000.00
Infrastructure Improvements to Airport Industrial Park	43-04	12-21-04	125,000.00			125,000.00
			<u>\$280,488.93</u>	<u>\$119,774.48</u>	<u>\$265,500.00</u>	<u>\$665,763.41</u>

**CITY OF MILLVILLE**  
**SEWER UTILITY CAPITAL FUND**  
Statement of Reserve for Amortization  
For the Fiscal Year Ended June 30, 2007

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Balance June 30, 2006		\$16,920,363.60
Increased by:		
Serial Bonds Paid by Operating Budget	\$44,500.00	
N.J. Environmental Infrastructure Loans Paid by Operating Budget	549,203.20	
Capital Outlay 2006 Appropriation Reserves	20,342.00	
		614,045.20
Balance June 30, 2007		\$17,534,408.80

Exhibit SE-18

**SEWER UTILITY CAPITAL FUND**  
Statement of Capital Improvement Fund  
For the Fiscal Year Ended June 30, 2007

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Balance June 30, 2006		\$101,951.59
Increased by:		
FY 2007 Budget Appropriation	20,000.00	
Balance June 30, 2007		\$121,951.59

**CITY OF MILLVILLE**  
**SEWER UTILITY CAPITAL FUND**  
 Statement of Improvement Authorizations  
 For the Fiscal Year Ended June 30, 2007

Improvement Description	Number	Ordinance Date	Amount	Balance June 30, 2006		Contracts Payable Canceled	Paid or Charged	Balance June 30, 2007	
				Funded	Unfunded			Funded	Unfunded
General Improvements:									
Environmental Investigation and Cleanup of Taxiway Pump Station	22-02	7-2-02	\$2,000,000	\$9,771.47				\$9,771.47	
Sewer Main Extension and Pump Lift Station and Foremain for Commercial Development Rt.55/47 Interchange	08-03	4-15-03	579,600	123.06	\$7,600.00			123.06	\$7,600.00
Improvements to Wastewater Treatment Plant and Collection System	11-03	5-6-03	2,900,000	16,840.24	50,000.00			16,840.24	50,000.00
Infrastructure Improvements to Airport Industrial Park	43-04	12-21-04	2,500,000		2,260,392.50	\$102,701.60	\$1,038,070.40		1,325,023.70
				\$26,734.77	\$2,317,992.50	\$102,701.60	\$1,038,070.40	\$26,734.77	\$1,382,623.70
Disbursed							\$1,760.00		
Contracts Payable							1,036,310.40		
							<u>\$1,038,070.40</u>		

**CITY OF MILLVILLE**  
**SEWER UTILITY CAPITAL FUND**  
 Statement of Bond Anticipation Notes  
 For the Fiscal Year Ended June 30, 2007

Improvement Description	Ordinance Number	Note Number	Date of Original Issue	Date of Issue	Date of Maturity	Interest Rate	Balance June 30, 2006	Increased Renewal	Decreased Renewal	Balance June 30, 2007
Infrastructure Improvements to New Airport Industrial Park	43-04	1	3/23/06	3/23/06	12/14/06	3.49%	\$250,000.00		\$250,000.00	
		2	3/23/06	12/14/06	9/12/07	3.72%		\$250,000.00		\$250,000.00
							\$250,000.00	\$250,000.00	\$250,000.00	\$250,000.00

**CITY OF MILLVILLE**  
**SEWER UTILITY CAPITAL FUND**  
Statement of New Jersey Environmental Infrastructure Loans Payable  
For the Fiscal Year Ended June 30, 2007

Balance June 30, 2006	\$7,856,057.55
Decreased by:	
Principal Paid by Operating Fund	668,977.68
Balance June 30, 2007	\$7,187,079.87

Schedule of New Jersey Environmental Infrastructure Loans Payable June 30, 2007

Due Date	Series 1992 B		Series 1996 A		Series 1999 A		Series 2003A		Total
	Trust	Fund	Trust	Fund	Trust	Fund	Trust	Fund	
August, 2007			\$60,000.00	\$46,503.43	\$50,000.00	\$45,654.91			\$202,158.34
September, 2007							\$55,000.00	\$52,724.42	107,724.42
November, 2007		\$21,548.71							21,548.71
February, 2008				11,018.39		13,532.82			24,551.21
March, 2008							18,492.21		18,492.21
May, 2008	\$163,888.89	143,080.16							306,969.05
August, 2008			65,000.00	48,522.90	55,000.00	48,038.98			216,561.88
September, 2008							60,000.00	54,925.60	114,925.60
November, 2008		17,750.86							17,750.86
February, 2009				10,062.03		12,687.42			22,749.45
March, 2009							17,581.38		17,581.38
May, 2009	171,500.00	147,208.27							318,708.27
August, 2009			70,000.00	50,451.50	55,000.00	47,193.58			222,645.08
September, 2009							60,000.00	54,014.76	114,014.76
November, 2009		13,705.31							13,705.31
February, 2010				9,011.90		11,824.76			20,836.66
March, 2010							16,670.55		16,670.55
May, 2010	178,888.89	151,088.69							329,977.58
August, 2010			70,000.00	49,401.37	60,000.00	49,467.84			228,869.21
September, 2010							65,000.00	56,140.05	121,140.05
November, 2010		9,412.08							9,412.08
February, 2011				7,951.68		10,789.58			18,741.26
March, 2011							16,078.50		16,078.50
May, 2011	187,022.13	154,721.42							341,743.55
August, 2011			75,000.00	51,226.11	65,000.00	51,569.58		55,548.00	298,343.69
September, 2011							65,000.00		65,000.00
November, 2011		4,871.17							4,871.17
February, 2012				6,815.72		9,668.13			16,483.85
March, 2012							15,091.77		15,091.77
May, 2012	198,525.52	160,748.46							359,273.98
August, 2012			80,000.00	52,975.12	65,000.00	50,448.13			248,423.25
September, 2012							70,000.00	57,597.38	127,597.38
February, 2013				5,604.04		8,546.68			14,150.72
March, 2013							14,029.13		14,029.13
August, 2013			85,000.00	54,648.39	70,000.00	52,463.61			262,112.00
September, 2013							70,000.00	56,534.74	126,534.74
February, 2014				4,316.62		7,338.96			11,655.58
March, 2014							12,966.48		12,966.48
August, 2014			90,000.00	56,245.94	75,000.00	54,392.81			275,638.75
September, 2014							75,000.00	58,508.22	133,508.22
February, 2015				2,953.48		6,044.98			8,998.46
March, 2015							11,827.94		11,827.94
August, 2015			95,000.00	10,361.40	80,000.00	56,235.76			241,597.16
September, 2015							80,000.00	60,405.79	140,405.79
February, 2016						4,664.73			4,664.73
March, 2016							10,856.38		10,856.38
August, 2016			100,000.00		85,000.00	57,992.43			242,992.43
September, 2016							80,000.00	59,434.23	139,434.23
February, 2017						3,198.22			3,198.22
March, 2017							9,884.83		9,884.83
August, 2017					90,000.00	59,600.38			149,600.38
September, 2017							85,000.00	61,498.79	146,498.79
February, 2018								0.00	0.00
March, 2018							8,800.93		8,800.93
August, 2018					95,000.00				95,000.00
September, 2018							90,000.00	63,451.01	153,451.01
March, 2019								7,639.62	7,639.62
August, 2019					100,000.00				100,000.00
September, 2019							95,000.00	65,325.81	160,325.81
March, 2020								6,197.47	6,197.47
September, 2020							100,000.00	66,919.77	166,919.77

(Continued)

**CITY OF MILLVILLE**  
**SEWER UTILITY CAPITAL FUND**  
Statement of New Jersey Environmental Infrastructure Loans Payable  
For the Fiscal Year Ended June 30, 2007

**Schedule of New Jersey Environmental Infrastructure Loan Payable June 30, 2007 (Cont'd)**

Due Date	Series 1992 B		Series 1996 A		Series 1999 A		Series 2003A		Total
	Trust	Fund	Trust	Fund	Trust	Fund	Trust	Fund	
March, 2021								\$4,679.41	\$4,679.41
September, 2021							\$105,000.00	68,437.83	173,437.83
March, 2022								3,244.84	3,244.84
September, 2022							110,000.00	70,039.38	180,039.38
March, 2023								1,658.47	1,658.47
September, 2023							115,000.00	71,489.31	186,489.31
	<u>\$899,825.43</u>	<u>\$824,135.13</u>	<u>\$790,000.00</u>	<u>\$478,070.02</u>	<u>\$945,000.00</u>	<u>\$661,354.29</u>	<u>\$1,380,000.00</u>	<u>\$1,208,695.00</u>	<u>\$7,187,079.87</u>

**CITY OF MILLVILLE**  
**SEWER UTILITY CAPITAL FUND**  
 Statement of Sewer Serial Bonds  
 For the Fiscal Year Ended June 30, 2007

<u>Purpose</u>	<u>Date of Issue</u>	<u>Amount of Original Issue</u>	<u>Date</u>	<u>Maturities of Bonds</u>		<u>Interest Rate</u>	<u>Balance June 30, 2006</u>	<u>Paid</u>	<u>Balance June 30, 2007</u>
				<u>Outstanding June 30, 2007</u>	<u>Amount</u>				
Sewer Capital Bonds of 1996	5-1-96	\$845,000.00	3-1-08	\$45,000.00	\$45,000.00	5.00%	\$145,000.00	\$100,000.00	\$45,000.00
Sewer Capital Bonds of 2001	10-15-02	650,000.00	10-15-07	70,000.00	70,000.00	4.00%			
			10-15-08	70,000.00	70,000.00	4.00%			
			10-15-09	80,000.00	80,000.00	4.00%			
			10-15-10	80,000.00	80,000.00	4.10%			
			10-15-11	80,000.00	80,000.00	4.10%	440,000.00	60,000.00	380,000.00
Sewer Capital Bonds of 2004	12-21-04	2,572,000.00	7-15-07	150,000.00	150,000.00				
			7-15-08	150,000.00	150,000.00				
			7-15-09	160,000.00	160,000.00				
			7-15-10	160,000.00	160,000.00				
			7-15-11	160,000.00	160,000.00				
			7-15-12	300,000.00	300,000.00				
			7-15-13	300,000.00	300,000.00				
		7-15-14	300,000.00	300,000.00					
		7-15-15	300,000.00	300,000.00					
			7-15-16	292,000.00	292,000.00	4.125%	2,422,000.00	150,000.00	2,272,000.00
							<u>\$3,007,000.00</u>	<u>\$310,000.00</u>	<u>\$2,697,000.00</u>
				Paid by Budget Appropriation				\$276,640.75	
				Paid by UEZ Grant				<u>33,359.25</u>	
								<u>\$310,000.00</u>	

**CITY OF MILLVILLE**  
**SEWER UTILITY CAPITAL FUND**  
Statement of Bonds and Notes Authorized But Not Issued  
For the Fiscal Year Ended June 30, 2007

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<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Balance June 30, 2007</u>
08-03	Sewer Main Extension and Pump Lift Station and Forcemain for Commercial Development Rt 55/47 Interchange	\$7,600.00
11-03	Improvements to Wastewater Treatment Plant and Collection System	50,000.00
43-04	Infrastructure Improvements to New Airport Industrial Park	<u>2,125,000.00</u>
		<u><u>\$2,182,600.00</u></u>

**SUPPLEMENTAL EXHIBITS**  
**REVENUE ALLOCATION DISTRICT UTILITY FUND**

**CITY OF MILLVILLE**  
**REVENUE ALLOCATION DISTRICT UTILITY FUNDS**  
**Statement of Revenue Allocation District Utility Cash**  
**Treasurer**  
**For the Fiscal Year Ended June 30, 2007**

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	<u>Operating Fund</u>	<u>Capital Fund</u>
Increased by Receipts:		
Miscellaneous Revenue Not Anticipated		
Tax Abatements -- Payments in Lieu of Taxes	\$114,814.21	
Due to County of Cumberland	6,614.00	
Transfer from General Capital Fund		
Bond Anticipation Notes		<u>\$450,000.00</u>
	<u>\$121,428.21</u>	\$450,000.00
Decreased by Disbursements:		
Improvement Authorizations		13,997.14
Current Fund	121,428.21	
General Capital Fund		<u>436,002.86</u>
	<u>\$121,428.21</u>	<u>\$450,000.00</u>

**CITY OF MILLVILLE**  
**REVENUE ALLOCATION DISTRICT UTILITY CAPITAL FUND**  
 Analysis of Revenue Allocation District Utility Capital Cash  
 For the Fiscal Year Ended June 30, 2007

	Receipts	Disbursements	
	Bonds		Balance
	Anticipation	Improvement	(Deficit)
	<u>Notes</u>	<u>Authorizations</u> <u>Miscellaneous</u>	<u>June 30, 2007</u>
Improvement Authorizations:			
Ordinance			
<u>Number</u>			
02-07 Phase I Improvements to Center City			
Revenue Allocation District	\$450,000.00	\$13,997.14	\$436,002.86
General Capital Fund		\$436,002.86	(436,002.86)
	\$450,000.00	\$13,997.14	\$436,002.86
	\$450,000.00	\$13,997.14	\$436,002.86

**CITY OF MILLVILLE**  
**REVENUE ALLOCATION DISTRICT UTILITY CAPITAL FUND**  
 Schedule of Fixed Capital Authorized and Uncompleted  
 For the Fiscal Year Ended June 30, 2007

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<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Ordinance Date</u>	<u>Ordinance Amount</u>	<u>FY 2007 Authorization Deferred Charges to Future Revenue</u>	<u>Balance June 30, 2007</u>
General Improvements:					
02-07	Phase I Improvements to Center City Revenue Allocation District	02-06-2007	\$8,130,000	\$8,130,000.00	\$8,130,000.00

**CITY OF MILLVILLE**  
 REVEVENE ALLOCATION DISTRICT CAPITAL FUND  
 Statement of Accrued Interest on Notes and Analysis of Balance  
 For the Fiscal Year Ended June 30, 2007

Charged to Capital Ordinance No. 2-2007	
Interest on Notes	<u>\$9,160.50</u>
Balance June 30, 2007	<u>\$9,160.50</u>

Analysis of Accrued Interest June 30, 2007

	Principal Outstanding <u>6/30/2007</u>	Interest Rate	From	To	Period	<u>Amount</u>
Bond Anticipation Note	<u>\$450,000.00</u>	3.72%	12/14/06	06/30/07	197 Days	<u>\$9,160.50</u>

**CITY OF MILLVILLE**  
**REVENUE ALLOCATION DISTRICT UTILITY CAPITAL FUND**  
 Statement of Improvement Authorizations  
 For the Fiscal Year Ended June 30, 2007

<u>Ord. No.</u>	<u>Improvement Description</u>	<u>Ordinance Date</u>	<u>Amount</u>	<u>Future Revenue</u>	<u>Charged</u>	<u>Unfunded</u>
<div style="display: flex; justify-content: space-between;"> <span>FY 2007</span> <span><u>Authorization</u></span> </div>						
General Improvements:						
02-07	Phase I Improvements to Center City Revenue Allocation District	02-06-2007	\$8,130,000	\$8,130,000.00	\$23,157.64	\$8,106,842.36
				Disbursed	\$13,997.14	
				Accrued Interest on Notes	9,160.50	
					<u>\$23,157.64</u>	

**CITY OF MILLVILLE**  
**REVENUE ALLOCATION DISTRICT UTILITY CAPITAL FUND**  
 Statement of Revenue Allocation District Capital Bond Anticipation Notes  
 For the Fiscal Year Ended June 30, 2007

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Note Number</u>	<u>Date of Issue of Original Note</u>	<u>Date of Issue</u>	<u>Date of Maturity</u>	<u>Interest Rate</u>	<u>Issued for Cash Transferred from General Capital Fund</u>	<u>Balance June 30, 2007</u>
02-07	Phase I Improvements to Center City Revenue Allocation District	1	12/14/2006	12/14/2006	9/12/2007	3.72%	\$450,000.00	\$450,000.00

**CITY OF MILLVILLE**  
**REVENUE ALLOCATION DISTRICT UTILITY CAPITAL FUND**  
 Statement of Bonds and Notes Authorized but not Issued  
 For the Fiscal Year Ended June 30, 2007

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Date</u>	<u>FY 2007 Authorization</u>	<u>Notes Transferred From General Capital Fund</u>	<u>Balance June 30, 2007</u>
02-07	Phase I Improvements to Center City Revenue Allocation District	02-06-2007	\$8,130,000.00	\$450,000.00	\$7,680,000.00

**SUPPLEMENTAL EXHIBITS**  
**BOND AND INTEREST FUND**

**CITY OF MILLVILLE**  
**BOND AND INTEREST FUND**  
Statement of Bond and Interest Cash  
For the Fiscal Year Ended June 30, 2007

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Balance June 30, 2006	\$143,167.85
Increased by Receipts:	
Interest Earned Accounts Payable	<u>6,971.88</u>
Balance June 30, 2007	<u><u>\$150,139.73</u></u>

## Exhibit SH-2

**BOND AND INTEREST FUND**  
**Statement of Accounts Payable**  
For the Fiscal Year Ended June 30, 2007

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Balance June 30, 2006	\$44,708.09
Increased by Receipts:	
Interest Earned	<u>6,971.88</u>
Balance June 30, 2007	<u><u>\$51,679.97</u></u>

## **SUPPLEMENTAL SCHEDULES**

**CITY OF MILLVILLE**  
**PART 2**  
**SINGLE AUDIT**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2007**

**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 CIRCULAR 04-04-OMB**

The Honorable Mayor and  
Members of the City Committee  
City of Millville  
Millville, New Jersey 08332

**Compliance**

We have audited the compliance of the City of Millville, in the County of Cumberland, State of 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 New Jersey State Grant Compliance Supplement that are applicable to each of its major federal and state programs for the fiscal year ended June 30, 2007. The City's major federal and state 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 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; audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey; OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations; and State of New Jersey Circular 04-04-OMB, Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid. Those standards, OMB Circular A-133, and State of New Jersey Circular 04-04-OMB, 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 program occurred. An audit includes examining, on a test basis, evidence about the City of Millville's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on the City's compliance with those requirements.

In our opinion, City of Millville complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal and state programs for the fiscal year ended June 30, 2007.

**Internal Control Over Compliance**

The management of the City of Millville is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal and state 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 program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the City's internal control over compliance.

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 program on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the City's ability to administer a federal or state program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a federal or state program that is more than inconsequential will not be prevented or detected by the City's internal control.

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 program will not be prevented or detected by the City's internal control.

Our consideration of internal control over compliance 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 compliance that we consider to be material weaknesses, as defined above.

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

Respectfully submitted,



BOWMAN & COMPANY LLP  
Certified Public Accountants  
& Consultants



Lisa A Donahue  
Certified Public Accountant  
Registered Municipal Accountant

Woodbury, New Jersey  
January 25, 2008

**CITY OF MILLVILLE**  
 Schedule of Expenditures of Federal Awards  
 For Fiscal Year Ended June 30, 2007

Federal Grantor/ Pass-Through Grantor/ Program Title	Federal CFDA Number	Grant or State Account Number	Program or Award Amount	Matching Contribution	Grant Period	
					From	To
<u>U.S. Department of Housing and Urban Development</u>						
Community Development Block Grant	14.218	B-96-MC-34-0006	\$399,000.00	\$41,000.00	7-01-96	Project End
		B-97-MC-34-0006	392,000.00	40,000.00	7-01-97	Project End
		B-99-MC-34-0006	383,000.00	12,000.00	7-01-99	Project End
		B-01-MC-34-0006	395,000.00	10,000.00	7-01-01	Project End
		B-02-MC-34-0006	388,000.00	10,000.00	7-01-02	Project End
		B-03-MC-34-0006	353,000.00	10,000.00	7-01-03	Project End
		B-04-MC-34-0006	353,000.00	10,000.00	7-01-04	Project End
		B-05-MC-34-0006	344,083.00	10,000.00	7-01-05	Project End
		B-06-MC-34-0006	300,471.00	10,000.00	7-01-06	Project End
		Program Income	N/A	N/A	N/A	N/A
Home Investment Partnership	14.239	M-96-MC-34-0225	123,911.00	38,890.60	6-28-96	Project End
		M-97-DC-34-0225	122,752.00	23,016.00	7-01-97	Project End
		M-98-DC-34-0225	130,864.00	N/A	7-01-98	Project End
		M-99-DC-34-0225	127,004.00	N/A	7-01-99	Project End
		M-00-DC-34-0225	138,700.00	N/A	7-01-00	Project End
		M-01-DC-34-0225	154,850.00	N/A	7-01-01	Project End
		M-02-DC-34-0225	156,960.00	N/A	7-01-02	Project End
		M-03-DC-34-0225	159,893.00	N/A	7-01-03	Project End
		M-04-DC-34-0225	183,451.00	N/A	7-01-04	Project End
		M-05-DC-34-0225	176,231.00	N/A	7-01-05	Project End
		M-06-DC-34-0225	165,788.00	N/A	7-01-06	Project End
Lead-Based Paint Hazard Control Program	14.900	NJLHB0216-02	178,053.00	N/A	2-01-03	01-31-06
Total U.S. Department of Housing and Urban Development						
<u>Passed through New Jersey State Department of Environmental Protection</u>						
Municipal Storm Water Regulation Program	66.605	WQ04-146	41,238.00	N/A	3-1-04	2-28-07
<u>U.S. Department of Transportation</u>						
Passed thru New Jersey Department of Transportation						
Highway Planning and Construction	20.205					
Maurice River Waterfront Streetscape		02-480-078	200,000.00	N/A	N/A	N/A
Glasstown Center Public Parking Facility		87-053-50	100,000.00	N/A	N/A	N/A
Maurice River Pedestrian Bridge		87-04-328	200,000.00	N/A	N/A	N/A
Maurice River Waterfront PH IV & V		Unavailable	100,000.00	N/A	N/A	N/A
Bikeway Program Trail PH III		02-480-078	150,000.00	N/A	N/A	N/A
Various Intersection Improvements		Unavailable	140,000.00	N/A	N/A	N/A
Bikeway Program Trail PH I, II, III		Unavailable	150,000.00	N/A	N/A	N/A
Whitaker & Miller Ave Road Improvement PH II		Unavailable	100,000.00	N/A	N/A	N/A
Safe Streets to Schools-Reick to Cedarville		Unavailable	100,000.00	N/A	N/A	N/A
Maurice River Pedestrian Bridge		STT-A00S-(978)	350,000.00	N/A	N/A	N/A
Total U.S. Department of Transportation						

Balance June 30, 2006	Receipts or Revenues Recognized	Adjustments +/-	Code	Disbursed/ Expended	Encumbrances	Balance June 30, 2007	Memo Only	
							Cash Collected	Accumulated Expenditures
\$7,628.93						\$7,628.93		\$432,371.07
752.20						752.20		431,247.80
20,990.35						20,990.35		374,009.65
5,301.18				\$4,639.71		661.47		404,338.53
562.76						562.76		397,437.24
24,392.10				12,333.09		12,059.01		350,940.99
53,122.20				37,770.61		15,351.59		347,648.41
137,350.45				103,444.27		33,906.18	\$206,011.02	320,176.82
	\$310,471.00	\$1,420.95	2	195,283.31		116,608.64	85,791.87	193,862.36
94.08						94.08	N/A	N/A
250,194.25	310,471.00	1,420.95		353,470.99		208,615.21	291,802.89	3,252,032.87
34,832.63						34,832.63		127,968.97
3,113.98						3,113.98		142,654.02
7,347.24						7,347.24		123,516.76
6,070.29						6,070.29		120,933.71
26,392.30						26,392.30		112,307.70
9,475.45						9,475.45		145,374.55
88,717.95				65,441.95		23,276.00		133,684.00
132,304.68				79,143.05		53,161.63		106,731.37
103,702.37				65,588.00		38,114.37		145,336.63
109,761.64				42,410.00		67,351.64	77,810.28	108,879.36
	165,788.00			21,125.88		144,662.12	160,374.25	21,125.88
521,718.53	165,788.00			273,708.88		413,797.65	238,184.53	1,288,512.95
165,508.00						165,508.00	385.00	12,545.00
937,420.78	476,259.00	1,420.95		627,179.87		787,920.86	530,372.42	4,553,090.82
41,238.00				41,238.00				41,238.00
200,000.00				168,997.47	31,002.53			168,997.47
		4,330.94	1	4,330.94				100,000.00
200,000.00				10,695.00	189,250.00	55.00		10,695.00
	100,000.00				100,000.00		100,000.00	
143,016.85				104,777.30	\$38,239.55		150,000.00	111,760.45
140,000.00						140,000.00		
150,000.00						150,000.00	110,662.50	
	100,000.00					100,000.00		
100,000.00						100,000.00		
350,000.00						350,000.00		
1,283,016.85	200,000.00	4,330.94		288,800.71	358,492.08	840,055.00	360,662.50	391,452.92

(Continued)

**CITY OF MILLVILLE**  
 Schedule of Expenditures of Federal Awards  
 For Fiscal Year Ended June 30, 2007

Federal Grantor/ Pass-Through Grantor/ Program Title	Federal CFDA Number	Grant or State Account Number	Program or Award Amount	Matching Contribution	Grant Period	
					From	To
<u>U.S. Department of Justice</u>						
Local Law Enforcement Program	16.000	2004-LB-BX-0651	\$14,549.00	\$1,617.00	10-1-03	9-30-04
Weed & Seed	16.595	2006-WS-Q6-0106	175,000.00	N/A	4-1-06	3-31-07
Bulletproof Vest Partnership	16.607	0051003384	9,204.00	N/A	10-1-02	9-30-03
Justice Assistance Grant FY05	16.738	2005-DJ-BX0903	26,494.00	N/A	1-1-06	12-31-06
Total U.S. Department of Justice						
Total Federal Financial Assistance						

Analysis of Balance June 30, 2007

Current Fund--Reserve for Federal and State Grants Appropriated (Exhibit SA-24)  
 Trust Other Fund--Reserve for Community Development Block Grant Funds (Exhibit SB-18)  
 Trust Other Fund--Reserve for Lead Base Hazard Abatement Program (Exhibit SB-20)  
 Trust Other Fund--Reserve for Home Investment Partnership Program (Exhibit SB-21)

**KEY TO CODES**

- (1) Encumbrances Canceled  
 (2) Refunds and Interest Earned

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

Balance June 30, 2006	Receipts or Revenues Recognized	Adjustments +/-	Code	Disbursed/ Expended	Encumbrances	Balance June 30, 2007	Memo Only	
							Cash Collected	Accumulated Expenditures
\$3,768.67		\$2,345.45	2			\$6,114.12		\$10,051.88
173,993.60				\$162,266.56		11,727.04	\$163,273.00	163,272.96
							3,060.00	9,204.00
7,755.01	\$15,053.70	9,554.06	1, 2	18,449.37		13,913.40	11,868.29	12,580.60
185,517.28	15,053.70	11,899.51		180,715.93		31,754.56	178,201.29	195,109.44
\$2,447,192.91	\$691,312.70	\$17,651.40		\$1,137,934.51	\$358,492.08	\$1,659,730.42	\$1,069,236.21	\$5,180,891.18

\$871,809.56  
 208,615.21  
 165,508.00  
 413,797.65  


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\$1,659,730.42

**CITY OF MILLVILLE**  
 Schedule of Expenditures of State Financial Assistance  
 For Fiscal Year Ended June 30, 2007

State Grantor/ Program Title	State GMS Number	Grantor's Number	Program or Award Amount	Matching Contribution	Grant Period From To	
<u>State Department of Community Affairs</u>						
Neighborhood Preservation Program	8020-301-023510-50	85295	\$85,000.00	N/A	1-01-87	1-31-88
	8020-301-023510-50	95295	85,000.00	N/A	1-01-88	1-31-89
	8020-301-023510-50	95295	85,000.00	N/A	1-01-90	1-31-91
	8020-301-023510-50	95295	125,000.00	N/A	1-01-01	1-31-02
	8020-301-023510-50	95295	400,000.00	N/A	1-01-02	1-31-03
Neighborhood Preservation Balanced Housing Program	8020-301023510-50	87179	207,050.00	N/A	2-01-87	4-30-90
	8020-301023510-50	880674	236,402.00	N/A	2-01-88	4-30-90
	8020-301023510-50	890817	239,700.00	N/A	6-15-89	4-30-90
	8020-301023510-50	97-2049-00	200,000.00	N/A	3-01-97	2-28-99
Share Grant	05-100-022-8030-658	05-0151-00	100,000.00	32,000.00	7-1-04	12-31-06
Total State Department of Community Affairs						
<u>State Department of Treasury</u>						
Municipal Court Alcohol Education and Rehabilitation Fund	9735-760-060000-60	N/A	5,652.96	N/A	7-01-97	Proj Close
County of Cumberland Alcoholism and Drug Abuse Services Grant - Millville Municipal Alliance	2000-475-995120-60	N/A	34,181.00	6,987.00	N/A	N/A
Total State Department of Treasury						
<u>State Department of Law and Public Safety</u>						
Drunk Driving Enforcement Grants	1110-448-031020-220040	N/A	35,407.70	N/A	N/A	N/A
Body Armor Replacement Fund	1020-718-066-1020	N/A	26,346.02	N/A	N/A	N/A
Safe & Secure Communities Program	1020-789-066-1020	N/A	450,000.00	N/A	N/A	N/A
Click It or Ticket 2006	OPO4-45-02-41	N/A	109,286.08	N/A	N/A	N/A
Seatbelt Performance Grant	A10563-11-19	N/A	3,000.00	N/A	N/A	N/A
Buckle Up South Jersey	1160-100-066-1160-113	N/A	2,000.00	N/A	N/A	N/A
Total State Department of Law and Public Safety						
<u>State Department of Environmental Protection</u>						
<u>Division of Solid Waste Management</u>						
Clean Communities Program	4900-765-178900-60	N/A	56,365.52	N/A	1-1-03	12-31-03
	4900-765-178900-60	N/A	29,504.79	N/A	1-1-04	12-31-04
	4900-765-178900-60	N/A	30,934.67	N/A	1-1-05	12-31-05
	4900-765-178900-60	N/A	34,854.31	N/A	1-1-06	12-31-06
Statewide Livable Communities Grant	4875-100-042-4875-353	N/A	79,028.00	N/A	4-25-03	Proj Close
	4875-100-042-4875-353	N/A	90,000.00	N/A	3-15-05	Proj Close
<u>State Department of Environmental Protection</u>						
<u>Division of Solid Waste Management (Cont'd)</u>						
NJ Tree Planting Grant	00-100-042-4870-079-6120	PF01-085	15,738.75	N/A	2-1-01	1-31-02
Community Stewardship Incentive	00-100-042-079-6120	PF01-119	8,994.00	N/A	3-1-02	2-28-03
	00-100-042-079-6120	PF01-119	5,737.50	N/A	3-1-06	2-28-07

Balance June 30, 2006	Receipts or Revenue Recognized	Adjustments +/-	Code	Disbursed/ Expended	Encumbered	Balance June 30, 2007	Memo Only	
							Cash Collected	Accumulated Expenditures
\$19,434.46						\$19,434.46		\$65,565.54
5,037.58						5,037.58		79,962.42
1,918.55						1,918.55		83,081.45
37,025.23						37,025.23		87,974.77
267,785.47	\$150,000.00			\$197,967.52		219,817.95	\$272,382.00	180,182.05
331,201.29	150,000.00			197,967.52		283,233.77	272,382.00	496,766.23
2,709.02						2,709.02		204,340.98
905.20						905.20		235,496.80
9,093.47						9,093.47		230,606.53
138,334.25						138,334.25		61,665.75
151,041.94						151,041.94		732,110.06
								132,000.00
482,243.23	150,000.00			197,967.52		434,275.71	272,382.00	1,360,876.29
3,791.48	2,086.08			3,086.02		2,791.54	2,086.08	2,861.42
17,583.44	34,181.00	\$572.00	[3]	35,931.29	780.00	15,625.15	27,503.43	24,762.85
21,374.92	36,267.08	572.00		39,017.31	780.00	18,416.69	29,589.51	27,624.27
3,347.93	10,064.04	307.45	[3]	3,655.38		10,064.04	10,064.04	25,343.66
	7,476.18	2,897.13	[3]	4,035.63	3,077.25	3,260.43	7,476.18	20,008.34
76,449.45	90,000.00			76,449.45		90,000.00	67,500.00	360,000.00
2,803.30	4,000.00	(3,150.00)	[1]	3,653.30			4,000.00	109,286.08
	3,000.00			3,000.00			2,600.00	3,000.00
50.00	2,000.00			2,050.00			2,000.00	2,000.00
82,650.68	116,540.22	54.58		92,843.76	3,077.25	103,324.47	93,640.22	519,638.08
22,765.98		36.00	[3]	1,822.38	3,205.30	17,774.30		35,385.92
9,001.67		7,757.00	[3]	10,453.86	3,087.00	3,217.81		23,199.98
30,934.67				8,470.37	4,654.21	17,810.09		8,470.37
	34,854.31			12.98	12,617.58	22,223.75	34,854.31	12.98
62,702.32	34,854.31	7,793.00		20,759.59	23,564.09	61,025.95	34,854.31	67,069.25
780.40				780.40			780.40	79,028.00
90,000.00				67,147.45	3,575.15	19,277.40	67,147.45	67,147.45
90,780.40				67,927.85	3,575.15	19,277.40	67,927.85	146,175.45
1,310.75						1,310.75		14,428.00
675.25						675.25		8,318.75
	5,737.50					5,737.50		
675.25	5,737.50					6,412.75		8,318.75

(Continued)

**CITY OF MILLVILLE**  
 Schedule of Expenditures of State Financial Assistance  
 For Fiscal Year Ended June 30, 2007

State Grantor/ Program Title	State GMIS Number	Grantor's Number	Program or Award Amount	Matching Contribution	Grant Period From To	
Hazardous Discharge Site Remediation	HG307(C)\P10413	P17010	\$2,777,347.00	N/A	1-12-06	2-27-2007
Hazardous Discharge Site Remediation	HG307(C)\P10413	N/A	338,247.86	N/A	N/A	N/A
Total State Department of Environmental Protection						
<u>State Department of Commerce and Economic Development</u>						
State of New Jersey - Division of Economic Development - Urban Enterprise Zone Program:						
UEZA - Program Income	763-020-2830-007	N/A	N/A	N/A	N/A	N/A
UEZA 03-125	763-020-2830-007	03-125	134,000.00	N/A	7-01-03	12-31-05
UEZA 04-75	763-020-2830-007	04-75	68,800.00	17,200.00	12-31-05	1-31-05
UEZA 05-15	763-020-2830-023	05-15	223,825.00	77,025.00	7-01-04	6-30-05
UEZA 05-74	763-020-2830-007	05-74	62,978.00	15,774.00	12-8-04	12-31-05
UEZA 06-16	763-020-2830-023	06-16	279,653.00	N/A	7-01-05	6-30-06
UEZA 06-09	763-020-2830-007	06-09	330,000.00	N/A	7-13-05	12-31-06
UEZA 06-10	763-020-2830-007	06-10	116,000.00	N/A	7-13-05	7-31-06
UEZA 06-21	763-020-2830-007	06-21	15,000.00	N/A	7-13-05	7-31-06
UEZA 06-37	763-020-2830-007	06-37	379,670.00	N/A	9-14-05	12-31-06
UEZA 06-38	763-020-2830-007	06-38	150,000.00	N/A	9-14-05	9-30-06
UEZA 06-49	763-020-2830-007	06-49	130,000.00	N/A	12-14-05	3-31-07
UEZA 06-75	763-020-2830-007	06-75	197,448.00	N/A	12-14-05	12-31-06
UEZA 06-76	763-020-2830-007	06-76	105,000.00	N/A	12-14-05	12-31-06
UEZA 06-77	763-020-2830-007	06-77	68,994.00	N/A	12-14-05	12-31-06
UEZA 06-97	763-020-2830-007	06-97	148,400.00	N/A	2-1-06	2-28-07
UEZA 07-16	763-020-2830-007	07-16	387,946.00	N/A	2-8-06	2-28-07
UEZA 07-26	763-020-2830-007	07-26	734,511.00	N/A	2-8-06	2-28-07
UEZA 07-82	763-020-2830-007	07-82	379,670.00	N/A	2-8-06	2-28-07
UEZA 07-83	763-020-2830-007	07-83	162,151.00	N/A	2-8-06	2-28-07
UEZA 07-84	763-020-2830-007	07-84	149,000.00	N/A	2-8-06	2-28-07
UEZA 07-85	763-020-2830-007	07-85	127,291.00	N/A	2-8-06	2-28-07
UEZA 07-86	763-020-2830-007	07-86	74,770.00	N/A	2-8-06	2-28-07
UEZA 07-94	763-020-2830-007	07-94	15,000.00	N/A	2-8-06	2-28-07
UEZA 07-139	763-020-2830-007	07-139	90,000.00	N/A	2-8-06	2-28-07
UEZA 07-171	763-020-2830-007	07-171	3,710,364.00	N/A	2-8-06	2-28-07
UEZA 07-172	763-020-2830-007	07-172	259,585.00	N/A	2-8-06	2-28-07
UEZA 08-16	763-020-2830-007	07-16	498,908.21	N/A	2-8-06	2-28-07
Total State Department of Commerce and Economic Development						
Total State Financial Assistance						
<u>Analysis of Balance June 30, 2007</u>						
Current Fund:						
Reserve for Federal and State Grants--Appropriated (Exhibit SA-24)						
Reserve for Federal and State Grants--Unappropriated (Exhibit SA-25)						
Less: Recycling Tonnage Grant						
General Capital Fund:						
Statement of Grants Receivable (Exhibit SC-3)						
Statement of Grants Receivable (Exhibit SC-3)						
Trust Other Funds:						
Reserve for Neighborhoods Preservation Program (Exhibit SB-16)						
Reserve for Balanced Housing Program (Exhibit SB-16)						
<b>KEY TO CODES</b>						
<b>(1) Canceled by City Resolution</b>						
<b>(2) Encumbrances Canceled</b>						

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

Balance June 30, 2006	Receipts or Revenue Recognized	Adjustments +/-	Code	Disbursed/ Expended	Encumbered	Balance June 30, 2007	Memo Only	
							Cash Collected	Accumulated Expenditures
\$694,337.00				\$554,296.88		\$140,040.12	\$554,296.88	\$2,637,306.88
110,145.39		\$14,481.50	[2]	40.00	\$14,481.50	110,105.39		213,660.97
959,951.11	\$40,591.81	22,274.50		643,024.32	41,620.74	338,172.36	657,079.04	3,086,959.30
50.00						50.00		
58,152.58		(58,152.58)	[1]					134,000.00
17,358.26		5,000.00	[2]		\$5,000.00	17,358.26	14,441.74	63,641.74
101,296.36		4,349.99	[2]	4,349.99		101,296.36	6,375.23	199,553.64
1,184.73		(1,184.73)	[1]					78,752.00
117,223.71		26,168.49	[2]	7,809.06		135,583.14	86,295.01	144,069.86
160,652.34				23,517.20		137,135.14	87,814.46	192,864.86
1,700.00		(1,700.00)	[1]					116,000.00
3,750.00				3,750.00			7,500.00	15,000.00
155,180.61				154,484.46		696.15	296,572.58	378,973.85
150,000.00						150,000.00		
		32,500.00	[2]	32,500.00			130,000.00	130,000.00
98,680.36				91,440.44		7,239.92	143,424.40	190,208.08
62,362.20				62,339.32		22.88	42,637.80	104,977.12
33,170.57				33,170.57			53,035.76	68,994.00
148,400.00				33,989.76		114,410.24	33,989.76	33,989.76
	387,946.00			180,107.75	54,308.92	153,529.33	96,467.68	180,107.75
	734,511.00			289,931.02		444,579.98	289,931.02	289,931.02
	379,670.00			225,481.55		154,188.45	67,170.53	225,481.55
	162,151.00			78,755.85		83,395.15	42,075.70	78,755.85
	149,000.00			50,200.00		98,800.00		50,200.00
	127,291.00			50,810.61		76,480.39		50,810.61
	74,770.00			36,101.77		38,668.23	18,822.89	36,101.77
	15,000.00			3,750.00		11,250.00		3,750.00
	90,000.00				89,800.00	200.00		
	3,710,364.00					3,710,364.00		
	259,585.00					259,585.00		
	498,908.21			3,499.54		495,408.67		3,499.54
1,109,161.72	6,589,196.21	6,981.17		1,365,988.89	149,108.92	6,190,241.29	1,416,554.56	2,769,663.00
\$2,655,381.66	\$6,932,595.32	\$29,882.25		\$2,338,841.80	\$194,586.91	\$7,084,430.52	\$2,469,245.33	\$7,764,760.94

\$6,394,948.99  
142,858.50  
142,103.04  
\$6,395,704.45

140,040.12  
114,410.24  
254,450.36

283,233.77  
151,041.94

\$7,084,430.52

**CITY OF MILLVILLE**  
**Notes to Schedules of Expenditures of Federal Awards and State Financial Assistance**  
**For the Fiscal Year Ended June 30, 2007**

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Note 1: **GENERAL**

The accompanying schedules of expenditures of federal awards and state financial assistance present the activity of all federal awards and state financial assistance programs of the City of Millville, County of Cumberland, State of New Jersey. The City is defined in the Notes to the Financial Statements, Note 1.

Note 2: **BASIS OF ACCOUNTING**

The accompanying schedules of expenditures of federal awards and state financial assistance are presented using the modified accrual basis of accounting as promulgated by the State of New Jersey, Department of Community Affairs, Division of Local Government Services, which is described in the Notes to the Financial Statements, Note 1.

Note 3: **RELATIONSHIP TO FINANCIAL STATEMENTS**

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

<u>Fund</u>	<u>Federal</u>	<u>State</u>	<u>Total</u>
Current Fund	\$510,754.64	\$1,552,587.64	\$2,063,342.28
Trust Fund	627,179.87	197,967.52	825,147.39
General Capital Fund		588,286.64	588,286.64
Total Expenditures	\$1,137,934.51	\$2,338,841.80	\$3,476,776.31

Note 4: **MAJOR PROGRAMS**

Major programs are identified in the Summary of Auditor's Results section of the Schedule of Findings and Questioned Costs

**CITY OF MILLVILLE**  
**PART 3**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2007**

**CITY OF MILLVILLE**  
**Schedule of Findings and Questioned Costs**  
**For the Fiscal Year Ended June 30, 2007**

**Section 1- Summary of Auditor's Results**

**Financial Statements**

Type of auditor's report issued Unqualified

Internal control over financial reporting:

Material weaknesses identified?  X  yes   no

Were significant deficiencies identified that were not considered to be a material weakness?  X  yes  X  none reported

Noncompliance material to financial statements noted?   yes  X  no

**Federal Awards**

Internal control over compliance:

Material weaknesses identified?   yes  X  no

Were significant deficiencies identified that were not considered to be material weaknesses?   yes  X  none reported

Type of auditor's report on compliance for major programs Unqualified

Any audit findings disclosed that are required to be reported in accordance with OMB Circular A-133 (section .510(a))?   yes  X  no

Identification of major programs:

<u>CFDA Numbers</u>	<u>Name of Federal Program or Cluster</u>
14.218	Community Development Block Grant
14.239	Home Investment Partnership

Dollar threshold used to determine Type A programs \$300,000.00

Auditee qualified as low-risk auditee?   yes  X  no   n/a

**CITY OF MILLVILLE**  
**Schedule of Findings and Questioned Costs**  
**For the Fiscal Year Ended June 30, 2007**

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**Section 1- Summary of Auditor's Results (Cont'd)**

**State Financial Assistance**

Internal control over compliance:

Material weaknesses identified?  yes  no

Were reportable conditions identified that were not considered to be material weaknesses?  yes  none reported

Type of auditor's report on compliance for major programs Unqualified

Any audit findings disclosed that are required to be reported in accordance with OMB Circular A-133 (section .510(a)) or New Jersey Circular 04-04-OMB?  yes  no

Identification of major programs:

<u><b>GMIS Numbers</b></u>	<u><b>Name of State Program</b></u>
<u>763-020-2830-007</u>	<u>Urban Enterprise Zone</u>
<u> </u>	<u> </u>

Dollar threshold used to determine Type A programs \$300,000.00

Auditee qualified as low-risk auditee?  yes  no  n/a

**CITY OF MILLVILLE**  
**Schedule of Findings and Questioned Costs**  
**For the Fiscal Year Ended June 30, 2007**

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***Section 2- Schedule of Financial Statement Findings***

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

**Finding No. 2007-1**

**Condition**

There is a lack of segregation of duties over the investment of City funds in that the City Treasurer is authorized to open money market accounts, purchase certificates of deposit and other investments, and also records, and transfers funds to make investments, and also maintains the custody of all related documents, and reconciles money market bank accounts and other investment accounts to the general ledger.

**Criteria**

An effective system of internal control provides for the segregation of duties between incompatible functions.

**Effect**

Unauthorized or fraudulent use of City funds could occur and go undetected in the normal course of business.

**Cause**

There is a lack of segregation of duties and / or compensating controls by City management to oversee the investment of City funds.

**Recommendation**

That the City establish proper internal controls over money market accounts, certificates of deposit and other investment of City Funds to have proper segregation of duties over authorization, recording, transfer and reconciliation of these funds.

**View of Responsible Official and Planned Corrective Action**

All investments are approved by the Chief Financial Officer before quotes are received. The investment documents are held and recorded by the senior clerk typist. The investments are recorded in the general ledger by the account clerk who will reconcile the analysis of the senior clerk typist to the general ledger.

Steps are being taken to assure that all investments transfers will be entered by finance personnel with final approval by the Chief Financial Officer or Treasurer.

**CITY OF MILLVILLE**  
**Schedule of Findings and Questioned Costs**  
**For the Fiscal Year Ended June 30, 2007**

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***Section 3- Schedule of Federal Award Findings and Questioned Costs***

This section identifies the significant deficiencies, material weaknesses, and instances of noncompliance, including questioned costs, related to the audit of major Federal programs, as required by OMB Circular A-133.

**None**

**CITY OF MILLVILLE**  
**Schedule of Findings and Questioned Costs**  
**For the Fiscal Year Ended June 30, 2007**

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***Section 4- Schedule of State Financial Assistance Findings and Questioned Costs***

This section identifies the significant deficiencies, material weaknesses, and instances of noncompliance, including questioned costs, related to the audit of major State programs, as required by OMB Circular A-133 and State of New Jersey Circular 04-04-OMB.

**None**

**CITY OF MILLVILLE**  
**Summary Schedule of Prior Year Audit Findings**  
**And Questioned Costs as Prepared by Management**

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This section identifies the status of prior year findings related to the financial statements and Federal Awards and State Financial Assistance that are required to be reported in accordance with Government Auditing Standards, OMB Circular A-133 and State of New Jersey Circular 04-04-OMB.

**Finding No. 2006-1**

**Condition**

There is a lack of segregation of duties over the investment of City funds in that the City Treasurer authorizes, records, and transfers funds to make investments as well as maintains custody of investment documents.

**Current Status**

The condition has improved but remains unresolved – See *Finding No. 2007-1*.

**Planned Corrective Action**

Steps are being taken to assure that all investments transfers will be entered by finance personnel with final approval by the Chief Financial Officer or Treasurer.

**CITY OF MILLVILLE**  
**Officials in Office and Surety Bonds**

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

<u>Name</u>	<u>Title</u>	<u>Amount of Surety Bond</u>
James F. Quinn	Mayor	(A)
W. James Parent	Commissioner	(A)
James T. Shannon	Commissioner	(A)
John C. Hollingshead	Commissioner	(A)
Joseph J. Derella Jr.	Commissioner	(A)
Lewis N. Thompson	Municipal Administrator, City Clerk, Registrar of Vital Statistics	(A)
John W. Krause	Treasurer, Asst. Comptroller	(A)
Ronald J. Charlesworth	Purchasing Agent, Chief Financial Officer	(A)
Suzanne Olah	Tax Collector, Utilities Collector, Tax Search and Improvement Search Officer, Deputy Municipal Clerk	(A)
Steven Neder	Municipal Court Judge	(A)
Milton Truxton	Construction Official, Director of Inspections	(A)
John E. Mason	Building Inspector/Code Enforcement, And Electrical Subcode Official	(A)
Michael Morano	Plumbing/Housing Inspector	(A)
Ronald J. Harvey	Police Chief	(A)
Richard C. McCarthy	City Attorney	(A)
John Knoop	City Engineer	(A)
Brian P. Rosenberger	Assessor	(A)
Jeannie DuBois	Municipal Court Administrator	(A)
Jamie Franckle	Deputy Municipal Court Administrator	(A)
Tom Ayres	Zoning Officer	(A)

(A) Covered by \$1,000,000, with either a \$1,000 deductible or for the amount the employee or official is required by law to be individually bonded, by a Public Employees Dishonesty Bond from the Atlantic County Municipal Joint Insurance Fund and Municipal Excess Joint Insurance Fund.

All of the bonds were examined and were properly executed

**APPRECIATION**

I express my appreciation for the assistance and courtesies rendered by the City officials during the course of the audit.

Respectfully submitted,

BOWMAN & COMPANY LLP  
Certified Public Accountants  
& Consultants

A handwritten signature in black ink that reads "Lisa A. Donahue". The signature is written in a cursive style with a large, looping initial "L".

Lisa A. Donahue  
Certified Public Accountant  
Registered Municipal Accountant

