

**CITY OF MILLVILLE**  
**COUNTY OF CUMBERLAND**  
**REPORT OF AUDIT**  
**FOR THE FISCAL YEAR ENDED**  
**JUNE 30, 2012**

**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	13
<b><u>TRUST FUND</u></b>		
B	Statement of Assets, Liabilities and Reserves--Regulatory Basis	22
<b><u>GENERAL CAPITAL FUND</u></b>		
C	Statement of Assets, Liabilities, Reserves and Fund Balance-- Regulatory Basis	25
C-1	Statement of Capital Fund Balance—Regulatory Basis	26
<b><u>WATER UTILITY FUND</u></b>		
D	Statements of Assets, Liabilities, Reserves and Fund Balance-- Regulatory Basis	27
D-1	Statement of Operation and Changes in Operating Fund Balance-- Regulatory Basis	29
D-2	Water Utility Assessment Fund--Statement Assessment Trust Fund Balance--Regulatory Basis	30
D-3	Water Utility Operating Fund--Statement of Revenues-- Regulatory Basis	31
D-4	Water Utility Operating Fund--Statement of Expenditures-- Regulatory Basis	32
<b><u>SEWER UTILITY FUND</u></b>		
E	Statement of Assets, Liabilities, Reserves and Fund Balance-- Regulatory Basis	33
E-1	Sewer Utility Operating Fund--Statement of Operations and Changes in Operating Fund Balance--Regulatory Basis	35
E-2	Sewer Utility Capital Fund--Statement of Fund Balance-- Regulatory Basis	36
E-3	Sewer Utility Assessment Fund--Statement of Assessment Trust Fund Balance--Regulatory Basis	37
E-4	Sewer Utility Operating Fund--Statement of Revenues-- Regulatory Basis	38
E-5	Sewer Utility Operating Fund--Statement of Expenditures-- Regulatory Basis	39

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

<b><u>Exhibit No.</u></b>		<b><u>Page No.</u></b>
<b><u>REVENUE ALLOCATION DISTRICT UTILITY FUND</u></b>		
F	Statements of Assets, Liabilities, Reserves and Fund Balance-- Regulatory Basis	40
F-1	Statement of Operation and Changes in Operating Fund Balance-- Regulatory Basis	41
F-2	Statement of Fund Balance--Regulatory Basis	42
F-3	Statement of Revenues--Regulatory Basis	43
F-4	Statement of Expenditures--Regulatory Basis	44
<b><u>GENERAL FIXED ASSET GROUP</u></b>		
G	Statement of General Fixed Assets Group of Accounts--Regulatory Basis	45
<b><u>BOND AND INTEREST FUND</u></b>		
H	Statement of Assets, Liabilities, and Reserves--Regulatory Basis	46
	Notes to Financial Statements	47
<b><u>SUPPLEMENTAL EXHIBITS</u></b>		
<b><u>CURRENT FUND</u></b>		
SA-1	Statement of Current Cash--Treasurer	70
SA-2	Schedule of Change Funds--June 30, 2012	72
SA-3	Statement of Due from State of New Jersey Veterans' and Senior Citizens' Deductions	73
SA-4	Statement of Protested Checks	73
SA-5	Statement of Taxes Receivable and Analysis of Property Tax Levy	74
SA-6	Statement of Tax Title Liens	75
SA-7	Statement of Penalty Surcharge Receivable	76
SA-8	Statement of Property Maintenance Assessments Receivable	76
SA-9	Statement of Property Acquired for Taxes--Assessed Valuation	77
SA-10	Statement of Revenue Accounts Receivable	78
SA-11	Statement of FY 2011 Appropriation Reserves	79
SA-12	Statement of Accounts Payable	85
SA-13	Statement of Due to State of New Jersey--Marriage License Fees	85
SA-14	Statement of Payroll Taxes Payable	86
SA-15	Statement of Tax Overpayments	87
SA-16	Statement of Prepaid Taxes	87
SA-17	Statement of Local District School Tax	88
SA-18	Statement of Due County for Added Taxes	89
SA-19	Statement of Reserve for Garden State Preservation Trust Fund	89
SA-20	Statement of Reserve for Tax Appeals	89
SA-21	Statement of Due to State of New Jersey--Uniform Construction Code-- State Training Fees	90
SA-22	Statement of Reserve for Proceeds from Sale of Municipal Assets	90
SA-23	Federal and State Grant Fund--Statement of Federal and State Grants Receivable	91
SA-24	Federal and State Grant Fund--Statement of Reserve for Federal and State Grants--Appropriated	92
SA-25	Federal and State Grant Fund--Statement of Reserve for Federal and State Grants--Unappropriated	94

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

<b><u>Exhibit No.</u></b>		<b><u>Page No.</u></b>
<b><u>TRUST FUND</u></b>		
SB-1	Statement of Trust Cash--Treasurer	96
SB-2	Trust Other Fund--Statement of Due from Current Fund	97
SB-3	Community Development Fund--Statement of Due from Trust Other Fund	97
SB-4	Community Development Fund--Statement of Due to Current Fund	97
SB-5	Animal Control Fund--Statement of Due from/to Current Fund	98
SB-6	Animal Control Fund--Statement of Due to Trust other Fund	98
SB-7	Animal Control Fund--Statement of Due to State of NJ--Animal Registration Fees	99
SB-8	Animal Control Fund--Statement of Reserve for Animal Control Fund Expenditures	99
SB-9	Trust Other Fund--Neighborhood Preservation Grants Receivable	100
SB-10	Community Development Fund--Community Development Block Grants Receivable	100
SB-11	Community Development Fund--Statement of Mortgages Receivable--Reserve for Rehabilitation Projects	101
SB-12	Community Development Fund--Statement of Mortgages Receivable--U.D.A.G.	101
SB-13	Trust Other Fund--Statement of Mortgages and Loans Receivable--UEZ Assistance Program	101
SB-14	Community Development Fund--Home Investment Partnership Program Receivable	102
SB-15	Trust Other Funds--Statement of Miscellaneous Trust Reserves	103
SB-16	Trust Other Funds--Statement of Miscellaneous Trust Escrows	104
SB-17	Community Development Fund--Statement of Reserve for Community Development Funds	105
SB-18	Trust Other Fund--Statement of Reserve for Revolving Loan Fund--UEZ Assistance Program	106
SB-19	Community Development Fund--Statement of Reserve for Revolving Loan Fund--Rehabilitation Program	107
SB-20	Community Development Fund--Statement of Reserve for Home Investment Partnership Program	107
SB-21	Community Development Fund--Statement of Reserve for Revolving Loan Fund--U.D.A.G.	108
<b><u>GENERAL CAPITAL FUND</u></b>		
SC-1	Statement of General Capital Cash --Treasurer	110
SC-2	Analysis of General Capital Cash	111
SC-3	Statement of Grants Receivable	112
SC-4	Statement of Due from Federal and State Grant Fund	113
SC-5	Statement of Reserve for Payment of Debt	113
SC-6	Statement of Reserve for Preliminary Expenses - Senior Center	113
SC-7	Statement of Deferred Charges to Future Taxation--Funded	114
SC-8	Statement of Retained Percentage Due Contractors	114
SC-9	Statement of Deferred Charges to Future Taxation--Unfunded	115
SC-10	Statement of Capital Improvement Fund	116
SC-11	Statement of Contracts Payable	116
SC-12	Statement of Green Trust Loan Payable	116
SC-13	Statement of Improvement Authorizations	117
SC-14	Statement of General Bond Anticipation Notes	118
SC-15	Statement of General Serial Bonds	119
SC-16	Statement of General Bonds and Notes Authorized But Not Issued	120

**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	122
SD-2	Water Utility Assessment Fund--Statement of Water Utility Assessment Trust Cash	123
SD-3	Water Utility Capital Fund--Analysis of Water Utility Capital Cash	124
SD-4	Water Utility Operating Fund--Statement of Consumer Accounts Receivable	125
SD-5	Water Utility Operating Fund--Statement of Reserve for Sale of Municipal Assets	125
SD-6	Water Utility Operating Fund--Statement of Fire Hydrant Rentals	126
SD-7	Water Utility Operating Fund--Statement of Other Accounts Receivable	126
SD-8	Water Utility Operating Fund--Statement of Water Utility Liens	127
SD-9	Water Utility Capital Fund--Statement of Due from State of New Jersey— Environmental Infrastructure Trust	128
SD-10	Water Utility Capital Fund--Statement of Fixed Capital	129
SD-11	Water Utility Capital Fund--Schedule of Fixed Capital Authorized and Uncompleted	130
SD-12	Water Utility Operating Fund--Statement of Appropriation Reserves	131
SD-13	Water Utility Operating Fund--Statement of Accrued Interest on Bonds, Notes And Loans and Analysis of Balance	132
SD-14	Water Utility Operating Fund--Statement of Accounts Payable	133
SD-15	Water Utility Operating Fund--Statement of Overpayment of Rents	133
SD-16	Water Utility Operating Fund--Statement of Due to Current Fund	134
SD-17	Water Utility Capital Fund--Statement of Contracts Payable	135
SD-18	Water Utility Capital Fund—Statement of Retained Percentage Due Contractors	135
SD-19	Water Utility Capital Fund--Statement of Improvement Authorizations	136
SD-20	Water Utility Capital Fund--Statement of Reserve for Amortization	137
SD-21	Water Utility Capital Fund-- Statement of Reserve for Deferred Amortization	137
SD-22	Water Utility Capital Fund--Statement of New Jersey Environmental Infrastructure Loan Payable	138
SD-23	Water Utility Capital Fund--Statement of Water Capital Bond Anticipation Notes	139
SD-24	Water Utility Capital Fund--Statement of Water Serial Bonds	140
SD-25	Water Utility Capital Fund--Statement of Bonds and Notes Authorized But Not issued	141
<b><u>SEWER UTILITY FUND</u></b>		
SE-1	Statement of Sewer Utility Cash—Treasurer	143
SE-2	Sewer Utility Assessment Fund—Statement of Sewer Utility Assessment Trust Cash	144
SE-3	Sewer Utility Capital Fund—Analysis of Capital Cash	145
SE-4	Sewer Utility Operating Fund—Statement of Consumer Accounts Receivable	146
SE-5	Sewer Utility Operating Fund—Statement of Sewer Utility Liens	146
SE-6	Sewer Utility Capital Fund—Statement of Due from State of New Jersey— NJ Environmental Infrastructure Trust	147

**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-7	Sewer Utility Assessment Fund--Statement of Assessments Receivable	148
SE-8	Sewer Utility Capital Fund--Statement of Fixed Capital	149
SE-9	Sewer Utility Capital Fund--Statement of Fixed Capital Authorized and Uncompleted	150
SE-10	Sewer Utility Operating Fund--Statement of Appropriation Reserves	151
SE-11	Sewer Utility Operating Fund--Statement of Accrued Interest on Bonds, Notes and Loans and Analysis of Balance	152
SE-12	Sewer Utility Operating Fund--Statement of Sewer Rental Overpayments	153
SE-13	Sewer Utility Operating Fund--Statement of Accounts Payable	153
SE-14	Sewer Utility Capital Fund--Statement of Contracts Payable	153
SE-15	Sewer Utility Assessment Fund--Statement of Reserve for Assessments And Liens	154
SE-16	Sewer Utility Capital Fund--Statement of Deferred Reserve for Amortization	155
SE-17	Sewer Utility Capital Fund--Statement of Reserve for Amortization	156
SE-18	Sewer Utility Capital Fund--Statement of Capital Improvement Fund	156
SE-19	Sewer Utility Capital Fund--Statement of Retained Percentage Due Contractors	156
SE-20	Sewer Utility Capital Fund--Statement of Improvement Authorizations	157
SE-21	Sewer Utility Capital Fund--Statement of Bond Anticipation Notes	158
SE-22	Sewer Utility Capital Fund--Statement of New Jersey Environmental Infrastructure Loans Payable	159
SE-23	Sewer Utility Capital Fund--Statement of Sewer Serial Bonds	160
SE-24	Sewer Utility Capital Fund--Statement of Bonds and Notes Authorized But Not Issued	161
<b><u>REVENUE ALLOCATION DISTRICT UTILITY FUND</u></b>		
SF-1	Statement of Revenue Allocation District Utility Cash--Treasurer	163
SF-2	Revenue Allocation District Utility Capital Fund--Analysis of Revenue Allocation District Utility Capital Cash	164
SF-3	Revenue Allocation District Utility Operating Fund--Statement of Due from Federal and State Grant Fund	165
SF-4	Revenue Allocation District Utility Capital Fund--Statement of Due from Community Development Trust Fund	165
SF-5	Revenue Allocation District Utility Operating Fund--Statement of Appropriation Reserves	166
SF-6	Revenue Allocation District Utility Capital Fund--Schedule of Fixed Capital Authorized and Uncompleted	167
SF-7	Revenue Allocation District Utility Fund--Statement of Accrued Interest on Bonds, Notes and Loans and Analysis of Balance	168
SF-8	Revenue Allocation District Utility Capital Fund--Statement of Improvement Authorizations	169
SF-9	Revenue Allocation District Utility Capital Fund--Statement of Reserve for Encumbrances	170
SF-10	Revenue Allocation District Utility Capital Fund--Schedule of Deferred Reserve for Amortization	171
SF-11	Revenue Allocation District Utility Capital Fund--Statement of Revenue Allocation District Capital Bond Anticipation Notes	172
SF-12	Revenue Allocation District Utility Capital Fund--Statement of General Serial Bonds	173
SF-13	Revenue Allocation District Utility Capital Fund--Statement of Bonds And Notes Authorized But Not Issued	174

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

<b><u>Schedule No.</u></b>		<b><u>Page No.</u></b>
<b><u>BOND AND INTEREST FUND</u></b>		
SH-1	Statement of Bond and Interest Cash	176
SH-2	Statement of Accounts Payable	176
SH-3	Statement of Bond and Interest Payable	N/A
 <b><u>PART 2</u></b>  <b><u>SINGLE AUDIT</u></b>		
	Report on Compliance with Requirements That Could Have a Direct and Material Effect on 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	178
A	Schedule of Expenditures of Federal Awards for the Fiscal Year Ended June 30, 2012	181
B	Schedule of Expenditures of State Financial Assistance for the Fiscal Year Ended June 30, 2012	185
	Notes to Schedules of Expenditures of Federal Awards and State Financial Assistance	189
 <b><u>PART 3</u></b>		
<b><u>SCHEDULE OF FINDINGS AND QUESTIONED COSTS</u></b>		
	Section 1: Summary of Auditor's Results	191
	Section 2: Schedule of Financial Statement Findings	193
	Section 3: Schedule of Federal Award Findings and Questioned Costs	194
	Section 4: Schedule of State Financial Assistance Findings and Questioned Costs	195
	Summary Schedule of Prior Year Audit Findings and Questioned Costs as Prepared by Management	196
	<b><u>OFFICIALS IN OFFICE AND SURETY BONDS</u></b>	195
	<b><u>APPRECIATION</u></b>	196

**CITY OF MILLVILLE**

**PART 1**

**REPORT OF AUDIT OF FINANCIAL STATEMENTS**

**FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

## **INDEPENDENT AUDITOR'S REPORT**

The Honorable Mayor and  
Members of the City Board of Commissioners  
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, 2012 and 2011, 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, 2012. These financial statements are the responsibility of the City's management. Our responsibility is to express opinions on these financial statements based on our audits.

We conducted our audits 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 consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control over financial reporting. Accordingly, we express no such opinion. 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 audits provide a reasonable basis for our opinions.

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, 2012 and 2011, 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 previously 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, 2012 and 2011, 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, 2012 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 30, 2013 on our consideration of the City of Millville's, in the County of Cumberland, State of New Jersey, internal control over financial reporting and on 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 internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards and should be considered in assessing the results of our audit.

Our audits were conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The supplemental 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, and are not a required part of the 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 also not a required part of the financial statements. The supplementary financial statements presented for the various funds and the schedules of expenditures of federal awards and state financial assistance programs are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements of each of the respective individual funds and account group as a whole.

Respectfully submitted,



BOWMAN & COMPANY LLP  
 Certified Public Accountants  
 & Consultants



Michael D. Cesaro  
 Certified Public Accountant  
 Registered Municipal Accountant

Voorhees, New Jersey  
 January 30, 2013

**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 Board of Commissioners  
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, 2012, and have issued our report thereon dated January 30, 2013, 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**

Management of the City of Millville is responsible for establishing and maintaining effective internal control over financial reporting. In planning and performing our audit, we considered the City's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the City's internal control over financial reporting.

*A deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the City's financial statements will not be prevented, or detected and corrected on a timely basis.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined previously. However, we identified one deficiency in internal control over financial reporting, described in the accompanying Schedule of Findings and Questioned Costs that we consider to be a significant deficiency in internal control over financial reporting as finding no.: 2012-1. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

**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 or other matters that are required to be reported under Government Auditing Standards and audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey.

The City of Millville's response to the finding identified in our audit is described in the accompanying Schedule of Findings and Questioned Costs. We did not audit the City of Millville's response and, accordingly, we express no opinion on it.

This report is intended solely for the information and use of management, members of the governing body, others within the City, the Division of Local Government Services, Department of Community Affairs, State of New Jersey, 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



Michael D. Cesaro  
Certified Public Accountant  
Registered Municipal Accountant

Voorhees, New Jersey  
January 30, 2013

**CITY OF MILLVILLE**  
**CURRENT FUND**  
 Statements of Assets, Liabilities, Reserves and Fund Balance--  
 Regulatory Basis  
 As of June 30, 2012 and 2011

<u>ASSETS</u>	<u>Ref.</u>	<u>2012</u>	<u>2011</u>
Regular Fund:			
Cash	SA-1	\$ 13,523,741.30	\$ 14,934,416.18
Change Funds	SA-2	2,200.00	2,200.00
Due from State of New Jersey:			
Veterans' and Senior Citizens' Deductions	SA-3	190,033.42	206,881.37
		<u>13,715,974.72</u>	<u>15,143,497.55</u>
Receivables and Other Assets with Full Reserves:			
Protested Checks Receivable	SA-4	65,156.46	54,122.21
Other Accounts Receivable	SA-1	56,768.97	48,789.19
Due from Bank	SA-1	2,384.37	1,429.09
Delinquent Taxes Receivable	SA-5	641,154.98	683,844.82
Tax Title Liens Receivable	SA-6	315,319.85	250,623.55
Penalty Surcharge Receivable	SA-7	7,703.34	8,877.02
Property Maintenance Assessments Receivable	SA-8	5,814.46	9,200.55
Property Acquired for Taxes--Assessed Valuation	SA-9	1,385,230.00	1,392,530.00
Revenue Accounts Receivable	SA-10	33,801.87	39,812.41
Due from Animal Control Fund	SB-5	45.94	
Due from General Capital Fund	SC-1		7,748.22
Due from Water Utility Operating Fund	SD-16	1,953.75	89,498.31
Due from Community Development Fund	SB-4	185,181.28	112,274.93
		<u>2,700,515.27</u>	<u>2,698,750.30</u>
Deferred Charges:			
Emergency Authorizations	A-3		16,500.00
		<u>16,416,489.99</u>	<u>17,858,747.85</u>
Federal and State Grant Fund:			
Cash	SA-1	1,213,899.26	1,497,149.16
Due from Trust Other Fund		98,183.15	98,183.15
Federal and State Grants Receivable	SA-23	5,632,544.42	4,821,215.64
		<u>6,944,626.83</u>	<u>6,416,547.95</u>
Total Federal and State Grant Fund		<u>\$ 23,361,116.82</u>	<u>\$ 24,275,295.80</u>

(Continued)

**CITY OF MILLVILLE**  
**CURRENT FUND**  
 Statements of Assets, Liabilities, Reserves and Fund Balance--  
 Regulatory Basis  
 As of June 30, 2012 and 2011

<u>LIABILITIES, RESERVES AND FUND BALANCE</u>	Ref.	<u>2012</u>	<u>2011</u>
Regular Fund:			
Liabilities:			
Appropriation Reserves	A-3;SA-11	\$ 2,590,611.98	\$ 2,590,025.52
Reserve for Encumbrances	A-3;SA-11	700,606.79	761,148.14
Accounts Payable	SA-12	415,906.50	706,098.91
Payroll Taxes Payable	SA-14	79,477.33	258,155.71
Tax Overpayments	SA-15	5,185.23	5,326.98
Prepaid Taxes	SA-16	67,022.42	2,168,682.31
Local District School Taxes Payable	SA-17	3,439,633.83	3,408,516.33
Due State of New Jersey--			
Uniform Construction Code--State Training Fees	SA-21		2,697.00
Due State of New Jersey--Marriage License Fees	SA-13	1,241.00	1,200.00
Due to Trust Other Fund	SB-2	854.63	97,105.46
Due to Sewer Operating Fund	SE-1	550.00	23,238.22
Due to Sewer Assessment Trust Fund		1,226.24	1,226.24
Due to Animal Control Fund	SB-5		24.28
Reserve for Garden State Preservation Trust Fund	SA-19	29,852.00	29,852.00
Reserve for Tax Appeals	SA-20	473,547.04	
Reserve for Proceeds from Sale of Municipal Assets	SA-22	127,790.00	127,790.00
		<u>7,933,504.99</u>	<u>10,181,087.10</u>
Reserves for Receivables		2,700,515.27	2,698,750.30
Fund Balance	A-1	5,782,469.73	4,978,910.45
		<u>16,416,489.99</u>	<u>17,858,747.85</u>
Federal and State Grant Fund:			
Due to Community Development Fund		9,000.00	9,000.00
Due General Capital Fund		40,476.02	40,476.02
Due Water Utility Capital Fund		133,389.39	133,389.39
Due Sewer Utility Capital Fund		174,982.38	174,982.38
Due Revenue Allocation District Operating Fund	SF-3		2,289.54
Reserve for Encumbrances	SA-24	1,879,510.11	982,610.03
Accounts Payable		5,386.65	5,386.65
Reserve for State and Federal Grants:			
Appropriated	SA-24	4,517,364.81	4,913,885.24
Unappropriated	SA-25	184,517.47	154,528.70
		<u>6,944,626.83</u>	<u>6,416,547.95</u>
Total Federal and State Grant Fund		<u>6,944,626.83</u>	<u>6,416,547.95</u>
		<u>\$ 23,361,116.82</u>	<u>\$ 24,275,295.80</u>

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

**CITY OF MILLVILLE**  
**CURRENT FUND**  
**Statements of Operations and Changes in Fund Balance--**  
**Regulatory Basis**  
**For the Fiscal Years Ended June 30, 2012 and 2011**

	2012	2011
<u>Revenue and Other Income Realized</u>		
Fund Balance Utilized	\$ 4,081,908.00	\$ 3,434,760.00
Miscellaneous Revenues Anticipated	12,074,446.32	11,562,549.62
Receipts from Delinquent Taxes	687,557.98	836,146.13
Receipts from Current Taxes	44,854,781.44	46,807,342.14
Non-Budget Revenue	537,479.86	606,759.74
Other Credits to Income:		
Cancellation of Reserve for Lead Hazard Abatement		165,508.00
Reserve Liquidated:		
Protested Checks	3,459.73	3,672.00
Unexpended Balance of Appropriation Reserves	2,141,225.62	2,416,699.32
Accounts Payable Canceled		175,735.31
Interfund Loans Returned:		
General Capital Fund	7,748.22	
Water Utility Operating Fund	87,544.56	
Community Development Fund		84.85
	64,476,151.73	66,009,257.11
Total Income		
<u>Expenditures</u>		
Budget and Emergency Appropriations:		
Operations Within "CAPS":		
Salaries and Wages	11,179,465.00	11,457,000.00
Other Expenses	10,684,983.00	10,396,199.00
Deferred Charges and Statutory Expenditures Within "CAPS"	2,633,367.00	2,898,190.00
Operations--Excluded from "CAPS":		
Salaries and Wages	90,000.00	84,935.00
Other Expenses	5,852,686.64	4,591,307.01
Capital Improvements--Excluded from "CAPS"	50,000.00	50,000.00
Municipal Debt Service--Excluded from "CAPS"	1,534,911.10	1,414,085.73
Deferred Charges--Excluded from "CAPS"	66,500.00	70,709.00
County Taxes	16,533,787.30	19,573,650.24
Due County for Added and Omitted Taxes	181,772.34	107,655.30
Local District School Tax	10,492,683.50	10,418,098.00
Revenue Allocation District Tax	194,147.24	154,951.70
Cancellation of Lead Hazard Abatement Receivable		142,789.00
Interfund Loans Made:		
Animal Control Fund	45.94	
General Capital Fund		7,748.22
Water Utility Operating Fund		89,498.31
Community Development Fund	72,906.35	39,369.00
Reserve Created:		
Due from Bank	955.28	
Accounts Receivable - Other	7,979.78	29,047.86
Protested Checks	14,493.98	40,589.66
	59,590,684.45	61,565,823.03
Total Expenditures		
Excess in Revenue	4,885,467.28	4,443,434.08
Adjustments to Income Before Fund Balance:		
Expenditures included above which are by Statute		
Deferred Charges to Budget of Succeeding Year		16,500.00
	4,885,467.28	4,459,934.08
Statutory Excess to Fund Balance		
Fund Balance		
Balance July 1	4,978,910.45	3,953,736.37
	9,864,377.73	8,413,670.45
Decreased by:		
Utilized as Anticipated Revenue	4,081,908.00	3,434,760.00
	\$ 5,782,469.73	\$ 4,978,910.45
Balance June 30		

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, 2012

	<u>Budget</u>	Special N.J.S. <u>40:4-87</u>	<u>Realized</u>	Excess or <u>(Deficit)</u>
Fund Balance Anticipated	\$ 4,081,908.00		\$ 4,081,908.00	
Miscellaneous Revenues:				
Licenses:				
Alcoholic Beverages	15,000.00		15,807.00	\$ 807.00
Other	20,000.00		22,301.00	2,301.00
Fees and Permits	500,000.00		500,946.96	946.96
Fines and Costs:				
Municipal Court	490,000.00		401,479.58	(88,520.42)
Interest and Costs on Taxes	125,000.00		164,436.01	39,436.01
Interest on Investments and Deposits	70,000.00		148,390.94	78,390.94
Trailer License Fees	210,000.00		238,920.63	28,920.63
Cable T.V. Franchise Fee	80,000.00		87,135.89	7,135.89
Rent--Millville Library	176,680.00		176,680.00	
Consolidated Municipal Property Tax Relief Aid (N.J.S.A. 52:27D-118.35)	538,807.00		538,807.00	
Energy Receipts Tax	3,681,066.00		3,681,066.00	
Reserve for Garden State Preservation Trust	29,852.00		29,852.00	
Uniform Construction Code Fees	275,000.00		403,826.00	128,826.00
Public and Private Revenues Offset with Appropriations:				
Highway Traffic Safety		\$ 9,000.00	9,000.00	
Bulletproof Vest Partnership		4,506.00	4,506.00	
Over the Limit Under Arrest	4,400.00		4,400.00	
New Jersey Urban Enterprise Zone	565,000.00	1,697,000.00	2,262,000.00	
Edward Byrne Justice Assistance Grant	25,270.00	18,760.00	44,030.00	
COPS Secure our Schools		1,171,476.00	1,171,476.00	
Safe & Secure Communities Program		90,000.00	90,000.00	
Emergency Management Assistance Grant		20,000.00	20,000.00	
Municipal Alliance Program		33,700.00	33,700.00	
Recycling Tonnage Grant		141,265.53	141,265.53	
NJ Historical Preservation		150,000.00	150,000.00	
Drunk Driving Enforcement Fund		7,961.91	7,961.91	
Body Armor Fund		6,975.77	6,975.77	
Local Aid for Centers		13,841.43	13,841.43	
Urban/Rural Centers Unsafe Building Demolition Bond Loan Program		60,000.00	60,000.00	

(Continued)

**CITY OF MILLVILLE**  
**CURRENT FUND**  
Statement of Revenues--Regulatory Basis  
For the Fiscal Year Ended June 30, 2012

	<u>Budget</u>	Special N.J.S. <u>40:4-87</u>	<u>Realized</u>	Excess or <u>(Deficit)</u>
Additional Revenues Offset with Appropriations:				
Millville Board of Education - Gasoline	\$ 20,000.00		\$ 15,888.68	\$ (4,111.32)
Other Special Items:				
Uniform Fire Safety Act	50,000.00		104,448.11	54,448.11
Payments in Lieu of Taxes--Housing Authority	40,000.00			(40,000.00)
Payments in Lieu of Taxes--Abatements	325,000.00		345,321.57	20,321.57
Payment in Lieu of Taxes--Housing Authority--Senior Housing	25,000.00		25,000.00	
Payment in Lieu of Taxes--Motorsports	65,000.00		68,877.85	3,877.85
Payment in Lieu of Taxes--Target	110,000.00		115,694.43	5,694.43
Reserve for Payment of Debt Service	140,975.00		140,975.00	
Hotel Motel Tax	70,000.00		129,465.94	59,465.94
NJ Urban Enterprise Zone - Debt Service Aid	113,948.00		113,093.09	(854.91)
Utility Operating Surplus of Prior Years:				
Water Utility	201,586.00		201,586.00	
Sewer Utility	385,290.00		385,290.00	
Total Miscellaneous Revenues	8,352,874.00	\$ 3,424,486.64	12,074,446.32	297,085.68
Receipts from Delinquent Taxes	500,000.00		687,557.98	187,557.98
Amount to be Raised by Taxes for Support of Municipal Budget				
Local Tax for Municipal Purposes Including Reserve for Uncollected Taxes	18,136,083.00		19,807,009.06	1,670,926.06
Budget Totals	31,070,865.00	3,424,486.64	36,650,921.36	2,155,569.72
Non-Budget Revenue			537,479.86	537,479.86
	<u>\$ 31,070,865.00</u>	<u>\$ 3,424,486.64</u>	<u>\$ 37,188,401.22</u>	<u>\$ 2,693,049.58</u>

(Continued)

**CITY OF MILLVILLE**  
**CURRENT FUND**  
Statement of Revenues--Regulatory Basis  
For the Fiscal Year Ended June 30, 2012

Analysis of Realized Revenues

Allocation of Current Tax Collections:	
Revenue from Collections	\$ 44,854,781.44
Allocated to:	
School, County and Revenue Allocation District	<u>27,402,390.38</u>
Balance for Support of Municipal Budget Appropriations	17,452,391.06
Add:	
Appropriation "Reserve for Uncollected Taxes"	<u>2,354,618.00</u>
Amount for Support of Municipal Budget Appropriations	<u>\$ 19,807,009.06</u>
Receipts from Delinquent Taxes:	
Delinquent Tax Collections	\$ 640,668.37
Tax Title Lien Collection	<u>46,889.61</u>
	<u>\$ 687,557.98</u>
Fees and Permits--Other:	
City Clerk	\$ 125,600.96
Searches for Taxes and Municipal Improvements	390.00
Housing Inspector	330,585.00
Street Opening Permits	28,747.00
Planning and Zoning Board Fees	8,784.00
Police Fees and Permits	<u>6,840.00</u>
	<u>\$ 500,946.96</u>
Interest and Costs on Taxes:	
Receipts	\$ 155,808.38
Penalty Surcharge Receivable--Collections	<u>8,627.63</u>
	<u>\$ 164,436.01</u>

(Continued)

**CITY OF MILLVILLE**  
**CURRENT FUND**  
Statement of Revenues--Regulatory Basis  
For the Fiscal Year Ended June 30, 2012

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Analysis of Non-Budget Revenues

State of N.J.:

Administrative Cost Reimbursement - Senior Citizen & Veterans	\$ 7,021.13
Workers Compensation	222,371.96
Sale of Municipal Assets	40,717.99
Sale of Foreclosed Property	100.00
Voicestream Rent Proceeds	17,273.13
Sprint Rent Proceeds	31,522.74
Tax Sale Costs	24,441.85
Dallas Airmotive Lease	10,195.13
Other Miscellaenous	54,957.44
County Wastewater Plan Shared Services	12,836.65
FEMA Reimbursement	<u>53,970.18</u>

Revenue Accounts Receivable:		\$ 475,408.20
Payments in Lieu of Taxes - Group Homes	34,859.28	
Rental of Muncipal Owned Property	<u>12,892.00</u>	

		47,751.28
Property Maintenance Assessments		<u>14,320.38</u>

\$ 537,479.86

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

**CITY OF MILLVILLE**  
**CURRENT FUND**  
Statement of Expenditures -- Regulatory Basis  
For the Fiscal Year Ended June 30, 2012

	<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>	
OPERATIONS--WITHIN "CAPS"						
General Government Functions						
General Administration						
Salaries and Wages	\$ 42,500.00	\$ 42,500.00	\$ 41,144.43		\$ 1,355.57	
Other Expenses	20,214.00	20,214.00	4,189.88		16,024.12	
Human Resources						
Salaries and Wages	114,000.00	114,000.00	105,013.01		8,986.99	
Other Expenses	16,474.00	16,474.00	8,411.27	\$ 565.16	7,497.57	
Board of Commissioners						
Salaries and Wages	58,500.00	58,500.00	57,887.70		612.30	
Other Expenses	7,920.00	7,920.00	2,958.99	150.00	4,811.01	
Municipal Clerk's Office						
Salaries and Wages	287,500.00	287,500.00	281,262.58		6,237.42	
Other Expenses	52,255.00	52,255.00	30,294.51	2,482.07	19,478.42	
Financial Administration						
Salaries and Wages	447,000.00	447,000.00	434,431.41		12,568.59	
Other Expenses	43,950.00	43,950.00	28,922.61	2,216.35	12,811.04	
Annual Audit	73,500.00	73,500.00		69,000.00	4,500.00	
Information Systems						
Salaries and Wages	55,500.00	55,500.00	48,902.65		6,597.35	
Other Expenses	141,200.00	141,200.00	83,242.07	41,942.62	16,015.31	
Collection of Taxes						
Salaries and Wages	163,000.00	163,000.00	159,536.25		3,463.75	
Other Expenses	26,800.00	26,800.00	23,783.95	832.15	2,183.90	
Assessment of Taxes						
Salaries and Wages	232,000.00	232,000.00	229,278.06		2,721.94	
Other Expenses	119,350.00	119,350.00	37,447.59	24,980.24	56,922.17	
Legal Services and Costs						
Other Expenses	300,000.00	330,000.00	226,949.16	82,342.43	20,708.41	
Municipal Court						
Salaries and Wages	404,500.00	404,500.00	360,420.23		44,079.77	
Other Expenses	57,600.00	57,600.00	43,686.34	598.03	13,315.63	

(Continued)

**CITY OF MILLVILLE**  
**CURRENT FUND**  
Statement of Expenditures -- Regulatory Basis  
For the Fiscal Year Ended June 30, 2012

	<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>	
OPERATIONS--WITHIN "CAPS" (CONT'D)						
General Government Functions (Cont'd)						
Public Defender						
Other Expenses	\$ 37,500.00	\$ 37,500.00	\$ 28,257.69	\$ 62.50	\$ 9,179.81	
Engineering Services and Costs						
Salaries and Wages	227,000.00	227,000.00	218,190.88		8,809.12	
Other Expenses	36,000.00	36,000.00	20,106.53	7,141.60	8,751.87	
Economic Development						
Salaries and Wages	30,000.00	30,000.00	25,564.10		4,435.90	
Other Expenses	54,500.00	54,500.00	18,128.45	284.65	36,086.90	
Land Use Administration						
Planning/Community Development						
Salaries and Wages	30,000.00					
Other Expenses	50,000.00	30,000.00	323.71	2,000.00	27,676.29	
Planning Board						
Salaries and Wages	26,000.00	26,000.00	23,792.00		2,208.00	
Other Expenses	23,100.00	23,100.00	17,929.66	3,706.81	1,463.53	
Zoning Board of Adjustment						
Salaries and Wages	31,500.00	31,500.00	29,281.53		2,218.47	
Other Expenses	14,800.00	14,800.00	12,451.02	161.67	2,187.31	
Bureau of Permits and Inspections						
Salaries and Wages	201,000.00	202,317.00	202,316.36		0.64	
Other Expenses	36,350.00	36,350.00	28,254.83	2,622.21	5,472.96	
Insurance						
Surety Bond Premiums	5,000.00	5,000.00			5,000.00	
Liability Insurance	505,000.00	505,000.00	467,984.94		37,015.06	
Workers Compensation	617,500.00	617,500.00	538,357.17		79,142.83	
Health Benefits Waiver	45,000.00	45,000.00	37,966.67		7,033.33	
Employee Group Health	3,870,450.00	3,820,450.00	3,119,499.54		700,950.46	

(Continued)

**CITY OF MILLVILLE**  
**CURRENT FUND**  
Statement of Expenditures -- Regulatory Basis  
For the Fiscal Year Ended June 30, 2012

	<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>	
OPERATIONS--WITHIN "CAPS" (CONT'D)						
Public Safety Functions						
Police						
Salaries and Wages	\$ 6,204,600.00	\$ 6,204,600.00	\$ 5,836,312.16		\$ 368,287.84	
Other Expenses	362,650.00	362,650.00	182,248.63	\$ 172,506.78	7,894.59	
Office of Emergency Management						
Salaries and Wages	15,000.00	15,000.00	13,725.74		1,274.26	
Other Expenses	15,675.00	15,675.00	8,900.02	4,111.86	2,663.12	
Aid to Ambulance Squads	35,000.00	35,000.00	35,000.00			
Fire Department						
Salaries and Wages	957,715.00	957,715.00	938,775.82		18,939.18	
Other Expenses	97,585.00	97,585.00	82,473.50	11,399.01	3,712.49	
Municipal Prosecutor's Office						
Salaries and Wages	64,000.00	34,000.00	33,999.87		0.13	
Other Expenses	4,000.00	34,000.00	27,852.00	6,148.00		
Uniform Fire Safety Act						
Salaries and Wages	21,500.00	21,500.00	18,610.76		2,889.24	
Other Expenses	24,100.00	24,100.00	17,577.76	1,461.19	5,061.05	
Public Works Functions						
Streets and Roads Maintenance						
Salaries and Wages	788,000.00	788,000.00	716,258.15		71,741.85	
Other Expenses	190,350.00	190,350.00	101,859.15	34,260.35	54,230.50	
Shade Tree Commission						
Salaries and Wages	1,000.00	1,000.00	961.50		38.50	
Other Expenses	7,000.00	7,000.00	3,693.00	3,138.00	169.00	
Solid Waste and Recycling Collection						
Salaries and Wages	7,500.00	7,500.00	4,786.44		2,713.56	
Other Expenses	914,050.00	914,050.00	813,729.94	34,167.49	66,152.57	
Solid Waste Recycling -- Apartments NJSA 40A:4-45.3 kk	47,000.00	47,000.00	43,513.69	3,176.84	309.47	
Public Buildings and Grounds						
Salaries and Wages	54,000.00	54,000.00	32,419.86		21,580.14	
Other Expenses	251,425.00	251,425.00	147,471.17	73,048.33	30,905.50	

(Continued)

**CITY OF MILLVILLE**  
**CURRENT FUND**  
Statement of Expenditures -- Regulatory Basis  
For the Fiscal Year Ended June 30, 2012

	<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>	
OPERATIONS--WITHIN "CAPS" (CONT'D)						
Public Works Functions						
Fleet Management						
Salaries and Wages	\$ 201,000.00	\$ 201,000.00	\$ 190,671.44		\$ 10,328.56	
Other Expenses	20,450.00	20,450.00	12,318.11	\$ 2,351.93	5,779.96	
Health and Human Services Functions						
Animal Control Services						
Salaries and Wages	59,500.00	59,500.00	52,503.86		6,996.14	
Other Expenses	36,000.00	36,000.00	13,372.56	13,907.04	8,720.40	
Contributions to Social Services Agencies -- Office on Aging	6,900.00	6,900.00		6,900.00		
Recreation Functions						
Recreation						
Salaries and Wages	66,000.00	66,000.00	61,582.78		4,417.22	
Other Expenses	71,500.00	71,500.00	31,961.91	9,128.96	30,409.13	
Federal and Downtown Maintenance						
Salaries and Wages	58,000.00	58,000.00	54,758.29		3,241.71	
Other Expenses	8,000.00	8,000.00	1,262.00	889.38	5,848.62	
Parks and Playgrounds						
Salaries and Wages	188,000.00	188,000.00	159,200.33		28,799.67	
Other Expenses	123,500.00	123,500.00	91,164.92	32,208.32	126.76	
Celebration of Public Event, Anniversary, or Holiday						
Other Expenses	14,835.00	14,835.00	11,249.73	2,500.00	1,085.27	
Code Enforcement and Administration						
State Uniform Construction Code (NJS A52:27D et seq.)						
Construction Official						
Salaries and Wages	131,500.00	133,897.00	133,896.01		0.99	
Other Expenses	23,650.00	68,000.00	50,749.71	12,789.82	4,460.47	

(Continued)

**CITY OF MILLVILLE**  
**CURRENT FUND**  
Statement of Expenditures -- Regulatory Basis  
For the Fiscal Year Ended June 30, 2012

	<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>	
OPERATIONS--WITHIN "CAPS" (CONT'D)						
State Uniform Construction Code (NJSA52:27D et seq.)						
Subcode Officials:						
Plumbing Inspector						
Salaries and Wages	\$ 37,000.00	\$ 37,000.00	\$ 36,333.06		\$ 666.94	
Other Expenses	300.00	300.00			300.00	
Electrical Inspector						
Salaries and Wages	19,000.00	20,936.00	20,935.20		0.80	
Other Expenses	250.00	250.00			250.00	
Fire Protection Official						
Salaries and Wages	10,500.00	10,500.00	5,923.19		4,576.81	
Elevator Inspection						
Other Expenses	10,500.00	10,500.00	3,856.00	\$ 3,531.00	3,113.00	
Reserve for Payment of Unused Accumulated Sick Pay	100,000.00	100,000.00	100,000.00			
Unclassified						
Utilities:						
Electricity	400,000.00	400,000.00	262,354.98		137,645.02	
Street Lighting	557,000.00	557,000.00	482,481.47		74,518.53	
Telephone	93,650.00	113,650.00	94,562.40		19,087.60	
Natural Gas	78,000.00	78,000.00	46,790.35		31,209.65	
Heating Oil	3,000.00	3,000.00	2,320.24		679.76	

(Continued)

**CITY OF MILLVILLE**  
**CURRENT FUND**  
Statement of Expenditures -- Regulatory Basis  
For the Fiscal Year Ended June 30, 2012

	<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>	
<b>OPERATIONS--WITHIN "CAPS" (CONT'D)</b>						
Unclassified						
Utilities:						
Gasoline	\$ 309,000.00	\$ 309,000.00	\$ 265,052.85	\$ 26,000.00	\$ 17,947.15	
Landfill/Solid Waste Disposal Costs	668,800.00	668,800.00	548,392.78	5,894.00	114,513.22	
Total Operations--Within "CAPS"	21,862,448.00	21,862,448.00	18,790,031.10	700,606.79	2,371,810.11	
Contingent	2,000.00	2,000.00			2,000.00	
Total Operations Including Contingent--Within "CAPS"	21,864,448.00	21,864,448.00	18,790,031.10	700,606.79	2,373,810.11	
Detail:						
Salaries and Wages	11,233,815.00	11,179,465.00	10,528,675.65		650,789.35	
Other Expenses (Including Contingent)	10,630,633.00	10,684,983.00	8,261,355.45	700,606.79	1,723,020.76	
Statutory Expenditures:						
Prior Year Bills:						
South State - 2010	600.00	600.00	554.07		45.93	
Contribution to:						
Public Employees Retirement System	726,721.00	726,721.00	726,721.00			
Social Security (O.A.S.I.)	550,000.00	550,000.00	444,726.35		105,273.65	
Defined Contribution Retirement Program	3,000.00	3,000.00	1,241.33		1,758.67	
Police and Fireman's Retirement System of N.J.	1,337,046.00	1,337,046.00	1,316,315.68		20,730.32	
Disability Insurance	16,000.00	16,000.00	3,211.58		12,788.42	
Total Deferred Charges and Statutory Expenditures-- Municipal-Within "CAPS"	2,633,367.00	2,633,367.00	2,492,770.01		140,596.99	
Total General Appropriations for Municipal Purposes--Within "CAPS"	24,497,815.00	24,497,815.00	21,282,801.11	700,606.79	2,514,407.10	

(Continued)

**CITY OF MILLVILLE**  
**CURRENT FUND**  
Statement of Expenditures -- Regulatory Basis  
For the Fiscal Year Ended June 30, 2012

	<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>	
OPERATIONS--EXCLUDED FROM "CAPS"						
Reserve for Tax Appeals	\$ 825,000.00	\$ 825,000.00	\$ 825,000.00			
Interest on Tax Appeals	10,000.00	10,000.00			\$ 10,000.00	
Employee Group Health	184,550.00	184,550.00	184,550.00			
Aid to Library (N.J.S.A. 40:54-35)	684,680.00	684,680.00	684,680.00			
Recycling Tax (P.L. 2007, c.311)	40,000.00	40,000.00	29,029.83		10,970.17	
Length of Service Award Program	30,000.00	30,000.00	24,150.00		5,850.00	
Matching Funds for Grants (-\$45,925.00 40A:4-87)	92,500.00	46,575.00			46,575.00	
Interlocal Service Agreements:						
Millville Board of Education -- Gasoline	20,000.00	20,000.00	17,190.29		2,809.71	
Millville Board of Education -- Information Technology	36,800.00	36,800.00	36,800.00			
Public and Private Programs Off-set by Revenues:						
Drunk Driving Enforcement Fund (+\$7,961.91 40A:4-87)		7,961.91	7,961.91			
Recycling Tonnage Grant (+\$141,265.53 40A:4-87)		141,265.53	141,265.53			
Local Aid for Centers (+\$13,841.43 40A:4-87)		13,841.43	13,841.43			
Edward Byrne Justice Assistance Grant (+\$18,760.00 40A:4-87)	25,270.00	44,030.00	44,030.00			
Emergency Management Assistance (+\$20,000.00 NJ 40A:4-87)		20,000.00	20,000.00			
Municipal Alliance Program (+\$42,125.00 40A:4-87)		42,125.00	42,125.00			
Urban/Rural Center Unsafe Building (+\$60,000.00 40A:4-87)		60,000.00	60,000.00			
Body Armor Replacement Fund (+\$6,975.77 40A:4-87)		6,975.77	6,975.77			
NJ Historical Trust (+\$187,500.00 40A:4-87)		187,500.00	187,500.00			
COPS Secure our Schools (+\$1,171,476.00 40A:4-87)		1,171,476.00	1,171,476.00			
Safe and Secure Communities Grant (+\$90,000.00 40A:4-87)		90,000.00	90,000.00			
Bulletproof Vest Partnership (+\$4,506.00 40A:4-87)		4,506.00	4,506.00			
New Jersey Urban Enterprise Zone (+\$1,917,000.00 40A:4-87)	565,000.00	2,262,000.00	2,262,000.00			
Highway Traffic Safety (+\$9,000.00)		9,000.00	9,000.00			
Over the Limit Under Arrest Program	4,400.00	4,400.00	4,400.00			
<b>Total Public and Private Programs Offset by Revenues</b>	<b>594,670.00</b>	<b>4,065,081.64</b>	<b>4,065,081.64</b>			
<b>Total Operations--Excluded from "CAPS"</b>	<b>2,518,200.00</b>	<b>5,942,686.64</b>	<b>5,866,481.76</b>		<b>76,204.88</b>	
Detail:						
Salaries and Wages	-	90,000.00	90,000.00			
Other Expenses	2,518,200.00	5,852,686.64	5,776,481.76		76,204.88	

(Continued)

**CITY OF MILLVILLE**  
**CURRENT FUND**  
Statement of Expenditures -- Regulatory Basis  
For the Fiscal Year Ended June 30, 2012

	<u>Appropriations</u>		<u>Paid or Charged</u>		<u>Reserved</u>	<u>Unexpended Balance Canceled</u>
	<u>Budget</u>	<u>Budget After Modification</u>	<u>Expended</u>	<u>Encumbered</u>		
CAPITAL IMPROVEMENTS--EXCLUDED FROM "CAPS"						
Capital Improvement Fund	\$ 50,000.00	\$ 50,000.00	\$ 50,000.00			
Total Capital Improvements--Excluded from "CAPS"	50,000.00	50,000.00	50,000.00			
MUNICIPAL DEBT SERVICE--EXCLUDED FROM "CAPS"						
Payment of Bond Principal	725,000.00	725,000.00	725,000.00			
Payment of Bond Anticipation Notes and Capital Notes	115,000.00	115,000.00	100,000.00			\$ 15,000.00
Interest on Bonds	577,232.00	577,232.00	552,956.55			24,275.45
Interest on Notes	100,000.00	100,000.00	90,482.81			9,517.19
Green Trust Loan Program:						
Principal	50,200.00	50,200.00	50,187.56			12.44
Interest	16,300.00	16,300.00	16,284.18			15.82
Total Municipal Debt Service-Excluded From "CAPS"	1,583,732.00	1,583,732.00	1,534,911.10			48,820.90

(Continued)

**CITY OF MILLVILLE**  
**CURRENT FUND**  
Statement of Expenditures -- Regulatory Basis  
For the Fiscal Year Ended June 30, 2012

	<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>	
<b>MUNICIPAL DEFERRED CHARGES -- EXCLUDED FROM "CAPS"</b>						
Deferred Charges						
Emergency Authorizations	\$ 16,500.00	\$ 16,500.00	\$ 16,500.00			
Deferred Charges to Future Taxation -- Unfunded						
Ordinance 51-00	25,000.00	25,000.00	25,000.00			
Ordinance 40-01	25,000.00	25,000.00	25,000.00			
<b>Total Municipal Deferred Charges-Excluded From "CAPS"</b>	<b>66,500.00</b>	<b>66,500.00</b>	<b>66,500.00</b>			
<b>Total General Appropriations for Municipal Purposes Excluded from "CAPS"</b>	<b>4,218,432.00</b>	<b>7,642,918.64</b>	<b>7,517,892.86</b>		<b>\$ 76,204.88</b>	<b>\$ 48,820.90</b>
Subtotal General Appropriations	28,716,247.00	32,140,733.64	28,800,693.97	\$ 700,606.79	2,590,611.98	48,820.90
Reserve for Uncollected Taxes	2,354,618.00	2,354,618.00	2,354,618.00			
<b>Total General Appropriations</b>	<b>\$ 31,070,865.00</b>	<b>\$ 34,495,351.64</b>	<b>\$ 31,155,311.97</b>	<b>\$ 700,606.79</b>	<b>\$ 2,590,611.98</b>	<b>\$ 48,820.90</b>
Appropriations by 40A:4-87		\$ 3,424,486.64				
Budget		<u>31,070,865.00</u>				
		<u>\$ 34,495,351.64</u>				
Payroll Deductions and Employer Payroll Taxes			\$ 13,327,571.14			
Reserve for Federal , State and Other Grants -- Appropriated			4,065,081.64			
Reserve for Tax Appeals			825,000.00			
Reserve for Uncollected Taxes			2,354,618.00			
Deferred Charges - Emergency Authorizations			16,500.00			
Disbursed			<u>10,566,541.19</u>			
			<u>\$ 31,155,311.97</u>			

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

**CITY OF MILLVILLE**  
**TRUST FUND**  
 Statements of Assets, Liabilities and Reserves--  
 Regulatory Basis  
 As of June 30, 2012 and 2011

<u>ASSETS</u>	<u>Ref.</u>	<u>2012</u>	<u>2011</u>
Animal Control Fund:			
Cash	SB-1	\$ 11,993.02	\$ 24,623.87
Due from Current Fund	SB-5		24.28
Protested Checks		21.00	21.00
		<u>12,014.02</u>	<u>24,669.15</u>
Other Funds:			
Cash	SB-1	9,910,406.68	5,996,477.57
Due from Current Fund	SB-2	854.63	97,105.46
Due from Animal Control Fund	SB-6	1,733.01	1,733.01
Balanced Housing Grant Receivable		212,376.00	212,376.00
Neighborhood Preservation Grant Receivable	SB-9	16,360.86	16,360.86
Mortgage and Loan Receivable--UEZ Assistance Program	SB-13	3,275,160.66	3,622,021.69
Total Other Funds		<u>13,416,891.84</u>	<u>9,946,074.59</u>
Community Development Fund:			
Cash	SB-1	474,482.85	462,210.97
Due from Federal, State and Other Grant Fund		9,000.00	9,000.00
Due from Trust Other Funds	SB-3	71,185.75	110,675.75
Community Development Block Grants Receivable	SB-10	79,208.75	53,935.93
Home Investment Partnership Program Receivable	SB-14	127,933.18	279,975.87
Mortgages Receivable--Reserve for Rehabilitation Projects	SB-11	167,993.64	359,066.98
Mortgages Receivable--Reserve for U.D.A.G.	SB-12	464,262.56	520,704.20
Total Community Development Fund		<u>1,394,066.73</u>	<u>1,795,569.70</u>
		<u>\$ 14,822,972.59</u>	<u>\$ 11,766,313.44</u>

(Continued)

**CITY OF MILLVILLE**  
**TRUST FUND**  
 Statements of Assets, Liabilities and Reserves--  
 Regulatory Basis  
 As of June 30, 2012 and 2011

		<u>2012</u>	<u>2011</u>
<b><u>LIABILITIES AND RESERVES</u></b>			
	<u>Ref.</u>		
Animal Control Fund:			
Due to Current Fund	SB-5	\$ 45.94	
Due Trust Other Fund	SB-6	1,733.01	\$ 1,733.01
Due State of New Jersey-Animal Registration Fees	SB-7	108.00	147.00
Due to Employee		39.00	39.00
Reserve for Animal Control	SB-8	10,088.07	22,750.14
		<hr/>	<hr/>
Total Animal Control Fund		12,014.02	24,669.15
		<hr/>	<hr/>
Other Funds:			
Due to Community Development Fund	SB-3	71,185.75	110,675.75
Due to Federal, State and Other Grant Fund	SB-1	98,183.15	98,183.15
Miscellaneous Trust Reserves:			
Outside Employment for Police	SB-15	14,061.64	11,870.07
Public Defender	SB-15	12,656.75	5,441.75
Planning Board Escrows	SB-15	305,245.72	354,250.41
Unemployment Compensation Insurance	SB-15	212,093.66	294,685.31
Landfill Closure	SB-15	144,939.02	143,754.04
Municipal Alliance Grant Funds	SB-15	1,710.99	2,027.08
Self-Insurance Funds	SB-15	2,186,705.18	2,225,677.79
Balanced Housing Program	SB-15	151,041.94	151,041.94
Neighborhood Preservation Program	SB-15	114,691.06	114,691.06
State Law Enforcement Fund	SB-15	15,891.85	15,891.85
Snow Removal	SB-15	65,206.42	75,308.96
Vanaman Memorial Park Donations	SB-15	302.00	1,220.00
Memorial in Patriot Park Donations	SB-15	5,315.88	5,315.88
Parking Offenses Adjudication Act	SB-15	3,576.00	2,844.00
COAH Fees	SB-15	214,717.52	228,686.45
Millville Garden Rent Revenue	SB-15	7,755.93	7,755.93
Neighborhood Opportunity Fund	SB-15	10,000.00	10,000.00
Recreation Donations	SB-15	3,169.20	2,833.17
Fire Safety	SB-15	500.00	
Employee Accumulated Absences	SB-15	445,992.53	433,484.51
Reserve for Sheldon Estate Bequest	SB-16	6,417.45	6,353.59
Reserve for Tax Title Lien Redemption	SB-16	202,227.56	292,789.10
Reserve for Revolving Loan Fund--UEZ Assistance Program	SB-18	1,430,240.65	1,729,271.11
Reserve for UEZ 1st Generation Project	SB-1	4,417,903.33	
Reserve for Mortgage Receivable--UEZ Assistance Program	SB-13	3,275,160.66	3,622,021.69
		<hr/>	<hr/>
Total Other Funds		13,416,891.84	9,946,074.59
		<hr/>	<hr/>

(Continued)

**CITY OF MILLVILLE**  
**TRUST FUND**  
 Statements of Assets, Liabilities and Reserves--  
 Regulatory Basis  
 As of June 30, 2012 and 2011

<u>LIABILITIES AND RESERVES (CONT'D)</u>	<u>Ref.</u>	<u>2012</u>	<u>2011</u>
Community Development Fund:			
Due to Current Fund	SB-4	\$ 185,181.28	\$ 112,274.93
Due to Revenue Allocation District Utility Capital Fund		1,550.00	1,550.00
Reserve for Mortgage Notes Receivable	SB-11	167,993.64	359,066.98
Reserve for Mortgage Notes Receivable--U.D.A.G.	SB-12	464,262.56	520,704.20
Reserve for Community Development Funds	SB-17	64,528.27	95,898.44
Reserve for Revolving Loan Fund--Rehabilitation Program	SB-19	125,694.12	117,787.50
Reserve for Home Investment Partnership Program	SB-20	112,527.05	283,349.13
Reserve for Revolving Loan Fund--U.D.A.G.	SB-21	272,279.81	304,888.52
Reserve for Third Ward Neighborhood Preservation		50.00	50.00
		<u>1,394,066.73</u>	<u>1,795,569.70</u>
Total Community Development Fund		<u>\$ 14,822,972.59</u>	<u>\$ 11,766,313.44</u>

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

**CITY OF MILLVILLE**  
**GENERAL CAPITAL FUND**  
**Statements of Assets, Liabilities, Reserves and Fund Balance--**  
**Regulatory Basis**  
**As of June 30, 2012 and 2011**

<u>ASSETS</u>	<u>Ref.</u>	<u>2012</u>	<u>2011</u>
Cash	SC-1	\$ 2,494,608.90	\$ 2,157,214.34
Due Federal and State Grant Fund	SC-4	40,476.02	40,476.02
Grants Receivable	SC-3	135,039.27	135,039.27
Deferred Charges to Future Taxation:			
Funded	SC-7	16,600,505.93	11,736,693.49
Unfunded	SC-9	5,296,624.25	9,819,624.25
		<u>\$ 24,567,254.37</u>	<u>\$ 23,889,047.37</u>
<u>LIABILITIES, RESERVES</u>			
<u>AND FUND BALANCE</u>			
General Serial Bonds	SC-15	\$ 15,824,000.00	\$ 10,910,000.00
Bond Anticipation Notes	SC-14	495,000.00	6,234,000.00
Due State of New Jersey:			
Green Trust Loan Payable	SC-12	776,505.93	826,693.49
Improvement Authorizations:			
Funded	SC-13	151,622.19	95,895.14
Unfunded	SC-13	3,946,859.96	3,119,486.17
Contracts Payable	SC-11		213,125.68
Reserve for Encumbrances	SC-13	496,525.78	
Reserve for Preliminary Expenses	SC-6	2,850.00	2,850.00
Retained Percentage Due Contractors	SC-8	140.80	140.80
Due Current Fund	SC-1		7,748.22
Reserve for Payment of Debt	SC-5	1,471,681.88	1,612,656.88
Capital Improvement Fund	SC-10	579,561.73	593,561.73
Reserve for Grants Receivable	SC-3	135,039.27	135,039.27
Fund Balance	C-1	687,466.83	137,849.99
		<u>\$ 24,567,254.37</u>	<u>\$ 23,889,047.37</u>

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

**CITY OF MILLVILLE**  
**GENERAL CAPITAL FUND**  
Statement of General Capital Fund Balance - Regulatory Basis  
For the Fiscal Year Ended June 30, 2012

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Balance June 30, 2011	\$ 137,849.99
Increased by:	
Premium on Bond Sale	<u>549,616.84</u>
Balance June 30, 2012	<u><u>\$ 687,466.83</u></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, 2012 and 2011

<u>ASSETS</u>	<u>Ref.</u>	<u>2012</u>	<u>2011</u>
<b>Operating Fund:</b>			
Cash	SD-1	\$ 2,176,317.58	\$ 1,921,939.65
Due from Water Capital Fund	SD-1		5,884.59
Due from Sewer Assessment Trust Fund		314.92	314.92
		<u>2,176,632.50</u>	<u>1,928,139.16</u>
<b>Receivables with Full Reserves:</b>			
Consumer Accounts Receivable	SD-4	212,638.93	225,901.87
Water Utility Liens	SD-8	2,289.15	603.34
Fire Hydrant Rentals	SD-6	1,901.61	299.97
Other Accounts Receivable	SD-7	5,546.81	4,833.92
		<u>222,376.50</u>	<u>231,639.10</u>
<b>Total Operating Fund</b>		<u>2,399,009.00</u>	<u>2,159,778.26</u>
<b>Assessment Trust Fund:</b>			
Cash	SD-1	10,631.95	10,631.95
Due from Sewer Assessment Trust Fund		368.05	368.05
<b>Total Assessment Trust Fund</b>		<u>11,000.00</u>	<u>11,000.00</u>
<b>Capital Fund:</b>			
Cash	SD-1	955,629.69	921,790.95
Due from State of NJ Environmental Infrastructure Trust	SD-9	10,207.63	10,207.63
Fixed Capital	SD-10	13,930,928.30	13,793,129.55
Fixed Capital Authorized and Uncompleted	SD-11	9,303,138.88	5,553,138.88
Due from Federal and State Grant Fund		133,389.39	133,389.39
<b>Total Capital Fund</b>		<u>24,333,293.89</u>	<u>20,411,656.40</u>
		<u>\$ 26,743,302.89</u>	<u>\$ 22,582,434.66</u>

(Continued)

**CITY OF MILLVILLE**  
**WATER UTILITY FUND**  
 Statements of Assets, Liabilities, Reserves and Fund Balance--  
 Regulatory Basis  
 As of June 30, 2012 and 2011

<u>LIABILITIES, RESERVES AND FUND BALANCE</u>	<u>Ref.</u>	<u>2012</u>	<u>2011</u>
<b>Operating Fund:</b>			
Liabilities:			
Appropriation Reserves	D-4 & SD-12	\$ 610,240.61	\$ 385,465.43
Reserve for Encumbrances	D-4 & SD-12	132,797.29	286,371.89
Accrued Interest on Bonds, Notes, and Loans	SD-13	50,884.05	51,727.29
Accounts Payable	SD-14	41,429.91	48,781.35
Overpayment of Rents	SD-15	5,956.59	16,366.42
Due to Bank		342.60	342.60
Due to Current Fund	SD-16	1,953.75	89,498.31
Due to Sewer Operating	SD-1		7,441.30
Reserve for Insurance		3,524.00	3,524.00
Reserve for Sale of Municipal Assets	SD-5	2,130.00	2,130.00
		<u>849,258.80</u>	<u>891,648.59</u>
Reserve for Receivables	D	222,376.50	231,639.10
Fund Balance	D-1	1,327,373.70	1,036,490.57
		<u>2,399,009.00</u>	<u>2,159,778.26</u>
<b>Total Operating Fund</b>			
<b>Assessment Trust Fund:</b>			
Fund Balance		11,000.00	11,000.00
		<u>11,000.00</u>	<u>11,000.00</u>
<b>Total Assessment Trust Fund</b>			
<b>Capital Fund:</b>			
Serial Bonds	SD-24	3,245,000.00	2,824,000.00
NJ Environmental Infrastructure Loan Payable	SD-22	931,892.76	1,004,059.77
Bond Anticipation Notes	SD-23		671,000.00
Improvement Authorizations:			
Funded	SD-19	340,946.77	341,945.07
Unfunded	SD-19	4,420,322.22	813,478.35
Capital Improvement Fund		169,402.58	169,402.58
Contracts Payable	SD-17		116,147.25
Reserve for Encumbrances	SD-19	182,388.60	
Retained Percentage Due Contractors	SD-18		2,764.00
Reserve for:			
Amortization	SD-20	13,719,945.18	13,332,146.43
Deferred Amortization	SD-21	673,464.42	526,297.41
Reserve for Payment of Debt		569,800.00	589,800.00
Due to Water Operating Fund	SD-1		5,884.59
Fund Balance	D-2	80,131.36	14,730.95
		<u>24,333,293.89</u>	<u>20,411,656.40</u>
<b>Total Capital Fund</b>		<u>\$ 26,743,302.89</u>	<u>\$ 22,582,434.66</u>

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

**CITY OF MILLVILLE**  
**WATER UTILITY FUND**  
 Statements of Operation and Changes in Operating Fund Balance--  
 Regulatory Basis  
 For the Fiscal Years Ended June 30, 2012 and 2011

<u>Revenue and Other Income Realized</u>	<u>2012</u>	<u>2011</u>
Fund Balance	\$ 299,773.50	\$ 602,609.50
Water Rents	3,517,563.09	3,187,135.20
Fire Hydrant Service	11,498.36	13,003.42
Miscellaneous	85,469.50	122,213.04
UEZ Debt Service Aid	97,902.50	101,202.50
Reserve for Payment of Debt Service	20,000.00	
Other Credits to Income:		
Accounts Payable Canceled		26,579.38
Unexpended Balance of Appropriation Reserves	369,217.59	311,212.87
<b>Total Income</b>	<b>4,401,424.54</b>	<b>4,363,955.91</b>
 <u>Expenditures</u>		
Operating	2,668,600.00	2,623,680.00
Capital Improvements	205,000.00	165,000.00
Debt Service	476,793.02	448,989.48
Deferred Charges and Statutory Expenditures	258,076.00	209,750.00
Reserve Created:		
Protested Checks	712.89	1,893.59
<b>Total Expenditures</b>	<b>3,609,181.91</b>	<b>3,449,313.07</b>
 Excess in Revenue	 792,242.63	 914,642.84
 <u>Fund Balance</u>		
Balance July 1	1,036,490.57	926,043.23
	1,828,733.20	1,840,686.07
Decreased by:		
Utilized as Revenue by Water Operating Budget	299,773.50	602,609.50
Utilized as Revenue by Current Fund Budget	201,586.00	201,586.00
 Balance June 30	 <u>\$ 1,327,373.70</u>	 <u>\$ 1,036,490.57</u>

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

**CITY OF MILLVILLE**  
WATER UTILITY CAPITAL FUND  
Statement of Fund Balance--Regulatory Basis  
For the Fiscal Year Ended June 30, 2012

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Balance June 30, 2011	\$ 14,730.95
Increased by:	
Premium on Bond Sale	<u>65,400.41</u>
Balance June 30, 2012	<u><u>\$ 80,131.36</u></u>

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, 2012**

	<u>Anticipated Budget</u>	<u>Realized</u>	<u>Excess or (Deficit)</u>
Fund Balance	\$ 299,773.50	\$ 299,773.50	
Rents	3,100,000.00	3,517,563.09	\$ 417,563.09
Fire Hydrant Service	12,000.00	11,498.36	(501.64)
Miscellaneous	100,000.00	85,469.50	(14,530.50)
	<u>3,511,773.50</u>	<u>3,914,304.45</u>	<u>402,530.95</u>
New Jersey Unban Enterprise Zone Assistance			
Debt Service Aid	97,902.50	97,902.50	
Reserve for Payment of Debt	20,000.00	20,000.00	
	<u>\$ 3,629,676.00</u>	<u>\$ 4,032,206.95</u>	<u>\$ 402,530.95</u>

Analysis of Realized Revenues

Rents:

Consumer Accounts Receivable	\$ 3,515,325.44
Water Utility Liens	<u>2,237.65</u>
	<u>\$ 3,517,563.09</u>

Miscellaneous:

Interest on Delinquent Accounts	\$ 16,974.53
Other Accounts Receivable:	
Water Service Contracts (Tap Fees)	6,925.00
Connecting Fees	26,071.00
Water Turn on and Turn Off Fees	<u>11,894.54</u>
	\$ 61,865.07
Interest on Deposits	21,553.68
Meters and Miscellaneous	<u>2,050.75</u>
	<u>\$ 85,469.50</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, 2012

	Appropriations		E x p e n d e d			Unexpended Balance Canceled
	Original Budget	Budget After Modification	Paid or Charged	Encumbrances	Reserved	
Operating:						
Salaries and Wages	\$ 1,050,000.00	\$ 1,050,000.00	\$ 999,352.27		\$ 50,647.73	
Other Expenses	1,618,600.00	1,618,600.00	1,092,475.00	\$ 124,997.29	401,127.71	
<b>Total Operating</b>	<b>2,668,600.00</b>	<b>2,668,600.00</b>	<b>2,091,827.27</b>	<b>124,997.29</b>	<b>451,775.44</b>	
Capital Improvements:						
Capital Outlay	205,000.00	205,000.00	61,978.44	7,800.00	135,221.56	
Debt Service:						
Payment of Bond Principal	250,000.00	250,000.00	250,000.00			
Interest on Bonds	135,000.00	135,000.00	126,360.19			\$ 8,639.81
Interest on Notes	14,000.00	14,000.00	4,907.90			9,092.10
Water Supply Bond Loan	99,000.00	99,000.00	95,524.93			3,475.07
<b>Total Debt Service</b>	<b>498,000.00</b>	<b>498,000.00</b>	<b>476,793.02</b>			<b>21,206.98</b>
Deferred Charges and Statutory Expenditures:						
Costs of Improvements Authorized:						
Ordinance 61-05	25,000.00	25,000.00	25,000.00			
Ordinance 14-06	50,000.00	50,000.00	50,000.00			
Contribution to:						
Social Security System (O.A.S.I.)	97,000.00	97,000.00	75,013.43		21,986.57	
Public Employees' Retirement System	84,576.00	84,576.00	84,576.00			
Disability Insurance	1,500.00	1,500.00	242.96		1,257.04	
<b>Total Statutory Expenditures</b>	<b>258,076.00</b>	<b>258,076.00</b>	<b>234,832.39</b>		<b>23,243.61</b>	
<b>Total Water Utility Appropriations</b>	<b>\$ 3,629,676.00</b>	<b>\$ 3,629,676.00</b>	<b>\$ 2,865,431.12</b>	<b>\$ 132,797.29</b>	<b>\$ 610,240.61</b>	<b>\$ 21,206.98</b>
Interest on Bonds, Loans and Notes Disbursed			\$ 154,626.01			
			2,710,805.11			
			<u>\$ 2,865,431.12</u>			

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

**CITY OF MILLVILLE**  
**SEWER UTILITY FUND**  
 Statements of Assets, Liabilities, Reserves and Fund Balance-  
 Regulatory Basis  
 As of June 30, 2012 and 2011

<u>ASSETS</u>	<u>Ref.</u>	<u>2012</u>	<u>2011</u>
Operating Fund:			
Cash	SE-1	\$ 3,563,689.13	\$ 3,166,974.64
Due from Current Fund	SE-1	550.00	23,238.22
Due from Water Operating Fund	SE-1		7,441.30
Due from Sewer Assessment Trust Fund	SE-1	179.93	112.04
Due from Sewer Capital Fund	SE-1		514,914.48
		<u>3,564,419.06</u>	<u>3,712,680.68</u>
Receivables with Full Reserves:			
Consumer Accounts Receivable	SE-4	373,803.13	413,879.94
Sewer Utility Liens	SE-5	91.87	245.00
Due from Bank		522.56	522.56
Other Accounts Receivable - Protested Checks	E-1	12,803.53	11,700.87
		<u>387,221.09</u>	<u>426,348.37</u>
Deferred Charges:			
Emergency Appropriation	E-4	206,500.00	
		<u>4,158,140.15</u>	<u>4,139,029.05</u>
Assessment Trust Fund:			
Cash	SE-1	57,475.01	55,907.12
Assessments Receivable	SE-7	4,642.50	6,142.50
Due from Current Fund		1,226.24	1,226.24
		<u>63,343.75</u>	<u>63,275.86</u>
Capital Fund:			
Cash	SE-1	1,627,660.08	1,418,391.51
Due from State of NJ -- Environmental Infrastructure Trust	SE-6	67,811.75	326,928.75
Due from Federal and State Grant Fund		174,982.38	174,982.38
Fixed Capital	SE-8	23,485,988.54	23,358,840.54
Fixed Capital Authorized and Uncompleted	SE-9	18,770,682.45	18,670,682.45
		<u>44,127,125.20</u>	<u>43,949,825.63</u>
Total Capital Fund		<u>44,127,125.20</u>	<u>43,949,825.63</u>
		<u>\$ 48,348,609.10</u>	<u>\$ 48,152,130.54</u>

(Continued)

**CITY OF MILLVILLE**  
**SEWER UTILITY FUND**  
 Statements of Assets, Liabilities, Reserves and Fund Balance-  
 Regulatory Basis  
 As of June 30, 2012 and 2011

LIABILITIES, RESERVES  
AND FUND BALANCE

	<u>Ref.</u>	<u>2012</u>	<u>2011</u>
Operating Fund:			
Liabilities:			
Appropriation Reserves	E-5 & SE-10	\$ 524,181.30	\$ 850,917.20
Reserve for Encumbrances	E-5 & SE-10	503,700.21	504,056.81
Accrued Interest on Bonds, Notes and Loans	SE-11	129,229.88	114,040.93
Sewer Rental Overpayments	SE-12	12,895.48	22,655.08
Accounts Payable	SE-13	281,861.40	125,130.80
Reserve for Insurance Proceeds		706.86	706.86
Reserve for Sale of Municipal Assets		4,641.10	4,641.10
		<u>1,457,216.23</u>	<u>1,622,148.78</u>
Reserve for Receivables		387,221.09	426,348.37
Fund Balance	E-1	<u>2,313,702.83</u>	<u>2,090,531.90</u>
Total Operating Fund		<u>4,158,140.15</u>	<u>4,139,029.05</u>
Assessment Trust Fund:			
Reserve for Assessments and Liens	SE-15	4,642.50	6,142.50
Due to Water Operating Utility Fund		314.92	314.92
Due to Water Assessment Trust Fund		368.05	368.05
Due to Sewer Operating Utility Fund	SE-1	179.93	112.04
Fund Balance	E-3	<u>57,838.35</u>	<u>56,338.35</u>
Total Assessment Trust Fund		<u>63,343.75</u>	<u>63,275.86</u>
Capital Fund:			
Serial Bonds Payable	SE-23	5,822,000.00	3,262,000.00
New Jersey Environmental Infrastructure Loans Payable	SE-22	7,474,284.44	8,431,923.90
Bond Anticipation Notes	SE-21	650,000.00	300,000.00
Improvement Authorizations:			
Funded	SE-20	259,315.65	130,363.07
Unfunded	SE-20	4,238,535.43	4,753,217.98
Contracts Payable	SE-14	643,187.27	3,186,172.42
Retained Percentage Due Contractors	SE-19	30,410.62	30,410.62
Capital Improvement Fund	SE-18	201,951.59	201,951.59
Reserve for:			
Deferred Reserve for Amortization	SE-16	1,711,430.65	1,475,790.88
Amortization	SE-17	22,164,500.90	20,925,353.21
Due to Sewer Operating Fund	SE-1		514,914.48
Reserve for Payment of Debt	SE-3	643,317.55	727,317.55
Fund Balance	E-2	<u>288,191.10</u>	<u>10,409.93</u>
Total Capital Fund		<u>44,127,125.20</u>	<u>43,949,825.63</u>
		<u>\$ 48,348,609.10</u>	<u>\$ 48,152,130.54</u>

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

**CITY OF MILLVILLE**  
**SEWER UTILITY OPERATING FUND**  
**Statements of Operations and Changes in Operating Fund Balance--**  
**Regulatory Basis**  
**For the Fiscal Years Ended June 30, 2012 and 2011**

<u>Revenue and Other</u>		
<u>Income Realized</u>	<u>2012</u>	<u>2011</u>
Fund Balance Utilized	\$ 520,551.59	\$ 494,904.77
Rents	5,640,458.32	5,570,782.25
Miscellaneous	113,522.97	156,254.13
UEZ Debt Service Aid	50,004.41	51,472.22
Reserve for Payment of Debt Service	84,000.00	
Other Credits to Income:		
Unexpended Balance of Appropriation Reserves	812,716.95	649,685.39
	<hr/>	<hr/>
Total Income	7,221,254.24	6,923,098.76
	<hr/>	<hr/>
<u>Expenditures</u>		
Operating	4,270,967.50	3,969,400.00
Capital Improvements	220,000.00	145,000.00
Debt Service	1,556,236.56	1,393,529.30
Deferred Charges and Statutory Expenditures	250,435.00	250,435.00
Other Debits to Income:		
Due from Bank -- Created		522.56
Reserve for Protested Checks Receivable-- Created	1,102.66	4,770.98
	<hr/>	<hr/>
Total Expenditures	6,298,741.72	5,763,657.84
	<hr/>	<hr/>
Excess in Revenue	922,512.52	1,159,440.92
Adjustments in Income before Fund Balance:		
Expenditures included above which are by Statute Deferred		
Charges to Budget of Succeeding Year	206,500.00	
	<hr/>	
Statutory Excess to Fund Balance	1,129,012.52	
<u>Fund Balance</u>		
Balance July 1	2,090,531.90	1,811,285.75
	<hr/>	<hr/>
	3,219,544.42	2,970,726.67
Decreased by:		
Utilized as Revenue	520,551.59	494,904.77
Utilized as Revenue in Current Fund	385,290.00	385,290.00
	<hr/>	<hr/>
Balance June 30	\$ 2,313,702.83	\$ 2,090,531.90
	<hr/>	<hr/>

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

**CITY OF MILLVILLE**  
**SEWER UTILITY CAPITAL FUND**  
Statement of Fund Balance--Regulatory Basis  
For the Fiscal Year Ended June 30, 2012

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Balance June 30, 2011	\$ 10,409.93
Increased by:	
Premium on Bond Sale	<u>277,781.17</u>
Balance June 30, 2012	<u><u>\$ 288,191.10</u></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, 2012

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Balance June 30, 2011	\$ 56,338.35
Increased by:	
Collection of Unpledged Assessments	<u>1,500.00</u>
Balance June 30, 2012	<u><u>\$ 57,838.35</u></u>

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

**CITY OF MILLVILLE**  
**SEWER UTILITY OPERATING FUND**  
Statement of Revenues -- Regulatory Basis  
For the Fiscal Year Ended June 30, 2012

	<u>Anticipated</u> <u>Budget</u>	<u>Realized</u>	<u>Excess</u>
Surplus Anticipated	\$ 520,551.59	\$ 520,551.59	
Rents	5,500,000.00	5,640,458.32	\$ 140,458.32
Miscellaneous	125,000.00	113,522.97	(11,477.03)
	<u>6,145,551.59</u>	<u>6,274,532.88</u>	<u>128,981.29</u>
 New Jersey Urban Enterprise Zone Assistance			
Debt Service Aid	50,004.41	50,004.41	
Reserve for Payment of Debt	84,000.00	84,000.00	
	<u>\$ 6,279,556.00</u>	<u>\$ 6,408,537.29</u>	<u>\$ 128,981.29</u>

Analysis of Realized Revenues

Rents:

Consumer Accounts Receivable	\$ 5,637,359.09
Sewer Utility Liens	3,099.23
	<u>\$ 5,640,458.32</u>

Miscellaneous:

Interest on Delinquent Accounts	\$ 28,087.15
Connection Fees	43,369.50
Interest Earned on Deposits	42,066.32
	<u>\$ 113,522.97</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, 2012

	Appropriations		Expended			Unexpended Balance Canceled
	Original Budget	Budget After Modification	Paid or Charged	Encumbrances	Reserved	
Operating:						
Salaries and Wages	\$ 1,312,500.00	\$ 1,312,500.00	\$ 1,224,768.72		\$ 87,731.28	
Other Expenses	2,751,967.50	2,751,967.50	2,098,070.40	\$ 250,114.92	403,782.18	
Other Expenses - UV Disinfection System (+\$206,500 NJSA 40A:4-46)		206,500.00	27,900.71	178,599.29		
<b>Total Operating</b>	<b>4,064,467.50</b>	<b>4,270,967.50</b>	<b>3,350,739.83</b>	<b>428,714.21</b>	<b>491,513.46</b>	
Capital Improvements:						
Capital Improvement Fund	100,000.00	100,000.00	100,000.00			
Capital Outlay	120,000.00	120,000.00	45,014.00	74,986.00		
<b>Total Capital Improvements</b>	<b>220,000.00</b>	<b>220,000.00</b>	<b>145,014.00</b>	<b>74,986.00</b>		
Debt Service:						
Payment of Bond Principal	290,000.00	290,000.00	290,000.00			
Interest on Bonds	216,000.00	216,000.00	204,826.66			\$ 11,173.34
Interest on Notes	35,000.00	35,000.00	6,782.98			28,217.02
NJ Wastewater Treatment Loans	1,203,653.50	1,203,653.50	1,054,626.92			149,026.58
<b>Total Debt Service</b>	<b>1,744,653.50</b>	<b>1,744,653.50</b>	<b>1,556,236.56</b>			<b>188,416.94</b>
Deferred Charges & Statutory Expenditures:						
Contribution to:						
Social Security System (O.A.S.I.)	120,000.00	120,000.00	89,008.20		30,991.80	
Public Employees' Retirement System	128,435.00	128,435.00	128,435.00			
Disability Insurance	2,000.00	2,000.00	323.96		1,676.04	
<b>Total Deferred Charges and Statutory Expenditures</b>	<b>250,435.00</b>	<b>250,435.00</b>	<b>217,767.16</b>		<b>32,667.84</b>	
<b>Total Sewer Utility Appropriations</b>	<b>\$ 6,279,556.00</b>	<b>\$ 6,486,056.00</b>	<b>\$ 5,269,757.55</b>	<b>\$ 503,700.21</b>	<b>\$ 524,181.30</b>	<b>\$ 188,416.94</b>
Appropriations by 40A:4-46		\$ 206,500.00				
Budget		6,279,556.00				
		<u>\$ 6,486,056.00</u>				
Interest on Bonds, Notes and Loans			\$ 308,597.10			
Disbursed			4,961,160.45			
			<u>\$ 5,269,757.55</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, Reserves and Fund Balance**  
**Regulatory Basis**  
**As of June 30, 2012 and 2011**

<u>ASSETS</u>	<u>Ref.</u>	<u>2012</u>	<u>2011</u>
<b>Operating Fund:</b>			
Cash	SF-1	\$ 1,025,489.02	\$ 776,173.27
Due Federal and State Grant Fund	SF-3		2,289.54
Due Revenue Allocation District Capital Fund	SF-1		93.28
		<u>1,025,489.02</u>	<u>778,556.09</u>
<b>Capital Fund:</b>			
Cash	SF-1	809,154.19	130,044.59
Due Community Development Trust Fund	SF-4	1,550.00	1,550.00
Fixed Capital Authorized and Uncompleted	SF-6	8,130,000.00	8,130,000.00
		<u>8,940,704.19</u>	<u>8,261,594.59</u>
Total Capital Fund		<u>\$ 9,966,193.21</u>	<u>\$ 9,040,150.68</u>
 <u>LIABILITIES, RESERVES AND FUND BALANCE</u>			
<b>Operating Fund:</b>			
Appropriation Reserves	F-4 & SF-5	\$ 42,045.74	\$ 29,126.36
Accrued Interest on Bonds, Notes and Loans	SF-7	53,279.17	62,227.90
		<u>95,324.91</u>	<u>91,354.26</u>
Fund Balance	F-1	930,164.11	687,201.83
		<u>1,025,489.02</u>	<u>778,556.09</u>
Total Operating Fund		<u>\$ 9,966,193.21</u>	<u>\$ 9,040,150.68</u>
<b>Capital Fund:</b>			
General Serial Bonds	SF-12	7,025,000.00	
Bond Anticipation Notes	SF-11		7,025,000.00
Due Revenue Allocation District Operating Fund	SF-1		93.28
Reserve for Encumbrances	SF-9	884.64	1,214.64
Reserve for:			
Deferred Reserve for Amortization	SF-10	266,000.00	266,000.00
Improvement Authorizations:			
Funded	SF-8	125,113.34	
Unfunded	SF-8	839,000.00	969,286.67
Fund Balance	F-2	684,706.21	
		<u>8,940,704.19</u>	<u>8,261,594.59</u>
Total Capital Fund		<u>\$ 9,966,193.21</u>	<u>\$ 9,040,150.68</u>

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

**CITY OF MILLVILLE**  
**REVENUE ALLOCATION DISTRICT UTILITY FUND**  
**Statements of Operation and Changes in Operating Fund Balance--**  
**Regulatory Basis**  
**For the Fiscal Years Ended June 30, 2012 and 2011**

<u>Revenue and Other</u>		
<u>Income Realized</u>	<u>2012</u>	<u>2011</u>
Fund Balance Utilized	\$ 82,235.00	\$ 105,820.00
Tax Abatements--Payments in Lieu of Taxes	310,121.09	373,600.27
Tax Payments	194,147.24	154,951.70
Miscellaneous Revenue Not Anticipated:		
Interest on Investments and Deposits	6,924.51	10,600.11
Miscellaneous	3,734.50	
Other Credits to Income:		
Unexpended Balance of Appropriation Reserves	29,000.52	28,947.31
 Total Income	 <u>626,162.86</u>	 <u>673,919.39</u>
 <u>Expenditures</u>		
Operating	44,710.00	103,710.00
Debt Service	256,255.58	358,358.32
Deferred Charges and Statutory Expenditures		5,310.00
 Total Expenditures	 <u>300,965.58</u>	 <u>467,378.32</u>
 Excess in Revenue	 325,197.28	 206,541.07
 <u>Fund Balance</u>		
Balance July 1	<u>687,201.83</u>	<u>586,480.76</u>
	1,012,399.11	793,021.83
Decreased by:		
Utilized as Revenue	<u>82,235.00</u>	<u>105,820.00</u>
 Balance June 30	 <u>\$ 930,164.11</u>	 <u>\$ 687,201.83</u>

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

**CITY OF MILLVILLE**  
REVENUE ALLOCATION DISTRICT UTILITY CAPITAL FUND  
Statement of Fund Balance--Regulatory Basis  
For the Fiscal Year Ended June 30, 2012

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Balance June 30, 2011	\$ -
Increased by:	
Premium on Bond Sale	<u>684,706.21</u>
Balance June 30, 2012	<u><u>\$ 684,706.21</u></u>

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

**CITY OF MILLVILLE**  
**REVENUE ALLOCATION DISTRICT UTILITY OPERATING FUND**  
 Statement of Revenues --Regulatory Basis  
 For the Fiscal Year Ended June 30, 2012

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	<u>Anticipated</u> <u>Budget</u>	<u>Realized</u>	<u>Excess</u>
Surplus Anticipated	\$ 82,235.00	\$ 82,235.00	
Tax Abatements--Payments in Lieu of Taxes	300,000.00	310,121.09	\$ 10,121.09
Tax Payments	165,000.00	194,147.24	29,147.24
	<u>\$ 547,235.00</u>	<u>\$ 586,503.33</u>	<u>\$ 39,268.33</u>

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

**CITY OF MILLVILLE**  
**REVENUE ALLOCATION DISTRICT UTILITY OPERATING FUND**  
**Statement of Expenditures--Regulatory Basis**  
**For the Fiscal Year Ended June 30, 2012**

	Appropriations		Expended			Unexpended Balance Canceled
	<u>Original Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Encumbrances</u>	<u>Reserved</u>	
Operating:						
Other Expenses	\$ 44,710.00	\$ 44,710.00	\$ 2,664.26		\$ 42,045.74	
Total Operating	44,710.00	44,710.00	2,664.26		42,045.74	
Debt Service:						
Payment of Note Principal	22,000.00	22,000.00				\$ 22,000.00
Interest on Bonds	345,525.00	345,525.00	201,220.84			144,304.16
Interest on Notes	135,000.00	135,000.00	55,034.74			79,965.26
Total Debt Service	502,525.00	502,525.00	256,255.58			246,269.42
Total RAD Utility Appropriations	\$ 547,235.00	\$ 547,235.00	\$ 258,919.84	\$ -	42,045.74	\$ 246,269.42
Interest on Bonds and Notes Disbursed			\$ 256,255.58			
			2,664.26			
			\$ 258,919.84			

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, 2012

	<u>June 30, 2011</u>	<u>Additions</u>	<u>Deletions</u>	<u>June 30, 2012</u>
General Fixed Assets:				
Land and Improvements	\$ 48,892,248.07	\$ 41,935.82		\$ 48,934,183.89
Buildings	6,338,728.98			6,338,728.98
Equipment	10,404,492.95	130,947.05	\$ 50,955.94	10,484,484.06
	<u>\$ 65,635,470.00</u>	<u>\$ 172,882.87</u>	<u>\$ 50,955.94</u>	<u>\$ 65,757,396.93</u>
 Total Investment in General Fixed Assets	 <u>\$ 65,635,470.00</u>			 <u>\$ 65,757,396.93</u>

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

**CITY OF MILLVILLE**  
**BOND AND INTEREST FUND**  
 Statements of Assets, Liabilities and Reserves--  
 Regulatory Basis  
 As of June 30, 2012 and 2011

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<u>ASSETS</u>	<u>Ref.</u>	<u>2012</u>	<u>2011</u>
Cash	SH-1	<u>\$ 318.64</u>	<u>\$ 246.16</u>
 <u>LIABILITIES AND RESERVES</u>			
Accounts Payable	SH-2	<u>\$ 318.64</u>	<u>246.16</u>

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

**CITY OF MILLVILLE**  
**Notes to Financial Statements**  
**For the Year Ended June 30, 2012**

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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 2010 census is 28,400.

**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 provisions of GASBS No. 14 had been complied with, 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, NJ 08332

Annual financial reports may be inspected directly at the offices of these component units 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.

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

**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.

**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 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 the 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. 17:9-41et 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 fund are recorded in the utility capital account 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 fund 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.

**Liens Sold for Other Governmental Units** - Liens sold on behalf of other governmental units are not recorded on the records of the tax collector until such liens are collected. Upon their collection, such liens are recorded as a liability due to the governmental unit net of the costs of the initial sale. The related costs of sale are recognized as revenue when received.

**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.

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

**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.

**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 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 30th, 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 on the cash basis; whereas interest on utility indebtedness is 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 Postemployment 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 postemployment 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 (GUDPA). Under the Act, the first \$250,000 of governmental deposits in each insured depository is protected by the Federal Deposit Insurance Corporation (FDIC). Public funds owned by the municipality in excess of FDIC insured amounts are protected by GUDPA. However, GUDPA does not protect intermingled trust funds such as salary withholdings, bail funds, or funds that may pass to the municipality relative to the happening of a future condition. Such funds are shown as Uninsured and Uncollateralized in the schedule below.

As of June 30, 2012, the City's had bank balances of \$38,170,289.93 with \$2,447,683.93 uninsured and uncollateralized.

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 years.

**Comparative Schedule of Tax Rates**

	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>
Tax Rate	<u>\$3.135</u>	<u>\$3.160</u>	<u>\$3.216</u>	<u>\$3.047</u>	<u>\$3.025</u>
Apportionment of Tax Rate:					
Municipal	\$1.261	\$1.262	\$1.220	\$1.130	\$1.132
County	1.137	1.171	1.274	1.196	1.194
County Open Space Preservation Trust Fund	.013	.013	.015	.014	.013
Local School	.724	.714	.707	.707	.686

**Assessed Valuation**

2012	\$1,480,083,564
2011	1,471,083,938
2010	1,477,039,172
2009	1,464,024,800
2008	1,455,993,491

**Comparison of Tax Levies and Collections**

<u>Year</u>	<u>Tax Levy</u>	<u>Collections</u>	<u>Percentage of Collections</u>
2012	\$45,908,695.75	\$44,854,781.44	97.70%
2011	48,272,421.60	46,807,342.14	96.96%
2010	47,015,569.48	45,879,361.13	97.58%
2009	45,756,287.07	44,895,370.38	98.12%
2008	44,696,726.62	43,640,293.74	97.64%

Note 3: **PROPERTY TAXES (CONT'D)****Delinquent Taxes and Tax Title Liens**

<u>Year</u>	<u>Tax Title Liens</u>	<u>Delinquent Taxes</u>	<u>Total Delinquent</u>	<u>Percentage of Tax Levy</u>
2012	\$315,319.85	\$641,154.98	\$956,474.83	2.08%
2011	250,623.55	683,844.82	934,468.37	1.94%
2010	70,447.00	950,744.52	1,021,191.52	2.17%
2009	44,287.91	731,822.84	776,110.75	1.69%
2008	24,174.50	695,872.47	720,046.97	1.61%

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

<u>Year</u>	<u>Number</u>
2012	35
2011	26
2010	18
2009	19
2008	9

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 years was as follows:

<u>Year</u>	<u>Amount</u>
2012	\$1,385,230.00
2011	1,392,530.00
2010	1,284,730.00
2009	1,425,330.00
2008	1,432,930.00

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>Year</u>	<u>Balance Beginning of Year Receivable</u>	<u>Liens</u>	<u>Levy</u>	<u>Total</u>	<u>Cash Collections</u>
2012	\$225,901.87	---	\$3,505,985.96	\$3,731,887.83	\$3,510,437.08
2011	163,572.04	---	3,250,068.37	3,413,640.41	3,187,135.20
2010	185,718.49	---	2,674,473.56	2,860,192.05	2,696,620.01
2009	163,743.13	---	2,763,222.50	2,926,965.63	2,708,178.14
2008	181,175.01	---	3,020,995.00	3,202,170.01	2,847,471.53

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 years.

<u>Year</u>	<u>Balance Beginning of Year Receivable</u>	<u>Liens</u>	<u>Levy</u>	<u>Total</u>	<u>Cash Collections</u>
2012	\$413,879.94	---	\$5,600,154.70	\$6,014,034.64	\$5,614,704.01
2011	350,312.90	---	5,634,594.29	6,348,892.78	5,570,781.71
2010	382,055.02	---	5,510,553.66	5,892,608.68	5,523,340.99
2009	351,886.46	---	5,245,234.30	5,597,120.76	5,191,715.63
2008	569,990.60	---	5,383,988.88	5,953,979.48	5,272,452.31

Note 7: **FUND BALANCES APPROPRIATED**

The following schedule details the amount of fund balances available at the end of the current year and four previous years and the amounts utilized in the subsequent 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>				
2012	\$5,782,469.73	\$3,985,268.00	N/A	68.92%
2011	4,978,910.45	4,081,908.00	N/A	81.98%
2010	3,953,736.37	3,434,760.00	N/A	86.87%
2009	4,499,087.01	3,616,000.00	N/A	80.37%
2008	3,324,252.19	2,750,000.00	N/A	82.72%
<b><u>Water Utility Operating Fund</u></b>				
2012	\$1,327,373.70	\$201,586.00	\$288,374.55	36.91%
2011	1,036,490.57	201,586.00	299,733.50	48.37%
2010	926,043.23	201,586.00	602,609.50	86.84%
2009	1,582,088.03	201,586.00	625,417.57	52.27%
2008	1,589,596.28	150,000.00	284,150.00	27.31%
<b><u>Sewer Utility Operating Fund</u></b>				
2012	\$2,313,702.83	\$385,290.00	\$526,350.20	39.40%
2011	2,090,531.90	385,290.00	520,551.99	43.33%
2010	1,811,285.75	385,290.00	494,904.77	48.59%
2009	1,439,288.55	385,290.00	493,372.31	61.05%
2008	1,491,129.81	350,000.00	359,650.00	47.59%
<b><u>Revenue Allocation District (RAD) Operating Fund</u></b>				
2012	\$930,164.11	None	\$447,210.00	48.08%
2011	687,201.83	None	82,235.00	11.97%
2010	586,480.76	None	105,820.00	18.04%
2009	485,281.47	None	134,010.00	27.61%
2008	180,959.83	None	37,300.00	20.61%

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, 2012:

<u>Fund</u>	<u>Interfunds Receivable</u>	<u>Interfunds Payable</u>
Current Fund	\$187,180.97	\$2,630.87
Federal and State Grant Fund	98,183.15	357,847.79
Community Development Fund	80,185.75	186,731.28
RAD Utility Capital Fund	1,550.00	
Animal Control Trust Fund		1,778.95
Trust Other Fund	2,587.64	169,368.90
General Capital Fund	40,476.02	
Water Utility Operating Fund	314.92	1,953.75
Water Utility Capital Fund	133,389.39	
Sewer Utility Operating Fund	729.93	
Sewer Utility Capital Fund	174,982.38	
Water Utility Assessment Fund	368.05	
Sewer Utility Assessment Fund	<u>1,226.24</u>	<u>862.90</u>
	<u>\$721,174.44</u>	<u>\$721,174.44</u>

The interfund receivables and payables above predominately resulted from payments made by certain funds on behalf of other funds. During fiscal year 2013, the City expects to liquidate such interfunds, depending upon the availability of cash flow.

Note 9: **PENSION PLANS**

The City of Millville contributes to two cost-sharing multiple-employer defined benefit pension plans, the Public Employees' Retirement System (PERS) and the Police and Firemen's Retirement System (PFRS), which are administered by the New Jersey Division of Pensions and Benefits. In addition, City employees participate in the Defined Contribution Retirement Program (DCRP), which is a defined contribution pension plan and is also administered by the New Jersey Division of Pensions and Benefits. 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

Note 9: **PENSION PLANS (CONT'D)**

**Public Employees' Retirement System** - The PERS was established in 1955. The PERS provides 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.

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 were required to contribute 5% of their annual covered salary. Effective July 1, 2008, however, in accordance with Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007, plan members are required to contribute 5.5% of their annual covered salary. For employees enrolled in the retirement system prior to July 1, 2008, the increase is effective with the payroll period that begins immediately after July 1, 2008. Pursuant to the provisions of Chapter 78, P.L. 2011, effective October 1, 2011, the active member contribution rate was increased to 6.5%. An additional 1.0% increase will be phased-in over seven years beginning on July 1, 2012. The State Treasurer has the right under the current law to make temporary reductions in member rates based on the existence of surplus pension assets in the retirement system; however, the statute also requires the return to the normal rate when such surplus pension assets no longer exist.

The City is billed annually for its normal contribution plus any accrued liability. These contributions, equal to the required contributions, were as follows:

<u>Year</u>	<u>Normal Contribution</u>	<u>Accrued Liability</u>	<u>Total Liability</u>	<u>Paid by City</u>
2012	\$350,768.00	\$588,964.00	\$939,732.00	\$939,732.00
2011	404,516.00	538,501.00	943,017.00	943,017.00
2010	366,676.75	353,915.00	720,591.75	720,591.75

**Police and Firemen's Retirement System** - The PFRS was established in 1944. The PFRS provides retirement, death, and disability, and medical benefits to qualified members. Vesting and benefit provisions are established by N.J.S.A. 43:16A and 43:3B.

The contribution requirements of plan members are determined by State statute. 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. Pursuant to the provisions of Chapter 78, P.L. 2011, effective October 1, 2011, the active member contribution rate was increased to 10%. The State Treasurer has the right under the current law to make temporary reductions in member rates based on the existence of surplus pension assets in the retirement system; however, statute also requires the return to the normal rate when such surplus pension assets no longer exist.

The City is billed annually for its normal contribution plus any accrued liability. These contributions, equal to the required contributions, were as follows:

<u>Year</u>	<u>Normal Contribution</u>	<u>Accrued Liability</u>	<u>Total Liability</u>	<u>Paid by City</u>
2012	\$654,089.00	\$682,957.00	\$1,337,046.00	\$1,337,046.00
2011	882,016.00	655,834.00	1,537,850.00	1,537,850.00
2010	803,869.00	526,836.00	1,330,705.00	1,330,705.00

Note 9: **PENSION PLANS (CONT'D)**

**Defined Contribution Retirement Program** - The Defined Contribution Retirement Program (DCRP) is a cost-sharing multiple-employer defined contribution pension fund which was established in 2007, under the provisions of Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007 (N.J.S.A. 43:15C-1 et. seq.) and expanded under the provisions of Chapter 89, P.L. 2008 and Chapter 1, P.L. 2010. The DCRP provides eligible members, and their beneficiaries, with a tax-sheltered, defined contribution retirement benefit, along with life insurance and disability coverage. Vesting and benefit provisions are established by N.J.S.A. 43:15C-1 et. seq.

The contribution requirements of plan members are determined by State statute. In accordance with Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007, plan members are required to contribute 5.5% of their annual covered salary. In addition to the employee contributions, the City's contribution amounts for each pay period are transmitted to Prudential Financial not later than the fifth business day after the date on which the employee is paid for that pay period.

The City's contributions were as follows:

<u>Year</u>	<u>Total Liability</u>	<u>Paid by City</u>
2012	\$3,517.11	\$1,241.33
2011	6,374.37	2,249.79
2010	1,241.02	1,241.02

Note 10: **POST EMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS**

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

The SHBP was extended to employees, retirees, and dependents of participating local public employers in 1964. On February 16, 2010, the City authorized participation in the SHBP's post-retirement benefit program. The City agreed to pay the premium for the benefits 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 State Health Benefits Commission is the executive body established by statute to be responsible for the operation of the SHBP. The State of New Jersey Division of Pensions and Benefits issues a publicly available financial report that includes financial statements and required supplementary information for the SHBP. That report may be obtained by writing to: State of New Jersey Division of Pensions and Benefits, P.O. Box 295, Trenton, NJ 08625-0295 or by visiting their website at [www.state.nj.us/treasury/pensions/](http://www.state.nj.us/treasury/pensions/).

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Note 10: **POST EMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)**

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

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

The City contributions to SHBP for the years ended June 30, 2012 and 2011 were \$1,291,923.07 and \$869,877.01, respectively, which equaled the required contributions for each year. There were 77 and 65 retired participants, respectively, eligible at June 30, 2012 and 2011.

Note 11: **COMPENSATED ABSENCES**

Full-time employees are entitled to fifteen paid sick leave days each year. Unused sick leave may be accumulated and carried forward to the subsequent year. Vacation days not used during the 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. The City has established a Accumulated Absences Trust Fund to set aside funds for future payments of compensated absences. At June 30, 2012 the balance of the fund was \$445,992.53. It is estimated that, at June 30, 2012, accrued benefits for compensated absences are valued at \$2,415,481.92.

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. Since the City does not have a fiduciary relationship with the Plan, the balances and activities of the Plan are not reported in the City's financial statements.

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Note 13: **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 14: **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, 2012 the Reserve for Landfill Closure had a balance of \$144,939.02. 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.

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

	<b><u>Fiscal Year 2012</u></b>	<b><u>Fiscal Year 2011</u></b>	<b><u>Fiscal Year 2010</u></b>
<b><u>Issued</u></b>			
General:			
Bonds, Notes and Loans	\$17,095,505.93	\$17,970,693.49	\$18,824,892.14
Water Utility:			
Bonds, Notes and Loans	4,176,892.76	4,499,059.77	4,582,075.41
Sewer Utility:			
Bonds, Notes and Loans	13,946,284.44	11,993,923.90	13,019,908.55
RAD Utility District:			
Bonds and Notes	7,025,000.00	7,025,000.00	6,884,000.00
Total Issued	<u>42,243,683.13</u>	<u>41,488,677.16</u>	<u>43,310,876.10</u>
<b><u>Authorized but not Issued</u></b>			
General:			
Bonds and Notes	4,801,624.25	3,585,624.25	3,657,886.82
Water Utility			
Bonds and Notes	4,663,764.82	988,764.82	1,228,764.82
Sewer Utility:			
Bonds and Notes	4,454,600.00	7,654,600.00	7,654,600.00
RAD Utility District:			
Bonds and Notes	839,000.00	839,000.00	1,230,000.00
Total Authorized but Not Issued	<u>14,758,989.07</u>	<u>13,067,989.07</u>	<u>13,771,251.64</u>
Total Issued and Authorized but Not Issued	<u>57,002,672.20</u>	<u>54,556,666.23</u>	<u>57,082,127.74</u>
Deductions:			
Funds Temporarily Held To Pay Debt Service			
General	1,471,681.88	1,612,656.88	437,656.88
Water Utility	569,800.00	589,800.00	589,800.00
Sewer Utility	663,462.55	747,462.55	747,462.55
Self-liquidating Debt	33,872,279.47	31,663,085.94	33,262,086.23
Total Deductions	<u>36,577,223.90</u>	<u>34,613,005.37</u>	<u>35,037,005.66</u>
Net Debt	<u>\$20,425,448.30</u>	<u>\$19,943,660.86</u>	<u>\$22,045,122.08</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 1.08%.

	<u>Gross Debt</u>	<u>Deductions</u>	<u>Net Debt</u>
Local School District	\$ 214,000.00	\$ 214,000.00	
Water Utility	8,840,657.58	8,840,657.58	
Sewer Utility	18,400,884.44	18,400,884.44	
RAD Utility	7,864,000.00	7,864,000.00	
General	21,897,130.18	1,471,681.88	\$20,425,448.30
	<u>\$57,216,672.20</u>	<u>\$36,791,223.90</u>	<u>\$20,425,448.30</u>

Net Debt \$20,425,448.30 divided by the Equalized Valuation Basis per N.J.S.A.40A:2-2 as amended, \$1,892,489,387.00 equals 1.08%

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

3 1/2% of Equalized Valuation Basis (Municipal)	\$66,237,128.54
Net Debt	<u>20,425,448.30</u>
Remaining Borrowing Power	<u>\$45,811,680.24</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	\$4,032,206.95
Deductions:	
Operating and Maintenance Cost	\$2,851,676.00
Debt Service per Water Fund	<u>476,793.02</u>
Total Deductions	<u>3,328,469.02</u>
Excess in Revenue	<u>\$ 703,737.93</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		\$6,408,537.29
Deductions:		
Operating and Maintenance Cost	\$4,521,402.50	
Debt Service per Sewer Fund	1,556,236.56	
Total Deductions		6,077,639.06
Excess in Revenue		\$ 330,898.23

**Calculation of "Self Liquidating Purpose,"  
Revenue Allocation District 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		\$586,503.33
Deductions:		
Operating and Maintenance Cost	\$44,710.00	
Debt Service per RAD Fund	256,255.58	
Total Deductions		300,965.58
Excess in Revenue		\$285,537.75

A revised Annual Debt Statement should be filed by the Chief Financial Officer.

**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, 2012 was \$776,605.93. The Fiscal Year 2013 budget includes appropriations in the amounts of \$51,196.32 and \$15,275.42 for the repayment of principal and interest, respectively.

Note 15: **CAPITAL DEBT (CONT'D)****Long-Term Loans -- Water Utility Capital Fund****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, 2012</u>
2003:				
Trust Loan	3% to 5%	\$760,000.00	2023	\$550,000.00
Fund Loan	None	691,680.00	2023	<u>381,892.76</u>
			Total	<u>\$931,892.76</u>

The City's Fiscal Year 2013 Budget includes an appropriation of \$95,800.00 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 has 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>Maturity Date</u>	<u>Balance June 30, 2012</u>
1996				
Trust Loan	5% to 5.25%	\$1,230,000.00	2016	\$450,000.00
Fund Loan	None	1,165,100.00	2016	187,104.99
1999				
Trust Loan	4.75% to 5.70%	1,215,000.00	2019	660,000.00
Fund Loan	None	1,204,936.00	2019	360,926.69
2003				
Trust Loan	3% to 5%	1,480,000.00	2023	1,075,000.00
Fund Loan	None	1,370,000.00	2023	851,427.76
2010				
Trust Loan	3.50% to 5%	1,035,000.00	2029	1,000,000.00
Fund Loan	None	3,053,400.00	2029	<u>2,889,825.00</u>
			Total	<u>\$7,474,284.44</u>

The Fiscal Year 2013 Budget includes an appropriation of \$748,935.48 to meet debt service requirements on these loans.

Note 15: CAPITAL DEBT (Cont'd)Schedule of Fiscal Year Debt Service for Principal and InterestBonded Debt issued and Outstanding

Fiscal Year Ending June 30	General		Water Utility		Sewer Utility		RAD Utility		Grand Total
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	
2013	\$ 1,125,000.00	\$ 654,983.13	\$ 215,000.00	\$ 102,552.50	\$ 500,000.00	\$ 241,957.50	\$ 450,000.00	\$ 313,500.00	\$ 3,602,993.13
2014	1,160,000.00	607,184.38	220,000.00	96,252.50	525,000.00	220,207.50	500,000.00	289,750.00	3,618,394.38
2015	1,175,000.00	558,360.63	220,000.00	89,952.50	550,000.00	197,457.50	550,000.00	263,500.00	3,604,270.63
2016	1,750,000.00	496,295.00	220,000.00	83,152.50	550,000.00	173,707.50	550,000.00	236,000.00	4,059,155.00
2017	1,724,000.00	420,831.25	249,000.00	74,851.25	567,000.00	148,747.50	600,000.00	207,250.00	3,991,680.00
2018	1,400,000.00	350,305.00	185,000.00	67,075.00	325,000.00	127,725.00	600,000.00	177,250.00	3,232,355.00
2019	1,400,000.00	285,180.00	185,000.00	60,825.00	365,000.00	110,475.00	600,000.00	147,250.00	3,153,730.00
2020	1,475,000.00	219,742.50	195,000.00	55,200.00	365,000.00	92,675.00	600,000.00	117,250.00	3,119,867.50
2021	1,525,000.00	151,992.50	195,000.00	50,200.00	390,000.00	74,700.00	600,000.00	87,250.00	3,074,142.50
2022	875,000.00	96,617.50	195,000.00	45,200.00	390,000.00	56,100.00	650,000.00	56,000.00	2,363,917.50
2023	900,000.00	61,117.50	200,000.00	40,100.00	395,000.00	40,400.00	650,000.00	30,000.00	2,316,617.50
2024	989,000.00	19,447.50	216,000.00	34,500.00	400,000.00	27,500.00	675,000.00	10,125.00	2,371,572.50
2025	326,000.00	6,723.75	150,000.00	28,406.25	100,000.00	18,937.50			630,067.50
2026			150,000.00	22,218.75	100,000.00	14,812.50			287,031.25
2027			150,000.00	15,937.50	100,000.00	10,625.00			276,562.50
2028			150,000.00	9,562.50	100,000.00	6,375.00			265,937.50
2029			150,000.00	3,187.50	100,000.00	2,125.00			255,312.50
	<u>\$ 15,824,000.00</u>	<u>\$ 3,928,780.64</u>	<u>\$ 3,245,000.00</u>	<u>\$ 879,173.75</u>	<u>\$ 5,822,000.00</u>	<u>\$ 1,564,527.50</u>	<u>\$ 7,025,000.00</u>	<u>\$ 1,935,125.00</u>	<u>\$ 40,223,606.89</u>

Schedule of Long-Term Loans:

Fiscal Year Ending June 30	General		Water Utility		Sewer Utility		Grand Total
	Principal	Interest	Principal	Interest	Principal	Interest	
2013	\$ 51,196.32	\$ 15,275.42	\$ 71,106.22	\$ 24,565.00	\$ 602,775.48	\$ 146,160.00	\$ 911,078.44
2014	52,225.37	14,246.36	70,045.44	22,815.00	616,843.80	132,741.25	908,917.22
2015	53,275.09	13,196.63	76,939.70	20,940.00	633,548.37	118,535.00	916,434.79
2016	54,345.93	12,125.81	75,848.60	19,140.00	606,099.06	103,816.25	871,375.65
2017	55,438.27	11,033.46	74,878.74	17,540.00	604,084.71	88,710.00	851,685.18
2018	56,552.59	9,919.14	81,851.80	15,795.00	513,475.10	75,637.50	753,231.13
2019	57,689.30	8,782.45	80,699.34	13,893.75	469,665.63	64,382.50	695,112.97
2020	58,848.85	7,622.88	87,392.81	11,687.50	480,098.28	52,287.50	697,937.82
2021	60,031.71	6,440.01	85,877.39	9,187.50	390,174.18	42,187.50	593,898.29
2022	61,238.35	5,233.39	92,400.38	6,700.00	395,257.67	35,125.00	595,954.79
2023	46,154.05	4,083.66	74,852.34	4,156.25	405,272.85	28,125.00	562,644.15
2024	47,081.75	3,155.97	60,000.00	1,425.00	410,064.31	20,381.25	542,108.28
2025	39,911.07	2,209.63			228,575.00	15,150.00	285,845.70
2026	32,515.10	1,488.58			228,575.00	12,550.00	275,128.68
2027	33,168.66	835.02			233,575.00	10,025.00	277,603.68
2028	16,833.52	168.34			233,575.00	7,400.00	257,976.86
2029					238,575.00	4,500.00	243,075.00
2030					184,050.00	1,500.00	185,550.00
	<u>\$ 776,505.93</u>	<u>\$ 115,816.75</u>	<u>\$ 931,892.76</u>	<u>\$ 167,845.00</u>	<u>\$ 7,474,284.44</u>	<u>\$ 959,213.75</u>	<u>\$ 10,425,558.63</u>

Note 16: **DEFERRED CHARGES TO BE RAISED IN SUCCEEDING BUDGETS**

Certain expenditures are required to be deferred to budgets of succeeding years. At June 30, 2012, the following deferred charges are shown on the statement of assets, liabilities, reserves and fund balance of the following fund(s):

	<b><u>Balance June 30, 2012</u></b>	<b><u>2013 Budget Appropriation</u></b>
Sewer Utility Operating Fund: Emergency Authorizations	\$206,500.00	\$206,500.00

The appropriations in the fiscal year 2013 Budget as adopted are not less than that required by the statutes.

Note 17: **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><u>Balance June 30,</u></b>	
	<b><u>2012</u></b>	<b><u>2011</u></b>
Balance of Tax	\$5,230,633.83	\$5,199,516.33
Deferred	1,791,000.00	1,791,000.00
	<u>\$3,439,633.83</u>	<u>\$3,408,516.33</u>

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:

<b><u>Year</u></b>	<b><u>City Contributions</u></b>	<b><u>Amount Reimbursed</u></b>	<b><u>Ending Balance</u></b>
2012	None	\$114,027.46	\$212,093.66
2011	None	105,155.76	294,685.31
2010	None	19,959.76	365,397.86

**Note 19: 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 consisting of over 40 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 official's 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 annual financial reports which may be obtained from:

Atlantic County Municipal Joint Insurance Fund  
Greentree Centre/525 Lincoln Drive West  
PO BOX 488  
Marlton, New Jersey 08053  
[www.acmjif.org](http://www.acmjif.org)

Municipal Excess Liability Joint Insurance Fund  
250 Pehle Ave, Suite 701  
Saddlebrook, New Jersey 07663

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, 2012 the balance in the Reserve for Self-Insurance Fund in the Trust Other Fund was \$2,186,705.18. 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 until February 16, 2010, when the City authorized participation in the State Health Benefits Program. 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 20: **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.

In addition, the City is currently defending various tax appeals filed with the State Tax Court. Any losses in tax collection from prior years will be charged to a reserve the City has set aside for this purpose or charged directly to Fund Balance. While the potential loss is unknown it is believed to not be material to the financial statements.

Note 21: **SUBSEQUENT EVENTS**

Subsequent to June 30, the City of Millville authorized additional Bonds and Notes as follows:

	<b><u>Purpose</u></b>	<b><u>Date</u></b>	<b><u>Amount</u></b>
Sewer Capital:			
Bonds and Notes:			
	Upgrades to the Municipal Sewer Utility	December 18, 2012	\$5,717,900.00

## **SUPPLEMENTAL EXHIBITS**

**SUPPLEMENTAL EXHIBITS**

**CURRENT FUND**

**CITY OF MILLVILLE**  
**CURRENT FUND**  
Statement of Current Cash  
Treasurer  
For the Fiscal Year Ended June 30, 2012

	<u>R e g u l a r</u>	<u>Federal and State</u> <u>Grant Fund</u>
Balance June 30, 2011	\$ 14,934,416.18	\$ 1,497,149.16
Increased by Receipts:		
Water Utility Operating Fund	\$ 87,544.56	
General Capital Fund	7,748.22	
Interest and Costs on Taxes	155,808.38	
Interest on Investments and Deposits	148,390.94	
Consolidated Municipal Property Tax Relief Aid	538,807.00	
Energy Receipts Tax	3,681,066.00	
Reserve for Payment of Debt Service	140,975.00	
NJ Urban Enterprise Zone - Debt Service Aid	113,093.09	
Utility Surplus of Prior Years:		
Water Utility	201,586.00	
Sewer Utility	385,290.00	
Miscellaneous Revenue not Anticipated	475,408.20	
Due from State of New Jersey-- Veterans' and Senior Citizens' Deductions	351,056.27	
Protested Checks	3,459.73	
Taxes Receivable	42,987,232.20	
Tax Title Liens	46,889.61	
Penalty Surcharge Receivable	8,627.63	
Property Maintenance Assessments Receivable	14,320.38	
Revenue Accounts Receivable	2,699,544.92	
Accounts Payable	77,785.49	
Tax Overpayments	5,185.23	
Prepaid Taxes	67,022.42	
Due State of New Jersey--Uniform Construction Code--State Training Fees	25,150.00	
Due State of New Jersey--Marriage License Fees	4,241.00	
Due State of New Jersey--Burial Fees		
Reserve for Garden State Preservation Trust Fund	29,852.00	
Federal and State Grants Receivable		\$ 967,029.12
Federal and State Grants Appropriated:		
Interest Earned and Refunds		30,392.16
Matching Funds For Grants		45,925.00
	<u>\$ 52,256,084.27</u>	<u>\$ 1,043,346.28</u>
Carried Forward	67,190,500.45	2,540,495.44

(Continued)

**CITY OF MILLVILLE**  
**CURRENT FUND**  
Statement of Current Cash  
Treasurer  
For the Fiscal Year Ended June 30, 2012

	<u>R e g u l a r</u>	<u>Federal and State</u> <u>Grant Fund</u>
Brought Forward	\$ 67,190,500.45	\$ 2,540,495.44
Decreased by Disbursements:		
Trust Other Fund	\$ 96,250.83	
Community Development Fund	72,906.35	
Animal Control Fund	70.22	
Sewer Utility Operating Fund	22,688.22	
RAD Utility Operating Fund		\$ 2,289.54
Protested Checks	14,493.98	
Due from Bank	955.28	
Accounts Receivable - Other	7,979.78	
FY 2012 Appropriations	10,566,541.19	
FY 2011 Appropriation Reserves	1,085,403.66	
Accounts Payable	492,522.28	
Payroll Taxes Payable	13,506,249.52	
Local School Taxes Payable	10,461,566.00	
County Taxes	16,533,787.30	
County Added and Omitted Taxes	181,772.34	
RAD Tax Payable	194,147.24	
Reserve for Tax Appeals	351,452.96	
Due State of New Jersey--Uniform Construction Code--State Training Fees	27,847.00	
Due State of New Jersey--Marriage License Fees	4,200.00	
Matching Funds For Grants	45,925.00	
Federal and State Grants--Appropriated		<u>1,324,306.64</u>
	<u>53,666,759.15</u>	<u>1,326,596.18</u>
Balance June 30, 2012	<u><u>\$ 13,523,741.30</u></u>	<u><u>\$ 1,213,899.26</u></u>

**CITY OF MILLVILLE**  
CURRENT FUND  
Schedule of Change Funds  
For the Fiscal Year Ended June 30, 2012

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<u>Office</u>	<u>Amount</u>
Tax Collector	\$ 1,000.00
Water and Sewer Department	300.00
Municipal Court	200.00
Clerk	<u>700.00</u>
	<u>\$ 2,200.00</u>

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, 2012

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Balance June 30, 2011		\$ 206,881.37
Accrued Fiscal Year 2012:		
Deductions per Tax Duplicate	\$ 342,750.00	
Add: Senior Citizens' and Veterans' Deductions		
Allowed by Collector - FY 2012 Taxes	7,750.00	
		\$ 350,500.00
Less: Disallowed by Collector - FY 2012 Taxes		16,291.68
		334,208.32
		541,089.69
Decreased By:		
Receipts		351,056.27
Balance June 30, 2012		\$ 190,033.42

Exhibit SA-4

CITY OF MILLVILLE  
CURRENT FUND  
Statement of Protested Checks  
For the Fiscal Year Ended June 30, 2012

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Balance June 30, 2011		\$ 54,122.21
Increased by:		
Checks Protested		14,493.98
		68,616.19
Decreased by:		
Receipts		3,459.73
Balance June 30, 2012		\$ 65,156.46

**CITY OF MILLVILLE**  
**CURRENT FUND**  
 Statement of Taxes Receivable and Analysis of Property Tax Levy  
 For the Fiscal Year Ended June 30, 2012

Year	Balance June 30, 2011	Fiscal Year 2012 Levy	Collections		Due from State of New Jersey	Over- Payments Applied	Canceled	Transferred to Tax Title Liens	Balance June 30, 2012
			FY 2011	FY 2012					
FY 2005	\$ 1,822.51			\$ 1,822.51					
FY 2006	515.75			515.75					
FY 2007	5,905.42			4,285.55				\$ 1,619.87	
FY 2008	8,334.43			3,589.92				4,744.51	
FY 2009	7,102.83			4,989.76				2,113.07	
FY 2010	13,747.16			7,462.59				6,284.57	
FY 2011	646,416.72			612,675.31		\$ 5,326.98	\$ 18,145.94	10,268.49	
	683,844.82			635,341.39		5,326.98	18,145.94	25,030.51	
FY 2012		\$ 45,908,695.75	\$ 2,168,682.31	42,351,890.81	\$ 334,208.32		\$ 352,030.65	85,759.19	616,124.47
	<u>\$ 683,844.82</u>	<u>\$ 45,908,695.75</u>	<u>\$ 2,168,682.31</u>	<u>\$ 42,987,232.20</u>	<u>\$ 334,208.32</u>	<u>\$ 5,326.98</u>	<u>\$ 352,030.65</u>	<u>\$ 103,905.13</u>	<u>\$ 641,154.98</u>

Analysis of Fiscal Year 2012 Property Tax Levy

Tax Yield

General Purpose Tax	\$ 45,424,812.44
Added Taxes (54:4-63 et seq.)	<u>483,883.31</u>

\$ 45,908,695.75

Tax Levy

Local District School Tax:	
School Budget	\$ 10,492,683.50
County Taxes:	
County Tax	\$ 15,741,588.96
County Health Tax	615,967.49
County Open Space	<u>176,230.85</u>
	16,533,787.30
Due County for Added and Omitted Taxes	<u>181,772.34</u>
Total County Taxes	16,715,559.64
Revenue Allocation District Tax	194,147.24
Local Tax for Municipal Purposes	18,136,083.00
Addition to Local Tax for Municipal Purposes	<u>370,222.37</u>
Local Tax for Municipal Purposes Levied	<u>18,506,305.37</u>

\$ 45,908,695.75

**CITY OF MILLVILLE**  
CURRENT FUND  
Statement of Tax Title Liens  
For the Fiscal Year Ended June 30, 2012

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Balance June 30, 2011		\$ 250,623.55
Increased by:		
Transfers from Taxes Receivable	\$ 103,905.13	
Interest and Costs Accrued at Tax Sale	<u>7,680.78</u>	
		<u>111,585.91</u>
		362,209.46
Decreased by:		
Collections		<u>46,889.61</u>
Balance June 30, 2012		<u><u>\$ 315,319.85</u></u>

**CITY OF MILLVILLE**  
**CURRENT FUND**  
Statement of Penalty Surcharge Receivable  
For the Fiscal Year Ended June 30, 2012

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Balance June 30, 2011		\$ 8,877.02
Increased by:		
Delinquency Penalty Accrued		7,703.34
		16,580.36
Decreased by:		
Canceled	\$ 249.39	
Collections	8,627.63	
		8,877.02
Balance June 30, 2012		\$ 7,703.34

Exhibit SA-8

**CITY OF MILLVILLE**  
**CURRENT FUND**  
Statement of Property Maintenance Assessments Receivable  
For the Fiscal Year Ended June 30, 2012

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Balance June 30, 2011		\$ 9,200.55
Increased by:		
Assessments Levied		10,934.29
		20,134.84
Decreased by:		
Collections		14,320.38
Balance June 30, 2012		\$ 5,814.46

**CITY OF MILLVILLE**  
**CURRENT FUND**  
Statement of Property Acquired for Taxes--Assessed Valuation  
For the Fiscal Year Ended June 30, 2012

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Balance June 30, 2011		\$ 1,392,530.00
Decreased by:		
Loss on Sales	\$ 7,200.00	
Cash from Sales - Miscellaneous Revenue not Anticipated	<u>100.00</u>	
		<u>7,300.00</u>
Balance June 30, 2012		<u><u>\$ 1,385,230.00</u></u>

**CITY OF MILLVILLE**  
**CURRENT FUND**  
Statement of Revenue Accounts Receivable  
For the Fiscal Year Ended June 30, 2012

	<u>Balance</u> <u>June 30, 2011</u>	<u>Accrued</u> <u>in 2012</u>	<u>Collections</u>	<u>Balance</u> <u>June 30, 2012</u>
City Clerk:				
Licenses:				
Alcoholic Beverages		\$ 15,807.00	\$ 15,807.00	
Other		22,301.00	22,301.00	
Fees and Permits		125,600.96	125,600.96	
Construction Code Official		403,826.00	403,826.00	
Uniform Fire Safety Act Fees and Permits		104,448.11	104,448.11	
Tax Search Fees and Municipal Improvement				
Search Fees		390.00	390.00	
Street Opening Permits		28,747.00	28,747.00	
Planning and Zoning Board Fees		8,784.00	8,784.00	
Municipal Court--Fines and Costs	\$ 39,812.41	395,469.04	401,479.58	\$ 33,801.87
Housing Inspector Fees and Permits		330,585.00	330,585.00	
Trailer Tax		238,920.63	238,920.63	
Police Fees and Permits		6,840.00	6,840.00	
Delaware River Bay Authority				
Cable TV--Franchise Fee		87,135.89	87,135.89	
Gasoline -- Millville Board of Education		15,888.68	15,888.68	
Payments in Lieu of Taxes--Abatements		345,321.57	345,321.57	
Payments in Lieu of Taxes - Group Homes		34,859.28	34,859.28	
Payment in Lieu of Taxes--Housing Authority--Senior Housing		25,000.00	25,000.00	
Payment in Lieu of Taxes--Motorsports		68,877.85	68,877.85	
Payment in Lieu of Taxes--Target		115,694.43	115,694.43	
Millville Housing Authority		-	-	
Hotel Motel Tax		129,465.94	129,465.94	
Rental of Municipal Owned Property		12,892.00	12,892.00	
Rent--Millville Library		176,680.00	176,680.00	
	<u>\$ 39,812.41</u>	<u>\$ 2,693,534.38</u>	<u>\$ 2,699,544.92</u>	<u>\$ 33,801.87</u>

**CITY OF MILLVILLE**  
**CURRENT FUND**  
Statement of FY 2011 Appropriation Reserves  
For the Fiscal Year Ended June 30, 2012

	Balance June 30, 2011		Balance After Transfers	Disbursed	Accounts Payable	Balanced Lapsed
	<u>Reserved</u>	<u>Encumbered</u>				
OPERATIONS--WITHIN "CAPS"						
General Government Functions						
General Administration						
Salaries and Wages	\$ 11,256.63		\$ 11,256.63			\$ 11,256.63
Other Expenses	13,616.84	\$ 932.75	14,549.59	\$ 489.09	\$ 416.66	13,643.84
Human Resources						
Salaries and Wages	34,852.93		34,852.93			34,852.93
Other Expenses	7,115.39	1,833.50	8,948.89	1,717.08		7,231.81
Board of Commissioners						
Salaries and Wages	5,842.56		5,842.56			5,842.56
Other Expenses	5,165.29	103.45	5,268.74	629.12		4,639.62
Municipal Clerk's Office						
Salaries and Wages	2,568.44		2,568.44			2,568.44
Other Expenses	21,550.36	4,552.36	26,102.72	8,252.29	2,465.94	15,384.49
Financial Administration						
Salaries and Wages	32,175.86		32,175.86			32,175.86
Other Expenses	12,789.63	2,355.76	15,145.39	4,970.00	416.66	9,758.73
Annual Audit	2,500.00	71,000.00	73,500.00	69,979.00	1,021.00	2,500.00
Information Technology						
Salaries and Wages	7,888.68		7,888.68			7,888.68
Other Expenses	54.99	41,384.96	41,439.95	38,371.00	2,799.92	269.03
Collection of Taxes						
Salaries and Wages	7,202.27		7,202.27			7,202.27
Other Expenses	1,255.13	3,260.52	4,515.65	3,091.66	436.70	987.29
Assessment of Taxes						
Salaries and Wages	8,128.44		8,128.44			8,128.44
Other Expenses	16,757.62	54,778.40	71,536.02	12,773.73	36,937.92	21,824.37
Legal Services and Costs						
Other Expenses	38,902.79	76,325.60	115,228.39	72,612.23	15,148.36	27,467.80

(Continued)

**CITY OF MILLVILLE**  
**CURRENT FUND**  
Statement of FY 2011 Appropriation Reserves  
For the Fiscal Year Ended June 30, 2012

	Balance June 30, 2011		Balance After Transfers	Disbursed	Accounts Payable	Balanced Lapsed
	<u>Reserved</u>	<u>Encumbered</u>				
OPERATIONS--WITHIN "CAPS" (CONT'D)						
General Government Functions (Cont'd)						
Municipal Court						
Salaries and Wages	\$ 56,766.41		\$ 56,766.41	\$ 360.12		\$ 56,406.29
Other Expenses	3,586.64	\$ 4,079.04	7,665.68	5,185.41	\$ 1,952.04	528.23
Public Defender						
Salaries and Wages	6,737.50		6,737.50			6,737.50
Other Expenses	8,143.76	1,875.00	10,018.76	2,819.10		7,199.66
Engineering Services and Costs						
Salaries and Wages	11,452.36		11,452.36			11,452.36
Other Expenses	15,143.90	2,248.57	17,392.47	1,705.14	416.67	15,270.66
Economic and Industrial Development						
Salaries and Wages	8,000.00		8,000.00			8,000.00
Other Expenses	21,696.21	7,561.85	29,258.06	4,191.99	525.00	24,541.07
Land Use Administration						
Planning/Community Development						
Salaries and Wages	763.94		763.94			763.94
Other Expenses	32,989.78	15,648.92	48,638.70	7,986.10	7,679.24	32,973.36
Planning Board						
Salaries and Wages	415.65		415.65			415.65
Other Expenses	1,500.63	3,665.09	5,165.72	4,449.15	635.42	81.15
Zoning Board Adjustment						
Salaries and Wages	1,720.87		1,720.87			1,720.87
Other Expenses	4,265.85	4,403.24	8,669.09	4,412.76		4,256.33
Bureau of Permits and Inspections						
Salaries and Wages	17,760.19		17,760.19			17,760.19
Other Expenses	11,102.75	1,472.91	12,575.66	2,107.19		10,468.47

(Continued)

**CITY OF MILLVILLE**  
**CURRENT FUND**  
Statement of FY 2011 Appropriation Reserves  
For the Fiscal Year Ended June 30, 2012

	Balance June 30, 2011		Balance After Transfers	Disbursed	Accounts Payable	Balanced Lapsed
	<u>Reserved</u>	<u>Encumbered</u>				
OPERATIONS--WITHIN "CAPS" (CONT'D)						
Land Use Administration (Cont'd)						
Insurance						
Surety Bond Premiums	\$ 5,000.00		\$ 5,000.00			\$ 5,000.00
Liability Insurance	33,573.98		33,573.98			33,573.98
Workers Compensation	163,606.45		163,606.45			163,606.45
Employee Group Health	473,077.80	\$ 995.02	474,072.82	\$ 1,227.66		472,845.16
Public Safety Functions						
Police						
Salaries and Wages	456,177.20		456,177.20	114,857.28		341,319.92
Other Expenses	159,182.20	121,124.98	280,307.18	130,816.44	\$ 3,900.11	145,590.63
Office of Emergency Management						
Salaries and Wages	1,018.40		1,018.40			1,018.40
Other Expenses	1,976.36	940.27	2,916.63	1,314.13		1,602.50
Fire						
Salaries and Wages	8,804.02		8,804.02			8,804.02
Other Expenses	8,199.36	19,390.97	27,590.33	15,923.00	3,832.50	7,834.83
Municipal Prosecutor's Office						
Salaries and Wages	2,652.37		2,652.37			2,652.37
Other Expenses	1,920.00	1,170.00	3,090.00	130.00		2,960.00
Uniform Fire Safety Act						
Salaries and Wages	2,676.41		2,676.41			2,676.41
Other Expenses	3,387.15	11,683.38	15,070.53	9,903.58	1,724.80	3,442.15
Streets and Road Repairs and Maintenance						
Salaries and Wages	68,017.51		68,017.51	1,935.39		66,082.12
Other Expenses	36,329.13	39,219.53	75,548.66	66,454.72	8,935.97	157.97
Shade Tree Commission						
Salaries and Wages	728.60		728.60			728.60
Other Expenses	4,523.86		4,523.86			4,523.86
Solid Waste and Recycling Collection						
Salaries and Wages	34,044.67		21,044.67			21,044.67
Other Expenses	55,008.40	13,589.53	76,597.93	76,017.34		580.59
Solid Waste Recycling -- Apartments NJSA 40A:4-45.3 kk	500.00		500.00	500.00		

(Continued)

**CITY OF MILLVILLE**  
**CURRENT FUND**  
Statement of FY 2011 Appropriation Reserves  
For the Fiscal Year Ended June 30, 2012

	Balance June 30, 2011		Balance After Transfers	Disbursed	Accounts Payable	Balanced Lapsed
	<u>Reserved</u>	<u>Encumbered</u>				
OPERATIONS--WITHIN "CAPS" (CONT'D)						
Public Safety Functions (Cont'd)						
Public Buildings and Grounds						
Salaries and Wages	\$ 66,145.12		\$ 29,145.12			\$ 29,145.12
Other Expenses	4,781.06	\$ 36,059.22	42,840.28	\$ 36,748.31	\$ 4,587.15	1,504.82
Fleet Management						
Salaries and Wages	185.12		185.12			185.12
Other Expenses	3,729.23	4,385.06	8,114.29	3,704.96		4,409.33
Health and Human Services						
Animal Control Services						
Salaries and Wages	10,552.37		10,552.37			10,552.37
Other Expenses	1,107.39		1,107.39	1,107.39		
Recreation and Public Events						
Recreation						
Salaries and Wages	6,524.42		6,524.42			6,524.42
Other Expenses	29,587.94	8,252.48	25,840.42	7,992.48	975.00	16,872.94
State and Federal Project Maintenance						
Salaries and Wages	9,487.47		9,487.47			9,487.47
Other Expenses	842.26	18,979.56	19,821.82	18,904.56		917.26
Parks and Playgrounds						
Salaries and Wages	71,724.56		71,724.56			71,724.56
Other Expenses	36,062.41	52,409.47	88,471.88	80,900.95	3,325.64	4,245.29
Celebration of Public Event, Anniversary, or Holiday						
Other Expenses	1,583.07	341.81	1,924.88	309.00		1,615.88

(Continued)

**CITY OF MILLVILLE**  
**CURRENT FUND**  
Statement of FY 2011 Appropriation Reserves  
For the Fiscal Year Ended June 30, 2012

	Balance June 30, 2011		Balance After Transfers	Disbursed	Accounts Payable	Balanced Lapsed
	<u>Reserved</u>	<u>Encumbered</u>				
OPERATIONS--WITHIN "CAPS" (CONT'D)						
Code Enforcement and Administration						
State Uniform Construction Code (NJSA52:27D et seq.)						
Construction Official						
Salaries and Wages	\$ 14,931.00		\$ 14,931.00			\$ 14,931.00
Other Expenses	14,803.49	\$ 972.50	15,775.99	\$ 500.00		15,275.99
Subcode Officials:						
Plumbing Inspector						
Salaries and Wages	428.76		428.76			428.76
Other Expenses	250.00		250.00			250.00
Electrical Inspector						
Salaries and Wages	499.68		499.68			499.68
Other Expenses	149.70	100.30	250.00	100.30		149.70
Fire Protection Official						
Salaries and Wages	381.62		381.62			381.62
Elevator Inspection						
Other Expenses	2,467.00	4,178.00	6,645.00	4,178.00		2,467.00
Unclassified						
Utilities:						
Street Lighting	5,640.15	9,122.77	61,762.92	59,387.41		2,375.51
Gasoline	47,851.40		47,851.40	17,933.96		29,917.44
Electricity	25,596.25	21,895.83	52,492.08	49,284.42		3,207.66
Telephone	827.91	7,864.10	8,692.01	7,864.10		827.91
Natural Gas	1,188.13	498.63	1,686.76	956.60		730.16
Heating Oil	507.53		507.53			507.53
Landfill/Solid Waste Disposal Costs	58,088.25	37,024.00	95,112.25	76,429.87	\$ 16,864.30	1,818.08
Contingent	2,000.00		2,000.00			2,000.00

(Continued)

**CITY OF MILLVILLE**  
**CURRENT FUND**  
Statement of FY 2011 Appropriation Reserves  
For the Fiscal Year Ended June 30, 2012

	Balance June 30, 2011		Balance After Transfers	Disbursed	Accounts Payable	Balanced Lapsed
	Reserved	Encumbered				
<b>OPERATIONS--WITHIN "CAPS" (CONT'D)</b>						
Statutory Expenditures:						
Contribution to:						
Social Security (O.A.S.I.)	\$ 139,354.40		\$ 139,354.40			\$ 139,354.40
Police and Fireman's Retirement System of NJ	37,761.41		37,761.41			37,761.41
Disability Insurance	10,935.56	\$ 4,944.97	15,880.53	\$ 7,332.14		8,548.39
Total General Appropriations for Municipal Purposes Within--"CAPS"	2,558,048.82	712,624.30	3,270,673.12	1,038,816.15	\$ 114,997.00	2,116,859.97
<b>OPERATIONS EXCLUDED FROM "CAPS"</b>						
<u>Interlocal Service Agreement</u>						
Millville Board of Education - Gasoline	2,933.78		2,933.78	2,188.72		745.06
County Wastewater Management Plan Shared Services	8,329.00	31,522.00	39,851.00	22,000.00	9,522.00	8,329.00
Recycling Tax (P.L. 2007, c.311)	10,088.92		10,088.92	2,896.95		7,191.97
Length of Service Award Program	10,450.00		10,450.00	2,500.00		7,950.00
Matching Funds for Grants	175.00		175.00		25.38	149.62
Total Operations--Excluded from "CAPS"	31,976.70	31,522.00	63,498.70	29,585.67	9,547.38	24,365.65
<b>MUNICIPAL DEBT SERVICE--EXCLUDED FROM "CAPS"</b>						
Green Trust Loan Program - Interest		17,001.84	17,001.84	17,001.84		
Total Capital Improvements--Excluded from "CAPS"		17,001.84	17,001.84	17,001.84		
Total General Appropriations for Municipal Purposes Excluded from "CAPS"	31,976.70	48,523.84	80,500.54	46,587.51	9,547.38	24,365.65
	<u>\$ 2,590,025.52</u>	<u>\$ 761,148.14</u>	<u>\$ 3,351,173.66</u>	<u>\$ 1,085,403.66</u>	<u>\$ 124,544.38</u>	<u>\$ 2,141,225.62</u>

**CITY OF MILLVILLE**  
**CURRENT FUND**  
Statement of Accounts Payable  
For the Fiscal Year Ended June 30, 2012

---

Balance June 30, 2011		\$ 706,098.91
Increased by:		
Insurance Proceeds Received	\$ 77,785.49	
Transfer from FY 2011 Appropriation Reserves	<u>124,544.38</u>	
		<u>202,329.87</u>
		908,428.78
Decreased by:		
Disbursements	492,522.28	
Canceled to Fund Balance	<u>-</u>	
		<u>492,522.28</u>
Balance June 30, 2012		<u><u>\$ 415,906.50</u></u>

## Exhibit SA-13

**CITY OF MILLVILLE**  
**CURRENT FUND**  
Statement of Due to State of New Jersey - Marriage License Fees  
For the Fiscal Year Ended June 30, 2012

---

Balance June 30, 2011		\$ 1,200.00
Increased by:		
Receipts	<u>4,241.00</u>	
		5,441.00
Decreased by:		
Disbursements	<u>4,200.00</u>	
Balance June 30, 2012		<u><u>\$ 1,241.00</u></u>

**CITY OF MILLVILLE**  
**CURRENT FUND**  
Statement of Payroll Taxes Payable  
For the Fiscal Year Ended June 30, 2012

---

Balance June 30, 2011	\$	258,155.71
Increased by:		
Payroll Deductions Payable and Employer's Share of Payroll Taxes		<u>13,327,571.14</u>
		13,585,726.85
Decreased by:		
Payments		<u>13,506,249.52</u>
Balance June 30, 2012	\$	<u><u>79,477.33</u></u>

A detail analysis of Payroll Deductions Payable is on file in the Treasurer's office.

**CITY OF MILLVILLE**  
**CURRENT FUND**  
 Statement of Tax Overpayments  
 For the Fiscal Year Ended June 30, 2012

---

Balance June 30, 2011	\$ 5,326.98
Increased by:	
Collections	5,185.23
	10,512.21
Decreased by:	
Applied to Taxes Receivable	5,326.98
Balance June 30, 2012	\$ 5,185.23

**CITY OF MILLVILLE**  
**CURRENT FUND**  
 Statement of Prepaid Taxes  
 For the Fiscal Year Ended June 30, 2012

---

Balance June 30, 2011	\$ 2,168,682.31
Increased by:	
Collections	67,022.42
	2,235,704.73
Decreased by:	
Applied to Taxes Receivable	2,168,682.31
Balance June 30, 2012	\$ 67,022.42

**CITY OF MILLVILLE**  
**CURRENT FUND**  
Statement of Local District School Tax  
For the Fiscal Year Ended June 30, 2012

<hr/>		
Balance June 30, 2011		
School Tax Deferred	\$ 1,791,000.00	
School Tax Payable	<u>3,408,516.33</u>	\$ 5,199,516.33
Increased by:		
Balance of Levy - School Year July 1, 2011 to June 30, 2012	5,262,050.50	
Preliminary Billing:		
One Half of Estimated Levy - School Year July 1, 2012 to June 30, 2013	<u>5,230,633.00</u>	<u>10,492,683.50</u>
		15,692,199.83
Decreased by:		
Payments		<u>10,461,566.00</u>
Balance June 30, 2012:		
School Tax Deferred	\$ 1,791,000.00	
School Tax Payable	<u>3,439,633.83</u>	<u>\$ 5,230,633.83</u>
Fiscal Year 2012 Liability for Local District School Tax:		
Tax Paid	\$ 10,461,566.00	
Tax Payable June 30, 2012	<u>3,439,633.83</u>	
	13,901,199.83	
Less: Tax Payable June 30, 2011	<u>3,408,516.33</u>	
Amount Charged to FY 2012 Operations		<u>\$ 10,492,683.50</u>

**CITY OF MILLVILLE**  
**CURRENT FUND**  
 Statement of Due County for Added Taxes  
 For the Fiscal Year Ended June 30, 2012

---

FY 2012 Levy:		
Omitted Taxes (2011)	\$	4,519.24
Added Taxes (2011)		<u>177,253.10</u>
	\$	181,772.34
Decreased by Payment		<u><u>\$ 181,772.34</u></u>

**Exhibit SA-19**

**CITY OF MILLVILLE**  
**CURRENT FUND**  
 Statement of Reserve for Garden State Preservation Trust Fund  
 For the Fiscal Year Ended June 30, 2012

---

Balance June 30, 2011		\$ 29,852.00
Increased by:		
Receipts		<u>29,852.00</u>
		59,704.00
Decreased by:		
Realized as Revenue in FY 2012 Budget		<u>29,852.00</u>
Balance June 30, 2012		<u><u>\$ 29,852.00</u></u>

**Exhibit SA-20**

**CITY OF MILLVILLE**  
**CURRENT FUND**  
 Statement of Reserve for Tax Appeals  
 For the Fiscal Year Ended June 30, 2012

---

Balance June 30, 2011		\$ -
Increased by:		
FY 2012 Budget Appropriation		<u>825,000.00</u>
		825,000.00
Decreased by:		
Refunds	\$	351,452.96
Applied to Taxes Receivable		<u>-</u>
		<u>351,452.96</u>
Balance June 30, 2012		<u><u>\$ 473,547.04</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, 2012

---

Balance June 30, 2011	\$ 2,697.00
Increased by:	
Collection	25,150.00
	27,847.00
Decreased by:	
Payment	27,847.00
Balance June 30, 2012	\$ -

Exhibit SA-22

**CITY OF MILLVILLE**  
**CURRENT FUND**  
Statement of Reserve for Proceeds from Sale of Municipal Assets  
For the Fiscal Year Ended June 30, 2012

---

Balance June 30, 2011	\$ 127,790.00
Decreased by:	
Anticipated as Miscellaneous Revenue	-
Balance June 30, 2012	\$ 127,790.00

**CITY OF MILLVILLE**  
**FEDERAL AND STATE GRANT FUND**  
Statement of Federal and State Grants Receivable  
For the Fiscal Year Ended June 30, 2012

	Balance <u>June 30, 2011</u>	FY 2012 <u>Award</u>	<u>Received</u>	<u>Canceled</u>	Balance <u>June 30, 2012</u>
Federal Grants:					
U.S. Department of Transportation					
Passed thru N.J. Department of Transportation					
Highway Planning and Construction:					
Authority Act--Municipal Aid	\$ 74,281.86			\$ 13,841.43	\$ 60,440.43
Authority Act--Whitaker Ave. & Miller Ave.	25,000.00				25,000.00
Authority Act--South Fifth Street Road Improvement	42,500.00				42,500.00
Glenside Road Improvement	69,799.00				69,799.00
Local Aid for Centers and State Plan Implementation Program	183,753.39	\$ 13,841.43	\$ 193,198.45		4,396.37
Local Aid Bikeway Program	390,008.25				390,008.25
Local Aid Centers of Place Program	129,791.00				129,791.00
NJDOT Transportation Enhancement Project	1,258.60				1,258.60
U.S. Department of Transportation					
Passed thru N.J. Department of Law and Public Safety					
Click it or Ticket		9,000.00	5,000.00		4,000.00
Over the Limit Under Arrest Program		4,400.00	4,200.00		200.00
Flammable Liquids Firefighter Training	19,440.00		19,101.36		338.64
U.S. Department of Homeland Security					
Passed thru N.J. Department of Law and Public Safety					
Emergency Management Assistance Grant	5,000.00	20,000.00	25,000.00		
U.S. Department of Environmental Protection					
N.J. Tree Planting Grant	10,000.00		9,865.00		135.00
U.S. Department of Justice					
Justice Assistance Grant	6,841.64	44,030.00	1,754.08		49,117.56
Weed & Seed Program	60,094.47		54,489.87		5,604.60
COPS Secure or Schools		1,171,476.00	53,539.00		1,117,937.00
Bulletproof Vest Partnership	22,301.45		1,950.00		20,351.45
<b>Total Federal Grants</b>	<b>1,040,069.66</b>	<b>1,262,747.43</b>	<b>368,097.76</b>	<b>13,841.43</b>	<b>1,920,877.90</b>
State Grants:					
N.J. Department of Commerce					
UEZ Grants	2,676,240.91	2,262,000.00	232,825.84	2,256,406.08	2,449,008.99
N.J. Department of Community Affairs					
Hazardous Discharge Site Remediation	650,432.63		43,587.76		606,844.87
Neighborhood Stabilization	297,981.71				297,981.71
Urban/Rural Centers Unsafe Building Demolition Program		60,000.00			60,000.00
NJ Historic Preservation		150,000.00			150,000.00
N.J. Department of Environmental Protection					
Clean Communities		48,139.84	48,139.84		
Recycling Tonnage Grant		127,620.46	127,620.46		
N.J. Department of Law and Public Safety					
Safe and Secure Communities Program	107,790.73	90,000.00	85,841.25	540.00	111,409.48
Body Armor Replacement Fund		6,975.77	6,975.77		
Drunk Driving Enforcement Fund		7,961.91	7,961.91		
EMPG Exercise Pass Thru Grant	15,000.00				15,000.00
N.J. Department of State					
Municipal Alliance Program	33,700.00	33,700.00	45,978.53		21,421.47
<b>Total State Grants</b>	<b>3,781,145.98</b>	<b>2,786,397.98</b>	<b>598,931.36</b>	<b>\$ 2,256,946.08</b>	<b>3,711,666.52</b>
<b>Total All Grants</b>	<b>\$ 4,821,215.64</b>	<b>\$ 4,049,145.41</b>	<b>\$ 967,029.12</b>	<b>\$ 2,270,787.51</b>	<b>\$ 5,632,544.42</b>

**CITY OF MILLVILLE**  
**FEDERAL AND STATE GRANT FUND**  
Statement of Reserve for Federal and State Grants--Appropriated  
For the Fiscal Year Ended June 30, 2012

Program	Balance June 30, 2011		Transferred from FY 2012 Budget Appropriation	Refunds and Interest Earned	Disbursed	Encumbered	Canceled	Balance June 30, 2012
	Appropriated	Encumbered						
Federal Grants:								
U.S. Department of Transportation -- Highway Planning and Construction:								
Passed thru N.J. Department of Transportation:								
FY 2008 Awards								
Wayfinding Signage Program	\$ 40,157.93							\$ 40,157.93
FY 2010 Awards								
Whitaker & Miller Ave Road Improvement	189,861.00				\$ 164,628.18	\$ 21,341.89		3,890.93
FY 2011 Awards								
Glenside Road Improvement	209,799.00							209,799.00
FY2006 Awards								
Transportation Enhancement - Maurice River Bridge	1,258.60							1,258.60
Bikeway Program Maurice River Phase V	390,000.00							390,000.00
Highway Safety "Safe Corridors Program"	2,071.26			\$ 28,065.13				30,136.39
Local Aid for Centers and State Plan Program	13,841.43		\$ 13,841.43		13,841.43		\$ 13,841.43	
U.S. Department of Transportation								
Passed thru N.J. Department of Law and Public Safety								
Click It or Ticket			9,000.00		9,000.00			
Over the Limit Under Arrest Program			4,400.00		4,200.00			200.00
Flammable Liquids Firefighter Training	14,000.00	\$ 5,440.00			18,865.00			575.00
U.S. Department of Homeland Security								
Passed thru N.J. Department of Law and Public Safety								
Emergency Management Assistance Grant	5,000.00		20,000.00		2,966.35	12,032.80		10,000.85
U.S. Department of Environmental Protection								
N.J. Tree Planting Grant	10,810.75				7,360.00	1,701.00		1,749.75
U.S. Department of Justice								
Weed & Seed	60,094.41				54,489.87			5,604.54
Bulletproof Vest Partnership Grant	13,428.00	1,170.00	4,506.00		3,526.25	2,730.00		12,847.75
COPS Secure our Schools			1,171,476.00		79,210.19			1,092,265.81
Justice Assistance Grant	7,351.40	84.23	44,030.00	1,899.62				53,365.25
<b>Total Federal Grants</b>	<b>957,673.78</b>	<b>6,694.23</b>	<b>1,267,253.43</b>	<b>29,964.75</b>	<b>358,087.27</b>	<b>37,805.69</b>	<b>13,841.43</b>	<b>1,851,851.80</b>

(Continued)

**CITY OF MILLVILLE**  
**FEDERAL AND STATE GRANT FUND**  
Statement of Reserve for Federal and State Grants--Appropriated  
For the Fiscal Year Ended June 30, 2012

Program	Balance June 30, 2011		Transferred from FY 2012 Budget Appropriation	Refunds and Interest Earned	Disbursed	Encumbered	Canceled	Balance June 30, 2012
	Appropriated	Encumbered						
State Grants:								
N.J. Department of Commerce								
Urban Enterprise Zone Grants								
Fiscal Year 2007 Awards:								
No. UEZA 07-84	\$ 43,305.92				\$ 16,408.00			\$ 26,897.92
Fiscal Year 2008 Awards								
No. UEZA 08-75	0.02						\$ 0.02	
Fiscal Year 2009 Awards								
No. UEZA 09-105	2,000,000.00						2,000,000.00	
No. UEZA 09-154	30,532.14						30,532.14	
Fiscal Year 2010 Awards								
No. UEZA 10-18	28,491.72						28,491.72	
No. UEZA 10-459	12,497.53						12,497.53	
No. UEZA 10-463	37,961.00						37,961.00	
Fiscal Year 2011 Awards								
No. UEZA 11-16	147,358.91	\$ 3,000.00			3,435.24		146,923.67	
No. UEZA 11-277	71,017.41			\$ 355.83	53,946.91			17,426.33
No. UEZA 11-649	36,000.00				36,000.00			
Fiscal Year 2012 Awards								
No. UEZA 12-000			\$ 250,000.00		239,452.20	\$ 2,000.00		8,547.80
No. UEZA 12-017			315,000.00		300,168.77			14,831.23
No. UEZA 12-018			1,600,000.00			1,600,000.00		
No. UEZA 12-019			97,000.00	71.58	33,747.97			63,323.61
N.J. Department of Environmental Protection								
Clean Communities Program								
Recycling Tonnage Grant	156,614.86	1,033.12			21,482.31	4,025.00		132,140.67
Recycling Tonnage Grant - Purchase of a Trash Truck	100,397.91		141,265.53		96,870.57			144,792.87
Community Stewardship Incentive Program	1,400.00							1,400.00
Community Stewardship Incentive Program	2,287.75							2,287.75
N.J. Department of Law and Public Safety								
Safe and Secure Communities Program								
Body Armor Replacement Fund	83,301.64		90,000.00		84,395.00		540.00	88,366.64
Drunk Driving Enforcement Fund	17,714.09	1,170.00	6,975.77		3,526.25	2,730.00		19,603.61
Alcohol Education and Rehabilitation Fund	26,078.39	323.30	7,961.91		20,227.64	240.00		13,895.96
2009 EMA Exercise Grant	1,491.54							1,491.54
2009 EMA Exercise Grant	0.85	14,999.15			7,675.00			7,325.00
N.J. Department of Community Affairs								
Hazardous Discharge Site Remediation								
Statewide Livable Communities	837,432.06	953,214.27			6,265.00	179,339.42		1,605,041.91
Urban/Rural Centers Unsafe Building Demolition	1,330.40		60,000.00					1,330.40
Domestic Violence Training Program	1,000.00							1,000.00
Neighborhood Stabilization	301,297.86							301,297.86
NJ Historic Preservation			187,500.00			43,320.00		144,180.00
N.J. Department of State								
Municipal Alliance Grant	18,690.33	2,175.96	42,125.00		42,618.51	10,050.00		10,322.78
<b>Total State Grants</b>	<b>3,956,202.33</b>	<b>975,915.80</b>	<b>2,797,828.21</b>	<b>\$ 427.41</b>	<b>966,219.37</b>	<b>1,841,704.42</b>	<b>2,256,946.08</b>	<b>2,665,503.88</b>
Other Grants:								
Delaware River Bay Authority Grant	9.13							9.13
<b>Total Other Grants</b>	<b>9.13</b>							<b>9.13</b>
<b>Total All Grants</b>	<b>\$ 4,913,885.24</b>	<b>\$ 982,610.03</b>	<b>\$ 4,065,081.64</b>	<b>\$ 30,392.16</b>	<b>\$ 1,324,306.64</b>	<b>\$ 1,879,510.11</b>	<b>\$ 2,270,787.51</b>	<b>\$ 4,517,364.81</b>

**CITY OF MILLVILLE**  
**FEDERAL AND STATE GRANT FUND**  
Statement of Reserve for Federal and State Grants--Unappropriated  
For the Fiscal Year Ended June 30, 2012

	<u>Balance June 30, 2011</u>	<u>Federal and State Grants Receivable</u>	<u>Anticipated as Revenue in FY 2012 Budget</u>	<u>Balance June 30, 2012</u>
Federal Grants:				
N.J. Department of Transportation:				
Authority Act--South Fifth Street Road Improvement				
Local Aid for Centers and State Plan Program		\$ 13,841.43	\$ 13,841.43	
Local Aid Bikeway Program				
U.S. Department of Transportation				
Passed thru N.J. Department of Law and Public Safety				
Click it or Ticket		9,000.00	9,000.00	
Over the Limit Under Arrest Program		4,400.00	4,400.00	
U.S. Department of Homeland Security				
Passed thru N.J. Department of Law and Public Safety				
Emergency Management Assistance Grant		20,000.00	20,000.00	
U.S. Department of Justice				
Bulletproof Vest Partnership	\$ 4,506.00		4,506.00	
COPS Secure or Schools		1,171,476.00	1,171,476.00	
Justice Assistance Grant		44,030.00	44,030.00	
		<u>44,030.00</u>	<u>44,030.00</u>	
<b>Total Federal Grants</b>	<u>4,506.00</u>	<u>1,262,747.43</u>	<u>1,267,253.43</u>	
State Grants:				
N.J. Department of Commerce:				
U.E.Z. Grants		2,262,000.00	2,262,000.00	
U.E.Z. Program Income	50.00			\$ 50.00
N.J. Department of Environmental Protection				
Clean Communities		48,139.84		48,139.84
Recycling Tonnage Grant	141,265.53	127,620.46	141,265.53	127,620.46
N.J. Department of Law and Public Safety				
Safe and Secure Communities Program		90,000.00	90,000.00	
Body Armor Replacement Fund		6,975.77	6,975.77	
Drunk Driving Enforcement Fund		7,961.91	7,961.91	
N.J. Department of Community Affairs				
Urban/Rural Centers Unsafe Building Demolition Program		60,000.00	60,000.00	
NJ Historic Preservation		150,000.00	150,000.00	
N.J. Department of State				
Municipal Alliance Program		33,700.00	33,700.00	
		<u>33,700.00</u>	<u>33,700.00</u>	
<b>Total State Grants</b>	<u>141,315.53</u>	<u>2,786,397.98</u>	<u>2,751,903.21</u>	<u>175,810.30</u>
Other Grants:				
Cumberland County Waste Water Grant	8,707.17			8,707.17
		<u>8,707.17</u>		
<b>Total All Grants</b>	<u>\$ 154,528.70</u>	<u>\$ 4,049,145.41</u>	<u>\$ 4,019,156.64</u>	<u>\$ 184,517.47</u>

**SUPPLEMENTAL EXHIBITS**

**TRUST FUND**

**CITY OF MILLVILLE**  
**TRUST FUND**  
Statement of Trust Cash  
Treasurer  
For the Fiscal Year Ended June 30, 2012

	<u>Animal Control</u>	<u>Other</u>	<u>Community Development</u>
Balance June 30, 2011	\$ 24,623.87	\$ 5,996,477.57	\$ 462,210.97
Increased by Receipts:			
Current Fund	\$ 70.22	\$ 96,250.83	\$ 72,906.35
Trust Other Fund			39,490.00
Mortgage Notes Receivable--UEZ Assistance Program		465,242.16	
Community Development Block Grants Receivable			244,196.18
Home Investment Partnership Program Receivable			307,918.69
Mortgage Notes Receivable--Reserve for Rehabilitation Projects			4,789.34
Mortgage Notes Receivable--U.D.A.G.			56,441.64
Due State of New Jersey--Animal Registration Fees	4,374.60		
Reserve for Animal Control Fund Expenditures	15,398.40		
Reserve for Miscellaneous Trust Reserves:			
Budget Appropriation		144,000.00	
Interest Earned		22,661.82	
Fees, Refunds and Donations		227,317.62	
Reserve for Miscellaneous Trust Escrows:			
Interest Earned		63.86	
Liens		1,150,720.30	
Reserve for Revolving Loan Fund--UEZ Assistance Program		93,571.66	
Reserve for Revolving Loan Fund--Rehabilitation Program			3,117.28
Reserve for UEZ 1st Generation Projects		4,417,903.33	
Reserve for Revolving Loan Fund--U.D.A.G.			18,300.01
	<u>19,843.22</u>	<u>6,617,731.58</u>	<u>747,159.49</u>
	44,467.09	12,614,209.15	1,209,370.46
Decreased by Disbursements:			
Community Development Fund		39,490.00	
Due State of New Jersey--Animal Registration Fees	4,413.60		
Expenditures Under R.S.4:19-15.11	28,060.47		
Reserve for Miscellaneous Trust Reserves		565,186.35	
Reserve for Miscellaneous Trust Escrows		1,241,281.84	
Reserve for Revolving Loan Fund--UEZ Assistance Program		857,844.28	
Reserve for Home Investment Partnership Program			326,698.08
Reserve for Community Development Funds			300,839.17
Reserve for Revolving Loan Fund--UDAG			107,350.36
	<u>32,474.07</u>	<u>2,703,802.47</u>	<u>734,887.61</u>
Balance June 30, 2012	<u>\$ 11,993.02</u>	<u>\$ 9,910,406.68</u>	<u>\$ 474,482.85</u>

**CITY OF MILLVILLE**  
**TRUST OTHER FUND**  
Statement of Due from Current Fund  
For the Fiscal Year Ended June 30, 2012

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Balance June 30, 2011	\$	97,105.46
Decreased by:		
Receipts		96,250.83
Balance June 30, 2012	\$	854.63

## Exhibit SB-3

**CITY OF MILLVILLE**  
**COMMUNITY DEVELOPMENT FUND**  
Statement of Due from Trust Other Fund  
For the Fiscal Year Ended June 30, 2012

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Balance June 30, 2011	\$	110,675.75
Decreased by:		
Receipts		39,490.00
Balance June 30, 2012	\$	71,185.75

## Exhibit SB-4

**CITY OF MILLVILLE**  
**COMMUNITY DEVELOPMENT FUND**  
Statement of Due to Current Fund  
For the Fiscal Year Ended June 30, 2012

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Balance June 30, 2011	\$	112,274.93
Increased by:		
Receipts		72,906.35
Balance June 30, 2012	\$	185,181.28

**CITY OF MILLVILLE**  
**ANIMAL CONTROL FUND**  
Statement of Due from/to Current Fund  
For the Fiscal Year Ended June 30, 2012

---

Balance June 30, 2011 (Due from)	\$	24.28
Decreased by:		
Receipts		70.22
Balance June 30, 2012 (Due to)	\$	45.94

Exhibit SB-6

**CITY OF MILLVILLE**  
**ANIMAL CONTROL FUND**  
Statement of Due to Trust Other Fund  
For the Fiscal Year Ended June 30, 2012

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Balance June 30, 2011	\$	1,733.01
Decreased by:		
Disbursements		-
Balance June 30, 2012	\$	1,733.01

**CITY OF MILLVILLE**  
**ANIMAL CONTROL FUND**  
 Statement of Due to State of NJ - Animal Registration Fees  
 For the Fiscal Year Ended June 30, 2012

---

Balance June 30, 2011	\$ 147.00
Increased by:	
Receipts	4,374.60
	4,521.60
Decreased by:	
Disbursements	4,413.60
Balance June 30, 2012	\$ 108.00

**Exhibit SB-8**

**CITY OF MILLVILLE**  
**ANIMAL CONTROL FUND**  
 Statement of Reserve for Animal Control Fund Expenditures  
 For the Fiscal Year Ended June 30, 2012

---

Balance June 30, 2011	\$ 22,750.14
Fees Collected:	
Dog License	15,398.40
	38,148.54
Decreased by:	
Expenditures Under R.S.4:19-15.11:	
Cash	28,060.47
Balance June 30, 2012	\$ 10,088.07

License Fees Collected

<u>Year</u>	<u>Amount</u>
FY 2011	\$ 18,395.60
FY 2010	24,826.00
	\$ 43,221.60

**CITY OF MILLVILLE**  
**TRUST OTHER FUND**  
 Neighborhood Preservation Grants Receivable  
 For the Fiscal Year Ended June 30, 2012

---

Balance June 30, 2011	\$ 16,360.86
Decreased by:	
Receipts	-
Balance June 30, 2012	\$ 16,360.86

## Exhibit SB-10

**CITY OF MILLVILLE**  
**COMMUNITY DEVELOPMENT FUND**  
 Community Development Block Grants Receivable  
 For the Fiscal Year Ended June 30, 2012

---

Balance June 30, 2011	\$ 53,935.93
Increased by:	
Fiscal Year 2012 Award	269,469.00
	323,404.93
Decreased by:	
Receipts	244,196.18
Balance June 30, 2012	\$ 79,208.75

**CITY OF MILLVILLE**  
**COMMUNITY DEVELOPMENT FUND**  
Statement of Mortgages Receivable--Reserve for Rehabilitation Projects  
For the Fiscal Year Ended June 30, 2012

Balance June 30, 2011		\$ 359,066.98
Increased by:		
Loans Issued		<u>-</u>
		359,066.98
Decreased by:		
Canceled by Resolution	\$ 186,284.00	
Payments Received	<u>4,789.34</u>	
		<u>191,073.34</u>
Balance June 30, 2012		<u><u>\$ 167,993.64</u></u>

Exhibit SB-12

**CITY OF MILLVILLE**  
**COMMUNITY DEVELOPMENT FUND**  
Statement of Mortgages Receivable--U.D.A.G.  
For the Fiscal Year Ended June 30, 2012

Balance June 30, 2011		\$ 520,704.20
Increased by:		
Loans Issued		<u>-</u>
		520,704.20
Decreased by:		
Payments Received		<u>56,441.64</u>
Balance June 30, 2012		<u><u>\$ 464,262.56</u></u>

Exhibit SB-13

**CITY OF MILLVILLE**  
**TRUST OTHER FUND**  
Statement of Mortgages and Loans Receivable--UEZ Assistance Program  
For the Fiscal Year Ended June 30, 2012

Balance June 30, 2011		\$ 3,622,021.69
Increased by:		
Loans Issued		<u>118,381.13</u>
		3,740,402.82
Decreased by:		
Payments Received		<u>465,242.16</u>
Balance June 30, 2012		<u><u>\$ 3,275,160.66</u></u>

**CITY OF MILLVILLE**  
**COMMUNITY DEVELOPMENT FUND**  
Home Investment Partnership Program Receivable  
For the Fiscal Year Ended June 30, 2012

---

Balance June 30, 2011	\$ 279,975.87
Increased by:	
Fiscal Year 2012 Award	<u>155,876.00</u>
	435,851.87
Decreased by:	
Receipts	<u>307,918.69</u>
Balance June 30, 2012	<u><u>\$ 127,933.18</u></u>

**CITY OF MILLVILLE**  
**TRUST OTHER FUNDS**  
Statement of Miscellaneous Trust Reserves  
For the Fiscal Year Ended June 30, 2012

	<u>R e c e i v e d</u>					<u>Balance June 30, 2012</u>
	<u>Balance June 30, 2011</u>	<u>Budget Appropriation</u>	<u>Interest Earned</u>	<u>Fees, Refunds and Donations</u>	<u>Disbursed</u>	
Reserve for Outside Employment for Police	\$ 11,870.07			\$ 121,246.17	\$ 119,054.60	\$ 14,061.64
Reserve for Public Defender	5,441.75			12,480.00	5,265.00	12,656.75
Reserve for Planning Board Escrows	354,250.41		\$ 384.56	58,938.42	108,327.67	305,245.72
Reserve for Unemployment Compensation Insurance	294,685.31		2,044.23	29,391.58	114,027.46	212,093.66
Reserve for Landfill Closure	143,754.04		1,184.98			144,939.02
Reserve for Municipal Alliance Grant Funds	2,027.08			1,354.45	1,670.54	1,710.99
Reserve for Self-Insurance Funds	2,225,677.79		16,196.98		55,169.59	2,186,705.18
Reserve for Balanced Housing Program	151,041.94					151,041.94
Reserve for Neighborhood Preservation Program	114,691.06					114,691.06
Reserve for State Law Enforcement Fund	15,891.85					15,891.85
Reserve for Snow Removal	75,308.96				10,102.54	65,206.42
Reserve for Vanaman Memorial Park Donations	1,220.00				918.00	302.00
Reserve for Memorial in Patriot Park Donations	5,315.88					5,315.88
Reserve for Parking Offenses Adjudication Act	2,844.00			732.00		3,576.00
Reserve for COAH Fees	228,686.45		2,851.07		16,820.00	214,717.52
Reserve for Millville Garden Rent Revenue	7,755.93					7,755.93
Reserve for Neighborhood Opportunity Fund	10,000.00					10,000.00
Reserve for Recreation Donations	2,833.17			2,675.00	2,338.97	3,169.20
Reserve for Uniform Fire Safety Act Penalties				500.00		500.00
Reserve for Employee Accumulated Absences	433,484.51	\$ 144,000.00			131,491.98	445,992.53
	<u>\$ 4,086,780.20</u>	<u>\$ 144,000.00</u>	<u>\$ 22,661.82</u>	<u>\$ 227,317.62</u>	<u>\$ 565,186.35</u>	<u>\$ 3,915,573.29</u>
Current Fund:						
Other Expenses -- Accumulated Absences		\$ 100,000.00				
Water Utility Operating Fund:						
Other Expenses -- Accumulated Absences		21,500.00				
Sewer Utility Operating Fund:						
Other Expenses -- Accumulated Absences		<u>22,500.00</u>				
		<u>\$ 144,000.00</u>				

**CITY OF MILLVILLE**  
**TRUST OTHER FUNDS**  
 Statement of Miscellaneous Trust Escrows  
 For the Fiscal Year Ended June 30, 2012

	Balance	R e c e i v e d		D i s b u r s e d		Balance
	<u>June 30, 2011</u>	<u>Interest</u>	<u>Liens</u>	<u>Liens</u>	<u>Fees</u>	<u>June 30, 2012</u>
Reserve for Sheldon Estate Bequest	\$ 6,353.59	\$ 63.86				\$ 6,417.45
Tax Collector's Reserve for Tax Title Lien Redemptions	292,789.10		\$ 1,150,720.30	\$ 1,241,281.84		202,227.56
	<u>\$ 299,142.69</u>	<u>\$ 63.86</u>	<u>\$ 1,150,720.30</u>	<u>\$ 1,241,281.84</u>	<u>\$ -</u>	<u>\$ 208,645.01</u>

**CITY OF MILLVILLE**  
**COMMUNITY DEVELOPMENT FUND**  
Statement of Reserve for Community Development Funds  
For the Fiscal Year Ended June 30, 2012

---

Balance June 30, 2011	\$ 95,898.44
Increased by:	
Fiscal Year 2012 Award	<u>269,469.00</u>
	365,367.44
Decreased by:	
Disbursements	<u>300,839.17</u>
Balance June 30, 2012	<u><u>\$ 64,528.27</u></u>

Analysis of Balance June 30, 2012

2011 Community Development Block Grant	\$ 12,116.86
2010 Community Development Block Grant	13,692.29
2009 Community Development Block Grant	12,404.74
2008 Community Development Block Grant	8,094.38
2007 Community Development Block Grant	725.18
2006 Community Development Block Grant	2,599.55
2005 Community Development Block Grant	5,783.39
2004 Community Development Block Grant	7,086.18
2003 Community Development Block Grant	<u>2,025.70</u>
	<u><u>\$ 64,528.27</u></u>

**CITY OF MILLVILLE**  
**TRUST OTHER FUND**  
Statement of Reserve for Revolving Loan Fund - UEZ Assistance Program  
For the Fiscal Year Ended June 30, 2012

---

Balance June 30, 2011		\$ 1,729,271.11
Increased by:		
Mortgage Notes Receivable--Collected	\$ 465,242.16	
Interest and Late Fees	\$ 83,265.43	
Interest Earned on Deposits	<u>10,306.23</u>	
	<u>93,571.66</u>	<u>558,813.82</u>
		2,288,084.93
Decreased by:		
Disbursements:		
Loans Issued	118,381.13	
Other	<u>739,463.15</u>	
		<u>857,844.28</u>
Balance June 30, 2012		<u><u>\$ 1,430,240.65</u></u>

**CITY OF MILLVILLE**  
**COMMUNITY DEVELOPMENT FUND**  
Statement of Reserve for Revolving Loan Fund-Rehabilitation Program  
For the Fiscal Year Ended June 30, 2012

---

Balance June 30, 2011		\$ 117,787.50
Increased by:		
Mortgage Notes Receivable--Collected	\$ 4,789.34	
Interest Earned on Investments	\$ 2,023.26	
Interest and Late Fees	<u>1,094.02</u>	
	<u>3,117.28</u>	<u>7,906.62</u>
		125,694.12
Decreased by:		
Disbursements		<u>-</u>
Balance June 30, 2012		<u><u>\$ 125,694.12</u></u>

Exhibit SB-20

**CITY OF MILLVILLE**  
**COMMUNITY DEVELOPMENT FUND**  
Statement of Reserve for Home Investment Partnership Program  
For the Fiscal Year Ended June 30, 2012

---

Balance June 30, 2011		\$ 283,349.13
Increased by:		
Fiscal Year 2012 Award		<u>155,876.00</u>
		439,225.13
Decreased by:		
Disbursements		<u>326,698.08</u>
Balance June 30, 2012		<u><u>\$ 112,527.05</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, 2012

---

Balance June 30, 2011		\$ 304,888.52
Increased by:		
Mortgage Notes Receivable--Collected	\$ 56,441.64	
Receipts:		
Interest and Late Fees	\$ 17,464.35	
Interest Earned on Investments	835.66	
	18,300.01	
		74,741.65
		379,630.17
Decreased by:		
Disbursements:		
Loans Issued	-	
Other	107,350.36	
	107,350.36	
		272,279.81
Balance June 30, 2012		\$ 272,279.81

**SUPPLEMENTAL EXHIBITS**

**GENERAL CAPITAL FUND**

**CITY OF MILLVILLE**  
**GENERAL CAPITAL FUND**  
Statement of General Capital Cash  
Treasurer  
For the Fiscal Year Ended June 30, 2012

---

Balance June 30, 2011		\$ 2,157,214.34
Increased by Receipts:		
Budget Appropriations:		
Capital Improvement Fund	\$ 50,000.00	
Deferred Charges to Future Taxation -- Unfunded	50,000.00	
Capital Fund Balance	549,616.84	
Serial Bonds	<u>5,639,000.00</u>	
		<u>6,288,616.84</u>
		8,445,831.18
Decreased by Disbursements:		
Current Fund	7,748.22	
Bond Anticipation Notes	5,639,000.00	
Improvement Authorizations	163,499.06	
Reserve for Payment of Debt	<u>140,975.00</u>	
		<u>5,951,222.28</u>
Balance June 30, 2012		<u><u>\$ 2,494,608.90</u></u>

**CITY OF MILLVILLE**  
**GENERAL CAPITAL FUND**  
 Analysis of General Capital Cash  
 For the Fiscal Year Ended June 30, 2012

	Balance (Deficit) June 30, 2011	Receipts		Disbursements			Balance (Deficit) June 30, 2012	
		Budget Appropriation	Miscellaneous	Improvement Authorizations	Miscellaneous	From <u>Transfers</u> To		
Fund Balance	\$ 137,849.99		\$ 549,616.84				\$ 687,466.83	
Capital Improvement Fund	593,561.73	\$ 50,000.00				\$ 64,000.00	579,561.73	
Reserve for Payment of Debt Ordinance No.:	1,612,656.88				\$ 140,975.00		1,471,681.88	
25-93;6-94;3-99	18,492.27					6,343.35	12,148.92	
12-99	5,099.66						5,099.66	
32-99	8,010.61					5,891.81	2,118.80	
15-00	(800.00)						(800.00)	
37-00	93.75			\$ 431.25			(337.50)	
51-00		25,000.00					25,000.00	
40-01	(25,000.00)	25,000.00						
18-02	12,321.12						12,321.12	
18-03	48,023.32			2,538.95			45,484.37	
25-03	1,000.00						1,000.00	
14-04	27,757.76						27,757.76	
43-04	10,920.98						10,920.98	
22-05								
61-05	9,770.58						9,770.58	
33-07	311.58			73,943.28		12,337.00	(23,216.70)	
41-07	(399,300.74)			12,685.00		245,284.38	(525,110.74)	
10-08	4,144.46			5,358.00			(1,213.54)	
12-08	10,610.90			12,138.17		6,242.87	(7,770.14)	
15-08;34-08	(29,779.18)			2,908.72			(32,687.90)	
12-09	(74,348.42)			52,995.69		29,097.96	(138,227.77)	
8-10	2,428.41					2,428.41		
19-12				500.00		188,900.00	(125,400.00)	
Current Fund	7,748.22				\$ 7,748.22			
Federal and State Grant Fund	(40,476.02)						(40,476.02)	
Contracts Payable	213,125.68					213,125.68		
Reserve for Encumbrances							496,525.78	
Reserve for Preliminary Expenses	2,850.00						2,850.00	
Retained Percentage Due Contractor	140.80						140.80	
	<u>\$ 2,157,214.34</u>	<u>\$ 100,000.00</u>	<u>\$ 549,616.84</u>	<u>\$ 163,499.06</u>	<u>\$ 148,723.22</u>	<u>\$ 773,651.46</u>	<u>\$ 773,651.46</u>	<u>\$ 2,494,608.90</u>

**CITY OF MILLVILLE**  
**GENERAL CAPITAL FUND**  
 Schedule of Grants Receivable  
 For the Fiscal Year Ended June 30, 2012

---

Balance June 30, 2012		<u>\$ 135,039.27</u>
<u>Analysis of Balance June 30, 2012</u>		
<u>Grant</u>	<u>Ord.</u>	<u>Reserved</u>
	<u>No.</u>	
Hazardous Discharge Grant	03-06	<u>\$ 135,039.27</u>

**CITY OF MILLVILLE**  
**GENERAL CAPITAL FUND**  
Statement of Due from Federal and State Grant Fund  
For the Fiscal Year Ended June 30, 2012

---

Balance June 30, 2011	\$	40,476.02
Decreased by:		
Receipts		-
Balance June 30, 2012	\$	40,476.02

## Exhibit SC-5

**CITY OF MILLVILLE**  
**GENERAL CAPITAL FUND**  
Statement of Reserve for Payment of Debt  
For the Fiscal Year Ended June 30, 2012

---

Balance June 30, 2011	\$	1,612,656.88
Decreased by:		
Disbursed to Current Fund - Realized as Miscellaneous Revenue Anticipated		140,975.00
Balance June 30, 2012	\$	1,471,681.88

## Exhibit SC-6

**CITY OF MILLVILLE**  
**GENERAL CAPITAL FUND**  
Statement of Reserve for Preliminary Expenses - Senior Center  
For the Fiscal Year Ended June 30, 2012

---

Balance June 30, 2011	\$	2,850.00
Decreased by:		
Disbursements		-
Balance June 30, 2012	\$	2,850.00

**CITY OF MILLVILLE**  
**GENERAL CAPITAL FUND**  
Statement of Deferred Charges to Future Taxation--Funded  
For the Fiscal Year Ended June 30, 2012

---

Balance June 30, 2011		\$ 11,736,693.49
Increased by:		
Improvement Costs Funded by:		
Serial Bonds Issued		<u>5,639,000.00</u>
		17,375,693.49
Decreased by:		
FY 2012 Appropriations to Pay Principal on Debt:		
Municipal Bonds	\$ 725,000.00	
Green Trust Loan	<u>50,187.56</u>	
		<u>775,187.56</u>
Balance June 30, 2012		<u><u>\$ 16,600,505.93</u></u>

## Exhibit SC-8

**CITY OF MILLVILLE**  
**GENERAL CAPITAL FUND**  
Statement of Retained Percentage Due Contractors  
For the Fiscal Year Ended June 30, 2012

---

Balance June 30, 2011		\$ 140.80
Increased by:		
Transfer from Contracts Payable		<u>140.80</u>
Decreased by:		
Disbursed		<u>140.80</u>
Balance June 30, 2012		<u><u>\$ 140.80</u></u>

**CITY OF MILLVILLE**  
**GENERAL CAPITAL FUND**  
 Statement of Deferred Charges to Future Taxation--Unfunded  
 For the Fiscal Year Ended June 30, 2012

<u>Improvement Description</u>	<u>Ordinance</u>		<u>Balance June 30, 2011</u>	<u>FY 2012 Authori- zations</u>	<u>FY 2012 Budget Appropriation</u>	<u>Transferred to Deferred Taxation Funded</u>	<u>Balance June 30, 2012</u>	<u>Analysis of Balance June 30, 2012</u>		
	<u>Date</u>	<u>Number</u>						<u>Financed by Bond Antici- pation Notes</u>	<u>Expenditures</u>	<u>Unexpended Improvement Authorizations</u>
General Improvements:										
Removal of Underground Storage Tanks	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	3-2-99	12-99	6,000.00				6,000.00			6,000.00
Redevelopment Area Including River Front	8-17-99	32-99	1,550.00				1,550.00			1,550.00
Tax Revaluation	5-20-00	15-00	121,597.80		\$ 100,000.00		21,597.80	\$ 800.00		20,797.80
Improvements to Alleys, Parking Lots and Roads	8-15-00	37-00	2,518.91				2,518.91	337.50		2,181.41
Public Improvements and Acquisition of Equipment	12-19-00	51-00	117,107.00		25,000.00		92,107.00			92,107.00
Purchase Turn Out Gear for Fire Dept	12-4-01	40-01	36,526.72		25,000.00		11,526.72			11,526.72
Improve to Alleys, Parking Lots, Roads, Recr Areas, & Other Improvements	6-14-02	18-02	40,000.00				40,000.00			40,000.00
Purchase of Various Properties	06-17-03	18-03	722,500.00			\$ 685,000.00	37,500.00			37,500.00
Purchase of Land and Buildings	6-21-05	22-05	1,591.00				1,591.00			1,591.00
Acquisition of Vehicles & Apparatus	12-20-05	61-05	141,100.00				141,100.00			141,100.00
Acquisition of Computer Equipment and Technology	9-18-07	33-07	380,000.00				41,000.00			17,783.30
Improvements to Vacant Land and Environmental Remediation	10-16-07	41-07	2,845,000.00				2,845,000.00	\$ 495,000.00	23,216.70	1,824,889.26
Various Capital Improvements	4-15-08	10-08	785,000.00			735,000.00	50,000.00		1,213.54	48,786.46
Capital Expenditures for Public Purposes - Millville Gardens	5-20-08	12-08	3,413,946.43			3,000,000.00	413,946.43		7,770.14	406,176.29
Capital Expenditures for Public Purposes - Road Improvements	6-17-08	15-08;34-08	552,000.00			515,000.00	37,000.00		32,687.90	4,312.10
Various Capital Improvements and Acquisitions	3-3-09	12-09	628,000.00			365,000.00	263,000.00		138,227.77	124,772.23
Various Capital Improvements and Acquisitions	5-15-12	19-12		\$ 1,266,000.00			1,266,000.00		125,400.00	1,140,600.00
			<u>\$ 9,819,624.25</u>	<u>\$ 1,266,000.00</u>	<u>\$ 150,000.00</u>	<u>\$ 5,639,000.00</u>	<u>\$ 5,296,624.25</u>	<u>\$ 495,000.00</u>	<u>\$ 854,764.29</u>	<u>\$ 3,946,859.96</u>
Refund										
					\$ 100,000.00					
Bond Anticipation Notes					\$ 50,000.00					
Deferred Charges to Future Taxation -- Unfunded					<u>\$ 150,000.00</u>					

**CITY OF MILLVILLE**  
**GENERAL CAPITAL FUND**  
Statement of Capital Improvement Fund  
For the Fiscal Year Ended June 30, 2012

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Balance June 30, 2011	\$ 593,561.73
Increased by:	
FY 2012 Budget Appropriation	50,000.00
	643,561.73
Decreased by:	
Appropriation to Finance Improvement Authorizations	64,000.00
Balance June 30, 2012	\$ 579,561.73

## Exhibit SC-11

**CITY OF MILLVILLE**  
**GENERAL CAPITAL FUND**  
Statement of Contracts Payable  
For the Fiscal Year Ended June 30, 2012

---

Balance June 30, 2011	\$ 213,125.68
Decreased by:	
Contracts Payable Transferred	213,125.68
Balance June 30, 2012	\$ -

## Exhibit SC-12

**CITY OF MILLVILLE**  
**GENERAL CAPITAL FUND**  
Statement of Green Trust Loan Payable  
For the Fiscal Year Ended June 30, 2012

---

Balance June 30, 2011	\$ 826,693.49
Increased by:	
Receipts - Drawdowns	-
	826,693.49
Decreased by:	
Principal Payments Paid by Current Fund Budget	50,187.56
Balance June 30, 2012	\$ 776,505.93

**CITY OF MILLVILLE**  
**GENERAL CAPITAL FUND**  
 Statement of Improvement Authorizations  
 For the Fiscal Year Ended June 30, 2012

<u>Improvement Description</u>	<u>Ordinance Date</u>	<u>Number</u>	<u>Amount</u>	<u>Balance June 30, 2011</u>		<u>FY 2012 Authorizations</u>		<u>Contracts Payable Transferred</u>	<u>Paid or Charged</u>	<u>Balance June 30, 2012</u>		
				<u>Funded</u>	<u>Unfunded</u>	<u>Capital Improvement Fund</u>	<u>to Future Taxation-- Unfunded</u>			<u>Funded</u>	<u>Unfunded</u>	
General Improvements:												
Removal of Underground Storage Tanks	8-17-93)	25-93										
	2-1-94)	6-94										
	1-4-99	3-99	\$ 2,000,000.00	\$ 18,492.27	\$ 25,186.39				\$ 6,343.35	\$ 12,148.92	\$ 25,186.39	
Improvements to Alleys, Parking Lots and Roads	3-2-99	12-99	670,000.00	5,099.66	6,000.00					5,099.66	6,000.00	
Redevelopment Area Including River Front	8-17-99	32-99	2,300,000.00	8,010.61	1,550.00				5,891.81	2,118.80	1,550.00	
Tax Revaluation	5-20-00	15-00	630,000.00		20,797.80						20,797.80	
Improvement to Sharp Street Recreational Complex	6-20-00	27-00	500,000.00									
Improvements to Alleys, Parking Lots and Roads	8-15-00	37-00	479,000.00	93.75	2,518.91				431.25		2,181.41	
Improvements to Maurice River Waterfront	12-19-00	50-00	510,000.00									
Public Improvements and Acquisition of Equipment	12-19-00	51-00	500,000.00		117,107.00					25,000.00	92,107.00	
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	40,000.00					12,321.12	40,000.00	
Purchase of Various Properties	06-17-03	18-03	3,250,000.00		85,523.32				2,538.95	45,484.37	37,500.00	
Improvements to Parking Lots, Roads and Other Projects	09-16-03	25-03	500,000.00	1,000.00						1,000.00		
Purchase of Rescue Emergency Vehicle	04-06-04	14-04	625,000.00	27,757.76						27,757.76		
Purchase of Vehicles	08-17-04	25-04	400,000.00									
Infrastructure Improvements to Airport Industrial Park	12-21-04	43-04	500,000.00	10,920.98						10,920.98		
Purchase of Land and Buildings	6-21-05	22-05	2,600,000.00		1,591.00						1,591.00	
Acquisition of Vehicles & Apparatus	12-20-05	61-05	990,000.00	9,770.58	141,100.00					9,770.58	141,100.00	
Acquisition of Computer Equipment and Technology	9-18-07	33-07	400,000.00		41,311.58			\$ 62,752.00	86,280.28		17,783.30	
Improvements to Vacant Land and Environmental Remediation	10-16-07	41-07	3,000,000.00		1,950,699.26			132,159.38	257,969.38		1,824,889.26	
Various Capital Improvements	4-15-08	10-08	825,000.00		54,144.46				5,358.00		48,786.46	
Capital Expenditures for Public Purposes - Millville Gardens	5-20-08	12-08	3,600,000.00		424,557.33				18,381.04		406,176.29	
Capital Expenditures for Public Purposes - Road Improvements	6-17-08;	15-08;										
	11-03-08	34-08	580,000.00		7,220.82				2,908.72		4,312.10	
Various Capital Improvements and Acquisitions	3-3-09	12-09	660,000.00		188,651.58			18,214.30	82,093.65		124,772.23	
Installation of Certain Capital Improvements - Kates Blvd.	5-18-10	8-10	80,000.00	2,428.41					2,428.41			
Various Capital Improvements and Acquisitions	5-15-12	19-12	1,330,000.00			\$ 64,000.00	\$ 1,266,000.00		189,400.00		1,140,600.00	
				<u>\$ 95,895.14</u>	<u>\$ 3,119,486.17</u>	<u>\$ 64,000.00</u>	<u>\$ 1,266,000.00</u>	<u>\$ 213,125.68</u>	<u>\$ 660,024.84</u>	<u>\$ 151,622.19</u>	<u>\$ 3,946,859.96</u>	
Encumbrances Payable									\$ 496,525.78			
Disbursed									<u>163,499.06</u>			
									<u>\$ 660,024.84</u>			

**CITY OF MILLVILLE**  
**GENERAL CAPITAL FUND**  
Statement of General Bond Anticipation Notes  
For the Fiscal Year Ended June 30, 2012

<u>Improvement Description</u>	<u>Ord. Number</u>	<u>Note No.</u>	<u>Date of Original Issue</u>	<u>Date of Issue</u>	<u>Date of Maturity</u>	<u>Interest Rate</u>	<u>Balance June 30, 2011</u>	<u>Increased</u>		<u>Decreased</u>		<u>Balance June 30, 2012</u>
								<u>Renewal</u>	<u>Renewal</u>	<u>Paid by Budget Appropriations</u>	<u>Paid by Bond Funds</u>	
Tax Revaluation	15-00	5	04/24/03	12/09/10	12/08/11	1.75%	\$ 100,000.00			\$ 100,000.00		
Purchase of Various Properties	18-03	4	09/04/03	12/09/10	12/08/11	1.75%	685,000.00				\$ 685,000.00	
				12/09/10	12/08/11	1.75%						
Improvements to Vacant Land and Environmental Remediation	41-07	1	03/28/08	12/09/10	12/08/11	1.75%	495,000.00	\$ 495,000.00	\$ 495,000.00			\$ 495,000.00
				12/08/11	12/07/12	1.25%						
Capital Expenditures for Public Purposes - Millville Gardens	12-08	1	12/11/08	12/09/10	12/08/11	1.82%	2,900,000.00				2,900,000.00	
				06/22/11	12/08/11	1.64%	100,000.00				100,000.00	
Acquisition of Computer Equipment and Technology	33-07	1	06/25/09	06/22/11	12/08/11	1.64%	339,000.00				339,000.00	
Various Capital Improvements	10-08	1	06/25/09	06/22/11	12/08/11	1.64%	735,000.00				735,000.00	
Capital Expenditures for Public Purposes - Road Improvements	15-08	1	06/25/09	06/22/11	12/08/11	1.64%	515,000.00				515,000.00	
Capital Expenditures for Public Purposes	12-09	1	06/25/09	06/22/11	12/08/11	1.64%	365,000.00				365,000.00	
							<u>\$ 6,234,000.00</u>	<u>\$ 495,000.00</u>	<u>\$ 495,000.00</u>	<u>\$ 100,000.00</u>	<u>\$ 5,639,000.00</u>	<u>\$ 495,000.00</u>

**CITY OF MILLVILLE**  
**GENERAL CAPITAL FUND**  
 Statement of General Serial Bonds  
 For the Fiscal Year Ended June 30, 2012

<u>Purpose</u>	<u>Date of Issue</u>	<u>Original Issue</u>	<u>Outstanding June 30, 2012</u>		<u>Interest Rate</u>	<u>Balance June 30, 2011</u>	<u>Issued</u>	<u>Paid</u>	<u>Balance June 30, 2012</u>
			<u>Date</u>	<u>Amount</u>					
General Bonds of 2001	10-1-01	\$ 5,860,000.00	10-15-12	\$ 550,000.00	4.100%	\$ 2,260,000.00		\$ 525,000.00	\$ 1,735,000.00
			10-15-13	585,000.00	4.100%				
			10-15-14	600,000.00	4.100%				
General Bonds of 2004	7-15-04	5,374,000.00	7-15-12/14	25,000.00	4.125%	5,224,000.00		25,000.00	5,199,000.00
			7-15-15	1,200,000.00	4.125%				
			7-15-16	1,174,000.00	4.125%				
			7-15-17/18	650,000.00	4.250%				
			7-15-19	700,000.00	4.250%				
			7-15-20	750,000.00	4.500%				
General Bonds of 2008	9-1-08	3,756,000.00	9-1-12/14	200,000.00	3.000%	3,426,000.00		175,000.00	3,251,000.00
			9-1-15	200,000.00	4.000%				
			9-1-16	200,000.00	5.000%				
			9-1-17/18	250,000.00	5.000%				
			9-1-19/21	275,000.00	4.000%				
			9-1-22/23	300,000.00	4.000%				
			9-1-24	326,000.00	4.125%				
General Bonds of 2011	11-1-11	5,639,000.00	11-1-12/16	350,000.00	5.000%				
			11-1-17/20	500,000.00					
			11-1-21	600,000.00					
			11-1-22	600,000.00					
			11-1-23	689,000.00					
						\$ 5,639,000.00			
						<u>\$ 10,910,000.00</u>	<u>\$ 5,639,000.00</u>	<u>\$ 725,000.00</u>	<u>\$ 15,824,000.00</u>
Paid by Budget Appropriation								<u>\$ 725,000.00</u>	

**CITY OF MILLVILLE**  
**GENERAL CAPITAL FUND**  
Statement of General Bonds and Notes Authorized But Not Issued  
For the Fiscal Year Ended June 30, 2012

<u>Improvement Description</u>	<u>Ordinance</u>		<u>Balance</u> <u>June 30, 2011</u>	<u>FY 2012</u> <u>Authorizations</u>	<u>FY 2012</u> <u>Budget</u> <u>Appropriation</u>	<u>Notes</u> <u>Paid by</u> <u>Bond Funds</u>	<u>Bonds</u> <u>Issued</u>	<u>Balance</u> <u>June 30, 2012</u>
	<u>Date</u>	<u>Number</u>						
General Improvements:								
Removal of Underground Storage Tanks	8-17-93	25-93:41-94	\$ 25,186.39					\$ 25,186.39
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
Tax Revaluation	5-20-00	15-00	21,597.80					21,597.80
Improvements to Alleys, Parking Lots and Roads	8-15-00	37-00	2,518.91					2,518.91
Public Improvements and Acquisition of Equipment	12-19-00	51-00	117,107.00		\$ 25,000.00			92,107.00
Acquisition of Equipment	12-4-01	40-01	36,526.72		25,000.00			11,526.72
Improvements to Alleys, Parking Lots, Recreational Areas and Other Improvements	6-18-02	18-02	40,000.00					40,000.00
Purchase of Various Properties	06-17-03	18-03	37,500.00			\$ 685,000.00	\$ 685,000.00	37,500.00
Purchase of Land and Buildings	06-21-05	22-05	1,591.00					1,591.00
Acquisition of Vehicles & Apparatus	12-20-05	61-05	141,100.00					141,100.00
Acquisition of Computer Equipment and Technology	9-18-07	33-07	41,000.00			339,000.00	339,000.00	41,000.00
Improvements to Vacant Land and Environmental Remediation	10-16-07	41-07	2,350,000.00					2,350,000.00
Various Capital Improvements	4-15-08	10-08	50,000.00			735,000.00	735,000.00	50,000.00
Capital Expenditures for Public Purposes - Millville Gardens	5-20-08	12-08	413,946.43			3,000,000.00	3,000,000.00	413,946.43
Capital Expenditures for Public Purposes - Road Improvements	6-17-08	15-08	37,000.00			515,000.00	515,000.00	37,000.00
Various Capital Improvements and Acquisitions	3-3-09	12-09	263,000.00			365,000.00	365,000.00	263,000.00
Various Capital Improvements and Acquisitions	5-15-12	19-12		\$ 1,266,000.00				1,266,000.00
			<u>\$ 3,585,624.25</u>	<u>\$ 1,266,000.00</u>	<u>\$ 50,000.00</u>	<u>\$ 5,639,000.00</u>	<u>\$ 5,639,000.00</u>	<u>\$ 4,801,624.25</u>

**SUPPLEMENTAL EXHIBITS**

**WATER UTILITY FUND**

**CITY OF MILLVILLE**  
**WATER UTILITY FUNDS**  
Statement of Water Utility Cash  
Treasurer  
For the Fiscal Year Ended June 30, 2012

	<u>Operating Fund</u>	<u>Assessment Fund</u>	<u>Capital Fund</u>
Balance June 30, 2011	\$ 1,921,939.65	\$ 10,631.95	\$ 921,790.95
Increased by Receipts:			
FY 2012 Appropriations			
Cost of Improvements Authorized			\$ 75,000.00
Consumer Accounts Receivable	\$ 3,510,437.08		
Water Utility Liens	2,237.65		
Fire Hydrant Service	11,498.36		
Interest on Delinquent Accounts	16,974.53		
Other Accounts Receivable	44,890.54		
Interest on Deposits	21,553.68		
Meters and Miscellaneous	2,050.75		
UEZ Debt Service Aid	97,902.50		
Reserve for Payment of Debt	20,000.00		
Due Water Capital Fund	5,884.59		
Serial Bonds			671,000.00
Premium on Serial Bonds			65,400.41
	<u>3,733,429.68</u>		<u>811,400.41</u>
	5,655,369.33	10,631.95	1,733,191.36
Decreased by Disbursements:			
FY 2012 Appropriations	2,710,805.11		
FY 2011 Appropriation Reserves	262,686.77		
Accounts Payable	47,284.40		
Improvement Authorizations			67,334.08
Interest on Bonds, Notes, and Loans	155,469.25		
Other Accounts Receivable	712.89		
Reserve for Payment of Debt			20,000.00
Contracts Payable			10,579.00
Retained Percentage Due Contractors			2,764.00
Bond Anticipation Notes			671,000.00
Overpayments	5,521.47		
Due Current Fund	87,544.56		
Due Water Operating Fund			5,884.59
Due Sewer Operating Fund	7,441.30		
Utility Surplus of Prior Year to Current Fund	201,586.00		
	<u>3,479,051.75</u>		<u>777,561.67</u>
Balance June 30, 2012	<u>\$ 2,176,317.58</u>	<u>\$ 10,631.95</u>	<u>\$ 955,629.69</u>

**CITY OF MILLVILLE**  
**WATER UTILITY ASSESSMENT FUND**  
**Statement of Water Utility Assessment Trust Cash**  
**For the Fiscal Year Ended June 30, 2012**

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	Balance <u>June 30, 2011</u>	<u>Receipts</u> Miscellaneous	Balance <u>June 30, 2012</u>
Fund Balance	\$ 11,000.00		\$ 11,000.00
Sewer Assessment Trust Fund	(368.05)		(368.05)
	<u>\$ 10,631.95</u>	<u>\$ -</u>	<u>\$ 10,631.95</u>

**CITY OF MILLVILLE**  
**WATER UTILITY CAPITAL FUND**  
 Analysis of Water Utility Capital Cash  
 For the Fiscal Year Ended June 30, 2012

	Balance (Deficit) June 30, 2011	Receipts		Disbursements			Transfers		Balance (Deficit) June 30, 2012
		Budget Appropriation	Miscellaneous	Improvement Authorizations	Miscellaneous	From	To		
Fund Balance	\$ 14,730.95		\$ 65,400.41						\$ 80,131.36
Capital Improvement Fund	169,402.58								169,402.58
Reserve for Payment of Debt	589,800.00				\$ 20,000.00				569,800.00
Improvement Authorizations:									
Ordinance									
<u>Number</u>									
06-03 Construction of Treatment Plant for Airport Water Wells	208,555.68								208,555.68
43-04 Infrastructure Improvements to Airport Industrial Park	133,389.39			\$ 998.30					132,391.09
61-05 Purchase of Vehicles and Apparatus	(25,000.00)	\$ 25,000.00							
14-06 Improvements/Upgrades to Existing Equip. & Infrastructure	(147,305.79)	50,000.00		40,508.75			\$ 105,568.25		(32,246.29)
42-07 Replacement of Well #2	(2,980.68)			2,692.63					(5,673.31)
4-12 Capital Improvements for Water Utility				23,134.40		\$ 182,388.60			(205,523.00)
Due from State of NJ Environmental Infrastructure Trust	(10,207.63)								(10,207.63)
Due Federal and State Grant Fund	(133,389.39)								(133,389.39)
Due Water Operating Fund	5,884.59				5,884.59				
Reserve for Encumbrances							182,388.60		182,388.60
Retained Percentage Due Contractor	2,764.00				2,764.00				
Contracts Payable	116,147.25				10,579.00	105,568.25			
	<u>\$ 921,790.95</u>	<u>\$ 75,000.00</u>	<u>\$ 65,400.41</u>	<u>\$ 67,334.08</u>	<u>\$ 39,227.59</u>	<u>\$ 287,956.85</u>	<u>\$ 287,956.85</u>	<u>\$ 955,629.69</u>	

**CITY OF MILLVILLE**  
**WATER UTILITY OPERATING FUND**  
Statement of Consumer Accounts Receivable  
For the Fiscal Year Ended June 30, 2012

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Balance June 30, 2011		\$ 225,901.87
Increased by:		
Water Rents Charged in FY 2012		3,505,985.96
		3,731,887.83
Decreased by:		
Collections	\$ 3,510,437.08	
Overpayments Applied	4,888.36	
	3,515,325.44	
Transfer to Lien	3,923.46	
		3,519,248.90
Balance June 30, 2012		\$ 212,638.93

Exhibit SD-5

**CITY OF MILLVILLE**  
**WATER UTILITY OPERATING FUND**  
Statement of Reserve for Sale of Municipal Assets  
For the Fiscal Year Ended June 30, 2012

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Balance June 30, 2011		\$ 2,130.00
Increased by:		
Receipts		-
Balance June 30, 2012		\$ 2,130.00

**CITY OF MILLVILLE**  
**WATER UTILITY OPERATING FUND**  
**Statement of Fire Hydrant Rentals**  
**For the Fiscal Year Ended June 30, 2012**

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Balance June 30, 2011	\$ 299.97
Increased by:	
Fire Hydrant Rentals Billed in FY 2012	13,100.00
	13,399.97
Decreased by:	
Collections	11,498.36
Balance June 30, 2012	\$ 1,901.61

Exhibit SD-7

**CITY OF MILLVILLE**  
**WATER UTILITY OPERATING FUND**  
**Statement of Other Accounts Receivable**  
**For the Fiscal Year Ended June 30, 2012**

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	<u>Balance</u> <u>June 30, 2011</u>	<u>Accrued</u>	<u>Received</u>	<u>Balance</u> <u>June 30, 2012</u>
Water Turn On and Off Fees	\$ 990.07	\$ 11,894.54	\$ 11,894.54	\$ 990.07
Water Service Contracts (Tap Fees)		6,925.00	6,925.00	
Connecting Fees		26,071.00	26,071.00	
Protested Checks	3,843.85	712.89		4,556.74
	\$ 4,833.92	\$ 45,603.43	\$ 44,890.54	\$ 5,546.81
	\$ 4,833.92	\$ 45,603.43	\$ 44,890.54	\$ 5,546.81

**CITY OF MILLVILLE**  
WATER UTILITY OPERATING FUND  
Statement of Water Utility Liens  
For the Fiscal Year Ended June 30, 2012

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Balance June 30, 2011	\$ 603.34
Increased by:	
Transfers from Consumer Accounts Receivable	<u>3,923.46</u>
	4,526.80
Decreased by:	
Collections	<u>2,237.65</u>
Balance June 30, 2012	<u><u>\$ 2,289.15</u></u>

**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, 2012

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Balance June 30, 2011	\$ 10,207.63
Decreased by:	
Receipts	<u>-</u>
Balance June 30, 2012	<u><u>\$ 10,207.63</u></u>

**CITY OF MILLVILLE**  
**WATER UTILITY CAPITAL FUND**  
**Statement of Fixed Capital**  
**For the Fiscal Year Ended June 30, 2012**

<u>Account</u>	<u>Balance June 30, 2011</u>	<u>Additions</u>	<u>Balance June 30, 2012</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	142,830.69		142,830.69
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	\$ 61,978.44	1,596,133.19
Service Pipe	168,234.98		168,234.98
Meters	550,438.62		550,438.62
Fire Hydrants	921,057.03		921,057.03
Trucks and Vehicles	504,572.65	61,848.00	566,420.65
Scouter	1,441.16		1,441.16
General Equipment	70,636.06		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	2,285,068.03		2,285,068.03
Demolition	8,040.00		8,040.00
Equalization Facility	281,175.00		281,175.00
Water Main Extension	870,869.39		870,869.39
Improvements to Water Utility	1,286,943.46	13,972.31	1,300,915.77
Improvements to South Millville Industrial Park	74,073.37		74,073.37
	<u>\$ 13,793,129.55</u>	<u>\$ 137,798.75</u>	<u>\$ 13,930,928.30</u>
		\$ 61,978.44	
		<u>75,820.31</u>	
		<u>\$ 137,798.75</u>	

FY 2012 Capital Outlay Budget  
FY 2011 Capital Outlay Budget

**CITY OF MILLVILLE**  
**WATER UTILITY CAPITAL FUND**  
Statement of Fixed Capital Authorized and Uncompleted  
For the Fiscal Year Ended June 30, 2012

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Date</u>	<u>Ordinance Amount</u>	<u>Balance June 30, 2011</u>	<u>Charges to Future Revenue</u>	<u>Balance June 30, 2012</u>
General						
Improvements:						
06-03	Construction of Treatment Plant for Airport Water Wells	4-1-03	\$ 1,500,000.00	\$ 1,500,000.00		\$ 1,500,000.00
43-04	Infrastructure Improvements to Airport Industrial Park	12-21-04	2,000,000.00	1,998,138.88		1,998,138.88
61-05	Purchase of Vehicles and Apparatus	12-20-05	80,000.00	80,000.00		80,000.00
14-06	Improvements/Upgrades to Existing Equip. & Infrastructure	4-18-06	4,000,000.00	1,500,000.00		1,500,000.00
42-07	Replacement of Well #2	10-16-07	475,000.00	475,000.00		475,000.00
4-12	Capital Improvements for Water Utility	2-21-12	3,750,000.00		\$ 3,750,000.00	3,750,000.00
				<u>\$ 5,553,138.88</u>	<u>\$ 3,750,000.00</u>	<u>\$ 9,303,138.88</u>

**CITY OF MILLVILLE**  
**WATER UTILITY OPERATING FUND**  
**Statement of Appropriation Reserves**  
**For the Fiscal Year Ended June 30, 2012**

	Balance June 30, 2011		Balance After Transfer	Disbursed	Accounts Payable	Balanced Lapsed
	<u>Reserved</u>	<u>Encumbered</u>				
Operating:						
Salaries and Wages	\$ 77,589.54		\$ 77,589.54			\$ 77,589.54
Other Expenses	215,852.32	\$ 209,206.02	425,058.34	\$ 186,354.91	\$ 39,932.96	198,770.47
Capital Improvements:						
Capital Outlay	67,423.83	76,820.87	144,244.70	75,820.31		68,424.39
Statutory Expenditures:						
Contributions to:						
Social Security System (O.A.S.I.)	23,484.51		23,484.51			23,484.51
Public Employees' Retirement System	3.00		3.00			3.00
Disability Insurance	1,112.23	345.00	1,457.23	511.55		945.68
	<u>\$ 385,465.43</u>	<u>\$ 286,371.89</u>	<u>\$ 671,837.32</u>	<u>\$ 262,686.77</u>	<u>\$ 39,932.96</u>	<u>\$ 369,217.59</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, 2012

Balance June 30, 2011		\$ 51,727.29
Increased by:		
Budget Appropriation for:		
Interest on Bonds	\$ 126,360.19	
Interest on Loans	23,357.92	
Interest on Notes	<u>4,907.90</u>	
		<u>154,626.01</u>
		206,353.30
Decreased by:		
Interest Paid		<u>155,469.25</u>
Balance June 30, 2012		<u><u>\$ 50,884.05</u></u>

Analysis of Accrued Interest June 30, 2012

	Principal Outstanding <u>June 30, 2012</u>	Interest Rate	<u>From</u>	<u>To</u>	<u>Period</u>	<u>Amount</u>
Serial Bonds						
Water Bonds of 2004	\$ 394,000.00	4.125%	04/15/12	06/30/12	5.5 Months	\$ 7,449.05
Water Bonds of 2008	2,180,000.00	Various	03/01/12	06/30/12	4 Months	29,816.67
Water Bonds of 2011	<u>671,000.00</u>	Various	05/01/12	06/30/12	2 Months	<u>5,138.33</u>
	3,245,000.00					<u>42,404.05</u>
NJ Waste Water Infrastructure Loan (1)(2)						
Series 1999 A	<u>550,000.00</u>	Various	03/01/12	06/30/12	4 Months	<u>8,480.00</u>
Grand Total	<u><u>\$ 3,795,000.00</u></u>					<u><u>\$ 50,884.05</u></u>

(1) Trust portion of Loan only. Fund Portion of \$381,892.76 is principal only loan.

**CITY OF MILLVILLE**  
**WATER UTILITY OPERATING FUND**  
**Statement of Accounts Payable**  
**For the Fiscal Year Ended June 30, 2012**

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Balance June 30, 2011		\$ 48,781.35
Increased by:		
Transfer from FY 2011 Appropriation Reserves		39,932.96
		88,714.31
Decreased by:		
Disbursements:		
Operating		47,284.40
Balance June 30, 2012		\$ 41,429.91

Exhibit SD-15

**CITY OF MILLVILLE**  
**WATER UTILITY OPERATING FUND**  
**Statement of Overpayment of Rents**  
**For the Fiscal Year Ended June 30, 2012**

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Balance June 30, 2011		\$ 16,366.42
Decreased by:		
Disbursed	\$ 5,521.47	
Applied to Rents	4,888.36	
		10,409.83
Balance June 30, 2012		\$ 5,956.59

**CITY OF MILLVILLE**  
WATER UTILITY OPERATING FUND  
Statement of Due to Current Fund  
For the Fiscal Year Ended June 30, 2012

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Balance June 30, 2011	\$ 89,498.31
Decreased by:	
Disbursed	<u>87,544.56</u>
Balance June 30, 2012	<u><u>\$ 1,953.75</u></u>

**CITY OF MILLVILLE**  
**WATER UTILITY CAPITAL FUND**  
**Statement of Contracts Payable**  
**For the Fiscal Year Ended June 30, 2012**

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Balance June 30, 2011		\$ 116,147.25
Decreased by:		
Disbursements	\$ 10,579.00	
Transfer to Improvement Authorizations	<u>105,568.25</u>	
		<u>116,147.25</u>
Balance June 30, 2012		<u><u>\$ -</u></u>

**CITY OF MILLVILLE**  
**WATER UTILITY CAPITAL FUND**  
**Statement of Retained Percentage Due Contractors**  
**For the Fiscal Year Ended June 30, 2012**

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Balance June 30, 2011		\$ 2,764.00
Decreased by:		
Disbursements		<u>2,764.00</u>
Balance June 30, 2012		<u><u>\$ -</u></u>

**CITY OF MILLVILLE**  
**WATER UTILITY CAPITAL FUND**  
 Statement of Improvement Authorizations  
 For the Fiscal Year Ended June 30, 2012

Ord. No.	Improvement Description	Ordinance		Balance June 30, 2011		FY 2012 Authorization Deferred Charges to Future Revenue	Transfer from Contracts Payable	Paid or Charged	Balance June 30, 2012	
		Date	Amount	Funded	Unfunded				Funded	Unfunded
General Improvements:										
06-03	Construction of Treatment Plant for Airport Water Wells	4-01-03	\$ 1,500,000	\$ 208,555.68	\$ 101,560.00				\$ 208,555.68	\$ 101,560.00
43-04	Infrastructure Improvements to Airport Industrial Park	12-21-04	2,000,000	133,389.39				\$ 998.30	132,391.09	
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		683,566.21		\$ 105,568.25	40,508.75		748,625.71
42-07	Replacement of Well #2	10-16-07	475,000		16,019.32			2,692.63		13,326.69
4-12	Capital Improvements for Water Utility	2-21-12	3,750,000			\$ 3,750,000.00		205,523.00		3,544,477.00
				<u>\$ 341,945.07</u>	<u>\$ 813,478.35</u>	<u>\$ 3,750,000.00</u>	<u>\$ 105,568.25</u>	<u>\$ 249,722.68</u>	<u>\$ 340,946.77</u>	<u>\$ 4,420,322.22</u>
Disbursed								\$ 67,334.08		
Reserve for Encumbrances								<u>182,388.60</u>		
								<u>\$ 249,722.68</u>		

**CITY OF MILLVILLE**  
**WATER UTILITY CAPITAL FUND**  
Statement of Reserve for Amortization  
For the Fiscal Year Ended June 30, 2012

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Balance June 30, 2011		\$ 13,332,146.43
Increased by:		
Paid by Operating Budget:		
Bond Principal	\$ 250,000.00	
Capital Outlay:		
FY 2012 Operating Budget	61,978.44	
FY 2011 Operating Budget	<u>75,820.31</u>	
		<u>387,798.75</u>
Balance June 30, 2012		<u><u>\$ 13,719,945.18</u></u>

Exhibit SD-21

**CITY OF MILLVILLE**  
**WATER UTILITY CAPITAL FUND**  
Statement of Reserve for Deferred Amortization  
For the Fiscal Year Ended June 30, 2012

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Balance June 30, 2011		\$ 526,297.41
Increased by:		
Budget Appropriation --		
Costs of Improvements Authorized -- Ordinance 61-05	\$ 25,000.00	
Costs of Improvements Authorized -- Ordinance 14-06	50,000.00	
Infrastructure Loan Paid by Operating Budget	<u>72,167.01</u>	
		<u>147,167.01</u>
Balance June 30, 2012		<u><u>\$ 673,464.42</u></u>

**CITY OF MILLVILLE**  
**WATER UTILITY CAPITAL FUND**  
Statement of New Jersey Environmental Infrastructure Loan Payable  
For the Fiscal Year Ended June 30, 2012

Balance June 30, 2011	\$1,004,059.77
Less:	
Paid by Operating Budget	72,167.01
Balance June 30, 2012	\$ 931,892.76

Schedule of New Jersey Environmental Infrastructure Loan Payable June 30, 2012

<u>Due Date</u>	<u>Series 2003 A</u>		<u>Total</u>
	<u>Trust</u>	<u>Fund</u>	
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	19,852.34	74,852.34
March 2023		0.00	0.00
September, 2023	60,000.00	0.00	60,000.00
	\$ 550,000.00	\$ 381,892.76	\$ 931,892.76

**CITY OF MILLVILLE**  
**WATER UTILITY CAPITAL FUND**  
 Statement of Water Capital Bond Anticipation Notes  
 For the Fiscal Year Ended June 30, 2012

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<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>Balance June 30, 2011</u>	<u>Paid by Bond Funds</u>	<u>Balance June 30, 2012</u>
42-07	Replacement of Well #2	2	06-25-09	06-22-11	12-8-11	1.64%	\$ 456,000.00	\$ 456,000.00	\$ -
14-06	Improvements/Upgrades to Existing Equip. & Infrastructure	1	12-09-10	12-09-10	12-8-11	1.75%	215,000.00	215,000.00	
							<u>\$ 671,000.00</u>	<u>\$ 671,000.00</u>	<u>\$ -</u>

**CITY OF MILLVILLE**  
**WATER UTILITY CAPITAL FUND**  
**Statement of Water Serial Bonds**  
**For the Fiscal Year Ended June 30, 2012**

<u>Purpose</u>	<u>Date of Issue</u>	<u>Original Issue</u>	<u>Maturities of Bonds Outstanding June 30, 2012</u>		<u>Interest Rate</u>	<u>Balance June 30, 2011</u>	<u>Issued</u>	<u>Paid</u>	<u>Balance June 30, 2012</u>
			<u>Date</u>	<u>Amount</u>					
Water Bonds of 2001	10/15/01	\$550,000.00			4.100%	\$ 70,000.00		\$ 70,000.00	
Water Bonds of 2004	7/15/04	874,000.00	7-15-2012	\$ 80,000.00					
			7-15-2013	80,000.00					
			7-15-2014	80,000.00					
			7-15-2015	80,000.00					
			7-15-2016	74,000.00	4.125%	474,000.00		80,000.00	\$ 394,000.00
Water Bonds of 2008	9/1/08	2,430,000.00	9-1-12/14	100,000.00	3.000%				
			9-1-15	100,000.00	4.000%				
			9-1-16/18	125,000.00	5.000%				
			9-1-19/21	125,000.00					
			9-1-22	130,000.00					
			9-1-23	150,000.00	4.000%				
			9-1-24/25	150,000.00	4.125%				
			9-1-26/28	150,000.00	4.250%	2,280,000.00		100,000.00	2,180,000.00
Water Bonds of 2011	11/1/11	671,000.00	11-1-12	35,000.00					
			11-1-13/15	40,000.00					
			11-1-16	50,000.00					
			11-1-17/18	60,000.00					
			11-1-19/21	70,000.00	5.000%				
			11-1-22	70,000.00	3.000%				
			11-1-23	66,000.00	3.000%		\$ 671,000.00		671,000.00
						<u>\$ 2,824,000.00</u>	<u>\$ 671,000.00</u>	<u>\$ 250,000.00</u>	<u>\$ 3,245,000.00</u>

**CITY OF MILLVILLE**  
**WATER UTILITY CAPITAL FUND**  
Statement of Bonds and Notes Authorized but not Issued  
For the Fiscal Year Ended June 30, 2012

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Balance June 30, 2011</u>	<u>FY 2012 Authorization</u>	<u>Notes Paid by Bond Funds</u>	<u>Cancelled by Budget Appropriation</u>	<u>Bonds Issued</u>	<u>Balance June 30, 2012</u>
06-03	Construction of Treatment Plant for Airport Water Wells	\$ 101,560.00					\$ 101,560.00
61-05	Purchase of Vehicles and Apparatus	37,332.82			\$ 25,000.00		12,332.82
14-06	Improvements/Upgrades to Existing Equip. & Infrastructure	830,872.00		\$ 215,000.00	50,000.00	\$ 215,000.00	780,872.00
42-07	Replacement of Well #2	19,000.00		456,000.00		456,000.00	19,000.00
4-12	Capital Improvements for Water Utility		\$ 3,750,000.00				3,750,000.00
		<u>\$ 988,764.82</u>	<u>\$ 3,750,000.00</u>	<u>\$ 671,000.00</u>	<u>\$ 75,000.00</u>	<u>\$ 671,000.00</u>	<u>\$ 4,663,764.82</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, 2012

	<u>Operating Fund</u>	<u>Assessment Fund</u>	<u>Capital Fund</u>
Balance June 30, 2011	\$ 3,166,974.64	\$ 55,907.12	\$ 1,418,391.51
Increased by Receipts:			
Consumer Accounts Receivable	\$ 5,614,704.01		
Sewer Utility Liens	3,099.23		
Sewer Utility Overpayments	12,895.48		
Assessment Receivable		\$ 1,500.00	
Interest on Delinquent Accounts	28,087.15		
Connection Fees	43,369.50		
Interest Earned on Deposits	42,066.32		
Reserve for Payment of Debt	84,000.00		
UEZ Debt Service Aid	50,004.41		
Current Fund	22,688.22		
Water Utility Operating Fund	7,441.30		
Sewer Utility Capital Fund	514,914.48		
Sewer Utility Operating Fund		67.89	
Sewer Assessment Fund			
NJ Environmental Infrastructure Trust			\$ 259,117.00
General Serial Bonds			2,850,000.00
Premium on Serial Bonds			277,781.17
Bond Anticipation Notes			650,000.00
Budget Appropriation:			
- Capital Improvement Fund			100,000.00
	<u>6,423,270.10</u>	<u>1,567.89</u>	<u>4,136,898.17</u>
	9,590,244.74	57,475.01	5,555,289.68
Decreased by Disbursements:			
FY 2012 Appropriation	4,961,160.45		
FY 2011 Appropriation Reserves	378,376.82		
Protested Checks	1,102.66		
Accounts Payable	7,149.64		
Improvement Authorizations			193,127.85
Contracts Payable			2,835,587.27
Reserve for Payment of Debt			84,000.00
Bond Anticipation Notes			300,000.00
Interest on Bonds, Notes and Loans	293,408.15		
Sewer Utility Operating Fund			514,914.48
Sewer Assessment Fund	67.89		
Utility Surplus of Prior Year to Current Fund	385,290.00		
	<u>6,026,555.61</u>		<u>3,927,629.60</u>
Balance June 30, 2012	<u>\$ 3,563,689.13</u>	<u>\$ 57,475.01</u>	<u>\$ 1,627,660.08</u>

**CITY OF MILLVILLE**  
**SEWER UTILITY ASSESSMENT FUND**  
 Statement of Sewer Utility Assessment Trust Cash  
 For the Fiscal Year Ended June 30, 2012

	<u>Receipts</u>		<u>Disbursements</u>		<u>Balance</u> <u>June 30, 2012</u>
	<u>Balance</u> <u>June 30, 2011</u>	<u>Assessments</u> <u>Receivable</u>	<u>Miscellaneous</u>	<u>Miscellaneous</u>	
Fund Balance	\$ 56,338.35	\$ 1,500.00			\$ 57,838.35
Current Fund	(1,226.24)		\$ -		(1,226.24)
Due Water Assessment Trust Fund	368.05			\$ -	368.05
Due to Water Utility Operating Fund	314.92			-	314.92
Due to Sewer Utility Operating Fund	112.04		67.89		179.93
	<u>\$ 55,907.12</u>	<u>\$ 1,500.00</u>	<u>\$ 67.89</u>	<u>\$ -</u>	<u>\$ 57,475.01</u>

CITY OF MILLVILLE  
SEWER UTILITY CAPITAL FUND  
Analysis of Capital Cash  
For the Fiscal Year Ended June 30, 2012

	Balance (Deficit) <u>June 30, 2011</u>	Receipts				Disbursements			Transfers		Balance (Deficit) <u>June 30, 2012</u>
		Budget Appropriations	Bond Anticipation Notes	Serial Bonds	Miscellaneous	Improvement Authorizations	Bond Anticipation Notes	Miscellaneous	From	To	
Fund Balance	\$ 10,409.93				\$ 277,781.17						\$ 288,191.10
Capital Improvement Fund	201,951.59	\$ 100,000.00						\$ 100,000.00			201,951.59
Reserve for Payment of Debt	727,317.55						\$ 84,000.00				643,317.55
Reserve for Payment of Loan Ord. 24-96	20,145.00										20,145.00
Improvement Authorizations: Ordinance Number											
22-02 Environmental Investigation and Cleanup of Taxiway Pump Station	113,522.83								27,386.02		86,136.81
11-03 Improvements to Wastewater Treatment Plant and Collection System	16,840.24										16,840.24
43-04 Infrastructure Improvements to Industrial Park	175,586.38					\$ 26,049.78					149,536.60
6-08 Upgrades to Wastewater Collection System	(2,549,641.44)			\$ 2,850,000.00		76,529.95	\$ 300,000.00		151,153.63		(227,325.02)
7-08;19-09 Upgrades to Wastewater Treatment Plant - Phase I	(527,326.96)		\$ 650,000.00						111,412.59		11,260.45
8-2-11 Capital Improvements						90,548.12			2,649.88	\$ 100,000.00	6,802.00
Current Fund											
Federal and State Grant Fund	(174,982.38)										(174,982.38)
Sewer Utility Operating Fund	514,914.48							514,914.48			
NJ Environmental Infrastructure Loan Receivable	(326,928.75)				259,117.00						(67,811.75)
Retained Percentage Due Contractors	30,410.62										30,410.62
Contracts Payable	3,186,172.42							2,835,587.27		292,602.12	643,187.27
	<u>\$ 1,418,391.51</u>	<u>\$ 100,000.00</u>	<u>\$ 650,000.00</u>	<u>\$ 2,850,000.00</u>	<u>\$ 536,898.17</u>	<u>\$ 193,127.85</u>	<u>\$ 300,000.00</u>	<u>\$ 3,434,501.75</u>	<u>\$ 392,602.12</u>	<u>\$ 392,602.12</u>	<u>\$ 1,627,660.08</u>

**CITY OF MILLVILLE**  
**SEWER UTILITY OPERATING FUND**  
Statement of Consumer Accounts Receivable  
For the Fiscal Year Ended June 30, 2012

---

Balance June 30, 2011		\$ 413,879.94
Increased by:		
Sewer Rents Charged in FY 2012		5,600,154.70
		6,014,034.64
Decreased by:		
Collections	\$ 5,614,704.01	
Overpayments Applied	22,655.08	
	\$ 5,637,359.09	
Transfer to Lien	2,872.42	
		5,640,231.51
Balance June 30, 2012		\$ 373,803.13

Exhibit SE-5

**CITY OF MILLVILLE**  
**SEWER UTILITY OPERATING FUND**  
Statement of Sewer Utility Liens  
For the Fiscal Year Ended June 30, 2012

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Balance June 30, 2011		\$ 245.00
Increased by:		
Transfers from Consumer Account Receivable	\$ 2,872.42	
Interest and Costs Accrued	73.68	
		2,946.10
		3,191.10
Decreased by:		
Collections		3,099.23
Balance June 30, 2012		\$ 91.87

**CITY OF MILLVILLE**  
**SEWER UTILITY CAPITAL FUND**  
Statement of Due from State of New Jersey -- NJ Environmental Infrastructure Trust  
For the Fiscal Year Ended June 30, 2012

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Balance June 30, 2011	\$ 326,928.75
Decreased by:	
Receipts	259,117.00
Balance June 30, 2012	\$ 67,811.75
 <u>Analysis of Balance June 30, 2012</u>	
NJ Environmental Infrastructure Trust	\$ 50,611.75
NJ Environmental Infrastructure Trust - ARRA Financing	17,200.00
	\$ 67,811.75

**CITY OF MILLVILLE**  
 SEWER UTILITY ASSESSMENT FUND  
 Statement of Assessments Receivable  
 For the Fiscal Year Ended June 30, 2012

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<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, 2011</u>	<u>Collected</u>	<u>Balance June 30, 2012</u>	<u>Balance Pledged to Reserve</u>
Capital Outlay	Sanitary Collection Lines Res. A-5250 & 5251	10/4/2005	10	12/5/05-14	\$ 6,142.50	\$ 1,500.00	\$ 4,642.50	\$ 4,642.50
					<u>\$ 6,142.50</u>	<u>\$ 1,500.00</u>	<u>\$ 4,642.50</u>	<u>\$ 4,642.50</u>
					<u>\$ 6,142.50</u>	<u>\$ 1,500.00</u>	<u>\$ 4,642.50</u>	<u>\$ 4,642.50</u>

**CITY OF MILLVILLE**  
**SEWER UTILITY CAPITAL FUND**  
Schedule of Fixed Capital  
For the Fiscal Year Ended June 30, 2012

<u>Account</u>	<u>Balance</u> <u>June 30, 2011</u>	<u>Additions</u>	<u>Balance</u> <u>June 30, 2012</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	457,606.06		457,606.06
Office Facilities and Furnishings	40,182.19		40,182.19
General Equipment	239,343.66	\$ 82,694.00	322,037.66
Improvement of Sewer System	1,894,153.83		1,894,153.83
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	557,378.03		557,378.03
Acquisition, Installation of Improvements to Wastewater Treatment Plant	9,285,416.39	44,454.00	9,329,870.39
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
Sewer Main Extension and Pump Lift Station for Commercial Development Rt 55/47 Interchange	571,876.94		571,876.94
Replace or Rehabilitate Sewer Mains Ord. 24-96	2,212,031.35		2,212,031.35
	<u>\$ 23,358,840.54</u>	<u>\$ 127,148.00</u>	<u>\$ 23,485,988.54</u>
2012 Budget Appropriation - Capital Outlay		\$ 45,014.00	
2011 Appropriation Reserves - Capital Outlay		<u>82,134.00</u>	
		<u>\$ 127,148.00</u>	

**CITY OF MILLVILLE**  
**SEWER UTILITY CAPITAL FUND**  
 Schedule of Fixed Capital Authorized and Uncompleted  
 For the Fiscal Year Ended June 30, 2012

<u>Improvement Description</u>	<u>Ordinance</u>			<u>Balance June 30, 2011</u>	<u>Capital Improvement Fund</u>	<u>Balance June 30, 2012</u>
	<u>Number</u>	<u>Date</u>	<u>Amount</u>			
General Improvements:						
Environmental Investigation and Cleanup of Taxiway Pump Station	22-02	7-2-02	\$ 2,000,000.00	\$ 2,000,000.00		\$ 2,000,000.00
Improvements to Wastewater Treatment Plant and Collection System	11-03	5-6-03	2,900,000.00	2,900,000.00		2,900,000.00
Infrastructure Improvements to Airport Industrial Park	43-04	12-21-04	2,500,000.00	1,777,682.45		1,777,682.45
Upgrades to Wastewater Collection System	6-08	2-19-08	3,150,000.00	3,150,000.00		3,150,000.00
Upgrades to Wastewater Treatment Plant - Phase I	7-08; 19-09	2-19-08 6-16-09	8,843,000.00	8,843,000.00		8,843,000.00
Capital Improvements	11-11	8-2-11	100,000.00		\$ 100,000.00	100,000.00
				<u>\$ 18,670,682.45</u>	<u>\$ 100,000.00</u>	<u>\$ 18,770,682.45</u>

**CITY OF MILLVILLE**  
**SEWER UTILITY OPERATING FUND**  
**Statement of Appropriation Reserves**  
**For the Fiscal Year Ended June 30, 2012**

	Balance June 30, 2011		Balance After Transfer	Disbursed	Accounts Payable	Balance Lapsed
	<u>Reserved</u>	<u>Encumbered</u>				
Operating:						
Salaries and Wages	\$ 240,060.37		\$ 240,060.37			\$ 240,060.37
Other Expenses	536,763.94	\$ 421,462.82	958,226.76	\$ 295,560.77	\$ 163,880.24	498,785.75
Capital Improvements:						
Capital Outlay	42,866.00	82,134.00	125,000.00	82,134.00		42,866.00
Statutory Expenditures:						
Contribution to:						
Social Security System (O.A.S.I.)	29,743.90		29,743.90			29,743.90
Disability Insurance	1,482.99	459.99	1,942.98	682.05		1,260.93
	<u>\$ 850,917.20</u>	<u>\$ 504,056.81</u>	<u>\$ 1,354,974.01</u>	<u>\$ 378,376.82</u>	<u>\$ 163,880.24</u>	<u>\$ 812,716.95</u>

**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, 2012

Balance June 30, 2011	\$ 114,040.93
Increased by:	
Charged to Budget Appropriation:	
Interest on Bonds	\$ 204,826.66
Interest on Notes	6,782.98
Interest on Loans	<u>96,987.46</u>
	<u>308,597.10</u>
	422,638.03
Decreased by:	
Interest Paid	
Operating Fund	<u>293,408.15</u>
Balance June 30, 2012	<u><u>\$ 129,229.88</u></u>

Analysis of Accrued Interest June 30, 2012

	<u>Principal Outstanding June 30, 2012</u>	<u>Interest Rate</u>	<u>From</u>	<u>To</u>	<u>Period</u>		<u>Amount</u>
Serial Bonds (Capital):							
\$ 1,492,000.00	4.125%		01/15/2012	06/30/2012	5.5	Months	\$ 28,208.13
50,000.00	3.000%		03/01/2012	06/30/2012	4.0	Months	500.00
150,000.00	3.000%		03/01/2012	06/30/2012	4.0	Months	1,500.00
75,000.00	4.000%		03/01/2012	06/30/2012	4.0	Months	1,000.00
240,000.00	5.000%		03/01/2012	06/30/2012	4.0	Months	4,000.00
465,000.00	4.000%		03/01/2012	06/30/2012	4.0	Months	6,200.00
200,000.00	4.125%		03/01/2012	06/30/2012	4.0	Months	2,750.00
300,000.00	4.250%		03/01/2012	06/30/2012	4.0	Months	4,250.00
2,250,000.00	5.000%		05/01/2012	06/30/2012	2.0	Months	18,750.00
<u>600,000.00</u>	3.000%		05/01/2012	06/30/2012	2.0	Months	<u>3,000.00</u>
<u>5,822,000.00</u>							<u>70,158.13</u>
NJ Environmental Infrastructure Loans (1)							
Series 1996 A	450,000.00	Various	03/01/2012	06/30/2012	4	Months	7,875.00
Series 1999 A	660,000.00	Various	03/01/2012	06/30/2012	4	Months	12,230.00
Series 2003 A	1,075,000.00	Various	03/01/2012	06/30/2012	4	Months	16,569.17
Series 2010 A	<u>1,000,000.00</u>	Various	03/01/2012	06/30/2012	4	Months	<u>17,770.84</u>
<u>3,185,000.00</u>							<u>54,445.01</u>
Bond Anticipation Notes (Capital)							
<u>650,000.00</u>	1.25%		12/8/2011	6/30/2012	205	Days	<u>4,626.74</u>
<u>650,000.00</u>							<u>4,626.74</u>
Grand Total	<u><u>\$ 9,657,000.00</u></u>						<u><u>\$ 129,229.88</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, 2012

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Balance June 30, 2011	\$ 22,655.08
Increased by:	
Receipts	12,895.48
	35,550.56
Decreased by:	
Applied to Consumer Accounts Receivable	22,655.08
Balance June 30, 2012	\$ 12,895.48

**Exhibit SE-13**

**CITY OF MILLVILLE**  
SEWER UTILITY OPERATING FUND  
Statement of Accounts Payable  
For the Fiscal Year Ended June 30, 2012

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Balance June 30, 2011	\$ 125,130.80
Increased by:	
Transfer from FY 2011 Appropriation Reserves	163,880.24
	289,011.04
Decreased by:	
Disbursed	7,149.64
Balance June 30, 2012	\$ 281,861.40

**Exhibit SE-14**

**CITY OF MILLVILLE**  
SEWER UTILITY CAPITAL FUND  
Statement of Contracts Payable  
For the Fiscal Year Ended June 30, 2012

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Balance June 30, 2011	\$ 3,186,172.42
Increased by:	
FY 2012 Contracts and Change Orders	292,602.12
	3,478,774.54
Decreased by:	
Disbursed	2,835,587.27
Balance June 30, 2012	\$ 643,187.27

**CITY OF MILLVILLE**  
**SEWER UTILITY ASSESSMENT FUND**  
 Statement of Reserve for Assessments and Liens  
 For the Fiscal Year Ended June 30, 2012

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<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Balance June 30, 2011</u>	<u>Collections to Fund Balance</u>	<u>Balance June 30, 2012</u>
Assessments Receivable:				
Capital Outlay	Sanitary Collection Lines Res. A-5250 & A-5251	\$ 6,142.50	1,500.00	\$ 4,642.50
		\$ 6,142.50	\$ 1,500.00	\$ 4,642.50
		\$ 6,142.50	\$ 1,500.00	\$ 4,642.50

**CITY OF MILLVILLE**  
**SEWER UTILITY CAPITAL FUND**  
Statement of Deferred Reserve for Amortization  
For the Fiscal Year Ended June 30, 2012

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<u>Improvement Description</u>	<u>Ordinance Number</u>	<u>Date of Ordinance</u>	<u>Balance June 30, 2011</u>	<u>Fixed Capital Authorized</u>	<u>NJ Water Trust Loans Paid</u>	<u>Bonds Paid</u>	<u>Balance June 30, 2012</u>
Improvements to W/W Treatment Plant & Coll System	21-02	12-21-04	\$ 1,475,790.88	\$ 100,000.00	\$ 135,639.77		\$ 1,711,430.65
			<u>\$ 1,475,790.88</u>	<u>\$ 100,000.00</u>	<u>\$ 135,639.77</u>	<u>\$ -</u>	<u>\$ 1,711,430.65</u>

**CITY OF MILLVILLE**  
**SEWER UTILITY CAPITAL FUND**  
Statement of Reserve for Amortization  
For the Fiscal Year Ended June 30, 2012

Balance June 30, 2011		\$ 20,925,353.21
Increased by:		
Serial Bonds Paid by Operating Budget	\$ 290,000.00	
N.J. Environmental Infrastructure Loans Paid by Operating Budget	821,999.69	
Capital Outlay 2012 Appropriation	45,014.00	
Capital Outlay 2011 Appropriation Reserves	82,134.00	
		1,239,147.69
Balance June 30, 2012		\$ 22,164,500.90

## Exhibit SE-18

**CITY OF MILLVILLE**  
**SEWER UTILITY CAPITAL FUND**  
Statement of Capital Improvement Fund  
For the Fiscal Year Ended June 30, 2012

Balance June 30, 2011		\$ 201,951.59
Increased by:		
FY 2012 Budget Appropriation		100,000.00
		301,951.59
Decreased by:		
Appropriation to Finance Improvement Authorizations		100,000.00
Balance June 30, 2012		\$ 201,951.59

## Exhibit SE-19

**CITY OF MILLVILLE**  
**SEWER UTILITY CAPITAL FUND**  
Statement of Retained Percentage Due Contractors  
For the Fiscal Year Ended June 30, 2012

Balance June 30, 2011		\$ 30,410.62
Increased by:		
Transfer from Contracts Payable		-
Balance June 30, 2012		\$ 30,410.62

**CITY OF MILLVILLE**  
**SEWER UTILITY CAPITAL FUND**  
 Statement of Improvement Authorizations  
 For the Fiscal Year Ended June 30, 2012

<u>Improvement Description</u>	<u>Number</u>	<u>Ordinance Date</u>	<u>Amount</u>	<u>Balance June 30, 2011</u>		<u>Capital Improvement Fund</u>	<u>Paid or Charged</u>	<u>Balance June 30, 2012</u>		
				<u>Funded</u>	<u>Unfunded</u>			<u>Funded</u>	<u>Unfunded</u>	
General Improvements:										
Environmental Investigation and Cleanup of Taxiway Pump Station	22-02	7-2-02	\$ 2,000,000	\$ 113,522.83			\$ 27,386.02	\$ 86,136.81		
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		175,586.38		26,049.78	149,536.60		
Upgrades to Wastewater Collection System	6-08	2-19-08	3,150,000		300,358.56		227,683.58		72,674.98	
Upgrades to Wastewater Treatment Plant - Phase I	7-08; 19-09	2-19-08; 6-16-09	8,843,000		4,227,273.04		111,412.59		4,115,860.45	
Capital Improvements	11-11	8-2-11	100,000			\$ 100,000.00	93,198.00	6,802.00		
				<u>\$ 130,363.07</u>	<u>\$ 4,753,217.98</u>	<u>\$ 100,000.00</u>	<u>\$ 485,729.97</u>	<u>\$ 259,315.65</u>	<u>\$ 4,238,535.43</u>	
Disbursed							\$ 193,127.85			
Contracts Payable							<u>292,602.12</u>			
							<u>\$ 485,729.97</u>			

**CITY OF MILLVILLE**  
**SEWER UTILITY CAPITAL FUND**  
 Statement of Bond Anticipation Notes  
 For the Fiscal Year Ended June 30, 2012

<u>Improvement Description</u>	<u>Ordinance Number</u>	<u>Note Number</u>	<u>Date of Original Issue</u>	<u>Date of Issue</u>	<u>Date of Maturity</u>	<u>Interest Rate</u>	<u>Balance June 30, 2011</u>	<u>Increased</u>	<u>Paid by Capital Cash</u>	<u>Balance June 30, 2012</u>
Upgrades to Wastewater Treatment System	6-08	1	6/25/09	6/22/2011	12/8/2011	1.64%	\$ 300,000.00		\$ 300,000.00	
Upgrades to Wastewater Treatment Plant - Phase I	7-08;19-09	1	12/8/2011	12/8/2011	12/7/2012	1.25%	\$ 650,000.00			\$ 650,000.00
							<u>\$ 300,000.00</u>	<u>\$ 650,000.00</u>	<u>\$ 300,000.00</u>	<u>\$ 650,000.00</u>

**CITY OF MILLVILLE**  
**SEWER UTILITY CAPITAL FUND**  
 Statement of New Jersey Environmental Infrastructure Loans Payable  
 For the Fiscal Year Ended June 30, 2012

Balance June 30, 2011	\$ 8,431,923.90
Decreased by:	
Principal Paid by Operating Func	957,639.46
Balance June 30, 2012	\$ 7,474,284.44

Schedule of New Jersey Environmental Infrastructure Loans Payable June 30, 201:

Due Date	Series 1996 A		Series 1999 A		Series 2003A		Series 2010 A		Total
	Trust	Fund	Trust	Fund	Trust	Fund	Trust	Fund	
August, 2012	\$ 80,000.00	\$ 52,975.12	\$ 65,000.00	\$ 50,448.13			\$ 35,000.00	\$ 109,050.00	\$ 392,473.25
September, 2012					\$ 70,000.00	\$ 57,597.38			127,597.38
February, 2013		5,604.04		8,546.68				54,525.00	68,675.72
March, 2013						14,029.13			14,029.13
August, 2013	85,000.00	54,648.39	70,000.00	52,463.61			40,000.00	109,050.00	411,162.00
September, 2013					70,000.00	56,534.74			126,534.74
February, 2014		4,316.62		7,338.96				54,525.00	66,180.58
March, 2014						12,966.48			12,966.48
August, 2014	90,000.00	56,245.94	75,000.00	54,392.81			40,000.00	109,050.00	424,688.75
September, 2014					75,000.00	58,508.22			133,508.22
February, 2015		2,953.48		6,044.98				54,525.00	63,523.46
March, 2015						11,827.94			11,827.94
August, 2015	95,000.00	10,361.40	80,000.00	56,235.76			45,000.00	109,050.00	395,647.16
September, 2015					80,000.00	60,405.79			140,405.79
February, 2016				4,664.73				54,525.00	59,189.73
March, 2016						10,856.38			10,856.38
August, 2016	100,000.00		85,000.00	57,992.43			45,000.00	109,050.00	397,042.43
September, 2016					80,000.00	59,434.23			139,434.23
February, 2017				3,198.22				54,525.00	57,723.22
March, 2017						9,884.83			9,884.83
August, 2017			90,000.00	59,600.38			45,000.00	109,050.00	303,650.38
September, 2017					85,000.00	61,498.79			146,498.79
February, 2018								54,525.00	54,525.00
March, 2018						8,800.93			8,800.93
August, 2018			95,000.00				50,000.00	109,050.00	254,050.00
September, 2018					90,000.00	63,451.01			153,451.01
March, 2019						7,639.62			7,639.62
February, 2019								54,525.00	54,525.00
August, 2019			100,000.00				50,000.00	109,050.00	259,050.00
September, 2019					95,000.00	65,325.81			160,325.81
February, 2020								54,525.00	54,525.00
March, 2020						6,197.47			6,197.47
August, 2020							55,000.00	109,050.00	164,050.00
September, 2020					100,000.00	66,919.77			166,919.77
February, 2021								54,525.00	54,525.00
March, 2021						4,679.41			4,679.41
August, 2021							55,000.00	109,050.00	164,050.00
September, 2021					105,000.00	68,437.83			173,437.83
February, 2022								54,525.00	54,525.00
March, 2022						3,244.84			3,244.84
August, 2022							60,000.00	109,050.00	169,050.00
September, 2022					110,000.00	70,039.38			180,039.38
February, 2023								54,525.00	54,525.00
March, 2023						1,658.47			1,658.47
August, 2023							60,000.00	109,050.00	169,050.00
September, 2023					115,000.00	71,489.31			186,489.31
February, 2024								54,525.00	54,525.00
August, 2024							65,000.00	109,050.00	174,050.00
February, 2025								54,525.00	54,525.00
August, 2025							65,000.00	109,050.00	174,050.00
February, 2026								54,525.00	54,525.00
August, 2026							70,000.00	109,050.00	179,050.00
February, 2027								54,525.00	54,525.00
August, 2027							70,000.00	109,050.00	179,050.00
February, 2028								54,525.00	54,525.00
August, 2028							75,000.00	109,050.00	184,050.00
February, 2029								54,525.00	54,525.00
August, 2029							75,000.00	109,050.00	184,050.00
	\$ 450,000.00	\$ 187,104.99	\$ 660,000.00	\$ 360,926.69	\$ 1,075,000.00	\$ 851,427.76	\$ 1,000,000.00	\$ 2,889,825.00	\$ 7,474,284.44

**CITY OF MILLVILLE**  
**SEWER UTILITY CAPITAL FUND**  
Statement of Sewer Serial Bonds  
For the Fiscal Year Ended June 30, 2012

Purpose	Date of Issue	Amount of Original Issue	Maturities of Bonds		Interest Rate	Balance June 30, 2011	Issued	Paid	Balance June 30, 2012
			Outstanding June 30, 2012	Amount					
Sewer Capital Bonds of 2001	10-15-02	\$ 650,000.00				\$ 80,000.00		\$ 80,000.00	
Sewer Capital Bonds of 2004	12-21-04	2,572,000.00	7-15-12	\$ 300,000.00					
			7-15-13	300,000.00					
			7-15-14	300,000.00					
			7-15-15	300,000.00					
			7-15-16	292,000.00	4.125%	1,652,000.00		160,000.00	\$ 1,492,000.00
Sewer Bonds of 2008	9-1-08	1,630,000.00	9-1-12	50,000.00					
			9-1-13/14	75,000.00	3.000%				
			9-1-15	75,000.00	4.000%				
			9-1-16/17	75,000.00					
			9-1-18	90,000.00	5.000%				
			9-1-19/21	90,000.00					
			9-1-22	95,000.00					
			9-1-23	100,000.00	4.000%				
			9-1-24/25	100,000.00	4.125%				
			9-1-26/28	100,000.00	4.250%	1,530,000.00		50,000.00	1,480,000.00
Sewer Bonds of 2011	11-1-11	2,850,000.00	11-1-12/13	150,000.00					
			11-1-14/15	175,000.00					
			11-1-16	200,000.00					
			11-1-17	250,000.00					
			11-1-18/19	275,000.00					
			11-1-20/21	300,000.00	5.000%				
			11-1-22/23	300,000.00	3.000%		\$ 2,850,000.00		2,850,000.00
						<u>\$ 3,262,000.00</u>	<u>\$ 2,850,000.00</u>	<u>\$ 290,000.00</u>	<u>\$ 5,822,000.00</u>

Paid by Budget Appropriation

\$290,000.00

**CITY OF MILLVILLE**  
**SEWER UTILITY CAPITAL FUND**  
 Schedule of Bonds and Notes Authorized But Not Issued  
 For the Fiscal Year Ended June 30, 2012

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Balance June 30, 2011</u>	<u>Notes Paid by Capital Cash</u>	<u>Bonds Issued</u>	<u>Bond Anticipation Notes Issued</u>	<u>Balance June 30, 2012</u>
11-03	Improvements to Wastewater Treatment Plant and Collection System	\$ 50,000.00				\$ 50,000.00
6-08	Upgrades to Wastewater Collection System	2,850,000.00	\$ 300,000.00	\$ 2,850,000.00		300,000.00
7-08;19-09	Upgrades to Wastewater Treatment Plant - Phase I	4,754,600.00			\$ 650,000.00	4,104,600.00
		<u>\$ 7,654,600.00</u>	<u>\$ 300,000.00</u>	<u>\$ 2,850,000.00</u>	<u>\$ 650,000.00</u>	<u>\$ 4,454,600.00</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, 2012

	<u>Operating Fund</u>	<u>Capital Fund</u>
Balance June 30, 2011	\$ 776,173.27	\$ 130,044.59
Increased by Receipts:		
Miscellaneous Revenue Not Anticipated		
Interest on Investments and Deposits	\$ 6,924.51	
Miscellaneous	3,734.50	
Miscellaneous Revenue Anticipated		
Tax Abatements--Payments in Lieu of Taxes	310,121.09	
RAD Tax Collections	194,147.24	
Due Federal and State Grant Fund	2,289.54	
Due Revenue Allocation District Capital Fund	93.28	
Capital Fund Balance		\$ 684,706.21
Serial Bonds		7,025,000.00
	517,310.16	7,709,706.21
	1,293,483.43	7,839,750.80
Decreased by Disbursements:		
FY 2012 Appropriations	2,664.26	
FY 2011 Appropriation Reserves	125.84	
Improvement Authorizations		5,503.33
Accrued Interest on Notes	265,204.31	
Due Revenue Allocation District Operating Fund		93.28
Bond Anticipation Notes		7,025,000.00
	267,994.41	7,030,596.61
Balance June 30, 2012	\$ 1,025,489.02	\$ 809,154.19

**CITY OF MILLVILLE**  
**REVENUE ALLOCATION DISTRICT UTILITY CAPITAL FUND**  
 Analysis of Revenue Allocation District Utility Capital Cash  
 For the Fiscal Year Ended June 30, 2012

	Balance (Deficit) <u>June 30, 2011</u>	Receipts		Disbursements			Transfers		Balance (Deficit) <u>June 30, 2012</u>
		Serial Bonds	Miscellaneous	Improvement Authorizations	Bonds Anticipation Notes	Miscellaneous	To	From	
Fund Balance			\$ 684,706.21						\$ 684,706.21
Improvement Authorizations: <u>Ordinance Number</u>									
02-07 Phase I Improvements to Center City Revenue Allocation District	\$ 130,286.67	\$ 7,025,000.00		\$ 5,503.33	\$ 7,025,000.00		\$ 1,214.64	\$ 884.64	125,113.34
Reserve for Encumbrances	1,214.64						884.64	1,214.64	884.64
Community Development Trust Fund	(1,550.00)								(1,550.00)
Revenue Allocation District Operating Fund	93.28					\$ 93.28			
	<u>\$ 130,044.59</u>	<u>\$ 7,025,000.00</u>	<u>\$ 684,706.21</u>	<u>\$ 5,503.33</u>	<u>\$ 7,025,000.00</u>	<u>\$ 93.28</u>	<u>\$ 2,099.28</u>	<u>\$ 2,099.28</u>	<u>\$ 809,154.19</u>

**CITY OF MILLVILLE**  
 REVENUE ALLOCATION DISTRICT UTILITY OPERATING FUND  
 Statement of Due from Federal and State Grant Fund  
 For the Fiscal Year Ended June 30, 2012

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Balance June 30, 2011	\$	2,289.54
Decreased by:		
Receipts		2,289.54
Balance June 30, 2012	\$	-

Exhibit SF-4

**CITY OF MILLVILLE**  
 REVENUE ALLOCATION DISTRICT UTILITY CAPITAL FUND  
 Statement of Due from Community Development Trust Fund  
 For the Fiscal Year Ended June 30, 2012

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Balance June 30, 2011	\$	1,550.00
Decreased by:		
Receipts		
Balance June 30, 2012	\$	1,550.00

**CITY OF MILLVILLE**  
**REVENUE ALLOCATION DISTRICT UTILITY OPERATING FUND**  
**Statement of Appropriation Reserves**  
**For the Fiscal Year Ended June 30, 2012**

	Balance June 30, 2011		Balance After Transfer	Disbursed	Balance Lapsed
	<u>Encumbrances</u>	<u>Reserved</u>			
Operating:					
Salaries and Wages	\$	5,042.81	\$ 5,042.81		\$ 5,042.81
Other Expenses		23,133.01	23,133.01	\$ 125.84	23,007.17
Total Operating		28,175.82	28,175.82	125.84	28,049.98
Deferred Charges & Statutory Expenditures:					
Contribution to:					
Social Security System (O.A.S.I.)		950.54	950.54		950.54
Total Deferred Charges and Statutory Expenditures		950.54	950.54		950.54
Total RAD Utility Appropriations	\$ -	\$ 29,126.36	\$ 29,126.36	\$ 125.84	\$ 29,000.52

**CITY OF MILLVILLE**  
**REVENUE ALLOCATION DISTRICT UTILITY CAPITAL FUND**  
 Schedule of Fixed Capital Authorized and Uncompleted  
 For the Fiscal Year Ended June 30, 2012

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<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Date</u>	<u>Ordinance Amount</u>	<u>Balance June 30, 2012</u>
General Improvements:				
02-07	Phase I Improvements to Center City Revenue Allocation District	02-06-2007	\$ 8,130,000.00	<u>\$ 8,130,000.00</u>

**CITY OF MILLVILLE**  
**REVEVENE ALLOCATION DISTRICT UTILITY FUND**  
 Statement of Accrued Interest on Bonds, Notes and Loans and Analysis of Balance  
 For the Fiscal Year Ended June 30, 2012

Balance June 30, 2011		\$ 62,227.90
Increased by:		
Budget Appropriation:		
Interest on Bonds	\$ 201,220.84	
Interest on Notes	55,034.74	
		256,255.58
		318,483.48
Decreased by:		
Disbursements - Operating		265,204.31
Balance June 30, 2012		\$ 53,279.17

Analysis of Accrued Interest June 30, 2012

	Principal Outstanding <u>6/30/2012</u>	Interest Rate	<u>From</u>	<u>To</u>	<u>Period</u>	<u>Amount</u>
Serial Bonds (Operating)	\$ 450,000.00	5.00%	05/01/12	06/30/12	59 Days	\$ 3,687.50
	500,000.00	5.00%	05/01/12	06/30/12	59 Days	4,097.22
	550,000.00	5.00%	05/01/12	06/30/12	59 Days	4,506.94
	550,000.00	5.00%	05/01/12	06/30/12	59 Days	4,506.94
	600,000.00	5.00%	05/01/12	06/30/12	59 Days	4,916.67
	600,000.00	5.00%	05/01/12	06/30/12	59 Days	4,916.67
	600,000.00	5.00%	05/01/12	06/30/12	59 Days	4,916.67
	600,000.00	5.00%	05/01/12	06/30/12	59 Days	4,916.67
	600,000.00	5.00%	05/01/12	06/30/12	59 Days	4,916.67
	650,000.00	5.00%	05/01/12	06/30/12	59 Days	5,326.39
	650,000.00	3.00%	05/01/12	06/30/12	59 Days	3,195.83
	675,000.00	3.00%	05/01/12	06/30/12	60 Days	3,375.00
						\$ 53,279.17

**CITY OF MILLVILLE**  
 REVENUE ALLOCATION DISTRICT UTILITY CAPITAL FUND  
 Statement of Improvement Authorizations  
 For the Fiscal Year Ended June 30, 2012

Ord. No.	Improvement Description	Date	<u>Ordinance</u> Amount	Balance June 30, 2011 Unfunded	Transfer from Reserve for Encumbrances	Paid or Charged	Balance June 30, 2012 Funded	Unfunded
General Improvements:								
02-07	Phase I Improvements to Center City Revenue Allocation District	02-06-2007	\$ 8,130,000.00	\$ 969,286.67	\$ 1,214.64	\$ 6,387.97	\$ 125,113.34	\$ 839,000.00
				<u>\$ 969,286.67</u>	<u>\$ 1,214.64</u>	<u>\$ 6,387.97</u>	<u>\$ 125,113.34</u>	<u>\$ 839,000.00</u>
Disbursed						\$ 5,503.33		
Reserve for Encumbrances						<u>884.64</u>		
						<u>\$ 6,387.97</u>		

**CITY OF MILLVILLE**  
REVENUE ALLOCATION DISTRICT UTILITY CAPITAL FUND  
Statement of Reserve for Encumbrances  
For the Fiscal Year Ended June 30, 2012

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Balance June 30, 2011	\$ 1,214.64
Increased by:	
2012 Encumbrances Charged to Improvement Authorizations	<u>884.64</u>
	2,099.28
Decreased by:	
Transferred to Improvement Authorizations	<u>1,214.64</u>
Balance June 30, 2012	<u><u>\$ 884.64</u></u>

**CITY OF MILLVILLE**  
 REVENUE ALLOCATION DISTRICT UTILITY CAPITAL FUND  
 Schedule of Deferred Reserve For Amortization  
 For the Fiscal Year Ended June 30, 2012

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<u>Ord. No.</u>	<u>Improvement Description</u>	<u>Ordinance Date</u>	<u>Balance June 30, 2012</u>
General Improvements:			
02-07	Phase I Improvements to Center City Revenue Allocation District	02-06-2007	\$ 266,000.00
			\$ 266,000.00
			\$ 266,000.00

**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, 2012

<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>Balance June 30, 2011</u>	<u>Paid by Bond Funds</u>	<u>Balance June 30, 2012</u>
02-07	Phase I Improvements to Center City Revenue Allocation District	4	12/14/2006	12/9/2010	12/8/2011	1.82%	\$ 6,059,000.00	\$ 6,059,000.00	
		1A	6/25/2009	6/22/2011	12/8/2011	1.64%	966,000.00	966,000.00	
							\$ 7,025,000.00	\$ 7,025,000.00	\$ -

**CITY OF MILLVILLE**  
 REVENUE ALLOCATION DISTRICT UTILITY CAPITAL FUND  
 Statement of General Serial Bonds  
 For the Fiscal Year Ended June 30, 2012

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<u>Purpose</u>	<u>Date of Issue</u>	<u>Original Issue</u>	<u>Outstanding June 30, 2012</u>		<u>Interest Rate</u>	<u>Issued</u>	<u>Balance June 30, 2012</u>
			<u>Date</u>	<u>Amount</u>			
General Bonds of 2011	11-1-11	\$7,025,000.00	11-1-12	\$ 450,000.00			
			11-1-13	500,000.00			
			11-1-14/15	550,000.00			
			11-1-16/20	600,000.00			
			11-1-21	650,000.00	5.000%		
			11-1-22	650,000.00			
			11-1-23	675,000.00	3.000%	\$ 7,025,000.00	\$ 7,025,000.00
						\$ 7,025,000.00	\$ 7,025,000.00

**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, 2012

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<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Balance June 30, 2011</u>	<u>Bonds Issued</u>	<u>Notes Paid from Bond Funds</u>	<u>Balance June 30, 2012</u>
02-07	Phase I Improvements to Center City Revenue Allocation District	\$ 839,000.00	\$ 7,025,000.00	\$ 7,025,000.00	\$ 839,000.00

**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, 2012

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Balance June 30, 2011	\$	246.16
Increased by Receipts:		
Interest Earned Accounts Payable		72.48
Balance June 30, 2012	\$	318.64

## Exhibit SH-2

**CITY OF MILLVILLE**  
**BOND AND INTEREST FUND**  
Statement of Accounts Payable  
For the Fiscal Year Ended June 30, 2012

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Balance June 30, 2011	\$	246.16
Increased by Receipts:		
Interest Earned		72.48
Balance June 30, 2012	\$	318.64

**CITY OF MILLVILLE**  
**PART 2**  
**SINGLE AUDIT**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS THAT COULD HAVE A DIRECT AND MATERIAL EFFECT ON 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 Board of Commissioners  
City of Millville  
Millville, New Jersey 08332

**Compliance**

We have audited the City of Millville's, in the County of Cumberland, State of New Jersey, compliance with the types of compliance requirements described in the OMB Circular A-133 Compliance Supplement and the New Jersey State Grant Compliance Supplement that could have a direct and material effect on each of the City's major federal and state programs for the fiscal year ended June 30, 2012. 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'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 of the City's compliance with those requirements.

In our opinion, the City of Millville complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal and state programs for the fiscal year ended June 30, 2012.

**Internal Control Over Compliance**

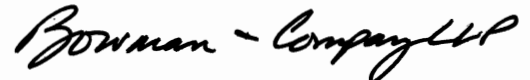
Management of the City of Millville is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal and state programs. In planning and performing our audit, we considered the City's internal control over compliance with the requirements that could have a direct and material effect on a major federal or state program to determine the auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133 and State of New Jersey Circular 04-04-OMB, 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 *deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal or state program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal or state program will not be prevented, or detected and corrected, on a timely basis.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be deficiencies, 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 management, members of the governing body, others within the City, the Division of Local Government Services, Department of Community Affairs, State of New Jersey, 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



Michael D. Cesaro  
Certified Public Accountant  
Registered Municipal Accountant

Voorhees, New Jersey  
January 30, 2013

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**CITY OF MILLVILLE**  
 Schedule of Expenditures of Federal Awards  
 For Fiscal Year Ended June 30, 2012

Federal Grantor/ Pass-Through Grantor/ Program Title	Federal CFDA Number	Grant or State Account Number	Program or Award Amount	Matching Contribution	Grant Period		Balance June 30, 2011
					From	To	
<u>U.S. Department of Housing and Urban Development</u>							
Community Development Block Grant	14.218	B-03-MC-34-0006	\$ 353,000.00	\$10,000.00	7-01-03	Project End	\$ 2,025.70
		B-04-MC-34-0006	353,000.00	10,000.00	7-01-04	Project End	7,086.18
		B-05-MC-34-0006	344,083.00	10,000.00	7-01-05	Project End	5,783.39
		B-06-MC-34-0006	300,471.00	10,000.00	7-01-06	Project End	2,599.55
		B-07-MC-34-0006	299,841.00	10,000.00	7-01-07	Project End	725.18
		B-08-MC-34-0006	289,409.00	10,000.00	7-01-08	Project End	10,373.38
		B-09-MC-34-0006	292,879.00	12,000.00	7-01-09	Project End	12,633.71
		B-10-MC-34-0006	316,751.00	10,000.00	7-01-10	Project End	54,671.35
		B-11-MC-34-0006	264,469.00	5,000.00	7-01-11	Project End	
							95,898.44
Home Investment Partnership	14.239	M-96-MC-34-0225	123,911.00	38,890.60	6-28-96	Project End	2,954.88
		M-02-DC-34-0225	156,960.00	N/A	7-01-02	Project End	100.00
		M-05-DC-34-0225	176,231.00	N/A	7-01-05	Project End	1,094.51
		M-06-DC-34-0225	165,788.00	N/A	7-01-06	Project End	17,934.30
		M-07-DC-34-0225	164,352.00	N/A	7-01-07	Project End	48,252.00
		M-08-DC-34-0225	159,270.00	N/A	7-01-08	Project End	40,176.90
		M-09-DC-34-0225	177,357.00	N/A	7-01-09	Project End	135,210.76
		M-10-DC-34-0225	168,355.00	N/A	7-01-10	Project End	37,625.78
		M-11-DC-34-0225	155,876.00	N/A	7-01-11	Project End	
							283,349.13
Total U.S. Department of Housing and Urban Development							379,247.57
<u>U.S. Department of Transportation</u>							
Passed thru New Jersey Department of Transportation							
Highway Planning and Construction	20.205						
Whitaker & Miller Ave Road Improvement		078-6320-480	189,861.00	N/A	N/A	N/A	189,861.00
Glenside Road Improvements		078-6320-480	209,799.00	N/A	N/A	N/A	209,799.00
Maurice River Pedestrian Bridge		078-6320-480	350,000.00	N/A	N/A	N/A	1,258.60
Wayfinding Signage Program		078-6320-480	300,000.00	N/A	N/A	N/A	40,157.93
Bikeway Program Maurice River Phase V		078-6320-480	390,000.00	N/A	N/A	N/A	390,000.00
Local Aid for Centers and State Plan Program		078-6320-480	129,791.00	N/A	N/A	N/A	13,841.43
Highway Safety "Safe Corridors Program"		078-6320-480	47,000.00	N/A	N/A	N/A	2,071.26
Total Highway Planning and Construction							846,989.22
Passed thru New Jersey Department of Law and Public Safety							
Click It or Ticket	20.601	066-1160-100	9,000.00	N/A	N/A	N/A	
Over the Limit Under Arrest Program	20.601	066-1160-100	4,400.00	N/A	N/A	N/A	
Flammable Liquids Firefighter Training	20.703	066-1200-100	22,285.00	N/A	N/A	N/A	14,000.00
Total U.S. Department of Transportation							860,989.22
<u>U.S. Department of Homeland Security</u>							
Passed thru New Jersey Department of Law and Public Safety							
Emergency Management Assistance Grant	97.042	066-1200-100	25,000.00	N/A	N/A	N/A	5,000.00
Disaster Grants - Public Assistance	97.036	066-1200-100	88,014.93	N/A	N/A	N/A	
Total U.S. Department of Homeland Security							5,000.00

Schedule A

Receipts or Revenues Recognized	Adjustments		Disbursed/ Expended	Encumbrances	Balance June 30, 2012	Memo Only	
	+/-	Code				Cash Collected	Accumulated Expenditures
					\$ 2,025.70		\$ 360,974.30
					7,086.18		355,913.82
					5,783.39		348,299.61
					2,599.55		307,871.45
					725.18		309,115.82
			\$ 2,279.00		8,094.38	\$ 2,279.00	291,314.62
			228.97		12,404.74	228.97	292,474.26
			40,979.06		13,692.29	40,979.06	313,058.71
\$ 269,469.00			257,352.14		12,116.86	200,709.15	257,352.14
269,469.00			300,839.17		64,528.27	244,196.18	2,836,374.73
					2,954.88		159,846.72
					100.00		156,860.00
					1,094.51		175,136.49
			17,934.30			17,934.30	165,788.00
			48,252.00			48,252.00	164,352.00
			36,042.17		4,134.73	36,042.17	155,135.27
			42,264.55		92,946.21	31,661.55	84,410.79
			27,999.10		9,626.68	27,999.10	158,728.32
155,876.00			154,205.96		1,670.04	140,574.57	154,205.96
155,876.00			326,698.08		112,527.05	302,463.69	1,374,463.55
425,345.00			627,537.25		177,055.32	546,659.87	4,210,838.28
			164,628.18	\$ 21,341.89	3,890.93		164,628.18
					209,799.00		
					1,258.60		348,741.40
					40,157.93	193,198.45	259,842.07
					390,000.00		
13,841.43	\$ (13,841.43)	2	13,841.43				129,791.00
	28,065.13	3			30,136.39		16,863.61
13,841.43	14,223.70		178,469.61	21,341.89	675,242.85	193,198.45	919,866.26
9,000.00			9,000.00			5,000.00	9,000.00
4,400.00			4,200.00		200.00	4,200.00	4,200.00
	5,440.00	1	18,865.00		575.00	19,101.36	21,710.00
27,241.43	19,663.70		210,534.61	21,341.89	676,017.85	221,499.81	954,776.26
20,000.00			2,966.35	12,032.80	10,000.85	25,000.00	2,966.35
88,014.93			88,014.93			88,014.93	88,014.93
108,014.93			90,981.28	12,032.80	10,000.85	113,014.93	90,981.28

(Continued)

**CITY OF MILLVILLE**  
 Schedule of Expenditures of Federal Awards  
 For Fiscal Year Ended June 30, 2012

Federal Grantor/ Pass-Through Grantor/ Program Title	Federal CFDA Number	Grant or State Account Number	Program or Award Amount	Matching Contribution	Grant Period		Balance June 30, 2011
					From	To	
<u>U.S. Department of Justice</u>							
COPS Secure our Schools	16.710	2011-UM-XW-0128	1,171,476.00	N/A	N/A	N/A	
Weed & Seed	16.595	2011-WS-Q6-0106	157,000.00	N/A	N/A	N/A	\$ 60,094.41
Bulletproof Vest Partnership	16.607	0051003384	33,645.50	N/A	N/A	N/A	13,428.00
Justice Assistance Grant	16.738	2010-DJ-BX0903	226,924.00	N/A	N/A	N/A	<u>7,351.40</u>
Total U.S. Department of Justice							<u>80,873.81</u>
<u>U.S. Environmental Protection Agency</u>							
Passed thru New Jersey Department of Environmental Protection							
NJ Tree Planting Grant	10.664	042-4870-100	25,738.75	N/A	N/A	N/A	<u>10,810.75</u>
Total Federal Financial Assistance							<u><u>\$1,336,921.35</u></u>

Analysis of Balance June 30, 2012

- Current Fund--Reserve for Federal and State Grants Appropriated (Exhibit SA-24)
- Trust Other Fund--Reserve for Community Development Block Grant Funds (Exhibit SB-17)
- Trust Other Fund--Reserve for Home Investment Partnership Program (Exhibit SB-20)

KEY TO CODES

- (1) Prior Year Encumbrances
- (2) Canceled by City Resolution
- (3) Refunds and Interest Earned

The accompanying Notes to the Financial Statements and the Schedules of Expenditures of Federal Awards and State Financial Assistance are integral parts of this schedule.

Receipts or Revenues Recognized	Adjustments		Disbursed/ Expended	Encumbrances	Balance June 30, 2012	Memo Only	
	+/-	Code				Cash Collected	Accumulated Expenditures
\$ 1,171,476.00			\$ 79,210.19		\$ 1,092,265.81	\$ 53,539.00	\$ 79,210.19
			54,489.87		5,604.54	54,489.87	151,395.46
4,506.00	\$ 1,170.00	1	3,526.25	\$ 2,730.00	12,847.75	1,950.00	18,067.75
44,030.00	1,983.85	1 & 3			53,365.25	1,754.08	173,558.75
1,220,012.00	3,153.85		137,226.31	2,730.00	1,164,083.35	111,732.95	422,232.15
			7,360.00	1,701.00	1,749.75	9,865.00	22,288.00
\$ 1,780,613.36	\$ 22,817.55		\$ 1,073,639.45	\$ 37,805.69	\$ 2,028,907.12	\$ 1,002,772.56	\$ 5,701,115.97

\$ 1,851,851.80  
 64,528.27  
112,527.05  
\$ 2,028,907.12

**CITY OF MILLVILLE**  
 Schedule of Expenditures of State Financial Assistance  
 For Fiscal Year Ended June 30, 2012

State Grantor/ Program Title	State GMIS Number	Grantor's Number	Program or Award Amount	Matching Contribution	Grant Period From	To	Balance June 30, 2011
<b>State Department of Community Affairs</b>							
Neighborhood Preservation Program	8020-301-023510-50	85295	\$ 85,000.00	N/A	1-01-87	1-31-88	\$ 19,434.46
	8020-301-023510-50	95295	85,000.00	N/A	1-01-88	1-31-89	5,037.58
	8020-301-023510-50	95295	85,000.00	N/A	1-01-90	1-31-91	1,918.55
	8020-301-023510-50	95295	125,000.00	N/A	1-01-01	1-31-02	37,025.23
	8020-301-023510-50	95295	400,000.00	N/A	1-01-02	1-31-03	51,275.24
							114,691.06
Neighborhood Preservation Balanced Housing Program	8020-301023510-50	87179	207,050.00	N/A	2-01-87	4-30-90	2,709.02
	8020-301023510-50	880674	236,402.00	N/A	2-01-88	4-30-90	905.20
	8020-301023510-50	890817	239,700.00	N/A	6-15-89	4-30-90	9,093.47
	8020-301023510-50	97-2049-00	200,000.00	N/A	3-01-97	2-28-99	138,334.25
							151,041.94
Neighborhood Stabilization	Not Available	N/A	647,598.00	N/A	N/A	N/A	301,297.86
NJ Historic Preservation	Not Available	N/A	150,000.00	37,500.00	N/A	N/A	
Urban/Rural Centers Unsafe Building Demolition	Not Available	N/A	60,000.00	N/A	N/A	N/A	
Total State Department of Community Affairs							567,030.86
<b>State Department of Treasury</b>							
Municipal Court Alcohol Education and Rehabilitation Fund	9735-760-060000-60	N/A	5,652.96	N/A	7-01-97	Proj Close	1,491.54
County of Cumberland Alcoholism and Drug Abuse Services Grant - Millville Municipal Alliance	2000-475-995120-60	N/A	42,125.00	8,425.00	N/A	N/A	18,690.33
Total State Department of Treasury							20,181.87
<b>State Department of Law and Public Safety</b>							
Drunk Driving Enforcement Grants	1110-448-031020-220040	N/A	89,467.45	N/A	N/A	N/A	26,078.39
Body Armor Replacement Fund	1020-718-066-1020	N/A	59,271.20	N/A	N/A	N/A	17,714.09
Safe & Secure Communities Program	1020-789-066-1020	N/A	891,742.00	N/A	N/A	N/A	83,301.64
Domestic Violence Training Program	Not Available	N/A	1,000.00	N/A	N/A	N/A	1,000.00
EMA Exercise Grant	Not Available	N/A	15,000.00	N/A	N/A	N/A	0.85
Total State Department of Law and Public Safety							128,094.97
<b>State Department of Environmental Protection</b>							
NJ Environmental Infrastructure Financing Program	S340921-06	N/A	1,035,000.00	N/A	12-23-09	Proj Close	326,928.75
Clean Communities Program	4900-765-178900-60	N/A	48,139.84	N/A	N/A	N/A	156,614.86
Statewide Livable Communities Grant	4875-100-042-4875-353	N/A	90,000.00	N/A	3-15-05	Proj Close	1,330.40
Recycling Tonnage Grant	2000-150-990120-50	PF01-085	769,061.03	N/A	N/A	N/A	243,063.44
Community Stewardship Incentive	00-100-042-079-6120	PF01-119	8,994.00	N/A	3-1-02	2-28-03	675.25
	00-100-042-079-6120	PF01-119	5,737.50	N/A	3-1-06	2-28-07	1,612.50
							2,287.75
Hazardous Discharge Site Remediation	HG307(C)\P10413	P17010	2,777,347.00	N/A	1-12-06	2-27-2007	135,039.27
Hazardous Discharge Site Remediation	HG307(C)\P10413	P17010	2,768,329.00	N/A	1-12-06	2-27-2007	674,802.72
Hazardous Discharge Site Remediation	HG307(C)\P10413	N/A	338,247.86	N/A	N/A	N/A	109,099.99
Hazardous Discharge Site Remediation	HG307(C)\P10413	N/A	2,058,529.35	N/A	N/A	N/A	47,529.35
Hazardous Discharge Site Remediation	HG307(C)\P10413	N/A	396,014.00	N/A	N/A	N/A	6,000.00
							837,432.06
Total State Department of Environmental Protection							1,702,696.53

Schedule B

Receipts or Revenue Recognized	Adjustments +/-	Code	Disbursed/ Expended	Encumbered	Balance June 30, 2012	Memo Only	
						Cash Collected	Accumulated Expenditures
					\$ 19,434.46		\$ 65,565.54
					5,037.58		79,962.42
					1,918.55		83,081.45
					37,025.23		87,974.77
					51,275.24		348,724.76
					114,691.06		665,308.94
					2,709.02		204,340.98
					905.20		235,496.80
					9,093.47		230,606.53
					138,334.25		61,665.75
					151,041.94		732,110.06
\$ 187,500.00				\$ 43,320.00	301,297.86		346,300.14
60,000.00					144,180.00		43,320.00
					60,000.00		
247,500.00				43,320.00	771,210.86		1,787,039.14
					1,491.54		4,161.42
\$ 42,125.00	\$ 2,175.96	2	\$ 42,618.51	10,050.00	10,322.78	\$ 45,978.53	30,177.22
42,125.00	2,175.96		42,618.51	10,050.00	11,814.32	45,978.53	34,338.64
7,961.91	323.30	2	20,227.64	240.00	13,895.96	7,961.91	75,331.49
6,975.77	1,170.00	2	3,526.25	2,730.00	19,603.61	6,975.77	36,937.59
90,000.00	(540.00)	1	84,395.00		88,366.64	85,841.25	803,375.36
					1,000.00		
	14,999.15	2	7,675.00		7,325.00		22,674.15
104,937.68	15,952.45		115,823.89	2,970.00	130,191.21	100,778.93	938,318.59
			259,117.00		67,811.75	259,117.00	967,188.25
48,139.84	1,033.12	2	21,482.31	4,025.00	180,280.51	48,139.84	21,482.31
					1,330.40		88,669.60
127,620.46			96,870.57		273,813.33	127,620.46	495,247.70
					675.25		8,318.75
					1,612.50		4,125.00
					2,287.75		12,443.75
					135,039.27		2,642,307.73
	606,390.07	2			1,281,192.79		1,487,136.21
	9,954.74	2		9,954.74	109,099.99		219,193.13
	161,219.78	2			208,749.13		1,849,780.22
	175,649.68	2	6,265.00	169,384.68	6,000.00	43,587.76	220,629.32
	953,214.27		6,265.00	179,339.42	1,605,041.91	43,587.76	3,776,738.88
175,760.30	954,247.39		383,734.88	183,364.42	2,265,604.92	478,465.06	8,004,078.22

(Continued)

**CITY OF MILLVILLE**  
 Schedule of Expenditures of State Financial Assistance  
 For Fiscal Year Ended June 30, 2012

State Grantor/ Program Title	State GMIS Number	Grantor's Number	Program or Award Amount	Matching Contribution	Grant Period		Balance June 30, 2011
					From	To	
<b>State Department of Commerce and Economic Development</b>							
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	\$ 50.00
UEZA 07-84	763-020-2830-007	N/A	\$ 149,000.00	N/A	2-8-06	12-31-10	43,305.92
UEZA 08-75	763-020-2830-007	N/A	286,881.00	N/A	7-11-07	8-31-09	0.02
UEZA 09-105	763-020-2830-007	N/A	2,000,000.00	N/A	1-14-09	1-31-10	2,000,000.00
UEZA 09-154	763-020-2830-007	N/A	324,909.00	N/A	5-15-09	5-31-10	30,532.14
UEZA 10-18	763-020-2830-007	N/A	135,969.00	N/A	7-1-10	6-30-11	28,491.72
UEZA 10-459	763-020-2830-007	N/A	157,485.00	N/A	7-1-10	6-30-11	12,497.53
UEZA 10-463	763-020-2830-007	N/A	345,260.00	N/A	7-1-10	6-30-11	37,961.00
UEZA 11-16	763-020-2830-007	N/A	535,083.29	N/A	7-1-10	6-30-11	147,358.91
UEZA 11-186	763-020-2830-007	N/A	25,070.00	N/A	7-1-10	6-30-11	
UEZA 11-277	763-020-2830-007	N/A	110,428.00	N/A	7-1-10	6-30-11	71,017.41
UEZA 11-649	763-020-2830-007	N/A	54,000.00	N/A	7-1-10	6-30-11	36,000.00
UEZA 12-000	763-020-2830-007	N/A	250,000.00	N/A	7-1-11	6-30-12	
UEZA 12-017	763-020-2830-007	N/A	315,000.00	N/A	7-1-11	6-30-12	
UEZA 12-018	763-020-2830-007	N/A	1,600,000.00	N/A	7-1-11	6-30-12	
UEZA 12-019	763-020-2830-007	N/A	97,000.00	N/A	7-1-11	6-30-12	
Total State Department of Commerce and Economic Development							<u>2,407,214.65</u>
Total State Financial Assistance							<u>\$ 4,825,218.88</u>

**Analysis of Balance June 30, 2012**

## Current Fund:

- Reserve for Federal and State Grants--Appropriated (Exhibit SA-24)
- Reserve for Federal and State Grants--Unappropriated (Exhibit SA-25)

## General Capital Fund:

- Statement of Grants Receivable (Exhibit SC-3)

## Sewer Utility Capital Fund:

- Statement of NJEIT Receivable (Exhibit SE-6)

## Trust Other Funds:

- Reserve for Neighborhoods Preservation Program (Exhibit SB-15)
- Reserve for Balanced Housing Program (Exhibit SB-15)

**KEY TO CODES**

- (1) Canceled by City Resolution
- (2) Prior Year Encumbrances
- (3) Refunds and Interest Earned

The accompanying Notes to the Financial Statements and the Schedules of Expenditures of Federal Awards and State Financial Assistance are integral parts of this schedule.

Schedule B

Receipts or Revenue Recognized	Adjustments +/-	Code	Disbursed/ Expended	Encumbered	Balance June 30, 2012	Memo Only	
						Cash Collected	Accumulated Expenditures
					\$ 50.00		
			\$ 16,408.00		26,897.92	\$ 2,415.00	\$ 122,102.08
	\$ (0.02)	1				1,250.00	286,880.98
	(2,000,000.00)	1					
	(30,532.14)	1				30,145.65	294,376.86
	(28,491.72)	1					107,477.28
	(12,497.53)	1				23,943.62	144,987.47
	(37,961.00)	1				129,842.34	307,299.00
	(143,923.67)	1 & 2	3,435.24				391,159.62
						25,070.00	25,070.00
	355.83	3	53,946.91		17,426.33	6,659.23	93,001.67
			36,000.00			13,500.00	54,000.00
\$ 250,000.00			239,452.20	\$ 2,000.00	8,547.80		239,452.20
315,000.00			300,168.77		14,831.23		300,168.77
1,600,000.00				1,600,000.00			
97,000.00	71.58	3	33,747.97		63,323.61		33,747.97
2,262,000.00	(2,252,978.67)		683,159.09	1,602,000.00	131,076.89	232,825.84	2,399,723.90
\$ 2,832,322.98	\$ (1,280,602.87)		\$ 1,225,336.37	\$ 1,841,704.42	\$ 3,309,898.20	\$ 858,048.36	\$ 13,163,498.49

\$ 2,665,503.88  
175,810.30  
 \$ 2,841,314.18  
  
 135,039.27  
  
 67,811.75  
  
 114,691.06  
151,041.94  
  
\$ 3,309,898.20

**CITY OF MILLVILLE**  
**Notes to Schedules of Expenditures of Federal Awards and State Financial Assistance**  
**For the Fiscal Year Ended June 30, 2012**

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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	\$446,102.20	\$966,219.37	\$1,412,321.57
Trust Fund	627,537.25		627,537.25
Sewer Utility Capital Fund		259,117.00	259,117.00
Total Expenditures	<u>\$1,073,639.45</u>	<u>\$1,225,336.37</u>	<u>\$2,298,975.82</u>

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, 2012**

**CITY OF MILLVILLE**  
**Schedule of Findings and Questioned Costs**  
**For the Year Ended June 30, 2012**

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

**Financial Statements**

Type of auditor's report issued Unqualified

Internal control over financial reporting:

Material weakness(es) identified?      yes   X   no

Significant deficiency(ies) identified?   X   yes      none reported

Noncompliance material to financial statements noted?      yes   X   no

**Federal Awards**

Internal control over major programs:

Material weakness(es) identified?      yes   X   no

Significant deficiency(ies) identified?      yes   X   none reported

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

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

Identification of major programs:

<b><u>CFDA Number(s)</u></b>	<b><u>Name of Federal Program or Cluster</u></b>
14.239	HOME Investment Partnership

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

Auditee qualified as low-risk auditee?   X   yes      no

**CITY OF MILLVILLE**  
**Schedule of Findings and Questioned Costs**  
**For the Year Ended June 30, 2012**

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

**State Financial Assistance**

Internal control over major programs:

Material weakness(es) identified? \_\_\_ yes X no

Significant deficiency(ies) identified? \_\_\_ yes X none reported

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

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

Identification of major programs:

<b><u>GMIS Number(s)</u></b>	<b><u>Name of State Program</u></b>
7630-020-2830-007	Urban Enterprise Zone Program

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

Auditee qualified as low-risk auditee? X yes \_\_\_ no

**CITY OF MILLVILLE**  
**Schedule of Findings and Questioned Costs**  
**For the Fiscal Year Ended June 30, 2012**

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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. 2012-1**

**Criteria or Specific Requirement**

The monthly preparation of bank reconciliations is an essential element of a general ledger accounting system.

**Condition**

Several bank accounts maintained by the City were not reconciled on a timely basis during the year ended June 30, 2012.

**Context**

A general ledger accounting system provides a summary of all financial transactions as they have been recorded in the books of original entry, using a double entry, self-balancing accounting system with the general ledger facilitating the preparation of financial statements. The general ledger, together with the books of original entry and supporting subsidiary ledgers constitutes the complete accounting system.

**Effect**

Errors or irregularities could develop and go undetected on a timely basis.

**Cause**

Insufficient controls over the reconciliation of several bank accounts.

**Recommendation**

That bank reconciliations be prepared monthly and all financial transactions be reconciled and recorded in the general ledger and supporting journals on a timely basis.

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

The responsible officials agree with the finding and will address the matter as part of their corrective action plan.

**CITY OF MILLVILLE**  
**Schedule of Findings and Questioned Costs**  
**For the Fiscal Year Ended June 30, 2012**

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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, 2012**

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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.

**FINANCIAL STATEMENT FINDINGS**

None.

**FEDERAL AWARDS**

None.

**STATE FINANCIAL ASSISTANCE PROGRAMS**

None.

**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 T. Shannon	Mayor	(A)
Joseph J. Derella, Jr.	Commissioner	(A)
Dale Finch	Commissioner	(A)
James F. Quinn	Commissioner	(A)
David W. Vanaman	Commissioner	(A)
Susan G. Robostello	City Clerk/Administrator	(A)
Marcella Shepard	Chief Financial Officer from March 19, 2012	(A)
Maureen P. Mitchell	Chief Financial Officer until January 27, 2012	(A)
Sherri Ball	Tax and Utilities Collector	(A)
Regina Burke	Purchasing Agent	(A)
Steven Neder	Municipal Court Judge	(A)
Thomas Haas	Police Chief	(A)
Richard C. McCarthy	City Attorney	(A)
Michael Morano	Construction Official	(A)
John Knoop	City Engineer	(A)
Brian Rosenberger	Assessor	(A)
Kimberly Hamlyn	Municipal Court Administrator	(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.

**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, appearing to read "Michael D. Cesaro". The signature is fluid and cursive, with a long horizontal flourish extending to the right.

Michael D. Cesaro  
Certified Public Accountant  
Registered Municipal Accountant