

TOWNSHIP OF ROCHELLE PARK
County of Bergen, New Jersey

Comprehensive Annual Financial Report
Year Ended December 31, 2010
(With Independent Auditors' Reports Thereon)

TOWNSHIP OF ROCHELLE PARK
Comprehensive Annual Financial Report
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Comprehensive Annual Financial Report
Year Ended December 31, 2010

Introductory Section

TOWNSHIP OF ROCHELLE PARK
Roster of Officials
Year Ended December 31, 2010

Name	Title	Term	
		From	To
<u>GENERAL ADMINISTRATION</u>			
Frank Valenzuela	Mayor and Committee Chair	01/01/09	12/31/11
Phyllis Strohmeier	Deputy Mayor and Committee Vice-Chair	01/01/10	12/31/12
Kenneth (Jay) Kovalcik	Committeeman	01/01/08	12/31/10
Joseph Scarpa	Committeeman	01/01/09	12/31/11
Robert Davidson	Committeeman	01/01/10	12/31/12
Virginia De Maria	Municipal Clerk Administrator		
Liz Kroll	Deputy Municipal Clerk Secretary to Board of Health	01/01/10	12/31/12
Roy Riggitano	Chief Financial Officer Treasurer Tax Collector Tax Search Officer	11/01/09	12/31/09
Mary J. Schneider	Deputy Tax Collector Assistant to Chief Financial Officer		
Katherine Baccala	Registrar of Vital Statistics	01/01/10	12/31/12
Marcel Allos	Deputy Registrar of Vital Statistics	01/01/10	12/31/12
Joseph Rotolo, Esq.	Township Attorney	01/01/10	12/31/10
Rogut McCarthy & Troy LLC	Bond Counsel	01/01/10	12/31/10
James Tighe	Tax Assessor	07/01/07	06/30/12
Kenneth G.B. Job	Township Engineer	01/01/10	12/31/10
Di Maria & Di Maria LLP	Township Auditor	01/01/10	12/31/10
Professional Insurance Associates, Inc.	Risk Management Consultants	01/01/10	12/31/10
Richard Zavinsky	Chief of Police		
Peter Donatello	Emergency Management Coordinator	01/01/08	12/31/10
Sal Antista	Deputy Emergency Management Coordinator	01/01/08	12/31/10
Roy McGeedy, Esq.	Municipal Court Judge	01/01/09	12/31/11
Lynda Lasini	Municipal Court Administrator		
Maria Cappa-Foschini	Deputy Court Administrator	01/01/09	12/31/11
Brian Giblin, Esq.	Prosecutor	01/01/10	12/31/10
Joseph Di Maria, Esq.	Public Defender	01/01/10	12/31/10
Richard Bolan	Construction Code Official		Tenured
	Building Sub-Code Official		Tenured
	Electrical Sub-Code Official		Tenured
Michael O'Connell	Plumbing Sub-Code Official	07/01/09	06/30/11
George Georgeou	Fire Sub-Code Official		Tenured
Theodore Reighard	Fire Official		
Dr. Bernard Saccaro	Board of Health Physician	01/01/09	12/31/11
Brian Koenig	DPW Superintendent		
Roland Jacobsen	Recycling Coordinator		

TOWNSHIP OF ROCHELLE PARK
Roster of Officials
Year Ended December 31, 2010

Name	Title	Term	
		From	To
<u>PLANNING BOARD</u>			
Frank Valenzuela	Member - Class I	01/01/10	12/31/10
Richard Zavinsky	Member - Class II	01/01/10	12/31/10
Phyllis Strohmeier	Member - Class III	01/01/10	12/31/10
Edward Kaniewski	Member - Class IV - Chariman	01/01/09	12/31/12
Margaret Collins	Member - Class IV	01/01/09	12/31/13
David Kingma	Member - Class IV - Vice Chairman	01/01/08	12/31/11
Laura Ristovski	Member - Class IV	01/01/07	12/31/10
Marlene Dem Bleyker	Member - Class IV - Secretary	01/01/07	12/31/10
Christine Mueller	Member - Class IV	01/01/09	12/31/11
Michael Kazmir	Alternate	01/01/09	12/31/10
Gerald Sorrentino	Alternate	01/01/09	12/31/10
Edward Cillick, Esq.	Attorney		
<u>ZONING BOARD</u>			
William Coleman	Chairman	01/01/07	12/31/10
Katherine Baccala	Secretary		
Frank Bassillo	Member	01/01/09	12/31/12
Nancy Croot	Member	01/01/09	12/31/12
Patrick Sheehan	Member	01/01/07	12/31/10
Jason Quinn	Member	01/01/07	12/31/10
Randolph Zeberl	Member	01/01/07	12/31/10
Warren Strohmeier	Member	01/01/07	12/31/10
Sergio Gonzalez	Alternate	01/01/09	12/31/10
Russell Campbell	Alternate	01/01/09	12/31/10
Anthony Gallina, Esq.	Attorney		

TOWNSHIP OF ROCHELLE PARK
Roster of Officials
Year Ended December 31, 2010

Name	Title	Term	
		From	To
<u>COMMUNITY DEVELOPMENT COMMITTEE</u>			
Joseph Scarpa	Representative	07/01/10	06/30/11
Virginia De Maria	Alternate	07/01/10	06/30/11
<u>CONSTABLES</u>			
Robert Hager	Member	01/01/09	12/31/11
Salvator Viola	Member	01/01/09	12/31/11
Henry Borntrager	Member	01/01/08	12/31/10
<u>RECREATION COMMITTEE</u>			
Frank Ulloa	Chariman	01/01/09	12/31/12
Bert Sneyer	Member	01/01/08	12/31/10
Davia Valenzuela	Member	01/01/08	12/31/10
Monica Scully	Member	01/01/08	12/31/10
Regina Reczkowski	Member	01/01/09	12/31/12
Steve Every	Member	01/01/09	12/31/12
Cassandra Cassese-Behler	Member	01/01/09	12/31/11
Michael Degelman	Member	01/01/09	12/31/11
William Sanchez	Alternate		
Edna Hobbs	Alternate		
<u>ENVIRONMENTAL COMMISSION</u>			
Michael Kazimir	Chariman	01/01/08	12/31/10
Walter Johnson	Member	01/01/08	12/31/10
Betty Hogan	Member	01/01/08	12/31/10
Randolph Zeberl	Member	01/01/08	12/31/10
Cathy Mercandetti	Member	01/01/08	12/31/10
Eleanor Lukas	Member	01/01/08	12/31/10

TOWNSHIP OF ROCHELLE PARK
Comprehensive Annual Financial Report
Financial Section

Di Maria & Di Maria LLP
Public Accountants & Consultants

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Lodi, New Jersey 07644
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Independent Auditors' Report

Honorable Mayor and Members of the Township Committee
Township of Rochelle Park, County of Bergen, New Jersey

We have audited the accompanying statements of financial position - regulatory basis of the various funds of the Township of Rochelle Park, State of New Jersey, as of and for the years ended December 31, 2010 and 2009, and the related statements of operations and changes in fund balance - regulatory basis, and statement of revenue and expenditures - regulatory basis as listed in the table of contents. These financial statements are the responsibility of the Township's management. Our responsibility is to express an opinion on these financial statements based on our audit.

Except as discussed in the following paragraph, 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 the audit requirements prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

As discussed in Note 1, the Township of Rochelle Park prepares its financial statements in conformity with accounting principles 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 effect on the financial statements of the variances between the 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 Township of Rochelle Park's requirement to prepare its financial statements on the basis of accounting discussed in 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 various funds of the Township of Rochelle Park, State of New Jersey, as of December 31, 2010 and 2009 or the results of its operations and changes in fund balance for the years then ended.

Di Maria & Di Maria LLP

Independent Auditors' Report (Continued)

Furthermore, in our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the various funds of the Township of Rochelle Park, State of New Jersey at December 31, 2010 and 2009, and the results of its operations and the changes in fund balance of the individual funds for the years then ended, and the revenues and expenditures of the various funds for the years ended December 31, 2010 and 2009 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 June 30, 2011 on our consideration of the Township of Rochelle Park, State of New Jersey internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The accompanying schedules of expenditures of federal awards and/or state financial assistance are presented for the purpose of additional analysis as required by the U.S. Office of Management and Budget Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations and State of New Jersey's Office of Management and Budget Circular 04-04, Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid, and are not a required part of the financial statements. In addition, the supplementary financial statement presented for the various funds are presented for purposes of additional analysis as required by the Division of Local Government Services, Department of Community Affairs, State of New Jersey. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and, in our opinion, is fairly stated in all material respects, in relation to the financial statements of each of the respective individual funds and account groups taken as a whole.

DI MARIA & DI MARIA LLP
Public Accountants and Consultants

Frank Di Maria

Frank Di Maria
Registered Municipal Accountant
RMA No. CR00463

June 30, 2011

**TOWNSHIP OF ROCHELLE PARK
COMBINED STATEMENT OF ASSETS, LIABILITIES, RESERVES AND FUND BALANCE
ALL FUND TYPES AND ACCOUNT GROUPS
December 31, 2010
(With Comparative Totals for 2009)**

	Current Fund	Federal and State Grant Fund	Trust Fund	General Capital Fund	Fixed Asset Account Group	Totals	
						2010	(Memorandum Only) 2009
ASSETS AND OTHER DEBITS							
Cash	\$ 1,676,210	\$ 75,764	\$ 1,198,879	\$ 579,969	\$ -	\$ 3,530,822	\$ 2,796,078
Deferred Compensation Assets	-	-	1,172,238	-	-	1,172,238	1,105,666
Interfunds Receivable	20,711	-	-	108,378	-	129,089	22,587
Intergovernmental Receivable	-	276,376	-	113,737	-	390,113	214,158
Accounts Receivable	428,480	-	-	-	-	428,480	299,070
Deferred Charges	167,000	-	-	10,302,000	-	10,469,000	10,442,000
Fixed Assets	-	-	-	-	8,655,920	8,655,920	8,655,920
Total Assets and Other Debits	\$ 2,292,401	\$ 352,140	\$ 2,371,117	\$ 11,104,084	\$ 8,655,920	\$ 24,775,662	\$ 23,535,479
LIABILITIES, RESERVES AND FUND BALANCE							
Accounts/Contracts Payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 173,316
Interfunds Payable	108,378	-	20,711	-	-	129,089	22,587
Deferred Revenues	-	352,140	-	-	-	352,140	88,875
Other Liabilities and Reserves	905,360	-	2,350,406	138,712	-	3,394,478	2,849,819
Improvement Authorizations	-	-	-	1,341,324	-	1,341,324	919,468
Intergovernmental Payable	181,721	-	-	-	-	181,721	4,417
Serial Bonds Payable	-	-	-	3,429,000	-	3,429,000	4,034,000
Bond Anticipation Notes Payable	-	-	-	6,088,000	-	6,088,000	5,542,000
Reserve for Receivables and Other Assets	449,191	-	-	-	-	449,191	320,865
Reserve for Investment in Fixed Assets	-	-	-	-	8,655,920	8,655,920	8,655,920
Fund Balance	647,751	-	-	107,048	-	754,799	924,212
Total Liabilities, Reserves and Fund Balance	\$ 2,292,401	\$ 352,140	\$ 2,371,117	\$ 11,104,084	\$ 8,655,920	\$ 24,775,662	\$ 23,535,479

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

TOWNSHIP OF ROCHELLE PARK
COMBINED STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND BALANCE -
STATUTORY BASIS -- CURRENT FUND
Year Ended December 31, 2010
(With Comparative Totals for Year Ended December 31, 2009)

	2010	2009
<u>REVENUES AND OTHER CREDITS TO INCOME</u>		
Revenues:		
Fund Balance Anticipated	\$ 500,000	\$ 650,000
Miscellaneous Revenues	2,215,473	2,156,437
Receipts from Delinquent Taxes	274,447	194,821
Amount to be Raised by Taxation	8,272,465	7,267,915
Total Revenues	11,262,385	10,269,173
Other Credits to Income	11,949,748	11,370,049
Total Revenues and Other Credits to Income	<u>\$ 23,212,133</u>	<u>\$ 21,639,222</u>
 <u>EXPENDITURES AND OTHER CHARGES TO INCOME</u>		
Expenditures:		
Within "CAPS":		
Operations:		
Salaries and Wages	\$ 4,490,986	\$ 4,379,357
Other Expenses	2,511,944	2,584,980
Deferred Charges and Statutory Expenditures	807,037	796,379
Excluded From "CAPS":		
Operations:		
Salaries and Wages	-	-
Other Expenses	1,694,486	1,255,754
Capital Improvements	30,000	30,000
Municipal Debt Service	1,007,756	988,711
Deferred Charges	44,000	9,000
Local School Purposes	95,399	136,000
Reserve for Uncollected Taxes	660,000	431,206
Total Expenditures	11,341,608	10,611,387
Other Charges to Income	11,593,993	11,022,976
Total Expenditures and Charges to Income	<u>\$ 22,935,601</u>	<u>\$ 21,634,363</u>
Statutory Excess to Fund Balance	276,532	4,859
Expenditures Included Above Which Are by Statute		
Deferred Charges to Budget of Succeeding Year	-	-
Fund Balance, January 1	871,219	1,516,360
	1,147,751	1,521,219
Decreased by:		
Utilization as Anticipated Revenue	500,000	650,000
Fund Balance, December 31	<u>\$ 647,751</u>	<u>\$ 871,219</u>

**TOWNSHIP OF ROCHELLE PARK
 COMBINED STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND BALANCE -
 STATUTORY BASIS - BUDGET AND ACTUAL -- CURRENT FUND
 Year Ended December 31, 2010**

	Budget as Modified	Actual	Variance
<u>REVENUES AND OTHER CREDITS TO INCOME</u>			
Revenues:			
Fund Balance Anticipated	\$ 500,000	\$ 500,000	\$ -
Miscellaneous Revenues	2,417,104	2,215,473	(201,631)
Receipts from Delinquent Taxes	275,000	274,447	(553)
Amount to be Raised by Taxation	8,149,504	8,272,465	122,961
Total Revenues	11,341,608	11,262,385	(79,223)
Other Credits to Income	11,557,268	11,949,748	392,480
Total Revenues and Other Credits to Income	<u>\$ 22,898,876</u>	<u>\$ 23,212,133</u>	<u>\$ 313,257</u>
<u>EXPENDITURES AND OTHER CHARGES TO INCOME</u>			
Expenditures:			
Within "CAPS":			
Operations:			
Salaries and Wages	\$ 4,490,986	\$ 4,490,986	\$ -
Other Expenses	2,511,944	2,511,944	-
Deferred Charges and Statutory Expenditures	807,037	807,037	-
Excluded From "CAPS":			
Operations:			
Salaries and Wages	-	-	-
Other Expenses	1,694,486	1,694,486	-
Capital Improvements	30,000	30,000	-
Municipal Debt Service	1,007,756	1,007,756	-
Deferred Charges	44,000	44,000	-
Local School Purposes	95,399	95,399	-
Reserve for Uncollected Taxes	660,000	660,000	-
Total Expenditures	11,341,608	11,341,608	-
Other Charges to Income	11,557,268	11,593,993	36,725
Total Expenditures and Charges to Income	<u>\$ 22,898,876</u>	<u>\$ 22,935,601</u>	<u>\$ 36,725</u>
Statutory Excess to Current Fund Balance		276,532	
Expenditures Included Above Which Are by Statute			
Deferred Charges to Budget of Succeeding Year			
Fund Balance, January 1		871,219	
		<u>\$ 1,147,751</u>	
Decreased by:			
Utilization as Anticipated Revenue		500,000	
Fund Balance, December 31		<u>\$ 647,751</u>	

**TOWNSHIP OF ROCHELLE PARK
NOTES TO FINANCIAL STATEMENTS
Year Ended December 31, 2010**

Note 1 - Reporting Entity, Organization and Function

A. Introduction

The Township of Rochelle Park (the "Township") operates under an elected Township Committee form of government in the State of New Jersey and is located within the County of Bergen, located approximately 10 miles west of the City of New York. The Township's population according to the 2000 census is 5,528.

The Township was incorporated in 1871 and operates under a five member Board of Commission form of government. The mayor is selected by the Board. The Township operates on a calendar fiscal year, January 1 to December 31.

The municipal budget includes the following generally stated municipal services:

- General Government Functions
- Land Use Administration Functions
- Public Safety Functions
- Health and Human Service Functions
- Park and Recreation Functions
- Educational Functions
- Code Enforcement Functions
- Municipal Court Functions
- Capital Improvements
- Debt Service

B. Basis of Accounting

A modified accrual basis of accounting is followed with minor exceptions. Accounting principles prescribed for New Jersey municipalities by the Department of Community Affairs, Division of Local Government Services differ in certain respects from generally accepted accounting principles applicable to local government units.

C. Component Units

The financial statements of the component units of the municipality 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 municipality:

- Volunteer Fire Department
- Volunteer Ambulance Corp.
- Free Public Library

TOWNSHIP OF ROCHELLE PARK
NOTES TO FINANCIAL STATEMENTS
Year Ended December 31, 2010

Note 2 - Summary of Significant Accounting Policies

The financial statements contain all applicable funds and account groups in accordance with the "Requirements of Audit" and the "N.J. Comprehensive Annual Financial Report" as promulgated by the State of New Jersey, Department of Community Affairs, Division of Local Government Services. Such principles and practices are designed primarily for determining compliance with legal provisions and budgetary restrictions and as a means of reporting on the stewardship of public officials with respect to public funds. Under this method of accounting, the municipality accounts for its financial transactions through the following separate funds which differs from the funds required by generally accepted accounting principles (GAAP).

A. Funds and Account Groups

The accounts are organized into the following funds and account groups:

Current Fund - The Current Fund accounts for resources and expenditures for governmental operations of a general nature.

Federal and State Grant Fund - The Federal and State Grant Fund accounts for the budgeted and unbudgeted revenue/receipt, expenditure/disbursement of federal and state grants which qualify for accounting treatment more closely related to GAAP.

Trust Fund - 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. It is also the only fund, other than the Current Fund, that possesses the statutory authority to issue debt.

General Fixed Asset Account Group - The General Fixed Asset Account Group accounts for Township owned real and personal property in accordance with Technical Accounting Directive #85-2.

**TOWNSHIP OF ROCHELLE PARK
NOTES TO FINANCIAL STATEMENTS
Year Ended December 31, 2010**

Note 2 - Summary of Significant Accounting Policies (Continued)

B. Budgets and Budgetary Accounting

The municipality must adopt an annual budget in accordance with N.J.S.A. 40A:4 et al. N.J.S.A. 40A:4-5 requires the governing body to introduce and approve the annual municipal budget no later than February 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 (10) days prior to the hearing in a newspaper published and circulated in the municipality. The public hearing must not be held less than twenty-eight (28) 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. An extension of the statutory dates for introduction, approval and adoption of the municipal budget may be granted by the Director of the Division of Local Government Services, with the permission of Local Finance Board. Budgets are adopted on the same basis of accounting utilized for the preparation of the municipalities' financial statements.

C. Cash and Investments

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 New Jersey Cash Management Fund. N.J.S.A. 40A:5-15.1 provides a list of securities which may be purchased by New Jersey municipal units.

The cash management plan adopted by the municipality requires that funds be deposited in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act ("GUDPA"). GUDPA was enacted in 1970 to protect governmental units from a loss of funds on deposit with a failed banking institution in New Jersey.

N.J.S.A. 17:9-42 requires government units to deposit public funds only in public depositories located in New Jersey, where the funds are secured in accordance with the Act. Public funds are defined as the funds of any government unit. Public depositories include banks (both state and national banks), savings and loan institutions and savings banks, the deposits of which are federally insured. All public depositories pledge collateral, having a market value of 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 in the collateral pool, is available to pay the full amount of their deposits to the governmental units. All certificates of deposit are recorded as cash regardless of date of maturity.

**TOWNSHIP OF ROCHELLE PARK
NOTES TO FINANCIAL STATEMENTS
Year Ended December 31, 2010**

Note 2 - Summary of Significant Accounting Policies (Continued)

D. 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. GAAP does not require the establishment of an offsetting reserve.

E. 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 balance sheets.

F. General Fixed Assets

Property and equipment purchased by the Current and the General Capital Funds are recorded as expenditures at the time of purchase and are not capitalized. Accounting for Governmental Fixed Assets, as promulgated by Technical Accounting Directive No. 2 as issued by the Division of Local Government Services, differs in certain respects from generally accepted accounting principles. The following is a brief description of the provisions of the Directive. Fixed assets used in governmental operations (general fixed assets) are accounted for in the General Fixed Assets Account Group. Public domain ("infrastructure") general fixed assets consisting of certain improvements other than buildings, such as roads, bridges, curbs and gutters, streets and sidewalks and drainage systems are not capitalized. No depreciation on general fixed assets is recorded in the financial statements. Expenditures for construction in progress are recorded in the Capital Funds until such time as the construction is completed and put into operation. Fixed assets acquired through grants-in-aid or contributed capital have not been accounted for separately.

**TOWNSHIP OF ROCHELLE PARK
NOTES TO FINANCIAL STATEMENTS
Year Ended December 31, 2010**

Note 2 - Summary of Significant Accounting Policies (Continued)

G. Foreclosed Property

Foreclosed property is recorded in the Current Fund at the assessed value 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 Asset Account Group. If such property is converted to a municipal use, it will be capitalized in the General Fixed Asset Account Group. GAAP requires property to be recorded in the General Fixed Asset Account Group at the market value at the time of acquisition.

H. 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 al. Deferred charges are subsequently raised as items of appropriation in budgets of succeeding years.

I. 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. Appropriation Reserves are not established under GAAP.

J. 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.

K. Fund Balance

Fund Balances included in the current fund represent amounts available for anticipation as revenue in future years budgets, with certain restrictions.

TOWNSHIP OF ROCHELLE PARK
NOTES TO FINANCIAL STATEMENTS
Year Ended December 31, 2010

Note 2 - Summary of Significant Accounting Policies (Continued)

L. 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 as and when anticipated as such in the Township's budget. Other amounts that are due the Township which are susceptible to accrual are also recorded as receivables with offsetting reserves and recorded as revenue when received. GAAP generally requires that grant revenues be recognized when the actual expenditures financed by the grant are made.

M. Property Tax Revenues

Property tax revenues are collected in quarterly installments due February 1, May 1, August 1, and November 1. Property taxes unpaid on April 1 of the year following their final due date are subject to tax sale in accordance with the statutes. The amount of taxes levied includes not only the amount required in support of the Township's annual budget, but also the amounts required in support of the budgets of the entities that follow. Receivables for property taxes are recorded with offsetting reserves on the balance sheet of the Township's Current Fund; accordingly, such amounts are not recorded as revenue until collected. GAAP requires such revenue to be recognized when available and measurable reduced by an allowance for doubtful accounts.

N. School Taxes

The municipality is responsible for levying, collecting and remitting school taxes for the Local School District. Operations are charged for the full amount required to be raised from taxation to operate the local school district for the period from July 1 to June 30. GAAP would require the recording of a deferred revenue.

O. County Taxes

The municipality is responsible for levying, collecting and remitting county taxes for the County. Operations are 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 are 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.

TOWNSHIP OF ROCHELLE PARK
NOTES TO FINANCIAL STATEMENTS
Year Ended December 31, 2010

Note 2 - Summary of Significant Accounting Policies (Continued)

P. Reserve for Uncollected Taxes

The inclusion of the "Reserve for Uncollected Taxes" appropriation in the municipality's annual budget protects 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, is required to provide assurance that cash collected in the current year will provide sufficient cash flow to meet expected obligations. A Reserve for Uncollected Taxes is not established under GAAP.

Q. Expenditures

Expenditures are recorded on the "budgetary" basis of accounting. Generally, expenditures are recorded when an amount is encumbered for goods or services through the issuance of a purchase order in conjunction with the encumbrance accounting system. Outstanding encumbrances at June 30, are recorded as a cash liability. Appropriations for principal payments on outstanding general capital bonds and notes are provided on the cash basis; interest on general capital indebtedness is on the cash basis. GAAP requires expenditures to be recognized in the accounting period in which the fund liability is incurred, if measurable, except for unmatured interest on long term debt which is recognized when due.

R. 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. GAAP requires that the amount that would normally be liquidated with expendable financial resources be recorded as an expenditure in the operating funds and the remaining obligations be recorded as long term obligations.

S. Total Columns on Combined Statements

Total columns are captioned "memorandum only" to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position, results of operations, or changes in financial position in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

**TOWNSHIP OF ROCHELLE PARK
NOTES TO FINANCIAL STATEMENTS
Year Ended December 31, 2010**

Note 2 - Summary of Significant Accounting Policies (Continued)

T. Use of Estimates

The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Accordingly, actual results could differ from those estimates.

U. New Reporting Standard(s)

In June 1999, the Governmental Accounting Standards Board (GASB) issued Statement 34 "Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments." This Statement establishes new financial reporting requirements for state and local governmental units throughout the United States. Implementation will require new information and restructuring of information presented in past years, affecting comparability of annual reports. The Township will follow direction from the Division of Local Government Services concerning implementation dates, as they may not coincide with national requirements. The Township has not yet determined the impact of adoption of this standard on the financial statements.

In July 2004, the Governmental Accounting Standards Board (GASB) adopted statement number 45, "Accounting and Financial Reporting by Employers for Post Employment Benefits Other than Pensions". This statement will become effective for governmental entities on a phased in basis based on the entities total annual revenues. This phase in began with fiscal years beginning after December 15, 2006 and continued thru December 15, 2008 depending on annual revenues. The Borough's effective date is the year beginning January 1, 2009. This statement will require Governmental entities to report the future cost of other post employment benefits (OPEB) on a present value basis instead of the present "pay as you go" method. The Township has not yet determined the impact of adoption of this standard on the financial statements.

**TOWNSHIP OF ROCHELLE PARK
NOTES TO FINANCIAL STATEMENTS
Year Ended December 31, 2010**

Note 3 - Cash and Cash Equivalents

Change funds, petty cash, cash in banks, certificates of deposit and funds on deposit with the New Jersey Cash Management Fund are considered cash and cash equivalents.

A. Deposits

New Jersey Statutes permit the deposit of public funds in institutions located in New Jersey which are insured by the Federal Deposit Insurance Corporation (FDIC), or by any other agencies of the United States that insures deposits, or the New Jersey Cash Management Fund.

All bank deposits as of the balance sheet date are entirely insured or collateralized by a collateral pool maintained by public depositories as required by the Governmental Unit Deposit Protection Act. In general, bank deposits are classified as to credit risk by the three categories described below:

Category 1 - Insured or collateralized with securities held by the municipality or by its agent in the municipality's name.

Category 2 - Collateralized with securities held by the pledging public depository's trust department or agent in the municipality's name.

Category 3 - Uncollateralized, including any deposits that is collateralized with securities held by the pledging public depository, or by its trust department or agent but not in the municipality's name.

At December 31, the municipality's deposits categorized by level of risk are summarized as follows:

Year	Book Balance	Category		
		1	2	3
2010	\$ 3,530,822	\$ 3,619,929	\$ -	\$ -
2009	\$ 2,796,078	\$ 2,888,969	\$ -	\$ -
2008	\$ 4,284,630	\$ 4,614,576	\$ -	\$ -
2007	\$ 5,140,522	\$ 5,254,280	\$ -	\$ -
2006	\$ 5,537,238	\$ 5,603,474	\$ -	\$ -
2005	\$ 5,579,688	\$ 5,653,467	\$ -	\$ -
2004	\$ 5,225,362	\$ 4,634,968	\$ -	\$ -
2003	\$ 5,071,486	\$ 3,408,390	\$ -	\$ -
2002	\$ 5,118,055	\$ 1,104,258	\$ -	\$ -
2001	\$ 8,919,809	\$ 8,831,488	\$ -	\$ -

B. New Jersey Cash Management Fund

The State of New Jersey Cash Management Fund is managed by the State of New Jersey, Division of Investment under the Department of Treasury. It consists of U.S. Treasury obligations, government agency obligations, certificates of deposit and commercial paper. At December 31, 2010 the municipality did not have any cash deposited with the New Jersey Cash Management Fund.

**TOWNSHIP OF ROCHELLE PARK
NOTES TO FINANCIAL STATEMENTS
Year Ended December 31, 2010**

Note 4 - Investments

New Jersey Statutes permit the municipality to purchase the following types of securities for investment:

- a. Bonds or other obligations of the United States or obligations guaranteed by the United States of America.
- b. Government Money Market Mutual Funds.
- c. Any obligation that a federal agency or federal instrumentality has issued, which security has a maturity date not greater than 397 days from the date of purchase, provided that such obligation bears a fixed rate of interest.
- d. Bonds or other obligations of municipalities or bonds or other obligations of school districts.
- e. Bonds or other obligations, having a maturity date of not more than 397 days from the date of purchase that are approved by the New Jersey Department of Treasury, Division of Investments.
- f. Local government investment pools.
- g. Agreement for the repurchase of fully collateralized securities, if transacted in accordance with N.J.S.A. 40A:5-15.1(8a-8e).

No investments were held as of December 31, 2010.

TOWNSHIP OF ROCHELLE PARK
NOTES TO FINANCIAL STATEMENTS
Year Ended December 31, 2010

Note 5 - Receivables

New Jersey municipal accounting procedures require accrued receivables to be off-set with a reserve originating with a charge to operations. Exceptions to this requirement include those grants used to fund capital projects reflected in the General Capital Fund, amounts due from the State of New Jersey for Veterans and Senior Citizens Deductions and public and private programs qualifying for grant accounting treatment in the Federal and State Grant Fund.

**TOWNSHIP OF ROCHELLE PARK
NOTES TO FINANCIAL STATEMENTS
Year Ended December 31, 2010**

Note 6 - Commitments

The municipality is entered into a number of operating leases which vary on cancellation provisions and other terms. Annual requirements are provided for in appropriate department budget appropriations. Complete lease information is on file and available with the municipality.

**TOWNSHIP OF ROCHELLE PARK
NOTES TO FINANCIAL STATEMENTS
Year Ended December 31, 2010**

Note 7 - Fixed Assets

The following is a summary of general fixed asset additions, deletions and adjustments:

2010

	Beginning Balance	Additions	Deletions	Adjustments	Ending Balance
Land	\$ 1,997,800	\$ -	\$ -	\$ -	\$ 1,997,800
Buildings and Improvements	3,950,200	-	-	-	3,950,200
Equipment	538,020	-	-	-	538,020
Vehicles	2,169,900	-	-	-	2,169,900
	<u>\$ 8,655,920</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 8,655,920</u>

2009

	Beginning Balance	Additions	Deletions	Adjustments	Ending Balance
Land	\$ 1,997,800	\$ -	\$ -	\$ -	\$ 1,997,800
Buildings and Improvements	3,950,200	-	-	-	3,950,200
Equipment	538,020	-	-	-	538,020
Vehicles	2,169,900	-	-	-	2,169,900
	<u>\$ 8,655,920</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 8,655,920</u>

**TOWNSHIP OF ROCHELLE PARK
NOTES TO FINANCIAL STATEMENTS
Year Ended December 31, 2010**

Note 8 - Municipal Debt

A. Types of Municipal Debt

Capital Debt

The "Local Bond Law" of New Jersey Statutes governs the issuance of bonds and notes to finance capital expenditures, and are permitted only from the General Capital Fund. Bonds and Notes are backed by the full faith and credit of the municipality. Capital projects under financed under the Local Bond Law must have a minimum useful life of five years.

Bond Anticipated Notes - Bond Anticipation Note ("BANs") are issued to temporarily finance projects prior to the issuance of permanent bonds. Generally, the term of BANs can not exceed one year, but may be renewed from time to time for periods not exceeding one year, and ultimately paid or permanently financed no later than the first day of the fifth month following the close of the tenth fiscal year following the original issue date of the BAN. New Jersey Statutes require that on or before the third anniversary date of the original BAN issue date, an amount at least equal to the first legally payable installment must be paid towards the BAN upon each renewal until permanently funded or retired.

Bonds - Bonds issued are retired in serial installments within statutory periods of usefulness. New Jersey Statutes limit installment increments unless approval for a non-conforming maturity schedule is approved by the Local Finance Board.

**TOWNSHIP OF ROCHELLE PARK
NOTES TO FINANCIAL STATEMENTS
Year Ended December 31, 2010**

Note 8 - Municipal Debt (Continued)

B. Comparative Summary of Debt and Remaining Borrowing Power

The following comparative information summarizes the statutory debt calculations of the municipality as reported on the municipality's Annual Debt Statement.

	2010	2009	2008	2007
Issued:				
General Bonds and Notes	11,072,000	11,336,000	10,348,600	10,517,600
	\$ 11,072,000	\$ 11,336,000	\$ 10,348,600	\$ 10,517,600
Authorized but not Issued:				
General Bonds and Notes	\$ 785,000	\$ 620,000	\$ 2,094,000	\$ 699,000
Gross Debt	\$ 11,857,000	\$ 11,956,000	\$ 12,442,600	\$ 11,216,600
Deductions	\$ 1,555,000	\$ 1,760,000	\$ 1,955,000	\$ 2,145,000
Net Debt	\$ 10,302,000	\$ 10,196,000	\$ 10,487,600	\$ 9,071,600
Equalized Valuation Basis	\$ 1,137,186,942	\$ 1,162,651,923	\$ 1,142,100,365	\$ 990,224,029
Statutory Net Debt Percentage	0.91%	0.88%	0.92%	0.92%
3-1/2% of Equalized Valuation Basis	\$ 39,801,543	\$ 40,692,817	\$ 39,973,513	\$ 34,657,841
Remaining Borrowing Power	\$ 29,499,543	\$ 30,496,817	\$ 29,485,913	\$ 25,586,241

TOWNSHIP OF ROCHELLE PARK
NOTES TO FINANCIAL STATEMENTS
Year Ended December 31, 2010

Note 8 - Municipal Debt (Continued)

C. Long-Term Bonded Debt Service Requirements to Maturity

The annual debt service requirement for long-term obligations requirements to maturity, including principal and interest as of December 31, 2010 are as follows:

Calendar Year	7/15/94 General Improvement Bonds		7/15/01 General Improvement Bonds	
	Principal	Interest	Principal	Interest
2011	274,000	15,481	360,000	144,475
2012	-	-	395,000	128,275
2013	-	-	400,000	110,500
2014	-	-	400,000	92,100
2015	-	-	400,000	73,700
2016	-	-	400,000	55,300
2017	-	-	400,000	36,900
2018	-	-	400,000	18,500
	<u>\$ 274,000</u>	<u>\$ 15,481</u>	<u>\$ 3,155,000</u>	<u>\$ 659,750</u>

Calendar Year	Total	
	Principal	Interest
2011	634,000	159,956
2012	395,000	128,275
2013	400,000	110,500
2014	400,000	92,100
2015	400,000	73,700
2016	400,000	55,300
2017	400,000	36,900
2018	400,000	18,500
	<u>\$ 3,429,000</u>	<u>\$ 675,231</u>

TOWNSHIP OF ROCHELLE PARK
NOTES TO FINANCIAL STATEMENTS
Year Ended December 31, 2010

Note 8 - Municipal Debt (Continued)

D. Summary of Changes in Municipal Debt

During the fiscal year ended December 31, 2010, the following changes occurred in liabilities reported as general long-term debt:

	Beginning Balance	Issued	Retired	Ending Balance
Short-Term Debt:				
Tax Anticipation Notes	\$ -	\$ -	\$ -	\$ -
Emergency Notes	-	-	-	-
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Long-Term Debt:				
Serial Bonds	\$ 4,034,000	\$ -	\$ (605,000)	\$ 3,429,000
Loan Payable	-	-	-	-
Bond Anticipation Notes	5,542,000	6,088,000	(5,542,000)	6,088,000
Authorized but not Issued	655,000	785,000	(655,000)	785,000
	<u>\$ 10,231,000</u>	<u>\$ 6,873,000</u>	<u>\$ (6,802,000)</u>	<u>\$ 10,302,000</u>
	<u>\$ 10,231,000</u>	<u>\$ 6,873,000</u>	<u>\$ (6,802,000)</u>	<u>\$ 10,302,000</u>

	Ending Balance	Amounts Due within One Year	Long-term Portion
Short-Term Debt:			
Tax Anticipation Notes	\$ -	\$ -	-
Emergency Notes	-	-	-
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Long-Term Debt:			
Serial Bonds	\$ 3,429,000	\$ 634,000	\$ 2,795,000
Loan Payable	-	-	-
Bond Anticipation Notes	6,088,000	139,132	5,948,868
Authorized but not Issued	785,000	-	785,000
	<u>\$ 10,302,000</u>	<u>\$ 773,132</u>	<u>\$ 9,528,868</u>
	<u>\$ 10,302,000</u>	<u>\$ 773,132</u>	<u>\$ 9,528,868</u>

TOWNSHIP OF ROCHELLE PARK
NOTES TO FINANCIAL STATEMENTS
Year Ended December 31, 2010

Note 9 - Risk Management

The Township is exposed to various risks of loss related to general liability, automobile coverage, damage and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The Township has obtained insurance coverage to guard against these events which will provide minimum exposure to the Township should they occur. The Township is a member of the South Bergen Municipal Joint Insurance Fund (SBJIF) and Municipal Excess Liability Joint Insurance Fund (MEL). The joint insurance funds are both an insured and self-administered group of municipalities established for the purpose of insuring against property damage, general liability, motor vehicles and equipment and worker's compensation. The SBJIF and MEL coverage amounts are on file with the Township. The relationship between the Township and respective insurance funds is governed by a contract and by-laws that have been adopted by resolution of each unit's governing body. The Township is contractually obligated to make all annual and supplementary contributions to insurance, to report claims on a timely basis, cooperate with the management of the Fund, its claims investigation and settlement, and to follow risk management procedures as outlined by the insurance pools. Members have a contractual obligation to fund any deficit of the insurance fund attributable to a membership year during which they were a member. The funds provide its members with risk management services, including the defense of and settlement of claims, and established reasonable and necessary loss reduction and preventive procedures to be followed by the members. There has been no significant reduction in insurance coverage from the previous year nor have been there been any settlements in excess of insurance coverage in any of the prior three years. Contributions to the Funds, including a reserve for contingencies, are payable in four installments and are based on actuarial assumptions determined by the Fund's actuary. The Commissioner of Insurance may order additional assessments to supplement the Fund's claim, loss retention or administrative accounts to assure the payment of the Fund's obligations.

The Township has elected to fund its New Jersey Unemployment Compensation Insurance under the "Benefit Reimbursement Method". Under this plan the State of New Jersey provides the administration of payments to former employees of the Township. The Township is billed quarterly for benefits paid to former employees.

**TOWNSHIP OF ROCHELLE PARK
 NOTES TO FINANCIAL STATEMENTS
 Year Ended December 31, 2010**

Note 10 - Interfunds

As of December 31, interfund balances on the Township's various balance sheets were as follows:

	<u>Interfunds Receivable</u>	<u>Interfunds Payable</u>
<u>2010</u>		
Current Fund	\$ 20,711	\$ 108,378
Trust Fund	-	20,711
General Capital Fund	108,378	-
	<u>\$ 129,089</u>	<u>\$ 129,089</u>
<u>2009</u>		
Current Fund	\$ 21,795	\$ 792
Trust Fund	-	20,711
General Capital Fund	792	1,084
	<u>\$ 22,587</u>	<u>\$ 22,587</u>

**TOWNSHIP OF ROCHELLE PARK
NOTES TO FINANCIAL STATEMENTS
Year Ended December 31, 2010**

Note 11 - Deferred Charges to be Raised in Succeeding Budgets

Certain expenditures are required to be deferred to budgets of succeeding years. At December 31, the following deferred charges are shown on the balance sheet of the Current Fund:

	Balance December 31,	Appropriated in Subsequent Year's Budget	Balance to Succeeding
<u>2010</u>			
Current Fund:			
Overexpenditures	\$ -	\$ -	\$ -
Expenditures Without Appropriations	-	-	-
Deficit in Operations	-	-	-
Emergency Authorizations (40A:4-55) Special Emergency	-	-	-
Authorizations (40A:4-53) - Master Plan	27,000	9,000	18,000
Special Emergency Authorizations (40A:4-53) - Revaluation	140,000	35,000	105,000
	<u>\$ 167,000</u>	<u>\$ 44,000</u>	<u>\$ 123,000</u>

2009

Current Fund:			
Overexpenditures	\$ -	\$ -	\$ -
Expenditures Without Appropriations	-	-	-
Deficit in Operations	-	-	-
Emergency Authorizations (40A:4-55) Special Emergency	-	-	-
Authorizations (40A:4-53) - Master Plan	36,000	9,000	27,000
Special Emergency Authorizations (40A:4-53) - Revaluation	175,000	35,000	140,000
	<u>\$ 211,000</u>	<u>\$ 44,000</u>	<u>\$ 167,000</u>

**TOWNSHIP OF ROCHELLE PARK
NOTES TO FINANCIAL STATEMENTS
Year Ended December 31, 2010**

Note 12 - Retirement Plans

Those employees who are eligible for pension coverage are enrolled in either the Public Employees Retirement System of New Jersey (PERS) or the Police and Firemans' Retirement System of New Jersey (PFRS) and the Defined Contribution Retirement Program (DCRP). The systems are cost-sharing multiple-employer contributory defined benefit pension plans, and are component units of the State of New Jersey. Each retirement system has a Board of Trustees which is responsible for its organization and administration.

A. Public Employees' Retirement System (PERS)

Description of the System - The State of New Jersey Public Employees' Retirement System (the System; PERS) is a cost-sharing multiple-employer contributory defined benefit plan which was established as of January 1, 1955, under the provisions of N.J.S.A. 43:15A. The System is included along with other state-administered pension trust and agency funds in the basic financial statements of the State of New Jersey.

At June 30, 2009 and 2008, the dates of the most recent actuarial valuations, participating employers consisted of the following:

	2009	2008
State of New Jersey	1	1
County Agencies	65	65
Municipalities	584	583
School Districts	566	561
Other Public Agencies	484	486
Total	<u>1,700</u>	<u>1,696</u>

The System's designated purpose is to provide retirement, death, disability and medical benefits to certain qualified members. Membership in the System is mandatory for substantially all full-time employees of the State of New Jersey or any county, municipality, school district or public agency, provided the employee is not required to be a member of another state-administered retirement system or other state pension fund or local jurisdiction's pension fund. The System's Board of Trustees is primarily responsible for the administration of the System.

According to the State of New Jersey Administrative Code, all obligations of the System will be assumed by the State of New Jersey should the System terminate.

TOWNSHIP OF ROCHELLE PARK
NOTES TO FINANCIAL STATEMENTS
Year Ended December 31, 2010

Note 12 - Retirement Plans (Continued)

A. Public Employees' Retirement System (PERS) (Continued)

Vesting and Benefit Provisions - The vesting and benefit provisions are set by N.J.S.A. 43:15A and 43:3B. The System provides retirement, death and disability benefits. All benefits vest after eight to ten years of service, except for medical benefits, which vest after 25 years of service or under the disability provisions of the System. Retirement benefits for age and service are available at age 60 and are generally determined to be 1/55 of final average salary for each year of service credit (as defined). Final average salary equals the average salary for the final three years of service prior to retirement (or highest three years' compensation if other than the final three years). Members may seek early retirement after achieving 25 years service credit, as defined, or they may elect deferred retirement after achieving eight to ten years of service credit, in which case benefits would begin the first day of the month after the member attains normal retirement age.

Members are always fully vested for their own contributions and, after three years of service credit, become vested for earnings on their contributions at 2% per annum. In the case of death before retirement, members' beneficiaries are entitled to full interest credited to the members' accounts.

Eligible retirees receiving monthly benefits are entitled to cost-of-living increases equal to 60% of the change in the average consumer price index for the calendar year in which the pensioner retired, as compared to the average consumer price index for a 12-month period ending with each August 31st immediately preceding the year in which the adjustment becomes payable. The regular retirement allowance is multiplied by the 60% factor as developed and results in a dollar amount of the adjustment payable. Retired members become eligible for pension adjustment benefits after 24 months of retirement.

Significant Legislation - Chapter 103, P.L. 2007 amended the early retirement reduction formula for members hired on or after July 1, 2007 and retiring with 25 years of service to be reduced by 1% for every year between age 55 and 60, plus 3% for every year under age 55.

Chapter 89, P.L. 2008 increased the PERS eligibility age for unreduced benefits from age 60 to age 62 for members hired on or after November 1, 2008; increased the minimum annual compensation required for membership eligibility for new members. Also, it amended the early retirement reduction formula for members hired on or after November 1, 2008 and retiring with 25 years of service to be reduced by 1% for every year between age 55 and 62, plus 3% for every year under age 55.

Chapter 1, P.L. 2010, effective May 21, 2010, changed the membership eligibility criteria for new members of PERS from the amount of compensation to the number of hours worked weekly. Also, it returned the benefit multiplier for new members of PERS to 1/60 from 1/55, and it provided that new members of PERS have the retirement allowance calculated using the average annual compensation for the last five years of service instead of the last three years of service. New members of PERS will no longer receive pension service credit from more than one employer. Pension service credit will be earned for the highest paid position only. This law also closed the Prosecutors Part of the PERS to new members and repealed the law for new members that provided a non-forfeitable right to receive a pension based on the laws of the retirement system in place at the time 5 years of pension service credit is attained. The law also requires the State to make its full pension contribution, defined as 1/7th of the required amount, beginning in fiscal 2012.

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

Membership in the system consisted of the following at June 30, 2009 and 2008, the dates of the most recent actuarial valuations:

	2009	2008
Retirees and beneficiaries currently receiving benefits and terminated employees entitled to benefits but not yet receiving them	138,619	134,555
Active Members:		
Vested	144,698	142,280
Non-Vested	172,151	176,902
Total Active Members	316,849	319,182
Total	455,468	453,737

TOWNSHIP OF ROCHELLE PARK
 NOTES TO FINANCIAL STATEMENTS
 Year Ended December 31, 2010

Note 12 - Retirement Plans (Continued)

B. Police and Firemen's Retirement System (PFRS)

Description of the System

State of New Jersey Police and Firemen's Retirement System (the System; PFRS) is a cost-sharing multiple-employer contributory defined benefit plan which was established as of July 1, 1944, under the provisions of N.J.S.A. 43:16A. The System is included along with other state-administered pension trust and agency funds in the basic financial statements of the State of New Jersey.

At June 30, 2009 and 2008, the dates of the most recent actuarial valuations, participating employers consisted of the following:

	2009	2008
State of New Jersey	1	1
Municipalities	588	588
Total	<u>589</u>	<u>589</u>

The System's designated purpose is to provide retirement, death and disability benefits to its members. Membership in the System is mandatory for substantially all full-time county and municipal police or firemen, and state firemen or officer employees with police powers appointed after June 30, 1944. The System's Board of Trustees is primarily responsible for its administration.

According to State of New Jersey Administrative Code, all obligations of the System will be assumed by the State of New Jersey should the System terminate.

**TOWNSHIP OF ROCHELLE PARK
NOTES TO FINANCIAL STATEMENTS
Year Ended December 31, 2010**

Note 12 - Retirement Plans (Continued)

B. Police and Firemen's Retirement System (PFRS) (Continued)

Vesting and Benefit Provisions

The vesting and benefit provisions are set by N.J.S.A. 43:16A and 43:3B. The System provides retirement as well as death and disability benefits. All benefits vest after ten years of service except disability benefits which vest after four years of service. Retirement benefits for age and service are available at age 55 and are generally determined to be 2% of final compensation for each year of creditable service, as defined, up to 30 years plus 1% for each year of service in excess of 30 years. Final compensation equals the compensation for the final year of service prior to retirement. Members may seek special retirement after achieving 25 years of creditable service or they may elect deferred retirement after achieving ten years of service, in which case benefits would begin at age 55 equal to 2% of final compensation for each year of service. The annual benefit under special retirement is 65% of the member's final compensation plus 1% for each year of creditable service over 25 years but not to exceed 30 years. The maximum allowance is therefore 70% of final compensation.

Widow/widowers of members retired since December 18, 1967 receive 50% of the retiree's final compensation. The minimum annual widow/widower's benefits of an accidental disability retiree prior to December 18, 1967 and of all retirees since December 18, 1967 is \$4,500.

Members are always fully vested for their own contributions. In the case of death before retirement, members' beneficiaries are entitled to full payment of members' contributions providing no survivor death benefits are payable.

Eligible retirees receiving monthly benefits are entitled to cost-of-living increases equal to 60% of the change in the average consumer price index for the calendar year in which the pensioner retired, as compared to the average consumer price index for a 12-month period ending with each August 31st immediately preceding the year in which the adjustment becomes payable. The regular retirement allowance is multiplied by the 60% factor as developed and results in the dollar amount of the adjustment payable. Retired members become eligible for pension adjustment benefits after 24 months of retirement. The cost-of-living increases are funded by the retirement system and are included in the annual actuarial calculations of the required state and state-related employer contributions.

TOWNSHIP OF ROCHELLE PARK
 NOTES TO FINANCIAL STATEMENTS
 Year Ended December 31, 2010

Note 12 - Retirement Plans (Continued)

B. Police and Firemen's Retirement System (PFRS) (Continued)

Significant Legislation:

Chapter 1, P.L. 2010, effective May 21, 2010, eliminated the provision in PFRS that would permit a member to retire, at any age after 25 years of service credit, on a special retirement allowance of 70% of final compensation after the retirement system reaches a funded level of 104%. Also, for new members of PFRS, the law capped the maximum compensation that can be used to calculate a pension from the plan at the annual wage contribution base for Social Security, and requires the pension to be calculated using a three year average annual compensation instead of the last year's salary.

Membership in the System consisted of the following at June 30, 2009 and 2008 the dates of the most recent actuarial valuations:

	2009	2008
Retirees and beneficiaries currently receiving benefits and terminated employees entitled to benefits but not yet receiving them	34,364	33,151
Active members:		
Vested	29,400	29,056
Non-vested	15,750	16,410
Total active members	45,150	45,466
Total	79,514	78,617

**TOWNSHIP OF ROCHELLE PARK
NOTES TO FINANCIAL STATEMENTS
Year Ended December 31, 2010**

Note 12 - Retirement Plans (Continued)

C. Defined Contribution Retirement Program (DCRP)

The Defined Contribution Retirement Program (DCRP) was established July 1, 2007, under the provisions of Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007, and expanded under the provisions of Chapter 89, P.L. 2008,

The DCRP provides eligible members with a tax-sheltered, defined contribution retirement benefit, along with life insurance and disability coverage.

Eligibility

Individuals eligible for membership in the DCRP include:

- 1) State or local officials who are elected or appointed on or after July 1, 2007
- 2) Employees enrolled in the Public Employees Retirement System (PERS) or Teachers Pension and Annuity Fund (TPAF) on or after July 1, 2007, who earn salary in excess of established "maximum compensation" limits; and
- 3) Employees otherwise eligible to enroll in the PERS or TPAF on or after November 2, 2008, who do not earn the minimum annual salary for PERS or TPAF Membership Tier 3 enrollment (\$7,500 in 2009, subject to adjustment in future years) but who earn salary of at least \$1,500 annually.)

Employees enrolled in the PERS or TPAF on or after July 1, 2007 are subject to a maximum compensation limit for PERS and TPAF pension contributions. The maximum compensation is based on the annual maximum wage for Social Security (see chart below) and is subject to change at the start of each calendar year.

Enrollment

Eligible PERS or TPAF members are enrolled in the DCRP when the annual salary exceeds the maximum compensation limit. This may occur either:

Upon enrollment into the PERS or TPAF when an annual base salary is reported on the Enrollment Application that will exceed the maximum compensation; or when a PERS or TPAF member's annual salary is increased to where it will exceed the maximum compensation and it is reported by the employer to the Division of Pensions and Benefits (either by directly contacting the Division, or when submitted by the employer on the Quarterly Report of Contributions). When enrolled in the DCRP, members contribute 5.5% of the base salary in excess of the maximum compensation limit to a tax-deferred investment account established with Prudential Financial, which jointly administers the DCRP investments with the Division of Pensions and Benefits. Member contributions are matched by a 3% employer contribution based on the salary in excess of the maximum compensation limit.

It is important that an employer enroll a DCRP eligible PERS or TPAF member as soon as it is known that the employee's annual salary will exceed the maximum compensation, so that the DCRP account can be established in advance of collection of any required contributions.

TOWNSHIP OF ROCHELLE PARK
NOTES TO FINANCIAL STATEMENTS
Year Ended December 31, 2010

Note 12 - Retirement Plans (Continued)

C. Defined Contribution Retirement Program (DCRP)

Retirement

Six months before retirement, a member should contact the employer and Prudential Financial for information regarding DCRP benefits and options.

A DCRP member may elect to receive all or a portion of his/her account in a lump-sum distribution, or in a variety of periodic payment methods. Please contact your administrative services provider for more information. All returns of contributions and earnings are considered taxable in the year they are received; therefore, the type of payout plan should be considered carefully prior to retirement.

There is no minimum retirement age under the DCRP. The member will automatically be considered retired, regardless of age, if there is any distribution of mandatory contributions.

A member may take a distribution at any time after termination of employment; however, if you return to public employment in New Jersey, you cannot participate in any State-administered retirement system.

TOWNSHIP OF ROCHELLE PARK
 NOTES TO FINANCIAL STATEMENTS
 Year Ended December 31, 2010

Note 12 - Retirement Plans (Continued)

D. Contributions Required by Employer

<u>Year</u>	<u>Pension Cost</u>	<u>Percentage Contributed</u>	<u>Non-Contrib Health Ins.</u>	<u>Pension Obligation</u>
<i>Police and Firemens' Pension Fund (PFRS)</i>				
2010	\$ 509,391	100.00%	\$ 25,898	\$ 535,289
2009	\$ 491,640	100.00%	\$ 20,216	\$ 511,856
2008	\$ 498,287	100.00%	\$ -	\$ 498,287
2007	\$ 382,479	80.00%	\$ -	\$ 478,099
<i>Public Employees Retirement System (PERS)</i>				
2010	\$ 98,792	100.00%	\$ 13,700	\$ 112,492
2009	\$ 87,951	100.00%	\$ 10,932	\$ 98,883
2008	\$ 74,520	80.00%	\$ -	\$ 93,150
2007	\$ 39,062	60.00%	\$ -	\$ 65,103
<i>Defined Contribution Retirement Program (DCRP)</i>				
2010	\$ -	100.00%	\$ -	\$ -
2009	\$ -	100.00%	\$ -	\$ -
2008	\$ -	100.00%	\$ -	\$ -
2007	\$ -	100.00%	\$ -	\$ -

E. Trend Information

Historical trend information showing the plan's progress in accumulating sufficient assets to pay benefits when due are presented in the State of New Jersey's PERS, PFRS and DCRP financial reports. Those reports may be obtained by writing to the State of New Jersey, Department of Treasury Division of Pensions, Trenton, New Jersey.

TOWNSHIP OF ROCHELLE PARK
 NOTES TO FINANCIAL STATEMENTS
 Year Ended December 31, 2010

Note 13 - Deferred Compensation Plan

A. Description

The Township offers its employees and qualifying volunteers participation in a deferred compensation plans created in accordance with Internal Revenue Code Section 457. The plans, which are administered by an outside contractor, permits participants to defer a portion of their Township contributions on behalf of volunteers until future years. Amounts deferred under the plan are not available to employees until termination, retirement, death or unforeseeable emergency.

All amounts of compensation deferred under the plan and all income attributable to those amounts are (until paid or made available to the employee or other beneficiary) solely the property and rights of the Township's subject only to the claims of the Township's general creditors. Participants' rights under the plan are equal to those of general creditors of the Township in an equal amount to the fair value of the deferred account for each participant.

It is the opinion of the Township's legal counsel that the Township has no liability for losses under the plan. Under the plan, participants select investments from alternatives offered by the plan administrators, who manages the plan on behalf of the Township. Investment selection by the participants may change from time to time, as the Township manages none of the investment selections. By making the selection, participants accept and assume all risks that adhere in the plan and its administration.

Information pertaining to the three plans offered by the Township are as follows:

Lincoln National Life Insurance Co.

This plan administers Township contributions towards its Volunteer Length of Service Award Program (LOSAP).

	2010
Assets, Beginning of Year (Market Value)	\$ 238,070
Township Contribution	30,150
Earnings and Adjustments to Market Value	36,812
Payments to Eligible Employees	(1,628)
Charges and Credits	(1,568)
Assets, Ending of Year (Market Value)	<u>\$ 301,836</u>

B. Equitable

This plan administers employee's current participant activity under tradition salary deferrals, transfers from other plans and compensation deferred under a contractual agreement between eligible employees.

	2010
Assets, Beginning of Year (Market Value)	\$ 867,596
Deferrals of Compensation	78,925
Earnings and Adjustments to Market Value	52,914
Payments to Eligible Employees	(129,033)
Charges and Credits	-
Assets, Ending of Year (Market Value)	<u>\$ 870,402</u>

**TOWNSHIP OF ROCHELLE PARK
NOTES TO FINANCIAL STATEMENTS
Year Ended December 31, 2010**

Note 14 - Other Post Retirement Benefits

A. Compensated Absences

All employees are permitted to carry over 1 week of unused vacation days per year. A detail of amounts due is on file in the Office of the Township Clerk - 151 West Passaic Street Rochelle Park, NJ 07662 (201) 587-7730. In accordance with accounting practices prescribed by the Division of Local Government Services, this amount is not recorded as either an expenditure or a liability. The Township approximates this liability at December 31, 2010 to be \$57,325.

**TOWNSHIP OF ROCHELLE PARK
NOTES TO FINANCIAL STATEMENTS
Year Ended December 31, 2010**

Note 15 - Contingencies

A. Litigation

The municipality is a party to various legal proceedings which normally occur in the operation of government. These proceedings are not likely to have a materially adverse affect on the various funds of the municipality.

B. Federal and State Grants

The municipality participates in a number of federal and state programs that are fully or partially funded by grants received from other governmental units. Expenditures financed by grants are subject to audit by the appropriate grantor agency. If expenditures are disallowed, the municipality may be required to reimburse the grantor agency. As of December 31, 2010, significant amounts of grant expenditures have not been audited. The municipality believes that any future disallowed expenditures will not have a material effect on its financial position.

C. Tax Appeals

Various tax appeal cases were pending in the New Jersey Tax Court at December 31, 2010 and 2009. Amounts claimed have not yet been determined. The Township is vigorously defending its assessments in each case. Under the accounting principles prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, the Township does not recognize a liability, if any, until these cases have been adjudicated. The Township expects such amounts, if any, to be material. As of December 31, 2010 and 2009, the Township did not record reserves in the Current Fund for tax appeals pending in the New Jersey Tax Court. Funding of any ultimate liability would be provided for in succeeding years' budgets, from fund balance or by issuance of refunding bonds.

**TOWNSHIP OF ROCHELLE PARK
 NOTES TO FINANCIAL STATEMENTS
 Year Ended December 31, 2010**

Note 16 - Subsequent Events

As of the date of this report, the following are considered material subsequent events:

A. Subsequent Year Capital Projects

The Borough's FY 2011 Capital Budget currently includes the following:

Purpose	Total	CIF and Other Funded Sources	Bonds & Notes Authorized
#1028-11 Resurface of High Street	\$ 150,000	\$ 100,000	\$ 50,000
#1037-11 Various Public Improvements	1,450,000	70,000	1,380,000
	<u>\$ 1,600,000</u>	<u>\$ 170,000</u>	<u>\$ 1,430,000</u>

B. Bond Anticipation Notes

On June 24, 2011 the Township issued Bond Anticipation Notes in the amount of \$6,598,000 to temporarily finance expenditures related to various capital projects. The Township has awarded the sale of said notes to Valley National Bank, at an interest rate of 1.04%. These notes will mature on February 15, 2012.

**TOWNSHIP OF ROCHELLE PARK
CURRENT FUND
STATEMENT OF ASSETS, LIABILITIES AND FUND BALANCE - STATUTORY BASIS**

	2010	2009
<u>ASSETS AND OTHER DEBITS</u>		
Cash:		
Current Account	\$ 1,630,215	\$ 1,281,961
Investment Account	-	204,806
Ambulance Fee Account	45,575	-
Change Funds	420	420
	<u>\$ 1,676,210</u>	<u>\$ 1,487,187</u>
Intergovernmental Receivable:		
State of N.J. (P.L. 1976, c.73)	\$ -	\$ -
Interfunds Receivable:		
General Capital Fund	\$ -	\$ 1,084
Animal Control Trust Fund	388	388
Escrow & Developers Deposit Trust Fund	20,323	20,323
	<u>\$ 20,711</u>	<u>\$ 21,795</u>
Other Receivables:		
Delinquent Property Taxes Receivable	\$ 421,401	\$ 276,903
Property Acquired for Taxes	7,079	7,079
Revenue Accounts Receivable	-	15,088
	<u>\$ 428,480</u>	<u>\$ 299,070</u>
Deferred Charges:		
Special Emergency Authorizations (40A:4-53)	\$ 167,000	\$ 211,000
Total Assets and Other Debits	<u>\$ 2,292,401</u>	<u>\$ 2,019,052</u>
<u>LIABILITIES, RESERVES AND FUND BALANCE</u>		
Interfunds Payable:		
Trust Fund	\$ -	\$ -
General Capital Fund	108,378	792
	<u>\$ 108,378</u>	<u>\$ 792</u>
Deferred Revenues	\$ -	\$ -
Other Liabilities and Reserves:		
Appropriation Reserves	\$ 469,844	\$ 311,733
Reserve for Encumbrances	149,143	161,252
Reserve for Revaluation	34,969	71,916
Reserve for Master Plan	43,036	44,208
Reserve for Site Plan Fees	2,350	300
Reserve for Public Defender Fees	5,240	3,020
Due to TD BankNorth	-	4
Special Emergency Note Payable	140,000	175,000
Prepaid Taxes	60,778	54,326
Tax Overpayments	-	-
	<u>\$ 905,360</u>	<u>\$ 821,759</u>
Intergovernmental Payable		
Due State of N.J. - D.C.A. Training Fees	\$ 1,128	\$ 1,650
Due State of N.J. - Marriage License Fees	100	200
Due County for Added & Omitted Taxes	-	2,567
Local District School Tax Payable	180,493	-
	<u>\$ 181,721</u>	<u>\$ 4,417</u>
Reserve for Receivables and Other Assets	\$ 449,191	\$ 320,865
Fund Balance	<u>\$ 647,751</u>	<u>\$ 871,219</u>
Total Liabilities, Reserves and Fund Balance	<u>\$ 2,292,401</u>	<u>\$ 2,019,052</u>

TOWNSHIP OF ROCHELLE PARK
CURRENT FUND
STATEMENT OF REVENUES AND OTHER CREDITS TO INCOME - STATUTORY BASIS
Year Ended December 31, 2010

	Budget As Modified	Realized	Excess/ (Deficit)
REVENUES			
Fund Balance Anticipated	\$ 500,000	\$ 500,000	\$ -
Miscellaneous Revenues:			
Alcoholic Beverage Licenses	\$ 14,000	\$ 14,724	\$ 724
Other Licenses	13,000	18,855	5,855
Fees and Permits	320,000	128,306	(191,694)
Municipal Court Fines and Costs	222,000	231,727	9,727
Interest and Costs on Taxes	43,000	53,510	10,510
Interest on Investments and Deposits	8,000	3,617	(4,383)
Real Property Rental - 151 W. Passaic Street	151,350	136,000	(15,350)
Cable T.V. Franchise Fee - Cablevision	48,654	48,654	-
Cable T.V. Franchise Fee - Verizon	14,263	14,263	-
XO Communications Annual Row Fee	6,000	6,000	-
Cellular Tower Lease - AT&T/Cingular	24,000	43,124	19,124
Cellular Tower Lease - Sprint/Nextel	24,190	34,687	10,497
Cellular Tower Lease - Metro PCS	24,000	16,036	(7,964)
Consolidated Municipal Property Tax Relief	147,683	147,683	-
Energy Receipts Tax	528,948	528,948	-
Supplemental Energy Receipts Tax	21,886	21,886	-
Sale of Gasoline - Maywood BORO	68,000	99,958	31,958
Sale of Gasoline- Saddle Brook TWP	93,000	106,904	13,904
Uniform Construction Code Fees	113,000	109,872	(3,128)
Recycling Tonnage Grant	9,011	9,011	-
Clean Communities Program	7,823	7,823	-
Municipal Alliance on Alcoholism and Drug Abuse	10,356	10,356	-
Bergen County Prosecutor - Confiscated Funds	66,020	66,020	-
NJ Office of Homeland Security - FY09 Buffer Zone Program	200,000	200,000	-
Uniform Fire Safety Act	30,000	21,589	(8,411)
Westfield	135,920	135,920	-
Shared Service Agreement - Construction Code - Elmwood P	25,000	-	(25,000)
Employee Health Benefit Contribution	3,000	-	(3,000)
Third Party Billing - Ambulance Fees	45,000	-	(45,000)
Total Miscellaneous Revenues	\$ 2,417,104	\$ 2,215,473	\$ (201,631)
Receipts From Delinquent Taxes	\$ 275,000	\$ 274,447	\$ (553)
Amount to be Raised by Taxation for Municipal Budget	\$ 8,149,504	\$ 8,272,465	\$ 122,961
Total Revenues	\$ 11,341,608	\$ 11,262,385	\$ (79,223)
OTHER CREDITS TO INCOME			
Miscellaneous Revenues Not Anticipated	\$ -	\$ 176,394	\$ 176,394
Unexpended Balances of Appropriation Reserves	-	210,254	210,254
Interfund Loans Returned	-	1,084	1,084
Revenue Accounts Receivable	-	-	-
Deferred School Tax Revenue	-	-	-
Unexpended Balance Cancelled	-	2,063	2,063
Cancellations & Adjustments	-	-	-
Taxes Allocated to School and County:			
School Tax Levy	9,436,248	9,436,248	-
County Tax Levy	2,093,795	2,093,795	-
County Open Space	27,225	27,225	-
Added County Taxes	-	2,597	2,597
Added County Open Space	-	88	88
Total Other Credits to Income	\$ 11,557,268	\$ 11,949,748	\$ 392,480
Total Revenues and Other Credits to Income	\$ 22,898,876	\$ 23,212,133	\$ 313,257

TOWNSHIP OF ROCHELLE PARK
 CURRENT FUND
 STATEMENT OF EXPENDITURES AND OTHER CHARGES TO INCOME - STATUTORY BASIS
 Year Ended December 31, 2010

	Appropriated		Expended		Unexpended	
	2010 Budget	Budget After Modification	Paid or Charged	Reserved	Balance Canceled	Overexpended
OPERATIONS - WITHIN "CAPS"						
<u>General Government Functions</u>						
<u>General Administration:</u>						
Salaries and Wages	110,000	95,000	40,047	\$ 54,953	\$ -	-
Other Expenses	27,000	42,000	31,944	10,056	-	-
<u>Township Committee:</u>						
Salaries and Wages	28,050	28,050	27,776	274	-	-
Other Expenses	2,200	2,200	1,685	515	-	-
<u>Municipal Clerk:</u>						
Salaries and Wages	117,000	117,000	117,000	-	-	-
Other Expenses	22,300	22,300	22,300	-	-	-
<u>Financial Administration:</u>						
Salaries and Wages	35,000	15,000	7,908	7,092	-	-
Other Expenses	7,700	19,700	9,666	10,034	-	-
<u>Audit Services:</u>						
Other Expenses	27,500	27,500	25,947	1,553	-	-
<u>Computerized Data Processing:</u>						
Other Expenses	8,000	8,000	2,990	5,010	-	-
<u>Revenue Administration:</u>						
Salaries and Wages	67,000	67,000	67,000	-	-	-
Other Expenses	3,800	3,800	3,653	147	-	-
<u>Tax Assessment Administration:</u>						
Salaries and Wages	17,000	22,650	22,614	36	-	-
Other Expenses	25,000	10,000	2,662	7,338	-	-
<u>Legal Services:</u>						
Salaries and Wages	52,500	53,150	53,139	11	-	-
Other Expenses	50,000	50,000	32,912	17,088	-	-
<u>Engineering Services:</u>						
Other Expenses	5,500	22,500	19,867	2,613	-	-
<u>Land Use Administration</u>						
<u>Planning Board:</u>						
Salaries and Wages	4,000	4,500	4,000	500	-	-
Other Expenses	2,600	2,800	392	2,208	-	-
<u>Zoning Board of Adjustment:</u>						
Salaries and Wages	3,500	3,750	3,269	481	-	-
Other Expenses	3,200	3,200	2,149	1,051	-	-
<u>Insurance</u>						
Liability Insurance	180,000	180,000	180,000	-	-	-
Worker Compensation Insurance	140,000	140,000	136,449	3,551	-	-
Employee Group Insurance	993,244	803,244	791,462	11,782	-	-
Unemployment Compensation	13,000	33,000	16,106	16,894	-	-

TOWNSHIP OF ROCHELLE PARK
 CURRENT FUND
 STATEMENT OF EXPENDITURES AND OTHER CHARGES TO INCOME - STATUTORY BASIS
 Year Ended December 31, 2010

	Appropriated		Expended		Unexpended	
	2010 Budget	Budget After Modification	Paid or Charged	Reserved	Balance Canceled	Overexpended
OPERATIONS - WITHIN "CAPS" (Continued)						
<u>Public Safety Functions</u>						
Police:						
Salaries and Wages	\$ 2,800,000	\$ 2,993,500	\$ 2,993,276	\$ 224	\$ -	\$ -
Other Expenses	80,000	88,000	85,463	2,537	-	-
Other Expenses (Purchase of Police Cars)	44,000	20,535	8,272	12,263	-	-
911/Police Dispatch:						
Salaries and Wages	150,000	150,000	150,000	-	-	-
School Crossing Guards						
Salaries and Wages	75,000	75,000	75,000	-	-	-
Office of Emergency Management:						
Salaries and Wages	3,100	3,100	-	3,100	-	-
Other Expenses	3,850	4,150	4,113	37	-	-
Aid to Volunteer Fire Companies:						
Salaries and Wages	1,500	1,500	-	1,500	-	-
Other Expenses	40,000	40,000	38,750	1,250	-	-
Aid to Volunteer Ambulance Companies:						
Salaries and Wages	70,000	70,000	64,611	5,389	-	-
Other Expenses	24,000	24,000	23,670	330	-	-
Fire Department:						
Salaries and Wages	22,000	24,600	24,588	12	-	-
Other Expenses	8,000	8,000	6,927	1,073	-	-
Other Expenses - Hydrants	67,100	73,600	73,535	65	-	-
Municipal Prosecutor:						
Other Expenses	8,300	8,300	7,500	800	-	-
<u>Public Works Functions</u>						
Streets and Road Maintenance:						
Salaries and Wages	455,000	435,000	389,377	45,623	-	-
Other Expenses	70,000	70,000	56,894	13,106	-	-
Solid Waste Collection:						
Other Expenses	236,000	169,915	136,986	32,929	-	-
Recycling:						
Salaries and Wages	5,996	5,996	3,700	2,296	-	-
Buildings and Grounds:						
Other Expenses	63,500	98,000	85,047	12,953	-	-
Vehicle Maintenance:						
Other Expenses	55,000	55,000	55,000	-	-	-
<u>Health and Human Services</u>						
Public Health Services:						
Salaries and Wages	5,750	5,750	3,723	2,027	-	-
Other Expenses	19,600	25,100	22,890	2,210	-	-
<u>Park and Recreation Functions</u>						
Recreation Services and Programs:						
Salaries and Wages	37,440	37,440	34,635	2,805	-	-
Other Expenses	20,700	21,900	21,633	267	-	-
<u>Education Functions</u>						
Municipal Library:						
Salaries and Wages	85,000	86,500	85,690	810	-	-
Other Expenses	44,000	44,000	37,974	6,026	-	-
<u>Other Common Operating Functions</u>						
Celebration of Public Events:						
Other Expenses	10,000	10,000	10,000	-	-	-

**TOWNSHIP OF ROCHELLE PARK
CURRENT FUND
STATEMENT OF EXPENDITURES AND OTHER CHARGES TO INCOME - STATUTORY BASIS
Year Ended December 31, 2010**

	Appropriated		Expended		Unexpended	
	2010 Budget	Budget After Modification	Paid or Charged	Reserved	Balance Canceled	Overexpended
OPERATIONS - WITHIN "CAPS" (Continued)						
<u>Utility Expenses and Bulk Purchases</u>						
Electricity	\$ 85,000	\$ 85,000	\$ 71,209	\$ 13,791	\$ -	\$ -
Street Lighting	52,000	62,400	62,399	1	-	-
Telephone	40,000	40,000	39,345	655	-	-
Water	25,000	26,000	25,799	201	-	-
Gas (Natural or Propane)	75,000	75,000	74,389	611	-	-
Gasoline	75,000	75,000	75,000	-	-	-
<u>Code Enforcement Administration</u>						
Uniform Construction Code Enforcement Functions:						
Salaries and Wages	75,000	92,500	90,076	2,424	-	-
Other Expenses	5,000	5,000	1,086	3,914	-	-
<u>Municipal Court</u>						
Municipal Court Administration:						
Salaries and Wages	82,000	104,000	99,945	4,055	-	-
Other Expenses	9,400	9,400	7,021	2,379	-	-
Public Defender (P.L. 1997, C.256):						
Other Expenses	3,600	3,600	2,875	725	-	-
Total Operations - Within "CAPS"	\$ 6,996,930	\$ 7,002,930	\$ 6,671,355	\$ 331,575	\$ -	\$ -
Detail:						
Salaries and Wages	\$ 4,301,836	\$ 4,490,986	\$ 4,357,374	\$ 133,612	\$ -	\$ -
Other Expenses	\$ 2,695,094	\$ 2,511,944	\$ 2,313,981	\$ 197,963	\$ -	\$ -
DEFERRED CHARGES AND STATUTORY EXPENDITURES - WITHIN "CAPS"						
<u>Deferred Charges</u>						
Overexpenditures	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Prior Year Bills	-	-	-	-	-	-
<u>Statutory Expenditures</u>						
Social Security	194,922	174,922	165,574	9,348	-	-
Public Employees' Retirement System	102,344	102,344	102,344	-	-	-
Police and Firemen's Retirement System	529,771	529,771	529,771	-	-	-
Total Deferred Charges and Statutory Expenditures - Mur	\$ 827,037	\$ 807,037	\$ 797,689	\$ 9,348	\$ -	\$ -
Total General Appropriations for Municipal Purposes - With	\$ 7,823,967	\$ 7,809,967	\$ 7,469,044	\$ 340,923	\$ -	\$ -

TOWNSHIP OF ROCHELLE PARK
 CURRENT FUND
 STATEMENT OF EXPENDITURES AND OTHER CHARGES TO INCOME - STATUTORY BASIS
 Year Ended December 31, 2010

	Appropriated		Expended		Unexpended Balance Canceled	Overexpended
	2010 Budget	Budget After Modification	Paid or Charged	Reserved		
OPERATIONS - EXCLUDED FROM "CAPS"						
<u>Utility Expenses and Bulk Purchases</u>						
Sewer Processing and Disposal:						
Other Expenses	699,165	699,165	656,070	43,095	-	-
<u>Insurance</u>						
Employee Group Insurance	126,756	126,756	126,756	-	-	-
<u>Statutory Expenditures</u>						
Public Employees Retirement System	10,148	10,148	10,148	-	-	-
Police and Firemen's Retirement System	5,518	5,518	5,518	-	-	-
Volunteer Length of Service Award Program	38,100	38,100	4,500	33,600	-	-
<u>Interlocal Municipal Service Agreements</u>						
Borough of Paramus - Emergency "911" Service	4,000	4,000	2,892	1,108	-	-
Borough of Paramus - Sanitation Services	140,000	145,000	143,500	1,500	-	-
Borough of Paramus - Recycling Service	160,000	169,000	167,345	1,655	-	-
Township of Saddle Brook - Purchase of Gasoline	161,000	161,000	122,176	38,824	-	-
Washington TWP - Health Services	40,000	40,000	30,861	9,139	-	-
<u>Public and Private Programs Offset by Revenues</u>						
B.C. Community Development	-	-	-	-	-	-
Recycling Tonnage Grant	9,011	9,011	9,011	-	-	-
Clean Communities Program	7,823	7,823	7,823	-	-	-
Body Armor Replacement Program	-	-	-	-	-	-
Municipal Alliance on Alcoholism and Drug Abuse - State	10,356	10,356	10,356	-	-	-
Municipal Alliance on Alcoholism and Drug Abuse - Local	2,589	2,589	2,589	-	-	-
NJ Office of Homeland Security - FY09 Buffer Zone Pro	200,000	200,000	200,000	-	-	-
BC Prosecutor - Confiscated Funds	66,020	66,020	66,020	-	-	-
Total Operations Excluded from "CAPS"	\$ 1,680,486	\$ 1,694,486	\$ 1,565,565	\$ 128,921	\$ -	\$ -
Detail:						
Salaries and Wages	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other Expenses	\$ 1,680,486	\$ 1,694,486	\$ 1,565,565	\$ 128,921	\$ -	\$ -

TOWNSHIP OF ROCHELLE PARK
 CURRENT FUND
 STATEMENT OF EXPENDITURES AND OTHER CHARGES TO INCOME - STATUTORY BASIS
 Year Ended December 31, 2010

	Appropriated		Expended		Unexpended Balance Canceled	Overexpended
	2010 Budget	Budget After Modification	Paid or Charged	Reserved		
CAPITAL IMPROVEMENTS - EXCLUDED FROM "CAPS"						
Capital Improvement Fund	\$ 30,000	\$ 30,000	\$ 30,000	\$ -	\$ -	\$ -
Down Payment on Improvements	-	-	-	-	-	-
Total Capital Improvements - Excluded From "CAPS"	\$ 30,000	\$ 30,000	\$ 30,000	\$ -	\$ -	\$ -
DEBT SERVICE - EXCLUDED FROM "CAPS"						
<u>Municipal Debt Service</u>						
Bond Principal	\$ 605,000	\$ 605,000	\$ 605,000	\$ -	\$ -	\$ -
Bond Interest	190,056	190,056	190,056	-	-	-
Note Principal	109,000	109,000	109,000	-	-	-
Note Interest	103,700	103,700	101,637	-	2,063	-
Total Debt Service - Excluded From "CAPS"	\$ 1,007,756	\$ 1,007,756	\$ 1,005,693	\$ -	\$ 2,063	\$ -
DEFERRED CHARGES - EXCLUDED FROM "CAPS"						
Emergency Authorizations	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special Emergency Authorizations (N.J.S. 40A:4-55)	44,000	44,000	44,000	-	-	-
Deferred Charges to Future Taxation - Unfunded	-	-	-	-	-	-
Prior Years Bills	-	-	-	-	-	-
Total Deferred Charges - Excluded From "CAPS"	\$ 44,000	\$ 44,000	\$ 44,000	\$ -	\$ -	\$ -
Rochelle Park Local School District - BPP Aid:						
Other Expenses	\$ 95,399	\$ 95,399	\$ 95,399	\$ -	\$ -	\$ -
Total General Appropriations - Excluded from "CAPS"	\$ 2,857,641	\$ 2,871,641	\$ 2,740,657	\$ 128,921	\$ 2,063	\$ -
Total General Appropriations - Municipal Purposes	\$ 10,681,608	\$ 10,681,608	\$ 10,209,701	\$ 469,844	\$ 2,063	\$ -
Reserve for Uncollected Taxes	660,000	660,000	660,000	-	-	-
Total General Appropriations	\$ 11,341,608	\$ 11,341,608	\$ 10,869,701	\$ 469,844	\$ 2,063	\$ -
Adopted Budget	\$ 11,141,608	\$ 11,141,608				
Added by N.J.S. 40A:4-87	200,000	200,000				
Emergency Appropriations	-	-				
	\$ 11,341,608	\$ 11,341,608				
Other Charges to Income:						
Interfund Loans Originating		\$ -	\$ -			
Decrease in Deferred School Tax		-	-			
Refund of Prior Year's Revenue		-	34,040			
Revenue Accounts Receivable		-	-			
Taxes Allocated to School and County:						
School Tax Levy		9,436,248	9,436,248			
County Tax Levy		2,093,795	2,093,795			
County Open Space		27,225	27,225			
Added County Taxes		-	2,597			
Added County Open Space		-	88			
		\$ 11,557,268	\$ 11,593,993			

TOWNSHIP OF ROCHELLE PARK
 FEDERAL AND STATE GRANT FUND
 STATEMENT OF ASSETS, LIABILITIES AND RESERVES - STATUTORY BASIS

	<u>2010</u>	<u>2009</u>
<u>ASSETS</u>		
Cash - Current Account	\$ 73,827	\$ 59,459
Cash - DEA Account	1,937	-
	<u>\$ 75,764</u>	<u>\$ 59,459</u>
Intergovernmental Receivable:		
Grants Receivable	<u>\$ 276,376</u>	<u>\$ 29,416</u>
Deferred Charges:		
Overexpenditures	<u>\$ -</u>	<u>\$ -</u>
Total Assets	<u>\$ 352,140</u>	<u>\$ 88,875</u>
<u>LIABILITIES AND RESERVES</u>		
Deferred Revenue:		
Appropriated Reserves	\$ 340,199	\$ 71,184
Unappropriated Reserves	11,211	16,834
Reserve for Encumbrances	730	857
Total Liabilities and Reserves	<u>\$ 352,140</u>	<u>\$ 88,875</u>

TOWNSHIP OF ROCHELLE PARK
 FEDERAL AND STATE GRANT FUND
 STATEMENT OF GRANTS RECEIVABLE
 Year Ended December 31, 2010

Program	Balance December 31, 2009	Revenue Realized	Received	Unappropriated Reserve Applied	Adjustments	Balance December 31, 2010
<u>Federal</u>						
NJ Office of Homeland Security	\$ -	\$ 200,000	\$ -	\$ -	\$ -	\$ 200,000
<u>State</u>						
Recycling Tonnage Grant	\$ -	\$ 9,011	\$ -	\$ 9,011	\$ -	\$ -
Clean Communities Program	-	7,823	-	7,823	-	-
Municipal Alliance	7,016	10,356	7,276	-	260	10,356
	<u>\$ 7,016</u>	<u>\$ 27,190</u>	<u>\$ 7,276</u>	<u>\$ 16,834</u>	<u>\$ 260</u>	<u>\$ 10,356</u>
<u>Other</u>						
BC Prosecutor Confiscated Funds	\$ 22,400	\$ 66,020	\$ 22,400	\$ -	\$ -	\$ 66,020
	<u>\$ 29,416</u>	<u>\$ 293,210</u>	<u>\$ 29,676</u>	<u>\$ 16,834</u>	<u>\$ 260</u>	<u>\$ 276,376</u>

**TOWNSHIP OF ROCHELLE PARK
FEDERAL AND STATE GRANT FUND
STATEMENT OF APPROPRIATED RESERVES
Year Ended December 31, 2010**

Program	Balance December 31, 2009	Budget	Paid or Charged	Adjustments	Balance December 31, 2010
Federal					
DEA Funds	\$ -	\$ -	\$ -	\$ 1,937	\$ 1,937
NJ Office of Homeland Security	-	200,000	-	-	200,000
	<u>\$ -</u>	<u>\$ 200,000</u>	<u>\$ -</u>	<u>\$ 1,937</u>	<u>\$ 201,937</u>
State					
Recycling Tonnage Grant	\$ 17,236	\$ 9,011	\$ 1,859	\$ -	\$ 24,388
Drunk Driving Enforcement Fund	17,721	-	-	-	17,721
Clean Communities Program	8,666	7,823	-	-	16,489
Body Armor Replacement Program	2,141	-	-	-	2,141
Municipal Alliance - State	-	10,356	4,242	-	6,114
Municipal Alliance - Local	-	2,589	220	-	2,369
	<u>\$ 45,764</u>	<u>\$ 29,779</u>	<u>\$ 6,321</u>	<u>\$ -</u>	<u>\$ 69,222</u>
Other					
BC Prosecutor Confiscated Funds	\$ 20,562	\$ 66,020	\$ 22,400	\$ -	\$ 64,182
BCUA Municipal Recycling Assistance Program	4,858	-	-	-	4,858
	<u>\$ 25,420</u>	<u>\$ 66,020</u>	<u>\$ 22,400</u>	<u>\$ -</u>	<u>\$ 69,040</u>
	<u>\$ 71,184</u>	<u>\$ 295,799</u>	<u>\$ 28,721</u>	<u>\$ 1,937</u>	<u>\$ 340,199</u>

TOWNSHIP OF ROCHELLE PARK
 FEDERAL AND STATE GRANT FUND
 STATEMENT OF UNAPPROPRIATED RESERVES
 Year Ended December 31, 2010

Program	Balance December 31, 2009	Appropriated in 2010	Received in 2010	Adjustments	Balance December 31, 2010
<u>State</u>					
Recycling Tonnage Grant	\$ 9,011	\$ 9,011	\$ -	\$ -	-
Clean Communities Program	7,823	7,823	8,146	-	8,146
Body Armor Replacement Program	-	-	3,065	-	3,065
	<u>\$ 16,834</u>	<u>\$ 16,834</u>	<u>\$ 11,211</u>	<u>\$ -</u>	<u>11,211</u>

**TOWNSHIP OF ROCHELLE PARK
TRUST FUND
STATEMENT OF ASSETS, LIABILITIES AND RESERVES - STATUTORY BASIS**

	2010	2009
<u>ASSETS</u>		
Cash:		
P.A.T.F. I Account	\$ -	\$ 16,208
P.A.T.F. II Account	-	25,400
Animal Control Account	8,019	6,932
Trust & Escrow Account	669,162	369,825
COAH Account	499,938	498,939
Payroll Account	21,760	12,958
	<u>\$ 1,198,879</u>	<u>\$ 930,262</u>
Deferred Compensation Plan Assets:		
Equitable	\$ 870,402	\$ 867,596
Lincoln Financial Group	301,836	238,070
	<u>\$ 1,172,238</u>	<u>\$ 1,105,666</u>
Interfund Receivable:		
Current Fund	\$ -	\$ -
Total Assets	<u>\$ 2,371,117</u>	<u>\$ 2,035,928</u>
<u>LIABILITIES AND RESERVES</u>		
Interfunds Payable	<u>\$ 20,711</u>	<u>\$ 20,711</u>
Other Liabilities and Reserves:		
Net Payroll & Deductions Payable	\$ 21,760	\$ 12,958
Reserve for P.A.T.F. I Expenditures	-	16,208
Reserve for P.A.T.F. II Expenditures	-	25,400
Reserve for Animal Control Expenditures	7,631	6,543
Reserve for Trust & Escrow Deposits	648,839	349,503
Reserve for COAH Trust Expenditures	499,938	498,939
Reserve for Deferred Compensation	1,172,238	1,105,666
	<u>\$ 2,350,406</u>	<u>\$ 2,015,217</u>
Total Liabilities and Reserves	<u>\$ 2,371,117</u>	<u>\$ 2,035,928</u>

TOWNSHIP OF ROCHELLE PARK
TRUST FUND
STATEMENT OF NET PAYROLL AND WITHHOLDINGS PAYABLE
Year Ended December 31, 2010

	Balance December 31, 2009	Prior Period Adjustment	Receipts	Disbursements	Balance December 31, 2010
Employer:					
FICA	\$ -	\$ -	\$ 165,574	\$ 165,574	\$ -
Refunds	-	-	-	-	-
PERS Liability	-	-	-	-	-
PFRS Liability	-	-	-	-	-
Unidentified	12,958	-	-	-	12,958
	<u>\$ 12,958</u>	<u>\$ -</u>	<u>\$ 165,574</u>	<u>\$ 165,574</u>	<u>\$ 12,958</u>
Employee:					
FICA	\$ -	\$ -	\$ 165,572	\$ 165,572	\$ -
Federal Withholding Tax	-	-	657,139	657,139	-
State Income Tax	-	-	172,330	172,330	-
State UI	-	-	6,201	6,201	-
PERS	-	-	65,757	65,757	-
PFRS	-	-	217,858	217,858	-
Contributory Insurance	-	-	6,020	6,020	-
Loans	-	-	113,911	113,911	-
Back Pension	-	-	348	348	-
Arrears	-	-	-	-	-
Dues	-	-	3,969	3,969	-
Garnishee/Family Leave	-	-	8,470	8,470	-
Back Contributory Insurance	-	-	193	193	-
Deferred Compensation	-	-	78,925	78,925	-
Credit Union	-	-	20,400	20,400	-
Pension Shortage	-	-	-	-	-
Colonial Post-Tax	-	-	2,616	2,616	-
Colonial Pre-Tax	-	-	1,366	1,366	-
RP Superior	-	-	2,955	2,955	-
RP Officers	-	-	3,324	3,324	-
Vision	-	-	105	105	-
Health/Voluntary Contribution	-	-	24,655	24,655	-
Net Checks	-	-	2,867,512	2,867,512	-
Unidentified	-	-	650,406	641,604	8,802
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,070,032</u>	<u>\$ 5,061,230</u>	<u>\$ 8,802</u>
Grand Totals	<u>\$ 12,958</u>	<u>\$ -</u>	<u>\$ 5,235,606</u>	<u>\$ 5,226,804</u>	<u>\$ 21,760</u>

**TOWNSHIP OF ROCHELLE PARK
TRUST FUND
STATEMENT OF RESERVE FOR P.A.T.F. I EXPENDITURES
Year Ended December 31, 2010**

Balance, December 31, 2009		\$	16,208
Increased by:			
State Aid for Public Assistance	\$	-	
Interest Earned		16	
Refunds		-	
			<u>16</u>
			16,224
Decreased by:			
Public Assistance		-	
Interest Earned Transferred to Current Fund		16	
Account Closed - Transferred to Current Account		16,208	
Supplemental Security Income Reimbursement		-	
			<u>16,224</u>
Balance, December 31, 2010		\$	<u><u>-</u></u>

**TOWNSHIP OF ROCHELLE PARK
P.A.T.F. II TRUST FUND
STATEMENT OF RESERVE FOR P.A.T.F. II EXPENDITURES
Year Ended December 31, 2010**

Balance, December 31, 2009		\$	25,400
Increased by:			
State Aid for Public Assistance	\$	-	
Interest Earned		27	
Supplemental Security Income - Municipal		-	
Supplemental Security Income - Client		-	
			<u>27</u>
			25,427
Decreased by:			
Public Assistance		-	
Interest Earned Transferred to Current Fund		27	
Account Closed - Transferred to Current Account		25,400	
Supplemental Security Income Reimbursement		-	
			<u>25,427</u>
Balance, December 31, 2010		\$	<u><u>-</u></u>

TOWNSHIP OF ROCHELLE PARK
 TRUST FUND
 STATEMENT OF RESERVE FOR ANIMAL CONTROL EXPENDITURES
 Year Ended December 31, 2010

Balance, December 31, 2009		\$	6,543
Increased by:			
Municipal Dog License Fees Collected			2,637
Interest Earned			16
		\$	<u>9,196</u>
Decreased by:			
Dog Fund Expenditures	\$	1,565	
Statutory Excess Due to Current Fund		-	
			<u>1,565</u>
Balance, December 31, 2010		\$	<u><u>7,631</u></u>

License Fees Collected

2008	\$	2,654
2009		2,759
	\$	<u><u>5,413</u></u>

**TOWNSHIP OF ROCHELLE PARK
TRUST FUND
STATEMENT OF RESERVE FOR TRUST & ESCROW DEPOSITS
Year Ended December 31, 2010**

Balance, December 31, 2009	\$	349,503
Increased by:		
Trust and Escrow Deposits		395,130
	\$	<u>744,633</u>
Decreased by:		
Disbursements		95,794
Balance, December 31, 2010	\$	<u><u>648,839</u></u>

**TOWNSHIP OF ROCHELLE PARK
TRUST FUND
STATEMENT OF RESERVE FOR COAH EXPENDITURES
Year Ended December 31, 2010**

Balance, December 31, 2009		\$	498,939
Increased by:			
Development Fees	\$	-	
Refunds		-	
Payments in Lieu of Construction		-	
Other Income		-	
Interest Earned		999	
			<u>999</u>
Decreased by:			
Housing Activity:			
Accessory Apartments	\$	-	
Alternate Living Arrangements		-	
Buy Down		-	
Debt/Bond Payments		-	
ECHO		-	
Land Purchase		-	
New Construction		-	
Partnership Program		-	
Purchase of Existing Units		-	
Regional Contribution Agreements		-	
Rehabilitation		-	
Rental Program		-	
Affordability Assistance:			
Homeownership Assistance		-	
Rental Assistance		-	
Administrative:			
Consulting Fees		-	
Legal Fees		-	
Office Supplies		-	
Other Administrative Costs		-	
Personnel		-	
Other		-	
			<u>-</u>
Balance, December 31, 2010		\$	<u>499,938</u>

**TOWNSHIP OF ROCHELLE PARK
TRUST FUND
STATEMENT OF RESERVE FOR DEFERRED COMPENSATION PLAN
Year Ended December 31, 2010**

Balance, December 31, 2009		\$	1,105,666
Increased by:			
Deferrals of Compensation	\$	78,925	
Township Contribution		30,150	
Earnings and Adjustments to Market Value		<u>89,726</u>	
			<u>198,801</u>
			1,304,467
Decreased by:			
Payments to Eligible Employees	\$	130,661	
Charges and Credits		<u>1,568</u>	
			132,229
Balance, December 31, 2010		<u>\$</u>	<u>1,172,238</u>

**TOWNSHIP OF ROCHELLE PARK
GENERAL CAPITAL FUND
STATEMENT OF ASSETS, LIABILITIES AND FUND BALANCE (STATUTORY BASIS)**

	<u>2010</u>	<u>2009</u>
<u>ASSETS</u>		
Cash:		
General Capital Account	\$ 579,969	\$ 319,170
Interfunds Receivable:		
Current Fund	\$ 108,378	\$ 792
Intergovernmental Receivable:		
Grants Receivable	\$ 113,737	\$ 184,742
Deferred Charges:		
Funded	\$ 3,429,000	\$ 4,034,000
Unfunded	6,873,000	6,197,000
	<u>\$ 10,302,000</u>	<u>\$ 10,231,000</u>
Total Assets	<u>\$ 11,104,084</u>	<u>\$ 10,735,704</u>
<u>LIABILITIES AND FUND BALANCE</u>		
Accounts/Contracts Payable	\$ -	\$ 173,316
Interfunds Payable:		
Current Fund	\$ -	\$ 1,084
Other Liabilities and Reserves:		
Capital Improvement Fund	\$ 2,843	\$ 12,843
Reserve for Debt Service	135,869	-
	<u>\$ 138,712</u>	<u>\$ 12,843</u>
Improvement Authorizations:		
Funded	\$ 2,346	\$ 2,906
Unfunded	1,338,978	916,562
	<u>\$ 1,341,324</u>	<u>\$ 919,468</u>
Serial Bonds Payable	\$ 3,429,000	\$ 4,034,000
Bond Anticipation Notes Payable	\$ 6,088,000	\$ 5,542,000
Fund Balance	<u>\$ 107,048</u>	<u>\$ 52,993</u>
Total Liabilities and Reserves	<u>\$ 11,104,084</u>	<u>\$ 10,735,704</u>

TOWNSHIP OF ROCHELLE PARK
 GENERAL CAPITAL FUND
 ANALYSIS OF CASH
 Year Ended December 31, 2010

	Balance December 31, 2009		Receipts Budget		Disbursements		Transfers		Balance December 31, 2010
	BANS	Appropriation	Other	Improvement Authorizations	BANS	Other	From	To	
Capital Improvement Fund	\$ 12,843	\$ 30,000	\$ -	\$ -	\$ -	\$ -	\$ 40,000	\$ -	\$ 2,843
Intergovernmental Accounts Receivable	(184,742)	-	71,005	-	-	-	-	-	(113,737)
Due from Current Fund	(792)	-	-	-	-	-	107,586	-	(108,378)
Reserve for Debt Service	-	-	135,869	-	-	-	-	-	135,869
Due to Current Fund	1,084	-	-	-	-	1,084	-	-	-
Accounts/Contracts Payable	173,316	-	-	-	-	280,902	-	107,586	-
Fund Balance	52,993	-	54,055	-	-	-	-	-	107,048
#895-03 Sprout Brook Dredging Soft Costs	2,906	-	-	560	-	-	-	-	2,346
#929-05 Various Public Improvements	30,253	-	9,210	6,902	-	-	-	-	32,561
#950-06 Various Public Improvements	10,855	-	-	-	-	-	-	-	10,855
#966-07 Carlock Field Improvements	31,616	-	-	-	-	-	-	-	31,616
#975-07 Various Public Improvements	54,568	-	-	49,221	-	-	-	-	5,347
#991-08/994-08 Various Public Improvements	78,753	-	-	26,376	-	-	-	-	52,377
#999-09 Chestnut & Lincoln Improvements	30,917	50,000	1,000	65,318	-	-	-	-	16,599
#1006-09 Various Public Improvements	(75,400)	570,000	-	28,635	-	-	-	-	465,965
#1014-09 Resurfacing of West Oldis Street	100,000	35,000	-	17,862	-	-	-	-	117,138
#1021-10 Various Public Improvements	-	-	-	218,480	-	-	-	40,000	(178,480)
	\$ 319,170	\$ 655,000	\$ 271,139	\$ 413,354	\$ -	\$ 281,986	\$ 147,586	\$ 147,586	\$ 579,969

TOWNSHIP OF ROCHELLE PARK
 GENERAL CAPITAL FUND
 STATEMENT OF GRANTS RECEIVABLE
 Year Ended December 31, 2010

Improvement Description	Balance December 31, 2009	Improvement Authorized	Cash Received	Cancellations & Adjustments	Balance December 31, 2010
Federal:					
Department of Transportation – Passed Thru the State of N.J. Department of Transportation:					
#999-09	\$ 84,742	\$ -	\$ (31,635)	\$ -	\$ 53,107
#1014-09	100,000	-	(39,370)	-	60,630
Total Grants Receivable	\$ 184,742	\$ -	\$ (71,005)	\$ -	\$ 113,737

TOWNSHIP OF ROCHELLE PARK
 GENERAL CAPITAL FUND
 STATEMENT OF DEFERRED CHARGES TO FUTURE TAXATION - FUNDED
 Year Ended December 31, 2010

Date of Issue - Purpose	Balance December 31, 2009	Issued In 2010	Paid by Budget Appropriation	Balance December 31, 2010
07/15/94 General Improvement Bonds	\$ 524,000	\$ -	\$ 250,000	\$ 274,000
07/15/01 General Improvement Bonds	3,510,000	-	355,000	3,155,000
	<u>\$ 4,034,000</u>	<u>\$ -</u>	<u>\$ 605,000</u>	<u>\$ 3,429,000</u>

TOWNSHIP OF ROCHELLE PARK
 GENERAL CAPITAL FUND
 STATEMENT OF DEFERRED CHARGES TO FUTURE TAXATION - UNFUNDED
 Year Ended December 31, 2010

Improvement	Balance	Authorized	BANS Paid By Budget	Grant Receipts Applied	Balance	Outstanding BANS	Authorized But Not Issued
	December 31, 2009				December 31, 2010		
#851-02 Various Public Improvements	\$ 370,000	\$ -	20,000	-	350,000	350,000	\$ -
#885-03 Various Public Improvements	259,500	-	10,500	-	249,000	249,000	-
#907-04/#940-06 Various Public Improvements	594,000	-	18,000	-	576,000	576,000	-
#929-05 Various Public Improvements	528,000	-	15,000	-	513,000	513,000	-
#936-05 Improvements to Firehouse (Suppl	36,500	-	1,500	-	35,000	35,000	-
#942-06 Resurfacing of Grove Avenue	24,000	-	3,000	-	21,000	21,000	-
#943-06 Resurfacing of Oldis Street	14,000	-	3,000	-	11,000	11,000	-
#946-06 Design/Engineer DPW Complex	45,500	-	2,500	-	43,000	43,000	-
#950-06 Various Public Improvements	602,000	-	31,000	-	571,000	571,000	-
#957-06 Sanitary Sewer Main	328,500	-	4,500	-	324,000	324,000	-
#966-07 Carlock Field Improvements	280,000	-	-	-	280,000	280,000	-
#975-07 Various Public Improvements	366,000	-	-	-	366,000	366,000	-
#991-08 Various Public Improvements	2,094,000	-	-	-	2,094,000	2,094,000	-
#999-09 Chestnut & Lincoln Improvements	50,000	-	-	-	50,000	50,000	-
#1006-09 Various Public Improvements	570,000	-	-	-	570,000	570,000	-
#1014-09 Resurfacing of West Oldis Street	35,000	-	-	-	35,000	35,000	-
#1021-10 Various Public Improvements	-	785,000	-	-	785,000	-	785,000
	\$ 6,197,000	\$ 785,000	\$ 109,000	\$ -	\$ 6,873,000	\$ 6,088,000	\$ 785,000

TOWNSHIP OF ROCHELLE PARK
 GENERAL CAPITAL FUND
 STATEMENT OF IMPROVEMENT AUTHORIZATIONS
 Year Ended December 31, 2010

Improvement Description	Ordinance Date	Amount	Balance December 31, 2009		Capital Improvement Fund	Bonds & Notes Authorized	Other	Paid or Charged	Refunds and Adjustments	Balance December 31, 2010	
			Funded	Unfunded						Funded	Unfunded
#895-03 Sprout Brook Dredging Soft Costs	10/15/03	\$ 50,000	\$ 2,906	\$ -	\$ -	\$ -	\$ -	\$ 560	\$ -	\$ 2,346	\$ -
#929-05 Various Public Improvements	06/15/05	650,000	-	30,253	-	-	-	6,902	(9,210)	-	32,561
#950-06 Various Public Improvements	07/19/06	665,000	-	10,855	-	-	-	-	-	-	10,855
#966-07 Carlock Field Improvements	05/16/07	350,000	-	31,616	-	-	-	-	-	-	31,616
#975-07 Various Public Improvements	10/17/07	385,000	-	54,568	-	-	-	49,221	-	-	5,347
#991-08#994-08 Various Public Improvements	10/15/08	2,200,000	-	78,753	-	-	-	26,376	-	-	52,377
#999-08 Chestnut & Lincoln Improvements	03/18/09	225,000	-	80,917	-	-	-	65,318	(1,000)	-	16,599
#1006-09 Various Public Improvements	06/17/09	600,000	-	494,600	-	-	-	28,695	-	-	465,965
#1014-09 Resurfacing of West Oldis Street	12/16/09	135,000	-	135,000	-	-	-	17,862	-	-	117,138
#1021-10 Various Public Improvements	08/18/10	825,000	-	-	40,000	785,000	-	218,480	-	-	606,520
			\$ 2,906	\$ 916,562	\$ 40,000	\$ 785,000	\$ -	\$ 413,354	\$ (10,210)	\$ 2,346	\$ 1,338,978

**TOWNSHIP OF ROCHELLE PARK
GENERAL CAPITAL FUND
STATEMENT OF SERIAL BONDS PAYABLE
Year Ended December 31, 2010**

<u>Date of Issue - Purpose</u>	<u>Interest Rate</u>	<u>Total Amount of Issue</u>	<u>Balance December 31, 2009</u>	<u>Issued In 2010</u>	<u>Paid by Budget Appropriation</u>	<u>Balance December 31, 2010</u>
07/15/94 General Improvement Bonds	5.650%	\$ 3,499,000	\$ 524,000	\$ -	\$ 250,000	\$ 274,000
07/15/01 General Improvement Bonds	Multiple Rate	5,560,000	3,510,000	-	355,000	3,155,000
			<u>\$ 4,034,000</u>	<u>\$ -</u>	<u>\$ 605,000</u>	<u>\$ 3,429,000</u>

TOWNSHIP OF ROCHELLE PARK
 GENERAL CAPITAL FUND
 STATEMENT OF BOND ANTICIPATION NOTES PAYABLE
 Year Ended December 31, 2010

No.	Improvement Description	Amount of Original Note	Date of Original Note	Date of Issue	Date of Maturity	Interest Rate	Balance December 31, 2009	Issued	Decreased	Paydown	Balance December 31, 2010
No. 09-1R											
#851-02	Various Public Improvements	\$ 454,843	06/30/05	06/26/09	06/25/10	1.750%	\$ 370,000	\$ -	\$ 350,000	\$ 20,000	\$ -
#885-03	Various Public Improvements	292,000	06/30/05	06/26/09	06/25/10	1.750%	259,500	-	249,000	10,500	-
#907-04#940-06	Various Public Impts	733,157	06/30/05	06/26/09	06/25/10	1.750%	594,000	-	576,000	18,000	-
#929-05	Various Public Improvements	618,000	08/09/05	06/26/09	06/25/10	1.750%	528,000	-	513,000	15,000	-
#936-05	Barrier Free Firehouse	38,000	06/29/07	06/26/09	06/25/10	1.750%	36,500	-	35,000	1,500	-
#942-06	Resurfacing Grove Avenue	57,000	06/29/07	06/26/09	06/25/10	1.750%	24,000	-	21,000	3,000	-
#943-06	Resurfacing Oldis Street	57,000	06/29/07	06/26/09	06/25/10	1.750%	14,000	-	11,000	3,000	-
#946-06	New DPW Complex	47,600	06/29/07	06/26/09	06/25/10	1.750%	45,500	-	43,000	2,500	-
#950-06	Acquisition of New Fire Truck	633,000	06/29/07	06/26/09	06/25/10	1.750%	602,000	-	571,000	31,000	-
#957-06	Sanitary Sewer Main	333,000	12/14/06	06/26/09	06/25/10	1.750%	328,500	-	324,000	4,500	-
#966-07	Carlock Field Improvements	333,000	06/27/08	06/26/09	06/25/10	1.750%	280,000	-	280,000	-	-
#975-07	Various Public Improvements	366,000	06/27/08	06/26/09	06/25/10	1.750%	366,000	-	366,000	-	-
#991-08	Various Public Improvements	2,094,000	06/26/09	06/26/09	06/25/10	1.750%	2,094,000	-	2,094,000	-	-
							\$ 2,094,000		\$ 2,094,000		
							\$ 5,542,000		\$ 5,433,000	\$ 109,000	
No. 10-1R											
#851-02	Various Public Improvements	\$ 454,843	06/30/05	06/25/10	06/24/11	2.000%	\$ -	\$ 350,000	\$ -	\$ -	\$ 350,000
#885-03	Various Public Improvements	292,000	06/30/05	06/25/10	06/24/11	2.000%	-	249,000	-	-	249,000
#907-04#940-06	Various Public Impts	733,157	06/30/05	06/25/10	06/24/11	2.000%	-	576,000	-	-	576,000
#929-05	Various Public Improvements	618,000	08/09/05	06/25/10	06/24/11	2.000%	-	513,000	-	-	513,000
#936-05	Barrier Free Firehouse	38,000	06/29/07	06/25/10	06/24/11	2.000%	-	35,000	-	-	35,000
#942-06	Resurfacing Grove Avenue	57,000	06/29/07	06/25/10	06/24/11	2.000%	-	21,000	-	-	21,000
#943-06	Resurfacing Oldis Street	57,000	06/29/07	06/25/10	06/24/11	2.000%	-	11,000	-	-	11,000
#946-06	New DPW Complex	47,600	06/29/07	06/25/10	06/24/11	2.000%	-	43,000	-	-	43,000
#950-06	Acquisition of New Fire Truck	633,000	06/29/07	06/25/10	06/24/11	2.000%	-	571,000	-	-	571,000
#957-06	Sanitary Sewer Main	333,000	12/14/06	06/25/10	06/24/11	2.000%	-	324,000	-	-	324,000
#966-07	Carlock Field Improvements	333,000	06/27/08	06/25/10	06/24/11	2.000%	-	280,000	-	-	280,000
#975-07	Various Public Improvements	366,000	06/27/08	06/25/10	06/24/11	2.000%	-	366,000	-	-	366,000
#991-08	Various Public Improvements	2,094,000	06/26/09	06/25/10	06/24/11	2.000%	-	2,094,000	-	-	2,094,000
#999-09	Chestnut & Lincoln Improvements	50,000	06/25/10	06/25/10	06/24/11	2.000%	-	50,000	-	-	50,000
#1006-09	Various Public Improvements	570,000	06/25/10	06/25/10	06/24/11	2.000%	-	570,000	-	-	570,000
#1014-09	Resurfacing of West Oldis Street	35,000	06/25/10	06/25/10	06/24/11	2.000%	-	35,000	-	-	35,000
							\$ -	\$ 6,088,000	\$ -	\$ -	\$ 6,088,000

**TOWNSHIP OF ROCHELLE PARK
GENERAL CAPITAL FUND
STATEMENT OF BONDS AND NOTES AUTHORIZED BUT NOT ISSUED
Year Ended December 31, 2010**

Improvement Description	Balance December 31, 2009	Authorized	Issued	Other	Balance December 31, 2010
#999-09 Chestnut & Lincoln Improvements	\$ 50,000	\$ -	\$ 50,000	\$ -	\$ -
#1006-09 Various Public Improvements	570,000	-	570,000	-	-
#1014-09 Resurfacing of West Oldis Street	35,000	-	35,000	-	-
#1021-10 Various Public Improvements	-	785,000	-	-	785,000
	\$ 655,000	\$ 785,000	\$ 655,000	\$ -	\$ 785,000

Raised in Current Budget \$ -

TOWNSHIP OF ROCHELLE PARK
GENERAL CAPITAL FUND
STATEMENT OF CAPITAL IMPROVEMENT FUND

	<u>Increases</u>	<u>Decreases</u>	<u>Balance</u>
Balance, December 31, 2009	\$ -	\$ -	\$ 12,843
2010 Budget Appropriation	30,000	-	42,843
Appropriated to Finance Improvement Authorization #1021-10 Various Public Impts	-	(40,000)	2,843
Balance, December 31, 2010	-	-	2,843

**TOWNSHIP OF ROCHELLE PARK
GENERAL FIXED ASSET ACCOUNT GROUP
STATEMENT OF ASSETS AND FUND BALANCE - STATUTORY BASIS**

	<u>2010</u>	<u>2009</u>
<u>ASSETS</u>		
Land	\$ 1,997,800	\$ 1,997,800
Buildings and Improvements	3,950,200	3,950,200
Equipment	538,020	538,020
Vehicles	2,169,900	2,169,900
	<u>\$ 8,655,920</u>	<u>\$ 8,655,920</u>
 <u>FUND BALANCE</u>		
Reserve for Investment in General Fixed Assets	<u>\$ 8,655,920</u>	<u>\$ 8,655,920</u>

**TOWNSHIP OF ROCHELLE PARK
GENERAL FIXED ASSET ACCOUNT GROUP
STATEMENT OF CHANGES IN RESERVE FOR GENERAL FIXED ASSETS
Year Ended December 31, 2010**

	Balance December 31, 2009	Additions	Retirements	Adjustments	Balance December 31, 2010
Land	\$ 1,997,800	\$ -	\$ -	\$ -	\$ 1,997,800
Buildings and Improvements	3,950,200	-	-	-	3,950,200
Equipment	538,020	-	-	-	538,020
Vehicles	2,169,900	-	-	-	2,169,900
	<u>\$ 8,655,920</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 8,655,920</u>

TOWNSHIP OF ROCHELLE PARK
Comprehensive Annual Financial Report
Statistical Section

TOWNSHIP OF ROCHELLE PARK
Adopted Budgets
(Unaudited)

	2010	2009	2008	2007	2006
CURRENT FUND					
REVENUES					
Fund Balance	\$ 500,000	\$ 650,000	\$ 650,000	\$ 750,000	\$ 600,000
Miscellaneous Revenues	2,217,104	2,122,987	2,452,724	2,557,041	2,278,670
Receipts From Delinquent Taxes	275,000	350,000	350,000	200,000	100,000
Amount to be Raised by Taxation	8,149,504	7,466,000	7,204,070	6,794,598	6,280,447
Total Revenues	\$ 11,141,608	\$ 10,588,987	\$ 10,656,794	\$ 10,301,639	\$ 9,259,117
APPROPRIATIONS					
Within "CAPS":					
Operations:					
Salaries and Wages	\$ 4,301,836	\$ 4,249,057	\$ 4,231,400	\$ 4,153,200	\$ 3,800,000
Other Expenses	2,695,094	2,715,280	2,879,025	2,911,581	1,528,200
Deferred Charges and Statutory Expenditures	827,037	796,379	178,500	237,238	135,390
Judgments	-	-	-	-	-
Excluded From "CAPS":					
Operations:					
Salaries and Wages	-	-	-	-	84,500
Other Expenses	1,480,486	1,233,354	1,709,712	1,569,794	2,387,625
Capital Improvements	30,000	30,000	110,000	40,000	45,000
Municipal Debt Service	1,007,756	988,711	990,237	922,256	842,894
Transferred to Local Board of Ed	95,399	136,000	135,399	180,557	177,314
Deferred Charges	44,000	9,000	-	11,900	30,840
Reserve for Uncollected Taxes	660,000	431,206	422,521	275,113	227,354
Total Appropriations	\$ 11,141,608	\$ 10,588,987	\$ 10,656,794	\$ 10,301,639	\$ 9,259,117

Source: Municipal Records

TOWNSHIP OF ROCHELLE PARK
Fund Balance Summaries
(Unaudited)

	2010	2009	2008	2007	2006
<u>CURRENT FUND</u>					
Fund Balance, Beginning	\$ 871,219	\$ 1,516,360	\$ 1,144,879	\$ 1,827,748	\$ 1,889,226
Generated Current Year	276,532	4,859	1,021,481	67,131	538,522
Utilized Current Year	(500,000)	(650,000)	(650,000)	(750,000)	(600,000)
Fund Balance, Ending	<u>\$ 647,751</u>	<u>\$ 871,219</u>	<u>\$ 1,516,360</u>	<u>\$ 1,144,879</u>	<u>\$ 1,827,748</u>

Source: Municipal Records

TOWNSHIP OF ROCHELLE PARK
Tax Levy and Collection Data
(Unaudited)

	2010	2009	2008	2007	2006
CURRENT YEAR % COLLECTION RATES					
Current Tax Levy	\$ 19,593,820	\$ 18,392,124	\$ 18,279,830	\$ 17,661,990	\$ 16,959,198
Current Collections	\$ 19,172,419	\$ 17,759,827	\$ 17,377,294	\$ 17,245,107	\$ 16,561,718
Percentage of Collections	97.85%	96.56%	95.06%	97.64%	97.66%
DELINQUENT TAX %					
Delinquent Taxes	\$ 421,401	\$ 276,903	\$ 194,408	\$ 412,508	\$ 400,432
Tax Title Liens	-	-	-	-	-
Total Delinquent	\$ 421,401	\$ 276,903	\$ 194,408	\$ 412,508	\$ 400,432
Tax Levy	\$ 19,593,820	\$ 18,392,124	\$ 18,279,830	\$ 17,661,990	\$ 16,959,198
Percentage of Tax Levy	2.15%	1.51%	1.06%	2.34%	2.36%
PROPERTY ACQUIRED BY MUNICIPALITY FOR NON-PAYMENT OF TAXES					
Recorded at - Assessed Valuation	\$ 7,079	\$ 7,079	\$ 7,079	\$ 7,079	\$ 7,079
Number of Properties	1	1	1	1	1

TOWNSHIP OF ROCHELLE PARK
Ten Largest Taxpayers by Assessment
(Unaudited)

Taxpayer	2010 Assessed Valuation	As a Percent of Total Net Valuations \$ 1,012,432,837
1 Mack-Cali Realty LP	\$ 30,797,200	3.04%
2 Verizon (3 Properties)	24,940,711	2.46%
3 Rochelle Park Holding LLC	19,468,800	1.92%
4 395 W Passaic LLC	16,718,200	1.65%
5 SAC Realty LLC	15,479,700	1.53%
6 Rte 17 Invest LLC	15,466,800	1.53%
7 Coolidge Park 17 LLC	14,875,500	1.47%
8 Rochelle Park Jt Vent. c/o Mandelbaum	12,676,500	1.25%
9 Sims Associates c/o S. Goldsmith	11,370,900	1.12%
10 Sherebrooke Holding Company	10,267,700	1.01%
	<u>\$ 172,062,011</u>	16.99%

Source: Municipal Records

TOWNSHIP OF ROCHELLE PARK
Assessment and County Equalized Valuation Data
(Unaudited)

J-5

Description	2010		2009		2008		2007		2006	
	# of Parcels	Value	# of Parcels	Value						
NET VALUATIONS TAXABLE										
Vacant Land	40	\$ 11,715,400	61	\$ 8,998,700	62	\$ 8,761,001	53	\$ 8,087,901	135	\$ 12,977,700
Residential	1808	604,811,200	1804	418,915,200	1801	416,907,900	1802	415,706,800	1720	391,636,200
Farm (Regular)	0	-	0	-	0	-	0	-	0	-
Farm (Qualified)	0	-	0	-	0	-	0	-	0	-
Commercial	131	315,071,900	127	192,045,320	127	211,950,500	127	216,896,300	129	221,900,500
Industrial	22	32,392,800	22	22,993,300	23	23,848,800	23	24,498,800	23	24,498,800
Apartments	4	20,821,200	5	23,899,100	5	23,899,100	5	23,899,100	4	21,730,100
Sub-Total	<u>2005</u>	<u>984,812,500</u>	<u>2019</u>	<u>666,851,620</u>	<u>2018</u>	<u>685,367,301</u>	<u>2010</u>	<u>689,088,901</u>	<u>2011</u>	<u>672,743,300</u>
Personal Property		27,395,337		14,984,048		17,560,579		17,789,752		20,322,987
Railroad		225,000		225,000		225,000		225,000		225,000
Net Valuations Taxable		<u>1,012,432,837</u>		<u>682,060,668</u>		<u>703,152,880</u>		<u>707,103,653</u>		<u>693,291,287</u>
Bergen County Equalization Adjustment		76,806,752		451,813,228		437,007,805		330,569,476		194,812,860
Bergen County Equalized Valuations		<u>\$ 1,089,239,589</u>		<u>\$ 1,133,873,896</u>		<u>\$ 1,140,160,685</u>		<u>\$ 1,037,673,129</u>		<u>\$ 888,104,147</u>
County Equalization Ratio		<u>93.28%</u>		<u>59.93%</u>		<u>61.37%</u>		<u>67.92%</u>		<u>77.99%</u>
Average Improved Residential Assessment		<u>\$ 334,519</u>		<u>\$ 232,215</u>		<u>\$ 231,487</u>		<u>\$ 230,692</u>		<u>\$ 227,695</u>

**Revaluation Year

Source: Municipal Records; Abstract of Ratables, County of Bergen District Summaries

TOWNSHIP OF ROCHELLE PARK
Tax Requirement and Rate Data
(Unaudited)

	2010	2009	2008	2007	2006
<u>TAX REQUIREMENTS</u>					
County	\$ 2,093,795	\$ 1,939,591	\$ 1,985,736	\$ 1,744,716	\$ 1,568,336
County Open Space	27,225	113,365	113,994	103,745	88,788
Local School	9,436,248	8,867,595	8,914,313	8,889,109	8,541,714
Municipal	8,149,504	7,466,000	7,204,070	6,794,598	6,280,447
Total Tax Requirements	<u>\$ 19,706,772</u>	<u>\$ 18,386,551</u>	<u>\$ 18,218,113</u>	<u>\$ 17,532,168</u>	<u>\$ 16,479,285</u>
<u>TAX RATES</u>					
County	0.207	0.285	0.283	0.247	0.226
County Open Space	0.003	0.017	0.017	0.010	0.010
Local School	0.932	1.299	1.268	1.258	1.232
Municipal	0.805	1.094	1.025	0.975	0.912
Total Tax Rates	<u>1.95</u>	<u>2.70</u>	<u>2.59</u>	<u>2.49</u>	<u>2.38</u>

TOWNSHIP OF ROCHELLE PARK
Statement of Indebtedness
(Unaudited)

	2010	2009	2008	2007	2006
Issued:					
General Bonds and Notes	\$ 11,072,000	\$ 11,336,000	\$ 10,348,600	\$ 10,517,600	\$ 10,425,000
Authorized but not issued:					
General Bonds and Notes	\$ 785,000	\$ 620,000	\$ 2,094,000	\$ 699,000	\$ 832,600
Gross Debt	\$ 11,857,000	\$ 11,956,000	\$ 12,442,600	\$ 11,216,600	\$ 11,257,600
Deductions	\$ 1,555,000	\$ 1,760,000	\$ 1,955,000	\$ 2,145,000	\$ 2,325,000
Net Debt	\$ 10,302,000	\$ 10,196,000	\$ 10,487,600	\$ 9,071,600	\$ 8,932,600
Equalized Valuation Basis	\$ 1,137,186,942	\$ 1,162,651,923	\$ 1,142,100,365	\$ 990,224,029	\$ 871,145,579
Statutory Net Debt Percentage	0.91%	0.88%	0.92%	0.92%	1.03%
3-1/2% of Equalized Valuation Basis	\$ 39,801,543	\$ 40,692,817	\$ 39,973,513	\$ 34,657,841	\$ 30,490,095
Remaining Borrowing Power	\$ 29,499,543	\$ 30,496,817	\$ 29,485,913	\$ 25,586,241	\$ 21,557,495

Source: Annual Debt Statement, Township of Rochelle Park; District Records

TOWNSHIP OF ROCHELLE PARK
Direct and Overlapping Debt
(Unaudited)

	2010	2009	2008	2007	2006
NET DIRECT DEBT					
Municipal Debt	\$ 10,302,000	\$ 10,196,000	\$ 10,487,600	\$ 9,071,600	\$ 8,932,600
Local School Debt	1,555,000	1,760,000	1,955,000	2,145,000	2,325,000
	<u>\$ 11,857,000</u>	<u>\$ 11,956,000</u>	<u>\$ 12,442,600</u>	<u>\$ 11,216,600</u>	<u>\$ 11,257,600</u>

OVERLAPPING DEBT					
County of Bergen (1)	\$ 7,364,814	\$ 6,831,033	\$ 6,835,956	\$ 6,526,544	\$ 4,788,467
Bergen County Utilities Authority (2)	3,009,492	3,056,469	3,288,439	3,683,801	2,733,477
	<u>\$ 10,374,306</u>	<u>\$ 9,887,502</u>	<u>\$ 10,124,395</u>	<u>\$ 10,210,345</u>	<u>\$ 7,521,944</u>

(1) County Debt:

Municipal Equalized Valuations	\$ 1,089,239,589	\$ 1,133,873,896	\$ 1,140,160,685	\$ 1,037,673,129	\$ 888,104,147
Total County Equalized Valuations	\$ 183,412,099,708	\$ 187,580,071,463	\$ 182,767,512,263	\$ 172,863,500,734	\$ 153,984,695,626
	0.59%	0.60%	0.62%	0.60%	0.58%
County's Outstanding Debt	1,248,273,490	1,138,505,430	1,102,573,565	1,087,757,268	825,597,736
	<u>\$ 7,364,814</u>	<u>\$ 6,831,033</u>	<u>\$ 6,835,956</u>	<u>\$ 6,526,544</u>	<u>\$ 4,788,467</u>

(2) Bergen County Utilities Authority Debt:

Rochelle Park TWP User Fees	\$ 656,071	\$ 612,979	\$ 603,765	\$ 548,410	\$ 537,543
Total User Fees	\$ 58,635,759	\$ 55,599,600	\$ 52,885,837	\$ 48,210,978	\$ 45,482,055
	1.12%	1.10%	1.14%	1.14%	1.18%
BCUA's Outstanding Debt	268,704,631	277,860,831	288,459,524	323,140,462	231,650,600
	<u>\$ 3,009,492</u>	<u>\$ 3,056,469</u>	<u>\$ 3,288,439</u>	<u>\$ 3,683,801</u>	<u>\$ 2,733,477</u>

Source: County of Bergen; Bergen County Utilities Authority

TOWNSHIP OF ROCHELLE PARK
Ratio of Gross and Net Debt to County Equalized Value and Debt Per Capita
(Unaudited)

	2010	2009	2008	2007	2006
Population (as of July 1)	6,063	6,063	6,046	6,045	5,904
County Equalized Valuation	\$ 1,089,239,589	\$ 1,133,873,896	\$ 1,140,160,685	\$ 1,037,673,129	\$ 888,104,147
Gross Debt	\$ 11,072,000	\$ 11,336,000	\$ 10,348,600	\$ 10,517,600	\$ 10,092,000
Gross Debt Per Capita	\$ 1,826	\$ 1,870	\$ 1,712	\$ 1,740	\$ 1,709
Ratio of Gross Debt to County Equalized Valuations	1.02%	1.00%	0.91%	1.01%	1.14%
Net Debt	\$ 10,302,000	\$ 10,196,000	\$ 10,487,600	\$ 9,071,600	\$ 8,932,600
Ratio of Net Debt to County Equalized Valuations	0.95%	0.90%	0.92%	0.87%	1.01%
Net Debt per Capita	\$ 1,699	\$ 1,682	\$ 1,735	\$ 1,501	\$ 1,513

Sources: U.S. Bureau of the Census, Municipal Records

TOWNSHIP OF ROCHELLE PARK
Ratio of Annual Debt Service Appropriations to Total Current Fund Appropriations
(Unaudited)

	2010	2009	2008	2007	2006
Debt Service Appropriations:					
Serial Bonds:					
Principal	\$ 605,000	\$ 575,000	\$ 545,000	\$ 515,000	\$ 490,000
Interest	190,056	218,806	246,206	272,256	296,894
Notes:					
Principal	109,000	109,987	63,000	45,000	-
Interest	103,700	84,918	136,031	90,000	56,000
Loans:					
Principal	-	-	-	-	-
Interest	-	-	-	-	-
	<u>\$ 1,007,756</u>	<u>\$ 988,711</u>	<u>\$ 990,237</u>	<u>\$ 922,256</u>	<u>\$ 842,894</u>
Total Current Fund Budget Appropriations	\$ 11,141,608	\$ 10,588,987	\$ 10,656,794	\$ 10,301,639	\$ 9,259,117
Ratio of Debt Service to Current Fund Budget Appropriations	<u>9.04%</u>	<u>9.34%</u>	<u>9.29%</u>	<u>8.95%</u>	<u>9.10%</u>

Source: Municipal Records

TOWNSHIP OF ROCHELLE PARK
Demographic Statistics
(Unaudited)

	2010	2009	2008	2007	2006	2005	2004
Average Labor Force Estimates by Municipality:							
Labor Force	3,013	3,013	2,979	2,942	2,942	2,904	2,887
Employment	2,740	2,740	2,827	2,827	2,814	2,782	2,753
Unemployment	273	273	152	116	128	122	134
Unemployment Rate	9.1%	9.1%	5.1%	3.9%	4.4%	4.2%	4.6%
Per Capital Personal Income - Bergen County	67,696	67,696	67,696	67,113	\$ 63,021	\$ 66,963	\$ 54,669

	Estimates as of July 1,						Corrected Census 2000 Count
Subcounty Population Estimates:							
Rochelle Park TWP	6,063	6,063	6,046	6,045	5,904	5,767	5,528
County of Bergen	895,250	895,250	889,915	885,664	884,581	887,322	884,118

Sources:
 New Jersey Department of Labor and Workforce Development, Labor Planning and Analysis
 New Jersey Department of Labor and Workforce Development
 U.S. Bureau of the Census, Population Division

TOWNSHIP OF ROCHELLE PARK
Value of New Construction, Improvements, Alterations and Demolitions
(Unaudited)

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
# of Permits Issued	460	431	508	603	576
Value of Construction	\$ 3,517,195	\$ 7,383,632	\$ 9,118,034	\$ 5,020,317	\$ 6,882,107

Source: Municipal Records

TOWNSHIP OF ROCHELLE PARK
Comprehensive Annual Financial Report
Year Ended December 31, 2010

Single Audit Section

Di Maria & Di Maria LLP
Public Accountants & Consultants

245 Union Street
Lodi, New Jersey 07644
Voice 973.779.6890
Facsimile 973.779.6891

**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**

Honorable Mayor and Members of the Township Committee
Township of Rochelle Park, County of Bergen, New Jersey

We have audited the financial statements of the Township of Rochelle Park in the County of Bergen, State of New Jersey, as of and for the year ended December 31, 2010 and 2009, and have issued our report thereon dated June 30, 2011. Our report disclosed that, as described in Note 1 to the financial statements, the Township prepares its financial statements on a basis of accounting prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, that demonstrates compliance with a modified accrual basis and the budget laws of the State of New Jersey, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. 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 audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the Township's internal control over financial reporting as a basis to determine our auditing procedures for the purpose of expressing our opinion on the financial statements, and not to provide an opinion on the effectiveness of the entity's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Township'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 entity'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 above.

Di Maria & Di Maria LLP

**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 (Continued)**Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Township'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.

We noted certain other matters that we reported to management of the Township of Rochelle Park, New Jersey in a separate letter dated June 30, 2011.

This report is intended solely for the information and use of the Township's management, and council members, others within the organization, the Division of Local Government Services, and federal and state awarding agencies and pass-through entities, and is not intended to be and should not be used by anyone other than these specific parties.

DI MARIA & DI MARIA LLF
Public Accountants and Consultants

Frank Di Maria

Frank Di Maria
Registered Municipal Accountant
RMA No. CR00463

June 30, 2011

TOWNSHIP OF ROCHELLE PARK
 SCHEDULE OF EXPENDITURES OF FEDERAL FINANCIAL ASSISTANCE
 Year Ended December 31, 2010

K-3
 Schedule A

Catalog of Federal Domestic Assistance Program Title	Federal C.F.D.A. Number	State Project Number	Award Amount	Grant Period		Balance December 31, 2008	Carryover Amount	Cash Received	Budgetary Expenditures	Adjustments	Repayment of Prior Years Balances	(Accounts Receivable) December 31, 2010	Deferred Revenue December 31, 2010	Due to Grantor at December 31, 2010			
				From	To												
The State of New Jersey Department of Homeland Security - Buffer Zone Protection Program	97.078	2009-BF-T9-0041	\$ 200,000	1/1/2010	12/31/10	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (200,000)	\$ 200,000	\$ -			
DEA Funds			1,937	1/1/2010	12/31/10	-	1,937	-	-	-	-	-	1,937	-			
Total Federal Financial Assistance												\$ -	\$ 1,937	\$ -	\$ (200,000)	\$ 201,937	\$ -

Federal and State Grant Fund
 US Office of Homeland Security Passed Through
 The State of New Jersey Department of Homeland Security -
 Buffer Zone Protection Program 97.078 2009-BF-T9-0041
 DEA Funds

*Expenditures less than \$500,000; U.S. Office of Management and Budget (OMB) Circular A-133 Audit not applicable.

TOWNSHIP OF ROCHELLE PARK
SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE
Year Ended December 31, 2010

State Grantor / Program Title	Grant or State Project Number	Award Amount	Grant Period From To	Balance December 31, 2009	Carryover Amount	Cash Received	Budgetary Expenditures	Adjustments	Repayment of Prior Years Balances	(Accounts Receivable) December 31, 2010	Deferred Revenue December 31, 2010	Due to Grantor at December 31, 2010								
State of N.J., Department of Community Affairs -- Consolidated Municipal Property Tax Relief Aid	082-495-6020	147,683	01/01/10 12/31/10	-	-	147,683	(147,683)	-	-	-	-	-								
Local Enforcement Agency Rebates	022-6017-100-040	8,231	01/01/10 12/31/10	-	-	8,231	(8,231)	-	-	-	-	-								
State of N.J., Department of Environmental Protection -- Recycling Tonnage Grant	4900-752-042-4900	6,709	01/01/05 12/31/05	1,171	-	-	(1,171)	-	-	-	-	-								
Recycling Tonnage Grant	4900-752-042-4900	3,211	01/01/06 12/31/06	3,211	-	-	(688)	-	-	-	2,523	-								
Recycling Tonnage Grant	4900-752-042-4900	3,744	01/01/07 12/31/07	3,745	-	-	-	-	-	-	3,745	-								
Recycling Tonnage Grant	4900-752-042-4900	3,262	01/01/08 12/31/08	3,261	-	-	-	-	-	-	3,261	-								
Recycling Tonnage Grant	4900-752-042-4900	5,849	01/01/09 12/31/09	5,848	-	-	-	-	-	-	5,848	-								
Recycling Tonnage Grant	4900-752-042-4900	9,011	01/01/10 12/31/10	-	-	9,011	-	-	-	-	9,011	-								
Clean Communities Program	4900-765-042-4900	5,543	01/01/07 12/31/07	2,030	-	-	-	-	-	-	2,030	-								
Clean Communities Program	4900-765-042-4900	534	01/01/08 12/31/08	535	-	-	-	-	-	-	535	-								
Clean Communities Program	4900-765-042-4900	6,101	01/01/08 12/31/08	6,101	-	-	-	-	-	-	6,101	-								
Clean Communities Program	4900-765-042-4900	7,823	01/01/10 12/31/10	-	-	7,823	-	-	-	-	7,823	-								
State of N.J., Department of Law and Public Safety -- Body Armor Replacement Program	1020-718-066-1020	2,241	01/01/08 12/31/08	731	-	-	-	-	-	-	731	-								
Body Armor Replacement Program	1020-718-066-1020	4,286	01/01/09 12/31/09	1,410	-	-	-	-	-	-	1,410	-								
Drunk Driving Enforcement Fund		18,236	01/01/08 12/31/08	17,721	-	-	-	-	-	-	17,721	-								
State of N.J., Department of Treasury - Passed Thru County of Bergen -- Municipal Alliance on Alcoholism & Drug Abuse - State		11,500	01/01/09 12/31/09	(7,016)	-	7,276	(4,242)	(260)	-	(10,356)	6,114	-								
Municipal Alliance on Alcoholism & Drug Abuse - State		10,368	01/01/10 12/31/10	-	-	-	(230)	-	-	-	2,389	-								
Municipal Alliance on Alcoholism & Drug Abuse - Local		2,389	01/01/10 12/31/10	-	-	2,589	-	-	-	-	-	-								
State of New Jersey, Department of State -- Per Capita Library Aid	100-074-6010	1,049	01/01/10 12/31/10	-	-	1,049	(1,049)	-	-	-	-	-								
State of New Jersey, Department of Transportation -- State Aid - Roadway Projects	6320-480-078-6320	71,005	01/01/10 12/31/10	-	-	71,005	(71,005)	-	-	-	-	-								
State of New Jersey, Department of Treasury -- Energy Receipts Tax	082-100-6020	528,948	01/01/10 12/31/10	-	-	528,948	(528,948)	-	-	-	-	-								
Supplemental Energy Receipt Tax	082-100-6020	21,886	01/01/10 12/31/10	-	-	21,886	(21,886)	-	-	-	-	-								
Hotel Fees		71,389	01/01/10 12/31/10	-	-	71,389	(71,389)	-	-	-	-	-								
Senior and Disabled Citizens' Tax Exemptions	082-495-6020	86,190	01/01/10 12/31/10	-	-	86,190	(86,190)	-	-	-	-	-								
Total State Financial Assistance												\$ 38,748	\$ -	\$ 963,088	\$ (942,702)	\$ (260)	\$ -	\$ -	\$ (10,356)	\$ 69,222

*Expenditures less than \$500,000; N.J. Office of Management and Budget (OMB) Circular 04-04 Audit not applicable.

TOWNSHIP OF ROCHELLE PARK
NOTES TO THE SCHEDULES OF AWARDS AND FINANCIAL ASSISTANCE
Year Ended December 31, 2010

Note 1 - General

The accompanying schedules of expenditures of federal awards and state financial assistance include federal and state award activity of the Township of Rochelle Park, County of Bergen, State of New Jersey. The Township of Rochelle Park is defined in Note 1 to the basic financial statements. All federal and state awards received directly from federal and state agencies, as well as federal awards and state financial assistance passed through other government agencies is included on the schedule of expenditures of federal awards and state financial assistance.

Note 2 - Basis of Accounting

The accompanying schedules of expenditures of awards and financial assistance are presented on the budgetary basis of accounting. These bases of accounting are described in Note 1 to the municipality's basic financial statements. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

Note 3 - Relationship to General-Purpose Financial Statements

Organization

The Township of Rochelle Park, New Jersey is the prime sponsor and recipient of various federal and state grant funds. The Township has delegated the general administration of grant programs and the reporting function to the Township Treasurer. Substantially all grant and program cash funds are commingled with the Township's other funds, although each grant is accounted for separately within the Township's financial records. The Township Treasurer's office performs accounting functions for all grants.

Basis of Accounting

The Township's grants are presented on the modified accrual basis of accounting utilizing the following methods:

Current Fund Grants -

In accordance with a directive from the State Department of Community Affairs, Division of Local Government Services, all grant revenues and expenditures are fully realized within the current fund budget and corresponding receivables and spending reserves are recorded to account for grant activity.

Trust Fund and Capital Fund Grants -

In accordance with accounting principles prescribed by the State of New Jersey, grant receivables are offset with grant spending reserves.

Local Contributions

Local matching contributions are raised in the current fund budget. The percentage of matching contributions varies with each program. Local and state shares of grants are reflected in total on the Schedule of State Financial Assistance.

TOWNSHIP OF ROCHELLE PARK
NOTES TO THE SCHEDULES OF AWARDS AND FINANCIAL ASSISTANCE
Year Ended December 31, 2010

Note 3 - Relationship to General-Purpose Financial Statements (Continued)

Expenditures

Expenditures, as reported on the accompanying schedules of federal and state grants, reflect actual cash disbursements charged directly to a grant program and, in certain instances, do not include allocated expenses or accrued expenses. Differences between budget and actual cash disbursements, as well as differences between budget revenues and actual cash receipts, are transferred to current fund balance when the grant is closed out.

Expenditures per Financial Reports

Expenditures, as reported on the accompanying schedules of federal and state grants, reflect the sum of all expenditures including allocated expenses and accrued expenses reported to the grant funding agency from January 1, 2010 to December 31, 2010. Breakdown by fund is as follows:

	Federal	State	Total
Current Fund	\$ -	\$ 865,376	\$ 865,376
Federal and State Grant Fund	-	\$ 6,321	6,321
General Capital Fund	-	71,005	71,005
Total Awards and Financial Assistance	<u>\$ -</u>	<u>\$ 942,702</u>	<u>\$ 942,702</u>

Note 4 - Relationship to Federal and State Financial Reports

Amounts reported in the accompanying schedules agree with the amounts reported in the related federal and state financial reports.

Note 5 - Federal and State Loans Outstanding

The District did not have any federal and state loans outstanding at of December 31, 2010.

Note 6 - Contingencies

Each of the grantor agencies reserve the right to conduct additional audits of the Township's grant programs for economy, efficiency and program results.

TOWNSHIP OF ROCHELLE PARK
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended December 31, 2010

Section I -- Summary of Auditors' Results

Financial Statements

A) Type of auditors' report issued: Unqualified

B) Internal control over financial reporting:

1. Material weakness(es) identified? _____ yes X no

2. Reportable condition(s) identified that are not considered to be material weakness(es)? _____ yes X none reported

C) Noncompliance material to financial statements noted? _____ yes X no

TOWNSHIP OF ROCHELLE PARK
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended December 31, 2010

Section I -- Summary of Auditors' Results (Continued)

Federal Awards

****NOT APPLICABLE - EXPENDITURES UNDER \$500,000****

A) Internal control over major programs:

- 1. Material weakness(es) identified? _____ yes _____ no
- 2. Reportable condition(s) identified that are
not considered to be material weakness(es)? _____ yes _____ none reported

B) Type of auditors' report issued on compliance
for major programs:

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

D) Identification of major programs:

<u>CFDA Number(s)</u>	<u>Name of Federal Program or Cluster</u>
_____	_____
_____	_____

E) Dollar threshold used to distinguish between
type A and type B programs:

F) Auditee qualified as low-risk auditee? _____ yes _____ no

**TOWNSHIP OF ROCHELLE PARK
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended December 31, 2010**

Section II -- Financial Statement Findings

None

**TOWNSHIP OF ROCHELLE PARK
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended December 31, 2010**

Section III -- Federal and State Award Findings and Questioned Costs

Current Year

Federal Awards:

There were no findings or questioned costs identified.

State Awards:

There were no findings or questioned costs identified.

Prior Year

Federal Awards:

There were no prior year findings or questioned costs.

State Awards:

There were no prior year findings or questioned costs.

**TOWNSHIP OF ROCHELLE PARK
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
Year Ended December 31, 2010**

None

TOWNSHIP OF ROCHELLE PARK

Comprehensive Annual Financial Report

General Comments and Recommendations Section

TOWNSHIP OF ROCHELLE PARK
GENERAL COMMENTS AND RECOMMENDATIONS
Year Ended December 31, 2010

General

1. There were interfund balances within various funds as of year end.
2. Subsidiary records for Trust accounts were not adequately maintained.

**TOWNSHIP OF ROCHELLE PARK
GENERAL COMMENTS AND RECOMMENDATIONS
Year Ended December 31, 2010**

Cash Cycle

Treasurer

None

**TOWNSHIP OF ROCHELLE PARK
GENERAL COMMENTS AND RECOMMENDATIONS
Year Ended December 31, 2010**

Revenues/Cash Receipts Cycle

Treasurer
None

Tax Collector
None

Township Clerk
None

Municipal Court
None

Building Department
None

Police Department

1. Not all deposits were made within 48 hours of receipt in accordance with N.J.S.A. 40A:5-15.

**TOWNSHIP OF ROCHELLE PARK
GENERAL COMMENTS AND RECOMMENDATIONS
Year Ended December 31, 2010**

Expenditures/Cash Disbursements Cycle

1. Claimant's certifications were not obtained on all vouchers.

**TOWNSHIP OF ROCHELLE PARK
GENERAL COMMENTS AND RECOMMENDATIONS
Year Ended December 31, 2010**

Payroll Cycle

None

**TOWNSHIP OF ROCHELLE PARK
GENERAL COMMENTS AND RECOMMENDATIONS
Year Ended December 31, 2010**

Capital Assets

1. A fixed assets ledger was not maintained in accordance with Technical Accounting Directive #85-2.

**TOWNSHIP OF ROCHELLE PARK
GENERAL COMMENTS AND RECOMMENDATIONS
Year Ended December 31, 2010**

Recommendations

1. That all deposits be made with 48 hours of receipt in accordance with N.J.S.A. 40A:5-15.*
2. That the Chief Financial Officer ensure interfund balances be cleared prior to year-end.*
3. That an updated physical inventory be taken utilizing a higher threshold and incorporated into the fixed asset accounting system.*
4. That adequate subsidiary records for Trust accounts be maintained.
5. That claimant's certifications be obtained on all vouchers.

**TOWNSHIP OF ROCHELLE PARK
GENERAL COMMENTS AND RECOMMENDATIONS
Year Ended December 31, 2010**

Status of Prior Years' Recommendations

A review was made of all prior year's recommendations, and corrective action was taken on all with the exception of those denoted with an asterisk.

The synopsis of this report, together with the recommendations must be published as required by statute. We wish to express our appreciation of the assistance and courtesies extended by the Township Officials during the course of the audit.

**DI MARIA & DI MARIA LLP
Public Accountants and Consultants**

Frank Di Maria

**Frank Di Maria
Registered Municipal Accountant
RMA No. CR00463**

June 30, 2011