BOROUGH OF COLLINGSWOOD
REPORT OF AUDIT
YEAR ENDED DECEMBER 31, 2007

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PART I

PETRONI & ASSOCIATES

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INDEPENDENT AUDITOR'S REPORT

Honorable Mayor and Members
of the Board of Commissioners
Borough of Collingswood
County of Camden, New Jersey

We have audited the accompanying balance sheets – statutory basis of the various funds and account groups of the Borough of Collingswood as of December 31, 2007, and 2006, the related statements of operations and changes in fund balance – statutory basis for the years then ended and the related statements of revenues – statutory basis, and statement of expenditures – statutory basis of the various funds, as listed in the table of contents, for the year ended December 31, 2007. These financial statements are the responsibility of the Borough of Collingswood's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America, the standards applicable to financial audits contained in *Government Auditing Standards,* issued by the Comptroller General of the United States, and 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 opinions.

As described in Note 1, the Borough of Collingswood 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 the modified accrual basis, with certain exceptions, 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.

In our opinion, because of the effects of preparing its financial statements on the basis of accounting discussed in the preceding paragraph, the financial statements referred to above do not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the Borough of Collingswood as of December 31, 2007, or the results of its operations for the year then ended.

However, in our opinion, the financial statements referred to above present fairly, in all material respects, the financial position – statutory basis of the various funds and account groups of the Borough of Collingswood as of December 31, 2007 and 2006, and the results of operations and changes in fund balance – statutory basis of such funds for the years then ended and the statement of revenues – statutory basis and statement of expenditures – statutory basis of the various funds for the year ended December 31, 2007 on a modified accrual basis of accounting described in Note 1, which differs from accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards,* we have also issued our report dated April 21, 2008 on our consideration of the Borough of Collingswood's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Our audit was conducted for the purpose of forming opinions on the financial statements of that collectively comprise the Borough of Collingswood's financial statements. The accompanying supplemental schedules and information presented in the "Supplementary Data", "General Comments" and "Findings and Recommendations" sections listed in the table of contents are presented for purposes of additional analysis and are not a required part of the financial statements. The accompanying schedule of state awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-profit Organizations,* and New Jersey Treasury Circular Letter 04-04 OMB, *Single Audit Policy for Recipients of Federal Grants, State Grants, and State Aid,* and is not a required part of the financial statements and, in our opinion, are fairly stated in all material respects in relation to the financial statements taken as a whole. The Supplementary Data, General Comments, and Findings and Recommendations have not been subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on them.

PETRONI & ASSOCIATES

Petroni & Associates

Nick L. Petroni
Certified Public Accountant
Registered Municipal Accountant #252
April 21, 2008

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

Honorable Mayor and Members
of the Borough Council
Borough of Collingswood
County of Camden, New Jersey

We have audited the financial statements of the Borough of Collingswood as of and for the years ended December 31, 2007 and 2006, and have issued our report thereon dated April 21, 2008. We conducted our audit on a comprehensive basis of accounting other than U.S. generally accepted accounting principles. We conducted our audit in accordance with auditing standards generally accepted in the United States of America, and 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 Borough of Collingswood's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing our opinion on the effectiveness of the Borough of Collingswood's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Borough of Collingswood's internal control over financial reporting.

Our consideration of internal control over financial reporting was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses. However, as discussed below, we identified certain deficiencies in internal control over financial reporting that we consider to be significant deficiencies.

A control deficiency exits when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the entity's financial statements that is more than inconsequential will not be prevented or detected by the entity's internal control. We consider the deficiencies described in the accompanying schedule of findings and recommendations to be significant deficiencies in internal control over financial reporting as items 2007-3 through 2007-7.

A material weakness is a significant deficiency, or combination of significant deficiencies, that result in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the Borough's internal control.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies and, accordingly, would not necessarily disclose all significant deficiencies that are also considered to be material weaknesses. However, of the significant deficiencies described in the schedule of findings and questioned costs we consider items 2007-6 and 2007-7 as material weaknesses.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Borough of Collingswood'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 instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* which are described in the accompanying schedule of findings and questioned costs as item 2007-1 and 2007-2.

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

PETRONI & ASSOCIATES

Petroni & Associates

Nick L. Petroni
Certified Public Accountant
Registered Municipal Accountant #252

April 11, 2008

CURRENT FUND

EXHIBIT A

COMPARATIVE BALANCE SHEET - CURRENT FUND

ASSETS	Ref.	Balance Dec. 31, 2007	Balance Dec. 31, 2006
Regular Fund			
Cash - Treasurer	A-4	2,028,183.88	5,363,716.61
Cash - Certficates of Deposit	A-4	1,500,000.00	2,000,000.00
Cash - Payroll	A-4	136,829.32	108,374.49
Petty Cash		600.00	600.00
Change Fund	A-6	275.00	275.00
		3,665,888.20	7,472,966.10
Receivables and Other Assets with Full Reserves:			
Delinquent Property Taxes Receivable	A-7	14,154.24	2,151.48
Tax Title Liens Receivable	A-8	6,695.03	6,304.84
Property Acquired for Taxes - Assessed Valuation	A-9	149,975.00	149,975.00
Revenue Accounts Receivable	A-11	5,795.20	8,937.03
Clean-up Charges Receivable		59,718.83	66,940.33
Tax Abatements Receivable		5,658.86	
Due from Trust Other	B	23,541.37	9,988.94
Due from Animal Control Trust Fund	B	114.92	45.49
Due from Tax Sale Trust Fund	B	4,947.76	
Due from Parking Utility Fund	G	18,205.40	
Due from Federal and State Grant Fund			228,401.22
Due from Special Improvement District		78,688.73	56,224.38
Due from Foundation for the Arts		425,052.04	363,657.39
		792,547.38	892,626.10
Deferred Charges:			
Overexpenditure of Appropriation	A-12	55,053.19	84,351.77
Emergency Authorization	A-12	83,450.00	
Special Emergency Authorization	A-13	390,086.00	
Expenditures without Appropriation			5,297.68
Expenditures without Appropriation Redevelopment			183,564.31
Overexpenditure of Appropriation Reserves	A-12	23,405.75	9,576.69
		551,994.94	282,790.45
		5,010,430.52	8,648,382.65
Federal and State Grant Fund			
Cash - Treasurer	A-4	512,476.97	
Grants Receivable	A-10	983,803.42	1,154,600.18
Grant Expenditure Without Appropriation			3,089.97
		1,496,280.39	1,157,690.15
		6,506,710.91	9,806,072.80

The accompanying notes to the financial statements are an integral part of this statement.

EXHIBIT A
(Continued)

COMPARATIVE BALANCE SHEET - CURRENT FUND

LIABILITIES, RESERVES AND FUND BALANCE	Ref.	Balance Dec. 31, 2007	Balance Dec. 31, 2006
Regular Fund			
Liabilities:			
Appropriation Reserves	A-3:A-14	110,979.08	213,358.08
Encumbrances Payable	A-15	28,933.19	144,246.34
Reserve for Maintenance of Free Public Library		20,696.00	19,471.20
Reserve for Revalution		63,585.00	
Due State of New Jersey:			
Senior Citizen and Veterans Deductions	A-16	71,899.59	62,274.59
Construction DCA		1,419.00	7,832.00
Marriage License Fees		600.00	1,228.00
Burial Permits		420.00	
Prepaid Taxes	A-4	105,345.11	119,052.04
Tax Overpayments		73,196.17	23,864.51
Due County for Added & Omitted Taxes	A-7	9,728.80	3,695.54
Due Special Improvement District Taxes		39,032.04	
Due Sewer Operating Fund			162,000.00
Due Sewer Capital Fund			400,000.00
Due Water Capital Fund			1,000,000.00
Due Water Operating			4,203.86
Due Unemployment Trust Fund			2.79
Due to General Capital Fund	C	537,664.12	479,450.28
Due to Borough of Woodlynne - Fire Inspection Fees	A-4	29,855.00	
Reserve for Debt Service	A-4	48,436.77	
Payroll Taxes Payable		107,020.54	93,320.45
Reserve for Local Grants	A-19	82,036.41	5,000.00
Reserve for Concession Stand Sales			23,435.88
Reserve for JIF Safety Awards		2,931.06	2,231.06
		1,333,777.88	2,764,666.62
Reserve for Receivables		792,547.38	892,626.10
Fund Balance	A-1	2,884,105.26	4,991,089.93
		5,010,430.52	8,648,382.65
Federal and State Grant Fund			
Reserve for Grants - Appropriated	A-20	1,435,202.59	894,910.32
Reserve for Grants - Unappropriated	A-18	54,417.05	18,358.69
Encumbrances Payable	A-15	6,660.75	16,019.92
Due Current Fund			228,401.22
		1,496,280.39	1,157,690.15
		6,506,710.91	9,806,072.80

The accompanying notes to the financial statements are an integral part of this statement.

EXHIBIT A-1

COMPARATIVE STATEMENT OF OPERATIONS AND CHANGE IN FUND BALANCE - CURRENT FUND

Revenue and Other Income Realized	Ref.	Year 2007	Year 2006
Fund Balance Utilized	A-2	2,653,401.15	
Miscellaneous Revenue Anticipated	A-2	6,798,639.32	6,629,069.66
Receipts from Delinquent Taxes	A-2	7,601.84	281,627.74
Receipts from Current Taxes	A-2	25,902,182.56	24,642,695.50
Non-Budget Revenue	A-2	607,209.80	3,678,789.16
Other Credits to Income:			
Unexpended Balance of Appropriation Reserves	A-14	38,318.02	120,724.69
Encumbrances Payable - Canceled	A-15	71,203.05	
Interfund Loan Returned		230,931.50	544,338.06
Reserve for Grants Appropriated	A-20	90,596.38	450,000.50
Tax Overpayments Canceled		678.14	
Total Income		36,400,761.76	36,347,245.31
Expenditures			
Budget Appropriations Within "CAPS"			
Operations:			
Salaries and Wages	A-3	4,690,379.19	4,602,076.75
Other Expenses	A-3	4,359,650.67	2,127,608.00
Deferred Charges and Statutory Expenditures - Municipal	A-3	522,195.97	294,529.32
Budget Appropriations Excluded from "CAPS"			
Operations:			
Salaries and Wages	A-3	54,578.97	28,513.00
Other Expenses	A-3	2,543,346.66	4,164,764.72
Capital Improvements	A-3	1,868,050.00	200,000.00
Debt Service	A-3	2,030,013.19	869,011.25
Deferred Charges	A-3	408,795.00	380,500.00
County Taxes	A-7	6,247,769.18	6,099,053.89
County Open Space Taxes	A-7	195,586.92	166,141.22
Due County for Added Taxes	A-7	9,728.80	3,695.54
Local District School Tax	A-17	12,666,193.50	12,019,715.50
Special Improvement District Tax	A-7	219,999.63	212,683.53
Prior Year Deductions Disallowed	A-16	7,625.00	7,125.00
Grant Receivable Balances Canceled	A-10	162,579.73	450,000.00
Reserve for Grants Appropriated			3,484.00
Prior Period Adjustment - Tax Overpayments		1,566.63	
Interfund Loan Advanced		343,177.43	120,373.33

The accompanying notes to the financial statements are an integral part of this statement.

EXHIBIT A-1
(Continued)

COMPARATIVE STATEMENT OF OPERATIONS AND CHANGE IN FUND BALANCE - CURRENT FUND

	Ref.	Year 2007	Year 2006
Expenditures Without Appropriations			8,387.65
Prior Year Refund	A-4	51,698.00	8,886.94
Total Expenditures		36,382,934.47	31,766,549.64
Excess in Revenue		17,827.29	4,580,695.67
Adjustments to Income before Fund Balance:			
Expenditures included above which are by Statute Deferred Charges to Budget of Succeeding Year	A-3:A-4	528,589.19	92,739.40
Statutory Excess to Fund Balance		546,416.48	4,673,435.07
Fund Balance			
Balance January 1	A	4,991,089.93	317,654.86
		5,537,506.41	4,991,089.93
Decreased by:			
Utilization as Anticipated Revenue	A-1	2,653,401.15	
Balance December 31	A	2,884,105.26	4,991,089.93

The accompanying notes to the financial statements are an integral part of this statement.

EXHIBIT A-2

STATEMENT OF REVENUES

	Ref.	Anticipated Budget	Anticipated Amended by N.J.S.A.40A:4-87	Realized	Excess or (Deficit)
Surplus Anticipated		2,653,401.15		2,653,401.15	
Miscellaneous Revenues:					
Licenses: Other	A-11	2,800.00		1,870.00	(930.00)
Fees and Permits	A-11	45,000.00		46,634.60	1,634.60
Fines and Costs:					
Municipal Court	A-11	174,500.00		140,254.65	(34,245.35)
Department of Recreation Fees	A-11	105,500.00		89,187.30	(16,312.70)
Anticipated Water Operating Surplus	A-11	100,000.00		100,000.00	
Fire Service	A-11	39,000.00		36,419.00	(2,581.00)
Delaware River Port Authority		30,000.00		60,000.00	30,000.00
Collingswood Ambulance Service	A-11	15,000.00		11,580.00	(3,420.00)
Pool Tags	A-11	107,000.00		109,202.25	2,202.25
Rental Inspections	A-11	15,600.00		13,500.00	(2,100.00)
Resale Inspection Fees	A-11	8,700.00		7,560.00	(1,140.00)
Third Party Ambulance - Billing	A-11	304,000.00		269,502.36	(34,497.64)
Housing Inspections	A-11	41,500.00		40,520.00	(980.00)
Fundraising Ambulance	A-11	300.00		125.00	(175.00)
Donations - Community Sponsored Events	A-11	500.00		1,365.00	865.00
Payments in Lieu of Taxes:					
Parkview Apartments	A-11	710,237.50		710,237.50	
Methodist Home	A-11	34,116.00		35,139.00	1,023.00
Senior Community Center Rents	A-11	91,000.00		105,978.50	14,978.50
Legislative Initiative Municipal Block Grant	A-11	66,900.00		66,900.00	
Consolidated Municipal Property Tax Relief Act (N.J.S.A. 52:27D-118.34)	A-11	746,006.00		746,006.00	
Energy Receipts Tax	A-11	778,470.00		778,470.00	
Supplemental Energy Receipts Tax	A-11	33,452.00		33,452.00	
Municipal Homeland Security	A-11	70,000.00		70,000.00	
Municipal Property Tax Assistance	A-11	31,275.00		31,275.00	
Uniform Construction Code	A-11	106,010.00		114,921.00	8,911.00
Interlocal Municipal Services:					
Merchantville - Construction	A-11	11,528.97	500.00	17,488.95	5,459.98
Woodlynne - Construction	A-11	5,200.00	350.00	7,975.00	2,425.00
Woodlynne - Fire Inspections	A-11	37,000.00		26,000.00	(11,000.00)
Haddon - Fire Services	A-11	20,475.00		21,499.41	1,024.41
Woodlynne - Police Department	A-11	650,000.00		650,000.00	
Woodlynne - Municipal Court	A-11	48,989.00		45,188.28	(3,800.72)

The accompanying notes to the financial statements are an integral part of this statement.

EXHIBIT A-2
(Continued)

STATEMENT OF REVENUES

	Ref.	Anticipated Budget	Anticipated Amended by N.J.S.A.40A:4-87	Realized	Excess or (Deficit)
Knight Park Donation	A-11	6,500.00		6,500.00	
Uniform Fire Safety Act	A-11	12,000.00		12,676.78	676.78
Sale of Assets	A-11	114,000.00		120,720.00	6,720.00
Payments in Lieu:					
Collingswood Housing Authority	A-11	15,265.00		15,538.00	273.00
Lumberyard	A-11	300,000.00		182,498.97	(117,501.03)
Parkview Apartments - Additional	A-11	208,762.50		208,762.50	
Pewter Village	A-11	67,500.00		67,500.00	
Due from Scottish Rite	A-11	125,000.00		125,000.00	
Due from Collingswood Partners	A-11	78,000.00		47,110.56	(30,889.44)
Lease Payments:					
33 W. Collngs	A-11	28,200.00		28,200.00	
Catelli Parking	A-11	12,000.00		12,000.00	
Zane School	A-11	242,940.00		244,190.00	1,250.00
Robert's Pool Concession Stand Sales	A-11:A	25,000.00		44,822.55	19,822.55
Additional Revenue - Pool Tags	A-11	20,000.00		20,000.00	
Prior Year Surplus Parking Utility	A-11	25,000.00		25,000.00	
Community Development Block Grt	A-10	57,137.00		57,137.00	
Click it or Ticket	A-10	4,000.00		4,000.00	
Assistance to Firefighters	A-10	612,750.00		612,750.00	
NJ Transportation Trust	A-10	152,000.00	100,000.00	252,000.00	
Recycling Tonnage Grant	A-10	6,651.30	3,001.22	9,652.52	
Police Body Armor	A-10	3,476.50		3,476.50	
Clean Communities Program	A-10	18,932.52		18,932.52	
Safe & Secure Program	A-10	90,000.00		90,000.00	
Drunk Driving Enforcement Fund	A-10	10,770.62		10,770.62	
Community Stewardship Incentive	A-10	25,000.00		25,000.00	
Municipal Alliance	A-10	15,650.00		15,650.00	
Urban Land Institute - Comm. Act.	A-10	20,000.00		20,000.00	
Child and Adolescent Health	A-10	2,500.00		2,500.00	
Green Communities	A-10	3,000.00		3,000.00	
Neighborhood Preservation	A-10		125,000.00	125,000.00	
Total Miscellaneous Revenues		6,732,094.91	228,851.22	6,798,639.32	(162,306.81)
Receipts from Delinquent Taxes	A-2	8,000.00		7,601.84	(398.16)
Amount to be Raised by Taxation	A-2	6,591,400.00		6,827,788.53	236,388.53
Budget Totals		15,984,896.06	228,851.22	16,287,430.84	73,683.56
Non-Budget Revenue	A-2			607,209.80	
		15,984,896.06	228,851.22	16,894,640.64	
	Ref.	A-3	A-3		

The accompanying notes to the financial statements are an integral part of this statement.

STATEMENT OF REVENUES

	Ref.	
Allocation of Current Tax Collections:		
Revenue from Collections	A-7	25,902,182.56
Allocated to:		
School, County and Special Improvement Taxes		19,339,278.03
Balance for Support of Municipal Budget Appropriation		6,562,904.53
Add: Appropriation "Reserve for Uncollected Taxes"	A-3	264,884.00
Amount for Support of Municipal Budget Appropriation	A-2	6,827,788.53
Receipts from Delinquent Taxes:		
Delinquent Tax Collection	A-7:A-2	7,601.84

Analysis of Non-Budget Revenue

Miscellaneous Revenue Not Anticipated:		
Revenue Accounts Receivable:		
Interest and Costs on Taxes	A-11	74,000.16
FEMA Rebate	A-11	86,286.73
Senior Citizen Administration Fee	A-11	3,265.00
Refunds	A-11	58,810.45
Cable TV Franchise Fee	A-11	51,874.21
Recycled Newspapers	A-11	27,151.14
DMV Inspection Fines	A-11	1,969.75
Clean up Charges	A-11	21,646.17
Interest on Investments	A-11	272,792.35
Miscellaneous Revenue	A-11	9,413.84
	A-2	607,209.80

The accompanying notes to the financial statements are an integral part of this statement.

STATEMENT OF EXPENDITURES

	Appropriations		Expended			Unexpended	
	Budget	Budget After Modifications	Paid or Charged	Encumbered	Reserved	Balance Canceled	Overexpended
GENERAL GOVERNMENT FUNCTIONS							
Administrator's Office							
Other Expenses	3,000.00	2,345.00	2,340.44		4.56		
Mayor and Commissioners							
Salaries and Wages	19,762.00	19,762.00	19,711.94		50.06		
Other Expenses	1,500.00	1,500.00	1,491.51		8.49		
Municipal Clerk							
Salaries and Wages	47,178.00	47,742.00	47,740.34		1.66		
Other Expenses:							
Printing and Advertising	22,000.00	21,225.00	20,897.85	322.43	4.72		
Stationery and Supplies	750.00	750.00	704.31		45.69		
Miscellaneous Other Expenses	2,650.00	2,150.00	2,084.87		65.13		
Elections							
Salaries and Wages	1,300.00	1,500.00	1,500.00				
Other Expenses	2,500.00	5,811.00	5,810.71		0.29		
Financial Administration							
Salaries and Wages	15,000.00	2,283.00	2,280.96		2.04		
Other Expenses	37,900.00	36,270.00	35,853.45	415.51	1.04		
Audit Services							
Other Expenses	26,000.00	23,860.00	23,859.75		0.25		
Collection of Taxes							
Salaries and Wages	19,000.00	17,699.00	17,697.94		1.06		
Other Expenses	19,050.00	19,074.00	19,073.41		0.59		
Assessment of Taxes							
Salaries and Wages	15,658.00	15,658.00	15,619.94		38.06		
Other Expenses	9,950.00	6,780.00	6,531.76	244.66	3.58		
Revaluation Services		390,086.00	390,086.00				
Legal Services and Costs							
Salaries and Wages	1,973.00	1,973.00	1,967.95		5.05		
Other Expenses	30,000.00	26,675.00	26,580.39	90.00	4.61		
Engineering Services and Costs							
Other Expenses	12,000.00	12,000.00	11,999.75		0.25		

The accompanying notes to the financial statements are an integral part of this statement.

STATEMENT OF EXPENDITURES

	Appropriations		Expended			Unexpended	
	Budget	Budget After Modifications	Paid or Charged	Encumbered	Reserved	Balance Canceled	Overexpended
Community Development							
Salaries and Wages	140,005.00	142,954.00	142,953.33		0.67		
Other Expenses	11,000.00	10,000.00	9,624.54	306.50	68.96		
Historical Building-Knight Homestead							
Other Expenses	600.00	362.00	361.85		0.15		
Zane School							
Other Expenses	45,000.00	47,655.00	47,651.83		3.17		
LAND USE ADMINISTRATION							
Municipal Land Use Law (N.J.S.A. 40:55D-1)							
Planning Board							
Salaries and Wages	15,214.00	15,214.00	15,161.16		52.84		
Other Expenses	1,000.00	860.00	662.87	192.46	4.67		
Zoning Commission							
Salaries and Wages	27,616.00	27,825.00	27,823.09		1.91		
Other Expenses	1,200.00	1,200.00	1,195.44		4.56		
CODE ENFORCEMENT AND ADMINISTRATION							
Nuisance Inspector							
Salaries and Wages	17,260.00	17,495.00	17,493.81		1.19		
Other Expenses	3,000.00	3,000.00	2,689.67	290.00	20.33		
INSURANCE							
Liability Insurance	181,687.43	181,687.43	181,687.43				
Workers Compensation Insurance	115,286.24	115,286.24	115,286.24				
Group Insurance Plan for Employees	1,412,410.00	1,342,447.00	1,330,605.83	1,900.00	9,941.17		
PUBLIC SAFETY FUNCTIONS							
Police							
Salaries and Wages	2,413,668.00	2,456,996.00	2,512,049.19		0.00		55,053.19
Other Expenses	106,366.00	110,566.00	110,507.97		58.03		
Office of Emergency Management							
Other Expenses	100.00	100.00			100.00		
Ambulance							
Other Expenses	49,000.00	49,000.00	32,651.48	3,663.81	12,684.71		

The accompanying notes to the financial statements are an integral part of this statement.

EXHIBIT A-3
(Continued)

STATEMENT OF EXPENDITURES

	Appropriations		Expended			Unexpended	
	Budget	Budget After Modifications	Paid or Charged	Encumbered	Reserved	Balance Canceled	Overexpended
Fire							
Salaries and Wages	1,077,490.00	1,086,275.00	1,085,966.22	308.10	0.68		
Other Expenses	57,800.00	58,367.00	58,334.40	32.31	0.29		
Supplemental Fire	8,000.00	8,000.00	7,560.83	59.79	379.38		
Uniform Fire Safety Act (P.L. 1983, CH. 383):							
Fire Inspector							
Salaries and Wages	65,583.00	65,583.00	65,443.10		139.90		
Other Expenses	13,500.00	13,500.00	13,184.33	315.23	0.44		
Municipal Prosecutor							
Salaries and Wages	11,343.00	11,343.00	11,314.87		28.13		
PUBLIC WORKS FUNCTIONS							
Streets and Highways							
Salaries and Wages	225,767.00	249,831.00	249,830.09		0.91		
Other Expenses	8,865.00	10,188.00	9,896.76	290.44	0.80		
Shade Tree Commission							
Other Expenses	11,300.00	11,300.00	11,146.14	72.00	81.86		
Solid Waste Collection							
Contractual	476,607.00	476,607.00	436,020.00		40,587.00		
Public Building and Grounds							
Other Expenses	21,500.00	24,718.00	24,015.53	702.29	0.18		
Vehicle Maintenance							
Other Expenses	86,200.00	86,400.00	75,314.17	10,780.94	304.89		
HEALTH AND HUMAN SERVICES							
Public Health Services (Board of Health)							
Other Expenses	2,300.00	1,482.00	1,480.21		1.79		
Animal Regulation							
Other Expenses	12,500.00	35,031.00	35,030.93		0.07		
Administration of Public Assistance							
Other Expenses	50.00						
Poor and Indigent							
Other Expenses	50.00						

The accompanying notes to the financial statements are an integral part of this statement.

EXHIBIT A-3
(Continued)

STATEMENT OF EXPENDITURES

	Appropriations		Expended			Unexpended	
	Budget	Budget After Modifications	Paid or Charged	Encumbered	Reserved	Balance Canceled	Overexpended
PARK AND RECREATION FUNCTIONS							
Parks and Playgrounds							
Salaries and Wages	39,200.00	42,548.00	42,547.04		0.96		
Other Expenses	111,400.00	104,083.00	104,082.65		0.35		
Robert's Park Swimming Pool							
Salaries and Wages	88,400.00	88,031.00	88,030.57		0.43		
Other Expenses	53,850.00	63,285.00	63,271.66	8.00	5.34		
Knight Park							
Salaries and Wages	51,965.00	42,216.00	42,215.59		0.41		
Senior Center							
Salaries and Wages	32,122.00	33,493.00	33,491.18		1.82		
Other Expenses	86,000.00	79,843.00	78,191.56	1,582.67	68.77		
OTHER COMMON OPERATING FUNCTIONS							
Community Sponsored Events							
Other Expenses	45,000.00	42,170.00	39,754.11	110.20	2,305.69		
UTILITY AND BULK EXPENSES							
Electricity	135,000.00	150,867.00	150,866.07		0.93		
Street Lighting	140,000.00	145,465.00	145,464.97		0.03		
Telephone	29,000.00	29,000.00	29,000.00				
Gas (Natural or Propane)	56,000.00	48,567.00	46,500.82	2,065.87	0.31		
Fuel Oil	40,000.00	33,000.00	28,481.46		4,518.54		
Telecommunication Costs	14,000.00	14,482.00	12,676.59	1,805.36	0.05		
Gasoline	75,000.00	84,000.00	83,999.76		0.24		
SOLID WASTE DISPOSAL COSTS							
Solid Waste Disposal							
Other Expenses							
Other Expenses	450,000.00	403,276.00	399,002.66	1,266.27	3,007.07		
MUNICIPAL COURT							
Salaries and Wages	138,326.00	135,145.00	135,144.97		0.03		
Other Expenses	27,220.00	23,080.00	21,149.37	1,777.98	152.65		
Public Defender							
Salaries and Wages	8,705.00	4,405.00	4,393.64		11.36		

The accompanying notes to the financial statements are an integral part of this statement.

EXHIBIT A-3
(Continued)

STATEMENT OF EXPENDITURES

	Appropriations		Expended			Unexpended	
	Budget	Budget After Modifications	Paid or Charged	Encumbered	Reserved	Balance Canceled	Overexpended
UNIFORM CONSTRUCTION CODE - APPROPRIATIONS OFFSET BY DEDICATED REVENUES (NJAC5:23-4.17)							
Construction Official							
Salaries and Wages	108,200.00	109,355.00	109,354.02		0.98		
Other Expenses	2,000.00	2,000.00	1,998.79		1.21		
Total Operations	8,637,826.67	8,994,726.67	8,946,394.06	28,602.82	74,782.98		55,053.19
Contingent	250.00	250.00	153.60		96.40		
Total Operations Including Contingent Within "CAPS"	8,638,076.67	8,994,976.67	8,946,547.66	28,602.82	74,879.38		55,053.19
Detail:							
Salaries and Wages	4,580,735.00	4,635,326.00	4,689,730.94	308.10	340.15		55,053.19
Other Expenses	4,057,341.67	4,359,650.67	4,256,816.72	28,294.72	74,539.23		
DEFERRED CHARGES & STATUTORY EXPENDITURES - MUNICIPAL WITHIN "CAPS" DEFERRED CHARGES:							
Overexpenditure of Appropriation	84,351.77	84,351.77	84,351.77				
Overexpenditure of Appropriation Reserve	9,576.69	9,576.69	9,576.69				
Overexpenditure of Off-Duty Police	10,319.51	10,319.51	10,319.51				
Grant Expenditure Without Appropriation	3,089.97	3,089.97	3,089.97				
Deficit in Dog License Fund	45.28	45.28	45.28				
Expenditures Without Appropriation	190,933.99	190,933.99	190,933.99				
STATUTORY EXPENDITURES:							
Contribution to:							
Public Employees' Retirement System	20,227.00	20,227.00	18,227.00		2,000.00		
Social Security System (O.A.S.I)	198,575.00	203,575.00	203,556.16		18.84		
Consolidated Police & Firemen's Retirement System	76.76	76.76	76.76				
Total Deferred Charges & Statutory Expenditures-Municipal within "CAPS"	517,195.97	522,195.97	520,177.13		2,018.84		
Total General Appropriations for Municipal Purposes within "CAPS"	9,155,272.64	9,517,172.64	9,466,724.79	28,602.82	76,898.22		55,053.19

The accompanying notes to the financial statements are an integral part of this statement.

EXHIBIT A-3
(Continued)

STATEMENT OF EXPENDITURES

	Appropriations		Expended			Unexpended	
	Budget	Budget After Modifications	Paid or Charged	Encumbered	Reserved	Balance Canceled	Overexpended
OPERATIONS EXCLUDED FROM "CAPS"							
EDUCATION FUNCTIONS							
Maintenance of Free Public Library	355,870.00	357,285.00	357,209.45	75.00	0.55		
STATUTORY EXPENDITURES:							
Public Employees' Retirement System	30,000.00	30,000.00	30,000.00				
Contribution to Police & Firemen's Retirement	460,130.00	460,130.00	460,129.60		0.40		
"Nor" Easter Storm Emergency EO #64:							
N.J.S.A. 40A:4-45-.3(bb)							
Police							
Salaries and Wages	330.00	330.00	330.00				
Other Expenses	632.00	632.00	632.00				
Fire							
Salaries and Wages	410.00	410.00	410.00				
Streets and Highways							
Salaries and Wages	2,033.00	2,033.00	2,033.00				
Other Expenses	5,035.00	5,035.00	5,035.00				
Storm Sewers							
Other Expenses	1,000.00	1,000.00	1,000.00				
Social Security System (O.A.S.I)	225.00	225.00	225.00				
N.J.S.A. 40A:4-45.3(ee)							
Collingswood Municipal PRIDE Grant	550,000.00	550,000.00	550,000.00				
Total Other Operations - Excluded from "CAPS"	1,405,665.00	1,407,080.00	1,407,004.05	75.00	0.95		
INTERLOCAL MUNICIPAL SERVICE AGREEMENTS							
Construction Code - Interlocal Service Agreements:							
Construction Official - Salaries & Wages:							
Borough of Merchantville	11,528.97	12,028.97	11,541.02		487.95		
Borough of Woodlynne	5,200.00	5,550.00	5,550.00				
Fire Inspection - Interlocal Service Agreements:							
Borough of Woodlynne	37,000.00	37,000.00	23,964.10	255.37	12,780.53		
Township of Haddon	20,475.00	20,475.00			20,475.00		

The accompanying notes to the financial statements are an integral part of this statement.

EXHIBIT A-3
(Continued)

STATEMENT OF EXPENDITURES

	Appropriations		Expended			Unexpended	
	Budget	Budget After Modifications	Paid or Charged	Encumbered	Reserved	Balance Canceled	Overexpended
Police - Interlocal Service Agreements:							
Borough of Woodlynne	650,000.00	677,926.00	677,925.23		0.77		
Municipal Court							
Borough of Woodlynne	43,989.00	43,989.00	43,654.09		334.91		
Total Interlocal Municipal Service Agreements Excluded	768,192.97	796,968.97	762,634.44	255.37	34,079.16		
PUBLIC AND PRIVATE PROGRAMS OFFSET BY REVENUES							
Knight Park Donation - Salary & Wages	6,000.00	4,845.00	4,844.25		0.75		
Recycling Tonnage Grant	6,651.30	9,652.52	9,652.52				
Drunk Driving Enforcement Fund	10,770.62	10,770.62	10,770.62				
Clean Communities	18,932.52	18,932.52	18,932.52				
Municipal Alliance for Drug & Alcohol Abuse	19,562.50	19,562.50	19,562.50				
Safe and Secure	90,000.00	90,000.00	90,000.00				
Body Armor Replacement Fund	3,476.50	3,476.50	3,476.50				
Healthy Community Development Program	2,500.00	2,500.00	2,500.00				
Neighborhood Preservation Program		125,000.00	125,000.00				
Click it or Ticket	4,000.00	4,000.00	4,000.00				
Community Development Block Grant	57,137.00	57,137.00	57,137.00				
Urban Land Institute	20,000.00	20,000.00	20,000.00				
Community Stewardship Incentive Program	25,000.00	25,000.00	25,000.00				
Green Communities	3,000.00	3,000.00	3,000.00				
Total Public and Private Programs Excluded from "CAPS"	267,030.44	393,876.66	393,875.91		0.75		
Total Operations Excluded from "CAPS"	2,440,888.41	2,597,925.63	2,563,514.40	330.37	34,080.86		
Detail:							
Salaries and Wages	53,728.97	54,578.97	41,055.12	255.37	488.70		
Other Expenses	2,387,159.44	2,543,346.66	2,522,459.28	75.00	33,592.16		
CAPITAL IMPROVEMENTS - EXCLUDED FROM "CAPS"							
Capital Improvement Fund	25,000.00	108,450.00	108,450.00				
Street Resurfacing & Road Improvements	45,600.00	45,600.00	45,600.00				
Purchase of Spreader	7,000.00	7,000.00	7,000.00				

The accompanying notes to the financial statements are an integral part of this statement.

EXHIBIT A-3
(Continued)

STATEMENT OF EXPENDITURES

	Appropriations		Expended			Unexpended	
	Budget	Budget After Modifications	Paid or Charged	Encumbered	Reserved	Balance Canceled	Overexpended
Capital Improvements - Scottish Rite	250,000.00	250,000.00	250,000.00				
Purchase of Educational and Recreational Equipment	510,000.00	510,000.00	510,000.00				
Improvements to Knight House	50,000.00	50,000.00	50,000.00				
Vehicle Acquisition Grant - Ladder Truck	645,000.00	645,000.00	645,000.00				
NJ Transportation Trust Fund Harrison & Champion	152,000.00	252,000.00	252,000.00				
Capital Improvements Excluded from "CAPS"	1,684,600.00	1,868,050.00	1,868,050.00				
DEBT SERVICE							
Payment of Bond Principal	594,896.30	594,896.30	594,896.30				
Payment of Bond Anticipation Notes	302,679.00	302,679.00	302,679.00				
Interest on Bonds	344,267.68	344,267.68	343,824.87			442.81	
Interest on Notes	788,613.03	788,613.03	788,613.02			0.01	
Total Debt Service	2,030,456.01	2,030,456.01	2,030,013.19			442.82	
DEFERRED CHARGES - MUNICIPAL EXCLUDED FROM "CAPS"							
Deferred Charges:							
Deferred Charges to Future Taxation - Ord 1160	3,295.00	3,295.00	3,295.00				
Total Deferred Charges Excluded from "CAPS"	3,295.00	3,295.00	3,295.00				
Transfer to Board of Education	405,500.00	405,500.00	405,500.00				
Total General Appropriations for Municipal Purposes Excluded from "CAPS"	6,564,739.42	6,905,226.64	6,870,372.59	330.37	34,080.86	442.82	
Subtotal General Appropriations	15,720,012.06	16,422,399.28	16,337,097.38	28,933.19	110,979.08	442.82	55,053.19
RESERVE FOR UNCOLLECTED TAXES	264,884.00	264,884.00	264,884.00				
TOTAL GENERAL APPROPRIATIONS	15,984,896.06	16,687,283.28	16,601,981.38	28,933.19	110,979.08	442.82	55,053.19
Ref.	A-2			A-15	A		A-12

The accompanying notes to the financial statements are an integral part of this statement.

EXHIBIT A-3
(Continued)

STATEMENT OF EXPENDITURES

	Appropriations		Expended			Unexpended	
	Budget	Budget After Modifications	Paid or Charged	Encumbered	Reserved	Balance Canceled	Overexpended
	Ref.						
Budget	A-3	15,984,896.06					
Emegency Appropriations	A-12	83,450.00					
Special Emergency	A-13	390,086.00					
Budget Amendments per N.J.S.A. 40A:4-87	A-2	228,851.22					
		16,687,283.28					
		Ref.					
Reserve for Uncollected Taxes		A-2	264,884.00				
Due General Capital Fund			552,127.23				
Reserve for Revaluation			390,086.00				
Deferred Charges:							
Deferred Charges to Future Taxation - Ord 1160			3,295.00				
Overexpenditure of Appropriation Reserve		A-12	84,351.77				
Overexpenditure of Appropriation		A-12	9,576.69				
Grant Expenditure Without Appropriation		A-12	3,089.97				
Expenditures Without Appropriation		A-12	190,933.99				
Reserve for Federal & State Grants - Appropriated		A-20	1,286,031.66				
Reserve for Local Grants - Appropriated		A-19	550,000.00				
Disbursed		A-4	13,267,605.07				
			16,601,981.38				

The accompanying notes to the financial statements are an integral part of this statement.

TRUST FUND

EXHIBIT B

COMPARATIVE BALANCE SHEET - TRUST FUND

ASSETS	Ref.	Balance Dec. 31, 2007	Balance Dec. 31, 2006
Animal Control Trust Fund			
Cash - Treasurer	B-1	1,140.31	0.21
Deficit in Dog Fund			45.28
		1,140.31	45.49
Trust Other Fund			
Cash - Treasurer	B-1	335,346.08	296,362.63
Commodity Resale Receivable		7,156.39	16,645.45
Accounts Receivable Off-Duty Police		29,481.50	46,938.00
Deficit in Off-Duty Police			10,319.51
Expenditures Without Appropriation			2,072.00
		371,983.97	372,337.59
Tax Sale Premium			
Cash - Collector	B-3	196,773.85	216,373.79
Accounts Receivable		929.16	977.13
		197,703.01	217,350.92
Unemployment Compensation Trust Fund			
Cash - Treasurer	B-1	95,222.04	97,242.06
Due from Current Fund			2.79
		95,222.04	97,244.85
		666,049.33	686,978.85

The accompanying notes to the financial statements are an integral part of this statement.

EXHIBIT B
(Continued)

COMPARATIVE BALANCE SHEET - TRUST FUND

LIABILITIES, RESERVES AND FUND BALANCE	Ref.	Balance Dec. 31, 2007	Balance Dec. 31, 2006
Animal Control Trust Fund			
Due Current Fund	A	114.92	45.49
Due State of New Jersey		2.40	
Reserve for Dog Fund Expenditures	B-5	1,022.99	
		1,140.31	45.49
Trust Other Fund			
Encumbrances Payable		2,993.82	17,383.58
Due Current Fund	A	23,541.37	9,988.94
Reserve for:			
Zoning Board Escrow		2,675.00	3,025.00
Planning Board Escrow		11,864.50	16,361.66
Other Escrow Fees		3,323.45	3,323.45
Trust Other		99.01	99.01
Public Defender		515.56	1,429.00
Parking Offense Adjudication Act		1,162.09	1,921.62
Rooming House Escrow		2,505.00	2,405.00
Uniform Fire Safety - Penalty Money		43,535.70	35,274.55
Municipal Alliance Program Income		17,704.85	25,069.72
Law Enforcement Forfeiture		7,994.52	2,243.83
Donations - Police Equipment		2,252.99	2,844.49
Domestic Violence Program Income		283.39	283.39
Commodity Resale		50,859.33	55,158.70
Off-Duty Police		52,085.74	46,938.00
Bequest - Ambulance Donations		148,587.65	148,587.65
		371,983.97	372,337.59

The accompanying notes to the financial statements are an integral part of this statement.

EXHIBIT B
(Continued)

COMPARATIVE BALANCE SHEET - TRUST FUND

LIABILITIES, RESERVES AND FUND BALANCE	Ref.	Balance Dec. 31, 2007	Balance Dec. 31, 2006
Tax Sale Premium			
Reserve for Tax Sale Redemptions	B -6	34,855.25	19,550.92
Reserve for Tax Sale Premiums	B-7	157,900.00	197,800.00
Due Current Fund	A	4,947.76	
		197,703.01	217,350.92
Unemployment Compensation Trust Fund			
Reserve for Unemployment Claims		95,222.04	97,244.85
		666,049.33	686,978.85

The accompanying notes to the financial statements are an integral part of this statement.

GENERAL CAPITAL FUND

EXHIBIT C

COMPARATIVE BALANCE SHEET - GENERAL CAPITAL

ASSETS	Ref.	Balance Dec. 31, 2007	Balance Dec. 31, 2006
Cash - Treasurer	C-2	2,148,108.08	81,976.82
Deferred Charges to Future Taxation:			
Funded	C-5	6,179,133.32	6,774,029.62
Unfunded	C-7	22,567,500.00	16,842,524.00
Due from Current Fund	A	537,664.12	479,450.28
Due from Sewer Operating Fund			30,100.00
Amount to be Provided by Capital Lease		37,731.53	73,060.70
		31,470,137.05	24,281,141.42

LIABILITIES, RESERVES AND FUND BALANCE	Ref.	Balance Dec. 31, 2007	Balance Dec. 31, 2006
Bond Anticipation Notes Payable	C-10	22,567,400.00	15,839,129.00
Serial Bonds Payable	C-9	6,179,133.32	6,774,029.62
Obligations Under Capital Lease	C-12	37,731.53	73,060.70
Improvement Authorizations:			
Funded	C-8	23,316.22	23,316.22
Unfunded	C-8	2,044,461.31	1,513,840.23
Encumbrances Payable		55,670.25	15,826.35
Capital Improvement Fund	C-6	6.66	1,606.66
Reserve for:			
Education and Recreation Equipment		310,502.23	
Collingswood Foundation for the Arts		50,000.00	
Knight House Improvements		43,925.00	
Debt Service		109,054.88	2,566.64
Reserve for Duplex Conversions		11,084.65	
Fund Balance	C-1	37,851.00	37,766.00
		31,470,137.05	24,281,141.42

The accompanying notes to the financial statements are an integral part of this statement.

EXHIBIT C-1

SCHEDULE OF FUND BALANCE

	Ref,	
Balance December 31, 2006	C	37,766.00
Increased by:		
Premiums on Bond Anticipation Notes	C-2	85.00
Balance December 31, 2007	C	37,851.00

The accompanying notes to the financial statements are an integral part of this statement.

WATER UTILITY FUND

EXHIBIT D

COMPARATIVE BALANCE SHEET - WATER UTILITY FUND

ASSETS	Ref.	Balance Dec. 31, 2007	Balance Dec. 31, 2006
Operating Fund			
Cash - Treasurer	D-5	360,972.27	330,686.68
Cash - Change Fund		50.00	50.00
Cash - Petty Cash		100.00	100.00
Due from Current Fund			4,203.86
		361,122.27	335,040.54
Receivables with Full Reserves:			
Consumer Accounts Receivable	D-8	97,696.89	88,073.83
Deferred Charges			
Overexpenditure of Appropriation			17,502.34
Total Operating Fund		458,819.16	440,616.71
Capital Fund			
Cash - Treasurer	D-5	1,006,156.72	295,477.27
Fixed Capital	D-9	6,026,342.67	6,026,342.67
Fixed Capital Authorized and Uncompleted	D-10	3,502,000.00	3,502,000.00
Due from Water Operating Fund	D	8,303.96	8,725.66
Due from Current Fund			1,000,000.00
Total Capital Fund		10,542,803.35	10,832,545.60
		11,001,622.51	11,273,162.31

The accompanying notes to the financial statements are an integral part of this statement.

EXHIBIT D
(Continued)

COMPARATIVE BALANCE SHEET - WATER UTILITY FUND

LIABILITIES, RESERVES AND FUND BALANCE	Ref.	Balance Dec. 31, 2007	Balance Dec. 31, 2006
Operating Fund			
Liabilities:			
Appropriation Reserves	D-4:D-11	2,412.94	80,813.22
Encumbrances Payable	D-12	19,041.83	22,691.72
Accrued Interest on Bonds	D-14	22,737.40	25,069.67
Accrued Interest on Notes	D-14	74,763.03	53,134.83
Water Rent Overpayments		14,089.70	16,776.35
Due Water Capital Fund	D	8,303.96	8,725.66
		141,348.86	207,211.45
Reserve for Receivables		97,696.89	88,073.83
Fund Balance	D-1	219,773.41	145,331.43
Total Operating Fund		458,819.16	440,616.71
Capital Fund			
Serial Bonds Payable	D-17	1,730,400.00	1,882,977.78
Bond Anticipation Notes Payable	D-18	2,421,300.00	2,458,100.00
Improvement Authorizations:			
Funded	D-16	253.76	253.76
Unfunded	D-16	984,077.18	1,284,657.78
Encumbrances Payable	D-12	13,625.85	9,750.00
Capital Improvement Fund	D-13	205.90	205.90
Reserve for Amortization		4,895,142.67	4,705,764.89
Deferred Reserve for Amortization	D-15	481,500.00	481,500.00
Fund Balance	D-2	16,297.99	9,335.49
Total Capital Fund		10,542,803.35	10,832,545.60
		11,001,622.51	11,273,162.31

The accompanying notes to the financial statements are an integral part of this statement.

EXHIBIT D-1

COMPARATIVE STATEMENT OF OPERATIONS AND CHANGE IN FUND BALANCE - WATER UTILITY FUND

Revenue and Other Income Realized	Ref.	Year 2007	Year 2006
Fund Balance Utilized	D-3	127,837.09	23,794.80
Rents	D-3	1,968,354.47	1,550,380.00
Additional Rents			265,716.37
Miscellaneous	D-3	72,819.93	66,787.34
Due from Developers			31,376.25
Other Credits to Income:			
Unexpended Balance of Appropriation Reserves	D-11	43,204.67	19,798.29
Encumbrances Payable			82.80
Total Income		2,212,216.16	1,957,935.85
Expenditures			
Operating	D-4	1,448,647.97	1,428,821.00
Debt Service	D-4	368,103.78	337,308.13
Deferred Charges and Statutory Expenditures	D-4	193,185.34	72,548.00
Total Expenditures		2,009,937.09	1,838,677.13
Excess in Revenue		202,279.07	119,258.72
Adjustments to income before Fund Balance:			
Expenditures included above which are by statute			
Deferred Charges to Budget of Succeeding Year			17,502.34
Fund Balance			
Balance January 1	D	145,331.43	32,365.17
		347,610.50	169,126.23
Decreased by:			
Utilization as Anticipated Revenue	D-1	127,837.09	23,794.80
Balance December 31	D	219,773.41	145,331.43

The accompanying notes to the financial statements are an integral part of this statement.

EXHIBIT D-2

STATEMENT OF FUND BALANCE - WATER CAPITAL FUND

	Ref.	
Balance December 31, 2006	D	9,335.49
Increased by:		
Premiums on Notes	D-5	6,962.50
Balance December 31, 2007	D	16,297.99

EXHIBIT D-3

STATEMENT OF REVENUES

	Ref.	Anticipated Budget	Realized	Excess or (Deficit)
Operating Surplus Anticipated	D-1	127,837.09	127,837.09	
Rents	D-3	1,882,100.00	1,968,354.47	86,254.47
		2,009,937.09	2,096,191.56	86,254.47
	Ref.	D-4		

Analysis of Realized Revenue

	Ref.	
Rents:		
Consumer Accounts Receivable:		
Collected	D-8	1,951,578.12
Overpayments Applied	D-8	16,776.35
		1,968,354.47
Miscellaneous:		
Penalties		12,307.56
Sale of Water		32,993.35
Copies		1,228.00
Miscellaneous		672.68
Interest on Investments		25,618.34
	D-3:D-5	72,819.93

The accompanying notes to the financial statements are an integral part of this statement.

EXHIBIT D-4

STATEMENT OF EXPENDITURES - WATER

	Appropriations		Expended		
	Budget	Budget After Modifications	Paid or Charged	Encumbered	Reserved
Operating:					
Salaries and Wages	587,319.00	595,639.00	595,638.17		0.83
Other Expenses	886,325.00	853,008.97	831,555.75	19,041.83	2,411.39
Debt Service:					
Payment of Bond Principal	152,577.78	152,577.78	152,577.78		
Payment of Notes	36,800.00	36,800.00	36,800.00		
Interest on Bonds	85,871.05	85,871.05	85,871.05		
Interest on Notes	69,091.92	92,854.95	92,854.95		
Deferred Charges:					
Overexpenditure of Appropriation	17,502.34	17,502.34	17,502.34		
Statutory Expenditures:					
Public Employees Retirement System	29,500.00	29,500.00	29,500.00		
Social Security System (O.A.S.I.)	44,950.00	46,183.00	46,182.28		0.72
Surplus - General Budget	100,000.00	100,000.00	100,000.00		
	2,009,937.09	2,009,937.09	1,988,482.32	19,041.83	2,412.94
Ref.	D-3			D-12	D

	Ref.	
Interest on Bonds and Notes	D-14	178,726.00
Deferred Charges - Overexpenditure of Appropriation		17,502.34
Disbursed	D-5	1,792,253.98
		1,988,482.32

The accompanying notes to the financial statements are an integral part of this statement.

SEWER UTILITY FUND

EXHIBIT E

COMPARATIVE BALANCE SHEET - SEWER UTILITY FUND

ASSETS	Ref.	Balance Dec. 31, 2007	Balance Dec. 31, 2006
Operating Fund			
Cash - Treasurer	E-5	218,048.51	70,144.09
Cash - Change Fund		50.00	50.00
Cash - Petty Cash		100.00	100.00
Due from Current Fund			162,000.00
		218,198.51	232,294.09
Receivables with Full Reserves:			
Consumer Accounts Receivable	E-8	1,911.05	1,433.12
Sewer Liens	E-9	155.04	155.04
		2,066.09	1,588.16
Deferred Charges:			
Overexpenditure of Appropriation			19,129.05
Total Operating Fund		220,264.60	253,011.30
Capital Fund			
Cash - Treasurer	E-5	1,190,793.81	979,945.18
Fixed Capital	E-10	1,943,739.63	1,943,739.63
Fixed Capital Authorized and Uncompleted	E-11	4,630,889.00	4,614,579.00
Due from Sewer Operating Fund	E	5,872.44	5,752.57
Loan Receivable - NJEIT		18,031.00	18,031.00
Due from Current Fund			400,000.00
Total Capital Fund		7,789,325.88	7,962,047.38
		8,009,590.48	8,215,058.68

The accompanying notes to the financial statements are an integral part of this statement.

EXHIBIT E
(Continued)

COMPARATIVE BALANCE SHEET - SEWER UTILITY FUND

LIABILITIES, RESERVES AND FUND BALANCE	Ref.	Balance Dec. 31, 2007	Balance Dec. 31, 2006
Operating Fund			
Liabilities:			
Appropriation Reserves	E-4:E-12	9,211.81	56,038.69
Encumbrances Payable	E-13	12,805.70	5,605.61
Accrued Interest on Bonds	E-15	23,885.08	25,484.58
Accrued Interest on Notes	E-15	68,016.61	39,495.72
Sewer Rent Overpayments		4,220.87	6,099.98
Due Sewer Capital Fund	E	5,872.44	5,752.57
Due General Capital Fund			30,100.00
		124,012.51	168,577.15
Reserve for Receivables		2,066.09	1,588.16
Fund Balance	E-1	94,186.00	82,845.99
Total Operating Fund		220,264.60	253,011.30
Capital Fund			
Serial Bonds Payable	E-18	842,466.66	916,992.59
NJ Wastewater Treatment Trust Loan	E-21	1,203,115.47	1,272,898.34
Bond Anticipation Notes Payable	E-19	1,713,400.00	1,719,200.00
Improvement Authorizations:			
Funded	E-17	178,666.49	178,666.49
Unfunded	E-17	1,025,709.18	1,205,393.18
Capital Improvement Fund	E-14	12,391.00	28,701.00
Reserve for Amortization		1,533,270.50	1,383,161.70
Deferred Reserve for Amortization	E-16	1,265,889.00	1,249,579.00
Fund Balance	E-2	14,417.58	7,455.08
Total Capital Fund		7,789,325.88	7,962,047.38
		8,009,590.48	8,215,058.68

The accompanying notes to the financial statements are an integral part of this statement.

COMPARATIVE STATEMENT OF OPERATIONS AND CHANGE IN FUND BALANCE - SEWER UTILITY FUND

Revenue and Other Income Realized	Ref.	Year 2007	Year 2006
Fund Balance Utilized	E-3	59,715.55	56,675.88
Rents	E-3	1,361,738.00	1,197,000.00
Additional Rents	E-3	122,161.57	164,738.02
Miscellaneous	E-3	56,394.44	91,562.23
Due from Developer			31,376.25
Other Credits to Income:			
Unexpended Balance of Appropriation Reserves	E-12	17,422.91	9,805.89
Overpayments Canceled			119.82
Total Income		1,617,432.47	1,551,278.09
Expenditures			
Operating	E-4	1,157,357.20	1,119,712.00
Debt Service	E-4	289,900.66	298,796.93
Deferred Charges and Statutory Expenditures	E-4	99,119.05	71,521.00
Total Expenditures		1,546,376.91	1,490,029.93
Statutory Excess to Fund Balance		71,055.56	61,248.16
Adjustments to income before Fund Balance:			
Expenditures included above which are by statute			
Deferred Charges to Budget of Succeeding Year			19,129.05
Excess in Revenue		71,055.56	80,377.21
Fund Balance			
Balance January 1	E	82,845.99	59,144.66
		153,901.55	139,521.87
Decreased by:			
Utilization as Anticipated Revenue	E-1	59,715.55	56,675.88
Balance December 31	E	94,186.00	82,845.99

The accompanying notes to the financial statements are an integral part of this statement.

EXHIBIT E-2

STATEMENT OF FUND BALANCE - SEWER CAPITAL FUND

	Ref.	
Balance December 31, 2006	E	7,455.08
Increased by:		
Premiums on Notes	E-5	6,962.50
Balance December 31, 2007	E	14,417.58

EXHIBIT E-3

STATEMENT OF REVENUES

	Ref.	Anticipated Budget	Realized	Excess or (Deficit)
Surplus Anticipated	E-1	59,715.55	59,715.55	
Rents	E-3	1,361,738.00	1,361,738.00	
Additional Rents	E-3	90,000.00	122,161.57	32,161.57
Miscellaneous	E-3	68,000.00	56,394.44	(11,605.56)
		1,579,453.55	1,600,009.56	20,556.01
	Ref.	E-4		

Analysis of Realized Revenue

Rents:		
Consumer Accounts Receivable:		
Collected	E-8	1,477,854.59
Overpayments Applied	E-8	6,044.98
		1,483,899.57
Miscellaneous:		
Penalties		5,996.81
Miscellaneous		485.38
Interest on Investments		49,912.25
	E-3:E-5	56,394.44

The accompanying notes to the financial statements are an integral part of this statement.

EXHIBIT E-4

STATEMENT OF EXPENDITURES - SEWER

	Appropriations		Expended			Unexpended
	Budget	Budget After Modifications	Paid or Charged	Encumbered	Reserved	Balance Canceled
Operating:						
Salaries & Wages	659,954.00	659,954.00	658,875.08		1,078.92	
Other Expenses	519,868.00	497,403.20	476,896.61	12,805.70	7,700.89	
Debt Service:						
Payment of Bond Principal	74,525.93	74,525.93	74,525.93			
Payment on Notes	5,800.00	5,800.00	5,800.00			
Payment of Loan Principal	69,782.87	69,782.87	69,782.87			
Interest on Bonds	40,086.34	40,086.34	40,086.34			
Interest on Notes	76,258.20	98,723.00	70,830.29			27,892.71
Interest on Loans	34,059.16	34,059.16	28,875.23			5,183.93
Deferred Charges						
Overexpenditure of Appropriation	19,129.05	19,129.05	19,129.05			
Statutory Expenditures:						
Public Employees Retirement System	29,500.00	29,500.00	29,500.00			
Social Security System (O.A.S.I.)	50,490.00	50,490.00	50,058.00		432.00	
	1,579,453.55	1,579,453.55	1,524,359.40	12,805.70	9,211.81	33,076.64
Ref.	E-3			E-13	E	

	Ref.	
Interest on Bonds and Notes	E-15	139,791.86
Deferred Charges - Overexpenditure of Appropriation		19,129.05
Disbursed	E-5	1,365,438.49
		1,524,359.40

The accompanying notes to the financial statements are an integral part of this statement.

<u>REDEVELOPMENT UTILITY FUND</u>

EXHIBIT F-1

STATEMENT OF OPERATIONS AND CHANGE IN FUND BALANCE - REDEVELOPMENT UTILITY FUND

Revenue and Other Income Realized	Ref.	Year 2007	Year 2006
Miscellaneous			10,077,374.44
Miscellaneous Revenue Not Anticipated			213,796.84
Other Credits to Income:			
Unexpended Balance of Appropriation Reserve			120.25
Total Income			10,291,291.53
Expenditures			
Operating			45,000.00
Debt Service			6,964,328.11
			7,009,328.11
Excess in Revenue			3,281,963.42
Fund Balance			
Balance January 1			46,763.35
			3,328,726.77
Decreased by:			
Transferred to Current Fund Upon Dissolution			3,328,726.77

The accompanying notes to the financial statements are an integral part of this statement.

PARKING UTILITY FUND

EXHIBIT G

BALANCE SHEET - PARKING UTILITY FUND

ASSETS	Ref.	Balance Dec. 31, 2007	Balance Dec. 31, 2006
Operating Fund			
Cash	G-4	92,615.92	67,442.33
LIABILITIES, RESERVES AND FUND BALANCE			
Operating Fund			
Appropriation Reserve	G-3	48,555.54	21,622.17
Due Current Fund	A	18,205.40	
Fund Balance	G-1	25,854.98	45,820.16
		92,615.92	67,442.33

The accompanying notes to the financial statements are an integral part of this statement.

EXHIBIT G-1

STATEMENT OF OPERATIONS AND CHANGE IN FUND BALANCE - PARKING UTILITY FUND

Revenue and Other Income Realized	Ref.	Year 2007	Year 2006
Surplus Anticipated	G-2	41,850.00	
Parking Meter	G-2	47,072.03	51,363.55
Miscellaneous Revenue Not Anticipated	G-2	4,490.62	3,005.24
Other Credits to Income:			
Unexpended Balance of Appropriation Reserve	G-6	21,622.17	3,006.00
Total Income		115,034.82	57,374.79
Expenditures			
Operating	G-3	64,000.00	42,187.15
Deferred Charges and Statutory Expenditures	G-3	29,150.00	2,682.86
		93,150.00	44,870.01
Excess in Revenue		21,884.82	12,504.78
Fund Balance			
Balance January 1	G	45,820.16	33,315.38
		67,704.98	
Decreased by:			
Utilization as Anticipated Revenue	G-1	41,850.00	
Balance December 31	G	25,854.98	45,820.16

EXHIBIT G-2

STATEMENT OF REVENUES

	Anticipated Budget	Realized	Excess or (Deficit)
Surplus Anticipated	41,850.00	41,850.00	
Parking Meter	51,300.00	47,072.03	(4,227.97)
	93,150.00	88,922.03	(4,227.97)
Ref.	G-3		

	Ref.	
Miscellaneous:		
Interest on Investments	G-4	4,490.62

The accompanying notes to the financial statements are an integral part of this statement.

EXHIBIT G-3

STATEMENT OF EXPENDITURES - PARKING UTILITY

	Appropriations		Expended	
	Budget	Budget After Modifications	Paid or Charged	Reserved
Operating:				
Salary & Wages	54,000.00	54,000.00	18,205.40	35,794.60
Other Expenses	10,000.00	10,000.00	1,389.06	8,610.94
Deferred Charges				
Social Security	4,150.00	4,150.00		4,150.00
Surplus - General Budget	25,000.00	25,000.00	25,000.00	
	93,150.00	93,150.00	44,594.46	48,555.54
Ref.	G-2			G

	Ref.	
Due Current Fund		18,205.40
Disbursed	G-4	26,389.06
		44,594.46

The accompanying notes to the financial statements are an integral part of this statement.

GENERAL FIXED ASSETS

EXHIBIT H

STATEMENT OF GENERAL FIXED ASSETS

ASSETS	Balance Dec. 31, 2007	Balance Dec. 31, 2006
General Fixed Assets:		
Buildings	30,216,480.00	27,432,860.00
Land	1,898,030.00	1,532,150.00
Infrastructure	10,795,667.00	10,795,667.00
Machinery & Equipment	3,429,506.00	3,399,801.00
Vehicles	2,965,087.36	2,806,407.12
	49,304,770.36	45,966,885.12
Investment in General Fixed Assets	49,304,770.36	45,966,885.12

The accompanying notes to the financial statements are an integral part of this statement.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

The Borough of Collingswood was incorporated in 1888 and is located in Camden County, New Jersey.

The Borough has an elected mayor and two elected commissioners. The Borough is managed daily by the Borough Administrator.

The financial statements of the Borough of Collingswood included every board, body, officer or commission supported and maintained wholly or in part by funds appropriated by the Borough of Collingswood, as required by N.J.S.A. 40A:5-5.

B. Description of Funds and Account Groups

The accounting policies of the Borough of Collingswood conform to the accounting principles applicable to municipalities which have been prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey. Such principles and practices are designed primarily for determining compliance with legal provisions and budgetary restrictions and as a means of reporting on the stewardship of public officials with respect to public funds. Under this method of accounting, the Borough of Collingswood accounts for its transactions through the following separate funds and accounts as presented below. This presentation differs from the three fund, two account group presentation as required by G.A.A.P.

Current Fund – Resources and expenditures for governmental operations of a general nature, including Federal and State grant funds.

Trust Fund – Receipts, custodianship and disbursement of funds in accordance with the purpose for which each reserve was created.

General Capital Fund – Receipt and disbursement of funds for the acquisition of general capital facilities, other than those acquired in the Current Fund. In addition, the fund is used to track the status of debt authorized for capital projects.

Water & Sewer Operating and Capital Funds – Account for the operations and acquisition of capital facilities of the municipally-owned Water & Sewer Utility.

Redevelopment Operating and Capital Funds – Account for the operations and acquisition, or rehabilitation of lands, buildings and facilities located within the Borough.

Parking Operating and Capital Funds – Account for the operations to preserve, care for, lay out, construct, maintain improve and operate lands, and facilities used for the provision of public parking and enforcement.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Basis of Accounting

Payroll Account – Receipt and disbursement of funds to meet obligations to employees and payroll tax liabilities.

General Fixed Assets – To account for fixed assets used in governmental operations.

A modified accrual basis of accounting is followed. The more significant accounting principles are as follows:

Budget – The Borough adopts an annual budget in accordance with N.J.S.A. 40:4. Once approved, the Borough may make emergency appropriations for purposes which are not foreseen at the time the budget was adopted per N.J.S.A. 40A:4-46. After approval from the Director of Division of Local Government Services, the Borough may also make amendments for any special item of revenue made available by any public or private funding source per N.J.S.A. 40A:4-87.

Authorized budget amendments were approved as follows:

Current Fund:	
Special Item of Revenue:	
N.J. Transportation Trust Fund	100,000.00
Neighborhood Preservation Fund	125,000.00
Recycling Tonnage Grant	3,001.22
Interlocal Merchantville Construction Code	500.00
Interlocal Woodlynne Construction Code	350.00
Emergency Authorization	83,450.00
Special Emergency Authorization	390,086.00
	702,387.22

Revenues – are recorded when received in cash except for certain amounts which are due from other governmental units. Receipts from Federal and State grants are realized as revenue, when anticipated in the Borough budget. Receivables for property taxes are recorded with offsetting reserves on the balance sheet of the Borough's Current Fund; accordingly, such amounts are not recorded as revenue until collected. Other amounts that are due the Borough which are susceptible to accrual are also recorded as receivables with offsetting reserves and recorded as revenue when received. Fund balance utilized to balance the budget is recorded as revenue and budgeted transfers from other funds are also recorded as revenue when anticipated in the budget.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Basis of Accounting (Continued)

Expenditures – are recorded on the "budgetary" basis of accounting. Generally, expenditures are recorded when an amount is encumbered for goods and services through the issuance of a purchase order in conjunction with the Encumbrance Accounting System. Outstanding encumbrances at December 31 are reported as a cash liability in the financial statements and constitute part of the Borough's statutory Appropriation Reserve balance. Appropriation reserves covering unexpended appropriation balances are automatically created on December 31 of each year 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. Grant appropriations are charged upon budget adoption to create separate spending reserves. Budgeted transfers to other funds are recorded as expenditures when the budget is adopted to the extent permitted or required by law. Appropriations for principal payments on outstanding general capital and utility capital bonds and notes are provided on the cash basis; interest on general capital indebtedness is on the cash basis, whereas interest on utility indebtedness is on the accrual basis.

Property Taxes – Property taxes attach as an enforceable lien on property as of January 1. Taxes are levied annually and are payable in quarterly installments on February 1, May 1, August 1, and November 1 of each year. All unpaid taxes levied become delinquent January 1 of the following year. Delinquent taxes are considered fully collectible and, therefore, no allowance for uncollectible taxes is provided.

Foreclosed Property – Foreclosed property is recorded in the Current Fund at the assessed valuation when such property was acquired and is fully reserved.

Interfunds – 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.

Insurance – Cost of insurance for all funds are recorded as expenditures at the time of payment. Insurance costs chargeable to future periods are not carried as prepayments.

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.

Proprietary Fund – Cash Flows Statement - In accordance with the reporting requirements of the Division of Local Government Services, the utility fund's financial statements do not include a statement of cash flows.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. General Fixed Assets

General Fixed Assets – In accordance with N.J.A.C. 5:30-5.6, Accounting for Governmental Fixed Assets, as promulgated by the Division of Local Government Services, which differs in certain respects from generally accepted accounting principles, the Borough has developed a fixed asset accounting and reporting system.

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.

All fixed assets are recorded at historical cost or estimated historical cost if actual historical cost is not available, in accordance with the State of New Jersey's Administrative Code. However, land and improvements are recorded at its assessed value which is a departure from the aforementioned directive.

No depreciation has been provided for 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 has not been accounted for separately.

Property and equipment purchased by the Water & Sewer Utility Fund is recorded in the respective capital account at cost and are adjusted for dispositions and abandonment. The amounts shown do not purport to represent reproduction costs or current value. Contributions in aid of construction are not capitalized. The balances in Reserve for Amortization and Deferred Reserve for Amortization accounts in the Utility Capital Fund represent charges to operations for the costs of acquisition of property, equipment and improvements. The utility does not record depreciation on fixed assets.

E. Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

F. Tax Appeals and Other Contingent Losses

Losses which arise from tax appeals and other contingent losses are recognized at the time an unfavorable decision is rendered by an administrative or judicial body.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

G. Departures from Generally Accepted Accounting Principles

The accounting principles and practices followed by the Borough of Collingswood differ in some respects, which in some instances may be material, from generally accepted accounting principles applicable to local government units. The more significant differences are as follows:

Taxes and other receivables are fully reserved.

Interfund receivables in the Current Fund are fully reserved and recognized as revenue in the year of liquidation.

Unexpended and uncommitted appropriations are reflected as expenditures.

Overexpended appropriations and emergency appropriations are deferred to the succeeding year's operations.

No provision is made for accumulated vested vacation and sick leave.

Undetermined contributions to state-administered pension plans applicable to the six months ended December 31 are not accrued.

Estimated losses arising from tax appeals and other contingencies are not recorded when it is probable that a loss has been incurred and the amount of such loss can be reasonably estimated.

Depreciation expense is not calculated on fixed assets.

Encumbrances are reported as a liability in the financial statement.

It was not practicable to determine the effect of such differences.

H. Cash and Cash Equivalents

Cash and cash equivalents include petty cash, change funds, cash in banks, money market accounts and all highly liquid investments with a maturity of three months of less at the time of purchase. U.S. Treasury agency obligations and certificates of deposit with maturities of one year or less when purchased are stated at cost.

New Jersey municipalities are limited to the types of investments and types of financial institutions they may invest in. New Jersey statute N.J.S.A. 17:9-41 et seq. provides a list of permissible investments that may be purchased by New Jersey municipalities.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

H. Cash and Cash Equivalents (Continued)

Additionally, the Borough has adopted a cash management plan that requires it to deposit public funds in public depositories protected from loss under provisions of Governmental Unit Deposit Protection Act (G.U.D.P.A.). G.U.D.P.A. 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. 17:9-41 et. seq. establishes the requirements for the security of deposits of governmental units. The statute requires that no governmental unit shall deposit public funds in a depository unless such funds are secured in accordance with the Act. Public depositories include Savings and Loan institutions, banks (both state and national banks) and savings banks the deposits of which are federally insured. All public depositories must pledge collateral, having a market value of at least 5% of the average daily balance of collected public funds, to secure the deposits of Governmental Units. If a public depository fails, the collateral it has pledged, plus the collateral of all other public depositories, is available to pay the full amount of their deposits to the Governmental Units.

I. Compensated Absences

Compensated absences are those absences for which employees will be paid, such as vacation, sick leave, and sabbatical leave. The liability for compensated absences that are attributable to services already rendered and that are not contingent on a specific event that is outside the control of the Borough and its employees, is accrued as the employees earn the rights to the benefits. Compensated absences that relate to future services, or that are contingent on a specific event that is outside the control of the Borough and its employees, are accounted in the period in which such services are rendered or in which such events take place.

NOTE 2: CASH AND CASH EQUIVALENTS AND INVESTMENTS

New Jersey statutes require that municipalities deposit public funds in contracted depositories located in New Jersey which are insured by the Federal Deposit Insurance Corporation, the Federal Savings and Loan Insurance Corporation, or by any other agency of the United States that insures deposits made in public depositories. Municipalities are also permitted to deposit funds in the State of New Jersey Cash Management Fund.

The carrying amount of the Borough's cash and cash equivalents at December 31, 2007, was $9,823,842.76 and the bank balance was $10,011,168.28. Of the bank balance, $303.161.59 was covered by federal depository insurance (including public and custodial funds) and $9,708,006.69 was covered by a collateral pool maintained by the bank as required by New Jersey statutes.

NOTE 2: CASH AND CASH EQUIVALENTS AND INVESTMENTS (CONTINUED)

Custodial credit risk is the risk that in the event of a bank failure, the Borough's deposits may not be able to recover the value of its deposits or investments. Deposits are considered to be exposed to custodial credit risk if they are: uncollateralized (securities not pledged to the depositor), collateralized with securities held by the pledging financial institution, or collateralized with securities held by the financial institution's trust department or agent but not in the government's name. At December 31, 2007, all of the Borough's deposits were collateralized by securities held in its name and, accordingly, not exposed to custodial credit risk. The Borough does not have a policy for custodial credit risk.

Credit risk: The Borough does not have an investment policy regarding the management of credit risk. G.A.S.B. 40 requires that disclosure be made as to the credit rating of all securities except for obligations of the U.S. government or investments guaranteed by the U.S. government which is considered to have no credit risk.

Interest rate risk: The Borough does not have a policy to limit interest rate risk.

Foreign currency risk: The Borough does not have a policy for foreign currency risk since statutes preclude municipalities from investing in these types of securities.

Investments
New Jersey statutes permit the Borough to purchase the following types of securities:

a. Bonds or other obligations of the United States or obligations guaranteed by the United States.

b. Bonds of any Federal Intermediate Credit Bank, Federal Home Loan Bank, Federal National Mortgage Agency or of any United States Bank for Cooperatives which have a maturity date not greater than 397 days from the date of purchase.

c. Bonds or other obligations of the Borough or bonds or other obligations of the Borough school district.

d. Bonds or other obligations, having a maturity date not more than 397 days from the date of purchase, approved by the Division of Investment of the Department of Treasury for investment by local units.

e. Local government investment pools, such as New Jersey CLASS, and the New Jersey Arbitrage Rebate Management Program.

f. Repurchase agreements (repos) of fully collateralized securities, subject to conditions, as indicated in N.J.S.A. 40A:5-15.1(a).

g. Certificates of deposit at federally insured banks.

NOTE 2: CASH AND CASH EQUIVALENTS AND INVESTMENTS (CONTINUED)

The Borough has three certificates of deposit totaling $1,500,000 at December 31, 2007 and $112,526.14 in a government investment pool which equals market value.

NOTE 3: DEFERRED CHARGES TO BE RAISED IN SUCCEEDING BUDGETS

Certain expenditures are required to be deferred to budgets of succeeding years. At December 31, 2007, the following deferred charges are shown on the balance sheets of the various funds.

	Balance Dec. 31, 2007	2008 Budget Appropriation	Budgets of Succeeding Years
Current Fund:			
Overexpenditure of Appropriation	55,053.19	55,053.19	
Overexpenditure of Appropriation Reserves	23,405.75	23,405.75	
Emergency Authorization	83,450.00	83,450.00	
Special Emergency	390,086.00	78,017.20	312,068.80
	551,994.94	239,926.14	312,068.80

NOTE 4: FUND BALANCES APPROPRIATED

The Current Fund balance at December 31, 2007 was $2,884,114.56. The budget has not been introduced for the year ending December 31, 2008.

The Water Operating Fund balance at December 31, 2007 was $219,773.41. The budget has not been introduced for the year ending December 31, 2008.

The Sewer Operating Fund balance at December 31, 2007 was $94,186. The budget has not been introduced for the year ending December 31, 2008.

The Parking Operating Fund balance at December 31, 2007 was $25,854.98. The budget has not been introduced for the year ending December 31, 2008.

NOTE 5: INTERFUND RECEIVABLES AND PAYABLES

The following schedule reconciles interfund receivables and payables for the year ended December 31, 2007.

	Due From	Due To
Current Fund		
Animal Control Trust Fund	114.92	
Tax Sale Trust	4,947.76	
Trust Other	23,541.37	
Parking Utility Operating	18,205.40	-
General Capital Fund		537,664.12
Trust Other		
Current Fund		23,541.37
Animal Control Trust Fund		
Current Fund		114.92
Parking Utility Operating		
Current Fund		18,205.40
General Capital Fund		
Current Fund	537,664.12	
Tax Sale Trust		
Current Fund		4,947.76
Water Operating Fund		
Water Capital Fund		8,303.96
Water Capital Fund		
Water Operating Fund	8,303.96	
Sewer Operating Fund		
Sewer Capital Fund		5,872.44
Sewer Capital Fund		
Sewer Operating Fund	5,872.44	
	598,649.97	598,649.97

NOTE 6: LONG-TERM DEBT

Summary of Municipal Debt Service

During the calendar year 2007, the following changes occurred in the municipal debt of the Borough:

NOTE 6: LONG-TERM DEBT (CONTINUED)

Summary of Municipal Debt Service (Continued)

	Balance Dec. 31, 2006	Issued/ Authorized	Retired/ Reduction	Balance Dec. 31, 2007
ISSUED:				
General:				
General Serial Bonds	6,774,029.62		594,896.30	6,179,133.32
Bond Anticipation Notes	15,839,129.00	7,030,950.00	302,679.00	22,567,400.00
Water:				
Serial Bonds	1,882,977.78		152,577.78	1,730,400.00
Bond Anticipation Notes	2,458,100.00		36,800.00	2,421,300.00
Sewer:				
Serial Bonds	916,992.59		74,525.93	842,466.66
NJ Infrastructure Loan	1,272,898.34		69,782.87	1,203,115.47
Bond Anticipation Notes	1,719,200.00		5,800.00	1,713,400.00
Net Debt Issued	30,863,327.33	7,030,950.00	1,237,061.88	36,657,215.45
AUTHORIZED BUT NOT ISSUED:				
General:				
Bond Anticipation Notes	1,003,395.00	6,030,950.00	7,034,245.00	100.00
Sewer:				
Bond Anticipation Notes	16,487.00			16,487.00
Authorized but not Issued	1,019,882.00	6,030,950.00	7,034,245.00	16,587.00
Total Debt Issued and Authorized but Not Issued	31,883,209.33	13,061,900.00	8,271,306.88	36,673,802.45

Permanently funded debt at December 31, 2007 consists of New Jersey Infrastructure Trust Loans as follows:

Issue	Purpose	Maturities	Rate	Amount
11/9/2000	Construction Sewer Lines	2008/2020	5-5.25%	415,000.00
11/9/2000	Construction Sewer Lines	2008/2020	0%	347,750.39
11/8/2001	Sewer Utility Improvements	2008/2021	4-5.5%	242,265.00
11/8/2001	Sewer Utility Improvements	2008/2021	0%	198,100.08
				1,203,115.47

Permanently funded debt as of December 31, 2007, consists of general obligation serial bonds as follows:

NOTE 6: LONG-TERM DEBT (CONTINUED)

Summary of Municipal Debt Service (Continued)

	Date of Issue	Maturities	Interest Rate	Amount
Serial Bonds:				
General:				
General Improvements	8/1/1993	2008/2013	5.1-5.3%	634,133.32
General Improvements	10/1/1998	2008/2009	4.3-4.55%	500,000.00
General Improvements	10/1/1998	2008/2023	5.9-6.1%	1,525,000.00
CCIA Revenue Bonds	9/1/1999	2008/2019	5.85%	920,000.00
General Improvements	11/15/02	2008/2022	2-5.25%	2,600,000.00
				6,179,133.32
Water:				
Water Treatment Improvements	8/1/1993	2008/2013	5.1-5.3%	568,400.00
Water Treatment Improvements	10/1/1998	2008/2018	4.3-4.55%	710,000.00
Water Improvements	11/15/02	2008/2022	2-5.25%	452,000.00
				1,730,400.00
Sewer:				
Sewer Improvements	8/1/1993	2008/2013	5.1-5.3%	102,466.66
Sewer Improvements	10/1/1998	2008/2018	4.3-4.55%	740,000.00
				842,466.66
Total permanently funded debt				8,751,999.98

Temporary unfunded debt as of December 31, 2007, consists of one year maturity or less of bond anticipation notes as follows:

NOTE 6: LONG-TERM DEBT (CONTINUED)

Summary of Municipal Debt Service (Continued)

		Interest Rates	Amount
General Capital:	Various Capital Improvements	3.749%	180,000.00
	Various Capital Improvements	3.749%	237,500.00
	Acquisition of Real Estate	3.500%	1,028,650.00
	Acquisition of Real Estate	5.088%	4,153,600.00
	Loan to Redeveloper	5.170%	4,936,700.00
	Acquisition of Real Estate	5.380%	4,250,000.00
	Acquisition of Real Estate	3.780%	750,000.00
	Acquisition of Real Estate	3.749%	1,000,000.00
	Acquisition of Various Properties	3.560%	2,200,000.00
	Acquisition of Various Equipment	3.560%	2,090,950.00
	Acquisition of Various Properties	3.450%	1,740,000.00
			22,567,400.00
Water Capital:	Various Improvements to Water	3.749%	921,300.00
	Various Improvements to Water	4.250%	1,500,000.00
			2,421,300.00
Sewer Capital:	Sewer Utility Improvements	4.250%	1,500,000.00
	Sewer Utility Improvements	3.500%	213,400.00
			1,713,400.00
			26,702,100.00

As of December 31, 2007, debt service requirements on long-term debt in future years are:

NOTE 6: LONG-TERM DEBT (CONTINUED)

Summary of Municipal Debt Service (Continued)

Year Ended December	Principal	Interest	Total
General Serial Bonds			
Current			
2008	604,755.56	317,540.44	922,296.00
2009	619,614.81	290,368.02	909,982.83
2010	384,474.07	262,108.08	646,582.15
2011	421,762.96	243,420.66	665,183.62
2012	431,762.96	220,500.64	652,263.60
2013-2017	1,866,762.96	782,174.70	2,648,937.66
2018-2022	1,750,000.00	292,557.50	2,042,557.50
2023	100,000.00	6,100.00	106,100.00
	6,179,133.32	2,414,770.04	8,593,903.36

Year Ended December	Principal	Interest	Total
General Serial Bonds			
Water			
2008	156,933.33	81,283.86	238,217.19
2009	162,288.89	74,099.80	236,388.69
2010	167,644.44	66,570.78	234,215.22
2011	195,177.78	58,664.44	253,842.22
2012	196,177.78	49,145.10	245,322.88
2013-2017	597,177.78	133,218.68	730,396.46
2018-2022	255,000.00	30,251.26	285,251.26
	1,730,400.00	493,233.92	2,223,633.92

NOTE 6: LONG-TERM DEBT (CONTINUED)

Summary of Municipal Debt Service (Continued)

Year Ended December	Principal	Interest	Total
General Serial Bonds			
Sewer			
2008	75,311.11	37,719.20	113,030.31
2009	76,096.30	34,350.68	110,446.98
2010	76,881.48	30,933.68	107,815.16
2011	88,059.26	27,467.40	115,526.66
2012	88,059.26	23,509.28	111,568.54
2013-2017	368,059.25	63,432.14	431,491.39
2018-2021	70,000.00	3,185.00	73,185.00
	842,466.66	220,597.38	1,063,064.04

Year Ended December	Principal	Interest	Total
NJEIT Loan			
Sewer			
2008	76,829.74	32,975.00	109,804.74
2009	75,723.26	31,175.00	106,898.26
2010	82,882.52	29,425.00	112,307.52
2011	81,598.23	27,350.00	108,948.23
2012	88,317.10	25,275.00	113,592.10
2013-2017	460,144.90	90,818.76	550,963.66
2018-2021	337,619.72	22,250.00	359,869.72
	1,203,115.47	259,268.76	1,462,384.23

There is $7,014 that has not been drawn down from the 2000 Series and $11,017 from the 2001 Series.

Summary of Statutory Debt Condition – Annual Debt Statement

The summarized statement of debt condition which follows is prepared in accordance with the required method of setting up the Annual Debt Statement and indicates a statutory net debt of 2.95%.

NOTE 6: LONG-TERM DEBT (CONTINUED)

Summary of Municipal Debt Service (Continued)

	Gross Debt	Deductions	Net Debt
Local School District Debt	19,176,000.00	19,176,000.00	
Water Debt	4,151,700.00	4,151,700.00	
Sewer Debt	3,775,469.13	3,775,469.13	
General Debt	28,746,633.32	920,000.00	27,826,633.32
	55,849,802.45	28,023,169.13	27,826,633.32

Net Debt $27,826,633.32/Equalized Valuation Basis per N.J.S.A. 40A:2-2 as amended $941,889,899.33 = 2.95%

Borrowing Power Under N.J.S.A. 40:A2-6 As Amended

3 1/2% of Equalized Valuation Basis (Municipal)	32,966,146.48
Net Debt	27,826,633.32
Remaining Borrowing Power	5,139,513.16

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

Cash Receipts from fees, rents, or other charges		2,169,011.49
Deductions:		
Operating and Maintenance Costs	1,523,097.97	
Debt Service per Water & Sewer Account	368,103.78	
		1,891,201.75
Excess in Revenue		277,809.74

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

Cash Receipts from fees, rents, or other charges		1,600,009.56
Deductions:		
Operating and Maintenance Costs	1,237,347.20	
Debt Service per Water & Sewer Account	289,900.66	
		1,527,247.86
Excess in Revenue		72,761.70

NOTE 6: LONG-TERM DEBT (CONTINUED)

Summary of Municipal Debt Service (Continued)

Calculation of "Self-Liquidating Purpose" Parking Utility per N.J.S.A.40:2-45

Cash Receipts from fees, rents, or other charges	93,412.65
Deductions:	
Operating and Maintenance Costs	68,150.00
Excess in Revenue	25,262.65

NOTE 7: LEASE OBLIGATIONS

The Borough has a lease agreement with Ford Motor Credit Company dated September 27, 2006 for the purchase of 4 Dodge Charger Police Vehicles. The lease runs for three years at 6.8% interest. Future minimum lease payments under the capital lease agreement are as follows:

Year	Principal	Interest	Total
2008	37,731.53	2,565.74	40,297.27

NOTE 8: PENSION FUNDS

Description of Plan – All required employees of the Borough are covered by either the Public Employees' Retirement System or the Police and Firemen's Retirement System which have been established by state statute and are administered by the New Jersey Department of Pension and Benefits. According to the State of New Jersey Administrative Code, all obligations of both Systems will be assumed by the State of New Jersey should the Systems terminate. The Division issues a publicly available financial report that includes the financial statements and required supplementary information for the retirement systems. This report may be obtained by writing to the Division of Pensions and Benefits, PO Box 295, Trenton, New Jersey 08625.

Public Employees' Retirement System (P.E.R.S.) – The Public Employees' Retirement System was established in January, 1955 under the provisions of N.J.S.A. 43:15A to provide retirement, death, disability and medical benefits to certain qualified members. The Public Employees Retirement System is a cost-sharing multiple-employer plan. Membership is generally required 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 a member of another state-administered retirement system.

Retirement - Members are eligible for retirement at age sixty with an annual benefit generally determined to be the number of years of service divided by fifty-five, times the final average salary. 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). Early retirement is available to those under age sixty with twenty-five or more years of credited service. Anyone who retires early and is under age fifty-five receives retirement benefits as calculated in the above-

NOTE 8: PENSION FUNDS (CONTINUED)

mentioned formula but at a reduced rate (one quarter of one percent for each month the member lacks of attaining age fifty-five).

Police and Fireman's Retirement System (P.F.R.S.) – The Police and Firemen's Retirement System was established in July, 1944 under the provisions of N.J.S.A. 43:16A to provide coverage to substantially all full-time county or municipal police fire-fighters and State fire-fighters appointed after June 30, 1944. Enrollment is required for permanent, full-time employees appointed to positions in law enforcement or fire fighting in the State of New Jersey. Members are eligible for retirement at age fifty-five with a benefit equal to two percent of final compensation for each year of creditable service up to twenty years. Members with at least twenty years but less than twenty-five years of service credit will receive fifty percent of final compensation. Special retirement is available at any age to those with twenty-five years of service credit. The annual benefit calculation is equal to sixty-five percent of final compensation plus one percent for each year of creditable service over twenty-five years but not to exceed thirty years.

Vesting and Benefit Provisions – The vesting and benefit provisions for P.E.R.S. are set by N.J.S.A. 43:15A and 43.3B. All benefits vest after ten years of service, except for medical benefits that vest after twenty-five years of service. The P.E.R.S. system provides for specified medical benefits for members who retire after achieving twenty-five years of qualified service, as defined, or under the disability provisions of the system.

Contribution Requirements - The contribution policy is set by N.J.S.A. 43:15A, Chapter 115, P.L. of 1997, and requires contributions by active members and contributing employers. Plan members and employer contributions may be amended by State of New Jersey legislation. P.E.R.S. provide for employee contributions of 5% of employees' annual base salary and 8 ½% for P.F.R.S. of employees' annual base salary. Employers are required to contribute at an actuarial determined rate in P.E.R.S. The actuarially determined contribution includes funding, for both, cost-of living adjustments, noncontributory death benefits, and post-retirement medical premiums.

NOTE 8: PENSION FUNDS (CONTINUED)

Trend Information

	2007	2006	2005
Total Payroll	7,469,343.58	6,938,313.34	6,372,932.89
P.E.R.S.			
P.E.R.S. Covered Payroll	2,750,725	2,584,768	2,452,280
Employer Required Contribution	99,130.80	60,432.80	26,139.40
Percentage of P.E.R.S. Covered Payroll	3.60%	2.34%	1.07%
P.F.R.S.			
Covered Payroll Police	2,488,179	2,166,371	1,976,790
Covered Payroll Fire	1,036,376	946,687	921,628
Employer Required Contribution	480,129.60	299,859.00	136,458.80
Percentage of P.F.R.S. Covered Payroll	13.62%	9.63%	4.71%

NOTE 9: RISK MANAGEMENT

The Borough is exposed to various risks or loss related to torts, thefts of, damage to, and destruction of assets, errors and omissions, injuries to employees, and natural disasters. The Borough maintains commercial insurance coverage for property, liability and surety bonds. Any potential liability of the Borough with respect to loss claims would be equal to the deductibles associated with policies and events, which may exceed coverage limits. There have not been any significant reductions in insurance coverage amounts.

NOTE 10: ACCUMULATED ABSENCE BENEFITS

All employees are granted sick and vacation benefits in varying amounts depending on their length of service with the Borough. Police and fire personnel may accumulate unused sick time at a maximum rate of five days per year. Borough employees may carry unused vacation days forward one year if due to the "pressure of work".

The Borough has entered into a duly negotiated and approved labor agreement with the FMBA #108 and FOP Lodge #76 in regards to accumulated absence benefits. The Borough also has local personnel policy that covers all non-union personnel. The Borough has not appropriated anything in their budget to fund a reserve for accumulated absences.

The total value of compensated absences, owed to employees as of December 31, 2007 under the various agreements are as follows:

NOTE 10: ACCUMULATED ABSENCE BENEFITS (CONTINUED)

	Value 12/31/2006	Value 12/31/2007
FMBA #108	183,979.94	163,299.66
FOP Lodge #76	453,976.13	536,719.80
Non-union	145,320.34	260,154.46
	783,276.41	960,173.92

NOTE 11: DEFERRED COMPENSATION

The Borough offers it employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan, available to all Borough employees, permits them to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death or unforeseeable emergency.

All assets of the plan are held by an independent administrator, Variable Annual Life Insurance Company and Nationwide Retirement Solutions.

NOTE 12: POST-RETIREMENT BENEFITS

In addition to the pension benefits described in Note 8, the Borough provides post-retirement healthcare benefits, to all employees who retire and are already covered by Amerihealth Insurance through their employer. The Borough covers all employees who retire after accumulating twenty-five years of service. The cost of these benefits, are paid monthly by the Borough. As of December 31, 2007 and 2006, there were 31 and 30 employees respectively who met the eligibility requirements for post-retirement healthcare benefits. The cost of those benefits for 2007 was $390,540.

NOTE 13: FIXED ASSETS

The following is a summary of changes in the General Fixed Assets Account Group for the year ended December 31, 2007.

	Balance Dec. 31, 2006	Additions	Balance Dec. 31, 2007
Buildings	27,432,860.00	2,783,620.00	30,216,480.00
Land	1,532,150.00	365,880.00	1,898,030.00
Infrastructure	10,795,667.00		10,795,667.00
Machinery & Equipment	3,399,801.00	29,705.00	3,429,506.00
Vehicles	2,806,407.12	158,680.24	2,965,087.36
	45,966,885.12	3,337,885.24	49,304,770.36

NOTE 14: GUARANTEE OF THIRD PARTY INDEBTEDNESS (N.J.S.A. 40A:12A-67(f))

Lumberyard

As of December 31, 2007, the Borough of Collingswood is contingently liable as a guarantor Lumberyard Redevelopment LLC with respect to not less than 25% of the construction loan of $18,000,000 or an amount not less than $4,500,000 of Lumberyard Redevelopment LLC. If the Lumberyard is delinquent on its debt payment, the Borough will be obligated to perform under the guarantee by making the required payments, including late fees and penalties. The Borough has not been required to make any payments in 2007. The maximum potential amount of future payments the Borough is required to make under the guarantee is $4,500,000. This guarantee is in accordance with N.J.S.A. 40A:12A-67(f).

Duplex Conversion Project

The Borough of Collingswood is contingently liable as a guarantor with respect to duplex conversion loans for residents of the Borough. The Borough has agreed to make all interest payments for the first year. The amount the Borough is contingently liable as of December 31, 2007, is approximately $2,272,791.

Collingswood Partner, Inc.

The Borough of Collingswood is contingently liable as a guarantor with respect to the New Jersey Department of Community Affairs program Downtown Business Improvement Loan Fund in an amount not exceeding $500,000. This is a fifteen year loan at 0% interest. This loan was for funding of the Lumberyard project.

NOTE 15: CONTINGENCIES

The Borough participates in federal and state assistance grant programs. The Borough is potentially liable for expenditures which may be disallowed pursuant to the terms of these grant programs. Management is not aware of any material items of noncompliance which would result in the disallowance of program expenditures.

It is the Borough of Collingswood Counsel's opinion there is not any litigation or contingent liability that may be pending against the Borough of Collingswood that would have an adverse effect on the financial position in the future.

SUPPLEMENTARY DATA

COMPARATIVE STATEMENT OF OPERATIONS AND CHANGE IN FUND BALANCE - CURRENT FUND

	Year 2007		Year 2006	
	Amount	%	Amount	%
Revenue & Other Income Realized				
Fund Balance Utilized	2,653,401.15	7.29%		
Miscellaneous - From Other Than Local Property Tax Levies	7,606,644.71	20.90%	10,881,564.01	29.94%
Collection of Delinquent Taxes and Tax Title Liens	7,601.84	0.02%	281,627.74	0.77%
Collection of Current Tax Levy	25,902,182.56	71.16%	24,642,695.50	67.79%
Interfund Loans Returned	230,931.50	0.63%	544,338.06	1.50%
Total Income	36,400,761.76	100.00%	36,350,225.31	100.00%
Expenditures				
Budget Appropriations:				
Municipal Purposes	16,477,009.65	45.29%	12,667,003.04	39.87%
County Taxes	6,453,084.90	17.74%	6,268,890.65	19.73%
Local District School Taxes	12,666,193.50	34.81%	12,019,715.50	37.83%
Special Improvement Tax	219,999.63	0.60%	212,683.53	0.67%
Interfund Loans Created	343,177.43	0.94%	120,373.33	0.38%
Other Expenditures	223,469.36	0.62%	480,863.59	1.52%
Total Expenditures	36,382,934.47	100.00%	31,769,529.64	100.01%
Excess in Revenue	17,827.29		4,580,695.67	
Deficit in Revenue				
Adjustments to Income Before Fund Balance: Expenditures Included Above Which are by Statute Deferred Charges to Budget of Succeeding Year	528,589.19		92,739.40	
Statutory Excess to Fund Balance	546,416.48		4,673,435.07	
Fund Balance January 1	4,991,089.93		317,654.86	
	5,537,506.41		4,991,089.93	
Decreased by: Utilization as Anticipated Revenue	2,653,401.15			
Fund Balance December 31	2,884,105.26		4,991,089.93	

COMPARATIVE STATEMENT OF OPERATIONS AND CHANGE IN FUND BALANCE - WATER UTILITY FUND

	Year 2007		Year 2006	
	Amount	%	Amount	%
Revenue & Other Income Realized				
Fund Balance Utilized	127,837.09	5.78%	23,794.80	1.22%
Collection of Water Rents	1,968,354.47	88.98%	1,816,096.37	92.76%
Miscellaneous Revenue	116,024.60	5.24%	118,044.68	6.02%
Total Income	2,212,216.16	100.01%	1,957,935.85	99.99%
Expenditures				
Budget Appropriations:				
Operating	1,448,647.97	72.07%	1,428,821.00	77.71%
Debt Service	368,103.78	18.31%	337,308.13	18.35%
Deferred Charges	193,185.34	9.61%	72,548.00	3.94%
Total Expenditures	2,009,937.09	100.01%	1,838,677.13	99.99%
Statutory Excess to Fund Balance	202,279.07		119,258.72	
Adjustments to Income Before Fund Balance: Expenditures Included Above Which are by Statute Deferred Charges to Budget of Succeeding Year			17,502.34	
Statutory Excess to Fund Balance	202,279.07		136,761.06	
Fund Balance January 1	145,331.43		32,365.17	
	347,610.50		169,126.23	
Decreased by: Utilization as Anticipated Revenue	127,837.09		23,794.80	
Fund Balance December 31	219,773.41		145,331.43	

COMPARATIVE STATEMENT OF OPERATIONS AND CHANGE
IN FUND BALANCE -SEWER UTILITY FUND

	Year 2007		Year 2006	
	Amount	%	Amount	%
Revenue & Other Income Realized				
Fund Balance Utilized	59,715.55	3.69%	56,675.88	3.65%
Collection of Sewer Rents	1,483,899.57	91.74%	1,361,738.02	87.78%
Miscellaneous Revenue	73,817.35	4.57%	132,864.19	8.57%
Total Income	1,617,432.47	100.00%	1,551,278.09	100.00%
Expenditures				
Budget Appropriations:				
Operating	1,157,357.20	74.84%	1,119,712.00	75.15%
Capital Improvements				
Debt Service	289,900.66	18.75%	298,796.93	20.05%
Deferred Charges	99,119.05	6.41%	71,521.00	4.80%
Total Expenditures	1,546,376.91	100.00%	1,490,029.93	100.00%
Statutory Excess to Fund Balance	71,055.56		61,248.16	
Adjustments to Income Before Fund Balance:				
Expenditures Included Above Which are by Statute Deferred Charges to Budget of Succeeding Year			19,129.05	
Statutory Excess to Fund Balance	71,055.56		80,377.21	
Fund Balance January 1	82,845.99		59,144.66	
	153,901.55		139,521.87	
Decreased by:				
Utilization as Anticipated Revenue	59,715.55		56,675.88	
Fund Balance December 31	94,186.00		82,845.99	

STATEMENT OF OPERATIONS AND CHANGE
IN FUND BALANCE -REDEVELOPMENT UTILITY FUND

	Year 2006	
	Amount	%
Revenue & Other Income Realized		
Miscellaneous Revenue	10,291,291.53	100.00%
Total Income	10,291,291.53	100.00%
Expenditures		
Budget Appropriations:		
Operating	45,000.00	0.64%
Debt Service	6,964,328.11	99.36%
Total Expenditures	7,009,328.11	100.00%
Statutory Excess to Fund Balance	3,281,963.42	
Fund Balance January 1	46,763.35	
	3,328,726.77	
Decreased by:		
Transferred to Current Fund Upon Dissolution	3,328,726.77	

STATEMENT OF OPERATIONS AND CHANGE
IN FUND BALANCE -PARKING UTILITY FUND

	Year 2007		Year 2006	
	Amount	%	Amount	%
Revenue & Other Income Realized				
Fund Balance Utilized	41,850.00	36.38%		
Miscellaneous Revenue	73,184.82	63.62%	57,374.79	100.00%
Total Income	115,034.82	100.00%		
Expenditures				
Budget Appropriations	93,150.00	100.00%	44,870.01	100.00%
Excess in Revenue	21,884.82		12,504.78	
Fund Balance January 1	45,820.16		33,315.38	
	67,704.98			
Decreased by:				
Utilization as Anticipated Revenue	41,850.00			
Fund Balance December 31	25,854.98		45,820.16	

COMPARATIVE STATEMENT OF TAX RATE INFORMATION

Tax Rate	2007	2006	2005
Without Special Improvement	5.335	5.081	4.516
With Special Improvement	5.632	5.332	4.767
Apportionment of Tax Rate			
Municipal	1.3680	1.2790	1.1810
County	1.2970	1.2680	1.0670
County Open Space	0.0410	0.0350	0.0140
Local School	2.6290	2.4990	2.2540
Special Improvement	0.2970	0.2510	0.2510
Assessed Valuation			
2007	481,828,181		
2006		481,110,951	
2005			482,118,388

COMPARISON OF TAX LEVIES AND COLLECTION CURRENTLY

A study of this tabulation could indicate a possible trend in future tax levies. A decrease in the percentage of current collection could be an indication of a probable increase in future tax levies.

		Currently	
Year	Tax Levy	Cash Collections	Percentage of Collections
2007	25,965,818.31	25,902,182.56	99.75%
2006	24,672,636.23	24,642,695.50	99.88%
2005	21,992,225.13	21,651,122.52	98.45%
2004	20,254,443.15	19,989,902.17	98.69%

DELINQUENT TAXES AND TAX TITLE LIENS

This tabulation includes a comparison, expressed in percentage, of the total of delinquent taxes and tax title liens, in relation to the tax levies of the prior years.

Dec. 31 Year	Amount of Tax Title Liens	Delinquent Taxes	Amount of Total Delinquent	Percentage of Tax Levy
2007	6,695.03	14,154.24	20,849.27	0.08%
2006	6,304.84	2,151.48	8,456.32	0.03%
2005	21,717.69	267,881.11	289,598.80	1.32%
2004	34,456.37	261,814.14	296,270.51	1.46%

PROPERTY ACQUIRED BY TAX TITLE LIEN LIQUIDATION

The value of property acquired by liquidation of tax title liens on December 31, on the basis of the last assessed valuation of such properties, was as follows:

Year	Amount
2007	149,975.00
2006	149,975.00
2005	331,875.00

COMPARISON OF WATER UTILITY LEVIES

Year	Balance Jan. 1	Levy	Cash Collections	Percentage of Collections
2007	88,073.83	1,981,155.23	1,968,354.47	95.13%
2006	112,091.48	1,795,415.74	1,816,096.37	95.21%
2005	120,682.45	1,544,671.18	1,550,572.67	93.11%
2004	129,203.74	1,536,262.35	1,540,612.77	92.50%

COMPARISON OF SEWER UTILITY LEVIES

Year	Balance Jan. 1	Levy	Cash Collections	Percentage of Collections
2007	1,433.12	1,486,036.50	1,483,899.57	99.76%
2006	27,421.14	1,336,390.00	1,361,738.02	99.85%
2005	33,837.62	1,191,481.50	1,197,155.48	97.70%
2004	34,857.73	1,193,683.00	1,189,142.40	96.79%

COMPARATIVE SCHEDULE OF FUND BALANCES

	Year	Balance December 31,	Utilized in Budget of Succeeding Year
	2007	2,884,105.26	a
	2006	4,991,089.93	2,653,401.15
Current Fund	2005	317,654.86	None
	2004	1,237,600.53	919,945.67
	2003	1,784,598.15	1,356,934.37
	2007	219,773.41	a
	2006	145,331.43	127,837.09
Water Operating Fund	2005	32,365.17	23,794.80
	2004	158,903.07	147,928.10
	2003	144,625.23	131,721.02
	2007	94,186.00	a
	2006	82,845.99	59,715.55
Sewer Operating Fund	2005	59,144.66	56,675.88
	2004	117,136.11	106,143.49
	2003	79,997.71	31,261.69
Redevelopment Utility	2005	46,763.35	None
	2004	8,745.00	
	2006	25,854.98	a
	2006	45,820.16	41,850.00
Parking Utility	2005	33,315.38	None
	2004	26,547.15	None

a = The budget has not been introduced.

OFFICIALS IN OFFICE AND SURETY BONDS

Name	Title
M. James Maley	Mayor
Michael A. Hall	Commissioner
Joan C. Leonard	Commissioner
Bradford C. Stokes	Business Administrator
Patrick Abusi	Chief Financial Officer
Sandra Powell	Finance Officer, Qualified Purchasing Agent
Alice Marks	Borough Clerk, Assistant Treasurer
Keith Hastings	Tax Collector, Tax Search Officer (from April 1)
Margaret Howard	Tax Collector, Tax Search Officer (until February 28)
Robert T. Zane	Magistrate
Kathleen Harrington	Court Administrator (from April 1)
Mary Ann Pearce	Court Administrator (to March 31)
Elena Benedetti	Deputy Court Administrator (from April 1)
Carol Staszewski	Deputy Court Administrator (from April 1)
Kathleen Harrington	Deputy Court Administrator (to March 31)
Joseph Nardi, Esquire	Solicitor

All employees are covered under Municipal Joint Insurance Fund for $50,000 and Municipal Excess Liability - Joint Insurance Fund for $950,000

CURRENT FUND

SCHEDULE OF CASH - TREASURER

	Ref.	Current Fund	Grant Fund	Payroll
Balance December 31, 2006	A	7,363,716.61		108,374.49
Increased by Receipts:				
Tax Receivable	A-7	25,606,322.93		
Prepaid Taxes		105,345.11		
Tax Overpayments		89,865.37		
Grants Receivable	A-10		1,289,727.50	
Revenue Accounts Receivable	A-11	6,132,544.08		
Due State of New Jersey:				
Senior Citizen and Veterans Deductions	A-16	163,250.00		
Construction DCA Fees		7,337.00		
Marriage License Fees		3,072.00		
Burial Permits		550.00		
Reserve for Grants - Unappropriated	A-18		4,417.05	
Due CCMUA		77,978.26		
Due from Collingswood Special Improvement District		2,760.94		
Due Trust Other		21,925.98		
Due General Capital Fund		600,000.00		
Due CDBG		4,000.00		
Due Woodlynne Borough - Fire Inspection Fees	A	29,855.00		
Reserve for Debt Service	A	48,436.77		
Reserve for Maintenance Free Public Library		18,445.00		
Due from Grant Fund	A-4	120,255.37		
Due Current Fund	A-4		3,089.97	11,940.34
Payroll Taxes				5,522,700.68
Net Payroll				4,995,052.21
Total Receipts		33,031,943.81	1,297,234.52	10,529,693.23
		40,395,660.42	1,297,234.52	10,638,067.72

EXHIBIT A-4
(Continued)

SCHEDULE OF CASH - TREASURER

	Ref.	Current Fund	Grant Fund	Payroll
Decreased by Disbursements:				
2007 Budget Appropriations	A-3	13,267,605.07		
2006 Appropriation Reserves	A-14	195,851.81		
Encumbrances Payable	A-15	75,637.29	16,019.92	
Reserve for Grants - Appropriated	A-20		648,482.26	
Reserve for Local Grants - Appropriated	A-19	472,963.59		
Due State of New Jersey:				
Marriage Licenses		3,700.00		
Burial Permits		130.00		
Construction DCA Fees		13,750.00		
Reserve for Maintenance Free Public Library		17,220.20		
Reserve for Revaluation		326,501.00		
County Taxes Payable	A-7	6,247,769.18		
County Open Space Taxes Payable	A-7	195,586.92		
Due County Added & Omitted Taxes		3,695.54		
Special Improvement District Taxes		180,967.59		
Due CCMUA		77,978.26		
Tax Overpayments		18,262.77		
Due Trust Other		1,490.85		
Due Unemployment Trust Fund	B-1	2.79		
Due General Capital Fund	C-2	1,188,302.11		
Due Water Operating Fund	D-5	4,203.86		
Due Water Capital Fund	D-5	1,000,000.00		
Due Sewer Operating Fund	E-5	162,000.00		
Due Sewer Capital Fund	E-5	400,000.00		
Due Parking Utility		18,205.40		
Due Payroll Agency Account	A-4	11,940.34		
Due CDBG		4,000.00		
Due from Special Improvement District (Salaries)		69,574.91		
Due from Special Improvement District (Other)		2,760.94		
Due from Collingswood Foundation Arts (Salaries)		186,394.65		
Local District School Tax	A-17	12,666,193.50		
Prior year refund	A-1	51,698.00		
Due Grant Fund	A-4	3,089.97		
Due Current Fund			120,255.37	
Payroll Taxes				5,506,186.19
Net Payroll				4,995,052.21
		36,867,476.54	784,757.55	10,501,238.40
Balance December 31, 2007	A	3,528,183.88	512,476.97	136,829.32
Cash - Certificates of Deposit	A	1,500,000.00		
Cash - Treasurer	A	2,028,183.88	512,476.97	136,829.32
		3,528,183.88	512,476.97	136,829.32

EXHIBIT A-5

SCHEDULE OF CURRENT FUND CASH AND RECONCILIATION PER N.J.S.A. 40A:5-5 - TREASURER

	Ref.	Current Fund	Grant Fund	Payroll
Balance December 31, 2007	A-4	3,528,183.88	512,476.97	136,829.32
Increased by Receipts:				
Cash Receipts Record		6,825,191.30	91,873.62	1,548,954.32
		10,353,375.18	604,350.59	1,685,783.64
Decreased by Disbursements:				
Cash Disbursements Record		6,035,013.71	193,534.17	1,543,974.95
Balance February 29, 2008	A-5	4,318,361.47	410,816.42	141,808.69

Cash Reconciliation - February 29, 2008

	Ref.	Current Fund	Grant Fund	Payroll
Balance per Statement				
First Colonial Bank		4,315,271.74	410,816.12	156,407.73
Add: Deposit in Transit		21,166.06		2.00
Less: Outstanding Checks		18,076.03		14,601.04
Balance February 29, 2008	A-5	4,318,361.77	410,816.12	141,808.69

EXHIBIT A-6

SCHEDULE OF CHANGE FUNDS

Office	Balance Dec. 31, 2007	Balance Dec. 31, 2006
Borough Clerk	50.00	50.00
Tax Collector	150.00	150.00
Municipal Court	25.00	25.00
Construction Code	50.00	50.00
	275.00	275.00
Ref.	A	A

EXHIBIT A-7

SCHEDULE OF TAXES RECEIVABLE AND ANALYSIS OF PROPERTY TAX LEVY

Year	Balance Dec. 31, 2006	Levy	Added Taxes	Collected 2006	Collected 2007	Canceled	Overpayments Applied	Transferred to Tax Title Liens	Balance Dec. 31, 2007
2003	1,384.43				535.61				848.82
2005	270.96					270.96			
2006	496.09		7,625.00		7,062.29	1,054.86	3.94		
	2,151.48		7,625.00		7,597.90	1,325.82	3.94		848.82
2007		25,965,818.31		119,052.04	25,759,975.03	49,983.65	23,155.49	346.68	13,305.42
	2,151.48	25,965,818.31	7,625.00	119,052.04	25,767,572.93	51,309.47	23,159.43	346.68	14,154.24
Ref.	A			A				A-8	A

	Ref.	
Cash	A-4	25,606,322.93
Due State of New Jersey	A-16	161,250.00
		25,767,572.93

EXHIBIT A-7
(Continued)

SCHEDULE OF TAXES RECEIVABLE AND ANALYSIS OF PROPERTY TAX LEVY

Analysis of Property Tax Levy

Tax Yield

General Purpose Tax:				
Business Personalty Tax		110,502.84		
General Property Tax		25,595,041.59		
Special Improvement District		219,999.63		
			25,925,544.06	
Added Taxes (54:4-63.1 et seq.)			40,274.25	
				25,965,818.31

Tax Levied

	Ref.			
Local District School Tax (Abstract)	A-17		12,666,193.50	
County Taxes:				
County Tax (Abstract)	A-1	6,247,769.18		
County Open Space (Abstract)	A-1	195,586.92		
Due County for Added & Omitted Taxes (54:4-63.1 & 54:4-63.12 et seq.)	A-1	9,728.80		
Total County Taxes			6,453,084.90	
Special Improvement District Tax	A-1		219,999.63	
Local Tax for Municipal Purposes	A-2	6,591,400.00		
Add: Additional Taxes Levied		35,140.28		
			6,626,540.28	
				25,965,818.31

EXHIBIT A-8

SCHEDULE OF TAX TITLE LIENS RECEIVABLE

	Ref.	
Balance December 31, 2006	A	6,304.84
Increased by:		
Transfers from Taxes Receivable	A-7	346.68
Interest and Costs on Tax Sale		43.51
		390.19
Balance December 31, 2007	A	6,695.03

EXHIBIT A-9

SCHEDULE OF PROPERTY ACQUIRED FOR TAXES
(AT ASSESSED VALUATION)

	Ref.	
Balance December 31, 2006	A	149,975.00
Balance December 31, 2007	A	149,975.00

SCHEDULE OF GRANTS RECEIVABLE

Grant	Balance Dec. 31, 2006	Budget Revenue Realized	Received	Transfer from Grants Unappropriated	Reclassificaton	Canceled	Balance Dec. 31, 2007
Federal Grants:							
Municipal Stormwater Regulation Program	2,552.00						2,552.00
Community Development Block Grant		57,137.00					57,137.00
Transportation Community Develop. Initiative (DVRPC)	59,570.98					59,570.98	
COPS in School - 2000	901.00					901.00	
COPS in School - 2001	37,000.00						37,000.00
Click it or Ticket		4,000.00	4,000.00				
Buckle Up South Jersey	2,000.00		1,600.00			400.00	
Pedestrian Safety & Education Enforcement	5,604.67					5,604.67	
Occupant Protection Project	2,409.92					2,409.92	
Assistance to Firefighters	4,397.00	612,750.00	612,750.00			4,397.00	
State Grants:							
Domestic Preparedness Grant - 2005	115,000.00		113,579.02			1,420.98	
New Jersey Transportation Trust - Homestead	18,721.81					18,721.81	
New Jersey Transportation Trust - S. Atlantic	18,352.40					18,352.40	
New Jersey Transportation Trust - Woodlynne Ave 2001	10,140.00					10,140.00	
New Jersey Transportation Trust - Woodlawn & N. Atlantic	328,555.80		35,482.60				293,073.20
New Jersey Transportation Trust - Maple		252,000.00	189,000.00				63,000.00
New Jersey Transportation Trust - Harrison/Champion	37,500.00		37,500.00		50,000.00		50,000.00
Recycling Tonnage Grant		9,652.52	3,001.22	6,651.30			
Aggressive Driver	200.00					200.00	
Body Armor Grant		3,476.50		3,476.50			
Clean Communities Program		18,932.52	17,495.04	1,437.48			
Delaware River Bay Authority Browning Road - 1998	10,000.00						10,000.00
Hazardous Discharge Site Remediation	42,075.00						42,075.00
Department of Environmental Protection BWR 08-93	36,798.38					36,798.38	
Safe & Secure	90,000.00	90,000.00	90,000.00				90,000.00
Statewide Livable Communities - Library	50,000.00				(50,000.00)		
Domestic Violence Training	5,000.00						5,000.00
Share - Woodlynne Policing	150,214.00		148,504.41			1,709.59	
Drunk Driving Enforcement Program		10,770.62	6,477.21	4,293.41			
Community Stewardship Incentive Program		25,000.00					25,000.00
DRPA - Transit Village	25,944.22				50,000.00		75,944.22
Municipal Alliance Youth Service	850.00	15,650.00	12,988.00		2,000.00		5,512.00
Municipal Alliance Youth Service - 2002	6,860.00						6,860.00
Star Mini Grant	2,000.00				(2,000.00)		
Urban Land Institute - Community Action		20,000.00	17,350.00				2,650.00
Child and Adolescent Health Program		2,500.00		2,500.00			
Green Communities		3,000.00					3,000.00
Historical Training Grant	1,953.00					1,953.00	
Neighborhood Preservation Grant	90,000.00	125,000.00					215,000.00
	1,154,600.18	1,249,869.16	1,289,727.50	18,358.69	50,000.00	162,579.73	983,803.42
Ref.	A	A-2	A-4	A-18	A-18	A-1	A

SCHEDULE OF REVENUE ACCOUNTS RECEIVABLE

	Balance Dec. 31, 2006	Accrued	Collected by Treasurer	Balance Dec. 31, 2007
Miscellaneous Revenue Anticipated				
Licenses: Other		1,870.00	1,870.00	
Fees and Permits		46,634.60	46,634.60	
Fines and Costs:				
Municipal Court	8,937.03	137,112.82	140,254.65	5,795.20
Department of Recreation Fees		89,187.30	89,187.30	
Anticipated Utility Operating Surplus		100,000.00	100,000.00	
Fire Service		36,419.00	36,419.00	
Delaware River Port Authority		60,000.00	60,000.00	
Collingswood Ambulance Srv. Memberships		11,580.00	11,580.00	
Pool Tags		109,202.25	109,202.25	
Rental Inspections		13,500.00	13,500.00	
Resale Inspection Fees		7,560.00	7,560.00	
Third Party Billing - Ambulance		269,502.36	269,502.36	
Housing Inspections		40,520.00	40,520.00	
Fundraising - Ambulance		125.00	125.00	
Donations - Community Sponsored Events		1,365.00	1,365.00	
Payments in Lieu:				
Parkview		710,237.50	710,237.50	
Methodist Home		35,139.00	35,139.00	
Senior Community Center Rents		105,978.50	105,978.50	
Legislative Initiative Municipal Block Grant		66,900.00	66,900.00	
Consolidated Municipal Property Tax Relief		746,006.00	746,006.00	
Energy Receipts Tax		778,470.00	778,470.00	
Supplemental Energy Receipts Tax		33,452.00	33,452.00	
Municipal Homeland Security Assistance		70,000.00	70,000.00	
Municipal Property Tax Assistance		31,275.00	31,275.00	
Uniform Construction Code Official		114,921.00	114,921.00	
Interlocal Agreements - Construction Code:				
Borough of Merchantville		17,488.95	17,488.95	
Borough of Woodlynne		7,975.00	7,975.00	
Interlocal Agreements - Fire Inspections:				
Borough of Woodlynne		26,000.00	26,000.00	
Township of Haddon		21,499.41	21,499.41	
Interlocal Agreements - Police Services				
Borough of Woodlynne		650,000.00	650,000.00	
Interlocal Agreements - Municipal Court				
Borough of Woodlynne		45,188.28	45,188.28	
Knight Park - Donation		6,500.00	6,500.00	
Uniform Fire Safety Act		12,676.78	12,676.78	
Sale of Municipal Assets		120,720.00	120,720.00	
Payments in Lieu:				
Collingswood Housing Authority		15,538.00	15,538.00	
Lumberyard		182,498.97	182,498.97	
Parkview - Additional		208,762.50	208,762.50	
Pewter Village		67,500.00	67,500.00	
Due from Scottish Rite		125,000.00	125,000.00	
Due from Collingswood Partners		47,110.56	47,110.56	
Lease Payments:				
33 W. Collings		28,200.00	28,200.00	
Catelli Parking		12,000.00	12,000.00	
Zane School		244,190.00	244,190.00	
Robert's Pool Concession Stand Sales		21,386.67	21,386.67	
Additional Revenue - Pool Tags		20,000.00	20,000.00	
Prior Year Surplus - Parking Utility		25,000.00	25,000.00	
Miscellaneous Revenue Not Anticipated				
Interest and Costs on Taxes		74,000.16	74,000.16	
FEMA Rebate		86,286.73	86,286.73	
Senior Citizen Administration Fee		3,265.00	3,265.00	
Refunds		58,810.45	58,810.45	
Cable TV Franchise Fee		51,874.21	51,874.21	
Recycled Newspapers		27,151.14	27,151.14	
DMV Inspection Fines		1,969.75	1,969.75	
Clean up Charges		21,646.17	21,646.17	
Interest on Investments		272,792.35	272,792.35	
Miscellaneous Revenue		9,413.84	9,413.84	
	8,937.03	6,129,402.25	6,132,544.08	5,795.20
Ref.	A		A-4	A

EXHIBIT A-12

SCHEDULE OF DEFERRED CHARGES

	Balance Dec. 31, 2006	Added in 2007	Reduced in 2007	Balance Dec. 31, 2007
Current Fund:				
Overexpenditure of Appropriation Reserves	9,576.69	20,811.75	9,576.69	20,811.75
Overexpenditure of Encumbrance		2,594.00		2,594.00
Emergency Authorization		83,450.00		83,450.00
Expenditures Without Appropriation	190,933.99		190,933.99	
Overexpenditure of Appropriations	84,351.77	55,053.19	84,351.77	55,053.19
Grant Fund:				
Expenditures Without Appropriation	3,089.97		3,089.97	
Trust Other:				
Overexpenditure of Off-Duty Police	10,319.51		10,319.51	
Deficit in Dog License Fund	45.28		45.28	
	298,317.21	161,908.94	298,317.21	161,908.94
Ref.	A	A-3:A-14:A-15	A-3	A

EXHIBIT A-13

SCHEDULE OF DEFERRED CHARGES
N.J.S.A. 40A:4-55 SPECIAL EMERGENCY - REVALUATION PROGRAM

Date Authorized	Purpose	Net Amount Authorized	1/5 of Net Amount Authorized	Increased in 2007	Balance Dec. 31, 2007
05/07/07	Revaluation Program	390,086.00	78,017.20	390,086.00	390,086.00
			Ref.	A-3	A

SCHEDULE OF 2006 APPROPRIATION RESERVES

	Balance Dec. 31, 2006	Balance After Transfers	Paid or Charged	Over-Expended	Balance Lapsed
Salaries and Wages					
Police	3,903.83	3,903.83	14,423.67	10,519.84	
Municipal Court	8,179.26	6,679.26			6,679.26
Other Expenses:					
Mayor and Commissioners	31.62	31.62	31.62		
Financial Administration	2,160.33	2,160.33	2,100.00		60.33
Audit Services					
Collection of Taxes					
Assessment of Taxes	789.42	789.42	25.00		764.42
Legal Services and Costs					
Community Development					
Planning Board					
Police					
Ambulance	4,841.08	4,841.08	1,026.70		3,814.38
Fire					
Solid Waste Collection - Contractual	39,001.00	39,001.00	39,000.00		1.00
Public Building and Grounds	986.88	986.88	786.11		200.77
Streets & Highways					
Vehicle Maintenance	2,944.46	2,944.46	9,686.25	6,741.79	
Public Health Services (Board of Health)	242.33	242.33	111.00		131.33
Parks & Playgrounds					
Robert's Pool					
Senior Center					
Community Sponsored Events	406.43	406.43	343.20		63.23
Electricity					
Street Lighting					
Telephone	348.79	348.79	348.79		
Gas (Natural or Propane)					
Fuel Oil	3,828.68	3,828.68	6,736.08	2,907.40	
Gasoline	8,629.45	8,629.45	9,272.17	642.72	
Construction Code Official					
Municipal Court	1,282.30	2,782.30	2,760.16		22.14
Contingent	226.88	226.88	167.39		59.49
Other Accounts - No Change	9,714.33	9,714.33			9,714.33
Operations within CAPS	87,517.07	87,517.07	86,818.14	20,811.75	21,510.68
OPERATIONS EXCLUDED FROM CAPS					
Maintenance of Free Public Library	7,080.77	7,080.77	40.00		7,040.77
Group Insurance for Employees	92,273.18	92,273.18	92,273.18		
Woodlynne Interlocal - Police	24,922.35	24,922.35	16,720.49		8,201.86
Other Accounts - No Change	1,564.71	1,564.71			1,564.71
Operations Excluded from CAPS	125,841.01	125,841.01	109,033.67		16,807.34
Total Appropriations	213,358.08	213,358.08	195,851.81	20,811.75	38,318.02
Ref.	A		A-4	A-12	A-1

EXHIBIT A-15

SCHEDULE OF ENCUMBRANCES PAYABLE

	Ref.	Current Fund	Grant Fund
Balance December 31, 2006	A	144,246.34	16,019.92
Increased by:			
Charges to 2007 Appropriations	A-3	28,933.19	
Overexpended	A-12	2,594.00	
Charges to Grants - Appropriated	A-20		6,660.75
		175,773.53	22,680.67
Decreased by:			
Payments	A-4	75,637.29	16,019.92
Canceled	A-1	71,203.05	
		146,840.34	16,019.92
Balance December 31, 2007	A	28,933.19	6,660.75

EXHIBIT A-16

SCHEDULE OF DUE TO STATE OF NEW JERSEY SENIOR CITIZEN AND VETERANS DEDUCTIONS

	Ref.		
Balance December 31, 2006	A		62,274.59
Increased by:			
Receipts	A-4		163,250.00
			225,524.59
Decreased by:			
2007 Deductions Per Tax Duplicate		158,750.00	
2007 Deductions Allowed by Collector		3,250.00	
2007 Deductions Disallowed by Collector		(750.00)	
	A-7	161,250.00	
2006 Deductions Disallowed by Collector	A-1	(7,625.00)	
			153,625.00
Balance December 31, 2007	A		71,899.59

EXHIBIT A-17

SCHEDULE OF LOCAL DISTRICT SCHOOL TAX PAYABLE

	Ref.	
Increased by:		
Levy Calendar Year	A-7	12,666,193.50
Decreased by:		
Payments	A-4	12,666,193.50

EXHIBIT A-18

SCHEDULE OF RESERVE FOR GRANTS - UNAPPROPRIATED

	Balance Dec. 31, 2006	Receipts	Budgeted	Reclassificaton	Balance Dec. 31, 2007
DRPA Transit Village				50,000.00	50,000.00
Clean Communities	1,437.48		1,437.48		
Police Body Armor	3,476.50	4,417.05	3,476.50		4,417.05
Drunk Driving Enforcement	4,293.41		4,293.41		
Recycling Tonnage Grant	6,651.30		6,651.30		
Health Community Development	2,500.00		2,500.00		
	18,358.69	4,417.05	18,358.69	50,000.00	54,417.05
Ref.	A	A-4	A-10	A-10	A

EXHIBIT A-19

SCHEDULE OF RESERVE FOR LOCAL GRANTS

	Balance Dec. 31, 2006	Transferred from 2007 Budget Appropriation	Paid or Charged	Balance Dec. 31, 2007
Comcast Technology Grant	5,000.00			5,000.00
Collingswood Pride Grant		550,000.00	472,963.59	77,036.41
	5,000.00	550,000.00	472,963.59	82,036.41
Ref.	A	A-3	A-4	A

EXHIBIT A-20

SCHEDULE OF RESERVE FOR GRANTS - APPROPRIATED

	Balance Dec. 31, 2006	Transferred from 2007 Budget Appropriation	Paid or Charged	Encumbered	Canceled	Balance Dec. 31, 2007
Federal Grants:						
FEMA - Hazardous Mitigation Grant	16,947.00					16,947.00
Transportation Community Develop. Initiative (DVRPC)	60,011.66				60,000.00	11.66
Municipal Stormwater Regulation Program	4,453.25		4,453.25			
Assistance to Firefighters	1,098.82	645,000.00			1,098.82	645,000.00
Occupant Protection Project	2,649.92				2,649.92	
Buckle Up South Jersey	400.00				400.00	
Click it or Ticket		4,000.00	4,000.00			
Pedestrian Safety & Education Enforcement	3,992.00					3,992.00
Community Development Block Grant		57,137.00	57,137.00			
BJA Local Law Enforcement	825.64					825.64
Total Federal Grants	90,378.29	706,137.00	65,590.25		64,148.74	666,776.30
State Grants:						
New Jersey Transportation Trust - Maple		252,000.00	18,608.22			233,391.78
New Jersey Transportation Trust - Harrison/Champion	30,665.20		4,837.77			25,827.43
New Jersey Transportation Trust - Eldridge Ave.	0.02				0.02	
New Jersey Transportation Trust - Woodlynne Ave.	7,267.12				7,267.12	
New Jersey Transportation Trust - Woodlawn & N. Atlantic	298,614.35		192,821.10			105,793.25
New Jersey Transportation Trust - Homestead	17,027.67				17,027.67	
Clean Communities	90.47	18,932.52	18,932.02			90.97
Drunk Driving Enforcement Fund		10,770.62	2,236.80	142.00		8,391.82
Recycling Tonnage Grant	10,932.86	9,652.52	8,101.50			12,483.88
Recycling Tonnage Rebate	13,356.49					13,356.49
Neighborhood Preservation	33,839.48	125,000.00	(1,000.00)			159,839.48
DRPA - Transit Village	73,718.80		14,101.28			59,617.52
Municipal Alliance Program	2,484.56	19,562.50	17,514.69	400.00		4,132.37
Urban Land Institute - Community Action Grant		20,000.00	20,000.00			
Child and Adolescent Health Program		2,500.00				2,500.00
Community Stewardship Incentive Program		25,000.00				25,000.00
Historical Training Program	1,952.83				1,952.83	
Green Communities		3,000.00	3,000.00			
Safe & Secure		90,000.00	90,000.00			
Body Armor Grant		3,476.50	3,476.50			
Aggressive Drivers	200.00				200.00	
Municipal Court Alcohol Education	1,840.18					1,840.18
Domestic Violence Training	5,000.00		1,022.85			3,977.15
Hazardous Discharge Site Remediation - Kerm Watson	31,716.71		5,995.50			25,721.21
Hazardous Discharge Site Remediation - Peter Lumber	48,693.73					48,693.73
Special Purpose Grants						
Richey Avenue	30,200.40		19,132.44			11,067.96
Streetscape	6,554.82		6,554.82			
Consolidation of Schools	15,000.00		15,000.00			
Perkins Center for Arts	98,375.27		92,256.52	6,118.75		
Camden County Richey Avenue	77,001.07		50,300.00			26,701.07
	804,532.03	579,894.66	582,892.01	6,660.75	26,447.64	768,426.29
	894,910.32	1,286,031.66	648,482.26	6,660.75	90,596.38	1,435,202.59
Ref.	A	A-3	A-4	A-15	A-1	A

TRUST FUND

EXHIBIT B-1

SCHEDULE OF TRUST FUND CASH - TREASURER

	Ref.	Animal Control Trust	Trust Other	Unemployment Compensation Trust
Balance December 31, 2006	B	0.21	296,362.63	97,242.06
Increased by Receipts:				
Interest Earned		69.43	15,145.91	5,104.00
Employee Unemployment Withholding				
Dog License Fees:				
Municipal Share	B-5	2,279.60		
State Share		353.40		
Amount Raised in Budget		45.28	10,319.51	
Due Current Fund			169.47	2.79
Zoning Board Escrow Fees			7,912.50	
Planning Board Escrow Fees			33,879.45	
Rooming House Escrow Fees			100.00	
Public Defender Trust Fees			4,416.50	
POAA Fess			1,864.00	
Municipal Alliance			6,326.00	
Off-Duty Police			146,043.00	
Donations for Fire Department Equipment			13,100.00	
Uniform Fire Penalty Money			9,065.00	
Law Enforcement Forfeiture			11,518.57	
Commodity Resale			191,123.70	
		2,747.71	450,983.61	5,106.79
Decreased by Disbursements:				
Expenditures Under RS 4:19-15.11	B-5	1,256.61		
NJ State Department of Health		351.00		
Encumbrances Payable			16,495.43	
Unemployment Compensation				7,126.81
Zoning Board Escrow Fees			7,662.50	
Planning Board Escrow Fees			37,782.61	
Public Defender Trust Fund			4,767.44	
POAA Fess			2,515.71	
Municipal Alliance			13,690.87	
Off-Duty Police			130,498.88	
Donations Police Equipment			591.50	
Law Enforcement Forfeiture			5,767.88	
Commodity Resale			186,187.46	
Donations for Fire Department Equipment			6,039.88	
		1,607.61	412,000.16	7,126.81
Balance December 31, 2007	B	1,140.31	335,346.08	95,222.04

EXHIBIT B-2

SCHEDULE OF TRUST FUND CASH AND RECONCILIATION PER N.J.S.A. 40A:5-5 - TREASURER

	Ref.	Animal Control Trust	Trust Other	Unemployment Compensation Trust
Balance December 31, 2007	B-1	1,140.31	335,346.08	95,222.04
Increased by Receipts:				
Cash Receipts Record		2,384.78	81,858.60	665.89
		3,525.09	417,204.68	95,887.93
Decreased by Disbursements:				
Cash Disbursements Record		1,246.75	84,605.27	
Balance February 29, 2008	B-2	2,278.34	332,599.41	95,887.93

Cash Reconciliation - February 29, 2008

Balance per Statement				
First Colonial Bank		2,278.34	334,238.41	95,887.93
Less: Outstanding Checks			1,639.00	
Balance February 29, 2008	B-2	2,278.34	332,599.41	95,887.93

EXHIBIT B-3

SCHEDULE OF TRUST FUND CASH - COLLECTOR

	Ref.		
Balance December 31, 2006	B		216,373.79
Increased by:			
Deposits for Redemption of Tax Sale Certificates	B-6	308,098.72	
Premiums Received at Tax Sale	B-7	146,600.00	
Tax Sale Receipts		282,595.98	
Interest Earned		4,947.76	
			742,242.46
			958,616.25
Decreased by:			
Redemptions of Tax Sale Certificates	B-6	292,746.42	
Tax Sale Premiums	B-7	186,500.00	
Tax Sale Receipts		282,595.98	
			761,842.40
Balance December 31, 2007	B		196,773.85

EXHIBIT B-4

SCHEDULE OF TRUST FUND CASH AND RECONCILIATION PER N.J.S.A. 40A:5-5 - COLLECTOR

	Ref.	
Balance December 31, 2007	B-3	196,773.85
Increased by:		
Cash Receipts Record		42,993.70
		239,767.55
Decreased by:		
Cash Disbursements Record		90,099.76
Balance February 29, 2008	B-4	149,667.79

Cash Reconciliation - February 29, 2008

Balance per Statement		
First Colonial Bank		159,932.16
Less: Outstanding Checks		10,264.37
Balance February 29, 2008	B-4	149,667.79

EXHIBIT B-5

SCHEDULE OF RESERVE FOR DOG FUND EXPENDITURES

	Ref.	
Increased by:		
Municipal Share of Dog License Fees	B-1	2,279.60
Decreased by:		
Expenditures Under R.S.4:19-15.11: Cash	B-1	1,256.61
Balance December 31, 2007	B	1,022.99

License Fees Collected

Year	Amount
2005	1,927.40
2006	1,892.80
	3,820.20

EXHIBIT B-6

SCHEDULE OF DEPOSITS FOR REDEMPTION OF TAX SALE CERTIFICATES

	Ref.	
Balance December 31, 2006	B	19,550.92
Increased by:		
Deposits Received	B-3	308,098.72
		327,649.64
Decreased by:		
Refunds - Tax Sale Certificates Redeemed	B-3	292,746.42
Prior period Adjustment		47.97
Balance December 31, 2007	B	34,855.25

EXHIBIT B-7

SCHEDULE OF DEPOSITS FOR REDEMPTION OF TAX SALE PREMIUMS

	Ref.	
Balance December 31, 2006	B	197,800.00
Increased by:		
Deposits Received at Tax Sale	B-3	146,600.00
		344,400.00
Decreased by:		
Premiums Refunded	B-3	186,500.00
Balance December 31, 2007	B	157,900.00

GENERAL CAPITAL FUND

EXHIBIT C-2

SCHEDULE OF GENERAL CAPITAL CASH - TREASURER

	Ref.		
Balance December 31, 2006	C		81,976.82
Increased by:			
Interest Earned		43,025.76	
Premiums on Bond Anticipation Notes	C-1	85.00	
Duplex Conversions		11,084.65	
Bond Anticipation Notes		7,030,950.00	
Due Current Fund	A-4	1,188,302.11	
Due Sewer Operating Fund		30,100.00	
Reserve for Debt Service		407,989.64	
			8,711,537.16
			8,793,513.98
Decreased by:			
Improvement Authorizations	C-8	5,554,708.67	
Encumbrances Payable		15,826.35	
Reserve for Debt Service		403,926.00	
Bond Anticipation Notes		39,250.00	
Due Current Fund		631,694.88	
			6,645,405.90
Balance December 31, 2007	C		2,148,108.08

EXHIBIT C-3

SCHEDULE OF GENERAL CAPITAL CASH AND RECONCILIATION
PER N.J.S.A. 40A:5-5 - TREASURER

	Ref.	
Balance December 31, 2007	C-2	2,148,108.08
Increased by:		
Cash Receipts Record		434,861.77
		2,582,969.85
Decreased by:		
Cash Disbursements Record		601,463.95
Balance February 29, 2008	C-3	1,981,505.90

Cash Reconciliation - February 29, 2008

Balance per Statement		
First Colonial Bank		1,868,610.11
Bank of New York		3,175.75
Commerce Bank		109,720.04
Balance February 29, 2008	C-3	1,981,505.90

EXHIBIT C-4

ANALYSIS OF GENERAL CAPITAL FUND CASH

			Receipts		Disbursements			Transfers		
		Balance Dec. 31, 2006	Bond Anticipation Notes	Miscellaneous	Improvement Authorization	Bond Anticipation Notes	Miscellaneous	From	To	Balance Dec. 31, 2007
Fund Balance		37,766.00		85.00						37,851.00
Capital Improvement Fund		1,606.66						110,050.00	108,450.00	6.66
Due Current Fund		(479,450.28)		1,231,327.87		39,250.00	631,694.88	618,596.83		(537,664.12)
Encumbrances Payable		15,826.35					15,826.35		55,670.25	55,670.25
Due Sewer Operating Fund		(30,100.00)		30,100.00						
Reserve for Duplex Conversions				11,084.65						11,084.65
Reserve for Debt Service		2,566.64		407,989.64			403,926.00		102,424.60	109,054.88
Reserve for Education and Recreation Equipment									310,502.23	310,502.23
Reserve for Collingswood Foundation for the Arts									50,000.00	50,000.00
Reserve for Knight House Improvements									43,925.00	43,925.00
Improvement Authorizations:										
Ordinance #										
1070	Fire Department Equipment	1,320.08								1,320.08
1092	Acq. of Real Estate	1,116.56								1,116.56
1114	Various Capital Improvements	457.51								457.51
1160	Various Capital Improvements	(3,295.00)							3,295.00	
1161	Redevelopment Project	17,678.66								17,678.66
1190	Senior Citizen Community Center	392.16								392.16
1285	Acq. of Real Estate	94.20								94.20
1291	Various Capital Improvements	2,351.25								2,351.25
1322	Loan to Redeveloper for Improvements to Scottish Rite	7,533.67								7,533.67
1335	Renovations & Improvements to Robert's Pool									
1381	Acquisition of Lumberyard	506,112.36	1,000,000.00		1,506,112.36					
1438	Acquisition of Various Properties		3,940,000.00		3,853,056.57					86,943.43
1439	Acquisition of Various Pieces of Equipment		2,090,950.00		195,539.74			55,670.25	110,050.00	1,949,790.01
		81,976.82	7,030,950.00	1,680,587.16	5,554,708.67	39,250.00	1,051,447.23	784,317.08	784,317.08	2,148,108.08
	Ref.	C	C-10	C-2	C-8	C-10	C-2			C

EXHIBIT C-5

SCHEDULE OF DEFERRED CHARGES TO FUTURE TAXATION - FUNDED

	Ref.	
Balance December 31, 2006	C	6,774,029.62
Decreased by:		
Payment of Bonds Payable	C-9	594,896.30
Balance December 31, 2007	C	6,179,133.32

EXHIBIT C-6

SCHEDULE OF CAPITAL IMPROVEMENT FUND

	Ref.	
Balance December 31, 2006	C	1,606.66
Increased by:		
Budget Appropriation		108,450.00
		110,056.66
Decreased by:		
Improvement Authorizations - Financed	C-8	110,050.00
Balance December 31, 2007	C	6.66

EXHIBIT C-7

SCHEDULE OF DEFERRED CHARGES TO FUTURE TAXATION - UNFUNDED

							Analysis of Balance Dec. 31, 2007	
Ordinance Number	Purpose	Balance Dec. 31, 2006	2007 Authorization	Decreased	Notes Paid by Budget Appropriation	Balance Dec. 31, 2007	Financed By Bond Anticipation Notes	Unexpended Improvement Authorizations
1160	Various Capital Improvements	3,295.00			3,295.00			
1222	Acquisition of Real Estate	190,129.00		190,129.00				
1285	Acquisition of Real Estate	1,036,500.00		7,850.00		1,028,650.00	1,028,650.00	
1285	Acquisition of Real Estate	4,185,000.00		31,400.00		4,153,600.00	4,153,600.00	
1291	Various Capital Improvements	100.00				100.00		100.00
1322	Loan to Redeveloper	5,000,000.00		63,300.00		4,936,700.00	4,936,700.00	
1338	Various Capital Improvements	190,000.00		10,000.00		180,000.00	180,000.00	
1374	Various Capital Improvements	237,500.00				237,500.00	237,500.00	
1381	Acquisition of Real Estate	6,000,000.00		750,000.00		5,250,000.00	5,250,000.00	
1381	Acquisition of Real Estate			(750,000.00)		750,000.00	750,000.00	
1438	Acquisition of Various Properties		3,940,000.00			3,940,000.00	3,940,000.00	
1439	Acuisition of Various Equipment		2,090,950.00			2,090,950.00	2,090,950.00	
		16,842,524.00	6,030,950.00	302,679.00	3,295.00	22,567,500.00	22,567,400.00	100.00
	Ref.	C	C-8:C-11	C-10	C-11	C	C-10	C-8

		Ref.	
Improvement Authorizations - Unfunded		C-8	2,044,461.31
Less: Unexpended Proceeds of Bond Anticipation Notes Issued:			
Ordinance #			
1285	Acquisition of Real Estate	C-4	94.20
1322	Loan to Redeveloper	C-4	7,533.67
1438	Acquisition of Various Properties	C-4	86,943.43
1439	Acquisition of Various Pieces of Equipment	C-4	1,949,790.01
			100.00

EXHIBIT C-8

SCHEDULE OF IMPROVEMENT AUTHORIZATIONS

Ordinance Number	Purpose	Date	Amount	Balance Dec. 31, 2006 Funded	Balance Dec. 31, 2006 Unfunded	Capital Improvement Fund	Deferred Charges to Future Taxation - Unfunded	Paid or Charged	Encumbrance	Balance Dec. 31, 2007 Funded	Balance Dec. 31, 2007 Unfunded
1070	Fire Department Equipment	01/17/95	88,092.78	1,320.08						1,320.08	
1092	Acquisition of Real Estate	02/20/96	8,000,000.00	1,116.56						1,116.56	
1114	Various Capital Improvements	01/21/97	1,494,000.00	457.51						457.51	
1160	Various Capital Improvements	08/10/98	390,500.00								
1161	Redevelopment Project (Zane School)	08/10/98	1,800,000.00	17,678.66						17,678.66	
1190	Senior Citizen Community Center	07/06/99	1,300,000.00	392.16						392.16	
1285	Acquisition of Real Estate	02/04/02	5,300,000.00		94.20						94.20
1291	Various Capital Improvements	07/01/02	918,000.00	2,351.25	100.00					2,351.25	100.00
1322	Loan to Redeveloper	08/04/03	5,000,000.00		7,533.67						7,533.67
1381	Acquisition of Lumberyard	08/01/05	6,000,000.00		1,506,112.36			1,506,112.36			
1438	Acquisition of Various Properties	08/14/07	3,940,000.00				3,940,000.00	3,853,056.57			86,943.43
1439	Acquisition of Various Pieces of Equipment	08/14/07	2,201,000.00			110,050.00	2,090,950.00	195,539.74	55,670.25		1,949,790.01
				23,316.22	1,513,840.23	110,050.00	6,030,950.00	5,554,708.67	55,670.25	23,316.22	2,044,461.31
			Ref.	C	C	C-6	C-7	C-2		C	C

SCHEDULE OF GENERAL SERIAL BONDS PAYABLE

Date of Issue	Purpose	Original Issue	Maturities of Bonds Outstanding December 31, 2007 Date	Amount	Interest Rate	Balance Dec. 31, 2006	Decreased	Balance Dec. 31, 2007
8/1/93	General Improvement Bonds	1,640,000.00	8/1/08	94,755.56	5.150%	724,029.62	89,896.30	634,133.32
			8/1/09	99,614.81	5.200%			
			8/1/10	104,474.07	5.250%			
			8/1/11/13	111,762.96	5.300%			
10/01/98	General Obligation Bonds	4,400,000.00	10/1/08/09	250,000.00	4.300%	750,000.00	250,000.00	500,000.00
10/01/98	General Obligation Bonds	2,100,000.00	10/1/08	75,000.00	5.900%			
			10/1/09/10	75,000.00	6.000%			
			10/1/11/21	100,000.00	6.000%			
			10/1/22/23	100,000.00	6.100%	1,600,000.00	75,000.00	1,525,000.00
09/01/99	CCIA - Revenue Bonds	1,300,000.00	9/1/08	55,000.00	5.850%			
			9/1/09	60,000.00	5.850%			
			9/1/10/11	65,000.00	5.850%			
			9/1/12	70,000.00	5.850%			
			9/1/13	75,000.00	5.850%			
			9/1/14/15	80,000.00	5.850%			
			9/1/16	85,000.00	5.850%			
			9/1/17	90,000.00	5.850%			
			9/1/18	95,000.00	5.850%			
			9/1/19	100,000.00	5.850%	975,000.00	55,000.00	920,000.00
12/04/02	General Obligation Bonds	1,955,000.00	11/15/08	130,000.00	3.000%			
			11/15/09	135,000.00	3.200%			
			11/15/10	140,000.00	3.500%			
			11/15/11	145,000.00	5.000%			
			11/15/12	150,000.00	5.000%			
			11/15/13	155,000.00	5.125%			
			11/15/14	160,000.00	4.000%			
			11/15/15	170,000.00	4.300%			
			11/15/16	175,000.00	4.300%			
			11/15/17	185,000.00	5.250%			
			11/15/18	195,000.00	5.250%			
			11/15/19	200,000.00	4.625%			
			11/15/20	210,000.00	4.625%			
			11/15/21	220,000.00	4.750%			
			11/15/22	230,000.00	4.750%	2,725,000.00	125,000.00	2,600,000.00
						6,774,029.62	594,896.30	6,179,133.32
					Ref.	C	C-5	C

EXHIBIT C-10

SCHEDULE OF BOND ANTICIPATION NOTES PAYABLE

Ordinance #	Purpose	Date of Issue of Original Note	Date of Issue	Date of Maturity	Interest Rate	Balance Dec. 31, 2006	Increased	Decreased	Balance Dec. 31, 2007
1338	Various Capital Improvements	8/6/04	6/6/07	3/7/08	3.749%	190,000.00		10,000.00	180,000.00
1374	Various Capital Improvements	6/9/05	6/6/07	3/7/08	3.749%	237,500.00			237,500.00
1222	Acquisition of Real Estate	11/2/00	10/26/06	1/25/07	4.900%	190,129.00		190,129.00	
1285	Acquisition of Real Estate	3/12/02	3/8/07	3/7/08	3.500%	1,036,500.00		7,850.00	1,028,650.00
1285	Acquisition of Real Estate	3/12/02	3/8/07	3/7/08	5.088%	4,185,000.00		31,400.00	4,153,600.00
1322	Loan to Redeveloper	12/17/03	5/2/07	5/1/08	5.170%	5,000,000.00		63,300.00	4,936,700.00
1381	Acquisition of Real Estate	10/15/05	7/10/07	3/7/08	5.380%	5,000,000.00		750,000.00	4,250,000.00
1381	Acquisition of Real Estate	10/15/05	7/10/07	3/7/08	3.780%			(750,000.00)	750,000.00
1381	Acquisition of Real Estate	6/6/07	6/6/07	3/7/08	3.749%		1,000,000.00		1,000,000.00
1438	Acquisition of Various Properties	10/16/07	10/16/07	10/15/08	3.560%		2,200,000.00		2,200,000.00
1438	Acquisition of Various Properties	11/27/07	11/27/07	10/15/08	3.450%		1,740,000.00		1,740,000.00
1439	Acuisition of Various Equipment	10/16/07	10/16/07	10/15/08	3.560%		2,090,950.00		2,090,950.00
						15,839,129.00	7,030,950.00	302,679.00	22,567,400.00
					Ref.	C	C-2		C
							Ref.		
						Disbursed	C-2	39,250.00	
						Budget Appropriation		263,429.00	
								302,679.00	

EXHIBIT C-11

SCHEDULE OF BONDS AND NOTES AUTHORIZED BUT NOT ISSUED

Ordinance Number	Purpose	Balance Dec. 31, 2006	2007 Authorizations	Budget Appropriation	Notes Issued	Balance Dec. 31, 2007
1160	Various Capital Improvements	3,295.00		3,295.00		
1291	Various Capital Improvements	100.00				100.00
1381	Acquisition of Real Estate	1,000,000.00			1,000,000.00	
1438	Acquisition of Various Properties		3,940,000.00		3,940,000.00	
1439	Acuisition of Various Equipment		2,090,950.00		2,090,950.00	
		1,003,395.00	6,030,950.00	3,295.00	7,030,950.00	100.00
	Ref.		C-8		C-10	

EXHIBIT C-12

SCHEDULE OF OBLIGATIONS UNDER CAPITAL LEASE

Purpose	Date of Lease	Term of Lease	Amount of Original Lease Principal	Amount of Original Lease Interest	Interest Rate	Amount Outstanding Dec. 31, 2006	Retired	Amount Outstanding Dec. 31, 2007
Police Vehicles	08/29/06	36 Months	113,358.00	7,533.87	6.80%	73,060.70	35,329.17	37,731.53
					Ref.	C		C

WATER UTILITY FUND

EXHIBIT D-5

SCHEDULE OF WATER UTILITY CASH - TREASURER

	Ref.	Operating	Capital
Balance December 31, 2006	D	330,686.68	295,477.27
Increased by:			
Consumer Accounts Receivable	D-8	1,951,578.12	
Miscellaneous Revenues	D-3	66,753.42	6,066.51
Due from Current	A-4	4,203.86	1,000,000.00
Utility Rent Overpayments		14,168.80	
Bond Anticipation Notes Renewal	D-5		1,500,000.00
Premium on Notes	D-2		6,962.50
Due Utility Capital Fund	D-5	5,644.81	
		2,042,349.01	2,513,029.01
		2,373,035.69	2,808,506.28
Decreased by:			
Budget Appropriations	D-4	1,792,253.98	
Appropriation Reserve	D-11	37,608.55	
Improvement Authorizations	D-16		286,954.75
Encumbrances Payable	D-12	22,691.72	9,750.00
Accrued Interest Paid	D-14	159,430.07	
Bond Anticipation Notes Renewal	D-5		1,500,000.00
Rent Overpayments		79.10	
Due Utility Operating Fund	D-5		5,644.81
		2,012,063.42	1,802,349.56
Balance December 31, 2007	D	360,972.27	1,006,156.72

EXHIBIT D-6

SCHEDULE OF WATER UTILITY CASH AND RECONCILIATION
PER N.J.S.A. 40A:5-5 - TREASURER

	Ref.	Operating	Capital
Balance December 31, 2007	D-5	360,972.27	1,006,156.72
Increased by:			
Cash Receipts Record		386,637.87	1,507,130.01
		747,610.14	2,513,286.73
Decreased by:			
Cash Disbursements Record		340,570.14	1,519,311.55
Balance February 29, 2008	D-6	407,040.00	993,975.18

Cash Reconciliation - February 29, 2008

	Ref.	Operating	Capital
Balance per Statement			
First Colonial Bank		406,992.41	993,975.18
Add: Deposit in Transit		2,547.99	
Less: Outstanding Checks		2,500.40	
Balance February 29, 2008	D-6	407,040.00	993,975.18

EXHIBIT D-7

ANALYSIS OF WATER UTILITY CAPITAL FUND CASH

		Balance Dec. 31, 2006	Receipts: Bond Anticipation Notes	Receipts: Miscellaneous	Disbursements: Improvement Authorizations	Disbursements: Bond Anticipation Notes	Disbursements: Miscellaneous	Transfers: From	Transfers: To	Balance Dec. 31, 2007
Fund Balance		9,335.49		6,962.50						16,297.99
Capital Improvement Fund		205.90								205.90
Encumbrances Payable		9,750.00					9,750.00		13,625.85	13,625.85
Due Water Utility Operating Fund		(8,725.66)		6,066.51			5,644.81			(8,303.96)
Due Current Fund		(1,000,000.00)		1,000,000.00						
Improvement Authorizations:										
Ordinance Number										
1163	Various Capital Improvements	3.67								3.67
1283	Replacement of Maple Ave. Water Lines	0.09								0.09
1336	Acquisition & Installation of Various Improvements to Water Utility System	60,996.78			60,996.78					
1382	Various Capital Improvements	1,223,661.00	1,500,000.00		225,957.97	1,500,000.00		13,625.85		984,077.18
1419	Purchase of Water Meters	250.00								250.00
		295,477.27	1,500,000.00	1,013,029.01	286,954.75	1,500,000.00	15,394.81	13,625.85	13,625.85	1,006,156.72
	Ref.	D	D-5	D-5	D-16	D-5	D-5			D

EXHIBIT D-8

SCHEDULE OF CONSUMER ACCOUNTS RECEIVABLE - WATER

	Ref.	
Balance December 31, 2006	D	88,073.83
Increased by:		
Utility Rents Levied		1,981,155.23
		2,069,229.06
Decreased by:		
Collections	D-5	1,951,578.12
Overpayments Applied	D-3	16,776.35
Canceled		3,177.70
		1,971,532.17
Balance December 31, 2007	D	97,696.89

EXHIBIT D-9

SCHEDULE OF FIXED CAPITAL

	Balance Dec. 31, 2006	Balance Dec. 31, 2007
Intangible Plant:		
Organization	10,996.82	10,996.82
Source of Supply Plant:		
Land & Land Rights	29,769.00	29,769.00
Structures & Improvements	246,246.00	246,246.00
Wells & Springs	1,253,911.66	1,253,911.66
Supply Mains	83,469.00	83,469.00
Pumping Plant:		
Structures & Improvements	450,139.00	450,139.00
Electric Pumping Equipment	88,093.27	88,093.27
Diesel Pumping	28,907.79	28,907.79
Water Treatment Plant:		
Structures & Improvements	1,034,952.00	1,034,952.00
Water Treatment Equipment	90,376.00	90,376.00
Transmission & Distribution Plant:		
Structures & Improvements	265,970.63	265,970.63
Distribution Reservoirs & Standpipes	772,224.79	772,224.79
Transmission & Distribution Mains	1,036,701.22	1,036,701.22
Fire Mains	42,753.00	42,753.00
Services	100,371.10	100,371.10
Meters	260,989.70	260,989.70
Meter Installation	44,354.00	44,354.00
Hydrants	50,632.00	50,632.00
General Plant:		
Land & Land Rights	7,292.12	7,292.12
Structures & Improvements	72,811.06	72,811.06
Office Furniture & Equipment	9,748.04	9,748.04
Transportation Equipment	42,139.81	42,139.81
Other General Equipment	3,494.66	3,494.66
	6,026,342.67	6,026,342.67
Ref.	D	D

EXHIBIT D-10

SCHEDULE OF FIXED CAPITAL AUTHORIZED AND UNCOMPLETED

Ordinance Number	Purpose	Ordinance Date	Ordinance Amount	Balance Dec. 31, 2006	Balance Dec. 31, 2007
1163	Various Capital Improvements	8/3/98	410,000.00	410,000.00	410,000.00
1258	Water Utility Improvements	7/2/01	580,000.00	580,000.00	580,000.00
1283	Replacement of Maple Avenue Water Lines	2/8/03	12,000.00	12,000.00	12,000.00
1336	Acquisition & Installation of Various Improvements to Water Utility System	04/05/04	990,000.00	990,000.00	990,000.00
1382	Various Capital Improvements	08/01/05	1,500,000.00	1,500,000.00	1,500,000.00
1419	Purchase of Water Meters	11/06/06	10,000.00	10,000.00	10,000.00
				3,502,000.00	3,502,000.00
			Ref.	D	D

EXHIBIT D-11

SCHEDULE OF 2006 APPROPRIATION RESERVES - WATER

	Balance Dec. 31, 2006	Balance After Transfers	Paid or Charged	Balance Lapsed
Operating:				
Other Expenses	38,634.90	38,634.90	37,608.55	1,026.35
Other Accounts - No change	42,178.32	42,178.32		42,178.32
	80,813.22	80,813.22	37,608.55	43,204.67
Ref.	D		D-5	D-1

EXHIBIT D-12

SCHEDULE OF ENCUMBRANCES PAYABLE - WATER

	Ref.	Operating Fund	Capital Fund
Balance December 31, 2006	D	22,691.72	9,750.00
Increased by:			
Charges to:			
2007 Appropriations	D-4	19,041.83	
Improvement Authorizations	D-16		13,625.85
		41,733.55	23,375.85
Decreased by:			
Payments	D-5	22,691.72	9,750.00
Balance December 31, 2007	D	19,041.83	13,625.85

EXHIBIT D-13

SCHEDULE OF CAPITAL IMPROVEMENT FUND

	Ref.	
Balance December 31, 2006	D	205.90
Balance December 31, 2007	D	205.90

EXHIBIT D-14

SCHEDULE OF ACCRUED INTEREST ON BONDS AND NOTES AND ANALYSIS OF BALANCE

	Ref.	Bonds	Notes	Total
Balance December 31, 2006	D	25,069.67	53,134.83	78,204.50
Increased by:				
Budget Appropriation for:				
Interest on Bonds and Notes	D-4	85,871.05	92,854.95	178,726.00
		110,940.72	145,989.78	256,930.50
Decreased by:				
Interest Paid	D-5	88,203.32	71,226.75	159,430.07
Balance December 31, 2007	D	22,737.40	74,763.03	97,500.43

Analysis of Accrued Interest December 31, 2007

Principal Outstanding Dec. 31, 2007	Interest Rate	From	To	Period	Amount
568,400.00	Varies	8/1/07	12/31/07	5 Months	12,421.48
710,000.00	Varies	10/1/07	12/31/07	3 Months	7,763.75
452,000.00	Varies	11/15/07	12/31/07	1.5 Months	2,552.16
1,730,400.00					22,737.40
				Days	
921,300.00	3.749%	06/08/07	12/31/07	204	19,572.40
1,500,000.00	4.250%	07/12/07	12/31/07	359	55,190.63
2,421,300.00					74,763.03
4,151,700.00					97,500.43

EXHIBIT D-15

SCHEDULE OF DEFERRED RESERVE FOR AMORTIZATION

Ordinance Number	Purpose	Date of Ordinance	Balance Dec. 31, 2006	Balance Dec. 31, 2007
1163	Various Capital Improvements	8/3/98	410,000.00	410,000.00
1283	Replacement of Maple Avenue Water Lines	2/8/04	12,000.00	12,000.00
1336	Acquisition & Installation of Various Improvements to Water Utility System	04/05/05	49,500.00	49,500.00
1419	Purchase of Water Meters	11/06/06	10,000.00	10,000.00
			481,500.00	481,500.00
		Ref.	D	D

EXHIBIT D-16

SCHEDULE OF IMPROVEMENT AUTHORIZATIONS - WATER

Ordinance Number	Purpose	Date	Amount	Balance Dec. 31, 2006 Funded	Balance Dec. 31, 2006 Unfunded	Paid or Charged	Encumbered	Balance Dec. 31, 2007 Funded	Balance Dec. 31, 2007 Unfunded
1162	Various Capital Improvements	08/03/98	410,000.00	3.67				3.67	
1283	Replacement of Maple Avenue Water Lines	02/08/02	12,000.00	0.09				0.09	
1336	Acquisition & Installation of Various Improvements to Water Utility System	04/05/04	990,000.00		60,996.78	60,996.78			
1382	Various Capital Improvements	08/01/05	1,500,000.00		1,223,661.00	225,957.97	13,625.85		984,077.18
1419	Purchase of Water Meters	11/06/06	10,000.00	250.00				250.00	
				253.76	1,284,657.78	286,954.75	13,625.85	253.76	984,077.18
			Ref.	D	D	D-5	D-12	D	D

EXHIBIT D-17

SCHEDULE OF WATER SERIAL BONDS

Date of Issue	Purpose	Original Issue	Maturities of Bonds Outstanding December 31, 2007 Date	Amount	Interest Rate	Balance Dec. 31, 2006	Decreased	Balance Dec. 31, 2007
8/1/93	Water Bonds	1,470,000.00	8/1/08	84,933.33	5.15%	648,977.78	80,577.78	568,400.00
			8/1/09	89,288.89	5.20%			
			8/1/10	93,644.44	5.25%			
			8/1/11/13	100,177.78	5.30%			
10/01/98	Water Bonds	1,090,000.00	10/1/08/10	50,000.00	4.30%	760,000.00	50,000.00	710,000.00
			10/1/11/13	70,000.00	4.30%			
			10/1/14	70,000.00	4.35%			
			10/1/15	70,000.00	4.40%			
			10/1/16	70,000.00	4.45%			
			10/1/17	70,000.00	4.50%			
			10/1/18	70,000.00	4.55%			
12/04/02	Water Bonds	558,000.00	11/15/08	22,000.00	3.000%	474,000.00	22,000.00	452,000.00
			11/15/09	23,000.00	3.200%			
			11/15/10	24,000.00	3.500%			
			11/15/11	25,000.00	5.000%			
			11/15/12	26,000.00	5.000%			
			11/15/13	27,000.00	5.125%			
			11/15/14	28,000.00	4.000%			
			11/15/15	29,000.00	4.300%			
			11/15/16	31,000.00	4.300%			
			11/15/17	32,000.00	5.250%			
			11/15/18	34,000.00	5.250%			
			11/15/19	35,000.00	4.625%			
			11/15/20	37,000.00	4.625%			
			11/15/21	39,000.00	4.750%			
			11/15/22	40,000.00	4.750%			
						1,882,977.78	152,577.78	1,730,400.00
					Ref.	D		D

EXHIBIT D-18

SCHEDULE OF BONDS ANTICIPATION NOTES

Ordinance Number	Purpose	Date of Issue of Original Note	Date of Issue	Date of Maturity	Interest Rate	Balance Dec. 31, 2006	Decreased	Balance Dec. 31, 2007
1258	Water Utility Improvements	11/08/01	03/09/06	03/09/07	3.920%	17,600.00	17,600.00	
1336	Acquisition & Installation of Various Improvements to Water Utility System	08/06/04	06/06/07	03/07/08	3.749%	940,500.00	19,200.00	921,300.00
1382	Various Capital Improvements	10/12/05	01/10/07	01/09/08	4.250%	1,500,000.00		1,500,000.00
						2,458,100.00	36,800.00	2,421,300.00
					Ref.	D		D

SEWER UTILITY FUND

EXHIBIT E-5

SCHEDULE OF SEWER UTILITY CASH - TREASURER

	Ref.	Operating	Capital
Balance December 31, 2006	E	70,144.09	979,945.18
Increased by:			
Consumer Accounts Receivable	E-8	1,477,854.59	
Premiums on Notes	E-2		6,962.50
Miscellaneous Revenues	E-3	13,895.91	42,498.53
Due from Current Fund	A-4	162,000.00	400,000.00
Utility Rent Overpayments		4,225.87	
Bond Anticipation Notes	E-7		1,713,400.00
Due Utility Capital Fund	E-5	42,618.40	
		1,700,594.77	2,162,861.03
		1,770,738.86	3,142,806.21
Decreased by:			
Budget Appropriations	E-4	1,365,438.49	
Appropriation Reserve	E-12	38,615.78	
Improvement Authorizations	E-17		195,994.00
Encumbrances Payable	E-13	5,605.61	
Accrued Interest Paid	E-15	112,870.47	
Due General Capital Fund		30,100.00	
Overpayments Refunded		60.00	
Bond Anticipation Notes	E-7		1,713,400.00
Due Sewer Operating Fund	E-5		42,618.40
		1,552,690.35	1,952,012.40
Balance December 31, 2007	E	218,048.51	1,190,793.81

EXHIBIT E-6

SCHEDULE OF SEWER UTILITY CASH AND RECONCILIATION
PER N.J.S.A. 40A:5-5 - TREASURER

	Ref.	Operating	Capital
Balance December 31, 2007	E-5	218,048.51	1,190,793.81
Increased by:			
Cash Receipts Record		340,469.16	1,508,462.73
		558,517.67	2,699,256.54
Decreased by:			
Cash Disbursements Record		282,257.75	1,512,287.31
Balance February 29, 2008	E-6	276,259.92	1,186,969.23

Cash Reconciliation - February 29, 2008

Balance per Statement			
First Colonial Bank		274,802.07	1,186,969.23
Add: Deposit in Transit		1,457.85	
Balance February 29, 2008	E-6	276,259.92	1,186,969.23

EXHIBIT E-7

ANALYSIS OF SEWER UTILITY CAPITAL FUND CASH

		Balance Dec. 31, 2006	Receipts: Bond Anticipation Notes	Receipts: Miscellaneous	Disbursements: Bond Anticipation Notes	Disbursements: Improvement Authorization	Disbursements: Miscellaneous	Transfers: From	Transfers: To	Balance Dec. 31, 2007
Fund Balance		7,455.08		6,962.50						14,417.58
Capital Improvement Fund		28,701.00						16,310.00		12,391.00
Due from NJ WWTT		(18,031.00)								(18,031.00)
Due Sewer Utility Operating Fund		(5,752.57)		42,498.53			42,618.40			(5,872.44)
Due Current Fund		(400,000.00)		400,000.00						
Improvement Authorizations:										
Ordinance #										
1116	Replacement of Sewer Mains	2.00								2.00
1163	Construction of Sewer Lines	83.96								83.96
1259	Sewer Utility Improvements	178,414.94								178,414.94
1284	Replacement of Maple Ave Sewer Lines	165.59								165.59
1305	Various Capital Improvements		213,400.00		213,400.00					
1382	Various Capital Improvements	1,188,906.18	1,500,000.00		1,500,000.00	179,684.00				1,009,222.18
1429	Purchase of Emergency Generator					16,310.00			16,310.00	
		979,945.18	1,713,400.00	449,461.03	1,713,400.00	195,994.00	42,618.40	16,310.00	16,310.00	1,190,793.81
	Ref.	E	E-5	E-5	E-5	E-17	E-5			E

EXHIBIT E-8

SCHEDULE OF CONSUMER ACCOUNTS RECEIVABLE - SEWER

	Ref.	
Balance December 31, 2006	E	1,433.12
Increased by:		
Utility Rents Levied		1,486,036.50
		1,487,469.62
Decreased by:		
Collections	E-5	1,477,854.59
Overpayments Applied	E-3	6,044.98
Canceled		1,659.00
		1,485,558.57
Balance December 31, 2007	E	1,911.05

EXHIBIT E-9

SCHEDULE OF SEWER UTILITY LIENS RECEIVABLE

	Ref.	
Balance December 31, 2006	E	155.04
Balance December 31, 2007	E	155.04

EXHIBIT E-10

SCHEDULE OF FIXED CAPITAL

	Balance Dec. 31, 2006	Balance Dec. 31, 2007
Pumping Station	18,124.86	18,124.86
Sewer Extension Pumping Station	15,658.85	15,658.85
Lower Level Sewer	5,172.35	5,172.35
Maple Avenue Sewer	122,328.47	122,328.47
Extension and Improvement to:		
Sewer Plant	294,789.45	294,789.45
Chlorinator	744.00	744.00
Manholes	937.16	937.16
Sewer Mains	16,564.51	16,564.51
General Equipment	5,748.67	5,748.67
Plant Equipment	10,105.73	10,105.73
Vineyard Extension	36,271.47	36,271.47
Transportation Equipment	772.20	772.20
Sewer Treatment Plant & Relief Sanitary Sewers	320,379.96	320,379.96
Construction of Sanitary Truck System - South Cooper River Drive & Construction of Sewerage Pumping Station at Garfield & Hillcrest Avenue	113,300.85	113,300.85
Construction of Sanitary Collecting Sewers, Sewer Pumping Station and Additions to Sewerage Treatment Plant	545,104.23	545,104.23
Garage	1,500.00	1,500.00
Reconstruction of Cedar Avenue - Sanitary Sewer, Diesel Building - Cattell Avenue & Newton Creek, Piping & Floater Cover for Digestion Tank	15,000.00	15,000.00
Reconstruction of Portions of Sewerage Treatment Plant on Newton Avenue Between Cattell Avenue & Comley Avenue, Purchase of Equipment to Determine Cause of Ground Water Infiltration, Construction of Sewer Manholes & Traps	421,236.87	421,236.87
	1,943,739.63	1,943,739.63
Ref.	E	E

EXHIBIT E-11

SCHEDULE OF FIXED CAPITAL AUTHORIZED AND UNCOMPLETED - SEWER

Ordinance Number	Purpose	Ordinance Date	Ordinance Amount	Balance Dec. 31, 2006	2007 Authorizations Deferred Reserve for Amortization	Balance Dec. 31, 2007
1116	Replacement of Sewer Mains	01/21/97	900,000.00	900,000.00		900,000.00
1163	Construction of Sewer Lines	08/03/98	280,000.00	280,000.00		280,000.00
1224	Construction of Sewer Collection Lines	07/17/00	1,050,000.00	1,050,000.00		1,050,000.00
1259	Sewer Utility Improvements	07/02/01	590,000.00	590,000.00		590,000.00
1284	Replacement of Maple Avenue Sewer Lines	02/04/03	20,000.00	20,000.00		20,000.00
1298	Various Capital Improvements	09/03/03	31,000.00	31,000.00		31,000.00
1305	Various Capital Improvements	03/03/04	225,000.00	225,000.00		225,000.00
1382	Various Capital Improvements	08/01/05	1,500,000.00	1,500,000.00		1,500,000.00
1418	Purchase of Tractor Mower	11/10/06	18,579.00	18,579.00		18,579.00
1429	Purchase of Emergency Generator	04/02/07	16,310.00		16,310.00	16,310.00
				4,614,579.00	16,310.00	4,630,889.00
			Ref.	E	E-16	E

EXHIBIT E-12

SCHEDULE OF 2006 APPROPRIATION RESERVES - SEWER

	Balance Dec. 31, 2006	Balance After Transfers	Paid or Charged	Balance Lapsed
Other Expenses	49,057.53	49,057.53	38,615.78	10,441.75
Other Accounts - No Change	6,981.16	6,981.16		6,981.16
	56,038.69	56,038.69	38,615.78	17,422.91
Ref.	E	E	E-5	E-1

EXHIBIT E-13

SCHEDULE OF ENCUMBRANCES PAYABLE - SEWER

	Ref.	Operating Fund
Balance December 31, 2006	E	5,605.61
Increased by:		
Charges to:		
2007 Appropriations	E-4	12,805.70
		18,411.31
Decreased by:		
Payments	E-5	5,605.61
Balance December 31, 2007	E	12,805.70

EXHIBIT E-14

SCHEDULE OF CAPITAL IMPROVEMENT FUND

	Ref.	
Balance December 31, 2006	E	28,701.00
Decreased by:		
Financed Improvement Authorizations	E-17	16,310.00
Balance December 31, 2007	E	12,391.00

EXHIBIT E-15

SCHEDULE OF ACCRUED INTEREST ON BONDS AND NOTES AND ANALYSIS OF BALANCE

	Ref.	Bonds & Loans	Notes	Total
Balance December 31, 2006	E	25,484.58	39,495.72	64,980.30
Increased by:				
Budget Appropriation for:				
Interest on Bonds and Notes	E-4	68,961.57	70,830.29	139,791.86
		94,446.15	110,326.01	204,772.16
Decreased by:				
Interest Paid	E-5	70,561.07	42,309.40	112,870.47
Balance December 31, 2007	E	23,885.08	68,016.61	91,901.69

Analysis of Accrued Interest December 31, 2007

Principal Outstanding Dec. 31, 2007	Interest Rate	From	To	Period	Amount
102,466.66	Varies	8/1/07	12/31/07	5 Months	2,239.23
740,000.00	Varies	10/1/07	12/31/07	3 Months	8,086.25
415,000.00	Varies	8/1/07	12/31/07	5 Months	8,843.75
242,265.00	Varies	8/1/07	12/31/07	5 Months	4,715.84
1,499,731.66					23,885.08
				Days	
213,400.00	3.500%	3/8/07	12/31/07	291	6,037.44
1,500,000.00	4.250%	1/10/07	12/31/07	350	61,979.17
1,713,400.00					68,016.61
					91,901.69

EXHIBIT E-16

SCHEDULE OF DEFERRED RESERVE FOR AMORTIZATION

Ordinance Number	Purpose	Date of Ordinance	Balance Dec. 31, 2006	Fixed Capital Authorized	Balance Dec. 31, 2007
1116	Replacement of Sewer Mains	01/21/97	900,000.00		900,000.00
1163	Construction of Sewer Lines	08/03/98	280,000.00		280,000.00
1284	Replacement of Maple Avenue Sewer Lines	02/04/04	20,000.00		20,000.00
1298	Various Capital Improvements	09/03/04	31,000.00		31,000.00
1418	Purchase of Tractor Mower	11/10/06	18,579.00		18,579.00
1429	Purchase of Emergency Generator	04/02/07		16,310.00	16,310.00
			1,249,579.00	16,310.00	1,265,889.00
		Ref.	E	E-14	E

EXHIBIT E-17

SCHEDULE OF IMPROVEMENT AUTHORIZATIONS - SEWER

Ordinance #	Purpose	Date	Amount	Balance Dec. 31, 2006 Funded	Balance Dec. 31, 2006 Unfunded	Capital Improvement Fund	Paid or Charged	Balance Dec. 31, 2007 Funded	Balance Dec. 31, 2007 Unfunded
1116	Replacement of Sewer Main	01/21/97	900,000.00	2.00				2.00	
1163	Construction of Sewer Lines	08/03/98	280,000.00	83.96				83.96	
1259	Sewer Utility Improvements	07/02/01	590,000.00	178,414.94	16,487.00			178,414.94	16,487.00
1259	Replacement of Maple Avenue Sewer Lines	02/04/02	20,000.00	165.59				165.59	
1383	Various Capital Improvements	08/01/05	1,500,000.00		1,188,906.18		179,684.00		1,009,222.18
1429	Purchase of Emergency Generator	04/02/07	16,310.00			16,310.00	16,310.00		
				178,666.49	1,205,393.18	16,310.00	195,994.00	178,666.49	1,025,709.18
			Ref.	E	E	E-14	E-5	E	E

EXHIBIT E-18

SCHEDULE OF SEWER SERIAL BONDS

Date of Issue	Purpose	Original Issue	Maturities of Bonds Outstanding December 31, 2007 Date	Amount	Interest Rate	Balance Dec. 31, 2006	Decreased	Balance Dec. 31, 2007
8/1/93	Sewer Bonds	265,000.00	8/1/08	15,311.11	5.15%	116,992.59	14,525.93	102,466.66
			8/1/09	16,096.30	5.20%			
			8/1/10	16,881.48	5.25%			
			8/1/11	18,059.26	5.25%			
			8/1/12/13	18,059.26	5.30%			
10/01/98	Sewer Bonds	1,135,000.00	10/1/08/10	60,000.00	4.30%	800,000.00	60,000.00	740,000.00
			10/1/11/13	70,000.00	4.30%			
			10/1/14	70,000.00	4.35%			
			10/1/15	70,000.00	4.40%			
			10/1/16	70,000.00	4.45%			
			10/1/17	70,000.00	4.50%			
			10/1/18	70,000.00	4.55%			
						916,992.59	74,525.93	842,466.66
					Ref.	E		E

EXHIBIT E-19

SCHEDULE OF BONDS ANTICIPATION NOTES - SEWER

Ordinance Number	Purpose	Date of Issue of Original Note	Date of Issue	Date of Maturity	Interest Rate	Balance Dec. 31, 2006	Decreased	Balance Dec. 31, 2007
1305	Various Capital Improvements	05/07/03	03/08/07	03/07/08	3.50%	219,200.00	5,800.00	213,400.00
1383	Various Capital Improvements	10/12/05	01/10/07	01/09/08	4.25%	1,500,000.00		1,500,000.00
						1,719,200.00	5,800.00	1,713,400.00
					Ref.	E		E

EXHIBIT E-20

SCHEDULE OF BONDS AND NOTES AUTHORIZED BUT NOT ISSUED
SEWER CAPITAL FUND

Ordinance Number	Improvement Description	Balance Dec. 31, 2006	Balance Dec. 31, 2007
1259	Sewer Utility Improvements	16,487.00	16,487.00

EXHIBIT E-21

SCHEDULE OF NJ WASTEWATER TREATMENT TRUST LOAN

	Ref.	Trust Loan	2000 Series Fund Loan	Total
Balance December 31, 2006	E	435,000.00	373,112.30	808,112.30
Decreased by:				
Principal Payments		20,000.00	25,361.91	45,361.91
Balance December 31, 2007	E	415,000.00	347,750.39	762,750.39

		Trust Loan	2001 Series Fund Loan	Total
Balance December 31, 2006	E	252,265.00	212,521.04	464,786.04
Decreased by:				
Principal Payments		10,000.00	14,420.96	24,420.96
Balance December 31, 2007	E	242,265.00	198,100.08	440,365.08

		Trust Loan	Combined Fund Loan	Total
Balance December 31, 2006	E	687,265.00	585,633.34	1,272,898.34
Decreased by:				
Principal Payments		30,000.00	39,782.87	69,782.87
Balance December 31, 2007	E	657,265.00	545,850.47	1,203,115.47

PARKING UTILITY FUND

EXHIBIT G-4

SCHEDULE OF PARKING UTILITY CASH - TREASURER

	Ref.	
Balance December 31, 2006	G	67,442.33
Increased by:		
Parking Meter Revenue	G-2	47,072.03
Miscellaneous Revenue not Anticipated	G-2	4,490.62
		51,562.65
		119,004.98
Decreased by:		
Budget Appropriations	G-3	26,389.06
Balance December 31, 2007	G	92,615.92

EXHIBIT G-5

SCHEDULE OF PARKING UTILITY CASH AND RECONCILIATION PER N.J.S.A. 40A:5-5 - TREASURER

	Ref.	
Balance December 31, 2007	G-4	92,615.92
Increased by:		
Cash Receipts Record		8,315.14
		100,931.06
Decreased by:		
Cash Disbursements Record		23,584.09
Balance February 29, 2008	G-5	77,346.97

Cash Reconciliation - February 29, 2008

Balance per Statement First Colonial Bank	G-5	77,346.97

EXHIBIT G-6

SCHEDULE OF 2006 APPROPRIATION RESERVES - PARKING UTILITY

		Balance Dec. 31, 2006	Balance Lapsed
Other Accounts - No Change		21,622.17	21,622.17
	Ref.	G	G-1

SCHEDULE OF EXPENDITURES OF STATE AWARDS AND FINDINGS AND QUESTIONED COSTS

PETRONI & ASSOCIATES
Certified Public Accountants • Registered Municipal Accountants
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Deanna L. Roller, CPA, RMA

REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH MAJOR PROGRAM AND INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133 AND NEW JERSEY STATE TREASURY CIRCULAR LETTER 04-04 OMB

Honorable Mayor and Members
of the Board of Commissioners
Borough of Collingswood
County of Camden, New Jersey

Compliance

We have audited the compliance of the Borough of Collingswood with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* and the provisions of the New Jersey *State Aid/Grant Compliance Supplement* Circular Letter 04-04 OMB, that are applicable to each of its major state programs for the year ended December 31, 2007. As described in Note 1, the Borough of Collingswood 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 the modified accrual basis, with certain exceptions, 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. The Borough of Collingswood's major state programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major state programs is the responsibility of the Borough of Collingswood's management. Our responsibility is to express an opinion on the Borough of Collingswood's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards,* issued by the Comptroller General of the United States; OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations;* audit requirements as prescribed by the State of New Jersey; and the provisions of the New Jersey State Treasury Circular Letter 04-04 OMB, "*Single Audit Policy for Recipients of Federal Grants, State Grants, and State Aid*". Those standards, OMB Circular A-133 and the New Jersey State Treasury Circular Letter 04-04-OMB, require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above could have a direct and material effect on a major state program occurred. An audit includes examining, on a test basis, evidence about the Borough of Collingswood's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on the Borough of Collingswood's compliance with those requirements.

In our opinion, the Borough of Collingswood complied, in all material respects, with the requirements referred to above that are applicable to each of its major state programs for the year ended December 31, 2007.

Internal Control Over Compliance

The management of the Borough of Collingswood is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to state programs. In planning and performing our audit, we considered the Borough of Collingswood's internal control over compliance with requirements that could have a direct and material effect on a major state program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Borough's internal control over compliance.

A control deficiency in an entity's internal control over compliance exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect noncompliance with a type of compliance requirement of a state program on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to administer a state program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a state program that is more than inconsequential will not be prevented or detected by the entity's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that material noncompliance with a type of compliance requirement of a state program will not be prevented or detected by the Borough's internal control.

Our consideration of the internal control over compliance was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

This report is intended solely for the information and use of the governing body, management, others within the organization, and federal and state awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

PETRONI & ASSOCIATES

Petroni & Associates

Nick L. Petroni
Certified Public Accountant
Registered Municipal Accountant #252
April 21, 2008

BOROUGH OF COLLINGSWOOD
SCHEDULE OF EXPENDITURES OF STATE AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2007

State Funding Department/Program	State Grant Number	Program Amount	Matching Funds	Funds Received	Grant Period From	Grant Period To	Amount of Expenditures	Cumulative Expenditures
Department of Community Affairs								
Municipal Alliance on Alcoholism & Drug Abuse	N/A	15,650.00	3,912.50	2,850.00	01/01/06	12/31/06	2,484.56	19,562.50
		15,650.00	3,912.50	10,138.00	01/01/07	12/31/07	15,430.13	15,430.13
Clean Communities	4900-765-042-4900-004-VCMC-6020	14,631.48			01/01/06	12/31/06		14,541.01
		18,932.52		18,932.52	01/01/07	12/31/07	18,932.02	18,932.02
Recycling Tonnage	4900-752-042-4900-001-VREV-6020	3,677.97			01/01/06	12/31/06	846.63	846.63
		3,413.20			01/01/04	12/31/04	3,119.20	3,413.20
		9,652.52		9,652.52	01/01/07	12/31/07		
		2,726.09			01/01/03	12/31/03	992.01	2,726.09
		3,143.68			01/01/05	12/31/05	3,143.66	3,143.66
Recycling Tonnage Rebate	N/A	13,356.49			01/01/06	12/31/06		
Special Purpose Grant - Richey Avenue	N/A	250,000.00			07/01/01	06/30/02	50,300.00	223,298.93
pass-through County of Camden		500,000.00			07/01/01	06/30/02	19,132.44	488,932.04
Share - Woodlynne Policing	100-022-8030-658-FFFF-6120	150,214.00		148,504.41	05/01/06	12/31/07		150,214.00
Department of Environmental Protection								
Hazardous Discharge Site Remediation	N/A	63,962.00			01/01/03	12/31/04		15,268.27
		115,685.00			01/01/04	12/31/04	5,995.50	89,963.79
Green Communities	N/A	3,000.00			01/01/07	12/31/07	3,000.00	3,000.00
DRPA Transit Village	N/A	250,000.00			11/19/03	11/19/04	14,101.28	190,382.48
Urban Land Institute Community Action Grant	N/A	20,000.00		17,350.00	01/01/07	12/31/07	20,000.00	20,000.00
Community Stewardship Incentive Program	N/A	25,000.00			01/01/07	12/31/07		
Department of Health and Senior Services								
Child & Adolscent Health Program	4220-100-046-4535-129-J002-6140	2,500.00		2,500.00	09/30/06	12/31/06		
Department of Housing and Community Resources								
Neighborhood Preservation	8020-100-022-8020-092-F301-6020	125,000.00			10/01/07	03/31/09		
Department of Transportation								
Drunk Driving Enforcement Fund	1110-448-031020-60	10,770.62		10,770.62	01/01/07	12/31/07	2,378.80	2,378.80
		946.69			01/01/06	12/31/06		
Municipal Court Alcohol Education	9735-760-098-Y900-001-X100-6020	219.63			01/01/96	12/31/96		
		453.44			01/01/95	12/31/95		
		220.42			01/01/94	12/31/94		
N.J.Transportation Trust Fund Authority Act	6320-480-078-6320-Z50-TCAP-6010	252,000.00		189,000.00	01/01/07	12/31/07	18,608.22	18,608.22
		450,000.00		35,482.60	01/01/04	12/31/04	192,821.10	344,206.75
		200,000.00		37,500.00	01/01/06	12/31/06	4,837.77	174,172.57
Department of Law and Public Safety								
Safe and Secure Program	100-066-1020-232	90,000.00			06/01/07	05/30/08	90,000.00	90,000.00
		90,000.00		90,000.00	06/01/06	05/31/07		90,000.00
Statewide Local Domestic Preparedness	100-042-4800-353	115,000.00		113,579.02				115,000.00
Body Armor	1020-718-066-1020-001-YCJS-6120	3,476.50		3,476.50	01/01/07	12/31/07	3,476.50	3,476.50
Domestic Violence Training	N/A	5,000.00			01/01/06	12/31/06	1,022.85	1,022.85
Department of Treasury								
Special Purpose Grant	100-094-9420-050	108,000.00			01/01/06	06/30/07	6,554.82	108,000.00
Special Purpose Grant	100-094-9420-050	30,000.00			01/01/06	06/30/07	15,000.00	30,000.00
Rehabilitation of Arts Facility	9420-100-094-9420-047-U999-6130	400,000.00			07/01/04	12/31/05	98,375.27	400,000.00
				689,736.19			590,552.76	2,636,520.44

SCHEDULE 2

BOROUGH OF COLLINGSWOOD
NOTES TO SCHEDULES OF EXPENDITURES
OF STATE AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2007

NOTE 1: GENERAL

The accompanying schedules of expenditures of state financial assistance include federal and state activity of the Board of Commissioners, Borough of Collingswood. The Borough is defined in Note 1 to the Borough's financial statements. All state awards received directly from state agencies, as well as state financial assistance passed through other government agencies, is included on the schedule of expenditures of state financial assistance.

NOTE 2: BASIS OF ACCOUNTING

The accompanying schedule of expenditures of awards and financial assistance includes the state grant activity of the Borough of Collingswood and is presented on the accrual basis of accounting. 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*, and New Jersey Circular Letter 04-04-OMB. Therefore, some amounts presented in these schedules may differ from amounts presented in, or used in the preparation of, the basic financial statements.

NOTE 3: RELATIONSHIP TO FEDERAL AND STATE FINANCIAL REPORTS

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

BOROUGH OF COLLINGSWOOD
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED DECEMBER 31, 2007

Section I – Summary of Auditor's Results

Financial Statements:

Type of auditor's report issued: Unqualified

Internal control over financial reporting:

1. Material weakness(es) identified? ___X___Yes __________No

2. Significant deficiencies identified that are not considered to be material weaknesses? ___X___Yes __________None reported

Noncompliance material to financial statements noted? ______Yes ____X____No

Federal awards **N/A**

State awards

Dollar threshold used to distinguish between type A and type B programs: $300,000

Auditee qualified as low-risk auditee? ______Yes _____X_____No

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

Internal control over major programs:

1. Material weakness(es) identified? ______Yes _____X____No

3. Significant deficiencies identified that are not considered to be material weaknesses? ________Yes ___X___None reported

Any audit findings disclosed that are required to be reported in accordance with NJOMB Circular Letter 04-04? ________Yes ____X____No

BOROUGH OF COLLINGSWOOD
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED DECEMBER 31, 2007

Section I – Summary of Auditor's Results

Identification of major programs:

Other Indentifying Numbers	Name of State Program
6320-480-078-6320-Z50-TCAP-6010	New Jersey Transportation Trust
100-094-9420-050	Special Purpose Grant

Section II – Financial Statement Findings

See Findings and Recommendations in Part II

Section III – State Awards Findings

None

BOROUGH OF COLLINGSWOOD
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
YEAR ENDED DECEMBER 31, 2007

FINANCIAL STATEMENT FINDINGS:

Finding No. 2006-1
Sufficient procedures are not in place for the off-duty police to ensure that payment is received in a timely manner.

Current Status
Corrective action has been implemented.

Finding No. 2006-2
Claimant's certification was not obtained prior to payment of bills as required by N.J.S.A. 40A:5-16.

Current Status
Corrective action has been fully implemented.

Finding No. 2006-3
Resolutions confirming the purchase of items under state contract were not adopted by the Board of Commissioners as required by N.J.A.C. 5:34-7.29.

Current Status
Corrective action has not been fully implemented.

Planned Action
The Board of Commissioners will approve resolutions for all state contract awards.

Finding No. 2006-4
Monthly cash management reports were not filed as required by N.J.S.A. 40A:5-14.

Current Status
Corrective action has been fully implemented.

Finding No. 2006-5
The fiscal and budgetary operations of the Robert's Pool Concession Stand need improvement.

Current Status
Corrective action has been fully implemented.

BOROUGH OF COLLINGSWOOD
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
YEAR ENDED DECEMBER 31, 2007

FINANCIAL STATEMENT FINDINGS

Finding No. 2006-6
The quarterly remittance reports to the State of New Jersey for marriage licenses were not filed on a timely basis.

Current Status
Corrective action has been fully implemented.

Finding No. 2006-7
Statements have not been sent to escrow applicants showing an accounting of funds as required by Chapter 54, P.L. 1995.

Current Status
Corrective action has not been implemented.

Planned Action
The Borough Clerk will start preparing and sending statements to all applicants.

Finding No. 2006-8
There were interfund loans existing as of year end.

Current Status
Corrective action has not been implemented.

Planned Action
The Treasurer will clear all interfunds.

Finding No. 2006-9
The tax sale was not complete.

Current Status
Corrective action has not been implemented.

Planned Action
The Tax Collector will ensure that all property subject to sale has been included in the tax sale.

BOROUGH OF COLLINGSWOOD
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
YEAR ENDED DECEMBER 31, 2007

FINANCIAL STATEMENT FINDINGS

Finding No. 2006-10
There was an over-expenditures of current year appropriations, appropriation reserves, grants and expenditures without appropriation.

Current Status
Corrective action has not been implemented.

Planned Action
The Treasurer will ensure sufficient funds are available prior to expending funds.

PART II

GENERAL COMMENTS

Contracts and Agreements Required to be Advertised for N.J.S.A. 40A:11-4

N.J.S.A. 40A:11-4 states "Every contract or agreement awarded by the contracting agent for the provision or performance of any goods or services, the cost of which in the aggregate exceeds the bid threshold, shall be awarded only by resolution of the governing body of the contracting unit to the lowest responsible bidder after public advertising for bids and bidding therefore, except as is provided otherwise in this act or specifically by any other law."

The governing body of the Municipality has the responsibility of determining whether the expenditures in any category will exceed the bid threshold within the fiscal year. Where question arises as to whether any contract or agreement might result in violation of the statute, the Solicitor's opinion should be sought before a commitment is made.

The minutes indicate that bids were requested by public advertisement for the following items:

Ladder Truck
Structural Improvements Perkins Center for Arts
Removal, Reconstruction and/or Repaving Various Streets, Alleyways and Parking Areas
Improvements and Upgrades Robert's Pool
Roll Off Dump Truck
In-car Video Recording System
Four Wheel Drive Police Vehicles

The minutes indicate that resolutions were adopted and advertised authorizing the awarding of contracts or agreements for "Professional Services" per N.J.S.A. 40A:11.5.

Inasmuch as the system of records did not provide for an accumulation of payments for categories for the performance of any work or the furnishings or hiring of any materials or supplies, the results of such an accumulation could not reasonably be ascertained. Disbursements were reviewed, however, to determine whether any clear cut violations existed.

Our examination of expenditures did not reveal any individual payment contracts or agreement in excess of the bid threshold "for the performance of any work or the furnishing or hiring of any materials or supplies," other than those where bids had been previously sought by public advertisement or where a resolution had been previously adopted under the provisions of N.J.S.A. 40A:11-6.

N.J.S.A. 40A:11-6.1 requires that at least two competitive quotations be obtained for all contracts that in the aggregate are less than the bid threshold but 15 percent or more of that amount.

Resolutions confirming the purchase of items under state contract were not adopted for the purchase of computers as required by N.J.A.C. 5:34-7.29.

Collection of Interest on Delinquent Taxes and Assessments

The statute provides the method for authorizing interest and the maximum rates to be charged for the nonpayment of taxes or assessments on or before the date when they would become delinquent.

The governing body on January 8, 2007 adopted the following resolution authorizing interest to be charged on delinquent taxes:

> WHEREAS, Chapter 104 P.L. 1965, amending R.S. 54:4-67 authorized municipalities to provide a grace period, not exceeding ten (10) days within which an installment of taxes or assessments may be received without an additional charge of interest: and
>
> WHEREAS, N.J.S.A 54:4-67 also provides that a governing body may also fix a penalty to a taxpayer charged with a delinquency in excess of ten thousand dollars ($10,000.00) who fails to pay that delinquency prior to the end of the calendar year;
>
> THEREFORE, BE IT RESOLVED by the Board of Commissioners of the Borough of Collingswood, County of Camden and State of New Jersey that pursuant to N.J.S.A.54:4-67, the rate of interest on delinquent tax installments and assessments for the year 2007 be and the same is hereby fixed at eight percent per annum on the first $1,500 of delinquency and eighteen percent per annum on any amount in excess of $1,500;
>
> BE IT FURTHER RESOLVED, that for the tax year 2007, a six percent (6%) flat penalty shall be added at the end of each year for delinquencies which exceed ten thousand dollars ($10,000);
>
> BE IT FURTHER RESOLVED, that no interest be charged if payment of an installment is made within ten (10) days after the date on which same became payable.

It appears from an examination of the collector's records that interest was collected in accordance with the foregoing resolution.

Delinquent Taxes and Tax Title Liens

The last tax sale was held on December 18, 2007 and was not complete. Several utility accounts were not included in the sale.

The following comparison is made of the number of tax title liens receivable on December 31 of the last three years.

Year	Number of Liens
2007	2
2006	1
2005	2

It is essential to good management that all means provided by statute be utilized to liquidate tax title liens in order to get such properties back on a tax-paying basis.

Verification of Delinquent Taxes and Other Charges

A test verification of delinquent charges and current payments was made in accordance with the regulations of the Division of Local Government Services. All notices returned were reviewed and no discrepancies were noted. A separate report will be rendered if any irregularities develop after the date of the audit.

OTHER COMMENTS

Chief Financial Officer/Treasurer

The records maintained by the Chief Financial Officer and Treasurer were found to be in compliance with requirements prescribed by Division of Local Government Services, state statutes, and administrative code requirements with the following exceptions:

1. Employees were found to be paid by voucher for extra time worked for hazardous material collection day.

2. The individual statements of accounting for Developers' Escrow required by Chapter 54, P.L. 1995 were not prepared and sent to each applicant.

3. There were interfund loans existing as of year end that should have been cleared.

4. Reconciled bank account balances are not proven to the general ledger.

4. There were overexpenditures of current year appropriations, and appropriation reserves totaling $78,458.94 in deferred charges.

Revenue and Finance

The records maintained by the Revenue and Finance Supervisor were found to be in compliance with requirements prescribed by Division of Local Government Services, state statutes, and administrative code requirements with the following exception: the tax sale did not include all sewer utility rents.

Anciliary Departments

The financial records maintained by the Construction Code Office and Borough Clerk were found to be properly maintained.

Municipal Court

The financial records maintained by the Borough of Collingswood Joint Court were found to be properly maintained.

Corrective Action Plan

The Administrator filed a corrective action plan for the year 2006 with the Division of Local Government Services. Corrective action was not implemented for all recommendations.

FINDINGS AND RECOMMENDATIONS

CONTROL DEFICIENCY

*2007-1 Finding: Resolutions confirming the purchase of computers under state contract were not adopted by the Board of Commissioners as required by N.J.A.C. 5:34-7.29.

Recommendation: A resolution be adopted confirming the purchase of items under the State Cooperative Purchasing when the item purchased is in excess of the bid threshold.

*2007-2 Finding: N.J.S.A. 40:55D-53-2 requires statements to be submitted to escrow applicants, accounting for escrow funds deposited, withdrawn and the purpose of the withdrawal. These statements were not submitted to applicants.

Recommendation: Developer escrow statements be sent to the applicants in accordance with N.J.S.A. 40:55D-53.2.

SIGNIFICANT DEFICIENCY

2007-3 Finding: Employees were found to be paid by voucher for extra time worked for hazardous collection day.

Recommendation: Procedures be established to ensure all employee payments are processed through payroll.

*2007-4 Finding: There were interfund loans existing as of year end.

Recommendation: The Chief Financial Officer clear all interfunds.

*2007-5 Finding: The tax sale did not contain all required utility rents.

Recommendation: All property subject to tax sale be included in the sale as required by N.J.S.A. 54:5 et seq.

MATERIAL WEAKNESS

*2007-6 Finding: There were over-expenditures of current year appropriations and appropriation reserves.

Recommendations: The Chief Financial Officer ensure sufficient appropriations are available in budget line items prior to expending funds.

*2007-7 Finding: Reconciled bank account balances are not proven to the general ledger.

Recommendation: The Chief Financial Officer prove reconciled bank account balances to the general ledger on a monthly basis.

* These recommendations appeared in prior reports and corrective action was not taken.

****

The problems and weaknesses noted in our review were not of such magnitude that they would affect our ability to express an opinion on the financial statements taken as a whole.

Should any question arise as to our comments and recommendations, or should you desire assistance in implementing our recommendations, please do not hesitate to call us.

We received the complete cooperation of all the officials of the Borough and we greatly appreciate the courtesies extended to the members of the audit team.

Respectfully submitted,

PETRONI & ASSOCIATES

Petroni & Associates

Nick L. Petroni
Certified Public Accountant
Registered Municipal Accountant #252