

TOWNSHIP OF MOORESTOWN
AUDIT REPORT FOR THE YEAR
ENDED DECEMBER 31, 2007

**TOWNSHIP OF MOORESTOWN
COUNTY OF BURLINGTON**

PART I

**INDEPENDENT AUDITOR'S REPORTS
FINANCIAL STATEMENTS AND
SUPPLEMENTARY DATA
FOR THE YEAR ENDED DECEMBER 31, 2007**



Certified Public Accountants & Consultants

INDEPENDENT AUDITOR'S REPORT

The Honorable Mayor and Members
of the Township Council
Township of Moorestown
County of Burlington
Moorestown, New Jersey 08057

We have audited the accompanying statements of assets, liabilities, reserves and fund balance--regulatory basis of the various funds of the Township of Moorestown, State of New Jersey as of December 31, 2007 and 2006, and the related statements of operations and changes in fund balance--regulatory basis for the years then ended, and the related statement of revenues--regulatory basis, statement of expenditures--regulatory basis and general fixed assets as of December 31, 2007 and 2006. These financial statements are the responsibility of the Township of Moorestown's Management. Our responsibility is to express an opinion on these financial statements based on our audit.

Except as discussed in the following paragraph, we conducted our audit in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and in compliance with audit requirements prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

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

In our opinion, except for the effects on the financial statements of the requirement that the Township of Moorestown prepare its financial statements in accordance with the accounting practices 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 Township of Moorestown, State of New Jersey, as of December 31, 2007 and 2006, or the results of its operations and changes in fund balance for the years then ended.

Furthermore, in our opinion, the financial statements referred to above present fairly, in all material respects, the assets, liabilities, reserves and fund balance--regulatory basis of the various funds of the Township of Moorestown, State of New Jersey, as of December 31, 2007 and 2006, and the results of its

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operations and changes in fund balance of such funds--regulatory basis for the years then ended, and the revenues--regulatory basis, expenditures--regulatory basis of the various funds and general fixed assets, for the year ended December 31, 2007 in conformity with accounting principles and practices prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey as described in Note 1.

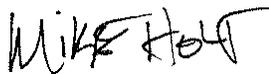
In accordance with *Government Auditing Standards*, we have also issued our report dated June 6, 2008, on our consideration of the Township of Moorestown, State of New Jersey's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

Our audit was conducted for the purpose of forming opinions on the financial statements of the Township of Moorestown's basic financial statements. The supplemental financial statements presented for the various funds are presented for purposes of additional analysis as required by the Division of Local Government Services, Department of Community Affairs, State of New Jersey. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the financial statements of each of the respective individual funds and account group taken as a whole.

The accompanying schedule of expenditures of state financial assistance are presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations* and New Jersey OMB's Circular 04-04, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid* respectively, and are not a required part of the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Respectfully submitted,

HOLMAN & FRENIA, P.C.



Michael Holt
Registered Municipal Accountant
CR 473

Medford, New Jersey
June 6, 2008

FINANCIAL STATEMENTS

**TOWNSHIP OF MOORESTOWN
CURRENT FUND
STATEMENTS OF ASSETS, LIABILITIES, RESERVES AND
FUND BALANCE - REGULATORY BASIS
DECEMBER 31, 2007 AND 2006**

ASSETS	REFERENCE	2007	2006
Regular Fund:			
Cash:			
Treasurer	A-4	\$14,262,823	16,076,329
Change Fund	A-5	475	475
		<hr/>	<hr/>
Total		14,263,298	16,076,804
		<hr/>	<hr/>
Receivables & Other Assets With Full Reserves:			
Delinquent Taxes Receivable	A-6	602,488	629,509
Tax Title Liens Receivable	A-7	662,207	617,323
Foreclosed Property - Assessed Valuation	A-8	101,300	101,300
Revenue Accounts Receivable	A-9	14,979	18,650
Due From Interfunds:			
Animal Control Fund	B	984	356
State & Federal Grant Fund	A		43,522
Payroll	F	2,348	10,735
Bond & Coupon Account	A	6,966	6,966
		<hr/>	<hr/>
Total Receivables & Other Assets With Full Reserves		1,391,272	1,428,361
		<hr/>	<hr/>
Deferred Charges To Future Taxation:			
Special Emergency Appropriation		466,560	583,200
		<hr/>	<hr/>
Total		466,560	583,200
		<hr/>	<hr/>
Total Regular Funds		16,121,130	18,088,365
		<hr/>	<hr/>
Federal & State Grants:			
State Grants Receivable	A-12	50,507	100,882
Due From Current Fund	A	36,956	
		<hr/>	<hr/>
Total State & Federal Grants		87,463	100,882
		<hr/>	<hr/>
Total Assets		\$16,208,593	18,189,247
		<hr/> <hr/>	<hr/> <hr/>

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

**TOWNSHIP OF MOORESTOWN
CURRENT FUND
STATEMENTS OF ASSETS, LIABILITIES, RESERVES AND
FUND BALANCE - REGULATORY BASIS
DECEMBER 31, 2007 AND 2006**

LIABILITIES RESERVES & FUND BALANCE	REFERENCE	2007	2006
Regular Fund:			
Liabilities:			
Appropriation Reserves	A-3,A-10	\$1,263,676	1,395,845
Reserve for Encumbrances	A	752,832	696,743
Accounts Payable	A	88,661	210,425
Due County for Added & Omitted Taxes	A-6	93,090	173,262
Local District School Taxes Payable	A-11	5,741,461	7,068,295
Prepaid Taxes	A-4,A-6	632,438	559,031
Tax Overpayments	A	76,546	113,189
Due to State of New Jersey for Senior Citizen & Veteran Deductions	A	19,303	21,054
Due to State - Marriage License Fees	A	559	784
Due to State - Burial Permit Fees	A	310	
Due State of New Jersey Inspection Fees	A	27	12,293
Due to Interfunds:			
Trust Assessment Fund	B	7,167	11,287
General Capital	C	5,999	1,700
Due Federal & State Grant	A	36,956	
Dog License Trust Fund	B		
Other Trust Fund	B	36,394	38,761
Water and Sewer Operating Fund	D	1,014	3,559
Public Assistance Fund	E		493
Reserve for:			
Garden State Trust Fund	A	3,305	
Tax Appeals	A	346,000	51,763
Fire Insurance Charge-backs	A	153,241	
Tax Assessment Revaluation	A	6,932	590,132
Subtotal Regular Fund		<u>9,265,911</u>	<u>10,948,616</u>
Reserve for Receivables & Other Assets	A	1,391,272	1,428,361
Fund Balance	A-1	<u>5,463,947</u>	<u>5,711,388</u>
Total Regular Fund		<u>16,121,130</u>	<u>18,088,365</u>
State & Federal Grants:			
Reserve for Federal & State Grants:			
Appropriated	A-13	77,165	53,123
Unappropriated	A-14	6,640	825
Due Current Fund	A		43,522
Encumbrances	A-13	3,658	3,412
Total State & Federal Grants		<u>87,463</u>	<u>100,882</u>
Total Liabilities, Reserves & Fund Balance		<u>\$16,208,593</u>	<u>18,189,247</u>

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

**TOWNSHIP OF MOORESTOWN
CURRENT FUND
COMPARATIVE STATEMENT OF OPERATIONS
AND CHANGES IN FUND BALANCE - REGULATORY BASIS
FOR THE YEARS ENDED DECEMBER 31, 2007 AND 2006**

	REFERENCE		
Revenue & Other Income Realized:			
Fund Balance Utilized	A-1,A-2	\$5,004,951	4,849,610
Miscellaneous Revenue Anticipated	A-2	5,816,752	6,464,009
Receipts From Delinquent Taxes & Tax Title Liens	A-2	590,428	626,345
Receipts From Current Taxes	A-2	86,818,969	83,866,874
Nonbudget Revenue	A-2,A-9	354,557	190,331
Other Credits to Income:			
Unexpended Balance of Appropriation Reserves	A-10	895,683	734,184
Cancellation of Public Assistance		493	
Cancellation of Tax Overpayments		19,382	
Cancellation of Prior Year Accounts Payable		29,231	23,737
Cancellation of Prior Year Liabilities			225,000
Interfunds Liquidated		51,908	374
		<hr/>	<hr/>
Total		99,582,354	96,980,464
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Expenditures:			
Budget Appropriations Within "CAPS":			
Operations:			
Salaries & Wages	A-3	8,852,729	8,476,910
Other Expenses	A-3	6,221,385	4,594,856
Deferred Charges & Statutory Expenditures	A-3	414,057	413,333
Excluded From "CAPS":			
Operations:			
Salaries & Wages	A-3	84,273	82,822
Other Expenses	A-3	2,175,462	3,862,209
Capital Improvements	A-3	200,000	302,650
Municipal Debt Service	A-3	3,251,089	3,656,708
Fire District Taxes	A-6	1,982,731	1,959,331
County Taxes	A-6	15,963,842	15,312,111
Local District School Tax	A-11	54,082,940	52,390,593
Municipal Open Space	A-6	1,171,594	1,171,902
Senior Citizen & Veteran Deductions Disallowed			
Prior Year	A	9,066	9,455
Refund of Prior Year Revenue		69,048	
Creation of Reserve for Tax Appeals		346,000	51,763
Interfund Reserves Created		628	54,607
		<hr/>	<hr/>
Total Expenditures		94,824,844	92,339,250
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Excess/(Deficit) in Revenue		4,757,510	4,641,214
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Statutory Excess to Fund Balance		4,757,510	4,641,214
Fund Balance January 1	A	5,711,388	5,336,584
Adjustments to Income Before Fund Balance			
Expenditures Included Above Which are by Statute			
Deferred Charges to Succeeding Years Budgets			583,200
			<hr/>
Total		10,468,898	10,560,998
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Decreased by: Utilization as Anticipated Revenue	A-1.A-2	5,004,951	4,849,610
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Fund Balance December 31	A	\$5,463,947	5,711,388
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The accompanying Notes to the Financial Statement are an integral part of these Statements.

**TOWNSHIP OF MOORESTOWN
CURRENT FUND
STATEMENT OF REVENUES - REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2007**

	BUDGET	APPROPRIATED BY N.J.S.A.40A:47-87	REALIZED	EXCESS OR (DEFICIT)
Fund Balance Utilized	\$5,004,951		5,004,951	
Miscellaneous Revenue:				
Licenses - Other	5,000		525	(4,475)
Fees & Permits - Other	98,000		111,005	13,005
Fines & Costs - Municipal Court	220,000		217,817	(2,183)
Interest & Costs on Taxes	170,000		192,276	22,276
Parking Meters	20,000		29,790	9,790
Interest on Investments & Deposits	985,000		919,200	(65,800)
Reserve for Payment of Bonds	239,088		239,088	
Recreation Fees	70,000		73,222	3,222
Police Accident Report Fees	6,000		6,561	561
Special Police Duty Service Charges	100,000		142,353	42,353
Street Opening Permits	2,500		3,433	933
Cable Television Fees	68,982		68,982	
Consolidated Municipal Property Tax Relief Act	862,393		862,393	
Energy Receipts Tax	1,527,116		1,527,116	
Supplemental Energy Receipts Tax	70,148		70,148	
Reserve for Supplemental Franchise & Gross Receipts Tax (P.S.E.& G.)	230,000		236,377	6,377
Legislative Initiative Block Grant	74,566		74,566	
Homeland Security Aid	90,000		90,000	
Municipal Property Tax Assistance Aid	49,377		49,377	
Fees & Permits:				
Uniform Construction Code	266,000		299,676	33,676
Anticipated General Capital Surplus	100,000		100,000	
Tree Replacement Trust	13,000		13,000	
W & S Fund Administration Expense	225,000		225,000	
Library Services Reimbursement	125,000		125,000	
Safety Incentive Program	2,000		2,000	
State Grants:				
Recycling Tonnage Grant	11,911	10,413	22,324	
Body Armor Replacement	3,663		3,663	
Emergency Management Assistance	5,000		5,000	
Clean Communities Program	24,273		24,273	
Safe & Secure Communities	60,000		60,000	
Click It or Ticket Grant		3,762	3,762	
Alcohol Education & Rehabilitation Fund	825		825	
Municipal Alliance on Alcoholism & Drug Abuse	18,000		18,000	

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

**TOWNSHIP OF MOORESTOWN
CURRENT FUND
STATEMENT OF REVENUES - REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2007**

	BUDGET	APPROPRIATED BY N.J.S.A.40A:4-87	REALIZED	EXCESS OR (DEFICIT)
Total Miscellaneous Revenues	5,742,842	14,175	5,816,752	59,735
Receipts From Delinquent Taxes	610,000		590,428	(19,572)
Subtotal General Revenues	11,357,793	14,175	11,412,131	40,163
Local Tax for Municipal Purposes	11,433,948		12,824,702	1,390,754
Budget Totals	22,791,741	14,175	24,236,833	1,430,917
Nonbudget Revenues			354,557	354,557
Total	\$22,791,741	14,175	24,591,390	1,785,474

ANALYSIS OF REALIZED REVENUES

Allocation of Current Tax Collections:	
Revenue From Collections	\$86,818,969
Less: School and County Taxes	<u>75,547,107</u>
Balance for Support of Municipal Budget Appropriations	11,271,862
Add: Budget Appropriation - Reserve for Uncollected Taxes	<u>1,552,840</u>
Total Amount for Support of Municipal Budget Appropriation	<u><u>\$12,824,702</u></u>
Delinquent Property Taxes Receivable	<u>\$590,428</u>
Total Receipts From Delinquent Taxes	<u><u>\$590,428</u></u>

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

**TOWNSHIP OF MOORESTOWN
CURRENT FUND
STATEMENT OF EXPENDITURES - REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2007**

OPERATIONS	APPROPRIATIONS		EXPENDED			
	BUDGET	BUDGET AFTER MODIFICATION	PAID OR CHARGED	ENCUMBERED	RESERVED	CANCELED
General Government:						
General Administration:						
Salaries and Wages	\$325,779	333,609	331,224		2,385	
Other Expenses	85,025	85,025	66,892	7,200	10,933	
Human Resources:						
Other Expenses	33,100	33,100	27,811	2,913	2,376	
Mayor & Council:						
Salaries and Wages	23,040	23,960	23,959		1	
Other Expenses	10,825	10,825	9,967	41	817	
Municipal Clerk:						
Salaries and Wages	63,200	67,920	64,352		3,568	
Other Expenses	30,650	30,650	17,965	1,501	11,184	
Financial Administration (Treasury):						
Office of Controller:						
Salaries and Wages	244,108	244,108	213,463		30,645	
Other Expenses	17,900	17,900	13,017	2,133	2,750	
Auditing Services:						
Other Expenses	26,000	26,000	24,815		1,185	
Computer Data Processing:						
Salaries and Wages	35,690	37,118	37,118			
Other Expenses	27,500	27,500	11,279	2,678	13,543	
Revenue Administration (Tax Collection):						
Salaries and Wages	117,104	118,604	118,101		503	
Other Expenses	16,050	16,050	11,662	316	4,072	
Tax Assessment:						
Salaries and Wages	113,364	113,364	85,027		28,337	
Other Expenses	16,700	16,700	13,910	2,790		
Legal Services (Legal Department):						
Other Expenses	146,000	186,000	152,928	1,482	31,590	
Engineering Services:						
Other Expenses	55,000	55,000	25,167	962	28,871	
Economic Development Agencies:						
Other Expenses	40,000	40,000	144		39,856	
Historic Preservation Committee:						
Other Expenses	7,500	7,500		4,800	2,700	
Land Use Administration:						
Planning Board:						
Salaries and Wages	318,250	288,250	257,478		30,772	
Other Expenses	84,150	84,150	32,745	12,665	38,740	
Zoning Board of Adjustments:						
Salaries and Wages	58,354	60,754	58,498		2,256	
Other Expenses	21,900	21,900	13,527	4,830	3,543	
Insurance:						
Unemployment Compensation	5,000	5,000	3,068		1,932	
Worker's Compensation	196,000	196,000	193,828		2,172	
Employee Group Insurance	1,721,500	1,661,500	1,618,034	1,125	42,341	
Other Insurance Premiums	155,000	155,000	153,270		1,730	
Public Safety Functions:						
Police:						
Salaries and Wages	4,315,412	4,640,412	4,497,993		142,419	
Other Expenses	306,233	306,233	226,171	69,678	10,384	

**TOWNSHIP OF MOORESTOWN
CURRENT FUND
STATEMENT OF EXPENDITURES - REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2007**

OPERATIONS	APPROPRIATIONS		EXPENDED			CANCELED
	BUDGET	BUDGET AFTER MODIFICATION	PAID OR CHARGED	ENCUMBERED	RESERVED	
Public Safety Functions (continued):						
Prosecutor:						
Salaries and Wages	17,883	17,883	17,195		688	
Public Works Functions:						
Department of Public Works:						
Office of the Director:						
Salaries and Wages	222,414	227,414	225,291		2,123	
Other Expenses	14,700	14,700	8,634	1,606	4,460	
Road Repairs & Maintenance:						
Salaries and Wages	692,460	662,460	629,796		32,664	
Other Expenses	275,150	275,150	188,047	31,439	55,664	
Building & Grounds:						
Other Expenses	215,000	215,000	114,117	58,520	42,363	
Shade Tree:						
Salaries and Wages	182,292	182,292	149,926		32,366	
Other Expenses	82,600	82,600	39,577	34,400	8,623	
Shade Tree Advisory Committee:						
Other Expenses	4,100	4,100	853		3,247	
West Moorestown Improvements:						
Other Expenses	5,000	5,000	2,643		2,357	
Maintenance of Motor Vehicles:						
Salaries and Wages	201,110	201,110	198,012		3,098	
Other Expenses	190,700	190,700	133,090	18,602	39,008	
Division of Sanitation:						
Salaries and Wages	660,421	664,421	631,746		32,675	
Other Expenses	105,250	105,250	77,980	544	26,726	
Solid Waste Disposal:						
Other Expenses	795,820	795,820	678,628	58,560	58,632	
Health & Human Services:						
Environmental Committee:						
Other Expenses	22,000	22,000	12,744	4,023	5,233	
Animal Control:						
Contractual Service	11,400	11,400	11,400			
Contributions to Social Services Agencies:						
Other Expenses	2,500	2,500	1,440	1,060		
Parks & Recreation:						
Recreation Services & Programs:						
Salaries and Wages	342,338	342,338	320,642		21,696	
Other Expenses	155,000	159,000	116,559	9,552	32,889	
Parks & Playgrounds:						
Salaries and Wages	210,174	190,174	161,686		28,488	
Other Expenses	149,000	149,000	78,939	13,348	56,713	
Utility Expenses & Bulk Purchases:						
Electricity	318,000	328,000	271,451	19,283	37,266	
Street Lighting Other Expenses	285,000	285,000	239,915	23,211	21,874	
Telephone Expenses	66,500	66,500	60,744	4,990	766	
Water	5,000	5,000	3,074	523	1,403	

**TOWNSHIP OF MOORESTOWN
CURRENT FUND
STATEMENT OF EXPENDITURES - REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2007**

OPERATIONS	APPROPRIATIONS		EXPENDED			CANCELED
	BUDGET	BUDGET AFTER MODIFICATION	PAID OR CHARGED	ENCUMBERED	RESERVED	
Utility Expenses & Bulk Purchases (continued):						
Gas (Natural/Propane)	76,000	76,000	40,312	5,293	30,395	
Telecommunications	41,500	41,500	32,744	601	8,155	
Gasoline	215,000	255,000	177,469	21,976	55,555	
Uniform Construction Code:						
Division of Building & Inspection:						
Salaries and Wages	146,454	146,454	140,759		5,695	
Other Expenses	52,550	52,550	28,732	14,528	9,290	
Municipal Court:						
Salaries and Wages	134,980	137,980	134,831		3,149	
Other Expenses	18,682	18,682	11,213	1,185	6,284	
Public Defender:						
Other Expenses	10,900	10,900	7,590	660	2,650	
Unclassified:						
Sick Sell - Back	25,000	25,000			25,000	
Reserve for Salary Increases	411,902					
Condo Services	68,000	68,000			68,000	
Accumulated Leave Compensation:						
Salaries and Wages	25,000	127,104	127,104			
Total Operation Within "CAPS"	15,074,114	15,074,114	13,378,296	439,018	1,256,800	
Detail:						
Salaries and Wages	8,886,729	8,852,729	8,424,201		428,528	
Other Expenses (Including Contingent)	6,187,385	6,221,385	4,954,095	439,018	828,272	
Deferred Charges/Statutory Expenditures - Municipal Within "CAPS":						
Social Security	400,000	400,000	394,555		5,445	
Consolidated Police & Firemen	14,057	14,057	14,056		1	
Total Deferred Charges & Statutory Expenditures Within "CAPS"	414,057	414,057	408,611		5,446	
Total General Appropriations for Municipal Purposes Within "CAPS"	15,488,171	15,488,171	13,786,907	439,018	1,262,246	
OPERATIONS EXCLUDED FROM "CAPS":						
Deferred Charges:						
Emergency Authorizations	116,640	116,640	116,640			
Maintenance of Free Public Library:						
Other Expenses	1,350,217	1,350,217	1,350,217			
Public & Private Programs Offset by Revenues:						
Supplemental Fire Services Program						
	8,331	8,331	8,331			
NJ Council on Alcohol & Drug Abuse:						
State Share	18,000	18,000	18,000			
Local Share	4,500	4,500	4,500			
Clean Communities Act	24,273	24,273	24,273			
Body Armor Replacement Fund	3,663	3,663	3,663			

**TOWNSHIP OF MOORESTOWN
CURRENT FUND
STATEMENT OF EXPENDITURES - REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2007**

OPERATIONS	APPROPRIATIONS		EXPENDED			
	BUDGET	BUDGET AFTER MODIFICATION	PAID OR CHARGED	ENCUMBERED	RESERVED	CANCELED
Alcohol Education & Enforcement	825	825	825			
Recycling Tonnage Grant	11,911	22,324	22,324			
Click It or Ticket		3,762	3,762			
Emergency Management Assistance	5,000	5,000	5,000			
Safe & Secure Neighborhoods	60,000	60,000	60,000			
Total Operations Excluded From "CAPS"	1,603,360	1,617,535	1,617,535			
Detail:						
Salaries and Wages	84,273	84,273	84,273			
Other Expenses	1,519,087	1,533,262	1,533,262			
Capital Improvements - Excluded from from "CAPS":						
Capital Improvement Fund	157,000	157,000	157,000			
Capital Outlay:						
Police In-Car Video Equipment	28,500	28,500	27,100		1,400	
Baseball Field Co-Share Project	14,500	14,500	14,500			
Total Capital Improvements Excluded from "CAPS"	200,000	200,000	198,600		1,400	
Municipal Debt Service - Excluded from "CAPS":						
Payment of Bond Principal	2,230,200	2,230,200	2,194,360			35,840
Interest on Bonds	1,051,650	1,051,650	1,033,410			18,240
Green Trust Loan Program:						
Loan Repayments for Principal & Interest	23,320	23,320	23,319			1
Total Municipal Debt Service Excluded From "CAPS"	3,305,170	3,305,170	3,251,089			54,081
Statutory Expenditures:						
Public Employees Retirement System	131,700	131,700	131,680		20	
Police & Fire Retirement System	510,500	510,500	510,490		10	
Total Statutory Expenditures	642,200	642,200	642,170		30	

**TOWNSHIP OF MOORESTOWN
CURRENT FUND
STATEMENT OF EXPENDITURES - REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2007**

OPERATIONS	APPROPRIATIONS		EXPENDED			
	BUDGET	BUDGET AFTER MODIFICATION	PAID OR CHARGED	ENCUMBERED	RESERVED	CANCELED
Total General Appropriations Excluded From "CAPS"	5,750,730	5,764,905	5,709,394		1,430	54,081
Subtotal General Appropriations	21,238,901	21,253,076	19,496,301	439,018	1,263,676	54,081
Reserve For Uncollected Taxes	1,552,840	1,552,840	1,552,840			
Total General Appropriations	\$22,791,741	22,805,916	21,049,141	439,018	1,263,676	54,081

Reserve for Uncollected Taxes	\$1,552,840
Disbursements	19,318,772
Special Emergency	116,640
Refunds Current Year Appropriations	(81,458)
Reserve for State & Federal Grants Appropriated	<u>142,347</u>
Total	<u>\$21,049,141</u>

Adopted Budget	\$22,791,741
Added by N.J.S.40A:4-87	<u>14,175</u>
Total	<u>\$22,805,916</u>

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

**TOWNSHIP OF MOORESTOWN
TRUST FUND
STATEMENTS OF ASSETS, LIABILITIES, RESERVES AND
FUND BALANCE - REGULATORY BASIS
DECEMBER 31, 2007 AND 2006**

ASSETS	REFERENCE	2007	2006
Other Trust Funds:			
Cash - Collector - Treasurer	B-2	\$7,863,623	6,734,341
Due Current Fund	A	<u>36,394</u>	<u>38,761</u>
Total Other Trust Funds		<u>7,900,017</u>	<u>6,773,102</u>
Assessment Fund:			
Cash - Treasurer	B-2,B-3	22,592	13,035
Assessments Receivable	B-4	9,837	16,403
Assessment Liens	B-5	287	287
Due From Current Fund	A,B-3	<u>7,166</u>	<u>11,287</u>
Total Assessment Funds		<u>39,882</u>	<u>41,012</u>
Dog License Fund:			
Cash - Treasurer	B-2	<u>10,621</u>	<u>11,481</u>
Total Dog License Fund		<u>10,621</u>	<u>11,481</u>
Total Assets		<u><u>\$7,950,520</u></u>	<u><u>6,825,595</u></u>

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

**TOWNSHIP OF MOORESTOWN
TRUST FUND
STATEMENTS OF ASSETS, LIABILITIES, RESERVES AND
FUND BALANCE - REGULATORY BASIS
DECEMBER 31, 2007 AND 2006**

LIABILITIES, RESERVES & FUND BALANCE	REFERENCE	2007	2006
Other Trust Funds:			
Reserve for:			
Tax Title Lien Redemption	B-13	3,522	3,515
Special Law Enforcement Fund	B-13	7,288	5,715
Confiscated Funds	B-13	1,563	1,494
Unemployment Compensation	B-13	218,958	208,170
Uniform Construction Code:			
Third Party Inspection Fees	B-13	368,768	381,114
Health Benefits Insurance & Self Insurance	B-13	14,252	14,044
Premium Received at Tax Sale	B-13	253,444	1,144
Community Alliance for Substance Abuse	B-13	9,900	9,750
Recreation Improvements	B-13	30,489	24,052
Cash Performance Guarantees	B-13	1,764,617	1,353,329
Miscellaneous Escrow Deposits	B-13	474,294	562,290
Low & Moderate Housing Trust Fund	B-13	958,129	685,071
Open Space Trust	B-13	3,261,459	3,091,952
Teleport Aesthetic Fee	B-13	76,200	76,200
Tree Replacement Fund	B-13	28,340	39,240
Tree Remembrance Fund	B-13	3,377	4,724
Renaissance Fund	B-13	46,366	62,716
POAA	B-13	640	449
South Lenola Road	B-13	9,765	9,765
Strawbridge Lake	B-13	7,827	7,827
Sidewalk Repairs	B-13	4,370	2,400
Recreation Funds	B-13	30,535	23,992
Accumulated Leave Fund	B-13	325,914	204,149
		<hr/>	<hr/>
Total Other Trust Funds		7,900,017	6,773,102
		<hr/>	<hr/>
Assessment Funds:			
Bonds Payable	B-10	24,660	29,660
Due to Utility Assessment Fund	B	3,870	
Reserve for Assessments & Liens	B-9	6,858	9,645
Fund Balance	B-1	4,494	1,707
		<hr/>	<hr/>
Total Assessment Funds		39,882	41,012
		<hr/>	<hr/>
Dog License Fund:			
Due Township Clerk's Account	B-7	7	29
Due Current Fund	A	984	356
Due to State of New Jersey	B-11	2	
Reserve for Dog Fund Expenditures	B-6	9,628	11,096
		<hr/>	<hr/>
Total Dog License Fund		10,621	11,481
		<hr/>	<hr/>
Total Liabilities, Reserves & Fund Balance		\$7,950,520	6,825,595
		<hr/> <hr/>	<hr/> <hr/>

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

**TOWNSHIP OF MOORESTOWN
GENERAL CAPITAL FUND
STATEMENTS OF ASSETS, LIABILITIES, RESERVES AND
FUND BALANCE - REGULATORY BASIS
DECEMBER 31, 2007 AND 2006**

ASSETS	REFERENCE	2007	2006
Cash	C-2	\$2,019,543	1,412,707
Due to Current Fund	C	5,999	1,700
Accounts Receivable:			
Department of Transportation	C	75,000	37,500
Community Development Block Grant	C		85,000
Department of Community Affairs	C	45,000	45,000
Deferred Charges to Future Taxation:			
Funded	C-5	25,338,251	27,588,825
Unfunded	C-3	11,207,416	10,916,415
		<hr/>	<hr/>
Total Assets		\$38,691,209	40,087,147
		<hr/> <hr/>	<hr/> <hr/>
 LIABILITIES, RESERVES & FUND BALANCE			
Reserve for Encumbrances	C-6	\$954,557	1,626,315
Bond Anticipation Notes	C-10	6,023,375	3,970,000
Serial Bonds	C-8	25,207,025	27,437,210
Green Acres Loan	C-9	131,226	151,614
Improvement Authorizations:			
Funded	C-6	465,913	704,240
Unfunded	C-6	5,434,610	5,503,898
Reserve For Payment of Debt Service	C-12	206,575	429,088
Reserve For Turf Field Replacement	C	8,916	
Capital Improvement Fund	C-7	158,271	86,271
Fund Balance	C-1	100,741	178,511
		<hr/>	<hr/>
Total Liabilities, Reserves & Fund Balance		\$38,691,209	40,087,147
		<hr/> <hr/>	<hr/> <hr/>

There were bonds and notes authorized but not issued on December 31, 2007 of \$5,184,041 and on December 31, 2006 was \$6,946,416.

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

**TOWNSHIP OF MOORESTOWN
WATER-SEWER UTILITY FUND
STATEMENTS OF ASSETS, LIABILITIES, RESERVES AND
FUND BALANCE - REGULATORY BASIS
DECEMBER 31, 2007 AND 2006**

ASSETS	REFERENCE	2007	2006
Operating Fund:			
Cash - Treasurer	D-5	\$3,083,669	3,229,998
Due Interfunds:			
Utility Assessment Fund	D		3
Current Fund	A	1,014	3,559
Deferred Charges:			
Emergency Authorizations	D	622,000	
Total		<u>3,706,683</u>	<u>3,233,560</u>
Receivables & Other Assets With Full Reserves:			
Utility Charges Receivable	D-9	668,328	482,793
Total Receivable & Other Assets With Full Reserves		<u>668,328</u>	<u>482,793</u>
Total Operating Fund		<u>4,375,011</u>	<u>3,716,353</u>
Assessment Trust Fund:			
Cash - Treasurer	D-5	160,267	195,047
Due Trust Assessment Fund	B	3,871	
Due Utility Operating Fund	D	203	
Assessments Receivable	D-10	6,115	9,985
Assessments Held in Abeyance	D-11	59,902	59,902
Total Assessment Trust Fund		<u>230,358</u>	<u>264,934</u>
Capital Fund:			
Cash - Treasurer	D-5	1,613,427	491,600
Fixed Capital:			
Completed	D-12	40,942,815	40,675,334
Authorized & Uncompleted	D-13	2,311,525	1,040,272
Due Utility Operating Fund	D	386	786
Total Capital Fund		<u>44,868,153</u>	<u>42,207,992</u>
Total Operating & Capital Fund		<u>\$49,473,522</u>	<u>46,189,279</u>

Bonds and Notes authorized but not issued as of December 31, 2007 was \$158,555 and as of December 31, 2006 was \$381,555.

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

**TOWNSHIP OF MOORESTOWN
WATER-SEWER UTILITY FUND
STATEMENTS OF ASSETS, LIABILITIES, RESERVES AND
FUND BALANCE - REGULATORY BASIS
DECEMBER 31, 2007 AND 2006**

LIABILITIES RESERVES & FUND BALANCE	REFERENCE	2007	2006
Operating Fund:			
Liabilities:			
Appropriation Reserves	D-4,D-14	\$482,020	1,074,128
Reserve for Encumbrances	D-4	494,004	477,663
Overpayments	D		409
Accounts Payable	D-5	8,990	7,106
Accrued Interest on Bonds	D-15	103,692	131,370
Accrued Interest on Notes	D-16	17,025	
Due Water & Sewer Assessment Fund	D	203	
Due Water & Sewer Capital Fund	D	386	786
Subtotal		1,106,320	1,691,462
Reserve for Receivables	D	668,328	482,793
Fund Balance	D-1	2,600,363	1,542,098
Total Operating Fund		4,375,011	3,716,353
Assessment Trust Fund:			
Reserve for Assessments	D-17	66,017	69,887
Due Water & Sewer Operating Fund	D		3
Fund Balance	D-2	164,341	195,044
Total Assessment Trust Fund		230,358	264,934
Capital Fund:			
Reserve for Encumbrances	D-18	540,922	238,313
Bond Anticipation Notes	D-22	1,550,625	
Serial Bonds	D-23	7,088,315	8,323,130
Improvement Authorizations:			
Funded	D-18	18,672	67,885
Unfunded	D-18	721,061	48,288
Reserves for:			
Amortization	D-20	34,337,851	32,957,055
Deferred Amortization	D-21	118,995	53,867
Repayment of Bonds	D		35,000
Capital Improvement Fund	D-19	281,576	251,451
Fund Balance	D-24	210,136	233,003
Total Capital Fund		44,868,153	42,207,992
Total Liabilities, Reserves & Fund Balance		\$49,473,522	46,189,279

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

**TOWNSHIP OF MOORESTOWN
WATER-SEWER UTILITY OPERATING FUND
COMPARATIVE STATEMENT OF OPERATIONS AND CHANGE IN
OPERATING FUND BALANCE - REGULATORY BASIS
FOR THE YEARS ENDED DECEMBER 31, 2007 AND 2006**

	2007	2006
Revenue & Other Income Realized:		
Fund Balance Utilized	\$781,182	1,090,678
Service Charges	6,389,062	6,245,009
Other Anticipated Revenues	100,000	165,346
Interest on Investments	187,750	178,153
Miscellaneous	783,074	641,596
Cancellation of Prior Year Accounts Payable	6,342	
Cancellation of Overpayments	397	
Unexpended Balance of Appropriation Reserves	1,171,976	332,987
	<hr/>	<hr/>
Total Income	9,419,783	8,653,769
	<hr/>	<hr/>
Expenditures:		
Budget Appropriations:		
Operating	6,159,717	5,583,515
Capital Improvements	262,500	256,000
Debt Service	1,585,221	1,810,319
Deferred Charges & Statutory Expenditures	194,865	243,190
Refund of Prior Year Revenues	33	3,877
	<hr/>	<hr/>
Total Expenditures	8,202,336	7,896,901
	<hr/>	<hr/>
Statutory Excess to Fund Balance	1,217,447	756,868
Fund Balance January 1	1,542,098	1,875,908
Adjustments to Income Before Fund Balance Expenditures		
Included Above Which are by Statute Deferred Charges		
to Succeeding Years Budgets	622,000	
	<hr/>	<hr/>
Total	3,381,545	2,632,776
Less: Utilized by Operating Budget	781,182	1,090,678
	<hr/>	<hr/>
Balance December 31	\$2,600,363	1,542,098
	<hr/> <hr/>	<hr/> <hr/>

EXHIBIT D-2

**WATER-SEWER UTILITY ASSESSMENT TRUST FUND
STATEMENT OF FUND BALANCE - (STATUTORY BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2007**

Balance December 31, 2006	\$195,044
Increased by:	
Collections of Unpledged Assessments	4,297
	<hr/>
Subtotal	199,341
Decreased by:	
Anticipated Revenue Utility Operating Fund	35,000
	<hr/>
Balance December 31, 2007	\$164,341
	<hr/> <hr/>

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

**TOWNSHIP OF MOORESTOWN
WATER-SEWER UTILITY OPERATING FUND
STATEMENT OF REVENUES - REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2007**

	ANTICIPATED	REALIZED	EXCESS OR (DEFICIT)
Operating Surplus Anticipated	\$781,182	781,182	
Water Use Charges	3,300,000	3,611,163	311,163
Sewer Use Charges	2,550,000	2,465,710	(84,290)
Hydrants	308,000	312,189	4,189
Interest on Investments	150,000	187,750	37,750
Reserve for the Payment of Bonds	35,000	35,000	
Utility Capital Surplus	65,000	65,000	
Miscellaneous - Water	290,000	449,846	159,846
Miscellaneous - Sewer	118,400	333,228	214,828
Total	\$7,597,582	8,241,068	643,486

Fund Balance Realized as Revenue	\$781,182
Other Revenues	14,959
Cash Receipts	7,444,927
Total	\$8,241,068

ANALYSIS OF REALIZED REVENUES

Miscellaneous - Water:	
Penalties on Delinquent Accounts	\$27,475
Meter Pit Covers	20,955
Water Connection Fees	217,315
Tower Rental Fees	158,122
Miscellaneous	25,979
Total	\$449,846
Miscellaneous - Sewer:	
Sewer Connection Fees	\$322,640
Miscellaneous	10,588
Total	\$333,228

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

**TOWNSHIP OF MOORESTOWN
WATER-SEWER UTILITY OPERATING FUND
STATEMENT OF EXPENDITURES - REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2007**

	BUDGET	BUDGET AFTER MODIFICATION	PAID OR CHARGED	RESERVED	UNEXPENDED BALANCE CANCELED
Operating:					
Salaries & Wages	\$1,968,587	1,968,587	1,791,070	177,517	
Other Expenses	3,569,130	4,191,130	3,901,405	289,725	
Capital Improvements:					
Capital Improvement Fund	100,000	100,000	100,000		
Capital Outlay	162,500	162,500	153,696	8,804	
Debt Service:					
Payment of Bond Principal	1,235,000	1,235,000	1,234,815		185
Interest on Bonds	335,000	335,000	333,381		1,619
Interest on Notes	32,500	32,500	17,025		15,475
Statutory Expenditures:					
Contribution to:					
Social Security System (O.A.S.I.)	140,500	140,500	136,396	4,104	
PERS	51,865	51,865	51,862	3	
Unemployment/Disability Insurance	2,500	2,500	633	1,867	
Total Expenditures	<u>\$7,597,582</u>	<u>8,219,582</u>	<u>7,720,283</u>	<u>482,020</u>	<u>17,279</u>
Reference	D-3			D	
Original Budget		\$7,597,582			
Emergency Authorizations		<u>622,000</u>			
Total		<u>\$8,219,582</u>			
		REFERENCE			
Accrued Interest on Bonds		D-16	\$333,381		
Accrued Interest on Notes		D-17	17,025		
Reserve for Encumbrances		D	494,004		
Cash Disbursed		D-5	<u>6,875,873</u>		
Total			<u>\$7,720,283</u>		

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

TOWNSHIP OF MOORESTOWN
PUBLIC ASSISTANCE FUND
STATEMENTS OF ASSETS, LIABILITIES, RESERVES AND
FUND BALANCE - REGULATORY BASIS
DECEMBER 31, 2007 AND 2006

ASSETS	REFERENCE	2007	2006
Cash	E-1	-	1,332
Due From Current Fund	A	-	493
		<hr/>	<hr/>
Total		-	1,825
		<hr/> <hr/>	<hr/> <hr/>
LIABILITIES, RESERVES & FUND BALANCE			
Reserve for Public Assistance		-	1,825
		<hr/>	<hr/>
Total		-	1,825
		<hr/> <hr/>	<hr/> <hr/>

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

TOWNSHIP OF MOORESTOWN
 PAYROLL FUND
 STATEMENTS OF ASSETS, LIABILITIES, RESERVES AND
 FUND BALANCE - REGULATORY BASIS
 DECEMBER 31, 2007 AND 2006

ASSETS	REFERENCE	2007	2006
Cash	F-1	<u>\$70,942</u>	<u>86,928</u>
Total		<u><u>\$70,942</u></u>	<u><u>86,928</u></u>
LIABILITIES			
Payroll Deductions Payable	F	\$68,594	76,193
Due to Current Fund	A	<u>2,348</u>	<u>10,735</u>
Total		<u><u>\$70,942</u></u>	<u><u>86,928</u></u>

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

**TOWNSHIP OF MOORESTOWN
GENERAL FIXED ASSETS ACCOUNT GROUP
STATEMENT OF GENERAL FIXED ASSETS
DECEMBER 31, 2007 AND 2006**

ASSETS	2007	2006
Land & Buildings	\$35,115,337	35,115,337
Equipment & Vehicles	8,671,464	8,080,639
	<hr/>	<hr/>
Total	\$43,786,801	43,195,976
	<hr/> <hr/>	<hr/> <hr/>
FUND BALANCE		
Investment in General Fixed Assets	\$43,786,801	43,195,976
	<hr/> <hr/>	<hr/> <hr/>

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

**TOWNSHIP OF MOORESTOWN
COUNTY OF BURLINGTON**

**NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2007**

TOWNSHIP OF MOORESTOWN
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2007

Note 1. Summary of Significant Accounting Policies

A. Reporting Entity

The Township of Moorestown was incorporated under the laws of the State of New Jersey. The financial statements of the reporting entity include those of the Township of Moorestown only and no other component units.

B. Descriptions of Funds

The accounting policies of the Township 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, (the "Division"). 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 Township accounts for its financial transactions through the following separate funds:

Current Fund - resources and expenditures for government operations of a general nature, including Federal and State Grant funds.

Trust Fund – receipt, custodianship and disbursement of funds in accordance with the purpose for which each reserve was created, including dog license revenue and expenditures and sundry deposits held for satisfactory completion of specific work.

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

Water and Sewer Operating and Capital Funds – resources for government utility operations, including Federal and State grants in aid of construction, and expenditures for the acquisition of water-sewer capital facilities, other than those acquired through the Water-Sewer Utility Operating Fund, including the status of bonds and notes authorized for said purposes.

C. Basis of Accounting

The modified accrual basis of accounting is followed, with minor exceptions. Modifications from the accrual basis follow:

Revenues – are recorded as received in cash except for certain amounts, which may be due from the State of New Jersey or the federal government as grants. The amounts recorded as property taxes receivable and consumer accounts receivable have not been included in revenue. Amounts that are due to the municipality which are susceptible of accrual are recorded as receivables with offsetting reserves and recorded as revenue when received.

TOWNSHIP OF MOORESTOWN

NOTES TO FINANCIAL STATEMENTS (continued): FOR THE YEAR ENDED DECEMBER 31, 2007

Note 1. Summary of Significant Accounting Policies (continued):

Expenditures – are recorded on the “budgetary” basis of accounting. Generally expenditures are recorded when an amount is encumbered for goods or services through the issuance of a purchase order in conjunction with the Encumbrance Accounting System. Outstanding encumbrances at December 31 are reported as a liability in the financial statements and constitute part of the Township’s statutory Appropriation Reserve balance. Appropriation reserves covering unexpended appropriation balance are automatically created at December 31st of each year and recorded as liabilities, except for amounts which may be cancelled 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. Appropriations for principal payments on outstanding general capital and utility bonds and notes are provided on the cash basis; interest on general capital indebtedness is on the cash basis.

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

Interfunds – 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 – costs 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.

General Fixed Assets – Property and equipment purchased by the Current and General Capital Funds are recorded as expenditures at the time of purchase. No depreciation has been recorded. Fixed Assets acquired through grants in and/or contributed capital have not been accounted for separately. Fixed Assets are valued at historical cost or estimated historical cost if actual historical cost is not available. Land is valued at estimated market value.

Property and Equipment purchased by the Water and Sewer utility Fund are recorded in the capital account at cost and are adjusted for dispositions and abandonments. Contributions in aid of construction are not capitalized. The balances in the Reserve for Amortization and Deferred Reserve for Amortization are an accumulation of charges to operations for the costs of acquisitions of property, equipment and improvements. The utility fund does not record depreciation on fixed assets.

TOWNSHIP OF MOORESTOWN

**NOTES TO FINANCIAL STATEMENTS (continued):
FOR THE YEAR ENDED DECEMBER 31, 2007**

Note 1. Summary of Significant Accounting Policies (continued):

Compensated Absences – All Employees (Except Police Officers) – Township employees are entitled to sick leave days in varying amounts each year. Unused sick leave may be accumulated and carried forward to the subsequent year. Employees shall upon leaving the employment of the Township in good standing by, death, the completion of ten (10) years of service or after age 55, shall be compensated for unused accumulation sick leave in a lump sum payment at the base rate of pay then in effect in accordance with the following formula:

1. If the employee has 149 days or less he or his estate shall be compensated at the rate of \$20 per day.
2. If the employee has 150-174 days remaining he or his estate shall be compensated for 10% of them at the base rate of pay and 90% at the rate of \$20 per day.
3. If the employee has 175-199 days remaining he or his estate shall be compensated for 15% of them at the base rate of pay and 85% at the rate of \$20 per day.
4. If the employee has 200-224 days remaining he or his estate shall be compensated for 20% of them at the base rate of pay and 80% at the rate of \$20 per day.
5. If the employee has 225 days or more remaining he or his estate shall be compensated for 25% of them at the base rate of pay and 75% at the rate of \$20 per day.

The maximum benefit payable under this provision shall be ten thousand dollars (\$10,000) for supervisory/technical, clerical and Public Works Supervisors and ten thousand dollars (\$10,000) for CWA employees.

Police Officers – Township Police Officers are entitled to sick leave days in varying amounts each year. Unused sick leave may be accumulated and carried forward to the subsequent year. Police Officers shall upon leaving the employment of the Township in good standing by death or retirement, shall be compensated for unused accumulated sick leave in a lump sum payment at the base rate of pay then in effect in accordance with the following formula:

1. If the employee has 149 days or less he or his estate shall be compensated at the rate of \$20 per day.
2. If the employee has 150-174 days remaining he or his estate shall be compensated for 15% of them at the base rate of pay and 85% at the rate of \$20 per day.
3. If the employee has 175-199 days remaining he or his estate shall be compensated for 20% of them at the base rate of pay and 80% at the rate of \$20 per day.

TOWNSHIP OF MOORESTOWN

**NOTES TO FINANCIAL STATEMENTS (continued):
FOR THE YEAR ENDED DECEMBER 31, 2007**

Note 1. Summary of Significant Accounting Policies (continued):

4. If the employee has 200-224 days remaining he or his estate shall be compensated for 25% of them at the base rate of pay and 75% at the rate of \$20 per day.
5. If the officer has 225 days or more remaining then he or his estate shall be compensated for 30% of them at the base rate of pay and 70% at the rate of \$20 per day.

The maximum benefit payable under this provision shall be eighteen thousand dollars (\$20,000).

Employees holding positions set forth in Section 1(a) (Supervisory/Technical, Police, Public Works Supervisors and Clerical Positions) using three (3) sick days or less in a particular year may apply to sell back to the Township up to five (5) days and Police up to 60 hours of that year's sick leave allocation at base pay. To receive approval, an employee in Section 1(a) must have a minimum accumulation of 30 sick days sick leave to his/her credit at all times, before and after the sellback, and utilize not more than three (3) days through December 31st of the year in which he applies. It is the responsibility of the employee in Section 1(a) (Supervisory/Technical, Police, Public Works Supervisors and Clerical Positions) to complete the appropriate application form between November 1st and December 1st, and his or her decision shall be final.

Vacation days not used during the year may be accumulated and carried forward to the next succeeding year. Vacation days carried forward must be used in the next succeeding year or be forfeited. Upon retirement or termination, employees will be reimbursed for any unused accumulated vacation days at their daily rate of pay based upon the employee's salary in effect at the time of such last year of service.

The amount of accrual for compensated absences as of December 31, 2007 is as follows:

	Employees Accrual	Township Share Of Payroll Taxes
Sick Time	\$436,225	\$21,738
Vacation Time	<u>446,105</u>	<u>21,802</u>
 Total	 <u>\$882,330</u>	 <u>\$43,540</u>

This liability has not been recorded on the financial statements. Actual payment for compensated absences occurs through the Accumulated Leave Trust Fund Account at the time the employee terminates employment. The Trust Fund Account is funded through annual budget appropriations of both the Current and Utility Fund budgets. The balance in the Trust Fund as of December 31, 2007 is \$325,914.

TOWNSHIP OF MOORESTOWN

**NOTES TO FINANCIAL STATEMENTS (continued):
FOR THE YEAR ENDED DECEMBER 31, 2007**

Note 1. Summary of Significant Accounting Policies (continued):

Property Taxes – Property taxes are 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.

Investments – Investments are stated at actual cost.

Comparative Data - Comparative total data for the prior year have been presented in the accompanying financial statements in order to provide an understanding of changes in the Township’s financial position and operations. However, comparative data have not been presented in each of the statements because their inclusion would make the statements unduly complex and difficult to read.

Budgets - the governing body prepares and approves by resolution an operating and capital budget for the Current Fund, which is then submitted for certification by the State of New Jersey, Department of Community Affairs, Director of Local Government Services. Upon the receipt of such certification and after a public hearing, the budget is then adopted by resolution. Transfers of budgeted amounts may be made by resolution of the Township Council subsequent to October 31st.

District School Taxes – Regulations provided for the deferral of not more than 50% of the annual levy when school taxes are raised for a school year and have not been requisitioned by the school district.

The Township has elected to defer school taxes as follows:

	Balance December 31, 2007	Balance December 31, 2006
Local School Taxes:		
Balance of Tax	\$28,214,460	\$27,195,294
Deferred	<u>22,472,999</u>	<u>20,126,999</u>
Tax Payable	<u>\$ 5,741,461</u>	<u>\$ 7,068,295</u>

Note 2. Bonds and Notes Authorized But Not Issued

At December 31, 2007 the Township of Moorestown had debt authorized but not issued as follows:

General Capital Fund	\$5,184,041
Water & Sewer Utility Capital Fund	158,555

TOWNSHIP OF MOORESTOWN

NOTES TO FINANCIAL STATEMENTS (continued): FOR THE YEAR ENDED DECEMBER 31, 2007

Note 3. Fund Balance Appropriated

The following amounts of fund balance at December 31, 2007 were anticipated as revenue in the adopted 2007 budget:

	Fund Balance December 31, 2007	Anticipated In 2008 Budget
Current Fund	\$5,463,947	\$4,760,658
Water & Sewer Operating Fund	2,600,363	1,992,049

Note 4. Pension Plans

A. Plan Description

The Township of Moorestown contributes to a cost-sharing multiple-employer defined benefit pension plan, Public Employees' Retirement System (P.E.R.S.) and Police and Fireman's Retirement System (P.F.R.S.), administered by the State of New Jersey, Division of Pensions and Benefits. It provides retirement, disability, medical and death benefits to plan members and beneficiaries. The State of New Jersey P.E.R.S. and P.F.R.S. programs were established as of January 1, 1955 and July 1, 1944, respectively. The programs were established under the provisions of *N.J.S.A.43:15A* and *N.J.S.A.43:16A* which assigns authority to establish and amend benefit provisions to the plan's board of trustees. P.E.R.S. and P.F.R.S. issue a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to: State of New Jersey, Department of the Treasury, Division of Pensions and Benefits, P.O. Box 295, Trenton, NJ 08625, or calling (609) 984-1684.

B. Funding Policy

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

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

TOWNSHIP OF MOORESTOWN

**NOTES TO FINANCIAL STATEMENTS (continued):
FOR THE YEAR ENDED DECEMBER 31, 2007**

Note 4. Pension Plans (continued):

Plan members are required to contribute 5% of their annual covered salary for P.E.R.S, 8.5% of their annual covered salary for P.F.R.S. and the Township is required to contribute at an actuarially determined rate. The current rate represents approximately .015% for P.E.R.S. and 11.7% for P.F.R.S. of annual covered payroll. The contribution requirements of plan members and the Township of Moorestown are established and may be amended by the plan's board of trustees. The Township's contributions were as follows:

	2007	2006	2005
Public Employees' Retirement System	\$209,882	118,760	40,691
Police & Firemens' Retirement System	510,490	323,376	161,239
Consolidated Police & Firemens' Pension Fund	14,056	13,332	9,881

The amount of the employer's current year covered payroll including Library employees was \$9,712,403 and the total Township payroll for all employees was \$10,883,598. The employees' contributions to both the pension systems were \$606,861 or 6.25% of covered payroll.

5. 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 December 31, 2007	2008 Budget Appropriation
Budgets:		
Current Fund:		
Special Emergency Authorizations	<u>\$466,560</u>	<u>\$116,640</u>
Total Current Fund	<u>\$466,560</u>	<u>\$116,640</u>
Utility Operating:		
Emergency Authorization	<u>\$622,000</u>	<u>\$622,000</u>
Total Utility Operating	<u>\$622,000</u>	<u>\$622,000</u>

TOWNSHIP OF MOORESTOWN

**NOTES TO FINANCIAL STATEMENTS (continued):
FOR THE YEAR ENDED DECEMBER 31, 2007**

Note 6. Cash and Cash Equivalents and Investments

The Township is governed by the deposit and investment limitations of New Jersey state law. The Deposits and investments held at December 31, 2007, and reported at fair value are as follows:

Type	Carrying Value
Deposits:	
Demand Deposits	<u>\$29,107,507</u>
Total Deposits	<u>\$29,107,507</u>
Reconciliation of Statement of Comparative Balance Sheets:	
Current:	
Treasurer	\$14,262,823
Water & Sewer Utility Operating	3,083,669
Dog Trust	10,621
Other Trust	7,863,623
General Capital	2,019,543
Water & Sewer Capital	1,613,427
Trust Assessment	22,592
Utility Assessment	160,267
Payroll	<u>70,942</u>
Total Reconciliation of Comparative Balance Sheets	<u>\$29,107,507</u>

Custodial Credit Risk – Deposits in financial institutions, reported as components of cash, cash equivalents and investments had a bank balance of \$30,607,273 at December 31, 2007. Of the bank balance \$214,336 was fully insured by the FDIC (Federal Depository Insurance Corporation) and \$30,392,937 was secured by a collateral pool held by the bank, but not in the Township’s name, as required by New Jersey’s Governmental Unit Deposit Protection Act (GUDPA). The Governmental Unit Deposit Protection Act is more fully described in Note 7 of these financial statements.

Investment Interest Rate Risk – The Township has no formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. Maturities of investment held at December 31, 2007, are provided in the above schedule.

Investment Credit Risk – The Township has no investment policy that limits its investment choices other than the limitation of state law as follows:

- Bonds or other obligations of the United States of America or obligations guaranteed by the United States of America;
- Government money market mutual funds;

TOWNSHIP OF MOORESTOWN

NOTES TO FINANCIAL STATEMENT FOR THE YEAR ENDED DECEMBER 31, 2007

Note 6. Cash and Cash Equivalents and Investments (continued):

- Any obligation that a federal agency or federal instrumentality has issued in accordance with an act of Congress, which security has a maturity date not greater than 397 days from the date of purchase, provided that such obligations bear a fixed rate of interest not dependent on any index or other external factor;
- Bonds or other obligations of the Township or bonds or other obligations of the local unit or units within which the Township is located;
- Bonds or other obligations, having a maturity date of not more than 397 days from the date of purchase, approved by the Division of Investment in the Department of Treasury for investment by the Township;
- Local Governments investment pools;
- Deposits with the State of New Jersey Cash Management Fund established pursuant to section 1 of P.L. 1977, c.281; or
- Agreements for the repurchase of fully collateralized securities with certain limitations.

Concentration of Investment Credit Risk – The Township places no limit on the amount it may invest in any one issuer.

Note 7. Governmental Unit Deposit Protection Act (GUDPA)

The Township has deposited cash in 2007 with an approved public fund depository qualified under the provisions of the Government Unit Deposit Protection Act. In addition to savings and checking accounts the Township invests monies in certificates of deposits.

The Governmental Unit Deposit Protection Act P.L. 1970, Chapter 236, was passed to afford protection against bankruptcy or default by a depository. C.17:9-42 provides that no governmental unit shall deposit funds in a public depository unless such funds are secured in accordance with this act. C.17:9-42 provides that every public depository having public funds on deposit shall, as security for such deposits, maintain eligible collateral having a market value at least equal to either (1) 5% of the average daily balance of collected public funds on deposit during the 6 month period ending on the next preceding valuation date (June 30 or December 31) or (2) at the election of the depository, at least equal to 5% of the average balance of collected public funds on deposit on the first, eighth, fifteenth, and twenty-second days of each month in the 6 month period ending on the next preceding valuation date (June 30 or December 31). No public depository shall be required to maintain any eligible collateral pursuant to this act as security for any deposit or deposits of any governmental unit to the extent such deposits are insured by F.D.I.C. or any other U.S. agency which insures public depository funds.

TOWNSHIP OF MOORESTOWN

**NOTES TO FINANCIAL STATEMENT
FOR THE YEAR ENDED DECEMBER 31, 2007**

Note 7. Governmental Unit Deposit Protection Act (GUDPA) (continued):

No public depository shall at any time receive and hold on deposit for any period in excess of 15 days public funds of a governmental unit(s) which, in the aggregate, exceed 75% of the capital funds of the depository, unless such depository shall, in addition to the security required to be maintained under the paragraph above, secure such excess by eligible collateral with a market value at least equal to 100% of such excess.

In the event of a default, the Commissioner of Banking within 20 days after the default occurrence shall ascertain the amount of public funds on deposit in the defaulting depository and the amounts covered by federal deposit insurance and certify the amounts to each affected governmental unit. Within 10 days after receipt of this certification, each unit shall furnish to the Commissioner verified statements of its public deposits. The Commissioner shall ascertain the amount derived or to be derived from the liquidation of the collateral maintained by the defaulting depository and shall distribute such proceeds pro rata among the governmental units to satisfy the net deposit liabilities to such units.

If the proceeds of the sale of the collateral are insufficient to pay in full the liability to all affected governmental units, the Commissioner shall assess the deficiency against all other public depositories having public funds on deposit determined by a formula determined by law. All sums collected by the Commissioner shall be paid to the governmental units having deposits in the defaulting depository in the proportion that the net deposit liability to each such governmental unit bears to the aggregate of the net deposit liabilities to all such governmental units.

All public depositories are required to furnish information and reports dealing with public funds on deposit every six months, June 30th and December 31st, with the Commissioner of Banking. Any public depository which refuses or neglects to give any information so requested may be excluded by the Commissioner from the right to receive public funds for deposit until such time as the Commissioner shall acknowledge that such depository has furnished the information requested.

Upon review and approval of the Certification Statement that the public depository complies with statutory requirements, the Commissioner issues forms approving the bank as a municipal depository. The Municipality should request copies of these approval forms semiannually to assure that all depositories are complying with requirements.

Note 8. Fixed Assets

The following schedule is a summarization of the General Fixed Assets by Source for the year ended December 31, 2007:

TOWNSHIP OF MOORESTOWN

**NOTES TO FINANCIAL STATEMENTS (continued):
FOR THE YEAR ENDED DECEMBER 31, 2007**

Note 8. Fixed Assets (continued):

	Balance December 31, 2006	Additions	Deletions	Balance December 31, 2007
Land & Buildings	\$35,115,337			\$35,115,337
Equipment & Vehicles	8,080,639	\$839,115	\$(248,290)	8,671,464
Total	\$43,195,976	\$839,115	\$(248,290)	\$43,786,801

Note 9. Joint Insurance Fund

The Township participates in the Professional Municipal Management Joint Insurance Fund (PMMJIF), the Municipal Excess Liability Joint Insurance Fund (MEL) and the New Jersey Environmental Joint Insurance Fund (EJIF), public entity risk pools. Coverage under this joint plan offers workers' compensation and employers' liability, liability other than motor vehicles, property damage other than motor vehicle and motor vehicles. Excess insurance coverages and limits for these types of insurance are provided by third party insurance carriers. The Township is assessed for the contributions for these funds and is responsible for any reserve deficiencies. No contingency or provision has been made in these financial statements for possible deficiencies. No deficiencies occurred at the end of 2007 for the joint insurance pool. The Township's cost of participation in 2007 was \$662,181, with an applied dividend credit of \$80,898, or a net expense of \$581,283.

Limits of coverage, per occurrence are as follow:

	Township Deductible	JIF	MEL	Third Party Carrier
Workman's Compensation & Employer's Liability	None	\$200,000	\$800,000	Statutory \$5,000,000
Property Damage, Automobile Physical Damage & Contractors Equipment	\$1,000	\$ 50,000	\$200,000	Ranging From \$25,000 to \$100,000,000
General Liability, Physical Damage, Automobile Liability and Police Professional Liability	None	\$200,000	\$800,000	Excess to \$5,000,000
Crime and Dishonesty	\$1,000	\$ 50,000		Excess to \$950,000
Excess Public Officials Bonds	Varies		\$1,000,000	*
Public Officials Employee Practices Liability	Varies		\$2,000,000	

*The deductible of the Excess Public Official Bond is the amount of any other surety bonds.

TOWNSHIP OF MOORESTOWN

**NOTES TO FINANCIAL STATEMENTS (continued):
FOR THE YEAR ENDED DECEMBER 31, 2007**

Note 10. Other Post-Retirement Benefits

New Jersey Statutes 40A:10-23 permits municipalities to provide Township paid medical benefits to certain retirees. The Township provides paid medical insurance to eligible police retirees as of January 1, 1992, provided that said employee/retiree has served the Township of Moorestown at least twenty-five (25) years and provided they have not yet attained their 65th birthday and that they annually certify to the satisfaction of the Township Manager that they have no other medical insurance coverage. Supervisory/Tech and Clerical retirees who have served the Township for at least twenty-five (25) years, are at least 55 years of age but have not yet attained their 65th birthday or Medicare eligibility age are eligible for the Township paid medical insurance effective January 1, 1992. These retirees must annually certify to the satisfaction of the Township Manager that they have no other medical insurance coverage and they must pay 30% of the premium for themselves and any dependents. The coverage provided to eligible retirees is in the same manner and type for permanent full-time employees. The Township will continue to provide medical insurance coverage to an eligible retiring Public Works Supervisor employee and his family, provided that the employee is at least 55 years of age, has served the Township at least twenty-five (25) years and contributes 25% of the premium charged. Said coverage shall be provided up to the later of age 65 or Medicare eligibility age providing those eligible annually certify in writing to the satisfaction of the Township Manager that they have no other medical coverage.

The financing for the health benefits for eligible retirees is done on a pay-as-you-go basis. The amount of the benefit expenditures/expenses paid during the 2007 year, net of participant contributions, was \$269,830. The number of participants in the plan was 21.

Note 11. Long-Term Debt

The aggregate maturities of principal and interest of the outstanding bonds are as follows:

General Capital Serial Bonds

	Principal	Interest	Total
2008	\$ 2,324,815	\$ 910,470	\$ 3,235,285
2009	2,152,385	835,037	2,987,422
2010	2,132,745	758,914	2,891,659
2011	2,194,105	681,128	2,875,233
2012	2,258,135	599,863	2,857,998
2013-2017	9,670,840	1,857,164	11,528,004
2018-2021	<u>4,474,000</u>	<u>310,387</u>	<u>4,784,387</u>
Total	<u>\$25,207,025</u>	<u>\$5,952,963</u>	<u>\$31,159,988</u>

TOWNSHIP OF MOORESTOWN

**NOTES TO FINANCIAL STATEMENTS (continued):
FOR THE YEAR ENDED DECEMBER 31, 2007**

Note 11. Long-Term Debt (continued):

General Debt – Green Acres Loan

Year	Principal	Interest	Total
2008	\$ 20,798	\$2,521	\$ 23,319
2009	21,216	2,103	23,319
2010	21,641	1,676	23,317
2011	22,077	1,242	23,319
2012	22,520	799	23,319
2013	<u>22,974</u>	<u>345</u>	<u>23,319</u>
Total	<u>\$131,226</u>	<u>\$8,686</u>	<u>\$139,912</u>

Trust Assessment Bonds

Year	Principal	Interest	Total
2008	\$ 4,100	\$2,032	\$ 6,132
2009	4,100	1,874	5,974
2010	4,100	1,711	5,811
2011	4,100	1,542	5,642
2012	4,100	1,367	5,467
2013	<u>4,160</u>	<u>639</u>	<u>4,799</u>
Total	<u>\$24,660</u>	<u>\$9,165</u>	<u>\$33,825</u>

Water and Sewer Utility Bonds

Year	Principal	Interest	Total
2008	\$1,151,085	\$ 299,217	\$1,450,302
2009	1,143,515	251,050	1,394,565
2010	1,133,155	202,313	1,335,468
2011	1,121,795	153,946	1,275,741
2012	1,122,765	104,864	1,227,629
2013-2017	915,000	192,786	1,107,786
2018-2021	<u>501,000</u>	<u>44,909</u>	<u>545,909</u>
Total	<u>\$7,088,315</u>	<u>\$1,249,085</u>	<u>\$8,337,400</u>

During 2006, the Township of Moorestown issued \$11,170,000 of callable General Obligation Bonds dated May 15, 2006. \$9,657,000 were General Improvement Bonds and \$1,513,000 were Utility Bonds that are due each January 15th with various interest rate (4.25% to 4.375%).

TOWNSHIP OF MOORESTOWN

**NOTES TO FINANCIAL STATEMENTS (continued):
FOR THE YEAR ENDED DECEMBER 31, 2007**

Note 11. Long-Term Debt (continued):

Long-term debt as of December 31, 2007 consists of general obligation serial bonds as follows:

	Date of Issue	Original Issue	Maturities	Interest Rate	Amount
General Capital Fund:					
General Obligation Refunding Bonds Series 1998	9/01/98	426,400	9/01/08 to 9/01/13	4.25% to 4.70%	\$ 212,685
Green Acres Loan, Series 1996 Recreation Improvements	12/08/93	375,000	9/08/08 to 9/08/13	2.0%	131,226
General Improvement Bonds Series 2003	4/30/03	14,955,340	5/01/08 to 5/01/18	2.75% to 3.75%	11,725,340
General Obligation Refunding Bonds Series 2003	4/30/03	7,236,600	5/01/08 to 5/01/13	2.00% to 3.50%	4,040,000
General Improvement Bonds Series 2006	5/15/06	9,657,000	1/15/08 to 1/15/21	4.25% to 4.375%	<u>9,229,000</u>
Total					<u>\$25,338,251</u>
Trust Assessment Fund:					
General Obligation Bonds, Series 1996 Various Local Improvements	5/01/03	44,660	5/01/08 to 5/01/13	2.75% to 3.50%	<u>\$ 24,660</u>
Total					<u>\$ 24,660</u>
Water & Sewer Utility Capital Fund:					
General Obligation Refunding Bonds Series 1998	9/01/98	9,558,600	9/01/08 to 9/01/13	4.25% to 4.70%	\$4,767,315
General Obligation Refunding Bonds Series 2003	4/30/03	1,228,400	5/01/08 to 5/01/16	2.00% to 4.00%	875,000
Water & Sewer Utility Bonds Series 2006	5/15/06	1,513,000	1/15/08 to 1/15/21		<u>1,446,000</u>
Total					<u>\$7,088,315</u>

A Summary of Municipal Debt is as follows:

	2007	2006	2005
Bonds & Notes Issued:			
General Capital Fund	\$31,361,626	\$31,558,824	\$33,497,955
Trust Assessment Fund	24,660	29,660	63,739

TOWNSHIP OF MOORESTOWN

**NOTES TO FINANCIAL STATEMENTS (continued):
FOR THE YEAR ENDED DECEMBER 31, 2007**

Note 11. Long-Term Debt (continued):

A Summary of Municipal Debt is as follows (continued):

	2007	2006	2005
Bonds & Notes Issued (continued):			
Water & Sewer Utility Capital Fund	\$ 8,638,940	8,323,130	9,258,894
Water & Sewer Utility Assessment	-	-	16,012
Bonds & Notes Authorized but not Issued:			
General Capital Fund	5,184,041	6,946,416	5,617,243
Water & Sewer Utility Capital Fund	<u>158,555</u>	<u>381,555</u>	<u>552,350</u>
 Total Bonds & Notes Issued & Authorized but not Issued	 <u>45,343,162</u>	 <u>47,239,585</u>	 <u>49,006,193</u>
 Less: Funds Temporarily Held to Pay Bonds & Notes:			
Water & Sewer Utility Assessment Cash	160,267	195,047	194,912
Assessment Cash	22,592	13,035	53,763
Reserve for payment of Debt	<u>206,575</u>	<u>429,088</u>	<u>704,466</u>
 Total Deductions	 <u>389,434</u>	 <u>637,170</u>	 <u>953,141</u>
 Net Bond & Notes Issued & Authorized but not Issued	 <u>\$44,953,728</u>	 <u>\$46,602,415</u>	 <u>\$48,053,052</u>

Note 12. Litigation

Certain claims have been filed against the Township alleging damages and the outcome of these claims is not presently determinable. The claims are either being handled by the Township's insurance carrier or are not financially material to the financial statements. The Township has established a reserve for tax appeals in the amount of \$346,000 as a contingent liability as of December 31, 2007 in the event that the Township should prove unsuccessful in its defense of certain tax appeals.

Note 13. Subsequent Event

In 2008, the Township Council has authorized \$864,500 of new debt authorization for utility capital improvements and \$237,500 for General Capital Improvements. At its June 23, 2008 Council meeting, the Township cancelled general capital improvement authorization No. 19-2005/22-2006 for the Library renovation project in the amount of \$4,457,507, which represents \$45,000 in grants receivable and \$4,412,507 in authorized but not issued debt.

TOWNSHIP OF MOORESTOWN

NOTES TO FINANCIAL STATEMENTS (continued): FOR THE YEAR ENDED DECEMBER 31, 2007

Note 14. Housing Trust Fund, Developers Agreement with Toll Brother, Inc. for Low and Moderate-Income Housing Contributions

The Township entered into an agreement with Toll Brothers, Inc., a private developer, for the collection of low and moderate-income housing fees for each certificate of occupancy issued at the Moorestown Hunt and Laurel Creek developments. The fees were collected into a trust fund called Housing Trust Fund I. As of December 31, 2003, all payments for Moorestown Hunt's 252 units had been collected (\$2,591,447.66) and as of December 31, 2002, all payments for Laurel Creek's 457 units have been collected (\$2,828,853.10). The total collected in Housing Trust Fund I was \$5,420,300.76.

The Trust Fund contributions along with interest earnings are dedicated to financing the Township's Low and Moderate-Income Housing Program needed to meet the State of New Jersey's council on Affordable Housing (COAH) requirements.

As of December 31, 2007, the Township had \$934,404 on deposit in the in the dedicated Low and Moderate Income Housing Trust Account. None was expended in 2007 for the housing program.

In June 1997, the Township adopted a Mandatory Development Fee Ordinance that established standards for the collection, maintenance and expenditure of development fees for developments approved after June 1997, for the purpose of providing low and moderate-income housing. This ordinance required residential development to pay one half (1/2) of one (1) percent and non residential development to pay one (1) percent of the equalized assessed value of the proposed development.

In February 2005, the Township's Mandatory Development Fee Ordinance was amended to require residential development to pay one (1) percent and nonresidential development to pay two (2) percent of the equalized assessed value of the proposed development.

In 2007, the Township collected \$217,301 in Mandatory Development Fees. The Total amount collected from June 1997, through December 2007, was \$1,773,910.

Note 15. Disclosure for Municipal Open Space Trust Fund

The Township adopted Ordinance No. 1862-98 on August 17, 1998 approving the placement of a public question on the November 3, 1998 general election ballot to obtain voters' sentiment on a proposed tax levy for a period not to exceed four years and at a rate of two-cents per one hundred dollars of assessed real property valuation for 1999 and at a rate of between zero and two-cents per one hundred of assessed real property valuation for each of the next three years for open space, recreation, farmland and historic preservation. The voters approved the tax and the Township Council approved a two-cent levy in each of the years 1999 through 2001.

TOWNSHIP OF MOORESTOWN

**NOTES TO FINANCIAL STATEMENTS (continued):
FOR THE YEAR ENDED DECEMBER 31, 2007**

Note 15. Disclosure for Municipal Open Space Trust Fund (continued):

On August 23, 2001, the Township Council adopted Ordinance No. 1970-01 approving the placement of a public question on the November 6, 2001 general election ballot to obtain voters' sentiments to amend and supercede Ordinance No. 1862-98 by increasing the open space tax levy commencing with year four of the program from a rate of between zero and two-cents per one hundred dollars of assessed real property valuation to a rate of six-cents per one hundred dollars of assessed real property valuation for 2002, and extending the sunset provision of the program another six years through 2008, at a rate between two-cents and six-cents per one hundred dollars of assessed real property valuation for each of those next six years, for the purpose stated above in the original ballot. Again the voters approved the additional tax levy.

On June 25, 2007, the Township Council adopted Ordinance No. 18-2007 approving the placement of a public question on the November 6, 2007 general election ballot to obtain the voters' sentiments to amend and supplement Ordinance No. 1970-01 by extending the time period for said taxation for a period of twenty (20) years beyond Year 2008 at a rate to be established annually in the amount of no less than one cent (\$0.01), but no more than six cents (\$0.06) per one hundred dollars of assessed real property valuation, for the purposes stated above in the original ballot question. Again the voters approved the additional tax levy.

The Township has generated \$11,636,128 in tax revenue, interest income and other sources from 1999 through 2007. The Township has incurred \$11,479,106 in program expenditures through December 2007. \$2,612,337 of the total expenditures to date has been spent directly from the Open Space Trust Fund for direct acquisition costs and for interest expense on bond ordinances for open space purposes. The Township authorized capital ordinance numbers 1969-01 and 19-2003 and expended \$8,866,768 for open space purposes against those ordinances. These ordinances are serviced by the Open Space Trust Fund and have an outstanding debt principal balance of \$3,140,115. The Township also participates in the Burlington County Open Space Program, which provides up to 25% matching funds for approved projects and the State of New Jersey Green Acres Program, which provides up to 50% matching funds for approved projects. To date, the Township has preserved 287 acres for open space or farmland through this program.

Note 16. Interfunds

The following interfunds remained as of December 31, 2007:

Fund	Due From	Due To
Current Fund	\$ 3,332	\$ 87,530
State/Federal Grant Fund	36,956	
Trust Other	36,394	
Trust Assessment	7,166	3,870

TOWNSHIP OF MOORESTOWN

NOTES TO FINANCIAL STATEMENTS (continued):
FOR THE YEAR ENDED DECEMBER 31, 2007

Note 16. Interfunds (continued):

Fund	Due From	Due To
Dog License Fund		984
General Capital	5,999	
Payroll Fund		2,348
Utility Operating	1,014	589
Utility Assessment	4,074	
Utility Capital	<u>386</u>	<u> </u>
Total	<u>\$95,321</u>	<u>\$95,321</u>

The purpose of these interfunds is short-term borrowings.

SUPPLEMENTAL EXHIBITS

CURRENT FUND

**TOWNSHIP OF MOORESTOWN
CURRENT FUND
SCHEDULE OF CURRENT CASH - TREASURER
FOR THE YEAR ENDED DECEMBER 31, 2007**

	CURRENT	GRANTS
Balance December 31, 2006	\$16,076,329	
Increased by Receipts:		
Taxes Receivable	\$86,550,688	
Prepaid Taxes	632,438	
Tax Overpayments	168,451	
Revenue Accounts Receivable	5,891,502	
Due From State of New Jersey - Senior Citizen & Veteran Deductions	195,183	
Due to State of New Jersey:		
Inspection Fees	46,610	
Marriage License Fees	1,750	
Burial Permits	390	
Petty Cash	450	
Due Trust - Other Funds	606,473	
Due Trust - Assessment Fund	10,436	
Due General Capital Fund	301,807	
Due Utility Operating	1,016	
Fire Insurance Advance Reserve	549,000	
Refunds to Appropriations	81,458	
Reserve for Garden State Trust	3,305	
Reserve for State & Federal Grants:		
Unappropriated		6,640
State Grants Receivable		187,385
Due From State & Federal Grants	75,978	
 Total Receipts	 95,116,935	 194,025
 Subtotal	 111,193,264	 194,025

**TOWNSHIP OF MOORESTOWN
CURRENT FUND
SCHEDULE OF CURRENT CASH - TREASURER
FOR THE YEAR ENDED DECEMBER 31, 2007**

	CURRENT	GRANTS
Decreased by Disbursements:		
2007 Appropriations	19,318,772	
2006 Reserved Appropriations	1,109,555	
Tax Overpayments	92,035	
County Taxes	16,044,013	
Special District Taxes	1,982,731	
Local District School Tax	55,409,774	
Municipal Open Space Tax	1,178,041	
Due to State of New Jersey	60,931	
Petty Cash	450	
Due Assessment Fund	13,673	
Due Trust - Other Funds	550,075	
Refunds of Current Year Revenue	70,041	
Reserve for Tax Appeals	51,763	
Reserve for Revaluation	472,000	
Reserve for Fire Inspection	193,145	
Due General Capital Fund	200,000	
Due Utility Operating	3,559	
Accounts Payable	179,883	
Due From State & Federal Grants		75,978
Reserve for Appropriated Grants		118,047
Total Disbursements	96,930,441	194,025
Balance December 31, 2007	\$14,262,823	

**SCHEDULE OF CHANGE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2007**

Tax Collector	\$200
Township Clerk	50
Violations Clerk	100
Recreation Director	75
Police	50
	50
Balance December 31, 2007	\$475

**TOWNSHIP OF MOORESTOWN
CURRENT FUND
SCHEDULE OF TAXES RECEIVABLE AND ANALYSIS OF PROPERTY TAX LEVY
FOR THE YEAR ENDED DECEMBER 31, 2007**

YEAR	BALANCE DECEMBER 31, 2006	2007 LEVY	ADDED TAXES	DUE FROM		TRANSFER TO TAX TITLE LIENS CANCELED	BALANCE DECEMBER 31, 2007
				2006	2007		
2005	\$18,811				18,811		
2006	610,698		9,066		571,195	422	42,127
Total	629,509		9,066		590,006	422	42,127
2007		87,494,895		559,031	85,960,682	93,256	38,000
Total	\$629,509	87,494,895	9,066	559,031	86,550,688	93,678	80,127

ANALYSIS OF 2007 PROPERTY TAX LEVY

General Purpose Tax	\$85,004,839
Fire District Tax	1,982,731
Added & Omitted Taxes (54:4-6 et seq)	507,325
Total	<u>\$87,494,895</u>
TAX LEVY:	
District School Tax	
County Taxes	\$15,870,752
Due County for Added & Omitted Taxes	93,090
Special District Taxes	
Municipal Open Space	
Local Tax for Municipal Purposes	11,433,948
Add: Additional Taxes Levied	513,840
Total	<u>\$87,494,895</u>

EXHIBIT A-7

**TOWNSHIP OF MOORESTOWN
CURRENT FUND
SCHEDULE OF TAX TITLE LIENS
FOR THE YEAR ENDED DECEMBER 31, 2007**

Balance December 31, 2006		\$617,323
Increased by:		
Transfers From Taxes Receivable	\$41,458	
Interest, Costs & Penalties	3,426	44,884
	<hr/>	
Balance December 31, 2007		<u><u>\$662,207</u></u>

EXHIBIT A-8

**SCHEDULE OF PROPERTY ACQUIRED FOR TAXES
FOR THE YEAR ENDED DECEMBER 31, 2007**

Balance December 31, 2007 & 2006	<u><u>\$101,300</u></u>
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**TOWNSHIP OF MOORESTOWN
CURRENT FUND
SCHEDULE OF REVENUE ACCOUNTS RECEIVABLE
FOR THE YEAR ENDED DECEMBER 31, 2007**

	BALANCE DECEMBER 31, 2006	ACCRUED IN 2007	COLLECTED	BALANCE DECEMBER 31, 2007
Miscellaneous Revenue Anticipated:				
Licenses - Other		525	525	
Fees & Permits - Other		111,005	111,005	
Fines & Cost Municipal Court	\$18,650	214,146	217,817	14,979
Interest & Costs on Taxes		192,276	192,276	
Parking Meters		29,790	29,790	
Interest Earned on Investments		919,200	919,200	
Recreation Fees		73,222	73,222	
Police Accident Report Fees		6,561	6,561	
Special Police Service Charges		142,353	142,353	
Street Opening Permits		3,433	3,433	
Cable Television Fees		68,982	68,982	
Consolidate Municipal Property Tax				
Relief Aid		862,393	862,393	
Energy Receipts Tax		1,527,116	1,527,116	
Supplemental Energy Receipt Taxes		70,148	70,148	
Energy Receipts Tax:				
Public Service Electric & Gas		236,377	236,377	
Legislative Initiative Block Grant		74,566	74,566	
Homeland Security Aid		90,000	90,000	
Municipal Property Tax Assistance Aid		49,377	49,377	
Fees & Permits - Construction Code				
Official		299,676	299,676	
Utility Fund Reimbursement		225,000	225,000	
Library Services Reimbursement		125,000	125,000	
Safety Incentive Program		2,000	2,000	
Anticipated General Capital Surplus		100,000	100,000	
Tree Replacement Trust		13,000	13,000	
Reserve for Payment of Bonds		239,088	239,088	
Total Anticipated Revenues	18,650	5,675,234	5,678,905	14,979
Nonbudget Revenues:				
False Alarm Revenue		49,625	49,625	
Miscellaneous Advertising Fee		3,453	3,453	
Developer Application Fees		9,495	9,495	

**TOWNSHIP OF MOORESTOWN
CURRENT FUND
SCHEDULE OF REVENUE ACCOUNTS RECEIVABLE
FOR THE YEAR ENDED DECEMBER 31, 2007**

	BALANCE DECEMBER 31, 2006	ACCRUED IN 2007	COLLECTED	BALANCE DECEMBER 31, 2007
Nonbudget Revenues (continued):				
Miscellaneous - Treasurer		134	134	
Miscellaneous - Tax Collector		850	850	
Miscellaneous - Clerk		59	59	
Miscellaneous - Zoning		880	880	
Photo Copies		1,554	1,554	
Planning & Zoning Maps		222	222	
Interest & Costs on Assessment Liens		871	871	
Peddle/Solicitor Permits		375	375	
Towing Fees		720	720	
Tower Rents		39,530	39,530	
State of New Jersey 2% Administration Fee		3,904	3,904	
Reimbursement for Salt & Sand		29,295	29,295	
State Payment in Lieu of Taxes		3,305	3,305	
MEND Rent in Lieu of Taxes		6,303	6,303	
Sale of Assets		23,306	23,306	
Reimbursement - School Resource Officer		24,248	24,248	
Miscellaneous		26,207	26,207	
Joint Insurance Fund Dividend		83,000	83,000	
Refund for Year End Expenditures		47,221	47,221	
		<hr/>	<hr/>	
Total Nonbudget Revenue		354,557	354,557	
		<hr/>	<hr/>	
Total Revenue Accounts Receivable	\$18,650	6,029,791	6,033,462	14,979
		<hr/> <hr/>	<hr/> <hr/>	

Cash Receipts	\$5,891,502
Refund	(994)
MRNA Adjustments	83
Interfunds	142,871
	<hr/>
Total	<u>\$6,033,462</u>

**TOWNSHIP OF MOORESTOWN
CURRENT FUND
SCHEDULE OF 2006 APPROPRIATION RESERVES
FOR THE YEAR ENDED DECEMBER 31, 2007**

	BALANCE DECEMBER 31, 2006	BALANCE AFTER TRANSFERS	PAID OR CHARGED	BALANCE LAPSED
Salaries and Wages:				
General Government:				
General Administration	\$6,636	6,636	1,716	4,920
Municipal Clerk	2,767	2,767	32	2,735
Financial Administration	1,785	1,785		1,785
Computer Data Processing	80	80		80
Revenue Administration	3,757	3,757	1,713	2,044
Tax Assessor	2,389	2,389	1,711	678
Land Use Administration:				
Planning Board	4,281	4,281	1,159	3,122
Zoning Board of Adjustment	1,189	1,189		1,189
Uniform Construction Code:				
Building & Inspection	5,449	5,449	1,817	3,632
Public Safety Functions:				
Police	434,133	434,133	329,684	104,449
Prosecutor	1	1		1
Public Works Functions:				
Office of the Director	9,010	9,010	3,422	5,588
Road Repairs & Maintenance	80,593	80,593	18,934	61,659
Shade Tree	22,590	22,590	3,880	18,710
Division of Sanitation	42,955	42,955	19,978	22,977
Maintenance of Motor Vehicles	12,841	12,841	6,091	6,750
Parks & Recreation Functions:				
Recreation	7,651	7,651	1,486	6,165
Parks & Playgrounds	32,760	32,760	4,608	28,152
Municipal Court	4,210	4,210		4,210
Other Expenses:				
General Government:				
General Administration	8,906	8,906	5,934	2,972
Human Resources	2,707	2,707	221	2,486
Mayor & Council	1,497	1,497	21	1,476
Municipal Clerk	5,395	5,395	843	4,552
Department of Finance:				
Office of the Controller	4,736	4,736	4,500	236
Auditing Services	500	500		500
Computer Data Processing	8,196	8,196	5,286	2,910
Revenue Administration	6,971	6,971	4,922	2,049
Tax Assessor	17,406	17,406	15,906	1,500
Legal Services & Costs	45,588	45,588	40,952	4,636
Engineering Services & Costs	21,151	21,151	15,436	5,715
Economic Development Committee	1,700	1,700	1,700	
Land Use Administration:				
Planning Board	42,898	42,898	31,515	11,383
Zoning Board of Adjustment	11,251	11,251	4,130	7,121
Insurance:				
Other Insurance Premiums	3,180	3,180	1,500	1,680
Worker's Compensation	958	958		958
Group Insurance	65,934	65,934	1,272	64,662

**TOWNSHIP OF MOORESTOWN
CURRENT FUND
SCHEDULE OF 2006 APPROPRIATION RESERVES
FOR THE YEAR ENDED DECEMBER 31, 2007**

	BALANCE DECEMBER 31, 2006	BALANCE AFTER TRANSFERS	PAID OR CHARGED	BALANCE LAPSED
Utility Expenses & Bulk Purchases:				
Electricity	31,358	31,358	18,441	12,917
Street Lighting	26,689	26,689	23,688	3,001
Telephone Expenses	8,994	8,994	4,656	4,338
Water	1,310	1,310	893	417
Telecommunications	9,616	9,616	2,242	7,374
Gas (Natural/Propane)	29,844	29,844	5,861	23,983
Gasoline	33,886	33,886	18,528	15,358
Uniform Construction Code:				
Other Expenses	1,204	1,204	953	251
Municipal Court:				
Other Expenses	3,872	3,872	443	3,429
Public Defender:				
Other Expenses	4,300	4,300	660	3,640
Condominium Services				
Reimbursement	72,000	72,000	57,785	14,215
Sick Sell Back	18,000	18,000	15,905	2,095
Social Security	40,319	40,319	3,140	37,179
Consolidated Police & Firemen	1	1		1
Capital Outlay	33,677	33,677	6,878	26,799
	<hr/>			
Total	\$2,092,588	\$2,092,588	\$1,196,905	\$895,683
	<hr/>			
2006 Appropriation Reserves	\$1,395,845			
2006 Encumbrances	696,743			
	<hr/>			
Total	\$2,092,588			
	<hr/>			
			\$1,109,555	
Cash Disbursed			87,350	
Accounts Payable			<hr/>	
Total			\$1,196,905	
			<hr/>	

**TOWNSHIP OF MOORESTOWN
CURRENT FUND
SCHEDULE OF LOCAL DISTRICT SCHOOL TAXES PAYABLE
FOR THE YEAR ENDED DECEMBER 31, 2007**

Balance December 31, 2006:		
School Tax Payable	\$7,068,295	
School Tax Deferred	20,126,999	\$27,195,294
Increased by:		
Fiscal Year Levy - 2007 to 2008		56,428,940
Subtotal		83,624,234
Decreased by:		
Cash Disbursements		55,409,774
Balance December 31, 2007:		
School Tax Payable	5,741,461	
School Tax Deferred	22,472,999	
Total		\$28,214,460
Local District School Tax Liability:		
Cash Payments		\$55,409,774
School Tax Payable December 31, 2007		5,741,461
Total		61,151,235
School Tax Payable December 31, 2007		7,068,295
Amount Charged to Operations		\$54,082,940

**TOWNSHIP OF MOORESTOWN
FEDERAL AND STATE GRANT FUND
SCHEDULE OF STATE AND FEDERAL GRANTS RECEIVABLE
FOR THE YEAR ENDED DECEMBER 31, 2007**

	BALANCE DECEMBER 31, 2006	REVENUE	RECEIVED	CANCELLED	BALANCE DECEMBER 31, 2007
State Grant Awards:					
Recycling Tonnage Grant		22,324	22,324		
Emergency Management Grant		5,000	5,000		
Alcohol Education & Enforcement		825	825		
Clean Communities Program		24,273	24,273		
Safe & Secure Communities	\$20,000	60,000	60,000		20,000
Click-it or Ticket Grant		3,763	3,763		
Buckle Up South Jersey	1,854		1,854		
Community Forestry Grant	2,000				2,000
Municipal Drug Alliance Grant	9,365	18,000	9,365		18,000
Buffer Zone Protection Program	49,997		49,984	13	
2007 Smart Growth Planning Program	7,500				7,500
NJDEP Environmental Services Program	2,500		2,500		
NJDEP Stormwater Regulation Program	3,007				3,007
Body Armor Replacement Fund		3,663	3,663		
Total State Grants	96,223	137,848	183,551	13	50,507
Private Grants:					
Economic Development Visioning Project					
Total Private Grants					
Federal Grant Awards:					
Vest Partnership Grant	4,659		4,659		
Total Federal Grants	4,659		4,659		
Total	\$100,882	137,848	188,210	13	50,507

Original Budget	\$123,672
Chapter 159	<u>14,176</u>
Total	<u>\$137,848</u>
Cash	\$187,385
Transferred from Unappropriated Reserves	<u>825</u>
Total	<u>\$188,210</u>

**TOWNSHIP OF MOORESTOWN
FEDERAL AND STATE GRANT FUND
SCHEDULE OF RESERVES FOR STATE AND FEDERAL GRANTS
AND MATCHING FUNDS - APPROPRIATED
FOR THE YEAR ENDED DECEMBER 31, 2007**

	BALANCE DECEMBER 31, 2006	BUDGET	EXPENDED	CANCELLED	BALANCE DECEMBER 31, 2007
State Grants:					
Drunk Driving Enforcement Grant	\$20,267		285		19,982
Recycling Tonnage	14,124	22,324	1,219		35,229
Alcohol Education & Enforcement Grant	57	825			882
Clean Communities Program		24,273	24,273		
Safe & Secure Communities	6,250	60,000	60,000		6,250
Community Forestry Grant	1,884				1,884
Municipal Drug Alliance Grant	560	18,000	17,121		1,439
Click-it or Ticket Grant		3,763	3,763		
Emergency Management Grant		5,000	5,000		
Buffer Zone Protection Program	13			13	
2007 Smart Growth Planning Program	7,500				7,500
Body Armor Replacement Fund		3,663	2,351		1,312
Total State Grants	50,655	137,848	114,012	13	74,478
Township Matching Funds/Local Grants:					
Municipal Drug Alliance Grant	140	4,500	4,281		359
Vest Partnership Grant	37				37
Defibrillator Grant	1,500				1,500
Best Place to Live Grant	791				791
Economic Development Visioning Project					
Total Matching Funds	2,468	4,500	4,281		2,687
Total	\$53,123	142,348	118,293	13	77,165
Cash Disbursed					
			\$118,047		
Encumbrances Reclassified					
			(3,412)		
Encumbrances 2007					
			3,658		
Total			\$118,293		

TOWNSHIP OF MOORESTOWN
FEDERAL AND STATE GRANT FUND
SCHEDULE OF RESERVES FOR STATE GRANTS - UNAPPROPRIATED
FOR THE YEAR ENDED DECEMBER 31, 2007

GRANT	BALANCE DECEMBER 31, 2006	TRANSFERRED TO 2007 GRANT APPROPRIATED	RECEIVED	BALANCE DECEMBER 31, 2007
State Grants:				
Clean Communities Grant			2,441	2,441
Alcohol Education & Enforcement	\$825	825		
Body Armor Replacement Fund			4,199	4,199
Total Grants	\$825	825	6,640	6,640

TRUST FUND

TOWNSHIP OF MOORESTOWN
TRUST ASSESSMENT FUND
SCHEDULE OF FUND BALANCE - REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2007

Balance December 31, 2006	\$1,707
Increased by:	
Transfer from Reserve for Assessments & Liens	<u>2,787</u>
Balance December 31, 2007	<u><u>\$4,494</u></u>

**TOWNSHIP OF MOORESTOWN
TRUST FUND
SCHEDULE OF CASH - TREASURER
FOR THE YEAR ENDED DECEMBER 31, 2007**

	<u>TRUST ASSESSMENT</u>	<u>DOG LICENSE</u>	<u>TRUST OTHER</u>
Balance December 31, 2006	\$13,035	11,481	6,734,341
Increased by Receipts:			
Due Township Clerk		6,665	
Due Interfunds:			
Current Fund	\$14,557	628	38,010
General Capital			2,652,694
Reserve for:			
Developers Escrow			381,173
Performance Escrow			467,906
Confiscated Funds			441
Special Law Enforcement Fund			1,573
Tax Title Lien Redemption			489,357
Unemployment Compensation			10,788
Uniform Construction Code - Third Party Inspection Fees			512,094
Health Benefit Premiums & Self-Insurance			2,130,551
Moorestown Library Insurance Deposits			106,370
Community Alliance for Substance Abuse			150
Tax Sale Premium			303,700
Recreation Improvements			6,437
Recreation Programs			42,553
Tree Replacement Fund			2,100
Low & Moderate Housing Trust Fund			273,058
Open Space Trust			1,752,292
Renaissance Fund			2,815
Tree Remembrance Fund			321
POAA			191
Sidewalk Repairs			3,970
Accumulated Leave Fund			185,172
	<hr/>		
Total Increases	<u>14,557</u>	<u>7,293</u>	<u>9,363,716</u>
Total Increases & Balances	<u>27,592</u>	<u>18,774</u>	<u>16,098,057</u>

**TOWNSHIP OF MOORESTOWN
TRUST FUND
SCHEDULE OF CASH - TREASURER
FOR THE YEAR ENDED DECEMBER 31, 2007**

	<u>TRUST ASSESSMENT</u>	<u>DOG LICENSE</u>	<u>TRUST OTHER</u>
Decreased by Disbursements:			
Dog Fund Expenditures		8,153	
Due Current Fund:			
Interfunds Liquidated			31,308
Serial Bonds/Notes Payable	5,000		
Due General Capital			2,652,694
Reserve for:			
Developers Escrow			469,169
Performance Escrow			56,618
Special Law Enforcement			372
Open Space Trust			1,582,785
Tree Remembrance Fund			1,668
Tax Title Lien Redemption			489,350
Uniform Construction Code -			
Third Party Inspection Fees			528,775
Health Benefit Premiums & Self-Insurance			2,130,343
Moorestown Library Insurance Deposits			106,370
Recreation Programs			36,010
Tree Replacement Fund			13,000
Sidewalk Repairs			2,000
Renaissance Fund			19,165
Accumulated Leave			63,407
Tax Sale Premium			51,400
	<hr/>		
Total Disbursements	<u>5,000</u>	<u>8,153</u>	<u>8,234,434</u>
Balance December 31, 2007	<u><u>\$22,592</u></u>	<u><u>10,621</u></u>	<u><u>7,863,623</u></u>

TOWNSHIP OF MOORESTOWN
TRUST ASSESSMENT FUND
ANALYSIS OF ASSESSMENT CASH
FOR THE YEAR ENDED DECEMBER 31, 2007

	BALANCE DECEMBER 31, 2006	TRANSFER	RECEIPTS MISCELLANEOUS	ASSESSMENT BOND/NOTE PAYMENTS	DISBURSED MISCELLANEOUS	BALANCE DECEMBER 31, 2007
Fund Balance	\$1,707	2,787				4,494
Due From Current Fund	(11,287)	(10,436)	14,557			(7,166)
Due From Utility Assessment Fund		3,871				3,871
ORDINANCE						
Assessment Serial Bonds:						
1925 Reconstruction of Walker/North Church	5,846	173		1,250		4,769
1933 Reconstruction of Main, W. Second Streets, W Third & Locust	5,729	1,146		1,250		5,625
1945 Reconstruction of Browning/North Church	6,834	334		1,250		5,918
1993 Reconstruction of & West Harris Avenue S. Church & Washington	4,206	2,125		1,250		5,081
Total	\$13,035		14,557	5,000		22,592

**TOWNSHIP OF MOORESTOWN
TRUST ASSESSMENT FUND
SCHEDULE OF ASSESSMENTS RECEIVABLE
FOR THE YEAR ENDED DECEMBER 31, 2007**

ORDINANCE NUMBER	IMPROVEMENT DESCRIPTION	BALANCE DECEMBER 31, 2006	COLLECTIONS	ADJUSTMENTS	BALANCE DECEMBER 31, 2007	BALANCE PLEDGED TO ASSESSMENT BONDS	BALANCE PLEDGED TO ASSESSMENT RESERVE
1729	Reconstruction of E 3rd, Linden, Central, Oak, Elm & Zelly Avenues	\$1,163	904		259		259
1811	Reconstruction of Perry Avenue	407			407		407
1881	Reconstruction of East 3rd Phase IV	1,070	168		902		902
1888	Reconstruction of Lippincott Avenue	1,561	315		1,246		1,246
1900	Reconstruction of Mill Street	3,167	1,092		2,075		2,075
1901	Reconstruction of Lorraine Avenue	1,536	308		1,228		1,228
1945	Reconstruction of Browning/N. Church	581	334		247	247	
1925	Reconstruction of Walker/N. Church	1,569	174		1,395	1,395	
1933	Reconstruction of West Third, Locust, West Main & West Second Streets	1,686	1,146		540	540	
1993	Reconstruction of South Church, Washington & West Harris Avenues	3,209	2,125		1,084	1,084	
2003	Reconstruction of W. Maple, W. Oak, Washington & Central Avenues	454			454		454
Total		\$16,403	6,566		9,837	3,266	6,571

**TOWNSHIP OF MOORESTOWN
TAX ASSESSMENT FUND
SCHEDULE OF ASSESSMENT LIENS
FOR THE YEAR ENDED DECEMBER 31, 2007**

ORDINANCE NUMBER	IMPROVEMENT DESCRIPTION	BALANCE DECEMBER 31, 2007	BALANCE PLEGDED TO RESERVE
262	Lenola Road - Curbs & Gutters	\$287	287

**TRUST FUND - DOG LICENSE FUND
SCHEDULE OF RESERVE FOR DOG FUND EXPENDITURES
FOR THE YEAR ENDED DECEMBER 31, 2007**

Balance December 31, 2006		\$11,096
Increased by:		
Dog License Fees	\$6,131	
Miscellaneous Other Fees	554	6,685
Subtotal		17,781
Decreased by:		
Expenditures (R.S.4:19-15.11)		8,153
Balance December 31, 2007		\$9,628

LICENSE FEES COLLECTED

2006	\$6,136
2005	5,614
Total	\$11,750

**TOWNSHIP OF MOORESTOWN
DOG LICENSE FUND
SCHEDULE OF DUE FROM TOWNSHIP CLERK
FOR THE YEAR ENDED DECEMBER 31, 2007**

Balance December 31, 2006		(\$29)
Increased by:		
Dog License Fees	\$6,131	
Miscellaneous Fees	554	
State Licenses	1,571	8,256
Subtotal		8,227
Decreased by Cash Payments:		
Moorestown Treasurer	6,665	
State Licenses Remitted	1,569	8,234
Balance December 31, 2007		(\$7)

EXHIBIT B-8

**TRUST FUND - OTHER
SCHEDULE OF DUE FROM/(TO) CURRENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2007**

Balance December 31, 2006		\$38,761
Increased by:		
Interfund Creation	\$31,308	
UCC Fees Due From Current	500,374	531,682
Subtotal		570,443
Decreased by:		
Interest Earnings	38,010	
UCC Fees Due From Current	496,039	534,049
Balance December 31, 2007		\$36,394

EXHIBIT B-9

**TRUST ASSESSMENT FUND
SCHEDULE OF RESERVE FOR ASSESSMENTS AND LIENS
FOR THE YEAR ENDED DECEMBER 31, 2007**

ORDINANCE NUMBER	IMPROVEMENT DESCRIPTION	BALANCE DECEMBER 31, 2007
Assessments:		
1729	Reconstruction of E 3rd Avenue	\$259
1811	Reconstruction of Perry Avenue	407
1881	Reconstruction of E 3rd Ave Phase IV	902
1888	Reconstruction of Lippincott Avenue	1,246
1900	Reconstruction of Mill Street	2,075
1901	Reconstruction of Lorraine Avenue	1,228
2003	Reconstruction of W. Maple, W. Oak Avenues	454
Assessment Liens:		
262	Lenola Road	287
	Total	\$6,858

TOWNSHIP OF MOORESTOWN
 TRUST ASSESSMENT FUND
 SCHEDULE OF ASSESSMENTS BONDS
 FOR THE YEAR ENDED DECEMBER 31, 2007

PURPOSE	DATE OF ISSUE	ORIGINAL ISSUE	MATURITY OF BONDS		INTEREST RATE	BALANCE DECEMBER 31, 2006	ISSUED	BALANCE DECEMBER 31, 2007
			OUTSTANDING DECEMBER 31, 2007	AMOUNT				
Reconstruction of Browning Avenue, Harris Avenue, Locust Street & Walker Avenue	05/01/2003	\$44,660		\$4,100	3.50%	\$29,660		24,660
				4,100	3.50%		5,000	
				4,100	3.50%			
				4,100	3.50%			
				4,100	3.50%			
				4,160	3.50%			
Total						\$29,660	5,000	24,660

**TOWNSHIP OF MOORESTOWN
DOG LICENSE FUND
SCHEDULE OF DUE TO STATE OF NEW JERSEY
FOR THE YEAR ENDED DECEMBER 31, 2007**

Balance December 31, 2006	\$ -
Increased by:	
Dog License Fees Collected:	
State Share	1,571
	<hr/>
Subtotal	1,571
Decreased by:	
Payments	1,569
	<hr/>
Balance December 31, 2007	<u><u>\$2</u></u>

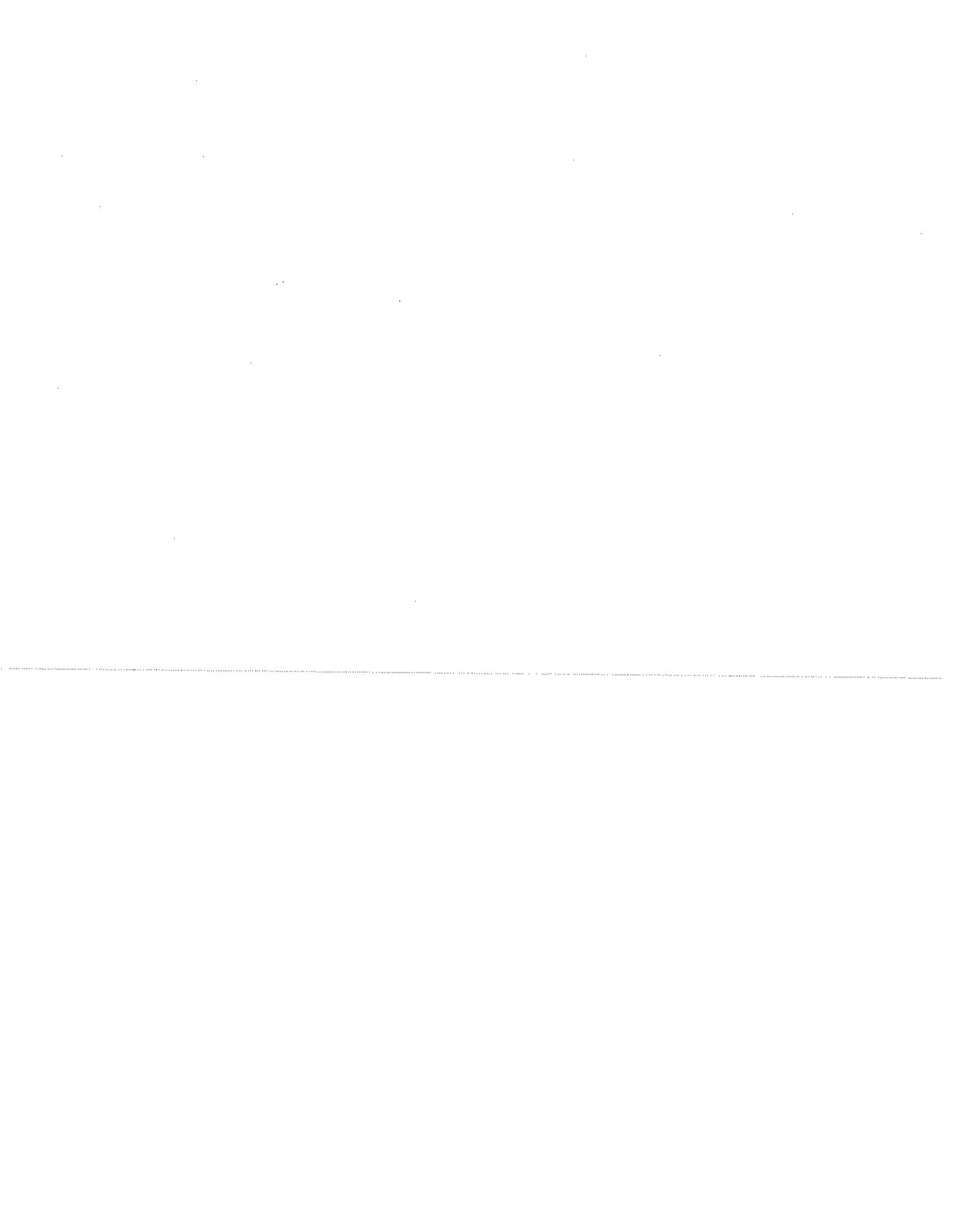
**SCHEDULE OF DUE FROM/(TO) CURRENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2007**

Balance December 31, 2006	(\$356)
Decreased by:	
Interest Earnings	628
	<hr/>
Balance December 31, 2007	<u><u>(\$984)</u></u>

**TOWNSHIP OF MOORESTOWN
TRUST FUND - OTHER
STATEMENT OF MISCELLANEOUS TRUST RESERVES
FOR THE YEAR ENDED DECEMBER 31, 2007**

	BALANCE DECEMBER 31, 2006	INCREASED BY			DECREASED BY			BALANCE DECEMBER 31, 2007
		RECEIPTS	INTEREST EARNINGS	OTHER	DISBURSEMENTS	ANTICIPATED AS REVENUE	OTHER	
Confiscated Funds	\$1,494		69					1,563
Developers Escrow	562,290	375,043	6,130		469,169			474,294
Performance Escrow	1,353,329	440,236	27,670		56,618			1,764,617
Special Law Enforcement	5,715	1,304	269					7,288
Library Insurance & Pension		106,370			106,370			
Community Alliance for Substance Abuse	9,750	150						9,900
Recreation Improvements/Affinity	24,052	6,437						30,489
Recreation Programs	23,992	41,466	1,087		36,010			30,535
Tree Replacement Fund	39,240	2,100			13,000			28,340
POAA	449	191						640
Sidewalk Repairs	2,400	3,970			2,000			4,370
Teleport Aesthetic Fee	76,200							76,200
Renaissance Fund	62,716	350	2,465		19,165			46,366
South Lenola Road	9,765							9,765
Strawbridge Lake	7,827							7,827
Third Party Inspections	381,114	500,374	16,039		528,759			368,768
Unemployment Compensation	208,170		10,788					218,958
Tax Title Lien Redemption	3,515	489,350	7		489,350			3,522
Health Benefits & Self-Insurance	14,044	2,130,551			2,130,343			14,252
Premium Received on Tax Sale	1,144	303,700			51,400			253,444
Low & Moderate Housing Trust	685,071	249,471	23,587					958,129
Open Space Trust	3,091,952	1,632,794	119,498		1,582,785			3,261,459
Tree Remembrance Fund	4,724	145	176		1,668.00			3,377
Accumulated Leave Fund	204,149	177,104	8,068		63,407			325,914
Total	\$6,773,102	6,461,106	215,853		5,550,044			7,900,017

GENERAL CAPITAL FUND



**TOWNSHIP OF MOORESTOWN
GENERAL CAPITAL FUND
SCHEDULE OF FUND BALANCE - REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2007**

Balance December 31, 2006	\$178,511
Increased by:	
Premium on Notes & Bonds	22,230
Subtotal	200,741
Decreased by:	
Anticipated Surplus - Current Fund	100,000
Balance December 31, 2007	<u>\$100,741</u>

**SCHEDULE OF CASH - TREASURER
FOR THE YEAR ENDED DECEMBER 31, 2007**

Balance December 31, 2006	\$1,412,707
Increased by:	
Premium on Note & Bond Sale	\$15,536
Due Open Space Trust - Premiums on Note Sale	6,694
Due Water/Sewer Capital Fund	1,557,759
Bond Anticipation Note Proceeds	3,377,375
Current Fund Budget Appropriation:	
Capital Improvement Fund	157,000
Refunds of Improvement Authorization Expenditures	16,179
Reserve for the Payment of Bonds & Notes	16,575
Reserve for Turf Field Replacement	8,916
Federal - CDBG	85,000
State of New Jersey - DOT Grant	112,500
Due Current Fund - Loan	200,000
Interest Earned Due Current Fund	97,509
Subtotal	5,651,043
Decreased by:	
Improvement Authorizations	2,845,553
Current Fund Budget Revenue	339,088
Due Water/Sewer Capital Fund	1,557,759
Due Current Fund	301,807
Balance December 31, 2007	<u>\$2,019,543</u>

TOWNSHIP OF MOORESTOWN
GENERAL CAPITAL FUND
ANALYSIS OF CASH AT DECEMBER 31, 2007

ORDINANCE NUMBER	IMPROVEMENT AUTHORIZATIONS	RECEIPTS			DISBURSEMENTS			BALANCE (OVERDRAFT) DECEMBER 31, 2007
		BALANCE (OVERDRAFT) DECEMBER 31, 2006	BOND ANTICIPATION NOTES/BONDS	MISCELLANEOUS	IMPROVEMENT AUTHORIZATIONS	MISCELLANEOUS	TRANSFERS FROM TO	
	Fund Balance	\$178,511		22,230		100,000		100,741
	Capital Improvement Fund	86,271		157,000				158,271
	Due Current Fund	(1,700)		297,509		301,808	85,000	(5,999)
	Due Water & Sewer Utility Fund			1,557,759		1,557,759		
	Reserve for Payment of Debt Service	429,088		16,575		239,088		206,575
	Reserve for Turf Field Replacement			8,916				8,916
	Miscellaneous		3					3
ORDINANCE IMPROVEMENT AUTHORIZATIONS								
1782/1790/1834	Improvements to Strawbridge Lake	47,367						47,367
1849/1889/1909								
1895/1927	Upgrade & Replacement of HVAC Systems	20,199						20,199
1897	Aesthetic Impact Fees	3,300						3,300
1904/1943	Town Center Street Scape	28,655			19,991			8,664
1938	Various Improvements Municipal Building	30,809			9,780			21,029
1969	Open Space Preservation	16,756			1,632			15,124
2011-02	Installation of Security System, Implementation of Communications System & Purchase of Police Equipment					1,290		
2020-02	Preliminary Expenses Reconstruction							
21-2003	Snyder Place	3,390						3,390
19-2003	Acquisition of Open Space	14,290			182			14,108
26-2003	2003 Road Resurfacing	20,195			20,195			

**TOWNSHIP OF MOORESTOWN
GENERAL CAPITAL FUND
ANALYSIS OF CASH AT DECEMBER 31, 2007**

ORDINANCE NUMBER	IMPROVEMENT AUTHORIZATIONS	BALANCE (OVERDRAFT) DECEMBER 31, 2006	RECEIPTS			DISBURSEMENTS			BALANCE (OVERDRAFT) DECEMBER 31, 2007
			BOND ANTICIPATION NOTES/BONDS	MISCELLANEOUS	IMPROVEMENT AUTHORIZATIONS	MISCELLANEOUS	IMPROVEMENT AUTHORIZATIONS	MISCELLANEOUS	
							FROM	TO	
33-2003/16-2005	Preliminary Expenses Haines Mill Road	34,053				3,563			30,49
34-2003/1-2005	Preliminary Expenses Parks Bathrooms	9,251							9,25
6-2004	Preliminary Expenses Locust Street Park	6,117							6,11
13-2004	Improvements to Public Works Building & Grounds	7,124							7,12
17-2005	Park Tennis Courts & Hockey Rink	4,863							4,86
15-2004/27-2004	Preliminary Expenses Wesley Bishop Park	38,861	105,000			71,261			72,60
16-2004	Purchase of Various Public Works Vehicles	28,103				4,977			23,12
17-2004	Preliminary Expenses West Moorestown Streetscape	20,117				8,485			11,63
19-2004	Purchase of Technology Upgrades	21,601				7,723			13,87
24-2004	Road Resurfacing for 2004	20,764				20,764			
25-2004	Document Management System	26,181				26,181			
4-2005	Reconstruction of Pearl Street	20,782				4,034			16,74
15-2005/1-2006	Main Street Resurfacing Project	96,690				10,920			85,77
19-2005/22-2006	Renovations of Municipal Library	(20,692)		16,179		18,671			(23,18
21-2005/16-2006	Reconstruction of E. Wilson Avenue	78,493	20,375			137,899			(39,03
27-2005	Purchase of Public Works Vehicles	14,593				9,478			5,11
36-2005/27-2006	2005 Road Improvements	279,582	304,000			477,524			106,05
37-2005	2005 Technology Upgrades	61,720				61,720			
38-2005/20-2007	Renovations to Municipal Building	(2,006)	185,250			85,005		4,750	102,98
39-2005/19-2006	Reconstruction to Stanwick Road	(20,086)	118,250			69,711			28,45
2-2006/26-2007	Westfield, Bridgeboro Bikeway	(40,330)	670,000			4,572		33,750	658,84
10-2006/25-2006	Construction Artificial Turf Field	(3,527)	821,750			803,096			15,12
11-2006	Purchase Public Works Vehicles/Stage	(161,346)	498,750			333,080			4,32
23-2006	Maple Dawson Park Renovations	7,875	199,500			76,731			130,64
26-2006	Memorial Field Renovations	5,500	104,500	85,000		162,716			32,28
12-2007	Main Street Resurfacing Project Phase II		350,000	112,500		285,022		29,500	206,97
29-2007	Purchase DPW Heavy Equipment					109,349		17,000	(92,34
	Total	\$1,412,707	3,377,375	2,273,668	2,198,655	2,845,552	85,000	85,000	2,019,543

**TOWNSHIP OF MOORESTOWN
GENERAL CAPITAL FUND
SCHEDULE OF DEFERRED CHARGES TO FUTURE TAXATION - UNFUNDED
FOR THE YEAR ENDED DECEMBER 31, 2007**

ORDINANCE NUMBER	DESCRIPTION	BALANCE DECEMBER 31, 2006	INCREASED BY IMPROVEMENT AUTHORIZATIONS	PAYMENT OF BOND ANTICIPATION NOTES	BONDS ISSUED/ DEFERRED CHARGES PAID /CANCEL 2007	BALANCE DECEMBER 31, 2007	ANALYSIS OF BALANCE		
							BOND ANTICIPATION NOTES	EXPENDITURES	UNEXPENDED IMPROVEMENT AUTHORIZATIONS
1951/1989	Engineering & Landscape Architectural Services Phase II Main Street	\$5,000				5,000			
1969	Open Space Preservation	3,570,000		924,000		2,646,000	2,646,000		
19-2003	Acquisition of Open Space	400,000		400,000					
16-2005	Haines Mill Road	8,500				8,500		8,500	
34-2003/1-2005	Preliminary Expenses Parks Bathrooms	27,500				27,500		27,500	
14-2004/	Improvements to Jeff Young Park								
17-2005	Tennis Courts & Hockey Rink	1,660				1,660		1,660	
15-2004/27-2004	Phase II Improvements	105,486				105,486	105,000	486	
19-2005/22-2006	Renovations of Municipal Library	4,436,500				4,436,500		81,349	4,355,151
21-2005/16-2006	Reconstruction of E. Wilson Avenue	125,020				125,020	20,375	40,931	63,714
36-2005/27-2006	2005 Road Improvements	304,000				304,000	304,000		
38-2005/20-2007	Renovations to Municipal Building	95,000	90,250			185,250	185,250		
39-2005/19-2006	Reconstruction to Starwick Road	118,250				118,250	118,250		
02-2006/26-2007	Westfield/Bridgeboro Bikeway	95,000	641,250			736,250	670,000		66,250
10-2006/25-2006	Artificial Turf Fields	821,750				821,750	821,750		
11-2006	DPW Vehicles/Mobile Stage	498,750				498,750	498,750		
23-2006	Maple Dawson Park Renovations	199,500				199,500	199,500		
26-2006	Memorial Field Restroom Renovations	104,500				104,500	104,500		
12-2007	Main Street Resurfacing Phase II		560,500			560,500	350,000		210,500
29-2007	Purchase of Department of Public Works Vehicles & Equipment		323,000			323,000		260,674	62,326
Total		\$10,916,416	1,615,000	1,324,000		11,207,416	6,023,375	426,100	4,757,941

**TOWNSHIP OF MOORESTOWN
GENERAL CAPITAL FUND
SCHEDULE OF DUE FROM/(TO) CURRENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2007**

Balance December 31, 2006		\$1,700
Increased by:		
Interfund Loan	\$300,000	
Interest Transferred to Current	1,807	301,807
Subtotal		303,507
Decreased by:		
Interfund Loan	200,000	
Interest Earned on Investments	97,508	297,508
Balance December 31, 2007		<u><u>\$5,999</u></u>

**SCHEDULE OF DEFERRED CHARGES TO FUTURE TAXATION - FUNDED
FOR THE YEAR ENDED DECEMBER 31, 2007**

Balance December 31, 2006		\$27,588,825
Decreased by:		
Budget Appropriations:		
Serial Bonds Payable	\$2,230,185	
Green Acres Loan Payable	20,389	2,250,574
Balance December 31, 2007		<u><u>\$25,338,251</u></u>

**TOWNSHIP OF MOORESTOWN
GENERAL CAPITAL FUND
SCHEDULE OF IMPROVEMENT AUTHORIZATIONS
FOR THE YEAR ENDED DECEMBER 31, 2007**

ORDINANCE NUMBER	IMPROVEMENT DESCRIPTION	ORDINANCE DATE	AMOUNT	BALANCE DECEMBER 31, 2006		2007 AUTHORIZATIONS	PRIOR YEAR ENCUMBRANCES		BALANCE DECEMBER 31, 2007	
				FUNDED	UNFUNDED		RECLASSIFIED	EXPENDED ENCUMBRANCES CANCELED	FUNDED	UNFUNDED
1670,1697,1754 Improvements 1782,1790,1834 to Strawbridge 1889,1909 Lake							47,369			
1895 Upgrade & Replacement 1927 of HVAC Systems		07/21/99 08/16/00	285,000 215,000			20,200		20,200		
1897 Aesthetic Impact Fees		8/18/99	19,800	\$3,300						3,300
1904 Town Center Street Scapc		12/22/99	610,000							
1943 Town Center Street Scapc		12/20/00	500,000	7,994			20,662	19,992		8,664
1938 Various Improvements Municipal Building		12/20/00	215,000	30,809				9,780		21,029
1951/1989 Phase II Main Street		2/11/02	110,000				5,000		5,000	
1969 Open Space Preservation		9/17/01	8,250,000	16,755				1,632		15,123
2011-02 Installation of Security System, Implementation of Communications & Purchase of Police Equipment		9/4/02	105,000				1,290	1,290		
2020/21-2003 Preliminary Expenses Reconstructi- Snyder Place		12/11/02- 7/28/03	25,000- 155,000	3,390						3,390
19-2003 Acquisition of Open Space		7/14/03	680,000	14,290				181		14,109
26-2003 2003 Road Resurfacing		8/25/03	250,000	20,195				20,195		
33-2003 Preliminary Expenses 16-2005 Haines Mill Road		1/12/2004 5/9/2006	40,000 230,000	27,391			15,162	3,563		38,990
34-2003 Preliminary Expenses 1-2005 Packs Bathrooms		1/12/2004 2/14/2006	40,000	36,751						36,751

TOWNSHIP OF MOORESTOWN
GENERAL CAPITAL FUND
SCHEDULE OF IMPROVEMENT AUTHORIZATIONS
FOR THE YEAR ENDED DECEMBER 31, 2007

ORDINANCE NUMBER	IMPROVEMENT DESCRIPTION	ORDINANCE DATE	ORDINANCE AMOUNT	BALANCE DECEMBER 31, 2006		PRIOR YEAR ENCUMBRANCES		CANCELED	BALANCE DECEMBER 31, 2007	
				UNFUNDED	FUNDED	RECLASSIFIED	EXPENDED		UNFUNDED	FUNDED
6-2004	Preliminary Expenses Locust Street Park	3/8/2004	25,000	6,117						6,117
13-2004	Improvements to Public Works Building & Grounds	5/10/2004	125,000	7,124						7,124
14-2004	Improvements to Jeff Young Park	5/10/2004	190,000							
17-2005	Tennis Courts & Hockey Rink	6/20/2006	22,800	1,957		4,566				1,957
15-2004	Preliminary Expenses Wesley Bishop Park Phase II Improvements	5/10/2004	65,000							
27-2004		12/6/2004	930,000	75,590		68,756				73,085
16-2004	Purchase of Various Public Works Vehicles	6/21/2004	545,000	28,103						6,893
17-2004	Preliminary Expenses West Moorestown Streetscape	7/12/2004	25,000	19,867		250				11,633
19-2004	Purchase of Technology Upgrades	8/23/2004	180,000	2,893		18,708				2,880
24-2004	Road Resurfacing for 2004	11/8/2004	325,000	20,764						
25-2004	Document Management System	11/8/2004	225,000			26,181				
4-2005	Reconstruction of Pearl Street	4/4/2005	247,500	14,305		6,477				16,749
15-2005	Main Street Resurfacing Project	5/9/2005								
01-2006		2/6/06	468,000	28,572		105,618				123,270
19-2005	Renovations of Municipal Library	6/25/2005								
22-2006		9/11/06	4,715,000			105,657				102,356
				4,355,151						4,355,151

TOWNSHIP OF MOORESTOWN
GENERAL CAPITAL FUND
SCHEDULE OF IMPROVEMENT AUTHORIZATIONS
FOR THE YEAR ENDED DECEMBER 31, 2007

ORDINANCE NUMBER	IMPROVEMENT DESCRIPTION	ORDINANCE DATE	ORDINANCE AMOUNT	BALANCE DECEMBER 31, 2006		AUTHORIZATIONS UNFUNDED	ENCUMBRANCES RECLASSIFIED	EXPENDED ENCUMBRANCES	CANCELED	BALANCE DECEMBER 31, 2007	
				FUNDED	UNFUNDED					FUNDED	UNFUNDED
21-2005 16-2006	Reconstruction of East Wilson Avenue	7/25/2005 7/10/06	676,600	110,549			92,967	137,902	1,900		63,714
27-2005	Purchase of Public Works Vehicles	8/22/05	365,000	14,136			457	9,478		5,115	
36-2005 27-2006	2005/2006 Road Improvements	12/12/2005 11/27/06	585,000	279,582	304,000			477,524	12,424		93,634
37-2005	2006 Technology Upgrades	12/12/2005	175,000				61,720	61,720			
38-2005 20-2007	Renovations to Municipal Building	12/12/2005 07/30/2007	100,000 95,000			90,882	2,112	85,005	25,586		77,403
39-2005 19-2006	Reconstruction to Stanwick Road	12/12/2005 8/28/06	125,000			15,699	82,465	69,711	4,713		23,740
02-2006 26-2007	Westfield/Bridgetown Bkeway	2/6/06 8/13/07	100,000 675,000			54,670		4,572	584,241		140,857
10-2006 25-2006	Construction of Artificial Turf Fields	6/26/06 11/13/06	65,000 800,000			55,030	763,193	803,096	2,393		12,734
11-2006	DPW Vehicles/mobile stage	6/26/06	525,000			182,872	154,532	333,080			4,324
23-2006	Maple Dawson Park Renovations	8/28/06	210,000	5,500		199,500	2,374	76,731	6,857		123,786
26-2006	Memorial Field restroom Renovations	11/13/06	195,000	69,900	104,500		20,600	162,716	16,513		15,771
12-2007	Main Street Resurfacing Ph 2	3/26/07	740,000			740,000		285,022	26,430		428,548
29-2007	Purchase of Department of Public Works Vehicles and Equipment	9/10/07	340,000			340,000		109,349	168,325		62,326
Total				\$704,240	5,503,898	1,850,000	1,626,316	2,829,374	954,557	465,913	5,434,610

Capital Improvement Fund	\$85,000
Deferred Charges to Future Taxation - Unfunded	1,615,000
Grants/Other Sources	150,000
Refunds	(16,179)
Cash Disbursed	2,845,553
Total	<u>2,829,374</u>

**TOWNSHIP OF MOORESTOWN
GENERAL CAPITAL FUND
SCHEDULE OF CAPITAL IMPROVEMENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2007**

Balance December 31, 2006	\$86,271
Increased by:	
Budget Appropriations	<u>157,000</u>
Subtotal	243,271
Decreased by:	
Appropriated to Finance Improvement Authorizations	<u>85,000</u>
Balance December 31, 2007	<u><u>\$158,271</u></u>

**TOWNSHIP OF MOORESTOWN
GENERAL CAPITAL FUND
SCHEDULE OF GENERAL SERIAL BONDS
FOR THE YEAR ENDED DECEMBER 31, 2007**

PURPOSE	DATE OF ISSUE	ORIGINAL ISSUE	MATURITIES OF BONDS			BALANCE DECEMBER 31, 2006	DECREASED BY PRINCIPAL PAID	BALANCE DECEMBER 31, 2007
			DATE	AMOUNT	INTEREST RATE			
General Obligation Refunding Bonds Series of 1999	09/01/98	\$426,400	09/01/08	\$42,915	4.35%	\$259,870	47,185	212,685
			09/01/09	42,485	4.40%			
			09/01/10	41,845	4.40%			
			09/01/11	41,205	4.50%			
			09/01/12	39,235	4.50%			
			09/01/13	5,000	4.70%			
General Improvement Bonds Series 2003	4/30/2003	14,955,340	5/1/08	880,900	3.500%	12,575,340	850,000	11,725,340
			5/1/09	910,900	3.500%			
			5/1/10	945,900	3.500%			
			5/1/11	980,900	3.500%			
			5/1/12	1,015,900	3.500%			
			5/1/13	1,055,840	3.500%			
			5/1/14	1,100,000	3.500%			
		5/1/15	1,140,000	3.625%				
		5/1/16	1,185,000	3.750%				
		5/1/17	1,230,000	3.750%				

**TOWNSHIP OF MOORESTOWN
GENERAL CAPITAL FUND
SCHEDULE OF GENERAL SERIAL BONDS
FOR THE YEAR ENDED DECEMBER 31, 2007**

PURPOSE	DATE OF ISSUE	ORIGINAL ISSUE	MATURITIES OF BONDS		INTEREST RATE	BALANCE DECEMBER 31, 2006	BONDS ISSUED	DECREASED BY PRINCIPAL PAID	BALANCE DECEMBER 31, 2007
			OUTSTANDING DECEMBER 31, 2007	AMOUNT					
General Obligation Refunding Bonds Series of 2003	4/30/2003	7,236,600	5/1/08	900,000	2.300%	4,945,000		905,000	4,040,000
			5/1/09	680,000	3.000%				
			5/1/10	605,000	3.000%				
			5/1/11	610,000	3.200%				
			5/1/12	615,000	3.350%				
			5/1/13	630,000	3.500%				
General Improvement Bonds Series 2007	5/15/2007	9,657,000	1/15/08	501,000	4.250%	9,657,000		428,000	9,229,000
			1/15/09	519,000	4.250%				
			1/15/10	540,000	4.250%				
			1/15/11	562,000	4.250%				
			1/15/12	588,000	4.250%				
			1/15/13	610,000	4.250%				
			1/15/14	635,000	4.250%				
			1/15/15	666,000	4.250%				
			1/15/16	692,000	4.250%				
			1/15/17	722,000	4.250%				
			1/15/18	752,000	4.375%				
			1/15/19	782,000	4.375%				
		1/15/20	813,000	4.375%					
		1/15/21	847,000	4.375%					
Total						\$27,437,210		2,230,185	25,207,025

TOWNSHIP OF MOORESTOWN
 GENERAL CAPITAL FUND
 SCHEDULE OF GREEN ACRES LOANS PAYABLE
 FOR THE YEAR ENDED DECEMBER 31, 2007

PURPOSE	DATE OF ISSUE	ORIGINAL ISSUE	MATURITIES OF LOAN		INTEREST RATE	BALANCE DECEMBER 31, 2006	DECREASED	BALANCE DECEMBER 31, 2007
			PRINCIPAL AND INTEREST	AMOUNT				
Green Acres Loan	12/08/93	\$375,000	31-Dec-07	(1)	2.00%	\$151,614	20,388	131,226

(1) Semi-annual loan amortization from September 3, 2004 through September 8, 2013.

**TOWNSHIP OF MOORESTOWN
GENERAL CAPITAL FUND
SCHEDULE OF BOND ANTICIPATION NOTES
FOR THE YEAR ENDED DECEMBER 31, 2007**

ORDINANCE NUMBER	IMPROVEMENT DESCRIPTION	ORIGINAL AMOUNT ISSUE	ORIGINAL DATE OF ISSUE	ISSUE DATE	DATE OF MATURITY	INTEREST RATE	BALANCE DECEMBER 31, 2006	ISSUED	DECREASED	BALANCE DECEMBER 31, 2007
1969-01	Open Space Preservation	\$8,250,000	10/11/01	5/25/07	5/23/08	4.00%	\$3,570,000	2,646,000	3,570,000	2,646,000
19-2003	Acquisition of Open Space	646,000	05/29/03	5/25/06	5/25/07	4.375%	400,000		400,000	
27-2004	Ph. II Wesley Bishop Park	105,000	09/06/07	09/06/07	09/05/08	4.25%		105,000		105,000
21-2005/ 16-2006	Reconstruction of East Wilson Avenue	20,375	09/06/07	09/06/07	09/05/08	4.25%		20,375		20,375
36-2005/ 27-2006	2005 and 2006 Road Improvements	304,000	09/06/07	09/06/07	09/05/08	4.25%		304,000		304,000
38-2005/ 20-2007	Renovations to Municipal Building	185,250	09/06/07	09/06/07	09/05/08	4.25%		185,250		185,250
39-2005/ 19-2006	Reconstruction to Stanwick Road	118,250	09/06/07	09/06/07	09/05/08	4.25%		118,250		118,250
02-2006 26-2007	Westfield/Bridgeboro Bikeway	670,000	09/06/07	09/06/07	09/05/08	4.25%		670,000		670,000
10-2006/ 25-2006	Construction of Artificial Turf Fields	721,750	09/06/07	09/06/07	09/05/08	4.25%		821,750		821,750
11-2006	DPW Vehicles/Mobile Stage	498,750	09/06/07	09/06/07	09/05/08	4.25%		498,750		498,750
23-2006	Maple Dawson Park Renovations	199,500	09/06/07	09/06/07	09/05/08	4.25%		199,500		199,500
26-2006	Memorial Field Restroom Renovations	104,500	09/06/07	09/06/07	09/05/08	4.25%		104,500		104,500
12-2007	Main Street Resurfacing Ph 2	350,000	09/06/07	09/06/07	09/05/08	4.25%		350,000		350,000
Total							\$3,970,000	6,023,375	3,970,000	6,023,375

**TOWNSHIP OF MOORESTOWN
GENERAL CAPITAL FUND
SCHEDULE OF BONDS AND NOTES AUTHORIZED BUT NOT ISSUED
FOR THE YEAR ENDED DECEMBER 31, 2007**

ORDINANCE NUMBER	IMPROVEMENT DESCRIPTION	BALANCE DECEMBER 31, 2006	IMPROVEMENT AUTHORIZATIONS	IMPROVEMENT AUTHORIZATIONS CANCELLED	NOTES ISSUED	BALANCE DECEMBER 31, 2007
1951	Engineering & Landscape Architectural Services Phase II Main Street	\$5,000				5,000
2003-33/16-2005	Reconstruction of Haines Mill Road	8,500				8,500
2003-34/1-2005	Renovations Park Bathrooms	27,500				27,500
14-2004/17-2005	Improvements to Jeff Young Park	1,660				1,660
15-2004 27-2004	Preliminary Expenses Wesley Bishop Park Phase II Improvements	105,486			105,000	486
19-2005/ 22-2006	Renovations of Municipal Library	4,436,500				4,436,500
21-2005/ 16-2006	Reconstruction of E. Wilson Avenue	125,020			20,375	104,645
36-2005	2006 Road Improvements	304,000			304,000	

**TOWNSHIP OF MOORESTOWN
GENERAL CAPITAL FUND
SCHEDULE OF BONDS AND NOTES AUTHORIZED BUT NOT ISSUED
FOR THE YEAR ENDED DECEMBER 31, 2007**

ORDINANCE NUMBER	IMPROVEMENT DESCRIPTION	BALANCE DECEMBER 31, 2006	IMPROVEMENT AUTHORIZATIONS	DEFERRED CHARGES RAISED 2007	NOTES ISSUED	BALANCE DECEMBER 31, 2007
2-2006/ 26-2007	Preliminary Expenses Westfield/ Bridgeboro Road Bikeway	95,000	641,250		670,000	66,250
10-2006/ 25-2006	Construction of Artificial Turf Fields	821,750			821,750	
2-2006	Purchase of Public Works Vehicles/Stage	498,750			498,750	
23-2006	Maple Dawson Park Renovations	199,500			199,500	
23-2006	Memorial Field Restroom Renovations	104,500			104,500	
12-2007	Main St. Resurfacing Phase II		560,500		350,000	210,500
29-2007	Purchase DPW Heavy Vehicles		323,000			323,000
	Total	\$6,946,416	1,615,000		3,377,375	5,184,041

**TOWNSHIP OF MOORESTOWN
GENERAL CAPITAL FUND
SCHEDULE OF RESERVE FOR DEBT SERVICE
FOR THE YEAR ENDED DECEMBER 31, 2007**

Balance December 31, 2006		\$429,088
Increased by:		
Contribution from Soccer Club	\$5,525	
Contribution from Lacrosse Club	5,525	
Contribution from Football Association	5,525	16,575
Subtotal		445,663
Decreased by Disbursements:		
Anticipated Revenue Current Fund		239,088
Balance December 31, 2007		\$206,575

ANALYSIS OF BALANCE

ORDINANCE NUMBER	DESCRIPTION OF IMPROVEMENT	AMOUNT	PLEGDED TO
1956-01	Strawbridge Lake	117,632	Bonds
1882-99	Replace HVAC System	6,049	Bonds
1910-00/1933-00	Reconstruction of Locust Street	8,541	Bonds
1994-02	2002 Road Repairs	2,300	Bonds
1919-00	Skatepark	3,967	Bonds
1974-01/2003-02	Reconstruction of N. Washington Street	2,750	Bonds
2004-02/9-2003	E. 3rd St. Phase VI	29,049	Bonds
2021-02/11-2004	Reconstruction of Haines Drive	15,612	Bonds
25-2003	Jeff Young Basketball Court	4,100	Bonds
10-2006/25-2006	Construction of Artificial Turf Field	16,575	Notes
	Total	\$206,575	

WATER-SEWER UTILITY FUND

**TOWNSHIP OF MOORESTOWN
WATER-SEWER UTILITY OPERATING FUND
SCHEDULE OF UTILITY CASH - TREASURER
FOR THE YEAR ENDED DECEMBER 31, 2007**

	<u>OPERATING FUND</u>	<u>ASSESSMENT TRUST</u>	<u>CAPITAL FUND</u>
Balance December 31, 2006	\$3,229,998	195,047	491,600
Increased by Receipts:			
Anticipated Revenues	\$7,444,927		
Assessments Held in Abeyance		427	
Operating Fund:			
Current Year Interest Earnings		8,693	20,678
Capital Improvement Fund			100,000
Notes Issued			1,550,625
Premiums Received on Note Sale			7,134
Interfunds Liquidated	32,734		
Subtotal	<u>7,477,661</u>	<u>9,120</u>	<u>1,678,437</u>
Total	<u>10,707,659</u>	<u>204,167</u>	<u>2,170,037</u>
Decreased by Disbursements:			
2007 Budget Appropriations	6,875,873		
2006 Appropriation Reserves	370,825		
Due Utility Operating		8,900	
Interest on Bonds & Notes	361,059		
Rent Overpayments	15,436		
Improvement Authorizations			471,333
Interfunds			20,277
Accounts Payable	764		
Anticipated Revenue - Surplus		35,000	30,000
Anticipated Revenue - Reserve			
for Bonds & Notes			35,000
Refund of Revenues	33		
Total Disbursements	<u>7,623,990</u>	<u>43,900</u>	<u>556,610</u>
Balance December 31, 2007	<u>\$3,083,669</u>	<u>160,267</u>	<u>1,613,427</u>

EXHIBIT D-6

**TOWNSHIP OF MOORESTOWN
WATER-SEWER UTILITY OPERATING FUND
SCHEDULE OF DUE FROM/(TO) WATER-SEWER UTILITY CAPITAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2007**

Balance December 31, 2006	(\$786)
Increased by:	
Current Year Interest Earned	<u>20,677</u>
Subtotal	19,891
Decreased by:	
Interfund Liquidated	<u>20,277</u>
Balance December 31, 2007	<u><u>(\$386)</u></u>

EXHIBIT D-7

**WATER-SEWER ASSESSMENT TRUST FUND
ANALYSIS OF WATER-SEWER UTILITY ASSESSMENT TRUST CASH
FOR THE YEAR ENDED DECEMBER 31, 2007**

	BALANCE DECEMBER 31, 2007
Fund Balance	\$164,342
Due to Utility Trust Assessment Fund	(204)
Due to Utility Operating	<u>(3,871)</u>
Balance December 31, 2007	<u><u>\$160,267</u></u>

**TOWNSHIP OF MOORESTOWN
WATER-SEWER UTILITY CAPITAL FUND
ANALYSIS OF CASH
FOR THE YEAR ENDED DECEMBER 31, 2007**

FUND BALANCE (OVERDRAFT) DECEMBER 31, 2006	RECEIPTS		DISBURSEMENTS			BALANCE (OVERDRAFT) DECEMBER 31, 2007
	NOTES ISSUED	MISCELLANEOUS	IMPROVEMENT	AUTHORIZATIONS	MISCELLANEOUS	
				FROM	TO	
Fund Balance	\$233,003	7,134				210,133
Capital Improvement Fund	251,451	100,000				281,576
Due Water & Sewer Utility Operating Fund	(786)	20,677		69,875		(38)
Reserve for the Payment of Bonds	35,000					30,000
Miscellaneous	(1)					20,277
						35,000
ORDINANCE NUMBER	IMPROVEMENT AUTHORIZATIONS					
1836	Reconstruction of a Portion of Cooper Avenue & Construction of Curbs Along Cooper Avenue	5,808				5,808
4-2005	Reconstruction of Pearl Street	15,584		2,794		12,790
21-2005/16-2006	Reconstruction of E. Wilson Avenue	105,931		158,299		(52,368)
27-2005	Purchase of Public Works Vehicles	397		397		
37-2005	2006 Technology Upgrades	2,101		2,101		
39-2005/19-2006	Reconstruction to Stanwick Road	(140,869)	194,500	31,021		22,610
11-2006	Purchase of Public Works Vehicles	(16,019)	128,250	84,749		27,482
13-2007	Painting of N. Church Water Tank		617,500	17,034	32,500	632,966
27-2007	Central Ave. Sewer Trunk Line		610,375	174,938	32,125	467,562
29-2007	Purchase of DPW Heavy Vehicles				5,250	5,250
Total		\$491,600	1,550,625	471,333	69,875	1,613,427
			127,812	85,277	69,875	69,875

**TOWNSHIP OF MOORESTOWN
WATER-SEWER UTILITY OPERATING FUND
SCHEDULE OF SERVICE CHARGES RECEIVABLE
FOR THE YEAR ENDED DECEMBER 31, 2007**

	TOTAL	HYDRANTS	WATER	SEWER
Balance December 31, 2006	\$482,793		255,612	227,181
Increased by:				
Service Charges Levied	6,731,242	312,189	3,888,448	2,530,605
Overpayments Created & Refunded	26,096		8,505	17,591
Subtotal	7,240,131	312,189	4,152,565	2,775,377
Decreased by:				
Collections	6,403,918	312,189	3,608,796	2,482,933
Collections by Current Fund	570		201	369
Overpayments Applied	10,671		10,671	
Cancellations	156,644		122,861	33,783
Subtotal	6,571,803	312,189	3,742,529	2,517,085
Balance December 31, 2007	\$668,328	-	410,036	258,292

**WATER-SEWER UTILITY ASSESSMENT TRUST FUND
SCHEDULE OF WATER-SEWER ASSESSMENTS RECEIVABLE
FOR THE YEAR ENDED DECEMBER 31, 2007**

Balance December 31, 2006	\$9,985
Decreased by:	
Collections	3,870
Balance December 31, 2007	\$6,115

ORDINANCE NUMBER	IMPROVEMENTS DESCRIPTION	DATE OF CONFIRMATION	BALANCE DECEMBER 31, 2007
1885	Water Improvements - Cortland Shire Drive	12/9/02	\$6,115

**TOWNSHIP OF MOORESTOWN
WATER-SEWER UTILITY OPERATING FUND
SCHEDULE OF WATER-SEWER ASSESSMENTS HELD IN ABEYANCE
FOR THE YEAR ENDED DECEMBER 31, 2007**

ORDINANCE NUMBER	IMPROVEMENTS DESCRIPTION	DATE OF CONFIRMATION	BALANCE DECEMBER 31, 2007
	Sanitary Sewer Improvements:		
430	Stanwick Road	11/29/65	\$397
540	Timber Croft Road	06/22/70	1,174
426	Route No. 38	07/24/70	2,893
471/567/588	North Valley Road	08/28/72	17,300
643	Mount Laurel Road	08/14/78	4,242
767/793	Ivy & Regenhart Avenues	03/10/80	7,200
	Water Improvements:		
350	Hartford & Borton Landing Roads	10/31/60	5,108
451	Westfield Road	10/29/66	8,383
485	Tom Brown Road	12/29/66	10,383
583	North Church Street	06/19/72	334
585	Riverton Road	02/28/72	2,488
			<u>2,488</u>
			<u>\$59,902</u>

The above represents connection fees not yet due on rural properties located within the Township until connection is made to the water and sewer systems

**WATER-SEWER UTILITY CAPITAL FUND
SCHEDULE OF FIXED CAPITAL
FOR THE YEAR ENDED DECEMBER 31, 2007**

Balance December 31, 2006		\$40,675,334
Increased by:		
Paid by Operating Budget	\$141,234	
Transferred from Fixed Capital Authorized and Uncompleted	126,247	267,481
		<u>267,481</u>
Balance December 31, 2007		<u>\$40,942,815</u>

TOWNSHIP OF MOORESTOWN
 WATER-SEWER UTILITY CAPITAL FUND
 SCHEDULE OF FIXED CAPITAL AUTHORIZED AND UNCOMPLETED
 FOR THE YEAR ENDED DECEMBER 31, 2007

ORDINANCE NUMBER	IMPROVEMENT DESCRIPTION	DATE	AMOUNT	BALANCE DECEMBER 31, 2006	AUTHORIZATIONS	TRANSFER TO FIXED CAPITAL	AUTHORIZATION CANCELLED	BALANCE DECEMBER 31, 2007
4-2005	Reconstruction of Pearl Street	4/4/05	\$182,500	119,125				119,125
21-2005/16-2006	Reconstruction of East Wilson Avenue	7/25/05	393,000	454,900				454,900
27-2005	Purchase of Public Works Vehicles	8/22/05	62,500	56,247		56,247		
37-2006	2006 Technology Upgrades	12/12/05	70,000	70,000		70,000		
39-2005/19-2006	Reconstruction to Stanwick Road	12/12/05	15,000	205,000				205,000
11-2006	Purchase of Public Works Equipment	6/26/06	135,000	135,000				135,000
13-2007	Painting of North Church Water Tank	3/26/07	650,000		650,000			650,000
27-2007	Central Avenue Sewer Trunk Line	8/13/07	642,500		642,500			642,500
29-2007	Purchase of DPW Heavy Vehicles	9/10/07	105,000		105,000			105,000
Total				\$1,040,272	1,397,500	126,247		2,311,525

**TOWNSHIP OF MOORESTOWN
WATER-SEWER UTILITY OPERATING FUND
SCHEDULE OF 2006 APPROPRIATION RESERVES
FOR THE YEAR ENDED DECEMBER 31, 2007**

	BALANCE DECEMBER 31, 2006	ENCUMBRANCES RECLASSIFIED	MODIFIED BALANCE	PAID OR CHARGED	BALANCE LAPSED
Operations:					
Salaries & Wages	\$277,844		277,844	55,321	222,523
Other Expenses	738,622	477,663	1,216,285	315,585	900,700
Capital Improvements:					
Capital Outlay	36,845		36,845	8,909	27,936
Statutory Expenditures:					
Social Security System	18,971		18,971		18,971
Unemployment/Disability Insurance	1,845		1,845		1,845
PERS	1		1		1
Total	\$1,074,128	477,663	1,551,791	379,815	1,171,976

Cash Disbursed	\$370,825
Accounts Payable	8,990
Total	\$379,815

**SCHEDULE OF ACCRUED INTEREST ON BONDS
FOR THE YEAR ENDED DECEMBER 31, 2007**

Balance December 31, 2006	\$131,370
Increased by:	
Utility Operating Budget Appropriation	333,381
Subtotal	464,751
Decreased by:	
Cash Disbursements	361,059
Balance December 31, 2007	<u>\$103,692</u>

ANALYSIS OF ACCRUED INTEREST DECEMBER 31, 2007

PRINCIPAL OUTSTANDING 12/31/07 Serial Bonds:	INTEREST RATE	FROM	TO	PERIOD	AMOUNT
\$4,767,315	Various	9/01/2007	12/31/2007	4.0 Months	\$70,450
875,000	Various	11/01/2007	12/31/2007	2.0 Months	4,788
1,446,000	Various	5/15/2007	12/31/2007	7.5 Months	28,454
<u>\$7,088,315</u>					<u>\$103,692</u>

**TOWNSHIP OF MOORESTOWN
WATER-SEWER UTILITY OPERATING FUND
SCHEDULE OF ACCRUED INTEREST ON BOND ANTICIPATION NOTES
FOR THE YEAR ENDED DECEMBER 31, 2007**

Balance December 31, 2006	\$ -
Increased by:	
Utility Operating Budget Appropriation	17,025
Balance December 31, 2007	\$17,025

ANALYSIS OF ACCRUED INTEREST DECEMBER 31, 2007

PRINCIPAL OUTSTANDING 12/31/07	INTEREST RATE	FROM	TO	PERIOD	AMOUNT
\$1,550,625	4.25%	9/06/2007	12/31/2007	93 Days	\$17,025
\$1,550,625					\$17,025

**SCHEDULE OF RESERVE FOR ASSESSMENTS
FOR THE YEAR ENDED DECEMBER 31, 2007**

ORDINANCE NUMBER	IMPROVEMENTS DESCRIPTION	BALANCE DECEMBER 31, 2007
Assessments Receivable:		
Water Improvements:		
1885	Cortland Shire Drive	\$6,115
Deferred Assessments:		
Sanitary Sewer Improvements:		
430	Stanwick Road	397
540	Timber Croft Road	1,174
426	Route No. 38	2,893
471/567/588	North Valley Road	17,300
643	Mount Laurel Road	4,242
767/793	Ivy & Regenhard Avenues	7,200
Water Improvements:		
350	Hartford & Borton Landing Roads	5,108
451	Westfield Road	8,383
485	Tom Brown Road	10,383
583	North Church Street	334
585	Riverton Road	2,488
Total		\$66,017

TOWNSHIP OF MOORESTOWN
WATER-SEWER UTILITY CAPITAL FUND
SCHEDULE OF IMPROVEMENT AUTHORIZATIONS
FOR THE YEAR ENDED DECEMBER 31, 2007

ORDINANCE NUMBER	IMPROVEMENT DESCRIPTION	ORDINANCE DATE	ORDINANCE AMOUNT	BALANCE DECEMBER 31, 2006		ENCUMBRANCES RECLASSIFIED	EXPENDED	ENCUMBRANCES CANCELED	BALANCE DECEMBER 31, 2007		
				FUNDED	UNFUNDED				FUNDED	UNFUNDED	
1836	Reconstruction of a Portion of Cooper Avenue & Construction of Curbs Along Cooper Avenue	9/22/97	\$23,000			5,808		5,808			
4-2005	Reconstruction of Pearl Street	4/4/05	182,500	8,423		7,161	2,794	380		12,410	
21-2005 16-2006	Reconstruction of East Wilson Avenue	7/25/05 7/24/06	393,000 61,900	59,462		105,274	158,299	175		6,262	
27-2005	Purchase of Public Works Vehicles	8/22/05	62,500			397	397				
37-2005	2006 Technology Upgrades	12/12/05	70,000			2,101	2,101				
39-2005 19-2006	Reconstruction to Stanwick Road	12/12/05 8/28/06	15,000 190,000	19,161		34,470	31,021			22,610	
11-2006	DPW Vehicles & Mobile Stage	6/26/06	135,000	29,127		83,104	84,749			27,482	
13-2007	Painting N. Church Water Tank	3/26/07	650,000		650,000		17,034	48,642		584,324	
27-2007	Replace Central Ave. Sewer Trunk Line	8/13/07	642,500		642,500		174,938	390,388		77,174	
29-2007	Purchase of Department of Public Works Equipment	9/10/07	105,000		105,000			95,529		9,471	
Total				\$67,885	48,288	1,397,500	238,315	471,333	540,922	18,672	721,061

Capital Improvement Fund
Bonds & Notes Authorized
\$69,875
1,327,625
\$1,397,500

**TOWNSHIP OF MOORESTOWN
WATER-SEWER UTILITY CAPITAL FUND
SCHEDULE OF CAPITAL IMPROVEMENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2007**

Balance December 31, 2006	\$251,451
Increased by:	
Budget Appropriation	100,000
Subtotal	351,451
Decreased by:	
Down Payment to Fund Ordinances	69,875
Balance December 31, 2007	\$281,576

**SCHEDULE OF RESERVE FOR AMORTIZATION
FOR THE YEAR ENDED DECEMBER 31, 2007**

Balance December 31, 2006	\$32,957,055
Increased by:	
Capital Outlay:	
Paid by Operating Budget	\$141,234
Transferred from Deferred Reserve for Amortization	4,747
Bonds Redeemed	1,234,815
	1,380,796
Balance December 31, 2007	\$34,337,851

**SCHEDULE OF DEFERRED RESERVE FOR AMORTIZATION
FOR THE YEAR ENDED DECEMBER 31, 2007**

Balance December 31, 2006	\$53,867
Increased by:	
Down Payment on Ordinances from Capital Improvement Fund	69,875
Subtotal	123,742
Decreased by:	
Transfer to Reserve for Amortization	4,747
Balance December 31, 2007	\$118,995

**TOWNSHIP OF MOORESTOWN
WATER-SEWER UTILITY CAPITAL FUND
SCHEDULE OF BOND ANTICIPATION NOTES
FOR THE YEAR ENDED DECEMBER 31, 2007**

ORDINANCE NUMBER	IMPROVEMENT DESCRIPTION	ORIGINAL AMOUNT ISSUED	ORIGINAL DATE OF ISSUE	DATE OF MATURITY	INTEREST RATE	BALANCE DECEMBER 31, 2006	INCREASED	DECREASED	BALANCE DECEMBER 31, 2007
39-2005/ 19-2006	Reconstruction to Stanwick Road	194,500	9/6/07	9/5/08	4.25%		194,500		194,500
11-2006	DPW Vehicles & Mobile Stage	128,250	9/6/07	9/5/08	4.25%		128,250		128,250
13-2007	Painting N. Church Water Tank	617,500	9/6/07	9/5/08	4.25%		617,500		617,500
27-2007	Replace Central Avenue Sewer Trunk Line	610,375	9/6/07	9/5/08	4.25%		610,375		610,375
Total							1,550,625		1,550,625

**TOWNSHIP OF MOORESTOWN
WATER-SEWER UTILITY CAPITAL FUND
SCHEDULE OF SERIAL BONDS PAYABLE
FOR THE YEAR ENDED DECEMBER 31, 2007**

PURPOSE	DATE OF ISSUE	ORIGINAL ISSUE	MATURITIES OF BONDS OUTSTANDING		INTEREST RATE	BALANCE DECEMBER 31, 2006	BONDS ISSUED	DECREASED BY		BALANCE DECEMBER 31, 2007
			DECEMBER 31, 2007	AMOUNT				BONDS REDEEMED	BONDS DEFEASSED	
Refunding Bonds 1998	09/01/98	\$9,558,600	09/01/08	\$962,085	4.35%	\$5,825,130		1,057,815		4,767,315
			09/01/09	952,515	4.40%					
			09/01/10	938,155	4.40%					
			09/01/11	923,795	4.50%					
			09/01/12	915,765	4.50%					
			09/01/13	75,000	4.70%					
General Obligation Refunding Bonds Series of 2003	4/30/2003	1,228,400	5/1/08	110,000	2.300%	985,000		110,000		875,000
			5/1/09	110,000	3.000%					
			5/1/10	110,000	3.000%					
			5/1/11	110,000	3.200%					
			5/1/12	115,000	3.350%					
			5/1/13	115,000	3.500%					
			5/1/14	70,000	4.000%					
			5/1/15	70,000	4.000%					
			5/1/16	65,000	4.000%					
							1,513,000		67,000	
General Obligation Bonds Series 2007										
Total							\$8,323,130	1,234,815		7,088,315

**TOWNSHIP OF MOORESTOWN
WATER-SEWER UTILITY CAPITAL FUND
SCHEDULE OF FUND BALANCE
FOR THE YEAR ENDED DECEMBER 31, 2007**

Balance December 31, 2006	\$233,003
Increased by:	
Premiums Received at Note Sale	<u>7,133</u>
Subtotal	240,136
Decreased by:	
Anticipated Surplus - Operating Fund	<u>30,000</u>
Balance December 31, 2007	<u><u>\$210,136</u></u>

**TOWNSHIP OF MOORESTOWN
WATER-SEWER UTILITY CAPITAL FUND
SCHEDULE OF BONDS AND NOTES AUTHORIZED BUT NOT ISSUED
FOR THE YEAR ENDED DECEMBER 31, 2007**

ORDINANCE NUMBER	IMPROVEMENT DESCRIPTION	BALANCE DECEMBER 31, 2006	INCREASED	NOTES ISSUED	AUTHORIZATION RAISED/ CANCELED	BALANCE DECEMBER 31, 2007
21-2005/16-2006	Reconstruction of East Wilson Avenue	\$58,805				58,805
39-2005/19-2006	Reconstruction to Starwick Road	194,500		194,500		
11-2006	Department of Public Works & Mobile Stage	128,250		128,250		
13-2007	Painting of North Church Street Water Tank		617,500	617,500		
27-2007	Replacement of Central Avenue Sewer Trunk Line		610,375	610,375		
29-2007	Purchase of Department of Public Works Equipment		99,750			99,750
		\$381,555	1,327,625	1,550,625	-	158,555

PUBLIC ASSISTANCE FUND

**TOWNSHIP OF MOORESTOWN
PUBLIC ASSISTANCE FUND
SCHEDULE OF PUBLIC ASSISTANCE CASH AND RECONCILIATION
FOR THE YEAR ENDED DECEMBER 31, 2007**

Balance December 31, 2006		\$1,332
Decreased by:		
Disbursements to Current Fund	\$750	
Disbursements to State of New Jersey	582	1,332
Balance December 31, 2007		<u>\$ -</u>

PAYROLL FUND

TOWNSHIP OF MOORESTOWN
 PAYROLL FUND
 SCHEDULE OF PAYROLL FUND CASH
 FOR THE YEAR ENDED DECEMBER 31, 2007

Balance December 31, 2006		\$86,928
Increased by Receipts:		
Net Payroll & Payroll Deductions	\$11,602,268	
Due Current Fund - Interest Earnings	13,802	11,616,070
		<hr/>
Subtotal		11,702,998
Decreased by Disbursements:		
Net Payroll & Payroll Deductions	11,621,213	
Due Current Fund - Interest Earnings	10,843	11,632,056
		<hr/>
Balance December 31, 2007		<u><u>\$70,942</u></u>

GENERAL FIXED ASSETS

TOWNSHIP OF MOORESTOWN
GENERAL FIXED ASSETS ACCOUNT GROUP
SCHEDULE OF INVESTMENT IN FIXED ASSETS
DECEMBER 31, 2007 AND 2006

	BALANCE DECEMBER 31, 2006	NET ADDITIONS	DELETIONS	BALANCE DECEMBER 31, 2007
Land & Buildings	\$35,115,337			35,115,337
Equipment & Vehicles	8,080,639	839,115	248,290	8,671,464
	<hr/>			
Total	\$43,195,976	839,115	248,290	43,786,801
	<hr/> <hr/>			

SINGLE AUDIT SECTION

The Township of Moorestown does not meet the requirements for a Federal single audit for the year ending December 31, 2007. Schedule A - Schedule of Expenditures of State Financial Assistance and a summary schedule of prior audit findings are provided herein.



Certified Public Accountants & Consultants

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

The Honorable Mayor and Members
of the Township Council
Township of Moorestown
County of Burlington
Moorestown, New Jersey 08057

We have audited the financial statements of the Township of Moorestown, County of Burlington, State of New Jersey, as of and for the fiscal year ended December 31, 2007, and have issued our report thereon dated June 6, 2008. Our report disclosed that, as described in Note 1 to the financial statements, the Township prepares its financial statements on a basis of accounting prescribed by the Division of Local Government Service, Department of Community Affairs, State of New Jersey, that demonstrates compliance with a modified accrual basis and the budget laws of the State of New Jersey, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. We conducted our audit in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, and audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey.

Internal Control Over Financial Reporting

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

A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the Township'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 Township's financial statements that is more than inconsequential will not be prevented or detected by the Township's internal control.

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

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Township of Moorestown's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey.

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

Respectfully submitted,

HOLMAN & FRENIA, P.C.



Michael Holt
Registered Municipal Accountant
CR 473

Medford, New Jersey
June 6, 2008



Certified Public Accountants & Consultants

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

Honorable Mayor and Members of Township Council Township of Moorestown County of Moorestown Moorestown, New Jersey 08057

Compliance

We have audited the compliance of the Township of Moorestown, in the County of Burlington, State of New Jersey, with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement and the New Jersey Grants Compliance Supplement that are applicable to each of its major state programs for the fiscal year ended December 31, 2007. The Township of Moorestown'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 Township's management. Our responsibility is to express an opinion on the Township of Moorestown'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; the audit requirements as prescribed by the Division of Finance, Department of Education, State of New Jersey; OMB Circular A-133 Audits of States, Local Governments and Non-Profit Organizations; and New Jersey OMB's Circular 04-04, Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid. Those standards, OMB Circular A-133 and New Jersey OMB's Circular 04-04, require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major state program occurred. An audit includes examining, on a test basis, evidence about the Township'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 Township of Moorestown's compliance with those requirements.

In our opinion, the Township of Moorestown, County of Burlington, State of New Jersey, 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 Township of Moorestown is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants

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applicable to state programs. In planning and performing our audit, we considered the Township'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 and to test and report on the internal control over compliance in accordance with OMB Circular A-133 and OMB Circular 04-04.

A control deficiency in a municipality'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 Township's ability to administer a state program such that there is more than a remote likelihood that a noncompliance with a type of compliance requirement of a state program that is more than inconsequential will not be prevented or detected by the Township's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material noncompliance with a type of compliance requirement of a state program will not be prevented or detected by the Township'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 the 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 for the information and use of the management, Council members, others within the organization, the Division of Local Government Services, and other state and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Respectfully submitted,

HOLMAN & FRENIA, P.C.

A handwritten signature in black ink that reads "MIKE HOLT". The signature is written in a cursive, slightly slanted style.

Michael Holt
Registered Municipal Accountant
CR 473

Medford, New Jersey
June 6, 2008

TOWNSHIP OF MOORESTOWN
 SCHEDULE OF STATE FINANCIAL ASSISTANCE
 FOR YEAR ENDED DECEMBER 31, 2007

STATE FUNDING DEPARTMENT	STATE PROGRAM	STATE GRANT AWARD NUMBER	GRANT PERIOD	PROGRAM OR AWARD AMOUNT	RECEIPTS	EXPENDED
Department of Environmental Protection & Energy	Clean Communities Grant	4900-765-42-4900-4-VCMB-6020	1/1/07 to 12/31/07	\$24,273	24,273	24,273
	Recycling Tonnage Grant	N/A	Indefinite	22,324	22,324	1,219
	Buffer Zone Protection Grant	N/A	1/1/06 to 12/31/07	49,997	49,984	
	Smart Growth Planning Program	N/A	1/1/06 to 12/31/07	7,500		
	NJDEP Environmental Services Program	N/A	1/1/06 to 12/31/07	2,500	2,500	
Department of Transportation	2007 Municipal Road Program	N/A	1/1/07 to 12/31/07	150,000	150,000	150,000
Department of Law & Public Safety	Drunk Driving Enforcement Grant	6400-100-078-6400-YYYY	Indefinite	20,267		285
	Safe & Secure Communities Act Program	1200-100-066-1200-537-YEMR-6120	1/1/07 to 12/31/07	60,000	60,000	60,000
	Click It or Ticket	N/A	1/1/07 to 12/31/07	3,763	3,763	3,763
	Buckle Up South Jersey	N/A	1/1/07 to 12/31/07	1,854	1,854	
	Alcohol Education & Enforcement	N/A	1/1/07 to 12/31/07	825	825	
	Emergency Management Grant	N/A	1/1/07 to 12/31/07	5,000	5,000	5,000
County of Burlington Department of Human Services	Municipal Drug Alliance Grant	N/A	1/1/07 to 12/31/07	18,000	9,365	17,121
Administrative Office of the Courts	Body Armor Replacement Fund	1020-718-066-1020-001-YCJS-6120	Indefinite	3,663	3,663	2,351
Department of Community Affairs	Green Acres Program	4800-727-042-4800-002-V22G-6120	Indefinite	3,500,000	300,000	300,000
Total State Assistance					\$633,551	564,012

TOWNSHIP OF MOORESTOWN

**NOTES TO SCHEDULE OF STATE FINANCIAL ASSISTANCE
FOR THE YEAR ENDED DECEMBER 31, 2007**

Note 1. General

The accompanying schedules of financial assistance present the activity of all state financial assistance programs of the Township of Moorestown. The Township is defined in Note 1 to the Township's financial statements. All state financial assistance received directly from state agencies, as well as state financial assistance passed through other government agencies is included on the schedule of state financial assistance.

Note 2. Basis of Accounting

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

Note 3. Relationship to Financial Statements – Statutory Basis

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

	State
State & Federal Grant Fund	\$114,012
Trust Other Fund	300,000
Capital Fund	<u>150,000</u>
Total Financial Assistance	<u>\$564,012</u>

Note 4. Relationship to State Financial Report

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

Note 5. Major Programs

Major programs are identified in the Schedule of Findings and Questioned Costs section.

**TOWNSHIP OF MOORESTOWN
SCHEDULE OF FINDINGS & QUESTIONED COSTS
For The Year Ended December 31, 2007**

Section I – Summary of Auditor’s Results

Financial Statements

Type of auditor’s report issued:	<u>Unqualified</u>
Internal control over financial reporting:	
1) Material weakness(es) identified?	No
2) Reportable condition(s) identified that are not considered to be material weaknesses?	None Reported
Noncompliance material to general-purpose financial Statements noted?	No

State Awards

Internal Control over major programs:	
1) Material weakness(es) identified?	No
2) Reportable condition(s) identified that are not considered To be material weaknesses?	None Reported
Type of auditor’s report issued on compliance for major programs	<u>Unqualified</u>
Any audit findings disclosed that are required to be reported in accordance With NJ OMB Circular Letter 04-04?	No

Identification of major programs:

GMIS Number(s)	Name of State Program
0322-00-095	Green Acres Program
9999-99-999	Department of Transportation

Dollar threshold used to distinguish between type A and type B programs:	\$300,000
Auditee qualified as low-risk auditee?	No

TOWNSHIP OF MOORESTOWN
SCHEDULE OF FINDINGS & QUESTIONED COSTS
For The Year Ended December 31, 2007

Section II – Financial Statement Findings

This section identifies the significant deficiencies, material weaknesses and instances of noncompliance related to the basic financial statements that are required to be reported in accordance with Chapter 5.18 through 5.20 of *Government Auditing Standards*.

No Current Year Findings

Section III – Federal Financial Assistance Finding & Questioned Costs

This section identifies audit findings required to be reported by section .510(a) of Circular A-133 and New Jersey OMB's Circular Letter 04-04.

No Current Year Findings

**TOWNSHIP OF MOORESTOWN
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
AND QUESTIONED COSTS AS PREPARED BY MANAGEMENT
For The Year Ended December 31, 2007**

This section identifies the status of prior-year findings related to the general-purpose financial statements and federal and state awards that are required to be reported in accordance with Chapter 6.12 of Government Auditing Standards, U.S. OMB Circular A-133 (section .315 (a)(b)) and New Jersey OMB's Circular Letter 04-04.

No Prior Year Findings

SUPPLEMENTARY DATA

**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 .84%

	GROSS DEBT	DEDUCTIONS	NET DEBT
Local School District Debt	\$61,616,000	61,616,000	
Water-Sewer Utility Debt	8,797,495	8,797,495	
General Debt	36,570,327	2,852,575	33,717,752
	<hr/>		
Total	\$106,983,822	73,266,070	33,717,752
	<hr/> <hr/>		

Net Debt, \$33,717,752 divided by Equalized Valuation Basis per N.J.S.A.40A:2-2, as amended, \$4,030,602,261 equals .84%.

Equalized Valuation Basis:

2007	\$4,395,232,273
2006	4,042,735,337
2005	3,653,839,173
	<hr/>
Average	\$4,030,602,261
	<hr/> <hr/>

Borrowing Power Under 40A:2-6:

3 1/2% of Equalized Valuation Bases (Municipal)	\$141,071,079
Net Debt	33,717,752
	<hr/>
Remaining Borrowing Power	\$107,353,327
	<hr/> <hr/>

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

Fund Balance Utilized	\$781,182	
Cash Receipts From Fees, Rents & Other Charges	7,477,661	\$8,258,843
	<hr/>	
Deductions:		
Operating & Maintenance Costs	5,881,366	
Debt Service	1,585,221	7,466,587
	<hr/>	
Excess Revenue - Self Liquidating		\$792,256
		<hr/> <hr/>

**Comparative Statement of Operations and
Change in Fund Balance - Current Fund**

CURRENT FUND	YEAR 2007		YEAR 2006	
	AMOUNT	PERCENT	AMOUNT	PERCENT
Fund Balance Utilized	\$5,004,951	5.03%	4,849,610	5.00%
Miscellaneous - From Other Than				
Local Property Tax Levies	6,171,309	6.20%	6,654,340	6.86%
Collection of Delinquent Taxes &				
Tax Title Liens	590,428	0.59%	626,345	0.65%
Collection of Current Tax Levy	86,818,969	87.18%	83,866,874	86.48%
Other Credits to Income:				
Unexpended Balance of				
Appropriation Reserves	895,683	0.90%	734,184	0.76%
Interfund Loans Returned	51,908	0.05%	374	0.00%
Other Credits to Income	49,106	0.05%	248,737	0.26%
Total Income	99,582,354	100.00%	96,980,464	100.00%
Expenditures				
Budget Expenditures -				
Municipal Purposes	21,198,995	22.36%	21,389,488	23.16%
Special District Taxes	1,982,731	2.09%	1,959,331	2.12%
County Taxes	15,963,842	16.84%	15,312,111	16.58%
Local School Taxes	54,082,940	57.03%	52,390,593	56.74%
Municipal Open Space	1,171,594	1.24%	1,171,902	1.27%
Other Debits to Income:				
Interfunds Created	628	0.00%	54,607	0.06%
Other Expenditures	424,114	0.45%	61,218	0.07%
Total Expenditures	94,824,844	100.00%	92,339,250	100.00%
Excess to Fund Balance	4,757,510		4,641,214	
Fund Balance January 1	5,711,388		5,336,584	
Adjustments to Income Before Fund				
Balance Expenditures Included Above				
Which are by Statute Deferred				
Charges to Succeeding Years Budgets			583,200	
Total	10,468,898		10,560,998	
Less: Fund Balance Utilized as				
Revenue	5,004,951		4,849,610	
Fund Balance December 31	\$5,463,947		\$5,711,388	

**Comparative Statement of Operations and
Change in Fund Balance - Water & Sewer Utility**

WATER & SEWER UTILITY OPERATING FUND	YEAR 2007		YEAR 2006	
	AMOUNT	PERCENT	AMOUNT	PERCENT
Fund Balance Utilized	\$781,182	8.29%	1,090,678	12.60%
Collection of Water Rents	6,389,062	67.83%	6,245,009	72.17%
Miscellaneous:				
Other Than Water Rents	1,077,563	11.44%	985,095	11.38%
Unexpended Balance of Appropriation Reserves	1,171,976	12.44%	332,987	3.85%
Total Income	9,419,783	100.00%	8,653,769	100.00%
Expenditures				
Budget Expenditures:				
Operating	6,159,717	75.10%	5,583,515	70.71%
Capital Improvement Fund	262,500	3.20%	256,000	3.24%
Debt Service	1,585,221	19.33%	1,810,319	22.92%
Deferred Charges & Statutory Expenditures	194,865	2.38%	243,190	3.08%
Refund of Prior Year Revenue	33	0.00%	3,877	0.05%
Total Expenditures	8,202,336	100.00%	7,896,901	100.00%
Excess to Fund Balance	1,217,447		756,868	
Fund Balance January 1	1,542,098		1,875,908	
Adjustments to Income Before Fund Balance Expenditures Included Above Which are by Statute Deferred Charges to Succeeding Years Budgets	622,000			
Total	3,381,545		2,632,776	
Less: Fund Balance Utilized as Revenue	781,182		1,090,678	
Fund Balance December 31	\$2,600,363		1,542,098	

**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.

YEAR	TAX LEVY	CURRENTLY	
		CASH COLLECTIONS	PERCENTAGE OF COLLECTION
2007	\$87,494,895	86,818,969	99.23%
2006	84,542,543	83,866,874	99.20%
2005	80,032,281	79,191,154	98.95%

Comparison of Tax Rate Information

	2007 (1)	2006 (1)	2005 (1)
Total Tax Rate	<u>\$4.379</u>	<u>\$4.227</u>	<u>\$4.020</u>
Apportionment of Tax Rate:			
Municipal	0.590	0.564	0.548
County	0.821	0.786	0.734
Local School	2.908	2.817	2.678
Municipal Open Space	0.060	0.060	0.060

(1) Does Not Include Fire District Tax

Net Valuation Taxable:

2007	<u>\$1,941,169,706</u>		
2006		<u>\$1,931,049,730</u>	
2005			<u>\$1,918,047,214</u>

Delinquent Taxes and Tax Title Liens

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

YEAR ENDED DECEMBER 31	AMOUNT OF TAX TITLE LIENS	AMOUNT OF DELINQUENT TAXES	TOTAL DELINQUENT	PERCENTAGE OF TAX LEVY
2007	\$662,207	602,488	1,264,695	1.45%
2006	617,323	629,509	1,246,832	1.47%
2005	582,820	633,873	1,216,693	1.52%

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	\$101,300
2006	101,300
2005	101,300

Comparison of Water Utility Levies

YEAR	LEVY
2007	\$6,731,242
2006	6,272,963
2005	7,201,461

**Schedule of Annual Debt Service for Principal and Interest
For the Next Five Years For Bonded Debt Issued and Outstanding**

YEAR	GENERAL CAPITAL	WATER AND SEWER UTILITY	TRUST ASSESSMENT
2008	3,258,604	1,450,302	6,132
2009	3,010,741	1,394,565	5,974
2010	2,914,976	1,335,468	5,811
2011	2,898,552	1,275,741	5,642
2012	2,881,317	1,227,629	5,467

Comparative Schedule of Fund Balance

CURRENT FUND:

YEAR	DECEMBER 31,	UTILIZED IN BUDGET OF SUCCEEDING YEAR
2007	\$5,463,947	4,760,658
2006	5,711,388	5,004,951
2005	5,336,584	4,849,610
2004	4,986,358	4,737,000
2003	5,442,123	5,170,017

WATER-SEWER OPERATING FUND:

YEAR	DECEMBER 31,	UTILIZED IN BUDGET OF SUCCEEDING YEAR
2007	\$2,600,363	1,992,049
2006	1,542,098	781,182
2005	1,875,908	1,090,678
2004	2,085,111	1,585,000
2003	2,151,273	1,776,744

OFFICIALS IN OFFICE AND SURETY BONDS

The following officials were in office at December 31, 2007:

NAME	POSITION	AMOUNT OF BOND
Kevin E. Aberant	Mayor	
Ann Bernice Segal	Acting Mayor	
Seth Broder	Councilman	
Jonathan Eron	Councilman	
Daniel Roccato	Councilman	
John T. Terry	Township Manager	
Patricia L. Hunt	Township Clerk	
Thomas J. Merchel	Director of Finance Deputy Manager	\$ 250,000
Dorothy A. Samartino	Tax Collector, Tax Search Officer and Collector of Water & Sewer Rents	\$ 275,000
David Serlin, Esq.	Solicitor	
Phillip Iapalucci, Esq.	Acting Judge of the Municipal Court	\$ 78,000
Helena E. Robinson	Municipal Court Administrator	\$ 78,000
Steven Holmes	Construction Code Official	
Environmental Resolutions Inc.	Engineer	
Dennis DeKlerk	Tax Assessor	

A Honesty Blanket Bond included in a special multi-peril policy of the Township bonds all Township employees except Township Council for a total of \$1,000,000.

**TOWNSHIP OF MOORESTOWN
COUNTY OF BURLINGTON**

PART II

**COMMENTS AND RECOMMENDATIONS
FOR THE YEAR ENDED DECEMBER 31, 2007**



Certified Public Accountants & Consultants

The Honorable Mayor and Members of the
Township Council
Township of Moorestown
Moorestown, New Jersey 08057

We have audited the financial statements – statutory basis of the Township of Moorestown in the County of Burlington for the year ended December 31, 2007.

Scope of Audit

The audit covered the financial transactions of the Treasurer, Tax Collector, and Water-Sewer Utility Collector, the activities of the Mayor and Council and the records of the various outside departments.

Cash on hand was counted and cash balances were reconciled with independent certifications obtained directly from the depositories.

The accrued and realized revenues for the various Township Departments as shown on the Statements of Revenue and Revenue Accounts Receivable are presented as recorded in the Township records.

In accordance with requirements prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, the following are the *General Comments* and *Recommendations* for the year then ended.

GENERAL COMMENTS

Contracts and Agreements Required to be advertised by (N.J.S.A.40A:11-4)

N.J.S.A.40A:11-4 - Every contract or agreement, for the performance of any work or furnishing or hiring of any materials or supplies, the cost or the contract price whereof is to be paid with or out of public funds not included within the terms of Section 3 of this act, shall be made or awarded only by the governing body of the contracting unit after public advertising for bids and bidding therefore, except as is provided otherwise in this act or specifically by any other Law. No work, materials or supplies shall be undertaken, acquired or furnished for a sum exceeding in the aggregate \$21,000 except by contract or agreement.

It is pointed out that the governing body of the municipality has the responsibility of determining whether the expenditures in any category will exceed the statutory minimum 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 advertising for the following items:

MEDFORD OFFICE

618 Stokes Road • Medford, New Jersey 08055
Tel: 609.953.0612 • Fax: 609.953.8443

www.holmanfrenia.com

TOMS RIVER OFFICE

10 Allen Street, Suite 2B • Toms River, NJ 08753
Tel: 732.797.1333 • Fax: 732.797.1022

Contracts and Agreements Required to be advertised by (N.J.S.A.40A:11-4) (continued):

Tree Maintenance Services, Main Street Overlay Project Phase II, Road Improvements for 2006 , Stanwick Road and Grand Avenue, Purchase of 2 Chevy Tahoe, Purchase of Boom Truck, Purchase of a Ford Truck, Contract Repairs for Well #6, Construction of Westfield Road Bikepath.

A test was conducted to determine that expenditures greater than \$3,150 obtained solicitation of quotes. No exceptions were noted.

The minutes indicate that resolutions were adopted authorizing the awarding of contracts or agreements for "Professional Services," per *N.J.S.A.40A:11-5*.

Purchases were made through the State Division of Purchases and Property and were approved by resolution of the Township Council.

Inasmuch as the system of records did not provide for an accumulation of payments for categories for the performance of any work or the furnishing 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.

The compliance review of expenditures did not reveal any individual payments or contracts in excess of the statutory limit "for the performance of any work, or the furnishing of any materials, supplies or labor, or the hiring of teams or vehicles," 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*.

Contracts and Agreements Requiring Solicitation of Quotations

The examination of expenditures did not reveal any individual payments, contracts or agreements in excess of \$3,150 thereafter "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 provision of (*N.J.S.A.40A:11-6.1*).

Collection of Interest on Delinquent Taxes and Assessments

N.J.S.54:4-67, as amended, 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:

"BE IT RESOLVED that the rate of interest to be charged for the nonpayment of taxes and water/sewer rents on the date when they become delinquent is hereby fixed as eight (8%) percent per annum of the first One Thousand Five Hundred Dollars (\$1,500.00) of the delinquency, and eighteen (18%) percent per annum on any amount in excess of One Thousand Five Hundred Dollars (\$1,500.00). The same to be calculated from the date of actual payment; provided, however, that no interest be charged if payment is made with ten (10) days after the date upon which same became payable."

Collection of Interest on Delinquent Taxes and Assessments (continued):

The Township also charges an additional 6% penalty on delinquencies in excess of \$10,000 at the end of the calendar year.

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

Delinquent Taxes and Tax Title Liens

The delinquent taxes at December 31, 2007 included real estate taxes for 2007 and 2006.

The outstanding 2006 real estate taxes were for properties that had filed for bankruptcy thus barring tax sale procedure.

The last tax sale was held on October 11, 2007 and was complete.

Inspection of 2007 tax sale certificates on file revealed that all tax sale certificates were available for audit.

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	15
2006	15
2005	16

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

Deductions From Taxes

The audit of senior citizen and veteran deductions on a test basis revealed that deductions appear reasonable.

Examination of Bills

A test check of paid bills was made and each bill, upon proper approval, was considered as a separate and individual contract unless the records disclosed it to be a part payment or estimate.

Payroll Fund

The examination of the payroll fund included testing the detail computation of various deductions or other credits from the payroll of the Township employees. Also the examination ascertained that the accumulated withholdings were disbursed to the proper agencies and state and federal agency reports were filed correctly and timely.

Municipal Court

A separate report for the Municipal Court transactions was filed in accordance with the requirements of the Local Finance Board.

As part of the test of the municipal court records, no attempt was made to differentiate between fines due the Township, County, or State, or to pass upon the authenticity of the preparation and procedures for complaints issued.

A test sample was selected of five (5) traffic and criminal cases processed through the system. The purpose of the test was to determine that traffic fines were levied in accordance with State Statutes, that payments were deposited intact and on a timely basis, that dispositions were entered in traffic and criminal dockets, closure procedures for delinquent traffic tickets were enforced and that proper procedures were in effect for defendants paying on a the partial payment system. This test disclosed no discrepancies regarding fines being properly levied, entering of dispositions and closure procedures.

The computer software does not allow for a posting distribution in the cash receipts journal when a transaction involves both a check and cash payment being made by the defendant. The computer system requires this particular type of transaction be posted as either entirely cash or check. As a result of this limitation no test can be conducted to determine if the receipt detail batch totals from the journal agree with the detail of cash and checks deposited for that particular day.

A review of the partial payment system indicated that collection procedures are being enforced to collect delinquent balances.

The following was noted:

***Finding 2007-01:**

The Bail Account was not accurately reconciled as there exists \$299 of unknown bail at year-end.

Recommendation:

That the Bail Account be reconciled accurately on a monthly basis as to the allocation of money being held at year-end.

Tax Collector's Annual Report

N.J.S.54:4-91 requires that on or before May 1st of each year, the Tax Collector shall file with the Treasurer and the governing body a statement of receipts during the preceding year as well as added assessments, taxes canceled and taxes unpaid as of December 31, all for the preceding tax year. This report was filed in 2007 with the governing body.

Construction Code Office

- (1) **Indirect Costs** – Indirect costs are not allocated to the Construction Code Budget Appropriation.
- (2) **Annual Report** – An annual report of revenue, expenditures and a recommendation for any fee increase or decrease was filed with the governing body by February 10, 2006.
- (3) **Construction Code Costs** – A test was conducted to determine that all revenues collected for construction code fees are applied to pay for municipal costs of enforcing the Uniform Construction Code [N.J.A.C.5:23.17(c)2]. No exceptions were discovered as a result of the test that would indicate that construction code revenues were not being applied to pay for costs related to enforcement of the Uniform Construction Code.
- (4) **Construction Code Permits** – A test of the fees charged for construction code permits disclosed no exceptions regarding charges being levied in accordance with the Township Ordinances in effect.

Prior Year Findings

In accordance with Government Auditing Standards, our procedures included a review of all prior year findings. Corrective action was taken on all prior year findings except with the one marked with an asterisk (*).

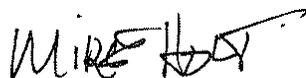
Acknowledgment

We express our appreciation for the assistance and courtesies extended to the members of the audit team. 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 you have any questions concerning our comments or recommendations, or should you desire any assistance in implementing our recommendations, please call me.

Respectfully submitted,

HOLMAN & FRENIA, P.C.



Michael Holt
Registered Municipal Accountant
No. CR473

Medford, New Jersey
June 6, 2008

