Report of Audit

on the

Financial Statements

of the

Township of Ocean

in the

County of Monmouth
New Jersey

for the

Year Ended
December 31, 2008

TOWNSHIP OF OCEAN

INDEX

	PAGES
PART I	
Independent Auditor's Report	1-2

	EXHIBITS
Financial Statements - Statutory Basis	
Current Fund:	
Balance Sheets - Statutory Basis	"A"
Statements of Operations and Change in Fund Balance - Statutory Basis for the Years Ended December 31, 2008 and 2007	"A-1"
Statement of Revenues - Statutory Basis for the Year Ended December 31, 2008	"A-2"
Statement of Expenditures - Statutory Basis – Year Ended December 31, 2008	"A-3"
Trust Fund:	
Balance Sheets - Statutory Basis	"B"
Statement of Fund Balance – Statutory Basis	"B-1"
General Capital Fund:	
Balance Sheets - Statutory Basis	"C"
Statement of Fund Balance - Statutory Basis	"C-1"
Public Assistance Fund	
Balance Sheets - Statutory Basis	"D"
General Fixed Assets Account Group	
Balance Sheet - Statutory Basis	"E"

	PAGES
Notes to Financial Statements	3-18

TOWNSHIP OF OCEAN

I N D E X (CONTINUED)

Supplementary Schedules - All Funds

Current Fund:	EXHIBITS
Schedule of Cash-Treasurer	"A-4"
Schedule of Cash-Collector	"A-5"
Schedule of Change Fund	"A-6"
Schedule of Petty Cash	"A-7"
Schedule of Due to State of New Jersey for Senior Citizens and Veterans Deductions	"A-8"
Schedule of Taxes Receivable and Analysis of Property Tax Levy	"A-9"
Schedule of Tax Title Liens	"A-10"
Schedule of Property Acquired for Taxes (At Assessed Valuation)	"A-11"
Schedule of Revenue Accounts Receivable	"A-12"
Schedule of New Jersey Sale and Use Tax Payable	"A-13"
Schedule of 2007 Appropriation Reserves	"A-14"
Schedule of Reserve for Encumbrances	"A-15"
Schedule of Accounts Payable	"A-16"
Schedule of Contracts Payable	"A-17"
Schedule of Prepaid Fees and Licenses	"A-18"
Schedule of Prepaid Taxes	"A-19"
Schedule of Tax Overpayments	"A-20"
Schedule of Reserve for Library Expenditures	"A-21"
Schedule of Reserve for Garden State Trust Fund	"A-22"
Schedule of Reserve for Revaluation	"A-23"
Schedule of Tax Appeals	"A-24"
Schedule of Reserve for Sale of Municipal Assets	"A-25"
Schedule of Reserve for Due State of New Jersey	"A-26"
Schedule of Local District School Tax	"A-27"
Schedule of County Taxes Payable	"A-28"
Schedule of Due County for Added Taxes	"A-29"
Schedule of Fire District Taxes Payable	"A-30"
Schedule of Interfunds	"A-31"
Schedule of Grants Receivable	"A-32"
Schedule of Reserve for Grants-Appropriated	"A-33"
Schedule of Reserve for Grants-Unappropriated	"A-34"

TOWNSHIP OF OCEAN

I N D E X (CONTINUED)

	EXHIBITS
Trust Fund:	
Schedule of Trust Cash-Treasurer	"B-2"
Schedule of Trust Cash-Collector	"B-3"
Analysis of Assessment Cash	"B-4"
Schedule of Assessments Receivable	"B-5"
Schedule of Bond Anticipation Notes	"B-6"
Schedule of Prepaid Animal Licenses	"B-7"
Schedule of Animal License Fees Due State of New Jersey	"B-8"
Schedule of Reserve for Animal Control Fund Expenditures	"B-9"
Schedule of Reserve for Encumbrances	"B-10"
Schedule of Reserve for State Unemployment Insurance	"B-11"
Schedule of Reserve for Payroll Deductions Payable	"B-12"
Schedule of Reserve for Miscellaneous Deposits and Reserves	"B-13"
Schedule of Due Current Fund	"B-14"
Schedule of Due General Capital Fund	"B-15"
General Capital Fund:	
Schedule of General Capital Cash	"C-2"
Analysis of General Capital Cash and Investments	"C-3"
Schedule of Due Current Fund	"C-4"
Schedule of Deferred Charges to Future Taxation-Funded	"C-5"
Schedule of Deferred Charges to Future Taxation-Unfunded	"C-6"
Schedule of Capital Improvement Fund	"C-7"
Schedule of Improvement Authorizations	"C-8"
Schedule of Grants Receivable	"C-9"
Schedule of General Serial Bonds	"C-10"
Schedule of Bond Anticipation Notes	"C-11"
Schedule of Green Acres Loan Payable	"C-12"
Schedule of Contracts Payable	"C-13"
Schedule of Various Reserves	"C-14"
Schedule of Due Assessment Trust Fund	"C-15"
Schedule of Bonds and Notes Authorized But Not Issued	"C-16"
Public Assistance Trust Fund:	
Schedule of Public Assistance Cash-Treasurer	"D-1"
Schedule of Public Assistance Cash and Reconciliation Per N.J.S.A.40A:5-5	"D-2"
Schedule of Public Assistance Cash and Reconciliation for the Year Ended December 31, 2008	"D-3"

TOWNSHIP OF OCEAN

I N D E X (CONTINUED)

	PAGES
PART II	
Independent Auditor's 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	19-20
Independent Auditor's Report on Compliance with Requirements Applicable to Major State Financial Assistance Programs and Internal Control Over Compliance in Accordance with U.S. OMB Circular 04-04	21-22
Schedule of Expenditures of Federal Awards Year Ended December 31, 2008	23
Schedule of Expenditures of State Financial Assistance Year Ended December 31, 2008	24
Notes to the Schedules of Expenditures of Federal Awards and State Financial Assistance Year Ended December 31, 2008	25-26
Schedule of Findings and Questioned Costs for the Year Ended December 31, 2008	27-28
PART III	
Statistical Data	29-31
Officials in Office and Surety Bonds	32
Comments and Recommendations	33-37

TOWNSHIP OF OCEAN

PART I

INDEPENDENT AUDITOR'S REPORT ON AUDIT OF FINANCIAL STATEMENTS AND SUPPLEMENTARY SCHEDULES AND DATA

FINANCIAL STATEMENTS – STATUTORY BASIS – ALL FUNDS

NOTES TO FINANCIAL STATEMENTS – STATUTORY BASIS

SUPPLEMENTARY SCHEDULES – ALL FUNDS

YEAR ENDED DECEMBER 31, 2008

SUPLEE, CLOONEY & COMPANY
CERTIFIED PUBLIC ACCOUNTANTS
308 East Broad Street, Westfield, New Jersey 07090-2122
Westfield 908-789-9300 Somerville 908-725-6688
Fax 908-789-8535

INDEPENDENT AUDITOR'S REPORT

The Honorable Mayor and Members
of the Township Committee
Township of Ocean
County of Monmouth
Oakhurst, New Jersey 07755-1589

We have audited the accompanying financial statements - statutory basis of the various individual funds and the account group of the Township of Ocean, County of Monmouth, New Jersey as of and for the years ended December 31, 2008 and 2007, and for the year ended December 31, 2008, as listed as financial statements - statutory basis in the foregoing table of contents. These financial statements - statutory basis are the responsibility of the management of the Township of Ocean, County of Monmouth. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audit in accordance with U.S. generally accepted auditing standards and the standards applicable to financial statements contained in Government Auditing Standards issued by the Comptroller General of the United States, and the audit requirements prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey. Those standards and provisions 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 Township of Ocean, County of Monmouth, prepares its financial statements on a prescribed basis of accounting prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, that demonstrates compliance with the modified accrual basis, with certain exceptions, and the budget laws of New Jersey, which is a comprehensive basis of accounting other than U.S. generally accepted accounting principles.

In our opinion, because the Township of Ocean prepares its financial statements on the basis of accounting discussed in the preceding paragraph, the financial statements referred to above do not present fairly, in conformity with U.S. generally accepted accounting principles, the financial position of the various individual funds of the Township of Ocean, County of Monmouth, as of December 31, 2008 or the results of its operations and changes in fund balance for the year then ended or the revenues or expenditures for the year ended December 31, 2008.

However, in our opinion, the financial statements - statutory basis present fairly, in all material respects, the financial position - statutory basis of the various individual funds and account groups of the Township of Ocean, County of Monmouth, as of December 31, 2008 and 2007 and the results of its operations and changes in fund balance - statutory basis for the years then ended and the revenues, expenditures and changes in fund balance - statutory basis for the year ended December 31, 2008 on the basis of accounting described in Note 1.

In accordance with Government Auditing Standards, we have also issued our report dated May 9, 2009 on our consideration of the Township of Ocean's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants 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 compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards and is important in assessing the results of our audit.

Our audit was made for the purpose of forming an opinion on the financial statements - statutory basis taken as a whole. The information included in the schedules of federal awards and state financial assistance and the other supplementary schedules and data listed in the table of contents is presented for purposes of additional analysis as required by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, and State of New Jersey OMB Circular 04-04 "Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid" and is not a required part of the financial statements. This information has been subjected to the auditing procedures applied in the audit of the financial statements mentioned above and, in our opinion, is fairly stated in all material respects in relation to the financial statements taken as a whole.

This report is intended for the information of the Township of Ocean, County of Monmouth, New Jersey, the Division of Local Government Services and federal and state audit agencies, and is not intended to be and should not be used by anyone other than these specified parties.

Suplee, Clooney & Company

CERTIFIED PUBLIC ACCOUNTANTS

REGISTERED MUNICIPAL ACCOUNTANT NO.50

May 9, 2009

THIS PAGE INTENTIONALLY LEFT BLANK

CURRENT FUND

TOWNSHIP OF OCEAN

CURRENT FUND

BALANCE SHEETS - STATUTORY BASIS

ASSETS	REF.		BALANCE DECEMBER 31, 2008		BALANCE DECEMBER 31, 2007
Current Fund:					
Cash - Treasurer	A-4	$	14,814,074.56	$	14,741,161.82
Change Fund	A-6		2,120.00		1,520.00
Due from State of New Jersey Per Chapter 20, P.L. 1971 - Senior Citizens Deductions	A-8		3,943.30		6,491.86
		$	14,820,137.86	$	14,749,173.68
Receivables and Other Assets with Full Reserves:					
Delinquent Property Taxes Receivable	A-9	$	1,073,028.77	$	958,120.29
Tax Title Liens Receivable	A-10		295,116.70		281,572.46
Property Acquired for Taxes - Assessed Valuation	A-11		855,981.00		855,981.00
Revenue Accounts Receivable	A-12		32,667.26		37,075.12
Interfunds Receivable	A-31		40,118.79		23,633.37
	A	$	2,296,912.52	$	2,156,382.24
		$	17,117,050.38	$	16,905,555.92
Grant Fund:					
Cash	A-4	$	1,342.15	$	648.50
Grants Receivable	A-32		457,909.15		529,175.78
Interfunds Receivable	A-31		549,245.21		689,188.61
		$	1,008,496.51	$	1,219,012.89

TOWNSHIP OF OCEAN

CURRENT FUND

BALANCE SHEETS - STATUTORY BASIS

LIABILITIES, RESERVES AND FUND BALANCE	REF.	BALANCE DECEMBER 31, 2008	BALANCE DECEMBER 31, 2007
Current Fund:			
Liabilities:			
Interfunds Payable	A-31	$ 549,245.21	$ 689,188.61
Appropriation Reserves	A-3:A-14	2,230,397.41	1,744,833.08
New Jersey Sale and Use Tax Payable	A-13	2.10	
Encumbrances Payable	A-15	458,618.52	459,068.13
Accounts Payable	A-16	44,215.00	16,736.98
Contracts Payable	A-17	57,053.71	47,866.21
Prepaid Fees & Permits	A-18	8,750.00	45,394.79
Prepaid Taxes	A-19	746,276.08	604,952.04
Tax Overpayments	A-20	29,026.07	33,333.64
Due Township of Ocean Sewerage Authority		285.04	285.04
Reserve for:			
Security Deposit		2,500.00	2,500.00
Library Expenditures	A-21	35,138.11	31,465.19
Garden State Trust Fund	A-22	3,195.58	3,690.22
Revaluation	A-23	15,000.00	15,000.00
Tax Appeals	A-24	397,928.61	444,000.00
Sale of Municipal Assets	A-25	35,770.85	35,770.85
Due State of New Jersey	A-26	7,154.00	1,065.00
Deposit on Sale of Land		8,000.00	8,000.00
County Taxes Payable	A-29	88,571.97	124,622.32
		$ 4,717,128.26	$ 4,307,772.10
Reserve for Receivables	A	2,296,912.52	2,156,382.24
Fund Balance	A-1	10,103,009.60	10,441,401.58
		$ 17,117,050.38	$ 16,905,555.92
Grant Fund:			
Reserve for Grants:			
Appropriated	A-33	$ 625,890.96	$ 913,828.25
Unappropriated	A-34	123,196.35	43,141.86
Encumbrances Payable	A-15	123,409.20	126,042.78
Due General Capital Fund		136,000.00	136,000.00
		$ 1,008,496.51	$ 1,219,012.89

TOWNSHIP OF OCEAN

CURRENT FUND

STATEMENTS OF OPERATIONS AND CHANGE
IN FUND BALANCE - STATUTORY BASIS
FOR THE YEARS ENDED DECEMBER 31, 2008 AND 2007

	REF.		YEAR 2008		YEAR 2007
REVENUE AND OTHER INCOME REALIZED					
Fund Balance Utilized	A-2	$	7,000,000.00	$	6,480,000.00
Receipts from Delinquent Taxes	A-2		977,537.52		823,305.54
Receipts from Current Taxes	A-2		85,283,363.07		81,264,782.55
Miscellaneous Revenue Anticipated	A-2		7,176,768.82		8,920,489.94
Non-Budget Revenue	A-2		769,030.76		570,889.63
Other Credits to Income:					
Unexpended Balance of Appropriation Reserves	A-14		1,634,647.17		1,839,793.03
Accounts Payable Cancelled	A-16		4,076.98		1,582.15
Grants Appropriated Cancelled - Net	A-31		18,359.57		34,262.36
Interfunds Returned					33,869.85
Total Income		$	102,863,783.89	$	99,968,975.05
EXPENDITURES					
Budget and Emergency Appropriations (Within "CAPS"):					
Operations (Including Contingent)	A-3	$	21,115,964.00	$	20,268,727.00
Deferred Charges and Statutory Expenditures Municipal	A-3		589,000.00		574,000.00
Budget (Excluded from "CAPS"):					
Operations	A-3		1,906,907.90		1,913,929.09
Capital Improvements	A-3		447,354.00		400,555.00
Municipal Debt Service	A-3		2,637,037.66		1,907,184.08
Deferred Charges - Municipal	A-3		807.00		106,000.00
Local District School Tax	A-27		52,013,439.01		50,792,739.01
County Taxes	A-28		14,947,989.03		14,731,484.90
Due County for Added and Omitted Taxes	A-29		88,571.97		124,622.32
Fire District Taxes	A-30		2,437,231.00		2,351,689.00
Refund of Prior Year's Revenue	A-4		1,388.88		41,493.68
Interfunds Advanced			16,485.42		
Reserve for Tax Appeals					52,012.59
Total Expenditures		$	96,202,175.87	$	93,264,436.67
Excess in Revenue		$	6,661,608.02	$	6,704,538.38
FUND BALANCE					
Balance, January 1	A		10,441,401.58		10,216,863.20
		$	17,103,009.60	$	16,921,401.58
Decreased by:					
Utilized as Anticipated Revenue	A-1:A-2		7,000,000.00		6,480,000.00
Balance, December 31	A	$	10,103,009.60	$	10,441,401.58

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

TOWNSHIP OF OCEAN

CURRENT FUND

STATEMENT OF REVENUES - STATUTORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2008

	REF.	ANTICIPATED BUDGET	ANTICIPATED SPECIAL N.J.S. 40A: 4-87	REALIZED	EXCESS OR (DEFICIT)
Fund Balance Appropriated	A-1	$ 7,000,000.00		$ 7,000,000.00	
Miscellaneous Revenues:					
Licenses:					
Alcoholic Beverages	A-12	$ 25,000.00	$	$ 38,340.00	$ 13,340.00
Other	A-2	33,200.00		61,804.00	28,604.00
Fees and Permits:					
Construction Code Official	A-2	350,000.00		591,222.00	241,222.00
Other	A-2	339,450.00		442,242.95	102,792.95
Fines and Costs:					
Municipal Court	A-12	360,000.00		620,383.36	260,383.36
Interest and Costs on Taxes	A-12	100,000.00		260,516.51	160,516.51
Interest on Investments and Deposits	A-12	500,000.00		707,899.54	207,899.54
Payment in Lieu of Taxes - Senior Citizens Housing	A-12	30,000.00		44,400.60	14,400.60
Swim Pool Membership Fees	A-2	130,000.00		153,607.50	23,607.50
Swim Pool Snack Bar Rental Fees	A-12	12,000.00		14,800.00	2,800.00
Swim Pool Guest Fees	A-12	40,000.00		59,329.50	19,329.50
Non-Residential Garbage Collection Fees	A-2	90,000.00		28,657.32	(61,342.68)
Contracted Service for Police and Municipal Court with the Village of Loch Arbor	A-12	165,000.00		165,000.00	
Consolidated Municipal Property Tax Relief Aid	A-12	597,051.00		607,075.00	10,024.00
Energy Receipts Tax	A-12	2,539,898.00		2,652,986.00	113,088.00
Supplemental Energy Receipts Tax		113,088.00			(113,088.00)
Garden State Trust PILOT	A-22	3,690.00		3,690.00	
NJDOT Transportation Trust - Sunset Ave.	A-32	160,000.00		160,000.00	
Municipal Alliance on Alcoholism and Drug Abuse	A-32	25,863.00		25,863.00	
Safe & Secure Communities	A-32	56,515.00		56,515.00	
Monmouth County Drug Abuse	A-32	47,584.00		47,584.00	
NJDEP - 2009 Green Communities Grant	A-32	3,000.00		3,000.00	
United States Department Of Justice Bullet Proof Vest	A-32	8,462.40		8,462.40	
Reserve for Payment of Bonds	A-12	149,000.00		149,000.00	
Colonial Terrace Golf Course	A-12	353,173.00		244,854.64	(108,318.36)
Assessment Trust Surplus	A-12	13,527.00		13,461.00	(66.00)
Clean Communities Program	A-32		5,474.50	5,474.50	
Over the Limit Under Arrest 2008	A-32		5,000.00	5,000.00	
Click It or Ticket	A-32		4,000.00	4,000.00	
COPs in Shops - Summer Shore Initiative	A-32		1,600.00	1,600.00	
	A-1	$ 6,245,501.40	$ 16,074.50	$ 7,176,768.82	$ 915,192.92
Receipts From Delinquent Taxes	A-1	$ 500,000.00	$	$ 977,537.52	$ 477,537.52
Amount to be Raised by Taxes for Support of Municipal Budget:					
Local Tax for Municipal Budget	A-2:A-9	$ 16,458,153.00	$	$ 19,318,597.06	$ 2,860,444.06
Budget Totals		$ 30,203,654.40	$ 16,074.50	$ 34,472,903.40	$ 4,253,174.50
Non-Budget Revenue	A-2			769,030.76	769,030.76
		$ 30,203,654.40	$ 16,074.50	$ 35,241,934.16	$ 5,022,205.26
	REF.	A-3	A-3		

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

TOWNSHIP OF OCEAN

CURRENT FUND

STATEMENT OF REVENUES - STATUTORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2008

ANALYSIS OF REALIZED REVENUE	REF.		
Allocation of Current Tax Collections:			
Collections on a Cash Basis	A-1;A-9	$	85,283,363.07
Allocated to:			
School and County Taxes			69,487,231.01
Balance for Support of Municipal Budget Appropriations		$	15,796,132.06
Add: Appropriation "Reserve for Uncollected Taxes"	A-3		3,522,465.00
Amount for Support of Municipal Budget	A-2	$	19,318,597.06
Licenses - Other			
Clerk	A-12	$	18,964.00
Community Services	A-12		12,435.00
Add: Prepaid Applied	A-18		30,405.00
	A-2	$	61,804.00
Fees and Permits - Other:			
Clerk	A-12	$	82,520.00
Police Department	A-12		29,664.30
Board of Adjustment	A-12		34,395.00
Planning Board	A-12		42,719.65
Construction Code - Local Fees	A-12		23,025.00
Recreation	A-12		147,290.00
Public Works	A-12		28,715.00
Human Services	A-12		47,999.00
Tax Collector	A-12		3,290.00
			439,617.95
Add: Prepaid Applied	A-18		2,900.00
			442,517.95
Less : Refunds Payable	A-16		275.00
	A-2	$	442,242.95
Swim Pool Membership Fees	A-12	$	143,587.50
Add: Prepaid Applied	A-18		10,020.00
	A-2	$	153,607.50
Non-Residential Garbage Collection	A-12	$	28,007.53
Add: Prepaid Applied	A-18		649.79
	A-2	$	28,657.32

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

TOWNSHIP OF OCEAN

CURRENT FUND

STATEMENT OF REVENUES - STATUTORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2008

ANALYSIS OF NON-BUDGET REVENUE	REF.		
Miscellaneous Revenue Not Anticipated:			
Treasurer:			
Sale Gasoline/Diesel		$	74,456.05
Facility Rental			37,159.25
Billboard Rental			48,652.48
Tower Lease			87,788.73
Sale of Scrap and Mixed Paper			71,954.84
Student Assistance			36,653.00
Cable Franchise Fee			100,289.03
Police Cars/ Township Vehicles Use			64,466.25
Boise Business Interiors Rent			44,828.40
Miscellaneous			208,604.88
	A-4	$	774,852.91
Less: Refunds	A-4		5,537.15
Less: Refunds Payable	A-16		285.00
	A-1:A-2	$	769,030.76

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

TOWNSHIP OF OCEAN

CURRENT FUND

STATEMENT OF EXPENDITURES - STATUTORY BASIS
YEAR ENDED DECEMBER 31, 2008

	APPROPRIATIONS		EXPENDED		UNEXPENDED BALANCE CANCELED
	BUDGET	BUDGET AFTER MODIFICATION	PAID OR CHARGED	RESERVED	
GENERAL GOVERNMENT:					
Official of the Governing Body					
Salaries & Wages	$ 27,581.00	$ 27,581.00	$ 27,550.00	$ 31.00	$
Other Expenses	7,325.00	7,325.00	5,643.96	1,681.04	
Office of the Township Manager					
Salaries & Wages	250,229.00	258,729.00	256,981.30	1,747.70	
Other Expenses	47,150.00	47,150.00	44,123.82	3,026.18	
Office of the Township Clerk					
Salaries & Wages	178,679.00	183,079.00	181,688.64	1,390.36	
Other Expenses	45,150.00	45,150.00	17,860.34	27,289.66	
Financial Administration					
Salaries & Wages	238,140.00	238,140.00	236,829.85	1,310.15	
Other Expenses	17,100.00	17,100.00	8,039.08	9,060.92	
Audit	30,000.00	30,000.00		30,000.00	
Data Processing					
Salaries & Wages	56,573.00	56,573.00	56,271.96	301.04	
Other Expenses	51,400.00	51,400.00	36,222.59	15,177.41	
Collection of Taxes					
Salaries & Wages	126,059.00	127,259.00	126,198.85	1,060.15	
Other Expenses	5,000.00	5,000.00	3,757.39	1,242.61	
Assessment of Taxes					
Salaries & Wages	129,668.00	130,668.00	129,852.83	815.17	
Other Expenses	61,000.00	61,000.00	24,825.34	36,174.66	
Legal Services and Costs					
Other Expenses	150,300.00	150,300.00	142,517.86	7,782.14	
Engineering Services and Costs					
Other Expenses	55,300.00	55,300.00	30,862.50	24,437.50	
Economic Development:					
Other Expenses	7,500.00	7,500.00	7,500.00		
Planning Board					
Other Expenses	18,250.00	18,250.00	11,900.75	6,349.25	
Board of Adjustment					
Other Expenses	44,800.00	44,800.00	26,403.77	18,396.23	
Insurance:					
General Liability	335,483.00	335,483.00	330,699.14	4,783.86	
Workers Compensation Insurance	566,449.00	566,449.00	566,448.04	0.96	
Employees Group	1,895,550.00	1,895,550.00	1,640,767.94	254,782.06	
Office of Planning Administration					
Salaries & Wages	217,886.00	231,886.00	229,695.93	2,190.07	
Other Expenses	22,750.00	22,750.00	5,784.98	16,965.02	
PUBLIC SAFETY:					
Police:					
Salaries & Wages	5,929,504.00	5,929,504.00	5,461,493.08	468,010.92	
Other Expenses	268,170.00	268,170.00	225,094.65	43,075.35	
Police Dispatch/911:					
Salaries & Wages	275,878.00	302,878.00	299,741.92	3,136.08	
Other Expenses	30,050.00	42,550.00	41,754.43	795.57	
Office of Emergency Management:					
Other Expenses	5,200.00	5,200.00	4,091.87	1,108.13	
Municipal Prosecutor:					
Salaries & Wages	37,462.00	37,462.00	34,736.00	2,726.00	
Other Expenses	2,100.00	2,100.00	2,062.50	37.50	
PUBLIC WORKS:					
Office of the Director:					
Salaries & Wages	303,441.00	273,441.00	236,932.82	36,508.18	
Other Expenses	10,900.00	10,900.00	3,793.34	7,106.66	
Street and Roads Maintenance:					
Salaries & Wages	797,112.00	797,112.00	703,936.22	93,175.78	
Other Expenses	141,000.00	141,000.00	60,819.16	80,180.84	
Maintenance of Equipment:					
Salaries & Wages	299,069.00	299,069.00	276,360.11	22,708.89	
Other Expenses	430,000.00	405,000.00	331,985.16	73,014.84	
Garbage and Trash Removal:					
Salaries & Wages	1,056,070.00	1,041,070.00	1,018,423.39	22,646.61	
Other Expenses	11,485.00	11,485.00	8,026.32	3,458.68	
Recycling					
Salaries & Wages	122,866.00	122,866.00	120,675.70	2,190.30	
Other Expenses	3,025.00	8,025.00	5,269.21	2,755.79	
Public Buildings and Grounds					
Salaries & Wages	776,466.00	761,466.00	708,372.73	53,093.27	
Other Expenses	381,200.00	356,200.00	227,936.15	128,263.85	
Community Services Act					
Other Expenses	35,000.00	35,000.00	12,636.24	22,363.76	
HEALTH AND HUMAN SERVICES:					
Board of Health:					
Salaries & Wages	100,594.00	75,594.00	64,501.23	11,092.77	
Other Expenses	151,880.00	151,880.00	145,091.19	6,788.81	
Animal Control Services:					
Other Expenses	29,500.00	29,500.00	22,125.00	7,375.00	
Office of the Director of Human Services					
Salaries & Wages	152,745.00	146,745.00	135,214.14	11,530.86	
Other Expenses	9,400.00	9,400.00	9,386.43	13.57	

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

TOWNSHIP OF OCEAN

CURRENT FUND

STATEMENT OF EXPENDITURES - STATUTORY BASIS
YEAR ENDED DECEMBER 31, 2008

	APPROPRIATIONS		EXPENDED		UNEXPENDED BALANCE CANCELED
	BUDGET	BUDGET AFTER MODIFICATION	PAID OR CHARGED	RESERVED	
HEALTH AND HUMAN SERVICES:					
Community Services Department:					
Salaries & Wages	$ 170,718.00	$ 176,718.00	$ 173,306.24	$ 3,411.76	$
Other Expenses	14,030.00	17,630.00	16,481.02	1,148.98	
Alliance to Prevent Alcoholism and Drug Abuse:					
Salaries & Wages	19,397.00	19,397.00	19,397.00		
PARKS AND RECREATION:					
Recreation :					
Salaries & Wages	358,884.00	358,884.00	333,774.02	25,109.98	
Other Expenses	92,285.00	92,285.00	75,578.10	16,706.90	
Senior Citizens Transportations:					
Other Expenses	14,065.00	14,065.00	13,575.00	490.00	
Pool And Tennis Club:					
Salaries & Wages	75,564.00	75,564.00	70,718.19	4,845.81	
Other Expenses	41,315.00	41,315.00	38,708.31	2,606.69	
Colonial Terrace Golf Course:					
Salaries & Wages	87,843.00	87,843.00	74,943.42	12,899.58	
Other Expenses	265,330.00	265,330.00	259,942.86	5,387.14	
Celebration of Public Events, Anniversary of Holiday:					
Other Expenses	4,000.00	7,000.00	6,761.05	238.95	
EDUCATION FUNCTIONS:					
Maintenance of Free Public Library					
Salaries & Wages	7,000.00	7,000.00		7,000.00	
Other Expenses	25,500.00	25,500.00	20,345.00	5,155.00	
OTHER COMMON OPERATING FUNCTIONS:					
Formula Participation in Deal Lake Commission					
Other Expenses	19,750.00	19,750.00	19,750.00		
Contribution of Historical Museum:					
Other Expenses	12,500.00	12,500.00	12,500.00		
Purchase of Township Vehicles					
Other Expenses	128,000.00	128,000.00	127,652.39	347.61	
Postage	45,000.00	45,000.00	43,022.04	1,977.96	
Deferred Vacation Leave Fund	60,000.00	60,000.00	60,000.00		
Deferred Sick Leave Fund	150,000.00	150,000.00	150,000.00		
Citizen Information Bulletin Township Publication:					
Other Expenses	14,500.00	14,500.00	14,500.00		
Shade Tree Commission					
Other Expenses	4,000.00	4,000.00	683.39	3,316.61	
Environmental Commission (N.J.S.A. 40:56A-1 et. seq.) :					
Other Expenses	2,500.00	2,500.00	1,484.29	1,015.71	
UTILITY EXPENSES AND BULK PURCHASES:					
Electric	265,280.00	300,280.00	272,514.08	27,765.92	
Street Lighting	245,000.00	245,000.00	238,608.06	6,391.94	
Telephone	66,200.00	66,200.00	55,037.68	11,162.32	
Water	76,100.00	76,100.00	52,256.61	23,843.39	
Natural Gas	127,100.00	127,100.00	94,671.99	32,428.01	
Heating Oil	12,600.00	24,800.00	15,686.78	9,113.22	
Age Processing Disposal	23,500.00	23,500.00	9,795.45	13,704.55	
Fuel	430,000.00	540,000.00	495,985.10	44,014.90	
Landfill/Solid Waste Costs					
Other Expenses	1,303,374.00	1,224,724.00	934,071.16	290,652.84	
State Uniform Construction Code- Construction Official					
Salaries & Wages	331,988.00	331,988.00	309,145.35	22,842.65	
Other Expenses	105,750.00	65,750.00	52,627.30	13,122.70	
Municipal Court					
Salaries & Wages	281,362.00	281,362.00	252,481.51	28,880.49	
Other Expenses	19,990.00	19,990.00	16,122.18	3,867.82	
Public Defender (P.L. 1997, C. 256)					
Salaries & Wages	15,600.00	15,600.00	15,000.00	600.00	
Other Expenses	3,000.00	3,000.00		3,000.00	
Garbage and Trash Removal:					
Reimbursement to Multi-Family Dwellings:					
Other Expenses	255,000.00	262,750.00	262,712.40	37.60	
TOTAL OPERATIONS WITHIN "CAPS"	21,119,464.00	21,110,964.00	18,918,723.82	2,192,240.18	
CONTINGENT	5,000.00	5,000.00		5,000.00	
TOTAL OPERATIONS (INCLUDING CONTINGENT) WITHIN "CAPS"	21,124,464.00	21,115,964.00	18,918,723.82	2,197,240.18	
DEFERRED CHARGES AND STATUTORY EXPENDITURES-MUNICIPAL					
Contribution To:					
Social Security System (O.A.S.I.)	575,000.00	579,000.00	568,434.78	10,565.22	
Unemployment Trust Reserve Account	10,000.00	10,000.00	10,000.00		
TOTAL DEFERRED CHARGES AND STATUTORY EXPENDITURES - MUNICIPAL WITHIN "CAPS"	585,000.00	589,000.00	578,434.78	10,565.22	
TOTAL GENERAL APPROPRIATIONS FOR MUNICIPAL PURPOSES WITHIN "CAPS"	21,709,464.00	21,704,964.00	19,497,158.60	2,207,805.40	

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

TOWNSHIP OF OCEAN

CURRENT FUND

STATEMENT OF EXPENDITURES - STATUTORY BASIS
YEAR ENDED DECEMBER 31, 2008

	APPROPRIATIONS		EXPENDED		UNEXPENDED
	BUDGET	BUDGET AFTER MODIFICATION	PAID OR CHARGED	RESERVED	BALANCE CANCELED
OPERATIONS EXCLUDED FROM "CAPS"					
COPS Universal Hiring Program:					
Police:					
Salaries and Wages	$ 63,029.00	$ 63,029.00	$ 54,885.36	$ 8,143.64	$
Other Expenses:	9,441.00	9,441.00	5,492.63	3,948.37	
Recycling Tax:					
Other Expenses	29,026.00	29,026.00	29,026.00		
Statutory Expenditures:					
Police and Firemen's Retirement System of New Jersey	1,137,401.00	1,137,401.00	1,137,401.00		
Public Employees Retirement System	340,556.00	340,556.00	340,556.00		
TOTAL OPERATIONS EXCLUDED FROM "CAPS"	1,579,453.00	1,579,453.00	1,567,360.99	12,092.01	
PUBLIC AND PRIVATE PROGRAMS OFFSET BY REVENUES					
County of Monmouth Drug Abuse Council:					
Department of Human Services:					
Salaries and Wages	47,584.00	47,584.00	47,584.00		
State of NJ - Supplemental Fire Services Program:					
Other Expenses	12,746.00	12,746.00	12,746.00		
United States Department Of Justice					
Bullet Proof Vest Program:					
Other Expenses	8,462.40	8,462.40	8,462.40		
Monmouth County Historic Grant:					
Matching Portion:					
Other Expenses	12,638.00	17,138.00	17,138.00		
State of NJ - Safe & Secure Communities Program:					
Police - Grant Portion:					
Salaries and Wages	56,515.00	56,515.00	56,515.00		
Police - Matching Portion:					
Salaries and Wages	98,708.00	98,708.00	98,708.00		
Other Expenses	22,898.00	22,898.00	22,898.00		
Alliance to Prevent Alcoholism and Drug Abuse:					
Grant Portion:					
Salaries and Wages	25,863.00	25,863.00	25,863.00		
Matching Grant Portion:					
Other Expenses	6,466.00	6,466.00	6,466.00		
State of New Jersey - Department of Law & Public Safety:					
Division of Highway Traffic Safety:					
Police - Cops In Shops Program (N.J.S.A. 40A 4-87 $$1,600.00):					
Salaries and Wages		1,600.00	1,600.00		
Click It or Ticket (N.J.S.A. 40A 4-87 $4,000.00)					
Police:					
Salaries and Wages		4,000.00	4,000.00		
State of New Jersey:					
Clean Communities Program (N.J.S.A. 40A: 4-87 $5,474.50)					
Salaries and Wages		5,474.50	5,474.50		
State of New Jersey:					
Green Communities Grant:					
Grant Portion:	3,000.00	3,000.00	3,000.00		
Matching Portion		1,500.00	1,500.00		
Over the Limit, Under Arrest Grant (N.J.S.A. 40A 4-87 $5,000.00)		5,000.00	5,000.00		
Matching Funds for Grants	12,000.00	10,500.00		10,500.00	
TOTAL PUBLIC AND PRIVATE PROGS. OFFSET BY REVENUES	306,880.40	327,454.90	316,954.90	10,500.00	
CAPITAL IMPROVEMENTS - EXCLUDED FROM "CAPS"					
Capital Improvement Fund	287,354.00	287,354.00	287,354.00		
New Jersey Transportation Trust Fund Auth. Act	160,000.00	160,000.00	160,000.00		
TOTAL CAPITAL IMPROVEMENTS - EXCLUDED FROM "CAPS"	447,354.00	447,354.00	447,354.00		
MUNICIPAL DEBT SERVICE - EXCLUDED FROM "CAPS"					
Payment of Bond Principal	1,496,000.00	1,496,000.00	1,496,000.00		
Payment of Bond Anticipation Notes	13,527.00	13,527.00	13,461.00		66.00
Interest on Bonds	959,921.00	959,921.00	959,794.14		126.86
Interest on Notes	148,621.00	148,621.00	148,620.77		0.23
Green Trust Loan Program:					
Loan Repayments for Principal and Interest	19,162.00	19,162.00	19,161.75		0.25
TOTAL MUNICIPAL DEBT SERVICE EXCLUDED FROM "CAPS"	2,637,231.00	2,637,231.00	2,637,037.66		193.34

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

TOWNSHIP OF OCEAN

CURRENT FUND

STATEMENT OF EXPENDITURES - STATUTORY BASIS
YEAR ENDED DECEMBER 31, 2008

	APPROPRIATIONS		EXPENDED		UNEXPENDED BALANCE CANCELED
	BUDGET	BUDGET AFTER MODIFICATION	PAID OR CHARGED	RESERVED	
DEFERRED CHARGES MUNICIPAL - EXCLUDED FROM "CAPS"					
Deferred Charges:					
Deferred Charges to Future Taxation Unfunded					
Ordinance 1957	$ 220.00	$ 220.00	$ 220.00	$	
Ordinance 2074	587.00	587.00	587.00		
TOTAL DEFERRED CHARGES MUNICIPAL - EXCLUDED FROM "CAPS"	807.00	807.00	807.00		
TOTAL GENERAL APPROPRIATIONS EXCLUDED FROM "CAPS"	4,971,725.40	4,992,299.90	4,969,514.55	22,592.01	193.34
SUB-TOTAL GENERAL APPROPRIATIONS	26,681,189.40	26,697,263.90	24,468,673.15	2,230,397.41	193.34
RESERVE FOR UNCOLLECTED TAXES	3,522,465.00	3,522,465.00	3,522,465.00		
TOTAL GENERAL APPROPRIATIONS	$ 30,203,654.40	$ 30,219,728.90	$ 27,989,138.15	$ 2,230,397.41	$ 193.34
	REF.				
	A-2		A-1	A:A-1	
Budget	A-3	$ 30,203,654.40			
Appropriations by 40A:4-87	A-2	16,074.50			
		$ 30,219,728.90			
Encumbrances	A-15		$ 458,618.52		
Contracts Payable	A-17		35,622.50		
Grants Programs	A-33		464,208.90		
Reserve for Uncollected Taxes	A-2		3,522,465.00		
Disbursed	A-4	$ 23,656,017.26			
Less: Refunds	A-4	147,794.03			
			23,508,223.23		
			$ 27,989,138.15		

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

THIS PAGE INTENTIONALLY LEFT BLANK

TRUST FUND

TOWNSHIP OF OCEAN

TRUST FUND

BALANCE SHEETS-STATUTORY BASIS

	REF.	BALANCE DECEMBER 31, 2008	BALANCE DECEMBER 31, 2007
ASSETS			
Assessment Fund:			
Cash	B-2	$ 223,625.70	$ 207,284.68
Assessments Receivable	B-5	168,833.06	6,761.36
		$ 392,458.76	$ 214,046.04
Animal Control Fund:			
Cash	B-2	$ 17,684.97	$ 18,372.93
Change Fund		50.00	50.00
		$ 17,734.97	$ 18,422.93
Other Funds:			
Cash	B-2	$ 5,944,520.59	$ 6,340,621.88
		$ 5,944,520.59	$ 6,340,621.88
		$ 6,354,714.32	$ 6,573,090.85
LIABILITIES, RESERVES AND FUND BALANCE			
Assessment Fund:			
Bond Anticipation Note	B-6	210,701.00	47,917.00
Due Current Fund	B-14	22.37	68.16
Due General Capital Fund	B-15	15,674.51	
Fund Balance	B-1	166,060.88	166,060.88
		$ 392,458.76	$ 214,046.04
Animal Control Fund:			
Due Current Fund	B-14	22.38	68.17
Prepaid Dog Licenses	B-7		108.00
Due State of New Jersey	B-8		16.80
Reserve for Animal Control Fund Expenditures	B-9	17,044.39	17,534.96
Reserve for Encumbrances	B-10	668.20	695.00
		$ 17,734.97	$ 18,422.93
Other Funds:			
Reserve for Encumbrances	B-10	$ 253,754.94	$ 21,739.41
Reserve For:			
Unemployment Insurance	B-11	45,854.04	45,982.66
Payroll Deductions	B-12	89,628.03	91,927.58
Miscellaneous Deposits	B-13	5,519,538.52	6,162,746.11
Due Current Fund	B-14	35,745.06	18,226.12
		$ 5,944,520.59	$ 6,340,621.88
		$ 6,354,714.32	$ 6,573,090.85

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

TOWNSHIP OF OCEAN

ASSESSMENT TRUST FUND

STATEMENT OF FUND BALANCE-STATUTORY BASIS

	REF.	
Balance, December 31, 2007 and December 31, 2008	B	$ 166,060.88

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

THIS PAGE INTENTIONALLY LEFT BLANK

GENERAL CAPITAL FUND

TOWNSHIP OF OCEAN

GENERAL CAPITAL FUND

BALANCE SHEETS - STATUTORY BASIS

	REF.		BALANCE DECEMBER 31, 2008		BALANCE DECEMBER 31, 2007
ASSETS					
Cash	C-2; C-3	$	4,409,899.07	$	11,197,305.15
Due Grant Fund			136,000.00		136,000.00
Deferred Charges to Future Taxation:					
Funded	C-5		21,027,743.38		22,540,833.49
Unfunded	C-6		1,901,264.01		2,058,447.00
		$	27,474,906.46	$	35,932,585.64
LIABILITIES, RESERVES AND FUND BALANCE					
General Serial Bonds	C-10	$	20,937,000.00	$	22,433,000.00
Bond Anticipation Note	C-11		1,725,560.00		6,552,640.00
Green Acres Loan Payable	C-12		90,743.38		107,833.49
Contracts Payable	C-13		1,613,603.11		1,121,527.44
Various Reserves	C-14		180,467.18		329,723.03
Improvement Authorizations:					
Funded	C-8		1,552,806.49		3,595,419.55
Unfunded	C-8		1,162,025.25		1,641,529.31
Due Current Fund	C-4		4,328.98		5,270.92
Capital Improvement Fund	C-7		190,814.72		128,084.72
Fund Balance	C-1		17,557.35		17,557.18
		$	27,474,906.46	$	35,932,585.64

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

TOWNSHIP OF OCEAN

GENERAL CAPITAL FUND

STATEMENT OF FUND BALANCE - STATUTORY BASIS

	REF.		
Balance, December 31, 2007	C	$	17,557.18
Increased by:			
Excess State Aid on Fully Funded Ordinance	C-2		0.17
Balance, December 31, 2008	C	$	17,557.35

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

THIS PAGE INTENTIONALLY LEFT BLANK

PUBLIC ASSISTANCE TRUST FUND

"D"

TOWNSHIP OF OCEAN

PUBLIC ASSISTANCE FUND

BALANCE SHEETS - STATUTORY BASIS

	REF.	BALANCE DECEMBER 31, 2008	BALANCE DECEMBER 31, 2007
ASSETS			
Cash	E-1	$ 62,693.81	$ 62,693.81
TOTAL ASSETS		$ 62,693.81	$ 62,693.81
LIABILITIES AND RESERVE			
Reserve for Expenditures		$ 62,693.81	$ 62,693.81
TOTAL LIABILITIES AND RESERVES		$ 62,693.81	$ 62,693.81

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

GENERAL FIXED ASSETS ACCOUNT GROUP

TOWNSHIP OF OCEAN

GENERAL FIXED ASSETS ACCOUNT GROUP

BALANCE SHEET - STATUTORY BASIS

		BALANCE DECEMBER 31, 2008		BALANCE DECEMBER 31, 2007
Fixed Assets:				
Land	$	16,277,918.00	$	16,277,918.00
Buildings		4,027,449.00		4,027,449.00
Machinery and Equipment		10,136,823.01		9,379,153.99
Total Fixed Assets	$	30,442,190.01	$	29,684,520.99
Reserve:				
Investments in General Fixed Assets	$	30,442,190.01	$	29,684,520.99

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

NOTES TO FINANCIAL STATEMENTS

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

The Township of Ocean is an instrumentality of the State of New Jersey, established to function as a municipality. The Township Committee consists of elected officials and is responsible for the fiscal control of the Township.

Except as noted below, the financial statements of the Township of Ocean include every board, body, officer or commission supported and maintained wholly or in part by funds appropriated by the Township of Ocean, as required by N.J.S.A. 40A:5-5. Accordingly, the financial statements of the Township of Ocean do not include the operations of the local school district, inasmuch as their activities are administered by a separate board.

B. Description of Funds

The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. GASB codification establishes three fund types and two account groups to be used by general purpose governmental units when reporting financial position and results of operations in accordance with U.S. Generally Accepted Accounting Principles (GAAP).

The accounting policies of the Township of Ocean conform to the accounting principles applicable to municipalities which have been prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey. Such principles and practices are designed primarily for determining compliance with legal provisions and budgetary restrictions and as a means of reporting on the stewardship of public officials with respect to public funds. Under this method of accounting, the financial transactions and accounts of the Township of Ocean are organized on the basis of funds and an account group which is different from the fund structure required by GAAP. A fund or account group is an accounting entity with a separate set of self-balancing accounts established to record the financial position and results of operation of a specific government activity. As required by the Division of Local Government Services, the Township accounts for its financial transactions through the following individual funds and account groups:

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Description of Funds (Continued)

Current Fund - resources and expenditures for governmental operations of a general nature, including federal and state grant funds.

Trust Fund - receipts, custodianship and disbursements of funds in accordance with the purpose for which each reserve was created.

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

Public Assistance Fund - receipt and disbursement of funds that provide assistance to certain residents of the Township pursuant to Title 44 of New Jersey statutes.

General Fixed Assets Account Group - utilized to account for property, land, buildings and equipment that have been acquired by other governmental funds.

C. Basis of Accounting

The accounting principles and practices prescribed for municipalities by the State of New Jersey differ in certain respects from generally accepted accounting principles applicable to local governmental units. The more significant accounting policies and differences in the State of New Jersey are as follows:

A modified accrual basis of accounting is followed with minor exceptions.

Revenues - are recorded when received in cash except for certain amounts which are due from other governmental units. Operating grants are realized as revenue when anticipated in the Township's budget. Receivables for property taxes are recorded with offsetting reserves on the balance sheet of the Township's Current Fund; accordingly, such amounts are not recorded as revenue until collected. Other amounts that are due the Township, which are susceptible to accrual, are also recorded as receivables with offsetting reserves and recorded as revenue when received. GAAP requires revenues to be recognized in the accounting period when they become susceptible to accrual, reduced by an allowance for doubtful accounts.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Basis of Accounting (Continued)

Expenditures - are recorded on the "budgetary" basis of accounting. Generally expenditures are recorded when an amount is encumbered for goods or services through the issuances of a purchase order in conjunction with the Encumbrance Accounting System. Outstanding encumbrances at December 31 are reported as a cash liability in the financial statements and constitute part of the Township's statutory Appropriation Reserve balance. Appropriation reserves covering unexpended appropriation balances are automatically created at December 31st of each year and recorded as liabilities, except for amounts which may be canceled by the governing body. Appropriation reserves are available, until lapsed at the close of the succeeding year, to meet specific claims, commitments or contracts incurred during the preceding fiscal year. Lapsed appropriation reserves are recorded as income. Appropriations for principal payments on outstanding general capital and utility bonds and notes are provided on the cash basis; interest on general capital indebtedness is on the cash basis, whereas interest on utility indebtedness is on the accrual basis.

Encumbrances - contractual orders at December 31 are reported as expenditures through the establishment of encumbrances payable. Under, GAAP, encumbrances outstanding at year end are reported as reservations of fund balance because they do not constitute expenditures or liabilities.

Foreclosed Property - foreclosed property is recorded in the Current Fund at the assessed valuation when such property was acquired and is fully reserved. GAAP requires such property to be recorded in the General Fixed Assets Account Group at its market value.

Sale of Municipal Assets - the proceeds from the sale of municipal assets can be held in a reserve until anticipated as revenue in a future budget. GAAP requires such proceeds to be recorded as revenue in the year of sale.

Interfunds - 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. GAAP does not require the establishment of an offsetting reserve.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Basis of Accounting (Continued)

General Fixed Assets – N.J.A.C. 5:30-5.6, Accounting for Governmental Fixed Assets, as promulgated by the Division of Local Government Services, which differs in certain respects from generally accepted accounting principles, requires the inclusion of a statement of general fixed assets of the Township as part of its basic financial statements. General fixed assets are defined as nonexpendable personal property having a physical existence, a useful life of more than one year and an acquisition cost of $5,000.00 or more per unit. Public domain ("infrastructure") general fixed assets consisting of certain improvements other than buildings, such as roads, bridges, curbs and gutters, streets and sidewalks and drainage systems are not capitalized.

Property and equipment acquired by the Current and General Capital Funds are recorded as expenditures at the time of purchase and are not capitalized in their own respective funds.

The General Fixed Assets that have been acquired and that are utilized in the Current and General Capital Funds are instead accounted for in the General Fixed Asset Account Group. No depreciation has been provided on general fixed assets or reported in the financial statements.

Expenditures for construction in progress are recorded in the Capital Funds until such time as the construction is completed and put into operation.

Fixed assets acquired through grants in aid or contributed capital have not been accounted for separately.

Inventories of Supplies - the cost of inventories of supplies for all funds are recorded as expenditures at the time individual items are purchased. The cost of inventories are not included on the various balance sheets. GAAP requires the cost of inventories to be reported as a current asset and equally offset by a fund balance reserve.

D. Basic Financial Statements

The GASB codification also defines the financial statements of a governmental unit to be presented in the general purpose financial statements to be in accordance with GAAP. The Township presents the financial statements listed in the table of contents of the "Requirements of Audit and Accounting Revision of 1987" as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey and which differ from the financial statements required by GAAP.

NOTE 2: CASH AND CASH EQUIVALENTS

The Township considers petty cash, change funds, cash in banks, deposits in the New Jersey Cash Management Fund and certificates of deposit as cash and cash equivalents.

A. Deposits

New Jersey statutes permit the deposit of public funds in institutions which are located in New Jersey and which meet the requirements for the Governmental Unit Deposit Protection Act (GUDPA) or the State of New Jersey Cash Management Fund. GUDPA requires a bank that accepts public funds to be a public depository. A public depository is defined as a state bank, a national bank, or a savings bank, which is located in the State of New Jersey, the deposits of which are insured by the Federal Deposit Insurance Corporation. The statutes also requires public depositories to maintain collateral for deposits of public funds that exceed certain insurance limits. All collateral must be deposited with the Federal Reserve Bank or a banking institution that is a member of the Federal Reserve System and has capital funds of not less than $25,000,000.00.

The Township of Ocean had the following cash and cash equivalents at December 31, 2008:

	Cash In Bank	Deposits in Transit	Outstanding Checks	Cash on Hand	Total
Checking Accounts	$13,657,372.70	$297,487.03	$823,139.02		$13,131,720.71
Certificates of Deposit	11,054,307.49				11,054,307.49
Money Market Accounts	170,876.10				170,876.10
N.J. Cash Management Fund	618,095.87				618,095.87
N.J. ARM	498,840.68				498,840.68
Change Funds				$2,170.00	2,170.00
	$25,999,492.84	$297,487.03	$823,139.02	$2,170.00	$25,476,010.85

Custodial Credit Risk – Deposits – Custodial credit risk is the risk that in the event of a bank failure, the deposits may not be returned. The Township does not have a specific deposit policy for custodial credit risk other than those policies that adhere to the requirements of statute. As of December 31, 2008, based upon the coverage provided by FDIC and NJGUDPA, no amount of the bank balance was exposed to custodial credit risk. Of the cash on balance in the bank of $25,999,492.84, $569,178.96 was covered by Federal Depository Insurance, $24,313,377.33 was covered under the provisions of NJGUDPA, $618,095.87 was on deposit with the New Jersey Cash Management Fund and $498,840.68 was on deposit with the New Jersey Asset & Rebate Management Program (NJARM).

NOTE 2: CASH AND CASH EQUIVALENTS (CONTINUED)

B. Investments

The purchase of investments by the Township is strictly limited by the express authority of the New Jersey Local Fiscal Affairs Law, N.J.S.A. 40A:5-15.1. Permitted investments include any of the following types of securities:

1. Bonds or other obligations of the United States of America or obligations guaranteed by the United States of America;

2. Government money market mutual funds which are purchased from an investment company or investment trust which is registered with the Securities and Exchange Commission under the "Investment Company Act of 1940," 15 U.S.C. 80a-1 et seq., and operated in accordance with 17 C.F.R. § 270.2a-7 and which portfolio is limited to U.S. Government securities that meet the definition of an eligible security pursuant to 17 C.F.R. § 270.2a-7 and repurchase agreements that are collateralized by such U.S. Government securities in which direct investment may be made pursuant to paragraphs (1) and (3) of N.J.S.A. 5-15.1. These funds are also required to be rated by a nationally recognized statistical rating organization.

3. Any obligation that a federal agency or a 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 obligation bears a fixed rate of interest not dependent on any index or other external factor;

4. Bonds or other obligations of the Local Unit or bonds or other obligations of school districts of which the Local Unit is a part or within which the school district is located.

5. Bonds or other obligations, having a maturity date not more than 397 days from date of purchase, approved by the Division of Investment of the Department of Treasury for investment by Local Units;

6. Local government investment pools that are fully invested in U.S. Government securities that meet the definition of eligible security pursuant to 17 C.F.R. § 270a-7 and repurchase agreements that are collateralized by such U.S. Government securities in which direct investment may be made pursuant to paragraphs (1) and (3) of N.J.S.A. 5-15.1. This type of investment is also required to be rated in the highest category by a nationally recognized statistical rating organization.

NOTE 2: CASH AND CASH EQUIVALENTS (CONTINUED)

B. Investments (Continued)

7. Deposits with the State of New Jersey Cash Management Fund established pursuant to section 1 of P.L. 1977, c.281 (C. 52:18A-90.4); or

8. Agreements for the repurchase of fully collateralized securities if:
   a. the underlying securities are permitted investments pursuant to paragraphs (1) and (3) of this subsection;
   b. the custody of collateral is transferred to a third party;
   c. the maturity of the agreement is not more than 30 days;
   d. the underlying securities are purchased through a public depository as defined in section 1 of P.L. 1970, c.236 (C. 17:19-41); and
   e. a master repurchase agreement providing for the custody and security of collateral is executed.

As of December 31, 2008 the Township has $618,095.87 on deposit with the New Jersey Cash Management Fund and $498,840.68 on deposit with the New Jersey Asset & Rebate Management Program (NJARM). Based upon the limitations set forth by New Jersey Statutes 40A:5-15.1 and existing investment practices of the Investment Council of the New Jersey Cash Management Fund and the Investment Advisor of the NJARM, the Township is generally not exposed to credit risks, custodial credit risks, concentration of credit risks and interest rate risks for its investments nor is it exposed to foreign currency risk for its deposits and investments.

The Township of Ocean's investment activities during the year were in accordance with the above New Jersey Statute.

NOTE 3: MUNICIPAL DEBT

The Local Bond Law, Chapter 40A:2, governs the issuance of bonds to finance general municipal capital expenditures. All bonds are retired in annual installments within the statutory period of usefulness. All bonds issued by the Township are general obligation bonds, backed by the full faith and credit of the Township. Bond Anticipation Notes, which are issued to temporarily finance capital projects, shall mature and be paid off within ten years or financed by the issuance of bonds.

SUMMARY OF MUNICIPAL DEBT (EXCLUDING CURRENT OPERATING DEBT AND TYPE II SCHOOL DEBT)

	YEAR 2008	YEAR 2007	YEAR 2006
Issued:			
General:			
Bonds, Notes and Loans	$22,753,303.39	$29,093,473.49	$17,437,186.86
Assessment Trust:			
Bonds and Notes	210,701.00	47,917.00	63,900.00
Net Issued	$22,964,004.39	$29,141,390.49	$17,501,086.86
Less:			
Reserve for Payment of Bonds	$97,560.35	$246,560.35	$358,591.35
Cash on Hand to pay Notes		4,500,000.00	
Total Deductions	97,560.35	4,746,560.35	358,591.35
Net Debt Issued	$22,866,444.04	$24,394,830.14	$17,142,495.51
Authorized but not Issued			
General:			
Bonds and Notes	$175,704.01	$5,807.00	$5,500,355.00
Total Authorized but not Issued	$175,704.01	$5,807.00	$5,500,355.00
Net Bonds and Notes Issued and and Authorized but not issued	$23,042,148.05	$24,400,637.14	$22,642,850.51

NOTE 3: MUNICIPAL DEBT (CONTINUED)

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 .40%.

	GROSS DEBT	DEDUCTIONS	NET DEBT
Local School District Debt	$27,482,000.00	$27,482,000.00	$-0-
General Debt	23,139,708.40	97,560.35	23,042,148.05
	$50,621,708.40	$27,579,560.35	$23,042,148.05

NET DEBT $23,042,148.05 DIVIDED BY EQUALIZED VALUATION BASIS PER N.J.S.40A:2-2, $5,624,618,377 EQUALS .40%.

BORROWING POWER UNDER N.J.S.40A:2-6 AS AMENDED

Equalized Valuation Basis* - December 31, 2008	$5,624,618,377.00
3-1/2 of Equalized Valuation Basis	196,861,643.20
Net Debt	23,042,148.05
Remaining Borrowing Power	$173,819,495.15

*Equalized Valuation Basis is the average of the equalized valuation of real estate, including improvements, and the assessed valuation of Class II Railroad Property of the Township for the last three (3) preceding years.

NOTE 3: MUNICIPAL DEBT (CONTINUED)

SCHEDULE OF ANNUAL DEBT SERVICE FOR PRINCIPAL AND INTEREST FOR BONDED DEBT ISSUED AND OUTSTANDING AS OF DECEMBER 31, 2008

CALENDAR YEAR	GENERAL PRINCIPAL	INTEREST	TOTAL
2009	$1,571,000.00	$920,917.50	$2,491,917.50
2010	1,647,000.00	849,605.00	2,496,605.00
2011	1,697,000.00	776,192.50	2,473,192.50
2012	1,778,000.00	699,992.50	2,477,992.50
2013	1,834,000.00	620,705.00	2,454,705.00
2014	1,843,000.00	539,867.50	2,382,867.50
2015	753,000.00	480,905.00	1,233,905.00
2016	793,000.00	443,255.00	1,236,255.00
2017	831,000.00	403,605.00	1,234,605.00
2018	874,000.00	362,055.00	1,236,055.00
2019	918,000.00	316,170.00	1,234,170.00
2020	954,000.00	279,450.00	1,233,450.00
2021	992,000.00	241,290.00	1,233,290.00
2022	1,047,000.00	189,210.00	1,236,210.00
2023	1,087,000.00	144,712.50	1,231,712.50
2024	1,133,000.00	98,515.00	1,231,515.00
2025	1,185,000.00	50,362.50	1,235,362.50
	$20,937,000.00	$7,416,810.00	$28,353,810.00

STATEMENT OF ANNUAL DEBT FOR WASTEWATER TREATMENT LOAN

CALENDAR YEAR	PRINCIPAL	INTEREST	TOTAL
2009	$17,433.62	$1,728.13	$19,161.75
2010	17,784.04	1,377.72	19,161.76
2011	18,141.49	1,020.26	19,161.75
2012	18,506.13	655.61	19,161.74
2013	18,878.11	283.64	19,161.75
	$90,743.39	$5,065.36	$95,808.75

NOTE 3: MUNICIPAL DEBT (CONTINUED)

The General Improvement Bonds are comprised of the following issues:

$10,925,000.00 in General Improvement Bonds dated May 1, 2002, due in remaining annual installments ranging between $975,000.00 and $1,125,000,000.00 beginning May 1, 2009 and ending May 1, 2014 with interest at 4.10%	$6,500,000.00
$15,033,000.00 in Loan Revenue Bonds dated December 1, 2007, due in remaining annual installments ranging between $596,000.00 and $1,185,000.00 beginning December 1, 2009 and ending December 1, 2025 with interest from 4.00% to 5.00%	14,437,000.00
	$20,937,000.00

BONDS AND NOTES AUTHORIZED BUT NOT ISSUED

At December 31, 2008, the Township has authorized but not issued bonds and notes as follows:

General Capital Fund $175,704.01

BOND ANTICIPATION NOTES

Outstanding Bond Anticipation Notes are summarized as follows:

	Interest Rate	Original Issue Date	Amount
General Capital Fund	1.25%	12/23/08	$ 1,725,560.00
Assessment Trust Fund	1.25%	12/23/08	$ 210,701.00

NOTE 4: FUND BALANCES APPROPRIATED

Fund balances at December 31, 2008, which were appropriated and included as anticipated revenue in their own respective funds for the year ending December 31, 2009, were as follows:

Current Fund $7,401,146.00*

*Per introduced budget

NOTE 5: PROPERTY TAXES

Property taxes attach as an enforceable lien on property as of January 1. Taxes are levied based on the final adoption of the current year municipal budget, and are payable in four installments on February 1, May 1, August 1 and November 1. The Township bills and collects its own property taxes and also the taxes for the County and the Local School District. The collections and remittance of county and school taxes are accounted for in the Current Fund. Township property tax revenues are recognized when collected in cash and any receivables are recorded with offsetting reserves on the balance sheet of the Township's Current Fund.

Taxes collected in advance - Taxes collected in advance and recorded as cash liabilities in the financial statements are as follows:

	Balance December 31, 2007	Balance December 31, 2008
Prepaid Taxes	$604,952.04	$746,276.08

NOTE 6: PENSION PLANS

Township employees, who are eligible for a pension plan, are enrolled in one of three pension systems administered by the Division of Pensions, Treasury Department of the State of New Jersey. The plans are: the Public Employees' Retirement System, the Police and Firemen's Retirement System, and the Consolidated Police and Firemen's Pension Fund of New Jersey. The Division annually charges participating government units for their respective contributions to the plans based upon actuarial methods.

Certain portions of the costs are contributed by the employees. The Township's share of pension costs, which is based upon the annual billings received from the State, amounted to $947,062.00 for 2007 and $1,477,957.00 for 2008.

Certain Township employees are also covered by Federal Insurance Contribution Act.

Information as to the comparison of the actuarially computed value of vested benefits with the system's assets is not available from the State Retirement System and, therefore, is not presented.

NOTE 7: LITIGATION

The Township Attorney's letter did not indicate any litigation, claims or contingent liabilities that are either not covered by the Township's insurance carrier or would have a material financial impact on the Township.

NOTE 8: LOCAL DISTRICT SCHOOL TAXES

Local District School Taxes have been raised on a calendar year basis thus there is no deferral of Local School District Taxes.

NOTE 9: COMPENSATED ABSENCES

Under the existing policy of the Township, employees are allowed to accumulate sick vacation and other compensated time, which may be taken as time off, or paid at a later date, at an agreed upon rate. It is estimated that the current cost of such unpaid compensation would approximate $1,877,518.07. Under accounting principles and practices prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, the accumulated cost of such unpaid compensation is not required to be reported in the financial statements as presented. The Township has accumulated $242,023.87 for this purpose in the Trust Other Fund and continues to budget funds to provide for these liabilities as they arise.

NOTE 10: TAX APPEALS

There are several tax appeals filed with the State Tax Court of New Jersey requesting a reduction of assessments for 2008 and prior. Any reduction in assessed valuation will result in a refund of prior year's taxes in the year of settlement, which may be funded from tax revenues through the establishment of a reserve or by the issuance of refunding bonds per N.J.S.40A:2-51. The Township has made provision, from tax revenues, in the amount of $397,928.61 for these appeals in the event that the tax reductions are granted.

NOTE 11: CONTINGENT LIABILITIES

The Township participates in several federal and state financial assistance grant programs. Entitlement to the funds is generally conditional upon compliance with terms and conditions of the grant agreements and applicable regulations, including the expenditure of funds for eligible purposes. These programs are subject to compliance and financial audits by the grantors or their representatives. As of December 31, 2008, the Township does not believe that any material liabilities will result from such audits.

NOTE 12: RISK MANAGEMENT

The Township is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The Township participates in the Mid-Jersey Municipal Joint Fund covering each of those risks of loss. The Fund is operated in accordance with regulations of the New Jersey Department of Insurance and the Division of Local Government Services of the Department of Community Affairs. The Fund is also a member of the Municipal Excess Liability Joint Insurance Fund which provides excess insurance coverage for each of the various risks noted above. The Township's contributions to the Fund for claim payments are based on actuarial assumption determined by the Fund's actuary. The Township also maintains coverage for all other risks of loss, including employee health insurance through the New Jersey State Health Benefits program. Management believes such coverage is sufficient to preclude any significant uninsured losses to the Township.

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

Year	Township Contributions	Employee Contributions	Interest	Amount Reimbursed	Ending Balance
2008	$ 10,000.00	$ 17,044.04	$ 359.56	$ 27,532.22	$ 45,854.04
2007	$ 22,000.00	$ 15,180.21	$ 715.14	$ 13,360.70	$ 45,982.66
2006	$ -0-	$ 17,647.60	$ 1,583.99	$ 48,767.34	$ 21,448.01

NOTE 13: INTERFUND RECEIVABLES AND PAYABLES

The following interfund balances remained on the balance sheet at December 31, 2008:

Fund	Interfund Receivable	Interfund Payable
Current Fund	$ 40,118.79	$ 549,245.21
Grant Fund	549,245.21	136,000.00
Assessment Trust Fund		22.37
Animal Control Fund		22.38
Trust Other Fund		35,745.06
General Capital Fund	136,000.00	4,328.98
	$ 725,364.00	$ 725,364.00

All balances resulted from the time lag between the dates that payments between funds are made.

NOTE 14: DEFERRED COMPENSATION PLAN

The Township offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan, available to all Township employees, permits them to defer a portion of their salaries until future years. The Township does not make any contribution to the plan. The deferred compensation is not available to employees until retirement, death, disability, termination or financial hardships.

In accordance with the requirements of the Small Business Job Protection Act of 1996 and the funding requirements of Internal Revenue Code Section 457(g), the Township's Plan was amended to require that all amounts of compensation deferred under the Plan are held for the exclusive benefits of plan participants and beneficiaries. All assets and income under the Plan are held in trust, in annuity contracts or custodial accounts.

All assets of the plan are held by an independent administrator, the I.C.M.A. Retirement Corporation.

The accompanying financial statements do not include the Township's Deferred Compensation Plan activities.

NOTE 15: GASB 45: OTHER POST-RETIREMENT BENEFITS

Plan Description. The Township contributes to the State Health Benefits Program (SHBP) a cost-sharing, multiple-employer defined benefit post employment healthcare plan administered by the State of New Jersey Division of Pensions and Benefits. SHBP was established in 1961 under N.J.S.A. 52:14-17.25 *et seq.* to provide health benefits to State employees, retirees, and their dependents. The SHBP was extended to employees, retirees, and dependents of participating local public employers in 1964. Local employers must adopt a resolution to participate in the SHBP. Rules governing the operation and administration of the program are found in Title 17, Chapter 9 of the New Jersey Administrative Code. SHBP provides medical, prescription drugs, mental health/substance abuse, and Medicare Part B reimbursement to retirees and their covered dependents. The State Health Benefits Commission is the executive body established by statute to be responsible for the operation of the SHBP. The State of New Jersey Division of Pensions and Benefits issues a publicly available financial report that includes financial statements and required supplementary information for the SHBP. That report may be obtained by writing to: State of New Jersey Division of Pensions and Benefits, P.O. Box 295, Trenton, NJ 08625-0295 or by visiting their website at http://www.state.nj.us/treasury/pensions.

Funding Policy. Contributions to pay for the health premiums of participating employees in the SHBP are billed to the Township on a monthly basis. Participating employers are contractually required to contribute based on the amount of premiums attributable to their retirees. In accordance with Chapter 62, P.L. 1994, post-retirement medical benefits have been funded on a pay-as-you-go basis since 1994. Prior to 1994, medical benefits were funded on an actuarial basis. The Township's contributions to SHBP for the years ended December 31, 2008, 2007 and 2006 were $1,457,401.74 $1,644,626.08 and $1,478,974.74 respectively, which equaled the required contributions for each year.

THIS PAGE INTENTIONALLY LEFT BLANK

TOWNSHIP OF OCEAN

SUPPLEMENTARY SCHEDULES - ALL FUNDS

YEAR ENDED DECEMBER 31, 2008

TOWNSHIP OF OCEAN

CURRENT FUND

SCHEDULE OF CASH-TREASURER

	REF.	GRANT FUND		CURRENT FUND	
Balance, December 31, 2007	A		$ 648.50		$ 14,741,161.82
Increased by Receipts:					
Collector	A-5	$		$ 86,432,122.76	
Petty Cash	A-7			1,800.00	
State of New Jersey-Senior Citizens and Veterans Deductions (Chapter 20,P.L.1971)	A-8			278,495.28	
Miscellaneous Revenue Not Anticipated	A-2			774,852.91	
Appropriations Refunds	A-3			147,794.03	
Revenue Accounts Receivable	A-12			6,548,073.62	
New Jersey Sale and Use Tax Payable	A-13			6,998.82	
Prepaid Fees and Licenses	A-18			7,330.00	
Reserve for:					
Library Expenditures	A-21			8,103.98	
Garden State Trust Fund	A-22			3,195.36	
Due State of New Jersey	A-26			40,573.00	
Interfunds Receivable	A-31	281,039.83		4,793,295.31	
Grants Receivable	A-32	379,571.63			
Grants - Unappropriated	A-34	89,221.22			
			749,832.68		99,042,635.07
			$ 750,481.18		$ 113,783,796.89
Decreased by Disbursements:					
2008 Appropriations	A-3	$		$ 23,656,017.26	
Appropriation Reserves	A-14			561,499.04	
Accounts Payable	A-16			1,100.00	
Contracts Payable	A-17			2,095.00	
Refund of Tax Overpayments	A-20			46,345.91	
Reserve for:					
Library Expenditures	A-21			4,431.06	
Tax Appeals	A-24			46,071.39	
Due State of New Jersey	A-26			34,484.00	
New Jersey Sale and Use Tax Payable	A-13			6,996.72	
Local District School Tax	A-27			52,013,439.01	
County Taxes	A-28			14,947,989.03	
County Share for Added Taxes	A-29			124,622.32	
Fire District Tax	A-30			2,437,231.00	
Interfunds	A-31	12,746.00		5,078,074.56	
Grants Appropriated	A-33	736,393.03			
Change Fund	A-6			600.00	
Petty Cash	A-7			1,800.00	
Refund of Miscellaneous Revenue Not Anticipated	A-2			5,537.15	
Budget Operations	A-1			1,388.88	
			749,139.03		98,969,722.33
Balance, December 31, 2008	A		$ 1,342.15		$ 14,814,074.56

TOWNSHIP OF OCEAN

CURRENT FUND

SCHEDULE OF CASH-COLLECTOR

	REF.				
Received:					
Taxes Receivable	A-9	$	85,340,459.00		
Revenue Accounts Receivable	A-12		263,806.51		
2009 Taxes Prepaid	A-19		746,276.08		
Tax Overpayments	A-20		75,828.43		
State of New Jersey-Senior Citizens and Veterans Deductions	A-8		5,752.74		
				$	86,432,122.76
					86,432,122.76
Decreased by Disbursements:					
Payments to Treasurer	A-4			$	86,432,122.76

"A-6"

TOWNSHIP OF OCEAN

CURRENT FUND

SCHEDULE OF CHANGE FUND

	REF.		
Balance December 31, 2007	A	$	1,520.00
Increase by:			
Disbursements	A-4		600.00
Balance December 31, 2008	A	$	2,120.00

ANALYSIS OF BALANCE		
Tax Collector	$	750.00
Police Department		20.00
Construction Code		250.00
Municipal Court		500.00
Colonial Terrace Golf Course		600.00
	$	2,120.00

"A-7"

SCHEDULE OF PETTY CASH

Increased by:			
Disbursements	A-4	$	1,800.00
			1,800.00
Decreased by:			
Receipts	A-4	$	1,800.00

TOWNSHIP OF OCEAN

CURRENT FUND

SCHEDULE OF DUE FROM STATE OF NEW JERSEY
FOR SENIOR CITIZENS AND VETERANS DEDUCTIONS

	REF.				
Balance, December 31, 2007	A			$	6,491.86
Increased by:					
Senior Citizens and Veterans Deductions Per Duplicate		$	283,000.00		
Senior Citizens and Veterans Deductions Allowed by Tax Collector Current Year			5,000.00		
					288,000.00
					294,491.86
Decreased by:					
Received From State of New Jersey	A-4	$	278,495.28		
Senior Citizens and Veterans Deductions Disallowed by Tax Collector:					
Current Year			6,300.54		
Prior Year	A-5		5,752.74		
					290,548.56
Balance, December 31, 2008	A			$	3,943.30

CALCULATION OF STATE SHARE OF
2008 SENIOR CITIZENS AND VETERANS DEDUCTIONS

Senior Citizens and Veterans Deductions:			
Per Tax Duplicate		$	283,000.00
Allowed by Collector			5,000.00
			288,000.00
Less:			
Senior Citizens Deductions Disallowed by Collector			6,300.54
	A-9	$	281,699.46

TOWNSHIP OF OCEAN

CURRENT FUND

SCHEDULE OF TAXES RECEIVABLE AND ANALYSIS OF PROPERTY TAX LEVY

YEAR	BALANCE DECEMBER 31, 2007	2008 LEVY	ADDED	CASH COLLECTIONS 2007	CASH COLLECTIONS 2008	TRANSFERRED TO TAX TITLE LIENS	CANCELED	BALANCE DECEMBER 31, 2008
2006	$ 21,332.56	$	$	$	$	$	$	$ 21,332.56
2007	936,787.73		59,509.81		977,537.52		15,954.71	2,805.31
	$ 958,120.29	$	$ 59,509.81	$	$ 977,537.52	$	$ 15,954.71	$ 24,137.87
2008		86,385,299.30		604,952.04	84,678,411.03	13,544.24	39,501.09	1,048,890.90
	$ 958,120.29	$ 86,385,299.30	$ 59,509.81	$ 604,952.04	$ 85,655,948.55	$ 13,544.24	$ 55,455.80	$ 1,073,028.77
REF.	A			A-2:A-19	A-2	A-10		A

	REF.	
Collector	A-5	$ 85,340,459.00
Overpayments Applied	A-20	33,790.09
Senior Citizens Deductions	A-8	281,699.46
		$ 85,655,948.55

ANALYSIS OF 2008 PROPERTY TAX LEVY

	REF.			
TAX YIELD				
General Purpose Tax			$ 85,926,570.63	
Added Taxes (54:4-63.1 et.seq.)			458,728.67	
				$ 86,385,299.30
TAX LEVY				
Local District School Tax (Abstract)	A-27		$ 52,013,439.01	
County Taxes:				
County Tax (Abstract)	A-28	$ 14,947,989.03		
Due County for Added Taxes (54:4-63.1 et.seq.)	A-29	79,850.82		
			15,027,839.85	
Fire District Taxes:				
Fire District Tax (Abstract)	A-30		2,437,231.00	
Local Tax for Municipal Purposes (Abstract)	A-2	$ 16,458,153.00		
Add: Additional Tax Levied		448,636.44		
Local Tax for Municipal Purposes Levied			16,906,789.44	
				$ 86,385,299.30

"A-10"

TOWNSHIP OF OCEAN

CURRENT FUND

SCHEDULE OF TAX TITLE LIENS

	REF.		
Balance, December 31, 2007	A	$	281,572.46
Increased by:			
Transfers From Taxes Receivable	A-9		13,544.24
Balance, December 31, 2008	A	$	295,116.70

"A-11"

SCHEDULE OF PROPERTY ACQUIRED FOR TAXES
(AT ASSESSED VALUATION)

Balance, December 31, 2007 and December 31, 2008	A	$	855,981.00

TOWNSHIP OF OCEAN

CURRENT FUND

SCHEDULE OF REVENUE ACCOUNTS RECEIVABLE

	REF.	BALANCE DECEMBER 31, 2007	ACCRUED IN 2008	COLLECTED BY COLLECTOR	COLLECTED BY TREASURER	BALANCE DECEMBER 31, 2008
Clerk:						
Licenses:						
Alcoholic Beverage	A-2	$	$ 38,340.00	$	$ 38,340.00	$
Other	A-2		18,964.00		18,964.00	
Fees and Permits	A-2		82,520.00		82,520.00	
Tax Collector:						
Fees and Permits	A-2		3,290.00	3,290.00		
Board of Adjustment						
Fees and Permits	A-2		34,395.00		34,395.00	
Planning Board						
Fees and Permits	A-2		42,719.65		42,719.65	
Community Development:						
Other Licenses	A-2		12,435.00		12,435.00	
Fees and Permits	A-2		23,025.00		23,025.00	
Recreation:						
Fees and Permits	A-2		147,290.00		147,290.00	
Police:						
Fees and Permits	A-2		29,664.30		29,664.30	
Public Works						
Fees and Permits	A-2		28,715.00		28,715.00	
Human Services:						
Fees and Permits	A-2				47,999.00	
Municipal Court	A-2	37,075.12	615,975.50		620,383.36	32,667.26
Interest and Costs on Taxes	A-2		260,516.51	260,516.51		
Interest on Investments and Deposits	A-2		707,899.54		707,899.54	
Payment in Lieu of Taxes-Senior Citizens	A-2		44,400.60		44,400.60	
Pool Tennis Club Membership Fees	A-2		143,587.50		143,587.50	
Pool Tennis Club Snack Bar Rental	A-2		14,800.00		14,800.00	
Pool Tennis Club Guest Fees	A-2		59,329.50		59,329.50	
Non Residential Garbage Collection	A-2		28,007.53		28,007.53	
Loch Arbor Policing & Court Contract	A-2		165,000.00		165,000.00	
Consolidated Municipal Property Tax Relief Aid	A-2		607,075.00		607,075.00	
Energy Receipts Tax	A-2		2,652,986.00		2,652,986.00	
Uniform Construction Code Fees	A-2		591,222.00		591,222.00	
Reserve For Payment Of Bonds	A-2		149,000.00		149,000.00	
Colonial Terrace Golf Course	A-2		244,854.64		244,854.64	
Assessment Trust Surplus	A-2		13,461.00		13,461.00	
		$ 37,075.12	$ 6,759,473.27	$ 263,806.51	$ 6,548,073.62	$ 32,667.26
	REF.	A		A-5	A-4	A

TOWNSHIP OF OCEAN

CURRENT FUND

SCHEDULE OF NEW JERSEY SALE AND USE TAX PAYABLE

	REF.		
Increased by:			
Cash Receipts	A-4	$	6,998.82
Decreased by:			
Cash Disbursements	A-4		6,996.72
Balance, December 31, 2008	A	$	2.10

TOWNSHIP OF OCEAN

CURRENT FUND

SCHEDULE OF 2007 APPROPRIATION RESERVES

	BALANCE DECEMBER 31, 2007	BALANCE AFTER TRANSFERS	PAID OR CHARGED	BALANCE LAPSED
SALARIES AND WAGES				
Office of the Governing Body	$ 27.00	$ 27.00	$	$ 27.00
Office of the Township Manager	49,433.26	49,433.26	212.16	49,221.10
Office of the Township Clerk	886.52	886.52		886.52
Data Processing	131.00	131.00		131.00
Collection of Taxes	1,256.04	1,256.04		1,256.04
Assessment of Taxes	4,061.00	4,061.00		4,061.00
Legal Services and Costs	1,120.00	1,120.00		1,120.00
Office of Planning Administration	3,812.80	3,812.80	254.42	3,558.38
Police	174,550.63	174,550.63	16,130.70	158,419.93
Police Dispatch/911	19,848.94	19,848.94	425.88	19,423.06
Municipal Prosecutor	1,300.00	1,300.00		1,300.00
Office of the Director of Public Works	300.00	300.00		300.00
Streets and Roads Maintenance	91,548.75	91,548.75	1,986.00	89,562.75
Maintenance of Equipment	31,594.82	31,594.82	521.42	31,073.40
Garbage and Trash Removal	59,422.79	59,422.79	854.95	58,567.84
Recycling	9,649.44	9,649.44		9,649.44
Public Building and Grounds	45,822.05	45,822.05	1,554.32	44,267.73
Board of Health	2,181.22	2,181.22	684.96	1,496.26
Office of Director of Human Services	4,692.46	4,692.46	729.04	3,963.42
Community Services Department	18,404.00	18,404.00	1,119.75	17,284.25
Recreation	22,236.78	22,236.78	1,519.25	20,717.53
Pool and Tennis Club	8,488.61	8,488.61		8,488.61
Maintenance of Free Public Library	7,000.00	7,000.00		7,000.00
Construction Code Department	18,891.71	18,891.71	1,525.42	17,366.29
Municipal Court	11,995.92	11,995.92	498.93	11,496.99
Public Defender	600.00	600.00		600.00
TOTAL SALARIES AND WAGES	$ 589,255.74	$ 589,255.74	$ 28,017.20	$ 561,238.54
OTHER EXPENSES				
Office of the Governing Body	$ 1,152.08	$ 2,652.08	$ 884.00	$ 1,768.08
Office of the Township Manager	12,187.73	25,785.24	3,930.52	21,854.72
Office of the Township Clerk	10,104.96	10,801.21	1,223.93	9,577.28
Financial Administration	7,450.29	7,794.14	4,524.79	3,269.35
Annual Audit	28,875.00	28,875.00	28,875.00	
Data Processing	107.83	28,827.83	28,720.00	107.83
Collection of Taxes	531.66	1,115.69	363.87	751.82
Assessment of Taxes	36,291.98	36,838.47	33,299.48	3,538.99
Legal Services and Costs	42,078.97	46,664.97	14,708.00	31,956.97
Engineering Services and Costs	43,037.50	43,037.50	10,002.50	33,035.00
Planning Board	10,612.33	11,012.33	812.50	10,199.83
Board of Adjustment	19,633.72	20,033.72	2,175.00	17,858.72
Office of Planning Administration	18,472.73	19,887.68	1,056.73	18,830.95
Police	60,546.77	111,168.25	54,602.76	56,565.49
Police Dispatch/911	3,183.93	3,183.93		3,183.93
Office of Emergency Management	89.10	2,125.55	1,748.45	377.10
Municipal Prosecutor	943.75	943.75		943.75
Office of Director of Public Works	4,074.73	4,984.55	649.82	4,334.73
Streets and Roads Maintenance	30,323.45	53,604.00	22,909.86	30,694.14
Maintenance of Equipment	91,714.99	154,992.80	48,413.81	106,578.99
Garbage and Trash Removal	4,235.15	4,570.66	200.55	4,370.11
Recycling	2,041.10	2,232.98	175.56	2,057.42
Public Building and Grounds	80,302.49	155,147.24	72,223.80	82,923.44
Community Services Act	11,325.01	11,325.01	8,940.22	2,384.79
Board of Health	18,072.25	18,105.21	2,044.96	16,060.25
Animal Control	7,000.00	7,000.00	7,000.00	
Office of Director of Human Services	1,075.94	1,586.96	740.57	846.39
Community Services Department	2,592.54	4,327.54	2,443.00	1,884.54
Recreation	17,613.71	22,856.03	6,198.25	16,657.78

TOWNSHIP OF OCEAN

CURRENT FUND

SCHEDULE OF 2007 APPROPRIATION RESERVES

	BALANCE DECEMBER 31, 2007	BALANCE AFTER TRANSFERS	PAID OR CHARGED	BALANCE LAPSED
OTHER EXPENSES (CONTINUED):				
Senior Citizen Transportation	$ 5,895.80	$ 7,926.20	$ 1,861.20	$ 6,065.00
Pool and Tennis Club	7,766.23	11,901.12	3,770.02	8,131.10
Celebration of Public Events	10,955.83	11,355.33	1,060.50	10,294.83
Maintenance of Free Public Library	3,867.36	4,812.36	945.00	3,867.36
Purchase of Township Vehicles	292.82	292.82		292.82
Postage	2,502.49	2,502.49		2,502.49
Citizen Information Bulletin - Twp. Bulletin	5,514.33	5,514.33		5,514.33
Shade Tree Commission	3,566.26	3,588.00	21.74	3,566.26
Environmental Commission	1,372.00	1,372.00		1,372.00
Utilities:				
Electric	10,604.65	28,494.65	23,158.31	5,336.34
Street Lighting	8,617.03	25,117.03	19,608.10	5,508.93
Telephone	12,787.43	12,787.43	4,035.75	8,751.68
Water	18,770.51	22,462.41	4,210.25	18,252.16
Natural Gas	30,308.41	42,983.41	13,439.42	29,543.99
Heating Oil	9,316.56	9,366.56	3,301.10	6,065.46
Sewerage Processing Disposal	5,310.26	5,310.26		5,310.26
Fuel	38,316.32	68,316.32	39,352.00	28,964.32
Landfill/Solid Waste Costs	171,084.42	278,431.92	78,954.75	199,477.17
Construction Code Department	25,145.49	27,976.35	2,526.49	25,449.86
Municipal Court	3,795.32	5,597.54	1,514.97	4,082.57
Public Defender	2,600.00	2,600.00		2,600.00
Contingent	5,000.00	5,000.00		5,000.00
Contribution to: Social Security System (O.A.S.I.)	3,286.29	3,286.29	372.61	2,913.68
Reimbursement to Multi-Dwellings	960.00	960.00	956.30	3.70
Insurance:				
General Liability	0.68	0.68		0.68
Employee Group Insurance	146,315.86	146,365.86	341.66	146,024.20
Employee Group Insurance - Excluded From Caps	9,342.00	9,342.00		9,342.00
Worker's Compensation Insurance	0.44	0.44		0.44
Police and Firemen's Retirement System	0.80	0.80		0.80
Public Employees Retirement System	0.20	0.20		0.20
Matching Funds for Grants	25,000.00	25,000.00		25,000.00
Departmental Specialized Equipment:				
Maintenance of Equipment	10,594.00	10,594.00		10,594.00
Office of Township Clerk				
Buildings & Grounds Equipment	3,618.60	9,418.60	5,800.00	3,618.60
Police	5,397.30	13,920.00	8,573.03	5,346.97
Streets and Roads Maintenance	1,999.96	7,207.75	5,205.71	2,002.04
TOTAL OTHER EXPENSES	$ 1,155,577.34	$ 1,651,285.47	$ 577,876.84	$ 1,073,408.63
GRAND TOTAL	$ 1,744,833.08	$ 2,240,541.21	$ 605,894.04	$ 1,634,647.17
REF.	A			A-1

	REF.	
Appropriation Reserves	A-14	$ 1,744,833.08
Reserve for Encumbrances	A-15	459,068.13
Reserve for Contracts Payable	A-17	36,640.00
		$ 2,240,541.21

Disbursed	A-4	$ 561,499.04
Accounts Payable	A-16	32,095.00
Reserve for Contracts Payable	A-17	12,300.00
		$ 605,894.04

"A-15"

TOWNSHIP OF OCEAN

CURRENT FUND

SCHEDULE OF RESERVE FOR ENCUMBRANCES

	REF.				
Balance, December 31, 2007:					
Current Fund	A	$	459,068.13		
Grant Fund	A		126,042.78		
				$	585,110.91
Increased by:					
Charged to 2008 Budget Appropriations	A-3	$	458,618.52		
Charged to Reserve for Grants Appropriated	A-33		123,409.20		
					582,027.72
				$	1,167,138.63
Decreased by:					
Transferred to Appropriation Reserves	A-14	$	459,068.13		
Transferred to Reserve for Grants Appropriated	A-33		126,042.78		
					585,110.91
Balance, December 31, 2008:					
Current Fund	A	$	458,618.52		
Grant Fund	A		123,409.20		
				$	582,027.72

"A-16"

SCHEDULE OF ACCOUNTS PAYABLE

Balance, December 31, 2007	A			$	16,736.98
Increased by:					
Charged to:					
2007 Appropriation Reserves	A-14	$	32,095.00		
Refund of Fees and Permits	A-2		275.00		
Refund of Miscellaneous Revenue Not Anticipated	A-2		285.00		
					32,655.00
				$	49,391.98
Decreased by:					
Cash Disbursements	A-4	$	1,100.00		
Canceled	A-1		4,076.98		
					5,176.98
Balance, December 31, 2008	A			$	44,215.00

"A-17"

TOWNSHIP OF OCEAN

CURRENT FUND

SCHEDULE OF CONTRACTS PAYABLE

	REF.				
Balance, December 31, 2007	A			$	47,866.21
Increased by:					
Charged to 2008 Budget Appropriations	A-3	$	35,622.50		
Transferred from Appropriation Reserves	A-14		12,300.00		
					47,922.50
				$	95,788.71
Decreased by:					
Transferred to Appropriation Reserves	A-14	$	36,640.00		
Cash Disbursements	A-4		2,095.00		
					38,735.00
Balance, December 31, 2008	A			$	57,053.71

"A-18"

SCHEDULE OF PREPAID FEES AND LICENSES

Balance, December 31, 2007	A			$	45,394.79
Increased by:					
Cash Receipts	A-4				7,330.00
				$	52,724.79
Decreased by:					
Applied to:					
Other Licenses	A-2	$	30,405.00		
Other Fees and Permits	A-2		2,900.00		
Non-Residential Garbage Collection	A-2		649.79		
Swim Pool Membership Fees	A-2		10,020.00		
					43,974.79
Balance, December 31, 2008	A			$	8,750.00
Analysis of Balance					
Other Licenses				$	100.00
Other Fees and Permits					3,895.00
Swim Pool Membership Fees					4,755.00
				$	8,750.00

"A-19"

TOWNSHIP OF OCEAN

CURRENT FUND

SCHEDULE OF PREPAID TAXES

	REF.		
Balance, December 31, 2007	A	$	604,952.04
Increased by:			
Collection - 2009 Taxes	A-5		746,276.08
		$	1,351,228.12
Decreased by:			
Applied to 2008 Taxes Receivable	A-9		604,952.04
Balance, December 31, 2008	A	$	746,276.08

"A-20"

SCHEDULE OF TAX OVERPAYMENTS

Balance, December 31, 2007	A			$	33,333.64
Increased by:					
Overpayments in 2008	A-5				75,828.43
				$	109,162.07
Decreased by:					
Refunds	A-4	$	46,345.91		
Applied	A-9		33,790.09		
					80,136.00
Balance, December 31, 2008	A			$	29,026.07

"A-21"

TOWNSHIP OF OCEAN

CURRENT FUND

SCHEDULE OF RESERVE FOR LIBRARY EXPENDITURES

	REF.		
Balance, December 31, 2007	A	$	31,465.19
Increased by:			
Cash Receipts	A-4		8,103.98
			39,569.17
Decreased by:			
Cash Disbursements	A-4		4,431.06
Balance, December 31, 2008	A	$	35,138.11

"A-22"

SCHEDULE OF RESERVE FOR GARDEN STATE TRUST FUND

Balance, December 31, 2007	A	$	3,690.22
Increased by:			
Cash Receipts	A-4		3,195.36
		$	6,885.58
Decreased by:			
Applied	A-2		3,690.00
Balance, December 31, 2008	A	$	3,195.58

"A-23"

SCHEDULE OF RESERVE FOR REVALUATION

Balance, December 31, 2007 and December 31, 2008	A	$	15,000.00

"A-24"

TOWNSHIP OF OCEAN

CURRENT FUND

SCHEDULE OF TAX APPEALS

	REF.		
Balance, December 31, 2007	A	$	444,000.00
Decreased by:			
Cash Disbursements	A-4		46,071.39
Balance, December 31, 2008	A	$	397,928.61

"A-25"

SCHEDULE OF RESERVE FOR SALE OF MUNICIPAL ASSETS

Balance, December 31, 2007 and December 31, 2008	A	$	35,770.85

TOWNSHIP OF OCEAN

CURRENT FUND

SCHEDULE OF RESERVE FOR DUE STATE OF NEW JERSEY

	BALANCE DECEMBER 31, 2007	CASH RECEIPTS	EXPENDED	BALANCE DECEMBER 31, 2008
DCA Training Fees	$	$ 35,733.00	$ 29,629.00	$ 6,104.00
DYFS - Marriage License Fees	550.00	4,425.00	4,100.00	875.00
DYFS - Domestic Partner License Fees	175.00	175.00	175.00	175.00
DYFS - Burial Fees	340.00	240.00	580.00	
	$ 1,065.00	$ 40,573.00	$ 34,484.00	$ 7,154.00
REF.	A	A-4	A-4	A

TOWNSHIP OF OCEAN

CURRENT FUND

SCHEDULE OF LOCAL DISTRICT SCHOOL TAX

	REF.		
Increased by:			
Levy School Year	A-9	$	52,013,439.01
Decreased by:			
Payments	A-1;A-4	$	52,013,439.01

"A-28"

TOWNSHIP OF OCEAN

CURRENT FUND

SCHEDULE OF COUNTY TAXES PAYABLE

	REF.		
Increased by:			
2008 Tax Levy	A-1:A-9	$	14,947,989.03
Decreased by:			
Payments	A-4	$	14,947,989.03

"A-29"

SCHEDULE OF DUE COUNTY FOR ADDED TAXES

Balance, December 31, 2007	A			$	124,622.32
Increased by:					
County Share of 2008 Levy:					
Added Taxes (R.S.54:4-63.1 et.seq.)	A-9	$	79,850.82		
Prior Year			8,721.15		
	A-1				88,571.97
				$	213,194.29
Decreased by:					
Payments	A-4				124,622.32
Balance, December 31, 2008	A			$	88,571.97

TOWNSHIP OF OCEAN

CURRENT FUND

SCHEDULE OF FIRE DISTRICT TAXES PAYABLE

	REF.		
Increased by:			
2008 Tax Levy	A-1:A-9	$	2,437,231.00
Decreased by:			
Payments	A-4	$	2,437,231.00

TOWNSHIP OF OCEAN

CURRENT FUND

SCHEDULE OF INTERFUNDS

	REF.	TOTAL	ASSESSMENT TRUST FUND	ANIMAL CONTROL TRUST FUND	TRUST OTHER FUND	GENERAL CAPITAL FUND	GRANT FUND
Balance, December 31, 2007:							
Interfunds Receivable	A	$ 23,633.37	$ 68.16	$ 68.17	$ 18,226.12	$ 5,270.92	$
Interfunds Payable	A	689,188.61					689,188.61
Receipts	A-4	4,793,295.31	514.86	514.98	225,995.47	4,553,524.00	12,746.00
Grant Match		146,710.00					146,710.00
Disbursements	A-4	5,078,074.56	469.07	469.19	243,514.41	4,552,582.06	281,039.83
Grants Appropriated Cancelled	A-1	18,359.57					18,359.57
Balance, December 31, 2008:							
Interfunds Receivable	A	$ 40,118.79	$ 22.37	$ 22.38	$ 35,745.06	$ 4,328.98	$
Interfunds Payable	A	549,245.21					549,245.21

TOWNSHIP OF OCEAN

CURRENT FUND

SCHEDULE OF GRANTS RECEIVABLE

	BALANCE DECEMBER 31, 2007	ANTICIPATED IN 2008 BUDGET	RECEIVED	UNAPPROPRIATED RESERVE APPLIED	CANCELED	BALANCE DECEMBER 31, 2008
Bulletproof Vest Grant	$ 1,314.17	$	$ 1,314.17	$	$	
Bulletproof Vest Grant - 2008		8,462.40	1,251.30	3,692.23		3,518.87
Click It or Ticket - 2008		4,000.00	4,000.00			
COPS Universal Grant	25,000.00		25,000.00			
COPS in Shops Grant - Summer Shore Initiative - 2008		1,600.00				1,600.00
COPS in Shops Grant - College/Fall Initiative	200.00					200.00
Community Development Block Grant	187,891.00		116,274.85			71,616.15
M.C. Drug Abuse Council	11,663.75		11,662.75		1.00	
M.C. Drug Abuse Council - 2008		47,584.00	35,688.00			11,896.00
M.C. Alliance to Prevent Alcoholism & Drug Abuse	7,482.07		7,457.78		24.29	
M.C. Alliance to Prevent Alcoholism & Drug Abuse - 2008		25,863.00	18,899.87			6,963.13
Safe & Secure Communities Grant	35,000.00		35,000.00			
Safe & Secure Communities Grant- 2008		56,515.00	23,550.00			32,965.00
NJDOT - Deal Road FY2006	37,500.00		37,500.00			
NJDOT - Deal Road FY2007	37,500.00		37,500.00			
NJDOT - Sunset Ave FY2008		160,000.00				160,000.00
Clean Communities Program		5,474.50		5,474.50		
Body Armor Grant	0.79				0.79	
NJDEP - Stimulate Recycling						
Municipal Safety Incentive Grant	4,546.00		4,544.91		1.09	
M.C. - Armstrong Avenue Intersection Improvements	161,000.00					161,000.00
Outpatient Services 2007 Grant	15,078.00		15,078.00			
Over the Limit Under Arrest 2007	5,000.00		4,850.00			150.00
Over the Limit Under Arrest 2007		5,000.00				5,000.00
Green Communities Grant		3,000.00				3,000.00
	$ 529,175.78	$ 317,498.90	$ 379,571.63	$ 9,166.73	$ 27.17	$ 457,909.15
REF.	A	A-2	A-4	A-14		A

TOWNSHIP OF OCEAN

CURRENT FUND

SCHEDULE OF RESERVE FOR GRANTS-APPROPRIATED

	BALANCE DECEMBER 31, 2007	MODIFIED	TRANSFERRED FROM 2008 BUDGET	PAID OR CHARGED	CANCELED	BALANCE DECEMBER 31, 2008
Bulletproof Vest Program - 2004 Grant	$ 50.48	$ 50.48	$	$	$	50.48
Bulletproof Vest Program - 2004 Match	426.94	739.84		739.84		
Bulletproof Vest Program - 2008			8,462.40	5,035.71		3,426.69
Click It or Ticket - 2008			4,000.00	4,000.00		
You Drink, You Drive, You Lose	5,000.00	5,000.00				5,000.00
Drug Abuse Council - 2006	277.15	277.15			277.15	
Drug Abuse Council - 2008			47,584.00	46,650.50		933.50
Ocean Glade Condominium Development - 2000	4,458.00	4,458.00		4,458.00		
Clean Communities Grant - 2004	5,404.36	5,404.36		5,404.36		
Clean Communities Grant - 2005	3,420.95	3,420.95		968.01		2,452.94
Clean Communities Grant - 2006	4,469.54	4,469.54				4,469.54
Clean Communities Grant - 2007	20,810.90	20,810.90		11,148.52		9,662.38
Clean Communities Grant - 2008			5,474.50	5,474.50		
Stormwater Regulation Grant - 2004	7,219.83	7,219.83		1,025.00		6,194.83
Drunk Driving Enforcement Fund - 2006	791.25	791.25		791.25		
Drunk Driving Enforcement Fund - 2007	9,547.57	9,547.57		3,208.75		6,338.82
Body Armor Replacement Fund - 2004	3.41	3.41				3.41
Body Armor Replacement Fund - 2005	37.80	37.80				37.80
Body Armor Replacement Fund - 2006	3,099.90	3,412.80		3,412.80		
Body Armor Replacement Fund - 2007	5,801.90	5,801.90		2,362.75		3,439.15
Safe and Secure Communities - 2006 Match	17,162.06	17,162.06			17,162.06	
Safe and Secure Communities - 2007 Grant	20,769.10	20,769.10		20,769.10		
Safe and Secure Communities - 2007 Match	63,718.96	63,718.96		63,680.14	38.82	
Safe and Secure Communities - 2008 Grant			56,515.00	38,359.61		18,155.39
Safe and Secure Communities - 2008 Match			121,606.00	93,220.22		28,385.78
Alcohol Education & Rehabilitation Fund:	450.00	450.00				450.00
New Jersey Transportation Trust Fund:						
Improvements to Sunset Ave. - FY 2008			160,000.00	160,000.00		
N.J. Substance Abuse Monitoring Program	1,500.00	1,500.00		1,500.00		
COPS in Shops Grant - College/Fall Initiative - 2007	2,800.00	2,800.00		2,375.00		425.00
COPS in Shops Grant - Summer Shore Initiative - 2008			1,600.00	1,600.00		
Cops Universal Hiring Program - 2006 Match	286.61	286.61			286.61	
Cops Universal Hiring Program - 2007 Grant	1,923.04	1,923.04		1,923.04		
Cops Universal Hiring Program - 2007 Match	4,527.44	4,527.44		4,171.57	355.87	
County of Monmouth Library Grant	50,000.00	50,000.00		50,000.00		
C.D.B.G. - ADA Improvements	187,891.00	187,891.00		116,274.85		71,616.15
Recycling Tonnage Grant	408,325.08	408,325.08				408,325.08

TOWNSHIP OF OCEAN

CURRENT FUND

SCHEDULE OF RESERVE FOR GRANTS-APPROPRIATED

	BALANCE DECEMBER 31, 2007	MODIFIED	TRANSFERRED FROM 2008 BUDGET	PAID OR CHARGED	CANCELED	BALANCE DECEMBER 31, 2008
Alliance to Prevent Alcoholism & Drug Abuse:						
2006 Grant	$ 181.11	$ 181.11	$	$	181.09	$ 0.02
2006 Match	56.80	56.80			56.80	
2008 Grant			25,863.00	25,863.00		
2008 Match			6,466.00	6,466.00		
Mid Jersey Municipal Joint Insurance Fund:						
Municipal Safety Incentive Grant - 2006		650.40		649.40	1.00	
Municipal Safety Incentive Grant - 2007	5.34	2,871.95		2,866.61	5.34	
Reserve for Hepatitis Shots	5,000.00	5,000.00				5,000.00
Monmouth County Prosecutor's Office -						
Emergency Response Team - 2002	104.23	104.23				104.23
Emergency Response Team - 2004	4,281.64	4,281.64		1,000.00		3,281.64
School NJEDA	26,646.86	26,646.86		4,237.73		22,409.13
M.C. - Armstrong Avenue Intersection Improvements		121,899.97		121,899.97		
2007 Physical Fitness Program Mini-Grant	701.00	701.00				701.00
NJ Parks Trail Grant - Palaia Park	25,000.00	25,000.00		25,000.00		
National Night Out Grant	1,100.00	1,100.00				1,100.00
2007 Child ID Grant	1,000.00	1,000.00		978.00	22.00	
Outpatient Services 2007 Grant	15,078.00	15,078.00				15,078.00
Over the Limit Under Arrest 2007	4,500.00	4,500.00		4,350.00		150.00
Over the Limit Under Arrest 2008			5,000.00	800.00		4,200.00
Monmouth County Historical Commission - Match			17,138.00	17,138.00		
Green Communities Grant - State Share			3,000.00			3,000.00
Green Communities Grant - Match			1,500.00			1,500.00
	$ 913,828.25	$ 1,039,871.03	$ 464,208.90	$ 859,802.23	$ 18,386.74	$ 625,890.96
REF.	A		A-3			A

Reserve for Grants Appropriated	A-33	$	913,828.25
Reserve for Encumbrances	A-16		126,042.78
		$	1,039,871.03

Cash Disbursements	A-4	$	736,393.03
Reserve for Encumbrances	A-16		123,409.20
		$	859,802.23

TOWNSHIP OF OCEAN

CURRENT FUND

SCHEDULE OF RESERVE FOR GRANTS-UNAPPROPRIATED

	BALANCE DECEMBER 31, 2007	CASH RECEIPTS	ANTICIPATED IN 2008 BUDGET	BALANCE DECEMBER 31, 2008
Drunk Driving Enforcement Fund	$ 13,208.76	$	$	$ 13,208.76
Recycling Grant		32,696.77		32,696.77
Monmouth County Drug Abuse Council	7,766.70			7,766.70
Stormwater Management	15,464.00	5,155.00		20,619.00
Body Armor Replacement Fund	6,702.00	6,101.68		12,803.68
Alcohol Education and Rehabilitation Fund	0.40			0.40
Bulletproof Vest Grant - 2008		3,692.23	3,692.23	
Clean Communities Program		38,400.54	5,474.50	32,926.04
COPS in Shops Grant - College/Fall Initiative - 2008		3,175.00		3,175.00
	$ 43,141.86	$ 89,221.22	$ 9,166.73	$ 123,196.35
REF.	A	A-4	A-32	A

TOWNSHIP OF OCEAN

TRUST FUND

SCHEDULE OF TRUST CASH - TREASURER

	REF.	ASSESSMENT		ANIMAL CONTROL FEES		OTHER	
Balance, December 31, 2007	B		$ 207,284.68		$ 18,372.93		$ 6,340,621.88
Increased by Receipts:							
Collector	B-3	$ 101,598.80	$		$		
Bond Anticipation Note	B-6	210,701.00					
Prepaid Dog Licenses	B-7						
Due State of New Jersey	B-8			1,420.20			
Animal Control Fees	B-9			10,456.80			
State Unemployment Insurance	B-11					27,403.60	
Payroll Deductions	B-12					15,462,337.29	
Miscellaneous Deposits	B-13					1,944,569.01	
Due Current Fund	B-14	446.70		479.49		108,546.94	
Due General Capital Fund	B-16						
			312,746.50		12,356.49		17,542,856.84
			$ 520,031.18		$ 30,729.42		$ 23,883,478.72
Decreased by Disbursements:							
Bond Anticipation Note	B-6	$ 47,917.00	$		$		
Due State of New Jersey	B-8			1,437.00			
Expenditures Under R.S.4:19-15.11	B-9			11,082.17			
State Unemployment Insurance	B-11					27,532.22	
Payroll Deductions	B-12					15,464,636.84	
Miscellaneous Deposits	B-13					2,355,761.07	
Due Current Fund	B-14	492.49		525.28		91,028.00	
Due General Capital Fund	B-16	247,995.99					
			296,405.48		13,044.45		17,938,958.13
Balance, December 31, 2008	B		$ 223,625.70		$ 17,684.97		$ 5,944,520.59

"B-3"

TOWNSHIP OF OCEAN

TRUST FUND

SCHEDULE OF TRUST CASH-COLLECTOR

	REF.		ASSESSMENT
Receipts:			
Assessments Receivable	B-5	$	101,598.80
Decreased by Disbursements:			
Payment to Treasurer	B-2	$	101,598.80

"B-4"

ANALYSIS OF ASSESSMENT CASH

		BALANCE DECEMBER 31, 2008
Fund Balance	$	166,060.88
Due Current Fund		22.37
Due General Capital Fund		15,674.51
Assessment Bond Anticipation Note Issues:		
Ordinance # 1958		12,880.20
Ordinance # 1990		15,546.52
Ordinance # 2021		39.68
Ordinance # 2028		13,401.54
	$	223,625.70
REF.		B

TOWNSHIP OF OCEAN

TRUST FUND

SCHEDULE OF ASSESSMENTS RECEIVABLE

ORDINANCE NUMBER	IMPROVEMENT DESCRIPTION	DATE OF CONFIRMATION	ANNUAL INSTALLMENTS	DUE DATES	BALANCE DECEMBER 31, 2007	CONFIRMED	COLLECTED	BALANCE DECEMBER 31, 2008	PLEDGED TO NOTES	PLEDGED TO CAPITAL
1958	Replacement of Sidewalk at Various Locations	12/08/04	5	2/1/2009	$ 6,761.36	$	$ 3,382.07	$ 3,379.29	$ 3,379.29	$
1990	Sidewalk, Curb & Driveway Apron Improvements - Alpern Ave	6/16/2008	4	07/01/09-11		83,556.75	38,546.27	45,010.48	45,010.48	
2021	Sidewalk, Curb & Driveway Apron Improvements - Lakeview Ave	6/16/2008	4	07/01/09-11		69,439.24	22,538.92	46,900.32	46,900.32	
2028	Sidewalk, Curb & Driveway Apron Improvements - Lincoln Dr.	6/16/2008	4	07/01/09-11		82,463.65	26,682.04	55,781.61	55,781.61	
2028	Sidewalk, Curb & Driveway Apron Improvements - Franklin Pkwy	6/16/2008	4	07/01/09-11		28,210.86	10,449.50	17,761.36	2,086.85	15,674.51
					$ 6,761.36	$ 263,670.50	$ 101,598.80	$ 168,833.06	$ 153,158.55	15,674.51
				REF.	B	B-15	B-3	B		B-6

TOWNSHIP OF OCEAN

TRUST FUND

SCHEDULE OF BOND ANTICIPATION NOTES

ORDINANCE	IMPROVEMENT DESCRIPTION	DATE OF ISSUE OF ORIGINAL NOTE	DATE OF ISSUE	DATE OF MATURITY	INTEREST RATE	BALANCE DECEMBER 31, 2007	INCREASED	DECREASED	BALANCE DECEMBER 31, 2008
Local Improvements:									
1958	Various Capital Improvements	12/17/04	12/14/08	12/12/08	3.30%	$ 47,917.00	$	$ 47,917.00	$
1958	Various Capital Improvements	12/17/04	12/23/08	12/22/09	1.25%		31,934.00		31,934.00
1990	Various Capital Improvements	12/23/08	12/23/08	12/22/09	1.25%		60,557.00		60,557.00
2021	Various Capital Improvements	12/23/08	12/23/08	12/22/09	1.25%		46,940.00		46,940.00
2028	Various Capital Improvements	12/23/08	12/23/08	12/22/09	1.25%		71,270.00		71,270.00
						$ 47,917.00	$ 210,701.00	$ 47,917.00	$ 210,701.00
					REF.	B	B-2	B-2	B

Pledged to:		
Assessment Cash	B-4	$ 57,542.45
Assessments Receivable	B-5	153,158.55
		$ 210,701.00

TOWNSHIP OF OCEAN

TRUST FUND

SCHEDULE OF PREPAID ANIMAL LICENSES

	REF.		
Balance, December 31, 2007	B	$	108.00
Decreased by:			
Applied to Reserve for Animal Expenditures	B-9	$	108.00

TOWNSHIP OF OCEAN

TRUST FUND

SCHEDULE OF ANIMAL LICENSE FEES DUE STATE OF NEW JERSEY

	REF.		
Balance, December 31, 2007	B	$	16.80
Increased by:			
Cash Receipts	B-2		1,420.20
		$	1,437.00
Decreased by:			
Cash Disbursements	B-2	$	1,437.00

TOWNSHIP OF OCEAN

TRUST FUND

SCHEDULE OF RESERVE FOR ANIMAL CONTROL FUND EXPENDITURES

	REF.				
Balance, December 31, 2007	B			$	17,534.96
Increased by:					
Animal Control Fees Collected	B-2	$	10,450.80		
Miscellaneous Fees	B-2		6.00		
Encumbrances	B-10		695.00		
Prepaid Collections Applied	B-7		108.00		
					11,259.80
				$	28,794.76
Decreased by:					
Expenditures Under R.S.4:19-15.11	B-2	$	11,082.17		
Encumbrances	B-10		668.20		
					11,750.37
Balance, December 31, 2008	B			$	17,044.39

LICENSE FEES COLLECTED

YEAR		AMOUNT
2006	$	8,849.40
2007		8,179.00
	$	17,028.40

TOWNSHIP OF OCEAN

TRUST FUND

SCHEDULE OF RESERVE FOR ENCUMBRANCES

	REF.		ANIMAL CONTROL TRUST FUND		TRUST OTHER FUND
Balance, December 31, 2007	B	$	695.00	$	21,739.41
Increased by:					
Transferred from Reserves	B-9;B-13		668.20		253,754.94
		$	1,363.20	$	275,494.35
Decreased by					
Transferred to Reserves	B-9;B-13		695.00		21,739.41
Balance, December 31, 2008	B	$	668.20	$	253,754.94

"B-11"

TOWNSHIP OF OCEAN

TRUST FUND

SCHEDULE OF RESERVE FOR STATE UNEMPLOYMENT INSURANCE

	REF.		
Balance, December 31, 2007	B		$ 45,982.66
Increased by:			
Budget Appropriation		$ 10,000.00	
Payroll Deductions		17,044.04	
Interest		359.56	
	B-2		27,403.60
			$ 73,386.26
Decreased by:			
Disbursements	B-2		27,532.22
Balance, December 31, 2008	B		$ 45,854.04

"B-12"

SCHEDULE OF RESERVE FOR PAYROLL DEDUCTIONS PAYABLE

Balance, December 31, 2007	B	$ 91,927.58
Increased by:		
Cash Receipts	B-2	15,462,337.29
		$ 15,554,264.87
Decreased by:		
Disbursements	B-2	15,464,636.84
Balance, December 31, 2008	B	$ 89,628.03

TOWNSHIP OF OCEAN

TRUST FUND

SCHEDULE OF RESERVE FOR MISCELLANEOUS DEPOSITS AND RESERVES

	BALANCE DECEMBER 31, 2007	MODIFIED	CASH RECEIPTS	CASH DISBURSEMENTS	ENCUMBRANCES	BALANCE DECEMBER 31, 2008
Review Fees	$ 179,485.28	$ 179,485.28	$ 119,187.43	$ 101,139.82	$	$ 197,532.89
Inspection Fees	551,625.30	551,625.30	231,288.91	274,258.41		508,655.80
Performance Bonds	3,495,043.44	3,495,043.44	400,466.74	888,013.10		3,007,497.08
Public Defender	68,344.37	68,594.37	31,874.35	21,845.00	500.00	78,123.72
Joint Insurance Fund Refunds	264,499.96	266,844.62	82,363.62	27,169.44	16,228.40	305,810.40
Rezoning Requests	3,923.75	3,923.75	6,000.00	4,947.50		4,976.25
Parking Offense Adjudication Act	1,285.10	1,285.10	98.00			1,383.10
Tax Sale Premium	20,900.00	20,900.00	6,800.00	7,300.00		20,400.00
Shade Trees	72,027.97	72,027.97	12,150.00	310.00		83,867.97
Deferred Vacation	98,278.69	98,278.69	61,667.95	85,268.67		74,677.97
Deferred Sick Leave	261,947.80	261,947.80	153,272.56	247,874.46		167,345.90
Street Opening	51,275.00	51,275.00	3,500.00	27,275.00		27,500.00
Municipal Alliance	3,461.80	3,461.80				3,461.80
Bid Deposits	30,644.89	30,644.89	1,200.00			31,844.89
Affordable Housing	330,000.00	330,000.00				330,000.00
Unclaimed Monies	1,905.43	1,905.43	2,128.00	1,052.75	1,550.00	1,430.68
Multiple Dwellings	167,784.20	167,784.20	4,351.13			172,135.33
Workers Compensation	8,211.95	8,211.95	68,296.80	74,925.11		1,583.64
Law Enforcement	78,367.06	95,153.10	41,933.42	45,809.57	3,272.97	88,003.98
TORTA (Recreation Trust)	44,819.95	47,178.66	84,091.27	63,205.23	3,326.30	64,738.40
TTL's (Outside Liens)	9,786.67	9,786.67	57,548.12	57,518.12	30.00	9,786.67
Off Duty Police	19,246.25	19,246.25	268,320.50	268,786.25		18,780.50
Development Impact Fees	187,700.00	187,700.00				187,700.00
Snow Removal	5,223.24	5,223.24				5,223.24
Animal House Bond	4,000.00	4,000.00				4,000.00
Sales Tax	0.00	0.00				0.00
Stormwater Management	12,318.53	12,318.53	7,375.03			19,693.56
Wayside Woods Sections 4 & 5	123,000.00	123,000.00			123,000.00	
Margaret Crawford Donation	300.00	300.00				300.00
Joe Palaia Park	67,339.48	67,339.48	167,824.91	141,203.75		93,960.64
Colonial Terrace Golf Course Donations			26,983.00	17,858.89		9,124.11
MGO Northwoods Road Paving			105,847.27		105,847.27	
	$ 6,162,746.11	$ 6,184,485.52	$ 1,944,569.01	$ 2,355,761.07	$ 253,754.94	$ 5,519,538.52
REF.	B		B-2	B-2	B-10	B

	REF.	
Reserves	B-13	$ 6,162,746.11
Reserve for Encumbrances	B-10	21,739.41
		$ 6,184,485.52

TOWNSHIP OF OCEAN

TRUST FUND

SCHEDULE OF DUE CURRENT FUND

	REF.	ASSESSMENT TRUST FUND	ANIMAL CONTROL TRUST FUND	TRUST OTHER FUND
Balance, December 31, 2007:				
Interfunds Payable	B	$ 68.16	$ 68.17	$ 18,226.12
Receipts	B-4	446.70	479.49	108,546.94
Disbursements	B-4	492.49	525.28	91,028.00
Balance, December 31, 2008:				
Interfunds Payable	B	$ 22.37	$ 22.38	$ 35,745.06

TOWNSHIP OF OCEAN

ASSESSMENT TRUST FUND

SCHEDULE OF DUE GENERAL CAPITAL FUND

	REF.		
Increased by:			
Assessments Confirmed	B-5	$	263,670.50
		$	263,670.50
Decreased by:			
Disbursements	B-2	$	247,995.99
Balance, December 31, 2008	B	$	15,674.51

TOWNSHIP OF OCEAN

GENERAL CAPITAL FUND

SCHEDULE OF GENERAL CAPITAL CASH

	REF.				
Balance, December 31, 2007	C			$	11,197,305.15
Increased by Receipts:					
2008 Budget Appropriations:					
Capital Improvement Fund	C-7	$	287,354.00		
Deferred Charges Unfunded	C-6		1,757,297.00		
Excess State Aid on Fully Funded Ordinance	C-1		0.17		
Bond Anticipation Note	C-11		1,725,560.00		
Due Assessment Trust Fund	C-15		295,912.99		
Due Current Fund	C-4		4,617,186.36		
					8,683,310.52
				$	19,880,615.67
Decreased by Disbursements:					
Contracts Payable	C-13	$	4,102,775.45		
Due Current Fund	C-4		4,618,128.30		
Various Reserves	C-14		149,255.85		
Due Assessment Trust Fund	C-15		47,917.00		
Bond Anticipation Note	C-11		6,552,640.00		
					15,470,716.60
Balance, December 31, 2008	C			$	4,409,899.07

TOWNSHIP OF OCEAN

GENERAL CAPITAL FUND

ANALYSIS OF GENERAL CAPITAL CASH AND INVESTMENTS

		BALANCE DECEMBER 31, 2008
Fund Balance	$	17,557.35
Capital Improvement Fund		190,814.72
Improvement Authorizations Funded as Set Forth on "C-8"		1,552,806.49
Unexpended Proceeds of Bond Anticipation Notes		1,125,021.24
Unfunded Improvements Expended - Listed on "C-6"		(138,700.00)
Due Current Fund		4,328.98
Due Grant Fund		(136,000.00)
Various Reserves		180,467.18
Contracts Payable		1,613,603.11
	$	4,409,899.07
		C

"C-4"

TOWNSHIP OF OCEAN

GENERAL CAPITAL FUND

SCHEDULE OF DUE CURRENT FUND

	REF.		
Balance, December 31, 2007 (Due To)	C	$	5,270.92
Increased by:			
Cash Receipts	C-2		4,617,186.36
		$	4,622,457.28
Decreased by:			
Cash Disbursements	C-2		4,618,128.30
Balance December 31, 2008 (Due To)	C	$	4,328.98

"C-5"

SCHEDULE OF DEFERRED CHARGES TO FUTURE
TAXATION-FUNDED

Balance, December 31, 2006	C			$	22,540,833.49
Decreased by:					
2008 Budget Appropriation to Pay Bonds	C-10	$	1,496,000.00		
2008 Budget Appropriation to Pay Loans	C-12		17,090.11		
					1,513,090.11
Balance, December 31, 2007	C			$	21,027,743.38

TOWNSHIP OF OCEAN

GENERAL CAPITAL FUND

SCHEDULE OF DEFERRED CHARGES TO FUTURE TAXATION-UNFUNDED

ORDINANCE NUMBER	IMPROVEMENT DESCRIPTION	BALANCE DECEMBER 31, 2007	INCREASED BY NEW ORDINANCES	REDUCED BY STATE AID	REDUCED BY ASSESSMENTS CONFIRMED	REDUCED BY BUDGET	BALANCE DECEMBER 31, 2008	ANALYSIS OF BALANCE, DECEMBER 31, 2008: BOND ANTICIPATION NOTE	ANALYSIS OF BALANCE, DECEMBER 31, 2008: EXPENDITURES	ANALYSIS OF BALANCE, DECEMBER 31, 2008: UNEXPENDED IMPROVEMENT AUTHORIZATIONS
1957	Various Capital Improvements	$ 220.00	$	$	$	220.00	$	$	$	
1990	Curbs, Sidewalks and Driveway Aprons	95,000.00			83,556.75		11,443.25			11,443.25
2012	Various Capital Improvements									
2021	Sidewalk, Curb & Driveway Apron Improvements	95,000.00			69,439.24		25,560.76			25,560.76
2022	Sidewalk, Curb & Driveway Apron Improvements	16,150.00					16,150.00		16,150.00	
2028	Sidewalk, Curb & Driveway Apron Improvements	95,000.00			95,000.00					
2045	Various Capital Improvements	1,756,490.00		1,756,490.00						
2074	Various Capital Improvements	587.00				587.00				
2100	Various Capital Improvements		1,725,560.00				1,725,560.00	1,725,560.00		
2106	Curb and Sidewalk Improvements		112,100.00				112,100.00		112,100.00	
2107	Curb and Sidewalk Improvements		10,450.00				10,450.00		10,450.00	
		$ 2,058,447.00	$ 1,848,110.00	$ 1,756,490.00	$ 247,995.99	$ 807.00	$ 1,901,264.01	$ 1,725,560.00	$ 138,700.00	$ 37,004.01
	REF.	C	C-8	C-2	C-15	C-2	C	C-11	C-3	

	REF.	
Improvement Authorizations Unfunded	C-8	$ 1,162,025.25
Unexpended Proceeds of Bond Anticipation Notes	C-3	1,125,021.24
		$ 37,004.01

TOWNSHIP OF OCEAN

GENERAL CAPITAL FUND

SCHEDULE OF CAPITAL IMPROVEMENT FUND

	REF.		
Balance, December 31, 2007	C	$	128,084.72
Increased by:			
2008 Appropriations	C-2		287,354.00
		$	415,438.72
Decreased by:			
Appropriated to Finance Improvement Authorizations	C-8		224,624.00
Balance, December 31, 2008	C	$	190,814.72

TOWNSHIP OF OCEAN

GENERAL CAPITAL FUND

SCHEDULE OF IMPROVEMENT AUTHORIZATIONS

ORDINANCE NUMBER	IMPROVEMENT DESCRIPTION	ORDINANCE DATE	ORDINANCE AMOUNT	BALANCE 12/31/2007 FUNDED	BALANCE 12/31/2007 UNFUNDED	2008 AUTHORIZATIONS	PAID OR CHARGED	AUTHORIZATIONS CANCELLED	BALANCE 12/31/2008 FUNDED	BALANCE 12/31/2008 UNFUNDED
1647	Installation of Repairs of Improvements-Wayside Estates	7/21/93	$ 146,171.73	$ 74,086.27	$	$	$ 59,824.25	$	$ 14,262.02	$
1752	Various Capital Improvements	10/16/96	850,000.00							
1769	Various Capital Improvements	3/19/97	950,000.00							
1808;2001	Acq. Of Phone System & Imp To Pool and Tennis Facility	7/29/98 & 11/15/04	157,385.73							
1824	Various Capital Improvements	4/12/99	1,000,000.00							
1852	Various Capital Improvements	4/5/00	1,100,000.00	5,089.89			5,089.89			
1885/1894/1926	Various Capital Improvements	4/24/02	4,450,000.00	840.37			840.37			
1912;1935	Various Capital Improvements	1/09/02 & 8/14/02	6,880,000.00	113,168.09			36,344.58		76,823.51	
1957	Various Capital Improvements	6/11/03	1,910,000.00	2,269.11	220.00		2,489.11			
1982	Various Capital Improvements	4/14/04	3,200,000.00	335,424.17			20,023.67		315,400.50	
1990	Sidewalk, Curb & Driveway Apron Improvements	8/25/04	100,000.00		10,081.85		(6,361.40)		5,000.00	11,443.25
2012	Various Capital Improvements	5/25/05	2,765,000.00	305,618.38			297,126.63		8,491.75	
2021	Sidewalk, Curb & Driveway Apron Improvements	7/13/05	100,000.00		10,795.90		(19,764.86)		5,000.00	25,560.76
2028	Sidewalk, Curb & Driveway Apron Improvements	9/6/05	100,000.00		18,394.13		18,394.13			
2045	Various Capital Improvements	4/26/06	8,117,850.00		1,601,450.43		842,430.90		759,019.53	
2074	Various Capital Improvements	5/7/07	3,355,387.00	2,758,923.27	587.00		2,435,884.67		323,625.60	
2100	Various Capital Improvements	5/19/08	1,816,380.00			1,976,380.00	691,358.76	160,000.00		1,125,021.24
2101	Purchase of Equipment	5/19/08	127,354.00			127,354.00	82,170.42		45,183.58	
2106	Curb and Sidewalk Improvements	7/8/08	118,000.00			118,000.00	118,000.00			
2107	Curb and Sidewalk Improvements	8/11/08	11,000.00			11,000.00	11,000.00			
			$	$ 3,595,419.55	$ 1,641,529.31	$ 2,232,734.00	$ 4,594,851.12	$ 160,000.00	$ 1,552,806.49	$ 1,162,025.25
			REF.	C	C		C-13	C-9	C: C-3	C: C-6

	REF.		
Capital Improvement Fund	C-7	$	224,624.00
Grants Receivable	C-9		160,000.00
Deferred Charges to Future Taxation-Unfunded	C-6		1,848,110.00
		$	2,232,734.00

Contracts Payable	C-13	$	4,659,282.36
Less: Contracts Payable Cancelled	C-13		64,431.24
		$	4,594,851.12

TOWNSHIP OF OCEAN

GENERAL CAPITAL FUND

SCHEDULE OF GRANTS RECEIVABLE

	REF.		
Increased by:			
Improvement Authorizations	C-8	$	160,000.00
Decreased by:			
Canceled	C-8	$	160,000.00

TOWNSHIP OF OCEAN

GENERAL CAPITAL FUND

SCHEDULE OF GENERAL SERIAL BONDS

PURPOSE	DATE OF ISSUE	ORIGINAL ISSUE	MATURITIES OF BONDS OUTSTANDING DECEMBER 31, 2008 DATE	AMOUNT	INTEREST RATE	BALANCE DECEMBER 31, 2007	DECREASED	BALANCE DECEMBER 31, 2008
General Improvement Bonds	5/1/2002	$ 10,925,000.00	5/1/2009	$ 975,000.00	4.10%			
			5/1/2010	1,050,000.00	4.10%			
			5/1/2011	1,075,000.00	4.10%			
			5/1/2012	1,125,000.00	4.10%			
			5/1/2013	1,150,000.00	4.10%			
			5/1/2014	1,125,000.00	4.10%	$ 7,400,000.00	$ 900,000.00	$ 6,500,000.00
Loan Revenue Bonds	12/1/2007	15,342,000.00	12/1/2009	596,000.00	5.000%			
			12/1/2010	597,000.00	5.000%			
			12/1/2011	622,000.00	5.000%			
			12/1/2012	653,000.00	5.000%			
			12/1/2013	684,000.00	5.000%			
			12/1/2014	718,000.00	5.000%			
			12/1/2015	753,000.00	5.000%			
			12/1/2016	793,000.00	5.000%			
			12/1/2017	831,000.00	5.000%			
			12/1/2018	874,000.00	5.250%			
			12/1/2019	918,000.00	4.000%			
			12/1/2020	954,000.00	4.000%			
			12/1/2021	992,000.00	5.250%			
			12/1/2022	1,047,000.00	4.250%			
			12/1/2023	1,087,000.00	4.250%			
			12/1/2024	1,133,000.00	4.250%			
			12/1/2025	1,185,000.00	4.250%	15,033,000.00	596,000.00	14,437,000.00
						$ 22,433,000.00	$ 1,496,000.00	$ 20,937,000.00
					REF.	C	C-5	C

TOWNSHIP OF OCEAN

GENERAL CAPITAL FUND

SCHEDULE OF BOND ANTICIPATION NOTES

ORDINANCE	IMPROVEMENT DESCRIPTION	DATE OF ISSUE OF ORIGINAL NOTE	DATE OF ISSUE	DATE OF MATURITY	INTEREST RATE	BALANCE DECEMBER 31, 2007	INCREASED	DECREASED	BALANCE DECEMBER 31, 2008
General Improvements:									
1990	Sidewalk, Curb & Driveway Improvements	12/16/05	12/14/07	12/12/08	3.30%	$ 90,000.00	$	$ 90,000.00	$
2021	Sidewalk, Curb and Driveway Apron Improvements	12/16/05	12/14/07	12/12/08	3.30%	95,000.00		95,000.00	
2022	Sidewalk, Curb and Driveway Apron Improvements	12/16/05	12/14/07	12/12/08	3.30%	16,150.00		16,150.00	
2028	Sidewalk, Curb and Driveway Apron Improvements	12/16/05	12/14/07	12/12/08	3.30%	95,000.00		95,000.00	
2045	Various Capital Improvements	12/15/06	12/14/07	12/12/08	3.30%	1,756,490.00		1,756,490.00	
2045	Various Capital Improvements	08/09/07	08/09/07	01/09/08	4.25%	4,500,000.00		4,500,000.00	
2100	Various Capital Improvements	12/23/08	12/23/08	12/22/09	1.25%		1,725,560.00		1,725,560.00
						$ 6,552,640.00	$ 1,725,560.00	$ 6,552,640.00	$ 1,725,560.00
					REF.	C	C-2	C-2	C

TOWNSHIP OF OCEAN

GENERAL CAPITAL FUND

SCHEDULE OF GREEN ACRES LOAN PAYABLE

PURPOSE	DATE OF ISSUE	ORIGINAL ISSUE	MATURITIES OF BONDS OUTSTANDING DECEMBER 31, 2008 DATE	AMOUNT	INTEREST RATE	BALANCE DECEMBER 31, 2007	DECREASED	BALANCE DECEMBER 31, 2008
General Improvements	05/08/94	$ 308,150.00	05/08/09	$ 8,673.44				
			11/08/09	8,760.18				
			05/08/10	8,847.78				
			11/08/10	8,936.26				
			05/08/11	9,025.62				
			11/08/11	9,115.87				
			05/08/12	9,207.03				
			11/08/12	9,299.10				
			05/08/13	9,392.09				
			11/08/13	9,486.01	2.00%	$ 107,833.49	$ 17,090.11	$ 90,743.38
						$ 107,833.49	$ 17,090.11	$ 90,743.38
					REF.	C	C-5	C

TOWNSHIP OF OCEAN

GENERAL CAPITAL FUND

SCHEDULE OF CONTRACTS PAYABLE

	REF.			
Balance, December 31, 2007	C		$	1,121,527.44
Increased by:				
Contracts Payable	C-8			4,659,282.36
			$	5,780,809.80
Decreased by:				
Cancelled	C-8	$ 64,431.24		
Cash Disbursements	C-2	4,102,775.45		
				4,167,206.69
Balance, December 31, 2008	C		$	1,613,603.11

TOWNSHIP OF OCEAN

GENERAL CAPITAL FUND

SCHEDULE OF VARIOUS RESERVES

	BALANCE DECEMBER 31, 2007	DECREASED	BALANCE DECEMBER 31, 2008
Reserve For:			
Purchase of EDP Equipment	$ 1,573.68	$ 255.85	$ 1,317.83
Contribution For Road Repairs	66,589.00		66,589.00
Payment of Bonds	246,560.35	149,000.00	97,560.35
Drainage Improvements	5,000.00		5,000.00
Traffic Improvements	10,000.00		10,000.00
	$ 329,723.03	$ 149,255.85	$ 180,467.18
REF.	C	C-2	C

TOWNSHIP OF OCEAN

GENERAL CAPITAL FUND

SCHEDULE OF DUE ASSESSMENT TRUST FUND

	REF.				
Increased by:					
Cash Disbursements	C-2	$	47,917.00		
Assessments Confirmed	C-8		247,995.99		
				$	295,912.99
					295,912.99
Decreased by:					
Cash Receipts	C-2			$	295,912.99

TOWNSHIP OF OCEAN

GENERAL CAPITAL FUND

SCHEDULE OF BONDS AND NOTES AUTHORIZED BUT NOT ISSUED

ORDINANCE NUMBER	IMPROVEMENT DESCRIPTION	BALANCE DECEMBER 31, 2008
1990	Sidewalk, Curb and Driveway Apron Improvements	$ 11,443.25
2021	Sidewalk, Curb and Driveway Apron Improvements	25,560.76
2022	Sidewalk, Curb and Driveway Apron Improvements	16,150.00
2106	Curb and Sidewalk Improvements	112,100.00
2107	Curb and Sidewalk Improvements	10,450.00
		$ 175,704.01

TOWNSHIP OF OCEAN

PUBLIC ASSISTANCE TRUST FUND

SCHEDULE OF PUBLIC ASSISTANCE CASH-TREASURER

	REF.	P.A.T.F. I	FUND TOTAL
Balance, December 31, 2007 and December 31, 2008	E	$ 62,693.81	$ 62,693.81

"D-2"

TOWNSHIP OF OCEAN

PUBLIC ASSISTANCE TRUST FUND

SCHEDULE OF PUBLIC ASSISTANCE CASH AND
RECONCILIATION PER N.J.S.A.40A:5-5

	REF.		
Balance, December 31, 2008 and April 30, 2009	E-1	$	62,693.81

RECONCILIATION - APRIL 30, 2009		P.A.T.F. I ACCOUNT		TOTAL
Balance on Deposit Per Statement of:				
TD Bank				
Account #36551228	$	62,693.81	$	62,693.81
Balance, April 30, 2009	$	62,693.81	$	62,693.81

TOWNSHIP OF OCEAN

PUBLIC ASSISTANCE TRUST FUND

SCHEDULE OF PUBLIC ASSISTANCE CASH AND
RECONCILIATION FOR THE YEAR ENDED DECEMBER 31, 2008

Balance, December 31, 2007 and December 31, 2008	$	62,693.81

RECONCILIATION - DECEMBER 31, 2008		P.A.T.F. II ACCOUNT		TOTAL
Balance on Deposit Per Statement of:				
TD Bank				
Account #36551228	$	62,693.81	$	62,693.81
Balance, December 31, 2008	$	62,693.81	$	62,693.81

TOWNSHIP OF OCEAN

PART II

SINGLE AUDIT SECTION

INDEPENDENT AUDITOR'S 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

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO MAJOR STATE FINANCIAL PROGRAMS AND INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH U.S. OMB CIRCULAR NO. 04-04

SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE

NOTES TO THE SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

SUPLEE, CLOONEY & COMPANY
CERTIFIED PUBLIC ACCOUNTANTS
308 East Broad Street, Westfield, New Jersey 07090-2122
Westfield 908-789-9300 Somerville 908-725-6688
Fax 908-789-8535

INDEPENDENT AUDITOR'S 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 Committee
Township of Ocean
County of Monmouth
Ocean, New Jersey 07059

We have audited the accompanying financial statements - statutory basis of the Township of Ocean, County of Monmouth, New Jersey as of and for the year ended December 31, 2008, and have issued our report thereon dated May 9, 2009. Our report disclosed that, as described in Note 1 to the financial statements, the Township of Ocean prepares its financial statements on a basis of accounting prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, that demonstrates compliance with a modified accrual basis and the budget laws of the State of New Jersey, which is a comprehensive basis of accounting other than U.S. generally accepted accounting principles. We conducted our audit in accordance with U.S. generally accepted auditing standards, audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the Township of Ocean's internal control over financial reporting as a basis for designing our audit 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 of Ocean's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Township of Ocean'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 entity's ability to initiate, authorize, record, process, or report financial data reliably in accordance with the statutory basis of accounting prescribed by the Division of Local Government Services, Department of Local Government Services, Department of Community Affairs, State of New Jersey such that there is more than a remote likelihood that a misstatement of the entity's financial statements that is more than inconsequential will not be prevented or detected by the entity's internal control.

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

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies 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 Ocean's financial statements - statutory basis are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, 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.

This report is intended solely for the information of the Township of Ocean, County of Monmouth, New Jersey, the Division of Local Government Services and federal and state audit agencies, and is not intended to be and should not be used by anyone other than these specified parties.

Suplee, Clooney & Company
CERTIFIED PUBLIC ACCOUNTANTS

May 9, 2009

REGISTERED MUNICIPAL ACCOUNTANT NO. 50

SUPLEE, CLOONEY & COMPANY
CERTIFIED PUBLIC ACCOUNTANTS
308 East Broad Street, Westfield, New Jersey 07090-2122
Westfield 908-789-9300 Somerville 908-725-6688
Fax 908-789-8535

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO MAJOR STATE FINANCIAL ASSISTANCE PROGRAMS AND INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH U.S. OMB CIRCULAR 04-04

The Honorable Mayor and Members
of the Township Committee
Township of Ocean
County of Monmouth
Oakhurst, New Jersey 07755-1589

Compliance

We have audited the compliance of the Township of Ocean, County of Monmouth, with the types of compliance requirements described in the New Jersey State Grant Compliance Supplement that are applicable to each of its major state programs for the year ended December 31, 2008. The Township of Ocean'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 of Ocean's management. Our responsibility is to express an opinion on the Township of Ocean's compliance based on our audit.

We conducted our audit of compliance in accordance with U.S. generally accepted auditing standards; the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States, audit requirements prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey and the provisions of U.S. Office of Management and Budget (OMB) Circular A-133 "Audits of States, Local Governments and Non-Profit Organizations" and State of New Jersey OMB Circular 04-04, "Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid." Those standards and provisions 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 of Ocean'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 Ocean's compliance with those requirements.

In our opinion, the Township of Ocean 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, 2008.

Internal Control Over Compliance

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

A control deficiency in the Township's internal control over compliance exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect noncompliance with a type of compliance requirement of a federal program on a timely basis. A significant deficiency is a control deficiency, or combination of a control deficiencies, that adversely affects the Township's ability to administer a state program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a state program that is more than inconsequential will not be prevented or detected by the 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 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 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 of the Township of Ocean, County of Monmouth, New Jersey, the Division of Local Government Services and federal and state audit agencies and is not intended to be and should not be used by anyone other than these specified parties.

Suplee, Clooney & Company

CERTIFIED PUBLIC ACCOUNTANTS

REGISTERED MUNICIPAL ACCOUNTANT NO. 50

May 9, 2009

SCHEDULE 1

TOWNSHIP OF OCEAN

SCHEDULE OF EXPENDITURE OF FEDERAL AWARDS
FISCAL YEAR ENDED DECEMBER 31, 2008

FEDERAL GRANTOR/PASS THROUGH GRANTOR/PROGRAM TITLE	FEDERAL CFDA NUMBER	GRANTORS NUMBER	GRANT AWARD AMOUNT	GRANT PERIOD FROM	GRANT PERIOD TO	RECEIVED FISCAL YEAR 2008	EXPENDITURES FISCAL YEAR 2008	CUMULATIVE EXPENDITURES JUNE 30, 2008
Department of Housing and Urban Development								
Pass Through From County of Monmouth:								
Community Development Block Grant								
ADA Improvements	14.218	G-14-56-892-060-282	$ 187,891.00	08/23/07	08/23/08	$ 116,274.85	$ 116,274.85	$ 116,274.85
						$ 116,274.85	$ 116,274.85	$ 116,274.85
U.S. Department of Transportation								
Pass Through the State of New Jersey:								
Division of Highway Traffic Safety:								
You Drink, You Drive, You Lose	20.602	AL07-10-04-26	5,000.00	12/04/06	02/17/07	$ -0-	$ -0-	$ -0-
Over the Limit, Under Arrest - 2007	20.601	AL08-10-04-42	5,000.00	12/07/07	02/15/08	4,850.00	4,350.00	4,850.00
Over the Limit, Under Arrest - 2008	20.601	AL09-10-04-56	5,000.00	12/08/08	01/02/09	-0-	800.00	800.00
Click it or Ticket	20.602	OP08-45-05-06	4,000.00	05/19/08	06/01/08	4,000.00	4,000.00	4,000.00
						$ 8,850.00	$ 9,150.00	$ 9,650.00
U. S. Department of Justice:								
Pass Through the State of New Jersey:								
Department of Law and Public Safety								
COPs Universal Hiring Program	16.710	2004UMWX0091	25,000.00	08/01/04	07/01/07	$ 25,000.00	$ 1,923.04	$ 25,000.00
COPs in Shops Program - College/Fall Initiative	16.710	AL-08-10-05-01	3,200.00	11/15/07	06/15/08	-0-	2,375.00	2,775.00
COPs in Shops Program - Summer Shore Initiative	16.710	AL-08-10-05-02	1,600.00	05/23/08	09/15/08	-0-	1,600.00	1,600.00
Bulletproof Vest Program - 2004	16.607		8,025.00	01/01/04	12/31/04	1,314.17	-0-	7,974.52
Bulletproof Vest Program - 2008	16.607		8,462.40	01/01/08	12/31/08	1,251.30	5,035.71	5,035.71
						$ 27,565.47	$ 10,933.75	$ 42,385.23
						$ 152,690.32	$ 136,358.60	$ 168,310.08

SCHEDULE 2

TOWNSHIP OF OCEAN

SCHEDULE OF EXPENDITURE OF STATE FINANCIAL ASSISTANCE
FISCAL YEAR ENDED DECEMBER 31, 2008

STATE GRANTOR/PROGRAM TITLE	STATE ACCOUNT NUMBER	GRANT PERIOD FROM	GRANT PERIOD TO	GRANT AWARD AMOUNT	RECEIVED FISCAL YEAR 2008	EXPENDITURES FISCAL YEAR 2008	CUMULATIVE EXPENDITURES 2008
Pass Through From County of Monmouth:							
Alliance to Prevent Alcoholism and Drug Abuse	07A-25	1/1/07	12/31/07	$ 27,700.00	$ 7,457.78	$ -0-	$ 27,700.00
Alliance to Prevent Alcoholism and Drug Abuse	08A-25	1/1/08	12/31/08	25,863.00	18,899.87	25,863.00	25,863.00
Drug Abuse Council	200-475-99151120-60	1/1/07	12/31/07	46,651.00	11,662.75	-0-	46,651.00
Drug Abuse Council	200-475-99151120-60	1/1/08	12/31/08	47,584.00	35,688.00	46,650.50	46,650.50
					$ 73,708.40	$ 72,513.50	$ 146,864.50
Department of Environmental Protection							
Clean Communities Program	4900-765-042004-6020	1/1/04	12/31/04	27,574.46	$ -0-	$ 5,404.36	$ 27,574.46
Clean Communities Program	4900-765-042004-6020	1/1/05	12/31/05	27,403.95	-0-	968.01	24,951.01
Clean Communities Program	4900-765-042004-6020	1/1/06	12/31/06	28,732.03	-0-	-0-	24,262.49
Clean Communities Program	4900-765-042004-6020	1/1/07	12/31/07	36,237.19	-0-	11,148.52	26,574.81
Clean Communities Program	4900-765-042004-6020	1/1/08	12/31/08	5,474.50	-0-	5,474.50	5,474.50
Recycling Tonnage Grant	4900-752-042-4900	1/1/07	12/31/07	408,325.08	-0-	-0-	-0-
Ocean Glade Condominium Development	P11265	1/1/00	12/31/00	94,108.00	-0-	4,458.00	94,108.00
Municipal Stormwater Regulation Program	04-100-042-4850-118	3/01/04	02/28/07	20,619.00	-0-	1,025.00	14,424.17
Recreational Trails Program - Joe Palaia Park	06-100-042-4875-205	1/1/07	12/31/07	25,000.00	-0-	25,000.00	25,000.00
Green Acres Grant - Ocean Township Planning Incentive	1337-97-111	Continuous		2,700,000.00	1,256,490.17	1,761,919.50	2,700,000.00
					$ 1,256,490.17	$ 1,815,397.89	$ 2,942,369.44
Department of Law and Public Safety							
Drunk Driving Enforcement Fund - 2006	1110-101-030000-129040	Continuous		9,881.16	$ -0-	$ 791.25	$ 9,881.16
Drunk Driving Enforcement Fund - 2007	1110-101-030000-129040	Continuous		10,001.41	-0-	3,208.75	3,662.59
Safe and Secure Communities Program	07-100-066-1020-232	5/4/2007	5/3/2008	60,000.00	35,000.00	20,769.10	60,000.00
Safe and Secure Communities Program	08-100-066-1020-232	5/4/2008	5/3/2009	56,515.00	23,550.00	38,359.61	38,359.61
Body Armor Replacement Fund	1020-718-066-1020-001-YCJS-6120	9/1/03	8/31/04	5,620.51	-0-	-0-	5,617.10
Body Armor Replacement Fund	1020-718-066-1020-001-YCJS-6120	9/1/04	8/31/05	5,748.66	-0-	-0-	5,710.86
Body Armor Replacement Fund	1020-718-066-1020-001-YCJS-6120	9/1/05	8/31/06	5,545.00	-0-	3,099.90	5,545.00
Body Armor Replacement Fund	1020-718-066-1020-001-YCJS-6120	9/1/06	8/31/07	5,801.90	-0-	2,362.75	2,362.75
					$ 58,550.00	$ 68,591.36	$ 131,139.07
Department of Community Affairs							
Alcohol Education and Rehabilitation Fund	9735-760-098-6020	Continuous		1,409.51	$ -0-	$ -0-	$ 959.51
					$	$	$ 959.51
Department of Transportation							
Poplar Road Reconstruction	06-480-078-6320-AJQ-6010	Continuous		150,000.00	$ 37,500.00	$ -0-	$ 150,000.00
Poplar Road Reconstruction	07-480-078-6320-AJZ-6010	Continuous		150,000.00	37,500.00	-0-	150,000.00
Improvements to Sunset Avenue	08-480-078-6320-AJ3-6010	Continuous		160,000.00	-0-	160,000.00	160,000.00
					$ 75,000.00	$ 160,000.00	$ 460,000.00
					$ 1,463,748.57	$ 2,116,502.75	$ 3,681,332.52

Per Capital 1,761,919.50

TOWNSHIP OF OCEAN

NOTES TO THE SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE

YEAR ENDED DECEMBER 31, 2008 AND 2007

NOTE 1. GENERAL

The accompanying schedules of expenditures of financial assistance present the activity of all federal and state financial assistance programs of the Township of Ocean, County of Monmouth, New Jersey. All federal and state financial assistance received directly from federal or state agencies, as well as federal and state financial assistance passed through other government agencies is included on the Schedule of Expenditures of Federal Awards and State Financial Assistance.

NOTE 2. BASIS OF ACCOUNTING

The accompanying schedules of expenditures of financial assistance are presented on the prescribed basis of accounting, modified accrual basis with certain exceptions, prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, that demonstrates compliance with the budget laws of New Jersey, which is a comprehensive basis of accounting, other than generally accepted accounting principles. The basis of accounting, with exceptions, is described in Note 1 to the Township's financial statements - statutory basis.

NOTE 3. RELATIONSHIP TO FEDERAL AND STATE FINANCIAL REPORTS

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

NOTE 4. RELATIONSHIP TO FINANCIAL STATEMENTS - STATUTORY BASIS

Amounts reported in the accompanying schedules agree with amounts reported in the Township's statutory basis financial statements. These amounts are reported in the Grant Fund.

Revenues:

	Federal	State	Other	Total
Grant Fund	$ 152,690.32	$ 207,258.40	$ 19,622.91	$ 379,571.63
General Capital Fund		1,256,490.17		1,256,490.17
	$ 152,690.32	$ 1,463,748.57	$ 19,622.91	$ 1,636,061.80

Expenditures:

	Federal	State	Other	Total
Grant Fund	$ 136,358.60	$ 356,083.25	$ 241,317.60	$ 733,759.45
General Capital Fund		1,761,919.50		1,761,919.50
	$ 136,358.60	$ 2,118,002.75	$ 241,317.60	$ 2,495,678.95

NOTE 5. OTHER

Matching contributions expended by the Township in accordance with terms of the various grants are not reported in the accompanying schedules.

TOWNSHIP OF OCEAN
MONMOUTH COUNTY, NEW JERSEY

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED DECEMBER 31, 2008

Section I - Summary of Auditor's Results

Financial Statements

(1) Type of Auditor Report Issued:	Unqualified
(2) Internal Control Over Financial Reporting:	
(a) Significant deficiencies identified during the audit of the financial statements?	None Reported
(b) Significant deficiencies identified as material weaknesses?	N/A
(3) Noncompliance material to the financial statements noted during the audit?	None Reported

Federal Programs(s) - Not Applicable

State Program(s)

(1) Internal Control Over Major State Programs:	
(a) Significant deficiencies identified during the audit of major state programs?	None Reported
(b) Significant deficiencies identified as material weaknesses?	N/A
(2) Type of Auditor's Report issued on compliance for major state program(s)?	Unqualified
(3) Any audit findings disclosed that are required to be reported in accordance with Circular OMB 04-04 and listed in Section III of this schedule?	None Reported

(4) Identification of Major State Program(s):

Program	Grant Number	Grant Period	Type	Award Amount	Amount Expended
Green Acres Trust Colonial Terrace Golf Course Acquisition	1337-97-111	2008	A	$2,700,000.00	$1,761,919.50

TOWNSHIP OF OCEAN
MONMOUTH COUNTY, NEW JERSEY

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED DECEMBER 31, 2008

Section I - Summary of Auditor's Results (Continued)

State Program(s) (Continued)

(5) Program Threshold Determination:
Type A State Program Threshold > $300,000.00
Type B State Program Threshold <= $300,000.00

(6) Auditee qualified as a low-risk auditee under OMB Circular 04-04? Yes

Section II - Financial Statement Audit - Reported Findings Under Government Auditing Standards

Internal Control Findings

None Reported.

Compliance Findings

None Reported

Section III - Findings and Questioned Costs Relative to Major State Programs

State Programs - None Reported

Status of Prior Year Audit Findings - Not Applicable

THIS PAGE INTENTIONALLY LEFT BLANK

PART III

TOWNSHIP OF OCEAN

STATISTICAL DATA

LIST OF OFFICIALS

COMMENTS AND RECOMMENDATIONS

YEAR ENDED DECEMBER 31, 2008

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

		YEAR 2008			YEAR 2007	
		AMOUNT	%		AMOUNT	%
REVENUE AND OTHER INCOME REALIZED						
Fund Balance Utilized	$	7,000,000.00	6.81%	$	6,480,000.00	6.48%
Miscellaneous-From Other Than Local Property Tax Levies		9,602,883.30	9.34%		11,400,886.96	11.40%
Collection of Delinquent Taxes and Tax Title Liens		977,537.52	0.95%		823,305.54	0.82%
Collection of Current Tax Levy		85,283,363.07	82.91%		81,264,782.55	81.29%
Total Income	$	102,863,783.89	100.00%	$	99,968,975.05	100.00%
EXPENDITURES						
Budget Expenditures:						
Municipal Purposes	$	26,697,070.56	27.75%	$	25,170,395.17	26.99%
County Taxes		15,036,561.00	15.63%		14,856,107.22	15.93%
Local School Taxes		52,013,439.01	54.07%		50,792,739.01	54.46%
Fire District Taxes		2,437,231.00	2.53%		2,351,689.00	2.52%
Other Expenditures		17,874.30	0.02%		93,506.27	0.10%
Total Expenditures	$	96,202,175.87	100.00%	$	93,264,436.67	100.00%
Excess in Revenue	$	6,661,608.02		$	6,704,538.38	
Fund Balance, January 1		10,441,401.58			10,216,863.20	
	$	17,103,009.60		$	16,921,401.58	
Less: Utilization as Anticipated Revenue		7,000,000.00			6,480,000.00	
Fund Balance, December 31	$	10,103,009.60		$	10,441,401.58	

COMPARATIVE SCHEDULE OF TAX RATE INFORMATION

	2008	2007	2006
Tax Rate	1.799	1.733	1.674
Apportionment of Tax Rate:			
Municipal	0.355	0.308	0.296
County	0.323	0.320	0.313
Regional School	1.121	1.105	1.065

ASSESSED VALUATIONS:

2008	$4,639,365,876.00		
2007		$4,598,474,695.00	
2006			$4,545,819,425.00

COMPARISON OF TAX LEVIES AND COLLECTION CURRENTLY

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

		CURRENTLY	
YEAR	TAX LEVY	CASH COLLECTION	PERCENTAGE OF COLLECTIONS
2008	$86,385,299.30	$85,283,363.07	98.72%
2007	$82,714,915.85	$81,708,782.55	98.78%
2006	$79,255,475.65	$78,085,541.18	98.52%

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	AMOUNT OF TAX TITLE LIENS	AMOUNT OF DELINQUENT TAXES	TOTAL DELINQUENT	PERCENTAGE OF TAX LEVY
2008	$95,116.70	$1,073,028.77	$1,168,145.47	1.35%
2007	$281,572.46	$958,120.29	$1,239,692.75	1.50%
2006	$268,521.67	$814,972.50	$1,083,494.17	1.37%

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
2008	$855,981.00
2007	$855,981.00
2006	$857,681.00

COMPARATIVE SCHEDULE OF FUND BALANCES

	YEAR	BALANCE DECEMBER 31,	UTILIZED IN BUDGET OF SUCCEEDING YEAR
	2008	$10,103,009.60	$7,401,146.00
Current Fund	2007	$10,441,401.58	$7,000,000.00
	2006	$10,216,863.20	$6,480,000.00
	2005	$10,944,613.76	$6,213,025.00
	2004	$11,006,578.21	$6,213,024.00

OFFICIALS IN OFFICE AND SURETY BONDS

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

NAME	TITLE	AMOUNT	NAME OF CORPORATE SURETY
William F. Larkin	Mayor	*	
J. David Hiers	Deputy Mayor	*	
William J. Garofalo	Councilmember	*	
Donna L. Schepiga	Councilmember	*	
Christopher P. Siciliano	Councilmember	*	
Andrew G. Brannen	Township Manager	*	
Vincent Buttiglieri	Township Clerk	*	
Stephen O. Gallagher	Director of Finance/Chief Financial Officer	*	
Stephen O. Gallagher	Tax Collector	*	
Antonio V. Amodio Jr.	Chief of Police	*	
William McMahon	Director of Public Works	*	
Dr. Richard Ponton	Director of Human Services	*	
Marianne Wilensky	Director of Community Development	*	
Joel Kreizman	Municipal Court Judge	*	
Jacqueline Dowd	Court Administrator	*	
Suzanne Thompson	Deputy Court Administrator	*	
Paul Vitale	Construction Official	*	
Edward Mullane	Tax Assessor	*	
Kathy Reiser	Recreation Administrator	*	

*Public employees bonded by blanket performance bonds of the Mid-Jersey Municipal Joint Insurance Fund and the Municipal Excess Liability Joint Insurance Fund in force covering each employee for a total of $1,000,000.00.

All of the bonds were examined and were properly executed.

THIS PAGE INTENTIONALLY LEFT BLANK

COMMENTS AND RECOMMENDATIONS

CONTRACTS AND AGREEMENTS REQUIRED TO BE ADVERTISED FOR (N.J.S.A. 40A:11-4)

Every contract or agreement for the performance of any work or the 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 the amount set forth in or the amount calculated by the Governor pursuant to Section 3 of P.L. 1971 c.198 (C.40A:11-3), except by contract or agreement.

Effective July 1, 2005 the bid threshold in accordance with N.J.S.A. 40A:11-4 is $21,000.00.

The governing body of the Municipality has the responsibility of determining whether the expenditures in any category will exceed $21,000.00 within the fiscal year. Where question arises as to whether any contract or agreement might result in violation of the statute, the Township Attorney's opinion should be sought before a commitment is made.

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

Road Construction Materials
Public Works Vehicles
Refuse Truck
Motor Oil
Video Surveillance System
HVAC Service
Broom Street Sweeper
Improvements to Various Streets and Roads
Improvements to Sidewalks
Police Communications Room Improvements
Recapping Tires
West Wing Municipal Building Improvements
Website Design

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.

Our examination of expenditures did not reveal any individual payments, contracts or agreements in excess of $21,000.00 for the performance of any work or the furnishing or hiring of any materials or supplies, other than those where bids had been previously sought by public advertisement or where a resolution had been previously adopted under the provisions of N.J.S.40A:11-6.

CONTRACTS AND AGREEMENTS REQUIRED TO BE ADVERTISED FOR (N.J.S.A. 40A:11-4) (CONTINUED)

The minutes indicate that resolutions were adopted authorizing the awarding of contracts or agreements for "Professional Services" as required by N.J.S.A. 40:11-14:

Planner
Auditor
Engineering Services
Attorney
Appraisal Services
Architect
Labor Council
Bond Council

COLLECTION OF INTEREST ON DELINQUENT TAXES AND ASSESSMENTS

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

The governing body on May 9, 2009 adopted the following resolution authorizing interest to be charged on delinquent taxes and assessments:

> "NOW, THEREFORE, BE IT RESOLVED, by the Township Council of the Township of Ocean County of Monmouth that:
>
> The rate of interest on unpaid taxes, assessments or other municipal charges shall be eight (8%) percent per annum on the first One Thousand Five Hundred ($1,500.00) Dollars of delinquent taxes, assessments or other municipal charges that become delinquent after the due date and eighteen (18%) percent per annum on any amount in excess of One Thousand Five Hundred ($1,500.00) Dollars to be calculated from the date the tax, assessments or other municipal charges was payable until the date of actual payment, provided that no interest shall be charged if payment of any installment is made on or before the tenth calendar day following the date upon which the same became payable and, where the 10th falls on a Saturday, Sunday or legal holiday, than they will be payable the next working day; and,
>
> In addition to the interest provided above, on all delinquencies in excess of Ten Thousand ($10,000.00) Dollars not paid prior to the end of the fiscal year, the Tax Collector shall also collect a penalty of six (6%) percent of the amount of the delinquency in excess of Ten Thousand ($10,000.00)

COLLECTION OF INTEREST ON DELINQUENT TAXES AND ASSESSMENTS (CONTINUED)

> For all taxes, assessments, and other municipal charges sold as tax liens to outside lien holders or struck to the Township of Ocean, a redemption penalty shall be charge for an additional two (2%) percent when the redemption is over $200.00 but not over $5,000.00; four (4%) percent when the redemption is over $5,000.00 but less than $10,000.00 and six (6%) percent for redemptions in excess of $10,000.

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

VERIFICATION OF DELINQUENT TAXES AND OTHER CHARGES

A test verification of delinquent charges and current payments was made in accordance with the regulations of the Division of Local Government Services, including the mailing of verification notices as follows:

TYPE	
Payments of 2009 Taxes	25
Payments of 2008 Taxes	25
Delinquent Taxes	25

TAX TITLE LIENS

The last tax sale was held on October 15, 2008 and was complete.

An examination of the tax sale certificates revealed all certificates were on file and available for audit.

The following is a comparison of the number of tax title liens receivable on December 31 of the last five years:

YEARS	NUMBER OF LIENS
2008	3
2007	3
2006	3

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

OTHER COMMENTS

Interfund Balances

Transactions invariably occur in one fund which require a corresponding entry to be made in another fund, thus creating interfund balances. Reference to the various balance sheets show the interfund balances remaining at year end. As a general rule all interfund balances should be closed out as of the end of the year. It is the Township's policy to review and liquidate all interfund balances on a periodic basis.

RECOMMENDATIONS

None