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, 2010

TOWNSHIP OF OCEAN

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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

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SUPPLEMENTARY SCHEDULES – ALL FUNDS

YEAR ENDED DECEMBER 31, 2010

SUPLEE, CLOONEY & COMPANY
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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, 2010 and 2009 and for the year ended December 31, 2010, 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, the audit requirements prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

As 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 and account group of the Township of Ocean, County of Monmouth, as of December 31, 2010 and 2009 or the results of its operations and changes in fund balance for the years then ended or the revenues or expenditures for the year ended December 31, 2010.

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 group of the Township of Ocean, County of Monmouth, as of December 31, 2010 and 2009, 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, 2010, on the basis of accounting described in Note 1.

In accordance with Government Auditing Standards, we have also issued our report dated June 20, 2011 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, grants and other matters. The purpose of that report is to describe the scope of our testing of internal controls over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards and should be considered in assessing the results of our audit.

Our audit was made for the purpose of forming an opinion on the financial statements - statutory basis taken as a whole. The information included in the schedule of expenditures of 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 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.

Suplee, Clooney & Company

CERTIFIED PUBLIC ACCOUNTANTS

REGISTERED MUNICIPAL ACCOUNTANT NO. 50

June 20, 2011

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CURRENT FUND

TOWNSHIP OF OCEAN

CURRENT FUND

BALANCE SHEETS - STATUTORY BASIS

ASSETS	REF.		BALANCE DECEMBER 31, 2010		BALANCE DECEMBER 31, 2009 AS RESTATED
Current Fund:					
Cash - Treasurer	A-4	$	13,812,288.94	$	14,839,650.10
Change Fund	A-6		2,120.00		2,120.00
Due from State of New Jersey Per Chapter 20, P.L. 1971 - Senior Citizens Deductions	A-8		1,324.65		678.16
		$	13,815,733.59	$	14,842,448.26
Receivables and Other Assets with Full Reserves:					
Delinquent Property Taxes Receivable	A-9	$	1,394,363.41	$	1,092,157.20
Tax Title Liens Receivable	A-10		390,218.95		324,343.66
Property Acquired for Taxes - Assessed Valuation	A-11		849,381.00		849,381.00
Revenue Accounts Receivable	A-12		44,716.64		53,931.40
Interfunds Receivable	A-31		5,882.27		9,930.14
	A	$	2,684,562.27	$	2,329,743.40
Deferred Charges:					
Special Emergency Appropriation (40A:4-55)	A-14	$	216,000.00	$	270,000.00
		$	216,000.00	$	270,000.00
		$	16,716,295.86	$	17,442,191.66
Grant Fund:					
Cash (Deficit)	A-4	$	669.95	$	(676.34)
Grants Receivable	A-32		441,662.61		581,678.18
Interfunds Receivable	A-31		1,081,830.52		865,104.90
		$	1,524,163.08	$	1,446,106.74

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

TOWNSHIP OF OCEAN

CURRENT FUND

BALANCE SHEETS - STATUTORY BASIS

LIABILITIES, RESERVES AND FUND BALANCE	REF.	BALANCE DECEMBER 31, 2010	BALANCE DECEMBER 31, 2009 AS RESTATED
Current Fund:			
Liabilities:			
Interfunds Payable	A-31	$ 1,100,297.58	$ 865,104.90
Appropriation Reserves	A-3:A-14	2,076,743.01	2,344,556.96
Encumbrances Payable	A-15	525,036.74	467,487.86
Accounts Payable	A-16	192,518.66	276,051.72
Contracts Payable	A-17	171,864.82	322,709.73
Prepaid Fees & Permits	A-18	9,212.50	8,532.50
Prepaid Taxes	A-19	813,153.17	858,271.45
Tax Overpayments	A-20	287,128.20	23,396.04
Local District School Tax Payable	A-27	14,553.04	
Due Township of Ocean Sewerage Authority		285.04	285.04
Reserve for:			
Security Deposit		2,500.00	2,500.00
Library Expenditures	A-21	46,339.40	42,915.84
Garden State Trust Fund	A-22		2,822.54
Revaluation	A-23	46,300.00	46,300.00
Tax Appeals	A-24	450,000.00	370,079.16
Sale of Municipal Assets	A-25	36,420.85	36,420.85
Due State of New Jersey	A-26	2,163.00	1,670.00
Deposit on Sale of Land		8,000.00	8,000.00
County Taxes Payable	A-29	39,921.78	69,646.17
		$ 5,822,437.79	$ 5,746,750.76
Reserve for Receivables	A	2,684,562.27	2,329,743.40
Fund Balance	A-1	8,209,295.80	9,365,697.50
		$ 16,716,295.86	$ 17,442,191.66
Grant Fund:			
Reserve for Grants:			
Appropriated	A-33	$ 640,418.48	$ 901,651.71
Unappropriated	A-34	161,459.83	97,387.89
Encumbrances Payable	A-15	586,284.77	311,067.14
Due General Capital Fund		136,000.00	136,000.00
		$ 1,524,163.08	$ 1,446,106.74

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

TOWNSHIP OF OCEAN

CURRENT FUND

STATEMENTS OF OPERATIONS AND CHANGE
IN FUND BALANCE - STATUTORY BASIS
FOR THE YEARS ENDED DECEMBER 31, 2010 AND 2009

	REF.		YEAR 2010		YEAR 2009
REVENUE AND OTHER INCOME REALIZED					
Fund Balance Utilized	A-2	$	7,487,690.00	$	7,401,146.00
Receipts from Delinquent Taxes	A-2		1,049,578.91		1,065,792.44
Receipts from Current Taxes	A-2		89,267,065.25		86,814,441.83
Miscellaneous Revenue Anticipated	A-2		6,221,089.10		6,985,471.86
Non-Budget Revenue	A-2		946,006.58		725,322.37
Other Credits to Income:					
Unexpended Balance of Appropriation Reserves	A-14		1,866,662.11		1,864,188.97
Accounts Payable Cancelled	A-16				12,935.00
Interfunds Returned			4,047.87		30,188.65
TOTAL INCOME		$	106,842,139.82	$	104,899,487.12
EXPENDITURES					
Budget and Emergency Appropriations (Within "CAPS"):					
Operations (Including Contingent)	A-3	$	21,560,626.00	$	21,835,284.10
Deferred Charges and Statutory Expenditures Municipal	A-3		2,455,793.69		2,506,510.00
Budget (Excluded from "CAPS"):					
Operations	A-3		1,098,220.21		921,686.88
Capital Improvements	A-3		284,154.00		304,599.00
Municipal Debt Service	A-3		2,550,391.28		2,707,753.51
Deferred Charges - Municipal			54,000.00		
Local District School Tax	A-27		54,575,836.25		53,074,790.39
County Taxes	A-28		15,076,055.91		14,571,671.94
Due County for Added and Omitted Taxes	A-29		39,921.81		69,646.40
Fire District Taxes	A-30		2,565,008.00		2,512,901.00
Refund of Prior Year's Revenue	A-4		985.00		810.00
Prior Years Tax Appeals	A-24		249,859.37		
TOTAL EXPENDITURES		$	100,510,851.52	$	98,505,653.22
Excess in Revenue		$	6,331,288.30	$	6,393,833.90
Adjustments to Income Before Fund Balance:					
Expenditures Included Above Which Are Deferred Charges to Budget of Succeeding Year	A-3				270,000.00
Statutory Excess to Fund Balance		$	6,331,288.30	$	6,663,833.90
FUND BALANCE					
Balance, January 1	A		9,365,697.50		10,103,009.60
		$	15,696,985.80	$	16,766,843.50
Decreased by:					
Utilized as Anticipated Revenue	A-1:A-2		7,487,690.00		7,401,146.00
Balance, December 31	A	$	8,209,295.80	$	9,365,697.50

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, 2010

	REF.	ANTICIPATED BUDGET	ANTICIPATED SPECIAL N.J.S. 40A: 4-87	REALIZED	EXCESS OR (DEFICIT)
Fund Balance Appropriated	A-1	$ 7,487,690.00		$ 7,487,690.00	
Miscellaneous Revenues:					
Licenses:					
Alcoholic Beverages	A-12	$ 25,000.00	$	$ 44,064.00	$ 19,064.00
Other	A-2	33,200.00		70,291.00	37,091.00
Fees and Permits:					
Construction Code Official	A-12	350,000.00		594,036.00	244,036.00
Other	A-2	314,845.00		518,477.84	203,632.84
Fines and Costs:					
Municipal Court	A-2	360,000.00		627,007.65	267,007.65
Interest and Costs on Taxes	A-12	100,000.00		295,413.70	195,413.70
Interest on Investments and Deposits	A-12	323,895.00		189,255.49	(134,639.51)
Payment in Lieu of Taxes - Senior Citizens Housing	A-12	30,000.00		47,089.57	17,089.57
Swim Pool Membership Fees	A-2	130,000.00		163,694.00	33,694.00
Swim Pool Snack Bar Rental Fees	A-12	12,000.00		12,000.00	
Swim Pool Guest Fees	A-12	40,000.00		78,479.00	38,479.00
Contracted Service for Police and Municipal Court with the Village of Loch Arbor	A-12	165,000.00		165,000.00	
Colonial Terrace Golf Course	A-12	326,281.00		355,833.41	29,552.41
Consolidated Municipal Property Tax Relief Aid	A-12	187,189.00		187,189.00	
Energy Receipts Tax	A-12	2,341,355.00		2,341,355.00	
Garden State Trust PILOT	A-22	2,823.00		2,822.54	(0.46)
NJDOT Transportation Trust - Grant	A-32	130,000.00		130,000.00	
Recycling Tonnage Grant	A-32	63,335.00		63,335.00	
Drunk Driving Enforcement Fund	A-32	5,667.00		5,667.00	
Clean Communities Program	A-32	42,031.00	9,213.32	51,244.32	
Municipal Alliance on Alcoholism and Drug Abuse	A-32	24,086.00		24,086.00	
Safe & Secure Communities	A-32	60,000.00		60,000.00	
Monmouth County Drug Abuse Council	A-32	42,812.00		42,812.00	
Outpatient Services Grant	A-32	49,440.00		49,440.00	
U.S. Department Of Justice - Cops In Shops	A-32	2,400.00		2,400.00	
Monmouth County JIF Safety Grant	A-32	4,987.00		4,987.00	
DYFS Parent/Child Visitation Grant	A-32	27,471.00	16,645.00	44,116.00	
Reserve for Payment of Bonds	A-12	30,000.00		30,000.00	
Body Armor Replacement Fund	A-32		5,309.67	5,309.67	
COPS in Shops Grant - Summer Shore Initiative	A-32		1,600.00	1,600.00	
COPS in Shops Grant - College/Fall Initiative	A-32		2,400.00	2,400.00	
M.C. Drug Abuse Council - 2010	A-32		1,687.00	1,687.00	
Alcohol Education & Rehabilitation Fund	A-32		351.91	351.91	
Healthy Community Development Grant	A-32		9,145.00	9,145.00	
DARE Program	A-32		500.00	500.00	
	A-1	$ 5,223,817.00	$ 46,851.90	$ 6,221,089.10	$ 950,420.20
Receipts From Delinquent Taxes	A-1	$ 500,000.00	$	$ 1,049,578.91	$ 549,578.91
Amount to be Raised by Taxes for Support of Municipal Budget:					
Local Tax for Municipal Budget	A-2:A-9	$ 18,508,080.00	$	$ 20,726,381.28	$ 2,218,301.28
Budget Totals		$ 31,719,587.00	$ 46,851.90	$ 35,484,739.29	$ 3,718,300.39
Non-Budget Revenue	A-2			946,006.58	946,006.58
		$ 31,719,587.00	$ 46,851.90	$ 36,430,745.87	$ 4,664,306.97
	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, 2010

ANALYSIS OF REALIZED REVENUE	REF.		
Allocation of Current Tax Collections:			
Collections on a Cash Basis	A-1;A-9	$	89,327,065.25
Less: Reserve for Tax Appeals	A-24		60,000.00
	A-1	$	89,267,065.25
Allocated to:			
School and County Taxes			72,256,821.97
Balance for Support of Municipal Budget Appropriations		$	17,010,243.28
Add: Appropriation "Reserve for Uncollected Taxes"	A-3		3,716,138.00
Amount for Support of Municipal Budget	A-2	$	20,726,381.28
Licenses - Other			
Clerk	A-12	$	41,866.00
Community Services	A-12		28,425.00
	A-2	$	70,291.00
Fees and Permits - Other:			
Clerk	A-12	$	89,010.00
Police Department	A-12		23,043.54
Board of Adjustment	A-12		21,085.00
Planning Board	A-12		18,362.05
Construction Code - Local Fees	A-12		43,823.00
Recreation	A-12		185,484.75
Public Works	A-12		28,355.00
Human Services	A-12		100,754.50
Tax Collector	A-12		3,620.00
			513,537.84
Add: Prepaid Applied	A-18		4,940.00
	A-2	$	518,477.84
Swim Pool Membership Fees	A-12	$	159,181.50
Add: Prepaid Applied	A-18		4,512.50
	A-2	$	163,694.00
Municipal Court	A-12		627,542.65
Less: Refund Payable	A-16		535.00
			627,007.65

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, 2010

ANALYSIS OF NON-BUDGET REVENUE	REF.		
Miscellaneous Revenue Not Anticipated:			
Treasurer:			
Sale Gasoline/Diesel		$	52,908.37
Facility Rental			44,490.00
Billboard Rental			36,208.26
Tower Lease			109,942.16
Sale of Scrap and Mixed Paper			62,471.75
MCMJIF - Refund			67,582.00
Cable Franchise Fee			137,384.75
Police Cars/ Township Vehicles Use			45,411.25
Boise Business Interiors Rent			55,697.23
Weldon Settlement			71,578.87
Miscellaneous			262,331.94
	A-1:A-2	$	946,006.58

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, 2010

	APPROPRIATIONS		EXPENDED		UNEXPENDED
	BUDGET	BUDGET AFTER MODIFICATION	PAID OR CHARGED	RESERVED	BALANCE CANCELED
GENERAL GOVERNMENT:					
Official of the Governing Body					
Salaries & Wages	$ 27,581.00	$ 27,581.00	$ 27,550.00	$ 31.00	$
Other Expenses	5,455.00	5,455.00	4,799.25	655.75	
Office of the Township Manager					
Salaries & Wages	268,168.00	268,168.00	267,156.70	1,011.30	
Other Expenses	43,500.00	43,500.00	37,427.31	6,072.69	
Office of the Township Clerk					
Salaries & Wages	191,818.00	191,818.00	181,026.37	10,791.63	
Other Expenses	23,275.00	23,275.00	19,535.15	3,739.85	
Financial Administration					
Salaries & Wages	253,741.00	253,741.00	253,066.83	674.17	
Other Expenses	18,950.00	18,950.00	9,659.56	9,290.44	
Audit	31,200.00	31,200.00		31,200.00	
Data Processing					
Salaries & Wages	63,159.00	63,159.00	62,034.09	1,124.91	
Other Expenses	50,300.00	67,300.00	65,330.57	1,969.43	
Collection of Taxes					
Salaries & Wages	134,167.00	148,667.00	147,737.90	929.10	
Other Expenses	5,650.00	5,650.00	2,594.76	3,055.24	
Assessment of Taxes					
Salaries & Wages	135,075.00	136,075.00	135,347.85	727.15	
Other Expenses	85,000.00	90,000.00	87,308.35	2,691.65	
Legal Services and Costs					
Other Expenses	221,431.00	221,431.00	209,852.92	11,578.08	
Engineering Services and Costs					
Other Expenses	55,300.00	55,300.00	30,448.75	24,851.25	
Planning Board					
Other Expenses	15,100.00	15,100.00	10,641.60	4,458.40	
Board of Adjustment					
Other Expenses	29,100.00	29,100.00	21,459.08	7,640.92	
Office of Planning Administration					
Salaries & Wages	242,897.00	242,897.00	238,306.38	4,590.62	
Other Expenses	11,550.00	11,550.00	6,632.07	4,917.93	
Insurance:					
General Liability	352,788.00	384,788.00	383,987.38	800.62	
Workers Compensation Insurance	660,329.00	660,329.00	660,328.60	0.40	
Employees Group	2,029,937.00	1,953,537.00	1,594,807.02	358,729.98	
PUBLIC SAFETY:					
Police:					
Salaries & Wages	6,050,673.00	6,050,673.00	5,707,908.04	342,764.96	
Other Expenses	297,903.00	297,903.00	254,067.79	43,835.21	
Police Dispatch/911:					
Salaries & Wages	322,515.00	322,515.00	320,835.45	1,679.55	
Other Expenses	1,750.00	1,750.00	355.36	1,394.64	
Office of Emergency Management:					
Other Expenses	5,000.00	5,000.00	3,331.92	1,668.08	
Municipal Prosecutor:					
Salaries & Wages	39,471.00	39,471.00	33,211.00	6,260.00	
Other Expenses	2,100.00	2,100.00		2,100.00	
PUBLIC WORKS:					
Office of the Director:					
Salaries & Wages	307,333.00	307,333.00	220,602.62	86,730.38	
Other Expenses	16,300.00	16,300.00	11,152.41	5,147.59	
Street and Roads Maintenance:					
Salaries & Wages	720,516.00	749,516.00	722,134.73	27,381.27	
Other Expenses	172,500.00	212,500.00	180,256.26	32,243.74	
Maintenance of Equipment:					
Salaries & Wages	283,925.00	283,925.00	236,442.66	47,482.34	
Other Expenses	440,500.00	440,500.00	396,469.83	44,030.17	
Garbage and Trash Removal:					
Salaries & Wages	1,215,154.00	1,215,154.00	1,168,825.07	46,328.93	
Other Expenses	14,535.00	14,535.00	8,418.05	6,116.95	
Recycling					
Salaries & Wages	27,667.00	27,667.00	21,007.45	6,659.55	
Other Expenses	12,425.00	12,425.00	1,039.03	11,385.97	
Public Buildings and Grounds					
Salaries & Wages	699,514.00	711,514.00	678,933.51	32,580.49	
Other Expenses	349,500.00	349,500.00	235,359.19	114,140.81	
Community Services Act					
Other Expenses	37,000.00	37,000.00	28,491.65	8,508.35	
HEALTH AND HUMAN SERVICES:					
Board of Health:					
Salaries & Wages	67,160.00	68,660.00	68,526.43	133.57	
Other Expenses	184,686.00	184,686.00	161,361.30	23,324.70	
Animal Control Services:					
Other Expenses	32,475.00	32,475.00	24,356.25	8,118.75	
Office of the Director of Human Services					
Salaries & Wages	172,995.00	172,995.00	171,419.21	1,575.79	
Other Expenses	5,200.00	5,700.00	4,723.22	976.78	

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, 2010

	APPROPRIATIONS		EXPENDED		UNEXPENDED BALANCE CANCELED
	BUDGET	BUDGET AFTER MODIFICATION	PAID OR CHARGED	RESERVED	
HEALTH AND HUMAN SERVICES:					
Community Services Department:					
Salaries & Wages	$ 176,015.00	$ 176,015.00	$ 116,540.17	$ 59,474.83	$
Other Expenses	22,970.00	22,970.00	19,728.83	3,241.17	
Alliance to Prevent Alcoholism and Drug Abuse:					
Salaries & Wages	18,064.00	18,064.00	18,064.00		
PARKS AND RECREATION:					
Recreation :					
Salaries & Wages	379,711.00	379,711.00	361,953.75	17,757.25	
Other Expenses	81,460.00	81,460.00	74,108.15	7,351.85	
Senior Citizens Transportations:					
Other Expenses	16,678.00	16,678.00	16,420.00	258.00	
Pool And Tennis Club:					
Salaries & Wages	85,312.00	85,312.00	82,545.63	2,766.37	
Other Expenses	40,475.00	40,475.00	38,413.91	2,061.09	
Colonial Terrace Golf Course:					
Salaries & Wages	85,387.00	85,387.00	77,464.84	7,922.16	
Other Expenses	291,160.00	291,160.00	284,470.85	6,689.15	
Celebration of Public Events, Anniversary of Holiday:					
Other Expenses	15,000.00	15,000.00	14,270.00	730.00	
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	8,000.00	17,500.00	
OTHER COMMON OPERATING FUNCTIONS:					
Formula Participation in Deal Lake Commission					
Other Expenses	19,750.00	19,750.00	19,750.00		
Purchase of Township Vehicles					
Other Expenses	102,000.00	102,000.00	71,515.52	30,484.48	
Postage	45,000.00	45,000.00	43,002.51	1,997.49	
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	10,000.00	13,000.00	12,639.50	360.50	
Shade Tree Commission					
Other Expenses	1,000.00	1,000.00	525.55	474.45	
Environmental Commission (N.J.S.A. 40:56A-1 et. seq.) :					
Other Expenses	2,100.00	2,100.00	1,115.00	985.00	
UTILITY EXPENSES AND BULK PURCHASES:					
Electric	343,750.00	343,750.00	323,528.57	20,221.43	
Street Lighting	250,000.00	258,000.00	241,655.50	16,344.50	
Telephone	65,900.00	66,900.00	61,371.99	5,528.01	
Water	55,200.00	63,200.00	58,287.52	4,912.48	
Natural Gas	128,905.00	128,905.00	91,290.24	37,614.76	
Heating Oil	19,100.00	19,100.00	8,894.41	10,205.59	
Age Processing Disposal	14,030.00	14,030.00	10,035.30	3,994.70	
Fuel	492,500.00	437,500.00	376,110.03	61,389.97	
Landfill/Solid Waste Costs					
Other Expenses	1,131,446.00	1,047,346.00	866,119.58	181,226.42	
State Uniform Construction Code- Construction Official					
Salaries & Wages	332,326.00	332,326.00	306,814.19	25,511.81	
Other Expenses	78,905.00	78,905.00	62,218.62	16,686.38	
Municipal Court					
Salaries & Wages	279,769.00	279,769.00	255,172.32	24,596.68	
Other Expenses	19,345.00	19,345.00	16,687.22	2,657.78	
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	300,000.00	300,000.00	258,496.80	41,503.20	
TOTAL OPERATIONS WITHIN "CAPS"	21,598,626.00	21,555,626.00	19,538,477.42	2,017,148.58	
CONTINGENT	5,000.00	5,000.00	1,925.00	3,075.00	
TOTAL OPERATIONS (INCLUDING CONTINGENT) WITHIN "CAPS"	21,603,626.00	21,560,626.00	19,540,402.42	2,020,223.58	
DEFERRED CHARGES AND STATUTORY EXPENDITURES-MUNICIPAL					
Contribution To:					
Public Employees Retirement System	476,031.69	507,031.69	506,635.48	396.21	
Social Security System (O.A.S.I.)	600,000.00	612,000.00	580,876.78	31,123.22	
Police & Firemen's Retirement System of N.J.	1,311,762.00	1,311,762.00	1,311,762.00		
Unemployment Trust Reserve Account	25,000.00	25,000.00	25,000.00		
TOTAL DEFERRED CHARGES AND STATUTORY EXPENDITURES - MUNICIPAL WITHIN "CAPS"	2,412,793.69	2,455,793.69	2,424,274.26	31,519.43	
TOTAL GENERAL APPROPRIATIONS FOR MUNICIPAL PURPOSES WITHIN "CAPS"	24,016,419.69	24,016,419.69	21,964,676.68	2,051,743.01	

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, 2010

	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	$ 101,893.00	$ 101,893.00	$ 101,893.00	$	
Other Expenses:	18,614.00	18,614.00	18,614.00		
Insurance:					
Employees Group	268,663.00	268,663.00	268,663.00		
Contribution to:					
Public Employees Retirement System	68,118.31	68,118.31	68,118.31		
Recycling Tax:					
Other Expenses	34,131.00	34,131.00	34,131.00		
TOTAL OPERATIONS EXCLUDED FROM "CAPS"	491,419.31	491,419.31	491,419.31		
PUBLIC AND PRIVATE PROGRAMS OFFSET BY REVENUES					
County of Monmouth Drug Abuse Council:(N.J.S.A. 40A: 4-87 $1,687.00)					
Department of Human Services:					
Salaries and Wages	42,812.00	44,499.00	44,499.00		
State of NJ - Supplemental Fire Services Program:					
Other Expenses	9,841.00	9,841.00	9,841.00		
Municipal Safety Incentive Grant	4,987.00	4,987.00	4,987.00		
United States Department Of Justice					
Bullet Proof Vest Program (N.J.S.A. 40A: 4-87 $5,309.67):					
Other Expenses		5,309.67	5,309.67		
New Jersey Board Of Public Utilities Clean Energy Program:					
Grant Portion:					
Other Expenses	24,086.00	24,086.00	24,086.00		
Matching Portion:					
Other Expenses	6,022.00	6,022.00	6,022.00		
State of NJ - Safe & Secure Communities Program:					
Police - Grant Portion:					
Salaries and Wages	60,000.00	60,000.00	60,000.00		
Police - Matching Portion:					
Salaries and Wages	153,756.00	153,756.00	153,756.00		
Other Expenses	38,101.00	38,101.00	38,101.00		
Community Development Block Grant (N.J.S.A. 40A: 4-87 $9,145.00):					
Other Expenses		9,145.00	9,145.00		
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 $4,000.00):					
Salaries and Wages	2,400.00	6,400.00	6,400.00		
Monmouth County Historic Grant:					
Other Expenses	5,000.00	5,000.00	5,000.00		
Community Hope Fund Grant					
Other Expenses		500.00	500.00		
State Of New Jersey-Div. Of Motor Vehicles					
Alcohol Education & Rehabilitation Grant (N.J.S.A. 40A: 4-87 $4,000.00):		351.91	351.91		
State Of New Jersey-Div. Of Motor Vehicles					
Drunk Driving Enforcement Fund					
Police:					
Salaries & Wages	2,834.00	2,834.00	2,834.00		
Other Expenses	2,833.00	2,833.00	2,833.00		
State of New Jersey:					
Clean Communities Program (N.J.S.A. 40A 4-87 $9,213.92):					
Salaries and Wages	42,031.00	51,244.32	51,244.32		
Recycling Tonnage Grant:					
Other Expenses	63,335.00	63,335.00	63,335.00		
Outpatient Services Grant:					
Salaries & Wages	49,440.00	49,440.00	49,440.00		
DYFYS Parent Child Visitation Grant (N.J.S.A. 40A 4-87 $16,645.00)	27,471.00	44,116.00	44,116.00		
Matching Funds for Grants	25,000.00	25,000.00		25,000.00	
TOTAL PUBLIC AND PRIVATE PROGS. OFFSET BY REVENUES	559,949.00	606,800.90	581,800.90	25,000.00	
CAPITAL IMPROVEMENTS - EXCLUDED FROM "CAPS"					
Capital Improvement Fund	154,154.00	154,154.00	154,154.00		
New Jersey Transportation Trust Fund Auth. Act	130,000.00	130,000.00	130,000.00		
TOTAL CAPITAL IMPROVEMENTS - EXCLUDED FROM "CAPS"	284,154.00	284,154.00	284,154.00		
MUNICIPAL DEBT SERVICE - EXCLUDED FROM "CAPS"					
Payment of Bond Principal	1,647,000.00	1,647,000.00	1,647,000.00		
Payment of Bond Anticipation Notes					
Interest on Bonds	849,605.00	849,605.00	849,602.42		2.58
Interest on Notes	81,740.00	81,740.00	34,627.10		47,112.90
Green Trust Loan Program:					
Loan Repayments for Principal and Interest	19,162.00	19,162.00	19,161.76		0.24
TOTAL MUNICIPAL DEBT SERVICE EXCLUDED FROM "CAPS"	2,597,507.00	2,597,507.00	2,550,391.28		47,115.72

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, 2010

		APPROPRIATIONS		EXPENDED		UNEXPENDED
		BUDGET	BUDGET AFTER MODIFICATION	PAID OR CHARGED	RESERVED	BALANCE CANCELED
DEFERRED CHARGES MUNICIPAL - EXCLUDED FROM "CAPS"						
Deferred Charges:						
Special Emergency Authorizations-						
5 Years (N.J.S.A. 40A:4-55)		$ 54,000.00	$ 54,000.00	$ 54,000.00	$	
TOTAL DEFERRED CHARGES MUNICIPAL - EXCLUDED FROM "CAPS"		54,000.00	54,000.00	54,000.00		
TOTAL GENERAL APPROPRIATIONS EXCLUDED FROM "CAPS"		3,987,029.31	4,033,881.21	3,961,765.49	25,000.00	47,115.72
SUB-TOTAL GENERAL APPROPRIATIONS		28,003,449.00	28,050,300.90	25,926,442.17	2,076,743.01	47,115.72
RESERVE FOR UNCOLLECTED TAXES		3,716,138.00	3,716,138.00	3,716,138.00		
TOTAL GENERAL APPROPRIATIONS		$ 31,719,587.00	$ 31,766,438.90	$ 29,642,580.17	$ 2,076,743.01	$ 47,115.72
	REF.	A-2		A-1	A:A-1	

	REF.		
Budget	A-3	$	31,719,587.00
Appropriations by 40A:4-87	A-2		46,851.90
		$	31,766,438.90

	REF.		
Encumbrances	A-15	$	525,036.74
Contracts Payable	A-17		111,815.49
Grants Programs	A-33		711,800.90
Deferred Charges - 40a; 4-55	A-14		54,000.00
Reserve for Uncollected Taxes	A-2		3,716,138.00
Disbursed	A-4		24,767,409.70
Less. Refunds	A-4		243,620.66
			24,523,789.04
		$	29,642,580.17

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

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TRUST FUND

TOWNSHIP OF OCEAN

TRUST FUND

BALANCE SHEETS-STATUTORY BASIS

	REF.	BALANCE DECEMBER 31, 2010	BALANCE DECEMBER 31, 2009
ASSETS			
Assessment Fund:			
Cash	B-2	$ 161,185.67	$ 58,995.64
Assessments Receivable	B-5	160,321.08	122,745.62
		$ 321,506.75	$ 181,741.26
Animal Control Fund:			
Cash	B-2	$ 18,994.83	$ 19,605.80
Change Fund			50.00
		$ 18,994.83	$ 19,655.80
Other Funds:			
Cash	B-2	$ 5,514,193.52	$ 5,807,979.60
		$ 5,514,193.52	$ 5,807,979.60
		$ 5,854,695.10	$ 6,009,376.66
LIABILITIES, RESERVES AND FUND BALANCE			
Assessment Fund:			
Due General Capital Fund	B-6	122,421.84	
Due Current Fund	B-14	3.82	5.87
Reserve for Assessments Receivable	B-15	106,288.84	122,745.62
Fund Balance	B-1	92,792.25	58,989.77
		$ 321,506.75	$ 181,741.26
Animal Control Fund:			
Due Current Fund	B-14	1.83	2.80
Prepaid Dog Licenses	B-7		179.40
Due State of New Jersey	B-8		21.00
Reserve for Animal Control Fund Expenditures	B-9	18,838.00	19,452.60
Reserve for Encumbrances	B-10	155.00	
		$ 18,994.83	$ 19,655.80
Other Funds:			
Reserve for Encumbrances	B-10	$ 93,886.60	$ 97,329.98
Reserve For:			
Unemployment Insurance	B-11	93,860.23	73,570.50
Payroll Deductions	B-12	167,188.92	90,419.88
Miscellaneous Deposits	B-13	5,153,381.15	5,538,394.00
Due Current Fund	B-14	5,876.62	8,265.24
		$ 5,514,193.52	$ 5,807,979.60
		$ 5,854,695.10	$ 6,009,376.66

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

"B-1"

TOWNSHIP OF OCEAN

ASSESSMENT TRUST FUND

STATEMENT OF FUND BALANCE-STATUTORY BASIS

	REF.		
		56	
Balance, December 31, 2009	B	$	58,989.77
Increased by:			
Collections Applied	B-15		33,802.48
Balance, December 31, 2010	B	$	92,792.25

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

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GENERAL CAPITAL FUND

TOWNSHIP OF OCEAN

GENERAL CAPITAL FUND

BALANCE SHEETS - STATUTORY BASIS

	REF.		BALANCE DECEMBER 31, 2010		BALANCE DECEMBER 31, 2009
ASSETS					
Cash	C-2; C-3	$	3,524,881.22	$	3,051,866.95
Due Grant Fund			136,000.00		136,000.00
Due Current Fund	C-4		18,467.06		
Due Assessment Trust Fund	C-9		122,421.84		
Deferred Charges to Future Taxation:					
Funded	C-5		17,774,525.72		19,439,309.76
Unfunded	C-6		6,546,841.17		4,195,510.01
		$	28,123,137.01	$	26,822,686.72
LIABILITIES, RESERVES AND FUND BALANCE					
General Serial Bonds	C-10	$	17,719,000.00	$	19,366,000.00
Bond Anticipation Note	C-11		4,564,007.00		2,314,904.00
Green Acres Loan Payable	C-12		55,525.72		73,309.76
Contracts Payable	C-13		2,348,574.66		1,114,461.73
Various Reserves	C-14		558,060.29		382,907.16
Improvement Authorizations:					
Funded	C-8		660,785.18		878,378.34
Unfunded	C-8		2,073,035.07		2,507,146.41
Due Current Fund	C-4				1,656.23
Capital Improvement Fund	C-7		93,211.72		152,383.72
Fund Balance	C-1		50,937.37		31,539.37
		$	28,123,137.01	$	26,822,686.72

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, 2009	C	$	31,539.37
Increased by:			
Premium on Sale of Notes	C-2		19,398.00
Balance, December 31, 2010	C	$	50,937.37

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

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PUBLIC ASSISTANCE TRUST FUND

"D"

TOWNSHIP OF OCEAN

PUBLIC ASSISTANCE FUND

BALANCE SHEETS - STATUTORY BASIS

	REF.	BALANCE DECEMBER 31, 2010	BALANCE DECEMBER 31, 2009
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, 2010		BALANCE DECEMBER 31, 2009
Fixed Assets:				
Land	$	16,277,918.00	$	16,277,918.00
Buildings		4,027,449.00		4,027,449.00
Machinery and Equipment		11,240,600.10		10,931,447.80
Total Fixed Assets	$	31,545,967.10	$	31,236,814.80
Reserve:				
Investments in General Fixed Assets	$	31,545,967.10	$	31,236,814.80

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

NOTES TO FINANCIAL STATEMENTS

TOWNSHIP OF OCEAN

NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2010 AND 2009

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, 2010:

Fund	Cash in Bank	Deposit in Transit	Outstanding Checks	Change Funds	Total
Checking	$12,251,720.27	$61,030.90	$1,969,941.71		$10,342,809.46
Cert. of Deposits	10,876,551.93				$10,876,551.93
Investment Account	509,435.17				$509,435.17
Money Market	794,420.55				$794,420.55
N.J. Cash Management Fund	570,561.43				$570,561.43
NJ Asset Rebate Management Fund	1,129.40				$1,129.40
Change Funds				$2,120.00	2,120.00
	$25,003,818.75	$61,030.90	$1,969,941.71	$2,120.00	$23,097,027.94

NOTE 2: CASH AND CASH EQUIVALENTS (CONTINUED)

A. Deposits

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, 2010, 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 $25,003,818.75, $570,344.58 was covered by Federal Depository Insurance, $23,861,785.12 was covered under the provisions of NJGUDPA, $570,561.43 was on deposit with the New Jersey Cash Management Fund and $1,127.62 was on deposit with the New Jersey Asset & Rebate Management Program (NJARM).

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.

NOTE 2: CASH AND CASH EQUIVALENTS (CONTINUED)

B. Investments (Continued)

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.

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, 2010 the Township has $570,561.43 on deposit with the New Jersey Cash Management Fund and $1,129.40 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 2010	YEAR 2009	YEAR 2008
Issued:			
General:			
Bonds, Notes and Loans	$22,338,532.72	$21,754,213.76	$22,753,303.39
Assessment Trust:			
Bonds and Notes			210,701.00
Net Issued	$22,338,532.72	$21,754,213.76	$22,964,004.39
Less:			
Reserve for Payment of Bonds	$475,429.68	$300,000.35	$97,560.35
Total Deductions	475,429.68	300,000.35	97,560.35
Net Debt Issued	$21,863,103.04	$21,454,213.41	$22,866,444.04
Authorized but not Issued			
General:			
Bonds and Notes	$1,982,834.17	$1,880,606.01	$175,704.01
Total Authorized but not Issued	$1,982,834.17	$1,880,606.01	$175,704.01
Net Bonds and Notes Issued and			
and Authorized but not issued	$23,845,937.21	$23,334,819.42	$23,042,148.05

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 .43%.

	GROSS DEBT	DEDUCTIONS	NET DEBT
School District Debt	$24,119,443.53	$24,119,443.53	-0-
General Debt	24,321,366.89	475,429.68	$23,845,937.21
	$48,440,810.42	-0-	$23,845,937.21

NET DEBT $23,845,937.21 DIVIDED BY EQUALIZED VALUATION BASIS PER N.J.S.40A:2-2, $5,421,315,437.33 EQUALS .43%.

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

Equalized Valuation Basis* - December 31, 2010	$5,421,315,437.33
3-1/2 of Equalized Valuation Basis	189,746,040.31
Net Debt	23,845,937.21
Remaining Borrowing Power	$165,900,103.10

*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, 2010

CALENDAR YEAR	GENERAL PRINCIPAL	INTEREST	TOTAL
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
	$17,719,000.00	$5,646,287.50	$23,365,287.50

NOTE 3: MUNICIPAL DEBT (CONTINUED)

The General Improvement Bonds are comprised of the following issues:

ISSUE	OUTSTANDING BALANCE DECEMBER 31, 2010
$10,925,000.00 in General Improvement Bonds dated May 1, 2002, due in remaining annual installments ranging between $1,075,000.00 and $1,125,000,000.00 beginning May 1, 2010 and ending May 1, 2014 with interest at 4.10%	$4,475,000.00
$15,033,000.00 in Loan Revenue Bonds dated December 1, 2008, due in remaining annual installments ranging between $622,000.00 and $1,185,000.00 beginning December 1, 2010 and ending December 1, 2025 with interest from 4.00% to 5.00%	13,244,000.00
Total	$17,719,000.00

On May 8, 2004 the Township entered into a Green Trust Loan Agreement with the State of New Jersey for the Wastewater Treatment project totaling $308,150.00. The loan is payable over 10 years. The loan is at an interest rate of 2.00%

Following are the maturities and debt schedule for the outstanding principal and interest on the loans:

CALENDAR YEAR	PRINCIPAL	INTEREST	TOTAL
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
	$55,525.73	$1,959.51	$57,485.24

NOTE 3: MUNICIPAL DEBT (CONTINUED)

BONDS AND NOTES AUTHORIZED BUT NOT ISSUED

At December 31, 2010, the Township has authorized but not issued bonds and notes as follows:

General Capital Fund	$1,982,834.17

BOND ANTICIPATION NOTES

Outstanding Bond Anticipation Notes are summarized as follows:

General Capital Fund:

Ordinance Number	Date of Original Issue	Date of Issue	Date of Maturity	Interest Rate	Amount
2100	12/23/08	12/21/10	12/20/11	1.25%	$1,553,004.00
2133	12/22/09	12/21/10	12/20/11	1.25%	761,900.00
2145	12/21/10	12/21/10	12/20/11	1.25%	1,859,603.00
2156	12/21/10	12/21/10	12/20/11	1.25%	389,500.00
					$4,564,007.00

NOTE 4: FUND BALANCES APPROPRIATED

Fund balances at December 31, 2010, which were appropriated and included as anticipated revenue in their own respective funds for the year ending December 31, 2011, were as follows:

Current Fund	$7,249,437.00

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, 2010	Balance December 31, 2009
Prepaid Taxes	$813,153.17	$858,271.45

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 $1,477,957.00 for 2008, $1,883,510.00 for 2009 and $1,886,515.79 for 2010.

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 $2,317,565.14. 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 $168,911.03 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 2010 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 $450,000.00 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, 2010, 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
2010	$25,000.00	$18,112.54	$37.93	$22,860.74	$93,860.23
2009	25,000.00	18,005.61	94.99	15,384.14	73,570.50
2008	10,000.00	17,044.04	359.56	27,532.22	45,854.04

NOTE 13: DEFERRED CHARGES TO BE RAISED IN SUCCEEDING BUDGETS

Certain expenditures are required to be deferred to budgets of succeeding years. At December 31, 2010, the following deferred charges are shown on the Balance Sheets of the Township:

	BALANCE DECEMBER 31, 2010	2011 BUDGET APPROPRIATION	BALANCE TO SUCCEEDING YEARS
Current Fund:			
40A:4-53 Revaluation	$216,000.00	$54,000.00	$162,000.00

NOTE 14: INTERFUND RECEIVABLES AND PAYABLES

The following interfund balances remained on the balance sheet at December 31, 2010:

Fund	Interfund Receivable	Interfund Payable
Current Fund	$ 5,882.27	$ 1,100,297.58
Grant Fund	1,081,830.52	136,000.00
Assessment Trust Fund		122,425.66
Animal Control Fund		1.83
Trust Other Fund		5,876.62
General Capital Fund	276,888.90	
	$ 1,364,601.69	$ 1,364,601.69

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

NOTE 15: 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 16: GASB 45: OTHER POST-RETIREMENT BENEFITS

The Township provides a contribution for Post Retirement Benefits equal to 80% of the lowest cost State Health Benefits plan to certain employees, per the terms of their various labor agreements, which have retired from the Township. This benefit runs from the date of the employee's retirement until the age of sixty-five (65) at which point the Township provides reimbursement for 100% of the cost of Medicare Part B. The Township's contributions under these agreements for the years ended December 31, 2010, 2009 and 2008 were $48,594.52 and $28,627.12 respectively, which equaled the required contributions for each year.

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.

NOTE 16: GASB 45: OTHER POST-RETIREMENT BENEFITS (CONTINUED)

Plan Description (Continued) 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, 2010, 2009 and 2008 were $1,833,550.96 and $1,457,401.74 respectively, which equaled the required contributions for each year.

NOTE 17: RESTATEMENT

The financial statements for the year ended December 31, 2010 have been restated to properly reflect the balances of the Current Fund. The restatement is as follows:

	Balance Prior to Restatement	Restatement	Balance After Restatement
Assets:			
Tax Title Liens Receivable	$311,015.47	$13,328.19	$324,343.66
Total Assets	$17,428,863.47	$13,328.19	$17,442,191.66
Liabilities, Reserves and Fund Balance:			
Reserve for Receivables	$2,316,415.21	$13,328.19	$2,329,743.40
Total Liabilities, Reserves and Fund Balance	$17,428,863.47	$13,328.19	$17,442,191.66

NOTE 18: SUBSEQUENT EVENTS

The Township has evaluated subsequent events occurring after the financial statement date through June 20, 2011 which is the date the financial statements were available to be issued. Based upon this evaluation, the Township has determined that the following item requires disclosure in the financial statements:

On May 16, 2011 the Township adopted capital ordinance authorizing the issuance of $1,898,670.00 of Bonds and Notes providing for Various Capital Improvements.

TOWNSHIP OF OCEAN

SUPPLEMENTARY SCHEDULES - ALL FUNDS

YEAR ENDED DECEMBER 31, 2010

TOWNSHIP OF OCEAN

CURRENT FUND

SCHEDULE OF CASH-TREASURER

	REF.	GRANT FUND		CURRENT FUND	
Balance, December 31, 2009 (Deficit)	A		$ (676.34)		$ 14,839,650.10
Increased by Receipts:					
Collector	A-5	$		$ 90,820,799.84	
Petty Cash	A-7			1,800.00	
State of New Jersey-Senior Citizens and Veterans Deductions (Chapter 20,P.L.1971)	A-8			258,587.75	
Miscellaneous Revenue Not Anticipated	A-2			946,006.58	
Appropriations Refunds	A-3			243,620.66	
Revenue Accounts Receivable	A-12			5,411,234.46	
Prepaid Fees and Licenses	A-18			10,132.50	
Reserve for:					
Library Expenditures	A-21			8,000.00	
Due State of New Jersey	A-26			37,966.00	
Interfunds Receivable	A-31	212,720.00		2,110,360.76	
Grants Receivable	A-32	570,094.84			
Grants - Unappropriated	A-34	133,073.57			
			915,888.41		99,848,508.55
		$	915,212.07	$	114,688,158.65
Decreased by Disbursements:					
2010 Appropriations	A-3	$		$ 24,767,409.70	
Appropriation Reserves	A-14			906,978.91	
Accounts Payable	A-16			149,642.26	
Contracts Payable	A-17			235,490.00	
Refund of Tax Overpayments	A-20			185,742.34	
Reserve for:					
Library Expenditures	A-21			4,576.44	
Tax Appeals	A-24			229,938.53	
Due State of New Jersey	A-26			37,473.00	
Local District School Tax	A-27			54,561,283.21	
County Taxes	A-28			15,076,055.91	
County Share for Added Taxes	A-29			69,646.20	
Fire District Tax	A-30			2,565,008.00	
Interfunds	A-31	216,725.62		2,083,840.21	
Grants Appropriated	A-33	697,816.50			
Petty Cash	A-7			1,800.00	
Budget Operations	A-1			985.00	
			914,542.12		100,875,869.71
Balance, December 31, 2010	A		$ 669.95		$ 13,812,288.94

TOWNSHIP OF OCEAN

CURRENT FUND

SCHEDULE OF CASH-COLLECTOR

	REF.				
Received:					
Taxes Receivable	A-9	$	89,148,203.85		
Revenue Accounts Receivable	A-12		299,033.70		
2011 Taxes Prepaid	A-19		813,153.17		
Tax Overpayments	A-20		557,551.59		
State of New Jersey-Senior Citizens and Veterans Deductions	A-8		2,857.53		
				$	90,820,799.84
					90,820,799.84
Decreased by Disbursements:					
Payments to Treasurer	A-4			$	90,820,799.84

"A-6"

TOWNSHIP OF OCEAN

CURRENT FUND

SCHEDULE OF CHANGE FUND

	REF.		
Balance December 31, 2009 and December 31, 2010	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, 2009	A			$	678.16
Increased by:					
Senior Citizens and Veterans Deductions Per Duplicate		$	262,000.00		
Senior Citizens and Veterans Deductions Allowed by Tax Collector:					
Current Year			2,250.00		
					264,250.00
					264,928.16
Decreased by:					
Received From State of New Jersey	A-4	$	258,587.75		
Senior Citizens and Veterans Deductions Disallowed by Tax Collector:					
Current Year			2,158.23		
Prior Year	A-5		2,857.53		
					263,603.51
Balance, December 31, 2010	A			$	1,324.65

CALCULATION OF STATE SHARE OF
2010 SENIOR CITIZENS AND VETERANS DEDUCTIONS

Senior Citizens and Veterans Deductions:			
Per Tax Duplicate		$	262,000.00
Allowed by Collector			2,250.00
			264,250.00
Less:			
Senior Citizens Deductions Disallowed by Collector			2,158.23
	A-9	$	262,091.77

TOWNSHIP OF OCEAN

CURRENT FUND

SCHEDULE OF TAXES RECEIVABLE AND ANALYSIS OF PROPERTY TAX LEVY

YEAR	BALANCE DECEMBER 31, 2009	2010 LEVY	ADDED	CASH COLLECTIONS 2009	CASH COLLECTIONS 2010	TRANSFERRED TO TAX TITLE LIENS	CANCELED	BALANCE DECEMBER 31, 2010
2006	$ 7,157.57	$	$	$	$ 5,739.54	$	$	$ 1,418.03
2007	13,462.79							13,462.79
2008	3,722.21				3,722.21			
2009	1,067,814.63		18,040.27		1,040,117.16	21,898.00	8,895.69	14,944.05
	$ 1,092,157.20	$	18,040.27	$	1,049,578.91	$ 21,898.00	$ 8,895.69	$ 29,824.87
2010		90,987,168.02		858,271.45	88,468,793.80	35,534.57	260,029.66	1,364,538.54
	$ 1,092,157.20	$ 90,987,168.02	$ 18,040.27	$ 858,271.45	$ 89,518,372.71	$ 57,432.57	$ 268,925.35	$ 1,394,363.41
REF.	A			A-2:A-19	A-2	A-10		A

	REF.	
Collector	A-5	$ 89,148,203.85
Overpayments Applied	A-20	108,077.09
Senior Citizens Deductions	A-8	262,091.77
		$ 89,518,372.71

ANALYSIS OF 2010 PROPERTY TAX LEVY

	REF.			
TAX YIELD				
General Purpose Tax			$ 90,757,332.01	
Added Taxes (54:4-63.1 et.seq.)			229,836.01	
				$ 90,987,168.02
TAX LEVY				
Local District School Tax (Abstract)	A-27		$ 54,575,836.25	
County Taxes:				
County Tax (Abstract)	A-28	$ 15,076,055.91		
Due County for Added Taxes (54:4-63.1 et.seq.)	A-29	38,144.25		
			15,114,200.16	
Fire District Taxes:				
Fire District Tax (Abstract)	A-30		2,565,008.00	
Local Tax for Municipal Purposes (Abstract)	A-2	$ 18,508,080.00		
Add: Additional Tax Levied		224,043.61		
Local Tax for Municipal Purposes Levied			18,732,123.61	
				$ 90,987,168.02

"A-10"

TOWNSHIP OF OCEAN

CURRENT FUND

SCHEDULE OF TAX TITLE LIENS

	REF.				
Balance, December 31, 2009 (As Restated)	A			$	324,343.66
Increased by:					
Transfers From Taxes Receivable	A-9	$	57,432.57		
Interest and Costs Accrued by Sale			8,442.72		
					65,875.29
Balance, December 31, 2010	A			$	390,218.95

"A-11"

SCHEDULE OF PROPERTY ACQUIRED FOR TAXES
(AT ASSESSED VALUATION)

Balance, December 31, 2009 and December 31, 2010	A	$	849,381.00

TOWNSHIP OF OCEAN

CURRENT FUND

SCHEDULE OF REVENUE ACCOUNTS RECEIVABLE

	REF.	BALANCE DECEMBER 31, 2009	ACCRUED IN 2010	COLLECTED BY COLLECTOR	COLLECTED BY TREASURER	BALANCE DECEMBER 31, 2010
Clerk:						
Licenses:						
Alcoholic Beverage	A-2	$	$ 44,064.00	$	$ 44,064.00	$
Other	A-2		41,866.00		41,866.00	
Fees and Permits	A-2		89,010.00		89,010.00	
Tax Collector:						
Fees and Permits	A-2		3,620.00	3,620.00		
Board of Adjustment						
Fees and Permits	A-2		21,085.00		21,085.00	
Planning Board						
Fees and Permits	A-2		18,362.05		18,362.05	
Community Development:						
Other Licenses	A-2		28,425.00		28,425.00	
Fees and Permits	A-2		43,823.00		43,823.00	
Recreation:						
Fees and Permits	A-2		185,484.75		185,484.75	
Police:						
Fees and Permits	A-2		23,043.54		23,043.54	
Public Works						
Fees and Permits	A-2		28,355.00		28,355.00	
Human Services:						
Fees and Permits	A-2		100,754.50		100,754.50	
Municipal Court	A-2	53,931.40	618,327.89		627,542.65	44,716.64
Interest and Costs on Taxes	A-2		295,413.70	295,413.70		
Interest on Investments and Deposits	A-2		189,255.49		189,255.49	
Payment in Lieu of Taxes-Senior Citizens	A-2		47,089.57		47,089.57	
Pool Tennis Club Membership Fees	A-2		159,181.50		159,181.50	
Pool Tennis Club Snack Bar Rental	A-2		12,000.00		12,000.00	
Pool Tennis Club Guest Fees	A-2		78,479.00		78,479.00	
Loch Arbor Policing & Court Contract	A-2		165,000.00		165,000.00	
Colonial Terrace Golf Course	A-2		355,833.41		355,833.41	
Consolidated Municipal Property Tax Relief Aid	A-2		187,189.00		187,189.00	
Energy Receipts Tax	A-2		2,341,355.00		2,341,355.00	
Uniform Construction Code Fees	A-2		594,036.00		594,036.00	
Reserve For Payment Of Bonds	A-2		30,000.00		30,000.00	
		$ 53,931.40	$ 5,701,053.40	$ 299,033.70	$ 5,411,234.46	$ 44,716.64
	REF.	A		A-5	A-4	A

TOWNSHIP OF OCEAN

CURRENT FUND

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

DATE AUTHORIZED	PURPOSE	AMOUNT AUTHORIZED	1/5 OF NET AMOUNT AUTHORIZED	BALANCE DECEMBER 31, 2009	DECREASED	BALANCE DECEMBER 31, 2010
8/17/2009	Revaluation	$ 270,000.00	$ 54,000.00	$ 270,000.00	$ 54,000.00	$ 216,000.00
				$ 270,000.00	$ 54,000.00	$ 216,000.00
			REF.	A	A-3	A

TOWNSHIP OF OCEAN

CURRENT FUND

SCHEDULE OF 2009 APPROPRIATION RESERVES

	BALANCE DECEMBER 31, 2009	BALANCE AFTER TRANSFERS	PAID OR CHARGED	BALANCE LAPSED
SALARIES AND WAGES				
Office Of The Governing Body	$ 31.00	$ 31.00	$	31.00
Office Of The Township Manager	3,372.24	5,772.24	857.48	4,914.76
Office Of Township Clerk	1,561.62	4,211.62	480.00	3,731.62
Financial Administration	3,130.24	5,480.24	637.43	4,842.81
Data Processing	1,679.16	1,679.16	148.06	1,531.10
Collection Of Taxes	2,770.68	3,270.68	266.00	3,004.68
Assessment Of Taxes	759.00	2,959.00	326.00	2,633.00
Office Of Planning Administration	2,796.23	5,296.23	1,112.24	4,183.99
Police	489,444.11	489,444.11	318,090.84	171,353.27
Police Dispatch / 911	10,873.34	10,873.34	3,280.86	7,592.48
Municipal Prosecutor	4,616.00	4,616.00		4,616.00
Office Of The Director Of Public Works	97,560.84	97,560.84	65,953.00	31,607.84
Streets And Roads Maintenance	38,712.88	38,712.88	2,269.99	36,442.89
Maintenance Of Equipment	25,528.51	25,528.51	629.82	24,898.69
Garbage And Trash Removal	10,223.74	10,223.74	938.47	9,285.27
Recycling	621.25	621.25	68.00	553.25
Public Building And Grounds	69,851.61	69,851.61	1,263.45	68,588.16
Board Of Health	730.53	1,730.53	871.79	858.74
Office Of Director Of Human Services	4,057.75	4,057.75	610.22	3,447.53
Community Services Department	23,301.24	23,301.24	3,666.78	19,634.46
Recreation	16,186.63	16,186.63	3,503.31	12,683.32
Pool And Tennis Club	1,854.91	1,854.91		1,854.91
Colonial Terrace Golf Course	14,156.27	14,156.27		14,156.27
Construction Code Department	17,247.31	17,247.31	3,938.42	13,308.89
Municipal Court	13,440.89	13,440.89	1,073.28	12,367.61
Public Defender	600.00	600.00		600.00
TOTAL SALARIES AND WAGES	$ 855,107.98	$ 868,707.98	$ 409,985.44	$ 458,722.54
OTHER EXPENSES				
Office Of The Governing Body	$ 1,066.92	$ 1,066.92	$	1,066.92
Office Of The Township Manager	7,186.45	31,173.76	29,576.35	1,597.41
Office Of The Township Clerk	8,274.27	8,707.11	1,076.64	7,630.47
Financial Administration	10,299.26	10,331.23	7,031.97	3,299.26
Annual Audit	31,200.00	31,200.00	31,200.00	
Data Processing	23,875.38	27,278.25	4,730.51	22,547.74
Collection Of Taxes	3,189.15	3,926.30	1,195.95	2,730.35
Assessment Of Taxes	16,718.93	54,680.00	44,575.56	10,104.44
Legal Services And Costs	20,582.41	25,208.43	11,055.02	14,153.41
Engineering Services And Costs	11,260.00	13,260.00	9,187.50	4,072.50
Planning Board	9,608.46	9,808.46	5,963.75	3,844.71
Board Of Adjustment	15,285.13	15,285.13	9,902.25	5,382.88
Office Of Planning Administration	7,523.37	8,257.52	2,302.40	5,955.12
Police	40,160.38	79,670.12	40,168.32	39,501.80
Police Dispatch / 911	5,109.27	5,194.36	85.09	5,109.27
Office Of Emergency Management	109.13	1,988.36	1,678.68	309.68
Municipal Prosecutor	162.50	162.50		162.50
Office Of Director Of Public Works	23,831.15	25,239.02	1,407.87	23,831.15
Streets And Roads Maintenance	17,782.76	70,609.36	52,410.62	18,198.74
Maintenance Of Equipment	88,043.75	153,016.35	53,299.97	99,716.38
Garbage And Trash Removal	6,180.81	6,556.34	233.73	6,322.61
Recycling	1,835.13	1,894.62	59.49	1,835.13
Public Building And Grounds	136,233.54	185,565.51	42,275.08	143,290.43
Community Services Act	21,342.65	21,342.65	2,883.31	18,459.34
Board Of Health	13,429.32	13,525.30	152.80	13,372.50
Animal Control	7,743.75	7,743.75	7,743.75	

TOWNSHIP OF OCEAN

CURRENT FUND

SCHEDULE OF 2009 APPROPRIATION RESERVES

	BALANCE DECEMBER 31, 2009	BALANCE AFTER TRANSFERS	PAID OR CHARGED	BALANCE LAPSED
OTHER EXPENSES (CONTINUED)				
Office Of Director Of Human Services	$ 333.82	$ 960.36	$ 634.56	$ 325.80
Community Services Department	930.25	5,372.25	3,896.50	1,475.75
Recreation	15,118.15	19,131.90	4,216.23	14,915.67
Senior Citizen Transportation	694.00	4,126.00	3,168.00	958.00
Pool And Tennis Club	513.04	4,459.67	3,877.63	582.04
Colonial Terrace Golf Course	20,305.08	28,712.05	6,874.95	21,837.10
Celebration Of Public Events	2,482.00	2,482.00		2,482.00
Maintenance Of Free Public Library	10,585.00	10,585.00		10,585.00
Purchase Of Township Vehicles	32.97	6,183.83	6,150.86	32.97
Citizen Information Bulletin	409.96	409.96		409.96
Postage	5,172.75	5,172.75		5,172.75
Shade Tree Commission	775.00	775.00		775.00
Environmental Commission	1,228.35	1,228.35		1,228.35
Utilities:				
Electric	24,083.93	44,513.93	21,021.02	23,492.91
Street Lighting	29,315.96	30,315.96	19,803.14	10,512.82
Telephone	7,839.66	11,720.49	5,223.61	6,496.88
Water	27,869.94	30,669.94	2,123.54	28,546.40
Natural Gas	39,026.83	64,199.49	35,515.54	28,683.95
Heating Oil	8,792.40	13,192.40	3,403.40	9,789.00
Sewerage Processing Disposal	5,442.24	5,442.24		5,442.24
Fuel	142,408.71	184,408.71	32,041.15	152,367.56
Landfill / Solid Waste Costs	289,683.72	384,807.16	68,906.39	315,900.77
Construction Code Department	28,185.85	32,065.80	5,968.91	26,096.89
Municipal Court	5,026.50	8,027.27	3,088.70	4,938.57
Public Defender	2,940.05	2,940.05		2,940.05
Contingent	4,000.00	4,000.00		4,000.00
Contribution To : Social Security System (O.A.S.I.)	23,111.06	23,111.06	7,219.71	15,891.35
Reimbursement To Multi-Dwellings	20,287.60	20,287.60	3,730.00	16,557.60
Insurance :				
General Liability	0.52	0.52		0.52
Employee Group Insurance	231,846.45	231,871.45	1,837.84	230,033.61
Worker's Compensation Insurance	0.48	0.48		0.48
Matching Funds for Grants	12,579.75	12,579.75		12,579.75
Cops Universal Hiring Program	393.09	393.09		393.09
TOTAL OTHER EXPENSES	$ 1,489,448.98	$ 2,006,837.86	$ 598,898.29	$ 1,407,939.57
GRAND TOTAL	$ 2,344,556.96	$ 2,875,545.84	$ 1,008,883.73	$ 1,866,662.11
REF.	A			A-1

	REF.	
Appropriation Reserves	A-14	$ 2,344,556.96
Reserve for Encumbrances	A-15	467,487.86
Reserve for Contracts Payable	A-17	63,501.02
		$ 2,875,545.84

Disbursed	A-4	$ 906,978.91
Accounts Payable	A-16	65,574.20
Reserve for Contracts Payable	A-17	36,330.62
		$ 1,008,883.73

"A-15"

TOWNSHIP OF OCEAN

CURRENT FUND

SCHEDULE OF RESERVE FOR ENCUMBRANCES

	REF.				
Balance, December 31, 2009:					
Current Fund	A	$	467,487.86		
Grant Fund	A		311,067.14		
				$	778,555.00
Increased by:					
Charged to 2010 Budget Appropriations	A-3	$	525,036.74		
Charged to Reserve for Grants Appropriated	A-33		586,284.77		
					1,111,321.51
				$	1,889,876.51
Decreased by:					
Transferred to Appropriation Reserves	A-14	$	467,487.86		
Transferred to Reserve for Grants Appropriated	A-33		311,067.14		
					778,555.00
Balance, December 31, 2010:					
Current Fund	A	$	525,036.74		
Grant Fund	A		586,284.77		
				$	1,111,321.51

"A-16"

SCHEDULE OF ACCOUNTS PAYABLE

Balance, December 31, 2009	A			$	276,051.72
Increased by:					
Charged to:					
2009 Appropriation Reserves	A-14	$	65,574.20		
Refund of Municipal Court Fees	A-2		535.00		
					66,109.20
				$	342,160.92
Decreased by:					
Cash Disbursements	A-4	$	149,642.26		
					149,642.26
Balance, December 31, 2010	A			$	192,518.66

"A-17"

TOWNSHIP OF OCEAN

CURRENT FUND

SCHEDULE OF CONTRACTS PAYABLE

	REF.				
Balance, December 31, 2009	A			$	322,709.73
Increased by:					
Charged to 2010 Budget Appropriations	A-3	$	111,815.49		
Charged to 2009 Appropriation Reserves	A-14		36,330.62		
					148,146.11
				$	470,855.84
Decreased by:					
Transferred to Appropriation Reserves	A-14	$	63,501.02		
Cash Disbursements	A-4		235,490.00		
					298,991.02
Balance, December 31, 2010	A			$	171,864.82

"A-18"

SCHEDULE OF PREPAID FEES AND LICENSES

Balance, December 31, 2009	A			$	8,532.50
Increased by:					
Cash Receipts	A-4				10,132.50
				$	18,665.00
Decreased by:					
Applied to:					
Other Fees and Permits	A-2	$	4,940.00		
Swim Pool Membership Fees	A-2		4,512.50		
					9,452.50
Balance, December 31, 2010	A			$	9,212.50
Analysis of Balance					
Other Licenses				$	125.00
Other Fees and Permits					4,260.00
Swim Pool Membership Fees					4,827.50
				$	9,212.50

"A-19"

TOWNSHIP OF OCEAN

CURRENT FUND

SCHEDULE OF PREPAID TAXES

	REF.		
Balance, December 31, 2009	A	$	858,271.45
Increased by:			
Collection - 2011 Taxes	A-5		813,153.17
		$	1,671,424.62
Decreased by:			
Applied to 2010 Taxes Receivable	A-9		858,271.45
Balance, December 31, 2010	A	$	813,153.17

"A-20"

SCHEDULE OF TAX OVERPAYMENTS

Balance, December 31, 2009	A			$	23,396.04
Increased by:					
Overpayments in 2010	A-5				557,551.59
				$	580,947.63
Decreased by:					
Refunds	A-4	$	185,742.34		
Applied	A-9		108,077.09		
					293,819.43
Balance, December 31, 2010	A			$	287,128.20

"A-21"

TOWNSHIP OF OCEAN

CURRENT FUND

SCHEDULE OF RESERVE FOR LIBRARY EXPENDITURES

	REF.		
Balance, December 31, 2009	A	$	42,915.84
Increased by:			
Cash Receipts	A-4		8,000.00
			50,915.84
Decreased by:			
Cash Disbursements	A-4		4,576.44
Balance, December 31, 2010	A	$	46,339.40

"A-22"

SCHEDULE OF RESERVE FOR GARDEN STATE TRUST FUND

Balance, December 31, 2009	A	$	2,822.54
Decreased by:			
Applied	A-2	$	2,822.54

"A-23"

SCHEDULE OF RESERVE FOR REVALUATION

Balance, December 31, 2009 and December 31, 2010	A	$	46,300.00

"A-24"

TOWNSHIP OF OCEAN

CURRENT FUND

SCHEDULE OF TAX APPEALS

	REF.				
Balance, December 31, 2009	A			$	370,079.16
Increased by:					
Contested Amount of Tax Collected which are pending State Appeal					
Current Year Taxes	A-2	$	60,000.00		
Prior Year Taxes	A-1		249,859.37		
					309,859.37
				$	679,938.53
Decreased by:					
Cash Disbursements	A-4				229,938.53
Balance, December 31, 2010	A			$	450,000.00

"A-25"

SCHEDULE OF RESERVE FOR SALE OF MUNICIPAL ASSETS

Balance, December 31, 2009 and December 31, 2010	A	$	36,420.85

TOWNSHIP OF OCEAN

CURRENT FUND

SCHEDULE OF RESERVE DUE STATE OF NEW JERSEY

	BALANCE DECEMBER 31, 2009	CASH RECEIPTS	EXPENDED	BALANCE DECEMBER 31, 2010
DCA Training Fees	$ 670.00	$ 33,331.00	$ 32,538.00	$ 1,463.00
DYFS - Marriage License Fees	850.00	4,425.00	4,875.00	400.00
DYFS - Domestic Partner License Fees	25.00			25.00
DYFS - Civil Union License Fees	125.00	150.00		275.00
DYFS - Burial Fees		60.00	60.00	
	$ 1,670.00	$ 37,966.00	$ 37,473.00	$ 2,163.00
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-1; A-9	$	54,575,836.25
Decreased by:			
Payments	A-4		54,561,283.21
Balance, December 31, 2010	A	$	14,553.04

"A-28"

TOWNSHIP OF OCEAN

CURRENT FUND

SCHEDULE OF COUNTY TAXES PAYABLE

	REF.		
Increased by:			
2010 Tax Levy	A-1:A-9	$	15,076,055.91
Decreased by:			
Payments	A-4	$	15,076,055.91

"A-29"

SCHEDULE OF DUE COUNTY FOR ADDED TAXES

Balance, December 31, 2009	A			$	69,646.17
Increased by:					
County Share of 2010 Levy:					
Added Taxes (R.S.54:4-63.1 et.seq.)	A-9	$	38,144.25		
Prior Year			1,777.56		
	A-1				39,921.81
				$	109,567.98
Decreased by:					
Payments	A-4				69,646.20
Balance, December 31, 2010	A			$	39,921.78

TOWNSHIP OF OCEAN

CURRENT FUND

SCHEDULE OF FIRE DISTRICT TAXES PAYABLE

	REF.		
Increased by:			
2010 Tax Levy	A-1:A-9	$	2,565,008.00
Decreased by:			
Payments	A-4	$	2,565,008.00

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, 2009:							
Interfunds Receivable	A	$ 9,930.14	$ 5.87	$ 2.80	$ 8,265.24	$ 1,656.23	$
Interfunds Payable	A	865,104.90					865,104.90
Receipts	A-4	2,110,360.76	49.18	23.50	8,822.81	1,884,739.65	216,725.62
Grant Match		212,720.00					212,720.00
Disbursements	A-4	2,083,840.21	47.13	22.53	6,434.19	1,864,616.36	212,720.00
Balance, December 31, 2010:							
Interfunds Receivable	A	$ 5,882.27	$ 3.82	$ 1.83	$ 5,876.62	$	$
Interfunds Payable	A	1,100,297.58				18,467.06	1,081,830.52

TOWNSHIP OF OCEAN

CURRENT FUND

SCHEDULE OF GRANTS RECEIVABLE

	BALANCE DECEMBER 31, 2009	ANTICIPATED IN 2010 BUDGET	RECEIVED	UNAPPROPRIATED RESERVE APPLIED	BALANCE DECEMBER 31, 2010
M.C. Alliance to Prevent Alcoholism & Drug Abuse - 2009	$ 6,484.64	$	$ 6,484.64	$	
M.C. Alliance to Prevent Alcoholism & Drug Abuse - 2010		24,086.00	12,011.53		12,074.47
Safe & Secure Communities Grant- 2009	58,690.00		58,690.00		
Safe & Secure Communities Grant - 2010		60,000.00	25,384.61		34,615.39
Body Armor Replacement Fund		5,309.67	5,309.67		
Green Communities Grant	3,000.00		3,000.00		
Drunk Driving Enforcement Fund		5,667.00		5,666.63	0.37
Clean Communities Program		51,244.32	51,244.32		
Bulletproof Vest Grant - 2009	7,193.00		3,855.58		3,337.42
COPS in Shops Grant - College/Fall Initiative	200.00				200.00
COPS in Shops Grant - College/Fall Initiative		2,400.00	2,400.00		
COPS in Shops Grant - Summer Shore Initiative		1,600.00	1,600.00		
COPS in Shops Grant - College/Fall Initiative		2,400.00	2,400.00		
NJDOT - Sunset Ave Reconstruction II	41,250.00				41,250.00
NJDOT - Sunset Ave Reconstruction I	40,000.00		40,000.00		
NJDOT - Sunset Ave Reconstruction III		130,000.00	97,500.00		32,500.00
Mid Jersey Municipal Joint Insurance Fund - 2008	2.69				2.69
Mid Jersey Municipal Joint Insurance Fund - 2009	4,288.00		4,194.96		93.04
Mid Jersey Municipal Joint Insurance Fund - 2010		4,987.00	4,849.38		137.62
M.C. Drug Abuse Council - 2009	10,511.50		7,992.50		2,519.00
M.C. Drug Abuse Council - 2010		44,499.00	32,518.52		11,980.48
Alcohol Education & Rehabilitation Fund		351.91	351.91		
CDBG - ADA Improvements (2006)	71,616.15				71,616.15
CDBG - ADA Improvements to Sunset & Brielle Avenues - 2009	118,250.00		110,831.00		7,419.00
M.C. -Armstrong Avenue Intersection Improvements	146,095.20				146,095.20
Recycling Tonnage Grant		63,335.00		63,335.00	

TOWNSHIP OF OCEAN

CURRENT FUND

SCHEDULE OF GRANTS RECEIVABLE

	BALANCE DECEMBER 31, 2009	ANTICIPATED IN 2010 BUDGET	RECEIVED	UNAPPROPRIATED RESERVE APPLIED	BALANCE DECEMBER 31, 2010
Over the Limit Under Arrest 2007	$ 150.00	$	$	$	150.00
Over the Limit Under Arrest 2009	200.00				200.00
Outpatient Services 2009 Grant	15,641.25		15,631.25		10.00
Outpatient Services 2010 Grant		49,440.00	35,936.22		13,503.78
N. J. Board Of Public Utilities Clean Energy Program	22,260.75		22,260.75		
Sustainable Jersey Municipal Certification Program - Walmart G	5,000.00				5,000.00
Emergency Management Assistance Program	5,000.00		5,000.00		
Edward Byrne Memorial Justice Assistance Grant	25,845.00				25,845.00
DYFS Parent/Child Visitation Grant		44,116.00	15,576.00		28,540.00
Healthy Community Development Grant		9,145.00	4,572.00		4,573.00
DARE Program		500.00	500.00		
	$ 581,678.18	$ 499,080.90	$ 570,094.84	$ 69,001.63	$ 441,662.61
REF.	A	A-2	A-4	A-34	A

TOWNSHIP OF OCEAN

CURRENT FUND

SCHEDULE OF RESERVE FOR GRANTS-APPROPRIATED

	BALANCE DECEMBER 31, 2009	MODIFIED	TRANSFERRED FROM 2010 BUDGET	PAID OR CHARGED	BALANCE DECEMBER 31, 2010
Bulletproof Vest Program - 2004 Grant	$ 50.48	$ 50.48	$	$	50.48
Bulletproof Vest Program - 2008	1,742.36	2,100.83			2,100.83
Bulletproof Vest Program - 2009	19,996.68	19,996.68		2,905.37	17,091.31
You Drink, You Drive, You Lose	5,000.00	5,000.00		200.00	4,800.00
M.C. Drug Abuse Council - 2008	933.50	933.50			933.50
M.C. Drug Abuse Council - 2010			44,499.00	44,499.00	
Clean Communities Grant - 2005	1,040.19	1,040.19		140.87	899.32
Clean Communities Grant - 2006	2,145.76	2,214.96		935.89	1,279.07
Clean Communities Grant - 2007	9,662.38	9,662.38		967.00	8,695.38
Clean Communities Grant - 2009	53,977.83	53,977.83		29,618.36	24,359.47
Clean Communities Grant - 2010			51,244.32	8,001.40	43,242.92
Alcohol Education & Rehabilitation Fund			351.91		351.91
Stormwater Regulation Grant - 2004	5,884.83	5,884.83			5,884.83
Drunk Driving Enforcement Fund	26,099.25	26,324.20	5,667.00	4,308.95	27,682.25
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 - 2007	1,754.80	2,113.28		2,113.28	
Body Armor Replacement Fund- 2010			5,309.67		5,309.67
Safe And Secure Communities - 2009 Grant	24,396.41	24,396.41		24,396.41	
Safe And Secure Communities - 2009 Match	114,674.10	114,674.10		61,160.55	53,513.55
Safe And Secure Communities - 2008 Match	1,584.94	1,584.94			1,584.94
Safe And Secure Communities - 2010 Grant			60,000.00	34,615.50	25,384.50
Safe And Secure Communities - 2010 Match			191,857.00	110,910.94	80,946.06
State of NJ- Supplemental Fire Services Program			9,841.00	9,841.00	
NJTTF - Sunset Ave. Ph. II		165,000.00		165,000.00	
NJTTF - Sunset Ave. Ph. III			130,000.00	130,000.00	
N.J. Substance Abuse Monitoring Program	107.50	107.50			107.50
COPS in Shops Grant - College/Fall Initiative - 2007	25.00	25.00			25.00
COPS in Shops Grant - College/Fall Initiative - 2008	375.00	375.00		375.00	
COPS in Shops Grant- 2010			6,400.00	2,400.00	4,000.00

TOWNSHIP OF OCEAN

CURRENT FUND

SCHEDULE OF RESERVE FOR GRANTS-APPROPRIATED

	BALANCE DECEMBER 31, 2009	MODIFIED	TRANSFERRED FROM 2010 BUDGET	PAID OR CHARGED	BALANCE DECEMBER 31, 2010
C.D.B.G. - ADA Improvements - 2006	$ 71,616.15	$ 71,616.15	$	$	71,616.15
Recycling Tonnage Grant	441,021.85	441,021.85	63,335.00	444,351.52	60,005.33
Alliance To Prevent Alcoholism & Drug Abuse:					
2006 Grant	0.02	0.02			0.02
2010 Grant			24,086.00	24,086.00	
2010 Match			6,022.00	6,022.00	
Mid Jersey Municipal Joint Insurance Fund:					
Municipal Safety Incentive Grant - 2009		479.44		479.44	
Municipal Safety Incentive Grant - 2010			4,987.00	4,986.48	0.52
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	1,672.64	1,672.64		1,050.00	622.64
School NJEDA	264.13	15,159.13		14,895.00	264.13
M.C. -Armstrong Avenue Intersection Improvements		106,640.82		15,039.12	91,601.70
2006 Physical Fitness Program Mini-Grant	701.00	701.00			701.00
National Night Out Grant	1,100.00	1,100.00		999.98	100.02
Outpatient Services 2007 Grant	15,078.00	15,078.00			15,078.00
Outpatient Services 2010 Grant			49,440.00	49,440.00	
Over the Limit Under Arrest 2007	150.00	150.00			150.00
Over the Limit Under Arrest 2009	200.00	200.00			200.00
Green Communities Grant - State Share		1,066.25		1,066.25	
Green Communities Grant - Match		1,500.00		1,500.00	
CDBG - ADA Improvements to Sunset & Brielle Avenues - 2009		17,299.00		9,880.00	7,419.00
Monmouth County Historic Grant - Match			5,000.00	5,000.00	
Sustainable Jersey Municipal Certification Program - Walmart Grant	10,000.00	10,000.00			10,000.00
DYFS Parent/Child Visitation Grant			44,116.00	44,116.00	
D.A.R.E Program			500.00		500.00
2010 Healthy Community Development Grant			9,145.00	399.00	8,746.00

TOWNSHIP OF OCEAN

CURRENT FUND

SCHEDULE OF RESERVE FOR GRANTS-APPROPRIATED

	BALANCE DECEMBER 31, 2009	MODIFIED	TRANSFERRED FROM 2010 BUDGET	PAID OR CHARGED	BALANCE DECEMBER 31, 2010
Armstrong Boulevard Intersection Improvement Grant - 2009	$ 49,300.00	$ 49,300.00	$	$	$ 49,300.00
Mid Jersey Municipal Joint Insurance Fund	106.47	3,282.00		3,188.96	93.04
Edward Byrne Memorial Assist	25,845.00	25,845.00		25,212.00	633.00
Emergency Mgmt Assistance	5,000.00	5,000.00			5,000.00
Emergency Mgmt Assistance - Match	5,000.00	5,000.00			5,000.00
	$ 901,651.71	$ 1,212,718.85	$ 711,800.90	$ 1,284,101.27	$ 640,418.48
REF.	A		A-3		A

Reserve for Grants Appropriated	A-33	$ 901,651.71
Reserve for Encumbrances	A-16	311,067.14
		$ 1,212,718.85

Cash Disbursements	A-4	$ 697,816.50
Reserve for Encumbrances	A-16	586,284.77
		$ 1,284,101.27

TOWNSHIP OF OCEAN

CURRENT FUND

SCHEDULE OF RESERVE FOR GRANTS-UNAPPROPRIATED

	BALANCE DECEMBER 31, 2009	CASH RECEIPTS	ANTICIPATED IN 2010 BUDGET	BALANCE DECEMBER 31, 2010
Drunk Driving Enforcement Fund	$ 5,666.63	$	$ 5,666.63	
Recycling Tonnage Grant	63,335.16	55,235.24	63,335.00	55,235.40
Monmouth County Drug Abuse Council	7,766.70			7,766.70
Stormwater Management	20,619.00			20,619.00
Body Armor Grant	0.40	2,038.33		2,038.73
Monmouth County Recycling		75,000.00		75,000.00
COPs in Shops		800.00		800.00
	$ 97,387.89	$ 133,073.57	$ 69,001.63	$ 161,459.83
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, 2009	B		$ 58,995.64		$ 19,605.80		$ 5,807,979.60
Increased by Receipts:							
Collector	B-3	$ 102,192.08	$		$		
Due State of New Jersey	B-8			1,285.80			
Animal Control Fees	B-9			11,578.20			
State Unemployment Insurance	B-11					43,150.47	
Payroll Deductions	B-12					16,293,851.95	
Miscellaneous Deposits	B-13					2,526,186.48	
Change Fund				50.00			
Due Current Fund	B-14	47.13		22.53		6,524.41	
Due General Capital Fund	B-16						
			102,239.21		12,936.53		18,869,713.31
			$ 161,234.85		$ 32,542.33		$ 24,677,692.91
Decreased by Disbursements:							
Due State of New Jersey	B-8	$		$ 1,306.80		$	
Expenditures Under R.S.4:19-15.11	B-9			12,217.20			
State Unemployment Insurance	B-11					22,860.74	
Payroll Deductions	B-12					16,217,082.91	
Miscellaneous Deposits	B-13					2,914,642.71	
Due Current Fund	B-14	49.18		23.50		8,913.03	
			49.18		13,547.50		19,163,499.39
Balance, December 31, 2010	B		$ 161,185.67		$ 18,994.83		$ 5,514,193.52

"B-3"

TOWNSHIP OF OCEAN

TRUST FUND

SCHEDULE OF TRUST CASH-COLLECTOR

	REF.		ASSESSMENT
Receipts:			
Assessments Receivable	B-5	$	102,192.08
Decreased by Disbursements:			
Payment to Treasurer	B-2	$	102,192.08

"B-4"

ANALYSIS OF ASSESSMENT CASH

		BALANCE DECEMBER 31, 2010
Fund Balance	$	92,792.25
Cash Deficit		(54,032.24)
Due General Capital Fund		122,421.84
Due Current Fund		3.82
	$	161,185.67
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, 31, 2009	CONFIRMED	COLLECTED	BALANCE DECEMBER 31, 2010	PLEDGED TO RESERVE	PLEDGED TO CAPITAL
1990	Sidewalk, Curb & Driveway Apron Improvements - Alpern Ave	6/16/2008	4	07/01/09-11	$ 27,050.73	$	$ 11,386.59	$ 15,664.14	15,664.14	
2021	Sidewalk, Curb & Driveway Apron Improvements - Lakeview Ave	6/16/2008	4	07/01/09-11	39,470.19		7,894.87	31,575.32	31,575.32	
2028	Sidewalk, Curb & Driveway Apron Improvements - Lincoln Dr.	6/16/2008	4	07/01/09-11	43,421.53		10,855.30	32,566.23	32,566.23	
2028	Sidewalk, Curb & Driveway Apron Improvements - Franklin Pkwy	6/16/2008	4	07/01/09-11	12,803.17		3,665.72	9,137.45	9,137.45	
2106	Sidewalk, Curb & Driveway Apron Improvements	4/19/2010	5	06/01/10-14		129,445.70	62,833.01	66,612.69	17,345.70	49,266.99
2107	Sidewalk, Curb & Driveway Apron Improvements	4/19/2010	5	06/01/10-14		10,321.84	5,556.59	4,765.25		4,765.25
					$ 122,745.62	$ 139,767.54	$ 102,192.08	$ 160,321.08	$ 106,288.84	54,032.24
				REF.	B		B-3	B	B-15	

	REF.	
Due General Capital Fund	B-6	$ 122,421.84
Reserve for Assessments	B-15	$ 17,345.70
		$ 139,767.54

"B-6"

TOWNSHIP OF OCEAN

TRUST FUND

SCHEDULE OF DUE GENERAL CAPITAL FUND

	REF.	
Increased by:		
Assessments Confirmed	B-5	$ 122,421.84
Balance, December 31, 2010	B	$ 122,421.84

TOWNSHIP OF OCEAN

TRUST FUND

SCHEDULE OF PREPAID ANIMAL LICENSES

	REF.		
Balance, December 31, 2009	B	$	179.40
Decreased by:			
Applied to Reserve for Animal Expenditures	B-9	$	179.40

TOWNSHIP OF OCEAN

TRUST FUND

SCHEDULE OF ANIMAL LICENSE FEES DUE STATE OF NEW JERSEY

	REF.		
Balance, December 31, 2009	B	$	21.00
Increased by:			
Cash Receipts	B-2		1,285.80
		$	1,306.80
Decreased by:			
Cash Disbursements	B-2	$	1,306.80

TOWNSHIP OF OCEAN

TRUST FUND

SCHEDULE OF RESERVE FOR ANIMAL CONTROL FUND EXPENDITURES

	REF.		
Balance, December 31, 2009	B		$ 19,452.60
Increased by:			
Animal Control Fees Collected	B-2	$ 11,509.20	
Miscellaneous Fees	B-2	69.00	
Prepaid Applied	B-7	179.40	
			11,757.60
			$ 31,210.20
Decreased by:			
Expenditures Under R.S.4:19-15.11	B-2	12,217.20	
Encumbrances	B-10	155.00	
			12,372.20
Balance, December 31, 2010	B		$ 18,838.00

LICENSE FEES COLLECTED

YEAR	AMOUNT
2008	$ 11,259.80
2009	7,733.20
	$ 18,993.00

TOWNSHIP OF OCEAN

TRUST FUND

SCHEDULE OF RESERVE FOR ENCUMBRANCES

	REF.		ANIMAL CONTROL TRUST FUND		TRUST OTHER FUND
Balance, December 31, 2009	B	$		$	97,329.98
Increased by:					
Transferred from Reserves	B-9; B-13		155.00		93,886.60
		$	155.00	$	191,216.58
Decreased by					
Transferred to Reserves	B-13				97,329.98
Balance, December 31, 2010	B	$	155.00	$	93,886.60

"B-11"

TOWNSHIP OF OCEAN

TRUST FUND

SCHEDULE OF RESERVE FOR STATE UNEMPLOYMENT INSURANCE

	REF.		
Balance, December 31, 2009	B		$ 73,570.50
Increased by:			
Budget Appropriation		$ 25,000.00	
Payroll Deductions		18,112.54	
Interest		37.93	
	B-2		43,150.47
			$ 116,720.97
Decreased by:			
Disbursements	B-2		22,860.74
Balance, December 31, 2010	B		$ 93,860.23

"B-12"

SCHEDULE OF RESERVE FOR PAYROLL DEDUCTIONS PAYABLE

Balance, December 31, 2009	B	$ 90,419.88
Increased by:		
Cash Receipts	B-2	16,293,851.95
		$ 16,384,271.83
Decreased by:		
Disbursements	B-2	16,217,082.91
Balance, December 31, 2010	B	$ 167,188.92

TOWNSHIP OF OCEAN

TRUST FUND

SCHEDULE OF RESERVE FOR MISCELLANEOUS DEPOSITS AND RESERVES

	BALANCE DECEMBER 31, 2009	MODIFIED	CASH RECEIPTS	CASH DISBURSEMENTS	ENCUMBRANCES	BALANCE DECEMBER 31, 2010
Review Fees	$ 173,477.81	$ 173,477.81	$ 72,648.72	$ 65,535.22	$	$ 180,591.31
Inspection Fees	513,228.42	513,228.42	247,432.79	293,534.66		467,126.55
Performance Bonds	2,937,512.68	2,937,512.68	500,792.22	727,881.03		2,710,423.87
Public Defender	89,394.97	89,894.97	29,683.60	22,053.75		97,524.82
Joint Insurance Fund Refunds	326,762.89	329,458.00	1,349.13	49,477.51		281,329.62
Rezoning Requests	7,195.00	7,195.00	2,500.00	1,687.50		8,007.50
Parking Offense Adjudication Act	1,467.10	1,467.10	188.00	12.00		1,643.10
Tax Sale Premium	130,700.00	130,700.00	60,700.00	18,200.00	3,200.00	170,000.00
Shade Trees	91,427.77	91,556.77	6,025.00	2,390.00		95,191.77
Deferred Vacation	96,901.37	96,901.37	60,186.08	72,312.37		84,775.08
Deferred Sick Leave	131,046.74	131,046.74	150,203.67	197,114.46		84,135.95
Street Opening	29,000.00	29,000.00	3,000.00	1,000.00		31,000.00
Municipal Alliance	4,131.35	4,131.35				4,131.35
Bid Deposits	30,624.89	30,624.89	400.00	400.00		30,624.89
Affordable Housing	224,562.50	316,964.45	171,649.16	414,954.17	67,123.84	6,535.60
Unclaimed Monies	1,693.67	1,693.67	312.40		160.00	1,846.07
Multiple Dwellings	173,284.87	173,284.87	459.13			173,744.00
Workers Compensation	1,645.64	1,645.64	56,902.08	57,563.48		984.24
Law Enforcement	70,973.29	71,102.79	106,268.12	28,677.79	18,859.13	129,833.99
TORTA (Recreation Trust)	96,833.76	98,278.18	100,947.95	69,949.44	1,848.23	127,428.46
TTL's (Outside Liens)	9,786.67	9,816.67	645,726.47	642,660.58	2,695.40	10,187.16
Off Duty Police	17,765.50	17,765.50	253,556.25	249,238.75		22,083.00
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
Stormwater Management	48,063.80	48,063.80	19,417.71			67,481.51
Margaret Crawford Donation	300.00	300.00				300.00
Joe Palaia Park - Cell Tower Lease	124,565.96	124,565.96	35,838.00			160,403.96
Colonial Terrace Golf Course Donations	9,124.11	9,124.11				9,124.11
	$ 5,538,394.00	$ 5,635,723.98	$ 2,526,186.48	$ 2,914,642.71	$ 93,886.60	$ 5,153,381.15
REF.	B		B-2	B-2	B-10	B

	REF.	
Reserves	B-13	$ 5,538,394.00
Reserve for Encumbrances	B-10	97,329.98
		$ 5,635,723.98

TOWNSHIP OF OCEAN

TRUST FUND

SCHEDULE OF DUE CURRENT FUND

	REF.	ASSESSMENT TRUST FUND	ANIMAL CONTROL TRUST FUND	TRUST OTHER FUND
Balance, December 31, 2009:				
Interfunds Payable	B	$ 5.87	$ 2.80	$ 8,265.24
Receipts	B-2	47.13	22.53	6,524.41
Disbursements	B-2	49.18	23.50	8,913.03
Balance, December 31, 2010:				
Interfunds Payable	B	$ 3.82	$ 1.83	$ 5,876.62

TOWNSHIP OF OCEAN

TRUST FUND

SCHEDULE OF RESERVE FOR ASSESSMENTS

ORDINANCE NUMBER	IMPROVEMENT DESCRIPTION	BALANCE DECEMBER 31, 2009	ASSESMMENTS CONFIRMED	COLLECTIONS APPLIED	BALANCE DECEMBER 31, 2010
	Assessments Receivable:				
1990	Sidewalk, Curb & Driveway Apron Improvements - Alpern Ave	$ 27,050.73	$	$ 11,386.59	$ 15,664.14
2021	Sidewalk, Curb & Driveway Apron Improvements - Lakeview Ave	39,470.19		7,894.87	31,575.32
2028	Sidewalk, Curb & Driveway Apron Improvements - Lincoln Dr.	43,421.53		10,855.30	32,566.23
2028	Sidewalk, Curb & Driveway Apron Improvements - Franklin Pkwy	12,803.17		3,665.72	9,137.45
2106	Curb & Sidewalk Improvements		17,345.70		17,345.70
		$ 122,745.62	$ 17,345.70	$ 33,802.48	$ 106,288.84
	REF.	B	B-5	B-1	B:B-5

TOWNSHIP OF OCEAN

GENERAL CAPITAL FUND

SCHEDULE OF GENERAL CAPITAL CASH

	REF.				
Balance, December 31, 2009	C			$	3,051,866.95
Increased by Receipts:					
2010 Budget Appropriations:					
Capital Improvement Fund	C-7	$	154,154.00		
Premium on Sale of Notes	C-1		19,398.00		
Bond Anticipation Note	C-11		4,564,007.00		
Various Reserves	C-14		205,429.33		
Due Current Fund	C-4		1,919,352.40		
					6,862,340.73
				$	9,914,207.68
Decreased by Disbursements:					
Contracts Payable	C-13	$	2,134,946.77		
Due Current Fund	C-4		1,939,475.69		
Bond Anticipation Note	C-11		2,314,904.00		
					6,389,326.46
Balance, December 31, 2010	C			$	3,524,881.22

TOWNSHIP OF OCEAN

GENERAL CAPITAL FUND

ANALYSIS OF GENERAL CAPITAL CASH AND INVESTMENTS

		BALANCE DECEMBER 31, 2010
Fund Balance	$	50,937.37
Capital Improvement Fund		93,211.72
Improvement Authorizations Funded as Set Forth on "C-8"		660,785.18
Unexpended Proceeds of Bond Anticipation Notes		1,563,922.76
Unfunded Improvements Expended - Listed on "C-6"		(1,473,721.86)
Due Current Fund		(18,467.06)
Due Grant Fund		(136,000.00)
Due Assessment Trust Fund		(122,421.84)
Various Reserves		558,060.29
Contracts Payable		2,348,574.66
	$	3,524,881.22
	REF.	C

"C-4"

TOWNSHIP OF OCEAN

GENERAL CAPITAL FUND

SCHEDULE OF DUE CURRENT FUND

	REF.		
Balance, December 31, 2009 (Due To)	C	$	1,656.23
Increased by:			
Cash Receipts	C-2		1,919,352.40
		$	1,921,008.63
Decreased by:			
Cash Disbursements	C-2		1,939,475.69
Balance December 31, 2010 (Due From)	C	$	(18,467.06)

"C-5"

SCHEDULE OF DEFERRED CHARGES TO FUTURE
TAXATION-FUNDED

Balance, December 31, 2009	C			$	19,439,309.76
Decreased by:					
2010 Budget Appropriation to Pay Bonds	C-10	$	1,647,000.00		
2010 Budget Appropriation to Pay Loans	C-12		17,784.04		
					1,664,784.04
Balance, December 31, 2010	C			$	17,774,525.72

TOWNSHIP OF OCEAN

GENERAL CAPITAL FUND

SCHEDULE OF DEFERRED CHARGES TO FUTURE TAXATION-UNFUNDED

ORDINANCE NUMBER	IMPROVEMENT DESCRIPTION	BALANCE DECEMBER 31, 2009	INCREASED BY NEW ORDINANCES	REDUCED BY ASSESSMENTS CONFIRMED	BALANCE DECEMBER 31, 2010	ANALYSIS OF BALANCE, DECEMBER 31, 2010 BOND ANTICIPATION NOTE	EXPENDITURES	UNEXPENDED IMPROVEMENT AUTHORIZATIONS
1990	Curbs, Sidewalks and Driveway Aprons	$ 11,443.25	$	$	$ 11,443.25	$	$	$ 11,443.25
2021	Sidewalk, Curb & Driveway Apron Improvements	25,560.76			25,560.76			25,560.76
2022	Sidewalk, Curb & Driveway Apron Improvements	16,150.00			16,150.00		16,150.00	
2100	Various Capital Improvements	1,553,004.00			1,553,004.00	1,553,004.00		
2106	Curb and Sidewalk Improvements	112,100.00		112,100.00				
2107	Curb and Sidewalk Improvements	10,450.00		10,321.84	128.16			128.16
2127	Various Improvements	1,630,802.00			1,630,802.00		1,232,921.86	397,880.14
2131;2136	Curb & Sidewalk Improvements	74,100.00			74,100.00			74,100.00
2133	Acquisition of Machinery & Equipment	761,900.00			761,900.00	761,900.00		
2145	Various Improvements		1,859,603.00		1,859,603.00	1,859,603.00		
2146	Curb & Sidewalk Improvements		224,650.00		224,650.00		224,650.00	
2156	Curb & Sidewalk Improvements		389,500.00		389,500.00	389,500.00		
		$ 4,195,510.01	$ 2,473,753.00	$ 122,421.84	$ 6,546,841.17	$ 4,564,007.00	$ 1,473,721.86	$ 509,112.31
	REF.	C	C-8	C-9	C	C-11	C-3	

Improvement Authorizations Unfunded	C-8	$ 2,073,035.07
Unexpended Proceeds of Bond Anticipation Notes	C-3	1,563,922.76
		$ 509,112.31

TOWNSHIP OF OCEAN

GENERAL CAPITAL FUND

SCHEDULE OF CAPITAL IMPROVEMENT FUND

	REF.		
Balance, December 31, 2009	C	$	152,383.72
Increased by:			
2010 Appropriations	C-2		154,154.00
		$	306,537.72
Decreased by:			
Appropriated to Finance Improvement Authorizations	C-8		213,326.00
Balance, December 31, 2010	C	$	93,211.72

TOWNSHIP OF OCEAN

GENERAL CAPITAL FUND

SCHEDULE OF IMPROVEMENT AUTHORIZATIONS

ORDINANCE NUMBER	IMPROVEMENT DESCRIPTION	ORDINANCE DATE	ORDINANCE AMOUNT	BALANCE 12/31/2009 FUNDED	BALANCE 12/31/2009 UNFUNDED	2010 AUTHORIZATIONS	CONTRACTS PAYABLE	BALANCE 12/31/2010 FUNDED	BALANCE 12/31/2010 UNFUNDED
1647	Installation of Repairs of Improvements-Wayside Estates	7/21/93	$ 146,171.73	$ 14,262.02	$	$	$	$ 14,262.02	$
1912;1935	Various Capital Improvements	1/09/02 & 8/14/02	6,880,000.00	6,823.51				6,823.51	
1982	Various Capital Improvements	4/14/04	3,200,000.00	148,072.07			88,984.28	59,087.79	
1990	Sidewalk, Curb & Driveway Apron Improvements	8/25/04	100,000.00	5,000.00	11,443.25			5,000.00	11,443.25
2012	Various Capital Improvements	5/25/05	2,765,000.00	7,722.69			(37,172.70)	44,895.39	
2021	Sidewalk, Curb & Driveway Apron Improvements	7/13/05	100,000.00	5,000.00	25,560.76			5,000.00	25,560.76
2028	Sidewalk, Curb & Driveway Apron Improvements	9/6/05	100,000.00						
2045	Various Capital Improvements	4/26/06	8,117,850.00	589,975.62			119,633.38	470,342.24	
2074	Various Capital Improvements	5/7/07	3,355,387.00	1,977.60				1,977.60	
2100	Various Capital Improvements	5/19/08	1,816,380.00		591,679.74		387,226.71		204,453.03
2101;2134	Purchase of Equipment	05/19/08;08/17/09	127,354.00	58,894.83			29,662.45	29,232.38	
2106	Curb and Sidewalk Improvements	7/8/08	118,000.00		1,100.55				1,100.55
2107	Curb and Sidewalk Improvements	8/11/08	11,000.00	550.00	10,450.00			550.00	10,450.00
2127	Various Improvements	7/13/09	1,720,677.00		1,097,012.11		699,131.97		397,880.14
2131;2136	Curb & Sidewalk Improvements	07/13/09;09/21/09	78,000.00		8,000.00		(70,000.00)	3,900.00	74,100.00
2133	Acquisition of Machinery & Equipment	8/17/09	802,000.00	40,100.00	761,900.00		563,997.32		238,002.68
2145	Various Improvements	6/14/10	2,040,604.00			2,040,604.00	1,320,059.34		720,544.66
2146	Curb and Sidewalk Improvements	6/14/10	236,475.00			236,475.00	236,475.00		
2156	Curb and Sidewalk Improvements	10/4/10	410,000.00			410,000.00	785.75	19,714.25	389,500.00
				$ 878,378.34	$ 2,507,146.41	$ 2,687,079.00	$ 3,338,783.50	$ 660,785.18	$ 2,073,035.07
			REF.	C	C		C-13	C; C-3	C; C-6

Capital Improvement Fund	C-7	$ 213,326.00
Deferred Charges to Future Taxation-Unfunded	C-6	2,473,753.00
		$ 2,687,079.00

TOWNSHIP OF OCEAN

GENERAL CAPITAL FUND

SCHEDULE OF DUE ASSESSMENT TRUST FUND

	REF.		
Increased by:			
Assessments Confirmed	C-6	$	122,421.84
Balance December 31, 2010 (Due From)	C	$	122,421.84

TOWNSHIP OF OCEAN

GENERAL CAPITAL FUND

SCHEDULE OF GENERAL SERIAL BONDS

PURPOSE	DATE OF ISSUE	ORIGINAL ISSUE	MATURITIES OF BONDS OUTSTANDING DECEMBER 31, 2010 DATE	AMOUNT	INTEREST RATE	BALANCE DECEMBER 31, 2009	DECREASED	BALANCE DECEMBER 31, 2010
General Improvement Bonds	5/1/2002	$ 10,925,000.00	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%	$ 5,525,000.00	$ 1,050,000.00	$ 4,475,000.00
Loan Revenue Bonds	12/1/2007	15,342,000.00	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%	13,841,000.00	597,000.00	13,244,000.00
						$ 19,366,000.00	$ 1,647,000.00	$ 17,719,000.00
					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, 2009	INCREASED	DECREASED	BALANCE DECEMBER 31, 2010
General Improvements:									
2100	Various Capital Improvements	12/23/08	12/22/09	12/21/10	1.50%	$ 1,553,004.00	$	$ 1,553,004.00	$
2100	Various Capital Improvements	12/23/08	12/21/10	12/20/11	1.25%		1,553,004.00		1,553,004.00
2133	Acquisition of Machinery & Equipment	12/22/09	12/22/09	12/21/10	1.50%	761,900.00		761,900.00	
2133	Acquisition of Machinery & Equipment	12/22/09	12/21/10	12/20/11	1.25%		761,900.00		761,900.00
2145	Various Improvements	12/21/10	12/21/10	12/20/11	1.25%		1,859,603.00		1,859,603.00
2156	Curb and Sidewalk Improvements	12/21/10	12/21/10	12/20/11	1.25%		389,500.00		389,500.00
						$ 2,314,904.00	$ 4,564,007.00	$ 2,314,904.00	$ 4,564,007.00
					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, 2010 DATE	AMOUNT	INTEREST RATE	BALANCE DECEMBER 31, 2009	DECREASED	BALANCE DECEMBER 31, 2010
General Improvements	05/08/94	$ 308,150.00	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%	$ 73,309.76	$ 17,784.04	$ 55,525.72
						$ 73,309.76	$ 17,784.04	$ 55,525.72
					REF.	C	C-5	C

TOWNSHIP OF OCEAN

GENERAL CAPITAL FUND

SCHEDULE OF CONTRACTS PAYABLE

	REF.			
Balance, December 31, 2009	C		$	1,114,461.73
Increased by:				
Contracts Payable				
Improvement Authorizations	C-8	$ 3,338,783.50		
Various Reserves	C-14	30,276.20		
			$	3,369,059.70
				4,483,521.43
Decreased by:				
Cash Disbursements	C-2	2,134,946.77		
				2,134,946.77
Balance, December 31, 2010	C		$	2,348,574.66

TOWNSHIP OF OCEAN

GENERAL CAPITAL FUND

SCHEDULE OF VARIOUS RESERVES

	BALANCE DECEMBER 31, 2009	INCREASED	DECREASED	BALANCE DECEMBER 31, 2010
Reserve For:				
Purchase of EDP Equipment	$ 1,317.83	$	$ 276.20	$ 1,041.63
Contribution For Road Repairs	66,588.98			66,588.98
Payment of Bonds	300,000.35	205,429.33	30,000.00	475,429.68
Drainage Improvements	5,000.00			5,000.00
Traffic Improvements	10,000.00			10,000.00
	$ 382,907.16	$ 205,429.33	$ 30,276.20	$ 558,060.29
REF.	C	C-2	C-13	C

TOWNSHIP OF OCEAN

GENERAL CAPITAL FUND

SCHEDULE OF BONDS AND NOTES AUTHORIZED BUT NOT ISSUED

ORDINANCE NUMBER	IMPROVEMENT DESCRIPTION	BALANCE DECEMBER 31, 2010
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
2107	Curb and Sidewalk Improvements	128.16
2127	Various Improvements	1,630,802.00
2131;2136	Curb and Sidewalk Improvements	74,100.00
2146	Curb and Sidewalk Improvements	224,650.00
		$ 1,982,834.17

"D-1"

TOWNSHIP OF OCEAN

PUBLIC ASSISTANCE TRUST FUND

SCHEDULE OF PUBLIC ASSISTANCE CASH-TREASURER

	REF.	P.A.T.F. I	FUND TOTAL
Balance, December 31, 2009 and December 31, 2010	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, 2010 and March 31, 2010	E-1	$	62,693.81

RECONCILIATION - MARCH 31, 2011		P.A.T.F. I ACCOUNT		TOTAL
Balance on Deposit Per Statement of:				
TD Bank				
Account #36551228	$	62,693.81	$	62,693.81
Balance, March 31, 2011	$	62,693.81	$	62,693.81

"D-3"

TOWNSHIP OF OCEAN

PUBLIC ASSISTANCE TRUST FUND

SCHEDULE OF PUBLIC ASSISTANCE CASH AND
RECONCILIATION FOR THE YEAR ENDED DECEMBER 31, 2010

Balance, December 31, 2009 and December 31, 2010	$	62,693.81

RECONCILIATION - DECEMBER 31, 2010		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, 2010	$	62,693.81	$	62,693.81

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TOWNSHIP OF OCEAN

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

REPORTS ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO MAJOR STATE FINANCIAL PROGRAMS AND INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH STATE OF NEW JERSEY OMB CIRCULAR 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

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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 07055-1589

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, 2010, and have issued our report thereon dated June 20, 2011. 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 deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the Township of Ocean's financial statements will not be prevented, or detected and corrected on a timely basis.

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

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. However, we noted other immaterial matters which are discussed in Part III, General Comments and Recommendations Section of this report.

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 state 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

June 20, 2011

SUPLEE, CLOONEY & COMPANY
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INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH MAJOR STATE FINANCIAL ASSISTANCE PROGRAM AND INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH NEW JERSEY OMB CIRCULAR 04-04

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

Compliance

We have audited the compliance of the Township of Ocean, County of Ocean, with the types of compliance requirements described in the State of New Jersey, Department of Treasury, Office of Management and Budget's State Grant Compliance Supplement that are applicable to each of its major state programs for the fiscal year ended December 31, 2010. 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 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, 2010.

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 in accordance with the State of New Jersey OMB Circular #04-04, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Township's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a state program on a timely basis. A material weakness in internal control over compliance is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a state program will not be prevented, or detected and corrected, on a timely basis.

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

This report is intended solely for the information of the Township of Ocean, County of Ocean, New Jersey, the New Jersey Local Government Services, and state audit awarding 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

June 20, 2011

REGISTERED MUNICIPAL ACCOUNTANT NO. 50

SCHEDULE 1

TOWNSHIP OF OCEAN

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FISCAL YEAR ENDED DECEMBER 31, 2010

FEDERAL GRANTOR/PASS THROUGH GRANTOR/PROGRAM TITLE	FEDERAL CFDA NUMBER	GRANTORS NUMBER	GRANT AWARD AMOUNT	GRANT PERIOD FROM	GRANT PERIOD TO	RECEIVED FISCAL YEAR 2010	EXPENDITURES FISCAL YEAR 2010	CUMULATIVE EXPENDITURES 2010
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	$ -0-	$ -0-	$ 116,274.85
ADA Improvements to Sunset & Brielle Avenues	14.218	G-14-5-892-090-466	118,250.00	11/20/09	11/20/10	110,831.00	-0-	110,831.00
						$ 110,831.00	$ 0.00	$ 227,105.85
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-	$ 200.00	$ 200.00
Over the Limit, Under Arrest - 2007	20.601	AL08-10-04-42	5,000.00	12/07/07	02/15/08	-0-	-0-	4,850.00
Over the Limit, Under Arrest - 2009	20.601	AL09-10-04-56	6,000.00	08//21/09	09/07/09	-0-	-0-	5,800.00
						$ 0.00	$ 200.00	$ 10,850.00
U.S. Department of Health and Human Services								
Pass Through the State of New Jersey:								
Department of Health and Senior Services								
Health Community Development Grant - FY2010	93.993	4535-129-6140-2070	4,572.00	06/25/10	06/24/11	$ 4,572.00	$ 399.00	$ 399.00
Health Community Development Grant - FY2011	93.993	4535-459-6140-2180	4,573.00	06/25/10	06/24/11			
						$ 4,572.00	$ 399.00	$ 399.00
U.S. Department of Justice:								
Pass Through the State of New Jersey:								
Department of Law and Public Safety								
COPs in Shops Program - College/Fall Initiative	16.710	AL-08-10-05-01	3,200.00	11/15/07	06/15/08	$ -0-	$ -0-	$ 3,175.00
COPs in Shops Program - College/Fall Initiative	16.710		3,175.00			-0-	375.00	3,175.00
COPS in Shops Grant - College/Fall Initiative	16.710		2,400.00			2,400.00	-0-	-0-
COPS in Shops Grant - Summer Shore Initiative	16.710		1,600.00			1,600.00	-0-	-0-
COPS in Shops Grant - College/Fall Initiative	16.710		2,400.00			2,400.00	2,400.00	2,400.00
Bulletproof Vest Program - 2004	16.607		8,025.00	01/01/04	12/31/04	-0-	-0-	7,974.52
Bulletproof Vest Program - 2008	16.607		8,462.40	01/01/08	12/31/08			6,361.57
Bulletproof Vest Program - 2009	16.607		19,996.68			3,855.58	2,905.37	2,905.37
Passed Through the County of Monmouth:								
Edward J. Byrne Memorial Justice Assistance Grant	16.579		25,845.00			-0-	25,212.00	25,212.00
						$ 10,255.58	$ 30,892.37	$ 51,203.46
						$ 125,658.58	$ 31,491.37	$ 289,558.31

SCHEDULE 2

TOWNSHIP OF OCEAN

SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE
FISCAL YEAR ENDED DECEMBER 31, 2010

STATE GRANTOR/PROGRAM TITLE	STATE ACCOUNT NUMBER	GRANT PERIOD FROM	GRANT PERIOD TO	GRANT AWARD AMOUNT	RECEIVED FISCAL YEAR 2010	EXPENDITURES FISCAL YEAR 2010	CUMULATIVE EXPENDITURES 2010
Pass Through From County of Monmouth							
Alliance to Prevent Alcoholism and Drug Abuse	09A-25	1/1/09	12/31/09	24,086.00	$ 6,484.64	$ -0-	$ 24,086.00
Alliance to Prevent Alcoholism and Drug Abuse	10A-25	1/1/10	12/31/10	24,086.00	12,011.53	24,086.00	24,086.00
Drug Abuse Council	200-475-99151120-60	1/1/08	12/31/08	47,584.00	7,992.50	-0-	46,651.00
Drug Abuse Council	200-475-99151120-60	1/1/10	12/31/10	44,499.00	32,518.52	44,499.00	44,499.00
					$ 59,007.19	$ 68,585.00	$ 139,322.00
Department of Environmental Protection							
Clean Communities Program	4900-765-042004-6020	1/1/05	12/31/05	27,403.95	$ -0-	$ 140.87	$ 26,504.63
Clean Communities Program	4900-765-042004-6020	1/1/06	12/31/06	28,732.03	-0-	866.69	27,452.96
Clean Communities Program	4900-765-042004-6020	1/1/07	12/31/07	36,237.19	-0-	967.00	27,541.81
Clean Communities Program	4900-765-042004-6020	1/1/09	12/31/09	82,405.55	-0-	29,618.36	58,046.08
Clean Communities Program	4900-765-042004-6020	1/1/10	12/31/10	51,244.32	51,244.32	8,001.40	8,001.40
Recycling Tonnage Grant	4900-752-042-4900	Continuous		504,356.85	-0-	444,351.52	444,351.52
Municipal Stormwater Regulation Program	04-100-042-4850-118	3/01/04	02/28/07	20,619.00	-0-	-0-	14,734.17
2008 Green Communities Phase I Grant	07-100-042-4870-038	7/1/2008	6/30/2010	3,000.00	3,000.00	-0-	3,000.00
Green Acres Grant - Ocean Township Planning Incentive	1337-97-111	Continuous		3,000,000.00	205,429.33	-0-	3,000,000.00
					$ 259,673.65	$ 483,945.84	$ 3,609,632.57
Department of Law and Public Safety							
Drunk Driving Enforcement Fund - 2007	1110-101-030000-129040	Continuous		10,001.41	$ -0-	$ 4,084.00	$ 9,639.39
Drunk Driving Enforcement Fund - 2009	1110-101-030000-129040	Continuous		21,653.23	-0-	-0-	-0-
Drunk Driving Enforcement Fund - 2010	1110-101-030000-129040	Continuous		5,667.00	-0-	-0-	-0-
Safe and Secure Communities Program	09-100-066-1020-232	5/4/2009	5/3/2010	58,690.00	58,690.00	24,396.41	58,690.00
Safe and Secure Communities Program	10-100-066-1020-232	5/4/2010	5/3/2011	60,000.00	25,384.61	34,615.50	34,615.50
Body Armor Replacement Fund	1020-718-066-1020-001-YCJS-6120	Continuous		5,801.90	-0-	1,754.80	5,801.90
Body Armor Replacement Fund	1020-718-066-1020-001-YCJS-6120	Continuous		5,309.67	5,309.67	-0-	-0-
					$ 89,384.28	$ 64,850.71	$ 108,746.79
Department of Community Affairs							
Alcohol Education and Rehabilitation Fund	9735-760-098-6020	Continuous		351.91	$ 351.91	$ -0-	$ -0-
					$ 351.91	$	$
Department of Chaildren and Families							
DYFS Parent/Child Visitation Grant	10SKNC	11/1/2009	10/31/2010	45,116.00	15,576.00	44,116.00	44,116.00
					15,576.00	44,116.00	44,116.00
Department of Transportation							
Improvements to Sunset Avenue Phase I	08-480-078-6320-AJ3-6010	Continuous		160,000.00	$ 40,000.00	$ -0-	$ 160,000.00
Improvements to Sunset Avenue Phase II	09-480-078-6320-AKE-6010	Continuous		165,000.00	-0-	-0-	165,000.00
Improvements to Sunset Avenue Phase III	10-480-078-6320-AKN-6010	Continuous		130,000.00	97,500.00	130,000.00	130,000.00
					$ 137,500.00	$ 130,000.00	$ 455,000.00
					$ 561,493.03	$ 791,497.55	$ 4,356,817.36

TOWNSHIP OF OCEAN

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

YEAR ENDED DECEMBER 31, 2010 AND 2009

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 or the General Capital Fund.

Revenues:

	Federal	State	Other	Total
Grant Fund	$ 125,658.58	$ 356,063.70	$ 83,372.56	$ 565,094.84
General Capital Fund		205,429.33		205,429.33
	$ 125,658.58	$ 561,493.03	$ 83,372.56	$ 770,524.17

Expenditures:

	Federal	State	Other	Total
Grant Fund	$ 23,713.90	$ 801,338.55	$ 147,981.68	$ 973,034.13
Prior Year Accounts Payables Cancelled	7,777.47			7,777.47
	$ 31,491.37	$ 801,338.55	$ 147,981.68	$ 980,811.60

NOTE 5. OTHER

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

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PART III

TOWNSHIP OF OCEAN

STATISTICAL DATA

LIST OF OFFICIALS

COMMENTS AND RECOMMENDATIONS

YEAR ENDED DECEMBER 31, 2010

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

		YEAR 2010			YEAR 2009	
		AMOUNT	%		AMOUNT	%
REVENUE AND OTHER INCOME REALIZED						
Fund Balance Utilized	$	7,487,690.00	7.01%	$	7,401,146.00	7.06%
Miscellaneous-From Other Than Local Property Tax Levies		9,037,805.66	8.46%		9,618,106.85	9.17%
Collection of Delinquent Taxes and Tax Title Liens		1,049,578.91	0.98%		1,065,792.44	1.02%
Collection of Current Tax Levy		89,267,065.25	83.55%		86,814,441.83	82.76%
Total Income	$	106,842,139.82	100.00%	$	104,899,487.12	100.00%
EXPENDITURES						
Budget Expenditures:						
Municipal Purposes	$	28,003,185.18	27.86%	$	28,275,833.49	28.70%
County Taxes		15,115,977.72	15.04%		14,641,318.34	14.86%
Local School Taxes		54,575,836.25	54.30%		53,074,790.39	53.88%
Fire District Taxes		2,565,008.00	2.55%		2,512,901.00	2.55%
Other Expenditures		250,844.37	0.25%		810.00	0.00%
Total Expenditures	$	100,510,851.52	100.00%	$	98,505,653.22	100.00%
Excess in Revenue	$	6,331,288.30		$	6,393,833.90	
Adjustments to Income Before Fund Balance:						
Expenditures Included above which are Deferred Charges to Budget of Succeeding Year					270,000.00	
Statutory Excess to Fund Balance	$	6,331,288.30		$	6,663,833.90	
Fund Balance, January 1		9,365,697.50			10,103,009.60	
	$	15,696,985.80		$	16,766,843.50	
Less: Utilization as Anticipated Revenue		7,487,690.00			7,401,146.00	
Fund Balance, December 31	$	8,209,295.80		$	9,365,697.50	

COMPARATIVE SCHEDULE OF TAX RATE INFORMATION

	2010	2009	2008
Tax Rate	2.041	1.824	1.799
Apportionment of Tax Rate:			
Municipal	0.428	0.373	0.355
County	0.350	0.313	0.323
Regional School	1.263	1.138	1.121

ASSESSED VALUATIONS:

2010	$4,320,258,852.00		
2009		$4,664,549,276.00	
2008			$4,639,365,876.00

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
2010	$90,987,168.02	$89,327,065.25	98.17%
2009	$88,023,874.47	$86,814,441.83	98.62%
2008	$86,385,299.30	$85,283,363.07	98.72%

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
2010	$390,218.95	$1,394,363.41	$1,784,582.36	1.96%
2009	$324,541.89	$1,092,157.20	$1,416,699.09	1.61%
2008	$295,116.70	$1,073,028.77	$1,368,145.47	1.58%

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
2010	$849,381.00
2009	$849,381.00
2008	$855,981.00

COMPARATIVE SCHEDULE OF FUND BALANCES

	YEAR	BALANCE DECEMBER 31	UTILILIZED IN BUDGET OF SUCCEEDING YEAR
	2010	$8,209,295.80	$7,249,437.00
Current Fund	2009	$9,365,697.50	$7,487,690.00
	2008	$10,103,009.60	$7,401,146.00
	2007	$10,441,401.58	$7,000,000.00
	2006	$10,216,863.20	$6,480,000.00

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 – to 08/20/10	*	
Lillian Specht	Deputy Court Administrator – from 08/20/10		
Gloria Walker	Deputy Court Administrator – from 08/20/10		
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.

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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, 2010 the bid threshold in accordance with N.J.S.A. 40A:11-4 is $26,000.00.

The governing body of the Municipality has the responsibility of determining whether the expenditures in any category will exceed $26,000.00 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
Uniforms
Cart Tippers
Automated Garbage Trucks
HVAC Maintenance
Telephone System
Leaf Vacuum Unit
Golf Course Maintenance Service
Recycling Materials Recovery
Recapping of Tires, Accessories and Road Service
Improvements to Various Streets and Roads

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.A. 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
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 July 7, 2010 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 2011 Taxes	25
Payments of 2010 Taxes	25
Delinquent Taxes	25

TAX TITLE LIENS

The last tax sale was held on October 20, 2010 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:

YEAR	NUMBER OF LIENS
2010	6
2009	4
2008	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 requires 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.

Purchasing

During the course of our audit, we noted that the Township awarded a contract for the Maintenance of the Municipal Golf Course with a duration of three years. Per N.J.S.A. 40A:11-15, contracts for the provision or performance of goods or services may be awarded for a period not to exceed 24 consecutive months, with certain exceptions. The providing for maintenance of a municipal golf course is not among the exceptions.

Payroll

During 2010, an internal investigation by the Township disclosed five employees that should have been enrolled in the Public Employee Retirement System were in fact not enrolled. The Township has subsequently enrolled the employees involved and has revised the internal controls relating to the enrollment process. Our audit disclosed no further instances of non-compliance.

RECOMMENDATIONS

That contract awards in excess of 24 months in duration be made in accordance with the provisions of N.J.S.A. 40A:11-15.

That all eligible employees be enrolled in the Public Employee Retirement System.