TOWNSHIP OF SPRINGFIELD

AUDIT REPORT FOR THE YEAR ENDED DECEMBER 31, 2010

TOWNSHIP OF SPRINGFIELD
COUNTY OF BURLINGTON

CONTENTS

PART 1

	EXHIBITS	PAGE
Independent Auditor's Report		1
Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an audit of Financial Statements Performed in Accordance with *Governmental Auditing Standards*		3
General-Purpose Financial Statements:		
Current Fund:		
Comparative Statements of Assets, Liabilities, Reserves & Fund Balance – Regulatory Basis	A	5
Comparative Statement of Operations & Change in Fund Balance	A-1	7
Statement of Revenues	A-2	8
Statement of Expenditures	A-3	10
Trust Fund:		
Comparative Statements of Assets, Liabilities, Reserves & Fund Balance – Regulatory Basis	B	14
General Capital Fund:		
Comparative Statements of Assets, Liabilities, Reserves & Fund Balance – Regulatory Basis	C	15
General Fixed Assets Group:		
Comparative Statements of Assets, Liabilities, Reserves & Fund Balance – Regulatory Basis	D	16
Notes to Financial Statements		17
Supplemental Exhibits:		
Current Fund		
Schedule of Cash - Treasurer	A-4	29
Schedule of Cash - Collector	A-5	30
Schedule of Cash - Clerk	A-6	30
Schedule of Taxes Receivable & Analysis of Property Tax Levy	A-7	31
Schedule of Tax Title Liens	A-8	32
Schedule of Property Acquired for Taxes	A-9	32
Schedule of Revenue Accounts Receivable	A-10	33
Schedule for Senior Citizen & Veteran Deductions	A-11	33
Schedule of Deferred Charges N.J.S.40A:4-55	A-12	34
Schedule of 2009 Appropriation Reserves	A-13	35
Schedule of Tax Overpayments	A-14	36
Schedule of County Taxes Payable	A-15	36
Schedule of Local School District Tax Payable	A-16	37
Schedule of Regional High School Tax	A-17	38
Schedule of State & Federal Grants Receivable	A-18	39

(continued)

	EXHIBITS	PAGE
Current Fund (continued):		
Schedule of State & Federal Grants – Appropriated	A-19	40
Schedule of State & Federal Grants Unappropriated	A-20	40
Trust Fund:		
Schedule of Cash - Treasurer	B-1	41
Schedule of Reserve for Dog Fund Expenditures	B-2	42
Schedule of Due from State of New Jersey	B-3	42
Schedule of Payroll Deductions Payable	B-4	43
Schedule of Reserve for Escrow	B-5	43
Schedule of Reserve for Municipal Drug Alliance	B-6	43
Schedule of Reserve for Recreation Fund	B-7	44
Schedule of Reserve for Tax Sale Certificates	B-8	44
Schedule of Reserve for Tax Sale Premiums	B-9	45
Schedule of Reserve for Municipal Open Space, Recreation & Farmland Preservation	B-10	45
Schedule of Reserve for Law Enforcement Trust	B-11	46
Schedule of Reserve for Police Extra Duty	B-12	46
Schedule of Reserve for COAH Fees	B-13	46
General Capital Fund:		
Schedule of Fund Balance – Regulatory Basis	C-1	47
Schedule of Cash – Treasurer	C-2	47
Analysis of Cash & Investments	C-3	47
Schedule of Deferred Charges to Future Taxation - Unfunded	C-4	48
Schedule of Deferred Charges to Future Taxation – Funded	C-5	49
Schedule of Capital Improvement Fund	C-6	49
Schedule of Reserve for Payment of Debt	C-7	49
Schedule of Improvement Authorizations	C-8	50
Schedule of General Serial Bonds	C-9	51
Statement of Bond Anticipation Notes	C-10	52
Schedule of State Road Aid Allotments Receivable	C-11	53
Schedule of Bonds & Notes Authorized but not Issued	C-12	53
Supplementary Data:		
Summary of Statutory Debt		54
Comparative Statement of Operations & Change in Fund Balance - Current Fund		55
Comparison of Tax Levies and Collection Currently		56
Comparative Schedule of Fund Balances		57
Officials in Office		58
PART II		
Comments and Recommendations:		
General Comments		59
Collection of Interest on Delinquent Taxes		60
Examination of Bills		61
Acknowledgment		61
		(Concluded)

****

TOWNSHIP OF SPRINGFIELD
COUNTY OF BURLINGTON

PART I

INDEPENDENT AUDITOR'S REPORTS
FINANCIAL STATEMENTS AND
SUPPLEMENTARY DATA
FOR THE YEAR ENDED DECEMBER 31, 2010

****

Holman & Frenia, P.C.
Certified Public Accountants & Consultants

INDEPENDENT AUDITOR'S REPORT

The Honorable Mayor and Members
of the Township Council
Township of Springfield
County of Burlington
Jobstown, New Jersey 08041

We have audited the accompanying comparative statements of assets, liabilities, reserves and fund balance-regulatory basis of the various funds of the Township of Springfield, State of New Jersey as of December 31, 2010 and 2009, and the related comparative statements of operations and changes in fund balance--regulatory basis for the years then ended, the related comparative statement of revenues--regulatory basis, comparative statement of expenditures--regulatory basis and general fixed assets account group comparative statement of fixed assets and fund balance --regulatory basis for the years ended December 31, 2010 and 2009. These financial statements are the responsibility of the Township of Springfield's management. Our responsibility is to express an opinion on these financial statements based on our audit.

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

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

In our opinion, because of the effects of the matters, as discussed in the preceding paragraph, the financial statements referred to above do not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the Township of Springfield, State of New Jersey, as of December 31 2010, the changes in its financial position, or where applicable, its cash flows for the year then ended. Further, the Township of Springfield, State of New Jersey has not presented a management's discussion and analysis that accounting principles generally accepted in the United States has determined is necessary to supplement, although not required to be part of, the basic financial statements.

Furthermore, in our opinion, the financial statements referred to above present fairly, in all material respects, the assets, liabilities, reserves and fund balance--regulatory basis of the various funds of the Township of Springfield, State of New Jersey, as of December 31, 2010 and 2009, and the results of its operations and changes in fund balance of such funds--regulatory basis for the years then ended, and the revenues--regulatory basis, expenditures--regulatory basis of the various funds and general assets, for the year ended December 31, 2010 in conformity with accounting principles and practices prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey as described in Note 1.

In accordance with *Government Auditing Standards*, we have also issued our report dated June 10, 2011, on our consideration of the Township of Springfield, State of New Jersey's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

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

Respectfully submitted,

HOLMAN & FRENIA, P. C.

Kevin P. Frenia
Certified Public Accountant
Registered Municipal Accountant
CR 435

Medford, New Jersey
June 10, 2011

Holman & Frenia, P.C.
Certified Public Accountants & Consultants

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

The Honorable Mayor and Members
of the Township Council
Township of Springfield
County of Burlington
Jobstown, New Jersey 08041

We have audited the financial statements of the Township of Springfield, County of Burlington, State of New Jersey as of and for the fiscal year ended December 31, 2010, and have issued our report thereon dated June 10, 2011. Our report disclosed that, as described in Note 1 to the financial statements, the Township of Springfield prepares its financial statements on a basis of accounting prescribed by the Division of Local Government Service, Department of Community Affairs, State of New Jersey, that demonstrates compliance with a modified accrual basis and the budget laws of the State of New Jersey, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. We conducted our audit in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, and audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey.

Internal Control Over Financial Reporting

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

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

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to indentify 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. However, we identified a certain deficiency in internal

control over financial reporting, described in the accompanying Comment and Recommendation Section that we consider to be a significant deficiency in internal control over financial reporting as Finding No: 2010-01. A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Compliance and Other Matters

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

We noted certain matters that we reported to management of the Township of Springfield in a separate letter dated June 10, 2011.

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

Respectfully submitted,

HOLMAN & FRENIA, P. C.

Kevin P. Frenia
Certified Public Accountant
Registered Municipal Accountant
CR 435

Medford, New Jersey
June 10, 2011

FINANCIAL STATEMENTS

TOWNSHIP OF SPRINGFIELD
CURRENT FUND
COMPARATIVE STATEMENT OF ASSETS, LIABILITIES, RESERVES
AND FUND BALANCE - REGULATORY BASIS
DECEMBER 31, 2010 AND 2009

ASSETS	REFERENCE	2010	2009
Regular Fund:			
Cash -Treasurer	A-4	$1,445,800	1,511,528
Cash - Collector	A-5	120,295	87,289
Cash - Change Fund	A-6	200	200
Cash - Petty Cash		100	100
Due from State of New Jersey:			
Senior Citizen & Veteran Deductions	A-11	1,176	926
Total Regular Fund		1,567,571	1,600,043
Receivables & Other Assets With Full Reserves:			
Delinquent Property Taxes Receivable	A-7	380,933	331,850
Tax Title Liens Receivable	A-8	71,054	63,092
Property Acquired for Taxes	A-9	498,600	498,600
Revenue Accounts Receivable	A-10	17,875	12,332
Due From Dog Trust Fund	B	3,580	3,330
Due From Trust Fund - Other	B	4,433	4,687
Due From Capital Fund	C	19,852	16,518
Total Receivables & Other Assets With Full Reserves		996,327	930,409
Deferred Charges:			
Special Emergency 40A:4-55	A-12		8,000
Total Deferred Charges			8,000
Total Regular Fund, Receivables & Other Assets With Full Reserves		2,563,898	2,538,452
State & Federal Grants:			
Cash - Treasurer	A-4	36,199	9,812
Due From General Capital Fund	C	14	14
Due From State of New Jersey	A-18	110,536	42,564
Due From Trust Fund	B	5,654	5,654
Total State & Federal Grants		152,403	58,044
Total Assets		$2,716,301	2,596,496

The Accompanying Notes to the Financial Statements are an integral part of this Statement.

TOWNSHIP OF SPRINGFIELD
CURRENT FUND
COMPARATIVE STATEMENT OF ASSETS, LIABILITIES, RESERVES
AND FUND BALANCE - REGULATORY BASIS
DECEMBER 31, 2010 AND 2009

LIABILITIES RESERVES & FUND BALANCE	REFERENCE	2010	2009
Regular Fund:			
Liabilities:			
Appropriation Reserves	A-3	$220,149	157,898
Encumbrances Payable	A-3	56,183	13,971
Prepaid Taxes	A-5	67,993	68,119
Tax Overpayments	A-14	29,822	43,653
Reserve for Master Plan		508	508
Reserve for Ambulance Repair		1,369	1,369
Reserve for Codification of Ordinances		2,404	2,404
Due County for Added Taxes	A-15	11,397	10,491
Reserve for State Tax Appeals		18,956	18,956
Local School Taxes Payable	A-16	330,537	311,688
Regional School Taxes Payable	A-17	321,494	290,114
Total Liabilities		1,060,812	919,171
Reserve for Receivables & Other Assets	A	996,327	930,409
Fund Balance	A-1	506,759	688,872
Total Regular Funds		2,563,898	2,538,452
Federal & State Grants:			
Appropriated Reserves	A-19	131,332	56,750
Unappropriated Reserves	A-20	21,071	1,294
Total State & Federal Grants		152,403	58,044
Total Liabilities, Reserves & Fund Balance		$2,716,301	2,596,496

The Accompanying Notes to the Financial Statements are an integral part of this Statement.

EXHIBIT A-1

TOWNSHIP OF SPRINGFIELD
CURRENT FUND
COMPARATIVE STATEMENT OF OPERATIONS AND CHANGES IN FUND BALANCE
FOR THE YEARS ENDED DECEMBER 31, 2010 AND 2009

	REFERENCE	2010	2009
Revenue & Other Income Realized:			
Fund Balance Utilized	A-2	$498,100	376,366
Miscellaneous Revenue Anticipated	A-2	1,042,509	1,153,891
Receipts From Delinquent Taxes	A-2	315,009	302,326
Receipts From Current Taxes	A-7	9,539,730	9,522,505
Nonbudget Revenue	A-2	35,946	58,805
Other Credits to Income:			
Unexpended Balance of Appropriation Reserves	A-13	60,900	99,030
Prior Year Interfunds Returned	A-1	148	
Total Revenue & Other Income Realized		11,492,342	11,512,923
Expenditures:			
Operations Within "CAPS":			
Salaries and Wages	A-3	986,440	1,000,257
Other Expenses	A-3	1,298,843	1,257,713
Deferred Charges & Statutory Expenditures Within "CAPS"	A-3	74,600	75,602
Operations Excluded from "CAPS":			
Salaries and Wages	A-3	84,800	82,291
Other Expenses	A-3	286,611	214,226
Municipal Debt Service Excluded From "CAPS"	A-3	393,369	393,724
Deferred Charges - Municipal - Excluded From "CAPS'	A-3	8,000	22,000
County Taxes	A-15	1,836,824	1,916,617
Due County for Added Taxes	A-15	11,397	10,491
Local District School Tax	A-16	2,975,096	3,161,544
Regional School District Tax	A-17	3,130,876	2,856,726
Municipal Open Space Tax	A-7	89,499	89,010
Total Expenditures		11,176,355	11,080,201
Excess in Revenue		315,987	432,722
Fund Balance January 1	A	688,872	632,516
Total		1,004,859	1,065,238
Decreased by: Utilized as Revenue	A-2	498,100	376,366
Balance December 31	A	$506,759	688,872

The Accompanying Notes to the Financial Statements are an integral part of this Statement.

TOWNSHIP OF SPRINGFIELD
CURRENT FUND
STATEMENT OF REVENUES
FOR THE YEAR ENDED DECEMBER 31, 2010

	REFERENCE	ANTICIPATED BUDGET	ADDED PER N.J.S.40A:4-87	REALIZED	EXCESS OR (DEFICIT)
Fund Balance Anticipated	A-1	$498,100		498,100	
Miscellaneous Revenue:					
Local Revenues:					
Licenses:					
Alcoholic Beverages	A-10	3,800		3,866	66
Other	A-10	2,800		2,111	(689)
Fees & Permits:					
Construction Code Office	A-10	50,000		41,740	(8,260)
Fines & Costs:					
Municipal Court	A-10	175,000		144,212	(30,788)
Interest & Cost on Taxes	A-10	63,500		79,235	15,735
Interest on Investments	A-10	26,000		15,854	(10,146)
Lease of Ground	A-10	150,000		134,200	(15,800)
Open Space Trust		30,635		30,635	
State Aid Without Offsetting Appropriations:					
Consolidated Municipal Property Tax					
Relief Aid	A-10	13,410		13,004	(406)
Energy Receipts Taxes	A-10	413,197		413,197	
Garden State Trust	A-10	234			(234)
PILOT	A-10	41,000		43,832	2,832
Interlocal Municipal Service Agreements:					
Uniform Construction Code	A-10	15,000		11,474	(3,526)
Special Items Offset with Appropriations:					
Body Armor	A-18	720	1,209	1,929	
Clean Communities Program	A-18	9,420		9,420	
Municipal Alliance	A-18		12,800	12,800	
Safe & Secure Communities	A-18	25,000		25,000	
Community Development Block Grant	A-18		60,000	60,000	
Total		1,019,716	74,009	1,042,509	(51,216)
Receipts from Delinquent Taxes	A-1	300,000		315,009	15,009
Amount to be Raised by Support of Municipal Budget:					
Local Tax for Municipal Purposes Including Reserve for Uncollected Taxes	A-2	1,606,665		1,606,864	199
Budget Totals		3,424,481	74,009	3,462,482	
Nonbudget Revenues	A-2			35,946	35,946
Total		$3,424,481	74,009	3,498,428	(62)

The Accompanying Notes to the Financial Statements are an integral part of this Statement.

TOWNSHIP OF SPRINGFIELD
CURRENT FUND
STATEMENT OF REVENUES
FOR THE YEAR ENDED DECEMBER 31, 2010

ANALYSIS OF REALIZED REVENUES

	REFERENCE	
Allocation of Current Tax Collections:		
Revenue From Collections	A-1,A-7	$9,539,730
Allocated to School, County, Municipal Open Space & Special Districts	A-7	8,298,692
Balance for Support of Municipal Budget Appropriations	A-3	1,241,038
Increased by Appropriation for Uncollected Taxes	A-2	365,826
Amount for Support of Municipal Budget Appropriations		$1,606,864
Receipts from Delinquent Taxes:		
Delinquent Tax Collection		$315,009
Total		$315,009

ANALYSIS OF NONBUDGET REVENUE

Miscellaneous Revenue Not Anticipated:	
Treasurer:	
Board of Health Licenses	$2,100
Uniform Fire Safety Act	2,816
Police Reports	2,380
Police Extra Duty-Administrative Fee	9,546
Planning & Zoning	5,805
Senior Citizen & Vets 2% Admin Payment	915
Clerk - Miscellaneous	12,384
Total Nonbudget Revenue	$35,946

The Accompanying Notes to the Financial Statements are an integral part of this Statement.

TOWNSHIP OF SPRINGFIELD
CURRENT FUND
STATEMENT OF EXPENDITURES
FOR THE YEAR ENDED DECEMBER 31, 2010

	APPROPRIATIONS		EXPENDED		
OPERATIONS - Within "CAPS"	BUDGET	BUDGET AFTER MODIFICATION	PAID OR CHARGED	RESERVED	CANCELLED
General Government:					
Administrative Executive:					
Other Expenses	$26,600	24,200	16,858	7,342	
Council/Manager:					
Salaries and Wages	28,108	28,108	28,108		
Other Expenses	20,950	20,950	20,592	358	
Elections (Municipal Clerk):					
Salaries and Wages	59,000	59,000	46,035	12,965	
Other Expenses	8,700	8,700	4,777	3,923	
Financial Administration:					
Salaries and Wages	35,000	35,000	35,000		
Annual Audit	16,600	16,600	16,600		
Other Expenses	6,608	6,608	6,608		
Collection of Taxes:					
Salaries and Wages	24,990	24,990	20,000	4,990	
Other Expenses	5,445	5,445	5,171	274	
Assessment of Taxes:					
Salaries and Wages	18,500	18,500	15,100	3,400	
Other Expenses	3,300	3,300	2,430	870	
Legal Services and Costs:					
Other Expenses	70,000	62,000	48,170	13,830	
Engineering Services & Costs:					
Other Expenses	12,000	7,000	2,271	4,729	
Municipal Land Use Law (N.J.S. 40:55D-1):					
Planning Board:					
Salaries and Wages	10,050	10,050	8,982	1,068	
Other Expenses	16,550	25,550	20,940	4,610	
Zoning Board of Adjustment:					
Salaries and Wages	15,436	15,436	14,393	1,043	
Other Expenses	13,450	13,450	12,097	1,353	
Uniform Construction Code Enforcement Functions:					
Construction Official:					
Salaries and Wages	67,642	67,742	67,697	45	
Other Expenses	3,345	3,345	2,052	1,293	
Insurance:					
Unemployment Insurance	4,000	4,300	4,141	159	
Other Insurance Premiums	40,000	40,000	39,232	768	
Workers Compensation Insurance	60,383	60,383	60,383		
Group Insurance	233,600	233,600	221,734	11,866	
Public Safety:					
Police:					
Salaries and Wages	638,256	638,256	586,013	52,243	
Other Expenses	59,940	59,940	46,022	13,918	
Vehicle Lease & Equipment	18,194	18,194	18,194		
Vehicle Maintenance	17,000	17,000	14,348	2,652	
Office of Emergency Management:					
Salaries and Wages	2,965	2,965	2,965		
Other Expenses	100	100		100	

TOWNSHIP OF SPRINGFIELD
CURRENT FUND
STATEMENT OF EXPENDITURES
FOR THE YEAR ENDED DECEMBER 31, 2010

	APPROPRIATIONS		EXPENDED		
OPERATIONS - Within "CAPS"	BUDGET	BUDGET AFTER MODIFICATION	PAID OR CHARGED	RESERVED	CANCELLED
Aid to Volunteer Ambulance Companies:					
Springfield Township	25,000	25,000	25,000		
Juliustown	25,000	25,000	25,000		
Jacksonville	25,000	25,000	25,000		
First Aid Organization Contributions	28,000	28,000	28,000		
Municipal Prosecutor:					
Other Expenses	7,200	7,200	7,200		
Streets & Roads:					
Road Repairs & Maintenance:					
Other Expenses	125,000	133,000	114,562	18,438	
Recycling:					
Other Expenses	8,228	8,228	7,623	605	
Public Works Functions:					
Sanitation:					
Garbage & Trash Removal - Contractual	94,000	95,000	94,256	744	
Disposal Costs	120,000	110,000	99,198	10,802	
Building & Grounds:					
Other Expenses	33,300	33,300	26,474	6,826	
Health & Human Services:					
Board of Health:					
Other Expenses	300	300	30	270	
Animal Control:					
Other Expenses	100	100		100	
Parks & Recreation Functions:					
Parks & Playgrounds:					
Other Expenses - Maintenance	30,000	35,000	26,083	8,917	
Other Expenses - Sports Programs	13,000	4,000	1,377	2,623	
Utility Expenses & Bulk Purchases:					
Electricity	15,000	18,000	14,126	3,874	
Street Lighting	61,000	61,000	56,997	4,003	
Telephone	7,000	7,000	6,420	580	
Telecommunications	1,300	1,300	1,047	253	
Natural Gas	4,000	4,000	3,794	206	
Gasoline	30,000	38,000	28,227	9,773	
Municipal Court:					
Salaries and Wages	86,393	86,393	86,393		
Other Expenses	6,150	6,150	5,501	649	
Public Defender:					
Other Expenses	3,600	3,600	3,000	600	
Total Operations Including Contingent Within "CAPS"	2,285,283	2,285,283	2,072,221	213,062	
Detail:					
Salaries and Wages	986,340	986,440	910,686	75,754	
Other Expenses	1,298,943	1,298,843	1,161,535	137,308	

TOWNSHIP OF SPRINGFIELD
CURRENT FUND
STATEMENT OF EXPENDITURES
FOR THE YEAR ENDED DECEMBER 31, 2010

	APPROPRIATIONS		EXPENDED		
OPERATIONS	BUDGET	BUDGET AFTER MODIFICATION	PAID OR CHARGED	RESERVED	CANCELLED
Deferred Charges & Statutory Expenditures Municipal Within "CAPS":					
Statutory Expenditures:					
Social Security System (O.A.S.I.)	74,600	74,600	70,296	4,304	
Total Deferred Charges & Statutory Expenditures Within "CAPS"	74,600	74,600	70,296	4,304	
Total General Appropriations for Municipal Purposes Within "CAPS"	2,359,883	2,359,883	2,142,517	217,366	
Statutory Expenditures:					
Public Employees Retirement	37,321	37,321	37,321		
Police & Firemen's Retirement	127,141	127,141	127,141		
Defined Contribution Plan	200	200		200	
Interlocal Municipal Service Agreements:					
UCC:					
Other Expenses	15,000	15,000	12,417	2,583	
Public & Private Programs Offset by Revenues:					
Body Armor Replacement	720	1,929	1,929		
Safe & Secure Communities:					
Salaries and Wages	84,800	84,800	84,800		
Other Expenses	22,800	22,800	22,800		
Clean Communities Program	9,420	9,420	9,420		
Municipal Drug Alliance		12,800	12,800		
Community Development Block Grant		60,000	60,000		
Total Operations Excluded from "CAPS"	297,402	371,411	368,628	2,783	
Detail:					
Salaries and Wages	84,800	84,800	84,800		
Other Expenses	212,602	286,611	283,828	2,783	
Municipal Debt Service - Excluded from "CAPS":					
Payment of Bond Principal	220,000	220,000	220,000		
Interest on Bonds	169,144	169,144	169,144		
Interest on Notes	4,226	4,226	4,225		1
Deferred Charges-Municipal - Excluded from "CAPS":					
Special Emergency Authorization - 5 Years	8,000	8,000	8,000		
Total Capital Improvements & Municipal Debt Service Excluded from "CAPS"	401,370	401,370	401,369		1
Total General Appropriations Excluded from "CAPS"	698,772	772,781	769,997	2,783	1

TOWNSHIP OF SPRINGFIELD
CURRENT FUND
STATEMENT OF EXPENDITURES
FOR THE YEAR ENDED DECEMBER 31, 2010

	APPROPRIATIONS		EXPENDED		
OPERATIONS	BUDGET	BUDGET AFTER MODIFICATION	PAID OR CHARGED	RESERVED	CANCELLED
Subtotal General Appropriations	3,058,655	3,132,664	2,912,514	220,149	1
Reserve For Uncollected Taxes	365,826	365,826	365,826		
Total General Appropriations	$3,424,481	3,498,490	3,278,340	220,149	1

Original Appropriations	$3,424,481
Added per N.J.S.A. 40A:4-87	74,009
Total	$3,498,490

REFERENCE

Deferred Charges to Future Taxation - Excluded from "CAPS"	A-3	$8,000
Reserve for Uncollected Taxes	A-3	365,826
Reserve for State Grants Appropriated	A-19	191,749
Refunds	A	(34,169)
Encumbrances Payable	A	56,183
Disbursed	A-4	2,690,751
Total		$3,278,340

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

TOWNSHIP OF SPRINGFIELD
TRUST FUND
COMPARATIVE STATEMENT OF ASSETS, LIABILITIES, RESERVES AND FUND BALANCE - REGULATORY BASIS
DECEMBER 31, 2010 AND 2009

ASSETS	REFERENCE	2010	2009
Dog License Fund:			
Cash - Treasurer	B-1	$9,388	8,145
Due from State of New Jersey	B-3	6	
Total Dog License Fund		9,394	8,145
Other Funds:			
Cash	B-1	1,561,287	1,374,774
Mortgages Receivable	Note 16	100,400	100,400
Total Other Funds		1,661,687	1,475,174
Total Assets		$1,671,081	1,483,319
LIABILITIES & RESERVES			
Dog License Fund:			
Reserve for Dog Expenditures	B-2	$5,814	4,814
Due to Current Fund	A	3,580	3,330
Due to State of New Jersey	B-3		1
Total Dog License Fund		9,394	8,145
Other Funds:			
Due Current Fund	A	4,433	4,687
Due to Federal & State Grants	A	5,654	5,654
Reserve For:			
Mortgages Receivable		100,400	100,400
Escrow Funds	B-5	73,294	32,906
Municipal Drug Alliance	B-6		9,230
Recreation	B-7	16,492	21,369
Tax Sale Certificates	B-8	71,053	100
Tax Sale Premiums	B-9	22,800	61,300
Municipal Open Space, Recreation & Farmland Preservation	B-10	900,490	920,845
Law Enforcement Trust	B-11	12,727	12,652
Police Extra Duty	B-12	608	942
Payroll Taxes Payable	B-4	26,457	
COAH Fees	B-13	427,279	305,089
Total Other Funds		1,661,687	1,475,174
Total Liabilities & Reserves		$1,671,081	1,483,319

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

EXHIBIT C

TOWNSHIP OF SPRINGFIELD
GENERAL CAPITAL FUND
COMPARATIVE STATEMENT OF ASSETS, LIABILITIES, RESERVES
AND FUND BALANCE - REGULATORY BASIS
DECEMBER 31, 2010 AND 2009

ASSETS	REFERENCE	2010	2009
Cash - Treasurer	C-2	$205,193	493,100
DOT Grant Receivable	C-11	162,513	
Deferred Charges to Future Taxation:			
Funded	C-5	3,998,000	4,218,000
Unfunded	C-4	724,800	253,000
Total Assets		$5,090,506	4,964,100

LIABILITIES, RESERVES & FUND BALANCE			
Serial Bonds Payable	C-9	$3,998,000	4,218,000
Bond Anticipation Notes	C-10	253,000	253,000
Improvement Authorizations:			
Unfunded	C-8	480,556	26,676
Funded	C-8	281,338	241,489
Due To Current Fund	A	19,852	16,518
Due to Federal & State Grants	A	14	14
Contracts Payable	C-8	17,523	145,980
Reserve for:			
Repayment of Debt	C-7	28	28
Capital Improvement Fund	C-6	40,161	62,361
Fund Balance	C-1	34	34
Total Liabilities, Reserves & Fund Balance		$5,090,506	4,964,100

There were bonds and notes authorized but not issued on December 31, 2010 of $471,800 and on December 31, 2009 of $0.

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

EXHIBIT D

TOWNSHIP OF SPRINGFIELD
GENERAL FIXED ASSETS ACCOUNT GROUP
COMPARATIVE STATEMENT OF FIXED ASSETS AND
FUND BALANCE - REGULATORY BASIS
DECEMBER 31, 2010 AND 2009

ASSETS	2010	2009
Land & Land Improvements	$3,881,569	3,981,400
Building & Building Improvements	1,229,132	1,229,132
Vehicles	1,126,934	1,170,367
Machinery & Equipment	311,822	311,822
Total	$6,549,457	6,692,721
FUND BALANCE		
Investment in Fixed Assets	$6,549,457	6,692,721

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

TOWNSHIP OF SPRINGFIELD
COUNTY OF BURLINGTON

NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2010

****

Note 1. Summary of Significant Accounting Polices:

A. Description of the Financial Reporting Entity

The Township of Springfield was incorporated in 1798 under the laws of the State of New Jersey and is located in northern Burlington County, New Jersey. The financial statements of the reporting entity include those of the Township of Springfield only and no other component units.

The Township of Springfield operates under the Council-Manager form of government. The Manager is the chief executive officer of the Township. The Council is the legislative body of the Township and consists of five members elected by popular vote to a four-year term. The terms are staggered.

Except as noted below, the financial statements of the Township of Springfield include every board, body, officer or commission supported and maintained wholly or in part by funds appropriated by the Township of Springfield, as required by *N.J.S.A.40A:5-5*.

B. Description of Funds

The accounting policies of the Township of Springfield 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 Township of Springfield accounts for its financial transactions through the following separate funds:

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

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

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

C. Basis of Accounting, Measurement Focus and Basis of Presentation

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 policies in New Jersey follow.

A modified accrual basis of accounting is followed, with minor exceptions:

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

C. Basis of Accounting, Measurement Focus and Basis of Presentation (continued):

Revenues

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

Expenditures

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

Foreclosed Property

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

Interfunds

Interfund receivables in the Current Fund are recorded with offsetting reserves, which are created by charges to operations. Income is recognized in the year the receivables are liquidated. Interfund receivables in the other funds are not offset by reserves.

Insurance

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

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

Inventories of Supplies

The cost of inventories of supplies for all funds is recorded as expenditures at the time individual items are purchased. The cost of inventories is not included on the various balance sheets.

General Fixed Assets

Property and equipment purchased by the Current and General Capital Funds are recorded as expenditures at the time of purchase and are not capitalized. No depreciation has been recorded. Fixed Assets acquired through grants in and/or contributed capital has not been accounted for separately.

Compensated Absences

As of December 31, 2010, all employees accrue unused sick leave with a maximum payout upon termination of employment up to a maximum of $12,000. Employees are also eligible for payment of unused vacation time per ordinance 2007-02.

Property Taxes

Property taxes are an enforceable lien on property as of January 1. Taxes are levied annually and are payable in quarterly installments on February 1, May 1, August 1 and November 1 of each year.

Investments

Investments are stated at actual cost.

Budgets

The Township is required by state law to adopt an annual budget for the Current Fund. Each budget is presented in accordance with accounting principles prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey.

The following steps are taken in establishing the budgetary data reflected in the financial statements:

1. Prior to February 10th of the budget year the Township introduces a budget, which includes proposed expenditures and financing methods.

2. A public hearing is held 28 days after introduction, after a public hearing the budget may be adopted by the governing body.

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

Once a budget is approved it may be amended after November 1, by a resolution adopted by the governing body.

Note 2. 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 - Bonds and Notes	$ 471,800

Note 3. Current Fund Balance Appropriated:

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

	Balance December 31, 2010	Utilized 2011 Budget
Current Fund	$506,759	$505,000

Note 4. Deferred District School Taxes:

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

The Township has elected to defer school taxes as follows:

	Local District School Tax		Regional District School Tax	
	Balance 2010	Balance 2009	Balance 2010	Balance 2009
Balance of Tax	$1,615,047	$1,341,198	$1,645,472	$1,614,092
Deferred	1,284,510	1,029,510	1,323,978	1,323,978
Tax Payable	$ 330,537	$ 311,688	$ 321,494	$ 290,114

Note 5. Cash and Cash Equivalents and Investments

The Township is governed by the deposit and investment limitations of New Jersey state law. The Deposits and investments held at December 31, 2010, and reported at fair value are as follows:

Type	Carrying Value
Deposits:	
Demand Deposits	$3,378,562
Total Deposits	$3,378,562
Reconciliation of Statement of Comparative Balance Sheets:	
Current:	
Treasurer	$1,445,800
Collector	120,295
Dog Trust	9,388
Other Trust	1,561,287
State & Federal Grants	36,199
General Capital	205,593
Total Reconciliation of Comparative Balance Sheets	$3,378,562

Custodial Credit Risk – Deposits in financial institutions, reported as components of cash, cash equivalents and investments had a bank balance of $3,468,920 at December 31, 2010. Of the bank balance $250,000 was fully insured by the FDIC (Federal Depository Insurance Corporation) and $3,218,920 was secured by a collateral pool held by the bank, but not in the Township's name, as required by New Jersey's Governmental Unit Deposit Protection Act (GUDPA). The Governmental Unit Deposit Protection Act is more fully described in Note 7 of these financial statements.

Investment Interest Rate Risk – The Township has no formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. Maturities of investment held at December 31, 2010, are provided in the above schedule.

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

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

Note 5. Cash and Cash Equivalents and Investments

- Any obligation that a federal agency or federal instrumentality has issued in accordance with an act of Congress, which security has a maturity date not greater than 397 days from the date of purchase, provided that such obligations bear a fixed rate of interest not dependent on any index or other external factor;

- Bonds or other obligations of the Township or bonds or other obligations of the local unit or units within which the Township is located;

- Bonds or other obligations, having a maturity date of not more than 397 days from the date of purchase, approved by the Division of Investment in the Department of Treasury for investment by the Township;

- Local Governments investment pools;

- Deposits with the State of New Jersey Cash Management Fund established pursuant to section 1 of P.L. 1977, c.281; or

- Agreements for the repurchase of fully collateralized securities with certain limitations.

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

Note 6. Governmental Unit Deposit Protection Act (GUDPA)

The Township has deposited cash in 2010 with an approved public fund depository qualified under the provisions of the Government Unit Deposit Protection Act. In addition to savings and checking accounts the Township invests monies in certificates of deposits.

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

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

act as security for any deposit or deposits of any governmental unit to the extent such deposits are insured by F.D.I.C. or any other U.S. agency which insures public depository funds.

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

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

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

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

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

Note 8. Pension:

A. Plan Description

The Township of Springfield contributes to a cost-sharing multiple-employer defined benefit pension plan, Public Employees' Retirement System (P.E.R.S.) and Police and Fireman's

Note 8. Pension (continued):

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

B. Funding Policy

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

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

Plan members are required to contribute 5.5% of their annual covered salary for P.E.R.S, 8.5% of their annual covered salary for P.F.R.S. and the Township is required to contribute at an actuarially determined rate. The current rate represents approximately 2.1% for P.E.R.S. and 6.3% for P.F.R.S. of annual covered payroll. The contribution requirements of plan members and the Township are established and may be amended by the plan's Board of Trustees.

The Township's contributions to P.E.R.S. for the years ending December 31, 2010, 2009 and 2008 were $37,321, $29,307 and $22,956, respectively, equal to the required contributions for each year and to P.F.R.S. for the years ending December 31, 2010, 2009 and 2008 were $127,141, $116,399 and $94,195, respectively, equal to the required contributions for each year.

C. Post-Employment Benefits

Chapter 384 of Public Laws 1987 and Chapter 6 of Public Laws 1990 requires the PERS to fund post-retirement medical benefits for those employees covered by the State Plan, who retire after reaching age 60 and accumulating 25 years of credited services. The cost of these benefits is actuarially determined and funded through contributions by the State in accordance with Chapter 62, P.L. 1994. Funding of the post-retirement medical premiums changed from a prefunding basis to a pay-as-you-go basis beginning in 1996, which increased the medical reserve by one-half of 1% of payroll.

Note 9. Property Taxes:

Property taxes are an enforceable lien on the assessed property. Taxes are due on a quarterly basis on February 1, May 1, August 1 and November 1. All unpaid taxes become delinquent 8 days after the above due dates. The Township bills and collects its own property taxes as well as the taxes levied by the other taxing bodies within the municipality. Property tax revenues are recognized when collected. A reserve for uncollected taxes is established in the current operating budget to the extent that their collectability is improbable.

Note 10. Interfunds, Receivables and Payables:

The composition of interfund balances as of December 31, 2010 is a follows:

Fund	Interfund Receivable	Interfund Payable
Current Fund	$27,865	
Federal & State Grant Fund	5,668	
Trust Fund – Animal Control		$ 3,580
Other Trust Fund		10,087
Capital Fund		19,866
Total	$33,533	$33,533

The purpose of these interfunds is short-term borrowings.

Note 11. Capital Lease:

Springfield Township has two outstanding lease agreements with Ford Motor Credit Company for the purchase of a 2009 Ford Crown Victoria and two 2010 Ford Crown Victoria's.

The following schedule represents a summary of the capital lease commitments as of December 31, 2010:

Present Value of Minimum Lease Payments	Interest	Total Minimum Lease Payments
$27,852	$2,736	$30,588

The total minimum lease payments are payable as follows:

Note 11. Capital Lease (continued):

Year Ending	Amount
2011	$18,194
2012	12,394
Total	$30,588

Note 12. Post-Employment Benefits Other Than Pension Benefits

The Township of Springfield adopted Resolution No. 1985-47 on June 12, 1985, which adopted the provisions of Chapter 88, Public Laws of 1974 as amended by Chapter 436, P.L. 1981 and as further amended to permit local public employers to pay the premium charges for certain eligible pensioners and their dependents and to pay Medicare charges for such retirees and their spouses covered by the New Jersey State Health Benefits Program.

The Township agrees to pay the full cost of such New Jersey State Health Benefits premiums and Medicare Part B charges for all eligible retired employees and their dependents covered under the program, including surviving spouses, if such employees retired from a state or locally administered retirement system effective after the effective date of the Resolution on a benefit based on 25 years or more of service credited in such retirement system. Currently there is one eligible participant and spouse receiving benefits under the program.

The amount of benefit expenditures recognized during 2010 for State Health Benefits is $40,530. The Township is financing these expenditures on a pay-as-you-go basis.

Resolution No. 2007-10-08 adopted on October 10, 2007 terminated the provisions of Chapter 88 and enacted the provisions of Chapter 48 to require that employees of Springfield Township as of October 10, 2007 must have 25 years of service in the retirement system and 20 years of service to Springfield Township in order to be eligible for post-employment health benefits. In addition, Resolution 2007-10-08 provided that post-employment health benefits do not apply to employees hired by Springfield Township after October 10, 2007. Currently there is one eligible participant and family receiving benefits under this provision.

Note 13. Joint Insurance Pool

The Township of Springfield is a member of the Burlington County Municipal Joint Insurance Fund. The Fund provides its members with the following coverage:

Workers' Compensation and Employer's Liability
Liability Other Than Motor Vehicles
Property Damage Other Than Motor Vehicles
Motor Vehicles

Note 13. Joint Insurance Pool (continued):

Contributions to the Fund, including a reserve for contingencies, are payable in two installments and are based on actuarial assumptions determined by the Fund's actuary. The Commissioner of Insurance may order additional assessments to supplement the Fund's claim, loss retention or administrative accounts to assure the payment of the Fund's obligations.

The Fund publishes its own financial report for the year ended December 31, 2010, which can be obtained from:

Burlington County Municipal Joint Insurance Fund
P.O. Box 489
Marlton, New Jersey 08053

Note 14. General Long-Term Debt

On September 1, 2004, the Township issued $1,905,000 of Refunding Bonds and $3,148,000 General Improvement Bonds. The Refunding Bonds were issued for the purpose of refunding and redeeming $502,000 of the remaining $557,000 General Obligation Bonds Series 1992 dated November 1, 1992, maturing in the years 2005 through 2012, inclusive, of the remaining $1,570,000 General Obligation Bonds Series 1997 dated August 15, 1997, maturing in the years 2005 through 2017, inclusive.

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

General Serial Bonds:

Year	Principal	Interest	Total
2011	$ 225,000	$ 161,739	$ 386,739
2012	240,000	154,129	394,129
2013	230,000	145,854	375,854
2014	240,000	137,184	377,184
2015	245,000	127,979	372,979
2016-2020	1,440,000	481,711	1,921,711
2021-2024	1,378,000	149,815	1,527,815
Total	$3,998,000	$1,358,411	$5,356,411

Note 15. Mortgages Receivable

The Township has issued mortgages under two programs approved by the Council on Affordable Housing guidelines, Accessory Apartment Program and the Springfield Township Housing Rehabilitation Program.

a. **Accessory Apartment Program** – Forgivable loans are available under the Neighborhood Preservation Program for providing an accessory apartment to low-income households. Upon acceptance of the loan, the borrower agrees to rent the accessory apartment to a certified low-income tenant for a period of 10 years. Failure to comply with the requirements will result in monies being returned to the Township. As of December 31, 2010, three accessory apartment mortgages are outstanding with a total receivable of $30,000.

a. **Springfield Township Housing Rehabilitation Program** – Forgivable loans are available under the Neighborhood Preservation Program to Township certified low-income households for the purpose of correcting defects in the house and satisfying the local and state building codes. Upon acceptance of the loan, the borrower agrees to maintain ownership and reside on the property for a period of six years. Failure to comply with the requirements will result in monies being returned to the Township. December 31, 2010, six rehabilitation mortgages are outstanding with a total receivable of $70,400.

Note 16. Fixed Assets

The following schedule is a summarization of the changes in General Fixed Assets for the fiscal year ended December 31, 2010:

	Balance December 31, 2009	Additions	Deletions	Balance December 31, 2010
Land	$3,981,400	$ -	$ 99,831	$3,881,569
Buildings	1,229,132			1,229,132
Vehicles	1,170,367		43,433	1,126,934
Equipment	311,822			311,822
Total	$6,692,721	$ -	$143,264	$6,549,457

All additions are recorded at cost.

SUPPLEMENTAL EXHIBITS

CURRENT FUND

EXHIBIT A-4

TOWNSHIP OF SPRINGFIELD
CURRENT FUND
SCHEDULE OF CASH - TREASURER
FOR THE YEAR ENDED DECEMBER 31, 2010

	CURRENT FUND		STATE & FEDERAL GRANT FUND	
Balance December 31, 2009		$1,511,528		9,812
Increased by Receipts:				
Tax Collector	$9,861,546			
Revenue Accounts Receivable	851,787			
Due From State of New Jersey - Senior Citizen & Veteran Deductions	45,750			
Miscellaneous Revenues Not Anticipated	37,992			
Budget Refunds	58,714			
Federal & State Grants Receivable			41,177	
Federal & State Grants Unappropriated			19,777	
Township Match of Grants			82,600	
Total Receipts		10,855,789		143,554
Subtotal		12,367,317		153,366
Decreased by Disbursements:				
2010 Appropriations	2,690,751			
2009 Reserved Appropriations	121,543			
Accounts Payable	13,971			
Refund of Tax Overpayments	19,870			
Due State - Marriage Licenses	225			
County Taxes	1,847,315			
Local School Tax	2,956,247			
Regional High School Tax	3,099,496			
Municipal Open Space Tax	89,499			
Reserve for Federal & State Grants			117,167	
Township Match for Grants	82,600			
Total Disbursements		10,921,517		117,167
Balance December 31, 2010		$1,445,800		36,199

EXHIBIT A-5

TOWNSHIP OF SPRINGFIELD
CURRENT FUND
SCHEDULE OF CASH - COLLECTOR
FOR THE YEAR ENDED DECEMBER 31, 2010

Balance December 31, 2009		$87,289
Receipts:		
Taxes Receivable	$9,704,325	
2010 Taxes Prepaid	67,993	
Tax Overpayments	45,045	
Interest & Costs on Taxes	79,235	
Interest earned on deposits	2,338	
Miscellaneous	29,966	9,928,902
Subtotal		10,016,191
Disbursements:		
Payments to Treasurer	9,861,546	
Other	34,350	9,895,896
Balance December 31, 2010		$120,295

EXHIBIT A-6

SCHEDULE OF CHANGE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2010

Balance December 31, 2010 & 2009	$200
Balance:	
Tax Collector	$100
Municipal Court	100
Total	$200

EXHIBIT A-7

TOWNSHIP OF SPRINGFIELD
CURRENT FUND
SCHEDULE OF TAXES RECEIVABLE AND ANALYSIS OF PROPERTY TAX LEVY
FOR THE YEAR ENDED DECEMBER 31, 2010

YEAR	BALANCE DECEMBER 31, 2009	2010 LEVY	ADDED TAXES	COLLECTED 2009	COLLECTED 2010	DUE FROM STATE OF NEW JERSEY	CANCELED	TRANSFERRED TO TAX TITLE LIENS	OVERPAYMENTS APPLIED	BALANCE DECEMBER 31, 2010
2003	$196									196
2004	2,357		9						8	2,358
2005	1,999				(2,404)				2,404	1,999
2006	2,242				(2,720)				2,799	2,163
2007	191				(11,846)		9,173		2,214	650
2008	108		24		(1,152)				1,178	106
2009	324,757				311,737	(1,000)	38		13,791	191
Total	331,850		33		293,615	(1,000)	9,211		22,394	7,663
2010		9,894,134	60,544	68,119	9,407,990	47,000	33,716	7,962	16,621	373,270
Total	$331,850	9,894,134	60,577	68,119	9,701,605	46,000	42,927	7,962	39,015	380,933

ANALYSIS OF 2010 PROPERTY TAX LEVY

General Purpose		$9,894,167
Added Taxes (54:4-63.1 et seq)		60,544
Total		$9,954,711
TAX LEVY:		
Local School Tax	$3,230,096	
Regional High School Tax (Abstract)	3,130,876	
County Taxes (Abstract)	1,836,824	
County Added & Omitted Taxes	11,397	
Open Space Tax	$89,499	$8,298,692
Local Tax for Municipal Purposes		1,606,665
Add: Additional Taxes Levied		49,354
Total		$9,954,711

EXHIBIT A-8

TOWNSHIP OF SPRINGFIELD
CURRENT FUND
SCHEDULE OF TAX TITLE LIENS
FOR THE YEAR ENDED DECEMBER 31, 2010

Balance December 31, 2009	$63,092
Increased by :	
2010 Taxes	7,962
Balance December 31, 2010	$71,054

EXHIBIT A-9

SCHEDULE OF PROPERTY ACQUIRED FOR TAXES
FOR THE YEAR ENDED DECEMBER 31, 2010

Balance December 31, 2010 & 2009	$498,600

DETAIL:

BLOCK/LOT	YEAR ACQUIRED	ASSESSMENT
402/3	1984	$132,800
1601/16	1996	195,800
1601/6.02	2005	110,000
2301/2.01	2005	30,000
2301/2.03	2005	30,000
Total		$498,600

EXHIBIT A-10

TOWNSHIP OF SPRINGFIELD
CURRENT FUND
SCHEDULE OF REVENUE ACCOUNTS RECEIVABLE
FOR THE YEAR ENDED DECEMBER 31, 2010

	BALANCE DECEMBER 31, 2009	ACCRUED IN 2010	COLLECTED	BALANCE DECEMBER 31, 2010
Clerk:				
Alcoholic Beverage Licenses		3,866	3,866	
Other Licenses		2,111	2,111	
Municipal Court - Fines & Costs	$9,942	148,661	144,212	14,391
Interest & Costs on Taxes		79,235	79,235	
Interest on Investments		15,854	15,854	
Consolidated Municipal Property Tax Relief		13,004	13,004	
Energy Receipts Tax		413,197	413,197	
Payments in Lieu of Taxes		43,832	43,832	
Open Space Trust		30,635	30,635	
Uniform Construction Code Fees	2,390	42,834	41,740	3,484
Interlocal - UCC		11,474	11,474	
Lease of Ground		134,200	134,200	
Total	$12,332	938,903	933,360	17,875

Treasurer	$851,787
Collector	81,573
Total	$933,360

EXHIBIT A-11

SCHEDULE OF DUE FROM STATE OF NEW JERSEY
FOR SENIOR CITIZEN AND VETERAN DEDUCTIONS
FOR THE YEAR ENDED DECEMBER 31, 2010

Balance December 31, 2009		$926
Increased by:		
Senior Citizen Deductions per Duplicate	$5,250	
Veterans Deductions per Duplicate	41,000	
Deductions Allowed by Collector	1,750	48,000
Subtotal		48,926
Decreased by:		
Collected	45,750	
Senior Citizen Disallowed	2,000	47,750
Balance December 31, 2010		$1,176

EXHIBIT A-12

TOWNSHIP OF SPRINGFIELD
CURRENT FUND
SCHEDULE OF DEFERRED CHARGES N.J.S. 40A:4-55
FOR THE YEAR ENDED DECEMBER 31, 2010

DATE AUTHORIZED	PURPOSE	NET AMOUNT AUTHORIZED	1/5 OF NET AMOUNT AUTHORIZED	BALANCE DECEMBER 31, 2009	ADDED IN 2010	REDUCED IN 2010 BUDGET	BALANCE DECEMBER 31, 2010
12/14/2005	Master Plan	40,000	8,000	$8,000		8,000	
			Total	$8,000	-	8,000	-

TOWNSHIP OF SPRINGFIELD
CURRENT FUND
SCHEDULE OF 2009 APPROPRIATION RESERVES
FOR THE YEAR ENDED DECEMBER 31, 2010

	2009 ENCUMBRANCES PAYABLE	2009 RESERVE BALANCE	RESERVE BALANCE AFTER TRANSFERS	PAID OR CHARGED	BALANCE LAPSED
Salaries and Wages:					
Financial Administration		9,033	9,033	9,033	
Municipal Clerk (Elections)		4,680	4,680	4,680	
Tax Collection		4,221	221		221
Police		44,810	28,810	28,426	384
UCC		3,191	3,191		3,191
Other Expenses:					
Council/Manager		1,964	1,964	1,653	311
Administrative & Executive	1,405	4,337	1,742	1,633	109
Clerk		4,404	404	357	47
Finance - Other Expenses		243	243		243
Finance - Audit		5	5		5
Tax Collection		993	993		993
Assessment of Taxes		3,238	238		238
Legal Services & Costs		7,958	7,958	7,072	886
Engineering		1,300	1,300	990	310
Municipal Land Use Law (N.J.S. 40:55D-1):					
Planning Board		2,693	2,693	456	2,237
Zoning Board of Adjustment	1,765	3,303	5,068	3,215	1,853
Construction Official		1,119	1,119	118	1,001
Police:					
Other Expenses	1,590	22,458	7,548	4,607	2,941
Streets & Roads	1,714	1,835	44,549	19,791	24,758
Building & Grounds	58	789	3,847	3,096	751
Vehicle Maintenance	139	5,834	5,973	175	5,798
Emergency Management		1,500	1,500		1,500
Recycling		1,700	1,700		1,700
Garbage/Trash Contractual		92	92		92
Disposal Costs		11,111	11,111	9,532	1,579
Board of Health		256	256		256
Animal Control		1,000	1,000		1,000
Parks & Playgrounds:					
Maintenance	29	142	171	29	142
Sports Programs		1,256	1,256		1,256
Electric	1,487	815	2,302	1,784	518
Street Lights	5,191		8,691	8,623	68
Telephone		2,843	2,843	503	2,340
Telecommunications	95	157	252	190	62
Natural Gas	184	1,833	2,017	443	1,574
Gasoline		3,507	3,507	2,102	1,405
Municipal Court	64	177	241	126	115
Public Defender	250	330	580	250	330
O.A.S.I.		1,868	1,868	1,868	
Defined Contribution Plan		200	200		200
UCC-Interlocal Municipal Service Agreement		422	422	4	418
Unemployment Insurance		213	213	213	
Other Insurance Premiums		68	68		68
Total	$13,971	$157,898	171,869	110,969	60,900

EXHIBIT A-14

TOWNSHIP OF SPRINGFIELD
CURRENT FUND
SCHEDULE OF TAX OVERPAYMENTS
FOR THE YEAR ENDED DECEMBER 31, 2010

Balance December 31, 2009		$43,653
Increased by:		
Collected		45,054
Subtotal		88,707
Decreased by:		
Refunded	$19,870	
Applied	39,015	58,885
Balance December 31, 2010		$29,822

EXHIBIT A-15

SCHEDULE OF COUNTY TAXES PAYABLE
FOR THE YEAR ENDED DECEMBER 31, 2010

Balance December 31, 2009		$10,491
Increased by:		
2010 Levy:		
General County	$1,500,368	
County Library	142,273	
County Open Space Preservation	194,183	
Added Taxes	11,397	1,848,221
Subtotal		1,858,712
Decreased by:		
Disbursed to County of Burlington		1,847,315
Balance December 31, 2010		$11,397

EXHIBIT A-16

TOWNSHIP OF SPRINGFIELD
CURRENT FUND
SCHEDULE OF LOCAL DISTRICT SCHOOL TAX PAYABLE
FOR THE YEAR ENDED DECEMBER 31, 2010

Balance December 31, 2009:		
School Tax Payable	$311,688	
School Tax Deferred	1,029,510	$1,341,198
Increased by Levy - School Year July 1, 2010 - June 30, 2011		3,230,096
Subtotal		4,571,294
Decreased - Payments		2,956,247
Balance December 31, 2010:		
School Tax Payable	330,537	
School Tax Deferred	1,284,510	1,615,047
Total Balance December 31, 2010		$1,615,047

ANALYSIS OF AMOUNT CHARGED TO OPERATIONS

2010 Liability for Local School Tax:		
Tax Paid	$2,956,247	
School Taxes Payable at December 31, 2010	330,537	$3,286,784
Less: School Taxes Payable at December 31, 2009		311,688
Amount Charged to 2010 Operations		$2,975,096

EXHIBIT A-17

TOWNSHIP OF SPRINGFIELD
CURRENT FUND
SCHEDULE OF REGIONAL SCHOOL TAX PAYABLE
FOR THE YEAR ENDED DECEMBER 31, 2010

Balance December 31, 2009:		
School Tax Payable	$290,114	
School Tax Deferred	1,323,978	$1,614,092
Increased by Levy - School Year July 1, 2010 - June 30, 2011		3,130,876
Subtotal		4,744,968
Decreased - Payments		3,099,496
Balance December 31, 2010:		
School Tax Payable	321,494	
School Tax Deferred	1,323,978	1,645,472
Total Balance December 31, 2010		$1,645,472

ANALYSIS OF AMOUNT CHARGED TO OPERATIONS

2010 Liability for Regional School Tax:		
Tax Paid	$3,099,496	
School Taxes Payable at December 31, 2010	321,494	$3,420,990
Less: School Taxes Payable at December 31, 2009		290,114
Amount Charged to 2010 Operations		$3,130,876

EXHIBIT A-18

TOWNSHIP OF SPRINGFIELD
CURRENT FUND
SCHEDULE OF STATE AND FEDERAL GRANTS RECEIVABLE
FOR THE YEAR ENDED DECEMBER 31, 2010

	BALANCE DECEMBER 31, 2009	ACCRUED	RECEIVED	BALANCE DECEMBER 31, 2010
State Grants:				
Municipal Drug Alliance	$23,587	12,800	7,042	29,345
Clean Communities Grant		9,420	9,420	
Safe & Secure Communities	14,453	25,000	22,786	16,667
Body Armor		1,929	1,929	
D.O.T Grant	1,279			1,279
D.O.T Highway Safety Grant	995			995
Community Development Block Grant		60,000		60,000
Tree Planting Grant	2,250			2,250
Total	$42,564	109,149	41,177	110,536

EXHIBIT A-19

TOWNSHIP OF SPRINGFIELD
CURRENT FUND
SCHEDULE OF STATE AND FEDERAL GRANTS - APPROPRIATED
FOR THE YEAR ENDED DECEMBER 31, 2010

	BALANCE DECEMBER 31, 2009	TRANSFERRED FROM 2010 BUDGET	EXPENDED	CANCELLED	BALANCE DECEMBER 31, 2010
State Grants:					
Clean Communities Program		9,420	9,420		
Community Development Block Grant		60,000			60,000
Drunk Driving Enforcement	$6,600		288		6,312
Body Armor Grant	873	1,929	1,560		1,242
Safe & Secure Communities:					
State Share	29,980	25,000	23,299		31,681
Local Share		82,600	82,600		
Municipal Drug Alliance:					
State Share		12,800			12,800
Local Share	103				103
State Legislative Grant	330				330
D.O.T Grant	1,898				1,898
D.O.T Highway Safety Grant	1,470				1,470
Recycling Grant	28				28
Tree Planting Grant	4,550				4,550
Federal Grants:					
Cops Fast Grant - Match	669				669
Cops Fast Grant	10,249				10,249
Total	$56,750	191,749	117,167	-	131,332
	State Share	$109,149			
	Local Share	82,600			
	Cash		117,167		
	Total	$191,749	117,167		

EXHIBIT A-20

SCHEDULE OF STATE AND FEDERAL GRANTS - UNAPPROPRIATED
FOR THE YEAR ENDED DECEMBER 31, 2010

	BALANCE DECEMBER 31, 2009	TRANSFERRED TO 2010 BUDGET	RECEIVED	BALANCE DECEMBER 31, 2010
State Grants:				
Governor Connect Grant	$44			44
Recycling Tonnage			10,777	10,777
Municipal Stormwater	1,250			1,250
Local Grants:				
Comcast Technology			9,000	9,000
Total	$1,294	-	19,777	21,071

TRUST FUND

EXHIBIT B-1

TOWNSHIP OF SPRINGFIELD
TRUST FUND
SCHEDULE OF CASH - TREASURER
FOR THE YEAR ENDED DECEMBER 31, 2010

	DOG LICENSE		OTHER	
Balance December 31, 2009		$8,145		1,374,774
Increased by Receipts:				
Township Clerk:				
Licenses	$3,608			
State Department of Health	1,002			
Net Payroll			709,522	
Payroll Deductions Payable			575,066	
Interfund Due Current	57		746	
Reserve for:				
Escrow Funds			93,263	
Municipal Drug Alliance			6,808	
Recreation			29,205	
Open Space			98,828	
Law Enforcement Trust			75	
Police Extra Duty			37,053	
COAH Developers' Fee Escrow			122,455	
Tax Sale Premiums			34,500	
Tax Sale Liens			312,591	
Total Receipts		4,667		2,020,112
Total		12,812		3,394,886
Decreased by Disbursements:				
Expenditures Under R.S.4:19-15.11	2,415			
State Department of Health	1,009			
Due to Current Fund			502	
Net Payroll			709,522	
Payroll Deductions Payable			547,640	
Reserve for:				
Escrow Funds			52,875	
Municipal Drug Alliance			17,464	
Recreation			34,102	
Open Space			119,183	
Tax Sale premiums			73,000	
Police Extra Duty			37,387	
COAH Developers' Fee Escrow			265	
Redemption of Tax Sale Liens			241,679	
Total Disbursements		3,424		1,833,619
Balance December 31, 2010		$9,388		1,561,267

EXHIBIT B-2

TOWNSHIP OF SPRINGFIELD
DOG LICENSE TRUST FUND
SCHEDULE OF RESERVE FOR DOG FUND EXPENDITURES
FOR THE YEAR ENDED DECEMBER 31, 2010

Balance December 31, 2009		$4,814
Increased by:		
2010 Dog License Fees Collected	$2,888	
Late Fees	720	3,608
Subtotal		8,422
Decreased by:		
Due Current Fund	193	
Expenditures Under R.S.4:19-15:11 - Cash	2,415	2,608
Balance December 31, 2010		$5,814

LICENSE FEES COLLECTED

YEAR	AMOUNT
2008	$2,727
2009	3,087
Total	$5,814

EXHIBIT B-3

DOG LICENSE TRUST FUND
SCHEDULE OF DUE FROM STATE OF NEW JERSEY
FOR THE YEAR ENDED DECEMBER 31, 2010

Balance December 31, 2009	$1
Increased by:	
License Fees	1,002
Subtotal	1,003
Decreased by:	
Due to State Board of Health	1,009
Balance December 31, 2010	($6)

EXHIBIT B-4

TOWNSHIP OF SPRINGFIELD
TRUST - OTHER FUNDS
SCHEDULE OF PAYROLL DEDUCTIONS PAYABLE
FOR THE YEAR ENDED DECEMBER 31, 2010

Balance December 31, 2009	$ -
Increased by:	
Payroll Deductions Received	575,066
Subtotal	575,066
Decreased by:	
Disbursed to Agencies	548,609
Balance December 31, 2010	$26,457

EXHIBIT B-5

SCHEDULE OF RESERVE FOR PLANNING BOARD ESCROW
FOR THE YEAR ENDED DECEMBER 31, 2010

Balance December 31, 2009	$32,906
Increased/(Decreased) by:	
Escrow Funds Received	93,263
Subtotal	126,169
Decreased by:	
Escrow Expenditures & Refunds	52,875
Balance December 31, 2010	$73,294

EXHIBIT B-6

SCHEDULE OF RESERVE FOR MUNICIPAL DRUG ALLIANCE
FOR THE YEAR ENDED DECEMBER 31, 2010

Balance December 31, 2009	$9,230
Increased by:	
Receipts	8,234
Subtotal	17,464
Decreased by:	
Disbursements	17,464
Balance December 31, 2010	-

EXHIBIT B-7

TOWNSHIP OF SPRINGFIELD
TRUST - OTHER FUNDS
SCHEDULE OF RESERVE FOR RECREATION FUND
FOR THE YEAR ENDED DECEMBER 31, 2010

Balance December 31, 2009	$21,369
Increased by:	
Fees	29,225
Subtotal	50,594
Decreased by:	
Disbursements	34,102
Balance December 31, 2010	$16,492

EXHIBIT B-8

SCHEDULE OF RESERVE FOR TAX SALE CERTIFICATES
FOR THE YEAR ENDED DECEMBER 31, 2010

Balance December 31, 2009	$100
Increased by:	
Receipts	312,632
Subtotal	312,732
Decreased by:	
Disbursements	241,679
Balance December 31, 2010	$71,053

EXHIBIT B-9

TOWNSHIP OF SPRINGFIELD
TRUST - OTHER FUNDS
SCHEDULE OF RESERVE FOR TAX SALE PREMIUMS
FOR THE YEAR ENDED DECEMBER 31, 2010

Balance December 31, 2009	$61,300
Increased by:	
Receipts	34,500
Subtotal	95,800
Decreased by:	
Disbursements	73,000
Balance December 31, 2010	$22,800

EXHIBIT B-10

SCHEDULE OF RESERVE FOR MUNICIPAL OPEN SPACE,
RECREATION AND FARMLAND PRESERVATION
FOR THE YEAR ENDED DECEMBER 31, 2010

Balance December 31, 2009		$920,845
Increased by:		
Municipal Open Space Tax Received	$89,499	
Interest Earnings	9,329	98,828
Subtotal		1,019,673
Decreased By:		
Appropriated by Current Fund Budget	30,635	
Disbursed	88,548	119,183
Balance December 31, 2010		$900,490

EXHIBIT B-11

TOWNSHIP OF SPRINGFIELD
TRUST - OTHER FUNDS
SCHEDULE OF RESERVE FOR LAW ENFORCEMENT TRUST
FOR THE YEAR ENDED DECEMBER 31, 2010

Balance December 31, 2009	$12,652
Increased by:	
Interest Earned on Reserves	75
Balance December 31, 2010	$12,727

EXHIBIT B-12

SCHEDULE OF RESERVE FOR POLICE EXTRA DUTY
FOR THE YEAR ENDED DECEMBER 31, 2010

Balance December 31, 2009	$942
Increased by:	
Contributions	37,053
Subtotal	37,995
Decreased by:	
Expenditures	37,387
Balance December 31, 2010	$608

EXHIBIT B-13

SCHEDULE OF RESERVE FOR COAH FEES
FOR THE YEAR ENDED DECEMBER 31, 2010

Balance December 31, 2009		$305,089
Increased by:		
Interest Earned	$2,019	
Sale of COAH Property	99,831	
Contributions	20,605	122,455
Increased by:		
Disbursements		265
Balance December 31, 2010		$427,279

GENERAL CAPITAL FUND

EXHIBIT C-1

TOWNSHIP OF SPRINGFIELD
GENERAL CAPITAL FUND
SCHEDULE OF FUND BALANCE - REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2010

Balance December 31, 2010 & 2009	$34

EXHIBIT C-2

SCHEDULE OF CASH - TREASURER
FOR THE YEAR ENDED DECEMBER 31, 2010

Balance December 31, 2009		$493,100
Increased by:		
Bond Anticipation Notes	$253,000	
DOT Grant	187,487	
Refunds	5,869	
Interest Earned Due to Current Fund	3,829	450,185
Subtotal		943,285
Decreased by:		
Improvement Authorizations	338,617	
BAN Payments	253,000	
Contract Payable	145,980	
Due To Current Fund	495	738,092
Balance December 31, 2010		$205,193

EXHIBIT C-3

ANALYSIS OF GENERAL CAPITAL CASH AND INVESTMENTS
FOR THE YEAR ENDED DECEMBER 31, 2010

		BALANCE DECEMBER 31, 2010
Fund Balance		$34
Capital Improvement Fund		40,161
Due to State & Federal Grants		14
Due To Current Fund		19,852
Reserve for Repayment of Debt		28
Improvement Authorizations:		
Ordinance Number:	DESCRIPTION	
2004-09	Acquisition of a Housing Unit	9,291
2004-09	Various Capital Improvements	9,308
2004-05	Rehabilitation of Substandard Housing Units	61,164
2003-12	Apartment & Rehabilitation Grants	19,996
2003-08	Various Capital Improvements	143,974
2009-03	Acquisition of a Ambulance	15,222
2010-01	Reconstruct Columbus-Jobstown Road	(115,617)
2010-05	Reconstruct Storm Drain-Folwell Station Road	1,766
Total		$205,193

EXHIBIT C-4

TOWNSHIP OF SPRINGFIELD
GENERAL CAPITAL FUND
SCHEDULE OF DEFERRED CHARGES TO FUTURE TAXATION - UNFUNDED
FOR THE YEAR ENDED DECEMBER 31, 2010

ORDINANCE NUMBER	IMPROVEMENT DESCRIPTION	BALANCE DECEMBER 31, 2009	2010 AUTHORIZATIONS	DECREASED IN 2010	BALANCE DECEMBER 31, 2010	ANALYSIS OF BALANCE DECEMBER 31, 2010 BOND ANTICIPATION NOTES ISSUED	EXPENDITURES	UNEXPENDED IMPROVEMENT AUTHORIZATIONS
General Improvements:								
2007-05	Acquisition of a Housing Unit	$96,000			96,000	96,000		
2009-03	Acquisition of a Ambulance	157,000			157,000	157,000		
2010-01	Columbus-Jobstown Road		50,000		50,000			50,000
2010-05	Folwell Station Road		421,800		421,800		15,757	406,043
Total		$253,000	471,800	-	724,800	253,000	15,757	456,043

EXHIBIT C-5

TOWNSHIP OF SPRINGFIELD
GENERAL CAPITAL FUND
SCHEDULE OF DEFERRED CHARGES TO FUTURE TAXATION - FUNDED
FOR THE YEAR ENDED DECEMBER 31, 2010

Balance December 31, 2009	$4,218,000
Decreased by:	
2010 Budget Appropriation to Pay Bonds	220,000
Balance December 31, 2010	$3,998,000

EXHIBIT C-6

SCHEDULE OF CAPITAL IMPROVEMENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2010

Balance December 31, 2009	$62,361
Decreased by:	
Appropriated to Finance Improvement Authorizations	22,200
Balance December 31, 2010	$40,161

EXHIBIT C-7

SCHEDULE OF RESERVE FOR PAYMENT OF DEBT
FOR THE YEAR ENDED DECEMBER 31, 2010

Balance December 31, 2010 & 2009	$28

EXHIBIT C-8

TOWNSHIP OF SPRINGFIELD
GENERAL CAPITAL FUND
SCHEDULE OF IMPROVEMENT AUTHORIZATIONS
FOR THE YEAR ENDED DECEMBER 31, 2010

ORDINANCE NUMBER	IMPROVEMENT DESCRIPTION	ORDINANCE DATE	ORDINANCE AMOUNT	BALANCE DECEMBER 31, 2009 UNFUNDED	BALANCE DECEMBER 31, 2009 FUNDED	2010 AUTHORIZATIONS	PAID OR CHARGED	REFUND OF PRIOR YEAR EXPENDITURE	BALANCE DECEMBER 31, 2010 UNFUNDED	BALANCE DECEMBER 31, 2010 FUNDED
General Improvements:										
2003-08/ 2005-09	Various Capital Improvements	04/09/2003 06/08/2005	$1,000,000		138,105			5,869		143,974
2003-12	Apartment & Rehabilitation Grants	08/13/2003	100,000		19,996					19,996
2004-05	Rehabilitation of Substandard Housing Units	02/21/2004	1,000,000		74,080		12,916			61,164
2004-09	Various Capital Improvements	05/05/2004	1,265,000		9,308					9,308
2007-05	Acquisition of a Housing Unit	06/13/2007	300,000	$10,113			822		9,291	
2009-03	Acquisition of a Ambulance	04/08/2009	165,000	16,563			1,341		15,222	
2010-01	Reconstruct Columbus-Jobstown Road	03/10/2010	400,000			400,000	303,104		50,000	46,896
2010-05	Reconstruct Storm Drain Folwell Station Road	08/11/2010	444,000			444,000	37,957		406,043	
	Total			$26,676	241,489	844,000	356,140	5,869	480,556	281,338

Paid or Charged:

Contracts Payable	$17,523
Cash Disbursements	338,617
Total	$356,140

EXHIBIT C-9

TOWNSHIP OF SPRINGFIELD
GENERAL CAPITAL FUND
SCHEDULE OF GENERAL SERIAL BONDS
AT DECEMBER 31, 2010

ORDINANCE NUMBER	IMPROVEMENT DESCRIPTION	ORIGINAL AMOUNT OF ISSUE	ORIGINAL DATE OF ISSUE	MATURITIES OF BONDS OUTSTANDING DECEMBER 31, 2010 PAYMENT DATE	PAYMENT AMOUNT	INTEREST RATE	BALANCE DECEMBER 31, 2009	PAID	BALANCE DECEMBER 31, 2010
1989-13	Series 2004 Refunding	$1,905,000	9/1/2004	08/15/11	$190,000	3.25%	$1,185,000	190,000	995,000
1991-16				08/15/12	190,000	3.25%			
1998-8				08/15/13	120,000	3.375%			
				08/15/14	125,000	3.50%			
				08/15/15	120,000	3.50%			
				08/15/16	125,000	3.75%			
				08/15/17	125,000	3.75%			
1998-1	Improvements to Recreation Field	115,000	9/1/2004	08/15/11	35,000	4.10%	3,033,000	30,000	3,003,000
2003-8	Various Capital Improvements	950,000		08/15/12	50,000	4.20%			
2003-12	Apartment & Rehabilitation Grants	95,000		08/15/13	110,000	4.20%			
2004-5	Rehabilitation of Substandard			08/15/14	115,000	4.20%			
	Housing Units	1,000,000		08/15/15	125,000	4.20%			
2004-9	Various Capital Improvements	988,000		08/15/16	135,000	4.20%			
				08/15/17	145,000	4.20%			
				08/15/18	290,000	4.20%			
				08/15/19	305,000	4.20%			
				08/15/20	315,000	4.20%			
				08/15/21	330,000	4.25%			
				08/15/22	345,000	4.25%			
				08/15/23	360,000	4.30%			
				08/15/24	343,000	4.375%			
						Total	$4,218,000	220,000	3,998,000

EXHIBIT C-10

TOWNSHIP OF SPRINGFIELD
GENERAL CAPITAL FUND
STATEMENT OF BOND ANTICIPATION NOTES
AT DECEMBER 31, 2010

ORDINANCE NUMBER	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
2007-05	Acquisition of a Housing Unit	10/28/02	7/30/10	7/30/11	1.30%	$96,000	96,000	96,000	96,000
2009-03	Acquisition of a Ambulance	08/01/09	7/30/10	7/30/11	1.30%	157,000	157,000	157,000	157,000
	Total					$253,000	253,000	253,000	253,000

EXHIBIT C-11

TOWNSHIP OF SPRINGFIELD
GENERAL CAPITAL FUND
SCHEDULE OF STATE ROAD AID ALLOTMENTS RECEIVABLE
FOR THE YEAR ENDED DECEMBER 31, 2010

Balance December 31, 2009	$ -
Increased by:	
2010 DOT Grant	350,000
Subtotal	350,000
Decreased by:	
2010 DOT Grant Received	187,487
Balance December 31, 2010	$162,513

EXHIBIT C-12

SCHEDULE OF BONDS AND NOTES AUTHORIZED BUT NOT ISSUED
FOR THE YEAR ENDED DECEMBER 31, 2010

ORDINANCE NUMBER	IMPROVEMENT DESCRIPTION	BALANCE DECEMBER 31, 2009	IMPROVEMENT AUTHORIZATIONS	BALANCE DECEMBER 31, 2010
2010-01	Reconstruct Columbus - Jobstown Road	$ -	50,000	50,000
2010-05	Reconstruct Storm Drain - Folwell Station Road		421,800	421,800
	Total	$ -	471,800	471,800

SUPPLEMENTARY DATA

Summary of Municipal Debt
(Excluding Current Debt)

	YEAR 2010	YEAR 2009	YEAR 2008
Issued - General - Bonds & Notes	$4,251,000	4,471,000	4,529,000
Bonds & Notes Authorized Not Issued	471,800		
Net Bonds & Notes Issued	$4,722,800	4,471,000	4,529,000

Serial Bonds are authorized in accordance with State law. All bonds are retired in serial installments within the statutory period of usefulness. Serial Bonds payable at December 31, 2010 consisted of the following issues:

Purpose	Date of Maturity	Interest Rate	Amount
General Bonds of 2004	08/15/24	4.10% - 4.375%	$3,003,000
Refunding Bonds 2004	08/15/17	3.25% - 3.75%	995,000

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 1.02%

	GROSS DEBT	DEDUCTIONS	NET DEBT
Local School District Debt	$179,000	179,000	
Regional School District Debt	4,061,647	4,061,647	
General Debt	4,722,800	28	4,722,772
Total	$8,963,447	4,240,675	4,722,772

Net Debt, $4,885,285 divided by Equalized Valuation Basis per N.J.S.A.40A:2-2, as amended $478,234,031. equals 1.02%.

Equalized Valuation Basis:	
2010	$458,365,200
2009	478,403,135
2008	497,933,758
Average	$478,234,031

Borrowing Power Under 40A:2-6:

3-1/2% of Equalized Valuation Bases (Municipal)	$16,738,191
Net Debt	4,722,772
Remaining Borrowing Power	$12,015,419

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

	YEAR 2010		YEAR 2009	
	AMOUNT	PERCENT	AMOUNT	PERCENT
Revenue and Other Income Realized				
Fund Balance Utilized	$498,100	4.33%	376,366	3.27%
Miscellaneous - From Other Than Local Property Tax Levies	1,139,503	9.92%	1,311,726	11.39%
Collection of Delinquent Taxes & Tax Title Liens	315,009	2.74%	302,326	2.63%
Collection of Current Tax Levy	9,539,730	83.01%	9,522,505	82.71%
Total Income	11,492,342	100.00%	11,512,923	100.00%
Expenditures				
Budget Expenditures - Municipal Purposes	3,132,663	28.03%	3,045,813	27.49%
County Taxes	1,848,221	16.54%	1,927,108	17.39%
Local School Taxes	2,975,096	26.62%	3,161,544	28.53%
Regional School Taxes	3,130,876	28.01%	2,856,726	25.78%
Municipal Open Space Tax	89,499	0.80%	89,010	0.80%
Total Expenditures	11,176,355	100.00%	11,080,201	100.00%
Excess in Revenue	315,987		432,722	
Fund Balance January 1	688,872		632,516	
Total	1,004,859		1,065,238	
Less: Utilization as Anticipated Revenue	498,100		376,366	
Fund Balance December 31	$506,759		688,872	

Comparison of Tax Levies and Collection Currently

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

YEAR	TAX LEVY	CURRENTLY CASH COLLECTIONS	CURRENTLY PERCENTAGE OF COLLECTION
2010	$9,954,711	9,539,730	95.83%
2009	9,881,702	9,522,505	96.37%
2008	9,887,265	9,564,165	96.73%

	2010	2009	2008
Total Tax Rate	$2.211	$2.209	$2.217
Apportionment of Tax Rate:			
Municipal	0.359	0.359	0.346
County	0.412	0.432	0.433
Local School	0.722	0.711	0.691
Regional School	0.699	0.687	0.727
Municipal Open Space	0.019	0.020	0.020

Net Valuation Taxable:

2010	$447,495,871		
2009		$445,051,579	
2008			$441,218,730

Delinquent Taxes and Tax Title Liens

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

YEAR ENDED DECEMBER 31	AMOUNT OF TAX TITLE LIENS	AMOUNT OF DELINQUENT TAXES	TOTAL DELINQUENT	PERCENTAGE OF TAX LEVY
2010	$71,054	380,933	451,987	4.540%
2009	63,092	331,850	394,942	3.997%
2008	47,258	329,134	376,392	3.807%

Comparative Schedule of Fund Balances

The following schedule details the amount of fund balances available at the end of the current year and four previous years and the amount utilized in the subsequent years' budgets.

Current Fund:	Balance December 31	Utilized in Budget of Succeeding Year	Percentage of Fund Balance Used
2010	$506,759	505,000	99.65%
2009	688,872	498,100	72.31%
2008	632,516	376,366	59.50%
2007	659,714	420,000	63.66%
2006	647,846	420,000	64.83%

OFFICIALS IN OFFICE AND SURETY BONDS

The following officials were in office at December 31, 2010:

NAME	TITLE	AMOUNT OF BOND
Denis McDaniel	Mayor	
Peter Sobotka	Deputy Mayor	
David C. Frank	Councilman	
John Hlubik	Councilman	
Richard Toone	Councilman	
Patricia Clayton	Township Clerk & Land Use Administrator	$ 50,000.00 (1)
Danielle Lippincott	Tax Collector & Tax Search Officer	$1,000,000.00 A
J. Paul Keller	Township Manager	$ 50,000.00 (1)
Dianne Kelly	Chief Financial Officer/Treasurer	$1,000,000.00 A
Richard E. Andronici	Judge	$ 50,000.00 (1)
Ruth Ann Bice	Municipal Court Clerk and Violations Clerk	$ 50,000.00 (1)
Thomas Casey	Construction Official, Building	$ 50,000.00 (1)
	Inspector	$ 50,000.00 (1)
Eric Trout	Police Officer in Charge	$ 50,000.00 (1)
Bernard Dunn	Zoning Officer	
Dennis McInerney, Esq.	Solicitor	
Jeffrey Richter	Engineer	

Code A - Municipal Excess Liability Joint Insurance Fund
Note (1) - Covered Under Provisions of $50,000.00 Position Blanket Bond with the Burlington County Municipal Joint Insurance Fund.

The Tax Collector's bonding was sufficient to meet the minimum requirements established by New Jersey State Statute.

TOWNSHIP OF SPRINGFIELD
COUNTY OF BURLINGTON

PART II

COMMENTS AND RECOMMENDATIONS
FOR THE YEAR ENDED DECEMBER 31, 2010

****

Holman & Frenia, P.C.
Certified Public Accountants & Consultants

The Honorable Mayor and Members of the
Township Council
Township of Springfield
Jobstown, New Jersey 08041

We have audited the financial statements of the Township of Springfield in the County of Burlington for the year ended December 31, 2010. In accordance with requirements prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, the following are the *General Comments* and *Recommendations* for the year then ended.

GENERAL COMMENTS

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

N.J.S.A.40A:11-4 - Every contract or agreement, for the performance of any work or furnishing or hiring of any materials or supplies, the cost or the contract price whereof is to be paid with or out of public funds not included within the terms of Section 3 of this act, shall be made or awarded only by the governing body of the contracting unit after public advertising for bids and bidding therefore, except as is provided otherwise in this act or specifically by any other Law. No work, materials or supplies shall be undertaken, acquired or furnished for a sum exceeding in the aggregate $26,000 except by contract or agreement.

It is pointed out that the governing body of the municipality has the responsibility of determining whether the expenditures in any category will exceed the statutory minimum within the fiscal year. Where question arises as to whether any contract or agreement might result in violation of the statute, the solicitor's opinion should be sought before a commitment is made.

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

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

Contracts and Agreements Requiring Solicitation of Quotations

The examination of expenditures did not reveal any individual payments, contracts or agreements in excess of $3,900 "for the performance of any work or the furnishing or hiring of any materials or supplies", other than those where bids had been previously sought by public advertisement or where a resolution had been previously adopted under the provision of (*N.J.S.A.40A:11-6.1*).

Collection of Interest on Delinquent Taxes

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

The governing body on January 5, 2010 adopted the following resolution authorizing interest to be charged on delinquent taxes:

> "**BE IT RESOLVED** by the Township Council of the Township of Springfield, County of Burlington, State of New Jersey, the rate of interest charged on delinquent taxes or assessments on any installment made eight (8) days after the date upon which the same became payable, shall not exceed eight (8) percent per annum of the first One Thousand Five Hundred Dollars ($1,500.00) of the delinquency, and eighteen (18) percent per annum on any amount in excess of One Thousand Five Hundred Dollars ($1,500.00).
>
> **BE IT FURTHER RESOLVED**, that where interest on delinquent tax payments is one dollar ($1.00) or less, payment and collection of said interest is hereby waived."

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

Delinquent Taxes and Tax Title Liens

The delinquent taxes at December 31, 2010 included 2010, 2009, 2008, 2007, 2006, 2004 and 2003 real estate taxes.

The last tax sale was held on September 15, 2010 and was complete.

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

YEAR	NUMBER OF LIENS
2010	12
2010	6
2009	4

Deductions From Taxes

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

Examination of Bills

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

Municipal Court

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

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

Finding 2010-01:

It was noted during our audit that the proper Judge's approval was not present on municipal court time payments. Additionally, it was noted that court personnel were given authority to approve time payments without obtaining the Judge's signature.

Recommendation:

That all time payments be approved by a Judge's signature and signed time payment agreements be maintained for inspection.

Payroll

The examination of the payroll fund included testing the detail computation of various deductions or other credits from the payroll of Township employees, also, the examination ascertained that the accumulated withholdings were distributed to the proper agencies.

Follow-Up of Prior Year Findings

In accordance with Government Auditing Standards, our procedures included a review of all prior year findings. Corrective action was taken on all prior year findings.

Acknowledgment

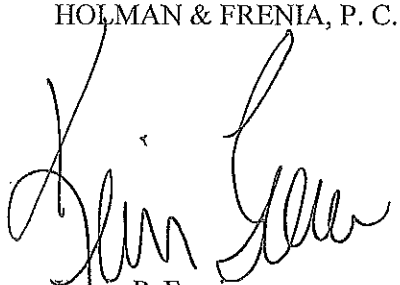
We received the complete cooperation of all the Township Officials and employees and we greatly appreciate the courtesies extended to the members of the audit team.

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

Should you have any questions concerning our comments or recommendations, or should you desire any assistance in implementing our recommendations, please call me.

Respectfully submitted,

HOLMAN & FRENIA, P. C.



Kevin P. Frenia
Certified Public Accountant
Registered Municipal Accountant
No. CR435

Medford Office
June 10, 2011