

COUNTY OF SALEM

STATE OF NEW JERSEY

REPORT OF AUDIT

FOR THE YEAR ENDED DECEMBER 31, 2010



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COUNTY OF SALEM
PART 1
REPORT OF AUDIT OF FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2010

INDEPENDENT AUDITOR'S REPORT

The Honorable Director and
Members of the County Board of Chosen Freeholders
County of Salem
Salem, New Jersey 08079

We have audited the accompanying statements of assets, liabilities, reserves and fund balance -- regulatory basis of the various funds of the County of Salem, State of New Jersey as of December 31, 2010 and 2009, and the related statements of operations and changes in fund balance -- regulatory basis for the years then ended, and the related statement of revenues -- regulatory basis, statement of expenditures -- regulatory basis, and statement of general fixed assets group of accounts for the year ended December 31, 2010. These financial statements are the responsibility of the County'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 as 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 consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control over financial reporting. Accordingly, we express no such opinion. 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.

The financial statements referred to above include the general fixed assets account group, however it was determined that the general fixed asset listing is materially overstated as of December 31, 2010. The actual amount that should be recorded in the general fixed assets account group is not known.

The accounts of the County Board of Social Services are regularly audited by representatives of the Division of Public Welfare, Bureau of Business Services, State Department of Institutions and Agencies and have not been examined as part of this audit. Our audit did not include verification of claims or auditing procedures required to determine that expenditures complied with legal provisions of any agreements for the Hospitalization Self-Insurance Fund, the General Liability Self-Insurance Fund and the Workers' Compensation Self-Insurance Fund. Procedures were limited to the reconciliation of cash. The adequacy of these funds was not determined.

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 on the financial statements of the requirement that the County prepare its financial statements in accordance with the accounting practices 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 County of Salem, State of New Jersey, as of December 31, 2010 and 2009, or the results of its operations and changes in fund balance for the years then ended.

Furthermore, in our opinion, except for the effects on the financial statements of the omissions described in the third and fourth paragraphs, 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 County of Salem, 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, 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.

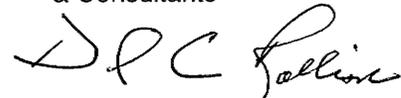
In accordance with Government Auditing Standards, we have also issued our report dated August 26, 2011 on our consideration of the County of Salem, State of New Jersey's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and 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 considered in conjunction with this report in assessing the results of our audit.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County of Salem's basic financial statements. The accompanying schedules of expenditures of federal awards and state financial assistance programs are presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations and State of New Jersey Circular 04-04-OMB, Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid, and are not a required part of the financial statements. In addition, the supplementary 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,



BOWMAN & COMPANY LLP
Certified Public Accountants
& Consultants



David C. Rollison
Certified Public Accountant
Registered Municipal Accountant

Woodbury, New Jersey
August 26, 2011

**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 Director and
Members of the County Board of Chosen Freeholders
County of Salem
Salem, New Jersey 08079

We have audited the financial statements (regulatory basis) of the County of Salem, State of New Jersey, as of and for the year ended December 31, 2010, and have issued our report thereon dated August 26, 2011, which indicated that the financial statements were not prepared in accordance with accounting principles generally accepted in the United States of America but were prepared on a regulatory basis of accounting prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey. In our report, our opinion was qualified with regard to scope limitations of the Social Services Board, Hospitalization Self-Insurance Fund, General Liability Self-Insurance Fund, and the Workers' Compensation Self-Insurance Fund. Furthermore, our opinion was also qualified because the fixed asset balances as of December 31, 2010 are materially misstated. 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 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 County of Salem'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 County's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over financial reporting.

Our consideration of internal control over financial reporting was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses and therefore, there can be no assurance that all deficiencies, significant deficiencies, or material weaknesses have been identified. However, as described in the accompanying Schedule of Findings and Questioned Costs, we identified certain deficiencies in internal control over financial reporting that we consider to be material weaknesses.

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 a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the County's financial statements will not be prevented, or detected and corrected on a timely basis. We consider the following deficiency described in the accompanying Schedule of Findings and Questioned Costs to be material a weakness: *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. We did not consider the finding described in the accompanying Schedule of Findings and Questioned Costs to be a significant deficiency.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the County of Salem's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance or other matters that are required to be reported under Government Auditing Standards and audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs which are described in the accompanying Schedule of Findings and Questioned Costs as findings nos.: *2010-01 and 2010-02*.

The County of Salem's response to the findings identified in our report are described in the accompanying Schedule of Findings and Questioned Costs. We did not audit the County of Salem's responses and, accordingly, we express no opinion on it.

This report is intended solely for the information and use of the management of the County, the Division of Local Government Services, Department of Community Affairs, 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,



BOWMAN & COMPANY LLP
Certified Public Accountants
& Consultants



David C. Rollison
Certified Public Accountant
Registered Municipal Accountant

Woodbury, New Jersey
August 26, 2011

COUNTY OF SALEM
CURRENT FUND
 Statements of Assets, Liabilities, Reserves and Fund Balance--Regulatory Basis
 As of December 31, 2010 and 2009

<u>ASSETS</u>	<u>Ref.</u>	<u>2010</u>	<u>2009</u>
Regular Fund:			
Cash	SA-1	\$ 18,670,301.21	\$ 20,568,129.90
Receivables and Other Assets with Full Reserves:			
Taxes Receivable	SA-2	100,226.44	132,116.45
Revenue Accounts Receivable	SA-3	1,078,659.05	195,737.51
Due from Federal and State Grant Fund	SA-9		1,089,068.35
		<u>1,178,885.49</u>	<u>1,416,922.31</u>
Total Receivables and Other Assets with Full Reserves			
Total Regular Fund		<u>19,849,186.70</u>	<u>21,985,052.21</u>
Federal and State Grant Fund:			
Grants Receivable	SA-6	23,554,744.82	23,565,059.65
Due from Current Fund	SA-9	112,805.04	
		<u>23,667,549.86</u>	<u>23,565,059.65</u>
Total Federal and State Grant Fund			
		<u>\$ 43,516,736.56</u>	<u>\$ 45,550,111.86</u>
<u>LIABILITIES, RESERVES AND FUND BALANCE</u>			
Regular Fund:			
Appropriation Reserves	A-3,SA-4	\$ 3,872,643.76	\$ 4,922,089.29
Reserve for Encumbrances	A-3,SA-4	1,951,767.89	1,669,808.86
Due General Capital Fund	SC-3	474,736.45	510,280.55
Due Federal and State Grant Fund	SA-9	112,805.04	
Reserve for Reconstruction of Various County Roads	SA-4	118,560.65	
Reserve for Type 1 School - Debt Payment	A	71,007.87	71,007.87
Reserve for Payment of Debt	A	439.06	439.06
Reserve for War Veteran's Cemetery and Park	SA-1	6,099.59	10,000.00
Reserve for JACC/CAP	SA-5	127,045.00	109,320.00
		<u>6,735,105.31</u>	<u>7,292,945.63</u>
Reserve for Receivables	A	1,178,885.49	1,416,922.31
Fund Balance	A-1	11,935,195.90	13,275,184.27
Total Regular Fund		<u>19,849,186.70</u>	<u>21,985,052.21</u>
Federal and State Grant Fund:			
Due Current Fund	SA-9		1,089,068.35
Reserve for Encumbrances	SA-8	6,205,075.93	4,130,194.53
Reserve for Appropriated Grants	SA-8	17,298,702.17	18,275,720.16
Reserve for Unappropriated Grants	SA-7	163,771.76	70,076.61
		<u>23,667,549.86</u>	<u>23,565,059.65</u>
Total Federal and State Grant Fund			
		<u>\$ 43,516,736.56</u>	<u>\$ 45,550,111.86</u>

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

COUNTY OF SALEM
CURRENT FUND

Statements of Operations and Changes in Fund Balance -- Regulatory Basis
For the Years Ended December 31, 2010 and 2009

	<u>2010</u>	<u>2009</u>
REVENUE AND OTHER INCOME REALIZED:		
Fund Balance Realized	\$ 7,836,964.82	\$ 6,222,238.81
Miscellaneous Revenue Anticipated	30,849,773.28	31,460,374.55
Receipts from Current Taxes	50,047,770.51	50,144,564.70
Non-Budget Revenues	1,588,464.53	1,666,844.83
Other Credits to Income:		
Collection of Added and Omitted Taxes	169,360.64	371,683.94
Unexpended Balance of Appropriation Reserves	2,986,867.20	4,951,570.89
Cancellation of Grants - Appropriated Reserves	3,186,804.90	53,617.75
Interfunds Returned	1,102,798.30	3,575.00
	<u>97,768,804.18</u>	<u>94,874,470.47</u>
Total Income		
EXPENDITURES:		
Budget Appropriations:		
Operations:		
Salaries and Wages	25,532,989.86	25,484,781.00
Other Expenses	50,852,718.92	48,359,815.46
Capital Improvements	2,080,242.70	4,104,560.65
Debt Service	4,814,856.90	4,591,144.64
Deferred Charges and Statutory Expenditures	5,305,339.55	4,745,433.87
Judgements	400,000.00	400,000.00
Other Debits to Income:		
Interfund Advances		1,089,068.35
Cancellation of Grants Receivable	2,285,679.80	53,617.75
	<u>91,271,827.73</u>	<u>88,828,421.72</u>
Total Expenditures		
Statutory Excess to Fund Balance	6,496,976.45	6,046,048.75
FUND BALANCE:		
Balance January 1	<u>13,275,184.27</u>	<u>13,451,374.33</u>
	19,772,160.72	19,497,423.08
Decreased by:		
Utilized as Revenue	<u>7,836,964.82</u>	<u>6,222,238.81</u>
Balance December 31	<u>\$ 11,935,195.90</u>	<u>\$ 13,275,184.27</u>

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

COUNTY OF SALEM
CURRENT FUND
Statement of Revenues -- Regulatory Basis
For the Year Ended December 31, 2010

	<u>Anticipated</u>		<u>Realized</u>	<u>Excess or (Deficit)</u>
	<u>Budget 2010</u>	<u>Special N.J.S.A. 40A:4-87</u>		
Surplus Anticipated	\$ 7,836,964.82		\$ 7,836,964.82	
Miscellaneous Revenues:				
Local Revenues:				
County Clerk	395,000.00		395,000.00	
Surrogate	45,000.00		45,000.00	
Sheriff	40,000.00		40,000.00	
Interest on Investments and Deposits	950,000.00		501,986.62	\$ (448,013.38)
Refunds - Public Health Department	20,000.00		28,851.62	8,851.62
Planning Board - Development Review Fees	6,000.00		4,756.00	(1,244.00)
Due From Lower Alloways Creek Township	2,322,973.53		2,218,207.43	(104,766.10)
Board of State and Federal Prisoners in County Jail	537,257.00		270,603.30	(266,653.70)
Bail Forfeiture	3,000.70		7,812.50	4,811.80
County Dispatch Service:				
Pennsville Township	37,800.00		37,800.00	
Elmer Borough	1,620.00		1,620.00	
Woodstown Borough	11,000.00		11,000.00	
Inmate Health/Reimbursement to Salem County	2,000.00		2,538.43	538.43
State Aid:				
State Aid - County College Bonds (NJSA 18A:64A-22.6)	395,000.00		405,736.00	10,736.00
Public Health Priority Funding - 1977	75,000.00		47,515.50	(27,484.50)
Debt Service - State Aid (Type I) - Vocational Education Bonds	86,000.00		431,211.00	345,211.00
Debt Service - State Aid (Type I) - Special Services School District	265,000.00		60,208.72	(204,791.28)
State Assumption of Costs of County Social & Welfare Service & Psychiatric Facilities				
Social and Welfare Services (c.66.P.L. 1990):				
Division of Youth and Family Services	1,050,274.00		1,050,274.00	
Supplemental Social Security Income	262,018.00		146,758.00	(115,260.00)
Psychiatric Facilities (c.73.P.L. 1990):				
Maintenance of Patients in State Institutions for Mental Diseases	1,373,423.00		1,350,213.00	(23,210.00)
Maintenance of Patients in State Institutions for Mentally Retarded	2,626,969.00		2,626,969.00	
Division of Developmental Disabilities (DDD)				
Revenue Assessment Program	18,662.00			(18,662.00)
Division of Mental Health Services (DMHS)				
Maintenance Recoveries	1,278.00			(1,278.00)
Special Items of General Revenue Anticipated with Prior Written Consent of Director of				
Local Government Services - Public and Private Revenues Offset with Appropriations				
Area Plan Grant	651,043.00	\$ 320,013.00	971,056.00	
Alcohol and Drug Abuse Services: #03-539-ADA-00-Comprehensive Program	248,896.00		248,896.00	
Alliance to Prevent Alcoholism and Drug Abuse	137,783.00		137,783.00	
Senior Citizen and Disabled Resident Transportation Program	659,045.00		659,045.00	
PASP - Personal Attendant Services	132,847.00		132,847.00	
Prosecutor's Insurance Fraud	124,734.00		124,734.00	
Local Art Program	40,305.00		40,305.00	
Wastewater Management Plan	117,600.00		117,600.00	
Juvenile Justice Commission State/Community Partnership	204,430.00		204,430.00	
Juvenile Justice Commission Family Court Services	101,878.00		101,878.00	
Juvenile Justice Commission Accountability Block Grant	10,994.00		10,994.00	
County Environmental Health Act (CEHA)	141,008.00		141,008.00	
Highway Traffic Safety (CTSP)	52,999.00		52,999.00	
Workforce Development Program	7,655.00		7,655.00	
PSFASC Wastewater Mgmt Plan	190,000.00		190,000.00	
Medical Reserve Support	5,000.00		5,000.00	
Pennsville-Auburn Road, CR 551, Phase III	436,540.00		436,540.00	
SC Roadway Striping Program, Phase II	243,830.00		243,830.00	
NJ Data Exchange	146,895.64		146,895.64	
Multijurisdictional Narcotics Task Force Grant (ARRA)		206,822.00	206,822.00	
Harmersville-Pecks Corner Rd CR 667, Phase II Project		838,085.00	838,085.00	
Body Armor Fund - 2009 Prosecutor's Office		988.36	988.36	
Body Armor Fund - 2010 Prosecutor's Office		2,155.79	2,155.79	
Body Armor Fund - 2009 Sheriff's Office		4,504.54	4,504.54	
Body Armor Fund - 2010 Sheriff's Office		13,667.45	13,667.45	
Disability Program Navigator (DPN)		14,025.00	14,025.00	
Salem Branch Railroad Rehabilitation & Upgrade		491,592.00	491,592.00	
SC Safe Roadways Grant		43,000.00	43,000.00	
SC Community Traffic Safety Program		17,700.00	17,700.00	
Drunk Driving Enforcement Fund		3,000.00	3,000.00	
Senior Farmers' Market Nutrition Program		1,000.00	1,000.00	
5311		347,343.00	347,343.00	
DCA - SCBG - 2010 Salem County/Ranch Hope Sanitary Sewer System		500,000.00	500,000.00	
Prosecutor Victim Witness Advocacy		94,081.00	94,081.00	
Environmental Health Act Grant		30,490.00	30,490.00	
Short Line Track Rehabilitation		81,000.00	81,000.00	
Cancer Education/Early Detection		115,000.00	115,000.00	

(Continued)

Miscellaneous Revenues (Cont'd):
Special Items of General Revenue Anticipated with Prior Written Consent of Director of

COUNTY OF SALEM
CURRENT FUND
Statement of Revenues -- Regulatory Basis
For the Year Ended December 31, 2010

	<u>Anticipated</u>		<u>Realized</u>	<u>Excess or (Deficit)</u>
	<u>Budget 2010</u>	<u>Special N.J.S.A. 40A:4-87</u>		
Local Government Services - Public and Private Revenues Offset with Appropriations (Cont'd)				
WIA Dislocated Worker Program (ARRA)		\$ 110,000.00	\$ 110,000.00	
New Jersey Department of Health - Right to Know Project		8,786.00	8,786.00	
WIA Adult		173,096.00	173,096.00	
WIA Youth		172,226.00	172,226.00	
WIA Dislocated Worker Program		175,709.00	175,709.00	
Work First New Jersey TANF		413,268.00	413,268.00	
Work First New Jersey TANF - Work Verification		18,896.00	18,896.00	
Work First New Jersey TANF - Case Management		99,774.00	99,774.00	
Work First New Jersey GA/FS		188,277.00	188,277.00	
Work First New Jersey GA/FS - Case Management		47,069.00	47,069.00	
Work First New Jersey CAVP & EEI		14,458.00	14,458.00	
2010 County Aid Improvement Program		2,582,000.00	2,582,000.00	
Railroad Replacement Project Phase IV		1,750,000.00	1,750,000.00	
Summer Youth Works Program		71,292.00	71,292.00	
Seven Steps to Freedom Grant		19,811.00	19,811.00	
Reflections on Justice Grant		500.00	500.00	
HIPER Grant		589,658.00	589,658.00	
Salem - Hancocks Bridge Rd, Phase I (CR 658)		1,302,067.00	1,302,067.00	
Pointer-Hawks Bridge Road CR 540 Phase I		1,067,033.00	1,067,033.00	
Title V Delinquency Prevention Program		149,997.00	149,997.00	
FFY 2010 IV-D		354,398.77	354,398.77	
Emergency Management Agency Assistance Grant (EMAA)		50,000.00	50,000.00	
Veterans Transportation Program		13,000.00	13,000.00	
Mental Health Administration		12,000.00	12,000.00	
Special Child Health - Case Management		39,000.00	39,000.00	
Comprehensive Cancer Control Plan		50,000.00	50,000.00	
Special Items of General Revenue Anticipated with Prior Written Consent of Director of				
Local Government Services - Other Special Items				
Additional Fees:				
County Clerk	\$ 185,000.00		97,607.57	\$ (87,392.43)
County Surrogate	25,000.00		27,544.25	2,544.25
County Sheriff	84,132.00		34,267.83	(49,864.17)
Salem County Area Office on Aging	55,000.00		58,000.00	3,000.00
Reserve for JACC/CAP	110,000.00		109,320.00	(680.00)
Salem County Bus Service - NJ Transit Contract	1,100,000.00		1,063,282.76	(36,717.24)
County Welfare Office - Social Services	75,000.00		106,513.59	31,513.59
Rent - Agriculture Building	79,650.00		79,650.00	
Rental - U.S. Rail Inc.	30,000.00			(30,000.00)
911 Rental Tower Space	3,000.00		2,141.61	(858.39)
Bd. Federal Inmates in County Jail	2,544,050.00		2,738,630.67	194,580.67
Gloucester County Alternative Youth Shelter Beds	59,947.60		120,435.00	60,487.40
NEXTEL-Communication Tower	33,000.00		36,000.00	3,000.00
Board of Elections	45,000.00		66,964.04	21,964.04
County Dispatch Services:				
Pennsville Township	22,200.00		22,200.00	
Elmer Borough	1,380.00		1,380.00	
Woodstown Borough	7,000.00		7,000.00	
City of Salem	115,000.00		115,000.00	
Title Section IV-D Reimbursement for State of NJ	108,809.30		229,509.29	120,699.99
Board of State Prisoners in County Jail - Additional	55,868.00			(55,868.00)
Total Miscellaneous Revenues	<u>18,917,794.77</u>	<u>12,596,782.91</u>	<u>30,849,773.28</u>	<u>(664,804.40)</u>
Amount to Be Raised by Taxation - County Purpose Tax	<u>50,047,770.41</u>		<u>50,047,770.51</u>	<u>0.10</u>
Budget Totals	<u>76,802,530.00</u>	<u>12,596,782.91</u>	<u>88,734,508.61</u>	<u>(664,804.30)</u>
Miscellaneous Revenue Not Anticipated			<u>1,588,464.53</u>	<u>1,588,464.53</u>
	<u>\$ 76,802,530.00</u>	<u>\$ 12,596,782.91</u>	<u>\$ 90,322,973.14</u>	<u>\$ 923,660.23</u>
Cash Receipts:				
Revenue Accounts Receivable			\$ 14,490,187.73	
Amount to Be Raised by Taxation			50,047,770.51	
Miscellaneous Revenue Not Anticipated			1,588,464.53	
Federal and State Grants Receivable			16,250,265.55	
Reserve for JACC/CAP			109,320.00	
Surplus Anticipated			<u>7,836,964.82</u>	
			<u>\$ 90,322,973.14</u>	

(Continued)

COUNTY OF SALEM
CURRENT FUND
Statement of Revenues -- Regulatory Basis
For the Year Ended December 31, 2010

Analysis of Realized Revenue

Miscellaneous Revenue Not Anticipated:

Energy Symposium	\$ 22,200.00
Broadband	11,675.00
Bullet Proof Vests	1,740.75
United Networks/Pres Drug Comm	1,728.00
STNJ/State Police - EMA Assistances	50,000.00
2009 Antic Revenue	14,555.75
Summer Youth Workers	1,016.39
Vending Services	255.00
Dept of Interior/2010 Pilt	10,248.00
STNJ/Reimburse Phone OEM	3,895.83
American Water/Attachment of Water Main	75,000.00
STNJ/2010 Constit Officers Reimb	96,200.00
DOJ Treas/Reimb Sheriff and Prosecutor	6,440.18
Election Costs	52,625.93
Road Repairs	6,651.78
Rent	71,500.00
Improvement Authority Monthly IT Support	20,000.00
Workers Compensation Reimbursements	5,411.00
Paint and Spheres	8,313.75
Scrap Metal	2,823.73
Proceeds from On-line County Auction	14,976.32
Fire Marshall Inspections	2,404.35
US Treas/Del Transportation Costs	2,068.85
Cumberland County Share Health Officer	62,118.58
State of NJ Unification Reimbursements	166,486.85
Prosecutor Restitution	5,796.43
Jail Telephone Communications/Miscellaneous	172,313.87
Vending Services	3,073.00
Refunds and Reimbursements of Prior Year Expenses	643,451.80
Miscellaneous Property Tax Relief Program	23,210.00
Miscellaneous	30,283.39
	<hr/>
	<u>\$ 1,588,464.53</u>

Cash Receipts:

Miscellaneous Revenue Not Anticipated	<u>\$ 1,588,464.53</u>
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The accompanying Notes to Financial Statements are an integral part of this statement.

COUNTY OF SALEM
CURRENT FUND
 Statement of Expenditures -- Regulatory Basis
 For the Year Ended December 31, 2010

	Appropriations		Paid or Charged			Unexpended Balance Cancelled
	Budget	Budget After Modification	Expended	Encumbered	Reserved	
<u>General Government</u>						
Administrative and Executive						
Board of Chosen Freeholders						
Salaries and Wages	\$ 175,500.00	\$ 175,500.00	\$ 169,376.85		\$ 6,123.15	
Other Expenses	25,000.00	25,000.00	22,607.84	\$ 151.50	2,240.66	
Purchase Department and Inventory Control						
Salaries and Wages	114,930.00	114,930.00	111,496.80		3,433.20	
Other Expenses	8,500.00	8,500.00	6,894.60	1,392.52	212.88	
Clerk of the Board						
Salaries and Wages	160,616.50	160,616.50	149,560.86		11,055.64	
Other Expenses	30,000.00	30,000.00	19,141.68	5,816.71	5,041.61	
Farmland Preservation						
Salaries and Wages	46,500.00	46,500.00	44,441.13		2,058.87	
Personnel/HR						
Salaries and Wages	327,197.50	327,197.50	307,709.58		19,487.92	
Screening & Compliance Test for Employees	26,000.00	26,000.00	22,499.30	1,234.38	2,266.32	
Other Expenses	54,000.00	54,000.00	31,967.01	18,135.20	3,897.79	
Archives Management						
Salaries and Wages	113,940.50	63,940.50	58,457.13		5,483.37	
Other Expenses	5,100.00	5,100.00	43.20	1,264.45	3,792.35	
Public Information Office						
Salaries and Wages	104,487.50	104,487.50	101,971.61		2,515.89	
Other Expenses	2,000.00	2,000.00	1,236.50	394.75	368.75	
County Clerk						
Salaries and Wages	461,150.00	461,150.00	406,574.55		54,575.45	
Other Expenses	80,000.00	80,000.00	42,161.85	13,477.10	24,361.05	
School Board Elections	90,000.00	90,000.00	47,566.65	10,608.34	31,825.01	
Election Costs	110,000.00	110,000.00	84,166.45	16,272.66	9,560.89	
Board of Elections						
Salaries and Wages	171,200.00	206,200.00	199,658.93		6,541.07	
Other Expenses	160,000.00	160,000.00	122,182.39	35,767.53	2,050.08	
Shared Services						
Other Expenses	6,000.00	6,000.00		1,500.00	4,500.00	
Department of Finance						
County Treasurer's Office						
Salaries and Wages	275,580.00	275,580.00	261,081.15		14,498.85	
Other Expenses	23,000.00	23,000.00	15,063.98	2,438.24	5,497.78	
Bond Cost	5,000.00	5,000.00	4,443.55		556.45	

(Continued)

COUNTY OF SALEM
CURRENT FUND
Statement of Expenditures -- Regulatory Basis
For the Year Ended December 31, 2010

	Appropriations		Paid or Charged			Unexpended Balance Cancelled
	<u>Budget</u>	<u>Budget After Modification</u>	<u>Expended</u>	<u>Encumbered</u>	<u>Reserved</u>	
<u>General Government (Cont'd)</u>						
County Auditor						
Annual Audit Fee	\$ 150,000.00	\$ 150,000.00	\$ 133,689.40	\$ 11,271.60	\$ 5,039.00	
Information Technology Center						
Salaries and Wages	152,725.00	152,725.00	145,548.28		7,176.72	
Other Expenses	317,290.00	317,290.00	182,701.07	134,551.23	37.70	
County Adjuster's Office						
Salaries and Wages	63,860.00	63,860.00	61,059.02		2,800.98	
Other Expenses	18,000.00	40,000.00	13,572.30	26,407.95	19.75	
Board of Taxation						
Salaries and Wages	111,030.00	111,030.00	98,191.73		12,838.27	
Other Expenses	22,825.00	22,825.00	16,755.60	3,265.06	2,804.34	
County Counsel						
Other Expenses	73,400.00	73,400.00	65,154.12	7,043.56	1,202.32	
County Surrogate						
Salaries and Wages	236,360.00	236,360.00	226,748.15		9,611.85	
Other Expenses	9,390.00	9,390.00	7,471.55	1,761.63	156.82	
Agricultural Development Board						
Other Expenses	17,000.00	17,000.00	17,000.00			
Engineer						
Salaries and Wages	333,135.00	333,135.00	321,312.30		11,822.70	
Other Expenses	460,000.00	460,000.00	254,022.24	156,831.58	49,146.18	
Economic Development Office						
Other Expenses	10,000.00	10,000.00	4,157.20	5,737.95	104.85	
Visitor's Center	3,000.00	3,000.00		2,392.59	607.41	
Tourism						
Other Expenses	200,000.00	200,000.00	136,526.65	62,889.15	584.20	
Labor Counsel						
Other Expenses	40,000.00	40,000.00	39,999.96	0.04		
Special Counsel	175,000.00	199,000.00	166,679.61	26,776.51	5,543.88	
Farmland/Open Space	6,300.00	6,300.00	6,300.00			
Cultural and Heritage Commission						
Other Expenses	35,000.00	35,000.00	25,742.03	8,703.70	554.27	
Total General Government	5,010,017.00	5,041,017.00	4,152,934.80	556,085.93	331,996.27	-

(Continued)

COUNTY OF SALEM
CURRENT FUND
 Statement of Expenditures -- Regulatory Basis
 For the Year Ended December 31, 2010

	Appropriations		Paid or Charged			Unexpended Balance Cancelled
	Budget	Budget After Modification	Expended	Encumbered	Reserved	
<u>Land Use Administration</u>						
County Planning Board (R.S 40:27-3)						
Salaries and Wages	\$ 189,982.50	\$ 179,982.50	\$ 165,003.52		\$ 14,978.98	
Other Expenses	30,000.00	30,000.00	12,180.71	\$ 5,722.87	12,096.42	
Contribution to Soil Conservation District (R.S. 4:24-22(i))	4,500.00	4,500.00		1,125.00	3,375.00	
Total Land Use Administration	224,482.50	214,482.50	177,184.23	6,847.87	30,450.40	-
<u>Code Enforcement and Administration</u>						
Weights and Measures						
Salaries and Wages	109,708.00	109,708.00	97,102.23		12,605.77	
Other Expenses	1,500.00	1,500.00	892.22	188.87	418.91	
Total Code Enforcement	111,208.00	111,208.00	97,994.45	188.87	13,024.68	-
<u>Insurance</u>						
Workmen's Compensation	432,960.00	432,960.00	432,960.00			
Other Insurance Premiums	341,748.00	354,385.85	323,199.61		31,186.24	
Self-Insurance AL/GL	263,540.00	263,540.00	257,715.00		5,825.00	
Group Insurance Dental	158,000.00	158,000.00	132,440.04		25,559.96	
Group Insurance Hospitalization	6,907,000.00	6,907,000.00	6,806,901.48		100,098.52	
Contribution to:						
Unemployment Compensation Insurance (N.J.S.A. 43:21-3 et seq.)	65,000.00	65,000.00	65,000.00			
State Disability Insurance	94,500.00	94,500.00	69,134.42		25,365.58	
Total Insurance	8,262,748.00	8,275,385.85	8,087,350.55	-	188,035.30	-
<u>Public Safety Functions</u>						
Safety						
"9-1-1"	8,100.00	8,100.00	4,050.97	3,215.97	833.06	
Salaries and Wages	1,746,500.00	1,596,500.00	1,492,421.34		104,078.66	
Other Expenses	105,800.00	105,800.00	51,192.04	54,607.61	0.35	
"2-1-1" County Contribution	20,000.00	20,000.00	15,000.00	5,000.00		

(Continued)

COUNTY OF SALEM
CURRENT FUND
Statement of Expenditures -- Regulatory Basis
For the Year Ended December 31, 2010

	Appropriations		Paid or Charged			Unexpended Balance Cancelled
	<u>Budget</u>	<u>Budget After Modification</u>	<u>Expended</u>	<u>Encumbered</u>	<u>Reserved</u>	
<u>Public Safety Functions (Cont'd)</u>						
Department of Emergency Services						
Salaries and Wages	\$ 191,245.00	\$ 191,245.00	\$ 191,245.00			
Other Expenses:						
Fire School	81,000.00	81,000.00	63,871.45	\$ 17,118.72	\$ 9.83	
Operations and Training	4,000.00	4,000.00	1,411.36	2,587.94	0.70	
Miscellaneous Other Expenses	31,000.00	31,000.00	21,588.08	9,336.62	75.30	
Aid to Volunteer Rescue and Ambulance Squads (R.S. 40:5-2)	1,000.00	1,000.00	350.00	512.50	137.50	
Fire Marshall						
Other Expenses	10,100.00	10,100.00	5,979.62	3,815.69	304.69	
Sheriff's Office						
Salaries and Wages	2,410,450.00	2,395,450.00	2,269,812.93		125,637.07	
Other Expenses	236,100.00	251,100.00	193,209.23	54,471.43	3,419.34	
Jail						
Salaries and Wages	9,713,519.07	10,213,519.07	9,870,571.17		342,947.90	
Other Expenses	1,885,050.00	2,085,050.00	1,568,506.62	344,160.66	172,382.72	
Bail Forfeitures	5,000.00	5,000.00		1,250.00	3,750.00	
Alternative Youth Shelter						
Other Expenses:						
Contractual - Ranch Hope	551,437.48	551,437.48	551,437.48			
Prosecutor's Office						
Salaries and Wages	3,646,000.00	3,546,000.00	3,310,322.84		235,677.16	
Other Expenses	429,000.00	429,000.00	355,659.36	66,512.30	6,828.34	
County Medical Examiner						
Other Expenses:						
Miscellaneous	165,375.00	167,375.00	125,674.50	10,062.06	31,638.44	
Juvenile Detention and Domestic Relations Court						
Other Expenses	790,000.00	790,000.00	555,991.92	195,502.02	38,506.06	
Total Public Safety Functions	22,030,676.55	22,482,676.55	20,648,295.91	768,153.52	1,066,227.12	-
<u>Public Works Functions</u>						
Street and Road Maintenance						
Roads and Bridges						
Salaries and Wages	1,074,103.55	1,069,103.55	1,022,106.55		46,997.00	
Other Expenses Including Snow Removal	640,000.00	640,000.00	322,419.67	60,224.30	257,356.03	

(Continued)

COUNTY OF SALEM
CURRENT FUND
Statement of Expenditures -- Regulatory Basis
For the Year Ended December 31, 2010

	Appropriations		Paid or Charged			Unexpended Balance Cancelled
	Budget	Budget After Modification	Expended	Encumbered	Reserved	
<u>Public Works Functions (Cont'd)</u>						
Facilities Management						
Salaries and Wages	\$ 1,094,104.24	\$ 1,149,104.24	\$ 1,106,860.05		\$ 42,244.19	
Other Expenses	600,000.00	600,000.00	482,521.55	\$ 76,737.98	40,740.47	
Alterations & Renovations	165,000.00	165,000.00	113,426.23	49,663.19	1,910.58	
Mosquito Extermination Commission (R.S. 26:9-13 et seq)	569,070.00	609,070.00	609,070.00			
Railroad	221,000.00	221,000.00	106,794.58	57,580.72	56,624.70	
Vehicle Maintenance	355,500.00	355,500.00	269,825.05	76,326.51	9,348.44	
Total Public Works Functions	4,718,777.79	4,808,777.79	4,033,023.68	320,532.70	455,221.41	-
<u>Health and Human Services</u>						
War Veterans Burial And Grave Decorations						
Salaries and Wages	7,600.00	7,600.00	7,386.57		213.43	
Other Expenses	17,400.00	17,400.00	9,837.00	6,313.38	1,249.62	
Office on the Disabled						
Salaries and Wages	203,000.00	174,750.00	151,677.68		23,072.32	
Other Expenses	21,240.00	39,490.00	33,374.46	5,679.07	436.47	
Drug & Alcohol Services	9,000.00	9,000.00		4,598.88	4,401.12	
Salem Area Office on Aging	110,000.00	110,000.00	97,536.43	12,339.49	124.08	
Office on Aging Medical Transportation	45,000.00	45,000.00	33,270.12	11,729.88		
JACC / CAP Review	109,320.00	109,320.00				\$ 109,320.00
Reappropriated 2006	232.77	232.77	232.77			
Reappropriated 2007	37,214.77	37,214.77	37,111.42			103.35
Public Health Emergency	5,000.00	5,000.00		1,250.00	3,750.00	
Aid to Salem County Unit New Jersey Association of Retarded Citizens (R.S. 40:23-8.11)						
Other Expenses	9,000.00	9,000.00		2,250.00	6,750.00	
County Welfare Board						
Administration	1,985,566.43	1,985,566.43	1,985,566.43			
Services	175,177.17	175,177.17	175,177.17			
Local:						
Temporary Assistance Needy Family (TANF)	108,668.00	108,668.00	108,668.00			
Assistance to Supplemental Security Income Recipients - State Share	262,018.00	262,018.00	262,018.00			
Alcohol Treatment/County Contributions	30,000.00	30,000.00		29,704.00	296.00	

(Continued)

COUNTY OF SALEM
CURRENT FUND
 Statement of Expenditures -- Regulatory Basis
 For the Year Ended December 31, 2010

	Appropriations		Paid or Charged			Unexpended Balance Cancelled
	Budget	Budget After Modification	Expended	Encumbered	Reserved	
<u>Health and Human Services (Cont'd)</u>						
County Health Service - Interlocal Agreement (40:8A-1 et seq)						
Salaries and Wages	\$ 790,320.00	\$ 790,320.00	\$ 673,389.40		\$ 116,930.60	
Other Expenses:						
Nursing Services	40,000.00	40,000.00	37,658.13	\$ 1,809.47	532.40	
Administrative	47,100.00	47,100.00	12,115.12	5,300.92	29,683.96	
Environmental	26,100.00	26,100.00	19,477.04	4,761.67	1,861.29	
Cumberland County - Priority Health Funding						
Salaries and Wages	40,000.00	40,000.00	37,846.45		2,153.55	
Commission on Women						
Other Expenses	3,000.00	3,000.00	1,460.00	636.50	903.50	
Maintenance of Patients in State Institutions - Mental Diseases (N.J.S.A. 30:4-79)						
State Share	1,373,423.00	1,373,423.00	1,373,423.00			
Local Share	658,680.00	658,680.00	658,680.00			
Maintenance of Patients in State Institutions for the Mentally Retarded (N.J.S.A. 30:4-79)						
State Share	2,626,969.00	2,626,969.00	2,626,969.00			
Mental Health Board (R.S. 30:9A-3)						
Other Expenses	3,000.00	3,000.00	426.63	642.91	1,930.46	
Community Health Law Project	60,000.00	60,000.00	15,633.00	44,367.00		
JACC/CAP 2008	41,394.80	41,394.80	32,122.25			\$ 9,272.55
New Jersey Division of Youth and Family Services						
State Share	1,050,274.00	1,050,274.00	1,050,274.00			
Total Health and Human Services	9,895,697.94	9,885,697.94	9,441,330.07	131,383.17	194,288.80	118,695.90
<u>Parks and Recreation</u>						
Parks and Playgrounds						
Other Expenses	9,000.00	9,000.00	8,870.36	129.64		
Total Parks and Recreation	9,000.00	9,000.00	8,870.36	129.64	-	-

(Continued)

COUNTY OF SALEM
CURRENT FUND
Statement of Expenditures -- Regulatory Basis
For the Year Ended December 31, 2010

	Appropriations		Paid or Charged			Unexpended Balance Cancelled
	Budget	Budget After Modification	Expended	Encumbered	Reserved	
<u>Educational Functions</u>						
Free Library Service to the Aging						
Other Expenses	\$ 125,000.00	\$ 125,000.00	\$ 116,100.00		\$ 8,900.00	
Salem 2000						
Other Expenses	100.00	100.00		\$ 25.00	75.00	
Educational Programs for Employees						
Salaries and Wages	7,000.00	7,000.00	6,702.50		297.50	
Salem County Community College	2,615,798.00	2,615,798.00	2,615,798.00			
Reimbursements for Residents Attending Out-of-County Two-Year Colleges (N.J.S.18A:64A-23)	100,000.00	100,000.00	65,043.98	18,674.63	16,281.39	
County Extension Service - Farm and Home Demonstrations						
Salaries and Wages	195,591.00	195,591.00	186,998.91		8,592.09	
Other Expenses	58,950.00	58,950.00	46,533.28	10,635.72	1,781.00	
Salem County Vocational Tech School	1,792,900.00	1,792,900.00	1,792,900.00			
Office of County Superintendent of Schools						
Salaries and Wages	172,545.00	172,545.00	158,911.66		13,633.34	
Other Expenses	21,600.00	21,600.00	11,461.48	7,671.13	2,467.39	
County Special Services School District Annual Appropriations (N.J.S.A.18A:46-29)	189,600.00	189,600.00	189,600.00			
Total Educational Functions	5,279,084.00	5,279,084.00	5,190,049.81	37,006.48	52,027.71	-
<u>Unclassified</u>						
Veteran's Service Bureau						
Salaries and Wages	32,445.00	32,445.00	29,878.76		2,566.24	
Other Expenses	4,000.00	4,000.00	2,567.30	793.13	639.57	
Accumulated Leave Compensation	109,684.00	109,684.00	106,174.66		3,509.34	
County Transportation						
Other Expenses	25,000.00	25,000.00	20,000.00	5,000.00		
Community Bus Service						
Salaries and Wages	684,230.50	609,230.50	558,368.08		50,862.42	
Other Expenses	319,450.00	319,450.00	302,675.72	1,327.48	15,446.80	
Utilities	2,400,000.00	2,400,000.00	1,807,223.78	124,030.41	468,745.81	
Total Unclassified	3,574,809.50	3,499,809.50	2,826,888.30	131,151.02	541,770.18	-

(Continued)

COUNTY OF SALEM
CURRENT FUND
 Statement of Expenditures -- Regulatory Basis
 For the Year Ended December 31, 2010

	Appropriations		Paid or Charged			Unexpended Balance Cancelled
	Budget	Budget After Modification	Expended	Encumbered	Reserved	
<u>State and Federal Programs Off-Set by Revenues:</u>						
Area Plan Grant	\$ 651,043.00	\$ 971,056.00	\$ 971,056.00			
Alcohol and Drug Abuse Services						
#00-582-ADA-00-Comprehensive Program						
State Share	248,896.00	248,896.00	248,896.00			
Local Share	19,890.00	19,890.00	19,890.00			
Alliance to Prevent Alcohol and Drug Abuse	137,783.00	137,783.00	137,783.00			
Senior Citizen and Disabled Residents						
Transportation Assistance Act	659,045.00	659,045.00	659,045.00			
PASP - Personal Attendant Services	132,847.00	132,847.00	132,847.00			
Prosecutor Insurance Fraud Reimbursement	124,734.00	124,734.00	124,734.00			
New Jersey State Council Local Arts						
State Share	40,305.00	40,305.00	40,305.00			
Matching Funds for Grants	678,888.00	575,888.00	207,374.00		\$ 368,514.00	
Wastewater Management Plan	117,600.00	117,600.00	117,600.00			
Juvenile Justice Commission/Community Partners	204,430.00	204,430.00	204,430.00			
Juvenile Justice Commission Family Court Services	101,878.00	101,878.00	101,878.00			
Juvenile Justice Commission Accountability Block Grant						
State Share	10,994.00	10,994.00	10,994.00			
Local Share	1,222.00	1,222.00	1,222.00			
Reflections on Justice Grant		500.00	500.00			
County Environmental Health Act (CEHA)	141,008.00	171,498.00	171,498.00			
Highway Traffic Safety (CTSP)	52,999.00	52,999.00	52,999.00			
Workforce Development Program	7,655.00	7,655.00	7,655.00			
PSFASC Wastewater Mgmt Plan	190,000.00	190,000.00	190,000.00			
Medical Reserve Support	5,000.00	5,000.00	5,000.00			
Multi-Jurisdictional Gang, Gun & Narcotics Task Force Program		206,822.00	206,822.00			
NJ Department of Transportation - Harmersville - Pecks Corner Rd.		838,085.00	838,085.00			
Body Armor Fund - 2009 Prosecutor's Office		988.36	988.36			
Body Armor Fund - 2010 Prosecutor's Office		2,155.79	2,155.79			
Body Armor Fund - 2009 Sheriff's Office		4,504.54	4,504.54			
Body Armor Fund - 2010 Sheriff's Office		13,667.45	13,667.45			
Disability Program Navigator (DPN)		14,025.00	14,025.00			
Salem Branch Railroad Rehabilitation & Upgrade		491,592.00	491,592.00			
Prosecutor Victim Witness Advocacy		94,081.00	94,081.00			
Drunk Driving Enforcement Fund		3,000.00	3,000.00			
Salem County Safe Roadways Grant		43,000.00	43,000.00			
DCA - SCBG - 2010 Salem County/Ranch Hope Sanitary Sewer System		500,000.00	500,000.00			
Railroad Replacement Project Phase IV		1,750,000.00	1,750,000.00			
Summer Youth Works Program		71,292.00	71,292.00			
Veterans Transportation Program		13,000.00	13,000.00			
SC Community Traffic Safety Program		17,700.00	17,700.00			

(Continued)

COUNTY OF SALEM
CURRENT FUND
Statement of Expenditures -- Regulatory Basis
For the Year Ended December 31, 2010

	Appropriations		Paid or Charged			Unexpended Balance Cancelled
	<u>Budget</u>	<u>Budget After Modification</u>	<u>Expended</u>	<u>Encumbered</u>	<u>Reserved</u>	
<u>State and Federal Programs Off-Set by Revenues (Cont'd)</u>						
Work First New Jersey - TANF		\$ 413,268.00	\$ 413,268.00			
Workforce Investment Act - Adult		173,096.00	173,096.00			
Workforce Investment Act - Youth		172,226.00	172,226.00			
Workforce Investment Act - Dislocated Worker		175,709.00	175,709.00			
WIA Dislocated Worker Program (ARRA)		110,000.00	110,000.00			
Emergency Management Agency Assitance Grant (EMMA)		50,000.00	50,000.00			
Work First New Jersey TANF - Work Verification		18,896.00	18,896.00			
Work First New Jersey TANF - Case Management		99,774.00	99,774.00			
Public Health Preparedness & Response for Bioterrorism		573,778.00	573,778.00			
Special Child Health & Early Intervention		54,880.00	54,880.00			
FFY 2010 IV-D		354,398.77	354,398.77			
Cancer Education & Early Detection Program		115,000.00	115,000.00			
Senior Farmers' Market Nutrition Program		1,000.00	1,000.00			
5311		347,343.00	347,343.00			
Short Line Track Rehabilitation State Share		81,000.00	81,000.00			
NJ Department of Transportation - Salem-Hancocks Bridge Phase I		1,093,467.00	1,093,467.00			
NJ Department of Transportation - Pointer-Hawks Bridge Phase I		1,067,033.00	1,067,033.00			
NJ Department of Transportation - Salem-Hancocks Bridge PE I		208,600.00	208,600.00			
Title V Delinquency Prevention Program		149,997.00	149,997.00			
New Jersey Department of Health - Right to Know Project		8,786.00	8,786.00			
Work First New Jersey GA/FS		188,277.00	188,277.00			
Work First New Jersey GA/FS - Case Management		47,069.00	47,069.00			
Work First New Jersey CAVP & EEI		14,458.00	14,458.00			
NJ Transportation Trust Fund Authority - 2010 County Aid Improvement Program		2,582,000.00	2,582,000.00			
Mental Health Administration		12,000.00	12,000.00			
Seven Steps to Freedom Grant		19,811.00	19,811.00			
Pennsville-Auburn Road, CR 551, Phase III	\$ 436,540.00	436,540.00	436,540.00			
S COUNT Coordinator	243,830.00	243,830.00	243,830.00			
NJ Data Exchange	146,895.64	146,895.64	146,895.64			
Comprehensive Cancer Control Plan		50,000.00	50,000.00			
Total State and Federal Programs Off-Set by Revenues	4,353,482.64	16,847,265.55	16,478,751.55	-	\$ 368,514.00	-

(Continued)

COUNTY OF SALEM
CURRENT FUND
Statement of Expenditures -- Regulatory Basis
For the Year Ended December 31, 2010

	Appropriations		Paid or Charged			Unexpended Balance Cancelled
	Budget	Budget After Modification	Expended	Encumbered	Reserved	
Total Operations	\$ 63,469,983.92	\$ 76,454,404.68	\$ 71,142,673.71	\$ 1,951,479.20	\$ 3,241,555.87	\$ 118,695.90
Contingent	50,000.00	50,000.00	4,130.48	288.69	45,580.83	
Total Operations Including Contingent	63,519,983.92	76,504,404.68	71,146,804.19	1,951,767.89	3,287,136.70	118,695.90
Detail:						
Salaries & Wages	25,376,239.86	25,532,989.86	24,203,504.80	12,339.49	1,317,145.57	-
Other Expenses (Including Contingent)	38,143,744.06	50,971,414.82	46,943,299.39	1,939,428.40	1,969,991.13	118,695.90
<u>Capital Improvements</u>						
Capital Improvement Fund	2,070,000.00	2,070,000.00	2,070,000.00			
Interest Earned on N.J. Department of Transportation Grant Funds - (County Aid Improvement Program): Reconstruction of Various County Roads	10,242.70	10,242.70			10,242.70	
Total Capital Improvements	2,080,242.70	2,080,242.70	2,070,000.00	-	10,242.70	-
<u>County Debt Service</u>						
Payment of Bond Principal						
County College Bonds	285,000.00	285,000.00	285,000.00			
Other Bonds	1,771,400.00	1,771,400.00	1,771,400.00			
Interest on Bonds						
County College Bonds	82,980.00	82,980.00	78,139.05			4,840.95
Other Bonds	984,000.00	984,000.00	897,639.10			86,360.90
Interest on Notes						
Other	11,250.00	11,250.00	11,218.75			31.25
Dam Restoration Program NJAC 7:24A-1 ET SEQ						
Loan Repayments for Principal and Interest	44,500.00	44,500.00				44,500.00
Salem County Improvement Authority - County Jail	1,771,460.00	1,771,460.00	1,771,460.00			
Salem County Improvement Authority - Additional Rent Payment: County Jail	20,000.00	20,000.00				20,000.00
Total County Debt Service	4,970,590.00	4,970,590.00	4,814,856.90	-	-	155,733.10

(Continued)

COUNTY OF SALEM
CURRENT FUND
 Statement of Expenditures -- Regulatory Basis
 For the Year Ended December 31, 2010

	Appropriations		Paid or Charged			Unexpended Balance Cancelled
	Budget	Budget After Modification	Expended	Encumbered	Reserved	
<u>Deferred Charges and Statutory Expenditures -- County</u>						
Prior Years' Bills:						
2002 RVCR - Michael Baker, Jr. Inc.	\$ 5,750.00	\$ 5,750.00				\$ 5,750.00
2005 RVCR- Michael Baker Jr.Inc	14,990.78	14,990.78	\$ 14,990.78			
2006 RVCR - WJ Castle , PE & Assoc. PC	5,500.00	5,500.00				5,500.00
2006 PYB Prosecutor UMDNJ Sch OsteoPathic Medicine	300.00	300.00				300.00
2007 Surrogate - Printers of Salem County	1,000.00	1,000.00				1,000.00
2007 RVCR WJ Castle/PE Associates	13,422.93	13,422.93				13,422.93
2007 RVCR South State	22,273.60	22,273.60				22,273.60
2007 RVCR Federici & Aikin PA	2,407.10	2,407.10				2,407.10
2008 Jail - Doctors of Emergency Services	340.00	340.00				340.00
2008 Jail - Christiana Care Health Services	16,062.13	16,062.13				16,062.13
2008 Cultural & Heritage - Reggie Scott & Assoc.	1,100.00	1,100.00				1,100.00
2008 Engineer - Federici & Akin PA	1,902.94	1,902.94	125.00			1,777.94
2008 Engineer - Craig Test Boring	22,800.00	22,800.00				22,800.00
2008 Engineer - Adams Rehmann & Heggan	15,184.57	15,184.57	15,184.57			
2008 Prosecutor - Co. Prosecutors Assoc. of NJ	264.00	264.00				264.00
2008 Railroad - Reminton, Vernick & Walberg	49,751.77	49,751.77	4,013.49			45,738.28
2008 Surrogate - Minolta Corp	190.92	190.92				190.92
2009 Engineer - McCormick Taylor Inc.	2,559.41	2,559.41	2,559.41			
Statutory Expenditures						
Contribution to:						
Public Employees' Retirement System	1,085,839.00	1,093,539.00	1,033,258.15		\$ 60,280.85	
Police and Firemen's Retirement System	1,886,101.00	1,886,101.00	1,886,101.00			
Social Security System (O.A.S.I.)	2,583,973.23	2,288,635.38	1,983,651.87		304,983.51	
Total Deferred Charges and Statutory Expenditures - County						
	5,731,713.38	5,444,075.53	4,940,075.19	-	365,264.36	138,735.98
Judgements						
	500,000.00	400,000.00	190,000.00		210,000.00	
Total General Appropriations						
	<u>\$ 76,802,530.00</u>	<u>\$ 89,399,312.91</u>	<u>\$ 83,161,736.28</u>	<u>\$ 1,951,767.89</u>	<u>\$ 3,872,643.76</u>	<u>\$ 413,164.98</u>
Original Budget						
Appropriated by N.J.S.A. 40A-87		\$ 76,802,530.00				
Reserve for Federal and State Grants Funds - Appropriated		12,596,782.91				
Due General Capital Fund			\$ 16,250,265.55			
Disbursed by General Capital Fund			370,000.00			
Reimbursements			21,754.61			
Disbursed			(1,254,484.22)			
			67,774,200.34			
		<u>\$ 89,399,312.91</u>	<u>\$ 83,161,736.28</u>			

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

COUNTY OF SALEM
TRUST FUND
 Statements of Assets, Liabilities and Reserves--Regulatory Basis
 As of December 31, 2010 and 2009

<u>ASSETS</u>	<u>Ref.</u>	<u>Balance</u> <u>Dec. 31, 2010</u>	<u>Balance</u> <u>Dec. 31, 2009</u>
Trust Other Funds:			
Cash - Treasurer	SB-1	\$ 5,818,115.66	\$ 7,292,553.78
Mortgages Receivable	SB-2	416,470.51	246,854.36
		<u>6,234,586.17</u>	<u>7,539,408.14</u>
Open Space and Farmland Preservation Trust:			
Cash - Treasurer	SB-1	3,096,603.95	2,692,233.16
Taxes Receivable	SB-6	2,371.67	-
		<u>3,098,975.62</u>	<u>2,692,233.16</u>
Total Trust Funds		<u>\$ 9,333,561.79</u>	<u>\$ 10,231,641.30</u>
<u>LIABILITIES AND RESERVES</u>			
Trust Other Funds:			
Reserve for Encumbrances	SB-5	\$ 330,179.71	\$ 477,394.13
Reserve for:			
911	SB-4	262.45	262.45
Accumulated Absences Trust	SB-4	1,777,068.65	1,697,637.78
Audio Visual Commission	SB-4	85,855.52	78,309.37
B.F. Goodrich	SB-4	16,285.51	16,043.20
Commodities Resale Program	SB-4	195,460.83	103,508.05
County Auction	SB-4	10,593.22	10,285.06
County Clerk	SB-4	394,468.74	413,095.66
Engineering Escrow	SB-4	16,134.25	16,759.25
Environmental Enforcement	SB-4	535,252.76	484,986.81
Hospitalization	SB-4	220,530.30	399,626.52
Housing Revitalization	SB-4	80,177.75	78,984.81
Motor Vehicle Fines	SB-4	90,189.25	927,847.83
Net Payroll Account	SB-4	1,812.18	12,169.34
Parvin Bequest	SB-4	16,345.22	18,104.90
Payroll Agency	SB-4	220,930.79	208,871.78
Performance Bond - J Dare Development	SB-4	13,090.00	13,090.00
Performance Bond - Woods Laurel Hills	SB-4	3,375.00	3,375.00
Personal Attendant Service (PASP)	SB-4	19,448.61	18,117.57
Prosecutor's Office:	SB-4	-	
Asset Maintenance Account	SB-4	14,274.61	11,730.40
Auto Law Enforcement Trust Account	SB-4	4,451.28	3,946.88
County Law Enforcement Trust Account	SB-4	103,832.16	78,618.02
Federal County Law Enforcement Trust Account	SB-4	102,126.51	77,947.52
Municipal Law Enforcement Trust Account	SB-4	44,814.52	43,254.19
Seized Assets Trust Account	SB-4	134,915.34	326,631.07

(Continued)

Trust Other Funds (Cont'd):
 Reserves (Cont'd):

COUNTY OF SALEM
TRUST FUND
 Statements of Assets, Liabilities and Reserves--Regulatory Basis
 As of December 31, 2010 and 2009

	<u>Ref.</u>	<u>Balance</u> <u>Dec. 31, 2010</u>	<u>Balance</u> <u>Dec. 31, 2009</u>
Revolving Loan	SB-4	\$ 490,506.01	\$ 357,278.95
Road Opening Deposits	SB-4	49,089.44	46,309.44
SCAPG - Nutrition Program	SB-4	867.98	430.00
SCAPG - Parvin	SB-4	18,341.59	13,822.83
Sheriff's Trust	SB-4	32,955.69	27,706.21
Self Insurance	SB-4	612,164.69	929,250.17
Surrogate Fees	SB-4	31,361.92	21,619.19
Tax Appeals Filing Fees	SB-4	18,429.38	11,757.87
Unemployment Claims	SB-4	432,857.77	521,984.33
Weights & Measures	SB-4	56,381.25	42,257.29
Worker's Compensation	SB-4	59,755.29	46,394.27
		<u>6,234,586.17</u>	<u>7,539,408.14</u>
Open Space and Farmland Preservation Trust			
Reserve for Open Space and Farmland Preservation	SB-7	<u>3,098,975.62</u>	<u>2,692,233.16</u>
		<u>3,098,975.62</u>	<u>2,692,233.16</u>
		<u>\$ 9,333,561.79</u>	<u>\$ 10,231,641.30</u>

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

COUNTY OF SALEM
TRUST FUND - OPEN SPACE AND FARMLAND PRESERVATION
Statement of Revenues and Other Credits to Income--Regulatory Basis
For the Year Ended December 31, 2010

	Anticipated <u>Budget</u>	<u>Realized</u>	Excess <u>(Deficit)</u>
Amount to be Raised by Taxation	\$ 1,167,814.27	\$ 1,148,880.85	\$ (18,933.42)
Miscellaneous		53,050.99	53,050.99
Total Open Space Revenues	<u>\$ 1,167,814.27</u>	<u>\$ 1,201,931.84</u>	<u>\$ 34,117.57</u>

Analysis of Realized Revenues

Amount to be Raised by Taxation:

Receipts:

Open Space Tax Levy

\$ 1,144,973.00

Added and Omitted Tax Levy

3,907.85

\$ 1,148,880.85

Miscellaneous:

Receipts:

Taxes on Leased County Land

5,198.57

Interest on Deposits

47,852.42

\$ 53,050.99

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

COUNTY OF SALEM
TRUST FUND - OPEN SPACE AND FARMLAND PRESERVATION
Statement of Expenditures and Other Charges to Income--Regulatory Basis
For the Year Ended December 31, 2010

	<u>Appropriations</u>		<u>Paid or Charged</u>	<u>Reserved</u>	<u>Balance Cancelled</u>
	<u>Original Budget</u>	<u>Budget After Modification</u>			
Debt Service:					
Payment of Bond Principal	\$ 408,600.00	\$ 408,600.00	\$ 408,600.00		
Interest on Bonds	379,684.00	379,684.00	379,683.55		\$ 0.45
Reserve for Future Use	<u>379,530.27</u>	<u>379,530.27</u>	<u>379,530.27</u>		
	<u>\$ 1,167,814.27</u>	<u>\$ 1,167,814.27</u>	<u>\$ 1,167,813.82</u>	<u>\$ -</u>	<u>\$ 0.45</u>

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

COUNTY OF SALEM
GENERAL CAPITAL FUND
 Statements of Assets, Liabilities, Reserves and Fund Balance--Regulatory Basis
 As of December 31, 2010 and 2009

<u>ASSETS</u>	<u>Ref.</u>	<u>Balance Dec. 31, 2010</u>	<u>Balance Dec. 31, 2009</u>
Cash	SC-1	\$ 11,586,391.24	\$ 15,343,164.97
Dam Restoration Loan Receivable	SC-2	1,300,000.00	1,300,000.00
Due from Current Fund	SC-3	474,736.45	510,280.55
Due from Pollution Control Financing Authority of Salem County	SC-2		464,825.36
Deferred Charges to Future Taxation:			
Funded	SC-4	34,063,000.00	36,528,000.00
Unfunded	SC-5	9,150,000.00	2,850,000.00
		<u>\$ 56,574,127.69</u>	<u>\$ 56,996,270.88</u>
 <u>LIABILITIES, RESERVES AND FUND BALANCE</u>			
Overdraft - Bond Funds Held by Trustee	SC-2	\$ 12,490.51	\$ 12,490.51
Serial Bonds Payable	SC-7	32,763,000.00	35,228,000.00
Bond Anticipation Notes Payable	SC-11	500,000.00	500,000.00
Improvement Authorizations:			
Funded	SC-6	10,919,037.30	12,698,432.53
Unfunded	SC-6	9,150,000.00	2,850,000.00
Contracts Payable	SC-8	1,625,423.15	3,751,450.09
Dam Restoration Loan Payable	SC-10	1,300,000.00	1,300,000.00
Reserve for Payment of Debt	SC-2	240.00	240.00
Capital Improvement Fund	SC-9	303,936.73	655,657.75
		<u>\$ 56,574,127.69</u>	<u>\$ 56,996,270.88</u>

There were Bonds and Notes authorized, but not issued in the amount of \$8,650,000.00 and \$2,350,000.00 for the years ended December 31, 2010 and 2009, respectively.

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

COUNTY OF SALEM
GENERAL FIXED ASSETS ACCOUNT GROUP
Statement of General Fixed Asset Groups of Accounts -- Regulatory Basis
For the Year Ending December 31, 2010

	<u>Balance</u> <u>Dec. 31, 2009</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>Dec. 31, 2010</u>
General Fixed Assets:				
Land and Buildings	\$ 20,969,323.23	\$ 1,400,000.00	\$ 1,700,000.00	\$ 20,669,323.23
Equipment and Vehicle	<u>10,846,881.09</u>	<u>1,323,453.33</u>	<u>108,729.00</u>	<u>12,061,605.42</u>
Total General Fixed Assets	<u>\$ 31,816,204.32</u>	<u>\$ 2,723,453.33</u>	<u>\$ 1,808,729.00</u>	<u>\$ 32,730,928.65</u>
Total Investment in General Fixed Assets	<u>\$ 31,816,204.32</u>	<u>\$ 2,723,453.33</u>	<u>\$ 1,808,729.00</u>	<u>\$ 32,730,928.65</u>

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

COUNTY OF SALEM
Notes to Financial Statements
For the Year Ended December 31, 2010

Note 1: **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

Description of Financial Reporting Entity - The County of Salem was incorporated on February 13, 1798. It is located in the southwest corner of New Jersey and covers approximately 350 square miles. The County of Gloucester is on the County's northern side and the County of Cumberland forms the eastern and southeastern border of the County.

The County's geographic makeup consists of State Parks, Fish and Wildlife Management Areas, Government Facilities, and meadows or low-lying areas. Forty-eight percent is devoted to agriculture, thirteen percent is developed for residential use (approximately 9,000 acres), and commercial and industrial use (approximately 6,500 acres). The New Jersey Turnpike travels through the County.

In Salem County there are fifteen political subdivisions, consisting of one city, eleven townships and three boroughs. The population of the County of Salem according to the official 2010 census is 66,083.

The County government operates under a seven member Board of Chosen Freeholders, elected at-large by the voters of the County. A Freeholder, under old English rule, was a person who owned property outright, free of debt, and therefore was deemed to be a leading citizen, eligible for membership on the governing body. Under present form of government, the property rule as a qualification for holding office has been abolished. Each member is elected to a term of three years. A director and deputy director are selected from their membership at the first meeting of each year. The Freeholders have both administrative and policy-making powers.

Component Units - The financial statements of the component units of the County of Salem are not presented in accordance with Governmental Accounting Standards Board Statement No. 14. If the provisions of GASBS No. 14 had been complied with, the financial statements of the following component units would have been either blended or discretely presented with the financial statements of the County, the primary government:

Salem County Improvement Authority
 199 East Broadway
 Salem, NJ 08079

Salem Community College
 460 Hollywood Avenue
 Carneys Point, NJ 08069

Salem County Vocational-
 Technical Schools
 Salem-Woodstown Road
 Woodstown, New Jersey 08098

Special Services School
 District of the County of Salem
 328-B North Broadway
 Pennsville, New Jersey 08070

Pollution Control Financing Authority
 94 Market Street
 Salem, NJ 08079

Annual financial reports may be inspected directly at the offices of these component units during regular business hours.

Note 1: **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**

Basis of Accounting, Measurement Focus and Basis of Presentation - The financial statements of the County of Salem contain all funds and account groups in accordance with the "Requirements of Audit" as promulgated by the State of New Jersey, Department of Community Affairs, Division of Local Government Services. The principles and practices established by the Requirements of Audit 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. Generally, the financial statements are presented using the flow of current financial resources measurement focus and modified accrual basis of accounting with minor exceptions as mandated by these "Requirements". In addition, the prescribed accounting principles previously referred to differ in certain respects from accounting principles generally accepted in the United States of America applicable to local government units. The more significant differences are explained in this Note.

In accordance with the "Requirements", the County of Salem accounts for its financial transactions through the use of separate funds, which are described as follows:

Current Fund - The Current Fund accounts for resources and expenditures for governmental operations of a general nature, including Federal and State grant funds.

Trust Funds - The various Trust Funds account for receipts, custodianship and disbursement of funds in accordance with the purpose for which each reserve was created.

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

Budgets and Budgetary Accounting - The County of Salem must adopt an annual budget for its current fund in accordance with N.J.S.A. 40A:4 et seq. N.J.S.A. 40A:4-5 requires the governing body to introduce and approve the annual county budget no later than January 26 of each year. At introduction, the governing body shall fix the time and place for a public hearing on the budget and must advertise the time and place at least ten days prior to the hearing in a newspaper published and circulating in the county. The public hearing must not be held less than twenty-eight days after the date the budget was introduced. After the hearing has been held, the governing body may, by majority vote, adopt the budget or may amend the budget in accordance with N.J.S.A. 40A:4-9. Amendments to adopted budgets, if any, are detailed in the statements of revenues and expenditures.

An extension of the statutory dates for introduction, approval and adoption of the county budget may be granted by the Director of the Division of Local Government Services, with the permission of Local Finance Board.

Budgets are adopted on the same basis of accounting utilized for the preparation of the County's financial statements.

Cash, Cash Equivalents and Investments - Cash and cash equivalents include petty cash, change funds and cash on deposit with public depositories. All certificates of deposit are recorded as cash regardless of the date of maturity. Investments are stated at cost. Consequently, unrealized gain or loss on investments has not been recorded in accordance with Governmental Accounting Standards Board Statement No. 31.

Note 1: **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**

Cash, Cash Equivalents and Investments (Cont'd) - New Jersey municipal units are required by N.J.S.A. 40A:5-14 to deposit public funds in a bank or trust company having its place of business in the State of New Jersey and organized under the laws of the United States or of the State of New Jersey or in the New Jersey Cash Management Fund. N.J.S.A. 40A:5-15.1 provides a list of investments which may be purchased by New Jersey municipal units. In addition, other State statutes permit investments in obligations issued by local authorities and other state agencies.

N.J.S.A. 17:9-41 et seq. establishes the requirements for the security of deposits of governmental units. The statute requires that no governmental unit shall deposit public funds in a public depository unless such funds are secured in accordance with the Governmental Unit Deposit Protection Act ("GUDPA"), a multiple financial institutional collateral pool, which was enacted in 1970 to protect governmental units from a loss of funds on deposit with a failed banking institution in New Jersey. Public depositories include State or federally chartered banks, savings banks or associations located in or having a branch office in the State of New Jersey, the deposits of which are federally insured. All public depositories must pledge collateral, having a market value at least equal to five percent of the average daily balance of collected public funds, to secure the deposits of Governmental Units. If a public depository fails, the collateral it has pledged, plus the collateral of all other public depositories, is available to pay the amount of their deposits to the Governmental Units.

The cash management plan adopted by the County of Salem requires it to deposit funds in public depositories protected from loss under the provisions of the Act.

Interfunds - Interfund receivables and payables that arise from transactions between funds are recorded by all funds affected by such transactions in the period in which the transaction is executed. 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.

Inventories of Supplies - The costs of inventories of supplies for all funds are recorded as expenditures at the time individual items are purchased. The costs of inventories are not included on the various statements of assets, liabilities, reserves and fund balance.

General Fixed Assets - Accounting for Governmental Fixed Assets, as required by N.J.A.C. 5:30-5.6, differs in certain respects from accounting principles generally accepted in the United States of America. In accordance with the regulations, all local units, including municipalities, must maintain a general fixed assets reporting system that establishes and maintains a physical inventory of nonexpendable, tangible property as defined and limited by the U.S. Office of Management and Budget Circular A-87 (Attachment B, Section 19), except that the useful life of such property is at least five years. The County has adopted a capitalization threshold of \$5,000, the maximum amount allowed by the Circular. Generally, assets are valued at historical cost; however, assets acquired prior to December 31, 1985 are valued at actual historical cost or estimated historical cost. No depreciation of general fixed assets is recorded. Donated general fixed assets are recorded at their estimated fair market value on the acquisition date. Interest costs relative to the acquisition of general fixed assets are recorded as expenditures when paid. Public domain ("infrastructure") general fixed assets consisting of certain improvements such as roads, bridges, curbs and gutters, streets and sidewalks and drainage systems are not capitalized. Expenditures for construction in progress are recorded in the Capital Funds until such time as the construction is completed and put into operation. The County is required to maintain a subsidiary ledger detailing fixed assets records to control additions, retirements and transfers of fixed assets. In addition, a Statement of General Fixed Assets, reflecting the activity for the year, must be included in the County's basic financial statements.

Note 1: **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**

General Fixed Assets (Cont'd) - The regulations require that general fixed assets, whether constructed or acquired through purchase, grant or gift be included in the aforementioned inventory. In addition, property management standards must be maintained that includes accurate records indicating asset description, source, ownership, acquisition cost and date, the percentage of Federal participation (if any), and the location, use, and condition of the asset. Periodically, physical inventories must be taken and reconciled with these records. Lastly, all fixed assets must be adequately controlled to safeguard against loss, damage or theft.

Deferred Charges - The recognition of certain expenditures is deferred to future periods. These expenditures, or deferred charges, are generally overexpenditures of legally adopted budget appropriations or emergency appropriations made in accordance with N.J.S.A. 40A:4-46 et seq. Deferred charges are subsequently raised as items of appropriation in budgets of succeeding years.

Fund Balance - Fund Balance included in the current fund represents amounts available for anticipation as revenue in future years budgets, with certain restrictions.

Revenues – Revenues are recorded when received in cash except for certain amounts which are due from other governmental units. Revenue from Federal and State grants are realized when anticipated as such in the County's budget. Receivables for property taxes are recorded with offsetting reserves on the statement of assets, liabilities, reserves and fund balance of the County's Current Fund; accordingly, such amounts are not recorded as revenue until collected. Other amounts that are due the county which are susceptible to accrual are also recorded as receivables with offsetting reserves and recorded as revenue when received.

County Taxes – Every municipality is responsible for levying, collecting and remitting county taxes for the County of Salem. Property tax revenues are collected in quarterly installments due February 1, May 1, August 1, and November 1 and are due and payable to the County of Salem by February 15, May 15, August 15, and November 15. Operations for every municipality are charged for the amount due the County for the year, based upon the ratables required to be certified to the County Board of Taxation by January 10 of the current year. In addition, operations for every municipality are charged for the County share of Added and Omitted Taxes certified to the County Board of Taxation by October 10 of the current year and due to be paid to the County by February 15 of the following year.

Expenditures - Expenditures are recorded on the "budgetary" basis of accounting. Generally, expenditures are recorded when paid. However, for charges to amounts appropriated for "other expenses", an amount is encumbered through the issuance of a numerically controlled purchase order or when a contract is executed in accordance with N.J.A.C. 5:30-5.2. When encumbered charges are paid, the amount encumbered is simultaneously liquidated in its original amount. Encumbrances are offset by an account entitled reserve for encumbrances. The reserve is classified as a cash liability under New Jersey municipal accounting. At December 31, this reserve represents the portion of appropriation reserves that has been encumbered and is subject to the same provisions as appropriation reserves.

Appropriations for principal payments on outstanding general capital bonds and notes are provided on the cash basis; interest on general capital indebtedness is also on the cash basis.

Appropriation Reserves - Appropriation reserves covering unexpended appropriation balances are automatically created at year-end 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.

Note 1: **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**

Long-Term Debt - Long-Term Debt, relative to the acquisition of capital assets, is recorded as a liability in the General Capital Fund.

Compensated Absences and Postemployment Benefits - Compensated absences for vacation, sick leave and other compensated absences are recorded and provided for in the annual budget in the year in which they are paid, on a pay-as-you-go basis. Likewise, no accrual is made for post-employment benefits, if any, which are also funded on a pay-as-you-go basis.

Note 2: **CASH AND CASH EQUIVALENTS**

Custodial Credit Risk Related to Deposits - Custodial credit risk is the risk that, in the event of a bank failure, the County's deposits might not be recovered. Although the County does not have a formal policy regarding custodial credit risk, N.J.S.A. 17:9-41 et seq. requires that governmental units shall deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act (GUDPA). Under the Act, the first \$250,000 of governmental deposits in each insured depository is protected by the Federal Deposit Insurance Corporation (FDIC). Public funds owned by the county in excess of FDIC insured amounts are protected by GUDPA. However, GUDPA does not protect intermingled trust funds such as salary withholdings, bail funds, or funds that may pass to the county relative to the happening of a future condition. Such funds are shown as Uninsured and Uncollateralized in the schedule below. As of December 31, 2010 the County's bank balances of \$39,332,876.86 were exposed to custodial credit risk as follows:

Uninsured and Uncollateralized	\$ 1,012,723.59
Insured	250,000.00
Uninsured and Collateralized with Securities Held by Pledging Financial Institutions	38,070,153.27
Total	\$ 39,332,876.86

Note 3: **PROPERTY TAXES**

The following is a five-year comparison of certain statistical information relative to property taxes and property tax collections for the current and previous four years.

Assessed Valuation

2010	\$ 5,862,256,364
2009	5,789,362,661
2008	5,408,910,781
2007	4,977,484,104
2006	4,396,823,428

Comparative Schedule of Tax Rates

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
County Tax Rate	\$ 0.862	\$ 0.867	\$ 0.908	\$ 0.919	\$ 0.969
County Open Space Tax Rate	\$ 0.0200	\$ 0.0200	\$ 0.0200	\$ 0.0200	\$ 0.0200

Note 3: **PROPERTY TAXES (CONT'D)**

Comparison of Tax Levies and Collections

<u>Year</u>	<u>Tax Levy</u>	<u>Collections</u>	<u>Percentage of Collections</u>
2010	\$ 50,047,770.51	\$ 50,047,770.51	100.00%
2009	50,144,564.70	50,144,564.70	100.00%
2008	49,058,071.57	49,058,071.57	100.00%
2007	45,672,025.58	45,672,025.58	100.00%
2006	42,502,677.09	42,502,677.09	100.00%

Note 4: **FUND BALANCES APPROPRIATED**

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

<u>Year</u>	<u>Balance December 31</u>	<u>Utilized in Budget of Succeeding Year</u>	<u>Percentage Utilized</u>
2010	\$ 11,935,195.90	\$ 7,788,347.40	65.26%
2009	13,275,184.27	7,836,964.82	59.03%
2008	13,451,374.33	6,222,238.81	46.26%
2007	16,869,634.68	8,053,000.00	47.74%
2006	17,942,798.31	8,514,902.99	47.46%

Note 5: **INTERFUND RECEIVABLES AND PAYABLES**

The following interfund balances were recorded on the various statements of assets, liabilities, reserves and fund balance as of December 31, 2010:

<u>Fund</u>	<u>Interfunds Receivable</u>	<u>Interfunds Payable</u>
Current Fund		\$ 587,541.49
Federal and State Grant Fund	\$ 112,805.04	
General Capital Fund	474,736.45	
	<u>\$ 587,541.49</u>	<u>\$ 587,541.49</u>

Note 6: **PENSION PLANS**

The County of Salem contributes to two cost-sharing multiple-employer defined benefit pension plans, the Public Employees' Retirement System (PERS) and the Police and Firemen's Retirement System (PFRS), which are administered by the New Jersey Division of Pensions and Benefits. In addition, several County employees participate in the Defined Contribution Retirement Program (DCRP), which is a defined contribution pension plan and is also administered by the New Jersey Division of Pensions and Benefits. Each plan has a Board of Trustees that is primarily responsible for its administration. The Division 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
 Division of Pensions and Benefits
 P.O. Box 295
 Trenton, New Jersey 08625-0295

Public Employees' Retirement System - The PERS was established in 1955. The PERS provides retirement, death, and disability, and medical benefits to qualified members. Vesting and benefit provisions are established by N.J.S.A. 43:15A and 43:3B.

The contribution requirements of plan members are determined by State statute. In accordance with Chapter 62, P.L. 1994, plan members enrolled in the Public Employees' Retirement System were required to contribute 5% of their annual covered salary. Effective July 1, 2008, however, in accordance with Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007, plan members are required to contribute 5.5% of their annual covered salary. For employees enrolled in the retirement system prior to July 1, 2008, the increase is effective with the payroll period that begins immediately after July 1, 2008. The State Treasurer has the right under the current law to make temporary reductions in member rates based on the existence of surplus pension assets in the retirement system; however, the statute also requires the return to the normal rate when such surplus pension assets no longer exist.

The County is billed annually for its normal contribution plus any accrued liability. These contributions, equal to the required contributions, were as follows:

<u>Year</u>	<u>Normal Contribution</u>	<u>Accrued Liability</u>	<u>Total Liability</u>	<u>Funded by State</u>	<u>Paid by County</u>
2010	\$ 549,592.00	\$ 536,247.00	\$ 1,085,839.00		\$ 1,085,839.00
2009	623,597.00	568,792.00	1,192,389.00		1,192,389.00
2008	611,828.00	471,500.00	1,083,328.00	\$ 216,665.60	866,662.40 (1)

(1) Under the provisions of Chapter 108, P.L. 2003 the County share of the normal total contribution and accrued liability will increase approximately 20% per year until the County is paying 100% of the total normal contribution.

Note 6: **PENSION PLANS (CONT'D)**

Police and Firemen's Retirement System - The PFRS was established in 1944. The PFRS provides retirement, death, and disability, and medical benefits to qualified members. Vesting and benefit provisions are established by N.J.S.A. 43:16A and 43:3B.

The contribution requirements of plan members are determined by State statute. In accordance with Chapter 204, P.L. 1989, plan members enrolled in the Police and Firemen's Retirement System are required to contribute 8.5% of their annual covered salary. The State Treasurer has the right under the current law to make temporary reductions in member rates based on the existence of surplus pension assets in the retirement system; however, statute also requires the return to the normal rate when such surplus pension assets no longer exist.

The County is billed annually for its normal contribution plus any accrued liability. These contributions, equal to the required contributions, were as follows:

<u>Year</u>	<u>Normal Contribution</u>	<u>Accrued Liability</u>	<u>Total Liability</u>	<u>Paid by County</u>
2010	\$ 1,144,818.00	\$ 741,283.00	\$ 1,886,101.00	\$ 1,886,101.00
2009	849,918.00	543,154.00	1,393,072.00	1,393,072.00
2008	801,600.00	469,186.00	1,270,786.00	1,270,786.00

Defined Contribution Retirement Program - The Defined Contribution Retirement Program (DCRP) is a cost-sharing multiple-employer defined contribution pension fund which was established in 2007, under the provisions of Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007 (N.J.S.A. 43:15C-1 et. seq.) and expanded under the provisions of Chapter 89, P.L. 2008 and Chapter 1, P.L. 2010. The DCRP provides eligible members, and their beneficiaries, with a tax-sheltered, defined contribution retirement benefit, along with life insurance and disability coverage. Vesting and benefit provisions are established by N.J.S.A. 43:15C-1 et. seq.

The contribution requirements of plan members are determined by State statute. In accordance with Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007, plan members are required to contribute 5.5% of their annual covered salary. In addition to the employee contributions, the County's contribution amounts for each pay period are transmitted to Prudential Financial not later than the fifth business day after the date on which the employee is paid for that pay period.

The County's contributions were as follows:

<u>Fiscal Year</u>	<u>Total Liability</u>	<u>Funded by County</u>
2010	\$ 2,445.41	\$ 2,445.41
2009	1,005.13	1,005.13
2008	254.88	254.88

Related Party Investments - The Division of Pensions and Benefits does not invest in securities issued by the County.

Note 7: POSTEMPLOYMENT HEALTHCARE BENEFITS PLAN

Plan Description - The County 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. 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 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. The County provides post employment health care benefits, at its cost, to various classes of employees (non union and collective bargaining units) and their spouses or surviving spouses as well as dependents. The health care benefits will be in a form consistent with that provided to all active employees of the County of Salem subject to the requirements as illustrated in Article 33 of the Personnel Agreement regarding retiree benefits. The entitlement at the minimum requires that all qualified County employees be retired through the New Jersey Division of Pensions and Benefits under the Police and Fireman's Retirement System (PFRS) or the Public Employees Retirement System (PERS) and shall meet at least one of the following requirements: Retirement on a disability pension; Retirement with 25 years or more of service credit in a state or locally-administered retirement system and at least 15 years of service with the County of Salem; Retirement at age 62 or older with at least 15 years of service with the County of Salem; or Retirement with 25 years or more of service credit in a state or locally-administered retirement system, provided the retiring employee was on the employment rolls of the County of Salem as of August 1, 1991.

The State Health Benefits Commission is the executive body established by statute to be responsible for the operation of the SHBP. The State of New Jersey Division of Pensions and Benefits issues a publicly available financial report that includes financial statements and required supplementary information for the SHBP. That report may be obtained by writing to: State of New Jersey Division of Pensions and Benefits, P.O. Box 295, Trenton, NJ 08625-0295 or by visiting their website at www.state.nj.us/treasury/pensions/.

Funding Policy – Participating employers are contractually required to contribute based on the amount of premiums attributable to their retirees. Post-retirement medical benefits under the plan have been funded on a pay-as-you-go basis since 1994. Prior to 1994, medical benefits were funded on an actuarial basis.

The State's contribution rate is based on the *annual required contribution (ARC)*, an amount actuarially determined in accordance with the parameters of GASB Statement 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) of the plan over a period not to exceed thirty years.

Contributions to pay for the health premiums of participating retirees in the SHBP are billed to the County on a monthly basis. The County funds these benefits on a pay-as-you-go basis.

Note 8: **COMPENSATED ABSENCES**

Under the existing policies of the County, upon retirement, employees accruing days will be compensated for one-half of their accumulated sick days up to a maximum of \$15,000 and all of their accumulated vacation days. A maximum of ten vacation days may be carried over at the end of the year unless approval to carryover more is granted.

The County has established a Compensated Absences Trust Fund to set aside funds for future payments of compensated absences. At December 31, 2010, the balance of the fund was \$1,777,068.65. At December 31, 2010 it is estimated that accrued benefits for compensated absences are valued at \$1,814,098.02.

Note 9: **DEFERRED COMPENSATION SALARY ACCOUNT**

The County offers its employees a Deferred Compensation Plan in accordance with Internal Revenue Code Section 457, which has been approved by the Director of the Division of Local Government Services. The Plan, available to all full time employees at their option, permits employees to defer a portion of their salary to future years. The deferred compensation is not available to participants until termination, retirement, death or unforeseeable emergency.

Amounts deferred under Section 457 plans must be held in trust for the exclusive benefit of participating employees and not be accessible by the County or its creditors. Since the County does not have a fiduciary relationship with the Plan, the balances and activities of the Plan are not reported in the County's financial statements.

Note 10: **LEASE OBLIGATIONS**

At December 31, 2010, the County had operating lease agreements in effect for the County Jail, office space and numerous copiers.

Future minimum rental payments under operating lease agreements are as follows:

<u>Year</u>	<u>Amount</u>
2011	\$ 1,975,420.62
2012	1,834,965.12
2013	1,808,538.12
2014	1,770,856.04
2015	1,764,252.50
2016-2019	<u>7,337,852.50</u>
	<u>\$ 16,491,884.90</u>

Rental payments under operating leases for the year 2010 were \$1,976,965.41.

Note 11: **NEW JERSEY UNEMPLOYMENT COMPENSATION INSURANCE**

The County has elected to fund its New Jersey Unemployment Compensation Insurance under the "Benefit Reimbursement Method". Under this plan, the County 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 County is billed quarterly for amounts due to the State. The following is a summary of County contributions, reimbursements to the State for benefits paid and the ending balance of the County's trust fund for the current and previous two years:

<u>Year</u>	<u>County Contributions</u>	<u>Amount Reimbursed</u>	<u>Ending Balance</u>
2010	\$ 65,000.00	\$ 176,409.51	\$ 432,857.77
2009	None	77,263.11	521,984.33
2008	1,000.00	98,510.59	576,677.39

Note 12: **OPEN SPACE, RECREATION, FARMLAND AND HISTORIC PRESERVATION TRUST**

On November 5, 2002, pursuant to P.L. 1997, c. 24 (N.J.S.A. 40:12-15.1 et seq.), the voters of Salem County authorized the establishment of the Salem County Open Space, Recreation, Farmland and Historic Preservation Trust Fund effective January 1, 2005, for the purpose of raising revenue for the acquisition of lands and interests in lands for the conservation of farmland and open space. The County proposed to levy a tax not to exceed two cents per one hundred dollars of equalized valuation. Amounts raised by taxation are apportioned by the County Board of Taxation among the municipalities in accordance with N.J.S.A. 54:4-9 and are assessed, levied and collected in the same manner and at the same time as other County taxes. Future increases in the tax rate or to extend the authorization must be authorized by referendum. All revenue received is accounted for in a Trust Fund dedicated by rider (N.J.S.A. 40A:4-39) for the purposed stated. Interest earned on the investment of these funds is credited to the Salem County Open Space, Recreation, Farmland and Historic Preservation Trust Fund.

Note 13: **CAPITAL DEBT**

Summary of County Debt

	<u>2010</u>	<u>2009</u>	<u>2008</u>
<u>Issued</u>			
General:			
Bonds and Notes	\$ 49,808,000.00	\$ 53,463,000.00	\$ 51,349,000.00
<u>Authorized But Not Issued</u>			
General:			
Bonds and Notes	8,650,000.00	2,350,000.00	7,804,000.00
Total Issued and Authorized But Not Issued	58,458,000.00	55,813,000.00	59,153,000.00
Deductions	17,467,000.00	18,954,500.00	20,464,500.00
Net Debt	\$ 40,991,000.00	\$ 36,858,500.00	\$ 38,688,500.00

Note 13: **CAPITAL DEBT (CONT'D)****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 indicated a statutory net debt of 0.72%.

	<u>Gross Debt</u>	<u>Deductions</u>	<u>Net Debt</u>
General	\$ 58,458,000.00	\$ 17,467,000.00	\$ 40,991,000.00

Net Debt \$40,991,000.00 divided by the Equalized Valuation Basis per N.J.S.A. 40A:2-2 as amended, \$5,650,507,639.00 equals 0.72%.

Borrowing Power Under N.J.S.A. 40A:26 as Amended

2% of Equalized Valuation Basis (County)	\$ 113,010,152.78
Net Debt	<u>40,991,000.00</u>
Remaining Borrowing Power	<u>\$ 72,019,152.78</u>

Schedule of Annual General Debt Service for the Principal and Interest for Bonded Debt Issued and Outstanding

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2011	\$ 2,546,000.00	\$ 1,356,122.75	\$ 3,902,122.75
2012	2,648,000.00	1,263,600.50	3,911,600.50
2013	2,200,000.00	1,172,753.75	3,372,753.75
2014	2,295,000.00	1,088,462.50	3,383,462.50
2015	2,380,000.00	1,001,406.25	3,381,406.25
2016-2020	9,540,000.00	3,584,400.00	13,124,400.00
2021-2025	7,245,000.00	1,865,483.75	9,110,483.75
2026-2029	3,909,000.00	393,667.50	4,302,667.50
	<u>\$ 32,763,000.00</u>	<u>\$ 11,725,897.00</u>	<u>\$ 44,488,897.00</u>

Schedule of Annual General Debt Service for the Principal and Interest for Loans Outstanding

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2011	\$ 31,204.79	\$ 13,000.00	\$ 44,204.79
2012	63,348.83	25,060.73	88,409.56
2013	64,622.15	23,787.42	88,409.57
2014	65,921.05	22,488.52	88,409.57
2015	67,246.06	21,163.50	88,409.56
2016-2020	357,056.66	84,991.22	442,047.88
2021-2025	394,412.67	47,635.19	442,047.86
2026-2028	256,187.79	9,040.94	265,228.73
	<u>\$ 1,300,000.00</u>	<u>\$ 247,167.52</u>	<u>\$ 1,547,167.52</u>

Note 14: **SERVICE AGREEMENTS**

Salem County Improvement Authority – Solid Waste Landfill Division - In 1984, a service agreement was enacted between the County and the Salem County Utilities Authority. In 2009, the Salem County Utilities Authority was dissolved and all of its rights and obligations were transferred to the Salem County Improvement Authority. Section 301 of the 1984 agreement provides “Charges may and shall at all times be such that the receipts of the Authority shall be sufficient to pay or provide for expenses of operation, repair and maintenance of the system including insurance, renewals and replacements and the cost of all enlargements and alterations of the system not otherwise provided for to pay the principal of and interest on any and all bonds or other obligations of the Authority as the same become due, and to repay to the County any deficiencies advances made by the County to meet any deficits of the Authority by any participant or any other municipality, authority, county, person, partnership, firm, public or private corporation, or from any other cause, and to provide and maintain such reserves or sinking funds for any of the foregoing purpose as may be required by the terms of any contract or other obligation of the Authority.”

Section 401 provided “On or before January 15th next following the close of each fiscal year, the Authority shall make and deliver to the Board of Chosen Freeholders of the County, a certificate, signed by its Chairman or Vice-Chairman and its Registered Municipal Accountant, stating the receipts and expenses to the Authority for the current fiscal year and the estimated receipts and expenses to the Authority for the current fiscal year, and deficiency advances (if any) payable by the County to the Authority, for or with respect to the preceding and current fiscal year. Such deficiency advances shall be a sum of money equal to the excess (if any) of the expenses of the Authority for a fiscal year over the receipts of the Authority such fiscal year.”

Section 402 provides “On or before May 1st of each fiscal year, the County will pay to the Authority the deficiency advances (if any) stated in the certificate delivered to the Board of Chosen Freeholders pursuant to Section 401 of this Article.”

In 1984, prior year advances to the Authority of \$215,000.00 was repaid to the County of Salem.

Subsequent to 1984 through December 31, 2010 the Authority has not requested any advances resulting from deficiencies or for any other purpose.

Salem County Improvement Authority – Nursing Home Division - On July 16, 2008, a service agreement was enacted between the County and the Salem County Improvement Authority. Section 202 of the agreement provides “Prior to September 1st of each subsequent year, the Authority shall prepare and cause to be delivered to the County, the Authority’s projected annual budget estimate and projected cash flow budget for their ensuing Fiscal Year with respect to the Nursing Home. These projections shall identify the anticipated periods and amounts of financial assistance that the Authority will need during their Fiscal Year. The County in accordance with preparation of the County’s statutory budget, subject to the County’s availability of funds, may make a commitment to the Authority to provide such financial support. This commitment to provide financial support shall be in writing and it shall contain the dates in which these financial support amount shall be made into a designated and segregated Authority account.”

Subsequent to July 16, 2008 and through December 31, 2010 the Authority has not requested any advances resulting from deficiencies or for any other purpose.

On June 1, 2011 the Salem County Improvement Authority sold the Nursing Home Division effectively ending the above described service agreement.

Note 15: **RISK MANAGEMENT**

The County has adopted a plan of self-insurance for workers' compensation, automobile, police professional liability and general liability insurance. Excess liability insurance policies cover individual claims in excess of \$250,000 for automobile, general liability claims, and workers' compensation claims.

At December 31, 2010, the balance of estimated payable for the workers' compensation insurance was \$5,963,200.80, the amount that the records of the administrator of the plan show as the estimated maximum amount of potential claims reported. Such liability at this time is not known for the year ended December 31, 2010.

The balance of estimated payable for the general liability/police professional insurance was \$1,675,876.85, the amount that the records of the administrator of the plan show as the estimated maximum amount of potential claims reported, at December 31, 2010. Such liability at this time is not known for the year ended December 31, 2010.

The balance of estimated payable for the auto liability insurance was \$112,957.90, the amount that the records of the administrator of the plan show as the estimated maximum amount of potential claims reported, at December 31, 2010. Such liability at this time is not known for the year ended December 31, 2010.

The estimated payable for workers' compensation, auto liability and general liability insurance do not include any provision for claims incurred but not reported.

Any additional funds required for claims in excess of the amounts reserved and recorded as a liability will be paid and charged to the 2011 or future budgets. At December 31, 2010, the balances of the plans are as follows:

<u>Insurance Plan</u>	<u>Amount</u>
Reserve for Workers' Compensation Insurance - Trust Fund	\$ 59,755.29
Reserve for Self Insurance - Trust Fund	612,164.69
Hospitalization - Trust Fund	220,530.30

Note 16: **LITIGATION**

The County is a defendant in several legal proceedings that are in various stages of litigation. It is believed that the outcome, or exposure to the County, from such litigation is either unknown or potential losses, if any, would not be material to the financial statements.

Note 17: **SUBSEQUENT EVENTS**

Open Space Installment Purchase - Subsequent to December 31, 2010 the County entered into the following installment purchase agreement regarding the Open Space, Recreation, Farmland and Historic Preservation Trust:

Township of Mannington:	
DiGregorio Farm	<u>\$ 247,185.25</u>

Sale of Bonds - Subsequent to December 31, 2010, the County of Salem sold General Obligation Bonds in the amount of \$6,300,000.00. Such sale occurred on May 18, 2011.

SUPPLEMENTAL EXHIBITS

SUPPLEMENTAL EXHIBITS
CURRENT FUND

COUNTY OF SALEM
CURRENT FUND
Statement of Current Cash
Per N.J.S.A. 40A:5-5--Treasurer
For the Year Ended December 31, 2010

Balance December 31, 2009		\$	20,568,129.90
Increased by Receipts:			
County Taxes Receivable	\$		50,217,131.15
Revenue Accounts Receivable			14,490,187.73
Miscellaneous Revenue Not Anticipated			1,588,464.53
Reserve for JACC/CAP			127,045.00
Federal and State Grants Receivable			13,974,900.58
Federal and State Grants Unappropriated			93,695.15
Federal and State Grant Matching Funds			228,486.00
Reimbursements:			
2010 Appropriations			1,254,484.22
Federal and State Grants Appropriated			7,268.60
Contra			1,716,545.15
			83,698,208.11
			104,266,338.01
Decreased by Disbursements:			
2010 Budget Appropriations			67,774,200.34
2009 Appropriation Reserves			3,439,331.11
Reserve for Federal and State Grants - Appropriated			12,201,351.84
Reserve for War Veteran's Cemetery and Park			3,900.41
Due from General Capital Fund			13,729.95
Due General Capital Fund			446,978.00
Contra			1,716,545.15
			85,596,036.80
Balance December 31, 2010		\$	18,670,301.21

COUNTY OF SALEM
CURRENT FUND
Statement of County Taxes Receivable
For the Year Ended December 31, 2010

	Balance <u>Dec. 31, 2009</u>	2010 <u>Tax Levy</u>	Added/Omitted <u>County Taxes</u>	<u>Received</u>	Balance <u>Dec. 31, 2010</u>
Alloway Township	\$ 22,308.19	\$ 2,987,812.17	\$ 6,897.26	\$ 3,010,120.36	\$ 6,897.26
Carneys Point Township	22,555.14	5,752,529.28	23,731.26	5,775,084.42	23,731.26
Elmer Borough	7,797.95	1,006,437.91	1,255.92	1,014,235.96	1,255.82
Elsinboro Borough	6,361.42	974,582.02	2,614.61	980,943.44	2,614.61
Lower Alloways Creek Township		2,286,343.96	1,943.52	2,288,287.48	
Mannington Township		1,820,861.99	5,022.54	1,820,861.99	5,022.54
Oldmans Township		1,708,743.57	18,285.54	1,727,029.11	
Penns Grove Borough		1,531,878.13		1,531,878.13	
Pennsville Township		12,124,161.48	30,808.34	12,124,161.48	30,808.34
Pilesgrove Township	25,667.73	4,223,982.62	6,304.71	4,249,650.35	6,304.71
Pittsgrove Township	47,426.02	6,129,062.65	16,731.25	6,176,488.67	16,731.25
Quinton Township		1,718,651.33	6,860.65	1,718,651.33	6,860.65
Salem City		2,154,570.65		2,154,570.65	
Upper Pittsgrove Township		3,087,873.90	7,840.44	3,095,714.34	
Woodstown Borough		2,540,278.75	9,174.69	2,549,453.44	
	<u>\$ 132,116.45</u>	<u>\$ 50,047,770.41</u>	<u>\$ 137,470.73</u>	<u>\$ 50,217,131.15</u>	<u>\$ 100,226.44</u>
		County Taxes		\$ 50,047,770.51	
		County Added and Omitted Taxes		<u>169,360.64</u>	
				<u>\$ 50,217,131.15</u>	

COUNTY OF SALEM
CURRENT FUND
Statement of Revenue Accounts Receivable
For the Year Ended December 31, 2010

	Balance Dec. 31, 2009	Accrued	Collected	Balance Dec. 31, 2010
Miscellaneous Revenues Anticipated:				
Local Revenues:				
County Clerk	\$ 48,896.75	\$ 386,288.37	\$ 395,000.00	\$ 40,185.12
Surrogate		45,000.00	45,000.00	
Sheriff	110.00	39,890.00	40,000.00	
Interest on Investments and Deposits		501,986.62	501,986.62	
Refunds - Public Health Department		28,851.62	28,851.62	
Planning Board - Development Review Fees		4,756.00	4,756.00	
Due From Lower Alloways Creek Township		2,218,207.43	2,218,207.43	
Board of State and Federal Prisoners in County Jail		270,603.30	270,603.30	
Bail Forfeiture		7,812.50	7,812.50	
County Dispatch Service:				
Pennsville Township		37,800.00	37,800.00	
Elmer Borough		1,620.00	1,620.00	
Woodstown Borough		11,000.00	11,000.00	
Inmate Health/Reimbursement to Salem County		2,538.43	2,538.43	
State Aid:				
State Aid - County College Bonds (NJSA 18A:64A-22.6)		405,736.00	405,736.00	
Public Health Priority Funding - 1977		47,515.50	47,515.50	
Debt Service - State Aid (Type I) - Vocational Education Bonds		431,211.00	431,211.00	
Debt Service - State Aid (Type I) - Special Services School District		60,208.72	60,208.72	
State Assumption of Costs of County Social and Welfare Service and Psychiatric Facilities				
Social and Welfare Services (c.66,P.L. 1990):				
Division of Youth and Family Services		1,050,274.00	1,050,274.00	
Supplemental Social Security Income		194,387.00	146,758.00	47,629.00
Psychiatric Facilities (c.73,P.L. 1990):				
Maintenance of Patients in State Institutions for Mental Diseases		1,350,213.00	1,350,213.00	
Maintenance of Patients in State Institutions for Mentally Retarded		2,626,969.00	2,626,969.00	
Special Items of General Revenue Anticipated with Prior Written Consent of Director of				
Local Government Services - Other Special Items				
Additional Fees:				
County Clerk		97,607.57	97,607.57	
County Surrogate		27,544.25	27,544.25	
County Sheriff		34,267.83	34,267.83	
Salem County Area Office on Aging		58,000.00	58,000.00	
Reserve for JACC/CAP		109,320.00	109,320.00	
Salem County Home - Medicaid Reimbursement - Peer Grouping	132,175.01			132,175.01
Salem County Bus Service - NJ Transit Contract		1,332,824.93	1,063,282.76	269,542.17
County Welfare Office - Social Services		106,513.59	106,513.59	
Rent - Agriculture Building		79,650.00	79,650.00	
911 Rental Tower Space		2,141.61	2,141.61	
Bd. Federal Inmates in County Jail		3,152,648.42	2,738,630.67	414,017.75
Gloucester County Alternative Youth Shelter Beds	14,555.75	280,989.25	120,435.00	175,110.00
NEXTEL-Communication Tower		36,000.00	36,000.00	
Board of Elections		66,964.04	66,964.04	
County Dispatch Services:				
Pennsville Township		22,200.00	22,200.00	
Elmer Borough		1,380.00	1,380.00	
Woodstown Borough		7,000.00	7,000.00	
City of Salem		115,000.00	115,000.00	
Title Section IV-D Reimbursement for State of NJ		229,509.29	229,509.29	
	<u>\$ 195,737.51</u>	<u>\$ 15,482,429.27</u>	<u>\$ 14,599,507.73</u>	<u>\$ 1,078,659.05</u>
Cash Received:				
Miscellaneous Revenues Anticipated			\$ 14,490,187.73	
Reserve for JACC/CAP			109,320.00	
			<u>\$ 14,599,507.73</u>	

COUNTY OF SALEM
CURRENT FUND
Statement of 2009 Appropriation Reserves
For the Year Ended December 31, 2010

	<u>Balance Dec. 31, 2009</u>		<u>Transfers</u>	<u>Balance After Transfers</u>	<u>Paid or Charged</u>	<u>Balanced Lapsed to Fund Balance</u>
	<u>Encumbered</u>	<u>Reserved</u>				
General Government						
Administrative and Executive						
Board of Chosen Freeholders						
Salaries and Wages		\$ 6,780.31		\$ 6,780.31	\$ 6,734.31	\$ 46.00
Other Expenses	\$ 478.65	7,879.14		8,357.79	820.35	7,537.44
Purchase Department and Inventory Control						
Salaries and Wages		5,055.64		5,055.64	4,304.68	750.96
Other Expenses	1,253.86	2,009.53		3,263.39	2,023.24	1,240.15
Clerk of the Board						
Salaries and Wages		30,760.16		30,760.16	5,950.16	24,810.00
Other Expenses	5,272.94	17,055.07		22,328.01	7,913.99	14,414.02
Farmland Preservation						
Salaries and Wages		1,795.12		1,795.12	1,701.00	94.12
Personnel/HR						
Salaries and Wages		13,594.10		13,594.10	13,448.06	146.04
Drug Testing for employees	4,361.20	1,693.80		6,055.00	2,336.50	3,718.50
Other Expenses	11,758.10	1,607.68		13,365.78	4,324.95	9,040.83
Archives						
Salaries and Wages		16,374.05		16,374.05	3,214.99	13,159.06
Other Expenses	3,356.48	242.86		3,599.34	3,397.49	201.85
Public Information Office						
Salaries and Wages		6,059.43		6,059.43	3,917.67	2,141.76
Other Expenses		28,130.00		28,130.00		28,130.00
County Clerk						
Salaries and Wages		40,564.91		40,564.91	16,156.24	24,408.67
Other Expenses	38,194.14	13,560.67		51,754.81	38,490.14	13,264.67
School Board Elections	2,941.64	18,287.28		21,228.92	10,563.45	10,665.47
Election Costs	4,996.00	40,531.49		45,527.49	4,996.00	40,531.49
Board of Elections						
Salaries and Wages		8,897.03		8,897.03	7,921.57	975.46
Other Expenses	12,037.32	10,644.00		22,681.32	12,897.93	9,783.39
Shared Services						
Other Expenses		937.61		937.61		937.61
County Treasurer's Office						
Salaries and Wages		10,145.03		10,145.03	10,057.39	87.64
Other Expenses	182.20	13,958.83		14,141.03	14,141.03	
Bond Cost		33,908.98		33,908.98		33,908.98
County Auditor						
Annual Audit Fee	9,075.30	14,454.55		23,529.85	14,454.55	9,075.30
Information Technology						
Salaries and Wages		13,094.26		13,094.26	8,493.16	4,601.10
Other Expenses	35,577.80	75,363.48		110,941.28	103,936.72	7,004.56
County Adjuster's Office						
Salaries and Wages		4,684.23		4,684.23	2,785.15	1,899.08
Other Expenses	568.11	7,376.17	\$ 5,081.20	13,025.48	13,025.48	
Board of Taxation						
Salaries and Wages		4,341.68		4,341.68	4,180.76	160.92
Other Expenses	529.49	1,493.55		2,023.04	809.59	1,213.45
County Counsel						
Salaries and Wages		2,666.63		2,666.63	2,660.63	6.00
Other Expenses	1,368.92	771.40		2,140.32	1,958.96	181.36
County Surrogate						
Salaries and Wages		9,400.31		9,400.31	8,914.60	485.71
Other Expenses	653.01	1,199.05		1,852.06	700.28	1,151.78
Engineer						
Salaries and Wages		12,213.66	1,100.86	13,314.52	13,314.52	
Other Expenses	198,528.56	14,664.98		213,193.54	129,418.33	83,775.21
Economic Development Office						
Other Expenses		20,000.00		20,000.00		20,000.00
Visitor's Center	110.00	1,103.21		1,213.21	110.00	1,103.21
Tourism						
Other Expenses	47,901.69	298.82		48,200.51	45,860.83	2,339.68
Labor Council						
Salaries and Wages	3,333.57			3,333.57	3,333.33	0.24
Special Counsel	42,521.24	6,920.12		49,441.36	26,151.88	23,289.48
Cultural Heritage Commission						
Other Expenses	11,969.64	2,345.41		14,315.05	7,672.51	6,642.54

(Continued)

COUNTY OF SALEM
CURRENT FUND
Statement of 2009 Appropriation Reserves
For the Year Ended December 31, 2010

	<u>Balance Dec. 31, 2009</u>		<u>Transfers</u>	<u>Balance After Transfers</u>	<u>Paid or Charged</u>	<u>Balanced Lapsed to Fund Balance</u>
	<u>Encumbered</u>	<u>Reserved</u>				
<u>Land Use Administration</u>						
County Planning Board (R.S. 40:27-3)						
Salaries and Wages		\$ 8,331.60		\$ 8,331.60	\$ 7,090.15	\$ 1,241.45
Other Expenses	\$ 4,645.34	45,734.88		50,380.22	4,029.98	46,350.24
<u>Code Enforcement and Administration</u>						
Weights and Measures						
Salaries and Wages		18,084.68		18,084.68	3,488.06	14,596.62
Other Expenses	93.86	1,329.30		1,423.16	228.86	1,194.30
<u>Insurance</u>						
Workmen's Compensation		8,387.54		8,387.54	8,387.54	
Other Insurance Premiums		80,745.37		80,745.37	40,513.24	40,232.13
Self-Insurance AL/GL		51,759.31		51,759.31	26,627.11	25,132.20
Group Insurance Dental		2,028.78		2,028.78	53.60	1,975.18
Group Insurance Hospitalization		100,037.72		100,037.72	100,037.72	
Contribution to:						
Unemployment Compensation Insurance		15,596.83		15,596.83	15,596.83	
State Disability Insurance		38,237.65		38,237.65	38,237.65	
<u>Public Safety</u>						
Safety	4,338.00	1,756.27		6,094.27	4,334.31	1,759.96
"9-1-1"						
Salaries and Wages		129,559.93		129,559.93	59,624.90	69,935.03
Other Expenses	20,666.99	1,471.74		22,138.73	21,740.03	398.70
2-1-1 County Contribution	20,000.00			20,000.00	20,000.00	
Department of Emergency Services						
Salaries and Wages		22,749.77		22,749.77	10,407.53	12,342.24
Other Expenses:						
Fire School	10,911.17	35.64		10,946.81	10,780.77	166.04
Operations and Training	97.47	2,594.88		2,692.35	1,704.31	988.04
Miscellaneous Other Expenses	3,768.21	459.78		4,227.99	3,775.21	452.78
Aid to Volunteer Rescue and Ambulance Squads (R.S. 40:5-2)		2,450.00		2,450.00		2,450.00
Fire Marshall						
Other Expenses	4,744.79	83.91		4,828.70	4,744.79	83.91
Sheriff's Office						
Salaries and Wages		99,401.62		99,401.62	83,762.88	15,638.74
Other Expenses	108,562.76	20,663.56		129,226.32	106,375.32	22,851.00
Jail						
Salaries and Wages		801,019.65		801,019.65	374,915.02	426,104.63
Other Expenses	370,153.93	215,389.19		585,543.12	395,471.19	190,071.93
Bail Forfeitures		4,550.00		4,550.00		4,550.00
Alternative Youth Shelter						
Other Expenses						
Contractual - Ranch Hope		0.42		0.42		0.42
Prosecutor's Office						
Salaries and Wages		238,776.41		238,776.41	130,375.89	108,400.52
Other Expenses	82,870.88	13,431.05		96,301.93	82,127.62	14,174.31
County Medical Examiner						
Other Expenses:						
Miscellaneous		37,139.50		37,139.50	37,139.50	
Juvenile Detention and Domestic Relations Court						
Other Expenses	44,749.00	46,353.21	\$ 2,235.48	93,337.69	93,325.41	12.28
<u>Public Works Functions</u>						
Street and Road Maintenance						
Roads and Bridges						
Salaries and Wages		58,843.72	(1,100.86)	57,742.86	52,023.93	5,718.93
Other Expenses	68,112.18	30,619.57		98,731.75	56,559.12	42,172.63
Facilities Management						
Salaries and Wages		72,579.74		72,579.74	43,745.13	28,834.61
Other Expenses	34,640.26	33,633.81		68,274.07	53,240.86	15,033.21
Alterations & Renovations	31,778.19	19,497.33	45,000.00	96,275.52	87,867.89	8,407.63
Railroad	24,950.65	230,164.73		255,115.38	54,230.25	200,885.13
Vehicle Maintenance	70,579.23	3,429.38		74,008.61	52,604.81	21,403.80

(Continued)

COUNTY OF SALEM
CURRENT FUND
Statement of 2009 Appropriation Reserves
For the Year Ended December 31, 2010

	<u>Balance Dec. 31, 2009</u>		<u>Transfers</u>	<u>Balance After Transfers</u>	<u>Paid or Charged</u>	<u>Balanced Lapsed to Fund Balance</u>
	<u>Encumbered</u>	<u>Reserved</u>				
<u>Health and Human Services</u>						
Youth Service Commission						
Peer Grouping	\$ 3,070.00			\$ 3,070.00	\$ 3,070.00	
War Veterans Burial And Grave Decorations						
Salaries and Wages		\$ 386.38		386.38	286.38	\$ 100.00
Other Expenses	1,125.00	905.80		2,030.80	1,448.40	582.40
HIV Case Management		100.00		100.00		100.00
Office on the Disabled						
Salaries and Wages		36,514.46		36,514.46	4,203.17	32,311.29
Other Expenses	2,744.57	7,835.62		10,580.19	4,049.57	6,530.62
Peer Grouping	5,500.00	10,064.71		15,564.71	15,492.15	72.56
Drug & Alcohol Services	1,814.60	1,969.20		3,783.80	2,618.15	1,165.65
Salem Area Office on Aging	13,981.50	20,703.33		34,684.83	16,785.44	17,899.39
Office on Aging Medical Transportation	12,248.81	10,894.85		23,143.66	18,694.76	4,448.90
Tubercular Sanitarium						
Outpatient Clinic Service						
Other Expenses		9,500.00		9,500.00		9,500.00
Inpatient Services						
Other Expenses		650.00		650.00		650.00
Public Health Emergency	100.90	5,124.36		5,225.26		5,225.26
Aid to Salem County Unit New Jersey Assocation of Retarded Citizens (R.S. 40:23-8.11)						
Other Expenses		9,000.00		9,000.00		9,000.00
Alcohol Treatment/County Contributions	23,695.00	12,305.00		36,000.00	27,810.00	8,190.00
EIP Supplemental/County Contribution						
Other Expenses		990.00		990.00		990.00
County Health Service - Interlocal Agreement (40:8A-1 et seq)						
Salaries and Wages		34,036.36		34,036.36	27,550.52	6,485.84
Nursing Services	3,541.83	25,688.84		29,230.67	4,868.05	24,362.62
Administration	1,339.69	85,608.30		86,947.99	1,924.58	85,023.41
Environmental	1,262.87	4,682.28		5,945.15	1,659.34	4,285.81
Cumberland County - Priority Health Funding						
Salaries and Wages		1,506.68		1,506.68	1,449.00	57.68
Other Expenses		900.00		900.00		900.00
Commission on Women						
Other Expenses	1,429.00	1,036.50		2,465.50		2,465.50
Mental Health Board (R.S. 30:9A-3)						
Other Expenses	46.14	101.74		147.88	47.14	100.74
Community Health Law Project	17,826.00	6,000.00		23,826.00	23,826.00	
Home & Hospice Care of SJ						
Other Expenses		5,916.05		5,916.05		5,916.05
Peer Grouping						
<u>Parks and Recreation</u>						
Parks and Playgrounds						
Other Expenses	180.00	1,986.49		2,166.49	2,139.00	27.49
<u>Educational</u>						
Free Library Service to the Aging						
Other Expenses		14,000.00		14,000.00	14,000.00	
Salem 2000						
Other Expenses		100.00		100.00		100.00
Educational Programs for Employees						
Salaries and Wages		270.69		270.69	270.69	
Reimbursements for Residents Attending Out-of-County Two Year Colleges (N.J.S.18A:64A-23)	3,179.17	72,698.89		75,878.06	23,000.92	52,877.14
County Extension Service - Farm and Home Demonstrations						
Salaries and Wages		7,258.06		7,258.06	7,240.70	17.36
Other Expenses	10,812.57	3,570.22		14,382.79	10,863.12	3,519.67
Office of County Superintendent of Schools						
Salaries and Wages		6,949.27		6,949.27	5,623.68	1,325.59
Other Expenses	2,193.27	3,497.59		5,690.86	2,624.32	3,066.54
Veterans' Service Bureau						
Salaries and Wages		2,122.17		2,122.17	1,551.90	570.27
Other Expenses	12.16	521.58		533.74	300.07	233.67

(Continued)

COUNTY OF SALEM
CURRENT FUND
Statement of 2009 Appropriation Reserves
For the Year Ended December 31, 2010

	<u>Balance Dec. 31, 2009</u>		<u>Transfers</u>	<u>Balance After Transfers</u>	<u>Paid or Charged</u>	<u>Balanced Lapsed to Fund Balance</u>
	<u>Encumbered</u>	<u>Reserved</u>				
<u>Educational (Cont'd)</u>						
Accumulated Leave Compensation		\$ 83,972.41		\$ 83,972.41	\$ 83,972.41	
County Transportation						
Other Expenses	\$ 13,500.00	188,130.00		201,630.00	36,325.00	\$ 165,305.00
Community Bus Service						
Salaries and Wages		83,040.01		83,040.01	22,328.13	60,711.88
Other Expenses	18,789.04	39,468.33		58,257.37	22,740.62	35,516.75
Utilities	188,684.97	435,086.26		623,771.23	447,293.61	176,477.62
<u>State and Federal Programs Off-set by Revenues:</u>						
New Jersey Department of Human Services						
County Mental Health Administrator		3,460.48		3,460.48	2,111.18	1,349.30
Matching Funds for Grants		182,917.00		182,917.00		182,917.00
<u>Capital Improvements</u>						
Interest Earned on N.J. Department of Transportation						
Grant Funds - (County Aid Improvement Program):						
Reconstruction of Various County Roads		118,560.65		118,560.65	118,560.65	
<u>Statutory Expenditures:</u>						
2007 Road - M & S Pet Removal		8,220.00		8,220.00		8,220.00
2008 Jeffrey Dare - NH Settlement		500.00		500.00		500.00
Contribution to:						
Public Employees Retirement System	99.00	79,184.28		79,283.28	42.47	79,240.81
Social Security System (O.A.S.I.)		202,804.58	\$ (52,316.68)	150,487.90		150,487.90
Judgements		111,557.17		111,557.17		111,557.17
TOTAL	\$ 1,669,808.86	\$ 4,922,089.29	\$ -	\$ 6,591,898.15	\$ 3,605,030.95	\$ 2,986,867.20

Cash Disbursed by Current Fund	\$ 3,439,331.11
Cash Disbursed by General Capital Fund	33,409.24
Reserve for Reconstruction of Various County Roads	118,560.65
Due from General Capital Fund	<u>13,729.95</u>
	<u>\$ 3,605,030.95</u>

COUNTY OF SALEM
CURRENT FUND
Statement of Reserved for JACC/CAP
For the Year Ended December 31, 2010

Balance December 31, 2009	\$ 109,320.00
Increased by:	
Receipts	<u>127,045.00</u>
	236,365.00
Decreased by:	
Realized as Revenue in 2010 Budget	<u>109,320.00</u>
Balance December 31, 2010	<u><u>\$ 127,045.00</u></u>

COUNTY OF SALEM
FEDERAL AND STATE GRANT FUND
Statement of Federal and State Grants Receivable
For the Year Ended December 31, 2010

	Balance <u>Dec. 31, 2009</u>	Anticipated as Revenue in 2010		Received	Canceled/ Adjusted by Resolution	Balance <u>Dec. 31, 2010</u>
		<u>Budget</u>	<u>By 40A:4-87</u>			
Federal Grants:						
Area Plan Grant	\$ 624,768.70	\$ 651,043.00	\$ 320,013.00	\$ 1,082,636.00		\$ 513,188.70
Public Health Preparedness and Response to Bioterrorism	1,594,677.55		589,658.00	804,559.00	\$ 355,808.00	1,023,968.55
Job Training Partnership Act (JTPA)	147,925.91				147,925.91	
Welfare to Work	43,531.24					43,531.24
Multijurisdictional Narcotics Task Force Grant	87,340.00					87,340.00
Multijurisdictional Gang, Gun and Narcotics Task Force Program (ARRA)			206,822.00	206,822.00		
Victims of Crime Act - Victim Assistance Grant Program	18,048.00					18,048.00
DCJ - Victims Witness Advocacy			94,081.00	89,537.00		4,544.00
State of New Jersey - Department of Military and Veterans Affairs - Veterans Transportation Program	9,755.00		13,000.00	15,170.00		7,585.00
South Jersey Transportation Authority and the South Jersey Transportation Planning/Organization						
Salem - Hancock's Bridge Road Scoping Project	23,000.00				23,000.00	
US Department of Agriculture - Rural Development	7,100.00					7,100.00
USDA Rural Development - Rural Business Enterprises Grant	99,000.00					99,000.00
Cancer Detection	338,807.00				338,807.00	
WIA Adult	200,975.33		173,096.00	180,524.99		193,546.34
WIA Youth	138,430.77		172,226.00	88,479.60		222,177.17
WIA Dislocated Worker Program	138,814.13		175,709.00	112,840.67		201,682.46
Workforce Investment Act - Cumberland/Salem						
WIA Adult (ARRA)	37,617.25			20,981.75		16,635.50
WIA Youth (ARRA)	43,759.35			39,412.27		4,347.08
WIA Dislocated Worker Program (ARRA)	91,610.46		110,000.00	105,970.28		95,640.18
Summer Youth Works Program (ARRA)			71,292.00	29,953.43		41,338.57
SJTPO - Guiderail Replacement Project	162,757.40				162,757.40	
Resurfacing of Auburn Road - Pilesgrove Twp.	7,507.86					7,507.86
Small Cities Block Grant	88,955.00					88,955.00
Small Cities Block Grant - Salem Courthouse Renovation Grant	400,000.00			400,000.00		
Small Cities Block Grant - Ranch Hope Sanitary Sewer System			500,000.00			500,000.00
State Homeland Security Grant Program	1,017,331.73			391,245.10	1.00	626,085.63
Kings Highway, County Road #620, Phase IV-B in Mannington Twp.	91,972.32					91,972.32
Salem Hancock's Bridge Road, County Road #658	152,235.47			113,658.12		38,577.35
Salem Hancock's Bridge Road, Phase I (CR 658)			1,093,467.00			1,093,467.00
Salem Hancock's Bridge Road (CR658) PE			208,600.00			208,600.00
New Jersey DOT - Repairing of the Oldmans Creek Trestle	188,295.00			188,295.00		
New Jersey DOT - Pennsville-Auburn Road Resurfacing, County Road #551	306,800.00			196,530.52		110,269.48
New Jersey DOT - Pennsville-Auburn Road, County Road #551, Phase II	780,000.00			180,000.00		600,000.00
New Jersey DOT - Pennsville-Auburn Road, County Road #551, Phase III	436,540.00	436,540.00		135,000.00		738,080.00
New Jersey DOT - Pecks Corner-Cohansey Rd. Resurfacing, County Rd.#540	359,000.00			194,521.69		164,478.31
NJ DOT - Harmersville- Pecks Corner Rd CR 667, Phase II Project (ARRA)			838,085.00	225,000.00		613,085.00
SJTPO - Salem County Roadway Striping Program	542,150.00			285,396.23		256,753.77
SJTPO - Salem County Roadway Striping Program, Phase II	243,830.00	243,830.00		90,000.00		397,660.00

(Continued)

COUNTY OF SALEM
FEDERAL AND STATE GRANT FUND
Statement of Federal and State Grants Receivable
For the Year Ended December 31, 2010

	Balance <u>Dec. 31, 2009</u>	Anticipated as Revenue in 2010		<u>Received</u>	Canceled/ Adjusted <u>by Resolution</u>	Balance <u>Dec. 31, 2010</u>
		<u>Budget</u>	<u>By 40A:4-87</u>			
Federal Grants (Cont'd):						
SJTPO - Salem County Safety Projects in Pennsville Township and Upper Pittsgrove Township	\$ 136,918.00			\$ 100,813.78		\$ 36,104.22
SJTPO - Salem County Safety Projects in Penn Grove Township N.J Department of Transportation	231,800.00			90,000.00		141,800.00
Salem Branch Railroad Rehabilitation & Upgrade Federal Aid - Commissioner's Pike, CR #581, Phase II	1,010,300.00		\$ 491,592.00	491,592.00		830,300.00
HAVA Section 261	16,593.50					16,593.50
Homelessness Prevention and Rapid Re-Housing (ARRA)	766,666.66			91,679.70		674,986.96
Sobriety Checkpoint and Saturation Patrol Project Grant	4,385.66					4,385.66
Wastewater Management Plan (ARRA)		\$ 117,600.00		76,762.24		40,837.76
Subregional Transportation Planning Program	82,705.25			38,255.02	\$ 23,587.93	20,862.30
Total Federal Grants	10,671,904.54	1,449,013.00	5,057,641.00	6,245,636.39	1,051,887.24	9,881,034.91
State Grants:						
State Aid - Alcoholic Treatment Program						
#00-517-ADA-00	11,142.00				11,142.00	
#01-550-ADA-00	25,051.00				25,051.00	
#02-539-ADA-00	13,046.00				13,046.00	
#03-539-ADA-00	16,581.00				16,581.00	
#04-580-ADA-00	575.00				575.00	
#05-580-ADA-00	8,522.00					8,522.00
#06-539-ADA-00	5,511.00					5,511.00
#07-539-ADA-00	10,080.00					10,080.00
#08-539-ADA-00	308.00					308.00
#09-539-ADA-00	247,897.00			227,360.00		20,537.00
#09-539-ADA-00		248,896.00		14,440.00		234,456.00
New Jersey Department of Health						
#96-259-SCH	9,734.00					9,734.00
#97-136-SCH	453.00					453.00
#98-170-SCH	488.44					488.44
New Jersey Department of Health - Right to Know Project Wastewater Management Plan	4,848.50		8,786.00	8,786.00	(95.00)	4,943.50
SCBG - ADA Grant Agreement #08-2115-00 Johnson Building	87,686.56					87,686.56
Short Line Track Rehabilitation	150,000.00					150,000.00
New Jersey Data Exchange	1,350,000.00					1,350,000.00
New Jersey Department of Transportation	146,895.64	146,895.64				293,791.28
1983 Bridge Bond Act - Chestnut Street Bridge #704	12,367.48					12,367.48
Reconstruction of Pennsville - Auburn Road						
Phase I	20,965.11					20,965.11
Phase II	105,295.59					105,295.59
School Based Youth Services Program	4,605.77				(899.99)	5,505.76

(Continued)

COUNTY OF SALEM
FEDERAL AND STATE GRANT FUND
Statement of Federal and State Grants Receivable
For the Year Ended December 31, 2010

	<u>Balance</u> <u>Dec. 31, 2009</u>	<u>Anticipated as Revenue in 2010</u>		<u>Received</u>	<u>Canceled/ Adjusted by Resolution</u>	<u>Balance</u> <u>Dec. 31, 2010</u>
		<u>Budget</u>	<u>By 40A:4-87</u>			
State Grants (Cont'd):						
New Jersey Department of Transportation - Fiscal Year 1988 - Federal Aid Urban System - Substitution Program - Reconstruction of Quinton - Elmer Road	\$ 1,118.42					\$ 1,118.42
New Jersey Department of Transportation Reconstruction of Quinton - Alloway Road	3,668.34					3,668.34
New Jersey Department of Transportation - Road Program	131,667.70				\$ 131,667.70	
N.J. Transit Corp - Section 5311 Grant			\$ 145,422.00			145,422.00
County Environmental Health Act (CEHA)	137,657.79	\$ 141,008.00	30,490.00	\$ 105,186.00	22,502.75	181,467.04
County Environmental Health Act (CEHA) - Cleanup Gates Tire Recycling	347,128.00			120,131.00		226,997.00
N.J. Department of Transportation - Reconstruction of the Alloway Shirley Road (Quinton-Elmer Road)	73,963.67				73,963.67	
N.J. Department of Transportation - Capital Transportation Program Fiscal Year 1994-1997	8,029.67					8,029.67
N.J. Transit Department of Transportation Pointer-Hawks Bridge Road CR 540 Phase I			1,067,033.00			1,067,033.00
N.J. Transit Department of Transportation Salem County Short Line Track Rehabilitation			81,000.00			81,000.00
Senior Citizen and Disabled Residents Transportation Assistance Act	972,073.75	659,045.00		638,099.76	76,821.51	916,197.48
FTA Small Urban & Rural Area Public Transportation (5311)	272,563.00		201,921.00	97,875.00		376,609.00
Alliance to Prevent Alcoholism & Drug Abuse	132,264.52	137,783.00		82,014.60		188,032.92
N.J. Transportation Trust Fund Authority Act Reconstruction of Quinton - Elmer Road Section III	50,000.00					50,000.00
N.J. Department of Transportation Salem County Airport Feasibility Study	38,218.50				38,218.00	0.50
South Jersey Transportation Authority/South Jersey Transportation Planning Organization (Kelly's Saw Mill)	45,362.94				45,362.94	
SJTPO - Reconstruction of Kelly's Saw Mill Bridge	103,240.80					103,240.80
Recreational Opportunities for Individuals with Disabilities 1996 Recreation Opportunities for Individuals with Disabilities GA#96-0173-00 (Reserve for 1997)	2,500.98					2,500.98
N.J. Department of Health and Senior Services Early Intervention Program 00-265-EIP-00	875.00					875.00
Early Intervention Program 02-253-EIP-00	36,554.00					36,554.00
Early Intervention Program 03-161-EIP-00	24,270.00				24,270.00	
Early Intervention Program 04-161-EIP-00	17,900.00				17,900.00	
Early Intervention Program 05-161-EIP-00	7,433.00				7,433.00	
Early Intervention Program 06-161-EIP-00	20,709.00					20,709.00
Early Intervention Program 07-161-EIP-00	30.00					30.00
EIP COLA Funds Early Intervention Program	9,983.00			53,435.00		9,983.00
Early Intervention Program - Case Management	105,438.00			12,869.00		52,003.00
Early Intervention Program Additional	69,146.00					56,277.00
Special Child Health and Early Intervention	1,500.00		39,000.00			1,500.00
						39,000.00

(Continued)

COUNTY OF SALEM
FEDERAL AND STATE GRANT FUND
 Statement of Federal and State Grants Receivable
 For the Year Ended December 31, 2010

	Balance	Anticipated as Revenue in 2010		Received	Canceled/ Adjusted by Resolution	Balance
	<u>Dec. 31, 2009</u>	<u>Budget</u>	<u>By 40A:4-87</u>			<u>Dec. 31, 2010</u>
State Grants (Cont'd):						
DMHD - Mental Health Board-Mental Health Disaster & Crisis Counsel	\$ 2,071.69				\$ 2,071.69	
Mental Health Administration			\$ 12,000.00			\$ 12,000.00
Juvenile Justice Commission - Family Court Services	97,577.50	\$ 101,878.00		\$ 148,465.00		50,990.50
Juvenile Justice Commission - State/Community Partnership	286,648.37	204,430.00		345,252.08		145,826.29
Juvenile Justice Commission - Accountability Block Grant (JAIBG)	9,724.50	10,994.00		7,500.00		13,218.50
Juvenile Assistance Grant Program - Megan's Law	3,855.00			3,855.00		
Justice Assistance Grant (JAG)	87,340.00					87,340.00
Community Justice Grant	40,960.83			40,960.83		
Reflections on Justice Grant			500.00	500.00		
State of New Jersey, Division of Alcoholism, Drug Abuse and Addiction Services	10,718.00					10,718.00
Partnerships for the Delaware Estuary, Inc.	1,050.00				1,050.00	
Division of Highway Traffic Safety - Vehicular Homicide/Serious Injury Unit	142,889.13					142,889.13
Division of Highway Traffic Safety - Salem Comprehensive Child Passenger Safety Program	23,953.77				4,750.00	19,203.77
Community Traffic Safety Program	14,786.98					14,786.98
Highway Traffic Safety		52,999.00		24,102.51		28,896.49
Salem County Community Traffic Safety Program			17,700.00	15,387.60		2,312.40
Drunk Driving Enforcement Fund			3,000.00	3,000.00		
Salem County Safe Roadways Grant			43,000.00	42,550.00		450.00
County Mental Health Planning Development & Admin	1,585.09					1,585.09
Prosecutors Insurance Fraud Reimbursement Program	156,483.27	124,734.00		85,616.76		195,600.51
Local Arts Program	12,874.00	40,305.00		42,777.00		10,402.00
Local Arts Staffing Initiative	13,750.00			13,750.00		
1994 and 1995 County Aid CTP-Reconstruction of Aldine-Shirley Rd., County Road #611, Phase 4	250,000.00				250,000.00	
Tobacco Control, Prevention, Treatment Education Services	30,895.00				30,895.00	
Watershed Project	46,460.00					46,460.00
LINCS Preparedness	226.74				226.74	
Body Armor Fund (Sheriff)			18,171.99	18,171.99		
Body Armor Fund (Prosecutor)			3,144.15	3,144.15		
Bullet Proof Vest (Prosecutor)	1,740.75			1,740.75		
Sobriety Checkpoint and DWI Education	19,120.00					19,120.00
COPS in Shops	6,010.92			3,785.76		2,225.16
NJ Transportation Trust Fund Authority - Local Bridges, Future Needs - Kings Highway, County Road #620	1,100,000.00					1,100,000.00
State Aid Highway Project - 2010 County Aid Improvement Program			2,582,000.00	2,582,000.00		
02 Local History	4,000.00					4,000.00
Emergency Housing Repair Fund	4,995.00					4,995.00
Oldmans Township Economic Development Project	548,550.61					548,550.61
Prosecutor SART/SANE	87,516.53				87,516.53	
Cancer Education/Early Detection	226,567.00		115,000.00	95,657.00	51,957.00	193,953.00
Health and Senior Services - Cancer Detection (COLA)	7.00				7.00	
FY 2000 TANF	6,469.65					6,469.65

(Continued)

COUNTY OF SALEM
FEDERAL AND STATE GRANT FUND
 Statement of Federal and State Grants Receivable
 For the Year Ended December 31, 2010

	Balance	Anticipated as Revenue in 2010		Received	Canceled/ Adjusted by Resolution	Balance
	<u>Dec. 31, 2009</u>	<u>Budget</u>	<u>By 40A:4-87</u>			<u>Dec. 31, 2010</u>
State Grants (Cont'd):						
FY 2001 TANF	\$ 38,634.75					\$ 38,634.75
FY 2003 TANF	2,011.12					2,011.12
WIA - TANF	22,150.00					22,150.00
Work First New Jersey TANF	299,359.34		\$ 413,268.00	\$ 277,706.98		434,920.36
Work First New Jersey TANF - Work Verification	15,582.00		18,896.00	21,173.00		13,305.00
Work First New Jersey TANF - Work Activities	75,964.45			54,174.33		21,790.12
Work First New Jersey TANF - Case Management	43,155.00		99,774.00	84,633.00		58,296.00
Work First New Jersey Smart Steps	6.00					6.00
FY 2000 General Assistance	3,971.51					3,971.51
FY 2001 General Assistance	2,719.99					2,719.99
FY 2003 General Assistance	302.20					302.20
Program Year 2003 General Assistance	1,517.88					1,517.88
General Assistance/Food Stamps Work Activities	15,085.00					15,085.00
Work First New Jersey GA/FS	221,106.16		188,277.00	248,804.03		160,579.13
Work First New Jersey GA/FS - Work Activities	13,643.32					13,643.32
Work First New Jersey GA/FS - Case Management	28,885.00		47,069.00	46,053.00		29,901.00
FY 2000 ABAWD & Food Stamp	3,963.21					3,963.21
FY 2001 ABAWD & Food Stamp	4,414.65					4,414.65
Program Year 2003 ABAWD & Food Stamp	1,360.46					1,360.46
Work First New Jersey CAVP & EEI	49,333.44		14,458.00	2,075.00		61,716.44
Disability Program Navigator (DPN)			14,025.00	9,907.00		4,118.00
02 One Stop Literary Lab	629.06				\$ 629.06	
Dept. of Law and Public Safety, Div. of State Police - Emergency Services - Radio Emergency Response Plan (RERP)	412,790.47			156,727.33		256,063.14
E - Public Health 1/01-6/01 - LINCS IT Development	398.00					398.00
LINCS IT Development	1,083.00				1,083.00	
Diversity Partner Coalition OP-03-45-0203	13,594.83					13,594.83
Dept. of Law and Public Safety, Div. of State Police - Emergency Services - (2)Decontamination Trailers	10.00					10.00
TASE - Tobacco Age-of-Sale Enforcement Program	32,280.00				13,920.00	18,360.00
State Homeland Security Grant Program - Explosive Detecting Canine Initiative	(1.00)				(1.00)	
Resurfacing South Broad Street - Penns Grove Boro	109,573.00				109,573.00	
Resurfacing of Fort Mott Road - Pennsville Twp.	176,574.96				176,574.96	
Salem County Railroad Realignment & Reconstruction Workforce Development Program	100,650.00	\$ 7,655.00		7,655.00		100,650.00
Workforce Development Partnership Program	15,028.06					15,028.06
PASP - Personal Attendant Services	17,377.14	132,847.00		132,847.00		17,377.14
Safe Roadways Project Grant	11,247.96					11,247.96
Public Archives & Records Infrastructure Support (PARIS) Grant	518,903.31			55,310.11		463,593.20
Railroad Improvement Project	2,089,409.97			1,638,452.82		450,957.15
Railroad Replacement Project Phase IV			1,750,000.00			1,750,000.00
Salem County Railroad Improvements Phase 2	154,897.00					154,897.00
Comprehensive Cancer Control Plan	108,564.00		50,000.00	54,166.00		104,398.00
NJ State Police 911 Coordinator	2,272.73					2,272.73
CHLP Grant Seminar	3,026.56					3,026.56

(Continued)

COUNTY OF SALEM
FEDERAL AND STATE GRANT FUND
 Statement of Federal and State Grants Receivable
 For the Year Ended December 31, 2010

	Balance Dec. 31, 2009	Anticipated as Revenue in 2010		Received	Canceled/ Adjusted by Resolution	Balance Dec. 31, 2010
		Budget	By 40A:4-87			
State Grants (Cont'd):						
WDP NJ Build	\$ 380.00					\$ 380.00
Historical Commission Grant	2,390.40			\$ 2,390.40		
Sharing Available Resources Efficiently (SHARE)	35,920.00			6,425.00		29,495.00
Sharing Available Resources Efficiently (SHARE) - COUNT Coordinator	94,113.59			68,521.40		25,592.19
Emergency Management Performance Grant (EMPG)	21,683.48					21,683.48
Emergency Management Agency Assistance Grant			\$ 50,000.00			50,000.00
Election Assistance to Individuals with Disabilities	25,628.61					25,628.61
Seven Steps to Freedom Grant			19,811.00	17,830.00		1,981.00
Title V Delinquency Prevention Program			149,997.00			149,997.00
NJ Department of Human Services FFY 2010 IV-D			354,398.77			354,398.77
PSFASC Wastewater Management Plan		\$ 190,000.00				190,000.00
Medical Wastewater Management Plan		5,000.00		5,000.00		
Senior Farmers' Market Nutrition Program			1,000.00	1,000.00		
Special Child and Adult Health Services	3.00					3.00
Total State Grants	<u>12,893,155.11</u>	<u>2,204,469.64</u>	<u>7,539,141.91</u>	<u>7,729,264.19</u>	<u>\$ 1,233,792.56</u>	<u>13,673,709.91</u>
Total	<u>\$ 23,565,059.65</u>	<u>\$ 3,653,482.64</u>	<u>\$ 12,596,782.91</u>	<u>\$ 13,974,900.58</u>	<u>\$ 2,285,679.80</u>	<u>\$ 23,554,744.82</u>
Anticipated in Budget		\$ 3,653,482.64				
Anticipated by 40A:4-87			\$ 12,596,782.91			
Cash Received in Current Fund				\$ 13,974,900.58		
		<u>\$ 3,653,482.64</u>	<u>\$ 12,596,782.91</u>	<u>\$ 13,974,900.58</u>		
Budget as Originally Adopted:						
Anticipated Revenue		\$ 3,653,482.64				
Matching Portion		21,112.00				
Budgeted in Exhibit SA-8		<u>\$ 3,674,594.64</u>				

COUNTY OF SALEM
FEDERAL AND STATE GRANT FUND
Statement of Reserves for Federal and State Grant Funds--Appropriated
For the Year Ended December 31, 2010

	Balance	2010 Appropriations		Liquidation of	Paid or	Canceled	Balance
	<u>Dec. 31, 2009</u>	<u>Budget</u>	<u>By 40A:4-87</u>	<u>Prior Year Encumbrances</u>	<u>Charged</u>	<u>by Resolution</u>	<u>Dec. 31, 2010</u>
Federal Grants:							
Area Plan Grant	\$ 153,218.39	\$ 651,043.00	\$ 320,013.00	\$ 173,895.22	\$ 1,060,424.93	\$ 262.50	\$ 237,482.18
Public Health Preparedness and Response for Bioterrorism	1,441,822.37		611,521.00	14,045.70	837,204.13	364,634.55	865,550.39
Job Training Partnership Act (JTPA)	276,956.60					276,956.60	
Welfare to Work	101,845.19						101,845.19
Multijurisdictional Narcotics Task Force							
Grant #DE 2-18-05	225,061.77						225,061.77
Grant #DE 2-18-06	91,207.59						91,207.59
Multijurisdictional Gang, Gun and Narcotics Task Force Program (ARRA)			206,822.00		206,822.00		
Division of Criminal Justice - Victim/Witness							
Advocacy Fund FY01	652.00					652.00	
Victims of Crime Act #V-17-01	63,905.02					63,905.02	
Victims of Crime Act #V-23-01	128,621.95					128,621.95	
Victims of Crime Act #V-17-03	78,030.59					78,030.59	
Victims of Crime Act	112,570.20						112,570.20
Victims of Crime Act - Victim Assistance Grant Program	273,281.70		117,601.00		37,817.81		353,064.89
Prosecutor Victim and Witness Advocacy	7,662.54				4,422.20		3,240.34
State of New Jersey - Department of Military and Veterans Transportation Program	8,185.60		13,000.00	1,083.00	13,040.00	100.00	9,128.60
SJTPO - Salem - Hancock's Bridge Road Scoping Project	58,157.90					58,157.90	
USDA Rural Development - Railroad Improvements	5,609.08			24,177.92	24,177.92		5,609.08
USDA Rural Development - Rural Business Enterprises Grant	99,000.00						99,000.00
Cancer Detection	284,769.84					261,380.77	23,389.07
WIA Adult	207,024.69		173,096.00		180,524.99		199,595.70
WIA Youth	159,205.77		172,226.00		88,479.60		242,952.17
WIA Dislocated Worker	149,255.18		175,709.00		120,747.67		204,216.51
WIA Adult (ARRA)	37,617.25				20,981.75		16,635.50
WIA Youth (ARRA)	42,049.35				37,702.27		4,347.08
WIA Dislocated Worker (ARRA)	91,610.46		110,000.00		101,970.28		99,640.18
Summer Youth Works Program (ARRA)			71,292.00		64,150.68		7,141.32
SJTPO - Guiderail Replacement Project	162,757.40					162,757.40	
Resurfacing of Auburn Rd-Pilesgrove Township	7,507.86						7,507.86
Small Cities Block Grant	106,751.76						106,751.76
Small Cities Block Grant - Ranch Hope Sanitary Sewer System			500,000.00		500,000.00		
State Homeland Security Grant Program	518,179.12			300,903.59	453,500.98	32,000.01	333,581.72
State Homeland Security Grant Program - Code Orange Funds	775.00				775.00		
Stormwater Regulation	3,732.63				760.00		2,972.63
Kings Highway, County Road #620, Phase IV-B, Mannington Twp.	91,972.32						91,972.32
Salem Hancock's Bridge Road, County Road #658	161,390.00						161,390.00
Salem Hancock's Bridge Road, Phase I (CR 658)			1,093,467.00				1,093,467.00
Salem Hancock's Bridge Road (CR 658) PE			208,600.00				208,600.00
New Jersey DOT - Repairing of the Oldmans Creek Trestle	20,950.00						20,950.00
New Jersey DOT - Pennsville Auburn Road Resurfacing, County Road #551, Phase I	87,656.63			29,543.46	6,930.61		110,269.48

(Continued)

COUNTY OF SALEM
FEDERAL AND STATE GRANT FUND
Statement of Reserves for Federal and State Grant Funds--Appropriated
For the Year Ended December 31, 2010

	Balance	2010 Appropriations		Liquidation of	Paid or	Canceled	Balance
	<u>Dec. 31, 2009</u>	<u>Budget</u>	<u>By 40A:4-87</u>	<u>Prior Year Encumbrances</u>	<u>Charged</u>	<u>by Resolution</u>	<u>Dec. 31, 2010</u>
Federal Grants (Cont'd):							
SJTPO - Pennsville-Auburn Road, County Road #551, Phase II	\$ 286,673.85			\$ 7,369.10	\$ 7,369.10		\$ 286,673.85
New Jersey DOT - Pennsville Auburn Road Resurfacing, County Road #551, Phase III	436,540.00	\$ 436,540.00			303,807.38		569,272.62
New Jersey DOT - Pecks Corner-Cohansey Road Resurfacing, County Road #540	147,400.47			27,731.47	10,653.63		164,478.31
Railroad Replacement Project Phase IV			\$ 1,750,000.00		1,723,550.00		26,450.00
N.J. Department of Transportation Pointer-Hawks Road CR 540 Phase I			1,067,033.00				1,067,033.00
N.J. Department of Transportation Harmersville- Pecks Road Cr 667, Phase II (ARRA)			838,085.00		580,604.50		257,480.50
N.J. Department of Transportation Salem Branch Railroad Rehabilitation			491,592.00		491,592.00		
SJTPO - Salem County Roadway Striping Program	251,665.57			5,088.20			256,753.77
SJTPO - Salem County Roadway Striping Program, Phase II	243,830.00	243,830.00			182,333.77		305,326.23
SJTPO - Salem County Safety Projects in Pennsville Township and Upper Pittsgrove Township	35,461.40			8,477.17	7,834.35		36,104.22
SJTPO - Salem County Safety Projects in Penn Grove Township	58,890.02			48,421.72	41,625.94		65,685.80
Federal Aid - Commissioner's Pike, CR #581, Phase II	395,419.39			42,146.91	19,919.78		417,646.52
HAVA Section 261	25,837.00			7,350.00	28,333.75		4,853.25
Homelessness Prevention and Rapid Re-Housing (ARRA)	800,000.00				125,013.04		674,986.96
Sobriety Checkpoint and Saturation Patrol Project Grant	2,926.06						2,926.06
Subregional Transportation Planning Program	126,327.00			140.20	8,105.40	\$ 23,650.00	94,711.80
Wastewater Management Plan (ARRA)		117,600.00			111,914.80		5,685.20
FEMA - Emergency Management Grant	6,126.89						6,126.89
Total Federal Grants	8,076,091.40	1,449,013.00	7,920,057.00	690,373.66	7,403,090.26	1,451,109.29	9,281,335.51
State Grants:							
Alcoholic Treatment Program:							
#00-582-ADA-00	14,707.15					14,707.15	
#01-550-ADA-00	25,050.64					25,050.64	
#02-539-ADA-00	13,495.59					13,495.59	
#03-539-ADA-00	16,560.73					16,560.73	
#04-539-ADA-00	574.63					574.63	
#05-539-ADA-00	8,128.56						8,128.56
#06-539-ADA-00	5,509.71						5,509.71
#07-539-ADA-00	10,068.97						10,068.97
#08-539-ADA-00	300.94						300.94
#09-539-ADA-00	48,418.11			36,175.32	59,773.45		24,819.98
#00-582-ADA-00		268,786.00			243,934.30		24,851.70
New Jersey Department of Public Health - Right to Know Project	10,452.73		8,786.00		9,711.66	3,845.69	5,681.38
Wastewater Management Plan	49,218.40			11,150.00	53,933.00		6,435.40
PSFASC Waterwater Management Plan		190,000.00			86,500.00		103,500.00
SCBG - ADA Grant Agreement #08-2115-00 Johnson Building	186,000.00						186,000.00
Short Line Track Rehabilitation	1,500,000.00		81,000.00		1,487,199.00		93,801.00

(Continued)

COUNTY OF SALEM
FEDERAL AND STATE GRANT FUND
Statement of Reserves for Federal and State Grant Funds--Appropriated
For the Year Ended December 31, 2010

	Balance	2010 Appropriations		Liquidation of	Paid or	Canceled	Balance
	<u>Dec. 31, 2009</u>	<u>Budget</u>	<u>By 40A:4-87</u>	<u>Prior Year Encumbrances</u>	<u>Charged</u>	<u>by Resolution</u>	<u>Dec. 31, 2010</u>
State Grants (Cont'd):							
Occupant Protection Program - "Click It or Ticket 2009"	\$ 4,000.00				\$ 4,000.00		
New Jersey Data Exchange		\$ 146,895.64		\$ 146,895.64	146,895.59		\$ 146,895.69
Reconstruction of Pennsville - Auburn Road - Phase I	10,634.57					\$ 10,634.57	
Phase II	40,460.48					40,460.48	
School Based Youth Services Program	921.92					921.92	
N.J. Department of Environmental Protection							
County Environmental Health Act (CEHA)	217,091.75	141,008.00	\$ 30,490.00	93.11	257,680.30	16,694.43	114,308.13
CEHA - Cleanup Gates Tire Recycling	226,996.16						226,996.16
Senior Citizen and Disabled Residents							
Transportation Assistance Act	455,863.22	659,045.00		315,397.70	814,506.56	50,240.86	565,558.50
Reserve for Additional 2001 Sr. Citizen Funds	4,064.80					4,064.80	
FTA Small Urban & Rural Area Public Transportation (5311)	358,452.00		475,121.00	19,000.00	187,979.00		664,594.00
Alliance to Prevent Alcoholism & Drug Abuse	22,176.38	137,783.00		90,631.90	224,194.14		26,397.14
Salem County Airport Feasibility Study	37,970.00					37,970.00	
SJTPO - Reconstruction of Kelly's Saw Mill Bridge	97,240.80						97,240.80
Recreational Opportunities for Individuals with Disabilities	1.00					1.00	
NJDCA - Handicapped Accessible Playground	850.00					850.00	
Early Intervention Program 00-265-EIP-00	15,235.05					15,235.05	
Early Intervention Program 03-161-EIP-00	77,462.70					77,462.70	
Early Intervention Program 05-161-EIP-00	20,746.39						20,746.39
Early Intervention Program 06-161-EIP-00	1,009.63						1,009.63
Early Intervention Program 07-161-EIP-00	17,385.23						17,385.23
Early Intervention Program 08-161-EIP-00	39,062.98					39,062.98	
Early Intervention Program 09-161-EIP-00	51,850.03				37,965.66		13,884.37
Early Intervention Program Additional	1,500.00						1,500.00
Early Intervention Program - Case Management	97,184.06				15,245.61		81,938.45
Special Child Health and Early Intervention			54,880.00		15,172.02		39,707.98
DMHD - Mental Health Board - Disaster & Crisis Counsel	842.35					842.35	
Mental Health Administration			12,000.00				12,000.00
Juvenile Justice Commission - Family Court Services	20,928.00	101,878.00		23,810.00	138,178.00		8,438.00
Juvenile Justice Commission - State/Community Partnership	24,755.04	204,430.00		972.31	190,082.30		40,075.05
Juvenile Justice Commission - Accountability Block Grant (JAIBG)	806.00	12,216.00			12,216.00		806.00
Juvenile Assistance Grant Program - Megan's Law	11,841.85						11,841.85
Justice Assistance Grant (JAG)	52,354.97						52,354.97
Community Justice Program	91,769.01			73.73	17,427.94		74,414.80
Reflections on Justice Grant			500.00		250.00		250.00
Local Law Enforcement Block Grant Program - Megan's Law	13,115.49						13,115.49
Special Child and Adult Health Services:							
Community Justice Grant	8,501.99						8,501.99
Partnership for the Delaware Estuary, Inc.	2,100.00					2,100.00	
Vehicular Homicide/Serious Injury Unit	161,284.32						161,284.32
Division of Highway Traffic Safety - Salem Comprehensive							
Child Passenger Safety Program	30,972.09					4,750.00	26,222.09

(Continued)

COUNTY OF SALEM
FEDERAL AND STATE GRANT FUND
 Statement of Reserves for Federal and State Grant Funds--Appropriated
 For the Year Ended December 31, 2010

	Balance	2010 Appropriations		Liquidation of	Paid or	Canceled	Balance
	<u>Dec. 31, 2009</u>	<u>Budget</u>	<u>By 40A:4-87</u>	<u>Prior Year Encumbrances</u>	<u>Charged</u>	<u>by Resolution</u>	<u>Dec. 31, 2010</u>
State Grants (Cont'd):							
Community Traffic Safety Program	\$ 13,073.50	\$ 52,999.00			\$ 25,639.47		\$ 40,433.03
Salem County community Traffic Safety Program			\$ 17,700.00		17,700.00		
Drunk Driving Enforcement Fund			3,000.00		2,032.74		967.26
Salem County Safe Roadways Grant			43,000.00		42,800.00		200.00
County Mental Health Planning Development & Admin	11,208.78				5,786.84		5,421.94
Prosecutor Insurance Fraud Reimbursement	322,946.27	124,734.00			46,112.00		401,568.27
Local Arts Program	105,833.86	40,305.00			46,918.75		99,220.11
Local Arts Staffing Initiative Grant	88,000.00				88,000.00		
1994 and 1995 County Aid CTP Reconstruction of Aldine-Shirley Rd. #611	250,000.00					\$ 250,000.00	
Tobacco Control, Prevention, Treatment Education	30,895.81					30,895.81	
Watershed Project	46,460.00						46,460.00
LINCS Preparedness	1,930.63					1,930.63	
Body Armor Fund (Sheriff)	273.39		18,171.99				18,445.38
Body Armor Fund (Prosecutor)	36.27		3,144.15	\$ 1,917.06	1,917.06		3,180.42
Bullet Proof Vest (Prosecutor)	1,740.75			1,740.75	3,481.50		
Sobriety Checkpoint and DWI Education	19,120.00						19,120.00
COPS in Shops	8,347.28				951.48		7,395.80
Medical Reserve Support	8,805.14	5,000.00			3,307.09		10,498.05
Project Lifesaver	29.60						29.60
State Aid Highway Projects:							
2002 County Aid Improvement Program				142,495.65	142,495.65		
2005 County Aid Improvement Program	28,205.50			72,390.05	72,390.05		28,205.50
2006 County Aid Improvement Program	37,292.11						37,292.11
2008 County Aid Improvement Program	12,413.17			257,707.48	269,077.93		1,042.72
2009 County Aid Improvement Program	608,590.40			1,214,409.60	1,253,777.06		569,222.94
2010 County Aid Improvement Program			2,582,000.00		2,582,000.00		
Local Bridges, Future Needs - Kings Highway, CR #620	64,116.85			622,119.31	612,734.81		73,501.35
Local History	4,000.00						4,000.00
New Jersey History	5,121.20						5,121.20
Oldmans Township Economic Development Project	558,284.72						558,284.72
Prosecutor SART/SANE	98,820.30					98,820.30	
Cancer Education/Early Detection	258,507.74		133,333.00	48,549.24	133,595.14	125,568.86	181,225.98
Health and Senior Services - Cancer Detection (COLA)	1,007.91					1,007.91	
FY 2002/2003 TANF	49,532.91						49,532.91
Work First New Jersey TANF	105,260.40						105,260.40
Work First New Jersey TANF - Work Verification	15,582.00		18,896.00		21,173.00		13,305.00
Work First New Jersey TANF - Work Activities	292,213.39		413,268.00		318,092.06		387,389.33
Work First New Jersey TANF - Case Management	43,155.00		99,774.00		68,011.00		74,918.00
Work First New Jersey TANF - Smart Steps	6.00						6.00
FY 2002/2003 General Assistance	12,374.84						12,374.84
Work First New Jersey GA/FS	221,106.16		188,277.00		245,785.03		163,598.13
Work First New Jersey GA/FS - Work Activities	28,728.32						28,728.32
Work First New Jersey GA/FS - Case Management	28,885.00		47,069.00		34,326.00		41,628.00
Work First New Jersey CAVP & EEI	49,333.44		14,458.00		9,128.00		54,663.44

(Continued)

COUNTY OF SALEM
FEDERAL AND STATE GRANT FUND
Statement of Reserves for Federal and State Grant Funds--Appropriated
For the Year Ended December 31, 2010

	Balance	2010 Appropriations		Liquidation of	Paid or	Canceled	Balance
	<u>Dec. 31, 2009</u>	<u>Budget</u>	<u>By 40A:4-87</u>	<u>Prior Year Encumbrances</u>	<u>Charged</u>	<u>by Resolution</u>	<u>Dec. 31, 2010</u>
State Grants (Cont'd):							
FY 2002/2003 ABAWD & Food Stamp	\$ 8,369.40						\$ 8,369.40
Disability Program Navigator			\$ 14,025.00		\$ 9,907.00		4,118.00
02 One Stop Literacy Lab	629.06					\$ 629.06	
Dept. of Law and Public Safety, Div. of State Police - Emergency Services - RERP	403,681.89			\$ 18,744.00	153,495.25		268,930.64
LINCS IT	1,480.64					1,480.64	
Diversity Partner Coalition OP-03-45-02-03	18,974.76					12,616.82	6,357.94
Division of State Police - (2) Decontamination Trailers	10.00						10.00
TASE - Tobacco Age Sale Enforcement	36,253.33					14,103.30	22,150.03
State Homeland Security Grant Program - Explosive Detecting Canine Initiative	116.28					(1.00)	117.28
Resurfacing S. Broad St. - Penns Grove Boro	81,105.00			28,468.00		109,573.00	
Resurfacing Fort Mott Rd. - Pennsville Twp	168,815.50			7,759.46		176,574.96	
Salem County Railroad Realignment & Reconstruction	100,650.00						100,650.00
Workforce Development Partnership Program	6,377.25	\$ 7,655.00			7,655.00		6,377.25
PASP - Personal Attendant Services	117,132.56	132,847.00		10,431.54	179,208.27		81,202.83
PASP - Personal Attendant Services - Supplemental Funding	28.92						28.92
Old Court House Project - SJEDD				198,000.00	198,000.00		
Safe Roadways Project Grant	12,478.20						12,478.20
Public Archives & Records Infrastructure Support (PARIS) Grant	477,361.28				34,656.92		442,704.36
Railroad Improvement Project	298,915.00			85,880.17	85,880.17		298,915.00
Salem County Railroad Improvements Phase 2	1,898.80						1,898.80
Comprehensive Cancer Control Plan	108,584.68		50,000.00	2,023.22	98,188.61		62,419.29
Enhanced 911 - General Assistance and Equipment Grant	3,448.74						3,448.74
NJ State Police - 911 Coordinator	9,630.39				6,124.67		3,505.72
OETS - Enhanced 911	27,823.76			32,255.63	60,000.00		79.39
Office of Emergency Telecommunications Services (OETS)	6,450.47						6,450.47
CHLP Grant for Seminar	3,026.56						3,026.56
NJ Sex Offender Internet Registry	1,033.17						1,033.17
WDP NJ Build	380.00						380.00
County Disaster Liaison	2,500.00						2,500.00
Historical Commission Grant	15,032.00				14,531.70		500.30
Sharing Available Resources Efficiently (SHARE)	3,862.00			6,425.00	6,425.00	2,125.00	1,737.00
Sharing Available Resources Efficiently - Municipal Court				27,370.00	27,370.00		
Sharing Available Resources Efficiently - COUNT Coordinator	96,959.82			135.00	44,750.63		52,344.19
Emergency Management Performance Grant (EMPG)	44,290.60		50,000.00	16,800.00	16,800.00		94,290.60
Election Assistance to Individuals with Disabilities	25,628.61						25,628.61
Seven Steps to Freedom Grant			19,811.00		2,000.00		17,811.00
Title V Delinquency Prevention Program			149,997.00				149,997.00
NJ Department of Human Services FFY 2010 IV-D			354,398.77				354,398.77
K-9 Unit Program	23.04						23.04
Senior Farmers' Market Nutrition Program			1,000.00		998.50		1.50
WDP Staff & Fringe	1,190.56						1,190.56
New Jersey Department of Transportation - Reconstruction of the Alloway - Shirley Road	199,614.40					199,614.40	

(Continued)

COUNTY OF SALEM
FEDERAL AND STATE GRANT FUND
Statement of Reserves for Federal and State Grant Funds--Appropriated
For the Year Ended December 31, 2010

	Balance	2010 Appropriations		Liquidation of	Paid or	Canceled	Balance
	<u>Dec. 31, 2009</u>	<u>Budget</u>	<u>By 40A:4-87</u>	<u>Prior Year Encumbrances</u>	<u>Charged</u>	<u>by Resolution</u>	<u>Dec. 31, 2010</u>
State Grants (Cont'd):							
New Jersey Department of Transportation - Road Program							
Resurfacing Elm/South Main Street - Woodstown	\$ 131,667.70					\$ 131,667.70	
Job Opportunities and Basic Skills Training/Family Development Program	100,543.65					100,543.65	
Kelly's Saw Mill Bridge Scooping Project	46,539.02					46,539.02	
State Planning Act of 1985 Cross - Acceptance II	27,076.10						\$ 27,076.10
Reserve for Terrorism Exercise	1,669.74						1,669.74
Right to Farm Activities Grant	14,527.15						14,527.15
Buried in New Jersey	76.00					76.00	
03 Comm Emergency Response Team	6.56					6.56	
Emergency Services Grant	213.69						213.69
N.J. Department of Transportation - Bureau of Local Aid - Bridge Rehabilitation & Improvement Fund - Kings Highway Bridge #479	56,397.42					56,397.42	
Total State Grants	10,199,628.76	\$ 2,225,581.64	\$ 4,884,099.91	\$ 3,439,820.87	\$ 10,996,068.91	1,735,695.61	8,017,366.66
Total	\$ 18,275,720.16	\$ 3,674,594.64	\$ 12,804,156.91	\$ 4,130,194.53	\$ 18,399,159.17	\$ 3,186,804.90	\$ 17,298,702.17
Budget Appropriation		\$ 4,353,482.64					
Appropriation by 40A:4-87			\$ 12,596,782.91				
Less:							
Matching Funds For Grants		(678,888.00)					
Add:							
Matching Funds For Grants - Detailed Below			207,374.00				
Reserve for Encumbrances					\$ 6,205,075.93		
Cash Disbursed by Current Fund					12,201,351.84		
Reimbursements					(7,268.60)		
		\$ 3,674,594.64	\$ 12,804,156.91		\$ 18,399,159.17		
Detail of Matching Funds for Grants:							
Victims of Crime Act - Victim Assistance Grant Program			\$ 23,520.00				
FTA Small Urban & Rural Area Public Transportation (5311)			127,778.00				
Public Health Preparedness and Response for Bioterrorism			15,880.00				
Public Health Preparedness and Response for Bioterrorism			21,863.00				
Cancer Education/Early Detection			18,333.00				
			\$ 207,374.00				

COUNTY OF SALEM
FEDERAL AND STATE GRANT FUND
Statement of Reserves for Federal and State Grant Funds--Unappropriated
For the Year Ended December 31, 2010

<u>Grant</u>	<u>Balance</u> <u>Dec. 31, 2009</u>	<u>Received</u>	<u>Balance</u> <u>Dec. 31, 2010</u>
Senior Citizen and Disabled Resident			
Transportation Program - Additional Funds	\$ 9,864.40		\$ 9,864.40
Subregional Transportation Planning Program - FY 2006	32,639.40		32,639.40
Local Arts - FY 2011		\$ 37,000.00	37,000.00
NJ HC Grant		11,695.15	11,695.15
Nursing Home Division - Residential Ramp Installation		45,000.00	45,000.00
Farmland Preservation Program	27,572.81		27,572.81
	<u>\$ 70,076.61</u>	<u>\$ 93,695.15</u>	<u>\$ 163,771.76</u>

COUNTY OF SALEM
FEDERAL AND STATE GRANT FUND
Statement of Due (to) / from Current Fund
For the Year Ended December 31, 2010

Balance December 31, 2009		\$ (1,089,068.35)
Increased by:		
Grant Fund Expenditures Paid by Current Fund	\$ 12,201,351.84	
Cancelation of Grant Appropriated Reserves	3,186,804.90	
		15,388,156.74
		(16,477,225.09)
Decreased by:		
Receipts Deposited in Current Fund:		
Federal and State Grants Receivable	13,974,900.58	
Federal and State Grants Unappropriated	93,695.15	
Reimbursements - Federal and State Grants Appropriated	7,268.60	
Cancelation of Grants Receivable	2,285,679.80	
Grant Matching Funds	228,486.00	
		16,590,030.13
Balance December 31, 2010		\$ 112,805.04

SUPPLEMENTAL EXHIBITS

TRUST FUND

COUNTY OF SALEM
TRUST FUND
Statement of Trust Cash
Per N.J.S.40A:5-5--Treasurer
For the Year Ended December 31, 2010

	<u>Trust Other Fund</u>	<u>Open Space and Farmland Presevation</u>
Balance December 31, 2009	\$ 7,292,553.78	\$ 2,692,233.16
Increased by Receipts:		
Mortgage Accounts Receivable	\$ 53,225.91	
Open Space Tax Levy		\$ 1,144,973.00
Added & Omitted Taxes		3,907.85
Due Current Fund - Interest Earned on Deposits	26,951.13	
Interest Earned on Investments	87,063.78	
Reserve for Trust Funds	<u>35,375,311.00</u>	<u>53,050.99</u>
	<u>35,542,551.82</u>	<u>1,201,931.84</u>
	42,835,105.60	3,894,165.00
Decreased by Disbursements:		
Mortgage Accounts Receivable	89,615.00	
Due Current Fund - Interest Earned on Deposits	26,951.13	
Reserve for Trust Funds	<u>36,900,423.81</u>	<u>797,561.05</u>
	<u>37,016,989.94</u>	<u>797,561.05</u>
Balance December 31, 2010	<u><u>\$ 5,818,115.66</u></u>	<u><u>\$ 3,096,603.95</u></u>

COUNTY OF SALEM
TRUST OTHER FUND
Statement of Mortgage Receivables
For the Year Ended December 31, 2010

Balance December 31, 2009		\$ 246,854.36
Increased by:		
Loan Adjustment	\$ 133,227.06	
Loan Issuance	89,615.00	
		222,842.06
		469,696.42
Decreased by:		
Receipts		53,225.91
Balance December 31, 2010		\$ 416,470.51

Exhibit SB-3

TRUST OTHER FUND
Statement of Due Current Fund
For the Year Ended December 31, 2010

Increased by:		
Interest Earned on Deposits:		
Custodian Trust	\$ 21,985.24	
Net Payroll Account	1,624.81	
Payroll Agency	3,341.08	
		\$ 26,951.13
Decreased by:		
Disbursed to Current Fund:		
Custodian Trust	21,985.24	
Net Payroll Account	1,624.81	
Payroll Agency	3,341.08	
		\$ 26,951.13

COUNTY OF SALEM
TRUST OTHER FUND
Statement of Reserve for Trust Funds
For the Year Ended December 31, 2010

	Balance Dec. 31, 2009	Increased by			Decreased by		Balance Dec. 31, 2010	
		Receipts	Loan Adjustment	Liquidation of Prior Year Encumbrance	Disbursements	Transferred to Encumbrance		
		Trust Designation	Interest					
Reserve for:								
911	\$ 262.45						\$ 262.45	
Accumulated Absences Trust	1,697,637.78	\$ 53,788.37	\$ 25,642.50				1,777,068.65	
Audio Visual Commission	78,309.37	54,311.17		\$ 2,291.72	\$ 47,052.75	\$ 2,003.99	85,855.52	
B.F. Goodrich	16,043.20		242.31				16,285.51	
Bid Specs		975.00			875.00	100.00		
Commodities Resale Program	103,508.05	195,320.78			103,368.00		195,460.83	
County Auction	10,285.06	26,355.47			26,047.31		10,593.22	
County Clerk	413,095.66	28,433.77	6,215.81		27,027.50	26,249.00	394,468.74	
Custodian Interest			21,985.24		21,985.24			
Document Preservation Fees		282,885.84			282,885.84			
Engineering Escrow	16,759.25	4,750.00			5,300.00	75.00	16,134.25	
Environmental Enforcement	484,986.81	70,843.19			20,577.24		535,252.76	
Hospitalization	399,626.52	1,024,537.09	2,102.76		1,205,736.07		220,530.30	
Housing Revitalization	78,984.81		1,192.94				80,177.75	
Motor Vehicle Fines	927,847.83	308,423.23		423,772.00	1,309,853.81	260,000.00	90,189.25	
Net Payroll Account	12,169.34	16,068,093.70	1,624.81		16,080,075.67		1,812.18	
Parvin Bequest	18,104.90	4,139.66	283.98		3,783.32	2,400.00	16,345.22	
Payroll Agency	208,871.78	15,950,427.79			15,938,368.78		220,930.79	
Performance Bond - J Dare Development	13,090.00						13,090.00	
Performance Bond - Woods Laurel Hills	3,375.00						3,375.00	
Personal Attendant Service (PASP)	18,117.57	1,047.76	283.28				19,448.61	
Prosecutor's Office:								
Asset Maintenance Account	11,730.40	6,476.73	215.48		17,728.78	21,876.78	14,274.61	
Auto Law Enforcement Trust Account	3,946.88	441.75	62.65				4,451.28	
County Law Enforcement Trust Account	78,618.02	107,695.16	1,471.26		21,286.00	86,537.31	103,832.16	
Federal County Law Enforcement Trust Account	77,947.52	22,980.00	1,198.99				102,126.51	
Municipal Law Enforcement Trust Account	43,254.19	32,283.10	841.13		21,457.90	10,106.00	44,814.52	
Seized Assets Trust Account	326,631.07	101,360.01	4,684.77		593.00	297,734.51	134,915.34	
Realty Transfer Fees		391,303.75			391,303.75	619.00		
Revolving Loan	357,278.95	14,026.65		\$ 133,227.06		14,026.65	490,506.01	
Road Opening Deposits	46,309.44	2,780.00					49,089.44	
SCAPG - Nutrition Program	430.00	9,870.19			245.00	3,621.31	867.98	
SCAPG - Parvin	13,822.83	4,993.26			135.00	609.50	18,341.59	
Self Insurance	929,250.17	96,687.13	9,673.30		423,445.91		612,164.69	
Sheriff's Trust	27,706.21	5,878.45	455.48		1,084.45		32,955.69	
Surrogate Fees	21,619.19	11,102.00	394.23		1,753.50		31,361.92	
Tax Appeals Filing Fees	11,757.87	11,550.00	286.69		325.90	2,527.08	18,429.38	
Unemployment Claims	521,984.33	80,596.83	6,686.12		176,409.51		432,857.77	
Weights & Measures	42,257.29	15,094.00	704.40		11,016.73	11,785.32	56,381.25	
Worker's Compensation	46,394.27	385,859.17	815.65		373,313.80	905.85	59,755.29	
Totals	\$ 7,062,014.01	\$ 35,375,311.00	\$ 87,063.78	\$ 133,227.06	\$ 477,394.13	\$ 36,900,423.81	\$ 330,179.71	\$ 5,904,406.46

COUNTY OF SALEM
TRUST FUND
Statement of Reserve for Encumbrances
For the Year Ended December 31, 2010

Balance December 31, 2009		\$ 477,394.13
Increased by:		
Encumbrances Transferred from Reserve for:		
Audio Visual Commission	\$ 2,003.99	
Bid Specs	100.00	
County Clerk Trust	26,249.00	
County Law Enforcement Trust Account	18,700.97	
Engineering Escrow	75.00	
Motor Vehicle Fines	260,000.00	
Municipal Law Enforcement Trust Account	10,106.00	
Parvin Bequest	2,400.00	
Seized Assets Trust Account	619.00	
SCAPG - Nutrition Program	6,055.90	
Tax Appeal Filing Fees Trust	2,964.00	
Weights and Measures Trust	905.85	
		330,179.71
		807,573.84
Decreased by:		
Liquidation of Prior Year Encumbrances:		
Audio Visual Commission	2,291.72	
County Law Enforcement Trust Account	21,286.00	
Motor Vehicle Fines	423,772.00	
Parvin Bequest	135.00	
Asset Maintenance Account	17,728.78	
Seized Assets Trust Account	593.00	
SCAPG - Nutrition Program	245.00	
Tax Appeal Filing Fees Trust	325.90	
Weights and Measures Trust	11,016.73	
		477,394.13
Balance December 31, 2010		\$ 330,179.71

COUNTY OF SALEM
TRUST FUND - OPEN SPACE AND FARMLAND PRESERVATION
Statement of Taxes Receivable
For the Year Ended December 31, 2010

Increased by:		
2010 Tax Levy:		
Open Space	\$ 1,167,814.27	
Added and Omitted	<u>3,229.12</u>	
		<u>\$ 1,171,043.39</u>
		1,171,043.39
Decreased by:		
Taxes Canceled	19,790.87	
Received:		
Open Space	1,144,973.00	
Added and Omitted	<u>3,907.85</u>	
		<u>1,168,671.72</u>
Balance December 31, 2010		<u><u>\$ 2,371.67</u></u>

COUNTY OF SALEM
TRUST FUND - OPEN SPACE AND FARMLAND PRESERVATION
Statement of Reserve for Future Use
For the Year Ended December 31, 2010

Balance December 31, 2009		\$ 2,692,233.16
Increased by:		
2010 Tax Levy	\$ 1,167,814.27	
2010 Added and Omitted Tax Levy	3,229.12	
Leased County Land	5,198.57	
Interest on Deposits	47,852.42	
		1,224,094.38
		3,916,327.54
Decreased by:		
Taxes Receivable Canceled	19,790.87	
Expended	797,561.05	
		817,351.92
Balance December 31, 2010		\$ 3,098,975.62
<u>Analysis of Balance:</u>		
Cash		\$ 3,096,603.95
Taxes Receivable		2,371.67
Reserve for Future Use		\$ 3,098,975.62

SUPPLEMENTAL EXHIBITS
GENERAL CAPITAL FUND

COUNTY OF SALEM
GENERAL CAPITAL FUND
Statement of General Capital Cash Per N.J.S. 40A:5-5 - Treasurer
For the Year Ended December 31, 2010

Balance December 31, 2009		\$ 15,330,674.46
Increased by:		
Improvement Authorization Reimbursements	\$ 36,263.50	
2010 Budget Appropriations:		
Capital Improvement Fund	1,700,000.00	
Bond Anticipation Notes Payable	500,000.00	
Due from Salem County Pollution Control Financing Authority	464,825.36	
Interest Earned on Deposits - Due Current Fund	203,370.81	
Due from Current Fund	446,978.00	
Contra	<u>112,554.00</u>	
		<u>3,463,991.67</u>
		18,794,666.13
Decreased by:		
Improvement Authorizations	6,349,676.74	
Bond Anticipation Notes Payable	500,000.00	
Interest Earned on Deposits - Due Current Fund	203,370.81	
Due from Current Fund	55,163.85	
Contra	<u>112,554.00</u>	
		<u>7,220,765.40</u>
Balance December 31, 2010		<u><u>\$ 11,573,900.73</u></u>
Analysis of Balance:		
Cash - Treasurer		\$ 11,586,391.24
Overdraft - Bond Funds Held by Trustee		<u>(12,490.51)</u>
		<u><u>\$ 11,573,900.73</u></u>

COUNTY OF SALEM
GENERAL CAPITAL FUND
 Analysis of General Capital Cash
 For the Year Ended December 31, 2010

	Balance (Deficit) Dec. 31, 2009	Receipts			Disbursements			Transfers		Balance (Deficit) Dec. 31, 2010
		Budget Appropriation	Notes	Miscellaneous	Improvement Authorizations	Notes	Miscellaneous	From	To	
Fund Balance										
Capital Improvement Fund	\$ 655,657.75	\$ 1,700,000.00						\$ 2,552,900.00	\$ 501,178.98	\$ 303,936.73
Due to/(from) Current Fund	(510,280.55)			\$ 650,348.81				501,178.98	144,908.93	(474,736.45)
Contracts Payable	3,751,450.09							3,751,450.09	1,625,423.15	1,625,423.15
Dam Restoration Loan Receivable	(1,300,000.00)									(1,300,000.00)
Reserve for Payment of Debt	240.00									240.00
Due from Salem County Pollution Control Financing Authority	(464,825.36)			464,825.36						
Improvement Authorizations:										
Ordinance										
Number										
90-01 Construction of an Addition to the Salem Community College	10,630.24									10,630.24
96-01 Acquisition of Various Pieces of Equipment and Construction of Various Capital Improvements	314,595.78							86,412.00		228,183.78
97-01 Construction of Various Capital Improvements and Acquisition of Various Pieces of Equipment and Interests in Real Property	5,458.50									5,458.50
98-01 Reconstruction of Various County Roads, Alterations and Improvements to County Buildings, ADA Compliance for Various Buildings	2,772.45									2,772.45
99-01 Renovation of Salem County Emergency Operations Center	880.50									880.50
99-02 Construction of Various Capital Improvements and Acquisition of Various Pieces of Equipment	22,994.55									22,994.55
04-02 Reserve for Interest Earned for Local Bridge Fund Grant	166,353.50									166,353.50
04-03 Acquisition of Easement and/or Development Rights to Various Parcels of Real Property	715,269.73									715,269.73
04-04 Creation of a Revolving Loan Fund for Town Center Revitalization Projects	650,000.00		\$ 500,000.00	34,615.00	\$ 23,882.00			100,000.00	111,914.00	703,301.73
04-05 Reconstruction of Various County Roads	307,487.75				34,615.00		\$ 500,000.00			650,000.00
05-02 Demolition of Alms House	47,841.98							47,841.98		307,487.75
05-03 Reconstruction of Various County Roads	859.93								17,340.55	18,200.48
06-05 Reserve for Reconstruction of Various County Roads	646,948.75					52,486.01		22,286.55	74,772.56	646,948.75
07-03 Disaster Recovery	12,243.26							12,243.26		12,243.26
07-04 Reserve for Interest Earned for County Aid Improvement Program Reconstruction of Various County Roads	21,932.50					48,834.19		236,031.93	284,866.12	21,932.50
07-05 Dam Rehabilitation and Restoration	500,000.00									500,000.00
07-06 Alterations, Improvements and Relocation of County Offices	55,549.26					45,317.02				10,232.24
07-07 Construction of Improvements to the Camp Karney Dam Structure and Spillway	1,140,729.00							45,564.75	45,564.75	1,140,729.00
07-08 Purchasing Vehicles and Equipment for the Mosquito Extermination Commission	31.80									31.80
07-09 Alterations, Improvements and Relocation of County Buildings and Offices	25,800.00									25,800.00
07-10 Old Court House Restoration Project	75,337.55					69,798.25				5,539.30
07-11 Alterations, Improvements and Relocation of County Buildings and Offices						370,000.00			370,000.00	
07-11 Bathometric Study for Avis Mill Pond	4,938.07					2,638.07		2,300.00		(0.00)

(continued)

COUNTY OF SALEM
GENERAL CAPITAL FUND
 Analysis of General Capital Cash
 For the Year Ended December 31, 2010

	Balance (Deficit) Dec. 31, 2009	Receipts			Disbursements			Transfers		Balance (Deficit) Dec. 31, 2010
		Budget Appropriation	Notes	Miscellaneous	Improvement Authorizations	Notes	Miscellaneous	From	To	
Improvement Authorizations:										
Ordinance										
Number										
07-15 Reconstruction of Various County Roads - Engineer	\$ 771,074.12				\$ 503,037.14			\$ 48,319.37	\$ 441,909.85	\$ 661,627.46
07-15 Information Technology Purchase of Equipment	1,210.71									1,210.71
07-15 Repairs to Mosquito Extermination Equipment	16.90									16.90
08-03 Reserve for Interest Earned for County Aid Improvement Program Reconstruction of Various County Roads	20,190.62							80,660.26	384,063.23	323,593.59
08-03 Reserve for Interest Earned for Local Bridge Fund Grant									7,024.00	7,024.00
08-04 Reconstruction and Maintenance of Various County Roads, Bridges and Dams	854,414.78				35,137.34				136,628.78	955,906.22
08-04 Alterations, Improvements & Relocation of County Offices and Buildings	14,325.07				5,681.57			1,500.00		7,143.50
08-04 Information Technology Purchase of Equipment	292.18									292.18
08-06 Acquisition of Various Pieces of Equipment and Construction of Various Improvements	4,879,960.20				2,025,643.50			1,637,655.21	1,230,959.50	2,447,620.99
08-07 Construction of Truck Wash Facility	13,174.64								16,683.80	29,858.44
09-02 Reconstruction and Maintenance of Various County Roads, Bridges and Dams	1,462,913.21			\$ 1,648.50	568,060.83			275,950.25	629,722.95	1,250,273.58
09-02 Traffic Counter	2,205.00									2,205.00
09-02 Purchase of Three Dump Trucks	450,000.00							83,337.00		
10-01 Alterations and Improvements of County Buildings & Offices									250,000.00	
10-02 Reconstruction and Maintenance of Various County Roads, Bridges and Dams								373,761.32	1,700,000.00	787,792.36
10-03 Purchase of Equipment for Road Department								56,004.70	83,000.00	26,995.30
10-04 Upgrades of Smoke Evacuation System						9,436.50		60,463.50	69,900.00	
10-06 Acquisition of Real Property and Improvements						1,400,000.00			1,400,000.00	
10-08 Acquisition of Various Pieces of Equipment and Construction of Various Improvements									450,000.00	450,000.00
	<u>\$ 15,330,674.46</u>	<u>\$ 1,700,000.00</u>	<u>\$ 500,000.00</u>	<u>\$ 1,151,437.67</u>	<u>\$ 6,349,676.74</u>	<u>\$ 500,000.00</u>	<u>\$ 258,534.66</u>	<u>\$ 9,975,861.15</u>	<u>\$ 9,975,861.15</u>	<u>\$ 11,573,900.73</u>
Cash - Treasurer	\$ 15,343,164.97									\$ 11,586,391.24
Cash (Overdraft) - Trustee	(12,490.51)									(12,490.51)
	<u>\$ 15,330,674.46</u>									<u>\$ 11,573,900.73</u>

COUNTY OF SALEM
GENERAL CAPITAL FUND
Statement of Due from Current Fund
For the Year Ended December 31, 2010

Balance December 31, 2009		\$ 510,280.55
Increased by:		
Disbursed to Current Fund:		
Interest Earned on Deposits	\$ 203,370.81	
Current Fund Expenditures Paid by General Capital Fund	55,163.85	
2010 Budget Appropriations due General Capital Fund	2,070,000.00	
		2,328,534.66
		2,838,815.21
Decreased by:		
Interest Earned on Deposits	203,370.81	
Improvement Authorizations Paid by Current Fund	13,729.95	
Budget Appropriation Received from Current Fund	1,700,000.00	
Received from Current Fund	446,978.00	
		2,364,078.76
Balance December 31, 2010		\$ 474,736.45

Exhibit SC-4

GENERAL CAPITAL FUND
Statement of Deferred Charges to Future Taxation - Funded
For the Year Ended December 31, 2010

Balance December 31, 2009		\$ 36,528,000.00
Decreased by:		
Payment of Bond Principal:		
2010 Budget Appropriations	\$ 1,901,400.00	
Open Space Trust Fund	408,600.00	
State of New Jersey	155,000.00	
		2,465,000.00
Balance December 31, 2010		\$ 34,063,000.00

COUNTY OF SALEM
GENERAL CAPITAL FUND
 Statement of Improvement of Authorizations
 For the Year Ended December 31, 2010

Ordinance Number	Improvement Description	Date	Balance Dec. 31, 2009		2010 Authorizations	Liquidation of Prior Year Contracts Payable	Paid or Charged	Canceled by Resolution	Reappropriated by Ordinance	Balance Dec. 31, 2010	
			Ordinance Amount	Funded						Unfunded	Funded
90-01	Construction of an Addition to the Salem County Community College	03-07-90	\$ 3,125,000.00	\$ 10,630.24						\$ 10,630.24	
96-01	Acquisition of Various Pieces of Equipment and Construction of Various Capital Improvements	07-17-96	2,500,000.00	314,595.78			\$ 86,412.00			228,183.78	
97-01	Construction of Various Capital Improvements and Acquisition of Various Pieces of Equipment and Interests in Real Property	07-16-97	4,450,000.00	5,458.50						5,458.50	
98-01	Reconstruction of Various County Roads, Alterations and Improvements to County Buildings, ADA Compliance for Various Buildings	08-19-98	592,488.28	2,772.45						2,772.45	
99-01	Renovation of Salem County Emergency Operations Center	02-03-99	810,000.00	880.50						880.50	
99-02	Construction of Various Capital Improvements and Acquisition of Various Pieces of Equipment	12-01-99	5,180,000.00	22,994.55						22,994.55	
04-02	Reserve for Interest Earned for Local Bridge Fund Grant	06-16-04	237,306.97	166,353.50						166,353.50	
04-03	Acquisition of Easement and/or Development Rights to Various Parcels of Real Property	08-18-04	9,000,000.00	715,269.73		\$ 111,914.00	123,882.00			703,301.73	
04-04	Creation of a Revolving Loan Fund for Town Center Revitalization Projects	08-18-04	3,000,000.00	150,000.00	\$ 2,850,000.00					150,000.00	\$ 2,850,000.00
04-05	Reconstruction of Various County Roads	12-15-04	600,000.00	307,487.75						307,487.75	
05-02	Demolition of Alms House	07-20-05	248,200.00	47,841.98				\$ 47,841.98			
05-03	Reconstruction of Various County Roads	11-02-05	500,000.00	859.93		17,340.55				18,200.48	
06-05	Reserve for Reconstruction of Various County Roads	11-15-06	1,400,000.00	646,948.75		74,772.56	74,772.56			646,948.75	
07-03	Disaster Recovery	05-16-07	500,000.00	12,243.26			12,243.26				
07-04	Reserve for Interest Earned for County Aid Improvement Program Reconstruction of Various County Roads	05-16-07	402,792.28			284,866.12	284,866.12				
07-04	Reserve for Interest Earned for Local Bridge Fund Grant	05-16-07	31,478.81	21,932.50						21,932.50	
07-05	Dam Rehabilitation and Restoration	07-18-07	500,000.00	500,000.00						500,000.00	
07-06	Alterations, Improvements and Relocation of County Offices	07-18-07	205,000.00	55,549.26			45,317.02			10,232.24	
07-07	Construction of Improvements to the Camp Karney Dam Structure and Spillway	07-18-07	1,300,000.00	1,140,729.00		45,564.75	45,564.75			1,140,729.00	
07-08	Purchasing Vehicles and Equipment for the Mosquito Extermination Commission	08-15-07	120,500.00	31.80						31.80	
07-09	Alterations, Improvements and Relocation of County Buildings and Offices	09-19-07	100,000.00	25,800.00						25,800.00	
07-10	Old Court House Restoration Project	09-19-07	187,000.00	75,337.55			69,798.25			5,539.30	
07-11	Alterations, Improvements and Relocation of County Buildings and Offices	09-19-07	370,000.00			370,000.00	370,000.00				
07-11	Bathmetric Study for Avis Mill Pond	09-19-07	37,000.00	4,938.07			4,938.07				
07-15	Reconstruction of Various County Roads - Engineer	12-05-07	1,320,000.00	771,074.12		441,909.85	551,356.51			661,627.46	
07-15	Information Technology Purchase of Equipment	12-05-07	109,600.00	1,210.71						1,210.71	

(Continued)

COUNTY OF SALEM
GENERAL CAPITAL FUND
Statement of Serial Bonds
For the Year Ended December 31, 2010

Purpose	Date of Issue	Original Issue	Maturities of Bonds Outstanding December 31, 2010		Interest Rate	Balance Dec. 31, 2009	Paid by Budget Appropriation	Balance Dec 31, 2010
			Date	Amount				
County College Bonds, Series 1997	10-1-97	\$ 1,394,000.00	10-01-2011	\$ 126,000.00	4.850%	\$ 374,000.00	\$ 120,000.00	\$ 254,000.00
			10-01-2012	128,000.00				
General Obligation Refunding Bonds	4-15-04	5,565,000.00	04-01-2011	655,000.00	3.500%	3,235,000.00	630,000.00	2,605,000.00
			04-01-2012	680,000.00	3.750%			
			04-01-2013	300,000.00	5.000%			
			04-01-2014	315,000.00	4.000%			
			04-01-2015	330,000.00	4.000%			
			04-01-2016	325,000.00	4.000%			
General Obligation Bonds, Series 2005	10-1-05	8,300,000.00	10-15-2011	330,000.00	3.850%	7,130,000.00	315,000.00	6,815,000.00
			10-15-2012	345,000.00	3.850%			
			10-15-2013	360,000.00	3.850%			
			10-15-2014	375,000.00	3.850%			
			10-15-2015	390,000.00	3.850%			
			10-15-2016	410,000.00	3.850%			
			10-15-2017	430,000.00	3.850%			
			10-15-2018	450,000.00	3.850%			
			10-15-2019	470,000.00	3.850%			
			10-15-2020	490,000.00	3.850%			
			10-15-2021	515,000.00	3.850%			
			10-15-2022	535,000.00	3.850%			
			10-15-2023	555,000.00	3.850%			
			10-15-2024	580,000.00	3.875%			
10-15-2025	580,000.00	3.875%						
County College Bonds, Series 2006	7/15/06	1,800,000.00	07-15-2011	175,000.00	4.750%	1,365,000.00	165,000.00	1,200,000.00
			07-15-2012	185,000.00				
			07-15-2013	195,000.00				
			07-15-2014	205,000.00				
			07-15-2015	215,000.00				
			07-15-2016	225,000.00				
General Obligation Refunding Bonds, Series 2007	3/29/07	3,100,000.00	07-15-2011	260,000.00	4.000%	3,025,000.00	250,000.00	2,775,000.00
			07-15-2012	270,000.00	3.500%			
			07-15-2013	280,000.00	4.000%			
			07-15-2014	295,000.00	3.750%			
			07-15-2015	305,000.00	5.000%			
			07-15-2016	315,000.00	5.000%			
			07-15-2017	330,000.00	5.000%			
			07-15-2018	355,000.00	5.000%			
			07-15-2019	365,000.00	5.000%			

(Continued)

COUNTY OF SALEM
GENERAL CAPITAL FUND
Statement of Serial Bonds
For the Year Ended December 31, 2010

Purpose	Date of Issue	Original Issue	Maturities of Bonds Outstanding December 31, 2010		Interest Rate	Balance Dec. 31, 2009	Paid by Budget Appropriation	Balance Dec 31, 2010
			Date	Amount				
Vocational School Refunding Bonds, Series 2007	3/29/07	\$ 1,185,000.00	07-15-2011	\$ 105,000.00	4.000%			
			07-15-2012	110,000.00	3.500%			
			07-15-2013	105,000.00	4.000%			
			07-15-2014	115,000.00	3.750%			
			07-15-2015	110,000.00	5.000%			
			07-15-2016	115,000.00	5.000%			
			07-15-2017	125,000.00	5.000%			
			07-15-2018	130,000.00	5.000%			
			07-15-2019	135,000.00	5.000%			
Governmental Loan Revenue Bonds, Series 2008A	5/28/08	3,600,000.00	04-15-2011	320,000.00	3.500%			
			04-15-2012	340,000.00	3.500%			
			04-15-2013	350,000.00	3.500%			
			04-15-2014	360,000.00	3.500%			
			04-15-2015	380,000.00	3.750%			
			04-15-2016	400,000.00	3.750%			
			04-15-2017	410,000.00	3.750%			
			04-15-2018	430,000.00	3.750%			
Special Services School Bonds, Series 2008	10/30/08	6,000,000.00	10-01-2011	210,000.00	3.750%			
			10-01-2012	220,000.00	3.750%			
			10-01-2013	230,000.00	4.000%			
			10-01-2014	240,000.00	4.000%			
			10-01-2015	250,000.00	4.000%			
			10-01-2016	260,000.00	4.000%			
			10-01-2017	270,000.00	5.000%			
			10-01-2018	285,000.00	5.000%			
			10-01-2019	295,000.00	5.000%			
			10-01-2020	310,000.00	5.000%			
			10-01-2021	325,000.00	5.000%			
			10-01-2022	340,000.00	5.000%			
			10-01-2023	355,000.00	5.000%			
			10-01-2024	370,000.00	5.000%			
			10-01-2025	385,000.00	5.000%			
			10-01-2026	405,000.00	5.000%			
			10-01-2027	415,000.00	5.000%			
10-01-2028	415,000.00	5.000%	5,790,000.00	210,000.00	5,580,000.00			

(Continued)

COUNTY OF SALEM
GENERAL CAPITAL FUND
Statement of Serial Bonds
For the Year Ended December 31, 2010

Purpose	Date of Issue	Original Issue	Maturities of Bonds Outstanding December 31, 2010		Interest Rate	Balance Dec. 31, 2009	Paid by Budget Appropriation	Balance Dec 31, 2010
			Date	Amount				
Governmental Loan Revenue Bonds, Series 2009	3/18/2009	\$ 9,854,000.00	03-15-2011	\$ 365,000.00	2.000%			
			03-15-2012	370,000.00	2.250%			
			03-15-2013	380,000.00	2.750%			
			03-15-2014	390,000.00	3.000%			
			03-15-2015	400,000.00	3.250%			
			03-15-2016	415,000.00	5.000%			
			03-15-2017	425,000.00	5.000%			
			03-15-2018	440,000.00	5.000%			
			03-15-2019	455,000.00	5.000%			
			03-15-2020	475,000.00	4.000%			
			03-15-2021	495,000.00	4.000%			
			03-15-2022	515,000.00	4.000%			
			03-15-2023	540,000.00	4.250%			
			03-15-2024	565,000.00	4.250%			
			03-15-2025	590,000.00	4.800%			
			03-15-2026	620,000.00	4.800%			
			03-15-2027	655,000.00	4.500%			
			03-15-2028	685,000.00	5.000%			
			03-15-2029	714,000.00	5.000%			
						<u>\$ 35,228,000.00</u>	<u>\$ 2,465,000.00</u>	<u>\$ 32,763,000.00</u>
							Paid by Trust Fund	\$ 408,600.00
							Paid by Current	1,901,400.00
							Paid by State of New Jersey	155,000.00
								<u>\$ 2,465,000.00</u>

COUNTY OF SALEM
GENERAL CAPITAL FUND
Statement of Contracts Payable
For the Year Ended December 31, 2010

Balance December 31, 2009	\$ 3,751,450.09
Increased by:	
Charges to Improvement Authorizations	<u>1,625,423.15</u>
	5,376,873.24
Decreased by:	
Liquidation of Prior Year Contracts	<u>3,751,450.09</u>
Balance December 31, 2010	<u><u>\$ 1,625,423.15</u></u>

COUNTY OF SALEM
GENERAL CAPITAL FUND
Statement of Capital Improvement Fund
For the Year Ended December 31, 2010

Balance December 31, 2009		\$ 655,657.75
Increased by:		
2010 Budget Appropriation	\$ 2,070,000.00	
Funded Improvement Authorizations Canceled	131,178.98	
		2,201,178.98
		2,856,836.73
Decreased by:		
Appropriated to Finance Improvement Authorizations		2,552,900.00
Balance December 31, 2010		\$ 303,936.73

COUNTY OF SALEM
GENERAL CAPITAL FUND
 State of New Jersey Dam Restoration Loan
 For the Year Ended December 31, 2010

Ordinance Number	Improvement Description	Date of Issue	Amount of Original Loan	Outstanding Loan Maturities Dec. 31, 2010		Interest Rate	Balance Dec. 31, 2009 and 2010
				Year	Amount		
07-07	Construction of Improvements to the Camp Karney Dam Structure and Spillway, together with the acquisition of all materials and equipment and completion of all work necessary therefor and related thereto	07-18-07	\$ 1,300,000.00	2011	\$ 31,204.79		
				2012	63,348.83		
				2013	64,622.15		
				2014	65,921.05		
				2015	67,246.06		
				2016-2020	357,056.66		
				2021-2025	394,412.67		
				2026-2028	256,187.79	2.0%	\$ 1,300,000.00
							<u>\$ 1,300,000.00</u>

COUNTY OF SALEM
GENERAL CAPITAL FUND
 Statement of Bond Anticipation Notes
 For the Year Ended December 31, 2010

Ordinance Number	Improvement Description	Date of		Maturity Date	Interest Rate	Balance			Balance Dec. 31, 2010
		Original Issue	Date of Issue			Dec. 31, 2009	Increased	Decreased	
04-04	Creation of a Revolving Loan Fund for Town Center Revitalization Projects	08/27/08	08/25/09	08/24/10	2.25%	\$ 500,000.00		\$ 500,000.00	
			08/24/10	08/23/11	2.25%		\$ 500,000.00		\$ 500,000.00
						<u>\$ 500,000.00</u>	<u>\$ 500,000.00</u>	<u>\$ 500,000.00</u>	<u>\$ 500,000.00</u>
Renewals							<u>\$ 500,000.00</u>	<u>\$ 500,000.00</u>	

COUNTY OF SALEM
GENERAL CAPITAL FUND
Statement of Bonds and Notes Authorized But Not Issued
For the Year Ended December 31, 2010

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Balance Dec. 31, 2009</u>	<u>2010 Authorizations</u>	<u>Balance Dec. 31, 2010</u>
04-04	Creation of a Revolving Loan Fund for Town Center Revitalization Projects	\$ 2,350,000.00		\$ 2,350,000.00
10-08	Acquisition of Various Pieces of Equipment and Construction of Various Improvements		\$ 6,300,000.00	6,300,000.00
		<u>\$ 2,350,000.00</u>	<u>\$ 6,300,000.00</u>	<u>\$ 8,650,000.00</u>

SUPPLEMENTAL EXHIBITS
OTHER OFFICIALS AND INSTITUTIONS

COUNTY OF SALEM
COUNTY CLERK
 Statements of Assets, Liabilities and Reserves--Regulatory Basis
 As of December 31, 2010 and 2009

<u>ASSETS</u>	Balance Dec. 31, 2010	Balance Dec. 31, 2009
Cash	\$ 92,673.01	\$ 102,722.15
	<u>\$ 92,673.01</u>	<u>\$ 102,722.15</u>
 <u>LIABILITIES AND RESERVES</u>		
Reserve for Trust Fund	\$ 2,148.00	\$ 2,358.00
Due State of New Jersey	22,469.00	24,413.45
Due County Treasurer	68,056.01	75,950.70
	<u>\$ 92,673.01</u>	<u>\$ 102,722.15</u>

COUNTY OF SALEM
COUNTY CLERK
Statement of Cash
For the Year Ended December 31, 2010

Balance December 31, 2009		\$ 102,722.15
Increased by Receipts:		
County Recording Fees	\$ 292,856.95	
Realty Transfer Tax Fees	444,071.30	
State Trade Names	1,321.50	
Trust	20,541.20	
Copies	4,599.95	
Search	302.00	
Notary	550.00	
Photos	2,020.00	
Preservation Fund	280,537.77	
Tax Relief	187,025.18	
Interest Earned on Deposits	535.39	
Miscellaneous	435.62	
		1,234,796.86
		1,337,519.01
Decreased by Disbursements:		
Interest Paid to County Finance Officer	488.07	
Turned over to Treasurer:		
Current Fund Anticipated Revenue	304,017.01	
Trust Fund	28,433.77	
State Realty Tax Fees	327,995.25	
Preservation Fund	282,885.84	
Public Health Priority Fund	47,515.50	
Extraordinary Aid Fund	63,308.50	
State Trade Names	1,321.50	
County Tax Relief	188,590.56	
Miscellaneous	290.00	
		1,244,846.00
Balance December 31, 2010		\$ 92,673.01

COUNTY OF SALEM
SURROGATE'S OFFICE
 Statements of Assets, Liabilities and Reserves--Regulatory Basis
 As of December 31, 2010 and 2009

<u>ASSETS</u>	<u>Balance Dec. 31, 2010</u>	<u>Balance Dec. 31, 2009</u>
Cash - Surrogate	\$ 8,990.41	\$ 7,032.95
Investments - Probate Division:		
Savings and Loan Association	2,397,935.32	2,651,100.45
Certificates of Deposit	427,534.39	735,051.42
	<u>\$ 2,834,460.12</u>	<u>\$ 3,393,184.82</u>
<u>LIABILITIES AND RESERVES</u>		
Salem County Court Probate Division	\$ 2,825,469.71	\$ 3,386,151.87
Attorneys' Deposits	3,999.74	6,121.74
Due County Treasurer	4,990.67	911.21
	<u>\$ 2,834,460.12</u>	<u>\$ 3,393,184.82</u>

COUNTY OF SALEM
SURROGATE'S OFFICE
Statement of Cash - Surrogate
For the Year Ended December 31, 2010

Balance December 31, 2009		\$	7,032.95
Increased by Receipts:			
Wills	\$	43,034.00	
Letters of Administration		13,941.00	
Guardianship		760.00	
Shorts		2,065.00	
Adoption		3,150.00	
Superior Court Fees		16,319.61	
Attorney Deposits		6,680.00	
Miscellaneous		30.00	
Interest Earned on Deposits		146.57	
Contra		9,173.00	
			95,299.18
			102,332.13
Decreased by Disbursements:			
Interest Paid to County Financial Officer		141.11	
Due Treasurer:			
Current Fund Anticipated Revenue		72,544.25	
Trust Fund		11,102.00	
Due State of New Jersey		87.36	
Refunds		220.00	
Escrow Funds Returned		74.00	
Contra		9,173.00	
			93,341.72
Balance December 31, 2010		\$	8,990.41
<u>Analysis of Balance</u>			
Attorneys' Deposits		\$	3,999.74
Due County Treasurer			4,990.67
		\$	8,990.41

COUNTY OF SALEM
SURROGATE'S OFFICE
Statement of Investment - Savings and Loan Association
For the Year Ended December 31, 2010

Balance December 31, 2009		\$ 2,651,100.45
Increased by Receipts:		
Purchase of Savings Certificates	\$ 305,975.32	
Interest Earned on Deposits	57,907.16	
		363,882.48
		3,014,982.93
Decreased by Disbursements:		
Income Tax Withholdings	320.91	
Redemption of Savings Certificates	616,726.70	
		617,047.61
Balance December 31, 2010		\$ 2,397,935.32

Exhibit SF-3

SURROGATE'S OFFICE
Statement of Investment - Certificate of Deposit
For the Year Ended December 31, 2010

Balance December 31, 2009		\$ 735,051.42
Increased by Receipts:		
Interest Earned on Deposits		10,910.51
		745,961.93
Decreased by Disbursements:		
Redemption of Certificates of Deposits	\$ 307,581.43	
Interest Transferred to Minor's Account	10,846.11	
		318,427.54
Balance December 31, 2010		\$ 427,534.39

COUNTY OF SALEM
SHERIFF'S OFFICE
 Statements of Assets, Liabilities and Reserves--Regulatory Basis
 As of December 31, 2010 and 2009

<u>ASSETS</u>	Balance Dec. 31, 2010	Balance Dec. 31, 2009
Cash - Sheriff	\$ 31,728.88	\$ 30,539.31
	<u>\$ 31,728.88</u>	<u>\$ 30,539.31</u>
 <u>LIABILITIES AND RESERVES</u>		
Fees and Executions	\$ 31,680.50	\$ 30,315.24
Due County	48.38	224.07
	<u>\$ 31,728.88</u>	<u>\$ 30,539.31</u>

COUNTY OF SALEM
SHERIFF'S OFFICE
Statement of Cash
For the Year Ended December 31, 2010

Balance December 31, 2009		\$	30,539.31
Increased by Receipts:			
Sales and Executions	\$	398,546.88	
County Fees		72,459.83	
Sheriffs Trust		4,794.00	
Miscellaneous		1,233.63	
Interest Earned on Deposits		908.76	
			477,943.10
			508,482.41
Decreased by Disbursements:			
Interest Paid to County Finance Officer		1,084.45	
Turned over to Treasurer:			
Current Fund Anticipated Revenue		72,459.83	
Trust Fund		4,794.00	
Refunds		170,305.21	
Advertising		55,004.90	
Deed		6,000.00	
Garnishments		123,941.96	
Attorney Payments		37,285.41	
Miscellaneous		1,444.71	
Superior Court Fees		4,433.06	
			476,753.53
Balance December 31, 2010		\$	31,728.88

Exhibit SG-2

SHERIFF'S OFFICE
Statement of Sheriff's Fees Due County
For the Year Ended December 31, 2010

Balance December 31, 2009		\$	224.07
Increased by Receipts:			
Fees Collected	\$	72,459.83	
Trust Fund		4,794.00	
Interest Earned on Deposits		908.76	
			78,162.59
			78,386.66
Decreased by Disbursements:			
Interest Paid to County Finance Officer		1,084.45	
Turned over to Treasurer:			
Current Fund Anticipated Revenue		72,459.83	
Trust Fund		4,794.00	
			78,338.28
Balance December 31, 2010		\$	48.38

COUNTY OF SALEM
JAIL PRISONER'S WELFARE FUND
Statements of Cash
For the Year Ended December 31, 2010

	Balance Dec. 31, 2009	Receipts		Disbursements		Balance Dec. 31, 2010
		Interest	Other	County Treasurer	Other	
Warden:						
Inmate Account	\$ 51,065.06	\$ 899.34	\$ 560,421.25		\$ 565,883.87	\$ 46,501.78
Welfare Account	51,186.02	1,098.45	237,376.52		200,365.88	89,295.11
Bail Account	3,056.10	160.14	416,939.64		420,055.34	100.54
Miscellaneous	43.18		188,761.33	\$ 188,658.92	60.00	85.59
	<u>105,350.36</u>	<u>2,157.93</u>	<u>1,403,498.74</u>	<u>188,658.92</u>	<u>1,186,365.09</u>	<u>135,983.02</u>
Work Release	<u>110.51</u>	<u>1.67</u>				<u>112.18</u>
	<u>\$ 105,460.87</u>	<u>\$ 2,159.60</u>	<u>\$ 1,403,498.74</u>	<u>\$ 188,658.92</u>	<u>\$ 1,186,365.09</u>	<u>\$ 136,095.20</u>
Total Receipts and Disbursements			<u>\$ 1,405,658.34</u>		<u>\$ 1,375,024.01</u>	

Analysis of Revenue Turned Over to Treasurer

Miscellaneous Account:

Anticipated Revenue:

 Inmate Health Reimbursement \$ 2,538.43
 Interest Earned on Deposits 979.86

Non-Budgeted Revenue:

 Jail Miscellaneous Revenue 97,390.26
 Jail Telephone Commissions 87,750.37

\$ 188,658.92

COUNTY OF SALEM
MOSQUITO EXTERMINATION COMMISSION
Statement of Cash
For the Year Ended December 31, 2010

Balance December 31, 2009		\$	30,197.18
Increased by Receipts:			
County of Salem	\$	609,070.00	
Lower Alloways Creek Township		46,600.00	
Unanticipated Miscellaneous Revenue		2,336.51	
Reimbursement		41,087.30	
Interest Earned on Deposits		225.14	
		<u>225.14</u>	
			<u>699,318.95</u>
			729,516.13
Decreased by Disbursements:			
Advertisement		1,495.40	
Education		4,498.66	
Equipment Maintenance		15,378.54	
Erosion Control		6,242.44	
Lab & Survey		4,920.17	
Legal		9,166.66	
Miscellaneous		363.00	
Assets		2,054.10	
Office Expenses		13,498.53	
Wages		478,307.00	
Employer PERS Contribution		32,137.00	
Payroll Taxes		45,755.34	
Payroll Services		1,925.00	
Pesticides		16,929.26	
Project Permits		3,681.05	
Safety		6,682.69	
Shared Services		8,693.54	
Shop		17,347.93	
Transportation and Maintenance		9,568.41	
Utilities		18,952.69	
Operation of Vehicles		13,039.90	
		<u>13,039.90</u>	
			<u>710,637.31</u>
Balance December 31, 2010		\$	<u><u>18,878.82</u></u>

COUNTY OF SALEM
LIBRARY COMMISSION
Statement of Cash
For the Year Ended December 31, 2010

Balance December 31, 2009		\$	44,530.72
Increased by Receipts:			
County Appropriations	\$	123,000.00	
United Way Contributions		6,885.85	
Other Contributions		3,200.00	
American Library Association		5,000.00	
Donations		5,134.40	
Miscellaneous		4,373.75	
Interest Earned on Deposits		134.01	
		<u>134.01</u>	
			<u>147,728.01</u>
			192,258.73
Decreased by Disbursements:			
Gross Wages		75,883.47	
Employer Payroll Taxes		27,553.33	
Equipment/Supplies		4,220.74	
Books and Publications		13,268.71	
Memberships		17,239.00	
Remodeling		14,243.43	
Postage		147.05	
Vehicle Expense and Maintenance		4,752.76	
Rent		6,090.77	
Miscellaneous		3,950.69	
		<u>3,950.69</u>	
			<u>167,349.95</u>
Balance December 31, 2010		\$	<u><u>24,908.78</u></u>

COUNTY OF SALEM
PART 2
SINGLE AUDIT
FOR THE YEAR ENDED DECEMBER 31, 2010

**REPORT ON COMPLIANCE WITH REQUIREMENTS THAT COULD HAVE A DIRECT
AND MATERIAL EFFECT ON EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER
COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133 AND
STATE OF NEW JERSEY CIRCULAR 04-04-OMB**

The Honorable Director and
Members of the County Board of Chosen Freeholders
County of Salem
Salem, New Jersey 08079

Compliance

We have audited the compliance of the County of Salem, State of New Jersey, with the types of compliance requirements described in the OMB Circular A-133 Compliance Supplement and the New Jersey State Grant Compliance Supplement that could have a direct and material effect on each of the County's major federal and state programs for the year ended December 31, 2010. The County's major federal and 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 federal and state programs is the responsibility of the County's management. Our responsibility is to express an opinion on the County's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States; audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey; OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations; and State of New Jersey Circular 04-04-OMB, Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid. Those standards, OMB Circular A-133, and State of New Jersey Circular 04-04-OMB, require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal or state program occurred. An audit includes examining, on a test basis, evidence about the County of Salem'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 County's compliance with those requirements.

In our opinion, the County of Salem complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal and state programs for the year ended December 31, 2010. However, the results of our auditing procedures disclosed an instance of noncompliance with those requirements which are required to be reported in accordance with OMB Circular A-133 and New Jersey Circular 04-04-OMB, which is described in the accompanying Schedule of Findings and Questioned Costs as finding no.: 2010-02.

Internal Control Over Compliance

The management of the County of Salem is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal and state programs. In planning and performing our audit, we considered the County's internal control over compliance with requirements that could have a direct and material effect on a major federal or state program to determine the auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133 and State of New Jersey Circular 04-04-OMB, 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 County'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 federal or 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 federal or state program will not be prevented, or detected and corrected, on a timely basis.

Our consideration of 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.

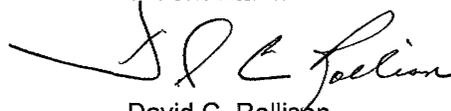
The County of Salem's responses to the findings identified in our audit are described in the accompanying Schedule of Findings and Questioned Costs. We did not audit the County's responses and, accordingly, we express no opinion on the responses.

This report is intended solely for the information and use of management of the County, the Division of Local Government Services, Department of Community Affairs, 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,



BOWMAN & COMPANY LLP
Certified Public Accountants
& Consultants



David C. Rollison
Certified Public Accountant
Registered Municipal Accountant

Woodbury, New Jersey
August 26, 2011

COUNTY OF SALEM
 Schedule of Expenditures of Federal Awards
 For the Year Ended December 31, 2010

<u>Federal Grantor/Pass-through Grantor/Program Title</u>	<u>Federal C.F.D.A.</u>	<u>County Grant No./ Pass Through Number</u>	<u>Matching Contributions</u>	<u>Program or Award Amount</u>	<u>Grant Period From</u>	<u>To</u>
<u>U.S. DEPARTMENT OF AGRICULTURE</u>						
USDA Rural Business Enterprises						
Grant-Railroad Improvements	10.769	35-017-216001147		\$ 147,000.00	01/01/03	12/31/03
USDA Rural Business Grant	10.769	35-017-216001147		99,000.00	01/01/03	12/31/03
<u>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</u>						
Salem County Area Plan Grant	93.045	4275-100-046-4110-049-J004-6110		Various	Various	
Cancer Education & Early Detection	46.939	Not Available		Various	Various	
Help America Vote Act (HAVA) 261	93.617	Not Available		33,187.00	05/06/09	05/06/10
Public Health Preparedness & Response for Bioterrorism	93.283	100-046-4L04-360-J002-6120		Various	Various	
<u>U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT</u>						
Homelessness Prevention and Rapid Re-Housing (ARRA)	14.257	2009-02151-1817-00		800,000.00	10/01/09	09/30/11
<u>U.S. DEPARTMENT OF MILITARY AND VETERANS' AFFAIRS</u>						
Veterans' Transportation Prog.	21.600	3610-100-067-3610-058-PVET-6130		Various	Various	
<u>U.S. DEPARTMENT OF JUSTICE</u>						
State Homeland Security Grant Program	97.067	Various		Various	Various	
State Homeland Security Grant Program-Code Orange Funds	97.067	Various		27,325.00	09/30/07	06/30/08
Multi Jurisdictional Task Force	16.005	DE 2-18-05		174,680.00	01/01/05	12/31/05
Multi Jurisdictional Task Force	16.005	DE 2-18-06		174,680.00	01/01/06	12/31/06
Multi Jurisdictional Gang, Gun and Narcotics Task Force Program (ARRA)	16.005	2009-SU-B9-026		206,822.00	01/01/10	06/31/11
Multi Jurisdictional Gang, Gun and Narcotics Task Force Program	16.005	DE 2-18-08	\$ 50,085.00	Various	Various	
Victims of Crime	16.575	V-17-01		139,146.00	10/01/00	09/30/01
Victims of Crime	16.575	V-23-01		383,658.00	10/01/01	09/30/02
Victims of Crime	16.575	V-17-03		207,833.00	10/01/02	09/30/03
Victims of Crime	16.575	V-17-03		130,479.00	10/01/05	09/30/06
Victim and Witness Advocacy	Not Available	Not Available		Prior Year	07/01/00	06/30/01
Prosecutor Victim and Witness Advocacy	Not Available	VWAFPS-17		21,600.00	11/08/08	04/30/10
Victims of Crime Act - Victim Assistance Grant Program	16.575	V-05-05		Various	Various	
<u>U.S. DEPARTMENT OF LABOR</u>						
Passed through State Department of Labor:						
Job Training Partnership Act	17.250	06-92-00-ET-06-P494		Prior Year	Prior Year	
Passed through County of Cumberland:						
Welfare To Work	17.253	AA-11266-01-50		153,588.00	07/01/03	06/30/04
Workforce Investment Act Cumberland/Salem						
Adult (ARRA)	17.258	AA-11266-01-50		98,186.00	02/17/09	06/30/10
Youth (ARRA)	17.259	AA-11266-01-50		215,283.00	02/17/09	06/30/10
Dislocated Worker (ARRA)	17.260	AA-11266-01-50		163,140.00	02/17/09	06/30/10
Summer Youth Works Program (ARRA)	17.207	AA-11266-01-50		71,292.00	07/01/10	06/30/11
Workforce Investment Board						
Adult	17.258	AA-11266-01-50		Various	Various	
Workforce Investment Board						
Youth	17.259	AA-11266-01-50		Various	Various	
Workforce Investment Board						
Dislocated Worker	17.260	AA-11266-01-50		Various	Various	

Balance Dec. 31, 2009	Receipts or Revenue Recognized	Adjustments +/-	Disbursed/ Expended	Reserve for Encumbrances	Balance Dec. 31, 2010	(Memo Only)	
						Cash Received	Accumulated Expenditures
\$ 5,609.08 99,000.00		(1) \$ 24,177.92		\$ 24,177.92	\$ 5,609.08 99,000.00		\$ 141,390.92
104,609.08		24,177.92		24,177.92	104,609.08		141,390.92
153,218.39	\$ 971,056.00	(1)(2) 173,632.72	\$ 843,375.95	217,048.98	237,482.18	\$ 1,082,636.00	6,188,098.82
284,769.84		(2) (261,380.77)			23,389.07		677,277.93
25,837.00		(1) 7,350.00	28,333.75		4,853.25		28,333.75
1,441,822.37	611,521.00	(1)(2) (350,588.85)	836,085.25	1,118.88	865,550.39	804,559.00	4,827,462.61
1,905,647.60	1,582,577.00	(430,986.90)	1,707,794.95	218,167.86	1,131,274.89	1,887,195.00	11,721,173.11
800,000.00			125,013.04		674,986.96	91,679.70	125,013.04
8,185.60	13,000.00	(1)(2) 983.00	11,953.00	1,087.00	9,128.60	15,170.00	52,871.40
518,179.12		(1)(2) 268,903.58	351,827.86	101,673.12	333,581.72	391,245.10	4,547,535.95
775.00			775.00				27,325.00
225,061.77					225,061.77		36,958.23
91,207.59					91,207.59		170,812.41
-	206,822.00		206,822.00			206,822.00	206,822.00
							339,010.00
835,223.48	206,822.00	268,903.58	559,424.86	101,673.12	649,851.08	598,067.10	5,328,463.59
63,905.02		(2) (63,905.02)					139,146.00
128,621.95		(2) (128,621.95)					383,658.00
78,030.59		(2) (78,030.59)					207,833.00
112,570.20					112,570.20		17,908.80
652.00		(2) (652.00)					8,400.00
7,662.54			4,422.20		3,240.34		18,359.66
391,442.30	-	(271,209.56)	4,422.20	-	115,810.54	-	775,305.46
273,281.70	117,601.00		37,817.81		353,064.89	89,537.00	356,276.11
276,956.60		(2) (276,956.60)					846,530.53
101,845.19					101,845.19		51,742.81
37,617.25			20,981.75		16,635.50	20,981.75	81,550.50
42,049.35			37,702.27		4,347.08	39,412.27	210,935.92
91,610.46	110,000.00		101,970.28		99,640.18	105,970.28	173,499.82
	71,292.00		64,150.68		7,141.32	29,953.43	64,150.68
207,024.69	173,096.00		180,524.99		199,595.70	180,524.99	1,052,462.30
159,205.77	172,226.00		88,479.60		242,952.17	88,479.60	918,059.83
149,255.18	175,709.00		120,747.67		204,216.51	112,840.67	1,140,648.49
788,607.89	702,323.00	-	614,557.24	-	876,373.65	578,162.99	3,693,050.35

(Continued)

COUNTY OF SALEM
Schedule of Expenditures of Federal Awards
For the Year Ended December 31, 2010

<u>Federal Grantor/Pass-through Grantor/Program Title</u>	<u>Federal C.F.D.A.</u>	<u>County Grant No./ Pass Through Number</u>	<u>Matching Contributions</u>	<u>Program or Award Amount</u>	<u>Grant Period From To</u>
<u>U.S. DEPARTMENT OF TRANSPORTATION</u>					
Over the Limit Under Arrest	20.601	AL09-410		\$ 6,000.00	08/21/09 09/07/09
Passed through South Jersey Transportation Planning Organization:					
Salem-Hancock's Bridge Road Scooping Project	20.205	94-TP-SJT-CO52		88,854.15	Project Completion
Salem-Hancock's Bridge Road County Road #658	20.205	S0404		161,390.00	Project Completion
Salem Hancock's Bridge Road Phase I (CR 658)	20.205	10-DT-BLA-570		1,093,467.00	Project Completion
Salem Hancock's Bridge Road (CR 658) PE	20.205	STP-0132132(104) PE		208,600.00	Project Completion
NJDCA - Guardrail Replacement Project	20.205	STP-A00S (594)		548,698.00	Project Completion
Subregional Transportation Planning Program	20.205	Not available	\$ 9,600.00	Various	Project Completion
Resurfacing of Auburn Road - Pilesgrove Township	20.205	Not available		797,000.00	Project Completion
Repairing of the Oldmans Creek Trestle	20.205	Not available		188,295.00	Project Completion
SJTPO-Pennsville-Auburn Rd. County Road #551, Phase II	20.205	STP-B00S (193)		456,800.00	Project Completion
Pecks Corner-Cohansey Rd. Resurfacing, Cty. Rd. #540	20.205	STP-B00S (192)		509,000.00	Project Completion
Kings Highway, County Rd #620, Phase IV-B, Mannington Township	20.205	STP-A00S (933)		432,450.00	08/09/05 8/31/07
SJTPO-Salem County Roadway Striping Prog.	20.205	STP-0150(103)CON		542,150.00	Project Completion
SJTPO-Salem County Roadway Striping Prog., Phase II	20.205	STP-BOOS (8840)		243,830.00	Project Completion
SJTPO-Pennsville-Auburn Rd. County Road #551, Phase II	20.205	STP-0156(103)CON		780,000.00	Project Completion
SJTPO-Pennsville-Auburn Rd. County Road #551, Phase III	20.205	STP-0156 (104)		436,540.00	Project Completion
Pointer- Road CR 540 Phase I	20.205	STP-C00S-127		1,067,033.00	Project Completion
Harmersville-Pecks Road County Road 667, Phase II (ARRA)	20.205	10-DT-BLA-521		838,085.00	Project Completion
Salem Branch Railroad Rehabilitation	20.320	DTFR53-08-G-00010		491,592.00	01/01/09 06/30/10
Railroad Replacement Project Phase IV	20.320	DTFR53-08-G-00010		1,750,000.00	07/01/10 06/30/11
SJTPO-Salem County Safety Projects in Pennsville & Upper Pittsgrove Twp.	20.205	STP-3001(106)CON		136,918.00	Project Completion
SJTPO-Salem County Safety Projects in Penns Grove Twp.	20.205	STP-3012 (104)		231,800.00	Project Completion
Federal Aid - Commissioner's Pike, County Road #581, Phase II	20.205	STP-0147 (109)		1,010,300.00	Project Completion
<u>N.J. DEPARTMENT OF COMMUNITY AFFAIRS</u>					
Small Cities Block Grant	14.228	8020-100-022-8020-078-F292-6120		220,000.00	01/01/03 03/31/05
Small Cities Block Grant - Salem Court House Renovation	14.228	100-022-8020-078-F292-06SC-6120		400,000.00	01/01/07 01/31/09
Small Cities Block Grant - Ranch Hope Sanitary Sewer System	14.228	10-0607-00		500,000.00	01/01/10 12/31/11
<u>N.J. DEPARTMENT OF ENVIRONMENTAL PROTECTION</u>					
Stormwater Regulation	66.463	WQ04-480		Various	Various
Wastewater Management Plan (ARRA)	66.454	09-100-042-4801-504-6110		117,600.00	05/01/09 06/01/11
<u>N.J. DEPARTMENT OF LAW AND PUBLIC SAFETY</u>					
Sobriety Checkpoint and Saturation Patrol Project Grant	20.600	AL06-07-07-11		72,300.00	10/01/05 10/31/06
FEMA-Emergency Management Grant	97.042	Not available		5,000.00	01/01/06 12/31/06

Total Federal Financial Assistance

Summary:

Liquidation of Prior Year Encumbrances
Disbursed
Current Year Encumbrances

Current Year Expenditures

Adjustments are for:

(1) Liquidation of Prior Year Encumbrances
(2) Canceled By Resolution

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

Balance Dec. 31, 2009	Receipts or Revenue Recognized	Adjustments +/-	Disbursed/ Expended	Reserve for Encumbrances	Balance Dec. 31, 2010	(Memo Only)	
						Cash Received	Accumulated Expenditures
							\$ 6,000.00
\$ 58,157.90		(2) \$ (58,157.90)					88,854.15
161,390.00					\$ 161,390.00	\$ 113,658.12	
	\$ 1,093,467.00				1,093,467.00		
	208,600.00				208,600.00		
162,757.40		(2) (162,757.40)					548,698.00
126,327.00		(1)(2) (23,509.80)	\$ 7,781.20	\$ 324.20	94,711.80	38,255.02	121,288.20
7,507.86					7,507.86	196,530.52	789,492.14
20,950.00					20,950.00	188,295.00	188,295.00
87,656.63		(1) 29,543.46	6,930.61		110,269.48		346,530.52
147,400.47		(1) 27,731.47	10,653.63		164,478.31	194,521.69	344,521.69
91,972.32					91,972.32		340,477.68
251,665.57		(1) 5,088.20			256,753.77	285,396.23	285,396.23
243,830.00	243,830.00		144,791.97	37,541.80	305,326.23	90,000.00	724,483.77
286,673.85		(1) 7,369.10		7,369.10	286,673.85	180,000.00	493,326.15
436,540.00	436,540.00		269,540.53	34,266.85	569,272.62	135,000.00	1,083,807.38
	1,067,033.00				1,067,033.00		
	838,085.00		463,250.83	117,353.67	257,480.50	225,000.00	580,604.50
	491,592.00		491,592.00			491,592.00	491,592.00
	1,750,000.00			1,723,550.00	26,450.00		1,723,550.00
35,461.40		(1) 8,477.17	7,834.35		36,104.22	100,813.78	100,813.78
58,890.02		(1) 48,421.72	41,625.94		65,685.80	90,000.00	303,032.20
395,419.39		(1) 42,146.91	19,919.78		417,646.52	180,000.00	729,571.48
<u>2,572,599.81</u>	<u>6,129,147.00</u>	<u>(75,647.07)</u>	<u>1,463,920.84</u>	<u>1,920,405.62</u>	<u>5,241,773.28</u>	<u>2,509,062.36</u>	<u>9,290,334.87</u>
106,751.76					106,751.76		157,248.24
-						400,000.00	400,000.00
	500,000.00		500,000.00				500,000.00
<u>106,751.76</u>	<u>500,000.00</u>	<u>-</u>	<u>500,000.00</u>	<u>-</u>	<u>106,751.76</u>	<u>400,000.00</u>	<u>1,057,248.24</u>
3,732.63			760.00		2,972.63		17,027.37
	117,600.00		90,269.84	21,644.96	5,685.20	76,762.24	111,914.80
<u>3,732.63</u>	<u>117,600.00</u>	<u>-</u>	<u>91,029.84</u>	<u>21,644.96</u>	<u>8,657.83</u>	<u>76,762.24</u>	<u>128,942.17</u>
2,926.06					2,926.06		69,373.94
6,126.89					6,126.89		144.00
<u>9,052.95</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>9,052.95</u>	<u>-</u>	<u>69,517.94</u>
<u>\$ 8,076,091.40</u>	<u>\$ 9,369,070.00</u>	<u>\$ (760,735.63)</u>	<u>\$ 5,115,933.78</u>	<u>\$ 2,287,156.48</u>	<u>\$ 9,281,335.51</u>	<u>\$ 6,245,636.39</u>	<u>\$ 33,586,117.73</u>

\$ (690,373.66)
5,115,933.78
2,287,156.48
\$ 6,712,716.60

\$ 690,373.66
(1,451,109.29)
\$ (760,735.63)

COUNTY OF SALEM
 Schedule of Expenditures of State Financial Assistance
 For the Year Ended December 31, 2010

<u>State Funding Department/Program Title</u>	<u>State G.M.I.S. No.</u>	<u>County Grant No.</u>	<u>Matching Contributions</u>	<u>Program or Award Amount</u>	<u>Grant Period From</u>	<u>To</u>
DEPARTMENT OF AGRICULTURE						
Right to Farm Activities Grant	3380-100-010-3380-016			Various	01/01/02	12/31/02
DEPARTMENT OF COMMERCE AND ECONOMIC DEVELOPMENT						
Oldmans Township Economic Development Project	2800-570-020-2800-001-EEEE-6110			\$ 5,000,000	Project Completion	
NEW JERSEY COMMISSION ON SCIENCE AND TECHNOLOGY						
Salem County 9-1-1 Coordinator	2034-100-082-S570-050-U0AB-6110			Various	Various	
OETS 911 Funding Grant	2034-100-082-5570-035-U222-6110			Various	Various	
DEPARTMENT OF COMMUNITY AFFAIRS						
Buried in New Jersey	Not Available			Prior Year	Prior Year	
Recreational Opportunities for Individuals with Disabilities	8050-100-022-8050-035-8157-6130			Various	Various	
Cross Acceptance	Not Available			33,538.05	Prior Year	
TASE - Tobacco Age Sale Enforcement Program	4240-100-046-4213-130-J002-6110			Various	Various	
03 Comm Emergency Response Team	1200-100-066-1200-850-YEMR-6110			6,166.65	01/01/03	12/31/03
County Disaster Liaison	Not Available			2,500.00	05/01/07	08/31/07
SCBG - ADA Grant Agreement #08-2115-00 Johnson Building	2008-02292-2115-00		\$ 36,000.00	150,000.00	04/01/08	09/30/09
Special Legislative Grants:						
Handicapped Accessible Playground	01-100-022-8030-580-FFFF-6120	02-5192-00		550,000.00	07/01/01	06/30/02
DEPARTMENT OF ENVIRONMENTAL PROTECTION						
County Environmental Health Act	98-100-042-4855-075		130,208.00	Various	Various	
CEHA - Cleanup Gates Tire Recycling	GO #4855 8000 665			400,000.00	01/01/09	12/31/09
Wastewater Management Plan	09-100-042-4850-118-6110			100,000.00	12/31/09	12/31/11
PSFASC Wastewater Management Plan	Not Available			190,000.00	12/31/10	12/31/12
Watershed Project	4801-100-042-4801-VB78-6110			101,000.00	01/01/00	12/31/04
DEPARTMENT OF HEALTH						
TANF	100-054-7550-121			Various	Various	
TANF-Work Verification	100-054-7550-121			Various	Various	
Work First New Jersey - TANF Work Activities	100-054-7550-121			Various	Various	
TANF - Case Management	100-054-7550-121			Various	Various	
New Jersey Smart Steps	100-054-7550-121			Various	Various	
General Assistance	100-054-7550-121			Various	Various	
Work First New Jersey-GA/FS Work Activities	100-054-7550-121			Various	Various	
Work First New Jersey-GA/FS Case Management	100-054-7550-121			Various	Various	
Disability Program Navigator	100-054-7550-121			14,025.00	07/01/09	06/30/10
Work First New Jersey-CAPV & EEI & Food Stamps	100-054-7550-121			Various	Various	
Right to Know	4230-100-046-442-105-J002-6110			Various	Various	
Tobacco Control, Prevention, Treatment Education	4240-100-046-4213-168-J002-6110			Various	06/30/02	06/30/03
Cancer Education/Early Detection	4220-100-046-4533-329-J002-6140		18,233.00	Various	Various	
Medical Reserve Support	Not Available			Various	Various	
Healthy Heart Cholesterol Screening Contract						
County Mental Health Board Planning						
Development and Administration	Not Available			Various	Various	
Alcoholic Treatment Program	4240-100-046-4252-024-J002-6110	00-582-ADA-00		Prior Year	01/01/00	12/31/00
Alcoholic Treatment Program	4240-100-046-4252-024-J002-6110	01-550-ADA-00		263,521.00	01/01/01	12/31/01
Alcoholic Treatment Program	4240-100-046-4252-024-J002-6110	02-539-ADA-00		261,321.00	01/01/02	12/31/02
Alcoholic Treatment Program	4240-100-046-4252-024-J002-6110	03-539-ADA-00		241,564.00	01/01/03	12/31/03
Alcoholic Treatment Program	4240-100-046-4252-024-J002-6110	04-539-ADA-00		271,039.00	01/01/04	12/31/04
Alcoholic Treatment Program	4240-100-046-4252-024-J002-6110	05-539-ADA-00		246,041.00	01/01/05	12/31/05
Alcoholic Treatment Program	4240-100-046-4252-024-J002-6110	06-539-ADA-00		240,213.00	01/01/06	12/31/06
Alcoholic Treatment Program	4240-100-046-4252-024-J002-6110	07-539-ADA-00		247,240.00	01/01/07	12/31/07
Alcoholic Treatment Program	4240-100-046-4252-024-J002-6110	08-539-ADA-00		272,697.00	01/01/08	12/31/08
Alcoholic Treatment Program	4240-100-046-4252-024-J002-6110	09-539-ADA-00	19,755.00	247,897.00	01/01/09	12/31/09
Alcoholic Treatment Program	4240-100-046-4252-024-J002-6110	00-582-ADA-00		268,786.00	01/01/10	12/31/10
Early Intervention Program	4575-110-6140			Various	Various	
Early Intervention Program	4575-110-6140			Various	Various	
Early Intervention Program	4575-110-6140	06-161-EIP-L-3		106,182.00	01/01/06	12/31/06
Early Intervention Program and Case Management	4575-110-6140			126,500.00	01/01/07	12/31/07
Early Intervention Program	4575-110-6140	09-351-SCH-L-0		70,800.00	07/01/08	06/30/09
Early Intervention Program	4575-110-6140	10-351-SCH-L-0		66,375.00	07/01/09	06/30/10
EIP Additional	4575-110-6140			1,500.00	01/01/07	12/31/07
Special Child Health and Early Intervention	FGH-2011-EIP Case Management-0020			54,880.00	07/01/10	06/30/11
Mental Health Administration	Not Available			12,000.00	01/01/10	12/31/10
Case Management	4575-110-6140	09-129-SCH-L-1	15,880.00	Various	Various	
Comprehensive Cancer Control Plan	4230-100-046-4753-434-J002-6120	06-57-CCC-L-2		Various	Various	
DEPARTMENT OF HUMAN SERVICES						
LINCS	4230-100-046-4784-182			Various	01/01/01	12/31/01
LINCS IT	4230-100-046-4784-182			34,000.00	01/01/03	12/31/03
DMHD - Mental Health Board - Mental Health						
Disaster and Crisis Counsel	7700-100-054-S121-115-LLLL-3850			4,000.00	07/01/03	06/30/04
Election Assistance to Individuals with Disabilities	08ELEC012AID			39,500.34	01/01/08	12/31/08
Family Court	7570-100-054-7570-064	SCP-08-PM-17		Various	Various	
Seven Steps to Freedom	11-7800-7020			19,811.00	01/01/10	12/31/10
NJ Department of Human Services FFY 2010 IV-D	7550-215-152301-609-009-21123			354,398.77	10/01/10	09/30/11
PASP Supplemental Funding Grant	7570-100-054-7570-361-LLLL-6130	06AMSS		12,832.00	06/01/06	12/31/06
PASP - Personal Attendant Services	7570-100-054-7570-361-LLLL-6130	06AMSS		Various	Various	

Balance Dec. 31, 2009	Receipts or Revenue Recognized	Adjustments ±/	Disbursed/ Expended	Reserve for Encumbrances	Balance Dec. 31, 2010	(Memo Only) Cash Received	Accumulated Expenditures
\$ 14,527.15					\$ 14,527.15		
558,284.72					558,284.72	\$ 4,441,715.28	
9,630.39			\$ 4,298.80	\$ 1,825.87	3,505.72		46,494.28
27,823.76		(1)	\$ 32,255.63	34,330.63	25,669.37	79.39	107,142.61
37,454.15	-		32,255.63	38,629.43	27,495.24	3,585.11	153,636.89
76.00		(2)	(76.00)				500.00
1.00		(2)	(1.00)				5,920.00
27,076.10					27,076.10		6,461.95
36,253.33		(2)	(14,103.30)		22,150.03		44,569.97
6.56		(2)	(6.56)				6,166.65
2,500.00					2,500.00		
186,000.00					186,000.00		
850.00		(2)	(850.00)				550,000.00
252,762.99	-		(15,036.86)	-	-	237,726.13	613,618.57
217,091.75	\$ 171,498.00	(1)(2)	(16,601.32)	214,390.53	43,289.77	114,308.13	\$ 105,186.00
226,996.16						226,996.16	120,131.00
49,218.40		(1)	11,150.00		53,933.00	6,435.40	211,164.60
46,460.00	190,000.00			1,114.82	85,385.18	103,500.00	86,500.00
					46,460.00	46,460.00	54,540.00
539,766.31	361,498.00		(5,451.32)	215,505.35	182,607.95	497,699.69	225,317.00
154,793.31	413,268.00			318,092.06		249,969.25	277,706.98
15,582.00	18,896.00			21,173.00		13,305.00	21,173.00
292,213.39						292,213.39	54,174.33
43,155.00	99,774.00			68,011.00		74,918.00	84,633.00
6.00						6.00	88,347.00
233,481.00	188,277.00			245,785.03		175,972.97	248,804.03
28,728.32						28,728.32	57,480.68
28,885.00	47,069.00			34,326.00		41,628.00	46,053.00
	14,025.00			9,907.00		4,118.00	9,907.00
57,702.84	14,458.00			9,128.00		63,032.84	2,075.00
10,452.73	8,786.00	(2)	(3,845.69)	9,711.66		5,681.38	8,786.00
30,895.81		(2)	(30,895.81)				157,798.16
259,515.65	133,333.00	(1)(2)	(78,027.53)	131,233.02	2,362.12	181,225.98	95,657.00
8,805.14	5,000.00			3,307.09		10,498.05	5,000.00
				5,786.84			
11,208.78		(2)	(14,707.15)			5,421.94	18,578.06
14,707.15		(2)	(25,050.64)				238,144.00
25,050.64		(2)	(13,495.59)				263,521.00
13,495.59		(2)	(16,560.73)				261,321.00
16,560.73		(2)	(574.63)				260,425.00
574.63		(2)					271,039.00
8,128.56						8,128.56	256,942.44
5,509.71						5,509.71	254,947.29
10,068.97						10,068.97	257,316.03
300.94						300.94	272,396.06
48,418.11	268,786.00	(1)	36,175.32	59,773.45		24,819.98	227,360.00
				161,332.32	82,601.98	24,851.70	14,440.00
92,697.75		(2)	(92,697.75)				53,435.00
20,746.39						20,746.39	469,902.00
1,009.63						1,009.63	96,657.61
17,385.23						17,385.23	116,652.37
39,062.98		(2)	(39,062.98)				12,869.00
51,850.03				37,965.66		13,884.37	70,800.00
1,500.00						1,500.00	123,290.63
	54,880.00			15,120.03	51.99	39,707.98	15,172.02
	12,000.00					12,000.00	
97,184.06				15,245.61		81,938.45	26,821.55
108,584.68	50,000.00	(1)	2,023.22	74,344.61	23,844.00	62,419.29	54,166.00
							312,580.71
1,748,260.75	1,328,552.00		(276,719.96)	1,220,242.38	108,860.09	1,470,990.32	1,216,239.34
1,930.63		(2)	(1,930.63)				8,000.00
1,480.64		(2)	(1,480.64)				34,000.00
842.35		(2)	(842.35)				4,000.00
25,628.61						25,628.61	13,871.73
20,928.00	101,878.00	(1)	23,810.00	98,300.00	39,878.00	8,438.00	148,465.00
	19,811.00			2,000.00		17,811.00	17,830.00
	354,398.77					354,398.77	2,000.00
28.92							12,803.08
117,132.56	132,847.00	(1)	10,431.54	154,924.27	24,284.00	81,202.83	132,847.00
167,971.71	608,934.77		29,987.92	255,224.27	64,162.00	487,508.13	299,142.00
							1,180,649.98

(Continued)

COUNTY OF SALEM
 Schedule of Expenditures of State Financial Assistance
 For the Year Ended December 31, 2010

<u>State Funding Department/Program Title</u>	<u>State G.M.I.S. No.</u>	<u>County Grant No.</u>	<u>Matching Contributions</u>	<u>Program or Award Amount</u>	<u>Grant Period From</u>	<u>To</u>
DEPARTMENT OF LABOR						
Passed Through the County of Cumberland:						
Job Opportunities and Basic Skills Training						
Family Development Program	4545-140-100760			\$ 211,239.00	07/01/99	06/30/99
FY2002 One Stop Literacy Lab	Not Available			46,150.00	07/01/01	06/30/02
Workforce Development Partnership Program	Not Available			Various	Various	
Workforce Development Staff and Fringe Benefits	Not Available			45,213.00	07/01/02	06/30/03
DEPARTMENT OF LAW AND PUBLIC SAFETY						
Prosecutor Insurance Fraud Reimbursement	Not Available			Various	Various	
Safe Roadways Project Grant	PT-07-03-04-10			Various	Various	
Sobriety Checkpoint and DWI Education	1160-100-066-1160-036-YHTS-6010			Various	Various	
Community Justice Grant	1020-100-066-1020-304-YOPR-6010			Various	01/01/03	12/31/03
Community Justice Grant	1020-100-066-1020-304-YOPR-6010	JAG-3-12-06	\$ 25,000.00	Various	Various	
Community Traffic Safety Program	1020-100-066-1020-304-YOPR-6010			Various	Various	
Salem County Community Traffic Safety Program	AL-10-10-04-132			17,700.00	01/01/10	12/31/10
Salem County Safe Roadways Grant	AL-10-10-04-132			43,000.00	10/01/09	09/30/10
Drunk Driving Enforcement Fund	6400-100-078-6400			3,000.00	07/01/10	06/30/11
Title V Delinquency Prevention Program	1500-209-994570			149,997.00	09/01/10	09/30/11
Inter-Agency J-J-9-6-06 (FAST)	1020-100-066-1020-304-YOPR-6010			74,625.00	01/01/08	12/31/08
School Based Youth Services Program	1500-100-066-1500-007-YSAC-6010			Various	07/01/04	06/30/05
Youth Service Commission	1500-100-066-1500-121-YSAC-6010			Various	Various	
JAIBG Funds - Juvenile Justice Commission	1500-209-343010		1,081.00	Various	Various	
Local Law Enforcement Block Grant Program	1020-100-066-1020-261-YOPR-6010			Various	Various	
Juvenile Assistance Grant Program - Megan's Law	1020-100-066-1020-261-YOPR-6010		1,285.00	Various	Various	
Justice Assistance Grant (JAG)	JAG-1-39TF-05			87,340.00	01/01/07	12/31/07
Reserve for Emergency Services Grant	1200-100-066-1200-850-YENR-6110			4,000.00	01/01/03	12/31/05
Body Armor Replacement - Sheriff	1020-718-066-1020-001			Various	Various	
Body Armor Replacement - Prosecutor	1020-718-066-1020-001			Various	Various	
Bullet Proof Vest (Prosecutor)	OMB-1121-0235		1,740.75	3,481.50	10/01/08	09/30/10
COPS in Shops	100-066-1400-014-6106-5108			Various	06/01/06	05/31/08
Occupant Protection Program - "Click It or Ticket 2009"	Op09-45-01-03			4,000.00	05/18/09	05/31/09
Project Lifesaver	2007001			82,150.00	06/01/07	06/01/09
Diversity Partner Coalition OP-03-45-0203	1160-100-066-1160-113-YHTS-6010			Various	Various	
Division of State Police - Emergency Services						
(2) Decontamination Trailers	1200-100-066-1200-634-YEMR-6010			285,000.00	05/01/01	09/30/03
K-9 Unit Program	Not Available			63,057.80	01/01/08	12/31/08
State Homeland Security Grant Program - Explosive Detecting Canine Initiative	Not Available			57,142.00	07/01/03	04/30/05
Terrorism Exercise Grant	Not Available			5,000.00	01/01/02	12/31/02
Division of Highway Traffic Safety-Salem Comprehensive Child Passenger Safety Program	1160-100-066-1160-113-YHTS-6120	OP-05-45-01-33		Various	Various	
Reflections on Justice Grant	2010-20-HFG			500.00	01/01/10	12/31/10
County Jail Statewide Photo Capture System	Not Available			4,255.00	01/01/08	12/31/08
NJ Sex Offender Internet Registry	ML 17-06			4,650.00	01/01/08	12/31/08
DEPARTMENT OF STATE						
New Jersey State Council of the Arts Block Grant	2530-100-074-2530-032-S003-6130			Prior Year	01/01/02	12/31/02
Local Arts Program	2530-100-074-2530-032-S003-6130			Various	Various	
Local Arts Staffing Initiative	2530-100-074-2505-053-010390			Various	Various	
Old Court House Project	B-05-SP-NJ-0182			198,000.00	Project Completion	
New Jersey History Grant	2540-100-074-2540-105-S003-610			Various	01/01/03	12/31/03
Historical Commission Grant	08 HIST 166 AGO			Various	Various	
Public Archives & Records Infrastructure Support (PARIS) Grant	2545-100-074-2545-033-S003-6110	05170001		Various	Various	
DEPARTMENT OF TREASURY						
Governor's Council on Alcoholism and Drug Abuse						
Alliance to Prevent Alcoholism and Drug Abuse	2000-100-082-C001-044-0999-6010			137,783.00	Various	
OFFICE OF EMERGENCY TELECOMMUNICATIONS SERVICES						
Emergency Management Performance Grant (EMPG)	Not Available		21,400.00	Various	Various	
Office of Emergency Telecommunications Services (OETS)	06-G-17-059			60,000.00	07/01/06	06/30/07
Enhanced 911 General Assistance and Equipment Grant	2034-100-082-SBE7-00AB-6120			60,000.00	01/01/07	12/31/07
OFFICE OF HOMELAND SECURITY AND PREPAREDNESS						
New Jersey Data Exchange	NJ-DEX			146,895.64	01/01/09	12/31/09
DEPARTMENT OF TRANSPORTATION						

Balance Dec. 31, 2009	Receipts or Revenue Recognized	Adjustments ±/-	Disbursed/ Expended	Reserve for Encumbrances	Balance Dec. 31, 2010	(Memo Only)	
						Cash Received	Accumulated Expenditures
\$ 100,543.65		(2) \$ (100,543.65)					\$ 132,355.93
629.06		(2) (629.06)					46,150.00
6,377.25	\$ 7,655.00		\$ 7,655.00		\$ 6,377.25	\$ 7,655.00	40,012.75
1,190.56					1,190.56		30,201.44
<u>108,740.52</u>	<u>7,655.00</u>	<u>(101,172.71)</u>	<u>7,655.00</u>	<u>-</u>	<u>7,567.81</u>	<u>7,655.00</u>	<u>248,720.12</u>
322,946.27	124,734.00		46,112.00		401,568.27	85,616.76	764,603.73
12,478.20					12,478.20		221,971.80
19,120.00					19,120.00		17,000.00
8,501.99					8,501.99		102,978.01
91,769.01		(1) 73.73	17,427.94		74,414.80	40,960.83	125,585.20
13,073.50	52,999.00		25,639.47		40,433.03	24,102.51	52,293.97
	17,700.00		17,700.00			15,387.60	17,700.00
	43,000.00		42,800.00		200.00	42,550.00	42,800.00
	3,000.00		2,032.74		967.26	3,000.00	2,032.74
	149,997.00				149,997.00		
-							74,625.00
921.92		(2) (921.92)					176,715.00
24,755.04	204,430.00	(1) 972.31	162,288.58	\$ 27,793.72	40,075.05	345,252.08	770,478.95
806.00	12,216.00		9,162.00	3,054.00	806.00	7,500.00	32,684.00
13,115.49					13,115.49		35,601.75
11,841.85					11,841.85	3,855.00	15,123.15
52,354.97					52,354.97		122,325.03
213.69					213.69		3,786.31
273.39	18,171.99				18,445.38	18,171.99	31,545.75
36.27	3,144.15	(1) 1,917.06	1,917.06		3,180.42	3,144.15	9,752.42
1,740.75		(1) 1,740.75	3,481.50			1,740.75	13,270.19
8,347.28			951.48		7,395.80	3,785.76	4,604.20
4,000.00			4,000.00				4,000.00
29.60					29.60		82,120.40
18,974.76		(2) (12,616.82)			6,357.94		63,642.06
10.00					10.00		284,990.00
23.04					23.04		63,034.76
116.28		(2) 1.00			117.28		57,024.72
1,669.74					1,669.74		3,330.26
30,972.09	500.00	(2) (4,750.00)	250.00		26,222.09		11,321.91
-					250.00	500.00	
1,033.17					1,033.17		4,255.00
<u>639,124.30</u>	<u>629,892.14</u>	<u>(13,583.89)</u>	<u>333,762.77</u>	<u>30,847.72</u>	<u>890,822.06</u>	<u>595,567.43</u>	<u>3,214,813.14</u>
1,012.00					1,012.00		57,691.00
104,821.86	40,305.00		46,918.75		98,208.11	42,777.00	632,672.89
88,000.00			88,000.00			13,750.00	198,000.00
-		(1) 198,000.00	198,000.00				198,000.00
9,121.20					9,121.20		24,878.80
15,032.00			12,607.00	1,924.70	500.30	2,390.40	44,391.70
477,361.28			34,656.92		442,704.36	55,310.11	2,689,175.64
<u>695,348.34</u>	<u>40,305.00</u>	<u>198,000.00</u>	<u>380,182.67</u>	<u>1,924.70</u>	<u>551,545.97</u>	<u>114,227.51</u>	<u>3,844,810.03</u>
<u>22,176.38</u>	<u>137,783.00</u>	<u>(1) 90,631.90</u>	<u>115,334.00</u>	<u>108,860.14</u>	<u>26,397.14</u>	<u>82,014.60</u>	<u>1,075,866.86</u>
44,290.60	50,000.00	(1) 16,800.00	16,800.00		94,290.60		28,509.40
6,450.47					6,450.47		53,549.53
3,448.74					3,448.74		56,551.26
<u>54,189.81</u>	<u>50,000.00</u>	<u>16,800.00</u>	<u>16,800.00</u>	<u>-</u>	<u>104,189.81</u>	<u>-</u>	<u>138,610.19</u>
	146,895.64	(1) 146,895.64	146,895.59		146,895.69		146,895.59

(Continued)

COUNTY OF SALEM
 Schedule of Expenditures of State Financial Assistance
 For the Year Ended December 31, 2010

<u>State Funding Department/Program Title</u>	<u>State G.M.I.S. No.</u>	<u>County Grant No.</u>	<u>Matching Contributions</u>	<u>Program or Award Amount</u>	<u>Grant Period From To</u>
Reconstruction of the Alloway - Shirley Road 1994 and 1995 County Aid CTP:	Not Available			Prior Year	Project Completion
Reconstruction of Aldine-Shirley Road #611	Not Available			Prior Year	Project Completion
Salem County Airport Feasibility Study	Not Available			Prior Year	Project Completion
Pass Through State to NJ Transit:					
Senior Citizen and Disabled Transportation Program	N.J. Transit Corp.			Various	Various
FTA Small Urban & Rural Area Public Transportation	N.J. Transit Corp.		\$ 68,397.00	Various	Various
Kelly's Saw Mill Bridge Scooping Project	Not Available			Prior Year	Project Completion
Vehicular Homicide/Serious Injury Unit	1160-100-006-1160-036-YHTS-6010			Various	Project Completion
State Aid Highway Projects:					
2010 County Aid Improvement Program	6320-480-078-6320-TCAP-6010			\$ 2,582,000.00	Project Completion
2009 County Aid Improvement Program	6320-480-078-6320-TCAP-6010			1,823,000.00	Project Completion
2008 County Aid Improvement Program	6320-480-078-6320-TCAP-6010			1,818,000.00	Project Completion
2007 County Aid Improvement Program	6320-480-078-6320-TCAP-6010			1,818,000.00	Project Completion
2006 County Aid Improvement Program	6320-480-078-6320-TCAP-6010			1,478,000.00	Project Completion
2005 County Aid Improvement Program	6320-480-078-6320-TCAP-6010			1,478,000.00	Project Completion
2002 County Aid Improvement Program	6320-480-078-6320-TCAP-6010			1,478,000.00	Project Completion
2001 County Aid Improvement Program	6320-480-078-6320-TCAP-6010			1,457,000.00	Project Completion
Bridge Rehabilitation & Improvement Fund					
Kings Highway Bridge #479	6220-549-078-6220-038-TTTT-6010			Prior Year	Project Completion
Local Bridges, Future Needs - Kings Highway, CR #620	09-480-078-6320-AKD-6010			1,100,000.00	Project Completion
Reconstruction of Pennsville - Auburn Road					
Phase I	Not Available			Prior Year	Project Completion
Phase II	Not Available			Prior Year	Project Completion
Resurfacing of Elm Street and South Main Street	Not Available			297,000.00	Project Completion
Salem County Road Realignment & Reconstruction	Not Available			750,000.00	Project Completion
Resurfacing of South Broad Street - Penns Grove Boro	Not Available			446,952.00	Project Completion
Resurfacing of Fort Mott Rd. - Pennsville Twp.	Not Available			577,349.00	Project Completion
SJTPO - Reconstruction of Kelly's Saw Mill Bridge	Not Available			989,036.00	Project Completion
Short Line Track Rehabilitation	2204790		150,000.00	1,350,000.00	Project Completion
Railroad Improvement Project	Not Available			3,000,000.00	Project Completion
Railroad Improvement Project, Phase 2	Not Available			1,701,875.00	Project Completion
OTHER STATE PROGRAMS					
Partnership for the Delaware Estuary, Inc.	Not Available			Prior Year	Prior Year
SART/SANE	Not Available			Various	01/01/03 12/31/03
CHLP Grant for Seminar	Not Available			7,500.00	01/01/07 12/31/07
NJ Build	Not Available			380.00	07/01/06 06/30/07
Sharing Available Resources Efficiently (SHARE)	07-148-WIC-L-0			59,847.00	01/01/08 12/31/08
SHARE - COUNT Coordinator	2009-046651771-00		600.00	97,750.00	07/01/09 12/31/10
Project Vision Grant	Not Available			43,750.00	01/01/08 12/31/08
Senior Farmers' Market Nutrition Program	Not Available			Various	Various
RERP	Not Available			Various	Various

Total State Financial Assistance

Summary:

Canceled by Resolution
 Liquidation of Prior Year Encumbrances
 Disbursed
 Current Year Encumbrances

Current Year Expenditures

Adjustments are:

- (1) Liquidation of Prior Year Encumbrances
- (2) Canceled By Resolution

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

Balance Dec. 31, 2009	Receipts or Revenue Recognized		Adjustments ±/-	Disbursed/ Expended	Reserve for Encumbrances	Balance Dec. 31, 2010	(Memo Only)	
							Cash Received	Accumulated Expenditures
\$ 199,614.40		(2)	\$ (199,614.40)					\$ 199,614.40
250,000.00		(2)	(250,000.00)					696,000.00
37,970.00		(2)	(37,970.00)					39,230.00
459,928.02	\$ 659,045.00	(1)(2)	261,092.04	\$ 712,823.58	\$ 101,682.98	\$ 565,558.50	\$ 638,099.76	5,105,429.72
358,452.00	475,121.00	(1)	19,000.00	163,979.00	24,000.00	664,594.00	97,875.00	206,479.00
46,539.02		(2)	(46,539.02)					46,539.02
161,284.32						161,284.32		53,475.68
	2,582,000.00				2,582,000.00		2,582,000.00	2,582,000.00
608,590.40		(1)	1,214,409.60	1,089,664.74	164,112.32	569,222.94		3,071,777.06
12,413.17		(1)	257,707.48		269,077.93	1,042.72		1,816,957.28
-								1,818,000.00
37,292.11						37,292.11		1,440,707.89
28,205.50		(1)	72,390.05	71,838.00	552.05	28,205.50		1,449,794.50
-		(1)	142,495.65	27,255.19	115,240.46			1,478,000.00
-								1,457,000.00
56,397.42		(2)	(56,397.42)					56,397.42
64,116.85		(1)	622,119.31	592,758.41	19,976.40	73,501.35		1,026,498.65
10,634.57		(2)	(10,634.57)					21,269.14
40,460.48		(2)	(40,460.48)					40,460.48
131,667.70		(2)	(131,667.70)					297,000.00
100,650.00						100,650.00		649,350.00
81,105.00		(1)(2)	(81,105.00)					446,952.00
168,815.50		(1)(2)	(168,815.50)					577,349.00
97,240.80						97,240.80		1,089,795.20
1,500,000.00	81,000.00			1,487,199.00		93,801.00		1,487,199.00
298,915.00		(1)	85,880.17		85,880.17	298,915.00	1,638,452.82	3,001,085.00
1,898.80						1,898.80		1,699,976.20
<u>4,752,191.06</u>	<u>3,797,166.00</u>		<u>1,651,890.21</u>	<u>4,145,517.92</u>	<u>3,362,522.31</u>	<u>2,693,207.04</u>	<u>4,956,427.58</u>	<u>31,854,336.64</u>
2,100.00		(2)	(2,100.00)					2,100.00
98,820.30		(2)	(98,820.30)					166,867.00
3,026.56						3,026.56		4,473.44
380.00						380.00		
3,862.00		(1)(2)	31,670.00	6,425.00	27,370.00	1,737.00	6,425.00	85,010.00
96,959.82		(1)	135.00	44,438.33	312.30	52,344.19	68,521.40	105,852.81
-	1,000.00			800.00	198.50	1.50	1,000.00	43,750.00
403,681.89		(1)	18,744.00	150,736.75	2,758.50	268,930.64	156,727.33	3,998.50
<u>608,830.57</u>	<u>1,000.00</u>		<u>(50,371.30)</u>	<u>202,400.08</u>	<u>30,639.30</u>	<u>326,419.89</u>	<u>232,673.73</u>	<u>911,152.41</u>
<u>\$ 10,199,628.76</u>	<u>\$ 7,109,681.55</u>		<u>\$ 1,704,125.26</u>	<u>\$ 7,078,149.46</u>	<u>\$ 3,917,919.45</u>	<u>\$ 8,017,366.66</u>	<u>\$ 7,729,264.19</u>	<u>\$ 59,060,015.44</u>

\$ 1,735,695.61
 (3,439,820.87)
 7,078,149.46
3,917,919.45
\$ 9,291,943.65

\$ 3,439,820.87
 (1,735,695.61)
\$ 1,704,125.26

COUNTY OF SALEM
Notes to Schedules of Expenditures of Federal Awards and State Financial Assistance
For the Year Ended December 31, 2010

Note 1: **GENERAL**

The accompanying schedules of expenditures of federal awards and state financial assistance present the activity of all federal awards and state financial assistance programs of the County of Salem, State of New Jersey. The County is defined in the Notes to the Financial Statements, Note 1.

Note 2: **BASIS OF ACCOUNTING**

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

Note 3: **RELATIONSHIP TO FINANCIAL STATEMENTS**

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

<u>Fund</u>	<u>Federal</u>	<u>State</u>	<u>Total</u>
Current Fund	<u>\$6,712,716.60</u>	<u>\$7,556,248.04</u>	<u>\$14,268,964.84</u>

Note 4: **MAJOR PROGRAMS**

Major programs are identified in the Summary of Auditor's Results section of the Schedule of Findings and Questioned Costs

COUNTY OF SALEM
PART 3
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED DECEMBER 31, 2010

COUNTY OF SALEM
Schedule of Findings and Questioned Costs
For the Year Ended December 31, 2010

Section 1- Summary of Auditor's Results

Financial Statements

Type of auditor's report issued Qualified

Internal control over financial reporting:

Material weaknesses identified? X yes no

Were significant deficiencies identified that were not considered to be a material weakness? yes X none reported

Noncompliance material to financial statements noted? X yes no

Federal Awards

Internal control over compliance:

Material weaknesses identified? yes X no

Were significant deficiencies identified that were not considered to be a material weakness? yes X none reported

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

Any audit findings disclosed that are required to be reported in accordance with OMB Circular A-133 (section .510(a))? X yes no

Identification of major programs:

<u>CFDA Numbers</u>	<u>Name of Federal Program or Cluster</u>
93.045	Area Planning Grant
93.283	Public Health Preparedness & Response for Bioterrorism
17.258, 17.258 (ARRA), 17.259, 17.259 (ARRA), 17.260, 17.260 (ARRA), 17.207 & 17.207 (ARRA)	Workforce Investment Act Cluster & Workforce Investment Act Cluster (ARRA)
20.205 & 20.205 (ARRA)	South Jersey Transportation Planning Organization Cluster & South Jersey Transportation Planning Organization Cluster (ARRA)
20.320	Salem Branch Railroad Rehabilitation
14.228	Small Cities Block Grant

Dollar threshold used to determine Type A programs \$ 300,000.00

Auditee qualified as low-risk auditee? yes X no

COUNTY OF SALEM
Schedule of Findings and Questioned Costs
For the Year Ended December 31, 2010

Section 1- Summary of Auditor's Results (Cont'd)

State Financial Assistance

Internal control over compliance:

Material weaknesses identified? _____ yes X no

Were significant deficiencies identified that were not considered to be a material weakness? _____ yes X none reported

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

Any audit findings disclosed that are required to be reported in accordance with OMB Circular A-133 (section .510(a)) or New Jersey Circular 04-04-OMB? _____ yes X no

Identification of major programs:

<u>GMIS Numbers</u>	<u>Name of State Program</u>
<u>100-54-7550-121</u>	<u>Work First New Jersey</u>
<u>SCP-10-PS-17 & SCP-10-PM-17</u>	<u>Juvenile Justice Commission - Family Court/Comm Ptrship</u>
<u>N.J. Transit Corp.</u>	<u>Senior Citizens and Disabled Residents Transp Assist Act</u>
<u>6320-480-078-6320-TCAP-6010</u>	<u>County Aid Improvement Programs</u>
<u>2204790</u>	<u>Salem County Short Line Track Rehabilitation</u>
<u> </u>	<u> </u>

Dollar threshold used to determine Type A programs \$ 300,000.00

Auditee qualified as low-risk auditee? _____ yes X no

COUNTY OF SALEM
Schedule of Findings and Questioned Costs
For the Year Ended December 31, 2010

Section 2- Schedule of Financial Statement Findings

This section identifies the significant deficiencies, material weaknesses, and instances of noncompliance related to the financial statements that are required to be reported in accordance with Government Auditing Standards and with audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey.

Finding No. 2010-01

Criteria or Specific Requirement

N.J.A.C.5:30-5.6 must be adhered to in order to properly maintain "The General Fixed Asset Group of Accounts". Proper internal controls should be developed to ensure that the fixed asset record is complete and accurate.

Condition

A fixed asset accounting and reporting system was not maintained in accordance with N.J.A.C.5:30-5.6. A fixed asset appraisal was not performed to update the fixed asset listing which was identified in prior years as being materially misstated.

Context

Without an updated fixed asset appraisal report the actual amount that should be recorded in the general fixed assets account group is not known.

Effect

Over/Understatement of assets would not be in compliance with the Technical Accounting Directive.

Cause

Lack of internal accounting control over the inspection and reporting of Fixed Assets.

Recommendation

That the fixed asset accounting and reporting system be reviewed for compliance with N.J.A.C.5:30-5.6 and that proper internal controls be developed to ensure accuracy of the system.

View of Responsible Officials and Planned Corrective Action

We concur with the finding and will adopt a corrective action plan as required by the Division of Local Government Services.

COUNTY OF SALEM
Schedule of Findings and Questioned Costs
For the Year Ended December 31, 2010

Section 3- Schedule of Federal Award Findings and Questioned Costs

This section identifies the reportable conditions, material weaknesses, and instances of noncompliance, including questioned costs, related to the audit of major Federal programs, as required by OMB Circular A-133.

Finding No. 2010-02

Information on the Federal Program

Area Planning Grant (C.F.D.A. No. 93.045).

Criteria or Specific Requirement

In accordance with the Area Planning Grant guidelines, accrued expenditures must be liquidated within 30 days after the close of the contract period.

Condition

Encumbrances were not liquidated within 30 days after year end.

Context

A total of \$109,584.34 of encumbrances at December 31, were paid after the allowed 30-day period.

Questioned Costs

\$109,584.34

Effect

The grantor may disallow expenditures which are paid subsequent to the 30-day requirement period.

Cause

Unknown.

Recommendation

That all encumbrances be liquidated within 30 days upon the close of the contract period.

View of Responsible Officials and Planned Corrective Action

We concur with the finding and will adopt a corrective action plan as required by the Division of Local Government Services.

COUNTY OF SALEM
Schedule of Findings and Questioned Costs
For the Year Ended December 31, 2010

Section 4- Schedule of State Financial Assistance Findings and Questioned Costs

This section identifies the reportable conditions, material weaknesses, and instances of noncompliance, including questioned costs, related to the audit of major State programs, as required by OMB Circular A-133 and State of New Jersey Circular 04-04-OMB.

No Findings.

COUNTY OF SALEM
Summary Schedule of Prior Year Audit Findings
And Questioned Costs as Prepared by Management

This section identifies the status of prior year findings related to the financial statements and Federal Awards and State Financial Assistance that are required to be reported in accordance with Government Auditing Standards, OMB Circular A-133 and State of New Jersey Circular 04-04-OMB.

FINANCIAL STATEMENT FINDINGS

Finding No. 2009-01

Condition

A fixed asset accounting and reporting system was not maintained in accordance with N.J.A.C.5:30-5.6. A material amount of assets selected for testing were not available for inspection. Such assets were previously disposed of but were not removed from the fixed asset register along with assets sold at the county auction. Furthermore, we inspected documents regarding the purchase of several assets that were omitted from the fixed asset register.

Current Status

This condition still exists as current year finding no. 2010-01.

Planned Corrective Action

The County is currently reviewing their procedures regarding the reporting of Fixed Assets.

COUNTY OF SALEM
Summary Schedule of Prior Year Audit Findings
And Questioned Costs as Prepared by Management (Cont'd)

FEDERAL AWARDS

Finding No. 2009-02

Program

Area Planning Grant (C.F.D.A. No. 93.045)

Condition

Encumbrances are not being liquidated within 30 days after year end.

Current Status

This condition still exists as current year finding no. 2010-02.

Planned Corrective Action

The County is currently reviewing their procedures as to the liquidation of outstanding encumbrances.

STATE FINANCIAL ASSISTANCE PROGRAMS

No prior year findings

COUNTY OF SALEM
Officials in Office and Surety Bonds

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

<u>Name</u>	<u>Title</u>	<u>Amount of Surety Bond</u>	
Lee R. Ware	Director of the Board of Chosen Freeholders	\$4,000,000	(A)
David Lindenmuth	Deputy Director of the Board of Chosen Freeholders	4,000,000	(A)
Beth Timberman	Freeholder	4,000,000	(A)
Bruce Bobbitt	Freeholder	4,000,000	(A)
Ben Laury	Freeholder	4,000,000	(A)
Julie Acton	Freeholder	4,000,000	(A)
Dale Cross	Freeholder	4,000,000	(A)
Earl Gage	Clerk of the Board/Administrator	200,000	(B)
Doug Wright	Chief Financial Officer/Treasurer	568,000	(D)
Marianna Bacon	Assistant County Treasurer	580,000	(D)
Gilda T. Gill	County Clerk	50,000	(C)
Herbert Stiles	Deputy County Clerk	200,000	(B)
Nicki A. Burke	Surrogate	50,000	(D)
Charles Miller	Sheriff	50,000	(D)
Warren Mabey	Undersheriff	20,000	(D)
Raymond Skradzinski	Undersheriff / Warden	200,000	(B)
Anthony Wright	Undersheriff / Deputy Warden	200,000	(B)
Kenneth Miller	County Adjuster	200,000	(B)
Kay-La Cacciamani	Assistant County Adjuster	200,000	(B)
John T. Lenahan	Prosecutor	200,000	(B)
Dave Puma	Labor & Litigation Counsel		
Parker, McCay & Criscuolo	Bond Counsel		
Ross Levitsky	County Counsel		
Federici & Akin	Engineer		

- (A) Covered by Public Officials Liability Bond in the Amount of \$4,000,000 with Westchester Fire Insurance Company.
- (B) Travelers Casualty and Surety Company.
- (C) Ohio Casualty Insurance Company
- (D) Selective Insurance Company

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APPRECIATION

I express my appreciation for the assistance and courtesies rendered by the County officials during the course of the audit.

Respectfully submitted,

BOWMAN & COMPANY LLP
Certified Public Accountants
& Consultants

A handwritten signature in black ink, appearing to read 'D.C. Rollison', written over the printed name below.

David C. Rollison
Certified Public Accountant
Registered Municipal Accountant

