

**REPORT OF AUDIT
COUNTY OF PASSAIC
STATE OF NEW JERSEY
DECEMBER 31, 2005**

COUNTY OF PASSAIC, N.J.

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COUNTY OF PASSAIC

STATE OF NEW JERSEY

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PART I

REPORT OF AUDIT ON FINANCIAL STATEMENTS

YEAR ENDED DECEMBER 31, 2005

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INDEPENDENT AUDITOR'S REPORT

The Honorable Board of Chosen Freeholders
County of Passaic
Paterson, New Jersey

We have audited the accompanying balance sheets - statutory basis of the various funds and account group of the County of Passaic, State of New Jersey as of December 31, 2005 and 2004, and the related statements of operations and changes in fund balance - statutory basis for the years then ended, and the related statement of revenues - statutory basis and statement of expenditures - statutory basis of the various funds for the year ended December 31, 2005. 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 audits. We did not audit the financial statements of the Community Development Grant Fund as of December 31, 2005 and 2004 which represents 18.6 and 19.8 percent, respectively, of the assets of the Trust Fund for the years then ended. Those financial statements were audited by other auditors whose report thereon has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Community Development Grant Fund, is based solely upon the reports of the other auditors.

We conducted our audits in accordance with auditing standards generally accepted in the United States of America; audit requirements prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey; and *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures for 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 audits and the reports of other auditors provide a reasonable basis for our opinion.

As described in Note 1, the County prepares its financial statements in conformity with accounting practices prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.



In our opinion, based on our audits and the reports of other auditors, because of the County's policy to prepare its financial statements on the basis of accounting discussed in the preceding paragraph, the financial statements referred to above do not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the County of Passaic, State of New Jersey as of December 31, 2005 and 2004, or the results of its operations for the years then ended.

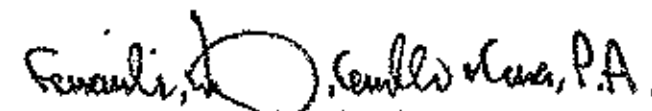
However, in our opinion, based on our audits and the reports of other auditors, the financial statements referred to above present fairly, in all material respects, the financial position - statutory basis of the various funds and account group of the County of Passaic, State of New Jersey as of December 31, 2005 and 2004 and the results of operations and changes in fund balance - statutory basis of such funds for the years then ended and the statement of revenues - statutory basis and the statement of expenditures - statutory basis of the various funds for the year ended December 31, 2005 on the basis of accounting described in Note 1.

In accordance with Government Auditing Standards, we have also issued a report dated September 11, 2006 on our consideration of the County of Passaic, New Jersey 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 assessing the results of our audit.

Our audit was conducted for the purpose of forming an opinion on the financial statements of the County of Passaic, State of New Jersey taken as a whole. The accompanying schedules of expenditures of federal and state awards are presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, "Audits of States, Local Governments, and Non-Profit Organizations" and New Jersey OMB Circular 04-04 and are not a required part of the financial statements. Additionally, the supplementary information, schedules and exhibits listed in the table of contents are presented for purposes of additional analysis and are not a required part of the financial statements of the County of Passaic, 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, based on our audit and the reports of other auditors, is fairly stated, in all material respects, in relation to the financial statements taken as a whole, on the basis of accounting described in Note 1.



Steven D. Wielkocz, C.P.A.
Registered Municipal Accountant
No. CR00413



FERRAIOLI, WIELKOTZ, CERULLO & CUVA, P.A.
Certified Public Accountants

September 11, 2006



COUNTY OF PASSAIC

Comparative Balance Sheet-Statutory Basis

Current Fund

December 31, 2005 and 2004

| | Ref. | 2005 | 2004 |
|--|------|----------------------|-------------------|
| <u>Assets</u> | | | |
| Current Fund: | | | |
| Cash | A-4 | \$ 33,166,524 | 34,535,757 |
| Investments | A-4 | 500,000 | 500,000 |
| Change Fund | A-5 | 675 | 675 |
| Petty Cash | A-6 | 1,034 | |
| Cash - Fiscal Agent for Health Benefits | | <u>570,000</u> | <u>570,000</u> |
| | | <u>34,238,233</u> | <u>35,606,432</u> |
| Receivables and Other Assets with Full Reserves: | | | |
| Revenue Accounts Receivable | A-8 | 2,346,870 | 2,651,718 |
| Amount Due from: | | | |
| Other Trust Fund | A-9 | 213,395 | 32,881 |
| Community Development Grant Fund | A-9 | 11,572 | 11,572 |
| General Capital Fund | A-9 | 481,067 | 513,373 |
| State & Federal Grants Fund | A-9 | | <u>5,194,715</u> |
| | | <u>3,052,904</u> | <u>8,404,259</u> |
| | | <u>37,291,137</u> | <u>44,010,691</u> |
| Federal and State Grant Fund: | | | |
| Grants Receivable | A-7 | 31,752,405 | 30,646,797 |
| Due from Current Fund | A-17 | <u>1,600,364</u> | |
| | | <u>33,352,769</u> | <u>30,646,797</u> |
| Total Assets | | <u>\$ 70,643,906</u> | <u>74,657,488</u> |

COUNTY OF PASSAIC

Comparative Balance Sheet-Statutory Basis

Current Fund

December 31, 2005 and 2004

| | Ref. | 2005 | 2004 |
|---|----------|----------------------|-------------------|
| <u>Liabilities, Reserves and Fund Balance</u> | | | |
| Current Fund: | | | |
| Appropriation Reserves | A-3/A-10 | \$ 6,456,562 | 5,250,673 |
| Accounts Payable | A-11 | 548,221 | 2,081,607 |
| Encumbrances Payable | A-12 | 3,415,358 | 5,222,289 |
| Due to State & Federal Grants Fund | A-9 | 1,600,364 | |
| Due to Payroll Agency Account | A-9 | | 1,675,453 |
| Miscellaneous Reserves | A-15 | <u>1,641,001</u> | <u>740,530</u> |
| | | 13,661,506 | 14,970,552 |
| Reserve for Receivables | Contra | 3,052,904 | 8,404,259 |
| Fund Balance | A-1 | <u>20,576,727</u> | <u>20,635,880</u> |
| | | <u>37,291,137</u> | <u>44,010,691</u> |
| Federal and State Grant Fund: | | | |
| Amount Due to Current Fund | A-17 | | 5,194,715 |
| Amount Due to General Capital Fund | A-17 | 4,000,000 | |
| Accounts Payable | A-11 | 43,010 | 43,010 |
| Commitments Payable | A-13 | 6,297,311 | 4,067,820 |
| Reserve for State and Federal Grants - Appropriated | A-14 | 22,821,124 | 20,997,435 |
| Reserve for State and Federal Grants - Unappropriated | A-16 | <u>191,324</u> | <u>343,817</u> |
| | | <u>33,352,769</u> | <u>30,646,797</u> |
| Total Liabilities, Reserves and Fund Balance | | <u>\$ 70,643,906</u> | <u>74,657,488</u> |

See accompanying notes to financial statements.

COUNTY OF PASSAIC

Comparative Statement of Operations and Changes in Fund Balance-Statutory Basis

Current Fund

Years Ended December 31, 2005 and 2004

| | <u>2005</u> | <u>2004</u> |
|--|----------------------|--------------------|
| Revenues and Other Income: | | |
| Fund Balance Utilized | \$ 16,843,000 | 13,000,000 |
| Miscellaneous Revenue Anticipated | 132,746,036 | 132,895,602 |
| Receipts from Current Taxes | 209,321,070 | 193,502,872 |
| Non-Budget Revenue | 4,960,444 | 5,751,817 |
| Other Credits to Income: | | |
| Unexpended Balance of Appropriation Reserves | 2,210,956 | 1,831,163 |
| Prior Year Interfunds Returned | 8,866,077 | 1,711,069 |
| Cancellation of Petty Cash Charges | | 76 |
| Cancellation of Reserve Balance | 498,665 | |
| Total Revenues and Other Income | <u>375,446,248</u> | <u>348,692,599</u> |
| Expenditures: | | |
| Budget and Emergency Appropriations: | | |
| Operations: | | |
| Salaries and Wages | 133,451,218 | 121,300,000 |
| Other Expenses | 166,347,193 | 158,953,744 |
| Capital Improvement Fund | 750,000 | 475,000 |
| Debt Service | 39,975,000 | 35,158,735 |
| Deferred Charges and Statutory Expenditures | 15,785,595 | 12,629,223 |
| Interfunds and Receivables Originating in Current Fund | 2,353,332 | 5,493,971 |
| Payroll Deductions Payable | 63 | |
| Total Expenditures | <u>358,662,401</u> | <u>334,010,673</u> |
| Excess Revenue Over Expenditures | 16,783,847 | 14,681,926 |
| Fund Balance, January 1, | <u>20,635,880</u> | <u>18,953,954</u> |
| | 37,419,727 | 33,635,880 |
| Decreased by: | | |
| Fund Balance Utilized as Budget Revenue | <u>16,843,000</u> | <u>13,000,000</u> |
| Fund Balance, December 31, | <u>\$ 20,576,727</u> | <u>20,635,880</u> |

See accompanying notes to the financial statements.

COUNTY OF PASSAIC

Statement of Revenues-Statutory Basis

Current Fund

Year Ended December 31, 2005

| | <u>Budget</u> | <u>Realized</u> | <u>Excess or (Deficit)</u> |
|---|---------------|-----------------|--------------------------------|
| Fund Balance Anticipated | \$ 16,843,000 | 16,843,000 | |
| Miscellaneous Revenues: | | | |
| County Clerk | 345,000 | 289,375 | (55,625) |
| Register | 8,320,000 | 9,080,425 | 760,425 |
| Surrogate | 380,000 | 336,674 | (43,326) |
| Sheriff | 1,270,000 | 1,153,410 | (116,590) |
| Interest on Investments and Deposits | 320,000 | 970,086 | 650,086 |
| SCAAP | 500,000 | 1,434,617 | 934,617 |
| Road Opening Permits | 125,000 | 103,364 | (21,636) |
| Rental Income | 285,000 | 301,199 | 16,199 |
| Prosecutor's Office - Confiscated Money | 50,000 | 101,801 | 51,801 |
| State Aid - County College Bonds (N.J.S.A. 18A:64-22.6) | 1,050,000 | 681,260 | (368,740) |
| Division of Youth and Family Services | 1,659,001 | 1,659,001 | |
| Supplemental Social Security Income | 1,457,680 | 1,443,867 | (13,813) |
| Maintenance of Patients in State Institutions for Mental Diseases | 12,318,395 | 11,028,067 | (1,290,328) |
| Maintenance of Patients in State Institutions for Mentally Retarded | 10,892,400 | 12,349,473 | 1,457,073 |
| Solid Waste Services | 272,361 | 272,361 | |
| Aging Area Nutrition | 929,180 | 929,180 | |
| Aging Area Plan Grant | 1,598,529 | 1,598,529 | |
| Alcohol/Drug Abuse Grant FY05 | 860,059 | 860,059 | |
| Bioterrorism Preparedness | 549,391 | 549,391 | |
| Homeless HIRZ5N | 873,787 | 873,787 | |
| Human Services OSBERN | 553,812 | 553,812 | |
| Casino Revenue | 1,141,454 | 1,141,454 | |
| C.S.B.G. 2004 | 132,900 | 132,900 | |
| C.S.B.G. 2005 | 132,900 | 132,900 | |
| IJC Partnership | 493,630 | 493,630 | |
| Family Court Services | 270,274 | 270,274 | |
| State Incentive Program | 577,022 | 577,022 | |
| IABG 8-04 | 66,720 | 66,720 | |
| Mental Health Hospital 2005 | 391,639 | 391,639 | |
| Municipal Alliance | 641,499 | 641,499 | |
| Right to Know | 15,213 | 15,213 | |
| TOPOFF | 20,000 | 20,000 | |
| Customized Training Program | 88,000 | 88,000 | |
| Click It or Ticket It | 4,000 | 4,000 | |
| Speed/Aggressive Driving Grant | 7,500 | 7,500 | |
| L.E.O.T.E.F. | 31,325 | 31,325 | |
| Local Law Enforcement P.C.P.O. | 62,386 | 62,386 | |
| Municipal Stormwater Grant | 7,500 | 7,500 | |
| PIC | 1,117,955 | 1,117,955 | |
| Weatherization DHS 2005 | 129,205 | 129,205 | |
| CEHA | 221,000 | 221,000 | |

COUNTY OF PASSAIC

Statement of Revenues-Statutory Basis

Current Fund

Year Ended December 31, 2005

| | <u>Budget</u> | <u>Realized</u> | <u>Excess or (Deficit)</u> |
|-------------------------------------|---------------|-----------------|--------------------------------|
| Insurance Fraud | 244,000 | 244,000 | |
| 2004 Body Armor Repl. P.C.P.O. | 8,327 | 8,327 | |
| 2004 Body Armor Repl. P.C.S.D. | 65,970 | 65,970 | |
| Comprehensive Commun Project | 69,500 | 69,500 | |
| Local Law Enforcement P.C.S.D. | 11,070 | 11,070 | |
| 21st Century Community Learn'g | 708,000 | 708,000 | |
| Clean Communities FY2005 | 36,258 | 36,258 | |
| New Jersey Project Vision Grant | 43,750 | 43,750 | |
| Bioterrorism Preparedness | 10,000 | 10,000 | |
| Weatherization DOE | 160,700 | 160,700 | |
| PIC | 200,000 | 200,000 | |
| PIC | 9,960,313 | 9,960,313 | |
| Weatherization DHS | 24,592 | 24,592 | |
| Weatherization DHS | 2,212 | 2,212 | |
| Body Armor P.C.S.D. | 65,970 | 65,970 | |
| Sane/Sart Project | 62,323 | 62,323 | |
| Homeland Security Grant | 1,942,284 | 1,942,284 | |
| Victims of Crime Act | 409,018 | 409,018 | |
| Sane/Sart Project | 65,375 | 65,375 | |
| Special Initiative & Transportation | 1,589,795 | 1,589,795 | |
| Mutual Aid Services | 125,000 | 125,000 | |
| Mental Health Board | 6,000 | 6,000 | |
| Subregional Trns Program | 78,732 | 78,732 | |
| Developm'l Comp Comm Trns Plan | 100,000 | 100,000 | |
| Corridor Improvement Plan | 178,800 | 178,800 | |
| Weatherization DHS 2004 | 11,227 | 11,227 | |
| E 911 GRANT | 25,000 | 25,000 | |
| Paris Grant - Electronic Image | 186,510 | 186,510 | |
| Paris Grant - Records Restore | 49,100 | 49,100 | |
| Paris Grant - Needs Asscsment | 110,790 | 110,790 | |
| Paris Grant - Enterprise Image | 69,000 | 69,000 | |
| Paris Grant - Elec Historic Rec | 435,852 | 435,852 | |
| Paris Grant - Expan E-Recording | 213,280 | 213,280 | |
| Paris Grant - Elec Fingerprint | 104,668 | 104,668 | |
| Paris Grant - Criminal Identify | 273,878 | 273,878 | |
| Weatherization DHS | 29,659 | 29,659 | |
| Urban Areas Security Init (USAI) | 7,500 | 7,500 | |
| Aging Area Plan Grant | 785,129 | 785,129 | |
| Aging Area Nutrition | 1,802,770 | 1,802,770 | |
| r.a.d. KIDS Program | 7,000 | 7,000 | |
| N.C.A. PROGRAM SUPPORT | 10,000 | 10,000 | |
| Body Armor P.C.P.O. | 8,415 | 8,415 | |
| Gang Suppression | 210,000 | 210,000 | |
| Community Justice | 71,428 | 71,428 | |
| USAI Planner Grant | 163,000 | 163,000 | |
| County Right to Know Program | 15,213 | 15,213 | |
| Alcohol/Drug Abuse Grant FY05 | 33,994 | 33,994 | |

COUNTY OF PASSAIC

Statement of Revenues-Statutory Basis

Current Fund

Year Ended December 31, 2005

| | <u>Budget</u> | <u>Realized</u> | <u>Excess or (Deficit)</u> |
|--|-----------------------|-----------------------|--------------------------------|
| Added and Omitted Taxes | 880,000 | 1,005,307 | 125,307 |
| Board Inmates at County-State | 2,550,000 | 2,867,934 | 317,934 |
| Board of Inmates at County-Federal | 17,625,000 | 14,464,815 | (3,160,185) |
| Title IV D Parent Locator Program | 100,000 | 413,608 | 313,608 |
| Fringe Benefits | 4,100,000 | 4,559,225 | 459,225 |
| Breakness Hospital-Medicaid Reimbursements | 28,900,000 | 28,900,000 | |
| Youth Center - USDA Meals | 100,000 | 121,553 | 21,553 |
| Maintenance in Lieu of Rent-Martin Luther King-Soc Serv. | 1,095,000 | 1,105,308 | 10,308 |
| State School Building Aid (Chapter 12) | 500,000 | 874,588 | 374,588 |
| Park Fees | 1,525,000 | 1,477,252 | (47,748) |
| Telephone Commissions | 725,000 | 597,556 | (127,444) |
| Capital Surplus | 1,357,000 | 1,357,000 | |
| Site Plan Fees | 40,000 | 104,052 | 64,052 |
| Radio Tower Rental | 15,000 | 24,800 | 9,800 |
| Office of Emergency Management | | 22,000 | 22,000 |
| Stable Fees | 20,000 | 41,524 | 21,524 |
| Indirect Cost Allocation - Prior Year | 215,000 | 308,404 | 93,404 |
| County Clerk P.L. 2001 C370 | 107,435 | 107,435 | |
| Register P.L. 2001 C370 | 1,167,907 | 1,167,907 | |
| Surrogate P.L. 2001 C370 | 110,000 | 110,000 | |
| Sheriff P.L. 2001 C370 | 202,506 | 202,506 | |
| | <u>132,287,967</u> | <u>132,746,036</u> | <u>458,069</u> |
| Total Miscellaneous Revenues | | | |
| Amount to be Raised by Taxation - County Purpose Tax | <u>209,321,070</u> | <u>209,321,070</u> | |
| Total Budget Revenues | <u>\$ 358,452,037</u> | <u>358,910,106</u> | <u>458,069</u> |
| Nonbudget Revenue | | <u>4,960,444</u> | |
| | | <u>\$ 363,870,550</u> | |

COUNTY OF PASSAIC
Statement of Revenues-Statutory Basis
Current Fund
Year Ended December 31, 2005

| | |
|--|---------------------|
| Miscellaneous Revenue Not Anticipated: | |
| State of New Jersey | \$ 181,050 |
| Duplication of Records | 81,051 |
| Vending Machines | 5,944 |
| Added & Omitted Taxes | 133,721 |
| ID Bureau | 83,642 |
| Payroll Deduction Fees | 13,586 |
| Court Fees | 10,695 |
| Bail Bond Forfeitures | 1,148,001 |
| Booking Fees | 99,321 |
| Bail Processing | 13,946 |
| Refunds/Budget Officers | 1,139,838 |
| Sheriff's Labor Assistance Program | 52,874 |
| Grant Closouts | 1,379,062 |
| Inmate Transportation | 32,143 |
| Treasury Incentive Program | 96,535 |
| Bid Fees | 213,534 |
| Bond Premiums | 80,042 |
| Towing and Storage | 12,205 |
| Prior Years' Void Checks | 57,125 |
| Settlements | 22,226 |
| County Auction Proceeds | 9,620 |
| Wanaque for 577 Ringwood Avenue | 20,000 |
| Other | <u>54,284</u> |
| | <u>\$ 4,960,444</u> |

See accompanying notes to the financial statements.

COUNTY OF PASSAIC

Statement of Expenditures-Statutory Basis

Current Fund

Year Ended December 31, 2005

| | Budget | Budget after Modification and Transfer | Paid or Charged | Reserved | Unexpended Balance Cancelled |
|---|---------|--|--------------------|----------|------------------------------------|
| OPERATIONS: | | | | | |
| GENERAL GOVERNMENT | | | | | |
| Administration Executive | | | | | |
| Board of Freeholders | | | | | |
| Salaries and Wages | 280,000 | 200,000 | 197,356 | 2,644 | |
| Other Expenses | 150,000 | 150,000 | 104,455 | 45,545 | |
| Contribution to Public Access Libraries | 70,000 | 70,000 | 70,000 | | |
| County Administrator | | | | | |
| Salaries and Wages | 631,500 | 704,013 | 703,400 | 613 | |
| Other Expenses | 256,500 | 256,500 | 223,101 | 31,399 | |
| Finance Section | | | | | |
| Finance Department | | | | | |
| Salaries and Wages | 796,500 | 716,500 | 708,593 | 7,907 | |
| Other Expenses | 180,000 | 115,000 | 79,123 | 35,877 | |
| Postage | 250,000 | 250,000 | 229,646 | 20,354 | |
| Audit | 80,000 | 80,000 | | 80,000 | |
| Legal Department | | | | | |
| County Counsel | | | | | |
| Salaries and Wages | 895,000 | 870,000 | 864,019 | 5,981 | |
| Other Expenses | 75,000 | 75,000 | 67,795 | 7,205 | |
| Other Expenses Ethics | 10,000 | 10,000 | | 10,000 | |
| County Adjunct | | | | | |
| Salaries and Wages | 303,000 | 303,000 | 284,429 | 18,571 | |
| Other Expenses | 7,800 | 7,800 | 5,918 | 1,882 | |
| Clerk of the Board | | | | | |
| Salaries and Wages | 375,000 | 375,000 | 352,709 | 22,291 | |
| Other Expenses | 40,000 | 40,000 | 22,274 | 16,726 | |
| Personnel | | | | | |
| Salaries and Wages | 412,000 | 337,000 | 311,176 | 25,824 | |
| Other Expenses | 20,000 | 34,000 | 18,168 | 15,832 | |
| State and National Association of County Officials | 9,000 | 9,000 | 8,855 | 145 | |

COUNTY OF PASSAIC

Statement of Expenditures-Statutory Basis

Current Fund

Year Ended December 31, 2005

| | Budget | Budget after Modification and Transfer | Paid or Charged | Reserves | Unexpended Balance Carried |
|-------------------------------------|------------|--|--------------------|----------|----------------------------------|
| County Clerk | | | | | |
| Salaries and Wages | 658,000 | 603,000 | 588,287 | 14,713 | |
| Other Expenses | 18,000 | 18,000 | 17,381 | 619 | |
| County Register | | | | | |
| Salaries and Wages | 980,000 | 926,000 | 910,693 | 15,307 | |
| Other Expense | 30,000 | 30,000 | 28,384 | 9,616 | |
| Prosecutor's Office | | | | | |
| Salaries and Wages | 16,400,000 | 15,925,000 | 15,925,000 | | |
| Salaries and Wages-Spec. | 154,000 | 154,000 | 152,517 | 1,483 | |
| Other Expenses | 440,000 | 440,000 | 385,540 | 51,460 | |
| Countywide Police Radio | 100,000 | 100,000 | 76,673 | 23,327 | |
| Purchasing Department | | | | | |
| Salaries and Wages | 693,000 | 627,359 | 626,438 | 921 | |
| Other Expenses | 40,000 | 40,000 | 39,383 | 115 | |
| Other Expenses-Bulk Purchasing | 100,000 | 67,677 | 66,732 | 345 | |
| MIS Department (Finance Department) | | | | | |
| Other Expenses | 400,000 | 400,000 | 350,452 | 49,548 | |
| Maintaining and Grounds | | | | | |
| Salaries and Wages | 4,725,000 | 4,725,600 | 4,633,089 | 91,911 | |
| Other Expenses | 1,441,550 | 1,441,550 | 1,424,302 | 17,242 | |
| Other Expenses-Parking | 510,000 | 510,000 | 478,164 | 31,836 | |
| Photostat | | | | | |
| Other Expenses | 202,000 | 202,000 | 182,000 | 19,991 | |
| Economic Development | | | | | |
| Salaries and Wages | 154,000 | 154,000 | 152,159 | 1,841 | |
| Other Expenses | 55,000 | 55,000 | 42,863 | 12,137 | |

COUNTY OF PASSAIC

Statement of Expenditures-Statutory Basis

Current Fund

Year Ended December 31, 2005

| | Budget | Budget after Modification and Transfer | Paid or Charged | Reserved | Unexpended Balance Cancelled |
|--|------------|--|--------------------|----------|------------------------------------|
| Insurances: Group Hospitalization, Medical | | | | | |
| Surgical, Major Med. for Employees | 24,360,000 | 25,176,033 | 25,176,033 | 9,219 | |
| Group Life Insurance for Employee | 40,000 | 43,000 | 33,781 | 6,000 | |
| Safety Bond Premium | 6,000 | 6,000 | | | |
| Worker's Compensation | 1,000,000 | | | | |
| Other Insurance | 700,000 | 627,656 | 566,151 | 61,505 | |
| Drug Plan | 6,000,000 | 8,043,360 | 7,910,765 | 132,735 | |
| Dental Plan | 550,000 | 550,000 | 475,297 | 74,703 | |
| Disability Insurance | 550,000 | 806,310 | 806,310 | | |
| JUDICIARY | | | | | |
| Surrogate | 972,000 | 972,000 | 955,423 | 16,577 | |
| Salaries and Wages | 55,400 | 55,400 | 52,023 | 2,777 | |
| Other Expenses | | | | | |
| REGULATION | | | | | |
| Sheriff's Office | | | | | |
| Salaries and Wages | 8,845,000 | 8,845,000 | 8,277,447 | 567,553 | |
| Other Expenses | 125,000 | 125,000 | 115,900 | 9,100 | |
| Weights and Measures | | | | | |
| Salaries and Wages | 490,000 | 490,000 | 489,288 | 712 | |
| Other Expenses | 9,000 | 9,000 | 2,055 | 6,945 | |
| Board of Taxation | | | | | |
| Salaries and Wages | 320,000 | 320,000 | 296,890 | 23,110 | |
| Office Expenses | 59,000 | 59,000 | 43,259 | 15,741 | |
| Medical Examiners | | | | | |
| Other Expenses-Contractual State of NJ | 1,250,000 | 1,250,000 | 1,236,092 | 13,908 | |
| Board of Elections | | | | | |
| Salaries and Wages | 252,000 | 212,000 | 205,306 | 6,694 | |
| Other Expenses | 700,000 | 661,190 | 472,430 | 188,750 | |
| Superintendent of Elections | | | | | |
| Salaries and Wages | 950,000 | 967,111 | 965,540 | 1,571 | |
| Other Expenses | 421,000 | 509,260 | 488,771 | 19,489 | |
| Elections-County Clerk | 255,000 | 235,149 | 78,945 | 156,204 | |

COUNTY OF PASSAIC

Statement of Expenditures-Statutory Basis

Current Fund

Year Ended December 31, 2005

| | Budget | Budget after Modification and Transfer | Paid or Chequed | Reserved | Unexpended Balance Cancelled |
|--|------------|--|--------------------|----------|------------------------------------|
| County Emergency Management | | | | | |
| Salaries and Wages | 190,000 | 190,000 | 157,706 | 32,294 | |
| Other Expenses | 18,000 | 18,000 | 17,882 | 118 | |
| Planning Board (NIS 40:273) | | | | | |
| Salaries and Wages | 495,000 | 447,000 | 335,396 | 111,604 | |
| Other Expenses | 32,000 | 32,000 | 25,165 | 6,835 | |
| Construction Board of Appeals | 5,000 | 5,000 | 3,100 | 1,900 | |
| ROADS & BRIDGES DEPT. | | | | | |
| Roads and Bridges Dept. | | | | | |
| Salaries and Wages-Roads | 400,000 | 400,000 | 393,022 | 6,978 | |
| Salaries and Wages-Mosquito | 675,000 | 675,000 | 655,218 | 19,782 | |
| Other Expenses-Roads | 1,857,230 | 1,852,250 | 1,554,201 | 328,049 | |
| Other Expenses-Mosquito | 79,000 | 79,000 | 43,664 | 35,336 | |
| Engineering | | | | | |
| Salaries and Wages | 506,000 | 506,000 | 504,914 | 1,086 | |
| Other Expenses | 27,000 | 22,000 | 18,861 | 3,139 | |
| CORRECTIONAL AND PENAL | | | | | |
| Jail and Workhouse | | | | | |
| Salaries and Wages | 53,050,000 | 53,403,000 | 53,343,761 | 59,239 | |
| Other Expenses | 3,837,500 | 4,337,500 | 4,004,181 | 333,319 | |
| Other Expenses-Medical Expenses | 2,700,000 | 2,700,000 | 2,651,176 | 48,824 | |
| HEALTH AND WELFARE | | | | | |
| Crippled Children | | | | | |
| Mental Health Board (30:9a-3) | | | | | |
| Salaries and Wages | 125,000 | 125,000 | 125,000 | | |
| Mental Health Program (40:5-29) | | | | | |
| Contractual | 865,000 | 865,000 | 865,000 | | |
| Aid to Bergen-Passaic Unit for the Mentally Retarded (NIS 40:23-3.11) | 60,000 | 60,000 | 60,000 | | |

COUNTY OF PASSAIC

Statement of Expenditures-Statutory Basis

Current Fund

Year Ended December 31, 2005

| | Budget | Budget after Modification and Transfer | Paid or Charged | Reserved | Unexpended Balance Committed |
|---|------------|--|--------------------|----------|------------------------------------|
| Alcohol and Drugs | 225,000 | 225,000 | 202,576 | 22,424 | |
| Addiction Program Contractual | | | | | |
| Maintenance of Patients in State Institutions | 26,445,000 | 26,445,000 | 26,062,713 | 382,287 | |
| Mentally Distressed and Mentally Retarded | 11,770,000 | 11,770,000 | 11,718,252 | 51,748 | |
| Welfare Board-Administration | 5,760,000 | 5,700,000 | 5,633,170 | 66,830 | |
| Administration-Things Benefic | 1,500,000 | 1,500,000 | 1,387,681 | 112,319 | |
| Supplement Security Income | 762,816 | 762,816 | 762,816 | | |
| Aid to Dependent Children (NIS 44:10.1 ST Seq | 1,659,001 | 1,659,001 | 1,659,001 | | |
| New Jersey Bureau of Children's Services | | | | | |
| Department of Youth Services | | | | | |
| Salaries and Wages | 9,105,718 | 9,105,718 | 9,090,640 | 15,078 | |
| Other Expenses | 416,015 | 416,015 | 314,159 | 101,856 | |
| Presbyterian Hospital | | | | | |
| Salaries and Wages | 26,800,000 | 26,625,000 | 25,850,742 | 74,258 | |
| Other Expenses | 4,100,000 | 4,100,000 | 3,544,484 | 555,516 | |
| Camp Hope (40:23-6, 1 to 16) | | | | | |
| Salaries and Wages | 555,000 | 559,517 | 569,095 | 20,422 | |
| Other Expenses | 50,000 | 50,000 | 41,350 | 8,650 | |
| Office on Aging | | | | | |
| Salaries and Wages | 265,000 | 120,000 | 114,616 | 5,384 | |
| Other Expenses | 85,000 | 85,000 | 41,777 | 43,223 | |
| War Veterans Burial and Grave Decorations | | | | | |
| Other Expenses | | | | | |
| County Health Dept Chapter 329 PL 1975 | | | | | |
| Salaries and Wages | 625,000 | 525,000 | 510,725 | 6,275 | |
| Other Expenses | 56,000 | 56,000 | 31,949 | 24,051 | |
| EDUCATIONAL | | | | | |
| Office of County Superintendent of Schools | | | | | |
| Salaries and Wages | 430,000 | 430,000 | 409,434 | 20,566 | |
| Other Expenses | 35,000 | 35,000 | 25,054 | 9,946 | |
| Passaic County Vocational School | 5,200,000 | 5,586,457 | 5,586,456 | | 1 |

COUNTY OF PASSAIC

Statement of Expenditures-Statutory Basis

Current Fund

Year Ended December 31, 2005

| | Budget | Budget after Modification and Transfer | Paid or Charged | Reserved | Unexpended Balance Cancelled |
|--|------------|--|--------------------|----------|------------------------------------|
| County Executive Services | | | | | |
| Salaries and Wages | 213,000 | 123,000 | 117,270 | 5,730 | |
| Other Expenses | 20,000 | 20,000 | 16,827 | 3,173 | |
| Passaic County Community College | | | | | |
| Reimbursement for Residents Attending Out of County Two Year Colleges (NJS18-A64A-23) | 10,445,000 | 10,445,000 | 10,441,724 | 3,276 | |
| | 350,000 | 336,000 * | 149,782 | 186,218 | |
| RECREATIONAL | | | | | |
| Park and Recreational Department | | | | | |
| Salaries and Wages-Parks | 1,076,000 | 1,046,000 | 1,036,917 | 9,083 | |
| Salaries and Wages-Golf Course | 1,350,000 | 1,235,000 | 1,234,875 | 125 | |
| Other Expenses-Parks | 30,000 | 30,000 | 67,200 | 12,710 | |
| Other Expenses-Golf Course | 416,650 | 596,823 | 336,920 | 259,903 | |
| Passaic County Historical Society (NJS 40:32-6) | 25,000 | 25,000 | | 25,000 | |
| UNCLASSIFIED | | | | | |
| Passaic County Volunteer Fire Academy | 60,000 | | | | |
| Equipment, Office, Car, Other | 250,000 | 170,000 | 166,772 | 3,228 | |
| Sick Leave Payment | 375,000 | 210,000 | 179,755 | 30,245 | |
| Early Retirement Incentive Program | 660,000 | 660,000 | 625,939 | 34,061 | |
| Matching Funds for Grants | 400,000 | 525,802 | 525,802 | | |
| Aid to Volunteer Ambulance & Fire Co. (NJS40.5-2) | 23,000 | 10,000 | 10,000 | | |
| Aid to Children Care Coordination Committee (NCS) (NJS 40:23) | 45,000 | 45,000 | 45,000 | | |
| Aid to Women's Herch NISA 30:14-11 | 24,350 | 24,350 | 24,350 | | |
| Aid to D.L.A.L. (40:23-811) | 65,000 | 65,000 | 65,000 | | |
| Para-Transit | | | | | |
| Salaries and Wages | 75,000 | 75,000 | 55,121 | 19,879 | |
| Other Expenses | 50,000 | 50,000 | 15,097 | 34,903 | |
| Police Academy | | | | | |
| Salaries and Wages | 295,000 | 295,000 | 276,872 | 18,128 | |
| Other Expenses | 75,000 | 75,000 | 13,465 | 61,535 | |

COUNTY OF PASSAIC

Statement of Expenditures-Statutory Basis

Current Fund

Year Ended December 31, 2005

| | Budget | Budget after Modification and Transfer | Paid or Cleared | Reserved | Unexpended Balance Cancelled |
|---|-----------|--|--------------------|----------|------------------------------------|
| Aid for Organization for Mentally Retarded and III (NIS 40-23-8.11) | 10,000 | 10,000 | 5,000 | 5,000 | |
| Aid to Health & Welfare Councils (NIS 40-23-8.28) | 925,000 | 925,000 | 910,000 | 15,000 | |
| Salaries and Wage Adjustment Utilities (40A3-45 4H) | 1,344,991 | | | | |
| Gasoline | 600,000 | 855,000 | 808,825 | 46,175 | |
| Telephone and Telegraph | 1,550,000 | 1,550,000 | 1,352,152 | 197,848 | |
| Natural Gas & Electric | 3,500,000 | 4,300,000 | 3,793,892 | 506,908 | |
| Street Lighting | 600,000 | 500,000 | 397,500 | 102,500 | |
| Heating Oil | 120,000 | 113,000 | 52,941 | 60,059 | |
| Water | 675,000 | 563,376 | 525,456 | 38,120 | |
| Garbage | 400,000 | 402,000 | 375,017 | 26,983 | |
| Debt Service Fees | 100,000 | 100,000 | 89,878 | 10,122 | |
| PUBLIC AND PRIVATE PROGRAMS OFFSET BY REVENUES | | | | | |
| County Match | | | | | |
| Aging Area Plan | 1,675,000 | 1,675,000 | 1,375,000 | | |
| Compt. Alcoholism & Drug Abuse | 225,000 | 225,000 | 225,000 | | |
| Casino Revenue Grant | 925,000 | 925,000 | 925,000 | | |
| Local Law Enforcement Back Grant Program FFY04 IAIBG | 6,932 | 6,932 | 6,932 | | |
| Compt. Community Project | 7,413 | 7,413 | 7,413 | | |
| Local Law Enforcement Block Grant Grant Awards | 25,000 | 25,000 | 25,000 | | |
| 2004 Solid Waste Services | 1,230 | 1,230 | 1,230 | | |
| Aging Area Plan 2005 | 272,361 | 272,361 | 272,361 | | |
| Nutrition Program 2005 | 1,598,529 | 1,598,529 | 1,598,529 | | |
| Alcohol/Drug Addiction 2005 | 929,180 | 929,180 | 929,180 | | |
| Local Core Capacity Infrastructure for Historical Freshkills | 860,059 | 860,059 | 860,059 | | |
| 2005 Social Services for the Homeless Division of Youth and Family Services 05BERN | 549,391 | 549,391 | 549,391 | | |
| Casino Revenue 2005 | 873,787 | 873,787 | 873,787 | | |
| | 553,812 | 553,812 | 553,812 | | |
| | 1,141,454 | 1,141,454 | 1,141,454 | | |

COUNTY OF PASSAIC

Statement of Expenditures-Statutory Basis

Current Fund

Year Ended December 31, 2005

| | Budget | Budget after Modification and Transfer | Paid or Charge | Reserved | Unexpended Balance Carried |
|--|-----------|--|-------------------|----------|----------------------------------|
| 2005 Community Service Block Grant | 132,900 | 132,900 | 152,900 | | |
| 2005 State/Community Partnership | 493,630 | 493,630 | 493,630 | | |
| 2005 Family Court | 270,274 | 270,274 | 270,274 | | |
| 2005 State Incentive Program | 577,022 | 577,022 | 577,022 | | |
| FY04 JABO Allocation | 66,720 | 66,720 | 66,720 | | |
| NJ Division of Mental Health Services | 391,639 | 391,639 | 391,639 | | |
| 2005 Municipal Alliance Program | 641,498 | 641,498 | 641,498 | | |
| County Right to Know Program | 15,213 | 15,213 | 15,213 | | |
| TOPOFF | 20,000 | 20,000 | 20,000 | | |
| Workforce Development Program | | | | | |
| Customized Training Grant Program | 88,000 | 88,000 | 88,000 | | |
| Click R or Tick It | 4,000 | 4,000 | 4,000 | | |
| Speed/Aggressive Driving Enforcement Grant | 7,500 | 7,500 | 7,500 | | |
| Law Enforcement Officers Training and Equipment Fund | 31,325 | 31,325 | 31,325 | | |
| Local Law Enforcement Block Grant Program | 62,386 | 62,386 | 62,386 | | |
| Municipal Stormwater Regulation Program | 7,500 | 7,500 | 7,500 | | |
| Week First New Jersey | 1,117,955 | 1,117,955 | 1,117,955 | | |
| Weatherization Assistance Program | 129,205 | 129,205 | 129,205 | | |
| County Environmental Health Act | 221,000 | 221,000 | 221,000 | | |
| Insurance Fraud Reimbursement Program | 244,000 | 244,000 | 244,000 | | |
| 2004 Body Armor Replacement Program | 8,327 | 8,327 | 8,327 | | |
| 2004 Body Armor Replacement Program | 65,970 | 65,970 | 65,970 | | |
| Comprehensive Community Project | 69,500 | 69,500 | 69,500 | | |
| Local Law Enforcement Block Grant Program | 11,070 | 11,070 | 11,070 | | |
| 2004 Community Development | 132,900 | 132,900 | 132,900 | | |
| Chapter 159a | | | | | |
| 21st Century Community Learn's | 708,000 | 708,000 | 708,000 | | |
| Clean Communities FY2005 | 36,258 | 36,258 | 36,258 | | |
| New Jersey Project Vision Grant | 43,750 | 43,750 | 43,750 | | |
| Bioterrorism Preparedness | 10,000 | 10,000 | 10,000 | | |
| Weatherization DOE | 160,700 | 160,700 | 160,700 | | |
| FIC | 200,000 | 200,000 | 200,000 | | |
| FIC | 9,960,313 | 9,960,313 | 9,960,313 | | |
| Weatherization DES | 24,592 | 24,592 | 24,592 | | |
| Weatherization DHS | 2,212 | 2,212 | 2,212 | | |
| Body Armor P.C.S.D. | 65,970 | 65,970 | 65,970 | | |

COUNTY OF PASSAIC

Statement of Expenditures-Statutory Basis

Current Fund

Year Ended December 31, 2005

| | Budget | Budget after Modification and Transfer | Paid or Checked | Reserved | Unexpended Balance Carried |
|-------------------------------------|--------------------|--|--------------------|------------------|----------------------------------|
| Same/Sart Project | 62,323 | 62,323 | 62,323 | | |
| Homeland Security Grant | 1,942,284 | 1,942,284 | 1,942,284 | | |
| Victims of Crime Act | 409,018 | 409,018 | 409,018 | | |
| Same/Sart Project | 65,375 | 65,375 | 65,375 | | |
| Special Initiative & Transportation | 1,589,795 | 1,589,795 | 1,589,795 | | |
| Mental Aid Services | 125,000 | 125,000 | 125,000 | | |
| Mental Health Board | 6,000 | 6,000 | 6,000 | | |
| Subregional Trus Program | 78,732 | 78,732 | 78,732 | | |
| Development Corp Comm Trus Plan | 100,000 | 100,000 | 100,000 | | |
| Corridor Improvement Plan | 178,800 | 178,800 | 178,800 | | |
| Weatherization DHS 2004 | 11,227 | 11,227 | 11,227 | | |
| E 911 GRANT | 25,000 | 25,000 | 25,000 | | |
| Paris Grant - Electronic Image | 186,510 | 186,510 | 186,510 | | |
| Paris Grant - Records Restore | 49,100 | 49,100 | 49,100 | | |
| Paris Grant - Needs Assessment | 110,790 | 110,790 | 110,790 | | |
| Paris Grant - Enterprise Image | 69,000 | 69,000 | 69,000 | | |
| Paris Grant - Elec Historic Rec | 435,852 | 435,852 | 435,852 | | |
| Paris Grant - Eyeon E-Recording | 213,280 | 213,280 | 213,280 | | |
| Paris Grant - Elec Fingerprint | 104,668 | 104,668 | 104,668 | | |
| Paris Grant - Criminal Identity | 273,878 | 273,878 | 273,878 | | |
| Weatherization DFS | 29,659 | 29,659 | 29,659 | | |
| Urban Areas Security Init (USAI) | 7,500 | 7,500 | 7,500 | | |
| Aging Area Plan Grant | 785,129 | 785,129 | 785,129 | | |
| Aging Area Nutrition | 1,802,770 | 1,802,770 | 1,802,770 | | |
| rad. KHOS Program | 7,000 | 7,000 | 7,000 | | |
| N.C.A. PROGRAM SUPPORT | 10,000 | 10,000 | 10,000 | | |
| Body Armor P.C.P.O. | 8,415 | 8,415 | 8,415 | | |
| Qiang Suppression | 210,000 | 210,000 | 210,000 | | |
| Connecticut Justice | 71,428 | 71,428 | 71,428 | | |
| USAI Hanger Grant | 163,000 | 163,000 | 163,000 | | |
| County Right to Know Program | 15,213 | 15,213 | 15,213 | | |
| Alcohol/Drug Abuse Grant FY05 | 33,994 | 33,994 | 33,994 | | |
| Total Operation (Item 3(A)) | 301,741,440 | 301,741,440 | 295,602,970 | 6,138,470 | |

COUNTY OF PASSAIC

Statement of Expenditures-Statutory Basis

Current Fund

Year Ended December 31, 2005

| | Budget | Budget after Modification and Transfer | Paid or Charged | Reserved | Unexpended Balance Carried |
|--|-------------|--|--------------------|-----------|----------------------------------|
| Contingent | 200,000 | 200,000 | 176,229 | 23,771 | |
| Total Operation including Contingent Detail: | 391,941,440 | 391,941,440 | 295,779,159 | 6,162,241 | |
| Salaries and Wages | 136,741,391 | 133,451,218 | 132,270,138 | 1,181,080 | |
| Other Expenses (including Contingent) | 165,191,049 | 168,481,222 | 163,509,020 | 4,981,016 | |
| Capital Improvement | 750,000 | 750,000 | 750,000 | | |
| Capital Improvement Fund | 750,000 | 750,000 | 750,000 | | |
| Total Capital Improvements | 750,000 | 750,000 | 750,000 | | |
| County Debt Service | 860,000 | 850,000 | 855,000 | | 5,000 |
| Payment of Bond Principal | | | | | |
| Park Bond | | | | | |
| County College Bonds | | | | | |
| State Aid- County College Bonds (N.J.S. 18A:64A-22.6) | 1,180,000 | 1,180,000 | 1,178,000 | | 2,000 |
| Vocational School Bonds | 1,440,000 | 1,440,000 | 1,359,000 | | 81,000 |
| Other Bonds | 17,520,000 | 17,520,000 | 17,177,000 | | 343,000 |
| Payment of Bond Anticipation Notes | 1,500,000 | 1,500,000 | | | 1,500,000 |
| Interest on Bonds | | | | | |
| Park Bonds | | | | | |
| County College Bonds | 480,000 | 480,000 | 472,226 | | 7,774 |
| State Aid- County College Bonds (N.J.S. 18A:64A-22.6) | 565,000 | 565,000 | 561,997 | | 3,003 |
| Vocational School Bonds | 700,000 | 700,000 | 141,811 | | 58,189 |
| Other Bonds | 12,400,000 | 12,400,000 | 12,204,389 | | 195,611 |
| Interest on Notes | 1,250,000 | 1,250,000 | 1,196,712 | | 53,288 |
| Passaic County Utilities Authority | 2,200,000 | 2,200,000 | 2,164,124 | | 35,874 |
| Green Trust Loan | 390,000 | 390,000 | 329,571 | | 60,429 |
| ESA Loan | 250,000 | 250,000 | 194,310 | | 55,689 |
| Total County Debt Service | 39,975,000 | 39,975,000 | 37,834,052 | | 2,140,918 |

COUNTY OF PASSAIC

Statement of Expenditures-Statutory Basis

Current Fund

Year Ended December 31, 2005

| | Budget | Budget after Modification and Transfers | Paid or Charged | Reserved | Unexpended Balance Cancelled |
|---|---------|---|--------------------|----------|------------------------------------|
| Deferred Charges and Statutory Expenditures | | | | | |
| First Year Bill - Summary | 125 | 125 | 125 | | |
| Accurate Waste Systems, Inc. | 57 | 57 | 57 | | |
| Action Mobile Locksmiths | 520 | 520 | 520 | | |
| ADT Security Services | 30,589 | 30,589 | 29,680 | | 909 |
| Airtrex Technology | 1,275 | 1,275 | 1,275 | | |
| All Out Drain and Sewer | 8,411 | 8,411 | 8,411 | | |
| American Wear | 945 | 945 | 945 | | |
| Associated Fire Protection | 1,260 | 1,260 | 1,260 | | |
| Atlanta Mason Supply | 60,400 | 60,400 | 60,400 | | |
| Bergen Community College | 54 | 54 | 54 | | |
| BAH Photo | 70 | 70 | 70 | | |
| Chief Fire Equipment | 674 | 674 | 674 | | |
| DANKA | 153 | 153 | 153 | | |
| Guardian Security | 287 | 287 | 287 | | |
| Lab Safety Supply | 47,580 | 47,580 | 47,580 | | |
| Lab-F Management Co accepts | 28 | 28 | 28 | | |
| Cashy Morino | 56 | 56 | 56 | | |
| Moon Medical Corp. | 2,869 | 2,869 | 2,869 | | |
| County College Of Morris | 3,323 | 3,323 | 3,323 | | |
| National Dust Control | 859 | 859 | 859 | | |
| Prime Pest Control | 775 | 775 | 775 | | |
| Synal | 199 | 199 | 199 | | |
| State of NJ | 100 | 100 | 100 | | |
| Tennis Hardware | 938 | 938 | 938 | | |
| Treasurer State of NJ | 291 | 291 | 291 | | |
| Universal Electric Motor | 1,545 | 1,545 | 1,545 | | |
| US Mechanical Cooling | 2,408 | 2,408 | 1,204 | | 1,204 |
| Via Dam Inc. | 109,805 | 109,805 | 109,805 | | |
| PS&G | | | | | |

COUNTY OF PASSAIC

Statement of Expenditures-Statutory Basis

Current Fund

Year Ended December 31, 2005

| | Budget | Budget after Modification and Transfer | Paid or Cleared | Reserved | Unexpended Balance Carried |
|---|----------------|--|--------------------|-----------|----------------------------------|
| Statutory Charges: | | | | | |
| Contribution to PERS | 1,000,000 | 1,000,000 | 981,653 | 18,347 | |
| Social Security System (O.A.S.I.) | 11,430,000 | 11,430,000 | 11,430,000 | | |
| Unemployment Compensation Insurance (N.J.S.A. 49:21-3 et seq.) | 475,000 | 475,000 | 237,414 | 217,586 | |
| Police and Fire Retirement System | 2,600,000 | 2,600,000 | 2,546,612 | 53,388 | |
| Judicial Pension Fund | 5,000 | 5,000 | | 5,000 | |
| Total Deferred Charges & Statutory Expenditures | 15,785,596 | 15,785,596 | 15,489,167 | 294,521 | 2,113 |
| Total General Appropriations | \$ 358,452,036 | 358,452,036 | 349,852,463 | 6,486,562 | 2,143,031 |

Adopted Budget 338,059,501
 Added by N.J.S.A. 40A:4-87 20,392,535
\$ 358,452,036

Cash \$ 311,063,005
 Reserve for Encumbrances 3,415,358
 Reserve for Federal and State
 Grants Appropriated 35,372,019

\$ 349,852,463

See accompanying notes to financial statements.

COUNTY OF PASSAIC

Comparative Balance Sheet-Statutory Basis

Trust Funds

December 31, 2005 and 2004

| | <u>Assets</u> | <u>Ref.</u> | <u>2005</u> | <u>2004</u> |
|---|---------------|-------------|-----------------------------|--------------------------|
| Other Trust Fund: | | | | |
| Cash | | B-2 | \$ <u>24,246,477</u> | <u>19,669,969</u> |
| | | | <u>24,246,477</u> | <u>19,669,969</u> |
| Confiscated Trust Fund: | | | | |
| Cash | | B-2 | <u>2,897,690</u> | <u>2,773,152</u> |
| | | | <u>2,897,690</u> | <u>2,773,152</u> |
| Self Insurance Fund: | | | | |
| Cash | | B-2 | <u>284,700</u> | <u>606,713</u> |
| | | | <u>284,700</u> | <u>606,713</u> |
| Community Development Grant Fund: | | | | |
| Cash | | B-2 | 6,676,876 | 5,282,417 |
| Housing Voucher Program Grants Recievable | | B-11 | <u>66,194</u> | <u>395,136</u> |
| | | | <u>6,743,070</u> | <u>5,677,553</u> |
| Total Assets | | | \$ <u><u>34,171,937</u></u> | <u><u>28,727,387</u></u> |

See accompanying notes to financial statements.

COUNTY OF PASSAIC

Comparative Balance Sheet-Statutory Basis

Trust Funds

December 31, 2005 and 2004

| <u>Liabilities, Reserves & Fund Balance</u> | <u>Ref.</u> | <u>2005</u> | <u>2004</u> |
|---|-------------|-----------------------------|--------------------------|
| Other Trust Fund: | | | |
| Various Trust Deposits | B-3 | \$ 1,347,855 | 1,162,671 |
| Reserve for Dedicated Revenues | B-4 | 8,368,972 | 6,663,085 |
| Reserve for Open Space Expenditures | B-5 | 7,656,079 | 7,943,558 |
| Open Space Grant Commitments Payable | B-6 | 5,103,187 | 3,035,785 |
| Due to Current Fund | B-15 | 213,395 | 32,881 |
| Due to General Capital Fund - County | | | |
| Open Space Grants | B-15 | 1,555,000 | 830,000 |
| Fund Balance | B-1 | 1,989 | 1,989 |
| | | <u>24,246,477</u> | <u>19,669,969</u> |
| Confiscated Trust Fund: | | | |
| Reserve for Confiscated Trust Fund | B-7 | 2,897,690 | 2,773,152 |
| | | <u>2,897,690</u> | <u>2,773,152</u> |
| Self Insurance Fund: | | | |
| Reserve for Workmen's Compensation | B-8 | 68,611 | 179,825 |
| Reserve for Health Benefits | B-9 | 22,235 | 22,213 |
| Reserve for Liability Insurance | B-10 | 186,854 | 397,675 |
| Due to General Capital Fund | B-15 | 7,000 | 7,000 |
| | | <u>284,700</u> | <u>606,713</u> |
| Community Development Grant Fund: | | | |
| Account Payable | B-12 | 1,216,266 | 1,022,596 |
| Amount Due to Current Fund | B-15 | 11,572 | 11,572 |
| Reserve for: | | | |
| Housing Security Payments | B-13 | 9,772 | 7,265 |
| Housing Voucher Program | B-14 | 5,505,460 | 4,636,120 |
| | | <u>6,743,070</u> | <u>5,677,553</u> |
| Total Liabilities, Reserves and Fund Balance | | \$ <u>34,171,937</u> | <u>28,727,387</u> |

See accompanying notes to financial statements.

COUNTY OF PASSAIC

Schedule of Changes in Fund Balance-Statutory Basis

Other Trust Fund

Year Ended December 31, 2005

| | |
|-----------------------------|-----------------|
| Balance - December 31, 2004 | \$ <u>1,989</u> |
| Balance - December 31, 2005 | \$ <u>1,989</u> |

See accompanying notes to financial statements.

COUNTY OF PASSAIC

Comparative Balance Sheet-Statutory Basis

General Capital Fund

December 31, 2005 and 2004

| Assets | Ref. | 2005 | 2004 |
|--|---------|-----------------------|---------------------|
| Cash | C-2/C-3 | \$ 65,644,863 | 50,189,575 |
| Grants Receivable | C-4 | 33,230,791 | 14,560,663 |
| State EFA Receivable | | 1,975,000 | 1,975,000 |
| State of New Jersey - Bond Proceeds | | 4,000 | 4,000 |
| Due from Federal and State Grants Fund | C-15 | 4,000,000 | |
| Due from Open Space Trust Fund | C-15 | 1,555,000 | |
| Due from Worker's Compensation Trust Fund | C-15 | 7,000 | 7,000 |
| Deficit in Capital Improvement Fund | C-12 | 207,056 | |
| Deferred Charges to Future Taxation: | | | |
| Funded | C-5 | 370,163,434 | 300,534,597 |
| Unfunded | C-6 | 178,858,219 | 195,774,803 |
| Total Assets | | \$ 645,645,363 | \$03,045,638 |
| Liabilities, Reserves and Fund Balance | | | |
| General Serial Bonds | C-23 | \$ 295,234,000 | 296,221,000 |
| Green Acres Loan Payable | C-10 | 2,564,434 | 2,838,597 |
| State EFA Loans Payable | C-24 | 1,565,000 | 1,475,000 |
| Bond Anticipation Notes | C-22 | 79,644,000 | 40,000,000 |
| Capital Leases Payable | C-25 | 71,000,000 | |
| Improvement Authorizations: | | | |
| Funded | C-7 | 47,640,745 | 45,479,712 |
| Unfunded | C-7 | 109,713,120 | 74,603,796 |
| Accounts Payable | C-8 | 264,927 | 264,927 |
| Commitments Payable | C-9 | 18,572,251 | 24,624,020 |
| Reserve for State Aid | C-11 | 313,000 | 313,000 |
| Capital Improvement Fund | C-12 | | 48,544 |
| Reserve for Final Payments and Litigation | C-13 | 160,258 | 160,258 |
| Reserve for Payment of Bonds and Notes | C-14 | 1,585,251 | 8,437,665 |
| Due to Current Fund | C-15 | 481,067 | 513,373 |
| Reserve for Salt Shed - West Milford | C-16 | 296,619 | 296,619 |
| Reserve for State EFA Loan Payments | C-17 | 500,000 | 500,000 |
| Reserve for Interest for Fire Academy | C-18 | 572,016 | 462,355 |
| Reserve for Administration Building Settlement | C-19 | 9,786 | 9,786 |
| Reserve for Interest for DOT Projects | C-20 | 3,448,724 | 2,582,413 |
| Reserve for Unappropriated Grants | C-21 | 9,509,000 | 2,857,000 |
| Fund Balance | C-1 | 2,771,165 | 1,357,573 |
| Total Liabilities | | \$ 645,645,363 | \$03,045,638 |

Footnote: There were Bonds and Notes Authorized But Not Issued on December 31, 2005 and 2004 of \$99,214,219 and \$95,774,803, respectively.

See accompanying notes to the financial statements.

COUNTY OF PASSAIC
Statement of Changes in Fund Balance-Statutory Basis
General Capital Fund
Year Ended December 31, 2005

| | | |
|--|----|------------------|
| Balance - December 31, 2004 | \$ | 1,357,573 |
| Increased by: | | |
| Premium on Bond/Note Sales | \$ | 581,509 |
| Funded Improvement Authorizations Canceled | | <u>2,189,083</u> |
| | | <u>2,770,592</u> |
| | | 4,128,165 |
| Decreased by: | | |
| Due to Current Fund - Budgeted Surplus | | <u>1,357,000</u> |
| Balance - December 31, 2005 | \$ | <u>2,771,165</u> |

See accompanying notes to the financial statements.

COUNTY OF PASSAIC

Comparative Statement of General Fixed Assets-Statutory Basis

December 31, 2005 and 2004

| | <u>2005</u> | <u>2004</u> |
|------------------------------|-----------------------|--------------------|
| <u>General Fixed Assets:</u> | | |
| Land | \$ 37,018,863 | 30,374,098 |
| Buildings | 201,099,153 | 195,116,253 |
| Equipment | 48,486,213 | 49,989,660 |
| Construction in Progress | <u>3,418,462</u> | <u>1,865,390</u> |
| | <u>\$ 290,022,691</u> | <u>277,345,401</u> |
| | | |
| Investment in Fixed Assets | <u>\$ 290,022,691</u> | <u>277,345,401</u> |

See accompanying notes to financial statements.

COUNTY OF PASSAIC, N.J.

NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2005

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The GASB Codification establishes seven fund types and two account groups to be used by governmental units when reporting financial position and results of operations in accordance with accounting principles generally accepted in the United States of America (GAAP).

The financial statements of the County of Passaic have been prepared in conformity with accounting principles and practices prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey (the "Division") which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. Such principles and practices are designed primarily for determining compliance with legal provisions and budgetary restrictions and as a means of reporting on the stewardship of public officials with respect to public funds. Under this method of accounting, the County accounts for its financial transactions through the following separate funds and account group which differ from the fund structure required by GAAP.

A. Reporting Entity

The County of Passaic (the "County") was organized under an act of the New Jersey Legislative on February 7, 1837 and operates under an elected Freeholder form of County government. The County's major operations include the County judiciary system; law enforcement, recreation, road and bridge maintenance and construction, the County correctional and penal system, health and welfare, education and general administrative services.

GASB has issued Statement No. 14 which requires the financial reporting entity to include both the primary government and those component units for which the primary government is financially accountable. Financial accountability is defined as appointment of a voting majority of the component unit's board, and either a) the ability to impose will be by the primary government, or b) the possibility that the component unit will provide a financial benefit to or impose a financial burden on the primary government.

However, the counties in the State of New Jersey do not prepare financial statements in accordance with GAAP and thus do not comply with all of the GASB pronouncements. The financial statements contained herein include only those boards, bodies, officers or commissions as required by NJS 40A:5-5. Accordingly, the County does not include the operations of the autonomous agencies including the Passaic County Utilities Authority, Passaic County Community College, Vocational-Technical High School, Employees Retirement System, Welfare Board and the Private Industry Council of Passaic County which are considered component units under GAAP. Complete financial statements of the above components can be obtained by contacting the Treasurer of the respective entity.

COUNTY OF PASSAIC, N.J.
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2005
(continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)

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

The County uses funds, as required by the Division, to report on its financial position and the results of its operations. Fund accounting is designed to demonstrate legal compliance and to aid financial administration by segregating transactions related to certain County functions or activities. An account group, on the other hand, is designed to provide accountability for certain assets and liabilities that are not recorded in those funds.

The County has the following funds and account group:

Current Fund - This fund is used to account for the resources and expenditures for governmental operations of a general nature, including Federal and State grants for operations.

Trust Funds - Trust funds are used to account for assets held by the government in a trustee capacity. Funds held by the County as an agent for individual, private organizations or other governments are recorded in the Trust Funds.

Other Trust Fund - This fund is established to account for the assets and resources which are also held by the County as a trustee or agent for individuals, private organizations, other governments and/or other funds. These funds include dedicated fees/proceeds collected, developer deposits and deposited funds with the County as collateral.

Confiscated Trust Fund - This fund is created to account for assets seized by local and county law enforcement agencies. Any seized assets forfeited are allocated to the respective agencies or returned upon the conclusion of each legal case filed.

Self-Insurance Fund - This fund is used to account for expenditures for Worker's Compensation and General Liability insurance claims and premiums.

Community Development Grant Fund - This fund is used to account for grant proceeds and related expenditures for Housing and Urban Development Grant Entitlements.

General Capital Fund - This fund is used to account for the receipts and disbursements of funds used for the acquisition or improvement of general capital facilities, other than those acquired in the Current Fund.

General Fixed Assets Account Group - To account for all fixed assets of the County. The County's infrastructure is not reported in the group.

COUNTY OF PASSAIC, N.J.
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2005
(continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)

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

Basis of Accounting

A modified accrual basis of accounting is followed by the County of Passaic. Under this method of accounting revenues are recognized when received and expenditures are recorded, when incurred. The accounting principles and practices prescribed for counties by the Division differ in certain respects from accounting principles generally accepted in the United States of America (GAAP) applicable to local government units.

Property Tax Revenues - Real property taxes are assessed to each municipality within the County, based upon a County wide assessment at true equalized value. Taxes are payable in four quarterly installments on February 15, May 15, August 15 and November 15. The amounts of the first and second installments are determined as one-quarter of the total tax levied against the municipality for the preceding year. The installment due the third and fourth quarters is determined by taking the full tax as levied for the current year against the municipality, less the amount previously charged as the first and second installments, the remainder being divided equally. If unpaid on these dates, the amount due becomes delinquent and subject to interest at 6% per annum. In accordance with the accounting principles prescribed by the State of New Jersey, taxes receivable are realized as revenue when collected. Since delinquent taxes are fully reserved, no provision has been made to estimate that portion of the taxes receivable that are uncollectible. GAAP requires property tax revenues to be recognized in the account period when they become subsequent to accrual, reduced by an allowance for doubtful accounts.

Miscellaneous Revenues - miscellaneous revenues are recognized on a cash basis. Receivables for the miscellaneous items that are susceptible to accrual are recorded with offsetting reserves on the balance sheet of the County's Current Fund. GAAP requires such revenues to be recognized in the accounting period when they become susceptible to accrual.

Grant Revenues - Federal and State grants, entitlements or shared revenues received for purposes normally financed through the Current Fund are recognized when anticipated in the County's budget. GAAP requires such revenues to be recognized in the accounting period when they become susceptible to accrual.

Budgets and Budgetary Accounting - An annual budget is required to be adopted and integrated into the accounting system to provide budgetary control over revenues and expenditures. Budget amounts presented in the accompanying financial statements represent amounts adopted by the County and approved by the State Division of Local Government Services per N.J.S.A. 40A:4 et seq.

COUNTY OF PASSAIC, N.J.
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2005
(continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)

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

The County is not required to adopt budgets for the following funds:

Trust Funds
General Capital Fund

The governing body shall introduce and approve the annual budget not later than January 26, of the fiscal year. The budget shall be adopted not later than February 25, and prior to adoption must be certified by the Division of Local Government Services, Department of Community Affairs, State of New Jersey. The Director of the Division of Local Government Services, with the approval of the Local Finance Board may extend the introduction and approval and adoption dates of the County budget. The budget is prepared by fund, function, activity and line item (salary or other expense) and includes information on the previous year. The legal level of control for appropriations is exercised at the individual line item level for all operating budgets adopted. Emergency appropriations, those made after the adoption of the budget and determination of the tax rate, may be authorized by the governing body of the County. During the last two months of the fiscal year, the governing body may, by a 2/3 vote, amend the budget through line item transfers. Management has no authority to amend the budget without the approval of the Government Body. Expenditures may not legally exceed budgeted appropriations at the line item level. During 2005, the Governing Body approved additional revenues and appropriations of \$20,392,535 in accordance with N.J.S.A. 40A:4-87. In addition, several budget transfers were approved by the governing body.

Expenditures - Are recorded on the "budgetary" basis of accounting. Generally expenditures are recorded when an amount is encumbered for goods or services through the issuance of a purchase order in conjunction with an encumbrance accounting system. Outstanding encumbrances at December 31, are reported as a cash liability in the financial statements. Unexpended or uncommitted appropriations, at December 31, are reported as expenditures through the establishment of appropriation reserves unless canceled by the governing body. GAAP requires expenditures to be recognized in the accounting period in which the fund liability is incurred, if measurable, except for unmatured interest on general long-term debt, which should be recognized when due.

Encumbrances - Contractual orders outstanding at December 31, are reported as expenditures through the establishment of an encumbrance payable. Encumbrances do not constitute expenditures under GAAP.

Appropriation Reserves - Are available, until lapsed at the close of the succeeding year, to meet specific claims, commitments or contracts incurred during the preceding year. Lapsed appropriation reserves are recorded as additions to income. Appropriation reserves does not exist under GAAP.

COUNTY OF PASSAIC, N.J.
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2005
(continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)

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

Compensated Absences - Expenditures relating to obligations for unused vested accumulated vacation and sick pay are not recorded until paid. GAAP requires that the amount that would normally be liquidated with expendable available financial resources be recorded as an expenditure in the operating funds and the remaining obligations be recorded as a long-term obligation.

Self-Insurance Contributions - Payments to self-insurance funds are charged to current budget appropriations. GAAP requires payments to be accounted for as an operating transfer and not as an expenditure.

Interfunds - Interfund receivables in the Current Fund are recorded with offsetting reserves which are created by charges to operations. Income is recognized in the year the receivables are liquidated. Interfund receivables in the other funds are not offset by reserves. GAAP does not require the establishment of an offsetting reserve.

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

Cash and Investments - Cash includes amounts in demand deposits as well as short-term investments with a maturity date within one year of the date acquired by the government. Investments are stated at cost which approximates fair value and are limited by N.J.S.A. 40A:5-15.1 to bonds or obligations of, or guaranteed by, the Federal Government and bonds or other obligations of Federal or local units having a maturity date not more than twelve months from the date of purchase.

Incurring But Not Reported (IBNR) Reserves - The County has not created a reserve for any potential unreported losses which have taken place but in which the County has not received notices or report of losses. Additionally, the County has not recorded a liability for those claims filed, but which have not been paid. GAAP requires the establishment of reserves for such potential claims.

Deferred Charges to Future Taxation Funded and Unfunded - Upon the authorization of capital projects, the County establishes deferred charges for the costs of the capital projects to be raised by future taxation. Funded deferred charges relate to permanent debt issued, whereas unfunded deferred charges relate to temporary or nonfunding of the authorized cost of capital projects. According to N.J.S.A. 40A:2-4, the County may levy taxes on all taxable property within the local unit to repay the debt. Annually, the County raises the debt requirements for that particular year in the current budget. As the funds are raised by taxation, the deferred charges are reduced.

COUNTY OF PASSAIC, N.J.
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2005
(continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)

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

General Fixed Assets - In accordance with technical Accounting Directive No. 85-2, Accounting for Governmental Fixed Assets, the County of Passaic has developed a fixed assets accounting and reporting system.

Fixed assets used in governmental operations (general fixed assets) are accounted for in the General Fixed Assets Account Group. Public domain ("infrastructure") general fixed assets consisting of certain improvements other than buildings, such as roads, bridges, curbs and gutters, streets and sidewalks and drainage systems are not capitalized.

Fixed assets purchased after December 31, 1989 are stated at cost.

Fixed assets purchased prior to December 31, 1989 are stated as follows:

| | |
|-------------------------------|--|
| Land | Assessed Value |
| Buildings | Fair Market Value (Replacement Cost at Time of Acquisition or construction Completion) |
| Equipment | |
| Acquired Prior to 12/31/85 | Replacement Cost |
| Acquired After 12/31/85 | Actual Cost Where Available or Estimated Replacement |
| Construction Work in Progress | Actual Cost |

No depreciation has been provided for in the financial statements.

GAAP requires that fixed assets be capitalized at historical or estimated historical cost if actual historical cost is not available.

Use of Estimates - The preparation of financial statements requires management of the County to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Accordingly, actual results could differ from those estimates.

Comparative Data - Comparative data for the prior year has been presented in the accompanying financial statements in order to provide an understanding of changes in the County's financial position and operations. However, comparative data has not been presented in all statements because their inclusion would make certain statements unduly complex and difficult to understand.

COUNTY OF PASSAIC, N.J.
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2005
(continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)

C. Basic Financial Statements

The GASB Codification also defines the financial statements of a governmental unit to be presented in the general purpose financial statements to be in accordance with GAAP. The County presents the financial statements listed in the table of contents which are required by the Division and which differ from the financial statements required by GAAP. In addition, the Division requires the financial statements listed in the table of contents to be referenced to the supplementary schedules. This practice differs from GAAP.

NOTE 2. DEPOSITS AND INVESTMENTS

The County considers change funds, petty cash, cash in banks and certificates of deposit as cash and cash equivalents.

Deposits

New Jersey statutes permit the deposit of public funds in institutions located in New Jersey, which are insured by the Federal Deposit Insurance Corporation (FDIC), or by any other agencies of the United States that insures deposits or the State of New Jersey Cash Management Fund.

New Jersey statutes require public depositories to maintain collateral for deposits of public funds that exceed insurance limits as follows:

The Market Value of the collateral must equal 5% of the average daily balance of public funds; or

If the public funds deposited exceed 75% of the capital funds of the depository, the depository must provide collateral having a market value equal to 100% of the amount exceeding 75%

All collateral must be deposited with the Federal Reserve Bank, the Federal Home Loan Bank Board or a banking institution that is a member of the Federal Reserve System and has capital funds of not less than \$25,000,000.

At December 31, 2005 and 2004 the book value of the County's deposits was \$133,988,839 and \$114,523,394 and the bank balances were \$138,205,130 and \$109,641,519, respectively. The County's deposits which are displayed on the various balance sheets as "cash and investments" are categorized as:

COUNTY OF PASSAIC, N.J.
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2005
 (continued)

NOTE 2. DEPOSITS AND INVESTMENTS, (continued)

Deposits, (continued)

Category 1 - Insured or collateralized with securities held by the County or its agent in the County's name.

Category 2 - Collateralized with securities held by the pledging financial institutions trust department or agent in the County's name.

Category 3 - Uncollateralized or collateralized with securities held by the pledging financial institution, or by its trust department or agent, but not in the County's name.

| | <u>Categories</u> | | | <u>Bank</u> | <u>Fair/</u> |
|-------------|----------------------|------------------|------------|----------------------|----------------------|
| | <u>(1)</u> | <u>(2)</u> | <u>(3)</u> | <u>Balance</u> | <u>Market</u> |
| | | | | | <u>Value</u> |
| <u>2005</u> | | | | | |
| Deposits | <u>\$137,635,130</u> | <u>\$570,000</u> | | <u>\$138,205,130</u> | <u>\$138,205,130</u> |
| <u>2004</u> | | | | | |
| Deposits | <u>\$109,071,519</u> | <u>\$570,000</u> | | <u>\$109,641,519</u> | <u>\$109,641,519</u> |

Investments

New Jersey statutes permit the County to purchase the following types of securities:

- a. bonds or other obligations of the United States.
- b. bonds or other obligations of the County or bonds or other obligations of school districts, which are a part of the County or school districts located within the County.
- c. Government money market mutual funds.
- d. any federal agency or instrumentality obligation authorized by Congress that matures within 397 days from the date of purchase, and has a fixed rate of interest not dependent on any index or external factors.
- e. any other obligations with maturities not exceeding 397 days, as permitted by the Division of Investments.
- f. local government investments pools, such as New Jersey CLASS, and the New Jersey Arbitrage Rebate Management Program.
- g. New Jersey State Cash Management Fund.
- h. Repurchase agreements (repos) of fully collateralized securities, subject to conditions, as indicated in NJSA 40A:5-15(a).

COUNTY OF PASSAIC, N.J.
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2005
(continued)

NOTE 3. COUNTY DEBT

The Local Bond Law governs the issuance of bonds and notes to finance general capital expenditures. All bonds are retired in serial installments within the statutory period of usefulness. Bonds issued by the County are general obligation bonds, backed by the full faith and credit of the County. Bond anticipation notes, which are issued to temporarily finance capital projects, must be paid off within ten years and five months or retired by the issuance of bonds.

The County's debt is summarized as follows:

| | <u>2005</u> | <u>2004</u> |
|--|----------------------|----------------------|
| Issued | | |
| General | | |
| Bonds, Notes and Loans | \$378,807,434 | \$340,534,597 |
| Less: Funds Temporarily Held to Pay Bonds and Notes | 2,398,251 | 11,833,078 |
| Additional Borrowing for County College | 23,267,000 | 29,799,881 |
| Refunding Bonds | <u>30,285,000</u> | <u>86,995,000</u> |
| | <u>55,950,251</u> | <u>128,627,959</u> |
| Net Debt Issued | 322,857,183 | 211,906,638 |
| Authorized But Not Issued | | |
| General | | |
| Bonds and Notes | <u>99,214,219</u> | <u>95,774,803</u> |
| Net Bonds and Notes Issued and Authorized But Not Issued | <u>\$422,071,402</u> | <u>\$307,681,441</u> |

The summarized statement of debt condition which follows is extracted from the County's Annual Debt Statement, indicates a statutory net debt of 1.05% and .87% at December 31, 2005 and 2004, respectively.

| | <u>Gross Debt</u> | <u>Deductions</u> | <u>Net Debt</u> |
|--------------|----------------------|----------------------|----------------------|
| <u>2005</u> | | | |
| General debt | <u>\$478,021,653</u> | <u>\$55,950,251</u> | <u>\$422,071,402</u> |
| <u>2004</u> | | | |
| General debt | <u>\$436,309,400</u> | <u>\$128,627,959</u> | <u>\$307,681,441</u> |

The County's remaining borrowing power under N.J.S. 40A:2-6, as amended, at December 31, was as follows:

| | <u>2005</u> | <u>2004</u> |
|--|----------------------|----------------------|
| 2% of equalized valuation basis (county) | \$802,485,832 | \$706,483,470 |
| Net debt | <u>422,071,402</u> | <u>307,681,441</u> |
| Remaining Borrowing Power | <u>\$380,414,430</u> | <u>\$398,802,029</u> |

COUNTY OF PASSAIC, N.J.
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2005
(continued)

NOTE 3. COUNTY DEBT, (continued)

The County's long-term debt consisted of the following at December 31, 2005 and 2004:

General Obligation Bonds

| | <u>2005</u> | <u>2004</u> |
|---|-------------|-------------|
| \$6,225,000, 1968 Bonds, due in annual installments of \$85,000 to \$200,000 through August 1, 2008, interest at 4.7% | \$485,000 | \$685,000 |
| \$18,955,000, 1992 Bonds, due in annual installments of \$530,000 to \$2,805,000 through December 1, 2009, interest at various rates from 4.70% to 7.00% | 2,165,000 | 2,725,000 |
| \$41,940,000, 1993 Bonds, due in annual installments of \$395,000 to \$2,925,000 through September 1, 2016, interest at various rates from 4.00% to 5.20% | 6,215,000 | 6,215,000 |
| \$20,100,000, 1994 Bonds, due in annual installments of \$140,000 to \$1,325,000 through May 1, 2017, interest at various rates from 3.65% to 5.15% | 2,635,000 | 3,875,000 |
| \$1,685,000, 1994 Bonds, due in annual installments of \$20,000 to \$270,000 through May 1, 2005, interest at various rates from 3.65% to 4.55% | -0- | 240,000 |
| \$7,514,000, 1994 Bonds, due in annual installments of \$500,000 to \$800,000 through March 1, 2005, interest at 5.125% | -0- | 794,000 |
| \$13,105,000, 1995 Bonds, due in annual installments of \$300,000 to \$4,135,000 through September 1, 2007, interest at 4.50% to 6.00% | 8,040,000 | 9,855,000 |
| \$5,404,000, 1996 Bonds, due in annual installments of \$260,000 to \$395,000 through Nov. 2012, interest at 5.35% | 2,509,000 | 2,849,000 |
| \$30,100,000, 1998 Bonds, due in annual installments of \$700,000 to \$2,500,000 through Sept. 2020, interest at 5.88% to 6.77% | 24,300,000 | 25,300,000 |
| \$665,000, 1998 Bonds, due in annual installments of \$220,000 to \$225,000 through Sept. 2018-2020, interest at 6.77% | 665,000 | 665,000 |

COUNTY OF PASSAIC, N.J.
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2005

(continued)

| | <u>2005</u> | <u>2004</u> |
|---|-------------|-------------|
| \$18,788,000, 1999 Bonds, due in annual installments of \$250,000 to \$1,965,000 through Feb. 1, 2014, interest at 5.00% | -0- | 1,200,000 |
| \$4,495,000, 2000 Bonds, due in annual installments of \$200,000 to \$375,000 through Aug. 1, 2015, interest at 5.10%. | 3,385,000 | 3,640,000 |
| \$4,494,000, 2000 Bonds, due in annual installments of \$200,000 to \$374,000, through Aug. 1, 2015, interest at 5.05% | 3,384,000 | 3,639,000 |
| \$14,000,000, 2000 Bonds, due in annual installments of \$150,000 to \$1,690,000 through Sept. 15, 2015, interest at 5.00% | 12,440,000 | 13,090,000 |
| \$31,145,000, 2001 Bonds, due in annual installments of \$100,000 to \$2,330,000, through March 1, 2019, interest at 4.00% to 5.25% | 27,005,000 | 29,055,000 |
| \$19,250,000, 2001 Bonds, due in annual installments of \$850,000 to \$1,700,000, through March 31, 2016, interest at 4.375% | 15,600,000 | 16,550,000 |
| \$14,965,000, 2001 Bonds, due in annual installments of \$250,000 to \$1,665,000, through Sept. 15, 2015, interest at 4.20% | 13,365,000 | 14,065,000 |
| \$9,485,000 2002 Bonds, due in annual installments of \$155,000 to \$1,430,000 through Sept. 15, 2014, interest at 3.5% to 3.65% | 8,855,000 | 9,130,000 |
| \$1,033,000 2002 Bonds, due in annual installments of \$85,000 to \$98,000 through Sept. 15, 2014, interest at 3.5% to 3.65% | 778,000 | 863,000 |
| \$2,515,000 2002 Bonds, due in annual installments of \$45,000 to \$365,000 through Sept. 15, 2014, interest at 3.5% to 3.75% | 2,345,000 | 2,420,000 |
| \$6,560,000 2003 Bonds, due in annual installments of \$25,000 to \$880,000 through Feb. 15, 2021, interest at 2.00% to 5.75% | 5,985,000 | 6,315,000 |
| \$18,447,000 2003 Bonds, due in annual installments of \$290,000 to \$2,790,000 through Sept. 15, 2017, interest at 3.00% to 3.75% | 17,767,000 | 18,157,000 |

COUNTY OF PASSAIC, N.J.
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2005
(continued)

| | <u>2005</u> | <u>2004</u> |
|---|----------------------|----------------------|
| \$1,500,000 2003 Bonds, due in annual installments of \$125,000 through Sept. 15, 2015, interest at 3.00% to 3.50% | 1,250,000 | 1,375,000 |
| \$11,997,000 2003 Bonds, due in annual installments of \$50,000 to \$2,027,000 through Aug. 15, 2016, interest at 4.20% to 4.25% | 11,852,000 | 11,927,000 |
| \$2,010,000 2003 Bonds, due in annual installments of \$165,000 to \$170,000 through Aug. 15, 2015, interest at 4.20% | 1,680,000 | 1,845,000 |
| \$21,855,000 2003 Bonds, due in annual installments of \$1,915,000 to \$2,925,000 through Mar. 1, 2016, interest at 5.20% | 16,055,000 | 18,930,000 |
| \$19,495,000, 2004 Bonds, due in annual installments of \$1,025,000 to \$3,745,000, through March 15, 2016, interest at 3.0% to 3.5% | 18,470,000 | 19,495,000 |
| \$12,220,000, 2004 Bonds, due in annual installments of \$1,095,000 to \$1,295,000, through May 1, 2017, interest at 3.0% to 3.375% | 12,220,000 | 12,220,000 |
| \$41,870,000, 2004 Bonds, due in annual installments of \$580,000 to \$2,650,000, through September 1, 2021, interest at 2.25% to 4.75% | 39,220,000 | 41,870,000 |
| \$7,660,000, 2004 Bonds, due in annual installments of \$1,500,000 to \$3,065,000, through September 1, 2009, interest at 3.5% to 5.0% | 7,660,000 | 7,660,000 |
| \$4,788,000, 2004 Bonds, due in annual installments of \$250,000 to \$488,000, through October 15, 2017, interest at 3.6% | 4,538,000 | 4,788,000 |
| \$4,784,000, 2004 Bonds, due in annual installments of \$418,000 to \$566,000, through May 1, 2014, interest at 3.25% | 4,366,000 | 4,784,000 |
| \$20,000,000, 2005 Bonds, due in annual installments of \$25,000 to \$2,275,000, through June 1, 2019, interest at 3.75% to 4.00% | <u>20,000,000</u> | <u>-0-</u> |
| | <u>\$295,234,000</u> | <u>\$296,221,000</u> |

COUNTY OF PASSAIC, N.J.
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2005
(continued)

NOTE 3. COUNTY DEBT, (continued)

Intergovernmental Loans Payable

The County has entered into a loan agreement with New Jersey Department of Environmental Protection for the financing relating to the Acquisition of Sterling Forest.

\$5,300,000, 1994 Loan due in semi-annual installments of
\$114,032 to \$163,154 through May 3, 2014, interest at 2.00% \$2,564,434

The County has entered into a loan agreement with the New Jersey Educational Facilities Authority for the financing related to the acquisitions for the County College of Passaic.

\$1,975,000, 1999 Loan due in semi-annual installments of
\$90,000 to \$175,000 through Sept. 1, 2014, interest at 4.80 %
to 6.80% \$1,365,000

\$3,929,434

The County's principal and interest for long-term debt issued and outstanding at December 31, 2005 is as follows:

| Calendar Year | General | | Intergovernmental Loans | | Total |
|------------------|----------------------|---------------------|-------------------------|------------------|----------------------|
| | Principal | Interest | Principal | Interest | |
| 2006 | \$22,320,000 | \$13,280,856 | \$409,674 | \$118,517 | \$36,129,047 |
| 2007 | 23,210,000 | 12,210,239 | 415,295 | 106,916 | 35,942,450 |
| 2008 | 21,600,000 | 11,092,198 | 426,030 | 95,071 | 33,213,299 |
| 2009 | 23,590,000 | 10,131,378 | 441,879 | 82,674 | 34,245,931 |
| 2010 | 24,140,000 | 9,131,391 | 452,847 | 69,602 | 33,793,840 |
| 2011-2015 | 130,734,000 | 28,458,907 | 1,783,709 | 135,385 | 161,112,001 |
| 2016-2020 | 49,000,000 | 5,021,926 | | | 54,021,926 |
| 2021 | 640,000 | 29,275 | | | 669,275 |
| | <u>\$295,234,000</u> | <u>\$89,356,170</u> | <u>\$3,929,434</u> | <u>\$608,165</u> | <u>\$389,127,769</u> |

NOTE 4. BOND ANTICIPATION NOTES

The County issues bond anticipation notes to temporarily fund various capital projects prior to the issuance of serial bonds. The term of the notes cannot exceed one year but the notes may be renewed from time to time for a period not exceeding one year. Generally, such notes must be paid no later than the first day of the fifth month following the close of the tenth fiscal year following the date of the original notes. The State of New Jersey also prescribes that on or before the third anniversary date of the original note a payment of an amount at least equal to the first legally payable installment of the bonds in anticipation of which such notes were issued be paid or retired. A second and third legal installment must be paid if the notes are to be renewed beyond the fourth and fifth anniversary date of the original issuance.

COUNTY OF PASSAIC, N.J.
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2005

(continued)

NOTE 4. BOND ANTICIPATION NOTES. (continued)

On December 31, 2005, the County had \$79,644,000 in outstanding bond anticipation notes maturing on various dates at interest rates of 3.75% to 4.00%.

NOTE 5. CAPITAL LEASES PAYABLE

In 2005, the County entered into two lease agreements with the Passaic County Improvement Authority to fund improvement projects at the Prosecutor's office and Preakness Healthcare Center in the amounts of \$6,000,000 and \$65,000,000, respectively. Annual debt service requirements for these capital leases are as follows:

| <u>Year</u> | <u>Principal</u> | <u>Interest</u> | <u>Total</u> |
|-------------|---------------------|---------------------|----------------------|
| 2006 | | \$257,803 | \$257,803 |
| 2007 | \$210,000 | 1,784,700 | 1,994,700 |
| 2008 | 1,430,000 | 3,278,390 | 4,708,390 |
| 2009 | 1,480,000 | 3,226,453 | 4,706,453 |
| 2010 | 1,530,000 | 3,175,416 | 4,705,416 |
| 2011-2015 | 8,630,000 | 14,900,318 | 23,530,318 |
| 2016-2020 | 10,880,000 | 12,654,700 | 23,534,700 |
| 2021-2025 | 13,500,000 | 10,033,764 | 23,533,764 |
| 2026-2030 | 14,595,000 | 6,583,625 | 21,178,625 |
| 2031-2035 | <u>18,745,000</u> | <u>2,436,875</u> | <u>21,181,875</u> |
| | <u>\$71,000,000</u> | <u>\$58,332,044</u> | <u>\$129,332,044</u> |

NOTE 6. FIXED ASSETS

The following is a summary of the General Fixed Assets Account Group as of December 31, 2005 and 2004.

| | <u>Balance</u> | | | <u>Balance</u> |
|--|----------------------|---------------------|--------------------|----------------------|
| | <u>Dec. 31, 2004</u> | <u>Additions</u> | <u>Retirements</u> | <u>Dec. 31, 2005</u> |
| <u>2005</u> | | | | |
| Land | \$30,374,098 | \$6,663,265 | \$18,500 | \$37,018,863 |
| Buildings and Building Improvements | 195,116,253 | 6,099,317 | 116,417 | 201,099,153 |
| Machinery and Equipment | 49,989,660 | 4,008,651 | 5,512,098 | 48,486,213 |
| Construction in Progress | <u>1,865,390</u> | <u>1,553,072</u> | | <u>3,418,462</u> |
| | <u>\$277,345,401</u> | <u>\$18,324,305</u> | <u>\$5,647,015</u> | <u>\$290,022,691</u> |

COUNTY OF PASSAIC, N.J.
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2005
(continued)

NOTE 6. FIXED ASSETS, (continued)

| | <u>Balance</u> <u>Dec. 31, 2003</u> | <u>Additions</u> | <u>Retirements</u> | <u>Balance</u> <u>Dec. 31, 2004</u> |
|-------------------------------------|--|--------------------|--------------------|--|
| <u>2004</u> | | | | |
| Land | \$30,282,343 | \$91,755 | | \$30,374,098 |
| Buildings and Building Improvements | 192,318,987 | 2,797,266 | | 195,116,253 |
| Machinery and Equipment | 46,906,136 | 3,083,524 | | 49,989,660 |
| Construction in Progress | | <u>1,865,390</u> | | <u>1,865,390</u> |
| | <u>\$269,507,466</u> | <u>\$7,837,935</u> | <u>\$0</u> | <u>\$277,345,401</u> |

NOTE 7. INTERFUND BALANCES AND ACTIVITIES

Balances due to/from other funds at December 31, 2005 consist of the following:

| | |
|--------------------|---|
| \$694,462 | Due to the Current Fund from the Trust Funds and General Capital Fund for interest earned on investments and loans. |
| 11,572 | Due to the Current Fund from the Community Development Grant Fund to return cash deposited in error. |
| 1,600,364 | Due to the Federal and State Grant Fund from the Current Fund for grants received. |
| 4,000,000 | Due to the General Capital Fund from the Federal and State Grant Fund to cover grant expenditures. |
| 1,555,000 | Due to the General Capital Fund from the Open Space Trust Fund for awards granted to capital projects. |
| <u>7,000</u> | Due to the General Capital Fund from the Trust Funds for deposit errors. |
| <u>\$7,868,398</u> | |

NOTE 8. FUND BALANCES APPROPRIATED

Fund balances at December 31, which were appropriated and included as anticipated revenue in their own respective funds for the succeeding years were as follows:

| | | |
|--------------|---------------------|---------------------|
| | <u>2006</u> | <u>2005</u> |
| Current Fund | <u>\$16,844,878</u> | <u>\$16,843,000</u> |

COUNTY OF PASSAIC, N.J.
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2005
(continued)

NOTE 9. ACCUMULATED VACATION AND SICK PAY (UNAUDITED)

Under the existing policies of the county, certain employees are allowed to accumulate (with certain restrictions) unused vacation and sick pay over the life of their working careers and to redeem such unused leave time in cash upon retirement or by extended absence immediately preceding retirement.

The maximum sick leave benefits an employee is entitled to at retirement is \$12,000. Employees are entitled to carryover one year vacation time (with certain exceptions).

It is estimated that the current cost of such unpaid compensation, which was not audited by us would approximate \$7,500,000 and \$7,500,000 at December 31, 2005 and 2004, respectively. These amounts which are considered material to the financial statements, are not reported either as an expenditure or liability.

NOTE 10. EMPLOYEE RETIREMENT SYSTEM

Substantially all of the County's employees participate in one of the following contributory defined benefit public employee retirement systems which have been established by State statute: the Police and Firemen's Retirement System (PFRS) or the Public Employees' Retirement System (PERS). These systems are sponsored and administered by the State of New Jersey. The Public Employees' Retirement System and the Police and Firemen's Retirement System (PFRS) are considered a cost sharing multiple-employer plans. According to the State of New Jersey Administrative Code, all obligations of the systems will be assumed by the State of New Jersey should the systems terminate.

The State of New Jersey, Department of the Treasury, Division of Pensions and Benefits, issues publicly available financial reports that include the financial statements and required supplementary information for PERS and PFRS. The financial reports may be obtained by writing to the State of New Jersey, Department of the Treasury, Divisions of Pensions and Benefits, P.O. Box 295, Trenton, NJ 08625-0295.

Description of Systems, Contribution Information and Funding Policies:

Public Employees' Retirement System (PERS)

The Public Employees' Retirement System was established in January, 1955 under the provisions of N.J.S.A. 43:15A to provide retirement, death, disability and medical benefits to certain qualified members. Membership in the System is mandatory for substantially all full time employees of the State or any county, municipality, school district or public agency provided the employee is not required to be a member of another State-administered retirement system. The System's Board of Trustees is primarily responsible for the administration of the System.

COUNTY OF PASSAIC, N.J.
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2005
(continued)

NOTE 10. EMPLOYEE RETIREMENT SYSTEM, (continued)

Vesting and Benefit Provisions - The vesting and benefit provisions are set by N.J.S.A. 43:15A and 43:3B. The System provides retirement, death and disability benefits, as well as medical benefits for certain qualified members. All benefits vest after eight to ten years of service, except for medical benefits, which vest after 25 years of service. Retirement benefits for age and service are available at age 60 and, under recently enacted legislation referred to below, are generally determined to be 1/55 of final average salary for each year of service credit (as defined). Final average salary equals the average salary for the final three years of service prior to retirement (or highest three years' compensation if other than the final three years). Members may seek early retirement after achieving 25 years of service credit, as defined, or they may elect deferred retirement after achieving eight to ten years of service credit, in which case benefits would begin the first day of the month after the member attains normal retirement age.

The System provides specified medical benefits for members who retire after achieving 25 years of qualified service, as defined, or under the disability provisions of the System.

Members are always fully vested for their own contributions and, after three years of service credit, become vested for earnings on their contributions at 2% per annum. In the case of death before retirement, members' beneficiaries are entitled to full interest credited to the members' accounts.

Eligible retirees receiving monthly benefits are entitled to cost-of-living increases equal to 60% of the change in the average consumer price index for the calendar year in which the pensioner retired as compared to the average consumer price index for a 12-month period ending with each August 31st immediately preceding the year in which the adjustment becomes payable. The regular retirement allowance is multiplied by the 60% factor as developed and results in a dollar amount of the adjustment payable. Retired members become eligible for pension adjustment benefits after 24 months of retirement.

Two pieces of legislation passed during 2001 have a significant impact on the System's benefit provisions: Chapter 133, Public Law of 2001, increases retirement benefits for service, deferred and early retirement by changing the formula from 1/60 to 1/55 of final compensation for each year of service. This legislation also increases the retirement benefit for veteran members with 35 or more years of service and reduces the age qualification from 60 to 55. The legislation further provides that existing retirees and beneficiaries would also receive a comparable percentage increase in their retirement allowance. The benefit enhancements are effective with the November 1, 2001 benefit checks. Chapter 120, Public Law of 2001, establishes an additional retirement option for plan members. Under the new option, a retiree's actuarially reduced allowance (to provide a benefit to the retiree's beneficiary upon the retiree's death) would "pop-up" to the maximum retirement allowance if the beneficiary predeceases the retiree.

COUNTY OF PASSAIC, N.J.
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2005
(continued)

NOTE 10. EMPLOYEE RETIREMENT SYSTEM, (continued)

Contributions - The contribution policy is set by N.J.S.A. 43:15A and requires contributions by active members and contributing employers. Plan member and employer contributions may be amended by State of New Jersey legislation. Members contribute at a uniform rate. From January 1, 1998 to December 31, 1999, the contribution rate was 4.5% of base salary. In accordance with Chapter 415, P.L. 1999, the member rate was lowered to 3.0% effective January 1, 2000. Employers are required to contribute at an actuarially determined rate. The annual employer contribution includes funding for basic retirement allowances, cost-of-living adjustments and noncontributory death benefits. The State of New Jersey's contribution also includes funding for the cost of medical premiums after retirement for qualified retirees. In accordance with Chapter 62, P.L. 1994, post-retirement medical benefits are funded on a pay-as-you-go basis plus an additional contribution that will ensure an increase in the Post-Retirement Medical Reserve Fund equal to ½ of 1% of the salary of active state employees.

Chapter 133, P.L. 2001, provides for increased benefits for certain types of retirement. Under this legislation, the cost of the increased benefits will be funded using excess assets. To fund the initial accrued liability, the actuarial value of assets for the valuation period ending June 30, 1999, will be the full market value of the assets as of that date. The required normal contributions on behalf of active members will also be funded using available excess assets. A benefit enhancement fund will be established and maintained from which required normal contributions for the benefit enhancements will be charged. The legislation requires that the assets of the benefit enhancement fund shall not exceed the present value of the expected additional normal contribution over the expected working lives of the active members for the valuation period. If excess assets are not available when contributions are required, the legislation further provides that the state shall be responsible for the cost of the increased benefits for both State and local members. The amount of excess assets that can be utilized is also limited to the employee contributions for the year in which a payment is required. If the required funding in any year exceeds the employee contributions, the State shall also be responsible for funding the excess amount.

Legislation passed in 1997 (Chapter 115, P.L. 1997) provided for the use of excess actuarial valuation assets to offset the required normal contributions of the State of New Jersey and the local participating employers.

Through FY 2002, excess assets may be used to the extent possible to offset normal contributions. Thereafter, a certain percentage of available excess assets may be used as specified in the legislation.

As a result of Chapter 115, for the years ended June 30, 2004, 2003 and 2002, contributions by the State of New Jersey were limited to funding for post-retirement medical benefits while local employer contributions were limited to funding for early retirement incentive benefits. Employer contributions for basic pension benefits, noncontributory death benefits and cost-of-living adjustments were funded by excess assets for both the State and local employers.

COUNTY OF PASSAIC, N.J.
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2005
(continued)

NOTE 10. EMPLOYEE RETIREMENT SYSTEM, (continued)

The County's contribution to the public employee's retirement system, equal to the required contributions for each year, were as follows:

| <u>Year Ended</u> <u>December 31,</u> | <u>Amount</u> |
|--|---------------|
| 2005 | \$981,653 |
| 2004 | 0 |
| 2003 | 10,729 |

Police and Firemens' Retirement System (PFRS)

The Police and Firemens' Retirement System was established in July 1944 under the provisions of N.J.S.A. 43:16A to provide retirement, death and disability benefits to its members. Membership is mandatory for substantially all full time county and municipal police and firemen, and state firemen or officer employees with police powers appointed after June 30, 1944. The System's Board of Trustees is primarily responsible for its administration.

Vesting and Benefit Provisions - The vesting and benefit provisions are set by N.J.S.A. 43:16A and 43:3B. The System provides retirement as well as death and disability benefits. All benefits vest after ten years of service except disability benefits which vest after four years of service. Retirement benefits for age and service are available at age 55 and are generally determined to be 2% of final average compensation for each year of creditable service, as defined, up to 30 years plus 1% for each year of service in excess of 30 years. Final average compensation equals the average compensation for the final three years of service prior to retirement (or highest three years' compensation if other than the final three years). Members may seek special retirement after achieving 20 or 25 years of creditable service or they may elect deferred retirement after achieving ten years of service, in which case benefits would begin at age 55 equal to 2% of final average compensation for each year of service.

Widow/widowers of members retired since December 18, 1967 receive 50% of the retiree's final compensation. The minimum annual widow/widower's benefits of an accidental disability retiree prior to December 18, 1967 and of all retirees since December 18, 1967 is \$4,500.

Members are always fully vested for their own contributions. In the case of death before retirement, members' beneficiaries are entitled to full payment of members' contributions providing no survivor death benefits are payable.

COUNTY OF PASSAIC, N.J.
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2005
(continued)

NOTE 10. EMPLOYEE RETIREMENT SYSTEM, (continued)

Eligible retirees receiving monthly benefits are entitled to cost-of-living increases equal to 60% of the change in the average consumer price index for the calendar year in which the pensioner retired as compared to the average consumer price index for a 12-month period ending with each August 31st immediately preceding the year in which the adjustment becomes payable. The regular retirement allowance is multiplied by the 60% factor as developed and results in the dollar amount of the adjustment payable. Retired members become eligible for pension adjustment benefits after 24 months of retirement. The cost-of-living increases are funded by the retirement system and are included in the annual actuarial calculations of the required state and state-related employer contributions.

Legislation passed during the year (Chapter 4, P.L. 2001) provides increased benefits to certain members who retired prior to December 29, 1989 with at least 25 years of creditable service. The maximum amount of the increase is 5% of the retiree's final compensation. For those with 30 or more years of service, the total pension would increase from 65% to 70% of final compensation.

Contributions - The contribution policy is set by N.J.S.A. 43:16A and requires contributions by active members and contributing employers. Plan member and employer contributions may be amended by State of New Jersey legislation. Employers are required to contribute at an actuarially determined rate. The annual employer contribution includes funding for basic retirement allowances, cost-of-living adjustments and noncontributory death benefits. Members contribute at a uniform rate of 8.5% of base salary.

As a result of legislation passed in 2001 (Chapter 44, P.L. 2001), local employer contributions payable in FY 2001 were reduced by \$150 million to approximately \$75 million. This legislation requires that the savings realized by counties and municipalities as a result of this reduction be used for property tax relief.

The contribution policy was modified in FY 2000 by legislation (Chapter 8, P.L. 2000) which required that the System's excess valuation assets be used to fund certain benefit enhancements provided under Chapter 428, P.L. 2000. This legislation also required that the calculation of the actuarial value of assets for the June 30, 1998 valuation be based on 100% for the State and up to 57% for local employers of the difference between the expected value of assets in the system and the full-market value of the assets. In addition, this legislation required the State to fund the additional employer contributions attributable to Chapter 428 should excess assets be insufficient to cover this pension liability. Finally, due to the recognition of the surplus market assets, this legislation eliminated the unfunded accrued liability for local employers, which reduces their required contributions by \$45 million in FY 2000.

Required state contributions were offset by \$99.6 million and \$29.7 million in FY 2001 and 2000, respectively, under Chapter 115, PL 1997, which provides for the use of excess valuation assets to fund required normal pension contributions. Through fiscal year 2004, excess assets may be used to the extent possible to offset normal contributions. Thereafter, a certain percentage of available excess assets may be used as specified in the legislation.

COUNTY OF PASSAIC, N.J.
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2005
(continued)

NOTE 10. EMPLOYEE RETIREMENT SYSTEM, (continued)

The County's contribution to the police and firemen's retirement system plans, equal to the required contributions for each year, were as follows:

| <u>Year Ended</u> <u>December 31,</u> | <u>Amount</u> |
|--|---------------|
| 2005 | \$2,546,612 |
| 2004 | 954,010 |
| 2003 | 20,000 |

County Retirement System

The System's designated purpose is to provide retirement allowances and other benefits to its members. The County of Passaic Employees' Retirement System was established on January 1, 1949 under Chapter 310, P.L. 1948 until 1966 when it became subject to Chapter 210, P.L. 1966. The Plan is a defined benefit plan covering employees of the County employed by the County prior to July 1, 1967. The System's Board of Commissioners is responsible for its organization and administration.

Vesting and Benefit Provisions - Participants are eligible to receive normal retirement benefits upon completion of 20 years of service and attainment of age 55, or upon completion of 35 years of service regardless of age. Benefits under the plan are calculated on the basis of 50% of salary. In addition, a member who has completed 25 years of service and attained age 55 is entitled to an additional 1% salary for each year of service over 25 years up to age 70.

Pension benefits partially vest after 20 years of credited service. If a member has completed 20 years of credited service and is separated from service either voluntarily or involuntarily prior to age 55, the member may elect to receive 100% of his/her total employee contribution without interest, or

- (i) A deferred pension commencing at age 55 equal to 50% of salary times the ratio of his/her service divided by the service he/she would have accrued at age 55.
- (ii) A pension to commence immediately equal to 50% of salary reduced on an actuarial equivalent basis for commencement prior to age 55.

COUNTY OF PASSAIC, N.J.
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2005
(continued)

NOTE 10. EMPLOYEE RETIREMENT SYSTEM, (continued)

County Retirement System, (continued)

If an active member dies, an annual survivorship benefit is payable to the member's surviving spouse, as long as he/she remains unmarried or to any minor children up to age 18. The death benefit payable is equal to 2 ½% of salary multiplied by the number of years of service. However, in no event will such annual survivorship benefit exceed 25% of the member's final compensation at the time of death, except for a \$2,500 minimum annual benefit. For members who were members of certain prior retirement systems, the annual survivorship benefit is equal to 50% of salary.

If a retired member dies, 50% of the member's pension (normal or disability) will be continued to the member's surviving spouse, as long as he/she remains unmarried, or to any minor children up to age 18. However, in no event will such survivorship benefit exceed 25% of the member's final compensation at the time of retirement, except for a \$2,500 minimum annual benefit. For members who were members of certain prior retirement systems, the annual survivorship benefit is equal to 50% of the member's final compensation at the time of retirement.

A surviving spouse will qualify for a death benefit if he/she married the employee before the member's retirement. Also, he/she must have married the employee before the member attained age 50 unless the employee continues in the employment of the County for at least five years after such marriage.

If an active member becomes permanently and totally disabled he/she is entitled to retire and receive a pension equal to 2 ½% of salary multiplied by the number of years of service up to a maximum of 20 years. However, if the disability is the result of injury, accident or sickness arising out of and in the course of employment, the pension will be equal to 50% of salary regardless of the amount of service. For members who were transferred from certain prior retirement systems, the pension is equal to 50% of salary regardless of the reason for the disability.

Contribution Policy - Each active member is required to contribute 6% of salary per annum. The County is required to contribute 10% of each active member's salary per annum, plus an addition 1% per annum in each succeeding fiscal year (cumulative) after 1966 until the actuary of the Plan certified to the County that the County's contributions, together with the contribution of the members and all Plan earnings, are sufficient to meet the liabilities of the Retirement System on a fully funded reserve basis. Pension payments to retirement employees and beneficiaries are adjusted each year by a percentage equal to 60% of the change in the Consumer Price Index. These pension increases are not to be included with the benefits that are refunded under this System, but rather are to be funded by the County by annual appropriations.

COUNTY OF PASSAIC, N.J.
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2005
 (continued)

NOTE 10. EMPLOYEE RETIREMENT SYSTEM, (continued)

Pension Benefit Obligations

The actuarial present value of accumulated plan benefits at December 31, 2002 are detailed below:

| | Base Pension Only | | |
|--|------------------------------|-------------------|-------------------|
| Vested benefits: | | | |
| Retired Members | | | 30,799,954 |
| Active Members | | | <u>5,193,831</u> |
| Total Actuarial Present Value of Plan Benefits | | | 35,993,785 |
| Net Assets Available for Benefits | | | <u>20,118,276</u> |
| Deficiency | | | <u>15,875,509</u> |
| | <u>6%</u> | <u>6.5%</u> | <u>7%</u> |
| Potential Liability | 37,416,050 | 35,993,785 | 34,667,611 |
| Assets | <u>20,118,276</u> | <u>20,118,276</u> | <u>20,118,276</u> |
| Potential Deficiency | <u>17,297,774</u> | <u>15,875,509</u> | <u>14,549,335</u> |

The rates above are assumed rates of return. The different rates are used to project what the potential liabilities and deficiencies would be in variant situations.

Next actuarial valuation report is required to be performed based on the Plan's December 31, 2005 financial data.

Under State Law, the County is permitted to issue bonds to fund its unfunded liability for the Closed Pension Fund. On September 1, 1998, the County issued \$30,765,000 General Obligation Refunding Bonds, to refund previously issued 1995 bonds which was originally intended to fund its unfunded liability, including the cost of living adjustment, for the closed pension fund. An actuarial report has not been prepared subsequent to this financing and therefore, is not reflected above.

NOTE 11. SELF-INSURANCE WORKMEN'S COMPENSATION PLAN

The County has established a workmens compensation plan for its employees. The County funds the entire cost of the plan. Claims are paid directly by the plan up to a maximum of \$300,000 for any one accident or occurrence, with any excess benefit being reimbursed through a Re-Insurance Agreement with Continental Casualty Corporation up to \$1,000,000 for any one accident or occurrence. The County has not created a loss reserve for claims incurred which were unpaid at December 31, 2005 and 2004. In addition, the County has not created a reserve for any potential unreported losses which have taken place but in which the County has not received notices or report of losses. The effect on the financial statements from these omissions could not be determined, but is probably material. A contingent liability exists with respect to reinsurance which would become an actual liability in the event the reinsuring company might be unable to meet their obligations to the County under existing reinsurance agreements. Exhibit B-8 summarizes the 2005 transactions of the plan.

COUNTY OF PASSAIC, N.J.
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2005
(continued)

NOTE 12. SELF-INSURANCE LIABILITY PLAN

The County has established a liability trust reserve for the purpose of funding payments that may arise from any general, auto or other liability claims against the County on a self-insured basis. The County funds the entire cost of the plan. Claims are paid directly by the plan up to a maximum of \$1,000,000 for any one accident or occurrence, with any excess benefit being reimbursed through a Re-Insurance Agreement with Coregis Insurance Company up to \$5,000,000 for any one accident or occurrence. The County has not created a loss reserve for claims incurred which were unpaid at December 31, 2005 and 2004. In addition, the County has not created a reserve for any potential unreported losses which have taken place but in which the county has not received notices or report of losses. The effect on the financial statements from these omissions could not be determined, but is probably material. Exhibit B-10 summarizes the 2005 transactions of the plan.

NOTE 13. SELF-INSURANCE HEALTH BENEFITS PLAN

The County has established a Health Benefits plan for its employees. The County funds the entire cost of the plan. Claims are paid directly by the plan up to a maximum of \$150,000 per employee per year, with any excess benefit being reimbursed through a Re-Insurance Agreement with Pacific Mutual Insurance Company up to \$1,000,000 per employee per year. The County has not created a loss reserve for claims incurred which were unpaid at December 31, 2005 and 2004. In addition, the County has not created a reserve for any potential unreported losses which have taken place but in which the County has not received notices or report of losses. The effect on the financial statements from these omissions could not be determined, but is probably material. A contingent liability exists with respect to reinsurance which would become an actual liability in the event the reinsuring company might be unable to meet their obligations to the County under existing reinsurance agreements. Exhibit B-9 summarizes the 2005 transactions of the plan.

NOTE 14. CLAIMS AND JUDGEMENTS

The County participates in a number of federal and state programs that are fully or partially funded by grants received from other governmental units. Expenditures financed by grants are subject to audit by the appropriate grantor government. If expenditures are disallowed due to noncompliance with grant program regulations, the County may be required to reimburse the grantor government. As of December 31, 2005 and 2004, significant amounts of grant expenditure have not been audited by the various grantor agencies but the County believes that disallowed expenditures, if any, based on subsequent audits will not have a material effect on any of the individual governmental funds or the overall financial position of the County.

NOTE 15. RELATED PARTY TRANSACTIONS

In March 1987, the County of Passaic organized the Passaic County Utilities Authority (the "Authority"). The purpose of the Authority is to implement the County's Solid Waste Management Plan. The following is a synopsis of the County's related party transactions with the Authority.

COUNTY OF PASSAIC, N.J.
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2005
(continued)

NOTE 15. RELATED PARTY TRANSACTIONS, (continued)

a. Overlapping Debt/Contingent Liability

The Authority has issued several series of bonds over the years since 1987 pursuant to a resolution of the authority adopted on August 12, 1987 and entitled, "*The Passaic County Utilities Authority General Bond Resolution Authorizing the Issuance of Solid Waste Disposal Revenue Bonds*", as amended and supplemented as necessary in connection with each bond issuance (collectively, the "Landfill Resolution").

- \$3,040,000 principal amount of its 1999 Refunding Notes issued pursuant to the General Note Resolution as amended and supplemented;

- \$3,325,000 accreted principal amount of its Solid Waste Disposal Revenue Bonds, Refunding Series 1999 (the "1999 Refunding Bonds") issued pursuant to the Landfill Bond Resolution, as amended and supplemented;

- \$4,495,000 accreted amount of its 1999A Bonds issued pursuant to the Landfill Bond Resolution, as amended and supplemented;

- \$44,825,000 Solid Waste Disposal Revenue Bonds, Refunding Series 2004 consisting of \$35,680,000 in aggregate principal amount of its Solid Waste Disposal Revenue Bonds (Tax Exempt Series 2004A) and \$9,145,000 Solid Waste Disposal Revenue Bonds (Taxable Series 2004B) (collectively, the "2004 Refunding Bonds") issued pursuant to the Landfill Bond Resolution, as amended and supplemented;

- \$6,800,000 principal amount of its 2005A Notes issued pursuant to the General Notes Resolution as amended and supplemented;

- \$70,000 principal amount of its 2005B Notes issued pursuant to the General Notes Resolution as amended and supplemented.

Solid Waste System Revenue Bonds

The Authority has also issued and outstanding \$3,050,000 in aggregate principal amount of its Solid Waste System Revenue Bonds (Series 1991A) (the "System Revenue Bonds"). The System Revenue Bonds were issued pursuant to a resolution of the Authority adopted on December 17, 1990 and entitled, "Resolution Amending and Restating The Resolution Authorizing the Collection and Disbursement of System Revenue and Authorizing the Issuance of Solid Waste System Revenue Bonds of the Passaic County Utilities Authority", as amended and supplemented by a resolution of the Authority adopted on November 18, 1991 and entitled, "1991 Supplemental Resolution Providing for the Issuance and Sale of \$36,495,000 Principal amount of 1991 Solid Waste System Revenue Bonds (Series 1991A) of the Passaic County Utilities Authority and Determining Various Matters Pertaining Thereto" (collectively, the "System Revenue Bond Resolution"). The System Revenue Bonds are not secured by the County Landfill Agreement.

COUNTY OF PASSAIC, N.J.
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2005
(continued)

NOTE 15. RELATED PARTY TRANSACTIONS, (continued)

On February 23, 2006 the Authority issued \$8,780,000 of Solid Waste System Project Notes, Refunding Series 2006. The proceeds of the Project Notes will be used to, among other things: (i) currently refund and pay the accreted value at maturity of the March 1, 2006 payment of \$515,000 on the 1999A Bonds; (ii) currently refund the March 1, 2006 payment of principal in the amount of \$1,000,000 and interest in the amount of \$67,016.25 on the 1999 Refunding Notes; (iii) currently refund the February 27, 2006 payment of principal in the amount of \$6,800,000 and interest in the amount of \$220,386.11 on the 2005A Notes; (iv) currently refund the February 27, 2006 payment of principal in the amount of \$70,000 and interest in the amount of \$2,443.19 on the 2005B Notes; and (v) advance refund, by depositing a portion of the Project Note proceeds with the Trustee into an escrow fund (the "Escrow Deposit Agreement"), the September 1, 2006 interest payment of \$46,016.25 of the 1999 Refunding Notes; and (vi) pay the costs of issuance of the Project Notes.

On March 11, 2004 the Appellate Division decided In The Matter Of The Petition Of The Passaic County Utilities Authority For A Declaratory Ruling Regarding The Continuing Obligation Of Pen Pac, Inc., To Provide Transfer Station Services And For The Establishment Of Rates For Such Transfer Station Services, Department of Environmental Protection, DEP Docket No. SR92101003J (see note 12(2)) in favor of Pen Pac for an award of approximately \$3,238,000. In addition, interest is due for the period from July 2000 to August 2001 to compensate Pen Pac, Inc. for the Commissioner's delay in issuing the final decision.

The Authority is currently investigating whether the decision is appealable to the New Jersey Supreme Court and the possible grounds for such an appeal.

b. Self-Insurance Coverage

The County provides liability insurance, workmens compensation insurance and employee health insurance coverage to the Authority. The Authority annually contributes to the County's self-insurance funds for the coverage provided by the County. In 2005 and 2004 the Authority contributed \$0 and \$0 respectively, for liability insurance, \$0 and \$0, respectively, for workmens compensation insurance and \$ 0 and \$0, respectively for employee health insurance coverage.

c. Interlocal Service Agreement

On December 23, 1987 the County entered into an interlocal service agreement with the Authority. The County provides to the Authority certain services including purchasing, payroll, accounting, legal, office space and radio communication. During 2005 and 2004, the Authority paid \$0 and \$0, respectively, to the County under this agreement.

COUNTY OF PASSAIC, N.J.
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2005
(continued)

NOTE 16. PRIOR YEAR DEFEASANCE DEBT

In prior years, the County defeased certain serial bonds by placing the proceeds of new bonds in an irrevocable trust to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and liability for the defeased bonds are not included in the County's financial statements. On September 1, 2004, March 1, 2001, September 1, 1998, September 1, 1995, February 1, 1994, September 1, 1993 and December 1, 1992, \$15,890,000, \$31,145,000, \$30,100,000, \$4,875,000, \$18,981,000, \$36,879,000 and \$17,134,000 of bonds outstanding were defeased, respectively.

NOTE 17. LITIGATION

General Litigation

In the opinion of William J. Pascrell, III, Esq., County Counsel, there is no litigation of any nature now pending or threatened restraining or enjoining the issuance or the delivery of the Obligations or the levy or the collection of any taxes to pay the interest on or the principal of the Obligations, or in any manner questioning the levy or the collection of taxes, or affecting the validity of the Obligations or the levy or the collection of taxes. Neither the authority or the proceedings for the issuance of the Obligations nor the title of any of the present officers of the County to their respective offices is being contested. Neither the corporate existence or boundaries of the County is being contested; no authority or proceedings for the issuance of the Obligations has or have been repealed, revoked or rescinded; and all actions or proceedings in regard to the issuance of the Obligations taken by governing body subsequent to the adoption of the Open Public Meetings Act of New Jersey have been in compliance with said Act.

LITIGATION AFFECTING THE PASSAIC COUNTY UTILITIES AUTHORITY

A discussion of certain pending litigation that could have an adverse impact on the financial condition of the Authority is set forth below and has been provided by DeCotiis, FitzPatrick, Cole & Wisler, LLP, General Counsel to the Authority and by McManimon & Scotland, L.L.C., Bond Counsel to the Authority.

1. In the Matter of the Petition of the Passaic County Utilities Authority for a Ruling Regarding the Continuing Obligation of Pen Pac, Inc. to Provide Transfer Station Services and for the Establishment of Rates for Such Transfer Station Services, DEP Docket No. SR92101003J and OAL Docket No. 00788-93N

A Verified Petition in the above matter was filed by the Authority on or about October 12, 1992. From December 12, 1992 to approximately November 11, 1997, Pen Pac provided solid waste transfer station services to the Authority. Inasmuch as Pen Pac was a public utility during this period, its rates were subject to regulation by the Department of Environmental Protection ("DEP"). The services were provided by Pen Pac during this period pursuant to interim rates, which are subject to adjustment, as determined in a rate proceeding, for over or underrecovery by Pen Pac. The rate case sought to determine a final rate for Pen Pac's services for the years 1993, 1994 and 1995. Calendar year 1996 was also included in the proceeding. The matter was

COUNTY OF PASSAIC, N.J.
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2005
(continued)

NOTE 17. LITIGATION, (continued)

litigated and following denials of cross petitions for certification to the New Jersey Supreme Court on June 30, 2004, resulted in a final determination on June 30, 2004 that Pen Pac is owed \$3,238,792 for services performed by it in calendar years 1993 through 1996. In addition, the Commissioner determined that interest is due in the amount of \$256,313. On August 15, 2005, Final Judgment was entered in the Superior Court of New Jersey against the Authority in the amount of \$3,495,105.00.

On September 15, 2004, the DEP determined (pursuant to remand order by the Superior Court of New Jersey-Appellate Division) that an additional \$921,465 is due to Pen Pac for services performed for a portion of calendar year 1997, and that an additional \$415,115 is due for interest on the total underrecovery. On October 13, 2004, the Authority filed objections to the determination of the amount of the underrecovery for calendar year 1997. Pen Pac has responded to the Authority's objections. The matter is presently pending before the New Jersey Office of Administrative Law.

2. Technical default under the terms of the 1987 General Bond Resolution

By adopting the 1987 General Bond Resolution and issuing bonds thereunder, the Authority covenanted that certain required amounts would be on deposit in applicable debt service accounts on the first business day of each Fiscal Year. If, on that date, the funds on deposit in such accounts do not meet the required levels, the Authority is required to take all steps necessary to obtain funds to satisfy the debt service payments when they come due. Most importantly, the Authority has met all debt service payment obligations when they have come due. However, the Authority is in technical default of these provisions of the General Bond Resolutions insofar as the reserve balances have not been at required levels on the dates set for review thereof and additional deposits to the appropriate accounts have not been made to bring them to required levels.

NOTE 18. ARBITRAGE REBATE

The County sometimes temporarily reinvests the proceeds of its tax-exempt debt in higher yielding taxable investments which is referred to as arbitrage by the federal tax code. In certain situations, the County is permitted to keep the extra earnings that result from arbitrage. Otherwise, any excess earnings resulting from arbitrage must be rebated to the federal government. Federal law requires that arbitrage be calculated and rebated at the end of each five-year period that tax-exempt debt is outstanding.

COUNTY OF PASSAIC, N.J.
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2005
(continued)

NOTE 18. ARBITRAGE REBATE, (continued)

The County engaged Public Financial Management (PFM) to perform an arbitrage rebate calculation for the period July 1, 1999 to December 31, 2003. Their report date, March 24, 2005, shows that the County owed a rebate of \$491,545 to the Federal Government.

NOTE 19: SUBSEQUENT EVENTS

On July 28, 2006, the County entered into a \$22,960,000 capital lease through the Passaic County Improvement Authority for additional funding related to the Preakness Healthcare Center Expansion Project.

COUNTY OF PASSAIC

Supplementary data

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

| <u>REVENUE AND OTHER INCOME REALIZED</u> | <u>Year 2005</u> | | <u>Year 2004</u> | |
|--|----------------------|-----------------|----------------------|-----------------|
| | <u>Amount</u> | <u>Percent</u> | <u>Amount</u> | <u>Percent</u> |
| Fund Balance Utilized | \$ 16,843,000 | 4.49 % | \$ 13,000,000 | 3.71 % |
| Miscellaneous - From Other Than | | | | |
| Tax Levies | 149,282,178 | 39.76 | 144,365,424 | 41.15 |
| Collection of Current Tax Levy | <u>209,321,070</u> | <u>55.75</u> | <u>193,502,872</u> | <u>55.15</u> |
| Total Income | <u>375,446,248</u> | <u>100.00 %</u> | <u>350,868,296</u> | <u>100.00 %</u> |
| <u>EXPENDITURES</u> | | | | |
| Budget | 356,309,006 | 99.35 | 328,516,702 | 97.72 |
| Other | <u>2,338,182</u> | <u>0.65</u> | <u>7,669,668</u> | <u>2.28</u> |
| Total Expenditures | <u>358,647,188</u> | <u>100.00 %</u> | <u>336,186,370</u> | <u>100.00 %</u> |
| Excess in Revenue | 16,799,060 | | 14,681,926 | |
| Fund Balance, January 1 | <u>20,635,880</u> | | <u>18,953,954</u> | |
| | 37,454,940 | | 33,635,880 | |
| Utilized as Budget Revenue | <u>16,843,000</u> | | <u>13,000,000</u> | |
| Fund Balance, December 31 | \$ <u>20,591,940</u> | | \$ <u>20,635,880</u> | |

Valuation of Real Property, Personal Property, Net Valuation Taxable and County Tax Rate Base

| | | <u>County Tax Base</u> | | | | |
|------|----|--|--|--------------------------------------|--|--------------------------------------|
| | | <u>Assessed Valuation of Real Property</u> | <u>Assessed Valuation of Personal Property</u> | <u>Net Valuation Taxable</u> | <u>Equalized Valuation of Real and Personal Property</u> | <u>Tax Rate Per \$100.00</u> |
| 2005 | \$ | 21,288,317,981 | 47,402,350 | 21,335,720,331 | 45,407,450,010 | 0.5160 |
| 2004 | | 21,152,637,193 | 55,363,289 | 21,208,000,480 | 35,756,408,765 | 0.5431 |
| 2003 | | 20,909,027,425 | 63,111,600 | 20,972,139,025 | 31,609,594,693 | 0.5705 |
| 2002 | | 20,730,043,092 | 65,647,846 | 20,795,690,938 | 30,959,693,370 | 0.5995 |
| 2001 | | 20,548,289,248 | 66,799,958 | 20,615,089,206 | 28,044,664,109 | 0.5847 |

Comparison of Tax Levies and Collections Currently

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

| <u>Year</u> | | <u>Tax Levy</u> | <u>Currently</u> | |
|-------------|----|-----------------|-----------------------------|---|
| | | | <u>Cash Collections</u> | <u>Percentage of Collection</u> |
| 2005 | \$ | 209,321,070 | 209,321,070 | 100.00% |
| 2004 | | 193,502,872 | 193,502,872 | 100.00% |
| 2003 | | 179,158,896 | 179,158,896 | 100.00% |
| 2002 | | 171,168,340 | 171,168,340 | 100.00% |
| 2001 | | 153,584,807 | 153,584,807 | 100.00% |

Comparative Schedule of Fund Balance

| | <u>Year</u> | | <u>Dec. 31</u> | <u>Utilized in budget of succeeding year</u> |
|--------------|-------------|----|----------------|--|
| Current Fund | 2005 | \$ | 20,576,727 | 16,844,878 |
| | 2004 | | 20,635,880 | 16,843,000 |
| | 2003 | | 18,953,954 | 13,000,000 |
| | 2002 | | 16,144,081 | 12,000,000 |
| | 2001 | | 10,005,866 | 7,600,000 |

COUNTY OF PASSAIC

Supplementary Data

Officials in Office and Surety Bonds

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

| <u>Name</u> | <u>Title</u> | <u>Type of bond</u> |
|-------------------------|---------------------------|---------------------|
| Elease Evans | Freeholder - Director | (A) |
| Lois A. Cuccinello | Freeholder | (A) |
| Terry Duffy | Freeholder | (A) |
| Pat Lepore | Freeholder | (A) |
| Sonia Rosada | Freeholder | (A) |
| Peter C. Eagler | Freeholder | (A) |
| James Gallagher | Freeholder | (A) |
| Maria Havasy | Acting Clerk of the Board | (B) |
| Anthony DeNova | County Administrator | |
| William J. Pascrell III | County Counsel | (B) |
| Margaret Cherone | Acting Finance Director | |
| Jerry Speziale | Sheriff | |
| William Bate | Surrogate | |
| Karen Brown | County Clerk | (B) |

(A) Passaic County Self-Insurance Fund.

(B) All County employees were covered under a Public Employees Dishonesty Blanket Bond.

SUPPLEMENTARY DATA

COUNTY OF PASSAIC

Schedule of Cash and Investments

Current Fund

Year Ended December 31, 2005

| | <u>Checking</u> | <u>Investments</u> |
|---|----------------------|--------------------|
| Balance, December 31, 2004 | \$ 34,535,757 | 500,000 |
| Increased by Receipts: | | |
| 2005 Tax Levy | 209,321,070 | |
| Federal and State Grants Receivable | 32,406,744 | |
| Revenue Accounts Receivable | 100,765,393 | |
| Non-Budget Revenues | 4,960,444 | |
| Petty Cash | 17,566 | |
| Schedule of Interfunds | 390,526 | |
| Miscellaneous Reserves | 24,531,683 | |
| Unappropriated Reserves for Grants | 119,868 | |
| | <u>372,513,294</u> | |
| | 407,049,051 | 500,000 |
| Decreased by Disbursements: | | |
| 2005 Budget Appropriation | 311,065,066 | |
| 2004 Appropriation Reserves | 8,166,007 | |
| Accounts Payable | 1,629,385 | |
| Schedule of Interfunds | 124,177 | |
| Federal & State Grant Commitments Payable | 4,067,820 | |
| Reserve for Federal & State Grants Appropriated | 25,678,925 | |
| Petty Cash | 18,600 | |
| Miscellaneous Reserves | 23,132,547 | |
| | <u>373,882,527</u> | |
| Balance, December 31, 2005 | <u>\$ 33,166,524</u> | <u>500,000</u> |

COUNTY OF PASSAIC

Schedule of Cash - Change Fund

Current Fund

Year Ended December 31, 2005

| <u>Office</u> | Balance December 31, <u>2004</u> | Balance December 31, <u>2005</u> |
|---------------|--|--|
| County Courts | \$ <u>675</u> | <u>675</u> |

Exhibit A-6

Schedule of Cash - Petty Cash

Current Fund

Year Ended December 31, 2005

| <u>Office</u> | Received From <u>Treasurer</u> | Returned To <u>Treasurer</u> | Balance, December 31, <u>2005</u> |
|--------------------|--------------------------------------|------------------------------------|---|
| Finance | 200 | 200 | |
| Sheriff | 3,000 | 1,769 | 1,231 |
| Road | 200 | 200 | |
| Shelter | 100 | 45 | 55 |
| Preakness Hospital | 100 | 100 | |
| Prosecutor | <u>15,000</u> | <u>15,252</u> | <u>(252)</u> |
| | \$ <u>18,600</u> | <u>17,566</u> | <u>1,034</u> |

COUNTY OF PASSAIC

Schedule of Federal and State Grants Receivable

Federal and State Grant Fund

Year Ended December 31, 2005

| Grant | Balance, December 31, 2004 | 2005 Budget Revenue Realized | Revenue Realized by 4/30/07 | Received | Canceled/ Adjusted | Balance, December 31, 2005 |
|--|----------------------------------|------------------------------------|-----------------------------------|----------|-----------------------|----------------------------------|
| Violence Against Women 97 WEVX0036 | \$ 177,682 | | | | | 177,682 |
| Weatherization - HIP | 11,779 | | | | | 11,779 |
| Urban Forestry Demonstration Grant | 34,833 | | | | | 34,833 |
| Small Cities #97-0970 | 20,251 | | | | | 20,251 |
| Project Safe R865304 | 3,852 | | | | | 3,852 |
| Workfirst ABAED 1997 | 89,402 | | | | | 89,402 |
| Solid Waste Management 98/99 | 16,576 | | | | | 16,576 |
| CYFAR Comm. Project 98/99 | 2,030 | | | | | 2,030 |
| 1999 Comp. Drug/Alcohol CYFAR 1999 | 2,950 | | | 4,340 | | 2,950 |
| Weatherization DHS/HEA 992389 | 130,619 | | | | | 130,619 |
| Insurance Fraud 2001 | 159,941 | | | | | 159,941 |
| Insurance Fraud 2002 | 8,939 | | | | 8,939 | |
| Urban Forestry #1000420 | 50,000 | | | | | 50,000 |
| HIDTA Task Force H-7-99 | 1,346 | | | | 1,346 | |
| Work First 99/00 | 85,449 | | | | | 85,449 |
| SART/SANE Program | 60,819 | | | | | 60,819 |
| LIHEAP Food Relief | 32,950 | | | | 32,950 | |
| Tobacco Control 00-697-ADA-1 | 24,116 | | | | | 24,116 |
| CEHA 2000 | 3,200 | | | | 3,200 | |
| NHT Transportation Study | 25,724 | | | | | 25,724 |
| C.S.B.G. 2001 | 2,841 | | | | 2,841 | |
| Casino Revenue Grant 2001 | 1,719 | | | | 1,719 | |
| Multi-Jurisdictional - J.A.I.B.G. 2001 | 7,847 | | | | 7,847 | |
| Alcohol/Drug Abuse Grant 2001 | 64 | | | | 64 | |
| Municipal Alliance 2001 | 62,589 | | | | 62,589 | |
| Family Development | 750,757 | | | | 750,757 | |
| Bioterrorism | 349 | | | | | 349 |
| Mental Health 2001 | 1,086 | | | | | 1,086 |
| Housing Rehabilitation Grant | 4,310 | | | | | 4,310 |
| Smart Growth Grant | 65,500 | | | 65,500 | | |
| FTA JARRC 2000/2001 | 240,667 | | | | 240,667 | |
| EDA Flood Mitigation | 39,025 | | | | | 39,025 |
| Workfirst NJ 2001/2002 | 183,011 | | | | | 183,011 |
| Mental Health Hospital 2002 | 64,405 | | | 574,581 | (310,176) | |
| Mental Health Board | 5,844 | | | | | 5,844 |
| Homeless HIRZ2N | 236 | | | | 236 | |
| Family Development #IRZ2N | 558,015 | | | | 558,015 | |
| Alcohol/Drug Abuse Grant 2002 | 7,816 | | | | 7,816 | |
| Municipal Alliance 2002 | 138,541 | | | | | 138,541 |
| Smart Growth Grant 2002 | 125,500 | | | 125,500 | | |
| Casino Revenue 2002 | 9,223 | | | | | 9,223 |
| LINCS IT Development | 4,000 | | | | | 4,000 |

COUNTY OF PASSAIC

Schedule of Federal and State Grants Receivable

Federal and State Grant Fund

Year Ended December 31, 2005

| Grant | Balance, December 31, 2004 | 2005 Budget Revenue Realized | Revenue Realized by 40A:4-87 | Received | Canceled/ Adjusted | Balance, December 31, 2005 |
|-------------------------------------|----------------------------------|------------------------------------|------------------------------------|----------|-----------------------|----------------------------------|
| Vehicle Homicide Unit PT02-57-04-01 | 9,141 | | | 9,141 | | |
| General Assst/Food Stamps | 184,040 | | | | | 184,040 |
| Weatherization DHS 2002 | 16,853 | | | | | 16,853 |
| Victim Assistance V-22-01 | 1,016 | | | | 1,016 | |
| Insurance Fraud Program 2003 | 19,280 | | | (53,637) | 73,917 | |
| Community Prosecution Enhance | 149,850 | | | | | 149,850 |
| Smart Growth Planning 2002 | 114,000 | | | | | 114,000 |
| R.O.I.D. | 6,000 | | | 6,000 | | |
| Housing Rehabilitation | 8,835 | | | | | 8,835 |
| C.E.H.A. 2002 | 31,508 | | | | 31,508 | |
| Domestic Violence #99VAWA163 | 457 | | | | 457 | |
| Weatherization DHS LIHEAP 2003 | 350 | | | | | 350 |
| Subregional Transportation 2004 | 21,918 | | | 17,125 | | 3,893 |
| One Ease E-Link 16100 2003 | 50,000 | | | | | 50,000 |
| Workfms NJ 2003 | 303,092 | | | | | 303,092 |
| Human Services-02 Bern | 5,160 | | | | 5,160 | |
| Mental Health Crisis Counseling | 2,912 | | | | | 2,912 |
| Mental Health Board 2003 | 6,000 | | | | | 6,000 |
| Mental Health Hospital 2003 | 2,687 | | | 2,687 | | |
| Homeless HIRZ3N 2003 | 48,956 | | | | | 48,956 |
| Family Development PIRZ3N 2003 | 897,586 | | | 24,253 | | 873,333 |
| ITD Food Stamps 2003 | 65,512 | | | | 65,512 | |
| Juvenile Justice Comm/SIP 2003 | 565,708 | | | 565,708 | | |
| Alcohol/Drug Addiction 2003 | 23,782 | | | | 23,782 | |
| Municipal Alliance 2003 | 108,251 | | | | | 108,251 |
| Small Cities #00-6334-00 | 400,000 | | | 235,523 | | 164,477 |
| Vehicle Homicide Project 2003 | 21,540 | | | | | 21,540 |
| Highway Traffic Safety Grant | 47,419 | | | | | 47,419 |
| Agng Area Nutrition 2003 | 348,425 | | | | | 348,425 |
| Bioterrorism Prep. 03-1159BTL1 | 69 | | | | 69 | |
| J.A.I.B.G. 8-02 | 136,415 | | | | | 136,415 |
| J.A.I.B.G. 8-01 | 156,410 | | | | | 156,410 |
| Mental Health Board | 6,000 | | | | | 6,000 |
| DWI Enforcement AL03-07-02-03 | 3,790 | | | 1,540 | 2,250 | |
| Community Gun Violence Pros. | 239,356 | | | | | 239,356 |

COUNTY OF PASSAIC

Schedule of Federal and State Grants Receivable

Federal and State Grant Fund

Year Ended December 31, 2005

| Grant | Balance, December 31, 2004 | 2005 Budget Revenue Realized | Revenue Realized by 400,000-87 | Received | Cancelled/ Adjusted | Balance, December 31, 2005 |
|---|----------------------------------|------------------------------------|--------------------------------------|-----------|------------------------|----------------------------------|
| Decontamination Trailer 2003 | 75,000 | | | 74,942 | | 58 |
| Domestic Preparedness 01 | 40,153 | | | 28,327 | | 11,826 |
| Domestic Preparedness 02 | 171,269 | | | | | 171,269 |
| Domestic Preparedness 03-ODP-016 | 485,181 | | | 480,908 | | 4,273 |
| C.E.H.A. 2003 | 55,593 | | | 55,593 | | |
| Homeland Security Canine | 5,902 | | | | | 5,902 |
| Brownfields Assessment Program | 200,000 | | | | | 200,000 |
| State Homeland Security | 705,986 | | | 705,986 | | |
| COPS Tech. Program | 496,750 | | | 236,950 | | 259,800 |
| Insurance Fraud Program 04 | 125,226 | | | 125,226 | | |
| Victims of Crime Act Grant 2004/05 | 577,577 | | | 577,577 | | |
| Community Justice Grant DE-16-CJ-02 | 78,571 | | | 71,428 | | 7,143 |
| Violence Against Women 2004 | 435,835 | | | | | 435,835 |
| SANE/SART Project V-27-02 | 18,480 | | | 18,927 | | 4,553 |
| Weatherization DOE 2004 | 125,646 | | | 125,646 | | |
| Bioterrorism Prop. 04-1159-BTL2 04 | 328,749 | | | 328,476 | | 273 |
| Gang Suppression Initiative 2004 | 76,000 | | | 76,000 | | |
| Multi-Juris Narc Task Force 2004 | 139,892 | | | 139,892 | | |
| Subregional Study Program 2004/05 | 108,060 | | | 107,328 | | 732 |
| Subregional Transportation 2005 | 78,732 | | | 60,842 | | 17,890 |
| Special Needs Planning Grant | 10,000 | | | 9,325 | | 675 |
| Casino Revenue 2004 | 532,940 | | | 527,928 | | 5,012 |
| Workfirst NJ DOL 2004 | 1,126 | | | 1 | | 1,125 |
| Human Services 04Bera | 89,429 | | | | | 89,429 |
| Homeless HIRZAN | 413,099 | | | 415,099 | | |
| Family Development FIRZAN | 23,500 | | | | | 23,500 |
| DFD-GA Food Stamps 2004 | 19,939 | | | | | 19,939 |
| JJC Partnership SCP -03-PS-16 | 749,868 | | | | | 749,868 |
| R.O.I.D. 2004 | 13,000 | | | 1,000 | | 12,000 |
| Alcohol/Drug Abuse Grant 04-538-ADA-C-O | 446,149 | | | 442,987 | | 3,162 |
| Municipal Alliance 2004 | 426,146 | | | 367,152 | | 58,994 |
| Aging Area Plan 2004 | 918,148 | | | 918,148 | | |
| Workforce Invest (Pic) 2003/04 | 1,166,525 | | | 777,475 | | 389,050 |
| Workforce Invest (Pic) 2004/05 | 7,962,569 | 1,117,955 | 200,000 | 5,572,525 | | 3,207,999 |
| Highway Traffic Safety Grant Cp04060109 | 46,889 | | | 27,158 | | 19,731 |
| Aging Area Nutrition 2004 | 629,861 | | | 629,861 | | |
| I.A.I.B.G 8-03 | 107,594 | | | | | 107,594 |

COUNTY OF PASSAIC

Schedule of Federal and State Grants Receivable

Federal and State Grant Fund

Year Ended December 31, 2005

| Grant | Balance, December 31, 2004 | 2005 Budget Revenue Realized | Revenue Realized by 6/30/05 | Received | Canceled/ Adjusted | Balance, December 31, 2005 |
|---|----------------------------------|------------------------------------|-----------------------------------|-----------|-----------------------|----------------------------------|
| DWI Enforcement AL04-07-02-09 | \$50 | | | | | \$50 |
| Homeland Security Grant FY04 | 3,209,101 | | | | | 3,209,101 |
| State Incentive Program 2004 | 565,708 | | | | | 565,708 |
| Community Justice | 55,464 | | | 55,464 | | |
| N.C.A. Member Training 2004 | 3,000 | | | 3,000 | | |
| County Right to Know 2004 | 15,213 | | | | | 15,213 |
| Cross-Acceptance Grant 2004 | 40,000 | | | | | 40,000 |
| Underground Storage Tank | 62,821 | | | | | 62,821 |
| West Nile Virus | 612 | | | | 612 | |
| Comprehensive Traffic Safety | 44,500 | | | 4,200 | | 40,300 |
| Workfirst T.A.N.F. 2004 | 1,442,193 | | | 1,432,832 | | 9,361 |
| Distance Learning | 100,000 | | | 100,000 | | |
| C.E.H.A. 2004 | | | | (997) | | 997 |
| Paris Grant - Electronic Image | | | 186,510 | 186,510 | | |
| Paris Grant - Records Restore | | | 49,100 | 49,100 | | |
| Paris Grant - Needs Assessment | | | 110,790 | 110,790 | | |
| Paris Grant - Enterprise Image | | | 69,000 | 69,000 | | |
| Paris Grant - Electronic Historic Records | | | 435,852 | 23,021 | | 412,831 |
| Paris Grant - Expan B-Recording | | | 213,280 | | | 213,280 |
| Paris Grant - Electronic Fingerprinting | | | 104,668 | | | 104,668 |
| Paris Grant - Criminal Identification | | | 273,878 | | | 273,878 |
| Municipal Stormwater Grant | | 7,500 | | | | 7,500 |
| Alcohol/Drug Abuse Grant 05-538-ADA-C-O | | 1,085,059 | 33,994 | 886,311 | | 232,742 |
| Municipal Alliance 2005 | | 641,498 | | 184,164 | | 457,334 |
| Workforce Invest 2005/06 | | | 9,960,313 | 3,600,000 | | 6,360,313 |
| L.E.O.T.E.F. 2004 | | 31,325 | | 31,325 | | |
| Comprehensive Community | | 94,500 | | 24,178 | | 70,322 |
| Bioterrorism Prep. 05-1159-BTL3 | | 549,391 | 10,000 | 389,858 | | 169,533 |
| C.E.H.A. 2005 | | 221,000 | | 119,925 | | 101,075 |
| County Right to Know Program | | 15,213 | | 15,213 | | |
| County Right to Know Program 2005 | | | 15,213 | | | 15,213 |
| TOPOFF | | 20,000 | | 20,000 | | |
| Customized Training Program | | 88,000 | | 44,000 | | 44,000 |
| Aging Area Nutrition FY 2005 | | 2,362,869 | 2,007,837 | 2,409,448 | | 1,961,248 |
| Area Plan Grant FY 2005 | | 1,839,850 | 922,672 | 2,017,355 | | 745,167 |
| HC Partnership 2005 | | 493,630 | | | | 493,630 |
| Homeless HJR25N 2005 | | 873,787 | | 830,659 | | 43,128 |
| Human Services 05Bem | | 553,812 | | 553,812 | | |
| Mental Health Hospital 2005 | | 391,639 | | 219,877 | | 171,762 |
| Special Initiative and Transportation | | | 1,589,795 | 717,000 | | 872,795 |
| State Incentive Program 2005 | | 577,022 | | | | 577,022 |
| C.S.B.G. 2004 | | 132,900 | | 132,900 | | |
| C.S.B.G. 2005 | | 132,900 | | | | 132,900 |

COUNTY OF PASSAIC

Schedule of Federal and State Grants Receivable

Federal and State Grant Fund

Year Ended December 31, 2005

| Grant | Balance, December 31, 2004 | 2005 Budget Revenue Realized | Revenue Realized by 60A:4-87 | Received | Cancelled/ Adjusted | Balance, December 31, 2005 |
|---------------------------------------|----------------------------------|------------------------------------|------------------------------------|----------------------|------------------------|----------------------------------|
| J.A.I.R.G. 8-04 | | 74,133 | | 7,413 | | 66,720 |
| Mental Health Board 2005 | | | 6,000 | | | 6,000 |
| Family Court Services | | 270,274 | | | | 270,274 |
| 21st Century Community Learning | | | 708,000 | 420,838 | | 287,162 |
| Casino Revenue FY 2005 | | 2,066,454 | | 1,354,819 | | 511,635 |
| Weatherization DHS 2004 | | | 11,227 | 10,039 | | 1,188 |
| Weatherization DHS 2005 | | 129,205 | 56,463 | 185,668 | | |
| Weatherization DOE 2005 | | | 160,700 | 56,245 | | 104,455 |
| Clean Communities 2005 | | | 36,258 | 36,258 | | |
| Subregional Transportation FY 05' | | | 98,415 | 19,683 | | 78,732 |
| Dev. Comp. Comm. Trsn. Plan | | | 125,000 | 25,000 | | 100,000 |
| Solid Waste Services | | 272,361 | | 272,361 | | |
| Corridor Improvement Plan | | | 223,500 | 64,719 | | 178,781 |
| E 9-1-1 Grant FY 05' | | | 25,000 | 25,000 | | |
| Urban Area Security Initiative (UASI) | | | 7,500 | | | 7,500 |
| UASI Planner Grant FY03 | | | 163,000 | 40,750 | | 122,250 |
| SANE/SART V-39-03S | | | 62,323 | 57,152 | | 5,171 |
| SANE/SART VS-15-05 | | | 65,375 | | | 65,375 |
| Local Law Enforcement PCFO | | 69,318 | | 69,318 | | |
| Victim of Crimes Act Grant | | | 409,018 | 368,284 | | 100,734 |
| Insurance Fraud Program 05 | | 244,000 | | 153,941 | | 90,059 |
| 2004 Body Armor Repl. P.C.P.O. | | 8,327 | | 8,327 | | |
| 2005 Body Armor Repl. P.C.S.O. | | | 8,415 | 8,415 | | |
| N.C.A. Program Support | | | 10,000 | | | 10,000 |
| Gang Suppression 2005 | | | 280,000 | 70,000 | | 210,000 |
| Homeland Security Grant FY 05' | | | 1,942,284 | 532,027 | | 1,410,257 |
| Community Justice Grant 2005 | | | 95,237 | 23,809 | | 71,428 |
| NJ Project Vision | | | 43,750 | | | 43,750 |
| 2004 Body Armor Repl. P.C.S.D. | | 65,970 | | 65,970 | | |
| 2005 Body Armor Repl. P.C.S.D. | | | 65,970 | 62,889 | | 3,081 |
| Click it or Ticket | | 4,000 | | | | 4,000 |
| R.A.D. Kid Program | | | 7,000 | 5,000 | | 2,000 |
| Local Law Enforcement PCSD | | 12,300 | | 1,230 | | 11,070 |
| Mutual Aid Services | | | 125,000 | 125,000 | | |
| Speed/Aggressive Driving Enf. | | 7,500 | | | | 7,500 |
| | <u>\$ 30,646,797</u> | <u>14,453,682</u> | <u>20,918,337</u> | <u>32,694,318</u> | <u>1,572,093</u> | <u>31,752,405</u> |
| | | | Unappropriated Reserves | \$ 287,574 | | |
| | | | Cash | <u>32,406,744</u> | | |
| | | | | <u>\$ 32,694,318</u> | | |

COUNTY OF PASSAIC

Schedule of Revenue Accounts Receivable

Current Fund

Year Ended December 31, 2005

| | Balance, December 31, 2004 | Accrued 2005 | Collected | Balance, December 31, 2005 |
|--|----------------------------------|-----------------|-------------|----------------------------------|
| Miscellaneous Revenues: | | | | |
| County Clerk | \$ 19,929 | 316,698 | 289,375 | 47,252 |
| Clerk - Registry Division | 802,530 | 9,237,932 | 9,080,425 | 960,037 |
| Surrogate | 11,170 | 352,332 | 336,674 | 26,828 |
| Sheriff | | 1,153,410 | 1,153,410 | |
| Interest on Investments and Deposits | | 970,086 | 970,086 | |
| SCAAP | | 1,434,617 | 1,434,617 | |
| Road Opening Permits | | 103,364 | 103,364 | |
| Rental Income | | 301,199 | 301,199 | |
| Prosecutor's Office - Confiscated Money | | 101,801 | 101,801 | |
| State Aid - College County Bonds | | 681,260 | 681,260 | |
| Division of Youth and Family Services | | 1,659,001 | 1,659,001 | |
| Welfare - Supplemental Security Income | | 1,443,867 | 1,443,867 | |
| Maintenance of Patients in State Institutions for Mental Diseases | | 11,028,067 | 11,028,067 | |
| Maintenance of Patients in State Institutions for Mentally Retarded | | 12,349,473 | 12,349,473 | |
| Added and Omitted Taxes | 1,818,089 | 499,971 | 1,005,307 | 1,312,753 |
| Board Inmates at County-State | | 2,867,934 | 2,867,934 | |
| Board of Inmates at County-Federal | | 14,464,815 | 14,464,815 | |
| Title IV D Parent Locator Program | | 413,608 | 413,608 | |
| Fringe Benefits | | 4,559,225 | 4,559,225 | |
| Prackness Hospital-Medicaid Reimbursements | | 28,900,000 | 28,900,000 | |
| Youth Center - USDA Meals | | 121,553 | 121,553 | |
| Maintenance in Lieu of Rent-Martin Luther King-Soc | | 1,105,308 | 1,105,308 | |
| State School Building Aid (Chapter 12) | | 874,588 | 874,588 | |
| Park Fees | | 1,477,252 | 1,477,252 | |
| Telephone Commissions | | 597,556 | 597,556 | |
| Capital Surplus | | 1,357,000 | 1,357,000 | |
| Site Plan Fees | | 104,052 | 104,052 | |
| Radio Tower Rental | | 24,800 | 24,800 | |
| Office of Emergency Management | | 22,000 | 22,000 | |
| Stable Fees | | 41,524 | 41,524 | |
| Indirect Cost Allocation - Prior Year | | 308,404 | 308,404 | |
| County Clerk P.L. 2001 C370 | | 107,435 | 107,435 | |
| Register P.L. 2001 C370 | | 1,167,907 | 1,167,907 | |
| Surrogate P.L. 2001 C370 | | 110,000 | 110,000 | |
| Sheriff P.L. 2001 C370 | | 202,506 | 202,506 | |
| | \$ 2,651,718 | 100,460,545 | 100,765,393 | 2,346,870 |

COUNTY OF PASSAIC

Schedule of Interfunds

Current Fund

Year Ended December 31, 2005

| | Balance, December 31, <u>2004</u> | <u>Increased</u> | <u>Decreased</u> | Balance, December 31, <u>2005</u> |
|----------------------------------|---|------------------|----------------------------|---|
| Federal and State Grant Fund | \$ 5,194,715 | 1,878,046 | 8,673,125 | (1,600,364) |
| Other Trust Fund | 32,881 | 191,062 | 10,548 | 213,395 |
| Community Development Grant Fund | 11,572 | | | 11,572 |
| General Capital Fund | 513,373 | 75,311 | 107,617 | 481,067 |
| Payroll Agency Account | <u>(1,675,453)</u> | <u>1,675,453</u> | | |
| | <u>4,077,088</u> | <u>3,819,872</u> | <u>8,791,290</u> | <u>(894,330)</u> |
| Due from | 5,752,541 | 2,144,419 | 7,190,926 | 706,034 |
| Due (to) | <u>(1,675,453)</u> | <u>1,675,453</u> | <u>1,600,364</u> | <u>(1,600,364)</u> |
| | <u>\$ 4,077,088</u> | <u>3,819,872</u> | <u>8,791,290</u> | <u>(894,330)</u> |
| | | | Cash Receipts | 390,526 |
| | | | Cash Disbursements | 124,177 |
| | | | Interest on Investments | 142,196 |
| | | | Federal and State Grants | 1,878,046 |
| | | | Payroll Deductions Payable | 8,400,764 |
| | | | | <u>1,675,453</u> |
| | | | <u>\$ 3,819,872</u> | <u>8,791,290</u> |

COUNTY OF PASSAIC

Schedule of Appropriation Reserves

Current Fund

Year Ended December 31, 2005

| | Balance, Dec. 31, <u>2004</u> | Balance after Transfers and <u>Encumbrances</u> | <u>Paid or Charged</u> | <u>Balance Lapsed</u> |
|--|-------------------------------------|--|----------------------------|---------------------------|
| Salaries and Wages: | | | | |
| Board of Freeholders | \$ 254 | 254 | | 254 |
| County Administrator | 8,009 | 8,009 | | 8,009 |
| Finance Department | 21,530 | 1,530 | | 1,530 |
| County Counsel | 1,654 | 1,654 | | 1,654 |
| County Adjuster | 1,058 | 1,058 | | 1,058 |
| Clerk of the Board | 2,545 | 2,545 | | 2,545 |
| Personnel | 2,692 | 2,692 | | 2,692 |
| County Clerk | 4,126 | 4,126 | | 4,126 |
| County Register | 6,403 | 6,403 | | 6,403 |
| Prosecutor's Office | 10,186 | 186 | | 186 |
| Prosecutor's Office-Spec | 64,257 | 4,257 | | 4,257 |
| Purchasing Department | 335 | 335 | | 335 |
| Buildings and Grounds | 13,858 | 1,858 | 162 | 1,696 |
| Economic Development | 3,763 | 3,763 | | 3,763 |
| Surrogate | 1,655 | 1,755 | | 1,755 |
| Sheriff's Office | 30,694 | 694 | | 694 |
| Weights and Measures | 3 | 3 | | 3 |
| Board of Taxation | 5,541 | 5,541 | | 5,541 |
| Board of Elections | 12,591 | 5,300 | | 5,300 |
| Superintendent of Elections | 253 | 253 | | 253 |
| County Emergency Management | 3,795 | 3,795 | | 3,795 |
| Planning Board (NJS 40:2.73) | 1,623 | 1,623 | | 1,623 |
| Roads | 907 | 907 | | 907 |
| Mosquito | 5,719 | 5,719 | | 5,719 |
| Engineering | 1,706 | 1,706 | | 1,706 |
| Jail and Workhouse | 674 | 674 | | 674 |
| Mental Health Board (30:9A-3) | 265 | 265 | | 265 |
| Department of Youth Services | 33,818 | 3,818 | | 3,818 |
| Preakness Hospital | 86 | 86 | | 86 |
| Camp Hope (40:23-6.1 to 16) | 4,956 | 4,956 | | 4,956 |
| Office on Aging | 21,154 | 21,154 | | 21,154 |
| County Health Dept. Chapter 329 PL 1975 | 73,397 | 33,397 | 15,705 | 17,692 |
| Office of County Superintendent of Schools | 735 | 735 | | 735 |
| County Extensive Services | 22,301 | 22,301 | | 22,301 |
| Parks | 36,237 | 11,237 | | 11,237 |

COUNTY OF PASSAIC

Schedule of Appropriation Reserves

Current Fund

Year Ended December 31, 2005

| | Balance, Dec. 31, 2004 | Balance after Transfers and Encumbrances | Paid or Charged | Balance Unexpd |
|--|------------------------------|---|--------------------|-------------------|
| Golf Course | 21,412 | 21,412 | | 21,412 |
| Para-Transit | 243,044 | 158,044 | | 158,044 |
| Police Academy | 1,425 | 1,425 | | 1,425 |
| Sick Leave Payout | 5,108 | 5,108 | | 5,108 |
| Early Retirement Incentive Program | 11,949 | 11,949 | | 11,949 |
| Salary and Wages Adjustments | | 32,188 | | 32,188 |
| Hud Voucher Program | | 46,840 | | 46,840 |
| Other Expenses: | | | | |
| Board of Freeholders | 4,186 | 47,009 | 45,699 | 1,310 |
| County Administrator | 820 | 53,874 | 48,541 | 5,333 |
| Finance Section | 1,352 | 49,203 | 43,742 | 5,461 |
| Postage | 8,656 | 24,197 | 24,167 | 30 |
| Audit | 665 | 70,000 | 70,830 | -830 |
| County Council | 17,655 | 33,756 | 21,260 | 12,496 |
| Ethics | 2,052 | 9,776 | 7,724 | 2,052 |
| County Adjuster | 2,218 | 3,261 | 1,694 | 1,567 |
| Clerk of the Board | 794 | 16,738 | 14,363 | 2,375 |
| Personnel | 192 | 4,646 | 3,846 | 800 |
| State and National Association of County Officials | 1,000 | 1,000 | | 1,000 |
| County Clerk | 7,067 | 12,643 | 8,050 | 4,593 |
| County Register | 19,912 | 8,665 | 3,753 | 4,912 |
| Prosecutors Office | 13,194 | 83,878 | 67,747 | 16,131 |
| Countywide Radio | 9,031 | 34,671 | 22,945 | 11,726 |
| Purchasing Dept. | 3,153 | 17,770 | 17,500 | 270 |
| Bulk Purchasing | 36,468 | 177,542 | 163,761 | 13,781 |
| MIS Department (Finance Department) | 32,338 | 106,732 | 87,435 | 19,297 |
| Building and Grounds | 11,894 | 112,723 | 110,263 | 2,460 |
| Parking | 21,036 | 80,730 | 79,694 | 1,036 |
| Photostat | 149,565 | 168,827 | 24,261 | 144,566 |
| Economic Development | 4,408 | 32,041 | 22,935 | 9,106 |
| Judiciary, Surrogates | 6 | 8,424 | 5,704 | 3,220 |
| Sheriff's Office | 22,558 | 41,460 | 25,597 | 15,863 |
| Weights and Measures | 4,197 | 6,114 | 1,483 | 4,631 |
| Board of Taxation | 10,932 | 14,778 | 13,033 | 1,745 |
| Medical Examiner | 322 | 322 | | 322 |
| Board of Elections | 38,185 | 58,025 | 23,442 | 34,583 |
| Superintendent of Elections | 11,032 | 109,473 | 105,580 | 3,893 |
| Election-County Clerk | 27,084 | 158,185 | 124,424 | 33,761 |

COUNTY OF PASSAIC

Schedule of Appropriation Reserves

Current Fund

Year Ended December 31, 2005

| | Balance, Dec. 31, 2004 | Balance after Transfers and Encumbrances | Paid or Changed | Balance Unexpended |
|--|------------------------------|---|--------------------|-----------------------|
| County Emergency Management | 2,128 | 7,007 | 4,533 | 2,474 |
| Planning Board (NJS 40:273) | 7,763 | 22,349 | 15,641 | 6,708 |
| Construction Board of Appeals | 1,800 | 3,900 | 1,400 | 2,500 |
| Roads | 62,911 | 307,733 | 291,503 | 16,230 |
| Mosquito | 15,624 | 20,216 | 14,998 | 5,218 |
| Engineering | 7,209 | 9,663 | 3,253 | 6,410 |
| Jail and Workhouse | 1,607 | 1,126,564 | 1,089,465 | 37,099 |
| Crippled Children | 10,000 | 20,000 | 10,000 | 10,000 |
| Medical | 337 | 426,547 | 392,070 | 34,477 |
| Addiction Program Contractual | 28,278 | 85,674 | 68,469 | 17,205 |
| Mentally Discased and Mentally Retarded | 69,091 | 30,000 | 30,000 | |
| Welfare Board-Administration | 1,452 | 1,452 | | 1,452 |
| Supplement Security Income | 38,000 | 3,000 | | 3,000 |
| Department of Youth Services | 39,479 | 51,708 | 32,574 | 19,134 |
| Preakness Hospital | 149,221 | 647,051 | 610,127 | 36,924 |
| Camp Hope (40:23-6. 1 to 16) | 67 | 16,514 | 14,917 | 1,597 |
| War Veteran Burial and Grave Decoration | 1,435 | 1,435 | | 1,435 |
| County Health Dept. Ch 329 PL 1975 | 27,114 | 33,662 | 18,705 | 14,957 |
| Office of County Superintendent of Schools | 3,650 | 9,286 | 5,120 | 4,166 |
| Passaic County Vocational School | 210,732 | 210,731 | 180,768 | 29,963 |
| Passaic County Community College | 34,178 | 851,030 | 846,852 | 4,178 |
| Reimbursement for Residents Attending Out of County Two Year College (NJS18:A:64A-23) | 219,802 | 225,022 | 159,612 | 65,410 |
| County Extensive Services | 9,186 | 20,132 | 9,252 | 10,880 |
| Parks | 105 | 10,273 | 7,377 | 2,896 |
| Golf Course | 947 | 181,144 | 174,853 | 6,291 |
| Para-Transit | 2,355 | 6,741 | 4,973 | 1,768 |
| Police Academy | 17,853 | 31,428 | 15,107 | 16,321 |
| Insurances: Group Hospitalization, Medical | | | | |
| Surgical, Major Med. for Employees | 3,284 | 5,082 | 1,332 | 3,750 |
| Group Life Insurance for Employee | 9,144 | 9,145 | 4,000 | 5,145 |
| Surety Bond Premium | 1,000 | 1,000 | | 1,000 |
| Other Insurance | 1,024 | 61,388 | 42,838 | 18,550 |
| Drug Plan | 235,413 | 35,412 | | 35,412 |
| Dental Plan | 104,582 | 4,726 | | 4,726 |
| Disability Insurance | 9,463 | 9,463 | | 9,463 |
| Passaic County Volunteer Fire Academy | 60,000 | 60,000 | | 60,000 |
| Equipment, Office, Car, Other | 2,585 | 131,422 | 103,600 | 27,822 |
| Matching Funds for Grants | 492,857 | 339,500 | 175,025 | 164,475 |
| Aid to Volunteer Ambulance & Fire Co. (NJS40:5-2) | 13,000 | 13,000 | | 13,000 |
| Aid to Women's Haven NJSA 30:14-11 | 5,000 | 9,837 | 4,837 | 5,000 |
| Aid to D.I.A.L. (40:23-811) | 10,000 | 23,750 | 13,750 | 10,000 |

COUNTY OF PASSAIC

Schedule of Appropriation Reserves

Current Fund

Year Ended December 31, 2005

| | Balance, Dec 31, 2004 | Balance after Transfers and Encumbrances | Paid or Charged | Balance Lapsed |
|--|-----------------------------|---|--|-------------------|
| Aid for Organization for Mentally Retarded and III (NJS 40-23-8.11) | 5,000 | 6,250 | 1,250 | 5,000 |
| Aid to Health & Welfare Councils (NJS 40-23-8.28) | 180,469 | 321,262 | 321,262 | |
| Utilities: | | | | |
| Gasoline | 7,367 | 103,253 | 92,231 | 11,022 |
| Telephone and Telegraph | 99 | 239,484 | 224,585 | 14,899 |
| Natural Gas & Electric | 84,544 | 656,675 | 636,258 | 20,417 |
| Heating Oil | 31,109 | 40,923 | 6,712 | 34,211 |
| Water | 25,483 | 90,378 | 85,167 | 5,211 |
| Garbage | 15,220 | 76,798 | 57,935 | 18,863 |
| Debt Service Fees | 2,043 | 49,315 | 46,195 | 3,120 |
| Aging Area Plan 2001 | 714,019 | | | |
| Comp. Alcoholism & Drug Abuse | 222,000 | | | |
| Grant Matching Fund | | 866,991 | 866,991 | |
| Contingent | 15,606 | 16,307 | 15,429 | 878 |
| Statutory Charges: | | | | |
| Contribution to PERS | 97,934 | 97,934 | | 97,934 |
| Social Security System (O.A.S.I.) | 31,207 | 31,207 | 3,757 | 27,450 |
| Unemployment Compensation Insurance | 344,424 | 44,424 | | 44,424 |
| Police and Fire Retirement System | 395,783 | 395,784 | 5,252 | 390,532 |
| Judicial Pension Fund | 5,000 | 5,000 | | 5,000 |
| Street Lighting | | 85,443 | 56,831 | 28,612 |
| Buildings & Grounds-Welfare Board | | 16,704 | 16,536 | 168 |
| Aid to Child Care | | 45,000 | 45,000 | |
| Mental Health Programs | | 216,250 | 216,250 | |
| Maintenance of Patients | | 14,458 | 11,523 | 2,935 |
| Insurance Division | | 1,117 | 1,051 | 66 |
| | <u>\$ 5,250,673</u> | <u>10,472,962</u> | <u>8,262,006</u> | <u>2,210,956</u> |
| | | | Cash \$ 8,166,007 | |
| | | | Transferred to Accounts Payable 95,999 | |
| | | | <u>\$ 8,262,006</u> | |

COUNTY OF PASSAIC

Schedule of Accounts Payable

Current Fund and Federal and State Grant Fund

Year Ended December 31, 2005

| | <u>Total</u> | <u>Current Fund</u> | <u>Federal and State Grant Fund</u> |
|---------------------------------------|---------------------|-------------------------|---|
| Balance, December 31, 2004 | \$ <u>2,124,617</u> | <u>2,081,607</u> | <u>43,010</u> |
| Increased by: | | | |
| Transfers from Appropriation Reserves | <u>95,999</u> | <u>95,999</u> | <u> </u> |
| | <u>95,999</u> | <u>95,999</u> | <u> </u> |
| | 2,220,616 | 2,177,606 | 43,010 |
| Decreased by: | | | |
| Payments | <u>1,629,385</u> | <u>1,629,385</u> | <u> </u> |
| | <u>1,629,385</u> | <u>1,629,385</u> | <u> </u> |
| Balance, December 31, 2005 | \$ <u>591,231</u> | <u>548,221</u> | <u>43,010</u> |

COUNTY OF PASSAIC

Schedule of Encumbrances Payable

Current Fund

Year Ended December 31, 2005

| | <u>Total</u> | <u>Budget Appropriations</u> | <u>Reserve for Federal and State Grant Funds</u> |
|---|---------------------|----------------------------------|--|
| Balance, December 31, 2004 | \$ 5,222,289 | 5,222,289 | _____ |
| Increased by: | | | |
| Charges to 2005 Budget Appropriations | 3,415,358 | 3,415,358 | |
| Charges to Reserve for Federal and State Grants Appropriated | <u>6,297,311</u> | _____ | <u>6,297,311</u> |
| | <u>9,712,669</u> | <u>3,415,358</u> | <u>6,297,311</u> |
| | 14,934,958 | 8,637,647 | 6,297,311 |
| Decreased by: | | | |
| Encumbrances Transferred to Appropriation Reserves | 5,222,289 | 5,222,289 | |
| Encumbrances Transferred to Federal and State Grant Fund | <u>6,297,311</u> | _____ | <u>6,297,311</u> |
| | <u>11,519,600</u> | <u>5,222,289</u> | <u>6,297,311</u> |
| Balance, December 31, 2005 | \$ <u>3,415,358</u> | <u>3,415,358</u> | _____ |

COUNTY OF PASSAIC
Schedule of Commitments Payable
Federal and State Grant Fund
Year Ended December 31, 2005

| | |
|--|----------------------------|
| Balance, December 31, 2004 | \$ 4,067,820 |
| Increased by: | |
| Transferred from Current Fund - Encumbrances Payable | <u>6,297,311</u> |
| | 10,365,131 |
| Decreased by: | |
| Payments | <u>4,067,820</u> |
| Balance, December 31, 2005 | \$ <u><u>6,297,311</u></u> |

COUNTY OF PASSAIC

Schedule of Appropriated Reserves for Grants

Federal and State Grant Fund

Year Ended December 31, 2005

| Grant | Balance, Dec. 31, 2004 | Transferred From 2005 Budget Appropriations | | Expended | Adjusted/ Canceled | Balance, Dec. 31, 2005 |
|------------------------------------|------------------------------|---|------------------------------|----------|-----------------------|------------------------------|
| | | Budget | Appropriation By 60A:4-87 | | | |
| Urban Forestry Demonstration Grant | 24,496 | | | | | 24,496 |
| J.T.P.A. Welfare to Work | 1,524,696 | | | | 100,000 | 1,424,696 |
| Mental Health | 1,781 | | | | 1,781 | |
| CYPAR Grant | 4,340 | | | 4,340 | | |
| Insurance Fraud | 124,366 | | | | | 124,366 |
| Urban Forestry #1000420 | 28,770 | | | | 28,770 | |
| HDTA Task Force H-7-99 | 1,346 | | | 1,346 | | |
| SART/SANE Program | 72,304 | | | 11,485 | | 60,819 |
| LHEAP Flood Relief | 32,950 | | | 32,950 | | |
| C.E.H.A. 2000 | 3,200 | | | 3,200 | | |
| LINCS Bio-Terrorism Grant FY00 | 4,000 | | | | 4,000 | |
| Subregional Transportation 2001 | 6,357 | | | | 6,357 | |
| NHT Transportation Study | 18,159 | | | | | 18,159 |
| One Line Link 2000 | 9,258 | | | (19,992) | 29,250 | |
| Small Cities Grant #00-3532-00 | 12,500 | | | 7,763 | | 4,737 |
| Casino Revenue Grant 2001 | 1,720 | | | 1,720 | | |
| C.S.B.G. 2001 | 2,841 | | | 2,841 | | |
| Mental Health Hospital 2001 | 4,638 | | | 4,638 | | |
| J.A.H.G. 2001 | 7,847 | | | 7,847 | | |
| Alcohol / Drug Abuse Grant 2001 | 64 | | | 64 | | |
| Municipal Alliance 2001 | 62,589 | | | 62,589 | | |
| Body Armor Replacement | 2,068 | | | | 2,068 | |
| Family Development FIRZ1N | 750,759 | | | 750,759 | | |
| Bioterrorism | 295 | | | 295 | | |
| Mental Health Board 2001 | 1,086 | | | | | 1,086 |
| Housing Rehabilitation Grant | 1,936 | | | | | 1,936 |
| Smart Growth Grant | 500 | | | | | 500 |
| Weatherization HIP | 53,929 | | | 15,655 | | 38,274 |
| NHT Task #4 | 18,272 | | | | 18,272 | |
| Children's Advocacy - Special Leg | 2,755 | | | | 2,755 | |
| FTA JARRC 2000 | 240,668 | | | 240,668 | | |
| Workfirst NJ 2002/2003 | 86,091 | | | (229) | | 86,320 |
| Human Services 02BERN | 10,496 | | | 10,496 | | |
| Human Services 03BERN | | | | (950) | | 950 |
| Mental Health Board 2002 | 4,654 | | | | | 4,654 |
| Homeless KIRZ2N | 236 | | | 236 | | |
| Family Development FIRZ2N | 537,204 | | | (21,190) | | 558,400 |
| HC Partnership 2002 | 147,979 | | | (27,541) | 175,520 | |
| Alcohol/Drug Abuse Grant | 7,816 | | | 7,816 | | |
| Municipal Alliance 2002 | 119,992 | | | 1 | | 119,991 |
| Sub-Regional Trans 2002 | 1,616 | | | | 1,616 | |
| Insurance Fraud Program 2002 | 8,939 | | | 8,939 | | |

COUNTY OF PASSAIC

Schedule of Appropriated Reserves for Grants

Federal and State Grant Fund

Year Ended December 31, 2005

| Grant | Balance, Dec. 31, 2004 | Transferred From 2005 Budget Appropriations | | Expended | Adjusted/ Canceled | Balance, Dec. 31, 2005 |
|-------------------------------------|------------------------------|---|-------------------------------|----------|-----------------------|------------------------------|
| | | Budget | Appropriation By 20-Aid-ST | | | |
| LINC 2002 | 26 | | | 26 | | |
| Vehicle Homicide Unit P102-57-04-01 | 16,876 | | | 16,876 | | |
| General Asst/Food Stamps | 3,214 | | | | | 3,214 |
| Weatherization DHS 2002 | 66,606 | | | 66,247 | | 359 |
| Victim Assistance V-22-01 | 1,016 | | | 1,016 | | |
| Insurance Fraud Program 2003 | 72,917 | | | 72,917 | | |
| WorkForce Invest 2002/2003 | 100,000 | | | | 100,000 | |
| Community Prosecution Enhance | 133,745 | | | | | 133,745 |
| Gang Suppression Initiative | 29,734 | | | | 29,734 | |
| Smart Growth Grant 2002 | 125,500 | | | | 125,500 | |
| Smart Growth Planning 2002 | 164,000 | | | 9,330 | | 154,670 |
| R.O.I.D. 2002 | 6,000 | | | | 6,000 | |
| C.B.H.A. 2002 | 31,508 | | | 31,508 | | |
| WorkForce Invest 2001/2002 | 236,998 | | | | 236,998 | |
| Domestic Violence #99YAWA163 | 457 | | | 457 | | |
| Weatherization DHS LIHEAP 2003 | 10,017 | | | 2,171 | 6,889 | 957 |
| Casino Revenue 2003 | 19,735 | | | 12,420 | 7,315 | |
| WorkFirst NJ 2003 | 59,815 | | | | | 59,815 |
| Homeless HIRZJN 2003 | 1,424 | | | (9,223) | | 11,367 |
| Family Development FIRZ3N03 | 373,401 | | | (58,068) | | 411,469 |
| DFD Food Stamps 2003 | 65,512 | | | 65,512 | | |
| Juv Justice Comm/Sip Grant '03 | 231,780 | | | 231,780 | | |
| JJC Partnership 2003 | 158,898 | | | | | 158,898 |
| Alcohol/Drug Addiction 2003 | 23,306 | | | 23,306 | | |
| Municipal Alliance 2003 | 75,283 | | | (1,569) | | 76,852 |
| Aging Area Plan 2003 | (7,316) | | | | (7,316) | |
| Vehicular Homicide Project'03 | 21,540 | | | | | 21,540 |
| Bioterrorism Prep. 03-1159BTL1 | 69 | | | 69 | | |
| J.A.I.B.G. 8-02 | 10,690 | | | | | 10,690 |
| 2003 L.E.O.T.E.P. | 34,000 | | | 34,000 | | |
| Subregional Transportation FY 04 | 1,612 | | | | | 1,612 |
| C.S.B.G. 2003 | 999 | | | 999 | | |
| One Ease E-Link 16100 | 10,000 | | | | | 10,000 |
| Mental Health Board 2003 | 438 | | | | | 438 |
| Mental Hlth Crisis Counseling | 2,912 | | | | | 2,912 |
| Solid Waste Services 03/04 | 197,868 | | | 196,905 | | 963 |
| Highway Traffic Safety Grant | 49,920 | | | | | 49,920 |
| L.E.O.T.E.P. 2002 | 35,800 | | | 35,800 | | |
| J.A.I.B.G. 8-01 | 13,641 | | | | | 13,641 |
| 2002 Body Armor Repl. PCSD | 2,729 | | | 2,729 | | |
| Mental Health Board SFY'03 | 246 | | | | | 246 |

COUNTY OF PASSAIC

Schedule of Appropriated Reserves for Grants

Federal and State Grant Fund

Year Ended December 31, 2005

| Grant | Balance, Dec. 31, 2004 | Transferred From 2005 Budget Appropriations | | Expended | Adjusted/ Canceled | Balance, Dec. 31, 2005 |
|-----------------------------------|------------------------------|---|------------------------------|-----------|-----------------------|------------------------------|
| | | Budget | Appropriation By 40A-4.87 | | | |
| DWI Enforcement A1.03-07-02-03 | 2,250 | | | 2,250 | | |
| NISP Exercise Pass-Thru CY03 | 45,164 | | | 1 | | 45,163 |
| Community Gun Violence Pros. | 93,039 | | | | | 93,039 |
| Weatherization DOE 2003 | 3,940 | | | (73) | | 4,013 |
| Decontamination Trailer 2003 | 58 | | | | | 58 |
| Domestic Preparedness FY 01' | 7,078 | | | | | 7,078 |
| Domestic Preparedness FY 02' | 7,028 | | | | | 7,028 |
| Domestic Preparedness | 491 | | | (3,782) | | 4,273 |
| C.E.H.A. 2003 | 28,208 | | | 28,208 | | |
| Homeland Security Canine | 202 | | | | | 202 |
| Brownfields Assessment Program | 200,000 | | | 30,000 | | 170,000 |
| State Homeland Security | 777,136 | | | 57,673 | | 669,463 |
| COPS Tech. Program | 4,363 | | | 3,498 | | 865 |
| Aging Area Nutrition FY 2004 | 383,640 | | | 117,462 | | 266,188 |
| Aging Area Plan Grant FY 2004 | 777,485 | | | 777,485 | | |
| J/C Partnership 2004 | 189,477 | | | 24,324 | | 165,153 |
| Homeless HHRZ4N | 14,852 | | | 12,998 | | 1,854 |
| Human Services 04Dem | 167,166 | | | 149,937 | | 17,229 |
| Mental Health Hospital 2004 | 80,521 | | | 64,333 | | 16,188 |
| Workfirst NJ DOL 2004 | 16,082 | | | 9,537 | | 6,545 |
| DFD-GA Food Stamps 2004 | 23,861 | | | (3,326) | | 27,187 |
| Family Development FIRZ4N | 90,429 | | | (5,628) | | 96,057 |
| State Incentive Program 2004 | 220,419 | | | (167,369) | | 387,388 |
| C.S.B.G. 2004 | 48,575 | 132,900 | | 161,784 | | 19,691 |
| C.S.B.G. 2003 | 18,633 | | | 10,000 | | 8,633 |
| J.A.L.B.G 8-03 | 31,819 | | | | | 31,819 |
| Mental Health Board 2004 | 3,627 | | | 4,329 | | 1,298 |
| T.A.N.P 2004/2005 | 333,354 | | | 201,835 | 65,000 | 66,519 |
| Casino Revenue FY 2004 | 197,867 | | | 197,867 | | |
| Weatherization DHS 2004 | 7,746 | | 11,227 | (441) | | 19,414 |
| Weatherization DOE 2004 | 28,485 | | | 11,535 | | 16,950 |
| Clean Communities 2004 | 9,871 | | | 8,860 | 13 | 998 |
| Cross-Acceptance Grant 2004 | 35,728 | | | 728 | | 35,000 |
| Subregional Transportation FY 05' | 39,451 | | | 8,461 | | 30,990 |
| Subregional Study Program | 98,000 | | | 98,000 | | |
| Cert 2003 | 51 | | | | | 51 |
| Special Needs Planning Grant | 675 | | | | | 675 |
| E 9-1-1 Grant FY 04' | 2,329 | | | (6,939) | | 9,268 |
| Sane/Sart Project V-27-02 | 20,111 | | | 13,011 | | 7,100 |
| Victims of Crime Act Grant | 707,749 | | | 72,150 | 519,600 | 110,999 |

COUNTY OF PASSAIC

Schedule of Appropriated Reserves for Grants

Federal and State Grant Fund

Year Ended December 31, 2005

| Grant | Balance, Dec. 31, 2004 | Transferred From 2005 Budget Appropriations | | Expanded | Adjusted/ Cancelled | Balance, Dec. 31, 2005 |
|---|------------------------------|---|------------------------------|-----------|------------------------|------------------------------|
| | | Budget | Appropriation By ADA/d-SJ | | | |
| Village Initiative CJ 17-03 | 150,464 | | | 150,464 | | |
| 2003 Body Armor Repl. P.C.P.O | 80 | | | 80 | | |
| Violence Against Women | 325,368 | | | 21,029 | | 304,339 |
| DWI Enforcement 2004 | 850 | | | | | 850 |
| Gang Suppression Initiative DE-6-02 | 81,650 | | | 68,971 | 1 | 12,678 |
| Homeland Security Grant FY 04' | 3,075,233 | | | 2,168,458 | | 906,775 |
| 2003 Body Armor Repl. P.C.S.D | 9,036 | | | 8,107 | | 929 |
| R.O.I.D. 2004 | 14,120 | | | | | 14,120 |
| Alcohol/Drug Abuse Grant FY 04' | 141 | | | (4,146) | | 4,287 |
| Municipal Alliance 2004 | 55,601 | | | 5,941 | | 49,660 |
| Workforce Invest 2003/2004 | 1 | | | | | 1 |
| Workforce Invest 2004/2005 | 5,867,053 | 1,117,955 | 200,000 | 6,617,961 | | 567,047 |
| L.E.O.T.E.F | 35,220 | | | 30,222 | | 4,998 |
| Comprehensive Traffic Safety | 44,500 | | | 1,109 | | 43,391 |
| Bioterrorism Prep. | 1,479 | | | (38) | | 1,517 |
| CBHA 2004 | 4 | | | (15,705) | 15,705 | 4 |
| Underground Storage Tank | 58,895 | | | (29) | | 58,924 |
| West Nile Virus | 612 | | | 612 | | |
| Highway Traffic Safety Grant (1) | 94,500 | | | 44,262 | | 50,238 |
| Community Justice Grant | 95,237 | | | 6,047 | | 89,190 |
| Distance Learning | 100,000 | | | | 100,000 | |
| Home Detention Program YS | | | | (693) | 693 | |
| Multi-Jurisd. Task Force | | | | (1,515) | 1,515 | |
| Solid Waste Services 01/02 | | | | (840) | 840 | |
| Solid Waste Services 99/00 | | | | (87) | 87 | |
| Paris Grant - Electronic Image | | | 186,510 | 135,220 | | 51,290 |
| Paris Grant - Records Restore | | | 49,100 | | | 49,100 |
| Paris Grant - Needs Assessment | | | 110,790 | | | 110,790 |
| Paris Grant - Enterprise Image | | | 69,000 | | | 69,000 |
| Paris Grant - Electronic Historic Records | | | 435,852 | | | 435,852 |
| Paris Grant - Expand E-Recording | | | 213,280 | 156,847 | | 56,433 |
| Paris Grant - Electronic Fingerprinting | | | 104,668 | | | 104,668 |
| Paris Grant - Criminal Identification | | | 273,878 | | | 273,878 |
| Municipal Stormwater Grant | | 7,500 | | | | 7,500 |
| Alcohol/Drug Abuse Grant 05-338-ADA-C-D | | 1,085,059 | 33,994 | 1,025,670 | | 93,383 |
| Municipal Alliance 2005 | | 641,498 | | 614,240 | | 27,258 |
| Workforce Invest 2005/06 | | | 9,960,313 | 4,836,905 | | 5,124,408 |
| L.E.O.T.E.F. 2004 | | 31,325 | | | | 31,325 |
| Comprehensive Community | | 94,500 | | | | 94,500 |
| Bioterrorism Prep. 05-1159-DT1.3 | | 549,391 | 10,000 | 558,349 | | 1,042 |

COUNTY OF PASSAIC

Schedule of Appropriated Reserves for Grants

Federal and State Grant Fund

Year Ended December 31, 2005

| Grant | Balance, Dec. 31, 2004 | Transferred From 2005 Budget Appropriations | | Expended | Adjusted/ Corrected | Balance, Dec. 31, 2005 |
|---------------------------------------|------------------------------|---|-------------------------------|-----------|------------------------|------------------------------|
| | | Budget | Appropriation By 40A, 4-07 | | | |
| C.E.H.A. 2005 | | 221,000 | | | | 221,000 |
| County Right to Know Program | | 15,213 | | | | 15,213 |
| County Right to Know Program 2005 | | | 15,213 | | | 15,213 |
| TOPOFF | | 20,000 | | 20,000 | | |
| Customized Training Program | | 88,000 | | 88,000 | | |
| Aging Area Nutrition FY 2005 | | 2,362,859 | 2,007,837 | 1,524,166 | | 2,846,530 |
| Area Plan Grant FY 2005 | | 1,339,850 | 922,672 | 1,296,408 | | 1,466,114 |
| JC Partnership 2005 | | 493,630 | | 274,772 | | 218,858 |
| Homeless HIRZSN 2005 | | 873,787 | | 823,024 | | 50,763 |
| Human Services OSBem | | 553,812 | | 398,760 | | 155,052 |
| Mental Health Hospital 2005 | | 391,639 | | 391,639 | | |
| Special Initiative and Transportation | | | 1,589,795 | 1,241,566 | | 348,229 |
| State Incentive Program 2005 | | 577,022 | | 429,463 | | 147,559 |
| C.S.B.G. 2005 | | 132,900 | | 35,575 | | 97,325 |
| J.A.I.D.G. 8-04 | | 74,133 | | 45,593 | | 28,540 |
| Mental Health Board 2005 | | | 6,000 | 740 | | 5,260 |
| Family Court Services | | 270,274 | | 264,913 | | 5,361 |
| 21st Century Community Learning | | | 708,000 | 432,989 | | 275,011 |
| Casino Revenue FY 2005 | | 2,066,454 | | 2,057,951 | | 8,503 |
| Weatherization DHS 2003 | | | | | (6,889) | 6,889 |
| Weatherization DHS 2005 | | 129,205 | 56,463 | 137,791 | | 67,877 |
| Weatherization DOE 2005 | | | 160,700 | 31,807 | | 128,893 |
| Clean Communities 2005 | | | 36,258 | 14,327 | | 21,931 |
| Subregional Transportation FY 06 | | | 98,415 | 320 | | 98,095 |
| Dev. Comp. Comm. Trsn. Plan | | | 125,000 | | | 125,000 |
| Solid Waste Services | | 273,361 | | 81,496 | | 190,865 |
| Corridor Improvement Plan | | | 223,500 | | 19 | 223,481 |
| E 9-1-1 Grant FY 05 | | | 25,000 | 25,000 | | |
| Urban Area Security Initiative (UASI) | | | 7,500 | 1,252 | | 6,248 |
| FY03 UASI Planner Grant | | | 163,000 | 81,500 | | 81,500 |
| SANE/SART V-39-03S | | | 62,323 | 41,080 | | 21,243 |
| SANE/SART VS-15-05 | | | 65,375 | | | 65,375 |
| Local Law Enforcement PCPO | | 69,318 | | 69,318 | | |
| Victim of Crimes Act Grant | | | 409,018 | 317,147 | | 91,871 |

COUNTY OF PASSAIC

Schedule of Appropriated Reserves for Grants

Federal and State Grant Fund

Year Ended December 31, 2005

| Grant | Balance, Dec. 31, 2004 | Transferred From 2005 Budget | | Expended | Adjusted/ Cancelled | Balance, Dec. 31, 2005 |
|--------------------------------|------------------------------|---------------------------------|-------------------------------|----------------------|------------------------|------------------------------|
| | | Budget | Appropriation By 40A:4-8.7 | | | |
| Insurance Fraud Program 05 | | 244,000 | | 211,788 | | 32,212 |
| 2004 Body Armor Repl. P.C.P.O. | | 8,327 | | 8,327 | | |
| 2005 Body Armor Repl. P.C.S.O. | | | 8,415 | | | 8,415 |
| N.C.A. Program Support | | | 10,000 | | | 10,000 |
| Gang Suppression 2005 | | | 280,000 | 50,892 | | 229,108 |
| Homeland Security Grant FY 05' | | | 1,942,284 | 1,175,905 | | 766,379 |
| Community Justice Grant 2005 | | | 95,237 | | | 95,237 |
| NJ Project Vision | | | 43,750 | 43,000 | | 750 |
| 2004 Body Armor Repl. P.C.S.D. | | 65,970 | | 65,906 | | 64 |
| 2005 Body Armor Repl. P.C.S.D. | | | 65,970 | | | 65,970 |
| Click It or Ticket | | 4,000 | | | | 4,000 |
| R.A.D. Kid Program | | | 7,000 | | | 7,000 |
| Local Law Enforcement PCSD | | 12,300 | | 5,934 | | 6,366 |
| Mutual Aid Services | | | 125,000 | 122,500 | | 2,500 |
| Speed/Aggressive Driving Enf. | | 7,500 | | | | 7,500 |
| | <u>\$ 20,997,434</u> | <u>14,453,682</u> | <u>20,918,337</u> | <u>31,976,236</u> | <u>1,572,093</u> | <u>22,821,124</u> |
| | | | | Cash Disbursed | \$ 25,678,925 | |
| | | | | Encumbrances Payable | <u>6,297,311</u> | |
| | | | | | <u>\$ 31,976,236</u> | |

COUNTY OF PASSAIC

Schedule of Miscellaneous Reserves

Current Fund

Year Ended December 31, 2005

| | Balance, December 31, <u>2004</u> | <u>Increases</u> | <u>Decreases</u> | Balance, Dec. 31, <u>2005</u> |
|---------------------------------------|---|----------------------|-------------------|-------------------------------------|
| Sheriff's DWI-DDEF | \$ 23,987 | | 3,004 | 20,983 |
| Refunds | 88,111 | | | 88,111 |
| Office on Aging - Deferred Revenue | 129,767 | 77,317 | | 207,084 |
| Register - Due to State of New Jersey | <u>498,665</u> | <u>24,454,366</u> | <u>23,628,208</u> | <u>1,324,823</u> |
| | <u>\$ 740,530</u> | <u>24,531,683</u> | <u>23,631,212</u> | <u>1,641,001</u> |
| Cash | | \$ 24,531,683 | 23,132,547 | |
| Canceled to Operations | | | <u>498,665</u> | |
| | | <u>\$ 24,531,683</u> | <u>23,631,212</u> | |

COUNTY OF PASSAIC

Schedule of Unappropriated Reserves for Grants

Federal and State Grant Fund

Year Ended December 31, 2005

| Grant | Balance, Dec. 31, 2004 | Transferred From 2005 Budget Appropriations | | Cash Received | Adjustment | Balance, Dec. 31, 2005 |
|----------------------------|------------------------------|---|------------------------------|------------------|---------------|------------------------------|
| | | Budget | Appropriation By 40A:4-87 | | | |
| Highway Traffic Safety | \$ 21,540 | | | | | 21,540 |
| C.S.B.G. 2003 | 29,916 | | | | | 29,916 |
| Solid Waste Services 03/04 | 272,361 | 272,361 | | | | |
| Right to Know 2004 | | 15,213 | | | 15,213 | |
| NJSP Exoisc Pass-thru CY03 | 20,000 | | | 5,000 | | 25,000 |
| NJSP FY03 CBRN Initiative | | | | 114,868 | | 114,868 |
| | <u>\$ 343,817</u> | <u>287,574</u> | | <u>119,868</u> | <u>15,213</u> | <u>191,324</u> |

COUNTY OF PASSAIC

Schedule of Interfunds

Federal and State Grants Fund

Year Ended December 31, 2005

| | Balance, December 31, <u>2004</u> | <u>Increased</u> | <u>Decreased</u> | Balance, December 31, <u>2005</u> |
|----------------------|---|------------------|------------------|---|
| Current Fund | \$ (5,194,715) | 8,673,125 | 1,878,046 | 1,600,364 |
| General Capital Fund | | | 4,000,000 | (4,000,000) |
| | <u>(5,194,715)</u> | <u>8,673,125</u> | <u>5,878,046</u> | <u>(2,399,636)</u> |
| Due from | | 3,478,410 | 1,878,046 | 1,600,364 |
| Due (to) | <u>(5,194,715)</u> | <u>5,194,715</u> | <u>4,000,000</u> | <u>(4,000,000)</u> |
| | <u>\$ (5,194,715)</u> | <u>8,673,125</u> | <u>5,878,046</u> | <u>(2,399,636)</u> |

COUNTY OF PASSAIC

Schedule of Cash

Trust Funds

Year Ended December 31, 2005

| | Other Trust Fund | Confiscated Trust Fund | Self-Insurance Trust Fund | Community Development Trust Fund |
|-------------------------------------|------------------------|------------------------------|---------------------------------|---|
| Balance - December 31, 2004 | \$ <u>19,669,969</u> | <u>2,773,152</u> | <u>606,713</u> | <u>5,282,417</u> |
| Increase by Receipts: | | | | |
| Various Trust Deposits | 321,062 | | | |
| Reserve for Dedicated Trusts | 8,036,073 | | | |
| Open Space Trust Expenditures | 10,149,343 | | | |
| Due from (to) Current Fund | 191,062 | | | |
| Receipts from Confiscated Funds | | 3,103,331 | | |
| Reserve for Workmen's Compensation | | | 1,970,313 | |
| Reserve for Health Benefits | | | 22 | |
| Reserve for Liability Insurance | | | 1,714,825 | |
| H.U.D. Grants Receivable | | | | 8,232,714 |
| Housing Security Receipts | | | | 23,498 |
| Reserve for Housing Voucher Program | | | | 746,410 |
| Total Receipts | <u>18,697,540</u> | <u>3,103,331</u> | <u>3,685,160</u> | <u>9,002,622</u> |
| | <u>38,367,509</u> | <u>5,876,483</u> | <u>4,291,873</u> | <u>14,285,039</u> |
| Decreased by Disbursements: | | | | |
| Various Trust Deposits | 135,879 | | | |
| Reserve for Dedicated Revenues | 6,330,186 | | | |
| Open Space Trust Expenditures | 7,644,419 | | | |
| Due from (to) Current Fund | 10,548 | | | |
| Adjudicated Confiscations | | 2,978,793 | | |
| Reserve for Workmen's Compensation | | | 2,081,527 | |
| Reserve for Liability Insurance | | | 1,925,646 | |
| Accounts Payable | | | | 1,022,596 |
| Housing Security Payments | | | | 20,991 |
| Reserve for Housing Voucher Program | | | | 6,564,576 |
| Total Disbursements | <u>14,121,032</u> | <u>2,978,793</u> | <u>4,007,173</u> | <u>7,608,163</u> |
| Balance - December 31, 2005 | \$ <u>24,246,477</u> | <u>2,897,690</u> | <u>284,700</u> | <u>6,676,876</u> |

COUNTY OF PASSAIC
Schedule of Various Trust Deposits
Year Ended December 31, 2005

| | |
|-----------------------------|---------------------|
| Balance - December 31, 2004 | \$ 1,162,671 |
| Increased by: | |
| Cash Deposits | <u>321,062</u> |
| | 1,483,733 |
| Decreased by: | |
| Payments | <u>135,879</u> |
| Balance - December 31, 2005 | <u>\$ 1,347,855</u> |

COUNTY OF PASSAIC

Schedule of Reserve for Dedicated Trusts

Year Ended December 31, 2005

| | Balance December 31, <u>2004</u> | <u>Receipts</u> | <u>Disbursements</u> | Balance December 31, <u>2005</u> |
|---|--|------------------|----------------------|--|
| Off-Duty Police Outside Employment | \$ 77,150 | 1,066,030 | 1,023,206 | 119,974 |
| Weights and Measure Fines | 690,742 | 141,126 | 149,816 | 682,052 |
| Tax Appeal Fees | 192,400 | 14,000 | 5,816 | 200,584 |
| County Clerk | 184,992 | 40,308 | 28,045 | 197,255 |
| County Sheriff | 57,057 | 18,781 | 2,151 | 73,687 |
| Surrogate | 19,077 | 23,017 | 18,424 | 23,670 |
| Forensic Lab Fees | 529,754 | 33,857 | | 563,611 |
| Police Park Fines | 76,526 | 737 | | 77,263 |
| Electronic Monitor | 739 | | | 739 |
| Human Services | 53,393 | 15,575 | 556 | 68,412 |
| Parks - Lambert Castle | 23,458 | | 11,233 | 12,225 |
| Preakness Hospital | 46,627 | | | 46,627 |
| Therapeutic Rounding Program | 1,646 | | | 1,646 |
| Passaic County Corr. Enh. Dist. | | 45,390 | | 45,390 |
| Motor Vehicle Fines | 579,454 | 3,391,743 | 3,457,155 | 514,042 |
| Confiscated Funds - Unallocated Interest | 5,595 | 106 | 5,595 | 106 |
| Sheriff's Confiscated Funds - Local | 548,825 | 353,219 | 84,334 | 817,710 |
| Sheriff's Confiscated Funds - Treasury | 73,973 | 43,325 | 39,027 | 78,271 |
| Sheriff's Confiscated Funds - Justice | 264,878 | 685,606 | 237,949 | 712,535 |
| Municipal Confiscated Funds - Local | 964,403 | 581,971 | 393,122 | 1,153,252 |
| Municipal Confiscated Funds - Federal | 168,840 | 45,778 | 139,672 | 74,946 |
| Prosecutor's Confiscated Funds - Local | 673,783 | 583,802 | 145,740 | 1,111,845 |
| Prosecutor's Confiscated Funds - Treasury | 387,321 | 387,090 | 190,835 | 583,576 |
| Prosecutor's Confiscated Funds - Justice | 69,772 | 105,630 | 3,525 | 171,877 |
| Para Transit | 217,758 | 73,209 | 73,656 | 217,311 |
| Register of Deeds | 754,922 | 385,773 | 320,329 | 820,366 |
| | <u>\$ 6,663,085</u> | <u>8,036,073</u> | <u>6,330,186</u> | <u>8,368,972</u> |

COUNTY OF PASSAIC

Schedule of Open Space Trust Expenditures

Year Ended December 31, 2005

| | | |
|--|------------------|---------------------|
| Balance - December 31, 2004 | | 7,943,558 |
| Increased by: | | |
| Levy | \$ 4,054,387 | |
| Added and Omitted | 21,319 | |
| General Capital Property Acquisition Ordinance | 3,500,000 | |
| Interest on Investments | 323,637 | |
| Transfer from Reserve for Dedicated Revenues | <u>2,250,000</u> | |
| | | <u>10,149,343</u> |
| | | 18,092,901 |
| Decreased by: | | |
| Payments | 7,644,419 | |
| Open Space Award | 725,000 | |
| Open Space Grant Commitments Payable | <u>2,067,402</u> | |
| | | <u>10,436,822</u> |
| Balance - December 31, 2005 | | \$ <u>7,656,079</u> |

Schedule of Open Space Grant Commitments Payable

Year Ended December 31, 2005

| | | |
|---|--|---------------------|
| Balance - December 31, 2004 | | 3,035,785 |
| Increased by: | | |
| Reserve for Open Space Trust Expenditures | | \$ <u>2,067,402</u> |
| Balance - December 31, 2005 | | \$ <u>5,103,187</u> |

COUNTY OF PASSAIC

Schedule of Reserve for Confiscated Trust Fund

Year Ended December 31, 2005

| | Balance December 31, <u>2004</u> | <u>Receipts</u> | <u>Disbursements</u> | Balance December 31, <u>2005</u> |
|-----------------------------------|--|------------------|----------------------|--|
| Reserve for Interest - Prosecutor | \$ 123,224 | 71,934 | | 195,158 |
| Narcotics | 2,188,117 | 1,577,928 | 1,575,006 | 2,191,039 |
| Gambling | 88,826 | 36,415 | 6,842 | 118,399 |
| Prostitution | 45,847 | 16,723 | 1,914 | 60,656 |
| Theft/Robbery | 75,257 | 1,382 | | 76,639 |
| Other Crimes | 192,106 | 18,943 | 22,779 | 188,270 |
| Lottery | 13,983 | | | 13,983 |
| Gambling/Narc | 2,779 | | | 2,779 |
| Bribery | 16,000 | | | 16,000 |
| Adjudicated to Distribute | <u>27,013</u> | <u>1,380,006</u> | <u>1,372,252</u> | <u>34,767</u> |
| | \$ <u>2,773,152</u> | <u>3,103,331</u> | <u>2,978,793</u> | <u>2,897,690</u> |

COUNTY OF PASSAIC

Schedule of Reserve for Workmen's Compensation

Year Ended December 31, 2005

| | | | |
|---|----|------------|----------------------|
| Balance - December 31, 2004 | | \$ | 179,825 |
| Increased by: | | | |
| Miscellaneous Contributions and Reimbursements | \$ | 319,330 | |
| General Capital Fund Refunding Ordinance | | 1,650,000 | |
| Interest Income | | <u>983</u> | |
| | | | <u>1,970,313</u> |
| | | | 2,150,138 |
| Decreased by: | | | |
| Payment of Claims | | | <u>2,081,527</u> |
| Balance - December 31, 2005 | | \$ | <u><u>68,611</u></u> |

COUNTY OF PASSAIC

Schedule of Reserve for Health Benefit Funds

Year Ended December 31, 2005

| | | |
|-----------------------------|----|---------------|
| Balance - December 31, 2004 | \$ | 22,213 |
| Increased by: | | |
| Interest Income | | <u>22</u> |
| Balance - December 31, 2005 | \$ | <u>22,235</u> |

Schedule of Reserve for Liability Insurance

Year Ended December 31, 2005

| | | |
|---|----|------------------|
| Balance - December 31, 2004 | \$ | 397,675 |
| Increased by: | | |
| Miscellaneous Contributions and Reimbursements | \$ | 56,673 |
| General Capital Fund Refunding Ordinance | | 1,655,149 |
| Interest Income | | <u>3,003</u> |
| | | <u>1,714,825</u> |
| | | 2,112,500 |
| Decreased by: | | |
| Claims Paid | | <u>1,925,646</u> |
| Balance - December 31, 2005 | \$ | <u>186,854</u> |

COUNTY OF PASSAIC

Schedule of Housing Voucher Program Grants Receivable

Year Ended December 31, 2005

| | |
|-----------------------------|------------------|
| Balance - December 31, 2004 | \$ 395,136 |
| Increased by: | |
| Grant Awards | <u>7,903,772</u> |
| | 8,298,908 |
| Decreased by: | |
| Grant Receipts | <u>8,232,714</u> |
| Balance - December 31, 2005 | \$ <u>66,194</u> |

COUNTY OF PASSAIC

Schedule of Accounts Payable

Year Ended December 31, 2005

| | Existing Housing |
|-----------------------------|---------------------|
| Balance - December 31, 2004 | \$ 1,022,596 |
| Increased by: | |
| Expenditures | <u>1,216,266</u> |
| | 2,238,862 |
| Decreased by: | |
| Cash Disbursed | <u>1,022,596</u> |
| Balance - December 31, 2005 | \$ <u>1,216,266</u> |

Schedule of Reserve for Housing Security Payments

Trust Funds

Year Ended December 31, 2005

| | |
|-----------------------------|-----------------|
| Balance - December 31, 2004 | \$ 7,265 |
| Increased by: | |
| Security Deposits | <u>23,498</u> |
| | 30,763 |
| Decreased by: | |
| Expenditures | <u>20,991</u> |
| Balance - December 31, 2005 | \$ <u>9,772</u> |

COUNTY OF PASSAIC
Reserve for Housing Voucher Program
Year Ended December 31, 2005

| | | |
|-----------------------------|------------------|---------------------|
| Balance - December 31, 2004 | | \$ 4,636,120 |
| Increased by: | | |
| Grant Revenue Accrued | \$ 7,903,772 | |
| Forfeited FSS Deposits | 413,013 | |
| Other Income | 181,182 | |
| Interest Income | <u>152,215</u> | |
| | | <u>8,650,182</u> |
| | | 13,286,302 |
| Decreased by: | | |
| Accounts Payable | 1,216,266 | |
| Expenditures | <u>6,564,576</u> | |
| | | <u>7,780,842</u> |
| Balance - December 31, 2005 | | <u>\$ 5,505,460</u> |

COUNTY OF PASSAIC

Schedule of Interfunds

Trust Funds

Year Ended December 31, 2005

| | Balance December 31, <u>2004</u> | <u>Increased</u> | <u>Decreased</u> | Balance December 31, <u>2005</u> |
|------------------------------------|--|------------------|------------------|--|
| Other Trust Fund | | | | |
| Due from (to) Current Fund | \$ (32,881) | 10,548 | 191,062 | (213,395) |
| Due from (to) General Capital Fund | (830,000) | | 725,000 | (1,555,000) |
| Self Insurance Trust Fund: | | | | |
| Due from (to) General Capital Fund | (7,000) | | | (7,000) |
| Community Development Grant Fund: | | | | |
| Due from (to) Current Fund | <u>(11,572)</u> | | | <u>(11,572)</u> |
| | <u>\$ (881,453)</u> | <u>10,548</u> | <u>916,062</u> | <u>(1,786,967)</u> |
| Cash Receipts | | \$ | 127,383 | |
| Cash Disbursements | | 10,548 | | |
| Open Space Award | | | 725,000 | |
| Interest on Investments | | | <u>63,679</u> | |
| | | <u>\$ 10,548</u> | <u>916,062</u> | |

COUNTY OF PASSAIC

Schedule of Cash

General Capital Fund

Year Ended December 31, 2005

| | | | |
|---|----|------------|--------------------|
| Balance - December 31, 2004 | | \$ | 50,189,575 |
| Increased by Receipts: | | | |
| 2005 Budget Appropriations Capital Improvement Fund | \$ | 750,000 | |
| Bond Anticipation Notes | | 59,644,000 | |
| Reserve for Payment of Bonds and Notes | | 203,653 | |
| Grants Receivable | | 7,067,392 | |
| Schedule of Interfunds | | 75,311 | |
| Capital Leases | | 71,000,000 | |
| Bonds Issued | | 20,000,000 | |
| Reserve for Interest for DOT Projects | | 866,311 | |
| Reserve for Interest for Fire Academy | | 109,661 | |
| Premium on Bond/Note Sales | | 581,509 | |
| | | | <u>160,297,837</u> |
| | | | 210,487,412 |
| Decreased by Disbursements: | | | |
| Improvement Authorizations | | 98,349,845 | |
| Commitments Payable | | 24,624,020 | |
| State of New Jersey - Bond Proceeds | | 20,000,000 | |
| Reserve for Payment of Bonds and Notes | | 404,067 | |
| Schedule of Interfunds | | 107,617 | |
| Fund Balance | | 1,357,000 | |
| | | | <u>144,842,549</u> |
| Balance - December 31, 2005 | | \$ | <u>65,644,863</u> |

COUNTY OF PASSAIC

Analysis of Cash

General Capital Fund

Year Ended December 31, 2005

| | |
|--|--------------|
| Fund Balance | \$ 2,771,165 |
| Grants Receivable | (23,230,791) |
| State EFA Receivable | (1,975,000) |
| State of New Jersey - Bond Proceeds | (4,000) |
| Due from Federal and State Grants Fund | (4,000,000) |
| Due from Open Space Trust Fund | (1,555,000) |
| Due from Worker's Compensation Trust Fund | (7,000) |
| Accounts Payable | 264,927 |
| Encumbrances payable | 18,572,251 |
| Capital Improvement Fund | (207,056) |
| Reserve for Final Payments and Litigation | 160,258 |
| Reserve for Payments of Bonds and Notes | 1,585,251 |
| Reserve for State EFA Loan Payments | 500,000 |
| Reserve for State Aid | 313,000 |
| Reserve for Salt Shed | 296,619 |
| Reserve for Interest for DOT Projects | 3,448,724 |
| Reserve for Administration Building Settlement | 9,786 |
| Reserve for Interest for Fire Academy | 572,016 |
| Reserve for Unappropriated Grants | 9,509,000 |
| Due to Current Fund | 481,067 |

Improvement Authorizations:

Ordinance

| <u>Number</u> | <u>Improvement Description</u> | |
|---------------|--|-----------|
| 87-25 | Reconstruction Phases I - III | (354,000) |
| 87-43/88-11 | Reconstruction of Old Turnpike Road Bridge | (87,868) |
| 91-06 | Roof Replacement | 34,936 |
| 91-30 | Replace East Main St. Bridge | (101,608) |
| 91-34 | Replace Maple Ave. Bridge | 2,491 |
| 94-15 | Improvement PCCC Ch. 12 | 12,224 |
| 95-04 | Road Intersection Program | (63,539) |
| 95-07 | Reconstruction Lafayette Ave. - Supplemental | (1,500) |
| 95-37 | Elevators Preakness Hospital | 39,565 |
| 96-06 | Road Improvements Passaic Avenue | (81,782) |
| 96-15 | Hazel Street Scoping/Construction | (6,000) |
| 96-21 | Preakness Brook PC #348 | (37,000) |
| 96-22 | Reconstruction of Valley Road | (8,240) |
| 96-24 | Expansion PCCC | (197,855) |
| 96-27 | Lafayette Avenue | 103,044 |
| 97-01 | Main St. & Arch St. Bridges - PC #15 & 16 | (58,685) |
| 97-05 | Road Resurfacing Program - 1997 | (2,040) |
| 97-13 | Church St. Bridge - PC #125 | (92,582) |
| 97-16 | Election Registration System | 1,682 |
| 97-20 | Police Academy Addition | (7,000) |

COUNTY OF PASSAIC

Analysis of Cash

General Capital Fund

Year Ended December 31, 2005

| | | |
|-------|--|-----------|
| 97-26 | Rehabilitate Bridges - PC #28 & #29 | (71,891) |
| 97-31 | Design & Rehab. Magee Rd. Bridge - PC #404 | (2,796) |
| 98-03 | Replac. Of Elevators at Various City Facilities | 160 |
| 98-19 | Reconstruction West Brook Bridge PC #491 | 2,675 |
| 98-23 | Wagaraw Road Bridge PC #103 | 3,599 |
| 98-29 | Acquisition of Equipment County Jail | (285,000) |
| 98-35 | Belmont & Barbour Street Intersection | (7,058) |
| 98-36 | Kingsland Avenue Bridge PC #81 | 317,814 |
| 98-38 | Reconstruction of Apsahwa Dam | 461,364 |
| 98-40 | Renovation Spruce Street Bridge PC #18 | 101,865 |
| 99-10 | Minor Drainage Project - Supplemental | (238,000) |
| 99-13 | Hamilton Club Renovation | 835,258 |
| 99-15 | Tetowa and French Hill Road Improvements | (476,000) |
| 99-20 | Scoping of Two Bridges Road Bridge | 38,094 |
| 99-32 | County GIS System | 1,215 |
| 00-05 | Repealing 99-12: Various Improvements by the Passaic County College | 390,505 |
| 00-08 | Supplemental - Road Improvements | (265) |
| 00-12 | Renovations of 80 Hamilton St. - Welfare Board | (380,000) |
| 00-14 | Supplemental - Redecking of McBride Bridge | (48,592) |
| 00-18 | Supplemental - Reconstruction Various Bridges | (285,000) |
| 00-19 | Supplemental - Various Drainage Projects | (218,000) |
| 00-20 | Construction of Jughandle from Paterson-Hamburg Turnpike to Hinchman Ave | 447,901 |
| 00-25 | Renovation of Youth Center | (238,000) |
| 00-26 | Acquisition of Property - (Bloomingdale B/L 3/13) | 11,680 |
| 00-37 | Repair of Structurally Deficient Bridges | 3,261,736 |
| 00-40 | Supplemental - Repairs/Rehab. To Kingsland Ave Bridge PC #81. | 664,000 |
| 00-41 | Supplemental - Valley Road and Pompton-Hamburg Tpk intersection improvements. | (104,759) |
| 00-43 | Supplemental - Rehab. of Paterson-Hamburg Tpk Bridge PC# 42, 43, and 44. | 1 |
| 00-44 | Supplemental - Study and Improv. of Hazel St. | 47,481 |
| 01-02 | Supplemental - Renovations to Courthouse Complex | (285,000) |
| 01-04 | Supplemental - Hurricane Floyd Program | 72,852 |
| 01-06 | Supplemental - Acquisition of Equip. for Vo-Tech | 994,448 |
| 01-08 | Goffie Brook Multi-use Path | 307,831 |
| 01-09 | Reconstruction of Straight St/River St. | (380,000) |
| 01-11 | Supplemental - 1992 Guide Rail Program | (90,000) |
| 01-13 | Supplemental - Various Drainage Projects | (142,000) |
| 01-14 | Drainage Crooks and Wabash Avenues | 52,933 |
| 01-15 | Supplemental - Diamond Bridge Ave - Bridge #104 Improvements | 121,516 |

COUNTY OF PASSAIC

Analysis of Cash

General Capital Fund

Year Ended December 31, 2005

| | | |
|-------|--|-----------|
| 01-16 | Supplemental - Acquisition of voting machines | 871,545 |
| 01-19 | Supplemental - Rehab. 8th Street/5th Ave. Bridge | 46,619 |
| 01-22 | Supplemental - Acquisition of equipment for jail | 76 |
| 01-26 | Renovations - County Jail | 30,763 |
| 01-28 | Supplemental - Improvements to Camp Hope | (95,000) |
| 01-29 | Supplemental - Reconstruction of Greenwood Lake Turnpike | 690,330 |
| 01-30 | Supplemental - Renovations to Preakness Hospital | 603,023 |
| 01-31 | Supplemental - Totowa and French Hill Road Imprv. | 2,205,461 |
| 01-32 | Supplemental - Various Road and Bridge Repairs Hurricane Floyd | (124,910) |
| 01-33 | Supplemental - Various Road and Bridge Repairs Hurricane Floyd | (166,000) |
| 01-35 | Supplemental - Renovation of Youth Center | 144,380 |
| 01-36 | Supplemental - Various Road and Bridge Repairs Hurricane Floyd | 176,313 |
| 01-37 | Supplemental - Structure Deficient Bridges | 1,662,000 |
| 02-01 | Purchase of Building | 173 |
| 02-02 | Long Range Facility Plan for Vocational School | |
| 02-04 | Supplemental - Acquisition of Voc School Equipment | 191,152 |
| 02-07 | Supplemental - Imp to Community College | 230,368 |
| 02-10 | Supplemental - Removal of Storage Tanks | 72,760 |
| 02-12 | Supplemental - Imp of Totowa/French Hill Road Intersection | 15,000 |
| 02-13 | Goffle Brook Stabilization Project | 301,915 |
| 02-14 | Supplemental - Various Drainage Improvements | (142,500) |
| 02-16 | Supplemental - Renovations of 80 Hamilton Street | 16,980 |
| 02-17 | Supplemental - Reconst of Greenwood Lake Turnpike | 3,068,000 |
| 02-19 | Acquisition of Buildings/Grounds Equipment | 10,061 |
| 02-21 | Supplemental - 1992 Guide Rail Program | (142,000) |
| 02-23 | Supplemental - Acquisition of Parks Equipment | 1,639 |
| 02-24 | Supplemental - Imp to Youth Center | 108,804 |
| 02-27 | Supplemental - Restoration of Lambert Castle | 883,300 |
| 02-30 | Supplemental - Imp of Valley Road & Paterson- Hamburg Turnpike Intersection | 48,000 |
| 02-31 | Supplemental - Renovation of Apsawa Dam | 15,000 |
| 02-34 | Imp to Hamburg Turnpike & Jackson Avenue | 77,769 |
| 02-35 | Replacement of Jail Roof | 14,889 |
| 02-36 | Supplemental - Reconstruction of Ringwood Ave | 539,107 |
| 02-37 | Supplemental - Imp to Intersection of Alys Road & Retzer Road | 151,000 |

COUNTY OF PASSAIC

Analysis of Cash

General Capital Fund

Year Ended December 31, 2005

| | | |
|-------|---|-------------|
| 02-38 | Supplemental - Acquisition of Paratransit/ Meals on Wheel Vehicles | 1,789 |
| 02-39 | Supplemental - Equipment for Preakness Hospital | (285,000) |
| 02-40 | Supplemental - Renovations to Public Buildings | (189,847) |
| 02-41 | Refunding ordinance - Payment of Pension Obligation | (239,172) |
| 03-01 | Refunding Bond Ordinance | (400,000) |
| 03-02 | Refunding Bond Ordinance | (173,685) |
| 03-03 | Supplemental - Golf Course Improvements | 578 |
| 03-05 | Self Insurance Funding | (1,623,279) |
| 03-06 | Supplemental - Road Improvements | 803,337 |
| 03-07 | Acquisition of Paratransit Vehicles | 17,163 |
| 03-08 | Traffic Signal Reimbursements | (57,443) |
| 03-09 | Supplemental - Improvements to Camp Hope | (16,324) |
| 03-13 | Supplemental - Various Capital Improvements | 10,898 |
| 03-14 | Expansion of Preakness Health Care Facility | 77,586 |
| 03-15 | Waganaw Road/Lincoln Avenue Improvements | (89,071) |
| 03-16 | Supplemental - Repair of Belmount Ave Bridge | (190,000) |
| 03-17 | Supplemental - Reconstruction of Various Bridges | (384,889) |
| 03-18 | Supplemental - Removal of Storage Tanks | 48,505 |
| 03-19 | Supplemental - 1992 Guide Rail Program | (93,240) |
| 03-20 | Supplemental - Various Drainage Improvements | (61,348) |
| 03-21 | Aquisition of Youth Detention Security Cameras | 9,930 |
| 03-24 | Supplemental - Renovations to W. Broadway Bridge PC#17 | (47,500) |
| 03-25 | Imp to Goffle/Weasel Brook Park Recreation | 373,095 |
| 03-26 | Supplemental - Rehab to Administration Building Plaza | 26,046 |
| 03-27 | Supplemental - Acquisition of Hospital Equipment | (248,508) |
| 03-29 | Supplemental - Goffle Brook Stabilization Project | 200,000 |
| 03-30 | Union Valley Road/Green Brook Bridge Design PC#434 | 18,703 |
| 03-31 | President St/Weasel Brook Bridge Design PC#53 | 25,954 |
| 03-32 | Supplemental - Public Works Equipment | 121,724 |
| 04-01 | Improvements to Paterson Hamburg | 5,212,979 |
| 04-02 | Imp to Greenwood Lake Turnpike/West Milford | 1,031,369 |
| 04-03 | Imp to Paterson Hamburg Turnpike/Jackson Ave. | 1,127,902 |
| 04-04 | Imp to Crooks Ave./Wabash Ave. Drainage | 524,644 |

COUNTY OF PASSAIC

Analysis of Cash

General Capital Fund

Year Ended December 31, 2005

| | | |
|-------|---|-------------|
| 04-05 | Acquisition of Property for a Salt Dome | 2,716 |
| 04-06 | Improvements to HVAC System | 5,519 |
| 04-07 | General Renovations to County Buildings | 64,684 |
| 04-08 | Acquisition of Building and Grounds Equipment | 200,000 |
| 04-09 | Acq of Equipment for Passaic County Comm. College | 49,119 |
| 04-10 | Acq of Equipment for Passaic County Vocational Tech. | 373,755 |
| 04-11 | Imp to Passaic County Jail & Acq of Various Equip | (598,421) |
| 04-12 | Imp & Renovations to 435 Hamburg Turnpike | 30,000 |
| 04-13 | Acquisition of Computer Equipment | 91,223 |
| 04-14 | Acquisition of Various Equipment | 62,883 |
| 04-15 | 2004 Road Resurfacing Program | 132,169 |
| 04-16 | Equip. for the Public Works & Buildings & Grounds | 48,968 |
| 04-18 | Various Improvements to PCCC | 1,175,349 |
| 04-19 | Various Bridge Repair & Replacement Project | 39,562 |
| 04-20 | Various Drainage Projects | 217,500 |
| 04-21 | Various Road Improvement Projects | 133,718 |
| 04-22 | Traffic Safety Programs | 7,500 |
| 04-23 | Intersection Improvements | 17,500 |
| 04-24 | Miscellaneous Buildings & Grounds Improvements | (903,863) |
| 04-25 | Development of a Secured, Private Fiber Network | 1,358,087 |
| 04-27 | Repair & Upgrade of Passaic County Admin. Building | (1,140,000) |
| 04-28 | GIS Parcel Mapping in & by the County | (41,313) |
| 04-29 | Acquisition of & Renovation to County Building | 777,231 |
| 05-02 | County Road Resurfacing | 546,520 |
| 05-04 | Acquisition of Land- Alfieri Tract | (2,250,000) |
| 05-05 | Acquisition of HAVA Voting Machines | 3,840,622 |
| 05-06 | Improvements to the PC Tech Institute | 978,825 |
| 05-07 | Parks & Recreation General Improvements | 144,530 |
| 05-08 | Improvements to the Passaic County Jail | 1,913,640 |
| 05-09 | Acquisition of Equipment- Preakness Healthcare Center | 1,000,000 |
| 05-10 | DPW Various Repairs & Improvements | 2,721,376 |
| 05-11 | Various Repairs & Improvements | 12,180,940 |
| 05-13 | Amend Ord. 2002-02- Long Range Facility Plan | 3,543,584 |
| 05-15 | Acquisition of Property- Ball Tract | 6,600,000 |
| 05-16 | Improvements to the Community College | 3,800,000 |

\$ 65,644,863

COUNTY OF PASSAIC

Schedule of Receivables

General Capital Fund

Year Ended December 31, 2005

| Grantor | Project | Ord. No. | Balance Dec. 31, 2004 | Awarded in 2005 | Disbursed | Balance Dec. 31, 2005 |
|-----------------------------------|---|---------------|--------------------------|-----------------------|-----------|--------------------------|
| Federal Grants: | | | 1,560,000 | | | 1,560,000 |
| US Economic Development Admin. | Crooks/Watash Draftings | 01-14 | | | | |
| State Grants: | | | | | | |
| N.J. Department of Transportation | Paterson/Hamburg Turnpike | 91-5592-03 \$ | 562,941 | | | 562,941 |
| N.J. Department of Transportation | Road Interception - Clifton | 95-04 | 73,527 | | | 73,527 |
| N.J. Department of Transportation | Interception Improvements - Var. Municipalities | 96-14 | 484,925 | | 203,331 | 281,594 |
| N.J. Green Acres | Restoration of Lambert Castle | 97-18 | 43,079 | | 42,178 | 961 |
| N.J. History Trust | Lambert Castle Stone Work | 98-13 | 123,667 | | 123,667 | |
| N.J. Department of Transportation | Design/Construction of Hillery Street Bridge | 99-0903-28 | 524,270 | | 134,932 | 389,338 |
| State of New Jersey | Chapter 12, Passaic County Community College | 99-14 | 863,598 | | | 863,598 |
| N.J. Department of Transportation | Two Bridges Road | 99-20 | 191,332 | 50,000 | 18,475 | 223,357 |
| State of New Jersey | Renovations to Market Street | 00-06 | 500,000 | | | 500,000 |
| State of New Jersey | Rehab of Paterson-Hamburg Trp Bridge PC # 42,43,44 | 00-15 | 300,000 | | | 300,000 |
| State of New Jersey | Rehab/Repl from Paterson-Hamburg Trp to Hinchman Ave | 00-20 | 464,874 | | | 464,874 |
| State of New Jersey | Study and Improvement to Hazel St | 00-44 | 230,000 | | | 230,000 |
| N.J. Department of Transportation | Road Resurfacing Program | 01-10 | 261,669 | | 261,669 | |
| N.J. Department of Transportation | Goette Brook Multi-Use | 01-03 | 400,000 | | | 400,000 |
| State of New Jersey | 3th Street & 5th Avenue Bridges | 01-19 | | 350,000 | 177,464 | 172,536 |
| N.J. Department of Transportation | Hurricane Floyd - Cedar Grove Road Wall | 01-32 | 644,680 | | | 644,680 |
| N.J. Department of Transportation | Hurricane Floyd - Belmont Avenue Bridge #120 | 01-33 | 1,071,833 | (350,000) | | 721,833 |
| N.J. Department of Transportation | Goette Brook Stabilization | 02-13 | 592,500 | | | 592,500 |
| N.J. Department of Transportation | Restoration of Lambert Castle | 02-27 | 1,000,000 | | | 1,000,000 |
| N.J. Department of Transportation | West Broadway Bridge PC#17 | 03-24 | 319,781 | | 309,918 | 9,783 |
| N.J. Department of Transportation | Goette/Watash Brook Park | 03-25 | 170,000 | | | 170,000 |
| N.J. Department of Transportation | Improvements to Paterson Hamburg Trp | 04-01 | 2,800,000 | | | 2,800,000 |
| State of New Jersey | Improvements to Paterson Hamburg Trp/Jackson Ave. | 04-03 | 614,317 | | | 614,317 |
| N.J. State Attorney General | Acquisition of HAVA Voting Machines | 05-05 | 3,784,122 | | | 3,784,122 |
| N.J. Department of Transportation | Cedar Road/Long Hill Road & Hazel St | 05-11 | 579,000 | | | 579,000 |
| State of New Jersey | Imp to Guide Rails and Reflective Marking Tape | 05-11 | 157,400 | | | 157,400 |
| State of New Jersey | West Broadway/Passaic River Bridge PC#17 | 05-11 | 4,900,000 | | | 4,900,000 |
| SEA Const. & Financing Grant | Vocational School Long Range Facilities Plan Projects | 05-12 | 7,205,993 | | 6,004,792 | 1,201,201 |
| | | | 11,526,663 | 16,976,520 | 7,276,592 | 21,236,791 |

COUNTY OF PASSAIC

Schedule of Receivables

General Capital Fund

Year Ended December 31, 2005

| Grantee | Project | Cont. No. | Balance Dec. 31, 2004 | Awarded in 2005 | Depleted | Balance Dec. 31, 2005 |
|---------------------------------|--|-----------|--------------------------|-----------------------|----------------------|--------------------------|
| Local Grants: | | | | | | |
| Passaic County Open Space Trust | Goffle/Wexel Brook Park | 03-25 | 610,000 | | 630,000 | |
| Passaic County Open Space Trust | Golett Brook Stabilization Project | 05-29 | 200,000 | | 200,000 | |
| Borough of Wanaque | Ringwood Avenue Improvements | 03-11 | | | | 494,000 |
| Watervale Village | Improvements to Paterson Hamburg Turn/Jackson Ave. | 04-03 | 494,000 | | | |
| Passaic County Open Space Trust | Various Drainage Projects | 04-20 | 200,000 | 200,000 | | |
| Passaic County Open Space Trust | Stabilization of Goffles Brook | 05-11 | 200,000 | | 200,000 | |
| County Aid | Stabilization of Goffles Brook | 05-11 | | 491,000 | 491,000 | |
| County Aid | Imp to Greenwood Lx Turn, River Dr/French Hill Rd and Paterson Hamburg & Jackson Ave Intersection | 05-11 | | 1,300,000 | 1,300,000 | |
| Passaic County Open Space Trust | Acquisition of Property - Ball Tract | 05-15 | | 325,000 | 325,000 | |
| | | | <u>1,524,000</u> | <u>4,316,000</u> | <u>5,346,000</u> | <u>494,000</u> |
| | | | \$ <u>14,560,663</u> | \$ <u>21,292,570</u> | \$ <u>12,622,392</u> | \$ <u>23,230,791</u> |

Deferred Charges - Unfunded \$ 50,000
 Improvement Authorizations 21,242,570
 \$ 21,292,570

Interfunds \$ 5,555,000
 Cash 7,067,392
 \$ 12,622,392

COUNTY OF PASSAIC

Schedule of Deferred Charges to Future
Taxation - Funded

General Capital Fund

Year Ended December 31, 2005

| | | |
|---|----------------|-----------------------|
| Balance - December 31, 2004 | | \$ 300,534,597 |
| Increased by: | | |
| Serial Bonds Issued | | <u>91,000,000</u> |
| | | 391,534,597 |
| Decreased by: | | |
| 2005 Budget Appropriations to Pay Bonds | \$ 20,987,000 | |
| 2005 Budget Appropriations to Pay Loans | <u>384,163</u> | |
| | | <u>21,371,163</u> |
| Balance - December 31, 2005 | | \$ <u>370,163,434</u> |

COUNTY OF PASSAIC

Schedule of Deferred Charges to Future Taxation - Unfunded

General Capital Fund

Year Ended December 31, 2005

| Ordinance Number | Improvement Description | Balance | | Funded | 2005 | | Analysis of Balance - Dec. 31, 2005 | | Unexpended Improvement Authorizations |
|------------------|--|---------------|---------|---------|---------------|-----------------------|-------------------------------------|--------------|---------------------------------------|
| | | Dec. 31, 2004 | \$ | | Authorization | Balance Dec. 31, 2005 | Financed by | Expenditures | |
| 87-25 | General Improvements | | | | | | | | |
| | Acquisition of a Right-of-Way; Phase II & III | | 354,000 | | | | | | |
| | Construction of New Street | | 126,000 | | | | | | 18,132 |
| 87-43/88-11 | Replacement of Old Turnpike Road Bridge | | 149,768 | | | | | | 48,160 |
| 91-30 | East Main Street Bridge | | 31,000 | | | | | | 81,000 |
| 91-34 | Maple Avenue Bridge | | 95,000 | | | | | | 31,461 |
| 95-04 | Road Intersection Program | | 1,500 | | | | | | |
| 95-07 | Reconstruction Lafayette Ave. - Supplemental | | 101,000 | | | | | | 19,218 |
| 96-06 | Road Improvements Passaic Avenue | | 6,000 | | | | | | |
| 96-15 | Hazel Street Seeping/Construction | | 37,000 | | | | | | |
| 96-21 | Peckness Brook PC #345 | | 8,240 | | | | | | |
| 96-22 | Reconstruction of Valley Road | | 222,000 | | | | | | 24,145 |
| 96-24 | Expansion PCCC | | 58,685 | | | | | | |
| 97-01 | Main St. & Arch St. Bridges - PC #15 & 16 | | 2,040 | | | | | | |
| 97-05 | Road Resurfacing Program - 1997 | | 95,000 | | | | | | |
| 97-09 | Squaw Brook Rd. Bridge - PC #127 | | 190,000 | | | | | | |
| 97-13 | Church St. Bridge - PC #125 | | 95,000 | | | | | | |
| 97-14 | Intersection Improvements - Various Municipalities | | 152,000 | 152,000 | | | | | |
| 97-18 | Restoration of Lambert Castle | | 7,000 | | | | | | |
| 97-20 | Police Academy Addition | | 666,000 | | | | | | |
| 97-26 | Rehabilitate Bridges - PC #28 & #29 | | 95,000 | | | | | | |
| 97-31 | Design & Rehab. Magee Rd. Bridge - PC #404 | | 285,000 | | | | | | |
| 98-23 | Wagaraw Road Bridge PC #103 | | 285,000 | | | | | | |
| 98-29 | Acquisition of Equipment County Jail | | 119,000 | | | | | | |
| 98-35 | Belmont & Barbours Street Intersection | | 285,000 | | | | | | |
| 99-03 | Construction of County System Y2K | | 35,000 | | | | | | |
| 99-06 | Improvements to Central Avenue Bridge | | 238,000 | | | | | | |
| 99-10 | Various Drainage Improvement Projects | | 476,000 | | | | | | |
| 99-15 | Intersection Imp. Towson & French Hill Roads | | 95,000 | | | | | | |
| 99-20 | Seeping of Two Bridges Road Bridge | | | 50,000 | | | | | 45,000 |

COUNTY OF PASSAIC

Schedule of Deferred Charges to Future Taxation - Unfunded

General Capital Fund

Year Ended December 31, 2005

| Ordinance Number | Improvement Description | Balance | | Funded | Balance | | Analysis of Balance - Dec. 31, 2005 | | Unexpended Improvement Authorizations |
|------------------|---|---------------|------|---------|---------------|----------|-------------------------------------|---------|---------------------------------------|
| | | Dec. 31, 2004 | 2005 | | Dec. 31, 2005 | Expenses | Financed by Bond Anticipation Notes | | |
| 99-32 | County GIS System | 476,000 | | 476,000 | | | | | |
| | public works | | | | | | | | |
| 00-08 | Supplemental - Road Improvements | 265 | | | | 265 | | 265 | |
| 00-12 | Renovations of 80 Hamilton St. - Welfare Board | 380,000 | | | | 380,000 | | 380,000 | |
| 00-14 | Supplemental - Redocking of McBride Bridge | 190,000 | | | | 190,000 | | 48,592 | 141,408 |
| 00-18 | Supplemental - Reconstruction Various Bridges | 285,000 | | | | 285,000 | | 285,000 | |
| 00-19 | Supplemental - Various Drainage Projects | 238,000 | | | | 238,000 | | 218,000 | |
| 00-20 | Construction of Jughandle from Paterson-Hamburg Turnpike to Huchman Ave | 238,000 | | | | 238,000 | | | 238,000 |
| 00-22 | Supplemental - Conversion of County Systems YZK | 857,000 | | 857,000 | | | | | |
| 00-25 | Renovation of Youth Center | 238,000 | | | | 238,000 | | 238,000 | |
| 00-26 | Acquisition of Property - (Bloomingdale B/L 3/13) | 309,000 | | | | 309,000 | | 260,000 | 49,000 |
| 00-27 | Supplemental - Renovation of Various Parks | 190,000 | | | | 190,000 | | 190,000 | |
| 00-55 | Supplemental - Reconstruction of Greenwood Lake Turnpike | 238,000 | | | | 238,000 | | 238,000 | |
| 00-36 | Supplemental - Reconstruction of Ringwood Ave | 242,000 | | | | 242,000 | | 242,000 | |
| 00-39 | Supplemental - Acquisition of Equipment for Preckness Hospital | 285,000 | | | | 285,000 | | | |
| 00-40 | Supplemental - Repairs/Rehab. To Kingsland Ave Bridge 2C #81. | 36,000 | | | | 36,000 | | | 36,000 |
| 00-41 | Supplemental - Valley Road and Pompton-Hamburg T-jct intersection improvements. | 238,000 | | | | 238,000 | | 184,759 | 133,241 |
| 00-42 | Supplemental - Improvements to Camp Hope | 95,000 | | | | 95,000 | | 95,000 | |
| 00-44 | Supplemental - Study and Improv. of Hazel St. | 66,000 | | | | 66,000 | | | 66,000 |
| 01-02 | Supplemental - Renovations to Courthouse Complex | 285,000 | | | | 285,000 | | 285,000 | |
| 01-06 | Supplemental - Acquisition of Equip. for Vo-Tech | 426,000 | | | | 426,000 | | | 426,000 |
| 01-08 | Grille Brook Multi-use Path | 285,000 | | | | 285,000 | | | 285,000 |
| 01-09 | Reconstruction of Straight Sufferer St. | 380,000 | | | | 380,000 | | 380,000 | |
| 01-17 | Supplemental - 1992 Guide Rail Program | 95,000 | | | | 95,000 | | 5,000 | 90,000 |

COUNTY OF PASSAIC

Schedule of Deferred Charges to Future Taxation - Unfunded

General Capital Fund

Year Ended December 31, 2005

| Ordinance Number | Improvement/Description | Balance | | 2005 | | Balance Dec. 31, 2005 | Financed by | Unexpended Improvement Authorization |
|------------------|--|---------------|---------------|------------|-----------|-----------------------|------------------------|--------------------------------------|
| | | Dec. 31, 2004 | Dec. 31, 2005 | Authorized | Funded | | | |
| 01-13 | Supplemental - Various Drainage Projects | 714,000 | 142,000 | | | 142,000 | Bond Anticipation Note | |
| 01-14 | Drainage Creeks and Wash Avenues | 714,000 | 714,000 | | | 714,000 | | 142,000 |
| 01-16 | Supplemental - Acquisition of voting machines | 1,904,000 | | | 1,504,000 | | | |
| 01-18 | Supplemental - Renovations to Courthouse Complex | 190,000 | 190,000 | | | 190,000 | | |
| 01-22 | Supplemental - Acquisition of equipment for jail | 4,100 | 4,100 | | | 4,100 | | |
| 01-23 | Supplemental - Acquisition of Equipment for Pretness Hospital | 472,000 | 472,000 | | | 472,000 | | |
| 01-26 | Renovations - County Jail | 476,000 | 476,000 | | | 476,000 | | |
| 01-27 | Supplemental - Rerov. of 86 Hamilton St. - Welfare Board | 380,000 | 380,000 | | | 380,000 | | |
| 01-28 | Supplemental - Improvements to Camp Hope | 95,000 | 95,000 | | | 95,000 | | |
| 01-29 | Supplemental - Reconstitution of Greenwood Lake Turnpike | 81,000 | 81,000 | | | 81,000 | | 81,000 |
| 01-30 | Supplemental - Renovations to Pretness Hospital | 428,000 | 428,000 | | | 428,000 | | |
| 01-31 | Supplemental - Totowa and French Hill Road Improv. | | | | | | | |
| 01-32 | Supplemental - Various Road and Bridge Repairs Hurricane Floyd | 124,910 | 124,910 | | | 124,910 | | 124,910 |
| 01-33 | Supplemental - Various Road and Bridge Repairs Hurricane Floyd | 166,000 | 166,000 | | | 166,000 | | |
| 01-35 | Supplemental - Renovation of Youth Center | 238,000 | 238,000 | | | 238,000 | | |
| 01-36 | Supplemental - Various Road and Bridge Repairs Hurricane Floyd | 238,000 | 238,000 | | | 238,000 | | 166,000 |
| 02-01 | Purchase of Building | 3,809,000 | 20,000,000 | | 3,809,000 | | | |
| 02-02 | Long Range Facility Plan for Vocational School | 20,000,000 | 20,000,000 | | | 20,000,000 | | |
| 02-04 | Supplemental - Renovation of Vocational School | 628,000 | 628,000 | | | 628,000 | | 628,000 |
| 02-05 | Supplemental - Acquisition of Voc School Equipment | 352,000 | 352,000 | | | 352,000 | | 352,000 |
| 02-06 | Supplemental - Acquisition of Centum College Equipment | 2,505,000 | 2,505,000 | | | 2,505,000 | | 2,505,000 |
| 02-09 | Supplemental - Renovations to Court House Complex | 857,000 | 857,000 | | | 857,000 | | 857,000 |
| 02-11 | Supplemental - Rehab/Upgrade of DPW Equipment | 475,000 | 475,000 | | | 475,000 | | 475,000 |

COUNTY OF PASSAIC

Schedule of Deferred Charges to Future Taxation - Unfunded

General Capital Fund

Year Ended December 31, 2005

| Ordinance Number | Improvement/Description | Balance | | 2005 Authorizations | Funded | Balance Dec. 31, 2005 | Analysis of Balance - Dec. 31, 2005 | | | |
|------------------|--|---------------|------|---------------------|-----------|-----------------------|-------------------------------------|--------------|--------------------------------------|-----------|
| | | Dec. 31, 2004 | 2005 | | | | Financed by | Expenditures | Unexpended Improvement Authorization | |
| 02-12 | Supplemental - Imp of Totow/ French Hill Road Intersection | 285,000 | | | | 285,000 | | | | 285,000 |
| 02-14 | Supplemental - Various Drainage Improvements | 142,500 | | | | 142,500 | | | 142,500 | |
| 02-15 | Waterproofing of Administration Building | 285,000 | | | | 285,000 | 285,000 | | | |
| 02-16 | Supplemental - Renovations of 80 Hamilton Street | 476,000 | | | | 476,000 | 476,000 | | | |
| 02-17 | Supplemental - Renovation of Greenwood Lake Turnpike | 1,932,000 | | | | 1,932,000 | | | | 1,932,000 |
| 02-19 | Acquisition of Buildings/Gravel Equipment | 190,000 | | | | 190,000 | 190,000 | | | |
| 02-20 | Duct Repairs to Courthouse & Administration Building | 380,000 | | | | 380,000 | 380,000 | | | |
| 02-21 | Supplemental - 1992 Guide Rail Program | 142,000 | | | | 142,000 | 142,000 | | 142,000 | |
| 02-22 | Supplemental - Imp to Camp Hope | 142,000 | | | | 142,000 | 142,000 | | | |
| 02-24 | Supplemental - Imp to Youth Center | 190,000 | | | | 190,000 | 190,000 | | | |
| 02-29 | Supplemental - Imp of Valley Road & Paterson-Hamburg Turnpike Intersection | 952,000 | | | | 952,000 | | | | 952,000 |
| 02-31 | Supplemental - Renovation of Apsahwa Dam | 285,000 | | | | 285,000 | 285,000 | | | 285,000 |
| 02-32 | Supplemental - Repair of Beltscourt Ave Bridge | 285,000 | | | | 285,000 | 285,000 | | | |
| 02-33 | Supplemental - Repair of Various Bridges | 476,000 | | | | 476,000 | 476,000 | | | |
| 02-34 | Imp to Hamburg Turnpike & Jackson Avenue | 285,000 | | | | 285,000 | 285,000 | | | |
| 02-35 | Replacement of Jail Roof | 285,000 | | | | 285,000 | 285,000 | | | 285,000 |
| 02-36 | Supplemental - Reconstruction of Kingswood Avenue | 2,095,000 | | | 2,095,000 | | | | | |
| 02-37 | Supplemental - Imp to Intersection of Alps Road & Raritan Road | 190,000 | | | | 190,000 | 190,000 | | | |
| 02-38 | Supplemental - Acquisition of Paramount Mails on Wheel Vehicles | 285,000 | | | | 285,000 | 285,000 | | | |
| 02-39 | Supplemental - Equipment for Prokess Hospital | 285,000 | | | | 285,000 | 285,000 | | 285,000 | |
| 02-40 | Supplemental - Renovations to Public Buildings | 190,000 | | | | 190,000 | 190,000 | | 189,847 | 153 |

COUNTY OF PASSAIC

Schedule of Deferred Charges to Future Taxation - Unfunded

General Capital Fund

Year Ended December 31, 2005

| Ordinance Number | Improvement Description | 2004 | | 2005 | | Unexpended Improvement Authorization |
|------------------|---|-----------------------|------------|-----------------------|----------|--------------------------------------|
| | | Balance Dec. 31, 2004 | Authorized | Balance Dec. 31, 2005 | Expended | |
| 02-41 | Refunding Ordinance - Payment of Pension Obligations | 240,000 | | 240,000 | | |
| 03-01 | Refunding Bond Ordinance | 6,980,000 | | 6,980,000 | | 239,172 |
| 03-02 | Refunding Bond Ordinance | 4,245,000 | | 4,245,000 | | 400,000 |
| 03-03 | Supplemental - Golf Course Improvements | 285,000 | | 285,000 | | 173,685 |
| 03-04 | Various Capital Improvements | 1,048,000 | 1,048,000 | | | |
| 03-05 | Self Insurance Funding | 20,000,000 | 6,430,000 | 13,570,000 | | 11,946,721 |
| 03-06 | Supplemental - Road Improvements | 2,666,666 | 2,666,666 | 2,666,666 | | 266 |
| 03-07 | Acquisition of Paratransit Vehicles | 714,000 | | 714,000 | | |
| 03-08 | Traffic Signal Reimbursements | 857,000 | | 857,000 | | 799,557 |
| 03-09 | Supplemental - Improvements to Camp Hope | 142,850 | | 142,850 | | 16,324 |
| 03-13 | Supplemental - Various Capital Improvements | 190,400 | | 190,400 | | |
| 03-14 | Expansion of Prokress Health Care Facility | 2,857,000 | | 2,857,000 | | |
| 03-15 | Wagonaw Road/ Lincoln Avenue Improvements | 380,000 | | 380,000 | | 89,071 |
| 03-16 | Supplemental - Repair of Belmont Ave Bridge | 190,000 | | 190,000 | | 190,000 |
| 03-17 | Supplemental - Reconstruction of Various Bridges | 476,000 | | 476,000 | | 384,889 |
| 03-18 | Supplemental - Removal of Storage Tanks | 142,500 | | 142,500 | | |
| 03-19 | Supplemental - 1992 Guide Rail Program | 190,000 | | 190,000 | | |
| 03-20 | Supplemental - Various Drainage Improvements | 238,000 | | 238,000 | | |
| 03-21 | Acquisition of Youth Detention Security Cameras | 619,000 | | 619,000 | | |
| 03-22 | Supplemental - Renovations to Court House Complex | 142,500 | | 142,500 | | |
| 03-23 | Supplemental - Renovations to Public Buildings | 190,000 | | 190,000 | | |
| 03-24 | Supplemental - Renovations to W. Broadway Bridge FC# | 47,500 | | 47,500 | | 47,500 |
| 03-26 | Supplemental - Rehab to Administration Building Plaza | 190,000 | | 190,000 | | |
| 03-27 | Supplemental - Acquisition of Hospital Equipment | 475,000 | | 475,000 | | |
| 03-30 | Union Valley Road/Green Brook Bridge Design FC#434 | 190,000 | | 190,000 | | 248,508 |
| | | | | | | 190,000 |

Analyses of Balance - Dec. 31, 2005

| Financed by | Balance | Expended | Unexpended |
|--------------|-----------|----------|------------|
| Bond | | | |
| Anticipation | | | |
| Notes | | | |
| | 285,000 | | |
| | 714,000 | | |
| | 190,400 | | |
| | 2,857,000 | | |
| | 380,000 | | |
| | 190,000 | | |
| | 476,000 | | |
| | 142,500 | | |
| | 190,000 | | |
| | 238,000 | | |
| | 619,000 | | |
| | 142,500 | | |
| | 190,000 | | |
| | 47,500 | | |
| | 190,000 | | |
| | 475,000 | | |
| | 190,000 | | |

COUNTY OF PASSAIC

Schedule of Deferred Charges to Future Taxation - Unamortized

General Capital Fund

Year Ended December 31, 2005

| Ordinance Number | Improvement Description | Balance | | Expenditures | Balance Dec. 31, 2005 | Financed by | | Unexpended Improvement Authorization |
|------------------|--|---------------|---------------------|--------------|-----------------------|--------------------|--------------|--------------------------------------|
| | | Dec. 31, 2004 | 2005 Authorizations | | | Anticipation Notes | Expenditures | |
| 03-31 | President St/Wessel Brook Bridge Design PC#53 | 142,500 | | | 142,500 | 142,500 | | |
| 03-32 | Supplemental - Public Works Equipment | 665,000 | | | 665,000 | 665,000 | | 3,286,050 |
| 04-01 | Improvements to Paterson Hamburg | 3,286,050 | | | 3,286,050 | | | 950,000 |
| 04-02 | Imp to Greenwood Lake Turnpike/West Milford | 950,000 | | | 950,000 | | | 372,098 |
| 04-03 | Imp to Paterson Hamburg Turnpike/Jackson Ave. | 372,098 | | | 372,098 | | | 380,000 |
| 04-04 | Imp to Crooks Ave./Wabash Ave. Drainage | 380,000 | | | 380,000 | | | 190,000 |
| 04-05 | Acquisition of Property for a Salt Dome | 190,000 | | | 190,000 | | | 950,000 |
| 04-06 | Improvements to Courthouse HVAC System | 950,000 | | | 950,000 | | | 570,000 |
| 04-07 | General Renovations to County Buildings | 570,000 | | | 570,000 | | | 190,000 |
| 04-08 | Acquisition of Building and Grounds Equipment | 190,000 | | | 190,000 | | | 1,772,881 |
| 04-09 | Acq of Equipment for Passaic County Comm. College | 1,772,881 | | | 1,772,881 | | | 950,000 |
| 04-10 | Acq of Equipment for Passaic County Vocational Tech. | 950,000 | | | 950,000 | | | 1,995,000 |
| 04-11 | Imp to Passaic County Jail & Acq of Various Equip | 1,995,000 | | | 1,995,000 | | | 570,000 |
| 04-12 | Imp & Renovations to 435 Hamburg Turnpike | 570,000 | | | 570,000 | | | 285,000 |
| 04-13 | Acquisition of Computer Equipment | 285,000 | | | 285,000 | | | 475,000 |
| 04-14 | Acquisition of Various Equipment | 475,000 | | | 475,000 | | | 2,850,000 |
| 04-15 | 2004 Road Resurfacing Program | 2,850,000 | | | 2,850,000 | | | 950,000 |
| 04-16 | Equip. for the Public Works & Buildings & Grounds | 950,000 | | | 950,000 | | | 5,470,000 |
| 04-17 | Refueling Bond Ordinance | 5,470,000 | | | 5,470,000 | | | 950,000 |
| 04-19 | Various Bridge Repair & Replacement Project | 950,000 | | | 950,000 | | | 332,500 |
| 04-20 | Various Drainage Projects | 332,500 | | | 332,500 | | | 617,500 |
| 04-21 | Various Road Improvement Projects | 617,500 | | | 617,500 | | | 142,500 |
| 04-22 | Traffic Safety Programs | 142,500 | | | 142,500 | | | 332,500 |
| 04-23 | Intersection Improvements | 332,500 | | | 332,500 | | | 1,900,000 |
| 04-24 | Miscellaneous Buildings & Grounds Improvements | 1,900,000 | | | 1,900,000 | | | 3,325,000 |
| 04-25 | Development of a Secured, Private Fiber Network | 3,325,000 | | | 3,325,000 | | | 1,140,000 |
| 04-27 | Repair & Upgrade of Passaic County Admin. Building | 1,140,000 | | | 1,140,000 | | | 166,250 |
| 04-28 | GIS Parcel Mapping to & by the County | 166,250 | | | 166,250 | | | 5,700,000 |
| 04-29 | Acquisition of & Renovation to County Building | 5,700,000 | | | 5,700,000 | | | |

Analysis of Balance - Dec. 31, 2005

| Financed by | Balance | Unexpended Improvement Authorization |
|--------------------|-----------|--------------------------------------|
| Stead | | |
| Anticipation Notes | 142,500 | |
| Notes | 665,000 | |
| | 3,286,050 | 3,286,050 |
| | 950,000 | 950,000 |
| | 372,098 | 372,098 |
| | 380,000 | |
| | 190,000 | 190,000 |
| | 950,000 | |
| | 570,000 | |
| | 190,000 | |
| | 1,772,881 | 881 |
| | 950,000 | |
| | 1,995,000 | 1,396,579 |
| | 570,000 | 570,000 |
| | 285,000 | |
| | 475,000 | |
| | 2,850,000 | |
| | 950,000 | |
| | 5,470,000 | 5,470,000 |
| | 950,000 | 950,000 |
| | 332,500 | 332,500 |
| | 617,500 | |
| | 142,500 | 142,500 |
| | 332,500 | 332,500 |
| | 1,900,000 | 996,137 |
| | 3,325,000 | 1,325,000 |
| | 1,140,000 | 1,140,000 |
| | 166,250 | |
| | 5,700,000 | 124,977 |

COUNTY OF PASSAIC

Schedule of Deferred Charges to Future Taxation - Unfunded

General Capital Fund

Year Ended December 31, 2005

| Ordinance Number | Improvement Description | Balance | | 2005 Authorizations | Funded | Balance Dec. 31, 2005 | Analysis of Balance - Dec. 31, 2005 | | |
|------------------|--|----------------|------------|---------------------|--------|-----------------------|-------------------------------------|--------------------------------------|------------|
| | | Dec. 31, 2004 | 2005 | | | | Bond Anticipation Notes | Unexpended Improvement Authorization | |
| 05-02 | County Road Resurfacing | | 3,800,000 | 3,800,000 | | 3,800,000 | 3,800,000 | | |
| 05-04 | Acquisition of Land- Ailfert Tract | | 3,325,000 | 3,325,000 | | 3,325,000 | 1,075,000 | 2,250,000 | |
| 05-05 | Acquisition of HAVA Voting Machines | | 1,068,208 | 1,068,208 | | 1,068,208 | | 1,068,208 | |
| 05-06 | Improvements to the PC Tech Institute | | 979,308 | 979,308 | | 979,308 | | 308 | |
| 05-07 | Parks & Recreation General Improvements | | 2,757,400 | 2,757,400 | | 2,757,400 | 979,000 | 2,757,400 | |
| 05-08 | Improvements to the Passaic County Jail | | 1,900,000 | 1,900,000 | | 1,900,000 | 1,900,000 | | |
| 05-09 | Acquisition of Equipment- Prentiss Healthcare Center | | 950,000 | 950,000 | | 950,000 | 950,000 | | |
| 05-10 | DPW Various Repairs & Improvements | | 2,707,500 | 2,707,500 | | 2,707,500 | 2,707,500 | | |
| 05-11 | Various Repairs & Improvements | | 2,571,000 | 2,571,000 | | 2,571,000 | 2,571,000 | | |
| 05-12 | 2000 General & College Rebinding Bonds | | 15,000,000 | 15,000,000 | | 15,000,000 | | 15,000,000 | |
| 05-14 | Improvements to the Community College | | 18,000,000 | 18,000,000 | | 18,000,000 | | 18,000,000 | |
| 05-15 | Acquisition of Property- Ball Field | | 6,275,000 | 6,275,000 | | 6,275,000 | 6,275,000 | | |
| 05-16 | Improvements to the Community College | | 3,800,000 | 3,800,000 | | 3,800,000 | 3,800,000 | | |
| | | \$ 135,774,803 | 63,133,416 | 20,050,000 | | 178,858,219 | 79,644,000 | 14,055,377 | 85,158,846 |
| | Improvement Authorizations \$ | | 63,133,416 | | | | | | |
| | Grant Receivable | | | 50,000 | | | | | |
| | Funded by Serial Bonds | | | 20,000,000 | | | | | |
| | | \$ 63,133,416 | | 20,050,000 | | | | | |

COUNTY OF PASSAIC

Schedule of Deferred Charges to Future Taxation - Unfunded

| | | |
|---|----|-------------------|
| Improvement Authorizations Unfunded | | \$ 109,713,120 |
| Less: Unexpended Proceeds of Bond Anticipation Notes Issued | | |
| Ordinance No. | | |
| 98-23 | \$ | 3,599 |
| 00-26 | | 11,680 |
| 01-14 | | 52,933 |
| 01-22 | | 76 |
| 01-26 | | 30,763 |
| 01-35 | | 144,380 |
| 02-04 | | 191,152 |
| 02-16 | | 16,980 |
| 02-19 | | 10,061 |
| 02-24 | | 108,804 |
| 02-34 | | 77,769 |
| 02-37 | | 151,000 |
| 02-38 | | 1,789 |
| 03-03 | | 578 |
| 03-07 | | 17,163 |
| 03-13 | | 10,898 |
| 03-14 | | 77,586 |
| 03-18 | | 48,505 |
| 03-22 | | 9,930 |
| 03-26 | | 26,046 |
| 03-30 | | 15,703 |
| 03-31 | | 25,954 |
| 03-32 | | 121,724 |
| 04-04 | | 380,000 |
| 04-06 | | 5,519 |
| 04-07 | | 64,684 |
| 04-08 | | 190,000 |
| 04-09 | | 49,119 |
| 04-10 | | 373,755 |
| 04-13 | | 91,223 |
| 04-14 | | 62,883 |
| 04-15 | | 132,169 |
| 04-16 | | 48,968 |
| 04-21 | | 133,718 |
| 04-25 | | 1,358,087 |
| 04-29 | | 777,231 |
| 05-02 | | 546,520 |
| 05-06 | | 978,825 |
| 05-08 | | 1,900,000 |
| 05-09 | | 950,000 |
| 05-10 | | 2,707,500 |
| 05-11 | | 2,571,000 |
| 05-15 | | 6,275,000 |
| 05-16 | | <u>3,800,000</u> |
| | | <u>24,554,274</u> |
| | \$ | <u>85,158,846</u> |

COUNTY OF PASSAIC

Schedule of Improvement Authorizations

General Capital Fund

Year Ended December 31, 2005

| Ordinance Number | Improvement Description | Ordinance Amount | Balance Dec. 31, 2004 | | 2005 Authorizations | Paid or Charged | Cancelled | Balance Dec. 31, 2005 | |
|------------------------------|---|------------------|-----------------------|----------|---------------------|-----------------|-----------|-----------------------|----------|
| | | | Funded | Unfunded | | | | Funded | Unfunded |
| <u>General Improvements:</u> | | | | | | | | | |
| 87-25 | Acquisition of Right of Way Phase 1&2H | \$ 2,000,000 | \$ | 302,231 | | 302,231 | | | |
| 87-43 | Replacement of Old Turnpike Road Bridge | 500,000 | | 38,132 | | | | 34,936 | 38,132 |
| 91-06 | Replac. of Roofs at Prentiss Hospital | 200,000 | | | | | | | |
| 91-30 | Reconstruction East Main Bridge | 800,000 | | 139,621 | | 91,461 | | | 48,160 |
| 91-34 | Rehabilitation Maple Avenue Bridge | 1,000,000 | | 81,000 | | 60,000 | | 2,491 | 81,000 |
| 94-15 | Improvement PCCC Ch. 12 | 1,250,000 | | 12,224 | | | | 12,224 | |
| 94-33 | Intersection-Marshal | 400,000 | | 7,815 | | | 7,815 | | |
| 95-04 | Intersection Program Clifton | 1,350,000 | | 31,461 | | | | | 31,461 |
| 95-29 | Straight Street Bridge PC #14 | 200,000 | | 72,563 | | | 72,563 | | |
| 95-37 | Elevators Prentiss Hospital | 200,000 | | 39,565 | | | | 39,565 | |
| 96-06 | Road Improvements Passaic Ave. | 700,000 | | 52,165 | | 133,947 | | | 19,218 |
| 96-08 | Design & Rehab. Ringwood Avenue Bridge | 700,000 | | 18,045 | | | 18,045 | | |
| 96-10 | Construction of Ratzel Road (Sec D) | 4,000,000 | | 136,182 | | | 136,182 | | |
| 96-24 | Expansion PCCC | 14,100,000 | | 24,145 | | | | | 24,145 |
| 96-27 | Reconstruction Lafayette | 800,000 | | 110,814 | | 7,770 | | 103,044 | |
| 96-29 | Acquisition of Equipment-General | 300,000 | | 20,657 | | 20,657 | | | |
| 97-09 | Replacement Squaw Brook Road | 1,100,000 | | 295,627 | | | 295,627 | | 95,000 |
| 97-13 | Church Street Bridge PC #125 | 550,000 | | 97,418 | | | | | 97,418 |
| 97-14 | Intersection Improvements Var. Municipalities | 1,750,000 | | 95,000 | | | 421,266 | | 95,000 |
| 97-16 | Election Registration System | 130,000 | | 1,682 | | | | 1,682 | |
| 97-26 | P&H Turnpike (28, 29) | 1,700,000 | | 596,543 | | 2,434 | | | 594,109 |
| 97-31 | Design & Rehab. Magee Road Bridge PC#494 | 100,000 | | 92,204 | | 5,000 | | | 87,204 |
| 98-01 | Main Street & Arch Street Bridges | 1,300,000 | | 30,748 | | | 30,748 | | |
| 98-03 | Replac. of Elevators at Various City Facilities | 500,000 | | 160 | | | | | 160 |

COUNTY OF PASSAIC

Schedule of Improvement Authorizations

General Capital Fund

Year Ended December 31, 2005

| Ordinance Number | Improvement Description | Ordinance Amount | Balance Dec. 31, 2004 | | 2005 Authorizations | Paid or Contracted | Cancelled | Balance Dec. 31, 2005 | |
|------------------|---|------------------|-----------------------|----------|---------------------|--------------------|-----------|-----------------------|----------|
| | | | Funded | Unfunded | | | | Funded | Unfunded |
| 98-10 | Hilison Street/Receway Bridge | 1,900,000 | 471,341 | | | | 471,341 | | |
| 98-16 | Road Improvement Francisco Avenue | 150,000 | 21,948 | | | | 21,948 | | |
| 98-19 | Reconstruction West Brook Bridge PC #491 | 350,000 | 4,457 | | | 1,782 | | 2,675 | 228,599 |
| 98-23 | Wagaraw Road Bridge PC #103 | 1,300,000 | | 228,599 | | | | | |
| 98-33 | Mt. Prospect Avenue Road Improvement | 250,000 | 131,018 | | | | 131,018 | | |
| 98-35 | Edmont & Barber Street Intersection | 125,000 | | 111,942 | | | | | 111,942 |
| 98-36 | Kingsland Avenue Bridge PC #81 | 400,000 | 317,814 | | | | | 317,814 | |
| 98-38 | Reconstruction of Apsheva Dam | 900,000 | 461,950 | | | 586 | | 461,364 | |
| 98-40 | Renovation Spruce Street Bridge PC #13 | 150,000 | 121,865 | | | 20,000 | | 101,865 | |
| 98-41 | West Broadway Drainage | 100,000 | 10,905 | | | | 10,905 | | |
| 99-06 | Central Avenue Bridge | 350,000 | 184,087 | 33,000 | | | 184,087 | | 33,000 |
| 99-09 | Design & Const. of Hillary St. Bridge | 350,000 | 31,247 | | | 31,247 | | | |
| 99-11 | Intersection Imp. Valley Road/Hambrug Tpke | 280,000 | 52,946 | | | 32,946 | | | |
| 99-13 | Hamilton Club Renovation | 975,000 | 835,258 | | | | | 835,258 | |
| 99-20 | Scoping of Two Bridges Road Bridge | 700,000 | | 84,877 | | | | | |
| 99-32 | County GIS System | 150,000 | 99,652 | | | 98,437 | | 1,215 | 45,000 |
| 00-05 | Repeating 99-12: Various Improvements by the Passaic County College | 10,000,000 | 584,815 | | | 194,310 | | 390,505 | |
| 00-06 | Supplemental - Renovations to Market St. Bridge | 580,000 | 276,665 | | | | 276,665 | | |
| 00-07 | Installation of Drainage/Road Resurfacing of Long Hill Road | 550,000 | 96,065 | | | | | | |
| 00-11 | Supplemental - Acquisition of office equipment | 300,000 | 31,543 | | | 31,543 | | | |
| 00-14 | Supplemental - Redocking of McBride Bridge | 200,000 | | 141,403 | | | | | 141,403 |
| 00-18 | Supplemental - Reconstruction Various Bridges | 300,000 | 15,000 | 285,000 | | 300,000 | | | |
| 00-19 | Supplemental - Various Drainage Projects | 250,000 | | 224,071 | | 224,071 | | | |

COUNTY OF PASSAIC

Schedule of Improvement Authorizations

General Capital Fund

Year Ended December 31, 2005

| Ordinance Number | Improvement Description | Ordinance Amount | Balance Dec. 31, 2004 | | 2005 Authorizations | Paid or Charged | Categorized | Balance Dec. 31, 2005 | |
|------------------|--|------------------|-----------------------|----------|---------------------|-----------------|-------------|-----------------------|----------|
| | | | Funded | Unfunded | | | | Funded | Unfunded |
| 00-20 | Construction of Jughaudic from Paterson-Hamburg Turnpike to Hirschman Ave | 750,000 | 447,901 | 238,069 | | | | 447,901 | 238,069 |
| 00-22 | Supplemental - Conversion of County Systems Y2K | 3,000,000 | 9,499 | | 9,499 | | | | |
| 00-26 | Acquisition of Property - (Blowingdale B/L 3/13) | 325,000 | | 60,680 | | | | | 60,680 |
| 00-32 | Supplemental - Restoration of Lambert Castle | 250,000 | 11,956 | | 11,956 | | | | |
| 00-37 | Repair of Structurally Deficient Bridges | 8,310,000 | 5,869,336 | | 2,607,600 | | | 3,261,736 | |
| 00-40 | Supplemental - Repairs/Rehab. to Kingsland Ave Bridge PC #81. | 700,000 | 664,000 | 36,000 | | | | 664,000 | 36,000 |
| 00-41 | Supplemental - Valley Road and Pennington-Hamburg Tpk intersection improvements. | 250,000 | 12,000 | 238,000 | | 116,739 | | | 133,261 |
| 00-43 | Supplemental - Rehab. of Paterson-Hamburg Tpk Bridge PC# 42, 43, and 44. | 250,000 | 14,808 | | | (1) | 14,808 | | |
| 00-44 | Supplemental - Study and Improv. of Hazel St. | 300,000 | 51,548 | 66,000 | | 6,067 | | 47,481 | 66,000 |
| 01-04 | Supplemental - Hurricane Floyd Program | 1,000,000 | 72,852 | | | | | 72,852 | |
| 01-06 | Supplemental - Acquisition of Equip. for Vo-Tech | 1,568,000 | 629,244 | 426,000 | | (365,204) | | 994,448 | 426,000 |
| 01-07 | Supplemental - Renovation of Vocacion School | 1,066,000 | 640,084 | | | 540,084 | | | |
| 01-08 | Goffle Brook Multi-use Path | 700,000 | 308,008 | 255,000 | | 177 | | 307,831 | 255,000 |
| 01-09 | Reconstruction of Straight Safflower St. | 400,000 | | 344 | | 344 | | | |
| 01-11 | Supplemental - 1992 Guide Rail Program | 100,000 | | 92,685 | | 92,685 | | | |
| 01-13 | Supplemental - Various Drainage Projects | 150,000 | 8,000 | 142,000 | | 150,000 | | | |
| 01-14 | Drainage Creeks and Wabash Avenues | 2,600,000 | | 52,933 | | | | | 52,933 |
| 01-15 | Supplemental - Diamond Bridge Ave - Bridge #104 improvements | 650,000 | 121,516 | | | 5,962 | | 121,516 | |
| 01-16 | Supplemental - Acquisition of voting machines | 2,000,000 | | 877,507 | | | | 873,545 | |
| 01-17 | Supplemental - Acquisition of Para-Transit Vehicles | 200,000 | 128 | | | 128 | | | |
| 01-19 | Supplemental - Rehab. 8th Street/5th Ave. Bridge | 300,000 | 51,413 | | | 4,794 | | 46,619 | |

COUNTY OF PASSAIC

Schedule of Improvement Authorizations

General Capital Fund

Year Ended December 31, 2005

| Ordinance Number | Ordinance Description | Ordinance Amount | Balance Dec. 31, 2004 | | 2005 Authorizations | Paid or Charged | Cancelled | Balance Dec. 31, 2005 | |
|------------------|--|------------------|-----------------------|-----------|---------------------|-----------------|-----------|-----------------------|----------|
| | | | Funded | Unfunded | | | | Funded | Unfunded |
| 01-22 | Supplemental - Acquisition of equipment for jail | 300,000 | | 76 | | | | | 76 |
| 01-26 | Renovations - County Jail | 500,000 | | 166,776 | | 136,013 | | | 30,763 |
| 01-28 | Supplemental - Improvements to Camp Hope | 100,000 | 475 | 95,000 | | 95,475 | | | |
| 01-29 | Supplemental - Reconstruction of Greenwood Lake Turnpike | 1,300,000 | 719,717 | 81,000 | | 29,387 | | 690,330 | 81,000 |
| 01-30 | Supplemental - Renovations to Prockness Hospital | 1,100,000 | 623,450 | | | 20,427 | | 603,023 | |
| 01-31 | Supplemental - Totowa and French Hill Road Improv. | 3,000,000 | 2,354,494 | 428,000 | | 349,033 | | 2,205,461 | 428,000 |
| 01-32 | Supplemental - Various Road and Bridge Repairs Hurricane Floyd | 600,000 | 475,090 | 124,910 | | 600,000 | | | |
| 01-33 | Supplemental - Various Road and Bridge Repairs Hurricane Floyd | 1,600,000 | 778,663 | 166,000 | | 944,663 | | | |
| 01-35 | Supplemental - Renovation of Youth Center | 250,000 | | 200,620 | | 50,240 | | | 144,380 |
| 01-36 | Supplemental - Various Road and Bridge Repairs Hurricane Floyd | 250,000 | 12,000 | 238,000 | | (164,313) | | 176,313 | 238,000 |
| 01-37 | Supplemental - Structure Deficient Bridges | 1,662,000 | 1,662,000 | | | | | 1,662,000 | |
| 02-01 | Purchase of Building | 4,000,000 | | 13,003 | | 12,830 | | 173 | |
| 02-02 | Long Range Facility Plan for Vocational School | 26,000,000 | | 1,027,693 | | 1,027,693 | | | |
| 02-04 | Supplemental - Renovation of Vocational School | 628,000 | | 226,568 | | 35,416 | | | 191,152 |
| 02-07 | Supplemental - Imp to Community College | 1,066,000 | 1,066,000 | | | 835,632 | | 230,368 | |
| 02-10 | Supplemental - Removal of Storage Tanks | 150,000 | 149,230 | | | 76,470 | | 72,760 | |
| 02-11 | Supplemental - Rehab/Upgrade of DPW Equipment | 500,000 | | 9,491 | | 9,491 | | | |
| 02-12 | Supplemental - Imp of Totowa/French Hill Road Intersection | 300,000 | 15,000 | 285,000 | | | | 15,000 | 285,000 |
| 02-13 | Goffe Brook Stabilization Project | 392,500 | 366,730 | | | 4,815 | | 301,915 | |
| 02-14 | Supplemental - Various Drainage Improvements | 150,000 | 7,500 | 142,500 | | 150,000 | | | |
| 02-16 | Supplemental - Renovations of 80 Hamilton Street | 500,000 | | 28,167 | | 11,187 | | | 16,980 |

COUNTY OF PASSAIC

Schedule of Improvement Authorizations

General Capital Fund

Year Ended December 31, 2005

| Ordinance Number | Improvement Description | Ordinance Amount | Balance Dec. 31, 2004 | | 2005 Authorizations | Paid or Charged | Cancelled | Balance Dec. 31, 2005 | |
|---------------------|--|---------------------|--------------------------|-----------|------------------------|--------------------|-----------|--------------------------|-----------|
| | | | Funded | Unfunded | | | | Funded | Unfunded |
| 02-17 | Supplemental - Reconst of Greenwood Lake Turnpike | 5,000,000 | 3,068,000 | 1,932,000 | | | | 3,068,000 | 1,932,000 |
| 02-19 | Acquisition of Buildings/Grounds Equipment | 200,000 | | 24,624 | | 14,563 | | | 10,061 |
| 02-20 | Duct Repairs to Courthouse & Administration Building | 400,000 | | 7 | | 7 | | | |
| 02-21 | Supplemental - 1992 Guide Rail Program | 150,000 | 8,000 | 142,000 | | 150,000 | | | |
| 02-22 | Supplemental - Improvements to Camp Hope | 150,000 | | 26,915 | | 26,915 | | | |
| 02-23 | Supplemental - Acquisition of Parks Equipment | 200,000 | 63,521 | | | 61,882 | | 1,639 | |
| 02-24 | Supplemental - Imp to Youth Center | 200,000 | | 67,950 | | (40,854) | | | 108,804 |
| 02-26 | Supplemental - Improvements to Allwood/Bloomfield Circle | 800,000 | 5,612 | | | 5,612 | | | |
| 02-27 | Supplemental - Restoration of Lambert Castle | 1,000,000 | 934,831 | | | 51,531 | | 383,300 | |
| 02-30 | Supplemental - Imp of Valley Road & Paterson- Hamburg Turnpike Intersection | 1,000,000 | 48,000 | 952,000 | | | | 48,000 | 952,000 |
| 02-31 | Supplemental - Renovation of Apshawa Dam | 300,000 | 15,000 | 285,000 | | | | 15,000 | 285,000 |
| 02-32 | Supplemental - Repair of Belmont Ave Bridge | 300,000 | | 248,015 | | 248,015 | | | |
| 02-33 | Supplemental - Reconstruction of Various Bridges | 500,000 | | 280,509 | | 280,509 | | | |
| 02-34 | Imp to Hamburg Turnpike & Jackson Avenue | 300,000 | | 131,702 | | 53,933 | | | 77,769 |
| 02-35 | Replacement of Jail Roof | 300,000 | 14,889 | 285,000 | | | | 14,889 | 285,000 |
| 02-36 | Supplemental - Reconstruction of Ringwood Ave | 2,200,000 | | 862,350 | | 323,243 | | 539,107 | |
| 02-37 | Supplemental - Imp to Intersection of Alps Road & Ratzer Road | 200,000 | | 154,578 | | 3,578 | | | 151,000 |
| 02-38 | Supplemental - Acquisition of Paratransit/ Meals on Wheels Vehicles | 300,000 | | 83,789 | | 82,000 | | | 1,789 |
| 02-40 | Supplemental - Renovations to Public Buildings | 200,000 | 10,000 | 190,000 | | 199,847 | | | 153 |
| 02-41 | Refunding ordinance - Payment of Pension Obligation | 6,860,000 | | 828 | | | | | 828 |
| 03-01 | Refunding Bond Ordinance | 19,200,000 | | 6,980,000 | | 400,000 | | | 6,580,000 |

COUNTY OF PASSAIC

Schedule of Improvement Authorizations

General Capital Fund

Year Ended December 31, 2005

| Ordinance Number | Ordinance Description | Ordinance Amount | Balance Dec. 31, 2004 | | 2005 Authorizations | Paid or Charged (10) | Cancelled | Balance Dec. 31, 2005 | |
|------------------|---|------------------|-----------------------|------------|---------------------|----------------------|-----------|-----------------------|----------|
| | | | Funded | Unfunded | | | | Funded | Unfunded |
| 03-02 | Refunding Bond Ordinance | 26,100,000 | | 4,071,305 | | | | 4,071,315 | |
| 03-03 | Supplemental - Golf Course Improvements | 300,000 | | 779 | 201 | | | 578 | |
| 03-05 | Self Insurance Funding | 20,000,000 | | 14,732,725 | 2,786,004 | | | 11,946,721 | |
| 03-06 | Supplemental - Road Improvements | 2,800,000 | | 861,851 | 78,245 | | | 266 | |
| 03-07 | Acquisition of Paramarit Vehicles | 750,000 | | 287,304 | 270,141 | | | 17,163 | |
| 03-08 | Traffic Signal Reimbursements | 900,000 | | 799,556 | (1) | | | 799,557 | |
| 03-09 | Supplemental - Improvements to Camp Hope | 150,000 | | 69,428 | (57,098) | | | 126,526 | |
| 03-12 | Various Improvements to PCCC | 1,954,000 | 15,349 | | 15,349 | | | | |
| 03-13 | Supplemental - Various Capital Improvements | 200,000 | | 16,454 | 5,556 | | | 10,898 | |
| 03-14 | Expansion of Passaic Health Care Facility | 3,000,000 | | 455,199 | 377,523 | | | 77,586 | |
| 03-15 | Wagner Road/Linceln Avenue Improvements | 400,000 | | 293,356 | 2,827 | | | 299,929 | |
| 03-16 | Supplemental - Repair of Bellmount Ave Bridge | 200,000 | 10,000 | 190,000 | 200,000 | | | | |
| 03-17 | Supplemental - Reconstruction of Various Bridges | 500,000 | 24,000 | 476,000 | 408,389 | | | 91,111 | |
| 03-18 | Supplemental - Removal of Storage Tanks | 150,000 | | 2,012 | (46,493) | | | 48,505 | |
| 03-19 | Supplemental - 1992 Guide Rail Program | 200,000 | 10,000 | 190,000 | 103,240 | | | 96,760 | |
| 03-20 | Supplemental - Various Drainage Improvements | 250,000 | 12,000 | 238,000 | 73,348 | | | 176,652 | |
| 03-21 | Acquisition of Youth Detention Security Cameras | 650,000 | | 15,845 | 5,915 | | | 9,930 | |
| 03-24 | Supplemental - Renovations to W. Broadway Bridge | 400,000 | 4,087 | 47,500 | 51,587 | | | | |
| 03-25 | Imp to Goffle/Wessel Brook Park Recreation | 300,000 | 509,140 | | 136,045 | | | 373,095 | |
| 03-26 | Supplemental - Rehab to Administration Building Plaza | 645,454 | | 73,969 | 47,923 | | | 26,046 | |
| 03-27 | Supplemental - Acquisition of Hospital Equipment | 500,000 | | 263,272 | 36,780 | | | 226,492 | |
| 03-28 | Supplemental - Hilkey Street Bridge PC#39 | 450,000 | 450,000 | | 450,000 | | | | |
| 03-29 | Supplemental - Goffle Brook Stabilization Project | 200,000 | 200,000 | | | | | 200,000 | |
| 03-30 | Union Valley Road/Green Brook Bridge Design PC#4 | 200,000 | | 30,993 | 12,250 | | | 18,703 | |
| 03-31 | President SwWessel Brook Bridge Design PC#53 | 150,000 | | 26,400 | 446 | | | 25,954 | |
| 03-32 | Supplemental - Public Works Equipment | 700,000 | | 111,843 | (9,881) | | | 121,724 | |

COUNTY OF PASSAIC

Schedule of Improvement Authorizations

General Capital Fund

Year Ended December 31, 2005

| Ordinance Number | Improvement Description | Ordinance Amount | Balance Dec. 31, 2004 | | 2005 Authorizations | Paid or Charged | Cancelled | Balance Dec. 31, 2005 | |
|------------------|---|------------------|-----------------------|-----------|---------------------|-----------------|-----------|-----------------------|-----------|
| | | | Funded | Unfunded | | | | Funded | Unfunded |
| | | | | | | | | | |
| 04-01 | Improvements to Paterson Hamburg | 8,750,000 | 5,213,950 | 3,286,050 | | 971 | | 5,212,979 | 3,286,050 |
| 04-02 | Imp to Greenwood Lake Turnpike/West Milford | 2,000,000 | 1,037,969 | 950,000 | | 6,600 | | 1,031,369 | 950,000 |
| 04-03 | Imp to Paterson Hamburg Turnpike/Jackson Ave. | 1,500,000 | 1,127,902 | 372,098 | | | | 1,127,902 | 372,098 |
| 04-04 | Imp to Crooks Ave/Wabash Ave. Drainage | 1,400,000 | | 207,218 | | (317,426) | | 144,644 | 380,000 |
| 04-05 | Acquisition of Property for a Salt Dome | 200,000 | 10,000 | 190,000 | | 7,284 | | 2,716 | 190,000 |
| 04-06 | Improvements to HVAC System | 1,000,000 | | 25,000 | | 19,481 | | | 5,519 |
| 04-07 | General Renovations to County Buildings | 600,000 | | 308,861 | | 264,177 | | | 64,664 |
| 04-08 | Acquisition of Building and Grounds Equipment | 200,000 | | 6,376 | | (193,624) | | 10,000 | 190,000 |
| 04-09 | Acq of Equipment for Passaic County Comm. College | 1,772,881 | | 638,199 | | 588,199 | | | 50,000 |
| 04-10 | Acq of Equipment for Passaic County Vocational Tech | 979,000 | | 783,848 | | 410,093 | | | 373,755 |
| 04-11 | Imp to Passaic County Jail & Acq of Various Equip | 2,100,000 | | 1,934,394 | | 537,815 | | | 1,396,579 |
| 04-12 | Imp & Renovations to 435 Hamburg Turnpike | 600,000 | 30,000 | 570,000 | | | | 30,000 | 570,000 |
| 04-13 | Acquisition of Computer Equipment | 300,000 | | 226,070 | | 134,847 | | | 91,223 |
| 04-14 | Acquisition of Various Equipment | 500,000 | | 300,070 | | 237,187 | | | 62,883 |
| 04-15 | 2004 Road Resurfacing Program | 3,000,000 | | 317,898 | | 185,729 | | | 152,169 |
| 04-16 | Equip. for the Public Works & Buildings & Grounds | 1,000,000 | | 163,549 | | 114,581 | | | 48,968 |
| 04-17 | Refunding Bond Ordinance | 55,000,000 | | 5,470,000 | | | | | 5,470,000 |
| 04-18 | Various Improvements to PCCC | 9,576,000 | 9,400,553 | | | 8,225,204 | | 1,175,349 | |
| 04-19 | Various Bridge Repair & Replacement Project | 1,000,000 | 50,000 | 950,000 | | 10,458 | | 39,562 | 950,000 |

COUNTY OF PASSAIC

Schedule of Improvement Authorizations

General Capital Fund

Year Ended December 31, 2005

| Ordinance Number | Improvement Description | Ordinance Amount | Balance Dec. 31, 2004 | | 2005 Authorizations | Paid or Charged | Cancelled | Balance Dec. 31, 2005 | |
|------------------|---|------------------|-----------------------|-----------|---------------------|-----------------|-----------|-----------------------|------------|
| | | | Funded | Unfunded | | | | Funded | Unfunded |
| 04-20 | Various Drainage Projects | 550,000 | 217,500 | 332,500 | | 250,625 | | 217,500 | 332,500 |
| 04-21 | Various Road Improvement Projects | 650,000 | | 384,343 | | | | | 133,718 |
| 04-22 | Traffic Safety Programs | 150,000 | 7,500 | 142,500 | | | | 7,500 | 142,500 |
| 04-23 | Intersection Improvements | 350,000 | 17,500 | 332,500 | | | | 17,500 | 332,500 |
| 04-24 | Miscellaneous Buildings & Grounds Improvements | 2,000,000 | 100,000 | 1,900,000 | | 1,003,863 | | | 996,137 |
| 04-25 | Development of a Secured, Private Fiber Network | 3,500,000 | 175,000 | 3,325,000 | | 816,913 | | | 2,683,887 |
| 04-27 | Repair & Upgrade of Passaic County Admin. Building | 1,200,000 | 60,000 | 1,140,000 | | 1,200,000 | | | |
| 04-28 | GIS Parcel Mapping in & by the County | 175,000 | 8,750 | 166,250 | | 50,063 | | | 124,937 |
| 04-29 | Acquisition of & Renovation to County Building | 6,000,000 | 300,000 | 5,700,000 | | 5,222,769 | | | 777,231 |
| 05-01 | Preakness Healthcare Center Expansion | 65,000,000 | | | 65,000,000 | 65,000,000 | | | |
| 05-02 | County Road Resurfacing | 4,000,000 | | | 4,000,000 | 3,453,480 | | | 546,520 |
| 05-03 | Prosecutor's Building Improvements | 6,000,000 | | | 6,000,000 | 6,000,000 | | | |
| 05-04 | Acquisition of Land, Alfton Tract | 3,500,000 | | | 3,500,000 | 3,500,000 | | | |
| 05-05 | Acquisition of HA VA Voting Machines | 4,908,830 | | | 4,908,830 | | | 3,840,622 | 1,068,208 |
| 05-06 | Improvements to the PC Tech Institute | 979,308 | | | 979,308 | 175 | | | 979,133 |
| 05-07 | Parks & Recreation General Improvements | 2,903,400 | | | 2,903,400 | 1,470 | | 144,530 | 2,757,400 |
| 05-08 | Improvements to the Passaic County Jail | 2,000,000 | | | 2,000,000 | 86,360 | | 13,640 | 1,980,000 |
| 05-09 | Acquisition of Equipment- Preakness Healthcare Cens | 1,000,000 | | | 1,000,000 | | | 50,000 | 950,000 |
| 05-10 | DPW Various Repairs & Improvements | 2,850,000 | | | 2,850,000 | 128,624 | | 13,876 | 2,707,500 |
| 05-11 | Various Repairs & Improvements | 12,334,000 | | | 12,334,000 | 153,060 | | 9,609,940 | 2,571,000 |
| 05-12 | 2000 General & College Refunding Bonds | 15,000,000 | | | 15,000,000 | | | | 15,000,000 |
| 05-13 | Amend Ord. 2002-02- Long Range Facility Plan | 7,505,998 | | | 7,505,998 | 3,962,414 | | 3,543,584 | |

COUNTY OF FASSAIC

Schedule of Improvement Authorizations

General Capital Fund

Year Ended December 31, 2005

| Ordinance Number | Ordinance Description | Ordinance Amount | Balance Dec. 31, 2004 | | 2005 Authorizations | Paid or Charged | Cancelled | Balance Dec. 31, 2005 | |
|------------------|--|------------------|-----------------------|----------------|---------------------|-----------------|-----------|-----------------------|-------------|
| | | | Funded | Unfunded | | | | Funded | Unfunded |
| 05-14 | Improvements to the Community College | 18,000,000 | | | 18,000,000 | | | 18,000,000 | |
| 05-15 | Acquisition of Property - Ball Field | 6,000,000 | | | 6,000,000 | | | 6,275,000 | |
| 05-16 | Improvements to the Community College | 3,800,000 | | | 3,800,000 | | | 3,800,000 | |
| | | | \$ 45,479,712 | 74,603,796 | 156,381,536 | 116,922,096 | 2,189,083 | 47,640,745 | 109,713,120 |
| | Capital Improvement Fund | | | \$ 1,005,600 | | | | | |
| | Reserve for Settlements | | | 325,000 | | | | | |
| | Capital Leases Payable | | | 71,000,000 | | | | | |
| | Schedule of Receivables | | | 20,917,520 | | | | | |
| | Reserve for Payment of Bonds and Notes | | | | | | | | |
| | Def. Charges to Future Taxation | | | 63,133,416 | | | | | |
| | | | | \$ 156,381,536 | | | | | |
| | Cash | | | \$ 98,349,845 | | | | | |
| | Encumbrances | | | 18,572,251 | | | | | |
| | | | | \$ 116,922,096 | | | | | |

COUNTY OF PASSAIC
Schedule of Accounts Payable
General Capital Fund
Year Ended December 31, 2005

| | |
|-----------------------------|-------------------|
| Balance - December 31, 2004 | \$ <u>264,927</u> |
| Balance - December 31, 2005 | \$ <u>264,927</u> |

Schedule of Commitments Payable
General Capital Fund
Year Ended December 31, 2005

| | |
|---------------------------------------|----------------------|
| Balance - December 31, 2004 | \$ 24,624,020 |
| Increased by: | |
| Charges to Improvement Authorizations | <u>18,572,251</u> |
| | 43,196,271 |
| Decreased by: | |
| Payments | <u>24,624,020</u> |
| Balance - December 31, 2005 | \$ <u>18,572,251</u> |

COUNTY OF PASSAIC
Schedule of Green Acres Loan Payable
General Capital Fund
Year Ended December 31, 2005

| | | |
|-------------------------------|----|------------------|
| Balance - December 31, 2004 | \$ | 2,838,597 |
| Decreased by: | | |
| Paid by Budget Appropriations | | <u>274,163</u> |
| Balance - December 31, 2005 | \$ | <u>2,564,434</u> |

Schedule of Reserve for State Aid
General Capital Fund
Year Ended December 31, 2005

| | | |
|-----------------------------|----|----------------|
| Balance - December 31, 2004 | \$ | <u>313,000</u> |
| Balance - December 31, 2005 | \$ | <u>313,000</u> |

COUNTY OF PASSAIC
Schedule of Capital Improvement Fund
General Capital Fund
Year Ended December 31, 2005

| | | |
|--|----|------------------|
| Balance - December 31, 2004 | \$ | 48,544 |
| Increased by: | | |
| 2005 Budget Appropriations | | <u>750,000</u> |
| | | 798,544 |
| Decreased by: | | |
| Appropriated to Finance Improvement Authorizations | | <u>1,005,600</u> |
| Balance - December 31, 2005 | \$ | <u>(207,056)</u> |

Schedule of Reserve for Final Payments and Litigation
General Capital Fund
Year Ended December 31, 2005

| | | |
|-----------------------------|----|----------------|
| Balance - December 31, 2004 | \$ | <u>160,258</u> |
| Balance - December 31, 2005 | \$ | <u>160,258</u> |

COUNTY OF PASSAIC

Schedule of Reserve for Payment of Bonds and Notes

General Capital Fund

Year Ended December 31, 2005

| | Ordinance | Balance Dec. 31, 2004 | Increased | Decreased | Balance Dec. 31, 2005 |
|---|-----------|--------------------------|---|------------------|--------------------------|
| Reserve for Payment of Bonds: | | | | | |
| Improvements to Fair Lawn Avenue | 98-14 | \$ 26,586 | | 26,586 | |
| Reconstruction of Westbrook Bridge | 98-19 | 30,698 | | | 30,698 |
| Reconstruction of West Broadway Bridge | 98-39 | 13,495 | | 13,495 | |
| Y2K Conversion | 99-03 | | 285,600 | | 285,600 |
| Market Street Bridge | 00-06 | 50,391 | 67,212 | | 117,603 |
| Expansion of PC Vo-Tech | 00-16 | 32,305 | 62,296 | | 94,601 |
| Reconstruction of Ringwood Avenue | 00-36 | 190,631 | | | 190,631 |
| Structurally Deficient Bridges | 00-37 | 6,652,000 | | 6,652,000 | |
| Paterson/Hamburg Turnpike Bridge #42, 43 & 44 | 00-43 | 63,742 | | | 63,742 |
| Various Improvements to PCCC | 01-19 | 121,509 | 32,027 | | 153,536 |
| Restoration of Lambert Castle | 02-27 | | 42,118 | | 42,118 |
| Reconstruction of Ringwood Avenue | 03-11 | 92,233 | | | 92,233 |
| Various Improvements to PCCC | 04-18 | 4,000 | | | 4,000 |
| Total Reserve for Payment of Bonds | | 7,277,590 | 489,253 | 6,697,081 | 1,074,762 |
| Reserve for Payment of Bond Anticipation Notes: | | | | | |
| Y2K Conversion | 99-03 | 285,600 | | 285,600 | |
| Riverview/Frenchhill Intersection | 99-15 | 2,455 | | | 2,455 |
| Hurricane Floyd Roads/Bridges | 99-30 | 363,986 | | 363,986 | |
| Redecking of McBride Bridge | 00-14 | 303,185 | | | 303,185 |
| ERI Refunding Ordinance | 02-41 | 204,849 | | | 204,849 |
| Total Reserve for Payment of Bond Anticipation Notes | | 1,160,075 | | 649,586 | 510,489 |
| Total Reserve for Payment of Bonds and Notes | | \$ 8,437,665 | 489,253 | 7,341,667 | 1,585,251 |
| | | | Cash \$ 203,653 | 404,067 | |
| | | | Transferred to Payment of Bonds | 285,600 | 285,600 |
| | | | Transfer to Reserve Unappropriated Grants | 6,652,000 | |
| | | | \$ 489,253 | 7,341,667 | |

COUNTY OF PASSAIC

Schedule of Interfunds

General Capital Fund

Year Ended December 31, 2005

| | Balance, December 31, <u>2004</u> | <u>Increased</u> | <u>Decreased</u> | Balance, December 31, <u>2005</u> |
|----------------------------------|---|---------------------|------------------|---|
| Current Fund | \$ (513,373) | 107,617 | 75,311 | (481,067) |
| Federal and State Grant Fund | | 4,000,000 | | 4,000,000 |
| Open Space Trust Fund | | 1,555,000 | | 1,555,000 |
| Worker's Compensation Trust Fund | <u>7,000</u> | | | <u>7,000</u> |
| | <u>\$ (506,373)</u> | <u>5,662,617</u> | <u>75,311</u> | <u>5,080,933</u> |
| Interest on Investments | \$ | | 75,311 | |
| Grant Awards | | 5,555,000 | | |
| Disbursements | | <u>107,617</u> | | |
| | | <u>\$ 5,662,617</u> | <u>75,311</u> | |

COUNTY OF PASSAIC

Schedule of Reserve for Salt Shed - West Milford

General Capital Fund

Year Ended December 31, 2005

| | |
|-----------------------------|-------------------|
| Balance - December 31, 2004 | \$ <u>296,619</u> |
| Balance - December 31, 2005 | \$ <u>296,619</u> |

Schedule of Reserve for EFA State Loan Payments

General Capital Fund

Year Ended December 31, 2005

| | |
|-----------------------------|-------------------|
| Balance - December 31, 2004 | \$ <u>500,000</u> |
| Balance - December 31, 2005 | \$ <u>500,000</u> |

COUNTY OF PASSAIC

Schedule of Reserve for Interest - Fire Academy

General Capital Fund

Year Ended December 31, 2005

| | | |
|-----------------------------|----|----------------|
| Balance - December 31, 2004 | \$ | 462,355 |
| Increased by: | | |
| Cash Receipts | | <u>109,661</u> |
| Balance - December 31, 2005 | \$ | <u>572,016</u> |

COUNTY OF PASSAIC

Schedule of Reserve for Administration
Building Settlement

General Capital Fund

Year Ended December 31, 2005

| | |
|-----------------------------|------------------------|
| Balance - December 31, 2004 | \$ <u>9,786</u> |
| Balance - December 31, 2005 | \$ <u><u>9,786</u></u> |

Schedule of Reserve for Interest - DOT Programs

General Capital Fund

Year Ended December 31, 2005

| | |
|-----------------------------|----------------------------|
| Balance - December 31, 2004 | \$ 2,582,413 |
| Increased by: | |
| Cash Receipts | <u>866,311</u> |
| Balance - December 31, 2005 | \$ <u><u>3,448,724</u></u> |

COUNTY OF PASSAIC

Schedule of Reserve for Unappropriated Grants

General Capital Fund

Year Ended December 31, 2005

| | Balance <u>Dec. 31, 2004</u> | increased | Balance <u>Dec. 31, 2005</u> |
|---|---------------------------------|------------------|---------------------------------|
| Reserve for Greenwood Lake Turnpike CCTP Program | \$ 2,791,000 | | 2,791,000 |
| Reserve for Paterson Hamburg Turnpike/Jackson Avenue Intersection | 66,000 | | 66,000 |
| Reserve for Various Structurally Deficient Bridges | | <u>6,652,000</u> | <u>6,652,000</u> |
| | <u>\$ 2,857,000</u> | | <u>9,509,000</u> |

COUNTY OF PASSAIC

Schedule of Bond Anticipation Notes Payable

General Capital Fund

Year Ended December 31, 2005

| Ordinance Number | Date of Original Issue | Date of Issue | Date of Maturity | Interest Rate | Balance | |
|------------------|------------------------|---------------|------------------|---------------|---------------|---------------|
| | | | | | Dec. 31, 2004 | Dec. 31, 2005 |
| | | | | | Increased | Decreased |
| | | | | | 190,000 | 190,000 |
| | | | | | 380,000 | 380,000 |
| | | | | | 142,000 | 142,000 |
| | | | | | 190,000 | 190,000 |
| | | | | | 285,000 | 285,000 |
| | | | | | 476,000 | 476,000 |
| | | | | | 285,000 | 285,000 |
| | | | | | 2,095,000 | 2,095,000 |
| | | | | | 190,000 | 190,000 |
| | | | | | 285,000 | 285,000 |
| | | | | | 285,000 | 285,000 |
| | | | | | 1,940,000 | 1,940,000 |
| | | | | | 6,430,000 | 6,430,000 |
| | | | | | 2,666,400 | 2,666,400 |
| | | | | | 714,000 | 714,000 |
| | | | | | 190,400 | 190,400 |
| | | | | | 2,857,000 | 2,857,000 |
| | | | | | 142,500 | 142,500 |
| | | | | | 619,000 | 619,000 |
| | | | | | 142,500 | 142,500 |
| | | | | | 190,000 | 190,000 |
| | | | | | 190,000 | 190,000 |
| | | | | | 190,000 | 190,000 |
| | | | | | 142,500 | 142,500 |
| | | | | | 665,000 | 665,000 |
| | | | | | 380,000 | 380,000 |
| | | | | | 950,000 | 950,000 |
| | | | | | 570,000 | 570,000 |
| | | | | | 190,000 | 190,000 |
| | | | | | 1,772,000 | 1,772,000 |

COUNTY OF PASSAIC

Schedule of Bond Anticipation Notes Payable

General Capital Fund

Year Ended December 31, 2005

| Ordinance Number | Improvement Description | Date of Original Issue | Date of Issue | Date of Maturity | Interest Rate | Balance Dec. 31, 2004 | Increased | Decreased | Balance Dec. 31, 2005 |
|------------------|---|------------------------|---------------|------------------|---------------|-----------------------|------------|------------|-----------------------|
| 04-10 | Acq of Equipment for Passaic County Vocational Tech. | 12/28/05 | 12/28/05 | 6/14/06 | 4.00% | | 979,000 | | 979,000 |
| 04-13 | Acquisition of Computer Equipment | 12/28/05 | 12/28/05 | 6/14/06 | 4.00% | | 285,000 | | 285,000 |
| 04-14 | Acquisition of Various Equipment | 12/28/05 | 12/28/05 | 6/14/06 | 4.00% | | 475,000 | | 475,000 |
| 04-15 | 2004 Road Resurfacing Program | 7/14/05 | 7/14/05 | 7/14/06 | 3.75% | | 2,850,000 | | 2,850,000 |
| 04-16 | Equip. for the Public Works & Buildings & Grounds | 7/14/05 | 7/14/05 | 7/14/06 | 3.75% | | 950,000 | | 950,000 |
| 04-21 | Various Road Improvement Projects | 12/28/05 | 12/28/05 | 6/14/06 | 4.00% | | 617,500 | | 617,500 |
| 04-25 | Development of a Secured, Private Fiber Network | 12/28/05 | 12/28/05 | 6/14/06 | 4.00% | | 2,000,000 | | 2,000,000 |
| 04-29 | Acquisition of & Renovation to County Building | 7/14/05 | 7/14/05 | 7/14/06 | 3.75% | | 5,700,000 | | 5,700,000 |
| 05-02 | County Road Resurfacing | 12/28/05 | 12/28/05 | 6/14/06 | 4.00% | | 7,800,000 | | 7,800,000 |
| 05-04 | Acquisition of Land - Alford Tract | 12/28/05 | 12/28/05 | 6/14/06 | 4.00% | | 1,075,000 | | 1,075,000 |
| 05-06 | Improvements to the PC Tech Institute | 12/28/05 | 12/28/05 | 6/14/06 | 4.00% | | 979,000 | | 979,000 |
| 05-08 | Improvements to the Passaic County Jail | 12/28/05 | 12/28/05 | 6/14/06 | 4.00% | | 1,000,000 | | 1,000,000 |
| 05-09 | Acquisition of Equipment - Probness Healthcare Center | 12/28/05 | 12/28/05 | 6/14/06 | 4.00% | | 950,000 | | 950,000 |
| 05-10 | DPW Various Equipment & General Improvements | 12/28/05 | 12/28/05 | 6/14/06 | 4.00% | | 2,707,500 | | 2,707,500 |
| 05-11 | Various Repairs & Improvement | 12/28/05 | 12/28/05 | 6/14/06 | 4.00% | | 2,571,000 | | 2,571,000 |
| 05-15 | Acquisition of Property - Bush Tract | 12/28/05 | 12/28/05 | 6/14/06 | 4.00% | | 6,275,000 | | 6,275,000 |
| 05-16 | Improvements to Community College | 12/28/05 | 12/28/05 | 6/14/06 | 4.00% | | 3,900,000 | | 3,900,000 |
| | | | | | | \$ 40,000,000 | 79,644,000 | 40,000,000 | 79,644,000 |

| | Cash | Bond Proceeds |
|--|---------------|---------------|
| | \$ 59,644,000 | 20,000,000 |
| | 20,000,000 | 20,000,000 |
| | \$ 79,644,000 | 40,000,000 |

COUNTY OF PASSAIC

Schedule of General Serial Bonds Payable

General Capital Fund

Year Ended December 31, 2005

| Purpose | Date of Issue | Amount of Original Issue | Maturities of Bonds Outstanding Dec. 31, 2005 | Interest Rate | Balance December 31, 2004 | Increased | Decreased | Balance December 31, 2005 |
|---|---------------|--------------------------|---|---------------|---------------------------|-----------|-----------|---------------------------|
| | | | | | | | | |
| Vocational School Bonds of 1966 | 08/01/66 | \$ 6,225,000 | 2006-07 | 4.700% | 685,000 | | 200,000 | 485,000 |
| | | | 2008 | | \$ 55,000 | | | |
| General Obligation of Refunding Bonds of 1992 | 12/01/92 | 18,955,000 | 2006 | 5.850% | 2,725,000 | | 560,000 | 2,165,000 |
| | | | 2007 | 5.900% | | | | |
| | | | 2008 | 5.950% | | | | |
| | | | 2009 | 6.000% | | | | |
| General Obligation of Refunding Bonds of 1993 | 09/01/93 | 41,940,000 | 2010 | 5.125% | 6,215,000 | | | 6,215,000 |
| | | | 2011 | 5.125% | | | | |
| | | | 2012 | 5.125% | | | | |
| General Obligation of Refunding Bonds of 1994 | 02/01/94 | 20,100,000 | 2006 | 4.650% | 3,875,000 | | 1,240,000 | 2,635,000 |
| | | | 2007 | 4.750% | | | | |

COUNTY OF PASSAIC

Schedule of General Serial Bonds Payable

General Capital Fund

Year Ended December 31, 2005

| Purpose | Date of Issue | Amount of Original Issue | Maturities of Bonds Outstanding | | Interest Rate | Balance December 31, 2004 | Interest Incurred | Balance December 31, 2005 |
|--|---------------|--------------------------|---------------------------------|-----------|---------------|---------------------------|-------------------|---------------------------|
| | | | Year | Amount | | | | |
| School Refunding Bonds of 1994 | 02/01/94 | 1,685,000 | | | | 240,000 | | 240,000 |
| School Bonds - 1994 | 03/01/94 | 7,514,000 | | | | 794,000 | | 794,000 |
| General Obligation Refunding Bond of 1995 | 09/01/95 | 13,105,000 | 2006 | 1,905,000 | 6.000% | 9,855,000 | | 1,815,000 |
| | | | 2007 | 4,135,000 | 6.000% | | | |
| General Obligation Refunding Bonds of 1998 (Term Bonds) - Series B | 09/01/98 | 30,700,000 | 2006 | 1,000,000 | 6.280% | 25,380,000 | | 1,000,000 |
| | | | 2007 | 1,100,000 | 6.300% | | | |
| | | | 2008 | 1,100,000 | 6.350% | | | |
| | | | 2009 | 1,200,000 | 6.700% | | | |
| | | | 2010 | 1,300,000 | 6.700% | | | |
| | | | 2011 | 1,400,000 | 6.700% | | | |
| | | | 2012-13 | 1,500,000 | 6.700% | | | |
| | | | 2014 | 1,600,000 | 6.700% | | | |
| | | | 2015 | 1,700,000 | 6.700% | | | |
| | | | 2016 | 1,800,000 | 6.700% | | | |
| | | | 2017 | 1,900,000 | 6.700% | | | |
| | | | 2018 | 2,000,000 | 6.700% | | | |
| | | | 2019 | 2,000,000 | 6.700% | | | |
| | | | 2020 | 2,500,000 | 6.700% | | | |

COUNTY OF PASSAIC

Schedule of General Serial Bonds Payable

General Capital Fund

Year Ended December 31, 2005

| Maturity | Date of Issue | Amount of Original Issue | Maturities of Bonds Outstanding Dec. 31, 2005 | Interest Rate | Balance December 31, 2005 | Accrued | Discovered | Balance December 31, 2005 |
|--|---------------|--------------------------|---|----------------------------|---------------------------|---------|------------|---------------------------|
| | | | | | | | | |
| General Obligation Refunding Bonds of 1998 (Term Bonds) - Series A | 09/01/98 | 665,000 | 2018 220,000 2019 220,000 2020 225,000 | 6.770% 6.770% 6.770% | 665,000 | | | 665,000 |
| | 11/01/96 | 5,404,000 | 2006 350,000 2007-11 360,000 2012 399,000 | 5.300% 5.300% | 2,849,000 | | 340,000 | 2,509,000 |
| | 06/01/99 | 18,765,000 | | | 1,200,000 | | 3,200,000 | |
| General Improvement Bonds of 1999 | 09/01/00 | 4,495,000 | 2006 285,000 2007 290,000 2008 315,000 2009 325,000 2010 340,000 2011 350,000 2012 360,000 2013 370,000 2014-15 375,000 | 5.100% 5.100% | 3,640,000 | | 255,000 | 3,385,000 |
| | | | | | | | | |

COUNTY OF PASSAIC

Schedule of General Serial Bonds Payable

General Capital Fund

Year Ended December 31, 2005

| Purpose | Date of Issue | Amount of Original Issue | Maturities of Bonds Outstanding Dec. 31, 2005 | Interest Rate | Balance December 31, 2004 | Increased | Decreased | Balance December 31, 2005 | | |
|---|---------------|--------------------------|---|---------------|---------------------------|------------|-----------|---------------------------|------------|--------|
| | | | | | | | | | Year | Amount |
| County College Bonds Series B - State Aid | 08/01/00 | 4,454,000 | 2005 | 285,000 | 5.000% | 3,639,000 | | 255,000 | 3,384,000 | |
| | | | 2007 | 250,000 | | | | | | |
| | | | 2008 | 315,000 | | | | | | |
| | | | 2009 | 325,000 | | | | | | |
| | | | 2010 | 340,000 | | | | | | |
| | | | 2011 | 350,000 | | | | | | |
| | | | 2012 | 360,000 | | | | | | |
| | | | 2013 | 370,000 | | | | | | |
| | | | 2014 | 375,000 | | | | | | |
| | | | 2015 | 374,000 | | | | | | |
| | | | | | | | | | | |
| General Improvement Bonds | 09/15/00 | 13,990,000 | 2005 | 750,000 | 5.000% | 13,090,000 | | 650,000 | 12,440,000 | |
| | | | 2007 | 900,000 | | | | | | |
| | | | 2008 | 1,000,000 | | | | | | |
| | | | 2009 | 1,100,000 | | | | | | |
| | | | 2010 | 1,200,000 | | | | | | |
| | | | 2011 | 1,300,000 | | | | | | |
| | | | 2012 | 1,400,000 | | | | | | |
| 2013 | 1,500,000 | | | | | | | | | |
| 2014 | 1,600,000 | | | | | | | | | |
| 2015 | 1,690,000 | | | | | | | | | |

COUNTY OF PASSAIC

Schedule of General Obligation Bonds Payable

General Capital Fund

Year Ended December 31, 2005

| Purpose | Date of Issue | Amount of Original Issue | Maturities of Bonds Outstanding | | Interest Rate | Balance December 31, 2004 | Increased | Decreased | Balance December 31, 2005 | |
|------------------------------------|---------------------------|--------------------------|---------------------------------|-----------|---------------|---------------------------|------------|-----------|---------------------------|------------|
| | | | Year | Amount | | | | | | |
| General Obligation Refunding Bonds | 03/01/01 | 31,145,000 | 2006 | 2,020,000 | 3.850% | 29,055,000 | | 2,050,000 | 27,005,000 | |
| | | | 2007 | 2,000,000 | 3.950% | | | | | |
| | | | 2008 | 1,970,000 | 4.000% | | | | | |
| | | | 2009 | 1,945,000 | 4.150% | | | | | |
| | | | 2010 | 1,920,000 | 4.250% | | | | | |
| | | | 2011 | 2,100,000 | 4.300% | | | | | |
| | | | 2012 | 2,085,000 | 5.250% | | | | | |
| | | | 2013 | 2,080,000 | 5.250% | | | | | |
| | | | 2014 | 2,170,000 | 5.250% | | | | | |
| | | | 2015 | 2,360,000 | 5.250% | | | | | |
| | | | 2016 | 2,350,000 | 5.250% | | | | | |
| | | | 2017 | 2,330,000 | 4.900% | | | | | |
| | | | 2018 | 845,000 | 4.750% | | | | | |
| | | | 2019 | 830,000 | 4.750% | | | | | |
| | | | | | | | 16,550,000 | | 950,000 | 15,600,000 |
| | General Improvement Bonds | 03/01/01 | 19,250,000 | 2006 | 975,000 | 4.375% | | | | |
| | | | | 2007 | 1,000,000 | | | | | |
| | | | | 2008 | 1,150,000 | | | | | |
| | | | | 2009 | 1,250,000 | | | | | |
| | | | 2010 | 1,400,000 | | | | | | |
| | | | 2011 | 1,500,000 | | | | | | |
| | | | 2012 | 1,600,000 | | | | | | |
| | | 2013 | 1,650,000 | | | | | | | |
| | | 2014 | 1,675,000 | | | | | | | |
| | | 2015-16 | 1,700,000 | | | | | | | |

COUNTY OF PASSAIC

Schedule of General Serial Bonds Payable

General Capital Fund

Year Ended December 31, 2005

| Maturity | Date of Issue | Amount of Original Issue | c(Bonds Outstanding Dec. 31, 2005) | Interest Rate | Balance December 31, 2004 | Increased | Decreased | Balance December 31, 2005 | | | | | | |
|---------------------------|---------------|--------------------------|------------------------------------|---------------|---------------------------|------------|-----------|---------------------------|---------|---------|---------|-----------|---------|-----------|
| | | | | | | | | | Year | Amount | | | | |
| General Improvement Bonds | 09/15/01 | 14,955,000 | 2006 | 300,000 | 4.200% | 14,665,000 | 700,000 | 13,365,000 | | | | | | |
| | | | 2007 | 1,600,000 | | | | | | | | | | |
| | | | 2008 | 1,200,000 | | | | | | | | | | |
| | | | 2009 | 1,300,000 | | | | | | | | | | |
| | | | 2010-11 | 1,400,000 | | | | | | | | | | |
| | | | 2012-13 | 1,500,000 | | | | | | | | | | |
| | | | 2014 | 1,600,000 | | | | | | | | | | |
| | | | 2015 | 1,665,000 | | | | | | | | | | |
| | | | General Improvement Bonds | 09/15/02 | 9,435,000 | | | | 2006 | 295,000 | 3.500% | 9,130,000 | 235,000 | 8,855,000 |
| | | | | | | | | | 2007 | 315,000 | | | | |
| | | | | | | | | | 2008 | 370,000 | | | | |
| 2009 | 1,045,000 | | | | | | | | | | | | | |
| 2010 | 1,100,000 | | | | | | | | | | | | | |
| 2011 | 1,185,000 | | | | | | | | | | | | | |
| 2012 | 1,265,000 | | | | | | | | | | | | | |
| 2013 | 1,345,000 | | | | | | | | | | | | | |
| 2014 | 1,435,000 | | | | | | | | | | | | | |
| 2015 | 1,435,000 | | | | | | | | | | | | | |
| County College Bonds | 09/15/02 | 1,033,000 | | | | 2006-12 | 85,000 | 3.500% | 863,000 | 85,000 | 778,000 | | | |
| | | | 2013 | 85,000 | | | | | | | | | | |
| | | | 2014 | 98,000 | | | | | | | | | | |

COUNTY OF PASSAIC

Schedule of General Serial Bonds Payable

General Capital Fund

Year Ended December 31, 2005

| Purpose | Date of Issue | Amount of Original Issue | Maturities of Bonds Outstanding | | Interest Rate | Balance December 31, 2004 | Increased | Decreased | Balance December 31, 2005 |
|--------------------------------------|---------------|--------------------------|---------------------------------|---------|---------------|---------------------------|-----------|-----------|---------------------------|
| | | | Year | Amount | | | | | |
| Vocational School Bonds | 09/15/02 | 2,315,000 | 2006 | 80,000 | 3.500% | 2,420,000 | | 75,000 | 2,345,000 |
| | | | 2007 | 85,000 | 3.500% | | | | |
| | | | 2008 | 230,000 | 3.500% | | | | |
| | | | 2009 | 280,000 | 3.500% | | | | |
| | | | 2010 | 300,000 | 3.500% | | | | |
| | | | 2011 | 315,000 | 3.500% | | | | |
| | | | 2012 | 335,000 | 3.500% | | | | |
| | | | 2013 | 355,000 | 3.625% | | | | |
| | | | 2014 | 365,000 | 3.750% | | | | |
| Pension Refunding Bonds, Series 2005 | 02/15/03 | 6,350,000 | 2006 | 380,000 | 3.460% | 6,315,000 | | 330,000 | 5,985,000 |
| | | | 2007 | 195,000 | 3.460% | | | | |
| | | | 2008 | 240,000 | 3.460% | | | | |
| | | | 2009 | 290,000 | 4.760% | | | | |
| | | | 2010 | 350,000 | 4.760% | | | | |
| | | | 2011 | 425,000 | 4.760% | | | | |
| | | | 2012 | 490,000 | 4.760% | | | | |
| | | | 2013 | 520,000 | 4.760% | | | | |
| | | | 2014 | 590,000 | 5.000% | | | | |
| | | | 2015 | 680,000 | 5.000% | | | | |
| | | | 2016 | 780,000 | 5.000% | | | | |
| | | | 2017 | 880,000 | 5.000% | | | | |
| | | | 2018 | 25,000 | 5.750% | | | | |
| | | 2019 | 35,000 | 5.750% | | | | | |
| | | 2020 | 45,000 | 5.750% | | | | | |
| | | 2021 | 60,000 | 5.750% | | | | | |

COUNTY OF PASSAIC

Schedule of General Serial Bonds Payable

General Capital Fund

Year Ended December 31, 2015

| Purpose | Date of Issue | Amount of Original Issue | Maturities of Bonds Outstanding Dec. 31, 2015 | Interest Rate | Balance December 31, 2014 | Increased | Decreased | Balance December 31, 2015 |
|--|---------------|--------------------------|--|---------------|---------------------------|-----------|-----------|---------------------------|
| | | | | | | | | |
| General Improvement and County College Bonds | 06/13/03 | 18,447,000 | 615,000 | 3.000% | 18,157,000 | | 350,000 | 17,767,000 |
| | 2007 | | 715,000 | 3.000% | | | | |
| | 2008 | | 815,000 | 3.000% | | | | |
| | 2009 | | 915,000 | 3.000% | | | | |
| | 2010 | | 1,015,000 | 3.000% | | | | |
| | 2011 | | 1,165,000 | 3.000% | | | | |
| | 2012 | | 1,565,000 | 3.125% | | | | |
| | 2013 | | 1,665,000 | 3.125% | | | | |
| | 2014 | | 2,165,000 | 3.375% | | | | |
| | 2015 | | 2,242,000 | 3.500% | | | | |
| | 2016 | | 2,100,000 | 3.750% | | | | |
| | 2017 | | 2,790,000 | 3.750% | | | | |
| | | | | | | 1,375,000 | | 125,000 |
| Vocational School Bonds | 06/13/03 | 1,500,000 | 125,000 | 3.000% | | | | |
| | 2012-13 | | 125,000 | 3.125% | | | | |
| | 2014 | | 125,000 | 3.375% | | | | |
| | 2015 | | 125,000 | 3.500% | | | | |

COUNTY OF PASSAIC

Schedule of General Serial Bonds Payable

General Capital Fund

Year Ended December 31, 2005

| Purpose | Date of Issue | Amount of Original Issue | Maturities of Bonds Outstanding | | Interest Rate | Balance December 31, 2004 | Increased | Decreased | Balance December 31, 2005 |
|------------------------------------|---------------|--------------------------|---------------------------------|-----------|---------------|---------------------------|-----------|-----------|---------------------------|
| | | | Year | Amount | | | | | |
| General Improvement Bonds | 08/15/03 | 11,977,000 | 2006 | 100,000 | 4.200% | 11,927,000 | | 75,000 | 11,852,000 |
| | | | 2007 | 125,000 | 4.200% | | | | |
| | | | 2008 | 150,000 | 4.200% | | | | |
| | | | 2009 | 950,000 | 4.200% | | | | |
| | | | 2010 | 1,000,000 | 4.200% | | | | |
| | | | 2011 | 1,100,000 | 4.200% | | | | |
| | | | 2012 | 1,300,000 | 4.200% | | | | |
| | | | 2013 | 1,500,000 | 4.200% | | | | |
| | | | 2014 | 1,700,000 | 4.200% | | | | |
| | | | 2015 | 1,900,000 | 4.200% | | | | |
| | | | 2016 | 2,027,000 | 4.250% | | | | |
| County College Bonds | 08/15/03 | 2,610,000 | 2006-09 | 165,000 | 4.200% | 1,345,000 | | 165,000 | 1,500,000 |
| | | | 2010-15 | 170,000 | 4.200% | | | | |
| General Obligation Refunding Bonds | 09/10/03 | 21,355,000 | 2006 | 1,955,000 | 4.900% | 18,930,000 | | 2,875,000 | 16,055,000 |
| | | | 2007 | 1,970,000 | 5.000% | | | | |
| | | | 2008 | 2,095,000 | 5.000% | | | | |
| | | | 2009 | 2,125,000 | 5.100% | | | | |
| | | | 2013 | 2,015,000 | 5.200% | | | | |
| | | | 2014 | 1,985,000 | 5.200% | | | | |
| | | | 2015 | 1,955,000 | 5.200% | | | | |
| | | | 2016 | 1,915,000 | 5.260% | | | | |

COUNTY OF PASSAIC

Schedule of General Serial Bonds Payable

General Capital Fund

Year Ended December 31, 2005

| Purpose | Date of Issue | Amount of Original Issue | Maturities of Bonds Outstanding | | Interest Rate | Balance December 31, 2004 | Increased | Decreased | Balance December 31, 2005 | | | | | | | |
|--------------------------|---------------|--------------------------|---|-----------|---------------|---------------------------|-----------|-----------|---------------------------|------|-----------|--------|------------|--|--|------------|
| | | | Year | Amount | | | | | | | | | | | | |
| General Obligation Bonds | 03/15/04 | 19,495,000 | 2006 | 1,050,000 | 3.000% | 19,495,000 | | | 18,470,000 | | | | | | | |
| | | | 2007 | 1,160,000 | 3.000% | | | | | | | | | | | |
| | | | 2008 | 1,175,000 | 3.250% | | | | | | | | | | | |
| | | | 2009 | 1,150,000 | 3.250% | | | | | | | | | | | |
| | | | 2010 | 1,200,000 | 3.250% | | | | | | | | | | | |
| | | | 2011 | 1,250,000 | 3.250% | | | | | | | | | | | |
| | | | 2012 | 1,300,000 | 3.250% | | | | | | | | | | | |
| | | | 2013 | 1,350,000 | 3.250% | | | | | | | | | | | |
| | | | 2014 | 1,500,000 | 3.375% | | | | | | | | | | | |
| | | | 2015 | 3,400,000 | 3.500% | | | | | | | | | | | |
| | | | 2016 | 3,745,000 | 3.500% | | | | | | | | | | | |
| | | | General Obligation Refunding Bonds | | | | | | | | | | | | | |
| | | | | 05/01/04 | 12,220,000 | | | | | 2008 | 1,295,000 | 3.000% | 12,220,000 | | | 12,220,000 |
| | | | | | | | | | | 2009 | 1,280,000 | 3.000% | | | | |
| | | | | | | | | | | 2010 | 1,270,000 | 3.000% | | | | |
| | | | | | | | | | | 2011 | 1,255,000 | 3.250% | | | | |
| | | | | | | | | | | 2012 | 1,240,000 | 3.250% | | | | |
| | | | 2013 | 1,230,000 | 3.250% | | | | | | | | | | | |
| | | | 2014 | 1,205,000 | 3.250% | | | | | | | | | | | |
| | | | 2015 | 1,190,000 | 3.250% | | | | | | | | | | | |
| | | | 2016 | 1,170,000 | 3.250% | | | | | | | | | | | |
| | | | 2017 | 1,095,000 | 3.375% | | | | | | | | | | | |

COUNTY OF PASSAIC

Schedule of General Serial Bonds Payable

General Capital Fund

Year Ended December 31, 2005

| Purpose | Date of Issue | Amount of Original Issue | Maturities | | Interest Rate | Balance December 31, 2004 | Increased/Decreased | Balance December 31, 2005 |
|--|---------------|--------------------------|------------|------------------------------------|---------------|---------------------------|---------------------|---------------------------|
| | | | Year | of Bonds Outstanding Dec. 31, 2005 | | | | |
| General Obligation Refunding Bonds (A) | 09/01/04 | 41,270,000 | 2006 | 4,269,000 | 2.000% | 41,870,000 | | 39,226,000 |
| | | | 2007 | 1,300,000 | 3.000% | | 2,658,070 | |
| | | | 2008 | 1,475,000 | 3.250% | | | |
| | | | 2009 | 3,420,000 | 3.125% | | | |
| | | | 2010 | 5,065,000 | 3.400% | | | |
| | | | 2011 | 5,100,000 | 5.250% | | | |
| | | | 2012 | 5,245,000 | 5.250% | | | |
| | | | 2013 | 5,370,000 | 4.000% | | | |
| | | | 2014 | 2,905,000 | 4.000% | | | |
| | | | 2015 | 1,020,000 | 4.125% | | | |
| | | | 2016 | 1,005,000 | 4.250% | | | |
| | | | 2017 | 610,000 | 4.400% | | | |
| | | | 2018 | 605,000 | 4.500% | | | |
| | | | 2019 | 600,000 | 4.600% | | | |
| | | 2020 | 600,000 | 4.625% | | | | |
| | | 2021 | 580,000 | 4.750% | | | | |

COUNTY OF PASSAIC

Schedule of General Serial Bonds Payable

General Capital Fund

Year Ended December 31, 2015

| Purpose | Date of Issue | Amount of Original Issue | Maturities of Bonds Outstanding | | Interest Rate | Balance December 31, 2014 | Increased | Decreased | Balance December 31, 2015 |
|--|---------------|--------------------------|---------------------------------|----------------------|---------------|---------------------------|-----------|-----------|---------------------------|
| | | | Year | Dec. 31, 2015 Annual | | | | | |
| General Obligation Refunding Bonds (B) | 09/01/04 | 7,660,000 | 2007 | 3,065,900 | 5.000% | 7,660,000 | | | 7,660,000 |
| | | | 2008 | 3,095,000 | 5.000% | | | | |
| | | | 2009 | 1,500,000 | 3.5000% | | | | |
| County College Bonds (A) | 10/15/04 | 4,785,000 | 2006 | 275,000 | 3.600% | 4,785,000 | | 250,000 | 4,535,000 |
| | | | 2007 | 300,000 | 3.600% | | | | |
| | | | 2008 | 325,000 | 3.600% | | | | |
| | | | 2009 | 335,000 | 3.600% | | | | |
| | | | 2010 | 345,000 | 3.600% | | | | |
| | | | 2011 | 360,500 | 3.600% | | | | |
| | | | 2012 | 375,000 | 3.600% | | | | |
| | | | 2013 | 400,000 | 3.600% | | | | |
| | | | 2014 | 420,000 | 3.600% | | | | |
| | | | 2015 | 450,000 | 3.600% | | | | |
| | | 2016 | 465,000 | 3.600% | | | | | |
| | | 2017 | 485,000 | 3.600% | | | | | |

COUNTY OF PASSAIC

Schedule of General Serial Bonds Payable

General Capital Fund

Year Ended December 31, 2005

| Purpose | Date of Issue | Amount of Original Issue | Maturities of Bonds Outstanding | | Interest Rate | Balance December 31, 2004 | Increased | Decreased | Balance December 31, 2005 |
|--------------------------|---------------|--------------------------|---------------------------------|-----------|---------------|---------------------------|------------|------------|---------------------------|
| | | | Year | Amount | | | | | |
| County College Bonds (B) | 10/15/04 | 4,784,000 | 2006 | 425,000 | 3.250% | 4,784,000 | | 418,000 | 4,366,000 |
| | | | 2007 | 435,000 | 3.250% | | | | |
| | | | 2008 | 450,000 | 3.250% | | | | |
| | | | 2009 | 465,000 | 3.250% | | | | |
| | | | 2010 | 480,000 | 3.250% | | | | |
| | | | 2011 | 495,000 | 3.250% | | | | |
| | | | 2012 | 515,000 | 3.250% | | | | |
| | | | 2013 | 535,000 | 3.250% | | | | |
| | | | 2014 | 565,000 | 3.250% | | | | |
| | | | | | | | | 20,000,000 | |
| General Obligation Bonds | 06/01/05 | 20,000,000 | 2006 | 25,000 | 3.750% | | | | |
| | | | 2007 | 100,000 | 3.750% | | | | |
| | | | 2008 | 1,025,000 | 3.750% | | | | |
| | | | 2009 | 1,125,000 | 3.750% | | | | |
| | | | 2010 | 1,275,000 | 3.750% | | | | |
| | | | 2011 | 1,375,000 | 3.750% | | | | |
| | | | 2012 | 1,525,000 | 3.750% | | | | |
| | | | 2013 | 1,600,000 | 3.750% | | | | |
| | | | 2014 | 1,725,000 | 3.750% | | | | |
| | | | 2015 | 1,825,000 | 3.750% | | | | |
| | | 2016 | 1,925,000 | 3.750% | | | | | |
| | | 2017 | 2,025,000 | 3.875% | | | | | |
| | | 2018 | 2,175,000 | 4.000% | | | | | |
| | | 2019 | 2,275,000 | 4.000% | | | | | |
| | | | | | | | 20,000,000 | 20,987,000 | 295,218,000 |

\$ 295,221,000

COUNTY OF PASSAIC

Schedule of State Educational Facilities Authority Loans Payable

General Capital Fund

Year Ended December 31, 2005

| Purpose | Date of Issues | Amount of Original Issue | Maturities of Loans Outstanding Dec. 31, 2005 | Interest Rate | Balance December 31, 2004 | Decreased | Balance December 31, 2005 | |
|---------------------------------|----------------|--------------------------|---|---------------|---------------------------|--------------|---------------------------|-----------|
| | | | | | | | | Date |
| County College Capital Projects | 02/01/80 | \$ 2,015,000 | 130,000 | 3.500% | 1,475,000 | 110,000 | 1,365,000 | |
| | 09/01/87 | | 130,000 | 3.500% | | | | |
| | 08/01/88 | | 135,000 | 3.100% | | | | |
| | 09/01/89 | | 145,000 | 3.250% | | | | |
| | 09/01/10 | | 150,000 | 3.400% | | | | |
| | 09/01/11 | | 160,000 | 5.000% | | | | |
| | 09/01/12 | | 165,000 | 5.000% | | | | |
| | 09/01/13 | | 175,000 | 5.000% | | | | |
| | 09/01/14 | | | 175,000 | 5.000% | | | |
| | | | | | | \$ 1,475,000 | 110,000 | 1,365,000 |

COUNTY OF PASSAIC

Schedule of Capital Leases Payable

General Capital Fund

Year Ended December 31, 2005

| Purpose | Date of Issue | Amount of Original Issue | Maturities of Capital Leases Outstanding | | Interest Rate | Increase | Balance December 31, 2005 |
|---------------------------------------|---------------|--------------------------|--|-----------|---------------|------------|---------------------------|
| | | | Date | Amount | | | |
| Prattness Healthcare Center Expansion | 05/01/05 | \$ 65,000,000 | 03/15/08 | 1,210,000 | 3.500% | 65,000,000 | 65,000,000 |
| | | | 03/15/09 | 1,285,000 | 3.500% | | |
| | | | 03/15/10 | 1,295,000 | 3.100% | | |
| | | | 03/15/11 | 1,335,000 | 3.250% | | |
| | | | 03/15/12 | 1,385,000 | 3.400% | | |
| | | | 03/15/13 | 1,440,000 | 5.000% | | |
| | | | 03/15/14 | 1,515,000 | 5.000% | | |
| | | | 03/15/15 | 1,595,000 | 5.000% | | |
| | | | 03/15/16 | 1,675,000 | 5.000% | | |
| | | | 03/15/17 | 1,760,000 | 5.000% | | |
| | | | 03/15/18 | 1,845,000 | 4.000% | | |
| | | | 03/15/19 | 1,920,000 | 4.125% | | |
| | | | 03/15/20 | 2,000,000 | 4.200% | | |
| | | | 03/15/21 | 2,085,000 | 4.250% | | |
| | | | 03/15/22 | 2,180,000 | 4.300% | | |
| | | | 03/15/23 | 2,275,000 | 4.375% | | |
| | | 03/15/24 | 2,385,000 | 5.000% | | | |
| | | 03/15/25 | 2,505,000 | 5.000% | | | |
| | | 03/15/26 | 2,635,000 | 5.000% | | | |
| | | 03/15/27 | 2,770,000 | 5.000% | | | |
| | | 03/15/28 | 2,910,000 | 5.000% | | | |
| | | 03/15/29 | 3,060,000 | 5.000% | | | |
| | | 03/15/30 | 3,220,000 | 5.000% | | | |
| | | 03/15/31 | 3,385,000 | 5.000% | | | |
| | | 03/15/32 | 3,555,000 | 5.000% | | | |
| | | 03/15/33 | 3,740,000 | 5.000% | | | |
| | | 03/15/34 | 3,930,000 | 5.000% | | | |
| | | 03/15/35 | 4,135,000 | 5.000% | | | |

COUNTY OF PASSAIC

Schedule of Capital Leases Payable

General Capital Fund

Year Ended December 31, 2005

| Purpose | Date of Issue | Amount of Original Issue | Maturities of Capital Leases Outstanding Dec. 31, 2005 | Interest Rate | Balance December 31, 2005 |
|---|---------------|--------------------------|---|---------------|---------------------------|
| | | | | | |
| Prosecutor's Office Building Improvements | 12/05/05 | 6,000,000 | 210,000 | 4.000% | 6,000,000 |
| | | | 220,000 | 4.000% | |
| | | | 225,000 | 4.000% | |
| | | | 235,000 | 5.000% | |
| | | | 250,000 | 5.000% | |
| | | | 255,000 | 5.000% | |
| | | | 270,000 | 4.000% | |
| | | | 285,000 | 5.000% | |
| | | | 300,000 | 4.000% | |
| | | | 310,000 | 4.000% | |
| | | | 320,000 | 4.125% | |
| | | | 335,000 | 4.125% | |
| | | | 350,000 | 4.250% | |
| | | | 365,000 | 4.250% | |
| | | | 380,000 | 4.300% | |
| | | 395,000 | 4.375% | | |
| | | 415,000 | 4.375% | | |
| | | 430,000 | 4.500% | | |
| | | 450,000 | 4.500% | | |

\$ 71,000,000

71,000,000

COUNTY OF PASSAIC

Schedule of Bonds and Notes Authorized But Not Issued

General Capital Fund

Year Ended December 31, 2005

| Ordinance Number | Improvement Description | Balance Dec. 31, 2004 | Increased | Decreased | Balance Dec. 31, 2005 |
|-----------------------|--|--------------------------|-----------|-----------|--------------------------|
| General Improvements: | | | | | |
| 87-25 | New Street Reconstruction - Phases II and III | \$ 354,000 | | | 354,000 |
| 87-43 | Reconstruction of Old Turnpike Bridge PC #325 | 126,000 | | | 126,000 |
| 91-30 | Reconstruction East Main Bridge | 149,768 | | | 149,768 |
| 91-34 | Rehabilitation Maple Ave. Bridge | 81,000 | | | 81,000 |
| 95-04 | Road Intersection Program | 95,000 | | | 95,000 |
| 95-07 | Reconstruction Lafayette Ave. | 1,500 | | | 1,500 |
| 96-06 | Road Improvements Passaic Avenue | 101,000 | | | 101,000 |
| 96-15 | Hazel Street Scoping/Construction | 6,000 | | | 6,000 |
| 96-21 | Frekness Brook PC #348 | 37,000 | | | 37,000 |
| 96-22 | Reconstruction of Valley Road | 8,240 | | | 8,240 |
| 96-24 | Expansion PCCC | 222,000 | | | 222,000 |
| 97-01 | Main Street & Arch Street Bridges - PC#15 & 16 | 58,685 | | | 58,685 |
| 97-05 | Road Resurfacing Program - 1997 | 2,040 | | | 2,040 |
| 97-09 | Squaw Brook Road Bridge - PC #127 | 95,000 | | | 95,000 |
| 97-13 | Church Street Bridge - PC #125 | 190,000 | | | 190,000 |
| 97-14 | Intersection Improvements - Various Municipalities | 95,000 | | | 95,000 |
| 97-20 | Construction of Police Academy Addition | 7,000 | | | 7,000 |
| 97-26 | Rehabilitate Bridges - PC #28 & #29 | 666,000 | | | 666,000 |
| 97-31 | Design & Rehab. Magee Road Bridge - PC #404 | 95,000 | | 5,000 | 90,000 |
| 98-23 | Replacement of Wagon Road Bridge | 285,000 | | 60,000 | 225,000 |
| 98-35 | Intersection Improvement at Belmont and Barbour Street | 119,000 | | | 119,000 |
| 99-06 | Replacement of Lexington Ave. and Central Ave. Bridges | 33,000 | | | 33,000 |
| 99-10 | Various Drainage Improvements Projects | 238,000 | | | 238,000 |
| 99-15 | Totowa/French Hill Roads Intersection Improvements | 476,000 | | | 476,000 |
| 99-20 | Scoping of Two Bridges Road | 95,000 | | 50,000 | 45,000 |
| 00-08 | Supplemental - Road Improvements | 265 | | | 265 |
| 00-11 | Supplemental - Acquisition of office equipment | 285,000 | | | 285,000 |
| 00-12 | Renovations of 80 Hamilton St. - Welfare Board | 380,000 | | | 380,000 |
| 00-14 | Supplemental - Redecking of McBride Bridge | 190,000 | | | 190,000 |
| 00-18 | Supplemental - Reconstruction Various Bridges | 285,000 | | | 285,000 |
| 00-19 | Supplemental - Various Drainage Projects | 238,000 | | 20,000 | 218,000 |
| 00-20 | Construction of Jughandle from Paterson-Hamburg Turnpike to Hinchman Ave | 238,000 | | | 238,000 |
| 00-25 | Renovation of Youth Center | 238,000 | | | 238,000 |
| 00-26 | Acquisition of Property - (Bloomingdale B/L 3/13) | 309,000 | | 260,000 | 49,000 |
| 00-27 | Supplemental - Renovation of Various Parks | 190,000 | | 190,000 | |
| 00-35 | Supplemental - Reconstruction of Greenwood Lake Turnpike | 238,000 | | 238,000 | |
| 00-36 | Supplemental - Reconstruction of Ringwood Ave | 242,000 | | 242,000 | |
| 00-40 | Supplemental - Repairs/Rehab. to Kingsland Ave Bridge PC #81 | 36,000 | | | 36,000 |
| 00-41 | Supplemental - Valley Road and Pompton-Hamburg Tpkc intersection improvements | 238,000 | | | 238,000 |
| 00-42 | Supplemental - Improvements to Camp Hope | 95,000 | | 95,000 | |
| 00-44 | Supplemental - Study and Improv. of Hazel St. | 66,000 | | | 66,000 |

COUNTY OF PASSAIC

Schedule of Bonds and Notes Authorized But Not Issued

General Capital Fund

Year Ended December 31, 2005

| Ordinance Number | Improvement Description | Balance Dec. 31, 2004 | Increased | Decreased | Balance Dec. 31, 2005 |
|-----------------------|--|--------------------------|-----------|-----------|--------------------------|
| General Improvements: | | | | | |
| 01-02 | Supplemental - Renovations to Courthouse Complex | 285,000 | | | 285,000 |
| 01-06 | Supplemental - Acquisition of Equip. for Vo-Tech | 426,000 | | | 426,000 |
| 01-08 | Goffle Brook Multi-use Path | 285,000 | | | 285,000 |
| 01-09 | Reconstruction of Straight St/River St. | 380,000 | | | 380,000 |
| 01-11 | Supplemental - 1992 Guide Rail Program | 95,000 | | 5,000 | 90,000 |
| 01-13 | Supplemental - Various Drainage Projects | 142,000 | | | 142,000 |
| 01-14 | Drainage Crooks and Wabash Avenues | 714,000 | | 714,000 | |
| 01-18 | Supplemental - Renovations to Courthouse Complex | 190,000 | | 190,000 | |
| 01-22 | Supplemental - Acquisition of equipment for jail | 4,100 | | 4,100 | |
| 01-23 | Supplemental - Acquisition of Equipment for Breakers Hospital | 422,000 | | 422,000 | |
| 01-26 | Renovations - County Jail | 476,000 | | 476,000 | |
| 01-27 | Supplemental - Reinv. of 80 Hamilton St. - Welfare Board | 380,000 | | 380,000 | |
| 01-28 | Supplemental - Improvements to Camp Hope | 95,000 | | | 95,000 |
| 01-29 | Supplemental - Reconstruction of Greenwood Lake Turnpike | 81,000 | | | 81,000 |
| 01-31 | Supplemental - Totowa and French Hill Road Imprv. | 428,000 | | | 428,000 |
| 01-32 | Supplemental - Various Road and Bridge Repairs Hurricane Floyd | 124,910 | | | 124,910 |
| 01-33 | Supplemental - Various Road and Bridge Repairs Hurricane Floyd | 166,000 | | | 166,000 |
| 01-35 | Supplemental - Renovation of Youth Center | 238,000 | | 238,000 | |
| 01-36 | Supplemental - Various Road and Bridge Repairs Hurricane Floyd | 238,000 | | | 238,000 |
| 02-02 | Long Range Facility Plan for Vocational School | | | | |
| 02-04 | Supplemental - Renovation of Vocation School | 628,000 | | 628,000 | |
| 02-05 | Supplemental - Acquisition of Voc School Equipment | 352,000 | | 352,000 | |
| 02-06 | Supplemental - Acquisition of Comm College Equipment | 2,505,000 | | 2,505,000 | |
| 02-09 | Supplemental - Renovations to Courthouse Complex | 857,000 | | 857,000 | |
| 02-11 | Supplemental - Rehab/Upgrade of DPW Equipment | 475,000 | | 475,000 | |
| 02-12 | Supplemental - Imp of Totowa/French Hill Road Intersection | 285,000 | | | 285,000 |
| 02-14 | Supplemental - Various Drainage Improvements | 142,500 | | | 142,500 |
| 02-15 | Waterproofing of Administration Building | 285,000 | | 285,000 | |
| 02-16 | Supplemental - Renovations of 80 Hamilton Street | 476,000 | | 476,000 | |
| 02-17 | Supplemental - Reconst of Greenwood Lake Turnpike | 1,932,000 | | | 1,932,000 |
| 02-19 | Acquisition of Buildings/Grounds Equipment | 190,000 | | 190,000 | |
| 02-20 | Duct Repairs to Courthouse & Administration Building | 380,000 | | 380,000 | |
| 02-21 | Supplemental - 1992 Guide Rail Program | 142,000 | | | 142,000 |
| 02-22 | Supplemental - Improvements to Camp Hope | 142,000 | | 142,000 | |
| 02-24 | Supplemental - Imp to Youth Center | 190,000 | | 190,000 | |
| 02-30 | Supplemental - Imp of Valley Road & Paterson- Hamburg Turnpike Intersection | 952,000 | | | 952,000 |
| 02-31 | Supplemental - Renovation of Apsahwa Dam | 285,000 | | | 285,000 |

COUNTY OF PASSAIC

Schedule of Bonds and Notes Authorized But Not Issued

General Capital Fund

Year Ended December 31, 2005

| Ordinance Number | Improvement Description | Balance Dec. 31, 2004 | Increased | Decreased | Balance Dec. 31, 2005 |
|-----------------------|--|--------------------------|-----------|-----------|--------------------------|
| General Improvements: | | | | | |
| 02-32 | Supplemental - Repair of Belmont Ave Bridge | 285,000 | | 285,000 | |
| 02-33 | Supplemental - Reconstruction of Various Bridges | 476,000 | | 476,000 | |
| 02-34 | Imp to Hamburg Turnpike & Jackson Avenue | 285,000 | | 285,000 | |
| 02-35 | Replacement of Jail Roof | 285,000 | | | 285,000 |
| 02-36 | Supplemental - Reconstruction of Ringwood Ave | | | | |
| 02-37 | Supplemental - Imp to Intersection of Alps Road & Ratzer Road | 190,000 | | 190,000 | |
| 02-38 | Supplemental - Acquisition of Paratransit/ Meds on Wheel Vehicles | 285,000 | | 285,000 | |
| 02-39 | Supplemental - Equipment for Pretness Hospital | 285,000 | | | 285,000 |
| 02-40 | Supplemental - Renovations to Public Buildings | 190,000 | | | 190,000 |
| 02-41 | Refunding ordinance - Payment of Pension Obligation | 240,000 | | | 240,000 |
| 03-01 | Refunding Bond Ordinance | 6,980,000 | | | 6,980,000 |
| 03-02 | Refunding Bond Ordinance | 4,245,000 | | | 4,245,000 |
| 03-03 | Supplemental - Golf Course Improvements | 285,000 | | 285,000 | |
| 03-05 | Self Insurance Funding | 13,570,000 | | | 13,570,000 |
| 03-06 | Supplemental - Road Improvements | 266 | | | 266 |
| 03-07 | Acquisition of Paratransit Vehicles | 714,000 | | 714,000 | |
| 03-08 | Traffic Signal Reimbursements | 857,000 | | | 857,000 |
| 03-09 | Supplemental - Improvements to Camp Hope | 142,850 | | | 142,850 |
| 03-13 | Supplemental - Various Capital Improvements | 190,400 | | 190,400 | |
| 03-14 | Expansion of Pretness Health Care Facility | 2,857,000 | | 2,857,000 | |
| 03-15 | Waganaw Road/Lincoln Avenue Improvements | 380,000 | | | 380,000 |
| 03-16 | Supplemental - Repair of Belmont Ave Bridge | 190,000 | | | 190,000 |
| 03-17 | Supplemental - Reconstruction of Various Bridges | 476,000 | | | 476,000 |
| 03-18 | Supplemental - Removal of Storage Tanks | 142,500 | | 142,500 | |
| 03-19 | Supplemental - 1992 Guide Rail Program | 190,000 | | | 190,000 |
| 03-20 | Supplemental - Various Drainage Improvements | 238,000 | | | 238,000 |
| 03-21 | Acquisition of Youth Detention Security Cameras | 619,000 | | 619,000 | |
| 03-22 | Supplemental - Renovations to Court House Complex | 142,500 | | 142,500 | |
| 03-23 | Supplemental - Renovations to Public Buildings | 190,000 | | 190,000 | |
| 03-24 | Supplemental - Renovations to W. Broadway Bridge PC#17 | 47,500 | | | 47,500 |
| 03-26 | Supplemental - Rehab to Administration Building Plaza | 190,000 | | 190,000 | |
| 03-27 | Supplemental - Acquisition of Hospital Equipment | 475,000 | | | 475,000 |
| 03-30 | Union Valley Road/Green Brook Bridge Design PC#34 | 190,000 | | 190,000 | |
| 03-31 | President St/Wessel Brook Bridge Design PC#53 | 142,500 | | 142,500 | |
| 03-32 | Supplemental - Public Works Equipment | 665,000 | | 665,000 | |
| 04-01 | Improvements to Paterson Hamburg | 3,286,050 | | | 3,286,050 |
| 04-02 | Imp to Greenwood Lake Turnpike/West Milford | 950,000 | | | 950,000 |
| 04-03 | Imp to Paterson Hamburg Turnpike/Jackson Ave. | 372,098 | | | 372,098 |
| 04-04 | Imp to Crooks Ave./Wahash Ave. Drainage | 380,000 | | 380,000 | |
| 04-05 | Acquisition of Property for a Salt Dome | 190,000 | | | 190,000 |
| 04-06 | Improvements to HVAC System | 950,000 | | 950,000 | |
| 04-07 | General Renovations to County Buildings | 570,000 | | 570,000 | |
| 04-08 | Acquisition of Building and Grounds Equipment | 190,000 | | 190,000 | |

COUNTY OF PASSAIC

Schedule of Bonds and Notes Authorized But Not Issued

General Capital Fund

Year Ended December 31, 2005

| Ordinance Number | Improvement Description | Balance Dec. 31, 2004 | Increased | Decreased | Balance Dec. 31, 2005 |
|-----------------------|---|-----------------------|------------|------------|-----------------------|
| General Improvements: | | | | | |
| 04-09 | Acq of Equipment for Passaic County Comm. College | 1,772,881 | | 1,772,000 | 881 |
| 04-10 | Acq of Equipment for Passaic County Vocational Tech. | 979,000 | | 979,000 | |
| 04-11 | Imp to Passaic County Jail & Acq of Various Equip | 1,995,000 | | | 1,995,000 |
| 04-12 | Imp & Renovations to 435 Hamburg Turnpike | 570,000 | | | 570,000 |
| 04-13 | Acquisition of Computer Equipment | 285,000 | | 285,000 | |
| 04-14 | Acquisition of Various Equipment | 475,000 | | 475,000 | |
| 04-15 | 2004 Road Resurfacing Program | 2,850,000 | | 2,850,000 | |
| 04-16 | Equip. for the Public Works & Buildings & Grounds | 950,000 | | 950,000 | |
| 04-17 | Refunding Bond Ordinance | 5,470,000 | | | 5,470,000 |
| 04-19 | Various Bridge Repair & Replacement Project | 950,000 | | | 950,000 |
| 04-20 | Various Drainage Projects | 332,500 | | | 332,500 |
| 04-21 | Various Road Improvement Projects | 617,500 | | 617,500 | |
| 04-22 | Traffic Safety Programs | 142,500 | | | 142,500 |
| 04-23 | Intersection Improvements | 332,500 | | | 332,500 |
| 04-24 | Miscellaneous Buildings & Grounds Improvements | 1,900,000 | | | 1,900,000 |
| 04-25 | Development of a Secured, Private Fiber Network | 3,325,000 | | 2,000,000 | 1,325,000 |
| 04-27 | Repair & Upgrade of Passaic County Admin. Building | 1,140,000 | | | 1,140,000 |
| 04-28 | GIS Parcel Mapping in & by the County | 166,250 | | | 166,250 |
| 04-29 | Acquisition of & Renovation to County Building | 5,700,000 | | 5,700,000 | |
| 05-01 | Preakness Healthcare Center Expansion | | | | |
| 05-02 | County Road Resurfacing | | 3,800,000 | 3,800,000 | |
| 05-03 | Prosecutor's Building Improvements | | | | |
| 05-04 | Acquisition of Land - Alfieri Tract | | 3,375,000 | 1,075,000 | 2,300,000 |
| 05-05 | Acquisition of HAVA Voting Machines | | 1,068,208 | | 1,068,208 |
| 05-06 | Improvements to the PC Tech Institute | | 979,308 | 979,000 | 308 |
| 05-07 | Parks & Recreation General Improvements | | 2,757,400 | | 2,757,400 |
| 05-08 | Improvements to the Passaic County Jail | | 1,900,000 | 1,900,000 | |
| 05-09 | Acquisition of Equipment - Preakness Healthcare Center | | 950,000 | 950,000 | |
| 05-10 | DPW Various Equipment & General Improvements | | 2,707,500 | 2,707,500 | |
| 05-11 | Various Repairs & Improvement | | 2,571,000 | 2,571,000 | |
| 05-12 | 2000 General & College Refunding Bonds | | 15,000,000 | | 15,000,000 |
| 05-13 | Amend Ord. 2002-02 - Long Range Facility Plan for Vocational School | | | | |
| 05-14 | Improvements to Community College | | 18,000,000 | | 18,000,000 |
| 05-15 | Acquisition of Property - Ball Tract | | 6,275,000 | 6,275,000 | |
| 05-16 | Improvements to Community College | | 3,800,000 | 3,800,000 | |
| | | \$ 95,774,803 | 63,133,416 | 59,694,000 | 99,214,219 |

Bond Anticipation Notes \$ 59,644,000
 Grants Receivable 50,000
 \$ 59,694,000

**COUNTY OF PASSAIC
STATE OF NEW JERSEY**

*** * * * ***

**PART II
LETTERS ON INTERNAL CONTROL AND ON COMPLIANCE
COMMENTS AND RECOMMENDATIONS
YEAR ENDED DECEMBER 31, 2005**

Ferraioli, Wielkocz, Cerullo & Cuva, P.A.

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Earl L. Snook, RMA

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

September 11, 2006

The Honorable Board of Chosen Freeholders
County of Passaic
Paterson, New Jersey

We have audited the financial statements of the County of Passaic, State of New Jersey, as of and for the year ended December 31, 2005, and have issued our report thereon dated September 11, 2006. Our report disclosed that, as described in Note 1 to the financial statements, the County of Passaic prepares its financial statements on a basis of accounting prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. We conducted our audit in accordance with auditing standards generally accepted in the United States of America, audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey; and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the County of Passaic's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide an opinion on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses. However, we noted other matters involving the internal control over financial reporting that we have reported to the management of the County of Passaic in the accompanying Comments and Recommendation section of this report.



Compliance and Other Matters

As part of obtaining reasonable assurance about whether the County of Passaic's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under Government Auditing Standards. However, we noted certain immaterial instances of noncompliance that we have reported to the management of the County of Passaic in the accompanying Comments and Recommendations section of this report.

This report is intended for the information of the governing body, management, The Division of Local Government Services, Department of Community Affairs, State of New Jersey, Federal Awarding Agencies and Pass Through Entities and is not intended to be and should not be used by anyone other than these specified parties.



Steven D. Wielkocz, C.P.A.
Registered Municipal Accountant
No. CR00413



FERRAIOLI, WIELKOTZ, CERULLO & CUVA, P.A.
Certified Public Accountants

September 11, 2006

Ferraioli, Wielkocz, Cerullo & Cuva, P.A.

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Earl L. Snook, RMA

REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH MAJOR FEDERAL AND STATE PROGRAM AND INTERNAL CONTROL WITH OMB CIRCULAR A-133 AND N.J. OMB CIRCULAR 04-04 AS AMENDED

The Honorable Board of Chosen Freeholders
County of Passaic
Paterson, New Jersey

Compliance

We have audited the compliance of the County of Passaic, with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement and the New Jersey State Office of Management and Budget's State Aid/Grant Compliance Supplement that are applicable to each of its major federal and state programs for the year ended December 31, 2005. The County of Passaic'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, regulation, contracts and grants applicable to each of its major federal and state programs is the responsibility of the County of Passaic's management. Our responsibility is to express an opinion on the County of Passaic'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; OMB Circular A-133, "Audits of States, Local Governments, and Non-Profit Organizations"; and the provisions of the New Jersey State Treasury Circular Letter 04-04, "Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid Payments." Those standards and OMB Circular A-133 and N.J. OMB Circular 04-04 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on the major federal and state programs occurred. An audit includes examining, on a test basis, evidence about the County of Passaic'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 of Passaic's compliance with those requirements.



In our opinion, the County of Passaic complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal and state programs for the year ended December 31, 2005. However, the results of our auditing procedures disclosed immaterial differences of noncompliance with those requirements, which are described in the accompany's schedule of findings and questioned costs and the accompanying comments and recommendations section of this report.

Internal Control Over Compliance

The management of the County of Passaic 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 of Passaic's internal control over compliance with requirements that could have a direct and material effect on a major federal and state program in order to determine our 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 New Jersey OMB Circular 04-04.

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relative low level the risk that noncompliance with applicable requirements of laws, regulations, contracts and grants caused by error or fraud that would be material in relation to a major federal and state program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over compliance and its operation that we consider to be material weaknesses. However, we noted certain immaterial instances of noncompliance and other matters involving the internal control over financial reporting that we have reported to the management of the County of Passaic in the comments and recommendations section of this report.

This report is intended for the information of management, the Division of Local Government Services, Department of Community Affairs, State of New Jersey, Federal Awarding Agencies and Pass Through Entities and is not intended to be and should not be used by anyone other than these specified parties.


Steven D. Wielkocz, C.P.A.
Registered Municipal Accountant
No. CR00413


FERRAIOLI, WIELKOTZ, CERULLO & CUVA, P.A.
Certified Public Accountants

September 11, 2006



COUNTY OF PASSAIC

Schedule of Expenditures of Federal Awards
For the Year Ended December 31, 2005

| Name of Federal Agency or Department | C.F.D.A. Account No. | Passed Through Grantor's Number | Grant Period | Total Grant Award | Balance Dec. 31 2004 | Revenue Realized | Grant Expenditures | Adjustments/Cancelled | Balance Dec. 31 2005 |
|--|----------------------|---------------------------------|--------------|-------------------|----------------------|------------------|--------------------|-----------------------|----------------------|
| U.S. Dept. of Energy Passed Through N.J. Dept. of Community Affairs: | | | | | | | | | |
| Weatherization Assistance Program | 81.042 | HIP | 2001 | \$ 361,173 | \$ 42,158 | | 15,655 | | 26,495 |
| Weatherization Assistance Program | 81.042 | DHS | 1999 | 150,619 | (130,619) | | | | (130,619) |
| Weatherization Assistance Program | 81.042 | DHS | 2002 | 130,604 | 49,753 | | 66,247 | | (16,494) |
| Weatherization Assistance Program | 81.042 | DHS | 2003 | | | | | 6,839 | 6,839 |
| Weatherization Assistance Program | 81.042 | DHS | 2004 | 144,136 | 7,746 | 10,089 | (441) | | 18,276 |
| Weatherization Assistance Program | 81.042 | DHS | 2005 | 185,668 | | 185,668 | 137,791 | | 47,877 |
| Weatherization Assistance Program | 81.042 | DOE - 2003 | 2003 | 169,058 | 3,943 | (3) | (73) | | 4,913 |
| Weatherization Assistance Program | 81.042 | DOE - 2004 | 2004 | 195,589 | (97,161) | 125,646 | 11,535 | | 16,950 |
| Weatherization Assistance Program | 81.042 | DOE - 2005 | 2005 | 160,700 | | 56,245 | 31,307 | | 24,438 |
| Weatherization LIHEAP Flood Relief | 81.042 | | 2000 | 122,714 | | | 32,950 | | |
| Weatherization LIHEAP Flood Relief | 81.042 | DHS | 2003 | 132,271 | 9,667 | | 2,171 | (6,889) | 667 |
| U.S. Dept. of Housing & Urban Development: Housing Voucher Program | 14.177 | | 2005 | 7,903,772 | | 7,903,772 | 7,903,772 | | |
| U.S. Dept. of Labor Passed Through N.J. Dept. of Labor: | | | | | | | | | |
| J.T.P.A. (Workforce Investment) | 17.250 | FY02 | 2002/03 | 5,254,877 | 216,998 | | | (236,998) | (89,049) |
| J.T.P.A. (Workforce Investment) | 17.250 | FY03 | 2003/04 | 6,184,176 | 100,000 | | | (100,000) | |
| J.T.P.A. (Workforce Investment) | 17.250 | FY04 | 2003/04 | 1,229,527 | (1,166,524) | 777,475 | 6,617,961 | | (3,140,952) |
| J.T.P.A. (Workforce Investment) | 17.250 | FY05 | 2004/05 | 11,284,490 | (2,092,516) | 5,572,525 | 4,835,805 | | (1,235,905) |
| J.T.P.A. (Workforce Investment) | 17.250 | FY06 | 2005/06 | 9,960,313 | | 3,600,000 | | | 1,764,285 |
| J.T.P.A. (Welfare to Work) | 17.253 | FY09 | 1999/00 | 1,604,781 | 1,464,285 | | | (100,000) | 60,411 |
| J.T.P.A. (Welfare to Work) | 17.253 | FY00 | 2000/01 | 1,447,540 | 60,411 | | | | |
| U.S. Dept. of Health and Human Services Passed Through N.J. Dept. of Services: | | | | | | | | | |
| Aging Area Plan Grant | 93.043-046 | | 2004 | 2,186,077 | (147,479) | 918,148 | 777,485 | 7,316 | 720,947 |
| Aging Area Plan Grant | 93.043-046 | | 2005 | 2,762,522 | | 2,013,555 | 1,296,408 | | (348,425) |
| Aging Area Nutrition Grant | 93.043-046 | | 2005 | 1,497,045 | (348,425) | | | | 266,188 |
| Aging Area Nutrition Grant | 93.043-046 | | 2004 | 1,451,011 | (246,221) | 629,861 | 117,452 | | 885,282 |
| Aging Area Nutrition Grant | 93.043-046 | | 2005 | 4,370,696 | | 2,409,448 | 1,524,166 | | |
| Human Services | 13.808 | 03BERN | 2002 | 668,077 | 5,356 | | 10,496 | 5,160 | 950 |
| Human Services | 13.808 | 03BERN | 2003 | 526,187 | | | (950) | | (72,000) |
| Human Services | 13.808 | 04BERN | 2004 | 526,187 | 77,737 | | 149,937 | | 155,052 |
| Human Services | 13.808 | 05BERN | 2005 | 559,812 | | 553,812 | 398,760 | | (180,826) |
| General Assistance/Food Stamps | 10.551 | FIRZLN | 2002 | 1,170,942 | (180,826) | | | | |
| General Assistance/Food Stamps | 10.551 | FIRZLN | 2003 | 1,161,792 | | | 65,312 | 65,312 | |
| General Assistance/Food Stamps | 10.551 | FIRZLN | 2004 | 753,909 | 3,972 | | (3,326) | | 7,248 |

COUNTY OF PASSAIC

Schedule of Expenditures of Federal Awards

For the Year Ended December 31, 2005

| Name of Federal Agency or Department | C.F.D.A. Account No. | Passed Through Grantor's Number | Grant Period | Total Grant Award | Balance Dec. 31 2004 | Revenue Realized | Grant Expenditures | Adjustments/Cancelled | Balance Dec. 31 2005 |
|---|----------------------|---------------------------------|--------------|-------------------|----------------------|------------------|--------------------|-----------------------|----------------------|
| U.S. Dept. of Health and Human Services Passed Through N.J. Dept. of Services: | | | | | | | | | |
| Hospital Grant | 93.005 | 30409 | 2001 | 387,947 | 4,638 | | 4,638 | | |
| Hospital Grant | 93.005 | 30409 | 2002 | 478,842 | (64,405) | 374,581 | | (310,176) | |
| Hospital Grant | 93.005 | 30409 | 2003 | 378,395 | (2,687) | 2,687 | | | |
| Hospital Grant | 93.005 | 30409 | 2004 | 380,287 | 80,521 | | 64,333 | | 16,188 |
| Hospital Grant | 93.005 | 30409 | 2005 | 391,639 | | 219,877 | 391,639 | (1,781) | (171,762) |
| Mental Health | 93.104 | 30309 | 1999 | 9,000 | 1,731 | | | | (390) |
| Mental Health | 93.104 | 30409 | 2002 | 6,000 | (390) | | | | (5,562) |
| Mental Health | 93.104 | 30409 | 2003 | 6,000 | (5,562) | | | | (5,754) |
| Mental Health | 93.104 | 30409 | 2004 | 6,000 | (5,754) | | | | (740) |
| Mental Health | 93.104 | 30409 | 2005 | 6,000 | | | 740 | | 1,298 |
| Mental Health Crisis Counseling | 93.104 | 30409 | 2004 | 4,000 | 5,627 | | 4,329 | | (20,251) |
| Community Services Block Grant | 93.569 | 97-0970 | 1999 | 164,590 | (20,251) | | | | |
| Community Services Block Grant | 93.569 | 01/5775/02 | 2002 | 187,803 | | | 2,841 | | |
| Community Services Block Grant | 93.569 | 03/1102/00 | 2003 | 274,315 | 49,548 | (29,916) | 10,999 | | 8,633 |
| Community Services Block Grant | 93.569 | 04/2042/01 | 2004 | 255,350 | 48,575 | 132,900 | 161,784 | | 19,691 |
| Community Services Block Grant | 93.569 | 05/3748/00 | 2005 | 132,500 | | | 35,575 | | (35,575) |
| Federal Office of Justice Programs Passed Through N.J. State Law Enforcement Planning Agency: | | | | | | | | | |
| Juvenile Justice - Incentive Program | 16.540 | N/A | 2003 | \$65,703 | (313,928) | 565,708 | 231,780 | | |
| Juvenile Justice - Partnership | 16.540 | N/A | 2002 | 743,410 | 147,979 | | (27,541) | (175,520) | |
| Juvenile Justice - Partnership | 16.540 | N/A | 2003 | 749,868 | (560,391) | | 24,324 | | (584,715) |
| Juvenile Justice - Partnership/Family Court | 16.540 | N/A | 2003 | 749,868 | 158,898 | | | | 158,898 |
| Juvenile Justice - Partnership | 16.540 | N/A | 2005 | 493,630 | | | 274,772 | | (274,772) |
| Multijurisdictional Task Force | N/A | DE-2-16-01 | 2001 | 163,666 | | | 7,847 | 7,847 | |
| Multijurisdictional Task Force | N/A | DE-2-16-03 | 2003 | 151,931 | | | (1,515) | (1,515) | |
| Multijurisdictional Task Force | 16.579 | DE-2-16-04 | 2004 | 139,092 | (139,092) | 139,092 | | | |
| Domestic Violence Against Women | 16.588 | WEVX0036 | 1997 | 605,140 | (177,682) | | | | (177,682) |
| Domestic Violence Against Women | 16.588 | VAWA163 | 1999 | 560,060 | | | | | |
| Domestic Violence Against Women | 16.588 | WE-VX-0036 | 2004-05 | 435,835 | (110,467) | | 457 | 457 | (131,496) |
| Local Law Enforcement Block Grant PCPO | 16.592 | LLE-18-02 | FY05 | 69,318 | | 69,318 | 69,318 | | |
| Local Law Enforcement Block Grant PCSD | 16.592 | LLE-18-02 | FY05 | 12,300 | | 1,230 | 5,934 | | (4,704) |

COUNTY OF PASSAIC

Schedule of Expenditures of Federal Awards
For the Year Ended December 31, 2005

| Name of Federal Agency or Passaic Agency | C.F.D.A. Account No. | Passed Through Grant/Project Number | Grant Period | Total Grant Award | Balance Dec. 31 2004 | Revenue Realized | Grant Expenditures | Adjustments/Cancelled | Balance Dec. 31 2005 |
|---|----------------------|-------------------------------------|--------------|-------------------|----------------------|------------------|--------------------|-----------------------|----------------------|
| Federal Office of Justice Programs Passed through N.J. State Law Enforcement, cont. | | | | | | | | | |
| Project Safe | | | | | | | | | |
| Community Justice | N/A | R865304 | 1997 | 19,750 | (3,852) | 55,464 | 150,464 | | (3,852) |
| Community Justice | N/A | IC-17-03 | 2003 | 150,464 | 95,000 | 71,428 | 6,050 | 16,669 | 82,047 |
| Community Justice | N/A | IC-17-04 | 2004 | 78,571 | | 23,809 | | | 23,809 |
| Community Justice | N/A | IC-17-05 | 2005 | 95,237 | | | | | (16,105) |
| Community Prosecution Enhancement | N/A | 02-FE-CX-0033 | 2002 | 149,850 | (16,105) | 76,000 | 68,971 | (28,734) | 12,678 |
| Gang Suppression Initiative | 16.579 | DE-242-01-01 | 2002 | 210,000 | 29,734 | 70,000 | 50,892 | (1) | 19,108 |
| Gang Suppression Initiative | 16.579 | DE-242-01-01 | 2003 | 210,000 | 5,650 | 70,000 | | | 19,108 |
| Gang Suppression Initiative | 16.579 | DE-242-01-01 | 2005 | 280,000 | | | | | (146,317) |
| Community Gun Violence Prosecution | N/A | 2002-GP-CX-1030 | 2004 | 239,356 | (146,317) | | | | |
| Other Agencies: | | | | | | | | | |
| Solid Waste Tax | 66.808 | CD9316 | 1999 | 205,268 | (16,576) | | (87) | (87) | (16,576) |
| Solid Waste Tax | 66.808 | CD9316 | 2000 | 159,805 | | | (840) | (840) | |
| Solid Waste Tax | 66.808 | CD9316 | 2002 | 240,308 | | | 196,905 | | 963 |
| Solid Waste Tax | 66.808 | CD9316 | 2004 | 255,042 | 197,868 | | | | 272,361 |
| Solid Waste Tax | 66.808 | CD9316 | 2004 | 255,042 | 272,361 | | | | 199,865 |
| Solid Waste Tax | 66.808 | CD9316 | 2005 | 272,361 | | 272,361 | 31,496 | 1,016 | 110,999 |
| P.C. Victim Assistance Grant | 16.575 | V-22-01 | 2002 | 542,670 | | | 1,016 | | (8,863) |
| Victims of Crime Act Grant | 16.575 | FY03-100-066-1020-142 | 2004-05 | 502,203 | 125,172 | 577,577 | 72,150 | (519,600) | |
| Victims of Crime Act Grant | 16.575 | FY04-100-066-1020-142 | 2004-05 | 499,038 | | 308,284 | 317,147 | | |
| C.E.H.A. - 2000 | N/A | | 2000 | 140,600 | | | 3,200 | 3,200 | |
| C.E.H.A. - 2002 | N/A | | 2002 | 134,480 | | | 31,508 | | |
| C.E.H.A. - 2003 | N/A | 03-495-042-4855-001 | 2003 | 297,856 | (27,385) | 55,593 | 28,208 | | (993) |
| C.E.H.A. - 2004 | N/A | 04-495-042-4855-001 | 2004 | 164,830 | | (997) | (15,705) | | (139,925) |
| C.E.H.A. - 2005 | N/A | 05-495-042-4855-001 | 2005 | 231,080 | | 119,925 | | | (10,337) |
| Urban Forestry - FY 1997 | 10.052 | FY9899 | 1997 | 111,900 | (10,337) | | | | (50,000) |
| Urban Forestry - FY 1999 | 10.052 | | 1999 | 100,000 | (21,230) | | | | |
| SARTSANE Program | 16.575 | | 2000 | 50,000 | 11,485 | | 11,485 | | |
| SARTSANE Program | 16.575 | FY02-100-066-1020-142 | 2002 | 114,874 | 1,631 | 13,927 | 13,011 | (28,770) | 2,547 |
| SARTSANE Program | 16.575 | FY04-100-066-1020-142 | 2004 | 62,323 | | 57,152 | 41,080 | | 16,072 |
| SARTSANE Program | 16.575 | FY05-100-066-1020-142 | 2005 | 56,375 | | | | | |
| Tobacco Control | N/A | #697-ADA | 2000 | 48,300 | (24,116) | | | | (24,116) |
| Juvenile Crime Reduction | 16.726 | JAIBG-00-01 | 2001 | 156,410 | (162,769) | | | | (162,769) |
| Juvenile Crime Reduction | 16.726 | FY02 JAIBG | 2002 | 138,521 | (125,725) | | | | (125,725) |
| Juvenile Crime Reduction | 16.726 | FY03 JAIBG | 2003 | 107,594 | (75,775) | | | | (75,775) |
| Juvenile Crime Reduction | 16.726 | FY04 JAIBG | 2004 | 74,133 | | 7,413 | 45,593 | | (38,180) |
| Housing Rehabilitation Grant | 14.249 | | 2001 | 500,000 | (2,374) | | | | (2,374) |
| Housing Rehabilitation Grant | 14.249 | | 2002 | 100,000 | (8,885) | | | | (8,885) |

COUNTY OF PASSAIC

Schedule of Expenditures of Federal Awards

For the Year Ended December 31, 2005

| Name of Federal Agency or Department or Agencies, cont. | C.F.D.A. Account No. | Passed Through Grantor's Number | Grant Period | Total Grant Award | Balance Dec., 31 2004 | Revenue Realized | Grant Expenditures | Adjustments/ Corrections | Balance Dec., 31 2005 |
|--|----------------------|---------------------------------|--------------|-------------------|-----------------------|------------------|--------------------|--------------------------|-----------------------|
| FTA JARRC | 20.515 | | 2000 | 450,000 | 240,668 | | 240,668 | | |
| FTA JARRC | 20.515 | | 2001 | 450,000 | (240,667) | | | 240,667 | (39,023) |
| EDA Flood Mitigation | 11.312 | | 2001 | 140,000 | (39,025) | | | | (4,746) |
| Domestic Preparedness | 16.007 | 00301-ODP-059 | 2001 | 120,328 | (33,075) | 28,327 | | | (169,241) |
| Domestic Preparedness | 16.007 | 01/02-ODP-021 | 2002 | 171,269 | (169,241) | | | | |
| Domestic Preparedness | 16.007 | 02/03-ODP-021 | 2003 | 485,181 | (484,699) | 480,988 | (3,782) | | (5,709) |
| Homeland Security Carbine | 97.005 | | 2003 | 57,142 | (5,709) | | 30,000 | | (30,000) |
| Brownfields Assessment Program | 66.818 | | 2003 | 200,000 | | | | | 2,501 |
| Highway Traffic Safety Grant | 20.600 | | 2003 | 46,500 | 2,501 | | | | 30,507 |
| Highway Traffic Safety Grant | 20.600 | | 2004 | 69,500 | 22,611 | 27,158 | 19,262 | | 669,463 |
| State Homeland Security | 97.073 | | 2003 | 852,486 | 21,150 | 705,986 | 57,673 | | (2,392,326) |
| Homeland Security Grant Program | 97.073 | | 2004 | 3,209,101 | (133,868) | | 2,168,458 | | (643,878) |
| Homeland Security Grant Program | 97.073 | | 2005 | 1,942,284 | | 552,027 | 1,175,905 | | (238,935) |
| COPS Tech Program | 16.710 | | 2003 | 496,750 | (492,387) | 236,950 | 3,498 | | |
| National Children's Alliance Training | 16.543 | | 2004 | 5,000 | (3,000) | 3,000 | | | |
| National Children's Alliance Support | 16.543 | | 2005 | 10,000 | | | | | 24,178 |
| Comprehensive Community Project | 20.600 | | 2005 | 94,500 | | 24,178 | | | 25,000 |
| Developmental Comp Comm Transportation Plan | 20.205 | | 2005 | 125,000 | | 25,000 | | | 44,700 |
| Corridor Improvement Plan | 20.505 | | 2005 | 223,000 | | 44,719 | | (19) | (40,750) |
| Urban Area Security Initiative (UASI) Planner Grant | 97.057 | | 2003 | 163,000 | | 40,750 | 81,500 | | (1,252) |
| Urban Area Security Initiative (UASI) Clerk it or Ticket | 97.057 | | 2005 | 7,500 | | | 1,252 | | |
| U.S. Economic Development Administration: Crockers/Wabash Drainage | 20.604 | | 2005 | 4,000 | | | | | |
| | 11.300 | | 01-14 | 1,500,000 | (1,500,000) | | | | (1,500,000) |
| | | | | | \$ (5,971,629) | 30,092,457 | 30,151,431 | (1,105,603) | (7,136,259) |

COUNTY OF RASSAIC

Schedule of Expenditures of State Awards

For the Year Ended December 31, 2005

| Program Description | State Program / Assignment No. | Grant Period | Total Grant Award | Balance Dec., 31 2004 | Revenue Realized | Grant Expenditures | Adjustments/Overruns | Balance Dec., 31 2005 |
|--|--------------------------------|--------------|-------------------|-----------------------|------------------|--------------------|----------------------|-----------------------|
| State Expenditures | | | | | | | | |
| Senior Citizen and Disabled Resident Transportation Assistance Program (Casino Revenue Fund) | FY01 | 2001 | \$ 1,135,988 | \$ | | 1,720 | 1,719 | (9,223) |
| Assistance Program (Casino Revenue Fund) | FY02 | 2002 | 2,073,015 | (9,223) | | | | |
| Assistance Program (Casino Revenue Fund) | FY03 | 2003 | 2,011,519 | 19,735 | | | | |
| Assistance Program (Casino Revenue Fund) | FY04 | 2004 | 1,149,173 | (335,073) | 527,928 | 197,867 | (7,315) | (5,012) |
| Assistance Program (Casino Revenue Fund) | FY05 | 2005 | 2,066,454 | | 1,554,819 | 2,057,951 | | (403,132) |
| Subregional Transportation FY01 | N/A | FY01 | 98,032 | 5,357 | | | (6,357) | |
| Subregional Transportation FY02 | N/A | FY02 | 92,540 | 1,016 | | | (1,016) | |
| Subregional Transportation FY04 | N/A | FY04 | 98,415 | (19,406) | 17,125 | | | (2,281) |
| Subregional Transportation FY05 | N/A | FY05 | 78,732 | (39,281) | 60,842 | 8,461 | | 13,100 |
| Subregional Transportation FY06 | N/A | FY06 | 98,415 | | 19,683 | 329 | | 19,353 |
| Subregional Study Program | N/A | FY05 | 108,000 | (10,800) | 107,318 | 98,000 | | (672) |
| MHT Transportation Study | N/A | 2000 | 100,000 | (7,365) | | | (13,272) | (7,365) |
| MHT Transportation Study | N/A | 2001 | 100,000 | 13,272 | | | | |
| Family Development Program | FIRZLN | 2001 | 5,135,358 | 2 | | 750,759 | 759,757 | |
| Family Development Program | FIRZLN | 2002 | 3,861,929 | (29,811) | | (21,196) | | 558,400 |
| Family Development Program | FIRZLN | 2003 | 3,858,171 | (394,185) | 24,253 | (38,068) | 358,015 | (461,864) |
| Family Development Program | FIRZLN | 2004 | 1,590,129 | 66,229 | | (5,628) | | 72,557 |
| State Department of Transportation: | | | | | | | | |
| Raccoon/Hamburg Turnpike | 6320-480-078-6320-496 | 91-34/92-03 | | | | | (562,941) | (562,941) |
| Intercession Program - Chilton | 15R1910016 | 95-04 | 1,137,836 | (73,527) | 203,331 | | | (73,527) |
| Restoration of Lambert Castle | 6320-480-078-6320-496 | 96-14 | | | | | (484,975) | (484,975) |
| Restoration of Lambert Castle | 6320-480-078-6320-496 | 97-18 | | | 42,118 | | | (941) |
| Restoration of Lambert Castle | 6320-480-078-6320-496 | 97-14 | 1,650,000 | 289,315 | | 280,815 | | |
| Design/Construction of Military Street Bridge | 6320-480-078-6320-496 | 99-09/03-28 | 300,000 | (43,022) | 134,932 | 481,247 | | (389,330) |
| Two Bridges Road | 6320-480-078-6320-496 | 99-20 | 650,000 | (191,832) | 18,475 | 50,000 | | (223,357) |
| Road Resurfacing Program | 6320-480-078-6320-496 | 91-10 | 465,000 | (261,669) | 261,669 | | | |
| Goette Brook Multi-Use | 6320-480-078-6320-496 | 01-08 | 480,000 | (91,992) | | 177 | | (92,163) |
| Bridge Deficiency Program | 6320-480-078-6320-496 | 01-37 | 1,662,000 | 1,662,000 | | | | 1,662,000 |
| 8th Street & 5th Avenue Bridges | 6320-480-078-6320-496 | 01-19 | 724,619 | 51,419 | | 4,794 | | 46,619 |
| Greenwood Lake Turnpike | 6320-480-078-6320-496 | 01-29 | 1,214,000 | 719,717 | | 29,387 | | 690,310 |
| Riverview/Totowa Intercession | 6320-480-078-6320-496 | 01-31 | 2,550,000 | 2,550,000 | | 344,539 | | 2,205,461 |
| Harmons Floyd - Belmont Avenue Road Wall | 6320-480-078-6320-496 | 01-32 | 444,000 | 444,000 | | 444,000 | | (444,000) |
| Goette Brook Stabilization | 6320-480-078-6320-496 | 01-33 | 1,425,000 | (293,170) | | 778,063 | 350,000 | (721,833) |
| Reconstruction of Greenwood Lake Turnpike | 6320-480-078-6320-496 | 02-17 | 392,500 | (85,770) | | 4,315 | | (90,585) |
| Improvements to Alwood/Bloomfield Circle | 6320-480-078-6320-496 | 02-26 | 800,000 | 2,971,000 | | | | 2,971,000 |
| Restoration of Lambert Castle | 6320-480-078-6320-496 | 02-27 | 1,600,000 | 5,612 | | 5,612 | | |
| West Roadway Bridge PC#17 | 6320-480-078-6320-496 | 02-24 | 350,000 | (315,614) | 309,918 | | | (116,700) |
| Goette/Veasel Brook Park | 6320-480-078-6320-496 | 03-23 | 170,000 | (2,903,669) | | 120,860 | | (9,783) |
| Insp to Parkers/Hamburg Turnpike | 6320-480-078-6320-496 | 04-01 | 2,500,000 | | | | | (170,000) |
| Clove Road/Long Hill Road & Hazel Street | 6320-480-078-6320-496 | 05-11 | 579,000 | | | 17,469 | | (17,469) |

COUNTY OF PASSAIC

Schedule 2

Schedule of Expenditures of State Awards

For the Year Ended December 31, 2005

| Program Description | State Program / Assessment No. | Grant Period | Total Grant Award | Balance Dec., 31 2004 | Revenue Realized | Grant Expense/Reversal | Adjustments/Cancelled | Balance Dec., 31 2005 |
|--|--------------------------------|--------------|-------------------|-----------------------|------------------|------------------------|-----------------------|-----------------------|
| 24 Department of Community Affairs | | | | | | | | |
| Hurricane Floyd | 6320-480-078-6320-496 | 01-04 | 1,000,000 | 72,852 | | | | 72,852 |
| State of New Jersey | | | | | | | | |
| Chapter 12, Passaic County Community College | 6320-480-078-6320-496 | 99-14 | 1,950,000 | (863,505) | | | | (863,505) |
| Renovated to Market Street | 6320-480-078-6320-496 | 00-06 | 500,000 | (223,335) | | | | (500,000) |
| Rehab of Paterson-Hamburg Twp Bridge | 6320-480-078-6320-496 | 00-15 | 200,000 | (300,000) | | 276,665 | | (300,000) |
| Fugardie from Paterson-Hamburg Twp to Hinchman | 6320-480-078-6320-496 | 00-20 | 500,000 | (16,973) | | | | (16,973) |
| Study and Improvement to Hazel Street | 6320-480-078-6320-496 | 00-44 | 250,000 | (176,452) | | | | (182,519) |
| 34th Street & 5th Avenue Bridges | 6320-480-078-6320-496 | 01-19 | 350,000 | | 177,464 | | (350,000) | (172,536) |
| Imp to Paterson/Hamburg Dumpsite | 6320-480-078-6320-496 | 04-01 | 2,791,000 | 2,713,958 | | | | 2,713,958 |
| Imp to Paterson/Hamburg Dumpsite & Jackson Ave | 6320-480-078-6320-496 | 04-03 | 614,317 | | | | | |
| Imp to Crooks Ave & Wash Ave Driveway | 6320-480-078-6320-496 | 04-04 | 1,000,000 | | | | | |
| Imp to Guide Rails & Reflective Marking Tapp | 6320-480-078-6320-496 | 05-11 | 147,400 | | | | | |
| West Broadway/Passaic River Bridge PC617 | 6320-480-078-6320-496 | 05-11 | 4,900,000 | | | (144,644) | | 144,644 |
| 25 Historical Trust | | | | | | | | |
| Lambert Cards Stone Work | 4875-562-720010-60 | 98-13 | 878,800 | (123,887) | 123,687 | | | |
| NJ State Attorney General | | | | | | | | |
| Acquisition of HAVA Voting Machines | | 05-05 | 3,794,122 | | | | | |
| EPA Construction & Renovation Grant | | 05-12 | 7,505,998 | | 6,004,798 | | | 6,004,798 |
| 26 Vocational School Long Range Facilities Plan Projects | | | | | | | | |
| Other State Agencies: | | | | | | | | |
| Municipal Alliance | N/A | 2001 | 514,678 | | | 62,589 | | |
| Municipal Alliance | N/A | 2002 | 585,587 | (18,549) | | | | (18,549) |
| Municipal Alliance | N/A | 2003 | 616,489 | (32,968) | | | | (31,999) |
| Municipal Alliance | 100-082-COOL-044-15999-6010 | 2004 | 667,119 | (379,545) | 367,352 | | | (9,334) |
| Municipal Alliance | 100-082-COOL-044-15999-6010 | 2005 | 643,498 | | 184,164 | | | (430,076) |
| Clean Communities | 4900-765-178900 | 2004 | 36,500 | 9,871 | | | (13) | 998 |
| Clean Communities | 4900-765-178900 | 2005 | 36,258 | | 36,258 | | | 21,931 |
| Homeless Grant | 7550-140-153550-03 | 2001 | 799,288 | | | 236 | | |
| Homeless Grant | 7550-140-153550-03 | 2003 | 838,339 | (47,332) | | | | (37,609) |
| Homeless Grant | 7550-140-153550-03 | 2004 | 830,200 | (460,247) | 415,059 | | | 1,854 |
| Homeless Grant | 7550-140-153550-03 | 2005 | 873,787 | | 830,659 | | | 7,635 |
| L.I.N.C.S. Bio-Terrorism Grant | N/A | 2003 | 4,000 | 4,000 | | | (9,000) | |
| Bio-Terrorism Grant | N/A | 2001 | 4,500 | (54) | | | | (349) |
| Bio-Terrorism Grant | 100-046-4104-357-3002-6120 | 2003 | 483,772 | | | | | |
| Bio-Terrorism Grant | 100-046-4104-357-3002-6120 | 2004 | 501,772 | (327,270) | 328,476 | | 69 | 1,244 |
| Bio-Terrorism Grant | 100-046-4104-357-3002-6120 | 2005 | 559,591 | | 389,858 | | | (168,691) |
| L.I.N.C.S. IT Development | N/A | 2002 | 4,000 | (3,974) | | | | (4,000) |
| L.I.N.C.S. - West Nile Surveillance Enhancement | 01-09-WNV-L-1 | 2004 | 8,200 | | 612 | | | 612 |
| Body Armour Replacement Fund | FY9900 | 2000 | 59,326 | 2,868 | | | | |
| Body Armour Replacement Fund | FY0102 | 2002 | 58,326 | 2,729 | | | (2,666) | |

COUNTY OF PASSAIC

Schedule of Expenditures of State Awards

For the Year Ended December 31, 2005

| Program Description | State Program / Accounting No. | Grant Period | Total Grant Award | Balance Dec. 31 2005 | Revenue Realized | Grant Expenditures | Adjustments/ Cancelled | Balance Dec. 31 2005 |
|---|-----------------------------------|-----------------|----------------------|----------------------------|---------------------|-----------------------|---------------------------|----------------------------|
| Other State Agencies, cont. | | | | | | | | |
| Body Armor Replacement Fund P.C.P.O. | FY0203 | 2003 | 8,354 | 80 | | 80 | | |
| Body Armor Replacement Fund P.C.P.O. | FY0304 | 2004 | 8,327 | | 8,327 | 8,327 | | 8,415 |
| Body Armor Replacement Fund P.C.P.O. | FY0405 | 2005 | 8,415 | | 8,415 | | | 929 |
| Body Armor Replacement Fund P.C.S.D. | FY0203 | 2003 | 53,591 | 9,036 | | 8,107 | | 64 |
| Body Armor Replacement Fund P.C.S.D. | FY0304 | 2004 | 65,970 | | 65,970 | 65,970 | | 62,889 |
| Body Armor Replacement Fund P.C.S.D. | FY0405 | 2005 | 65,970 | (2,030) | | | | (2,030) |
| C.Y.E.A.R. Community Project | FY9899 | 1998 | 20,500 | | 4,340 | 4,340 | | (2,950) |
| C.Y.F.A.R. Community Project | FY 99 | 1999 | 20,500 | (2,950) | | | | (2,950) |
| Comprehensive Alcoholism & Drug Abuse Grant | 99-566-ADA-60 | 1999 | 794,153 | | | | | |
| Comprehensive Alcoholism & Drug Abuse Grant | 01-547-ADA-60 | 2001 | 850,451 | | | 64 | | |
| Comprehensive Alcoholism & Drug Abuse Grant | 02-538-ADA-C-O | 2002 | 1,020,741 | | | 7,816 | | |
| Comprehensive Alcoholism & Drug Abuse Grant | 03-528-ADA-C-O | 2003 | 846,556 | (476) | | 23,505 | | |
| Comprehensive Alcoholism & Drug Abuse Grant | 750-4219-401-6110 | 2004 | 349,751 | (446,805) | 442,987 | (4,145) | | 1,125 |
| Comprehensive Alcoholism & Drug Abuse Grant | 760-4219-401-6110 | 2005 | 1,119,953 | | 586,211 | 1,025,678 | | (159,359) |
| ILLDTA Narcotics Task Force | H-7-99 | 1999 | 58,480 | | | 1,246 | | |
| Work First ARRAED | 7550-150-158010-63 | FY9798 | | (89,492) | | | | (89,492) |
| Work First TANF | 7550-150-158010-63 | FY9900 | 1,196,527 | (85,448) | | | | (85,448) |
| Work First TANF | 7550-150-158010-63 | FY0102 | 1,437,018 | (96,920) | | (269) | | (96,651) |
| Work First TANF | 7550-150-158010-63 | FY0203 | 1,370,134 | (243,277) | | | | (243,277) |
| Work First TANF | 7550-150-158010-63 | FY0405 | 1,442,194 | (1,108,840) | 1,432,633 | 201,835 | (65,000) | 57,158 |
| Work First NJ DOL | 7550-150-158010-63 | FY0304 | 665,305 | 36,956 | 1 | 9,537 | | 5,420 |
| Casino Distance Learning Program | | 2004 | 100,000 | | 100,000 | | (100,000) | |
| Home Detention Program | | 2004 | | | | (693) | | (693) |
| R.O.I.D. | N/A | 2002 | | 6,090 | | | (6,090) | |
| E.O.I.D. | N/A | 2004 | 20,000 | 1,120 | 1,990 | | | 2,120 |
| One-Base LINK Program | N/A | 2000 | 238,050 | 9,258 | | | | |
| One-Base LINK Program | N/A | 2003 | 50,000 | (40,000) | | (19,992) | | (40,000) |
| Insurance Based Reimbursement Program | FY9900 | 1999 | 590,660 | (35,574) | | | | |
| Insurance Based Reimbursement Program | FY0102 | 2002 | 159,941 | | | | | |
| Insurance Based Reimbursement Program | FY0203 | 2003 | 250,000 | 53,637 | | | | |
| Insurance Based Reimbursement Program | FY0203 | 2003 | 125,000 | | (53,637) | | | (53,637) |
| Insurance Fraud Reimbursement Program | 1020-100-066-1020-301-YENV-6110 | 2004 | 250,600 | (125,226) | 125,226 | | | |
| Insurance Fraud Reimbursement Program | 1020-100-066-1020-301-YENV-6110 | 2005 | 244,000 | | 151,941 | | | (57,847) |
| L.E.O.F.E. | N/A | 2001 | 34,000 | 34,000 | | | | |
| L.E.O.F.E. | N/A | 2002 | 35,800 | 35,800 | | 34,000 | | |
| L.E.O.F.E. | 1020-100-066-1020-314-TCIS-6120 | 2003 | 35,220 | 35,220 | | 35,800 | | 4,998 |
| L.E.O.F.E. | 1020-100-066-1020-314-TCIS-6120 | 2004 | 31,525 | | | 30,272 | | 31,525 |
| NSP Exercise Pass-Thru | N/A | 2000 | 25,000 | | | | | |
| NSP Exercise Pass-Thru | N/A | 2003 | 48,936 | 45,164 | | | | 45,163 |
| NSP Exercise Pass-Thru CY05 EOP | N/A | 2003 | 46,540 | 41,540 | 5,000 | | | 46,540 |
| NISP FY03 CERN Initiative | N/A | 2003 | 114,858 | | 114,858 | | | 114,858 |
| Vehicle homicide Unit | FY02-57-04-01 | 2002 | 62,474 | 7,735 | | 16,876 | | |
| Emergency 9-1-1 Grant | N/A | 2004 | 11,111 | 2,329 | 9,143 | (6,989) | | 9,268 |
| Emergency 9-1-1 Grant | N/A | 2005 | 25,000 | | 25,000 | | | |

COUNTY OF BASSAIC

Schedule of Expenditures of State Awards

For the Year Ended December 31, 2005

| Program Description | State Program / Award Number | Grant Period | Total Grant Award | Balance Dec. 31 2005 | Revenues Realized | Grant Expenditures | Adjustments/ Corrected | Balance Dec. 31 2005 |
|---|------------------------------|--------------|-------------------|----------------------|-------------------|--------------------|------------------------|----------------------|
| Other State Agencies, cont. | | | | | | | | |
| Smart Growth Grant | N/A | 2001 | 125,500 | (65,000) | 65,500 | | | 500 |
| Smart Growth Grant | N/A | 2002 | 125,500 | | 125,500 | | (125,500) | 49,670 |
| Smart Growth Planning Grant | N/A | 2002 | 125,500 | 50,000 | | 9,200 | | 4,737 |
| Small Cities Block Grant | 100-072-8020-086-022060 | 2002 | 12,500 | 12,500 | | 7,763 | | (163,477) |
| Small Cities Block Grant | 100-022-8020-086-022060 | 2003 | 528,780 | (400,000) | 235,523 | | | |
| Children's Advocacy - Special Legislation | N/A | 2001 | 54,266 | 2,755 | | | (2,755) | |
| Decontamination Trailer | 4788-371-6110 | 2003 | 75,000 | (74,942) | 74,942 | | | |
| DWI Enforcement Grant | AL03-07-02-03 | 2003 | 20,000 | (1,540) | 1,540 | 2,250 | 2,250 | 3,091 |
| Comprehensive Traffic Safety Grant | CP04-09-01-09 | 2004 | 44,560 | | 4,200 | 1,109 | | (5,000) |
| Cross-Acceptance Grant | 04-0726-00 | 2004 | 59,000 | (4,272) | | 728 | | 51 |
| Community Emergency Response Team (CERT) | 100-055-1200-351-VEAR-6110 | 2003 | 6,529 | 51 | 9,325 | | | |
| Special Needs Emergency Planning Grant | | 2004 | 10,600 | (9,325) | | | | |
| County Right to Know Program | LOA 92-2244-RTK-00 | 2004 | 15,213 | (15,213) | | | | (15,213) |
| County Right to Know Program | LOA 92-2244-RTK-00 | 2005 | 15,213 | | | | | |
| County Environmental Health Act - Underground Tanks | LOA 92-2244-RTK-00 | 2004 | 62,521 | (3,926) | | (29) | | (3,927) |
| State Incentive Program | SR-04-FS-16 | 2004 | 563,768 | (345,289) | | (167,569) | | (177,920) |
| State Incentive Program | SR-05-FS-16 | 2004 | 577,022 | | | 629,463 | | (629,463) |
| Parts Grant | | | | | | | | |
| Electronic Image | 100-074-2545-033-6110 | 2005 | 186,510 | | 186,510 | 135,220 | | 51,290 |
| Records Restoration | 100-074-2545-033-6110 | 2005 | 49,100 | | 49,100 | | | 49,100 |
| Needs Assessment | 100-074-2545-033-6110 | 2005 | 110,790 | | 110,790 | | | 110,790 |
| Exemption Fees | 100-074-2545-033-6110 | 2005 | 69,000 | | 69,000 | | | 69,000 |
| Electronic Historical Records | 100-074-2545-033-6110 | 2005 | 435,352 | | 23,021 | | | 23,021 |
| Expandable E-Recording | 100-074-2545-033-6110 | 2005 | 213,280 | | | 156,847 | | (156,847) |
| Electronic Fingerprinting | 100-074-2545-033-6110 | 2005 | 104,668 | | | | | |
| Criminal Identification | 100-074-2545-033-6110 | 2005 | 273,878 | | | | | |
| Municipal Stormwater Grant | 103-042-4850-113-6110 | 2005 | 7,500 | | | | | |
| TOPS III | 100-046-3205-362-3005-6110 | 2005 | 20,000 | | | 20,000 | | |
| Customized Training Program | 780-062-4545-000-N729-6140 | 2005 | 58,000 | | | 85,000 | | (44,000) |
| Special Initiative & Transportation | 100-054-7550-300-1111-6030 | 2005 | 1,539,795 | | 717,000 | 1,241,506 | | (524,566) |
| Family Court Services | 100-066-1500-007 | 2005 | 270,274 | | | 264,913 | | (264,913) |
| 21st Century Community Learning | 100-034-5050-075-H660-6130 | 2005 | 708,000 | | 420,838 | 432,939 | | (12,151) |
| NI Project Vista | 100-066-1310-041 | 2005 | 43,750 | | | 43,000 | | (43,000) |
| R.A.D. Kids Program | 100-094-9420-047 | 2005 | 7,000 | | 5,000 | | | 5,000 |
| Natural Area Services | 100-065-1160-125 | 2005 | 125,000 | | 125,000 | 122,500 | | 2,500 |
| Speeding/Aggressive Driving Enforcement | | | | | | | | |
| Total State Programs | | | 3,040,823 | 17,856,762 | 12,338,742 | (143,440) | | 8,405,493 |

COUNTY OF PASSAIC

Schedule of Expenditures of State Awards

For the Year Ended December 31, 2005

| Program Description | State Program / Assessment No. | Grant Period | Total Grant Award | Balance Dec., 31 2004 | Revenue Realized | Grant Expenditures | Adjustments/ Corrected | Balance Dec., 31 2005 |
|---|-----------------------------------|-----------------|----------------------|-----------------------------|---------------------|-----------------------|---------------------------|-----------------------------|
| Local Programs: | | | | | | | | |
| Peterson County Open Space Trust | N/A | 03-25 | 630,000 | | 630,000 | 120,860 | (136,045) | 373,095 |
| Goette/Wessel Brook Park | N/A | 03-29 | 200,000 | | 200,000 | | | 200,000 |
| Goette Brook Stabilization Project | N/A | 04-20 | 200,000 | | 200,000 | | | 200,000 |
| Various Drainage Projects | N/A | 05-11 | 290,000 | | 290,000 | | | 290,000 |
| Stabilization of Goette Brook | N/A | 05-15 | 325,000 | | 325,000 | | | 325,000 |
| Acquisition of Property - Bell Trust County Aid | N/A | 05-11 | 491,000 | | 491,500 | | | 491,000 |
| Stabilization of Goettes Brook Imp to Greenwood Lk Trlks, River Dr/French Hill Rd and Peterson Hamburg & Jackson Ave Intersection Waterier Village | N/A | 05-11 | 3,309,000 | | 3,300,000 | | | 3,309,000 |
| Imp to Peterson/Hamburg Turnpike & Jackson Ave | N/A | 04-03 | 494,000 | | | | | |
| Total Local Programs | | | | | <u>5,346,000</u> | <u>120,860</u> | <u>(136,045)</u> | <u>5,089,995</u> |
| Total State and Local Programs | | | | <u>\$ 3,030,823</u> | <u>23,202,762</u> | <u>12,459,602</u> | <u>(279,483)</u> | <u>13,494,499</u> |

**COUNTY OF PASSAIC
NOTES TO THE SCHEDULES OF EXPENDITURES OF FEDERAL AND STATE AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2005**

NOTE 1. GENERAL

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

NOTE 2. BASIS OF ACCOUNTING

The accompanying schedules of expenditures of awards are presented using the modified accrual basis of accounting as prescribed for counties by the Division of Local Government Services, Department of Community Affairs, State of New Jersey which differ in certain respects from accounting principles generally accepted in the United States of America (GAAP) applicable to local government units. This basis of accounting is described in Note 1(B) to the County's financial statements.

NOTE 3. RELATIONSHIP TO FINANCIAL STATEMENTS

Amounts reported in the accompanying schedules agree with amounts reported in the County's financial statements. Financial assistance awards are reported in the County's financial statements on a basis of accounting described above as follows:

| | <u>Federal</u> | <u>State</u> | <u>Local</u> | <u>Total</u> |
|-------------------------------------|---------------------|---------------------|------------------|---------------------|
| Current Fund | \$22,247,709 | \$9,728,527 | \$0 | \$31,976,236 |
| Community Development Grant Fund | 7,903,772 | | | 7,903,772 |
| General Capital Fund | <u>0</u> | <u>2,610,215</u> | <u>120,860</u> | <u>2,731,075</u> |
| | <u>\$30,151,481</u> | <u>\$12,338,742</u> | <u>\$120,860</u> | <u>\$42,611,083</u> |

NOTE 4. RELATIONSHIP TO FEDERAL AND STATE FINANCIAL REPORTS

Amounts reported in the accompanying schedules agree, in all material respect, with the amounts reported in the related federal and state financial reports. However, we noted certain differences which are reported in the accompanying schedule of Findings of Noncompliance and Questioned Costs.

NOTE 5. FEDERAL AND STATE LOANS OUTSTANDING

The County's federal and state loans outstanding at December 31, 2005, which are not required to be reported on the schedule of expenditures of federal and state awards, are as follows:

| <u>Loan Program</u> | <u>Federal CFDA Number/ State Account Number</u> | <u>State</u> | <u>Total</u> |
|---|--|--------------------|--------------------|
| Dept. of Environmental Protection Green Trust Loan Program | 4800-533-851000-60 | <u>\$2,564,434</u> | <u>\$2,564,434</u> |

**COUNTY OF PASSAIC
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED DECEMBER 31, 2005**

Section I - Summary of Auditor's Results

Financial Statements

Type of auditor's report issued: unqualified

Internal control over financial reporting:

1. Material weakness(es) identified? _____ yes X no
2. Were reportable condition(s) identified that are not considered to be material weaknesses? _____ yes N/A _____ no

Noncompliance material to general-purpose financial statements noted? _____ yes X no

Federal Awards Section

Dollar threshold used to determine type A programs: \$ 300,000

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

Type of auditors' report on compliance for major programs: unqualified

Internal Control over compliance:

1. Material weakness(es) identified? _____ yes X no
2. Were reportable condition(s) identified that were not considered to be material weaknesses? _____ yes X no

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

Identification of major programs:

| <u>CFDA Number(s)</u> | <u>Name of Federal Program or Cluster</u> |
|-----------------------|--|
| <u>14.177</u> | <u>Section 8 - Voucher Program</u> |
| <u>17.250</u> | <u>Job Training Partnership Act (Workforce Investment)</u> |
| <u>93.043-.046</u> | <u>Aging Area Plan Grant</u> |
| <u>13.808</u> | <u>Human Services</u> |
| <u>97.073</u> | <u>Homeland Security Grant Program</u> |
| <u>16.540</u> | <u>Juvenile Justice</u> |

**COUNTY OF PASSAIC
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED DECEMBER 31, 2005
(continued)**

*Section I - Summary of Auditor's Results
(continued)*

State Awards Section

Dollar threshold used to determine type A programs: \$ 300,000

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

Type of auditors' report on compliance for major programs: unqualified

Internal Control over compliance:

1. Material weakness(es) identified? _____ yes X no

2. Were reportable condition(s) identified that were not considered to be material weaknesses? _____ yes X no

Any audit findings disclosed that are required to be reported in accordance with N.J. OMB Circular 04-04, as amended? X yes _____ no

Identification of major programs:

| <u>GMIS Number(s)</u> | <u>Name of State Program</u> |
|----------------------------|---|
| FY04 | Casino Revenue Fund |
| FIRZAN | Family Development Program |
| N/A | Municipal Alliance |
| 7550-140-153550-03 | Homeless Grant |
| 03-538-ADA-C-0 | Comprehensive Alcoholism & Drug Abuse Grant |
| 100-046-4L04-357-J002-6121 | Bio-Terrorism Grant |
| 6320-480-078-6320-496 | DOT - Hurricane Floyd - Belmont Ave Bridge |
| 100-054-7550-308-LLLL-6030 | Special Initiative and Transportation |

COUNTY OF PASSAIC
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED DECEMBER 31, 2005
(continued)

Section II - Schedule of Financial Statement Findings

This section identifies the reportable conditions, material weaknesses, and instances of noncompliance related to the general-purpose financial statements that are required to be reported in accordance with Chapter 5.18 of *General Auditing Standards*.

None

**COUNTY OF PASSAIC
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED DECEMBER 31, 2005
(continued)**

Section III - Federal Awards and 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 federal and state programs, as required by OMB Circular A-133 and New Jersey OMB's Circular 04-04, as amended.

CURRENT YEAR STATE AWARDS

COUNTY OF PASSAIC
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED DECEMBER 31, 2005
(continued)

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

STATUS OF PRIOR YEAR FINDINGS

There were none.

GENERAL COMMENTS

Prior Year Comments Unresolved

The following items were reported in the prior year's general comment section and are reported as well in the current years audit.

Our audit of the General Capital Fund revealed certain prior year grants receivable balances remain outstanding. It is recommended that a grant accounting system be implemented to ensure that all outstanding balances are collected.

Our audit of the payroll revealed that proper documentation to support an employee's salary history, with the county, could not always be located within their personnel file. It is recommended that all changes to an employee's salary be approved by personnel and documented within their personnel file.

Our audit of the Prosecutor's Special Account revealed that checks have only one approving signature for some disbursements. It is recommended that all checks disbursed from Prosecutor's Special Account have at least two approving signature for all disbursements.

Our audit of the Finance Department revealed that some general ledgers are not being posted on a timely basis. It is recommended that all general ledgers be posted monthly.

Current Year Comments

Human Services

1. Proper documentation to support an employee's salary history, with the county, could not always be located within their personnel file.

Finance Department

1. Our audit of the General Capital Fund revealed certain prior year grants receivable balances remain outstanding and there are deferred charges unfunded greater than five years old.
2. The various general ledgers are not being posted on a timely basis.
3. Some Open Space taxes levied to the individual towns have been outstanding for over a year.
4. Health Benefits IDA Account has carried outstanding checks as reconciling items for over a year.

Parks Department

1. Cash deposits are not always being deposited in a timely manner.

Youth Detention Center

1. Cash deposits are not always being deposited in a timely manner.

Prosecutor

1. Prosecutor's Special Account checks have only one approving signature for some disbursements.

GENERAL COMMENTS. (continued)

Current Year Comments. (continued)

Preakness Healthcare Center

1. The General Account, Medical Trust and Petty Cash Account has carried outstanding checks as reconciling items for over a year.

Jail

1. The Personal Property Account has carried outstanding checks as reconciling items for over a year.
2. A detailed analysis of the year end Personal Property Account balance was not available for audit.
3. Bank reconciliations are not always completed on a monthly basis.

County Clerk

1. Pre-numbered receipts used by the County Clerk's Office were incorrectly ordered resulting in duplicate numbers being issued.
2. Cash turned over to the County Treasurer by the County Clerk's Office for the monthly of March 2005 was based on an incorrect report resulting in an underpayment to the Current Fund.
3. Cash deposited by the County Clerk's Office did not agree to the daily receipt reports on four occasions throughout the year.
4. Cash for the County Clerk Registry Division was not correctly reconciled to the bank statements throughout the course of the year.
5. Cash turned over to the County Trust Fund for the Registry Division was based on incorrect reports, resulting in an overpayment to the Trust Fund.

Inmate Welfare/Commissary Account

1. Vendor certifications are not being obtained for all purchases.
2. Receipts are not stamped with the date of receipt; therefore, making it impossible to determine if deposits are being made in a timely manner.
3. A discrepancy was discovered between when calculating the amount being collected as the County's portion of Commissary gross sales; no contract was available for review.

Work Release Program

1. Bank reconciliations are not being performed on a monthly basis.

Contracts and Agreements

N.J.S.A. 40A:11-4 states "Every contract awarded by the contracting agent for the provision or performance of any goods or services, the cost of which in the aggregate exceeds the bid threshold, shall be awarded only by resolution of the governing body of the contracting unit to the lowest responsible bidder after public advertising for bids and bidding therefor, except as is provided otherwise in this act or specifically by any other law."

GENERAL COMMENTS. (continued)

Contracts and Agreements, (continued)

Effective April 17, 2000 and thereafter the bid thresholds in accordance with N.J.S.A. 40A:11-3 (as amended) is \$17,500. On July 1, 2005, the bid threshold was increased to \$21,000.

N.J.S.A. 40A:11-2 contains definitions for terms used throughout N.J.S.A. 40A:11-1 et seq. and was amended under P.L. 1999, c.440. It includes as subsection (23) the term 'competitive contracting', which is defined as "the method described in sections 1 through 5 of P.L. 1999, c.440 (C.40:11-4.1 through C.40A:11-4.5) of contracting for specialized goods and services in which formal proposals are solicited from vendors' formal proposals are evaluated by the purchasing agent or counsel; and the governing body awards a contract to a vendor or vendors from among the formal proposals received."

N.J.S.A. 40A:11-3 was amended with P.L. 1999, c.440 to raise the bid threshold and require award by governing body resolution. "When the cost or price of any contract awarded by the purchasing agent in the aggregate does not exceed in a contract year the total sum of \$17,500 or \$21,000 after July 1, 2005, the contract may be awarded by a purchasing agent when so authorized by ordinance or resolution as appropriate to the contracting unit, of the governing body of the contracting unit without public advertising for bids and bidding therefore, except that the governing body may adopt an ordinance or resolution to set a lower threshold for the receipt of public bids or the solicitation of competitive quotations."

N.J.S.A. 40A:11-15 was amended with P.L. 1999, c.440 to extend the base contract period. "Any contract made pursuant to this section may be awarded for a period of 24 consecutive months, except that contracts for professional services pursuant to paragraph (1) of subsection (a) of N.J.S.A. 40A:11-5 may be awarded for a period not exceeding 12 consecutive months."

The governing body of the Municipality has the responsibility of determining whether the expenditures in any category will exceed \$17,500 or \$21,000 after July 1, 2005 within the contract year. Where question arises as to whether any contract or agreement might result in violation of the statute, the County Counsel's opinion should be sought before a commitment is made.

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

| | |
|--|--|
| Food Delivery | Various Air Conditioning, Heating and Refrigeration Services |
| Crockery, Culinary and Kitchen Supplies | 2005 Pavement Marking Program |
| Restoration of Dey Mansion Garden Landscape | Fuel Monitoring and Control Services |
| Various Vehicles for Various Departments | Guardrail Installation |
| White and Dry Goods | Snow Plowing |
| Medical and Surgical Supplies | HVAC Control Upgrades |
| Office Supplies | Voting Machines |
| G-Series Excavator | Improvements to Osborne Terrace Bridge |
| Fertilizer and Grass Seed for County Golf Course | Medical and Claims Services for Inmates |
| Intersection Improvements - Paterson Hamburg | Snow Removal Chemicals and Supplies |
| Tumpike/Jackson Avenue | Jewett Avenue Culvert |
| Storage Tank Upgrades | Replacement of Belmont Avenue Bridge |
| Janitorial Supplies | Prosecutor's Office Renovations |
| General Hardware, Electrical and HVAC Supplies | |
| 2005 Road Resurfacing | |

GENERAL COMMENTS, (continued)

Resolutions were adopted authorizing the awarding of contracts and agreements for "Professional Services" N.J.S. 40A:11-5.

Inasmuch as the system of records did not provide for an accumulation of payments for categories for the performance of any work or the furnishing or hiring of any material or supplies, the results of such an accumulation could not reasonably be ascertained. Disbursements were reviewed, however, to determine whether any clear cut violation existed. No violations were disclosed.

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

RECOMMENDATIONS

It is recommended that:

Human Services

- *1. All changes to an employee's salary be approved by personnel and documented within their personnel file.

Finance Department

- *1. A review of prior year grant receivable balances be performed to identify awards for collection.
- *2. That all general ledgers be posted monthly.
- 3. That the Finance Department follow-up on delinquent Open Space levies to support the fund's grant awards.
- 4. All old reconciling items should be reviewed for validity and cleared or cancelled.

Prosecutor

- *1. All checks disbursed from Prosecutor's Special Account have at least two approving signature for all disbursements.

Parks Department

- 1. That the Parks Department comply with N.J.S.A. 40A:5-15 which states that receipts should be deposited within 48 hours.

Youth Detention Center

- 1. That the Youth Detention Center comply with N.J.S.A. 40A:5-15 which states that receipts should be deposited within 48 hours.

RECOMMENDATIONS, (continued)

Jail

1. All old reconciling items should be reviewed for validity and cleared or cancelled.
2. A detailed analysis of the Personal Property Account should be maintained on a monthly basis.
3. That all accounts have a cash reconciliation completed on a monthly basis.

County Clerk

1. That more care be used when ordering pre-numbered receipts for use by the County Clerk's Office.
2. That the correct reports be used by the County Clerk's Office when determining the amount to be turned over to the County Treasurer.
3. That more care be used by the County Clerk's Office personnel when collecting receipts and entering data into the system.
4. That the County Clerk Registry Division reconcile cash to the bank statements on a monthly basis.
5. That the Registry Division use the correct report when turning monies over to the County Trust Fund.

Inmate Welfare/Commissary Account

1. That vendor certifications be obtained prior to payment of any invoice.
2. That receipts be stamped with date received.
3. That a finalized and signed contract be made available to resolve any discrepancies.

Work Release Program

1. That reconciliations be performed monthly.

STATUS OF PRIOR YEAR AUDIT FINDINGS/RECOMMENDATIONS

A review was performed on all prior year recommendations. Corrective action was taken on all prior year recommendations with the exception of those recommendations denoted with an asterisk (*).

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

Should any questions arise as to our comments or recommendations, or should you desire assistance in implementing our recommendations, please do not hesitate to call us.

Very truly yours,



Steven D. Wielkotz, C.P.A.
Registered Municipal Accountant
No. CR00413



FERRAIOLI, WIELKOTZ, CERULLO & CUVA, P.A.
Certified Public Accountants

September 11, 2006