

BOROUGH OF TINTON FALLS FIRE DISTRICT #1

Audit Report

For the Years Ended December 31, 2011 and 2010

BART & BART
Certified Public Accountants

TABLE OF CONTENTS

	<u>EXHIBIT #</u>	<u>PAGE #</u>
Independent Auditor's Report		1
Auditor's Report on Internal Control Structure Based on an Audit of Basic Financial Statements Performed in Accordance with Government Auditing Standards		2-3
Management's Discussion and Analysis		4-5
<u>General Fund:</u>		
Comparative Balance Sheets - December 31, 2011 and 2010	1	6
Statement of Revenues, Expenditures and Changes in Fund Balance for the Year Ended December 31, 2011 with Comparative Actual Amounts for the Year Ended December 31, 2010	2	7
Statement of Expenditures Compared to Budget for the Year Ended December 31, 2011 with Comparative Actual Amounts for the Year Ended December 31, 2010	3	8
<u>Capital Fund:</u>		
Comparative Balance Sheets - December 31, 2011 and 2010	4	9
Combining Statement of Amount to be Provided for Retirement of Debt	5	10
<u>General Fixed Assets Account Group:</u>		
Comparative Balance Sheets - December 31, 2011 and 2010	6	11
Comparative Statement of Revenues, Expenditures and Changes in Fund Balance	7	12
<u>Notes to Financial Statements</u>		13-17
<u>Roster of Officials</u>		18
<u>Comments and Recommendations</u>		19

BART & BART CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT AUDITOR'S REPORT

Board of Fire Commissioners
Borough of Tinton Falls Fire District #1
Tinton Falls, NJ 07753

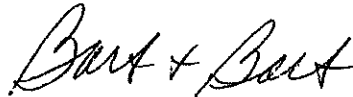
We examined the financial statements of the various funds of the Borough of Tinton Falls Fire District #1 as of December 31, 2011 and 2010 for the years then ended as listed in the foregoing table of contents. These financial statements are the responsibility of the Fire District's management. Our responsibility is to express an opinion on these financial statements based on our audits.

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

As described in Note #1, Borough of Tinton Falls Fire District #1 prepares its financial statements on a modified accrual basis of accounting that demonstrates compliance with accounting principles and practices as described by the Division of Local Government Services Department of Community Affairs, State of New Jersey, which is a comprehensive basis of accounting other than generally accepted accounting principles.

In our opinion, the aforementioned financial statements present fairly, in all material respects, the financial position of the various funds of the Borough of Tinton Falls Fire District #1 at December 31, 2011 and 2010, the results of operations for the years then ended, on a basis of accounting described in Note #1.

Our audit was made for the purpose of forming an opinion of the general purpose financial statements taken as a whole. The information included in the supplementary schedules is presented for the purposes of additional analysis and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the general purpose financial statements taken as a whole.



BART & BART

September 20, 2012

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BART & BART CERTIFIED PUBLIC ACCOUNTANTS

**Report on Compliance and on Internal Control over Financial Reporting
Based on an Audit of Financial Statements
Performed in Accordance with Government Auditing Standards**

To The Board of Fire Commissioners
Borough of Tinton Falls Fire District #1

We have audited the financial statements of Tinton Falls Fire District #1, Tinton Falls, New Jersey, for the year ended September 30, 2012, and have issued our report thereon dated June 26, 2012. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States, and audit requirements as prescribed by the State of New Jersey.

Internal Control Over Financial Reporting

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

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

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

Compliance and Other Matters

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

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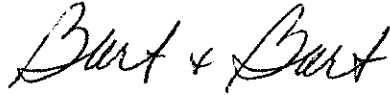
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Board of Fire Commissioners
Borough of Tinton Falls Fire District #1
Page two

This report is intended solely for the information and use of the members of the District and its management and for filing with the Division of Local Government Services, Department of Community Affairs, State of New Jersey and is not intended to be and should not be used by anyone other than these specified parties.

A handwritten signature in cursive script that reads "Bart & Bart". The signature is written in dark ink and is positioned above a horizontal line.

Bart & Bart, CPA's

MANAGEMENT'S
DISCUSSION AND ANALYSIS

BOROUGH OF TINTON FALLS FIRE DISTRICT NO. 1
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED DECEMBER 31, 2011

This discussion and analysis of Tinton Falls Fire District No. 1's financial performance provides an overall review of the District's financial activities for the year ended December 31, 2011. The intent of this discussion and analysis is to look at the district's financial performance as a whole; readers should also review the basic financial statements and notes to enhance their understanding of the District's financial performance.

The Management's Discussion and Analysis (MD&A) is an element of Required Supplementary Information specified in the Governmental Accounting Standards Board's (GASB) Statement No. 34 - *Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments* issued in June 1999.

Financial Highlights

Key financial highlights for 2011 as compared to 2010 are as follows:

Total fund balance decreased \$48,603 from 2010. The unreserved fund balance of the District is a useful indicator of the financial health of the District. The following table shows the past 5-year history of the District's unreserved fund balance:

<u>Fiscal Year Ended</u>	<u>End of Fiscal Year</u>	<u>Utilization in Subsequent Budget</u>
12/31/11	\$ 525,600	\$ 29,177
12/31/10	574,211	-
12/31/09	498,648	-
12/31/08	322,711	-
12/31/07	55,416	-

General fund revenues and other financial sources increased \$78,314. Earnings on investments decreased \$1,736 and miscellaneous income increased \$106,107. District taxes decreased \$23,267. The following table shows the history of the past five years property tax levies per \$100 of assessed valuations on property within the District:

<u>Fiscal Year</u>	<u>Assessed Valuations</u>	<u>Total Tax Levy</u>	<u>Property Tax Rates</u>
2012	1,872,450,100	1,024,516	.058
2011	1,751,106,459	1,030,443	.061
2010	1,686,691,649	1,054,070	.062
2009	1,619,777,249	1,060,954	.0655
2008	701,324,443	975,398	.137

BOROUGH OF TINTON FALLS FIRE DISTRICT NO. 1
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED DECEMBER 31, 2011

Financial Highlights

Total assets of the general fund decreased by \$39,995. Total liabilities and reserves increased by \$8,608.

The District had \$793,044 in expenses, a increase of \$171,865, or 27 percent. Administration costs decreased \$918, while costs of operations increased \$172,833. General revenues and fund balance were adequate to provide for these expenses.

Requests for Information

This financial report is designed to provide a general overview of the Borough of Tinton Falls Fire District No. 1's finances for all of those with an interest in the district's finances. Questions concerning any of the information provided in this report, or requests for additional financial information, should be addressed to William Truex, Treasurer, Borough of Tinton Falls Fire District No. 1, 2 Volunteer Way, Tinton Falls, New Jersey 07753.

EXHIBIT 1

Borough of Tinton Falls Fire District #1
General Fund
Comparative Balance Sheet

<u>ASSETS</u>	<u>December 31,</u>	
	<u>2011</u>	<u>2010</u>
Cash	\$ 634,111	\$ 664,969
Prepaid Insurance	6,638	15,775
Accounts Receivable	-	-
Total Assets	<u>\$ 640,749</u>	<u>\$ 680,744</u>
 <u>LIABILITIES, RESERVES AND FUND BALANCE</u>		
Liabilities and Reserves:		
Accounts Payable	\$ 35,581	\$ 42,918
Reserve for Retirement Pay	65,801	49,856
Reserve for Construction	6,638	6,638
Total Liabilities and Reserves	<u>108,020</u>	<u>99,412</u>
Fund Balance:		
Undesignated	\$ 525,608	\$ 574,211
Reserved for Capital Outlays	7,121	7,121
Total Fund Balance	<u>532,729</u>	<u>581,332</u>
Total Liabilities, Reserves and Fund Balance	<u>\$ 640,749</u>	<u>\$ 680,744</u>

See accompanying accountant's reports and notes to financial statements.

Borough of Tinton Falls Fire District #1General FundStatement of Revenues, Expenditures and Changes in Fund BalanceFor the Year Ended December 31, 2011With Comparative Actual Amounts for Period Ended December 31, 2010

	2011		Variance Favorable (Unfavorable)	2010
	Budget	Actual		Actual
<u>Revenues and Other Financing Sources:</u>				
Miscellaneous Revenues:				
Supplemental Fire Services Act	\$ 2,430	\$ -	\$ (2,430)	\$ 2,430
Grant Income	-	103,963	103,963	-
Earnings on Investments and Deposits	3,500	2,476	(1,024)	4,212
Miscellaneous Income	-	31,349	31,349	29,205
Total Miscellaneous Revenues	5,930	137,788	131,858	35,847
Fund Balance Appropriated	29,177	-	(29,177)	-
Total Fund Balance Appropriated	-	-	-	-
District Taxes	1,030,443	1,030,443	-	1,054,070
Total Revenues and Other Financing Sources	<u>\$ 1,065,550</u>	<u>\$1,168,231</u>	<u>\$ 102,681</u>	<u>\$ 1,089,917</u>
<u>Expenditures:</u>				
Current Operating Appropriations	\$ 635,284	\$ 793,044	\$ (157,760)	\$ 621,179
Capital Appropriations	430,266	310,024	120,242	309,074
Total Expenditures	1,065,550	1,103,068	(37,518)	930,253
Excess of Revenue over Expenditures	-	65,163	65,163	159,664
Less: Transfer to fixed Asset Account Group	-	(113,766)	(113,766)	(84,101)
Fund Balance, Beginning of Year	574,211	574,211	-	498,648
Fund Balance, End of Year	<u>\$ 574,211</u>	<u>525,608</u>	<u>\$ (48,603)</u>	<u>\$ 574,211</u>

See accompanying accountant's reports and notes to financial statements.

Borough of Tinton Falls Fire District #1
General Fund
Statement of Expenditures Compared to Budget
For the Year Ended December 31, 2011
With Comparative Actual Amounts for Period Ended December 31, 2010

	2011		Variance Favorable (Unfavorable)	2010
	Budget	Actual		Actual
ADMINISTRATION:				
Salaries and Wages	\$ 10,520	\$ 6,750	\$ 3,770	\$ 10,881
Election	700	3,372	(2,672)	1,067
Office Expenses	4,700	3,509	1,191	2,513
Professional Services	37,145	31,348	5,797	32,980
Advertising	1,250	1,890	(640)	396
Miscellaneous	-	-	-	-
Total Administration	\$ 54,315	\$ 46,869	\$ 7,446	\$ 47,837
COST OF OPERATIONS:				
Fringe Benefits	\$ 18,000	\$ 11,731	\$ 6,269	\$ 11,798
Insurance	60,000	62,397	(2,397)	64,481
Maintenance and Repairs	92,500	134,479	(41,979)	96,539
Hydrant Services	150,000	153,386	(3,386)	146,449
Training and Education	16,000	13,875	2,125	12,636
Promotions	1,560	-	1,560	-
Utilities	30,900	27,310	3,590	24,025
Fuel	-	19,315	(19,315)	16,164
Membership	1,040	704	336	563
Supplemental Fire Services Act	2,430	-	2,430	-
Length of Service Awards Program	57,000	65,801	(8,801)	49,856
Contingent	12,539	2,618	9,921	12,539
Materials & Supplies	28,000	9,281	18,719	9,172
Other assets-non bondable	60,000	84,401	(24,401)	82,120
Rent	51,000	51,000	-	47,000
Grant Expense	-	109,877	(109,877)	-
Total Cost of Operations	580,969	746,175	(165,206)	573,342
Total Current Operating Exps.	635,284	793,044	(157,760)	621,179
CAPITAL APPROPRIATIONS:				
Reserve for Future Capital Outlays	121,666	-	121,666	-
Debt Service:				
Bond Principal	78,000	99,000	(21,000)	65,000
Bond Interest	51,792	32,216	19,576	65,266
Lease	178,808	178,808	-	178,808
Total Capital Appropriations	430,266	310,024	120,242	309,074
Total Appropriations	\$ 1,065,550	\$ 1,103,068	\$ (37,518)	\$ 930,253

See accompanying accountant's reports and notes to financial statements.

Borough of Tinton Falls Fire District #1Capital FundComparative Balance SheetDecember 31, 2011 and 2010

<u>ASSETS</u>	<u>2011</u>	<u>2010</u>
Amount to be Provided for Retirement of Debt	<u>\$1,868,497</u>	<u>\$1,601,744</u>
Total Assets	<u>\$1,868,497</u>	<u>\$1,601,744</u>
 <u>LIABILITIES, RESERVES AND FUND BALANCE</u>		
Serial Bonds Payable	\$ 888,000	\$ 998,000
Capital Lease Payable	<u>980,497</u>	<u>603,744</u>
Total Liabilities, Reserves and Fund Balance	<u>\$1,868,497</u>	<u>\$1,601,744</u>

See accompanying accountant's reports and notes to financial statements.

EXHIBIT 5

Borough of Tinton Falls Fire District #1
Capital Fund
Combining Statement of Amount to be Provided
For Retirement of Debt

<u>Purpose</u>	<u>Balance</u> <u>12/31/10</u>	<u>Bond Paid</u> <u>By Budget</u> <u>Appropriation</u>	<u>Lease/</u> <u>Bonds</u> <u>Issued</u>	<u>Balance</u> <u>12/31/11</u>
Construction of Fire Station	\$ 998,000	\$ 110,000	\$ -	\$ 888,000
Capital Lease-Aerial Ladder Truck	488,872	155,510	-	333,362
Capital Lease-Heavy Rescue Truck	-	-	647,135	647,135
	<u>\$1,486,872</u>	<u>\$ 265,510</u>	<u>\$ 647,135</u>	<u>\$1,868,497</u>

See accompanying accountant's reports and notes to financial statements.

EXHIBIT 6

Borough of Tinton Falls Fire District #1General Fixed Assets Account GroupComparative Balance SheetDecember 31, 2011 and 2010

<u>ASSETS</u>	<u>2011</u>	<u>2010</u>
Building:		
Fire House (estimated cost)	\$1,615,826	\$1,615,826
Equipment	421,784	308,778
Vehicles	<u>3,651,750</u>	<u>3,004,615</u>
Total Assets	5,689,360	4,929,219
Less Accumulated Depreciation:		
Building	614,014	549,381
Equipment	189,106	153,101
Vehicles	<u>1,516,800</u>	<u>1,380,081</u>
Total Accumulated Depreciation	<u>2,319,920</u>	<u>2,082,563</u>
Total Net Assets	<u>\$3,369,440</u>	<u>\$2,846,656</u>
 <u>FUND BALANCE</u>		
Investment in General Fixed Assets	<u>\$3,369,440</u>	<u>\$2,846,656</u>

See accompanying accountant's reports and notes to financial statements.

EXHIBIT 7

Borough of Tinton Falls Fire District #1
General Fixed Assets Account Group
Statement of Revenues, Expenditures and Changes in Fund Balance
December 31, 2011 and 2010

	<u>2011</u>	<u>2010</u>
<u>Revenues and Other Financing Sources:</u>		
Purchase of Equipment	\$ 760,639	\$ 83,446
Total Revenues and Other Financing Sources	<u>\$ 760,639</u>	<u>\$ 83,446</u>
<u>Expenditures:</u>		
Depreciation	\$ 237,855	\$ 204,648
Total Expenditures	<u>237,855</u>	<u>204,648</u>
Excess of Revenue Over Expenditures	522,784	(121,202)
Fund Balance, Beginning of Year	<u>2,846,656</u>	<u>2,967,858</u>
Fund Balance, End of Year	<u>\$3,369,440</u>	<u>\$2,846,656</u>

See accompanying accountant's reports and notes to financial statements.

Borough of Tinton Falls Fire District #1

Notes to Financial Statements

For the Years Ended December 31, 2011 and 2010

Note 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of the Borough of Tinton Falls Fire District #1 (the "District") conform to the accounting principles applicable to special districts which have been prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey. Such principles and practices are designed primarily for determining compliance with legal provisions and budgetary restrictions and as a means of reporting on the stewardship of public officials with respect public funds.

Separate financial statements are provided for the following separate funds:

General Fund - Resources and expenditures for governmental operations of a general nature, including federal and state grant funds, except as otherwise noted.

Capital Fund - Resources and expenditures for the acquisition of general capital facilities, other than those acquired through the general fund, including the status of bonds and notes authorized for said purposes.

General Fixed Assets Account Group - Shows the District's investment in buildings and equipment, net of accumulated depreciation.

The following is a summary of the significant policies:

Basis of Accounting - The modified accrual basis of accounting is followed. Revenues are recognized in the accounting period in which they become measurable and available to finance expenditures of the fiscal period. Expenditures are recognized in the period in which the fund liability is incurred, if measurable, except that unmatured interest and principal on general obligation debt are accounted for as expenditures in the year becoming due and payable.

Inventories of Supplies - Purchases of materials and supplies are recognized and recorded as expenditures when they are acquired, regardless of when used.

Borough of Tinton Falls Fire District #1

Notes to Financial Statements

For the Year Ended December 31, 2011 and 2010

Note 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Fixed Assets - Property, plant and equipment purchased by the current fund and the general capital fund are recorded as expenditures at the time of purchase. The historical cost, or if such cost is not practically determinable, the estimated historical cost of such fixed assets is reflected in the General Fixed Assets group of accounts.

The District adopted Governmental Accounting Standards Board Statement No. 34. This standard recommends, among other things, the District to recognize depreciation on all assets contained in the general fund asset account group. The historical cost of the fund assets are shown net of all accumulated depreciation as investments in general fixed assets.

The cost of normal maintenance and repairs that do not add to the value of the asset or materially extended assets lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during construction is not capitalized.

Buildings and improvements and furniture and equipment of the District are depreciated using the straight-line method over the following estimated lives:

<u>Assets</u>	<u>Years</u>
Buildings	25
Building Improvements	25
Fire Trucks	25
Other Vehicles	15
Equipment	10

Depreciation expense for the years ending December 31, 2011 and 2010 was \$237,855 and \$204,648 respectively.

Capital Fund - The accounting for expenditures for property, plant and equipment financed by debt authorized or from restricted grant funds is contained in the general capital fund, as is the related debt issued and outstanding. The acquisition and construction cost of such assets, when completed, is reflected in the General Fixed Assets group of accounts.

Borough of Tinton Falls Fire District #1

Notes to Financial Statements

For the Year Ended December 31, 2011 and 2010

On March 30, 2011, the District sold refunding bonds to the Monmouth County Improvement Authority in the amount of \$975,000. The proceeds of this issue were used to advance refund \$974,000 of the 2000 series bonds. The 2011 Series Bonds are payable on June 1 and December 1 as follows:

<u>Date</u>	<u>Principal</u>	<u>Interest Rate</u>	<u>Interest</u>	<u>Semi-Annual Debt Service</u>	<u>Annual Debt Service</u>
6/1/2011			\$ 5,645.04	\$ 5,645.04	
12/1/2011	\$ 96,000	2.0000%	16,657.50	112,657.50	\$ 118,302.54
6/1/2012			15,697.50	15,697.50	
12/1/2012	84,000	3.0000%	15,697.50	99,697.50	115,395.00
6/1/2013			14,437.50	14,437.50	
12/1/2013	88,000	3.0000%	14,437.50	102,437.50	116,875.00
6/1/2014			13,117.50	13,117.50	
12/1/2014	91,000	3.0000%	13,117.50	104,117.50	117,235.00
6/1/2015			11,752.50	11,752.50	
12/1/2015	94,000	5.0000%	11,752.50	105,752.50	117,505.00
6/1/2016			9,402.50	9,402.50	
12/1/2016	99,000	2.5000%	9,402.50	108,402.50	117,805.00
6/1/2017			8,165.00	8,165.00	
12/1/2017	101,000	4.0000%	8,165.00	109,165.00	117,330.00
6/1/2018			6,145.00	6,145.00	
12/1/2018	104,000	4.0000%	6,145.00	110,145.00	116,290.00
6/1/2019			4,065.00	4,065.00	
12/1/2019	107,000	4.0000%	4,065.00	111,065.00	115,130.00
6/1/2020			1,925.00	1,925.00	
12/1/2020	<u>110,000</u>	<u>3.5000%</u>	<u>1,925.00</u>	<u>111,925.00</u>	<u>113,850.00</u>
	\$974,000		\$191,717.54	\$1,165,717.54	\$1,165,717.54

As a result of the issue of the 2011 series refunding bonds, the District will save \$117,369.96 in gross debt service savings. This represents a present value savings to the District of 10.857%.

Borough of Tinton Falls Fire District #1

Notes to Financial Statements

For the Year Ended December 31, 2011 and 2010

As a result of the sale of the 2011 Series Refunding Bonds, there still remains \$13,000 of the 2000 Series Bonds outstanding. The Bonds are payable on June 1 and December 1.

<u>Date</u>	<u>Principal</u>	<u>Interest Rate</u>	<u>Interest</u>	<u>Semi-Annual Debt Service</u>	<u>Annual Debt Service</u>
6/1/2011			\$ 338.38	\$ 338.38	
12/1/2011	3,000	4.950%	338.38	3,338.38	3,676.76
6/1/2012			264.13	264.13	
12/1/2012	2,000	5.000%	264.13	2,264.13	2,528.26
6/1/2013			214.13	214.13	
12/1/2013	1,000	5.100%	214.13	1,214.13	1,428.26
6/1/2014			188.63	118.63	
12/1/2014	1,000	5.200%	188.63	1,188.63	1,377.26
6/1/2015			162.63	162.63	
12/1/2015			162.63	162.63	325.26
6/1/2016			162.63	162.63	
12/1/2016			162.63	162.63	325.26
6/1/2017			162.63	162.63	
12/1/2017			162.63	162.63	325.26
6/1/2018			162.63	162.63	
12/1/2018	1,000	5.375%	162.63	1,162.63	1,325.26
6/1/2019			135.75	135.75	
12/1/2019	2,000	5.400%	135.75	2,135.75	2,271.50
6/1/2020			81.75	81.75	
12/1/2020	3,000	5.450%	81.75	3,081.75	3,163.50
	\$ 13,000		\$ 3,746.58	16,746.58	16,746.58

Borough of Tinton Falls Fire District #1

Notes to Financial Statements

For the Year Ended December 31, 2011 and 2010

Note 3. LENGTH OF SERVICE AWARDS PROGRAM (LOSAP)

The Fire District offers its volunteers a Length of Service Awards Program in accordance with Internal Revenue Code Section 457 which has been approved by the Director of the Division of Local Government Services. The deferred compensation is not available to participants until termination, retirement, death or unforeseeable emergency.

All amounts of compensation deferred under the Program and all income attributed to those amounts are the exclusive property of the Fire District, subject to the claims of its general creditors. Participants' rights under the Program are equal to those of a general creditor of the Fire District in an amount equal to the fair market value of the deferred account for each participant. It is unlikely that the Fire District would use Program assets to satisfy claims of the general creditors in the future.

Note 4. LEASES PAYABLE

On June 16, 2008, the District in order to acquire a new Aerial ladder truck entered into a lease agreement with Oshkosh Capital as Lessor pursuant to a competitive bid awarded on May 27, 2008 at an interest rate of 4.75%. The minimum annual payments called for under the lease are as follows:

<u>Year</u>	<u>Interest</u>	<u>Principal</u>	<u>Total Annual Payments</u>
2009	37,027	141,781	178,808
2010	30,293	148,515	178,808
2011	23,298	155,510	178,808
2012	15,848	162,960	178,808
2013	8,108	170,700	178,808
	<u>\$114,574</u>	<u>\$779,466</u>	<u>\$894,040</u>

On March 1, 2011, the District in order to acquire a new Rescue Truck entered into a lease agreement as Lessor pursuant to a competitive bid awarded on February 18, 2012, at an interest rate of 4.57%. The minimum annual payments called for under the lease are as follows:

<u>Year</u>	<u>Total Rental Payment</u>	<u>Interest Portion</u>	<u>Principal Portion</u>
2012	\$ 81,973	\$ 29,425	\$ 52,548
2013	81,973	27,036	54,937
2014	81,973	24,538	57,435
2015	81,973	21,926	60,047
2016	81,973	19,196	62,777
2017	81,973	16,341	65,632
2018	81,973	13,357	68,616
2019	81,973	10,237	71,736
2020	81,973	6,975	74,998
2021	81,973	3,565	78,408
	<u>\$819,730</u>	<u>\$172,596</u>	<u>\$647,134</u>

Borough of Tinton Falls Fire District #1

ROSTER OF OFFICIALS

Board of Commissioners

Gerald T. MacPherson	President
Sean Donahue - (1/1/11-12/31/11)	
Samuel Hawkings	Assistant Treasurer/Secretary
Joseph Corson, Sr.	Second Vice President
William J. Truex	Treasurer
Thomas R. Wiczerzark - (1/1/11-11/1/11)	Secretary

BOROUGH OF TINTON FALLS FIRE DISTRICT #1

Comments and Recommendations

For the Year Ended December 31, 2011 and 2010

Comments: None

Recommendations: None