

WOODBIDGE TOWNSHIP FIRE DISTRICT #1

Audit Report

For the Years Ended December 31, 2010 and 2009

BART & BART
Certified Public Accountants

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BART & BART CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT AUDITOR'S REPORT

Board of Fire Commissioners
Woodbridge Township Fire District #1
Woodbridge, NJ 07095

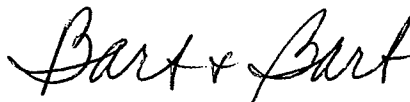
We examined the financial statements of the various funds of the Woodbridge Township Fire District #1 as of December 31, 2010 and 2009, for the years then ended as listed in the foregoing table of contents. These financial statements are the responsibility of the Fire District's management. Our responsibility 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, Woodbridge Township 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 Woodbridge Township Fire District #1 at December 31, 2010 and 2009, and 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

May 31, 2011

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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

Board of Fire Commissioners
Woodbridge Township Fire District #1
Woodbridge, NJ 07095

We have audited the financial statements of Woodbridge Township Fire District #1 as of December 31, 2010 and for the year ended December 31, 2010, and have issued our report thereon dated, May 31, 2011. 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.

Compliance

As part of obtaining reasonable assurance about whether Woodbridge Township Fire District #1 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.

Internal Control Over Financial Reporting

In planning and performing our audit for the financial statements Woodbridge Township Fire District #1, for the year ended December 31, 2010, we considered its internal control in order to determine our auditing procedures for the purpose of expressing an opinion on the financial statements and not to provide assurance on the internal control. We noted no matters involving the internal control and its operation that we considered to be a significant deficiency under standards established by the American Institute of Certified Public Accountants. Significant deficiencies involve matters coming to our attention relating to the design or operation of internal control that, in our judgement, could adversely affect the organization's ability to initiate record, process and report financial data consistent with assertions of management in the financial statements.

These reports are intended for the information of the management and others within the organization. This report is a matter of public record and its distribution is not limited.

May 31, 2011

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WOODBRIIDGE TOWNSHIP FIRE DISTRICT NO. 1
MANAGEMENT'S DISCUSSION AND ANALYSIS

For the Year Ended December 31, 2010

Unaudited

This discussion and analysis of Woodbridge Township Fire District No. 1's financial performance provides an overall review of the District's financial activities for the year ended December 31, 2010. 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.

Financial Highlights

Key financial highlights for 2010 as compared to 2009 are as follows:

Total fund balance decreased \$121,065 from 2009. The unreserved fund balance of the District is a useful indicator of the financial health of the District. The following table shows the past 8-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>
12/31/10	\$1,634,058	\$ 645,000
12/31/09	1,214,244	741,200
12/31/08	1,367,145	840,000
12/31/07	1,261,645	290,000
12/31/06	783,491	260,000
12/31/05	758,047	260,000
12/31/04	520,339	-
12/31/03	267,477	-
12/31/02	(145,499)	-

Uniform Fire Safety Act revenues increased \$35,033. Earnings on investments decreased \$7,599 and miscellaneous income increased \$83,166. This is primarily due to the sale of equipment, and a \$345,355 State Rebate associated with the District's Solar Panel problem. District taxes increased \$305,580. The following table shows the history of the past ten 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>
2011	\$723,762,800	\$6,217,859	.859
2010	727,763,000	6,292,203	.865
2009	732,520,900	5,905,123	.808
2008	756,233,606	5,277,330	.748
2007	754,681,800	4,913,587	.651
2006	732,142,800	4,572,514	.625
2005	732,142,800	4,371,733	.609
2004	733,645,600	3,911,373	.533
2003	733,645,600	2,427,753	.467
2002	729,745,760	2,923,169	.368
2001	717,732,200	2,742,333	.382

WOODBIDGE TOWNSHIP FIRE DISTRICT NO. 1
MANAGEMENT'S DISCUSSION AND ANALYSIS

For the Year Ended December 31, 2010

Unaudited

Financial Highlights (Continued)

Total assets of the general fund decreased by \$425,475 as cash and cash equivalents decreased by \$419,073, receivables decreased by \$6,402. Total liabilities and reserves increased by \$845,289.

The District had \$6,556,361 in expenses, an increase of \$376,563. Administration costs decreased \$33,447, while costs of operations increased \$469,576. General revenues and fund balance were adequate to provide for these expenses.

The District reduced its 2001 series bonds payable by \$60,000 in 2010. Interest expense on the bonds was \$4,743 and \$7,219 in 2010 and 2009 respectively.

In 2009, the District cancelled a portion of its engine reserve, as well as a portion of its FPB garage reserve and transferred them into Solar Panel Project reserve in the amount of \$284,600.00. As of December 31, 2010, the project is in service. The project is estimated to save the District an estimated \$715,000 over the next 30 years. Also in 2010, the District completed a renewal of the Communication System and Dispatch Center at a total cost of \$453,674.

For further information, contact Mr. John Ur, E.A., clerk for the Board of Fire Commissioners, District #1, at PO Box 320, 418 School Street, Woodbridge, NJ 07095.

Woodbridge Township Fire District #1General FundComparative Balance Sheet

<u>ASSETS</u>	<u>December 31,</u>	
	<u>2010</u>	<u>2009</u>
Cash	\$ 2,447,467	\$ 2,866,839
Petty Cash Fund	300	150
Accounts Receivable	<u>4,808</u>	<u>11,210</u>
Total Assets	<u>\$ 2,452,575</u>	<u>\$ 2,878,199</u>
 <u>LIABILITIES, RESERVES AND FUND BALANCE</u>		
Liabilities and Reserves:		
Accounts Payable	\$ 157,953	\$ 104,500
Reserve for Retirement Pay	368,226	517,552
Reserve for Petty Cash Fund	300	150
Reserve for Equipment	<u>297,559</u>	<u>1,041,753</u>
Total Liabilities and Reserves	<u>824,038</u>	<u>1,663,955</u>
Fund Balance:		
Undesignated	<u>1,628,537</u>	<u>1,214,244</u>
Total Fund Balance	<u>1,628,537</u>	<u>1,214,244</u>
Total Liabilities, Reserves and Fund Balance	<u>\$ 2,452,575</u>	<u>\$ 2,878,199</u>

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

Woodbridge Township Fire District #1

General Fund

Statement of Revenues, Expenditures and Changes in Fund Balance

For the Year Ended December 31, 2010

With Comparative Actual Amounts for Period Ended December 31, 2009

	2010		Variance Favorable (Unfavorable)	2009
	Budget	Actual		Actual
Revenues and Other Financing Sources:				
Miscellaneous Revenues:				
Uniform Fire Safety Act				
- Annual Registration Fees	\$ 46,043	\$ 53,949	\$ 7,906	\$ 49,918
- Other Fees, Penalties, Fines, etc.	32,650	42,360	(9,710)	11,538
Supplemental Fire Services Act	5,297	5,297	-	7,394
Grant Income	800,000		(800,000)	-
Earnings on Investments and Deposits	30,000	20,041	(9,959)	27,600
Miscellaneous Income	87,300	58,293	(29,007)	324
Total Miscellaneous Revenues	1,001,290	179,940	(821,350)	96,774
Fund Balance Appropriated	106,200	106,200	-	370,000
Retirement Reserve	295,000	377,353	82,353	83,134
Equipment Reserve	340,000	758,018	418,018	175,000
Total Fund Balance & Reserve Appropriated	741,200	1,241,571	500,371	628,134
District Taxes	6,220,703	6,220,703	-	5,915,123
Total Revenues and Other Financing Sources	\$ 7,963,193	\$ 7,642,214	\$ (320,979)	\$6,640,031
Expenditures:				
Current Operating Appropriations	\$ 7,410,425	\$ 6,011,461	\$ 1,398,964	\$5,502,917
Appropriations Offset with Revenue:				
Uniform Fire Safety Act	31,000	29,980	1,020	25,538
Capital Appropriations	521,768	520,441	1,327	651,343
Total Expenditures	7,963,193	6,561,882	1,401,311	6,179,798
Excess of Revenue over Expenditures	-	1,080,332	1,080,332	460,233
Less: Fund Balance Utilized	(106,200)	(106,200)	-	(370,000)
Reserves Utilized	-	(559,839)	(559,839)	(243,134)
Fund Balance, Beginning of Year	1,214,244	1,214,244	-	1,367,145
Fund Balance, End of Year	\$ 1,108,044	\$ 1,628,537	\$ 520,493	\$1,214,244

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

Woodbridge Township Fire District #1

General Fund

Statement of Expenditures Compared to Budget

For the Year Ended December 31, 2010

With Comparative Actual Amounts for Period Ended December 31, 2009

	2010		Variance Favorable (Unfavorable)	2009
	Budget	Actual		Actual
ADMINISTRATION:				
Salaries and Wages	\$ 23,500	\$ 23,500	\$ -	\$ 22,821
Fringe Benefits	425,936	392,678	33,258	354,555
Election	10,499	9,778	721	7,009
Membership Dues	1,000	771	229	762
Office Expenses	4,400	2,872	1,528	3,005
Professional Services	109,500	78,950	30,550	85,278
Outside Services	41,000	41,000	-	43,000
Promotions, Awards	2,000	328	1,672	-
Clerk	52,000	52,000	-	52,000
Furniture and Office Equipment	1,500	-	1,500	-
Total Administration	<u>\$ 671,335</u>	<u>\$ 601,877</u>	<u>\$ 69,458</u>	<u>\$ 568,430</u>
COST OF OPERATIONS:				
Salaries and Wages	\$ 3,498,045	\$ 3,231,116	\$ 266,929	\$ 2,955,075
Fringe Benefits	1,307,807	1,208,035	99,772	1,093,611
Insurance	91,850	91,825	25	86,307
Maintenance and Repairs	247,000	160,668	86,332	124,916
Hydrant Services	444,725	435,581	9,144	422,456
Training and Education	20,000	18,070	1,930	21,959
Uniforms	34,545	26,868	7,677	26,199
Utilities	60,000	46,273	13,727	47,907
Fuel	20,000	12,839	7,161	9,927
Mutual Services Agreement	10,000	10,000	-	10,000
Supplemental Fire Services Act	5,297	-	5,297	-
Length of Service Awards Program	60,000	41,355	18,645	31,836
Joint Purchasing Agreement	72,821	72,821	-	70,575
Medical Transport	500	-	500	-
Preplanning	8,500	-	8,500	183
Grant Expenses	800,000	-	800,000	-
Rent	26,000	24,272	1,728	25,493
Computers/Pagers/Internet	32,000	29,861	2,139	8,043
Total Cost of Operations	<u>6,739,090</u>	<u>5,409,584</u>	<u>1,329,506</u>	<u>4,934,487</u>
Total Current Operating Exps.	<u>7,410,425</u>	<u>6,011,461</u>	<u>1,398,964</u>	<u>5,502,917</u>
CURRENT EXPENSES OFFSET WITH REVENUE				
Uniform Fire Safety Act, (PL 1983, Ch. 383):				
Other Expenses	<u>31,000</u>	<u>29,980</u>	<u>1,020</u>	<u>25,538</u>
Total Operating Appropriations	<u>\$ 7,441,425</u>	<u>\$ 6,041,441</u>	<u>\$ 1,399,984</u>	<u>\$ 5,528,455</u>
CAPITAL APPROPRIATIONS:				
Vehicles	\$ -	\$ -	\$ -	\$ -
Reserve for Future Capital Outlays	364,000	362,674	1,326	491,100
Debt Service:				
Bond Principal	60,000	60,000	-	60,000
Bond Interest	4,744	4,743	1	7,219
Lease	93,024	93,024	-	93,024
Total Capital Appropriations	<u>521,768</u>	<u>520,441</u>	<u>1,327</u>	<u>651,343</u>
Total Appropriations	<u>\$ 7,963,193</u>	<u>\$ 6,561,882</u>	<u>\$ 1,401,311</u>	<u>\$ 6,179,798</u>

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

Woodbridge Township Fire District #1
Statement of Grants Received and Expended
Supplemental Fire Services Program
For the Year Ended December 31, 2010

Appropriations:

2010 Supplemental Fire Services Program	\$ <u>5,297</u>
Total Program Funds Appropriated	\$ <u><u>5,297</u></u>

Expenditures:

2010 Supplemental Fire Services Act	\$ <u><u>-</u></u>
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Total Grant Received \$5,297 from Woodbridge Township

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

Woodbridge Township Fire District #1Capital FundComparative Balance SheetDecember 31, 2010 and 2009

<u>ASSETS</u>	<u>2010</u>	<u>2009</u>
Amount to be Provided for Retirement of Debt	\$ 313,344	\$ 452,994
Total Assets	<u>\$ 313,344</u>	<u>\$ 452,994</u>
 <u>LIABILITIES, RESERVES AND FUND BALANCE</u>		
Serial Bonds Payable	\$ 55,000	\$ 115,000
Capital Lease Payable	<u>258,344</u>	<u>337,994</u>
Total Liabilities, Reserves and Fund Balance	<u>\$ 313,344</u>	<u>\$ 452,994</u>

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

Woodbridge Township Fire District #1
Capital Fund
Combining Statement of Amount to be Provided
For Retirement of Debt

<u>Purpose</u>	<u>Balance</u> <u>12/31/09</u>	<u>Bond Paid</u> <u>By Budget</u> <u>Appropriation</u>	<u>Capital</u> <u>Lease/</u> <u>Bonds</u> <u>Issued</u>	<u>Balance</u> <u>12/31/10</u>
Purchase of 2 New General Pumpers	\$ 115,000	\$ 60,000	\$ -	\$ 55,000
Lease/purchase of Amerian LaFrance Aerial Truck	<u>337,994</u>	<u>79,650</u>	<u>-</u>	<u>258,344</u>
	<u>\$ 452,994</u>	<u>\$ 139,650</u>	<u>\$ -</u>	<u>\$ 313,344</u>

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

Woodbridge Township Fire District #1
Capital Fund
Combining Statement of Bonds Payable

<u>Date of Issue</u>	<u>Original Issue</u>	<u>Interest Rate</u>	<u>Balance 12/31/09</u>	<u>Paid in 2010</u>	<u>Issued 2010</u>	<u>Balance 12/31/10</u>
11/15/01	595,000	4.125%	<u>\$ 115,000</u>	<u>\$ 60,000</u>	<u>\$ -</u>	<u>\$ 55,000</u>
			<u>\$ 115,000</u>	<u>\$ 60,000</u>	<u>\$ -</u>	<u>\$ 55,000</u>

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

Woodbridge Township Fire District #1General Fixed Assets Account GroupComparative Balance SheetDecember 31, 2010 and 2009

<u>ASSETS</u>	<u>2010</u>	<u>2009</u>
Building:		
Fire House (estimated cost)	\$ 390,000	\$ 390,000
Equipment:		
1987 Emergency One Fire Engine	182,254	182,254
1990 Seagrave Pumper	-	265,000
1999 Ford Expedition	38,000	38,000
1999 Chevy Blazer	-	28,078
2002 General Pumper	376,894	376,894
2002 General Pumper	376,894	376,894
2003 Dodge Durango	29,098	29,098
2003 Dodge Durango	29,098	29,098
2005 Ford Excursion	27,126	27,126
2005 Police Interceptor	23,605	23,605
2006 American LaFrance Aerial Truck	706,339	706,339
2009 Chevy Suburban	29,739	29,739
2010 Solar Panels	284,600	-
2010 Trunking System Upgrade	453,674	-
Total Assets	2,947,321	2,502,125
Less Accumulated Depreciation:		
Building	390,000	390,000
Equipment	815,350	893,737
Total Accumulated Depreciation	1,205,350	1,283,737
Total Net Assets	<u>\$1,741,971</u>	<u>\$1,218,388</u>
<u>FUND BALANCE</u>		
Investment in General Fixed Assets	<u>\$1,741,971</u>	<u>\$1,218,388</u>

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

Woodbridge Township Fire District #1
General Fixed Assets Account Group
Statement of Revenues, Expenditures and Changes in Fund Balance
December 31, 2010 and 2009

	<u>2010</u>	<u>2009</u>
<u>Revenues and Other Financing Sources:</u>		
Purchase of Equipment - Net	\$ <u>674,674</u>	\$ <u>-</u>
Total Revenues and Other Financing Sources	\$ <u>674,674</u>	\$ <u>-</u>
<u>Expenditures:</u>		
Depreciation	\$ <u>151,091</u>	\$ <u>92,659</u>
Total Expenditures	<u>151,091</u>	<u>92,659</u>
Excess of Revenue Over Expenditures	523,583	(92,659)
Fund Balance, Beginning of Year	<u>1,218,388</u>	<u>1,311,047</u>
Fund Balance, End of Year	<u>\$1,741,971</u>	<u>\$1,218,388</u>

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

Woodbridge Township Fire District #1

Notes to Financial Statements

For the Years Ended December 31, 2010 and 2009

Note 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of the Woodbridge Township 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.

Woodbridge Township Fire District #1

Notes to Financial Statements

For the Year Ended December 31, 2010 and 2009

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	40
Building Improvements	20
Fire Trucks	25
Other Vehicles	5
Equipment	10

Depreciation expense for the years ending December 31, 2010 and 2009 was \$151,091 and \$92,659 respectively.

The District passed a resolution cancelling a portion of the engine reserve, as well as a portion of the FPB garage reserve and transferred it into Solar Panel Project reserve in the amount of \$284,600.00. As of December 31, 2010, the project was completed and put in service.

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.

Woodbridge Township Fire District #1

Notes to Financial Statements

For the Year Ended December 31, 2010 and 2009

Note 2. BONDS PAYABLE

On November 15, 2001, the District issued \$595,000 in equipment acquisition bonds (the bonds). The proceeds of the bonds, after payment of issuance costs, along with reserves, were used to purchase two new general pumper trucks. The bonds have a 4.125% coupon and pay interest semi-annually each May 15th and November 15th. Principal is payable annually on November 15th as follows:

<u>Year</u>	<u>May 15 Interest</u>	<u>November 15 Interest</u>	<u>November 15 Principal</u>	<u>Total</u>	<u>Annual Debt Service</u>
2009	3,580.00	3,639.00	60,000	63,639.00	67,219.00
2010	2,352.00	2,391.00	60,000	62,391.00	64,743.00
2011	1,125.00	1,143.00	55,000	56,143.00	57,268.00
	<u>\$ 7,057.00</u>	<u>\$ 7,173.00</u>	<u>\$175,000</u>	<u>\$182,173.00</u>	<u>\$189,230.00</u>

On June 22, 2007, the District in order to acquire a new Aerial Ladder truck entered into a lease agreement with Commerce Commercial Leasing, LLC as Lessor pursuant to a competitive bid awarded on May 22, 2007 at an interest rate of 3.890%. The Fire District obtained voter approval to acquire the aerial ladder truck through the issuance of a eight-year lease purchase in an amount not to exceed \$800,000 at the Fire District's special election held on February 17, 2008. 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	16,403.00	76,620.00	93,023.00
2010	13,373.00	79,650.00	93,023.00
2011	10,221.00	82,802.00	93,023.00
2012	6,964.00	86,059.00	93,023.00
2013	3,540.00	89,483.00	93,023.00
	<u>\$50,501.00</u>	<u>\$414,614.00</u>	<u>\$465,115.00</u>

Woodbridge Township Fire District #1

Notes to Financial Statements

For the Year Ended December 31, 2010 and 2009

Note 3. PENSION

Employees participate in both the Public Employees' Retirement System of New Jersey (PERS), as well as the Police and Firemen's Pension System; (PFRS) both are contributory defined benefit public employee retirement systems that were established by State statute. The System is sponsored and administered by the Division of Pensions and Benefits. The System is considered a cost-sharing, multiple-employer plan. Covered employees are required by statute to contribute a certain percentage of their salary to the Plan. The Division of Pensions bills the District annually for its required contribution.

Note 4. LENGTH OF SERVICE AWARDS PROGRAM (LOSAP)

The Fire District offers its employees 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.

Woodbridge Township Fire District #1

ROSTER OF OFFICIALS

Board of Commissioners

John Kenny	President
Todd Howell	Vice President
Kenneth Gardner	Second Vice President
Patrick Kenny	Treasurer
Richard Gould	Secretary

Other Officials

John Ur	District Clerk
Keith Repace	Fire Official Local Enforcing Agency
Charles Mangione	Fire Inspector
Peter Reilly	Fire Inspector
Thomas MacNamara	Fire Inspector
Gregory Goodman	Attorney

Surety Company

Employee Dishonesty coverage for \$500,000 on each employee and \$25,000 on the Treasurer.

WOODBRIAGE TOWNSHIP FIRE DISTRICT #1

Comments and Recommendations

For the Year Ended December 31, 2010

NONE