

MORRIS COUNTY PARK COMMISSION

COUNTY OF MORRIS

REPORT OF AUDIT

2008

MORRIS COUNTY PARK COMMISSION
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YEAR ENDED DECEMBER 31, 2008

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MORRIS COUNTY PARK COMMISSION

PART I

INDEPENDENT AUDITOR'S REPORT AND FINANCIAL

STATEMENTS AND SUPPLEMENTARY SCHEDULES

YEAR ENDED DECEMBER 31, 2008



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February 27, 2009

Independent Auditors' Report

The Honorable Members
of the Park Commission
Morris County Park Commission
Morristown, New Jersey

We have audited the financial statements of the various funds of the Morris County Park Commission, (the "Commission"), a component unit of the County of Morris, as of and for the years ended December 31, 2008 and 2007, as listed in the foregoing table of contents. These financial statements are the responsibility of the Commission's management. Our responsibility is to express opinions on these financial statements based on our audits.

Except as discussed in the fourth paragraph, 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 (the "Division"), and the standards applicable to financial audits contained in *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 in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

As described in Note 1, these financial statements have been prepared in conformity with accounting principles prescribed by the Division, that demonstrate compliance with the modified accrual basis, with certain exceptions, and the budget laws of New Jersey, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. The effects on the financial statements of the variances between the statutory basis of accounting and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

Our audits of the financial statements did not include the general fixed assets account group (stated at \$122,575,674.00 and \$121,433,866.36, respectively) for 2008 and 2007. This account group was not audited since there was not sufficient evidential matter to support the historical value of general fixed assets.

In our opinion, because the Commission prepares its financial statements on the basis of accounting discussed in the third paragraph, the financial statements referred to in the first paragraph, do not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the Commission as of December 31, 2008 and 2007, and the results of its operations for the years then ended.

The Honorable Members
of the Park Commission
Morris County Park Commission
Page 2
February 27, 2009

However, in our opinion, except for the effects of such adjustments, if any, as might have been determined to be necessary had the general fixed assets account group been audited, the financial statements referred to above, present fairly, in all material respects, the financial position of the various funds of the Morris County Park Commission at December 31, 2008 and 2007, and the results of operations and changes in fund balances, where applicable, of such funds, thereof for the years then ended, in accordance with accounting principles prescribed by the Division, as described in Note 1.

In accordance with *Government Auditing Standards*, we have also issued our report dated February 27, 2009 on our consideration of the Commission's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, 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 audits.

Our audits were conducted for the purpose of forming opinions on the financial statements taken as a whole. The information included in the supplementary schedules listed in the table of contents is presented for purposes of additional analysis and is not a required part of the financial statements. The accompanying schedules of expenditures of federal and state awards are also presented for purposes of additional analysis and are required by the U. S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Nonprofit Organizations*, and New Jersey's OMB Circular NJ OMB 04-04, *Single Audit Policy for Recipients of Federal Grants, State Grants, and State Aid* and are not a required part of the financial statements. This information has been subjected to the auditing procedures applied in the audit of the financial statements mentioned above and, in our opinion, 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 to the financial statements and Note 2 to the schedules of expenditures of federal and state awards.


NISIVOCCIA & COMPANY LLP



David H. Evans
Certified Public Accountant
Registered Municipal Accountant No. 98

MORRIS COUNTY PARK COMMISSION
COUNTY OF MORRIS
2008
CURRENT FUND.

MORRIS COUNTY PARK COMMISSION
CURRENT FUND
COMPARATIVE BALANCE SHEET

	Ref	December 31,	
		2008	2007
<u>ASSETS</u>			
Current Fund:			
Cash and Cash Equivalents	A-4	\$ 8,678,610.20	\$ 8,638,737.28
Change Funds	A-5	1,150.00	1,150.00
		<u>8,679,760.20</u>	<u>8,639,887.28</u>
Receivables and Other Assets With			
Full Reserves:			
Golf Course Inventory	A-6	39,952.39	56,049.69
Due from:			
Park Trust Fund	C	3,509.62	10,188.47
		<u>43,462.01</u>	<u>66,238.16</u>
Total Current Fund		<u>8,723,222.21</u>	<u>8,706,125.44</u>
Federal and State Grant Fund:			
Cash and Cash Equivalents:			
Federal and State Grant Fund	A-4a	183,667.96	446,738.97
Grants Receivable	A-10	558,409.93	907,659.55
Total Federal and State Grant Fund		<u>742,077.89</u>	<u>1,354,398.52</u>
<u>TOTAL ASSETS</u>		<u>\$ 9,465,300.10</u>	<u>\$ 10,060,523.96</u>
<u>LIABILITIES, RESERVES AND FUND BALANCE</u>			
Current Fund:			
Appropriation Reserves:			
Unencumbered	A-3,8	\$ 3,509,449.89	\$ 3,210,264.52
Encumbered	A-3,8	33,657.43	28,316.03
		<u>3,543,107.32</u>	<u>3,238,580.55</u>
Due to State of NJ - Sales Tax		850.12	1,054.46
Prepaid Revenue		41,246.54	39,660.14
Deferred Revenue - Gift Cards		25,263.41	32,441.38
Reserve for Refundable Deposits		200.00	
Reserve for Construction Accounts	A-9	191.29	8,113.96
Reserve for Performance Bond Deposit		112,373.14	112,793.14
Reserve for Medical Insurance		152,234.00	152,234.00
		<u>3,875,465.82</u>	<u>3,584,877.63</u>
Reserve for Receivables and Other Assets		43,462.01	66,238.16
Fund Balance	A-1	4,804,294.38	5,055,009.65
Total Current Fund:		<u>8,723,222.21</u>	<u>8,706,125.44</u>
Federal and State Grant Fund			
Appropriated Reserves	A-11	274,351.87	1,350,743.12
Reserve for Encumbrances		467,726.02	
Unappropriated Reserves	A-12		3,655.40
Total Federal and State Grant Fund		<u>742,077.89</u>	<u>1,354,398.52</u>
<u>TOTAL LIABILITIES, RESERVES AND FUND BALANCE</u>		<u>\$ 9,465,300.10</u>	<u>\$ 10,060,523.96</u>

THE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS
ARE AN INTEGRAL PART OF THIS STATEMENT

MORRIS COUNTY PARK COMMISSION
CURRENT FUND
COMPARATIVE STATEMENT OF OPERATIONS AND CHANGE IN FUND BALANCE

	Ref.	Year Ended December 31,	
		2008	2007
<u>Revenue and Other Income Realized</u>			
Fund Balance Utilized		\$ 2,100,000.00	\$ 1,500,000.00
Golf Revenue		7,404,434.68	7,116,018.48
Other Revenue		6,039,825.91	6,359,644.08
County Appropriation		14,142,664.00	13,925,087.00
Rents		494,375.28	456,221.66
Interest Earned on Investments		375,853.45	588,075.39
Other Credits to Income:			
Prior Year Interfund Returned		6,678.85	32,215.06
Prior Year Sales Tax Adjustment		1,054.46	217.47
Unexpended Balance of Appropriation			
Reserves Lapsed		2,132,097.04	2,463,424.86
		<u>32,696,983.67</u>	<u>32,440,904.00</u>
<u>Expenditures</u>			
Budget Appropriations		30,847,698.94	30,368,758.31
Refund of Prior Year Revenue			200.00
Total Expenditures		<u>30,847,698.94</u>	<u>30,368,958.31</u>
Excess in Revenue		1,849,284.73	2,071,945.69
<u>Fund Balance</u>			
Balance January 1		5,055,009.65	4,483,063.96
		6,904,294.38	6,555,009.65
Decreased by:			
Utilized as Anticipated Revenue		<u>2,100,000.00</u>	<u>1,500,000.00</u>
Balance December 31	A	<u>\$ 4,804,294.38</u>	<u>\$ 5,055,009.65</u>

THE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS
ARE AN INTEGRAL PART OF THIS STATEMENT

MORRIS COUNTY PARK COMMISSION
CURRENT FUND
STATEMENT OF REVENUE
YEAR ENDED DECEMBER 31, 2008

	Budget After Modification	Realized	Excess or Deficit *
Fund Balance Anticipated	\$ 2,100,000.00	\$ 2,100,000.00	\$ -0-
Flanders Valley Golf Course	2,654,516.00	2,618,302.42	36,213.58 *
Sunset Valley Golf Course	1,603,377.00	1,664,583.47	61,206.47
Pinch Brook Golf Course	1,575,678.00	1,563,777.55	11,900.45 *
Berkshire Valley Golf Course	1,814,950.00	1,557,771.24	257,178.76 *
Total Golf Course	<u>7,648,521.00</u>	<u>7,404,434.68</u>	<u>244,086.32 *</u>
William G. Mennen Sports Arena	4,048,975.00	3,839,724.08	209,250.92 *
Lake Recreation	39,000.00	43,795.70	4,795.70
Lee's Park Marina	224,050.00	225,876.00	1,826.00
Craigmear Recreation Area	1,300,000.00	1,038,756.90	261,243.10 *
Recreation	42,500.00	34,574.00	7,926.00 *
Camping	45,000.00	39,509.50	5,490.50 *
Picnics	148,500.00	131,677.50	16,822.50 *
Education Programs	58,000.00	87,263.92	29,263.92
Historic Sites	85,000.00	92,882.53	7,882.53
Visitor Services	125,000.00	129,544.50	4,544.50
Historic Speedwell	27,000.00	21,425.00	5,575.00 *
Horticulture	22,500.00	23,321.15	821.15
Miscellaneous Revenue	100,000.00	107,517.94	7,517.94
Park Police		9,218.25	9,218.25
Body Armor Grant	10,108.48	10,108.48	
Click It or Ticket	4,000.00	4,000.00	
Drunk Driving Enforcement Fund	4,371.72	4,371.72	
Geraldine R. Dodge Foundation Grant	10,000.00	10,000.00	
Historic GOS Operating Grant	73,040.00	73,040.00	
National Endowment for the Humanities Grant	3,446.00	3,446.00	
Preservation Trust Fund Grant	50,000.00	50,000.00	
Recreation Trails Grant	21,400.00	21,400.00	
Branching Out Grant	8,500.00	8,500.00	
Haggerty Education Center Construction Grant	25,000.00	25,000.00	
Willowood	4,872.74	4,872.74	
	<u>6,480,263.94</u>	<u>6,039,825.91</u>	<u>440,438.03 *</u>
County Appropriation	14,142,664.00	14,142,664.00	-0-
Rents	476,250.00	494,375.28	18,125.28
Interest Earned on Investments		375,853.45	375,853.45
	<u>14,618,914.00</u>	<u>15,012,892.73</u>	<u>393,978.73</u>
	<u>\$ 30,847,698.94</u>	<u>\$ 30,557,153.32</u>	<u>\$ 290,545.62 *</u>

MORRIS COUNTY PARK COMMISSION
CURRENT FUND
STATEMENT OF REVENUE
YEAR ENDED DECEMBER 31, 2008
(CONTINUED)

<u>Analysis of Golf Course Revenue</u>	<u>Total</u>	<u>Flanders Valley</u>	<u>Sunset Valley</u>	<u>Pinch Brook</u>	<u>Berkshire Valley</u>
Greens Fees:					
Resident Play	\$ 1,598,461.00	\$ 612,767.00	\$ 287,425.00	\$ 246,420.50	\$ 451,848.50
Non Resident Play	1,007,345.33	239,203.00	202,905.00	113,054.00	452,183.33
Weekends Before 10 AM:					
Resident	615,141.00	328,671.00	144,270.00	142,200.00	
Non-Resident	145,316.00	67,840.00	53,477.00	23,999.00	
Starting Times	375,287.50	129,170.00	90,700.00	90,370.00	65,047.50
Senior/Junior Play	334,229.00	139,395.00	44,841.00	106,608.00	43,385.00
High School	26,424.00	11,772.00	8,820.00	5,832.00	
Nine Hole Play	149,760.00	8,565.00	76,647.00	64,548.00	
Twilight Play	937,848.70	378,488.22	251,215.98	247,624.50	60,520.00
Guest Card:					
Weekday	5,120.00	2,080.00	1,920.00	1,120.00	
Weekend	11,800.00	6,400.00	2,600.00	2,800.00	
Driving Range	24,129.30				24,129.30
Replay Fee	6,235.00				6,235.00
Hand Cart Rentals	42,222.26	16,635.22	7,582.76	17,765.86	238.42
Registration:					
Resident	406,205.00	136,565.00	74,555.00	165,500.00	29,585.00
Non Resident	186,250.00	29,110.00	88,000.00	55,400.00	13,740.00
Senior Citizens	51,656.00	12,716.00	9,240.00	27,610.00	2,090.00
Sale of Merchandise	122,512.92	38,527.17	18,937.05	26,903.69	38,145.01
Golf Handicap Information Network	54,450.00	19,980.00	11,250.00	21,210.00	2,010.00
Rental of Golf Clubs	6,237.12	2,406.08	1,097.92	1,752.00	981.12
Add: Golf Cart Fees	1,199,620.18	395,251.91	274,183.54	173,217.38	356,967.35
Lesson Fees	18,400.00	4,630.00	2,290.00	8,940.00	2,540.00
Miscellaneous	79,784.37	38,129.82	12,626.22	20,902.62	8,125.71
	<u>\$ 7,404,434.68</u>	<u>\$ 2,618,302.42</u>	<u>\$ 1,664,583.47</u>	<u>\$ 1,563,777.55</u>	<u>\$ 1,557,771.24</u>

MORRIS COUNTY PARK COMMISSION
CURRENT FUND
STATEMENT OF REVENUE
YEAR ENDED DECEMBER 31, 2008
(CONTINUED)

Analysis of Other Revenue:

Cash Received	\$ 5,825,086.97
Federal and State Grants	214,738.94
	\$ 6,039,825.91

Analysis of William G. Mennen Sports Arena Revenue

General Sessions	\$ 188,617.00
Skate Rentals	67,382.83
Figure Skating	1,314,314.54
Ice Time Rental	1,877,352.40
Non Ice Time Rental	86,934.40
Coupons & Locker Room	16,930.00
H.S. & College Hockey Spectators	105,841.00
Hockey School	40,962.50
Concessions	113,238.33
Party Package	26,275.00
Miscellaneous	1,876.08
	\$ 3,839,724.08

Analysis of Golf Course Revenue

Cash Received	\$ 7,345,044.86
Gift Cards Redeemed	43,409.52
Gift Cards Expired	15,980.30
	\$ 7,404,434.68

Analysis of Rental Income

Cash Collections	\$ 454,715.14
Prepaid Applied	39,660.14
	\$ 494,375.28

Analysis of Interest on Investments

Current Fund	\$ 269,755.12
Federal and State Grant Fund	34,336.17
General Capital Fund	55,162.45
Park Trust Fund	16,599.71
	\$ 375,853.45

THE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS
ARE AN INTEGRAL PART OF THIS STATEMENT

MORRIS COUNTY PARK COMMISSION
CURRENT FUND
STATEMENT OF EXPENDITURES
YEAR ENDED DECEMBER 31, 2008

	Appropriations		Expended By	
	Budget	Budget After Modification	Paid or Charged	Reserved
Salaries and Wages:	\$ 16,036,291.00	\$ 15,997,291.00	\$ 14,426,230.41	\$ 1,571,060.59
Other Expenses:				
Administration	6,399,812.00	6,399,812.00	5,805,799.11	594,012.89
Visitor Services	432,466.00	432,466.00	304,223.76	128,242.24
Recreation	29,910.00	29,910.00	12,976.70	16,933.30
Development	6,050.00	45,050.00	36,352.17	8,697.83
Buildings and Construction	665,303.00	665,303.00	532,463.77	132,839.23
Engineering	21,525.00	21,525.00	18,791.08	2,733.92
Flanders Valley Golf Course/Shops	903,347.00	903,347.00	805,217.38	98,129.62
Historic Sites	156,415.00	156,415.00	140,599.35	15,815.65
Historic Speedwell	70,266.00	70,266.00	58,341.94	11,924.06
Lee's County Park Marina	69,094.00	69,094.00	49,883.88	19,210.12
Park Maintenance	911,366.00	911,366.00	777,393.77	133,972.23
Horticulture	258,732.00	219,225.00	182,061.44	37,163.56
William G. Mennen Sports Arena	2,309,153.00	2,309,153.00	1,957,559.57	351,593.43
Education and Interpretive Services	23,314.00	62,821.00	61,758.76	1,062.24
Park Police	367,007.00	367,007.00	294,657.64	72,349.36
Pinch Brook Golf Course/Shops	386,865.00	386,865.00	329,979.25	56,885.75
Lake Recreation Areas	42,045.00	42,045.00	26,997.85	15,047.15
Sunset Valley Golf Course/Shops	365,075.00	365,075.00	318,745.70	46,329.30
Berkshire Valley Golf Course/Shops	596,257.00	596,257.00	509,246.62	87,010.38
Craigmeur Recreation Area	493,504.00	493,504.00	417,723.46	75,780.54
Natural Resource Education	89,163.00	89,163.00	56,506.50	32,656.50
Body Armor Grant	10,108.48	10,108.48	10,108.48	
Click It or Ticket	4,000.00	4,000.00	4,000.00	
Drunk Driving Enforcement Fund	4,371.72	4,371.72	4,371.72	
Friends of Frelinghuysen Arboretum	33,500.00	33,500.00	33,500.00	
Geraldine R. Dodge Grant	10,000.00	10,000.00	10,000.00	
Historical Operating Grant	73,040.00	73,040.00	73,040.00	
National Endowment for the Humanities Grant	3,446.00	3,446.00	3,446.00	
Preservation Trust Fund Grant	50,000.00	50,000.00	50,000.00	
Recreation Trails Grant	21,400.00	21,400.00	21,400.00	
Willowwood	4,872.74	4,872.74	4,872.74	
	<u>14,811,407.94</u>	<u>14,850,407.94</u>	<u>12,912,018.64</u>	<u>1,938,389.30</u>
	<u>\$ 30,847,698.94</u>	<u>\$ 30,847,698.94</u>	<u>\$ 27,338,249.05</u>	<u>\$ 3,509,449.89</u>

Ref.

Cash Disbursed \$ 27,552,516.88

Federal and State Grant Fund 214,738.94

Encumbrances 33,657.43

A

27,800,913.25

Less: Refunds 462,664.20

\$ 27,338,249.05

A

THE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS
ARE AN INTEGRAL PART OF THIS STATEMENT

MORRIS COUNTY PARK COMMISSION
COUNTY OF MORRIS
2008
GENERAL CAPITAL FUND

MORRIS COUNTY PARK COMMISSION
GENERAL CAPITAL FUND
COMPARATIVE BALANCE SHEET

	Ref.	December 31,	
		2008	2007
<u>ASSETS</u>			
Cash and Cash Equivalents	B-2	\$ 811,374.81	\$ 1,490,904.54
Investments - Certificate of Deposit	B-2	1,450,000.00	300,000.00
Deferred Charges to Future Taxation:			
Funded		16,668,225.41	17,645,010.88
Unfunded	B-4	2,098,878.25	2,039,878.25
Amount Due From State of New Jersey - Green Acres		3,975,706.00	3,975,706.00
<u>TOTAL ASSETS</u>		<u>\$ 25,004,184.47</u>	<u>\$ 25,451,499.67</u>
 <u>LIABILITIES, RESERVES AND FUND BALANCE</u>			
Serial Bonds Payable	B-7	\$ 15,145,000.00	\$ 15,781,000.00
Green Acres Loans Payable	B-8	1,523,225.41	1,864,010.88
Improvement Authorizations:			
Funded	B-5	1,638,057.70	1,000,764.94
Unfunded	B-5	1,803,558.31	1,925,200.70
Reserve for Receivable - Green Acres		3,975,706.00	3,975,706.00
Fund Balance	B-1	918,637.05	904,817.15
<u>TOTAL LIABILITIES, RESERVES AND FUND BALANCE</u>		<u>\$ 25,004,184.47</u>	<u>\$ 25,451,499.67</u>

THE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS
ARE AN INTEGRAL PART OF THIS STATEMENT

MORRIS COUNTY PARK COMMISSION
GENERAL CAPITAL FUND
STATEMENT OF FUND BALANCE

	<u>Ref.</u>	
Balance December 31, 2007	B	\$ 904,817.15
Increased by:		
Miscellaneous Vendor Refunds		<u>13,819.90</u>
Balance December 31, 2008	B	<u>\$ 918,637.05</u>

THE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS
ARE AN INTEGRAL PART OF THIS STATEMENT

MORRIS COUNTY PARK COMMISSION
COUNTY OF MORRIS
2008
TRUST FUNDS

MORRIS COUNTY PARK COMMISSION
TRUST AND OTHER RESTRICTED FUNDS
COMPARATIVE BALANCE SHEET

<u>ASSETS</u>	Ref.	December 31,	
		2008	2007
Park Improvement Trust Fund:			
Cash and Cash Equivalents		\$ 59,051.70	\$ 756,118.89
Investments		4,575,000.00	4,350,000.00
	C-2	<u>4,634,051.70</u>	<u>5,106,118.89</u>
Park Trust Fund:			
Cash and Cash Equivalents	C-2	572,272.46	612,308.42
		<u>572,272.46</u>	<u>612,308.42</u>
Restricted Trust Funds:			
Cash and Cash Equivalents	C-2	237,294.25	251,153.35
		<u>237,294.25</u>	<u>251,153.35</u>
<u>TOTAL ASSETS</u>		<u>\$ 5,443,618.41</u>	<u>\$ 5,969,580.66</u>
<u>LIABILITIES, RESERVES AND FUND BALANCE</u>			
Park Improvement Trust Fund:			
Reserve for Park Improvements	C-3	\$ 1,669,601.70	\$ 2,369,661.47
Reserve for Encumbrances	C-3	1,621,240.80	1,679,652.58
Fund Balance	C-1	1,343,209.20	1,056,804.84
		<u>4,634,051.70</u>	<u>5,106,118.89</u>
Park Trust Fund:			
Due Current Fund	A	3,509.62	10,188.47
Reserve for Park Trust Funds	C-4	568,762.84	527,140.36
Reserve for Encumbrances			74,979.59
		<u>572,272.46</u>	<u>612,308.42</u>
Restricted Trust Funds:			
Reserve for Restricted Trust Funds	C-5	237,294.25	251,153.35
		<u>237,294.25</u>	<u>251,153.35</u>
<u>TOTAL LIABILITIES, RESERVES AND FUND BALANCE</u>		<u>\$ 5,443,618.41</u>	<u>\$ 5,969,580.66</u>

THE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS
ARE AN INTEGRAL PART OF THIS STATEMENT

MORRIS COUNTY PARK COMMISSION
PARK IMPROVEMENT TRUST FUND
STATEMENT OF FUND BALANCE

	<u>Ref.</u>	
Balance December 31, 2007	C	\$ 1,056,804.84
Increased by:		
2008 Tax Assessment		\$ 2,564,925.00
Interest Earned on Investments		<u>226,479.36</u>
		<u>2,791,404.36</u>
		3,848,209.20
Decreased by:		
Improvement Trust Accounts		<u>2,505,000.00</u>
Balance December 31, 2008	C	<u>\$ 1,343,209.20</u>

THE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS
ARE AN INTEGRAL PART OF THIS STATEMENT

MORRIS COUNTY PARK COMMISSION
COUNTY OF MORRIS
2008
GENERAL FIXED ASSETS

MORRIS COUNTY PARK COMMISSION
GENERAL FIXED ASSETS ACCOUNT GROUP
COMPARATIVE BALANCE SHEET
 (Unaudited)

	December 31,	
	2008	2007
General Fixed Assets:		
Land	\$ 47,334,971.95	\$ 47,334,971.95
Land Improvements	24,492,047.22	24,492,047.22
Buildings	40,568,190.84	40,562,015.92
Machinery and Equipment	10,180,463.99	9,044,851.27
	\$ 122,575,674.00	\$ 121,433,886.36
 Investments in General Fixed Assets	\$ 122,575,674.00	\$ 121,433,886.36

THE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS
 ARE AN INTEGRAL PART OF THIS STATEMENT

MORRIS COUNTY PARK COMMISSION
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2008

Note 1: Summary of Significant Accounting Policies

A. Reporting Entity

Governmental Accounting Standards Board ("GASB") Codification Section 2100, "Defining the Financial Reporting Entity" establishes standards to determine whether a governmental component unit should be included in the financial reporting entity. The basic criterion for inclusion or exclusion from the financial reporting entity is the exercise of oversight responsibility over agencies, boards and commissions by the primary government. The exercise of oversight responsibility includes financial interdependency, selection of governing authority, designation of management, ability to significantly influence operations, and accountability for fiscal matters. Accordingly, the Commission is a component unit of the County of Morris under the provisions of GASB Codification Section 2100. The members of the Commission are appointed by the Morris County Freeholders for staggered terms of five years. In addition, certain legally separate, tax-exempt entities that meet specific criteria (i.e., benefit of economic resources, access/entitlement to resources, and significance) should be included in the financial reporting entities. As the financial reporting entity was established in accordance with New Jersey statutes, and following an other comprehensive basis of accounting, the requirements of GASB Codification Section 2100 were not followed and, accordingly, the reporting entity could be different from accounting principles generally accepted in the United States of America.

B. Description of Funds

The accounting policies of the Commission conform to the accounting principles applicable to municipalities which have been prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey (the "Division"). 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 Commission accounts for its financial transactions through the following separate funds.

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

Trust Funds/Other Restricted Funds - Receipt, custodianship and disbursement of funds in accordance with the purpose for which each was created, some of which is for the acquisition, development, or improvement of Park lands and educational programs pursuant to N.J.S.A. 40:37-11.3.

MORRIS COUNTY PARK COMMISSION
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2008
(Continued)

Note 1: Summary of Significant Accounting Policies (Cont'd)

B. Description of Funds (Cont'd)

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

General Fixed Asset Account Group (unaudited) - These accounts were established with estimated values of land, land improvements, buildings and machinery and equipment of the Commission as discussed under the caption "Basis of Accounting."

C. Basis of Accounting

Basis of accounting refers to when revenue and expenditures or expenses are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied.

The accounting policies of the Commission conform to the accounting principles applicable to municipalities which have been prescribed by the Division which differ in certain respects from accounting principles generally accepted in the United States of America applicable to local governmental units. The more significant policies in New Jersey follow.

Revenue is recorded when received in cash except for certain amounts which may be due from the State of New Jersey and for the prepayment of future years' revenue. Grant revenue is realized in the Current and Trust Funds when it is received and in the Capital Fund when improvements are authorized.

Expenditures are charged to operations based on budgeted amounts. Exceptions to this general rule include:

1. Accumulated unpaid vacation, sick pay and other employee amounts are not accrued.
2. Prepaid expenses, such as insurance premiums applicable to subsequent periods, are charged to current budget appropriations in total.
3. Principal and interest on long-term debt are recognized when due.

MORRIS COUNTY PARK COMMISSION
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2008
(Continued)

Note 1: Summary of Significant Accounting Policies (Cont'd)

C. Basis of Accounting (Cont'd)

Expenditures, if any, in excess of appropriations, appropriation reserves or ordinances become deferred charges which must be raised by future taxes. Outstanding encumbrances at December 31 are reported as a cash liability in the financial statements and constitute part of the statutory appropriation reserve balance. Appropriation reserves covering unexpended appropriation balances are automatically created at December 31 of each year and recorded as liabilities, except for amounts which may be cancelled by the governing body. Appropriation reserves are available, until lapsed at the close of the succeeding year, to meet specific claims, commitments or contracts incurred during the preceding fiscal year. Lapsed appropriation reserves are recorded as income.

Deferred Charges to Future Taxation – The Capital Fund balance sheet includes both funded and unfunded deferred charges. Funded means that bonds have been issued and are being paid off on a serial basis. Unfunded means the debt has been authorized but not permanently financed. A commission can eliminate an unfunded deferred charge by raising it in the budget, or collecting a grant. The unfunded deferred charge may also be funded by selling bonds, by loans or by capital leases.

Had the Commission's financial statements been prepared under accounting principles generally accepted in the United States of America, encumbrances would not be considered as expenditures; appropriation reserves would not be recorded; revenue susceptible to accrual would have been reflected without offsetting reserves and Federal and State grants and assistance would be recognized when earned, not when awarded and inventories would not be reflected as expenditures at the time of purchase.

The cash basis of accounting is followed in the General Capital Fund.

Other significant accounting policies include:

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.

Inventories of Supplies – The cost of inventories of supplies for all funds are recorded as expenditures at the time individual items are purchased except for golf course merchandise. The cost of the inventories for the golf course merchandise represents the total cost of inventory as taken by the Commission, and is represented on the Current Fund balance sheet.

MORRIS COUNTY PARK COMMISSION
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2008
(Continued)

Note 1: Summary of Significant Accounting Policies (Cont'd)

C. Basis of Accounting (Cont'd)

Management Estimates – The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

Cash and Cash Equivalents – Amounts include petty cash, change funds, amounts on deposit, and short-term investments with original maturities of three months or less.

Investments – Investments are stated at cost or amortized cost, which approximates market.

Grants Receivable – Grants receivable represent total grant awards less amounts collected to date. Because the amount of grants funds to be collected are dependent on the total costs eligible for reimbursement, the actual amount collected may be less than the total amount awarded.

Allowance for Uncollectible Accounts – No allowance for uncollectible accounts has been recorded as all amounts are considered collectible.

Compensated Absences – Expenditures relating to unused vested accumulated vacation and sick pay are not recorded until paid.

General Fixed Assets (Unaudited) – general fixed assets are recorded at cost or estimated historical cost. Infrastructure assets are not included in general fixed assets, as per state directive. Major renewals and betterments are charged to the asset accounts; maintenance and minor repairs and replacements, which do not improve or extend the lives of the respective assets, are expensed currently. Donated fixed assets are valued at their fair market value on the date donated. The total value recorded for general fixed assets is offset by a “Reserve for General Fixed Assets”. When properties are retired or otherwise disposed of, the asset and the reserve are adjusted accordingly. Assets recorded in the General Fixed Assets Account Group may also be recorded in the Current Fund and General Capital Fund. The values recorded in the General Fixed Assets Account Group and the Current Fund and the General Capital Fund may not always agree due to differences in valuation methods, timing of recognition of assets, and the recognition of infrastructure. Capital assets are reviewed for impairment.

Note 2: Long-Term Debt

Summary of Park Commission Debt

The Local Bond Law governs the issuance of bonds to finance general Commission capital expenditures. All bonds are retired in serial installments within the statutory period of usefulness. All bonds issued by the County on behalf of the Commission are general obligation bonds. The County of Morris’s full faith and credit and taxing power have been pledged to the payment of the general obligation principal and interest where such principal and interest is not funded by other sources.

MORRIS COUNTY PARK COMMISSION
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2008
(Continued)

Note 2: Long-Term Debt (Cont'd)

Summary of Park Commission Debt (Cont'd)

<u>Issued</u>	<u>December 31,</u>		
	<u>2008</u>	<u>2007</u>	<u>2006</u>
Serial Bonds	<u>\$ 15,145,000.00</u>	<u>\$ 15,781,000.00</u>	<u>\$ 16,039,000.00</u>
	15,145,000.00	15,781,000.00	16,039,000.00
Green Acres Loans Payable Bond and Notes Authorized But Not Issued	1,523,225.41	1,864,010.88	2,198,081.55
	<u>2,098,878.25</u>	<u>2,039,878.25</u>	<u>2,245,878.25</u>
Net Bonds, Notes and Loans Issued and Authorized but not Issued	<u>\$ 18,767,103.66</u>	<u>\$ 19,684,889.13</u>	<u>\$ 20,482,959.80</u>

Summary of Commission Debt Outstanding - Current Year

	<u>Balance</u> <u>12/31/2007</u>	<u>Additions</u>	<u>Retirements</u>	<u>Balance</u> <u>12/31/2008</u>
Serial Bonds:				
Park Capital Fund	\$ 15,781,000.00	\$ 2,198,000.00	\$ 2,834,000.00	\$ 15,145,000.00
Loans Payable:				
Park Capital Fund				
Green Trust Loans	1,864,010.88		340,785.47	1,523,225.41
Total	<u>\$ 17,645,010.88</u>	<u>\$ 2,198,000.00</u>	<u>\$ 3,174,785.47</u>	<u>\$ 16,668,225.41</u>

Summary of Commission Debt Outstanding - Prior Year

	<u>Balance</u> <u>12/31/2006</u>	<u>Additions</u>	<u>Retirements</u>	<u>Balance</u> <u>12/31/2007</u>
Serial Bonds:				
Park Capital Fund	\$ 16,039,000.00	\$ 2,201,000.00	\$ 2,459,000.00	\$ 15,781,000.00
Loans Payable:				
Park Capital Fund				
Green Trust Loans	2,198,081.55		334,070.67	1,864,010.88
Total	<u>\$ 18,237,081.55</u>	<u>\$ 2,201,000.00</u>	<u>\$ 2,793,070.67</u>	<u>\$ 17,645,010.88</u>

MORRIS COUNTY PARK COMMISSION
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2008
(Continued)

Note 2: Long-Term Debt (Cont'd)

ANALYSIS OF DEBT ISSUED AND OUTSTANDING
AT DECEMBER 31, 2008

<u>Park Serial Bonds</u>			
<u>Purpose</u>	<u>Interest Rate</u>	<u>Maturity Date</u>	<u>Amount</u>
Park Bonds 1993	5.125%	5/13/2009-2013	\$ 1,484,000.00
Park Bonds 1997	4.625%	8/15/2009	55,000.00
Park Bonds 1999	5.250%	11/15/2009	300,000.00
Park Bonds 2000	4.750%	9/15/2009-2010	800,000.00
Park Bonds 2001	4.000%	9/1/2009-2011	615,000.00
	4.100%	9/1/2012	205,000.00
	4.200%	9/1/2013	205,000.00
	4.250%	9/1/2014	204,000.00
			<u>1,229,000.00</u>
Park Bonds 2002	3.500%	3/15/2009	200,000.00
	3.750%	3/15/2010	200,000.00
	3.850%	3/15/2011	200,000.00
	4.000%	3/15/2012-2015	830,000.00
			<u>1,430,000.00</u>
Park Bonds 2003	2.375%	5/1/2009	55,000.00
	2.400%	5/1/2010	55,000.00
	2.600%	5/1/2011	55,000.00
	2.750%	5/1/2012	55,000.00
	2.875%	5/1/2013	55,000.00
	3.000%	5/1/2014	55,000.00
	3.125%	5/1/2015	45,000.00
			<u>375,000.00</u>
Park Bonds 2003 - Refunding	5.000%	2/1/2009-2014	2,110,000.00
Park Bonds 2004	3.125%	4/1/2009	95,000.00
	3.250%	4/1/2010	70,000.00
			<u>165,000.00</u>
Park Bonds 2005	3.000%	2/1/2009-2010	600,000.00
Park Bonds 2006	4.667%	3/15/2011	380,000.00
Refunding	5.000%	3/15/2012-2015	1,136,000.00
			<u>1,516,000.00</u>

MORRIS COUNTY PARK COMMISSION
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2008
(Continued)

Note 2: Long-Term Debt (Cont'd)

ANALYSIS OF DEBT ISSUED AND OUTSTANDING
AT DECEMBER 31, 2008
(Continued)

<u>Park Serial Bonds</u>			
<u>Purpose</u>	<u>Interest Rate</u>	<u>Maturity Date</u>	<u>Amount</u>
Park Bonds 2006	3.625%	10/1/2009-2011	982,000.00
Park Bonds 2007	4.000%	8/15/2009-2010	360,000.00
	4.125%	8/15/2010-2017	1,541,000.00
			1,901,000.00
Park Bonds 2008	2.500%	4/15/2009-2010	375,000.00
	2.750%	4/15/2011-2013	750,000.00
	3.000%	4/15/2014-2015	500,000.00
	3.250%	4/15/2016	250,000.00
	3.500%	4/15/2017-2018	323,000.00
			2,198,000.00
		Total Serial Bonds	\$ 15,145,000.00

Schedule of Annual Debt Service for the Next Five Years and
Thereafter for Bonded Debt

<u>Years</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2009	\$ 2,789,000.00	\$ 607,801.76	\$ 3,396,801.76
2010	2,904,000.00	477,927.21	3,381,927.21
2011	2,241,000.00	362,680.80	2,603,680.80
2012	1,909,000.00	268,396.88	2,177,396.88
2013	1,898,000.00	185,365.64	2,083,365.64
2014-2018	3,404,000.00	223,129.43	3,627,129.43
	\$ 15,145,000.00	\$ 2,125,301.72	\$ 17,270,301.72

Green Acres Loans Payable

On January 16, 1985, the County became the first local unit in the State to be approved for the Green Acres Trust Program. The program was developed by the New Jersey Department of Environmental Protection to provide low interest loans to local governments for the acquisition, preservation and improvement of land for recreation.

MORRIS COUNTY PARK COMMISSION
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2008
(Continued)

Note 2: Long-Term Debt (Cont'd)

Through December 31, 2008, the County has borrowed funds under three separate projects. The loan balance for each of the three projects as of the end of the year is as follows:

Pyramid Mountain Park	\$ 1,018,627.95
Patriots Path/Schooley's Mountain	269,898.55
Turkey Mountain/Pyramid Mountain	234,698.91

Payments of principal and interest on the loans are required to be made once the funds earmarked for a specific project have been completely drawn down. Payments are to commence nine months after the final drawdown date and are to continue on a semi-annual basis over a period of 10 to 20 years. Interest, on the loans, is at the rate of 2% annually on the outstanding balance. The County has appropriated \$315,550.00 in its 2009 budget to fund principal and interest payments for the above projects.

Note 3: Fund Balance Appropriated

Fund balance of \$2,500,000 has been appropriated as revenue in the 2009 Current Fund budget.

Note 4: Pension Plans

Commission employees are enrolled in one of two cost-sharing multiple-employer public employee retirement systems: the Public Employees' Retirement System (PERS) or the Police and Fireman's Retirement System (PFRS) of New Jersey. The State of New Jersey sponsors and administers these two plans which cover substantially all Commission employees. As a general rule, all full-time employees are eligible to join one of the two public employees' retirement systems.

Employees who are members of PERS and retire at or after age 55 are entitled to a retirement benefit based upon a formula which takes 1/55th of the average annual compensation for the highest three fiscal year's compensation for each year of membership during years of creditable service. Vesting occurs after 8 to 10 years of service. Enrolled PERS members may retire at age 55 with a minimum of 10 years of service required for vesting.

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 of each of the above systems. The financial reports may be obtained by writing to the State of New Jersey, Department of Treasury, Division of Pensions and Benefits, P.O. Box 295, Trenton, New Jersey 08625-0295.

The contribution policy is set by New Jersey State Statutes and, in most retirement systems, contributions are required by active members and contributing employers. Plan member and employer contributions may be amended by State of New Jersey legislation. Employee contributions are based on percentages of 5.50% for PERS and 8.5% for PFRS of employees' annual compensation, as defined. Employers are required to contribute at an actuarially determined rate in both Funds. The actuarially determined employer contribution includes funding for cost-of-living adjustments and noncontributory death benefits.

MORRIS COUNTY PARK COMMISSION
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2008
(Continued)

Note 4: Pension Plans (Cont'd)

Three-Year Trend for PERS			
Year Ending December 31,	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
2008	\$ 708,632.79	80%	\$ 566,906.23
2007	509,893.13	60%	305,935.88
2006	447,185.95	40%	178,874.38

Three-Year Trend for PFRS			
Year Ending December 31,	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
2008	\$ 421,377.00	100%	\$ 421,377.00
2007	372,099.00	80%	297,679.20
2006	297,820.00	60%	178,692.00

Effective July 1, 2003, Chapter 108, P.L. 2003 provides for a reduction or "phase-in" of the required pension contribution to PERS for local employers for State fiscal years 2005-2008. The local employer PERS normal and accrued liability contributions required for State fiscal years 2005-2008 are as follows:

- 20% for payments due in State fiscal year 2005
- Not more than 40% for payments due in State fiscal year 2006
- Not more than 60% for payments due in State fiscal year 2007
- Not more than 80% for payments due in State fiscal year 2008

Effective July 1, 2003, Chapter 108, P.L. 2003 provides for a reduction or "phase-in" of the required pension contribution to PFRS for local employers for State fiscal years 2004-2007. The local employer PFRS normal and accrued liability contributions required for State fiscal years 2004-2007 are as follows:

- 20% for payments due in State fiscal year 2004
- Not more than 40% for payments due in State fiscal year 2005
- Not more than 60% for payments due in State fiscal year 2006
- Not more than 80% for payments due in State fiscal year 2007

MORRIS COUNTY PARK COMMISSION
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2008
(Continued)

Note 5: Accrued Sick and Vacation Benefits

The Commission permits employees to accrue a limited amount of unused vacation and sick pay, which may be taken as time off or paid upon retirement or separation at an agreed-upon rate. Employees will be reimbursed for accumulated sick time between 20% to 50% of the present day value of accumulated sick time up to a maximum of between \$5,000 and \$12,000 in accordance with the respective contractual agreements of the various Commission employees.

Employees are also permitted to accumulate into the next calendar year any unused earned annual vacation, time which is not taken or granted by reason of the pressure of work. Accumulation after one calendar year shall not be permitted.

It is estimated that the current cost of such unpaid compensation would approximate \$855,946.34. This amount is not reported either as an expenditure or a liability. It is expected that the cost of such unpaid compensation would be included in the Commission's budget operating expenditures in the year in which it is used.

Note 6: Cash and Cash Equivalents and Investments

Cash and cash equivalents include change funds, amounts in deposits, money market accounts, and short-term investments with original maturities of three months or less.

Investments are stated at cost, which approximates market. The Commission classifies certificates of deposit which have original maturity dates of more than three months but less than twelve months from the date of purchase, as investments.

GASB Statement No. 40, Governmental Accounting Standards Board Deposit and Investment Risk Disclosures, requires disclosure of the level of custodial credit risk assumed by the Commission in its cash, cash equivalents and investments, if those items are uninsured or unregistered. Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned.

Interest Rate Risk – In accordance with its cash management plan, the Commission ensures that any deposit or investment matures within the time period that approximates the prospective need for the funds, deposited or invested, so that there is not a risk to the market value of such deposits or investments.

Credit Risk – The Commission limits its investments to those authorized in its cash management plan which are those permitted under state statute as detailed below and on the following page.

Deposits:

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

MORRIS COUNTY PARK COMMISSION
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2008
(Continued)

Note 6: Cash and Cash Equivalents and Investments (Cont'd)

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 collected public funds on deposit.

In addition to the above collateral requirement, if the public funds deposited exceed 75% of the capital funds of the depository, the depository must provide collateral having a market value at least 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.

Investments:

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

- (1) Bonds or other obligations of the United States of America or obligations guaranteed by the United States of America;
- (2) Government money market mutual funds;
- (3) Any obligation that a federal agency or a federal instrumentality has issued in accordance with an act of Congress, which security has a maturity date not greater than 397 days from the date of purchase, provided that such obligation bears a fixed rate of interest not dependent on any index or other external factor;
- (4) Bonds or other obligations of the local unit or bonds or other obligations of school districts of which the local unit is a part or within which the school district is located;
- (5) Bonds or other obligations, having a maturity date not more than 397 days from the date of purchase, approved by the Division of Investment of the Department of the Treasury for investment by local units;
- (6) Local government investment pools;
- (7) Deposits with the State of New Jersey Cash Management Fund; or
- (8) Agreements for the repurchase of fully collateralized securities if:
 - (a) the underlying securities are permitted investments pursuant to paragraphs (1) and (3) above;
 - (b) the custody of collateral is transferred to a third party;

MORRIS COUNTY PARK COMMISSION
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2008
(Continued)

Note 6: Cash and Cash Equivalents and Investments (Cont'd)

- (c) the maturity of the agreement is not more than 30 days;
- (d) the underlying securities are purchased through a public depository as defined in statute; and
- (e) a master repurchase agreement providing for the custody and security of collateral is executed.

As of December 31, 2008, cash and cash equivalents and investments of the Morris County Park Commission consisted of the following:

<u>Fund</u>	<u>Cash on Hand</u>	<u>Checking Accounts</u>	<u>Certificates of Deposit</u>	<u>Totals</u>
Current Fund	\$ 1,150.00	\$ 8,678,610.20		\$ 8,679,760.20
Grant Fund		183,667.96		183,667.96
Trust Funds		868,618.41	\$ 4,575,000.00	5,443,618.41
General Capital		811,374.81	1,450,000.00	2,261,374.81
	<u>\$ 1,150.00</u>	<u>\$ 10,542,271.38</u>	<u>\$ 6,025,000.00</u>	<u>\$ 16,568,421.38</u>

During the period ended December 31, 2008, the Commission did not hold any investments other than certificates of deposit. The carrying amount of the Morris County Park Commission's cash and cash equivalents and investments at December 31, 2008, was \$16,568,421.38 and the bank balance was \$16,880,885.92.

As of December 31, 2007, cash and cash equivalents of the Morris County Park Commission consisted of the following:

<u>Fund</u>	<u>Cash on Hand</u>	<u>Checking Accounts</u>	<u>Certificate of Deposits</u>	<u>Totals</u>
Current Fund	\$ 1,150.00	\$ 8,638,737.28		\$ 8,639,887.28
Grant Fund		446,738.97		446,738.97
Trust Funds		1,119,580.66	\$ 4,850,000.00	5,969,580.66
General Capital		490,904.54	1,300,000.00	1,790,904.54
	<u>\$ 1,150.00</u>	<u>\$ 10,695,961.45</u>	<u>\$ 6,150,000.00</u>	<u>\$ 16,847,111.45</u>

During the period ended December 31, 2007, the Commission did not hold any investments other than certificates of deposit. The carrying amount of the Morris County Park Commission's cash and cash equivalents and investments at December 31, 2007, was \$16,847,111.45 and the bank balance was \$17,661,966.25.

Note 7: Risk Management

The Commission manages its risks through a combination of insurance pool membership and self-insurance.

MORRIS COUNTY PARK COMMISSION
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2008
(Continued)

Note 7: Risk Management (Cont'd)

The Commission is a member of the Morris County Insurance Fund. The Fund provides its members with Liability, Property, and Automobile Insurance. The Fund is a risk-sharing public entity risk pool that is both an insured and self administered group of governmental entities established for the purpose of providing low-cost insurance coverage for their respective members in order to keep local property taxes at a minimum.

As a member of the Fund, the Commission could be subject to supplemental assessments in the event of deficiencies. If the assets of the Fund were to be exhausted, members would become responsible for their respective shares of the Fund's liabilities.

The Fund can declare and distribute dividends to members upon approval of the Insurance Commissioners. These distributions are divided amongst the members in the same ratio as their individual assessment relates to the total assessment of the membership body.

Summarized, selected financial information for the year ended December 31, 2007 and 2006 for the Fund is as follows:

	2007	2006
Total Assets	\$ 8,413,238	\$ 9,320,541
Net Assets	\$ 2,644,215	\$ 3,400,308
Total Operating Revenue	\$ 2,600,850	\$ 2,470,201
Total Operating Expenses	\$ 3,693,064	\$ 3,961,375
Non Operating Revenue and Adjustments	\$ 336,121	\$ 241,660
(Decrease) in Net Assets	\$ (756,093)	\$ (1,249,514)
Net Assets Distribution to Participating Members	\$ -0-	\$ -0-

Health Benefits Insurance

The County currently maintains medical and prescription health care insurance with Horizon Blue Cross Blue Shield of New Jersey. The County advances funds to Horizon to pay medical and prescription claims for County employees. In 2006, insurance premiums amounting to approximately \$14,666,692 along with the interest income were available to cover approximately \$14,679,622 of incurred claims and administration costs. The balance at December 31, 2006, of \$282,283, is on deposit as temporary investments with Horizon as a premium stabilization reserve account. In addition, the County had \$428,154 as advance deposits for cash flow purposes with Horizon at December 31, 2006. The County has \$3,129,982 in encumbrances payable on its Current Fund balance sheet at December 31, 2006, which together with advance deposits, approximates the liability for incurred but not reported claims. For the year ended December 31, 2006, there was a total of \$578,592 written-off to the specific stop loss pool for five individuals who exceeded the \$150,000 attachment point.

MORRIS COUNTY PARK COMMISSION
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2008
(Continued)

Note 8: Interfund Receivables and Payables

The following interfund balances remained on the balance sheet at December 31, 2008:

<u>Fund</u>	<u>Interfund Receivable</u>	<u>Interfund Payable</u>
Current Fund	\$ 3,509.62	
Trust Fund		\$ 3,509.62
	<u>\$ 3,509.62</u>	<u>\$ 3,509.62</u>

The interfund between Current Fund and Trust Fund is for Open Space disbursements paid in the Current Fund which are to be reimbursed from the Trust Fund and interest earned in the Park Trust Fund. There was interest earned in Federal and State Grant Fund which was transferred to Current Fund during the year.

Note 9: Commitments and Contingencies

Various suits and claims arising in the ordinary course of the Commission's operations are pending against the Commission. The ultimate effect of such litigation cannot be ascertained at this time since they are currently in various stages of discovery. In the opinion of management, the ultimate outcome of these lawsuits will not have a material adverse effect on the Commission's financial position and operations as of December 31, 2008.

Amounts received or receivable from grantors, principally the federal and state governments are subject to regulatory requirements and adjustments by the agencies. Any disallowed claims, including amounts previously recognized by the Commission as revenue would constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantors cannot be determined at this time, although Commission officials expect such amounts, if any, to be immaterial.

Note 10: Accounts Payable and Accrued Expenses:

There are no accounts payable or accrued expenses as of December 31, 2008 and 2007.

MORRIS COUNTY PARK COMMISSION
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2008
(Continued)

Note 11: Deferred Compensation

The County offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan, which is administered by Great-West, permits participants to defer a portion of their salary until future years. Amounts deferred under the plan are not available to employees until termination, retirement, death or unforeseeable emergency.

Note 12: Open Space Trust Fund

On December 22, 1992, the Morris County Open Space and Farmland Preservation Trust Fund was created. Collection of funds for the Trust Fund commenced on July 1, 1993 with a tax equal to one-half cent per \$100 of total county equalized real property valuation. The County Freeholders review the tax rate annually and may set the tax anywhere from \$.00 to \$.05. The levy for 2008 and 2007 was set at 4.5 cents.

20% of the Trust Fund is allocated to the Morris County Park Commission.

Note 13: Economic Dependency

The Commission receives a substantial amount of its support from the county, federal and state governments. A significant reduction in the level of support, if this were to occur, may have an effect on the Commission's programs and activities.

Note 14: Green Acres Grant

The total Green Acres Grants Receivable balance at December 31, 2008 is \$3,975,706 and is comprised of the following grants:

Planning Incentive Grants	\$	3,975,706
	\$	<u>3,975,706</u>

Note 15: Post-Retirement Medical Benefits

The County of Morris provides post-retirement benefits, as follows, to Morris County Park Commission employees who meet the following criteria:

1. The Morris County Park Commission pays the entire cost of health care premiums for all employees and their eligible dependents who retire in good standing, on a disability pension from a New Jersey administered retirement system;

MORRIS COUNTY PARK COMMISSION
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2008
(Continued)

Note 15: Post-Retirement Medical Benefits (Cont'd)

2. The Morris County Park Commission pays the entire cost of health care premiums for all employees and their eligible dependents who retire in good standing, with 25 years or more of service credit in a New Jersey state or locally administered retirement system, and with at least 15 years of service with the Morris County Park Commission at the time of retirement;
3. The Morris County Park Commission pays the entire cost of health care premiums for all employees and their eligible dependents who retire in good standing at age sixty-two (62 or older) with least fifteen (15) years of service with the Morris County Park Commission.

A surviving spouse is eligible for coverage if the retiree meets the eligibility criteria requirements detailed above.

For retirees over 65, the plan coverage under the County is secondary to Medicare. The Morris County Park Commission reimburses 100% of its eligible retirees' Medicare Part B premiums.

Funding Policy

The Park Commission is not required to nor does it contribute the annual required contribution (ARC) per N.J.S.A. 40A:4-1 et. seq. There is currently no provision under State statute for the Park Commission to accrue funds, create a trust or issue debt to finance their other post employment benefit ("OPEB") liability.

As per their agreement with Horizon Blue Cross Blue Shield of NJ, the Park Commission advances funds to this health care provider to pay medical and prescription claims and administrative costs for Park Commission employees.

Currently, there are no contribution requirements of plan members.

The Commission's portion of post-retirement benefits is funded on a pay-as-you-go basis from the Current Fund operating budget. During 2008 and 2007, the Commission had approximately 74 and 71 employees who met eligibility requirements and recognized expenses of approximately \$701,609.56 and \$628,145.62, respectively.

MORRIS COUNTY PARK COMMISSION
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2008
(Continued)

Note 15: Post-Retirement Medical Benefits (Cont'd)

Annual OPEB Cost per Actuarial Valuation

For 2008 and 2007, the Park Commission's annual OPEB cost (expense) of \$5,201,400 and \$4,900,200 was equal to the ARC. The Park Commission's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligations for 2008 and 2007 are as follows:

Year	Actual OPEB Payments	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
2008	\$ 892,100	\$ 5,201,400	17.15%	\$ 8,423,900
2007	785,600	4,900,200	16.03%	4,114,600

Funding Status and Funding Progress

The funded status of the plan as of December 31, 2008 and 2007, is as follows:

	2008	2007
Actuarial Accrued Liability (AAL)	\$ 62,239,000	\$ 57,956,900
Actuarial Value of Plan Assets	-0-	-0-
Unfunded Actuarial Accrued Liability (UAAL)	<u>\$ 62,239,000</u>	<u>\$ 57,956,900</u>
Funded Ratio (Actuarial Value of Plan Assets (AAL))	0.00%	0.00%
Covered Payroll (Active Plan Members)	N/A	\$ 10,976,100
UAAL as a Percentage of Covered Payroll	N/A	528.03%

N/A - Not Applicable

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of events far into the future. Examples include economic assumptions; benefit assumptions and demographic assumptions. Economic assumptions include the discount rate and health care cost trend rates. Benefit assumptions encompass the initial per capita costs rates for medical coverage. Finally, demographic assumptions, mortality, termination without being benefits; disability; recovery from disability; participation rates and coverage levels. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents multi-year trend information that shows whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

MORRIS COUNTY PARK COMMISSION
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2008

(Continued)

Note 15: Post-Retirement Medical Benefits (Cont'd)

Actuarial Methods and Assumptions

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and plan members) and included the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

In the March 2008 actuarial valuation, the projected unit credit cost method was used. Under this method, the present value of benefits is allocated uniformly over an employee's expected working lifetime. The actuarial assumptions included a 4.5% investment rate of return and an annual healthcare cost trend rate of 11% initially, reduced by decrements to an ultimate rate of 5.0% after 12 years.

MORRIS COUNTY PARK COMMISSION

SUPPLEMENTARY DATA

MORRIS COUNTY PARK COMMISSION
OFFICIALS IN OFFICE AND SURETY BONDS
YEAR ENDED DECEMBER 31, 2008

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

Name	Title	Amount of Bond	Name of Corporate or Personal Surety
Judith Schleicher	President		
John R. Sette	Vice-President		
Jack Kelly	Member		
Julie C. Baron	Member		
Tim Tweed	Member		
Betty Cass-Schmidt	Member		
Richard Seabury, III	Member		
Nicholas A. Cameron	Member		
David R. Stivers	Member		
Glenn Roe	Treasurer	\$ 1,000,000.00	* Great American
David D. Helmer	Executive Director	1,000,000.00	* Great American
William Hugaboom	Deputy Executive/Director	1,000,000.00	* Great American
John Suminski	Park Counsel		

* The Morris County Park Commission maintains a blanket bond for coverage of all employees in the amount of \$1,000,000.

MORRIS COUNTY PARK COMMISSION
 REQUIRED SUPPLEMENTARY INFORMATION
POST RETIREMENT BENEFITS - SCHEDULE OF FUNDING PROGRESS

Year	Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability (AAL)	Unfunded Actuarial Accrued Liability (UAAL)	Funded Ratio	Covered Payroll	UAAL as a Percentage of Covered Payroll
2008	1/09	\$ -0-	\$ 62,239,000	\$ 62,239,000	0.00%	N/A	N/A
2007	3/08	\$ -0-	\$ 57,956,900	\$ 57,956,900	0.00%	\$ 10,976,100	528.03%

N/A - Not Applicable

MORRIS COUNTY PARK COMMISSION
COUNTY OF MORRIS
2008
CURRENT FUND

MORRIS COUNTY PARK COMMISSION
CURRENT FUND
SCHEDULE OF CASH

	<u>Ref.</u>	
Balance December 31, 2007	A	\$ 8,638,737.28
Increased by Receipts:		
Rents	\$ 454,715.14	
County Appropriation	14,142,664.00	
Golf Course Revenue	7,345,044.86	
Other Revenue	5,825,086.97	
Interest Earned on Investments	269,755.12	
Due From Park Capital Fund	55,162.45	
Due From Federal and State Grant Fund	34,336.17	
Due From Park Trust Fund	26,788.18	
Due State of New Jersey - Sales Tax	132,132.59	
Appropriation Refunds 2008	462,664.20	
Gift Certificates Sold	52,281.85	
Prepaid Revenue	41,246.54	
Refundable Deposits	200.00	
Performance Bonds Received	226.00	
	<hr/>	28,842,304.07
		<hr/>
		37,481,041.35
Decreased by Disbursements:		
2008 Appropriation Expenditures	27,552,516.88	
2007 Appropriation Reserve Expenditures	1,106,483.51	
Due State of New Jersey - Sales Tax	131,282.47	
Construction Account Expenditures	7,922.67	
Due Park Trust - Open Space Trust Fund Expenditures	3,509.62	
Performance Bonds Returned	646.00	
Refund of Gift Card	70.00	
	<hr/>	28,802,431.15
		<hr/>
Balance December 31, 2008	A	\$ <u>8,678,610.20</u>

MORRIS COUNTY PARK COMMISSION
FEDERAL AND STATE GRANT FUND
SCHEDULE OF CASH

	<u>Ref.</u>	
Balance December 31, 2007	A	\$ 446,738.97
Increased by Receipts:		
Federal and State Grants Receivable		\$ 456,321.62
Unappropriated Federal and State Grants		104,011.54
Interest Earned		34,336.17
		594,669.33
		1,041,408.30
Decreased by Disbursements:		
Federal and State Grant Fund Expenditures		823,404.17
Due Current Fund - Interest Earned		34,336.17
		857,740.34
Balance December 31, 2008	A	\$ 183,667.96

MORRIS COUNTY PARK COMMISSION
CURRENT FUND
SCHEDULE OF CHANGE FUNDS

	<u>Ref.</u>	
Balance December 31, 2007	A	\$ <u>1,150.00</u>
Balance December 31, 2008	A	\$ <u><u>1,150.00</u></u>
 <u>Analysis of Balance December 31, 2008</u>		
William G. Mennen Sports Arena		\$ 700.00
Great Swamp Outdoor Education Center		200.00
Pyramid Mountain Outdoor Education Center		200.00
Mahlon Dickerson Reservation		<u>50.00</u>
		<u>\$ 1,150.00</u>

MORRIS COUNTY PARK COMMISSION
CURRENT FUND
SCHEDULE OF GOLF MERCHANDISE INVENTORY

	<u>Ref.</u>	
Balance December 31, 2007	A	\$ 56,049.69
Decrease in:		
Inventory		<u>16,097.30</u>
Balance December 31, 2008	A	<u>\$ 39,952.39</u>

Analysis of Balance December 31, 2008

Flanders Valley Golf Course	\$ 7,492.20
Sunset Valley Golf Course	9,375.98
Pinch Brook Golf Course	7,049.23
Berkshire Valley Golf Course	12,061.47
Stock Room	<u>3,973.51</u>
	<u>\$ 39,952.39</u>

MORRIS COUNTY PARK COMMISSION
CURRENT FUND
SCHEDULE OF INTERFUND ACCOUNTS RECEIVABLE

	<u>Total</u>	<u>Park Capital Fund</u>	<u>Federal and State Grant Fund</u>	<u>Park Trust Fund</u>
Balance December 31, 2007	\$ 10,188.47			\$ 10,188.47
Increased by:				
Interfunds Advanced	3,509.62			3,509.62
Interest on Investments	106,098.33	\$ 55,162.45	\$ 34,336.17	16,599.71
	<u>109,607.95</u>	<u>55,162.45</u>	<u>34,336.17</u>	<u>20,109.33</u>
Decreased by:				
Received in 2008	106,098.33	55,162.45	34,336.17	16,599.71
Prior Year Interfund Returned	10,188.47			10,188.47
	<u>116,286.80</u>	<u>55,162.45</u>	<u>34,336.17</u>	<u>26,788.18</u>
Balance December 31, 2008	<u>\$ 3,509.62</u>	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ 3,509.62</u>

MORRIS COUNTY PARK COMMISSION
CURRENT FUND
SCHEDULE OF 2007 APPROPRIATION RESERVES
YEAR ENDED DECEMBER 31, 2008

	Balance Dec. 31, 2007	Balance After Modi- fication	Paid or Charged	Balance Lapsed
Salaries and Wages:	\$ 1,488,543.17	\$ 1,488,543.17	\$ 305,712.01	\$ 1,182,831.16
Other Expenses:				
Administration	471,552.08	471,552.08	119,115.60	352,436.48
Visitor Services	51,896.82	51,896.82	45,829.45	6,067.37
Recreation	23,630.52	23,630.52	142.32	23,488.20
Development	12,499.70	12,499.70	696.00	11,803.70
Buildings and Construction	75,933.36	75,933.36	75,836.76	96.60
Engineering	2,748.90	2,748.90	1,580.77	1,168.13
Flanders Valley Golf Course/Shops	168,209.35	168,209.35	73,345.51	94,863.84
Historic Sites	22,340.42	22,340.42	11,463.64	10,876.78
Historic Speedwell	11,318.67	11,318.67	9,664.96	1,653.71
Lee's County Park Marina	27,223.11	27,223.11	8,468.28	18,754.83
Park Maintenance	141,715.88	141,715.88	86,773.38	54,942.50
Horticulture	32,438.92	32,438.92	21,655.90	10,783.02
William G. Mennen Sports Arena	236,961.22	236,961.22	230,949.37	6,011.85
Education and Interpretive Services	21,569.01	21,569.01	8,701.35	12,867.66
Park Police	22,419.48	22,419.48	22,418.20	1.28
Pinch Brook Golf Course/Shops	66,445.92	66,445.92	21,284.84	45,161.08
Lake Recreation Areas	12,574.50	12,574.50	1,646.18	10,928.32
Sunset Valley Golf Course/Shops	85,990.41	85,990.41	27,121.11	58,869.30
Berkshire Valley Golf Course/Shops	126,066.48	126,066.48	27,865.83	98,200.65
Craigmeur Recreation Area	136,502.63	136,502.63	6,212.05	130,290.58
	<u>\$ 3,238,580.55</u>	<u>\$ 3,238,580.55</u>	<u>\$ 1,106,483.51</u>	<u>\$ 2,132,097.04</u>
	<u>Ref.</u>			
Encumbered	A \$ 28,316.03			
Unencumbered	A 3,210,264.52			
	<u>\$ 3,238,580.55</u>			

MORRIS COUNTY PARK COMMISSION
CURRENT FUND - SCHEDULE OF RESERVE FOR CONSTRUCTION ACCOUNTS

Account Number	Account	Balance Dec. 31, 2007	Disbursed	Balance Dec. 31, 2008
T-175	Education Exhibits	\$ 824.09	\$ 632.80	\$ 191.29
T-197	Sunset Valley Dedicated Fund Improvements	7,289.87	7,289.87	
		<u>\$ 8,113.96</u>	<u>\$ 7,922.67</u>	<u>\$ 191.29</u>
		<u>Ref.</u>	A	A

MORRIS COUNTY PARK COMMISSION
FEDERAL AND STATE GRANT FUND
SCHEDULE OF STATE AND FEDERAL GRANTS RECEIVABLE

	Balance Dec. 31, 2007	2008 Budget Revenue Realized	Cash Received	Transferred from Unappropriated Reserve	Balance Dec. 31, 2008
Body Armor Replacement Grant:					
2007		\$ 3,655.40		\$ 3,655.40	
2008		6,453.08		6,453.08	
Click It or Ticket Grant		4,000.00		4,000.00	
Drunk Driving-Enforcement Grant		4,371.72		4,371.72	
Dodge Grant		10,000.00		10,000.00	
New Jersey Historical Commission:					
2008	\$ 17,600.00		\$ 17,600.00		
2009		73,040.00		58,432.00	\$ 14,608.00
New Jersey Historical Trust -					
Bamboo Brook Grant	493,099.30		256,011.37		237,087.93
Preservation Trust Grant:					
2007	100,000.00				100,000.00
2008		50,000.00			50,000.00
National Endowment for the Humanities		3,446.00			3,446.00
Save America's Treasures Grant	234,460.25		169,460.25		65,000.00
Recreation Trails Grant:					
2007	25,000.00				25,000.00
2008		21,400.00			21,400.00
Branching Out Grant		8,500.00		8,500.00	
Haggerty Education Center Construction Grant		25,000.00		7,382.00	17,618.00
Wildlife Habitat Incentive Program	37,500.00		13,250.00		24,250.00
Willowood Grant		4,872.74		4,872.74	
	<u>\$ 907,659.55</u>	<u>\$ 214,738.94</u>	<u>\$ 456,321.62</u>	<u>\$ 107,666.94</u>	<u>\$ 558,409.93</u>

Ref.

A

A

MORRIS COUNTY PARK COMMISSION
FEDERAL AND STATE GRANT FUND
SCHEDULE OF APPROPRIATED RESERVES

	Balance Dec. 31, 2007	Transferred from 2008 Budget	Cash Disbursed	Encumbered	Balance Dec. 31, 2008
Body Armor Grant:					
2006	\$ 1,288.25		\$ 879.34		\$ 408.91
2007	755.84	\$ 3,655.40	755.84		3,655.40
2008		6,453.08	1,576.12		4,876.96
Branching Out Construction Program		8,500.00	7,890.72		609.28
Click It or Ticket Grant		4,000.00	4,000.00		
Drunk Driving Grant:					
2006	17.11				17.11
2007	1,130.42		936.56		193.86
2008		4,371.72			4,371.72
Dodge Grant:					
2007	4,472.99		4,472.99		
2008	3,500.00				3,500.00
2009		10,000.00	87.76		9,912.24
New Jersey Historical Commission:					
2007	19,559.55		10,659.55	\$ 8,900.00	
2008	86,194.92		62,964.90	23,230.02	
2009		73,040.00	23,797.23		49,242.77
Haggerty Educational Center Construction		25,000.00	2,382.00		22,618.00
New Jersey Historical Trust -					
Bamboo Brook Grant	750,000.00		314,404.00	435,596.00	
Preservation Trust Grant	100,000.00		100,000.00		
National Endowment for the Humanities:					
2006	1.37				1.37
2008		3,446.00			3,446.00
New Jersey Historic Preservation Program		50,000.00			50,000.00
Save America's Treasures Grant	325,000.00		224,647.32		100,352.68
Recreation Trails Grant:					
2007	25,000.00		18,720.00		6,280.00
2008		21,400.00	21,400.00		
Wildlife Habitat Incentive Program	33,822.67		18,993.36		14,829.31
Willowood 2008		4,872.74	4,836.48		36.26
	<u>\$ 1,350,743.12</u>	<u>\$ 214,738.94</u>	<u>\$ 823,404.17</u>	<u>\$ 467,726.02</u>	<u>\$ 274,351.87</u>

Ref.

A

A

MORRIS COUNTY PARK COMMISSION
FEDERAL AND STATE GRANT FUND
SCHEDULE OF UNAPPROPRIATED RESERVES

	<u>Balance</u> <u>Dec. 31, 2007</u>	<u>Cash</u> <u>Received</u>	<u>Transfer to</u> <u>Appropriated</u> <u>Reserves</u>	<u>Balance</u> <u>Dec. 31, 2008</u>
Body Armor Grant:				
2007	\$ 3,655.40		\$ 3,655.40	
2008		\$ 6,453.08	6,453.08	
Click It or Ticket Grant		4,000.00	4,000.00	
Drunk Driving Enforcement Fund		4,371.72	4,371.72	
Dodge Grant		10,000.00	10,000.00	
New Jersey Historical Commission:				
2009		58,432.00	58,432.00	
Haggerty Education Center Construction Grant		7,382.00	7,382.00	
Branching Out Grant		8,500.00	8,500.00	
Willowood Grant		4,872.74	4,872.74	
	<u>\$ 3,655.40</u>	<u>\$ 104,011.54</u>	<u>\$ 107,666.94</u>	<u>\$ -</u>
<u>Ref.</u>	A			A

MORRIS COUNTY PARK COMMISSION
COUNTY OF MORRIS
2008
GENERAL CAPITAL FUND

MORRIS COUNTY PARK COMMISSION
GENERAL CAPITAL FUND
SCHEDULE OF CASH

	<u>Ref.</u>	
Balance December 31, 2007	B	\$ 1,790,904.54
Increased by Receipts:		
Capital Improvement Fund		\$ 118,000.00
Serial Bond Proceeds		2,198,000.00
Miscellaneous Vendor Refunds		13,819.90
Interest on Investments		55,162.45
		2,384,982.35
		4,175,886.89
Decreased by Disbursements:		
Improvement Authorization Expenditures		1,859,349.63
Due to Current Fund:		
Interest Earned		55,162.45
		1,914,512.08
Balance December 31, 2008	B	\$ 2,261,374.81

MORRIS COUNTY PARK COMMISSION
 GENERAL CAPITAL FUND
 ANALYSIS OF CAPITAL CASH

	Ord. No.	Balance or (Deficit) Dec. 31, 2007	Receipts		Disbursements		Transfers		Balance or (Deficit) Dec. 31, 2008
			Serial Bonds	Miscellaneous	Improvement Authorizations	Miscellaneous	To	From	
Fund Balance		\$ 904,817.15		\$ 13,819.90					\$ 918,637.05
Capital Improvement Fund				118,000.00				\$ 118,000.00	
Amount Due to Current Fund		(3,975,706.00)		55,162.45					(3,975,706.00)
Amount Due State of New Jersey - Green Acres Reserve for Receivables - Green Acres		3,975,706.00							3,975,706.00
Improvement Authorizations:									
Improvements to the Morris County Park Commission Linear Path System	172	(114,677.55)			\$ 140,906.52				(255,584.07)
Improvement of Lands and Facilities of the Morris County Park Commission	193	40,638.93			173.30				40,465.63
Renovate and Replace at Mennen Arena, Restrooms and Dasherboard in Rank Two	196	48,471.14			23.57				48,447.57
Improvements to Lands	197	74,675.08			69,425.34				5,249.74
Various Park Improvements	199	6,771.77	\$ 204,000.00		78,996.57				131,775.20
Improvements to Park Commission Facilities	201	497,453.64	378,000.00		530,361.81				345,091.83
Acquisition of Vehicles & Equipment by the Morris County Park Commission	203	67,833.56	216,000.00		279,074.85				4,758.71
Improvements & Renovations of Morris County Park Commission Facilities	204	264,920.82	500,000.00		175,640.71				589,280.11
Acquisition of Vehicles and Equipment for Golf Course and Park Maintenance	205		500,000.00		572,735.87		\$ 33,000.00		(39,735.87)
Improvement of Morris County Park Commission Facilities	206		400,000.00		12,011.09		85,000.00		472,988.91
		\$ 1,790,904.54	\$ 2,198,000.00	\$ 186,982.35	\$ 1,859,349.63	\$ 55,162.45	\$ 118,000.00	\$ 118,000.00	\$ 2,261,374.81

MORRIS COUNTY PARK COMMISSION
GENERAL CAPITAL FUND
SCHEDULE OF DEFERRED CHARGES TO FUTURE TAXATION - UNFUNDED

Ord. No.	Improvement Description	Balance Dec. 31, 2007	2008 Authorizations	Serial Bonds Issued in 2008	Balance Dec. 31, 2008	Analysis of Balance	
						Expended	Unexpended Improvement Authorizations
172	Improvements to the Morris County Park Commission Linear Path System	\$ 262,878.25			\$ 262,878.25	\$ 255,584.07	\$ 7,294.18
199	Various Park Improvements	204,000.00	\$ 204,000.00				
201	Improvements to Park Commission Facilities	378,000.00	378,000.00				
203	Acquisition of Vehicles & Equipment by the Morris County Park Commission	216,000.00					
204	Improvements & Renovations of Morris County Park Commission Facilities	979,000.00		500,000.00	479,000.00		479,000.00
205	Acquisition of Vehicles and Equipment for Golf Course and Park Maintenance		\$ 642,000.00	500,000.00	142,000.00	39,735.87	102,264.13
206	Improvement of Morris County Park Commission Facilities		1,615,000.00	400,000.00	1,215,000.00		1,215,000.00
		<u>\$ 2,039,878.25</u>	<u>\$ 2,257,000.00</u>	<u>\$ 2,198,000.00</u>	<u>\$ 2,098,878.25</u>	<u>\$ 295,319.94</u>	<u>\$ 1,803,558.31</u>

Ref. B

B

MORRIS COUNTY PARK COMMISSION
GENERAL CAPITAL FUND
SCHEDULE OF IMPROVEMENT AUTHORIZATIONS

No.	Resolution or Ordinance		Balance, December 31, 2007		Expended	Balance, December 31, 2008	
	Date	Appropriation	Funded	Unfunded		Funded	Unfunded
172	06/26/96	\$ 715,000.00	\$	148,200.70	\$ 140,906.52	\$	7,294.18
193	04/09/03	1,400,000.00	\$	40,638.93	173.30	\$	40,465.63
196	04/28/04	200,000.00	48,471.14		23.57	48,447.57	
197	08/11/04	1,200,000.00	74,675.08		69,425.34	5,249.74	
199	04/27/05	1,375,000.00	6,771.77	204,000.00	78,996.57	131,775.20	
201	01/25/06	1,555,000.00	497,453.64	378,000.00	530,361.81	345,091.83	
203	02/14/07	700,000.00	67,833.56	216,000.00	279,074.85	4,758.71	
204	05/09/07	1,400,000.00	264,920.82	979,000.00	175,640.71	589,280.11	479,000.00
205	02/13/08	675,000.00			572,735.87		102,264.13
206	04/23/08	1,700,000.00			12,011.09	472,988.91	1,215,000.00
			\$ 1,000,764.94	\$ 1,923,200.70	\$ 1,859,349.63	\$ 1,638,057.70	\$ 1,803,538.31

Ref	B	B	B
		Capital Improvement Fund	\$ 118,000.00
		Deferred Charges to Future Taxation - Unfunded	2,257,000.00
			\$ 2,375,000.00

MORRIS COUNTY PARK COMMISSION
GENERAL CAPITAL FUND
SCHEDULE OF CAPITAL IMPROVEMENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2008

Increased by:

Received from County in 2008	<u>\$ 118,000.00</u>
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Decreased by:

Appropriated to Finance Improvement Authorizations	<u><u>\$ 118,000.00</u></u>
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MORRIS COUNTY PARK COMMISSION
GENERAL CAPITAL FUND
SCHEDULE OF SERIAL BONDS PAYABLE

	Date of Issue	Amount of Original Issue	Maturity of Bonds		Interest Rate	Balance Dec. 31, 2007	Issued	Matured	Balance Dec. 31, 2008
			Date	Outstanding Dec. 31, 2008					
Park Bonds 1993	5/13/1993	\$ 5,969,000.00	5/13/2009-2012 5/13/2013	\$ 299,000.00 288,000.00	5.125% 5.125%	\$ 1,783,000.00	\$ 299,000.00	\$ 1,484,000.00	
Park Bonds 1997	7/31/1997	905,000.00	8/15/2009	55,000.00	4.625%	130,000.00	75,000.00	55,000.00	
Park Bonds 1999	9/23/1999	4,519,000.00	11/15/2009	300,000.00	5.250%	600,000.00	300,000.00	300,000.00	
Park Bonds 2000	9/15/2000	5,796,000.00	9/15/2009-2010	400,000.00	4.750%	1,200,000.00	400,000.00	800,000.00	
Park Bonds 2001	9/1/2001	2,654,000.00	9/01/2009-2011 9/01/2012 9/01/2013 9/01/2014	205,000.00 205,000.00 205,000.00 204,000.00	4.000% 4.100% 4.200% 4.250%	1,434,000.00	205,000.00	1,229,000.00	
Park Bonds 2002	6/27/2002	2,470,000.00	3/15/2009 3/15/2010 3/15/2011 3/15/2012-2014 3/15/2015	200,000.00 200,000.00 200,000.00 200,000.00 230,000.00	3.500% 3.750% 3.850% 4.000% 4.000%	1,630,000.00	200,000.00	1,430,000.00	
Park Bonds 2003	6/24/2003	650,000.00	5/01/2009 5/01/2010 5/01/2011 5/01/2012 5/01/2013 5/01/2014 5/01/2015	55,000.00 55,000.00 55,000.00 55,000.00 55,000.00 45,000.00	2.375% 2.400% 2.600% 2.750% 2.875% 3.000% 3.125%	430,000.00	55,000.00	375,000.00	
Park Bonds 2003 Refunding	7/15/2003	2,805,000.00	2/01/2009 2/01/2010 2/01/2011-2014	280,000.00 590,000.00 310,000.00	5.000% 5.000% 5.000%	2,390,000.00	280,000.00	2,110,000.00	

MORRIS COUNTY PARK COMMISSION
GENERAL CAPITAL FUND
SCHEDULE OF SERIAL BONDS PAYABLE

Maturity of Bonds

	Date of Issue	Amount of Original Issue	Outstanding Dec. 31, 2008		Interest Rate	Balance Dec. 31, 2007	Issued	Matured	Balance Dec. 31, 2008
			Date	Amount					
Park Bonds 2004	6/22/2004	\$ 545,000.00	4/01/2009	\$ 95,000.00	3.125%	\$ 260,000.00	\$ 95,000.00	\$ 165,000.00	
			4/01/2010	70,000.00	3.250%				
Park Bonds 2005	6/16/2005	1,471,000.00	2/1/2009-2010	300,000.00	3.000%	900,000.00	300,000.00	600,000.00	
Park Bonds 2006 Refunding	3/15/2006	1,516,000.00	3/15/2011	380,000.00	4.667%	1,516,000.00		1,516,000.00	
			3/15/2012-2013	380,000.00	5.000%				
			3/15/2014	360,000.00	5.000%				
			3/15/2015	16,000.00	5.000%				
Park Bonds 2006	10/5/2006	1,632,000.00	10/1/2009-2010	325,000.00	3.625%	1,307,000.00	325,000.00	982,000.00	
			10/1/2011	332,000.00	3.625%				
Park Bonds 2007	8/30/2007	2,201,000.00	8/15/2009	150,000.00	4.000%	2,201,000.00	300,000.00	1,901,000.00	
			8/15/2010	210,000.00	4.000%				
			8/15/2011-2016	210,000.00	4.125%				
			8/15/2017	281,000.00	4.125%				
Park Bonds 2008	9/19/2008	2,198,000.00	4/15/2009	125,000.00	2.500%		\$ 2,198,000.00	2,198,000.00	
			4/15/2010	250,000.00	2.500%				
			4/15/2011-2013	250,000.00	2.750%				
			4/15/2014-2015	250,000.00	3.000%				
			4/15/2016	250,000.00	3.250%				
			4/15/2017	250,000.00	3.500%				
			4/15/2018	73,000.00	3.500%				
						\$ 15,781,000.00	\$ 2,198,000.00	\$ 15,145,000.00	

Ref.

B

B

MORRIS COUNTY PARK COMMISSION
GENERAL CAPITAL FUND
SCHEDULE OF GREEN ACRES LOANS PAYABLE

	<u>Ref.</u>	
Balance December 31, 2007	B	\$ 1,864,010.88
Decreased by:		
Loan Repayments in 2008		340,785.47
Balance December 31, 2008	B	\$ 1,523,225.41

SCHEDULE OF PRINCIPAL PAYMENTS
OUTSTANDING DECEMBER 31, 2008

Pyramid Mountain Park Department of Environmental Protection Loan:

<u>Payment Number</u>	<u>Date</u>	<u>Interest Rate</u>	<u>Principal Amount</u>
10	4/16/2009	2.00%	\$ 108,728.71
11	10/16/2009	2.00%	109,816.00
12	4/16/2010	2.00%	110,914.16
13	10/16/2010	2.00%	112,023.30
14	4/16/2011	2.00%	113,143.54
15	10/16/2011	2.00%	114,274.97
16	4/16/2012	2.00%	115,417.72
17	10/16/2012	2.00%	116,571.90
18	4/16/2013	2.00%	117,737.65
			\$ 1,018,627.95

MORRIS COUNTY PARK COMMISSION
GENERAL CAPITAL FUND
SCHEDULE OF GREEN ACRES LOANS PAYABLE
(CONTINUED)

Patriots Path/Schooley's Mountain Department of Environmental Protection Loan:

<u>Payment- Number</u>	<u>Date</u>	<u>Interest Rate</u>	<u>Principal Amount</u>
13	1/24/2009	2.00%	\$ 8,757.00
14	7/24/2009	2.00%	8,844.57
15	1/24/2010	2.00%	8,933.02
16	7/24/2010	2.00%	9,022.35
17	1/24/2011	2.00%	9,112.57
18	7/24/2011	2.00%	9,203.70
19	1/24/2012	2.00%	9,295.73
20	7/24/2012	2.00%	9,388.69
21	1/24/2013	2.00%	9,482.58
22	7/24/2013	2.00%	9,577.40
23	1/24/2014	2.00%	9,673.18
24	7/24/2014	2.00%	9,769.91
25	1/24/2015	2.00%	9,867.61
26	7/24/2015	2.00%	9,966.28
27	1/24/2016	2.00%	10,065.95
28	7/24/2016	2.00%	10,166.61
29	1/24/2017	2.00%	10,268.27
30	7/24/2017	2.00%	10,370.95
31	1/24/2018	2.00%	10,474.66
32	7/24/2018	2.00%	10,579.41
33	1/24/2019	2.00%	10,685.20
34	7/24/2019	2.00%	10,792.06
35	1/24/2020	2.00%	10,899.98
36	7/24/2020	2.00%	11,008.98
37	1/24/2021	2.00%	11,119.07
38	7/24/2021	2.00%	11,230.26
39	1/24/2022	2.00%	11,342.56
			\$ 269,898.55

MORRIS COUNTY PARK COMMISSION
GENERAL CAPITAL FUND
SCHEDULE OF GREEN ACRES LOANS PAYABLE
(CONTINUED)

Turkey Mountain/Pyramid Mountain Department of Environmental Protection Loan:

<u>Payment Number</u>	<u>Date</u>	<u>Interest Rate</u>	<u>Principal Amount</u>
10	3/3/2009	2.00%	\$ 25,051.85
11	9/3/2009	2.00%	25,302.37
12	3/3/2010	2.00%	25,555.39
13	9/3/2010	2.00%	25,810.94
14	3/3/2011	2.00%	26,069.05
15	9/3/2011	2.00%	26,329.74
16	3/3/2012	2.00%	26,593.04
17	9/3/2012	2.00%	26,858.97
18	3/3/2013	2.00%	27,127.56
			<u>\$ 234,698.91</u>

MORRIS COUNTY PARK COMMISSION
GENERAL CAPITAL FUND
SCHEDULES OF BONDS AND NOTES AUTHORIZED BUT NOT ISSUED

Ord. No.	Improvement Description	Balance Dec. 31, 2007	Authorized	Serial Bonds Issued	Balance Dec. 31, 2008
172	Improvements to the Morris County Park Commission Linear Path System	\$ 262,878.25			\$ 262,878.25
199	Various Park Improvements	204,000.00		\$ 204,000.00	
201	Improvements to Park Commission Facilities	378,000.00		378,000.00	
203	Acquisition of Vehicles and Equipment by the Morris County Park Commission	216,000.00		216,000.00	
204	Improvements and Renovations of Morris County Park Commission Facilities	979,000.00		500,000.00	479,000.00
205	Acquisition of Vehicles and Equipment for Golf Course and Park Maintenance		\$ 642,000.00	500,000.00	142,000.00
206	Improvement of Morris County Park Commission Facilities		1,615,000.00	400,000.00	1,215,000.00
		<u>\$ 2,039,878.25</u>	<u>\$ 2,257,000.00</u>	<u>\$ 2,198,000.00</u>	<u>\$ 2,098,878.25</u>

MORRIS COUNTY PARK COMMISSION
COUNTY OF MORRIS
2008
TRUST FUNDS

MORRIS COUNTY PARK COMMISSION
PARK IMPROVEMENT TRUST FUND
SCHEDULE OF CASH

	<u>Ref.</u>	
Balance December 31, 2007	C	\$ 5,106,118.89
Increased by:		
2008 Tax Assessment		\$ 2,564,925.00
Interest Earned on Investments		<u>226,479.36</u>
		<u>2,791,404.36</u>
		7,897,523.25
Decreased by:		
Reserve for Park Improvement Trust Account		<u>3,263,471.55</u>
Balance December 31, 2008	C	<u>\$ 4,634,051.70</u>

MORRIS COUNTY PARK COMMISSION
PARK TRUST FUND
SCHEDULE OF CASH

	<u>Ref.</u>	
Balance December 31, 2007	C	\$ 612,308.42
Receipts:		
Jonathan Woods	\$	5,000.00
Bamboo Brook Restoration Project		600.00
Henry Tubbs		14,823.00
Frelinghuysen Arboretum		3,200.00
Hammonfield Wildflower Trail		149.68
Cottage Gift Shop		302.59
Pyramid Mountain		960.00
Friends of the Frelinghuysen Arboretum		7,700.00
Friends of Fosterfield		500.00
Egers Memorial Garden		1,000.00
Ruth Gilbert Memorial Fund		178.34
Open Space Trust Fund		262,866.39
Trail Recreation		1,385.00
Columbia Gas Transmission		1,000.00
Henderson Scholarship		106.92
Memorial Donations		8,900.00
Willowood		18,000.00
Mount Hope Miner's Church		26,960.00
Natural Resource Restoration		25,991.65
Utility Improvement Incentive		4,113.00
Investment Interest		16,599.71
		400,336.28
		1,012,644.70

MORRIS COUNTY PARK COMMISSION
PARK TRUST FUND
SCHEDULE OF CASH

Ref.

Disbursements:

Jonathan Woods	\$	2,815.64	
Willowwood (Henry Tubbs)		3,877.24	
Frelinghuysen Arboretum		3,200.00	
Hammond Wildflower Trail		113.00	
Scherer Garden Trust		32.94	
Great Swamp Watershed		1,943.56	
Joseph Haggarty Memorial Fund		8,000.00	
Pyramid Mountain		2,382.50	
Friends of the Frelinghuysen Arboretum		7,600.00	
NJ Historical Commission Friends/Fosterfield Grant		400.00	
Hyde Watson Foundation		198.72	
Egers Memorial Garden		617.02	
Trail Recreation		951.33	
Open Space Trust Fund		243,242.05	
Dog Park		8,314.00	
Columbia Gas Transmission		8,500.00	
Memorial Donations		9,044.20	
Historic Speedwell		74,979.59	
Willowwood		10,458.08	
Mount Hope Miner's Church		26,914.19	
Due Current Fund:			
Investment Interest		16,599.71	
Open Space Interfund Returned		10,188.47	
		440,372.24	\$
Balance December 31, 2008	C		\$ 572,272.46

MORRIS COUNTY PARK COMMISSION
RESTRICTED TRUST FUNDS
SCHEDULE OF CASH

	<u>Ref.</u>	
Balance December 31, 2007	C	\$ 251,153.35
Receipts:		
Deposits		\$ 2,950.69
Interest on Investments		<u>4,719.20</u>
		<u>7,669.89</u>
		<u>258,823.24</u>
Disbursements:		
Maintenance and Improvements		<u>21,528.99</u>
Balance December 31, 2008	C	<u><u>\$ 237,294.25</u></u>

MORRIS COUNTY PARK COMMISSION
PARK IMPROVEMENT TRUST FUND
SCHEDULE OF RESERVE FOR PARK IMPROVEMENTS

Account Number	Description	Balance Dec. 31, 2007	Transfers	Additions	Prior Year Encumbrances Returned	Disbursements	Current Year Encumbrances	Balance Dec. 31, 2008
Q-701	Restoration of Historic Cooper Mill Including the Flume, Waterwheel, Power System and Stone Wall	\$ 25,565.00				\$ 8,112.25	\$	\$ 17,452.75
Q-702	Seek Design Proposal and Permits for Stream Stabilization to Protect Drakes Brook	6,554.82			\$ 3,340.12		\$ 3,340.12	6,554.82
Q-703	Construction of a Heated Restroom & Shower Facility in the Tent Camping Area at MDR	19,625.16		\$ 200,000.00	511,907.50	569,950.54	45,047.70	116,534.42
Q-704	Restore the Main Stable and Hayloft and Renovate Office/Residence of the Senon Hackney Stables	11,267.22			9,717.23		9,717.23	11,267.22
Q-705	Bamboo Brook Garden Restoration	132,264.72			381,574.24	447,774.54	136,082.57	129,981.85
Q-706	Dam Safety at Sitas Condit Park and Cooper Mill	2,150.00						2,150.00
Q-707	Design and Construction of Recreation Fields at Staffing Rock Hill Reservation	23,257.00		15,000.00		1,793.90		36,463.10
Q-708	Improvements to Cultural Center at Lewis Morris Park	12,102.48	\$ (12,102.48)					1,000.00
Q-710	Reconstruction of Park Roadways and Parking Areas	1,000.00						11,840.31
Q-711	Phase II Bridge Reconstruction at Flanders Valley Golf Course	15,189.81						2,654.87
Q-712	Improvement of Dams and Lake Desiltation	32,881.72		50,000.00	98,080.82	3,349.50	46,030.27	26,529.18
Q-713	Renovations to Carriage House at the Arboretum	19,104.97		15,000.00	1,480.00	21,332.54	1,480.00	17,431.14
Q-715	Playground Improvements at Various Parks	20,359.94		90,000.00	21,941.15	30,516.71	2,107.17	106,779.69
Q-716	Improvements at Mennan Sports Arena	34,465.01		50,000.00		38,936.16	5,281.40	40,247.45
Q-717	Recreation Trail Improvements	33,871.06		170,000.00	51,987.82	158,170.01	46,768.08	50,920.79
Q-718	Utility Systems Upgrade	58,970.30		70,000.00		78,016.47	24,468.05	46,485.78
Q-719	Roof Repairs and Renovations	51,099.00		15,000.00	2,425.00	7,337.10	2,425.00	58,761.90
Q-720	Park System Sign Replacement Program			95,000.00			95,000.00	
Q-721	Fosterfields Renovations	4,555.27		30,000.00				4,089.92
Q-722	Golf Shop Renovations	38,035.25				30,465.35		3,950.54
Q-723	Bunker Improvements at Flanders Valley Golf Course	64,153.34				34,084.71		32,415.04
Q-724	Water Well Improvements/Closures	39,971.15				31,738.30		3,144.59
Q-725	Lee's County Park Marina Boat Slip Renovation		(20,000.00)			19,656.56		1,202.00
Q-726	Snowmobile Renovations		5,000.00			3,798.00		3,101.33
Q-727	Pyramid Mountain Visitors Center	50,326.30				19,315.97		60,789.44
Q-729	Willowood Stone Cottage	75,564.44				14,775.00		37,389.00
Q-730	Sunset Valley Golf Course Bunker and Tee Improvements	656,058.74		700,000.00	111,598.83	773,940.82	656,327.75	

MORRIS COUNTY PARK COMMISSION
PARK IMPROVEMENT TRUST FUND
SCHEDULE OF RESERVE FOR PARK IMPROVEMENTS
(Continued)

Account Number	Description	Balance Dec. 31, 2007	Transfers	Additions	Prior Year Encumbrances Returned	Disbursements	Current Year Encumbrances	Balance Dec. 31, 2008
Q-732	Irrigation System at Sunset Valley Golf Course			\$ 135,000.00			\$ 129,999.00	\$ 5,001.00
Q-735	Irrigation System at Flanders Golf Course			280,000.00			95,000.00	185,000.00
Q-736	Berkshire Valley Golf Course			90,000.00				90,000.00
Q-737	Golf Maintenance Facility Improvements					\$ 16,328.85	9,975.00	30,450.18
Q-738	Park Maintenance Facility Improvements	\$ 106,754.03	\$ (50,000.00)	65,000.00	\$ 6,183.72	9,556.63	2,514.00	71,758.01
Q-739	Lewis Morris Maintenance Facility	12,644.92		10,000.00		4,750.00		5,250.00
Q-740	Lewis Morris Park - Sunrise Lake	7,503.63		20,000.00		17,898.85		9,604.78
Q-741	Fosterfields Renovations	105,638.57				(1,880.23)	83,576.33	23,942.47
Q-743	Prelinghysen Arboretum Site and Garden Improvements	254,154.90	50,000.00		27,182.07	281,235.01	23,955.20	26,126.76
Q-744	Garden Restorations	62,040.00			67.20	9,707.05		77,400.15
Q-745	Picnic Shelters	40,739.93		25,000.00		10,523.40		50,216.53
Q-746	Pinch Brook Golf Course Improvements	92,923.03		20,000.00		103,303.34	38,500.00	1,121.69
Q-747	Berkshire Valley Golf Course Improvements	15,356.49		50,000.00		27,349.28	18,284.98	19,722.23
Q-748	Flanders Valley Golf Course Improvements	82,894.17		75,000.00		124,059.76	1,050.00	32,784.41
Q-749	Sunset Valley Golf Course Improvements	34,453.05		50,000.00			83,496.80	956.25
Q-750	Campground Improvements - MDR	5,638.90		10,000.00				15,638.90
Q-751	Kay Center Improvements	36,746.72		20,000.00			2,570.00	56,746.72
Q-752	Natural Resources Improvements	52,220.92		30,000.00	4,310.00	15,830.09		68,130.83
Q-753	Improvements to Craignear	0.25						0.25
Q-754	Mount Hope Miners Church	30,383.78				8,126.21		22,257.57
Q-755	Historic Speedwell Improvement	1,173.48			247,856.88	190,771.73	58,244.15	14.48
Q-756	Safety and Security Improvements			75,000.00		51,737.64		23,262.36
		\$ 2,369,661.47	\$ -	\$ 2,505,000.00	\$ 1,679,652.58	\$ 3,263,471.55	\$ 1,621,240.80	\$ 1,669,601.70

Ref.

MORRIS COUNTY PARK COMMISSION
 PARK TRUST FUND
 SCHEDULE OF RESERVE FOR PARK TRUST

Park Trust Fund:	Balance Dec. 31, 2007	Increased By		Decreased By		Balance Dec. 31, 2008
		Cash Receipts	Interfunds Returned	Cash Disbursed	Interfunds Payable	
Jonathan Woods	\$ 10,000.00	\$ 5,000.00		\$ 2,815.64		\$ 12,184.36
Bamboo Brook Restoration Project	11,929.88	600.00				12,529.88
Henry Tubbs	30,476.19	14,823.00		3,877.24		41,421.95
Frelinghuysen Arboretum	215,822.34	3,200.00		3,200.00		215,822.34
Hammond Wildflower Trail	15,880.70	149.68		113.00		15,917.38
Scherer Garden Trust	29,686.00			32.94		29,653.06
Cottage Gift Shop	17,311.66	302.59				17,614.25
Craigmeur Recreation Area	19,982.75					19,982.75
Great Swamp Watershed	2,630.11			1,943.56		686.55
Joseph Haggarty Memorial Fund	8,061.57			8,000.00		61.57
Pyramid Mountain	13,884.22	960.00		2,382.50		12,461.72
Friends of the Frelinghuysen Arboretum	55,855.52	7,700.00		7,600.00		55,955.52
Friends of Fosterfield	36.00	500.00		400.00		136.00
Hyde Watson Foundation	202.90			198.72		4.18
Eggers Memorial Garden	920.00	1,000.00		617.02		1,302.98
Ruth Gilbert Memorial Fund	11,571.32	178.34				11,849.66
Clark Crescent Garden	2,205.08					2,205.08
Trail Recreation		1,385.00		951.33		433.67
Open Space Trust Fund	5,382.50	262,866.39	\$ 10,188.47	253,430.52	\$ 3,509.62	21,497.22
Dog Park	8,314.00			8,314.00		
Columbia Gas Transmission	8,500.00	1,000.00		8,500.00		1,000.00
Butterfly Garden Fund	500.00					500.00
Henderson Scholarship	6,090.90	106.92				6,197.82
Memorial Donations	10,282.13	8,900.00		9,044.20		10,137.93
Historic Speedwell				74,979.59		
Braille Trail Fund	900.00					900.00
Restoration of The Willowood Conservatory	11,670.00					11,670.00
Willowwood	28,944.59	18,000.00		10,458.08		36,486.51
Mount Hope Miner's Church		26,960.00		26,914.19		45.81
Natural Resource Restoration		25,991.65				25,991.65
Utility Improvement Incentive		4,113.00				4,113.00
Investment Interest		16,599.71		16,599.71		
	\$ 527,140.36	\$ 400,336.28	\$ 10,188.47	\$ 440,372.24	\$ 3,509.62	\$ 568,762.84

Ref. C

MORRIS COUNTY PARK COMMISSION
RESTRICTED TRUST FUND
SCHEDULE OF RESERVE FOR RESTRICTED TRUST FUNDS

	<u>Ref.</u>	<u>Total</u>	<u>Park Police Trust Fund</u>	<u>Caroline Foster Trust</u>
Balance December 31, 2007	C	\$ 251,153.35	\$ 13.42	\$ 251,139.93
Increased by:				
Donations		2,950.69	2,450.69	500.00
Interest		4,719.20	8.70	4,710.50
		<u>7,669.89</u>	<u>2,459.39</u>	<u>5,210.50</u>
Decreased by:				
Maintenance and Improvements		21,528.99		21,528.99
Balance December 31, 2008	C	<u>\$ 237,294.25</u>	<u>\$ 2,472.81</u>	<u>\$ 234,821.44</u>

MORRIS COUNTY PARK COMMISSION

PART II

SINGLE AUDIT

YEAR ENDED DECEMBER 31, 2008

MORRIS COUNTY PARK COMMISSION
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
 YEAR ENDED DECEMBER 31, 2008

Name of Federal Agency or Department	Name of Program	CFDA No.	Grant Award Amount	Grant Period		Current Year		Total Cumulative Expenditures
				From	To	Receipts	Expenditures	
US Department of Interior:	Save America's Treasures Grant	15.929	\$ 325,000.00	1/1/2007	1/31/2009	\$ 169,460.25	\$ 224,647.32	\$ 224,647.32
US Department of Agriculture:	Wildlife Habitat Incentive Program	10.914	37,500.00	1/1/2007	9/30/2009	13,250.00	18,993.36	22,670.69
US Department of Transportation:	Recreation Trails Grant	20.219	46,400.00	1/1/2007	12/31/2008		40,120.00	40,120.00
Passed Through NJ Department of Law and Public Safety	Click It or Ticket Grant	20.604	4,000.00	1/1/2008	12/31/2008	4,000.00	4,000.00	4,000.00
Total Federal Awards			\$ 412,900.00			\$ 186,710.25	\$ 287,760.68	\$ 291,438.01

MORRIS COUNTY PARK COMMISSION
 SCHEDULE OF EXPENDITURES OF STATE AWARDS
 YEAR ENDED DECEMBER 31, 2008

Name of State Agency or Department	Name of Program	Program Account No.	Grant Award Amount	Grant Period		Current Year		Total Cumulative Expenditures
				From	To	Receipts	Expenditures	
Department of Law and Public Safety	2006 Body Armor Grant	1020-001- YC:JS-6120	\$ 6,884.63	1/1/2006	12/31/2006		\$ 879.34	\$ 6,475.72
	2007 Body Armor Grant		4,411.24	1/1/2007	12/31/2007		755.84	755.84
	2008 Body Armor Grant		6,453.08	1/1/2008	12/31/2008	\$ 6,453.08	1,576.12	1,576.12
			17,748.95			6,453.08	3,211.30	8,807.68
Total Department of Law and Public Safety	2007 Drunk Driving Enforcement	6460-000- YYYY-000	2,129.42	1/1/2007	12/31/2007		936.56	1,935.56
	2008 Drunk Driving Enforcement		4,371.72	1/1/2008	12/31/2008	4,371.72	936.56	1,935.56
			6,501.14			4,371.72	936.56	1,935.56
			24,250.09			10,824.80	4,147.86	10,743.24
New Jersey Historic Trust	NJ Historic Trust - Bamboo Brook	8049-001- F000-6110	750,000.00	1/1/2002	12/31/2008	256,011.37	750,000.00	750,000.00
Total New Jersey Historic Trust			750,000.00			256,011.37	750,000.00	750,000.00
Department of State	2007 General Operating Support Grant	2540-105- S003-6110	82,800.00	1/1/2007	12/31/2007		19,559.55	82,800.00
	2008 General Operating Support Grant	2540-105- S003-6110	88,000.00	1/1/2007	12/31/2008	17,600.00	86,194.92	88,000.00
	2009 General Operating Support Grant	2540-105- S003-6110	73,040.00	1/1/2008	12/31/2008	58,432.00	23,797.23	23,797.23
Total Department of State			243,840.00			76,032.00	129,551.70	194,597.23
Total State Awards			\$ 1,018,090.09			\$ 342,868.17	\$ 883,699.56	\$ 955,340.47

SEE ACCOMPANYING NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AND STATE AWARDS

MORRIS COUNTY PARK COMMISSION
NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AND STATE AWARDS
YEAR ENDED DECEMBER 31, 2008

Note 1: GENERAL

The accompanying Schedules of Expenditures of Federal and State Awards present the activity of all federal and state awards of the Morris County Park Commission. The Morris County Park Commission is defined in Note 1 to the Commission's financial statements. All federal and state financial awards received directly from federal and state agencies, as well as federal and state financial awards passed through other government agencies are included in the Schedules of Expenditures of Federal and State Awards.

Note 2: BASIS OF PRESENTATION

The accompanying Schedules of Expenditures of Federal and State Awards are presented using the cash basis of accounting. The information in these schedules is presented in accordance with the requirements of Federal OMB Circular A-133, *Audits of States, Local Governments and Nonprofit Organizations*.

Note 3: RELATIONSHIP TO FEDERAL AND STATE FINANCIAL REPORTS

Amounts reported in the accompanying schedules agree with the amounts reported in the related federal and state financial reports.

Note 4: THRESHOLD FOR FEDERAL AND STATE AWARDS

The threshold for distinguishing Type A and B programs was \$300,000.

Note 5: GREEN ACRES LOANS PAYABLE

At December 31, 2008, the County has \$1,523,225.41 of Green Acres Loans Payable, outstanding which are recorded in the Park Capital Fund. The projects which relate to the loans are completed and there were no current year expenditures on any of the loans.



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February 27, 2009

Independent Auditors' Report on Internal Control Over
 Financial Reporting and on Compliance and Other Matters Based on an Audit of
 Financial Statements Performed in Accordance with *Government Auditing Standards*

The Honorable Members
 of the Park Commission
 Morris County Park Commission
 Morristown, New Jersey

We have audited the financial statements of the Morris County Park Commission (the "Commission"), a component unit of the County of Morris, as of, and for the years ended, December 31, 2008 and 2007 and have issued our report thereon dated February 27, 2009, which indicated that the financial statements have been prepared on an other comprehensive basis of accounting. The scope of our audit did not include the general fixed assets account group. 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 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 Commission'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 providing an opinion on the effectiveness of the Commission's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Commission's internal control over financial reporting.

A control deficiency 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 misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the Commission's ability to initiate, authorize, record, process, or report financial data reliably in accordance with accounting principles prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey (the "Division") such that there is more than a remote likelihood that a misstatement of the Commission's financial statements that is more than inconsequential will not be prevented or detected by the Commission's internal control.

The Honorable Members
of the Park Commission
Morris County Park Commission
Page 2
February 27, 2009

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the Commission's internal control.

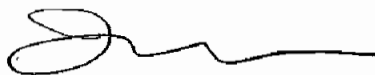
Our consideration of the internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in the internal control that might be significant deficiencies or material weaknesses. We did not identify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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Commission'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*.

This report is intended solely for the information and use of management, the members of the Morris County Park Commission, and to meet the requirements for filing with the Division of Local Government Services, federal and state awarding agencies and pass-through entities, and is not intended to be, and should not be, used by anyone other than these specified parties.


NISIVOCCIA & COMPANY LLP



David H. Evans
Certified Public Accountant
Registered Municipal Accountant No. 98



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Independent Auditors' Report on Compliance with Requirements Applicable to Each
 Major Program and on Internal Control Over Compliance in Accordance with
 New Jersey NJOMB Circular 04-04

The Honorable Members
 of the Park Commission
 Morris County Park Commission
 Morristown, New Jersey

Compliance

We have audited the compliance of the Morris County Park Commission (the "Commission"), a component unit of the County of Morris, with the types of compliance requirements described in the *New Jersey State Aid/Grant Compliance Supplement* that are applicable to its major state program for the year ended December 31, 2008. The Commission's major program is identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grant agreements applicable to its major state program is the responsibility of the Commission's management. Our responsibility is to express an opinion on the Commission'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; audit requirements prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey (the "Division"); 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 Nonprofit Organizations*, and New Jersey OMB Circular 04-04, *Single Audit Policy for Recipients of Federal Grants, State Grants, and State Aid*. Those standards, OMB Circular A-133 and New Jersey 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 a major state program occurred. An audit includes examining, on a test basis, evidence about the Commission'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 Commission's compliance with those requirements.

In our opinion, the Commission complied, in all material respects, with the requirements referred to above that are applicable to its major state program for the year ended December 31, 2008.

The Honorable Members
of the Park Commission
Morris County Park Commission
Page 2
February 27, 2009

Internal Control Over Compliance

The management of the Commission is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grant agreements applicable to federal and state programs. In planning and performing our audit, we considered the Commission's internal control over compliance with requirements that could have a direct and material effect on a major state program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, but not for the purpose of expressing an opinion on the effectiveness of the Commission's internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Commission's internal control over compliance.

A control deficiency in a Commission's internal control over compliance 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 noncompliance with a type of compliance requirement of a federal or state program on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the Commission's ability to administer a federal or state program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a federal or state program that is more than inconsequential will not be prevented or detected by the Commission's internal control.

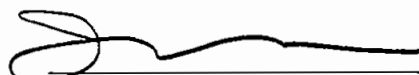
A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that material noncompliance with a type of compliance requirement of a federal or state program will not be prevented or detected by the Commission's internal control.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

This report is intended solely for the information and use of management, the Members of the Morris County Park Commission, and to meet the requirements for filing with the Division of Local Government Services, and other federal and state awarding agencies and pass-through entities, and is not intended to be, and should not be, used by anyone other than these specified parties.

February 27, 2009


NISIVOCIA & COMPANY LLP


David H. Evans
Registered Municipal Accountant #98
Certified Public Accountant

MORRIS COUNTY PARK COMMISSION
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED DECEMBER 31, 2008

Summary of Auditors' Results:

- A qualified report was issued on the Commission's financial statements for 2008 prepared on an other comprehensive basis of accounting. The scope of our audit did not include an audit of the general fixed assets account group, since there was not sufficient evidential matter to support the historical values of the fixed assets.
- The audit did not disclose any material weaknesses or significant deficiencies in the internal controls of the Commission.
- The audit did not disclose any noncompliance that is material to the financial statements of the Commission.
- The audit did not disclose any material weaknesses or significant deficiencies in the internal controls of the Commission's major state program.
- An unqualified report was issued on the Commission's compliance for its major state program.
- The audit did not disclose any audit findings which are required to be reported under New Jersey's OMB Circular NJOMB 04-04.
- The Commission's major state program for the year ended December 31, 2008 consisted of the following award:

	State Account #	Amount Expended
New Jersey Historic Trust -		
NJ Historic Trust - Bamboo Brook	8049-001-F000-6110	\$ 750,000.00
- The threshold for distinguishing Type A and Type B programs was \$300,000.
- The Commission was not subject to the single audit provisions of Federal OMB Circular A-133 for the year ended December 31, 2008 as federal grant expenditures were less than the single audit threshold of \$500,000 identified in the circular.
- The Commission did not qualify as a "low-risk" auditee under the provisions of Section 530 of the Circular.

Findings Relating to the Financial Statements which are required to be Reported in Accordance with Generally Accepted Government Auditing Standards:

- The audit did not disclose any findings required to be reported under Generally Accepted Government Auditing Standards.

Findings and Questioned Costs for Federal Awards:

- Not applicable since federal expenditures were below the threshold defined in the Circular.

Findings and Questioned Costs for State Awards:

- The audit did not disclose any findings or questioned costs for state awards as defined in Federal OMB Circular A-133 and New Jersey's OMB.

MORRIS COUNTY PARK COMMISSION
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
YEAR ENDED DECEMBER 31, 2008

The Commission had no findings or questioned costs noted in the audit for the year ended December 31, 2007.

MORRIS COUNTY PARK COMMISSION

PART III

COMMENTS AND RECOMMENDATIONS

YEAR ENDED DECEMBER 31, 2008

MORRIS COUNTY PARK COMMISSION
OTHER COMMENTS AND RECOMMENDATIONS

Contracts and Agreements Required to be Advertised for N.J.S.A. 40A:11-4

N.J.S.A. 40A:11-3 states:

a. " When the cost or price of any contract awarded by the contracting agent in the aggregate does not exceed in a contract year the total sum of \$17,500, 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, except that the governing body of any contracting unit may adopt an ordinance or resolution to set a lower threshold for the receipt of public bids or the solicitation of competitive quotations. If the purchasing agent is qualified pursuant to Subsection b. of Section 9 of P.L. 1971, C.198 (N.J.S.A. 40A:11-9), the governing body of the contracting unit may establish that the bid threshold may be up to \$25,000. Such authorization may be granted for each contract or by a general delegation of the power to negotiate and award such contracts pursuant to this section.

b. 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 subparagraph (i) of paragraph (a) of subsection (1) of section 5 of P.L. 1971, C.198 (N.J.S.A. 40A:11-5) may be awarded for a period not exceeding 12 consecutive months. The Division of Local Government Services shall adopt and promulgate rules and regulations concerning the methods of accounting for all contracts that do not coincide with the contracting unit's fiscal year.

c. The Governor, in consultation with the Department of the Treasury, shall, no later than March 1 of every fifth year beginning in the fifth year after the year in which P.L.1999, C.440 takes effect, adjust the threshold amount and the higher threshold amount which the governing body is permitted to establish, as set forth in subsection a. of this section, or the threshold amount resulting from any adjustment under this subsection, in direct proportion to the rise or fall of the index rate as that term is defined in section 2 of P.L. 1971, C.198 (N.J.S.A. 40A:11-2), and shall round the adjustment to the nearest \$1,000. The Governor shall, no later than June 1 of every fifth year, notify each governing body of the adjustment. The adjustment shall become effective on July 1 of the year in which it is made."

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 therefore, except as is provided otherwise in this act or specifically by any other law. The governing body of a contracting unit may, by resolution approved by a majority of the governing body and subject to subsections b. and c. of this section, disqualify a bidder who would otherwise be determined to be the lowest responsible bidder, if the governing body finds that it has had prior negative experience with the bidder."

Effective July 1, 2005 the bid threshold in accordance with N.J.S.A. 40A:11-3 and 40A:11-4 (as amended) is \$21,000, and with a qualified purchasing agent the threshold may be up to \$29,000.

The governing body of the Commission has the responsibility of determining whether the expenditures in any category will exceed the bid threshold within the fiscal year. Where question arises as to whether any contract or agreement might result in violation of the statute, the Commission Attorney's opinion should be sought before a commitment is made.

MORRIS COUNTY PARK COMMISSION
OTHER COMMENTS AND RECOMMENDATIONS
(Continued)

Contracts and Agreements Required to be Advertised for N.J.S.A. 40A:11-4 (Cont'd)

The minutes indicated that bids were requested by public advertising per N.J.S.A. 40A:11-4. The minutes also indicated that resolutions were adopted and advertised authorizing the awarding of contracts or agreements for "Professional Services" and "Extraordinary Unspecifiable Services" per N.J.S.A. 40A:11-5.

Inasmuch as the system of records did not provide for an accumulation of payments for categories for the performance of any work or the furnishing or hiring of any materials or supplies, the results of such an accumulation could not reasonably be ascertained. Disbursements were reviewed, however, to determine whether any clear-cut violations existed. None were noted.

Technical Accounting Directives

The Division of Local Government Services has established three (3) technical accounting directives which are prescribed by the revision of 1987 draft "Requirements of Audit and Accounting". They are as follows:

1. Maintenance of an encumbrance accounting system.
2. Fixed asset accounting and reporting system.
3. General ledger accounting and record system.

The Commission maintains encumbrance, fixed assets and general ledger accounting system.

Federal and/or State Projects:

The Commission is required to file expenditure reports with the Garden State Historic Preservation Trust for the Bamboo Brook project. There were two reports filed during the year that were filed late. One of the reports was 40 days late, and the other report was to be filed by 2/1/09 and was not filed as of the date of this report. It is recommended that all expenditure reports for the Garden State Historic Preservation Trust grant be filed on a timely basis.

Management's Response:

Every effort will be made to ensure that all expenditure reports for the Bamboo Brook project grant are filed on a timely basis.

MORRIS COUNTY PARK COMMISSION
SUMMARY OF RECOMMENDATIONS

It is recommended that:

1. All expenditure reports for the Garden State Historic Preservation Trust grant be filed on a timely basis.