BOROUGH OF RIVERTON
County of Burlington

Report of Audit of Financial Statements

For the Year Ended December 31, 2012

BOROUGH OF RIVERTON
COUNTY OF BURLINGTON

TABLE OF CONTENTS

PART I

	Exhibits	Page
Independent Auditor's Report		2
Report on Compliance and on Internal Control Over Financial Reporting Based On An Audit of Financial Statements Performed In Accordance with Government Auditing Standards		4
Financial Statements		
Current Fund:		
Statement of Assets, Liabilities, Reserves and Fund Balance -- - Regulatory Basis	A	6
Statement of Operations and Changes in Fund Balance - Regulatory Basis	A-1	8
Statement of Revenues - Regulatory Basis	A-2	9
Statement of Expenditures - Regulatory Basis	A-3	11
Trust Fund		
Statement of Assets, Liabilities, Reserves and Fund Balance -- - Regulatory Basis	B	16
General Capital Fund		
Statement of Assets, Liabilities, Reserves and Fund Balance -- - Regulatory Basis	C	17
Statement of Operations and Changes in Fund Balance -- - Regulatory Basis	C-1	18
Public Assistance Fund		
Statement of Assets, Liabilities and Reserves and Fund Balance - - Regulatory Basis	D	19
General Fixed Assets Account Group		
Statement of General Fixed Assets Group of Accounts	E	20
Notes to Financial Statements		21
Current Fund		
Statement of Cash - Collector/Treasurer	A-4	37
Schedule of Taxes Receivable and Analysis of Property Tax Levy	A-5	38
Schedule of Revenue Accounts Receivable	A-6	39
Schedule of Sewer Rent Receivable	A-7	40
Statement of 2011 Appropriation Reserves and Reserve for Encumbrances	A-8	41
Schedule of Due State of New Jersey - Senior Citizen and Veterans' Deductions	A-9	42
Schedule of Local District School Tax Payable	A-10	44
Federal and State Grant Fund		
Schedule of Federal and State Grants Receivable	A-11	45
Schedule of Reserve for Federal and State Grants - Unappropriated	A-12	46
Schedule of Reserve for Federal and State Grants - Appropriated	A-13	47

Part I (Continued):

Trust Fund

Schedule of Cash - Treasurer	B-1	49
Schedule of Reserve for Animal Control Fund Expenditures	B-2	51
Statement of Payroll Deductions Payable	B-3	52
Schedule of Reserve for Developer's Escrow Deposits	B-4	53
Schedule of Reserve for Environmental Fund	B-5	53

General Capital Fund

Schedule of Cash - Treasurer	C-2	55
Analysis of General Capital Cash and Investments	C-3	56
Schedule of Deferred Charges to Future Taxation - Unfunded	C-4	57
Schedule of Capital Improvement Fund	C-5	58
Schedule of Improvement Authorizations	C-6	59
Schedule of General Serial Bonds	C-7	60
Statement of Green Acres Trust Loan Proceeds Payable	C-8	61
Schedule of Bond Anticipation Notes	C-9	62

Public Assistance Fund

Schedule of Cash - Treasurer	D-1	65

PART II

Schedule of Findings and Recommendations

Schedule of Findings and Recommendations	67
Summary Schedule of Prior Year Audit	69
Officials in Office and Surety Bonds	70
Acknowledgment	70

BOROUGH OF RIVERTON

PART I

Report of Audit of Financial Statements

For the Year Ended December 31, 2012

INVERSO & STEWART, LLC

Certified Public Accountants
Registered Municipal Accountants

12000 Lincoln Drive West, Suite 402
Marlton, New Jersey 08053
(856) 983-2244
Fax (856) 983-6674
E-Mail: lscpas@concentric.net

-Member of-
American Institute of CPAs
New Jersey Society of CPAs

INDEPENDENT AUDITOR'S REPORT

The Honorable Mayor and
Members of the Borough Council
Borough of Riverton
County of Burlington
Riverton, New Jersey

Report on the Financial Statements

We have audited the accompanying statements of assets, liabilities, reserves and fund balance - regulatory basis of the various funds of the Borough of Riverton, in the County of Burlington, State of New Jersey, as of December 31, 2012 and 2011, and the related statements of operations and changes in fund balance - regulatory basis for the years then ended, and the related statement of revenues - regulatory basis, statement of expenditures - regulatory basis, and statement of general fixed assets group of accounts for the year ended December 31, 2012 and the related notes to the financial statements, which collectively comprise the Borough's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the financial reporting provisions of the Division of Local Government Services, Department of Community Affairs, State of New Jersey. Management is also responsible for the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and in compliance with audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Borough's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Borough's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles

As described in Note 1 of the financial statements, the financial statements are prepared by the Borough on the basis of the financial reporting provisions of the Division of Local Government Services, Department of Community Affairs, State of New Jersey, which is a basis of accounting other than accounting principles generally accepted in the United States of America, to meet the requirements of the State of New Jersey.

The effects on the financial statements of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the "Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles" paragraph, the financial statements referred to above do not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position of the Borough of Riverton, in the County of Burlington, State of New Jersey, as of December 31, 2012 and 2011, or the results of its operations and changes in fund balance for the years then ended.

Opinion on Regulatory Basis of Accounting

In our opinion, the financial statements referred to previously present fairly, in all material respects, the assets, liabilities, reserves and fund balance - regulatory basis of the various funds of the Borough of Riverton, in the County of Burlington, State of New Jersey, as of December 31, 2012 and 2011, and the results of its operations and changes in fund balance – regulatory basis of such funds for the years then ended, and the revenues - regulatory basis, expenditures - regulatory basis of the various funds, and general fixed assets, for the year ended December 31, 2012 in conformity with accounting principles and practices prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey as described in Note 1.

Other Information

Our audits were conducted for the purpose of forming opinions on the financial statements that collectively comprise the Borough's basic financial statements. The supplemental financial statements presented for the various funds are presented for purposes of additional analysis as required by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, and are not a required part of the basic financial statements.

The supplementary financial statements presented for the various funds are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information described in the previous paragraph is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated March 13, 2013 on our consideration of the Borough of Riverton's, in the County of Burlington, State of New Jersey, internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Borough of Riverton's internal control over financial reporting.

Respectfully submitted,

INVERSO & STEWART, LLC
Certified Public Accountants

Robert A. Stewart
Certified Public Accountant
Registered Municipal Accountant

Marlton, New Jersey
March 13, 2013

INVERSO & STEWART, LLC

Certified Public Accountants
Registered Municipal Accountants

12000 Lincoln Drive West, Suite 402
Marlton, New Jersey 08053
(856) 983-2244
Fax (856) 983-6674
E-Mail: lscpas@concentric.net

-Member of-
American Institute of CPAs
New Jersey Society of CPAs

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*

INDEPENDENT AUDITOR'S REPORT

The Honorable Mayor and
Members of the Borough Council
Borough of Riverton
County of Burlington
Riverton, New Jersey

We have audited, in accordance with the auditing standards generally accepted in the United States of America: the standards applicable to financial audits contained in the *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, the financial statements prepared on a regulatory basis of accounting prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey of the Borough of Riverton, in the County of Burlington, State of New Jersey, as of and for the year ended December 31, 2012, and the related notes to the financial statements, which collectively comprise the Borough's basic financial statements, and have issued our report thereon dated March 13, 2013.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Borough of Riverton's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Borough's internal control, Accordingly, we do not express an opinion on the effectiveness of the Borough of Riverton's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the Borough's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Borough of Riverton'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* and audit requirements as prescribed by the Division of Local Governments Services, Department of Community Affairs, State of New Jersey.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Borough's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* and audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey in considering the Borough's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Respectfully submitted,

INVERSO & STEWART, LLC
Certified Public Accountants

Robert A. Stewart
Certified Public Accountant
Registered Municipal Accountant

Marlton, New Jersey
March 13, 2013

EXHIBIT A

BOROUGH OF RIVERTON

Current Fund

Statement of Assets, Liabilities, Reserves and Fund Balance -- Regulatory Basis
For the Years Ended December 31, 2012 and 2011

	Reference	2012	2011
ASSETS			
Regular Fund:			
Cash - Treasurer	A-4	$ 1,819,293.85	$ 1,756,260.14
Cash - Collector's Change Fund		120.00	120.00
Investments - Bond Anticipation Notes	C-10	535,701.68	561,374.87
Due from State of N.J. for Senior Citizen and Veteran Deductions	A-8	9,203.21	4,422.69
Total		2,364,318.74	2,322,177.70
Receivables and Other Assets with Full Reserves:			
Delinquent Property Taxes Receivable	A-5	150,164.85	173,502.90
Property Acquired for Taxes - Assessed Valuation		325.00	325.00
Revenue Accounts Receivable	A-6	13,538.00	12,746.17
Sewer Rent Receivable	A-7	28,925.09	34,965.21
Due from Animal Control Fund	B	873.17	590.00
Due from Trust Other Fund	B	9,840.77	13,338.81
Total		203,666.88	235,468.09
Total Regular Fund		2,567,985.62	2,557,645.79
Federal and State Grant Fund:			
Cash - Treasurer	A-4	29,706.89	12,509.14
Federal and State Grants Receivable	A-11	429,835.00	293,265.15
Total Federal and State Grant Fund		459,541.89	305,774.29
Total		$ 3,027,527.51	$ 2,863,420.08

(Continued)

EXHIBIT A

BOROUGH OF RIVERTON

Current Fund

Statement of Assets, Liabilities, Reserves and Fund Balance -- Regulatory Basis
For the Years Ended December 31, 2012 and 2011

	Reference	2012	2011
LIABILITIES, RESERVES AND FUND BALANCE			
Regular Fund:			
Liabilities:			
Appropriation Reserves	A-3, A-9	$ 162,826.98	$ 80,702.39
Reserve for Encumbrances	A-3, A-9	75,574.77	77,446.05
Accounts Payable	A-1	25,554.35	
Reserve for Reconstruction of Morgan Avenue	A-1		
Prepaid Taxes	A-4, A-5	40,066.76	48,253.05
Tax Overpayments		4,820.37	6,983.22
Sewer Rent Overpayments		884.05	5,009.55
Due to Capital Fund	C	5,400.00	56,680.91
Due to State of NJ - Construction Code Fees		380.00	427.00
Due to Trust - Other Funds	B	30,689.60	30,000.00
Due County for Added Taxes	A-1, A-4	716.36	1,308.55
Local District School Tax Payable	A-10	1,474,619.03	1,430,615.53
Total Liabilities		1,821,532.27	1,737,426.25
Reserve for Receivables and Other Assets	A	203,666.88	235,468.09
Fund Balance	A-1	542,786.47	584,751.45
Total Regular Fund		2,567,985.62	2,557,645.79
Federal and State Grant Fund:			
Unappropriated Reserves	A-12	10,083.56	16,439.38
Appropriated Reserves	A-13	449,458.33	289,334.91
Total Federal and State Grant Fund		459,541.89	305,774.29
Total		$ 3,027,527.51	$ 2,863,420.08

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

EXHIBIT A-1

BOROUGH OF RIVERTON

Current Fund

Statement of Operations and Changes in Fund Balance – Regulatory Basis
For the Years Ended December 31, 2012 and 2011

	2012	2011
Revenue and Other Income Realized:		
Fund Balance Utilized	$ 210,000.00	$ 245,000.00
Miscellaneous Revenue Anticipated	1,211,595.40	1,326,399.66
Receipts from Delinquent Taxes	171,218.49	186,974.90
Receipts from Current Taxes	7,264,680.19	7,186,719.19
Nonbudget Revenues	24,161.37	27,880.85
Other Credits to Income:		
Unexpended Prior Year Appropriation Reserves and Encumbrances Payable	67,839.54	75,306.46
Accounts Payable Canceled	2,548.24	
Sewer Rent Overpayments Canceled	4,125.50	980.22
Prior Year Accounts Payable Canceled		5,600.00
Reserve for Morgan Avenue Construction Canceled		25,858.12
Tax Overpayments Canceled	3,966.95	3,966.95
Total Revenue and Other Income Realized	8,960,135.68	9,084,686.35
Expenditures		
Operations Within "CAPS":		
Salaries and Wages	1,007,750.03	972,147.16
Other Expenses	1,217,309.60	1,216,031.30
Deferred Charges and Statutory Expenditures Within "CAPS"	180,970.37	208,570.54
Operations Excluded from "CAPS":		
Other Expenses	414,699.38	342,005.07
Capital Improvements		179,750.00
Municipal Debt Service Excluded from "CAPS"	272,192.39	244,733.50
Deferred Charges Excluded "CAPS"		13,980.00
Local District School Tax	4,646,770.00	4,558,763.00
County Taxes	1,050,502.83	1,089,542.76
Due County for Added Taxes	716.36	1,308.55
Refund of Sewer Rent Overpayments		4,183.95
Adjustment to Prior Year Due County for Added Taxes	0.10	
Interfund Loans Made	1,189.60	
Total	8,792,100.66	8,831,015.83
Statutory Excess in Fund Balance	168,035.02	253,670.52
Fund Balance January 1	584,751.45	576,080.93
Total	752,786.47	829,751.45
Decreased by Utilization as Anticipated Revenue	210,000.00	245,000.00
Balance December 31	$ 542,786.47	$ 584,751.45

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

BOROUGH OF RIVERTON

Current Fund

Statement of Revenues – Regulatory Basis
For the Year Ended December 31, 2012

	BUDGET	SPECIAL NJS 40A:4-87	REALIZED	EXCESS (DEFICIT)
Fund Balance Anticipated	$ 210,000.00		$ 210,000.00	
Miscellaneous Revenues:				
Licenses - Other	1,900.00		1,860.00	$ (40.00)
Fees and Permits - Other	1,500.00		1,800.00	300.00
Fines and Costs				
Municipal Court	46,100.00		57,888.16	11,788.16
Interest and Costs on Taxes	44,000.00		39,651.64	(4,348.36)
Interest on Investments and Deposits	8,900.00		5,512.59	(3,387.41)
Cell Tower Rental Fees	36,000.00		37,212.52	1,212.52
Sewer Rent Fees	450,000.00		453,625.12	3,625.12
Payments in Lieu of Taxes	13,500.00		14,412.96	912.96
Comcast Fees	9,000.00		9,513.33	513.33
Energy Receipts Taxes	215,915.00		215,915.00	
Consolidated Municipal Property Relief Act	14,662.00		14,662.00	
Uniform Construction Code Fees	35,000.00		35,311.00	311.00
Miscellaneous Revenues Offset with Appropriations:				
Drunk Driving Enforcement Fund	3,612.95		3,612.95	
Alcohol Education Rehabilitation Fund	755.09		755.09	
Clean Communities	5,019.14		5,019.14	
Burlington County Park Improvement	250,000.00	$ 50,000.00	300,000.00	
Recycling Tonnage Grant	6,126.16		6,126.16	
Bullet Proof Vest Partnership Grant	800.00		800.00	
Body Armor Grant	926.04		926.04	
Uniform Fire Safety Act	8,000.00		6,991.70	(1,008.30)
Total	1,151,716.38	50,000.00	1,211,595.40	9,879.02
Receipts from Delinquent Taxes	165,000.00		171,218.49	6,218.49
Amount to be Raised by Taxes for Support of Municipal Budget - Local Tax for Municipal Purposes	1,716,694.36		1,767,108.36	50,414.00
Budget Totals	3,243,410.74	50,000.00	3,359,922.25	$ 66,511.51
Nonbudget Revenues			24,161.37	
Total	$ 3,243,410.74	$ 50,000.00	$ 3,384,083.62	

(Continued)

EXHIBIT A-2

BOROUGH OF RIVERTON

Current Fund

Statement of Revenues -- Regulatory Basis
For the Year Ended December 31, 2012

Analysis of Realized Revenue

Allocation of Current Tax Collections:	
Revenue from Collections	$ 7,264,680.19
Allocated to School and County Taxes	5,697,989.19
Balance for Support of Municipal Budget Appropriations	1,566,691.00
Add Appropriation - Reserve for Uncollected Taxes	200,417.36
Amount for Support of Municipal Budget Appropriations	$ 1,767,108.36
Receipts from Delinquent Taxes:	
Delinquent Tax Collections	$ 171,218.49
Licenses - Other:	
Registrar of Vital Statistics	$ 1,860.00
Other	
Total	$ 1,860.00
Fees and Permits - Other:	
Street Opening Permits	$ 1,800.00
Miscellaneous Revenue Not Anticipated:	
Sewer Rent Interest and Cost on Delinquencies	$ 8,246.79
Public Auction	11,976.70
Police Reports	589.80
List of Property Owners	230.00
Zoning Applications	220.00
Fence/Sign Permits	647.00
Cat Licenses	212.00
Reimbursements	1,321.93
Signature Information Solution Payment	300.00
Miscellaneous	417.15
Total	$ 24,161.37

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

BOROUGH OF RIVERTON
Current Fund
Statement of Expenditures -- Regulatory Basis
For the Year Ended December 31, 2012

	Appropriations		Expended			Unexpended
	Budget	Budget After Modification	Paid or Charged	Encumbered	Reserved	Balance Canceled
GENERAL APPROPRIATIONS:						
Operations Within "CAPS":						
General Government						
Mayor and Council						
Other Expenses	$ 1,000.00	$ 1,405.00	$ 1,405.00			
Borough Clerk						
Salaries and Wages	73,572.00	73,572.00	73,560.31		$ 11.69	
Other Expenses	22,000.00	22,000.00	20,925.76	$ 583.15	491.09	
Financial Administration:						
Salaries and Wages	53,834.00	53,834.00	53,833.23		0.77	
Other Expenses	6,100.00	6,100.00	4,907.52	728.33	464.15	
Audit Services						
Other Expenses	26,700.00	26,700.00	26,700.00			
Computerized Data Processing						
Other Expenses	9,000.00	11,360.25	9,985.25	1,375.00		
Collection of Taxes						
Salaries and Wages	19,761.00	19,761.00	19,745.33		15.67	
Other Expenses	2,675.00	3,390.20	3,155.13	90.00	145.07	
Assessment of Taxes						
Salaries and Wages	10,787.00	10,787.00	10,652.04		134.96	
Other Expenses	9,950.00	8,249.55	7,010.10	225.00	1,014.45	
Legal Services & Costs						
Other Expenses	35,000.00	26,762.35	22,732.50	1,975.00	2,054.85	
Engineer						
Other Expenses	15,000.00	15,000.00	2,193.02	1,782.50	11,024.48	
Land Use Administration:						
Planning Board:						
Salaries and Wages	11,429.00	11,429.30	11,429.30			
Other Expenses	8,925.00	8,924.70	4,261.68	273.00	4,390.02	

(Continued)

BOROUGH OF RIVERTON
Current Fund
Statement of Expenditures -- Regulatory Basis
For the Year Ended December 31, 2012

	Appropriations		Expended			Unexpended
	Budget	Budget After Modification	Paid or Charged	Encumbered	Reserved	Balance Canceled
Operations Within "CAPS" (Continued)						
General Government (Continued)						
Insurance:						
Liability Insurance	$ 60,534.00	$ 64,832.50	$ 64,832.50			
Worker Compensation	47,869.00	47,869.00	47,869.00			
Employees Group Insurance	295,804.00	295,804.00	293,280.49		$ 2,523.51	
Public Safety:						
Police:						
Salaries and Wages	514,305.00	514,305.00	502,789.54		11,515.46	
Other Expenses	37,845.00	37,845.00	32,279.70	$ 1,941.78	3,623.52	
Office of Emergency Management						
Other Expenses	1,000.00	594.00			594.00	
Aid to Volunteer Ambulance Squad						
Other Expenses	5,000.00	3,584.28	438.41		3,145.87	
Fire Department						
Other Expenses	25,000.00	22,830.67	14,930.36	7,536.30	364.01	
Fire Official						
Salaries and Wages	4,735.00	4,735.00	4,734.59		0.41	
Other Expenses	1,500.00	1,500.00	1,337.00		163.00	
Public Works						
Road Repairs and Maintenance						
Salaries and Wages	214,853.00	208,632.58	182,225.92	2,613.51	23,793.15	
Other Expenses	33,100.00	29,323.15	22,557.83	554.12	6,211.20	
Shade Tree Commission						
Other Expenses	40,000.00	41,415.72	41,415.72			
Solid Waste Collection:						
Other Expenses	91,344.00	92,385.82	84,729.83	7,655.99		
Public Buildings and Grounds						
Other Expenses	20,700.00	20,938.16	20,429.47	508.69		
Vehicle Maintenance						
Other Expenses	13,500.00	21,077.68	17,112.18	3,965.50		
Registrar of Vital Statistics:						
Salaries and Wages	5,542.00	5,542.00	5,541.63		0.37	
Other Expenses	250.00	250.00		57.00	193.00	

(Continued)

BOROUGH OF RIVERTON
Current Fund
Statement of Expenditures -- Regulatory Basis
For the Year Ended December 31, 2012

	Appropriations		Expended			Unexpended Balance
	Budget	Budget After Modification	Paid or Charged	Encumbered	Reserved	Canceled
Operations Within "CAPS" (Continued)						
General Government (Continued)						
Animal Control						
Other Expenses	$ 6,300.00	$ 6,300.00	$ 4,804.25	$ 1,073.00	$ 422.75	
Parks and Recreation:						
Recreation Services:						
Other Expenses		3,308.94	3,149.94	159.00		
Celebration of Public Events:						
Other Expenses	500.00	500.00			500.00	
Contribution to Senior Citizens Club:						
Other Expenses	500.00	500.00			500.00	
Utilities:						
Electricity	85,000.00	85,000.00	70,789.75	3,665.02	10,545.23	
Street Lighting	50,000.00	50,000.00	34,564.37	4,193.31	11,242.32	
Telephone	12,500.00	13,414.67	11,878.15	1,536.52		
Water	3,000.00	3,000.00	1,628.41	132.66	1,238.93	
Fire Hydrant Service	40,000.00	40,153.96	36,796.76	3,357.20		
Sewerage Processing:						
Salaries and Wages	78,135.00	78,135.00	77,436.86		698.14	
Other Expenses	31,425.00	31,425.00	7,963.94	15,795.40	7,665.66	
Gasoline	28,000.00	28,000.00	22,113.79	130.50	5,755.71	
Landfill and Solid Waste Disposal Costs - Landfill Fees	95,000.00	95,000.00	77,257.71	13,267.29	4,475.00	
Municipal Court:						
Other Expenses	48,000.00	48,000.00	727.19		47,272.81	
Public Defender:						
Salaries and Wages		1,131.00	1,030.00	100.00	1.00	
Construction Code Office:						
Salaries and Wages	27,017.00	27,017.15	27,017.15			
Other Expenses		1,434.00	1,134.00	300.00		
Total Operations - Within "CAPS"	2,223,991.00	2,225,059.63	1,987,292.61	75,574.77	162,192.25	
Detail:						
Salaries and Wages	1,013,970.00	1,008,881.03	969,995.90	2,713.51	36,171.62	
Other Expenses	1,210,021.00	1,216,178.60	1,017,296.71	72,861.26	126,020.63	

(Continued)

BOROUGH OF RIVERTON
Current Fund
Statement of Expenditures -- Regulatory Basis
For the Year Ended December 31, 2012

	Appropriations		Expended			Unexpended Balance
	Budget	Budget After Modification	Paid or Charged	Encumbered	Reserved	Canceled
Deferred Charges and Statutory Expenditures - Municipal - Within "CAPS":						
STATUTORY EXPENDITURES:						
Contribution to:						
Social Security System (O.A.S.I.)	$ 48,004.00	$ 46,935.37	$ 46,300.64		$ 634.73	
Police & Fireman's Retirement System	80,764.00	80,764.00	80,764.00			
Public Employees' Retirement System	53,271.00	53,271.00	53,271.00			
Total Deferred Charges and Statutory Expenditures - Municipal Within "CAPS"	182,039.00	180,970.37	180,335.64		634.73	
Total General Appropriations - For Municipal Purposes Within "CAPS"	2,406,030.00	2,406,030.00	2,167,628.25	$ 75,574.77	162,826.98	
Operations Excluded from "CAPS":						
Aid To Library (N.J.S.A.40:54-35)	9,000.00	9,000.00	9,000.00			
Insurance - Employee Group Health Insurance	13,460.00	13,460.00	13,460.00			
Additional Appropriations Offset By Revenues						
Sewerage Processing						
Other Expenses	75,000.00	75,000.00	75,000.00			
Public and Private Programs Offset By Revenues:						
Recycling Tonnage Grant	6,126.16	6,126.16	6,126.16			
Alcohol Education Rehabilitation Fund	755.09	755.09	755.09			
Clean Communities	5,019.14	5,019.14	5,019.14			
Drunk Driving Enforcement Fund	3,612.95	3,612.95	3,612.95			
Bullet Proof Vest Protection Program	800.00	800.00	800.00			
Burlington County Park Improvement	250,000.00	300,000.00	300,000.00			
Body Armor Grant	926.04	926.04	926.04			
Total Operations - Excluded From "CAPS"	364,699.38	414,699.38	414,699.38	-	-	
Detail:						
Other Expenses	364,699.38	414,699.38	414,699.38			
Capital Improvements - Excluded From "CAPS"						
Capital Improvement Fund						
Total Capital Improvements - Excluded From "CAPS"						

(Continued)

BOROUGH OF RIVERTON
Current Fund
Statement of Expenditures -- Regulatory Basis
For the Year Ended December 31, 2012

	Appropriations		Expended			Unexpended Balance
	Budget	Budget After Modification	Paid or Charged	Encumbered	Reserved	Canceled
Municipal Debt Service - Excluded From "CAPS"						
Payment of Bond Principal	$ 87,000.00	$ 87,000.00	$ 87,000.00			
Payment of BAN Principal	160,000.00	160,000.00	160,000.00			
Interest on Bonds	17,438.00	17,438.00	17,437.50			$ 0.50
Interest on Notes	5,500.00	5,500.00	5,429.88			70.12
Green Trust Loan Repayment for Principal and Interest	2,326.00	2,326.00	2,325.01			0.99
Total Municipal Debt Service - Excluded From "CAPS"	272,264.00	272,264.00	272,192.39			71.61
Total General Appropriations for Municipal Purposes Excluded From "CAPS"	636,963.38	686,963.38	686,891.77			$ 71.61
Subtotal General Appropriations	3,042,993.38	3,092,993.38	2,854,520.02	$ 75,574.77	$ 162,826.98	71.61
Reserve for Uncollected Taxes	200,417.36	200,417.36	200,417.36			
TOTAL GENERAL APPROPRIATIONS	$ 3,243,410.74	$ 3,293,410.74	$ 3,054,937.38	$ 75,574.77	$ 162,826.98	$ 71.61

Original Budget	$ 3,243,410.74
Amended by NJS 40A:4-87	50,000.00
	$ 3,293,410.74

Expended - Paid or Charged:	
Reduction of Investment in Bond Anticipation Note	$ 60,000.00
Reserve for State Grants	317,239.38
Reserve for Uncollected Taxes	200,417.36
Disbursed	2,477,280.64
Total	$ 3,054,937.38

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

EXHIBIT B

BOROUGH OF RIVERTON

Trust Fund

Statement of Assets, Liabilities, Reserves and Fund Balance -- Regulatory Basis
For the Years Ended December 31, 2012 and 2011

	Reference	2012	2011
ASSETS			
Animal Control Fund:			
Cash - Treasurer	B-1	$ 1,727.87	$ 1,378.68
Other Funds:			
Cash - Treasurer	B-1	233,496.80	223,908.78
Due from Current Fund	A	30,689.60	30,000.00
Total Other Funds		264,186.40	253,908.78
Total		$ 265,914.27	$ 255,287.46
LIABILITIES AND RESERVES			
Dog License Fund:			
Prepaid Licenses	B-1, B-2	$ 24.80	$ 12.40
Due to Current Fund	A	873.17	590.00
Reserve for Dog Fund Expenditures	B-2	829.90	776.28
Total Dog License Fund		1,727.87	1,378.68
Other Funds:			
Due State of New Jersey:			
Marriage License Fees		150.00	75.00
Due to Current Fund	A	9,840.77	13,338.81
Payroll Deductions Payable	B-3	14,302.31	4,216.53
Tax Title Lien Redemption Payable		3,523.82	10,894.21
Reserve for Unemployment Compensation Trust		22,178.90	22,447.87
Reserve for Flexible Spending Account		207.96	
Reserve for Developers Escrow Fund	B-4	134,375.55	135,578.60
Reserve for Tax Sale Premiums		21,057.90	18,710.24
Reserve for Shade Tree Commission		12,615.89	9,116.86
Reserve for Environmental Fund	B-5	8,155.26	8,155.26
Reserve for Veterans Affairs Fund		873.00	
Reserve for Parks and Recreation		1,045.64	1,042.91
Reserve for Police Forfeited Property		5,572.23	62.04
Reserve for Compensated Absences		30,000.00	30,000.00
Reserve for POAA Funds		287.17	270.45
Total Other Funds		264,186.40	253,908.78
Total		$ 265,914.27	$ 255,287.46

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

EXHIBIT C

BOROUGH OF RIVERTON

General Capital Fund

Statement of Assets, Liabilities, Reserves and Fund Balance -- Regulatory Basis
For the Years Ended December 31, 2012 and 2011

	Reference	2012	2011
ASSETS			
Cash	C-2, C-3	$ 94,826.53	$ 46,832.64
Due from Current Fund	A	5,400.00	56,680.91
Deferred Charges to Future Taxation:			
Funded		349,642.11	438,821.52
Unfunded	C-4	930,650.00	1,090,650.00
Total		$ 1,380,518.64	$ 1,632,985.07
LIABILITIES, RESERVES AND FUND BALANCE			
Serial Bonds	C-7	$ 344,000.00	$ 431,000.00
Green Acres Trust Loan Proceeds Payable	C-8	5,642.11	7,821.52
Bond Anticipation Notes Payable	C-9	677,701.68	803,374.87
Improvement Authorizations:			
Funded	C-6	24,810.29	29,174.12
Unfunded	C-6	325,828.11	359,078.11
Capital Improvement Fund	C-5	869.81	869.81
Fund Balance	C-1	1,666.64	1,666.64
Total		$ 1,380,518.64	$ 1,632,985.07

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

EXHIBIT C-1

BOROUGH OF RIVERTON

General Capital Fund

Statement of Operations and Changes in Fund Balance – Regulatory Basis
For the Year Ended December 31, 2012

Balance December 31, 2011 and 2012	$ 1,666.64

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

EXHIBIT D

BOROUGH OF RIVERTON

PUBLIC ASSISTANCE FUND

Statement of Assets, Liabilities, Reserve and Fund Balance -- Regulatory Basis
For the Years Ended December 31, 2012 and 2011

	Reference	2012	2011
ASSETS			
Cash	D-1	$ 723.07	$ 721.17
Total		$ 723.07	$ 721.17
LIABILITIES AND RESERVES			
Reserve for Public Assistance		$ 723.07	$ 721.17

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

EXHIBIT E

BOROUGH OF RIVERTON

ACCOUNT GROUP

Statement of General Fixed Assets Group of Accounts
For the Year Ended December 31, 2012

	Balance December 31, 2011	Additions	Retirements	Balance December 31, 2012
General Fixed Assets:				
Land	$ 147,405.00			$ 147,405.00
Buildings	1,580,688.90			1,580,688.90
Land and Building Improvements	637,829.54			637,829.54
Equipment	598,995.96			598,995.96
Vehicles	1,790,188.78			1,790,188.78
Total General Fixed Assets	$ 4,755,108.18	$ -	$ -	$ 4,755,108.18
Total Investment in General Fixed Assets	$ 4,755,108.18	$ -	$ -	$ 4,755,108.18

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

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Description of Financial Reporting Entity - The Borough of Riverton (hereafter referred to as the "Borough") is located in the western portion of the County of Burlington, State of New Jersey. The present population according to the 2010 census is 2,629.

The Borough was incorporated in 1893 and is governed by a Mayor/Council form of government which consists of seven members elected at large by the voters. The Mayor is elected by the voters to a four-year term and acts as the Chief Executive Officer of the Borough. Each of the six members of the Borough Council is elected to serve three year terms that are staggered. The legislative powers rest with the Borough Council. The Borough Clerk, Borough Treasurer and Borough Chief Financial Officer are appointed by the Borough Council and monitor the daily administrative and financial responsibilities, including but not limited to, staffing and personnel issues and budget preparation and implementation.

Component Units – The Borough of Riverton had no component units as defined by Governmental Accounting Standards Board Statement No. 14.

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

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

> **Current Fund** - The Current Fund accounts for resources and expenditures for governmental operations of a general nature, including Federal and State grant funds.
>
> **Trust Funds** - The various Trust Funds account for receipts, custodianship and disbursement of funds in accordance with the purpose for which each reserve was created.
>
> **General Capital Fund** - The General Capital Fund accounts for receipt and disbursement of funds for the acquisition of general capital facilities, other than those acquired in the Current Fund.

Budgets and Budgetary Accounting - The Borough must adopt an annual budget for its current fund in accordance with N.J.S.A. 40A:4 et seq. N.J.S.A. 40A:4-5 requires the governing body to introduce and approve the annual municipal budget no later than February 10 of each year. At introduction, the governing body shall fix the time and place for a public hearing on the budget and must advertise the time and place at least ten days prior to the hearing in a newspaper published and circulating in the Borough. The public hearing must not be held less than twenty-eight days after the date the budget was introduced. After the hearing has been held, the governing body may, by majority vote, adopt the budget or may amend the budget in accordance with N.J.S.A. 40A:4-9. Amendments to the adopted budgets, if any, are detailed in the statements of revenues and expenditures.

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

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

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

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

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

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

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

Interfunds - Interfund receivables and payables that arise from transactions between funds are recorded by all funds affected by such transactions in the period in which the transaction is executed. Interfund receivables in the Current Fund are recorded with offsetting reserves which are created by charges to operations. Income is recognized in the year the receivables are liquidated. Interfund receivables in the other funds are not offset by reserves.

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

General Fixed Assets - Accounting for Governmental Fixed Assets, as required by N.J.A.C. 5:30-5.6, differs in certain respects from accounting principles generally accepted in the United States of America. In accordance with the regulations, all local units, including municipalities, must maintain a general fixed assets reporting system that establishes and maintains a physical inventory of nonexpendable, tangible property as defined and limited by the U.S. Office of Management and Budget Circular A-87 (Attachment B, Section 19), except that the useful life of such property is at least five years. The Borough has adopted a capitalization threshold of $5,000 the maximum amount allowed by the Circular.

Generally, assets are valued at historical cost; however, assets acquired prior to December 31, 1985 are valued at actual historical cost or estimated historical cost. Donated general fixed assets are recorded at their estimated fair market value on the acquisition date. Donated general fixed assets are recorded at their estimated fair market value on the acquisition date. Interest costs relative to the acquisition of general fixed assets are recorded as expenditures when paid. Public domain ("infrastructure") general fixed assets consisting of certain improvements, such as roads, bridges, curbs and gutters, streets and sidewalks and drainage systems are not capitalized. Expenditures for construction in progress are recorded in the Capital Funds until such time as the construction is completed and put into operation. The Borough is required to maintain a subsidiary ledger detailing fixed assets records to control additions, retirements and transfers of fixed assets. In addition, a Statement of General Fixed Assets, reflecting the activity for the year, must be included in the Borough's basic financial statements.

The regulations require that general fixed assets, whether constructed or acquired through purchase, grant or gift be included in the aforementioned inventory. In addition, property management standards must be maintained that includes accurate records indicating asset description, source, ownership, acquisition cost and date, the percentage of Federal participation (if any), and the location, use, and condition of the asset. Periodically, physical inventories must be taken and reconciled with these records. Lastly, all fixed assets must be adequately controlled to safeguard against loss, damage or theft. No depreciation of general fixed assets is recorded.

Foreclosed Property - Foreclosed property is recorded in the Current Fund at the assessed valuation when such property was acquired and is fully reserved. Ordinarily it is the intention of the municipality to resell foreclosed property in order to recover all or a portion of the delinquent taxes or assessments and to return the property to a taxpaying basis. For this reason the value of foreclosed property has not been included in the General Fixed Assets Account Group. If such property is converted to a municipal use, it will be recorded in the General Fixed Assets Account Group.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

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

Liens Sold for Other Governmental Units - Liens sold on behalf of other governmental units are not recorded on the records of the Borough until such liens are collected. Upon their collection, such liens are recorded as a liability due to the governmental unit net of the costs of the initial sale. The related costs of sale are recognized as revenue when received.

Fund Balance - Fund Balance included in the Current Fund represent amounts available for anticipation as revenue in future years' budgets, with certain restrictions.

Appropriation Reserves - Appropriation reserves covering unexpended appropriation balances are automatically created at year end and recorded as liabilities, except for amounts which may be canceled 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.

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

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

Property Tax Revenues - Property tax revenues are collected in quarterly installments due February 1, May 1, August 1, and November 1. The amount of tax levied includes not only the amount required in support of the Borough's annual budget, but also the amounts required in support of the budgets of the Riverton Borough School District and the County of Burlington. Unpaid property taxes are subject to tax sale in accordance with the statutes.

School Taxes - The Borough is responsible for levying, collecting and remitting school taxes for the Riverton Borough School District. Operations is charged for the full amount required to be raised from taxation to operate the local school district for the period from July 1 to June 30, increased by the amount deferred at December 31, 2011 and decreased by the amount deferred at December 31, 2012.

County Taxes - The Borough is responsible for levying, collecting and remitting county taxes for the County of Burlington. Operations is charged for the amount due the County for the year, based upon the ratables required to be certified to the County Board of Taxation by January 10 of the current year. In addition, operations is charged for the County share of Added and Omitted Taxes certified to the County Board of Taxation by October 10 of the current year and due to be paid to the County by February 15 of the following year.

Reserve for Uncollected Taxes - The inclusion of the "Reserve for Uncollected Taxes" appropriation in the Borough's annual budget protects the Borough from taxes not paid currently. The Reserve, the minimum amount of which is determined on the percentage of collections experienced in the immediate preceding year, with certain exceptions, is required to provide assurance that cash collected in the current year will provide sufficient cash flow to meet expected obligations.

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

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

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

Long-Term Debt - Long-Term Debt, relative to the acquisition of capital assets, is recorded as a liability in the General Capital Fund. Where an improvement is a "local improvement", i.e. assessable upon completion, long-term debt associated with that portion of the cost of the improvement to be funded by assessments is transferred to the Trust Fund upon the confirmation of the assessments or when the improvement is fully and permanently funded.

Interest on Delinquent Taxes – It is the policy of the Borough to collect interest for the nonpayment of taxes or assessments on or before the date when they would become delinquent. The Tax Collector is authorized to charge eight percent (8%) per annum on the first $1,500 of taxes becoming delinquent after due date and eighteen percent (18%) per annum on any amount of taxes in excess of $1,500 becoming delinquent after the due date and if a delinquency is in excess of $10,000 and remains in arrears beyond December 31st, an additional penalty of six percent (6%) shall be charged against the delinquency. There is a ten (10) day grace period.

Comparative Data – Comparative total data for the prior year have been presented in the accompanying statements of assets, liabilities, reserves and fund balance and statement of operations in order to provide an understanding of changes in the Borough's financial position. However, comparative (i.e., presentation of prior year totals by fund type) data have not been presented in the statement of revenues – regulatory basis and the statement of expenditures – regulatory basis since their inclusion would make the statements unduly complex and difficult to read.

NOTE 2. CASH AND CASH EQUIVALENTS

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

As of December 31, 2012, the Borough's bank balances of $2,203,432.01 were exposed to custodial credit risk as follows:

F.D.I.C. Insured	$ 268,159.48
Collateralized Under GUDPA	1,909,356.84
Uninsured and Uncollateralized	25,915.69
Balance June 30, 2012	$ 2,203,432.01

NOTE 3. INVESTMENTS

New Jersey municipalities are limited as to the types of investments and types of financial institutions they may invest in. N.J.S.A. 40A:5-15.1 provides a list of permissible investments that may be purchased by New Jersey municipalities. These permissible investments generally include bonds or other obligations of the United States of America or obligations guaranteed by the United States of America, government money market funds, any obligation that a federal agency or a federal instrumentality has issued in accordance with an act of Congress, bonds or other obligations of the local unit or other obligations approved by the Division of Investment in the Department of Treasury for investment by local units, local government investment pools, deposits with the State of New Jersey Cash Management Fund, and agreements for the repurchase of fully collateralized securities with certain provisions. The Borough has no investment policy that would further limit its investment choices.

NOTE 3. INVESTMENTS (Cont'd)

Custodial Credit Risk Related to Investments – For an investment, custodial credit risk is the risk that, in the event of failure of the counterparty, the Borough will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. Investment securities are exposed to custodial credit risk if the securities are uninsured, are not registered in the name of the Borough, and are held by either the counterparty or the counterparty's trust department or agent but not in the Borough's name.

As of December 31, 2012 the Borough had the following investments bearing a zero rate of interest:

Investment	Maturities	Credit Rating	Fair Value
Bond Anticipation Note	October 10, 2013	N/A	$ 142,500.00
Bond Anticipation Note	December 8, 2013	N/A	$ 393,201.68
			$ 535,701.68

NOTE 4. PROPERTY TAXES

The following is a comparison of certain statistical information relative to property taxes and property tax collections for the current and previous four years ending December 31.

Comparative Schedule of Tax Rates	2012	2011	2010	2009	2008
Total Tax Rate without Business Improvement District Tax Rate	$ 2.621	$ 2.590	$ 2.572	$ 2.451	$ 5.226
Apportionment of Tax Rate:					
Municipal	0.606	0.598	0.598	$ 0.599	$ 1.345
County	0.373	0.385	0.404	0.375	0.804
Local School	1.642	1.607	1.570	1.477	3.077

Assessed Valuation		
2012	$ 282,890,056	
2011	283,668,389	
2010	283,993,222	
2009	283,157,007	R
2008	132,982,136	

R = Revaluation Year

NOTE 4. PROPERTY TAXES (CONT'D)

Comparison of Tax Levies and Collections

Year	Tax Levy	Collections	Percentage of Collections
2012	$ 7,412,561	$ 7,264,680	98.00%
2011	7,357,578	7,186,719	97.68%
2010	7,309,041	7,119,612	97.41%
2009	6,972,694	6,832,823	97.99%
2008	7,002,967	6,860,079	97.96%

Delinquent Taxes and Tax Title Liens

Year	Tax Title Liens	Delinquent Taxes	Total Delinquent	Percentage of Tax Levy
2012	$ -	$ 150,165	$ 150,165	2.03%
2011	-	173,503	173,503	2.36%
2010	-	196,099	196,099	2.68%
2009	-	138,375	138,375	1.98%
2008	-	142,888	142,888	2.04%

There were no tax title liens receivables on December 31, of the current year and previous four years.

NOTE 5. PROPERTY ACQUIRED BY TAX TITLE LIEN LIQUIDATION

The value of property acquired by liquidation of tax title liens on December 31, on the basis of the last assessed valuation of such properties, for the current and previous four years was as follows:

Year	Amount
2012	$ 325
2011	325
2010	325
2009	325
2008	325

NOTE 6. SEWER UTILITY SERVICE CHARGES

The following is a five-year comparison of sewer utility service charges (rents) and collections for the current and previous four years.

Year	Balance Beginning of Year Receivables	Balance Beginning of Year Liens	Levy	Total	Cash Collections	Percentage
2012	$ 34,965	$ -	$ 447,585	$ 482,550	$ 453,625	94.01%
2011	52,936	-	448,100	501,036	466,071	93.02%
2010	24,918	-	450,775	475,693	422,756	88.87%
2009	24,533	-	451,237	475,770	450,852	94.76%
2008	22,809	-	447,953	470,762	446,229	94.79%

NOTE 7. FUND BALANCES APPROPRIATED

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

Year	Balance December 31,	Utilized in Budget of Succeeding Year	Percentage of Fund Balance Used
Current Fund			
2012	$ 542,786	$ 250,000 *	46.06%
2011	584,751	210,000	35.91%
2010	577,480	245,000	42.43%
2009	662,472	213,600	32.24%
2008	644,273	159,000	24.68%

* As introduced on March 6, 2013

NOTE 8. INTERFUND RECEIVABLES AND PAYABLES

The following interfund balances were recorded on the various statements of assets, liabilities, reserves and fund balances as of December 31, 2012:

Fund	Interfund Receivables	Interfund Payables
Current Fund	$ 10,713.94	$ 36,089.60
Trust Fund:		
Animal Control Fund		873.17
Other Trust Funds	30,689.60	9,840.77
General Capital Fund	5,400.00	
	$ 46,803.54	$ 46,803.54

NOTE 9. PENSION PLANS

Substantially all of the Borough's employees participate in one of the following pension plans which have been established by State statute, and are administered by the New Jersey Division of Pensions and Benefits (Division): the Police and Firemen's Retirement System (PFRS), the Public Employees' Retirement System (PERS) or the Defined Contribution Retirement Program (DCRP). Each plan has a Board of Trustees that is primarily responsible for its administration. The Division issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to the State of New Jersey, Division of Pensions and Benefits. P.O. Box 295, Trenton, New Jersey, 08625-0295.

Public Employees' Retirement System (PERS)

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

The contribution requirements of plan members are determined by State statute. In accordance with Chapter 92 and Chapter 103, P.L. 2007, plan members are required to contribute 5.5% of their annual covered salary. Pursuant to the provisions of Chapter 78 P.L. 2011, the active member contribution rate was increased to 6.5% plus an additional 1.0% phased-in over seven years beginning in the first year. The phase-in of the additional incremental member contribution amount will take place in July of each subsequent year. The State Treasurer has the right under the current law to make temporary reductions in member rates based on the existence of surplus pension assets in the retirement system; however, statute also requires the return to the normal rate when such surplus pension assets no longer exists.

The Borough is billed annually for its normal contribution plus any accrued liability. These contributions, equal to the required contributions are detailed below.

Police and Firemen's Retirement System (PFRS)

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

The contribution requirements of plan members are determined by State statute. In accordance with Chapter 204, P.L. 1989, plan members enrolled in the PFRS are required to contribute 8.5% of their annual covered salary. Pursuant to the provisions of Chapter 78 P.L. 2011, the active member contribution rate was increased to 10% in October, 2011. The State Treasurer has the right under the current law to make temporary reductions in member rates based on the existence of surplus pension assets in the retirement system; however, the statute also requires the return to the normal rate when such surplus pension assets no longer exist.

The Borough is billed annually for its normal contributions plus any accrued liability. These contributions, equal to the required contributions are detailed below.

	2012		2011		2010	
	PERS	PFRS	PERS	PFRS	PERS	PFRS
Normal Contribution	$ 16,693	$ 36,656	$ 18,869	$ 57,395	$ 16,972	$ 38,595
Accrued Liability	33,387	41,254	30,067	46,021	21,808	27,496
Total Regular Pension Cont.	50,080	77,910	48,936	103,416	38,780	66,091
Non-Contributory Group						
Life Insurance	3,191	2,854	3,717	4,498	5,378	3,360
Total Due	$ 53,271	$ 80,764	$ 52,653	$ 107,914	$ 44,158	$ 69,451

NOTE 9. PENSION PLANS (CONT'D)

Defined Contribution Retirement Program (DCRP)

The Defined Contribution Retirement Program was established in 2007, under the provisions of Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007 (N.J.S.A.43:15C-1 et. seq), and expanded under the provisions of Chapter 89, P.L. 2008 and Chapter 1, P.L. 2010. The Defined Contribution Retirement Program Board oversees the DCRP, which is administered by Prudential Financial on behalf of the Divisions of Pensions and Benefits. The DCRP provides eligible members, and their beneficiaries, with a tax-sheltered, defined contribution retirement benefit, along with life insurance and disability coverage. Vesting and benefit provisions are established by N.J.S.A. 43:15C-1 et. seq.

The contribution requirements of plan members are determined by State statute. In accordance with Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007, plan members are required to contribute 5.5% of their annual covered salary. Pursuant to the provisions of Chapter 78 P.L. 2011, the active member contribution rate was increased to 6.5% plus an additional 1.0% phased-in over seven years beginning in the first year. The phase-in of the additional incremental member contribution amount will take place in July of each subsequent year. The State Treasurer has the right under the current law to make temporary reductions in rates based on the existence of surplus pension assets in the retirement system; however, state statute also requires the return to the normal rate when such surplus pension assets no longer exist. The employee contributions along with the Borough's contribution for each pay period are transmitted to Prudential Financial not later than the fifth business day after the date on which the employee is paid for that pay period.

There were no Borough employees enrolled in the DCRP for the years ended December 31, 2012, 2011 and 2010.

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

NOTE 10. OTHER POSTEMPLOYMENT BENEFITS (OPEB)

The financial statements of the Borough are not prepared in accordance with Governmental Standards Board Statement No. 45. The following information is provided in accordance with the requirements of the Statement.

Plan Description – The Borough contributes to the State Health Benefits Program ("SHBP"), a cost-sharing multiple-employer defined benefit post-employment healthcare plan administered by the State of New Jersey Division of Pension and Benefits. SHBP was established in 1961 under N.J.S.A. 52:14-17.25 et seq. to provide health benefits to State employees, retirees, and their dependents. Rules governing the operation and administration of the program are found in Title 17, Chapter 9 of the New Jersey Administrative code. SHBP provides medical, prescription drugs, mental health/substance abuse, and Medicare Part B reimbursement to retirees and their covered dependents.

The SHBP was extended to employees, retirees, and dependents of participating local public employers in 1964. Local employers must adopt a resolution to participate in the SHBP. The Borough's defined benefit postemployment healthcare plan provides post employment health care benefits, at its cost, to certain retired employees. A Borough employee will receive paid health insurance benefits upon retirement from the Borough provided they 1) retire from the Borough with at least twenty-five years of service in the New Jersey Public Employees Retirement System, 2) retire from the Borough with at least twenty years of service with the Borough, and 3) at the time of retirement the employee is at least sixty-two years of age. Retirees will not be eligible to receive paid health coverage for their spouses or for their dependents.

The State Health Benefits Commission is the executive body established by statute to be responsible for the operation of the SHBP. The State of New Jersey Division of Pensions and Benefits issues a publicly available financial report that includes financial statements and required supplementary information for SHBP. That report may be obtained by writing to the State of New Jersey, Division of Pensions and Benefits, P.O. Box 295, Trenton, New Jersey 08625.

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

Contributions to pay for the health premiums of participating retirees in the SHBP are billed to the Borough on a monthly basis. The Borough funds these benefits on a pay-as-you-go basis and therefore does not record accrued expenses related to these benefits. During the year 2012, 2011 and 2010 there were seven, seven and seven retired employees, respectively who received this benefit resulting in payments of $124,089, $120,471 and $109,361 in related health care premiums.

NOTE 11. COMPENSATED ABSENCES

Police officers hired prior to January 8, 2009 are entitled to thirty paid sick leave days each year and are permitted to accumulate up to ten sick days per year with a maximum of seventy days. Officers hired after January 8, 2009 are entitled to fifteen days of sick leave each year and are permitted to accumulate up to fifteen sick days per year with a maximum of eighty-five days. Vacation days not used during the year may not be accumulated and carried forward. At the time of an officer's retirement, in accordance with the New Jersey Police and Firemen's Pension System, the officer will be paid fifty percent of all accumulated sick pay based on an eight-hour day at their current hourly rate.

All other Borough employees are not entitled to be compensated for accumulated unused sick leave days.

The Borough does not record accrued expenses related to compensated absences. However, it is estimated that, at December 31, 2012, accrued benefits for compensated absences are valued at $23,121.86.

The Borough has established a Compensated Absences Trust Fund to set aside funds for the future payments of compensated absences. At December 31, 2012 the balance of the fund is $30,000.00.

NOTE 12. DEFERRED COMPENSATION SALARY ACCOUNT

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

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

NOTE 13. JOINT INSURANCE POOL

The Borough is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; employee health and accident claims; and natural disasters.

Commercial Insurance Coverage - The Borough maintains commercial insurance coverage for property and general liability, health benefits, boiler and machinery, surety bonds, crime, public officials' liability, and excess liability coverage for workers compensation and disability benefits.

NOTE 14. NEW JERSEY UNEMPLOYMENT COMPENSATION ISURANCE

The Borough has elected to fund its New Jersey Unemployment Compensation Insurance under the "Benefit Reimbursement Method". Under this plan, the Borough is required to reimburse the New Jersey Unemployment Trust Fund for benefits paid to its former employees and charged to its account with the State. The Borough is billed quarterly for amounts due to the State.

The following is a summary of Borough contributions, employee contributions, reimbursements to the State for benefits paid and the ending balance of the Borough's trust fund for the current and previous two years:

Fiscal Year	Borough Contributions	Employee Contributions	Amount Reimbursed	Ending Balance
2012	$ 148	$ 1,434	$ 1,851	$ 22,179
2011	158	1,460	1,842	22,448
2010	251	1,475	1,582	22,672

NOTE 15. CAPITAL DEBT

Summary of Municipal Debt

	Year 2012	Year 2011	Year 2010
Issued:			
General Bonds and Notes	$ 1,021,702	$ 1,234,375	$ 1,353,546
Loans	5,642	7,822	9,958
Total Issued	1,027,344	1,242,197	1,363,504
Authorized But Not Issued:			
General Bonds and Notes	252,948	287,275	294,854
Net Debt	$ 1,280,292	$ 1,529,472	$ 1,658,358

Serial Bonds are authorized in accordance with State law. All bonds are retired in serial installments within the statutory period of usefulness. Serial Bonds payable at December 31, 2012 consisted of the following issues:

Purpose	Date of Maturity	Interest Rate	Amount
General Obligation Bonds of 2002	7/15/2023	4.50%	$ 344,000

Summary of Statutory Debt Condition - Annual Debt Statement

The summarized statement of debt condition which follows is prepared in accordance with required method of setting up the Annual Debt Statement and indicates a statutory net debt of 0.467%.

	Gross Debt	Deductions	Net Debt
Local School District Debt	$ 510,000	$ 510,000	
General Debt	1,280,292		$ 1,280,292
Total	$ 1,790,292	$ 510,000	$ 1,280,292

Net Debt, $1,280,292 divided by Equalized Valuation Basis per N.J.S.A. 40A:2-2, as amended, $273,974,435 equals 0.467%.

Equalized Valuation Basis:

2010	$ 287,324,524
2011	277,141,768
2012	257,457,013
Average	$ 273,974,435

NOTE 15. CAPITAL DEBT (CONT'D)

Borrowing Power Under N.J.S.A. 40A:2-6

3 1/2% of Equalized Valuation Basis (Municipal)	$	9,589,105
Net Debt		1,280,292
Remaining Borrowing Power	$	8,308,813

The foregoing debt information is in agreement with the Revised Annual Debt Statement filed by the Chief Financial Officer.

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

Serial Bonds Payable

	General		
Year	Principal	Interest	Total
2013	$ 87,000	$ 13,523	$ 100,523
2014	87,000	9,607	96,607
2015	87,000	5,692	92,692
2016	83,000	1,867	84,867
Total	$ 344,000	$ 30,689	$ 374,689

Green Trust Loan Payable

The Borough received loan proceeds in the amount of $35,000 from the State of New Jersey Green Trust Loan Program. The loan has a stated interest rate of 2.00% with a final maturity on April 17, 2015. As of December 31, 2012, the balance payable amounts to $5,642.

Future principal and interest payments are as follows:

Year	Principal	Interest	Total
2013	$ 2,223	$ 102	$ 2,325
2014	2,268	57	2,325
2015	1,151	12	1,163
Total	$ 5,642	$ 171	$ 5,813

NOTE 15. CAPITAL DEBT (CONT'D)

Bond Anticipation Notes Payable

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

As of December 31, 2012, the Borough had outstanding bond anticipation notes as follows:

Fund	Amount Outstanding	Interest Rate	Maturity Date
General Capital	$ 142,000	2.25%	June 21, 2013
General Capital	142,500	(1)	October 10, 2013
General Capital	393,202	(1)	December 8, 2013
Total	$ 677,702		

(1) There is no interest rate as the Current Fund of the Borough holds these notes as an investment. See Note 3.

NOTE 16. LEASE OBLIGATIONS

At December 31, 2012 the Borough had operating lease agreements in effect for the rental of the fire engine room; police station and storage space; municipal court office and a leaf compost site. All lease agreements are for an indefinite period of time. Rental payments under the operating leases for the year ended December 31, 2012 were $13,200.

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

Year	Total
2013	$ 13,200
2014	13,200
Total	$ 26,400

NOTE 17. SCHOOL TAXES

Local District School Tax has been raised and liabilities deferred by statute, resulting in the school taxes payable set forth in the Current Fund Liabilities as follows:

	Local District School Tax Balance December 31,	
	2012	2011
Balance of Tax	$ 2,323,385	$ 2,279,382
Deferred	848,766	848,766
School Tax Payable	$ 1,474,619	$ 1,430,616

NOTE 18. CONTINGENCIES

The Borough participates in a number of state and federally assisted grant programs. The programs are subject to compliance audits under the single audit approach. Such audits could lead to requests for reimbursement by the grantor agency for expenditures disallowed under terms of the grants. Management believes that the amount from future audits, if any, would not be material.

SUPPLEMENTAL EXHIBITS

CURRENT FUND

BOROUGH OF RIVERTON

Current Fund

Statement of Cash - Collector/Treasurer
For the Year Ended December 31, 2012

		CURRENT FUND		FEDERAL AND STATE GRANT FUND
Balance December 31, 2011		$ 1,756,260.14		$ 12,509.14
Receipts:				
Taxes Receivable	$ 7,349,961.49			
Sewer Rent Receivable	453,625.12			
Revenue Accounts Receivable	401,079.26			
Due from State of New Jersey - Senior Citizens and Veterans Deductions	32,903.62			
Interest and Cost on Taxes	39,651.64			
Prepaid 2013 Taxes	40,066.76			
Tax Overpayments	3,428.99			
Federal and State Grants Receivable			$ 174,313.71	
Refund of Accounts Payable	172,617.00			
Due to Capital Fund	6,073.19			
Due to State of NJ - Construction Code Fees	2,063.00			
Miscellaneous Revenue Not Anticipated	24,161.37			
Total Receipts		8,525,631.44		174,313.71
Total Funds Available		10,281,891.58		186,822.85
Disbursements:				
2012 Appropriations	2,477,280.64			
2011 Appropriation Reserves and Accounts Payable	90,308.90			
Accounts Payable	144,514.41			
Due to State of NJ - Construction Code Fees	2,110.00			
Investment - Bond Anticipation Note	34,326.81			
County Taxes Payable	1,050,502.83			
Local District School Tax	4,602,766.50			
Due County for Added Taxes	1,308.65			
Due to Capital Fund	57,354.10			
Due from Other Trust Fund	500.00			
Tax Overpayments Refunded	1,624.89			
Reserve for Federal and State Grant Funds - Appropriated			157,115.96	
Total Disbursements		8,462,597.73		157,115.96
Balance December 31, 2012		$ 1,819,293.85		$ 29,706.89

EXHIBIT A-5

BOROUGH OF RIVERTON

Current Fund

Schedule of Taxes Receivable and Analysis of Property Tax Levy
For the Year Ended December 31, 2012

Year	Balance December 31, 2011	Added Taxes	2012 Levy	Collections by Cash 2011	Collections by Cash 2012	State Share of Senior Citizen and Veterans Deductions Allowed	Canceled	Balance December 31, 2012
Bankruptcy	$ 7,698.69				$ 5,414.28			$ 2,284.41
2010	1,426.04				1,426.04			
2011	164,378.17				164,378.17			
	173,502.90				171,218.49			2,284.41
2012			$ 7,422,698.65	$ 48,253.05	7,178,743.00	$ 37,684.14	$ 10,138.02	147,880.44
Total	$ 173,502.90	$ -	$ 7,422,698.65	$ 48,253.05	$ 7,349,961.49	$ 37,684.14	$ 10,138.02	$ 150,164.85

ANALYSIS OF PROPERTY TAX LEVY

Tax Yield:		
General Purpose Tax		$ 7,372,521.21
Added Taxes (54:4 -63.1 et seq.)		14,927.44
Senior Citizens and Veterans Deductions Allowed Per Original Levy		35,250.00
Total		$ 7,422,698.65
Tax Levy:		
Local District School Tax (Abstract)		$ 4,646,770.00
County Taxes:		
Regular Tax (Abstract)	$ 855,997.18	
Library Tax (Abstract)	83,733.82	
Open Space Preservation Tax (Abstract)	110,771.83	
Amount Due County for Added Taxes (54:4-63.1 et. Seq.)	716.36	1,051,219.19
Local Tax for Municipal Purposes	1,716,694.36	
Additional Tax Levies	8,015.10	1,724,709.46
Total		$ 7,422,698.65

BOROUGH OF RIVERTON

Current Fund

Schedule of Revenue Accounts Receivable
For the Year Ended December 31, 2012

	Balance December 31, 2011	Accrued in 2012	Collected	Balance December 31, 2012	Remarks
Borough Clerk:					
Registrar of Vital Statistics - Licenses		$ 1,860.00	$ 1,860.00		
Street Opening Permits		1,800.00	1,800.00		
Cell Tower Fees		37,212.52	37,212.52		
Municipal Court - Fines and Costs	$ 3,232.84	58,616.84	57,888.16	$ 3,961.52	Dec. 2012
Fire Official - Uniform Fire Safety - Fees and Permits		6,991.70	6,991.70		
Construction Code Fees		35,311.00	35,311.00		
Interest on Investments and Bank Deposits		5,512.59	5,512.59		
Energy Receipts Tax		215,915.00	215,915.00		
Consolidated Municipal Property Tax Relief Aid		14,662.00	14,662.00		
Payments in Lieu of Taxes		14,412.96	14,412.96		
Cable TV Franchise Fees	9,513.33	9,576.48	9,513.33	9,576.48	Dec. 2012
Total	$ 12,746.17	$ 401,871.09	$ 401,079.26	$ 13,538.00	

EXHIBIT A-7

BOROUGH OF RIVERTON

Current Fund

Schedule of Sewer Rent Recievable
For the Year Ended December 31, 2012

Balance December 31, 2011	$ 34,965.21
Increased by:	
Sewer Rent Billed in 2012	447,585.00
Total	482,550.21
Decreased by:	
Collections	453,625.12
Balance December 31, 2012	$ 28,925.09

EXHIBIT A-8

BOROUGH OF RIVERTON

Current Fund

Schedule of Due From State of New Jersey-
Senior Citizen and Veterans' Deductions
For the Year Ended December 31, 2012

Balance December 31, 2011		$ 4,422.69
Increased by:		
Accrued in 2012:		
Senior Citizens Deductions Per Billings	$ 5,750.00	
Veterans Deductions Per Billings	29,500.00	
	35,250.00	
Add - Current Year Senior Citizen and Veteran Allowed by Collector	5,685.49	
Less - Current Year Senior Citizen and Veteran Allowed by Collector	(3,251.35)	
		37,684.14
		42,106.83
Decreased by:		
Cash Received		32,903.62
Balance December 31, 2012		$ 9,203.21

BOROUGH OF RIVERTON

CURRENT FUND

Statement of 2011 Appropriation Reserves and Reserve for Encumbrances
For The Year Ended December 31, 2012

	Balance December 31, 2011		Balance After	Paid or	Balance
	Encumbered	Reserved	Transfers	Charged	Lapsed
Salaries and Wages:					
Collection of Taxes		$ 78.98	$ 78.98		$ 78.98
Police		3,705.52	3,705.52		3,705.52
Fire Official		0.30	0.30		0.30
Road Repair and Maintenance		1,521.44	1,521.44		1,521.44
Registrar of Vital Statistics		0.07	0.07		0.07
Recreation		168.75	168.75		168.75
Other Expenses:					
Mayor and Council	$ 102.91	336.24	439.15	$ 102.91	336.24
Borough Clerk	957.47	4,132.61	5,090.08	1,270.33	3,819.75
Financial Administration	678.90	1,253.60	1,932.50	678.90	1,253.60
Computerizing Data Processing	194.00		194.00	122.00	72.00
Collection of Taxes	181.00	1,192.41	1,373.41	181.00	1,192.41
Assessment of Taxes	600.00	105.49	705.49	458.75	246.74
Legal Services and Costs	1,382.50	3,181.83	4,564.33	1,382.50	3,181.83
Engineer	4,078.75	6,475.00	10,553.75		10,553.75
Planning Board	240.00	304.08	544.08	399.36	144.72
Zoning Board		587.06	587.06		587.06
Insurance		151.50	151.50		151.50
Police	4,013.88	3,706.81	7,720.69	3,606.42	4,114.27
Aid to Volunteer Ambulance Squad		7,012.00	7,012.00		7,012.00
Fire	2,839.35	1,360.88	4,200.23	1,881.35	2,318.88
Fire Official		68.70	68.70		68.70
Road Repair and Maintenance	14,612.74	1,723.64	16,786.38	14,443.30	2,343.08
Shade Tree Commission	1,234.50	249.28	1,483.78	1,234.50	249.28
Solid Waste Collection	7,384.00	1,000.00	8,984.00	7,252.99	1,731.01
Public Buildings and Grounds	464.42	2,326.74	1,741.16	529.43	1,211.73
Vehicle Maintenance	431.40	4,131.63	4,563.03	3,447.64	1,115.39
Registrar of Vital Statistics		375.00	375.00		375.00
Forward	39,395.82	45,149.56	84,545.38	36,991.38	47,554.00

(Continued)

BOROUGH OF RIVERTON

CURRENT FUND

Statement of 2011 Appropriation Reserves and Reserve for Encumbrances
For The Year Ended December 31, 2012

	Balance December 31, 2011		Balance After	Paid or	Balance
	Reserved	Encumbered	Transfers	Charged	Lapsed
Forward	$ 39,395.82	$ 45,149.56	$ 84,545.38	$ 36,991.38	$ 47,554.00
Other Expenses (Cont'd):					
Animal Control	981.50		991.50	991.50	
Recreation	145.00	677.83	822.83	145.00	677.83
Celebration of Public Events	350.00	150.00	500.00	350.00	150.00
Electricity	6,708.33	17,034.42	20,326.94	12,992.98	7,333.96
Street Lighting	4,176.67	5,030.99	9,207.66	8,561.09	646.57
Telephone	1,067.97		1,067.97	1,067.97	
Water	123.31	770.04	893.35	123.31	770.04
Fire Hydrant Service	3,324.09	110.92	3,435.01	3,324.09	110.92
Sewerage Processing	11,541.27	1,315.80	12,857.07	12,723.68	133.39
Gasoline	3,499.92		6,905.73	6,905.73	
Landfill and Solid Waste Disposal Costs	6,132.17	8,887.76	15,019.93	6,132.17	8,887.76
Municipal Court		1,414.06	1,414.06		1,414.06
Construction Code Office		161.00	161.00		161.00
Contribution to Social Security System		0.01	0.01		0.01
Total	$ 77,446.05	$ 80,702.39	$ 158,148.44	$ 90,308.90	$ 67,839.54

EXHIBIT A-10

BOROUGH OF RIVERTON

Current Fund

Schedule of Local District School Tax Payable
For the Year Ended December 31, 2012

Balance December 31, 2011:		
School Tax Payable	$ 1,430,615.53	
School Tax Deferred	848,766.00	$ 2,279,381.53
Increased by:		
Levy - School Year July 1, 2012 to June 30, 2013		4,646,770.00
Total		6,926,151.53
Decreased by:		
Payments		4,602,766.50
Balance December 31, 2012:		
School Tax Payable	1,474,619.03	
School Tax Deferred	848,766.00	$ 2,323,385.03

2012 Liability for Local District School Tax:	
Tax Paid	$ 4,602,766.50
Tax Payable December 31, 2012	1,474,619.03
Total	6,077,385.53
Less:	
Tax Payable December 31, 2011	1,430,615.53
Amount Charged to 2012 Operations	$ 4,646,770.00

EXHIBIT A-11

BOROUGH OF RIVERTON

Federal and State Grant Fund

Schedule of Federal and State Grants Receivable
For the Year Ended December 31, 2012

	Balance December 31, 2011	Accrued	Received	Balance December 31, 2012
State Grants:				
Clean Communities Grant		$ 4,932.90	$ 4,932.90	
Recycling Tonnage Grant		3,714.90	3,714.90	
Alcohol Education Rehab Grant		107.93	107.93	
Body Armor Grant		1,327.83	1,327.83	
Burlington County Park Improvement	$ 118,265.15	300,000.00	47,665.15	$ 370,600.00
Total State Grants	118,265.15	310,083.56	57,748.71	370,600.00
Federal Grants:				
NJ Transportation Trust Fund	175,000.00		116,175.00	58,825.00
Bullet Proof Vest Partnership Program		800.00	390.00	410.00
Total Federal Grants	175,000.00	800.00	116,565.00	59,235.00
Total	$ 293,265.15	$ 310,883.56	$ 174,313.71	$ 429,835.00

BOROUGH OF RIVERTON

Federal and State Grant Fund

Schedule of Reserve for Federal and State Grants - Unappropriated
For the Year Ended December 31, 2012

	Balance December 31, 2011	Federal and State Grant Receivable	Realized as Revenue 2012	Balance December 31, 2012
Federal Grants:				
Bullet Proof Vest Program		$ 800.00	$ 800.00	
State Grants:				
Clean Communities Grant	$ 5,019.14	4,932.90	5,019.14	$ 4,932.90
Recycling Tonnage Grant	6,126.16	3,714.90	6,126.16	3,714.90
Alcohol Education Rehab Grant	755.09	107.93	755.09	107.93
Drunk Driving Enforcement Grant	3,612.95		3,612.95	
Body Armor Grant	926.04	1,327.83	926.04	1,327.83
Burlington County Park Improvement		300,000.00	300,000.00	
Total State Grants	16,439.38	310,083.56	316,439.38	10,083.56
Total	$ 16,439.38	$ 310,883.56	$ 317,239.38	$ 10,083.56

BOROUGH OF RIVERTON

Federal and State Grant Fund

Schedule of Reserve for Federal and State Grants - Appropriated
For the Year ended December 31, 2012

	Balance December 31, 2011	Transferred from 2012 Budget Appropriation	Disbursed	Balance December 31, 2012
State Grants:				
Clean Communities Grant	$ 17,480.90	$ 5,019.14	$ 1,686.13	$ 20,813.91
Recycling Tonnage Grant	1,969.90	6,126.16	4,150.00	3,946.06
Drunk Driving Enforcement Fund	1,953.31	3,612.95	887.55	4,678.71
Community Steward Incentive	325.00			325.00
Alcohol Education Rehabilitation	2,949.79	755.09	22.78	3,682.10
Green Communities	2,495.00			2,495.00
Burlington County Park Improvement	68,845.00	300,000.00		368,845.00
Body Armor Grant	5,402.47	926.04	2,340.00	3,988.51
Stormwater Grant	3,875.97			3,875.97
Emergency Management Grant	823.59			823.59
Domestic Violence	137.04			137.04
Total State Grants	106,257.97	316,439.38	9,086.46	413,610.89
Federal Grants:				
NJ Transportation Trust Fund	175,000.00		148,029.50	26,970.50
Motor Veh. Aggressive Driver Crack Down	8,076.94			8,076.94
Bullet Proof Vest Program		800.00		800.00
	183,076.94	800.00	148,029.50	35,847.44
Total State Grants	$ 289,334.91	$ 317,239.38	$ 157,115.96	$ 449,458.33

TRUST FUND

EXHIBIT B-1

BOROUGH OF RIVERTON

Trust Fund

Schedule of Cash - Treasurer
For the Year Ended December 31, 2012

	Animal Control	Other
Balance December 31, 2011	$ 1,378.68	$ 223,908.78
Receipts:		
Animal Control Fund:		
Reserve for Animal Control Fund Expenditures	443.29	
Prepaid 2013 Licenses	24.80	
State Registration Fees	135.60	
Due State of New Jersey:		
Marriage License Fees		525.00
Reserve for Unemployment Compensation		1,582.53
Reserve for Flexible Spending Fund		999.96
Reserve for Shade Tree Commission		4,775.00
Reserve for Veterans Affairs Fund		1,098.00
Reserve for Tax Sale Premium		18,147.66
Due to Current Fund		3,722.37
Reserve for Developers Escrow Fund		3,849.33
Payroll Account:		
Net Payroll		673,017.24
Payroll Withholdings		514,347.81
Reserve for Police Forfeited Property		5,510.19
Reserve for POAA		16.72
Tax Title Lien Redemption Payable		17,946.39
Reserve for Parks and Recreation		2.73
Total Receipts	603.69	1,245,540.93
Subtotal	1,982.37	1,469,449.71

(Continued)

EXHIBIT B-1

BOROUGH OF RIVERTON

Trust Fund

Schedule of Cash - Treasurer
For the Year Ended December 31, 2012

	Animal Control	Other
Disbursements:		
Due State of New Jersey:		
Marriage License Fees		$ 450.00
Animal Control Account:		
State of New Jersey	$ 137.00	
Reserve for Animal Control Expenditures	117.50	
Due to Current Fund		7,910.01
Reserve for Shade Tree Commission		1,275.97
Reserve for Unemployment Compensation		1,851.50
Reserve for Flexible Spending Fund		792.00
Reserve for Veterans Affairs Fund		225.00
Reserve for Trust Premium		15,800.00
Reserve for Developers Escrow Fund		5,052.38
Payroll Account:		
Payment to Withholding Agencies		673,017.24
Net Payroll		504,262.03
Tax Title Lien Redemption Payable		25,316.78
Total Disbursements	254.50	1,235,952.91
Balance December 31, 2012	$ 1,727.87	$ 233,496.80

EXHIBIT B-2

BOROUGH OF RIVERTON

Dog License Fund

Schedule of Reserve for Animal Control Fund Expenditures
For the Year Ended December 31, 2012

Balance December 31, 2011		$ 776.28
Increased by:		
2012 Dog License Fees Collected	$ 390.00	
Late Fees	49.00	
Interest Earned	4.29	
	443.29	
2012 Dog License Fees Applied	11.00	
		454.29
Total		1,230.57
Decreased by:		
Expenditures Under RS4:19-15.11	117.50	
Due to Current Fund	283.17	
		400.67
Balance December 31, 2012		$ 829.90

License Fees Collected

Year:	
2010	$ 405.00
2011	424.90
Total	$ 829.90

EXHIBIT B-3

BOROUGH OF RIVERTON

Trust - Other Funds

Schedule of Payroll Deductions Payable
For the Year Ended December 31, 2012

Balance December 31, 2011	$ 4,216.53
Increased by:	
Payroll Deductions Received	514,347.81
Total	518,564.34
Decreased by:	
Payroll Deductions Disbursed	504,262.03
Balance December 31, 2012	$ 14,302.31

Analysis of Balance:	
Pensions	$ 6,865.07
Federal Taxes Withheld	5,580.52
State Taxes Withheld	836.56
Health Benefits	1,120.16
Total	$ 14,402.31

EXHIBIT B-4

BOROUGH OF RIVERTON

Trust - Other Funds

Schedule of Reserve For Developer's Escrow Deposits
For the Year Ended December 31, 2012

Balance December 31, 2011	$ 135,578.60
Increased by Receipts	3,849.33
Subtotal	139,427.93
Decreased by:	
Cash Disbursed	5,052.38
Balance December 31, 2012	$ 134,375.55

Note: A permanent list of individual account balances was not on file in the Treasurer's office.

EXHIBIT B-5

Schedule of Reserve For Environmental Fund
For the Year Ended December 31, 2012

Balance December 31, 2011	$ 8,155.26
Increased by Receipts	
	8,155.26
Decreased by Disbursements	
Balance December 31, 2012	$ 8,155.26

GENERAL CAPITAL FUND

EXHIBIT C-2

BOROUGH OF RIVERTON

General Capital Fund

Schedule of Cash - Treasurer
For the Year Ended December 31, 2012

Balance December 31, 2011		$ 46,832.64
Receipts:		
Sale of Bond Anticipation Note	$ 34,326.81	
Due from Current Fund	57,599.99	
		91,926.80
Total		138,759.44
Disbursements:		
Improvement Authorizations	37,613.83	
Due to Current Fund	6,319.08	
		43,932.91
Balance December 31, 2012		$ 94,826.53

EXHIBIT C-3

BOROUGH OF RIVERTON

General Capital Fund

Analysis of General Capital Cash and Investments
For the Year Ended December 31, 2012

Fund Balance		$ 1,666.64
Capital Improvement Fund		869.81
Due from Current Fund		(5,400.00)
Bond Anticipation Notes Payable		677,701.68
Improvement Authorizations:		
Ordinance Number		
2002-4	Various Improvements	(101,069.46)
2005-6	Various Improvements	(142,500.00)
2007-3	Various Improvements:	
	Purchase of Police Equipment	741.17
	2007 Road Program	19,563.21
	Computer Equipment	381.28
	Office Equipment	3,800.32
2009-5	2009 Road Program	(248,363.68)
2009-6	Purchase of lawnmower & improvement to Borough offices	324.31
2010-4	Various Improvements	(54,588.00)
2011-8	Various Improvements	(58,300.75)
	Total	$ 94,826.53

BOROUGH OF RIVERTON

General Capital Fund

Schedule of Deferred Charges to Future Taxation - Unfunded
For the Year Ended December 31, 2012

Ordinance Number	Improvement Description	Balance December 31, 2012	Analysis of Balance December 31, 2012: Financed by Bond Aniticpation Notes	Analysis of Balance December 31, 2012: Expenditures	Analysis of Balance December 31, 2012: Unexpended Improvement Authorization
2002-4	Various Improvements:				
	Purchase of Fire Truck	$ 142,000.00	$ 142,000.00		
2005-6	Various Improvements:				
	2005 Road Program	142,500.00	142,500.00		
2009-5	2009 Road Program	314,000.00	248,363.68		$ 65,636.32
2010-4	Various Improvements:				
	Purchase of Police Vehicle	23,500.00	23,063.00		437.00
	Purchase of Fire Vehicle	23,500.00	23,500.00		
	Improvements to Park	192,150.00	5,275.00		186,875.00
	Purch. of Computer for Police Dept.	2,750.00	2,750.00		
2011-8	Various Improvements:				
	Purchase of Police Vehicle	33,250.00	33,250.00		
	Purchase of Salt Spreader	9,500.00	9,500.00		
	2011 Road Program	47,500.00	47,500.00		
		$ 930,650.00	$ 677,701.68	$ -	$ 252,948.32

Improvement Authorizations - Unfunded		$ 325,828.11
Less - Unexpended Proceeds from Bond Anticipation Notes:		
Ordinance 2002-4	$ 40,930.54	
Ordinance 2011-8	31,949.25	
		72,879.79
Total		$ 252,948.32

EXHIBIT C-5

BOROUGH OF RIVERTON

General Capital Fund

Statement of Capital Improvement Fund
For the Year Ended December 31, 2012

Balance December 31, 2011 and 2012	$ 869.81

EXHIBIT C-6

BOROUGH OF RIVERTON

General Capital Fund

Schedule of Improvement Authorizations
For the Year Ended December 31, 2012

Ordinance Number	Improvement Description	Ordinance Date	Ordinance Amount	Balance December 31, 2011 Funded	Balance December 31, 2011 Unfunded	2012 Authorizations: Capital Improvement Fund	2012 Authorizations: Deferred Charges To Future Taxation Unfunded	Paid or Charged	Balance December 31, 2012 Funded	Balance December 31, 2012 Unfunded
2002-4	Multi-purpose:	07/11/02								
	a. Purch. and/or Renov. to Municipal Facility		$ 706,400		$ 36,478.88					$ 36,478.88
	c. Repairs to Seawall		16,000		4,451.66					4,451.66
2007-3	Multi-purpose:	05/21/07	153,800							
	a. Purchase of Police Equipment			$ 3,355.00				$ 2,613.83	$ 741.17	
	b. 2007 Road Program			19,563.21					19,563.21	
	c. Computer Equipment			381.28					381.28	
	d. Office Equipment			3,800.32					3,800.32	
2009-5	2009 Road Program	12/12/09	200,000		65,636.32					65,636.32
2009-6	Purchase of Lawnmower & Improvements to Borough offices	06/10/09	19,250	324.31					324.31	
2010-4	Multi-purpose:	07/14/10								
	a. Purch. Of Police Vehicle		25,000		437.00					437.00
	c. Improvements to Park		201,875		186,875.00					186,875.00
	d. Purchase of Computer for Police Dept.		2,900							
2011-8	Multi-purpose:	06/08/11								
	a. Purch. Of Police Vehicle		35,000	1,750.00	33,250.00			35,000.00		
	b. Purch. Of Salt Spreader		10,000		1,738.00					1,738.00
	c. 2011 Road Program		50,000		30,211.25					30,211.25
	Total			$ 29,174.12	$ 359,078.11	$ -	$ -	$ 37,613.83	$ 24,810.29	$ 325,828.11

EXHIBIT C-7

BOROUGH OF RIVERTON

General Capital Fund

Schedule of General Serial Bonds
For the Year Ended December 31, 2012

Purpose	Date of Issue	Amount of Original Note	Maturities of Bonds Outstanding December 31, 2012 Date	Amount	Interest Rate	Balance December 31, 2011	Issued	Decreased	Balance December 31, 2012
General Bonds of 2001	3/15/01	$ 1,301,000	3/15/13 - 3/15/15	$ 87,000	4.50%	$ 431,000.00		$ 87,000.00	$ 344,000.00
			3/15/2016	83,000	4.50%				
			Total			$ 431,000.00	$ -	$ 87,000.00 (1)	$ 344,000.00

(1) Paid by Budget Appropriation

EXHIBIT C-8

BOROUGH OF RIVERTON

General Capital Fund

Statement of Green Acres Trust Loan Proceeds Payable
For the Year Ended December 31, 2012

Balance December 31, 2011	$ 7,821.52
Decreased by:	
Paid by Budget Appropriation	2,179.41
Balance December 31, 2012	$ 5,642.11

Analysis of Balance - December 31, 2012

Year	Principal	Interest	Total
2013	$ 2,223.22	$ 101.78	$ 2,325.00
2014	2,267.90	57.10	2,325.00
2015	1,150.99	11.51	1,162.50
	$ 5,642.11	$ 170.39	$ 5,812.50

EXHIBIT C-9

BOROUGH OF RIVERTON

General Captial Fund

Schedule of Bond Anticipation Notes
For the Year Ended December 31, 2012

Ordinance Number	Improvement Description	Date of Issue of Original Note	Date of Issue	Date of Maturity	Interest Rate	Balance December 31, 2011	Increased	Decreased	Balance December 31, 2012
2002-4	Multi-Purpose	07/21/04	06/23/11	6/22/12	2.25%	$ 242,000.00		$ 242,000.00	
2002-4	Multi-Purpose	07/21/04	08/21/12	6/21/13	2.25%		$ 142,000.00		$ 142,000.00
2005-6	Multi-Purpose	10/12/06	10/11/11	10/11/12	Nil.	172,500.00		172,500.00	
2005-6	Multi-Purpose	10/12/06	10/10/12	10/10/13	Nil.		142,500.00		142,500.00
2009-5	2009 Road Program	12/12/09	12/10/11	12/9/12	Nil.	278,363.68		278,363.68	
2009-5	2009 Road Program	12/12/09	12/9/12	12/8/13	Nil.		248,363.68		248,363.68
2010-4	Multi-Purpose	12/10/10	12/10/11	12/9/12	Nil.	54,588.00		54,588.00	
2010-4	Multi-Purpose	12/10/10	12/9/12	12/8/13	Nil.		54,588.00		54,588.00
2011-8	Multi-Purpose	12/10/11	12/10/11	12/9/12	Nil.	55,923.19		55,923.19	
2011-8	Multi-Purpose	12/10/11	12/9/12	12/8/13	Nil.		90,250.00		90,250.00
			6/25/09	7/1/09		$ 803,374.87	$ 677,701.68	$ 803,374.87	$ 677,701.68

Nil. = Held as an investment in the Current Fund

Renewal	$ 643,374.87	$ 643,374.87
Receipts	34,326.81	
Paid by Budget		160,000.00
	$ 677,701.68	$ 803,374.87

EXHIBIT C-10

BOROUGH OF RIVERTON

General Capital Fund

Statement of Bonds and Notes Authorized but not Issued
For the Year Ended December 31, 2012

Ordinance Number	Improvement Description	Balance December 31, 2011	2012 Authorizations	Bond Anticipation Notes Issued	Balance December 31, 2012
2009-5	2009 Road Program	$ 65,636.32			$ 65,636.32
2010-4	Various Capital Improvements	187,312.00			187,312.00
2011-8	Various Capital Improvements	34,326.81		$ 34,326.81	-
	Total	$ 287,275.13	$ -	$ 34,326.81	$ 252,948.32

PUBLIC ASSISTANCE FUND

EXHIBIT D-1

BOROUGH OF RIVERTON

PUBLIC ASSISTANCE FUND

Schedule of Cash - Treasurer
For the Year Ended December 31, 2012

	P.A.T.F. I
Balance December 31, 2011	$ 721.17
Increased by Receipts:	
Interest Earned	1.90
Total	723.07
Decreased by Disbursements	
Balance December 31, 2012	$ 723.07

BOROUGH OF RIVERTON

PART II

Schedule of Findings and Recommendations

For the Year Ended December 31, 2012

BOROUGH OF RIVERTON
Schedule of Findings and Recommendations
For the Year Ended December 31, 2012

Schedule of Financial Statement Findings

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

None

BOROUGH OF RIVERTON
Schedule of Findings and Questioned Costs
For the Year Ended December 31, 2012

Section 3 -- Schedule of Federal Awards and State Financial Assistance Findings and Questioned Costs

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

FEDERAL AWARDS

A federal single audit was not required.

STATE AWARDS

A state single audit was not required.

BOROUGH OF RIVERTON
Summary Schedule of Prior Year Audit Findings
And Questioned Costs as Prepared by Management

This section identifies the status of prior year findings related to the financial statements and federal awards and state financial assistance that are required to be reported in accordance with *Government Auditing Standard*, OMB Circular A-133 and New Jersey OMB's Circular 04-04.

FINANCIAL STATEMENT FINDINGS

No prior year findings.

FEDERAL AWARDS

A Federal Single Audit was not required.

STATE AWARDS

A State Single Audit was not required.

OFFICIALS IN OFFICE AND SURETY BONDS

The following officials were in office at December 31, 2012:

Name	Title	Amount of Bond	Name of Corporate Surety
William C. Brown	Mayor		
Suzanne Cairns Wells	President of Council		
Jeff Myers	Councilman		
William Corbi	Councilman		
Renee Azelby	Councilwoman		
Michael Kinzler	Councilman		
Joseph Creighton	Councilman		
Mary Longbottom	Borough Clerk, Dog License Clerk, Registrar of Vital Statistics	$ 35,000	(B)
Marianne Hulme	Chief Financial Officer	25,000	(A)
Marianne Hulme	Tax Collector	200,000	(B)
Betty Boyle	Treasurer, Tax Clerk	175,000	(B)
Dolores Rosso	Deputy Tax Collector	100,000	(B)
Edward Schaefer	Construction Code Official	25,000	(A)
Mary Lodato	Code Enforcement Official	25,000	(A)
James Duda	Assessor		
Harry Fox	Engineer		
Bruce M. Gunn	Solicitor		

All Bonds were examined and properly executed.

(A) Selective Insurance Company - Comprehensive Crime Coverage

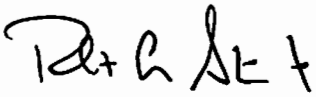
(B) Selective Insurance Company - Separate Surety Bond.

ACKNOWLEDGMENT

We express our appreciation for the assistance and courtesies extended to us by the Borough Officials during the course of our audit.

Respectfully submitted,

INVERSO & STEWART, LLC
Certified Public Accountant



Robert A. Stewart
Certified Public Accountant
Registered Municipal Accountant

March 13, 2013