

**MAHWAH PUBLIC LIBRARY**  
**(A Component Unit of the Township of Mahwah)**

**FINANCIAL STATEMENTS**  
**WITH SUPPLEMENTARY INFORMATION**

**FOR THE YEAR ENDED DECEMBER 31, 2010**

**MAHWAH PUBLIC LIBRARY**  
**(A Component Unit of the Township of Mahwah)**  
**FINANCIAL STATEMENTS WITH SUPPLEMENTARY INFORMATION**  
**FOR THE YEAR ENDED DECEMBER 31, 2010**

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INDEPENDENT AUDITORS' REPORT

The Honorable Board of Trustees  
of the Public Library  
Township of Mahwah, New Jersey

We have audited the accompanying financial statements – regulatory basis of the Mahwah Public Library (A Component Unit of the Township of Mahwah, New Jersey), as of and for the year ended December 31, 2010, as listed in the accompanying table of contents. These financial statements are the responsibility of the Library's management. Our responsibility is to express an opinion on these financial statements based on our audit. The regulatory financial statements as of and for the year ended December 31, 2009 were audited by other auditors whose report thereon dated June 1, 2010, expressed an unqualified opinion on those statements in accordance with accounting practices prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey.

Except as discussed in the following paragraph, we conducted our audit in accordance with auditing standards generally accepted in the United State 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 includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Library's internal control over financial reporting. Accordingly, we express no such opinion. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

As discussed in Note 1, the financial statements previously referred to have been prepared in conformity with accounting practices prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, which differ from accounting principles generally accepted in the United States of America. The effects on the financial statements of the variances between these regulatory accounting practices and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

In our opinion, because of the effects on the financial statements of the requirement that the Library prepare its financial statements in accordance with the accounting practices on the basis of accounting discussed in the preceding paragraph, the financial statements referred to above do not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the Library, State of New Jersey, as of December 31, 2010, or the results of its revenues, expenditures and changes in net assets for the year then ended.

Furthermore, in our opinion, the financial statements referred to above present fairly, in all material respects, the assets, liabilities and net assets – regulatory basis of the various funds of the Library, State of New Jersey, as of December 31, 2010, and the results of its operations and changes in net assets of such funds – regulatory basis for the year then ended, and the revenues – regulatory basis, expenditures – regulatory basis of the various funds, for the year ended December 31, 2010 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.

In accordance with Government Auditing Standards, we have also issued a report dated March 31, 2011, on our consideration of the Library, State of New Jersey's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards and should be read in conjunction with this report in considering the results of our audit.

Our audit was performed for the purpose of forming opinions on the financial statements that collectively comprise the Library's basic financial statements. The supplementary information is presented for the purpose of additional analysis as required by the Division of Local Government Services, Department of Community Affairs, State of New Jersey. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and, in our opinion, is fairly presented in all material respects in relation to the financial statements taken as a whole.

*Garbarini & Co.*

Garbarini & Co. P.C. CPAs

*Paul C. Garbarini*

by: Paul C. Garbarini, CPA  
Registered Municipal Accountant  
License No. 120

Carlstadt, NJ  
March 31, 2011

REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE  
AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED  
IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

The Honorable Board of Trustees  
of the Public Library  
Township of Mahwah, New Jersey

We have audited the financial statements of the Township of Mahwah Public Library (A Component Unit of the Township of Mahwah), as of and for the year ended December 31, 2010 and have issued our report thereon dated March 31, 2011. Our report disclosed that, as described in Note 1 to the financial statements, the Library prepares its financial statements on a basis of accounting prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, that demonstrates compliance with a modified accrual basis and the budget laws of the State of New Jersey, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. We conducted our audit in accordance with auditing standards generally accepted in the United States of America, the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States, and audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey.

Internal Control Over Financial Reporting

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

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

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

#### Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Library'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 Government Services, Department of Community Affairs, State of New Jersey.

This report is intended solely for the information and use of the board of trustees and Library management and is not intended to be and should not be used by anyone other than these specified parties.

*Garbarini & Co.*

Garbarini & Co. P.C. CPAs

*Paul C. Garbarini*

by: Paul C. Garbarini, CPA  
Registered Municipal Accountant  
License No. 120

Carlstadt, NJ  
March 31, 2011

**MAHWAH PUBLIC LIBRARY**  
**(A Component Unit of the Township of Mahwah)**  
**Comparative Balance Sheets - Regulatory Basis**  
**As of December 31, 2010 and 2009**

<u>ASSETS</u>	<u>2010</u>	<u>2009</u>
Operating Fund:		
Operating Account	\$ 356,444	\$ 652,278
Operating Reserve Account	120,158	119,845
State Aid Account	15,465	26,347
Unemployment Account	118,169	103,784
Certificate of Deposit Account	-	119,568
Payroll Account	1,001	10,018
Total Operating	<u>611,237</u>	<u>1,031,840</u>
Capital Fund:		
Building Account	564,349	1,828,149
Private Contribution Account	146,195	145,715
Working Capital Account	484,852	84,849
Total Capital	<u>1,195,396</u>	<u>2,058,713</u>
<b>TOTAL ASSETS</b>	<u><u>\$ 1,806,633</u></u>	<u><u>\$ 3,090,553</u></u>
 <u>LIABILITIES AND FUND BALANCE</u>		
Current Liabilities		
Accounts payable	\$ 16,681	\$ -
Due to the Township of Mahwah	182,557	200,000
Fund Balances		
Restricted - Building and Capital Improvements	1,195,396	2,058,713
Temporarily Restricted - Unemployment Reserve	118,169	103,784
Unrestricted	<u>293,830</u>	<u>728,056</u>
<b>TOTAL LIABILITIES AND FUND BALANCE</b>	<u><u>\$ 1,806,633</u></u>	<u><u>\$ 3,090,553</u></u>

See accompanying notes to financial statements.

**MAHWAH PUBLIC LIBRARY**  
**(A Component Unit of the Township of Mahwah)**  
**Statement of Revenues, Expenditures and Changes in Net Assets - Regulatory Basis**  
**For the Year Ended December 31, 2010**  
**(With Comparative Totals as of December 31, 2009)**

	<u>Unrestricted</u>	<u>Temporary Restricted</u>	<u>Permanently Restricted</u>	<u>Total 2010</u>	<u>2009</u>
	<u>Operating Fund</u>	<u>Unemployment Reserve</u>	<u>Building &amp; Capital Improvements</u>		
<b>REVENUES</b>					
Township of Mahwah appropriations	\$ 2,268,238	\$ -	\$ -	\$ 2,268,238	\$ 2,349,532
State Aid	11,418			11,418	22,300
Fines	21,212			21,212	23,982
Contributions	1,953		100	2,053	2,474
Reciprocal borrowing	1,202			1,202	729
Copier/computer prinout revenue	2,349			2,349	1,863
Video rentals	5,814			5,814	3,752
Interest on savings	1,501	261	3,992	5,754	10,885
Lost and damaged books	3,822			3,822	3,370
Miscellaneous revenue	6,269			6,269	4,825
Interfund		14,124	400,000	414,124	
	<u>\$ 2,323,778</u>	<u>\$ 14,385</u>	<u>\$ 404,092</u>	<u>\$ 2,742,255</u>	<u>\$ 2,423,712</u>
Total Revenues					
<b>EXPENDITURES</b>					
Salaries and benefits	\$ 1,456,918	\$ -	\$ -	\$ 1,456,918	\$ 1,470,318
Library materials	241,912			241,912	202,955
Operating Expenses	32,667			32,667	46,559
Unemployment	14,124			14,124	14,207
Professional fees	20,570			20,570	47,212
Supplies and stationary	39,861			39,861	28,651
Program expense	33,696			33,696	27,098
Computer expense	69,319			69,319	58,957
Furniture and equipment	10,165			10,165	
Building maintenance	57,041			57,041	67,877
Utilities	85,050			85,050	70,570
New building	-		1,267,409	1,267,409	21,609
Interfund	414,124			414,124	
	<u>2,475,447</u>	<u>-</u>	<u>1,267,409</u>	<u>3,742,856</u>	<u>2,056,013</u>
Total Expenditures					
Excess/(Deficit) of Revenues					
Over/(Under) Expenditures	(151,669)	14,385	(863,317)	(1,000,601)	367,699
Contribution to Township	(100,000)			(100,000)	(200,000)
Net Assets, January 1	<u>728,056</u>	<u>103,784</u>	<u>2,058,713</u>	<u>2,890,553</u>	<u>2,722,854</u>
Transfer of excess Library funds to Borough N.J.S.A. 40:54-15(a)	(182,557)			(182,557)	-
Net Assets, December 31	<u>\$ 293,830</u>	<u>\$ 118,169</u>	<u>\$ 1,195,396</u>	<u>\$ 1,607,395</u>	<u>\$ 2,890,553</u>

See accompanying notes to financial statements.

**MAHWAH PUBLIC LIBRARY**  
**(A Component Unit of the Township of Mahwah)**  
**Statement of Cash Receipts and Disbursements**  
**For The Year Ended December 31, 2010**

	Operating Funds	Capital Funds
Balance, January 1, 2010	\$ 831,839	\$ 2,058,713
Increased by Receipts:		
Township of Mahwah budget appropriation	2,268,238	
State aid	11,418	
Fines	21,212	
Contributions	1,953	100
Reciprocal borrowing	1,202	
Copier/computer printout revenue	2,349	
Program sponsors	5,814	
Interest on savings	1,762	3,992
Video program	3,822	
Interfund	14,124	400,000
Miscellaneous	6,270	
	2,338,164	404,092
	3,170,003	2,462,805
Decreased by Disbursements:		
Expenditures	2,558,766	1,267,409
Balance, December 31, 2010	\$ 611,237	\$ 1,195,396

Analysis of Balance, December 31, 2010

Balance of deposit per Statement of:		
Bank of America #0040 7000 2383	\$ 412,188	\$ -
TD Bank #345-1585294	120,158	
Bank of America #0094 0391 1889	15,466	
TD Bank #247-0000162	118,169	
Bank of America #0040 7000 3231	4,213	
TD Bank #345-2433897		573,065
TD Bank #345-1585308		146,195
Bank of America #0094 1778 4884		484,852
Add: Deposit in transit	225	
(Less:) Outstanding checks	(59,182)	(8,717)
Balance, December 31, 2010	\$ 611,237	\$ 1,195,396

See accompanying notes to financial statements.

**MAHWAH PUBLIC LIBRARY**  
**(A Component Unit of the Township of Mahwah)**  
**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED DECEMBER 31, 2010**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The accounting policies of the Mahwah Public Library, State of New Jersey (the "Library") conform to the accounting principles applicable to municipalities prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey. Accordingly, the accompanying financial statements are not intended to present financial position and results of operations in conformity with generally accepted accounting principles. The following is a summary of the significant policies.

***Reporting Entity***

The financial statements of the Library include all of the operations of the Library. The Library has no component units that are required to be included in the financial statements.

***Component Unit***

The Governmental Accounting Standards Board Statement 14 requires that disclosure be made in the financial statements regarding the financial reporting entity of government units.

The financial reporting entity consists of the primary government, organizations for which the primary government is financially accountable and the other organizations for which the primary government is not accountable but for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

A component unit is a legally separate organization for which the elected officials or the primary government are financially accountable. The primary government is financially accountable if it appoints a voting majority of the organization's governing body and is either able to impose its will on the organization or there is a potential for the organization to provide specific financial benefit to, or impose specific financial burdens on the primary government.

The Library is a component unit of the primary government of the Township of Mahwah. The members of the Library are appointed by the Mayor with the advice and consent of the Township Council of the Township, and the Township would be obligated to guarantee debt of the Library to the extent not met by other sources.

**MAHWAH PUBLIC LIBRARY**  
**(A Component Unit of the Township of Mahwah)**  
**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED DECEMBER 31, 2010**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

*Fund Accounting*

In order to ensure observance of limitations and restrictions placed on the use of the resources available to the Library, the accounts of the Library are maintained in accordance with the principles of "fund accounting." This is the procedure by which resources for various purposes are classified for accounting and reporting purposes into funds that are in accordance with activities or objectives specified. The operations of each fund are accounted for with a separate set of self balancing accounts that comprise its assets, liabilities reserves, fund balance, revenues and expenditures, as appropriate.

*Fund Types*

Operating Fund: is used to account for the resources and expenditures for operations of a general nature, including Federal, State and Local grants for operations, if any,

Capital Fund: is used to account for the receipts, custodianship and disbursements of monies in accordance with the purpose for which the fund was created.

*Budgets and budgetary accounting*

An annual budget is adopted and integrated into the accounting system to provide budgetary control over revenues and expenditures. Budget amounts presented in the accompanying financial statements are those adopted by the Library Board of Trustees.

*Basis of Accounting*

The accounting principles and practices prescribed for libraries by the Division differ in certain respects from generally accepted accounting principles (GAAP) applicable to local government units. The more significant differences are as follows:

**Revenues** - Revenues, except for the municipal contribution and State/Federal Aid, are recognized on a cash basis. GAAP requires such revenues to be recognized in the accounting period when they become susceptible to accrual.

**Expenditures** - Expenditures are recorded on the "budgetary" basis of accounting. Generally, expenditures are recorded when an amount is encumbered for goods or services through the issuance of a purchase order. Outstanding encumbrances at December 31 are reported as a cash liability in the financial statements.

**MAHWAH PUBLIC LIBRARY  
(A Component Unit of the Township of Mahwah)  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2010**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

*Assets and Liabilities*

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

During 2007, a compensated absences policy was adopted that allowed use of accumulated sick leave for sick pay during employment and prohibited payment for any accumulated absences.

*Inventories of Supplies*

The costs of inventories of supplies and the library collection for all funds are recorded as expenditures at the time individual items are purchased. The cost of inventories and the library collection are not capitalized on the balance sheet as required by GAAP.

*Capital Assets*

The library building is owned by the Township of Mahwah and is not recorded on the books of the Library. No depreciation on the building is included in operating expenditures. Equipment is recorded as an expenditure at time of purchase and is not recorded as a capital asset.

*Use of Estimates*

The preparation of financial statements in conformity with the accounting practices prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey requires management to make estimates and assumptions that affect certain reports, amounts and disclosures. Accordingly, actual results could differ from those estimates.

*Basic Financial Statements*

The GASB Codification also requires the financial statements of a governmental unit to be presented in the basic financial statements in accordance with GAAP. The Library presents the financial statements listed in the table of contents which are required by the Division and which differ from the financial statements required by GAAP.

**MAHWAH PUBLIC LIBRARY**  
**(A Component Unit of the Township of Mahwah)**  
**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED DECEMBER 31, 2010**

**2. DEPOSITS AND INVESTMENTS**

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

*Deposits*

The Library's deposits are insured through either the Federal Deposit Insurance Corporation (FDIC) or New Jersey's Governmental Unit Deposit Protection Act (GUDPA). The New Jersey Governmental Unit Deposit Protection Act requires all banks doing business in the State of New Jersey to maintain additional collateral in the amount of 5% of the average public deposits and to deposit these amounts with the Federal Reserve Bank for all deposits not covered by the FDIC.

Bank balances are insured up to \$250,000 in the aggregate by the FDIC for each bank and under GUDPA for the balance. At December 31, 2010 and 2009, the book value of the Library's deposits were \$1,789,951 and \$2,970,987 and bank balances of the Library's cash and deposits amounted to \$1,874,306 and \$2,975,111, respectively. The Library's deposits which are displayed on the various fund balance sheets as "cash" are categorized as:

<u>Depository Account</u>	<u>Bank Balance</u>	
	<u>2010</u>	<u>2009</u>
Insured	\$1,874,306	\$2,975,111

*Custodial Credit Risk: Deposits*

Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. The Library does not have a formal policy for custodial credit risk. As of December 31, 2010 and 2009, the Library's bank balances were not exposed to custodial credit risk.

*Investments*

The Library is permitted to invest public funds in accordance with the types of securities authorized by N.J.S.A.40:54-19.3. Investments include any interest-bearing obligations of the United States of America, or in interest-bearing bonds of the State of New Jersey, or any county or municipality of said State, or in any other securities authorized for investments by trustees under and in accordance with the provisions of Article 2 of Chapter 15 of Title 3A of the New Jersey Statutes.

The Library had no investments outstanding as of December 31, 2010.

**MAHWAH PUBLIC LIBRARY**  
**(A Component Unit of the Township of Mahwah)**  
**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED DECEMBER 31, 2010**

**3. EMPLOYEE RETIREMENT PLANS**

Substantially all of the Library's employees participate in the defined benefit Public Employee Retirement Systems which has been established by the State statute. These systems are sponsored and administered by the State of New Jersey.

*Public Employees' Retirement System*

Public Employees' Retirement Systems (PERS) is a cost-sharing multiple-employer contributory defined benefit plan which was established as of January 1, 1955, under the provision N.J.S.A. 43:15A to provide retirement, death and disability benefits, including post-retirement health care, to substantially all full time employees of the State or any county, municipality, school district or public agency provided the employee is not a member of another State administered retirement system. Membership is mandatory for such employees and vesting occurs after 10 years of service for pension benefits and 25 years for post-retirement health care coverage.

*Other Pension Funds*

The State also administers the Pension Adjustment Fund (PAF), which provides cost of living increases, equal to 60 percent of the change in the average consumer price index, to eligible retirees in all State sponsored pension systems except SACT. The cost of living increase for PERS is funded directly by the retirement system and is considered in the annual actuarial calculation of the required State contributions for that system.

According to State statutes, all obligations of each retirement system will be assumed by the State of New Jersey should any retirement system be terminated.

The State of New Jersey, Department of Treasury, Division of Pensions and Benefits, issues publicly available financial reports that include the financial statements and required supplementary information of each of the retirement systems, funds, and trusts. The financial reports may be obtained by writing to the State of New Jersey, Department of the Treasury, Division of Pensions and Benefits, P.O. Box 295, Trenton, New Jersey 08625-0295.

*Contribution Requirements*

The Contribution policy is set by laws of the State of New Jersey. Contributions made by employees to PERS for the years ended December 31, 2010 and 2009 were 5.5% and 5.5% of their base wages, respectively. Employers are required to contribute at an actuarially determined rate. The Library of the Township of Mahwah makes these required contributions.

**MAHWAH PUBLIC LIBRARY**  
**(A Component Unit of the Township of Mahwah)**  
**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED DECEMBER 31, 2010**

**3. EMPLOYEE RETIREMENT PLANS (Continued)**

*Library Contributions*

The Library's year ended December 31, 2010, 2009 and 2008 contributions to PERS were \$47,864, \$28,053 and \$41,960, respectively.

*Deferred Compensation Plan*

The Mahwah Public Library offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan permits employees to defer a portion of their salary to future years. Individuals are one hundred percent vested. The plan is funded solely from voluntary employee payroll deductions. Distribution is available to employees upon termination, retirement, death, or unforeseeable emergency. All amounts of compensation deferred under the plan, all property and rights purchased with those amounts, and all income attributable to those amounts, property or rights are solely property and rights of the individual contributors and are not subject to the claims of the Library's general creditors.

**4. TRANSFER OF EXCESS LIBRARY FUNDS TO THE MUNICIPALITY**

The annual report submitted by the library board of trustees to the municipality pursuant to N.J.S.A. 40:54-15(a) shall identify excess funds that the board will approve for transfer to the Township of Mahwah as a miscellaneous revenue. Management has calculated that amount to be \$182,557.

**SUPPLEMENTARY INFORMATION**

**MAHWAH PUBLIC LIBRARY**  
**(A Component Unit of the Township of Mahwah)**  
**Statement of 2010 Budget Revenues**

	<u>Budget Memo</u>	<u>Realized</u>	<u>Excess or (Unrealized)</u>
<b>REVENUES</b>			
Township of Mahwah budget appropriation	\$ 2,268,238	\$ 2,268,238	\$ -
State Aid	22,257	11,418	(10,839)
Fines	24,137	21,212	(2,925)
Contributions	-	1,953	1,953
Reciprocal borrowing	-	1,202	1,202
Copier/computer printout revenue	1,930	2,349	419
Video rentals	3,950	5,814	1,864
Interest on savings	700	1,762	1,062
Lost and damaged books	3,370	3,822	452
Miscellaneous	8,355	6,269	(2,086)
	<hr/>	<hr/>	<hr/>
Total Revenues	<u>\$ 2,332,937</u>	<u>\$ 2,324,039</u>	<u>\$ (8,898)</u>

**MAHWAH PUBLIC LIBRARY**  
**(A Component Unit of the Township of Mahwah)**  
**Statement of 2010 Budget Expenditures**

	<b>Budget (Memo)</b>	<b>Paid or Charged</b>	<b>(Deficit) or Unexpended Balance</b>
<b>EXPENDITURES</b>			
Salaries and benefits	\$ 1,551,998	\$ 1,456,918	\$ 95,080
Library materials	242,000	241,912	88
Operating expenses	35,480	32,667	2,813
Unemployment	14,124	14,124	-
Professional fees	20,000	20,570	(570)
Supplies and stationary	36,915	39,861	(2,946)
Program expense	32,000	33,696	(1,696)
Computer expense	60,790	69,319	(8,529)
Furniture and equipment	11,300	10,165	1,135
Building maintenance	58,960	57,041	1,919
Utilities	84,685	85,050	(365)
	<hr/>	<hr/>	<hr/>
Total Expenditures	<u>\$ 2,148,252</u>	<u>\$ 2,061,323</u>	<u>\$ 86,929</u>

**MAHWAH PUBLIC LIBRARY**  
**(A Component Unit of the Township of Mahwah)**  
**Statement of Accounts Payable**

Balance, January 1, 2010	\$ -
Increased by Receipts:	
Charged to Budget Appropriations	<u>16,681</u>
	16,681
Decreased by:	
Cash Disbursements	<u>-</u>
Balance, December 31, 2010	<u><u>\$ 16,681</u></u>

**MAHWAH PUBLIC LIBRARY**  
**(A Component Unit of the Township of Mahwah)**  
**BOARD OF TRUSTEES**  
**FOR THE YEAR ENDED DECEMBER 31, 2010**

President	Curtis P. Koster
Vice President	John Spiech
Sec. Vice President	Karl R. Bierley
Treasurer	Bruce Silverman
Secretary	Gail Reynolds
Trustee	Peter Wendrychowicz
Mayor's Alternate	Samuel A. Alderisio
Superintendent of Schools	Charles W. Montesano
Mayor	Richard J. Martel
Director	George Kurt Hadelar
Administrative Assistant	Darlene Mercadante

**MAHWAH PUBLIC LIBRARY**  
**(A Component Unit of the Township of Mahwah)**  
**GENERAL COMMENTS AND RECOMMENDATIONS**  
**FOR THE YEAR ENDED DECEMBER 31, 2010**

**Current Year Comments and Recommendations**

NONE

**Status of Prior Years Comments and Recommendations\***

**Comment 1:**

Political contributions disclosure forms were not obtained from one vendor whose purchases exceeded \$17,500.

**Status:**

Corrective action has been taken.

**Comment 2:**

Business registration certificates were not available during the time of the audit for three vendors.

**Status:**

Corrective action has been taken.