

GREGG M. HEININGER
CERTIFIED PUBLIC ACCOUNTANT

TOWNSHIP OF DENNIS
FIRE DISTRICT #2 - DENNISVILLE
FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2009



TOWNSHIP OF DENNIS
FIRE DISTRICT #2
FOR THE YEAR ENDED DECEMBER 31, 2009

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INDEPENDENT AUDITOR'S REPORT

To the Honorable Chairman and Members of
The Board of Commissioners
Township of Dennis, Fire District #2
Dennisville, New Jersey

We have audited the accompanying financial statements of the governmental activities, each major fund and the aggregate discretely presented component unit and remaining fund information of Township of Dennis, Fire District #2 – Dennisville (Fire District), as of and for the year ended December 31, 2009, which collectively comprise the Fire District's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the Fire District's management. Our responsibility is to express opinions on these financial statements based on our audit.

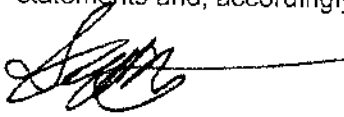
We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate discretely presented component unit and remaining fund information of the Fire District as of December 31, 2009 and the respective changes in financial position, where applicable, and the respective budgetary comparison for the general fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated April 30, 2010 on our consideration of the Fire District's internal control over financial reporting and on our tests of its compliance with 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 Audit Standards* and should be considered in assessing the results of our audit.

The management's discussion and analysis on pages 3 and 4 are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Fire District's basic financial statements. The schedule of statistical information and schedule of bond anticipation note payable are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of bond anticipation note payable has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole. The schedule of statistical information has not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on it.

A handwritten signature in black ink, appearing to read "Gregg M. Heininger", with a horizontal line extending to the right from the end of the signature.

Gregg M. Heininger, CPA
April 30, 2010

TOWNSHIP OF DENNIS, FIRE DISTRICT #2
MANAGEMENT'S DISCUSSION AND ANALYSIS

DECEMBER 31, 2009

Township of Dennis, Fire District #2 (Fire District) provides fire emergency services to Dennis Township, Cape May County, New Jersey. The Fire District is a separate government body governed by an elected board of citizens. This section of the Fire District's financial report presents our discussion and analysis of the Fire District's financial performance during the year ended December 31, 2009.

Description of the Basic Financial Statements

The financial statements consist of the following parts: management's discussion and analysis; the basic financial statements consisting of government wide financial statements and fund financial statements; notes to the financial statements; and required supplementary information.

Government wide financial statements are prepared on the accrual basis of accounting and economic resources focus. The required financial statements are: Statement of Net Assets (page 5) and Statement of Activities (page 6). The Statement of Net Assets reports all assets and liabilities, both financial and capital, and short-term and long-term of the Fire District. The Statement of Activities reports all revenue and expenses during the year, regardless of when cash is received or paid.

Governmental fund financial statements are prepared on the modified accrual basis of accounting and current financial resources focus. This is the traditional form for our financial statements. The required financial statements are: Balance Sheet (page 7) and Statement of Revenues, Expenditures, and Changes in Fund Balance (page 8). Both Statements are separated by fund: General fund – which accounts for annual receipts and disbursements to finance the operations of the Fire District; and Capital Fund – which accounts for amounts required to satisfy notes and bonds payable.

The notes to the financial statements provide additional information that is essential to a full understanding of the data provided in both the government wide and fund financial statements.

In addition to the basic financial statements and notes described above, this report also presents the General Fund budgetary versus actual comparisons as well as statistical information and a schedule of the bond anticipation notes payable.

TOWNSHIP OF DENNIS, FIRE DISTRICT #2
MANAGEMENT'S DISCUSSION AND ANALYSIS
DECEMBER 31, 2009

Financial Highlights of the Fire District as a Whole

Net Assets – Net Assets of the Fire District increased by \$49,757.

Financial Highlights of the Fire District's Funds

- The Fire District allocated \$24,367 this year to its LOSAP.

Budgetary Highlights

General Fund revenue consists of tax revenue, interest on investments, and supplemental grants. Actual revenue amounts were \$519 more than budgeted amounts. General Fund actual expenditures were \$4,762 more than budgeted amounts.

Contacting the Fire District's Financial Management

This financial statement is designed to provide a general overview of the Fire District's finances. If you have questions about the financial statement or need additional financial information, contact the Fire District's office at P. O. Box 211, Dennisville, NJ 08214.

TOWNSHIP OF DENNIS
FIRE DISTRICT #2 - DENNISVILLE
STATEMENT OF NET ASSETS
DECEMBER 31, 2009

ASSETS

Cash and Cash Equivalents	\$ 75,459
Prepaid Expenses	3,639
Property and Equipment	400,000
Total Assets	<u>479,098</u>

LIABILITIES

LOSAP Contribution Payable	26,367
Vouchers Payable	0
Long Term Liabilities:	
Due within One Year	56,000
Due beyond One Year	188,000
Total Liabilities	<u>270,367</u>

NET ASSETS

Invested in Capital Assets, Net of Related Debt	156,000
Designated for Future Capital Improvements - Purchase of Fire and Rescue Equipment	6,598
Unrestricted Net Assets	<u>46,133</u>
Total Net Assets	<u>\$ 208,731</u>

See notes to financial statements.

TOWNSHIP OF DENNIS
FIRE DISTRICT #2 - DENNISVILLE
STATEMENT OF ACTIVITIES
DECEMBER 31, 2009

Functions/Programs Primary Government:	Program Revenues		Net Revenue and Change in Net Assets Primary Government Governmental Activities
Governmental Activities:	Charges for Services	Capital Grants Grants and Contributions	
General Government	\$ -	\$ -	(175,605)
Debt Service (Interest)	8,642	-	(8,642)
Total Primary Government	\$ 184,247	\$ -	(184,247)
General Revenues:			
Grants and Contributions not Restricted to Specific Programs			935
Unrestricted Investment Earnings			669
District Taxes			232,400
Total General Revenues			234,004
			49,757
			158,974
			\$ 208,731

TOWNSHIP OF DENNIS
FIRE DISTRICT #2 - DENNISVILLE
COMBINED BALANCE SHEET
DECEMBER 31, 2009
(WITH COMPARATIVE TOTALS FOR DECEMBER 31, 2008)

	General Fund	Fixed Asset Fund	Capital Fund	Totals	
				(Memorandum Only)	
				2009	2008
ASSETS:					
Cash and Cash Equivalents	\$ 68,861		\$ 6,598	\$ 75,459	\$ 74,621
Due from Township of Dennis					
Prepaid Expenses	3,639			3,639	3,594
Property and Equipment		\$ 400,000		400,000	400,000
Amount to be Provided for Retirement of Debt			244,000	244,000	298,000
TOTAL ASSETS	<u>\$ 72,500</u>	<u>\$ 400,000</u>	<u>\$ 250,598</u>	<u>\$ 723,098</u>	<u>\$ 776,215</u>
LIABILITIES AND FUND BALANCE:					
Liabilities:					
LOSAP Contribution Payable	\$ 26,367			\$ 26,367	\$ 20,000
Vouchers Payable				-	1,241
Bond Anticipation Notes Payable			\$ 244,000	244,000	298,000
Total Liabilities	<u>26,367</u>		<u>244,000</u>	<u>270,367</u>	<u>319,241</u>
Fund Balance					
Invested in capital assets		\$ 400,000		400,000	400,000
Unreserved:					
Designated for Future Capital Improvements-Purchase of Fire and Rescue Equipment			6,598	6,598	6,598
Undesignated	46,133			46,133	50,376
Total Fund Balance	<u>46,133</u>	<u>400,000</u>	<u>6,598</u>	<u>452,731</u>	<u>456,974</u>
TOTAL LIABILITIES AND FUND BALANCE	<u>\$ 72,500</u>	<u>\$ 400,000</u>	<u>\$ 250,598</u>	<u>\$ 723,098</u>	<u>\$ 776,215</u>

See notes to financial statements.

TOWNSHIP OF DENNIS
FIRE DISTRICT #2 - DENNISVILLE
COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE
YEAR ENDED DECEMBER 31, 2009
(WITH COMPARATIVE TOTALS FOR YEAR ENDED DECEMBER 31, 2008)

	General Fund	Fixed Asset Fund	Capital Fund	Totals (Memorandum Only)	
				2009	2008
REVENUES:					
Miscellaneous Revenues:					
Interest on Deposits and Investments	\$ 669			\$ 669	\$ 456
Supplemental Fire Services Grant	935			935	935
Total Miscellaneous Revenues	1,604	-	-	1,604	1,391
Other Financing Sources:					
Fund Balance Appropriated					-
General Fund Appropriation:					
Reserve for Future Capital Outlay					
District Taxes:					
Operating and Maintenance	232,400			232,400	222,000
Proceeds from Bond Anticipation Note					-
Total Other Financing Sources	232,400	-	-	232,400	222,000
Total Miscellaneous Revenues and Other Financing Sources	234,004	-	-	234,004	223,391
EXPENDITURES:					
Operating and Maintenance:					
Administration	13,746			13,746	12,670
Volunteer Fire Company	137,492			137,492	124,340
Length of Service Award Program	24,367			24,367	20,000
Capital:					
Debt Service (Principal and Interest)	62,642			62,642	65,193
Capital Expenditures	-	-	-	-	-
Total Expenditures	238,247	-	-	238,247	222,203
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(4,243)	-	-	(4,243)	1,188
FUND BALANCE, BEGINNING OF YEAR	50,376	400,000	6,598	456,974	455,786
Decreased by:	46,133	400,000	6,598	452,731	456,974
Utilization of Anticipated Revenue	-	-	-	-	-
FUND BALANCE, END OF YEAR	<u>\$ 46,133</u>	<u>\$ 400,000</u>	<u>\$ 6,598</u>	<u>\$ 452,731</u>	<u>\$ 456,974</u>

See notes to financial statements.

TOWNSHIP OF DENNIS
FIRE DISTRICT #2 - DENNISVILLE
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2009

1. Organization

The Township of Dennis Fire District #2 - Dennisville, hereafter referred to as the "Fire District," is a primary governmental entity located in the Township of Dennis, State of New Jersey. The Fire District is run by a Board of Commissioners who are elected into office by the registered voters of District #2 in the Township of Dennis.

The Fire District is responsible for establishing a budget and maintaining fiscal control over public funds that are used to provide for the safety and welfare of the residents located within District #2 in the Township of Dennis. Under existing statute, the Fire District is exempt from both federal and state taxes.

2. Summary of Significant Accounting Policies

Basis of Financial Statement Presentation

The accounting and reporting policies of the Fire District relating to the funds and account groups included in the accompanying general purpose financial statements conform to generally accepted accounting principles applicable to state and local governments as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey. Such principles and practices are designed primarily for determining compliance with legal provisions and budgetary restrictions and as a means of reporting on the stewardship of public officials with respect to public funds.

Reporting Entity

The Fire District's general purpose financial statements include the accounts of all the Fire District's operations. The Fire District, as a special purpose government, meets the criteria defining a primary government. As set forth in Government Accounting Standards Board (GASB) 14, a primary government is also a special purpose government that has a separately elected governing body, is legally separate, and is fiscally independent of other state and local governments.

Governmental Wide and Fund Financial Statements

The government wide financial statements (Statement of Net Assets) reports information on all of the nonfiduciary activities of the primary government.

The Statement of Activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Other items not properly included among program revenues are reported instead as general revenues. Major individual governmental funds are reported as separate columns in the fund financial statements.

TOWNSHIP OF DENNIS
FIRE DISTRICT #2 - DENNISVILLE
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2009

2. Summary of Significant Accounting Policies (continued)

Basis of Presentation: Fund Accounting

The accounts of the Fire District are organized on the basis of funds and account groups, each of which is a separate entity with its own self-balancing accounts that comprise its assets, liabilities, fund equity, revenues and expenditures. Resources are accounted for in individual funds based upon the purposes for which they are to be spent and the restrictions, if any, on the spending activities. The Fire District used the following generic fund types in its activities:

Government Fund Types

General Fund

The general operating fund of the Fire District accounts for all administrative and operational activities of the Fire District.

Capital Fund

The accounting for expenditures for property, plant and equipment financed by debt authorized or from restricted grants is contained in the Capital Fund, as is the related debt issued and outstanding. The acquisition and construction cost of such assets, when completed, is reflected in the general fixed assets group of accounts.

Account Groups

Account groups are used to establish accounting control and accountability for the Fire District's general fixed assets and long-term debt. The following are the Fire District's account groups:

General Fixed Assets Account Group

Fixed assets used in governmental fund type operations (general fixed assets) are accounted for in the General Fixed Asset Account Group rather than in governmental funds.

Basis of Accounting

The general fund follows the accrual basis of accounting.

Budgets and Budgetary Accounting

An annual operating budget is required to be adopted and integrated into the accounting system to provide budgetary control over revenues and expenditures in accordance with N.J.S.A. 40A:5A. The operating budget, adopted annually, is in the form prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey.

TOWNSHIP OF DENNIS
FIRE DISTRICT #2 - DENNISVILLE
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2009

2. Summary of Significant Accounting Policies (continued)

Risks of Loss

The Fire District purchases commercial insurance policies on an annual basis to handle risks of loss associated with property, auto, liability, inland marine, boiler and machinery, and surety coverage. Any potential liability of the Fire District with respect to loss claims would be equal to the deductibles associated with the policies and an event, which may exceed policy coverage limits.

Cash and Cash Equivalents

Cash and cash equivalents include various checking and money market accounts, U.S. obligations and certificates of deposit with maturities of nine months or less.

Investments

Investments are carried at cost with associated premiums and discounts amortized over the term of the investment held.

Purchase of investments is limited by N.J.S.A. 40A:5-15.1 to bonds or obligations of or guaranteed by the federal government and to bonds or other obligations of federal or local units. These investments are required to have a maturity date not more than twelve months from the date of purchase.

Prior Year Totals

Summarized prior year information has been derived from the Fire District's 2008 financial statements and our report dated June 5, 2009 in which we expressed an unqualified opinion on the general purpose financial statements. This information is presented for comparative purposes.

3. Cash, Cash Equivalents and Investments

Cash, cash equivalents and investments with maturities of nine months or less are classified as cash, cash equivalents and investments in the accompanying balance sheet.

The Fire District's deposits are insured by federal depository insurance or by the Governmental Unit Deposit Protection Act (GUDPA) pursuant to N.J.S. 17:9-41. GUDPA insures up to 100% of all municipal deposits held in eligible New Jersey banks.

TOWNSHIP OF DENNIS
FIRE DISTRICT #2 - DENNISVILLE
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2009

3. Cash, Cash Equivalents and Investments (continued)

Investments are carried at original cost with related premiums or discounts amortized over the life of the investment as an adjustment to interest income. The Fire District is limited by N.J.S. 40A:5 to the types of investments it may make. Allowable investments include U.S. Government obligations, U.S. Government agency securities, repurchase agreements, and U.S. Government trust investment pools.

As of December 31, 2009, the investments of the Fire District are listed by appropriate risk categories as follows:

Category 1 - Investments which are insured or registered or held by the Fire District or its agent in the Fire District's name.

Category 2 - Investments which are uninsured and unregistered, with securities held by others in the Fire District's name.

Category 3 - Investments which are uninsured and unregistered, with securities held by others, but not in the Fire District's name.

At December 31, 2009, the carrying amount of cash, cash equivalents and investments are noted below by type of investment, corresponding carrying amount and fair value. All cash and investments of the Fire District are Category 1 investments.

	<u>Carrying Amount</u>	<u>Fair Value</u>
Checking Account	\$ 30,146	\$ 30,146
Certificate of Deposits	<u>45,313</u>	<u>45,313</u>
	<u>\$ 75,459</u>	<u>\$ 75,459</u>

4. Liabilities

The Fire District issued a bond anticipation note on April 16, 2009. The proceeds were used by the Dennisville Volunteer Fire Company to purchase a new 1500 Gallon Tank Pumper. The bond anticipation note has a principal balance of \$244,000 bearing interest at the rate of 1.57% per annum payable at maturity. The note matures on April 15, 2010.

TOWNSHIP OF DENNIS
FIRE DISTRICT #2 - DENNISVILLE
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2009

5. Fund Balance and Fund Balances Appropriated

Fund balances at December 31, 2008 which were appropriated and included as anticipated revenue for the year ended December 31, 2009 were as follows:

	General Fund	Capital Fund	Total
Fund Balance	\$ 50,376	\$ 6,598	\$ 56,974
Fund Balance, Appropriated	\$ -	\$ -	\$ -

6. State Grants

In the normal course of operations, the Fire District receives grant funds from the Division of Local Government Services Supplemental Fire Service Program. The grant programs are subject to audit by agents of the granting authority, the purpose of which is to ensure compliance with conditions precedent to the granting of funds. Any liability for reimbursement which may arise as a result of these audits is not believed to be material. The Fire District received \$935 under this program for the year ended December 31, 2009.

7. Joint Insurance Fund

In participation with Dennis Township, the Township of Dennis Fire District #2-Dennisville is a member of the Atlantic County Municipal Joint Insurance Fund. The fund provides its members with the following coverage:

- Workers Compensation
- General Liability, Law Enforcement Liability
- Employee Benefits Liability
- Public Official Liability
- Property, Real and Personal
- Automobile Liability
- Crime
- Fidelity

Contributions to the Fund, including a reserve for contingencies, are payable in four installments and are based on actuarial assumptions determined by the Fund's actuary in conjunction with the Fund's risk management consultant. The Commissioner of Insurance may order additional assessments to supplement the Fund's claim, loss retention or administrative accounts to assure the payment of the Fund's obligations. Remaining surplus is available for redistribution to participants upon approval from the Commissioner of Insurance.

TOWNSHIP OF DENNIS
FIRE DISTRICT #2 - DENNISVILLE
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2009

8. Lease

Beginning in July 1997, the Fire District entered into a lease agreement with the Dennis Volunteer Fire Company for the use of the building and property located at 731 Petersburg Road, Dennisville, New Jersey. Annual rental increases of 2% occur each July 1st. For the year ended December 31, 2009, rental expense was \$34,800 and is included in Operating and Maintenance Expenses.

9. Contingencies

In the normal course of business, the Fire District may periodically be named as a defendant in litigation. In the opinion of management, supported by legal counsel, the impact of any such matters, if adversely determined, would not have a material adverse effect on the general purpose financial statements or operations of the Fire District.

10. Equipment

The Fire District did not purchase or retire any equipment.

TOWNSHIP OF DENNIS
FIRE DISTRICT #2 - DENNISVILLE
SUPPLEMENTAL INFORMATION
FOR THE YEAR ENDED DECEMBER 31, 2009

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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

To the Honorable Chairman and Members of
The Board of Commissioners
Township of Dennis, Fire District #2
Dennisville, New Jersey

We have audited the financial statements of the governmental activities, each major fund and the aggregate discretely presented component unit and remaining fund information of Township of Dennis, Fire District #2 – Dennisville (Fire District) as of and for the year ended December 31, 2009 which collectively comprise The Fire District's financial statements and have issued our report thereon dated April 30, 2010. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control over Financial Reporting

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

A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the Fire District's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the Fire District's financial statements that is more than inconsequential will not be prevented or detected by the Fire District's internal control.

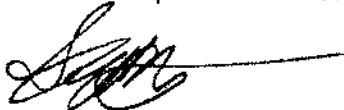
A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the Fire District's internal control.

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Fire District's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

This report is intended for the information of management and the Division of Local Government Services, Department of Community Affairs, State of New Jersey. However, this report is a matter of public record and its distribution is not limited.

A handwritten signature in black ink, appearing to read 'G. Heininger', with a horizontal line extending to the right from the end of the signature.

Gregg M. Heininger, CPA
April 30, 2010

TOWNSHIP OF DENNIS
FIRE DISTRICT #2 - DENNISVILLE
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - COMPARED TO BUDGET
YEAR ENDED DECEMBER 31, 2009
 (WITH COMPARATIVE TOTALS FOR YEAR ENDED DECEMBER 31, 2008)

	2009		Variance Favorable (Unfavorable)	2008 Actual
	Budget	Actual		
REVENUES:				
Miscellaneous Revenues:				
Interest on Deposits and Investments	\$ 150	\$ 669	\$ 519	\$ 456
Supplemental Fire Services Grant	935	935	-	935
Total Miscellaneous Revenues	1,085	1,604	519	1,391
Other Financing Sources:				
Fund Balance Appropriated	-	-	-	-
Restricted Fund Balance Appropriated	-	-	-	-
District Taxes:				
Operating and Maintenance	232,400	232,400	-	222,000
Total Miscellaneous Revenues and Other Financing Sources	233,485	234,004	519	223,391
EXPENDITURES:				
Operating and Maintenance:				
Administration	16,700	13,746	2,954	12,670
Volunteer Fire Company	132,185	137,492	(5,307)	124,340
Total Operating and Maintenance	148,885	151,238	(2,353)	137,010
Length of Service Award Program	20,000	24,367	(4,367)	20,000
Capital:				
Debt Service	64,600	62,642	1,958	65,193
Capital Outlay	-	-	-	-
Total Capital	64,600	62,642	1,958	65,193
Total Expenditures	233,485	238,247	(4,762)	222,203
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	-	(4,243)	(4,243)	1,188
FUND BALANCE, BEGINNING OF YEAR	49,188	50,376	1,188	49,188
Decreased by:				
Utilization of Anticipated Revenue	-	-	-	-
FUND BALANCE, END OF YEAR	\$ 49,188	\$ 46,133	\$ (3,055)	\$ 50,376

See notes to financial statements.

TOWNSHIP OF DENNIS
FIRE DISTRICT #2 - DENNISVILLE
GENERAL FUND
STATEMENT OF EXPENDITURES - COMPARED TO BUDGET
YEAR ENDED DECEMBER 31, 2009
(WITH COMPARATIVE ACTUAL TOTALS FOR 2008)

	2009		Variance Favorable (Unfavorable)	2008 Actual
	Budget	Actual		
OPERATING AND MAINTENANCE				
Administration:				
Election	\$ 100	\$ 100	\$ -	\$ 50
Insurance	2,700	1,284	1,416	1,276
Membership/Dues	100	-	100	-
Office Expenses	3,000	3,142	(142)	1,596
Professional Services	10,800	9,220	1,580	9,748
Total Administration	16,700	13,746	2,954	12,670
Volunteer Fire Company				
Insurance	10,500	8,348	2,152	8,348
Maintenance and Repair	22,000	25,407	(3,407)	19,098
Rent	34,800	34,800	-	34,110
Supplies Expense	3,200	1,112	2,088	2,173
Training and Education	1,300	1,272	28	1,222
Travel Expenses	200	-	200	-
Uniforms	3,500	11,543	(8,043)	2,399
Utilities	11,000	16,538	(5,538)	11,120
Equipment (not included in Capital)	30,000	33,056	(3,056)	45,480
PEOSHA Items	750	225	525	390
Grant	935	935	-	-
Turn Out Gear	14,000	4,256	9,744	-
Total Volunteer Fire Company	132,185	137,492	(5,307)	124,340
Total Operating and Maintenance	148,885	151,238	(2,353)	137,010
LENGTH OF SERVICE AWARD PROGRAM	20,000	24,367	(4,367)	20,000
CAPITAL				
Debt Service:				
Bond Anticipation Note Principal	54,000	54,000	-	52,000
Bond Anticipation Note Interest	10,600	8,642	1,958	13,193
Total Debt Service	64,600	62,642	1,958	65,193
TOTAL EXPENDITURES	\$ 233,485	\$ 238,247	\$ (4,762)	\$ 222,203

See notes to financial statements.

TOWNSHIP OF DENNIS
FIRE DISTRICT #2 - DENNISVILLE
SCHEDULE OF STATISTICAL INFORMATION (UNAUDITED)
YEAR ENDED DECEMBER 31, 2009

PROPERTY TAX LEVIES:

Following is a tabulation of district assessed valuations, tax levies and property tax rates per \$100 assessed valuations for the current and preceding five years:

<u>Fiscal Year</u>	<u>Assessed Valuations</u>	<u>Total Tax Levy</u>	<u>Property Tax Rates</u>
2004	\$ 121,875,000	\$ 136,500	0.112
2005	\$ 123,944,400	\$ 150,000	0.121
2006	\$ 338,065,074	\$ 162,000	0.048
2007	\$ 340,972,303	\$ 202,000	0.059
2008	\$ 344,854,045	\$ 222,000	0.064
2009	\$ 349,007,447	\$ 232,400	0.067

TOWNSHIP OF DENNIS
FIRE DISTRICT #2 - DENNISVILLE
CAPITAL FUND
STATEMENT OF BOND ANTICIPATION NOTE PAYABLE
YEAR ENDED DECEMBER 31, 2009

<u>Purpose</u>	<u>Date of Issue</u>	<u>Date of Maturity</u>	<u>Interest Rate</u>	<u>Balance Dec. 31 2008</u>	<u>Paid in 2009 by Budget Appropriation</u>	<u>Balance Dec. 31 2009</u>
1500 Gallon Tank Pumper	4/16/2009	4/15/2010	1.57%	\$ 298,000	\$ 54,000	\$ 244,000
				<u>\$ 298,000</u>	<u>\$ 54,000</u>	<u>\$ 244,000</u>

**PUBLIC NOTICE
TOWNSHIP OF DENNIS, FIRE DISTRICT NO. 2
DENNISVILLE, NJ 08214**

Notice is hereby given that the Board of Fire commissioners, Dennis Fire District No. 2, Cape May county business meetings for the Board of Fire Commissioners will be held at the Dennisville Volunteer Fire House at 7:00 p.m. on the following dates:

April 3, 2012
May 1, 2012
July 3, 2012
September 4, 2012
October 2, 2012
November 6, 2012
December 4, 2012
January 8, 2013
February 5, 2013

John Champion, Chairman
2/23/12