

GREGG M. HEININGER
CERTIFIED PUBLIC ACCOUNTANT

TOWNSHIP OF DENNIS
FIRE DISTRICT #2 - DENNISVILLE
FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2011



TOWNSHIP OF DENNIS
FIRE DISTRICT #2
FOR THE YEAR ENDED DECEMBER 31, 2011

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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, 2011, 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.

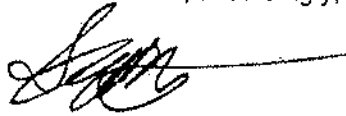
We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and 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, 2011 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 August 15, 2012 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 "G. Heininger", with a long horizontal line extending to the right.

Gregg M. Heininger, CPA
August 15, 2012

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

DECEMBER 31, 2011

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, 2011.

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, 2011

Financial Highlights of the Fire District as a Whole

Net Assets – Net Assets of the Fire District increased by \$695.

Financial Highlights of the Fire District's Funds

- The Fire District allocated \$23,500 this year to its LOSAP.

Budgetary Highlights

General Fund revenue consists of tax revenue, interest on investments, and supplemental grants. Actual revenue amounts were \$210 less than budgeted amounts. General Fund actual expenditures were \$8,904 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, 2011

ASSETS

Cash and Cash Equivalents	\$ 64,586
Prepaid Expenses	543
Property and Equipment	400,000
Total Assets	<u>465,129</u>

LIABILITIES

LOSAP Contribution Payable	23,500
Vouchers Payable	990
Long Term Liabilities:	
Due within One Year	47,000
Due beyond One Year	94,000
Total Liabilities	<u>165,490</u>

NET ASSETS

Invested in Capital Assets, Net of Related Debt	259,000
Designated for Future Capital Improvements -	
Purchase of Fire and Rescue Equipment	6,598
Unrestricted Net Assets	<u>34,041</u>
Total Net Assets	<u>\$ 299,639</u>

See notes to financial statements.

**TOWNSHIP OF DENNIS
FIRE DISTRICT #2 - DENNISVILLE
STATEMENT OF ACTIVITIES
DECEMBER 31, 2011**

	<u>Expenses</u>	<u>Program Revenues</u>	<u>Net Revenue and Change in Net Assets Primary Governmental Activities</u>
	<u>Charges for Services</u>	<u>Capital Grants Grants and Contributions</u>	
Functions/Programs			
Primary Government:			
Governmental Activities:			
General Government	\$ 233,788	\$ -	(233,788)
Debt Service (Interest)	2,476	-	(2,476)
Total Primary Government	\$ 236,264	\$ -	(236,264)
General Revenues:			
Grants and Contributions not Restricted to Specific Programs			935
Unrestricted Investment Earnings			290
District Taxes			235,733
Total General Revenues			236,958
Change in Net Assets			695
Net Assets - Beginning			302,047
Utilization of Anticipated Revenue			(3,103)
Net Assets - Ending			299,639

See notes to financial statements

TOWNSHIP OF DENNIS
FIRE DISTRICT #2 - DENNISVILLE
COMBINED BALANCE SHEET
DECEMBER 31, 2011
(WITH COMPARATIVE TOTALS FOR DECEMBER 31, 2010)

	General Fund	Fixed Asset Fund	Capital Fund	Totals	
				<u>(Memorandum Only)</u>	
				2011	2010
ASSETS:					
Cash and Cash Equivalents	\$ 57,988		\$ 6,598	\$ 64,586	\$ 52,724
Due from Township of Dennis					61,509
Prepaid Expenses	543			543	616
Property and Equipment		\$ 400,000		400,000	400,000
Amount to be Provided for Retirement of Debt			141,000	141,000	188,000
TOTAL ASSETS	<u>\$ 58,531</u>	<u>\$ 400,000</u>	<u>\$ 147,598</u>	<u>\$ 606,129</u>	<u>\$ 702,849</u>
LIABILITIES AND FUND BALANCE:					
Liabilities:					
LOSAP Contribution Payable	\$ 23,500			\$ 23,500	\$ 23,500
Vouchers Payable	990			990	1,303
Bond Anticipation Notes Payable			\$ 141,000	141,000	188,000
Total Liabilities	<u>24,490</u>		<u>141,000</u>	<u>165,490</u>	<u>212,803</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	34,041			34,041	83,447
Total Fund Balance	<u>34,041</u>	<u>400,000</u>	<u>6,598</u>	<u>440,639</u>	<u>490,045</u>
TOTAL LIABILITIES AND FUND BALANCE	<u>\$ 58,531</u>	<u>\$ 400,000</u>	<u>\$ 147,598</u>	<u>\$ 606,129</u>	<u>\$ 702,848</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, 2011
(WITH COMPARATIVE TOTALS FOR YEAR ENDED DECEMBER 31, 2010)

	General Fund	Fixed Asset Fund	Capital Fund	Totals (Memorandum Only)	
				2011	2010
REVENUES:					
Miscellaneous Revenues:					
Interest on Deposits and Investments	\$ 290			\$ 290	\$ 482
Supplemental Fire Services Grant	935			935	935
Total Miscellaneous Revenues	1,225	-	-	1,225	1,417
Other Financing Sources:					
Fund Balance Appropriated					-
General Fund Appropriation:					
Reserve for Future Capital Outlay					
District Taxes:					
Operating and Maintenance	235,733			235,733	246,036
Proceeds from Bond Anticipation Note				-	-
Total Other Financing Sources	235,733	-	-	235,733	246,036
Total Miscellaneous Revenues and Other Financing Sources	236,958	-	-	236,958	247,453
EXPENDITURES:					
Operating and Maintenance:					
Administration	11,693			11,693	14,308
Volunteer Fire Company	198,495			198,495	112,668
Length of Service Award Program	23,500			23,500	23,500
Capital:					
Debt Service (Principal and Interest)	49,576			49,576	59,661
Capital Expenditures	-	-	-	-	-
Total Expenditures	283,264	-	-	283,264	210,137
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(46,306)	-	-	(46,306)	37,316
FUND BALANCE, BEGINNING OF YEAR	50,376	400,000	6,598	456,974	452,731
	4,070	400,000	6,598	410,668	490,047
Decreased by:					
Utilization of Anticipated Revenue	-	-	29,971	29,971	-
FUND BALANCE, END OF YEAR	\$ 4,070	\$ 400,000	\$ 36,569	\$ 440,639	\$ 490,047

See notes to financial statements.

TOWNSHIP OF DENNIS
FIRE DISTRICT #2 - DENNISVILLE
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2011

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, 2011

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, 2011

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 2011 financial statements and our report dated August 15, 2012 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, 2011

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, 2011, 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, 2011, 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	<u>\$ 64,586</u>	<u>\$ 64,586</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 \$141,000 bearing interest at the rate of 1.57% per annum payable at maturity. The note matures on April 15, 2012.

TOWNSHIP OF DENNIS
FIRE DISTRICT #2 - DENNISVILLE
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2011

5. Fund Balance and Fund Balances Appropriated

Fund balances at December 31, 2011 which were appropriated and included as anticipated revenue for the year ended December 31, 2011 were as follows:

	<u>General Fund</u>	<u>Capital Fund</u>	<u>Total</u>
Fund Balance	\$ 8,365	\$ 6,598	\$ 14,963
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, 2011.

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, 2011

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, 2011, rental expense was \$33,190 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.

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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, 2011 which collectively comprise The Fire District's financial statements and have issued our report thereon dated August 15, 2012. 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.

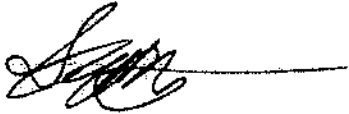
A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the Fire District's internal control.

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', followed by a horizontal line extending to the right.

Gregg M. Heininger, CPA
August 15, 2012

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, 2011
(WITH COMPARATIVE TOTALS FOR YEAR ENDED DECEMBER 31, 2010)

	2011		Variance Favorable (Unfavorable)	2010 Actual
	Budget	Actual		
REVENUES:				
Miscellaneous Revenues:				
Interest on Deposits and Investments	\$ 500	\$ 290	\$ (210)	\$ 482
Supplemental Fire Services Grant	935	935	-	935
Total Miscellaneous Revenues	1,435	1,225	(210)	1,417
Other Financing Sources:				
Fund Balance Appropriated	-	-	-	-
Restricted Fund Balance Appropriated	-	-	-	-
District Taxes:				
Operating and Maintenance	235,733	235,733	-	246,036
Total Miscellaneous Revenues and Other Financing Sources	237,168	236,958	(210)	247,453
EXPENDITURES:				
Operating and Maintenance:				
Administration	17,400	11,693	5,707	14,308
Volunteer Fire Company	201,692	198,495	3,197	112,668
Total Operating and Maintenance	219,092	210,188	8,904	126,976
Length of Service Award Program	23,500	23,500	-	23,500
Capital:				
Debt Service	49,576	49,576	-	59,661
Capital Outlay	-	-	-	-
Total Capital	49,576	49,576	-	59,661
Total Expenditures	292,168	283,264	8,904	210,137
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(55,000)	(46,306)	8,694	37,316
FUND BALANCE, BEGINNING OF YEAR	49,188	83,449	34,261	46,133
Decreased by:				
Utilization of Anticipated Revenue	-	(3,102)	(3,102)	-
FUND BALANCE, END OF YEAR	<u>\$ 49,188</u>	<u>\$ 34,041</u>	<u>\$ 39,853</u>	<u>\$ 83,449</u>

See notes to financial statements.

TOWNSHIP OF DENNIS
FIRE DISTRICT #2 - DENNISVILLE
GENERAL FUND
STATEMENT OF EXPENDITURES -COMPARED TO BUDGET
YEAR ENDED DECEMBER 31, 2011
(WITH COMPARATIVE ACTUAL TOTALS FOR 2010)

	2011		Variance Favorable (Unfavorable)	2010 Actual
	Budget	Actual		
OPERATING AND MAINTENANCE				
Administration:				
Election	\$ 100	\$ 100	\$ -	\$ 100
Insurance	2,700	565	2,135	1,349
Membership/Dues	300	-	300	300
Office Expenses	3,000	1,428	1,572	2,749
Professional Services	11,300	9,600	1,700	9,810
Total Administration	17,400	11,693	5,707	14,308
Volunteer Fire Company				
Insurance	10,500	10,122	378	11,829
Maintenance and Repair	14,007	27,026	(13,019)	17,826
Rent	39,000	33,190	5,810	38,450
Supplies Expense	3,200	104	3,096	1,096
Training and Education	1,600	900	700	1,587
Travel Expenses	200	-	200	-
Uniforms	3,500	1,817	1,683	426
Utilities	15,000	11,958	3,042	11,943
Equipment (not included in Capital)	91,500	90,008	1,492	16,713
PEOSHA Items	750	275	475	90
Grant	935	-	935	-
Turn Out Gear	21,500	23,096	(1,596)	12,708
Total Volunteer Fire Company	201,692	198,495	3,197	112,668
Total Operating and Maintenance	219,092	210,188	8,904	126,976
LENGTH OF SERVICE AWARD PROGRAM	23,500	23,500	-	23,500
CAPITAL				
Debt Service:				
Bond Anticipation Note Principal	47,000	47,000	-	56,000
Bond Anticipation Note Interest	2,576	2,576	-	3,661
Total Debt Service	49,576	49,576	-	59,661
TOTAL EXPENDITURES	\$ 292,168	\$ 283,264	\$ 8,904	\$ 210,137

See notes to financial statements.

TOWNSHIP OF DENNIS
FIRE DISTRICT #2 - DENNISVILLE
SCHEDULE OF STATISTICAL INFORMATION (UNAUDITED)
YEAR ENDED DECEMBER 31, 2011

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
2010	\$ 348,486,552	\$ 246,733	0.071
2011	\$ 347,294,018	\$ 235,733	0.068

TOWNSHIP OF DENNIS
FIRE DISTRICT #2 - DENNISVILLE
CAPITAL FUND
STATEMENT OF BOND ANTICIPATION NOTE PAYABLE
YEAR ENDED DECEMBER 31, 2011

<u>Purpose</u>	<u>Date of Issue</u>	<u>Date of Maturity</u>	<u>Interest Rate</u>	<u>Balance Dec. 31 2010</u>	<u>Paid in 2011 by Budget Appropriation</u>	<u>Balance Dec. 31 2011</u>
1500 Gallon Tank Pumper	4/16/2011	4/15/2012	1.57%	\$ 188,000	\$ 47,000	\$ 141,000
				<u>\$ 188,000</u>	<u>\$ 47,000</u>	<u>\$ 141,000</u>