

Transitional Aid Application for Application Years CY 2010/SFY 2011
Division of Local Government Services
Department of Community Affairs

General Instructions: This application must be submitted in its entirety by July 16 (for CY 2010) and September 30 (for SFY 2011) for funding consideration under this program. Information contained in the application is subject to independent verification by DLGS. Refer to Local Finance Notice **2010-14** when preparing this application for specific instructions and definitions.

Name of Municipality:		Borough of Bound Brook		County:	Somerset
Contact Person:		Randy W. Bahr		Title:	Administrator/CFO
Phone:	732-356-0833x638	Fax:	732-356-3662	E-mail:	rbahr@boundbrook-nj.org
Population:	10,153				

I. Aid History

List amount of Discretionary Aid (Extraordinary, Special Municipal, or Capital Cities) received for the last three years, if any:

Prior Year	Previous Year	Previous less one year
\$ 860,000	\$ 1,070,000	\$ 500,000

II. Aid Request for Application Year

Amount of aid requested for the Application Year:	\$ 1,074,000.00
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An aid request does not constitute guarantee of receipt of any funds.


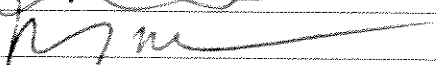
III. Submission Requirements

Without exception, the following items must be submitted with or prior to submission of this application. Indicate date of submission of each.

Item	Date Submitted to DLGS
Prior Year Annual Financial Statement	February 5, 2010
Previous Year Annual Audit	July 29, 2009
Previous Year Audit Corrective Action Plan	November 24, 2009
Application Year Introduced Budget	April 13, 2010
Budget documentation submitted to governing body	July 12, 2010

IV. Application Certification

The undersigned herewith certify that they have reviewed this application and, to the best of their ability, find its contents to be true and that it accurately portrays the circumstances regarding the municipality's fiscal practices and need for financial assistance. By submitting the application, the municipality acknowledges that the law provides that the decision of the Director regarding aid awards is final and not subject to appeal.

Official	Signature	Date
Mayor/Chief Executive Officer		7/16/10
Governing Body Presiding Officer		7/16/10
Chief Financial Officer		

V-A. Explanation of Need for Transitional Aid

Explain the circumstances that require the need for Transitional Aid in narrative form. Include factors that result in a constrained ability to raise sufficient revenues to meet budgetary requirements, and if such revenues were raised, how it would substantially jeopardize the fiscal integrity of the municipality. (See item B-5 in Local Finance Notice 2010-14 for details)

As the Mayor of Bound Brook, I am writing to request transitional aid from the State of New Jersey. Our allocation was filed with the Department of Community Affairs, Division of Local Government Services. I can personally attest that like the State of New Jersey, we are in a very difficult budget situation. But unlike other municipalities in the State of New Jersey, flooding has been a major driver in our lack and ability to properly plan and implement a balanced budget.

As you know, Bound Brook has had a propensity for major flooding and has had five major floods in the last 12 years and has suffered tremendously. Just this March, another N'oreaster forced us to evacuate one-fifth of our town and the underlying weakness from the other floods has had a noted impact on our revenue base. Our ratable base has been almost flat for at least the last 5 years.

Prior to the economic downturn of September of 2008, the Borough of Bound Brook was still recovering very slowly from the devastating effects of the Nor'easter in 207 and again in March 2010. Businesses in the downtown and surrounding areas have been very slow to recover, and the economic situation nationally had forced some, including both retail establishments and restaurants to close their doors.

Redevelopment:

Bound Brook has also been trying to navigate the statewide downturn in the real estate market and a local manifestation of the larger mortgage and banking crisis. Our Carriage Park development and construction of the 144 unit age restricted housing near Interstate 287 was completely halted at the end of 2007. In 2008, we allowed for the applicant to remove the age restriction in an effort to get the project restarted. Even after removing the restriction in 2008, construction has yet to commence, thus revenues for completion cannot be anticipated until 2010 or possibly even 2011. The Borough has recently seen some light on this project as there will be a sale of the project in August and the new developer is very committed to starting the project right away. However, the Borough may take an initial hit on the assessed value of that land that we have currently assessed at \$10 million when all offers came in at the \$5.5 million range.

Negotiations on three other major redevelopment projects in the downtown have stalled. The Borough has been involved in ongoing tri-party negotiations with New Jersey Transit, and Pennrose Properties of Philadelphia on a Transit Village development potentially consisting of 167 housing units and 40,000 square feet of retail. The Borough has also been negotiating with Elite Properties from Warren, NJ on the development 90 housing condominium units of the old Department of Public Works building that was abandoned by the Borough following Hurricane Floyd in 1999. Finally, the Borough has been working with another transit oriented development with Livco Management of Somerset, NJ in an effort to build 150 rental units and 7,500 square feet of retail. These (four) developments, either individually or together have the potential of significantly increasing tax revenue to the Borough and thus reducing the need for annual requests for transitional aid. The Mayor and Council are working cooperatively and diligently to move these projects forward as soon as possible.

Green Brook Flood Control Project

The Green Brook Flood Control project is moving forward with construction on the Southwest corner of the Borough. The Federal FY2010 budget and the American Recovery and Reinvestment Act (ARRA) "Stimulus Bill" included all of the funding needed to complete the Bound Brook portion of the project. Thus far, \$85 million has been spent on the Bound Brook portion of the Green Brook Flood Control Project. In a Bi-partisan effort, the Mayor and Council have made securing the funds for completion the top priority. At the current pace, the Flood Control project is slated to be completed by summer of 2012. The US Army Corps of Engineers is more than half way complete on the construction of approximately 3,000 linear feet of levees and 1,000 feet of flood walls on the Raritan River. In addition work has commenced on constructing a flood gate on East Main Street in Bound Brook. Due to the passage of the ARRA, the Army Corps had stated that the Bound Brook portion of the flood control project is considered "shovel-ready." Since funding was secured, the final portion of the project involving a swing gate at the New Jersey Transit Rail line and additional interior drainage was awarded and work will commence on August 16, 2010.

The Borough of Bound Brook was ordered to conduct a Revaluation of all Borough properties in June of 2008 for the 2009 tax year. As part of that process, the Borough learned that 800 homes were given a significant discount on their assessment as a result of their location within the flood zone. Once the project is completed, the Borough will be able to remove the flood zone designation from these homes and realize approximately \$8 million more in assessment valuation. In addition, once the stigma of continual flooding is removed, nearly 200 acres of our 1.6 square miles, or 20% of our land mass will have a significant appreciation in land value.

2010 Budget:

In our 2010 Budget, we have experienced significant increases that are outside of our control and are causing significant stress to our budget. Our PERS costs have risen from \$11,000 in 2004 to \$164,660 in 2010 or 15 times. Our PFRS costs have risen from \$52,865 in 2004 to \$529,155 in 2010 or 10 times. Our sewerage authority costs have risen 54% in five years and our street lighting costs have increased 73%. Our gasoline costs alone have risen 215% over the past five years.

We believe that reducing the budget and sharing services have to be part of an integrated 2010 budget strategy aimed at reducing the need for additional property taxes. In 2006, Bound Brook joined the Somerset County Library system and experienced how significantly that move reduced our appropriations obligations to our Library.

In that spirit, Bound Brook is aggressively pursuing shared service arrangements with our school system, Somerset County and South Bound Brook. We currently share multiple public works activities with our school system. With Somerset County, we will seek to potentially merge our dispatch operations and some additional public works activities with the county. We privatized our street sweeping operation, thus reducing our budget in labor, diesel, the cost of spoil disposal, and parts for our street sweeper. With South Bound Brook, we have allowed them to integrate and join our recreation activities including our community pool, we are seeking to enter into agreements that cover extensive public works activities as well as a further agreement on potentially consolidating both court systems into one.

All non-essential purchasing has been frozen since the beginning of the 2008 and department heads have been asked to operate within a proposed operating expense budget of 5% below their already reduced 2009 levels. We have informed all of our non-contractual employees that there will be no raises in 2010, and we have successfully negotiated a PBA contract that has health benefit contributions as well as an average below the 2.5% increase over the life of the contract, significantly lower than past years when we

averaged between three and four percent. The Superior Officers Association (SOA) has negotiated their first contract outside the PBA. The Borough was successful to get Health Benefit contributions, and significant concessions of and major elimination of end of career payouts. The Americans Federation of State and Municipal Employees (AFSME) representing the Department of Public Works is close to settling a deal that would include Health Benefit contributions and have an average of 1.3% increase over the life of the contract. Once again, this deal is will save the taxpayers long-term, because prior contracts awarded them approximately three percent each year. Between the Borough's adopted 2007 Budget and today, we have reduced our part time staff from 65 to 58, or 11%, our full time staff from 56 to 46 or 21%, mostly through reductions in non-essential personnel, especially in our public works department. These reductions also served to lower our short and long-term health, and pension obligations as well.

The Borough has taken numerous steps to reduce costs and control spending in an effort to not rely on transitional aid. Our critical focus must be to increase our tax base, while stabilizing our spending in order to reduce our need for transitional aid. To that end, we are working aggressively with our potential redevelopers to bring these projects to fruition. Without transitional aid, our taxpayers may face the prospect of a 28.7 cent tax increase that would amount to \$810 tax increase on our average home in Bound Brook. In addition, a large number of our homes are occupied by those earning at or below the statewide median income and also fixed income seniors, so we fear that this tax increase will drive them out of their homes.

We have followed, with interest, the discussions on the state budget and the Governor's proposed plan for fiscal austerity, including the statutory cap, debt restructuring, pension deferral and applaud the state's efforts in taking on this task. We need transitional aid to safeguard our taxpayers ability to literally afford their homes. Without transitional aid, our town, our taxpayers, and our future efforts to be more self sufficient will suffer tremendously.

In addition to the above, the Borough has continued to review the 2010 Budget and has made \$500,000 in additional cuts to the Budget. We have attached a copy of our Budget appropriations from 2004 to 2010 as of today's date so you may see the commitment we have on holding our spending. Despite rising costs in every area of this budget as well as county, state, and federal unfunded mandates, we have kept our last three budgets to a 1.2% increase.

While we have not had any furloughs for 2010, you can see that the Borough has very aggressively made those tough decisions as to layoffs and not replacing people who have retired and will continue to evaluate every position within the Borough.

The Police Department has prepared a communications analysis for assistance for Budgeting, while it shows that it would cost more today to merge with Somerset County Communications, we are making decisions that will help us in a consolidation, the Borough has chosen communications company to enhance our police communications, through a Federal Grant, that would enable us to piggy back off the County communications system. The Administrative secretary that had been dedicated to the Chief of Police has been moved to records by our current Deputy Chief. The Police Administration has also been instrumental in a County wide study for merging Police services throughout the County, the first of its kind in the State of New Jersey.

The Borough has eliminated two additional positions this year and has the Foreman of Public Works reporting directly to the Borough Administrator, who is also our CFO and Tax Collector. The Borough is involved in discussions with South Bound Brook for sharing of services, we have also reached out to

Middlesex and Bridgewater. I believe you will find, after reviewing this application and all of the material supplied, the Borough of Bound Brook has done its share in keeping costs down and reducing personnel costs. Any additional layoffs could be critical to providing essential services.

Thank you in advance for your attention and assistance in this matter. I would be happy to answer any additional questions and can be reached at 732-356-0833 or at pilatos@optonline.net. Or if you need additional specifics pertaining to revenues or expenditures, feel free to contact Borough Administrator Randy Bahr at 732-356-0833 or at rbahr@boundbrook-nj.org.

V-B Alternate Eligibility Calculation

Complete this section only if Discretionary aid **was not** received in the prior year. If the requirements of this section are met, this application must also reflect that the criteria in Section B, items 2-7 of Local Finance Notice 2010-14 are met.

Part 1 calculates loss of equalized value. If there is a loss of *2% of equalized value*, the eligibility criteria is met and the rest of the form does not have to be completed.

If 2% the criteria is **not** met, continue with Part 2 to identify individual revenue losses (exclusive of State CMPTRA/ETR formula aid reductions) or specific, extraordinary appropriation increases (pursuant to Local Finance Notice 2010-14, Item B-8).

Part 1 – Eligibility of Value Loss	Current Year County Equalization Table County Apportionment (a)	Prior Year Director's Table Equalized Value (b)	Decrease (c)
Equalized Value Reduction			
Percent of loss from prior year (c) divided by (b) as percent:			
If this exceeds 2%, stop and proceed to the next page.			

Part 2 – Demonstration of Revenue Loss/Substantial Cost Increase			
Complete Part 2 if eligibility was not met in Part 1. Show extraordinary revenue losses (exclusive of State CMPTRA/ETR aid reductions), but not as the aggregate of many revenue line items; or specific, extraordinary appropriations. Describe the item on the cell below each entry.			
Revenue or Appropriation	Prior Year Value	Current Year Value	Amount of Loss/Increase
Description:			
Description:			
Description:			
Description:			
Description:			
Description:			
Description:			
Description:			
Description:			

V-C Actions to reduce future need for aid

Detail the steps the municipality is taking to reduce the need for aid in the future. Include details about long-term cost cutting and enhanced revenue plans, impact of new development, potential for grants to offset costs, and estimated short and long-term annual savings. Use additional pages if necessary.

Layoffs

Not replacing people that retire.

Investigating Shared services with County including Police, Municipal Court, and Tax Assessing.

Investigating Shared services with several towns that are adjacent the Borough.

Are in discussions with one redeveloper with regard to PILOT program for 144 units at the stalled Carriage Park redevelopment.

We are currently researching grants for various items for Capital improvement, technology, and other grants that would help the Borough.

The Borough is currently doing I/I studies and doing Capital improvements to reduce our sewer treatment costs.

The Borough has entered into an agreement with the County to supply solar power to 25% of the Municipal Buildings. Completion in 2011.

VI. Historical Fiscal Statistics

Item

**Actual
Previous Year**

**Actual
Prior Year**

**Introduced
Application Year**

1. Property Tax/Budget Information

- Municipal tax rate
- Municipal Purposes tax levy
- Municipal Open Space tax levy
- Total general appropriations

\$ 1.437	\$.743	\$ 1.030
\$ 6,147,156.80	\$ 6,395,586.00	\$ 8,825,446.95
\$ 0.00	\$ 0.00	\$ 0.00
\$ 11,225,233.17	\$ 11,674,228.08	\$ 12,536,937.33

3. Cash Status Information

- % Of current taxes collected
- % Used in computation of reserve
- Reserve for uncollected taxes
- Total year end cash surplus
- Total non-cash surplus
- Year end deferred charges

97.81%	97.44%	%
97.89%	97.97%	97.44%
\$495,000.00	\$519,000.00	\$650,000.00
\$556,741.71	\$389,916.01	
\$ -0-	\$ -0-	
\$520,000.00	\$410,000.00	

4. Assessment Data

- Assessed value (as of 7/1)
- Average Residential Assessment
- Number of tax appeals granted
- Amount budgeted for tax appeals
- Refunding bonds for tax appeals

\$427,525,632	\$860,046,411	\$860,046,411
\$147,775	\$282,388	\$282,388
7	34	
\$0.00	\$0.00	\$0.00
\$0.00	\$0.00	\$0.00

5. Full time Staffing Levels

- Uniformed Police - Staff Number
- Total S&W Expenditures
- Uniformed Fire - Staff Number
- Total S&W Expenditures
- All Other Employees - Staff Number
- Total S&W Expenditures

22 (21 active)	22 (21 active)	22 (21 active)
\$2,521,106.22	\$2,667,140.98	\$2,881,425.00
\$	\$	\$
34 (65 PT & Seas)	26 (58 PT & Seas)	26 (58 PT & Seas)
\$1,692,486.87	\$1,458,369.62	\$1,542,501.00

6. Impact of Proposed Tax Levy

			Amount
Current Year Taxable Value			\$860,046,411.00
Introduced Tax Levy			\$8,825,446.95
Proposed Municipal Tax Rate	1.030	Average Res. Value (#4 above)	\$282,388
Current Year Taxes on Average Residential Value (#4 above)			\$2,908.60
Prior Year Taxes on Average Residential Value			\$2,098.15
Proposed Increase in average residential taxes			\$810.45

VII. Application Year Budget Information

A. Year of latest revaluation/reassessment

2009

B. Proposed Budget – Appropriation and Levy Cap Information

	Yes	No
1. Was an appropriation cap index rate ordinance adopted last year? If YES: % that was used	XX	
3.5 %		
2. Amount of appropriation cap bank available going into this year	\$892,048.02	
3. Is the Application Year budget at (appropriation) cap? If NO, amount of remaining balance		XX
\$402,774.19		
4. Does the Application Year anticipate use of a waiver to exceed the levy cap? If YES, amount:	XX	
\$1,074,000.00		

C. List the five largest item appropriation increases:

Appropriation	Prior Year Actual	Application Year Proposed	\$ Amount of Increase
PFRS	\$264,144.00	\$529,155.00	\$265,011.00
Reserve for uncollected taxes	\$519,000.00	\$650,000.00	\$131,000.00
Health Insurance	\$904,730.00	\$1,017,000.00	\$112,270.00
Police S & W	\$2,781,190.00	\$2,881,425.00	\$100,235.00
PERS	\$94,058.00	\$164,660.00	\$70,602.00

D. List all new property tax funded full-time positions planned in the Application Year:

Department/Agency	Position	Number	Dollar Amount
	NONE		

E. Display projected tax levies, local revenues (not grants), anticipated (gradually reduced) Transitional Aid, total salary and wages, and total other expenses projected for the three post-application years:

	Tax Levy	Local Revenues	Transitional Aid	Total S&W	Total OE
First year	\$7,754,455.95	\$1,297,000.00	\$1,074,000.00	\$4,423,926.00	\$7,478,536.95
Second year	\$7,909,545.07	\$1,335,910.00	\$790,165.00	\$4,404,524.00	\$7,458,102.55
Third year	\$8,067,735.98	\$1,362,628.20	\$605,256.00	\$4,514,637.00	\$5,261,002.47

VIII. Financial Practices

A. Expenditure controls and practices:

Question	Yes	No
1. Is an encumbrance system used for the current fund?	XX	
2. Is an encumbrance system used for other funds?	XX	
3. Is a general ledger maintained for the current fund?	XX	
4. Is a general ledger maintained for other funds?	XX	
5. Are financial activities largely automated?	XX	
6. Does the municipality operate the general public assistance program?		XX
7. Are expenditures controlled centrally (Yes) or de-centrally by dept. (No)?	XX	
8. At any point during the year are expenditures routinely frozen?	XX	
9. Has the municipality adopted a cash management plan?	XX	
10. Have all negative findings in the prior year's audit report been corrected? If No, list those uncorrected as an appendix. (Fixed Asset Ledger)		XX

B. Risk Management: Indicate ("x") how each type of risk is insured.

Coverage	JIF/HIF	Self	Commercial
General liability	XX		
Vehicle/Fleet liability	XX		
Workers Compensation	XX		
Property Coverage	XX		
Public Official Liability	XX		
Employment Practices Liability	XX		
Environmental	XX		
Health	SHBP		
	XX		

C. Salary and Employee Contract Information (when more than one bargaining unit for each category, use average):

Question	Police	Fire	Other Contract	Non-Contract
Year of last salary increase	2010		2008	2009
Average percentage increase	2.5%	%	4.0%	0.0%
Last contract settlement date	6/8/2010			
Contract expiration date	12/31/2014			

LAYOFFS [Redacted]

Explain if any of the following actions have been taken or are under consideration:

Action	Police	Fire	Other Contract	Non-Contract
Furloughs (describe below)	none			
The Borough has reduced staffing as suppose to using Furloughs since the and reduced staffing are a long term solution				
Wage Freezes (describe below)	See contract		Y	
Police has a reduced increase for 2010 compared to the average of 2.5%				
Layoffs (describe below)	Yes		Yes	Yes

Retirements

...ation Year:

Application Year CY 2010/SFY 2011	Municipality: Bound Brook	County: 1804
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The Police have a reduced staff due to retirement and non- replacement. Other employees – Consolidated the Administrator position as well as reducing the Director of Public Works and having Foreman report to Administrator. Public Works Laid off 6 in 2008 and 1 retirement in 2010 not filled

D. Tax enforcement practices:

Question	Yes	No
1. Does the municipality use the accelerated tax sale program?		XX
2. When was the last foreclosure action taken or tax assignment sale held: Date:	N/A	
3. During 2009, on what dates were tax delinquency notices sent out: Date:	Every quarter plus extra at end of year	
4. Date of last tax sale: Date:	6/25/2009	

E. Specialized Service Delivery:

If the answer to either question is “Yes,” provide (as an appendix) a cost justification of maintaining the service without changes.

Service	Yes	No
Sworn police or firefighters are used to handle emergency service call-taking and dispatch (in lieu of civilians)		XX
The municipality provides rear-yard solid waste collection through the budget		XX

F. Other Financial Practices

1. Amount of interest on investment earned in:

Prior Year:	\$86,803.82	Last Year:	\$32,492.57	Anticipated Application Year:	\$31,000.00
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2. List the instruments in which idle funds are invested:

Short term CD's	
Sweep accounts through bank	
NJ cash Management	
Repurchase agreements- very short term	

3. What was the average return on investments during CY 2009?

Under 1%

4. When was the last time fee schedules were reviewed and updated?

2009 and reviewing in 2010

F. Status of Collective Negotiation (Labor) Agreements: List each labor agreement by employee group, contract expiration date, and the status of negotiations of expired contracts.

Employee Group	Expiration Date	Status of Negotiations of Expired Agreement
Superior Officers Assoc	12/31/2014	
PBA	12/31/2014	
Public Works AFSME	12/31/2008	Close to settlement maybe by end of month July 2010

**IX-A. Demonstrated reductions or actions that limited otherwise ordinary increases in Salary and Wage costs.
 (See item B-4 in Local Finance Notice 2010-14 for details)**

S&W Line Item	Prior Year Actual	Application Year Proposed	Explanation of Change
Streets & Roads	\$283,004.89	\$266,704.00	Reduced staff
Garbage & Trash	\$257,784.90	\$209,747.00	Reduced staff
Police	\$2,667,140.98	\$2,878,975.00	Prior yr does not include \$95,000 retroactive pay 2010 salary 1.5% for PBA
			All other S & W will not exceed 1.5% increase if any is given.

IX-B. Demonstrated reductions or actions that limited otherwise ordinary increases in Other Expense or other costs. (See item B-6 in Local Finance Notice 2010-14 for details). Include changes in spending policies that reduce non-essential spending.

Line Item	Prior Year Actual	Application Year Proposed	Explanation of Change
Administration	\$26,402.75	\$24,250.00	Reduction, non essential has been eliminated for the past two years including in State conferences
Legal	\$206,946.37	\$165,000.00	Hopefully will not be as busy as 2009
Police	\$153,150.42	\$146,455.00	Reduction in
Telephones	\$60,934.04	\$55,000.00	Went to third party supplier
Unemployment	\$71,689.66	\$40,000.00	Laid off people found employment/off unemployment
Interest on Bonds	\$488,832.51	\$470,145.00	Reduction in Principle

IX-C. Evaluate existing local revenues, as to whether or not the rates or collections can be increased, and if so, how changes will be implemented. (See B-7 in Local Finance Notice 2010-14 for details)

Local Revenues	Prior Year Realized	Application Year Anticipated	Evaluation, Recommendation, and Implementation Plan
ABC Licenses	\$32,214.00	\$32,000.00	Increased to state limit
Other Licenses	\$23,833.10	\$22,000.00	Have reviewed fees in 2009 and increased many fees will continue review
Fees & Permits	\$27,986.00	\$27,000.00	Added a couple of new fees and collected in 2009
Municipal Court fines	\$348,839.19	\$345,000.00	
Interest and cost on taxes	\$90,899.06	\$90,000.00	
Parking Meters	\$46,069.59	\$45,000.00	Had flood in March were meters are located????
Investments on deposits	\$32,492.57	\$31,000.00	
Parking Lot fees (Transit)	\$148,389.67	\$140,000.00	Decrease in Commuters
Refuse Disposal Fees	\$575,380.72	\$565,000.00	Out to bid for Garbage collection, may save money on expenses
Uniform Construction Code Fees	\$126,754.00	\$115,000.00	

X. Service Delivery

List all services that the municipality contracts to another organization: i.e., shared services with another government agency, including formal and informal shared services, memberships in cooperative purchasing program, private (commercial), or non-profit organization.

Service	Name of Contracted Entity	Estimated Amount of Contract	Year Last Negotiated (as applicable)
Health Services	Middlebrook Regional Health Commission	\$120,000	Current
Insurance	Middlesex County JIF	\$359,148	2009
Health Insurance	State Health Benefits	\$952,565	2010
Courtroom	Borough of South Bound Brook	\$3,800	2008
Engineering	T & M Associates	\$100,000	2010
Attorney	DeCottiis	\$165,000	2010
Auditor	Suplee, Clooney & Co.	\$36,250	2010
Street Sweeping	Reilly	\$16,000	2010
Prosecutor	Bateman	\$38,000	2010
PW Assistance	South Bound Brook, Somerset County	\$15,000	
Televising Sewer & Drainage	Franklin Sewerage Authority	\$10,000	
Somerset County Co-op			
Morris County co-op			
Middlesex School co-op			
Animal Control	St. Huberts	\$21,178.00	2010

Section XI – Impact of Limited or No Aid Award

Describe in complete detail the impact if aid is not granted for the current fiscal year; **this priority setting requires that the municipality will maintain a minimum level of essential services.** List the appropriate category of impact if the aid is not received. Rank each item from both lists as to the order in which elimination will take place. If across the board cuts will be made, indicate under service. **For rank order purposes, consider the two sections as one list. The cuts outlined here are one that the municipality is committing to make if they do not receive aid.**

Rank Order	Department	# of Layoffs	Effective Date	2010 Full Time Staffing	2011 Full Time Staffing	\$ Amount to be Saved

If services will be reduced, describe the service, impact and cost savings associated with it.

Rank Order	Service	Cost Savings	Impact on Services
1	Recreation Programs	\$90,500.00	Services will have to be self funded
2	Community Events	\$15,000.00	Eliminate Bike race, memorial day parade, Police for Carnival for fire Department, battle of Bound Brook, Community day
3	Metal Pick up	\$4,000.00	Residents will dispose themselves, could cause more illegal dumping
4	Brush & Leaf pickup	\$10,000.00	Residents will be responsible for disposal

XII. Agreement to Improve Financial Position of Municipality

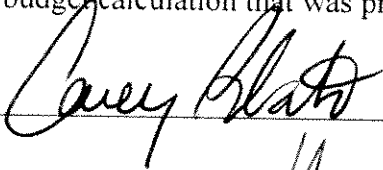
If aid is granted, are you willing to enter into a "memorandum of understanding" that will, among other restrictions and requirements:

	Yes	No
1. Allow the Director of Local Government Services to assign management, financial, and operational specialists to assess your municipal operations	XX	
2. Implement actions as recommended by the Director to address the findings of Division staff	XX	
3. Enter into a Memorandum of Understanding	XX	

The undersigned herewith acknowledges the foregoing requirements with which the municipality must comply in order to receive aid as outlined above.

In addition, included with this application is a copy (printed or electronic) of the budget documentation that supports the budget calculation that was provided to the governing body.

Mayor



Date

7/16/10

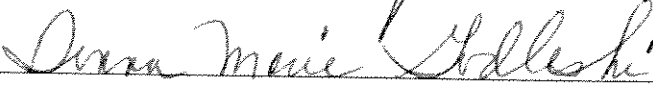
Chief Financial Officer



Date

7/16/10

ATTEST:



Date

7/16/10

Municipal Clerk