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REPORT ON AUDIT
of the
Financial Affairs
of the
State Government of New Jersey

Prepared for the Governor and the
State Audit and Finance Commission

PURSUANT TO LEGISLATIVE JOINT RESOLUTION No. 3
SESSION OF 1929

PARTS I AND II

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REPORT ON AUDIT OF
THE FINANCIAL AFFAIRS
OF THE
STATE GOVERNMENT
OF NEW JERSEY

*Prepared for the Governor and the
State Audit and Finance Commission*

PART I

NATIONAL INSTITUTE OF PUBLIC ADMINISTRATION
261 BROADWAY, NEW YORK CITY

December, 1929



LETTER OF TRANSMITTAL

NATIONAL INSTITUTE OF PUBLIC ADMINISTRATION,
NEW YORK CITY

December 31, 1929.

Hon. Morgan F. Larson, Governor, State House, Trenton, New Jersey:

DEAR SIR—The results of the audit made of the financial affairs of the State of New Jersey, under agreement dated April 29, 1929, are presented in this report.

This report consists of two parts, the first of which contains the balance sheets (Exhibit A) prepared as at December 31, 1928, and June 30, 1929, and the supporting statements, together with comments explaining the various items contained therein. The second part of this report contains an outline of the work done during the course of the audit, and the detail of exceptions found. It is being transmitted to you as a separate document.

The various exhibits and schedules presented in this report are listed in the index attached hereto, and are suitably cross-indexed to afford easy reference.

It should be understood that the State of New Jersey is not in possession of a central accounting system capable of producing a statement of assets and liabilities at any given date, nor is there any system of fund accounting in use which would produce statements showing the status of the various funds.

It follows, therefore, that the balance sheets contained in Exhibit A of this report were prepared from such information as was afforded by records existing in the offices of the State Comptroller, the State Treasurer, and the several departments, institutions, etc., and otherwise obtained during the course of the audit.

The need of a modern central system of accounting is urgent, but without revision of certain existing statutes, such a system cannot be effectively installed.

The departments were found to be without central direction in the selection of accounting forms, and instruction as to the proper methods of keeping the same. With few exceptions, the forms in use were unsuited to the purpose, and the work was being done in such a manner as to make the records difficult and tedious to interpret.

The institutions operating under the Department of Institutions and Agencies had at one time a uniform system of accounting. At the time of this audit, however, little uniformity in these records was found, and in most respects the conditions were similar to those existing in departments.

This audit was made under the immediate direction of G. R. Lueck and E. W. Carr, assisted by a staff of auditors.

Respectfully submitted,

(Signed) LUTHER GULICK,
Director.

CERTIFICATE OF AUDIT

In accordance with our agreement dated April 29, 1929, we have made an audit of the financial affairs of the State of New Jersey, consisting of (1) a verification of all assets and liabilities recorded as of December 31, 1928, and June 30, 1929; (2) a determination of the assets and liabilities not recorded as of December 31, 1928, and June 30, 1929, in so far as reliable information pertaining thereto was available; (3) a test audit covering one month of the recorded transactions for the fiscal year ended June 30, 1929.

The results of this verification, determination, and audit are set forth in the balance sheets, supporting statements, schedules and explanatory comments hereto attached and made a part of this report. Subject to all the qualifications stated herein, we certify that, in our opinion, the balance sheets and supporting statements hereto attached reflect the financial condition of the government of the State of New Jersey as of the dates specified, as accurately as that condition may be ascertained from the information on record in the State departments, institutions and agencies, and otherwise obtained in the course of our examination.

NATIONAL INSTITUTE OF PUBLIC
ADMINISTRATION,

By LUTHER GULICK.

New York, N. Y., December 31, 1929.



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CONTAINED IN PART I OF THIS REPORT

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A	2	Imprest Cash Funds in Custody of Departments and Institutions.
A	3	Cash Due from Departments and Institutions for Collections of State Revenues.
A	4	Amounts Due from Departments and Institutions for Unremitted Interest on Bank Balances.
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EXHIBIT A
COMPARATIVE BALANCE SHEETS AS AT DECEMBER 31, 1928, AND JUNE 30, 1929

ASSETS	December 31, 1928	June 30, 1929	Increase *Decrease	LIABILITIES, RESERVES AND SURPLUS	December 31, 1928	June 30, 1929	Increase *Decrease
CURRENT ASSETS—				CURRENT LIABILITIES AND RESERVES—			
<i>Cash and Cash Items:</i>				<i>Accounts Payable:</i>			
Cash in the Treasury—General Account (Schedule 1).....	\$37,584,801.39	\$32,372,249.92	*\$5,212,551.47	Interest Due on the State Debt:			
Imprest Cash Funds in Custody of State Departments and Institutions (Schedule 2).....	47,350.00	49,000.00	*6,650.00	On Soldier Bonus Bonds.....	\$307,425.00	\$301,775.00	*\$5,650.00
Cash Advanced to State Highway Commission.....	30,000.00	30,000.00		On State Highway Extension Bonds.....	786,787.73	793,607.50	6,819.77
Cash Due from Departments and Institutions for Collections of State Revenues (Schedule 3).....	638,386.55	626,693.08	*\$11,693.47	On State Highway Road Bonds.....	654,011.25	658,886.25	4,875.00
Cash Due from Departments and Institutions for Unremitted Interest on Bank Balances (Schedule 4).....	9,150.24	12,250.50	*\$3,100.26	On State Highway Bridge Bonds.....	192,145.50	192,940.00	894.50
Cash Due from Department of Motor Vehicles for Collections of State Revenues.....	8,108,933.85	1,375,338.91	*\$6,733,594.94	Total Interest Due on the State Debt.....	\$1,940,367.50	\$1,947,218.75	\$6,851.25
Cash in possession of Quartermaster-General's Department.....	211,582.22	136,731.73	*\$74,850.49	Requisitions against Cash in the Treasury—General Account—To cover Outstanding Obligations (Exhibit F).....	\$15,562,857.60	\$6,738,255.65	*\$8,824,601.95
Cash—Deposits by Estates of Nonresident Decedents (Schedule 5).....	163,941.24	138,334.93	*\$25,606.31	Reserve for Cash Due to Teachers' Pension and Annuity Fund—(Proportion of Taxes Collected from Railway and Canal Companies).....	\$3,259,818.00	\$3,259,818.00	
Total Cash and Cash Items.....	\$46,814,145.49	\$34,752,499.07	*\$12,061,646.42	Reserve for Cash Due to Sinking Funds:			
<i>Taxes Receivable:</i>				Due to Sinking Fund for Soldier Bonus Bonds:			
Transfer Inheritance Taxes (Estimated—see Comments).....	\$2,400,000.00	\$2,400,000.00		Taxes Collected in excess of Sinking Fund and Bond Interest Requirements—(Carried in Bond Interest Bank Account).....	\$46,267.55	\$46,267.55	
<i>Taxes on Miscellaneous Corporations:</i>				Taxes Collected for June 30, 1929, Sinking Fund Requirements and July 1, 1929, Interest on Bonds.....	370,372.45		*\$370,372.45
(See Comments)				Amount overdrawn from Sinking Fund for Bond Interest Requirements—(Carried in Bond Interest Bank Account).....	90,388.44	90,388.44	
Taxes on Railway and Canal Companies:				Due to Sinking Fund for Road and Bridge Bonds:			
Assessed in 1928.....	904,033.90	710,218.84	*\$193,815.06	State Road Taxes Collected for June 30, 1929, Sinking Fund Requirements.....	1,048,028.59		*\$1,048,028.59
Assessed in 1927.....	263,530.52		*\$263,530.52	Total Reserves for Cash Due to Sinking Funds.....	\$1,555,057.03	\$1,316,655.99	*\$238,401.04
Assessed in 1929.....	10,124.38	11,274,378.51	*\$11,264,254.13	Security Deposits:			
Assessed in 1928.....	2,598.76	2,598.76		Deposits by Estates of Nonresident Decedents—(Taxes not yet Assessed).....	\$163,941.24	\$138,334.93	*\$25,606.31
Assessed in 1927.....	2,497.22	2,497.22		Special Deposits:			
Assessed in 1929.....	2,974.64	2,974.64		By Railroad Corporations (Schedule 15).....	247,451.90	202,967.39	*\$44,484.51
Taxes Due from Counties on General Property:				By Bridge Corporations.....	25,000.00	25,000.00	
Soldier Bonus Bond Tax (Schedule 6).....		900,000.00	\$900,000.00	Total Security Deposits.....	\$436,403.23	\$366,322.32	*\$70,080.91
Assessed in 1928.....	219,190.73		*\$219,190.73	Regress for Apportionment of State Revenues:			
State School Tax (Schedule 7).....	4,599,102.47	17,187,854.83	*\$12,588,752.36	To Counties:			
Assessed in 1928.....	1,750,995.09	1,750,995.09		Portion of Transfer Inheritance Taxes Collected—(See Comments).....	\$376,678.13	\$524,799.27	\$148,121.14
Assessed in 1929.....	401,893.27	28,525.98	*\$373,367.29	Portion of Taxes Collected from Railway and Canal Companies.....	2,191,481.90	2,198,928.09	7,446.19
Institution Construction Fund Tax (Schedule 8).....	7.50	7.50		To Counties and Local School Districts:			
Assessed in 1928.....	6,395,091.67	6,395,091.67		State School Taxes Collected.....	2,921,883.57		*\$2,921,883.57
Assessed in 1929.....	1,550,521.11	570,591.97	*\$979,929.14	Total Reserves for Apportionment of State Revenues.....	\$5,490,043.60	\$2,723,727.36	*\$2,766,316.24
Total Taxes Receivable.....	\$10,376,201.50	\$40,991,201.47	*\$30,614,999.97				
<i>Miscellaneous Accounts Receivable:</i>							
Due from Counties, Cities and Townships:							
For Highways.....	\$475,446.79	\$330,926.67	*\$144,520.12				
For Support of Patients in State Institutions, etc. (Schedule 10).....	503,408.60	87,525.30	\$415,883.30				
Due from Corporations, Firms and Individuals:							
For Highways and Bridges:							
Public Service Railway Co.:							
Route No. 1 Hackensack River Bridge.....	304,916.44	304,916.44					
Route No. 5 Section 15A.....	29,439.67		*\$29,439.67				
Seaboard Terminal & Refrigeration Co.....	10,362.24	10,362.24					
Pennsylvania Railroad Co.....	95,000.00	95,365.90	\$365.90				
Trenton & Mercer County.....	16,063.52	*\$49,000.00	*\$32,936.48				
For Miscellaneous Charges—(Schedule 11).....	338,068.60	359,060.13	20,991.53				
Due for Interdepartmental Transactions (Schedule 12).....	344,888.95	154,053.44	*\$190,835.51				
Total Miscellaneous Accounts Receivable.....	\$2,123,233.81	\$1,859,112.64	*\$264,121.17				
INVESTMENTS—STATE FUND (At Par Value):				STATE DEBT (Exhibit B):			
1,387 Shares of Joint Capital Stock of the Delaware and Raritan Canal and Camden and Amboy Railroad and Transportation Companies at \$100 per share.....	\$188,700.00	\$188,700.00		State Highway Road Bonds.....	\$31,000,000.00	\$31,000,000.00	
Advances FOR BRIDGE AND TUNNEL CONSTRUCTION (Schedule 13):				State Highway Bridge Bonds.....	9,000,000.00	9,000,000.00	
Advances.....	\$680,000.00	\$7,300,000.00	\$6,620,000.00	Soldier Bonus Bonds.....	12,000,000.00	12,000,000.00	
Accrued Interest at 4%.....	\$66,020.04	\$65,187.67	\$832.37	State Highway Extension Bonds—Act of 1924.....	28,000,000.00	28,000,000.00	
TOTAL ADVANCES FOR BRIDGE AND TUNNEL CONSTRUCTION.....	\$716,020.04	\$7,805,718.67	\$689,698.63	State Highway Extension Bonds—Act of 1924.....	8,000,000.00	8,000,000.00	
ASSETS FOR THE PAYMENT OF STATE DEBT (Exhibit B):				TOTAL STATE DEBT.....	\$88,000,000.00	\$88,000,000.00	
Sinking Fund for Soldier Bonus Bonds.....	\$4,379,818.31	\$4,789,219.40	\$409,401.09	FUND PRINCIPAL AND INCOME BALANCES:			
Sinking Fund for Highway Extension Bonds.....	5,442,707.32	6,754,737.10	1,312,029.78	Capital Fund (Exhibit C):			
Sinking Fund for Road and Bridge Bonds.....	9,036,429.07	11,042,892.76	2,006,463.69	Insurance Fund.....	\$396,920.74	\$406,353.93	\$9,433.19
TOTAL ASSETS FOR THE PAYMENT OF STATE DEBT.....	\$18,858,954.70	\$22,587,349.26	\$3,728,394.56	School Fund.....	11,514,298.03	12,070,056.38	\$561,758.35
AMOUNT TO BE RAISED TO REDEEM STATE DEBT.....	\$69,141,045.30	\$65,412,650.74	*\$3,728,394.56	1837 Surplus Revenue Fund.....	183,263.22	185,950.70	2,687.48
ASSETS OF CAPITAL FUNDS (Exhibit C):				Trust Funds:			
Insurance Fund.....	\$396,920.74	\$406,353.93	\$9,433.19	Teachers' Pension and Annuity Fund (Exhibit D).....	21,351,015.16	22,266,184.74	915,169.58
School Fund.....	11,514,298.03	12,070,056.38	\$561,758.35	State Employees' Retirement System Fund (Exhibit D).....	2,242,316.22	2,389,984.11	147,667.89
1837 Surplus Revenue Fund.....	183,263.22	185,950.70	2,687.48	State Police Retirement & Benevolent Fund (Exhibit D).....	116,887.04	173,227.48	56,340.44
TOTAL ASSETS OF CAPITAL FUNDS.....	\$12,094,481.99	\$12,668,361.01	\$573,879.02	Unclaimed Scrip Fund.....	12,084.01	12,205.15	121.14
ASSET OF TRUST FUNDS:				Escheat Fund.....	6,351.18	6,351.18	
Teachers' Pension and Annuity Fund (Exhibit D).....	\$21,351,015.16	\$22,266,184.74	\$915,169.58	TOTAL ASSETS OF TRUST FUNDS.....	\$23,728,653.61	\$24,847,952.66	\$1,119,299.05
State Employees' Retirement System Fund (Exhibit D).....	2,242,316.22	2,389,984.11	147,667.89	FEDERAL AID FUNDS—CONSISTING OF CASH IN BANKS:			
State Police Retirement & Benevolent Fund (Exhibit D).....	116,887.04	173,227.48	56,340.44	For Vocational Education.....	\$51,559.23	\$181,321.35	\$129,762.12
Cash in Bonds:				For Vocational Rehabilitation.....		6,554.66	6,554.66
Unclaimed Scrip Fund.....	12,084.01	12,205.15	121.14	For Forest Fires.....	15,911.69	24,894.29	8,982.60
Escheat Fund.....	6,351.18	6,351.18		For Forest Nurseries.....	2,491.82	3,577.56	1,085.74
TOTAL ASSETS OF TRUST FUNDS.....	\$23,728,653.61	\$24,847,952.66	\$1,119,299.05	For States and Territories.....	300.09	300.09	2.88
FEDERAL AID FUNDS—CONSISTING OF CASH IN BANKS:				For Child Hygiene.....	16,000.00		*\$16,000.00
For Vocational Education.....	\$51,559.23	\$181,321.35	\$129,762.12	TOTAL CASH IN BANKS—FEDERAL AID FUNDS.....	\$86,262.83	\$216,550.63	\$130,287.80
For Vocational Rehabilitation.....		6,554.66	6,554.66	STORIES INVENTORIES—(Schedule 14).....	\$1,402,410.45	\$1,180,662.64	*\$221,747.81
For Forest Fires.....	15,911.69	24,894.29	8,982.60				
For Forest Nurseries.....	2,491.82	3,577.56	1,085.74				
For States and Territories.....	300.09	300.09	2.88				
For Child Hygiene.....	16,000.00		*\$16,000.00				
TOTAL CASH IN BANKS—FEDERAL AID FUNDS.....	\$86,262.83	\$216,550.63	\$130,287.80				
STORIES INVENTORIES—(Schedule 14).....	\$1,402,410.45	\$1,180,662.64	*\$221,747.81				
TOTAL ASSETS.....	\$191,980,109.72	\$212,510,758.79	\$20,530,649.07	APPLICABLE TO STATE FUND:			
				Invested—(Schedule 16).....	\$5,027,488.87	\$5,623,187.50	\$595,698.63
				Appropriated (Exhibit F).....	3,390,477.04	184,541.31	*\$3,205,935.73
				Deficit—Unappropriated (Exhibit F).....	\$6,197,917.76	106,970.22	*\$6,090,947.54
				Total Applicable to State Fund.....	\$2,220,054.15	\$5,914,499.03	\$3,694,444.88
				APPLICABLE TO SPECIAL FUNDS:			
				Invested—(Schedule 16).....	\$2,327,231.17	\$2,371,231.17	\$44,000.00
				Appropriated (Exhibit F).....	12,975,552.97	19,321,650.58	6,346,097.61
				Deficit (Exhibit F).....	\$34,990.36	\$2,046,743.60	1,691,753.24
				Total Applicable to Special Funds.....	\$14,947,793.78	\$19,646,138.15	\$4,698,344.37
				UNFUNDED REVENUES:			
				Collections of State Revenue:			
				By Departments and Institutions.....	\$647,536.79	\$638,943.58	*\$8,593.21
				By Department of Motor Vehicles.....	698,319.90	1,375,338.91	677,019.01
				Total Unfunded Revenues.....	\$1,345,856.69	\$2,014,282.49	\$668,425.80
				TOTAL LIABILITIES, RESERVES AND SURPLUS.....	\$191,980,109.72	\$212,510,758.79	\$20,530,649.07

* These items represent collections made by Departments and Institutions, but not remitted to the State Treasurer as at the above dates.

EXHIBIT A—SCHEDULE 1

SCHEDULE OF CASH IN THE TREASURY GENERAL ACCOUNT
AS AT DECEMBER 31, 1928, AND JUNE 30, 1929

TITLE OF BOOK ACCOUNT IN WHICH CARRIED	December 31, 1928	June 30, 1929	Increase *Decrease.
State Fund	\$16,873,594.74	\$11,505,985.49	*\$5,367,609.25
State Highway System Fund	2,686,836.11	8,389,079.41	5,702,243.30
State Highway Extension Fund	626,597.02	555,036.03	*71,560.99
State Highway Fund—Roads and Bridges	3,220,000.00	1,625,000.00	*1,595,000.00
State Highway Sinking Fund—Road Bond Interest	654,011.25	658,886.25	4,875.00
State Highway Sinking Fund—Bridge Bond Interest	192,142.50	192,950.00	807.50
State Highway Extension Fund—Bond Interest..	877,177.19	883,995.94	6,818.75
Soldiers' Bonus Bond Tax	724,065.00	348,042.55	*376,022.45
State School Tax	2,921,883.57	.....	*2,921,883.57
State Highway Bond Tax	3,816,668.27	2,264,017.35	*1,552,650.92
State Highway Bond Interest Fund—(Roads, Bridges and Viaducts) .....	.....	212,500.00	212,500.00
State Purchase Fund	38,974.01	112,145.92	73,171.91
State Institution Construction Fund	4,335,339.51	4,882,845.54	547,506.03
State Water Supply Fund	106,840.50	112,498.63	5,658.13
State Forest Fund	3,607.76	3,594.21	*13.55
Soldiers' Bonus Fund	11,389.55	.....	*11,389.55
Morris Canal Account	5,146.42	50,151.97	45,005.55
Special Account—Morris Canal	11,132.20	11,242.64	110.44
Special Railroad Deposits	247,461.99	202,987.39	*44,474.60
Special Bridge Account	25,000.00	25,000.00	.....
Clerk in Chancery Enrollment Fund	22,502.76	32,611.22	10,108.46
Commerce and Navigation Diversion Account ...	3,282.00	3,282.00	.....
Workmen's Compensation Tax Fund	181,149.04	300,397.38	119,248.34
Totals (Exhibit A)	<u>\$37,584,801.39</u>	<u>\$32,372,249.92</u>	<u>*\$5,212,551.47</u>

EXHIBIT A—SCHEDULE 2

**SCHEDULE OF IMPREST CASH FUNDS IN CUSTODY OF
STATE DEPARTMENTS AND INSTITUTIONS AS AT
DECEMBER 31, 1928, AND JUNE 30, 1929**

NAME OF DEPARTMENT OR INSTITUTION	December 31, 1928	June 30, 1929	Increase *Decrease
Fish and Game Commission	\$500.00	\$500.00	.....
Civil Service Commission	300.00	300.00	.....
Department of Health	2,000.00	.....	*\$2,000.00
Department of Agriculture	500.00	500.00	.....
Department of Labor	300.00	300.00	.....
State Highway Commission	2,000.00	2,000.00	.....
Department of State Police	5,000.00	5,000.00	.....
Joint Commission on Elimination of Toll Bridges	2,000.00	2,000.00	.....
Board of Tenement House Supervision	500.00	.....	*500.00
New Jersey Real Estate Commission	2,000.00	2,000.00	.....
State Normal School at Trenton	400.00	400.00	.....
State Normal School at Newark	200.00	200.00	.....
State Normal School at Montclair	150.00	150.00	.....
New Jersey School for the Deaf	300.00	300.00	.....
Manual Training and Industrial School for Colored Youth	150.00	150.00	.....
State Purchasing Agent	300.00	300.00	.....
Department of Institutions and Agencies—			
Central Office at Trenton	50.00	50.00	.....
Trenton State Hospital	2,500.00	2,500.00	.....
State Home for Girls	450.00	.....	*450.00
New Jersey State Prison	1,250.00	1,250.00	.....
State Prison Farm	1,500.00	1,500.00	.....
Colony for Feeble-Minded Males at New Lisbon	800.00	800.00	.....
Colony for Feeble-Minded Males at Woodbine	600.00	600.00	.....
Vineland State School (Feeble-Minded)	600.00	600.00	.....
Home for Disabled Soldiers at Vineland	400.00	400.00	.....
Village for Epileptics	2,000.00	2,000.00	.....
State Home for Boys	500.00	.....	*500.00
New Jersey Sanatorium for Tuberculous Diseases	900.00	900.00	.....
New Jersey Reformatory for Men at An- nandale	250.00	250.00	.....
New Jersey Reformatory for Men at Rahway	700.00	700.00	.....
New Jersey Reformatory for Women	250.00	250.00	.....
Greystone Park State Hospital	2,000.00	2,000.00	.....
North Jersey Training School	4,000.00	2,000.00	*2,000.00
Commission for the Blind	8,000.00	7,000.00	*1,000.00
Board of Children's Guardians	4,000.00	4,000.00	.....
Totals (Exhibit A)	<u>\$47,350.00</u>	<u>\$40,900.00</u>	<u>*\$6,450.00</u>

EXHIBIT A—SCHEDULE 3

**SCHEDULE OF CASH DUE FROM DEPARTMENTS AND INSTITUTIONS
FOR COLLECTIONS OF STATE REVENUES AS AT
DECEMBER 31, 1928, AND JUNE 30, 1929**

NAME OF DEPARTMENT OR INSTITUTION	December 31, 1928	June 30, 1929	Increase *Decrease
Board of Shell Fisheries	\$5,938.25	\$391.50	*\$5,546.75
Fish and Game Commission	4,580.20	4,185.00	*395.20
Attorney General	2,678.63	27,925.00	25,246.37
Clerk of the Supreme Court	15,390.52	15,386.20	*4.32
Board of Public Utility Commissioners	55.76	28.51	*27.25
Clerk in Chancery	17,426.08	22,852.88	5,426.80
Secretary of State	127,635.91	66,644.09	*60,991.82
Department of Health	715.50	2,006.90	1,291.40
Department of Agriculture	396.87	24.35	*372.52
Department of Labor	6,548.42	3,735.50	*2,812.92
State Highway Commission	18,968.41	127,415.52	108,447.11
Department of Banking and Insurance	126,889.91	104,769.15	*22,120.76
New Jersey Agricultural Experiment Station	7,950.80	2,119.68	*5,831.12
Department of Conservation and Development ..	1,157.14	2,951.70	1,794.56
Department of Conservation and Development— Morris Canal and Banking Company	3,698.74	1,877.00	*1,821.74
Department of Weights and Measures	170.00	500.00	330.00
Joint Commission on Elimination of Toll Bridges	2,287.51	3,597.47	1,309.96
Board of Tenement House Supervision	1,315.00	880.00	*435.00
Department of Municipal Accounts	2,923.65	2,175.59	*748.06
Secretary to the Government	2,750.00	3,220.00	470.00
Adjutant General's Department	12.00	29.50	17.50
New Jersey Real Estate Commission	1,600.00	78,945.00	77,345.00
Commissioner of Education	321.00	1,252.15	931.15
State Normal School at Trenton	1,430.72	2,716.09	1,285.37
State Normal School at Montclair	1,615.83	5,000.00	3,384.17
Manual Training and Industrial School for Colored Youth	4,838.34	2,658.41	*2,179.93
Department of Institutions and Agencies—			
Division of State Use	9,696.62	14,531.35	4,834.73
Trenton State Hospital	94,406.28	40,901.32	*53,504.96
State Home for Girls .....	.....	1,326.52	1,326.52
New Jersey State Prison	3,264.51	1,204.63	*2,059.88
Colony for Feeble-Minded Males at New Lisbon	7,603.05	967.46	*6,635.59
Colony for Feeble-Minded Males at Woodbine	8,271.95	7,151.51	*1,120.44
Vineland State School (Feeble-Minded)	31,724.70	12,003.88	*19,720.82
Village for Epileptics	16,699.05	12,892.46	*3,806.59
State Home for Boys	4,106.96	340.82	*3,766.14
New Jersey Sanatorium for Tuberculous Diseases	7,981.13	3,813.15	*4,167.98
New Jersey Reformatory for Men at Annandale	.....	891.05	891.05
New Jersey Reformatory for Men at Rahway..	6,307.80	2,748.37	*3,559.43
New Jersey Reformatory for Women	16,617.26	3,468.35	*13,148.91
Greystone Park State Hospital	50,780.21	28,442.37	*22,337.84
North Jersey Training School	21,631.84	12,722.65	*8,909.19
Totals (Exhibit A)	\$638,386.55	\$626,693.08	*\$11,693.47

EXHIBIT A—SCHEDULE 4

**SCHEDULE OF AMOUNTS DUE FROM DEPARTMENTS AND
INSTITUTIONS FOR UNREMITTED INTEREST
ON BANK BALANCES AS AT DECEMBER
31, 1928, AND JUNE 30, 1929**

NAME OF DEPARTMENT OR INSTITUTION	December 31, 1928	June 30, 1929	Increase *Decrease
Attorney General	\$246.15	\$224.20	*\$21.95
Clerk of the Supreme Court .....	.....	400.78	400.78
Clerk in Chancery	1,577.48	1,730.74	153.26
Secretary of State	68.41	74.28	5.87
Department of Motor Vehicles	103.45	1,441.48	1,338.03
Department of Labor	29.76	303.36	273.60
State Highway Commission	5,999.32	6,533.59	534.27
Department of Banking and Insurance	19.12	313.15	294.03
New Jersey Agricultural Experiment Station .....	.....	64.04	64.04
Department of Weights and Measures	2.37	2.37	.....
Joint Commission on Elimination of Toll Bridges	10.05	12.06	2.01
Board of Tenement House Supervision .....	.....	4.92	4.92
Secretary to the Governor	13.71	13.71	.....
Real Estate Commission	339.28	345.72	6.44
State Normal School at Trenton	48.83	42.79	*6.04
State Normal School at Newark	155.28	164.76	9.48
State Normal School at Montclair .....	.....	9.29	9.29
Department of Institutions and Agencies—			
Trenton State Hospital	199.25	215.70	16.45
New Jersey State Prison	28.21	.....	*28.21
Vineland State School (Feeble-Minded)	11.40	10.10	*1.30
Commission for the Blind .....	.....	278.22	278.22
New Jersey Reformatory for Men at Rahway	10.12	4.15	*5.97
Comptroller of the Treasury—Interest on Bank Balances—Deposits by Foreign Estate	288.05	61.09	*226.96
Totals (Exhibit A)	<u>\$9,150.24</u>	<u>\$12,250.50</u>	<u>\$3,100.26</u>

EXHIBIT A—SCHEDULE 5

STATEMENT OF CASH—DEPOSITS BY ESTATES OF NON-RESIDENT
DECEDENTS AS AT DECEMBER 31, 1928, AND JUNE 30, 1929

	December 31, 1928	June 30, 1929	Increase *Decrease
Cash in banks	\$164,227.58	\$138,394.31	*\$25,833.27
Add—			
Overpayment to State Fund and due therefrom	1.71	1.71	.....
	<u>\$164,229.29</u>	<u>\$138,396.02</u>	<u>*\$25,833.27</u>
Less—			
Interest on Bank Balances due to State Fund	288.05	61.09	*226.96
	<u>288.05</u>	<u>61.09</u>	<u>*226.96</u>
Amount of deposits by estates of non- resident decedents	<u>\$163,941.24</u>	<u>\$138,334.93</u>	<u>*\$25,606.31</u>

EXHIBIT A—SCHEDULE 6

**SCHEDULE OF TAXES RECEIVABLE FROM COUNTIES FOR
SOLDIERS' BONUS BOND TAX AT DECEMBER
31, 1928, AND JUNE 30, 1929**

NAME OF COUNTY	December 31, 1928	June 30, 1929	Increase *Decrease
Assessed in 1929—			
Atlantic		\$61,591.24	\$61,591.24
Bergen		61,507.11	61,507.11
Burlington		10,252.39	10,252.39
Camden		49,044.69	49,044.69
Cape May		14,580.49	14,580.49
Cumberland		7,559.52	7,559.52
Essex		218,672.26	218,672.26
Gloucester		9,893.33	9,893.33
Hudson		176,683.96	176,683.96
Hunterdon		4,265.50	4,265.50
Mercer		42,517.63	42,517.63
Middlesex		29,367.11	29,367.11
Monmouth		32,932.06	32,932.06
Morris		15,876.52	15,876.52
Ocean		6,856.76	6,856.76
Passaic		68,665.85	68,665.85
Salem		4,916.59	4,916.59
Somerset		9,410.27	9,410.27
Sussex		4,722.93	4,722.93
Union		64,105.82	64,105.82
Warren		6,577.97	6,577.97
		<u>\$900,000.00</u>	<u>\$900,000.00</u>
Assessed in 1928—			
Essex	\$219,190.73	.....	*219,190.73
Totals (Exhibit A)	<u>\$219,190.73</u>	<u>\$900,000.00</u>	<u>\$680,809.27</u>

EXHIBIT A—SCHEDULE 7

SCHEDULE OF TAXES RECEIVABLE FROM COUNTIES FOR SCHOOL
TAX AT DECEMBER 31, 1928, AND JUNE 30, 1929

NAME OF COUNTY	December 31, 1928	June 30, 1929	Increase *Decrease
Assessed in 1929—			
Atlantic		\$1,176,245.89	\$1,176,245.89
Bergen		1,174,639.29	1,174,639.29
Burlington		195,796.27	195,796.27
Camden		936,636.68	936,636.68
Cape May		278,452.59	278,452.59
Cumberland		144,368.88	144,368.88
Essex		4,176,118.92	4,176,118.92
Gloucester		188,938.97	188,938.97
Hudson		3,374,242.43	3,374,242.43
Hunterdon		81,460.95	81,460.95
Mercer		811,985.44	811,985.44
Middlesex		560,841.76	560,841.76
Monmouth		628,923.87	628,923.87
Morris		303,203.66	303,203.66
Ocean		130,947.79	130,947.79
Passaic		1,311,353.99	1,311,353.99
Salem		93,895.19	93,895.19
Somerset		179,713.80	179,713.80
Sussex		90,196.62	90,196.62
Union		1,224,268.28	1,224,268.28
Warren		125,623.56	125,623.56
Total assessed in 1929		<u>\$17,187,854.83</u>	<u>\$17,187,854.83</u>
Assessed in 1928—			
Burlington	\$186,225.41		*\$186,225.41
Essex	3,911,047.59		*3,911,047.59
Middlesex	501,756.47		*501,756.47
Total assessed in 1928	<u>\$4,599,029.47</u>		<u>*\$4,599,029.47</u>
Totals (Exhibit A)	<u>\$4,599,029.47</u>	<u>\$17,187,854.83</u>	<u>\$12,588,825.36</u>

EXHIBIT A—SCHEDULE 8

**SCHEDULE OF TAXES RECEIVABLE FROM COUNTIES FOR INSTITUTION
CONSTRUCTION FUND TAX AT DECEMBER 31, 1928,
AND JUNE 30, 1929**

NAME OF COUNTY	December 31, 1928	June 30, 1929	Increase *Decrease
Assessed in 1929:			
Atlantic		\$108,070.67	\$108,070.67
Bergen		112,127.95	112,127.95
Burlington		34,912.78	34,912.78
Camden		87,802.17	87,802.17
Cape May		51,177.05	51,177.05
Cumberland		13,144.14	13,144.14
Essex		397,632.34	397,632.34
Gloucester		16,911.47	16,911.47
Hudson		312,532.48	312,532.48
Hunterdon		7,283.19	7,283.19
Mercer		73,258.44	73,258.44
Middlesex		102,791.64	102,791.64
Monmouth		115,562.35	115,562.35
Morris		27,317.54	27,317.54
Ocean		12,443.30	12,443.30
Passaic		117,373.82	117,373.82
Salem		8,571.98	8,571.98
Somerset		16,551.70	16,551.70
Sussex		8,243.23	8,243.23
Union		115,810.09	115,810.09
Warren		11,476.76	11,476.76
Total assessed in 1929		<u>\$1,750,995.09</u>	<u>\$1,750,995.09</u>
Assessed in 1928:			
Essex	\$373,367.29		*\$373,367.29
Passaic	28,525.98	\$28,525.98	.....
Total assessed in 1928	<u>\$401,893.27</u>	<u>\$28,525.98</u>	<u>*\$373,367.29</u>
Assessed in 1926:			
Hudson	\$7.50	\$7.50	.....
Totals (Exhibit A)	<u>\$401,900.77</u>	<u>\$1,779,528.57</u>	<u>\$1,377,627.80</u>

EXHIBIT A—SCHEDULE 9

SCHEDULE OF TAXES RECEIVABLE FROM COUNTIES FOR STATE ROAD
TAX AT DECEMBER 31, 1928, AND JUNE 30, 1929

NAME OF COUNTY	December 31, 1928	June 30, 1929	Increase *Decrease
Assessed in 1929:			
Atlantic		\$432,282.65	\$432,282.65
Bergen		448,511.11	448,511.11
Burlington		69,825.47	69,825.47
Camden		351,208.68	351,208.68
Cape May		102,354.09	102,354.09
Cumberland		52,576.58	52,576.58
Essex		1,590,529.36	1,590,529.36
Gloucester		67,645.88	67,645.88
Hudson		1,250,129.84	1,250,129.84
Hunterdon		29,132.75	29,132.75
Mercer		293,033.76	293,033.76
Middlesex		205,583.28	205,583.28
Monmouth		231,124.70	231,124.70
Morris		109,270.16	109,270.16
Ocean		49,773.20	49,773.20
Passaic		469,495.29	469,495.29
Salem		34,287.76	34,287.76
Somerset		66,206.78	66,206.78
Sussex		32,972.93	32,972.93
Union		463,240.38	463,240.38
Warren		45,907.02	45,907.02
Total assessed in 1929		<u>\$6,395,091.67</u>	<u>\$6,395,091.67</u>
Assessed in 1928:			
Essex	\$1,493,469.14		*\$1,493,469.14
Passaic	57,051.97	\$57,051.97	
Total assessed in 1928	<u>\$1,550,521.11</u>	<u>\$57,051.97</u>	*\$1,493,469.14
Totals (Exhibit A)	<u>\$1,550,521.11</u>	<u>\$6,452,143.64</u>	<u>\$4,901,622.53</u>

EXHIBIT A—SCHEDULE 10

**SCHEDULE OF MISCELLANEOUS ACCOUNTS RECEIVABLE DUE FROM
COUNTIES, CITIES AND TOWNSHIPS FOR SUPPORT OF
PATIENTS IN STATE INSTITUTIONS, ET CETERA,
AT DECEMBER 31, 1928, AND JUNE 30, 1929**

NAME OF DEPARTMENT OR INSTITUTION	December 31, 1928	June 30, 1929	Increase *Decrease
Department of Institutions and Agencies :			
State Use Division	\$19,173.41	\$23,273.97	\$4,100.56
Trenton State Hospital	86,487.56	127,569.17	41,081.61
Colony for Feeble-Minded Males at New Lisbon	27,209.65	33,236.69	6,027.04
Vineland State School (Feeble-Minded)	64,571.61	66,630.38	2,058.77
Colony for Feeble-Minded Males at Woodbine..	38,817.23	29,689.25	*9,127.98
Village for Epileptics	24,993.63	50,563.69	25,570.06
New Jersey Sanatorium for Tuberculous Diseases	21,999.10	20,529.26	*1,469.84
Reformatory for Men, Annandale	5,866.27	6,589.13	722.86
Reformatory for Women, Clinton	40,666.59	44,580.24	3,913.65
Reformatory for Men, Rahway	35,674.96	42,063.98	6,389.02
Greystone Park State Hospital	116,490.92	114,190.94	*2,299.98
North Jersey Training School	15,605.46	15,636.39	30.93
Department of Municipal Accounts	5,852.21	12,972.21	7,120.00
Totals (Exhibit A)	<u>\$503,408.60</u>	<u>\$587,525.30</u>	<u>\$84,116.70</u>

EXHIBIT A—SCHEDULE 11

**SCHEDULE OF MISCELLANEOUS ACCOUNTS RECEIVABLE DUE FROM
CORPORATIONS, FIRMS AND INDIVIDUALS FOR MISCELLANE-
OUS CHARGES AT DECEMBER 31, 1928, AND JUNE 30, 1929**

NAME OF DEPARTMENT OR INSTITUTION	December 31, 1928	June 30, 1929	Increase *Decrease
Department of Motor Vehicles	\$4,541.33	\$8,773.00	\$4,231.67
State Highway Commission	27,091.86	26,973.01	*118.85
Department of Banking and Insurance	54,958.28	67,550.21	12,591.93
Agricultural Experiment Station	2,382.80	2,066.91	*315.89
Department of Conservation and Development— Morris Canal and Banking Company	247.50	7,602.20	7,354.70
Department of Institutions and Agencies:			
State Use Division	139.55	2,055.96	1,916.41
Trenton State Hospital	161,204.50	156,277.36	*4,927.14
State Home for Girls	4,665.84	5,455.29	789.45
Colony for Feeble-Minded Males at New Lisbon	6,159.67	6,779.21	619.54
Vineland State School (Feeble-Minded)	2,590.08	2,879.29	289.21
Colony for Feeble-Minded Males at Woodbine..	1,544.59	1,741.17	196.58
Village for Epileptics .....	.....	87.43	87.43
State Home for Boys	10,368.05	12,466.25	2,098.20
New Jersey Sanatorium for Tuberculous Diseases	979.09	779.09	*200.00
Greystone Park State Hospital	60,879.45	56,971.33	*3,908.12
North Jersey Training School	316.01	602.42	286.41
Totals (Exhibit A)	\$338,068.60	\$359,060.13	\$20,991.53

EXHIBIT A—SCHEDULE 12

**SCHEDULE OF MISCELLANEOUS ACCOUNTS FOR INTERDEPART-
MENTAL TRANSACTIONS AT DECEMBER 31, 1928, AND JUNE 30, 1929**

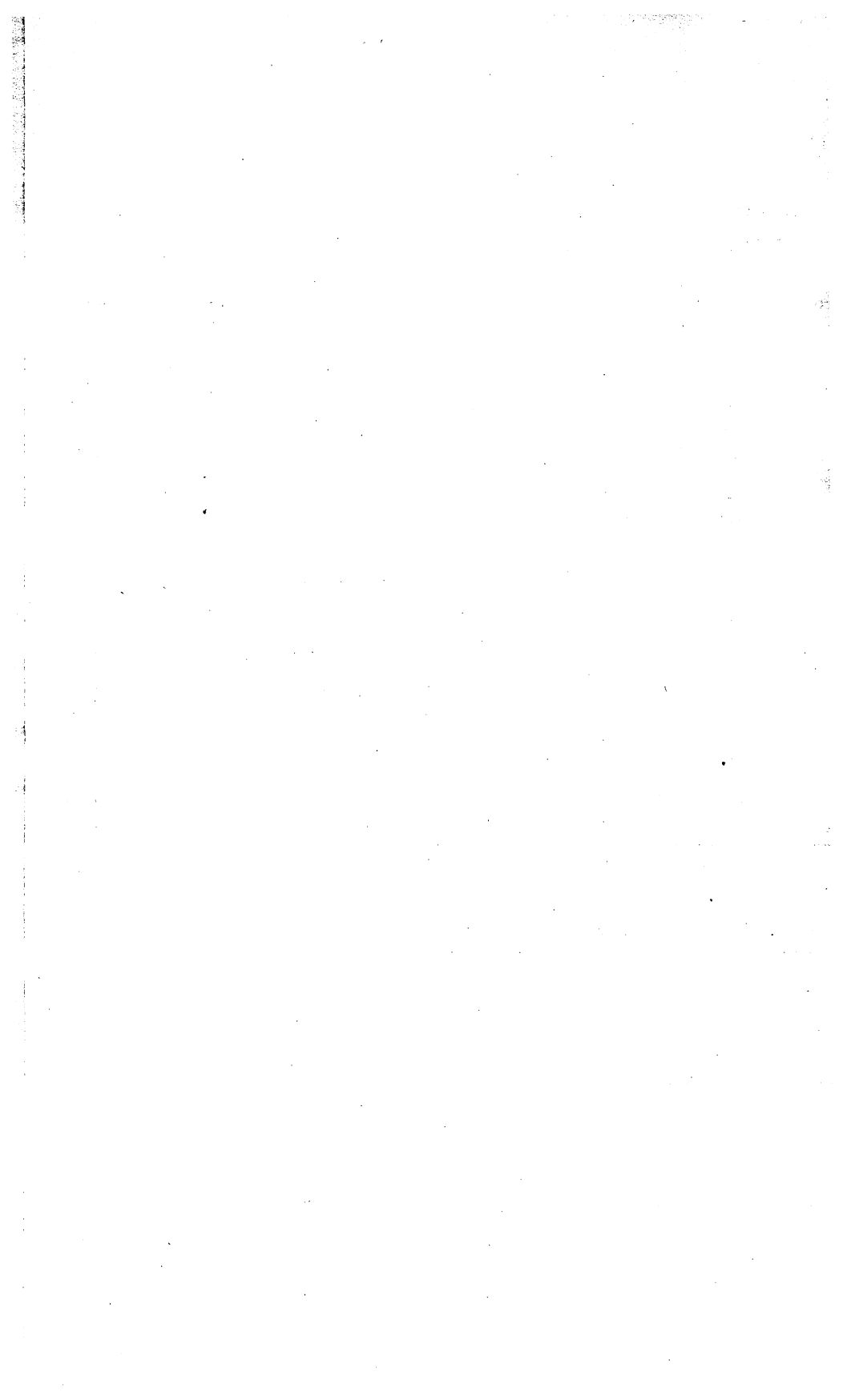
NAME OF DEPARTMENT	December 31, 1928	June 30, 1929	Increase *Decrease
Department of Institutions and Agencies:			
State Use Division	\$174,022.91	\$143,637.91	*\$30,385.00
State Highway Commission	12,686.93	10,415.53	*2,271.40
State Purchase Fund	158,179.11	.....	*158,179.11
Totals (Exhibit A)	\$344,888.95	\$154,053.44	*\$190,835.51

EXHIBIT A—SCHEDULE 13

SCHEDULE OF ADVANCES FOR BRIDGE AND TUNNEL CONSTRUCTION AT DECEMBER 31, 1928, AND JUNE 30, 1929

DATE OF ADVANCE	ADVANCED TO	AMOUNT OF ADVANCE			ACCRUED INTEREST			FUND ADVANCED FROM	LEGAL REFERENCE	
		December 31, 1928	June 30, 1929	Increase *Decrease	To December 31, 1928	To June 30, 1929	Increase *Decrease		Chapters	Laws of
<i>Account of Arthur Kill Bridges:</i>										
*Various	Port of New York Authority	\$50,000.00	\$50,000.00	.....	.....	.....	.....	State Fund	125 and 249	1924
*Various	Port of New York Authority	50,000.00	50,000.00	.....	.....	.....	.....	State Fund	149 and 240	1924
3/19/26	Port of New York Authority	400,000.00	400,000.00	.....	\$44,515.07	\$52,515.07	\$8,000.00	State Fund	37	1925
7/16/26	Port of New York Authority	400,000.00	400,000.00	.....	39,298.63	47,298.63	8,000.00	State Fund	37	1925
7/22/27	Port of New York Authority	400,000.00	400,000.00	.....	23,035.61	31,035.61	8,000.00	State Fund	37	1925
8/13/28	Port of New York Authority	400,000.00	400,000.00	.....	6,115.07	14,115.07	8,000.00	State Fund	37	1925
Totals	.....	\$1,700,000.00	\$1,700,000.00	.....	\$112,964.38	\$144,964.38	\$32,000.00			
<i>Account of Hudson River Bridge:</i>										
*Various	Port of New York Authority	\$100,000.00	\$100,000.00	.....	.....	.....	.....	State Fund	41 and 237	1925
*Various	Port of New York Authority	50,000.00	50,000.00	.....	.....	.....	.....	State Fund	325	1926
7/22/27	Port of New York Authority	500,000.00	500,000.00	.....	\$28,794.52	\$38,794.52	\$10,000.00	State Fund	6	1926
10/26/27	Port of New York Authority	500,000.00	500,000.00	.....	23,534.25	33,534.25	10,000.00	State Fund	6	1926
8/13/28	Port of New York Authority	500,000.00	500,000.00	.....	7,589.04	17,589.04	10,000.00	State Fund	6	1926
1/ 4/29	Port of New York Authority .....	.....	500,000.00	\$500,000.00	.....	9,698.63	9,698.63	State Fund	6	1926
Totals	.....	\$1,650,000.00	\$2,150,000.00	\$500,000.00	\$59,917.81	\$99,616.44	\$39,698.63			
<i>Account of Kill Van Kull Bridge:</i>										
*Various	Port of New York Authority	\$50,000.00	\$50,000.00	.....	.....	.....	.....	State Fund	97	1925
8/13/28	Port of New York Authority	400,000.00	400,000.00	.....	\$6,071.23	\$14,071.23	\$8,000.00	State Fund	3	1927
Totals	.....	\$450,000.00	\$450,000.00	.....	\$6,071.23	\$14,071.23	\$8,000.00			
TOTAL ADVANCES TO PORT OF NEW YORK AUTHORITY		\$3,800,000.00	\$4,300,000.00	\$500,000.00	\$178,953.42	\$258,652.05	\$79,698.63			
<i>Account of Holland Tunnel and Camden Bridge:</i>										
2/16/27	Interstate Bridge and Tunnel Commission	\$800,000.00	\$800,000.00	.....	\$59,835.45	\$75,835.45	\$16,000.00	State Fund	319	1926
2/16/27	Interstate Bridge and Tunnel Commission	1,200,000.00	1,200,000.00	.....	89,743.17	113,743.17	24,000.00	(State Highway	319	1926
1/23/28	Interstate Bridge and Tunnel Commission	1,000,000.00	1,000,000.00	.....	37,488.00	57,488.00	20,000.00	) System Fund	58	1927
Totals	.....	\$3,000,000.00	\$3,000,000.00	.....	\$187,066.62	\$247,066.62	\$60,000.00			
Totals (Exhibit A)	.....	\$6,800,000.00	\$7,300,000.00	\$500,000.00	\$366,020.04	\$505,718.67	\$139,698.63			

*These amounts consist of appropriations to cover preliminary surveys, etc., and were disbursed by the State Treasurer on vouchers audited by the State Comptroller.



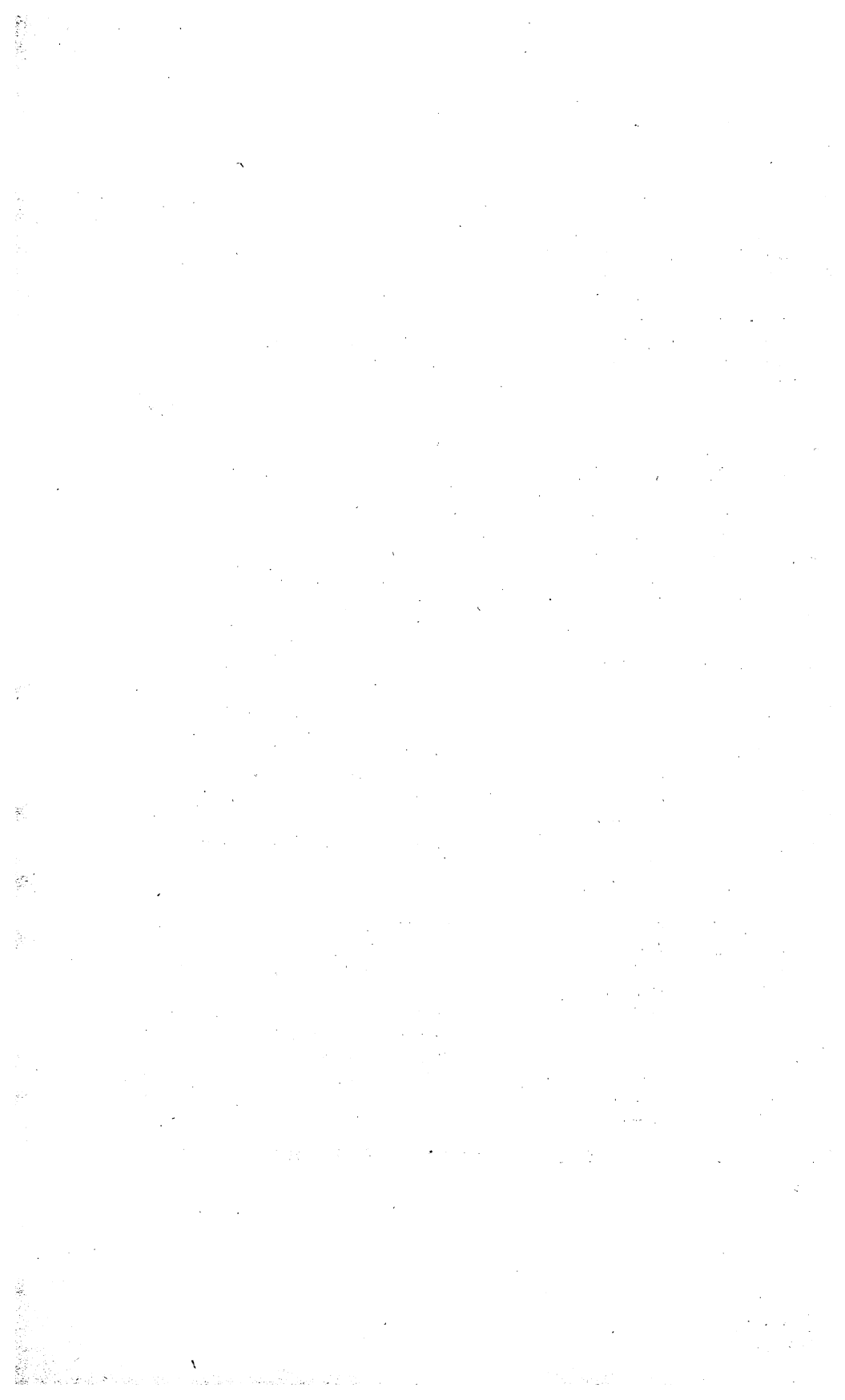


EXHIBIT A—SCHEDULE 14

**SCHEDULE OF STORES INVENTORIES IN CUSTODY OF STATE
DEPARTMENTS AND INSTITUTIONS AT DECEMBER
31, 1928, AND JUNE 30, 1929**

NAME OF DEPARTMENT OR INSTITUTION	December 31, 1928	June 30, 1929	Increase *Decrease
State Purchasing Agent	\$176,195.44	\$138,141.83	*\$38,053.61
State Highway Commission	141,518.80	145,245.03	3,726.23
Department of Institutions and Agencies—			
Division of State Use	416,940.94	266,191.39	*150,749.55
Trenton State Hospital	36,326.84	58,940.15	22,613.31
State Home for Girls	15,479.40	6,821.97	*8,657.43
New Jersey State Prison	26,308.22	29,833.21	3,524.99
State Prison Farm	47,942.49	16,113.63	*31,828.86
Colony for Feeble-Minded Males at New Lisbon	19,679.03	12,093.85	*7,585.18
Colony for Feeble-Minded Males at Woodbine	15,736.14	16,291.87	555.73
Vineland State School (Feeble-Minded)	38,797.09	35,855.09	*2,942.00
Home for Disabled Soldiers at Vineland	20,691.14	14,972.44	*5,718.70
Village for Epileptics	89,934.04	103,903.82	13,969.78
State Home for Boys	7,534.72	12,144.72	4,610.00
New Jersey Sanatorium for Tuberculous Diseases	44,565.54	40,439.97	*4,125.57
New Jersey Reformatory for Men at An- nandale	13,201.40	7,760.83	*5,440.57
New Jersey Reformatory for Men at Rahway	43,804.31	20,641.65	*23,162.66
New Jersey Reformatory for Women	5,013.14	5,782.93	769.79
Greystone Park State Hospital	177,692.04	190,949.80	13,257.76
North Jersey Training School	50,543.70	42,198.05	*8,345.66
New Jersey Home for Disabled Soldiers	14,506.03	16,340.41	1,834.38
Totals (Exhibit A)	<u>\$1,402,410.45</u>	<u>\$1,180,662.64</u>	<u>*\$221,747.81</u>

EXHIBIT A—SCHEDULE 15

SCHEDULE OF SPECIAL DEPOSITS BY RAILROAD CORPORATIONS
AS AT DECEMBER 31, 1928, AND JUNE 30, 1929

Date Deposited	NAME OF DEPOSITOR	December 31, 1928	June 30, 1929	Increase *Decrease
9/24/95	Asbury Park, Bradley Beach, Belmar and Spring Lake Street Railway Co.	\$190.00	\$190.00	.....
11/12/26	Atlantic City Railroad Co.	5,286.00	.....	*\$5,286.00
7/25/99	Atlantic City Railroad Co.	666.66	666.66	.....
7/10/28	Atlantic City and Ocean City Railroad Co.	150.00	150.00	.....
11/16/26	Bay Shore Connecting Railroad Co.	2,000.00	2,000.00	.....
8/18/27	Belvidere Delaware Railroad Co. ...	3,500.00	3,500.00	.....
4/29/05	Bergen and Dundee R. R. Co.	250.00	250.00	.....
10/ 9/03	Cape May, Delaware Bay and Sewell's Point Railroad Co.	650.00	650.00	.....
1/19/22	Central Railroad Co. of New Jersey	1,160.00	1,160.00	.....
12/22/23	Central Railroad Co. of New Jersey	1,590.00	1,590.00	.....
9/ 6/01	Edgewater and Fort Lee Railroad Co.	2,000.00	2,000.00	.....
7/29/90	Elizabeth Passenger Railway Co. ...	1,136.40	1,136.40	.....
2/23/05	Edgewater and Fort Lee Railroad Co.	1,080.00	1,080.00	.....
2/11/07	Erie Terminals Railroad Co.	60,000.00	18,260.00	*41,740.00
6/20/29	Erie Terminals Railroad Co. ....	.....	2,551.40	2,551.40
2/28/93	Jersey City, Harrison & Kearny Railway Co.	6,000.00	6,000.00	.....
6/23/28	Lehigh Valley Railroad Co.	388.00	388.00	.....
4/ 9/13	Lehigh Valley Railroad Co.	10,161.00	10,161.00	.....
4/19/20	Lehigh Valley Railroad Co.	268.00	268.00	.....
2/14/23	Lehigh Valley Railroad Co.	4,120.00	4,120.00	.....
11/22/92	Millville Rapid Transit Co.	1,660.00	1,660.00	.....
3/29/94	Millville Rapid Transit Co.	32.30	32.30	.....
6/ 2/26	Morris and Essex Railroad Co.	1,352.00	1,352.00	.....
2/28/03	New Jersey and Delaware River Railroad Co.	2,000.00	2,000.00	.....
4/ 2/04	New Jersey Short Line Railroad Co.	15,280.00	15,280.00	.....
12/24/92	New York and New Jersey Underground Railway Co.	2,000.00	2,000.00	.....
1/28/96	New York Union Terminal Railway Co.	4,000.00	4,000.00	.....
1/31/05	New York and North Jersey Rapid Transit Co.	100.00	100.00	.....
5/ 4/17	New York Bay Railroad Co.	6,340.00	6,340.00	.....
1/13/93	Orange Valley Street Railway Co. ...	1,000.00	1,000.00	.....

Date Deposited	NAME OF DEPOSITOR	December 31, 1928	June 30, 1929	Increase *Decrease
8/30/25	Penhorn Creek Railroad Co.	\$1,688.16	\$1,688.16	.....
6/19/22	Pennsylvania Railroad Co.	124.89	124.89	.....
6/13/17	Pennsylvania and Newark Railroad Co.	84,400.00	84,400.00	.....
3/ 2/26	Perth Amboy and Woodbridge Railroad Co.	720.00	720.00	.....
2/26/90	Point Breeze Railway Co.	500.00	500.00	.....
5/ 5/91	Rapid Transit Street Railway Co. of Newark	333.33	333.33	.....
1/16/97	South Orange and Maplewood Street Railway Co.	240.00	240.00	.....
12/10/01	Trenton and New Brunswick Railroad Co.	40.00	40.00	.....
7/24/16	United New Jersey Railroad and Canal Co.	7,920.00	7,920.00	.....
6/20/17	United New Jersey Railroad and Canal Co.	480.00	480.00	.....
8/ 8/17	United New Jersey Railroad and Canal Co.	10,160.00	10,160.00	.....
11/11/18	United New Jersey Railroad and Canal Co.	910.00	910.00	.....
6/10/26	United New Jersey Railroad and Canal Co.	472.00	472.00	.....
4/ 5/22	West Jersey and Seashore Railroad Co.	5,062.50	5,062.50	.....
5/ 8/22	West Jersey and Seashore Railroad Co.	50.75	50.75	.....
	Totals (Exhibit A)	\$247,461.99	\$202,987.39	*\$44,474.60

EXHIBIT A—SCHEDULE 16

SCHEDULE OF INVESTED SURPLUS AS AT
DECEMBER 31, 1928, AND JUNE 30, 1929

STATE FUND	December 31, 1928	June 30, 1929	Increase *Decrease
In 1,887 Shares of Joint Capital Stock of the Delaware and Raritan Canal and Camden and Amboy Railroad and Transportation Companies at \$100 per share	\$188,700.00	\$188,700.00	.....
In Advances and Accrued Interest for Bridge and Tunnel Construction as Shown in Detail in Exhibit A—Schedule 13—			
Port of New York Authority	3,978,953.42	4,558,652.05	\$579,698.63
New Jersey Interstate Bridge and Tunnel Commission	859,835.45	875,835.45	16,000.00
Total State Fund	<u>\$5,027,488.87</u>	<u>\$5,623,187.50</u>	<u>\$595,698.63</u>

STATE HIGHWAY SYSTEM FUND

In Advances and Accrued Interest for Bridge and Tunnel Construction as Shown in Detail in Exhibit A—Schedule 13—			
New Jersey Interstate Bridge and Tunnel Commission	<u>\$2,327,231.17</u>	<u>\$2,371,231.17</u>	<u>\$44,000.00</u>

EXHIBIT E

STATEMENT OF STATE DEBT AS AT DECEMBER 31, 1928, AND JUNE 30, 1929

Due Date of Bonds	State Highway Road Bonds Chap. 262, P. L. 1922		State Highway Bridge Bonds Chap. 262, P. L. 1922		Soldier Bonus Bonds Chap. 159, P. L. 1920		State Highway Extension Bonds Chap. 352, P. L. 1920		State Highway Extension Bonds Chap. 262, P. L. 1924		Total
	Series	Bonds Outstanding December 31, 1928, and June 30, 1929	Series	Bonds Outstanding December 31, 1928, and June 30, 1929	Series	Bonds Outstanding December 31, 1928, and June 30, 1929	Series	Bonds Outstanding December 31, 1928, and June 30, 1929	Series	Bonds Outstanding December 31, 1928, and June 30, 1929	
July 1, 1933	A-4¼%	\$3,000,000.00									\$3,000,000.00
Jan. 1, 1934	B-4¼%	3,000,000.00									3,000,000.00
July 1, 1938			A-4¼%	\$2,000,000.00							2,000,000.00
July 1, 1939	C-4¼%	3,000,000.00	B-4¼%	2,000,000.00							5,000,000.00
Jan. 1, 1940	D-4¼%	2,000,000.00	C-4¼%	1,000,000.00							3,000,000.00
July 1, 1940	E-4¼%	3,000,000.00	D-4¼%	2,000,000.00							5,000,000.00
Jan. 1, 1941	F-4¼%	3,000,000.00	E-4¼%	2,000,000.00							5,000,000.00
July 1, 1941	G-4¼%	3,000,000.00			5%	\$12,000,000.00					15,000,000.00
July 1, 1942	H-4 %	6,000,000.00									6,000,000.00
July 1, 1943	I-4 %	5,000,000.00									5,000,000.00
July 1, 1951							A-5 %	\$5,000,000.00			5,000,000.00
July 1, 1952							B-4¼%	5,000,000.00			5,000,000.00
Jan. 1, 1953							C-4¼%	2,000,000.00			2,000,000.00
Jan. 1, 1954							D-4¼%	5,000,000.00			5,000,000.00
July 1, 1954							E-4¼%	6,000,000.00			6,000,000.00
Jan. 1, 1955							F-4¼%	5,000,000.00	A-4¼%	\$1,000,000.00	6,000,000.00
July 1, 1955									B-4¼%	5,000,000.00	5,000,000.00
July 1, 1956									C-4¼%	2,000,000.00	2,000,000.00
Totals (Exhibit A).....		<u>\$31,000,000.00</u>		<u>\$9,000,000.00</u>		<u>\$12,000,000.00</u>		<u>\$28,000,000.00</u>		<u>\$8,000,000.00</u>	<u>\$88,000,000.00</u>

EXHIBIT B—SCHEDULE 1
SCHEDULE SHOWING ANNUAL CONTRIBUTIONS TO SINKING FUND REQUIREMENT
RESERVES AND REDUCTION WHICH WOULD BE EFFECTED IF A 4% BASIS WERE USED

NAME OF ISSUE	Amount Outstand- ing—December 31, 1928, and June 30, 1929	Date Issued	Maturity Date	Annual Contribu- tion—3½% Basis Compounded Annually	Semi-Annual Contribution 4% Basis Compounded Semi-Annually
SOLDIER BONUS BONDS	\$12,000,000.00	July 1, 1921	July 1, 1941	\$424,333.20	\$198,669.00
HIGHWAY EXTENSION BONDS:					
<i>Act of 1920:</i>					
Series A	5,000,000.00	July 1, 1921	July 1, 1951	96,856.50	43,839.85
Series B	5,000,000.00	July 1, 1922	July 1, 1952	96,856.50	43,839.85
Series C	2,000,000.00	January 1, 1923	January 1, 1953	38,742.60	17,535.94
Series D	5,000,000.00	January 1, 1924	January 1, 1954	96,856.50	43,839.85
Series E	6,000,000.00	July 1, 1924	July 1, 1954	116,227.80	52,607.82
Series F	5,000,000.00	January 1, 1925	January 1, 1955	96,856.50	43,839.85
<i>Act of 1924:</i>					
Series A	1,000,000.00	January 1, 1925	January 1, 1955	19,371.30	8,767.97
Series B	5,000,000.00	July 1, 1925	July 1, 1955	96,856.50	43,839.85
Series C	2,000,000.00	July 1, 1926	July 1, 1956	38,742.60	17,535.94
HIGHWAY ROAD AND BRIDGE BONDS:					
<i>Road Bonds:</i>					
Series A	3,000,000.00	July 1, 1923	July 1, 1933	255,724.20	123,470.16
Series B	3,000,000.00	January 1, 1924	January 1, 1934	255,724.20	123,470.16
Series C	3,000,000.00	July 1, 1924	July 1, 1939	155,475.30	73,949.76
Series D	2,000,000.00	January 1, 1925	January 1, 1940	103,650.20	49,299.84
Series E	3,000,000.00	July 1, 1925	July 1, 1940	155,475.30	73,949.76
Series F	3,000,000.00	January 1, 1926	January 1, 1941	155,475.30	73,949.76
Series G	3,000,000.00	July 1, 1926	July 1, 1941	155,475.30	73,949.76
Series H	6,000,000.00	July 1, 1927	July 1, 1942	310,950.60	147,899.52
Series I	5,000,000.00	July 1, 1928	July 1, 1943	259,125.50	123,249.60
<i>Bridge Bonds:</i>					
Series A	2,000,000.00	July 1, 1923	July 1, 1938	103,650.20	49,299.84
Series B	2,000,000.00	July 1, 1924	July 1, 1939	103,650.20	49,299.84
Series C	1,000,000.00	January 1, 1925	January 1, 1940	51,825.10	24,649.92
Series D	2,000,000.00	July 1, 1925	July 1, 1940	103,650.20	49,299.84
Series E	2,000,000.00	January 1, 1926	January 1, 1941	103,650.20	49,299.84
Total Debt—December 31, 1928 and June 30, 1929.....	\$88,000,000.00				
Total Annual Contribution on Basis Used at Present....					
Total Semi-Annual Contribution on 4% Basis (Com- pounded Semi-Annually)				\$3,395,201.80	
Total Annual Contribution on 4% Basis					<u>\$1,599,353.52</u>
Reduction in Annual Contribution Which Would Be Effectuated If 4% Basis Were Used.....				3,198,707.04	
				<u>\$196,493.76</u>	

EXHIBIT C

STATEMENT OF CONDITION OF CAPITAL FUNDS AS AT DECEMBER 31, 1928, AND JUNE 30, 1929

ASSETS	Insurance Fund			School Fund			1837 Surplus Revenue Fund		
	December 31, 1928	June 30, 1929	Increase *Decrease	December 31, 1928	June 30, 1929	Increase *Decrease	December 31, 1928	June 30, 1929	Increase *Decrease
Cash in Banks.....	\$25,420.74	\$8,753.93	*\$16,666.81	\$422,229.32	\$462,231.08	\$40,001.76	\$15,263.22	\$2,450.70	*\$12,812.52
Investments (At Par Value):									
In Bonds	371,500.00	397,600.00	26,100.00	9,789,270.00	10,298,030.00	508,760.00	168,000.00	183,500.00	15,500.00
In Bonds and Mortgages.....				131,460.00	128,760.00	*2,700.00			
In 1,355 shares of Joint Capital Stock of the Delaware and Raritan Canal and Camden and Amboy Railroad and Transportation Company and N. J. R. R. and Transportation Company at \$100 each.....				135,500.00	135,000.00				
In 440 shares of Capital Stock of the Trenton Banking Company at \$50 each.....				22,000.00	22,000.00				
Riparian Rights (At Rental Values).....				1,013,838.71	1,029,535.30	15,696.59			
Total Assets (Exhibit A).....	\$396,920.74	\$406,353.93	\$9,433.19	\$11,514,298.03	\$12,076,056.38	\$561,758.35	\$183,263.22	\$185,950.70	\$2,687.48
RESERVES									
For Principal Account.....	\$377,050.00	\$403,050.00	\$26,000.00	\$11,230,259.70	\$11,708,961.35	\$478,701.65	\$178,002.18	\$184,380.83	\$6,378.65
For Income Account.....	19,870.74	3,303.93	*16,566.81	284,038.33	367,095.03	83,056.70			
For Distribution of Income to Counties.....							5,261.04	1,569.87	*3,691.17
Total Reserves (Exhibit A).....	\$396,920.74	\$406,353.93	\$9,433.19	\$11,514,298.03	\$12,076,056.38	\$561,758.35	\$183,263.22	\$185,950.70	\$2,687.48

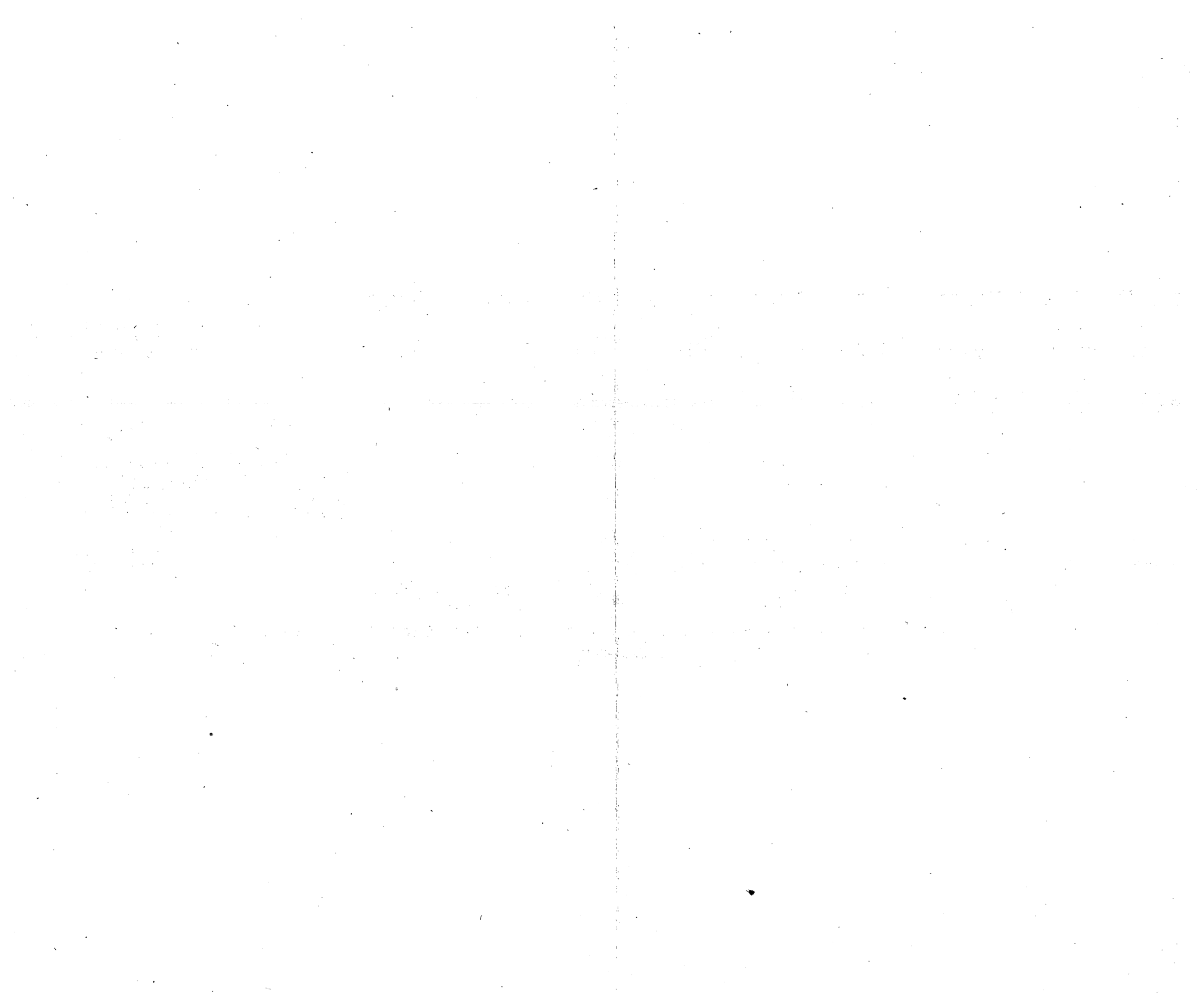


EXHIBIT D
STATEMENT OF CONDITIONS OF TRUST FUNDS AS SHOWN BY
RECORDS OF STATE TREASURER AS AT DECEMBER 31, 1928,
AND JUNE 30, 1929

ASSETS	Teacher's Pension and Annuity Fund			State Employees' Retirement System Fund			State Police Retirement and Benevolent Fund		
	December 31, 1928.	June 30, 1929	Increase *Decrease	December 31, 1928	June 30, 1929	Increase *Decrease	December 31, 1928	June 30, 1929	Increase *Decrease
Cash in Banks.....	\$207,165.16	\$46,734.74	*\$160,430.42	\$29,416.22	\$10,584.11	*\$18,832.11	\$3,887.04	\$25,227.48	\$21,340.44
Investments in Bonds (At Par Value).....	21,143,850.00	22,219,450.00	1,075,600.00	2,212,900.00	2,379,400.00	166,500.00	113,000.00	148,000.00	35,000.00
Total Assets (Exhibit A).....	<u>\$21,351,015.16</u>	<u>\$22,266,184.74</u>	<u>\$915,169.58</u>	<u>\$2,242,316.22</u>	<u>\$2,389,984.11</u>	<u>\$147,667.89</u>	<u>\$116,887.04</u>	<u>\$173,227.48</u>	<u>\$56,340.44</u>
RESERVES									
For Fund Balances (Exhibit A).....	<u>\$21,351,015.16</u>	<u>\$22,266,184.74</u>	<u>\$915,169.58</u>	<u>\$2,242,316.22</u>	<u>\$2,389,984.11</u>	<u>\$147,667.89</u>	<u>\$116,887.04</u>	<u>\$173,227.48</u>	<u>\$56,340.44</u>

EXHIBIT B
STATEMENT OF CONDITION OF SINKING FUNDS AS AT DECEMBER 31, 1928, AND JUNE 30, 1929

Assets	Sinking Fund for Soldier Bonus Bonds			Sinking Fund for Highway Extension Bonds			Sinking Fund for Road and Bridge Bonds		
	December 31, 1928	June 30, 1929	Increase *Decrease	December 31, 1928	June 30, 1929	Increase *Decrease	December 31, 1928	June 30, 1929	Increase *Decrease
Cash in Banks.....	\$76,450.76	\$52,551.85	*\$23,898.91	\$32,318.88	\$458,348.66	\$426,029.78	\$664,929.07	\$161,892.76	*\$503,036.31
Investments in Bonds (At Par Value).....	4,257,100.00	4,690,900.00	433,800.00	5,320,000.00	6,206,000.00	886,000.00	8,371,500.00	10,881,000.00	2,509,500.00
Taxes Collected in Excess of Sinking Fund and Bond Interest Requirements—Carried in Bond Interest Bank Account	46,267.55	46,267.55	.....	.....	.....	.....	.....	.....	.....
Amount Overdrawn from Sinking Fund for Bond Interest Requirements—Carried in Bond Interest Bank Account .....	.....	.....	.....	90,388.44	90,388.44	.....	.....	.....	.....
Total Assets (Exhibit A).....	<u>\$4,379,818.31</u>	<u>\$4,789,719.40</u>	<u>\$409,901.09</u>	<u>\$5,442,707.32</u>	<u>\$6,754,737.10</u>	<u>\$1,312,029.78</u>	<u>\$9,036,429.07</u>	<u>\$11,042,892.76</u>	<u>\$2,006,463.69</u>
REQUIREMENT RESERVES AND SURPLUS—									
Reserves for Requirements (Calculated on a 3½% Income Basis Compounded Annually)	\$3,301,060.78	\$3,840,931.12	\$539,870.34	\$3,234,533.97	\$4,045,109.39	\$810,575.42	\$6,539,701.65	\$9,042,093.01	\$2,502,391.36
Surplus	1,078,757.53	948,788.28	*129,969.25	2,208,173.35	2,709,627.71	501,454.36	2,496,727.42	2,000,799.75	*495,927.67
Total Requirement Reserves and Surplus (Exhibit A)	<u>\$4,379,818.31</u>	<u>\$4,789,719.40</u>	<u>\$409,901.09</u>	<u>\$5,442,707.32</u>	<u>\$6,754,737.10</u>	<u>\$1,312,029.78</u>	<u>\$9,036,429.07</u>	<u>\$11,042,892.76</u>	<u>\$2,006,463.69</u>

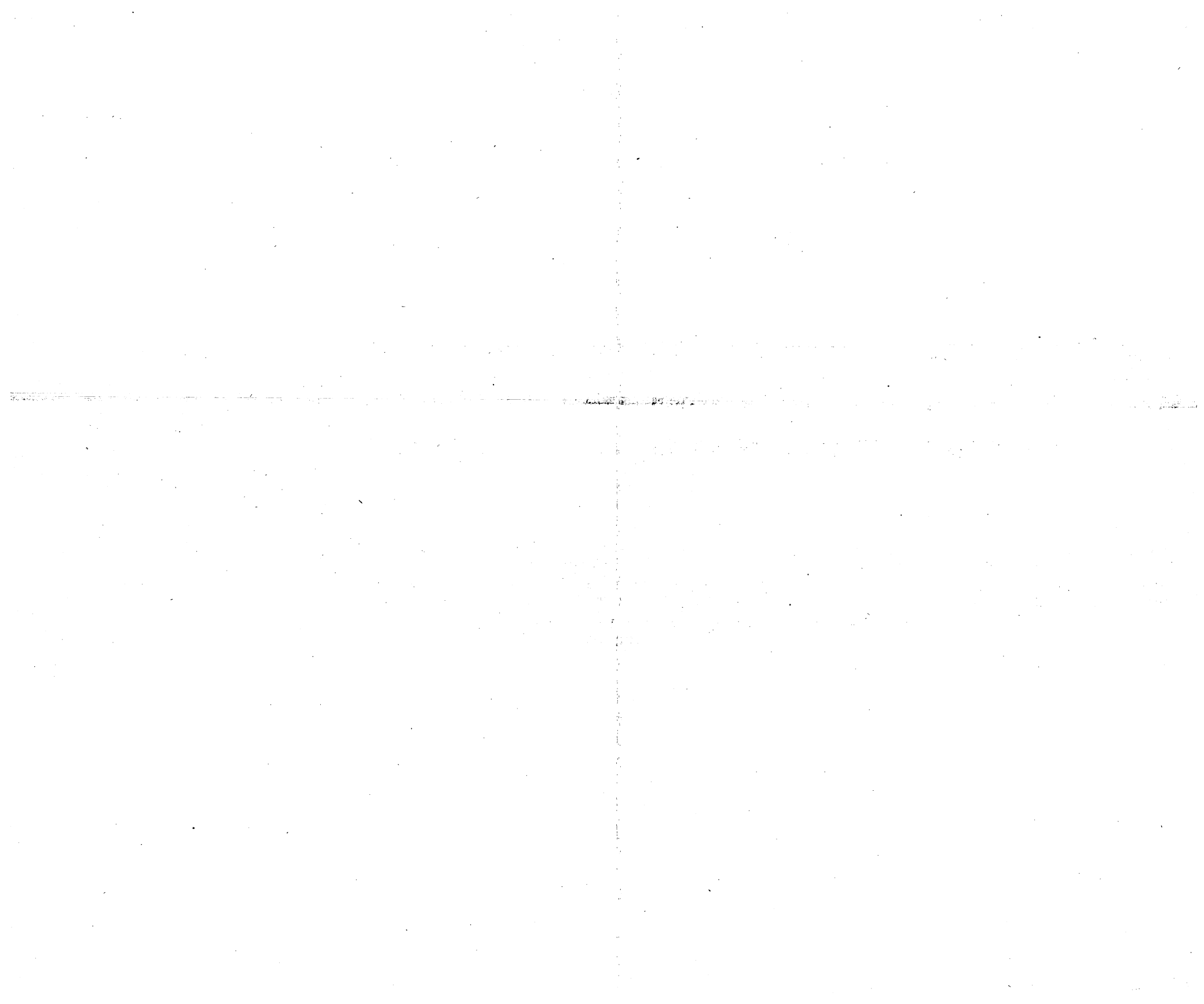


EXHIBIT F
STATEMENTS OF CONDITION OF FUNDS AS AT DECEMBER 31, 1928, AND JUNE 30, 1929

ASSETS	December 31, 1928			June 30, 1929			Increase *Decrease
	†State Fund	x Special Funds	Total All Funds	†State Fund	x Special Funds	Total All Funds	
Available Cash	\$11,281,192.82	\$13,997,442.67	\$25,278,635.49	\$5,066,719.20	\$19,146,854.96	\$24,213,574.16	*\$1,065,061.33
Imprest Cash Funds	43,050.00	54,300.00	97,350.00	36,600.00	54,300.00	90,900.00	*6,450.00
Loans Due from Other Funds.....		88,725.00	88,725.00	159,176.00	70,550.00	229,726.00	141,001.00
Total Assets	\$11,324,242.82	\$14,140,467.67	\$25,464,710.49	\$5,262,495.20	\$19,271,704.96	\$24,534,200.16	\$930,510.33
LIABILITIES AND SURPLUS							
Loans Due to Other Funds.....		\$88,725.00	\$88,725.00		\$229,726.00	\$229,726.00	\$141,001.00
Requisitions Against Available Cash to Cover Outstanding Obligations	\$14,131,677.54	1,431,180.06	15,562,857.60	\$4,971,183.67	1,767,071.98	6,738,255.65	*8,824,601.95
Appropriation Balances	3,390,477.04	12,975,552.97	16,366,030.01	184,341.31	19,321,650.58	19,505,991.89	3,139,961.88
Deficit or Unappropriated Surplus.....	*6,197,911.76	*354,990.36	*6,552,902.12	106,970.22	*2,046,743.60	*1,939,773.38	*4,613,128.74
Total Liabilities and Surplus.....	\$11,324,242.82	\$14,140,467.67	\$25,464,710.49	\$5,262,495.20	\$19,271,704.96	\$24,534,200.16	\$930,510.33

† Supported by Schedule 1.

x Supported by Schedule 2 to 18, inclusive.

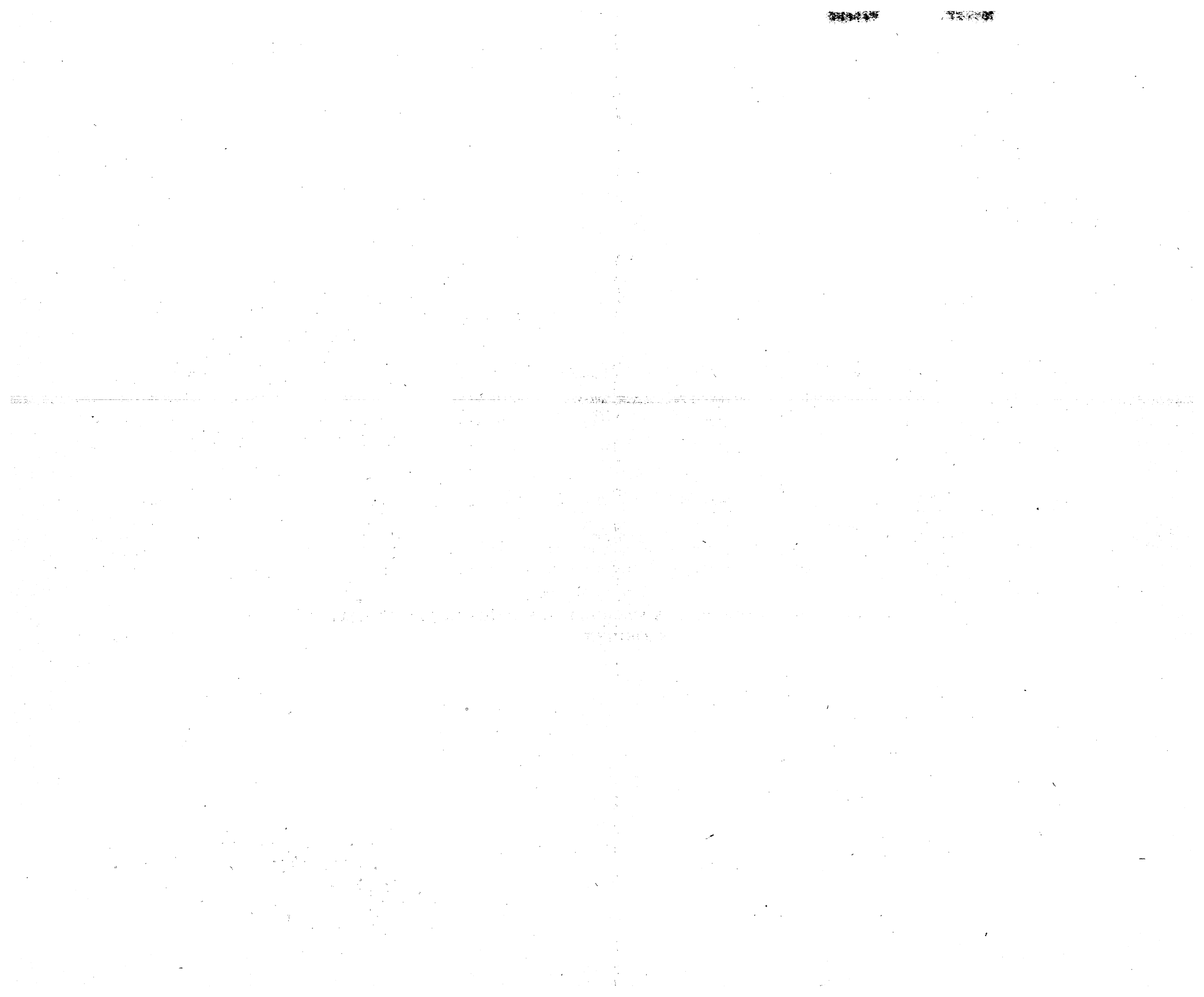


EXHIBIT F—SCHEDULE 1

STATEMENTS OF CONDITION OF STATE FUND AS AT
DECEMBER 31, 1928, AND JUNE 30, 1929

ASSETS	December 31, 1928	June 30, 1929	Increase *Decrease
CASH IN THE TREASURY AS SHOWN BY EXHIBIT A			
—SCHEDULE 1:			
State Fund	\$16,873,594.74	\$11,505,985.49	*\$5,367,609.25
State Highway Sinking Fund—Road Bond Interest	654,011.25	658,886.25	4,875.00
State Highway Sinking Fund—Bridge Bond Interest	192,142.50	192,950.00	807.50
State Highway Extension Fund—Bond Interest	877,177.19	883,995.94	6,818.75
Soldier Bonus Bond Tax	724,065.00	348,042.55	*376,022.45
State School Tax	2,921,883.57	.....	*2,921,883.57
State Highway Bond Tax	3,816,668.27	2,264,017.35	*1,552,650.92
Special Railroad Deposits	247,461.99	202,987.39	*44,474.60
Special Bridge Account	25,000.00	25,000.00	.....
<i>Add:</i>			
Amount due from State Highway System Fund for Reimbursement of Appropriations to Department of Motor Vehicles	1,067,669.51	.....	*1,067,669.51
	\$27,399,674.02	\$16,081,864.97	*\$11,317,809.05
DEDUCTIONS:			
<i>Due to State Highway System Fund:</i>			
Portion of Taxes Collected from Railway and Canal Companies—Included in Cash Balance of State Fund	\$282,705.06	.....	*\$282,705.06
Portion of State Road Taxes Collected—Included in Cash Balance of State Highway Bond Tax	2,768,639.68	\$2,264,017.35	*504,622.33
Amount of Appropriation to Gasoline Tax Division of Department of Motor Vehicles Reimbursed to State Fund Twice .....	.....	18,080.00	18,080.00
<i>Due to State Institution Construction Fund:</i>			
Portion of Taxes Collected from Railway and Canal Companies—Included in Cash Balance of State Fund	141,352.53	.....	*141,352.53
<i>Due to State Purchase Revolving Fund:</i>			
Amount of Appropriation for Fiscal Year 1928-1929 Not Transferred from State Fund	100,000.00	100,000.00	.....

ASSETS	December 31, 1928	June 30, 1929	Increase *Decrease
<i>Cash Applicable to Special Funds and Included in Cash Balance of State Fund:</i>			
State Use Revolving Fund	\$172,226.52	\$130,954.03	*\$41,279.49
Academic Certificate Fund	7,895.01	6,806.94	*1,088.07
Fund for Commission on Elimination of Toll Bridges	109,400.25	185,363.85	75,963.60
Division of Architecture and Construction Fund	18,514.03	14,516.11	*3,997.92
<i>Cash Applicable to Current Liabilities and Re- serves:</i>			
Interest Due on the State Debt	1,940,367.50	1,947,218.75	6,851.25
Reserve for Cash Due to Teachers' Pension and Annuity Fund	3,259,818.00	3,259,818.00	.....
Reserves for Cash Due to Sinking Funds	1,555,057.03	136,655.99	*1,418,401.04
Special Deposits	272,461.99	227,987.39	*44,474.60
Reserves for Apportionment of State Revenues	5,490,043.60	2,723,727.36	*2,766,316.24
	\$16,118,481.20	\$11,015,145.77	*\$5,103,335.43
Available Cash	\$11,281,192.82	\$5,066,719.20	*\$6,214,473.62
Imprest Cash Funds in Custody of State Depart- ments and Institutions (Considered as Ad- vances from State Fund)—Exhibit A— Schedule 2	43,050.00	36,600.00	*\$6,450.00
<i>Loans Due From Other Funds:</i>			
Division of Architecture and Construction Fund (Cash Overdrawn) .....	.....	18,175.00	18,175.00
Morris Canal Fund (to Cover Temporary Deficit) .....	.....	141,001.00	141,001.00
	\$11,324,242.82	\$5,262,495.20	*\$6,061,747.62
LIABILITIES AND SURPLUS			
REQUISITIONS AGAINST AVAILABLE CASH TO COVER OUTSTANDING OBLIGATIONS:			
Fiscal Year 1928-1929	\$12,781,607.72	\$3,983,389.01	\$8,798,218.71
Prior Years	1,350,069.82	987,794.66	*362,275.16
APPROPRIATION BALANCES:			
Fiscal Year 1928-1929	3,365,477.04	184,341.31	*3,181,135.73
Prior Years	25,000.00	.....	*25,000.00
Deficit or Unappropriated Surplus	*6,197,911.76	106,970.22	6,304,881.98
	\$11,324,242.82	\$5,262,495.20	*\$6,061,747.62

EXHIBIT F—SCHEDULE 2

STATEMENTS OF CONDITION OF STATE HIGHWAY SYSTEM FUND
AS AT DECEMBER 31, 1928, AND JUNE 30, 1929

ASSETS	December 31, 1928	June 30, 1929	Increase *Decrease
Cash in the Treasury as Shown by Exhibit A— Schedule 1	\$2,686,836.11	\$8,389,079.41	\$5,702,243.30
<i>Add:</i>			
Portion of Tax Collected from Railway and Canal Companies—Included in Cash Balance of State Fund	282,705.06	.....	*282,705.06
Portion of State Road Taxes Collected and Belonging to this Fund—Included in Cash Balance of State Highway Bond Tax	2,768,639.68	2,264,017.35	*504,622.33
Amount Reserved from State Highway System Fund for Interest on Bonds—Bonds Not Yet Sold—Carried in Cash Balance of State High- way Bond Interest Fund (Roads, Bridges and Viaducts) .....	.....	212,500.00	212,500.00
Amount Due from State Fund—Appropriation to Gasoline Tax Division of Department of Motor Vehicles Reimbursed Twice .....	.....	18,080.00	18,080.00
	<u>\$5,738,180.85</u>	<u>\$10,883,676.76</u>	<u>\$5,145,495.91</u>
<i>Less:</i>			
Amount Due to State Fund for Reimburse- ment of Appropriations to Department of Motor Vehicles	\$1,067,669.51	.....	*\$1,067,669.51
Amount Due to Special Fund for Elimination of Toll Bridges for Appropriation by Legis- lature	251,000.00	.....	*251,000.00
	<u>\$1,318,669.51</u>	.....	<u>*\$1,318,669.51</u>
Available Cash	\$4,419,511.34	\$10,883,676.76	\$6,464,165.42
IMPREST CASH FUNDS:			
As Shown in Exhibit A—Schedule 2	2,000.00	2,000.00	.....
Advanced to State Highway Commission as Shown on Exhibit A	50,000.00	50,000.00	.....
Total Assets	<u>\$4,471,511.34</u>	<u>\$10,935,676.76</u>	<u>\$6,464,165.42</u>
LIABILITY			
Appropriation Balances	<u>\$4,471,511.34</u>	<u>\$10,935,676.76</u>	<u>\$6,464,165.42</u>

EXHIBIT F—SCHEDULE 3

STATEMENTS OF CONDITION OF STATE HIGHWAY FUND FOR ROADS
AND BRIDGES AS AT DECEMBER 31, 1928, AND JUNE 30, 1929

ASSETS	December 31, 1928	June 30, 1929	Increase *Decrease
Available Cash—Exhibit A—Schedule 1	<u>\$3,220,000.00</u>	<u>\$1,625,000.00</u>	<u>*\$1,595,000.00</u>
LIABILITY			
Appropriation Balance	<u>\$3,220,000.00</u>	<u>\$1,625,000.00</u>	<u>*\$1,595,000.00</u>

EXHIBIT F—SCHEDULE 4

STATEMENTS OF CONDITION OF STATE HIGHWAY EXTENSION FUND
AS AT DECEMBER 31, 1928, AND JUNE 30, 1929

ASSETS	December 31, 1928	June 30, 1929	Increase *Decrease
Available Cash—Exhibit A—Schedule 1	<u>\$626,597.02</u>	<u>\$555,036.03</u>	<u>*\$71,560.99</u>
LIABILITIES			
Appropriation Balance	<u>\$626,597.02</u>	<u>\$555,036.03</u>	<u>*\$71,560.99</u>

EXHIBIT F—SCHEDULE 5

STATEMENTS OF CONDITION OF STATE INSTITUTION CONSTRUCTION
FUND AS AT DECEMBER 31, 1928, AND JUNE 30, 1929

ASSETS	December 31, 1928	June 30, 1929	Increase * <i>Decrease</i>
Cash in the Treasury as Shown by Exhibit A— Schedule 1	\$4,335,339.51	\$4,882,845.54	\$547,506.03
<i>Add:</i>			
Portion of Taxes Collected from Railway and Canal Companies—Included in Cash Balance of State Fund	141,352.53	.....	*141,352.53
Available Cash	\$4,476,692.04	\$4,882,845.54	\$406,153.50
Loans Due from Division of Architecture and Construction Fund (Overpayments of Fees) ...	88,725.00	70,550.00	*18,175.00
Total Assets	<u>\$4,565,417.04</u>	<u>\$4,953,395.54</u>	<u>\$387,978.50</u>
 LIABILITIES AND DEFICIT			
REQUISITIONS AGAINST AVAILABLE CASH — TO COVER OUTSTANDING OBLIGATIONS:			
Fiscal Year 1929-1930 "S" Accounts		\$147,269.60	\$147,269.60
Prior Years "X15LL-M-O-P-R" Accounts ..	\$1,162,291.07	1,319,111.40	156,820.33
<i>Appropriation Balances:</i>			
Fiscal Year 1929-1930 "S" Accounts		3,445,120.17	3,445,120.17
Prior Years "X15LL-M-O-P-R" Accounts ..	3,754,736.25	1,969,855.40	*1,784,880.85
Total Liabilities	\$4,917,027.32	\$6,881,356.57	\$1,964,329.25
<i>Less:</i> Deficit	*351,610.28	†1,927,961.03	1,576,350.75
Total Liabilities and Deficit	<u>\$4,565,417.04</u>	<u>\$4,953,395.54</u>	<u>\$387,978.50</u>

* This deficit is fully covered by uncollected Institution Construction Fund Taxes at December 31, 1928, amounting to \$401,900.77.

† This deficit exceeds the amount of uncollected Institution Construction Fund Taxes (Including those on the list of 1929) at June 30, 1929, by \$148,432.46.

EXHIBIT F—SCHEDULE 6

STATEMENTS OF CONDITION OF STATE PURCHASE REVOLVING FUND
AS AT DECEMBER 31, 1928, AND JUNE 30, 1929

ASSETS	December 31, 1928	June 30, 1929	Increase *Decrease
Cash in the Treasury as Shown by Exhibit A— Schedule 1	\$38,974.01	\$112,145.92	\$73,171.91
<i>Add:</i> Amount of Appropriation for Fiscal Year 1928-1929 Not Yet Transferred from State Fund	100,000.00	100,000.00	.....
Available Cash	\$138,974.01	\$212,145.92	\$73,171.91
Imprest Cash Fund—Exhibit A—Schedule 2	300.00	300.00	.....
Total Assets	<u>\$139,274.01</u>	<u>\$212,445.92</u>	<u>\$73,171.91</u>
LIABILITIES			
Requisitions Against Available Cash—to Cover Outstanding Obligations	\$137,719.61	\$73,545.67	*\$64,173.94
Appropriation Balance	1,554.40	138,900.25	137,345.85
Total Liabilities	<u>\$139,274.01</u>	<u>\$212,445.92</u>	<u>\$73,171.91</u>

EXHIBIT F—SCHEDULE 7

STATEMENT OF CONDITION OF STATE USE REVOLVING FUND
AS AT DECEMBER 31, 1928, AND JUNE 30, 1929

ASSETS	December 31, 1928	June 30, 1929	Increase *Decrease
Available Cash (Included in Cash Balance of State Fund)	<u>\$172,226.52</u>	<u>\$130,954.03</u>	<u>*\$41,272.49</u>
LIABILITIES			
<i>Requisitions Against Available Cash—to Cover Outstanding Obligations:</i>			
Fiscal Year 1928-1929	\$68,970.08	\$97,448.95	\$28,478.87
Prior Years	13,609.25	11,984.99	*1,624.26
<i>Appropriation Balances:</i>			
Fiscal Year 1928-1929	89,647.19	21,520.09	*68,127.10
Prior Years .....	.....	.....	.....
Total Liabilities	<u>\$172,226.52</u>	<u>\$130,954.03</u>	<u>*\$41,272.49</u>

EXHIBIT F—SCHEDULE 8

STATEMENT OF CONDITION OF STATE WATER SUPPLY FUND
AS AT DECEMBER 31, 1928, AND JUNE 30, 1929

ASSET	December 31, 1928	June 30, 1929	Increase *Decrease
Available Cash—Exhibit A—Schedule 1	\$106,840.50	\$112,498.63	\$5,658.13
LIABILITIES AND SURPLUS			
Appropriation Balance	\$21,669.02	\$5,149.41	*\$16,519.61
Unappropriated Surplus	85,171.48	107,349.22	22,177.74
TOTAL LIABILITIES AND SURPLUS	\$106,840.50	\$112,498.63	\$5,658.13

EXHIBIT F—SCHEDULE 9

STATEMENT OF CONDITION OF STATE FOREST FUND
AS AT DECEMBER 31, 1928, AND JUNE 30, 1929

ASSET	December 31, 1928	June 30, 1929	Increase *Decrease
Available Cash—Exhibit A—Schedule 1	\$3,607.76	\$3,594.21	*\$13.55
LIABILITIES AND SURPLUS			
Appropriation Balance	\$3,434.32	.....	*\$3,434.32
Unappropriated Surplus	173.44	\$3,594.21	3,420.77
TOTAL LIABILITIES AND SURPLUS	\$3,607.76	\$3,594.21	*\$13.55

EXHIBIT F—SCHEDULE 10

STATEMENTS OF CONDITION OF FUND FOR COMMISSION
ON ELIMINATION OF TOLL BRIDGES AS AT
DECEMBER 31, 1928, AND JUNE 30, 1929

ASSETS	December 31, 1928	June 30, 1929	Increase *Decrease
Cash—(Included in Cash Balance of State Fund)	\$109,400.25	\$185,363.85	\$75,963.60
Add—			
Amount due from State Highway System Fund for Appropriation by Legislature	251,000.00	.....	*251,000.00
Available Cash	\$360,400.25	\$185,363.85	*\$175,036.40
Imprest Cash Fund—			
Exhibit A—Schedule 2	2,000.00	2,000.00	.....
TOTAL ASSETS	<u>\$362,400.25</u>	<u>\$187,363.85</u>	<u>*\$175,036.40</u>
LIABILITIES			
<i>Requisitions Against Available Cash—To Cover</i>			
<i>Outstanding Obligations:</i>			
Fiscal Year 1928-1929	\$33,978.87	\$102,178.75	\$68,199.88
Prior Years	98.00	98.00	.....
<i>Appropriation Balances:</i>			
Fiscal Year 1928-1929	328,323.38	85,087.10	*243,236.28
Prior Years .....	.....	.....	.....
TOTAL LIABILITIES	<u>\$362,400.25</u>	<u>\$187,363.85</u>	<u>*\$175,036.40</u>

EXHIBIT F—SCHEDULE 11

STATEMENT OF CONDITION OF DIVISION OF ARCHITECTURE
AND CONSTRUCTION FUND AS AT DECEMBER 31,
1928, AND JUNE 30, 1929

ASSET	December 31, 1928	June 30, 1929	Increase *Decrease
Available Cash—(Included in Cash Balance of State Fund)	\$18,514.03	\$14,516.11	*\$3,997.92
LIABILITIES AND DEFICIT			
<i>Requisition Against Available Cash—To Cover</i>			
<i>Outstanding Obligations:</i>			
Fiscal Year 1928-1929	\$9,059.74	\$14,516.11	\$5,456.37
Prior Years	3,975.11	.....	*3,975.11
<i>Appropriation Balances:</i>			
Fiscal Year 1928-1929	5,479.18	.....	*5,479.18
Prior Years .....	.....	.....	.....
Loans Due to State Institution and Construction Fund (Overpayments of Fees)	88,725.00	70,550.00	*18,175.00
Loans Due to State Fund (Cash Overdrawn) ..	.....	18,175.00	18,175.00
Total Liabilities	\$107,239.03	\$103,241.11	*\$3,997.92
Less—			
Deficit	88,725.00	88,725.00	.....
Total Liabilities and Deficit	\$18,514.03	\$14,516.11	*\$3,997.92

EXHIBIT F—SCHEDULE 12

STATEMENT OF CONDITION OF WORKMEN'S COMPENSATION
TAX FUND AS AT DECEMBER 31, 1928,
AND JUNE 30, 1929

ASSET	December 31, 1928	June 30, 1929	Increase *Decrease
Available Cash— Exhibit A—Schedule 1	\$181,149.04	\$300,397.38	\$119,248.34
LIABILITY			
Appropriation Balance	\$181,149.04	\$300,397.38	\$119,248.34

EXHIBIT F—SCHEDULE 13

STATEMENT OF CONDITION OF CLERK IN CHANCERY
ENROLLMENT FUND AS AT DECEMBER 31,
1928, AND JUNE 30, 1929

ASSET	December 31, 1928	June 30, 1929	Increase *Decrease
Available Cash—Exhibit A—Schedule 1	\$22,502.76	\$32,611.22	\$10,108.46
LIABILITY			
Appropriation Balance	\$22,502.76	\$32,611.22	\$10,108.46

EXHIBIT F—SCHEDULE 14

STATEMENTS OF CONDITION OF THE MORRIS CANAL FUND
AS AT DECEMBER 31, 1928, AND JUNE 30, 1929

ASSET	December 31, 1928	June 30, 1929	Increase *Decrease
<i>Cash in the Treasury as Shown by Exhibit A— Schedule 1:</i>			
Morris Canal Account	\$5,146.42	\$50,151.97	\$45,005.55
Morris Canal—Special Account	11,132.20	11,242.64	110.44
Available Cash	<u>\$16,278.62</u>	<u>\$61,394.61</u>	<u>\$45,115.99</u>
LIABILITIES AND DEFICIT			
Loan Due to State Fund .....	.....	\$141,001.00	\$141,001.00
Appropriation Balance	\$16,278.62	61,394.61	45,115.99
Total Liabilities	\$16,278.62	\$202,395.61	\$186,116.99
Less—			
Deficit .....	.....	141,001.00	141,001.00
Total Liabilities and Deficit	<u>\$16,278.62</u>	<u>\$61,394.61</u>	<u>\$45,115.99</u>

EXHIBIT F—SCHEDULE 15

STATEMENTS OF CONDITION OF ACADEMIC CERTIFICATE FUND
AS AT DECEMBER 31, 1928, AND JUNE 30, 1929

ASSET	December 31, 1928	June 30, 1929	Increase *Decrease
Available Cash—(Included in Cash Balance of State Fund)	<u>\$7,895.01</u>	<u>\$6,806.94</u>	<u>*\$1,088.07</u>
LIABILITIES			
Requisitions Against Available Cash—to Cover			
Outstanding Obligations	\$1,478.33	\$918.51	*\$559.82
Appropriated Balance	6,416.68	5,888.43	*528.25
Total Liabilities	<u>\$7,895.01</u>	<u>\$6,806.94</u>	<u>*\$1,088.07</u>

EXHIBIT F—SCHEDULE 16

STATEMENT OF CONDITION OF COMMERCE AND
NAVIGATION DIVERSION FUND AS AT DECEMBER
31, 1928, AND JUNE 30, 1929

ASSET	December 31, 1928	June 30, 1929	Increase *Decrease
Available Cash—Exhibit A—Schedule 1	<u>\$3,282.00</u>	<u>\$3,282.00</u>	<u>.....</u>
LIABILITY			
Appropriation Balance	<u>\$3,282.00</u>	<u>\$3,282.00</u>	<u>.....</u>

EXHIBIT F—SCHEDULE 17

STATEMENT OF CONDITION OF SOLDIER BONUS FUND AS AT
DECEMBER 31, 1928, AND JUNE 30, 1929

ASSET	December 31, 1928	June 30, 1929	Increase *Decrease
Available Cash—Exhibit A—Schedule 1	<u>\$11,389.55</u>	<u>.....</u>	<u>*\$11,389.55</u>
LIABILITY			
Appropriation Balance	<u>\$11,389.55</u>	<u>.....</u>	<u>*\$11,389.55</u>

EXHIBIT F—SCHEDULE 18

STATEMENT OF CONDITION OF QUARTERMASTER-
GENERAL'S FUND AS AT DECEMBER 31, 1928,
AND JUNE 30, 1929

ASSET	December 31, 1928	June 30, 1929	Increase *Decrease
Available Cash in Possession of Quartermaster- General's Department—per Exhibit A	<u>\$211,582.22</u>	<u>\$136,731.73</u>	<u>*\$74,850.49</u>
LIABILITY			
Appropriation Balance	<u>\$211,582.22</u>	<u>\$136,731.73</u>	<u>*\$74,850.49</u>

EXHIBIT G
COMMENTS

Cash and Cash Items:

(Cash in the Treasury—General Account)

This asset consists of the various book balances of all cash accounts in the custody of the State Treasurer and on deposit in the numerous State Depositories, excluding cash applicable to Sinking, Capital, Trust and Federal Aid Funds. The accounts contained in this item are shown in this report in Exhibit A—Schedule No. 1, and which, if a proper system of accounting were in use, would be merged into one account known as "Cash in the Treasury—General Account."

In the verification of these book balances as at June 30, 1929, certain items, which required adjustment, were adjusted as follows:

Total Cash in the Treasury per State Treasurer's Records..... \$32,377,732.63

Less:

Coupons for Bond Interest Paid by Banks in June, 1929, and Not Entered on State's Books Until July, 1929:

State Highway Extension Bonds	\$720.00	
State Highway Road Bonds	2,732.50	
State Highway Bridge Bonds	340.00	
Soldier Bonus Bonds	1,825.00	
		5,617.50
		\$32,372,115.13

Less:

Protested Check Charged by Banks and Carried on Books as Deduction from Outstanding Checks—State Fund—Trenton Banking Co.	81.87
	\$32,372,033.26

Less:

Amount Overpaid to State Fund from Deposits by Estates of Nonresident Decedents for Transfer Inheritance Taxes..	1.71
	\$32,372,031.55

Add:

Item credited by Bank in June, 1929, not entered on State's books until July, 1929, State Fund—First-Mechanics National Bank of Trenton	93.37
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Add:

Check drawn in payment of interest on Soldier Bonus Bonds which bonds were registered as to principal only and for which interest coupons were presented and paid. Payment of this check was stopped but no entry made on the State's books	125.00
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Cash in the Treasury—General Account (per Exhibit A)	<u>\$32,372,249.92</u>
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There has not been included in the amount of Cash in the Treasury—General Account as at June 30, 1929, amounts credited by banks in June, 1929, for the sale of State Highway Bonds as of July 1, 1929, or interest credited in a few instances by banks in June, 1929, which interest was not actually received by the State Treasurer until July, 1929.

The total cash in the custody of the State Treasurer as of June 30, 1929, including the Cash in the Treasury—General Account and Sinking, Capital, Trust and Federal Aid Funds was as follows:

Cash in the Treasury—General Account...	\$32,372,249.92
Cash Applicable to Sinking Funds.....	672,793.27
Cash Applicable to Capital Funds	473,435.71
Cash Applicable to Trust Funds	101,102.66
Cash Applicable to Federal Aid Funds	216,550.63
	<hr/>
Total	\$33,836,132.19

It might be of interest to know that the total cash of \$33,836,132.19 comprised 563 bank accounts in 462 banks throughout the State of New Jersey. The amounts on deposit in any one bank ranged from the sum of \$2,000.00 in the First National Bank of Hope, N. J., to \$7,664,001.39 in the First-Mechanics National Bank of Trenton, N. J.

It might also be of interest to know that of the total cash of \$33,836,132.19 the sum of \$25,952,928.75 was on deposit in the banks of the seven cities listed below :

City of Paterson	\$1,321,692.14
City of Camden	4,508,379.09
City of Perth Amboy	405,000.00
Atlantic City	1,115,000.00
Jersey City	1,248,753.93
City of Newark	1,845,985.84
City of Trenton	15,508,117.75
	\$25,952,928.75

The law provides that the State Treasurer may use his own discretion in designating which banks, located in the State, may be State depositories; that the banks are not required to deposit security with the State as a depository; and also that said banks be not required to pay more than 2 per cent. interest. The law also provides that, if the State Treasurer decides that any bank is not able to pay interest, he may relieve such bank from the payment of interest until such time as, in his discretion, their finances permit the same. There is no statute on the books of the State of New Jersey which controls the maximum amount that may be deposited in any one bank.

In most states banks are designated as State depositories by more than one person, a control of the amounts to be deposited in any one bank is provided, and banks are required to deposit security with the State. Interest considerably higher than 2 per cent. is obtained by the method of competitive bidding.

During the course of the audit the book balances of Cash in the Treasury—General Account and Cash Applicable to Sinking Funds, Capital Funds and Federal Aid Funds were verified in the manner outlined in subsequent paragraphs:

1. Cash receipts documents for the month of August, 1928, on file in the Comptroller's office, were checked to the cash receipts record known as "Miscellaneous State Receipts" (Book No. 2).

2. Cash receipts for the month of August, 1928, from Miscellaneous Corporation Taxes and Transfer Inheritance Taxes, as shown by the Comptroller's records, were checked to tax assessment rolls for accuracy of credit postings.
3. Cash receipts for the fiscal year ended June 30, 1929, from taxes assessed counties for various purposes, as shown by the Comptroller's records, were checked to the tax assessment rolls for accuracy of credit postings.
4. The receipts entered in the Comptroller's cash receipts record known as "Special Fund Receipts" (Book No. 4) for the fiscal year ended June 30, 1929, were checked from cash receipts documents on file in the Comptroller's office.
5. Income received from investments of the Sinking Funds and Capital Funds, during the fiscal year ended June 30, 1929, as shown by the records in the Comptroller's office and which was found to have been deposited in banks by the State Treasurer, was verified by calculation.
6. Documents on file in the Comptroller's office supporting cash receipts for maturities or sales of investments of the Sinking Funds and Capital Funds, during the fiscal year ended June 30, 1929, were checked to the Comptroller's Cash Receipts Records.
7. Schedules of cash receipts of the above mentioned funds were prepared for the two six-month periods ended December 31, 1928, and June 30, 1929, from the Comptroller's records and the schedules compared with bank deposits as shown by the bank ledgers kept in the Treasurer's office.
8. The vouchers and the corresponding warrants for various months, as outlined in Part II of this report, were examined and the distribution checked to the respective appropriation accounts contained in the appropriation ledgers kept in the Comptroller's office and the disbursement record kept in the Treasurer's office.

9. The vouchers and the corresponding warrants of the State Highway System Fund for the month of August, 1928, were examined and checked to the cash disbursement record in the Comptroller's office, there being no appropriation ledger kept for this fund.
10. The vouchers and the corresponding warrants of Special Funds for the month of August, 1928, were examined and checked to the disbursement record in the Comptroller's office known as the "Miscellaneous Accounts Book."
11. The vouchers and the corresponding warrants of the School Fund for the fiscal year ended June 30, 1929, were examined and checked to the disbursement records in the Comptroller's and Treasurer's offices.
12. All vouchers in the Comptroller's office for the fiscal year ended June 30, 1929, pertaining to the purchase of investments for the Sinking Funds and Capital Funds were examined and checked to the various disbursement records.
13. Schedules of disbursements of the above mentioned funds were prepared for the two six-month periods ended December 31, 1928, and June 30, 1929, from the Comptroller's records and the schedules compared with bank withdrawals as shown by the bank ledgers kept in the Treasurer's office.

The exceptions and errors disclosed in doing this work are contained in Part II of this report.

The procedure of audit applicable to the cash records of the Treasurer's office for the Teachers' Pension and Annuity, State Employees' Retirement System and State Police Retirement and Benevolent Trust Funds is contained in subsequent paragraphs.

1. Documents on file in the Treasurer's office supporting cash receipts of these funds for the month of December, 1928, were examined and checked to the cash Receipts Records.
2. The footings and cross-footings of the Cash Receipts Records were verified for the month of December, 1928.

3. Income received from investments of these funds during the fiscal year ended June 30, 1929, as shown by the records of the Treasurer's office and which was found to have been deposited in banks by the State Treasurer, was verified by calculation.
4. Documents on file in the Treasurer's office supporting cash receipts for maturities or sales of investments of these funds for the fiscal year ended June 30, 1929, were examined and checked to the Cash Receipts Records.
5. Schedules of cash receipts of these funds were prepared for the two six-month periods ended December 31, 1928, and June 30, 1929, and compared with bank deposits as shown by the bank ledgers kept in the Treasurer's office.
6. All disbursement warrants of these funds for the month of December, 1928, were examined and checked to the Cash Disbursements Records.
7. Vouchers pertaining to the purchase of investments of these funds during the fiscal year ended June 30, 1929, were examined and checked to the Cash Disbursements Records.
8. Schedules of disbursements of these funds were prepared for the two six-month periods ended December 31, 1928, and June 30, 1929, and the schedules compared with bank withdrawals as shown by the bank ledgers kept in the Treasurer's office.

The exceptions and errors disclosed in doing this work are also contained in Part II of this report.

The book balances as at July 1, 1928, of all bank accounts in the custody of the State Treasurer covering Cash in the Treasury—General Account, Sinking Funds, Capital Funds, Trust Funds, and Federal Aid Funds—were scheduled and the deposits, transfers and withdrawals during the fiscal year ended June 30, 1929, applied thereto. This produced the book balances as at June 30, 1929, of which certain balances required reconciliations with bank balances

These reconciliations, as shown by the records of the Treasurer, were verified as far as possible by ascertaining that outstanding checks listed therein were not in the Treasurer's files as at June 30, 1929. It was noted that in numerous instances checks have been outstanding for a number of years, and in many cases dated prior to 1900. It is understood that the laws of the State of New Jersey do not provide the State Treasurer with authority to write off or cancel old outstanding checks, therefore, these items are being carried.

All bank balances as at June 30, 1929, were confirmed by correspondence with the various depositories and found to be correct.

Cash and Cash Items:

(Imprest Cash Funds in Custody of State Departments and Institutions)

(Cash Advanced to State Highway Commission)

These assets represent the aggregate amount of the principals of imprest cash funds in the custody of departments and institutions at December 31, 1928, and June 30, 1929, advanced from appropriations to meet emergency and petty expenses.

No central control is exercised over these funds, and no accurate record of the number, location and amounts of such funds is available. The office of the State Comptroller furnished a list of these funds showing eleven funds totaling \$16,500.00, whereas the audit disclosed thirty-six funds totaling \$94,450.00.

The amounts and location of these funds at December 31, 1928, and June 30, 1929, excluding the \$50,000.00 advanced to the State Highway Commission, are detailed in Exhibit A—Schedule No. 2 of this report. The amounts set forth in this Schedule are believed to represent the principals of the various funds listed, although in some instances the Department or Institution having custody of a fund was not always sure of the amount of the principal.

Where possible, these funds were verified by actual count at the time of examination, and by confirmation of any portions thereof on deposit in banks. Many employees having custody of imprest funds did not seem to appreciate the necessity of proving the funds at frequent intervals, and the verification of the same,

just referred to, was made with considerable difficulty. In cases where the funds were found to be confused with revenue collections, and kept part in bank and part on hand in currency, it was not possible to verify the funds. A list of the exceptions found in verification of imprest cash funds, and of those not verified is contained in Part II of this report.

The advance of \$50,000.00 to the State Highway Commission for payroll purposes is kept on deposit in bank. From 1922 to June 30, 1929, this account has earned the sum of \$4,817.77 in bank interest. This interest, however, has not been remitted to the State Treasurer, and is carried on deposit in the bank account referred to. The amount of this, and other unremitted bank interest at December 31, 1928, and June 30, 1929, is shown in Exhibit A—Schedule No. 4 of this report, and is carried on the "Asset" side of the Balance Sheets (Exhibit A) as "Cash Due From Departments and Institutions For Unremitted Interest on Bank Balances."

Chapter 263 of the Laws of 1929 provides that the State Comptroller may allot from appropriations sums not to exceed \$300.00 in any one case, to be used by a Department, Commission, Board, Institution, etc., as a petty cash fund. At the time of examination twenty-six of the thirty-six funds in existence were found to be in excess of \$300.00, as follows:

1 at	\$50,000.00
1 at	7,000.00
1 at	5,000.00
1 at	4,000.00
1 at	2,500.00
7 at	2,000.00
1 at	1,500.00
1 at	1,250.00
1 at	900.00
1 at	800.00
1 at	700.00
2 at	600.00
4 at	500.00
1 at	450.00
2 at	400.00

In view of the fact that under the State law petty cash funds are created out of, and charged to, appropriation accounts, they should be returned to the State Treasurer at the end of each fiscal year, and credited to the accounts out of which they were created. Investigation showed, however, that only six of these funds were returned to the State Comptroller on June 30, 1929.

Cash and Cash Items:

(Cash Due From Departments and Institutions For Collections of State Revenues)

This asset consists of State revenues collected by Departments, Boards, Institutions, etc. (except the Department of Motor Vehicles), not remitted to the State Treasurer at December 31, 1928, and June 30, 1929. The details of the amounts shown for this item on the Balance Sheets (Exhibit A) are set forth in Exhibit A—Schedule No. 3 of this report.

With small exceptions, the amounts shown on this Schedule under dates of December 31, 1928, and June 30, 1929, were found to have been received by the State Treasurer in January and July, 1929, respectively.

Remittances to the State Treasurer made by Departments, Boards, Institutions, etc., for collections of State revenues recorded on their records, during the fiscal year ended June 30, 1929, were checked to the records of the State Treasurer and no discrepancies were found.

Where possible, a one-month test check of State revenues collected by Departments, Boards, Institutions, etc., as shown by their records, was made from such original documents as were available.

In most cases collections of State revenues made by Departments, Boards, Institutions, etc., are deposited in bank accounts, carried in their names, pending remittance to the State Treasurer. The majority of these accounts are interest bearing. It was noted, however, that the State Hospital at Greystone Park, with annual receipts (including payroll moneys) approximating \$1,800,000.00, received no interest on its account with the First National Bank of Morristown. Other accounts on which no interest is paid are apparently too small to warrant this payment. This interest

should be remitted monthly to the State Treasurer. Many instances were found, however, where it was being allowed to accumulate in the bank accounts. These exceptions are enumerated in Part II of this report.

The bank accounts referred to were reconciled and confirmed by direct correspondence with the various depositories. Several of the banks failed to answer the request for confirmation of accounts, while other reported balances which did not agree with those used in the reconciliations. Due to the lack of time, these exceptions have not been followed up, but are listed in Part II of this report.

The offset to this asset is carried on the "Liability" side of the Balance Sheets (Exhibit A), in the "Surplus" section, under the caption "Unfunded Revenues." These will not be funded until such time as they are actually received by the State Treasurer.

Cash and Cash Items:

(Cash Due From Departments and Institutions For Unremitted Interest on Bank Balances)

This asset consists of the amount of interest earned on bank balances of accounts carried by Departments, Institutions, etc., and not remitted to the State Treasurer at December 31, 1928, and June 30, 1929. The details of the figures shown on the Balance Sheets (Exhibit A) for this item, are set forth in Exhibit A—Schedule No. 4 of this report.

It may be inferred from the provisions of the law that interest earned on these accounts should be turned over monthly to the State Treasurer, together with other collections of State revenues made during the preceding month, but investigation showed that it is turned over at irregular intervals, and in one or two instances it is not turned over at all.

The State Highway Department earned the sum of \$6,533.59 in bank interest on the three accounts it carries, covering the period from 1922 to June 30, 1929, which it still retains in these accounts.

A list is submitted in Part II of this report, which shows when the various Departments, Institutions, etc., are in the habit of remitting their bank interest to the State Treasurer.

This asset is offset on the "Liability" side of the Balance Sheets (Exhibit A) in the "Unfunded Revenues" division of the "Surplus" section, included in the item shown as "Collections of State Revenues by Departments and Institutions."

Cash and Cash Items:

(Cash Due From Department of Motor Vehicles For Collections of State Revenues)

This asset consists of State revenues collected by the Department of Motor Vehicles, not remitted to the State Treasurer at December 31, 1928, and June 30, 1929. These moneys were found to be on deposit in one hundred and twenty-two banks, and consisted of the following items:

	December 31, 1928	June 30, 1929
Motor Vehicle Division Receipts Applicable to the Year 1928	\$12,224.75	.....
Motor Vehicle Division Receipts Applicable to the Year 1929	7,410,613.95	\$498,169.35
Gasoline Tax Division Receipts	686,095.15	877,169.56
	<u>\$8,108,933.85</u>	<u>\$1,375,338.91</u>

The first and third items shown above, under the date of December 31, 1928, were found to have been remitted to the State Treasurer in January, 1929, and the second item in February, 1929. This latter item consists of collections made in November and December, 1928, for 1929 motor vehicle registrations, which were withheld and remitted to the State Treasurer, together with the January, 1929, receipts in February, 1929.

The items shown above under the date of June 30, 1929, were found to have been remitted to the State Treasurer in July, 1929, with the exception of an amount of \$24,548.25, consisting of a portion of the agent's June receipts remitted to the Central Office of the Department in July, and by it to the State Treasurer in August, 1929.

In addition to the moneys just listed, the bank accounts referred to contained bank interest amounting to \$103.45 at December 31, 1928, and \$1,441.48 at June 30, 1929, not remitted to the State Treasurer until the moneys mentioned in the two preceding paragraphs were remitted. These items of unremitted interest are set forth in Exhibit A—Schedule No. 4 of this report, and are shown on the “Asset” side of the Balance Sheets (Exhibit A) included in the item shown as “Cash Due From Departments and Institutions For Unremitted Interest on Bank Balances.”

All remittances made to the State Treasurer by the Department of Motor Vehicles during the fiscal year 1928-1929 as shown by its records, were checked to the records of the State Treasurer, and no discrepancies were found. A satisfactory test audit was made of one month's receipts, as recorded on the books of the Department, from original reports and documents.

The bank accounts maintained by the Central Office of the Department, and those of its agents, were reconciled and confirmed by direct communication with the depositories. Several of the banks failed to answer the request for confirmation of accounts, while others reported balances which did not agree with those used in the reconciliations. Due to the lack of time, these exceptions have not been followed up, but are listed in Part II of this report.

The offsets to this asset on the Balance Sheets (Exhibit A) at December 31, 1928, are carried on the “Liability” side, shown as “1929 Motor Vehicle Registration Fees Collected in 1928” (\$7,410,613.95) under the caption “Deferred Credits,” and as “Department of Motor Vehicles” (\$698,319.90) under the caption “Unfunded Revenues.” The offset at June 30, 1929, is shown entirely under the caption “Unfunded Revenues.”

Cash and Cash Items:

(Cash in possession of Quartermaster General's Department)

This asset consists of the amount of cash on deposit in bank accounts carried in the name of the Quartermaster General's Department.

This department makes no remittances to the State Treasurer for collections of State revenues made by it, but retains these

in its bank accounts and makes disbursements for expenses of the Department therefrom.

Certain of the appropriations made from the State fund for the Quartermaster General's Department, are transferred to, and disbursed by it, while others are disbursed by the State Treasurer upon submission of proper vouchers by the Quartermaster General's Department.

The amounts shown on the Balance Sheets (Exhibit A) for this asset at December 31, 1928, and June 30, 1929, comprise the following balances as shown by the books of the Quartermaster General's Department:

	December 31, 1928	June 30, 1929
Maintenance of Armories, etc.	\$3,889.74	\$222.39
Maintenance of National Guard, etc.	64,696.51	8,198.67
Armory Rentals and Miscellaneous Receipts	2,359.85	*4,423.59
Claims—Spanish-American War ..	1,914.35	1,912.35
Fire Loss—Jersey City Armory ...	132,213.50	129,340.10
Disbursing Officer's Fund	1,508.27	481.81
Advance to Stephen H. Barlow, Depot Quartermaster at Camp Larson	5,000.00	1,000.00
	<u>\$211,582.22</u>	<u>\$136,731.73</u>

Cash and Cash Items:

(Cash—Deposits by Estates of Nonresident Decedents)

This asset consists of cash on deposit to the credit of the State Comptroller in two banks, representing moneys deposited with him by estates of nonresident decedents on account of transfer inheritance taxes not assessed at December 31, 1928, and June 30, 1929.

When the tax is assessed, transfers of these moneys are made to the State Treasurer for the portion due the State for the tax,

* Decrease

and, where necessary, refunds are made to the estates concerned for amounts deposited in excess of taxes assessed.

The interest on the bank accounts referred to is transferred monthly to the State Treasurer.

The book balances of these bank accounts were found to be \$1.71 short of the amount of uncleared deposits at December 31, 1928, and June 30, 1929, which is accounted for by five errors involving a net overpayment of this amount to the State Fund. These errors are set forth in Part II of this report. Appropriate adjustments to correct these errors have been made in preparing the Balance Sheets (Exhibit A).

The bank accounts referred to were reconciled and confirmed at June 30, 1929, and no discrepancies were found.

The asset under discussion is offset on the "Liability" side of the Balance Sheets (Exhibit A) by the item shown as "Deposits by Estates of Nonresident Decedents," under the caption "Security Deposits," representing the total of uncleared deposits at December 31, 1928, and June 30, 1929.

Taxes Receivable:

(Transfer Inheritance Taxes)

This asset consists of the net amount of Transfer Inheritance Taxes receivable on assessments actually made, as at December 31, 1928, and June 30, 1929. The figures shown for this item on the Balance Sheets (Exhibit A) are purely estimates, this being made necessary in view of the comments contained in subsequent paragraphs.

Transfer Inheritance Taxes are assessed and collected by the Inheritance Tax Division of the State Comptroller's office, which also keeps the records in connection therewith.

These records, according to an official of the Division, "don't mean very much," and are "used as a tickler in following up uncollected assessments."

In the absence of proper controlling accounts for Transfer Inheritance Taxes assessed and uncollected, and for payments received on account, and in view of the many inaccuracies discovered in existing records and the faulty design of these records, it is not possible to obtain an accurate figure for the net

amount of Transfer Inheritance Taxes Receivable on any given date. Furthermore, this figure cannot be ascertained until either a complete audit of existing records is made, or the records are redesigned and rewritten.

Considerably more work was done in checking existing records than was contemplated by the contract under which the audit was made. In the course of this work—which did not cover even a complete year—no less than two hundred and seventy-four (274) errors were found, these being classified in Part II of this report. From the nature of these errors the foregoing conclusions are warranted.

A list of the uncollected assessments of inheritance taxes, without regard to payments on account, taken as at June 30, 1929, produced a total of \$2,980,245.78. This list covered items, shown as open on the records of the Inheritance Tax Division of the State Comptroller's office, from July 1, 1909, up to and including June 30, 1929. The work done in connection with checking the records of this division revealed that many of the assessments shown as open in the "Record of Assessments" had actually been paid in full, the total of the list referred to, therefore, being inflated by the amount of such items.

There are four classes of payments on account, as follows:

1. Those received from estates of foreign decedents against taxes not yet assessed.
2. Those received from estates of foreign decedents against taxes which have been assessed.
3. Those received from estates of resident decedents against taxes which have been assessed.
4. Those received from estates of resident decedents against taxes not yet assessed.

The payments on account, mentioned in item 1 above, do not affect the item under discussion, these being shown as a separate item on the Balance Sheet (Exhibit A) under the caption "Security Deposits."

Those mentioned in items 2 and 3 above are legitimate deductions from the \$2,980,245.78 previously referred to, in order to

arrive at a figure representing the net amount due for taxes assessed. However, due to the fact that the "Payments on Account Record" kept in the Inheritance Tax Division of the State Comptroller's office does not show the dates of final payments, it is not possible to obtain these figures without an investigation of all items shown in this record as closed, in order to ascertain which items were open on the dates covered by the Balance Sheets (Exhibit A).

The same difficulty presents itself in the case of the item numbered 4 above, except that in this case the collections are considered as revenue when received, and refunds found to be due estates upon final determination and assessment of the tax, being made from appropriations for the purpose. The amount of these payments at June 30, 1929, as furnished by the Inheritance Tax Division, amounted to \$4,076,303.33. In preparing the Balance Sheets (Exhibit A), these collections have been considered as revenues of the State Fund, and are, therefore, not reflected as a liability or deferred credit.

In view of the comments contained in the preceding paragraphs, and in the absence of accurate figures, the sum of \$2,900,000.00 for taxes assessed and uncollected, less \$500,000.00 for payments received on account of these taxes, or a net figure of \$2,400,000.00 for Transfer Inheritance Taxes Receivable has been used on the Balance Sheets (Exhibit A) at both December 31, 1928, and June 30, 1929. No attempt was made to verify uncollected Transfer Inheritance Taxes by correspondence with executors, administrators, etc.

In order that the surplus shown on the Balance Sheets (Exhibit A) may consist of a cash surplus, the asset under discussion has been offset on the "Liability" side, included in the item shown under the caption "Deferred Credits" as "Uncollected Assessments of Taxes."

Taxes Receivable:

(Taxes on Miscellaneous Corporations.)

This asset consists of the amount of franchise taxes due from corporations, incorporated in the State of New Jersey, assessed in 1927 and 1928. Taxes assessed in years prior to 1927, and

uncollected at December 31, 1928, are not shown on the Balance Sheets (Exhibit A) because the charters of the debtor corporations are (if the law is strictly complied with) revoked for non-payment of taxes after a period of three years by executive proclamation.

These taxes are assessed by the State Board of Taxes and Assessment, and certified by them to the State Comptroller for collection. Changes in assessments are also reported to the State Comptroller.

Card records are kept in the office of the State Comptroller on which the details of assessments, changes in assessments, and payments received are recorded. No controlling accounts are kept, which would show the amount of uncollected franchise taxes at any time, and to which the detail balances on the card records could be proven. It was found impossible to obtain an accurate figure for the total assessments made in any year, and no information was available as to the amount of assessments uncollected at December 31, 1928, and June 30, 1929.

In the absence of the controlling accounts referred to, it was necessary to foot the assessment lists for 1927 and 1928, and to apply thereto the amount of changes and payments on record, in order to establish figures against which to prove the detail card records.

The totals obtained by listing the balances shown by the cards on file to be due at June 30, 1929, for assessments made in 1927 and 1928, were greater than the balances in the controlling accounts established in the manner just outlined, by \$9,172.74 for 1927 assessments, and \$9,065.52 for 1928 assessments. A recheck of the listings of the balances, shown by the cards, failed to locate these differences. These differences may be attributable to many causes, the principal one being the failure to post cash received for franchise taxes on the cards.

In view of the fact that the totals obtained by listing the balances shown by the cards, exceed those established by the controlling accounts referred to, the latter figures have been used in preparing the Balance Sheets (Exhibit A), these being considered more conservative. The amounts due from individual corporations were not confirmed by communication with the corporations.

The details of the findings in connection with franchise taxes on miscellaneous corporations, together with a description of the records and methods used, will be found in Part II of this report.

In order that the "Surplus" account shown on the Balance Sheets (Exhibit A) may consist of a cash surplus, the asset commented upon in the preceding paragraphs has been offset in the item shown as "Uncollected Assessments of Taxes" under the caption "Deferred Credits" on the "Liability" side.

Taxes Receivable:

(Taxes on Railway and Canal Companies.)

This asset represents amounts due for taxes assessed on railway and canal companies. The items making up the amounts shown on the Balance Sheets (Exhibit A) for this asset, at December 31, 1928, and June 30, 1929, were not confirmed by correspondence with the debtor companies, and are stated at the amounts shown by the books kept in the office of the State Comptroller.

In order that the "Surplus" account shown on the Balance Sheets (Exhibit A) may consist of a cash surplus, the asset commented upon in the preceding paragraph has been offset on the "Liability" side in the "Deferred Credits" section, included in the item shown as "Uncollected Assessments of Taxes."

All cash received during the fiscal year ended June 30, 1929, from railway and canal companies for taxes assessed, as recorded in the cash books kept in the office of the State Comptroller, was checked against the postings in the assessment record, and no discrepancies were found.

Taxes Receivable:

(Soldier Bonus Bond Tax.)

(State School Tax.)

(Institution Construction Fund Tax.)

(State Road Tax.)

These assets represent amounts due from counties for taxes levied on general property for the purposes indicated by the titles shown above. The items making up the amounts shown

for these assets, on the Balance Sheets (Exhibit A), are detailed in Exhibit A—Schedules Nos. 6, 7, 8 and 9, contained in this report.

The amounts set forth in the schedules referred to, as due from the various counties, were not confirmed by correspondence with the counties, and are stated at the amounts shown by the records kept in the office of the State Comptroller.

In order that the "Surplus" account shown on the Balance Sheets (Exhibit A) may consist of a cash surplus, the assets commented upon in the preceding paragraphs have been offset in the item shown as "Uncollected Assessments of Taxes" under the caption of "Deferred Credits" on the "Liability" side.

Amounts received from counties for taxes on general property, during the fiscal year ended June 30, 1929, as recorded in the cash books kept in the office of the State Comptroller were checked against the postings in the assessment record and no discrepancies were found.

Miscellaneous Accounts Receivable:

All of the items shown under this caption on the Balance Sheets (Exhibit A) consist of amounts due the State for charges billed by, and for uncleared billings between, the various departments, institutions, etc., at December 31, 1928, and June 30, 1929. The details of the amounts shown for

Support of Patients in State Institutions, et cetera;

Miscellaneous Charges, and

Inter-Departmental Transactions

are detailed in Exhibit A—Schedule No. 10, Exhibit A—Schedule No. 11, and Exhibit A—Schedule No. 12 of this report.

The amounts due from individual debtors were not confirmed by correspondence, and the amounts stated on the Balance Sheets (Exhibit A) are made up from figures taken from the books of the various departments, institutions, etc., or as furnished by them.

It was found that, with the exception of the Highway Department, none of the departments carried controlling accounts for accounts receivable, and that many of the institutions operating

under the Department of Institutions and Agencies had discontinued the keeping of controlling accounts.

In cases where these institutions did keep controlling accounts, it was found that no effort was made to prove the aggregate of the detail balances with the controlling account.

It will be seen, therefore, that there was no way of knowing whether or not the detail account balances were correct, and no responsibility can be accepted for the figures shown for "Miscellaneous Accounts Receivable" on the Balance Sheets (Exhibit A).

In the matter of billings to counties for support of patients in State institutions, it was found that some institutions billed the counties monthly in advance, others at the end of the month for the current month's maintenance, while others billed the counties in the month following the period covered by the charges.

Private, or non-indigent, inmates were usually billed in advance, the date of billing, in some cases, depending upon the date the patient was admitted, while in other cases the billing work was simplified by making the necessary adjustments in the first billing so that future billings could be made on a uniform date.

These different methods of billing made adjustments necessary in order to bring all accounts on the same basis.

The State Highway Department shows on its books an amount presumably due from the Federal government for Federal aid for roads. Investigation showed, however, that the entire amount did not actually represent an account receivable. The Highway Department sets up on its books the entire amount allotted to the State by the Federal government as Federal aid for roads, and against this credits for payments received on billings made by the Highway Department are applied. The balance of this account, therefore, represents the amount due for billings made, plus the balance of the Federal allotment not yet earned. In preparing the Balance Sheets (Exhibit A) this account has not been considered.

In order that the surplus shown on the Balance Sheets (Exhibit A) may consist of a cash surplus, the asset under discussion has been offset on the "Liability" side in the item shown as

"Miscellaneous Accounts Receivable," under the caption "Deferred Credits."

Investments—State Fund:

This asset consists of the par value of 1,887 shares of the joint capital stock of the Delaware and Raritan Canal and Camden and Amboy Railroad and Transportation Companies, shown by the books of the State Treasurer as being the only investment of the State Fund in securities. These shares were in the custody of the State Treasurer, and were found to be intact at the time of examination. Dividends are received regularly on these shares, and their market value is understood to be far in excess of their par, or book, value.

The investments shown by the books of the funds listed below, were verified in the manner outlined in subsequent paragraphs.

Sinking Funds:

- For Soldier Bonus Bonds.
- For Highway Extension Bonds.
- For Road and Bridge Bonds.

Capital Funds:

- Insurance Fund.
- School Fund.
- 1837 Surplus Revenue Fund.

Trust Funds:

- Teachers' Pension and Annuity Fund.
- State Police Retirement and Benevolent Fund.
- State Employees' Retirement System Fund.

Schedules of the investments of each fund as at June 30, 1928, were prepared from published reports. The purchases and sales of investments as shown by the security ledgers, kept in the office of the State Treasurer, for the fiscal year ended June 30, 1929, were applied. The aggregate of the resulting balances was found to be in agreement with the controlling accounts for investments carried in the general ledgers of the various funds, as at June 30, 1929.

The securities of the funds listed above, excepting the bonds and mortgages of the School Fund, and the two items of stock (listed in Exhibit C) belonging to this fund, were contained in the vaults of the Trenton Trust Company. The bonds and mortgages, and the stock referred to, were found to be on hand in the State Treasurer's office. The description of the verification made of the School Fund bonds and mortgages is contained in the section of these comments devoted to "Assets of Capital Funds."

The vaults containing the securities at the Trenton Trust Company were placed under seal on July 1, 1929. Securities removed, or put in, from that date to the date of the verification by actual count, were removed or put in under the supervision of an auditor having authority to break and replace the seals, and appropriate records of these transactions were made.

All of the securities called for by the schedules referred to, which as previously stated were in agreement with the security ledgers, were verified by actual count and inspection as at June 30, 1929. The only securities not verified in this manner were a few lots of securities which matured on July 1, 1929, or shortly thereafter, which were withdrawn from the vaults prior to the time when they were placed under seal. In these cases, the cash for the proceeds was found to have been received.

At the time of the physical count, tickets were prepared direct from the securities counted, giving a complete description of the securities counted. By means of these descriptions many errors in the security ledgers, kept in the office of the State Treasurer, were disclosed. These errors consisted chiefly of mistakes in the numbers and maturity dates of bonds. As a result of an error made in recording maturity dates, one lot of bonds was found to be on hand which had matured some months prior to the date of the count.

With few exceptions, all bonds were found to be registered bonds, registered in the name of the fund to which they belonged. Several cases were found, however, where the body of the bond was made out in the name of the fund concerned, but the block provided on the bonds for subsequent registrations, showed the name of the issuer as being the last registered owner. These were apparently errors made by the issuers at the time the bonds

were issued. Most of these bonds were serial bonds and are being redeemed regularly, but it is obvious that in their present form, they are not negotiable, and could not be sold by the State until the irregularity referred to had been adjusted.

All securities are carried on the books of the various funds at their face, or par value, and are so stated on the Balance Sheets (Exhibit A). Premiums or discounts paid or received are charged or credited to the income account at the time of purchase. Securities should be carried on the books at cost, and any premiums or discounts amortized or absorbed by the income therefrom over the life of the security.

Documents on file covering securities purchased or sold during the fiscal year ended June 30, 1929, were examined and checked to the records. It was found that in the majority of cases where purchases were made from brokers, that the vouchers on file were prepared by the State Treasurer's office and were not supported by bills from the brokers.

Judging by the recorded dates of receipts of checks, covering bonds matured, or interest due, it would seem that a laxness exists in presenting matured bonds for payment, and in following up interest payments due. It is believed that many of these discrepancies between maturity and interest dates, and the recorded dates of principal and income receipts, are attributable to the practice of allowing checks received to lay around the office of the State Treasurer for some days before being deposited in banks. This obviously costs the State much money in the course of a year in lost bank interest.

The income from securities, that should have been received during the fiscal year 1928-1929, was calculated and checked to the records, and with the exceptions listed in Part II of this report was found to have been received.

Exceptions noted during the course of the verification of securities, are detailed in Part II of this report.

Advances for Bridge and Tunnel Construction:

This asset consists of advances made to, and expenditures made for the account of the Port of New York Authority and the New Jersey Interstate Bridge and Tunnel Commission, together with

such interest as may have accrued thereon, as set forth in Exhibit A—Schedule No. 13 of this report.

Of the \$4,300,000.00 shown in this schedule for the Port of New York Authority, \$300,000.00 consists of expenditures from appropriations made by the State Legislature out of the State Fund for preliminary surveys, etc., in connection with the construction of the Hudson River Bridge, the Kill Von Kull Bridge and the two bridges over the Arthur Kill. These expenditures were made by the State Treasurer, upon vouchers presented by the Port of New York Authority, audited by the State Comptroller. The acts authorizing these appropriations state that the amounts expended from these appropriations shall be paid back to the State when the cost of construction of these bridges shall have been fully paid for, and the debt or debts created for such purpose amortized. No mention is made in these acts of any interest to be paid by the Port of New York Authority.

The remaining \$4,000,000.00 of the \$4,300,000.00 shown in Exhibit A—Schedule No. 13 for the Port of New York Authority, consists of actual payments made to the Port of New York Authority to aid in the construction of the projects enumerated in the preceding paragraph. The provisions in the acts authorizing these advances, which provide for the repayment of the sums advanced together with interest at 4 per cent., are worded similar to the following:

“The Port Authority shall, however, pay into the State treasury annually out of the revenues and tolls from each such bridge, a sum equal to 4 per cent. per annum on the unpaid balance of the amount actually advanced to the Port Authority hereunder and applied to the respective bridge, as interest for that year, together with at least 2 per cent. of the principal of such advance until the whole sum has been repaid to the State—provided

“that the Port Authority shall not make such payments until it shall have accumulated and, only so long as and for the years in which it holds out of the tolls or revenues of such respective bridge or otherwise a reserve fund equal to 10 per cent. of its own obligations issued in relation to or for the construction of such bridge over and above the sums

required by the terms of such obligations to be set aside for amortization or a sinking fund, and unless in said year the tolls and revenues from said bridge, after the payment of all expenses for operation and maintenance, are sufficient to satisfy the interest and other contractual requirements of said obligations.”

Up to June 30, 1929, no payments had been received from the Port of New York Authority, on account of principal or interest, this being due to the fact that the projects concerned are still under construction.

The advances made to, and the expenditures made for the account of, the Port of New York Authority, totaling \$4,300,000.00, were confirmed by direct communication with the Port Authority. A memorandum record, kept in the office of the State Comptroller, of these advances and expenditures, showed only the \$4,000,000.00 (discussed in a preceding paragraph) as being receivable from the Port of New York Authority, no record showing the remaining \$300,000.00 as being receivable, was found, and the responsible officials in the State Comptroller's office were in ignorance of this fact.

The \$3,000,000.00 shown in Exhibit A—Schedule No. 13, as due from the New Jersey Interstate Bridge and Tunnel Commission, consists of \$2,200,000.00 appropriated by the State Legislature from the Road Fund and \$800,000.00 from the State Fund, to aid in the construction of the Holland Tunnel and the Camden Bridge, and were expended by the State Treasurer from the State Highway Extension Fund, upon vouchers presented by the commission, and audited by the State Comptroller. The State Highway Extension Fund also received the proceeds, including premiums, of the \$36,000,000.00 issue of State Highway Extension Bonds.

Regarding the repayment of the sum of \$3,000,000.00 discussed in the preceding paragraph, together with interest thereon, Chapter 58, Laws of 1927, states as follows:

“The said sum hereby diverted and appropriated (\$1,000,000.00) together with the sum of two million dollars heretofore diverted and appropriated, pursuant to Item 31 of Chapter 319, P. L. 1926, shall be returned and credited to

the said Road Fund, with interest on said moneys at the rate of four per centum per annum from the dates of said diversion to the date of payment, created pursuant to Chapter 15, P. L. 1917, from the surplus revenues arising from the operation of bridges and tunnels authorized pursuant to the provisions of Chapter 50, P. L. 1918, and the acts amendatory thereof and supplemental thereto."

Although the Holland Tunnel and the Camden Bridge have been in operation for some time past, and the State has been receiving its share of the earnings from these projects, nothing has been applied towards the repayment of the \$3,000,000.00 and interest thereon, under discussion. In view of the fact that the earnings referred to are pledged to the payment of interest on the \$36,000,000.00 issue of State Highway Extension Bonds, and the balance to the Sinking Fund for these bonds, and also in view of the fact that the statutes provide that these bonds may be retired before maturity if the condition of the Sinking Fund warrants such retirement, it would seem that the repayment of the \$3,000,000.00 under discussion, cannot be made until such time as all of the State Highway Extension Bonds have been redeemed.

These advances were confirmed by correspondence with the New Jersey Interstate Bridge and Tunnel Commission.

In cases where interest is called for by statute on the items listed in Schedule No. 13, interest at 4 per cent. per annum has been figured.

The items discussed in the preceding paragraphs are offset on the "Liability" side of the Balance Sheets (Exhibit A) under the caption "Invested Surplus." This offset is shown in this manner in view of the fact that these items when repaid, together with such interest as may have been earned, will constitute surplus of the funds from which the advances or expenditures were made.

Assets for the Payment of State Debt:

- (Sinking Fund for Soldier Bonus Bonds.)
- (Sinking Fund for Highway Extension Bonds.)
- (Sinking Fund for Road and Bridge Bonds.)

This item consists of the assets of the various Sinking Funds provided for the payment of the State Debt, at December 31, 1928, and June 30, 1929, as set forth in Exhibit B of this report.

These assets consist chiefly of cash and investments in bonds, which were verified in the manner outlined in the sections of these comments devoted to "Cash in the Treasury—General Account" (for cash), and "Investments—State Fund" (for investments).

The Sinking Fund for Soldier Bonus Bonds had an asset at December 31, 1928, and June 30, 1929, amounting to \$46,267.55, consisting of cash on deposit in the bank account maintained for the payment of interest on Soldier Bonus Bonds, in excess of the actual liability for interest on the dates mentioned. The Sinking Fund for Highway Extension Bonds had an asset of a similar nature at December 31, 1928, and June 30, 1929, amounting to \$90,388.44, and consisted of cash on deposit in the bank account maintained for the payment of interest on Highway Extension Bonds, in excess of the actual liability for interest on the dates mentioned.

These excesses came about by reason of bonds being sold at dates later than anticipated, and the interest requirements for the full first six months period being deducted from the taxes collected for interest and sinking fund requirements of Soldier Bonus and Highway Extension Bonds, and retained in the interest bank accounts. In spite of the fact that the auditor in the State Comptroller's office and the Deputy Treasurer point with pride to this hidden surplus, these amounts should nevertheless be returned to the Sinking Funds concerned.

The assets of the various Sinking Funds, commented upon in the preceding paragraphs, plus the amount shown on the "Asset" side of the Balance Sheets (Exhibit A) for "Amount to be Raised to Redeem State Debt," equals the amount of the State Debt shown on the "Liability" side.

Amount to be Raised to Redeem State Debt:

This item consists of the balancing figure between the total of the assets of the Sinking Funds provided for the payment of the State Debt, and the amount of the State Debt. It represents

the amounts necessary, at December 31, 1928, and June 30, 1929, to be raised in order to retire the State Debt.

The figures shown for this item on the Balance Sheets (Exhibit A) plus those shown for "Assets for the Payment of State Debt," equal the amount of the State Debt shown on the "Liability" side.

Assets of Capital Funds:

(Insurance Fund.)

(School Fund.)

(1837 Surplus Revenue Fund.)

This item consists of the assets of the capital funds listed above, and as detailed in Exhibit C of this report.

The cash balances shown in this schedule for the various funds include both uninvested principal cash, and income cash, and were verified and confirmed in the manner outlined in the section of these comments devoted to "Cash in the Treasury—General Account." Separate bank accounts, however, with the exception of the 1837 Surplus Revenue Fund, are maintained for uninvested principal cash, and income cash.

The securities held in these funds, and the income therefrom (other than the bonds and mortgages of the School Fund) were verified in the manner outlined in the section of these comments devoted to "Investments—State Fund."

The receipts of, and disbursements from, these funds were subjected to the test audit outlined in the section of these comments devoted to "Cash in the Treasury—General Account."

The riparian rights shown in Exhibit C as an asset of the School Fund are stated at the value placed upon them by the Board of Commerce and Navigation for rental purposes, as shown by the books of the School Fund. A schedule of riparian leases was prepared from the register of these leases, kept in the office of the State Treasurer, and the details thereof checked to the leases in the custody of the State Treasurer; no discrepancies were found. The rentals on many of these leases were found to be in arrears.

The bonds and mortgages shown in Exhibit C as an asset of the School Fund, were in the custody of the State Treasurer's

office. These were verified by examination of the bonds, mortgages and supporting papers, and were found to be in agreement with the records of the School Fund as at June 30, 1929. Two of these mortgages (as listed below) were in the hands of the Attorney General for collection of foreclosure at the time of the verification referred to:

<i>Date of Mortgage</i>	<i>Mortgagor</i>	<i>Amount</i>
May 24, 1880	Etruria Pottery Co. . .	\$20,000.00
Apr. 24, 1875	Milton Smock	4,000.00

The assets of the capital funds under discussion are offset on the "Liability" side of the Balance Sheets (Exhibit A) under the caption "Fund Principal and Income Cash" shown as "Capital Funds." This offset represents the balance of principal and income of the various funds as set forth in Exhibit G.

Assets of Trust Funds:

- (Teachers' Pension and Annuity Fund.)
- (State Employees' Retirement System Fund.)
- (State Police Retirement and Benevolent Fund.)

This item consists of the assets of the trust funds listed above, as at December 31, 1928, and June 30, 1929, as shown in Exhibit D of this report.

These assets consisted solely of cash on deposit in banks, and securities in the custody of the State Treasurer. The cash balances were verified and confirmed in the manner outlined in the section of these comments devoted to "Cash in the Treasury—General Account," and the securities and the income therefrom in the manner described in the section devoted to "Investments—State Fund."

The receipts of, and disbursements from, these funds were subjected to the test audit outlined in the section of these comments devoted to "Cash in Treasury—General Account."

This item has been offset on the "Liability" side of the Balance Sheets (Exhibit A) under the caption "Fund Principal and Income Balances."

Assets of Trust Funds:

- (Unclaimed Scrip Fund.)
- (Escheat Fund.)

These items represent the assets of the trust funds noted above at December 31, 1928, and June 30, 1929, and consist solely of cash balances on deposit in bank accounts kept for each fund.

These balances were verified and confirmed in the manner outlined in the section of these comments devoted to "Cash in the Treasury—General Account." The receipts of, and expenditures from, these funds were also subjected to the test audit outlined in the section referred to.

These items have been offset on the "Liability" side of the Balance Sheets (Exhibit A) under the caption "Fund Principal and Income Balances."

Federal Aid Funds:

- (For Vocational Education.)
- (For Vocational Rehabilitation.)
- (For Forest Fires.)
- (For Forest Nurseries.)
- (For States and Territories from National Forest Fund.)
- (For Child Hygiene.)

These items, shown on the "Asset" side of the Balance Sheets (Exhibit A), represent the assets of the various funds created by Federal Aid moneys. These assets consist entirely of the unexpended cash balances of Federal Aid moneys.

These balances were verified and confirmed in the manner outlined in the section of these comments devoted to "Cash in the Treasury—General Account." The receipts of, and expenditures from, these funds were also subjected to the test audit outlined in the section referred to.

These items have been offset on the "Liability" side of the Balance Sheets (Exhibit A) under the caption "Fund Principal and Income Balances" shown as "Federal Aid Funds."

Stores Inventories:

This asset represents the value of stores inventories on record in the custody of Departments and Institutions at December 31, 1928, and June 30, 1929.

Exhibit A—Schedule No. 14 of this report sets forth the details of the figures shown on the Balance Sheets (Exhibit A) for this asset. It will be noted that, with the exception of those of the State Purchasing Agent and the State Highway Commission, all of the inventories listed in Exhibit A—Schedule No. 14 are in the custody of Divisions and Institutions of the Department of Institutions and Agencies.

The inventory of the State Purchasing Agent at December 31, 1928, is stated at the book figure reported by the State Purchasing Agent, while that at June 30, 1929, is stated at a figure understood to represent the results of a physical count. It may be of interest to note that a financial statement setting forth the condition of the State Purchase Fund, prepared and furnished by the office of the State Purchasing Agent, as at July 1, 1928, and June 30, 1929, shows that the Cash in Bank plus Petty Cash and Inventories equals the amount of the fund (\$350,000.00). This would not be possible unless the inventory valuations were manipulated to make the total assets of the fund equal its principal. Upon being questioned one of the officials of the State Purchasing Agent's office admitted that this had been done. This practice is probably the result of a clause in the Budget Act for 1928-1929, requiring that any excess over the established principal of the fund (\$350,000.00) be returned to the State Fund at the end of each fiscal year.

The inventory of the State Highway Commission at December 31, 1928, is stated in Exhibit A—Schedule No. 14 at a figure understood to have resulted from a physical count, while that at June 30, 1929, is merely a book figure not supported by physical count.

The inventories in the custody of Divisions and Institutions of the Department of Institutions and Agencies at December 31, 1928, are stated in Exhibit A—Schedule No. 14 at the book figures whereas those at June 30, 1929, are understood to represent the results of a physical count.

No effort was made to verify the inventories listed in the schedule referred to in any manner, and they are stated at figures furnished by the various departments and institutions.

In order that the surplus shown on the Balance Sheets (Exhibit A) may consist of a cash surplus, the asset commented upon in the preceding paragraphs has been offset on the "Liability" side of the Balance Sheets (Exhibit A) by the item shown as "Reserve for Stores Inventories."

Interest Due on the State Debt:

This liability represents the amount of interest accrued and unpaid on the State Debt.

The amounts shown on the Balance Sheets (Exhibit A) for this liability were verified by calculation of the amounts accrued for the six months ended December 31, 1928, and June 30, 1929, payable on January and July 1, 1929, respectively, and by listing the coupons missing from the "Paid Coupon" file in the State Treasurer's office believed to be outstanding.

It was found that interest coupons paid by the several banks during the latter part of June, 1929, were not taken up on the books of the State Treasurer until July, 1929. In preparing the Balance Sheets (Exhibit A), contained in this report, adjustments have been made for the amounts of these coupons.

The offset to this liability is carried on the "Asset" side of the Balance Sheets (Exhibit A), contained in the item shown as "Cash in the Treasury—General Account."

Requisitions Against Cash in the Treasury—To Cover Outstanding Obligations:

Under the system of accounting now in use in the office of the State Comptroller, no records are available which reflect the amount of the State's obligations for unpaid vouchers, or for encumbrances against cash of the State.

The "Requisition" system now in use was probably intended to serve as an encumbrance system, but it has degenerated into a formality which must be complied with before money can be expended from appropriations.

Apparently it was originally intended that "Requisitions" should be filed with the State Comptroller to cover only specific obligations entered into by the various agencies of the State government, the amounts of which would be liquidated by approved vouchers passed for payment. However, this plan is not followed, and instead "Requisitions" for amounts in round figures covering a quarter, one-half, and in some cases, the entire appropriation (on one "Requisition") are issued, approved, and charged against appropriation balances. This practice continues throughout the year, and as the close of the fiscal year draws near, any balances in the appropriation accounts are usually requisitioned.

The appropriation ledgers in the office of the State Comptroller carry two balances, one being the "Requisition" balance, and the other the "Appropriation" balance.

The "Requisition" system does not, except in several minor instances, apply to expenditures made from funds other than the State Fund, the Institution Construction Fund, and the State Purchase Fund.

Thus, it will be seen that the "Requisition" balance has no specific meaning, except that it is probably at all times in excess of the actual commitments of the funds using the "Requisition" system.

In the absence of actual figures covering these commitments, the "Requisition" balances shown by the appropriation ledgers referred to have been used in preparing the Balance Sheets (Exhibit A), and it should be understood that the figures shown thereon for this item do not include the commitments of the State Highway System Fund nor those of other special funds which do not use the "Requisition" system. The details of the figures used on the Balance Sheets (Exhibit A) are set forth in Exhibit F, and its supporting schedules.

Reserve for Cash Due to Teachers' Pension and Annuity Fund:

The amount of \$3,259,818.00, shown for this liability on the Balance Sheets (Exhibit A) at December 31, 1928, and June 30, 1929, represents the amount of the allotment due the Teachers' Pension and Annuity Fund from collections of the

1928 tax on railway and canal companies made in December, 1928, and not paid to the fund mentioned until July, 1929. The offset to this amount is carried on the "Asset" side of the Balance Sheets (Exhibit A), contained in the item shown as "Cash in the Treasury—General Account."

Reserves for Cash Due to Sinking Funds:

(Taxes Collected in Excess of Sinking Fund and Bond Interest Requirements—Soldier Bonus Bonds.)

This item at December 31, 1928, and June 30, 1929, represented a liability against "Cash in the Treasury—General Account," shown on the "Asset" side of the Balance Sheets (Exhibit A), for cash due to the Sinking Fund for Soldier Bonus Bonds. This liability consisted of an amount deducted for interest from taxes assessed and collected for interest and Sinking Fund requirements, in excess of the actual interest requirements.

The amount of this item, as shown on the Balance Sheets (Exhibit A) is on deposit in a bank account maintained for the purpose of making interest payments on Soldier Bonus Bonds, the balance of which is included in the amounts shown on the Balance Sheets (Exhibit A) for "Cash in the Treasury—General Account," and should be transferred to the Sinking Fund for Soldier Bonus Bonds.

Reserves for Cash Due to Sinking Funds:

(Taxes Collected for June 30, 1929, Sinking Fund Requirements and July 1, 1929, Interest on Bonds—Soldier Bonus Bonds.)

This item represented a liability at December 31, 1928, against the item shown on the "Asset" side of the Balance Sheets (Exhibit A) as "Cash in the Treasury—General Account." It consisted of cash contained in the account just mentioned, collected from the general property tax for sinking fund and interest requirements on Soldier Bonus Bonds, not transferred to the Sinking Fund and interest account until June 30, 1929.

Of the amount of \$370,372.45, the sum of \$300,000.00 was for interest on the bonds referred to, payable July 1, 1929, and

the remaining \$70,372.45 was for part of the annual sinking fund installment of \$424,333.20.

The offset to this item consists of cash included in the account shown on the "Asset" side of the Balance Sheets (Exhibit A) as "Cash in the Treasury—General Account," and in Exhibit A—Schedule No. 1 as "Soldier Bonus Bond Tax." The amount of \$724,065.00 shown at December 31, 1928, in the Schedule and account referred to, comprises the following items:

Liability for interest on Soldier Bonus Bonds, as shown on the Balance Sheet (Exhibit A)	\$307,425.00
Taxes collected in excess of Sinking Fund and bond interest requirements, as shown on the Balance Sheet (Exhibit A)	46,267.55
*Interest requirements for payment due July 1, 1929	300,000.00
*Amount to be applied to annual Sinking Fund installment	70,372.45
	<hr/>
	<u>\$724,065.00</u>

Reserves for Cash Due to Sinking Funds:

(Amount Overdrawn from Sinking Fund for Bond Interest Requirements—Highway Extension Bonds.)

This item represents a liability against "Cash in the Treasury—General Account" shown on the "Asset" side of the Balance Sheets (Exhibit A), for cash due to the Sinking Fund for Highway Extension Bonds.

This liability was brought about by reason of a series of Highway Extension Bonds being sold at a later date than was anticipated, and the tax levied and collected for interest and Sinking Fund requirements taking into account a full first six months interest on the bonds sold.

In view of the fact that this tax is no longer levied, it will not be possible to reduce future levies by the amount of this error. Therefore, it will be necessary either to pay this amount to the

*These are the items discussed above.

Sinking Fund for Highway Extension Bonds, or to reduce future requisitions for interest requirements by this amount.

The amount of this item (\$90,388.44) is on deposit in a bank account maintained for the purpose of making interest payments on Highway Extension Bonds, the balance of which is included in the amount shown on the Balance Sheets (Exhibit A) for "Cash in the Treasury—General Account."

Reserves for Cash Due to Sinking Funds:

(State Road Taxes Collected for June 30, 1929, Sinking Fund Requirements)

This item represented a liability at December 31, 1928, against the item shown on the "Asset" side of the Balance Sheets (Exhibit A) as "Cash in the Treasury—General Account." It consisted of cash contained in the account just mentioned, collected from the mill levy for interest and Sinking Fund requirements on the Road and Bridge Bonds, to be transferred to the Sinking Fund for these bonds to be applied to the amortization requirements for the fiscal year 1928-1929.

The offset to this item consists of cash included in the account shown on the "Asset" side of the Balance Sheets (Exhibit A) as "Cash in the Treasury—General Account" and in Exhibit A—Schedule No. 1 as "State Highway Bond Tax." The amount of \$3,816,668.27, shown at December 31, 1928, in the schedule and account referred to, comprises the following items:

Amount to be transferred to the State Highway System Fund—actually transferred during the second half of fiscal year 1928-1929.....	\$504,622.33
*Amount to be transferred to the Sinking Fund for Road and Bridge Bonds, to apply on annual Sinking Fund Installment.....	1,048,028.59
Balance to be transferred to the State Highway System Fund	2,264,017.35
	\$3,816,668.27

*This is the item discussed in the preceding paragraphs.

Security Deposits:

(Deposits by Estate of Nonresident Decedents)

The amounts shown on the Balance Sheets (Exhibit A) for "Deposits by Estates of Nonresident Decedents" at December 31, 1928, and June 30, 1929, represent deposits made with the State Comptroller by estates of nonresident decedents on transfer inheritance taxes, not assessed on the dates mentioned.

Such moneys, when received, are deposited in bank accounts carried in the name of the State Comptroller, pending assessment of the tax. When the tax is assessed, transfers of these moneys are made to the State Treasurer for the portion due the State for the tax, and, where necessary, refunds are made to the estates concerned for amounts deposited in excess of taxes assessed.

The interest on the bank accounts mentioned is transferred monthly to the State Treasurer for deposit in the State Fund.

The liability for these deposits as shown on the Balance Sheets (Exhibit A) was not confirmed by correspondence with the depositors. Trial balances of the open items in the book containing records of these deposits were prepared, and the totals obtained, reconciled to the balances carried in the bank accounts referred to at December 31, 1928, and June 30, 1929. In effecting these reconciliations, five errors involving a net overpayment to the State Fund of \$1.71 were discovered, these being set forth in Part II of this report. Appropriate adjustments to correct these errors have been made in preparing the Balance Sheets (Exhibit A).

During the course of checking the book containing records of these deposits, eighty-five errors were found, these being classified in Part II of this report.

The offset to this liability is shown on the "Asset" side of the Balance Sheets (Exhibit A) as "Cash—Deposits by Estates of Nonresident Decedents," this being the adjusted balance of cash in the bank accounts carried in the name of the State Comptroller.

Security Deposits:

(By Railroad Corporations)

(By Bridge Corporations)

These liabilities consist of deposits made by railroad corporations pursuant to Chapter 257, Revision of 1903 as amended, and by bridge corporations pursuant to Chapter 247, Laws of 1925.

These deposits are kept in special bank accounts until refunded, the interest therefrom being turned into the State Fund.

These deposits were not confirmed by correspondence with the depositors. Trial balances of the ledger containing a record of these deposits, kept in the office of the State Treasurer, were prepared as at December 31, 1928, and June 30, 1929, and the totals thereof were found to be in agreement with the balances in the special bank accounts referred to on the dates mentioned.

Exhibit A—Schedule No. 15 of this report sets forth the details of the deposits by railroad corporations at December 31, 1928, and June 30, 1929. The amount shown on the Balance Sheets (Exhibit A) for deposits by bridge corporations on these dates, consists of a deposit received on March 27, 1928, from the **Burlington-Bristol Bridge Company**.

The offsets to these liabilities are carried on the "Asset" side of the Balance Sheets (Exhibit A) contained in the item shown as "Cash in the Treasury—General Account."

Reserves for Apportionment of State Revenues:

(Portion of Inheritance Taxes Collected)

This reserve represents the estimated amount, which may be distributed to counties at some future date, on Transfer Inheritance Taxes collected from estates of resident decedents up to and including December 31, 1928, and June 30, 1929. The figures shown on the Balance Sheets (Exhibit A), may be subject to adjustment for the amounts by which any payments, on account of taxes not yet assessed, may exceed the taxes when assessed.

The figures used on the Balance Sheets (Exhibit A) were arrived at in the following manner :

	December 31, 1928	June 30, 1929
* Amount of payments on account at July 1, 1928, on which the distribution of 5% was being withheld from counties	\$3,470,628.43	\$3,470,628.43
Amount of collections from estates of resident decedents (less refunds):		
From July 1, 1928, to December 31, 1928.....	4,062,934.31	4,062,934.31
From January 1, 1929, to June 30, 1929.....	.....	2,962,422.59
Amount on which distribution is based.....	<u>\$7,533,562.74</u>	<u>\$10,495,985.33</u>
Distribution rate	5%	5%
Amount of distribution.....	<u><u>\$376,678.13</u></u>	<u><u>\$524,799.27</u></u>

Reserves for Apportionment of State Revenues to Counties:

(Portion of State Revenues Collected from Railway and Canal Companies)

This liability consists of the portion of the "Main stem" tax on railway and canal companies, collected from the list of 1928, due to counties at December 31, 1928, and June 30, 1929, not actually paid to them until September 1, 1929.

This item is offset on the "Asset" side of the Balance Sheets (Exhibit A), included in the item shown for "Cash in the Treasury—General Account," and in the item of cash shown for "State Fund" on Exhibit A—Schedule No. 1.

Reserve for Apportionment of State Revenues to Counties:

(For State School Taxes Collected)

This liability consists of collections from the 1928 levy on general property for school purposes, made prior to December 31, 1928, not distributed to counties and local school districts until the latter half of the fiscal year 1928-1929.

This item is offset on the "Asset" side of the Balance Sheets (Exhibit A), included in the item shown for "Cash in the Treasury—General Account," and in the item of cash shown for "State School Tax" on Exhibit A—Schedule No. 1.

* This figure supplied by Inheritance Tax Division of the State Comptroller's Office.

State Debt:

The details of the various issues and series of bonds issued by the State, and outstanding on December 31, 1928, and June 30, 1929, are fully set forth in Exhibit E of this report.

This liability was verified by reconciling the face value of canceled, unissued and issued bonds with the face value of coupon and registered bonds reported by the Security Bank Note Company of Philadelphia as having been engraved and delivered to the State Treasurer. The canceled and unissued certificates were verified by physical count.

Registered bonds, and coupon bonds—registered as to principal only—outstanding at December 31, 1928, and June 30, 1929, were not verified by correspondence with bondholders. Trial balances of the registered bondholders' ledgers were prepared as at December 31, 1928, and June 30, 1929, and the totals thereof were found to be in agreement with the memorandum controlling accounts carried in the office of the State Treasurer.

The assets of the various Sinking Funds provided for the payment of the State Debt, as set forth in Exhibit B of this report, compared with the amortization reserves carried in these funds as at June 30, 1929, and the resulting surplus, are as follows:

Name of Fund	Total Assets	Amortization Reserves	Surplus
Sinking Fund for Soldier Bonus Bonds	\$4,789,719.40	\$3,840,931.12	\$948,788.28
Sinking Fund for Highway Ex- tension Bonds	6,754,737.10	4,045,109.39	2,709,627.71
Sinking Fund for Road and Bridge Bonds	11,042,892.76	9,042,093.01	2,000,799.75
Totals	<u>\$22,587,349.26</u>	<u>\$16,928,133.52</u>	<u>\$5,659,215.74</u>

From the above schedule it will be seen that the total assets of the funds exceed the amortization reserves by the sum of \$5,659,215.74, and were it not for the fact that an ultra-conservative method is used in calculating the amortization reserves this surplus would be even greater.

At the present time an annual installment is made to each of the Sinking Fund Amortization Reserves during the life of the bonds,

which if invested with interest at $3\frac{1}{2}\%$ compounded annually, would produce resources equal to the amount of the State Debt at its maturity.

The method employed by many states and cities, and which is considered to be very conservative, is similar to the one just described except that a 4% basis is used and the interest is compounded semiannually. If this method were used it would produce a total annual installment (for all funds) of \$196,493.76 less than that called for by the method used at present; the details supporting this figure are set forth in Exhibit B—Schedule No. 1 of this report.

In view of the fact that the investments of the Sinking Fund produce an income (received semiannually) considerably in excess of 4%, the surplus accounts of the Sinking Funds will continue to grow.

The balances in the several amortization reserves at June 30, 1929, as recorded on the books of the various Sinking Funds, and as set forth in Exhibit B of this report, were verified by calculation, using the basis outlined in a preceding paragraph.

An "irreducible debt," amounting to \$116,000.00, existed at December 31, 1928, and June 30, 1929, consisting of Certificates of Indebtedness, as listed below, issued by the State of New Jersey to the Commissioners of the Agricultural College, bearing interest at the rate of 5% per annum:

No. of Pieces	Date Issued	Amount
1	July 1, 1895	\$31,600.00
1	January 1, 1897	16,400.00
1	January 29, 1902	68,000.00
Total		<u>\$116,000.00</u>

These certificates were in the custody of the State Treasurer, and examination revealed that they carry no maturity date. It is understood that these certificates were issued in exchange for the proceeds of matured bonds which belonged to the State Agricultural College. The interest on these certificates, amounting to \$5,800.00, payable from the State Fund, has been disbursed for

the maintenance of the Rutgers Scientific School at New Brunswick.

Fund Principal and Income Balances:

All of the items shown under this caption on the Balance Sheets (Exhibit A) consist of the principal and income balances of Capital, Trust and Federal Aid Funds listed, at December 31, 1928, and June 30, 1929, and serve as an offset to the assets of these funds stated on the "Asset" side.

For further comment, refer to the sections of these comments devoted to a discussion of the assets of these funds.

Reserve for Stores Inventories:

This reserve constitutes an offset to the "Stores Inventories" shown on the "Asset" side of the Balance Sheets (Exhibit A) and listed in Exhibit A—Schedule No. 14 of this report.

For further comment, refer to the section of these comments devoted to "Stores Inventories."

Deferred Credits:

- (Uncollected Assessments of Taxes)
- (Miscellaneous Accounts Receivable)

These items represent offsets to the "Taxes Receivable" and "Miscellaneous Accounts Receivable" groups shown on the "Asset" side of the Balance Sheets (Exhibit A). The purpose of these offsets being to segregate these items from the "Surplus" section of the Balance Sheets (Exhibit A) until such time as they are collected.

Deferred Credits:

- (1929 Motor Vehicle Registration Fees Collected in 1928)

This item represents an offset to an amount of \$7,410,613.95 included in the amount of \$8,108,933.85 shown on the Balance Sheets (Exhibit A), under date of December 31, 1928, as "Cash Due from Department of Motor Vehicles for Collections of State Revenues." The amount of \$7,410,613.95 consists of fees collected by the Department of Motor Vehicles in 1928, for 1929 motor vehicle licenses.

The reason for the offset under discussion is to segregate from the "Surplus" section of the Balance Sheets (Exhibit A) revenues from this source until such time as the licenses go into effect.

Surplus:

The "Surplus" shown on the Balance Sheets (Exhibit A) consists of the excess of assets over liabilities, reserves and deferred credits to income.

Following is a schedule which shows the specific items contained in the Balance Sheets (Exhibit A), which make up the amounts shown for "Surplus" at December 31, 1928, and June 30, 1929:

	December 31, 1928	June 30, 1929
Cash and Cash Items.....	\$46,814,145.49	\$34,752,499.07
Less: 1929 Motor Vehicle Registration Fees Collected in 1928	7,410,613.95	.....
	<u>\$39,403,531.54</u>	<u>\$34,752,499.07</u>
Add: Investments—State Fund	188,700.00	188,700.00
Advances for Bridge and Tunnel Construction	7,166,020.04	7,805,718.67
	<u>\$46,758,251.58</u>	<u>\$42,746,917.74</u>
Less: Total Current Liabilities and Reserves....	28,244,546.96	15,171,998.07
Total Surplus	<u><u>\$18,513,704.62</u></u>	<u><u>\$27,574,919.67</u></u>

The amounts shown above for Surplus are allocated to the following accounts contained in the "Surplus" section of the Balance Sheets (Exhibit A):

	December 31, 1928	June 30, 1929
Applicable to State Fund.....	\$2,220,054.15	\$5,914,499.03
Applicable to Special Funds.....	14,947,793.78	19,646,138.15
Unfunded Revenues	1,345,856.69	2,014,282.49
Total Surplus	<u><u>\$18,513,704.62</u></u>	<u><u>\$27,574,919.67</u></u>

Uncollected taxes and accounts receivable, as shown on the Balance Sheets (Exhibit A) have not been considered as Surplus, but have been offset by the items shown as "Uncollected Assessments of Taxes" and "Miscellaneous Accounts Receivable" in the "Deferred Credits" section.

Comments on the various divisions of Surplus, as shown on the Balance Sheets (Exhibit A), are contained in subsequent paragraphs.

Applicable to State Fund

This item consists of three divisions, namely, "Invested Surplus," "Appropriated Surplus," and "Deficit or Unappropriated Surplus."

The detail of "Invested Surplus" is shown in Exhibit A—Schedule No. 16, and represents the investment of State Fund moneys in the 1887 shares of Joint Capital Stock of the Delaware and Raritan Canal and Camden and Amboy Railroad and Transportation Companies, and advances of State Fund Moneys for bridge and tunnel construction, together with the interest accrued thereon.

The offsets to this item are shown on the "Asset" side of the Balance Sheets (Exhibit A) contained in the items shown as "Investment—State Fund" and "Advances for Bridge and Tunnel Construction."

The "Appropriated Surplus" at December 31, 1928, and June 30, 1929, represents the totals of unrequisioned balances of appropriations made from the State Fund shown at these dates by the Appropriation Ledger kept in the office of the State Comptroller.

The State Fund deficit at December 31, 1928, and the Surplus at June 30, 1929, as shown by the Balance Sheets (Exhibit A), were arrived at by applying the known liabilities against the known assets of the fund.

The State of New Jersey does not operate its financial affairs under what is known as a "Balanced Budget," nor are proper fund records kept which would show figures for estimated revenues to be collected during the fiscal period. In the absence of these figures, the Statements of Condition of the various funds,

contained in this report under Exhibit F and its supporting schedules, do not show balances for estimated revenues to be collected.

The State Fund deficit of \$6,197,911.76 at December 31, 1928, exists because the appropriations made by the Legislature for the entire fiscal year of 1928-1929 have been applied against collections of revenue made during the first six months of the fiscal period.

It should be clearly understood that although the State Fund shows a deficit at December 31, 1928, and a surplus at June 30, 1929, the improvement in the financial status of the fund between these two dates is probably entirely attributable to the adjustment of the condition stated in the preceding paragraph.

Applicable to Special Funds

This item consists of three divisions, namely, "Invested Surplus," "Appropriated Surplus," and "Deficits."

The amounts shown for "Invested Surplus" are applicable to the State Highway System Fund, and represent advances made from that fund for bridge and tunnel construction, together with interest accrued thereon.

The offset to this item is shown on the "Asset" side of the Balance Sheets (Exhibit A) under the caption "Advances for Bridge and Tunnel Construction."

The "Appropriated Surplus" at December 31, 1928, and June 30, 1929, represents the totals of unrequisioned balances of appropriations applicable to Special Funds at these dates. In the case of Special Funds which do not use the Requisition System, but from which the Legislature makes appropriations, the balances of these appropriations are included in these figures.

The "Deficits" at December 31, 1928, and June 30, 1929, as shown by the Balance Sheets (Exhibit A) were arrived at by applying the known liabilities against the known assets of the various funds. The detailed Statements of Condition of the various funds are submitted in this report in Exhibit F—Schedule Nos. 2 to 18 inclusive.

By reference to Exhibit F—Schedule No. 5, which shows the condition of the State Institution Construction Fund as at December 31, 1928, and June 30, 1929, the following facts will be noted:

The appropriations made by the Legislature for the fiscal year 1929-1930 from the half mill tax assessed counties on general property valuations have been included in the statement as at June 30, 1929. The law governing this tax infers that appropriations are available at the time cash is available. Half of this tax was due and payable in June, 1929, and collections were made in June, 1929; therefore, in preparing the Statement of Condition for this fund the appropriations have been considered as available.

This fund showed a deficit of \$351,610.28 at December 31, 1928, which was fully covered by uncollected Institution Construction Fund Taxes at that date amounting to \$401,900.77. The deficit at June 30, 1929, of \$1,927,961.03 exceeded the amount of uncollected taxes at that date by \$148,432.46, which makes the fund over-appropriated by this amount. This conclusion, however, is based on the assumption that all appropriation balances which should have been lapsed, have been lapsed.

By reference to Exhibit F—Schedule No. 11, which shows the condition of the Division of Architecture and Construction Fund at December 31, 1928, and June 30, 1929, it will be noted that this fund has been over-expended at these dates by the amount of \$88,725.00. This over-expenditure has been financed by loans from other funds.

The law provides a Special Fund for the Board of Fish and Game Commissioners, but no record of this fund was found in the Comptroller's office; therefore, no statements are submitted in this report.

General Comments Relating to Surplus

The law provides that all unrequisioned appropriation balances at the close of any fiscal year should lapse, unless appropriations are encumbered by contractual obligations, and that all requisition balances should lapse at the expiration of three months from the

close of the fiscal year, unless encumbered by contractual obligations.

This audit contemplated the lapsing of requisition and appropriation balances according to law. However, the contract records in the Comptroller's office were found to have been kept in such a manner as to make it impossible to tell which balances should be lapsed, and which should not. Accordingly, in preparing this report, no requisition or appropriation balances have been lapsed, and the fund statements submitted include all the requisition and appropriation balances as shown by the records of the State Comptroller.

During the course of the audit all transfers between appropriations and allotments from the Emergency Fund Appropriation were checked and an examination was made of the authorities therefor. The exceptions found in this connection are contained in Part II of this report.

Unfunded Revenues

These items represent collections of State revenues made by Departments and Institutions, but not remitted to the State Treasurer at December 31, 1928, and June 30, 1929, and which will be recorded in the fund accounts when actually received by the State Treasurer.

The offsets to these items are shown on the "Asset" side of the Balance Sheets (Exhibit A) as follows:

	December 31, 1928	June 30, 1929
Cash Due from Departments and Institutions for Collections of State Revenues (Exhibit A—Schedule No. 3)	\$638,386.55	\$626,693.08
Cash Due from Departments and Institutions for Unremitted Interest on Bank Balances (Exhibit A—Schedule No. 4)	9,150.24	12,250.50
	<u>\$647,536.79</u>	<u>\$638,943.58</u>
Cash Due from Department of Motor Vehicles for Collection of State Revenues	\$8,108,933.85	\$1,375,338.91
Less: Deferred Credits—For 1929 Motor Vehicle Registration Fees Collected in 1928	7,410,613.95	.....
	<u>\$698,319.90</u>	<u>\$1,375,338.91</u>

Trust Funds:

With the exception of the Trust Funds in the custody of the State Treasurer, and which are listed in the Balance Sheets (Exhibit A), Trust Funds were excluded from the scope of this audit, this being in accordance with the audit program which was made a part of the contract under which the audit was made.

The Trust Funds excluded from the audit consisted chiefly of those in the custody of the Secretary of State, the Clerk of the Supreme Court, and the Clerk in Chancery for deposits made by lawyers, administrators, etc., and those in the custody of Institution heads containing moneys and valuables deposited with them by inmates.

The audit did include, however, a verification, by physical count and examination, of the securities deposited by insurance companies with the Department of Banking and Insurance as at June 30, 1929. The count and examination of these securities revealed discrepancies in their description as recorded on the books of the Department of Banking and Insurance, these being set forth in Part II of this report.

Confirmations covering these securities were also obtained from the depositors. These confirmations revealed discrepancies in the description of the securities counted and examined and those listed on the confirmations received, which are probably attributable to errors in the records of the depositor companies. These discrepancies are also listed in Part II of this report.

Both classes of exceptions mentioned in the two preceding paragraphs have been brought to the attention of the Department of Banking and Insurance.

In two instances it was found that the unpaid balances on mortgages deposited with the Department of Banking and Insurance, as confirmed by the depositor companies, were less than the balances carried on the books of the Department. These discrepancies are probably the result of the failure of the depositor companies to notify the Department of payments on account received by them. In one of these cases the unreported payments on account resulted in the Department having insufficient security from the depositor company by \$1,500.00.

PART II

**REPORT ON AUDIT OF THE
FINANCIAL AFFAIRS**

of the

STATE GOVERNMENT OF NEW JERSEY

Prepared for the Governor and the
State Audit and Finance Commission

January, 1930



LETTER OF TRANSMITTAL

NATIONAL INSTITUTE OF PUBLIC ADMINISTRATION,
261 BROADWAY, NEW YORK CITY,

January 29, 1930.

Hon. Morgan F. Larson, Governor, State House, Trenton, New Jersey:

DEAR SIR—We are transmitting herewith Part II of the report on the audit of the financial affairs of the State of New Jersey, made under our agreement dated April 29, 1929. This completes the audit report, Part I of which was transmitted to you on December 31, 1929.

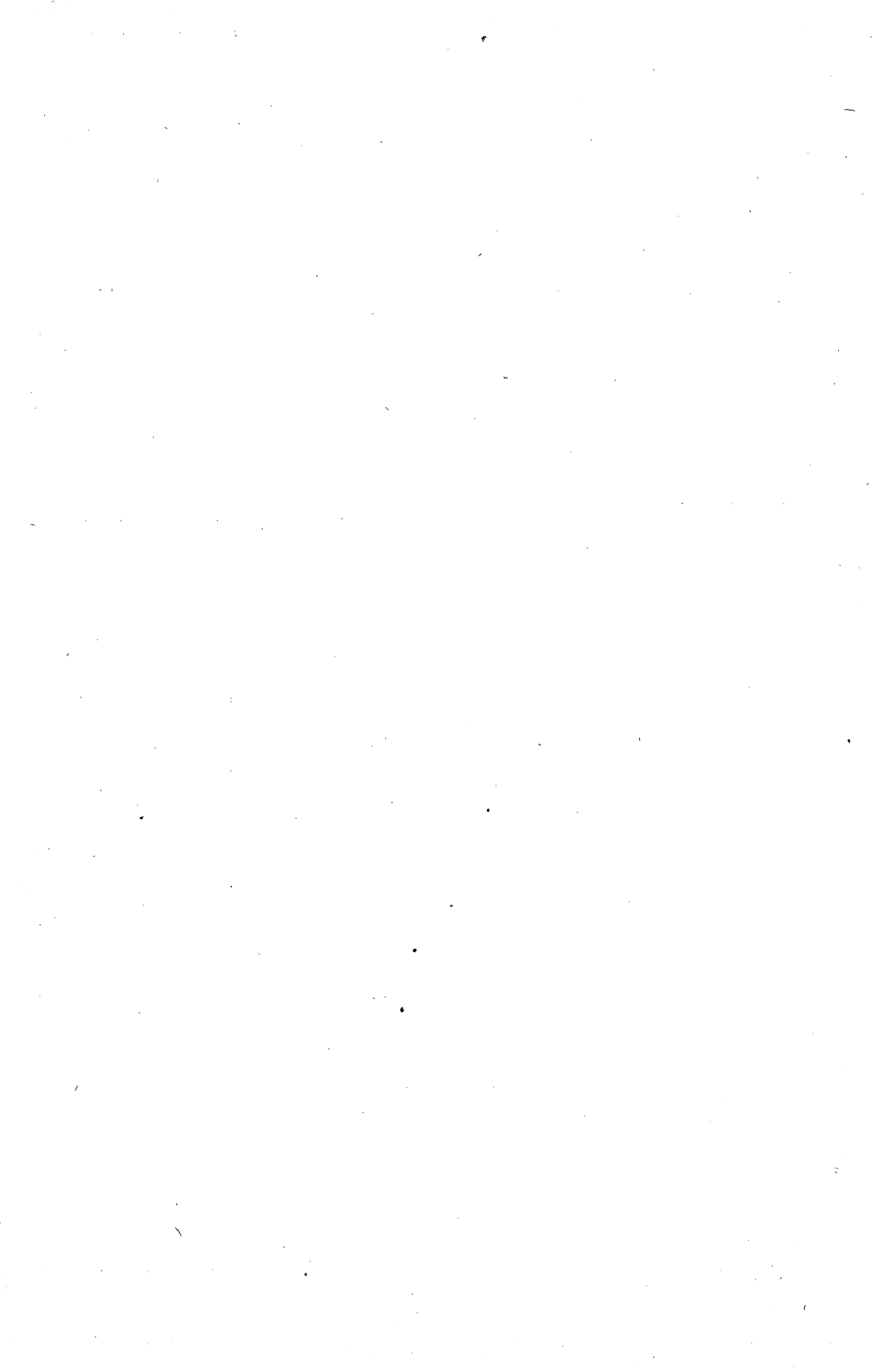
Part II of the audit report, contained herein, consists of an outline of the work which was done during the course of the audit, together with schedules containing exceptions, and comments dealing with these exceptions and the conditions found.

In cases where the exceptions referred to have been summarized in the schedules submitted in this report, the details may be had upon application.

Respectfully submitted,

(Signed) LUTHER GULICK,

Director.



INDEX TO SCHEDULES CONTAINED IN PART II OF THIS REPORT

SCHEDULE NUMBER	TITLE
1	Transfer Inheritance Taxes.
2	Miscellaneous Corporations Taxes.
3	Schedule of Errors Found in Comptroller's Cash Receipts Book for Miscellaneous Corporation Taxes.
4	Schedule of Exceptions Found in Examination of Items of Cash Receipts Credited to Appropriation Accounts.
5	Schedule Showing Difference Between Moneys Remitted to the State Treasurer by the State Athletic Commission and Those Which Should Have Been Remitted in Accordance With License Stubs.
6	General Comments on Examination of Vouchers.
7	Schedule of Errors Found in Computations on Vouchers Examined.
8	Schedule of Uncollected Principal of Matured Bonds—All Funds—At June 30, 1929.
9	Schedule of Securities Not Properly Registered at June 30, 1929.
10	Schedule of Errors and Omissions Found in Checking Security Records—All Funds.
11	Schedule of Interest on Bonds and Mortgages—Belonging to the School Fund—Due and Uncollected at June 30, 1929.
12	Schedule of Interest on Bonds Due and Uncollected—All Funds—At June 30, 1929.
13	Schedule of Rentals of Riparian Leases Belonging to the School Fund Due and Uncollected at June 30, 1929.
14	Schedule of Errors and Omissions Found in Checking Authorized Transfers Between Appropriations to Appropriation Ledger Accounts.
15	Schedule of Exceptions Found in Checking Certificates of Debit and Credit to Appropriation Ledger Accounts.

SCHEDULE NUMBER	TITLE
16	Schedule of Errors and Omissions in Minutes of State House Commission Covering Authority to Effect Transfers Between Appropriations.
17	Schedule of Difference Found in Verification of Imprest Cash Funds.
18	Schedule of Imprest Cash Funds Not Verified.
19	Schedule Showing Departments and Institutions Which Do Not Remit Interest Received on Bank Balances to State Treasurer Monthly.
20	Schedule of Exceptions Found in Reconciling Department and Institution Bank Accounts.
21	Department and Institution Bank Accounts—Schedule of Incorrect Balances Confirmed and Confirmations Not Received.
22	Department of Motor Vehicle Bank Accounts—Schedule of Incorrect Balances Confirmed and Bank Confirmations Not Received.
23	Schedule of Exceptions Found in Count, Examination and Confirmation of Bonds and Mortgages Deposited by Insurance Companies With the Department of Banking and Insurance.

OUTLINE OF WORK DONE IN CONNECTION WITH AUDIT

CASH RECEIPTS

For Findings
or Exceptions
Refer to
Schedule No.

Transfer Inheritance Taxes:

All cash received during the month of August, 1928, and about 80 per cent. of that received during the remainder of the fiscal year, as shown by the Comptroller's Cash Receipts Book for Transfer Inheritance Taxes covering payments received from estates of resident and nonresident decedents on taxes assessed, and also from estates of resident decedents on taxes not yet assessed, was checked in detail to the Record of Assessments and the Payments on Account-Resident Book for accuracy in posting payments received. 1

The daily totals for cash received during the month of August, 1928, as shown by the Comptroller's Cash Receipts Book, were recorded on a schedule, without segregation as to principal, interest or penalties.

The totals for cash received during the two six-month periods ended December 31, 1928, and June 30, 1929, as shown by the Comptroller's Cash Receipts Book, were recorded on a schedule, without segregation as to principal, interest or penalties.

Payments received, applying on taxes not yet assessed, from estates of nonresident decedents and which were on deposit in bank accounts carried in the name of the State Comptroller pending final assessment of taxes, were scheduled from the Payments on Account-Nonresident Book and reconciled to the bank balances as of December 31, 1928, and June 30, 1929. 1

Miscellaneous Corporations Taxes:

All cash received during the month of August, 1928, as shown by the Comptroller's Cash Receipts Book for Miscellaneous Corporations Taxes, was checked to the Assessment Rolls for accuracy of names and amounts. 2

The footings of the daily totals of cash receipts for the month of August, 1928, as shown by the Comptroller's Cash Receipts Book, were verified. 2 and 3

Considerable additional footing was done on the Comptroller's Cash Receipts Book in order to aid in calculating the amounts of uncollected taxes as at December 31, 1928, and June 30, 1929. 2 and 3

**For Findings
or Exceptions
Refer to
Schedule No.**

The daily totals for cash received during the month of August, 1928, as shown by the Comptroller's Cash Receipts Book, were recorded on a schedule, without segregation as to tax, interest or costs.

The totals for cash received during the two six-month periods ended December 31, 1928, and June 30, 1929, as shown by the Comptroller's Cash Receipts Book, were recorded on a schedule, without segregation as to principal, interest or costs.

Miscellaneous State Receipts:

Documents on file in the Comptroller's office supporting cash received during the month of August, 1928, were checked to the Comptroller's Cash Receipts Book for Miscellaneous Receipts.

4

The daily totals for cash received during the month of August, 1928, as shown by the Comptroller's Cash Receipts Book, were recorded on a schedule, classified in accordance with the segregation made in this book.

The totals for cash received during the two six-month periods ended December 31, 1928, and June 30, 1929, as shown by the Comptroller's Cash Receipts Book, were recorded on a schedule, classified in accordance with the segregation made in this book.

Taxes on Railway and Canal Companies:

State Highway Bond Taxes:

Soldier Bonus Bond Taxes:

Institution Construction Fund Taxes:

State School Taxes:

All cash received, applicable to the taxes listed above, during the fiscal year ended June 30, 1929, as shown by the various Cash Receipts Books in the Comptroller's office, was checked to the various assessment records for accuracy in posting payments received.

The footings of the Comptroller's Cash Receipts Book, containing receipts from the taxes listed above, were verified for the fiscal year ended June 30, 1929.

The daily totals for cash received from the above taxes during the month of August, 1928, as shown by the Comptroller's Cash Receipts Books, were recorded on a schedule, classified according to kind of tax.

The totals for cash received from the above taxes during the two six-month periods ended December 31, 1928, and June 30, 1929, as shown by the Comptroller's Cash Receipts Books, were recorded on a schedule, classified according to kind of tax.

For Findings
or Exceptions
Refer to
Schedule No.

Special Fund Receipts (Except Taxes Enumerated Above):

Documents on file in the Comptroller's office supporting cash received during the fiscal year ended June 30, 1929, were checked to the Comptroller's Cash Receipts Book.

The footings of the Comptroller's Cash Receipts Book for the fiscal year ended June 30, 1929, were verified.

The daily totals for cash received by the various funds during the month of August, 1928, as shown by the Comptroller's Cash Receipts Book, were recorded on a schedule, classified by funds.

The totals for cash received by the various funds during the two six-month periods ended December 31, 1928, and June 30, 1929, as shown by the Comptroller's Cash Receipts Book, were recorded on a schedule, classified by funds.

School Fund Income:

The footings of the Comptroller's Cash Receipts Book, for the month of August, 1928, were verified.

The daily totals for cash received during the month of August, 1928, as shown by the Comptroller's Cash Receipts Book, were recorded on a schedule.

The totals for cash received during the two six-month periods ended December 31, 1928, and June 30, 1929, as shown by the Comptroller's Cash Receipts Book, were recorded on a schedule.

School Fund Principal:

Documents on file in the Comptroller's office, supporting cash received during the fiscal year ended June 30, 1929, were checked to the Comptroller's Cash Receipts Book.

The footings of the Comptroller's Cash Receipts Book, for the fiscal year ended June 30, 1929, were verified.

The daily totals for cash received during the month of August, 1928, as shown by the Comptroller's Cash Receipts Book, were recorded on a schedule.

The totals for cash received during the two six-month periods ended December 31, 1928, and June 30, 1929, as shown by the Comptroller's Cash Receipts Book, were recorded on a schedule.

Insurance Fund:

1837 Surplus Revenue Fund:

The footings of the Comptroller's Cash Receipts Books for these funds were verified for the fiscal year ended June 30, 1929.

The daily totals for cash received by these funds during the month of August, 1928, as shown by the Comptroller's Cash Receipts Books were recorded on a schedule.

For Findings
or Exceptions
Refer to
Schedule No.

The totals for cash received by these funds during the two six-month periods ended December 31, 1928, and June 30, 1929, as shown by the Comptroller's Cash Receipts Books, were recorded on a schedule.

Private Detective and Boxing Licenses:

An attempt was made to reconcile the cash received from this source with the stubs of the licenses issued during the fiscal year ended June 30, 1929, but this could not be done due to the incompleteness of the records kept by the State Athletic Commission.

5

Teachers' Pension and Annuity Fund:

State Employees Retirement System Fund:

State Police Retirement and Benevolent Fund:

Documents on file in the Treasurer's office, supporting cash received during the month of December, 1928, were checked to the Treasurer's Cash Receipts Books for these funds.

The footings and cross-footings of the Treasurer's Cash Receipts Books for these funds were verified for the month of December, 1928.

The totals for cash received by these funds during the two six-month periods ended December 31, 1928, and June 30, 1929, as shown by the Treasurer's Cash Receipts Books, were recorded on a schedule.

CASH DISBURSEMENTS

State Highway System Fund:

All vouchers supporting disbursements made during the month of August, 1928, were examined as to legality, classification, approvals, extensions and footings.

6 and 7

All vouchers supporting disbursements for the month of August, 1928, were checked to the Comptroller's Cash Disbursements Book.

All checks issued by the Treasurer during the month of August, 1928, with the exception of those which had not been cleared by the banks at June 30, 1929, were examined as to amounts, signatures and endorsements, and were checked to the Treasurer's Check Stub Book and the Comptroller's Cash Disbursements Book as to check numbers, names and amounts.

The footings and cross-footings of the Comptroller's Cash Disbursements Book for the month of August, 1928, were verified. The total for disbursements made during the month of August, 1928, as shown by the Comptroller's Cash Disbursements Book, was recorded on a schedule.

For Findings
or Exceptions
Refer to
Schedule No.

The totals for disbursements made during the two six-month periods ended December 31, 1928, and June 30, 1929, as shown by the Comptroller's Cash Disbursements Book, were recorded on a schedule.

Special Funds:

All vouchers supporting disbursements made from these funds during the month of August, 1928, were examined as to legality, classification, approvals, extensions, and footings.

6 and 7

All vouchers supporting disbursements made from these funds during the month of August, 1928, were checked to the various Cash Disbursements Books kept by the Comptroller's office, and the Check Stub Books kept by the Treasurer's office.

All checks issued by the Treasurer during the month of August, 1928, on these funds, with the exception of those which had not been cleared by the banks at June 30, 1929, were examined as to amounts, signatures, and endorsements, and were checked to the Treasurer's Check Stub Books as to check number, names, and amounts.

The footings and cross-footings of the Comptroller's Cash Disbursements Book for these funds were verified for the month of August, 1928.

The totals for disbursements made from each fund during the month of August, 1928, as shown by the Comptroller's Cash Disbursements Book, were recorded on a schedule.

The totals for disbursements made from each fund during the two six-month periods ended December 31, 1928, and June 30, 1929, as shown by the Comptroller's Cash Disbursements Book, were recorded on a schedule.

Institution Construction Fund:

All vouchers supporting disbursements made from this fund during the month of June, 1929, were examined as to legality, classification, approvals, extensions and footings.

6 and 7

All vouchers supporting disbursements made from this fund during the month of June, 1929, were checked to the Appropriation Ledger kept for this fund by the Comptroller's office and to the Check Stub Books kept by the Treasurer's office.

The totals for disbursements made from this fund during the month of June, 1929, as shown by the Appropriation Ledger Accounts kept by the Comptroller's office, were scheduled, classified according to appropriation accounts.

The accumulated totals for disbursements made during the two six-month periods ended December 31, 1928, and June 30, 1929, as shown by the Comptroller's Appropriation Ledger, were scheduled, classified according to appropriation accounts, and

For Findings
or Exceptions
Refer to
Schedule No.

the aggregates thereof proven against the Treasurer's Monthly Proof Sheets.

All checks issued by the Treasurer during the month of June, 1929, on this fund, with the exceptions of those which had not been cleared by the banks at June 30, 1929, were examined as to amounts, signatures, and endorsements, and were checked to the Treasurer's Check Stub Books as to check numbers, names, and amounts.

State Fund:

Vouchers supporting disbursements charged to the various accounts, kept for appropriations made from the State Fund in the Comptroller's Appropriation Ledger, were examined for the various months specified by the Joint Legislative Commission on Audit and Finance. The various accounts and the months examined were as follows:

<i>Code</i>	<i>Department</i>	<i>Month</i>
		1928
G 1	Adjutant-General	August
G 2	National Guard	August
G 3	Naval Militia	August
G 4	Quartermaster-General's Department	August
G 5	Sea Girt Cottage	August
X1 to 23	Institutions and Agencies.....	August
Cl to 10	Judiciary	October
D 5	County Boards of Taxation.....	October
D12	State Board of Taxes and Assessment.....	October
A 6	Emergency Fund	December
A 7	Executive Department	December
A 9	Department of Motor Vehicles.....	December
D 6	Department of Banking and Insurance.....	December
		1929
D 9	Department of Labor.....	January
D13	State Board of Tenement House Supervision..	January
D 8	Department of Health	January
E1 to 20	Educational	January
A 1	Attorney-General	March
D15	State Police	March
D16	Commission on Traffic Rules and Regulation....	March
D 1	Board of Commerce and Navigation.....	April
D 2	Board of Fish and Game Commissioners.....	April
D 4	Board of Shell Fisheries.....	April
D 7	Department of Conservation and Development..	April
A12	Inauguration Expenses Governor.....	May
A 3	Civil Service Commission.....	May

<i>Code</i>	<i>Department</i>	<i>Month</i> 1928
A 8	Secretary of State.....	May
F 1	Agricultural Experiment Station	May
F2 and 3	Department of Agriculture.....	May
A13	Inauguration Expenses, President	May
A 2	Budget Act Expenses	June
A 4	Comptroller's Department	June
A 5	Department of Public Reports.....	June
A10	State House Commission.....	June
A11	Treasurer's Department	June
D 3	Board of Public Utility Commissioners.....	June
D10	Department of Weights and Measures.....	June
D11	Health Officers, Port of Perth Amboy.....	June
D14	Real Estate Commission.....	June
H	Pension and Retirement Funds.....	June
J1-2-4 to 7	Constructive	June
K	General Expenditures	June
L	State Emergency Fund	June
B	Legislative	All Session of 1929

For Findings
or Exceptions
Refer to
Schedule No.

6 and 7

These vouchers were examined as to legality, classification, approvals, extensions and footings.

The vouchers examined were checked to the Comptroller's Appropriation Ledger accounts, and at the same time, were checked to the Treasurer's Check Stub Books.

All checks issued in payment of the vouchers examined, except those not cleared by banks at June 30, 1929, were examined as to amounts, signatures and endorsements, and were checked to the Treasurer's Check Stub Books.

The totals for disbursements charged to the various appropriation accounts during the months examined were ascertained and recorded on a schedule.

The accumulated totals for disbursements made during the two six-month periods ended December 31, 1928, and June 30, 1929, as shown by the accounts contained in the Comptroller's Appropriation Ledger, were scheduled, classified according to appropriation accounts, and the aggregates thereof proven against the Treasurer's Monthly Proof Sheets.

State School Tax:

State Highway Bond Tax:

All vouchers supporting disbursements charged to these accounts during the year ended June 30, 1929, were examined as to legality, classification, approvals, footings, and extensions.

6

For Findings
or Exceptions
Refer to
Schedule No.

These vouchers were checked to the Comptroller's Cash Disbursements Books and the Check Stub Books kept by the Treasurer's office.

All checks issued by the Treasurer on these accounts during the fiscal year ended June 30, 1929, except those not cleared by banks at June 30, 1929, were examined as to amounts, signatures, and endorsements, and were checked to the Treasurer's Check Stub Books.

The footings and cross-footings of the Comptroller's Cash Disbursements Books containing these accounts were verified for the entire fiscal year ended June 30, 1929.

The totals for disbursements charged to these accounts during the month of August, 1928, as shown by the Comptroller's Cash Disbursements Books were recorded on a schedule.

The totals for disbursements charged to these accounts during the two six-month periods ended December 31, 1928, and June 30, 1929, as shown by the Comptroller's Cash Disbursements Books were recorded on a schedule.

School Fund Income:

School Fund Principal:

All vouchers supporting disbursements made from this fund, during the fiscal year ended June 30, 1929, were examined as to legality, classification, approvals, extensions, and footings. 6

These vouchers were checked to the Comptroller's Cash Disbursements Book and the Check Stub Books kept by the Treasurer's office.

All checks issued by the Treasurer on this fund during the fiscal year ended June 30, 1929, except those not cleared by banks at June 30, 1929, were examined as to amounts, signatures, and endorsements, and were checked to the Treasurer's Check Stub Books.

The footings and cross-footings of the Comptroller's Cash Disbursements Book were verified for the entire fiscal year ended June 30, 1929.

The total for disbursements made from this fund during the month of August, 1928, as shown by the Comptroller's Cash Disbursements Book, were recorded on a schedule.

The totals for disbursements made from this fund during the two six-months periods ended December 31, 1928, and June 30, 1929, as shown by the Comptroller's Cash Disbursements Book, were recorded on a schedule.

For Findings
or Exceptions
Refer to
Schedule No.

Teachers' Pension and Annuity Fund:
State Employees' Retirement System Fund:
State Police Retirement and Benevolent Fund:

All checks issued by the Treasurer on these funds during the month of December, 1928, except those not cleared by banks at June 30, 1929, were examined as to names, amounts, signatures, and endorsements, and were checked to the Cash Disbursements Books kept by the Treasurer's office.

The footings and cross-footings of the several Cash Disbursements Books for these funds, kept by the Treasurer, were verified for the month of December, 1928.

VERIFICATION OF CASH RECEIPTS AND DISBURSEMENTS AND RECONCILIATION OF TREASURER'S BANK BALANCES

It will be noted from the paragraphs contained in this outline, under the heading of "Cash Receipts," that schedules of the daily totals for cash received by the various funds, during the month of August, 1928, as shown by the Comptroller's records, were prepared. It was intended that the figures on these schedules would be compared with the deposits shown on the monthly statements received from the various State depositories to ascertain that moneys received were being deposited promptly. A similar procedure was contemplated covering the cash received by the Teachers' Pension and Annuity Fund, State Employees' Retirement System Fund and the State Police Retirement and Benevolent Fund during the month of December, 1928. However, this check could not be carried out due to the fact that after the bank accounts have been reconciled the Treasurer's office destroys the bank statements.

It will also be noted from the paragraphs contained in this outline, under the heading of "Cash Disbursements" that when vouchers of the various funds were examined and checked to the Comptroller's records, schedules of disbursements were prepared for the periods examined. The figures contained in these schedules were afterwards checked to those in the Treasurer's cash disbursements records for the period, and were found to be in agreement.

Schedules were prepared of all book balances of cash in the custody of the Treasurer at June 30, 1928, as shown by the Bank Ledgers kept in his office.

Deposits, withdrawals, and transfers between banks during the two six-month periods ended December 31, 1928, and June 30, 1929, as shown by the Treasurer's Bank Ledgers, were

applied to the balances as of June 30, 1928, thereby producing the book balances of cash in the custody of the Treasurer at June 30, 1929. These balances included cash of the State Fund, Special Funds, Invested Funds, Sinking Funds, and Trust Funds.

A number of the book balances of cash at June 30, 1929, required reconciliation to the bank balances. These reconciliations, as shown by the books of the Treasurer, were footed, and the various items entering into these reconciliations were investigated as far as possible. The outstanding checks, as shown by the Treasurer's reconciliations, were verified, as far as possible, by reference to the canceled check files to see that the checks listed were not in the files.

Cash on deposit as at June 30, 1929, in the various State depositories was verified by confirmations obtained from the depositories.

The figures contained in the various schedules covering cash received, as prepared from the Comptroller's records, during the two six-month periods ended December 31, 1928, and June 30, 1929, referred to in preceding paragraphs, under the heading "Cash Receipts," were compared with those contained in the schedules of bank deposits prepared from the Treasurer's Bank Ledgers, and were found to be in agreement.

The figures contained in the various schedules covering cash disbursed, as prepared from the Comptroller's records, for the two six-month periods ended December 31, 1928, and June 30, 1929, referred to in preceding paragraphs, under the heading "Cash Disbursements," were compared with those contained in the schedules of bank withdrawals, prepared from the Treasurer's Bank Ledgers, and were found to be in agreement.

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SECURITIES IN THE CUSTODY OF THE TREASURER

All securities in the custody of the Treasurer at June 30, 1929, with the exception of two lots of bonds and the certificates for the shares of stock belonging to the State Fund and the School Fund, were in the vaults of the Trenton Trust Company. The bonds and stock certificates referred to were in the safe in the Treasurer's office. The vaults at the Trenton Trust Company were placed under seal on July 1, 1929.

From July 1, 1929, until the time of examination of the securities, any bonds removed from, or placed in, the vaults at the Trenton Trust Company were removed or deposited under the supervision of an auditor having authority to break the seals. Records were made of these transactions and seals broken were replaced.

**For Findings
or Exceptions
Refer to
Schedule No.**

- Schedules were prepared covering securities belonging to the various Invested, Sinking, and Trust Funds as of June 30, 1928, as shown by a certified list prepared by the State Treasurer and published in December, 1928. 10
- The Investment Ledgers of the various funds were examined, and the par values of securities recorded as having been redeemed or purchased during the fiscal year ended June 30, 1929, were applied on the schedules, thereby producing the Treasurer's accountability as of June 30, 1929. 8
- The aggregate of the par values of the securities belonging to each fund as of June 30, 1929, as shown by the schedules, was proven to the investment accounts contained in the various General Ledgers for these funds, kept by the Treasurer's office. The amounts of securities redeemed or purchased during the fiscal year ended June 30, 1929, as shown by the schedules for Invested Funds and Sinking Funds, were checked to the Comptroller's cash receipts and disbursements records.
- The amounts of securities redeemed or purchased during the fiscal year ended June 30, 1929, as shown by the schedules for Trust Funds, were checked to the several records of cash receipts and disbursements kept by the Treasurer's office. 8
- After the schedules of securities had been completed, proven and checked as described in preceding paragraphs, the securities on hand were examined and counted. This examination and count was conducted in the following manner.
- Tickets were prepared direct from the securities, listing a full description of the security, the interest dates, maturity dates, certificate numbers, number of pieces, denominations, total par value, whether coupon or registered, and the name of the fund in which carried. As these tickets were completed for each lot of securities they were checked to the various schedules. 8 and 9
- Securities maturing in the latter part of June, 1929, or on July 1, 1929, for which cash had not been received prior to June 30, 1929, and which were removed from the vaults before they were placed under seal, were accounted for by reference to the cash receipts records for the period subsequent to June 30, 1929.
- Schedules of Mortgages and Riparian Leases belonging to the School Fund at June 30, 1928, were prepared from a certified list compiled by the State Treasurer and published in December, 1928.
- The registers of mortgages and riparian leases were examined, and any changes recorded during the fiscal year ended June 30, 1929, were applied on the schedules, thereby producing the items to be accounted for as of June 30, 1929.

For Findings
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Refer to
Schedule No.

The aggregates of the book values as of June 30, 1929, as shown by the schedules, were proven to the accounts carried in the School Fund General Ledger, kept in the Treasurer's office. The amounts received from mortgages and leases paid off during the fiscal year ended June 30, 1929, as shown by the schedules, were checked to the Comptroller's Cash Receipts Books. After the schedules had been completed, proven and checked, as described in preceding paragraphs, the documents supporting mortgages and riparian leases, kept in the Treasurer's office, were examined and checked to the schedules.

INCOME FROM INVESTMENTS IN THE CUSTODY OF THE TREASURER

When the Investment Ledgers for the various Invested Sinking, and Trust Funds were being examined, and the schedules of securities were being prepared, calculations of the amounts of income that should have been received from each recorded investment during the fiscal year ended June 30, 1929, were made. The amounts of income recorded on the Investment Ledgers as having been received during the two six-month periods ended December 31, 1928, and June 30, 1929, were entered on the security schedules. Any differences between the amounts calculated and those recorded as having been received were noted on the schedules.

10, 11,
12 and 13

The aggregates of the amounts recorded as having been received by the various funds were proven to the income accounts contained in the General Ledger kept for these funds in the Treasurer's office.

TAXES

Transfer Inheritance Taxes:

Assessments made during the month of August, 1928, as shown by duplicate bills on file in the Inheritance Tax Division of the Comptroller's office, were checked to the Record of Assessments for accuracy of entries.

1

Due to the chaotic condition of the accounting records in the Inheritance Tax Division, it was impossible to determine, with any degree of accuracy, the amounts of uncollected assessments as at December 31, 1928, and June 30, 1929. An adding machine listing was made, however, of the assessments, shown as open on the records at June 30, 1929, between the period from July 1, 1909, to June 30, 1929.

1

**For Findings
or Exceptions
Refer to
Schedule No.**

- A number of payments on account, shown as open in the Payments On Account records at June 30, 1929, were investigated to determine whether they were actually open at that date.** 1
- A considerable amount of additional work was done in checking payments received during the fiscal year ended June 30, 1929, as shown by the Comptroller's Cash Receipts Books, to the Record of Assessments for accuracy in posting. This work was in addition to that called for by the agreement under which the audit was made, the purpose of it being to establish conclusively the condition of the records.** 1
- The approximate amount of Transfer Inheritance Taxes due to counties, at December 31, 1928, and June 30, 1929, was calculated and noted as a liability to be shown on the Balance Sheets.** 1

Miscellaneous Corporations Taxes:

- Due to the fact that no controlling accounts were kept by the Comptroller's office for these taxes, the amounts of uncollected assessments on the lists of 1927 and 1928, at December 31, 1928, and June 30, 1929, were arrived at by ascertaining the totals of the assessment rolls, adding or deducting the reported changes in assessments, and applying the recorded cash collections, refunds, etc.** 2
- An adding machine listing was made of the open assessments on the lists of 1927 and 1928 as at June 30, 1929, as shown by a detail card record kept in the office of the Comptroller.** 3

Taxes on Railway and Canal Companies:

Schedules of uncollected taxes at December 31, 1928, and June 30, 1929, as shown by the Comptroller's assessment records, were prepared. The totals produced by schedules were used in the preparation of the Balance Sheets as at December 31, 1928, and June 30, 1929.

State School Taxes:

State Highway Bond Taxes:

Soldier Bonus Bond Taxes:

Institution Construction Fund Taxes:

Schedules of uncollected assessments due from counties for the taxes listed above at December 31, 1928, and June 30, 1929, as shown by the Comptroller's assessment records, were prepared. The totals produced by these schedules were used in the preparation of the Balance Sheets as at the dates mentioned.

STATE DEBT

A certificate showing the numbers and par values of all coupon and registered bonds of each issue and series of the State Debt that had been engraved and delivered to the Treasurer to June 30, 1929, was obtained from the engraver of the bonds. The difference between the par values of bonds certified by the engraver and the amounts shown by the Treasurer's books as outstanding at June 30, 1929, was accounted for by a count of cancelled and unissued bonds on hand in the Treasurer's office.

All cancelled bonds on hand were examined for proper perforation and cancellation.

Trial balances were prepared as at December 31, 1928, and June 30, 1929, from the Registered Bond-Holder's Ledgers, and the aggregate amounts of par values of bonds of each issue and series were proven with those shown for outstanding registered bonds on the Treasurer's books.

It was ascertained that all interest due on the State Debt for the fiscal year ended June 30, 1929, had been deposited in the bond interest bank accounts.

Schedules were prepared of interest coupons missing from the files in the Treasurer's office as at June 30, 1929, and the bond interest bank accounts were reconciled.

Bank balances of bond interest accounts as at June 30, 1929, were verified by certificates obtained from the depositories.

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GENERAL LEDGERS

Sinking Funds:

The schedules of cash received and disbursed by the various Sinking Funds during the fiscal year ended June 30, 1929, as prepared from the Comptroller's records, were checked to the General Ledgers for the various funds kept by the Treasurer's office.

The footings of all accounts contained in these General Ledgers were verified for the fiscal year ended June 30, 1929.

Trial balances of the various General Ledgers at December 31, 1928, and June 30, 1929, were prepared.

Statements of condition of Sinking Funds at December 31, 1928, and June 30, 1929, were prepared.

A verification was made of the various Sinking Fund Requirement Reserve balances at June 30, 1929.

For Findings
or Exceptions
Refer to
Schedule No.

Teachers' Pension and Annuity Fund:

State Employees' Retirement System Fund:

State Police Retirement and Benevolent Fund:

Postings to the accounts contained in the General Ledgers for these funds were checked for the fiscal year ended June 30, 1929.

The footings of all accounts contained in these General Ledgers were verified for the fiscal year ended June 30, 1929.

Trial Balances of these General Ledgers were prepared as at December 31, 1928, and June 30, 1929.

School Fund:

1837 Surplus Revenue Fund:

Insurance Fund:

Trial balances of the General Ledgers of these funds were prepared as at December 31, 1928, and June 30, 1929.

APPROPRIATION LEDGERS

Appropriations recorded in the Comptroller's Appropriation Ledgers during the fiscal year ended June 30, 1929, were checked to the various acts of the Legislature for authorities and amounts.

All Cash Receipts credited to appropriation accounts during the fiscal year ended June 30, 1929, as shown by the Comptroller's Appropriation Ledgers, were checked to the Cash Receipts Books for accuracy of amounts.

4

Certificates covering transfers between appropriation accounts and allotments from the Emergency Fund, and certificates of debit and credit, on file in the Comptroller's office, for the entire fiscal year ended June 30, 1929, were examined for authority of the State House Commission, scheduled and balanced.

14

The schedules of Transfers, Allotments and Debits and Credits were checked to the Comptroller's Appropriation Ledger accounts.

15

The minutes of meetings of the State House Commission were examined for authorities covering transfers between appropriations, allotments from the Emergency Fund, and transfers to or from surplus of the Institution Construction Fund. These were found to contain many errors and omissions.

16

Schedules of requisition and appropriation balances, as shown by the Comptroller's Appropriation Ledgers, at December 31, 1928, and June 30, 1929, were prepared.

For Findings
or Exceptions
Refer to
Schedule No.

An attempt was made to exclude from these schedules the balances that should have been lapsed in accordance with the law. The contract file kept in the Comptroller's office was found to lack the information necessary to determine which balances should be lapsed and which should not. Therefore, no balances were lapsed, and the schedules prepared from the Comptroller's Appropriation Ledgers, after certain adjustments, were used in preparing the Balance Sheets as at December 31, 1928, and June 30, 1929.

During the examination of vouchers supporting disbursements charged to appropriation accounts contained in the Comptroller's Appropriation Ledgers, referred to in a preceding section of this outline under the heading of "Cash Disbursements," vouchers which showed deductions payable to the Teachers' Pension and Annuity Fund, the State Employees' Retirement System Fund, and the State Police Retirement and Benevolent Fund, or which were payable to the State Purchase Fund, the Institution Construction Fund or the State Use Fund, were scheduled as to numbers and amounts. The figures contained in these schedules were afterwards checked to the Appropriation Ledgers and fund records to ascertain that proper credits had been recorded.

DEPARTMENTS, INSTITUTIONS AND OTHER STATE AGENCIES

The offices of fifty-five Departments, Institutions, and Other State Agencies were visited.

Where possible, petty cash funds on hand at the offices, in currency, were counted on the first day of the examination; petty cash funds that were on deposit in banks were reconciled to the balances shown by bank statements; and documents supporting one month's cash receipts were checked to the cash receipts records. (This month in most cases was the one in which the receipts amounted to the most dollars.)

The footings of the cash receipts records were verified for the month, checked to the documents, and where possible, deposits were checked to bank statements.

Investigation was made as to the number of bank accounts carried and the nature of the items comprising each balance.

Inquiries were made as to (1) whether or not all State moneys were being remitted to the State Treasurer; (2) if disbursements from bank accounts consisted solely of transfers to the State Treasurer; (3) if interest was being received on State moneys while on deposit, and if it was being remitted to the State Treasurer.

17 and 18

19

For Findings
or Exceptions
Refer to
Schedule No.

Schedules of cash received during the two six-month periods ended December 31, 1928, and June 30, 1929, as shown by the books of each office visited, were prepared, classified by revenues.

If moneys were disbursed by the Department, Institution, or Other Agency out of receipts, the nature of the items was noted, and the disbursements were verified for the same month for which receipts were verified.

Where possible, reconciliations were made of bank accounts comprising State moneys as at June 30, 1929, or some subsequent date. 20, 21
and 22

Notations were made of the values of inventories and the amounts of accounts receivable due the State as at December 31, 1928, and June 30, 1929, as shown by the books of each office visited.

Notations were made of the amounts of State moneys unremitted to the State Treasurer at December 31, 1928, and June 30, 1929, and of the dates these moneys were actually remitted.

Requests for confirmation of bank balances were sent to all banks known to have State moneys on deposit in the names of Departments, Institutions or Other State Agencies. 21 and 22

Inquiry was made as to whether employees handling State Funds were bonded. If so, the names and amounts of bonds were listed.

The schedules of cash received and remitted to the State Treasurer during the two six-month periods ended December 31, 1928, and June 30, 1929, as prepared from the books of the Departments, Institutions, and Agencies visited, were checked to the Comptroller's Cash Receipts Books.

SECURITIES DEPOSITED WITH THE DEPARTMENT OF BANKING AND INSURANCE

Securities, in the form of bonds deposited with the Department of Banking and Insurance, were in the vaults of the Trenton Trust Company. Bonds and Mortgages deposited were in a safe in the office of the Department.

The vault at the Trenton Trust Company was placed under seal on July 1, 1929. From July 1, 1929, until the time of examination, any bonds placed in, or removed from, the vault were deposited or removed under the supervision of an auditor having authority to break the seal. Records were made of these transactions, and seals broken were replaced. The bonds and mortgages were not placed under seal, since the Department had to have access to the safe

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- in which they were kept at all times, and also because of the fact that they were not negotiable.
- Schedules were prepared by the Department from its records, showing the names and addresses of companies required by law to deposit securities with the Department, and the description and amounts of their deposits at June 30, 1929. These schedules were checked against the records of the Department. 23
- The examination and count of securities deposited was conducted in the following manner.
- Tickets were prepared direct from the securities, listing in the case of bonds and mortgages, the name of the mortgagor, the description and location of the property, the date and terms of the mortgage, the original amount of the mortgage, the unpaid balance (where shown), and any deficiencies found in the documents examined. In the case of bonds, the description of the securities, interest dates, maturity dates, certificate numbers, number of pieces, denominations and the total par values were listed. Mortgages and registered bonds were examined to see that they were in the name of the Commissioner of Insurance. As these tickets were completed for each mortgage or lot of bonds, they were checked to the schedules. 23
- Letters were sent to all companies listed on the schedules, requesting confirmation of the securities on deposit with the Department at June 30, 1929. 23

GENERAL

- All recorded assets and liabilities of the State, as at December 31, 1928, and June 30, 1929, were verified to such extent as was possible.
- All unrecorded assets and liabilities of the State, as at December 31, 1928, and June 30, 1929, which were discovered during the course of the audit, were investigated and used in preparing the Balance Sheets submitted in Part I of this report.
- Balance Sheets as at December 31, 1928, and June 30, 1929, together with supporting schedules and statements, and comments upon the items contained therein, were prepared.

SCHEDULE 1
TRANSFER INHERITANCE TAXES

In the subsequent paragraphs is contained the following:

1. An outline of the records kept in the State Comptroller's office pertaining to the assessment and collection of Transfer Inheritance Taxes.
2. The results of the work called for by the program of audit.
3. An outline of the methods used in calculating the annual "Refund" made to counties.
4. The conclusions arrived at in connection with the system used, and the work done as called for by the program of audit.

Records Kept:

1. Record of Assessments.
2. Payments on Account—Resident.
3. Payments on Account—Nonresident.
4. Cash Receipts Book—Transfer Inheritance Tax.
5. Appropriation Ledger Account for Refunds of Taxes.

The records numbered 1 to 3 inclusive are kept by the Inheritance Tax Division of the Comptroller's office, whereas that numbered 4 is kept by the General Account Division of the Comptroller's office.

A brief outline of the purposes of these records is contained in the following paragraphs:

Record No. 1—

This is a loose leaf record in which all assessments made are recorded. The form shows the number of the case, the name of the estate and the date and amount of the assessment. Columns are also provided for the dates and amounts of settlements of tax and interest. Settlements are not recorded, however, until such time as payments have been received in full, partial payments being recorded in the records numbered 2 and 3 above, and are held in abeyance until the final payment has been received. The open items in this record, less the open items in the records numbered 2 and 3 above, would produce a net debit balance representing unpaid assessments less payments on account of assessments made, or payments on assessments not yet made. The assessments recorded in this book are totaled at the end of each month, changes in the amount of assessments, authorized after the month is closed, are made by crossing out the typewritten amount of the original assessment and by substituting the revised figure in ink, the total for the month is not adjusted by the amount of such changes.

Record No. 2—

This is a loose leaf record, designed to record partial payments received from estates of resident decedents, and also includes a section for payments on account from estates of nonresident decedents on taxes which have been levied. As partial payments are received, the date, name of the estate, and the amount received are recorded. A notation is then made on the appropriate page and

line in Record No. 1 (in cases where the tax has been assessed) to the effect that a partial payment has been received; these notations being made in the binding margin. When the final payment is received it is not recorded in this record, but in order to clear the various payments on account made by the estate, the file number of the case and the date of assessment is entered on the lines with the payments to be cleared in columns provided for the purpose. The date of receipts of the final payment does not appear in this record. The total of all payments (constituting the full amount of the assessment) is then recorded in the columns provided for payments on Record No. 1 under date of the final payment. The open items in this record should constitute the amount of all payments on account, except those described in the next succeeding paragraph. All cash receipts which are recorded in this record are also entered in Record No. 4, in the same manner as payments in full, and are understood to be marked "on account" to indicate that they are partial payments.

Record No. 3—

This is a loose leaf record, designed to record percentage deposits received from estates of nonresident decedents prior to the levying of the tax. All moneys from this source are deposited in a trust fund carried in the name of the Comptroller, and are held until the tax is assessed, at which time checks are drawn on the trust fund to the order of the State Treasurer, and entries are made in Record No. 4. In cases where estates are found to be entitled to refunds on account of overpayments, checks are drawn by the Comptroller on the trust fund for the refunds due. The open items at any time in this record should constitute the amount of percentage deposits received from estates of nonresident decedents, and after making allowances for outstanding checks, etc., this amount should agree with the bank balance of the trust fund referred to. The interest received on the deposits in this bank account is transferred monthly by the Comptroller to the State Treasurer.

Record No. 4—

This record is a loose leaf book and is the book of original entry for all inheritance tax receipts, except percentage deposits received from estates of nonresident decedents which have not been assessed. The sheets in this book for moneys received from estates of resident decedents are segregated by counties, and columns are provided for "Tax," "Interest" and "Total." Moneys received from estates of nonresident decedents are kept in a special section of this record because the counties do not share in these receipts. This record is used at the end of each year by the Inheritance Tax Division in calculating the 5 per cent. payment due to counties on taxes collected in each county. This annual distribution to counties is made in the manner outlined in a subsequent paragraph.

Record No. 5—

This record consists of an Appropriation Ledger account which receives debit postings for all refunds made to estates on account of overpayments, etc., and for the annual distribution made to counties. Notations are made in Record No. 1, covering refunds made to estates on account of overpayments, etc., these notations being made in the binding margin on a line with the case affected.

Results of Work Called For By Audit Program:

All of the work called for by the program of audit has been completed, with the exception of scheduling the partial payments made by estates of resident and nonresident decedents, on assessments made. This has not been done, because the record in which these payments are recorded does not furnish sufficient information with which to determine what items were open on any particular date. In order to obtain this information at December 31, 1928, and June 30, 1929, it would be necessary to investigate every payment on account ever received, in order to ascertain the date of the final payment (if any) and thus determine which items were actually open on the dates mentioned. Furthermore, investigation of 123 of the items shown as open on this record, showed that 104 of these should have been marked closed, and that the assessments to which they relate in the "Record of Assessments" have been marked as paid in full. From this it will be seen that any figures for this class of payments on account could not be relied upon, unless a complete investigation of all items of this nature were made.

A schedule of assessments shown as open in the "Record of Assessments" as at June 30, 1929, has been prepared, but in view of the many inaccuracies found in the course of checking, the figures thus obtained are known to be unreliable. In preparing this schedule all items shown as open and which were assessed subsequent to the last general revision of the Inheritance Tax Laws in July, 1909, were listed. This schedule produced the following figures:

<i>Fiscal Year</i>	<i>Amount Open</i>
1909-10	\$38,636.56
1910-11	33,896.28
1911-12	24,948.83
1912-13	17,971.48
1913-14	31,866.95
1914-15	24,470.05
1915-16	26,092.10
1916-17	41,731.37
1917-18	16,624.60
1918-19	48,621.61
1919-20	54,939.69
1920-21	132,521.84
1921-22	52,569.61
1922-23	17,804.07
1923-24	28,140.07
1924-25	234,881.63
1925-26	37,442.82
1926-27	222,806.59
1927-28	623,518.44
1928-29	1,270,761.19
Total	<u>\$2,980,245.78</u>

It should be understood, however, that against this total must be applied the amount of payments on account, which as previously stated, it is not possible to determine without considerable further investigation.

At the request of Hon. Guy George Gabrielson, of the Joint Legislative Commission on Audit and Finance, considerable additional checking was done. This consisted of checking the postings for approximately 80 per cent. of the cash receipts for the year ended June 30, 1929, to the "Record of Assessments" and the "Payments on Account-Resident" book. Additional checking was also found necessary in order to produce a schedule of the open percentage deposits in the Comptroller's trust fund, recorded in the "Payments on Account-Non-resident" book.

This additional work, and that called for by the program of audit, disclosed 359 errors which are summarized as follows:

In "Payments on Account-Resident" Book:

Items carried as open in this record, the assessments for which are shown by the "Record of Assessments" as having been fully paid.. 104

In "Record of Assessments" Book:

Cash received in full settlement of taxes assessed and not posted. Such items appear in this record as uncollected, whereas they are fully paid	20
Errors in posting amounts of cash receipts	59
Cash received in payment of assessments, the assessments for which could not be located in "Record of Assessments"	2
Cash received in an amount less than the tax assessed, and posted to this record. Such payments should have been taken into the "Payments On Account-Resident" book	15
Cash received in payment of interest charges, not posted	1
Cash received and posted to wrong accounts	2
Minor overpayments of assessments not noted in this record and not refunded	13
Errors in recording amounts of assessments made	8
Error in posting amount of interest charges received	2

In "Cash Receipts" Book:

Interest received, recorded as tax	43
Tax received, recorded as interest	1
Amount of tax and interest recorded, not in agreement with total recorded	2
Wrong counties credited with collections	2

In "Payments on Account-Nonresident" Book:

Checks drawn on Comptroller's trust fund to order of State Treasurer, entered in this record as having been drawn to the order of the estate concerned	37
Checks drawn on Comptroller's trust fund to order of estates entitled to refunds, entered in this record as having been drawn to the order of the State Treasurer	42

Amounts cleared from the Comptroller's trust fund in excess of, or short of, amounts actually paid in. These errors are scheduled in a statement attached hereto	5
Check drawn on Comptroller's trust fund to the order of the State Treasurer, omitted from the disbursements side of this record.....	1
Total Errors	359

In addition to the errors summarized above, numerous inaccuracies were found in the dates, file numbers, names of estates, etc., recorded in the several records.

Methods Used in Calculating Annual Refunds Due Counties:

Each county is paid each year an amount equal to 5 per cent. of the taxes collected during the preceding year from estates of residents in that county. No percentage, however, is paid to counties on partial payment collections applying on taxes not yet assessed, until such time as the taxes have been assessed and the final payments received.

Before making this distribution to counties, the amounts credited to them in the Transfer Inheritance Tax-Cash Receipts Book are checked for correctness of domicile only, by the Inheritance Tax Division. Items found to be credited to the wrong counties are taken into consideration when calculating the percentage due, but are not corrected in the Cash Receipts Book.

All payments on account (whether partial or final) are also investigated, and any errors found in the division between tax and interest as shown by entries in the Cash Receipts Book covering this class of items are taken into consideration when calculating the percentage due, but are not corrected in the Cash Receipts Book. Should such errors occur in entering payments received in full they would not be discovered by any process of audit at present employed, and would result in counties being paid a percentage on both tax and interest.

Conclusions:

The work performed has disclosed the following facts:

1. That the system used is inadequate.
2. That there is no control over uncollected assessments and payments on account.
3. That the records are carelessly kept.
4. That in some cases counties have been paid a percentage on both tax and interest, this being due to errors in the Cash Receipts Book.
5. That it will be impossible to determine the amounts of uncollected taxes and payments on account, at any given date, until either the records are redesigned and rewritten, or a complete audit is made of the accounts of the Inheritance Tax Division from a given starting date.

TRANSFER INHERITANCE TAXES
ERRORS FOUND IN SETTLEMENTS OF PAYMENTS ON ACCOUNT—NON-RESIDENT,
1922, TO DECEMBER 31, 1928

<i>Receipts</i>	<i>Disbursements</i>		<i>Checks Drawn in Settlement</i>			
<i>Folio</i>	<i>Folio</i>	<i>Estate of</i>	<i>Total of</i>	<i>Amount of</i>	<i>Amount</i>	<i>Total</i>
			<i>Payments</i>	<i>Tax to State</i>	<i>Refunded</i>	<i>Settlement</i>
			<i>On Account</i>	<i>Treasurer</i>	<i>To Estate</i>	
113	124	Otto M. Orth	\$369.60	\$369.50	.....	\$369.50
77	82	Charles A. Ellis	1,022.64	456.03	\$566.41	1,022.44
51	86	Edward Williams	204.64	20.30	186.34	206.64
183	184	Wm. J. Ramsey	17.68	16.18	1.45	17.63
59	62	Jacob A. Henry	94.40	7.68	86.78	94.46
			<hr/>	<hr/>	<hr/>	<hr/>
			\$1,708.96	\$869.69	\$840.98	\$1,710.67
		Less: Amount Originally Paid in				1,708.96
		Settlements Over Original Payments by				<hr/> <u>\$1.71</u>

Note:—In addition to the errors listed above, check No. B497 for \$315.85 dated 10/28/25, to the order of the State Treasurer, was omitted from the Cash Disbursements side of the "Payments on Account—Non-Resident" Cash Book. Investigation showed, however, that this item had been received and deposited by the State Treasurer.

SCHEDULE 2

MISCELLANEOUS CORPORATIONS TAXES

In the subsequent paragraphs is contained the following:

1. An outline of the records kept in the office of the State Comptroller in connection with the assessment and collection of miscellaneous corporations taxes.
2. A description of the work done in checking these records as called for by the program of audit, together with a statement setting forth the results of this work and supporting the figures used in preparing the Balance Sheets (Exhibit A) contained in Part I of this report.
3. The conclusions arrived at as to the system used, and an outline of the methods which would have to be used to locate the differences revealed by the work done.

Records Kept (In the Comptroller's Office):

1. List of Assessments as submitted to Comptroller by Board of Taxes and Assessment.
2. Cash Receipts Book.
3. Card File of Corporation Taxes Receivable.

A brief outline of the purposes of these records is contained in the following paragraphs:

Record No. 1—

This record is composed of sheets upon which the Board of Taxes and Assessment list the names of corporations, their addresses, the number of shares of Capital Stock and the amount of taxes assessed on each. This list is prepared in what is known as schedule form. As schedules are completed they are sent to the Comptroller's office for his record and from these the Comptroller's clerks prepare bills to be sent to the corporations. After the complete list has been received by the Comptroller's office the sheets are bound in book form. The list is prepared in alphabetical order, by schedules, the alphabetical arrangement being by the first letter of the corporate name. The list does not show totals of assessments either by pages, schedules, or for the list as a whole. No controlling account for taxes is kept on the Comptroller's books.

When schedules are received by the Comptroller's office, postings of amounts of taxes due are made from the list to the individual corporation accounts kept in the Card File (Record No. 3). In numerous cases, after the list has been submitted to the Comptroller's office, the Board of Taxes and Assessment will change the assessment against a corporation and arbitrarily cross out the original assessment and insert a new figure in black ink, or, if they find the corporation should be exempt from tax or was assessed twice, they will cross out the assessment completely. In numerous other cases, where the Board of Taxes and Assessment discover that an assessment had been omitted from the list, they will insert such item on the list in black ink. It is understood that all the changes above mentioned as made on the list are brought to the attention of the clerks in the Comptroller's office and

are made by them on the cards (Record No. 3); the fact remains, however, that the Comptroller's office has no authority on file for these changes. The changing of assessments without having an authority on record, and the lack of controlling accounts, presents opportunities for clerks in the office of the Board of Taxes and Assessment or those in the office of the Comptroller, to reduce assessments for corporations without detection.

The law provides—

1. That each corporation incorporated under the laws of the State, other than those which are subject to the payment of State franchise taxes assessed upon the basis of gross receipts and certain other classes of corporations specifically exempt, shall file an annual report with the Board of Taxes and Assessment, showing the amount of its outstanding capital stock upon which taxes are to be assessed.

2. That a corporation delinquent in filing, or failing to file a report, may be assessed by the board on the basis of its full authorized Capital Stock instead of the amount outstanding.

3. That a corporation which desires to appeal to said board for a review of an assessment, may do so within one year from the date of assessment of the tax, by filing an appeal stating the grounds for same.

Under these acts a large number of corporations are delinquent in filing reports or do not file reports at all, with the result that they are assessed on the basis of their total authorized capital stock, and then file appeals for new assessments. This necessitates the changing of the records in the office of the Board of Taxes and Assessment. These changes are reported to the Comptroller's office by the board on what is known as the Report of Changes in Assessments. From these reports it is understood that the Comptroller's office makes the changes on the assessment list only insofar as they affect corporate names, and in cases where taxes are to be completely crossed out, due to the fact that a corporation has been assessed twice or should be exempt. It is understood, however, that all changes are made on the cards (Record No. 3).

Record No. 2—

This record is a loose leaf book and is the book of original entry for all Miscellaneous Corporations Tax Receipts. This book is divided into two sections, one for current year taxes, and the other for taxes prior assessed to the current year. The sheets contain columns for "Tax," "Interest," "Costs" and "Total." The columns for "Tax," "Interest" and "Costs" are not footed, with the result that errors made in entering amounts in these columns are not detected. If these columns were totaled each page could be cross-footed and errors disclosed.

After a corporation's charter has been revoked by proclamation of the Governor for nonpayment of taxes the corporation may apply for reinstatement. In such cases the amounts to be paid for reinstatement are determined by the Governor or Attorney-General, and are in lieu of the delinquent taxes, interest and costs. These amounts may be more or less than the taxes due, and are entered in the Cash Receipts Book in the section for prior years, without allocation as to tax, interest and costs. The reports of the Secretary

of State, who remits this cash for reinstatements to the State Treasurer, do not show the allocation of payments as to tax, interest and costs.

Postings are made on the cards (Record No. 3) from the Cash Receipts Book by means of a rubber stamp showing the date paid. It is to be presumed that if no notation is made on the cards the amount paid is in agreement with the amount assessed. In cases of reinstatements, if the amount paid exceeds the amount of taxes due, only the date is written in the space provided on the card. If the amount paid is less than the amount of taxes due, a red check mark is placed thereon in the payment column as an indication that the payment was less than the amount assessed, and a notation is placed at the bottom of the card that the case was closed for whatever amount was received.

Record No. 3—

This is a card record designed to tell at a glance the status of taxes assessed against each corporation. The cards are ruled and printed to cover transactions for a period of ten years, and are filed in alphabetical order by the first letter of the corporate name, in the same manner as the list of assessments is prepared.

The method of posting taxes assessed, and payments received, to the cards has been described in preceding paragraphs.

In January of each year a list of all corporations which have not paid their taxes for three successive years, or which are delinquent in the payment of a tax for three years, is prepared by the Comptroller's office from the card record and submitted to the Governor for his signature, thereby proclaiming the charters of such corporations revoked. At the same time as the proclaimed list is prepared a much larger list of corporations not yet three years in arrears is prepared for the Attorney General's office. That office proceeds to serve notices of delinquency by personal service or by mail on the corporations affected, adding chancery fees of \$11.00 to the bill when notice is served. Other fees may increase the total bill by as much as \$125.00 over and above the tax itself, plus penal interest at 1 per cent. a month. Since no controlling account is kept for taxes, against which the detail card record could be proven periodically, it is obvious that the clerk in charge of posting payment dates on the card record could fail to post items without detection, and the charters of the corporations affected would eventually be revoked. On the other hand, it is possible for clerks in the Comptroller's office to place a date of payment on the card of a corporation, and even though the tax had not been paid it would show as paid, and could not easily be detected.

When a proclamation of revoked charters has been issued the cards for the corporations shown on the list are removed from the regular file and placed in a proclaimed file. If a corporation is reinstated the card is removed from the proclaimed file and put back in the regular file.

In a few instances where corporations overpay the amounts of taxes assessed the date of payment is stamped on the card and a notation made at the bottom of the card to the effect that an overpayment or duplicate payment has been made on a certain date. When the refund is made the amount and date of refund is noted at the bottom of the card.

Work Done as Called For by Audit Program:

All of the work called for by the program of audit has been performed.

In constructing control figures for the lists of 1927 and 1928, an adding machine list was made of all assessments shown by the original tax lists as they existed before any changes were made therein. The totals thus obtained for the original rolls were \$4,613,804.93 for 1927, and \$4,938,314.35 for 1928. All changes purported to have been made on the original rolls by the Board of Taxes and Assessment were scheduled from the rolls and resulted in deductions from the original totals in the amounts of \$17,759.06 for 1927, and \$14,739.39 for 1928. Changes in assessments as reported to the Comptroller's office by the Board of Taxes and Assessment up to June 30, 1929, were scheduled from reports on hand and resulted in deductions from the original totals in the amounts of \$151,782.04 for 1927, and \$195,718.18 for 1928. The changes reported by the board were not checked to the rolls and none of the changes were checked to the card records. The totals of Taxes Assessed after the application of all changes to June 30, 1929, were \$4,444,263.83 for the list of 1927, and \$4,727,856.78 for the list of 1928.

To obtain the total amount of cash receipts for taxes applicable to these lists it was found necessary to do considerable footing of the Cash Receipts Book. In months in which interest and cost items were numerous the three columns of the Cash Book for taxes, interest and costs were footed, and the aggregate thereof proven to the total column. Numerous errors in entries of interest were disclosed and a considerable amount of time was spent in cross-footing each entry to locate differences. In some months the tax column was footed and in other months where the entries for interest and costs were few, these columns were footed and the aggregate of the two deducted from the total column to determine the total of tax collections recorded. In all cases the footings of the total column were assumed to be correct.

The amount of taxes paid to June 30, 1929, excluding receipts for reinstatements of corporations whose charters were revoked and which receipts could not be allocated as to tax, interest and costs as explained in preceding paragraphs, amounted to \$3,681,643.66 on the list of 1927, and \$3,760,726.99 on the list of 1928.

Included in the receipts were overpayments consisting of double payments and payments of original assessments in cases where assessments had been reduced. The cards (Record No. 3) were examined for notations of overpayments and such notations were scheduled. This schedule was checked to the disbursements as shown by the appropriation account for refunds, with the result that the following amounts were deducted from the cash receipts totals.

	<i>List of 1927</i>	<i>List of 1928</i>
Cash Refunds for Overpayments.....	\$5,621.19	\$9,518.54
Duplicate Payments not Refunded.....	418.80	841.44
Bad Checks	6.00	.....
	<hr/>	<hr/>
Total	\$6,045.99	\$10,359.98

This leaves the net cash applicable to the list of 1927, \$3,675,597.67, and the list of 1928, \$3,750,367.01.

An adding machine list was made of all assessments against corporations whose charters had been revoked for nonpayment of taxes. This list was prepared from the card record in the proclaimed file; also included corporations whose charters had been reinstated (the cards for these being filed in the regular file), for the reason that cash receipts for reinstatements were eliminated from cash credits applicable to the lists. These proclamations amounted to \$492,337.89 on the list of 1927, and \$267,270.93 on the list of 1928.

After giving effect to all the transactions just outlined, the balances arrived at for uncollected taxes as at June 30, 1929, were \$276,328.27 on the list of 1927, and \$710,218.84 on the list of 1928.

In accordance with the program of audit an adding machine list was made of the uncollected taxes as at June 30, 1929, as shown by the detail cards (Record No. 3). This list produced totals of \$285,501.01 for the list of 1927 and \$719,284.36 for the list of 1928. On both lists the totals of the detail accounts exceeded the balances of controlling accounts as constructed, by \$9,172.74 on the list of 1927, and \$9,065.52 on the list of 1928.

Conclusions:

The work performed has disclosed the following facts:

1. That there is no control over uncollected assessments.
2. That the accounting system in use is inadequate; the records being poorly designed, and lack information necessary to the successful operation of a proper control.
3. That the system in use presents opportunities for irregularities without detection.

Assuming that the control balances established for Miscellaneous Corporations Taxes Receivable at June 30, 1929, on the lists of 1927 and 1928 are correct, additional work would be necessary before the detail card record could be brought into agreement therewith. This additional work could be done by two methods, these being outlined in subsequent paragraphs.

First Method:

All changes in assessments as shown by reports submitted to the Comptroller by the Board of Taxes and Assessment would be checked to the assessment lists for accuracy.

All cash collections of taxes would be posted from the cash receipts registers to the assessment lists.

Lists of charter proclaimed for the nonpayment of taxes would be compared with assessment lists to ascertain that these lists were correct, and notations of such proclamations made on the assessment lists.

All cash receipts for reinstatements of proclaimed corporations, and all cash disbursements for refunds of overpayments, would be posted to the assessment lists.

After the above work had been completed, there would remain on the assessment lists certain open items representing uncollected taxes, and probably a few credit balances representing overpayments, etc., which had not been refunded. A comparison of these open items, as shown by the assessment lists, with the cards in the detail file (Record No. 3), would disclose any discrepancies, or irregularities.

By this method the detail records, after adjustments for errors found, should prove to the control balances as established and set forth in the statement attached hereto. If they fail to agree it would be an indication that the totals shown by the Cash Receipts Book for taxes are incorrect.

Second Method:

All changes in assessments as shown by reports submitted to the Comptroller by the Board of Taxes and Assessment would be checked to the assessment lists for accuracy.

All items as shown by the lists, after corrections in assessments, would be checked to the detail card records for accuracy in posting. All cash collections for taxes, as shown by the Cash Receipts registers, would be checked to the detail card record for accuracy in posting.

Lists of charters proclaimed for the nonpayment of taxes would be checked to the detail card record for accuracy as to notations.

All cash receipts for reinstatements of proclaimed corporations, and all cash disbursements for refunds of overpayments, would be checked to the detail card record for accuracy as to postings and notations.

After the above work had been completed a list of the open items, as shown by the cards in the detail file (Record No. 3) adjusted for errors found, should prove to the control balances as calculated and shown in the statement attached hereto. If they failed to agree it would be an indication that the totals shown by the Cash Receipts Book for taxes were incorrect.

It is believed the first method described above would be the quickest to produce the desired result.

Attached hereto is a statement showing the figures used in calculating the amounts of uncollected taxes on the lists of 1927 and 1928, as at June 30, 1929. The procedure used in obtaining these figures has been fully described in the preceding paragraphs.

MISCELLANEOUS CORPORATION TAXES
COMPUTATION OF CONTROLLING ACCOUNTS FOR TAX LISTS OF 1927 AND 1928

	<i>List of 1927</i>	<i>List of 1928</i>
TOTAL TAXES ASSESSED PER ORIGINAL ROLLS.....	\$4,613,804.93	\$4,938,314.35
<i>*Changes Made on Original Rolls by the Board of Taxes and Assessment—</i>		
ADD: Reassessments	11,694.44	13,734.68
	<u>\$4,625,499.37</u>	<u>\$4,952,049.03</u>
LESS: Abatements	29,453.50	28,474.07
TOTAL TAXES ASSESSED AFTER CHANGES MADE BY THE BOARD OF TAXES AND ASSESSMENT	\$4,596,045.87	\$4,923,574.96
<i>Changes in Assessments as Reported to the Comptroller by the Board of Taxes and Assessment—</i>		
ADD: Reassessments	40,241.53	42,548.30
	<u>\$4,636,287.40</u>	<u>\$4,966,123.26</u>
LESS: Abatements	192,023.57	238,266.48
TOTAL TAXES ASSESSED AFTER ALL CHANGES.....	<u>\$4,444,263.83</u>	<u>\$4,727,856.78</u>
LESS: Cash Receipts	\$3,681,643.66	\$3,760,726.99
LESS: Cash Refunds for Overpayments.....	\$5,621.19	\$9,518.54
Duplicate Payments Not Refunded.....	418.80	841.44
Bad Checks	6.00	
Total	<u>\$6,045.99</u>	<u>\$10,359.98</u>
	<u>\$768,666.16</u>	<u>\$977,489.77</u>
LESS: Taxes on Corporations Whose Charters Were Proclaimed for Nonpayment of Taxes	492,337.89	267,270.93
COMPUTED BALANCE OF UNCOLLECTED TAXES AS AT JUNE 30, 1929	<u>\$276,328.27</u>	<u>\$710,218.84</u>
TOTAL OF UNCOLLECTED TAXES AS AT JUNE 30, 1929, AS PER DETAILED CARD RECORD	\$285,501.01	\$719,284.36
DIFFERENCE UNACCOUNTED FOR.....	<u>\$9,172.74</u>	<u>\$9,065.52</u>

* These changes made after the delivery of the original roll to the Comptroller and not supported by documents in the Comptroller's office.

SCHEDULE 3

**SCHEDULE OF ERRORS FOUND IN COMPTROLLER'S CASH
RECEIPTS BOOK FOR MISCELLANEOUS
CORPORATION TAXES**

Following is a list of errors found in entering the amounts of interest received in the detail column for "Interest" in the Comptroller's Cash Receipts Book for Miscellaneous Corporation Taxes.

	<i>Month of</i>	<i>Interest Per Book</i>	<i>Interest Should Be</i>
1927	September	\$0.35	\$0.05
1927	September .....	.33	1.33
1927	November .....	.85	.80
1927	November	1.57	.57
1927	December .....	.05	.04
1928	June	22.68	22.69
1928	July	2.25	2.55
1928	August	38.00	.38
1928	August	50.00	.50
1928	August	1.02	102.00
1928	September .....	.75	1.75
1928	November	16.00	.16
1928	November	5,000.00	5.00
		<hr/>	<hr/>
		\$5,133.85	\$137.82

These errors are due entirely to carelessness on the part of clerks in the Comptroller's office, for in each case the amount of actual tax was correctly entered, as was the gross amount of the payment received.

SCHEDULE 4

**SCHEDULE OF EXCEPTIONS FOUND IN EXAMINATION OF
ITEMS OF CASH RECEIPTS CREDITED TO
APPROPRIATION ACCOUNTS**

The amounts listed below were found to have been credited to appropriation accounts in June, 1929, whereas they were recorded in the Cash Receipts Books in July, 1929. These items were eliminated from the appropriation account balances used in the statement contained in Part I of this report.

<i>Account</i>	<i>Amount</i>
X1PP	\$14,531.35
D8AA	27.75
D14D	40.00
E2CC	457.00
E1CB .....	.08
E11E	2.17
E11S	5,000.00
E13W	2,716.09
E19B	1,500.00
F2V	14.35
K8A	1,050.10
K11A	42.00
X1KK	40.00
X16NN	21.00
X17B	41.30
X23J	4.44
D8X	944.60
	<hr/>
Total	\$26,432.23

SCHEDULE 5

**SCHEDULE SHOWING DIFFERENCE BETWEEN MONEYS
REMITTED TO THE STATE TREASURER BY THE
STATE ATHLETIC COMMISSION AND THOSE
WHICH SHOULD HAVE BEEN REMITTED IN
ACCORDANCE WITH LICENSE TAGS**

<i>Date</i>	<i>Receipts Remitted to the State Treasurer</i>			
	<i>Total</i>	<i>Manager's License Fees</i>	<i>Boxer's License Fees</i>	<i>Second's License Fees</i>
October 6, 1928	\$664.50	\$240.00	\$402.50	\$22.00
January 1, 1929	531.00	150.00	355.00	26.00
February 10, 1929	248.50	100.00	132.50	16.00
March 9, 1929	126.50	25.00	97.50	4.00
April 8, 1929	515.00	210.00	235.00	70.00
May 3, 1929	298.00	95.00	165.00	38.00
	<u>\$2,383.50</u>	<u>\$820.00</u>	<u>\$1,387.50</u>	<u>\$176.00</u>
Add: Receipts remitted with report dated July 12, 1929—applicable to fiscal year ended June 30, 1929 ...	120.00	15.00	95.00	10.00
	<u>\$2,503.50</u>	<u>\$835.00</u>	<u>\$1,482.50</u>	<u>\$186.00</u>
Fees received—per licenses issued ...	2,536.50	850.00	1,492.50	194.00
	<u>2,536.50</u>	<u>850.00</u>	<u>1,492.50</u>	<u>194.00</u>
*Apparent shortage in remittances to State Treasurer	\$33.00	\$15.00	\$10.00	\$8.00

*The clerk in the office of the State Athletic Commission states that the amount of the apparent shortage, shown above, is included in the remittance made with report dated July 12, 1929, with the item reported for "Licenses Paid For During Fiscal Year 1929 For Which Application Was Not Made, \$2,405.00"; however, there is no way of proving this assertion.

SCHEDULE 6**GENERAL COMMENTS ON EXAMINATION OF VOUCHERS**

The examination of vouchers developed comparatively few errors in computations, and the discrepancies that were discovered involved no large amounts. Several instances were found where vouchers had been posted to the wrong accounts in the Comptroller's Appropriation Ledgers.

Vouchers for securities purchased through brokers for the various funds were seldom supported by broker's invoices, nor were they signed and sworn to by the brokers. Instead, the vouchers were prepared by the State Treasurer's office, and carried the signature of the Deputy Treasurer, in lieu of that of the broker. In some instances the required opinion of the Attorney General covering the bonds purchased was not attached to the vouchers. Several vouchers for traveling expense were not supported by the required hotel receipts for room rent.

Other than those mentioned in the preceding paragraph, few formal irregularities in the vouchers were noted. Seven vouchers, over \$5.00 in amount, were examined which had not been sworn to by the claimant, and ten which did not bear the prescribed approvals. Four vouchers (No. 279,036, \$1,049.98; No. 287,253, \$6.26; No. 263,157, \$760, and No. 247,931, \$5.48) were missing from the files and could not be located.

Instances were noted where the character of expenditures seem to indicate that they should have been charged to accounts other than the ones in which the charges appeared, however, the distinction was not always clearly indicated by the vouchers or the account classification, and many of these instances were of minor importance.

The voucher audit now performed by the Comptroller's office lacks the essentials of a real audit. The present audit consists merely of a verification of extensions and footings, an examination of the voucher for formalities, and looking to see that the "Requisition" balance, against which the voucher is charged, is sufficient to cover the amount of the charges. The Comptroller's office does not check prices paid for commodities purchased against copies of Purchase Orders, nor does it require a certification on the voucher from the receiving office, as to quantities and qualities received; in lieu of all this it accepts the signature of the approving officer of the Department, Institution, etc., from which the voucher was received. Furthermore, it is known that vouchers received for work performed under contract are not properly checked by the Comptroller's office against its copy of the contract, to see that the billings are in accordance with the terms of the contract.

There were several variations in the form of vouchers used to report similar expenditures, and it is believed that a well designed, uniform voucher, would facilitate the handling of vouchers and the recording of expenditures in the Comptroller's office.

The requirement that vouchers over \$5.00 in amount must be sworn to by the claimant is unnecessary, and a source of considerable annoyance to people doing business with the State. If a proper audit of vouchers by the Comptroller's office were made, before payment, this requirement could be abolished without weakening any existing safeguards.

It was noted that payroll vouchers were signed by employees in advance of receiving their pay. This practice is unsound and is believed unnecessary in view of the fact that employees' endorsements on payroll checks constitute a receipt in full for salaries or wages due. Receipts are only necessary in the case of institutions, in outlying districts, which pay in cash for the convenience of employees.

All vouchers covering items charged against the appropriation for expenses of the State Legislature, during the fiscal year ended June 30, 1929, were examined. Among the items contained on these vouchers were the following:

60	Lots of Engraved Calling Cards (200 for each member) Stamped in Blue and Gold	\$870.00
61	Special Wallets, Stamped in Gold	335.00
10	Dozen Clothes Brushes	40.40
1	Gross of Nail Clippers and Boxes	42.03
20	7/12 Dozen Brushes	325.00
2	Gross Men's Combs and Dress Combs	39.46
120	Gillette Razor Col. 9. Imp.	60.00
1	Gross Gem Clippers and Boxes	14.63
62	Pen Sets	1,007.17
100	Pens	470.00
	Stationery Supplies Furnished the Stationery Committee of the House of Assembly for the Session of 1929	2,933.05
	Stationery Supplies for the Senate for the Session of 1929	7,386.00
	Engraved Stationery for Members of Assembly	2,320.00

SCHEDULE 7

SCHEDULE OF ERRORS FOUND IN COMPUTATIONS ON VOUCHERS
EXAMINED

<i>Code</i> <i>Account</i>	Detail of Discrepancies	<i>Amount</i>
A	Voucher No. 326333	
	Total of Voucher.....	\$87.05
	Should be	86.05
	Amount Overpaid	\$1.00
	Voucher No. 130687—Pay Roll	
	Item No. 12, Sheet 2, Amount Paid.....	\$41.82
	Should be	41.13
	Amount Overpaid .....	.69
D	Voucher No. 324250	
	Amount	\$109.33
	Should be	108.33
	Amount Overpaid	1.00
	Voucher No. 276950	
	Amount	\$46.35
	Should be	45.35
	Amount Overpaid	1.00
X	Voucher No. 24302—Pay Roll X-15-D	
	Line 200—Agnes I. Gifford	
	15/31 at \$54.00.....	\$23.51
	Should be	26.13
	Amount Underpaid	2.62
	Line 359—R. P. Dow	
	15/31 at \$54.00.....	\$23.51
	Should be	26.13
	Amount Underpaid	2.62
	Voucher No. 245493—Pay Roll X-16-C	
John F. Sullivan Amount.....	\$62.46	
Should be	63.46	
Amount Underpaid	1.00	
Voucher No. 245574—Charged X-19-C		
This account is for Wages of Inmates and the rate is fixed by the Appropriation Act is 25c per day.		

*Code
Account*

Amount

This Pay Roll is at a rate of 45c per day for
"Road Construction."

Voucher No. 246430—Pay Roll State Hospital		
Item No. 2	\$62.06	
Should be	58.06	
	<hr/>	
Amount Overpaid		\$4.00
 X Voucher No. 248628—Treas. Essex County		
X-4-E-1928 Maintenance of Patients		
Total weeks charged 1025-3/7 at \$6.237.....	\$6,395.598	
Should be 1012-3/7 at \$6.237	6,314.517	
	<hr/>	
Overcharge	\$81.08	
LESS:		
County Collections from Patients.....	\$3,347.47	
Should be	3,282.47	
	<hr/>	
Error	\$65.00	
Undercharge—(½ deducted from chgs.).....	32.50	
	<hr/>	
Net Overpayment		48.58
 Voucher No. 248255—45.12 tons coal		
At \$8.85	\$403.56	
Should be	399.31	
	<hr/>	
Amount Overpaid		4.25
 Voucher No. 243141—Item 6/21/28.....	\$15.14	
Should be	13.14	
	<hr/>	
Amount Overpaid		2.00
 Voucher No. 247536		
258.04 Gross tons Barley at \$3.88.....	\$1,001.20	
Should be		
256.44 Gross tons Barley at \$3.88.....	994.99	
	<hr/>	
Amount Overpaid		6.21
 Voucher No. 249587—Atlantic County		
Maintenance of Patients		
Item No. 1317 Fannie Brooks.....	59 days	
Should be	49 days	
Item No. 1331 Bert Sterling.....	37 days	
Should be	27 days	

<i>Code Account</i>		<i>Amount</i>
	Amount Overpaid—	
	10 days at \$6.00 per week	\$8.57
	10 days at \$12.00 per week	17.15
		<u>\$25.72</u>
	Voucher No. 249625	
	Item 1250 lbs. at \$0.09.....	\$121.50
	Should be	112.50
		<u>9.00</u>
	Amount Overpaid	
X	Voucher No. 249742—Total	\$1.23
	Total Should be.....	.88
		<u>.35</u>
	Amount Overpaid	
	Voucher No. 84505—Pay Roll X-12-B	
	Page 2 Line 5—Anna Ladisa	
	½ mo. at \$95.00.....	\$50.00
	Should be	47.50
		<u>2.50</u>
	Amount Overpaid	
	Page 3 Line 4—L. Van Niekirk	
	½ at \$95.00.....	\$50.00
	Should be	47.50
		<u>2.50</u>
	Amount Overpaid	
B	Voucher No. 314944	
	Fifth Page of Detail—	
	4 Quarts of Paste at \$1.25.....	\$6.00
	Should be	5.00
		<u>1.00</u>
	Amount Overpaid	
	<i>State Highway System Fund</i>	
	Voucher No. 2729—Parrish & Read, Inc.....	\$66.65
	Should be	65.65
		<u>1.00</u>
	Amount Overpaid	
	Voucher No. 2239—L. R. Sperry	
	Amount Overpaid .....	.30
	<i>State Institution Construction Fund</i>	
	Voucher No. 8078—Payroll—R. Wormington	\$66.00
	Should be	54.00
		<u>12.00</u>
	Amount Overpaid	

SCHEDULE 8

**SCHEDULE OF UNCOLLECTED PRINCIPAL OF MATURED BONDS—
ALL FUNDS—AT JUNE 30, 1929**

<i>File Number</i>	<i>Description of Bonds</i>	<i>Amount Due</i>	<i>Date of Maturity</i>
	Sinking Fund for Road and Bridge Bonds:		
	Township of Beverly, School Bonds.....	\$4,000.00	6/30/29
	School Fund:		
614	Borough of Haledon, School Bonds.....	\$1,000.00	3/ 1/29
393	Borough of Dunellen, School Bonds.....	3,000.00	6/15/29
587	Township of Burlington, School Bonds.....	1,000.00	6/ 1/29
602	Township of Franklin, School Bonds.....	3,000.00	6/ 1/29
		<hr/> \$8,000.00	
	Teachers' Pension and Annuity Fund:		
240	Township of Centre, School Bonds.....	\$1,500.00	6/ 1/29
245	Township of Centre, School Bonds.....	1,000.00	6/ 1/29
303	Borough of Oradell, School Bonds.....	11,000.00	6/ 1/29
		<hr/> \$13,500.00	
	Total due and uncollected.....	<hr/> \$25,500.00	

Note—During the count and examination of securities, it was found that \$2,000, Township of Upper Pittsgrove, School Bonds, formerly owned by the School Fund, and which matured 1/1/29 and paid 1/10/29, were still on hand.

SCHEDULE 9

SCHEDULE OF SECURITIES NOT PROPERLY REGISTERED
AT JUNE 30, 1929

<i>File Number</i>	<i>Bonds</i>	<i>Bond Numbers</i>	<i>Amount</i>	<i>In Whose Name Registered</i>
Sinking Fund for Soldier Bonus Bonds:				
89	Borough of Wellington, Temporary Improvement Bonds	128	\$1,000.00	Not Registered
108	Township of Nutley, Assessment Bonds	96	1,000.00	Not Registered
			<hr/> \$2,000.00	
School Fund:				
401	Township of Washington, School Bonds	10-16	\$3,500.00	Name of Issuer
494	Township of Hamilton School Bonds	6-10&11	5,500.00	Name of Issuer
495	Township of Hamilton, School Bonds	6-13	4,000.00	Name of Issuer
496	Township of Hamilton, School Bonds	6-12	3,500.00	Name of Issuer
			<hr/> \$16,500.00	
<i>File Number</i>	<i>Stocks</i>	<i>Shares</i>	<i>Amount</i>	
School Fund:				
1	Delaware & Raritan Canal and Camden and Amboy R. R. and Transportation Co. and N. J. R. R. and Transportation Co.	1,000	\$100,000.00	State of N. J.

SCHEDULE 10

SCHEDULE OF ERRORS AND OMISSIONS FOUND IN CHECKING
SECURITY RECORDS—ALL FUNDS**Sinking Fund for Road and Bridge Bonds:**

Township of Galloway, School Bonds (File No. 48).

Interest Received 2/1/29, entered in Investment Ledger as \$1,125.00, whereas the actual amount that was due and received was \$1,012.50.

School Fund:

Borough of Audubon, School Bonds (File No. 105).

Interest due and received 2/1/29, \$157.50, not entered in Investment Ledger.

John H. Gregory—Riparian lease rental due and received 1/21/29, \$40.93, not entered in Lease Register.

Teachers' Pension and Annuity Fund:

Borough of Cliffside Park, Assessment Bonds (File No. 16).

Bond numbers were not recorded in Investment Ledger.

Borough of Cliffside Park, Public Improvement Bonds (File No. 17).

Bond numbers were not recorded in Investment Ledger.

Note—In addition to the exceptions cited above, numerous discrepancies and errors in the description and maturity dates of bonds, as recorded in the several Investment Ledgers, were found.

SCHEDULE 11

**SCHEDULE OF INTEREST ON BONDS AND MORTGAGES—
BELONGING TO THE SCHOOL FUND—DUE AND
UNCOLLECTED AT JUNE 30, 1929**

<i>File Number</i>	<i>Name of Mortgagor</i>	<i>Amount Due</i>	<i>Date Due</i>
2	Denise, William T.	\$165.00	3/ 3/29
3	Etruria Pottery Co.	450.00	8/ 1/28
	Etruria Pottery Co.	600.00	2/ 1/29
1	Haight, Charles A.	40.00	10/14/28
	Haight, Charles A.	40.00	4/14/29
4	Inman, George	10.00	10/18/28
2	Patterson, Charles W.	6.30	9/24/28
	Patterson, Charles W.	6.30	3/24/29
2	Smock, Milton	120.00	4/24/25
	Smock, Milton	120.00	10/24/25
	Smock, Milton	120.00	4/24/26
	Smock, Milton	120.00	10/24/26
	Smock, Milton	120.00	4/24/27
	Smock, Milton	120.00	10/24/27
	Smock, Milton	120.00	4/24/28
	Smock, Milton	120.00	10/24/28
	Smock, Milton	120.00	4/24/29
1	Taylor, Wm. J. C.	342.00	6/ 1/29
2	Valentine, Robert N.	116.10	3/16/28
	Valentine, Robert N.	116.10	9/16/28
	Valentine, Robert N.	116.10	3/16/29
	Total Due and Uncollected	\$3,087.90	

SCHEDULE 12

**SCHEDULE OF INTEREST ON BONDS DUE AND UNCOLLECTED—
ALL FUNDS AT JUNE 30, 1929**

<i>File Number</i>	<i>Description of Bonds</i>	<i>Amount Due</i>	<i>Date Due</i>
Sinking Fund for Road and Bridge Bonds:			
34	Township of Denville, Temporary Water	\$247.50	1/ 1/29
128	Township of Beverly, School	855.00	6/30/29
		<hr/>	
		\$1,102.50	
		<hr/>	
Sinking Fund for Highway Extension Bonds:			
86	Pensauken—Merchantville, Water	\$2,731.25	6/30/29
		<hr/>	
School Fund:			
345	Township of Waterford, School	\$50.00	1/ 1/29
105	Borough of Audubon, School	157.50	2/ 1/29
392	Borough of Atlantic Highlands, School	175.00	2/ 1/29
211	Township of Hillside, School	180.00	3/ 1/29
217	Township of Hanover, School	135.00	4/ 1/29
420	Borough of Audubon, School	725.00	4/15/29
492	Atlantic Highlands, School	100.00	10/ 1/28
492	Atlantic Highlands, School	75.00	4/ 1/29
599	Township of Burlington, School	145.00	4/ 1/29
610	Borough of Caldwell, School	308.75	1/ 1/29
412	Township of West Deptford, School	50.00	11/ 1/28
412	Township of West Deptford, School	50.00	5/ 1/29
165	Borough of Prospect Park, School	225.00	6/ 1/29
204	Borough of North Wildwood, Improvement	250.00	6/15/28
204	Borough of North Wildwood, Improvement	250.00	12/15/28
204	Borough of North Wildwood, Improvement	250.00	6/15/29
209	Borough of Keyport, Sewer	1,037.50	6/ 1/29
232	Borough of Prospect Park, School	270.00	6/ 1/29
244	Borough of Pitman, School	247.50	6/30/29
262	Borough of Woodlynne, School	50.00	6/30/29
319	Borough of New Providence, School	270.00	6/30/29
372	Township of Delran, School	125.00	6/30/29
393	Borough of Dunellen, School	1,575.00	12/15/28
393	Borough of Dunellen, School	1,575.00	6/15/29
584	Borough of West Paterson, School	285.00	6/15/29
587	Township of Burlington, School	546.25	12/ 1/28
587	Township of Burlington, School	546.25	6/ 1/29

<i>File Number</i>	<i>Description of Bonds</i>	<i>Amount Due</i>	<i>Date Due</i>
School Fund—Con.:			
602	Township of Franklin, School	\$737.50	6/ 1/29
621	City of Linden, School	3,491.25	2/ 1/29
		<u>\$13,882.50</u>	
State Employees' Retirement System Fund:			
15	Township of Delanco, School	\$581.88	6/30/29
Teachers' Pension and Annuity Fund:			
240	Township of Centre, School	\$375.00	6/ 1/29
245	Township of Centre, School	450.00	6/ 1/29
278	Borough of Caldwell, School	1,625.00	6/30/29
280	Township of Cranford, School Series "A"	6,570.00	6/30/29
281	Township of Cranford, School Series "B"	5,400.00	6/30/29
296	Township of Cranford, School	562.50	6/30/29
303	Borough of Oradell, School	3,394.10	6/ 1/29
		<u>\$18,376.60</u>	
	Total Due and Uncollected	<u>\$36,674.73</u>	

Note—In addition to the foregoing items there appears to be an amount of \$0.25 due from Raritan Township for interest on its 5% Tax Revenue Bonds. \$75,000 worth of these bonds were purchased by the Sinking Fund for Road and Bridge Bonds on 8/27/28, the price paid included interest from 7/1/28, leaving five months interest to be collected on 12/1/28 (the first interest date), or \$1,562.50, the amount actually received was \$1,562.25.

SCHEDULE 13

**SCHEDULE OF RENTALS OF RIPARIAN LEASES
BELONGING TO THE SCHOOL FUND
DUE AND UNCOLLECTED AT JUNE 30, 1929**

<i>File Number</i>	<i>Name of Lessee</i>	<i>Amount</i>	<i>Date Due</i>
8 -84	Dempsey, Isabella T. et al.	\$76.18	6/25/29
7 -24	Hildreth, David M.	138.02	2/15/29
7 -60	Kirk, William J., Jr.	35.67	12/25/28
7 -60	Kirk, William J., Jr.	35.67	6/25/29
7 -36	Meadow Yacht Club	5.88	11/29/28
7 -36	Meadow Yacht Club	5.88	5/29/29
7 -70	MacDonald, John H.	159.89	6/ 1/29
7 - 7	Miller, Seth	3.07	4/30/29
7 -10	Norbury, Heath	4.85	6/17/29
8 -92	Orrok, Robert H., Jr.	17.50	5/16/28
8 -92	Orrok, Robert H., Jr.	17.50	11/16/28
8 -92	Orrok, Robert H., Jr.	17.50	5/16/29
7 -16	Point Breeze Ferry and Import Co.	630.00	9/20/27
7 -16	Point Breeze Ferry and Import Co.	630.00	3/20/28
7 -16	Point Breeze Ferry and Import Co.	630.00	9/20/28
7 -16	Point Breeze Ferry and Import Co.	630.00	3/20/29
7 -49	Record, George L.	126.30	6/17/28
7 -49	Record, George L.	126.30	12/17/28
7 -49	Record, George L.	126.30	6/17/29
7 -18	Ross, Evaline B.	1.54	10/30/28
7 -18	Ross, Evaline B.	1.54	4/30/29
7 -20	Schellenger, James H.	7.01	4/30/29
7 -50	Van Buskirk, De Witt	109.99	6/17/28
7 -50	Van Buskirk, De Witt	109.99	12/17/28
7 -50	Van Buskirk, De Witt	109.99	6/17/29
7 -42	Zusi, Edward	60.41	3/30/29
8-115	Ayars, Hattie B.	2.63	5/19/29
8-129	Sands, William	1.76	7/21/28
8-129	Sands, William	1.76	1/21/29
9-142	Camden Shipbuilding Co.	335.37	7/15/27
9-142	Camden Shipbuilding Co.	335.37	1/15/28
9-142	Camden Shipbuilding Co.	335.37	7/15/28
9-142	Camden Shipbuilding Co.	335.37	1/15/29
9-152	Amato, Henry	5.48	1/ 1/29
9-158	Eastern Potash Corp.	210.00	1/ 1/21
9-158	Eastern Potash Corp.	210.00	7/ 1/21
9-158	Eastern Potash Corp.	210.00	1/ 1/22
9-158	Eastern Potash Corp.	210.00	7/ 1/22
9-158	Eastern Potash Corp.	210.00	1/ 1/23
9-158	Eastern Potash Corp.	210.00	7/ 1/23

<i>File Number</i>	<i>Name of Lessee</i>	<i>Amount</i>	<i>Date Due</i>
9-158	Eastern Potash Corp.	\$210.00	1/ 1/24
9-158	Eastern Potash Corp.	210.00	7/ 1/24
9-158	Eastern Potash Corp.	210.00	1/ 1/25
9-158	Eastern Potash Corp.	210.00	7/ 1/25
9-158	Eastern Potash Corp.	210.00	1/ 1/26
9-158	Eastern Potash Corp.	210.00	7/ 1/26
9-158	Eastern Potash Corp.	210.00	1/ 1/27
9-158	Eastern Potash Corp.	210.00	7/ 1/27
9-158	Eastern Potash Corp.	210.00	1/ 1/28
9-158	Eastern Potash Corp.	210.00	7/ 1/28
9-158	Eastern Potash Corp.	210.00	1/ 1/29
9-162	Boynton Lumber Co.	26.25	1/ 1/29
9-163	Electric Co. of N. J.	7.95	1/ 1/29
9-166	Burlington Island Park Co.	13.17	7/ 1/28
9-166	Burlington Island Park Co.	13.17	1/ 1/29
9-171	Shillingsbury, William J.	43.79	1/ 1/29
9-172	Ade, G. Charles	4.89	7/ 1/28
9-172	Ade, G. Charles	4.88	1/ 1/29
9-185	Ocean Gate, Borough of	10.50	1/ 1/29
10-186	Camden, City of	27.75	1/ 1/29
10-195	Bridgeton, City of	52.50	1/ 1/29
10-202	Consolidated Fisheries Corp.	4.20	1/ 1/29
10-204	Schonfer, John H.	19.32	9/20/28
10-204	Schonfer, John H.	19.32	3/20/29
10-205	Eastern Potash Corp.	91.88	1/ 1/22
10-205	Eastern Potash Corp.	91.88	7/ 1/22
10-205	Eastern Potash Corp.	91.88	1/ 1/23
10-205	Eastern Potash Corp.	91.88	7/ 1/23
10-205	Eastern Potash Corp.	91.88	1/ 1/24
10-205	Eastern Potash Corp.	91.88	7/ 1/24
10-205	Eastern Potash Corp.	91.88	1/ 1/25
10-205	Eastern Potash Corp.	91.88	7/ 1/25
10-205	Eastern Potash Corp.	91.88	1/ 1/26
10-205	Eastern Potash Corp.	91.88	7/ 1/26
10-205	Eastern Potash Corp.	91.88	1/ 1/27
10-205	Eastern Potash Corp.	91.88	7/ 1/27
10-205	Eastern Potash Corp.	91.88	1/ 1/28
10-205	Eastern Potash Corp.	91.88	7/ 1/28
10-205	Eastern Potash Corp.	91.88	1/ 1/29
10-206	Long Branch, City of	17.58	1/ 1/29
10-219	Steers, Henry, Inc.	796.81	11/20/27
10-219	Steers, Henry, Inc.	796.81	5/20/28
10-219	Steers, Henry, Inc.	796.81	11/20/28
10-219	Steers, Henry, Inc.	796.81	5/20/29
10-222	Jersey Coast Ferry Co., Inc.	102.26	6/18/26
10-222	Jersey Coast Ferry Co., Inc.	102.26	12/18/26

<i>File Number</i>	<i>Name of Lessee</i>	<i>Amount</i>	<i>Date Due</i>
10-222	Jersey Coast Ferry Co., Inc.	\$102.26	6/18/27
10-222	Jersey Coast Ferry Co., Inc.	102.26	12/18/27
10-222	Jersey Coast Ferry Co., Inc.	102.26	6/18/28
10-222	Jersey Coast Ferry Co., Inc.	102.26	12/18/28
10-222	Jersey Coast Ferry Co., Inc.	102.26	6/18/29
10-224	Lu Lu Temple Yacht Club of Philadelphia	35.93	7/15/28
10-224	Lu Lu Temple Yacht Club of Philadelphia	35.93	1/15/29
10-228	Prall, Lambert W.	67.18	3/ 1/29
10-230	Ocean Gate, Borough of	21.00	10/16/28
10-230	Ocean Gate, Borough of	21.00	4/16/29
10-231	King, Albert S. and Bertha B.	46.25	5/21/29
10-234	Garwood, Lucetta M.	60.54	7/16/28
10-234	Garwood, Lucetta M.	60.54	1/16/29
10-237	Ingersoll, Eleanor B.	18.00	10/15/28
10-237	Ingersoll, Eleanor B.	18.00	4/15/29
10-244	Sproul, Clifford A.	38.05	7/ 1/28
10-244	Sproul, Clifford A.	38.05	1/ 1/29
10-244	Judicious Holding Corp.	70.33	2/18/29
10-249	A. B. S. Co., Inc.	17.50	8/18/28
10-249	A. B. S. Co., Inc.	17.50	2/18/29
10-251	Adise Van Denberghe	125.23	11/17/28
10-251	Adise Van Denberghe	125.23	5/17/29
10-252	Flintkote Co.	84.10	3/16/28
10-252	Flintkote Co.	84.10	10/16/28
10-252	Flintkote Co.	84.10	3/16/29
10-253	Bellio Building Material Co.	176.28	4/20/29
10-254	Johnson, Hjalmar J., and Sophie	56.37	4/20/29
11-264	O'Brien, Annie	273.73	6/21/29
11-265	Heaton, John H. French, Wm. C., et als.	537.39	10/19/28
11-265	Heaton, John H. French, Wm. C., et als.	537.39	4/19/29
11-266	Tacony-Palmyra Ferry Co.	575.36	7/19/28
11-266	Tacony-Palmyra Ferry Co.	575.36	1/19/29
11-267	Bermann, Hugo	363.73	6/20/29
11-268	Kay Realty Co.	174.07	12/20/28
11-268	Kay Realty Co.	174.08	6/20/29
11-269	Hyde, George	20.22	9/ 1/28
11-269	Hyde, George	20.21	3/21/29
11-271	Van Sant, Elmer B.	52.50	10/25/28
11-271	Van Sant, Elmer B.	52.50	4/25/29
11-326	Hardin, Clarence	66.71	12/19/28
11-326	Hardin, Clarence	66.71	6/19/28
11-375	O'Brien, Annie	274.98	5/21/29
11-376	Brigantine, City of	8.36	5/19/29
11-379	Brigantine, City of	8.33	5/19/29
Total Due and Uncollected		\$19,369.46	

SCHEDULE 14

SCHEDULE OF ERRORS AND OMISSIONS FOUND IN CHECKING AUTHORIZED TRANSFERS BETWEEN APPROPRIATIONS TO APPROPRIATION LEDGER ACCOUNTS

Transfer Ticket No. 2.—Covering transfer of \$775.00 from Emergency Fund to Account E6G. This ticket authorizes a transfer from the 1928-1929 appropriation as of July 13, 1929. The credit, however, was found to be posted to the Appropriation Ledger account for 1927-1928. This has been taken up in the audit as a 1928-1929 transaction.

Transfer Ticket No. 280.—The debits for the transfer from accounts E6J \$300.00 and E6O \$200.00 were not posted to the Appropriation Ledger accounts. After attention had been called to these omissions, proper entries were made.

Transfer from Account R7A to Surplus for \$3,500.00 was not posted in the Appropriation Ledger. After attention had been called to this omission, proper entries were made.

Numerous transfers between appropriations known to have been authorized after June 30, 1929, were posted to the Appropriation Ledger accounts as of June 30, 1929, and it is understood that authority of the State House Commission for these transfers will be included in the minutes of its meeting of June 29, 1929, although these minutes had not been written up to September 3, 1929.

SCHEDULE 15

SCHEDULE OF EXCEPTIONS FOUND IN CHECKING CERTIFICATES OF DEBIT AND CREDIT TO APPROPRIATION LEDGER ACCOUNTS

Certificate No. 138.—Actually dated and approved July 31, 1929, but has been changed to, and posted as of, June 29, 1929.

Certificate No. 129 to \$134, inclusive, cover transfers from various Institution Construction Fund appropriation accounts to Account X1KK (Division of Architecture and Construction) for services rendered to the amount of \$17,700.00.

The Institution Construction Fund has its own bank accounts and these services would ordinarily be paid for by checks drawn to the order of the Division of Architecture and Construction.

During the fiscal year 1928-1929 it was discovered that the Institution Construction Fund had been overcharged by the Division of Architecture and Construction to the extent of some \$88,725.00.

In view of this discovery it was decided by the officials in the Comptroller's office to refund this overcharge by not making any further remittances to the Division of Architecture and Construction until such time as the overcharge of \$88,725.00 had been repaid to the Institution Construction Fund in services.

Therefore, until this time arrives, Certificates of Debit and Credit are being issued for any charges against the Fund by the Division of Architecture and Construction, and *memorandum entries only* are being made in the accounts of the Fund and the Division, for the amounts of such charges.

It will be seen from the foregoing, that while the overcharge will be eventually repaid in services rendered, the accounts of the Institution Construction Fund in which the memorandum debits are made will be incorrectly stated, as well as those which were originally overcharged.

The amount of this overcharge is shown as an asset of the Institution Construction Fund, and a liability of the Division of Architecture and Construction Fund, in the Statements of Condition of these funds contained in Part I of this report and is similarly shown at June 30, 1929, less the amount referred to in the first paragraph of this exception.

SCHEDULE 16

**SCHEDULE OF ERRORS AND OMISSIONS IN MINUTES OF
STATE HOUSE COMMISSION COVERING AUTHORITY
TO EFFECT TRANSFERS BETWEEN APPROPRIATIONS**

The following exceptions were found in checking authorities for transfers between appropriations:

Meeting of October 22, 1928.—Transfer from D15BB to D15V for \$1,550.00 recorded as having been allowed by the State House Commission. No transfer ticket on hand, and transfer was not recorded in Appropriation Ledger, nor was the authority for this transfer rescinded or cancelled by subsequent State House Commission minutes.

Meeting of February 11, 1929.—Transfer from M9D to M9K for \$1,250.00 recorded on State House Commission Minute Book as from M9D to M9A for \$1,250.00.

Meeting of April 29, 1929.—Transfer from C1F to C1H for \$200.00 recorded on State House Commission Minute Book as from C1F to C1H for \$250.00.

Meeting of May 7, 1929.—Transfer from D13E to D13P for \$550.00 recorded on State House Commission Minute Book as from C1F to C1H for \$500.00.

Meeting of May 7, 1929.—Transfer from E10I to E10K for \$89.93 recorded on State House Commission Minute Book as from E10I to E10K for \$150.00.

Meeting of May 13, 1929.—Transfer from Surplus to O10 for \$411.33 recorded on State House Commission Minute Book as \$411.32.

Meeting of June 13, 1929.—Transfer from E12G to E12F for \$200.00 recorded as having been allowed by the State House Commission. No transfer ticket on hand and transfer was not recorded in the Appropriation Ledger nor was the authority for this transfer rescinded or cancelled by subsequent State House Commission minutes.

Meeting of August 6, 1928.—Transfer from P15A to P15B for \$3,000.00 recorded as having been allowed by the State House Commission, but was not recorded in the Appropriation Ledger nor was the authority for this transfer cancelled or rescinded by subsequent State House Commission minutes.

Meeting of August 6, 1928.—Transfer from M9K to O1I for \$8,234.45, recorded on Appropriation Ledger, but no transfer ticket on hand nor is this transfer properly authorized by State House Commission minutes.

Meeting of August 27, 1928.—Transfer from 1929 to 1928 appropriation for \$55,000.00, authorized by State House Commission minutes, but debit side of entry to Account S7A was not posted.

Meeting of August 31, 1928.—Transfer from 1929 to 1928 appropriation for \$15,000.00, authorized by State House Commission minutes, but debit side of entry to Account S4C was not posted.

Meeting of May 23, 1929.—Transfer from P7A to P7C for \$7,000.00, recorded as having been allowed by the State House Commission. Transfer ticket marked "cancelled" on June 29, 1929, and entry was not recorded on the Appropriation Ledger, but subsequent minutes of the State House Commission do not show this cancellation.

Meeting of September 25, 1928.—Allotment from Emergency Fund to D1Y for \$15,000.00, authorized by State House Commission minutes. This allotment was cancelled on January 7, 1929, and was not posted in the Appropriation Ledger, but was not cancelled by subsequent minutes of the State House Commission.

Meeting of April 8, 1929.—Transactions recorded on transfer tickets No. 121 and No. 122 apparently omitted from State House Commission minutes in error. This fact was admitted by the Secretary of the Commission when the matter was brought to his attention.

Meeting of June 29, 1929.—Minutes of State House Commission meeting on this date had not been written up to September 3, 1929, for the reason that the transactions recorded on transfer tickets No. 332 to No. 348, inclusive, dated June 30, 1929, or prior, were not authorized until after June 30, 1929, but are to be included in the minutes of this meeting.

SCHEDULE 17

SCHEDULE OF DIFFERENCES FOUND IN VERIFICATION OF
IMPREST CASH FUNDS

	<i>Amount of Fund</i>	<i>Amount Revealed by Verification</i>	<i>Over *Short</i>
CIVIL SERVICE COMMISSION	\$300.00	\$197.08	*\$102.92
<i>Note</i> —The Civil Service Commission did not seem to know the amount of its fund. The State Comptroller's Office reports it as \$300.00.			
DEPARTMENT OF AGRICULTURE	500.00	495.28	*4.72
STATE HIGHWAY COMMISSION:			
Petty Cash Fund	2,000.00	2,045.03	45.03
Payroll Fund	50,000.00	54,788.48	4,788.48
<i>Note</i> —The difference in the Petty Cash Fund consists of interest on bank balance not remitted to the State Treasurer. That in the Payroll Fund consists of unremitted bank interest of \$4,817.77 less an error in the account of \$29.29 which has been carried since 1921.			
REAL ESTATE COMMISSION	2,000.00	1,502.18	*497.82
<i>Note</i> —Cannot account for this shortage without further checking. The account was last reconciled in May, 1928.			
DEPARTMENT OF INSTITUTIONS AND AGENCIES:			
Central Office	150.00	155.20	5.20
<i>Trenton State Hospital:</i>			
Petty Cash Fund	1,000.00	1,007.35	7.35
Payroll Fund	1,500.00	1,428.32	*71.68
<i>Note</i> —The overage in the Petty Cash Fund consists of unremitted bank interest. The shortage in the Payroll Fund consists of two pay envelopes lost in 1923, containing \$93.30, less unremitted bank interest of \$21.62.			

* Short.

	<i>Amount of Fund</i>	<i>Amount Revealed by Verification</i>	<i>Over *Short</i>
Colony for Feeble-Minded Males at Woodbine	\$600.00	\$577.77	*\$22.23
Home for Disabled Soldiers at Vineland.....	400.00	364.65	*35.35
Village for Epileptics	2,000.00	2,001.20	1.20
Greystone Park State Hospital	2,000.00	2,014.47	14.47
Reformatory for Men at Annandale.....	250.00	247.82	*2.18
Reformatory for Men at Rahway.....	700.00	690.49	*9.51
Reformatory for Women	250.00	242.64	*7.36
Board of Children's Guardians	4,000.00	4,014.35	14.35
<i>Commission for the Blind:</i>			
Petty Cash Fund	1,000.00	1,390.96	390.96
Outdoor Relief Fund	5,000.00	5,274.27	274.27

Note—The overage in Petty Cash was stated to consist of non-State moneys in the hands of the Commission. That in the Outdoor Relief Fund consists of unremitted bank interest. In addition to the funds listed above there exists a revolving fund of \$1,000.00 for the purchase of materials to be worked on by the blind. The amount of \$39.72 was verified, and the balance \$960.28 was assumed to be invested in materials.

STATE NORMAL SCHOOL AT TRENTON	400.00	400.40	.40
STATE NORMAL SCHOOL AT NEWARK	200.00	211.80	11.80
STATE NORMAL SCHOOL AT MONTCLAIR	150.00	121.05	*28.95
TOTALS	<u>\$74,400.00</u>	<u>\$79,170.79</u>	<u>\$4,779.79</u>

* Short.

SCHEDULE 18

SCHEDULE OF IMPREST CASH FUNDS NOT VERIFIED

	<i>Amount of Fund</i>
FISH AND GAME COMMISSION	\$500.00
<i>Note</i> —This fund was stated to be in the custody of the Assistant Proctor in charge of the boat patrolling Atlantic waters.	
DEPARTMENT OF LABOR	300.00
<i>Note</i> —This fund is located at the Jersey City Museum which was not visited.	
DEPARTMENT OF STATE POLICE	4,000.00
<i>Note</i> —The total fund is \$5,000.00, \$1,000.00 of which was verified at headquarters in Trenton, the remaining \$4,000.00 is located at the various troop headquarters, which were not visited.	
STATE HOME FOR GIRLS	450.00
STATE PRISON FARM	1,500.00
<i>Note</i> —This institution was not visited.	
COLONY FOR FEEBLE-MINDED AT NEW LISBON	800.00
<i>Note</i> —This fund was confused with revenue receipts and kept part in bank and part on hand in currency. Due to this confusion it was not possible to verify the fund.	
SANATORIUM FOR TUBERCULOUS DISEASES	900.00
See next preceding note.	
NORTH JERSEY TRAINING SCHOOL	2,000.00
See second preceding note.	
SCHOOL FOR THE DEAF	300.00
<i>Note</i> —Unable to verify this fund due to inadequate records.	
Total—Imprest Cash Funds Not Verified	<u>\$10,750.00</u>

SCHEDULE 19

**SCHEDULE SHOWING DEPARTMENTS AND INSTITUTIONS
WHICH DO NOT REMIT INTEREST RECEIVED ON BANK
BALANCES TO STATE TREASURER MONTHLY**

ATTORNEY GENERAL'S DEPARTMENT:

Remits at irregular intervals.

CLERK OF SUPREME COURT:

Remits once a year.

CLERK IN CHANCERY:

Not remitted at all. The sum of \$1,730.74 at June 30, 1929, was found to have accumulated in one account. Inspection of two other bank accounts was not permitted due to the absence of the Deputy Clerk.

SECRETARY OF STATE:

Has three bank accounts in which State revenues and attorney's deposits are deposited. Inspection was made of two of these accounts, and permission to examine the third was refused. Interest on one of these accounts is remitted monthly and on the two remaining accounts it is not remitted.

STATE HIGHWAY COMMISSION:

The Commission has three bank accounts, and does not remit the interest received thereon to the State Treasurer. At June 30, 1929, an accumulation of \$6,533.59 was found in these accounts.

REAL ESTATE COMMISSION:

Remits once a year.

FISH AND GAME COMMISSION:

Does not receive any bank interest, although smaller accounts were found upon which interest was being received.

STATE NORMAL SCHOOL—NEWARK:

Not remitted at all. The sum of \$164.76 was found to have accumulated to June 30, 1929.

DEPARTMENT OF INSTITUTIONS AND AGENCIES:*Trenton State Hospital:*

Interest received on account containing revenue receipts is remitted monthly.

Interest on Petty Cash and Payroll accounts is not remitted. The sum of \$28.97 had accumulated on these accounts to June 30, 1929.

Greystone Park State Hospital:

Does not receive interest on its account, although it is big enough to warrant the payment of same.

Commission For the Blind:

Interest received on imprest fund bank accounts is not remitted. The sum of \$278.22 was found to have accumulated to June 30, 1929.

North Jersey Training School:

Does not receive interest on its account although smaller accounts were found upon which interest was being received.

SCHEDULE 20

SCHEDULE OF EXCEPTIONS FOUND IN RECONCILING
DEPARTMENT AND INSTITUTION BANK ACCOUNTS

General Comments on Findings:

Many of the State employees were ignorant of the proper method of reconciling bank accounts, and agreeing the funds in bank and in currency with the amount that should be on hand. Departmental revenues, payrolls, imprest funds and other funds were often found to be intermingled in a manner that prevented proper verification. In many instances the records did not accurately state the amount that should be accounted for.

Some of the departments were found to be handling moneys which were in the nature of trust funds. The clerks of the Chancery and Supreme Courts receive deposits from attorneys to cover court fees on the various documents filed and to cover appeal costs. In the case of the Clerk in Chancery, there were also trust funds received in connection with foreclosures, receiverships and guardianship cases. Several State institutions held private funds of various kinds for their inmates. The funds noted in this paragraph, in the aggregate, amount to a considerable sum, and the keeping of the records in connection with them requires the time of many State employees.

Certain State officials took the position that the funds mentioned in the preceding paragraph were not State moneys, and that the State had no liability for, or control over, them. While the verification of these funds did not come within the scope of the audit, the lack of accounting control over them and the failure of the responsible officials to compare at regular intervals the liability for such funds as shown by the accounts with the actual cash and securities on hand for the discharge of these liabilities was apparent. Interest received on the bank accounts containing these funds is evidently not turned over to the State Treasurer; its disposition was not determined by the audit.

There was, in some instances, a confusion between private and trust funds and State funds, which prevented a satisfactory verification of State funds.

A list of exceptions found in reconciling bank balances follows:

Clerk of Supreme Court:

Count of undeposited cash on hand showed an overage of \$6.66.

Clerk in Chancery:

The cash book for court charges showed a balance of \$25,602.08. One bank account contained this sum. The reconciliation, however, showed an overage of \$1,730.74, believed to consist of bank interest, accumulated over several years, unremitted to the State Treasurer. It was ascertained, however, that the total liability of the court fees division at June 30, 1929, was as follows:

Due Attorneys—deposits against fees	\$12,989.68
Due State Treasurer—June receipts	22,694.76
	<hr/>
Total	\$35,684.44
Deduct: Cash book balance	25,602.08
	<hr/>
Additional liability	<u>\$10,082.36</u>

It was stated that other bank accounts contained the funds to discharge this liability, but access to these accounts was denied.

In addition to the liability to attorneys for deposits, and to the State Treasurer for court fee receipts, this office has in its custody large sums covering appeal deposits and trust funds, which were not verified.

Secretary of State:

The liability of this department at June 30, 1929, was shown by the records to be:

Due Attorneys—deposits against fees	\$14,115.09
Due State Treasurer—June receipts	66,718.37
	<hr/>
Total liability	<u>\$80,833.46</u>

Two bank accounts were examined containing a total of \$75,343.71 at that date, and inspection of another bank account, which it was stated, carried the balance of these funds, was refused.

Department of Health:

The bank account of this department was found to be over \$15.00. The bank account of the Director of Vital Statistics was found to be over \$44.51. This latter difference was apparently due to receipts deposited in June not being entered on the books until July.

State Highway Commission:

Bank account showed an overage of \$1,670.79, apparently consisting of bank interest, accumulated over a period of several years, unremitted to the State Treasurer.

Adjutant General's Department:

Bank account showed an overage of \$10.32, believed to be accounted for by old checks outstanding.

State Prison—Trenton:

Payroll bank account showed a shortage of \$42.50. The bank account containing revenue receipts had not been reconciled for some time past, and without additional checking a reconciliation could not be prepared.

Colony for Feeble-Minded Males—New Lisbon:

All funds were found to be thrown together, and carried part in bank and part on hand in currency. For this reason a reconciliation was not attempted.

Colony for Feeble-Minded Males—Woodbine:

Payroll bank account showed an overage of \$26.13.

Sanatorium for Tuberculous Diseases—Glen Gardner:

All funds were found mixed together, carried part in bank and part on hand in currency, and for this reason a reconciliation was not attempted.

Reformatory for Women—Clinton:

Revenue and payroll receipts were found to be confused in one bank account. A reconciliation was prepared and showed a shortage of \$120.76. Proper reconciliation difficult to make.

North Jersey Training School for Feeble-Minded Females—Totowa:

All funds were found to be intermingled, and carried part in bank and part on hand in currency. For this reason a reconciliation was not attempted.

SCHEDULE 21

**DEPARTMENT AND INSTITUTION BANK ACCOUNTS
SCHEDULE OF INCORRECT BALANCES CONFIRMED
AND CONFIRMATIONS
NOT RECEIVED**

<i>Name in Which Account is Carried Name of Bank</i>	<i>Bank Balance Per Books</i>	<i>Balance Confirmed</i>	<i>Date of Balance To Be Confirmed</i>
Secretary to the Governor—Thomas L. Hanson First Mechanics National Bank, Trenton..	\$1,303.71	\$1,315.24	6/30/29
Department of Health—Petty Cash—Charles J. Merrill First Mechanics National Bank, Trenton ...	693.05	.....	6/30/29
Office of Attorney General—Wm. A. Stevens— Bank Interest Corporation Account Trenton Banking Company	67.84	72.91	6/30/29
Quartermaster General Broad Street National Bank, Trenton	8,375.89	43.82	8/31/29
State Highway Department—Petty Cash Hanover Trust Company, Trenton	736.91	1,289.90	6/30/29
Department of Agriculture—Animal Industry First Mechanics National Bank, Trenton ...	441.63	.....	9/26/29
Department of Agriculture—Agricultural Inspec- tion Fees First Mechanics National Bank, Trenton ...	.10	14.45	6/30/29
Delaware River Bridge Joint Commission First National Bank, Riverside .....	.....	25,154.14	6/30/29
N. Y. & N. J. Bridge and Tunnel Account Victory Trust Company, Camden	18,332.06	18,301.98	6/30/29
Department of Labor—New Jersey Rehabilitation Commission—Curative Workshop—Merchandise and Tuition Hanover Trust Company, Trenton—Savings Account No. 8198 .....	.....	18.85	6/30/29
Department of Labor—New Jersey Rehabilitation Commission—Funds for Prothesis Hanover Trust Company, Trenton—Savings Account No. 7988 .....	.....	61.00	6/30/29
Department of Labor—New Jersey Rehabilitation Commission—Trenton Clinic First Mechanics National Bank, Trenton ...	78.00	50.00	6/30/29
Department of Labor—State Commissioner of Labor Employment Agency Account Hanover Trust Company, Trenton	8,402.39	375.00	6/30/29
Clerk of Supreme Court—Fred L. Bloodgood The Northside Trust Company, Atlantic City	5,074.73	15.00	6/30/29

<i>Name in Which Account is Carried</i> <i>Name of Bank</i>	<i>Bank Balance Per Books</i>	<i>Balance Confirmed</i>	<i>Date of Balance To Be Confirmed</i>
Civil Service Commission			
First Mechanics National Bank, Trenton ...	\$129.07	\$176.23	8/31/29
Fish and Game Commission			
First Mechanics National Bank, Trenton ...	4,185.00	3,633.21	6/30/29
Department of Banking and Insurance			
Hanover Trust Company, Trenton	191,382.83	.....	6/29/29
N. J. State Board of Children's Guardians—Supt. Account			
Commercial Trust Company of N. J., Jersey City	892.83	862.83	6/30/29
State Home for Disabled Veterans—B. F. Fell, Supt. Payroll Account			
Vineland Trust Company, Vineland	137.32	109.92	9/30/29
New Jersey State Institutions—G. B. Thorn, Supt. Rec.			
Vineland National Bank and Trust Company, Vineland	7,647.07	7,817.32	6/29/29
N. J. State Home for Boys, Jamesburg—Petty Cash			
First National Bank, Jamesburg	570.97	31.17	6/30/29
Home for Girls, Trenton—Payroll			
First Mechanics National Bank, Trenton ...	3.63	53.24	6/29/29

Confirmations Not Received

New Jersey Real Estate Commission—Account No. 1929			
Commercial Trust Co. of N. J., Jersey City	172.62	.....	6/30/29
*Charles R. Blunt, Commissioner of Labor— Workmen's Compensation Tax Fund			
Paterson Savings Institution, Paterson	24,526.54	.....	6/30/29
New York and New Jersey Bridge and Tunnel Account			
Hudson County National Bank, Jersey City	5,017.48	.....	6/30/29
State Prison, Trenton			
Capital City Trust Company, Trenton—Petty Cash	1,250.00	.....	6/30/29
N. J. Agricultural Experiment Station—Collection Account			
The National Bank of N. J., New Brunswick	2,174.47	.....	6/30/29
North Jersey Training School, Totowa			
Little Falls National Bank, Little Falls	16,447.05	.....	6/30/29

* Letter received stating that the bank has no account in the name shown above, but has an account called "Workmen's Compensation Tax Fund," which is subject to the signature of A. C. Middleton.

SCHEDULE 22

**DEPARTMENT OF MOTOR VEHICLE BANK ACCOUNTS
SCHEDULE OF INCORRECT BALANCES CONFIRMED AND BANK
CONFIRMATIONS NOT RECEIVED**

<i>Name of Bank</i>	<i>Bank Balance Per Books</i>	<i>Balance Confirmed</i>	<i>Date of Balance To Be Confirmed</i>
First National Bank, Barnegat	\$802.45	\$10,000.00	6/30/29
First National Bank, Nutley	474.70	350.60	6/30/29
First National Bank, Princeton	1,178.01	376,600.00	6/30/29
Merchants Trust Co., Red Bank	3,556.80	919.35	6/30/29
The Teaneck National Bank, Teaneck	1,175.85	.....	6/30/29
First National Bank, Woodstown	378.71	308.55	6/30/29
Confirmations Not Received			
Little Falls National Bank, Little Falls	600.30	.....	6/30/29
N. J. National Bank and Trust Co., Newark ...	2,321.49	.....	6/30/29
The Broad & Market National Bank & Trust Co., Newark	1,783.60	.....	6/30/29
Central Union Trust Co. of N. Y., 42d St. Office, New York	3,875.22	.....	6/30/29
Peoples Bank of Penns Grove, Penns Grove	1,126.66	.....	6/30/29
The State Trust Co., Plainfield, N. J.	4,348.84	.....	6/28/29

SCHEDULE 23

**DEPARTMENT OF BANKING AND INSURANCE
SCHEDULE OF EXCEPTIONS FOUND IN COUNT, EXAMINATION AND CONFIRMATION OF BONDS AND
MORTGAGES DEPOSITED BY INSURANCE COMPANIES .**

<i>Description Per Examination</i>	<i>Amount Per Count</i>	<i>Description Per Books</i>	<i>Amount Per Books</i>	<i>Description Per Confirmation</i>	<i>Amount Per Con- firmation</i>
Ajax Fire Insurance Company, Newark, N. J.		Anna Reinfeld, widow, et al., mortgage		Anna Reinfeld, widow, et al., mortgage	
* Anna Reinfeld, widow, et al., mort- gage on property 98-100-102 Prince St., Newark, N. J., Dated Novem- ber 28, 1927, 6%, Due December 12, 1928, Bond \$70,000.00	\$35,000.00	on property 62 Prince St., Newark, N. J., Dated November 28, 1927, 6%, Due December 12, 1928, Bond \$70,000.00	\$35,000.00	on property 62 Prince St., Newark, N. J., Dated November 28, 1927, 6%	\$35,000.00
Anna Reinfeld, widow, et al., mortgage on property 62 Prince St., Newark, N. J., Dated November 28, 1927, 6%, Due December 12, 1928, Bond \$60,- 000.00	30,000.00	Anna Reinfeld, widow, et al., mortgage on property 98-100-102 Prince St., Newark, N. J., Dated November 28, 1927, 6%, Due December 12, 1928, Bond \$60,000.00	30,000.00	Anna Reinfeld, widow, et al., mortgage on property 98-100-102 Prince St., Newark, N. J., Dated November 28, 1927, 6%	30,000.00
<i>Description Per Examination</i>	<i>Amount Per Count</i>	<i>Description Per Confirmation</i>			<i>Amount Per Con- firmation</i>
The Asbury Park Guarantee Mortgage and Title Com- pany of Asbury Park, N. J.		Ethelberta Bigelow, mortgage, Waterman Ave., Rumson, N. J. Dated July 9, 1927, Bond \$6,000.00.....			\$3,000.00
Warren Bigelow, et ux., mortgage on property southerly side of Waterman Ave., Rumson, N. J. Dated July 9, 1927, 6%, Due July 9, 1930, Bond \$6,000.00.....	\$3,000.00				

* Insurance \$20,000.00.

<i>Description Per Examination</i>	<i>Amount Per Count</i>
Annie Gerbrach, widow, mortgage on property cor. Port-land and Lighthouse Roads, Highlands, N. J. Dated January 26, 1926, 6%, Due January 26, 1927, Bond \$20,000.00	\$10,000.00
Henry R. French, et ux., mortgage on property 305 Ocean Ave., Bradley Beach, N. J. Dated February 10, 1926, 6%, Due February 10, 1929, Bond \$24,000.00.....	12,000.00
* Israel Liebsolm, mortgage on property 629 Broadway, Long Branch, N. J. Dated August 21, 1926, 6%, Due August 21, 1929, Bond \$20,000.00.....	10,000.00
Ada K. De Grauw, et vir., mortgage on property 372 Bath Ave., Long Branch, N. J. Dated July 29, 1927, 6%, Due July 29, 1930, Bond \$16,000.00.....	8,000.00
Lester C. Hebbard, widower, mortgage on property East side South St., Eatontown, N. J. Dated November 2, 1927, 6%, Due November 2, 1930, Bond \$15,000.00.....	7,500.00
The Associated Bankers Title and Mortgage Guaranty Company of the Oranges, East Orange, N. J.	
Louis Heller, et ux., mortgage on property 1733 Springfield Ave., Maplewood, N. J. Dated December 23, 1927, 6%, Due December 23, 1932, Bond \$60,000.00.....	29,550.00
O'Donnell and North, Inc., mortgage on property north side of Churchill Road, West Englewood, N. J. Dated September 17, 1927, 6%, Due September 17, 1930, Bond \$28,000.00	14,000.00
The Atlantic Guaranty and Title Insurance Co., Atlantic City, N. J.	

<i>Description Per Confirmation</i>	<i>Amount Per Con- firmation</i>
Annie Gerbrach, mortgage on property Hotel Highlands, Highlands, N. J. Dated January 26, 1926, Bond \$20,000.00	\$10,000.00
Henry R. French, mortgage on property 305 Ocean Ave., Bradley Beach, N. J. Dated February 10, 1926, Bond \$24,000.00	12,000.00
Sam Cowen, mortgage on property North Broadway, Long Branch, N. J. Dated August 21, 1926, Bond \$20,000.00..	10,000.00
Ada L. De Grauw, mortgage on property 130 Bath Ave., Long Branch, N. J. Dated July 29, 1927, Bond \$16,000.00	8,000.00
Marion G. Thomas (Lester Hebbard Mortgage), mortgage on property South St., Eatontown, N. J. Dated November 2, 1927, Bond \$15,000.00.....	7,500.00
Louis Heller, mortgage on property 1731-1733 Springfield Ave., Maplewood, N. J. Dated September 23, 1927, 6%, Due September 23, 1932, Bond \$60,000.....	29,550.00
O'Donnell and North, Inc., mortgage on property Churchill Road, Teaneck, N. J. (West Englewood). Dated June 17, 1927, 6%, Due June 17, 1930, Bond \$28,000.....	14,000.00

City of Atlantic City, N. J., School Bonds 4½%, 4-\$1,000 Bonds Nos. 288 to 291, incl. Due July 1, 1937—Registered 4,000.00

City of Brigantine, N. J., Temporary Water Bonds 5¼%, 12-\$1,000 Bonds Nos. 76-87, incl. Due December 15, 1931—Registered 12,000.00

Margate City, N. J., Temporary Public Lighting Bonds, 5%, 3-\$1,000 Bonds Nos. 38-40, incl. Due August 1, 1930, 4-\$1,000 Bonds Nos. 46-49, incl. Due August 1, 1931—Registered 7,000.00

The Bankers Indemnity Insurance Co., Newark, N. J.

State of New Jersey State Highway Fund Road Series I, 4%, 3-\$50,000 Bonds, Nos. 1-3, incl. Due July 1, 1943—Registered 150,000.00

The Bankers Title and Mortgage Guaranty Company of Westfield, N. J.

State of N. J. State Highway Road, Series H, 4%, 5-\$10,000 Bonds, Nos. 3-7, incl. Due July 1, 1942—Registered 50,000.00

The Bloomfield Title and Mortgage Guaranty Co. of New Jersey, Bloomfield, N. J.

Samuel Feldman, et ux., mortgage on property, 141 North 16th St., Bloomfield, N. J. Dated March 28, 1927, 6%, Due March 28, 1930. Bond \$10,000..... 5,000.00

Joseph Marshak, et ux., mortgage on property, 10 Coolidge Ave., Bloomfield, N. J. Dated May 31, 1927, 6%. Due May 31, 1930, Bond \$12,000..... 6,000.00

Atlantic City School Bonds, Rate 4½%. Due 1939..... 4,000.00

Brigantine Temporary Water Bonds, 5¼%, 12-\$1,000 Bonds. Due 1931 12,000.00

Margate City Temporary Public Lighting Bonds, 5%, 7-\$1,000 Bonds. Due 1930, 1931. Nos. 38, 39, 40, 46, 47, 48, 49 7,000.00

State of New Jersey Highway Series I, 4%, 150-\$1,000 Bonds, Nos. 2256-2405, incl. Due 1943—Registered.... 150,000.00

State of N. J. State Highway Fund Road Bonds, Series H, 4%, 50-\$1,000 Bonds, Nos. 1341-1360, 1400-1415, 1486-1499, incl. Due July 1, 1942—Coupon 50,000.00

Samuel Feldman, mortgage on property, 141 North 16th St., Bloomfield, N. J. Dated July 28, 1927, 6%. Due July 28, 1930, Bond \$10,000..... 5,000.00

Charles W. Gill, mortgage on property, 77 Cleveland Terrace, East Orange, N. J. Dated May 31, 1927, 6%, Due July 31, 1930. Bond \$12,000..... 6,000.00

* Insurance \$9,500.00.

<i>Description Per Examination</i>	<i>Amount Per Count</i>
Frank Realty Co., Inc., mortgage on property, 21 Lackawanna Place, Bloomfield, N. J. Dated May 14, 1927, 6%. Due May 14, 1930, Bond \$30,000.....	\$15,000.00
Samuel Feldman, et ux., mortgage on property, 145 North 16th St., Bloomfield, N. J. Dated March 28, 1927, 6%, Due March 28, 1930, Bond \$10,000.....	5,000.00
Pampalome Construction Co., Inc., mortgage on property, Lot No. 14, Spencer Road, Glen Ridge, N. J. Dated May 8, 1928, 6%, Due May 8, 1933, Bond \$21,000.....	10,500.00
The Camden Mortgage Guaranty & Title Co. of Camden, N. J.	
City of Camden, N. J., Park Bonds, 4¼%.	
1-\$1,000 Bond No. 135. Due Sept. 1, 1969, Registered.	
3-\$1,000 Bonds, Nos. 136-138, incl. Due Sept. 1, 1970, Reg.	
3-\$1,000 Bonds, Nos. 139-141, incl. Due Sept. 1, 1971, Reg.	
3-\$1,000 Bonds, Nos. 142-144, incl. Due Sept. 1, 1972, Reg.	10,000.00
Seaside Park, N. J., Beach Bonds, 5½%—	
3-\$1,000 Bonds, Nos. 37-39, incl. Due April 15, 1939, Coupon	3,000.00
Seaside Park, N. J., Bay Front Park Bonds, 5½%.	
1-\$500 Bond, No. 13, Due April 15, 1939—Coupon.....	500.00
Seaside Park, N. J., Bay Front Park Bonds, 5½%—	
1-\$500 Bond, No. 12. Due April 15, 1938—Coupon.	
1-\$500 Bond, No. 14. Due April 15, 1940—Coupon.....	1,000.00

<i>Description Per Confirmation</i>	<i>Amount Per Confirmation</i>
Frank Realty Co., mortgage on property, 21 Lackawanna Place, Bloomfield, N. J. Dated July 14, 1927, 6%. Due July 14, 1930, Bond \$30,000.....	\$15,000.00
Samuel Feldman, mortgage on property, 141 North 16th St., Bloomfield, N. J. Dated July 28, 1927, 6%. Due July 28, 1930, Bond \$10,000.....	5,000.00
Michael Corbo, mortgage on property, Spencer Road, Glen Ridge, N. J. Dated May 8, 1928, 6%. Due May 8, 1933, Bond \$21,000.....	10,500.00
City of Camden Park Bonds, 4¼%. Due 1943.....	10,000.00
Seaside Park Bonds, 5½%. Due 1939.....	3,500.00
Seaside Park Bonds, 5½%. Due 1938-1940.....	1,000.00

Board of Education, Collingswood, N. J., School District Bonds, Series B, 4½%—15-\$1,000 Bonds, Nos. 90-104, incl. Due \$3,000 each March 1, 1957, to 1961, incl. Registered 15,000.00

U. S. A. Fourth Liberty Loan Bonds, 4¼%—
 1-\$5,000 Bond, No. 50110. Due Oct. 15, 1938. Registered.
 10-\$1,000 Bonds, No. 570366 to No. 570375, inclu. Due October 15, 1938. Registered..... 15,000.00

Township of Delaware, N. J., Temporary Improvement Bonds, 5¼%—
 3-\$1,000 Bonds, Nos. 16-18, incl. Due June 1, 1937, Registered.
 1-\$500 Bond, No. 19. Due June 1, 1937, Registered..... 3,500.00

Board of Education, North Bergen, N. J., School, 5%—
 1-\$1,000 Bond, No. 96. Due March 18, 1943—Registered 1,000.00

New Brunswick, N. J., General Improvement, 4¾%—1-\$1,000 Bond, No. 145. Due January 1, 1940—Registered 1,000.00

Town of Nutley, N. J., Funding 5%—1-\$1,000 Bond, No. 96. Due June 15, 1945—Registered..... 1,000.00

The Citizens Title Insurance & Mortgage Co. of Passaic, N. J.
 Joseph Lehocky, et ux., mortgage on property, 13-15 Monroe St., Passaic, N. J. Dated September 22, 1906, 5%. Due September 22, 1909, Bond \$20,000..... 10,000.00

The Colonial Life Insurance Co. of America, Jersey City, N. J.
 U. S. A. Fourth Liberty Loan Bonds, 4¼%—1-\$5,000 Bond, No. 37745. Due October 15, 1938—Registered.... 5,000.00

The Columbus Mortgage and Title Insurance Co. of Newark, N. J.

Collingswood School Bonds, 4½%. Due \$3,000 each year, 1957 to 1961, incl..... 15,000.00

United States Liberty Loan Bonds, 4¼%. Due 1938..... 15,000.00

Delaware Township Improvement Bonds, 5¼%. Due 1937 3,500.00

Township of North Bergen, 5%. Due 1943..... 1,000.00

City of New Brunswick Bonds, 4¾%. Due 1940..... 1,000.00

Town of Nutley Bond, 5%. Due 1945..... 1,000.00

Joseph Lehocky, mortgage on property, Monroe and 4th Sts., Passaic, N. J. Dated September 22, 1906, 6%. Due September 22, 1909, Bond \$20,000..... 10,000.00

U. S. A. Fourth Liberty Loan Bond, 4¼%—1-\$5,000 Bond, No. 73745. Due October 15, 1938—Registered 5,000.00

<i>Description Per Examination</i>	<i>Amount Per Count</i>
* Anna Frances Whitmore, unmarried, mortgage on property, 170-174 Clinton Ave., Newark, N. J. Dated April 15, 1901, 5%. Due April 15, 1906, Bond \$50,000.....	\$25,000.00
*F. L. & P. Investment Co., Inc., mortgage on property. 170-174 Clinton Ave., Newark, N. J. Dated November 6, 1925, 6%. Due November 6, 1926, Bond \$50,000.....	25,000.00
The Commercial Casualty Insurance Company of Newark, N. J.	
Board of Education North Bergen, N. J., School, 5%—10-\$1,000 Bonds, Nos. 31-40; incl. Due \$2,000 each July 1, 1933, to 1937; Registered	10,000.00
The Commonwealth Casualty Co. of Philadelphia, Pa.	
City of Plainfield, N. J., School Bonds, 4¼%—25-\$1,000 bonds, Nos. 71-95, incl. Due \$5,000 each December 1, 1943-1947, incl.—Coupon	25,000.00
The Commonwealth Title & Mortgage Insurance Company of Paterson, N. J.	
Morris Schwartz, et ux., mortgage on property, 133-135 Governor St., Paterson, N. J. Dated November 1, 1927, 6%. Due November 9, 1930, Bond \$42,000.....	21,000.00
The Charles Cooper and Company of Newark, N. J.	
U. S. A. Liberty Loan Issue of 1917, 3½%—2-\$10,000 Bonds, Nos. 9820-9821. Due June 15, 1947—Registered.	
1-\$5,000 Bond, No. 6204. Due June 15, 1947—Registered	25,000.00

<i>Description Per Confirmation</i>	<i>Amount Per Confirmation</i>
Anna Frances Whitmore, mortgage on property, 170-24 Clinton Ave., Newark, N. J. Dated April 15, 1901, 6%. Due April 15, 1906, Bond \$50,000.....	\$25,000.00
North Bergen Township, N. J., Hudson County School, 5%, Nos. 31-40, incl. Due July 1, 1933—Registered.....	10,000.00
City of Plainfield, N. J., School Bonds, 4¼%, Nos. 71-95, incl. Due December 1, 1945—Coupon	25,000.00
Morris Schwartz, mortgage on property, Governor and Summer Sts., Paterson, N. J. Dated November 9, 1927, 6%. Due November 9, 1930, Bond \$42,000.....	21,000.00
U. S. A. Liberty Loan Issue of 1917, 3½%—25-\$1,000 Bonds, Nos. 467926-467935, incl., and Nos. 538652-538666, incl., Coupon	25,000.00

The Corn Exchange National Bank of Philadelphia, Pa.

Egg Harbor City, N. J., Assessment, 5%—
 12-\$1,000 Bonds, Nos. 69-80, incl. Due April 1, 1930—Registered.
 17-\$1,000 Bonds, Nos. 86-102, incl. Due April 1, 1931—Registered.
 1-\$1,000 Bond, No. 103. Due April 1, 1932—Registered 30,000.00

The Eastern Fire Insurance Co. of Atlantic City, N. J.

Woodbury, N. J., School, 4½%—
 1-\$1,000 Bond, No. 30. Due January 1, 1931—Registered.
 2-\$1,000 Bonds, Nos. 31-32. Due January 1, 1932—Registered.
 2-\$1,000 Bonds, Nos. 33-34. Due January 1, 1933—Registered 5,000.00

Ventnor City, N. J., Sewer, 5%—
 1-\$500 Bond, No. 30. Due July 1, 1938—Registered.
 1-\$1,000 Bond, No. 24. Due September 1, 1940—Registered 1,500.00

Ventnor City, N. J., Water, 5%—
 1-\$500 Bond, No. 32. Due July 1, 1938—Registered.
 1-\$100 Bond, No. 151. Due July 1, 1938—Registered... 600.00

Ocean City, N. J., School, 5%—7-\$1,000 Bonds, Nos. 39-45, incl. Due July 15, 1942—Registered..... 7,000.00

Board of Education Twp. of Union (Name changed to Lyndhurst 5/15/17) School, 4½%—
 1-\$1,000 Bond, No. 31. Due January 15, 1946, Registered.
 1-\$1,000 Bond, No. 37. Due January 15, 1952, Registered 2,000.00

City of Egg Harbor, N. J., Assessment Bonds, 5%, Nos. 69-80, incl., Nos. 86-102, incl., and No. 103—\$1,000 each. Due April 1, 1930—Coupon 30,000.00

Woodbury, N. J., School, 4½%. Due 1931-1933—Registered 5,000.00

Ventnor City, N. J., Sewer, 5%. Due 1938-1940—Registered 1,500.00

Ventnor City, N. J., Water, 5%. Due 1938—Registered .. 600.00

Ocean City, N. J., School, 5%. Due 1942—Registered.... 7,000.00

Lyndhurst, N. J., School, 4½%. Due 1946-1952—Registered 2,000.00

* No Insurance Policies.

<i>Description Per Examination</i>	<i>Amount Per Count</i>
Fort Lee, N. J., Funding, 5%—	
5-\$500 Bonds, No. 231-235, incl. Due June 1, 1938— Registered.	
1-\$500 Bond, No. 218. Due June 1, 1936—Registered..	\$3,000.00
Longport, N. J., Boardwalk Improvement, 4%—7-\$500 Bonds, Nos. 1-6, incl., and No. 15. Due November 1, 1936—Registered	3,500.00
Pleasantville, N. J., School, 5%—5-\$1,000 Bonds, Nos. 51- 55, incl. Due January 1, 1930—Registered.....	5,000.00
County of Bergen, N. J., County Building, 4½%—2-\$1,000 Bonds, Nos. 1414-1415. Due May 1, 1938—Registered..	2,000.00
U. S. A. First Liberty Loan of 1917, 3½%—1-\$1,000 Bond, No. 37841. Due June 15, 1947—Registered	1,000.00
U. S. A. First Liberty Loan Converted 4%. 2-\$1,000 Bonds Nos. 24393-24394. Due June 15, 1947— Reg.	
4-\$100 Bonds Nos. 92253-92256, incl. Due June 15, 1947—Reg.	2,400.00
U. S. A. First Liberty Loan Converted 4¼%.	
1-\$500 Bond No. 50582. Due June 15, 1947—Reg.	
4-\$100 Bonds Nos. 181598-181601, incl. Due June 15, 1947—Reg.	900.00

<i>Description Per Confirmation</i>	<i>Amount Per Con- firmation</i>
Fort Lee, N. J., Funding, 5%. Due 1936-1938—Registered	\$3,000.00
Longport, N. J., Boardwalk Improvement, 4%. Due 1936— Registered	3,500.00
Pleasantville, N. J., School, 5%. Due 1930—Registered...	5,000.00
Bergen County, N. J., County Buildings, 4½%. Due 1938— Registered	2,000.00
U. S. A. First Liberty Loan, 3½%. Due 1947—Registered	1,000.00
U. S. A. First Liberty Loan Converted 4%. Due 1947— Reg.	2,400.00
U. S. A. First Liberty Loan Converted 4¼%. Due 1947— Reg.	900.00

U. S. A. Fourth Liberty Loan 4¼%.
 2-\$10,000 Bonds Nos. 13705 and 37637. Due October
 15, 1938—Reg.
 15-\$1,000 Bonds Nos. 192416-192418, incl., 388811-388814,
 incl., 388816-388817-388880-578730 and 510683-510686,
 incl. Due October 15, 1938—Reg.
 1-\$500 Bond No. 433886. Due October 15, 1938—Reg.
 1-\$100 Bond No. 1698664. Due October 15, 1938—Reg.
 1-\$50 Bond No. 768605. Due October 15, 1938—Reg. . . . 35,650.00
 U. S. A. Certificates of Indebtedness, Series T. J. 1929,
 4½%, 2-\$10,000 Cert. Nos. 11240-11241. Due June 15,
 1929—Coupons 20,000.00

**The Equitable Title & Mortgage Guaranty Co., Passaic,
 N. J.**

Kievil Epstein et ux. and Hyman Epstein et ux., mortgage
 on property, 347 Sherman St., Passaic, N. J. Dated
 June 4, 1925, 6%. Due June 4, 1928, Bond \$11,000.00 . . . 5,500.00
 Kievil Epstein et ux. and Herman Epstein et ux., mortgage
 on property, 351 Sherman St., Passaic, N. J. Dated
 June 4, 1925, 6%. Due June 4, 1928, Bond \$11,000.00 . . 5,500.00
 Sarah Ables et vir., mortgage on property, 274 Madison
 St., Passaic, N. J. Dated August 1, 1925, 6%. Due
 August 1, 1928, Bond \$17,000.00 8,500.00
 Lena Rubin et vir., mortgage on property, 256 Highland
 Ave., Passaic, N. J. Dated March 26, 1926, 6%. Due
 March 26, 1929, Bond \$14,000.00 7,000.00

U. S. A. Fourth Liberty Loan, 4¼%. Due 1938—Reg. . . 35,650.00

U. S. A. Treasury Certificates, 4½%. Due 1929—Reg. . . 20,000.00

K. & H. Epstein, mortgage on property, 347 Sherman
 St., Passaic, N. J. Dated June 4, 1925, 6%. Due
 June 4, 1931, Bond \$11,000.00 5,500.00
 K. & H. Epstein, mortgage on property, 351 Sherman St.,
 Passaic, N. J. Dated June 4, 1925, 6%. Due June 4,
 1931, Bond \$11,000.00 5,500.00
 S. & N. Ables, mortgage on property, 274 Madison St.,
 Passaic, N. J. Dated August 1, 1925, 6%. Due August
 1, 1931, Bond \$17,000.00 8,500.00
 Lena Rubin, mortgage on property, 256 Highland Ave.,
 Passaic, N. J. Dated March 26, 1926, 6%. Due March
 26, 1932, Bond \$14,000.00 7,000.00

<i>Description Per Examination</i>	<i>Amount Per Count</i>
The Essex Fidelity and Plate Glass Insurance Co. of Newark, N. J.	
Borough of North Arlington, N. J., Temporary Sewer, 5½%—50-\$1,000 Bonds Nos. 6-13, incl., Nos. 54-55, incl., Nos. 106-135, incl., Nos. 191-200, incl. Due April 1, 1934—Reg.	\$50,000.00
The Fidelity Insurance Company of Atlantic City, N. J.	
City of Cape May, N. J., Water Bonds, 5%—8-\$500 Bonds Nos. 73-80, incl. Due June 1, 1937—Reg.	4,000.00
City of Atlantic City, N. J., General Improvement, 4½%—10-\$1,000 Bonds Nos. 3212-3221, incl. Due June 1, 1940—Reg.	10,000.00
City of Atlantic City, N. J., School, 4½%—15-\$1,000 Bonds Nos. 4268-4282, incl. Due June 1, 1940—Reg. ..	15,000.00
City of Atlantic City, N. J., Convention Hall, 4½%—25-\$1,000 Bonds Nos. 3256-3280, incl. Due June 1, 1940—Reg.	25,000.00
The Fidelity Title and Mortgage Guaranty Company of Ridgewood, N. J.	
Cash on deposit in Savings Account No. 35300 of First-Mechanics National Bank, Trenton, in payment of Goodwin Mortgage	22,500.00

<i>Description Per Confirmation</i>	<i>Amount Per Confirmation</i>
Borough of North Arlington (County of Bergen), N. J., Temporary Sewer Bonds Nos. 6-13, incl., Nos. 54-55, Nos. 106-135, incl., Nos. 191-200, incl.—Reg.	
	\$50,000.00
City of Cape May, N. J., Water Bonds Nos. 73-80, incl.—Reg.	
	4,000.00
City of Atlantic City, N. J., General Improvement Nos. 3212-3221, incl.—Reg.	
	10,000.00
City of Atlantic City, N. J., School Bonds Nos. 4268-4282, incl.—Reg.	
	15,000.00
City of Atlantic City, N. J., Nos. 3256-3280, incl.—Reg. ..	
	25,000.00
Goodwin Realty Corp., mortgage on property, 17-25 Goodwin Ave., Ridgewood, N. J. Dated May 20, 1926, 6%. Due May 20, 1929, Bond \$45,000.00	
	22,500.00

The Franklin Mortgage and Title Guaranty Co. of Newark, N. J.

James J. Zisette et ux. and Albert R. Winans et ux., mortgage on property, 32-46 Goodwin Ave., Ridgewood, N. J. Dated June 3, 1926, 6%. Due June 3, 1929, Bond \$84,000.00 42,000.00
 George H. Becker & Bros., Inc., mortgage on property, 357 Redmond Rd., South Orange, N. J. Dated October 1, 1926, 6%. Due October 1, 1929, Bond \$33,000.00 16,500.00

The Guarantee Mortgage and Title Insurance Co. of Passaic, N. J.

U. S. A. Fourth Liberty Loan, 4¼%.
 1-\$500 Bond No. 428949. Due October 15, 1938—Reg.
 1-\$500 Bond No. BO1033122. Due October 15, 1938—
 Cou. 1,000.00

Hudson Casualty Insurance Co. of Jersey City, N. J.

Union, N. J., Public Improvement, 5%—5-\$1,000 Bonds Nos. 6-10, incl. Due November 1, 1931— Reg. as to principal only 5,000.00
 Board of Education, Tenafly, N. J., School, 4¾%—
 2-\$1,000 Bonds Nos. 5-6. Due November 1, 1930—Reg.
 2-\$1,000 Bonds Nos. 7-8. Due November 1, 1931—Reg.. 4,000.00

Muster & Bauman, mortgage on property, 36 Goodwin St., Ridgewood, N. J. Dated June 3, 1926, 6%. Due June 3, 1932, Bond \$84,000.00 42,000.00

Viola B. Charmbury, mortgage on property, 357 Redmond Rd., South Orange, N. J. Dated October 1, 1926, 6%. Due October 1, 1929, Bond \$33,000.00 16,500.00

U. S. A. Fourth Liberty Loan Bonds, 4¼% 1,000.00

City of Long Branch, N. J., Street and Sewer, 4¾%—
 5-\$1,000 Bonds Nos. 76-80, incl. Due May 1, 1929—
 Cou. 5,000.00
 Board of Education, Tenafly, N. J., School, 4¾%—
 \$1,000 Bonds Nos. 5-8, incl. Due November 1, 1930—
 Reg. 4,000.00

<i>Description Per Examination</i>	<i>Amount Per Count</i>
The Irvington Mortgage & Title Guaranty Co. of Irvington, N. J.	
*Bessie Shulman et vir., mortgage on property 65-67 Myrtle Ave., Irvington, N. J. Dated June 29, 1927, 6%. Due June 29, 1930, Bond \$18,000.00	\$9,000.00
†George Edward Schaefer et ux., mortgage on property, 1045-7 Springfield Ave., Irvington, N. J. Dated January 17, 1927, 6%. Due January 17, 1930, Bond \$30,000.00...	15,000.00
Jefferson Fire Insurance Co. of Newark, N. J.	
Board of Education, South Orange and Maplewood, N. J., School, Series A, 4¼%—1-\$1,000 Bond No. 80. Due January 1, 1948—Reg.	1,000.00
U. S. A. 4th Liberty Bonds, 4¼%.	
7-\$10,000 Bonds Nos. 53878-53884, incl. Due October 15, 1938—Reg.	
5-\$1,000 Bonds Nos. 683313-683317, incl. Due October 15, 1938—Reg.	75,000.00
The Jersey Mortgage and Title Guaranty Company of Elizabeth, N. J.	
John A. Scharwath et ux., and Harry Epstein, mortgage on property, 276-8 N. Broad St., Elizabeth, N. J. Dated May 18, 1926, 6%. Due May 18, 1929, Bond \$80,000.00..	40,000.00

<i>Description Per Confirmation</i>	<i>Amount Per Con- firmation</i>	
South Orange and Maplewood School District, 4¼%, No. 8. Due 1948—Reg.	\$1,000.00	
U. S. A. 4th Liberty Loan, 4¼%.		
5-\$10,000 Bonds Nos. 53878-53882, incl. Due October 15, 1938—Reg.		
2-\$1,000 Bonds Nos. 683313-683314. Due October 15, 1938—Reg.	52,000.00	
John A. Scharwath et ux., and Harry Epstein, mortgage on property, 276-8 N. Broad St., Elizabeth, N. J. Dated May 18, 1926, 6%. Due May 18, 1929, renewed to May 18, 1932, Bond \$80,000		40,000.00

The Land Title Guaranty Co. of N. J., of Camden, N. J.

Joseph R. Pinkston, mortgage on property, S. E. 35th and Pleasant Sts., Camden, N. J. Dated December 17, 1923, 6%. Due December 17, 1925, Bond \$5,500 2,750.00
 U. S. A. Fourth Liberty Loan Bonds, 4¼%.
 1-\$10,000 Bond No. 47508. Due October 15, 1938—Reg.
 4-\$5,000 Bonds Nos. 21685 and 50126-50128, incl. Due October 15, 1938—Reg.
 14-\$1,000 Bonds Nos. 260758 and 260759 and Nos. 570376-570387, incl. Due October 15, 1938—Reg.
 4-\$100 Bonds Nos. 1291705-1291708, incl. Due October 15, 1938—Reg. 44,400.00
 City of Camden, N. J., Park Bonds, 4¼%.
 3-\$1,000 Bonds Nos. 145-147, incl. Due September 1, 1973—Reg.
 2-\$1,000 Bonds Nos. 148-149. Due September 1, 1974—Reg. 5,000.00
 Borough of Haddon Heights, N. J., Temporary Improvement, 5%—5-\$1,000 Bonds Nos. 165-169, incl. Due July 1, 1935—Reg. 5,000.00

* Insurance \$7,000.00.

† Insurance \$5,000.00.

Joseph R. Pinkston, mortgage on property, S. E. Cor. 35th and Pleasant Sts., Camden, N. J. Dated December 17, 1923, 6%. Due December 17, 1929, Bond \$5,500.00... 2,750.00
 U. S. A. Fourth Liberty Loan Bonds, 4¼%. Due 1938... 44,400.00

City of Camden Park Bonds, 4¼%. Due 1943 5,000.00

Borough of Haddon Heights Bonds, 5%. Due 1935 5,000.00

<i>Description Per Examination</i>	<i>Amount Per Count</i>	<i>Description Per Confirmation</i>	<i>Amount Per Con- firmation</i>
The Lawyers Title Guaranty Co. of N. J., Newark, N. J.			
Borough of Essex Fells, N. J., Water Bonds, 5%.		Borough of Essex Fells, Water Bonds, 5%.	
2-\$1,000 Bonds Nos. 17 and 18. Due November 1, 1935— Reg.		Due November 1, 1935, \$2,000.	
3-\$1,000 Bonds Nos. 19-21, incl. Due November 1, 1936—Reg.		Due November 1, 1936, \$3,000.	
3-\$1,000 Bonds Nos. 22-24, incl. Due November 1, 1937—Reg.		Due November 1, 1937, \$3,000.	
2-\$1,000 Bonds Nos. 25 and 26. Due November 1, 1938— Reg.	\$10,000.00	Due November 1, 1938, \$2,000.	\$10,000.00
Belleville, N. J., Refunding, 5%—1-\$1,000 Bond No. 37. Due August 1, 1943—Reg.	1,000.00	Belleville, N. J., Refunding, 5%. Due August 1, 1943 ..	1,000.00
Bloomfield, N. J., Park Bonds, 4%—1-\$1,000 Bond No. 12. Due April 1, 1932—Reg.	1,000.00	Bloomfield, N. J., Park Bonds, 4%. Due April 1, 1932 ..	1,000.00
Board of Education, South Orange School, 4½%—2-\$1,000 Bonds Nos. 160 and 161. Due May 1, 1930—Reg.	2,000.00	Scuth Orange, N. J., School, 4½%. Due May 1, 1930 ..	2,000.00
Linden, N. J., Street Improvement, 4¾%—3-\$1,000 Bonds Nos. 113-115, incl. Due September 1, 1936—Reg.	3,000.00	Linden, N. J., Street Improvement, 4¾%. Due September 1, 1936	3,000.00
Westfield, N. J., Public Improvement, 5½%.		Westfield, N. J., Improvement, 5½%.	
4-\$1,000 Bonds Nos. 69-72, incl. Due December 1, 1940—Reg.		Due December 1, 1940, \$4,000.	
4-\$1,000 Bonds Nos. 73-76, incl. Due December 1, 1941—Reg.		Due December 1, 1941, \$4,000	
2-\$1,000 Bonds Nos. 79-80. Due December 1, 1942—Reg.	10,000.00	Due December 1, 1942, \$2,000.....	10,000.00
Asbury Park, N. J., Improvement, 4½%—8-\$1,000 Bonds Nos. 111-118, incl. Due January 1, 1951—Reg.	8,000.00	Asbury Park, N. J., Improvement, 4½%. Due January 1, 1951	8,000.00

Perth Amboy, N. J., Park, 4¾%—1-\$1,000 Bond No. 31.
 Due September 1, 1939—Reg. 1,000.00
 Perth Amboy, N. J., School, 4¾%.
 4-\$1,000 Bonds Nos. 165-168, incl. Due July 1, 1952—
 Reg.
 5-\$1,000 Bonds Nos. 169-173, incl. Due July 1, 1953—
 Reg. 9,000.00

**The Liberty Surety Bond Insurance Co. of Trenton,
 N. J.**

Jacob E. Brown et ux. et als., mortgage on property,
 Newton Ave. and Pine St., Camden, N. J. Dated
 February 3, 1925, 6%. Due February 3, 1926, Bond
 \$90,000.00 45,000.00
 Lewis M. Nelson et ux., mortgage on property, 1103-5
 Broadway, Camden, N. J. Dated March 3, 1927, 6%.
 Due March 3, 1930. Bond \$130,000.00 65,000.00

**The Lincoln Mortgage and Title Guaranty Co., Newark,
 N. J.**

Essex Fells, N. J., Water, 5%—3-\$1,000 Bonds Nos.
 49-51, incl. Due November 1, 1946—Coupon 3,000.00
 Granite Lodge No. 21 Holding Co., a corporation of
 N. J., mortgage on property, 509-11 High St., Newark,
 N. J. Dated October 1, 1926, 6%. Due October 1,
 1931, Bond \$64,000.00 32,000.00
 Louis Gott et ux., mortgage on property, 324-326 Danforth
 Ave., Jersey City, N. J. Dated June 21, 1926, 6%. Due
 June 21, 1929, Bond \$40,000.00 20,000.00

Perth Amboy Park, 4¾%. Due September 1, 1939 1,000.00
 Perth Amboy, N. J., School Bonds, 4¾%.
 Due July 1, 1952, \$4,000.
 Due July 1, 1953, \$5,000 9,000.00

Nelson Estate, mortgage on property, Newton Ave. and
 Pine St., Camden, N. J. Dated 1925, 6%. Due Decem-
 ber 10, 1929, Bond \$90,000.00 45,000.00
 Brown Bros., mortgage on property, 1103 Broadway,
 Camden, N. J. Dated 1927, 6%. Due September 3,
 1929, Bond \$130,000.00 65,000.00

Borough of Essex Fells, N. J., 5%. Due 1946 3,000.00
 Granite Lodge No. 21 Holding Co., mortgage on property,
 509 High St., Newark, N. J. Dated October 1, 1926,
 6%. Due October 1, 1931 32,000.00
 Louis Gott, mortgage on property, 324-326 Danforth Ave.,
 Jersey City, N. J. Dated June 21, 1926, 6%. Due June
 21, 1929 20,000.00

<i>Description Per Examination</i>	<i>Amount Per Count</i>
The Majestic Indemnity Insurance Co., Newark, N. J.	
U. S. A. Fourth Liberty Loan, 4¼ %.	
2-\$10,000 Bonds Nos. 53481-53482. Due October 15, 1938—Reg.	
1-\$5,000 Bond No. 58349. Due October 15, 1938—Reg...	\$25,000.00
U. S. A. 3¾ % Treasury of 1943-1947—5-\$5,000 Bonds Nos. B00002062, C00002063, D00002064, E00002065, and F00002066. Due June 15, 1947—Reg.	25,000.00
U. S. A. 4% Treasury of 1944-1954 Bond No. G00011857. Due December 15, 1954—Reg.	1,000.00

The Mayflower Fidelity and Casualty Insurance Co. of Newark, N. J.

Port of New York Authority, New York, New Jersey Interstate Bridge 4% Gold Bonds, Series C—25-\$1,000 Bonds Nos. 3276-3300, incl. Due January 3, 1944—Reg..		25,000.00
Kearny, N. J., Temporary Water, 6%—1-\$25,000 Bond No. 473W. Due April 1, 1930. (Bearer) Reg.	25,000.00	

The Mayflower Fire and Marine Insurance Co. of Newark, N. J.

Port of New York Authority, New York, New Jersey Interstate Bridge 4% Gold Bonds, Series C, 25-\$1,000 Bonds Nos. 4076-4100, incl. Due January 3, 1945—Reg.		25,000.00
Town of Kearny, N. J., Temporary Water, 6%—1-\$25,000 Bond No. 474W. Due April 1, 1930. (Bearer) Reg....	25,000.00	

<i>Description Per Confirmation</i>	<i>Amount Per Confirmation</i>	
U. S. 4¼ %, No. 53481-\$10,000, No. 53482-\$10,000, No. 58349-\$5,000—Reg.		\$25,000.00
U. S. 3¾ %, No. B00002062-\$5,000, C00002063-\$5,000, D00002064-\$5,000, E00002065-\$5,000, F00002066-\$5,000—Reg.	25,000.00	
U. S. 4% No. G00011857	1,000.00	

Port of New York Authority, New York, New Jersey Interstate Bridge 4% Gold Bonds, Series C, Nos. 3276-3300, incl.—Reg.		25,000.00
Town of Kearny, N. J., Temporary Improvement Water Bond No. 473W—Reg.	25,000.00	

The Port of New York Authority, New York, New Jersey Interstate Bridge 4% Gold Bonds, Series C, Nos. 4076-4100, incl.—Reg.		25,000.00
Town of Kearny, N. J. Water Bond No. 474W—Reg.	25,000.00	

**The Monmouth Title and Mortgage Guaranty Co.,
Neptune Township, N. J.**

Arthur Mac D. Carpenter et ux., mortgage on property,
N. E. Cor. 10th Ave. and River Road, Belmar, N. J.
Dated January 23, 1925, 6%. Due January 23, 1928,
Bond \$20,000.00 10,000.00

Clark W. Clayton et ux., mortgage on property, 626 Bangs
Ave., Asbury Park, N. J. Dated February 20, 1925,
6%. Due May 1, 1928, Bond \$32,000.00 16,000.00

Thomas F. Cummings, unmarried, mortgage on property,
307 Park Place Ave., Bradley Beach, N. J. Dated
March 12, 1925, 6%. Due May 1, 1928, Bond
\$12,000.00 6,000.00

Joseph W. Buckley et ux., mortgage on property, 101
7th Ave., Belmar, N. J. Dated December 4, 1925, 6%.
Due February 1, 1929, Bond \$12,000.0 6,000.00

**Morris and Essex Title Guaranty and Mortgage Co. of
Caldwell, N. J.**

Township of Milburn, N. J., Sewer, 4½%.

1-\$1,000 Bond No. 26. Due October 1, 1939—Reg.

1-\$1,000 Bond No. 28. Due October 1, 1940—Reg.

1-\$1,000 Bond No. 30. Due October 1, 1941—Reg.

1-\$1,000 Bond No. 36. Due October 1, 1944—Reg.

1-\$1,000 Bond No. 39. Due October 1, 1946—Reg.

1-\$1,000 Bond No. 57. Due October 1, 1952—Reg.

1-\$1,000 Bond No. 74. Due October 1, 1958—Reg.

1-\$1,000 Bond No. 84. Due October 1, 1961—Reg.

Arthur Carpenter, mortgage on property, 806-12 10th Ave.,
910-14 River Ave., Belmar, N. J. Dated January 23,
1925, 6%. Due February 1, 1931, Bond \$20,000.00 10,000.00

Clark W. Clayton, mortgage on property, 626 Bangs Ave.,
Asbury Park, N. J. Dated February 20, 1925, 6%.
Due May 1, 1931, Bond \$32,000.00 16,000.00

Thomas F. Cummings, mortgage on property, 307 Park
Place Ave., Bradley Beach, N. J. Dated March 12,
1925, 6%. Due May 1, 1931, Bond \$12,000.00 6,000.00

Joseph W. Buckley, mortgage on property, 101 Seventh
Ave., Belmar, N. J. Dated December 4, 1925, 6%. Due
February 1, 1932, Bond \$12,000.00 6,000.00

Township of Milburn, N. J., Sewer, 4½%.

No. 26 Due October 1, 1939, \$1,000—Coupon

No. 28 Due October 1, 1940, \$1,000—Coupon

No. 30 Due October 1, 1941, \$1,000—Coupon

No. 36 Due October 1, 1944, \$1,000—Coupon

No. 39 Due October 1, 1946, \$1,000—Coupon

No. 57 Due October 1, 1952, \$1,000—Coupon

No. 74 Due October 1, 1958, \$1,000—Coupon

No. 84 Due October 1, 1961, \$1,000—Coupon

<i>Description Per Examination</i>	<i>Amount Per Count</i>
2-\$1,000 Bonds Nos. 86, 88. Due October 1, 1962—Reg.	
1-\$1,000 Bond No. 90. Due October 1, 1963—Reg.	
2-\$1,000 Bonds Nos. 92, 94. Due October 1, 1964—Reg.	
1-\$1,000 Bond No. 96. Due October 1, 1965—Reg.	
1-\$1,000 Bond No. 98. Due October 1, 1966—Reg.	\$15,000.00
Township of Milburn, N. J., Public Improvement, 4½%—	
4-\$1,000 Bonds Nos. 28-30-39-46. Due \$1,000 each October 1, 1940, 1941, 1946, 1952—Reg.	4,000.00
Township of Woodbridge, N. J., General Improvement, 4½%.	
2-\$1,000 Bonds Nos. 25, 26. Due April 15, 1935—Reg.	
2-\$1,000 Bonds Nos. 29, 30. Due April 15, 1936—Reg.	
2-\$1,000 Bonds Nos. 33, 34. Due April 15, 1937—Reg.	
2-\$1,000 Bonds Nos. 37, 38. Due April 15, 1938—Reg.	
2-\$1,000 Bonds Nos. 41, 42. Due April 15, 1939—Reg.	
2-\$1,000 Bonds Nos. 71, 72. Due April 15, 1947—Reg.	
1-\$1,000 Bond No. 74. Due April 15, 1948—Reg.	
2-\$1,000 Bonds Nos. 78, 79. Due April 15, 1949—Reg.	
1-\$1,000 Bond No. 80. Due April 15, 1950—Reg.	
3-\$1,000 Bonds Nos. 83, 85. Due April 15, 1951—Reg.	
1-\$1,000 Bond No. 87. Due April 15, 1952—Reg.	20,000.00
Board of Education, Township of Hillside, N. J., School Bonds, 4½%.	
1-\$1,000 Bond, No. F56. Due September 1, 1939—Reg.	
2-\$1,000 Bonds, Nos. F61, F63. Due September 1, 1940 —Reg.	

<i>Description Per Confirmation</i>	<i>Amount Per Con- firmation</i>
Nos. 86, 88 Due October 1, 1962, \$2,000—Coupon	
No. 90 Due October 1, 1963, \$1,000—Coupon	
Nos. 92, 94 Due October 1, 1964, \$2,000—Coupon	
No. 96 Due October 1, 1965, \$1,000—Coupon	
No. 98 Due October 1, 1966, \$1,000—Coupon	\$15,000.00
Township of Milburn, N. J., Public Improvement, 4½%—	
4-\$1,000 Bonds Nos. 28-30-39-46. Due \$1,000 each October 1, 1940, 1941, 1946, 1952—Cou.	4,000.00
Township of Woodbridge, N. J., General Improvement, 4½%.	
Nos. 25, 26 Due April 15, 1935, \$2,000—Coupon	
Nos. 29, 30 Due April 15, 1936, \$2,000—Coupon	
Nos. 33, 34 Due April 15, 1937, \$2,000—Coupon	
Nos. 37, 38 Due April 15, 1938, \$2,000—Coupon	
Nos. 41, 42 Due April 15, 1939, \$2,000—Coupon	
Nos. 71, 72 Due April 15, 1947, \$2,000—Coupon	
No. 74 Due April 15, 1948, \$1,000—Coupon	
Nos. 78, 79 Due April 15, 1949, \$2,000—Coupon	
No. 80 Due April 15, 1950, \$1,000—Coupon	
Nos. 83, 85 Due April 15, 1951, \$3,000—Coupon	
No. 87 Due April 15, 1952, \$1,000—Coupon	20,000.00
Board of Education, Township of Hillside, N. J., School Bonds, 4½%.	
No. F56. Due September 1, 1939, \$1,000—Coup.	
Nos. F61, F63. Due September 1, 1940, \$2,000—Coup.	

2-\$1,000 Bonds, Nos. F67, F69. Due September 1, 1941—Reg.
 3-\$1,000 Bonds, Nos. F91, F93, F95. Due September 1, 1946—Reg.
 3-\$1,000 Bonds, Nos. F96, F98, F100. Due September 1, 1947—Reg. 11,000.00

The Mortgage Guaranty Co. of Passaic County, Paterson, N. J.

Michael McGee et ux., mortgage on property, 20 Brinkerhoff Ave., Palisades Park, N. J. Dated January 13, 1926, 6%. Due January 13, 1929. Bond \$50,000 25,000.00

The Motorists Casualty Insurance Co. of Newark, N. J.

City of Camden, N. J., School Series of 1915, 4½%, 10-\$1,000 Bonds, No. 90-98 incl., and No. 100. Due July 1, 1945—Reg. 10,000.00
 Board of Education, West Orange, N. J., School, 4½%.
 7-\$1,000 Bonds, Nos. 158-164. Due November 1, 1955—Reg.
 3-\$1,000 Bonds, Nos. 183-185. Due November 1, 1958—Reg. 10,000.00
 Town of Boonton, N. J., Street and Park, 4½%. 4-\$1,000 Bonds, Nos. 70-73. Due December 1, 1948—Reg. 4,000.00
 County of Passaic, N. J., County Tuberculosis Hospital of 1928, 4½%. 10-\$1,000 Bonds, Nos. 2386-2395 incl. Due December 1, 1960—Reg. 10,000.00

Nos. F67, F69. Due September 1, 1941, \$2,000—Coup.
 Nos. F91, F93, F95. Due September 1, 1946, \$3,000—Coup.
 Nos. F96, F98, F100. Due September 1, 1947, \$3,000—Coup. 11,000.00

Michael McGee and Annie McGee, his wife, mortgage on property s/s Brinkerhoff Ave., 100 feet westerly from Second St., Borough of Palisades Park, Bergen Co., N. J. Dated January 13, 1926, 6%. Due January 13, 1929, and extended to January 13, 1932. Bond, \$25,000... 25,000.00
 City of Camden, N. J., School, Series of 1915, Nos. 90-98 incl., and No. 100—Coup. 10,000.00

Board of Education, West Orange, N. J., School, Nos. 158-164 incl., and Nos. 183-185 incl.—Coup. 10,000.00

Town of Boonton, N. J., Street and Park, Nos. 70-73 incl.—Coup. 4,000.00
 County of Passaic, N. J., County Tuberculosis Hospital Bonds of 1928, Nos. 2386-2395 incl.—Reg. 10,000.00

<i>Description Per Examination</i>	<i>Amount Per Count</i>
Town of Bloomfield, N. J., Temporary Improvement, 4½%.	
6-\$1,000 Bonds, Nos. 176-181 incl. Due December 15, 1933—Reg.	\$6,000.00
City of Rahway, N. J., School, 4½%.	
7-\$1,000 Bonds, Nos. 89-95. Due December 1, 1944—Reg.	
3-\$1,000 Bonds, Nos 96-98. Due December 1, 1945—Reg.	10,000.00
The National Commercial Title and Mortgage Guaranty Co. of Newark, N. J.	
City of Newark, N. J., New City Hall, 3½%. 5-\$10,000 Bonds, Nos. 30-34. Due January 1, 1931—Reg.	50,000.00
City of Newark, N. J., Corporate Bonds, 4%. 5-\$1,000 Bonds, Nos. 461, 1013-1015 incl. and 1017. Due July 1, 1930—Reg.	5,000.00
The New Jersey Fidelity and Plate Glass Insurance Co. of Newark, N. J.	
City of East Orange, N. J., School, Series E., 4%. 7-\$1,000 Bonds, No. 1-7 incl. Due June 1, 1945—Reg.	7,000.00
City of Atlantic City, N. J., Gold School Bonds, 4%. 5-\$1,000 Bonds, Nos. 208-212 incl. Due July 1, 1932—Reg.	5,000.00
The New Jersey Insurance Co. of Newark, N. J.	
Board of Education, Cliffside Park, N. J., School, Series B, 5%, 5-\$1,000 Bonds, No. 119-123 incl. Due July 1, 1955—Reg.	5,000.00

<i>Description Per Confirmation</i>	<i>Amount Per Confirmation</i>
Town of Bloomfield, N. J., Temporary Improvement, Nos. 176-181, incl.—Reg.	\$6,000.00
City of Rahway, N. J., School, Nos. 89-95 incl., and 96-98 incl.—Reg.	10,000.00
City of Newark, N. J., New City Hall Bonds, Nos. 30-34 incl.—Reg.	
50,000.00	
City of Newark, N. J., Corporate Bonds, Nos. 461, 1013-1015 incl., No. 1017—Reg.	
5,000.00	
City of East Orange, N. J., School Bonds, 4%, Nos. 1-7 incl. Due June 1, 1940—Reg.	
7,000.00	
City of Atlantic City, N. J., Gold School, 4%, Nos. 205-212 incl. Due July 1, 1932—Reg.	
5,000.00	
Board of Education, Cliffside Park, N. J., School, 5%, Nos. 129-133 incl. Due July, 1955—Reg.	
5,000.00	

**The New Jersey Manufacturers Casualty Insurance Co.
of Trenton, N. J.**

Borough of Edgewater, N. J., School, 5%.
 5-\$1,000 Bonds, Nos. 115-119. Due April 15, 1937—Reg.
 1-\$1,000 Bond, No. 121. Due April 15, 1938—Reg.
 4-\$1,000 Bonds, Nos. 129-132. Due April 15, 1939—Reg. 10,000.00

**The Nutley Mortgage and Title Guaranty Co. of Nutley
N. J.**

Alice Brown Colby et vir., mortgage on property, 169
 Nutley Ave., Nutley, N. J. Dated March 30, 1925, 6%,
 March 30, 1928. Bond, \$12,000 6,000.00
 Harry W. Corb et ux., mortgage on property, 526-528
 Franklin Ave., Nutley, N. J. Dated May 26, 1925, 6%.
 Due May 26, 1928. Bond, \$12,000.00 6,000.00
 Katherine M. Kirk et vir., mortgage on property N. E.
 Corner Coeyman Ave. and Sylvan Place, Nutley, N. J.
 Dated March 30, 1925, 6%. Due March 30, 1928. Bond,
 \$18,000.00 9,000.00
 *Hammatt Norton et ux., mortgage on property, 37 Rutgers
 Place, Nutley, N. J. Dated April 11, 1925, 6%. Due
 April 11, 1928. Bond, \$15,000.00 7,500.00
 Paul Balasch et ux., mortgage on property, 11 High St.,
 Nutley, N. J. Dated October 16, 1922, 6%. Due No-
 vember 1, 1927. Bond, \$20,000.00 10,000.00

* Insurance covers 226 Rutgers Place.

Borough of Edgewater, N. J., School, 5%, Nos. 115-132
 incl. Due 1937, 1938, 1939—Reg. 10,000.00

Alice Brown Colby and Henry Curtis Colby, mortgage on
 property, 163 Nutley Ave., Nutley, N. J. Dated March
 30, 1925. Bond, \$12,000.00 6,000.00
 Harry W. Corb and Margaret Corb, mortgage on property,
 526-528-Franklin Ave., Nutley, N. J. Dated May 26,
 1925. Bond, \$12,000.00 6,000.00
 Katherine M. Kirk and Chester A. Kirk, mortgage on prop-
 erty, 52 Coeyman Ave., Nutley, N. J. Dated March 30,
 1925. Bond, \$18,000.00 9,000.00
 Hammatt Norton and Theodora Norton, mortgage on prop-
 erty, 37 Rutgers Place, Nutley, N. J. Dated April 11,
 1925. Bond, \$15,000.00 7,500.00
 Paul Balasch and Antoinette Balasch, mortgage on prop-
 erty, 11 High St., Nutley, N. J. Dated, October 16,
 1922. Bond, \$20,000.00 10,000.00

<i>Description Per Examination</i>	<i>Amount Per Count</i>
Thomas Hafner et ux., mortgage on property, 558-560 Franklin Ave., Nutley, N. J. Dated May 10, 1926, 6%. Due May 10, 1929. Bond, \$28,000.00	\$14,000.00

The Paterson Mortgage and Title Guaranty Co. of Paterson, N. J.

Louis Kadel et ux., mortgage on property, 402-404 Eleventh Ave., Paterson, N. J. Dated October 15, 1925, 6%. Due October 15, 1928. Bond, \$60,000.00	30,000.00
Jacob Kaufman et ux., mortgage on property, 160 Second St., Passaic, N. J. Dated June 1, 1926, 6%. Due June 1, 1929. Bond, \$42,000.00	21,000.00

The Pavonia Fire Insurance Co. of Jersey City, N. J.

City of Asbury Park, N. J., School, 4¼%. 5-\$1,000 Bonds, Nos. 84-88 incl. Due Jan. 1, 1942—Reg.	5,000.00
Borough of Clifton, N. J., Water Supply Temporary of 1927, 5½%, 5-\$1,000 Bonds, Nos. 47-51 incl. Due Sept. 1, 1933—Reg.	5,000.00
Borough of Clifton, N. J., School Bonds, 5%. 2-\$1,000 Bonds, Nos. 413-414. Due December 1, 1960—Reg.	2,000.00
Borough of Lodi, N. J., Water, 4¾%. 5-\$1,000 Bonds, Nos. 272-276 incl. Due November 1, 1965—Reg.	5,000.00
City of Atlantic City, N. J., Drainage, 4¾%. 2-\$1,000 Bonds, Nos. 1987-1988. Due March 1, 1958—Reg.	2,000.00

<i>Description Per Confirmation</i>	<i>Amount Per Con- firmation</i>
Thomas Hafner and Anna Hafner, mortgage on property, 558-560 Franklin Ave., Nutley, N. J. Dated May 10, 1926. Bond, \$28,000.00	\$14,000.00

Louis Kadel, mortgage on property, 402-404 Eleventh Ave., Paterson, N. J. Dated October 15, 1925, 6%, Extended to 1931. Bond, \$60,000.00	30,000.00
Jacob Kaufman, mortgage on property, 160 Second St., Passaic, N. J. Dated June 1, 1926, 6%, Extended to 1932. Bond, \$42,000.00	21,000.00

City of Asbury Park, N. J.—Reg.	5,000.00
Borough of Clifton, N. J.—Reg.	7,000.00
Borough of Lodi, N. J.—Reg.	5,000.00
City of Atlantic City, N. J.—Reg.	2,000.00

Borough of Bogota, N. J., Public Improvement, 4¾%. 5- \$1,000 Bonds, Nos. 93-97 incl. Due November 1, 1938— Reg.	5,000.00	Borough of Bogota, N. J.—Reg.	5,000.00
Borough of Carteret, N. J., Public Improvement, 4½%. 5-\$1,000 Bonds, Nos. 281-285 incl. Due July 1, 1965—Reg.	5,000.00	Borough of Carteret, N. J.—Reg.	5,000.00
Borough of Irvington, N. J., School, 4½%. 2-\$1,000 Bonds, Nos. 737, 738. Due May 1, 1960—Reg. 2-\$1,000 Bonds, Nos. 744, 745. Due May 1, 1961—Reg. 1-\$1,000 Bond, No. 787. Due May 1, 1962—Reg.	5,000.00	Borough of Irvington, N. J.—Reg.	5,000.00
Borough of Cliffside Park, N. J., Public Improvement, 5%. 2-\$1,000 Bonds, Nos. 50, 51. Due October 15, 1940—Reg. 3-\$1,000 Bonds, Nos. 54-56. Due October 15, 1941—Reg. 1-\$1,000 Bonds, No. 76. Due October 15, 1946—Reg. ...	6,000.00	Borough of Cliffside Park, N. J.—Reg.	6,000.00
City of New Brunswick, N. J., Water, 5½%. 2-\$1,000 Bonds, Nos. 49-50. Due December 1, 1947—Reg. 1-\$1,000 Bond, No. 52. Due December 1, 1948—Reg. ...	3,000.00	City of New Brunswick, N. J.—Reg.	3,000.00
City of Bayonne, N. J., School, 5%. 2-\$1,000 Bonds, Nos. 29, 30. Due January 1, 1934—Reg.	2,000.00	City of Bayonne, N. J.—Reg.	2,000.00
Board of Education, Overpeck, N. J., School, Series B, 5%. 1-\$1,000 Bond, No. 50. Due July 1, 1948—Reg. 2-\$1,000 Bonds, Nos. 51, 52. Due July 1, 1949—Reg. 2-\$1,000 Bonds, Nos. 53, 54. Due July 1, 1950—Reg. ...	5,000.00	Township of Overpeck, N. J.—Reg.	5,000.00
The Pompton Mortgage and Title Guaranty Co. of Pompton Lakes, N. J.			
Gustave Cosloy et ux., mortgage on property, 399-401 East 28th St., Paterson, N. J. Dated October 9, 1926, 6%. Due October 9, 1929. Bond, \$32,000.00	16,000.00	Gustave Cosloy, mortgage on property, 399-401 East 28th St., Paterson, N. J. Dated October 9, 1926. Due Oc- tober 9, 1929. Bond, \$32,000.00	16,000.00

<i>Description Per Examination</i>	<i>Amount Per Count</i>
August J. Stolz et ux., mortgage on property, 151 Clifton Ave., Clifton, N. J. Dated May 24, 1928, 6%. Due May 24, 1931. Bond, \$20,000	\$10,000.00
James Edkins et ux., mortgage on property, 207-09 Wanaque Ave., Pompton Lakes, N. J. Dated August 23, 1928, 6%. Due August 23, 1931. Bond, \$40,000.00	20,000.00

The Reliance Casualty Insurance Co. of Newark, N. J.
 State of N. J. State Highway Fund Road, Series E, 4¼%.
 10-\$5,000 Bonds, Nos. 9-18 incl. Due July 1, 1940—Reg. 50,000.00

The Selected Risks Insurance Co. of Washington, N. J.
 Borough of Bogota, Public Improvement, 4¾%.
 5-\$1,000 Bonds, Nos. 46-50. Due August 1, 1938—Coup.
 5-\$1,000 Bonds, Nos. 53-55, and 58, 59. Due August 1, 1939—Coup. 10,000.00

West New York, N. J., High School, 4½%.
 2-\$1,000 Bonds, Nos. 239, 240. Due December 1, 1942—Coup.
 7-\$1,000 Bonds, Nos. 241-248. Due December 1, 1943—Coup. 10,000.00

The Southern Aid Society of Virginia, Inc., of Richmond, Va.
 Borough of Lakehurst, N. J., Water Supply, 5%.

<i>Description Per Confirmation</i>	<i>Amount Per Con- firmation</i>
August J. Stolz, mortgage on property, 151 Clifton Ave., Clifton, N. J. Dated May 24, 1928. Due May 24, 1931. Bond, \$20,000	\$10,000.00
James Edkins, mortgage on property, 209 Wanaque Ave., Pompton Lakes, N. J. Dated August 23, 1928. Due August 23, 1931. Bond, \$40,000.00	20,000.00

State of N. J. Highway Bonds, Series "E", 4½%, Nos. 9-58 incl. Due July 1, 1940—Reg. 50,000.00

Borough of Bogota Public Improvement, 4¾%, Nos. 46-50 and Nos. 53-55, \$5,000. Due August 1, 1938, \$5,000. Due August 1, 1939

10,000.00

West New York, N. J., High School, 4½%, Nos. 239-248 incl. Due December 1, 1943

10,000.00

Borough of Lakehurst, N. J., Water Supply, 5%. Due

1-\$1,000 Bond, No. 18. Due May 1, 1934—Reg.
 3-\$1,000 Bonds, Nos. 19-21. Due May 1, 1935—Reg.
 3-\$1,000 Bonds, Nos. 22-24. Due May 1, 1936—Reg.
 3-\$1,000 Bonds, Nos. 25-27. Due May 1, 1937—Reg. 10,000.00

1934, 1935, 1936, 1937—Reg. 10,000.00

**The State Title and Mortgage Guaranty Co. of Summit,
 N. J.**

Eldred R. Crow, widower, mortgage on property, Corner
 North Ave. and St. Paul St., Westfield, N. J. Dated
 September 15, 1925, 6%. Due September 15, 1930. Bond,
 \$55,000.00 27,500.00

Eldred R. Crow, mortgage on property, North Ave. and St.
 Paul St., Westfield, N. J. Dated September 15, 1925, 6%.
 Due September 15, 1931. Bond, \$55,000.00 27,500.00

**The Suffern National Bank & Trust Co. of Suffern,
 N. Y.**

U. S. A. 4% Treasury of 1944-1954. 3-\$10,000 Bonds, No.
 B00003822, No. C00003823, No. D00003824. Due Decem-
 ber 15, 1954—Reg. 30,000.00

U. S. A. Treasury, 4%, of 1944-1954—Reg. 30,000.00

The Summit Mortgage Guaranty Co. of Summit, N. J.

Joseph Orlando et ux., mortgage on property, 101 Park
 Ave., Summit, N. J. Dated Sept. 28, 1926, 6%. Due,
 Sept. 28, 1927. Bond, \$8,000.00 4,000.00

Joseph F. Orlando, mortgage on property, 101 Park Ave.,
 Summit, N. J. Dated September 28, 1926, 6%. Bond,
 \$4,000.00 4,000.00

Ella G. Feuchtwanger et vir., mortgage on property, 48
 Lenox Ave., Summit, N. J. Dated September 27, 1926,
 6%. Due September 27, 1927. Bond, \$40,000.00 20,000.00

Ella G. Feuchtwanger, mortgage on property, 48 Lenox
 Road, Summit, N. J. Dated, September 27, 1926, 6%.
 Bond, \$20,000.00 20,000.00

Herbert W. Royal Builder, Inc., mortgage on property
 West Side of Edgewood Park, to be known as No. 28,
 Summit, N. J. Dated, April 21, 1927, 6%. Due April 21,
 1928. Bond, \$30,000.00 15,000.00

Millicent McC. Priem, mortgage on property, 28 Ridgewood
 Road, Summit, N. J. Dated April 21, 1927, 6%. Bond,
 \$15,000.00 15,000.00

<i>Description Per Examination</i>	<i>Amount Per Count</i>
Newton M. Bullard et ux., mortgage on property 13 De Bary Place, Summit, N. J. Dated September 14, 1926, 6%. Due September 14, 1927. Bond, \$23,000	\$11,500.00

The Sussex Fire Insurance Co. of Newark, N. J.

City of Union City, N. J., School, 4½%. 5-\$1,000 Bonds, Nos. 511, 512, 518-520 incl. Due December 1, 1953—Reg.	
20-\$1,000 Bonds, Nos. 521-540 incl. Due December 1, 1954—Reg.	
13-\$1,000 Bonds, Nos. 616-628 incl. Due December 1, 1958—Reg.	38,000.00
Borough of Fort Lee, N. J., Temporary Loan, 5%. 10-\$1,000 Bonds, Nos. 777-786. Due December 1, 1935—Reg.	
40-\$1,000 Bonds, Nos. 850-889. Due December 1, 1936—Reg.	50,000.00

The Title Guaranty Company of New Jersey of Newark, N. J.

Borough of Clifton, N. J., School, 4½%. 15-\$1,000 Bonds, Nos. 285-299. Due October 1, 1938—Reg.	15,000.00
Town of Irvington, N. J., School, 4½%. 20-\$1,000 Bonds, Nos. 326-345. Due May 1, 1942	20,000.00

<i>Description Per Confirmation</i>	<i>Amount Per Confirmation</i>
Newton M. Bullard, mortgage on property, 13 De Bary Place, Summit, N. J. Dated September 14, 1926, 6%. Bond, \$11,500.00	\$11,500.00

City of Union City, N. J., School Bonds, 4%, Nos. 511, 512, 518-520 incl., Nos. 616-628 incl. Due December 1, 1953, 54, 58—Reg.	38,000.00
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Borough of Fort Lee, N. J., Temporary Loan, 5%, Nos. 77-786 incl, and Nos. 850-869 incl. Due Dec. 1, 1935—Reg.	50,000.00
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Borough of Clifton, N. J., School, 4½%. Due October, 1938—Reg.	15,000.00
Town of Irvington, N. J., School, 4½%. Due May, 1942—Reg.	20,000.00

City of Perth Amboy, N. J., School, 4¾%.
 3-\$1,000 Bonds, Nos. 76-78. Due June 1, 1936—Reg.
 8-\$1,000 Bonds, Nos. 79-86. Due June 1, 1937—Reg. ... 11,000.00
 City of Perth Amboy, N. J., Water, Series T, 4¾%.
 2-\$1,000 Bonds, Nos. 21, 22. Due June 1, 1936—Reg.
 2-\$1,000 Bonds, Nos. 23, 24. Due June 1, 1937—Reg. ... 4,000.00

**The Trenton Mortgage and Title Guaranty Co. of
 Trenton, N. J.**

Samuel Krueger et ux., mortgage on property, 17 East
 Front St., Trenton, N. J. Dated October 24, 1925, 6%.
 Due October 24, 1928. Bond, \$40,000.00 20,000.00
 Greenhal Realty Co. (a corporation), mortgage on property,
 271 Hamilton Ave., Trenton, N. J. Dated September 29,
 1925, 6%. Due September 29, 1928. Bond, \$30,000.00.. 15,000.00

**The United Bankers Title and Mortgage Guaranty Co.
 of Paterson, N. J.**

John Di Brino et ux., mortgage on property, 125-129½
 Grand St., Paterson, N. J. Dated January 11, 1926, 6%.
 Due January 1, 1927. Bond, \$30,000.00 15,000.00

**The United States Mortgage & Title Guaranty Co. of
 Newark, N. J.**

Julius Bookbinder et al., mortgage on property, 104 Thomp-
 son St., East Orange, N. J. Dated March 27, 1925, 6%.
 Due March 27, 1928. Bond, \$14,000.00 7,000.00

City of Perth Amboy, N. J., School, 4¾%. Due June, 1937
 —Reg. 11,000.00

City of Perth Amboy, N. J., Water, 4¾%. Due June, 1936
 —Reg. 4,000.00

Samuel Krueger, mortgage on property, 17 East Front St.,
 Trenton, N. J. Dated October 24, 1925, 6%. Due Oc-
 tober 24, 1931. Bond, \$40,000.00 20,000.00
 Greenhal Realty Co., mortgage on property, 271 Hamilton
 Ave., Trenton, N. J. Dated September 29, 1925, 6%.
 Due September 29, 1931. Bond, \$30,000.00..... 15,000.00

Original Mortgagor, John Di Brino and Maria Di Brino,
 his wife, present owner, United States Trust Co. of
 Paterson, N. J., on property, 125-7-9 Grand St., Paterson,
 N. J. Dated January 11, 1926, 6%. Due January 1, 1927.
 Bond, \$30,000.00 15,000.00

Julius Bookbinder, mortgage on property, 366 North Park-
 way, East Orange, N. J. Dated March 27, 1925, 6%.
 Due March 27, 1930. Bond, \$14,000.00 7,000.00

<i>Description Per Examination</i>	<i>Amount Per Count</i>
*Gaetano Petrózello et ux., Vincent Petrozello, widower, and Dominico Petrozello et ux., mortgage on property Southeast Corner Springfield Ave. and Ohio St., South Orange, N. J. Dated August 17, 1925, 6%. Due August 17, 1930. Bond, \$8,000.00	\$4,000.00
\$4,000 on payment of \$5,000.	
State of New Jersey State Highway Fund Road, Series H, 4%. 10-\$5,000 Bonds, Nos. 13-22 incl. Due July 1, 1942—Reg.	50,000.00
The Universal Indemnity Insurance Co. of Newark, N. J.	
Jersey City, N. J., Water Gold Bonds, 4½%. 25-\$1,000 Bonds, Nos. 1612-1636 incl. Due June 1, 1960—Reg.	25,000.00
The Universal Insurance Company of Newark, N. J.	
U. S. A. Fourth Liberty Loan, 4¼%.	
1-\$50,000 Bond, No. 3548. Due October 15, 1938—Reg.	
1-\$10,000 Bond, No. 26382. Due October 15, 1938—Reg.	60,000.00

* Original amount of mortgage was \$9,000, which was reduced to

<i>Description Per Confirmation</i>	<i>Amount Per Con- firmation</i>
Gaetano Petrozello, S. E. Corner of Springfield Ave. and Ohio St., Maplewood, N. J. Dated August 17, 1925. Bond, \$9,000	\$18,000.00
State of N. J. State Highway Fund Road Bonds, 4%, Nos. 13-22 incl.—Reg.	50,000.00
Jersey City, N. J., 4¼%, Nos. 1612-1623 incl. and Nos. 1624-1629 incl. Due 1960—Reg.	25,000.00
U. S. A. Liberty Loan, 4¼%, Nos. B00125142, C0012543- K00126260, A00126261, B00126262, C00126263. Due 1933- 1938—Reg.	60,000.00

