

CAMDEN COUNTY IMPROVEMENT AUTHORITY
REPORT OF AUDIT
FOR THE YEARS ENDED DECEMBER 31, 2007 AND 2006

CAMDEN COUNTY IMPROVEMENT AUTHORITY
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ROSTER OF OFFICIALS
As of December 31, 2007

Members

Frederick B. Weinstein, Esq.
James B. Kehoe
Joseph P. Schooley
Terrance M. Carr
Samuel M. Siler

Position

Chairman
Vice-Chairman
Member
Member
Member

Other Officials

Jeffrey S. Swartz
James P. Blanda
Reginald C. Stevenson
Archer & Greiner

Executive Director/CEO
Director of Finance
Treasurer
General Counsel

CAMDEN COUNTY IMPROVEMENT AUTHORITY

PART I

FINANCIAL SECTION

FOR THE YEARS ENDED DECEMBER 31, 2007 AND 2006

INDEPENDENT AUDITOR'S REPORT

The Chairman and Members of
The Camden County Improvement Authority
Cherry Hill, New Jersey

We have audited the accompanying statements of net assets of the Camden County Improvement Authority, State of New Jersey, a component unit of the County of Camden, as of December 31, 2007 and 2006, and the related statements of revenues, expenses and changes in net assets and cash flows for the years then ended. These financial statements are the responsibility of the Camden County Improvement Authority's management. Our responsibility is to express opinions on these financial statements based on our audits.

We conducted our audits in accordance with auditing standards generally accepted in the United States of America, the standards applicable to financial audits contained in Governmental Auditing Standards, issued by the Comptroller General of the United States and in compliance with audit requirements as prescribed by the Local Finance Board, Department of Community Affairs, State of New Jersey. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatements. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinions.

In our opinion, the financial statements present fairly, in all material respects, the financial position of the Camden County Improvement Authority as of December 31, 2007 and 2006 and the respective changes in financial position and cash flows for the years then ended, in conformity with accounting principles generally accepted in the United States of America.

In accordance with Government Auditing Standards, we have also issued our report dated June 2, 2008 on our consideration of the Authority's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards and should be read in conjunction with this report in considering the results of our audits.

Our audits were performed for the purpose of forming opinions on the financial statements taken as a whole. The accompanying supplementary schedules and required supplementary schedules are presented for purposes of additional analysis and are not a required part of the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and, in our opinion, is fairly stated in all material respects in relation to the financial statements taken as a whole.

The accompanying management's discussion and analysis as listed in the table of contents is not a required part of the financial statements but is supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted primarily of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Respectfully submitted,

BOWMAN & COMPANY LLP
Certified Public Accountants
& Consultants



Stephen E. Ryan
Certified Public Accountant
Registered Municipal Accountant

Voorhees, New Jersey
June 2, 2008

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

The Chairman and Members of
The Camden County Improvement Authority
Cherry Hill, New Jersey

We have audited the financial statements of the Camden County Improvement Authority, State of New Jersey, as of and for the year ended December 31, 2007, and have issued our report thereon dated June 2, 2008. We conducted our audit in accordance with auditing standards generally accepted in the United States of America, the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States, and in compliance with audit requirements as prescribed by the Local Finance Board, Department of Community Affairs, State of New Jersey.

Internal Control Over Financial Reporting

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

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

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

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Camden County Improvement Authority's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under Government Auditing Standards and audit requirements as prescribed by the Local Finance Board, Department of Community Affairs, State of New Jersey.

We noted certain matters that we reported to management of the Authority in a separate letter dated June 2, 2008.

This report is intended solely for the information and use of the management of the Camden County Improvement Authority and the Local Finance Board, Department of Community Affairs, State of New Jersey and is not intended to be and should not be used by anyone other than these specified parties.

Respectfully submitted,

BOWMAN & COMPANY LLP
Certified Public Accountants
& Consultants



Stephen E. Ryan
Certified Public Accountant
Registered Municipal Accountant

Voorhees, New Jersey
June 2, 2008

CAMDEN COUNTY IMPROVEMENT AUTHORITY

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDING DECEMBER 31, 2007

This section of the Camden County Improvement Authority's ("Authority") annual financial report presents our discussion and analysis of the Authority's financial performance during the fiscal year that ended on December 31, 2007. The Authority's financial statements are prepared in conformity with Generally Accepted Accounting Principles (GAAP) in the United States of America, promulgated by the Government Accounting Standards Board (GASB). In accordance with GAAP, the Authority's revenues are recognized in the period they are earned and expenses are recognized in the period in which they are incurred. Fixed Assets are capitalized and (except land and construction-in-progress) are depreciated over their useful lives. Amounts are restricted for capital purposes. See the notes to the financial statements for a summary of the Authority's significant accounting policies. This section should be read along with the Authority's financial statements and related notes.

FINANCIAL HIGHLIGHTS

- Total Operating Revenue increased \$169,564, or more than 10%.
- Financing and Related Fees decreased by \$319,527, or 26%, however, this decrease was supplemented by the addition of the parking center in the amount of \$795,949.
- The Authority's Property, Plant and Equipment increased \$23,896,749 primarily due to the construction and ownership of the Parking Center Garage in Camden.
- The Authority's operating expenses, excluding parking center operation, increased a modest 8.3% as several new income generating initiatives were pursued in 2007 (further discussed below).

OVERVIEW OF THE FINANCIAL STATEMENTS

The financial section of the annual report consists of four parts - Independent Auditor's Reports, required supplementary information which includes the management's discussion and analysis (this section), the basic financial statements, and supplemental schedules.

The basic financial statements report information about the Authority as a whole uses accounting methods similar to those used by private-sector companies. The comparative statements of net assets includes all of the Authority's assets and liabilities. As the Authority follows the accrual method of accounting, the current year's revenues and expenses are accounted for in the statement of activities regardless of when cash is received or paid. Net Assets – the difference between the Authority's assets and liabilities – are a measure of the Authority's financial health or position.

The comparative statements of revenues, expenses and changes in net assets provide a breakdown of the various areas of revenues and expenses encountered during the current year.

The comparative statements of cash flows provides a breakdown of the various sources of cash flow, categorized into four areas: Cash flows from operating activities, non-capital financing activities, capital and related financing activities and investing activities.

FINANCIAL ANALYSIS OF THE AUTHORITY

The Authority's total assets were \$76,606,570 on December 31, 2007. Total assets, total liabilities and total net assets are detailed below.

A significant portion of the Authority's net assets represents its investment in capital assets (i.e. land, buildings, improvements and equipment); less the related debt outstanding used to acquire those capital assets. Although the Authority's investment in its capital assets is reported net of related debt, it is noted that the resources required to repay this debt must be provided annually from operations, since the capital assets themselves cannot be used to liquidate liabilities. The remaining unrestricted net assets (24%) may be used to meet the Authority's capital and ongoing obligations.

In 2007, the Authority completed six (6) bond/note issues totaling \$74,290,000. In addition, to the financing fees generated through the sale of bonds, the Authority will continue to receive annual administrative fees on all outstanding bond issues.

The following table presents a summary of the Authority's financial position as of December 31, 2005, 2006 and 2007.

	<u>2007</u>	<u>Percentage Change</u>	<u>2006</u>	<u>Percentage Change</u>	<u>2005</u>
ASSETS:					
Unrestricted Assets	\$ 2,231,751.45	-18.02%	\$ 2,722,383.03	45.54%	\$ 1,870,585.04
Restricted Assets	42,473,864.12	-37.60%	68,067,770.49	71.79%	39,621,635.98
Property, Plant and Equip.	31,396,798.97	318.62%	7,500,050.16	222.05%	2,328,813.22
Deferred Assets	504,155.01	-3.34%	521,556.57		-
Total Assets	76,606,569.55	-2.80%	78,811,760.25	79.85%	43,821,034.24
LIABILITIES:					
Current Liabilities	40,852,807.91	-2.62%	41,952,498.42	4.04%	40,321,934.42
Long-Term Liabilities	33,165,298.77	-0.81%	33,437,517.31	28289.37%	117,781.81
Total Liabilities	74,018,106.68	-1.82%	75,390,015.73	86.43%	40,439,716.23
NET ASSETS					
Invested in Capital Assets, Net of Related Debt	1,966,268.43	-22.25%	2,528,830.31	8.59%	2,328,813.22
Unrestricted	622,194.44	-30.32%	892,914.21	-15.16%	1,052,504.79
Total Net Assets	\$ 2,588,462.87	-24.35%	\$ 3,421,744.52	1.20%	\$ 3,381,318.01

Operating Activities: The Authority charges bond financing fees that includes, but is not limited to, application fees, due diligence fees, closing fees, construction-monitoring fees and development fees. The Authority also generates revenue by providing planning, redevelopment, consulting, project/construction management and operation management services.

The following table summarizes the changes in Net Assets between December 31, 2007, 2006 and 2005:

	<u>2007</u>	<u>Percentage Change</u>	<u>2006</u>	<u>Percentage Change</u>	<u>2005</u>
OPERATING REVENUES:					
Financing and Related Fees	\$ 916,145.07	-25.86%	\$ 1,235,672.96	56.74%	\$ 788,343.09
Parking Revenue	795,948.96				
Intergovernmental Revenues	26,493.41	-91.90%	326,918.10	35.95%	240,464.00
Other Revenue	104,568.15	-5.80%	111,001.04	-20.71%	139,993.33
Total Operating Revenue	1,843,155.59	10.13%	1,673,592.10	43.19%	1,168,800.42
OPERATING EXPENSES					
Administrative	1,921,412.42	32.14%	1,454,047.67	7.06%	1,358,127.53
Depreciation Expense	332,693.06	48418.04%	685.71	0.00%	685.71
Total Operating Expense	2,254,105.48	54.95%	1,454,733.38	7.06%	1,358,813.24
OPERATING INCOME	(410,949.89)	-287.77%	218,858.72	-215.18%	(190,012.82)
Non-Operating Revenues	80,553.23	48.71%	54,167.14	123.60%	24,225.24
Non-Operating Expenses	(502,884.99)	116.20%	(232,599.35)		-
CHANGE IN NET ASSETS	\$ (833,281.65)	-2161.23%	\$ 40,426.51	-124.38%	\$ (165,787.58)

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets: The Authority's capital assets include investments in certain real estate redevelopment projects. These include the Crossroads Redevelopment Area in Pennsauken Township, the Clementon Redevelopment Project, the Parking Center Garage Project in Camden and the marina commercial site located in the City of Camden. With the exception of the Parking Center Garage Project, these project sites may ultimately be sold to private real estate developers as part of a redevelopment of these respective properties which will convert these assets into cash for the Authority's use in operations.

Capital Debt: The Authority has issued in excess of \$1.6 billion for project developers. The Authority assumes no responsibility for repayment of this debt beyond the resources provided by the underlying leases and mortgage loans. As of December 31, 2007 there were 51 series of these Special Revenue Bonds outstanding. The corresponding aggregate principal totaling \$703,294,331 is treated strictly as conduit debt obligations under Interpretation No. 2 of the Governmental Accounting Standards Board (GASB) and accordingly is not included in the financial statements other than as noted. See Note 1 to the Notes to Financial Statements for a more detailed explanation of conduit debt.

The Authority has also issued two series of notes and one series of revenue bonds to fund the acquisition, clearance, remediation and other related costs of redeveloping the Crossroads Redevelopment Area in Pennsauken Township, the Clementon Redevelopment Project in Clementon Borough and the construction of the Parking Center Garage Project. The notes and bonds of \$35,000,000, \$2,500,000 and \$33,300,000 respectively, will be redeemed through project grants, sale of the development sites, and parking garage fees.

NEW BUSINESS

While still focusing on its basic bond financing business, the Authority has identified opportunities that compliment existing programs within the County of Camden. These include the offering of site selection and project management services to potential clients, owning and operating assets, spearheading several shared service initiatives and working with municipalities and housing developers in an effort to provide affordable housing opportunities. In addition, the Authority will continue to strengthen Camden County's economic development, marketing, redevelopment, and planning initiatives.

Most notably in 2007, the Authority completed the construction of the nine (9) level Parking Center Garage, opened to the public on September, is part of an overall plan to redevelop the area surrounding the Cooper University Hospital campus in the City of Camden.

CONTACTING THE AUTHORITY'S MANAGEMENT

This financial report is designed to provide New Jersey, and Camden County residents in particular, and our customers, clients, investors and creditors, with a general overview of the Authority's finances. If you have questions about this report or need additional financial information, contact the Authority at 1909 Route 70 East, Suite 300, Cherry Hill, New Jersey 08003.

CAMDEN COUNTY IMPROVEMENT AUTHORITY

Comparative Statements of Net Assets

As of December 31, 2007 and 2006

ASSETS	<u>2007</u>	<u>2006</u>
Current Assets:		
Unrestricted Assets:		
Cash and Cash Equivalents	\$ 2,017,706.28	\$ 1,535,960.82
Cash Held by Fiscal Agents	150,205.41	493,742.00
Financing and Related Fees Receivable	49,428.00	74,500.00
Other Revenues Receivable (Net of Allowance for Doubtful Accounts of \$519,336.56 for 2006)	14,411.76	432,430.21
Intergovernmental Accounts Receivable		185,690.00
Prepaid Expenses		60.00
Total Unrestricted Assets	<u>2,231,751.45</u>	<u>2,722,383.03</u>
Non-current Assets:		
Restricted Assets:		
Cash and Cash Equivalents	21,837,588.97	12,187,769.93
Cash Held by Fiscal Agents	2,471,285.64	28,297,172.56
Intergovernmental Accounts Receivable		2,400,000.00
Investment in Redevelopment Sites	18,164,989.51	25,182,828.00
Total Restricted Assets	<u>42,473,864.12</u>	<u>68,067,770.49</u>
Total Current Assets	<u>44,705,615.57</u>	<u>70,790,153.52</u>
Property, Plant and Equipment:		
Property, Plant & Equipment (Net of Accumulated Depreciation)	31,396,798.97	2,328,127.51
Construction In Progress		5,171,922.65
Total Property Plant & Equipment	<u>31,396,798.97</u>	<u>7,500,050.16</u>
Deferred Assets:		
Unamortized Bond Issue Costs	504,155.01	521,556.57
Total Assets	<u>76,606,569.55</u>	<u>78,811,760.25</u>

(Continued)

CAMDEN COUNTY IMPROVEMENT AUTHORITY

Comparative Statements of Net Assets

As of December 31, 2007 and 2006

	<u>2007</u>	<u>2006</u>
LIABILITIES		
Current Liabilities Payable from Unrestricted Assets:		
Accounts Payable	\$ 116,797.53	\$ 66,064.40
Payroll Deductions Payable	1,679.32	4,466.28
Deferred Revenue	100,000.00	409,375.00
	<hr/>	<hr/>
Total Current Liabilities Payable from Unrestricted Assets	218,476.85	479,905.68
Current Liabilities Payable from Restricted Assets:		
Accounts Payable	1,039,972.66	2,262,795.32
Bond Anticipation Notes	37,500,000.00	37,500,000.00
Intergovernmental Loans Payable	670,739.73	300,000.00
Retainage	291,306.00	489,949.00
Bonds Payable	290,000.00	
Accrued Interest Payable	842,312.67	919,848.42
	<hr/>	<hr/>
Total Current Liabilities Payable from Restricted Assets	40,634,331.06	41,472,592.74
Long-Term Liabilities:		
Bonds Payable	33,010,000.00	33,300,000.00
Net OPEB Obligation	47,100.00	
Reserve for Compensated Absences	108,198.77	137,517.31
	<hr/>	<hr/>
Total Long-Term Liabilities	33,165,298.77	33,437,517.31
	<hr/>	<hr/>
Total Liabilities	74,018,106.68	75,390,015.73
NET ASSETS		
Invested in Capital Assets, Net of Related Debt	1,966,268.43	2,528,830.31
Unrestricted	622,194.44	892,914.21
	<hr/>	<hr/>
Total Net Assets	\$ 2,588,462.87	\$ 3,421,744.52
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The accompanying Notes to Financial Statements are an integral part of the financial statements.

CAMDEN COUNTY IMPROVEMENT AUTHORITY
 Comparative Statements of Revenues, Expenses and Changes in Net Assets
 For The Years Ended December 31, 2007 and 2006

	<u>2007</u>	<u>2006</u>
Operating Revenues:		
Financing and Related Fees	\$ 916,145.07	\$ 1,235,672.96
Parking Revenue	795,948.96	
Rental Income	68,419.40	76,060.20
Banquet/Economic Summit Income	32,975.00	30,625.00
Intergovernmental Revenues	26,493.41	326,918.10
Miscellaneous Revenues	3,173.75	4,315.84
	<hr/>	<hr/>
Total Operating Revenues	1,843,155.59	1,673,592.10
Operating Expenses:		
Administrative Expenses:		
Salaries and Wages	723,280.31	819,071.51
Employee Benefits	289,663.10	285,071.71
Other Expenses	596,317.70	326,902.61
Cost of Providing Services:		
Salaries and Wages	59,491.73	
Employee Benefits	13,774.16	
Other Expenses	238,885.43	
Cancellation of Financing Fees Receivable		23,001.84
Depreciation Expense	332,693.06	685.71
	<hr/>	<hr/>
Total Operating Expenses	2,254,105.48	1,454,733.38
Operating Income (Loss)	(410,949.89)	218,858.72
Non-Operating Revenues (Expenses):		
Investment Income	80,553.23	54,167.14
Amortization of Bond Issue Costs	(17,401.56)	(11,764.43)
Interest Expense	(457,891.82)	(7,123.83)
Cancellation of Prior Year Receivable	(15,107.02)	
Garage Start up Costs	(12,484.59)	(213,711.09)
	<hr/>	<hr/>
Change in Net Assets	(833,281.65)	40,426.51
Net Assets, Beginning of Year	3,421,744.52	3,381,318.01
	<hr/>	<hr/>
Net Assets, End of Year	\$ 2,588,462.87	\$ 3,421,744.52

The accompanying Notes to Financial Statements are an integral part of the financial statements.

CAMDEN COUNTY IMPROVEMENT AUTHORITY
 Comparative Statements of Cash Flows
 For The Years Ended December 31, 2007 and 2006

	<u>2007</u>	<u>2006</u>
Cash Flows from Operating Activities:		
Receipts from Customers	\$ 1,427,791.03	\$ 1,630,047.96
Payments to Suppliers	(706,922.45)	(577,851.89)
Payments to Employees	(1,148,702.34)	(809,041.48)
Other Operating Receipts	301,443.53	348,630.69
	(126,390.23)	591,785.28
Net Cash Provided (Used) in Operating Activities		
Cash Flows from Capital and Related Financing Activities:		
Bond Proceeds		33,300,000.00
Capital Acquisitions	(27,287,657.53)	(8,110,017.96)
CRDA Grant	14,100,000.00	
Garage Start up Costs	(12,484.59)	(213,711.09)
Intergovernmental Loan Proceeds	370,739.73	300,000.00
Bond Issue Costs		(533,321.00)
Issuance of Bond Anticipation Notes	37,500,000.00	37,500,000.00
Premium on Bond Anticipation Notes	325.00	
Payment of Bond Anticipation Notes	(37,500,000.00)	(37,500,000.00)
Interest on Bond Anticipation Notes	(3,162,944.62)	(1,588,150.00)
	(15,992,022.01)	23,154,799.95
Net Cash Provided (Used) by Capital and Related Financing Activities		
Cash Flows from Investing Activities:		
Interest Received	80,553.23	766,710.59
	80,553.23	766,710.59
Net Increase (Decrease) in Cash and Cash Equivalents	(16,037,859.01)	24,513,295.82
Cash and Cash Equivalents at Beginning of Year	42,514,645.31	18,001,349.49
	42,514,645.31	18,001,349.49
Cash and Cash Equivalents at End of Year	\$ 26,476,786.30	\$ 42,514,645.31

(Continued)

CAMDEN COUNTY IMPROVEMENT AUTHORITY

Notes to Financial Statements
For the Year Ended December 31, 2007

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Reporting Entity

The Camden County Improvement Authority (the "Authority") was created by a resolution of the Board of Chosen Freeholders of the County of Camden, adopted March 20, 1979, pursuant to the County Improvement Authority Law, Chapter 183 of the Pamphlet Laws of 1960, of the State of New Jersey, as amended and supplemented, ("The Act").

The Act empowers improvement authorities to provide within the County, public facilities, convention halls, equipment and facilities for public transportation, aviation facilities, garbage and solid waste systems, the improvement, furtherance and promotion of tourist industries and recreational attractiveness and planning and carrying out of redevelopment projects.

The Authority consists of five members, appointed by the Camden County Board of Chosen Freeholders. One member is appointed each year for a five-year term.

Component Unit

The Authority is a component unit of the County of Camden as described in Governmental Accounting Standards Board Statement No. 14. These financial statements would be either blended or discreetly presented as part of the County's financial statements if the county were governed by generally accepted accounting principles applicable to governmental entities.

Basis of Presentation

The financial statements of the Authority have been prepared in accordance with accounting principles generally accepted in the United States of America applicable to enterprise funds of State and Local Governments on a going concern basis. The focus of enterprise funds is the measurement of economic resources, that is, the determination of operating income, changes in net assets (or cost recovery), financial position and cash flows. The Governmental Accounting Standards Board ("GASB") is the accepted standard setting body for establishing governmental accounting and financial reporting principles.

The Authority is a single enterprise fund and maintains its records on the accrual basis of accounting. Enterprise funds account for activities (i) that are financed with debt that is secured solely by a pledge of the net revenues from fees and charges of the activity; or (ii) that are required by law or regulations that the activity's cost of providing services, including capital cost (such as depreciation or debt service), be recovered with fees and charges, rather than with taxes or similar revenues; or (iii) that the pricing policies of the activity establish fees and charges designed to recover its costs, including capital costs (such as depreciation or debt service). Under this method, revenues are recorded when earned and expenses are recorded when the related liability is incurred.

Basis of Accounting

Enterprise funds are accounted for using the accrual basis of accounting. Their revenues are recognized when they are earned; their expenses are recognized when they are incurred.

Governmental Accounting Standards Board - Statement No. 20

The Authority is required to follow all statements of the GASB. GASB Statement No. 20 was issued to give guidance in determining Generally Accepted accounting principles generally accepted in the United States of America for governmental proprietary funds. It provides that all proprietary fund activities follow all Financial Accounting Standards Board ("FASB") Statements issued prior to November 30, 1989, unless they conflict with GASB standards. It also provides that the governmental unit must elect whether to follow FASB Statements issued after that date.

The Camden County Improvement Authority has elected not to follow any FASB pronouncements issued after November 30, 1989.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**Budgets and Budgetary Accounting**

The Authority must adopt an annual budget in accordance with N.J.A.C. 5:31-2. N.J.A.C. 5:31-2 requires the governing body to introduce the annual Authority budget at least 60 days prior to the end of the current fiscal year and to adopt not later than the beginning of the Authority's fiscal year. The governing body may amend the budget at any point during the year. The budget is adopted on the accrual basis of accounting with provisions for cash payments for capital outlay. Depreciation expense and amortization of bond issue costs are not included in the budget appropriations.

The legal level of budgetary control is established at the detail shown on the Statement of Revenues, Expenses and Changes in Net Assets. All budget transfers and amendments to those accounts must be approved by resolution of the Authority as required by the Local Finance Board. Management may transfer among supplementary line items as long as the legal level line items are not affected. There are no statutory requirements that budgetary line items not be over-expended.

Cash, Cash Equivalents and Investments

Cash and cash equivalents include petty cash, change funds and cash on deposit with public depositories. All certificates of deposit are recorded as cash regardless of the date of maturity. Investments are stated at market value.

Local units are required by N.J.S.A. 40A:5-14 to annually adopt a cash management plan and must deposit its funds pursuant to that plan. The cash management plan includes a designation of a depository or depositories as defined in section 1 of P.L. 1970, c.236 (C. 17.9-41). In lieu of designating a depository, the cash management plan may provide that the local unit make deposits with the State of New Jersey Cash Management Fund.

N.J.S.A. 17:9-41 et seq. establishes the requirements for the security of deposits of governmental units. The statute requires that no governmental unit shall deposit public funds in a public depository unless such funds are secured in accordance with the Governmental Unit Deposit Protection Act ("GUDPA"), a multiple financial institutional collateral pool, which was enacted in 1970 to protect governmental units from a loss of funds on deposit with a failed banking institution in New Jersey. Public depositories include State or federally chartered banks, savings banks or associations located in or having a branch office in the State of New Jersey, the deposits of which are federally insured. All public depositories must pledge collateral, having a market value at least equal to five percent of the average daily balance of collected public funds, to secure the deposits of governmental units. If a public depository fails, the collateral it has pledged, plus the collateral of all other public depositories, is available to pay the amount of their deposits to the governmental units.

The cash management plan adopted by the Authority requires it to deposit funds in public depositories protected from loss under the provisions of GUDPA.

Inventory of Supplies

The costs of inventories of supplies are recorded as expenditures at the time the individual items are purchased. The Authority has determined that the inventories were immaterial and are not recorded in the financial statements.

Property, Plant and Equipment

Property, Plant, and Equipment primarily consists of primarily of the Wiggins Waterfront Property, the Flyers Training Facility, equipment used at the Central Parking Garage, land and office equipment used by the Authority administrative staff and is stated at cost or estimated cost.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**Property, Plant and Equipment (Cont'd)**

Costs incurred are recorded as Construction in Progress or Investment in Redevelopment Sites. Investment in Redevelopment Sites consists of the Crossroads Redevelopment Area project and the Clementon Redevelopment project. Construction in Progress consists of the Central Parking Garage project (See Note 4). In the year that the project is completed, these costs are transferred to Property, Plant and Equipment – Completed.

Expenditures are capitalized when they meet the following requirements:

- 1) Cost of \$5,000.00 or more
- 2) Useful life of five or more years
- 3) Asset is not affected by consumption

As in accordance with FASB Statement No. 62, the interest costs related to acquiring the Clementon and Crossroads Redevelopment Projects with the proceeds of tax-exempt borrowings, will be offset by the interest earned on the temporary investment of those proceeds and capitalized into the cost of the asset.

Depreciation

Depreciation is provided using the straight-line method over the estimated useful life of the assets. A half-year of depreciation is taken in the year of acquisition.

Bond Issuance Costs, Bond Discount, Bond Premium and Deferred Loss on Refunding

Bond issuance costs, bond discount, bond premium and deferred loss on refunding arising from the issuance of the revenue bonds are deferred and amortized by the straight-line method (effective interest method) from the issue date to maturity. Bond discount, bond premium and deferred loss on refunding are presented as an adjustment of the face amount on the bonds payable whereas issuance costs are recorded as other assets.

Conduit Debt Obligations

To provide within the County public facilities, convention halls, equipment and facilities for public transportation, garbage and solid waste systems, the improvement, furtherance and promotion of tourist industries and recreational attractiveness and the planning and carrying out of redevelopment projects, the Authority has issued certain debt bearing its name to lower the cost of borrowing for specific governmental or non-governmental third parties. This debt is commonly referred to as conduit (or non-commitment) debt. Typically, the debt proceeds are used to finance facilities within the Authority's jurisdiction that are transferred to the third party either by lease or by sale. The underlying lease or mortgage loan agreement, which serves as collateral for the promise of payments by the third party, calls for payments that are essentially the same as those required by the debt. These payments are made by the third-party directly to an independent trustee, who is appointed to service and administer the arrangement. The Authority assumes no responsibility for repayment of this debt beyond the resources provided by the underlying leases or mortgage loans.

As of December 31, 2007, there were 47 series of Special Revenue Bonds and 1 Bond Anticipation Note outstanding. The corresponding aggregate principal totaling \$703,294,331 is treated strictly as conduit debt obligations under Interpretation No. 2 of the Governmental Accounting Standards Board (GASB) and accordingly is not included in the financial statements.

Net Assets

Net assets comprise the various earnings from operating income, nonoperating revenues, expenses, and capital contributions. Net assets are classified in the following three components:

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**Net Assets (Cont'd)**

Invested in Capital Assets, net of Related Debt - This component of net assets consists of capital assets, net of accumulated depreciation, reduced, by the outstanding balances of any bonds, notes or other borrowings that are attributable to the acquisition, construction, or improvement of those assets. If there are significant unspent related debt proceeds at year-end, the portion of the debt attributable to the unspent proceeds is not included in the calculation of invested in capital assets, net of related debt. Rather, that portion of the debt is included in the same net assets component as the unspent proceeds.

Restricted - This component of net assets consists of external constraints imposed by creditors (such as debt covenants), grantors, contributors, laws or regulations of other governments or constraints imposed by law through constitutional provisions or enabling legislation, that restricts the use of net assets.

Unrestricted - This component of net assets consists of net assets that do not meet the definition of "restricted" or "invested in capital assets, net of related debt." This component includes net assets that may be allocated for specific purposes by the Board.

Income Taxes

The Commission operates as defined by the Internal Revenue Code Section 115 and appropriately is exempt from income taxes under Section 115.

Operating and Non-Operating Revenues and Expenses

Operating revenues include all revenues derived from administration fees, parking fees and other revenue sources. Non-operating revenues principally consist of interest income earned on various interest-bearing accounts.

Operating expenses include expenses associated with the general administration and operation of the Central Parking Garage of the Authority. Non-operating expenses principally include interest, amortization and start up expenses that are not attributable to the Authority's operations.

Use of Estimates

Management of the Authority has made certain estimates and assumptions relating to the reporting of assets, liabilities and revenues and expenses to prepare these financial statements in conformity with accounting principles generally accepted in the United States of America. Actual results may differ from those estimates.

Note 2: STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY**Compliance with finance related legal and contractual provisions**

The Authority has no material violations of finance related legal and contractual provisions.

Management of the Authority is not aware of any "Events of Default" existing under the bond resolutions authorizing the issuance of the Authority's conduit debt.

Note 3: DETAIL NOTES – ASSETS**Cash and Cash Equivalents**

New Jersey Cash Management Fund - During the year, the Authority participated in the New Jersey Cash Management Fund. The Fund is governed by regulations of the State Investment Council, who prescribe standards designed to insure the quality of investments in order to minimize risk to the Funds participants. Deposits with the New Jersey Cash Management Fund are not subject to custodial credit risk as defined above. At December 31, 2007 the Authority's deposits with the New Jersey Cash Management Fund are \$7,545,107.59.

Custodial Credit Risk – Custodial credit risk is the risk that, in the event of a bank failure, the Authority's deposits may not be returned to it. The Authority's formal policy regarding custodial credit risk is the same as described in Note 1, N.J.S.A. 17:9-41 et seq. and included in its cash management plan. The Authority shall deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act. As of December 31, 2007 the Authority's bank balance of \$16,310,427.52 was entirely insured or collateralized as follows:

Insured	\$ 200,000.00
Collateralized under GUDPA	<u>16,110,427.52</u>
	<u>\$ 16,310,427.52</u>

Property, Plant and Equipment

During the year ended December 31, 2007, the following changes in Property, Plant and Equipment occurred:

	<u>Jan. 1, 2007</u>	<u>Additions</u>	<u>Transfers</u>	<u>Dec. 31, 2007</u>
Land	\$ 2,325,043			\$ 2,325,043
Equipment	22,076		\$ 290,937	313,013
Buildings			29,110,428	29,110,428
Construction In Progress	<u>5,171,923</u>	<u>\$ 24,229,442</u>	<u>(29,401,365)</u>	<u> </u>
	7,519,041	24,229,442	---	31,748,483
Depreciation	<u>18,991</u>	<u>332,693</u>		<u>351,684</u>
	<u>\$ 7,500,050</u>	<u>\$ 23,896,749</u>	<u>---</u>	<u>\$ 31,396,799</u>

Note 4: DETAIL NOTES - LIABILITIES

During the year ended December 31, 2007, the following changes occurred in long-term obligations:

	<u>Principal Outstanding Jan. 1, 2007</u>	<u>Additions</u>	<u>Reductions</u>	<u>Principal Outstanding Dec. 31, 2007</u>	<u>Due Within One Year</u>
Revenue Bonds	\$ 33,300,000			\$ 33,300,000	\$ 290,000
Compensated Absences	<u>137,517</u>		<u>\$ 29,319</u>	<u>108,198</u>	<u>---</u>
	<u>\$ 33,437,517</u>	<u>---</u>	<u>\$ 29,319</u>	<u>\$ 33,408,198</u>	<u>\$ 290,000</u>

Note 4: DETAIL NOTES – LIABILITIES (CONT'D)

During the year ended December 31, 2007, the following changes occurred in short-term obligations:

	Principal Outstanding Jan. 1, 2007	Additions	Reductions	Principal Outstanding Dec. 31, 2007	Due within One Year
Bond Anticipation Notes	\$ 37,500,000	\$ 37,500,000	\$ (37,500,000)	\$ 37,500,000	\$ 37,500,000

Compensated Absences

Authority employees may accumulate unused sick days with no restrictions. Employees are compensated for accumulated sick leave upon retirement or resignation at one-half of their then current salaries, up to a maximum of \$15,000.00. Vacation days not used during the year may be carried forward for two years. Upon separation from the Authority, the employee will be paid for all accrued vacation time at their then current hourly rate. The accrued liability for accumulated sick leave and vacation time at December 31, 2007 is estimated at \$108,198.77.

Retirement Systems

The Authority contributes to a cost-sharing multiple-employer defined benefit pension plan, the Public Employees' Retirement System, which is administered by the New Jersey Division of Pensions and Benefits. The plan provides retirement, disability, annual cost-of-living adjustments and death benefits to plan members and their beneficiaries. The plan has a Board of Trustees that implements benefit provisions that are established and amended by State statute. The Division issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to:

State of New Jersey
Division of Pensions and Benefits
P.O. Box 295
Trenton, New Jersey 08625-0295

The contribution requirements of plan members are determined by State statute. In accordance with Chapter 62, P.L. 1994, plan members enrolled in the Public Employees' Retirement System are required to contribute 5% of their annual covered salary. The Authority is billed annually for its normal contribution plus any accrued liability. The Authority's contributions to the plan, equal to the required contribution for the year are as follows:

<u>Year</u>	<u>Normal Contribution</u>	<u>Accrued Liability</u>	<u>Total Liability</u>	<u>Funded by State</u>	<u>Paid by Authority(1)</u>
2005	\$ 37,037	\$ 515	\$ 37,588	\$ 30,070	\$ 7,518
2006	14,826	4,078	18,904	11,342	7,562
2007	23,505	12,206	35,711	14,284	21,427

The Authority's contributions to the plan, including its normal contribution and any installment of its accrued liability were fully funded by the State of New Jersey for 2004.

Related Party Investments - The Division of Pensions and Benefits does not invest in securities issued by the Camden County Improvement Authority.

(1) Under the provisions of Chapter 108, P.L. 2003 the Authority's share of the total normal contribution and accrued liability will increase approximately 20% per year until the Authority is paying 100% of the total normal contribution and accrued liability.

Note 4: DETAIL NOTES – LIABILITIES (CONT'D)**Operating Leases**

As of December 31, 2007, the Authority had operating lease agreements in effect for the following:

2006 Chevy Colorado
 2006 Chevy Impala
 2007 Mercury Grand Marquis
 Office Space
 Garage Land
 Copier

Future minimum lease payments under operating lease agreements are as follows:

<u>Year</u>	<u>Amount</u>
2008	\$ 232,975.80
2009	226,653.08
2010	219,158.32
2011	102,150.88
2012-2016	500,000.00
2017-2021	500,000.00
2022-2026	500,000.00
2027-2031	500,000.00
2032-2036	500,000.00
2037-2038	125,000.00
	<u>\$ 3,405,938.08</u>

Rental payments under operating leases for the fiscal year ended December 31, 2007 were \$231,164.80.

Clementon Redevelopment Project Bond Anticipation Notes

On November 30, 2007, the Authority issued federally taxable bond anticipation notes in the amount of \$2,500,000 in order to provide temporary financing for the Clementon Redevelopment Project, the costs of issuance and the payment of capitalized interest to maturity. The notes carry an interest rate of 4.625% and mature on November 30, 2008.

The Clementon Redevelopment Project consists of the acquisition of approximately 30 acres of property in the Borough of Clementon, the demolition of the existing facilities and the amelioration of environmental concerns to prepare the property for sale to a developer. The Authority initiated condemnation proceedings during 2004 and subsequently reached an agreement with the property owner for the purchase of the property.

Crossroads Redevelopment Area Project Bond Anticipation Notes

On August 2, 2007, the Authority issued bond anticipation notes in the amount of \$35,000,000 in order to provide temporary financing for the initial costs of the Crossroads Redevelopment projects as well as fund the costs of issuance. The notes are special obligations of the Authority which carry a guarantee by the County of Camden. The federally taxable notes mature on August 2, 2008 and carry an interest rate of 5.67%. It is anticipated that the bond anticipation notes will be permanently financed rather than redeemed, secured in part by the Intergovernmental Agreement made with the Casino Reinvestment Development Authority (See Note 6).

Note 4: DETAIL NOTES – LIABILITIES (CONT'D)**Crossroads Redevelopment Area Project Bond Anticipation Notes (Cont'd)**

The Crossroads Redevelopment Area Project consists of an area of approximately 35 acres located in Pennsauken Township which the Authority has been named redevelopment entity by the Township of Pennsauken in accordance with the Local Redevelopment Law. The Project includes the acquisition of the site, the relocation of merchants, and the demolition of the existing facilities and the amelioration of environmental concerns to prepare the property for sale to a redeveloper. The Authority, through a competitive process, has selected a developer that intends to create a mixed-use development comprised of residential housing with a town center commercial and retail component.

Crossroads Redevelopment Area Project Performance Bond

During 2005, the Authority issued a County Guaranteed Redevelopment Performance Bond, Series 2005 to the Casino Reinvestment Development Authority (CRDA) for the lesser of the amount paid to the Authority under the Intergovernmental Agreement (See Note 6) or \$12,000,000.00. This performance bond was issued as a condition precedent to the Authority's receipt of the second allotment under the Intergovernmental Agreement with the CRDA and matures March 1, 2009. To the extent the Authority has satisfied the conditions outlined in the interlocal service agreement, the performance bond will be declared null and no payment will be made by the Authority. This performance bond is fully, unconditionally and irrevocably guaranteed in an aggregate principal amount of not to exceed \$12,000,000 by the County of Camden.

Delaware River Port Authority

On March 24, 2004, the Authority entered into an agreement with the Delaware River Port Authority (DRPA) wherein the DRPA would provide funding to assist in the construction of the Cooper River Boathouse in Pennsauken, NJ. The funding will consist of a \$1,000,000 grant and a \$1,000,000 loan to be used to finance the expenses of the construction of a boathouse facility as well as the acquisition of furniture, fixtures and equipment. Repayment of the loan will begin thirty-nine months after the receipt of the funds by the Authority and will be made quarterly installments of \$15,197.04 over twenty-three years. Interest will accrue at 2% beginning three years after the receipt of the funds by the Authority. No funds were received during the year ended December 31, 2007.

Camden Parking Facility Project Revenue Bonds

During 2006, the Authority issued tax exempt Revenue Bonds, Series 2006 for the construction of a parking facility. The facility is being built on land leased from the Cooper Medical Center in Camden New Jersey and will serve as the main parking garage for Cooper Hospital. The total authorized debt for the project is the lesser of \$33,300,000.00 or the total principal requirements to build the facility as outlined by the bond agreement. The bonds carry a variable interest rate based on the 30 day LIBOR with a final maturity in 2038.

The following schedule reflects the debt requirements until 2038.

<u>Fiscal Year</u>	<u>Principal</u>
2008	\$ 290,000.00
2009	470,000.00
2010	535,000.00
2011	580,000.00
2012-2016	3,165,000.00
2017-2021	3,825,000.00
2022-2026	5,140,000.00
2027-2031	6,935,000.00
2032-2036	9,335,000.00
2037-2038	3,025,000.00
	<u>\$ 33,300,000.00</u>

Note 5: COMMITMENTS AND CONTINGENCIES**Net Assets Appropriated**

All of the \$622,194.44 unrestricted net assets available at December 31, 2007 were appropriated as anticipated revenue in the capital budget for the year ended December 31, 2008.

Note 6: INTERLOCAL SERVICE AGREEMENTS**Workforce Development Program**

The Authority entered into an agreement with Camden County College to provide assistance to employers seeking funding under various Workforce Development Grants. The Authority receives 10% of all grant revenue realized under the program.

Camden Parking Authority

The Authority authorized an agreement with the City of Camden Parking Authority to assist in the identification of state and federal grants for new parking facilities within the City of Camden, the issuance of tax exempt bonds for parking projects, and the acquisition of property to facilitate the expansion of parking resources.

Brownfields and Redevelopment Center

The Authority entered into an agreement with the County of Camden to establish a Brownfields and Redevelopment Center (BARC) in the County.

Casino Reinvestment Development Authority

On August 11, 2003 the Authority entered into the Intergovernmental Agreement with the Casino Reinvestment Development Authority (CRDA). The agreement called for the provision of a \$24,000,000 grant to the Improvement Authority for redevelopment projects. The funds were to be provided in an amount not to exceed \$2,400,000 per year for ten years beginning March 1, 2004 and are pledged as security for the Crossroads Redevelopment Project Bond Anticipation Notes. or any related obligations.

The Authority, County and CRDA have since agreed to an amendment to the grant where total funds allocable to the project are \$16,500,000. To date all funds have been received. The balance of the Authority outlays will be recovered through the sale of the Pennsauken Mart property to a developer (see Note 7).

Note 7: PENNSAUKEN MART

In order to implement the Crossroads Redevelopment Project, the Authority acquired the Pennsauken Mart property for \$13,225,000 in May of 2004. The Authority assumed control of the Pennsauken Mart on May 17, 2004. In order to allow the Pennsauken Mart to continue operating, the Authority contracted with a company to manage the Mart operations. Retail activities have since drawn to a close and the demolition of the main Mart building has been completed. The financial activity of the Mart has been blended with the Authority's financing activities for financial statement purposes.

Note 8: RELATED PARTY TRANSACTIONS**Related Party Transactions**

The Members of the Authority are appointed by the Board of Chosen Freeholders of the County of Camden. Accordingly, the Freeholders have the ability to influence the nature and amounts of business done by the Authority. The Authority and the County have engaged in significant transactions with each other. These transactions include the issuance of conduit debt obligations and economic development activities.

Note 9: COMMITMENTS AND CONTINGENCIES**Construction Contracts**

The Authority had several outstanding or planned construction projects as of December 31, 2007. These projects are evidenced by contractual commitments with contractors and include:

<u>Project</u>	<u>Balance</u>		<u>Balance Dec. 31, 2007</u>			
	<u>Jan. 1, 2007</u>	<u>Awards</u>	<u>Change Orders</u>	<u>Expended</u>	<u>Retainage</u>	<u>Project</u>
Mart Demolition	\$ 1,084,380			\$ 795,366	\$ 185,264	\$ 103,750
Parking Garage	24,285,156		\$ 1,177,933	24,228,208	106,042	1,128,839
	<u>\$ 25,369,536</u>	<u>---</u>	<u>\$ 1,177,933</u>	<u>\$ 25,023,574</u>	<u>\$ 291,306</u>	<u>\$ 1,232,589</u>

Note 10: RISK MANAGEMENT

The Authority is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. These risks are covered by commercial insurance purchased from independent third parties. Any settled claims from these risks that exceed coverage will be reduced as a component of operating expense in the year incurred. The Authority has not experienced any significant claims for the past several years.

Note 11: PENDING LITIGATION

The Authority is a defendant in several legal proceedings that are in various stages of litigation. It is believed that the outcome, or exposure to the Authority, from such litigation is either unknown or potential losses, if any, would not be material to the financial statements.

Note 12: CHANGE IN ACCOUNTING POLICY

The Authority has adopted GASB Statement No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions*.

Note 13: POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS**Plan Description**

The Authority's defined benefit postemployment healthcare plan, the Camden County Improvement Authority Postemployment Benefits Plan (the "CCIA Plan"), provides fully paid health and prescription benefits to employees retiring with twenty-five (25) years or more of service with Camden County and/or affiliated organizations and twenty-five (25) or more years of service credit in a state or locally administered retirement system and their spouses. The CCIA Plan is affiliated with the County of Camden Health Plan (CCHP), an agent multiple-employer postemployment healthcare plan administered by the County of Camden. The benefit provisions of the plans that participate in CCHP may be established or amended by the respective employer entities; for the CCIA Plan that authority rests with the Board of the Authority. The CCHP does not issue a separate financial report.

Funding Policy

The contribution requirement of the Authority is established by the policy of the Authority and certain employment contracts and may be amended by same. The required contribution is based on projected pay-as-you-go financing requirements. For the year 2007, the Authority did not contribute to the CCIA plan for current premiums. Plan members are not required to make any contributions to the plan.

Note 13: POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (CONT'D)**Annual OPEB Cost and Net OPEB Obligation**

The Authority's annual other postemployment benefit (OPEB) cost (expense) is calculated based on the annual required contribution of the employer (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty years. The following table shows the components of the Authority's annual OPEB cost for the year, the amount actually contributed to the CCIA Plan, and changes in the Authority's net OPEB obligation to the CCIA Plan:

Normal cost	\$ 37,100
Unfunded actuarial liability	<u>10,000</u>
Annual required contribution (expense)	47,100
Net OPEB obligation - beginning of year	<u>---</u>
Net OPEB obligation - end of year	<u>\$ 47,100</u>

Funded Status and Funding Progress

As of December 31, 2007, the most recent actuarial valuation date, the CCIA Plan was 0% funded. The actuarial accrued liability for benefits was \$284,900, and the actuarial value of assets was \$0, resulting in an unfunded actuarial accrued liability (UAAL) of \$284,900. The covered payroll (annual payroll of active employees covered by the plan) was \$450,100, and the ratio of the UAAL to the covered payroll was 63.3%. Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to financial statements, compares the assets used for funding purposes to the comparable liabilities to determine how well the CCIA Plan is funded and how this status has changed over the past several years. The actuarial liability is compared to the actuarial value of assets to determine the funding ratio. The Actuarial Accrued Liability under GASB is determined assuming that the CCIA Plan is ongoing and participants continue to terminate employment, retire, etc., in accordance with the actuarial assumptions.

Actuarial Methods and Assumptions

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

In the December 31, 2007, actuarial valuation, the entry age actuarial cost method was used. The actuarial assumptions included a 5.0 % investment rate of return (net of administrative expenses) and an annual healthcare cost trend rate of 10% initially, reducing by decrements to an ultimate rate of 5% after fifteen years. Both rates include a 4.5 % salary inflation assumption. The actuarial value of the CCIA Plan assets was determined using techniques that spread the effects of short-term volatility in the market value of investments over a three year period. The CCIA Plan's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on a closed basis. The remaining amortization period at December 31, 2007, was thirty years.

REQUIRED SUPPLEMENTARY INFORMATION

CAMDEN COUNTY IMPROVEMENT AUTHORITY
 Required Supplementary Information
 Schedule of Funding Progress for the OPEB Plan

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability - (AAL) Entry Age (b)	Unfunded AAL (UAAL) (b - a)	Funded Ratio (a / b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b - a) / c)
12/31/2007	\$ 0	\$ 284,900.00	\$ 284,900.00	0 %	\$ 450,100.00	63.3%

Schedule RSI-2

CAMDEN COUNTY IMPROVEMENT AUTHORITY
 Required Supplementary Information
 Schedule of Employer Contributions to the OPEB Plan

Year Ended December 31,	Annual Required Contribution (ARC)	Percentage of ARC Contributed
2007	\$ 47,100.00	---

SUPPLEMENTARY SCHEDULES

CAMDEN COUNTY IMPROVEMENT AUTHORITY
Combining Schedule of Revenues, Expenses and Changes in Net Assets
For the Year Ended December 31, 2007

	Unrestricted		
	Operating	Garage	Total
Operating Revenues:			
Parking Revenue	\$ 916,145.07	\$ 795,948.96	\$ 795,948.96
Financing and Related Fees	68,419.40		916,145.07
Rental Income	32,975.00		68,419.40
Banquet/Economic Summit Income	26,493.41		32,975.00
Intergovernmental Revenues	3,173.75		26,493.41
Miscellaneous Revenues			3,173.75
	<u>1,047,206.63</u>	<u>795,948.96</u>	<u>1,843,155.59</u>
Operating Expenses:			
Administration:			
Salaries and Wages	703,449.73	19,830.58	723,280.31
Employee Benefits	285,071.71	4,591.39	289,663.10
Other Expenses	585,631.05	10,686.65	596,317.70
Cost of Providing Services:			
Salaries and Wages	59,491.73	59,491.73	59,491.73
Employee Benefits	13,774.16	13,774.16	13,774.16
Other Expenses	238,885.43	238,885.43	238,885.43
Depreciation	685.71	332,007.35	332,693.06
	<u>1,574,838.20</u>	<u>679,267.28</u>	<u>2,254,105.48</u>
Operating Income (Loss)	(527,631.57)	116,681.68	(410,949.89)
Non-operating Income (Expenses):			
Investment Income	53,599.53	26,953.70	80,553.23
Interest Expense		(457,891.82)	(457,891.82)
Amortization of Bond Issuance Costs		(17,401.56)	(17,401.56)
Cancellation of Prior Year Receivables	(15,107.02)		(15,107.02)
Garage Start up Costs		(12,484.59)	(12,484.59)
Increase (Decrease) in Net Assets	(489,139.06)	(344,142.59)	(833,281.65)
Net Assets Jan. 1, 2007	3,798,285.74	(376,541.22)	3,421,744.52
Net Assets Dec. 31, 2007:			
Invested in Capital Assets, Net of Related Debt	2,327,441.77	(361,173.34)	1,966,268.43
Unrestricted	\$ 981,704.91	\$ (359,510.47)	\$ 622,194.44

CAMDEN COUNTY IMPROVEMENT AUTHORITY
Schedule of Cash Receipts and Disbursements
For the Year Ended December 31, 2007

	Unrestricted Operating Account	Restricted			Total
		Camden Garage Accounts	Clementon Accounts	Crossroads Accounts	
Cash and Cash Equivalents Jan. 1, 2007	\$ 1,620,127.62	\$ 28,706,747.76	\$ 14,083.64	\$ 12,173,686.29	\$ 42,514,645.31
Cash Receipts:					
Parking Fees	382,845.36	\$ 413,103.60			795,948.96
Sales Tax Payable	33,281.73				33,281.73
Intergovernmental Revenues	197,076.39			14,100,000.00	14,297,076.39
Financing and Related Fees	531,842.07				531,842.07
Other Revenues Receivable	104,367.14				104,367.14
PILOT Receipts	188,553.28				188,553.28
Proceeds of Bond Anticipation Notes			2,500,000.00	35,000,000.00	37,500,000.00
Premium on Bond Anticipation Notes	106,437.77		325.00		325.00
Intergovernmental Loans Payable	56,946.31	23,606.92	264,301.96		370,739.73
Interest on Investments	75,000.00		1,303.04	605,712.36	687,568.63
Deferred Revenue			25,000.00		100,000.00
Budget Refunds	46,841.04				46,841.04
Transfers In	1,044,398.59			75,000.00	1,119,398.59
Total Cash Receipts Available	4,387,717.30	29,143,458.28	2,805,013.64	61,954,398.65	98,290,587.87
Cash Disbursements:					
Budget Appropriations	1,397,036.89	105,597.44			1,502,634.33
Principal on Bond Anticipation Notes			2,500,000.00	35,000,000.00	37,500,000.00
Interest Payable on Notes and Loans		1,028,639.76	130,885.42	2,003,419.44	3,162,944.62
Payroll Deductions Payable	333,767.10				333,767.10
Investment in Redevelopment Sites	126,102.21		149,938.44	1,968,190.26	2,244,230.91
Accounts Payable	32,913.38	838,541.59		1,069,374.89	1,940,829.86
Sales Tax Payable	33,281.73				33,281.73
Retainage		198,643.00			198,643.00
Accrued Wages Payable	33,151.02				33,151.02
Garage Start up Costs		12,484.59			12,484.59
Construction in Progress		23,543,882.54			23,543,882.54
PILOT Payments	188,553.28				188,553.28
Transfers Out	75,000.00	894,364.60		150,033.99	1,119,398.59
Total Cash Disbursements	2,219,805.61	26,622,153.52	2,780,823.86	40,191,018.58	71,813,801.57
Cash and Cash Equivalents Dec. 31, 2007	\$ 2,167,911.69	\$ 2,521,304.76	\$ 24,189.78	\$ 21,763,380.07	\$ 26,476,786.30

CAMDEN COUNTY IMPROVEMENT AUTHORITY
 Schedule of Improvement Authority Revenues and Expenses - Budget and Actual
 Non-GAAP Budgetary Basis
 For The Year Ended December 31, 2007

	Adopted Budget	Modifications Transfers	Modified Budget	Actual	Variance-- Favorable (Unfavorable)
Operating Revenues:					
Financing and Related Fees	\$ 1,379,867.00		\$ 1,379,867.00	\$ 916,145.07	\$ (463,721.93)
Rental Income				68,419.40	68,419.40
Banquet Income				32,975.00	32,975.00
Intergovernmental Revenues				26,493.41	26,493.41
Miscellaneous				3,173.75	3,173.75
Non-Operating Revenues:					
Interest on Investments	35,000.00		35,000.00	53,599.53	18,599.53
Total Revenues	1,414,867.00	---	1,414,867.00	1,100,806.16	(314,060.84)
Operating Expenses:					
Administration:					
Salaries & Wages	778,479.00		778,479.00	703,449.73	75,029.27
Employee Benefits	274,588.00		274,588.00	285,071.71	(10,483.71)
Other Expenses	461,800.00		461,800.00	585,631.05	(123,831.05)
Total Administration	1,514,867.00	---	1,514,867.00	1,574,152.49	(59,285.49)
Total Operating Expenses	1,514,867.00	---	1,514,867.00	1,574,152.49	(59,285.49)
Unrestricted Net Assets to Balance Budget	100,000.00	---	100,000.00	---	100,000.00
Total Operating Expenses and Unrestricted Net Assets	1,414,867.00	---	1,414,867.00	1,574,152.49	159,285.49
Excess Expenses over Revenues	---	---	---	\$ (473,346.33)	\$ (473,346.33)
Analysis of Charges to Appropriations					
Cash Disbursed				\$ 1,251,724.14	
Budget Refunds				(46,841.04)	
Payroll Deductions Payable				330,980.14	
Accrued Wages Payable				2,763.47	
Accounts Payable				64,784.32	
Decrease in Compensated Absences				(29,318.54)	
Prepaid Expenses Applied				60.00	
				<u>\$ 1,574,152.49</u>	
Reconciliation to Operating Income (Loss) (Schedule 1)					
Excess of Operating Expenses over Revenues				\$ (473,346.33)	
Deduct: Interest Revenue				(53,599.53)	
Deduct: Depreciation				(685.71)	
Operating Income (Loss)				<u>\$ (527,631.57)</u>	

CAMDEN COUNTY IMPROVEMENT AUTHORITY
 Schedule of Parking Garage Revenues and Expenses - Budget and Actual
 Non-GAAP Budgetary Basis
 For The Year Ended December 31, 2007

	Adopted Budget	Modifications Transfers	Modified Budget	Actual	Variance-- Favorable (Unfavorable)
Operating Revenues:					
Parking Fees	\$ 1,608,312.00		\$ 1,608,312.00	\$795,948.96	\$ (812,363.04)
Non-Operating Revenues:					
Interest on Investments				26,953.70	26,953.70
Total Revenues	1,608,312.00	---	1,608,312.00	822,902.66	(785,409.34)
Operating Expenses:					
Administration:					
Salaries & Wages				19,830.58	(59,491.73)
Employee Benefits				4,591.39	(4,591.39)
Other Expenses				10,686.65	(10,686.65)
Total Administration	---	---	---	35,108.61	(74,769.77)
Cost of Service					
Salaries & Wages				59,491.73	(59,491.73)
Employee Benefits				13,774.16	(13,774.16)
Other Expenses				238,885.43	(238,885.43)
Total Cost of Service	---	---	---	312,151.32	(312,151.32)
Total Operating Expenses	---	---	---	347,259.93	(386,921.09)
Non-Operating Expenses					
Interest Expense	1,608,312.00	---	1,608,312.00	457,891.82	1,150,420.18
Total Operating Expenses and Unrestricted Net Assets	1,608,312.00	---	1,608,312.00	805,151.75	763,499.10
Excess Revenues over Expenses	---	---	---	\$ 17,750.91	\$ 17,750.91
<u>Analysis of Charges to Appropriations</u>					
Cash Disbursed				\$ 250,910.19	
Interest				457,891.82	
Accounts Payable				96,349.74	
				<u>\$ 805,151.75</u>	
<u>Reconciliation to Operating Income (Schedule 1)</u>					
Excess of Revenues over Operating Expenses				\$ 17,750.91	
Add: Interest Expense				457,891.82	
Deduct: Interest Revenue				(26,953.70)	
Deduct: Depreciation				(332,007.35)	
Operating Income				<u>\$ 116,681.68</u>	

CAMDEN COUNTY IMPROVEMENT AUTHORITY
 Analysis of Financing and Related Fees Receivable
 For The Year Ended December 31, 2007

	<u>Balance</u> <u>Jan. 1, 2007</u>	<u>Accrued</u>	<u>Deferred</u> <u>Revenue Applied</u>	<u>Received</u>	<u>Balance</u> <u>Dec. 31, 2007</u>
Application Fees		\$ 4,000.00		\$ 4,000.00	
Annual Administration Fees	\$ 74,500.00	184,669.00		209,741.00	\$ 49,428.00
Construction Monitoring Fees		149,500.00		149,500.00	
Financing & Other Fees		577,976.07	\$ 409,375.00	168,601.07	
	<u>\$ 74,500.00</u>	<u>\$ 916,145.07</u>	<u>\$ 409,375.00</u>	<u>\$ 531,842.07</u>	<u>\$ 49,428.00</u>

Schedule 6

CAMDEN COUNTY IMPROVEMENT AUTHORITY
 Analysis of Intergovernmental Accounts Receivable
 For The Year Ended December 31, 2007

	<u>Balance</u> <u>Jan. 1, 2007</u>	<u>Cancelled</u>	<u>Accrued</u>	<u>Received</u>	<u>Balance</u> <u>Dec. 31, 2007</u>
Miscellaneous Governmental Entities:					
Redevelopment Studies	\$ 175,000.00	\$ 4,417.02	\$ 26,493.41	\$ 197,076.39	
Camden County College:					
Workforce Development Cooperation	10,690.00	10,690.00			
	<u>\$ 185,690.00</u>	<u>\$ 15,107.02</u>	<u>\$ 26,493.41</u>	<u>\$ 197,076.39</u>	<u>---</u>

CAMDEN COUNTY IMPROVEMENT AUTHORITY

Analysis of Other Revenues Receivable
For The Year Ended December 31, 2007

	<u>Pennsauken Mart</u>	<u>Miscellaneous Income</u>	<u>Banquet & Summit Income</u>	<u>Rental Income</u>	<u>Total</u>
Balance Jan. 1, 2007	\$ 418,219.46	\$ 514.73	\$ 75.00	\$ 13,621.02	\$ 432,430.21
Increased by:					
Accrued		3,173.75	32,975.00	68,419.40	104,568.15
	418,219.46	3,688.48	33,050.00	82,040.42	536,998.36
Decreased by:					
Capitalized Received	418,219.46	3,688.48	33,050.00	67,628.66	418,219.46 104,367.14
	418,219.46	3,688.48	33,050.00	67,628.66	522,586.60
Balance Dec. 31, 2007	---	---	---	\$ 14,411.76	\$ 14,411.76

CAMDEN COUNTY IMPROVEMENT AUTHORITY

Analysis of Investment in Redevelopment Sites
For The Year Ended December 31, 2007

	<u>Crossroads Project</u>	<u>Clementon Project</u>	<u>Total</u>
Balance January 1, 2007	\$ 22,356,308.49	\$ 2,826,519.51	\$ 25,182,828.00
Increased by:			
Disbursements	2,094,292.47	149,938.44	2,244,230.91
Accounts Payable	493,001.82		493,001.82
Capitalized Interest	2,004,157.79	129,891.93	2,134,049.72
Mart Losses Capitalized	418,219.46		418,219.46
	<u>27,365,980.03</u>	<u>3,106,349.88</u>	<u>30,472,329.91</u>
Decreased by:			
Interest Revenue	605,712.36	1,303.04	607,015.40
Premium on BAN		325.00	325.00
CRDA Grant	11,700,000.00		11,700,000.00
	<u>11,700,000.00</u>	<u>1,303.04</u>	<u>11,700,000.00</u>
Balance December 31, 2007	<u>\$ 15,060,267.67</u>	<u>\$ 3,104,721.84</u>	<u>\$ 18,164,989.51</u>

CAMDEN COUNTY IMPROVEMENT AUTHORITY

Analysis of Property, Plant and Equipment
For The Year Ended December 31, 2007

	<u>Balance</u> <u>Jan. 1, 2007</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>Dec. 31, 2007</u>
Land				
Wiggins Waterfront Land	\$ 1,199,528.23			\$ 1,199,528.23
Flyers Training Facility Land	1,125,514.50			1,125,514.50
Buildings		\$ 29,110,427.52		29,110,427.52
Furniture and Equipment	22,076.00			22,076.00
Major Movable Equipment		290,937.00		290,937.00
	<hr/> 2,347,118.73	29,401,364.52	---	31,748,483.25
Decreased by:				
Depreciation Expense	18,991.22	332,693.06		351,684.28
	<hr/> \$ 2,328,127.51	\$ 29,068,671.46	---	\$ 31,396,798.97
				<hr/> <hr/>

Schedule 10

CAMDEN COUNTY IMPROVEMENT AUTHORITY

Analysis of Construction in Progress
For the Year Ended December 31, 2007

Balance January 1, 2007		\$ 5,171,922.65
Cost Incurred in 2007:		
Disbursements	\$ 23,543,882.54	
Accounts Payable	192,092.00	
Capitalized Interest	493,467.33	
		<hr/> 24,229,441.87
Transferred to Completed		\$ 29,401,364.52
		<hr/> <hr/>

CAMDEN COUNTY IMPROVEMENT AUTHORITYAnalysis of Accrued Interest Payable
For the Year Ended December 31, 2007

Balance Jan. 1, 2007		\$ 919,848.42
Increased by:		
Capitalized as Construction in Progress	\$ 493,467.33	
Interest Expense	457,891.82	
Investment in Redevelopment Sites	<u>2,134,049.72</u>	
		<u>3,085,408.87</u>
		4,005,257.29
Decreased by:		
Disbursements		<u>3,162,944.62</u>
		<u>\$ 842,312.67</u>
Balance Dec. 31, 2007		

CAMDEN COUNTY IMPROVEMENT AUTHORITY
 Schedule of Revenue Bonds Payable
 For the Year Ended December 31, 2007

<u>Purpose</u>	<u>Date of Issue</u>	<u>Original Issue</u>	<u>Maturities of Bonds</u>		<u>Interest Rate</u>	<u>Balance Jan. 1, 2007</u>	<u>Paid</u>	<u>Balance Dec. 31, 2007</u>
			<u>Year</u>	<u>Amount</u>				
Camden Parking Facility Project, Series 2006	April 1, 2006	\$ 33,300,000	2008	\$ 290,000	Var			
			2009	470,000	Var			
			2010	535,000	Var			
			2011	580,000	Var			
			2012-2016	3,165,000	Var			
			2017-2021	3,825,000	Var			
			2022-2026	5,140,000	Var			
			2027-2031	6,935,000	Var			
			2032-2036	9,335,000	Var			
			2037-2038	3,025,000	Var			
						\$ 33,300,000	---	\$ 33,300,000.00

CAMDEN COUNTY IMPROVEMENT AUTHORITY

PART II

REQUIRED SUPPLEMENTARY SCHEDULES

DECEMBER 31, 2007

CAMDEN COUNTY IMPROVEMENT AUTHORITY
 Schedule of Camden County Lease Revenue Bonds Cash Receipts and Disbursements
 For the Year Ended December 31, 2007

	Camden Academy Charter High School	Camden County College Project	Camden County College Project Series 2006 A	City of Camden Redevelopment Project	Health Services Center Refunding Bonds, Series A
Cash, Equivalents and Investments Jan. 1,	\$ 553,843.62	\$ 762,668.86	\$ 16,023,370.96	\$ 400,762.63	\$ 4,182.30
Increases:					
Investment Receipts	20,794.94	2,398.65	512,749.71	15,982.08	4,421.52
Premium on Bonds					
Proceeds from Issuance of Bonds					
Equity Contribution					
Accrued Interest to Date of Sale					
Lease/Mortgage Revenue		2,092,270.81	494,646.84		2,834,812.09
Total Increases	20,794.94	2,094,669.46	1,007,396.55	15,982.08	2,839,233.61
Decreases:					
Interest on Bonds Paid	80,000.00	386,640.00	1,221,031.25	15,540.00	1,095,151.26
Bond Principal	120,000.00	735,000.00		190,000.00	1,745,000.00
To Bond Refunding Escrow					
Bond Issue Costs					
Requisitions		1,539,408.36	10,703,393.01		
Original Issue Discount					
Total Decreases	200,000.00	2,661,048.36	11,924,424.26	205,540.00	2,840,151.26
Cash, Equivalents and Investments Dec. 31,	\$ 374,638.56	\$ 196,289.96	\$ 5,106,343.25	\$ 211,204.71	\$ 3,264.65

(Continued)

CAMDEN COUNTY IMPROVEMENT AUTHORITY
 Schedule of Camden County Lease Revenue Bonds Cash Receipts and Disbursements
 For the Year Ended December 31, 2007

	Health Services Center Refunding Bonds, Series B	Lease Revenue Bonds, Series 1996	Lease Revenue Bonds, Series 1997	Lease Revenue Refunding Bonds, Series 1998A	Lease Revenue Refunding Bonds, Series 1998B
Cash, Equivalents and Investments Jan. 1,	\$ 476,848.63	\$ 142,270.76	\$ 20,099.22	\$ 1,175.53	\$ 287.82
Increases:					
Investment Receipts	10,136.14	7,607.33	1,356.98	877.66	387.93
Premium on Bonds					
Proceeds from Issuance of Bonds					
Equity Contribution					
Accrued Interest to Date of Sale					
Lease/Mortgage Revenue	232,815.46	856,896.99	895,061.00	1,591,305.59	571,304.08
Total Increases	242,951.60	864,504.32	896,417.98	1,592,183.25	571,692.01
Decreases:					
Interest on Bonds Paid	37,475.00	21,918.75	115,827.50	382,680.00	466,815.00
Bond Principal	200,000.00	835,000.00	780,000.00	1,210,000.00	105,000.00
To Bond Refunding Escrow					
Bond Issue Costs					
Requisitions					
Original Issue Discount		57,482.56	13,095.12		
Total Decreases	237,475.00	914,401.31	908,922.62	1,592,680.00	571,815.00
Cash, Equivalents and Investments Dec. 31,	\$ 482,325.23	\$ 92,373.77	\$ 7,594.58	\$ 678.78	\$ 164.83

CAMDEN COUNTY IMPROVEMENT AUTHORITY
 Schedule of Camden County Lease Revenue Bonds Cash Receipts and Disbursements
 For the Year Ended December 31, 2007

	Lease Revenue				
	Bonds, Series 1998C	Lease Revenue Bonds, Series 1999	Lease Revenue Bonds, Series 2000	Lease Revenue Bonds, Series 2001	Lease Revenue Bonds, Series 2002
Cash, Equivalents and Investments Jan. 1,	\$ 323,017.97	\$ 1,052,719.04	\$ 2,308,786.67	\$ 3,180,075.71	\$ 1,422,863.32
Increases:					
Investment Receipts	17,064.88	53,167.42	115,166.82	157,983.60	71,351.73
Premium on Bonds					
Proceeds from Issuance of Bonds					
Equity Contribution					
Accrued Interest to Date of Sale					
Lease/Mortgage Revenue	1,414,277.15	960,481.20	1,328,683.46	1,142,205.79	1,250,474.17
Total Increases	1,431,342.03	1,013,648.62	1,443,850.28	1,300,189.39	1,321,825.90
Decreases:					
Interest on Bonds Paid	115,425.00	186,281.26	339,778.76	323,152.52	441,515.00
Bond Principal	1,300,000.00	775,000.00	990,000.00	820,000.00	810,000.00
To Bond Refunding Escrow					
Bond Issue Costs					
Requisitions	15,909.29	94,936.10	116,680.13	252,371.83	84,896.20
Original Issue Discount					
Total Decreases	1,431,334.29	1,056,217.36	1,446,458.89	1,395,524.35	1,336,411.20
Cash, Equivalents and Investments Dec. 31,	\$ 323,025.71	\$ 1,010,150.30	\$ 2,306,178.06	\$ 3,084,740.75	\$ 1,408,278.02

CAMDEN COUNTY IMPROVEMENT AUTHORITY
 Schedule of Camden County Lease Revenue Bonds Cash Receipts and Disbursements
 For the Year Ended December 31, 2007

	Lease Revenue Refunding Bonds, Series 2003A	Lease Revenue Bonds, Series 2003B	Lease Revenue Bonds, Series 2004A	Lease Revenue Bonds, Series 2005A	Lease Revenue Bonds, Series 2005B
Cash, Equivalents and Investments Jan. 1,	\$ 1,794.17	\$ 3,437,414.84	\$ 4,769,724.32	\$ 5,250.63	\$ 5,860,956.28
Increases:					
Investment Receipts	3,126.37	170,889.93	232,049.98	953.55	467,027.64
Premium on Bonds					
Proceeds from Issuance of Bonds					
Equity Contribution					
Accrued Interest to Date of Sale					
Lease/Mortgage Revenue	3,667,786.54	1,524,518.32	1,528,637.15	958,484.85	7,321,846.18
Total Increases	3,670,912.91	1,695,408.25	1,760,687.13	959,438.40	7,788,873.82
Decreases:					
Interest on Bonds Paid	1,905,387.50	670,786.28	759,912.50	894,180.00	1,413,253.76
Bond Principal	1,765,000.00	855,000.00	770,000.00	70,000.00	1,095,000.00
To Bond Refunding Escrow					
Bond Issue Costs					
Requisitions					
Original Issue Discount		522,156.65	1,260,931.55		2,188,503.43
Total Decreases	3,670,387.50	2,047,942.93	2,790,844.05	964,180.00	4,696,757.19
Cash, Equivalents and Investments Dec. 31,	\$ 2,319.58	\$ 3,084,880.16	\$ 3,739,567.40	\$ 509.03	\$ 8,953,072.91

(Continued)

CAMDEN COUNTY IMPROVEMENT AUTHORITY
 Schedule of Camden County Lease Revenue Bonds Cash Receipts and Disbursements
 For the Year Ended December 31, 2007

	Lease Revenue Bonds, Series 2006A	Lease Revenue Bonds, Series 2007	Open Space Trust Bonds	Waterfront Revenue Refunding Bonds
Cash, Equivalents and Investments Jan. 1,	\$ 15,106,308.63		\$ 1,456,254.79	\$ 161,262.23
Increases:				
Investment Receipts	717,581.95	\$ 10,357.47	77,729.69	8,809.75
Premium on Bonds				
Proceeds from Issuance of Bonds		14,249,499.38		
Equity Contribution				
Accrued Interest to Date of Sale				
Lease/Mortgage Revenue	607,122.79		1,848,289.55	5,371,375.00
Total Increases	1,324,704.74	14,259,856.85	1,926,019.24	5,380,184.75
Decreases:				
Interest on Bonds Paid	612,508.13		849,917.52	
Bond Principal			1,000,000.00	200,000.00
To Bond Refunding Escrow				
Bond Issue Costs	10,991,754.47	5,343,621.57		5,341,446.98
Requisitions				
Original Issue Discount				
Total Decreases	11,604,262.60	5,343,621.57	1,849,917.52	5,541,446.98
Cash, Equivalents and Investments Dec. 31,	\$ 4,826,750.77	\$ 8,916,235.28	\$ 1,532,356.51	---

CAMDEN COUNTY IMPROVEMENT AUTHORITY
 Schedule of Conduit Debt
 For The Year Ended December 31, 2007

Issue	Issue Date	Issued Amount	Balance			
			Jan. 1, 2007	Dec. 31, 2007		
Guaranteed by Other Governmental Entities:						
City of Camden Redevelopment Project	07/01/93	\$ 2,140,000	\$ 390,000	\$ 190,000	\$ 200,000	
Lease Revenue Bonds, Series 1996	09/01/96	12,170,000	835,000	835,000		
Lease Revenue Bonds, Series 1997	12/01/97	12,025,000	2,450,000	780,000	1,670,000	
Waterfront Revenue Refunding Bonds	01/27/98	1,700,000	200,000	200,000		
Lease Revenue Refunding Bonds, Series 1998A	01/29/98	12,745,000	8,175,000	1,210,000	6,965,000	
Lease Revenue Refunding Bonds, Series 1998B	01/29/98	10,725,000	10,015,000	105,000	9,910,000	
Lease Revenue Bonds, Series 1998C	06/15/98	14,915,000	2,565,000	1,300,000	1,265,000	
Lease Revenue Bonds, Series 1999	09/08/99	22,100,000	3,775,000	775,000	3,000,000	
Lease Revenue Bonds, Series 2000	07/27/00	22,645,000	6,730,000	990,000	5,740,000	
Lease Revenue Bonds, Series 2001	07/15/01	20,430,000	7,605,000	820,000	6,785,000	
Camden County College Project	07/18/02	12,500,000	9,835,000	735,000	9,100,000	
Lease Revenue Bonds, Series 2002	11/07/02	19,050,000	11,155,000	810,000	10,345,000	
Open Space Trust Bonds	03/13/03	26,475,000	22,385,000	1,000,000	21,385,000	
Health Services Center Refunding Bonds, Series A	05/28/03	35,180,000	29,085,000	1,745,000	27,340,000	
Health Services Center Refunding Bonds, Series B	05/28/03	2,015,000	1,310,000	200,000	1,110,000	
Lease Revenue Refunding Bonds, Series 2003A	07/14/03	44,075,000	40,760,000	1,765,000	38,995,000	
Lease Revenue Bonds, Series 2003B	10/30/03	19,275,000	16,850,000	855,000	15,995,000	
Camden Academy Charter High School	12/23/03	4,000,000	3,900,000	120,000	3,780,000	
Lease Revenue Bonds, Series 2004A	10/01/04	18,480,000	16,980,000	770,000	16,210,000	
Lease Revenue Refunding Bonds, Series 2005A	05/26/05	21,350,000	21,020,000	70,000	20,950,000	
Lease Revenue Bonds, Series 2005B	12/13/05	32,510,000	31,435,000	1,095,000	30,340,000	
Camden County College Project Series 2006	01/15/06	24,640,000	24,640,000		24,640,000	
Lease Revenue Bonds, Series 2006A	09/01/06	20,455,000	20,455,000		20,455,000	
Lease Revenue Bonds, Series 2007	12/21/07	14,340,000		\$ 14,340,000	14,340,000	
Subtotal Guaranteed by Other Governmental Entities			292,550,000	14,340,000	16,370,000	290,520,000

(Continued)

CAMDEN COUNTY IMPROVEMENT AUTHORITY
 Schedule of Conduit Debt
 For The Year Ended December 31, 2007

Issue	Issue Date	Issued Amount	Balance Jan. 1, 2007	Increased	Decreased	Balance Dec. 31, 2007
Other Series:						
Moorestown Ecumenical Neighborhood (MEND)	02/01/96	\$ 2,000,000	\$ 1,508,894		\$ 66,808	\$ 1,442,086
Planned Parenthood of Southern New Jersey	02/01/97	800,000	365,886		61,620	304,266
Cooper Health System, Series 1997	02/15/97	69,400,000	1,500,000		1,500,000	
Catholic Health East Health System	03/01/98	61,885,000	51,640,000		1,395,000	50,245,000
Ronald McDonald House	03/11/98	2,540,000	2,540,000			2,540,000
Westmont Theater Project	11/17/98	700,000	516,000		32,000	484,000
Westmont Fire Company	01/22/99	807,000	589,556		33,461	556,094
Bestwork Industries for the Blind	02/17/99	700,000	293,628		46,594	247,034
Harvest Village Project	07/29/99	25,000,000	24,130,000		935,000	23,195,000
Collingswood Senior Citizen Center Project	08/27/99	1,300,000	975,000		55,000	920,000
Crestbury Housing Development Revenue Bonds	05/27/00	10,340,000	8,355,000		425,000	7,930,000
Trinity Presbyterian Church	11/02/00	950,000	760,091		36,926	723,165
Berlin Borough Affordable Housing	12/19/00	1,500,000	1,410,231		21,727	1,388,505
Congregation Beth El Project	06/21/01	4,925,000	4,240,000		150,000	4,090,000
Cooper Medical Center Project	02/14/02	10,500,000	8,950,794		378,833	8,571,961
Gloucester Township Public Works	04/18/02	5,000,000	4,360,000		180,000	4,180,000
Cherry Hill Library Project	05/21/02	19,780,000	17,625,000		775,000	16,850,000
Temple Beth Shalom Project	12/12/02	3,000,000	2,582,405		115,777	2,466,627
Liberty Park Townhomes Project	02/04/03	9,350,000	9,185,326		99,734	9,085,592
Health Care Redevelopment (Cooper Hospital) Series A	08/19/04	30,800,000	30,800,000			30,800,000
Health Care Redevelopment (Cooper Hospital) Series B	08/19/04	40,000,000	40,000,000			40,000,000
Health System Obligation Bonds (Cooper Hospital) Series A	12/11/05	75,000,000	75,000,000			75,000,000
Health System Obligation Bonds (Cooper Hospital) Series B	12/11/05	60,655,000	60,655,000			60,655,000
Parkview Redevelopment Housing Project 2006	04/15/06	50,400,000	50,400,000		1,750,000	52,150,000
Cherry Hill Recreation Facilities	04/13/07	4,500,000		\$ 4,500,000		4,500,000
Cherry Hill Library Project Refunding	09/07/07	12,950,000		12,950,000		12,950,000
Gloucester Southport Project			5,000,000	5,000,000	5,000,000	5,000,000
			\$ 695,932,810	\$ 36,790,000	\$ 29,428,480	\$ 703,294,331

CAMDEN COUNTY IMPROVEMENT AUTHORITY

PART III

FINDINGS AND RECOMMENDATIONS FOR THE YEAR ENDED

DECEMBER 31, 2007

CAMDEN COUNTY IMPROVEMENT AUTHORITY
Schedule Of Findings And Recommendations
For The Fiscal Year Ended December 31, 2007

This section identifies the significant deficiencies, material weaknesses, and instances of noncompliance related to the financial statements that are required to be reported in accordance with Government Auditing Standards and with audit requirements as prescribed by the Local Finance Board, Department of Community Affairs, State of New Jersey.

None.

CAMDEN COUNTY IMPROVEMENT AUTHORITY
Summary Schedule Of Prior Year Findings As Prepared By Management

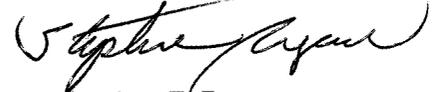
This section identifies the status of prior year findings related to the financial statements that are required to be reported in accordance with Government Auditing Standards.

None.

APPRECIATION

I express my appreciation for the courtesies extended and assistance rendered to me during the course of this audit.

Respectfully submitted,

A handwritten signature in black ink, appearing to read "Stephen E. Ryan", written in a cursive style.

Stephen E. Ryan
Certified Public Accountant
Registered Municipal Accountant

