

TOWN OF SECAUCUS



HUDSON COUNTY, NEW JERSEY

REPORT OF AUDIT

FOR THE YEAR ENDED
DECEMBER 31, 2020

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TOWN OF SECAUCUS

PART I

REPORT OF AUDIT OF FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2020

INDEPENDENT AUDITOR'S REPORT

The Honorable Mayor and
Members of the Town Council
Town of Secaucus
Secaucus, New Jersey 07094

Report on the Financial Statements

We have audited the accompanying statements of assets, liabilities, reserves and fund balance - regulatory basis of the various funds of the Town of Secaucus, in the County of Hudson, State of New Jersey, as of December 31, 2020 and 2019, and the related statements of operations and changes in fund balance - regulatory basis for the years then ended, and the related statement of revenues - regulatory basis, statement of expenditures - regulatory basis, and statement of general fixed asset group of accounts - regulatory basis for the year ended December 31, 2020, and the related notes to the financial statements, which collectively comprise the Town's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the financial reporting provisions of the Division of Local Government Services, Department of Community Affairs, State of New Jersey; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America; 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 Division of Local Government Services, 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 from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

Basis for Adverse Opinion on Accounting Principles Generally Accepted in the United States of America

As described in note 1 to the financial statements, the financial statements are prepared by the Town on the basis of the financial reporting provisions of the Division of Local Government Services, Department of Community Affairs, State of New Jersey, which is a basis of accounting other than accounting principles generally accepted in the United States of America, to meet the requirements of the State of New Jersey.

The effects on the financial statements of the variances between the regulatory basis of accounting described in note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

Adverse Opinion on Accounting Principles Generally Accepted in the United States of America

In our opinion, because of the significance of the matter discussed in the “*Basis for Adverse Opinion on Accounting Principles Generally Accepted in the United States of America*” paragraph, the financial statements referred to above do not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position of the Town of Secaucus, in the County of Hudson, State of New Jersey, as of December 31, 2020 and 2019, or the results of its operations and changes in fund balance for the years then ended.

Opinion on Regulatory Basis of Accounting

In our opinion, the financial statements referred to previously present fairly, in all material respects, the assets, liabilities, reserves and fund balance - regulatory basis of the various funds of the Town of Secaucus, in the County of Hudson, State of New Jersey, as of December 31, 2020 and 2019, and the results of its operations and changes in fund balance - regulatory basis of such funds for the years then ended, and the revenues - regulatory basis and expenditures - regulatory basis of the various funds, and general fixed asset group of accounts - regulatory basis, for the year ended December 31, 2020, in conformity with accounting principles and practices prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, as described in note 1.

Other Matters

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town's basic financial statements. The supplemental statements and schedules presented for the various funds, as listed in the table of contents, are presented for purposes of additional analysis as required by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, and are not a required part of the basic financial statements. The accompanying schedules of expenditures of federal awards and state financial assistance are presented for purposes of additional analysis as required by Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), and State of New Jersey Circular 15-08-OMB, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*, respectively, and are also not a required part of the basic financial statements.

The supplemental statements and schedules presented for the various funds and the schedules of expenditures of federal awards and state financial assistance are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplemental statements and schedules described in the previous paragraph are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated October 19, 2021 on our consideration of the Town of Secaucus, in the County of Hudson, State of New Jersey, internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely 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 effectiveness of the Town of Secaucus' internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Town of Secaucus' internal control over financial reporting and compliance.

Respectfully submitted,

BOWMAN & COMPANY LLP

BOWMAN & COMPANY LLP
Certified Public Accountants
& Consultants

L. Jarred Corn

L. Jarred Corn
Certified Public Accountant
Registered Municipal Accountant

Voorhees, New Jersey
October 19, 2021

**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**

INDEPENDENT AUDITOR'S REPORT

The Honorable Mayor and
Members of the Town Council
Town of Secaucus
Secaucus, New Jersey 07094

We have audited, in accordance with the 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 the audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, the financial statements prepared on a regulatory basis of accounting prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, of the Town of Secaucus, in the County of Hudson, State of New Jersey, as of and for the year ended December 31, 2020, and the related notes to the financial statements, which collectively comprise the Town's basic financial statements, and have issued our report thereon dated October 19, 2021. That report indicated that the Town of Secaucus' financial statements were not prepared in accordance with accounting principles generally accepted in the United States of America, but were prepared on a regulatory basis of accounting prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Town of Secaucus' internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Town of Secaucus' internal control. Accordingly, we do not express an opinion on the effectiveness of the Town of Secaucus' internal control.

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that have not been identified. However, as described in the accompanying *Schedule of Findings and Questioned Costs*, we did identify certain deficiencies in internal control that we consider to be material weaknesses and significant deficiencies.

A *deficiency in internal control* 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 and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. We consider the deficiencies described in the accompanying *Schedule of Findings and Questioned Costs* as Finding No. 2020-003 to be a material weakness.

A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance. We consider the deficiencies described in the accompanying *Schedule of Findings and Questioned Costs* as Finding No. 2020-001 and Finding No. 2020-002 to be significant deficiencies.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Town of Secaucus' financial statements are free from 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 financial statements. 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 instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, and which are described in the accompanying *Schedule of Findings and Questioned Costs* as Finding No. 2020-001 and Finding No. 2020-002.

The Town of Secaucus' Response to Findings

The Town of Secaucus' response to the findings identified in our audit is described in the accompanying *Schedule of Findings and Questioned Costs*. The Town of Secaucus' response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* and audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, and federal and state awarding agencies and pass-through entities, in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Respectfully submitted,

BOWMAN & COMPANY LLP

BOWMAN & COMPANY LLP
Certified Public Accountants
& Consultants

L. Jarred Corn

L. Jarred Corn
Certified Public Accountant
Registered Municipal Accountant

Voorhees, New Jersey
October 19, 2021

TOWN OF SECAUCUS

CURRENT FUND

Comparative Statements of Assets, Liabilities, Reserves and Fund Balance - Regulatory Basis
As of December 31, 2020 and 2019

	<u>Ref.</u>	<u>2020</u>	<u>2019</u>
<u>ASSETS</u>			
Regular Fund:			
Cash - Treasurer	SA-1	\$ 14,348,056.66	\$ 12,029,424.50
Cash - Collector	SA-2	280,715.95	245,232.97
Cash - Change Fund	SA-3	575.00	575.00
Due from State of New Jersey:			
Senior Citizens' and Veterans' Deductions	SA-5	13,816.72	14,316.72
		<u>14,643,164.33</u>	<u>12,289,549.19</u>
Receivables and Other Assets with Full Reserves:			
Delinquent Property Taxes Receivable	SA-6	587,354.36	468,955.39
Maintenance Liens Receivable	SA-7	2,542.00	
Property Acquired for Taxes (at Assessed Valuation)		1,316,300.00	1,316,300.00
Revenue Accounts Receivable	SA-8	98,643.06	79,603.39
Due from Federal and State Grant Fund	SA-10		374,770.21
Due from Trust Assessment Fund	SB-5	2,765.77	11,439.75
Due from Animal Control Fund	SB-7	5,584.40	7,279.40
Due from Municipal Open Space Fund	SB-10		560,235.55
Due from Trust - Other Funds	SB-12	97,239.90	
Due from Swimming Pool Utility Operating Fund	SD-5	1,000.00	48,891.44
Due from Bond and Interest Fund	SF-2	266.11	87.40
		<u>2,111,695.60</u>	<u>2,867,562.53</u>
Deferred Charges:			
Overexpenditure of Appropriations	A-3		179,376.62
		<u>-</u>	<u>179,376.62</u>
Total Regular Fund		<u>16,754,859.93</u>	<u>15,336,488.34</u>
Federal and State Grant Fund:			
Cash	SA-1	165,437.64	45,478.42
Federal and State Grants Receivable	SA-9	2,676,995.86	5,318,845.54
Due from Current Fund	SA-10	428,134.26	
Due from Trust - Other Funds	SB-13	18,080.00	74,079.66
Deferred Charges:			
Expenditure without Appropriation	SA-11	35,436.58	59,293.93
Total Federal and State Grant Fund		<u>3,324,084.34</u>	<u>5,497,697.55</u>
Total Assets		<u>\$ 20,078,944.27</u>	<u>\$ 20,834,185.89</u>

(Continued)

TOWN OF SECAUCUS

CURRENT FUND

Comparative Statements of Assets, Liabilities, Reserves and Fund Balance - Regulatory Basis
As of December 31, 2020 and 2019

	<u>Ref.</u>	<u>2020</u>	<u>2019</u>
LIABILITIES, RESERVES AND FUND BALANCE			
Regular Fund:			
Liabilities:			
Appropriation Reserves	A-3, SA-12	\$ 3,915,656.92	\$ 3,946,675.28
Reserve for Encumbrances	A-3, SA-12	1,596,287.66	1,540,577.32
Deposits Payable		30,899.87	30,899.87
Prepaid Taxes	SA-13	564,031.43	523,486.70
Tax Overpayments	SA-14	11,690.53	14,344.68
Local School District Taxes Payable	SA-15		0.02
County Taxes Payable	SA-16	0.02	
Due County for Added and Omitted Taxes	SA-17	89,147.07	126,107.67
Accounts Payable	SA-18	161,926.69	109,317.73
Reserve for Tax Appeals	SA-19	1,270,951.27	350,686.56
Due to Federal and State Grant Fund	SA-10	428,134.26	
Due to Municipal Open Space Fund	SB-10	1,317.44	
Due to Trust - Other Funds	SB-12		114,092.89
Due to General Capital Fund	SC-5	343,831.16	0.17
		<u>8,413,874.32</u>	<u>6,756,188.89</u>
Reserves for Receivables and Other Assets		2,111,695.60	2,867,562.53
Fund Balance	A-1	6,229,290.01	5,712,736.92
Total Regular Fund		<u>16,754,859.93</u>	<u>15,336,488.34</u>
Federal and State Grant Fund:			
Due to Current Fund	SA-10		374,770.21
Due to General Capital Fund	SC-7	390,076.00	400,000.00
Reserve for Federal, State, and Local Grants:			
Unappropriated	SA-20	164,443.55	177,747.50
Appropriated	SA-21	1,271,497.34	2,002,962.46
Reserve for Encumbrances	SA-21	1,498,067.45	2,542,217.38
Total Federal and State Grant Fund		<u>3,324,084.34</u>	<u>5,497,697.55</u>
Total Liabilities, Reserves, and Fund Balance		<u>\$ 20,078,944.27</u>	<u>\$ 20,834,185.89</u>

The accompanying notes to financial statements are an integral part of these statements.

TOWN OF SECAUCUS
CURRENT FUND

Comparative Statements of Operations and Changes in Fund Balance - Regulatory Basis
For the Years Ended December 31, 2020 and 2019

	<u>2020</u>	<u>2019</u>
<u>Revenue and Other Income Realized</u>		
Surplus Utilized	\$ 3,500,000.00	\$ 3,892,840.00
Miscellaneous Revenue Anticipated	9,844,215.30	14,053,729.03
Receipts from Delinquent Taxes	399,918.20	581,045.40
Receipts from Current Taxes	104,993,742.42	103,900,837.92
Non Budget Revenues	491,806.69	893,761.78
Other Credits to Income:		
Unexpended Balance of Appropriation Reserves	2,701,991.79	1,185,675.49
Refunds of Prior Years' Expenditures:		
Receipts	4,303.62	4,064.30
Due Animal Control Fund:		
Statutory Excess	5,554.40	7,279.40
Liquidation of Reserves for:		
Due from Federal and State Grant Fund	374,770.21	
Due from Trust Assessment Fund	8,673.98	
Due from Animal Control Fund	1,695.00	
Due from Municipal Open Space Fund	560,235.55	
Due from General Capital Fund		144,101.12
Due from Swimming Pool Utility Operating Fund	47,891.44	882,255.57
Due from Bond and Interest Fund		821.29
Cancellation of:		
Accounts Payable	109,317.73	71,774.75
Due Federal and State Grant Fund:		
Reserve for Federal, State and Other Grants - Appropriated	666,816.56	23,506.46
Due Trust - Other Funds:		
Reserve for Community Development Block Grant		4,666.74
Total Income	<u>123,710,932.89</u>	<u>125,646,359.25</u>
<u>Expenditures</u>		
Budget and Emergency Appropriations:		
Operations Within "CAPS":		
Salaries and Wages	22,924,300.00	22,806,000.00
Other Expenses	18,170,000.00	19,163,126.62
Deferred Charges and Statutory Expenditures	5,813,528.03	5,005,739.56
Operations Excluded from "CAPS":		
Salaries and Wages	6,010.00	267,242.50
Other Expenses	6,897,017.90	8,712,291.68
Capital Improvements Excluded from "CAPS"	850,000.00	200,000.00
Municipal Debt Service Excluded from "CAPS"	4,275,742.20	4,295,175.06
Deferred Charges Excluded from "CAPS"		120,562.22
Local District School Tax	37,952,013.00	37,258,923.00
County Taxes Payable	21,282,749.90	23,421,366.02

(Continued)

TOWN OF SECAUCUS
CURRENT FUND

Comparative Statements of Operations and Changes in Fund Balance - Regulatory Basis
For the Years Ended December 31, 2020 and 2019

	<u>2020</u>	<u>2019</u>
<u>Expenditures (Cont'd)</u>		
Due County for Added and Omitted Taxes	\$ 90,728.41	\$ 127,689.01
Municipal Open Space Taxes	283,396.26	283,652.29
Refund of Prior Years' Revenues:		
Disbursements	4,107.71	36,267.28
Other		1,135.00
Due to State of New Jersey - Prior Year Senior Citizens'		
Deduction Disallowed by Collector	1,773.97	2,204.11
Creation of Reserves for:		
Maintenance Liens Receivable	2,542.00	
Due from Federal and State Grant Fund		135,729.31
Due from Trust Assessment Fund		11,221.91
Due from Animal Control Fund		912.55
Due from Municipal Open Space Fund		560,235.55
Due from Trust - Other Funds	97,239.90	
Due from Bond and Interest Fund	178.71	
Cancellation of:		
Due Federal and State Grant Fund:		
Federal, State, and Other Grants Receivable	1,043,051.81	
Due Trust - Other Funds:		
Community Development Block Grant Receivable		95,500.00
Total Expenditures	<u>119,694,379.80</u>	<u>122,504,973.67</u>
Excess In Revenue	4,016,553.09	3,141,385.58
Adjustments to Income before Fund Balance:		
Expenditures Included above which are by Statute Deferred		
Charges to Budget of Succeeding Year	<u>-</u>	<u>179,376.62</u>
Statutory Excess to Fund Balance	4,016,553.09	3,320,762.20
<u>Fund Balance</u>		
Balance January 1	<u>5,712,736.92</u>	<u>6,284,814.72</u>
	9,729,290.01	9,605,576.92
Decreased by:		
Utilization as Anticipated Revenue	<u>3,500,000.00</u>	<u>3,892,840.00</u>
Balance December 31	<u><u>\$ 6,229,290.01</u></u>	<u><u>\$ 5,712,736.92</u></u>

The accompanying notes to financial statements are an integral part of these statements.

TOWN OF SECAUCUS
CURRENT FUND
Statement of Revenues - Regulatory Basis
For the Year Ended December 31, 2020

	Anticipated <u>Budget</u>	Special <u>N.J.S. 40A:4-87</u>	<u>Realized</u>	Excess or <u>(Deficit)</u>
Surplus Anticipated	\$ 3,500,000.00	-	\$ 3,500,000.00	-
Miscellaneous Revenues:				
Local Revenues:				
Licenses:				
Alcoholic Beverages	55,000.00		58,389.50	\$ 3,389.50
Fees and Permits	275,000.00		217,903.24	(57,096.76)
Fines and Costs:				
Municipal Court	700,000.00		555,964.22	(144,035.78)
Parking Meters	60,000.00		36,745.03	(23,254.97)
Interest and Costs on Taxes	100,000.00		167,047.71	67,047.71
Interest on Investments and Deposits	100,000.00		96,133.88	(3,866.12)
Fees - Recreation Activities	700,000.00		567,781.02	(132,218.98)
Total Local Revenues	1,990,000.00	-	1,699,964.60	(290,035.40)
State Aid without Offsetting Appropriations:				
Energy Receipts Tax (P.L. 1997, Chapters 162 & 167)	1,817,255.00		1,817,254.99	(0.01)
Total State Aid without Offsetting Appropriations	1,817,255.00	-	1,817,254.99	(0.01)
Dedicated Uniform Construction Code Fees Offset with Appropriations (N.J.S. 40A:4-36 and N.J.A.C. 5:23-4.17)				
Uniform Construction Codes Fee	1,300,000.00	-	1,994,080.20	694,080.20
Special Items of General Revenue Anticipated with Prior Written Consent of Director of Local Government Services:				
Public and Private Revenues Offset With Appropriations:				
Body Armor Replacement Fund Program	6,711.15		6,711.15	
Click It or Ticket	5,500.00		5,500.00	
Drug-Free Communities Support Program	510.00		510.00	
Municipal Alliance on Alcoholism and Drug Abuse	14,121.00		14,121.00	
Recreational Opportunities for Individuals with Disabilities (ROID)	20,000.00		20,000.00	
Recycling Tonnage Grant	144,737.50		144,737.50	
Hudson County Meals on Wheels	73,457.00		73,457.00	
Green Communities Grant	27,000.00		27,000.00	
Partners in Prevention	5,000.00		5,000.00	
Federal Transit Admin (Sec 5310)	50,000.00		50,000.00	
Total Special Items of General Revenue Anticipated with Prior Written Consent of Director of Local Government Services - Public and Private Revenues	347,036.65	-	347,036.65	-

(Continued)

TOWN OF SECAUCUS
CURRENT FUND
Statement of Revenues - Regulatory Basis
For the Year Ended December 31, 2020

	Anticipated <u>Budget</u>	Special <u>N.J.S. 40A:4-87</u>	<u>Realized</u>	Excess or <u>(Deficit)</u>
Miscellaneous Revenues (Cont'd):				
Special Items of General Revenue Anticipated with Prior Written				
Consent of Director of Local Government Services - Other Special Items:				
Uniform Fire Safety Act	\$ 175,000.00		\$ 159,987.49	\$ (15,012.51)
Hotel & Motel Occupancy Fees	1,600,000.00		958,619.86	(641,380.14)
Recreation Center Membership Fees	200,000.00			(200,000.00)
Payment in Lieu of Taxes	140,000.00			(140,000.00)
Payment in Lieu of Taxes - Harper	700,000.00		1,168,906.59	468,906.59
Cable Franchise Fees	100,000.00			(100,000.00)
Parking Lot Fees	1,100,000.00		475,452.19	(624,547.81)
General Capital Surplus	100,000.00		100,000.00	
Secaucus Public Library and Business Resource Center -				
Buildings & Grounds Maintenance Fee	300,000.00		300,000.00	
Assessment Trust Surplus	750,000.00		750,000.00	
Reserve for Payment of Bonds	72,912.73		72,912.73	
	<u>5,237,912.73</u>	<u>-</u>	<u>3,985,878.86</u>	<u>(1,252,033.87)</u>
Total Special Items of General Revenue Anticipated with Prior Written				
Consent of Director of Local Government Services - Other Special Items	<u>5,237,912.73</u>	<u>-</u>	<u>3,985,878.86</u>	<u>(1,252,033.87)</u>
Total Miscellaneous Revenues Anticipated	<u>10,692,204.38</u>	<u>-</u>	<u>9,844,215.30</u>	<u>(847,989.08)</u>
Receipts from Delinquent Taxes	<u>400,000.00</u>	<u>-</u>	<u>399,918.20</u>	<u>(81.80)</u>
Amount to be Raised by Taxes for Support of Municipal Budget:				
Local Tax for Municipal Purposes Including Reserve for Uncollected Taxes	44,000,545.22		44,995,644.29	995,099.07
Minimum Library Tax	1,839,210.56		1,839,210.56	
Total Amount to be Raised by Taxes for Support of Municipal Budget	<u>45,839,755.78</u>	<u>-</u>	<u>46,834,854.85</u>	<u>995,099.07</u>
Total General Revenues	60,431,960.16	-	60,578,988.35	147,028.19
Non Budget Revenues	<u>-</u>	<u>-</u>	<u>491,806.69</u>	<u>491,806.69</u>
Total Revenues	<u>\$ 60,431,960.16</u>	<u>-</u>	<u>\$ 61,070,795.04</u>	<u>\$ 638,834.88</u>

(Continued)

TOWN OF SECAUCUS
CURRENT FUND
Statement of Revenues - Regulatory Basis
For the Year Ended December 31, 2020

Analysis of Realized Revenues

Allocation of Current Tax Collections:		
Revenue from Collections		\$ 104,993,742.42
Allocated to:		
Local School, County and Municipal Open Space		<u>59,608,887.57</u>
Balance for Support of Municipal Budget Appropriations		45,384,854.85
Add: Appropriation "Reserve for Uncollected Taxes"		<u>1,450,000.00</u>
Amount for Support of Municipal Budget Appropriations		<u>\$ 46,834,854.85</u>
Receipts from Delinquent Taxes:		
Delinquent Tax Collections		<u>\$ 399,918.20</u>
Total Receipts from Delinquent Taxes		<u>\$ 399,918.20</u>
Fees and Permits:		
Licenses - Other (Clerk):		
Birth Certificates	\$ 6,510.00	
Clothing Bins	250.00	
Death Certificates	10,295.00	
Filming Permits	550.00	
Gasoline	350.00	
Marriage Licenses - Copies	1,105.00	
Miscellaneous	3,386.10	
Raffle	80.00	
Taxi Operator	<u>2,130.00</u>	
		\$ 24,656.10
Fire Life Hazard Use Fees:		
Fire Inspection Fees	12,475.00	
Fire Permits	6,272.00	
Miscellaneous	871.00	
Residential Smoke Detector Fees	<u>48,340.00</u>	
		67,958.00
Office of Inspection:		
Alarm Registration Fees	75,930.00	
Report Copies	<u>6,219.14</u>	
		82,149.14
Board of Health:		
Itinerant Vendor	325.00	
Miscellaneous	1,070.00	
Penalties	700.00	
Pool Permit	2,000.00	
Retail Food	27,850.00	
Salons	1,820.00	
Vending Permit	<u>9,375.00</u>	
		<u>43,140.00</u>
Total Fees and Permits		<u>\$ 217,903.24</u>

(Continued)

TOWN OF SECAUCUS
CURRENT FUND
Statement of Revenues - Regulatory Basis
For the Year Ended December 31, 2020

Analysis of Realized Revenues (Cont'd)

Fees - Recreation:

After Care Program	\$ 196,144.40	
Basketball Registration	6,675.00	
Beyond the Bell	17,900.00	
Cheerleading Registration	2,350.00	
Field Permits	27,414.50	
Football Registration	4,749.50	
Hockey Registrations	49,907.50	
Learn to Skate	5,099.99	
Miscellaneous	40,782.50	
New Recreation Center	74,056.00	
Rink Rental	33,400.00	
Skating Admissions	26,703.00	
Soccer Registration	15,922.75	
Softball Registration	1,620.00	
Summer Day Camp	64,905.88	
Wrestling Registration	150.00	
	<u>567,781.02</u>	<u>\$ 567,781.02</u>

Uniform Construction Codes Fees:

Alteration Permits	\$ 440,455.00	
CCO Inspections	59,805.00	
Certificate of Occupancy	17,425.00	
Construction Permits	317,560.15	
Contractor's Regulations	21,800.00	
Demo Permits - Commercial / Industrial	1,200.00	
Demo Permits - Residential	450.00	
Directional Signs	800.00	
Dumpster / Container Fees	9,754.44	
Electrical Permits	168,582.00	
Elevator Inspection	62,366.00	
Fire Protection	35,378.00	
Habitability Inspection	24,900.00	
Hotel / Motel License	5,950.00	
Laundry License Fees	1,200.00	
Meadowlands Review Fee	132,614.00	
Miscellaneous	948.00	
Penalty Assessment	32,420.00	
Plan Review Fees	503,176.00	
Plumbing Permits	119,528.00	
Sign Permits	1,076.00	
Street Openings	35,432.61	
Swim Pool - Aboveground	882.00	
Swim Pool - In ground	378.00	
	<u>1,994,080.20</u>	<u>\$ 1,994,080.20</u>

Analysis of Non Budget Revenues

Treasurer - Receipts:

Bid Specs Charge	\$ 850.00
Cable TV/Franchise	120,927.11
Copy Charges	120.00
FEMA	10,186.66
Franchise Fees / Shelter Ads	797.94
Host Community Fees	100,461.88

(Continued)

TOWN OF SECAUCUS
CURRENT FUND
Statement of Revenues - Regulatory Basis
For the Year Ended December 31, 2020

Analysis of Non Budget Revenues (Cont'd)

Treasurer - Receipts (Cont'd):

Indoor Pool Rental	\$ 19,710.00	
Insurance Refunds	74,019.87	
Marriage Licenses	1,182.00	
Meals on Wheels	29,648.60	
Medical Escort	12,152.20	
Miscellaneous	47,643.14	
Municipal Court:		
Other	931.12	
Planning Board and Board of Adjustments	5,640.00	
Property Registration	46,050.00	
Recycling	10,907.60	
Rubbish Removal	4,307.24	
Sale of Town Property	1,427.40	
Senior Citizen and Veteran Administrative Fee	1,674.52	
Sewer Backups	360.00	
Shuttle Bus	208.75	
Vending Machine Commissions	1,420.00	
	<u>1,420.00</u>	
		\$ 490,626.03

Collector - Receipts:

Miscellaneous	<u>1,180.66</u>	
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Total Non Budget Revenues	<u>\$ 491,806.69</u>
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The accompanying notes to financial statements are an integral part of this statement.

TOWN OF SECAUCUS
CURRENT FUND
Statement of Expenditures - Regulatory Basis
For the Year Ended December 31, 2020

	<u>Appropriations</u>		<u>Expended</u>			<u>Unexpended Balance Canceled</u>
	<u>Adopted Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Encumbered</u>	<u>Reserved</u>	
OPERATIONS - WITHIN "CAPS"						
General Government Functions:						
Administrative and Executive						
Salaries and Wages	\$ 524,000.00	\$ 524,000.00	\$ 508,453.37		\$ 15,546.63	
Other Expenses	470,600.00	470,600.00	241,144.91	\$ 93,386.64	136,068.45	
Mayor and Council						
Salaries and Wages	253,500.00	253,500.00	244,699.90		8,800.10	
Other Expenses	1,500.00	1,500.00	878.47		621.53	
Municipal Clerk						
Salaries and Wages	196,500.00	196,500.00	182,061.12		14,438.88	
Other Expenses	98,500.00	98,500.00	43,802.53	5,995.79	48,701.68	
Elections						
Other Expenses	20,000.00	20,000.00	18,909.99		1,090.01	
Treasurer's Office						
Salaries and Wages	636,000.00	636,000.00	610,114.60		25,885.40	
Other Expenses	324,000.00	324,000.00	240,926.48	896.74	82,176.78	
Audit Services						
Other Expenses	83,000.00	83,000.00			83,000.00	
Collection of Taxes						
Salaries and Wages	176,500.00	176,500.00	176,332.77		167.23	
Other Expenses	18,000.00	18,000.00	6,564.04	3,344.98	8,090.98	
Assessment of Taxes						
Salaries and Wages	197,000.00	197,000.00	191,018.50		5,981.50	
Other Expenses	19,000.00	24,000.00	21,671.03	14.53	2,314.44	
Legal Services and Costs						
Salaries and Wages	190,500.00	190,500.00	182,700.61		7,799.39	
Other Expenses	586,700.00	586,700.00	211,641.65	301,826.16	73,232.19	
Tax Litigation						
Other Expenses	225,000.00	225,000.00	122,015.25	85,184.75	17,800.00	
Engineering Services and Costs						
Salaries and Wages	224,000.00	224,000.00	219,195.03		4,804.97	
Other Expenses	554,700.00	554,700.00	224,285.14	155,126.81	175,288.05	
Information Technology						
Salaries and Wages	168,000.00	168,000.00	163,661.58		4,338.42	
Other Expenses	270,000.00	270,000.00	119,994.78	27,683.75	122,321.47	
Land Use Administration:						
Planning Board						
Salaries and Wages	2,000.00	2,000.00			2,000.00	
Other Expenses	10,000.00	10,000.00	1,289.24	990.00	7,720.76	
Zoning Board of Adjustment						
Salaries and Wages	4,000.00	4,000.00			4,000.00	
Other Expenses	25,000.00	25,000.00	9,685.00	2765.00	12,550.00	

(Continued)

TOWN OF SECAUCUS
CURRENT FUND
Statement of Expenditures - Regulatory Basis
For the Year Ended December 31, 2020

	Appropriations		Expended			Unexpended Balance Canceled
	Adopted Budget	Budget After Modification	Paid or Charged	Encumbered	Reserved	
OPERATIONS - WITHIN "CAPS" (CONT'D)						
Insurance:						
Other Insurance Premiums	\$ 1,150,000.00	\$ 1,150,000.00	\$ 977,131.00		\$ 172,869.00	
Group Insurance Plan for Employees	5,100,000.00	5,100,000.00	4,950,625.26	\$ 198.40	149,176.34	
Health Benefit Waiver Payments	65,000.00	65,000.00			65,000.00	
Unemployment Insurance	250,000.00	250,000.00	250,000.00			
Public Safety Functions:						
Police						
Salaries and Wages	9,700,000.00	9,700,000.00	9,463,436.54	1,333.20	235,230.26	
Other Expenses	646,500.00	646,500.00	466,174.87	146,044.51	34,280.62	
Other Expenses - Purchase of Police Vehicles & Equipment	275,000.00	275,000.00	115,437.20	153,451.70	6,111.10	
Emergency Management Services						
Salaries and Wages	15,000.00	15,000.00			15,000.00	
Other Expenses	15,000.00	15,000.00	10,317.88	192.45	4,489.67	
Fire						
Other Expenses	712,000.00	712,000.00	499,850.22	95,571.67	116,578.11	
School Crossing Guards						
Salaries and Wages	350,000.00	350,000.00	214,902.27		135,097.73	
Public Works Function:						
Road Repair and Maintenance						
Salaries and Wages	4,200,000.00	4,200,000.00	4,092,382.57		107,617.43	
Other Expenses	1,015,000.00	1,015,000.00	824,444.80	125,707.32	64,847.88	
Garbage and Trash Removal						
Contractual	1,250,000.00	1,450,000.00	1,283,658.12	72,610.44	93,731.44	
Sewer Systems						
Salaries and Wages	16,000.00	16,000.00	3,490.90		12,509.10	
Other Expenses	75,000.00	75,000.00	4,050.00		70,950.00	
Solid Waste Management - Recycling						
Salaries and Wages	205,000.00	205,000.00	179,109.52		25,890.48	
Public Buildings and Grounds						
Salaries and Wages	1,529,000.00	1,529,000.00	1,490,179.39		38,820.61	
Other Expenses	760,000.00	760,000.00	449,555.54	87,155.70	223,288.76	
Municipal Services Act	125,000.00	125,000.00	29,092.21	16,970.04	78,937.75	
Health and Human Services Functions:						
Board of Health						
Salaries and Wages	105,500.00	115,500.00	112,527.89		2,972.11	
Other Expenses	12,500.00	15,500.00	9,804.68	2,076.24	3,619.08	
Environmental Commission						
Salaries and Wages	74,500.00	74,500.00	50,525.66		23,974.34	
Other Expenses	20,500.00	20,500.00	12,462.97	534.62	7,502.41	

(Continued)

TOWN OF SECAUCUS
CURRENT FUND
Statement of Expenditures - Regulatory Basis
For the Year Ended December 31, 2020

	<u>Appropriations</u>		<u>Expended</u>			<u>Unexpended Balance Canceled</u>
	<u>Adopted Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Encumbered</u>	<u>Reserved</u>	
OPERATIONS - WITHIN "CAPS" (CONT'D)						
Health and Human Services Functions (Cont'd):						
Environmental Studies						
Other Expenses	\$ 150,000.00	\$ 170,000.00	\$ 73,346.25	\$ 93,193.62	\$ 3,460.13	
Department of Social Services						
Salaries and Wages	555,300.00	587,300.00	585,786.81		1,513.19	
Other Expenses	53,000.00	53,000.00	41,938.55	392.28	10,669.17	
Exceptional People of Secaucus with Disabilities						
Salaries and Wages	40,000.00	40,000.00	19,148.64		20,851.36	
Other Expenses	20,000.00	20,000.00	3,779.66		16,220.34	
Community Shuttle Bus Program						
Salaries and Wages	50,000.00	70,000.00	64,517.17		5,482.83	
Parks and Recreation Functions:						
Ice Rink						
Salaries and Wages	150,000.00	185,000.00	174,291.81		10,708.19	
Other Expenses	32,500.00	32,500.00	24,618.36	7,634.25	247.39	
Parks and Playgrounds						
Other Expenses	220,000.00	270,000.00	228,845.36	23,507.23	17,647.41	
Supervision of Recreational Activities						
Salaries and Wages	1,920,000.00	1,660,000.00	1,465,572.19		194,427.81	
Other Expenses	950,000.00	905,000.00	582,314.02	12,433.38	310,252.60	
Cultural Affairs Activities						
Other Expenses	50,000.00	50,000.00	35,037.62	2,031.71	12,930.67	
Municipal Court Functions:						
Municipal Court						
Salaries and Wages	545,000.00	545,000.00	481,037.29		63,962.71	
Other Expenses	70,000.00	70,000.00	36,956.24	25,253.74	7,790.02	
Public Defender						
Other Expenses	70,000.00	70,000.00	30,475.00	9,050.00	30,475.00	
Other Common Operating Functions (Unclassified):						
Celebration of Public Events						
Other Expenses	100,000.00	100,000.00	74,272.70	1,825.88	23,901.42	
40 Millridge Property Lease (Pre-K School)						
Other Expenses	75,000.00					
NJSEA Mayors Committee						
Other Expenses	25,500.00	25,500.00	14,121.25		11,378.75	

(Continued)

TOWN OF SECAUCUS
CURRENT FUND
Statement of Expenditures - Regulatory Basis
For the Year Ended December 31, 2020

	Appropriations		Expended			Unexpended Balance Canceled
	Adopted Budget	Budget After Modification	Paid or Charged	Encumbered	Reserved	
OPERATIONS - WITHIN "CAPS" (CONT'D)						
Utility Expenses and Bulk Purchases:						
Electricity - All Departments	\$ 520,000.00	\$ 520,000.00	\$ 478,375.25		\$ 41,624.75	
Street Lighting	360,000.00	360,000.00	339,332.31		20,667.69	
Telephone	230,000.00	230,000.00	186,707.55	\$ 55.00	43,237.45	
Municipal Water Service	75,000.00	75,000.00	54,596.16	317.95	20,085.89	
Gasoline - All Departments	300,000.00	300,000.00	244,868.21		55,131.79	
Fire Hydrant Services	250,000.00	250,000.00	233,881.80		16,118.20	
Postage - All Departments	65,000.00	65,000.00	32,281.12	30.70	32,688.18	
Uniform Construction Code - Appropriations Offset by Dedicated Revenues (N.J.A.C. 5:23-4.17):						
Construction Official						
Salaries and Wages	740,000.00	740,000.00	660,774.44		79,225.56	
Other Expenses	145,000.00	145,000.00	56,459.56	41,276.12	47,264.32	
Office of Inspections						
Salaries and Wages	320,000.00	320,000.00	300,966.13		19,033.87	
Other Expenses	23,500.00	23,500.00	17,059.75	224.36	6,215.89	
Total Operations within "CAPS"	41,049,300.00	41,044,300.00	35,771,566.68	1,596,287.66	3,676,445.66	-
Contingent	50,000.00	50,000.00	-	-	50,000.00	-
Total Operations Including Contingent - within "CAPS"	41,099,300.00	41,094,300.00	35,771,566.68	1,596,287.66	3,726,445.66	-
Detail:						
Salaries and Wages	\$ 23,087,300.00	\$ 22,924,300.00	\$ 21,836,886.70	\$ 1,333.20	\$ 1,086,080.10	-
Other Expenses	18,012,000.00	18,170,000.00	13,934,679.98	1,594,954.46	2,640,365.56	-
DEFERRED CHARGES AND STATUTORY EXPENDITURES - MUNICIPAL WITHIN "CAPS"						
Deferred Charges:						
Overexpenditure of Appropriations	\$ 179,376.62	\$ 179,376.62	\$ 179,376.62			
Expenditure without Appropriation	178,773.48	178,773.48	178,773.48			
Anticipated Operating Deficit - Swimming Pool Utility	420,000.00	420,000.00	420,000.00			
Due Federal and State Grant Fund:						
Expenditure without Appropriation	59,293.93	59,293.93	59,293.93			
Statutory Expenditures:						
Contribution to:						
Public Employees' Retirement System	1,433,733.00	1,433,733.00	1,339,900.67		\$ 93,832.33	
Social Security	1,300,000.00	1,300,000.00	1,212,894.57		87,105.43	

(Continued)

TOWN OF SECAUCUS
CURRENT FUND
Statement of Expenditures - Regulatory Basis
For the Year Ended December 31, 2020

	<u>Appropriations</u>		<u>Expended</u>			<u>Unexpended Balance Canceled</u>
	<u>Adopted Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Encumbered</u>	<u>Reserved</u>	
DEFERRED CHARGES AND STATUTORY EXPENDITURES - MUNICIPAL WITHIN "CAPS" (CONT'D)						
Statutory Expenditures (Cont'd):						
Contribution to (cont'd):						
Consolidated Police and Firemen's Pension Fund	\$ 20,000.00	\$ 20,000.00	\$ 13,689.12		\$ 6,310.88	
Police and Firemen's Retirement System of N.J.	2,219,351.00	2,219,351.00	2,219,351.00			
Defined Contribution Retirement Program	3,000.00	3,000.00	2,704.04		295.96	
	<u>5,813,528.03</u>	<u>5,813,528.03</u>	<u>5,625,983.43</u>	<u>-</u>	<u>187,544.60</u>	<u>-</u>
Total Deferred Charges and Statutory Expenditures - Municipal within "CAPS"						
	<u>5,813,528.03</u>	<u>5,813,528.03</u>	<u>5,625,983.43</u>	<u>-</u>	<u>187,544.60</u>	<u>-</u>
Total General Appropriations for Municipal Purposes within "CAPS"	<u>46,912,828.03</u>	<u>46,907,828.03</u>	<u>41,397,550.11</u>	<u>\$ 1,596,287.66</u>	<u>3,913,990.26</u>	<u>-</u>
OPERATIONS - EXCLUDED FROM "CAPS"						
Municipal Utilities Sewerage Authority - Share of Costs	3,278,181.00	3,278,181.00	3,278,181.00			
Maintenance of Free Public Library (P.L. 1985, Ch. 82 & 541)	2,180,915.00	2,180,915.00	2,180,915.00			
Reserve for Tax Appeals	1,000,000.00	1,000,000.00	1,000,000.00			
	<u>6,459,096.00</u>	<u>6,459,096.00</u>	<u>6,459,096.00</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Other Operations - Excluded from "CAPS"						
	<u>6,459,096.00</u>	<u>6,459,096.00</u>	<u>6,459,096.00</u>	<u>-</u>	<u>-</u>	<u>-</u>
Shared Service Agreements:						
Township of North Bergen (formerly City of Bayonne)						
Health Service Agreement	20,000.00	25,000.00	23,333.34		1,666.66	
	<u>20,000.00</u>	<u>25,000.00</u>	<u>23,333.34</u>	<u>-</u>	<u>1,666.66</u>	<u>-</u>
Total Shared Service Agreements						
	<u>20,000.00</u>	<u>25,000.00</u>	<u>23,333.34</u>	<u>-</u>	<u>1,666.66</u>	<u>-</u>
Public and Private Programs Offset by Revenues:						
Body Armor Replacement Fund Program	6,711.15	6,711.15	6,711.15			
Click It or Ticket	5,500.00	5,500.00	5,500.00			
Drug-Free Communities Support Program	510.00	510.00	510.00			
Municipal Alliance on Alcoholism and Drug Abuse						
County Share	14,121.00	14,121.00	14,121.00			
Local Match	3,531.00	3,531.00	3,531.00			
Recreational Opportunities for Individuals with Disabilities (ROID)						
State Aid	20,000.00	20,000.00	20,000.00			
Recycling Tonnage Grant	144,737.50	144,737.50	144,737.50			
Hudson County Meals on Wheels:						
Grantor Share	73,457.00	73,457.00	73,457.00			
Local Share	18,364.25	18,364.25	18,364.25			
2019 Green Communities Grant	27,000.00	27,000.00	27,000.00			
Partners in Prevention	5,000.00	5,000.00	5,000.00			

(Continued)

TOWN OF SECAUCUS
CURRENT FUND
Statement of Expenditures - Regulatory Basis
For the Year Ended December 31, 2020

	<u>Appropriations</u>		<u>Expended</u>			<u>Unexpended</u>
	<u>Adopted</u>	<u>Budget After</u>	<u>Paid or</u>	<u>Encumbered</u>	<u>Reserved</u>	<u>Balance</u>
	<u>Budget</u>	<u>Modification</u>	<u>Charged</u>			<u>Canceled</u>
OPERATIONS - EXCLUDED FROM "CAPS" (CONT'D)						
Public and Private Programs Offset by Revenues (Cont'd):						
Federal Trust Admin (Sec 5310):						
Grantor Share	\$ 50,000.00	\$ 50,000.00	\$ 50,000.00			
Local Share	50,000.00	50,000.00	50,000.00			
Total Public and Private Programs Offset by Revenues	418,931.90	418,931.90	418,931.90	-	-	-
Total Operations - Excluded from "CAPS"	6,898,027.90	6,903,027.90	6,901,361.24	-	\$ 1,666.66	-
Detail:						
Salaries and Wages	\$ 6,010.00	\$ 6,010.00	\$ 6,010.00	-	-	-
Other Expenses	6,892,017.90	6,897,017.90	6,895,351.24	-	\$ 1,666.66	-
CAPITAL IMPROVEMENTS - EXCLUDED FROM "CAPS"						
Capital Improvement Fund	\$ 850,000.00	\$ 850,000.00	\$ 850,000.00	-	-	-
Total Capital Improvements - Excluded from "CAPS"	850,000.00	850,000.00	850,000.00	-	-	-
MUNICIPAL DEBT SERVICE - EXCLUDED FROM "CAPS"						
Payment of Bond Principal	2,280,000.00	2,280,000.00	2,280,000.00			
Payment of Bond Anticipation Notes and Capital Notes	466,579.00	466,579.00	466,579.00			
Interest on Bonds	884,917.50	884,917.50	880,959.61			\$ 3,957.89
Interest on Notes	415,528.78	415,528.78	413,124.22			2,404.56
Green Trust Loan Program:						
Loan Repayments for Principal and Interest	72,733.21	72,733.21	39,387.45			33,345.76
Environmental Trust Fund Loan:						
Principal	185,840.48	185,840.48	185,840.48			
Interest	13,893.76	13,893.76	8,239.94			5,653.82
Volunteer Emergency Services Organization Loan Program:						
Principal	1,465.00	1,465.00	1,465.00			
Interest	146.50	146.50	146.50			
Total Municipal Debt Service - Excluded from "CAPS"	4,321,104.23	4,321,104.23	4,275,742.20	-	-	45,362.03
Total General Appropriations for Municipal Purposes Excluded from "CAPS"	12,069,132.13	12,074,132.13	12,027,103.44	-	\$ 1,666.66	45,362.03
Subtotal General Appropriations	58,981,960.16	58,981,960.16	53,424,653.55	\$ 1,596,287.66	3,915,656.92	45,362.03

(Continued)

TOWN OF SECAUCUS
CURRENT FUND
Statement of Expenditures - Regulatory Basis
For the Year Ended December 31, 2020

	<u>Appropriations</u>		<u>Expended</u>			<u>Unexpended Balance Canceled</u>
	<u>Adopted Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Encumbered</u>	<u>Reserved</u>	
Reserve for Uncollected Taxes	\$ 1,450,000.00	\$ 1,450,000.00	\$ 1,450,000.00	-	-	-
Total General Appropriations	<u>\$ 60,431,960.16</u>	<u>\$ 60,431,960.16</u>	<u>\$ 54,874,653.55</u>	<u>\$ 1,596,287.66</u>	<u>\$ 3,915,656.92</u>	<u>\$ 45,362.03</u>
Due Federal and State Grant Fund:						
Deferred Charge - Expenditure without Appropriation			\$ 59,293.93			
Matching Funds for Grants			71,895.25			
Due Trust - Other Funds:						
Accumulated Leave Compensation			950,000.00			
Unemployment Insurance			250,000.00			
Due General Capital Fund:						
Payments made for Current Fund			808.00			
Deferred Charge - Expenditure without Appropriation			178,773.48			
Capital Improvement Fund			850,000.00			
Payment of Bond Anticipation Notes and Capital Notes			466,579.00			
Due Swimming Pool Utility Operating Fund:						
Anticipated Operating Deficit - Swimming Pool Utility			420,000.00			
Reserve for Tax Appeals			1,000,000.00			
Reserve for Federal and State Grants - Appropriated			347,036.65			
Deferred Charges:						
Overexpenditure of Appropriations			179,376.62			
Reserve for Uncollected Taxes			1,450,000.00			
Refunds:						
Due General Capital Fund			(3,005.25)			
Disbursements:						
Treasurer			<u>48,653,895.87</u>			
			<u>\$ 54,874,653.55</u>			

The accompanying Notes to Financial Statements are an integral part of this statement.

TOWN OF SECAUCUS
TRUST FUNDS

Comparative Statements of Assets, Liabilities, Reserves, and Fund Balance - Regulatory Basis
As of December 31, 2020 and 2019

	<u>Ref.</u>	<u>2020</u>	<u>2019</u>
<u>ASSETS</u>			
Assessment Fund:			
Cash	SB-1, SB-2	\$ 43,594.57	\$ 802,268.55
Assessment Liens	SB-3	33,887.86	33,887.86
Assessment Lien Interest and Costs		<u>710.80</u>	<u>710.80</u>
Total Assessment Fund		<u>78,193.23</u>	<u>836,867.21</u>
Animal Control Fund:			
Cash	SB-1	<u>179,167.26</u>	<u>164,868.96</u>
Total Animal Control Fund		<u>179,167.26</u>	<u>164,868.96</u>
Municipal Open Space Fund:			
Cash	SB-1	438,698.36	888,584.79
Due from Current Fund	SB-10	<u>1,317.44</u>	
Total Municipal Open Space Fund		<u>440,015.80</u>	<u>888,584.79</u>
Other Funds:			
Cash	SB-1	4,562,233.64	2,820,039.87
Community Development Block Grant Receivable	SB-4	181,025.00	164,000.00
Accounts Receivable - Coronavirus Relief Fund	SB-17	707,582.89	
Due from Current Fund	SB-12		<u>114,092.89</u>
Total Other Funds		<u>5,450,841.53</u>	<u>3,098,132.76</u>
Total Assets		<u>\$ 6,148,217.82</u>	<u>\$ 4,988,453.72</u>
<u>LIABILITIES, RESERVES AND FUND BALANCES</u>			
Assessment Fund:			
Due to Current Fund	SB-5	\$ 2,765.77	\$ 11,439.75
Assessment Overpayments		994.79	994.79
Reserve for Assessment and Liens	SB-6	33,887.86	33,887.86
Reserve for Assessment Lien Interest and Costs		710.80	710.80
Surplus	B-1	<u>39,834.01</u>	<u>789,834.01</u>
Total Assessment Fund		<u>78,193.23</u>	<u>836,867.21</u>

(Continued)

TOWN OF SECAUCUS
TRUST FUNDS

Comparative Statements of Assets, Liabilities, Reserves, and Fund Balance - Regulatory Basis
As of December 31, 2020 and 2019

	<u>Ref.</u>	<u>2020</u>	<u>2019</u>
<u>LIABILITIES, RESERVES AND FUND BALANCES (CONT'D)</u>			
Animal Control Fund:			
Due to Current Fund	SB-7	\$ 5,584.40	\$ 7,279.40
Reserve for Animal Shelter Donations	SB-8	157,038.06	141,558.96
Reserve for Animal Control Fund Expenditures	SB-9	<u>16,544.80</u>	<u>16,030.60</u>
Total Animal Control Fund		<u>179,167.26</u>	<u>164,868.96</u>
Municipal Open Space Fund:			
Due to Current Fund	SB-10		560,235.55
Reserve for Encumbrances	SB-11		116,145.05
Reserve for Future Use	B-2	<u>440,015.80</u>	<u>212,204.19</u>
Total Municipal Open Space Fund		<u>440,015.80</u>	<u>888,584.79</u>
Other Funds:			
Due to Current Fund	SB-12	97,239.90	
Due to Federal and State Grant Fund	SB-13	18,080.00	74,079.66
Due to Grantor - Historical Grant		5,625.00	5,625.00
Reserve for Unemployment Compensation Insurance	SB-14	143,921.78	105,065.21
Reserve for Payroll Deductions Payable	SB-15	306,857.84	372,396.76
Reserve for Community Development Block Grant	SB-16	170,025.00	97,000.34
Miscellaneous Trust Other Reserves	SB-17	<u>4,709,092.01</u>	<u>2,443,965.79</u>
Total Other Funds		<u>5,450,841.53</u>	<u>3,098,132.76</u>
Total Liabilities, Reserves and Fund Balances		<u>\$ 6,148,217.82</u>	<u>\$ 4,988,453.72</u>

The accompanying notes to financial statements are an integral part of these statements.

TOWN OF SECAUCUS
TRUST FUNDS -- ASSESSMENT
Statement of Trust Assessment Surplus - Regulatory Basis
For the Year Ended December 31, 2020

Balance December 31, 2019	\$ 789,834.01
Decreased by:	
Due Current Fund:	
2020 Anticipated Budget Revenue	<u>750,000.00</u>
Balance December 31, 2020	<u><u>\$ 39,834.01</u></u>

The accompanying notes to financial statements are an integral part of this statement.

TOWN OF SECAUCUS
TRUST FUNDS -- MUNICIPAL OPEN SPACE
 Comparative Statements of Operations and Changes in Reserve for Future Use - Regulatory Basis
 For the Years Ended December 31, 2020 and 2019

	<u>2020</u>	<u>2019</u>
<u>Revenue Realized</u>		
Amount to be Raised by Taxation	\$ 282,078.82	\$ 282,114.40
Reserve for Future Use	212,204.19	70,834.60
Non Budget Revenues	<u>4,038.72</u>	<u>4,021.40</u>
Total Revenue	<u>498,321.73</u>	<u>356,970.40</u>
<u>Expenditures</u>		
Budget Appropriations	<u>58,305.93</u>	<u>144,766.93</u>
Total Expenditures	<u>58,305.93</u>	<u>144,766.93</u>
Statutory Excess to Reserve	440,015.80	212,203.47
<u>Reserve for Future Use</u>		
Balance January 1	<u>212,204.19</u>	<u>70,835.32</u>
	652,219.99	283,038.79
Decreased by:		
Utilization as Anticipated Revenue	<u>212,204.19</u>	<u>70,834.60</u>
Balance December 31	<u><u>\$ 440,015.80</u></u>	<u><u>\$ 212,204.19</u></u>

The accompanying notes to financial statements are an integral part of these statements.

TOWN OF SECAUCUS
TRUST FUNDS -- MUNICIPAL OPEN SPACE
Statement of Dedicated Revenues - Regulatory Basis
For the Year Ended December 31, 2020

	<u>Anticipated Budget</u>	<u>Realized</u>	<u>Excess or (Deficit)</u>
Amount to be Raised by Taxation	<u>\$ 282,078.82</u>	<u>\$ 282,078.82</u>	<u>-</u>
Reserve Funds:			
Reserve for Future Use	<u>212,204.19</u>	<u>212,204.19</u>	<u>-</u>
Non Budget Revenues	<u>-</u>	<u>4,038.72</u>	<u>\$ 4,038.72</u>
Total Trust Fund Revenues	<u><u>\$ 494,283.01</u></u>	<u><u>\$ 498,321.73</u></u>	<u><u>\$ 4,038.72</u></u>

Analysis of Non Budget Revenues

Due Current Fund:	
Added and Omitted Levy	\$ 1,317.44
Receipts:	
Interest on Investments and Deposits	<u>2,721.28</u>
Total Non Budget Revenues	<u><u>\$ 4,038.72</u></u>

The accompanying notes to financial statements are an integral part of this statement.

TOWN OF SECAUCUS
TRUST FUNDS -- MUNICIPAL OPEN SPACE
Statement of Dedicated Expenditures - Regulatory Basis
For the Year Ended December 31, 2020

			<u>Expended</u>		
	<u>Adopted Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged -</u>	<u>Encumbered</u>	<u>Unexpended Balance Cancelled</u>
Development of Lands for Recreation and Conservation:					
Other Expenses	<u>\$ 490,000.00</u>	<u>\$ 490,000.00</u>	<u>\$ 58,305.93</u>	<u>-</u>	<u>\$ 431,694.07</u>
Reserve for Future Use	<u>4,283.01</u>	<u>4,283.01</u>	<u>-</u>	<u>-</u>	<u>4,283.01</u>
Total Trust Fund Appropriations	<u><u>\$ 494,283.01</u></u>	<u><u>\$ 494,283.01</u></u>	<u><u>\$ 58,305.93</u></u>	<u><u>-</u></u>	<u><u>\$ 435,977.08</u></u>
Due Current Fund:					
Payments made by Current Fund			\$ 46,909.35		
Disbursements			<u>11,396.58</u>		
			<u><u>\$ 58,305.93</u></u>		

The accompanying notes to financial statements are an integral part of this statement.

TOWN OF SECAUCUS
GENERAL CAPITAL FUND
 Comparative Statements of Assets, Liabilities, Reserves, and Fund Balance - Regulatory Basis
 As of December 31, 2020 and 2019

	<u>Ref.</u>	<u>2020</u>	<u>2019</u>
<u>ASSETS</u>			
Cash	SC-1, SC-2	\$ 5,612,237.30	\$ 6,163,481.53
Deferred Charges to Future Taxation:			
Funded	SC-3	24,270,850.90	27,979,472.70
Unfunded	SC-4	30,453,884.07	23,470,463.07
Deferred Charges - Expenditures without Appropriation	SC-6	1,924.00	178,773.48
Due from Current Fund	SC-5	343,831.16	0.17
Due from Federal and State Grant Fund	SC-7	390,076.00	400,000.00
Due from Swimming Pool Utility Operating Fund	SD-6	22,750.00	
Due from Swimming Pool Utility Capital Fund	SD-8	40,500.00	
Total Assets		<u>\$ 61,136,053.43</u>	<u>\$ 58,192,190.95</u>
<u>LIABILITIES, RESERVES AND FUND BALANCE</u>			
Bond Anticipation Notes	SC-8	\$ 23,138,408.00	\$ 23,635,508.00
General Serial Bonds	SC-9	23,050,000.00	26,538,000.00
New Jersey Environmental Infrastructure Loans Payable	SC-10	748,548.64	934,389.12
New Jersey Green Acres Loans Payable	SC-11	472,302.26	507,083.58
Improvement Authorizations:			
Funded	SC-12	287,686.68	171,756.05
Unfunded	SC-12	8,826,066.41	3,957,459.98
Contracts Payable	SC-13	2,040,004.79	2,177,505.84
Capital Improvement Fund	SC-14	543,300.00	68,300.00
Reserve for Payment of Bonds	SC-15		72,912.73
Reserve for Future Capital Projects	SC-1	1,808,261.00	
General Capital Surplus	C-1	221,475.65	129,275.65
Total Liabilities, Reserves and Fund Balance		<u>\$ 61,136,053.43</u>	<u>\$ 58,192,190.95</u>

The accompanying notes to financial statements are an integral part of these statements.

TOWN OF SECAUCUS
GENERAL CAPITAL FUND
Statement of General Capital Surplus - Regulatory Basis
For the Year Ended December 31, 2020

Balance December 31, 2019		\$ 129,275.65
Increased by:		
Receipts:		
Premium on Sale of Bond Anticipation Notes	\$ 192,200.00	
Premium on Sale of General Improvement Refunding Bonds	<u>1,360,000.00</u>	
		<u>1,552,200.00</u>
		1,681,475.65
Decreased by:		
Deferred Charged to Future Taxation - Unfunded	1,360,000.00	
Due Current Fund:		
2020 Anticipated Budget Revenue	<u>100,000.00</u>	
		<u>1,460,000.00</u>
Balance December 31, 2020		<u><u>\$ 221,475.65</u></u>

The accompanying notes to financial statements are an integral part of this statement.

TOWN OF SECAUCUS
SWIMMING POOL UTILITY FUND
 Comparative Statements of Assets, Liabilities, Reserves and Fund Balance - Regulatory Basis
 As of December 31, 2020 and 2019

	<u>Ref.</u>	<u>2020</u>	<u>2019</u>
<u>ASSETS</u>			
Operating Fund:			
Cash	SD-1	\$ 95,236.98	\$ 89,960.36
Cash - Change Fund		75.00	75.00
Deferred Charge:			
Operating Deficit	SD-11	73,636.71	
Overexpenditure of Appropriation	SD-11		29,352.40
Total Operating Fund		<u>168,948.69</u>	<u>119,387.76</u>
Capital Fund:			
Cash	SD-1, SD-2	74,840.76	111,140.49
Fixed Capital	SD-3	1,022,516.67	1,022,516.67
Fixed Capital Authorized and Uncompleted	SD-4	1,572,500.00	1,532,500.00
Due from Swimming Pool Utility Operating Fund	SD-9	<u>46,944.66</u>	<u>1,951.92</u>
Total Capital Fund		<u>2,716,802.09</u>	<u>2,668,109.08</u>
Total Assets		<u>\$ 2,885,750.78</u>	<u>\$ 2,787,496.84</u>
<u>LIABILITIES, RESERVES AND FUND BALANCE</u>			
Operating Fund:			
Liabilities:			
Appropriation Reserves	D-3, SD-10	\$ 28,831.62	\$ 545.58
Reserve for Encumbrances	D-3, SD-10	4,108.80	
Due to Current Fund	SD-5	1,000.00	48,891.44
Due to General Capital Fund	SD-6	22,750.00	
Due to Swimming Pool Utility Capital Fund	SD-9	46,944.66	1,951.92
Accrued Interest on Bonds	SD-12	<u>6,314.79</u>	<u>9,000.00</u>
		109,949.87	60,388.94
Fund Balance		<u>58,998.82</u>	<u>58,998.82</u>
Total Operating Fund		<u>168,948.69</u>	<u>119,387.76</u>

(Continued)

TOWN OF SECAUCUS
SWIMMING POOL UTILITY FUND
 Comparative Statements of Assets, Liabilities, Reserves and Fund Balance - Regulatory Basis
 As of December 31, 2020 and 2019

	<u>Ref.</u>	<u>2020</u>	<u>2019</u>
LIABILITIES, RESERVES AND FUND BALANCE (CONT'D)			
Capital Fund:			
Due to General Capital Fund	SD-8	\$ 40,500.00	
Improvement Authorizations:			
Unfunded	SD-13	108,535.42	\$ 92,027.41
Contracts Payable	SD-14		13,315.00
Capital Improvement Fund	SD-15	10,850.00	7,850.00
Bond Anticipation Notes Payable	SD-16	1,259,500.00	1,300,000.00
Reserve for Deferred Amortization	SD-17	76,500.00	74,500.00
Reserve for Amortization	SD-18	<u>1,220,916.67</u>	<u>1,180,416.67</u>
Total Capital Fund		<u>2,716,802.09</u>	<u>2,668,109.08</u>
Total Liabilities, Reserves and Fund Balance		<u>\$ 2,885,750.78</u>	<u>\$ 2,787,496.84</u>

The accompanying notes to financial statements are an integral part of these statements.

TOWN OF SECAUCUS
SWIMMING POOL UTILITY FUND
 Comparative Statements of Operations and Changes in Fund Balance - Regulatory Basis
 For the Years Ended December 31, 2020 and 2019

	<u>2020</u>	<u>2019</u>
<u>Revenue and Other Income Realized</u>		
Membership Fees		\$ 47,005.50
Guest Fees		31,355.00
Miscellaneous	\$ 8,596.74	49,321.73
Deficit General Budget	420,000.00	297,520.56
Other Credits to Income:		
Unexpended Balance of Appropriation Reserves	<u>278.74</u>	<u>5,600.21</u>
Total Income	<u>428,875.48</u>	<u>430,803.00</u>
<u>Expenditures</u>		
Operating	390,000.00	396,565.72
Capital Improvements	5,000.00	4,500.00
Debt Service	60,564.79	40,805.00
Deferred Charges and Statutory Expenditures	<u>46,947.40</u>	<u>18,284.68</u>
Total Expenditures	<u>502,512.19</u>	<u>460,155.40</u>
Deficit in Revenue	(73,636.71)	(29,352.40)
Adjustments to Income before Surplus:		
Expenditures included above which are by Statute Deferred Charges to Budget of Succeeding Year	<u>-</u>	<u>29,352.40</u>
Operating Deficit to be Raised in Budget of Succeeding Year	<u><u>73,636.71</u></u>	<u><u>-</u></u>
<u>Fund Balance</u>		
Balance January 1	<u>\$ 58,998.82</u>	<u>\$ 58,998.82</u>
Balance December 31	<u><u>\$ 58,998.82</u></u>	<u><u>\$ 58,998.82</u></u>

The accompanying notes to financial statements are an integral part of these statements.

TOWN OF SECAUCUS
SWIMMING POOL UTILITY FUND
Statement of Revenues - Regulatory Basis
For the Year Ended December 31, 2020

	Anticipated <u>Budget</u>	<u>Realized</u>	Excess or <u>(Deficit)</u>
Membership Fees	\$ 22,000.00		\$ (22,000.00)
Guest Fees	25,000.00		(25,000.00)
Miscellaneous	39,301.09	\$ 8,596.74	(30,704.35)
Deficit (General Budget)	<u>420,000.00</u>	<u>420,000.00</u>	
 Total Swimming Pool Utility Revenues	 <u><u>\$ 506,301.09</u></u>	 <u><u>\$ 428,596.74</u></u>	 <u><u>\$ (77,704.35)</u></u>
 Receipts		\$ 8,089.48	
Due Current Fund		420,000.00	
Due Swimming Pool Capital Fund		<u>507.26</u>	
		<u><u>\$ 428,596.74</u></u>	
 <u>Analysis of Miscellaneous Revenue</u>			
Cabanas		\$ 3,275.00	
Lounge / Sand Chairs		37.00	
Other		1,718.00	
Pool Rental		2,292.50	
Tiki Bar		10.00	
Interest Earned on Deposits		<u>1,264.24</u>	
		<u><u>\$ 8,596.74</u></u>	

The accompanying notes to financial statements are an integral part of this statement.

TOWN OF SECAUCUS
SWIMMING POOL UTILITY FUND
Statement of Expenditures - Regulatory Basis
For the Year Ended December 31, 2020

	<u>Appropriations</u>		<u>Expended</u>			<u>Unexpended Balance Canceled</u>
	<u>Original Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Encumbered</u>	<u>Reserved</u>	
Operating:						
Salaries and Wages	\$ 230,000.00	\$ 230,000.00	\$ 224,533.45		\$ 5,466.55	
Other Expenses	160,000.00	160,000.00	132,526.13	\$ 4,108.80	23,365.07	
Total Operating	390,000.00	390,000.00	357,059.58	4,108.80	28,831.62	-
Capital Improvements:						
Capital Improvement Fund	5,000.00	5,000.00	5,000.00			
Total Capital Improvements	5,000.00	5,000.00	5,000.00	-	-	-
Debt Service:						
Payment of Bond Anticipation Notes and Capital Notes	40,500.00	40,500.00	40,500.00			
Interest on Notes	23,853.69	23,853.69	20,064.79			\$ 3,788.90
Total Debt Service	64,353.69	64,353.69	60,564.79	-	-	3,788.90
Deferred Charges and Statutory Expenditures:						
Deferred Charges						
Overexpenditure of Appropriations	29,352.40	29,352.40	29,352.40			
Statutory Expenditures						
Social Security System (O.A.S.I.)	17,595.00	17,595.00	17,595.00			
Total Deferred Charge and Statutory Expenditures	46,947.40	46,947.40	46,947.40	-	-	-
Total Swimming Pool Utility Appropriations	<u>\$ 506,301.09</u>	<u>\$ 506,301.09</u>	<u>\$ 469,571.77</u>	<u>\$ 4,108.80</u>	<u>\$ 28,831.62</u>	<u>\$ 3,788.90</u>
Interest on Notes			\$ 20,064.79			
Due Current Fund			245,504.33			
Due Swimming Pool Utility Capital Fund:						
Capital Improvement Fund			5,000.00			
Payment of Bond Anticipation Notes and Capital Notes			40,500.00			
Deferred Charges:						
Overexpenditure of Appropriations			29,352.40			
Disbursements			129,150.25			
			<u>\$ 469,571.77</u>			

The accompanying notes to financial statements are an integral part of this statement.

TOWN OF SECAUCUS
BOND AND INTEREST ACCOUNT
 Comparative Statements of Assets, Liabilities, Reserves, and Fund Balance - Regulatory Basis
 As of December 31, 2020 and 2019

	<u>Ref.</u>	<u>2020</u>	<u>2019</u>
<u>ASSETS</u>			
Cash	SF-1	<u>\$ 54,397.36</u>	<u>\$ 54,218.65</u>
<u>LIABILITIES</u>			
Due to Current Fund	SF-2	\$ 266.11	\$ 87.40
Interest Payable	SF-3	19,131.25	19,131.25
Bonds Payable	SF-4	<u>35,000.00</u>	<u>35,000.00</u>
Total Liabilities		<u>\$ 54,397.36</u>	<u>\$ 54,218.65</u>

The accompanying notes to financial statements are an integral part of these statements.

TOWN OF SECAUCUS
GENERAL FIXED ASSET ACCOUNT GROUP
Statement of General Fixed Asset Group of Accounts - Regulatory Basis
For the Year Ended December 31, 2020

	Balance <u>December 31, 2019</u>	<u>Additions</u>	<u>Deletions</u>	Balance <u>December 31, 2020</u>
General Fixed Assets:				
Land	\$ 42,254,326.00	\$ 191,235.00		\$ 42,445,561.00
Buildings	27,141,336.00	574,809.00		27,716,145.00
Machinery and Equipment	18,606,109.00	556,175.00	\$ 187,575.00	18,974,709.00
	<u>\$ 88,001,771.00</u>	<u>\$ 1,322,219.00</u>	<u>\$ 187,575.00</u>	<u>\$ 89,136,415.00</u>
Investment in General Fixed Assets	<u>\$ 88,001,771.00</u>	<u>\$ 1,322,219.00</u>	<u>\$ 187,575.00</u>	<u>\$ 89,136,415.00</u>

The accompanying notes to financial statements are an integral part of this statement.

TOWN OF SECAUCUS
Notes to Financial Statements
For the Year Ended December 31, 2020

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Description of Financial Reporting Entity - The Town of Secaucus (hereafter referred to as the "Town") was incorporated as a Borough in 1900, and adopted the "Town" form of government in 1917. The Town is located approximately five miles from midtown New York City. According to the 2020 census, the population is 22,181.

The "Town" form of government provides for an independently elected mayor and six council members (two for each of its three wards with one seat in each ward up for election in each municipal election). The term of office for the mayor and council is four years, with municipal elections every two years. A full-time municipal administrator oversees the operation of municipal departments, personnel, and planning functions for municipal projects, prepares the municipal budget, and obtains grants on behalf of the Town.

Component Units - The financial statements of the component units of the Town are not presented in accordance with Governmental Accounting Standards Board (GASB) Statement No. 14, *The Financial Reporting Entity*, as amended. If the provisions of the aforementioned GASB Statement, as amended had been complied with, the financial statements of the following component units would have been either blended or discretely presented with the financial statements of the Town, the primary government:

Secaucus Municipal Utilities Authority
1100 Koelle Boulevard
Secaucus NJ 07094

Secaucus Housing Authority
700 County Avenue
Secaucus NJ 07094

Secaucus Public Library
1379 Paterson Plank Road
Secaucus NJ 07094

Annual financial reports may be inspected directly at the offices of these component units during regular business hours.

Measurement Focus, Basis of Accounting and Financial Statement Presentation - The financial statements of the Town contain all funds and account groups in accordance with the *Requirements of Audit* (the "*Requirements*") as promulgated by the State of New Jersey, Department of Community Affairs, Division of Local Government Services. The principles and practices established by the *Requirements* are designed primarily for determining compliance with legal provisions and budgetary restrictions and as a means of reporting on the stewardship of public officials with respect to public funds. Generally, the financial statements are presented using the flow of current financial resources measurement focus and modified accrual basis of accounting with minor exceptions as mandated by these *Requirements*. In addition, the prescribed accounting principles previously referred to differ in certain respects from accounting principles generally accepted in the United States of America applicable to local government units. The more significant differences are explained in this note.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

Measurement Focus, Basis of Accounting and Financial Statement Presentation (Cont'd) - In accordance with the *Requirements*, the Town accounts for its financial transactions through the use of separate funds and an account group which are described as follows:

Current Fund - The current fund accounts for resources and expenditures for governmental operations of a general nature, including federal and state grant funds.

Trust Funds - The various trust funds account for receipts, custodianship, and disbursement of funds in accordance with the purpose for which each reserve was created.

General Capital Fund - The general capital fund accounts for receipt and disbursement of funds for the acquisition of general capital facilities, other than those acquired in the current fund.

Swimming Pool Utility Operating and Capital Funds - The swimming pool utility operating and capital funds account for the operations and acquisition of capital facilities of the municipally owned swimming pool operations.

Bond and Interest Account - The bond and interest account is used to account for the accumulation of resources (mainly provided from current fund budget appropriations) for payment of principal and interest on matured debt.

General Fixed Asset Group of Accounts - The general fixed asset group of accounts is utilized to account for property, land, buildings, and equipment that have been acquired by other governmental funds.

Budgets and Budgetary Accounting - The Town must adopt an annual budget for its current, municipal open space, and swimming pool utility funds in accordance with N.J.S.A. 40A:4 et seq. N.J.S.A. 40A:4-5 requires the governing body to introduce and approve the annual municipal budget no later than February 10 of each year. At introduction, the governing body shall fix the time and place for a public hearing on the budget and must advertise the time and place at least ten days prior to the hearing in a newspaper published and circulating in the municipality. The public hearing must not be held less than twenty-eight days after the date the budget was introduced. After the hearing has been held, the governing body may, by majority vote, adopt the budget or may amend the budget in accordance with N.J.S.A. 40A:4-9. Amendments to adopted budgets, if any, are detailed in the statements of revenues and expenditures.

An extension of the statutory dates for introduction, approval, and adoption of the municipal budget may be granted by the Director of the Division of Local Government Services, with the permission of the Local Finance Board.

Budgets are adopted on the same basis of accounting utilized for the preparation of the Town's financial statements.

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 cost; therefore, unrealized gains or losses on investments have not been recorded.

New Jersey municipal units are required by N.J.S.A. 40A:5-14 to deposit public funds in a bank or trust company having its place of business in the State of New Jersey and organized under the laws of the United States or of the State of New Jersey or in the New Jersey Cash Management Fund. N.J.S.A. 40A:5-15.1 provides a list of investments which may be purchased by New Jersey municipal units. In addition, other State statutes permit investments in obligations issued by local authorities and other state agencies.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

Cash, Cash Equivalents and Investments (Cont'd) - 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 Town requires it to deposit funds in public depositories protected from loss under the provisions of the Act.

Interfunds - Interfund receivables and payables that arise from transactions between funds are recorded by all funds affected by such transactions in the period in which the transaction is executed. Interfund receivables in the current fund are recorded with offsetting reserves which are created by charges to operations. Income is recognized in the year the receivables are liquidated. Interfund receivables in the other funds are not offset by reserves.

Inventories of Supplies - The costs of inventories of supplies for all funds are recorded as expenditures at the time individual items are purchased. The costs of inventories are not included on the various statements of assets, liabilities, reserves and fund balance.

General Fixed Assets - Accounting for governmental fixed assets, as required by N.J.A.C. 5:30-5.6, differs in certain respects from accounting principles generally accepted in the United States of America. In accordance with the regulations, all local units, including municipalities, must maintain a general fixed assets reporting system that establishes and maintains a physical inventory of nonexpendable, tangible property as defined and limited by the U.S. Office of Management and *Budget's Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Part 200, §200.12), except that the useful life of such property is at least five years. The Town has adopted a capitalization threshold of \$5,000.00, the maximum amount allowed by the Circular. Generally, assets are valued at historical cost; however, assets acquired prior to December 31, 1985 are valued at actual historical cost or estimated historical cost. No depreciation of general fixed assets is recorded. Donated general fixed assets are recorded at acquisition value as of the date of the transaction. Interest costs relative to the acquisition of general fixed assets are recorded as expenditures when paid. Public domain ("infrastructure") general fixed assets consisting of certain improvements such as roads, bridges, curbs and gutters, streets and sidewalks and drainage systems are not capitalized. Expenditures for construction in progress are recorded in the capital funds until such time as the construction is completed and put into operation. The Town is required to maintain a subsidiary ledger detailing fixed assets records to control additions, retirements, and transfers of fixed assets. In addition, a statement of general fixed asset group of accounts, reflecting the activity for the year, must be included in the Town's basic financial statements.

The regulations require that general fixed assets, whether constructed or acquired through purchase, grant or gift be included in the aforementioned inventory. In addition, property management standards must be maintained that include accurate records indicating asset description, source, ownership, acquisition cost and date, the percentage of Federal participation (if any), and the location, use, and condition of the asset. Periodically, physical inventories must be taken and reconciled with these records. Lastly, all fixed assets must be adequately controlled to safeguard against loss, damage, or theft.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

Utility Fixed Assets - Property and equipment purchased by a utility fund are recorded in the utility capital account at cost and are adjusted for disposition and abandonment. The amounts shown do not represent replacement cost or current value. The reserve for amortization and deferred reserve for amortization accounts in the utility capital fund represent charges to operations for the cost of acquisition of property and equipment, improvements, and contributed capital.

Foreclosed Property - Foreclosed property is recorded in the current fund at the assessed valuation when such property was acquired and is fully reserved. Ordinarily it is the intention of the municipality to resell foreclosed property in order to recover all or a portion of the delinquent taxes or assessments and to return the property to a taxpaying basis. For this reason the value of foreclosed property has not been included in the general fixed asset group of accounts. If such property is converted to a municipal use, it will be recorded in the general fixed asset group of accounts.

Deferred Charges - The recognition of certain expenditures is deferred to future periods. These expenditures, or deferred charges, are generally overexpenditures of legally adopted budget appropriations or emergency appropriations made in accordance with N.J.S.A. 40A:4-46 et seq. Deferred charges are subsequently raised as items of appropriation in budgets of succeeding years.

Liens Sold for Other Governmental Units - Liens sold on behalf of other governmental units are not recorded on the records of the tax collector until such liens are collected. Upon their collection, such liens are recorded as a liability due to the governmental unit net of the costs of the initial sale. The related costs of sale are recognized as revenue when received.

Fund Balance - Fund balances included in the current fund and swimming pool utility operating fund represent amounts available for anticipation as revenue in future years' budgets, with certain restrictions.

Revenues - Revenues are recorded when received in cash except for certain amounts which are due from other governmental units. Revenue from federal and state grants is realized when anticipated as such in the Town's budget. Receivables for property taxes are recorded with offsetting reserves on the statement of assets, liabilities, reserves and fund balance of the Town's current fund; accordingly, such amounts are not recorded as revenue until collected. Other amounts that are due to the Town which are susceptible to accrual are also recorded as receivables with offsetting reserves and recorded as revenue when received.

Property Tax Revenues - Property tax revenues are collected in quarterly installments due February 1, May 1, August 1, and November 1. The amount of tax levied includes not only the amount required in support of the Town's annual budget, but also the amounts required in support of the budgets of the County of Hudson and the Town of Secaucus School District. Unpaid property taxes are subject to tax sale in accordance with the statutes.

School Taxes - The Town is responsible for levying, collecting, and remitting school taxes for the Town of Secaucus School District. Operations is charged for the full amount required to be raised from taxation to operate the local school district for the period from January 1 to December 31.

County Taxes - The municipality is responsible for levying, collecting, and remitting county taxes for the County of Hudson. County taxes are determined on a calendar year by the County Board of Taxation based upon the ratables required to be certified to them on January 10 of each year. Operations is charged for the amount due to the County for the year, based upon the ratables required to be certified to the County Board of Taxation by January 10 of the current year. In addition, operations is charged for the County share of added and omitted taxes certified to the County Board of Taxation by October 10 of the current year, and due to be paid to the County by February 15 of the following year.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

Library Taxes - The municipality is responsible for levying, collecting and remitting library taxes for the Secaucus Public Library. The amount of the library tax is a separate local levy tax and is remitted to the Library through the municipal budget.

Reserve for Uncollected Taxes - The inclusion of the "reserve for uncollected taxes" appropriation in the Town's annual budget protects the Town from taxes not paid currently. The reserve, the minimum amount of which is determined on the percentage of collections experienced in the immediate preceding year, with certain exceptions, is required to provide assurance that cash collected in the current year will provide sufficient cash flow to meet expected obligations.

Expenditures - Expenditures are recorded on the "budgetary" basis of accounting. Generally, expenditures are recorded when paid. However, for charges to amounts appropriated for "other expenses", an amount is encumbered through the issuance of a numerically controlled purchase order or when a contract is executed in accordance with N.J.A.C. 5:30-5.2. When encumbered charges are paid, the amount encumbered is simultaneously liquidated in its original amount. Encumbrances are offset by an account entitled reserve for encumbrances. The reserve is classified as a cash liability under New Jersey municipal accounting. At December 31, this reserve represents the portion of appropriation reserves that has been encumbered and is subject to the same statutory provisions as appropriation reserves.

Appropriations for principal payments on outstanding general capital and utility bonds and notes are provided on the cash basis; interest on general capital indebtedness is on the cash basis, whereas interest on utility indebtedness is on the accrual basis.

Appropriation Reserves - Appropriation reserves covering unexpended appropriation balances are automatically created at year-end and recorded as liabilities, except for amounts which may be canceled by the governing body. Appropriation reserves are available, until lapsed at the close of the succeeding year, to meet specific claims, commitments, or contracts incurred during the preceding year. Lapsed appropriation reserves are recorded as income.

Long-Term Debt - Long-term debt, relative to the acquisition of capital assets, is recorded as a liability in the general capital and utility capital funds. Where an improvement is a "local Improvement", i.e. assessable upon completion, long-term debt associated with that portion of the cost of the improvement to be funded by assessments is transferred to the trust fund upon the confirmation of the assessments or when the improvement is fully and permanently funded.

Compensated Absences and Postemployment Benefits - Compensated absences for vacation, sick leave and other compensated absences are recorded and provided for in the annual budget in the year in which they are paid, on a pay-as-you-go basis. Likewise, no accrual is made for postemployment benefits, if any, which are also funded on a pay-as-you-go basis.

Note 2: CASH AND CASH EQUIVALENTS

Custodial Credit Risk Related to Deposits - Custodial credit risk is the risk that, in the event of a bank failure, the Town's deposits might not be recovered. Although the Town does not have a formal policy regarding custodial credit risk, N.J.S.A. 17:9-41 et seq. requires that governmental units shall deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act (GUDPA). Under the Act, the first \$250,000.00 of governmental deposits in each insured depository is protected by the Federal Deposit Insurance Corporation (FDIC). Public funds owned by the municipality in excess of FDIC insured amounts are protected by GUDPA. However, GUDPA does not protect intermingled agency funds such as salary withholdings, bail funds, or funds that may pass to the municipality relative to the happening of a future condition. Such funds are classified as uninsured and uncollateralized.

Note 2: CASH AND CASH EQUIVALENTS (CONT'D)

Custodial Credit Risk Related to Deposits (Cont'd) - As of December 31, 2020, the Town's bank balances of \$26,262,028.24 were exposed to custodial credit risk as follows:

Insured by FDIC and GUDPA	\$ 26,032,374.14
Uninsured and uncollateralized	<u>229,654.10</u>
Total	<u>\$ 26,262,028.24</u>

Note 3: PROPERTY TAXES

The following is a five-year comparison of certain statistical information relative to property taxes and property tax collections for the current and previous four calendar years:

Comparative Schedule of Tax Rates

	<u>Year Ended</u>				
	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
Tax Rate	<u>\$ 3.736</u>	<u>\$ 3.712</u>	<u>\$ 3.610</u>	<u>\$ 3.614</u>	<u>\$ 3.707</u>
Apportionment of Tax Rate:					
Municipal	\$ 1.559	\$ 1.487	\$ 1.413	\$ 1.373	\$ 1.374
Municipal Open Space	.011	.010	.010	.011	-
Municipal Library	.066	.063	.058	.055	.055
County	.754	.831	.792	.871	.918
Local School	1.346	1.321	1.337	1.304	1.360

Assessed Valuation

<u>Year</u>	<u>Amount</u>
2020	\$ 2,820,788,234.00
2019	2,821,143,985.00
2018	2,771,569,462.00
2017	2,756,832,531.00
2016	2,650,184,650.00

Note 3: PROPERTY TAXES (CONT'D)

The following is a five-year comparison of certain statistical information relative to property taxes and property tax collections for the current and previous four calendar years (cont'd):

Comparison of Tax Levies and Collections

<u>Year</u>	<u>Tax Levy</u>	<u>Collections</u>	<u>Percentage of Collections</u>
2020	\$ 105,833,008.09	\$ 104,993,742.42	99.21%
2019	105,291,437.03	103,900,837.92	98.68%
2018	100,956,140.86	99,300,543.32	98.36%
2017	99,949,670.06	99,478,419.80	99.53%
2016	101,709,037.13	101,090,371.34	99.39%

Delinquent Taxes and Tax Title Liens

<u>Year</u>	<u>Tax Title Liens</u>	<u>Delinquent Taxes</u>	<u>Total Delinquent</u>	<u>Percentage of Tax Levy</u>
2020		\$ 21,526.04	\$ 21,526.04	0.02%
2019		88,498.80	88,498.80	0.08%
2018		10,774.67	10,774.67	0.01%
2017	\$ 109,523.68	6,755.90	116,279.58	0.12%
2016		2,948.86	2,948.86	0.00%

The following comparison is made of the number of tax title liens receivable on December 31 for the current and previous four calendar years:

<u>Year</u>	<u>Number</u>
2020	-
2019	-
2018	-
2017	1
2016	-

Note 4: PROPERTY ACQUIRED BY TAX TITLE LIEN LIQUIDATION

The value of property acquired by liquidation of tax title liens on December 31, on the basis of the last assessed valuation of such properties, for the current and previous four years was as follows:

<u>Year</u>	<u>Amount</u>
2020	\$ 1,316,300.00
2019	1,316,300.00
2018	1,316,300.00
2017	1,316,300.00
2016	1,316,300.00

Note 5: FUND BALANCES APPROPRIATED

The following schedules detail the amount of fund balances available at the end of the current year and four previous years and the amounts utilized in the subsequent year's budgets:

Current Fund

<u>Year</u>	<u>Balance December 31,</u>	<u>Utilized in Budget of Succeeding Year</u>	<u>Percentage of Fund Balance Used</u>
2020	\$ 6,229,290.01	\$ 4,900,000.00	78.66%
2019	5,712,736.92	3,500,000.00	61.27%
2018	6,284,814.72	3,892,840.00	61.94%
2017	6,606,504.35	3,882,530.00	58.77%
2016	9,078,693.57	5,633,768.00	62.05%

Swimming Pool Utility Fund

<u>Year</u>	<u>Balance December 31,</u>	<u>Utilized in Budget of Succeeding Year</u>	<u>Percentage of Fund Balance Used</u>
2020	\$ 58,998.82	-	-
2019	58,998.82	-	-
2018	58,998.82	-	-
2017	58,998.82	-	-
2016	58,998.82	-	-

Note 6: INTERFUND RECEIVABLES AND PAYABLES

The following interfund balances were recorded on the various statements of assets, liabilities, reserves and fund balance as of December 31, 2020:

<u>Fund</u>	<u>Interfunds Receivable</u>	<u>Interfunds Payable</u>
Current	\$ 106,856.18	\$ 773,282.86
Federal and State Grant	446,214.26	390,076.00
Trust - Assessment		2,765.77
Trust - Animal Control		5,584.40
Trust - Municipal Open Space	1,317.44	
Trust - Other		115,319.90
General Capital	797,157.16	
Swimming Pool Utility - Operating		70,694.66
Swimming Pool Utility - Capital	46,944.66	40,500.00
Bond and Interest		266.11
Total	<u>\$ 1,398,489.70</u>	<u>\$ 1,398,489.70</u>

The interfund receivables and payables above predominately resulted from collections and payments made by certain funds on behalf of other funds. During the year 2021, the Town expects to liquidate such interfunds, depending upon the availability of cash flow.

Note 7: PENSION PLANS

A substantial number of the Town's employees participate in one of the following defined benefit pension plans: the Public Employees' Retirement System ("PERS") and the Police and Firemen's Retirement System ("PFRS"), which are administered by the New Jersey Division of Pensions and Benefits. In addition, several Town employees participate in the Defined Contribution Retirement Program ("DCRP"), which is a defined contribution pension plan. This Plan is administered by Prudential Financial for the New Jersey Division of Pensions and Benefits. Each Plan has a Board of Trustees that is primarily responsible for its administration. The Division issues a publicly available financial report that includes financial statements, required supplementary information and detailed information about the PERS and PFRS plans' fiduciary net position which can be obtained by writing to or at the following website:

State of New Jersey
Division of Pensions and Benefits
P.O. Box 295
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<https://www.state.nj.us/treasury/pensions/financial-reports.shtml>

General Information about the Pension Plans**Plan Descriptions**

Public Employees' Retirement System - The Public Employees' Retirement System is a cost-sharing multiple-employer defined benefit pension plan which was established as of January 1, 1955, under the provisions of N.J.S.A. 43:15A. The PERS' designated purpose is to provide retirement, death, disability and medical benefits to certain qualified members. Membership in the PERS is mandatory for substantially all full-time employees of the Town, provided the employee is not required to be a member of another state-administered retirement system or other state pensions fund or local jurisdiction's pension fund. The PERS' Board of Trustees is primarily responsible for the administration of the PERS.

Police and Firemen's Retirement System - The Police and Firemen's Retirement System is a cost-sharing multiple-employer defined benefit pension plan which was established as of July 1, 1944, under the provisions of N.J.S.A. 43:16A. The PFRS' designated purpose is to provide retirement, death, disability and medical benefits to certain qualified members. Membership in the PFRS is mandatory for substantially all full-time police and firemen of the Town. The PFRS' Board of Trustees is primarily responsible for the administration of the PFRS.

Defined Contribution Retirement Program - The Defined Contribution Retirement Program is a multiple-employer defined contribution pension fund established on July 1, 2007 under the provisions of Chapter 92, P.L. 2007, and Chapter 103, P.L. 2007 (N.J.S.A. 43:15C-1 et. seq.). The DCRP is a tax-qualified defined contribution money purchase pension plan under Internal Revenue Code (IRC) § 401(a) et seq., and is a "governmental plan" within the meaning of IRC § 414(d). The DCRP provides retirement benefits for eligible employees and their beneficiaries. Individuals covered under DCRP are employees enrolled in PERS on or after July 1, 2007, who earn salary in excess of established "maximum compensation" limits; employees enrolled in New Jersey State Police Retirement System (SPRS) or the Police and Firemen's Retirement System (PFRS) after May 21, 2010, who earn salary in excess of established "maximum compensation" limits; employees otherwise eligible to enroll in PERS on or after November 2, 2008, who do not earn the minimum annual salary for tier 3 enrollment but who earn salary of at least \$5,000.00 annually; and employees otherwise eligible to enroll in PERS after May 21, 2010 who do not work the minimum number of hours per week required for tiers 4 or 5 enrollment, but who earn salary of at least \$5,000.00 annually.

Note 7: PENSION PLANS (CONT'D)**General Information about the Pension Plans (Cont'd)****Vesting and Benefit Provisions**

Public Employees' Retirement System - The vesting and benefit provisions are set by N.J.S.A. 43:15A. The PERS provides retirement, death and disability benefits. All benefits vest after 10 years of service, except for medical benefits, which vest after 25 years of service or under the disability provisions of the PERS.

The following represents the membership tiers for PERS:

Tier Definition

- 1 Members who were enrolled prior to July 1, 2007
- 2 Members who were eligible to enroll on or after July 1, 2007 and prior to November 2, 2008
- 3 Members who were eligible to enroll on or after November 2, 2008 and prior to May 21, 2010
- 4 Members who were eligible to enroll after May 21, 2010 and prior to June 28, 2011
- 5 Members who were eligible to enroll on or after June 28, 2011

Service retirement benefits of 1/55th of final average salary for each year of service credit is available to tiers 1 and 2 members upon reaching age 60 and to tier 3 members upon reaching age 62. Service retirement benefits of 1/60th of final average salary for each year of service credit is available to tier 4 members upon reaching age 62 and tier 5 members upon reaching age 65. Early retirement benefits are available to tiers 1 and 2 members before reaching age 60, tiers 3 and 4 with 25 years or more of service credit before age 62, and tier 5 with 30 or more years of service credit before age 65. Benefits are reduced by a fraction of a percent for each month that a member retires prior to the age at which a member can receive full early retirement benefits in accordance with their respective tier. Tier 1 members can receive an unreduced benefit from age 55 to age 60 if they have at least 25 years of service. Deferred retirement is available to members who have at least 10 years of service credit and have not reached the service retirement age for the respective tier.

Police and Firemen's Retirement System - The vesting and benefit provisions are set by N.J.S.A. 43:16A. The PFRS provides retirement, death and disability benefits. All benefits vest after 10 years of service, except disability benefits, which vest after four years of service.

The following represents the membership tiers for PFRS:

Tier Definition

- 1 Members who were enrolled prior to May 22, 2010
- 2 Members who were eligible to enroll on or after May 22, 2010 and prior to June 28, 2011
- 3 Members who were eligible to enroll on or after June 28, 2011

Service retirement benefits are available at age 55 and are generally determined to be 2% of final compensation for each year of creditable service up to 30 years plus 1% for each year of service in excess of 30 years. Members may seek special retirement after achieving 25 years of creditable service, in which benefits would equal 65% (tiers 1 and 2 members) and 60% (tier 3 members) of final compensation plus 1% for each year of creditable service over 25 years but not to exceed 30 years. Members may elect deferred retirement benefits after achieving ten years of service, in which case benefits would begin at age 55 equal to 2% of final compensation for each year of service.

Note 7: PENSION PLANS (CONT'D)**General Information about the Pension Plans (Cont'd)****Vesting and Benefit Provisions (Cont'd)**

Defined Contribution Retirement Program - Eligible members are provided with a defined contribution retirement plan intended to qualify for favorable Federal income tax treatment under IRC Section 401(a), a noncontributory group life insurance plan and a noncontributory group disability benefit plan. A participant's interest in that portion of his or her defined contribution retirement plan account attributable to employee contributions shall immediately become and shall at all times remain fully vested and non-forfeitable. A participant's interest in that portion of his or her defined contribution retirement plan account attributable to employer contributions shall be vested and non-forfeitable on the date the participant commences the second year of employment or upon his or her attainment of age 65, while employed by an employer, whichever occurs first.

Contributions

Public Employees' Retirement System - The contribution policy is set by N.J.S.A. 43:15A and requires contributions by active members and contributing employers. Pursuant to the provisions of P.L. 2011, C. 78, the member contribution rate is currently 7.50% of base salary, effective July 1, 2018. The rate for members who are eligible for the Prosecutors Part of PERS (P.L. 2001, C. 366) is 10.0%. Employers' contributions are based on an actuarially determined amount, which includes the normal cost and unfunded accrued liability.

The Town's contractually required contribution rate for the year ended December 31, 2020 was 14.75% of the Town's covered payroll. This amount was actuarially determined as the amount that, when combined with employee contributions, is expected to finance the costs of benefits earned by employees during the year, including an additional amount to finance any unfunded accrued liability.

Based on the most recent PERS measurement date of June 30, 2020, the Town's contractually required contribution to the pension plan for the year ended December 31, 2020 is \$1,568,270.00, and is payable by April 1, 2021. Due to the basis of accounting described in note 1, no liability has been recorded in the financial statements for this amount. For the prior year measurement date of June 30, 2019, the Town's contractually required contribution to the pension plan for the year ended December 31, 2019 was \$1,378,415.00, which was paid on April 1, 2020.

Employee contributions to the Plan for the year ended December 31, 2020 were \$804,664.10.

Police and Firemen's Retirement System - The contribution policy for PFRS is set by N.J.S.A. 43:16A and requires contributions by active members and contributing employers. Pursuant to the provisions of P.L. 2011, C. 78, the member contribution rate is currently 10.0% of base salary. State legislation has modified the amount that is contributed by the State. The State's contribution amount is based on an actuarially determined rate, which includes the normal cost and unfunded accrued liability.

Special Funding Situation Component - Under N.J.S.A. 43:16A-15, local participating employers are responsible for their own contributions based on actuarially determined amounts, except where legislation was passed which legally obligated the State if certain circumstances occurred. The legislation, which legally obligates the State, is as follows: Chapter 8, P.L. 2000, Chapter 318, P.L. 2001, Chapter 86, P.L. 2001, Chapter 511, P.L. 1991, Chapter 109, P.L. 1979, Chapter 247, P.L. 1993 and Chapter 201, P.L. 2001. The amounts contributed on behalf of the local participating employers under this legislation is considered to be a *special funding situation* as defined by GASB Statement No. 68 and the State is treated as a nonemployer contributing entity.

Note 7: PENSION PLANS (CONT'D)**General Information about the Pension Plans (Cont'd)****Contributions (Cont'd)****Police and Firemen's Retirement System (Cont'd) - *Special Funding Situation Component* (Cont'd)**

- Since the local participating employers do not contribute under this legislation directly to the Plan (except for employer specific financed amounts), there is no net pension liability or deferred outflows or inflows to disclose in the notes to the financial statements of the local participating employers related to this legislation.

The Town's contractually required contribution rate for the year ended December 31, 2020 was 32.70% of the Town's covered payroll. This amount was actuarially determined as the amount that, when combined with employee contributions, is expected to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability.

Based on the most recent PFRS measurement date of June 30, 2020, the Town's contractually required contribution to the pension plan for the year ended December 31, 2020 is \$2,415,157.00, and is payable by April 1, 2021. Due to the basis of accounting described in note 1, no liability has been recorded in the financial statements for this amount. For the prior year measurement date of June 30, 2019, the Town's contractually required contribution to the pension plan for the year ended December 31, 2019 was \$2,115,976.00, which was paid on April 1, 2020.

Employee contributions to the Plan for the year ended December 31, 2020 were \$743,204.64.

The amount of contractually required contribution for the State of New Jersey's proportionate share, associated with the Town, for the year ended December 31, 2020 was 4.52% of the Town's covered payroll.

Based on the most recent PFRS measurement date of June 30, 2020, the State's contractually required contribution, on-behalf of the Town, to the pension plan for the year ended December 31, 2020 was \$333,593.00, and is payable by April 1, 2021. For the prior year measurement date of June 30, 2019, the State's contractually required contribution, on-behalf of the Town, to the pension plan for the year ended December 31, 2019 was \$272,747.00, which was paid on April 1, 2020.

Defined Contribution Retirement Program - The contribution policy is set by N.J.S.A. 43:15C-3 and requires contributions by active members and contributing employers. In accordance with Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007, Plan members are required to contribute 5.5% of their annual covered salary. In addition to the employee contributions, the Town contributes 3% of the employees' base salary, for each pay period, to Prudential Financial not later than the fifth business day after the date on which the employee is paid for that pay period.

For the year ended December 31, 2020, employee contributions totaled \$6,338.67, and the Town's contributions were \$3,457.21. There were no forfeitures during the year.

Note 7: PENSION PLANS (CONT'D)**Pension Liabilities, Pension (Benefit) Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions****Public Employees' Retirement System**

Pension Liability - As of December 31, 2020, the Town's proportionate share of the PERS net pension liability was \$23,378,027.00. The net pension liability was measured as of June 30, 2020 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2019. The total pension liability was calculated through the use of updated procedures to roll forward from the actuarial valuation date to the measurement date of June 30, 2020. The Town's proportion of the net pension liability was based on a projection of the Town's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. For the June 30, 2020 measurement date, the Town's proportion was 0.1433585289%, which was an increase of 0.0016491327% from its proportion measured as of June 30, 2019.

Pension Expense - For the year ended December 31, 2020, the Town's proportionate share of the PERS pension expense, calculated by the Plan as of the June 30, 2020 measurement date was \$1,921,899.00. This expense is not recognized by the Town because of the regulatory basis of accounting as described in note 1; however, as previously mentioned, for the year ended December 31, 2020, the Town's contribution to PERS was \$1,378,415.00, and was paid on April 1, 2020.

Police and Firemen's Retirement System

Pension Liability - As of December 31, 2020, the Town's and State of New Jersey's proportionate share of the PFRS net pension liability were as follows:

Town's Proportionate Share of Net Pension Liability	\$ 27,933,967.00
State of New Jersey's Proportionate Share of Net Pension Liability Associated with the Town	<u>4,335,224.00</u>
	<u>\$ 32,269,191.00</u>

Pension Liability - The net pension liability was measured as of June 30, 2020, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2019. The total pension liability was calculated through the use of updated procedures to roll forward from the actuarial valuation date to the measurement date of June 30, 2020. The Town's proportion of the net pension liability was based on a projection of the Town's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers and the State of New Jersey, actuarially determined. For the June 30, 2020 measurement date, the Town's proportion was 0.2161851065%, which was an increase of 0.0067054705% from its proportion measured as of June 30, 2019. Likewise, at June 30, 2020, the State of New Jersey's proportion, on-behalf of the Town, was 0.2161851065%, which was an increase of 0.0067054705% from its proportion, on-behalf of the Town, measured as of June 30, 2019.

Note 7: PENSION PLANS (CONT'D)**Pension Liabilities, Pension (Benefit) Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Cont'd)****Police and Firemen's Retirement System (Cont'd)**

Pension Expense - For the year ended December 31, 2020, the Town's proportionate share of the PFRS pension expense, calculated by the Plan as of the June 30, 2020 measurement date was \$2,090,283.00. This expense is not recognized by the Town because of the regulatory basis of accounting as described in note 1; however, as previously mentioned, for the year ended December 31, 2020, the Town's contribution to PFRS was \$2,115,976.00, and was paid on April 1, 2020.

For the year ended December 31, 2020, the State's proportionate share of the PFRS pension expense, associated with the Town, calculated by the Plan as of the June 30, 2020 measurement date, was \$491,311.00. This on-behalf expense is not recognized by the Town because of the regulatory basis of accounting as described in note 1.

Deferred Outflows of Resources and Deferred Inflows of Resources - As of December 31, 2020, the Town had deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources			Deferred Inflows of Resources		
	<u>PERS</u>	<u>PFRS</u>	<u>Total</u>	<u>PERS</u>	<u>PFRS</u>	<u>Total</u>
Differences between Expected and Actual Experience	\$ 425,675.00	\$ 281,622.00	\$ 707,297.00	\$ 82,675.00	\$ 100,252.00	\$ 182,927.00
Changes of Assumptions	758,410.00	70,296.00	828,706.00	9,788,601.00	7,488,929.00	17,277,530.00
Net Difference between Projected and Actual Earnings on Pension Plan Investments	799,080.00	1,637,899.00	2,436,979.00	-	-	-
Changes in Proportion and Differences between Town Contributions and Proportionate Share of Contributions	3,115,095.00	2,759,077.00	5,874,172.00	-	303,458.00	303,458.00
Town Contributions Subsequent to the Measurement Date	784,135.00	1,207,579.00	1,991,714.00	-	-	-
	<u>\$ 5,882,395.00</u>	<u>\$ 5,956,473.00</u>	<u>\$ 11,838,868.00</u>	<u>\$ 9,871,276.00</u>	<u>\$ 7,892,639.00</u>	<u>\$ 17,763,915.00</u>

Deferred outflows of resources in the amounts of \$784,135.00 and \$1,207,579.00 for PERS and PFRS, respectively, will be included as a reduction of the net pension liability during the year ending December 31, 2021. These amounts were based on an estimated April 1, 2022 contractually required contribution, prorated from the pension plans' measurement date of June 30, 2020 to the Town's year end of December 31, 2020.

Note 7: PENSION PLANS (CONT'D)**Pension Liabilities, Pension (Benefit) Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Cont'd)**

Deferred Outflows of Resources and Deferred Inflows of Resources (Cont'd) - The Town will amortize the other deferred outflows of resources and deferred inflows of resources related to pensions over the following number of years:

	PERS		PFRS	
	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between Expected and Actual Experience				
Year of Pension Plan Deferral:				
June 30, 2015	5.72	-	-	5.53
June 30, 2016	5.57	-	-	5.58
June 30, 2017	5.48	-	5.59	-
June 30, 2018	-	5.63	5.73	-
June 30, 2019	5.21	-	-	5.92
June 30, 2020	5.16	-	5.90	-
Changes of Assumptions				
Year of Pension Plan Deferral:				
June 30, 2014	6.44	-	6.17	-
June 30, 2015	5.72	-	5.53	-
June 30, 2016	5.57	-	5.58	-
June 30, 2017	-	5.48	-	5.59
June 30, 2018	-	5.63	-	5.73
June 30, 2019	-	5.21	-	5.92
June 30, 2020	-	5.16	-	5.90
Net Difference between Projected and Actual Earnings on Pension Plan Investments				
Year of Pension Plan Deferral:				
June 30, 2016	5.00	-	5.00	-
June 30, 2017	5.00	-	5.00	-
June 30, 2018	5.00	-	5.00	-
June 30, 2019	5.00	-	5.00	-
June 30, 2020	5.00	-	5.00	-
Changes in Proportion and Differences between Town Contributions and Proportionate Share of Contributions				
Year of Pension Plan Deferral:				
June 30, 2014	6.44	6.44	6.17	6.17
June 30, 2015	5.72	5.72	5.53	5.53
June 30, 2016	5.57	5.57	5.58	5.58
June 30, 2017	5.48	5.48	5.59	5.59
June 30, 2018	5.63	5.63	5.73	5.73
June 30, 2019	5.21	5.21	5.92	5.92
June 30, 2020	5.16	5.16	5.90	5.90

Note 7: PENSION PLANS (CONT'D)**Pension Liabilities, Pension (Benefit) Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Cont'd)**

Deferred Outflows of Resources and Deferred Inflows of Resources (Cont'd) - Other amounts included as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in future periods as follows:

<u>Year Ending Dec 31,</u>	<u>PERS</u>	<u>PFRS</u>	<u>Total</u>
2021	\$ (1,722,194.00)	\$ (2,094,736.00)	\$ (3,816,930.00)
2022	(1,669,185.00)	(1,123,520.00)	(2,792,705.00)
2023	(784,716.00)	(51,307.00)	(836,023.00)
2024	(474,762.00)	196,764.00	(277,998.00)
2025	(122,159.00)	(70,946.00)	(193,105.00)
	<u>\$ (4,773,016.00)</u>	<u>\$ (3,143,745.00)</u>	<u>\$ (7,916,761.00)</u>

Actuarial Assumptions

The net pension liability was measured as of June 30, 2020, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2019. The total pension liability was calculated through the use of updated procedures to roll forward from the actuarial valuation date to the measurement date of June 30, 2020. This actuarial valuation used the following actuarial assumptions, applied to all periods included in the measurement:

	<u>PERS</u>	<u>PFRS</u>
Inflation Rate:		
Price	2.75%	2.75%
Wage	3.25%	3.25%
Salary Increases: ⁽¹⁾		
Through 2026	2.00% - 6.00%	
Thereafter	3.00% - 7.00%	
Through All Future Years		3.25% - 15.25%
Investment Rate of Return	7.00%	7.00%
Period of Actuarial Experience		
Study upon which Actuarial Assumptions were Based	July 1, 2014 - June 30, 2018	July 1, 2013 - June 30, 2018

⁽¹⁾ based on years of service

Note 7: PENSION PLANS (CONT'D)**Actuarial Assumptions (Cont'd)****Public Employees' Retirement System**

Pre-retirement mortality rates were based on the Pub-2010 General Below-Median Income Employee mortality table with an 82.2% adjustment for males and 101.4% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Post-retirement mortality rates were based on the Pub-2010 General Below-Median Income Healthy Retiree mortality table with a 91.4% adjustment for males and 99.7% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Disability retirement rates used to value disabled retirees were based on the Pub-2010 Non-Safety Disabled Retiree mortality table with a 127.7% adjustment for males and 117.2% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Mortality improvement is based on Scale MP-2020.

Police and Firemen's Retirement System

Pre-retirement mortality rates were based on the Pub-2010 Safety Employee mortality table with a 105.6% adjustment for males and 102.5% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Post-retirement mortality rates were based on the Pub-2010 Safety Retiree Below-Median Income Weighted mortality table with a 96.7% adjustment for males and 96.0% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. For beneficiaries (contingent annuitants), the Pub-2010 General Retiree Below-Median Income Weighted mortality table was used, unadjusted, and with future improvement from the base year of 2010 on a generational basis. Disability rates were based on the Pub-2010 Safety Disabled Retiree mortality table with a 152.0% adjustment for males and 109.3% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Mortality improvement is based on Scale MP-2020.

For both PERS and PFRS, in accordance with State statute, the long-term expected rate of return on Plan investments (7.00% at June 30, 2020) is determined by the State Treasurer, after consultation with the Directors of the Division of Investments and Division of Pensions and Benefits, the board of trustees and the actuaries. The long-term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension Plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic rates of return for each major asset class included in PERS' and PFRS' target asset allocation as of June 30, 2020 are summarized in the table that follows:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
U.S. Equity	27.00%	7.71%
Non-US Developed Markets Equity	13.50%	8.57%
Emerging Market Equity	5.50%	10.23%
Private Equity	13.00%	11.42%
Real Assets	3.00%	9.73%
Real Estate	8.00%	9.56%
High Yield	2.00%	5.95%
Private Credit	8.00%	7.59%
Investment Grade Credit	8.00%	2.67%
Cash Equivalents	4.00%	0.50%
U.S. Treasuries	5.00%	1.94%
Risk Mitigation Strategies	3.00%	3.40%
	<u>100.00%</u>	

Note 7: PENSION PLANS (CONT'D)**Actuarial Assumptions (Cont'd)****Discount Rate -**

Public Employees' Retirement System - The discount rate used to measure the total pension liability was 7.00% as of June 30, 2020. This single blended discount rate was based on the long-term expected rate of return on pension plan investments of 7.00% and a municipal bond rate of 2.21% as of the June 30, 2020 measurement date based on the Bond Buyer Go 20-Bond Municipal Bond Index, which includes tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher. The projection of cash flows used to determine the discount rate assumed that contributions from Plan members will be made at the current member contribution rates and that contributions from employers would be based on 78% of the actuarially determined contributions for the State and 100% of actuarially determined contributions for the local employers. Based on those assumptions, the Plan's fiduciary net position was projected to be available to make projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on Plan investments was applied to all projected benefit payments to determine the total pension liability.

Police and Firemen's Retirement System - The discount rate used to measure the total pension liability was 7.00% as of June 30, 2020. This single blended discount rate was based on the long-term expected rate of return on pension plan investments of 7.00%, and a municipal bond rate of 2.21% as of June 30, 2020 measurement date based on the Bond Buyer Go 20-Bond Municipal Bond Index, which includes tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher. The projection of cash flows used to determine the discount rate assumed that contributions from Plan members will be made at the current member contribution rates and that contributions from employers will be based on 78% of the actuarially determined contributions for the State and 100% of actuarially determined contributions for the local employers. Based on those assumptions, the Plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on Plan investments was applied to all projected benefit payments to determine the total pension liability.

Sensitivity of Town's Proportionate Share of Net Pension Liability to Changes in the Discount Rate

Public Employees' Retirement System (PERS) - The following presents the Town's proportionate share of the net pension liability as of the June 30, 2020 measurement date, calculated using a discount rate of 7.00%, as well as what the Town's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1% lower or 1% higher than the current rates used:

	PERS		
	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
Town's Proportionate Share of the Net Pension Liability	<u>\$ 29,429,036.00</u>	<u>\$ 23,378,027.00</u>	<u>\$ 18,243,581.00</u>

Note 7: PENSION PLANS (CONT'D)**Sensitivity of Town's Proportionate Share of Net Pension Liability to Changes in the Discount Rate (Cont'd)**

Police and Firemen's Retirement System (PFRS) - As previously mentioned, PFRS has a special funding situation, where the State of New Jersey pays a portion of the Town's annual required contribution. As such, the net pension liability as of the June 30, 2020 measurement date, for the Town and the State of New Jersey, calculated using a discount rate of 7.00%, as well as using a discount rate that is 1% lower or 1% higher than the current rates used, is as follows:

	PFRS		
	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
Town's Proportionate Share of the Net Pension Liability	\$ 37,146,426.00	\$ 27,933,967.00	\$ 20,282,316.00
State of New Jersey's Proportionate Share of Net Pension Liability associated with the Town	5,764,956.00	4,335,224.00	3,147,723.00
	<u>\$ 42,911,382.00</u>	<u>\$ 32,269,191.00</u>	<u>\$ 23,430,039.00</u>

Pension Plan Fiduciary Net Position

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension (benefit) expense, information about the respective fiduciary net position of the PERS and PFRS and additions to/deductions from PERS and PFRS' respective fiduciary net position have been determined on the same basis as they are reported by PERS and PFRS. Accordingly, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Note 7: PENSION PLANS (CONT'D)**Supplementary Pension Information**

In accordance with GASBS 68, the following information is also presented for the PERS and PFRS pension plans. These schedules are presented to illustrate the requirements to show information for 10 years; however, until a full 10-year trend is compiled, this presentation will only include information for those years for which information is available.

Schedule of the Town's Proportionate Share of the Net Pension Liability - Public Employees' Retirement System (PERS) (Last Eight Plan Years)

	Measurement Date Ended June 30,			
	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Town's Proportion of the Net Pension Liability	0.1433585289%	0.1417093962%	0.1338958384%	0.1207409552%
Town's Proportionate Share of the Net Pension Liability	\$ 23,378,027.00	\$ 25,533,883.00	\$ 26,363,423.00	\$ 28,106,564.00
Town's Covered Payroll (Plan Measurement Period)	\$ 10,246,796.00	\$ 9,894,908.00	\$ 9,383,372.00	\$ 8,309,580.00
Town's Proportionate Share of the Net Pension Liability as a Percentage of Covered Payroll	228.15%	258.05%	280.96%	338.24%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	58.32%	56.27%	53.60%	48.10%
	Measurement Date Ended June 30,			
	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Town's Proportion of the Net Pension Liability	0.1172522228%	0.1106667214%	0.1093580510%	0.1078889232%
Town's Proportionate Share of the Net Pension Liability	\$ 34,726,745.00	\$ 24,842,461.00	\$ 20,474,818.00	\$ 20,619,717.00
Town's Covered Payroll (Plan Measurement Period)	\$ 8,020,816.00	\$ 7,560,484.00	\$ 7,613,672.00	\$ 7,436,832.00
Town's Proportionate Share of the Net Pension Liability as a Percentage of Covered Payroll	432.96%	328.58%	268.92%	277.26%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	40.14%	47.93%	52.08%	48.72%

Schedule of the Town's Contributions - Public Employees' Retirement System (PERS) (Last Eight Years)

	Year Ended December 31,			
	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Town's Contractually Required Contribution	\$ 1,568,270.00	\$ 1,378,415.00	\$ 1,331,831.00	\$ 1,118,536.00
Town's Contribution in Relation to the Contractually Required Contribution	(1,568,270.00)	(1,378,415.00)	(1,331,831.00)	(1,118,536.00)
Town's Contribution Deficiency (Excess)	\$ -	\$ -	\$ -	\$ -
Town's Covered Payroll (Calendar Year)	\$ 10,633,825.00	\$ 10,261,080.00	\$ 9,947,532.00	\$ 9,459,324.00
Town's Contributions as a Percentage of Covered Payroll	14.75%	13.43%	13.39%	11.82%

Note 7: PENSION PLANS (CONT'D)**Supplementary Pension Information (Cont'd)*****Schedule of the Town's Contributions - Public Employees' Retirement System (PERS) (Last Eight Years) (Cont'd)***

	Year Ended December 31,			
	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Town's Contractually Required Contribution	\$ 1,041,652.00	\$ 951,437.00	\$ 901,532.00	\$ 812,921.00
Town's Contribution in Relation to the Contractually Required Contribution	(1,041,652.00)	(951,437.00)	(901,532.00)	(812,921.00)
Town's Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Town's Covered Payroll (Calendar Year)	\$ 8,435,484.00	\$ 8,025,709.00	\$ 7,575,569.00	\$ 7,559,074.00
Town's Contributions as a Percentage of Covered Payroll	12.35%	11.85%	11.90%	10.75%

Schedule of the Town's Proportionate Share of the Net Pension Liability - Police and Firemen's Retirement System (PFRS) (Last Eight Plan Years)

	Measurement Date Ended June 30,			
	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Town's Proportion of the Net Pension Liability	0.2161851065%	0.2094796360%	0.1978092646%	0.1891580887%
Town's Proportionate Share of the Net Pension Liability	\$ 27,933,967.00	\$ 25,635,738.00	\$ 26,766,855.00	\$ 29,202,352.00
State's Proportionate Share of the Net Pension Liability associated with the Town	4,335,224.00	4,047,932.00	3,635,835.00	3,270,909.00
Total	<u>\$ 32,269,191.00</u>	<u>\$ 29,683,670.00</u>	<u>\$ 30,402,690.00</u>	<u>\$ 32,473,261.00</u>
Town's Covered Payroll (Plan Measurement Period)	\$ 7,532,276.00	\$ 7,113,608.00	\$ 6,651,728.00	\$ 6,017,540.00
Town's Proportionate Share of the Net Pension Liability as a Percentage of Covered Payroll	370.86%	360.38%	402.40%	485.29%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	63.52%	65.00%	62.48%	58.60%

	Measurement Date Ended June 30,			
	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Town's Proportion of the Net Pension Liability	0.1948079139%	0.1988234388%	0.1947839152%	0.1904231602%
Town's Proportionate Share of the Net Pension Liability	\$ 37,213,295.00	\$ 33,117,054.00	\$ 24,502,010.00	\$ 25,315,041.00
State's Proportionate Share of the Net Pension Liability associated with the Town	3,124,994.00	2,904,255.00	2,638,455.00	2,359,669.00
Total	<u>\$ 40,338,289.00</u>	<u>\$ 36,021,309.00</u>	<u>\$ 27,140,465.00</u>	<u>\$ 27,674,710.00</u>
Town's Covered Payroll (Plan Measurement Period)	\$ 6,226,540.00	\$ 6,228,040.00	\$ 6,191,948.00	\$ 5,976,116.00
Town's Proportionate Share of the Net Pension Liability as a Percentage of Covered Payroll	597.66%	531.74%	395.71%	423.60%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	52.01%	56.31%	62.41%	58.70%

Note 7: PENSION PLANS (CONT'D)**Supplementary Pension Information (Cont'd)*****Schedule of the Town's Contributions - Police and Firemen's Retirement System (PFRS) (Last Eight Years)***

	Year Ended December 31,			
	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Town's Contractually Required Contribution	\$ 2,415,157.00	\$ 2,115,976.00	\$ 1,933,877.00	\$ 1,674,084.00
Town's Contribution in Relation to the Contractually Required Contribution	(2,415,157.00)	(2,115,976.00)	(1,933,877.00)	(1,674,084.00)
Town's Contribution Deficiency (Excess)	\$ -	\$ -	\$ -	\$ -
Town's Covered Payroll (Calendar Year)	\$ 7,385,522.00	\$ 7,620,600.00	\$ 7,206,675.00	\$ 6,698,860.60
Town's Contributions as a Percentage of Covered Payroll	32.70%	27.77%	26.83%	24.99%
	Year Ended December 31,			
	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Town's Contractually Required Contribution	\$ 1,588,348.00	\$ 1,616,138.00	\$ 1,496,075.00	\$ 1,389,285.00
Town's Contribution in Relation to the Contractually Required Contribution	(1,588,348.00)	(1,616,138.00)	(1,496,075.00)	(1,389,285.00)
Town's Contribution Deficiency (Excess)	\$ -	\$ -	\$ -	\$ -
Town's Covered Payroll (Calendar Year)	\$ 6,204,379.00	\$ 6,353,688.00	\$ 6,278,210.00	\$ 6,155,418.00
Town's Contributions as a Percentage of Covered Payroll	25.60%	25.44%	23.83%	22.57%

Other Notes to Supplementary Pension Information***Public Employees' Retirement System (PERS)*****Changes in Benefit Terms**

The June 30, 2020 measurement date included two changes to the plan provisions. Chapter 157, P.L. 2019 expanded the definition of regular or assigned duties for purposes of accidental disability. The Division of Pension and Benefits (DPB) also adopted a new policy regarding the crediting of interest on member contributions for the purpose of refund of accumulated deductions.

Changes in Assumptions

The discount rate used as of June 30 measurement date is as follows:

<u>Year</u>	<u>Rate</u>	<u>Year</u>	<u>Rate</u>
2020	7.00%	2016	3.98%
2019	6.28%	2015	4.90%
2018	5.66%	2014	5.39%
2017	5.00%		

Note 7: PENSION PLANS (CONT'D)**Other Notes to Supplementary Pension Information (Cont'd)*****Public Employees' Retirement System (PERS) (Cont'd)*****Changes in Assumptions (Cont'd)**

The long-term expected rate of return used as of June 30 measurement date is as follows:

<u>Year</u>	<u>Rate</u>	<u>Year</u>	<u>Rate</u>
2020	7.00%	2016	7.65%
2019	7.00%	2015	7.90%
2018	7.00%	2014	7.90%
2017	7.00%		

The mortality assumption was updated upon direction from the DPB.

Police and Firemen's Retirement System (PFRS)**Changes in Benefit Terms**

None

Changes in Assumptions

The discount rate used as of June 30 measurement date is as follows:

<u>Year</u>	<u>Rate</u>	<u>Year</u>	<u>Rate</u>
2020	7.00%	2016	5.55%
2019	6.85%	2015	5.79%
2018	6.51%	2014	6.32%
2017	6.14%		

The long-term expected rate of return used as of June 30 measurement date is as follows:

<u>Year</u>	<u>Rate</u>	<u>Year</u>	<u>Rate</u>
2020	7.00%	2016	7.65%
2019	7.00%	2015	7.90%
2018	7.00%	2014	7.90%
2017	7.00%		

The mortality assumption was updated upon direction from the DPB.

Note 8: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS

In May of 2021, the New Jersey Division of Local Government Services issued Local Finance Notice 2021-10 which allows local units to disclose the most recently available information as it relates to the New Jersey Division of Pension's reporting on GASBS No. 75, *Accounting and Financial Reporting for Postemployment Benefits other than Pensions*. As of the date of this report, the information for the measurement period ended June 30, 2020 was not available; therefore, the information from the measurement period June 30, 2019 is disclosed below.

General Information about the OPEB Plan

Plan Description and Benefits Provided - The Town contributes to the State Health Benefits Local Government Retired Employees Plan (the "Plan"), which is a cost-sharing multiple-employer defined benefit other postemployment benefit (OPEB) plan with a special funding situation. It covers employees of local government employers that have adopted a resolution to participate in the Plan. The Plan meets the definition of an equivalent arrangement as defined in paragraph 4 of GASB Statement No. 75, *Accounting and Financial Reporting for the Postemployment Benefits Other Than Pensions* (GASB Statement No. 75); therefore, assets are accumulated to pay associated benefits.

For additional information about the Plan, please refer to the State of New Jersey (the State), Division of Pensions and Benefits' (the Division) Comprehensive Annual Financial Report (CAFR), which can be found at <https://www.state.nj.us/treasury/pensions/financial-reports.shtml>.

The Plan provides medical and prescription drug benefit coverage to retirees and their covered dependents of the employers. Under the provisions of Chapter 88, P.L. 1974 and Chapter 48, P.L. 1999, local government employers electing to provide postretirement medical coverage to their employees must file a resolution with the Division. Under Chapter 88, local employers elect to provide benefit coverage based on the eligibility rules and regulations promulgated by the State Health Benefits Commission. Chapter 48 allows local employers to establish their own age and service eligibility for employer paid health benefits coverage for retired employees. Under Chapter 48, the employer may assume the cost of postretirement medical coverage for employees and their dependents who: 1) retired on a disability pension; or 2) retired with 25 or more years of service credit in a State or locally administered retirement system and a period of service of up to 25 years with the employer at the time of retirement as established by the employer; or 3) retired and reached the age of 65 with 25 or more years of service credit in a State or locally administered retirement system and a period of service of up to 25 years with the employer at the time of retirement as established by the employer; or 4) retired and reached age 62 with at least 15 years of service with the employer. Further, the law provides that the employer paid obligations for retiree coverage may be determined by means of a collective negotiations agreement.

In accordance with Chapter 330, P.L. 1997, which is codified in N.J.S.A 52:14-17.32i, the State provides medical and prescription coverage to local police officers and firefighters, who retire with 25 years of service or on a disability from an employer who does not provide postretirement medical coverage. Local employers were required to file a resolution with the Division in order for their employees to qualify for State-paid retiree health benefits coverage under Chapter 330. The State also provides funding for retiree health benefits to survivors of local police officers and firefighters who die in the line of duty under Chapter 271, P.L.1989.

Pursuant to Chapter 78, P.L. 2011, future retirees eligible for postretirement medical coverage who have less than 20 years of creditable service on June 28, 2011 will be required to pay a percentage of the cost of their health care coverage in retirement provided they retire with 25 or more years of pension service credit. The percentage of the premium for which the retiree will be responsible will be determined based on the retiree's annual retirement benefit and level of coverage.

Note 8: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)**General Information about the OPEB Plan (Cont'd)**

Contributions - The funding policy for the OPEB plan is pay-as-you-go; therefore, there is no prefunding of the liability. However, due to premium rates being set prior to each calendar year, there is a minimal amount of net position available to cover benefits in future years. Contributions to pay for the health benefit premiums of participating employees in the OPEB plan are collected from the State of New Jersey, participating local employers, and retired members.

The Town was billed monthly by the Plan and paid \$911,251.98 for the year ended December 31, 2019, representing 5.10% of the Town's covered payroll. During the year ended December 31, 2019, retirees were not required to contribute.

Special Funding Situation Component - The State of New Jersey makes contributions to cover those employees eligible under Chapter 330, P.L. 1997, as disclosed below. Local employers remit employer contributions on a monthly basis. Retired member contributions are generally received on a monthly basis. Partially funded benefits are also available to local police officers and firefighters who retire with 25 years of service or on disability from an employer who does not provide coverage under the provisions of Chapter 330, P.L. 1997. Upon retirement, these individuals must enroll in the OPEB plan.

Under Chapter 330, P.L. 1997, the State shall pay the premium or periodic charges for the qualified local police and firefighter retirees and dependents equal to 80% of the premium or periodic charge for the category of coverage elected by the qualified retiree under the State managed care plan or a health maintenance organization participating in the program providing the lowest premium or periodic charge. The State also provides funding for retiree health benefits to survivors of local police officers and firefighters who die in the line of duty under Chapter 271, P.L. 1989.

Therefore, these employers are considered to be in a special funding situation as defined by GASB Statement No. 75 and the State is treated as a nonemployer contributing entity. Since the local participating employers do not contribute under this legislation directly to the Plan, there is no net OPEB liability, deferred outflows of resources or deferred inflows of resources to report in the financial statements of the local participating employers related to this legislation. However, the notes to the financial statements of the local participating employers must disclose the portion of the nonemployer contributing entities' total proportionate share of the collective net OPEB liability that is associated with the local participating employer.

The amount of actual contributions to the OPEB Plan made by the State, on-behalf of the Town, is not known, however, under the Special Funding Situation, the State's OPEB (benefit) expense, on-behalf of the Town, is \$174,439.00 for the year ended December 31, 2019 representing 0.98% of the Town's covered payroll

OPEB Liability, OPEB (Benefit) Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources

OPEB Liability - At December 31, 2019 the Town's and State's proportionate share of the net OPEB liability were as follows:

Town's Proportionate Share of Net OPEB Liability	\$ 32,099,312.00
State of New Jersey's Proportionate Share of Net OPEB Liability Associated with the Town	<u>13,159,996.00</u>
	<u>\$ 45,259,308.00</u>

Note 8: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)**OPEB Liability, OPEB (Benefit) Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources (Cont'd)**

OPEB Liability (Cont'd) - The net OPEB liability was measured as of June 30, 2019, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of June 30, 2018, which was rolled forward to June 30, 2019.

The Town's proportion of the net OPEB liability was based on the ratio of the plan members of an individual employer to the total members of the Plan's nonspecial funding situation during the measurement period July 1, 2018 through June 30, 2019. For the June 30, 2019 measurement date, the Town's proportion was 0.236964 % which was a decrease of 0.022781% from its proportion measured as of the June 30, 2018 measurement date.

The State's proportion of the net OPEB liability, on-behalf of the Town was based on the ratio of the plan members of an individual employer to the total members of the Plan's special funding situation during the measurement period July 1, 2018 through June 30, 2019. For the June 30, 2019 measurement date, the State's proportion on-behalf of the Town was 0.238159% which was an increase of 0.005895% from its proportion measured as of the June 30, 2018 measurement date.

OPEB (Benefit) Expense - At December 31, 2019, the Town's proportionate share of the OPEB (benefit) expense, calculated by the Plan as of the June 30, 2019 measurement date is (\$1,114,321.00). This (benefit) expense is not recognized by the Town because of the regulatory basis of accounting as described in note 1; however, as previously mentioned, for the year ended December 31, 2019, the Town made contributions to the Plan totaling \$911,251.98.

At December 31, 2019, the State's proportionate share of the OPEB (benefit) expense, associated with the Town, calculated by the Plan as of the June 30, 2019 measurement date is \$174,439.00. This on-behalf (benefit) expense is not recognized by the Town because of the regulatory basis of accounting as described in note 1.

Deferred Outflows of Resources and Deferred Inflows of Resources - At December 31, 2019, the Town had deferred outflows of resources and deferred inflows of resources related to the OPEB liability from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between Expected and Actual Experience	\$ -	\$ 9,387,090.00
Changes of Assumptions	-	11,375,282.00
Net Difference between Projected and Actual Earnings on OPEB Plan Investments	26,441.00	-
Changes in Proportion and Differences between Town Contributions and Proportionate Share of Contributions	2,529,837.00	7,482,569.00
Town Contributions Subsequent to the Measurement Date	525,006.62	-
	<u>\$ 3,081,284.62</u>	<u>\$ 28,244,941.00</u>

Note 8: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)**OPEB Liability, OPEB (Benefit) Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources (Cont'd)**

Deferred Outflows of Resources and Deferred Inflows of Resources (Cont'd) - \$525,006.62 reported as deferred outflows of resources resulting from the Town's contributions subsequent to the measurement date will be included as a reduction of the Town's net OPEB liability during the year ending December 31, 2020. The Town will amortize the above other deferred outflow of resources and deferred inflows of resources related to the OPEB liability over the following number of years:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between Expected and Actual Experience		
June 30, 2017	-	-
June 30, 2018	-	8.14
June 30, 2019	-	8.05
Changes of Assumptions		
Year of OPEB Plan Deferral:		
June 30, 2017	-	8.04
June 30, 2018	-	8.14
June 30, 2019	-	8.05
Net Difference between Projected and Actual Earnings on OPEB Plan Investments		
Year of OPEB Plan Deferral:		
June 30, 2017	5.00	-
June 30, 2018	5.00	-
June 30, 2019	5.00	-
Changes in Proportion and Differences between Town Contributions and Proportionate Share of Contributions		
Year of OPEB Plan Deferral:		
June 30, 2017	8.04	8.04
June 30, 2018	8.14	8.14
June 30, 2019	8.05	8.05

Other amounts included as deferred outflows of resources and deferred inflows of resources related to the OPEB liability will be recognized in future periods as follows:

<u>Year Ending Dec. 31,</u>	
2020	\$ (4,192,353.00)
2021	(4,192,353.00)
2022	(4,194,425.00)
2023	(4,197,775.00)
2024	(4,200,837.00)
Thereafter	<u>(4,710,920.00)</u>
	<u>\$ (25,688,663.00)</u>

Note 8: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)**Actuarial Assumptions**

The actuarial assumptions vary for each plan member depending on the pension plan in which the member is enrolled. The actuarial valuation at June 30, 2018 used the following actuarial assumptions, applied to all periods in the measurement:

Inflation Rate	2.50%
Salary Increases *	
PERS:	
Initial Fiscal Year Applied:	
Rate Through 2026	2.00% to 6.00%
Rate Thereafter	3.00% to 7.00%
PFRS:	
Rate for all Years	3.25% to 15.25%

* Salary Increases are Based on Years of Service
Within the Respective Plan

PERS mortality rates were based on Pub-2010 General classification headcount weighted mortality with fully generational morality improvement projections from the central year using Scale MP-2019.

PFRS mortality rates were based on Pub-2010 Safety classification headcount weighted mortality with fully generational morality improvement projections from the central year using Scale MP-2019.

Actuarial assumptions used in the July 1, 2018 valuation were based on the results of the PFRS and PERS experience studies prepared for July 1, 2013 to June 30, 2018 and July 1, 2014 to June 30, 2018, respectively.

100% of active members are considered to participate in the Plan upon retirement.

All of the Plan's investments are in the State of New Jersey Cash Management Fund ("CMF"). The New Jersey Division of Investments manages the CMF, which is available on a voluntary basis for investment by State and certain non-State participants. The CMF is considered to be an investment trust fund as defined in GASB Statement No. 31, *Certain Investments and External Investment Pools*. The CMF invests in U.S. Government and Agency Obligations, Commercial Paper, Corporate Obligations and Certificates of Deposit. Units of ownership in the CMF may be purchased or redeemed on any given business day (excluding State holidays) at the unit cost of value of \$1.00. Participant shares are valued on a fair value basis. The CMF pays interest to participants on a monthly basis.

Discount Rate - The discount rate used to measure the OPEB Liability at June 30, 2019 was 3.50%. This represents the municipal bond return rate as chosen by the State. The source is the Bond Buyer Go 20-Bond Municipal Bond Index, which includes tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher. As the long-term rate of return is less than the municipal bond rate, it is not considered in the calculation of the discount rate, rather the discount rate is set at the municipal bond rate.

Health Care Trend Assumptions - For pre-Medicare medical benefits, the trend is initially 5.7% and decreases to a 4.5% long-term trend rate after eight years. For post-65 medical benefits, the actual fully-insured Medicare Advantage trend rates for fiscal year 2020 are reflected. The assumed post-65 medical trend is 4.5% for all future years. For prescription drug benefits, the initial trend rate is 7.5% and decreases to a 4.5% long-term trend rate after eight years.

Note 8: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)**Sensitivity of the net OPEB Liability to Changes in the Discount Rate**

As previously mentioned, the OPEB Plan has a special funding situation where the State of New Jersey pays a portion of the Town's contributions for certain eligible employees. As such, the proportionate share of the net OPEB liability as of June 30, 2019, the Plan's measurement date, for the Town and the State of New Jersey, calculated using a discount rate of 3.50%, as well as using a discount rate that is 1% lower or 1% higher than the current rates used, is as follows:

	1% Decrease (2.50%)	Current Discount Rate (3.50%)	1% Increase (4.50%)
Town's Proportionate Share of the Net OPEB Liability	\$ 37,114,970.00	\$ 32,099,312.00	\$ 28,023,427.00
State of New Jersey's Proportionate Share of the Net OPEB Liability Associated with the Town	15,216,303.00	13,159,996.00	11,488,975.00
	<u>\$ 52,331,273.00</u>	<u>\$ 45,259,308.00</u>	<u>\$ 39,512,402.00</u>

Sensitivity of the net OPEB Liability to Changes in the Healthcare Cost Trend Rates

The Town's and State's proportionate share of the net OPEB Liability as of June 30, 2019, the Plan's measurement date, using a healthcare cost trend rates that are 1% lower or 1% higher than the current healthcare cost trend rate used, is as follows:

	1% Decrease	Healthcare Cost Trend Rates	1% Increase
Town's Proportionate Share of the Net OPEB Liability	\$ 27,087,864.00	\$ 32,099,312.00	\$ 38,492,258.00
State of New Jersey's Proportionate Share of the Net OPEB Liability Associated with the Town	11,105,415.00	13,159,996.00	15,780,960.00
	<u>\$ 38,193,279.00</u>	<u>\$ 45,259,308.00</u>	<u>\$ 54,273,218.00</u>

OPEB Plan Fiduciary Net Position

For purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB (benefit) expense, information about the respective fiduciary net position of the State Health Benefits Local Government Retired Employees Plan and additions to/deductions from the Plan's respective fiduciary net position have been determined on the same basis as they are reported by the Plan. Accordingly, contributions (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value. For additional information about the Plan, please refer to the Plan's Comprehensive Annual Financial Report (CAFR) which can be found at <https://www.state.nj.us/treasury/pensions/financial-reports.shtml>.

Note 8: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)**Supplementary OPEB Information**

In accordance with GASBS No. 75, the following information is also presented for the State Health Benefits Local Government Retired Employees Plan. These schedules are presented to illustrate the requirements to show information for 10 years; however, until a full 10-year trend is compiled, this presentation will only include information for those years for which information is available.

Schedule of the Town's Proportionate Share of the net OPEB Liability (Last Three Plan Years):

	<u>Measurement Date Ended June 30,</u>		
	<u>2019</u>	<u>2018</u>	<u>2017</u>
Town's Proportion of the Net OPEB Liability	0.236964%	0.259745%	0.244956%
Town's Proportionate Share of the Net OPEB Liability	\$ 32,099,312.00	\$ 40,693,257.00	\$ 50,009,699.00
State's Proportionate Share of the Net OPEB Liability Associated with the Town	13,159,996.00	14,432,524.00	19,993,016.00
Total	<u>\$ 45,259,308.00</u>	<u>\$ 55,125,781.00</u>	<u>\$ 70,002,715.00</u>
Town's Covered Payroll (Plan Measurement Period)	\$ 17,541,283.00	\$ 16,719,894.00	\$ 15,367,815.60
Town's Proportionate Share of the Net OPEB Liability as a Percentage of Covered Payroll	182.99%	243.38%	325.42%
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	1.98%	1.97%	1.03%

Schedule of the Town's Contributions (Last Three Years):

	<u>Year Ended December 31,</u>		
	<u>2019</u>	<u>2018</u>	<u>2017</u>
Town's Required Contributions	\$ 911,251.98	\$ 1,539,718.92	\$ 1,588,334.57
Town's Contributions in Relation to the Required Contribution	<u>(911,251.98)</u>	<u>(1,539,718.92)</u>	<u>(1,588,334.57)</u>
Town's Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Town's Covered Payroll (Calendar Year)	\$ 17,881,680.00	\$ 17,154,207.00	\$ 16,158,184.60
Town's Contributions as a Percentage of Covered Payroll	5.10%	8.98%	9.83%

Note 8: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)**Other Notes to Supplementary OPEB Information****Changes in Benefit Terms**

In 2019, there were slight changes to the Chapter 48 provisions.

Changes in Assumptions

In 2019, the discount rate changed to 3.50% from 3.87%, and there were changes in the assumed health care cost trend, PPO/HMO future retiree elections, and excise tax assumptions. Further, decrements, salary scale, and mortality assumptions were updated based on the July 1, 2013 - June 30, 2018 PFRS and July 1, 2014 - June 30, 2018 PERS experience studies. For mortality related to PFRS members and retirees, the Pub-2010 "Safety" classification headcount-weighted mortality table with fully generational mortality improvement projections from the central year using Scale MP-2019 was used. For mortality related to PERS members and retirees, the Pub-2010 "General" classification headcount-weighted mortality table with fully generational mortality improvement projections from the central year using Scale MP-2019 was used.

In 2018, the discount rate changed to 3.87% from 3.58%, there were changes in the census, claims and premiums experience and a decrease in the assumed health care cost trend and excise tax assumptions.

In 2017, the discount rate changed to 3.58% from 2.85%.

Note 9: COMPENSATED ABSENCES

Under the existing policy of the Town, full-time employees are entitled to accumulate annual unused sick leave and vacation days. Unused sick leave may be accumulated and carried forward to the subsequent year. Vacation days not used during the year may be accumulated and carried forward, but the carry-forward is limited to the equivalent of one year's accrued vacation days.

The Town compensates employees for unused sick leave and vacation days upon termination or retirement. For unused sick leave, however, the current policy provides one compensated day for every two days accumulated.

The Town does not record accrued expenses related to compensated absences. However, it is estimated that, at December 31, 2020, accrued benefits for compensated absences, including employer share of taxes, are valued at \$5,184,795.98.

Note 10: DEFERRED COMPENSATION SALARY ACCOUNT

The Town offers its employees a deferred compensation plan in accordance with Internal Revenue Code Section 457, which has been approved by the Director of the Division of Local Government Services. The Plan, available to all full time employees at their option, permits employees to defer a portion of their salary to future years. The deferred compensation is not available to participants until termination, retirement, death, or unforeseeable emergency.

Amounts deferred under Section 457 plans must be held in trust for the exclusive benefit of participating employees and not be accessible by the Town or its creditors. Since the Town does not have a fiduciary relationship with the Plan, the balances and activities of the Plan are not reported in the Town's financial statements.

Note 11: CAPITAL DEBT**General Improvement Bonds**

General Improvement Bonds, Series 2010 - On April 1, 2010, the Town issued \$15,608,000.00 of general improvement bonds, with interest rates ranging from 2.0% to 4.0%. The purpose of the bonds is to fund various capital ordinances, specifically 2006-16, 2006-22, 2007-31, 2007-36, 2007-37, and 2008-20. On May 12, 2020, the Town issued \$8,440,000.00 in general obligation bonds with an interest rate ranging from 4.0% to 5.0% to advance refund \$9,648,000.00 of outstanding 2010 series bonds with an interest rate ranging from 2.0% to 4.0%. There was a premium received on the 2020 general improvement refunding bonds in the amount of \$1,360,000.00. The final maturity of the 2020 general improvement refunding bonds is April 1, 2029.

General Improvement Refunding Bonds, Series 2016 - On December 8, 2016, the Town issued \$5,020,000.00 in general obligation refunding bonds, with interest rates ranging from 2.0% to 4.0%, to advance refund \$5,250,000.00 outstanding 2007 general improvement bonds with an interest rate of 3.983%. The final maturity of the bonds is January 15, 2027.

General Improvement Bonds, Series 2018 - On May 1, 2018, the Town issued \$12,585,000.00 of general improvement bonds with an interest rate of 3.0%. The purpose of the bonds is to fund various capital ordinances, specifically 2010-39, 2011-19, 2011-23, 2012-07, 2012-25, 2012-34, 2013-06, 2014-08, 2014-10, and 2016-22. The final maturity of the bonds is May 1, 2030.

The following schedule represents the remaining debt service, through maturity, for the general improvement bonds:

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2021	\$ 2,155,000.00	\$ 828,200.00	\$ 2,983,200.00
2022	2,185,000.00	749,050.00	2,934,050.00
2023	2,255,000.00	668,400.00	2,923,400.00
2024	2,305,000.00	581,400.00	2,886,400.00
2025	2,555,000.00	485,350.00	3,040,350.00
2026 - 2030	<u>11,595,000.00</u>	<u>948,075.00</u>	<u>12,543,075.00</u>
Totals	<u>\$ 23,050,000.00</u>	<u>\$ 4,260,475.00</u>	<u>\$ 27,310,475.00</u>

General Debt - New Jersey Environmental Infrastructure Loans

On October 14, 2004, the Town entered into a loan agreement with the New Jersey Environmental Infrastructure Trust to provide \$2,490,000.00, at no interest, from the fund loan, and \$835,000.00 at interest rates ranging from 3.0% to 5.0% from the trust loan. The proceeds were used to fund the upgrading of a storm sewer pumping station and construction of a tide gate. Semiannual debt payments are due February 1st and August 1st through 2024.

The following schedule represents the remaining debt service, through maturity, for the New Jersey Environmental Infrastructure loans:

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2021	\$ 180,617.78	\$ 11,143.76	\$ 191,761.54
2022	189,890.89	8,393.76	198,284.65
2023	184,193.41	5,393.76	189,587.17
2024	<u>193,846.56</u>	<u>2,843.76</u>	<u>196,690.32</u>
Totals	<u>\$ 748,548.64</u>	<u>\$ 27,775.04</u>	<u>\$ 776,323.68</u>

Note 11: CAPITAL DEBT (CONT'D)**General Debt - New Jersey Green Acres Loans**

On March 28, 2006, the Town entered into a loan agreement with the New Jersey Department of Environmental Protection to provide \$163,410.00, at an interest rate of 2.0%. The proceeds were used to fund the redevelopment of the Town's little league baseball field. Semiannual debt payments are due January 1st and July 1st through 2026.

In addition, on June 27, 2006, the Town entered into a second loan agreement with the New Jersey Department of Environmental Protection to provide \$470,000.00, at an interest rate of 2.0%. The proceeds were used to fund the Buchmuller Park ice rink. Semiannual debt payments are due March 1st and September 1st through 2026.

Lastly, on April 4, 2018, the Town entered into a third loan agreement with the New Jersey Department of Environmental Protection to provide \$268,125.00, at an interest rate of 2.0%. The proceeds were used to fund the acquisition of a downtown recreation facility. Semiannual debt payments are due January 4th and July 4th through 2040.

The following schedule represents the remaining debt service, through maturity, for the New Jersey Green Acres loans:

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2021	\$ 46,847.37	\$ 9,212.99	\$ 56,060.36
2022	47,788.98	8,271.34	56,060.32
2023	48,749.55	7,310.79	56,060.34
2024	49,729.40	6,330.92	56,060.32
2025	50,728.96	5,331.35	56,060.31
2026-2030	84,854.54	18,203.54	103,058.08
2031-2035	72,193.43	11,170.90	83,364.33
2036-2040	71,410.03	3,617.86	75,027.89
Totals	<u>\$ 472,302.26</u>	<u>\$ 69,449.69</u>	<u>\$ 541,751.95</u>

The following schedule represents the Town's summary of debt for the current and two previous years:

	<u>2020</u>	<u>2019</u>	<u>2018</u>
<u>Issued</u>			
Assessment:			
Notes			
General:			
Bonds, Loans and Notes	\$ 47,409,258.90	\$ 51,614,980.70	\$ 48,701,784.27
Swimming Pool Utility:			
Notes	1,259,500.00	1,300,000.00	1,234,000.00
Total Issued	<u>48,668,758.90</u>	<u>52,914,980.70</u>	<u>49,935,784.27</u>
<u>Authorized but not Issued</u>			
General:			
Bonds, Loans and Notes	7,450,771.00	771.00	0.17
Swimming Pool Utility:			
Notes	38,100.00	100.00	100.00
Total Authorized but not Issued	<u>7,488,871.00</u>	<u>871.00</u>	<u>100.17</u>
Total Issued and Authorized but not Issued	<u>56,157,629.90</u>	<u>52,915,851.70</u>	<u>49,935,884.44</u>

Note 11: CAPITAL DEBT (CONT'D)

The following schedule represents the Town's summary of debt for the current and two previous years (cont'd):

Deductions

General:

Reserve for Payment of Bonds		\$ 72,912.73	\$ 395,419.26
Excess Proceeds from Issuance of Notes	\$ 135,294.93	165,815.93	454,842.50
Swimming Pool Utility:			
Self-Liquidating	86,304.20	484,000.00	
Total Deductions	221,599.13	722,728.66	850,261.76
Net Debt	\$ 55,936,030.77	\$ 52,193,123.04	\$ 49,085,622.68

Summary of Statutory Debt Condition - Annual Debt Statement

The summarized statement of debt condition which follows is prepared in accordance with the required method of setting up the annual debt statement and indicated a statutory net debt of 1.018%.

	<u>Gross Debt</u>	<u>Deductions</u>	<u>Net Debt</u>
School Purposes	\$ 20,745,000.00	\$ 20,745,000.00	
Self-Liquidating	1,297,600.00	86,304.20	\$ 1,211,295.80
General	54,860,029.90	135,294.93	54,724,734.97
	<u>\$ 76,902,629.90</u>	<u>\$ 20,966,599.13</u>	<u>\$ 55,936,030.77</u>

Net debt \$55,936,030.77 divided by the equalized valuation basis per N.J.S.A.40A:2-2, as amended, \$5,496,737,593.00, equals 1.018%.

Borrowing Power Under N.J.S.A. 40A:2-6 as Amended

3 1/2% of Equalized Valuation Basis (Municipal)	\$ 192,385,815.76
Less: Net Debt	<u>55,936,030.77</u>
Remaining Borrowing Power	<u>\$ 136,449,784.99</u>

**Calculation of "Self-Liquidating Purpose,"
Swimming Pool Utility Per N.J.S.A. 40:2-45**

Cash Receipts from Fees, Rents, Fund Balance Anticipated, Interest and Other Investment Income, and Other Charges for the Year	\$ 8,596.74
Deductions:	
Operating and Maintenance Costs	\$ 390,000.00
Debt Service	<u>60,564.79</u>
Total Deductions	<u>450,564.79</u>
Deficit in Revenue	<u>\$ (441,968.05)</u>

A revised Annual Debt Statement should be filed by the Chief Financial Officer.

Note 12: CAPITAL DEBT REFUNDING

On May 12, 2020, the Town issued \$8,440,000.00 in general obligation bonds with an interest rate ranging from 4.0% to 5.0% to advance refund \$9,648,000.00 of outstanding 2010 series bonds with an interest rate ranging from 2.0% to 4.0%. The net proceeds of \$9,765,872.40 (after payment of issuance costs) were used to purchase Treasury Securities – State and Local Government Services (SLGS). These securities were deposited in an irrevocable trust with an escrow agent to provide for all future debt service payments on the 2010 series bonds. As a result of the current refunding, the Town will reduce its total debt service payments over the next nine years by \$1,059,681.39, which results in an economic gain (difference between the present values of the debt service payments of the old and new debt) of \$990,601.94, or 10.27% of the principal amount being refunded. The current refunding meets the requirements of an in-substance defeasance and the liability for the refunded bonds was removed from the Township's financial statements.

Note 13: DEFERRED CHARGES TO BE RAISED IN SUCCEEDING BUDGETS

Certain expenditures are required to be deferred to budgets of succeeding years. At December 31, 2020, the following deferred charges are shown on the statement of assets, liabilities, reserves and fund balance of the following fund(s):

<u>Description</u>	<u>Balance December 31, 2020</u>	<u>2021 Budget Appropriation</u>
Federal and State Grant Fund:		
Expenditure without Appropriation	\$ 35,436.58	\$ 35,436.58
General Capital Fund:		
Expenditure without Appropriation	1,924.00	1,924.00
Swimming Pool Utility Operating Fund:		
Operating Deficit	73,636.71	73,636.71

The appropriations in the 2021 Budget as adopted are not less than that required by the statutes.

Note 14: RISK MANAGEMENT

New Jersey Unemployment Compensation Insurance - The Town has elected to fund its New Jersey Unemployment Compensation Insurance under the "Benefit Reimbursement Method". Under this plan, the Town is required to reimburse the New Jersey Unemployment Trust Fund for benefits paid to its former employees and charged to its account with the State. The Town is billed quarterly for amounts due to the State.

Note 14: RISK MANAGEMENT (CONT'D)

The following is a summary of Town contributions, reimbursements to the State for benefits paid and the ending balance of the Town's trust fund for the current and previous two years:

<u>Year</u>	<u>Town Contributions</u>	<u>Employee Contributions</u>	<u>Refunds</u>	<u>Interest Earnings</u>	<u>Amount Reimbursed</u>	<u>Ending Balance</u>
2020	\$ 250,000.00		\$ 52,628.85	\$ 265.23	\$ 264,037.51	\$ 143,921.78
2019	125,000.00				89,373.44	105,065.21
2018	139,500.00	\$ 31,523.07			192,497.97	69,438.65

It is estimated that unreimbursed payments on behalf of the Town at December 31, 2020 are \$87,913.40.

Joint Insurance Pool - The Town 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. As a result, the Town is a member of the Suburban Essex Joint Insurance Fund. The Fund provides its members, including the Town, with the following coverage:

Property Damage
Boiler and Machinery
Liability
Workers' Compensation
Crime
Public Officials / Employment Liability

Contributions to the Fund, including a reserve for contingencies, are payable in three installments and are based on actuarial assumptions determined by the Fund's actuary. The Commissioner of Banking and Insurance may order additional assessments to supplement the Fund's claim, loss retention, or administrative accounts to assure the payment of the Fund's obligations.

The Town's agreement with the Pool provides that the Pool will be self-sustaining through member premiums and will reinsure through the Municipal Excess Liability Joint Insurance Fund for claims in excess of \$50,000.00 to \$200,000.00 based on the line of coverage for each insured event.

For more information regarding claims, coverages and deductibles, the Fund publishes its own financial report for the year ended December 31, 2020, which can be obtained from:

Suburban Essex Joint Insurance Fund
9 Campus Drive, Suite 16
Parsippany, New Jersey 07054

Note 15: OPEN SPACE, RECREATION AND FARMLAND PRESERVATION TRUST

On November 8, 2016 pursuant to P.L. 1997, c. 24 (N.J.S.A. 40:12-15.1 et seq.), the voters of the Town authorized the establishment of the Town of Secaucus Open Space, Recreation and Farmland Preservation Trust Fund effective January 1, 2017, for the purpose of raising revenue for the acquisition of lands and interests in lands for the conservation of farmland and open space. Overall, as a result of the referendum, the Town levies a tax not to exceed one cents per one hundred dollars of equalized valuation. Amounts raised by taxation are assessed, levied and collected in the same manner and at the same time as other taxes. Future increases in the tax rate or to extend the authorization must be authorized by referendum. All revenue received is accounted for in a trust fund dedicated by rider (N.J.S.A. 40A:4-39) for the purposed stated. Interest earned on the investment of these funds is credited to the Town of Secaucus Open Space, Recreation and Farmland Preservation Trust Funds.

Note 16: CONTINGENCIES

Grantor Agencies - Amounts received or receivable from grantor agencies could be subject to audit and adjustment by grantor agencies. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time, although the Town expects such amount, if any, to be immaterial.

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

Note 17: CONCENTRATIONS

The Town depends on financial resources flowing from, or associated with, both the federal government and the State of New Jersey. As a result of this dependency, the Town is subject to changes in specific flows of intergovernmental revenues based on modifications to federal and State laws and federal and State appropriations.

Note 18: SUBSEQUENT EVENTS

Tax Appeals - As of December 31, 2020, several tax appeals were on file against the Town. Based upon information provided by the tax assessor, if such appeals are not settled in favor of the Town, the estimated impact of the tax refunds is not expected to be material.

Authorization of Debt - Subsequent to December 31, the Town authorized additional bonds and notes as follows:

<u>Purpose</u>	<u>Adoption</u>	<u>Authorization</u>
General Improvements		
Acquisition of a new Pumper Fire Engine including Original Apparatus and Equipment	07/27/21	\$ 828,000.00
Various Public Improvements and the Acquisition of New Additional or Replacement Equipment and Machinery, New Information Technology and Telecommunications Equipment, New Communication and Signal Systems Equipment, and New Automotive Vehicles, Including Original Apparatus and Equipment	08/24/21	7,470,000.00
Installation of Solar Panels at the Recreation Center Carport	09/14/21	1,330,000.00

Property Purchase - The Town approved resolution 2019-261 for the purchase of property located at 40 Mill Ridge Road, Secaucus NJ, owned by the State. On April 4, 2021, the purchase of the building has been finalized. This property was purchased by the Town for \$1,800,000.00.

Note 18: SUBSEQUENT EVENTS (CONT'D)

Equipment Lease-Purchase Agreement - Per resolution 2021-230 approved on September 14, 2021, per N.J.S.A. 40A:11-4.6 the Town is authorized to finance equipment by means of a lease-purchase financing in a principal amount not to exceed \$2,000,000.00. The equipment referenced is for the implementation of an energy savings improvement program which includes LED lighting, solar panels, building envelope improvements, and replacement of outdated boilers and HVAC systems.

COVID-19 - On January 30, 2020, the World Health Organization ("WHO") announced a global health emergency because of a new strain of coronavirus originating in Wuhan, China (the "COVID-19 outbreak") and the risks to the international community as the virus spreads globally beyond its point of origin. In March 2020, the WHO classified the COVID-19 outbreak as a pandemic, based on the rapid increase in exposure globally.

The full impact of the COVID-19 outbreak continues to evolve as of the date of this report. As such, it is uncertain as to the full magnitude that the pandemic will have on the Town's financial condition, liquidity, and future results of operations. Management is actively monitoring the global situation on its financial condition, liquidity, operations, suppliers, industry, and workforce. Management is anticipating a continued adverse effect on the revenues realized for the following fees: parking lot fees, hotel & motel occupancy fees, recreation activity fees, and municipal court fines and costs. The Town received \$1,145,754.33 in 2021 from the American Rescue Plan Act which is to be used to provide funding for COVID-19 pandemic response and recovery.

SUPPLEMENTAL EXHIBITS

SUPPLEMENTAL EXHIBITS
CURRENT FUND

TOWN OF SECAUCUS
CURRENT FUND
Statement of Current Cash - Treasurer
For the Year Ended December 31, 2020

	<u>Regular</u>	<u>Federal and State Grant Fund</u>
Balance December 31, 2019	\$ 12,029,424.50	\$ 45,478.42
Increased by Receipts:		
Refunds of Prior Years' Expenditures	\$ 4,303.62	
Miscellaneous Revenue not Anticipated	490,626.03	
Tax Collector	105,570,000.00	
Petty Cash Funds	800.00	
Due State of New Jersey - Senior Citizens' and Veterans' Deductions	83,976.03	
Federal, State, and Other Grants Receivable		\$ 179,394.38
Revenue Accounts Receivable	8,382,688.58	
Due Current Fund		1,997,102.06
Due Federal and State Grant Fund	2,478,549.92	
Due Trust Assessment Fund	761,439.75	
Due Animal Control Fund	7,249.40	
Due Municipal Open Space Fund	325,066.08	
Due Trust - Other Funds	3,913,687.35	76,500.00
Due General Capital Fund	413,124.22	
Due Swimming Pool Utility Capital Fund	13,041.99	
Reserve for Federal, State and Other Grants - Appropriated		6,000.00
	<u>122,444,552.97</u>	<u>2,258,996.44</u>
	134,473,977.47	2,304,474.86
Decreased by Disbursements:		
Refund of Prior Years' Revenue	4,107.71	
2020 Budget Appropriations	48,653,895.87	
Petty Cash Funds	800.00	
Maintenance Liens Receivable	5,902.63	
Deferred Charges		35,436.58
2019 Appropriation Reserves	2,573,334.12	
Tax Overpayments	87,592.78	
Local District School Taxes Payable	37,952,013.02	
County Taxes Payable	21,282,749.88	
Due County for Added and Omitted Taxes	127,689.01	
Reserve for Tax Appeals	79,735.29	
Due Current Fund		725,413.73
Due Federal and State Grant Fund	2,181,456.35	
Due Municipal Open Space Fund	46,909.35	
Due Trust - Other Funds	5,370,815.54	20,500.34
Due General Capital Fund	1,373,768.71	9,924.00
Due Swimming Pool Utility Operating Fund	372,108.56	
Due Swimming Pool Utility Capital Fund	13,041.99	
Reserve for Federal, State and Other Grants - Appropriated		1,347,762.57
	<u>120,125,920.81</u>	<u>2,139,037.22</u>
Balance December 31, 2020	<u>\$ 14,348,056.66</u>	<u>\$ 165,437.64</u>

TOWN OF SECAUCUS
CURRENT FUND
Statement of Current Cash - Collector
For the Year Ended December 31, 2020

Balance December 31, 2019		\$	245,232.97
Increased by Receipts:			
Non Budget Revenues	\$	1,180.66	
Taxes Receivable		104,784,923.92	
Maintenance Liens Receivable		3,360.63	
Revenue Accounts Receivable		167,047.71	
Prepaid Taxes		564,031.43	
Tax Overpayments		<u>84,938.63</u>	
			<u>105,605,482.98</u>
			105,850,715.95
Decreased by Disbursements:			
Payments to Treasurer			<u>105,570,000.00</u>
Balance December 31, 2020		\$	<u><u>280,715.95</u></u>

TOWN OF SECAUCUS
CURRENT FUND
Schedule of Change Funds
As of December 31, 2020

<u>Office</u>	<u>Amount</u>
Violations Clerk	\$ 500.00
Skating Rink Director	<u>75.00</u>
	<u>\$ 575.00</u>

Exhibit SA-4

CURRENT FUND
Statement of Petty Cash Funds
For the Year Ended December 31, 2020

<u>Office</u>	<u>Received from Treasurer</u>	<u>Returned to Treasurer</u>
Treasurer	\$ 200.00	\$ 200.00
Public Works	200.00	200.00
Police Department	200.00	200.00
Recreation	<u>200.00</u>	<u>200.00</u>
	<u>\$ 800.00</u>	<u>\$ 800.00</u>

TOWN OF SECAUCUS
CURRENT FUND
Statement of Due from State of New Jersey -
Senior Citizens' and Veterans' Deductions
For the Year Ended December 31, 2020

Balance December 31, 2019				\$	14,316.72
Increased by:					
Accrued in 2020:					
Deductions per Tax Billing:					
Senior Citizens' Deductions	\$	11,750.00			
Veterans' Deductions		43,250.00			
Disabled Person Deductions		1,000.00			
Surviving Spouse Deductions		250.00			
Widow of Veteran Deductions		<u>28,750.00</u>			
			\$	85,000.00	
Deductions Allowed by Collector:					
Senior Citizens' Deductions		750.00			
Veterans' Deductions		1,250.00			
Widow of Veteran Deductions		<u>250.00</u>			
				<u>2,250.00</u>	
			\$	87,250.00	
Less:					
Deductions Disallowed by Collector:					
Senior Citizens' Deductions		500.00			
Veterans' Deductions		<u>1,500.00</u>			
				<u>2,000.00</u>	
					<u>85,250.00</u>
					99,566.72
Decreased by:					
Receipts - Treasurer				83,976.03	
Deductions Disallowed by Collector:					
2019 Taxes:					
Senior Citizens' Deductions				<u>1,773.97</u>	
					<u>85,750.00</u>
Balance December 31, 2020				\$	<u>13,816.72</u>

TOWN OF SECAUCUS
CURRENT FUND
Statement of Taxes Receivable and Analysis of Property Tax Levy
For the Year Ended December 31, 2020

Year	Balance December 31, 2019	2020 Levy	Added Taxes	2019	Collections 2020	Due from State of New Jersey	Cancellations	Balance December 31, 2020
2015	\$ 2,898.86				\$ 2,898.86			
2016	3,807.04				3,807.04			
2017	69,801.21				4,018.77		\$ 49,285.12	\$ 16,497.32
2018	11,991.69				8,970.97			3,020.72
2019	380,456.59		\$ 149,858.56		380,222.56		148,084.59	2,008.00
	468,955.39	-	149,858.56	-	399,918.20	-	197,369.71	21,526.04
2020		\$ 105,833,008.09		\$ 523,486.70	104,385,005.72	\$ 85,250.00	273,437.35	565,828.32
	<u>\$ 468,955.39</u>	<u>\$ 105,833,008.09</u>	<u>\$ 149,858.56</u>	<u>\$ 523,486.70</u>	<u>\$ 104,784,923.92</u>	<u>\$ 85,250.00</u>	<u>\$ 470,807.06</u>	<u>\$ 587,354.36</u>
Added Taxes			\$ 148,084.59					
Due State of New Jersey			1,773.97					
Collector					<u>\$ 104,784,923.92</u>			
			<u>\$ 149,858.56</u>		<u>\$ 104,784,923.92</u>			
<u>Analysis of 2020 Property Tax Levy:</u>								
Tax Yield:								
General Purpose Tax					\$ 105,384,647.99			
2020 Added Assessments				\$ 437,460.73				
2019 Omitted / Added Assessments				<u>10,899.37</u>				
					<u>448,360.10</u>			
						<u>\$ 105,833,008.09</u>		
Tax Levy:								
Local District School Tax					\$ 37,952,013.00			
Minimum Library Tax					1,839,210.56			
County Taxes:								
County Tax			\$ 21,259,581.38					
County Open Space Tax			23,168.52					
Due County for Added and Omitted Taxes			<u>90,728.41</u>					
					<u>21,373,478.31</u>			
Local Tax for Municipal Purposes				44,028,595.71				
Local Tax for Municipal Open Space				282,078.82				
Add: Additional Tax Levied for Municipal Purposes				356,314.25				
Add: Additional Tax Levied for Municipal Open Space				<u>1,317.44</u>				
					<u>44,668,306.22</u>			
						<u>\$ 105,833,008.09</u>		

TOWN OF SECAUCUS
CURRENT FUND
Statement of Maintenance Liens Receivable
For the Year Ended December 31, 2020

Levied in 2020:	
Disbursements - Treasurer	\$ 5,902.63
Decreased by:	
Collections - Collector	<u>3,360.63</u>
Balance December 31, 2020	<u><u>\$ 2,542.00</u></u>

TOWN OF SECAUCUS
CURRENT FUND
Statement of Revenue Accounts Receivable
For the Year Ended December 31, 2020

	Balance <u>December 31, 2019</u>	Accrued <u>in 2020</u>	<u>Collected by</u> <u>Collector</u>	<u>Treasurer</u>	Interfund Accounts <u>Receivable</u>	Balance <u>December 31, 2020</u>
Miscellaneous Revenues:						
Licenses:						
Alcoholic Beverages		\$ 58,389.50		\$ 58,389.50		
Fees and Permits		217,903.24		217,903.24		
Fines and Costs:						
Municipal Court	\$ 79,603.39	574,877.38		555,964.22		\$ 98,516.55
Interest and Costs on Taxes		167,047.71	\$ 167,047.71			
Parking Meters		36,745.03		36,745.03		
Interest on Investments and Deposits		96,260.39		71,604.25	\$ 24,529.63	126.51
Fees - Recreation		567,781.02		567,781.02		
Energy Receipts Tax (P.L. 1997, Chapters 162 & 167)		1,817,254.99		1,817,254.99		
Uniform Construction Codes Fee		1,994,080.20		1,994,080.20		
Uniform Fire Safety Act		159,987.49		159,987.49		
Hotel & Motel Occupancy Fees		958,619.86		958,619.86		
Payment in Lieu of Taxes - Harper		1,168,906.59		1,168,906.59		
Parking Lot Fees		475,452.19		475,452.19		
Secaucus Public Library and Business Resource Center - Buildings & Grounds Maintenance Fee		300,000.00		300,000.00		
	<u>\$ 79,603.39</u>	<u>\$ 8,593,305.59</u>	<u>\$ 167,047.71</u>	<u>\$ 8,382,688.58</u>	<u>\$ 24,529.63</u>	<u>\$ 98,643.06</u>
Due Federal and State Grant Fund					\$ 1,613.53	
Due Trust Assessment Fund					2,765.77	
Due Trust - Other Funds:						
Payroll Tax Escrow				\$ 91.64		
Trust Other				<u>4,112.96</u>		
Due General Capital Fund					4,204.60	
Due Bond and Interest Fund					15,767.02	
					<u>178.71</u>	
					<u>\$ 24,529.63</u>	

TOWN OF SECAUCUS
FEDERAL AND STATE GRANT FUND
Statement of Federal, State and Other Grants Receivable
For the Year Ended December 31, 2020

	<u>Balance</u> <u>December 31, 2019</u>	<u>Accrued</u>	<u>Received</u>	<u>Due Current</u> <u>Fund -</u> <u>Cancellations</u>	<u>Balance</u> <u>December 31, 2020</u>
Federal Grants:					
U.S. Department of Health and Human Services:					
Drug-Free Communities Support Program Grants:					
Drug-Free Communities Support Program		\$ 125,000.00	\$ 124,999.23		\$ 0.77
U.S. Department of Homeland Security:					
Pass through N.J. Department of Law and Public Safety (Office of the Attorney General):					
Hazard Mitigation Grant:					
Hazard Mitigation Grant Program - Energy Allocation Initiative	\$ 100,000.00				100,000.00
Assistance to Firefighters Grant:					
Assistance to Firefighters Grant Program - 2015	34,858.00				34,858.00
Assistance to Firefighters Grant Program - 2018		10,696.00			10,696.00
U.S. Department of Transportation:					
Federal Transit Administration:					
Passed - Through NJ Transit:					
Federal Transit Admin (Sec 5310)		50,000.00			50,000.00
National Priority Safety Programs:					
Passed-Through New Jersey Department of Law and Public Safety:					
Distracted Driving Statewide Crackdown Grant	6,600.00				6,600.00
Total Federal Grants	141,458.00	185,696.00	124,999.23	-	202,154.77
State Grants:					
N.J. Department of Community Affairs:					
Recreational Opportunities for Individuals with Disabilities		20,000.00			20,000.00
Recreational Opportunities for Individuals with Disabilities	20,000.00				20,000.00
N.J. Department of Environmental Protection:					
Municipality Road Mileage:					
Clean Communities Program		28,747.55	28,747.55		
N.J. Department of Law and Public Safety (Office of the Attorney General):					
Body Armor Replacement Program:					
Body Armor Replacement Fund Program		6,711.15	6,711.15		

(Continued)

TOWN OF SECAUCUS
FEDERAL AND STATE GRANT FUND
Statement of Federal, State and Other Grants Receivable
For the Year Ended December 31, 2020

	Balance December 31, 2019	Accrued	Received	Due Current Fund - Cancellations	Balance December 31, 2020
State Grants (Cont'd):					
N.J. Department of Transportation:					
Fiscal Year 2013 Municipal Aid Program - 5th Street	\$ 76,709.72			\$ 76,709.72	
Fiscal Year 2014 Municipal Aid Program - Luhman Terrace	26,821.50			26,821.50	
2015 Local Aid Infrastructure Fund Program - Meadowlands Parkway Bridge	100,055.54		\$ 73,204.54	26,851.00	
Fiscal Year 2017 Municipal Aid Program - Various Streets	74,378.98		74,378.98		
Fiscal Year 2018 Municipal Aid Program - Flanagan Way	550,000.00			25,664.05	\$ 524,335.95
Local Aid Discretionary Program - Born Street Outfall Pipe	495,000.00			73,204.54	421,795.46
2018 TTF Local Freight Impace Fund Program - Meadowlands Parkway Rehabilitation	2,030,000.00		1,522,500.00		507,500.00
Fiscal Year 2019 Municipal Aid Program - Franklin Street Roadway Preservation	450,000.00				450,000.00
N.J. Department of Treasury:					
Pass through County of Hudson:					
Governor's Council on Alcoholism and Drug Abuse:					
Municipal Alliance on Alcoholism and Drug Abuse - 2017	5,954.00				5,954.00
Municipal Alliance on Alcoholism and Drug Abuse		\$ 14,121.00		11,601.00	2,520.00
Total State Grants	<u>3,828,919.74</u>	<u>69,579.70</u>	<u>1,705,542.22</u>	<u>240,851.81</u>	<u>1,952,105.41</u>
Other Grants:					
County of Hudson Open Space, Recreation, and Historic Preservation Trust Fund:					
Waterfront Property Acquisition - Farm Road and Oak Lane	300,000.00			300,000.00	
Meadowlands Parkway Indoor Sports Facility	500,000.00			500,000.00	
Schmidts Woods Park Improvement	500,000.00				500,000.00
County of Hudson:					
Meals on Wheels	46,267.80	73,457.00	96,989.12		22,735.68
Williams Foundation Fund at the Tulsa Community Foundation (Secaucus Fire Department)	2,200.00			2,200.00	
Partners in Prevention		5,000.00	5,000.00		
Total Other Grants	<u>1,348,467.80</u>	<u>78,457.00</u>	<u>101,989.12</u>	<u>802,200.00</u>	<u>522,735.68</u>
Total Federal, State, and Other Grants	<u>\$ 5,318,845.54</u>	<u>\$ 333,732.70</u>	<u>\$ 1,932,530.57</u>	<u>\$ 1,043,051.81</u>	<u>\$ 2,676,995.86</u>
Receipts			\$ 179,394.38		
Due Current Fund:					
Collections made by Current Fund			1,753,136.19		
			<u>\$ 1,932,530.57</u>		

TOWN OF SECAUCUS
FEDERAL AND STATE GRANT FUND
Statement of Due (to) / from Current Fund
For the Year Ended December 31, 2020

Balance December 31, 2019 (Due to)		\$ 374,770.21
Increased by:		
Receipts:		
Interfunds Received	\$ 1,995,488.53	
Interest on Investments and Deposits	<u>1,613.53</u>	
		\$ 1,997,102.06
Payments made by Current Fund:		
Reserve for Federal, State and Other Grants - Appropriated		185,967.82
Operations:		
Cancellations of Reserve for Federal, State and Other Grants - Appropriated	<u>666,816.56</u>	
		<u>2,849,886.44</u>
		3,224,656.65
Decreased by:		
Disbursements:		
Interfunds Returned		725,413.73
Collections made by Current Fund:		
Federal, State and Other Grants Receivable		1,753,136.19
Operations:		
Cancellation of Federal, State, and Other Grants Receivable		1,043,051.81
2020 Budget Appropriations:		
Matching Funds for Grants	71,895.25	
Deferred Charges:		
Due Federal and State Grant Fund:		
Expenditure without Appropriation	<u>59,293.93</u>	
		<u>131,189.18</u>
		<u>3,652,790.91</u>
Balance December 31, 2020 (Due from)		<u>\$ 428,134.26</u>

TOWN OF SECAUCUS
FEDERAL AND STATE GRANT FUND
Statement of Deferred Charges
For the Year Ended December 31, 2020

	Balance <u>December 31, 2019</u>	Added <u>in 2020</u>	Due Current Fund - Raised in 2020 <u>Budget</u>	Balance <u>December 31, 2020</u>
Expenditures without Appropriation	\$ 59,293.93	\$ 35,436.58	\$ 59,293.93	\$ 35,436.58

TOWN OF SECAUCUS
CURRENT FUND
Statement of 2019 Appropriation Reserves
For the Year Ended December 31, 2020

	<u>Balance December 31, 2019</u>		<u>Balance after</u>	<u>Paid or</u>	<u>Balance</u>
	<u>Encumbrances</u>	<u>Reserved</u>	<u>Modification</u>	<u>Charged</u>	<u>Lapsed</u>
OPERATIONS - WITHIN "CAPS"					
General Government Functions:					
Administrative and Executive					
Salaries and Wages		\$ 13,120.60	\$ 13,120.60		\$ 13,120.60
Other Expenses	\$ 163,260.92	22,866.87	186,127.79	\$ 35,465.10	150,662.69
Mayor and Council					
Salaries and Wages		4,684.08	4,684.08		4,684.08
Other Expenses		755.52	755.52	436.65	318.87
Municipal Clerk					
Salaries and Wages		10,215.63	10,215.63		10,215.63
Other Expenses	4,289.00	30,029.62	34,318.62	10,835.20	23,483.42
Elections					
Other Expenses		1,322.08	1,322.08		1,322.08
Treasurer's Office					
Other Expenses	20,545.02	1,560.76	22,105.78	3,990.37	18,115.41
Audit Services					
Other Expenses	1,500.00	3,000.00	4,500.00		4,500.00
Collection of Taxes					
Salaries and Wages		1,669.48	1,669.48		1,669.48
Other Expenses		6,979.87	6,979.87	35.23	6,944.64
Assessment of Taxes					
Salaries and Wages		898.73	898.73		898.73
Other Expenses		1,689.52	1,689.52	35.68	1,653.84
Legal Services and Costs					
Salaries and Wages		335.30	335.30		335.30
Other Expenses	237,496.54	36,191.44	273,687.98	43,726.46	229,961.52
Tax Litigation					
Other Expenses	115,305.23	19,354.82	134,660.05	21,448.00	113,212.05
Engineering Services and Costs					
Salaries and Wages		9,042.31	9,042.31		9,042.31
Other Expenses	360,214.90		360,214.90	188,359.80	171,855.10
Information Technology					
Salaries and Wages		2,773.65	2,773.65		2,773.65
Other Expenses	250.00	95,342.44	95,592.44	9,037.00	86,555.44
Land Use Administration:					
Planning Board					
Salaries and Wages		800.00	800.00		800.00
Other Expenses		3,037.50	3,037.50	2,307.90	729.60
Zoning Board of Adjustment					
Salaries and Wages		2,200.00	2,200.00		2,200.00
Other Expenses		916.32	916.32		916.32
Insurance:					
Other Insurance Premiums		255,246.78	101,649.51	4,089.18	97,560.33
Group Insurance Plan for Employees		744,658.20	744,658.20	220,273.31	524,384.89
Health Benefit Waiver Payments		65,000.00	65,000.00		65,000.00
Public Safety Functions:					
Police					
Salaries and Wages	41,145.00	809,976.68	999,112.51	999,112.51	
Other Expenses	99,601.23	182,355.54	281,956.77	163,090.12	118,866.65
Other Expenses - Purchase of Police Vehicles and Equipment	24,381.25		24,381.25		24,381.25
Emergency Management Services					
Salaries and Wages		14,423.08	14,423.08		14,423.08
Other Expenses	136.00	1,355.45	1,491.45	136.68	1,354.77
Fire					
Other Expenses	71,725.89	197,135.92	268,861.81	146,027.53	122,834.28

(Continued)

TOWN OF SECAUCUS
CURRENT FUND
Statement of 2019 Appropriation Reserves
For the Year Ended December 31, 2020

	<u>Balance December 31, 2019</u>		<u>Balance after</u>	<u>Paid or</u>	<u>Balance</u>
	<u>Encumbrances</u>	<u>Reserved</u>	<u>Modification</u>	<u>Charged</u>	<u>Lapsed</u>
OPERATIONS - WITHIN "CAPS" (CONT'D)					
Public Works Functions:					
Road Repair and Maintenance					
Salaries and Wages		\$ 11,579.79	\$ 11,579.79		\$ 11,579.79
Other Expenses	\$ 73,271.88	192,610.36	265,882.24	\$ 264,129.57	1,752.67
Garbage and Trash Removal					
Other Expenses					
Contractual	7,914.24	98,559.61	106,473.85	95,349.46	11,124.39
Sewer Systems					
Salaries and Wages		12,235.08	12,235.08		12,235.08
Other Expenses		25.00	25.00		25.00
Solid Waste Management - Recycling					
Salaries and Wages		9,646.60	9,646.60		9,646.60
Public Buildings and Grounds					
Salaries and Wages		47,803.71	47,803.71		47,803.71
Other Expenses	114,234.64	127,919.54	242,154.18	110,813.18	131,341.00
Municipal Services Act		5,805.16	5,805.16	2,261.70	3,543.46
Health and Human Services Functions:					
Board of Health					
Salaries and Wages		13,611.14	13,611.14		13,611.14
Other Expenses	1,218.00	60.86	1,278.86	1,218.00	60.86
Environmental Commission					
Salaries and Wages		2,999.42	2,999.42		2,999.42
Other Expenses	181.49	3,809.96	3,991.45	656.49	3,334.96
Environmental Studies					
Other Expenses	95,978.29	172,244.13	268,222.42	262,634.82	5,587.60
Department of Social Services					
Salaries and Wages		21,460.49	21,460.49		21,460.49
Other Expenses		11,091.58	11,091.58	967.87	10,123.71
Exceptional People of Secaucus with Disabilities					
Salaries and Wages		11,265.64	11,265.64		11,265.64
Other Expenses		15,588.97	15,588.97	3,550.87	12,038.10
Community Shuttle Bus Program					
Salaries and Wages		2,067.05	2,067.05	953.81	1,113.24
Parks and Recreation Functions:					
Ice Rink (formerly Recreational Activities)					
Salaries and Wages		2,738.44	2,738.44		2,738.44
Other Expenses	9,264.50	3,071.37	12,335.87	12,220.14	115.73
Parks and Playgrounds					
Other Expenses	12,162.59	84,306.54	96,469.13	18,202.22	78,266.91
Supervision of Playground Activities					
Salaries and Wages	275.00	58,592.25	58,867.25		58,867.25
Other Expenses	40,468.14	41,046.20	81,514.34	68,411.56	13,102.78
Cultural Affairs Activities					
Other Expenses		1,487.80	1,487.80		1,487.80
Municipal Court Functions:					
Municipal Court					
Salaries and Wages		3,800.80	3,800.80		3,800.80
Other Expenses	2,282.52	4,434.14	6,716.66	6,497.37	219.29
Public Defender					
Other Expenses	14,850.00	7,500.00	22,350.00	13,650.00	8,700.00
Other Common Operating Functions (Unclassified):					
Celebration of Public Events					
Other Expenses	7,414.50	30,453.22	37,867.72	10,663.94	27,203.78
40 Millridge Property Lease (Pre-K School)					
Other Expenses		1,296.54	1,296.54		1,296.54
NJSEA Mayors Committee					
Other Expenses		5.00	5.00		5.00

(Continued)

TOWN OF SECAUCUS
CURRENT FUND
Statement of 2019 Appropriation Reserves
For the Year Ended December 31, 2020

	<u>Balance December 31, 2019</u>		<u>Balance after</u>	<u>Paid or</u>	<u>Balance</u>
	<u>Encumbrances</u>	<u>Reserved</u>	<u>Modification</u>	<u>Charged</u>	<u>Lapsed</u>
OPERATIONS - WITHIN "CAPS" (CONT'D)					
Utility Expenses and Bulk Purchases:					
Electricity - All Departments		\$ 22,707.63	\$ 22,707.63	\$ 20,141.38	\$ 2,566.25
Street Lighting		2,432.09	8,038.53	8,038.53	
Telephone		35,150.52	35,150.52	6,947.02	28,203.50
Municipal Water Service		15,539.85	15,539.85	2,401.26	13,138.59
Gasoline - All Departments	\$ 123.38	23,480.24	23,603.62	123.38	23,480.24
Fire Hydrant Services		17,559.30	17,559.30	59.11	17,500.19
Postage - All Departments	26.17	6,904.60	6,930.77	352.05	6,578.72
Uniform Construction Code - Appropriations Offset by Dedicated Revenues (N.J.A.C. 5:23-4.17):					
State Uniform Construction Code					
Construction Official					
Salaries and Wages		18,812.73	18,812.73		18,812.73
Other Expenses	328.00	39,350.85	39,678.85	3,549.72	36,129.13
Office of Inspections					
Salaries and Wages		62,483.27	62,483.27		62,483.27
Other Expenses		8,946.88	8,946.88	759.99	8,186.89
Total Operations within "CAPS"	<u>1,519,844.32</u>	<u>3,791,422.54</u>	<u>5,311,266.86</u>	<u>2,762,960.16</u>	<u>2,548,306.70</u>
Contingent	<u>20,733.00</u>	<u>24,669.32</u>	<u>45,402.32</u>	<u>20,733.00</u>	<u>24,669.32</u>
Total Operations Including Contingent - within "CAPS"	<u>1,540,577.32</u>	<u>3,816,091.86</u>	<u>5,356,669.18</u>	<u>2,783,693.16</u>	<u>2,572,976.02</u>
Detail:					
Salaries and Wages	\$ 41,420.00	\$ 1,149,235.95	\$ 1,338,646.78	\$ 1,000,066.32	\$ 338,580.46
Other Expenses	<u>1,499,157.32</u>	<u>2,666,855.91</u>	<u>4,018,022.40</u>	<u>1,783,626.84</u>	<u>2,234,395.56</u>
DEFERRED CHARGES AND STATUTORY EXPENDITURES - MUNICIPAL WITHIN "CAPS"					
Statutory Expenditures:					
Contribution to:					
Public Employees' Retirement System		\$ 95,432.14	\$ 95,432.14	\$ 1,044.68	\$ 94,387.46
Social Security System (O.A.S.I.)		23,659.22	23,659.22	522.97	23,136.25
Consolidated Police and Firemen's Pension Fund		11,492.06	11,492.06		11,492.06
Total Deferred Charges and Statutory Expenditures - Municipal within "CAPS"	<u>-</u>	<u>130,583.42</u>	<u>130,583.42</u>	<u>1,567.65</u>	<u>129,015.77</u>
Total General Appropriations for Municipal Purposes within "CAPS"	<u>\$ 1,540,577.32</u>	<u>3,946,675.28</u>	<u>5,487,252.60</u>	<u>2,785,260.81</u>	<u>2,701,991.79</u>
Total General Appropriations	<u>\$ 1,540,577.32</u>	<u>\$ 3,946,675.28</u>	<u>\$ 5,487,252.60</u>	<u>\$ 2,785,260.81</u>	<u>\$ 2,701,991.79</u>
Due Trust - Other Funds:					
Accumulated Leave Compensation				\$ 50,000.00	
Disbursements				2,573,334.12	
Accounts Payable				161,926.69	
				<u>\$ 2,785,260.81</u>	

TOWN OF SECAUCUS
CURRENT FUND
Statement of Prepaid Taxes
For the Year Ended December 31, 2020

Balance December 31, 2019	\$ 523,486.70
Increased by:	
Receipts - Collector	<u>564,031.43</u>
	1,087,518.13
Decreased by:	
Application to Taxes Receivable	<u>523,486.70</u>
Balance December 31, 2020	<u><u>\$ 564,031.43</u></u>

Exhibit SA-14

CURRENT FUND
Statement of Tax Overpayments
For the Year Ended December 31, 2020

Balance December 31, 2019	\$ 14,344.68
Increased by:	
Receipts - Collector	<u>84,938.63</u>
	99,283.31
Decreased by:	
Disbursements	<u>87,592.78</u>
Balance December 31, 2020	<u><u>\$ 11,690.53</u></u>

TOWN OF SECAUCUS
CURRENT FUND
Statement of Local District School Taxes Payable
For the Year Ended December 31, 2020

Balance December 31, 2019	\$ 0.02
Increased by:	
Calendar Year 2020 Levy	<u>37,952,013.00</u>
	37,952,013.02
Decreased by:	
Disbursements	<u>\$ 37,952,013.02</u>

Exhibit SA-16

CURRENT FUND
Statement of County Taxes Payable
For the Year Ended December 31, 2020

2020 Levy:		
County Tax	\$ 21,259,581.38	
County Open Space Tax	<u>23,168.52</u>	
		\$ 21,282,749.90
Decreased by:		
Disbursements		<u>21,282,749.88</u>
Balance December 31, 2020		<u>\$ 0.02</u>

TOWN OF SECAUCUS
CURRENT FUND
Statement of Due County for Added and Omitted Taxes
For the Year Ended December 31, 2020

Balance December 31, 2019		\$ 126,107.67
Increased by:		
County Share of 2020 Levy:		
2020 Added Assessments	\$ 88,288.39	
2019 Omitted / Added Assessments	<u>2,440.02</u>	
		<u>90,728.41</u>
		216,836.08
Decreased by:		
Disbursements		<u>127,689.01</u>
Balance December 31, 2020		<u><u>\$ 89,147.07</u></u>

TOWN OF SECAUCUS
CURRENT FUND
Statement of Accounts Payable
For the Year Ended December 31, 2020

Balance December 31, 2019	\$ 109,317.73
Increased by:	
2019 Appropriation Reserves	<u>161,926.69</u>
	271,244.42
Decreased by:	
Operations:	
Cancellations	<u>109,317.73</u>
Balance December 31, 2020	<u><u>\$ 161,926.69</u></u>

Analysis of Balance, December 31, 2020

2019 Accounts Payable	<u><u>\$ 161,926.69</u></u>
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Exhibit SA-19

CURRENT FUND
Statement of Reserve for Tax Appeals
For the Year Ended December 31, 2020

Balance December 31, 2019	\$ 350,686.56
Increased by:	
2020 Budget Appropriations	<u>1,000,000.00</u>
	1,350,686.56
Decreased by:	
Disbursements	<u>79,735.29</u>
Balance December 31, 2020	<u><u>\$ 1,270,951.27</u></u>

TOWN OF SECAUCUS
FEDERAL AND STATE GRANT FUND
Statement of Reserve for Federal, State and Other Grants - Unappropriated
For the Year Ended December 31, 2020

	<u>Balance December 31, 2019</u>	<u>Federal and State Grants Receivable</u>	<u>Realized as Revenue in 2020</u>	<u>Balance December 31, 2020</u>
Federal Grants:				
U.S. Department of Agriculture:				
Pass through N.J. Department of Environmental Protection:				
Cooperative Forestry Assistance:				
Green Communities Grant	\$ 27,000.00		\$ 27,000.00	
U.S. Department of Health and Human Services:				
Drug-Free Communities Support Program Grants:				
Drug-Free Communities Support Program	510.00	\$ 125,000.00	510.00	\$ 125,000.00
Assistance to Firefighters Grant:				
Assistance to Firefighters Grant Program - 2018		10,696.00		10,696.00
U.S. Department of Transportation:				
Federal Transit Administration:				
Passed - Through NJ Transit:				
Federal Transit Admin (Sec 5310)		50,000.00	50,000.00	
National Priority Safety Programs:				
Passed-Through New Jersey Department of Law and Public Safety:				
Click It or Ticket	5,500.00		5,500.00	
Total Federal Grants	<u>33,010.00</u>	<u>185,696.00</u>	<u>83,010.00</u>	<u>135,696.00</u>
State Grants:				
N.J. Department of Community Affairs:				
Recreational Opportunities for Individuals with Disabilities		20,000.00	20,000.00	
N.J. Department of Environmental Protection:				
Municipality Road Mileage:				
Clean Communities Program		28,747.55		28,747.55
State Grants (Cont'd):				
N.J. Department of Environmental Protection (Cont'd):				
State Recycling:				
Recycling Tonnage Grant	144,737.50		144,737.50	
N.J. Department of Law and Public Safety (Office of the Attorney General):				
Body Armor Replacement Program:				
Body Armor Replacement Fund Program		6,711.15	6,711.15	
N.J. Department of Treasury:				
Pass through County of Hudson:				
Governor's Council on Alcoholism and Drug Abuse:				
Municipal Alliance on Alcoholism and Drug Abuse		14,121.00	14,121.00	
Total State Grants	<u>144,737.50</u>	<u>69,579.70</u>	<u>185,569.65</u>	<u>28,747.55</u>
Other Grants:				
County of Hudson				
Meals on Wheels		73,457.00	73,457.00	
Partners in Prevention		5,000.00	5,000.00	
Total Other Grants	<u>-</u>	<u>78,457.00</u>	<u>78,457.00</u>	<u>-</u>
Total Federal, State, and Other Grants	<u>\$ 177,747.50</u>	<u>\$ 333,732.70</u>	<u>\$ 347,036.65</u>	<u>\$ 164,443.55</u>

TOWN OF SECAUCUS
FEDERAL AND STATE GRANT FUND
Statement of Reserve for Federal, State and Other Grants - Appropriated
For the Year Ended December 31, 2020

	Balance December 31, 2019		Transferred from 2020 Budget	Paid or		Due Current Fund -	Balance
	<u>Reserved</u>	<u>Encumbrances</u>	<u>Appropriations</u>	<u>Charged</u>	<u>Encumbrances</u>	<u>Cancellations</u>	<u>December 31, 2020</u>
Federal Grants:							
U.S. Department of Agriculture:							
Pass through N.J. Department of Environmental Protection:							
Cooperative Forestry Assistance:							
Green Communities Grant	\$ 3,000.00						\$ 3,000.00
Green Communities Grant			\$ 27,000.00				27,000.00
U.S. Department of Health and Human Services:							
Drug-Free Communities Support Program Grants:							
Drug-Free Communities Support Program - 2016	134,259.04						134,259.04
Drug-Free Communities Support Program	98,271.79						98,271.79
Drug-Free Communities Support Program	118,241.23	\$ 6,300.00	510.00	\$ 34,829.25	\$ 13,415.50		76,806.48
U.S. Department of Homeland Security:							
Pass through N.J. Department of Law and Public Safety (Office of the Attorney General):							
Hazard Mitigation Grant:							
Hazard Mitigation Grant Program - Energy Allocation Initiative		7,007.46					7,007.46
Hazard Mitigation Grant Program - Library/EOC Generator Project	373,818.14	8,797.00					382,615.14
U.S. Department of the Interior:							
Hurricane Sandy Disaster Relief - Coastal Resiliency Grants:							
Hurricane Sandy Coastal Resiliency Competitive Grant Program - 2015		2,000.00					2,000.00
U.S. Department of Transportation:							
Federal Transit Administration:							
Passed - Through NJ Transit:							
Federal Transit Admin (Sec 5310)			100,000.00				100,000.00
National Priority Safety Programs:							
Passed-Through New Jersey Department of Law and Public Safety:							
Click It or Ticket	5,500.00		5,500.00				11,000.00
Distracted Driving Incentive	6,297.50						6,297.50
Impaired Driving Countermeasure	5,445.00						5,445.00
Total Federal Grants	744,832.70	24,104.46	133,010.00	34,829.25	13,415.50	-	853,702.41
State Grants:							
N.J. Department of Community Affairs:							
Recreational Opportunities for Individuals with Disabilities - 2014	8,483.00						8,483.00
Recreational Opportunities for Individuals with Disabilities - 2015	20,000.00						20,000.00
Recreational Opportunities for Individuals with Disabilities	12,083.72		20,000.00				32,083.72

(Continued)

TOWN OF SECAUCUS
FEDERAL AND STATE GRANT FUND
Statement of Reserve for Federal, State and Other Grants - Appropriated
For the Year Ended December 31, 2020

	Balance December 31, 2019		Transferred from 2020 Budget	Paid or		Due Current Fund -	Balance
	<u>Reserved</u>	<u>Encumbrances</u>	<u>Appropriations</u>	<u>Charged</u>	<u>Encumbrances</u>	<u>Cancellations</u>	<u>December 31, 2020</u>
State Grants (Cont'd):							
N.J. Department of Environmental Protection:							
Municipality Road Mileage:							
Clean Communities Program - 2016	\$ 1,250.37	\$ 1,024.72		\$ 2,275.09			
Clean Communities Program - 2017	1,873.83			1,873.83			
Clean Communities Program - 2018	3,909.25			3,909.25			
Clean Communities Program - 2019	10,108.69	1,000.00		11,108.69			
State Recycling:							
Recycling Tonnage Grant - 2013		2,322.03		1,140.00		\$ 1,182.03	
Recycling Tonnage Grant	5,572.06			5,330.03			242.03
Recycling Tonnage Grant	127,618.02			87,399.57			40,218.45
Recycling Tonnage Grant			\$ 144,737.50		\$ 24,481.22		120,256.28
N.J. Department of Health and Senior Services:							
Alcohol, Education, Rehabilitation and Enforcement Trust Fund:							
Municipal Court Alcohol Education Rehabilitation Fund	755.09						755.09
Municipal Court Alcohol Education Rehabilitation Fund - 2013	527.75						527.75
Municipal Court Alcohol Education Rehabilitation Fund - 2015	412.53						412.53
Municipal Court Alcohol Education Rehabilitation Fund - 2016	906.47						906.47
Municipal Court Alcohol Education Rehabilitation Fund	772.08						772.08
Municipal Court Alcohol Education Rehabilitation Fund	292.93						292.93
N.J. Department of Law and Public Safety (Office of the Attorney General):							
Body Armor Replacement Program:							
Body Armor Replacement Fund Program	7,142.90						7,142.90
Body Armor Replacement Fund Program			6,711.15				6,711.15
Drunk Driving Enforcement Fund:							
Drunk Driving Enforcement Fund	5,000.00						5,000.00
N.J. Department of Transportation:							
Fiscal Year 2013 Municipal Aid Program - 5th Street	65,982.60					\$ 65,982.60	
Fiscal Year 2014 Municipal Aid Program - Luhman Terrace		1,200.00		1,200.00			
2015 Local Aid Infrastructure Fund Program - Meadowlands Parkway Bridge		434.00		434.00			
Fiscal Year 2017 Municipal Aid Program - Various Streets		1,400.00					1400.00
Fiscal Year 2018 Municipal Aid Program - Flanagan Way	16,610.91					16,610.91	
2018 TTF Local Freight Impace Fund Program - Meadowlands Parkway Rehabilitation		1,790,616.25		330,445.52	1,460,170.73		
Fiscal Year 2019 Municipal Aid Program - Franklin Street Roadway Preservation	7,293.60	425,982.40		433,276.00			

(Continued)

TOWN OF SECAUCUS
FEDERAL AND STATE GRANT FUND
Statement of Reserve for Federal, State and Other Grants - Appropriated
For the Year Ended December 31, 2020

	Balance December 31, 2019		Transferred from 2020 Budget	Paid or		Due Current Fund -	Balance
	<u>Reserved</u>	<u>Encumbrances</u>	<u>Appropriations</u>	<u>Charged</u>	<u>Encumbrances</u>	<u>Cancellations</u>	<u>December 31, 2020</u>
State Grants (Cont'd):							
N.J. Department of Treasury:							
Pass through County of Hudson:							
Governor's Council on Alcoholism and Drug Abuse:							
Municipal Alliance on Alcoholism and Drug Abuse - 2015		\$ 3,000.00					\$ 3,000.00
Municipal Alliance on Alcoholism and Drug Abuse - 2017	\$ 1,073.51						1,073.51
Municipal Alliance on Alcoholism and Drug Abuse	3,536.90						3,536.90
Municipal Alliance on Alcoholism and Drug Abuse	9,640.10						9,640.10
Municipal Alliance on Alcoholism and Drug Abuse			\$ 17,652.00			\$ 15,132.00	2,520.00
Total State Grants	310,846.31	2,226,979.40	189,100.65	\$ 878,391.98	\$ 1,484,651.95	97,725.51	266,156.92
Other Grants:							
County of Hudson Open Space, Recreation, and Historic Preservation Trust Fund:							
Park Improvements to Buchmuller Park		100.70					100.70
Waterfront Property Acquisition - Farm Road and Oak Lane	290,538.49	6,100.00				296,638.49	
Meadowlands Parkway Indoor Sports Facility	295,300.00	100,000.00		122,847.44		272,452.56	
Schmidts Woods Park Improvement	315,067.18	184,932.82		356,195.71			143,804.29
County of Hudson:							
Meals on Wheels	46,377.78		91,821.25	131,091.01			7,108.02
Partners in Prevention			5,000.00	4,375.00			625.00
Total Other Grants	947,283.45	291,133.52	96,821.25	614,509.16	-	569,091.05	151,638.01
Total Federal, State, and Other Grants	\$ 2,002,962.46	\$ 2,542,217.38	\$ 418,931.90	\$ 1,527,730.39	\$ 1,498,067.45	\$ 666,816.56	\$ 1,271,497.34
Receipts - Refunds				\$ (6,000.00)			
Disbursements				1,347,762.57			
Due Current Fund:							
Payments made by Current Fund				185,967.82			
Cancellations						\$ 666,816.56	
2020 Budget Appropriations:							
Matching Funds for Grants:							
Municipal Alliance on Alcoholism and Drug Abuse			\$ 3,531.00				
Meals on Wheels			18,364.25				
Federal Transit Admin (Sec 5310)			50,000.00				
Reserve for Federal and State Grants - Appropriated			347,036.65				
			\$ 418,931.90	\$ 1,527,730.39		\$ 666,816.56	

SUPPLEMENTAL EXHIBITS
TRUST FUNDS

TOWN OF SECAUCUS
TRUST FUNDS
Statement of Trust Cash - Treasurer
For the Year Ended December 31, 2020

	<u>Assessment Fund</u>	<u>Animal Control Fund</u>	<u>Municipal Open Space</u>	<u>Trust - Other</u>
Balance December 31, 2019	\$ 802,268.55	\$ 164,868.96	\$ 888,584.79	\$ 2,820,039.87
Increased by Receipts:				
Dedicated Revenues			\$ 2,721.28	
Reserve for Animal Shelter Donations		\$ 20,875.22		
Reserve for Animal Control Fund Expenditures		6,068.60		
Due Current Fund	\$ 2,765.77			\$ 5,375,020.14
Reserve for Unemployment Compensation Insurance				52,894.08
Reserve for Payroll Deductions Payable				2,916,598.12
Miscellaneous Trust Reserves				2,075,456.46
	<u>2,765.77</u>	<u>26,943.82</u>	<u>2,721.28</u>	<u>10,419,968.80</u>
	805,034.32	191,812.78	891,306.07	13,240,008.67
Decreased by Disbursements:				
Due Current Fund	761,439.75	7,249.40	325,066.08	3,913,687.35
Reserve for Animal Shelter Donations		5,396.12		
Reserve for Encumbrances			116,145.05	
Reserve for Future Use			11,396.58	
Reserve for Unemployment Compensation Insurance				264,037.51
Reserve for Payroll Deductions Payable				2,982,137.04
Miscellaneous Trust Reserves				1,517,913.13
	<u>761,439.75</u>	<u>12,645.52</u>	<u>452,607.71</u>	<u>8,677,775.03</u>
Balance December 31, 2020	<u>\$ 43,594.57</u>	<u>\$ 179,167.26</u>	<u>\$ 438,698.36</u>	<u>\$ 4,562,233.64</u>

TOWN OF SECAUCUS
TRUST FUNDS -- ASSESSMENT
 Analysis of Assessment Cash - Collector
 For the Year Ended December 31, 2020

	Balance (Deficit) <u>December 31, 2019</u>	<u>Receipts</u> <u>Miscellaneous</u>	<u>Disbursements</u> <u>Miscellaneous</u>	<u>Transfers</u>		Balance (Deficit) <u>December 31, 2020</u>
				<u>From</u>	<u>To</u>	
Ordinance <u>Number</u>						
Surplus	\$ 789,834.01			\$ 750,000.00		\$ 39,834.01
Assessment Overpayments	994.79					994.79
Due Current Fund	<u>11,439.75</u>	<u>\$ 2,765.77</u>	<u>\$ 761,439.75</u>		<u>\$ 750,000.00</u>	<u>2,765.77</u>
	<u>\$ 802,268.55</u>	<u>\$ 2,765.77</u>	<u>\$ 761,439.75</u>	<u>\$ 750,000.00</u>	<u>\$ 750,000.00</u>	<u>\$ 43,594.57</u>

TOWN OF SECAUCUS
TRUST FUNDS -- ASSESSMENT
Schedule of Assessment Liens
As of December 31, 2020

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Balance December 31, 2020</u>	<u>Balance Pledged to Reserve</u>
2007-12, 2008-21	Reconstruction of Penhorn Avenue	<u>\$ 33,887.86</u>	<u>\$ 33,887.86</u>

TOWN OF SECAUCUS
TRUST FUNDS -- OTHER
Statement of Community Development Block Grant Receivable
For the Year Ended December 31, 2020

Balance December 31, 2019	\$ 164,000.00
Increased by:	
2020 Project Year Award	<u>93,525.00</u>
	257,525.00
Decreased by:	
Due Federal and State Grant Fund:	
Collections made by Federal and State Grant Fund	<u>76,500.00</u>
Balance December 31, 2020	<u><u>\$ 181,025.00</u></u>

Analysis of Balance, December 31, 2020

Year 2020	\$ 93,525.00
Year 2019	<u>87,500.00</u>
	<u><u>\$ 181,025.00</u></u>

TOWN OF SECAUCUS
TRUST FUNDS -- ASSESSMENT
Statement of Due to Current Fund
For the Year Ended December 31, 2020

Balance December 31, 2019		\$	11,439.75
Increased by:			
Receipts:			
Interest on Investments and Deposits	\$	2,765.77	
2020 Anticipated Budget Revenue:			
Assessment Trust Surplus		<u>750,000.00</u>	
			<u>752,765.77</u>
			764,205.52
Decreased by:			
Disbursements:			
Interfunds Returned			<u>761,439.75</u>
Balance December 31, 2020		\$	<u><u>2,765.77</u></u>

TOWN OF SECAUCUS
TRUST FUNDS -- ASSESSMENT
Schedule of Reserve for Assessments and Liens
As of December 31, 2020

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Balance December 31, 2020</u>
Assessment Liens:		
2007-12, 2008-21	Reconstruction of Penhorn Avenue	<u>\$ 33,887.86</u>

TOWN OF SECAUCUS
TRUST FUNDS -- ANIMAL CONTROL
Statement of Due to Current Fund
For the Year Ended December 31, 2020

Balance December 31, 2019	\$ 7,279.40
Increased by:	
Reserve for Animal Control Fund Expenditures -	
Statutory Excess	<u>5,554.40</u>
	12,833.80
Decreased by:	
Disbursements	<u>7,249.40</u>
Balance December 31, 2020	<u><u>\$ 5,584.40</u></u>

TOWN OF SECAUCUS
TRUST FUNDS -- ANIMAL CONTROL
Statement of Reserve for Animal Shelter Donations
For the Year Ended December 31, 2020

Balance December 31, 2019	\$ 141,558.96
Increased by:	
Receipts	<u>20,875.22</u>
	162,434.18
Decreased by:	
Disbursements	<u>5,396.12</u>
Balance December 31, 2020	<u><u>\$ 157,038.06</u></u>

TOWN OF SECAUCUS
TRUST FUNDS -- ANIMAL CONTROL
Statement of Reserve for Animal Control Fund Expenditures
For the Year Ended December 31, 2020

Balance December 31, 2019		\$ 16,030.60
Increased by:		
Receipts:		
Dog License Fees	\$ 5,589.60	
Cat License Fees	<u>479.00</u>	
		<u>6,068.60</u>
		22,099.20
Decreased by:		
Due Current Fund:		
Statutory Excess		<u>5,554.40</u>
Balance December 31, 2020		<u><u>\$ 16,544.80</u></u>

Animal License Fees Collected

<u>Year</u>	<u>Amount</u>
2018	\$ 8,344.80
2019	<u>8,200.00</u>
	<u><u>\$ 16,544.80</u></u>

TOWN OF SECAUCUS
TRUST FUNDS -- MUNICIPAL OPEN SPACE
Statement of Due (to) / from Current Fund
For the Year Ended December 31, 2020

Balance December 31, 2019 (Due to)		\$ 560,235.55
Increased by:		
Payments made by Current Fund - Treasurer:		
Dedicated Expenditures		<u>46,909.35</u>
		607,144.90
Decreased by:		
Disbursements:		
Interfund Loans Returned	\$ 325,066.08	
2020 Anticipated Dedicated Revenues:		
Amount to be Raised by Taxation	282,078.82	
Non Budget Revenues:		
Added and Omitted Levy	<u>1,317.44</u>	
		<u>608,462.34</u>
Balance December 31, 2020 (Due from)		<u><u>\$ 1,317.44</u></u>

TOWN OF SECAUCUS
TRUST FUNDS -- MUNICIPAL OPEN SPACE
Statement of Reserve for Encumbrances
For the Year Ended December 31, 2020

Balance December 31, 2019	\$	116,145.05
Decreased by:		
Disbursements	\$	<u>116,145.05</u>

TOWN OF SECAUCUS
TRUST FUNDS -- OTHER
Statement of Due from / (to) Current Fund
For the Year Ended December 31, 2020

	<u>Fire Penalties</u>	<u>Payroll Tax Escrow</u>	<u>Payroll</u>	<u>Unemployment Insurance</u>	<u>Trust Other</u>	<u>Accumulated Absences</u>	<u>Community Development Block Grant</u>
Balance December 31, 2019	\$ 17,440.86	\$ 303,860.00	\$ (255,453.45)	\$ 133.83	\$ 387,901.92	-	\$ (69,751.80)
Increased by:							
2020 Budget Appropriation:							
Unemployment				250,000.00			
Accumulated Absences						\$ 950,000.00	
2019 Appropriation Reserves:							
Accumulated Absences						50,000.00	
Disbursements:							
Interfunds Returned / Advanced		3,913,687.35					
	<u>17,440.86</u>	<u>4,217,547.35</u>	<u>(255,453.45)</u>	<u>250,133.83</u>	<u>387,901.92</u>	<u>1,000,000.00</u>	<u>(69,751.80)</u>
Decreased by:							
Receipts:							
Interest on Investments and Deposits		91.64			4,112.96		
Interfunds Received		3,704,236.54		250,000.00	466,579.00	950,000.00	
	<u>-</u>	<u>3,704,328.18</u>	<u>-</u>	<u>250,000.00</u>	<u>470,691.96</u>	<u>950,000.00</u>	<u>-</u>
Balance December 31, 2020	<u>\$ 17,440.86</u>	<u>\$ 513,219.17</u>	<u>\$ (255,453.45)</u>	<u>\$ 133.83</u>	<u>\$ (82,790.04)</u>	<u>\$ 50,000.00</u>	<u>\$ (69,751.80)</u>

(Continued)

TOWN OF SECAUCUS
TRUST FUNDS -- OTHER
Statement of Due from / (to) Current Fund
For the Year Ended December 31, 2020

	<u>Developers'</u> <u>Escrow</u>	Secaucus Revitalization Program <u>Donations</u>	Premium on Tax <u>Sale</u>	Municipal Public <u>Defender</u>	Recreation <u>Trust</u>	Tree <u>Planting</u>
Balance December 31, 2019	\$ 9,717.87	\$ (15,375.00)	\$ (4,100.00)	\$ (27,571.01)	\$ (128,672.81)	\$ (21,788.51)
Increased by:						
2020 Budget Appropriation:						
Unemployment						
Accumulated Absences						
2019 Appropriation Reserves:						
Accumulated Absences						
Disbursements:						
Interfunds Returned / Advanced						
	<u>9,717.87</u>	<u>(15,375.00)</u>	<u>(4,100.00)</u>	<u>(27,571.01)</u>	<u>(128,672.81)</u>	<u>(21,788.51)</u>
Decreased by:						
Receipts:						
Interest on Investments and Deposits						
Interfunds Received						
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Balance December 31, 2020	<u><u>\$ 9,717.87</u></u>	<u><u>\$ (15,375.00)</u></u>	<u><u>\$ (4,100.00)</u></u>	<u><u>\$ (27,571.01)</u></u>	<u><u>\$ (128,672.81)</u></u>	<u><u>\$ (21,788.51)</u></u>

(Continued)

TOWN OF SECAUCUS
TRUST FUNDS -- OTHER
Statement of Due from / (to) Current Fund
For the Year Ended December 31, 2020

	<u>Auction Licenses</u>	<u>Comcast Cablevision</u>	<u>Land Sale Deposit</u>	<u>Fire Department</u>	<u>D.W.I. Surcharges</u>	<u>Parking Offenses Adjudication Act</u>	<u>Totals</u>
Balance December 31, 2019	\$ (5,120.00)	\$ (23.05)	\$ (8,000.00)	\$ (50,433.70)	\$ (14,408.40)	\$ (4,263.86)	\$ 114,092.89
Increased by:							
2020 Budget Appropriation:							
Unemployment							250,000.00
Accumulated Absences							950,000.00
2019 Appropriation Reserves:							
Accumulated Absences							50,000.00
Disbursements:							
Interfunds Returned / Advanced							3,913,687.35
	<u>(5,120.00)</u>	<u>(23.05)</u>	<u>(8,000.00)</u>	<u>(50,433.70)</u>	<u>(14,408.40)</u>	<u>(4,263.86)</u>	<u>5,277,780.24</u>
Decreased by:							
Receipts:							
Interest on Investments and Deposits							4,204.60
Interfunds Received							5,370,815.54
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>5,375,020.14</u>
Balance December 31, 2020	<u>\$ (5,120.00)</u>	<u>\$ (23.05)</u>	<u>\$ (8,000.00)</u>	<u>\$ (50,433.70)</u>	<u>\$ (14,408.40)</u>	<u>\$ (4,263.86)</u>	<u>\$ (97,239.90)</u>

TOWN OF SECAUCUS
TRUST FUNDS -- OTHER
Statement of Due to Federal and State Grant Fund
For the Year Ended December 31, 2020

Balance December 31, 2019	\$ 74,079.66
Increased by:	
Payments made by Federal and State Grant Fund:	
Reserve for Community Development Block Grant	<u>20,500.34</u>
	94,580.00
Decreased by:	
Collections made by Federal and State Grant Fund:	
Community Development Block Grant Receivable	<u>76,500.00</u>
Balance December 31, 2020	<u><u>\$ 18,080.00</u></u>

TOWN OF SECAUCUS
TRUST FUNDS -- OTHER
Statement of Reserve for Unemployment Compensation Insurance
For the Year Ended December 31, 2020

Balance December 31, 2019			\$	105,065.21
Increased by:				
Receipts:				
Refunds	\$	52,628.85		
Interest on Investments and Deposits		<u>265.23</u>		
			\$	52,894.08
Due Current Fund:				
2020 Budget Appropriation		<u>250,000.00</u>		
				<u>302,894.08</u>
				407,959.29
Decreased by:				
Disbursements:				
Claims Paid				<u>264,037.51</u>
Balance December 31, 2020			\$	<u><u>143,921.78</u></u>

TOWN OF SECAUCUS
TRUST FUNDS -- OTHER
Statement of Reserve for Payroll Deductions Payable
For the Year Ended December 31, 2020

Balance December 31, 2019	\$ 372,396.76
Increased by:	
Receipts	<u>2,916,598.12</u>
	3,288,994.88
Decreased by:	
Disbursements	<u>2,982,137.04</u>
Balance December 31, 2020	<u><u>\$ 306,857.84</u></u>

TOWN OF SECAUCUS
TRUST FUNDS -- OTHER
Statement of Reserve for Community Development Block Grant
For the Year Ended December 31, 2020

Balance December 31, 2019	\$ 97,000.34
Increased by:	
2020 Project Year Award	<u>93,525.00</u>
	190,525.34
Decreased by:	
Due Federal and State Grant Fund:	
Payments made by Federal and State Grant Fund	<u>20,500.34</u>
Balance December 31, 2020	<u><u>\$ 170,025.00</u></u>
 <u>Analysis of Balance, December 31, 2020</u>	
Year 2020	\$ 93,525.00
Year 2018	<u>76,500.00</u>
	<u><u>\$ 170,025.00</u></u>

TOWN OF SECAUCUS
TRUST FUNDS -- OTHER
Statement of Miscellaneous Trust Other Reserves
For the Year Ended December 31, 2020

		<u>Increased by</u>		<u>Decreased by</u>		
	<u>Balance</u>	<u>Receipts</u>	<u>Accounts</u>	<u>Due</u>	<u>Disbursements</u>	<u>Balance</u>
	<u>December 31, 2019</u>		<u>Receivable -</u>	<u>Current</u>		<u>December 31, 2020</u>
			<u>Coronavirus</u>	<u>Fund</u>		
			<u>Relief Fund</u>			
Reserve for:						
Accumulated Absences	\$ 1,000,000.00			\$ 1,000,000.00		\$ 2,000,000.00
Affordable Housing	619,795.97	\$ 123,990.72			\$ 57,530.00	686,256.69
Bid Bond / Film Deposit	86,900.00					86,900.00
Developers' Escrow	95,333.37	5,173.38			51,093.00	49,413.75
Curb Cutting / Street Opening Deposits	226,275.00	7,912.14			12,370.00	221,817.14
Forfeited Funds	130,172.38	44,762.41				174,934.79
Deposits for Redemption of Tax Title						
Lien Certificates		115,026.49			115,026.49	
Parking Offense Adjudication Act (POAA)	27,547.61	1,764.00			3,989.30	25,322.31
Premium on Tax Sale	61,200.00	173,700.00			50,200.00	184,700.00
Municipal Public Defender	19,183.01	6,124.98				25,307.99
Recreation Trust	132,673.00	86,713.00			50,946.64	168,439.36
Volunteer Fire Department Donations	20,909.63	12,525.00				33,434.63
Fire Penalties	23,777.37	13,400.00			4,405.38	32,771.99
Police Department Donations	198.45	2,745.00				2,943.45
Storm Recovery		1,481,619.34	\$ 707,582.89		1,172,352.32	1,016,849.91
	<u>\$ 2,443,965.79</u>	<u>\$ 2,075,456.46</u>	<u>\$ 707,582.89</u>	<u>\$ 1,000,000.00</u>	<u>\$ 1,517,913.13</u>	<u>\$ 4,709,092.01</u>
Due Current Fund:						
2020 Budget Appropriations				\$ 950,000.00		
2019 Appropriation Reserves				<u>50,000.00</u>		
				<u>\$ 1,000,000.00</u>		

SUPPLEMENTAL EXHIBITS
GENERAL CAPITAL FUND

TOWN OF SECAUCUS
GENERAL CAPITAL FUND
Statement of General Capital Cash
For the Year Ended December 31, 2020

Balance December 31, 2019		\$ 6,163,481.53
Increased by Receipts:		
General Capital Surplus	\$ 1,552,200.00	
Due Current Fund	1,338,367.48	
Due Swimming Pool Utility Capital Fund	1,259,500.00	
Bond Anticipation Notes	23,138,408.00	
Reserve for Future Capital Projects	1,808,261.00	
General Serial Bonds	<u>8,440,000.00</u>	
		<u>37,536,736.48</u>
		43,700,218.01
Decreased by Disbursements:		
Deferred Charge - Expenditure Without Appropriation	1,924.00	
Due Current Fund	413,932.22	
Due Swimming Pool Utility Operating Fund	22,750.00	
Due Swimming Pool Utility Capital Fund	1,300,000.00	
Bond Anticipation Notes	23,635,508.00	
General Serial Bonds	9,648,000.00	
Improvement Authorizations	2,992,428.22	
Contracts Payable	<u>73,438.27</u>	
		<u>38,087,980.71</u>
Balance December 31, 2020		<u><u>\$ 5,612,237.30</u></u>

TOWN OF SECAUCUS
GENERAL CAPITAL FUND
 Analysis of General Capital Cash
 For the Year Ended December 31, 2020

	Balance or (Deficit) December 31, 2019	Receipts			Disbursements			Transfers		Balance or (Deficit) December 31, 2020	
		Bond Anticipation Notes	Serial Bonds	Miscellaneous	Improvement Authorizations	Bond Anticipation Notes	Serial Bonds	Miscellaneous	From		To
Excess Proceeds from Bond Anticipation Notes	\$ 165,815.93							\$ 165,815.93	\$ 135,294.93	\$ 135,294.93	
Deferred Charges - Expenditures without Appropriation	(178,773.48)						\$ 1,924.00		178,773.48	(1,924.00)	
Due Current Fund	(0.17)			\$ 1,338,367.48			413,932.22	1,495,352.48	227,086.23	(343,831.16)	
Due Federal and State Grant Fund	(400,000.00)								9,924.00	(390,076.00)	
Due Swimming Pool Utility Operating Fund							22,750.00			(22,750.00)	
Due Swimming Pool Utility Capital Fund				1,259,500.00			1,300,000.00			(40,500.00)	
Contracts Payable	2,177,505.84						73,438.27	2,000,635.73	1,936,572.95	2,040,004.79	
Capital Improvement Fund	68,300.00							375,000.00	850,000.00	543,300.00	
Reserve for Payment of Bonds	72,912.73							72,912.73			
Reserve for Future Capital Projects				1,808,261.00						1,808,261.00	
General Capital Surplus	129,275.65			1,552,200.00				1,460,000.00		221,475.65	
Improvement Authorizations:											
Ordinance											
Number	Description										
2000-25	Various Public Improvements								19,396.56	19,396.56	
2013-06	Various Public Improvements and the Acquisition of New Additional or Replacement Equipment and Machinery, New Communication and Signal Systems Equipment, New Information Technology Equipment and New Automotive Vehicles and a New Fire Truck, Including Original Apparatus and Equipment				\$ 6,940.82				14,077.92	7137.10	
2013-17	Various Capital Improvements	\$ 492,908.00				\$ 515,508.00			22,600.00		
2014-08	Various Public Improvements and the Acquisition of New Additional or Replacement Equipment and Machinery, New Communication and Signal Systems Equipment, New Information Technology Equipment and New Automotive Vehicles and a New Fire Truck, Including Original Apparatus and Equipment								81,378.34	81,378.34	
2014-09	Various Public Improvements and Acquisitions								500.00	500.00	
2014-10	Renovation of the Ice Rink and the Acquisition of a Zamboni Machine	1,058,590.00				1,099,390.00		29,645.08	70,445.08		
2014-25	Various Public Improvements and the Acquisition of New Additional or Replacement Equipment and Machinery and New Automotive Vehicles, Including Original Apparatus and Equipment	717,125.00				745,125.00			28,000.00		
2015-10	Renovation of the Ice Rink and the Acquisition of a Zamboni Machine	298,500.00				310,000.00			11,500.00		
2015-17	Various Public Improvements and the Acquisition of New Additional or Replacement Equipment and Machinery, New Communications and Signal Systems Equipment and New Automotive Vehicles and a New Fire Engine, including Original Apparatus and Equipment	128,568.02	2,326,000.00			2,469,000.00			143,000.00	128,568.02	
2016-11	Various Public Improvements and the Acquisition of New Additional or Replacement Equipment and Machinery, New Communication and Signal Systems Equipment, New Information Technology Equipment and New Automotive Vehicles and a New Fire Truck, including Original Apparatus and Equipment	135,790.35	3,521,312.00		169.00	3,658,756.00		29,718.75	215,191.92	183,650.52	
2016-22	Various Public Improvements	26,388.50							7,518.63	33,907.13	
2016-24	Various Public Improvements	145,367.55								145,367.55	
2017-15	Various Public Improvements and the Acquisition of New Additional or Replacement Equipment and Machinery, New Communication and Signal Systems Equipment, New Information Technology and Telecommunications Equipment, And New Automotive Vehicles and a New Fire Truck, Including Original Apparatus and Equipment	610,805.77	4,076,244.00		52,423.14	4,190,000.00		74,901.10	237,191.74	606,917.27	

(Continued)

TOWN OF SECAUCUS
GENERAL CAPITAL FUND
 Analysis of General Capital Cash
 For the Year Ended December 31, 2020

		Receipts				Disbursements				Transfers		Balance
		Balance or (Deficit) December 31, 2019	Bond Anticipation Notes	Serial Bonds	Miscellaneous	Improvement Authorizations	Bond Anticipation Notes	Serial Bonds	Miscellaneous	From	To	December 31, 2020
Improvement Authorizations (Cont'd):												
Ordinance Number	Description											
2017-25	Various Public Improvements		\$ 476,000.00				\$ 476,000.00			\$ 94,887.65	\$ 94,887.65	
2018-16	Various Public improvements And The Acquisition Of New Additional Or Replacement equipment And Machinery, New Communication And Signal Systems equipment, New Information Technology And Telecommunications equipment, And New Automotive Vehicles, Including Original apparatus And Equipment	\$ 174,195.22	4,067,500.00			\$ 114,963.84	4,067,500.00			70,059.28	193,243.59	\$ 182,415.69
2019-13	Various Public Improvements and the Acquisition of New Additional or Replacement Equipment and Machinery, New Information Technology and Telecommunications Equipment, and New Automotive Vehicles	2,907,329.62	6,104,229.00			1,645,001.19	6,104,229.00			161,354.07	1,494,099.23	2,595,073.59
2020-4	Refunding of Aggregate Principal Amount of Outstanding Bonds			\$ 8,440,000.00		152,000.00		\$ 9,648,000.00			1,360,000.00	
2020-13	Various Public Improvements and the Acquisition of New Additional or Replacement Equipment and Machinery, New Information Technology and Equipment, and New Automotive Vehicles, Including Original Apparatus and Equipment					1,020,930.23				1,675,399.45	375,000.00	(2,321,329.68)
		<u>\$ 6,163,481.53</u>	<u>\$ 23,138,408.00</u>	<u>\$ 8,440,000.00</u>	<u>\$ 5,958,328.48</u>	<u>\$ 2,992,428.22</u>	<u>\$ 23,635,508.00</u>	<u>\$ 9,648,000.00</u>	<u>\$ 1,812,044.49</u>	<u>\$ 7,705,682.25</u>	<u>\$ 7,705,682.25</u>	<u>\$ 5,612,237.30</u>

TOWN OF SECAUCUS
GENERAL CAPITAL FUND
Statement of Deferred Charges to Future Taxation - Funded
For the Year Ended December 31, 2020

Balance December 31, 2019			\$ 27,979,472.70
Increased by:			
2020 General Improvement Refunding Bonds Issued			<u>8,440,000.00</u>
			36,419,472.70
Decreased by:			
2020 Budget Appropriation to Pay:			
General Serial Bonds	\$ 2,280,000.00		
New Jersey Environmental Infrastructure Loans Payable	185,840.48		
New Jersey Green Acres Loans Payable	<u>34,781.32</u>		
		\$ 2,500,621.80	
2010 General Improvement Bonds Refunded		<u>9,648,000.00</u>	
			<u>12,148,621.80</u>
Balance December 31, 2020			<u><u>\$ 24,270,850.90</u></u>

TOWN OF SECAUCUS
GENERAL CAPITAL FUND
Statement of Deferred Charges to Future Taxation - Unfunded
For the Year Ended December 31, 2020

Ordinance Number	Improvement Description	Increased by		Decreased by			Analysis of Balance, December 31, 2020			
		Balance December 31, 2019	2020 Authorizations	Notes Paid by Budget Appropriation	Funded by Capital Surplus	Transferred to Deferred Taxation - Funded	Balance December 31, 2020	Financed by Bond Anticipation Notes	Expenditures	Unexpended Improvement Authorizations
General Improvements:										
2013-17	Various Capital Improvements	\$ 515,508.00		\$ 22,600.00			\$ 492,908.00	\$ 492,908.00		
2014-10	Renovation of the Ice Rink and the Acquisition of a Zamboni Machine	1,069,744.92		40,800.00			1,028,944.92	1,028,944.92		
2014-25	Various Public Improvements and the Acquisition of New Additional or Replacement Equipment and Machinery and New Automotive Vehicles, Including Original Apparatus and Equipment	745,125.00		28,000.00			717,125.00	717,125.00		
2015-10	Renovation of the Ice Rink and the Acquisition of a Zamboni Machine	310,000.00		11,500.00			298,500.00	298,500.00		
2015-17	Various Public Improvements and the Acquisition of New Additional or Replacement Equipment and Machinery, New Communications and Signal Systems Equipment and New Automotive Vehicles and a New Fire Engine, including Original Apparatus and Equipment	2,469,000.00		143,000.00			2,326,000.00	2,326,000.00		
2016-11	Various Public Improvements and the Acquisition of New Additional or Replacement Equipment and Machinery, New Communication and Signal Systems Equipment, New Information Technology Equipment and New Automotive Vehicles and a New Fire Truck, including Original Apparatus and Equipment	3,629,037.25		137,444.00			3,491,593.25	3,491,593.25		
2017-15	Various Public Improvements and the Acquisition of New Additional or Replacement Equipment and Machinery, New Communication and Signal Systems Equipment, New Information Technology and Telecommunications Equipment, And New Automotive Vehicles and a New Fire Truck, Including Original Apparatus and Equipment	4,084,577.90		83,235.00			4,001,342.90	4,001,342.90		
2017-25	Various Public Improvements	476,000.00					476,000.00	476,000.00		
2018-16	Various Public improvements And The Acquisition Of New Additional Or Replacement equipment And Machinery, New Communication And Signal Systems equipment, New Information Technology And Telecommunications equipment, And New Automotive Vehicles, Including Original apparatus And Equipment	4,066,470.00					4,066,470.00	4,066,470.00		
2019-13	Various Public Improvements and the Acquisition of New Additional or Replacement Equipment and Machinery, New Information Technology and Telecommunications Equipment, and New Automotive Vehicles	6,105,000.00					6,105,000.00	6,104,229.00		\$ 771.00
2020-4	Refunding of Aggregate Principal Amount of Outstanding Bonds		\$ 9,800,000.00		\$ 1,360,000.00	\$ 8,440,000.00				
2020-13	Various Public Improvements and the Acquisition of New Additional or Replacement Equipment and Machinery, New Information Technology and Equipment, and New Automotive Vehicles, Including Original Apparatus and Equipment		7,450,000.00				7,450,000.00		\$ 2,321,329.68	5,128,670.32
		<u>\$ 23,470,463.07</u>	<u>\$ 17,250,000.00</u>	<u>\$ 466,579.00</u>	<u>\$ 1,360,000.00</u>	<u>\$ 8,440,000.00</u>	<u>\$ 30,453,884.07</u>	<u>\$ 23,003,113.07</u>	<u>\$ 2,321,329.68</u>	<u>\$ 5,129,441.32</u>
Bond Anticipation Notes										
Less: Excess Proceeds from Bond Anticipation Notes - Ordinances:								\$ 23,138,408.00		
2014-10							\$ 29,645.08			
2016-11							29,718.75			
2017-15							74,901.10			
2018-16							<u>1,030.00</u>			
								<u>135,294.93</u>		
								<u>\$ 23,003,113.07</u>		
Improvement Authorizations Unfunded										
Less: Unexpended Proceeds of Bond Anticipation Notes Issued - Ordinances:										\$ 8,826,066.41
2015-17									\$ 128,568.02	
2016-11									183,650.52	
2017-15									606,917.27	
2018-16									182,415.69	
2019-13									<u>2,595,073.59</u>	
										<u>3,696,625.09</u>
										<u>\$ 5,129,441.32</u>

TOWN OF SECAUCUS
GENERAL CAPITAL FUND
Statement of Due from Current Fund
For the Year Ended December 31, 2020

Balance December 31, 2019			\$	0.17
Increased by:				
Disbursements:				
2020 Budget Appropriations	\$	808.00		
Interfunds Returned		<u>413,124.22</u>		
			\$	413,932.22
2020 Budget Appropriations:				
Deferred Charge - Expenditure without Appropriation		178,773.48		
Capital Improvement Fund		850,000.00		
Payment of Bond Anticipation Notes and Capital Notes		<u>466,579.00</u>		
				<u>1,495,352.48</u>
				<u>1,909,284.70</u>
				1,909,284.87
Decreased by:				
Receipts:				
Interfunds Received		1,319,595.21		
2020 Anticipated Budget Revenue:				
Interest on Investments and Deposits		15,767.02		
2020 Budget Appropriations:				
Refunds		<u>3,005.25</u>		
				1,338,367.48
2020 Anticipated Budget Revenue:				
General Capital Surplus		100,000.00		
Reserve for Payment of Bonds		<u>72,912.73</u>		
				172,912.73
Payments made by Current Fund:				
Improvement Authorizations				<u>54,173.50</u>
				<u>1,565,453.71</u>
Balance December 31, 2020			\$	<u><u>343,831.16</u></u>

TOWN OF SECAUCUS
GENERAL CAPITAL FUND
Statement of Deferred Charges
For the Year Ended December 31, 2020

	Balance <u>December 31, 2019</u>	Disbursements - Added in <u>2020</u>	2020 <u>Budget</u>	Balance <u>December 31, 2020</u>
Expenditure without Appropriation	\$ 178,773.48	\$ 1,924.00	\$ 178,773.48	\$ 1,924.00

TOWN OF SECAUCUS
GENERAL CAPITAL FUND
Statement of Due from Federal and State Grant Fund
For the Year Ended December 31, 2020

Balance December 31, 2019	\$ 400,000.00
Decreased by:	
Payments made by Federal and State Grant Fund:	
Improvement Authorizations	<u>9,924.00</u>
Balance December 31, 2020	<u><u>\$ 390,076.00</u></u>

TOWN OF SECAUCUS
GENERAL CAPITAL FUND
Statement of Bond Anticipation Notes
For the Year Ended December 31, 2020

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Date of Issue of Original Note</u>	<u>Date of Issue</u>	<u>Date of Maturity</u>	<u>Interest Rate</u>	<u>Balance December 31, 2019</u>	<u>Increased</u>	<u>Decreased</u>	<u>Balance December 31, 2020</u>
2013-17	Various Capital Improvements	07/03/13	04/11/19 04/09/20	04/10/20 04/08/21	2.12% 2.49%	\$ 515,508.00	\$ 492,908.00	\$ 515,508.00	\$ 492,908.00
2014-10	Renovation of the Ice Rink and the Acquisition of a Zamboni Machine	12/10/15	08/09/19 08/07/20	08/07/20 08/06/21	1.75% 1.25%	1,099,390.00	1,058,590.00	1,099,390.00	1,058,590.00
2014-25	Various Public Improvements and the Acquisition of New Additional or Replacement Equipment and Machinery and New Automotive Vehicles, Including Original Apparatus and Equipment	12/10/15	08/09/19 08/07/20	08/07/20 08/06/21	1.75% 1.25%	745,125.00	717,125.00	745,125.00	717,125.00
2015-10	Renovation of the Ice Rink and the Acquisition of a Zamboni Machine	12/10/15	08/09/19 08/07/20	08/07/20 08/06/21	1.75% 1.25%	310,000.00	298,500.00	310,000.00	298,500.00
2015-17	Various Public Improvements and the Acquisition of New Additional or Replacement Equipment and Machinery, New Communications and Signal Systems Equipment and New Automotive Vehicles and a New Fire Engine, including Original Apparatus and Equipment	12/10/15	08/09/19 08/07/20	08/07/20 08/06/21	1.75% 1.25%	2,469,000.00	2,326,000.00	2,469,000.00	2,326,000.00
2016-11	Various Public Improvements and the Acquisition of New Additional or Replacement Equipment and Machinery, New Communication and Signal Systems Equipment, New Information Technology Equipment and New Automotive Vehicles and a New Fire Truck, including Original Apparatus and Equipment	08/10/16	08/09/19 08/07/20	08/07/20 08/06/21	1.75% 1.25%	3,658,756.00	3,521,312.00	3,658,756.00	3,521,312.00
2017-15	Various Public Improvements and the Acquisition of New Additional or Replacement Equipment and Machinery, New Communication and Signal Systems Equipment, New Information Technology and Telecommunications Equipment, And New Automotive Vehicles and a New Fire Truck, Including Original Apparatus and Equipment	10/20/17	08/09/19 08/07/20	08/07/20 08/06/21	1.75% 1.25%	4,190,000.00	4,076,244.00	4,190,000.00	4,076,244.00
2017-25	Various Public Improvements	08/10/18	08/09/19 08/07/20	08/07/20 08/06/21	1.75% 1.25%	476,000.00	476,000.00	476,000.00	476,000.00
2018-16	Various Public improvements And The Acquisition Of New Additional Or Replacement equipment And Machinery, New Communication And Signal Systems equipment, New Information Technology And Telecommunications equipment, And New Automotive Vehicles, Including Original apparatus And Equipment	08/10/18	08/09/19 08/07/20	08/07/20 08/06/21	1.75% 1.25%	4,067,500.00	4,067,500.00	4,067,500.00	4,067,500.00

(Continued)

TOWN OF SECAUCUS
GENERAL CAPITAL FUND
 Statement of Bond Anticipation Notes
 For the Year Ended December 31, 2020

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Date of Issue of Original Note</u>	<u>Date of Issue</u>	<u>Date of Maturity</u>	<u>Interest Rate</u>	<u>Balance December 31, 2019</u>	<u>Increased</u>	<u>Decreased</u>	<u>Balance December 31, 2020</u>
2019-13	Various Public Improvements and the Acquisition of New Additional or Replacement Equipment and Machinery, New Information Technology and Telecommunications Equipment, and New Automotive Vehicles	08/09/19	08/09/19 08/07/20	08/07/20 08/06/21	1.75% 1.25%	\$ 6,104,229.00		\$ 6,104,229.00	
						<u>\$ 23,635,508.00</u>	<u>\$ 23,138,408.00</u>	<u>\$ 23,635,508.00</u>	<u>\$ 23,138,408.00</u>
Paid by 2020 Budget Appropriation								\$ 466,579.00	
Funded by Excess Note Proceeds								30,521.00	
Renewals							\$ 23,138,408.00	23,138,408.00	
						<u>\$ 23,138,408.00</u>	<u>\$ 23,138,408.00</u>	<u>\$ 23,635,508.00</u>	

TOWN OF SECAUCUS
GENERAL CAPITAL FUND
Statement of General Serial Bonds
For the Year Ended December 31, 2020

<u>Purpose</u>	<u>Date of Issue</u>	<u>Original Issue</u>	<u>Maturities of Bonds</u>		<u>Interest Rate</u>	<u>Balance</u> <u>December 31, 2019</u>	<u>Increased -</u> <u>Receipts</u>	<u>Decreased</u>	<u>Balance</u> <u>December 31, 2020</u>
			<u>Outstanding</u>	<u>December 31, 2020</u>					
			<u>Date</u>	<u>Amount</u>					
General Improvement Bonds	04/01/10	\$ 15,608,000.00	-	-	-	\$ 10,698,000.00		\$ 10,698,000.00	
General Improvement Refunding Bonds	12/08/16	5,020,000.00	1/15/21-25	\$ 495,000.00	4.000%				
			1/15/26-27	490,000.00	4.000%	3,955,000.00		500,000.00	\$ 3,455,000.00
General Improvement Bonds	05/01/18	12,585,000.00	05/01/21	750,000.00	3.000%				
			05/01/22	780,000.00	3.000%				
			05/01/23	850,000.00	3.000%				
			05/01/24	900,000.00	3.000%				
			05/01/25	1,150,000.00	3.000%				
			05/01/26	1,200,000.00	3.000%				
			05/01/27	1,325,000.00	3.000%				
			05/01/28	1,400,000.00	3.000%				
			05/01/29	1,400,000.00	3.000%				
			05/01/30	1,400,000.00	3.000%	11,885,000.00		730,000.00	11,155,000.00
General Improvement Refunding Bonds	05/12/20	8,440,000.00	04/01/21	910,000.00	4.000%				
			04/01/22	910,000.00	4.000%				
			04/01/23	910,000.00	4.000%				
			04/01/24	910,000.00	5.000%				
			04/01/25	910,000.00	5.000%				
			04/01/26	965,000.00	5.000%				
			04/01/27	970,000.00	5.000%				
			04/01/28	975,000.00	5.000%				
			04/01/29	980,000.00	5.000%		\$ 8,440,000.00		8,440,000.00
						<u>\$ 26,538,000.00</u>	<u>\$ 8,440,000.00</u>	<u>\$ 11,928,000.00</u>	<u>\$ 23,050,000.00</u>
Disbursements:									
Refunded								\$ 9,648,000.00	
Paid by Budget Appropriation								2,280,000.00	
Deferred Charged to Future Taxation - Funded:									
General Improvement Bonds							\$ 8,440,000.00		
							<u>\$ 8,440,000.00</u>	<u>\$ 11,928,000.00</u>	

TOWN OF SECAUCUS
GENERAL CAPITAL FUND
Statement of New Jersey Environmental Infrastructure Loans Payable
For the Year Ended December 31, 2020

<u>Description</u>	<u>Date of Issue</u>	<u>Original Issue</u>	<u>Maturities of Loans</u>		<u>Interest Rate</u>	<u>Balance December 31, 2019</u>	<u>Paid by Budget Appropriation</u>	<u>Balance December 31, 2020</u>
			<u>Outstanding</u>	<u>December 31, 2020</u>				
			<u>Date</u>	<u>Amount</u>				
New Jersey Environmental Infrastructure Trust	10/14/04	\$ 835,000.00	08/01/21	\$ 55,000.00	5.00%			
			08/01/22	60,000.00	4.25%			
			08/01/23	60,000.00	4.38%			
			08/01/24	65,000.00	4.38%	\$ 295,000.00	\$ 55,000.00	\$ 240,000.00
New Jersey Environmental Infrastructure Trust	10/14/04	2,490,000.00	08/01/21	125,617.78				
			08/01/22	129,890.89				
			08/01/23	124,193.41				
			08/01/24	128,846.56	none	639,389.12	130,840.48	508,548.64
						<u>\$ 934,389.12</u>	<u>\$ 185,840.48</u>	<u>\$ 748,548.64</u>

TOWN OF SECAUCUS
GENERAL CAPITAL FUND
Statement of New Jersey Green Acres Loans Payable
For the Year Ended December 31, 2020

<u>Purpose</u>		<u>Date of Issue</u>	<u>Original Issue</u>	<u>Maturities of Loans</u>		<u>Interest Rate</u>	<u>Balance December 31, 2019</u>	<u>Paid by Budget Appropriation</u>	<u>Balance December 31, 2020</u>
				<u>Outstanding December 31, 2020</u>	<u>Date</u>				
Little League Field Redevelopment Project	(a)	03/28/06	\$ 163,410.00	2021-2026	\$ 52,674.58	2.0%	\$ 61,647.62	\$ 8,973.04	\$ 52,674.58
Buchmuller Park Ice Rink Project	(b)	06/27/06	470,000.00	2021-2026	151,502.68	2.0%	177,310.96	25,808.28	151,502.68
Downtown Recreation Acquisition	(c)	04/04/18	268,125.00	2021-2040	268,125.00	2.0%	268,125.00		268,125.00
							<u>\$ 507,083.58</u>	<u>\$ 34,781.32</u>	<u>\$ 472,302.26</u>

Received by General Capital Fund

(a) payable each January 1 and July 1

(b) payable each March 30 and September 30

(c) payable each January 4 and July 4

TOWN OF SECAUCUS
GENERAL CAPITAL FUND
Statement of Improvement Authorizations
For the Year Ended December 31, 2020

Ordinance Number	Improvement Description	Date	Ordinance		Balance December 31, 2019	
			Amount		Funded	Unfunded
General Improvements:						
2000-25	Various Public Improvements	10/24/00	\$ 1,500,000.00			
2013-06	Various Public Improvements and the Acquisition of New Additional or Replacement Equipment and Machinery, New Communication and Signal Systems Equipment, New Information Technology Equipment and New Automotive Vehicles and a New Fire Truck, Including Original Apparatus and Equipment	03/26/13	4,450,000.00			
2014-08	Various Public Improvements and the Acquisition of New Additional or Replacement Equipment and Machinery, New Communication and Signal Systems Equipment, New Information Technology Equipment and New Automotive Vehicles and a New Fire Truck, Including Original Apparatus and Equipment	04/22/14	2,859,500.00			
2014-09	Various Public Improvements and Acquisitions	04/22/14	1,200,000.00			
2015-17	Various Public Improvements and the Acquisition of New Additional or Replacement Equipment and Machinery, New Communications and Signal Systems Equipment and New Automotive Vehicles and a New Fire Engine, including Original Apparatus and Equipment	05/12/15	2,900,000.00			\$ 128,568.02
2016-11	Various Public Improvements and the Acquisition of New Additional or Replacement Equipment and Machinery, New Communication and Signal Systems Equipment, New Information Technology Equipment and New Automotive Vehicles and a New Fire Truck, including Original Apparatus and Equipment	04/26/16	3,986,200.00			135,790.35
2016-22	Various Public Improvements	09/13/16	1,000,000.00	\$ 26,388.50		
2016-24	Various Public Improvements	10/11/16	1,100,000.00	145,367.55		
2017-15	Various Public Improvements and the Acquisition of New Additional or Replacement Equipment and Machinery, New Communication and Signal Systems Equipment, New Information Technology and Telecommunications Equipment, And New Automotive Vehicles and a New Fire Truck, Including Original Apparatus and Equipment	07/25/17	5,975,000.00			610,805.77
2017-25	Various Public Improvements	10/24/17	500,000.00			
2018-16	Various Public improvements and the Acquisition of New Additional or Replacement Equipment and Machinery, New Communication and Signal Systems Equipment, New Information Technology and Telecommunications Equipment, and New Automotive Vehicles, Including Original Apparatus and Equipment	05/08/18	4,650,000.00			174,195.22
2019-13	Various Public Improvements and the Acquisition of New Additional or Replacement Equipment and Machinery, New Information Technology and Telecommunications Equipment, and New Automotive Vehicles	05/14/19	6,411,700.00			2,908,100.62
2020-4	Refunding of Aggregate Principal Amount of Outstanding Bonds	03/24/20	9,800,000.00			
2020-13	Various Public Improvements and the Acquisition of New Additional or Replacement Equipment and Machinery, New Information Technology and Equipment, and New Automotive Vehicles, Including Original Apparatus and Equipment	08/25/20	7,825,000.00			
					\$ 171,756.05	\$ 3,957,459.98

Disbursements
Due Current Fund
Due Federal and State Grant Fund
General Serial Bonds Refunded

2020 Authorizations						
Capital Improvement Fund	Deferred Charges to Future Taxation - Unfunded	Transferred from Contracts Payable	Paid or Charged	Transferred to Contracts Payable	Balance December 31, 2020	
					Funded	Unfunded
		\$ 19,396.56			\$ 19,396.56	
		14,077.92	\$ 6,940.82		7,137.10	
		81,378.34			81,378.34	
		500.00			500.00	
						\$ 128,568.02
		48,029.17	169.00			183,650.52
		7,518.63			33,907.13	
					145,367.55	
		48,534.64	52,423.14			606,917.27
		94,887.65		\$ 94,887.65		
		192,213.59	114,963.84	69,029.28		182,415.69
		1,494,099.23	1,654,925.19	151,430.07		2,595,844.59
	\$ 9,800,000.00		9,800,000.00			
\$ 375,000.00	7,450,000.00		1,075,103.73	1,621,225.95		5,128,670.32
\$ 375,000.00	\$ 17,250,000.00	\$ 2,000,635.73	\$ 12,704,525.72	\$ 1,936,572.95	\$ 287,686.68	\$ 8,826,066.41
			\$ 2,992,428.22			
			54,173.50			
			9,924.00			
			9,648,000.00			
			\$ 12,704,525.72			

TOWN OF SECAUCUS
GENERAL CAPITAL FUND
Statement of Contracts Payable
For the Year Ended December 31, 2020

Balance December 31, 2019	\$ 2,177,505.84
Increased by:	
Transferred from Improvement Authorizations	<u>1,936,572.95</u>
	4,114,078.79
Decreased by:	
Disbursements	\$ 73,438.27
Transferred to Improvement Authorizations	<u>2,000,635.73</u>
	<u>2,074,074.00</u>
Balance December 31, 2020	<u><u>\$ 2,040,004.79</u></u>

Schedule of Contracts Payable, December 31, 2020

<u>Ordinance Number</u>	<u>Name</u>	<u>Amount</u>
2017-25	4 Clean Up Inc.	\$ 94,887.65
2018-16	4 Clean Up Inc.	69,029.28
2019-13	Motorola Solutions, Inc.	5,377.49
2019-13	AJM Contractors Inc.	120,322.71
2019-13	SHI International Corp.	2,085.00
2019-13	D&L Paving Contractors	23,644.87
2020-13	Reggio Construction Inc.	378,226.10
2020-13	ADG Contracting Corporation	592,526.50
2020-13	Chas S. Winner Inc.	121,054.00
2020-13	Rapid Fire & Security Systems, Inc.	30,165.00
2020-13	Clarke Moynihan Landscaping & Construction	50,747.34
2020-13	AJM Contractors Inc.	99,578.00
2020-13	All State Wrecking Inc.	258,512.40
2020-13	Route 23 Ford Automall	53,000.00
2020-13	Treasurer State of NJ	3,818.11
2020-13	Remington & Vernick	33,598.50
Deferred Charge	4 Clean Up Inc.	<u>103,431.84</u>
		<u><u>\$ 2,040,004.79</u></u>

TOWN OF SECAUCUS
GENERAL CAPITAL FUND
Statement of Capital Improvement Fund
For the Year Ended December 31, 2020

Balance December 31, 2019	\$ 68,300.00
Increased by:	
Due Current Fund:	
2020 Budget Appropriation	<u>850,000.00</u>
	918,300.00
Decreased by:	
Appropriation to Finance Improvement Authorizations	<u>375,000.00</u>
Balance December 31, 2020	<u><u>\$ 543,300.00</u></u>

TOWN OF SECAUCUS
GENERAL CAPITAL FUND
Statement of Reserve for Payment of Bonds
For the Year Ended December 31, 2020

Balance December 31, 2019	\$ 72,912.73
Decreased by:	
Due Current Fund:	
2020 Anticipated Revenue	<u>\$ 72,912.73</u>

TOWN OF SECAUCUS
GENERAL CAPITAL FUND
Statement of Bonds and Notes Authorized but not Issued
For the Year Ended December 31, 2020

Ordinance Number	Improvement Description	Balance December 31, 2019	Increased by		Decreased by				Bond Anticipation Notes Issued	Balance December 31, 2020
			2020 Authorizations	Notes Paid from Note Cash	Funded by Budget Appropriation	Funded by Capital Surplus	Notes Paid by Excess Note Cash	Bonds Issued		
General Improvements:										
2013-17	Various Capital Improvements			\$ 515,508.00	\$ 22,600.00				\$ 492,908.00	
2014-10	Renovation of the Ice Rink and the Acquisition of a Zamboni Machine			1,099,390.00	40,800.00				1,058,590.00	
2014-25	Various Public Improvements and the Acquisition of New Additional or Replacement Equipment and Machinery and New Automotive Vehicles, Including Original Apparatus Equipment			745,125.00	28,000.00				717,125.00	
2015-10	Renovation of the Ice Rink and the Acquisition of a Zamboni Machine			310,000.00	11,500.00				298,500.00	
2015-17	Various Public Improvements and the Acquisition of New Additional or Replacement Equipment and Machinery, New Communications and Signal Systems Equipment and New Automotive Vehicles and a New Fire Engine, including Original Apparatus and Equipment			2,469,000.00	143,000.00				2,326,000.00	
2016-11	Various Public Improvements and the Acquisition of New Additional or Replacement Equipment and Machinery, New Communication and Signal Systems Equipment, New Information Technology Equipment and New Automotive Vehicles and a New Fire Truck, Including Original Apparatus and Equipment			3,658,756.00	137,444.00				3,521,312.00	
2017-15	Various Public Improvements and the Acquisition of New Additional or Replacement Equipment and Machinery, New Communication and Signal Systems Equipment, New Information Technology and Telecommunications Equipment, and New Automotive Vehicles and a New Fire Truck, Including Original Apparatus and Equipment			4,190,000.00	83,235.00		\$ 30,521.00		4,076,244.00	
2017-25	Various Public Improvements			476,000.00					476,000.00	
2018-16	Various Public Improvements and The Acquisition of New Additional or Replacement Equipment and Machinery, New Communication And Signal Systems Equipment, New Information Technology And Telecommunications Equipment, and New Automotive Vehicles, Including Original Apparatus and Equipment			4,067,500.00					4,067,500.00	
2019-13	Various Public Improvements and The Acquisition of New Additional or Replacement Equipment and Machinery, New Information Technology and Telecommunications Equipment, and New Automotive Vehicles	\$ 771.00		6,104,229.00					6,104,229.00	\$ 771.00
2020-4	Refunding of Aggregate Principal Amount of Outstanding Bonds		\$ 9,800,000.00			\$ 1,360,000.00		\$ 8,440,000.00		
2020-13	Various Public Improvements and the Acquisition of New Additional or Replacement Equipment and Machinery, New Information Technology and Equipment, and New Automotive Vehicles, Including Original Apparatus and Equipment									
			7,450,000.00							7,450,000.00
		\$ 771.00	\$ 17,250,000.00	\$ 23,635,508.00	\$ 466,579.00	\$ 1,360,000.00	\$ 30,521.00	\$ 8,440,000.00	\$ 23,138,408.00	\$ 7,450,771.00

SUPPLEMENTAL EXHIBITS
SWIMMING POOL UTILITY FUND

TOWN OF SECAUCUS
Statement of Swimming Pool Utility Fund Cash - Treasurer
For the Year Ended December 31, 2020

	<u>Operating</u>	<u>Capital</u>
Balance December 31, 2019	\$ 89,960.36	\$ 111,140.49
Increased by Receipts:		
Swimming Pool Utility Revenue	\$ 8,089.48	
Due Current Fund	126,604.23	
Due Swimming Pool Utility Operating Fund	<u>\$ 507.26</u>	
	<u>134,693.71</u>	<u>507.26</u>
	224,654.07	111,647.75
Decreased by Disbursements:		
2020 Budget Appropriations	129,150.25	
Due Current Fund		13,041.99
2019 Appropriation Reserves	266.84	
Improvement Authorizations	<u>23,765.00</u>	
	<u>129,417.09</u>	<u>36,806.99</u>
Balance December 31, 2020	<u><u>\$ 95,236.98</u></u>	<u><u>\$ 74,840.76</u></u>

TOWN OF SECAUCUS
SWIMMING POOL UTILITY CAPITAL FUND
 Analysis of Swimming Pool Utility Capital Cash
 For the Year Ended December 31, 2020

	Balance or (Deficit) <u>December 31, 2019</u>	<u>Receipts</u> Miscellaneous	<u>Disbursements</u> Improvement Authorizations Miscellaneous		<u>Transfers</u> From To		Balance or (Deficit) <u>December 31, 2020</u>
Due Current Fund				\$ 13,041.99		\$ 13,041.99	
Due General Capital Fund					\$ 1,259,500.00	1,300,000.00	\$ 40,500.00
Due Swimming Pool Utility Operating Fund	\$ (1,951.92)	\$ 507.26			45,500.00		(46,944.66)
Capital Improvement Fund	7,850.00				2,000.00	5,000.00	10,850.00
Contracts Payable	13,315.00				13,315.00		
General Improvements:							
Ordinance <u>Number</u>	<u>Description</u>						
2007-08	Install Pool Filtration System	(100.00)					(100.00)
2012-08	Various Improvements to the Swim Center	942.33					942.33
2015-18	Various Improvements to the Swim Center	1,345.13			323,500.00	323,500.00	1,345.13
2018-17	Various Concrete Work at the Swim Center	57,287.71		\$ 13,700.00	76,000.00	76,000.00	43,587.71
2019-14	Various Concrete Work at the Swim Center	32,452.24		10,065.00		13,315.00	35,702.24
2020-14	Various Concrete Work at the Swim Center				13,041.99	2,000.00	(11,041.99)
		<u>\$ 111,140.49</u>	<u>\$ 507.26</u>	<u>\$ 23,765.00</u>	<u>\$ 1,732,856.99</u>	<u>\$ 1,732,856.99</u>	<u>\$ 74,840.76</u>

TOWN OF SECAUCUS
SWIMMING POOL UTILITY CAPITAL FUND
Schedule of Fixed Capital
As of December 31, 2020

<u>Account</u>	<u>Balance</u> <u>December 31, 2020</u>
Swim Center	\$ 380,000.00
Swimming Pool and Filtration System	<u>642,516.67</u>
	<u>\$ 1,022,516.67</u>

TOWN OF SECAUCUS
SWIMMING POOL UTILITY CAPITAL FUND
Statement of Fixed Capital Authorized and Uncompleted
For the Year Ended December 31, 2020

					2020 Authorizations		
Ordinance Number	Improvement Description	Date	Ordinance Amount	Balance December 31, 2019	Deferred Reserve for Amortization	Deferred Charges to Future Revenue	Balance December 31, 2020
General Improvements:							
2012-08	Various Improvements to the Swim Center	03/13/12	\$ 140,000.00	\$ 140,000.00			\$ 140,000.00
2015-18	Various Improvements to the Swim Center	05/12/15	380,000.00	380,000.00			380,000.00
2017-16	Various Improvements to the Swim Center	07/25/17	850,000.00	850,000.00			850,000.00
2018-17	Various Concrete Work at the Swim Center	05/08/18	80,000.00	80,000.00			80,000.00
2019-14	Various Concrete Work at the Swim Center	05/14/19	82,500.00	82,500.00			82,500.00
2020-14	Various Concrete Work at the Swim Center	08/25/20	40,000.00		\$ 2,000.00	\$ 38,000.00	40,000.00
				\$ 1,532,500.00	\$ 2,000.00	\$ 38,000.00	\$ 1,572,500.00

TOWN OF SECAUCUS
SWIMMING POOL UTILITY OPERATING FUND
Statement of Due to Current Fund
For the Year Ended December 31, 2020

Balance December 31, 2019		\$	48,891.44
Increased by:			
Receipts:			
Interfunds Received	\$	126,604.23	
Payments made by Current Fund:			
2020 Budget Appropriations		<u>245,504.33</u>	
			<u>372,108.56</u>
			421,000.00
Decreased by:			
2020 Current Fund Budget Appropriation:			
Deficit (General Budget)			<u>420,000.00</u>
Balance December 31, 2020		\$	<u><u>1,000.00</u></u>

TOWN OF SECAUCUS
SWIMMING POOL UTILITY OPERATING FUND
Statement of Due to General Capital Fund
For the Year Ended December 31, 2020

Payments made by General Capital Fund:	
Accrued Interest on Notes	<u>\$ 22,750.00</u>
Balance December 31, 2020	<u><u>\$ 22,750.00</u></u>

TOWN OF SECAUCUS
SWIMMING POOL UTILITY CAPITAL FUND
Statement of Due from Current Fund
For the Year Ended December 31, 2020

Disbursements:	
Interfund Loans Returned	\$ 13,041.99
Decreased by:	
Payments made by Current Fund:	
Improvement Authorizations	<u>\$ 13,041.99</u>

TOWN OF SECAUCUS
SWIMMING POOL UTILITY CAPITAL FUND
Statement of Due to General Capital Fund
For the Year Ended December 31, 2020

Payments made by General Capital Fund:	
Bond Anticipation Notes	\$ 1,300,000.00
Decreased by:	
Collections made by General Capital Fund:	
Bond Anticipation Notes	<u>1,259,500.00</u>
Balance December 31, 2020	<u><u>\$ 40,500.00</u></u>

TOWN OF SECAUCUS
SWIMMING POOL UTILITY CAPITAL FUND
Statement of Due from Swimming Pool Utility Operating Fund
For the Year Ended December 31, 2020

Balance December 31, 2019		\$	1,951.92
Increased by:			
2020 Budget Appropriation:			
Capital Improvement Fund	\$	5,000.00	
Payment of Bond Anticipation Notes and Capital Notes		<u>40,500.00</u>	
			<u>45,500.00</u>
			47,451.92
Decreased by:			
Receipts:			
Interest Earned on Deposits			<u>507.26</u>
Balance December 31, 2020		\$	<u><u>46,944.66</u></u>

TOWN OF SECAUCUS
SWIMMING POOL UTILITY OPERATING FUND
Statement of 2019 Appropriation Reserves
For the Year Ended December 31, 2020

	Balance December 31, 2019		Balance After	Disbursements -	Balance
	<u>Encumbered</u>	<u>Reserved</u>	<u>Transfers</u>	<u>Paid or Charged</u>	<u>Lapsed</u>
Operating:					
Salaries and Wages		\$ 545.58	\$ 278.74		\$ 278.74
Other Expenses			266.84	\$ 266.84	
Total Operating	-	545.58	545.58	266.84	278.74
Total Swimming Pool Utility Appropriations	-	\$ 545.58	\$ 545.58	\$ 266.84	\$ 278.74

TOWN OF SECAUCUS
SWIMMING POOL UTILITY OPERATING FUND
Statement of Deferred Charges
For the Year Ended December 31, 2020

	Balance <u>December 31, 2019</u>	Added <u>in 2020</u>	Raised in 2020 <u>Budget</u>	Balance <u>December 31, 2020</u>
Operating Deficit		\$ 73,636.71		\$ 73,636.71
Overexpenditure of Appropriation	<u>\$ 29,352.40</u>	<u> </u>	<u>\$ 29,352.40</u>	<u> </u>
	<u><u>\$ 29,352.40</u></u>	<u><u>\$ 73,636.71</u></u>	<u><u>\$ 29,352.40</u></u>	<u><u>\$ 73,636.71</u></u>

TOWN OF SECAUCUS
SWIMMING POOL UTILITY OPERATING FUND
Statement of Accrued Interest on Notes and Analysis of Balance
For the Year Ended December 31, 2020

Balance December 31, 2019	\$ 9,000.00
Increased by:	
Budget Appropriation for:	
Interest on Loans	<u>20,064.79</u>
	29,064.79
Decreased by:	
Due General Capital Fund:	
Payments made by General Capital Fund	<u>22,750.00</u>
Balance December 31, 2020	<u><u>\$ 6,314.79</u></u>

Analysis of Accrued Interest, December 31, 2020

<u>Principal</u> <u>Outstanding</u>	<u>Interest</u> <u>Rate</u>	<u>From</u>	<u>To</u>	<u>Period</u> <u>(Days)</u>	<u>Amount</u>
Bond Anticipation Notes:					
<u>\$ 1,259,500.00</u>	1.25%	08/07/20	12/31/20	146	<u><u>\$ 6,314.79</u></u>

TOWN OF SECAUCUS
SWIMMING POOL UTILITY CAPITAL FUND
Statement of Improvement Authorizations
For the Year Ended December 31, 2020

			<u>2020 Authorizations</u>						
<u>Ordinance</u> <u>Number</u>	<u>Improvement Description</u>	<u>Date</u>	<u>Ordinance</u> <u>Amount</u>	<u>Balance</u> <u>December 31, 2019</u> <u>Unfunded</u>	<u>Capital</u> <u>Improvement</u> <u>Fund</u>	<u>Deferred</u> <u>Charges to</u> <u>Future Revenue</u>	<u>Transferred</u> <u>from Contracts</u> <u>Payable</u>	<u>Paid or</u> <u>Charged</u>	<u>Balance</u> <u>December 31, 2020</u> <u>Unfunded</u>
General Improvements:									
2012-08	Various Improvements to the Swim Center	03/13/12	\$ 140,000.00	\$ 942.33					\$ 942.33
2015-18	Various Improvements to the Swim Center	05/12/15	380,000.00	1,345.13					1,345.13
2018-17	Various Concrete Work at the Swim Center	05/08/18	80,000.00	57,287.71				\$ 13,700.00	43,587.71
2019-14	Various Concrete Work at the Swim Center	05/14/19	82,500.00	32,452.24			\$ 13,315.00	10,065.00	35,702.24
2020-14	Various Concrete Work at the Swim Center	08/25/20	40,000.00		\$ 2,000.00	\$ 38,000.00		13,041.99	26,958.01
				<u>\$ 92,027.41</u>	<u>\$ 2,000.00</u>	<u>\$ 38,000.00</u>	<u>\$ 13,315.00</u>	<u>\$ 36,806.99</u>	<u>\$ 108,535.42</u>
Disbursements								\$ 23,765.00	
Due Current Fund								13,041.99	
								<u>\$ 36,806.99</u>	

TOWN OF SECAUCUS
SWIMMING POOL UTILITY CAPITAL FUND
Statement of Contracts Payable
For the Year Ended December 31, 2020

Balance December 31, 2019	\$ 13,315.00
Decreased by:	
Transferred to Improvement Authorizations	<u>\$ 13,315.00</u>

TOWN OF SECAUCUS
SWIMMING POOL UTILITY CAPITAL FUND
Statement of Capital Improvement Fund
For the Year Ended December 31, 2020

Balance December 31, 2019	\$ 7,850.00
Increased by:	
Due Swimming Pool Utility Operating Fund:	
2020 Budget Appropriation	<u>5,000.00</u>
	12,850.00
Decreased by:	
Appropriation to Finance Improvement Authorizations	<u>2,000.00</u>
Balance December 31, 2020	<u><u>\$ 10,850.00</u></u>

TOWN OF SECAUCUS
SWIMMING POOL UTILITY CAPITAL FUND
Statement of Bond Anticipation Notes
For the Year Ended December 31, 2020

Ordinance Number	Improvement Description	Date of Issue of Original Note	Date of Issue	Date of Maturity	Interest Rate	Balance December 31, 2019	Increased	Decreased	Balance December 31, 2020
2015-18	Various Improvements to the Swim Center	12/10/15	08/09/19 08/07/20	08/07/20 08/06/21	1.75% 1.25%	\$ 336,000.00	\$ 323,500.00	\$ 336,000.00	\$ 323,500.00
2017-16	Various Improvements to the Swim Center	10/20/17	08/09/19 08/07/20	08/07/20 08/06/21	1.75% 1.25%	809,500.00	781,500.00	809,500.00	781,500.00
2018-17	Various Concrete Work at the Swim Center	08/10/18	08/09/19 08/07/20	08/07/20 08/06/21	1.75% 1.25%	76,000.00	76,000.00	76,000.00	76,000.00
2019-14	Various Concrete Work at the Swim Center	08/09/19	08/09/19 08/07/20	08/07/20 08/06/21	1.75% 1.25%	78,500.00	78,500.00	78,500.00	78,500.00
						<u>\$ 1,300,000.00</u>	<u>\$ 1,259,500.00</u>	<u>\$ 1,300,000.00</u>	<u>\$ 1,259,500.00</u>
Due Swimming Pool Utility Operating Fund:									
Paid by 2020 Budget Appropriation								\$ 40,500.00	
Renewals							<u>\$ 1,259,500.00</u>	<u>1,259,500.00</u>	
							<u>\$ 1,259,500.00</u>	<u>\$ 1,300,000.00</u>	
Due General Capital Fund:									
Collections made by General Capital Fund							\$ 1,259,500.00		
Payments made by General Capital Fund								\$ 1,300,000.00	
							<u>\$ 1,259,500.00</u>	<u>\$ 1,300,000.00</u>	

TOWN OF SECAUCUS
SWIMMING POOL UTILITY CAPITAL FUND
Statement of Reserve for Deferred Amortization
For the Year Ended December 31, 2020

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Date of Ordinance</u>	<u>Balance December 31, 2019</u>	<u>Fixed Capital Authorized - Capital Improvement Fund</u>	<u>Balance December 31, 2020</u>
General Improvements:					
2012-08	Various Improvements to the Swim Center	03/13/12	\$ 7,000.00		\$ 7,000.00
2015-18	Various Improvements to the Swim Center	05/12/15	19,000.00		19,000.00
2017-16	Various Improvements to the Swim Center	07/25/17	40,500.00		40,500.00
2018-17	Various Concrete Work at the Swim Center	05/08/18	4,000.00		4,000.00
2019-14	Various Concrete Work at the Swim Center	05/14/19	4,000.00		4,000.00
2020-14	Various Concrete Work at the Swim Center	08/25/20		\$ 2,000.00	2,000.00
			<u>\$ 74,500.00</u>	<u>\$ 2,000.00</u>	<u>\$ 76,500.00</u>

TOWN OF SECAUCUS
SWIMMING POOL UTILITY CAPITAL FUND
Statement of Reserve for Amortization
For the Year Ended December 31, 2020

Balance December 31, 2019	\$ 1,180,416.67
Increased by:	
Bond Anticipation Notes Paid by Operating Budget	<u>40,500.00</u>
Balance December 31, 2020	<u><u>\$ 1,220,916.67</u></u>

TOWN OF SECAUCUS
SWIMMING POOL UTILITY CAPITAL FUND
Statement of Bonds and Notes Authorized but not Issued
For the Year Ended December 31, 2020

Ordinance Number	Improvement Description	Balance December 31, 2019	<u>Increased by</u>		<u>Decreased by</u>		Balance December 31, 2020
			2020 Authorizations	Notes Paid with Note Cash	Funded by Budget Appropriation	Bond Anticipation Notes Issued	
2007-08	Install Pool Filtration System	\$ 100.00					\$ 100.00
2015-18	Various Improvements to the Swim Center			\$ 336,000.00	\$ 12,500.00	\$ 323,500.00	
2017-16	Various Improvements to the Swim Center			809,500.00	28,000.00	781,500.00	
2018-17	Various Concrete Work at the Swim Center			76,000.00		76,000.00	
2019-14	Various Concrete Work at the Swim Center			78,500.00		78,500.00	
2020-14	Various Concrete Work at the Swim Center		\$ 38,000.00				38,000.00
		<u>\$ 100.00</u>	<u>\$ 38,000.00</u>	<u>\$ 1,300,000.00</u>	<u>\$ 40,500.00</u>	<u>\$ 1,259,500.00</u>	<u>\$ 38,100.00</u>

SUPPLEMENTAL EXHIBITS
BOND AND INTEREST ACCOUNT

TOWN OF SECAUCUS
BOND AND INTEREST ACCOUNT
Statement of Cash - Treasurer
For the Year Ended December 31, 2020

Balance December 31, 2019	\$ 54,218.65
Increased by Receipts:	
Due Current Fund	<u>178.71</u>
Balance December 31, 2020	<u><u>\$ 54,397.36</u></u>

TOWN OF SECAUCUS
BOND AND INTEREST ACCOUNT
Statement of Due to Current Fund
For the Year Ended December 31, 2020

Balance December 31, 2019	\$ 87.40
Increased by:	
Receipts:	
Interest on Investments and Deposits	<u>178.71</u>
Balance December 31, 2020	<u><u>\$ 266.11</u></u>

TOWN OF SECAUCUS
BOND AND INTEREST ACCOUNT
Schedule of Interest Payable
As of December 31, 2020

<u>Issue</u>	<u>Issue Date</u>	<u>Coupon Amount</u>	<u>Bond Numbers</u>	<u>Due Date</u>	<u>Amount</u>
Municipal Building	07/15/58	\$ 18.00	294 291 - 295	01/15/79 07/15/79	\$ 18.00 90.00
School Improvements	03/01/60	23.00	489	unknown	23.00
Sanitary Sewer	07/15/62	18.75	926 - 935 838	01/15/78 01/15/86	187.50 18.75
General Improvement	07/15/62	16.00	unknown	unknown	16.00
Sanitary Sewer	06/15/63	87.50	397 268 282 379	unknown 02/15/73 08/15/79 08/15/79	87.50 87.50 87.50 87.50
School Improvements	11/01/68	25.00	160 - 162 142 142 142 142 163 138 158	unknown unknown 08/15/95 05/01/90 11/01/90 11/01/91 05/01/93 05/01/94	75.00 125.00 125.00 125.00 125.00 25.00 125.00 125.00
Public Improvement	06/01/78	141.25	236 - 237 139 - 143 139 - 143 139 - 143 169 - 174 192 - 193 196 - 205 211 - 215 236 - 239 240 - 243	12/01/85 06/01/91 12/01/91 06/01/92 12/01/93 12/01/93 12/01/93 12/01/93 12/01/93 12/01/93	282.50 706.25 706.25 706.25 847.50 282.50 1,412.50 706.25 565.00 113.00
General Obligation	08/15/82	281.25	181 - 183 626 681 - 682 681 - 682 681 - 682 681 - 682 386 480	08/15/85 08/15/85 02/15/88 08/15/88 02/15/89 08/15/89 08/15/92 02/15/93	843.75 281.25 562.50 562.50 562.50 562.50 281.25 281.25

(Continued)

TOWN OF SECAUCUS
BOND AND INTEREST ACCOUNT
Schedule of Interest Payable
As of December 31, 2020

<u>Issue</u>	<u>Issue Date</u>	<u>Coupon Amount</u>	<u>Bond Numbers</u>	<u>Due Date</u>	<u>Amount</u>
General Obligation (Cont'd)	08/15/82	\$ 281.25	622	08/15/93	\$ 281.25
			622	02/15/95	281.25
			619, 621, 622	08/15/95	843.75
			619, 621	02/15/95	562.50
			620	02/15/98	281.25
			622	02/15/98	281.25
			531	08/15/98	281.25
			620, 622	08/15/98	562.50
			531	02/15/99	281.25
			620, 622	02/15/99	562.50
			727 - 728	02/15/99	562.50
			531	08/15/99	281.25
			620, 622	08/15/99	562.50
			620, 622	02/15/00	562.50
			619 - 620	08/15/00	562.50
			621 - 622	08/15/00	562.50
					<hr/>
Balance December 31, 2020					<u><u>\$ 19,131.25</u></u>

TOWN OF SECAUCUS
BOND AND INTEREST ACCOUNT
Schedule of Bonds Payable
As of December 31, 2020

<u>Issue</u>	<u>Issue Date</u>	<u>Bond Numbers</u>	<u>Due Date</u>	<u>Amount</u>
General Obligation Bonds, Series 1982	08/15/82	531, 539, 540	08/15/99	\$ 15,000.00
		619 - 622	08/15/00	<u>20,000.00</u>
Balance December 31, 2020				<u><u>\$ 35,000.00</u></u>

PART II
SINGLE AUDIT
FOR THE YEAR ENDED DECEMBER 31, 2020

**REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND REPORT ON INTERNAL CONTROL
OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE AND
STATE OF NEW JERSEY CIRCULAR 15-08-OMB**

INDEPENDENT AUDITOR'S REPORT

The Honorable Mayor and
Members of the Town Council
Town of Secaucus
Secaucus, New Jersey 07094

Report on Compliance for Each Major Federal and State Program

We have audited the Town of Secaucus', in the County of Hudson, State of New Jersey, compliance with the types of compliance requirements described in the *OMB Compliance Supplement* and the *New Jersey State Grant Compliance Supplement* that could have a direct and material effect on each of the Town's major federal and state programs for the year ended December 31, 2020. The Town's major federal and state programs are identified in the *Summary of Auditor's Results* section of the accompanying *Schedule of Findings and Questioned Costs*.

Management's Responsibility

Management is responsible for compliance with the federal and state statutes, regulations, and the terms and conditions of its federal and state awards applicable to its federal and state programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the Town's major federal and state programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance 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; audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey; Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance); and State of New Jersey Circular 15-08-OMB, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. Those standards, the Uniform Guidance, and State of New Jersey Circular 15-08-OMB, require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal or state program occurred. An audit includes examining, on a test basis, evidence about the Town's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal and state program. However, our audit does not provide a legal determination of the Town of Secaucus', in the County of Hudson, State of New Jersey, compliance.

Opinion on Each Major Federal and State Program

In our opinion, the Town of Secaucus, in the County of Hudson, State of New Jersey, complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal and state programs for the year ended December 31, 2020.

Report on Internal Control over Compliance

Management of the Town of Secaucus, in the County of Hudson, State of New Jersey, is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the Town's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal and state program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal and state program and to test and report on internal control over compliance in accordance with the Uniform Guidance and State of New Jersey Circular 15-08-OMB, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Town of Secaucus' internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal and state program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal and state program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal and state program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance and State of New Jersey Circular 15-08-OMB. Accordingly, this report is not suitable for any other purpose.

Respectfully submitted,

BOWMAN & COMPANY LLP

BOWMAN & COMPANY LLP
Certified Public Accountants
& Consultants

L. Jarred Corn

L. Jarred Corn
Certified Public Accountant
Registered Municipal Accountant

Voorhees, New Jersey
October 19, 2021

TOWN OF SECAUCUS
Schedule of Expenditures of Federal Awards
For the Year Ended December 31, 2020

Federal Grantor / Pass-through Grantor / Program or Cluster Title	Federal CFDA Number	Other Identification Number	Pass-Through Entity Identifying Number	Program or Award Amount	Program Income	Matching Contribution	Grant Period From To		Balance December 31, 2019
<u>Current Fund</u>									
U.S. Department of Homeland Security: Disaster Grants - Public Assistance: U.S. Department of Homeland Security (FEMA) (PW-05150)	97.036			\$ 10,186.66			Unavailable	Unavailable	
Total Current Fund									-
<u>Federal and State Grant Fund</u>									
U.S. Department of Agriculture: Pass through New Jersey Department of Environmental Protection: Cooperative Forestry Assistance: Green Communities Grant	10.664			30,000.00			Unavailable	Unavailable	\$ 30,000.00
Total U.S. Department of Agriculture									30,000.00
U.S. Department of Health and Human Services: Drug-Free Communities Support Program Grants									
Drug-Free Communities Support Program - 2016	93.276			250,000.00			Unavailable	Unavailable	134,259.04
Drug-Free Communities Support Program	93.276			125,000.00			Unavailable	Unavailable	98,271.79
Drug-Free Communities Support Program	93.276			125,510.00			Unavailable	Unavailable	125,051.23
Drug-Free Communities Support Program	93.276			125,000.00			Unavailable	Unavailable	
Total U.S. Department of Health and Human Services									357,582.06
U.S. Department of Homeland Security: Pass through New Jersey Department of Law and Public Safety (Office of the Attorney General): Hazard Mitigation Grant:									
Hazard Mitigation Grant Program - Library/EOC Generator Project	97.039			232,854.00		\$ 228,556.00	Unavailable	Unavailable	382,615.14
Hazard Mitigation Grant Program - Energy Allocation Initiative	97.039			98,350.00			Unavailable	Unavailable	7,007.46
Total Hazard Mitigation Grant									389,622.60
Assistance to Firefighters Grant: Assistance to Firefighters Grant Program	97.044	EMW-2018-FO-03704		10,696.00		509.34	09/23/19	09/22/20	-
Disaster Grants - Public Assistance: U.S. Department of Homeland Security (FEMA) (PW-05150)	97.036			380,000.00			11/10/14	Unavailable	-
Total U.S. Department of Homeland Security									389,622.60
U.S. Department of the Interior: Hurricane Sandy Disaster Relief - Coastal Resiliency Grants: Hurricane Sandy Coastal Resiliency Competitive Grant Program - 2015	15.153			225,000.00		75,000.00	Unavailable	Unavailable	2,000.00
Total U.S. Department of the Interior									2,000.00
U.S. Department of Transportation: Federal Transit Administration Passed through New Jersey Department of Transportation: Federal Transit Admin (Sec 5310)	20.530			50,000.00		50,000.00	01/01/19	12/31/20	-
National Priority Safety Programs: Passed Through New Jersey Department of Law and Public Safety Click It or Ticket	20.616			5,500.00			Unavailable	Unavailable	5,500.00
Click It or Ticket	20.616			5,500.00			Unavailable	Unavailable	5,500.00
Distracted Driving Incentive	20.616			6,297.50			Unavailable	Unavailable	6,297.50
Impaired Driving Countermeasure	20.616			5,445.00			Unavailable	Unavailable	5,445.00
Total Highway Safety Cluster									22,742.50
Total U.S. Department of Transportation									22,742.50
Total Federal and State Grant Fund									801,947.16
<u>Trust Other Fund</u>									
U.S. Department of Housing and Urban Development: CDBG - Entitlement Grants Cluster (Direct Funding): Community Development Block Grants / Entitlement Grants: Community Development Block Grant (CDBG)	14.218	8-03GI-20		93,525.00			07/01/20	06/30/21	97,000.34
Total CDBG - Entitlement Grants Cluster									97,000.34
U.S. Department of Treasury: Pass through NJ Hudson County: Coronavirus Relief Fund	21.019	COVID-19		2,030,182.23			03/01/20	12/31/20	-
Total Trust Other Fund									97,000.34
Total Federal Financial Awards									\$ 898,947.50

The accompanying notes to financial statements and notes to the schedules of expenditures of federal awards and state financial assistance are an integral part of this schedule.

Receipts or Revenues Recognized	Adjustments	Passed- Through to Subrecipients	Total Federal Disbursements / Expenditures	Encumbrances	Balance December 31, 2020	(Memo Only)	
						Cash Receipts	Accumulated Expenditures
\$ 10,186.66			\$ 10,186.66			\$ 10,186.66	\$ 10,186.66
10,186.66	-	-	10,186.66	-	-	10,186.66	10,186.66
					\$ 30,000.00		
-	-	-	-	-	30,000.00	-	-
					134,259.04		115,740.96
					98,271.79		26,728.21
					76,806.48		35,288.02
125,000.00			34,829.25	\$ 13,415.50	125,000.00	124,999.23	
125,000.00	-	-	34,829.25	13,415.50	434,337.31	124,999.23	177,757.19
					382,615.14		78,794.86
					7,007.46		91,342.54
-	-	-	-	-	389,622.60	-	170,137.40
10,696.00	-	-	8,943.30	-	1,752.70	-	8,943.30
993.56	-	-	993.56	-	-	-	993.56
11,689.56	-	-	9,936.86	-	391,375.30	-	180,074.26
					2,000.00		298,000.00
-	-	-	-	-	2,000.00	-	298,000.00
100,000.00	-	-	-	-	100,000.00	-	-
					5,500.00		
					5,500.00		
					6,297.50		
					5,445.00		
-	-	-	-	-	22,742.50	-	-
100,000.00	-	-	-	-	122,742.50	-	-
236,689.56	-	-	44,766.11	13,415.50	980,455.11	124,999.23	655,831.45
93,525.00			20,500.34		170,025.00	76,500.00	20,500.34
93,525.00	-	-	20,500.34	-	170,025.00	76,500.00	20,500.34
2,030,182.23	-	-	2,030,182.23	-	-	1,322,599.34	2,030,182.23
2,123,707.23	-	-	2,050,682.57	-	170,025.00	1,399,099.34	2,050,682.57
\$ 2,370,583.45	-	-	\$ 2,105,635.34	\$ 13,415.50	\$ 1,150,480.11	\$ 1,534,285.23	\$ 2,716,700.68

TOWN OF SECAUCUS
Schedule of Expenditures of State Financial Assistance
For the Year Ended December 31, 2020

State Grantor / Program or Cluster Title	State GMS Number	Other Identification Number	Program or Award Amount	Matching Contribution	Grant Period	
					From	To
Federal and State Grant Fund						
N.J. Department of Community Affairs:						
Recreational Opportunities for Individuals with Disabilities	Unavailable		\$ 20,000.00		Unavailable	Unavailable
Recreational Opportunities for Individuals with Disabilities	Unavailable		20,000.00		01/22/18	Unavailable
Recreational Opportunities for Individuals with Disabilities	Unavailable		20,000.00		10/01/18	06/30/19
Recreational Opportunities for Individuals with Disabilities	Unavailable		20,000.00		Unavailable	Unavailable
Total Recreational Opportunities for Individuals with Disabilities						
Total N.J. Department of Community Affairs						
N.J. Department of Environmental Protection:						
Municipality Road Mileage:						
Clean Communities Program - 2016	765-042-4900-004		35,023.37		01/01/16	12/31/16
Clean Communities Program - 2017	765-042-4900-004		29,754.56		01/01/17	12/31/17
Clean Communities Program - 2018	765-042-4900-004		28,476.24		01/01/18	12/31/18
Clean Communities Program - 2019	765-042-4900-004		31,778.91		01/01/19	12/31/19
Clean Communities Program - 2020	765-042-4900-004		28,747.55		01/01/20	12/31/20
Total Municipality Road Mileage						
State Recycling:						
Recycling Tonnage Grant - 2014	100-042-4910-224		156,352.94		01/01/14	12/31/14
Recycling Tonnage Grant - 2016	100-042-4910-224		209,815.85		01/01/16	12/31/16
Recycling Tonnage Grant - 2017	100-042-4910-224		162,411.45		01/01/17	12/31/17
Recycling Tonnage Grant - 2018	100-042-4910-224		156,352.94		01/01/18	12/31/18
Recycling Tonnage Grant - 2019	100-042-4910-224		1,447,373.50		01/01/19	12/31/19
Total State Recycling						
Total N.J. Department of Environmental Protection						
N.J. Department of Health and Senior Services:						
Alcohol, Education, Rehabilitation and Enforcement Trust Fund:						
Municipal Court Alcohol Education Rehabilitation Fund	760-098-9735-001		755.09		*	*
Municipal Court Alcohol Education Rehabilitation Fund - 2013	760-098-9735-001		527.75		*	*
Municipal Court Alcohol Education Rehabilitation Fund - 2015	760-098-9735-001		412.53		*	*
Municipal Court Alcohol Education Rehabilitation Fund - 2016	760-098-9735-001		906.47		*	*
Municipal Court Alcohol Education Rehabilitation Fund - 2017	760-098-9735-001		772.08		*	*
Municipal Court Alcohol Education Rehabilitation Fund - 2018	760-098-9735-001		292.93		*	*
Total Alcohol, Education, Rehabilitation and Enforcement Trust Fund						
Total N.J. Department of Health and Senior Services						
N.J. Department of Law and Public Safety (Office of the Attorney General):						
Body Armor Replacement Program:						
Body Armor Replacement Fund Program - 2019	718-066-1020-001		7,142.90		Unavailable	Unavailable
Body Armor Replacement Fund Program - 2020	718-066-1020-001		6,711.15		Unavailable	Unavailable
Total Body Armor Replacement Program						
Drunk Driving Enforcement Fund:						
Drunk Driving Enforcement Fund	Unavailable		5,000.00		Unavailable	Unavailable
Total Drunk Driving Enforcement Fund						
Total N.J. Department of the Attorney General, Law and Public Safety						
N.J. Department of Transportation:						
Highway Planning and Construction:						
Fiscal Year 2013 Municipal Aid Program - 5th Street	Unavailable		250,000.00		Unavailable	Unavailable
Fiscal Year 2014 Municipal Aid Program - Luhman Terrace	Unavailable		240,000.00		Unavailable	Unavailable
2015 Local Aid Infrastructure Fund Program - Meadowlands Parkway Bridge	480-078-6320-163		650,000.00		08/10/15	Completion
New Jersey Department of Transportation Fiscal Year 2016 Municipal Aid Program - Paterson Plank Road	480-078-6320-AMF		215,096.00		Unavailable	Unavailable
Fiscal Year 2017 Municipal Aid Program - Various Streets	480-078-6320-AMQ		240,000.00		08/03/17	Completion
Fiscal Year 2018 Municipal Aid Program - Flanagan Way	480-078-6320-10-AM2		550,000.00		06/04/18	02/21/20
Local Aid Discretionary Program - Born Street Outfall Pipe	480-078-6320-ALX-6010		495,000.00		05/17/18	04/19/20
2018 TTF Local Freight Impact Fund Program - Meadowlands Parkway Rehabilitation	480-078-6320-10-AMW		2,030,000.00		12/07/18	Unavailable
Fiscal Year 2019 Municipal Aid Program - Franklin Street Roadway Preservation	480-078-6320-ANP-6010		450,000.00		06/14/19	Completion
Total N.J. Department of Transportation						
N.J. Department of Treasury:						
Pass through the County of Hudson:						
Governor's Council on Alcoholism and Drug Abuse:						
Municipal Alliance on Alcoholism and Drug Abuse - 2015	Unavailable		14,051.00	\$ 3,513.00	Unavailable	Unavailable
Municipal Alliance on Alcoholism and Drug Abuse - 2017	Unavailable		14,051.00	3,513.00	Unavailable	Unavailable
Municipal Alliance on Alcoholism and Drug Abuse - 2018	Unavailable		14,051.00	3,513.00	Unavailable	Unavailable
Municipal Alliance on Alcoholism and Drug Abuse - 2019	Unavailable		14,051.00	3,513.00	Unavailable	Unavailable
Municipal Alliance on Alcoholism and Drug Abuse - 2020	Unavailable		14,121.00	3,513.00	Unavailable	Unavailable
Total Governor's Council on Alcoholism and Drug Abuse						
Total N.J. Department of Treasury						
Total Federal and State Grant Fund						
Total State Financial Assistance						

* grant award is based on the number of DWI arrests made during the statutorily assigned base year; no award period is assigned by grantor.

(a) see note 5 to the schedules of expenditures of federal awards and state financial assistance.

The accompanying notes to financial statements and notes to the schedules of expenditures of federal awards and state financial assistance are an integral part of this schedule.

Balance December 31, 2019	Receipts or Revenues Recognized	Adjustments ^(a)	Passed- Through to Subrecipients	Total State Disbursements / Expenditures	Encumbrances	Balance December 31, 2020	(Memo Only) Cash Receipts	Accumulated Expenditures
\$ 8,483.00 20,000.00 12,083.72						\$ 8,483.00 20,000.00 12,083.72 20,000.00		\$ 11,517.00
	\$ 20,000.00							7,916.28
40,566.72	20,000.00	-	-	-	-	60,566.72	-	19,433.28
40,566.72	20,000.00	-	-	-	-	60,566.72	-	19,433.28
2,275.09 1,873.83 3,909.25 11,108.69				\$ 2,275.09 1,873.83 3,909.25 11,108.69				35,023.37 29,754.56 28,476.24
	28,747.55					28,747.55	\$ 28,747.55	
19,166.86	28,747.55	-	-	19,166.86	-	28,747.55	28,747.55	93,254.17
2,322.03				1,140.00		1,182.03		155,170.91
5,572.06 127,618.02 144,737.50				5,330.03 87,399.57		242.03 40,218.45 120,256.28		209,815.85 162,169.42 116,134.49 1,302,636.00
					\$ 24,481.22			
280,249.61	-	-	-	93,869.60	24,481.22	161,898.79	-	1,945,926.67
299,416.47	28,747.55	-	-	113,036.46	24,481.22	190,646.34	28,747.55	2,039,180.84
755.09 527.75 412.53 906.47 772.08 292.93						755.09 527.75 412.53 906.47 772.08 292.93		
3,666.85	-	-	-	-	-	3,666.85	-	-
3,666.85	-	-	-	-	-	3,666.85	-	-
7,142.90	6,711.15					7,142.90 6,711.15	6,711.15	
7,142.90	6,711.15	-	-	-	-	13,854.05	6,711.15	-
5,000.00						5,000.00		
5,000.00	-	-	-	-	-	5,000.00	-	-
12,142.90	6,711.15	-	-	-	-	18,854.05	6,711.15	-
65,982.60 1,200.00		\$ (65,982.60)		1,200.00				184,017.40 240,000.00
434.00				434.00				315,813.74
1,400.00 16,610.91		(16,610.91)				1,400.00	74,378.98 73,204.54	215,096.00 238,600.00 533,389.09 495,000.00
1,790,616.25				330,445.52	1,460,170.73		1,522,500.00	569,829.27
433,276.00				433,276.00				450,000.00
2,309,519.76	-	(82,593.51)	-	765,355.52	1,460,170.73	1,400.00	1,670,083.52	3,441,745.50
3,000.00 1,073.51 3,536.90 9,640.10						3,000.00 1,073.51 3,536.90 9,640.10 2,520.00		14,564.00 16,490.49 14,027.10 7,923.90 (18.00)
	17,652.00	(15,132.00)						
17,250.51	17,652.00	(15,132.00)	-	-	-	19,770.51	-	52,987.49
17,250.51	17,652.00	(15,132.00)	-	-	-	19,770.51	-	52,987.49
2,682,563.21	73,110.70	(97,725.51)	-	878,391.98	1,484,651.95	294,904.47	1,705,542.22	5,553,347.11
\$ 2,682,563.21	\$ 73,110.70	\$ (97,725.51)	-	\$ 878,391.98	\$ 1,484,651.95	\$ 294,904.47	\$ 1,705,542.22	\$ 5,910,847.11

TOWN OF SECAUCUS**Notes to Schedules of Expenditures of Federal Awards and State Financial Assistance
For the Year Ended December 31, 2020****Note 1: BASIS OF PRESENTATION**

The accompanying schedules of expenditures of federal awards and state financial assistance (the "schedules") include federal and state award activity of the Town of Secaucus (hereafter referred to as the "Town") under programs of the federal government and state government for the year ended December 31, 2020. The Town is defined in note 1 to the financial statements. The information in these schedules is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) and State of New Jersey Circular 15-08-OMB, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. All federal and state awards received directly from federal and state agencies, as well as federal awards and state financial assistance passed through other government agencies, are included on the schedules. Because these schedules present only a selected portion of the operations of the Town, it is not intended to and does not present the financial position and changes in operations of the Town.

Note 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the schedules are reported on the modified accrual basis of accounting as promulgated by the Division of Local Government Services, Department of Community Affairs, State of New Jersey. This basis of accounting is described in note 1 to the financial statements. Such expenditures are recognized following the cost principles contained in Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and State of New Jersey Circular 15-08-OMB, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*, wherein certain types of expenditures are not allowed or are limited as to reimbursement.

Note 3: INDIRECT COST RATE

The Town has elected not to use the 10-percent de minimis indirect cost rate allowed under the Uniform Guidance.

Note 4: RELATIONSHIP TO FEDERAL AND STATE FINANCIAL REPORTS

Amounts reported in the accompanying schedules agree with the amounts reported in the related federal and state financial reports.

Note 5: ADJUSTMENTS

Amounts reported in the column entitled "adjustments" on the schedule of expenditures of state financial assistance in the amount of \$97,725.51 represent the cancellation of appropriated reserves in the federal and state grant fund.

Note 6: MAJOR PROGRAMS

Major programs are identified in the *Summary of Auditor's Results* section of the *Schedule of Findings and Questioned Costs*.

PART III
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED DECEMBER 31, 2020

TOWN OF SECAUCUS
Schedule of Findings and Questioned Costs
For the Year Ended December 31, 2020

Section 1- Summary of Auditor's Results

Financial Statements

Type of auditor's report issued unmodified

Internal control over financial reporting:

Material weakness(es) identified? X yes no

Significant deficiency(ies) identified? X yes none reported

Noncompliance material to financial statements noted? yes X no

Federal Awards

Internal control over major programs:

Material weakness(es) identified? yes X no

Significant deficiency(ies) identified? yes X none reported

Type of auditor's report issued on compliance for major programs unmodified

Any audit findings disclosed that are required to be reported in accordance with Section 516 of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance)? yes X no

Identification of major programs:

CFDA Number(s)

Name of Federal Program or Cluster

21.019

Coronavirus Relief Fund

Dollar threshold used to distinguish between type A and type B programs: \$ 750,000.00

Auditee qualified as low-risk auditee? yes X no

TOWN OF SECAUCUS
 Schedule of Findings and Questioned Costs
 For the Year Ended December 31, 2020

Section 1- Summary of Auditor's Results (Cont'd)

State Financial Assistance

Internal control over major programs:

Material weakness(es) identified? _____ yes X no

Significant deficiency(ies) identified? _____ yes X none reported

Type of auditor's report issued on compliance for major programs _____ unmodified

Any audit findings disclosed that are required to be reported in accordance with New Jersey Circular 15-08-OMB? _____ yes X no

Identification of major programs:

GMIS Number(s)

480-078-6320-various

Name of State Program

Highway Planning and Construction

Dollar threshold used to distinguish between type A and type B programs: \$ _____ 750,000.00

Auditee qualified as low-risk auditee? _____ yes X no

TOWN OF SECAUCUS
Schedule of Findings and Questioned Costs
For the Year Ended December 31, 2020

Section 2 - Schedule of Financial Statement Findings

This section identifies the significant deficiencies, material weaknesses, fraud, noncompliance with provisions of laws, regulations, contracts, and grant agreements related to financial statements for which *Government Auditing Standards* and audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, requires.

Finding No. 2020-001

Criteria or Specific Requirement

In accordance with maintaining an internal control environment over financial reporting that is effective in the prevention and / or identification of potential financial statement misstatement, misclassification, and misappropriation, the Town should establish formal oversight procedures for the receipting and disbursing functions of the various departments (outside offices) of the Town. In accordance with N.J.S.A. 40A:5-15, receipts are required to be deposited within forty-eight hours of collection. In addition, receipts collected should be billed in accordance with an approved fee schedule.

Condition

During our examination of the Town's Recreation office, receipts collected during the year were not consistently remitted to the Treasurer on a timely basis (monthly), were not consistently remitted to the Treasurer for the correct amounts, receipts were not always deposited within forty-eight hours of collection, and receipt amounts were not always billed in accordance with an approved fee schedule.

Context

Not applicable.

Effect or Potential Effect

By not establishing oversight procedures for the receipting and disbursing functions of the various outside offices, there not only exists the potential for financial statement misstatement and / or misclassification of revenues, but also the potential of the misappropriation of assets.

Cause

Client oversight.

Recommendation

That the Town establish formal oversight procedures for the receipting and disbursing functions of the various departments (outside offices) of the Town.

View of Responsible Officials and Planned Corrective Action

The responsible officials agree with the finding and will address the matter as part of their corrective action plan.

TOWN OF SECAUCUS
Schedule of Findings and Questioned Costs
For the Year Ended December 31, 2020

Section 2 - Schedule of Financial Statement Findings (Cont'd)

Finding No. 2020-002

Criteria or Specific Requirement

In accordance with N.J.S.A. 40A:4-57, no officer, board, body or commission shall, during any fiscal year, expend any money (except to pay notes, bonds or interest thereon), incur any liability, or enter into any contract which by its terms involves the expenditure of money for any purpose for which no appropriation is provided, or in excess of the amount appropriated for such purpose.

Condition

There were expenditures without an appropriation and ordinance in the federal and state grant fund and the general capital fund, respectively.

Context

The expenditures without an appropriation and ordinance in the federal and state grant fund and general capital fund totaled \$35,436.58 and \$1,924.00, respectively.

Effect or Potential Effect

The Town is not in compliance with N.J.S.A. 40A:4-57. In addition, a budget appropriation must be provided in the next succeeding budget for any such item appearing on the statement of assets, liabilities, reserves and fund balance of the appropriate fund.

Cause

Cash disbursements were incorrectly reallocated in the Town's general ledger; thus, there were costs in excess of the anticipated amounts of projects, thereby causing expenditures without an appropriation and ordinance.

Recommendation

That the Town, prior to incurring any liability or entering into any contract, verify that sufficient funds are available in the budget appropriations and ordinances of the applicable funds.

View of Responsible Officials and Planned Corrective Action

The responsible officials agree with the finding and will address the matter as part of their corrective action plan.

TOWN OF SECAUCUS
Schedule of Findings and Questioned Costs
For the Year Ended December 31, 2020

Section 2 - Schedule of Financial Statement Findings (Cont'd)

Finding No. 2020-003

Criteria or Specific Requirement

In accordance with maintaining an internal control environment that is effective in the prevention and / or identification of potential financial statement misstatement and / or misclassification, the Town should review, in a timely manner, balances contained in the general ledgers for the proper and accurate recording and / or disposition of balances.

Condition

The balances in the Town's general ledger for federal, state, and other grants receivables were not reconciled to the applicable reserve for federal, state, and other grants appropriated periodically during the year. In addition, there exists an aged receivable balance in the Town's federal and state grant fund.

Context

Cancellations were recorded for the balances of federal, state, and other grants receivable and reserve for federal, state, and other grants appropriated in the amount of \$1,043,051.81 and \$666,816.56, respectively. In addition, collection of an aged receivable balance in the amount of \$421,795.46 is unable to be determined.

Effect or Potential Effect

Potential errors, irregularities, and factors which could have a negative impact on the Town's financial position could develop and not be detected in a timely manner to enable the Town to institute prompt corrective actions.

Cause

Client oversight.

Recommendation

That the Town establish policies and procedures to ensure that all grant related transactions are accurately recorded in the Town's general ledger, reconciled to one another, and that aged receivable balances are reviewed on a timely basis for proper disposition.

View of Responsible Officials and Planned Corrective Action

The responsible officials agree with the finding and will address the matter as part of their corrective action plan.

TOWN OF SECAUCUS
Schedule of Findings and Questioned Costs
For the Year Ended December 31, 2020

Section 3 - Schedule of Federal Award Findings and Questioned Costs

This section identifies the significant deficiencies, material weaknesses, material instances of noncompliance, including questioned costs, and significant instances of abuse related to the audit of major Federal programs, as required by Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance).

None noted.

TOWN OF SECAUCUS
Schedule of Findings and Questioned Costs
For the Year Ended December 31, 2020

Section 4 - Schedule of State Financial Assistance Findings and Questioned Costs

This section identifies the significant deficiencies, material weaknesses, material instances of noncompliance, including questioned costs, and significant instances of abuse related to the audit of major State programs, as required by State of New Jersey Circular 15-08-OMB.

None noted.

TOWN OF SECAUCUS
Summary Schedule of Prior Year Audit Findings
and Questioned Costs as Prepared by Management

This section identifies the status of prior year findings related to the financial statements and federal awards and state financial assistance that are required to be reported in accordance with *Government Auditing Standards*, Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), and State of New Jersey Circular 15-08-OMB.

FINANCIAL STATEMENT FINDINGS

Finding No. 2019-001

Condition

During our examination of the Town's Recreation office, receipts collected during the year were not consistently remitted to the Treasurer on a timely basis (monthly), were not consistently remitted to the Treasurer for the correct amounts, and receipts were not always deposited within forty-eight hours of collection.

Current Status

This condition remains as a finding for the year ended December 31, 2020. (see *Finding No. 2020-001*)

Planned Corrective Action

Procedures continue to be developed by the Town to address this issue.

Finding No. 2019-002

Condition

There was an overexpenditure of appropriations in the current fund and swimming pool utility operating fund. There also were expenditures without an appropriation in the federal and state grant fund and the general capital fund.

Current Status

This condition remains as a finding for the year ended December 31, 2020. (see *Finding No. 2020-002*)

Planned Corrective Action

Procedures continue to be developed by the Town to address this issue.

STATE FINANCIAL ASSISTANCE PROGRAMS

Finding No. 2019-003

Program

New Jersey Department of Transportation, Highway Planning and Construction, GMIS number 480-078-6320.

Condition

During our examination of the Town's New Jersey Department of Transportation grant expenditures, one of the items selected for testing was not for an allowable charge as dictated per N.J.A.C. 16:20B-4.1.

Current Status

This finding has been resolved for the year ended December 31, 2020.

TOWN OF SECAUCUS
 Officials in Office and Surety Bonds

The following officials were in office during the period under audit:

<u>Name</u>	<u>Title</u>	<u>Amount of Surety</u>	<u>Name of Surety</u>
Michael Gonnelli	Mayor	(A)	
James Clancy	Councilman	(A)	
John Gerbasio	Councilman	(A)	
Orietta Tringali	Councilwoman	(A)	
Robert Costantino	Councilman	(A)	
William McKeever	Councilman	(A)	
Mark Dehnert	Councilman	(A)	
Michael J. Marra	Town Clerk - Tax Search Officer	(A)	
Gary Jeffas	Town Administrator	(A)	
Patrick DeBlasio	Chief Financial Officer	\$ 325,000.00	Selective Insurance Co. of America
Lorraine Carr	Tax Collector	329,000.00	Selective Insurance Co. of America
Karen Boylan	Magistrate	(A)	
Mary Martell	Court Administrator	(A)	
Michael Pero	Director of Recreation	(A)	
Carl Leppin	Construction Official	(A)	
Michael Jaeger	Deputy Assessor	(A)	
Keri Ann Eglentowicz	Town Attorney	(A)	

(A) Blanket Policy Bond, by Suburban Essex Municipal/Municipal Excess Liability Joint Insurance Fund, for \$1,000,000.00.

APPRECIATION

I express my appreciation for the assistance and courtesies rendered by the Town officials during the course of the audit.

Respectfully submitted,

BOWMAN & COMPANY LLP

BOWMAN & COMPANY LLP
Certified Public Accountants
& Consultants

L. Jarred Corn

L. Jarred Corn
Certified Public Accountant
Registered Municipal Accountant

