

**CITY OF PLEASANTVILLE**

**COUNTY OF ATLANTIC**

**REPORT OF AUDIT**

**FOR THE YEAR ENDED  
DECEMBER 31, 2020**

**CITY OF PLEASANTVILLE**  
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**CITY OF PLEASANTVILLE**

**PART 1**

**REPORT OF AUDIT OF FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED DECEMBER 31, 2020**

## **INDEPENDENT AUDITOR'S REPORT**

The Honorable Mayor and  
Members of the City Council  
City of Pleasantville  
Pleasantville, New Jersey 08232

### **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 City of Pleasantville, in the County of Atlantic, State of New Jersey, as of December 31, 2020, and the related statements of operations and changes in fund balance - regulatory basis for the year 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 City'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 City 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 City of Pleasantville, in the County of Atlantic, State of New Jersey, as of December 31, 2020, or the results of its operations and changes in fund balance for the year 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 City of Pleasantville, in the County of Atlantic, State of New Jersey, as of December 31, 2020, and the results of its operations and changes in fund balance - regulatory basis of such funds for the year 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**

### ***Prior Period Financial Statements***

The financial statements of the City of Pleasantville as of December 31, 2019, were audited by other auditors whose report dated June 26, 2020, expressed an adverse opinion under accounting principles generally accepted in the United States of America and an unmodified opinion under the regulatory basis of accounting.

### ***Other Information***

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City'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 schedule of expenditures of federal awards is 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 is also not a required part of the basic financial statements.

The supplemental statements and schedules presented for the various funds and the schedule of expenditures of federal awards 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 21, 2021 on our consideration of the City of Pleasantville, in the County of Atlantic, 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 City of Pleasantville's 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 City of Pleasantville's internal control over financial reporting and compliance.

Respectfully submitted,



BOWMAN & COMPANY LLP  
Certified Public Accountants  
& Consultants



Michael D. Cesaro  
Certified Public Accountant  
Registered Municipal Accountant

Voorhees, New Jersey  
October 21, 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 City Council  
City of Pleasantville  
Pleasantville, New Jersey 08232

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 City of Pleasantville, in the County of Atlantic, 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 City's basic financial statements, and have issued our report thereon dated October 21, 2021. That report indicated that the City of Pleasantville's 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 City of Pleasantville's 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 City of Pleasantville's internal control. Accordingly, we do not express an opinion on the effectiveness of the City of Pleasantville's internal control.

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. 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.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section 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. We did identify certain deficiencies in internal control, as described in the accompanying *Schedule of Findings and Questioned Costs*, as Finding No. 2020-001, which we consider to be a material weakness.

**Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the City of Pleasantville's 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 no 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.

**The City of Pleasantville's Response to Findings**

The City of Pleasantville's response to the finding identified in our audit is described in the accompanying *Schedule of Findings and Questioned Costs*. The City's 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 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  
Certified Public Accountants  
& Consultants



Michael D. Cesaro  
Certified Public Accountant  
Registered Municipal Accountant

Voorhees, New Jersey  
October 21, 2021

**CITY OF PLEASANTVILLE**  
**CURRENT FUND**

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

ASSETS:	<u>Ref.</u>	<u>2020</u>	<u>2019</u>
Regular Fund:			
Cash	SA-1	\$ 4,995,665.49	\$ 3,201,136.00
Due from State of New Jersey -- Veterans' and Senior Citizens' Deductions	SA-4	<u>18,104.34</u>	<u>21,028.00</u>
		<u>5,013,769.83</u>	<u>3,222,164.00</u>
Receivables and Other Assets with Full Reserves:			
Delinquent Property Taxes Receivable	SA-5	65,836.94	56,986.00
Tax Title Liens Receivable	SA-6	2,465,235.21	2,141,118.00
Revenue Accounts Receivable	SA-7	5,703.73	12,017.00
Property Acquired for Taxes -- Assessed Valuation	A	1,948,529.00	1,948,529.00
Due from Local Board of Education	SA-10	69,935.00	170,883.00
Due from Animal Control Fund	SB-2	6,517.31	6,453.00
Due from Trust Other Fund	B	70,378.00	70,378.00
Due from Sewer Utility Operating Fund	D	<u>4,603.00</u>	<u>4,603.00</u>
		<u>4,636,738.19</u>	<u>4,410,967.00</u>
Deferred Charges:			
Cash Deficit in Operations	A-3		463,098.00
Special Emergency Appropriation	SA-3	<u>1,408,875.00</u>	<u>848,502.00</u>
		<u>1,408,875.00</u>	<u>1,311,600.00</u>
Total Current Fund		<u>11,059,383.02</u>	<u>8,944,731.00</u>
Federal and State Grant Fund:			
Cash	SA-1	344,174.14	975,639.00
Federal and State Grants Receivable	SA-18	6,328,365.67	5,340,670.00
Deferred Charges:			
Expenditure without an Appropriation	A-3		30,312.00
Due Current Fund	SA-19	<u>797,492.90</u>	<u>599,322.00</u>
Total Federal and State Grant Fund		<u>7,470,032.71</u>	<u>6,945,943.00</u>
Total Assets		<u>\$ 18,529,415.73</u>	<u>\$ 15,890,674.00</u>

(Continued)

## CITY OF PLEASANTVILLE

## CURRENT FUND

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

LIABILITIES, RESERVES  
AND FUND BALANCE:

	<u>Ref.</u>	<u>2020</u>	<u>2019</u>
Regular Fund:			
Liabilities:			
Appropriation Reserves	A-3, SA-9	\$ 634,020.10	\$ 335,861.00
Reserve for Encumbrances	A-3, SA-9	79,659.72	17,765.00
Due State of New Jersey --			
Uniform Construction Code - State Training Fees	SA-16	4,113.00	3,784.00
Reserve for FICA Reimbursements	A	232.00	232.00
Reserve for Tax Lien Sale Costs	A	27,510.00	27,510.00
Reserve for Revaluation	SA-8	25,462.04	68,092.00
Reserve for Performance Bonds	A	81,939.00	81,939.00
Prepaid Taxes	SA-11	317,238.54	436,841.00
Tax Overpayments	SA-12	25,221.92	101,905.00
Accounts Payable	A	13,334.00	13,334.00
Special Emergency Note Payable	SA-17	2,050,844.00	848,502.00
Due to County -- Added and Omitted Taxes	SA-14	9,822.73	7,550.00
Due General Capital Fund	SC-7	846,986.45	792,082.00
Due Sewer Utility Capital Fund	SD-3	555.00	550,555.00
Due Federal and State Grant Fund	SA-19	797,492.90	599,322.00
		<u>4,914,431.40</u>	<u>3,885,274.00</u>
Reserves for Receivables and			
Other Assets		4,636,738.19	4,410,967.00
Fund Balance	A-1	<u>1,508,213.43</u>	<u>648,490.00</u>
Total Current Fund		<u>11,059,383.02</u>	<u>8,944,731.00</u>
Federal and State Grant Fund:			
Due General Capital Fund	C	662,101.00	662,101.00
Commercial Development -- Unappropriated Reserves	A	40,514.00	40,514.00
Reserve for Federal and State Grants --			
Unappropriated	SA-20	851,654.73	1,444,561.00
Reserve for Federal and State Grants --			
Appropriated	SA-21	5,173,995.36	4,692,275.00
Reserve for Encumbrances	SA-21	<u>741,767.62</u>	<u>106,492.00</u>
Total Federal and State Grant Fund		<u>7,470,032.71</u>	<u>6,945,943.00</u>
Total Liabilities, Reserves and Fund Balance		<u>\$ 18,529,415.73</u>	<u>\$ 15,890,674.00</u>

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

**CITY OF PLEASANTVILLE**  
**CURRENT FUND**

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>		
Fund Balance Utilized	\$ 162,555.00	\$ 750,000.00
Miscellaneous Revenues Anticipated	7,589,905.39	6,593,119.00
Receipts from Delinquent Taxes	140,159.90	155,031.00
Receipts from Current Taxes	37,553,367.99	36,214,016.00
Non-Budget Revenues	112,673.51	137,789.00
Deferred Charge - Special Emergency - COVID 19 Revenue Loss	583,710.00	
Other Credits to Income:		
Unexpended Balance of Appropriation Reserves	307,994.37	95,011.00
Refund of Prior Year Expenditures	74,085.00	
Liquidation of Reserve for:		
Due from Local Board of Education	100,948.00	
Total Income	<u>46,625,399.16</u>	<u>43,944,966.00</u>
<u>Expenditures</u>		
Budget and Emergency Appropriations:		
Operations Within "CAPS":		
Salaries and Wages	12,695,294.00	12,357,750.00
Other Expenses	9,830,090.00	10,231,789.00
Deferred Charges and Regulatory Expenditures Within "CAPS"	3,865,053.00	3,500,442.00
Operations Excluded from "CAPS":		
Salaries and Wages	2,138,965.00	
Other Expenses	518,929.85	1,577,532.00
Capital Improvements Excluded from "CAPS"	65,000.00	
Deferred Charges excluded from "CAP"	307,343.00	888,789.00
Municipal Debt Service Excluded from "CAPS"	2,081,189.58	2,124,522.00
Transferred to Board of Education for Use of Local Schools	74,457.00	75,902.00
County Taxes	4,139,270.26	3,894,414.00
County Added and Omitted Taxes	9,822.73	7,550.00
Local District School Tax	10,152,148.00	9,801,173.00
Refund Prior Year's Revenue		143,524.00
Interfunds Created		9,983.00
Deductions Disallowed by Collector -- Prior Year Taxes	9,500.00	
Creation of Reserves for:		
Due from Local Board of Education		170,883.00
Due Animal Control Fund	64.31	
Total Expenditures	<u>45,887,126.73</u>	<u>44,784,253.00</u>
		(Continued)

**CITY OF PLEASANTVILLE**  
**CURRENT FUND**

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>
Excess (Deficit) in Revenue	\$ 738,272.43	\$ (839,287.00)
Adjustments to Income before Fund Balance:		
Expenditures included above which are by Statute Deferred		
Charges to the Budget of the Succeeding Year		
Cash Deficit in Operations		463,098.00
Emergency Appropriation		376,189.00
Special Emergency - COVID 19 - Related Costs	<u>284,006.00</u>	
	<u>284,006.00</u>	<u>839,287.00</u>
Regulatory Excess to Fund Balance	1,022,278.43	
<u>Fund Balance</u>		
Balance Jan. 1	<u>648,490.00</u>	<u>1,398,490.00</u>
	1,670,768.43	1,398,490.00
Decreased by:		
Utilization as Anticipated Revenue	<u>162,555.00</u>	<u>750,000.00</u>
Balance Dec. 31	<u><u>\$ 1,508,213.43</u></u>	<u><u>\$ 648,490.00</u></u>

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

**CITY OF PLEASANTVILLE**  
**CURRENT FUND**  
Statement of Revenues -- Regulatory Basis  
For the Year Ended December 31, 2020

	Anticipated Budget	Special N.J.S.A. 40A:4-87	Realized	Excess or (Deficit)
Surplus Anticipated	\$ 162,555.00		\$ 162,555.00	
Miscellaneous Revenues:				
Local Revenues:				
Licenses:				
Alcoholic Beverages	22,500.00		22,500.00	
Other	30,795.00		30,345.40	\$ (449.60)
Fees and Permits	320,565.00		195,843.40	(124,721.60)
Fines and Costs - Municipal Court	186,000.00		87,945.94	(98,054.06)
Interest and Costs on Taxes	200,000.00		164,397.16	(35,602.84)
Interest on Investments and Deposits	31,382.00		50,900.59	19,518.59
Anticipated Utility Operating Surplus	1,275,000.00		1,275,000.00	
Rental of Municipal Property	65,000.00		77,302.50	12,302.50
Payments in Lieu of Taxation	248,598.00		297,444.09	48,846.09
Hotel Room Tax	35,000.00		25,261.86	(9,738.14)
Rental Regulation Fee	162,000.00		155,620.01	(6,379.99)
Abandoned Property Registration	125,196.00		74,000.00	(51,196.00)
State Aid Without Offsetting Appropriations:				
Energy Receipts Tax (P.L. 1997, Chapter 162 & 167)	2,076,782.00		2,076,782.00	
Consolidated Municipal Property Tax Relief Aid	54,658.00		54,658.00	
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 Code Fees	249,000.00		210,930.60	(38,069.40)
Special Items of General Revenue Anticipated with Prior Written Consent of Director of Local Government Services - Public and Private Revenues Offset with Appropriations:				
DCA SCBG COVID-19 Relief & Recovery Grant		\$ 82,500.00	82,500.00	
Edward Byrne Memorial Justice Assistance Grant (JAG)		28,746.00	28,746.00	
Pedestrian Safety, Education & Enforcement Fund		21,965.00	21,965.00	
NJDEP - Electric Charging Station		6,000.00	6,000.00	
NJDOA - Summer Food Program		126,659.75	126,659.75	
Clean Communities Program		34,130.85	34,130.85	
FEMA - Flood Mitigation Assistance Program		11,840.25	11,840.25	
Pleasantville Urban Enterprise Zone Projects	750,000.00		750,000.00	
Municipal Alliance on Alcoholism and Drug Abuse	19,242.00		19,242.00	
Safe & Secure Communities	75,000.00		75,000.00	
SAFER Grant	1,467,000.00		1,467,000.00	
Special Items of General Revenue Anticipated with Prior Written Consent of Director of Local Government Services - Other Special Items:				
Uniform Fire Safety Act	42,599.00		40,975.06	(1,623.94)
Special Duty Police Officers	140,000.00		126,914.93	(13,085.07)
Total Miscellaneous Revenues	7,576,317.00	311,841.85	7,589,905.39	(298,253.46)
Receipts from Delinquent Taxes	174,000.00		140,159.90	(33,840.10)
Amount to be Raised by Taxes for Support of Municipal Budget:				
Local Tax for Municipal Purposes including Reserve for Uncollected Taxes	23,810,385.00		23,698,448.00	(111,937.00)
	23,810,385.00		23,698,448.00	(111,937.00)
Budget Totals	31,723,257.00	311,841.85	31,591,068.29	(444,030.56)
Non-Budget Revenues			112,673.51	112,673.51
	\$ 31,723,257.00	\$ 311,841.85	\$ 31,703,741.80	\$ (331,357.05)

(Continued)

**CITY OF PLEASANTVILLE**  
**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	\$ 37,553,367.99
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Allocated to:

Schools and County Taxes	14,301,240.99
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Balance for Support of Municipal Budget Appropriations	23,252,127.00
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Add: Appropriation "Reserve for Uncollected Taxes"	446,321.00
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Amount for Support of Municipal Budget Appropriations	\$ 23,698,448.00
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Receipts from Delinquent Taxes:

Delinquent Tax Collections	\$ 79,570.46
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Tax Title Liens	60,589.44
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	\$ 140,159.90
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Analysis of Non-Budget Revenues

Treasurer:

Receipts:

Administrative Fee for Senior Citizen and Veterans Deductions	\$ 1,384.09
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DMV Inspection Fees	150.00
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Escrow Application Fees	4,710.00
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Board Up and Cleaning Fees	11,763.32
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Cancellation of Prior Year Outstanding Checks	49,578.31
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Miscellaneous Reimbursements	40,913.29
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Miscellaneous - Collector	4,174.50
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	\$ 112,673.51
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The accompanying Notes to Financial Statements are an integral part of this statement.



**CITY OF PLEASANTVILLE**  
**CURRENT FUND**  
Statement of Expenditures -- Regulatory Basis  
For the Year Ended December 31, 2020

	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>			<u>Unexpended Balance Canceled</u>
			<u>Expended</u>	<u>Encumbered</u>	<u>Reserved</u>	
OPERATIONS -- WITHIN "CAPS"						
General Government Functions:						
General Administration						
Salaries and Wages	\$ 245,000.00	\$ 229,800.00	\$ 224,833.95		\$ 4,966.05	
Other Expenses	58,000.00	71,000.00	56,775.53	\$ 6,055.00	8,169.47	
Mayor and Council						
Salaries and Wages	90,000.00	81,800.00	81,526.46		273.54	
Other Expenses	15,000.00	6,000.00	5,232.91	600.00	167.09	
Municipal Clerk						
Salaries and Wages	120,000.00	101,600.00	101,278.13		321.87	
Other Expenses	45,400.00	31,600.00	31,500.12		99.88	
Election Expenses	12,000.00	12,000.00	7,088.48		4,911.52	
Financial Administration						
Salaries and Wages	153,000.00	143,000.00	142,754.56		245.44	
Other Expenses	40,000.00	36,600.00	23,560.16	12,094.03	945.81	
Audit Services	45,000.00	45,000.00	30,150.00		14,850.00	
Information Technology						
Other Expenses	100,000.00	100,000.00	98,822.03		1,177.97	
Collection of Taxes						
Salaries and Wages	66,000.00	63,600.00	63,244.61		355.39	
Other Expenses	15,000.00	12,300.00	10,266.15		2,033.85	
Liquidation of Tax Title Liens and Foreclosed Property						
Other Expenses	50,000.00	50,000.00	33,861.15		16,138.85	
Assessment of Taxes						
Salaries and Wages	53,000.00	53,000.00	52,820.91		179.09	
Other Expenses	10,000.00	5,000.00	4,218.00		782.00	
Legal Services						
Other Expenses	200,000.00	178,000.00	149,474.40	10,491.50	18,034.10	
Planning and Zoning Board						
Salaries and Wages	40,000.00	31,800.00	31,777.01		22.99	
Other Expenses	5,000.00	3,200.00	3,127.50		72.50	
Public Buildings and Grounds						
Other Expenses	115,000.00	81,000.00	74,040.12	5,215.54	1,744.34	

(Continued)

**CITY OF PLEASANTVILLE**  
**CURRENT FUND**  
Statement of Expenditures -- Regulatory Basis  
For the Year Ended December 31, 2020

	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>			<u>Unexpended Balance Canceled</u>
			<u>Expended</u>	<u>Encumbered</u>	<u>Reserved</u>	
OPERATIONS -- WITHIN "CAPS" (CONT'D)						
Insurance:						
General Liability Insurance	\$ 310,000.00	\$ 310,000.00	\$ 309,275.00		\$ 725.00	
Worker's Compensation Insurance	625,000.00	625,000.00	625,000.00			
Group Employee Insurance	4,000,000.00	3,905,000.00	3,852,324.36	\$ 6,905.04	45,770.60	
EPL Settlements	125,000.00	145,000.00	145,000.00			
Employee Group Health Opt-Outs	52,000.00	52,000.00	51,625.00		375.00	
Public Safety Functions:						
Police Department						
Salaries and Wages	5,330,500.00	5,631,000.00	5,335,844.11		295,155.89	
Other Expenses	495,000.00	464,000.00	438,501.30	3,032.24	22,466.46	
Fire Department						
Salaries and Wages	4,200,000.00	4,460,400.00	4,094,950.26		81,443.74	\$ 284,006.00
Other Expenses	99,000.00	105,000.00	99,326.82	807.60	4,865.58	
COVID 19 Related Costs (N.J.S.A. 40A:4-53 +\$284,006.00)		284,006.00	284,006.00			
Telecommunications Unit						
Other Expenses	466,484.00	466,484.00	466,484.00			
Emergency Management Services						
Salaries and Wages	5,000.00	5,000.00	5,000.00			
Other Expenses	3,500.00					
Municipal Court						
Salaries and Wages	215,000.00	207,600.00	207,520.20		79.80	
Other Expenses	36,000.00	27,100.00	22,747.17		4,352.83	
Public Defender						
Salaries and Wages	12,000.00	12,000.00	10,450.00	350.00	1,200.00	
Public Work Functions:						
Public Works - Division of Roads						
Salaries and Wages	1,075,000.00	1,073,000.00	1,065,622.32		7,377.68	
Other Expenses	213,000.00	182,000.00	122,120.91	32,885.08	26,994.01	
Public Works - Division of Public Property						
Salaries and Wages	180,000.00	133,400.00	124,124.29		9,275.71	
Other Expenses	23,000.00	10,300.00	2,067.79	424.49	7,807.72	
Sanitation Trash Removal						
Contractual Trash Pickup	605,000.00	615,000.00	607,166.74		7,833.26	
Contractual Recycling Pickup	175,000.00	151,000.00	150,774.65		225.35	
Solid Waste Disposal Costs						
Other Expenses	580,000.00	717,000.00	716,301.21		698.79	
Health and Welfare Functions:						
Animal Control Services						
Other Expenses	12,000.00	12,000.00	9,307.19		2,692.81	
Senior Citizen Board						
Other Expenses	3,000.00					
Recreation and Education Functions:						
Parks and Playgrounds						
Salaries and Wages	263,500.00	178,500.00	177,944.08		555.92	
Other Expenses	37,500.00	24,500.00	24,085.16	44.00	370.84	
Crossing Guards						
Salaries and Wages	125,000.00	73,000.00	68,521.34		4,478.66	
Other Expenses	1,500.00	1,500.00			1,500.00	

(Continued)

**CITY OF PLEASANTVILLE**  
**CURRENT FUND**  
Statement of Expenditures -- Regulatory Basis  
For the Year Ended December 31, 2020

	<u>Budget</u>	<u>Budget After Modification</u>	<u>Expended</u>	<u>Paid or Charged Encumbered</u>	<u>Reserved</u>	<u>Unexpended Balance Canceled</u>
<b>OPERATIONS -- WITHIN "CAPS" (CONT'D)</b>						
Uniform Fire Safety Act						
Salaries and Wages	\$ 115,000.00	\$ 111,000.00	\$ 108,536.77		\$ 2,463.23	
Other Expenses	5,000.00	3,300.00	3,232.64		67.36	
Uniform Construction Code:						
Appropriations Offset by Dedicated Revenues (N.J.A.C. 5:23-4.17)						
Construction Official						
Salaries and Wages	250,000.00	245,800.00	245,782.09		17.91	
Other Expenses	60,000.00	50,500.00	49,230.67	\$ 755.20	514.13	
Housing Official						
Salaries and Wages	160,000.00	144,000.00	143,856.79		143.21	
Other Expenses	7,500.00	7,500.00	4,210.05		3,289.95	
Utility Expenses and Bulk Purchases:						
Fire Hydrant Service	160,000.00	127,000.00	126,964.27		35.73	
Electric	480,000.00	486,000.00	485,628.20		371.80	
Telephone	225,000.00	240,000.00	237,188.31		2,811.69	
Fuel Oil	65,000.00	61,700.00	58,697.67		3,002.33	
Gasoline	115,000.00	83,000.00	76,682.34		6,317.66	
Water	40,000.00	40,000.00	39,976.96		23.04	
Total Operations - within "CAPS"	22,427,884.00	22,806,890.00	21,822,428.84	79,659.72	620,795.44	\$ 284,006.00
Contingent	2,500.00	2,500.00			2,500.00	
Total Operations Including Contingent - within "CAPS"	22,430,384.00	22,809,390.00	21,822,428.84	79,659.72	623,295.44	284,006.00
Detail:						
Salaries and Wages	12,698,000.00	12,979,300.00	12,286,387.88	350.00	408,556.12	284,006.00
Other Expenses	9,732,384.00	9,830,090.00	9,536,040.96	79,309.72	214,739.32	
<b>DEFERRED CHARGES AND STATUTORY EXPENDITURES MUNICIPAL -- WITHIN "CAPS"</b>						
Deferred Charges:						
Cash Deficit of Preceding Year	463,098.00	463,098.00	463,098.00			
Expenditure without Appropriation --Federal and State Grant Fund	30,312.00	30,312.00	30,312.00			
Regulatory Expenditures:						
Contribution to:						
Public Employee's Retirement System	436,809.00	436,809.00	436,801.08		7.92	
Police and Firemen's Retirement System of N.J.	2,561,834.00	2,511,834.00	2,507,087.22		4,746.78	
Pension Increase - Public Employees	35,000.00					
Social Security System (O.A.S.I.)	430,000.00	420,000.00	414,073.49		5,926.51	
Defined Contribution Retirement Program	3,000.00	3,000.00	2,956.55		43.45	
Total Deferred Charges and Regulatory Expenditures Municipal -- Within "CAPS"	3,960,053.00	3,865,053.00	3,854,328.34		10,724.66	
Total General Appropriations for Municipal Purposes within "CAPS"	26,390,437.00	26,674,443.00	25,676,757.18	79,659.72	634,020.10	284,006.00

(Continued)

**CITY OF PLEASANTVILLE**  
**CURRENT FUND**  
Statement of Expenditures -- Regulatory Basis  
For the Year Ended December 31, 2020

	<u>Budget</u>	<u>Budget After Modification</u>	<u>Expended</u>	<u>Paid or Charged Encumbered</u>	<u>Reserved</u>	<u>Unexpended Balance Canceled</u>
OPERATIONS -- EXCLUDED FROM "CAPS"						
Recycling Tax	\$ 30,000.00	\$ 30,000.00	\$ 30,000.00			
Public and Private Programs Offset by Revenues:						
Pleasantville Urban Enterprise Zone Public Safety Police	650,000.00	650,000.00	650,000.00			
Pleasantville Urban Enterprise Zone Direct Loan	100,000.00	100,000.00	100,000.00			
Safe and Secure Communities	75,000.00	75,000.00	75,000.00			
SAFER Grant	1,467,000.00	1,467,000.00	1,467,000.00			
DCA SCBG COVID-19 Relief & Recovery Grant -- (N.J.S.A. 40A:87 \$82,500.00+)		82,500.00	82,500.00			
Edward Byrne Memorial Justice Assist. Grant -- (N.J.S.A. 40A:87 \$28,746.00+)		28,746.00	28,746.00			
Pedestrian Safety, Education & Enforcement Fund -- (N.J.S.A. 40A:87 \$21,965.00+)		21,965.00	21,965.00			
NJDEP - Electric Charging Station -- (N.J.S.A. 40A:87 \$6,000.00+)		6,000.00	6,000.00			
NJDOA - Summer Food Program -- (N.J.S.A. 40A:87 \$126,659.75+)		126,659.75	126,659.75			
Clean Communities Program -- (N.J.S.A. 40A:87 \$34,130.85+)		34,130.85	34,130.85			
FEMA - Flood Mitigation Assistance Program -- (N.J.S.A. 40A:87 \$11,840.25+)		11,840.25	11,840.25			
Municipal Alliance on Alcoholism and Drug Abuse:						
County Share	19,242.00	19,242.00	19,242.00			
Local Match	4,811.00	4,811.00	4,811.00			
Total Operations -- Excluded from "CAPS"	2,346,053.00	2,657,894.85	2,657,894.85			
Detail:						
Other Expenses	229,053.00	518,929.85	518,929.85			
CAPITAL IMPROVEMENTS -- EXCLUDED FROM "CAPS"						
Capital Improvement Fund	65,000.00	65,000.00	65,000.00			
MUNICIPAL DEBT SERVICE -- EXCLUDED FROM "CAPS"						
Payment of Bond Principal	1,557,000.00	1,557,000.00	1,557,000.00			
Interest on Bonds	319,527.00	319,527.00	319,527.00			
Interest on Notes	108,480.00	108,480.00	106,359.85			\$ 2,120.15
Green Trust Loan Program:						
Principal and Interest	60,398.00	60,398.00	50,062.33			10,335.67
Demolition Loans - Principal and Interest	48,241.00	48,241.00	48,240.40			0.60
Total Municipal Debt Service -- Excluded from "CAPS"	2,093,646.00	2,093,646.00	2,081,189.58			12,456.42
DEFERRED CHARGES - EXCLUDED FROM "CAPS"						
Special Emergency Authorizations - 5 Year	307,343.00	307,343.00	307,343.00			
Total Deferred Charges -- Excluded from "CAPS"	307,343.00	307,343.00	307,343.00			
Transferred to Board of Education for Use of Local Schools	74,457.00	74,457.00	74,457.00			
Total General Appropriations for Municipal Purposes Excluded from "CAPS"	4,886,499.00	5,198,340.85	5,185,884.43			12,456.42

(Continued)

**CITY OF PLEASANTVILLE**  
**CURRENT FUND**  
Statement of Expenditures -- Regulatory Basis  
For the Year Ended December 31, 2020

	<u>Budget</u>	<u>Budget After Modification</u>	<u>Expended</u>	<u>Paid or Charged Encumbered</u>	<u>Reserved</u>	<u>Unexpended Balance Canceled</u>
Subtotal General Appropriations	\$ 31,276,936.00	\$ 31,872,783.85	\$ 30,862,641.61	\$ 79,659.72	\$ 634,020.10	\$ 296,462.42
Reserve for Uncollected Taxes	446,321.00	446,321.00	446,321.00			
Total General Appropriations	<u>\$ 31,723,257.00</u>	<u>\$ 32,319,104.85</u>	<u>\$ 31,308,962.61</u>	<u>\$ 79,659.72</u>	<u>\$ 634,020.10</u>	<u>\$ 296,462.42</u>
Appropriation by 40A:4-87		\$ 311,841.85				
Appropriation by 40A:4-53		284,006.00				
Budget		<u>31,723,257.00</u>				
		<u>\$ 32,319,104.85</u>				
Deferred Charge - Cash Deficit of Preceding Year			\$ 463,098.00			
Deferred Charge - Expenditure without Appropriation -- Federal and State Grant Fund			30,312.00			
Deferred Charges - Special Emergency Authorizations			307,343.00			
Appropriation by 40A:4-53			284,006.00			
Reserve for Federal and State Grants -- Appropriated			2,627,894.85			
Reserve for Uncollected Taxes			446,321.00			
Due General Capital Fund			65,000.00			
Disbursements			<u>27,084,987.76</u>			
			<u>\$ 31,308,962.61</u>			

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

**CITY OF PLEASANTVILLE**  
**TRUST FUNDS**  
 Statements of Assets, Liabilities and Reserves -- Regulatory Basis  
 As of December 31, 2020 and 2019

ASSETS:	Ref.	2020	2019
Animal Control Fund:			
Cash	SB-1	\$ 7,454.51	\$ 7,320.00
Total Animal Control Fund		<u>7,454.51</u>	<u>7,320.00</u>
Other Funds:			
Cash	SB-1	4,274,385.09	2,278,337.00
Due from Payroll Trust - Unemployment	B	<u>9,087.00</u>	<u>9,087.00</u>
Total Other Funds		<u>4,283,472.09</u>	<u>2,287,424.00</u>
Total Assets		<u>\$ 4,290,926.60</u>	<u>\$ 2,294,744.00</u>
LIABILITIES AND RESERVES:			
Animal Control Fund:			
Due to Current Fund	SB-2	\$ 6,517.31	\$ 6,453.00
Reserve for Dog License Fund Expenditures	SB-3	933.80	866.00
Due to State of New Jersey -- Registration Fees	SB-4	<u>3.40</u>	<u>1.00</u>
Total Animal Control Fund		<u>7,454.51</u>	<u>7,320.00</u>
Other Funds:			
Due to Current Fund	B	70,378.00	70,378.00
Reserve for Payroll Deductions Payable	SB-5	432,707.60	242,927.00
Due to Unemployment Trust Fund	B	<u>9,087.00</u>	<u>9,087.00</u>
Miscellaneous Trust Reserves:			
Tax Title Lien Redemption	SB-6	11,739.09	3,354.00
Premiums Received at Tax Sale	SB-6	3,363,700.00	1,592,200.00
Fire Prevention Penalty	SB-6	14,620.84	13,504.00
Fire Prevention Dedicated Penalty	SB-6	4,721.97	3,669.00
Developer's Escrow	SB-6	172,818.48	171,013.00
Parking Offense Adjudication Act	SB-6	281.07	267.00
Federal Forfeited Property	SB-6	579.25	574.00
Veterans Memorial Park Fund	SB-6	24,789.04	24,449.00
Accumulated Absences	SB-6	69,195.24	68,603.00
Confiscated Funds	SB-6	47,395.48	40,878.00
Unemployment	SB-6	21,551.48	17,927.00
Maintenance Escrow	SB-6	34,574.25	23,306.00
Bid Escrow	SB-6	<u>5,333.30</u>	<u>5,288.00</u>
Total Other Funds		<u>4,283,472.09</u>	<u>2,287,424.00</u>
Total Liabilities and Reserves		<u>\$ 4,290,926.60</u>	<u>\$ 2,294,744.00</u>

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

**CITY OF PLEASANTVILLE**  
**GENERAL CAPITAL FUND**  
 Statements of Assets, Liabilities, Reserves and Fund Balance -- Regulatory Basis  
 As of December 31, 2020 and 2019

ASSETS:	<u>Ref.</u>	<u>2020</u>	<u>2019</u>
Cash	SC-1, SC-2	\$ 942,141.97	\$ 4,425,746.00
Deferred Charges to Future Taxation:			
Funded	SC-4	10,534,763.00	12,185,906.00
Unfunded	SC-3	426,068.00	426,068.00
Due Current Fund	SC-7	846,986.45	792,082.00
Due Federal and State Grant Fund	C	662,101.00	662,101.00
Due from State of New Jersey	C	9,379.00	9,379.00
		<u>\$ 13,421,439.42</u>	<u>\$ 18,501,282.00</u>
Total Assets			
LIABILITIES, RESERVES AND FUND BALANCE:			
Due Sewer Utility Capital Fund	SD-22	\$ 422,115.00	\$ 422,115.00
Improvement Authorizations:			
Funded	SC-5	1,605,161.51	1,928,111.00
Unfunded	SC-5	93,349.00	93,349.00
Reserve for Encumbrances	SC-5	208,547.91	225,298.00
Capital Improvement Fund	SC-6	65,000.00	
General Serial Bonds	SC-10	9,986,000.00	11,543,000.00
Loans Payable	SC-8	698,830.00	792,973.00
Bond Anticipation Notes	SC-9	152,000.00	3,306,000.00
Reserve to Pay Loans	C	150,067.00	150,067.00
Fund Balance	C	40,369.00	40,369.00
		<u>\$ 13,421,439.42</u>	<u>\$ 18,501,282.00</u>
Total Liabilities and Reserves			

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

**CITY OF PLEASANTVILLE**  
**GENERAL CAPITAL FUND**  
Statement of Fund Balance - Regulatory Basis  
For the Year Ended December 31, 2020

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Balance Dec. 31, 2019	\$ 40,369.00
Increased by:	
Premium Collected on Sale of Bond Anticipation Notes	<hr/>
Balance Dec. 31, 2020	<u><u>\$ 40,369.00</u></u>

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



**CITY OF PLEASANTVILLE**  
**SEWER UTILITY FUND**

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

<u>ASSETS</u>	<u>Ref.</u>	<u>2020</u>	<u>2019</u>
Operating Fund:			
Cash - Treasurer	SD-1	\$ 291,245.00	\$ 486,148.00
Due from Sewer Utility Capital Fund	SD-15	129,094.06	125,544.00
		<u>420,339.06</u>	<u>611,692.00</u>
Receivables with Full Reserves:			
Consumer Accounts Receivable	SD-4	485,703.87	560,005.00
Utility Liens Receivable	SD-5	127,341.45	114,463.00
		<u>613,045.32</u>	<u>674,468.00</u>
Total Operating Fund		<u>1,033,384.38</u>	<u>1,286,160.00</u>
Capital Fund:			
Cash	SD-1 & SD-3	618,629.96	538,182.00
Due from Current Fund	SD-8	555.00	550,555.00
Due from General Capital Fund	SD-21	422,115.00	422,115.00
Fixed Capital			
Sewer	SD-9	6,477,442.00	6,477,442.00
Fixed Capital Authorized and Uncompleted	SD-10	10,828,752.00	10,828,752.00
Total Capital Fund		<u>18,347,493.96</u>	<u>18,817,046.00</u>
		<u>\$ 19,380,878.34</u>	<u>\$ 20,103,206.00</u>

(Continued)

**CITY OF PLEASANTVILLE**  
**SEWER UTILITY FUND**  
 Statements of Assets, Liabilities, Reserves and Fund Balance--Regulatory Basis  
 As of December 31, 2020 and 2019

<u>LIABILITIES, RESERVES AND FUND BALANCE</u>	<u>Ref.</u>	<u>2020</u>	<u>2019</u>
Operating Fund:			
Liabilities:			
Appropriation Reserves	D-4 & SD-11	\$ 75,631.76	\$ 32,188.00
Overpayments	SD-7	173,607.29	250,971.00
Reserve for Encumbrances	SD-12	2,187.06	
Accounts Payable	SD-13	240.00	240.00
Accrued Interest on Bonds, Notes, and Loans	SD-14	40,229.42	41,549.00
Reserve for California Avenue Pump Station	D	17,000.00	17,000.00
Reserve for Woodland Avenue Pump Station	D	25,000.00	25,000.00
Reserve for Megan's Landing Sewer Capacity Study	D	4,000.00	4,000.00
Due Current Fund	SD-6	4,603.00	4,603.00
		<u>342,498.53</u>	<u>375,551.00</u>
Reserve for Receivables	D	613,045.32	674,468.00
Fund Balance	D-1	<u>77,840.53</u>	<u>236,141.00</u>
Total Operating Fund		<u>1,033,384.38</u>	<u>1,286,160.00</u>
Capital Fund:			
Serial Bonds	SD-23	3,136,494.00	3,455,116.00
Bond Anticipation Notes	SD-22	1,481,013.00	1,500,000.00
Improvement Authorizations:			
Funded	SD-19	501,313.00	654,941.00
Unfunded	SD-19	1,496,778.40	1,683,375.00
Reserve for Encumbrances	SD-20	3,285.50	136,163.00
Capital Improvement Fund	SD-17	146,538.00	146,538.00
Due to Sewer Utility Operating Fund	SD-15	129,094.06	125,544.00
Reserves for:			
Amortization	SD-16	6,815,051.00	6,477,442.00
Deferred Amortization	SD-18	<u>4,637,927.00</u>	<u>4,637,927.00</u>
Total Capital Fund		<u>18,347,493.96</u>	<u>18,817,046.00</u>
		<u>\$ 19,380,878.34</u>	<u>\$ 20,103,206.00</u>

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

**CITY OF PLEASANTVILLE**  
**SEWER UTILITY OPERATING FUND**  
**Statements of Operations and Changes in Fund Balance--Regulatory Basis**  
**For the Years Ended December 31, 2020 and 2019**

<u>Revenue and Other Income Realized</u>	<u>2020</u>	<u>2019</u>
Fund Balance Utilized	\$ 196,210.00	\$ 50,000.00
Rents	4,739,130.07	4,726,992.00
Miscellaneous	79,306.21	122,571.00
Army Corps of Engineers	357,360.00	320,556.00
Interlocal Agreement with City of Absecon	83,909.40	81,496.00
Other Credits to Income:		
Unexpended Balance of Appropriation Reserves	32,188.00	42,923.00
Total Income	5,488,103.68	5,344,538.00
<u>Expenditures</u>		
Operating	3,626,794.00	3,472,785.00
Debt Service	433,400.15	478,174.00
Deferred Charges and Statutory Expenditures	115,000.00	110,000.00
Surplus (General Budget)	1,275,000.00	1,050,000.00
Total Expenditures	5,450,194.15	5,110,959.00
Excess (Deficit) in Revenue	37,909.53	233,579.00
<u>Fund Balance</u>		
Balance Jan. 1	236,141.00	52,562.00
	274,050.53	286,141.00
Decreased by:		
Utilized by Sewer Operating Budget	196,210.00	50,000.00
Balance Dec. 31	\$ 77,840.53	\$ 236,141.00

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

**CITY OF PLEASANTVILLE**  
**SEWER UTILITY OPERATING FUND**  
**Statement of Revenues--Regulatory Basis**  
**For the Year Ended December 31, 2020**

	<u>Budget</u>	<u>Realized</u>	<u>Excess or (Deficit)</u>
Fund Balance Anticipated	\$ 196,210.00	\$ 196,210.00	
Rents	4,726,093.00	4,739,130.07	\$ 13,037.07
Miscellaneous	122,571.00	79,306.21	(43,264.79)
Special Item of General Revenue Anticipated with Prior Written Consent of Director of Local Government Services- Army Corps of Engineers	355,000.00	357,360.00	2,360.00
Interlocal Agreement with City of Absecon	81,495.00	83,909.40	2,414.40
	<u>\$ 5,481,369.00</u>	<u>\$ 5,455,915.68</u>	<u>\$ (25,453.32)</u>

Analysis of Realized Revenue

Consumer Accounts Receivable	\$ 4,739,130.07
Utility Lien Collections	-
	<u>\$ 4,739,130.07</u>
Miscellaneous:	
Penalties on Delinquent Accounts	\$ 64,058.12
Interest on Investments and Deposits	8,987.39
Miscellaneous Fees	6,260.70
	<u>\$ 79,306.21</u>

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

**CITY OF PLEASANTVILLE**  
**SEWER UTILITY OPERATING FUND**  
Statement of Expenditures--Regulatory Basis  
For the Year Ended December 31, 2020

	Appropriations		Expended			Unexpended Balance Canceled
	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Encumbered</u>	<u>Reserved</u>	
Operating:						
Salaries and Wages	\$ 365,000.00	\$ 310,000.00	\$ 304,804.94		\$ 5,195.06	
Other Expenses	1,239,950.00	1,294,950.00	1,224,096.26	\$ 2,187.06	68,666.68	
Payment to Atlantic County Utilities Authority	2,021,844.00	2,021,844.00	2,021,844.00			
Total Operating	3,626,794.00	3,626,794.00	3,550,745.20	2,187.06	73,861.74	
Debt Service:						
Payment of Bond Principal	318,622.00	318,622.00	318,622.00			
Payment of Bond Anticipation Notes and Capital Notes	18,987.00	18,987.00	18,987.00			
Interest on Bonds	103,622.00	103,622.00	79,375.95			\$ 24,246.05
Interest on Notes	23,344.00	23,344.00	16,415.20			6,928.80
Total Debt Service	464,575.00	464,575.00	433,400.15			31,174.85
Deferred Charges and Statutory Expenditures:						
Statutory Expenditures:						
Contribution to:						
Public Employees Retirement System	85,000.00	85,000.00	85,000.00			
Social Security System (O.A.S.I.)	30,000.00	30,000.00	28,229.98		1,770.02	
Total Deferred Charges and Statutory Expenditures	115,000.00	115,000.00	113,229.98		1,770.02	
Surplus (General Budget)	1,275,000.00	1,275,000.00	1,275,000.00			
	<u>\$ 5,481,369.00</u>	<u>\$ 5,481,369.00</u>	<u>\$ 5,372,375.33</u>	<u>\$ 2,187.06</u>	<u>\$ 75,631.76</u>	<u>\$ 31,174.85</u>
Interest on Bonds and Notes			\$ 95,791.15			
Disbursed			5,276,584.18			
			<u>\$ 5,372,375.33</u>			

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

**CITY OF PLEASANTVILLE**  
**GENERAL FIXED ASSET ACCOUNT GROUP**  
Statement of Changes in General Fixed Assets -- Regulatory Basis  
For the Year Ended December 31, 2020

	Balance <u>Dec. 31, 2019</u>	<u>Additions</u>	<u>Deletions</u>	Balance <u>Dec. 31, 2020</u>
Fixed Assets:				
Land and Land Improvements	\$ 6,229,600.00			\$ 6,229,600.00
Building and Building Improvements	11,825,155.00			11,825,155.00
Machinery and Equipment	1,686,241.00			1,686,241.00
Vehicles	<u>4,233,430.00</u>	<u>\$ 187,050.00</u>		<u>4,420,480.00</u>
Total Fixed Assets	<u><u>\$ 23,974,426.00</u></u>	<u><u>\$ 187,050.00</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 24,161,476.00</u></u>

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

**CITY OF PLEASANTVILLE**  
Notes to Financial Statements  
For the Year Ended December 31, 2020

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**Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**Description of Financial Reporting Entity** - The City of Pleasantville (hereafter referred to as the "City") was incorporated as a City in 1888. The City is located in the eastern section of Atlantic County, New Jersey, has a total area of approximately six square miles, and is located approximately seven miles west of Atlantic City, New Jersey and sixty miles southeast of the Camden-Philadelphia metropolitan area. According to the 2020 census, the population is 20,060.

The City is governed in accordance with State statutes and the City Charter of 1914 and operates with a Mayor/Council form of government. The Mayor is elected for a four-year term without limitation as to the number of terms that may be served. The Council consists of seven persons, six of whom are elected by ward for staggered three-year terms and one elected at-large for a four year term. The Mayor is the Chief Executive Officer of the City. The Mayor is responsible for administering local laws and policy development. The specific powers of the Mayor include various appointments and approval or veto (which may be overridden by a 2/3 vote of the Council) of the ordinances adopted by the Council. The Mayor appoints, with the advice and consent of Council, the City administrator who is responsible for the day-to-day operations.

**Measurement Focus, Basis of Accounting and Financial Statement Presentation** - The financial statements of the City 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.

In accordance with the *Requirements*, the City 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.

**Sewer Utility Operating and Capital Funds** - The sewer utility operating and capital funds account for the operations and acquisition of capital facilities of the municipally owned sewer operations.

**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.

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

**Budgets and Budgetary Accounting** - The City must adopt an annual budget for its current and sewer 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 City'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.

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 City 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.



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

**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 City 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 City 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 City'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.

**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 sewer utility operating fund represent amounts available for anticipation as revenue in future years' budgets, with certain restrictions.

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

**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 City's budget. Receivables for property taxes are recorded with offsetting reserves on the statement of assets, liabilities, reserves and fund balance of the City's current fund; accordingly, such amounts are not recorded as revenue until collected. Other amounts that are due to the City 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 City's annual budget, but also the amounts required in support of the budgets of the County of Atlantic and the City of Pleasantville School District. Unpaid property taxes are subject to tax sale in accordance with the statutes.

**School Taxes** - The City is responsible for levying, collecting, and remitting school taxes for the City of Pleasantville 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 Atlantic. 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.

**Reserve for Uncollected Taxes** - The inclusion of the "reserve for uncollected taxes" appropriation in the City's annual budget protects the City 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.

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

**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 City's deposits might not be recovered. Although the City 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.

As of December 31, 2020, the City's bank balances of \$13,134,986.87 were exposed to custodial credit risk as follows:

Insured by FDIC and GUDPA	\$ 8,937,515.88
Uninsured and Uncollateralized	<u>4,197,470.99</u>
Total	<u>\$ 13,134,986.87</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:

	<u>Year Ended</u>				
	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
Tax Rate	<u>\$ 4.773</u>	<u>\$ 4.824</u>	<u>\$ 4.673</u>	<u>\$ 4.409</u>	<u>\$ 3.995</u>
Apportionment of Tax Rate:					
Municipal	\$ 2.982	\$ 3.031	\$ 2.910	\$ 2.747	\$ 2.460
County	.520	.511	.496	.484	.479
Local School	1.271	1.282	1.267	1.178	1.056

**Note 3: PROPERTY TAXES (CONT'D)**

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):

**Assessed Valuation**

<u>Year</u>	<u>Amount</u>
2020	\$ 798,409,700.00
2019	764,078,700.00
2018	775,246,000.00
2017	792,869,600.00
2016	879,715,134.00

**Comparison of Tax Levies and Collections**

<u>Year</u>	<u>Tax Levy</u>	<u>Collections</u>	<u>Percentage of Collections</u>
2020	\$ 38,200,212.52	\$ 37,553,367.99	98.31%
2019	36,928,302.00	36,214,016.00	98.07%
2018	36,227,249.00	35,447,064.00	97.85%
2017	34,996,075.00	34,413,830.00	98.34%
2016	35,462,631.00	34,158,500.00	96.32%

**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	\$ 2,465,235.21	\$ 207,499.06	\$ 2,672,734.27	7.00%
2019	2,141,118.00	56,986.00	2,198,104.00	5.95%
2018	1,777,542.00	131,979.00	1,909,521.00	5.27%
2017	1,319,048.00	131,689.00	1,450,737.00	4.15%
2016	1,230,364.00	128,774.00	1,359,138.00	3.83%

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	171
2019	160
2018	182
2017	174
2016	208

**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	\$ 1,948,529.00
2019	1,948,529.00
2018	1,948,529.00
2017	1,948,529.00
2016	1,948,529.00

**Note 5: SEWER UTILITY SERVICE CHARGES**

The following is a five-year comparison of sewer utility service charges (rents) for the current and previous four years:

<u>Year</u>	<u>Balance Beginning of Year</u>		<u>Levy</u>	<u>Total</u>	<u>Cash Collections</u>
	<u>Receivable</u>	<u>Liens</u>			
2020	\$ 560,005.00	\$ 114,463.00	\$ 4,677,707.39	\$ 5,352,175.39	\$ 4,739,130.07
2019	601,461.00	104,976.00	4,703,079.00	5,409,516.00	4,726,992.00
2018	571,489.00	113,678.00	4,643,198.00	5,328,365.00	4,620,907.00
2017	538,965.00	80,826.00	4,764,792.00	5,384,583.00	4,696,914.00
2016	639,863.00	75,536.00	4,597,023.00	5,312,422.00	4,685,904.00

**Note 6: 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	\$ 1,508,213.43	\$ 1,205,400.00	79.92%
2019	648,490.00	162,555.00	25.07%
2018	1,398,490.00	750,000.00	53.63%
2017	2,349,541.00	1,200,000.00	51.07%
2016	2,602,541.00	1,174,085.00	45.11%

**Sewer 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	\$ 77,840.53	\$ 60,000.00	77.08%
2019	236,141.00	196,210.00	83.09%
2018	52,562.00	50,000.00	95.13%
2017	329,910.00	300,000.00	90.93%
2016	662,914.00	421,580.00	63.59%

**Note 7: 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	\$ 81,498.31	\$ 1,645,034.35
Federal and State Grant	797,492.90	662,101.00
Trust - Animal Control		6,517.31
Trust - Other	9,087.00	79,465.00
General Capital	1,509,087.45	422,115.00
Sewer Utility - Operating	129,094.06	4,603.00
Sewer Utility - Capital	422,670.00	129,094.06
Totals	<u>\$ 2,948,929.72</u>	<u>\$ 2,948,929.72</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 City expects to liquidate such interfunds, depending upon the availability of cash flow.

**Note 8: PENSION PLANS**

A substantial number of the City'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, certain City employees may be eligible to 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  
Trenton, New Jersey 08625-0295  
<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 City, 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.

**Note 8: PENSION PLANS (CONT'D)****General Information about the Pension Plans (Cont'd)****Plan Descriptions (Cont'd)**

**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 City. 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.

**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 1/55<sup>th</sup> 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 1/60<sup>th</sup> 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.

**Note 8: PENSION PLANS (CONT'D)****General Information about the Pension Plans (Cont'd)****Vesting and Benefit Provisions (Cont'd)**

**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.

**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.



**Note 8: PENSION PLANS (CONT'D)****General Information about the Pension Plans (Cont'd)****Contributions (Cont'd)**

**Public Employees' Retirement System (Cont'd)** - The City's contractually required contribution rate for the year ended December 31, 2020 was 15.85% of the City'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 City's contractually required contribution to the pension plan for the year ended December 31, 2020 is \$533,861.00, 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 City's contractually required contribution to the pension plan for the year ended December 31, 2019 was \$496,888.00, which was paid on April 1, 2020.

Employee contributions to the Plan for the year ended December 31, 2020 were \$253,874.18.

**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. 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 City's contractually required contribution rate for the year ended December 31, 2020 was 30.03% of the City'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.

**Note 8: PENSION PLANS (CONT'D)****General Information about the Pension Plans (Cont'd)****Contributions (Cont'd)**

**Police and Firemen's Retirement System (Cont'd)** - Based on the most recent PFRS measurement date of June 30, 2020, the City's contractually required contribution to the pension plan for the year ended December 31, 2020 is \$2,690,696.00, 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 City's contractually required contribution to the pension plan for the year ended December 31, 2019 was \$2,396,559.00, which was paid on April 1, 2020.

Employee contributions to the Plan for the year ended December 31, 2020 were \$898,484.02.

The amount of contractually required contribution for the State of New Jersey's proportionate share, associated with the City, for the year ended December 31, 2020 was 4.15% of the City'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 City, to the pension plan for the year ended December 31, 2020 was \$371,652.00, 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 City, to the pension plan for the year ended December 31, 2019 was \$308,913.00, 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 City 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 \$5,964.84, and the City's contributions were \$2,956.55. There were no forfeitures during the year.

**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 City's proportionate share of the PERS net pension liability was \$7,958,207.00. 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 City's proportion of the net pension liability was based on a projection of the City'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 City's proportion was .0488012444%, which was a decrease of -.0022818463% from its proportion measured as of June 30, 2019.

**Note 8: PENSION PLANS (CONT'D)****Pension Liabilities, Pension (Benefit) Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Cont'd)****Public Employees' Retirement System (Cont'd)**

**Pension Expense** - For the year ended December 31, 2020, the City's proportionate share of the PERS pension (benefit) expense, calculated by the Plan as of the June 30, 2020 measurement date was \$146,201.00. This (benefit) expense is not recognized by the City because of the regulatory basis of accounting as described in note 1; however, as previously mentioned, for the year ended December 31, 2020, the City's contribution to PERS was \$496,888.00, and was paid on April 1, 2020.

**Police and Firemen's Retirement System**

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

City's Proportionate Share of Net Pension Liability	\$ 31,120,881.00
State of New Jersey's Proportionate Share of Net Pension Liability Associated with the City	<u>4,829,819.00</u>
	<u>\$ 35,950,700.00</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 City's proportion of the net pension liability was based on a projection of the City'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 City's proportion was .2408491047%, which was an increase of .0035920153% 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 City, was .2408491047%, which was an increase of .0035920153% from its proportion, on-behalf of the City, measured as of June 30, 2019.

**Pension Expense** - For the year ended December 31, 2020, the City's proportionate share of the PFRS pension (benefit) expense, calculated by the Plan as of the June 30, 2020 measurement date was \$1,396,639.00. This (benefit) expense is not recognized by the City because of the regulatory basis of accounting as described in note 1; however, as previously mentioned, for the year ended December 31, 2020, the City's contribution to PFRS was \$2,396,559.00, and was paid on April 1, 2020.

For the year ended December 31, 2020, the State's proportionate share of the PFRS pension (benefit) expense, associated with the City, calculated by the Plan as of the June 30, 2020 measurement date, was \$4,829,819.00. This on-behalf (benefit) expense is not recognized by the City because of the regulatory basis of accounting as described in note 1.

**Note 8: 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** - As of December 31, 2020, the City had deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>			<u>Deferred Inflows of Resources</u>		
	<u>PERS</u>	<u>PFRS</u>	<u>Total</u>	<u>PERS</u>	<u>PFRS</u>	<u>Total</u>
Differences between Expected and Actual Experience	\$ 144,906.00	\$ 313,751.00	\$ 458,657.00	\$ 28,144.00	\$ 111,689.00	\$ 139,833.00
Changes of Assumptions	258,173.00	78,316.00	336,489.00	3,332,176.00	8,343,322.00	11,675,498.00
Net Difference between Projected and Actual Earnings on Pension Plan Investments	272,018.00	1,824,763.00	2,096,781.00	-	-	-
Changes in Proportion and Differences between City Contributions and Proportionate Share of Contributions	354,758.00	1,249,597.00	1,604,355.00	741,468.00	2,585,507.00	3,326,975.00
City Contributions Subsequent to the Measurement Date	266,931.00	1,345,348.00	1,612,279.00	-	-	-
	<u>\$ 1,296,786.00</u>	<u>\$ 4,811,775.00</u>	<u>\$ 6,108,561.00</u>	<u>\$ 4,101,788.00</u>	<u>\$ 11,040,518.00</u>	<u>\$ 15,142,306.00</u>

Deferred outflows of resources in the amounts of \$266,931.00 and \$1,345,348.00 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 City's year end of December 31, 2020.

**Note 8: 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 City will amortize the other deferred outflows of resources and deferred inflows of resources related to pensions over the following number of years:

	<b>PERS</b>		<b>PFRS</b>	
	<b><u>Deferred Outflows of Resources</u></b>	<b><u>Deferred Inflows of Resources</u></b>	<b><u>Deferred Outflows of Resources</u></b>	<b><u>Deferred Inflows of Resources</u></b>
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 City 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 8: 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:

<b><u>Year Ending Dec 31,</u></b>	<b><u>PERS</u></b>	<b><u>PFRS</u></b>	<b><u>Total</u></b>
2021	\$ (1,054,267.00)	\$ (3,151,391.00)	\$ (4,205,658.00)
2022	(1,035,023.00)	(2,403,693.00)	(3,438,716.00)
2023	(626,349.00)	(1,380,402.00)	(2,006,751.00)
2024	(294,858.00)	(465,412.00)	(760,270.00)
2025	(61,436.00)	(173,193.00)	(234,629.00)
	<u>\$ (3,071,933.00)</u>	<u>\$ (7,574,091.00)</u>	<u>\$ (10,646,024.00)</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:

	<b><u>PERS</u></b>	<b><u>PFRS</u></b>
Inflation Rate:		
Price	2.75%	2.75%
Wage	3.25%	3.25%
Salary Increases: <sup>(1)</sup>		
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

<sup>(1)</sup> based on years of service

**Note 8: 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 8: 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 City's Proportionate Share of Net Pension Liability to Changes in the Discount Rate**

**Public Employees' Retirement System (PERS)** - The following presents the City'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 City'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:

	<b>PERS</b>		
	<b>1% Decrease (6.00%)</b>	<b>Current Discount Rate (7.00%)</b>	<b>1% Increase (8.00%)</b>
City's Proportionate Share of the Net Pension Liability	<u>\$ 10,018,055.00</u>	<u>\$ 7,958,207.00</u>	<u>\$ 6,210,369.00</u>



**Note 8: PENSION PLANS (CONT'D)****Sensitivity of City'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 City's annual required contribution. As such, the net pension liability as of the June 30, 2020 measurement date, for the City 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:

	<b>PFRS</b>		
	<b>1% Decrease (6.00%)</b>	<b>Current Discount Rate (7.00%)</b>	<b>1% Increase (8.00%)</b>
City's Proportionate Share of the Net Pension Liability	\$ 41,384,366.00	\$ 31,120,881.00	\$ 22,596,272.00
State of New Jersey's Proportionate Share of Net Pension Liability associated with the City	<u>6,422,665.00</u>	<u>4,829,819.00</u>	<u>3,506,839.00</u>
	<u>\$ 47,807,031.00</u>	<u>\$ 35,950,700.00</u>	<u>\$ 26,103,111.00</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 8: 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 City'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>
City's Proportion of the Net Pension Liability	0.0488012444%	0.0510830907%	0.0494293163%	0.0525356835%
City's Proportionate Share of the Net Pension Liability	\$ 7,958,207.00	\$ 9,204,398.00	\$ 9,732,386.00	\$ 12,229,467.00
City's Covered Payroll (Plan Measurement Period)	\$ 3,557,480.00	\$ 3,592,712.00	\$ 3,456,200.00	\$ 3,547,536.00
City's Proportionate Share of the Net Pension Liability as a Percentage of Covered Payroll	223.70%	256.20%	281.59%	344.73%
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>
City's Proportion of the Net Pension Liability	0.0510951483%	0.0491697525%	0.0498215897%	0.0499768026%
City's Proportionate Share of the Net Pension Liability	\$ 15,132,917.00	\$ 11,037,624.00	\$ 9,327,964.00	\$ 9,551,560.00
City's Covered Payroll (Plan Measurement Period)	\$ 3,506,712.00	\$ 3,351,756.00	\$ 3,393,012.00	\$ 3,368,364.00
City's Proportionate Share of the Net Pension Liability as a Percentage of Covered Payroll	431.54%	329.31%	274.92%	283.57%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	40.14%	47.93%	52.08%	48.72%

**Note 8: PENSION PLANS (CONT'D)****Supplementary Pension Information (Cont'd)*****Schedule of the City's Contributions - Public Employees' Retirement System (PERS) (Last Eight Years)***

	<u>Year Ended December 31,</u>			
	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
City's Contractually Required Contribution	\$ 533,861.00	\$ 496,888.00	\$ 491,662.00	\$ 486,687.00
City's Contribution in Relation to the Contractually Required Contribution	<u>\$ (533,861.00)</u>	<u>\$ (496,888.00)</u>	<u>(491,662.00)</u>	<u>(486,687.00)</u>
City's Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
City's Covered Payroll (Calendar Year)	\$ 3,367,666.00	\$ 3,449,459.00	\$ 3,521,066.00	\$ 3,524,820.00
City's Contributions as a Percentage of Covered Payroll	15.85%	14.40%	13.96%	13.81%
	<u>Year Ended December 31,</u>			
	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
City's Contractually Required Contribution	\$ 453,922.00	\$ 422,728.00	\$ 410,722.00	\$ 376,565.00
City's Contribution in Relation to the Contractually Required Contribution	<u>(453,922.00)</u>	<u>(422,728.00)</u>	<u>(410,722.00)</u>	<u>(376,565.00)</u>
City's Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
City's Covered Payroll (Calendar Year)	\$ 3,516,202.00	\$ 3,458,216.00	\$ 3,404,595.00	\$ 3,437,695.00
City's Contributions as a Percentage of Covered Payroll	12.91%	12.22%	12.06%	10.95%

**Note 8: PENSION PLANS (CONT'D)****Supplementary Pension Information (Cont'd)*****Schedule of the City's Proportionate Share of the Net Pension Liability - Police and Firemen's Retirement System (PFRS) (Last Eight Plan Years)***

	<u>Measurement Date Ended June 30,</u>			
	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
City's Proportion of the Net Pension Liability	0.2408491047%	0.2372570894%	0.2479315972%	0.2674909183%
City's Proportionate Share of the Net Pension Liability	\$ 31,120,881.00	\$ 29,035,093.00	\$ 33,535,701.00	\$ 41,295,426.00
State's Proportionate Share of the Net Pension Liability associated with the City	<u>4,829,819.00</u>	<u>4,584,696.00</u>	<u>4,555,270.00</u>	<u>4,625,436.00</u>
Total	<u>\$ 35,950,700.00</u>	<u>\$ 33,619,789.00</u>	<u>\$ 38,090,971.00</u>	<u>\$ 45,920,862.00</u>
City's Covered Payroll (Plan Measurement Period)	\$ 8,219,628.00	\$ 7,948,668.00	\$ 8,130,728.00	\$ 8,536,424.00
City's Proportionate Share of the Net Pension Liability as a Percentage of Covered Payroll	378.62%	365.28%	412.46%	483.76%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	63.52%	65.00%	62.48%	58.60%
	<u>Measurement Date Ended June 30,</u>			
	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
City's Proportion of the Net Pension Liability	0.2496196090%	0.2469058160%	0.2547269619%	0.2600909924%
City's Proportionate Share of the Net Pension Liability	\$ 47,683,731.00	\$ 41,589,747.00	\$ 32,042,289.00	\$ 34,576,750.00
State's Proportionate Share of the Net Pension Liability associated with the City	<u>4,004,251.00</u>	<u>3,647,281.00</u>	<u>3,450,416.00</u>	<u>3,222,973.00</u>
Total	<u>\$ 51,687,982.00</u>	<u>\$ 45,237,028.00</u>	<u>\$ 35,492,705.00</u>	<u>\$ 37,799,723.00</u>
City's Covered Payroll (Plan Measurement Period)	\$ 7,964,832.00	\$ 7,907,236.00	\$ 7,990,216.00	\$ 8,162,524.00
City's Proportionate Share of the Net Pension Liability as a Percentage of Covered Payroll	598.68%	525.97%	401.02%	423.60%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	52.01%	56.31%	62.41%	58.70%

**Note 8: PENSION PLANS (CONT'D)****Supplementary Pension Information (Cont'd)*****Schedule of the City's Contributions - Police and Firemen's Retirement System (PFRS) (Last Eight Years)***

	<u>Year Ended December 31,</u>			
	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
City's Contractually Required Contribution	\$ 2,690,696.00	\$ 2,396,559.00	\$ 2,422,919.00	\$ 2,367,344.00
City's Contribution in Relation to the Contractually Required Contribution	<u>(2,690,696.00)</u>	<u>(2,396,559.00)</u>	<u>(2,422,919.00)</u>	<u>(2,367,344.00)</u>
City's Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
City's Covered Payroll (Calendar Year)	\$ 8,959,937.00	\$ 8,285,824.00	\$ 7,977,451.00	\$ 8,108,211.00
City's Contributions as a Percentage of Covered Payroll	30.03%	28.92%	30.37%	29.20%
	<u>Year Ended December 31,</u>			
	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
City's Contractually Required Contribution	\$ 2,035,250.00	\$ 2,029,612.00	\$ 1,956,479.00	\$ 1,897,566.00
City's Contribution in Relation to the Contractually Required Contribution	<u>(2,035,250.00)</u>	<u>(2,029,612.00)</u>	<u>(1,956,479.00)</u>	<u>(1,897,566.00)</u>
City's Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
City's Covered Payroll (Calendar Year)	\$ 8,469,009.00	\$ 7,930,711.00	\$ 7,868,168.00	\$ 8,083,875.00
City's Contributions as a Percentage of Covered Payroll	24.03%	25.59%	24.87%	23.47%

**Note 8: PENSION PLANS (CONT'D)****Supplementary Pension Information (Cont'd)****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%		

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%		

**Note 8: PENSION PLANS (CONT'D)****Supplementary Pension Information (Cont'd)****Other Notes to Supplementary Pension Information (Cont'd)*****Police and Firemen's Retirement System (PFRS) (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.

**Note 9: 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 City 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 to retirees and their covered dependents of the participating 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.

**Note 9: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)****General Information about the OPEB Plan (Cont'd)**

**Plan Description and Benefits Provided (Cont'd)** - 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.

**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 City was billed monthly by the Plan and paid \$1,519,056.95, for the year ended December 31, 2019, representing 12.94% of the City's covered payroll. During the year ended December 31, 2019, retirees were not required to contribute to the Plan.

*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 City, is not known, however, under the Special Funding Situation, the State's OPEB (benefit) expense, on-behalf of the City, is \$233,405.00 for the year ended December 31, 2019 representing 1.99% of the City's covered payroll.



**Note 9: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)****OPEB Liability, OPEB (Benefit) Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources**

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

City's Proportionate Share of Net OPEB Liability	\$ 20,834,264.00
State of New Jersey's Proportionate Share of Net OPEB Liability Associated with the City	<u>17,608,476.00</u>
	<u>\$ 38,442,740.00</u>

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 City'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 City's proportion was .153803% which was a decrease of .153803% 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 City 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 City was .318664% which was an increase of .001941% from its proportion measured as of the June 30, 2018 measurement date.

**OPEB (Benefit) Expense** - At December 31, 2019, the City's proportionate share of the OPEB (benefit) expense, calculated by the Plan as of the June 30, 2019 measurement date is \$4,164,508.00. This (benefit) expense is not recognized by the City because of the regulatory basis of accounting as described in note 1; however, as previously mentioned, for the year ended December 31, 2019, the City made contributions to the Plan totaling \$1,519,056.95.

At December 31, 2019, the State's proportionate share of the OPEB (benefit) expense, associated with the City, calculated by the Plan as of the June 30, 2019 measurement date is \$233,405.00. This on-behalf (benefit) expense is not recognized by the City because of the regulatory basis of accounting as described in note 1.

**Note 9: 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** - At December 31, 2019, the City had deferred outflows of resources and deferred inflows of resources related to the OPEB liability from the following sources:

	<b><u>Deferred Outflows of Resources</u></b>	<b><u>Deferred Inflows of Resources</u></b>
Differences between Expected and Actual Experience	-	\$ 6,092,751.00
Changes of Assumptions	-	7,383,200.00
Net Difference between Projected and Actual Earnings on OPEB Plan Investments	\$ 17,162.00	-
Changes in Proportion and Differences between City Contributions and Proportionate Share of Contributions	30,728,791.00	-
City Contributions Subsequent to the Measurement Date	885,718.88	-
	<b><u>\$ 31,631,671.88</u></b>	<b><u>\$ 13,475,951.00</u></b>

\$885,718.88 reported as deferred outflows of resources resulting from the City's contributions subsequent to the measurement date will be included as a reduction of the City's net OPEB liability during the year ending December 31, 2020. The City 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:

	<b><u>Deferred Outflows of Resources</u></b>	<b><u>Deferred Inflows of Resources</u></b>
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 City 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

**Note 9: 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)** - 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:

<b>Year Ending Dec. 31,</b>	
2020	\$ 2,166,691.00
2021	2,166,691.00
2022	2,165,346.00
2023	2,163,172.00
2024	2,161,185.00
Thereafter	<u>6,446,917.00</u>
	<u>\$ 17,270,002.00</u>

**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, 2019 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.

**Note 9: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)****Actuarial Assumptions (Cont'd)**

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) are the unit cost of value of \$1.00. Participant shares are valued on a fair value basis. The CMF pay 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.

**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 City'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 City 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:

	<b>1% Decrease (2.50%)</b>	<b>Current Discount Rate (3.50%)</b>	<b>1% Increase (4.50%)</b>
City's Proportionate Share of the Net OPEB Liability	\$ 24,089,709.00	\$ 20,834,264.00	\$ 18,188,785.00
State of New Jersey's Proportionate Share of the Net OPEB Liability Associated with the City	20,359,878.00	17,608,476.00	15,372,599.00
	<u>\$ 44,449,587.00</u>	<u>\$ 38,442,740.00</u>	<u>\$ 33,561,384.00</u>

**Note 9: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)****Sensitivity of the net OPEB Liability to Changes in the Healthcare Cost Trend Rates**

The City'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:

	<u>1%</u> <u>Decrease</u>	<u>Healthcare Cost</u> <u>Trend Rates</u>	<u>1%</u> <u>Increase</u>
City's Proportionate Share of the Net OPEB Liability	\$ 17,581,551.00	\$ 20,834,264.00	\$ 24,983,647.00
State of New Jersey's Proportionate Share of the Net OPEB Liability Associated with the City	14,859,384.00	17,608,476.00	21,115,406.00
	<u>\$ 32,440,935.00</u>	<u>\$ 38,442,740.00</u>	<u>\$ 46,099,053.00</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>.

**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 City'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>
City's Proportion of the Net OPEB Liability	0.153803%	0.000000%	0.000000%
City's Proportionate Share of the Net OPEB Liability	\$ 20,834,264.00	\$ -	\$ -
State's Proportionate Share of the Net OPEB Liability Associated with the City	17,608,476.00	19,680,675.00	28,739,993.00
Total	<u>\$ 38,442,740.00</u>	<u>\$ 19,680,675.00</u>	<u>\$ 28,739,993.00</u>
City's Covered Payroll (Plan Measurement Period)	\$ 11,572,176.00	\$ 11,487,415.00	\$ 11,927,330.00
City's Proportionate Share of the Net OPEB Liability as a Percentage of Covered Payroll	180.04%	0.00%	0.00%
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	1.98%	1.97%	1.03%

**Note 9: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)*****Schedule of the City's Contributions (Last Three Years)***

	<u>Year Ended December 31,</u>		
	<u>2019</u>	<u>2018</u>	<u>2017</u>
City's Required Contributions	\$ 1,519,056.95	\$ -	\$ -
City's Contributions in Relation to the Required Contribution	<u>(1,519,056.95)</u>	<u>-</u>	<u>-</u>
City's Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
City's Covered Payroll (Calendar Year)	\$ 11,735,283.00	\$ 11,498,517.00	\$ 11,633,031.00
City's Contributions as a Percentage of Covered Payroll	12.94%	0.00%	0.00%

**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: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)****CITY OF PLEASANTVILLE POSTEMPLOYMENT BENEFIT PLAN**

**Plan Description and Benefits Provided** - The City provides postretirement health care benefits through a health plan for retirees, which includes a Medicare Part B reimbursement and life insurance. The City's provides a single employer post-employment healthcare plan, which is not administered through a trust that meets the criteria in paragraph 4 of the GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits other than Pensions*, and covers the following retiree population: eligible retirees who retire from active employment with the City under various classifications who have at least twenty (25) years of service in a state retirement system. This provision is part of various Labor Agreements between the City and its employees. The plan is administered by the City; therefore, premium payments are made directly to the insurance carriers.

**Employees Covered by Benefit Terms** - As of December 31, 2020, the most recent actuarial valuation date, the following employees were covered by the benefit terms:

Inactive Employees or Beneficiaries Currently Receiving Benefit Payments	96
Inactive Employees Entitled to but Not Yet Receiving Benefit Payments	-
Active Employees	116
	<u>212</u>

**Total OPEB Liability**

The City's total OPEB liability of \$1,629,154.00 was measured as of December 31, 2020 and was determined by an actuarial valuation as of December 31, 2020.

**Actuarial Assumptions and Other Inputs** - The following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Inflation	3.00%
Salary Increases	3.00%
Discount Rate	1.93%
Healthcare Cost Trend Rates	8.00% at January 1, 2021, decreasing 0.50% per year thereafter to an ultimate rate of 5.00% for January 1, 2027 and later years
Participation Rate	100% of retirees are expected to participate
Withdrawal	Sarasson T-5 Table
Retirees' Share of Benefit-Related Costs	None

The discount rate was based on the S&P Municipal Bond 20 year High Grade Bond index rate.

Mortality rates were based on the RP-2006 Mortality Table with MP-2020 Projection.

The actuary has used their professional judgement in applying these assumptions to this Plan.

**Note 9: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)****CITY OF PLEASANTVILLE POSTEMPLOYMENT BENEFIT PLAN (CONT'D)****Changes in Total OPEB Liability**

Balance at December 31, 2019		\$ 90,581,437.00
Changes for the Year:		
Service Cost	\$ 1,348,052.00	
Interest Cost	2,951,960.00	
Benefit Payments	(61,063.00)	
Changes in Assumptions	207,298.00	
Changes in Benefit Terms	<u>(93,398,530.00)</u>	
Net Changes		<u>(88,952,283.00)</u>
Balance at December 31, 2020		<u>\$ 1,629,154.00</u>

Changes of benefit terms reflects the City's entry into the State Health Benefits plan for medical benefits.

Changes of assumptions and other inputs reflect a change in the discount rate from 3.26% at December 31, 2019 to 1.93% at December 31, 2020.

**Sensitivity of Total OPEB Liability to Changes in Discount Rate** - The following presents the total OPEB liability of the City, as well as what the City's total OPEB liability would be if it were calculated for using a discount rate that is 1-percentage -point lower or 1-percentage-point higher than the current discount rate:

	<u>December 31, 2020</u>		
	<b>1.00% Decrease <u>(.93%)</u></b>	<b>Current Discount Rate <u>(1.93%)</u></b>	<b>1.00% Increase <u>(2.93%)</u></b>
Total OPEB Liability	<u>\$ 1,785,020.00</u>	<u>\$ 1,629,154.00</u>	<u>\$ 1,473,287.00</u>

The following presents the total OPEB liability of the City, as well as what the City's total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower or 1-percentage-point higher than the current healthcare cost trend rates:

	<u>December 31, 2020</u>		
	<b>1.00% Decrease</b>	<b>Healthcare Cost Trend Rates</b>	<b>1.00% Increase</b>
Total OPEB Liability	<u>\$ 1,430,184.00</u>	<u>\$ 1,629,154.00</u>	<u>\$ 1,847,049.00</u>



**Note 9: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)****CITY OF PLEASANTVILLE POSTEMPLOYMENT BENEFIT PLAN (CONT'D)**

**OPEB (Benefit) Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB** - For the year ended December 31, 2020, the City recognized OPEB (benefit) expense of \$90,750,090.00. As of December 31, 2020, the City reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	<b><u>Deferred Outflows of Resources</u></b>	<b><u>Deferred Inflows of Resources</u></b>
Changes of Assumptions	\$ 4,460,944.00	
Difference Between Expected and Actual Experience	<u>401,145.00</u>	<u>\$ 13,190,624.00</u>
	<u><u>\$ 4,862,089.00</u></u>	<u><u>\$ 13,190,624.00</u></u>

Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB (benefit) expense as follows:

<b>Year Ending <u>Dec 31,</u></b>	
2021	\$ (1,651,572.00)
2022	(1,651,572.00)
2023	(1,651,572.00)
2024	(1,651,572.00)
2025	(1,751,859.00)
Thereafter	<u>29,612.00</u>
	<u><u>\$ (8,328,535.00)</u></u>

**Supplementary OPEB Information**

In accordance with GASB No. 75, the following information is also presented for the City's OPEB 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.

**Note 9: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)****CITY OF PLEASANTVILLE POSTEMPLOYMENT BENEFIT PLAN (CONT'D)*****Schedule of Changes in the City's Total OPEB Liability and Related Ratios (Last Three Years):***

	<u>Plan Measurement Date December 31,</u>		
	<u>2020</u>	<u>2019</u>	<u>2018</u>
<b>Total OPEB Liability</b>			
Service Cost	\$ 1,348,052.00	\$ 1,428,086.00	\$ 1,428,086.00
Interest Cost	2,951,960.00	3,605,384.00	3,591,467.00
Benefit Payments	(61,063.00)	(2,061,470.00)	(2,826,135.00)
Changes in Assumptions	207,298.00	5,996,564.00	-
Changes in Benefit Terms	(93,398,530.00)	-	-
Difference Between Expected and Actual Experience	-	(18,466,874.00)	702,006.00
Net Change in Total OPEB Liability	(88,952,283.00)	(9,498,310.00)	2,895,424.00
Total OPEB Liability - Beginning of Fiscal Year	90,581,437.00	100,079,747.00	97,184,323.00
Total OPEB Liability - End of Fiscal Year	<u>\$ 1,629,154.00</u>	<u>\$ 90,581,437.00</u>	<u>\$ 100,079,747.00</u>
Covered-Employee Payroll	\$ 15,250,000.00	\$ 14,755,800.00	\$ 14,967,742.00
Total OPEB Liability as a Percentage of Covered-Employee Payroll	10.68%	613.87%	668.64%

**Other Notes to Supplementary OPEB Information****Changes in Benefit Terms**

Changes in benefit terms reflects the City's entry into the State Health Benefits plan for medical benefits.

**Changes in Assumptions**

Changes in assumptions reflect a change in the discount rate from 3.64% at December 31, 2018, 3.26% at December 31, 2019, and 1.93% at December 31, 2020.

**Note 10: COMPENSATED ABSENCES**

Under the existing policy of the City, employees are permitted to accrue unused sick time, which may be taken as time off or paid at a later date at an agreed upon rate. It is the City's policy to negotiate the final amount of each payment of accrued sick pay on an individual basis. The final amount of the settlement cannot exceed 180 days. This limitation is effective for all non-union employees, members of the Police Local #77, and AFSCME Local #3103. Professional Firefighters Local #2616 permits employees to accumulate sick time without limitation.

The City does not record accrued expenses related to compensated absences. However, it is estimated that, at December 31, 2020, accrued benefits for compensated absences are valued at \$4,275,918.

**Note 11: DEFERRED COMPENSATION SALARY ACCOUNT**

The City 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 City or its creditors. Since the City does not have a fiduciary relationship with the Plan, the balances and activities of the Plan are not reported in the City's financial statements.

**Note 12: CAPITAL DEBT****General Improvement and Refunding Bonds**

General Improvement Bonds, Series 2002 - On November 15, 2002, the City issued \$3,302,000.00 of general improvement bonds, with interest rates ranging from 2.00% to 5.25%. The bonds were issued for the purpose of funding various capital projects in the City. The final maturity of the bonds is October 15, 2022.

Refunding Bonds, Series 2011 - On February 10, 2011, the City issued \$3,165,000.00 in general improvement refunding bonds, with interest rates ranging from 2.0% to 4.0%, to advance refund \$3,160,000.00 outstanding 2001 general improvement bonds. The final maturity of the bonds is October 1, 2021.

General Improvement Bonds, Series 2011 - On November 1, 2011, the City issued \$5,689,000.00 of general improvement bonds, with interest rates ranging from 1.25% to 3.50%. The bonds were issued for the purpose of funding various capital projects in the City. The final maturity of the bonds is October 1, 2024.

General Improvement Bonds, Series 2015 - On August 13, 2015, the City issued \$3,857,000.00 of general improvement bonds, with interest rates ranging from 2.00% to 3.50%. The bonds were issued for the purpose of funding various capital projects in the City. The final maturity of the bonds is August 1, 2029.

General Improvement Bonds, Series 2019 - On November 20, 2019, the City issued \$4,579,000.00 of general improvement bonds, with interest rates ranging from 2.00% to 2.25%. The bonds were issued for the purpose of funding various capital projects in the City. The final maturity of the bonds is November 15, 2030.

**Note 12: CAPITAL DEBT (CONT'D)****General Improvement and Refunding Bonds (Cont'd)**

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

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2021	\$ 1,624,000.00	\$ 275,454.00	\$ 1,899,454.00
2022	1,390,000.00	227,357.50	1,617,357.50
2023	1,260,000.00	187,807.50	1,447,807.50
2024	1,275,000.00	154,882.50	1,429,882.50
2025	350,000.00	57,645.00	407,645.00
2026-2030	<u>4,087,000.00</u>	<u>336,367.50</u>	<u>4,423,367.50</u>
Totals	<u>\$ 9,986,000.00</u>	<u>\$ 1,239,514.00</u>	<u>\$ 11,225,514.00</u>

**General Debt – Long-Term Loans**

\$250,000.00 Green Acres Loan dated April 14, 2004 payable in semiannual installments through August 8, 2024. Interest is paid semiannually at a rate of 2.0%.

\$60,484.00 Green Acres Loan dated April 7, 2006 payable in semiannual installments through January 7, 2026. Interest is paid semiannually at a rate of 2.0%.

\$434,150.00 Green Acres Loan dated August 16, 2017 payable in semiannual installments through August 16, 2030. Interest is paid semiannually at a rate of 2.0%.

\$170,000.00 Demolition Loan dated January 8, 2014 payable in annual installments through January 8, 2024. Interest is paid annually at a rate of 0.72%.

\$262,690.00 Demolition Loan dated October 13, 2017 payable in annual installments through October 13, 2027. Interest is paid annually at a rate of 0.72%.

The following schedule represents the remaining debt service, through maturity, for the long-term loans issued and outstanding:

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2021	\$ 95,444.00	\$ 10,195.00	\$ 105,639.00
2022	96,765.00	8,874.00	105,639.00
2023	98,109.00	7,531.00	105,640.00
2024	99,474.00	6,163.00	105,637.00
2025	67,145.00	4,851.00	71,996.00
2026-2030	<u>241,893.00</u>	<u>10,730.00</u>	<u>252,623.00</u>
Totals	<u>\$ 698,830.00</u>	<u>\$ 48,344.00</u>	<u>\$ 747,174.00</u>

**Note 12: CAPITAL DEBT (CONT'D)****Sewer Utility Debt - General Improvement and Refunding Bonds**

Refunding Bonds, Series 2011 - On February 10, 2011, the City issued \$455,000.00 in general improvement refunding bonds, with interest rates ranging from 2.00% to 4.00%, to advance refund \$440,000.00 outstanding 2001 general improvement bonds. The final maturity of the bonds is October 1, 2021.

General Improvement Bonds, Series 2011 - On November 1, 2011, the City issued \$2,590,000.00 of general improvement bonds, with interest rates ranging from 2.25% to 3.50%. The bonds were issued for the purpose of funding various sewer capital projects in the City. The final maturity of the bonds is October 1, 2031.

New Jersey Environmental Infrastructure Trust Bonds, Series 2012 - On May 31, 2012, the City issued \$425,000.00 of New Jersey Environmental Infrastructure Trust Bonds, with interest rates ranging from 2.00% to 5.00%. The bonds were issued for the purpose of funding various sewer capital projects in the City. The final maturity of the bonds is August 1, 2031.

New Jersey Environmental Infrastructure Trust Bonds, Series 2012 - On May 31, 2012, the City issued \$371,218.00 of New Jersey Environmental Infrastructure Trust Bonds, with an interest rate of 0.00%. The bonds were issued for the purpose of funding various sewer capital projects in the City. The final maturity of the bonds is February 1, 2028.

General Improvement Bonds, Series 2015 - On August 13, 2015, the City issued \$1,600,000.00 of general improvement bonds, with interest rates ranging from 2.00% to 3.50%. The bonds were issued for the purpose of funding various sewer capital projects in the City. The final maturity of the bonds is August 1, 2030.

The following schedule represents the remaining debt service, through maturity, for the sewer utility bonded debt issued and outstanding:

<b><u>Year</u></b>	<b><u>Principal</u></b>	<b><u>Interest</u></b>	<b><u>Total</u></b>
2021	\$ 323,622.00	\$ 91,911.25	\$ 415,533.25
2022	283,622.00	84,136.25	367,758.25
2023	288,622.00	77,436.25	366,058.25
2024	288,622.00	69,911.25	358,533.25
2025	288,622.00	61,386.25	350,008.25
2026-2030	1,493,384.00	175,337.50	1,668,721.50
2031	<u>170,000.00</u>	<u>5,384.50</u>	<u>175,384.50</u>
Totals	<u>\$ 3,136,494.00</u>	<u>\$ 565,503.25</u>	<u>\$ 3,701,997.25</u>

**Note 12: CAPITAL DEBT (CONT'D)**

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

	<u>2020</u>	<u>2019</u>	<u>2018</u>
<b><u>Issued</u></b>			
General:			
Bonds, Notes and Loans	\$ 10,836,830.00	\$ 15,641,973.00	\$ 12,493,086.00
Sewer Utility:			
Bonds and Notes	<u>4,617,507.00</u>	<u>4,955,116.00</u>	<u>5,298,738.00</u>
Total Issued	<u>15,454,337.00</u>	<u>20,597,089.00</u>	<u>17,791,824.00</u>
<b><u>Authorized but not Issued</u></b>			
General:			
Bonds and Notes	274,068.00	274,068.00	179,068.00
Sewer Utility:			
Bonds and Notes	<u>1,235,709.00</u>	<u>1,235,709.00</u>	<u>4,168,599.00</u>
Total Authorized but not Issued	<u>1,509,777.00</u>	<u>1,509,777.00</u>	<u>4,347,667.00</u>
Total Issued and Authorized but not Issued	<u>16,964,114.00</u>	<u>22,106,866.00</u>	<u>22,139,491.00</u>
<b><u>Deductions</u></b>			
General:			
Reserve for Payment of Loans	150,067.00	3,209,067.00	160,347.00
Sewer Utility:			
Self-Liquidating	<u>5,853,216.00</u>	<u>6,190,825.00</u>	<u>9,467,337.00</u>
Total Deductions	<u>6,003,283.00</u>	<u>9,399,892.00</u>	<u>9,627,684.00</u>
<b>Net Debt</b>	<u>\$ 10,960,831.00</u>	<u>\$ 12,706,974.00</u>	<u>\$ 12,511,807.00</u>

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 1.442%.

	<u>Gross Debt</u>	<u>Deductions</u>	<u>Net Debt</u>
School Purposes	\$ 7,280,000.00	\$ 7,280,000.00	
Self-Liquidating	5,853,216.00	5,853,216.00	
General	<u>11,110,898.00</u>	<u>150,067.00</u>	<u>\$ 10,960,831.00</u>
	<u>\$ 24,244,114.00</u>	<u>\$ 13,283,283.00</u>	<u>\$ 10,960,831.00</u>

Net debt \$10,960,831.00 divided by the equalized valuation basis per N.J.S.A.40A:2-2, as amended, \$760,201,876.00, equals 1.442%.

**Note 12: CAPITAL DEBT (CONT'D)****Summary of Statutory Debt Condition - Annual Debt Statement****Borrowing Power Under N.J.S.A. 40A:2-6 as Amended**

3 1/2% of Equalized Valuation Basis (Municipal)	\$	26,607,065.66
Less: Net Debt		<u>10,960,831.00</u>
Remaining Borrowing Power	\$	<u>15,646,234.66</u>

**Calculation of "Self-Liquidating Purpose,"  
Sewer 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	\$	5,455,915.68
Deductions:		
Operating and Maintenance Costs	\$	3,741,794.00
Debt Service		<u>433,400.15</u>
Total Deductions		<u>4,175,194.15</u>
Excess in Revenue	\$	<u>1,280,721.53</u>

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

**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 charge is shown on the statement of assets, liabilities, reserves and fund balance of the following fund:

<u>Description</u>	<u>Balance December 31, 2020</u>	<u>2021 Budget Appropriation</u>
Current Fund:		
Special Emergency Authorizations	\$ 1,408,875.00	\$ 195,343.00

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

**Note 14: RISK MANAGEMENT**

The City 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.

**New Jersey Unemployment Compensation Insurance** - The City has elected to fund its New Jersey Unemployment Compensation Insurance under the "Benefit Reimbursement Method". Under this plan, the City 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 City is billed quarterly for amounts due to the State.

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

<u>Year</u>	<u>City Contributions</u>	<u>Employee Contributions</u>	<u>Interest Earnings</u>	<u>Amount Reimbursed</u>	<u>Ending Balance</u>
2020	-	\$ 55,098.26	\$ 102.19	\$ 51,575.97	\$ 21,551.48
2019	-	19,062.00	62.00	23,546.00	17,927.00
2018	-	5,587.00	154.00	35,274.00	22,349.00

**Joint Insurance Pool** - The City of Pleasantville is a member of the Atlantic County Municipal Insurance Joint Insurance Fund. The Fund provides its members with the following coverage:

Workers' Compensation including Employer's Liability  
General and Automobile Liability  
Crime Coverage  
Property – Blanket Buildings and Grounds  
Cyber Liability

Environmental Impairment Liability coverage is provided to the Fund's member local units by the Fund's membership in the New Jersey Municipal Environmental Risk Management Fund.

Contributions to the Fund, including a reserve for contingencies, are payable in two 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 City'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, which is an insurance pool formed by all the other joint insurance funds.

For more information regarding claims, coverages and deductibles, the Fund publishes its own financial report which can be obtained from:

Atlantic County Municipal Joint Insurance Fund  
[www.acmjif.org](http://www.acmjif.org)

**Note 15: 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 City expects such amount, if any, to be immaterial.



**Note 16: CONCENTRATIONS**

The City 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 City is subject to changes in specific flows of intergovernmental revenues based on modifications to federal and State laws and federal and State appropriations.

**Note 17: TAX ABATEMENTS**

The City is authorized to enter into property tax abatement agreements for commercial and industrial structures under N.J.S.A. 40A:21-1 known as the "Five Year Exemption and Abatement Law" and long-term exemption agreements under N.J.S.A. 40A:20. Under these laws, the City may grant property tax abatements for a period of five years from the date of completion of construction for the purpose of encouraging the construction of new commercial and industrial structures or other terms for long-term exemptions for the purpose of economic development or affordable housing.

For the year ended December 31, 2020, the City abated property taxes totaling \$828,707.03 under this program, including the following tax abatement agreements that each exceeded ten percent (10%) of the total amount abated:

- An abatement of \$218,302.45 to the owner of a senior housing facility to provide for affordable housing for senior citizens.
- An abatement of \$150,370.39 to the owner of a housing facility to provide for affordable housing.
- An abatement of \$98,567.66 to the owner of townhome facility to provide for affordable housing.

**Note 18: SUBSEQUENT EVENTS**

**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 City'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. Given the daily evolution of the COVID-19 outbreak and the global responses to curb its spread, the City is not able to estimate the effects of the COVID-19 outbreak on its results of operations, financial condition, or liquidity for calendar year 2021.

## **SUPPLEMENTAL EXHIBITS**

**SUPPLEMENTAL EXHIBITS**

**CURRENT FUND**

**CITY OF PLEASANTVILLE**  
**CURRENT FUND**  
Statement of Current Cash -- Treasurer  
For the Year Ended December 31, 2020

	<u>Regular Fund</u>	<u>Federal and State Grant Fund</u>
Balance Dec. 31, 2019	\$ 3,201,136.00	\$ 975,639.00
Increased by Receipts:		
Miscellaneous Revenue not Anticipated	\$ 112,673.51	
Collector	37,604,171.71	
Revenue Accounts Receivable	4,802,424.38	
Refund of Prior Year Expenditure	74,085.00	
Due State of New Jersey -- Veterans' and Senior Citizens' Deductions	69,204.26	
Due to State of New Jersey--State Training Fees	10,758.00	
Due from Local Board of Education	100,948.00	
Special Emergency Notes	2,050,844.00	
Due Federal and State Grant Fund	167,858.90	
Matching Funds for Grants		\$ 4,811.00
Federal and State Grants Receivable		<u>1,042,481.91</u>
	<u>44,992,967.76</u>	<u>1,047,292.91</u>
	48,194,103.76	2,022,931.91
Decreased by Disbursements:		
Current Year Appropriations	27,084,987.76	
Prior Year Appropriation Reserves	45,631.63	
Refunds - Tax Overpayments	18,312.80	
County Taxes Payable	4,139,270.26	
Due County for Added and Omitted Taxes	7,550.00	
Local School District Taxes Payable	10,152,148.00	
Due to State of New Jersey--State Training Fees	10,429.00	
Reserve for COVID Related Costs	284,006.00	
Reserve for Revaluation	42,629.96	
Special Emergency Notes	848,502.00	
Due Current Fund		167,858.90
Due Dog License Fund	64.31	
Due General Capital Fund	10,095.55	
Due Sewer Utility Capital Fund	550,000.00	
Matching Funds for Grants	4,811.00	
Reserve for Federal and State Grants -- Appropriated		<u>1,510,898.87</u>
	<u>43,198,438.27</u>	<u>1,678,757.77</u>
Balance Dec. 31, 2020	<u><u>\$ 4,995,665.49</u></u>	<u><u>\$ 344,174.14</u></u>

**CITY OF PLEASANTVILLE**  
**CURRENT FUND**  
Statement of Current Cash  
Per N.J.S. 40A:5-5 - Collector  
For the Year Ended December 31, 2020

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## Increased by:

Taxes Receivable	\$ 37,044,410.51
Tax Title Liens	60,589.44
Prepaid Taxes	317,238.54
Tax Overpayments	17,536.06
Revenue Accounts Receivable:	
Interest and Costs on Taxes	<u>164,397.16</u>
	37,604,171.71
Payments to Treasurer	<u><u>\$ 37,604,171.71</u></u>

**CITY OF PLEASANTVILLE**  
**CURRENT FUND**  
Statement of Deferred Charges N.J.S. 40A:4-53 Special Emergency  
For the Year Ended December 31, 2020

<u>Date</u> <u>Authorized</u>	<u>Purpose</u>	<u>Net Amount</u> <u>Authorized</u>	1/5 of <u>Net Amount</u> <u>Authorized</u>	<u>Balance</u> <u>Dec. 31, 2019</u>	<u>Added in</u> <u>2020</u>	<u>2020</u> <u>Budget</u>	<u>Canceled</u>	<u>Balance</u> <u>Dec. 31, 2020</u>
4/6/2015	Accumulated Leave Compensation	\$ 560,000.00	\$ 112,000.00	\$ 112,000.00		\$ 112,000.00		
11/27/2017	Accumulated Leave Compensation	600,523.00	120,105.00	360,313.00		120,105.00		\$ 240,208.00
4/15/2019	Revaluation	376,189.00	75,238.00	376,189.00		75,238.00		300,951.00
12/7/2020	COVID 19 - Related Costs	284,006.00	56,802.00		\$ 284,006.00			284,006.00
12/7/2020	COVID 19 - Revenue Loss	583,710.00	116,742.00		1,225,679.00		\$ 641,969.00	583,710.00
				<u>\$ 848,502.00</u>	<u>\$ 1,509,685.00</u>	<u>\$ 307,343.00</u>	<u>\$ 641,969.00</u>	<u>\$ 1,408,875.00</u>

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

Balance Dec. 31, 2019		\$ 21,028.00
Increased by:		
Senior Citizens' Deductions per Tax Billings	\$ 39,500.00	
Veterans' Deductions per Tax Billings	<u>38,500.00</u>	
	78,000.00	
Add:		
Veterans' and Senior Citizens' Deductions		
Allowed by Tax Collector	<u>500.00</u>	
	78,500.00	
Deduct:		
Veterans' and Senior Citizens' Deductions		
Disallowed by Tax Collector	<u>2,719.40</u>	
		<u>75,780.60</u>
		96,808.60
Decreased by:		
Deductions Disallowed by the Collector:		
2019	9,500.00	
Collections	<u>69,204.26</u>	
		<u>78,704.26</u>
Balance Dec. 31, 2020		<u><u>\$ 18,104.34</u></u>

**CITY OF PLEASANTVILLE**  
**CURRENT FUND**  
Statement of Taxes Receivable  
For the Year Ended December 31, 2020

Year	Balance Dec. 31, 2019	2020 Levy	Added Taxes	Collections		Due from State of New Jersey	Transferred to Tax Title Liens	Over- Payments Applied	Canceled	Balance Dec. 31, 2020
				2019	2020					
Arrears	\$ 31,066.00									\$ 31,066.00
2017	4,003.00									4,003.00
2018	4,243.00									4,243.00
2019	17,674.00		\$ 71,372.62		\$ 77,700.11			\$ 1,870.35	\$ 2,285.16	7,191.00
	56,986.00		71,372.62		77,700.11			1,870.35	2,285.16	46,503.00
2020		\$ 38,200,212.52		\$ 436,841.00	36,966,710.40	\$ 75,780.60	\$ 374,261.47	74,035.99	253,249.12	19,333.94
	<u>\$ 56,986.00</u>	<u>\$ 38,200,212.52</u>	<u>\$ 71,372.62</u>	<u>\$ 436,841.00</u>	<u>\$ 37,044,410.51</u>	<u>\$ 75,780.60</u>	<u>\$ 374,261.47</u>	<u>\$ 75,906.34</u>	<u>\$ 255,534.28</u>	<u>\$ 65,836.94</u>

Analysis of 2020 Property Taxes

Tax Yield:

General Purpose Tax	\$ 38,101,803.26	
Added/Omitted Taxes	<u>98,409.26</u>	
		<u>\$ 38,200,212.52</u>

Tax Levy:

Local District School Tax	\$ 10,152,148.00	
County Taxes:		
Net County Taxes	\$ 3,683,271.19	
County Health Tax	172,921.30	
County Library Tax	273,221.65	
County Open Space Tax	9,856.12	
Due County for Added and Omitted Taxes	<u>9,822.73</u>	
Total County Taxes	4,149,092.99	
Local Tax for Municipal Purposes	23,810,385.00	
Add: Additional Tax Levied	<u>88,586.53</u>	
	<u>23,898,971.53</u>	
		<u>\$ 38,200,212.52</u>



**CITY OF PLEASANTVILLE**  
CURRENT FUND  
Statement of Tax Title Liens  
For the Year Ended December 31, 2020

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Balance Dec. 31, 2019		\$ 2,141,118.00
Increased by:		
Interest and Costs Accrued	\$ 10,445.18	
Transfers from Taxes Receivable	<u>374,261.47</u>	
		<u>384,706.65</u>
		2,525,824.65
Decreased by:		
Collections		<u>60,589.44</u>
Balance Dec. 31, 2020		<u><u>\$ 2,465,235.21</u></u>

**CITY OF PLEASANTVILLE**  
**CURRENT FUND**  
Statement of Revenue Accounts Receivable  
For the Year Ended December 31, 2020

	Balance <u>Dec. 31, 2019</u>	Accrued in <u>2020</u>	<u>Collections</u>		Balance <u>Dec. 31, 2020</u>
			<u>Collector</u>	<u>Treasurer</u>	
Clerk:					
Licenses:					
Alcohol Beverages		\$ 22,500.00		\$ 22,500.00	
Other		30,345.40		30,345.40	
Fees and Permits		195,843.40		195,843.40	
Municipal Court:					
Fines and Costs	\$ 12,017.00	81,632.67		87,945.94	\$ 5,703.73
Interest and Costs on Taxes		164,397.16	\$ 164,397.16		
Interest on Investments and Deposits		50,900.59		50,900.59	
Anticipated Utility Operating Surplus		1,275,000.00		1,275,000.00	
Rental of Municipal Property		77,302.50		77,302.50	
Payments in Lieu of Taxation		297,444.09		297,444.09	
Hotel Room Tax		25,261.86		25,261.86	
Rental Regulation Fee		155,620.01		155,620.01	
Abandoned Property Registration		74,000.00		74,000.00	
Energy Receipts Tax		2,076,782.00		2,076,782.00	
Consolidated Municipal Property Tax Relief Aid		54,658.00		54,658.00	
Uniform Construction Code Fees		210,930.60		210,930.60	
Uniform Fire Safety Act		40,975.06		40,975.06	
Special Duty Police Officers		126,914.93		126,914.93	
	\$ 12,017.00	\$ 4,960,508.27	\$ 164,397.16	\$ 4,802,424.38	\$ 5,703.73

**CITY OF PLEASANTVILLE**  
**CURRENT FUND**  
Statement of Reserve for Revaluation  
For the Year Ended December 31, 2020

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Balance Dec. 31, 2019	\$ 68,092.00
Decreased by:	
Disbursements	<u>42,629.96</u>
Balance Dec. 31, 2020	<u><u>\$ 25,462.04</u></u>

**CITY OF PLEASANTVILLE**  
**CURRENT FUND**  
Statement of 2019 Appropriation Reserves  
For the Year Ended December 31, 2020

	Balance Dec. 31, 2019		Balance After Modification	Expended	Balanced Lapsed
	<u>Encumbered</u>	<u>Reserved</u>			
<b>OPERATIONS -- WITHIN "CAPS"</b>					
General Government Functions:					
General Administration					
Salaries and Wages		\$ 51.00	\$ 51.00		\$ 51.00
Other Expenses		5,986.00	5,986.00	\$ 1,385.00	4,601.00
Mayor and Council					
Salaries and Wages		128.00	128.00		128.00
Other Expenses	\$ 250.00	1,911.00	2,161.00		2,161.00
Municipal Clerk					
Salaries and Wages		1,362.00	1,362.00		1,362.00
Other Expenses		3,794.00	3,794.00	1,879.35	1,914.65
Election Expenses		596.00	596.00		596.00
Financial Administration					
Salaries and Wages		490.00	490.00		490.00
Other Expenses	414.00	1,054.00	1,468.00	1,068.43	399.57
Audit Services		100.00	100.00		100.00
Information Technology					
Other Expenses		13,870.00	13,870.00	13,117.52	752.48
Collection of Taxes					
Salaries and Wages		1,195.00	1,195.00		1,195.00
Other Expenses		957.00	957.00	56.04	900.96
Assessment of Taxes					
Salaries and Wages		724.00	724.00		724.00
Other Expenses		375.00	375.00		375.00
Liquidation of Tax Title Liens and Foreclosed Property					
Other Expenses		60.00	60.00		60.00
Legal Services and Costs					
Other Expenses	1,600.00	13,406.00	15,006.00	14,770.50	235.50
Public Buildings and Grounds					
Other Expenses		6,558.00	6,558.00	335.20	6,222.80
Planning and Zoning Board					
Salaries and Wages		405.00	405.00		405.00
Other Expenses		2,679.00	2,679.00		2,679.00
Municipal Court					
Salaries and Wages		874.00	874.00		874.00
Other Expenses	800.00	4,639.00	5,439.00	500.00	4,939.00
Police Department					
Salaries and Wages		31,634.00	31,634.00	1,125.00	30,509.00
Other Expenses		15,451.00	15,451.00		15,451.00
Emergency Management Service					
Other Expenses		1,500.00	1,500.00	136.00	1,364.00
Fire Department					
Salaries and Wages		18,680.00	18,680.00	3,456.50	15,223.50
Other Expenses	181.00	5,675.00	5,856.00	1,194.86	4,661.14
Uniform Fire Safety Act					
Salaries and Wages		919.00	919.00		919.00
Other Expenses		2,531.00	2,531.00		2,531.00
Public Defender					
Salaries and Wages		2,625.00	2,625.00	325.00	2,300.00
Telecommunications Unit					
Salaries and Wages		3,934.00	3,934.00		3,934.00
Other Expenses		1,147.00	1,147.00		1,147.00
Solid Waste Disposal Costs		15,628.00	15,628.00		15,628.00
Sanitation Trash Removal					
Contractual Trash Pickup		386.00	386.00		386.00
Contractual Recycling Pickup		731.00	731.00		731.00
Public Works - Roads					
Salaries and Wages		5,406.00	5,406.00		5,406.00
Other Expenses	1,892.00	6,861.00	8,753.00		8,753.00
Public Works - Public Property					
Salaries and Wages		7,656.00	7,656.00		7,656.00
Other Expenses	29.00	1,967.00	1,996.00		1,996.00

(Continued)

**CITY OF PLEASANTVILLE**  
**CURRENT FUND**  
Statement of 2019 Appropriation Reserves  
For the Year Ended December 31, 2020

	Balance Dec. 31, 2019		Balance After		Balanced
	<u>Encumbered</u>	<u>Reserved</u>	<u>Modification</u>	<u>Expended</u>	<u>Lapsed</u>
OPERATIONS -- WITHIN "CAPS" (CONT'D)					
Animal Control					
Other Expenses		\$ 1,625.00	\$ 1,625.00		\$ 1,625.00
Senior Citizen Board					
Other Expenses		1,394.00	1,394.00		1,394.00
Recreation					
Salaries and Wages		1,603.00	1,603.00		1,603.00
Other Expenses	\$ 180.00	3,765.00	3,945.00		3,945.00
Insurance					
Workers Compensation		1.00	1.00		1.00
Employee Group Health	12,167.00	99,637.00	111,804.00		111,804.00
Employee Group Health Opt-Outs		394.00	394.00		394.00
Crossing Guards					
Salaries and Wages		1,120.00	1,120.00		1,120.00
Other Expenses		1,500.00	1,500.00		1,500.00
Construction Official					
Salaries and Wages		1,667.00	1,667.00		1,667.00
Other Expenses		1,452.00	1,452.00		1,452.00
Housing Official					
Salaries and Wages		846.00	846.00		846.00
Other Expenses	252.00	827.00	1,079.00	\$ 55.52	1,023.48
Utility Expenses and Bulk Purchases:					
Electric		858.00	858.00		858.00
Fuel Oil		3,725.00	3,725.00		3,725.00
Telephone		2,730.00	2,730.00		2,730.00
Fire Hydrant Service		8,073.00	8,073.00	5,807.44	2,265.56
Water		6,613.00	6,613.00	419.27	6,193.73
Contingent		2,500.00	2,500.00		2,500.00
Total Operations--Within "CAPS" including Contingent	17,765.00	324,275.00	342,040.00	45,631.63	296,408.37
Regulatory Expenditures:					
Contribution to:					
Police and Firemen's Retirement System		185.00	185.00		185.00
Social Security System (O.A.S.I.)		10,695.00	10,695.00		10,695.00
Defined Contribution Retirement Plan		706.00	706.00		706.00
Total Deferred Charges -- Within "CAPS"		11,586.00	11,586.00		11,586.00
Total General Appropriations for Municipal Purposes -- Within "CAPS"	17,765.00	335,861.00	353,626.00	45,631.63	307,994.37
	<u>\$ 17,765.00</u>	<u>\$ 335,861.00</u>	<u>\$ 353,626.00</u>	<u>\$ 45,631.63</u>	<u>\$ 307,994.37</u>

**CITY OF PLEASANTVILLE**  
**CURRENT FUND**  
Statement of Due from Local Board of Education  
For the Year Ended December 31, 2020

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Balance Dec. 31, 2019	\$ 170,883.00
Decreased by:	
Receipts	<u>100,948.00</u>
Balance Dec. 31, 2020	<u><u>\$ 69,935.00</u></u>

**CITY OF PLEASANTVILLE**  
**CURRENT FUND**  
Statement of Prepaid Taxes  
For the Year Ended December 31, 2020

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Balance Dec. 31, 2019 (2020 Taxes)	\$ 436,841.00
Increased by:	
Receipts -- Collector	<u>317,238.54</u>
	754,079.54
Decreased by:	
Application to Taxes Receivable	<u>436,841.00</u>
Balance Dec. 31, 2020 (2021 Taxes)	<u><u>\$ 317,238.54</u></u>

## Exhibit SA-12

**CITY OF PLEASANTVILLE**  
**CURRENT FUND**  
Statement of Tax Overpayments  
For the Year Ended December 31, 2020

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Balance Dec. 31, 2019	\$ 101,905.00
Increased by:	
Receipts -- Collector	<u>17,536.06</u>
	119,441.06
Decreased by:	
Disbursements -- Refunded	\$ 18,312.80
Application to Taxes Receivable:	
2019 Taxes Receivable	1,870.35
2020 Taxes Receivable	<u>74,035.99</u>
	<u>94,219.14</u>
Balance Dec. 31, 2020	<u><u>\$ 25,221.92</u></u>

**CITY OF PLEASANTVILLE**  
**CURRENT FUND**  
Statement of County Taxes Payable  
For the Year Ended December 31, 2020

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2020 Levy:		
Net County Taxes	\$ 3,683,271.19	
County Health Tax	172,921.30	
County Library Tax	273,221.65	
Open Space Tax	<u>9,856.12</u>	
		\$ 4,139,270.26
Decreased by:		
Disbursements		<u>\$ 4,139,270.26</u>

## Exhibit SA-14

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

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Balance Dec. 31, 2019	\$ 7,550.00
Increased by:	
County Share of 2020 Levy:	
Added Assessments (R.S. 54:4-63.1 et seq.)	<u>9,822.73</u>
	17,372.73
Decreased by:	
Disbursements	<u>7,550.00</u>
Balance Dec. 31, 2020	<u>\$ 9,822.73</u>



**CITY OF PLEASANTVILLE**  
**CURRENT FUND**  
Statement of Local School District Taxes  
For the Year Ended December 31, 2020

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Increased by:	
2020 Levy -- Calendar Year	\$ 10,152,148.00
Decreased by:	
Payments	<u>\$ 10,152,148.00</u>

## Exhibit SA-16

**CITY OF PLEASANTVILLE**  
**CURRENT FUND**  
Statement of Due to State of New Jersey  
Uniform Construction Code--State Training Fees  
For the Year Ended December 31, 2020

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Balance Dec. 31, 2019	\$ 3,784.00
Increased by:	
Receipts	<u>10,758.00</u>
	14,542.00
Decreased by:	
Disbursements	<u>10,429.00</u>
Balance Dec. 31, 2020	<u>\$ 4,113.00</u>

**CITY OF PLEASANTVILLE**  
**CURRENT FUND**  
Statement of Emergency Note Payable  
For the Year Ended December 31, 2020

<u>Improvement Description</u>	<u>Date of Issue</u>	<u>Date of Maturity</u>	<u>Interest Rate</u>	<u>Balance Dec. 31, 2019</u>	<u>Increased</u>	<u>Decreased</u>	<u>Balance Dec. 31, 2020</u>
Accumulated Leave Compensation	4/17/19	4/16/20	2.68%	\$ 112,000.00		\$ 112,000.00	
Accumulated Leave Compensation	5/30/19	5/29/20	2.79%	360,313.00		360,313.00	
	12/10/20	12/9/21	1.25%		\$ 240,208.00		\$ 240,208.00
Revaluation	12/16/19	12/15/20	2.827%	376,189.00		376,189.00	
	5/28/20	5/27/21	2.499%		300,951.00		300,951.00
COVID 19 - Related Costs	12/30/20	12/29/21	1.00%		284,006.00		284,006.00
COVID 19 - Revenue Loss	12/30/20	12/29/21	1.00%		1,225,679.00		1,225,679.00
				<u>\$ 848,502.00</u>	<u>\$ 2,050,844.00</u>	<u>\$ 848,502.00</u>	<u>\$ 2,050,844.00</u>

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

	Balance Dec. 31, 2019	Accrued	Received	Balance Dec. 31, 2020
<b>Federal Grants:</b>				
Small Cities Community Development Block Grant				
2009 CDBG	\$ 19,541.00			\$ 19,541.00
2011 CDBG	27,183.00			27,183.00
2013 CDBG	2,072.00			2,072.00
Federal Transit Administration - FRA Grant	152,664.00			152,664.00
United State Dept of Justice -				
School Based Partnerships - Cops Grant	85,749.00			85,749.00
Local Law Enforcement Program	76,422.00			76,422.00
Body Armor Fund	1,684.00			1,684.00
Bulletproof Vest Partnership Grant	1,832.00			1,832.00
COPS Hiring Grant - ARRA	76,796.00			76,796.00
Edward Byrne Memorial Justice Assistance Grant		\$ 28,746.00		28,746.00
United State Dept of Agriculture -				
Summer Food Program	650,833.00	126,659.75	\$ 71,023.01	706,469.74
Federal Emergency Management Assistance				
Hazard Mitigation Grant - Generator	4,023.00			4,023.00
Assistance to Firefighters	129,437.00			129,437.00
Additional Post Sandy Planning Grant	10,000.00			10,000.00
Bay Avenue Pump Station	200,000.00			200,000.00
Flood Mitigation Assistance Program		11,840.25		11,840.25
DCA SCBG COVID-19 Relief & Recovery Grant		82,500.00	82,500.00	
SAFER Grant		1,467,000.00	325,205.00	1,141,795.00
US Dept Commerce - Economic Development	71,703.00			71,703.00
<b>Total Federal Grants</b>	<b>1,509,939.00</b>	<b>1,716,746.00</b>	<b>478,728.01</b>	<b>2,747,956.99</b>
<b>State Grants:</b>				
NJ Transportation Trust Fund Authority Act				
Transit Village - Ansley Avenue	500,000.00			500,000.00
Reconstruction of Milan Avenue	67,584.00			67,584.00
Municipal and Urban Aid - 2012	42,457.00			42,457.00
Local Aid/Pedestrian Safety	7,293.00			7,293.00
Bikeway Lighting	183,980.00			183,980.00
Transportation Enhancement Fund	24,502.00			24,502.00
Portland Avenue	9,999.00			9,999.00
E. West Jersey Avenue Transit Village	12,374.00			12,374.00
Safe Corridors	20,646.00			20,646.00
2012 Municipal Aid Program	42,458.00			42,458.00
2015 Transit Village	60,690.00			60,690.00
2015 Safe Streets	318,372.00			318,372.00
2015 Municipal Aid - Decature Avenue	240,950.00			240,950.00
2017 Highway Safety Fund	208.00			208.00
2018 Transit Village - Ansley Blvd.	400,000.00		286,065.00	113,935.00
2018 Municipal Aid Program	392,000.00			392,000.00
Highway Safety NJ Safe Corridors	20,020.00			20,020.00
Highway Safety Grant	23,571.00			23,571.00
Highway Safety Grant - 2012	16,940.00			16,940.00
Pedestrian Safety Grant	4,000.00			4,000.00
JIF Safety Award	2,500.00			2,500.00
Click it or Ticket	200.00			200.00
Aggressive Enforcement - Aggressive Driver	23,987.00			23,987.00
NJ Division of Highway Safety - Seat Belt Usage	8,400.00			8,400.00
NJ Division of Highway Safety - Buckle Up SJ	150.00			150.00
NJ Division of Highway Safety - Safety Belt	2,000.00			2,000.00
NJ Division of Highway Safety	18,900.00			18,900.00
NJ Law & Public Safety - Click it or Ticket	4,978.00			4,978.00
Green Acres - Brighton Recreation Complex	175,000.00			175,000.00
NJDEP - Electric Charging Station		6,000.00		6,000.00
Clean Communities Program	78,312.00	34,130.85	34,130.85	78,312.00
Pedestrian Safety, Education & Enforcement Fund		21,965.00		21,965.00
Safe and Secure Communities	180,000.00	90,000.00	90,000.00	180,000.00
Municipal Drug Alliance	43,442.00	19,242.00	8,797.00	53,887.00
Drunk Driving Enforcement Fund	7,712.00		2,667.32	5,044.68

(Continued)

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

	Balance Dec. 31, 2019	Accrued	Received	Balance Dec. 31, 2020
State Grants (Cont'd):				
Recycling Tonnage Grant		\$ 23,558.46	\$ 23,558.46	
Smart Growth Community Planning & Implementation	\$ 45,605.00			\$ 45,605.00
COPS in Schools Grant	4,483.00			4,483.00
Commuter Path Systems Improvement	313,965.00			313,965.00
NJ Division of Engineering & Construction	83,457.00			83,457.00
Community Development Fund	130,041.00			130,041.00
Economic Dev Division Property Info System	16,500.00			16,500.00
Neighborhood Preservation Program	125,000.00			125,000.00
Municipal Aid & Urban Aid - California Avenue	156,871.00			156,871.00
	<u>3,809,547.00</u>	<u>194,896.31</u>	<u>445,218.63</u>	<u>3,559,224.68</u>
Total State Grants				
Other Grants:				
South Jersey Industries Recreation Grant	500.00			500.00
Pleasantville Dental Scoreboard	5,000.00			5,000.00
Tarentino Community Policing Grant	15,684.00			15,684.00
Pleasantville Urban Enterprise Zone Projects		118,535.27	118,535.27	
	<u>21,184.00</u>	<u>118,535.27</u>	<u>118,535.27</u>	<u>21,184.00</u>
Total Other Grants				
	<u>\$ 5,340,670.00</u>	<u>\$ 2,030,177.58</u>	<u>\$ 1,042,481.91</u>	<u>\$ 6,328,365.67</u>
Total All Grants				

CITY OF PLEASANTVILLE  
FEDERAL AND STATE GRANT FUND  
Statement of Due from Current Fund  
For the Year Ended December 31, 2020

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Balance December 31, 2019		\$	599,322.00
Increased by:			
Disbursements	\$	167,858.90	
Deferred Charges:			
Expenditure without Appropriation		<u>30,312.00</u>	
			<u>198,170.90</u>
Balance December 31, 2020		\$	<u><u>797,492.90</u></u>

**CITY OF PLEASANTVILLE**  
**FEDERAL AND STATE GRANT FUND**  
Statement of Reserves for Federal, State and Other Grants - Unappropriated  
For the Year Ended December 31, 2020

<u>Grant</u>	<u>Balance Dec. 31, 2019</u>	<u>Federal, State and Other Grants Receivable</u>	<u>Realized as Revenue in 2020</u>	<u>Balance Dec. 31, 2020</u>
Federal Grants:				
Edward Byrne Memorial Justice Assistance Grant		\$ 28,746.00	\$ 28,746.00	
NJDOA - Summer Food Program		126,659.75	126,659.75	
FEMA - Flood Mitigation Assistance Program		11,840.25	11,840.25	
DCA SCBG COVID-19 Relief & Recovery Grant		82,500.00	82,500.00	
SAFER Grant		1,467,000.00	1,467,000.00	
Total Federal Grants		1,716,746.00	1,716,746.00	
State Grants:				
Recycling Tonnage Grant	\$ 46,053.00	23,558.46		\$ 69,611.46
NJDEP - Electric Charging Station		6,000.00	6,000.00	
Clean Communities Program		34,130.85	34,130.85	
Pedestrian Safety, Education & Enforcement Fund		21,965.00	21,965.00	
Alcohol Education & Rehabilitation	843.00			843.00
NJ DOT - 2014 Municipal Aid	59,973.00			59,973.00
Municipal Alliance on Alcoholism and Drug Abuse		19,242.00	19,242.00	
Safe and Secure Communities		90,000.00	75,000.00	15,000.00
Total State Grants	106,869.00	194,896.31	156,337.85	145,427.46
Other Grants:				
Pleasantville Urban Enterprise Zone Projects	1,337,692.00	118,535.27	750,000.00	706,227.27
Total Other Grants	1,337,692.00	118,535.27	750,000.00	706,227.27
Total All Grants	\$ 1,444,561.00	\$ 2,030,177.58	\$ 2,623,083.85	\$ 851,654.73

**CITY OF PLEASANTVILLE**  
**FEDERAL AND STATE GRANT FUND**  
Statement of Reserves for Federal, State and Other Grants - Appropriated  
For the Year Ended December 31, 2020

<u>Grant</u>	<u>Balance Dec. 31, 2019</u>	<u>Reserve for Encumbrances</u>	<u>Transferred - 2020 Budget Appropriations</u>	<u>Expenditures</u>	<u>Encumbered</u>	<u>Balance Dec. 31, 2020</u>
<u>Appropriated</u>						
<b>Federal Grants:</b>						
Federal Emergency Management Assistance						
SAFER Grant	\$ 3.00		\$ 1,467,000.00	\$ 325,204.98		\$ 1,141,798.02
Homeland Security	1,050.00					1,050.00
Additional Post Sandy Planning	24,879.00					24,879.00
Bayview Ave Pump Station Generator	4,398.00					4,398.00
Post Sandy Planning	4,395.00					4,395.00
Hazard Mitigation - Generator	4,449.00	\$ 23.00				4,472.00
Sandy Shared Services - Capital Grant	76,939.00	10,000.00				86,939.00
Assistance to Firefighters	5,577.00					5,577.00
USDOJ - Justice Assistance Grant	388.00		28,746.00	17,991.20		11,142.80
USDOA - Summer Food Program	841,653.00		126,659.75	64,923.88	\$ 61,570.07	841,818.80
FEMA - Flood Mitigation Assistance Program			11,840.25		11,840.25	
DCA SCBG COVID-19 Relief & Recovery Grant			82,500.00	82,500.00		
Small Cities Community Development Block Grant	10,187.00	8,408.00				18,595.00
USDOJ - School Based Partnership COPS Grant	6,981.00					6,981.00
USDOJ - Local Law Enforcement Program	41,888.00					41,888.00
USDOJ - Body Armor Fund	25,615.00					25,615.00
USDOHS - Police Canine & Equipment	1,985.00					1,985.00
US Dept. of Commerce - Economic Development	114,860.00					114,860.00
Housing & Urban Development - Drug Elimination	18,040.00					18,040.00
Federal Transit Administration - Railroad Rehab	152,664.00					152,664.00
<b>Total Federal Grants</b>	<b>1,335,951.00</b>	<b>18,431.00</b>	<b>1,716,746.00</b>	<b>490,620.06</b>	<b>73,410.32</b>	<b>2,507,097.62</b>
<b>State Grants:</b>						
Clean Communities Program 2020			34,130.85	1,500.00	295.00	32,335.85
Clean Communities Program 2019	35,562.00					35,562.00
Clean Communities Program 2013	96,634.00					96,634.00
Safe and Secure Communities			75,000.00	75,000.00		
Pedestrian Safety, Education & Enforcement Fund	4,000.00		21,965.00			25,965.00
Municipal Alliance on Alcoholism and Drug Abuse	78,531.00		24,053.00	10,475.00		92,109.00
NJDEP - Electric Charging Station			6,000.00			6,000.00
NJ DOT - Commuter Path System Improvements	30,758.00					30,758.00
NJ DOT - 2012 Municipal Aid Program	42,458.00					42,458.00
NJ DOT - 2014 Highway Safety Grant	10,277.00					10,277.00
NJ DOT - 2015 Safe Streets Rt. 9 & Park Ave.	233,706.00			11,597.00		222,109.00
NJ DOT - 2015 Transit Village Washington Ave.	11,637.00				1,501.75	10,135.25
NJ DOT - 2015 Municipal Aid - Decature Ave.	229,448.00	11,502.00				240,950.00
NJ DOT - Bikepath Lighting	137,690.00	1,677.00				139,367.00
NJ DOT - Transit Village Ansley Ave.	500,000.00			11,159.00	176,396.00	312,445.00
NJ DOT - 2017 Highway Safety Grant	208.00					208.00

(Continued)

**CITY OF PLEASANTVILLE**  
**FEDERAL AND STATE GRANT FUND**  
Statement of Reserves for Federal, State and Other Grants - Appropriated  
For the Year Ended December 31, 2020

Grant	Balance Dec. 31, 2019		Transferred - 2020 Budget Appropriations	Expenditures	Encumbered	Balance Dec. 31, 2020
	Appropriated	Reserve for Encumbrances				
State Grants (Cont'd):						
NJ DOT - 2018 Transit Village Ansley Ave.	\$ 400,000.00			\$ 45,352.00	\$ 354,648.00	
NJ DOT - 2018 Municipal Aid Program	392,000.00					\$ 392,000.00
NJ DOT - Safe Corridors	35,132.00					35,132.00
REDI - Incentive Study & Implementation	9,736.00					9,736.00
Drunk Driving Enforcement Fund	5,320.00					5,320.00
Atlantic County Open Space Program Assistance	95,993.00					95,993.00
Click it or Ticket	2,850.00					2,850.00
Aggressive Enforcement - Aggressive Driver	14,000.00					14,000.00
JIF Safety Fund	2,500.00					2,500.00
Alcohol Education and Rehabilitation	386.00					386.00
NJSP - Emergency Management Assistance	10,000.00					10,000.00
ACIA - Drainage Improvements	147,643.00			10,936.00	135,516.55	1,190.45
Neighborhood Preservation Program	120,625.00			103,093.56		17,531.44
Muni Aid - 2017 California Avenue	94,921.00	\$ 17,027.00		631.50		111,316.50
NJ Transportation Trust Fund Authority Act						
Reconstruction of Linden Avenue - Phase II	18,523.00					18,523.00
West Jersey Avenue Streetscape	16,878.00					16,878.00
Construction of Bike Path	12,256.00					12,256.00
Bike Path Extension	92,953.00					92,953.00
Transportation Enhancement Fund	24,502.00					24,502.00
Municipal and Urban Aid - 2012	8,057.00					8,057.00
Portland Avenue	10,000.00	536.00		534.75		10,001.25
Stormwater Grant	2,083.00					2,083.00
Recycling Tonnage Grant	138,706.00					138,706.00
NJ Division of Highway Safety	10,062.00					10,062.00
NJ Division of Highway Safety Grant	16,940.00					16,940.00
Buckle Up South Jersey	2,310.00					2,310.00
Over the Limit Under Arrest	50,418.00					50,418.00
Smart Growth Implementation	54,986.00					54,986.00
Livable Communities Grant	3,945.00					3,945.00
NJ Economic Development Initiative	3,623.00					3,623.00
Smart Growth Marina Facility	32,544.00					32,544.00
NJ Clean Vessel Grant	6,281.00					6,281.00
Sustainable Jersey Small Grants Program	1,229.00					1,229.00
Total State Grants	3,248,311.00	30,742.00	\$ 161,148.85	270,278.81	668,357.30	2,501,565.74

(Continued)



**CITY OF PLEASANTVILLE**  
**FEDERAL AND STATE GRANT FUND**  
Statement of Reserves for Federal, State and Other Grants - Appropriated  
For the Year Ended December 31, 2020

Grant	Balance Dec. 31, 2019		Transferred - 2020 Budget Appropriations	Expenditures	Encumbered	Balance Dec. 31, 2020
	Appropriated	Reserve for Encumbrances				
Other Grants:						
Donation - Recreation Boxing Program	\$ 12,145.00					\$ 12,145.00
Donation - Recreation Department	25,000.00					25,000.00
Donation - Pleasantville Dental Scoreboard	1,437.00					1,437.00
Project Vision Club - Combat Youth Gang Activity	16,142.00					16,142.00
South Jersey Industries Recreation Grant	500.00					500.00
2015 O.C.E.A.N. Inc - After School Program	49.00					49.00
Tarantino Community Policing Grant	9,123.00					9,123.00
Pleasantville UEZ Revolving Loan Program	15,912.00	\$ 37,318.00				53,230.00
Pleasantville UEZ Zone Marketing Phase V	25,115.00					25,115.00
Pleasantville UEZ Bulkhead Project	2,580.00	20,001.00				22,581.00
Pleasantville UEZ Special Engineering	10.00					10.00
Pleasantville UEZ Public Safety Police - 2020			\$ 650,000.00	\$ 650,000.00		
Pleasantville UEZ Direct Loan - 2020			100,000.00	100,000.00		
Total Other Grants	108,013.00	57,319.00	750,000.00	750,000.00		165,332.00
Total All Grants	\$ 4,692,275.00	\$ 106,492.00	\$ 2,627,894.85	\$ 1,510,898.87	\$ 741,767.62	\$ 5,173,995.36

**CITY OF PLEASANTVILLE**  
CURRENT FUND  
Statement of Reserve for COVID Related Costs  
For the Year Ended December 31, 2020

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Increased by:	
Deferred Charge -- Special Emergency	\$ 284,006.00
Decreased by:	
Disbursements	<u>284,006.00</u>
Balance December 31, 2020	<u><u>\$ -</u></u>

**SUPPLEMENTAL EXHIBITS**

**TRUST FUND**

**CITY OF PLEASANTVILLE**  
**TRUST FUNDS**  
Statement of Trust Fund Cash  
Per N.J.S. 40A:5-5 -- Treasurer  
For the Year Ended December 31, 2020

	<u>Animal Control</u>	<u>Other</u>
Balance Dec. 31, 2019	\$ 7,320.00	\$ 2,278,337.00
Increased by Receipts:		
Reserve for Animal Control License Fund	\$ 326.80	
State Registration Fees	148.20	
Due Current Fund	64.31	
Net Payroll		\$ 9,572,546.96
Reserve for Payroll Deductions Payable		6,127,882.66
Miscellaneous Trust Reserves:		
Tax Title Lien Redemption		3,933,192.37
Premiums Received at Tax Sale		2,578,800.00
Fire Prevention Penalty		1,116.84
Developer's Escrow		35,576.55
Parking Offense Adjudication Act		14.07
Fire Prevention Dedicated Penalty		1,052.97
Federal Forfeited Property		5.25
Veterans Memorial Park Fund		385.04
Accumulated Absences		592.24
Confiscated Funds		7,917.48
Unemployment		55,200.45
Maintenance Escrow		40,558.75
Bid Escrow		45.30
	<u>539.31</u>	<u>22,354,886.93</u>
	7,859.31	24,633,223.93
Decreased by Disbursements:		
Reserve for Animal Control License Fund	259.00	
State Registration Fees	145.80	
Due Current Fund		
Net Payroll		9,572,546.96
Reserve for Payroll Deductions Payable		5,938,102.06
Miscellaneous Trust Reserves:		
Tax Title Lien Redemption		3,924,807.28
Premiums Received at Tax Sale		807,300.00
Developer's Escrow		33,771.07
Veterans Memorial Park Fund		45.00
Confiscated Funds		1,400.00
Unemployment		51,575.97
Maintenance Escrow		29,290.50
	<u>404.80</u>	<u>20,358,838.84</u>
Balance Dec. 31, 2020	<u><u>\$ 7,454.51</u></u>	<u><u>\$ 4,274,385.09</u></u>

CITY OF PLEASANTVILLE  
ANIMAL CONTROL TRUST FUND  
Statement of Due to Current Fund  
For the Year Ended December 31, 2020

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Balance Dec. 31, 2019	\$ 6,453.00
Increased by:	
Receipts	<u>64.31</u>
Balance Dec. 31, 2020	<u><u>\$ 6,517.31</u></u>

**CITY OF PLEASANTVILLE**  
**ANIMAL CONTROL TRUST FUND**  
Statement of Reserve for Animal Control Fund Expenditures  
For the Year Ended December 31, 2020

Balance Dec. 31, 2019	\$ 866.00
Increased by:	
Dog License Fees Collected	<u>326.80</u>
	1,192.80
Decreased by:	
Expenditures under R.S. 4:19-15.11:	
Disbursements	<u>259.00</u>
Balance Dec. 31, 2020	<u><u>\$ 933.80</u></u>
 <u>License Fees Collected:</u>	
<u>Year</u>	
2018	\$ 443.00
2019	<u>434.00</u>
	<u><u>\$ 877.00</u></u>

CITY OF PLEASANTVILLE  
ANIMAL CONTROL TRUST FUND  
Statement of Due to State of New Jersey  
For the Year Ended December 31, 2020

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Balance December 31, 2019	\$ 1.00
Increased by:	
Receipts	<u>148.20</u>
	149.20
Decreased by:	
Disbursements	<u>145.80</u>
Balance Dec. 31, 2020	<u><u>\$ 3.40</u></u>

**CITY OF PLEASANTVILLE**  
**TRUST - OTHER FUND**  
Statement of Reserve for Payroll Deductions Payable  
For the Year Ended December 31, 2020

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Balance Dec. 31, 2019	\$ 242,927.00
Increased by:	
Receipts	<u>6,127,882.66</u>
	6,370,809.66
Decreased by:	
Disbursements	<u>5,938,102.06</u>
Balance Dec. 31, 2020	<u><u>\$ 432,707.60</u></u>



**CITY OF PLEASANTVILLE**  
**TRUST FUNDS**  
Statement of Miscellaneous Trust Fund Reserves  
For the Year Ended December 31, 2020

	Balance <u>Dec. 31, 2019</u>	Increased by <u>Receipts</u>	Decreased by <u>Disbursements</u>	Balance <u>Dec. 31, 2020</u>
Reserve for:				
Tax Title Lien Redemption	\$ 3,354.00	\$ 3,933,192.37	\$ 3,924,807.28	\$ 11,739.09
Premiums Received at Tax Sale	1,592,200.00	2,578,800.00	807,300.00	3,363,700.00
Fire Prevention Penalty	13,504.00	1,116.84		14,620.84
Fire Prevention Dedicated Penalty	3,669.00	1,052.97		4,721.97
Developer's Escrow	171,013.00	35,576.55	33,771.07	172,818.48
Parking Offense Adjudication Act	267.00	14.07		281.07
Federal Forfeited Property	574.00	5.25		579.25
Veterans Memorial Park Fund	24,449.00	385.04	45.00	24,789.04
Accumulated Absences	68,603.00	592.24		69,195.24
Confiscated Funds	40,878.00	7,917.48	1,400.00	47,395.48
Unemployment	17,927.00	55,200.45	51,575.97	21,551.48
Maintenance Escrow	23,306.00	40,558.75	29,290.50	34,574.25
Bid Escrow	5,288.00	45.30		5,333.30
	<u>\$ 1,965,032.00</u>	<u>\$ 6,654,457.31</u>	<u>\$ 4,848,189.82</u>	<u>\$ 3,771,299.49</u>

**SUPPLEMENTAL EXHIBITS**

**GENERAL CAPITAL FUND**

**CITY OF PLEASANTVILLE**  
**GENERAL CAPITAL FUND**  
Statement of General Capital Cash  
Per N.J.S. 40A:5-5 -- Treasurer  
For the Year Ended December 31, 2020

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Balance December 31, 2019			\$ 4,425,746.00
Increased by Receipts:			
Due Current Fund			<u>10,095.55</u>
			4,435,841.55
Decreased by Disbursements:			
Improvement Authorizations	\$	339,699.58	
Bond Anticipation Notes		<u>3,154,000.00</u>	
			<u>3,493,699.58</u>
Balance Dec. 31, 2020			<u><u>\$ 942,141.97</u></u>

**CITY OF PLEASANTVILLE**  
**GENERAL CAPITAL FUND**  
 Analysis of General Capital Cash  
 For the Year Ended December 31, 2020

	Balance Dec. 31, 2019	Receipts		Disbursements		T r a n s f e r s		Balance Dec. 31, 2020
		Miscellaneous	Bond Anticipation Notes	Improvement Authorizations	Bond Anticipation Notes	From	To	
Due Current Fund	\$ (792,082.00)	\$ 10,095.55				\$ 65,000.00		\$ (846,986.45)
Due Federal and State Grant Fund	(662,101.00)							(662,101.00)
Due Sewer Utility Capital Fund	422,115.00							422,115.00
Due from State of New Jersey	(9,379.00)							(9,379.00)
Capital Improvement Fund							\$ 65,000.00	65,000.00
Reserve to Pay Loans	150,067.00							150,067.00
Encumbrances Payable	225,298.00					225,298.00	208,547.91	208,547.91
Fund Balance	40,369.00							40,369.00
Note Renewals			\$ 152,000.00		\$ 152,000.00			
Ordinance								
<u>Number</u> <u>Improvement Authorizations:</u>								
18-05 Installation of Cresson Ave. Water Lines	(110,000.00)							(110,000.00)
9-06 Installation of Water Lines Cresson Ave.	(64,368.00)							(64,368.00)
20-07 Various Capital Improvements	223.00							223.00
7-12 Demolition of Unsafe Buildings	(4,000.00)							(4,000.00)
9-13 Various Capital Improvements	559.00			\$ 14,584.15		2,857.55	17,442.00	559.30
5-14 Various Capital Improvements	280,591.00			14,539.33		5,632.36	45,312.00	305,731.31
21-14 Replacement of Dispatch System	15,041.00							15,041.00
10-15 Acquisition of Various Capital Equipment	(639.00)							(639.00)
10-17 Various Capital Equipment and Improvements	2,662,721.00			99,366.02	1,966,500.00	91,420.00	9,290.00	514,724.98
6-18 Various Capital Equipment and Improvements	2,152,054.00			31,780.00	1,187,500.00	45,500.00		887,274.00
10-19 Acquisition of Various Capital Equipment	(1,712.00)							(1,712.00)
11-19 Acquisition of Various Heavy Equipment	120,989.00			179,430.08		63,138.00	153,254.00	31,674.92
	<u>\$ 4,425,746.00</u>	<u>\$ 10,095.55</u>	<u>\$ 152,000.00</u>	<u>\$ 339,699.58</u>	<u>\$ 3,306,000.00</u>	<u>\$ 498,845.91</u>	<u>\$ 498,845.91</u>	<u>\$ 942,141.97</u>

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

Ordinance Number	Improvement Description	Balance Dec. 31, 2019	Increased by	Balance Dec. 31, 2020	Analysis of Balance Dec. 31, 2020		Unexpended Improvement Authorizations
			2020 Authorizations		Bond Anticipation Notes	Expenditures	
	General Improvements:						
18-05	Installation of Water Lines - Cresson Avenue	\$ 110,000.00		\$ 110,000.00		\$ 110,000.00	
9-06	Installation of Water Lines - Cresson Avenue	64,368.00		64,368.00		64,368.00	
7-12	Demolition of Unsafe Buildings	4,000.00		4,000.00		4,000.00	
10-15	Acquisition of Various Capital Equipment	700.00		700.00		639.00	\$ 61.00
2-19	Various Police Equipment	152,000.00		152,000.00	\$ 152,000.00		
10-19	Acquisition of Various Capital Equipment	95,000.00		95,000.00		1,712.00	93,288.00
		<u>\$ 426,068.00</u>	<u>\$ -</u>	<u>\$ 426,068.00</u>	<u>\$ 152,000.00</u>	<u>\$ 180,719.00</u>	<u>\$ 93,349.00</u>

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

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Balance December 31, 2019			\$ 12,185,906.00
Decreased by:			
2020 Budget Appropriation:			
Serial Bonds	\$	1,557,000.00	
Loans		<u>94,143.00</u>	
			<u>1,651,143.00</u>
Balance December 31, 2020			<u>\$ 10,534,763.00</u>

**CITY OF PLEASANTVILLE**  
**GENERAL CAPITAL FUND**  
Statement of Improvement Authorizations  
For the Year Ended December 31, 2020

Ordinance Number	Improvement Descriptions	Date	Ordinance Amount	Balance Dec. 31, 2019		Capital Improvement Fund	2020 Authorizations		Transfer from Encumbrances	Paid or Charged	Balance Dec. 31, 2020	
				Funded	Unfunded		Deferred Charges to Future Taxation Unfunded	Funded			Unfunded	
General Improvements:												
20-07	Various Capital Improvements	4/16/07	\$ 1,384,000.00	\$ 223.00							\$ 223.00	
9-13	Various Capital Improvements	10/21/13	1,000,000.00	559.00				\$ 17,442.00	\$ 17,441.70		559.30	
5-14	Various Capital Improvements	4/21/14	2,400,000.00	130,524.00				45,312.00	20,171.69		155,664.31	
21-14	Replacement of Dispatch System	10/20/14	126,000.00	15,041.00							15,041.00	
10-15	Acquisition of Various Capital Equipment	5/18/15	1,040,000.00		\$ 61.00							\$ 61.00
10-17	Various Capital Equipment and Improvements	7/17/17	2,070,000.00	696,221.00				9,290.00	190,786.02		514,724.98	
6-18	Various Capital Equipment and Improvements	6/18/18	1,250,000.00	964,554.00					77,280.00		887,274.00	
10-19	Acquisition of Various Capital Equipment	8/19/19	1,300,000.00		93,288.00							93,288.00
11-19	Acquisition of Various Heavy Equipment	10/17/19	300,000.00	120,989.00				153,254.00	242,568.08		31,674.92	
				<u>\$ 1,928,111.00</u>	<u>\$ 93,349.00</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 225,298.00</u>	<u>\$ 548,247.49</u>	<u>\$ 1,605,161.51</u>	<u>\$ 93,349.00</u>	
Contracts Payable Disbursements										<u>\$ 208,547.91</u>		
										<u>339,699.58</u>		
										<u>\$ 548,247.49</u>		

**CITY OF PLEASANTVILLE**  
**GENERAL CAPITAL FUND**  
Statement of Capital Improvement Fund  
For the Year Ended December 31, 2020

---

Increased by:	
2020 Budget Appropriation - Due from Current Fund	\$ 65,000.00
Decreased by:	
Appropriation to Finance Improvement Authorizations	<u>-</u>
Balance Dec. 31, 2020	<u><u>\$ 65,000.00</u></u>

## Exhibit SC-7

**CITY OF PLEASANTVILLE**  
**GENERAL CAPITAL FUND**  
Statement of Due from Current Fund  
For the Year Ended December 31, 2020

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Balance Dec. 31, 2019	\$ 792,082.00
Increased by:	
2020 Budget Appropriation - Due from Current Fund	<u>65,000.00</u>
	857,082.00
Decreased by:	
Receipts	<u>10,095.55</u>
Balance Dec. 31, 2020	<u><u>\$ 846,986.45</u></u>



**CITY OF PLEASANTVILLE**  
**GENERAL CAPITAL FUND**  
**Statement of Loans Payable**  
**For the Year Ended December 31, 2020**

Purpose	Date of Issue	Original Issue	Maturities of Bonds		Interest Rate	Balance Dec. 31, 2019	Decreased	Balance Dec. 31, 2020
			Outstanding Dec. 31, 2020					
			Date	Amount				
NJ DCA Multi-Park Improvements	4/14/2004	\$ 250,000.00	2/8/2021	\$ 7,178.00				
			8/8/2021	7,250.00				
			2/8/2022	7,322.00				
			8/8/2022	7,395.00				
			2/8/2023	7,469.00				
			8/8/2023	7,544.00				
			2/8/2024	7,620.00				
			8/8/2024	7,696.00	2.000%	\$ 73,618.00	\$ 14,144.00	\$ 59,474.00
Brighton Recreation Complex Acq.	4/7/2006	60,484.00	1/7/2021	1,686.00				
			7/7/2021	1,702.00				
			1/7/2022	1,719.00				
			7/7/2022	1,737.00				
			1/7/2023	1,754.00				
			7/7/2023	1,772.00				
			1/7/2024	1,789.00				
			7/7/2024	1,807.00				
			1/7/2025	1,825.00				
			7/7/2025	1,844.00				
			1/7/2026	1,862.00	2.000%	22,818.00	3,321.00	19,497.00
			Demolition Loan	1/8/2014	170,000.00	1/8/2021	17,585.00	
1/8/2022	17,711.00							
1/8/2023	17,839.00							
1/8/2024	17,966.00	4.000%				88,560.00	17,459.00	71,101.00
Demolition Loan	10/13/2017	\$ 262,690.00	10/13/2021	\$ 28,669.00				
			10/13/2022	28,875.00				
			10/13/2023	29,083.00				
			10/13/2024	29,292.00				
			10/13/2025	29,503.00				
			10/13/2026	29,716.00				
			10/13/2027	29,930.00	4.000%	233,532.00	28,464.00	205,068.00
Multi-Park Recreation Sports Facility	8/16/2017	434,150.00	2/16/2021	15,609.00				
			8/16/2021	15,765.00				
			2/16/2022	15,923.00				
			8/16/2022	16,082.00				
			2/16/2023	16,243.00				
			8/16/2023	16,405.00				
			2/16/2024	16,569.00				
			8/16/2024	16,735.00				
			2/16/2025	16,902.00				
			8/16/2025	17,071.00				
			2/16/2026	17,242.00				
			8/16/2026	17,414.00				
			2/16/2027	17,588.00				
			8/16/2027	17,764.00				
			2/16/2028	17,942.00				
			8/16/2028	18,121.00				
			2/16/2029	18,303.00				
			8/16/2029	18,486.00				
			2/16/2030	18,670.00				
			8/16/2030	18,856.00	2.000%	374,445.00	30,755.00	343,690.00
						\$ 792,973.00	\$ 94,143.00	\$ 698,830.00
2020 Budget Appropriation							\$ 94,143.00	

**CITY OF PLEASANTVILLE**  
**GENERAL CAPITAL FUND**  
Statement of Bonds Anticipation Notes  
For the Year Ended December 31, 2020

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Original Amount of Issue</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 Dec. 31, 2019</u>	<u>Increased</u>	<u>Decreased</u>	<u>Balance Dec. 31, 2020</u>
General Improvements:										
10-17	Various Capital Equipment and Improvements	\$ 1,966,500.00	8/17/2017	8/13/2019	1/15/2020	2.00%	\$ 1,966,500.00		\$ 1,966,500.00	
6-18	Various Capital Equipment and Improvements	1,187,500.00	8/15/2018	8/13/2019	1/15/2020	2.00%	1,187,500.00		1,187,500.00	
2-19	Various Police Equipment	152,000.00	7/3/2019	7/3/2019 7/1/2020	7/2/2020 6/30/2021	2.499% 2.499%	152,000.00		152,000.00	
							<u>\$ 3,306,000.00</u>	<u>\$ 152,000.00</u>	<u>\$ 3,306,000.00</u>	<u>\$ 152,000.00</u>
						Paid by Capital Cash Renewals		\$ 152,000.00	\$ 3,154,000.00 152,000.00	
								<u>\$ 152,000.00</u>	<u>\$ 3,306,000.00</u>	

**CITY OF PLEASANTVILLE**  
**GENERAL CAPITAL FUND**  
**Statement of General Serial Bonds**  
**For the Year Ended December 31, 2020**

<u>Purpose</u>	<u>Date of Issue</u>	<u>Amount of Original Issue</u>	<u>Maturities of Bonds Outstanding Dec. 31, 2019</u>			<u>Balance December 31, 2019</u>	<u>Paid by Budget Appropriation</u>	<u>Balance December 31, 2020</u>
			<u>Date</u>	<u>Amount</u>	<u>Rate</u>			
General Improvement Bonds	11/15/2002	\$ 3,302,000.00	10/15/2021	\$ 229,000.00	4.625%			
			10/15/2022	240,000.00	4.750%	\$ 687,000.00	\$ 218,000.00	\$ 469,000.00
Refunding Bond Issue	2/10/2011	3,165,000.00	10/1/2021	305,000.00	4.000%	605,000.00	300,000.00	305,000.00
General Improvement Bonds	11/1/2011	5,689,000.00	10/1/2021	515,000.00	2.625%			
			10/1/2022	515,000.00	3.00%			
			10/1/2023	515,000.00	3.50%			
			10/1/2024	515,000.00	3.50%	2,575,000.00	515,000.00	2,060,000.00
General Improvement Bonds	8/13/2015	3,857,000.00	8/1/2021	200,000.00	2.00%			
			8/1/2022	250,000.00	2.00%			
			8/1/2023	350,000.00	2.00%			
			8/1/2024	350,000.00	3.00%			
			8/1/2025	350,000.00	3.00%			
			8/1/2026	350,000.00	3.00%			
			8/1/2027	350,000.00	3.50%			
			8/1/2028	350,000.00	3.50%			
			8/1/2029	347,000.00	3.50%	3,097,000.00	200,000.00	2,897,000.00
General Improvement Bonds	11/20/2019	4,579,000.00	11/15/2021	375,000.00	2.00%			
			11/15/2022	385,000.00	2.00%			
			11/15/2023	395,000.00	2.00%			
			11/15/2024	410,000.00	2.125%			
			11/15/2025	420,000.00	2.125%			
			11/15/2026	430,000.00	2.25%			
			11/15/2027	440,000.00	2.25%			
			11/15/2028	455,000.00	2.25%			
			11/15/2029	465,000.00	2.25%			
			11/15/2030	480,000.00	2.25%	4,579,000.00	324,000.00	4,255,000.00
						<u>\$ 11,543,000.00</u>	<u>\$ 1,557,000.00</u>	<u>\$ 9,986,000.00</u>

**CITY OF PLEASANTVILLE**  
**GENERAL CAPITAL FUND**  
Schedule of Bonds and Notes Authorized but not Issued  
As of December 31, 2020

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<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Balance Dec. 31, 2020</u>
General Improvements:		
18-05	Installation Cresson Ave. Water Lines	\$ 110,000.00
9-06	Installation of Water Lines Cresson Ave.	64,368.00
7-12	Demolition of Unsafe Buildings	4,000.00
10-15	Acquisition of Various Capital Equipment	700.00
10-19	Acquisition of Various Capital Equipment	<u>95,000.00</u>
		<u>\$ 274,068.00</u>

**SUPPLEMENTAL EXHIBITS**

**SEWER UTILITY FUND**

**CITY OF PLEASANTVILLE**  
**SEWER UTILITY FUND**  
Statement of Sewer Utility Cash--Treasurer  
For the Year Ended December 31, 2020

	<u>Operating</u>	<u>Capital</u>
Balance Dec. 31, 2019	\$ 486,148.00	\$ 538,182.00
Increased by Receipts:		
Collector	\$ 4,798,822.57	
Army Corps of Engineers	357,360.00	
Interlocal Agreement with City of Absecon	83,909.40	
Due Current Fund		\$ 550,000.00
Due Water-Sewer Utility Capital Fund		3,550.06
	<u>5,240,091.97</u>	<u>553,550.06</u>
	5,726,239.97	1,091,732.06
Decreased by Disbursements:		
2020 Appropriations	5,276,584.18	
Due Water-Sewer Utility Capital Fund	3,550.06	
Interest on Bonds and Notes	97,110.73	
Refunds -- Overpayments	57,750.00	
Improvement Authorizations		473,102.10
	<u>5,434,994.97</u>	<u>473,102.10</u>
Balance Dec. 31, 2020	<u><u>\$ 291,245.00</u></u>	<u><u>\$ 618,629.96</u></u>

**CITY OF PLEASANTVILLE**  
**SEWER UTILITY OPERATING FUND**  
Statement of Sewer Utility Cash--Collector  
For the Year Ended December 31, 2020

---

Increased by:

Receipts:

Consumer Accounts Receivable

\$ 4,545,909.07

Miscellaneous Revenue

79,306.21

Overpayments

173,607.29

\$ 4,798,822.57

Decreased by:

Payment to Treasurer

\$ 4,798,822.57

**CITY OF PLEASANTVILLE**  
**SEWER UTILITY CAPITAL FUND**  
**Analysis of Sewer Capital Cash**  
**For the Year Ended December 31, 2020**

	Balance (Deficit) Dec. 31, 2019	Receipts		Disbursements		Balance (Deficit) Dec. 31, 2020
		Miscellaneous	Improvement Authorizations	In	Transfer Out	
Capital Improvement Fund	\$ 146,538.00					\$ 146,538.00
Reserve for Encumbrances	136,163.00			\$ 3,285.50	\$ 136,163.00	3,285.50
Due Current Fund	(550,555.00)	\$ 550,000.00				(555.00)
Due General Capital Fund	(422,115.00)					(422,115.00)
Due Sewer Operating Fund	125,544.00	3,550.06				129,094.06
Improvement Authorizations:						
General Improvements:						
Ordinance						
<u>Number</u>						
13-93 Various Sewer Improvements	(380,000.00)					(380,000.00)
1-12 Various Sewer Improvements	(192,478.00)		\$ 186,601.74	6.00		(379,073.74)
5-14 Various Sewer Improvements	421,600.00					421,600.00
9-15 Various Sewer Improvements	233,341.00		170,052.00	16,424.00		79,713.00
6-17 Sewer Lines and Improvements	(217,060.00)					(217,060.00)
11-17 Various Sewer Improvements	1,237,204.00		116,448.36	119,733.00	3,285.50	1,237,203.14
	<u>\$ 538,182.00</u>	<u>\$ 553,550.06</u>	<u>\$ 473,102.10</u>	<u>\$ 139,448.50</u>	<u>\$ 139,448.50</u>	<u>\$ 618,629.96</u>



**CITY OF PLEASANTVILLE**  
**SEWER UTILITY OPERATING FUND**  
Statement of Consumer Accounts Receivable-Sewer  
For the Year Ended December 31, 2020

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Balance Dec. 31, 2019			\$ 560,005.00
Increased by:			
Utility Rents Levied			<u>4,677,707.39</u>
			5,237,712.39
Decreased by:			
Transfer from Utility Overpayments	\$ 193,221.00		
Receipts--Collector	<u>4,545,909.07</u>		
		\$ 4,739,130.07	
Transfer to Utility Liens		<u>12,878.45</u>	
			<u>4,752,008.52</u>
Balance Dec. 31, 2020			<u><u>\$ 485,703.87</u></u>

**CITY OF PLEASANTVILLE**  
**SEWER UTILITY OPERATING FUND**  
Statement of Utility Liens Receivable  
For the Year Ended December 31, 2020

---

Balance Dec. 31, 2019	\$ 114,463.00
Increased by:	
Transfers from Consumer Accounts Receivable	<u>12,878.45</u>
Balance Dec. 31, 2020	<u><u>\$ 127,341.45</u></u>

## Exhibit SD-6

**CITY OF PLEASANTVILLE**  
**SEWER UTILITY OPERATING FUND**  
Statement of Due to Current Fund  
For the Year Ended December 31, 2020

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Balance Dec. 31, 2019	\$ 4,603.00
Decreased by:	
Disbursements	<u>-</u>
Balance Dec. 31, 2020	<u><u>\$ 4,603.00</u></u>

**CITY OF PLEASANTVILLE**  
**SEWER UTILITY OPERATING FUND**  
**Statement of Overpayment of Rents**  
**For the Year Ended December 31, 2020**

---

Balance Dec. 31, 2019		\$ 250,971.00
Increased by:		
Collections		<u>173,607.29</u>
		424,578.29
Decreased by:		
Applied to Rents	\$ 193,221.00	
Refunds	<u>57,750.00</u>	
		<u>250,971.00</u>
Balance Dec. 31, 2020		<u><u>\$ 173,607.29</u></u>

## Exhibit SD-8

**CITY OF PLEASANTVILLE**  
**SEWER UTILITY CAPITAL FUND**  
**Statement of Due from Current Fund**  
**For the Year Ended December 31, 2020**

---

Balance Dec. 31, 2019		\$ 550,555.00
Decreased by:		
Receipts		<u>550,000.00</u>
Balance Dec. 31, 2020		<u><u>\$ 555.00</u></u>

**CITY OF PLEASANTVILLE**  
**SEWER UTILITY CAPITAL FUND**  
Schedule of Fixed Capital  
As of December 31, 2020

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	Balance <u>Dec. 31, 2020</u>
Northfield Sewer Extension and Woodland Ave. Sewer Pumping Station	\$ 46,000.00
Ansley Boulevard Sewer Extension	33,922.00
Sewer Extensions	18,077.00
Sewer Connection Project	1,149,375.00
Sewer Extensions - Maplewood Park	76,495.00
Sewer System Improvements	206,850.00
Sewer Expansions and Reconstruction	2,467,632.00
Acquisition of Equipment	87,149.00
Reconstruction of Sewer Lines	152,927.00
Reconstruction of Black Horse Pike & Doughty Road Pumping Station	44,415.00
Various Sewer Improvements	873,600.00
Various Sewer Improvements - 1987	1,036,000.00
Reconstruction of California Avenue Pumping Station	105,000.00
Sewer Improvements - Video Camera and Replacement of Chestnut Ave. Mains	<u>180,000.00</u>
	<u><u>\$ 6,477,442.00</u></u>

**CITY OF PLEASANTVILLE**  
**SEWER UTILITY CAPITAL FUND**  
Schedule of Fixed Capital Authorized and Uncompleted  
As of December 31, 2020

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<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Date</u>	<u>Ordinance Amount</u>	<u>Balance Dec. 31, 2020</u>
13-93	Various Sewer Improvements	5/17/1993	\$ 2,700,000.00	\$ 2,700,000.00
30-05	Various Sewer Improvements	11/7/2005	640,000.00	640,000.00
25-08	Various Sewer Improvements	10/20/2008	1,250,000.00	1,250,000.00
41-09	Costs of Refunding	10/19/2009	15,000.00	15,000.00
18-11	Various Sewer Improvements	10/5/2011	1,340,000.00	1,340,000.00
1-12	Various Sewer Improvements	2/22/2012	1,750,000.00	1,516,642.00
5-14	Various Sewer Improvements	4/21/2014	500,000.00	500,000.00
9-15	Various Sewer Improvements	5/18/2015	1,100,000.00	1,100,000.00
6-17	Various Sewer Improvements	5/1/2017	3,200,000.00	267,110.00
11-17	Various Sewer Improvements	7/17/2017	1,500,000.00	1,500,000.00
				<u>\$ 10,828,752.00</u>

**CITY OF PLEASANTVILLE**  
**SEWER UTILITY OPERATING FUND**  
Statement of 2019 Appropriation Reserves  
For the Year Ended December 31, 2020

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	Balance Dec. 31, 2019		Balance After		Balance
	<u>Encumbered</u>	<u>Reserved</u>	<u>Modifications</u>	<u>Paid or Charged</u>	<u>Lapsed</u>
Operating:					
Salaries and Wages		\$ 16,918.00	\$ 16,918.00		\$ 16,918.00
Other Expenses		15,231.00	15,231.00		15,231.00
Statutory Expenditures:					
Contribution to:					
Social Security System (O.A.S.I.)		39.00	39.00		39.00
	<hr/>				
	\$ -	\$ 32,188.00	\$ 32,188.00	\$ -	\$ 32,188.00

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**CITY OF PLEASANTVILLE**  
**SEWER UTILITY OPERATING FUND**  
Statement of Reserve for Encumbrances  
For the Year Ended December 31, 2020

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Balance Dec. 31, 2019	\$ -
Increased by:	
2020 Appropriations	<u>2,187.06</u>
Balance Dec. 31, 2020	<u><u>\$ 2,187.06</u></u>

## Exhibit SD-13

**CITY OF PLEASANTVILLE**  
**SEWER UTILITY OPERATING FUND**  
Statement of Accounts Payable  
For the Year Ended December 31, 2020

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Balance Dec. 31, 2019	\$ 240.00
Decreased by:	
Disbursements	<u>-</u>
Balance Dec. 31, 2020	<u><u>\$ 240.00</u></u>

**CITY OF PLEASANTVILLE**  
**SEWER UTILITY OPERATING FUND**  
Statement of Accrued Interest on Bonds and Notes and Analysis of Balance  
For the Year Ended December 31, 2020

Balance Dec. 31, 2019		\$ 41,549.00
Increased by:		
Charged to Budget Appropriation:		
Interest on Bonds	\$ 79,375.95	
Interest on Notes	<u>16,415.20</u>	
		<u>95,791.15</u>
		137,340.15
Decreased by:		
Interest Paid by Operating Fund		<u>97,110.73</u>
Balance Dec. 31, 2020		<u><u>\$ 40,229.42</u></u>

Analysis of Accrued Interest Dec. 31, 2020

	Principal Outstanding <u>Dec. 31, 2020</u>	Interest <u>Rate</u>	<u>From</u>	<u>To</u>	<u>Period</u>	<u>Amount</u>
Bond Anticipation Notes	\$ 1,481,013.00	0.74998%	8/11/2020	12/31/2020	142 Days	\$ 4,321.20
Serial Bonds:						
2011 Refunding Bonds	40,000.00	4.00%	10/1/2020	12/31/2020	91 Days	398.90
2011 General Improvements	1,540,000.00	3.50%	10/1/2020	12/31/2020	91 Days	13,438.08
NJEIT Series 2012A	290,000.00	5.00%	8/1/2020	12/31/2020	152 Days	6,038.36
2015 General Improvements	<u>1,100,000.00</u>	3.50%	8/1/2020	12/31/2020	152 Days	<u>16,032.88</u>
Total Serial Bonds	<u>2,970,000.00</u>					<u>35,908.22</u>
Total Bonds and Notes	<u><u>\$ 4,451,013.00</u></u>					<u><u>\$ 40,229.42</u></u>



**CITY OF PLEASANTVILLE**  
**SEWER UTILITY OPERATING FUND**  
Statement of Due from Sewer Utility Capital Fund  
For the Year Ended December 31, 2020

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Balance Dec. 31, 2019	\$ 125,544.00
Increased by:	
Interest Earned on Investments and Deposits	<u>3,550.06</u>
Balance Dec. 31, 2020	<u><u>\$ 129,094.06</u></u>

**CITY OF PLEASANTVILLE**  
**SEWER UTILITY CAPITAL FUND**  
Statement of Reserve for Amortization  
For the Year Ended December 31, 2020

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Balance Dec. 31, 2019		\$ 6,477,442.00
Increased by:		
Paid by Operating Fund:		
Serial Bonds	\$ 318,622.00	
Bond Anticipation Notes	<u>18,987.00</u>	
		<u>337,609.00</u>
Balance Dec. 31, 2020		<u><u>\$ 6,815,051.00</u></u>

## Exhibit SD-17

**CITY OF PLEASANTVILLE**  
**SEWER UTILITY CAPITAL FUND**  
Statement of Capital Improvement Fund  
For the Year Ended December 31, 2020

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Balance Dec. 31, 2019		\$ 146,538.00
Increased by:		
2020 Budget Appropriation		<u>-</u>
Balance Dec. 31, 2020		<u><u>\$ 146,538.00</u></u>

**CITY OF PLEASANTVILLE**  
**SEWER UTILITY CAPITAL FUND**  
Schedule of Deferred Reserve For Amortization  
As of December 31, 2020

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<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Date of Ordinance</u>	<u>Balance Dec. 31, 2020</u>
<u>General Improvements:</u>			
13-93	Various Sewer Improvements	2/28/2002	\$ 2,320,000.00
30-05	Various Sewer Improvements	9/26/2005	562,636.00
25-08	Various Sewer Improvements	7/10/2006	434,362.00
41-09	Costs of Refunding	7/10/2006	12,364.00
18-11	Various Sewer Improvements	7/10/2006	480,638.00
1-12	Various Sewer Improvements	7/10/2006	427,927.00
5-14	Various Sewer Improvements	7/10/2006	125,002.00
9-15	Various Sewer Improvements	5/14/2007	<u>274,998.00</u>
			<u><u>\$ 4,637,927.00</u></u>

**CITY OF PLEASANTVILLE**  
**SEWER UTILITY CAPITAL FUND**  
**Statement of Improvement Authorizations**  
**For the Year Ended December 31, 2020**

Ordinance Number		Ordinance Date	Amount	Balance Dec. 31, 2019		2020 Authorizations	Transfer from Reserve for Encumbrances	Paid or Charged	Balance Dec. 31, 2020	
				Funded	Unfunded	Deferred Charges to Future Revenue			Funded	Unfunded
General Improvements:										
1-12	Various Sewer Improvements	2/22/2012	\$ 1,750,000.00		\$ 396,121.00		\$ 6.00	\$ 186,601.74		\$ 209,525.26
5-14	Various Sewer Improvements	4/21/2014	500,000.00	\$ 421,600.00					\$ 421,600.00	
9-15	Various Sewer Improvements	5/18/2015	1,100,000.00	233,341.00			16,424.00	170,052.00	79,713.00	
6-17	Sewer Lines and Improvements	5/1/2017	3,200,000.00		50,050.00					50,050.00
11-17	Various Sewer Improvements	7/17/2017	1,500,000.00		1,237,204.00		119,733.00	119,733.86		1,237,203.14
				\$ 654,941.00	\$ 1,683,375.00	\$ -	\$ 136,163.00	\$ 476,387.60	\$ 501,313.00	\$ 1,496,778.40
Disbursed								\$ 473,102.10		
Encumbered								3,285.50		
								\$ 476,387.60		

**CITY OF PLEASANTVILLE**  
**SEWER UTILITY CAPITAL FUND**  
Statement of Reserve for Encumbrances  
For the Year Ended December 31, 2020

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Balance Dec. 31, 2019	\$ 136,163.00
Decreased by:	
Transfer 2019 Improvement Authorizations -- Encumbrances	<u>136,163.00</u>
Balance Dec. 31, 2020	<u><u>\$ 3,285.50</u></u>

## Exhibit SD-21

**CITY OF PLEASANTVILLE**  
**SEWER UTILITY CAPITAL FUND**  
Due from General Capital Fund  
For the Year Ended December 31, 2020

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Balance Dec. 31, 2019	\$ 422,115.00
Decreased by:	
Receipts	<u>-</u>
Balance Dec. 31, 2020	<u><u>\$ 422,115.00</u></u>

**CITY OF PLEASANTVILLE**  
**SEWER UTILITY 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 Notes</u>	<u>Date of Issue</u>	<u>Date of Maturity</u>	<u>Interest Rate</u>	<u>Balance Dec. 31, 2019</u>	<u>Increased</u>	<u>Decreased</u>	<u>Balance Dec. 31, 2020</u>
11-17	Various Sewer Improvements	8/17/2017	8/13/2019 8/11/2020	8/12/2020 8/10/2021	1.29% 0.74998%	\$ 1,500,000.00		\$ 1,500,000.00	
							\$ 1,481,013.00		\$ 1,481,013.00
						<u>\$ 1,500,000.00</u>	<u>\$ 1,481,013.00</u>	<u>\$ 1,500,000.00</u>	<u>\$ 1,481,013.00</u>
	Paid by Budget Appropriation							\$ 18,987.00	
	Renewals						<u>\$ 1,481,013.00</u>	<u>1,481,013.00</u>	
							<u>\$ 1,481,013.00</u>	<u>\$ 1,500,000.00</u>	

**CITY OF PLEASANTVILLE**  
**SEWER UTILITY CAPITAL FUND**  
**Statement of 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 Outstanding Dec. 31, 2020</u>		<u>Interest Rate</u>	<u>Balance Dec. 31, 2019</u>	<u>Paid by Budget Appropriation</u>	<u>Balance Dec. 31, 2020</u>
			<u>Date</u>	<u>Amount</u>				
Refunding Bonds	2/10/2011	\$ 455,000.00	10/1/2021	\$ 40,000.00	4.00%	\$ 80,000.00	\$ 40,000.00	\$ 40,000.00
General Sewer Improvements	11/1/2011	2,590,000.00	10/1/2021	140,000.00	2.625%			
			10/1/2022	140,000.00	3.00%			
			10/1/2023	140,000.00	3.50%			
			10/1/2024	140,000.00	3.50%			
			10/1/2025	140,000.00	3.50%			
			10/1/2026	140,000.00	3.50%			
			10/1/2027	140,000.00	3.50%			
			10/1/2028	140,000.00	3.50%			
			10/1/2029	140,000.00	3.50%			
			10/1/2030	140,000.00	3.50%			
			10/1/2031	140,000.00	3.50%	1,675,000.00	135,000.00	1,540,000.00
NJEIT Series 2012A	5/3/2012	425,000.00	8/1/2021	20,000.00	5.00%			
			8/1/2022	20,000.00	5.00%			
			8/1/2023	25,000.00	5.00%			
			8/1/2024	25,000.00	5.00%			
			8/1/2025	25,000.00	5.00%			
			8/1/2026	25,000.00	5.00%			
			8/1/2027	30,000.00	3.00%			
			8/1/2028	30,000.00	3.00%			
			8/1/2029	30,000.00	3.125%			
			8/1/2030	30,000.00	3.20%			
			8/1/2031	30,000.00	3.25%	310,000.00	20,000.00	290,000.00
NJEIT Series 2012ABC	5/3/2012	371,218.00	2/1/2021	7,874.00	0.00%			
			8/1/2021	15,748.00	0.00%			
			2/1/2022	7,874.00	0.00%			
			8/1/2022	15,748.00	0.00%			
			2/1/2023	7,874.00	0.00%			
			8/1/2023	15,748.00	0.00%			
			2/1/2024	7,874.00	0.00%			
			8/1/2024	15,748.00	0.00%			
			2/1/2025	7,874.00	0.00%			
			8/1/2025	15,748.00	0.00%			
			2/1/2026	7,874.00	0.00%			
			8/1/2026	15,748.00	0.00%			
			2/1/2027	7,874.00	0.00%			
			8/1/2027	15,748.00	0.00%			
			2/1/2028	1,140.00	0.00%	190,116.00	23,622.00	166,494.00
General Sewer Improvements	8/13/2015	1,600,000.00	8/1/2021	100,000.00	2.00%			
			8/1/2022	100,000.00	2.00%			
			8/1/2023	100,000.00	2.00%			
			8/1/2024	100,000.00	3.00%			
			8/1/2025	100,000.00	3.00%			
			8/1/2026	100,000.00	3.00%			
			8/1/2027	100,000.00	3.50%			
			8/1/2028	100,000.00	3.50%			
			8/1/2029	150,000.00	3.50%			
			8/1/2030	150,000.00	3.50%	1,200,000.00	100,000.00	1,100,000.00
						<u>\$ 3,455,116.00</u>	<u>\$ 318,622.00</u>	<u>\$ 3,136,494.00</u>

**CITY OF PLEASANTVILLE**  
**SEWER UTILITY CAPITAL FUND**  
Schedule of Bonds and Notes Authorized But Not Issued  
As of December 31, 2020

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<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Balance Dec. 31, 2020</u>
13-93	Various Sewer Improvements	\$ 380,000.00
1-12	Various Sewer Improvements	588,599.00
6-17	Sewer Lines and Improvements	<u>267,110.00</u>
		<u><u>\$ 1,235,709.00</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**

**INDEPENDENT AUDITOR'S REPORT**

The Honorable Mayor and  
Members of the City Council  
City of Pleasantville  
Pleasantville, New Jersey 08232

**Report on Compliance for Each Major Federal Program**

We have audited the City of Pleasantville's, in the County of Atlantic, State of New Jersey, compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on the City's major federal program for the year ended December 31, 2020. The City's major federal program is 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 statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

***Auditor's Responsibility***

Our responsibility is to express an opinion on compliance for the City's major federal program 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; and Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards, and the Uniform Guidance, 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 program occurred. An audit includes examining, on a test basis, evidence about the City'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 the major federal program. However, our audit does not provide a legal determination of the City of Pleasantville's, in the County of Atlantic, State of New Jersey, compliance.

***Opinion on Each Major Federal Program***

In our opinion, the City of Pleasantville, in the County of Atlantic, 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 its major federal program for the year ended December 31, 2020.

## Report on Internal Control over Compliance

Management of the City of Pleasantville, in the County of Atlantic, 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 City's internal control over compliance with the types of requirements that could have a direct and material effect on the major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for the major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, 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 City of Pleasantville's 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 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 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 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. Accordingly, this report is not suitable for any other purpose.

Respectfully submitted,



BOWMAN & COMPANY LLP  
Certified Public Accountants  
& Consultants



Michael D. Cesaro  
Certified Public Accountant  
Registered Municipal Accountant

Voorhees, New Jersey  
October 21, 2021

**CITY OF PLEASANTVILLE**  
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	Pass-Through Entity Identifying Number	Program or Award Amount	Matching Contribution	Grant Period		Balance
					From	To	Dec 31, 2019
<u>U.S. Department of Commerce</u>							
Economic Development Cluster:							
Economic Development Administration	11.300	N/A	\$ 845,600.00	N/A	2/1/1998	1/31/2000	\$ 114,860.00
Total U.S. Department of Commerce/Economic Development Cluster							114,860.00
<u>U.S. Department of Housing and Urban Development</u>							
Public Housing Drug Elimination Program	14.854	N/A	47,994.00	N/A	01/01/99	12/31/99	18,040.00
CDBG - Entitlement Grants Cluster:							
Community Development Block Grants/Entitlement Grants	14.218	N/A	127,533.00	N/A	01/01/15	12/31/15	10,187.00
Total CDBG - Entitlement Grants Cluster							10,187.00
Total U.S. Department of Housing and Urban Development							28,227.00
<u>U.S. Department of Education</u>							
Child Nutrition Cluster:							
Summer Food Service Program for Children	10.559	N/A	126,659.75	N/A	1/1/2020	12/31/2020	
Summer Food Service Program for Children	10.559	N/A	214,575.00	N/A	1/1/2019	12/31/2019	83,876.00
Summer Food Service Program for Children	10.559	N/A	226,026.00	N/A	1/1/2018	12/31/2018	71,028.00
Summer Food Service Program for Children	10.559	N/A	238,394.00	N/A	1/1/2017	12/31/2017	114,041.00
Summer Food Service Program for Children	10.559	N/A	258,892.00	N/A	1/1/2016	12/31/2016	148,600.00
Summer Food Service Program for Children	10.559	N/A	190,305.00	N/A	1/1/2015	12/31/2015	98,717.00
Summer Food Service Program for Children	10.559	N/A	169,888.00	N/A	1/1/2013	12/31/2013	38,920.00
Summer Food Service Program for Children	10.559	N/A	169,457.00	N/A	1/1/2012	12/31/2012	70,402.00
Summer Food Service Program for Children	10.559	N/A	151,392.00	N/A	1/1/2011	12/31/2011	42,842.00
Summer Food Service Program for Children	10.559	N/A	107,007.00	N/A	1/1/2010	12/31/2010	22,519.00
Summer Food Service Program for Children	10.559	N/A	160,191.00	N/A	1/1/2009	12/31/2009	16,458.00
Summer Food Service Program for Children	10.559	N/A	138,322.00	N/A	1/1/2008	12/31/2008	35,571.00
Summer Food Service Program for Children	10.559	N/A	111,535.00	N/A	1/1/2007	12/31/2007	98,679.00
Total U.S. Department of Education/Child Nutrition Cluster							841,653.00
<u>U.S. Department of Treasury</u>							
COVID-19 - Coronavirus Relief Fund	21.019	N/A	514,918.00	N/A	03/01/20	12/30/20	
Total U.S. Department of Treasury							
<u>U.S. Department of Justice</u>							
Body Armor Fund	16.607	N/A	6,051.00	N/A	01/01/19	12/31/19	3,340.00
Body Armor Fund	16.607	N/A	17,330.00	N/A	01/01/17	12/31/17	15,409.00
Body Armor Fund	16.607	N/A	4,050.00	N/A	01/01/13	12/31/13	2,038.00
Body Armor Fund	16.607	N/A	9,813.00	N/A	01/01/12	12/31/12	4,828.00
							25,615.00
School Based Partnership COPS Grant	16.710	N/A	76,170.00	N/A	01/01/03	12/31/03	6,981.00
Local Law Enforcement Grant	16.710	N/A	93,269.00	N/A	01/01/03	12/31/03	41,888.00
							48,869.00
Justice Assistance Grant	16.738	N/A	28,746.00	N/A	01/01/20	12/31/20	
Justice Assistance Grant	16.738	N/A	15,382.00	N/A	01/01/15	12/31/15	383.00
Justice Assistance Grant	16.738	N/A	22,327.00	N/A	01/01/12	12/31/12	5.00
							388.00
Total U.S. Department of Justice							74,872.00
<u>U.S. Department of Transportation</u>							
Federal Railroad Administration - Rail Road Program	20.301	N/A	152,664.00	N/A	01/01/09	12/31/09	152,664.00
Total U.S. Department of Transportation							152,664.00
<u>U.S. Department of Homeland Security</u>							
Police Canine and Equipment Support Program	97.004	N/A	10,000.00	N/A	01/01/07	12/31/07	1,985.00
FEMA - Flood Mitigation Assistance	97.067	N/A	11,840.25	N/A	01/01/20	12/31/20	
Sandy Shared Services Grant	97.067	N/A	120,000.00	N/A	01/01/15	12/31/15	76,939.00
Post Sandy Planning Grant	97.067	N/A	280,000.00	N/A	01/01/15	12/31/15	4,395.00
Additional Post Sandy Planning Grant	97.067	N/A	110,000.00	N/A	01/01/15	12/31/15	24,879.00
Bayview Ave. Pump Station Generator	97.067	N/A	110,000.00	N/A	01/01/15	12/31/15	4,398.00
Hazard Mitigation - Generator	97.067	N/A	90,000.00	N/A	01/01/15	12/31/15	4,449.00
Homeland Security Grant Program	97.067	N/A	189,460.00	N/A	01/01/09	12/31/09	1,050.00
							116,110.00
Staffing for Adequate Fire & Emergency Response	97.083	N/A	350,000.00	N/A	01/01/16	12/31/16	3.00
Staffing for Adequate Fire & Emergency Response	97.083	N/A	1,467,000.00	N/A	01/01/20	12/31/20	
Assistance to Firefighters	97.083	N/A	129,437.00	N/A	01/01/18	12/31/18	5,577.00
							5,580.00
Total U.S. Department of Homeland Security							123,675.00
Total Federal Financial Assistance							\$ 1,335,951.00

(A) Adjustments represent portions of awards which have been canceled.

The accompanying Notes to Financial Statements and Notes to Schedule of Expenditures of Federal Awards are an integral part of this schedule.

Receipts or Revenues Realized	Adjustments (A)	Passed - Through to Subrecipients	Total Federal Disbursements / Expenditures	Encumbrances	Balance Dec 31, 2020	(Memo Only)	
						Cash Receipts	Accumulated Expenditures
					\$ 114,860.00	\$	730,740.00
					114,860.00		730,740.00
					18,040.00		29,954.00
				\$ 8,408.00	18,595.00		117,346.00
				8,408.00	18,595.00		117,346.00
				8,408.00	36,635.00		147,300.00
\$ 126,659.75			\$ (64,923.88)	(61,570.07)	165.80	\$ 71,023.01	64,923.88
					83,876.00		130,699.00
					71,028.00		154,998.00
					114,041.00		124,353.00
					148,600.00		110,292.00
					98,717.00		91,588.00
					38,920.00		130,968.00
					70,402.00		99,055.00
					42,842.00		108,550.00
					22,519.00		84,488.00
					16,458.00		143,733.00
					35,571.00		102,751.00
					98,679.00		12,856.00
126,659.75			(64,923.88)	(61,570.07)	841,818.80	71,023.01	1,359,254.88
514,918.00			(514,918.00)			514,918.00	514,918.00
514,918.00			(514,918.00)			514,918.00	514,918.00
					3,340.00		2,711.00
					15,409.00		1,921.00
					2,038.00		2,012.00
					4,828.00		4,985.00
					25,615.00		11,629.00
					6,981.00		69,189.00
					41,888.00		51,381.00
					48,869.00		120,570.00
28,746.00			(17,991.20)		10,754.80		17,991.20
					383.00		14,999.00
					5.00		22,322.00
28,746.00			(17,991.20)		11,142.80		55,312.20
28,746.00			(17,991.20)		85,626.80		187,511.20
					152,664.00		
					152,664.00		
					1,985.00		8,015.00
11,840.25				(11,840.25)	86,939.00		33,061.00
				10,000.00	4,395.00		275,605.00
					24,879.00		85,121.00
					4,398.00		105,602.00
				23.00	4,472.00		85,528.00
					1,050.00		188,410.00
11,840.25				(1,817.25)	126,133.00		773,327.00
1,467,000.00			(325,204.98)		3.00	325,205.00	349,997.00
					1,141,795.02		325,204.98
					5,577.00		123,860.00
1,467,000.00			(325,204.98)		1,147,375.02	325,205.00	799,061.98
1,478,840.25			(325,204.98)	(1,817.25)	1,275,493.02	325,205.00	1,580,403.98
\$ 2,149,164.00	\$ -	\$ -	\$ (923,038.06)	\$ (54,979.32)	\$ 2,507,097.62	\$ 911,146.01	\$ 4,520,128.06

**CITY OF PLEASANTVILLE**  
Notes to Schedule of Expenditures of Federal Awards  
For the Year Ended December 31, 2020

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**Note 1: BASIS OF PRESENTATION**

The accompanying schedule of expenditures of federal awards (the "schedule") includes federal award activity of the City of Pleasantville (hereafter referred to as the "City") under programs of the federal government for the year ended December 31, 2020. The City is defined in note 1 to the financial statements. The information in the schedule 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). All federal awards received directly from federal agencies, as well as federal awards passed through other government agencies, are included on the schedule. Because the schedule presents only a selected portion of the operations of the City, it is not intended to and does not present the financial position and changes in operations of the City.

**Note 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

Expenditures reported on the schedule 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*, wherein certain types of expenditures are not allowed or are limited as to reimbursement.

**Note 3: INDIRECT COST RATE**

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

**Note 4: RELATIONSHIP TO FEDERAL FINANCIAL REPORTS**

Amounts reported in the accompanying schedule agree with the amounts reported in the related federal financial reports.

**Note 5: ADJUSTMENTS**

Amounts reported in the column entitled "adjustments" represent the unexpended grants which have been cancelled.

**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**

**CITY OF PLEASANTVILLE**  
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?	<u>  X  </u> yes	<u>      </u> no
Significant deficiency(ies) identified?	<u>      </u> yes	<u>  X  </u> none reported
Noncompliance material to financial statements noted?	<u>      </u> yes	<u>  X  </u> no

**Federal Awards**

Internal control over major programs:		
Material weakness(es) identified?	<u>      </u> yes	<u>  X  </u> no
Significant deficiency(ies) identified?	<u>      </u> yes	<u>  X  </u> 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, <i>Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards</i> (Uniform Guidance)?		
	<u>      </u> yes	<u>  X  </u> no

Identification of major programs:

**CFDA Number(s)**

21.019

\_\_\_\_\_

\_\_\_\_\_

\_\_\_\_\_

**Name of Federal Program or Cluster**

Coronavirus Relief Fund

\_\_\_\_\_

\_\_\_\_\_

\_\_\_\_\_

Dollar threshold used to distinguish between type A and type B programs:	\$	750,000.00
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Auditee qualified as low-risk auditee?	<u>      </u> yes	<u>  X  </u> no
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**CITY OF PLEASANTVILLE**  
 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**

Not Applicable

Internal control over major programs:

Material weakness(es) identified?

\_\_\_\_\_ yes \_\_\_\_\_ no

Significant deficiency(ies) identified?

\_\_\_\_\_ yes \_\_\_\_\_ none reported

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

\_\_\_\_\_

Any audit findings disclosed that are required to be reported in  
 accordance with New Jersey Circular 15-08-OMB?

\_\_\_\_\_ yes \_\_\_\_\_ no

Identification of major programs:

**GMIS Number(s)**

**Name of State Program**

\_\_\_\_\_  
 \_\_\_\_\_  
 \_\_\_\_\_  
 \_\_\_\_\_

\_\_\_\_\_  
 \_\_\_\_\_  
 \_\_\_\_\_  
 \_\_\_\_\_

Dollar threshold used to distinguish between type A and type B programs:

\_\_\_\_\_

Auditee qualified as low-risk auditee?

\_\_\_\_\_ yes \_\_\_\_\_ no

**CITY OF PLEASANTVILLE**  
Schedule of Findings and Questioned Costs  
For the Year Ended December 31, 2020

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**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**

Pursuant to N.J.A.C. 5:30-5.7, a general ledger accounting system shall be maintained.

**Condition**

Significant adjusting entries were required to the City's general ledger balances to accurately reflect financial statement balances at year end.

**Context**

A general ledger accounting system provides a summary of all financial transactions as they have been recorded in the books of original entry, using a double entry, self-balancing accounting system with the general ledger facilitating the preparation of financial statements. The general ledger, together with the books of original entry and supporting subsidiary ledgers constitutes the complete accounting system.

**Effect or Potential Effect**

Non-compliance with N.J.A.C. 5:30-5.7.

**Cause**

Insufficient internal controls over the recording of financial transactions and adjustments in the City's general ledger accounting system.

**Recommendation**

That a complete and balanced general ledger accounting system be maintained and reconciled in accordance with N.J.A.C. 5:30-5.7.

**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.

**CITY OF PLEASANTVILLE**  
Schedule of Findings and Questioned Costs  
For the Year Ended December 31, 2020

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***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.

**CITY OF PLEASANTVILLE**  
Schedule of Findings and Questioned Costs  
For the Year Ended December 31, 2020

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***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.

Not applicable.

**CITY OF PLEASANTVILLE**  
Summary Schedule of Prior Year Audit Findings  
and Questioned Costs as Prepared by Management

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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**

Significant adjusting entries were not posted to the general ledger which resulted in incomplete financial information provided to City officials throughout the year.

**Current Status**

Condition remained unresolved, see current year finding 2020-001.

**Planned Corrective Action**

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

**FEDERAL AWARDS**

Not applicable.

**STATE FINANCIAL ASSISTANCE PROGRAMS**

None.

**CITY OF PLEASANTVILLE**  
 Officials in Office and Surety Bonds

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

<u>Name</u>	<u>Title</u>	<u>Amount of Surety Bond</u>
Jesse L. Tweedle, Sr.	Mayor	(A)
Judy Ward	President of Council	(A)
William Christmas	Member of Council	(A)
Ricky Cistrunk	Member of Council	(A)
Lawrence Davenport	Member of Council	(A)
August Harmon	Member of Council	(A)
Lockland Scott	Member of Council	(A)
Stanley Swan, Jr.	Member of Council	(A)
Linda D. Peyton	City Administrator	(A)
Davinna P. King-Ali	Municipal Clerk	(A)
Barry Ludy	Chief Financial Officer	(A)
Flor Roman	Tax Collector	(A)
Richard Fauntleroy	Judge of the Municipal Court	(A)
Cynthia Doughty	Municipal Court Administrator	(A)
Alfred Scerni, Jr., Esq.	Solicitor	

(A) Covered by \$1,000,000, either with a \$1,000 deductible or for the amount the employee or official is required by law to be individually bonded, by a Public Employees Dishonesty Bond from the Atlantic County Municipal Joint Insurance Fund and Municipal Excess Joint Insurance Fund.

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**APPRECIATION**

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

Respectfully submitted,

BOWMAN & COMPANY LLP  
Certified Public Accountants  
& Consultants

A handwritten signature in black ink, reading "Michael D. Cesaro". The signature is fluid and cursive, with a long horizontal stroke at the end.

Michael D. Cesaro  
Certified Public Accountant  
Registered Municipal Accountant

