

Report of Audit

on the

Financial Statements

of the

Borough of South Plainfield

in the

County of Middlesex
New Jersey

for the

Year Ended
December 31, 2021

BOROUGH OF SOUTH PLAINFIELD

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BOROUGH OF SOUTH PLAINFIELD

PART I

INDEPENDENT AUDITOR'S REPORT ON
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YEAR ENDED DECEMBER 31, 2021 AND 2020



SUPLEE, CLOONEY & COMPANY

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INDEPENDENT AUDITOR'S REPORT

The Honorable Mayor and Members
of the Borough Council
Borough of South Plainfield
County of Middlesex
South Plainfield, New Jersey 07080

Report on the Audit of the Financial Statements

Adverse and Unmodified Opinions

We have audited the accompanying balance sheets - regulatory basis of the various individual funds and account group of the Borough of South Plainfield (the "Borough"), as of and for the year ended December 31, 2021 and 2020, the related statements of operations and changes in fund balance - regulatory basis for the years then ended, and the related statement of revenues - regulatory basis and statement of expenditures - regulatory basis of the various individual funds for the year ended December 31, 2021, and the related notes to the financial statements, which collectively comprise the Borough's regulatory financial statements as listed in the table of contents.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the "Matter Giving Rise to Adverse Opinion" 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 various individual funds and account group of the Borough as of December 31, 2021 and 2020, or the results of its operations and changes in fund balance for the years then ended or the revenues or expenditures for the year ended December 31, 2021.

Unmodified Opinion on Regulatory Basis of Accounting

In our opinion, the regulatory financial statements referred to above present fairly, in all material respects, the regulatory basis balances sheets of the various individual funds and account group as of December 31, 2021 and 2020, the regulatory basis statement of operations and changes in fund balance for the years then ended and the regulatory basis statement of revenues and expenditures and changes in fund balance for the year ended December 31, 2021 in accordance with the basis of financial reporting prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey (the "Division") as described in Note 1.

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Basis for Adverse and Unmodified Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America, the audit requirements prescribed by the Division, the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance) and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Our responsibilities under those standards and provisions are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Borough and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our adverse and unmodified audit opinions.

Matter Giving Rise to Adverse Opinion

As described in Note 1 of the regulatory financial statements, the regulatory financial statements are prepared by the Borough on the basis of the financial reporting provisions prescribed by the Division, which is a basis of accounting other than accounting principles generally accepted in the United States of America, to meet the requirements 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.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the regulatory financial statements in accordance with, the regulatory basis of accounting prescribed by the Division, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of regulatory financial statements that are free from material misstatement, whether due to fraud or error. In preparing the regulatory financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Borough's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the regulatory financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, *Government Auditing Standards* and audit requirements prescribed by the Division will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

SUPLEE, CLOONEY & COMPANY

In performing an audit in accordance with GAAS, *Government Auditing Standards* and audit requirements prescribed by the Division, we:

- exercise professional judgment and maintain professional skepticism throughout the audit.
- identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- obtain an understanding of internal control relevant to the audit 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 Borough's internal control. Accordingly, no such opinion is expressed.
- evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Borough's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control–related matters that we identified during the audit.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Borough's regulatory financial statements. The supplementary information, schedule of expenditures of Federal Awards and data listed in the table of contents as required by the Division and the Uniform Guidance are presented for purposes of additional analysis and are not a required part of the basic financial statements.

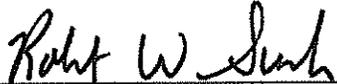
Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements 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 information, Schedule of Expenditures of Federal Awards and data listed in the table of contents, as required by the Division and the Uniform Guidance are fairly stated, in all material respects, in relation to the regulatory financial statements as a whole.

SUPLEE, CLOONEY & COMPANY

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated July 26, 2022, on our consideration of the Borough's 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 Borough'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 Borough's internal control over financial reporting and compliance.


CERTIFIED PUBLIC ACCOUNTANTS


REGISTERED MUNICIPAL ACCOUNTANT NO. 439

July 26, 2022

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CURRENT FUND

BOROUGH OF SOUTH PLAINFIELD

CURRENT FUND

BALANCE SHEETS - REGULATORY BASIS

	<u>REF.</u>	<u>BALANCE DECEMBER 31, 2021</u>	<u>BALANCE DECEMBER 31, 2020</u>
<u>ASSETS</u>			
Cash	A-4	\$ 4,595,788.65	\$ 4,692,588.96
Change Fund	A-6	1,000.00	1,000.00
Due State of New Jersey - Senior Citizens and Veterans	A-7	5,143.32	
		<u>\$ 4,601,931.97</u>	<u>\$ 4,693,588.96</u>
Receivables and other Assets with Full Reserves:			
Delinquent Property Taxes Receivable	A-8	\$ 1,046,744.15	\$ 978,628.97
Tax Title Liens Receivable	A-9	147,892.39	140,600.44
Revenue Accounts Receivable	A-13	22,284.13	12,707.73
Interfunds Receivable	A-12	12,621.40	60,040.54
Property Acquired for Taxes	A-10	4,714,000.00	4,714,000.00
Sales Contracts Receivable	A-22	319,500.00	319,500.00
	A	<u>\$ 6,263,042.07</u>	<u>\$ 6,225,477.68</u>
Deferred Charges	A-19	\$ 621,000.00	\$
		<u>\$ 11,485,974.04</u>	<u>\$ 10,919,066.64</u>
Grant Fund:			
Cash	A-4	\$ 791,837.49	\$ 257,625.62
Interfunds Receivable	A-27		796.73
Grants Receivable	A-26	51,484.14	63,237.92
		<u>\$ 843,321.63</u>	<u>\$ 321,660.27</u>
		<u>\$ 12,329,295.67</u>	<u>\$ 11,240,726.91</u>

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

BOROUGH OF SOUTH PLAINFIELD

CURRENT FUND

BALANCE SHEETS - REGULATORY BASIS

	<u>REF.</u>	<u>BALANCE</u> <u>DECEMBER</u> <u>31, 2021</u>	<u>BALANCE</u> <u>DECEMBER</u> <u>31, 2020</u>
<u>LIABILITIES, RESERVES AND FUND BALANCE</u>			
Appropriation Reserves	A-3:A-14	\$ 788,868.36	\$ 1,311,604.75
Prepaid Taxes	A-18	646,434.68	850,288.77
Accounts Payable	A-11	309,963.93	346,369.32
Tax Overpayments	A-17	6,393.30	1.39
Due State of New Jersey - Senior Citizens and Veterans	A-7		2,970.53
Interfunds Payable	A-12	21,230.62	796.73
Reserve For:			
Revision of Planning/Zoning Code	A-15	4,159.24	4,159.24
Emergency Appropriations	A-29	378,682.93	
Sale of Municipal Assets	A-28	300,000.00	
Accumulated Absences	A-20		16,500.00
		<u>\$ 2,455,733.06</u>	<u>\$ 2,532,690.73</u>
Reserve for Receivables and other Assets	A	6,263,042.07	6,225,477.68
Fund Balance	A-1	<u>2,767,198.91</u>	<u>2,160,898.23</u>
		<u>\$ 11,485,974.04</u>	<u>\$ 10,919,066.64</u>
Grant Fund:			
Reserve for Grants - Unappropriated	A-24	\$ 682,518.85	\$ 82,539.02
Reserve for Grants - Appropriated	A-23	151,979.08	239,121.25
Reserve for Accounts Payable	A-16	8,823.70	
		<u>\$ 843,321.63</u>	<u>\$ 321,660.27</u>
		<u>\$ 12,329,295.67</u>	<u>\$ 11,240,726.91</u>

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

BOROUGH OF SOUTH PLAINFIELDCURRENT FUNDSTATEMENTS OF OPERATIONS AND
CHANGE IN FUND BALANCE - REGULATORY BASIS

	REF.	YEAR ENDED DECEMBER 31, 2021	YEAR ENDED DECEMBER 31, 2020
<u>REVENUE AND OTHER INCOME REALIZED</u>			
Fund Balance Utilized	A-1:A-2	\$ 1,970,000.00	\$ 1,795,000.00
Miscellaneous Revenue Anticipated	A-2	8,104,321.80	6,789,699.62
Receipts From Delinquent Taxes	A-2	978,030.74	1,071,329.72
Receipts From Current Taxes	A-2	92,561,509.38	90,823,038.35
Non-Budget Revenue	A-2	206,024.30	170,937.15
Other Credits to Income:			
Unexpended Balance of Appropriation Reserves	A-14	618,410.19	695,287.17
Interfunds Returned		47,419.14	
Other Cancellations and Additions to Income	A-11	5,155.82	1,951.45
<u>TOTAL REVENUE AND OTHER INCOME</u>		<u>\$ 104,490,871.37</u>	<u>\$ 101,347,243.46</u>
<u>EXPENDITURES</u>			
Budget and Emergency Appropriations:			
Operations within "CAPS"	A-3	\$ 23,253,842.08	\$ 21,650,781.00
Deferred Charges and Regulatory Expenditures	A-3	3,080,445.63	2,893,389.00
Other Operations Excluded from "CAPS"	A-3	3,024,128.97	2,940,035.49
Municipal Debt Service	A-3	1,847,047.46	1,858,587.18
Capital Improvements	A-3	165,000.00	90,000.00
Deferred Charges	A-3	98,984.64	4,800.00
County Tax	A-25	17,422,426.83	16,997,086.63
County Share of Added Taxes	A-25	60,220.08	77,567.77
Local District School Tax	A-21	53,583,475.00	52,706,146.00
Interfunds Advanced			48,388.68
<u>TOTAL EXPENDITURES</u>		<u>\$ 102,535,570.69</u>	<u>\$ 99,266,781.75</u>
Excess in Revenue		<u>\$ 1,955,300.68</u>	<u>\$ 2,080,461.71</u>
Adjustments to Income before Fund Balance:			
Expenditures Included above which are by Statute			
Deferred Charges to Budget of Succeeding Year		<u>\$ 621,000.00</u>	\$
Regulatory Excess to Fund Balance		<u>\$ 2,576,300.68</u>	<u>\$ 2,080,461.71</u>
Fund Balance, January 1	A	<u>\$ 2,160,898.23</u>	<u>\$ 1,875,436.52</u>
		<u>\$ 4,737,198.91</u>	<u>\$ 3,955,898.23</u>
Decreased by:			
Utilization as Anticipated Revenue	A-1:A-2	<u>1,970,000.00</u>	<u>1,795,000.00</u>
Fund Balance, December 31	A	<u>\$ 2,767,198.91</u>	<u>\$ 2,160,898.23</u>

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

BOROUGH OF SOUTH PLAINFIELD

CURRENT FUND

STATEMENT OF REVENUES - REGULATORY BASIS

YEAR ENDED DECEMBER 31, 2021

	<u>REF.</u>	<u>ANTICIPATED BUDGET</u>	<u>REALIZED</u>	<u>EXCESS OR (DEFICIT)</u>
Fund Balance Anticipated	A-1	\$ <u>1,970,000.00</u>	\$ <u>1,970,000.00</u>	
Miscellaneous Revenues:				
Licenses:				
Alcoholic Beverages	A-13	\$ 45,000.00	\$ 45,515.00	\$ 515.00
Other	A-2	85,000.00	91,154.00	6,154.00
Fees and Permits:				
Construction Code Official	A-13	810,000.00	1,100,416.00	290,416.00
Other	A-2	150,000.00	231,053.24	81,053.24
Municipal Court:				
Fines and Costs	A-13	226,000.00	220,270.95	(5,729.05)
Interest and Costs on Taxes	A-13	255,000.00	249,734.95	(5,265.05)
Interest on Investments and Deposits	A-13	30,000.00	12,287.70	(17,712.30)
Energy Receipts Tax	A-13	2,715,491.00	2,715,291.00	(200.00)
SP Urban Renewal Pilot	A-13	45,000.00	46,209.99	1,209.99
Office on Aging Building Rental	A-13	5,000.00	6,000.00	1,000.00
Reserve for Parade Contributions	A-13	5,000.00	5,000.00	
General Capital Fund Surplus	A-13	17,296.00	17,296.00	
Police Off-Duty Admin Fee	A-13	212,560.00	131,338.95	(81,221.05)
State Hotel Tax	A-13	281,782.90	276,995.17	(4,787.73)
Uniform Fire Safety Act	A-13	376,000.00	391,858.64	15,858.64
Utility Operating Surplus	A-13	650,000.00	650,000.00	
Host Benefits-Recycling Tonnage	A-13	83,984.47	64,900.16	(19,084.31)
Cable TV Fees	A-13	286,000.00	288,487.13	2,487.13
Ball Forfeitures	A-13	6,000.00	3,645.00	(2,355.00)
Reserve for Debt Service	A-13	52,321.68	52,321.68	
Rental Utility Vehicles	A-13	34,000.00	34,000.00	
Cares Act	A-13	126,501.00	128,606.49	2,105.49
Land Sales	A-13	222,000.00	465,880.00	243,880.00
American Rescue Plan Act-LFRF	A-13	653,400.78	653,400.78	
Senior Title 111 B Grant	A-26	7,770.00	7,770.00	
Senior Information Assistance	A-26	7,830.00	7,830.00	
Municipal Alliance	A-26	12,237.80	12,237.80	
Body Armor Grant	A-26	4,060.20	4,060.20	
Alcohol Education Rehabilitation	A-26	2,083.85	2,083.85	
Recycling Tonnage Grant	A-26	76,609.49	76,609.49	
Clean Communities	A-26	96,887.28	96,887.28	
Drunk Driving Enforcement	A-26	7,680.35	7,680.35	
Police Grant	A-26	7,500.00	7,500.00	
<u>Total Miscellaneous Revenues</u>	A-1	\$ <u>7,595,996.80</u>	\$ <u>8,104,321.80</u>	\$ <u>508,325.00</u>
Receipts From Delinquent Taxes	A-1:A-8	\$ <u>885,000.00</u>	\$ <u>978,030.74</u>	\$ <u>93,030.74</u>
Amount to be Raised by Taxes for Support of Municipal Budget:				
Local Tax for Municipal Purposes	A-2:A-8	\$ 20,781,820.29	\$ 21,762,463.48	\$ 980,643.19
Local Tax for Municipal Library	A-2:A-8	<u>1,452,923.99</u>	<u>1,452,923.99</u>	
<u>BUDGET TOTALS</u>		\$ <u>32,685,741.08</u>	\$ <u>34,267,740.01</u>	\$ <u>1,581,998.93</u>
Non-Budget Revenues	A-2		\$ <u>206,024.30</u>	\$ <u>206,024.30</u>
		\$ <u>32,685,741.08</u>	\$ <u>34,473,764.31</u>	\$ <u>1,788,023.23</u>

REF. A-3

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

BOROUGH OF SOUTH PLAINFIELD
CURRENT FUND
STATEMENT OF REVENUES - REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2021

REF.

ANALYSIS OF REALIZED REVENUE

Allocation of Current Tax Collections:		
Revenue From Collections	A-1:A:8	\$ 92,561,509.38
Allocated To:		
County Taxes	A-8	\$ 17,482,646.91
Local District School Taxes	A-8	53,583,475.00
Minimum Library Tax	A-8	<u>1,452,923.99</u>
Balance for Support of Municipal Budget Appropriations		\$ 20,042,463.48
Add: Appropriation "Reserve for Uncollected Taxes"	A-3	<u>1,720,000.00</u>
Amount for Support of Municipal Budget Appropriations	A-2	<u><u>\$ 21,762,463.48</u></u>
Licenses - Other:		
Registrar and Board of Health	A-13	\$ 82,704.00
Clerk	A-13	<u>8,450.00</u>
	A-2	<u><u>\$ 91,154.00</u></u>
Other - Fees and Permits:		
Clerk/Other	A-13	\$ 49,438.00
Board of Adjustment/Planning/Zoning	A-13	115,269.51
Board of Health/Registrar	A-13	582.40
Police Records/Burglar Alarm Permits	A-13	<u>65,763.33</u>
	A-2	<u><u>\$ 231,053.24</u></u>

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

BOROUGH OF SOUTH PLAINFIELD
CURRENT FUND
STATEMENT OF REVENUES - REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2021

REF.

ANALYSIS OF NON-BUDGET REVENUE

Miscellaneous Revenue Not Anticipated:		
Tax Collector	\$	106,020.22
Miscellaneous		61,541.55
Swim Pool Operating-Appropriation Reserves Lapsed		11,029.01
Inspection Fines		8,200.00
Auction and Scrap		7,131.99
Court		6,985.00
Senior Citizens and Veterans Administrative Fee		2,901.53
Assessor Fees		1,200.00
Clerk		790.00
Zoning Admin		225.00
<u>Total Non-Budget Revenue</u>	A-1:A-2:A-4	<u>\$ 206,024.30</u>

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

BOROUGH OF SOUTH PLAINFIELD

CURRENT FUND

STATEMENT OF EXPENDITURES - REGULATORY BASIS

YEAR ENDED DECEMBER 31, 2021

	APPROPRIATIONS		EXPENDED		UNEXPENDED BALANCE CANCELED
	BUDGET	BUDGET AFTER MODIFICATION	PAID OR CHARGED	RESERVED	
GENERAL GOVERNMENT:					
Administrative and Purchasing:					
Salaries and Wages	\$ 198,669.00	\$ 209,669.00	\$ 205,607.57	\$ 4,061.43	\$
Other Expenses	4,025.00	4,025.00	762.42	3,262.58	
Mayor & Council					
Salaries and Wages	55,746.00	60,746.00	55,745.66	5,000.34	
Other Expenses	5,000.00	5,000.00	960.00	4,040.00	
Borough Clerk:					
Salaries and Wages	198,272.00	177,772.00	175,567.37	2,204.63	
Other Expenses	22,900.00	26,400.00	24,116.67	2,283.33	
Financial Administration:					
Salaries and Wages	98,529.00	110,529.00	110,236.67	292.33	
Other Expenses	63,000.00	55,000.00	45,994.41	9,005.59	
Annual Audit	60,000.00	60,000.00		60,000.00	
Computer:					
Salaries and Wages	64,336.00	63,336.00	62,474.59	861.41	
Other Expenses	176,300.00	173,300.00	157,656.77	15,643.23	
Data Processing:					
Other Expenses	3,500.00	1,000.00	1,000.00		
Collection of Taxes:					
Salaries and Wages	71,716.00	71,716.00	69,992.11	1,723.89	
Other Expenses	14,000.00	16,000.00	14,698.40	1,401.60	
Assessment of Taxes:					
Salaries and Wages	131,212.00	131,212.00	129,407.74	1,804.26	
Other Expenses	35,000.00	32,000.00	31,743.72	256.28	
Legal Services and Costs:					
Salaries and Wages					
Other Expenses	177,500.00	154,500.00	147,336.86	7,163.14	
Engineering Services:					
Salaries and Wages	70,175.00	71,175.00	68,218.50	2,956.50	
Other Expenses	61,000.00	58,000.00	48,588.90	9,411.10	
Economic Development:					
Other Expenses	1,000.00	1,000.00		1,000.00	
Planning Board:					
Other Expenses	9,000.00	12,000.00	9,109.96	2,890.04	
Zoning Board of Adjustment:					
Salaries and Wages	101,875.00	80,875.00	77,774.52	3,100.48	
Other Expenses	18,000.00	18,000.00	16,261.73	1,738.27	
Environmental Commission:					
Salaries and Wages	82,026.00	85,526.00	84,192.07	1,333.93	
Other Expenses	2,225.00	2,225.00	990.66	1,234.14	
Green Brook Flood Committee:					
Other Expenses	1,700.00	1,700.00	1,654.81	45.19	
Municipal Court:					
Salaries and Wages	289,834.00	298,334.00	295,587.81	746.19	
Other Expenses	150,000.00	150,000.00	149,270.92	729.08	
Municipal Support:					
Other Expenses	50,000.00	52,500.00	51,849.68	650.32	
Insurance:					
Other	616,500.00	524,000.00	500,293.71	23,706.29	
Health Benefits	4,569,712.08	4,894,212.08	4,740,737.21	153,474.87	
Health Benefit Waiver	48,000.00	36,000.00	34,476.22	1,523.78	
Human Relations Committee:					
Other Expenses	5,000.00	5,000.00	1,851.27	3,148.73	
PUBLIC SAFETY:					
Police:					
Salaries and Wages	7,851,653.00	7,891,853.00	7,848,306.05	43,546.95	
Other Expenses	295,000.00	250,000.00	220,816.67	29,183.33	
Traffic Safety:					
Salaries and Wages	2,000.00	2,000.00	1,400.00	600.00	
Other Expenses	300.00	300.00		300.00	

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

BOROUGH OF SOUTH PLAINFIELD

CURRENT FUND

STATEMENT OF EXPENDITURES - REGULATORY BASIS

YEAR ENDED DECEMBER 31, 2021

	<u>APPROPRIATIONS</u>		<u>EXPENDED</u>		<u>UNEXPENDED BALANCE CANCELED</u>
	<u>BUDGET</u>	<u>BUDGET AFTER MODIFICATION</u>	<u>PAID OR CHARGED</u>	<u>RESERVED</u>	
<u>PUBLIC SAFETY (CONTINUED):</u>					
School Crossing Guards:					
Other Expenses	\$ 280,000.00	\$ 315,000.00	\$ 314,823.16	\$ 376.84	\$
Emergency Management Services:					
Salaries and Wages	17,838.00	16,638.00	16,372.98	265.04	
Other Expenses	18,000.00	16,000.00	13,230.65	2,769.35	
First Aid Org. and Maint. Contract:					
Salaries and Wages	30,000.00	30,500.00	30,094.31	405.69	
Other Expenses	40,000.00	37,500.00	3,535.42	33,964.58	
Fire Department:					
Salaries and Wages	55,000.00	57,000.00	56,900.00	100.00	
Other Expenses	195,000.00	195,000.00	194,991.33	8.67	
Fire Official:					
Salaries and Wages	485,651.00	490,151.00	488,829.53	1,321.47	
Other Expenses	205,828.00	205,826.00	193,532.36	12,293.64	
Fire Service Charge	580,000.00	584,000.00	583,479.42	520.58	
Juvenile Conference:					
Salaries and Wages	1,500.00	500.00		500.00	
<u>STREETS AND ROADS:</u>					
Public Works Director:					
Salaries and Wages	136,166.00	116,166.00	112,965.70	3,200.30	
Other Expenses	11,000.00	11,000.00	10,463.98	536.04	
Road Repairs and Maintenance:					
Salaries and Wages	505,398.00	480,398.00	463,773.70	16,624.30	
Other Expenses	111,000.00	127,500.00	120,214.38	7,285.62	
Snow Removal:					
Salaries and Wages	75,000.00	77,000.00	73,681.45	3,318.55	
Other Expenses	165,000.00	165,000.00	156,519.02	8,480.98	
Solid Waste:					
Salaries and Wages	1,000.00				
Other Expenses	1,500.00	251,500.00	250,056.70	1,443.30	
Recycling:					
Salaries and Wages	127,421.00	137,421.00	137,421.00		
Other Expenses	535,240.00	545,240.00	531,324.59	13,915.41	
Compactor:					
Salaries and Wages	2,500.00	500.00		500.00	
Other Expenses	2,500.00	500.00		500.00	
Public Building and Grounds:					
Salaries and Wages	377,212.00	405,712.00	399,400.00	6,312.00	
Other Expenses	141,000.00	167,000.00	150,466.26	16,533.74	
Vehicle Maintenance:					
Salaries and Wages	139,730.00	147,230.00	147,121.24	108.76	
Other Expenses	118,000.00	125,000.00	124,636.30	363.70	
<u>HEALTH AND WELFARE:</u>					
Board of Health:					
Salaries and Wages	24,592.00	26,592.00	26,380.31	211.69	
Other Expenses	145,000.00	125,000.00	123,332.74	1,667.26	
Youth Aid:					
Salaries and Wages	12,842.00	13,842.00	12,970.00	872.00	
Other Expenses	1,500.00	1,500.00		1,500.00	
Public Assistance:					
Salaries and Wages	21,000.00	20,000.00	18,758.12	1,241.88	
Other Expenses	1,000.00	1,000.00		1,000.00	
United Cerebral Palsy:					
Other Expenses	400.00	400.00	400.00		
Kiddie Keepwell:					
Other Expenses	500.00	500.00	500.00		
<u>RECREATION AND EDUCATION:</u>					
Board of Recreation Commissioners:					
Salaries and Wages	287,375.00	304,375.00	303,680.54	694.46	
Other Expenses	60,000.00	62,000.00	61,083.43	936.57	

BOROUGH OF SOUTH PLAINFIELD

CURRENT FUND

STATEMENT OF EXPENDITURES - REGULATORY BASIS

YEAR ENDED DECEMBER 31, 2021

	APPROPRIATIONS		EXPENDED		UNEXPENDED BALANCE CANCELED
	BUDGET	BUDGET AFTER MODIFICATION	PAID OR CHARGED	RESERVED	
RECREATION AND EDUCATION (CONTINUED):					
Office of Aging:					
Salaries and Wages	\$ 195,103.00	\$ 184,103.00	\$ 177,920.60	\$ 6,182.40	\$
Other Expenses	39,000.00	42,000.00	37,198.52	4,801.48	
Cultural Arts:					
Salaries and Wages	2,000.00	2,000.00	1,740.00	260.00	
Other Expenses	7,500.00	7,500.00	3,161.16	4,338.84	
Celebration of Public Events:					
Other Expenses	32,000.00	34,500.00	29,678.22	4,821.78	
UNIFORM CONSTRUCTION CODE:					
Construction Code Official:					
Salaries and Wages	462,843.00	508,843.00	505,403.39	3,439.61	
Other Expenses	200,000.00	200,000.00	191,259.80	8,740.20	
UNCLASSIFIED:					
Utilities:					
Electricity	196,000.00	196,000.00	195,530.64	469.36	
Salary and Wage Adjustment	1,000.00				
Street Lights	475,000.00	475,000.00	474,870.12	129.88	
Telephones	175,000.00	148,000.00	142,371.04	5,628.96	
Water	45,000.00	48,000.00	44,898.66	3,101.34	
Gas	3,000.00				
Fuel Oil	5,000.00	5,000.00	3,292.00	1,708.00	
Telecommunications	3,500.00	500.00		500.00	
Gasoline	130,000.00	144,000.00	136,372.28	7,627.72	
Landfill Costs	75,000.00	94,000.00	83,012.37	10,987.63	
Accumulated Leave Compensation	150,000.00	115,000.00	80,907.64	34,092.36	
TOTAL OPERATIONS WITHIN "CAPS"	\$ 22,724,342.08	\$ 23,249,842.08	\$ 22,612,916.87	\$ 636,925.21	\$
Contingent	\$ 4,000.00	\$ 4,000.00	\$ 2,588.82	\$ 1,411.18	\$
TOTAL OPERATIONS INCL. CONTINGENT WITHIN "CAPS"	\$ 22,728,342.08	\$ 23,253,842.08	\$ 22,615,505.69	\$ 638,336.39	\$
DEFERRED CHARGES AND STATUTORY EXPENDITURES - MUNICIPAL - WITHIN "CAPS":					
Statutory Expenditures:					
Anticipated Deficit In Pool Utility Budget	\$ 149,000.00	\$ 149,000.00	\$ 32,259.63	\$	\$ 116,740.37
Contribution to:					
Social Security System (O.A.S.I.)	360,000.00	387,500.00	383,643.34	3,856.66	
Defined Contribution Retirement System	7,500.00	7,500.00	5,000.00	2,500.00	
Police and Firemen's Retirement System of NJ	2,140,886.00	2,140,886.00	2,121,207.80	19,678.20	
Public Employees' Retirement System	545,300.00	512,300.00	490,212.86	22,087.04	
TOTAL DEFERRED CHARGES AND STATUTORY EXPENDITURES - MUNICIPAL - WITHIN "CAPS"	\$ 3,202,686.00	\$ 3,197,186.00	\$ 3,032,323.73	\$ 48,121.90	\$ 116,740.37
TOTAL GENERAL APPROPRIATIONS FOR MUNICIPAL PURPOSE WITHIN 'CAPS'	\$ 25,931,028.08	\$ 26,451,028.08	\$ 25,647,829.42	\$ 666,458.29	\$ 116,740.37
MANDATED EXPENDITURES PER N.J.S. 40A: 4-45.3g EXCLUDED FROM "CAPS":					
Public Library: Direct Maintenance	\$ 1,452,924.00	\$ 1,452,924.00	\$ 1,452,924.00	\$	\$
Police System 911: Salaries	742,546.00	837,546.00	831,104.00	6,442.00	
Police System 911: OE	375,000.00	375,000.00	371,886.87	3,113.13	
LOSAP: Deferred Contributions	5,000.00	5,000.00		5,000.00	
Tax Appeals	127,000.00	127,000.00	39,145.06	87,854.94	

BOROUGH OF SOUTH PLAINFIELD

CURRENT FUND

STATEMENT OF EXPENDITURES - REGULATORY BASIS

YEAR ENDED DECEMBER 31, 2021

	APPROPRIATIONS		EXPENDED		UNEXPENDED BALANCE CANCELED
	BUDGET	BUDGET AFTER MODIFICATION	PAID OR CHARGED	RESERVED	
<u>STATE AND FEDERAL PROGRAMS OFFSET BY REVENUES:</u>					
Senior Title 111 B Grant	\$ 7,770.00	\$ 7,770.00	\$ 7,770.00	\$	\$
Senior Information Assistance	7,830.00	7,830.00	7,830.00		
Municipal Alliance	12,237.80	12,237.80	12,237.80		
Municipal - Local Match	4,000.00	4,000.00	4,000.00		
Body Armor Grant	4,060.20	4,060.20	4,060.20		
Alcohol Education Rehabilitation	2,083.85	2,083.85	2,083.85		
Recycling Tonnage Grant	76,609.49	76,609.49	76,609.49		
Clean Communities	96,887.28	96,887.28	96,887.28		
Drunk Driving Enforcement	7,680.35	7,680.35	7,680.35		
Police Grant	7,500.00	7,500.00	7,500.00		
TOTAL OPERATIONS - EXCLUDED FROM "CAPS"	\$ 2,929,128.97	\$ 3,024,128.97	\$ 2,921,718.90	\$ 102,410.07	\$
<u>CAPITAL IMPROVEMENTS - EXCLUDED FROM "CAPS":</u>					
Capital Improvement Fund	\$ 162,000.00	\$ 165,000.00	\$ 165,000.00	\$	\$
TOTAL CAPITAL IMPROVEMENTS - EXCL. FROM "CAPS"	\$ 162,000.00	\$ 165,000.00	\$ 165,000.00	\$	\$
<u>MUNICIPAL DEBT SERVICES - EXCLUDED FROM "CAPS":</u>					
Payment of Bond Principal	\$ 989,500.00	\$ 989,500.00	\$ 989,500.00	\$	\$
Payment of Bond Anticipation Notes and Capital Notes	164,507.00	167,507.00	167,200.00		307.00
Interest on Bonds	493,841.52	493,841.52	493,841.52		
Interest on Notes	198,750.87	198,750.87	198,505.94		244.93
TOTAL DEBT SERVICE	\$ 1,844,599.39	\$ 1,847,599.39	\$ 1,847,047.46	\$	\$ 551.93
<u>DEFERRED CHARGES-MUNICIPAL- EXCLUDED FROM "CAPS":</u>					
Deferred Charges Unfunded	\$ 98,984.64	\$ 98,984.64	\$ 98,984.64	\$	\$
TOTAL DEFERRED CHARGES-MUNICIPAL- EXCLUDED FROM "CAPS"	\$ 98,984.64	\$ 98,984.64	\$ 98,984.64	\$	\$
SUBTOTAL GENERAL APPROPRIATIONS	\$ 30,965,741.08	\$ 31,566,741.08	\$ 30,680,580.42	\$ 788,868.36	\$ 117,292.30
RESERVE FOR UNCOLLECTED TAXES	1,720,000.00	1,720,000.00	1,720,000.00		
TOTAL GENERAL APPROPRIATIONS	\$ 32,685,741.08	\$ 33,306,741.08	\$ 32,400,580.42	\$ 788,868.36	\$ 117,292.30
	<u>REF.</u>	<u>A-2:A-3</u>	<u>A-3</u>	<u>A-1:A-3</u>	<u>A:A-1</u>
Budget	A-3		\$ 32,685,741.08		
Emergency Appropriation	A-29		621,000.00		
			<u>\$ 33,306,741.08</u>		
Reserve for Accounts Payable	A-11		\$ 292,899.36		
Reserve for Grants Appropriated	A-23		222,858.97		
Deferred Charges	A-19		621,000.00		
Reserve for Uncollected Taxes	A-2		1,720,000.00		
Refunds	A-4		(1,969,406.85)		
Disbursement	A-4		31,513,428.95		
	A-3		<u>\$ 32,400,580.42</u>		

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TRUST FUND

BOROUGH OF SOUTH PLAINFIELDTRUST FUNDBALANCE SHEETS - REGULATORY BASIS

<u>ASSETS</u>	<u>REF.</u>	<u>BALANCE DECEMBER 31, 2021</u>	<u>BALANCE DECEMBER 31, 2020</u>
Animal Control Fund:			
Due Trust Other Fund	B-6	\$ 293.89	\$ 483.99
	B	<u>293.89</u>	<u>483.99</u>
Other Funds:			
Cash	B-2	\$ 5,693,048.42	\$ 5,136,226.41
	B	<u>5,693,048.42</u>	<u>5,136,226.41</u>
		<u>\$ 5,693,342.31</u>	<u>\$ 5,136,710.40</u>
<u>LIABILITIES, RESERVES AND FUND BALANCE</u>			
Animal Control Fund:			
Due State of New Jersey	B-13	\$ 225.60	\$
Reserve for Animal Control Expenditures	B-12	68.29	483.99
	B	<u>293.89</u>	<u>483.99</u>
Other Funds:			
Due Animal Control Trust Fund	B-9	\$ 293.89	\$ 483.99
Due Current Fund	B-11	12,545.38	5,735.96
Reserve For:			
State Unemployment Insurance	B-14	173,268.91	175,968.34
Federal Forfeiture	B-15	349.85	349.61
Various Deposits	B-1	1,019,969.44	1,195,895.81
Law Enforcement	B-16	41,081.90	35,717.67
Recreation	B-4	99,178.93	17,136.48
Health Benefits	B-8	4,156.19	42,920.93
Escrow Deposits	B-7	1,934,568.51	1,714,482.44
Affordable Housing	B-10	1,268,154.81	994,859.94
Payroll	B-3	155,502.61	153,946.48
Tax Redemptions	B-5	983,978.00	798,728.76
	B	<u>5,693,048.42</u>	<u>5,136,226.41</u>
		<u>\$ 5,693,342.31</u>	<u>\$ 5,136,710.40</u>

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

GENERAL CAPITAL FUND

"C"

BOROUGH OF SOUTH PLAINFIELD
GENERAL CAPITAL FUND
BALANCE SHEETS - REGULATORY BASIS

	<u>REF.</u>	BALANCE DECEMBER 31, <u>2021</u>	BALANCE DECEMBER 31, <u>2020</u>
<u>ASSETS</u>			
Cash	C-2:C-3	\$ 2,234,243.26	\$ 1,247,605.48
Accounts Receivable	C-4	1,789,868.01	1,546,493.29
Deferred Charges to Future Taxation:			
Funded	C-7	17,031,625.00	12,762,820.00
Unfunded	C-8	<u>11,337,553.40</u>	<u>14,438,238.04</u>
		<u>\$ 32,393,289.67</u>	<u>\$ 29,995,156.81</u>
<u>LIABILITIES, RESERVES AND FUND BALANCE</u>			
Serial Bonds Payable	C-10	\$ 17,031,625.00	\$ 12,762,820.00
Bond Anticipation Notes Payable	C-13	9,281,875.00	12,172,075.00
Due to South Plainfield Senior Citizens			
Housing Project	C-6	148,124.34	148,124.34
Capital Improvement Fund	C-11	4,720.18	7,220.18
Improvement Authorizations:			
Funded	C-9	1,167,322.86	1,405,979.89
Unfunded	C-9	1,098,951.72	2,655,364.89
Interfunds Payable	C-5	76.02	1,258.95
Reserve for:			
Various Reserves	C-14	355,136.05	333,957.73
Contracts Payable	C-12	3,180,147.61	461,059.32
Fund Balance	C-1	<u>125,310.89</u>	<u>47,296.51</u>
		<u>\$ 32,393,289.67</u>	<u>\$ 29,995,156.81</u>

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

"C-1"

BOROUGH OF SOUTH PLAINFIELD

GENERAL CAPITAL FUND

STATEMENT OF CAPITAL FUND BALANCE - REGULATORY BASIS

	<u>REF.</u>	<u>YEAR ENDED</u> <u>DECEMBER 31,</u> <u>2021</u>	<u>YEAR ENDED</u> <u>DECEMBER 31,</u> <u>2020</u>
Balance, January 1	C	\$ 47,296.51	\$ 52,296.51
Increased by:			
Bond/Note Sale Premium	C-2	<u>95,310.38</u>	<u>52,296.51</u>
		\$ 142,606.89	\$ 52,296.51
Decreased by:			
Anticipated as Current Fund Revenue	C-2	<u>17,296.00</u>	<u>5,000.00</u>
Balance, December 31	C	\$ <u>125,310.89</u>	\$ <u>47,296.51</u>

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

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SEWER UTILITY FUND

BOROUGH OF SOUTH PLAINFIELD
SEWER UTILITY FUND
BALANCE SHEETS - REGULATORY BASIS

<u>ASSETS</u>	<u>REF.</u>	BALANCE DECEMBER 31, <u>2021</u>	BALANCE DECEMBER 31, <u>2020</u>
<u>OPERATING FUND:</u>			
Cash and Investments	D-5	\$ 767,118.48	\$ 1,292,319.24
Change Fund		150.00	150.00
Interfunds Receivable	D-18	<u>237.37</u>	<u>208,636.93</u>
		\$ <u>767,505.85</u>	\$ <u>1,501,106.17</u>
Receivables with Full Reserves:			
Sewer Use Charges Receivable	D:D-7	\$ 314,343.46	\$ 189,218.73
Sewer Use Liens Receivable	D:D-8	<u>5,703.30</u>	<u>5,528.30</u>
	D	\$ <u>320,046.76</u>	\$ <u>194,747.03</u>
<u>TOTAL OPERATING FUND</u>	D	\$ <u>1,087,552.61</u>	\$ <u>1,695,853.20</u>
<u>CAPITAL FUND:</u>			
Cash and Investments	D-5:D-6	\$ 740,232.79	\$ 938,632.35
Fixed Capital	D-13	14,046,645.79	14,046,645.79
Fixed Capital Authorized and Uncompleted	D-14	<u>864,000.00</u>	<u>864,000.00</u>
<u>TOTAL CAPITAL FUND</u>	D	\$ <u>15,650,878.58</u>	\$ <u>15,849,278.14</u>
		<u>\$ 16,738,431.19</u>	<u>\$ 17,545,131.34</u>

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

BOROUGH OF SOUTH PLAINFIELD

SEWER UTILITY FUND

BALANCE SHEETS - REGULATORY BASIS

	<u>REF.</u>	<u>BALANCE DECEMBER 31, 2021</u>	<u>BALANCE DECEMBER 31, 2020</u>
<u>LIABILITIES, RESERVES AND FUND BALANCE</u>			
<u>OPERATING FUND:</u>			
Liabilities:			
Appropriation Reserves	D-4;D-9	\$ 209,675.81	\$ 377,489.25
Reserve for Accounts Payable	D-10	46,976.96	11,652.50
Sewer Overpayments	D-11	20,386.18	21,794.56
		\$ 277,038.95	\$ 410,936.31
Reserve for Receivables	D	320,046.76	194,747.03
Fund Balance	D-1	490,466.90	1,090,169.86
		<u>\$ 1,087,552.61</u>	<u>\$ 1,695,853.20</u>
<u>TOTAL OPERATING FUND</u>			
<u>CAPITAL FUND:</u>			
Improvement Authorizations:			
Funded	D-16	\$ 111,921.26	\$ 110,571.84
Unfunded	D-16	72,722.74	72,722.74
Bond Anticipation Notes Payable	D-22	230,000.00	230,000.00
Contracts Payable	D-21	1,349.42	1,349.42
Interfunds Payable	D-12	237.37	208,636.93
Capital Improvement Fund	D-17	601,580.29	591,580.29
Reserve for Amortization	D-19	14,046,645.79	14,046,645.79
Deferred Reserve for Amortization	D-20	582,607.00	582,607.00
		\$ 15,645,714.45	\$ 15,844,114.01
Fund Balance	D-2	5,164.13	5,164.13
		<u>\$ 15,650,878.58</u>	<u>\$ 15,849,278.14</u>
<u>TOTAL CAPITAL FUND</u>			
		<u>\$ 16,738,431.19</u>	<u>\$ 17,545,131.34</u>

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

BOROUGH OF SOUTH PLAINFIELDSEWER UTILITY FUNDSTATEMENTS OF OPERATIONS AND CHANGES IN FUND BALANCE - REGULATORY BASIS

	<u>REF.</u>	<u>YEAR ENDED</u> <u>DECEMBER 31,</u> <u>2021</u>	<u>YEAR ENDED</u> <u>DECEMBER 31,</u> <u>2020</u>
<u>REVENUE AND OTHER INCOME REALIZED</u>			
Fund Balance Utilized	D-3	\$ 240,000.00	\$ 150,000.00
Sewer Use Charges	D-3	6,090,286.91	6,506,460.24
Sewer Connection Fees	D-3:D-5	369,029.73	303,333.34
Interest and Costs	D-3:D-5	52,828.85	61,179.54
Interest on Investments and Deposits	D-3:D-5	1,913.97	7,525.33
Other Credits to Income:			
Accounts Payable Canceled			146.91
Unexpended Balance of Appropriation Reserves	D-9	<u>249,263.58</u>	<u>267,500.40</u>
<u>TOTAL INCOME</u>		<u>\$ 7,003,323.04</u>	<u>\$ 7,296,145.76</u>
<u>EXPENDITURES</u>			
Operating	D-4	\$ 6,481,530.00	\$ 6,505,979.00
Capital Improvement Fund	D-4	10,000.00	65,000.00
Debt Service	D-4	4,692.00	
Deferred Charges and Statutory Expenditures	D-4	<u>216,804.00</u>	<u>215,304.00</u>
<u>TOTAL EXPENDITURES</u>		<u>\$ 6,713,026.00</u>	<u>\$ 6,786,283.00</u>
Regulatory Excess to Fund Balance		<u>\$ 290,297.04</u>	<u>\$ 509,862.76</u>
Fund Balance, January 1	D	<u>1,090,169.86</u>	<u>1,622,307.10</u>
		<u>\$ 1,380,466.90</u>	<u>\$ 2,132,169.86</u>
Decreased by:			
Utilization as Anticipated Revenue:			
Sewer Utility Operating Budget	D-3	240,000.00	150,000.00
Current Fund Budget	D-5	<u>650,000.00</u>	<u>892,000.00</u>
Fund Balance, December 31	D	<u>\$ 490,466.90</u>	<u>\$ 1,090,169.86</u>

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

BOROUGH OF SOUTH PLAINFIELD

SEWER UTILITY CAPITAL FUND

STATEMENT OF CAPITAL FUND BALANCE-REGULATORY BASIS

	<u>REF.</u>	<u>YEAR ENDED DECEMBER 31, 2021</u>	<u>YEAR ENDED DECEMBER 31, 2020</u>
Balance, January 1, and Balance, December 31	D	\$ <u>5,164.13</u>	\$ <u>5,164.13</u>

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

BOROUGH OF SOUTH PLAINFIELD

SEWER UTILITY FUND

STATEMENT OF REVENUES - REGULATORY BASIS

YEAR ENDED DECEMBER 31, 2021

	<u>REF.</u>	<u>ANTICIPATED</u>	<u>REALIZED</u>	<u>EXCESS (OR DEFICIT)</u>
Fund Balance Utilized	D-1	\$ 240,000.00	\$ 240,000.00	\$
Sewer Use Charges	D-1	6,248,026.00	6,090,286.91	(157,739.09)
Connection Fees	D-1:D-5	160,000.00	369,029.73	209,029.73
Interest and Costs on Sewer Charges	D-1:D-5	60,000.00	52,828.85	(7,171.15)
Interest on Investments and Deposits	D-1:D-5	5,000.00	1,913.97	(3,086.03)
<u>BUDGET TOTALS</u>	D-4	<u>\$ 6,713,026.00</u>	<u>\$ 6,754,059.46</u>	<u>\$ 41,033.46</u>

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

BOROUGH OF SOUTH PLAINFIELD
SEWER UTILITY FUND

STATEMENT OF EXPENDITURES - REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2021

	APPROPRIATIONS BUDGET	BUDGET AFTER MODIFICATION	PAID OR CHARGED	EXPENDED RESERVED
OPERATING:				
Salaries and Wages	\$ 689,250.00	\$ 699,250.00	\$ 694,911.03	\$ 4,338.97
Other Expenses	5,806,280.00	5,782,280.00	5,586,109.31	196,170.69
	\$ 6,497,530.00	\$ 6,481,530.00	\$ 6,281,020.34	\$ 200,509.66
CAPITAL IMPROVEMENTS:				
Capital Improvement Fund	\$ 10,000.00	\$ 10,000.00	\$ 10,000.00	\$
	\$ 10,000.00	\$ 10,000.00	\$ 10,000.00	\$
DEBT SERVICE:				
Interest on Notes	\$ 4,692.00	\$ 4,692.00	\$ 4,692.00	\$
	\$ 4,692.00	\$ 4,692.00	\$ 4,692.00	\$
STATUTORY EXPENDITURES:				
Public Employee Retirement System	\$ 103,804.00	\$ 103,804.00	\$ 102,804.00	\$ 1,000.00
Defined Contribution Retirement System	2,000.00	2,000.00	2,000.00	2,000.00
Social Security System (O.A.S.I.)	95,000.00	111,000.00	104,833.85	6,166.15
	\$ 200,804.00	\$ 216,804.00	\$ 207,637.85	\$ 9,166.15
	\$ 6,713,026.00	\$ 6,713,026.00	\$ 6,503,350.19	\$ 209,675.81
REF.	D-3:D-4	D-4	D-1	D:D-1
Disbursements			\$ 6,459,423.23	
Reserve for Accounts Payable			46,976.96	
			\$ 6,506,400.19	
Less: Refunds			(3,050.00)	
			\$ 6,503,350.19	

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

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SWIMMING POOL UTILITY FUND

BOROUGH OF SOUTH PLAINFIELD
SWIMMING POOL UTILITY FUND
BALANCE SHEETS - REGULATORY BASIS

<u>ASSETS</u>	<u>REF.</u>	BALANCE DECEMBER 31, <u>2021</u>	BALANCE DECEMBER 31, <u>2020</u>
<u>OPERATING FUND:</u>			
Cash and Investments	E-4	\$ 10,900.36	\$ 13,690.39
Interfunds Receivable	E-7	21,230.62	
Deferred Charges	E-9		<u>77,644.42</u>
<u>TOTAL OPERATING FUND</u>	E	<u>\$ 32,130.98</u>	<u>\$ 91,334.81</u>
<u>CAPITAL FUND:</u>			
Cash and Investments	E-4:E-6	\$ 19,327.92	\$ 8,432.92
Fixed Capital	E-12	1,172,173.14	1,172,173.14
Fixed Capital Authorized and Uncompleted	E-15	596,000.00	521,000.00
Interfunds Receivable	E-13		<u>2,500.00</u>
<u>TOTAL CAPITAL FUND</u>	E	<u>\$ 1,787,501.06</u>	<u>\$ 1,704,106.06</u>
	E	<u>\$ 1,819,632.04</u>	<u>\$ 1,795,440.87</u>
<u>LIABILITIES, RESERVES AND FUND BALANCE</u>			
<u>OPERATING FUND:</u>			
Liabilities:			
Appropriation Reserves	E-3:E-8	\$ 26,779.76	\$ 22,350.19
Interfunds Payable	E-7		55,545.63
Accounts Payable	E-18	1,200.00	7,255.79
Accrued Interest Payable	E-10	3,151.22	<u>5,183.20</u>
		<u>\$ 31,130.98</u>	<u>\$ 90,334.81</u>
Fund Balance	E-1	1,000.00	<u>1,000.00</u>
<u>TOTAL OPERATING FUND</u>	E	<u>\$ 32,130.98</u>	<u>\$ 91,334.81</u>
<u>CAPITAL FUND:</u>			
Improvement Authorizations:			
Funded	E-17	\$ 5,140.00	\$ 745.00
Unfunded	E-17	79,387.92	9,387.92
Bond Anticipation Notes Payable	E-19	400,000.00	400,000.00
Bonds Payable	E-5	443,375.00	487,180.00
Capital Improvement Fund	E-16	7,000.00	3,000.00
Reserve for Amortization	E-14	778,529.64	744,722.74
Deferred Reserve for Amortization	E-11	<u>74,068.50</u>	<u>59,070.40</u>
<u>TOTAL CAPITAL FUND</u>	E	<u>\$ 1,787,501.06</u>	<u>\$ 1,704,106.06</u>
	E	<u>\$ 1,819,632.04</u>	<u>\$ 1,795,440.87</u>

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

BOROUGH OF SOUTH PLAINFIELDSWIMMING POOL UTILITY FUNDSTATEMENTS OF OPERATIONS AND CHANGES IN FUND BALANCE - REGULATORY BASIS

	<u>REF.</u>	<u>YEAR ENDED DECEMBER 31, 2021</u>	<u>YEAR ENDED DECEMBER 31, 2020</u>
<u>REVENUE AND OTHER INCOME REALIZED</u>			
Membership Fees	E-2	\$ 395,222.20	\$ 25,337.00
Miscellaneous	E-2	35,243.17	6,468.58
		<u>\$ 430,465.37</u>	<u>\$ 31,805.58</u>
<u>EXPENDITURES</u>			
Operating	E-3	\$ 309,381.58	\$ 161,729.00
Capital Improvement Fund	E-3	9,000.00	2,500.00
Debt Service	E-3	52,349.00	48,871.00
Deferred Charges and Regulatory Expenditures	E-3	91,994.42	350.00
		<u>\$ 462,725.00</u>	<u>\$ 213,450.00</u>
Deficit in Revenue		<u>\$ (32,259.63)</u>	<u>\$ (181,644.42)</u>
Adjustment to Income Before Fund Balance:			
Operating Deficit		\$	\$ 77,644.42
Realized from General Budget for Anticipated Deficit	E-2	<u>32,259.63</u>	<u>104,000.00</u>
		<u>\$ 32,259.63</u>	<u>\$ 181,644.42</u>
Regulatory Excess to Fund Balance		\$ - 0 -	\$ - 0 -
Fund Balance, January 1	E	<u>1,000.00</u>	<u>1,000.00</u>
Fund Balance, December 31	E	<u>\$ 1,000.00</u>	<u>\$ 1,000.00</u>

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

BOROUGH OF SOUTH PLAINFIELD
SWIMMING POOL UTILITY OPERATING FUND
STATEMENT OF REVENUES - REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2021

	<u>REF.</u>	<u>ANTICIPATED</u>	<u>REALIZED</u>	<u>EXCESS/ (DEFICIT)</u>
Pool Member Fees	E-1: E-4	\$ 272,725.00	\$ 395,222.20	\$ 122,497.20
Miscellaneous	E-1: E-4	41,000.00	35,243.17	(5,756.83)
Deficit (General Budget)	E-1: E-4	<u>149,000.00</u>	<u>32,259.63</u>	<u>(116,740.37)</u>
		<u>\$ 462,725.00</u>	<u>\$ 462,725.00</u>	<u>\$</u>
	<u>REF.</u>	E-3		

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

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PUBLIC ASSISTANCE TRUST FUND

"F"

BOROUGH OF SOUTH PLAINFIELD
PUBLIC ASSISTANCE TRUST FUND
BALANCE SHEETS - REGULATORY BASIS

	<u>REF.</u>	<u>BALANCE DECEMBER 31, 2021</u>	<u>BALANCE DECEMBER 31, 2020</u>
<u>ASSETS</u>			
Cash:			
Public Assistance Trust Fund I	F-1	\$ <u>41,936.51</u>	\$ <u>34,280.75</u>
		\$ <u>41,936.51</u>	\$ <u>34,280.75</u>
<u>LIABILITIES</u>			
Reserve for Public Assistance Trust Fund I	F-2	\$ <u>41,936.51</u>	\$ <u>34,280.75</u>
		\$ <u>41,936.51</u>	\$ <u>34,280.75</u>

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

GENERAL FIXED ASSETS ACCOUNT GROUP

"G"

BOROUGH OF SOUTH PLAINFIELD
STATEMENT OF GENERAL FIXED ASSETS
BALANCE SHEETS - REGULATORY BASIS

	BALANCE DECEMBER <u>31, 2021</u>	BALANCE DECEMBER <u>31, 2020</u>
<u>FIXED ASSETS:</u>		
Land	\$ 17,058,200.00	\$ 17,058,200.00
Buildings	9,001,500.00	9,001,500.00
Machinery and Equipment	<u>16,374,258.00</u>	<u>15,965,592.00</u>
<u>TOTAL FIXED ASSETS</u>	<u>\$ 42,433,958.00</u>	<u>\$ 42,025,292.00</u>
 <u>RESERVE:</u>		
Investments in General Fixed Assets	<u>\$ 42,433,958.00</u>	<u>\$ 42,025,292.00</u>

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

NOTES TO FINANCIAL STATEMENTS

BOROUGH OF SOUTH PLAINFIELD

NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2021 AND 2020

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

The Borough of South Plainfield is an instrumentality of the State of New Jersey established to function as a municipality. The Borough Council consists of elected officials and is responsible for the fiscal control of the Borough.

As defined by GAAP established by the GASB, the financial reporting entity consists of the primary government, as well as component units, which are legally separate organizations for which elected officials of the primary government are financially accountable. The Borough is financially accountable for an organization if the Township appoints a voting majority of the organization's governing board and (1) the Borough is able to significantly influence the programs or services performed or provided by the organizations; or (2) the Borough is legally entitled to or can otherwise access the organization's resources; the Borough is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization; or the Borough is obligated for the debt of the organization. Except as noted below, the financial statements of the Borough include every board, body, officer or commission supported and maintained wholly or in part by funds appropriated by the Borough, as required by N.J.S.A. 40A:5-5. Accordingly, the financial statements of the Borough do not include the operations of the school district, library, rescue squad, or volunteer fire organization, inasmuch as their activities are administered by a separate board.

B. Description of Funds

The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. GASB codification establishes three fund types and two account groups to be used by general purpose governmental units when reporting financial position and results of operations in accordance with U.S. Generally Accepted Accounting Principles (GAAP).

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Description of Funds (Continued)

The accounting policies of the Borough of South Plainfield conform to the accounting principles applicable to municipalities which have been prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey. Such principles and practices 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. Under this method of accounting, the financial transactions and accounts of the Borough of South Plainfield are organized on the basis of funds and an account group which is different from the fund structure required by GAAP. A fund or account group is an accounting entity with a separate set of self-balancing accounts established to record the financial position and results of operation of a specific governmental activity. As required by the Division of Local Government Services, the Borough accounts for its financial transactions through the following individual funds and account group:

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

Trust Fund - receipts, custodianship and disbursements of funds in accordance with the purpose of which each reserve was created.

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

Sewer Operating and Capital Funds - account for the operations and acquisition of capital facilities of the municipally-owned sewer utility.

Swimming Pool Operating and Capital Funds - account for resources and expenditures for the operations and acquisition of capital facilities of the municipally-owned swimming pool utility.

Public Assistance Fund - receipt and disbursement of funds that provide assistance to certain residents of the Borough pursuant to Title 44 of New Jersey statutes.

General Fixed Assets Account Group - utilized to account for property, land, buildings and equipment that have been acquired by other governmental funds.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Basis of Accounting

The accounting principles and practices prescribed for municipalities by the State of New Jersey differ in certain respects from generally accepted accounting principles applicable to local governmental units. The more significant accounting policies and differences in the State of New Jersey are as follows:

A modified accrual basis of accounting is followed with minor exceptions.

Revenues - are recorded when received in cash except for certain amounts which are due from other governmental units. Federal and state grants are realized as revenue when anticipated in the Borough's budget. Receivables for property taxes are recorded with offsetting reserves on the balance sheet of the Borough's Current Fund; accordingly, such amounts are not recorded as revenue until collected. Other amounts that are due the Borough which are susceptible to accrual are also recorded as receivables with offsetting reserves and recorded as revenue when received. GAAP requires revenues to be recognized in the accounting period when they become susceptible to accrual, reduced by an allowance for doubtful accounts.

Expenditures - are recorded on the "budgetary" basis of accounting. Generally, expenditures are recorded when an amount is encumbered for goods or services through the issuance of a purchase order in conjunction with the Encumbrance Accounting System.

Outstanding encumbrances, at December 31st, are reported as a cash liability in the financial statements and constitute part of the Borough's regulatory Appropriation Reserve balance. Appropriation reserves covering unexpended appropriation balances are automatically created at December 31st of each year 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 fiscal year. Lapsed appropriation reserves are recorded as income. 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.

Encumbrances - contractual orders, at December 31st, are reported as expenditures through the establishment of encumbrances payable. Under GAAP, encumbrances outstanding at year end are reported as reservations of fund balance because they do not constitute expenditures or liabilities.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Basis of Accounting (Continued)

Foreclosed Property - is recorded in the Current Fund at the assessed valuation when such property was acquired and is fully reserved. GAAP requires such property to be recorded in the General Fixed Assets Account Group at its market value.

Sale of Municipal Assets - the proceeds from the sale of municipal assets can be held in a reserve until anticipated as a revenue in a future budget. GAAP requires such proceeds to be recorded as a revenue in the year of sale.

Interfunds - 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. GAAP does not require the establishment of an offsetting reserve.

General Fixed Assets - N.J.A.C. 5:30-5.6, Accounting for Governmental Fixed Assets, which differs in certain respects from generally accepted accounting principles, requires the inclusion of a statement of general fixed assets of the Borough as part of its basic financial statements. General fixed assets are defined as nonexpendable personal property having a physical existence, a useful life of more than one year and an acquisition cost of \$500.00 or more per unit.

Public domain ("infrastructure") general fixed assets consisting of certain improvements other than buildings, such as roads, bridges, curbs and gutters, streets and sidewalks and drainage systems are not capitalized. No depreciation has been provided on general fixed assets or reported in the financial statements.

The Borough has developed a fixed assets accounting and reporting system based on an inspection and valuation prepared by an independent appraisal firm. Fixed assets are valued at historical cost or estimated historical cost if actual historical cost is not available. Land is stated at the assessed value contained in the Borough's most recent property revaluation. Buildings are stated at the most recent insurance replacement value. General Fixed Assets that have been acquired and are utilized in a governmental fund operation are accounted for in the General Fixed Assets Account Group rather than in a governmental fund.

Expenditures for construction in progress are recorded in the Capital Funds until such time as the construction is completed and put into operation.

Fixed assets acquired through grants in aid or contributed capital have not been accounted for separately.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Basis of Accounting (Continued)

Inventories of Supplies - The cost of inventories of supplies for all funds are recorded as expenditures at the time individual items are purchased. The cost of inventories is not included on the various balance sheets. GAAP requires the cost of inventories to be reported as a current asset and equally offset by a fund balance reserve.

Fixed Capital - Sewer and Swimming Pool Utility Funds

Accounting for utility fund "fixed capital" remains unchanged under the requirements of N.J.A.C. 5:30-5.6.

Property and equipment purchased by the Sewer and Swimming Pool Utility Funds are recorded in the capital account at cost and are adjusted for disposition and abandonment. The amounts shown do not purport to represent reproduction costs or current value. The fixed capital reported is as taken from the municipal records and does not necessarily reflect the true condition of such fixed capital. Contributions in aid of construction are not capitalized. The balance in the Reserve for Amortization account in the utility capital fund represent charges to operations for the cost of acquisitions of property, equipment and improvements. The utility does not record depreciation on fixed assets.

Accounting and Financial Reporting for Pensions

Under GAAP, municipalities are required to recognize the pension liability in Statements of Revenues, Expenses, Changes in Net Position (balance sheets) and Notes to the Financial Statements in accordance with GASB 68. The liability required to be displayed by GASB 68 is displayed as a separate line item in the Unrestricted Net Position area of the balance sheet.

New Jersey's municipalities and counties do not follow GAAP accounting principles and, as such, do not follow GASB requirements with respect to recording the net pension liability as a liability on their balance sheets. However, N.J.A.C. 5:30 6.1(c) (2) requires municipalities to disclose GASB 68 information in the Notes to the Financial Statements. The disclosure must meet the requirements of GASB 68.

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 Pensions & Benefits' reporting on GASB 68. As of the date of this report the information for the period ended June 30, 2021 was not available, therefore the information dated June 30, 2020 is disclosed.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Basis of Accounting (Continued)

Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions (OPEB)

The Governmental Accounting Standards Board (GASB) has issued Statement no. 75, "*Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*". This statement establishes standards for measuring and recognizing liabilities, deferred outflows and inflows of resources, and expenses for postemployment benefits other than pensions.

It also requires the State of New Jersey to calculate and allocate to each participating member, for note disclosure purposes only, the OPEB net liability of New Jersey Health Benefits Local Government Retiree Plan (the Plan). The statement does not alter the amount of funds that must be budgeted for OPEB payment under existing state law.

Under GAAP, municipalities are required to recognize the OPEB liability in Statements of Revenues, Expenses, Changes in Net Position (balance sheets) and Notes to the Financial Statements in accordance with GASB 75. The liability required to be displayed by GASB 75 is displayed as a separate line item in the Unrestricted Net Position area of the balance sheet.

New Jersey's municipalities and counties do not follow GAAP accounting principles and, as such, do not follow GASB requirements with respect to recording the OPEB liability as a liability on their balance sheets. However, N.J.A.C. 5:30 6.1(c) (2) requires municipalities to disclose GASB 75 information in the Notes to the Financial Statements. The disclosure must meet the requirements of GASB 75.

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 Pensions & Benefits' reporting on GASB 75. As of the date of this report the information for the period ended June 30, 2021 was not available, therefore the information dated June 30, 2020 is disclosed.

D. Basic Financial Statements

The GASB codification also defines the financial statements of a governmental unit to be presented in the general purpose financial statements to be in accordance with GAAP. The Borough presents the financial statements listed in the table of contents of the "Requirements of Audit and Accounting Revision of 1987" as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey and which differ from the financial statements required by GAAP.

NOTE 2: CASH AND CASH EQUIVALENTS

The Borough considers petty cash, change funds, cash in banks and certificates of deposit, and short-term investments with original maturities of three months or less as cash and cash equivalents. Investments are stated at cost, which approximates market.

A. Deposits

New Jersey statutes permit the deposit of public funds in institutions which are located in New Jersey and which meet the requirements of the Governmental Unit Deposit Protection Act (GUDPA) or the State of New Jersey Cash Management Fund. GUDPA requires a bank that accepts public funds to be a public depository. A public depository is defined as a state bank, a national bank, or a savings bank, which is located in the State of New Jersey, the deposits of which are insured by the Federal Deposit Insurance Corporation. The statutes also require public depositories to maintain collateral for deposits of public funds that exceed certain insurance limits. All collateral must be deposited with the Federal Reserve Bank or a banking institution that is a member of the Federal Reserve System and has capital funds of not less than \$25,000,000.00.

NOTE 2: CASH AND CASH EQUIVALENTS (CONTINUED)

A. Deposits (Continued)

Under GUDPA, if a public depository fails, the collateral it has pledged, plus the collateral of all other public depositories, is available to pay the full amount of the deposits to the governmental until.

The Borough of South Plainfield had the following cash and cash equivalents at December 31, 2021:

<u>Fund</u>	<u>Cash In Bank</u>	<u>Reconciling Items</u>	<u>Total</u>
Current Fund	\$7,156,640.77	(\$2,560,852.12)	\$4,595,788.65
Grant Fund	791,837.49		791,837.49
Trust Other Fund	5,757,172.08	(64,123.66)	5,693,048.42
General Capital Fund	2,234,243.26		2,234,243.26
Sewer Operating Fund	574,541.70	192,576.78	767,118.48
Sewer Capital Fund	740,232.79		740,232.79
Swimming Pool Operating Fund	10,900.36		10,900.36
Swimming Pool Capital Fund	19,327.92		19,327.92
Public Assistance Trust Fund	41,936.51		41,936.51
	<u>\$17,326,832.88</u>	<u>(\$2,432,399.00)</u>	<u>\$14,894,433.88</u>

Custodial Credit Risk - Deposits - Custodial credit risk is the risk that in the event of a bank failure, the deposits may not be returned. The Borough does not have a specific deposit for custodial credit risk other than those policies that adhere to the requirements of statute. As of December 31, 2021, based upon the coverage provided by FDIC and NJGUDPA, no amount of the bank balance was exposed to custodial credit risk. Of the cash balance in the bank, \$856,281.31 was covered by Federal Depository Insurance and \$16,470,551.57 was covered by NJGUDPA.

B. Investments

The purchase of investments by the Borough is strictly limited by the express authority of the New Jersey Local Fiscal Affairs Law, N.J.S.A. 40A:5-15.1. Permitted investments include any of the following type of securities:

1. Bonds or other obligations of the United States of America or obligations guaranteed by the United States of America;

NOTE 2: CASH AND CASH EQUIVALENTS (CONTINUED)

B. Investments (Continued)

2. Government money market mutual funds which are purchased from an investment company or investment trust which is registered with the Securities and Exchange Commission under the "Investment Company Act of 1940," 15 U.S.C. 80a-1 et seq., and operated in accordance with 17 C.F.R. § 270.2a-7 and which portfolio is limited to U.S. Government securities that meet the definition of an eligible security pursuant to 17 C.F.R. § 270.2a-7 and repurchase agreements that are collateralized by such U.S. Government securities in which direct investment may be made pursuant to paragraphs (1) and (3) of N.J.S.A. 5-15.1. These funds are also required to be rated by a nationally recognized statistical rating organization.
3. Any obligation that a federal agency or a federal instrumentality has issued in accordance with an act of Congress, which security has a maturity date not greater than 397 days from the date of purchase, provided that such obligation bears a fixed rate of interest not dependent on any index or other external factor;
4. Bonds or other obligations of the Local Unit or bonds or other obligations of school districts of which the Local Unit is a part or within which the school district is located.
5. Bonds or other obligations, having a maturity date not more than 397 days from date of purchase, approved by the Division of Local Government Services of the Department of Community Affairs for investment by Local Units;
6. Local government investment pools that are fully invested in U.S. Government securities that meet the definition of eligible security pursuant to 17 C.F.R. § 270a-7 and repurchase agreements that are collateralized by such U.S. Government securities in which direct investment may be made pursuant to paragraphs (1) and (3) of N.J.S.A. 5-15.1. This type of investment is also required to be rated in the highest category by a nationally recognized statistical rating organization.
7. Deposits with the State of New Jersey Cash Management Fund established pursuant to section 1 of P.L. 1977, c.281 (C. 52:18A-90.4); or

NOTE 2: CASH AND CASH EQUIVALENTS (CONTINUED)

B. Investments (Continued)

8. Agreements for the repurchase of fully collateralized securities if:
- a. the underlying securities are permitted investments pursuant to paragraphs (1) and (3) of this subsection;
 - b. the custody of collateral is transferred to a third party;
 - c. the maturity of the agreement is not more than 30 days;
 - d. the underlying securities are purchased through a public depository as defined in section 1 of P.L. 1970, c.236 (C. 17:19-41); and
 - e. a master repurchase agreement providing for the custody and security of collateral is executed.

Based upon the limitation set forth by New Jersey Statutes 40A:55.1 and existing investment practices, the Borough is generally not exposed to credit risks and interest rate risks for its investments, nor is it exposed to foreign currency risk for its deposits and investments.

NOTE 3: MUNICIPAL DEBT

The Local Bond Law, Chapter 40A:2, governs the issuance of bonds to finance general municipal capital expenditures. All bonds are retired in annual installments within the regulatory period of usefulness. All bonds issued by the Borough are general obligation bonds, backed by the full faith and credit of the Borough.

SUMMARY OF STATUTORY DEBT CONDITION ANNUAL DEBT STATEMENT

The summarized statement of debt condition which follows is prepared in accordance with the required method of setting up the Annual Debt Statement and indicates a statutory net debt of 0.660%.

	<u>GROSS DEBT</u>	<u>DEDUCTIONS</u>	<u>NET DEBT</u>
Local School District Debt	\$ 25,594,000.00	\$ 25,594,000.00	\$
Utility Debt	1,196,968.00	281,393.00	915,575.00
General Debt	<u>28,371,378.40</u>	<u>107,749.80</u>	<u>28,263,628.60</u>
	<u>\$ 55,162,346.40</u>	<u>\$ 25,983,142.80</u>	<u>\$ 29,179,203.60</u>

NET DEBT \$29,179,203.60 DIVIDED BY EQUALIZED VALUATION BASIS PER N.J.S.A. 40A:2-2, \$4,421,987,923.00 EQUALS 0.660%.

NOTE 3: MUNICIPAL DEBT (CONTINUED)

SUMMARY OF MUNICIPAL DEBT

Issued:	<u>2021</u>	<u>2020</u>	<u>2019</u>
Bonds, Loans, and Notes:			
General	\$ 26,313,500.00	\$ 24,934,895.00	\$ 25,218,793.00
Sewer Utility	230,000.00	230,000.00	
Swimming Pool Utility	<u>843,375.00</u>	<u>887,180.00</u>	<u>517,680.00</u>
Total Issued	\$ <u>27,386,875.00</u>	\$ <u>26,052,075.00</u>	\$ <u>25,736,473.00</u>
Authorized But Not Issued:			
Bonds, Loans, and Notes:			
General	\$ 2,055,678.40	\$ 2,266,163.04	\$ 613,663.04
Sewer Utility	51,393.00	51,393.00	51,393.00
Swimming Pool Utility	<u>72,200.00</u>	<u>2,200.00</u>	<u>2,200.00</u>
	\$ <u>2,179,271.40</u>	\$ <u>2,319,756.04</u>	\$ <u>667,256.04</u>
Bonds and Notes Issued and Authorized But Not Issued	\$ <u><u>29,566,146.40</u></u>	\$ <u><u>28,371,831.04</u></u>	\$ <u><u>26,403,729.04</u></u>

BORROWING POWER UNDER N.J.S.A. 40A:2-6 AS AMENDED

Equalized Valuation Basis* - December 31, 2021	\$ <u>4,421,987,923.00</u>
3-1/2 of Equalized Valuation Basis (Municipal)	\$ 154,769,577.31
Net Debt	<u>29,179,203.60</u>
Remaining Borrowing Power	\$ <u><u>125,590,373.71</u></u>

*Equalized Valuation Basis is the average of the equalized valuation of real estate, including improvements, and the assessed valuation of Class II Railroad Property of the Borough of South Plainfield for the last three (3) preceding years.

NOTE 3: MUNICIPAL DEBT (CONTINUED)

CALCULATION OF "SELF-LIQUIDATING PURPOSE" SEWER UTILITY PER N.J.S.40A:2-45

Revenue from Fees, Rents, and Other Charges for Year and Fund Balance		\$6,713,026.00
Deductions:		
Operating and Maintenance Cost	\$6,497,530.00	
Debt Service	<u>4,692.00</u>	
Total Deductions		<u>6,502,222.00</u>
Excess in Revenue - Self-Liquidating		<u>\$210,804.00</u>

CALCULATION OF "SELF-LIQUIDATING PURPOSE" SWIMMING POOL UTILITY PER N.J.S.A. 40A:2-45

Revenue from Fees, Rents, and Other Charges for Year and Fund Balance		\$313,725.00
Deductions:		
Operating and Maintenance Cost	\$328,381.58	
Debt Service	<u>52,349.00</u>	
Total Deductions		<u>380,730.58</u>
Deficit in Revenues (Not Self-Liquidating)		<u>\$(67,005.58)</u>

LONG-TERM DEBT

General Capital - Bonds:

\$11,438,700.00 Bonds of 2012 due in annual installments of \$140,500.00 to \$771,695.00 at a variable interest rate	<u>\$638,625.00</u>
\$5,200,000.00 Bonds of 2018 due in annual installments of \$350,000.00 to \$700,000.00 at a variable interest rate	<u>\$4,075,000.00</u>
\$6,050,000.00 Bonds of 2021 due in annual installments of \$550,000.00 to \$1,100,000.00 at 2.00%	<u>\$6,050,000.00</u>
\$6,268,000 Refunding Bonds of 2021 due in annual installments of \$563,000.00 to \$701,000.00 at 4.00%	<u>\$6,268,000.00</u>

NOTE 3: MUNICIPAL DEBT (CONTINUED)

LONG-TERM DEBT (CONTINUED)

Pool Utility Capital - Bonds:

\$203,300.00 Bonds of 2012 due in annual installments of \$2,500.00 to \$13,305.00 at a variable interest rate	<u>\$11,375.00</u>
\$380,000.00 Bonds of 2018 due in annual installments of \$20,000.00 to \$30,000.00 at a variable interest rate	<u>\$320,000.00</u>
\$112,000.00 Refunding Bonds of 2021 due in annual installments of \$8,000 to \$14,000 at 4.00%	<u>\$112,000.00</u>

Bonds and Notes Authorized But Not Issued

At December 31, 2021, the Borough has authorized but not issued bonds and notes as follows:

General Capital Fund	\$2,055,678.40
Sewer Utility Capital Fund	51,393.00
Swimming Pool Utility Capital Fund	<u>72,200.00</u>
	<u>\$2,179,271.40</u>

SCHEDULE OF ANNUAL DEBT SERVICE FOR PRINCIPAL AND INTEREST FOR BONDED DEBT ISSUED AND OUTSTANDING DECEMBER 31, 2021

Year	General		Swimming Pool Utility	
	Principal	Interest	Principal	Interest
2022	\$1,613,625.00	\$438,076.96	\$31,375.00	\$13,332.20
2023	1,588,000.00	448,710.00	37,000.00	13,102.50
2024	1,653,000.00	397,640.00	37,000.00	11,747.50
2025	1,749,000.00	346,350.00	36,000.00	10,537.50
2026	1,802,000.00	292,580.00	33,000.00	9,407.50
2027	1,830,000.00	237,565.00	35,000.00	8,297.50
2028	1,907,000.00	180,700.00	38,000.00	7,087.50
2029	1,760,000.00	127,360.00	40,000.00	5,802.50
2030	1,763,000.00	78,900.00	42,000.00	4,462.50
2031	665,000.00	41,340.00	40,000.00	3,103.75
2032	701,000.00	14,020.00	44,000.00	1,686.25
2033			30,000.00	468.75
	<u>\$17,031,625.00</u>	<u>\$2,603,241.96</u>	<u>\$443,375.00</u>	<u>\$89,035.95</u>

NOTE 3: MUNICIPAL DEBT (CONTINUED)

SHORT-TERM DEBT

In accordance with NJSA 40A:2-8.1, a local unit may, in anticipation of the issuance of bonds, borrow money and issue notes if the bond ordinance or subsequent resolution so provides. Any such note shall be designated as a "bond anticipation note" and shall be subject to the following provisions:

- (1) every note shall contain a recital that it is issued for a period not exceeding one year and may be renewed from time to time for additional periods, none of which shall exceed one year;
- (2) all such notes, including renewals, shall mature and be paid not later than the first day of the fifth month following the close of the tenth fiscal year next following the date of the original notes; and
- (3) no such notes shall be renewed beyond the third anniversary date of the original notes unless an amount of such notes, at least equal to the first legally payable installment of the bonds in anticipation of which those notes are issued, is paid and retired on or before each subsequent anniversary date beyond which such notes are renewed from funds other than the proceeds of obligations.

The Borough had the following outstanding note(s) at year end:

	<u>Interest Rate</u>	<u>Maturity Date</u>	<u>Amount</u>
General Capital	1.00%	4/15/22	\$2,817,800.00
General Capital	1.00%	8/19/22	6,464,075.00
Sewer Utility Capital	1.00%	4/15/22	230,000.00
Pool Utility Capital	1.00%	4/15/22	<u>400,000.00</u>
			<u>\$9,911,875.00</u>

NOTE 4: FUND BALANCES APPROPRIATED

Fund balances at December 31, 2021, which were appropriated and included as anticipated revenue in their own respective funds for the budget year ending December 31, 2022, were as follows:

Current Fund	\$2,022,500.00
Sewer Utility Operating Fund	75,000.00
Swimming Pool Utility Operating Fund	-0-

NOTE 5: PROPERTY TAXES

Property taxes attach as an enforceable lien on property as of January 1. Taxes are levied based on the final adoption of the current year municipal budget, and are payable in four installments on February 1, May 1, August 1 and November 1. The Borough bills and collects its own property taxes and also the taxes for the County and the Local School District. The collections and remittance of county and school taxes are accounted for in the Current Fund. Borough property tax revenues are recognized when collected in cash and any receivables are recorded with offsetting reserves on the balance sheet of the Borough's Current Fund.

Taxes Collected in Advance - Taxes collected in advance and recorded as cash liabilities in the financial statements are as follows:

	BALANCE DECEMBER <u>31, 2021</u>	BALANCE DECEMBER <u>31, 2020</u>
Prepaid Taxes	\$ <u>646,434.68</u>	\$ <u>850,288.77</u>

NOTE 6: PENSION PLANS

Substantially all eligible employees participate in the Public Employees' Retirement System (PERS), or the Police, Firemen's Retirement System (PFRS) or the Defined Contribution Retirement System (DCRP), which have been established by state statute and are administered by the New Jersey Division of Pensions and Benefits. The Division issues a publicly available financial report that includes the financial statements and required supplementary information for the Public Employees Retirement System, Police and Fireman's Retirement System and Consolidated Police and Firemen's Pension Fund. These reports may be obtained by writing to the Division of Pensions and Benefits, P.O. Box 295, Trenton, New Jersey, 08625 or are available online at www.nj.gov/treasury/pensions/annrprts.shtml.

Public Employees' Retirement System (PERS) - The Public Employees' Retirement System (PERS) was established as of January 1, 1955, under the provisions of N.J.S.A. 43:15A, to provide retirement, death, disability and medical benefits to certain qualified members. The PERS is a cost-sharing multiple employer plan. Membership is mandatory for substantially, all full-time employees of the State of New Jersey or any county, municipality, school district or public agency, provided the employee is not required to be a member of another state-administered retirement system or other state pension fund or local jurisdiction's pension fund.

Police and Fireman's Retirement System (PFRS) - The Police and Fireman's Retirement System (PFRS) was established as of July 1, 1944, under the provisions of N.J.S.A. 43:16A, to provide retirement, death, and disability benefits to its members. The PFRS is a cost-sharing multiple-employer plan. Membership is mandatory for substantially, all full-time county and municipal police or firemen or officer employees with police powers appointed after June 30, 1944.

Defined Contribution Retirement Program (DCRP) - The Defined Contribution Retirement Program (DCRP) was established July 1, 2007, under the provisions of Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007, and was expanded under the provisions of Chapter 89, P.L. 2009. The DCRP provides eligible employees and their beneficiaries with a tax-sheltered, defined contribution retirement benefit, along with life insurance coverage and disability coverage.

Vesting and Benefit Provisions

The vesting and benefit provisions for PERS are set by N.J.S.A. 43:15A and 43:36. All benefits vest after ten years of service, except for medical benefits, which vest after 25 years of service. Members may seek early retirement after achieving 25 years of service credit or they may elect deferred retirement after achieving ten years of service credit. In which case, benefits would begin the first day of the month after the member attains normal retirement age.

The vesting and benefit provisions for PFRS are set by N.J.S.A. 43:16A and 43:36. All benefits vest after ten years of service, except for disability benefits, which vest after four years of service. Retirement benefits for age and service are available at age 55. Members may seek special retirement after achieving 25 years of creditable service or they may elect deferred retirement after achieving ten years of service.

NOTE 6: PENSION PLANS (CONTINUED)

Newly elected or appointed officials that have an existing DCRP account, or are a member of another State-administered retirement system are immediately invested in the DCRP. For newly elected or appointed officials that do not qualify for immediate vesting in the DCRP. Employee and employer contributions are held during the initial year of membership. Upon commencing the second year of DCRP membership, the member is fully invested. However, if a member is not eligible to continue in the DCRP for a second year of membership, the member may apply for a refund of the employee contributions from the DCRP, while the employer contributions will revert back to the employer. Employees are required to contribute 5.5% of their base salary and employers contribute 3.0%.

Funding Policy

The contribution policy is set by New Jersey State Statutes and contributions are required by active members and contributing employers. Plan members and employer contributions may be amended by State of New Jersey legislation. Effective July 2018 PERS provides for employee contributions of 7.5% of employees' annual compensation. Employers are required to contribute at an actuarially determined rate. The actuarially determined contribution includes funding for cost-of-living adjustments, noncontributory death benefits, and post-retirement medical premiums.

The contribution policy for PFRS is set by N.J.S.A. 43: 16A and requires contributions by active members and contributing employers. Plan member and employer contributions may be amended by State of New Jersey legislation. Employers are required to contribute at an actuarially determined rate. The annual employer contribution includes funding for basic retirement allowances, cost-of-living adjustments and noncontributory death benefits. During 2021, members contributed at a uniform rate of 10.00% of base salary.

Certain Borough employees are also covered by the Federal Insurance Contribution Act. The Borough's share of pension costs, which is based upon the annual billings received from the State, amounted to \$2,719,224.76 for 2021, \$2,518,693.00 for 2020, and \$2,353,871.09 for 2019.

All contributions were equal to the required contributions for each of the three years, respectively.

NOTE 6: PENSION PLANS (CONTINUED)

Accounting and Financial Reporting for Pensions – GASB 68

The Governmental Accounting Standards Board (GASB) has issued Statement No. 68 "Accounting and Financial Reporting for Public Employees Pensions" which requires the State of New Jersey to calculate and allocate, for note disclosure purposes only, the unfunded net pension liability of Public Employees Retirement System (PERS) and the Police and Firemen's Retirement System (PFRS) of the participating municipality as of December 31, 2021. The statement does not alter the amounts of funds that must be budgeted for pension payments under existing state law.

Under accounting principles and practices prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, any unfunded net pension liability of the municipality, allocated by the State of New Jersey, is not required to be reported in the financial statements as presented and any pension contributions required to be paid are raised in that year's budget and no liability is accrued at December 31, 2021.

Public Employees Retirement System (PERS)

At June 30, 2020, the State reported a net pension liability of \$10,616,865.00 for the Borough's proportionate share of the total net pension liability. The total pension liability for the June 30, 2020 measurement date was determined by an actuarial valuation as of July 1, 2019, which was rolled forward to June 30, 2020. The Borough's proportion of the net pension liability was based on a projection of the Borough's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. At June 30, 2020, the Borough's proportion was 0.0651046469 percent, which was a decrease of 0.0025131514 percent from its proportion measured as of June 30, 2019.

For the year ended June 30, 2020, the State recognized an actuarially determined pension expense of \$325,554.00 for the Borough's proportionate share of the total pension expense. The pension expense recognized in the Borough's financial statements based on the April 1, 2020 billing was \$657,722.

NOTE 6: PENSION PLANS (CONTINUED)

Accounting and Financial Reporting for Pensions - GASB 68 (Continued)

Public Employees Retirement System (PERS) (Continued)

At June 30, 2020, the State reported deferred outflows of resources and deferred inflows of resources related to PERS from the following sources:

	<u>Deferred Outflow of Resources</u>	<u>Deferred Inflow of Resources</u>
Differences between expected and actual experience	\$ 193,316.00	\$ 37,546.00
Changes of assumptions	344,423.00	4,445,382.00
Net difference between projected and actual earnings on pension plan investments	362,893.00	
Changes in proportion and differences between Borough contributions and proportionate share of contributions	<u>517,449.00</u>	<u>692,377.00</u>
	<u>\$ 1,418,081.00</u>	<u>\$ 5,175,305.00</u>

Other local amounts reported by the State as the Borough's proportionate share of deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in the State's actuarially calculated pension expense as follows:

<u>Year Ended June 30,</u>	<u>Amount</u>
2021	(\$1,367,207.60)
2022	(1,249,567.60)
2023	(729,088.60)
2024	(315,668.60)
2025	<u>(95,691.60)</u>
	<u>(\$3,757,224.00)</u>

NOTE 6: PENSION PLANS (CONTINUED)

Accounting and Financial Reporting for Pensions - GASB 68 (Continued)

Police and Firemen's Retirement System (PFRS) (Continued)

At June 30, 2020, the Borough's proportion was 0.1916346092 percent, which was an increase of 0.0076805939 percent from its proportion measured as of June 30, 2019.

For the year ended June 30, 2020, the State recognized an actuarially determined pension expense of \$1,982,898.00. The pension expense recognized in the Borough's financial statements based on the April 1, 2020 billing was \$1,858,139.00.

At June 30, 2020, the State reported deferred outflows of resources and deferred inflows of resources related to PFRS from the following sources:

	<u>Deferred Outflow of Resources</u>	<u>Deferred Inflow of Resources</u>
Differences between expected and actual experience	\$ 249,640.00	\$ 88,867.00
Changes of assumptions	62,313.00	6,638,469.00
Net difference between projected and actual earnings on pension plan investments	1,451,895.00	
Changes in proportion and differences between Borough contributions and proportionate share of contributions	<u>2,320,980.00</u>	<u>135,135.00</u>
	<u>\$ 4,084,828.00</u>	<u>\$ 6,862,471.00</u>

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ended <u>June 30</u>	<u>Amount</u>
2021	\$ (1,879,120.00)
2022	(1,126,045.00)
2023	(199,226.00)
2024	196,762.00
2025	<u>229,989.00</u>
	<u>\$ (2,777,640.00)</u>

NOTE 6: PENSION PLANS (CONTINUED)

Accounting and Financial Reporting for Pensions - GASB 68 (Continued)

Public Employees Retirement System (PERS) (Continued)

Actuarial Assumptions

The total pension liability for the June 30, 2020 measurement date was determined by an actuarial valuation as of July 1, 2019, which rolled forward to June 30, 2020. These actuarial valuations used the following assumptions:

	<u>June 30, 2020</u>
Inflation	
Price	2.75%
Wage	3.25%
Salary Increases	
Through 2026	2.00-6.00%
Thereafter	3.00-7.00%
	Based on Years of Service
Investment Rate of Return	7.00%

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.

The actuarial assumptions used in the July 1, 2019 valuation were based on the results of an actuarial experience study for the period July 1, 2014 to June 30, 2018.

NOTE 6: PENSION PLANS (CONTINUED)

Accounting and Financial Reporting for Pensions - GASB 68 (Continued)

Public Employees Retirement System (PERS) (Continued)

Long-Term Rate of Return

In accordance with State statute, the long-term expected rate of return on plan investments (7.00% at both June 30, 2020 and June 30, 2019) is determined by the State Treasurer, after consultation with the Directors of the Division of Investment 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's target asset allocation as of June 30, 2020 are summarized in the following table:

<u>Assets Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
US Equity	27.00%	7.71%
Non-U.S. Developed Market 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. Treasury's	5.00%	1.94%
Risk Mitigation Strategies	3.00%	3.40%

Discount Rate

The discount rate used to measure the total pension liability was 7.00% and 6.28% as of June 30, 2020 and June 30, 2019, respectively. 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 and the nonemployer contributing entity will be based on 78% of the actuarially determined contributions for the State employer 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.

NOTE 6: PENSION PLANS (CONTINUED)

Accounting and Financial Reporting for Pensions - GASB 68 (Continued)

Public Employees Retirement System (PERS) (Continued)

Sensitivity of the Borough's proportionate share of net pension liability to changes in the discount rate

The following presents the Borough's proportionate share of the net pension liability of the participating employers as of June 30, 2020 respectively, calculated using the discount rate as disclosed above as well as what the Borough's proportionate share of the net pension liability would be if it was calculated using a discount rate that is 1-percentage point lower or 1-percentage point higher than the current rate:

	June 30, 2020		
	1% Decrease <u>6.00%</u>	At Current Discount Rate <u>7.00%</u>	1% Increase <u>8.00%</u>
Borough's proportionate share of the pension liability	\$13,364,862.00	\$10,616,865.00	\$8,285,115.00

Pension plan fiduciary net position

Detailed information about the pension plan's fiduciary net position is available in the separately issued Financial Report for the State of New Jersey Public Employees Retirement System (PERS). The report may be obtained at State of New Jersey Division of Pensions and Benefits P.O. Box 295 Trenton, New Jersey 08625-0295 <http://www.state.nj.us/treasury/pensions>

Police and Firemen's Retirement System (PFRS)

At June 30, 2020, the State reported a net pension liability of \$24,761,719.00 for the Borough's proportionate share of the total PFRS net pension liability. The total pension liability for the June 30, 2020 measurement date was determined by an actuarial valuation as of July 1, 2019, which was rolled forward to June 30, 2020. The Borough's proportion of the net pension liability was based on a projection of the Borough's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined.

NOTE 6: PENSION PLANS (CONTINUED)

Accounting and Financial Reporting for Pensions - GASB 68 (Continued)

Police and Firemen's Retirement System (PFRS) (Continued)

Actuarial Assumptions

The total pension liability for the June 30, 2020 measurement date was determined by an actuarial valuation as of July 1, 2019, which rolled forward to June 30, 2020. This actuarial valuation used the following assumptions:

	<u>June 30, 2020</u>
Inflation:	
Price	2.75%
Wage	3.25%
Salary Increases	
Through all future years	3.25-15.25%
	Based on years of Service
Investment Rate of Return	7.00%

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. For healthy annuitants, 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, 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.

The actuarial assumptions used in the July 1, 2019 valuation were based on the results of an actuarial experience study for the period July 1, 2013 to June 30, 2018.

NOTE 6: PENSION PLANS (CONTINUED)

Accounting and Financial Reporting for Pensions - GASB 68 (Continued)

Police and Firemen's Retirement System (PFRS) (Continued)

Long-Term Rate of Return

In accordance with State statute, the long-term expected rate of return on plan investments (7.00 percent at June 30, 2020 and June 30, 2019) is determined by the State Treasurer, after consultation with the Directors of the Division of Investment 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 PFRS's target asset allocation as of June 30, 2020 are summarized in the following table:

<u>Assets Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
US Equity	27.00%	7.71%
Non-U.S. Developed Market 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. Treasury's	5.00%	1.94%
Risk Mitigation Strategies	3.00%	3.40%

NOTE 6: PENSION PLANS (CONTINUED)

Accounting and Financial Reporting for Pensions - GASB 68 (Continued)

Police and Firemen's Retirement System (PFRS) (Continued)

Discount Rate

The discount rate used to measure the total pension liability was 7.00% and 6.85% as of June 30, 2020 and June 30, 2019, respectively. 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 and the nonemployer contributing entity will be based on 78% of the actuarially determined contributions for the State employer 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 the Borough's proportionate share of the net pension liability to changes in the discount rate

The following presents the Borough's proportionate share of the net pension liability of the participating employers as of June 30, 2020 respectively, calculated using the discount rate as disclosed above as well as what the Borough's proportionate share of the net pension liability would be if it was calculated using a discount rate that is 1-percentage point lower or 1-percentage point higher than the current rate:

	June 30, 2020		
	1% Decrease <u>6.00%</u>	At Current Discount Rate <u>7.00%</u>	1% Increase <u>8.00%</u>
Borough's proportionate share of the PFRS pension liability	\$32,927,990.00	\$24,761,719.00	\$17,979,007.00

NOTE 6: PENSION PLANS (CONTINUED)

Accounting and Financial Reporting for Pensions - GASB 68 (Continued)

Police and Firemen's Retirement System (PFRS) (Continued)

Special Funding Situation

In accordance with 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.c. 2001, Chapter 86, P.L. 2001, Chapter 511, P.L. 1991, Chapter 109, P.c. 1979, Chapter 247, P.L. 1993 and Chapter 201, P.L. 2001. The amounts contributed by the State on behalf of the Borough 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 Borough does 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 Borough related to this legislation.

At June 30, 2020 and 2019, the State's proportionate share of the net pension liability attributable to the Borough for the PFRS special funding situation is \$3,842,906.00 and \$3,554,681.00, respectively.

At June 30, 2020, the Borough's and State of New Jersey's proportionate share of the PFRS net pension liability were as follows:

Borough's Proportionate Share of Net Pension Liability	\$24,761,719.00
State of New Jersey Proportionate Share of Net Pension Liability Associated with the Borough	<u>3,842,906.00</u>
	<u>\$28,604,625.00</u>

Pension plan fiduciary net position

Detailed information about the pension plan's fiduciary net position is available in the separately issued Financial Report for the State of New Jersey Police and Firemen's Retirement System (PFRS). The report may be obtained at State of New Jersey Division of Pensions and Benefits P.O. Box 295 Trenton, New Jersey 08625-0295 <http://www.state.nj.us/treasury/pensions>.

NOTE 7: COMPENSATED ABSENCES

Under the existing policy of the Borough, employees are allowed to accumulate unused sick pay over the life of their working careers which may be taken as time off at a later date. The Borough has a balance reserved in the Trust Fund at December 31, 2021 is \$217,746.07.

NOTE 8: LITIGATION

The Borough is involved in several pending legal proceedings, the impact on the financial statements of which, either individually or in the aggregate, in the opinion of the Borough's legal counsel would not be material.

NOTE 9: CONTINGENT LIABILITIES

The Borough participates in several federal and state financial assistance grant programs. Entitlement to the funds is generally conditional upon compliance with terms and conditions of the grant agreements and applicable regulations, including the expenditures of funds for eligible purposes. These programs are subject to compliance and financial audits by the grantors or their representatives. As of December 31, 2021, the Borough does not believe that any material liabilities will result from such audits.

NOTE 10: TAX APPEALS

There are several tax appeals filed with the State Tax Court of New Jersey requesting a reduction of assessments for the years 2021 and prior. Any reduction in assessed valuation will result in a refund of prior year's taxes in the year of a reserve or by the issuance of refunding bonds per N.J.S. 40A:2-51.

NOTE 11: RISK MANAGEMENT

The Borough 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. The Borough maintains commercial insurance coverage covering each of those risks of loss. Management believes such coverage is sufficient to preclude any significant uninsured losses to the Borough. Settled claims have not exceeded this commercial coverage in any of the past three fiscal years.

New Jersey Unemployment Compensation Insurance - The Borough has elected to fund its New Jersey Unemployment Compensation Insurance under the "Benefit Reimbursement Method". Under this plan, the Borough 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 Borough is billed quarterly for amounts due to the State. Below is a summary of Borough contributions, employee contributions, reimbursements to the State for benefits paid, and the ending balance of the Borough's expendable trust fund for the current and previous two years:

<u>Year</u>	<u>Interest Earned</u>	<u>Employee/Budget Contributions</u>	<u>Amount Reimbursed</u>	<u>Ending Balance</u>
2021	\$ 229.58	\$ 10,000.00	\$ 12,929.01	\$ 173,268.91
2020	1,357.74	0.00	3,449.42	175,968.34
2019	3,054.58	26,316.50	37,204.87	178,060.02

NOTE 12: INTERFUND RECEIVABLES AND PAYABLES

The following interfund balances remained on the balance sheet at December 31, 2021:

<u>Fund</u>	<u>Interfund Receivable</u>	<u>Interfund Payable</u>
Current Fund	\$ 12,621.40	\$ 21,230.62
Animal Control Trust Fund	293.89	
Trust Other Fund		12,839.27
General Capital Fund		76.02
Sewer Utility Operating Fund	237.37	
Sewer Utility Capital Fund		237.37
Pool Utility Operating Fund	<u>21,230.62</u>	<u> </u>
	<u>\$ 34,383.28</u>	<u>\$ 34,383.28</u>

All balances resulted from the time lag between the dates that short-term loans were disbursed and payments between funds were made.

NOTE 13: DEFERRED COMPENSATION PLAN

The Borough offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan, available to all Borough employees, permits them to defer a portion of their salaries until future years. The Borough does not make any contribution to the plan. The deferred compensation is not available to employees until retirement, death, disability, termination or financial hardships.

In accordance with the requirements of the Small Business Job Protection Act of 1996 and the funding requirements of Internal Revenue Code Section 457(g), the Borough's Plan was amended to require that all amounts of compensation deferred under the Plan are held for the exclusive benefits of plan participants and beneficiaries. All assets and income under the Plan are held in trust, in annuity contracts or custodial accounts. The accompanying financial statements do not include the Borough's Deferred Compensation Plan activities.

NOTE 14: DEFERRED CHARGES TO BE RAISED IN SUCCEEDING BUDGETS

Certain expenditures are required to be deferred to budgets of succeeding years. At December 31, 2021, the following deferred charges are shown:

	Balance December 31, <u>2021</u>	To Be Raised 2022 <u>Budget</u>
Current Fund	\$621,000.00	\$621,000.00

NOTE 15: LENGTH OF SERVICE AWARDS PROGRAM

The Borough of South Plainfield adopted an ordinance establishing a Length of Service Awards Program effective for the members of the South Plainfield Volunteer Fire Department and Volunteer Rescue Squad pursuant to N.J.S.A. 40A:14-183 et seq. Under this program, each volunteer that performs the minimum amount of service will have an annual amount up to \$1,300.00 deposited into a tax deferred account. The Borough budgeted \$5,000.00 for the program in 2021.

NOTE 16: GASB 75: POST-EMPLOYMENT BENEFITS OTHER THAN PENSIONS

The Governmental Accounting Standards Board (GASB) has issued Statement No. 75, "Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions" which is effective for fiscal years beginning after June 15, 2017. This statement establishes standards for measuring and recognizing liabilities, deferred outflows and inflows of resources, and expenses for postemployment benefits other than pensions. OPEB obligations are non-pension benefits that the municipality has contractually or otherwise agreed to provide employees once they have retired and, in most instances, will be for retirement health, prescription and dental insurance coverage.

NOTE 16: GASB 75: POST-EMPLOYMENT BENEFITS OTHER THAN PENSIONS
(CONTINUED)

Under current New Jersey budget and financial reporting requirements, the municipality is not required to fund any amounts in excess of their current costs on a pay-as-you-go basis or to accrue funds, create a trust or issue debt to finance their other post-employment benefit liability. Additionally, the municipality is not required to recognize any long-term obligations resulting from OPEB on their financial statements.

Single Employer Plan Defined Benefit Plan

Plan Description

The Borough's defined benefit OPEB plan, Borough of South Plainfield Retiree Welfare Benefits Plan (the Plan), provides OPEB for all employees of the Borough and their eligible dependents in accordance with the terms of their labor agreements. The Plan is a single-employer defined benefit OPEB plan administered by the Borough. No assets are accumulated in a trust that meets the criteria in paragraph 4 of Statement 75.

Summary of Benefits

The Plan provides retirees and their eligible dependents medical, dental vision and prescription benefits provided that they have met the eligibility requirements contained in the Borough's various labor agreements.

Employees Covered by Benefits Terms

Inactive employees or beneficiaries currently receiving benefits payments	116
Inactive employees entitled to but not currently receiving benefits payments	-0-
Active employees	<u>128</u>
	<u>244</u>

Contributions

The contribution requirements of the Borough and Plan members are established and maybe be amended by the Borough's governing body.

Retirees and their dependents are required to contribute toward the cost of the postretirement medical, prescription drug, dental and vision coverage in accordance with the provisions set forth under Chapter 78. An employee who retires after satisfying the eligibility requirements who had less than 20 years of PERS or PFRS service as of June 28, 2011, shall be required to contribute toward the cost of postretirement healthcare benefits. The retirement contributions are based on a percentage of the postretirement healthcare cost and vary based on coverage tier and amount of PERS or PFRS pension amounts based on tables presented in the Borough's plan document, ranging from 3.5% to 35%.

NOTE 16: GASB 75: POST-EMPLOYMENT BENEFITS OTHER THAN PENSIONS
(CONTINUED)

Single Employer Plan Defined Benefit Plan (Continued)

Total OPEB Liability

The Borough's total OPEB liability of \$108,339,761 was measured as of December 31, 2021, and was determined by an actuarial valuation as of that date.

Actuarial Assumptions

The total OPEB liability in the December 31, 2021 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified:

Inflation	2.0%
Salary Increases	3.0%

Healthcare cost trend rate: pre-65 medical 5.4% in 2021 decreasing .2% annually to an ultimate rate of 4.50% for 2026 and later; post-65 medical 4.50% each year, prescription drug 6.5% decreasing .25% annually through 2031; Medicare Part B 5.00% each year; dental 3.00% each year; fixed fees 4.00% each year.

Mortality rates were based on the PUB-2010 Headcount Weighted base table with projection scale MP-2021.

The actuarial assumptions used in the December 31, 2021 valuation were based on the results of an actuarial experience study for the period January 1, 2020–December 31, 2020.

Discount Rate

The discount rate under GASB 75 should be the single rate that reflects (a) the long-term expected rate of return on plan investments that are expected to be used to finance the benefit payments, to the extent that the plan's fiduciary net position is projected to be sufficient to make projected benefit payments and the assets are expected to be invested using a strategy to achieve that return and (b) a yield or index rate for 20-year, tax exempt general obligations municipal bonds with an average rating of AA/AAa or higher (or an equivalent quality on another scale) to the extent that the conditions in (a) are not met. The discount rates used for determining the Total OPEB liabilities at January 1, 2021 and December 31, 2021, based on the "The Bond Buyer 20-Bond GO Index", are 2.15% and 2.05%, respectively.

NOTE 16: GASB 75: POST-EMPLOYMENT BENEFITS OTHER THAN PENSIONS
(CONTINUED)

Single Employer Plan Defined Benefit Plan (Continued)

Actuarial Assumptions (Continued)

Changes in the Total OPEB Liability:

	<u>Total OPEB Liability</u>
Balance at 12/31/20	\$103,216,554.00
Changes for the year:	
Service cost	2,859,943.00
Interest cost	2,254,497.00
Changes in assumptions or other inputs	2,441,072.00
Benefit payments	(2,432,305.00)
Net change in OPEB liability	<u>\$5,123,207.00</u>
Balance at 12/31/21	<u>\$108,339,761.00</u>

Changes of assumptions and other inputs reflect a change in the discount rate from 2.15 percent in 2020 to 2.05 percent in 2021.

Sensitivity of the Total OPEB liability to changes in the discount rate and healthcare cost trend rates

The following presents the total OPEB liability of the Borough, as well as what the Borough's total OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (1.05 percent) or 1-percentage point higher (3.05 percent) than the current discount rate:

	<u>December 31, 2021</u>		
	1.00% Decrease (1.05)	At Discount Rate (2.05)	1.00% Increase (3.05%)
Total OPEB Liability	\$131,763,815	\$108,339,761	\$90,400,586

NOTE 16: GASB 75: POST-EMPLOYMENT BENEFITS OTHER THAN PENSIONS
(CONTINUED)

Single Employer Plan Defined Benefit Plan (Continued)

Sensitivity of the Total OPEB liability to changes in the healthcare cost trend rates.

The following presents the total OPEB liability of the Borough, as well as what the Borough'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:

	December 31, 2021		
	1.00% Decrease	Healthcare Cost Trend Rate	1.00% Increase
Total OPEB Liability	\$88,407,459.00	\$108,339,761.00	\$135,112,309

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

For the year ended December 31, 2021 the actuarially determined OPEB expense reflected in the Plan report was \$8,376,653. The estimated employer cash cost for plan benefits for the year ended December 31, 2021 is \$2,432,305.00

At December 31, 2021, the Plan reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	<u>Deferred Outflow of Resources</u>	<u>Deferred Inflow of Resources</u>
Differences between expected and actual demographic experience	\$2,907,020	
Changes of assumptions	9,071,113	\$1,757,563
Changes in proportion	_____	_____
	<u>\$11,978,133</u>	<u>\$1,757,563</u>

NOTE 16: GASB 75: POST-EMPLOYMENT BENEFITS OTHER THAN PENSIONS
(CONTINUED)

Single Employer Plan Defined Benefit Plan (Continued)

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

<u>Year Ended</u> <u>December 31,</u>	<u>Amount</u>
2022	\$3,262,214.00
2023	5,014,632.00
2024	1,455,510.00
2025	488,214.00

Cost-sharing multiple-employer defined benefit other postemployment benefit (OPEB) plan with a special funding situation

Plan Description and Benefits Provided

The State Health Benefit Local Government Retired Employees Plan (the Plan) 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*; therefore, assets are accumulated to pay associated benefits.

In accordance with Chapter 330, P.L. 1997, which is codified in N.J.S.A 52: 14-17.32j, 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.

NOTE 16: GASB 75: POST-EMPLOYMENT BENEFITS OTHER THAN PENSIONS
(CONTINUED)

Cost-sharing multiple-employer defined benefit other postemployment benefit (OPEB) plan with a special funding situation

Special Funding Situation

The Township, by resolution of the governing body, has elected to provide postretirement medical coverage to certain employees under the provisions of Chapter 330, P.L. 1997.

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 percent 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.

At June 30, 2020 and 2019, the State's proportionate share of the net OPEB liability attributable to the Borough for the special funding situation is \$3,842,906.00 and \$3,554,681.00 respectively.

At June 30, 2020, the Borough's and State of New Jersey's proportionate share of the OPEB liability were as follows:

Borough's Proportionate Share of Net Pension Liability	\$24,761,719.00
State of New Jersey Proportionate Share of Net Pension Liability Associated with the Borough	<u>3,842,906.00</u>
	<u>\$28,604,625.00</u>

NOTE 16: GASB 75: POST-EMPLOYMENT BENEFITS OTHER THAN PENSIONS
(CONTINUED)

Cost-sharing multiple-employer defined benefit other postemployment benefit (OPEB) plan with a special funding situation (Continued)

OPEB Plan Fiduciary Net Position

Detailed information about the OPEB plan's fiduciary net position is available in the separately issued Financial Report for the State of New Jersey State Health Benefits Local Government Retired Employees Plan. The report may be obtained at State of New Jersey Division of Pensions and Benefits P.O. Box 295 Trenton, New Jersey 08625-0295 <http://www.state.nj.us/treasury/pensions>.

NOTE 17: SUBSEQUENT EVENTS

The Township has evaluated subsequent events occurring after the financial statement date through July 26, 2022 which is the date the financial statements were available to be issued. Based upon this evaluation, the Township has determined that there are no subsequent events needed to be disclosed.

NOTE 18: FIXED ASSETS

Below is a summary of the General Fixed Assets Account Group for the year ended December 31, 2021:

	Balance December 31, <u>2020</u>	<u>Additions</u>	Balance December 31, <u>2021</u>
Land	\$17,058,200.00		\$17,058,200.00
Buildings	9,001,500.00		9,001,500.00
Machinery and Equipment	<u>15,965,592.00</u>	<u>\$408,666.00</u>	<u>16,374,258.00</u>
	<u>\$42,025,292.00</u>	<u>\$408,666.00</u>	<u>\$42,433,958.00</u>

BOROUGH OF SOUTH PLAINFIELD
SUPPLEMENTARY SCHEDULES – ALL FUNDS
YEAR ENDED DECEMBER 31, 2021

BOROUGH OF SOUTH PLAINFIELDCURRENT FUNDSCHEDULE OF CASH - COLLECTOR-TREASURER

	<u>REF.</u>	<u>CURRENT FUND</u>	<u>GRANT FUND</u>
Balance, December 31, 2020	A	\$ 4,692,588.96	\$ 257,625.62
Increased by Receipts:			
Taxes Receivable	A-8	\$ 92,536,060.82	\$
State of New Jersey-Senior Citizens and Veterans Deductions	A-7	145,076.68	
Interfunds	A-12	81,271.16	
Revenue Accounts Receivable	A-13	7,881,662.83	
Miscellaneous Revenue not Anticipated	A-2	206,024.30	
Tax Overpayments	A-17	33,451.12	
Prepaid Taxes	A-18	646,434.68	
Appropriation Refunds	A-3	1,969,406.85	
Reserve for Sale of Municipal Assets	A-28	300,000.00	
Reserve for Grants-Appropriated	A-23		4,000.00
Reserve for Grants-Unappropriated	A-24		1,335,919.63
Grants Receivable	A-26		151,873.73
Petty Cash	A-5	<u>1,000.00</u>	
		<u>103,800,388.44</u>	<u>1,491,793.36</u>
		\$ 108,492,977.40	\$ 1,749,418.98
Decreased by Disbursements:			
Appropriations	A-3	\$ 31,513,428.95	\$
Appropriation Reserves	A-14	1,032,331.06	
Interfunds	A-12:A-27	13,418.13	652,604.05
Tax Overpayments	A-17	27,059.21	
Local District School Taxes Payable	A-21	53,583,475.00	
County Taxes Payable	A-25	17,482,646.91	
Accounts Payable	A-11	1,524.00	
Petty Cash	A-5	1,000.00	
Reserve for Accumulated Absences	A-20	16,500.00	
Reserve for Emergency Appropriations	A-29	225,805.49	
Reserve for Grants-Appropriated	A-23		<u>304,977.44</u>
		<u>103,897,188.75</u>	<u>957,581.49</u>
Balance, December 31, 2021	A	\$ <u>4,595,788.65</u>	\$ <u>791,837.49</u>

"A-5"

BOROUGH OF SOUTH PLAINFIELD

CURRENT FUND

SCHEDULE OF PETTY CASH

OFFICE

	<u>INCREASED</u>	<u>DECREASED</u>
Finance Department	\$ 200.00	\$ 200.00
Public Works Department	100.00	100.00
Police Department	300.00	300.00
Other	200.00	200.00
Office of Aging	200.00	200.00
	<u>1,000.00</u>	<u>1,000.00</u>

REF.

A-4

A-4

"A-6"

SCHEDULE OF CHANGE FUND

	<u>BALANCE DECEMBER 31, 2020 & 2021</u>
Tax Collector	\$ 450.00
Municipal Court	150.00
Construction Code	100.00
Police Department	50.00
Clerk Department	200.00
Fire Department	50.00
	<u>1,000.00</u>

REF.

A

"A-7"

BOROUGH OF SOUTH PLAINFIELD
CURRENT FUND
SCHEDULE OF DUE STATE OF NEW JERSEY
FOR SENIOR CITIZENS AND VETERANS DEDUCTIONS

	<u>REF.</u>		
Balance, December 31, 2020 (Due to)	A		\$ 2,970.53
Increased by:			
Received from State	A-4	\$ 145,076.68	
Deductions Disallowed by Tax Collector	A-7	<u>1,947.94</u>	
			\$ <u>147,024.62</u>
			\$ 149,995.15
Decreased by:			
Deductions Per Tax Billing	A-7	\$ 147,750.00	
Deductions Allowed by Tax Collector	A-7	<u>7,388.47</u>	
			<u>155,138.47</u>
Balance, December 31, 2021 (Due to)	A		\$ <u><u>5,143.32</u></u>

ANALYSIS OF STATE SHARE OF 2021 SENIOR
CITIZENS AND VETERANS DEDUCTIONS

Deductions Per Tax Billing	A-7	\$ 147,750.00	
Deductions Allowed by Collector	A-7	<u>7,388.47</u>	
			\$ 155,138.47
Less:			
Deductions Disallowed by Tax Collector	A-7		<u>1,947.94</u>
	A-8		\$ <u><u>153,190.53</u></u>

BOROUGH OF SOUTH PLAINFIELD

CURRENT FUND

SCHEDULE OF TAXES RECEIVABLE AND ANALYSIS OF PROPERTY TAX LEVY

YEAR	BALANCE DECEMBER 31.2020	2021 LEVY	ADDED TAXES	COLLECTIONS 2020	COLLECTIONS 2021	CANCELED	TRANSFERRED TO TAX TITLE LIENS	BALANCE DECEMBER 31.2021
Prior	\$ 978,628.97	\$	\$	\$ 978,030.74	\$	\$	\$ 347.30	\$ 250.93
2020		93,252,202.64	364,308.22	850,288.77	91,711,220.61	1,725.92	6,782.34	1,046,493.22
	\$ 978,628.97	\$ 93,252,202.64	\$ 364,308.22	\$ 850,288.77	\$ 92,689,251.35	\$ 1,725.92	\$ 7,129.64	\$ 1,046,744.15

REF. A

A-2-A-18

A-2

A-9

A

REF.

Collector
Senior Citizens and Veterans Deductions

A-4	\$ 92,536,060.82
A-7	153,190.53
	<u>\$ 92,689,251.35</u>

ANALYSIS OF 2021 PROPERTY TAX LEVY

TAX YIELD

General Property Tax
Added Taxes (54:4-63.1 et seq.)

\$	93,252,202.64
	<u>364,308.22</u>
\$	<u>93,616,510.86</u>

TAX LEVY

Local District School Tax (Abstract)
County Tax (Abstract)
County Open Space (Abstract)

A-2-A-21

\$	16,098,995.21
	<u>1,323,431.62</u>
\$	<u>17,422,426.83</u>

Due County for Added Taxes (54:4-63.1 et seq.)
Total County Taxes

\$	60,220.08
	<u>17,482,646.91</u>

Local Tax for Municipal Purposes, Excluding Library (Abstract)
Minimum Library Tax
Add: Additional Tax Levied
Local Tax for Municipal Purposes Levied

\$	20,781,820.29
	<u>1,452,923.99</u>
	<u>315,644.67</u>
	<u>22,550,388.95</u>
\$	<u>93,616,510.86</u>

"A-9"

BOROUGH OF SOUTH PLAINFIELD

CURRENT FUND

SCHEDULE OF TAX TITLE LIENS

	<u>REF.</u>		
Balance, December 31, 2020	A		\$ 140,600.44
Increased by:			
Transferred from Taxes Receivable	A-8	\$ 7,129.64	
Interest & Costs on Tax Sale		<u>162.31</u>	
			<u>7,291.95</u>
Balance, December 31, 2021	A		\$ <u>147,892.39</u>

"A-10"

SCHEDULE OF PROPERTY ACQUIRED FOR TAXES
(AT ASSESSED VALUATION)

Balance, December 31, 2020 and December 31, 2021	A		\$ <u>4,714,000.00</u>
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BOROUGH OF SOUTH PLAINFIELD

CURRENT FUND

SCHEDULE OF RESERVE FOR ACCOUNTS PAYABLE

	<u>REF.</u>		
Balance, December 31, 2020	A		\$ 346,369.32
Increased by:			
Budget Appropriations	A-3	\$ 292,899.35	
Reserve for Emergency Appropriations	A-29	16,511.58	
Appropriation Reserves	A-14	<u>75.00</u>	
			<u>309,485.93</u>
			\$ <u>655,855.25</u>
Decreased by:			
Transferred to Appropriation Reserves	A-14	\$ 339,211.50	
Disbursed	A-4	1,524.00	
Canceled	A-1	<u>5,155.82</u>	
			<u>345,891.32</u>
Balance, December 31, 2021	A		\$ <u><u>309,963.93</u></u>

BOROUGH OF SOUTH PLAINFIELD

CURRENT FUND

SCHEDULE OF INTERFUNDS

REF.	TOTAL	GRANT FUND	TRUST OTHER FUND			GENERAL CAPITAL FUND	SWIM POOL OPERATING FUND
			PROFESSIONAL ESCROW	PERFORMANCE ESCROW	TREASURER'S TRUST		
Balance, December 31, 2020							
Due from	\$ 60,040.54	\$	\$ 360.94	\$ 1,319.94	\$ 4,055.08	\$ 1,258.95	\$ 53,045.63
Due to	796.73	796.73					
Receipts	\$ 81,271.16	\$	\$ 360.94	\$ 1,319.94	\$ 4,055.08	\$ 1,258.95	\$ 74,276.25
Disbursements	13,418.13	796.73	159.39	428.19	11,957.80	76.02	
Balance, December 31, 2021							
Due from	\$ 12,621.40	\$	\$ 159.39	\$ 428.19	\$ 11,957.80	\$ 76.02	\$ 21,230.62
Due to	21,230.62	(0.00)					

BOROUGH OF SOUTH PLAINFIELD

CURRENT FUND

SCHEDULE OF REVENUE ACCOUNTS RECEIVABLE

<u>ACCOUNTS</u>	<u>REF.</u>	<u>BALANCE DECEMBER 31, 2020</u>	<u>ACCRUED IN 2021</u>	<u>COLLECTED</u>	<u>BALANCE DECEMBER 31, 2021</u>
Clerk:					
Licenses:					
Alcoholic Beverages	A-2	\$	\$ 45,515.00	\$ 45,515.00	\$
Other	A-2		8,450.00	8,450.00	
Fees and Permits	A-2		49,438.00	49,438.00	
Interest and Costs on Taxes	A-2		249,734.95	249,734.95	
Board of Adjustment/Planning/Zoning:					
Fees and Permits	A-2		115,269.51	115,269.51	
Board of Health/Registrar:					
Other Licenses	A-2		82,704.00	82,704.00	
Fees and Permits	A-2		582.40	582.40	
Municipal Court:					
Fines and Costs	A-2	12,707.73	229,847.35	220,270.95	22,284.13
Police:					
Fees and Permits	A-2		65,763.33	65,763.33	
Interest on Investments and Deposits	A-2		12,287.70	12,287.70	
Energy Receipts Tax	A-2		2,715,291.00	2,715,291.00	
Uniform Construction Code Fees	A-2		1,100,416.00	1,100,416.00	
SP Urban Renewal Pilot	A-2		46,209.99	46,209.99	
Office On Aging Building Rental	A-2		6,000.00	6,000.00	
Reserve for Parade Contributions	A-2		5,000.00	5,000.00	
General Capital Fund Surplus	A-2		17,296.00	17,296.00	
Police Off-Duty Admin Fee	A-2		131,338.95	131,338.95	
State Hotel Tax	A-2		276,995.17	276,995.17	
Uniform Fire Safety Act	A-2		391,858.64	391,858.64	
Utility Operating Surplus	A-2		650,000.00	650,000.00	
Host Benefits-Recycling Tonnage	A-2		64,900.16	64,900.16	
Cable TV Fees	A-2		288,487.13	288,487.13	
Bail Forfeitures	A-2		3,645.00	3,645.00	
Rental Utility Vehicles	A-2		34,000.00	34,000.00	
Reserve for Debt Service	A-2		52,321.68	52,321.68	
CARES Act	A-2		128,606.49	128,606.49	
Land Sales	A-2		465,880.00	465,880.00	
American Rescue Plan Act-LFRF	A-2		653,400.78	653,400.78	
		<u>\$ 12,707.73</u>	<u>\$ 7,891,239.23</u>	<u>\$ 7,881,662.83</u>	<u>\$ 22,284.13</u>
<u>REF.</u>		A		A-4	A

BOROUGH OF SOUTH PLAINFIELD

CURRENT FUND

SCHEDULE OF 2020 APPROPRIATION RESERVES

	BALANCE DECEMBER 31, 2020	ACCOUNTS PAYABLE	BALANCE AFTER MODIFICATION	PAID OR CHARGED	BALANCE LAPSED
<u>GENERAL GOVERNMENT</u>					
Administrative & Purchasing:	\$	\$	\$	\$	\$
Salaries and Wages	4,520.67		4,520.67	650.28	3,870.41
Other Expenses	3,710.33		3,710.33		3,710.33
Mayor & Council					
Salaries and Wages	5,499.84		1,999.84		1,999.84
Other Expenses	2,078.00		2,078.00		2,078.00
Borough Clerk:					
Salaries and Wages	17,971.22		12,971.22		12,971.22
Other Expenses	13,942.79	107.81	12,050.60	107.81	11,942.79
Financial Administration:					
Salaries and Wages	2,823.17		2,323.17	868.14	1,455.03
Other Expenses	15,916.13	499.64	18,415.77	17,074.00	1,341.77
Annual Audit	60,000.00		60,000.00	57,875.00	2,125.00
Computer:					
Salaries and Wages	2,135.76		2,135.76		2,135.76
Other Expenses	31,696.15	2,901.24	23,597.39	2,112.35	21,485.04
Data Processing:					
Other Expenses	3,500.00		3,500.00		3,500.00
Collection of Taxes:					
Salaries and Wages	3,887.53		3,887.53	671.87	3,215.66
Other Expenses	3,394.53	38.08	3,432.61	38.08	3,394.53
Assessment of Taxes:					
Salaries and Wages	2,895.89		2,895.89		2,895.89
Other Expenses	3,572.69	3,922.84	7,495.53	3,802.84	3,692.69
Legal Services and Costs:					
Salaries and Wages	500.00		500.00		500.00
Other Expenses:	9,777.02	17,774.38	37,051.40	29,332.46	7,718.94
Engineering Services:					
Salaries and Wages	2,523.57		2,523.57	928.13	1,595.44
Other Expense	12,555.25		14,555.25	4,177.71	10,377.54
Economic Development:					
Other Expenses	1,000.00		1,000.00		1,000.00
Planning Board:					
Other Expenses	3,613.90		4,613.90	197.09	4,416.81
Zoning Board of Adjustment:					
Salaries and Wages	1,922.98		1,922.98		1,922.98
Other Expenses	5,173.15		11,173.15	4,875.70	6,297.45
Environmental Commission:					
Salaries and Wages	2,454.46		2,454.46	165.00	2,289.46
Other Expenses	1,715.55		1,715.55	44.95	1,670.60
Green Brook Flood Committee	245.19		245.19		245.19
Municipal Court:					
Salaries and Wages	3,626.57		1,626.57		1,626.57
Other Expenses	3,890.35	100.00	3,990.35	3,817.47	172.88
Municipal Support:					
Other Expenses	4,222.14	4,684.91	8,907.05	4,696.17	4,210.88
Insurance:					
Other	75,619.05		78,119.05	66,936.00	11,183.05
Health Benefits	195,574.68	67,868.09	173,942.77	139,284.76	34,658.01
Health Benefits Waiver	9,000.00		9,000.00	5,000.00	4,000.00
<u>PUBLIC SAFETY</u>					
Police:					
Salaries and Wages	51,450.08		26,450.08	15,994.72	10,455.36
Other Expenses	19,615.66	32,271.38	57,887.04	38,521.93	19,365.11
Traffic Safety:					
Salaries and Wages	1,505.00		1,505.00		1,505.00
Other Expenses	228.66		228.66		228.66
School Crossing Guard:					
Other Expenses	8,200.31	17,785.00	10,985.31		10,985.31

BOROUGH OF SOUTH PLAINFIELD

CURRENT FUND

SCHEDULE OF 2020 APPROPRIATION RESERVES

	BALANCE DECEMBER 31, 2020	ACCOUNTS PAYABLE	BALANCE AFTER MODIFICATION	PAID OR CHARGED	BALANCE LAPSED
Emergency Management:					
Salaries and Wages	\$ 1,264.52		\$ 1,264.52	\$	\$ 1,264.52
Other Expenses	8,837.66	121.94	8,959.60		8,959.60
First Aid					
Salaries and Wages	997.00		997.00		997.00
Other Expenses	1,584.95		5,584.95	3,237.80	2,347.15
Fire Department:					
Other Expenses	806.15	58,932.93	63,739.08	60,077.99	3,661.09
Fire Official:					
Salaries and Wages	10,812.39		3,812.39	655.24	3,157.15
Other Expenses	32,108.20	9,836.45	34,944.65	15,830.46	19,114.19
Fire Service Charge	2,524.67		2,524.67	1,618.82	905.85
Juvenile Conference:					
Salaries and Wages	1,500.00		1,500.00		1,500.00
<u>STREETS AND ROADS</u>					
Public Works Director:					
Salaries and Wages	10,436.18		7,436.18	5,661.08	1,775.10
Other Expenses	3,191.99		3,191.99	1,136.21	2,055.78
Road Repairs & Maintenance:					
Salaries and Wages	10,028.36		10,028.36	6,731.67	3,296.69
Other Expenses	19,015.56	4,789.98	21,305.54	8,472.76	12,832.78
Snow Removal:					
Salaries and Wages	13,418.40		3,418.40	1,680.96	1,737.44
Other Expenses	38,707.28	9,585.00	62,792.28	61,232.00	1,560.28
Solid Waste:					
Salaries and Wages	1,000.00		1,000.00		1,000.00
Other Expenses	1,500.00		1,500.00		1,500.00
Recycling:					
Salaries and Wages	2,007.84		6,007.84	2,173.03	3,834.81
Other Expenses	43,208.19	489.05	43,697.25	35,441.82	8,255.43
Compactor:					
Salaries and Wages	500.00		500.00		500.00
Other Expenses	2,500.00		2,500.00		2,500.00
Public Buildings & Grounds:					
Salaries and Wages	7,887.74		9,887.74	5,437.45	4,450.29
Other Expenses	18,220.28	1,779.49	21,999.77	9,957.81	12,041.96
Vehicle Maintenance:					
Salaries and Wages	7,734.71		5,734.71	2,164.16	3,570.55
Other Expenses	17,944.57	1,030.53	23,975.10	12,459.33	11,515.77
<u>HEALTH AND WELFARE</u>					
Board of Health:					
Salaries and Wages	1,828.20		1,828.20		1,828.20
Other Expenses	7,760.44	4,136.00	13,896.44	8,166.50	5,729.94
Youth Aid:					
Salaries and Wages	140.40		140.40		140.40
Other Expenses	1,500.00		1,500.00		1,500.00
Public Assistance:					
Salaries and Wages	2,888.66		2,888.66		2,888.66
Other Expenses	800.00		800.00		800.00

BOROUGH OF SOUTH PLAINFIELD

CURRENT FUND

SCHEDULE OF 2020 APPROPRIATION RESERVES

	BALANCE DECEMBER 31, 2020	ACCOUNTS PAYABLE	BALANCE AFTER MODIFICATION	PAID OR CHARGED	BALANCE LAPSED
<u>RECREATION AND EDUCATION</u>					
Board of Recreation Comm.:					
Salaries and Wages	\$ 2,076.53		\$ 4,076.53	\$ 1,117.00	\$ 2,959.53
Other Expenses	14,392.03	2,037.67	16,429.70	4,340.47	12,089.23
Office of Aging:					
Salaries and Wages	6,622.32		2,622.32	308.58	2,313.74
Other Expenses	13,332.68	4,267.31	17,599.99	5,124.01	12,475.98
Cultural Arts:					
Salaries and Wages	845.00		845.00	165.00	680.00
Other Expenses	6,838.29		4,338.29	568.38	3,769.91
Celebration of Public Events:					
Other Expenses	6,093.15	7,750.00	13,843.15	7,750.00	6,093.15
<u>UNIFORM CONSTRUCTION CODE</u>					
Construction Code Official:					
Salaries and Wages	5,643.12		5,643.12	2,639.79	3,003.33
Other Expenses	13,143.63	75.00	10,218.63	9,265.00	953.63
<u>UNCLASSIFIED</u>					
Utilities:					
Electricity	38,364.95		30,364.95	12,920.69	17,444.26
Street Lights	49,148.28	1,359.04	90,007.32	41,654.53	48,352.79
Telephones	8,440.36	7,220.47	26,160.83	23,633.01	2,527.82
Water	13,244.43	646.81	13,891.24	4,607.53	9,283.71
Gas	3,000.00		3,000.00		3,000.00
Fuel Oil	5,000.00		5,000.00		5,000.00
Telecommunications		3,500.00	4,500.00	3,500.00	1,000.00
Gasoline	13,126.77		13,126.77	7,091.77	6,035.00
Landfill Costs	14,987.86		16,987.86	12,191.35	4,796.51
Accumulated Leave Compensation	65,000.00		115,000.00	115,000.00	
Contingent	2,104.05		2,104.05	54.20	2,049.85
<u>DEFERRED CHARGES AND STATUTORY EXPENDITURES</u>					
Social Security System (O.A.S.I.)	7,991.80		7,991.80		7,991.80
Defined Contribution Retirement System	3,400.00		3,400.00		3,400.00
Unemployment Compensation Insurance	5,000.00		5,000.00		5,000.00
Public Employee Retirement System			5,000.00		5,000.00
Police and Firemen's Retirement System of NJ			20,000.00		20,000.00
<u>MANDATED EXPENDITURES PER N.J.S. 40A:4-45.3g EXCLUDED FROM "CAPS"</u>					
Public Library: Direct Maintenance	0.50	1.50	2.00	1.00	1.00
Police System 911: Salaries	16,167.75		16,167.75	10,258.57	5,909.18
Police System 911: OE	59,768.59	959.00	60,727.59	18,236.00	42,491.59
LOSAP: Deferred Contributions	9,000.00		15,000.00	15,000.00	
Tax Appeals	64,260.05	72,739.95	137,000.00	97,671.65	39,328.35
	<u>\$ 1,311,604.75</u>	<u>\$ 339,211.50</u>	<u>\$ 1,650,816.25</u>	<u>\$ 1,032,406.06</u>	<u>\$ 618,410.19</u>
REF.	A	A-11			A-1
Disbursements	A-4			\$ 1,032,331.06	
Accounts Payable	A-11			<u>75.00</u>	
				<u>\$ 1,032,406.06</u>	

"A-15"

BOROUGH OF SOUTH PLAINFIELD

CURRENT FUND

SCHEDULE OF RESERVE FOR PLANNING & ZONING CODE REVISION

	<u>REF.</u>	
Balance, December 31, 2020 and December 31, 2021	A	\$ <u>4,159.24</u>

"A-16"

GRANT FUND

SCHEDULE OF RESERVE FOR ACCOUNTS PAYABLE

Increased by:		
Transferred From Grants Appropriated	A-23	\$ 8,823.70
Balance, December 31, 2021	A	<u>8,823.70</u>

"A-17"

BOROUGH OF SOUTH PLAINFIELD
CURRENT FUND
SCHEDULE OF TAX OVERPAYMENTS

	<u>REF.</u>	
Balance, December 31, 2020	A	\$ 1.39
Increased by:		
Overpayments in 2021	A-4	<u>33,451.12</u>
		\$ <u>33,452.51</u>
Decreased by:		
Refunded	A-4	<u>27,059.21</u>
Balance, December 31, 2021	A	\$ <u><u>6,393.30</u></u>

"A-18"

SCHEDULE OF PREPAID TAXES

Balance, December 31, 2020	A	\$ 850,288.77
Increased by:		
Collection of 2022 Taxes	A-4	<u>646,434.68</u>
		\$ <u>1,496,723.45</u>
Decreased by:		
Application to 2021 Taxes	A-8	<u>850,288.77</u>
Balance, December 31, 2021	A	\$ <u><u>646,434.68</u></u>

"A-19"

BOROUGH OF SOUTH PLAINFIELD
CURRENT FUND
SCHEDULE OF DEFERRED CHARGES

REF.

Increased by:		
Appropriations	A-3	\$ 621,000.00
Balance, December 31, 2021	A	<u>621,000.00</u>

"A-20"

SCHEDULE OF RESERVE FOR ACCUMULATED ABSENCES

Balance, December 31, 2020	A	\$ 16,500.00
Decreased by:		
Disbursements	A-4	<u>16,500.00</u>

"A-21"

BOROUGH OF SOUTH PLAINFIELD

CURRENT FUND

SCHEDULE OF LOCAL DISTRICT SCHOOL TAXES PAYABLE

	<u>REF.</u>	
Increased by:		
School Levy	A-1:A-8	\$ 53,583,475.00
Decreased by:		
Disbursements	A-4	\$ <u>53,583,475.00</u>

"A-22"

SCHEDULE OF SALES CONTRACTS RECEIVABLE

Balance, December 31, 2020 and December 31, 2021	A	\$ <u>319,500.00</u>
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BOROUGH OF SOUTH PLAINFIELD

GRANT FUND

SCHEDULE OF GRANTS APPROPRIATED

	BALANCE DECEMBER 31, 2020	BUDGET APPROPRIATION	EXPENDED	BALANCE DECEMBER 31, 2021
Municipal Alliance	\$ 3,459.90	\$ 12,237.80	\$ 11,698.91	\$ 3,998.79
Municipal Alliance - Match		4,000.00		4,000.00
Drunk Driving Enforcement Fund	10,153.18	7,680.35	6,387.90	11,445.63
Clean Communities	6,771.10	96,887.28	81,071.96	22,586.42
Safe & Secure Communities	30,000.11		30,000.00	0.11
Senior Citizens Bus	1,442.81			1,442.81
Police Grant		7,500.00		7,500.00
Alcohol Education Rehab	16,877.64	2,083.85		18,961.49
Body Armor	5,536.07	4,060.20	8,500.80	1,095.47
Recycling Program	91,642.74	76,609.49	134,272.57	33,979.66
Tree Planting Grant	54.76			54.76
Domestic Violence	2,306.25			2,306.25
DARE Program	126.51			126.51
Title IIIB	17,645.00	7,770.00	14,336.00	11,079.00
Senior Information Assistance	17,482.00	7,830.00	14,186.00	11,126.00
CDBG	17,105.41		847.00	16,258.41
ADA Compliance Grant	3,522.00			3,522.00
Jr. Police Academy	39.04			39.04
CDBG PAL Project	240.00			240.00
CDBG Downtown Improvements	315.75			315.75
Senior Citizens Coordinator	12,500.00		12,500.00	
Cultural Arts	1,040.00			1,040.00
CDBG Handicap Entrance	375.36			375.36
CDBG Senior Citizen Improvements	485.62			485.62
	\$ 239,121.25	\$ 226,658.97	\$ 313,801.14	\$ 151,979.08

A

A

REF.

Grants Appropriated	\$ 222,658.97
Grants Appropriated - Match	4,000.00
	\$ 226,658.97
Disbursed	\$ 304,977.44
Accounts Payable	8,823.70
	\$ 313,801.14

BOROUGH OF SOUTH PLAINFIELD

CURRENT FUND

SCHEDULE OF COUNTY TAXES PAYABLE

REF.

Increased by:				
2021 Levy	A-1:A-8	\$	17,422,426.83	
Added and Omitted	A-1:A-8		<u>60,220.08</u>	
				\$ 17,482,646.91
Decreased by:				
Disbursements	A-4			\$ <u><u>17,482,646.91</u></u>

BOROUGH OF SOUTH PLAINFIELD

GRANT FUND

SCHEDULE OF GRANTS RECEIVABLE

	BALANCE DECEMBER 31, 2020	BUDGET APPROPRIATION	RECEIPTS	UNAPPROPRIATED APPLIED	BALANCE DECEMBER 31, 2021
Municipal Alliance	\$ 4,635.29	\$ 12,237.80	\$ 1,433.78	\$ 12,237.80	\$ 3,201.51
COPS More	38,335.33				38,335.33
NJ Economic Development	500.00				500.00
Urban Forestry Grant	5,000.00				5,000.00
Safe Kids	1,223.00				1,223.00
Click It or Ticket	375.00				375.00
Borough Clock	1.30				1.30
Clean Communities		96,867.28	48,287.91	48,599.37	
Senior Information Assistance Grant		7,830.00	2,610.00	5,220.00	
Recycling Tonnage Grant		76,609.49	76,609.49		
Drunk Driving Enforcement Fund		7,680.35	7,680.35		
Senior Title III Grant		7,770.00	872.00		
Alcohol Education Grant		2,083.85		6,898.00	
Senior Bus purchase	2,500.00			2,083.85	2,500.00
Senior Center Improvements	10,668.00				348.00
Police Grant		7,500.00	10,320.00		
Body Armor Grant		4,060.20	4,060.20	7,500.00	
	\$ 63,237.92	\$ 222,658.97	\$ 151,873.73	\$ 82,539.02	\$ 51,484.14
REF.	A	A-2-A-23	A-4	A-24	A

"A-27"

BOROUGH OF SOUTH PLAINFIELD

GRANT FUND

SCHEDULE OF INTERFUNDS

	<u>REF.</u>	
Balance, December 31, 2020 (Due From)	A	\$ 796.73
Increased by:		
Disbursements	A-4	<u>652,604.05</u>
		\$ <u>653,400.78</u>
Decreased by:		
Transfers	A-24	<u>653,400.78</u>

"A-28"

BOROUGH OF SOUTH PLAINFIELD

CURRENT FUND

SCHEDULE OF RESERVE FOR SALE OF MUNICIPAL ASSETS

	<u>REF.</u>		
Increased by:			
Receipts	A-4	\$	300,000.00
Balance, December 31, 2021	A		<u>300,000.00</u>

"A-29"

SCHEDULE OF RESERVE FOR EMERGENCY APPROPRIATIONS

Increased by:				
Emergency Appropriation	A-3	\$		621,000.00
Decreased by:				
Disbursements	A-4	\$	225,805.49	
Accounts Payable	A-11		<u>16,511.58</u>	
				<u>242,317.07</u>
Balance, December 31, 2021	A	\$		<u>378,682.93</u>
<u>Analysis of Balance</u>				
Emergency - Tropical Storm IDA		\$		19,559.91
Emergency - Health Insurance				<u>359,123.02</u>
		\$		<u>378,682.93</u>

BOROUGH OF SOUTH PLAINFIELDTRUST FUNDSCHEDULE OF RESERVE FOR VARIOUS DEPOSITS

<u>ACCOUNT</u>	<u>BALANCE</u> <u>DECEMBER</u> <u>31, 2020</u>	<u>RECEIPTS</u>	<u>DISBURSEMENTS</u>	<u>BALANCE</u> <u>DECEMBER</u> <u>31, 2021</u>
Due State - Marriage Licenses	\$ 525.00	\$ 3,200.00	\$ 2,500.00	\$ 1,225.00
Due State - DCA Construction Code	9,101.00	59,886.00	43,352.00	25,635.00
County of Middlesex Election	6,484.36	37,381.00	37,445.00	6,420.36
Fire - Off Duty	3,062.00			3,062.00
Barclays	28,036.37			28,036.37
Reserve for LOSAP	130,762.56		33,361.27	97,401.29
Zoning Regulations	1,373.82	1,500.00	1,350.00	1,523.82
Compensated Absences	106,348.39	131,500.00	20,102.32	217,746.07
Senior Center	14,022.60	30,675.00	28,579.53	16,118.07
Environmental Commission	640.12			640.12
Recycling	26,054.21	17,766.50	4,673.19	39,147.52
Electrical Subcode Inspections	10,801.52			10,801.52
Uniform Fire Safety Act Penalties	23,200.66	6,050.00	6,880.00	22,370.66
Police Outside Overtime	266,575.23	920,004.40	1,022,901.80	163,677.83
Snow Removal	60,051.54	21,500.00	22,723.27	58,828.27
Fire Protection	49,897.16	26,635.00	3,000.00	73,532.16
Police Found Property	342.72			342.72
Public Defender Fees	24,624.73	4,530.00	8,991.96	20,162.77
POAA	1,666.13	14.00		1,680.13
Parade Contributions	5,313.34	22,766.50	17,820.00	10,259.84
Self Insurance	368,867.85	197,500.00	401,784.25	164,583.60
Women Aware Police	9,351.43	450.00	580.19	9,221.24
Affordable Housing Contributions	87.00			87.00
Tree Purchase Contributions	35,378.41		3,416.19	31,962.22
Business Directory	10.00			10.00
Donations	13,317.66	4,200.00	2,023.80	15,493.86
	<u>\$ 1,195,895.81</u>	<u>\$ 1,485,558.40</u>	<u>\$ 1,661,484.77</u>	<u>\$ 1,019,969.44</u>

REF.

B

B-2

B-2

B

BOROUGH OF SOUTH PLAINFIELDTRUST FUNDSCHEDULE OF CASH - TREASURER

	<u>REF.</u>	<u>ANIMAL CONTROL</u>	<u>OTHER</u>
Balance, December 31, 2020	B	\$ 0.00	\$ 5,136,226.41
Increased by Receipts:			
Due Current Fund	B-11	\$	\$ 12,545.38
Due Animal Control Fund	B-9		25,030.00
Due Treasurer's Trust-Animal	B-6	25,220.10	
Reserve for Animal Control	B-12	22,659.40	
Due State of New Jersey	B-13	2,370.60	
Reserve for:			
State Unemployment Insurance	B-14		10,229.58
Federal Forfeiture	B-15		0.24
Various Deposits	B-1		1,485,558.40
Law Enforcement	B-16		22,078.26
Recreation	B-4		152,011.88
Health Benefits	B-8		3,288,436.25
Escrow Deposits	B-7		921,661.74
Affordable Housing	B-10		288,530.84
Payroll	B-3		18,776,443.30
Tax Redemptions	B-5		828,075.35
		<u>50,250.10</u>	<u>25,810,601.22</u>
		\$ <u>50,250.10</u>	\$ <u>30,946,827.63</u>
Decreased by Disbursements:			
Due Current Fund	B-11	\$	\$ 5,735.96
Reserve for Animal Control	B-12	23,075.10	
Due State of New Jersey	B-13	2,145.00	
Due Trust Other Fund	B-6	25,030.00	
Due Animal Control Trust Fund	B-9		25,220.10
Reserve for:			
State Unemployment Insurance	B-14		12,929.01
Various Deposits	B-1		1,661,484.77
Law Enforcement	B-16		16,714.03
Recreation	B-4		69,969.43
Health Benefits	B-8		3,327,200.99
Escrow Deposits	B-7		701,575.67
Affordable Housing	B-10		15,235.97
Payroll	B-3		18,774,887.17
Tax Redemptions	B-5		642,826.11
		<u>50,250.10</u>	<u>25,253,779.21</u>
Balance, December 31, 2021	B	\$ <u>0.00</u>	\$ <u>5,693,048.42</u>

"B-3"

BOROUGH OF SOUTH PLAINFIELD

TRUST FUND

SCHEDULE OF RESERVE FOR PAYROLL

	<u>REF.</u>	
Balance, December 31, 2020	B	\$ 153,946.48
Increased by:		
Receipts	B-2	<u>18,776,443.30</u>
		\$ <u>18,930,389.78</u>
Decreased by:		
Disbursements	B-2	<u>18,774,887.17</u>
Balance, December 31, 2021	B	\$ <u><u>155,502.61</u></u>

BOROUGH OF SOUTH PLAINFIELD
TRUST FUND
SCHEDULE OF RESERVE FOR RECREATION

	<u>REF.</u>	
Balance, December 31, 2020	B	\$ 17,136.48
Increased by:		
Receipts	B-2	152,011.88
		<u>\$ 169,148.36</u>
Decreased by:		
Disbursements	B-2	\$ 69,969.43
Balance, December 31, 2021	B	<u>\$ 99,178.93</u>

"B-5"

BOROUGH OF SOUTH PLAINFIELD

TRUST FUND

SCHEDULE OF RESERVE FOR TAX REDEMPTIONS

	<u>REF.</u>	
Balance, December 31, 2020	B	\$ 798,728.76
Increased by:		
Receipts	B-2	<u>828,075.35</u>
		\$ 1,626,804.11
Decreased by:		
Disbursements	B-2	<u>642,826.11</u>
Balance, December 31, 2021	B	<u><u>\$ 983,978.00</u></u>

"B-6"

SCHEDULE OF DUE TRUST OTHER FUND (TREASURER'S TRUST) - ANIMAL CONTROL FUND

Balance, December 31, 2020 (Due From)	B	\$ 483.99
Increased by:		
Disbursements	B-2	<u>25,030.00</u>
		\$ 25,513.99
Decreased by:		
Receipts	B-2	<u>25,220.10</u>
Balance, December 31, 2021 (Due From)	B	<u><u>\$ 293.89</u></u>

"B-7"

BOROUGH OF SOUTH PLAINFIELD
TRUST FUND
SCHEDULE OF RESERVE FOR ESCROW DEPOSITS

	<u>REF.</u>	
Balance, December 31, 2020	B	\$ 1,714,482.44
Increased by:		
Receipts	B-2	921,661.74
		\$ <u>2,636,144.18</u>
Decreased by:		
Disbursements	B-2	<u>701,575.67</u>
Balance, December 31, 2021	B	\$ <u><u>1,934,568.51</u></u>
<u>Analysis of Balance:</u>		
Professional Escrow		\$ 289,178.23
Performance Escrow		<u>1,645,390.28</u>
		\$ <u><u>1,934,568.51</u></u>

"B-B"

SCHEDULE OF RESERVE FOR HEALTH BENEFITS

Balance, December 31, 2020	B	\$ 42,920.93
Increased by:		
Receipts	B-2	3,288,436.25
		\$ <u>3,331,357.18</u>
Decreased by:		
Disbursements	B-2	<u>3,327,200.99</u>
Balance, December 31, 2021	B	\$ <u><u>4,156.19</u></u>

"B-9"

BOROUGH OF SOUTH PLAINFIELD

TRUST FUND

SCHEDULE OF DUE ANIMAL CONTROL TRUST FUND (TREASURER'S TRUST)

	<u>REF.</u>	
Balance, December 31, 2020 (Due to)	B	\$ 483.99
Increased by:		
Receipts	B-2	<u>25,030.00</u>
		\$ <u>25,513.99</u>
Decreased by:		
Disbursements	B-2	<u>25,220.10</u>
Balance, December 31, 2021 (Due to)	B	<u><u>\$ 293.89</u></u>

"B-10"

SCHEDULE OF RESERVE FOR AFFORDABLE HOUSING

Balance, December 31, 2020	B	\$ 994,859.94
Increased by:		
Receipts	B-2	<u>288,530.84</u>
		\$ <u>1,283,390.78</u>
Decreased by:		
Disbursements	B-2	<u>15,235.97</u>
Balance, December 31, 2021	B	<u><u>\$ 1,268,154.81</u></u>

"B-11"

BOROUGH OF SOUTH PLAINFIELD

TRUST FUND

SCHEDULE OF DUE CURRENT FUND

	<u>REF.</u>		
Balance, December 31, 2020 (Due to)	B	\$	5,735.96
Increased by:			
Receipts	B-2		<u>12,545.38</u>
		\$	<u>18,281.34</u>
Decreased by:			
Disbursements	B-2		<u>5,735.96</u>
Balance, December 31, 2021 (Due to)	B	\$	<u><u>12,545.38</u></u>
<u>Analysis of Balance:</u>			
Professional Escrow - Due to Current		\$	159.39
Performance Escrow - Due to Current			428.19
Treasurer's Trust - Due to Current			<u>11,957.80</u>
		\$	<u><u>12,545.38</u></u>

"B-12"

SCHEDULE OF RESERVE FOR EXPENDITURES - ANIMAL CONTROL TRUST FUND

Balance, December 31, 2020	B	\$	483.99
Increased by:			
Receipts	B-2		<u>22,659.40</u>
		\$	<u>23,143.39</u>
Decreased by:			
Disbursements	B-2		<u>23,075.10</u>
Balance, December 31, 2021	B	\$	<u><u>68.29</u></u>

"B-13"

BOROUGH OF SOUTH PLAINFIELD

TRUST FUND

SCHEDULE OF DUE STATE OF NEW JERSEY - ANIMAL CONTROL TRUST FUND

	<u>REF.</u>	
Increased by:		
Receipts	B-2	\$ 2,370.60
Decreased by:		
Disbursements	B-2	\$ <u>2,145.00</u>
Balance, December 31, 2019	B	\$ <u><u>225.60</u></u>

"B-14"

SCHEDULE OF RESERVE FOR STATE UNEMPLOYMENT INSURANCE

Balance, December 31, 2020	B	\$ 175,968.34
Increased by:		
Receipts	B-2	\$ <u>10,229.58</u>
		\$ <u>186,197.92</u>
Decreased by:		
Disbursements	B-2	<u>12,929.01</u>
Balance, December 31, 2021	B	\$ <u><u>173,268.91</u></u>

"B-15"

BOROUGH OF SOUTH PLAINFIELD

TRUST FUND

SCHEDULE OF RESERVE FOR FEDERAL FORFEITURE

	<u>REF.</u>	
Balance, December 31, 2020	B	\$ 349.61
Increased by: Receipts	B-2	<u>0.24</u>
Balance, December 31, 2021	B	<u>\$ 349.85</u>

"B-16"

SCHEDULE OF RESERVE FOR LAW ENFORCEMENT

Balance, December 31, 2020	B	\$ 35,717.67
Increased by: Receipts	B-2	<u>22,078.26</u>
		\$ <u>57,795.93</u>
Decreased by: Disbursements	B-2	<u>16,714.03</u>
Balance, December 31, 2021	B	<u>\$ 41,081.90</u>

BOROUGH OF SOUTH PLAINFIELD

GENERAL CAPITAL FUND

SCHEDULE OF CASH - TREASURER

	<u>REF.</u>		
Balance, December 31, 2020	C		\$ 1,247,605.48
Increased by Receipts:			
Deferred Charges to Future Taxation-Unfunded	C-8	\$ 539,184.64	
Various Reserves	C-14	73,500.00	
Bond Anticipation Note	C-13	9,281,875.00	
Capital Improvement Fund	C-11	165,000.00	
Fund Balance	C-1	95,310.38	
Bonds Payable	C-10	6,050,000.00	
Accounts Receivable	C-4	779,871.28	
Refunds	C-9	18,060.82	
Interfunds	C-5	205.06	
			<u>17,003,007.18</u>
			\$ <u>18,250,612.66</u>
Decreased by Disbursements:			
Bond Anticipation Note	C-13	\$ 12,172,075.00	
Interfunds	C-5	1,387.99	
Reserve for Contracts Payable	C-12	3,773,288.73	
Various Reserves	C-14	52,321.68	
Fund Balance-Budgeted Current Fund Revenue	C-1	17,296.00	
			<u>16,016,369.40</u>
Balance, December 31, 2021	C		\$ <u><u>2,234,243.26</u></u>

"C-3"

BOROUGH OF SOUTH PLAINFIELD
GENERAL CAPITAL FUND
ANALYSIS OF CAPITAL CASH AND INVESTMENTS

	BALANCE DECEMBER 31, 2021
Accounts Receivable	\$ (1,789,868.01)
Improvement Authorizations-Funded	1,167,322.86
Reserve for Various Reserves	355,136.05
Reserve for Contracts Payable	3,180,147.61
Fund Balance	125,310.89
Due South Plainfield Senior Citizens Housing Project	148,124.34
Capital Improvement Fund	4,720.18
Unfunded Improvements Expended	(1,455,502.97)
Unexpended Proceeds of Bond Anticipation Notes	498,776.29
Interfunds	76.02
	<u>\$ 2,234,243.26</u>

REF.

C

"C-4"

SCHEDULE OF ACCOUNTS RECEIVABLE

Balance, December 31, 2020	C	\$ 1,546,493.29
Increased by:		
New Accounts Receivable	C-9	<u>1,023,246.00</u>
		\$ 2,569,739.29
Decreased by:		
Receipts	C-2	<u>779,871.28</u>
Balance, December 31, 2021	C	<u>\$ 1,789,868.01</u>
Summary by Project:		
Ordinance #1657		\$ 18,423.66
Ordinance #1713		25,000.00
Ordinance #1714		6,500.00
Ordinance #1715		8,537.60
Ordinance #1799		12,377.00
Ordinance #1837		6,924.00
Ordinance #1876		10,000.00
Ordinance #1896		1,058.77
Ordinance #2092		52.00
Ordinance #2155		23,823.00
Ordinance #2164		333,067.08
Ordinance #2182		138,615.94
Ordinance #2184		49,313.62
Ordinance #2187		438,225.00
Ordinance #2206		319,826.00
Ordinance #2213		250,000.00
Neighborhood Preservation Program		<u>148,124.34</u>
		<u>\$ 1,789,868.01</u>

"C-5"

BOROUGH OF SOUTH PLAINFIELD

GENERAL CAPITAL FUND

SCHEDULE OF INTERFUNDS

	<u>REF.</u>	
Balance, December 31, 2020 (Due to, net)	C	\$ 1,258.95
Increased by:		
Receipts	C-2	205.06
		<u>\$ 1,464.01</u>
Decreased by:		
Disbursements	C-2	1,387.99
Balance, December 31, 2021 (Due to, net)		<u>\$ 76.02</u>
<u>Analysis of Balance:</u>		
Due to Current Fund	C	<u>\$ 76.02</u>
		<u>\$ 76.02</u>

"C-6"

SCHEDULE OF DUE SOUTH PLAINFIELD SENIOR CITIZENS
HOUSING PROJECT

Balance, December 31, 2020 and December 31, 2021	C	<u>\$ 148,124.34</u>
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BOROUGH OF SOUTH PLAINFIELD

GENERAL CAPITAL FUND

SCHEDULE OF DEFERRED CHARGES
TO FUTURE TAXATION - FUNDED

	<u>REF.</u>		
Balance, December 31, 2020	C		\$ 12,762,820.00
Increased by:			
Bonds Sold	C-2:C-8:C-10	\$ 6,050,000.00	
Bonds Sold-Refunding	C-10	<u>6,268,000.00</u>	
			<u>12,318,000.00</u>
			\$ <u>25,080,820.00</u>
Decreased by:			
Payment of Bonds	C-10	\$ 989,500.00	
Bonds Refunded	C-10	<u>7,059,695.00</u>	
			<u>8,049,195.00</u>
Balance, December 31, 2021	C		\$ <u><u>17,031,625.00</u></u>

BOROUGH OF SOUTH PLAINFIELD
GENERAL CAPITAL FUND

SCHEDULE OF IMPROVEMENT AUTHORIZATIONS

ORDINANCE NUMBER	GENERAL IMPROVEMENTS:	BALANCE DECEMBER 31, 2020		AUTHORIZATIONS	EXPENDED	CONTRACTS PAYABLE CANCELLED	REFUNDS	BALANCE DECEMBER 31, 2021	
		FUNDED	UNFUNDED					FUNDED	UNFUNDED
1494	Underground Storage Tank Removal		\$ 14,051.87					\$	\$ 14,051.87
1624	Veterans Memorial Park Improvements		518.71						518.71
1708/1708 A	Various Improvements	19,443.19						19,443.19	
1756	Various Improvements	631.72						631.72	
1759	Various Improvements	323.18						323.18	
1837	COPS Technology	6,923.60						6,923.60	
1878	Refunding Bond Ordinance		63,293.00						63,293.00
1896	Radio Equipment-Fire Department	6,371.82						6,371.82	
1943	Various Road Improvements	286,046.28						286,046.28	
1946	Acquisition of Fire Truck	2,370.65							
1985	Various Capital Improvements	10,373.17			2,370.95		7,570.50	19,245.65	
1991	Various Capital Improvements		95,001.26			1,301.98			95,001.26
1998	Tax Appeal Refunding Bond	0.35						0.35	
2001	Various Improvements	3,074.68						3,074.68	
2003	Storm Sewer Grates & Casting	917.08						917.08	
2023	Acquisition of Various Equipment	317.35						317.35	
2035/2056	Various Capital Improvements	5,604.17			2,625.00			2,979.17	
2048	Various Capital Improvements		34,407.10		20,672.72			13,734.38	
2050/2101/2106	Installation of Traffic Light		3,472.45		384.37			3,188.08	
2055	Improvements to Fire Center & Willow Park	8,388.30						8,388.30	
2057	Various Capital Improvements	969.21						969.21	
2071	Various Capital Improvements		12,000.00		4,000.00			8,000.00	
2072/2141	Various Capital Improvements	77,690.28			17,120.88			60,569.40	
2074/2082	Resurfacing Various Roads	7,893.93			7,761.06			122.87	
2076/2113	Various Capital Improvements	32,616.98			5,331.83			27,285.15	
2092	Acquisition of Fire Breathing Apparatus	303.85						303.85	
2100	Acquisition of Various Equipment		7,102.36		6,867.63			234.73	
2102/2117	Various Road Improvements		6,286.95		6,286.95				
2107	Various Capital Improvements		54,730.25						54,730.25
2110/2124	Various Road Improvements		21,481.83			1,426.50			22,908.33
2112	Various Road Improvements		5,414.48						5,414.48
2125	Various Capital Improvements		5,337.58		3,021.56			2,316.02	
2132	Pool Renovations		605.06						605.06
2145/2165	Various Road Improvements	17,750.00			11,443.66		9,350.69	6,306.34	
2146/2158	Pool Renovations		5,208.40		44,040.00			38,831.60	
2155	Installation of ADA Ramps	23,823.00			5,900.34			17,922.66	
2164	Road Improvements	228,467.16			4,568.56			223,898.60	
2169	Various Improvements	64,340.65			44,066.03			20,274.62	
2181	Park Improvements	12,806.27			292,054.11		1,139.63	152,394.04	6,891.75
2182	Fire & Rescue Equipment	152,394.04							
2184	Equipment & Facility Upgrades	49,444.54			130.92			49,313.62	
2187 / 2209	Road Improvements	449,959.10			399,000.00			49,959.10	
2188	Various Improvements	54,836.53			700,000.00			145,836.53	
2192 / 2202	Various Capital Improvements		675,000.00		1,475,621.30			790,621.30	
2204	Road Improvements		995,000.00		635,795.18			359,204.82	
2208	Various Capital Improvements		1,023,000.00		892,493.02			130,506.98	
2213	Storm Sewer Improvements		2,176,246.00		1,915,773.21			260,472.79	
2219	Public Works Equipment		250,000.00		52.15			249,947.85	
			125,000.00					125,000.00	
		\$ 1,405,979.69	\$ 2,655,384.89	\$ 4,679,246.00	\$ 6,495,105.50	\$ 2,728.48	\$ 18,060.82	\$ 1,167,322.86	\$ 1,095,951.72
		C	C	C	C-12	C-12	C-2	C-C-3	C-C-8
	Deferred Charges To Future Taxation - Unfunded		\$ 3,488,500.00						
	Grants		1,023,246.00						
	Capital Improvement Fund		167,590.00						
			\$ 4,679,246.00						

"C-11"

BOROUGH OF SOUTH PLAINFIELD

GENERAL CAPITAL FUND

SCHEDULE OF CAPITAL IMPROVEMENT FUND

	<u>REF.</u>	
Balance, December 31, 2020	C	\$ 7,220.18
Increased by:		
Budget Appropriation	C-2	<u>165,000.00</u>
		\$ <u>172,220.18</u>
Decreased by:		
Appropriated to Finance Improvement Authorizations	C-9	<u>167,500.00</u>
Balance, December 31, 2021	C	\$ <u><u>4,720.18</u></u>

"C-12"

SCHEDULE OF RESERVE FOR CONTRACTS PAYABLE

Balance, December 31, 2020	C	\$ 461,059.32
Increased by:		
Improvement Authorizations	C-9	<u>6,495,105.50</u>
		\$ <u>6,956,164.82</u>
Decreased by:		
Disbursements	C-2	\$ 3,773,288.73
Canceled	C-9	<u>2,728.48</u>
		<u>3,776,017.21</u>
Balance, December 31, 2021	C	\$ <u><u>3,180,147.61</u></u>

BOROUGH OF SOUTH PLAINFIELD

GENERAL CAPITAL FUND

SCHEDULE OF BOND ANTICIPATION NOTES PAYABLE

<u>ORDINANCE</u>	<u>DATE OF ISSUE</u>	<u>DATE OF MATURITY</u>	<u>INTEREST RATE</u>	<u>BALANCE DECEMBER 31, 2020</u>	<u>INCREASED</u>	<u>DECREASED</u>	<u>BALANCE DECEMBER 31, 2021</u>
2047	4/16/20	4/16/21	2.040%	\$ 504,311.00	\$	\$ 504,311.00	\$
2048	4/16/20	4/16/21	2.040%	1,673,722.00		1,673,722.00	
2050	4/16/20	4/16/21	2.040%	322,182.00		322,182.00	
2071	4/16/20	4/16/21	2.040%	237,042.00		237,042.00	
2072	4/16/20	4/16/21	2.040%	264,000.00		264,000.00	
2074	4/16/20	4/16/21	2.040%	837,326.00		837,326.00	
2076 / 2113	4/16/20	4/16/21	2.040%	431,390.00		431,390.00	
2076 / 2113	8/19/21	8/19/22	1.000%		99,825.00		99,825.00
2100	4/16/20	4/16/21	2.040%	485,000.00		485,000.00	
2103	4/16/20	4/16/21	2.040%	918,227.00		918,227.00	
2107	8/20/20	8/20/21	1.500%	389,000.00		389,000.00	
2107	8/19/21	8/19/22	1.000%		349,000.00		349,000.00
2110	8/20/20	8/20/21	1.500%	530,250.00		530,250.00	
2110	8/19/21	8/19/22	1.000%		490,250.00		490,250.00
2112	8/20/20	8/20/21	1.500%	799,000.00		799,000.00	
2112	8/19/21	8/19/22	1.000%		749,000.00		749,000.00
2113	8/20/20	8/20/21	1.500%	109,825.00		109,825.00	
2124	4/16/20	4/16/21	2.040%	55,000.00		55,000.00	
2125	4/16/20	4/16/21	2.040%	597,000.00		597,000.00	
2132	8/20/20	8/20/21	1.500%	166,000.00		166,000.00	
2132	8/19/21	8/19/22	1.000%		141,000.00		141,000.00
2145	8/20/20	8/20/21	1.500%	640,000.00		640,000.00	
2145	8/19/21	8/19/22	1.000%		640,000.00		640,000.00
2146	8/20/20	8/20/21	1.500%	2,350,000.00		2,350,000.00	
2146	8/19/21	8/19/22	1.000%		2,350,000.00		2,350,000.00
2158	4/16/20	4/16/21	2.040%	300,000.00		300,000.00	
2158	4/15/21	4/15/22	1.000%		300,000.00		300,000.00
2164	4/16/20	4/16/21	2.040%	207,800.00		207,800.00	
2164	4/15/21	4/15/22	1.000%		207,800.00		207,800.00
2165	4/16/20	4/16/21	2.040%	355,000.00		355,000.00	
2165	4/15/21	4/15/22	1.000%		355,000.00		355,000.00
2181	4/15/21	4/15/22	1.000%		285,000.00		285,000.00
2187 / 2209	4/15/21	4/15/22	1.000%		675,000.00		675,000.00
2188	4/15/21	4/15/22	1.000%		995,000.00		995,000.00
2192 / 2202	4/15/21	4/15/22	1.000%		665,000.00		665,000.00
2204	4/15/21	4/15/22	1.000%		980,000.00		980,000.00
				<u>\$ 12,172,075.00</u>	<u>\$ 9,281,875.00</u>	<u>\$ 12,172,075.00</u>	<u>\$ 9,281,875.00</u>

REF. C C-2 C-2 C:C-8

BOROUGH OF SOUTH PLAINFIELD

GENERAL CAPITAL FUND

SCHEDULE OF RESERVE FOR VARIOUS PROJECTS

	<u>REF.</u>	
Balance, December 31, 2020	C	\$ 333,957.73
Increased by:		
Receipts	C-2	73,500.00
		<u>\$ 407,457.73</u>
Decreased by:		
Disbursements	C-2	52,321.68
Balance, December 31, 2021	C	<u>\$ 355,136.05</u>
<u>ANALYSIS OF BALANCE:</u>		
Off-Tract Improvements		\$ 10,857.25
Debt Service		107,749.80
Park Improvements		73,500.00
Road Improvements		<u>163,029.00</u>
		<u>\$ 355,136.05</u>

BOROUGH OF SOUTH PLAINFIELD

GENERAL CAPITAL FUND

SCHEDULE OF BONDS AND NOTES
AUTHORIZED BUT NOT ISSUED

<u>ORDINANCE</u> <u>NUMBER</u>	<u>IMPROVEMENT DESCRIPTION</u>	<u>BALANCE</u> <u>DECEMBER 31,</u> <u>2021</u>
1494	Underground Storage Tank Removal	\$ 31,520.00
1624	Veterans Memorial Park Improvement	708.40
1878	Refunding Bond Ordinance	78,000.00
1991	Various Capital Improvements	101,950.00
2187 / 2209	Road Improvements	380,000.00
2206	Various Capital Improvements	1,345,000.00
2219	Public Works Equipment	<u>118,500.00</u>
		<u>\$ 2,055,678.40</u>

BOROUGH OF SOUTH PLAINFIELD

SEWER UTILITY FUND

SCHEDULE OF CASH

	<u>REF.</u>	<u>OPERATING</u>	<u>CAPITAL</u>
Balance, December 31, 2020	D	\$ <u>1,292,319.24</u>	\$ <u>938,632.35</u>
Increased by Receipts:			
Sewer Use Charges Receivable	D-7	\$ 6,089,845.63	\$
Connection Fees	D-1;D-3	369,029.73	
Interest and Costs on Sewer Charges	D-1;D-3	52,828.85	
Interest on Investments and Deposits	D-1;D-3	1,913.97	
Appropriation Refunds	D-4	3,050.00	
Bond Anticipation Notes	D-22		230,000.00
Capital Improvement Fund	D-17		10,000.00
Interfunds	D-12;D-18	208,636.93	237.37
		\$ <u>6,725,305.11</u>	\$ <u>240,237.37</u>
		\$ <u>8,017,624.35</u>	\$ <u>1,178,869.72</u>
Decreased by Disbursements:			
Budget Appropriations	D-4	\$ 6,459,423.23	\$
Appropriation Reserves	D-9	139,878.17	
Sewer Overpayments	D-11	967.10	
Appropriated in Current Budget	D-1	650,000.00	
Bond Anticipation Notes	D-22		230,000.00
Interfunds	D-12;D-18	237.37	208,636.93
		\$ <u>7,250,505.87</u>	\$ <u>438,636.93</u>
Balance, December 31, 2021	D	\$ <u><u>767,118.48</u></u>	\$ <u><u>740,232.79</u></u>

"D-6"

BOROUGH OF SOUTH PLAINFIELD

SEWER UTILITY FUND

ANALYSIS OF SEWER UTILITY CAPITAL CASH

	BALANCE DECEMBER 31, <u>2021</u>
Fund Balance	\$ 5,164.13
Capital Improvement Fund	601,580.29
Interfunds	237.37
B.A.N. Payable	230,000.00
Unfunded Improvements Expended	(208,670.26)
Improvement Authorizations - Funded	<u>111,921.26</u>
	<u>\$ 740,232.79</u>

REF.

D

"D-7"

BOROUGH OF SOUTH PLAINFIELD
SEWER UTILITY OPERATING FUND
SCHEDULE OF SEWER USE CHARGES RECEIVABLE

	<u>REF.</u>		
Balance, December 31, 2020	D	\$	189,218.73
Increased by:			
Sewer Charges Levied (Net)			<u>6,215,586.64</u>
		\$	<u>6,404,805.37</u>
Decreased by:			
Receipts	D-5	\$	6,089,845.63
Transferred from Overpayments	D-11		441.28
Transferred to Liens	D-8		<u>175.00</u>
			<u>6,090,461.91</u>
Balance, December 31, 2021	D	\$	<u><u>314,343.46</u></u>

"D-8"

SCHEDULE OF SEWER LIENS RECEIVABLE - OPERATING FUND

Balance, December 31, 2020	D	\$	5,528.30
Increased by:			
Transferred from Receivable	D-7		<u>175.00</u>
Balance, December 31, 2021	D	\$	<u><u>5,703.30</u></u>

BOROUGH OF SOUTH PLAINFIELD

SEWER UTILITY OPERATING FUND

SCHEDULE OF 2020 APPROPRIATION RESERVES

	BALANCE DECEMBER 31, 2020	ACCOUNTS PAYABLE	MODIFIED	PAID OR CHARGED	BALANCE LAPSED
Operating:					
Salaries and Wages	\$ 2,981.74	\$	2,981.74	\$	2,981.74
Other Expenses	363,507.51	11,652.50	375,160.01	139,878.17	235,281.84
Statutory Expenditures:					
Public Employees Retirement System	2,000.00		2,000.00		2,000.00
Social Security System	7,000.00		7,000.00		7,000.00
Defined Contribution Retirement Plan	2,000.00		2,000.00		2,000.00
	<u>\$ 377,489.25</u>	<u>\$ 11,652.50</u>	<u>\$ 389,141.75</u>	<u>\$ 139,878.17</u>	<u>\$ 249,263.58</u>

REF.

D

D-10

D-5

D-1

"D-10"

BOROUGH OF SOUTH PLAINFIELD
SEWER UTILITY OPERATING FUND
SCHEDULE OF RESERVE FOR ACCOUNTS PAYABLE

	<u>REF.</u>		
Balance, December 31, 2020	D	\$	11,652.50
Increased by:			
Appropriations	D-4		46,976.96
		\$	<u>58,629.46</u>
Decreased by:			
Transfer to Appropriation Reserves	D-9		<u>11,652.50</u>
Balance, December 31, 2021	D	\$	<u><u>46,976.96</u></u>

"D-11"

SCHEDULE OF SEWER OVERPAYMENTS

Balance, December 31, 2020	D	\$	21,794.56
Decreased by:			
Overpayments Refunded	D-5	\$	967.10
Applied To Receivable	D-7		<u>441.28</u>
			<u>1,408.38</u>
Balance, December 31, 2021	D	\$	<u><u>20,386.18</u></u>

"D-12"

BOROUGH OF SOUTH PLAINFIELD

SEWER UTILITY CAPITAL FUND

SCHEDULE OF INTERFUNDS

	<u>REF.</u>	
Balance, December 31, 2020 (Due To)	D	\$ 208,636.93
Increased by:		
Receipts	D-5	<u>237.37</u>
		\$ 208,874.30
Decreased by:		
Disbursements	D-5	<u>208,636.93</u>
Balance, December 31, 2021 (Due To)	D	<u>\$ 237.37</u>

"D-13"

SEWER UTILITY CAPITAL FUND

SCHEDULE OF FIXED CAPITAL

<u>ACCOUNT</u>		<u>BALANCE DECEMBER 31, 2020 & 2021</u>
Acquisition of South Plainfield Sewerage System		\$ 3,912,264.42
Sewerage Improvements		3,124,090.73
Sewer System Equipment		321,466.08
Membership Equity in PARSA		6,200,000.00
Study & Review-Sanitary Sewer System		49,974.18
Generator Pump Station		29,969.50
Renovation of Storm Sewer & Manholes		24,623.00
Sewer jet		299,835.87
Equipment-Hadley Station		67,322.03
Acquisition of Air Compressor		<u>17,100.00</u>
		\$ <u>14,046,645.79</u>

REF. D

BOROUGH OF SOUTH PLAINFIELD

SEWER UTILITY CAPITAL FUND

SCHEDULE OF FIXED CAPITAL AUTHORIZED AND UNCOMPLETED

<u>ORDINANCE NUMBER</u>	<u>IMPROVEMENT DESCRIPTION</u>		<u>BALANCE DECEMBER 31, 2020 & 2021</u>
1803	Various Sewer Improvements	\$	150,000.00
1877	Refunding Bond Ordinance		100,000.00
2091	Various Sewer Improvements		66,000.00
2102	Sewer Utility Truck & Pickup		93,000.00
2118	Sewer Equipment & Improvements		75,000.00
2149	Sewer Improvements & Infiltration Analysis		150,000.00
2166	Various Sewer Improvements		230,000.00
			<hr/>
		\$	864,000.00
			<hr/> <hr/>

D

"D-15"

BOROUGH OF SOUTH PLAINFIELD

SEWER UTILITY CAPITAL FUND

SCHEDULE OF BONDS AND NOTES AUTHORIZED BUT NOT ISSUED

<u>ORDINANCE NUMBER</u>	<u>IMPROVEMENT DESCRIPTION</u>	<u>BALANCE DECEMBER 31, 2020 & 2021</u>
1877	Refunding Bond Ordinance	\$ 51,393.00
2166	Various Sewer Improvements	<u>230,000.00</u>
		<u>\$ 281,393.00</u>

BOROUGH OF SOUTH PLAINFIELD

SEWER UTILITY CAPITAL FUND

SCHEDULE OF IMPROVEMENT AUTHORIZATIONS

ORDINANCE	IMPROVEMENT DESCRIPTION	ORDINANCE DATE	ORDINANCE AMOUNT	BALANCE DECEMBER 31, 2020		PAYABLE CANCELED	BALANCE DECEMBER 31, 2021	
				FUNDED	UNFUNDED		FUNDED	UNFUNDED
1803	Various Sewer Improvements	10/2/07	\$ 150,000.00	\$ 11,435.76	\$	\$	11,435.76	\$
1877	Refunding Bond Ordinance	4/19/10	100,000.00	7,214.00			7,214.00	51,393.00
2091	Various Sewer Improvements	09/18/17	66,000.00	58,497.93			58,497.93	
2102	Sewer Utility Truck & Pickup	01/22/18	93,000.00	8,482.60			8,482.60	
2118	Sewer Equipment & Improvements	10/01/18	75,000.00	24,441.55			24,441.55	
2149	Sewer Improvements & Infiltration Analysis	07/15/19	150,000.00	500.00		1,349.42	1,849.42	
2166	Various Sewer Improvements	03/02/20	230,000.00		21,329.74			21,329.74
				\$ 110,571.84	\$ 72,722.74	\$ 1,349.42	\$ 111,921.26	\$ 72,722.74
			<u>REF.</u>	D	D	D-21	D	D

"D-17"

BOROUGH OF SOUTH PLAINFIELD

SEWER UTILITY CAPITAL FUND

SCHEDULE OF CAPITAL IMPROVEMENT FUND

	<u>REF.</u>	
Balance, December 31, 2020	D	\$ 591,580.29
Increased by:		
Receipts	D-5	<u>10,000.00</u>
Balance, December 31, 2021	D	<u>\$ 601,580.29</u>

"D-18"

SEWER UTILITY OPERATING FUND

SCHEDULE OF INTERFUNDS

Balance, December 31, 2020 (Due from)	D	\$ 208,636.93
Increased by:		
Disbursements	D-5	<u>237.37</u>
		\$ <u>208,874.30</u>
Decreased by:		
Receipts	D-5	<u>208,636.93</u>
Balance, December 31, 2021 (Due from)	D	<u>\$ 237.37</u>

Analysis of Balance:

Due From Sewer Utility Capital Fund		\$ <u>237.37</u>
		\$ <u>237.37</u>

"D-19"

BOROUGH OF SOUTH PLAINFIELD
SEWER UTILITY CAPITAL FUND
SCHEDULE OF RESERVE FOR AMORTIZATION

	<u>REF.</u>	
Balance, December 31, 2020 and December 31, 2021	D	\$ <u>14,046,645.79</u>

"D-20"

SCHEDULE OF DEFERRED RESERVE FOR AMORTIZATION

Balance, December 31, 2020 and December 31, 2021	D	\$ <u>582,607.00</u>
<u>Analysis of Balance:</u>		
1803 Various Sewer Improvements		\$ 150,000.00
1877 Refunding Bond Ordinance		48,607.00
2091 Various Sewer Improvements		66,000.00
2102 Utility Truck & Pickup		93,000.00
2118 Sewer Equipment & Improvements		75,000.00
2149 Sewer Improvements & Infiltration Analysis		<u>150,000.00</u>
		\$ <u>582,607.00</u>

"D-21"

BOROUGH OF SOUTH PLAINFIELD
SEWER UTILITY CAPITAL FUND
SCHEDULE OF CONTRACTS PAYABLE

	<u>REF.</u>	
Balance, December 31, 2020	D	\$ 1,349.42
Decreased by:		
Canceled	D-16	<u>1,349.42</u>

"D-22"

BOROUGH OF SOUTH PLAINFIELD

SEWER UTILITY CAPITAL FUND

SCHEDULE OF BOND ANTICIPATION NOTES PAYABLE

<u>ORDINANCE</u>	<u>DATE OF ISSUE</u>	<u>DATE OF MATURITY</u>	<u>INTEREST RATE</u>	<u>BALANCE DECEMBER 31, 2020</u>	<u>INCREASED</u>	<u>DECREASED</u>	<u>BALANCE DECEMBER 31, 2021</u>
2166	4/15/21	4/15/22	1.000%	\$ <u>230,000.00</u>	\$ <u>230,000.00</u>	\$ <u>230,000.00</u>	\$ <u>230,000.00</u>
				\$ <u>230,000.00</u>	\$ <u>230,000.00</u>	\$ <u>230,000.00</u>	\$ <u>230,000.00</u>
			<u>REF.</u>	D	D-5	D-5	D:D-6

BOROUGH OF SOUTH PLAINFIELD

SWIMMING POOL UTILITY FUND

SCHEDULE OF CASH - COLLECTOR-TREASURER

	<u>REF.</u>	<u>OPERATING</u>	<u>CAPITAL</u>
Balance December 31, 2020	E	\$ <u>13,690.39</u>	\$ <u>8,432.92</u>
Increased by Receipts:			
Anticipated Revenue	E-2	\$ 462,725.00	\$
Interfunds	E13		2,500.00
Appropriation Refunds	E-3	108.75	
Capital Improvement Fund	E-16		9,000.00
Bond Anticipation Notes Payable	E-19		400,000.00
		\$ <u>462,833.75</u>	\$ <u>411,500.00</u>
		\$ <u>476,524.14</u>	\$ <u>419,932.92</u>
Decreased by Disbursements:			
Appropriations	E-3	\$ 335,360.57	\$
Accrued Interest	E-10	23,880.98	
Interfunds	E-7	87,805.26	
Appropriation Reserves	E-8	18,576.97	
Bond Anticipation Notes Payable	E-19		400,000.00
Improvement Authorizations	E-17		605.00
		\$ <u>465,623.78</u>	\$ <u>400,605.00</u>
Balance December 31, 2021	E	\$ <u><u>10,900.36</u></u>	\$ <u><u>19,327.92</u></u>

BOROUGH OF SOUTH PLAINFIELD

SWIMMING POOL UTILITY CAPITAL FUND

SCHEDULE OF SERIAL BONDS PAYABLE

<u>ISSUE</u>	<u>DATE OF ISSUE</u>	<u>ORIGINAL ISSUE</u>	<u>MATURITY OF BONDS</u>		<u>INTEREST RATE</u>	<u>BALANCE DECEMBER 31, 2020</u>	<u>REFUNDING BONDS ISSUED</u>	<u>BONDS PAID/REFUNDED</u>	<u>BALANCE DECEMBER 31, 2021</u>
			<u>OUTSTANDING-DECEMBER 31, 2021</u>	<u>AMOUNT</u>					
Utility Capital	6/27/2012	\$ 203,300.00	\$ 11,375.00	\$ 5.000%	147,180.00	\$	\$ 135,805.00	\$ 11,375.00	
Utility Capital	3/28/2018	380,000.00	20,000.00	4.000%					
			25,000.00	4.000%					
			25,000.00	3.000%					
			30,000.00	3.000%					
			30,000.00	3.125%	340,000.00		20,000.00	320,000.00	
Utility Capital	12/21/2021	112,000.00	12,000.00	4.000%					
			11,000.00	4.000%					
			8,000.00	3.000%					
			10,000.00	3.000%					
			13,000.00	3.125%					
			10,000.00	4.000%					
			12,000.00	4.000%					
			10,000.00	3.000%					
			14,000.00	3.000%					
						487,180.00	112,000.00	112,000.00	
						\$	\$	\$	
						487,180.00	112,000.00	443,375.00	

REF.

Bonds Refunded
Reserve for Deferred Amortization
Reserve for Amortization

E-5	\$	112,000.00
E-11		9,998.10
E-14		33,806.90
	\$	155,805.00

E

"E-6"

BOROUGH OF SOUTH PLAINFIELD
SWIMMING POOL UTILITY CAPITAL FUND
ANALYSIS OF SWIMMING UTILITY CAPITAL CASH

	BALANCE DECEMBER 31, 2021
Bonds Payable	\$ 443,375.00
Notes Payable	400,000.00
Improvement Authorizations	84,527.92
Interfunds	
Amortization	852,598.14
Fixed Capital	(1,768,173.14)
Capital Improvement Fund	<u>7,000.00</u>
	<u>\$ 19,327.92</u>

REF.

E

BOROUGH OF SOUTH PLAINFIELD
SWIMMING POOL UTILITY OPERATING FUND
SCHEDULE OF INTERFUNDS

	<u>REF.</u>	
Balance, December 31, 2020 (Due To)	E	\$ 55,545.63
Increased by:		
Appropriation Reserves Lapsed	E-8	11,029.01
		\$ <u>66,574.64</u>
Decreased by:		
Disbursements	E-4	<u>87,805.26</u>
Balance, December 31, 2021 (Due From)	E	\$ <u><u>21,230.62</u></u>
<u>Analysis of Balance:</u>		
Due From Current Fund		\$ <u>21,230.62</u>
		\$ <u><u>21,230.62</u></u>

BOROUGH OF SOUTH PLAINFIELD
SWIMMING POOL UTILITY OPERATING FUND
SCHEDULE OF 2020 APPROPRIATION RESERVES

	BALANCE DECEMBER 31, 2020	ACCOUNTS PAYABLE	BALANCE AFTER TRANSFERS	PAID OR CHARGED	BALANCE LAPSED DUE CURRENT
Operating:					
Salaries & Wages	\$ 3,846.08	\$	\$ 3,846.08	\$	3,846.08
Other Expenses	18,154.11	7,255.79	25,409.90	18,576.97	6,832.93
Statutory Expenditures:					
Social Security System	350.00		350.00		350.00
	<u>\$ 22,350.19</u>	<u>\$ 7,255.79</u>	<u>\$ 29,605.98</u>	<u>\$ 18,576.97</u>	<u>\$ 11,029.01</u>

REF. E E-18 E-4 E-7

"E-9"

BOROUGH OF SOUTH PLAINFIELD
SWIMMING POOL UTILITY OPERATING FUND
SCHEDULE OF DEFERRED CHARGES

	<u>REF</u>	
Balance, December 31, 2020	E	\$ 77,644.42
Decreased by:		
Appropriation	E-3	<u>77,644.42</u>

"E-10"

SCHEDULE OF ACCRUED INTEREST PAYABLE

Balance, December 31, 2020	E	\$ 5,183.20
Increased by:		
Appropriations	E-3	<u>21,849.00</u>
		\$ <u>27,032.20</u>
Decreased by:		
Interest Paid	E-4	<u>23,880.98</u>
Balance, December 31, 2021	E	\$ <u><u>3,151.22</u></u>

"E-11"

BOROUGH OF SOUTH PLAINFIELD
SWIMMING POOL UTILITY CAPITAL FUND
SCHEDULE OF RESERVE FOR DEFERRED AMORTIZATION

	<u>REF.</u>		
Balance, December 31, 2020	E		\$ 59,070.40
Increased by:			
Bonds Paid	E-5	\$ 9,998.10	
New Improvement Authorizations	E-16	<u>5,000.00</u>	
			<u>14,998.10</u>
Balance, December 31, 2021	E		<u>\$ 74,068.50</u>

"E-12"

SCHEDULE OF FIXED CAPITAL

Balance, December 31, 2020 and December 31, 2021	E		<u>\$ 1,172,173.14</u>
---	---	--	------------------------

"E-13"

BOROUGH OF SOUTH PLAINFIELD
SWIMMING POOL UTILITY CAPITAL FUND
SCHEDULE OF INTERFUNDS

	<u>REF.</u>		
Balance, December 31, 2020 (Due From)	E	\$	2,500.00
Decreased by:			
Receipts	E-4		<u>2,500.00</u>

"E-14"

SCHEDULE OF RESERVE FOR AMORTIZATION

Balance, December 31, 2020	E	\$	744,722.74
Increased by:			
Bonds Paid	E-5		<u>33,806.90</u>
Balance, December 31, 2021	E	\$	<u><u>778,529.64</u></u>

"E-15"

BOROUGH OF SOUTH PLAINFIELD

SWIMMING POOL UTILITY CAPITAL FUND

SCHEDULE OF FIXED CAPITAL AUTHORIZED AND UNCOMPLETED

	<u>REF.</u>	
Balance, December 31, 2020	E	\$ 521,000.00
Increased by:		
New Authorization	E-17	<u>75,000.00</u>
Balance, December 31, 2021	E	<u>\$ 596,000.00</u>
<u>Analysis of Balance:</u>		
Ordinance 1951 - Improvements to Pool		\$ 90,000.00
Ordinance 2079 - Improvements to Pool		11,000.00
Ordinance 2163 - Improvements to Pool		420,000.00
Ordinance 2220 - Improvements to Pool		<u>75,000.00</u>
		<u>\$ 596,000.00</u>

"E-16"

SCHEDULE OF CAPITAL IMPROVEMENT FUND

Balance, December 31, 2020	E	\$ 3,000.00
Increased by:		
Receipts	E-4	<u>9,000.00</u>
		<u>\$ 12,000.00</u>
Decreased by:		
Improvement Authorizations	E-11	<u>5,000.00</u>
Balance, December 31, 2021	E	<u>\$ 7,000.00</u>

BOROUGH OF SOUTH PLAINFIELD

SWIMMING POOL UTILITY CAPITAL FUND

SCHEDULE OF IMPROVEMENT AUTHORIZATIONS

ORDINANCE	IMPROVEMENT DESCRIPTION	DATE	ORDINANCE AMOUNT	BALANCE DECEMBER 31, 2020		NEW AUTHORIZATIONS	EXPENDITURES	BALANCE DECEMBER 31, 2021	
				FUNDED	UNFUNDED			FUNDED	UNFUNDED
1928	Purchase of Equipment	05/06/11	\$ 36,000.00	\$ 605.00	\$	\$	\$ 605.00	\$	\$
2079	Pool Improvements	05/15/17	11,000.00	140.00				140.00	
2163	Pool Improvements	01/27/20	420,000.00						9,387.92
2220	Pool Improvements	12/20/21	75,000.00			75,000.00		5,000.00	70,000.00
				\$ 745.00	\$ 9,387.92	\$ 75,000.00	\$ 605.00	\$ 5,140.00	\$ 79,387.92
				E	E	E-15	E-4	E	E

SEE

BOROUGH OF SOUTH PLAINFIELD
SWIMMING POOL UTILITY OPERATING FUND
SCHEDULE OF RESERVE FOR ACCOUNTS PAYABLE

	<u>REF.</u>	
Balance, December 31, 2020	E	\$ 7,255.79
Increased by:		
Appropriations	E-3	<u>1,200.00</u>
		\$ 8,455.79
Decreased by:		
Transferred to Appropriation Reserves	E-8	<u>7,255.79</u>
Balance, December 31, 2021	E	<u><u>1,200.00</u></u>

BOROUGH OF SOUTH PLAINFIELD

SEWER UTILITY CAPITAL FUND

SCHEDULE OF BOND ANTICIPATION NOTES PAYABLE

<u>ORDINANCE</u>	<u>DATE OF ISSUE</u>	<u>DATE OF MATURITY</u>	<u>INTEREST RATE</u>	<u>BALANCE DECEMBER 31, 2020</u>	<u>INCREASED</u>	<u>DECREASED</u>	<u>BALANCE DECEMBER 31, 2021</u>
2163	4/15/21	4/15/22	1.000%	\$ 400,000.00	\$ 400,000.00	\$ 400,000.00	\$ 400,000.00
				<u>\$ 400,000.00</u>	<u>\$ 400,000.00</u>	<u>\$ 400,000.00</u>	<u>\$ 400,000.00</u>
			<u>REF.</u>	<u>E</u>	<u>E-4</u>	<u>E-4</u>	<u>E:E-6</u>

BOROUGH OF SOUTH PLAINFIELD

PUBLIC ASSISTANCE TRUST FUND

SCHEDULE OF CASH

	<u>REF.</u>	<u>PUBLIC ASSISTANCE TRUST FUND I</u>	<u>FUND TOTAL</u>
Balance, December 31, 2020	F	\$ 34,280.75	\$ 34,280.75
Increased by:			
Receipts	F-2	<u>18,255.55</u>	<u>18,255.55</u>
		\$ 52,536.30	\$ 52,536.30
Decreased by:			
Disbursements	F-2	<u>10,599.79</u>	<u>10,599.79</u>
Balance, December 31, 2021	F	<u>\$ 41,936.51</u>	<u>\$ 41,936.51</u>

BOROUGH OF SOUTH PLAINFIELD
PUBLIC ASSISTANCE TRUST FUND
SCHEDULE OF RESERVE FOR EXPENDITURES

	<u>REF.</u>	<u>PUBLIC ASSISTANCE TRUST FUND I</u>	<u>FUND TOTAL</u>
Balance, December 31, 2020	F	\$ 34,280.75	\$ 34,280.75
Increased by:			
Donations		18,226.25	18,226.25
Interest		29.30	29.30
	F-1	<u>\$ 18,255.55</u>	<u>\$ 18,255.55</u>
		<u>\$ 52,536.30</u>	<u>\$ 52,536.30</u>
Decreased by:			
General Assistance	F-1	<u>10,599.79</u>	<u>10,599.79</u>
Balance, December 31, 2021	F	<u>\$ 41,936.51</u>	<u>\$ 41,936.51</u>

BOROUGH OF SOUTH PLAINFIELD

PART II

SINGLE AUDIT SECTION

REPORTS 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

REPORTS ON COMPLIANCE WITH REQUIREMENTS
APPLICABLE TO EACH MAJOR FEDERAL AWARDS PROGRAM AND ON INTERNAL
CONTROL OVER COMPLIANCE
IN ACCORDANCE WITH THE UNIFORM GUIDANCE

SCHEDULE OF EXPENDITURES OF
FEDERAL AWARDS

NOTES TO THE SCHEDULE OF EXPENDITURES OF
FEDERAL AWARDS

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS



SUPLEE, CLOONEY & COMPANY

CERTIFIED PUBLIC ACCOUNTANTS

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

The Honorable Mayor and Members
of the Borough Council
Borough of South Plainfield
County of Middlesex
South Plainfield, New Jersey 07080

We have audited, in accordance with the auditing standards generally accepted in the United States of America, the audit requirements prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the regulatory financial statements of the various individual funds and the account group of the Borough of South Plainfield, as of and for the year ended December 31, 2021, and the related notes to the financial statements, which collectively comprise the Borough's regulatory financial statements, and have issued our report thereon dated July 26, 2022. Our report disclosed that, as described in Note 1 to the financial statements, the Borough of South Plainfield prepares its financial statements on a basis of accounting prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, that demonstrates compliance with a modified accrual basis and the budget laws of the State of New Jersey, which is a comprehensive basis of accounting other than U.S. generally accepted accounting principles.

Internal Control Over Financial Reporting

In planning and performing our audit of the regulatory financial statements, we considered the Borough's 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 Borough's internal control. Accordingly, we do not express an opinion on the effectiveness of the Borough'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 Borough'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.

SUPLEE, CLOONEY & COMPANY

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. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

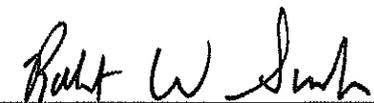
As part of obtaining reasonable assurance about whether the Borough's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material 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*. However, there were instances of noncompliance which are discussed in Part III, General Comments and Recommendations section of the audit report.

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 Borough's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Borough's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



CERTIFIED PUBLIC ACCOUNTANTS



REGISTERED MUNICIPAL ACCOUNTANT NO. 439

July 26, 2022



SUPLEE, CLOONEY & COMPANY

CERTIFIED PUBLIC ACCOUNTANTS

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**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE
WITH REQUIREMENTS APPLICABLE TO MAJOR FEDERAL
PROGRAMS AND INTERNAL CONTROL OVER COMPLIANCE
REQUIRED BY THE UNIFORM GUIDANCE**

The Honorable Mayor and Members
of the Borough Council
Borough of South Plainfield
County of Middlesex
South Plainfield, New Jersey 07080

Report on Compliance for Each Major Federal Program

We have audited the Borough of South Plainfield's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* and the *New Jersey OMB State Grant Compliance Supplement* that could have a direct and material effect on each of the Borough of South Plainfield's major federal programs for the year ended December 31, 2021. The Borough's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal and state programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the Borough of South Plainfield's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance). The Uniform Guidance requires 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 Borough of South Plainfield's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

SUPLEE, CLOONEY & COMPANY

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the Borough of South Plainfield's compliance.

Opinion on Each Major Federal Program

In our opinion, the Borough of South Plainfield complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2021.

Report on Internal Control Over Compliance

Management of the Borough of South Plainfield 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 Borough of South Plainfield's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal 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 Borough of South Plainfield'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.


CERTIFIED PUBLIC ACCOUNTANTS


REGISTERED MUNICIPAL ACCOUNTANT NO. 439

July 26, 2022

BOROUGH OF SOUTH PLAINFIELD

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED DECEMBER 31, 2021

FEDERAL GRANTOR/PASS THROUGH GRANTOR/PROGRAM TITLE	ASSISTANCE LISTING NUMBER	GRANTOR'S NUMBER	GRANT PERIOD		GRANT AWARD AMOUNT	2021 RECEIPTS	2021 EXPENDITURES	CUMULATIVE EXPENDITURES DECEMBER 31, 2021
			FROM	TO				
CARES Act Grant - Capital Improvement #2182	21.019				\$ 152,477.53	\$	\$	\$ 102,764.06
CARES Act Grant (Via Middlesex County) - Reimbursement	21.019				128,606.49	128,606.49	128,606.49	128,606.49
CARES Act Grant - Capital Improvement #2184	21.019				152,208.80	102,894.98	130.92	130.92
						231,501.47	128,737.41	231,501.47
ARP - LFRF:								
Revenue Replacement	21.027		3/3/2021	12/31/2024	1,258,744.03	1,258,744.03	653,400.78	653,400.78
Capital Improvement # 2213	21.027		3/3/2021	12/31/2024			52.15	52.15
						1,258,744.03	653,452.93	653,452.93
Impaired Driving Countermeasure (Drunk Driving Enforcement Fund)	20.616	2019-066-1160-100-157	1/1/2019	12/31/2019	12,372.93	\$	3,071.96	12,372.93
Impaired Driving Countermeasure (Drunk Driving Enforcement Fund)	20.616	2020-066-1160-100-157	1/1/2020	12/31/2020	7,081.22		3,315.94	3,315.94
Impaired Driving Countermeasure (Drunk Driving Enforcement Fund)	20.616	2021-066-1160-100-157	1/1/2021	12/31/2021	7,680.35			
						0.00	6,387.90	15,686.87
						1,490,245.50	788,576.24	900,643.27

See accompanying notes to schedules of financial assistance.

BOROUGH OF SOUTH PLAINFIELD

NOTES TO THE SCHEDULE OF EXPENDITURES OF
FEDERAL AWARDS

YEAR ENDED DECEMBER 31, 2021

NOTE 1. GENERAL

The accompanying schedules of expenditures of financial assistance present the activity of all federal awards programs of the Borough of South Plainfield, County of Middlesex, New Jersey. All federal awards received directly from agencies is included on the Schedule of Expenditures of Federal Awards.

NOTE 2. BASIS OF ACCOUNTING

The accompanying schedule of expenditures of financial assistance is presented on the prescribed basis of accounting, modified accrual basis with certain exceptions, prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, that demonstrates compliance with the budget laws of New Jersey, which is a comprehensive basis of accounting, other than U.S. generally accepted accounting principles. The basis of accounting, with exception, is described in Note 1 to the Borough's financial statements - regulatory basis.

NOTE 3. RELATIONSHIP TO FEDERAL FINANCIAL REPORT

Amounts reported in the accompanying schedules of expenditures agree with the amounts reported in the related federal financial reports.

NOTE 4. RELATIONSHIP TO FINANCIAL STATEMENTS - REGULATORY BASIS

Amounts reported in the accompanying schedules agree with amounts reported in the Borough's regulatory basis financial statements. These amounts are reported in either the Current Fund, Grant Fund or General Capital Fund.

Receipts:

	<u>Federal</u>	<u>Total</u>
Capital Fund	\$ 102,894.98	\$ 102,894.98
Current/Grant Fund	<u>1,387,350.52</u>	<u>1,387,350.52</u>
	<u>\$ 1,490,245.50</u>	<u>\$ 1,490,245.50</u>

Expenditures:

	<u>Federal</u>	<u>Total</u>
Capital Fund	\$ 183.07	\$ 183.07
Current/Grant Fund	<u>788,395.17</u>	<u>788,395.17</u>
	<u>\$ 788,578.24</u>	<u>\$ 788,578.24</u>

NOTE 5. OTHER

Matching contributions expended by the Borough in accordance with terms of the various grants are not reported in the accompanying schedules.

BOROUGH OF SOUTH PLAINFIELD
MIDDLESEX COUNTY, NEW JERSEY

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED DECEMBER 31, 2021

Section I - Summary of Auditor's Results

Financial Statements

- | | |
|--|------------|
| (1) Type of Auditor Report Issued: | Unmodified |
| (2) Internal Control over Financial Reporting: | |
| (a) Material weaknesses identified? | No |
| (b) Significant deficiencies that are not considered to be material weaknesses? | No |
| (3) Noncompliance material to the financial statements to be noted during the audit? | No |

Federal Programs(s)

- | | |
|---|------------|
| (1) Internal Control Over Major Federal Programs: | |
| (a) Material weaknesses identified during the audit? | No |
| (b) Significant deficiencies identified that are not considered to be material weaknesses? | No |
| (2) Type of Auditor's Report issued on compliance for major federal program(s)? | Unmodified |
| (3) Any audit findings disclosed that are required to be reported in accordance with the Uniform Guidance and listed in Section III of this schedule? | No |
| (4) Identification of Major Federal Program(s): | |

<u>Program</u>	<u>C.F.D.A. Number</u>
American Recovery Plan Act	21.027

BOROUGH OF SOUTH PLAINFIELD
MIDDLESEX COUNTY, NEW JERSEY

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED DECEMBER 31, 2021

Section I - Summary of Auditor's Results (Continued)

(5) Program Threshold Determination:

Type A Federal Program Threshold > \$750,000.00

Type B Federal Program Threshold <= \$750,000.00

(6) Auditee qualified as a low-risk auditee under the Uniform Guidance? No

State Program(s) – Not Applicable

Section II - Financial Statement Audit - Reported Findings Under Government Auditing Standards

Internal Control Findings

None Reported.

Compliance Findings

None Reported

Section III - Findings and Questioned Costs Relative to Major Federal Programs

Federal Programs - None Reported

Status of Prior Year Audit Findings - Not Applicable

PART III

BOROUGH OF SOUTH PLAINFIELD

STATISTICAL DATA

LIST OF OFFICIALS

COMMENTS AND RECOMMENDATIONS

YEAR ENDED DECEMBER 31, 2021

COMPARATIVE STATEMENT OF OPERATIONS AND
CHANGE IN FUND BALANCE - SEWER UTILITY OPERATING FUND

	<u>YEAR 2021</u>		<u>YEAR 2020</u>	
	<u>AMOUNT</u>	<u>%</u>	<u>AMOUNT</u>	<u>%</u>
<u>REVENUE AND OTHER INCOME REALIZED</u>				
Fund Balance Utilized	\$ 240,000.00	3.43%	\$ 150,000.00	2.06%
Collection of Sewer Use Charges	6,090,286.91	86.96%	6,506,460.24	89.17%
Miscellaneous	<u>673,036.13</u>	<u>9.61%</u>	<u>639,685.52</u>	<u>8.77%</u>
<u>Total Revenue</u>	<u>\$ 7,003,323.04</u>	<u>100.00%</u>	<u>\$ 7,296,145.76</u>	<u>100.00%</u>
 <u>EXPENDITURES</u>				
Budget Expenditures:				
Operating	\$ 6,481,530.00	96.55%	\$ 6,505,979.00	95.87%
Capital Improvements	10,000.00	0.15%	65,000.00	0.96%
Debt Service	4,692.00	0.07%		
Deferred Charges and Regulatory Expenditures	<u>216,804.00</u>	<u>3.23%</u>	<u>215,304.00</u>	<u>3.17%</u>
<u>Total Expenditures</u>	<u>\$ 6,713,026.00</u>	<u>100.00%</u>	<u>\$ 6,786,283.00</u>	<u>100.00%</u>
Regulatory Excess to Fund Balance	<u>\$ 290,297.04</u>		<u>\$ 509,862.76</u>	
Fund Balance, January 1	<u>1,090,169.86</u>		<u>1,622,307.10</u>	
	\$ 1,380,466.90		\$ 2,132,169.86	
Less: Utilized as Anticipated Revenue				
Sewer Utility Operating Fund	240,000.00		150,000.00	
Current Fund	<u>650,000.00</u>		<u>892,000.00</u>	
Fund Balance, December 31	<u>\$ 490,466.90</u>		<u>\$ 1,090,169.86</u>	

COMPARATIVE STATEMENT OF OPERATIONS AND
CHANGE IN FUND BALANCE - SWIMMING POOL UTILITY OPERATING FUND

	<u>YEAR 2021</u>		<u>YEAR 2020</u>	
	<u>AMOUNT</u>	<u>%</u>	<u>AMOUNT</u>	<u>%</u>
<u>REVENUE AND OTHER INCOME REALIZED</u>				
Collection of Pool Membership and Fees	\$ 395,222.20	91.81%	\$ 25,337.00	79.66%
Miscellaneous	<u>35,243.17</u>	<u>8.19%</u>	<u>6,468.58</u>	<u>20.34%</u>
<u>Total Revenue</u>	<u>\$ 430,465.37</u>	<u>100.00%</u>	<u>\$ 31,805.58</u>	<u>100.00%</u>
<u>EXPENDITURES</u>				
Budget Expenditures:				
Operating	\$ 309,381.58	66.87%	\$ 161,729.00	75.77%
Capital Improvements	9,000.00	1.94%	2,500.00	1.17%
Deferred Charges and Regulatory Expenditures	52,349.00	11.31%	48,871.00	22.90%
Debt Service	<u>91,994.42</u>	<u>19.88%</u>	<u>350.00</u>	<u>0.16%</u>
<u>Total Expenditures</u>	<u>\$ 462,724.00</u>	<u>100.00%</u>	<u>\$ 213,450.00</u>	<u>100.00%</u>
Adjustment to Income Before Fund Balance:				
Deferred Charges to Budget of Succeeding Year:	\$		\$	
Operating Deficit			77,644.42	
Realized from General Budget for Anticipated Deficit	<u>32,259.63</u>		<u>104,000.00</u>	
	\$ 32,259.63		\$ 181,644.42	
Excess in Revenue	- 0 -		- 0 -	
Fund Balance - January 1	<u>1,000.00</u>		<u>1,000.00</u>	
	\$ 1,000.00		\$ 1,000.00	
Fund Balance - December 31	<u>\$ 1,000.00</u>		<u>\$ 1,000.00</u>	

COMPARATIVE SCHEDULE OF TAX RATE INFORMATION

	<u>2021</u>	<u>2020</u>	<u>2019</u>
Tax Rate	<u>\$6.440</u>	<u>\$6.346</u>	<u>\$6.089</u>
Appointment of Tax Rate:			
Municipal	\$1.435	\$1.402	\$1.321
Municipal Library Tax	0.100	0.099	0.092
County	1.204	1.182	1.082
Local School	<u>3.701</u>	<u>3.663</u>	<u>3.594</u>

Assessed Valuation:

Year 2021	<u>\$1,448,015,569</u>		
Year 2020		<u>\$1,439,083,741</u>	
Year 2019			<u>\$1,428,491,340.00</u>

COMPARISON OF TAX LEVIES AND COLLECTION CURRENTLY

A study of this tabulation could indicate a possible trend in future tax levies. A decrease in the percentage of current collection could be an indication of a probable increase in future tax levies.

<u>YEAR</u>	<u>TAX LEVY</u>	<u>CURRENTLY</u>	
		<u>CASH</u> <u>COLLECTIONS</u>	<u>PERCENTAGE</u> <u>OF</u> <u>COLLECTION</u>
2021	\$93,616,510.86	\$92,561,509.38	98.87%
2020	\$91,758,659.31	\$90,823,038.35	98.98%
2019	\$87,731,997.18	\$86,702,265.58	98.82%

DELINQUENT TAXES AND TAX TITLE LIENS

This tabulation includes a comparison, expressed in percentage, of the total of delinquent taxes and tax title liens, in relation to the tax levies of the last three years.

<u>YEAR</u>	<u>AMOUNT OF TAX TITLE LIENS</u>	<u>AMOUNT OF DELINQUENT TAXES</u>	<u>TOTAL DELINQUENT</u>	<u>PERCENTAGE OF TAX LEVY</u>
2021	\$ 147,892.39	\$ 1,046,744.15	\$ 1,194,636.54	1.28%
2020	140,600.44	844,571.48	985,171.92	1.07%
2019	303,204.56	845,004.51	1,148,209.07	1.31%

PROPERTY ACQUIRED BY TAX TITLE LIEN LIQUIDATION

No properties have been acquired in 2021 by foreclosure or deed, as a result of liquidation of tax title liens. The balance at December 31, 2020 is \$4,714,000.00.

COMPARISON OF UTILITY LEVIES

<u>YEAR</u>	<u>LEVY</u>	<u>COLLECTIONS*</u>
2021	\$ 6,215,586.64	\$ 6,090,461.91
2020	6,486,354.40	6,503,590.99
2019	6,832,282.55	6,891,998.82

*Includes collections of prior year levies

COMPARATIVE SCHEDULE OF FUND BALANCES

	<u>YEAR</u>	<u>BALANCE</u>	<u>UTILIZED IN BUDGET OF SUCCEEDING YEAR</u>
Current Fund	2021	\$ 2,767,198.91	\$ 2,022,500.00
	2020	2,160,673.23	1,970,000.00
	2019	1,876,008.25	1,795,000.00
	2018	2,205,017.24	2,097,000.00
	2017	2,428,916.58	2,183,819.00
Sewer Utility Operating Fund	2021	\$ 490,466.90	\$ 75,000.00
	2020	1,090,169.86	240,000.00
	2019	1,622,307.10	150,000.00
	2018	2,166,094.79	107,408.00
	2017	1,288,617.11	75,000.00
Swimming Pool Utility Operating Fund	2021	\$ 1,000.00	\$ -0-
	2020	1,000.00	-0-
	2019	1,000.00	-0-
	2018	1,000.00	-0-
	2017	1,000.00	-0-

OFFICIALS IN OFFICE AND SURETY BONDS

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

<u>NAME</u>	<u>TITLE</u>	<u>AMOUNT OF BOND</u>
Matthew Anesh	Mayor	*
Derryck White	Council President	*
Robert Bengivenga Jr.	Council Member	*
Christine Faustini	Council Member	*
Joseph Wolak	Council Member	*
Melanie Mott	Council Member	*
Peter Smith	Council Member	*
Glenn Cullen	Administrator/CFO	*
Amy Antonides	Borough Clerk	*
Kimberly Clifford	Tax Collector	*
Mary Frances Hildebrandt	Tax Assessor	*
Leonard Miller	Superintendent of Public Works/Engineer	*
Paul Garelick	Municipal Court Judge	*
Yolanda Diaz	Municipal Court Administrator	*

*All officials and employees handling and collecting Borough funds are covered under a special multi-peril policy public employees blanket coverage endorsement for \$1,000,000.00.

All of the bonds were examined and were properly executed and were in accordance with the state promulgated schedule.

GENERAL COMMENTS

CONTRACTS AND AGREEMENTS REQUIRED TO BE ADVERTISED FOR N.J.S.A. 40A:11-4

"Every contract or agreement, for the performance of any work or the furnishing or hiring of any materials or supplies, the cost or the contract price whereof is to be paid with or out of public funds not included within the terms of Section 3 of this act, shall be made or awarded only by the governing body of the contracting unit after public advertising for bids and bidding therefore, except as is provided otherwise in this act or specifically by any other law. No work, materials or supplies shall be undertaken, acquired or furnished for a sum exceeding in the aggregate the amount set forth in, or the amount calculated by the Governor pursuant to Section 3 P.L. 1971 C. 198 (C. 40A:11-3), except by contract or agreement."

Effective July 13, 2020 by action of the governing body, the bid threshold was increased to \$44,000 in accordance with N.J.S.A. 40A:11-4. The governing body of the Municipality has the responsibility of determining whether the expenditures in any category will exceed the bid threshold within the fiscal year. Where question arises as to whether any contract or agreement might result in violation of the statute, the Borough Council's opinion should be sought before a commitment is made.

The minutes indicate that bids were requested by public advertising for the following items:

- Parking Lot Improvements
- Park Improvements
- Various Road Improvements
- Storm Sewer Improvements
- Janitorial Services

Inasmuch as the system of records did not provide for an accumulation of payments for categories for the performance of any work or the furnishing or hiring of any materials or supplies, the results of such an accumulation could not reasonably be ascertained. Disbursements were reviewed, however, to determine whether any clear cut violations existed.

Our audit of expenditures did not reveal any individual payments, contracts or agreements in excess of \$44,000.00 "for the performance of any work or the furnishing or hiring of any material, supplies or services, other than those where bids had been previously sought by public advertisement or where a resolution had been previously adopted under the provisions of N.J.S.A. 40A: 11-6."

CONTRACTS AND AGREEMENTS REQUIRED TO BE ADVERTISED FOR N.J.S.A. 40A:11-4
(CONTINUED)

The minutes indicate that resolutions were adopted and advertised authorizing the awarding of contracts or agreements for "Professional Services" per N.J.S.A. 40A:11-5 for the following services:

Borough Attorney
Borough Auditor
Borough Prosecutor
Public Defender
Borough Planner
Insurance Broker/Consultant
Bond Counsel
Appraisal Services
Engineering and Architectural Services
Other Consulting Services

COLLECTION OF INTEREST ON DELINQUENT TAXES AND ASSESSMENTS

The statute provides the method for authorizing interest and the maximum rate to be charged for the non-payment of taxes or assessments on or before the date when they would become delinquent.

The Governing Body, on January 2, 2021, adopted the following resolution pursuant to the provisions of R.S. 54:4-67 fixing the rate of delinquent taxes and assessments and on sanitary sewer service charges at 8% per annum on the first \$1,500.00 and a rate of 18% per annum on any amount in excess of \$1,500.00 becoming delinquent after the due date and if the delinquency is in excess of \$10,000.00 and remains in arrears beyond the end of the year, an additional penalty of 6% shall be charged if payment of any installment is made within ten days after the date upon which the same becomes payable.

It appears from an examination of the Collector's records that interest was collected in accordance with the foregoing resolution.

DELINQUENT TAXES AND TAX TITLE LIENS

The last tax sale was held on December 9, 2021 and was complete.

Inspection of Tax Sale Certificates on file revealed that all Tax Sale Certificates were available for audit.

The following is a comparison of the number of tax title liens receivable on December 31st of the last three years:

<u>YEAR</u>	<u>NUMBER OF LIENS</u>
2021	9
2020	8
2019	8

It is essential to good management that all means provided by statute be utilized to liquidate tax title liens in order to get such properties back on a taxpaying basis.

VERIFICATION OF DELINQUENT TAXES AND OTHER CHARGES

A test verification of delinquent charges and current payments was made in accordance with the regulations of the Division of Local Government Services, consisting of the mailing of verification notices as follows:

<u>Type</u>	
Information Tax Positive Confirmation	50
Delinquent Tax Positive Confirmation	30
Information Utility Positive Confirmation	50
Delinquent Utility Positive Confirmation	20

OTHER COMMENTS

Interfunds

Transactions invariably occur in one fund which require a corresponding entry to be made in another fund, thus creating interfund balances. References to the various balance sheets show the interfund balances remaining at year end. As a general rule all interfund balances should be closed out as of the end of the year.

It is the Borough's policy to review and liquidate all interfund balances on a periodic basis.

Other Items

Our test of paid vouchers disclosed the following instances of noncompliance. We noted that numerous purchase orders are processed as confirming orders. This is where goods have been received or services have been rendered prior to the issuance of a purchase order. In effect, the controls that minimize the possibility of over-expenditures and unauthorized purchases are not in operation.

Our audit of the clerk/registrar department revealed instances of weaknesses in controls over the recording of monies received, use of prenumbered forms, and issuance of receipts, for the various fees & permits handled by the department.

Our audit of the Borough's accrued sick leave practices revealed, as noted by the New Jersey Office of the State Comptroller, that the Borough is not in full compliance with N.J.S.A. 11A:6-19.1 and 2 with regard to the personnel manual and contracts allowing for payments above the statutory limit, and payments allowed other than at retirement for employees hired after May 21, 2010.

RECOMMENDATIONS

*That the practice of issuing confirming orders be discontinued.

That controls be re-evaluated and improved over the recording of monies received, use of prenumbered forms, and issuance of receipts, for the various fees & permits handled by the clerk/registrar's office.

That the Borough review its policy manual and employment contracts to ensure compliance with state statutes regarding accrued sick leave payments.

*Unresolved Prior Year Recommendation

