

CITY OF MILLVILLE
COUNTY OF CUMBERLAND
REPORT OF AUDIT

FOR THE YEAR ENDED
DECEMBER 31, 2021

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CITY OF MILLVILLE
PART I
REPORT OF AUDIT OF FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2021

INDEPENDENT AUDITOR'S REPORT

The Honorable Mayor and
Members of the City Board of Commissioners
City of Millville
Millville, New Jersey 08332

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying statements of assets, liabilities, reserves and fund balance - regulatory basis of the various funds of the City of Millville, in the County of Cumberland, State of New Jersey, as of December 31, 2021 and 2020, and the related statements of operations and changes in fund balance - regulatory basis for the years then ended, and the related statement of revenues - regulatory basis, statement of expenditures - regulatory basis, and statement of general fixed asset group of accounts - regulatory basis for the year ended December 31, 2021, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

Unmodified Opinions on Regulatory Basis of Accounting

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the assets, liabilities, reserves and fund balance - regulatory basis of the various funds of the City of Millville, in the County of Cumberland, State of New Jersey, as of December 31, 2021 and 2020, and the results of its operations and changes in fund balance - regulatory basis of such funds for the years then ended, and the revenues - regulatory basis and expenditures - regulatory basis of the various funds, and general fixed asset group of accounts - regulatory basis, for the year ended December 31, 2021, in conformity with accounting principles and practices prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, as described in note 1.

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

In our opinion, because of the significance of the matter discussed in the *Basis for Adverse Opinion on Accounting Principles Generally Accepted in the United States of America* section of our report, the accompanying financial statements referred to above do not present fairly the financial position of the City of Millville, in the County of Cumberland, State of New Jersey, as of December 31, 2021 and 2020, or the results of its operations and changes in fund balance for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions on Regulatory Basis of Accounting

We conducted our audit in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and in compliance with audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, which is a basis of accounting other than accounting principles generally accepted in the United States of America, to meet the requirements of the State of New Jersey. Our responsibilities under those standards 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 City 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 audit opinions.

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

As described in note 1 to the financial statements, the financial statements are prepared by the City on the basis of the financial reporting provisions of the Division of Local Government Services, Department of Community Affairs, State of New Jersey, which is a basis of accounting other than accounting principles generally accepted in the United States of America, to meet the requirements of the State of New Jersey. The effects on the financial statements of the variances between the regulatory basis of accounting described in note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material and pervasive.

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the City'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 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 auditing standards generally accepted in the United States of America and *Government Auditing Standards* 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.

In performing an audit in accordance with auditing standards generally accepted in the United States of America and *Government Auditing Standards*, 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 City'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 City'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.

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Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The accompanying supplemental statements and schedules presented for the various funds, as listed in the table of contents, are presented for purposes of additional analysis as required by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, and are not a required part of the basic financial statements.

The accompanying supplemental statements and schedules presented for the various funds are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information 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 accompanying supplemental statements and schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated September 28, 2022 on our consideration of the City of Millville'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 City of Millville's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City of Millville's internal control over financial reporting and compliance.

Respectfully submitted,



BOWMAN & COMPANY LLP
Certified Public Accountants
& Consultants



Michael D. Cesaro
Certified Public Accountant
Registered Municipal Accountant

Voorhees, New Jersey
September 28, 2022

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

INDEPENDENT AUDITOR'S REPORT

The Honorable Mayor and
Members of the City Board of Commissioners
City of Millville
Millville, New Jersey 08332

We have audited, in accordance with the auditing standards generally accepted in the United States of America, the standards applicable to financial statement audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, and the audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, the financial statements prepared on a regulatory basis of accounting prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, of the City of Millville, in the County of Cumberland, State of New Jersey, as of and for the year ended December 31, 2021, and the related notes to the financial statements, which collectively comprise the City's basic financial statements, and have issued our report thereon dated September 28, 2022. That report indicated that the City of Millville's financial statements were not prepared in accordance with accounting principles generally accepted in the United States of America, but were prepared on a regulatory basis of accounting prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the City of Millville's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City of Millville's internal control. Accordingly, we do not express an opinion on the effectiveness of the City of Millville'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 combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City of Millville’s financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*, and audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey.

Purpose of this Report

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

Respectfully submitted,



BOWMAN & COMPANY LLP
Certified Public Accountants
& Consultants



Michael D. Cesaro
Certified Public Accountant
Registered Municipal Accountant

Voorhees, New Jersey
September 28, 2022

CITY OF MILLVILLE
CURRENT FUND
 Statements of Assets, Liabilities, Reserves and Fund Balance -- Regulatory Basis
 As of December 31, 2021 and 2020

<u>ASSETS</u>	<u>Ref.</u>	<u>2021</u>	<u>2020</u>
Regular Fund:			
Cash	SA-1	\$ 16,241,936.60	\$ 16,515,942.90
Change Funds	SA-2	2,200.00	2,200.00
Due from State of New Jersey:			
Veterans' and Senior Citizens' Deductions	SA-3	42,082.34	41,164.53
		<u>16,286,218.94</u>	<u>16,559,307.43</u>
Receivables and Other Assets with Full Reserves:			
Protested Checks Receivable	SA-4	1,875.00	1,775.00
Due from Bank		2,314.17	2,314.17
Delinquent Taxes Receivable	SA-5	547,770.86	679,045.55
Tax Title Liens Receivable	SA-6	264,161.03	351,552.13
Penalty Surcharge Receivable	SA-7		11,395.20
Property Maintenance Assessments Receivable	SA-8	241,081.71	244,271.06
Property Acquired for Taxes--Assessed Valuation	SA-9	4,658,730.00	4,732,230.00
Revenue Accounts Receivable	SA-10	14,608.32	12,392.73
Due Animal Control Fund	SB-3	20.36	15.29
Due Trust Other Fund	SB-2	1,048.96	3,159.72
Due Water Utility Operating Fund	SD-15	342.73	
Due Sewer Operating Fund	SE-15	332.27	1,025.10
		<u>5,732,285.41</u>	<u>6,039,175.95</u>
		<u>22,018,504.35</u>	<u>22,598,483.38</u>
Federal and State Grant Fund:			
Cash	SA-1	4,668,621.70	889,693.41
Due from Current Fund	SA-1	440.00	
Federal and State Grants Receivable	SA-22	3,416,009.16	3,220,136.78
		<u>8,085,070.86</u>	<u>4,109,830.19</u>
Total Federal and State Grant Fund		<u>\$ 30,103,575.21</u>	<u>\$ 26,708,313.57</u>

(Continued)

CITY OF MILLVILLE
CURRENT FUND
 Statements of Assets, Liabilities, Reserves and Fund Balance -- Regulatory Basis
 As of December 31, 2021 and 2020

<u>LIABILITIES, RESERVES AND FUND BALANCE</u>	Ref.	<u>2021</u>	<u>2020</u>
Regular Fund:			
Liabilities:			
Appropriation Reserves	A-3	\$ 2,051,933.68	\$ 2,655,741.61
Reserve for Encumbrances	A-3	343,226.43	505,458.42
Accounts Payable	SA-12	19,247.00	26,510.20
Tax Overpayments	SA-14	627.14	4,238.46
Prepaid Taxes	SA-15	590,801.04	453,435.97
Due County for Added Taxes	SA-17	92,567.71	30,831.13
Local District School Taxes Payable	SA-16	3,796,347.14	3,581,451.14
Due State of New Jersey--Marriage License Fees	SA-13	248.00	177.00
Due State of New Jersey--Burial Fees	SA-1	30.00	20.00
Due Federal and State Grant Fund	SA-1	440.00	
Due General Capital Fund	SA-1	50,499.13	
Due Water Operating Fund	SD-15		38.64
Reserve for Tax Appeals	SA-19	2,724,335.92	2,724,335.92
Reserve for Insurance Proceeds	SA-20	326,273.35	319,566.49
Reserve for Proceeds from Sale of Municipal Assets	SA-21	127,790.00	127,790.00
		<u>10,124,366.54</u>	<u>10,429,594.98</u>
Reserves for Receivables		5,732,285.41	6,039,175.95
Fund Balance	A-1	<u>6,161,852.40</u>	<u>6,129,712.45</u>
Total Regular Fund		<u>22,018,504.35</u>	<u>22,598,483.38</u>
Federal and State Grant Fund:			
Reserve for Encumbrances	SA-23	867,428.06	97,780.76
Accounts Payable		5,386.65	5,386.65
Reserve for State and Federal Grants:			
Appropriated	SA-23	3,672,809.65	4,006,662.78
Unappropriated	SA-24	<u>3,539,446.50</u>	
Total Federal and State Grant Fund		<u>8,085,070.86</u>	<u>4,109,830.19</u>
		<u>\$ 30,103,575.21</u>	<u>\$ 26,708,313.57</u>

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

CITY OF MILLVILLE
CURRENT FUND
 Statements of Operations and Changes in Fund Balance -- Regulatory Basis
 For the Years Ended December 31, 2021 and 2020

	2021	2020
<u>Revenue and Other Income Realized</u>		
Fund Balance Utilized	\$ 4,758,400.00	\$ 4,192,596.00
Miscellaneous Revenues Anticipated	10,374,058.75	10,186,329.61
Receipts from Delinquent Taxes	848,237.78	890,672.67
Receipts from Current Taxes	52,549,556.19	51,492,197.00
Non-Budget Revenue	482,411.73	489,616.67
Other Credits to Income:		
Cancellation of Accounts Payable	55,604.52	106,000.06
Reserve Liquidated:		
Unexpended Balance of Appropriation Reserves	1,962,606.57	2,904,349.97
Interfund Loans Returned:		
Trust Other Fund	2,110.76	466.57
Water Utility Operating Fund		449.93
Sewer Utility Operating Fund	692.83	
	71,033,679.13	70,262,678.48
Total Income		
<u>Expenditures</u>		
Budget and Emergency Appropriations:		
Operations Within "CAPS":		
Salaries and Wages	12,887,151.92	12,487,592.00
Other Expenses	12,016,463.08	11,609,790.00
Deferred Charges and Statutory Expenditures Within "CAPS"	3,294,748.00	2,959,861.00
Operations--Excluded from "CAPS":		
Salaries and Wages	48,600.00	90,000.00
Other Expenses	1,700,583.30	2,234,275.19
Capital Improvements--Excluded from "CAPS"	50,000.00	50,000.00
Municipal Debt Service--Excluded from "CAPS"	3,093,381.73	3,223,211.73
Deferred Charges--Excluded from "CAPS"		45,000.00
County Taxes	19,359,525.56	19,497,217.19
Due County for Added and Omitted Taxes	92,567.71	30,831.13
Local District School Tax	13,694,492.00	13,167,781.00
Prior Year Senior Citizen and Veteran Deduction Disallowed	5,278.08	8,260.27
Cancellation Senior/Veteran Receivable		79,252.57
Interfund Loans Made:		
Animal Control Fund	5.07	2.51
Sewer Utility Operating Fund		1,025.10
Water Utility Operating Fund	342.73	
	66,243,139.18	65,484,099.69
Total Expenditures		
Excess in Revenue	4,790,539.95	4,778,578.79
Fund Balance		
Balance January 1	6,129,712.45	5,543,729.66
	10,920,252.40	10,322,308.45
Decreased by:		
Utilized as Anticipated Revenue	4,758,400.00	4,192,596.00
Balance December 31	\$ 6,161,852.40	\$ 6,129,712.45

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

CITY OF MILLVILLE
CURRENT FUND
 Statement of Revenues -- Regulatory Basis
 For the Year Ended December 31, 2021

	<u>Budget</u>	Special N.J.S. <u>40:4-87</u>	<u>Realized</u>	Excess or <u>(Deficit)</u>
Fund Balance Anticipated	\$ 4,758,400.00		\$ 4,758,400.00	
Miscellaneous Revenues:				
Licenses:				
Alcoholic Beverages	14,500.00		14,735.00	\$ 235.00
Other	8,900.00		9,030.00	130.00
Fees and Permits	745,100.00		541,644.59	(203,455.41)
Fines and Costs:				
Municipal Court	300,000.00		259,500.93	(40,499.07)
Interest and Costs on Taxes	125,000.00		118,718.57	(6,281.43)
Interest on Investments and Deposits	300,000.00		320,856.23	20,856.23
Manufactured Homes Annual Service Fee	239,000.00		218,727.04	(20,272.96)
Cable T.V. Franchise Fee	86,000.00		87,106.50	1,106.50
Rent--Millville Library	176,680.00		176,680.00	
Consolidated Municipal Property Tax Relief Aid (N.J.S.A. 52:27D-118.35)	92,903.00		92,903.00	
Energy Receipts Tax	4,126,970.00		4,126,970.00	
Emergency Medical Services	800,000.00		1,197,747.61	397,747.61
Open Space PILOT (Reserve for Garden State Preservation Trust)	29,852.00		45,971.00	16,119.00
Uniform Construction Code Fees	400,000.00		724,337.60	324,337.60
Public and Private Revenues Offset with Appropriations:				
N.J. Department of Transportation:				
FY21 - Columbia/Riverside/5th Street		\$ 525,497.00	525,497.00	
Clean Communities		64,905.81	64,905.81	
Click It or Ticket		6,000.00	6,000.00	
Drive Sober or Get Pulled Over		7,500.00	7,500.00	
Distracted Driving Grant		9,000.00	9,000.00	
Safe & Secure Communities Program		48,600.00	48,600.00	
Municipal Alliance Program		14,305.00	14,305.00	
Recycling Tonnage Grant		75,878.34	75,878.34	
Body Armor Fund		5,656.15	5,656.15	
Neighborhood Preservation Program		125,000.00	125,000.00	
Edward Bryne Justice Assistance Grant Program		33,161.00	33,161.00	
Additional Revenues Offset with Appropriations:				
Millville Board of Education - Gasoline	6,000.00		10,240.80	4,240.80
Shared Services Agreement - Tax Assessor	32,000.00		32,000.00	
Other Special Items:				
Utility Operating Surplus of Prior Years:				
Water Utility	201,586.00		201,586.00	
Sewer Utility	385,290.00		385,290.00	
Uniform Fire Safety Act	120,000.00		113,336.43	(6,663.57)
Payments in Lieu of Taxes--Abatements	423,052.00		433,685.94	10,633.94
Hotel Motel Tax	120,000.00		158,616.85	38,616.85
Payment in Lieu of Taxes--Housing Authority	80,000.00		81,871.36	1,871.36
Payment in Lieu of Taxes--Senior Center	30,000.00			(30,000.00)
Reserve for Payment of Debt	107,000.00		107,000.00	
Total Miscellaneous Revenues	8,949,833.00	915,503.30	10,374,058.75	508,722.45
Receipts from Delinquent Taxes	652,000.00		848,237.78	196,237.78
Amount to be Raised by Taxes for Support of Municipal Budget				
Local Tax for Municipal Purposes Including Reserve for Uncollected Taxes	20,090,000.00		21,674,678.92	1,584,678.92
Budget Totals	34,450,233.00	915,503.30	37,655,375.45	2,289,639.15
Non-Budget Revenue			482,411.73	482,411.73
	<u>\$ 34,450,233.00</u>	<u>\$ 915,503.30</u>	<u>\$ 38,137,787.18</u>	<u>\$ 2,772,050.88</u>

(Continued)

CITY OF MILLVILLE
CURRENT FUND
Statement of Revenues -- Regulatory Basis
For the Year Ended December 31, 2021

Analysis of Realized Revenues

Allocation of Current Tax Collections:

Revenue from Collections \$ 52,549,556.19

Allocated to:

School, County and Revenue Allocation District 33,146,585.27

Balance for Support of Municipal Budget Appropriations 19,402,970.92

Add:

Appropriation "Reserve for Uncollected Taxes" 2,271,708.00

Amount for Support of Municipal Budget Appropriations \$ 21,674,678.92

Receipts from Delinquent Taxes:

Delinquent Tax Collections \$ 611,859.50

Tax Title Lien Collection 236,378.28

\$ 848,237.78

Fees and Permits--Other:

City Clerk \$ 115,871.00

Searches for Taxes and Municipal Improvements 100.00

Housing Inspector Fees and Permits 353,406.25

Street Opening Permits 28,515.00

Planning and Zoning Board Fees 42,896.34

Police Fees and Permits 856.00

\$ 541,644.59

Interest and Costs on Taxes:

Receipts \$ 108,071.76

Penalty Surcharge Receivable--Collections 10,646.81

\$ 118,718.57

(Continued)

CITY OF MILLVILLE
CURRENT FUND
Statement of Revenues -- Regulatory Basis
For the Year Ended December 31, 2021

Analysis of Non-Budget Revenues

State of N.J.:

Administrative Cost Reimbursement - Senior Citizen & Veterans	\$ 1,148.44
Rent - Docking Spaces	416.67
Sale of Municipal Assets	82,258.00
T-Mobile Rent Proceeds	55,252.52
Sprint Rent Proceeds	25,778.46
AT&T Rent Proceeds	27,068.82
Tax Sale Costs	34,647.69
Interest on Clean Up Assessment	1,280.93
Photocopies	89.60
Firearms Registration	3,948.69
Accident Reports	21.00
Confiscated Funds	7,499.29
Other Miscellaneous	<u>160,000.66</u>

\$ 399,410.77

Property Maintenance Assessments

83,000.96

\$ 482,411.73

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

CITY OF MILLVILLE
CURRENT FUND
Statement of Expenditures -- Regulatory Basis
For the Year Ended December 31, 2021

	<u>Appropriations</u>		<u>Paid or Charged</u>			<u>Unexpended Balance Canceled</u>
	<u>Budget</u>	<u>Budget After Modification</u>	<u>Expended</u>	<u>Encumbered</u>	<u>Reserved</u>	
OPERATIONS--WITHIN "CAPS"						
General Government Functions						
General Administration						
Salaries and Wages	\$ 18,100.00	\$ 18,100.00	\$ 16,494.40		\$ 1,605.60	
Other Expenses	10,275.00	10,275.00	8,239.59		2,035.41	
Human Resources						
Salaries and Wages	86,500.00	86,500.00	77,578.91		8,921.09	
Other Expenses	12,250.00	12,250.00	6,507.04	\$ 1,574.09	4,168.87	
Board of Commissioners						
Salaries and Wages	60,483.00	60,483.00	51,301.84		9,181.16	
Other Expenses	7,995.00	7,995.00	3,221.69		4,773.31	
Municipal Clerk's Office						
Salaries and Wages	301,000.00	301,000.00	287,600.31		13,399.69	
Other Expenses	68,925.00	68,925.00	50,214.39	2,747.63	15,962.98	
Financial Administration						
Salaries and Wages	453,300.00	453,300.00	435,111.28		18,188.72	
Other Expenses	52,700.00	52,700.00	34,801.47	3,472.32	14,426.21	
Annual Audit	50,000.00	50,000.00			50,000.00	
Information Systems						
Other Expenses	193,900.00	193,900.00	192,909.29	366.65	624.06	
Collection of Taxes						
Salaries and Wages	102,400.00	102,400.00	100,276.58		2,123.42	
Other Expenses	31,550.00	31,550.00	22,983.57	472.98	8,093.45	
Assessment of Taxes						
Salaries and Wages	218,500.00	218,500.00	215,271.22		3,228.78	
Other Expenses	119,200.00	119,200.00	35,060.56	5,353.49	78,785.95	
Legal Services and Costs						
Other Expenses	371,250.00	371,250.00	352,550.21	18,396.24	303.55	
Municipal Court						
Salaries and Wages	389,500.00	387,950.00	335,923.74		52,026.26	
Other Expenses	65,216.00	66,766.00	64,232.31	2,533.59	0.10	

(Continued)

CITY OF MILLVILLE
CURRENT FUND
Statement of Expenditures -- Regulatory Basis
For the Year Ended December 31, 2021

	<u>Appropriations</u>		<u>Paid or Charged</u>			<u>Unexpended Balance Canceled</u>
	<u>Budget</u>	<u>Budget After Modification</u>	<u>Expended</u>	<u>Encumbered</u>	<u>Reserved</u>	
OPERATIONS--WITHIN "CAPS" (CONT'D)						
General Government Functions (Cont'd)						
Public Defender						
Other Expenses	\$ 38,675.00	\$ 41,075.00	\$ 37,875.00	\$ 800.00	2,400.00	
Engineering Services and Costs						
Salaries and Wages	264,900.00	264,900.00	186,712.74		78,187.26	
Other Expenses	101,500.00	101,500.00	41,274.87	27,923.62	32,301.51	
Economic Development						
Other Expenses	30,000.00	30,000.00	5,931.07	6,928.93	17,140.00	
Land Use Administration						
Planning Board						
Salaries and Wages	46,100.00	46,100.00	41,254.13		4,845.87	
Other Expenses	18,350.00	18,350.00	9,164.39	3,384.76	5,800.85	
Planning/Community Development						
Salaries and Wages	40,500.00	40,500.00	38,880.67		1,619.33	
Other Expenses	27,850.00	27,850.00	7,786.21	5,421.10	14,642.69	
Zoning Board of Adjustment						
Salaries and Wages	34,700.00	34,700.00	34,350.75		349.25	
Other Expenses	21,250.00	21,250.00	6,344.37	5,174.97	9,730.66	
Bureau of Permits and Inspections						
Salaries and Wages	161,000.00	193,325.43	185,429.49		7,895.94	
Other Expenses	112,800.00	112,800.00	19,091.85	1,264.36	92,443.79	
Insurance						
Surety Bond Premiums	3,000.00	3,000.00	1,250.00		1,750.00	
General Liability	385,000.00	385,000.00	385,000.00			
Workers Compensation	611,000.00	611,000.00	611,000.00			
Employee Group Health	4,390,000.00	4,199,359.38	4,198,166.19		1,193.19	
Health Benefits Waiver	75,000.00	75,000.00	65,174.58		9,825.42	

(Continued)

CITY OF MILLVILLE
CURRENT FUND
Statement of Expenditures -- Regulatory Basis
For the Year Ended December 31, 2021

	<u>Appropriations</u>		<u>Paid or Charged</u>			<u>Unexpended Balance Canceled</u>
	<u>Budget</u>	<u>Budget After Modification</u>	<u>Expended</u>	<u>Encumbered</u>	<u>Reserved</u>	
OPERATIONS--WITHIN "CAPS" (CONT'D)						
Public Safety Functions						
Police						
Salaries and Wages	\$ 6,876,331.00	\$ 6,873,931.00	\$ 6,502,787.32		\$ 371,143.68	
Other Expenses	409,500.00	409,500.00	308,064.31	\$ 73,437.38	27,998.31	
Office of Emergency Management						
Salaries and Wages	15,000.00	15,000.00	11,833.32		3,166.68	
Other Expenses	29,000.00	29,000.00	13,380.50	10,351.07	5,268.43	
Fire Department						
Salaries and Wages	1,831,961.00	1,844,154.67	1,822,105.89		22,048.78	
Other Expenses	265,375.00	220,855.90	191,854.52	25,948.63	3,052.75	
Municipal Prosecutor's Office						
Other Expenses	74,000.00	74,000.00	73,055.00		945.00	
Uniform Fire Safety Act						
Salaries and Wages	110,860.00	110,860.00	96,413.91		14,446.09	
Other Expenses	36,699.00	36,699.00	36,004.03	312.33	382.64	
Public Works Functions						
Streets and Roads Maintenance						
Salaries and Wages	809,000.00	809,000.00	767,141.04		41,858.96	
Other Expenses	198,850.00	198,850.00	163,005.22	3,527.39	32,317.39	
Shade Tree Commission						
Salaries and Wages	1,000.00	1,000.00	1,000.00			
Other Expenses	7,000.00	7,000.00	2,846.02	950.00	3,203.98	
Solid Waste and Recycling Collection						
Salaries and Wages	7,500.00	7,500.00	1,437.30		6,062.70	
Other Expenses	1,165,020.00	1,139,149.73	957,866.13	28,299.18	152,984.42	
Solid Waste Recycling -- Apartments -- NJSA 40A:4-45.3kk						
	15,000.00	15,000.00			15,000.00	
Public Buildings and Grounds						
Salaries and Wages	99,000.00	99,000.00	70,573.94		28,426.06	
Other Expenses	219,550.00	219,550.00	185,854.08	19,090.18	14,605.74	

(Continued)

CITY OF MILLVILLE
CURRENT FUND
Statement of Expenditures -- Regulatory Basis
For the Year Ended December 31, 2021

	<u>Appropriations</u>		<u>Paid or Charged</u>			<u>Unexpended Balance Canceled</u>
	<u>Budget</u>	<u>Budget After Modification</u>	<u>Expended</u>	<u>Encumbered</u>	<u>Reserved</u>	
OPERATIONS--WITHIN "CAPS" (CONT'D)						
Public Works Functions						
Fleet Management						
Salaries and Wages	\$ 174,000.00	\$ 174,000.00	\$ 132,087.51		\$ 41,912.49	
Other Expenses	40,350.00	40,350.00	22,366.37	\$ 4,093.68	13,889.95	
Health and Human Services Functions						
Animal Control Services						
Salaries and Wages	67,000.00	67,000.00	62,128.07		4,871.93	
Other Expenses	169,500.00	169,500.00	164,740.15		4,759.85	
Contributions to Social Services Agencies -- Office on Aging	6,900.00	6,900.00	6,900.00			
Parks & Recreation Functions						
Recreation Services & Programs						
Salaries and Wages	147,000.00	147,000.00	107,204.14		39,795.86	
Other Expenses	84,950.00	84,950.00	36,085.02	22,501.20	26,363.78	
Federal and State Downtown Maintenance						
Salaries and Wages	50,000.00	50,567.82	50,567.82			
Other Expenses	64,000.00	63,432.18	51,979.85	5,824.12	5,628.21	
Parks and Playgrounds						
Salaries and Wages	216,500.00	216,500.00	183,036.74		33,463.26	
Other Expenses	180,900.00	180,900.00	114,129.85	42,638.20	24,131.95	
Celebration of Public Event, Anniversary, or Holiday						
Other Expenses	27,200.00	27,200.00	15,255.00		11,945.00	
State Uniform Construction Code (NJAC 5:23-4.17)						
Construction Official						
Salaries and Wages	115,000.00	138,880.00	98,864.84		40,015.16	
Other Expenses	127,100.00	103,220.00	83,572.64	9,600.04	10,047.32	
Reserve for Payment of Unused Accumulated Sick Pay	50,000.00	50,000.00			50,000.00	
Unclassified						
Utilities:						
Electricity	451,200.00	451,200.00	390,458.30		60,741.70	
Street Lighting	662,000.00	802,640.62	730,099.50		72,541.12	
Telephone	151,500.00	177,370.27	154,943.50	9,000.00	13,426.77	
Natural Gas	92,000.00	92,000.00	77,865.28		14,134.72	

(Continued)

CITY OF MILLVILLE
CURRENT FUND
Statement of Expenditures -- Regulatory Basis
For the Year Ended December 31, 2021

	<u>Appropriations</u>		<u>Paid or Charged</u>			<u>Unexpended Balance Canceled</u>
	<u>Budget</u>	<u>Budget After Modification</u>	<u>Expended</u>	<u>Encumbered</u>	<u>Reserved</u>	
OPERATIONS--WITHIN "CAPS" (CONT'D)						
Utilities:						
Gasoline	\$ 212,000.00	\$ 204,500.00	\$ 177,936.43		\$ 26,563.57	
Millville Board of Education -- Gasoline	10,000.00	17,500.00	5,324.55		12,175.45	
Landfill/Solid Waste Disposal Costs	707,200.00	707,200.00	593,037.33	\$ 1,838.30	112,324.37	
Total Operations--Within "CAPS"	24,951,615.00	24,901,615.00	22,628,770.13	343,226.43	1,929,618.44	-
Contingent	2,000.00	2,000.00			2,000.00	
Total Operations Including Contingent--Within "CAPS"	24,953,615.00	24,903,615.00	22,628,770.13	343,226.43	1,931,618.44	-
Detail:						
Salaries and Wages	12,822,135.00	12,887,151.92	11,978,542.48	-	908,609.44	-
Other Expenses (Including Contingent)	12,131,480.00	12,016,463.08	10,650,227.65	343,226.43	1,023,009.00	-
Statutory Expenditures:						
Contribution to:						
Public Employees Retirement System	708,400.00	720,611.51	713,611.51		7,000.00	
Social Security (O.A.S.I.)	475,000.00	512,788.49	498,359.75		14,428.74	
Police and Fireman's Retirement System of N.J.	1,996,348.00	1,996,348.00	1,996,348.00			
Unemployment Insurance	65,000.00	65,000.00	13,392.88		51,607.12	
Total Deferred Charges and Statutory Expenditures-- Municipal-Within "CAPS"	3,244,748.00	3,294,748.00	3,221,712.14	-	73,035.86	-
Total General Appropriations for Municipal Purposes--Within "CAPS"	28,198,363.00	28,198,363.00	25,850,482.27	343,226.43	2,004,654.30	-

(Continued)

CITY OF MILLVILLE
CURRENT FUND
Statement of Expenditures -- Regulatory Basis
For the Year Ended December 31, 2021

	<u>Appropriations</u>		<u>Paid or Charged</u>			<u>Unexpended Balance Canceled</u>
	<u>Budget</u>	<u>Budget After Modification</u>	<u>Expended</u>	<u>Encumbered</u>	<u>Reserved</u>	
OPERATIONS--EXCLUDED FROM "CAPS"						
Interest on Tax Appeals	\$ 1,000.00	\$ 1,000.00			\$ 1,000.00	
Aid to Library (N.J.S.A. 40:54-35)	709,680.00	709,680.00	\$ 709,680.00			
Recycling Tax (P.L. 2007, c.311)	40,000.00	40,000.00	24,794.37		15,205.63	
Length of Service Award Program	20,000.00	20,000.00	10,350.00		9,650.00	
OPERATIONS--EXCLUDED FROM "CAPS"						
Interlocal Service Agreements:						
Millville Board of Education -- Gasoline	6,000.00	6,000.00	6,000.00			
Tax Assessor - Upper Deerfield Township	32,000.00	32,000.00	32,000.00			
Public and Private Programs Off-set by Revenues:						
Matching Funds for Grants	25,000.00	21,423.75			21,423.75	
Recycling Tonnage Grant (NJSA 40A:4-87 +\$75,878.34)		75,878.34	75,878.34			
N.J. Department of Transportation:						
FY21 - Columbia/Riverside/5th Street (NJSA 40A:4-87 +\$525,497.00)		525,497.00	525,497.00			
Municipal Alliance Program (NJSA 40A:4-87 +\$17,881.25)		17,881.25	17,881.25			
Clean Communities Program (NJSA 40A:4-87 +\$64,905.81)		64,905.81	64,905.81			
Body Armor Replacement Fund (NJSA 40A:4-87 +\$5,656.15)		5,656.15	5,656.15			
Click It or Ticket (NJSA 40A:4-87 +\$6,000.00)		6,000.00	6,000.00			
Distracted Driving Crackdown (NJSA 40A:4-87 +\$9,000.00)		9,000.00	9,000.00			
Drive Sober or Get Pulled Over (NJSA 40A:4-87 +\$7,500.00)		7,500.00	7,500.00			
Justice Assistance Grant Program (NJSA 40A:4-87 +\$33,161.00)		33,161.00	33,161.00			
Safe and Secure Communities Grant (NJSA 40A:4-87 +\$48,600.00)		48,600.00	48,600.00			
Neighborhood Preservation Program (NJSA 40A:4-87 +\$125,000.00)		125,000.00	125,000.00			
Total Public and Private Programs Offset by Revenues	25,000.00	940,503.30	919,079.55	-	21,423.75	-
Total Operations--Excluded from "CAPS"	833,680.00	1,749,183.30	1,701,903.92	-	47,279.38	-
Detail:						
Salaries and Wages	-	48,600.00	48,600.00	-	-	-
Other Expenses	833,680.00	1,700,583.30	1,653,303.92	-	47,279.38	-

(Continued)

CITY OF MILLVILLE
CURRENT FUND
Statement of Expenditures -- Regulatory Basis
For the Year Ended December 31, 2021

	Appropriations		Paid or Charged			Unexpended Balance Canceled
	Budget	Budget After Modification	Expended	Encumbered	Reserved	
CAPITAL IMPROVEMENTS--EXCLUDED FROM "CAPS"						
Capital Improvement Fund	\$ 50,000.00	\$ 50,000.00	\$ 50,000.00			
Total Capital Improvements--Excluded from "CAPS"	50,000.00	50,000.00	50,000.00	-	-	-
MUNICIPAL DEBT SERVICE--EXCLUDED FROM "CAPS"						
Payment of Bond Principal	2,480,000.00	2,480,000.00	2,480,000.00			
Interest on Bonds	465,565.00	465,565.00	465,565.00			
Interest on Notes	81,345.00	81,345.00	81,345.00			
Green Trust Loan Program:						
Principal	60,632.02	60,632.02	60,632.02			
Interest	8,939.98	8,939.98	5,839.71			\$ 3,100.27
Total Municipal Debt Service-Excluded From "CAPS"	3,096,482.00	3,096,482.00	3,093,381.73	-	-	3,100.27
Total General Appropriations for Municipal Purposes Excluded from "CAPS"	3,980,162.00	4,895,665.30	4,845,285.65	-	\$ 47,279.38	3,100.27
Subtotal General Appropriations	32,178,525.00	33,094,028.30	30,695,767.92	\$ 343,226.43	2,051,933.68	3,100.27
Reserve for Uncollected Taxes	2,271,708.00	2,271,708.00	2,271,708.00			
Total General Appropriations	\$ 34,450,233.00	\$ 35,365,736.30	\$ 32,967,475.92	\$ 343,226.43	\$ 2,051,933.68	\$ 3,100.27
Appropriations by 40A:4-87 Budget		\$ 915,503.30 34,450,233.00				
		\$ 35,365,736.30				
Reserve for Federal, State and Other Grants -- Appropriated			\$ 919,079.55			
Reserve for Uncollected Taxes			2,271,708.00			
Disbursed			29,776,688.37			
			\$ 32,967,475.92			

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

CITY OF MILLVILLE
TRUST FUND
 Statements of Assets, Liabilities, Reserves and Fund Balance -- Regulatory Basis
 As of December 31, 2021 and 2020

<u>ASSETS</u>	<u>Ref.</u>	<u>2021</u>	<u>2020</u>
Animal Control Fund:			
Cash	SB-1	\$ 16,066.03	\$ 8,800.31
Protested Checks		49.00	49.00
Total Animal Control Fund		<u>16,115.03</u>	<u>8,849.31</u>
Other Funds:			
Cash	SB-1	4,258,478.16	3,842,154.79
Due Water Utility Operating Fund		1,095.64	1,095.64
Due from Bank	SB-1	586.54	137.86
Mortgage and Loan Receivable--UEZ Assistance Program	SB-11	2,470,798.73	2,565,505.66
Total Other Funds		<u>6,730,959.07</u>	<u>6,408,893.95</u>
Length of Service Awards Program:			
Investments - Length of Service Awards Program	SB-6	550,866.98	506,840.35
Total Length of Service Awards Program		<u>550,866.98</u>	<u>506,840.35</u>
Community Development Fund:			
Cash	SB-1	326,855.76	264,186.38
Community Development Block Grants Receivable	SB-8	736,251.80	752,403.72
Home Investment Partnership Program Receivable	SB-12	449,272.45	562,404.45
Mortgages Receivable--Reserve for Rehabilitation Projects	SB-9	63,643.89	63,643.89
Mortgages Receivable--Reserve for U.D.A.G.	SB-10	73,525.14	77,953.93
Total Community Development Fund		<u>1,649,549.04</u>	<u>1,720,592.37</u>
		<u>\$ 8,947,490.12</u>	<u>\$ 8,645,175.98</u>

(Continued)

CITY OF MILLVILLE
TRUST FUND

Statements of Assets, Liabilities, Reserves and Fund Balance -- Regulatory Basis
As of December 31, 2021 and 2020

	<u>2021</u>	<u>2020</u>
<u>LIABILITIES AND RESERVES</u>		
	<u>Ref.</u>	
Animal Control Fund:		
Due Current Fund	SB-3 \$ 20.36	15.29
Due to Employee	39.00	39.00
Reserve for Animal Control	SB-5 16,055.67	8,795.02
Total Animal Control Fund	16,115.03	8,849.31
Other Funds:		
Due Current Fund	SB-2 1,048.96	3,159.72
Due Sewer Operating Fund	SE-1 2,209.54	2,208.54
Miscellaneous Trust Reserves:		
Outside Employment for Police	SB-13 23,127.70	32,887.47
Public Defender	SB-13 12,644.17	10,919.17
Planning Board Escrows	SB-13 342,041.94	307,038.67
Unemployment Compensation Insurance	SB-13 98,477.42	42,447.10
Landfill Closure	SB-13 156,423.51	154,120.04
Municipal Alliance Grant Funds	SB-13 552.74	711.24
Self-Insurance Funds	SB-13 135,597.14	201,289.24
Neighborhood Preservation Program	SB-13 315.00	315.00
State Law Enforcement Fund	SB-13 15,891.85	15,891.85
Snow Removal	SB-13 116,809.31	89,757.31
Vanaman Memorial Park Donations	SB-13 6,052.00	6,052.00
Memorial in Patriot Park Donations	SB-13 1,415.88	1,415.88
Parking Offenses Adjudication Act	SB-13 13,756.12	12,494.12
COAH Fees	SB-13 210,455.68	57,566.51
Millville Garden Rent Revenue	SB-13 7,755.93	7,755.93
Neighborhood Opportunity Fund	SB-13 2,860.00	2,860.00
Recreation Donations	SB-13 10,141.66	9,082.16
Uniform Fire Safety Act Penalties	SB-13 17,520.36	10,953.96
Employee Accumulated Absences	SB-13 1,241,049.17	1,194,799.11
Reserve for Sheldon Estate Bequest	SB-14 6,650.46	6,648.50
Reserve for Payroll Taxes Payable	SB-7 335,374.77	218,656.55
Reserve for Tax Title Lien Redemption	SB-14 435,901.24	438,721.90
Reserve for Revolving Loan Fund--UEZ Assistance Program	SB-16 850,557.01	800,105.54
Reserve for UEZ 1st Generation Project	SB-17 215,530.78	215,530.78
Reserve for Mortgage Receivable--UEZ Assistance Program	SB-11 2,470,798.73	2,565,505.66
Total Other Funds	6,730,959.07	6,408,893.95

(Continued)

CITY OF MILLVILLE
TRUST FUND
 Statements of Assets, Liabilities, Reserves and Fund Balance -- Regulatory Basis
 As of December 31, 2021 and 2020

<u>LIABILITIES AND RESERVES (CONT'D)</u>	<u>Ref.</u>	<u>2021</u>	<u>2020</u>
Length of Service Awards Program:			
Reserve for Length of Service Awards Program	SB-6	\$ 550,866.98	\$ 506,840.35
Total Length of Service Awards Program		<u>550,866.98</u>	<u>506,840.35</u>
Community Development Fund:			
Reserve for Mortgage Notes Receivable	SB-9	63,643.89	63,643.89
Reserve for Mortgage Notes Receivable--U.D.A.G.	SB-10	73,525.14	77,953.93
Reserve for Community Development Funds	SB-15	801,160.52	750,165.21
Reserve for Revolving Loan Fund--Rehabilitation Program	SB-18	115,638.01	115,638.01
Reserve for Home Investment Partnership Program	SB-19	462,689.03	578,448.53
Reserve for Revolving Loan Fund--U.D.A.G.	SB-20	115,689.60	128,335.65
Reserve for U.D.A.G. Interest	SB-21	17,152.85	6,357.15
Reserve for Third Ward Neighborhood Preservation		50.00	50.00
Total Community Development Fund		<u>1,649,549.04</u>	<u>1,720,592.37</u>
		<u>\$ 8,947,490.12</u>	<u>\$ 8,645,175.98</u>

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

CITY OF MILLVILLE
GENERAL CAPITAL FUND
 Statements of Assets, Liabilities, Reserves and Fund Balance -- Regulatory Basis
 As of December 31, 2021 and 2020

<u>ASSETS</u>	<u>Ref.</u>	<u>2021</u>	<u>2020</u>
Cash	SC-1	\$ 1,940,962.98	\$ 2,933,633.38
Due Current Fund	SC-1	50,499.13	
Grants Receivable	SC-3	135,039.27	135,039.27
Deferred Charges to Future Taxation:			
Funded	SC-6	12,214,435.68	14,755,067.70
Unfunded	SC-7	8,875,615.54	5,995,365.54
		<u>\$ 23,216,552.60</u>	<u>\$ 23,819,105.89</u>
<u>LIABILITIES, RESERVES</u>			
<u>AND FUND BALANCE</u>			
General Serial Bonds	SC-12	\$ 11,968,000.00	\$ 14,448,000.00
Bond Anticipation Notes	SC-12	5,713,000.00	4,930,000.00
Due State of New Jersey:			
Green Trust Loan Payable	SC-10	246,435.68	307,067.70
Improvement Authorizations:			
Funded	SC-11	497,932.04	532,005.14
Unfunded	SC-11	1,380,066.17	1,305,894.89
Reserve for Encumbrances	SC-9	1,809,078.84	625,733.01
Reserve for Preliminary Expenses	SC-5	2,850.00	2,850.00
Reserve for Payment of Debt	SC-4	636,033.58	743,033.58
Capital Improvement Fund	SC-8	188,264.86	249,264.86
Reserve for Grants Receivable	SC-3	135,039.27	135,039.27
Fund Balance	C-1	639,852.16	540,217.44
		<u>\$ 23,216,552.60</u>	<u>\$ 23,819,105.89</u>

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

CITY OF MILLVILLE
GENERAL CAPITAL FUND
Statement of General Capital Fund Balance -- Regulatory Basis
For the Year Ended December 31, 2021

Balance Dec. 31, 2020	\$ 540,217.44
Increased by:	
Premium Collected on Note Sale	<u>99,634.72</u>
Balance Dec. 31, 2021	<u>\$ 639,852.16</u>

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

CITY OF MILLVILLE
WATER UTILITY FUND
 Statements of Assets, Liabilities, Reserves and Fund Balance -- Regulatory Basis
 As of December 31, 2021 and 2020

<u>ASSETS</u>	<u>Ref.</u>	<u>2021</u>	<u>2020</u>
Operating Fund:			
Cash	SD-1	\$ 3,188,114.19	\$ 3,096,390.49
Due Sewer Operating Fund	SD-1		100.00
Due Current Fund	SD-15		38.64
		<u>3,188,114.19</u>	<u>3,096,529.13</u>
Receivables with Full Reserves:			
Consumer Accounts Receivable	SD-4	307,183.16	272,749.57
Water Utility Liens	SD-8	6,871.92	9,000.84
Fire Hydrant Rentals	SD-6	202.75	651.00
Other Accounts Receivable	SD-7	6,006.63	4,354.38
		<u>320,264.46</u>	<u>286,755.79</u>
Total Operating Fund		<u>3,508,378.65</u>	<u>3,383,284.92</u>
Assessment Trust Fund:			
Cash	SD-1	11,000.00	11,000.00
Total Assessment Trust Fund		<u>11,000.00</u>	<u>11,000.00</u>
Capital Fund:			
Cash	SD-1	5,343,861.60	3,647,274.90
Fixed Capital	SD-9	22,214,726.58	22,214,726.58
Fixed Capital Authorized and Uncompleted	SD-10	6,353,236.31	6,353,236.31
Total Capital Fund		<u>33,911,824.49</u>	<u>32,215,237.79</u>
		<u>\$ 37,431,203.14</u>	<u>\$ 35,609,522.71</u>

(Continued)

CITY OF MILLVILLE
WATER UTILITY FUND
 Statements of Assets, Liabilities, Reserves and Fund Balance -- Regulatory Basis
 As of December 31, 2021 and 2020

<u>LIABILITIES, RESERVES AND FUND BALANCE</u>	<u>Ref.</u>	<u>2021</u>	<u>2020</u>
Operating Fund:			
Liabilities:			
Appropriation Reserves	D-4/SD-11	\$ 579,793.14	\$ 689,726.57
Reserve for Encumbrances	D-4/SD-11	178,638.00	74,849.70
Accrued Interest on Bonds, Notes, and Loans	SD-12	100,781.21	73,320.64
Accounts Payable	SD-13	1,836.61	5,056.06
Water Rental Overpayments	SD-14	6,792.52	14,803.73
Due Current Fund	SD-15	342.73	
Due Trust Other Fund		1,095.64	1,095.64
Reserve for Insurance Proceeds	SD-5	15,217.20	15,217.20
Reserve for Sale of Municipal Assets		2,130.00	2,130.00
		<u>886,627.05</u>	<u>876,199.54</u>
Reserve for Receivables	D	320,264.46	286,755.79
Fund Balance	D-1	<u>2,301,487.14</u>	<u>2,220,329.59</u>
Total Operating Fund		<u>3,508,378.65</u>	<u>3,383,284.92</u>
Assessment Trust Fund:			
Fund Balance		<u>11,000.00</u>	<u>11,000.00</u>
Total Assessment Trust Fund		<u>11,000.00</u>	<u>11,000.00</u>
Capital Fund:			
Serial Bonds	SD-21	3,001,000.00	3,261,000.00
NJ Environmental Infrastructure Loan Payable	SD-20	2,267,611.69	2,546,863.88
Bond Anticipation Notes	SD-22	4,030,000.00	2,000,000.00
Improvement Authorizations:			
Funded	SD-17	652,230.04	652,230.04
Unfunded	SD-17	3,126,547.59	3,567,600.22
Capital Improvement Fund		169,402.58	169,402.58
Reserve for Encumbrances	SD-16	122,453.30	85,097.17
Reserve for:			
Amortization	SD-18	16,686,796.67	16,426,796.67
Deferred Amortization	SD-19	2,456,709.31	2,177,457.12
Reserve for Payment of Debt		594,825.02	594,825.02
Fund Balance	D-2	<u>804,248.29</u>	<u>733,965.09</u>
Total Capital Fund		<u>33,911,824.49</u>	<u>32,215,237.79</u>
		<u>\$ 37,431,203.14</u>	<u>\$ 35,609,522.71</u>

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

CITY OF MILLVILLE
WATER UTILITY FUND
 Statements of Operation and Changes in Operating Fund Balance -- Regulatory Basis
 For the Years Ended December 31, 2021 and 2020

<u>Revenue and Other Income Realized</u>	<u>2021</u>	<u>2020</u>
Fund Balance	\$ 745,700.00	\$ 604,844.00
Water Rents	3,353,994.74	3,134,782.08
Fire Hydrant Service	12,848.25	11,349.00
Miscellaneous	186,884.49	129,211.89
Other Credits to Income:		
Protested Checks	165.00	
Water Turn On and Off Reserve Liquidated		235.63
Accounts Payable Canceled	9,101.13	23,351.50
Unexpended Balance of Appropriation Reserves	642,394.04	677,282.57
Total Income	4,951,087.65	4,581,056.67
<u>Expenditures</u>		
Operating	2,833,679.89	2,793,314.00
Capital Improvements	175,000.00	175,000.00
Debt Service	723,341.85	682,524.01
Deferred Charges and Statutory Expenditures	188,805.11	181,000.00
Reserve Created:		
Water Turn On and Off	1,817.25	
Protested Checks		165.00
Total Expenditures	3,922,644.10	3,832,003.01
Excess in Revenue	1,028,443.55	749,053.66
<u>Fund Balance</u>		
Balance January 1	2,220,329.59	2,277,705.93
	3,248,773.14	3,026,759.59
Decreased by:		
Utilized as Revenue by Water Operating Budget	745,700.00	604,844.00
Utilized as Revenue by Current Fund Budget	201,586.00	201,586.00
Balance December 31	\$ 2,301,487.14	\$ 2,220,329.59

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

CITY OF MILLVILLE
WATER UTILITY CAPITAL FUND
Statement of Capital Fund Balance -- Regulatory Basis
For the Year Ended December 31, 2021

Balance Dec. 31, 2020	\$ 733,965.09
Increased by:	
Premium on Notes Issued	<u>70,283.20</u>
Balance Dec. 31, 2021	<u>\$ 804,248.29</u>

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

CITY OF MILLVILLE
WATER UTILITY OPERATING FUND
Statement of Revenues -- Regulatory Basis
For the Year Ended December 31, 2021

	Anticipated <u>Budget</u>	<u>Realized</u>	Excess or <u>(Deficit)</u>
Fund Balance	\$ 745,700.00	\$ 745,700.00	
Rents	3,134,700.00	3,353,994.74	\$ 219,294.74
Fire Hydrant Service	11,300.00	12,848.25	1,548.25
Miscellaneous	30,000.00	186,884.49	156,884.49
	<u>\$ 3,921,700.00</u>	<u>\$ 4,299,427.48</u>	<u>\$ 377,727.48</u>

Analysis of Realized Revenues

Rents:

Consumer Accounts Receivable	\$ 3,349,826.31
Water Utility Liens	<u>4,168.43</u>
	<u>\$ 3,353,994.74</u>

Miscellaneous:

Interest on Delinquent Accounts	\$ 2,289.22
Other Accounts Receivable:	
Water Service Contracts (Tap Fees)	5,675.00
Connecting Fees	50,520.00
Water Turn on and Turn Off Fees	<u>3,987.48</u>
	\$ 62,471.70
Interest on Deposits	120,824.10
Meters and Miscellaneous	<u>3,588.69</u>
	<u>\$ 186,884.49</u>

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

CITY OF MILLVILLE
WATER UTILITY OPERATING FUND
Statement of Expenditures -- Regulatory Basis
For the Year Ended December 31, 2021

	Appropriations		Expended			Unexpended Balance Canceled
	Original Budget	Budget After Modification	Paid or Charged	Encumbrances	Reserved	
Operating:						
Salaries and Wages	\$ 1,186,472.00	\$ 1,186,472.00	\$ 1,030,042.44		\$ 156,429.56	
Other Expenses	1,674,359.00	1,647,207.89	1,254,936.31	\$ 139,048.00	253,223.58	
Total Operating	2,860,831.00	2,833,679.89	2,284,978.75	139,048.00	409,653.14	-
Capital Improvements:						
Capital Outlay	175,000.00	175,000.00		39,590.00	135,410.00	
Debt Service:						
Payment of Bond Principal	260,000.00	260,000.00	260,000.00			
Interest on Bonds	100,000.00	99,000.00	98,971.67			\$ 28.33
Interest on Notes	33,000.00	65,000.00	64,468.90			531.10
Water Supply Bond Loan	307,215.00	300,215.00	299,901.28			313.72
Total Debt Service	700,215.00	724,215.00	723,341.85	-	-	873.15
Deferred Charges and Statutory Expenditures:						
Contribution to:						
Social Security System (O.A.S.I.)	100,954.00	100,954.00	74,962.29		25,991.71	
Public Employees' Retirement System	74,700.00	77,851.11	77,851.11			
Disability Insurance	10,000.00	10,000.00	1,261.71		8,738.29	
Total Statutory Expenditures	185,654.00	188,805.11	154,075.11	-	34,730.00	-
Total Water Utility Appropriations	\$ 3,921,700.00	\$ 3,921,700.00	\$ 3,162,395.71	\$ 178,638.00	\$ 579,793.14	\$ 873.15
Interest on Bonds, Loans and Notes Disbursed			\$ 184,089.66			
			<u>2,978,306.05</u>			
			<u>\$ 3,162,395.71</u>			

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

CITY OF MILLVILLE
SEWER UTILITY FUND
 Statements of Assets, Liabilities, Reserves and Fund Balance -- Regulatory Basis
 As of December 31, 2021 and 2020

<u>ASSETS</u>	<u>Ref.</u>	<u>2021</u>	<u>2020</u>
Operating Fund:			
Cash	SE-1	\$ 6,288,958.13	\$ 5,934,514.60
Due from Trust Other Fund	SE-1	2,209.54	2,208.54
		<u>6,291,167.67</u>	<u>5,936,723.14</u>
Receivables with Full Reserves:			
Consumer Accounts Receivable	SE-4	596,428.59	574,775.15
Sewer Utility Liens	SE-5	4,392.52	10,541.37
Other Accounts Receivable - Protested Checks	SE-7	155.84	285.00
		<u>600,976.95</u>	<u>585,601.52</u>
Total Operating Fund		<u>6,892,144.62</u>	<u>6,522,324.66</u>
Assessment Trust Fund:			
Cash	SE-1	62,488.35	62,488.35
Total Assessment Trust Fund		<u>62,488.35</u>	<u>62,488.35</u>
Capital Fund:			
Cash	SE-1	1,698,251.90	2,017,149.19
Due from State of NJ -- Environmental Infrastructure Trust	SE-6	52,618.75	52,618.75
Due from Sewer Utility Operating Fund	SE-1	75,000.00	
Fixed Capital	SE-8	28,702,802.25	28,672,802.25
Fixed Capital Authorized and Uncompleted	SE-9	20,623,116.64	20,623,116.64
Total Capital Fund		<u>51,151,789.54</u>	<u>51,365,686.83</u>
		<u>\$ 58,106,422.51</u>	<u>\$ 57,950,499.84</u>

(Continued)

CITY OF MILLVILLE
SEWER UTILITY FUND
 Statements of Assets, Liabilities, Reserves and Fund Balance -- Regulatory Basis
 As of December 31, 2021 and 2020

LIABILITIES, RESERVES
AND FUND BALANCE

	<u>Ref.</u>	<u>2021</u>	<u>2020</u>
Operating Fund:			
Liabilities:			
Appropriation Reserves	E-5/SE-10	\$ 663,795.90	\$ 812,207.91
Reserve for Encumbrances	E-5/SE-10	299,541.85	206,688.56
Accrued Interest on Bonds, Notes and Loans	SE-11	69,826.95	75,190.01
Sewer Rental Overpayments	SE-12	17,406.00	21,323.44
Accounts Payable	SE-13	8,601.26	16,268.57
Reserve for Insurance Proceeds		706.86	706.86
Due to Current Fund	SE-15	332.27	1,025.10
Due to Sewer Utility Capital Fund	SE-1	75,000.00	
Due to Water Operating Fund	SE-1		100.00
Reserve for Sale of Municipal Assets		4,641.10	4,641.10
		<u>1,139,852.19</u>	<u>1,138,151.55</u>
Reserve for Receivables		600,976.95	585,601.52
Fund Balance	E-1	<u>5,151,315.48</u>	<u>4,798,571.59</u>
		<u>6,892,144.62</u>	<u>6,522,324.66</u>
Total Operating Fund			
Assessment Trust Fund:			
Fund Balance	E-2	<u>62,488.35</u>	<u>62,488.35</u>
		<u>62,488.35</u>	<u>62,488.35</u>
Total Assessment Trust Fund			
Capital Fund:			
Serial Bonds Payable	SE-23	1,750,000.00	2,195,000.00
New Jersey Environmental Infrastructure Loans Payable	SE-22	9,195,691.04	9,933,524.45
Bond Anticipation Notes	SE-21	770,000.00	700,000.00
Improvement Authorizations:			
Funded	SE-20	21,703.08	19,574.69
Unfunded	SE-20	568,654.54	673,678.60
Contracts Payable	SE-14	99,400.27	142,230.00
Contracts Payable - Reserve for Preliminary Expenses	SE-16		255,830.31
Capital Improvement Fund	SE-19	768,165.71	693,936.09
Reserve for:			
Deferred Reserve for Amortization	SE-17	3,796,441.08	3,618,323.84
Amortization	SE-18	33,277,927.75	32,243,211.58
Reserve for Payment of Debt	SE-3	561,957.65	561,957.65
Fund Balance	E-3	<u>341,848.42</u>	<u>328,419.62</u>
		<u>51,151,789.54</u>	<u>51,365,686.83</u>
		<u>\$ 58,106,422.51</u>	<u>\$ 57,950,499.84</u>
Total Capital Fund			

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

CITY OF MILLVILLE
SEWER UTILITY OPERATING FUND
 Statements of Operations and Changes in Operating Fund Balance -- Regulatory Basis
 For the Years Ended December 31, 2021 and 2020

<u>Revenue and Other</u>		
<u>Income Realized</u>	<u>2021</u>	<u>2020</u>
Fund Balance Utilized	\$ 297,050.00	\$ 232,817.00
Rents	5,991,286.22	5,846,397.50
Miscellaneous	244,107.70	158,224.86
Other Credits to Income:		
Reserve for Protested Checks Receivable-- Liquidated	129.16	3,948.51
Unexpended Balance of Appropriation Reserves	704,965.44	631,424.83
Accounts Payable Canceled	10,406.41	16,171.53
	<hr/>	<hr/>
Total Income	7,247,944.93	6,888,984.23
	<hr/>	<hr/>
<u>Expenditures</u>		
Operating	4,408,850.00	4,363,608.00
Capital Improvements	185,000.00	185,000.00
Debt Service	1,364,011.04	1,378,001.32
Deferred Charges and Statutory Expenditures	255,000.00	244,000.00
Other Debits to Income:		
Reserve for Protested Checks Receivable-- Created		4,208.51
	<hr/>	<hr/>
Total Expenditures	6,212,861.04	6,174,817.83
	<hr/>	<hr/>
Excess in Revenue	1,035,083.89	714,166.40
<u>Fund Balance</u>		
Balance January 1	4,798,571.59	4,702,512.19
	<hr/>	<hr/>
	5,833,655.48	5,416,678.59
Decreased by:		
Utilized as Revenue	297,050.00	232,817.00
Utilized as Revenue in Current Fund	385,290.00	385,290.00
	<hr/>	<hr/>
Balance December 31	\$ 5,151,315.48	\$ 4,798,571.59
	<hr/> <hr/>	<hr/> <hr/>

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

CITY OF MILLVILLE
SEWER UTILITY ASSESSMENT FUND
Schedule of Assessment Trust Fund Balance--Regulatory Basis
As of December 31, 2021

Balance Dec. 31, 2021	<u>\$ 62,488.35</u>
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The accompanying Notes to Financial Statements are an integral part of this statement.

CITY OF MILLVILLE
SEWER UTILITY CAPITAL FUND
Statement of Capital Fund Balance--Regulatory Basis
For the Year Ended December 31, 2021

Balance Dec. 31, 2020	\$ 328,419.62
Increased by:	
Premium on Notes Issued	<u>13,428.80</u>
Balance Dec. 31, 2021	<u><u>\$ 341,848.42</u></u>

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

CITY OF MILLVILLE
SEWER UTILITY OPERATING FUND
Statement of Revenues -- Regulatory Basis
For the Year Ended December 31, 2021

	Anticipated <u>Budget</u>	<u>Realized</u>	<u>Excess</u>
Surplus Anticipated	\$ 297,050.00	\$ 297,050.00	
Rents	5,846,000.00	5,991,286.22	\$ 145,286.22
Miscellaneous	86,800.00	244,107.70	157,307.70
	<u>\$ 6,229,850.00</u>	<u>\$ 6,532,443.92</u>	<u>\$ 302,593.92</u>

Analysis of Realized Revenues

Rents:

Consumer Accounts Receivable	\$ 5,978,524.84
Sewer Utility Liens	<u>12,761.38</u>
	<u>\$ 5,991,286.22</u>

Miscellaneous:

Interest on Delinquent Accounts	\$ 24,844.18
Connection Fees	98,870.00
Interest Earned on Deposits	<u>120,393.52</u>
	<u>\$ 244,107.70</u>

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

CITY OF MILLVILLE
SEWER UTILITY OPERATING FUND
Statement of Expenditures--Regulatory Basis
For the Year Ended December 31, 2021

	Appropriations		Expended			Unexpended Balance Canceled
	Original Budget	Budget After Modification	Paid or Charged	Encumbrances	Reserved	
Operating:						
Salaries and Wages	\$ 1,496,000.00	\$ 1,496,000.00	\$ 1,318,595.94		\$ 177,404.06	
Other Expenses	2,912,850.00	2,912,850.00	2,242,487.58	\$ 220,419.63	449,942.79	
Total Operating	4,408,850.00	4,408,850.00	3,561,083.52	220,419.63	627,346.85	-
Capital Improvements:						
Capital Improvement Fund	75,000.00	75,000.00	75,000.00			
Capital Outlay	110,000.00	110,000.00	30,000.00	79,122.22	877.78	
Total Capital Improvements	185,000.00	185,000.00	105,000.00	79,122.22	877.78	-
Debt Service:						
Payment of Bond Principal	445,000.00	445,000.00	445,000.00			
Interest on Bonds	69,000.00	68,600.00	68,316.66			\$ 283.34
Interest on Notes	12,000.00	14,400.00	14,095.28			304.72
NJ Wastewater Treatment Loans	855,000.00	853,000.00	836,599.10			16,400.90
Total Debt Service	1,381,000.00	1,381,000.00	1,364,011.04	-	-	16,988.96
Deferred Charges & Statutory Expenditures:						
Contribution to:						
Social Security System (O.A.S.I.)	120,000.00	120,000.00	94,808.57		25,191.43	
Public Employees' Retirement System	123,000.00	123,000.00	123,000.00			
Unemployment Compensation Insurance	10,000.00	10,000.00			10,000.00	
Disability Insurance	2,000.00	2,000.00	1,620.16		379.84	
Total Deferred Charges and Statutory Expenditures	255,000.00	255,000.00	219,428.73	-	35,571.27	-
Total Sewer Utility Appropriations	\$ 6,229,850.00	\$ 6,229,850.00	\$ 5,249,523.29	\$ 299,541.85	\$ 663,795.90	\$ 16,988.96
Interest on Bonds, Notes and Loans Disbursed			\$ 181,177.63			
			5,068,345.66			
			\$ 5,249,523.29			

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

CITY OF MILLVILLE
GENERAL FIXED ASSETS ACCOUNT GROUP
Statement of General Fixed Asset Group of Accounts -- Regulatory Basis
For the Year Ended December 31, 2021

	Balance <u>Dec. 31, 2020</u>	<u>Additions</u>	<u>Deletions</u>	Balance <u>Dec. 31, 2021</u>
General Fixed Assets:				
Land & Land Improvements	\$ 46,415,378.50			\$ 46,415,378.50
Buildings	6,698,930.34			6,698,930.34
Equipment & Vehicles	15,023,335.98	\$ 307,532.74	\$ 730,705.37	14,600,163.35
Total General Fixed Assets	<u>\$ 68,137,644.82</u>	<u>\$ 307,532.74</u>	<u>\$ 730,705.37</u>	<u>\$ 67,714,472.19</u>
Total Investment in General Fixed Assets	<u>\$ 68,137,644.82</u>			<u>\$ 67,714,472.19</u>

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

CITY OF MILLVILLE
Notes to Financial Statements
For the Year Ended December 31, 2021

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Description of Financial Reporting Entity - The City of Millville (hereafter referred to as the "City") was incorporated as a City by an act of the State Legislature in 1866. In 1913, the Walsh Act was passed and the City began operating under its present Commission form of government. There are five elected Commissioners, one of whom serves as Mayor. The City is located in Cumberland County, approximately 45 miles from Philadelphia, Pennsylvania and comprises approximately 44 square miles. The present population according to the 2020 census is 27,117.

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

Millville Public Library
210 Buck St.
Millville, NJ 08332

Annual financial reports may be inspected directly at the office of this component unit during regular business hours.

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

In accordance with the *Requirements*, the City accounts for its financial transactions through the use of separate funds and an account group which are described as follows:

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

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

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

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**Measurement Focus, Basis of Accounting and Financial Statement Presentation (Cont'd)**

In accordance with the *Requirements*, the City accounts for its financial transactions through the use of separate funds and an account group which are described as follows (cont'd):

Water Utility Operating and Capital Funds - The Water Utility Operating and Capital Funds account for the operations and acquisition of capital facilities of the municipally owned Water Utility.

Water Utility Assessment Fund - The Water Utility Assessment Fund accounts for special assessments levied against property owners for water improvements which benefit property owners, rather than the City as a whole.

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

Sewer Utility Assessment Fund - The Sewer Utility Assessment Fund accounts special assessments levied against property owners for sewer improvements which benefit property owners, rather than the City as a whole.

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

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

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

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

Cash, Cash Equivalents and Investments - Cash and cash equivalents include petty cash, change funds and cash on deposit with public depositories. All certificates of deposit are recorded as cash regardless of the date of maturity. Investments are stated at cost; therefore, unrealized gains or losses on investments have not been recorded. Investments recorded in the trust fund for the City's length of service awards program, however, are stated at fair value.

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

School Taxes - The City is responsible for levying, collecting, and remitting school taxes for the City of Millville School District. Operations is charged for the full amount required to be raised from taxation to operate the local school district for the period from July 1 to June 30, increased by the amount deferred at December 31, 2020 and decreased by the amount deferred at December 31, 2021.

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

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

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

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

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

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

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

Note 2: CASH AND CASH EQUIVALENTS

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

As of December 31, 2021, the City's bank balances of \$44,420,921.11 were exposed to custodial credit risk as follows:

Insured by FDIC and GUDPA	\$ 43,711,872.81
Uninsured and Uncollateralized	<u>709,048.30</u>
Total	<u>\$ 44,420,921.11</u>

Note 3: PROPERTY TAXES

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

Comparative Schedule of Tax Rates

	<u>Year Ended</u>				
	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Tax Rate	<u>\$ 3.668</u>	<u>\$ 3.607</u>	<u>\$ 3.440</u>	<u>\$ 3.369</u>	<u>\$ 3.338</u>
Apportionment of Tax Rate:					
Municipal	\$ 1.386	\$ 1.366	\$ 1.313	\$ 1.267	\$ 1.266
County	1.337	1.338	1.260	1.272	1.257
Local School	.945	.903	.867	.830	.815

Assessed Valuation

<u>Year</u>	<u>Amount</u>
2021	\$ 1,449,695,822.00
2020	1,458,480,483.00
2019	1,461,227,347.00
2018	1,476,288,125.00
2017	1,474,534,621.00

Note 3: PROPERTY TAXES (CONT'D)

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

Comparison of Tax Levies and Collections

<u>Year</u>	<u>Tax Levy</u>	<u>Collections</u>	<u>Percentage of Collections</u>
2021	\$ 53,428,760.24	\$ 52,549,556.19	98.35%
2020	52,690,540.92	51,492,197.00	97.73%
2019	50,351,883.13	49,073,656.08	97.46%
2018	49,897,116.09	48,491,251.59	97.18%
2017	49,360,037.10	48,300,419.33	97.85%

Delinquent Taxes and Tax Title Liens

<u>Year</u>	<u>Tax Title Liens</u>	<u>Delinquent Taxes</u>	<u>Total Delinquent</u>	<u>Percentage of Tax Levy</u>
2021	\$ 264,161.03	\$ 547,770.86	\$ 811,931.89	1.52%
2020	351,552.13	679,045.55	1,030,597.68	1.96%
2019	200,870.99	893,777.16	1,094,648.15	2.17%
2018	304,225.78	685,425.81	989,651.59	1.98%
2017	118,438.81	943,656.44	1,062,095.25	2.15%

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

<u>Year</u>	<u>Number</u>
2021	81
2020	90
2019	65
2018	85
2017	38

Note 4: PROPERTY ACQUIRED BY TAX TITLE LIEN LIQUIDATION

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

<u>Year</u>	<u>Amount</u>
2021	\$ 4,658,730.00
2020	4,732,230.00
2019	5,219,030.00
2018	3,986,130.00
2017	2,733,330.00

Note 5: WATER UTILITY SERVICE CHARGES

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

<u>Year</u>	<u>Balance Beginning of Year</u>		<u>Levy</u>	<u>Total</u>	<u>Collections</u>
	<u>Receivable</u>	<u>Liens</u>			
2021	\$ 272,749.57	\$ 9,000.84	\$ 3,765,306.25	\$ 4,047,056.66	\$ 3,353,994.74
2020	201,523.92	9,990.73	3,265,041.62	3,476,556.27	3,134,782.08
2019	227,256.20	12,019.65	3,221,785.00	3,461,060.85	3,235,053.51
2018	118,112.76	838.76	3,391,419.39	3,510,370.91	3,213,913.29
2017	163,398.72	706.26	3,383,998.12	3,548,103.10	3,429,151.58

Note 6: SEWER UTILITY SERVICE CHARGES

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

<u>Year</u>	<u>Balance Beginning of Year</u>		<u>Levy</u>	<u>Total</u>	<u>Collections</u>
	<u>Receivable</u>	<u>Liens</u>			
2021	\$ 574,775.15	\$ 10,541.37	\$ 6,704,498.30	\$ 7,289,814.82	\$ 5,991,286.22
2020	402,014.30	6,403.33	6,050,704.68	6,459,122.31	5,846,397.50
2019	418,662.50	19,057.27	6,077,729.63	6,515,449.40	6,051,998.57
2018	230,646.00	2,560.87	6,343,919.23	6,577,126.10	6,052,034.52
2017	283,783.86	1,468.87	6,041,749.45	6,327,002.18	6,066,454.83

Note 7: FUND BALANCES APPROPRIATED

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

Current Fund

<u>Year</u>	<u>Balance December 31,</u>	<u>Utilized in Budget of Succeeding Year</u>	<u>Percentage of Fund Balance Used</u>
2021	\$ 6,161,852.40	\$ 4,871,319.00	79.06%
2020	6,129,712.45	4,758,400.00	77.63%
2019	5,543,729.66	4,192,596.00	75.63%
2018	6,197,765.56	4,881,695.00	78.77%
2017	8,920,947.32	7,518,091.00	84.27%

Water Utility Fund

<u>Year</u>	<u>Balance December 31,</u>	<u>Utilized in Budget of Succeeding Year</u>	<u>Percentage of Fund Balance Used</u>
2021	\$ 2,301,487.14	\$ 715,000.00	31.07%
2020	2,220,329.59	745,700.00	33.59%
2019	2,277,705.93	806,430.00	35.41%
2018	2,421,930.93	921,468.00	38.05%
2017	2,705,458.29	895,504.00	33.10%

Sewer Utility Fund

<u>Year</u>	<u>Balance December 31,</u>	<u>Utilized in Budget of Succeeding Year</u>	<u>Percentage of Fund Balance Used</u>
2021	\$ 5,151,315.48	\$ 297,471.20	5.77%
2020	4,798,571.59	297,050.00	6.19%
2019	4,702,512.19	618,107.00	13.14%
2018	4,905,560.06	754,659.00	15.38%
2017	4,200,802.68	385,290.00	9.17%

Note 8: INTERFUND RECEIVABLES AND PAYABLES

The following interfund balances were recorded on the various statements of assets, liabilities, reserves and fund balance as of December 31, 2021:

<u>Fund</u>	<u>Interfunds Receivable</u>	<u>Interfunds Payable</u>
Current	\$ 1,744.32	\$ 50,939.13
Federal and State Grant	440.00	
Trust - Animal Control		20.36
Trust - Other	1,095.64	3,258.50
General Capital	50,499.13	
Water Utility - Operating		1,438.37
Sewer Utility - Operating	2,209.54	75,332.27
Sewer Utility - Capital	75,000.00	
Totals	<u>\$ 130,988.63</u>	<u>\$ 130,988.63</u>

The interfund receivables and payables above predominately resulted from collections and payments made by certain funds on behalf of other funds. During the year 2022, the City expects to liquidate such interfunds, depending upon the availability of cash flow.

Note 9: PENSION PLANS

In June of 2022, the New Jersey Division of Local Government Services issued Local Finance Notice 2022-12 which allows local units to disclose the most recently available information as it relates to the New Jersey Division of Pensions' reporting on GASBS No. 68, *Accounting and Financial Reporting for Pensions*. As of the date of this report, the information for the measurement period ended June 30, 2021 was not available; therefore, the information from the measurement period June 30, 2020 is disclosed below.

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

State of New Jersey
Division of Pensions and Benefits
P.O. Box 295
Trenton, New Jersey 08625-0295
<https://www.state.nj.us/treasury/pensions/financial-reports.shtml>

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

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

Note 9: PENSION PLANS (CONT'D)**General Information about the Pension Plans (Cont'd)****Plan Descriptions (Cont'd)**

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

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

Vesting and Benefit Provisions

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

The following represents the membership tiers for PERS:

Tier Definition

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

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

Note 9: PENSION PLANS (CONT'D)**General Information about the Pension Plans (Cont'd)****Vesting and Benefit Provisions (Cont'd)**

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

The following represents the membership tiers for PFRS:

Tier Definition

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

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

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

Contributions

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

Note 9: PENSION PLANS (CONT'D)**General Information about the Pension Plans (Cont'd)****Contributions (Cont'd)**

Public Employees' Retirement System (Cont'd) - The City's contractually required contribution rate for the year ended December 31, 2020 was 14.66% of the City's covered payroll. This amount was actuarially determined as the amount that, when combined with employee contributions, is expected to finance the costs of benefits earned by employees during the year, including an additional amount to finance any unfunded accrued liability.

Based on the most recent PERS measurement date of June 30, 2020, the City's contractually required contribution to the pension plan for the year ended December 31, 2020 is \$906,030.00, and was payable by April 1, 2021. Due to the basis of accounting described in note 1, no liability has been recorded in the financial statements for this amount. For the prior year measurement date of June 30, 2019, the City's contractually required contribution to the pension plan for the year ended December 31, 2019 was \$788,910.00, which was paid on April 1, 2020.

Employee contributions to the Plan for the year ended December 31, 2020 were \$463,382.80.

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

Special Funding Situation Component - Under N.J.S.A. 43:16A-15, local participating employers are responsible for their own contributions based on actuarially determined amounts, except where legislation was passed which legally obligated the State if certain circumstances occurred. The legislation, which legally obligates the State, is as follows: Chapter 8, P.L. 2000, Chapter 318, P.L. 2001, Chapter 86, P.L. 2001, Chapter 511, P.L. 1991, Chapter 109, P.L. 1979, Chapter 247, P.L. 1993 and Chapter 201, P.L. 2001. The amounts contributed on behalf of the local participating employers under this legislation is considered to be a *special funding situation* as defined by GASB Statement No. 68 and the State is treated as a nonemployer contributing entity. Since the local participating employers do not contribute under this legislation directly to the Plan (except for employer specific financed amounts), there is no net pension liability or deferred outflows or inflows to disclose in the notes to the financial statements of the local participating employers related to this legislation.

The City's contractually required contribution rate for the year ended December 31, 2020 was 32.73% of the City's covered payroll. This amount was actuarially determined as the amount that, when combined with employee contributions, is expected to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability.

Note 9: PENSION PLANS (CONT'D)**General Information about the Pension Plans (Cont'd)****Contributions (Cont'd)**

Police and Firemen's Retirement System (Cont'd) - Based on the most recent PFRS measurement date of June 30, 2020, the City's contractually required contribution to the pension plan for the year ended December 31, 2020 is \$1,996,348.00, and was payable by April 1, 2021. Due to the basis of accounting described in note 1, no liability has been recorded in the financial statements for this amount. For the prior year measurement date of June 30, 2019, the City's contractually required contribution to the pension plan for the year ended December 31, 2019 was \$1,761,599.00, which was paid on April 1, 2020.

Employee contributions to the Plan for the year ended December 31, 2020 were \$609,942.00.

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

Based on the most recent PFRS measurement date of June 30, 2020, the State's contractually required contribution, on-behalf of the City, to the pension plan for the year ended December 31, 2020 was \$275,745.00, and was payable by April 1, 2021. For the prior year measurement date of June 30, 2019, the State's contractually required contribution, on-behalf of the City, to the pension plan for the year ended December 31, 2019 was \$227,068.00, which was paid on April 1, 2020.

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

For the year ended December 31, 2021, employee contributions totaled \$15,528.12, and the City's contributions were \$8,361.30. There were no forfeitures during the year.

Pension Liabilities, Pension (Benefit) Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions**Public Employees' Retirement System**

Pension Liability - As of December 31, 2020, the City's proportionate share of the PERS net pension liability was \$13,506,089.00. The net pension liability was measured as of June 30, 2020 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2019. The total pension liability was calculated through the use of updated procedures to roll forward from the actuarial valuation date to the measurement date of June 30, 2020. The City's proportion of the net pension liability was based on a projection of the City's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. For the June 30, 2020 measurement date, the City's proportion was 0.0828219171%, which was an increase of 0.0017171992 % from its proportion measured as of June 30, 2019.

Note 9: PENSION PLANS (CONT'D)**Pension Liabilities, Pension (Benefit) Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Cont'd)****Public Employees' Retirement System (Cont'd)**

Pension Expense - For the year ended December 31, 2020, the City's proportionate share of the PERS pension (benefit) expense, calculated by the Plan as of the June 30, 2020 measurement date was \$198,906.00. This (benefit) expense is not recognized by the City because of the regulatory basis of accounting as described in note 1; however, as previously mentioned, for the year ended December 31, 2020, the City's contribution to PERS was \$788,910.00, and was paid on April 1, 2020.

Police and Firemen's Retirement System

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

City's Proportionate Share of Net Pension Liability	\$ 23,089,977.00
State of New Jersey's Proportionate Share of Net Pension Liability Associated with the City	<u>3,583,459.00</u>
	<u><u>\$ 26,673,436.00</u></u>

The net pension liability was measured as of June 30, 2020, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2019. The total pension liability was calculated through the use of updated procedures to roll forward from the actuarial valuation date to the measurement date of June 30, 2020. The City's proportion of the net pension liability was based on a projection of the City's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers and the State of New Jersey, actuarially determined. For the June 30, 2020 measurement date, the City's proportion was 0.1786967493%, which was an increase of 0.0043001033% from its proportion measured as of June 30, 2019. Likewise, at June 30, 2020, the State of New Jersey's proportion, on-behalf of the City, was 0.1786967493%, which was an increase of 0.0043001033% from its proportion, on-behalf of the City, measured as of June 30, 2019.

Note 9: PENSION PLANS (CONT'D)**Pension Liabilities, Pension (Benefit) Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Cont'd)****Police and Firemen's Retirement System (Cont'd)**

Pension Expense - For the year ended December 31, 2020, the City's proportionate share of the PFRS pension (benefit) expense, calculated by the Plan as of the June 30, 2020 measurement date was \$871,865.00. This (benefit) expense is not recognized by the City because of the regulatory basis of accounting as described in note 1; however, as previously mentioned, for the year ended December 31, 2020, the City's contribution to PFRS was \$1,761,599.00, and was paid on April 1, 2020.

For the year ended December 31, 2020, the State's proportionate share of the PFRS pension (benefit) expense, associated with the City, calculated by the Plan as of the June 30, 2020 measurement date, was \$406,113.00. This on-behalf (benefit) expense is not recognized by the City because of the regulatory basis of accounting as described in note 1.

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

	Deferred Outflows of Resources			Deferred Inflows of Resources		
	PERS	PFRS	Total	PERS	PFRS	Total
Differences between Expected and Actual Experience	\$ 245,924.00	\$ 232,786.00	\$ 478,710.00	\$ 47,763.00	\$ 82,867.00	\$ 130,630.00
Changes of Assumptions	438,153.00	58,106.00	496,259.00	5,655,127.00	6,190,285.00	11,845,412.00
Net Difference between Projected and Actual Earnings on Pension Plan Investments	461,649.00	1,353,873.00	1,815,522.00	-	-	-
Changes in Proportion and Differences between City Contributions and Proportionate Share of Contributions	645,727.00	1,269,260.00	1,914,987.00	774,299.00	1,218,977.00	1,993,276.00
City Contributions Subsequent to the Measurement Date	453,015.00	998,174.00	1,451,189.00	-	-	-
	<u>\$ 2,244,468.00</u>	<u>\$ 3,912,199.00</u>	<u>\$ 6,156,667.00</u>	<u>\$ 6,477,189.00</u>	<u>\$ 7,492,129.00</u>	<u>\$ 13,969,318.00</u>

Note 9: PENSION PLANS (CONT'D)**Pension Liabilities, Pension (Benefit) Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Cont'd)**

Deferred Outflows of Resources and Deferred Inflows of Resources (Cont'd) - Deferred outflows of resources in the amounts of \$453,015.00 and \$998,174.00 for PERS and PFRS, respectively, will be included as a reduction of the net pension liability during the year ended December 31, 2021. These amounts were based on an estimated April 1, 2022 contractually required contribution, prorated from the pension plans' measurement date of June 30, 2020 to the City's year end of December 31, 2020.

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

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

Note 9: PENSION PLANS (CONT'D)**Pension Liabilities, Pension (Benefit) Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Cont'd)**

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

Year Ending Dec 31,	<u>PERS</u>	<u>PFRS</u>	<u>Total</u>
2021	\$ (1,911,174.00)	\$ (2,548,622.00)	\$ (4,459,796.00)
2022	(1,624,000.00)	(1,543,810.00)	(3,167,810.00)
2023	(825,038.00)	(453,178.00)	(1,278,216.00)
2024	(260,287.00)	56,316.00	(203,971.00)
2025	(65,237.00)	(88,810.00)	(154,047.00)
	<u>\$ (4,685,736.00)</u>	<u>\$ (4,578,104.00)</u>	<u>\$ (9,263,840.00)</u>

Actuarial Assumptions

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

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

⁽¹⁾ based on years of service

Note 9: PENSION PLANS (CONT'D)**Actuarial Assumptions (Cont'd)****Public Employees' Retirement System**

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

Police and Firemen's Retirement System

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

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

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Risk Mitigation Strategies	3.00%	4.67%
Cash Equivalents	5.00%	2.00%
U.S. Treasuries	5.00%	2.68%
Investment Grade Credit	10.00%	4.25%
High Yield	2.00%	5.37%
Private Credit	6.00%	7.92%
Real Assets	2.50%	9.31%
Real Estate	7.50%	8.33%
U.S. Equity	28.00%	8.26%
Non-U.S. Developed Markets Equity	12.50%	9.00%
Emerging Markets Equity	6.50%	11.37%
Private Equity	12.00%	10.85%
	<u>100.00%</u>	

Note 9: PENSION PLANS (CONT'D)

Actuarial Assumptions (Cont'd)

Discount Rate -

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

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

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

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

	<u>PERS</u>		
	<u>1% Decrease (6.00%)</u>	<u>Current Discount Rate (7.00%)</u>	<u>1% Increase (8.00%)</u>
City's Proportionate Share of the Net Pension Liability	<u>\$ 17,001,913.00</u>	<u>\$ 13,506,089.00</u>	<u>\$ 10,539,787.00</u>

Note 9: PENSION PLANS (CONT'D)**Sensitivity of City's Proportionate Share of Net Pension Liability to Changes in the Discount Rate (Cont'd)**

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

	PFRS		
	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
City's Proportionate Share of the Net Pension Liability	\$ 30,704,917.00	\$ 23,089,977.00	\$ 16,765,188.00
State of New Jersey's Proportionate Share of Net Pension Liability associated with the City	<u>4,765,263.00</u>	<u>3,583,459.00</u>	<u>2,601,881.00</u>
	<u>\$ 35,470,180.00</u>	<u>\$ 26,673,436.00</u>	<u>\$ 19,367,069.00</u>

Pension Plan Fiduciary Net Position

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

Note 9: PENSION PLANS (CONT'D)**Supplementary Pension Information**

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

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

	<u>Measurement Date Ended June 30,</u>			
	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
City's Proportion of the Net Pension Liability	0.0828219171%	0.0811047179%	0.0787111860%	0.0835067657%
City's Proportionate Share of the Net Pension Liability	\$ 13,506,089.00	\$ 14,613,840.00	\$ 15,497,840.00	\$ 19,439,040.00
City's Covered Payroll (Plan Measurement Period)	\$ 5,868,064.00	\$ 5,679,524.00	\$ 5,407,328.00	\$ 5,716,328.00
City's Proportionate Share of the Net Pension Liability as a Percentage of Covered Payroll	230.16%	257.31%	286.61%	340.06%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	58.32%	56.27%	53.60%	48.10%
	<u>Measurement Date Ended June 30,</u>			
	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
City's Proportion of the Net Pension Liability	0.0869501822%	0.0902109235%	0.0858453883%	0.0830261391%
City's Proportionate Share of the Net Pension Liability	\$ 25,752,150.00	\$ 20,250,545.00	\$ 16,072,605.00	\$ 15,867,945.00
City's Covered Payroll (Plan Measurement Period)	\$ 5,971,600.00	\$ 6,178,560.00	\$ 6,009,304.00	\$ 5,787,888.00
City's Proportionate Share of the Net Pension Liability as a Percentage of Covered Payroll	431.24%	327.76%	267.46%	274.16%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	40.14%	47.93%	52.08%	48.72%

Note 9: PENSION PLANS (CONT'D)**Supplementary Pension Information (Cont'd)*****Schedule of the City's Contributions - Public Employees' Retirement System (PERS) (Last Eight Years)***

	<u>Year Ended December 31,</u>			
	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
City's Contractually Required Contribution	\$ 906,030.00	\$ 788,910.00	\$ 782,922.00	\$ 773,601.00
City's Contribution in Relation to the Contractually Required Contribution	\$ (906,030.00)	\$ (788,910.00)	(782,922.00)	(773,601.00)
City's Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
City's Covered Payroll (Calendar Year)	\$ 6,178,312.00	\$ 5,898,545.00	\$ 5,700,297.00	\$ 5,453,054.00
City's Contributions as a Percentage of Covered Payroll	14.66%	13.37%	13.73%	14.19%
	<u>Year Ended December 31,</u>			
	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
City's Contractually Required Contribution	\$ 772,453.00	\$ 775,572.00	\$ 707,697.00	\$ 625,585.00
City's Contribution in Relation to the Contractually Required Contribution	(772,453.00)	(775,572.00)	(707,697.00)	(625,585.00)
City's Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
City's Covered Payroll (Calendar Year)	\$ 5,642,285.00	\$ 5,994,904.00	\$ 6,193,627.00	\$ 6,140,792.00
City's Contributions as a Percentage of Covered Payroll	13.69%	12.94%	11.43%	10.19%

Note 9: PENSION PLANS (CONT'D)**Supplementary Pension Information (Cont'd)*****Schedule of the City's Proportionate Share of the Net Pension Liability - Police and Firemen's Retirement System (PFRS) (Last Eight Plan Years)***

	<u>Measurement Date Ended June 30,</u>			
	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
City's Proportion of the Net Pension Liability	0.1786967493%	0.1743966460%	0.1677097604%	0.1754074151%
City's Proportionate Share of the Net Pension Liability	\$ 23,089,977.00	\$ 21,342,346.00	\$ 22,693,895.00	\$ 27,079,514.00
State's Proportionate Share of the Net Pension Liability associated with the City	<u>3,583,459.00</u>	<u>3,369,997.00</u>	<u>3,082,590.00</u>	<u>3,033,134.00</u>
Total	<u>\$ 26,673,436.00</u>	<u>\$ 24,712,343.00</u>	<u>\$ 25,776,485.00</u>	<u>\$ 30,112,648.00</u>
City's Covered Payroll (Plan Measurement Period)	\$ 6,165,908.00	\$ 5,833,436.00	\$ 5,570,024.00	\$ 5,524,428.00
City's Proportionate Share of the Net Pension Liability as a Percentage of Covered Payroll	374.48%	365.86%	407.43%	490.18%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	63.52%	65.00%	62.48%	58.60%
	<u>Measurement Date Ended June 30,</u>			
	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
City's Proportion of the Net Pension Liability	0.1859257362%	0.1986241402%	0.1887112842%	0.1915114609%
City's Proportionate Share of the Net Pension Liability	\$ 35,516,572.00	\$ 33,083,858.00	\$ 23,738,129.00	\$ 25,459,721.00
State's Proportionate Share of the Net Pension Liability associated with the City	<u>2,982,511.00</u>	<u>2,901,343.00</u>	<u>2,556,198.00</u>	<u>2,373,155.00</u>
Total	<u>\$ 38,499,083.00</u>	<u>\$ 35,985,201.00</u>	<u>\$ 26,294,327.00</u>	<u>\$ 27,832,876.00</u>
City's Covered Payroll (Plan Measurement Period)	\$ 6,025,780.00	\$ 6,277,748.00	\$ 5,964,540.00	\$ 5,813,944.40
City's Proportionate Share of the Net Pension Liability as a Percentage of Covered Payroll	589.41%	527.00%	397.99%	437.91%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	52.01%	56.31%	62.41%	58.70%

Note 9: PENSION PLANS (CONT'D)**Supplementary Pension Information (Cont'd)*****Schedule of the City's Contributions - Police and Firemen's Retirement System (PFRS) (Last Eight Years)***

	<u>Year Ended December 31,</u>			
	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
City's Contractually Required Contribution	\$ 1,996,348.00	\$ 1,761,599.00	\$ 1,639,610.00	\$ 1,552,388.00
City's Contribution in Relation to the Contractually Required Contribution	<u>(1,996,348.00)</u>	<u>(1,761,599.00)</u>	<u>(1,639,610.00)</u>	<u>(1,552,388.00)</u>
City's Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
City's Covered Payroll (Calendar Year)	\$ 6,099,420.00	\$ 6,213,032.00	\$ 5,927,886.00	\$ 5,563,901.00
City's Contributions as a Percentage of Covered Payroll	32.73%	28.35%	27.66%	27.90%
	<u>Year Ended December 31,</u>			
	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
City's Contractually Required Contribution	\$ 1,515,928.00	\$ 1,614,518.00	\$ 1,449,433.00	\$ 1,397,225.00
City's Contribution in Relation to the Contractually Required Contribution	<u>(1,515,928.00)</u>	<u>(1,614,518.00)</u>	<u>(1,449,433.00)</u>	<u>(1,397,225.00)</u>
City's Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
City's Covered Payroll (Calendar Year)	\$ 5,524,825.00	\$ 5,815,293.00	\$ 6,184,573.00	\$ 6,018,794.00
City's Contributions as a Percentage of Covered Payroll	27.44%	27.76%	23.44%	23.21%

Note 9: PENSION PLANS (CONT'D)**Supplementary Pension Information (Cont'd)****Other Notes to Supplementary Pension Information*****Public Employees' Retirement System (PERS)*****Changes in Benefit Terms**

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

Changes in Assumptions

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

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

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

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

The mortality assumption was updated upon direction from the DPB.

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

None

Changes in Assumptions

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

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

Note 9: PENSION PLANS (CONT'D)**Supplementary Pension Information (Cont'd)****Other Notes to Supplementary Pension Information (Cont'd)*****Police and Firemen's Retirement System (PFRS) (Cont'd)*****Changes in Assumptions (Cont'd)**

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

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

The mortality assumption was updated upon direction from the DPB.

Note 10: LENGTH OF SERVICE AWARDS PROGRAM

Plan Description - The City's length of service awards program (the "Plan"), which is a defined contribution plan reported in the City's trust fund, was created by a City Ordinance adopted on June 1, 1999 pursuant to Section 457(e)(11)(B) of the Internal Service Code of 1986, as amended, except for provisions added by reason of the length of service award program as enacted into federal law in 1997. The accumulated assets of the Plan are not administered through a trust that meets the criteria of paragraph 4 of GASB Statement No. 68, Accounting and Financial Reporting for Pensions - an amendment of GASB Statement No. 27.

The voters of the City approved the adoption of the Plan at the general election held on November 2, 1999, and the first year of eligibility for entrance into the length of service awards program by qualified volunteers was calendar year 2000. The Plan provides tax deferred income benefits to active volunteer firefighters and emergency medical personnel, and is administered by Lincoln National Life Insurance Company ("Plan Administrator"), a State of New Jersey approved length of service awards program provider. The City's practical involvement in administering the Plan is essentially limited to verifying the eligibility of each participant and remitting the funds to the Plan Administrator.

The tax deferred income benefits for emergency service volunteers of the volunteer fire department and the first aid organization, come from contributions made solely by the governing body of the City, on behalf of those volunteers who meet the criteria of the Plan created by that governing body. Participants should refer to the Plan agreement for a more complete description of the Plan's provisions.

Plan Amendments - The City may make minor amendments to the provisions of the Plan at any time, provided, however, that no amendment affects the rights of participants or their beneficiaries regarding vested accumulated deferrals at the time of the amendment. The Plan can only be amended by resolution of the governing body of the City, and the following procedures must be followed: (a) any amendment to the Plan shall be submitted for review and approval by the Director of Local Government Services, State of New Jersey (the "Director") prior to implementation by the City's governing body, provided, however, that any amendment required by the IRS, may be adopted by the City's governing body without the advance approval of the Director (although such amendment shall be filed with the Director); (b) the documentation submitted to the Director shall identify the regulatory authority for the amendment and the specific language of the change; and (c) the City shall adopt the amendment by resolution of the governing body, and a certified copy of the resolution shall be forwarded to the Director. The City may amend the Plan agreement to accommodate changes in the Internal Revenue Code, Federal statutes, state laws or rules or operational experience. In cases of all amendments to the Plan, the City shall notify all participants in writing prior to making any amendment to the Plan.

Contributions - If an active member meets the year of active service requirement, a length of service awards program must provide a benefit between the minimum contribution of \$100.00 and a maximum contribution of \$1,150.00 per year. While the maximum amount is established by statute, it is subject to periodic increases that are related to the consumer price index (N.J.S.A. 40A:14-185(f)). The Division of Local Government Services of the State of New Jersey will issue the permitted maximum annually.

The City elected to contribute \$1,150.00 for the year ended December 31, 2021, per eligible volunteer, into the Plan, depending on how many years the volunteer has served. Participants direct the investment of the contributions into various investment options offered by the Plan. The City has no authorization to direct investment contributions on behalf of eligible volunteers nor has the ability to purchase or sell investment options offered by the Plan. The types of investment options, and the administering of such investments, rests solely with the Plan Administrator.

For the year ended December 31, 2021, the City's total expenditure to the Plan was \$10,350.00.

Note 10: LENGTH OF SERVICE AWARDS PROGRAM (CONT'D)

Participant Accounts - Each participant's account is credited with the City's contribution and Plan earnings, and charged with administrative expenses. The benefit to which a participant is entitled is the benefit that can be provided from the participant's vested account. The City has placed the amounts deferred, including earnings, in an account maintained by a third-party administrator for the exclusive benefit of the Plan participants and their beneficiaries. The contributions from the City to the Plan, and the related earnings, are not irrevocable, and such funds are not legally protected from the creditors of the City. These funds, however, are not available for funding the operations of the City.

Vesting - The City, in accordance with N.J.S.A. 40A:14-188 and N.J.A.C. 5:30-11.63 may make a yearly contribution to the length of service awards program account in the deferred income program for an active volunteer who has satisfied the requirements for receipt of an award, but the volunteer shall not be able to receive a distribution of the funds until the completion of a five year vesting period or be in accordance with changes to vesting conveyed through the issuance of a Local Finance Notice and/or publication of a public notice in the New Jersey Register, with payment of that benefit only being as otherwise permitted by the Plan.

Payment of Benefits - Upon separation from volunteer service, retirement or disability, termination of the Plan, participants may select various payout options of vested accumulated deferrals, which include lump sum, periodic, or annuity payments. In the case of death, with certain exceptions, any amount invested under the participant's account is paid to the beneficiary or the participant's estate.

In the event of an unforeseeable emergency, as outlined in the Plan document, a participant or a beneficiary entitled to vested accumulated deferrals may request the local plan administrator to payout a portion of vested accumulated deferrals.

Forfeited Accounts - For the year ended December 31, 2021, no accounts were forfeited.

Investments - The investments of the length of service awards program reported in the trust - other funds on the statements of assets, liabilities, reserves, and fund balance - regulatory basis are recorded at fair value.

Plan Information - Additional information about the City's length of service awards program can be obtained by contacting the Plan Administrator.

Note 11: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS

CITY OF MILLVILLE POSTEMPLOYMENT BENEFIT PLAN

Plan Description and Benefits Provided - The City provides postretirement health care benefits through a health plan for retirees, which includes a medical, dental, vision, and prescription plan. The City provides a single employer post-employment healthcare plan, which is not administered through a trust that meets the criteria in paragraph 4 of the GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits other than Pensions*, and covers the following retiree populations: Council 18 employees retiring with at least fifteen (15) years of service with the City and the duration of the benefit is five (5) years for fifteen (15) years of service, eight (8) years for twenty (20) years of service, and thirteen (13) years with twenty-five (25) years of service; Police, Superior and Fire employees retiring with at least twenty-five (25) years of service with the City and the duration of the benefit is twelve (12) years; Administrative employees retiring with at least fifteen (15) years of service with the City and the duration of the benefit is five (5) years for fifteen (15) years of service, nine (9) years for twenty (20) years of service, and thirteen (13) years with twenty-five (25) years of service.

Coverage is provided for the retirees and their spouse up to age sixty-five, providing the retirees annually certify that they have no other medical coverage. This provision is part of a labor agreement between the City and Council 18, Police, Superior, Fire and Administrative. The Plan is administered by the City; therefore, premium payments are made directly to the insurance carriers. Reimbursements by the retirees are paid in monthly installments after the City provides the retirees with a detailed accounting of the costs.

Employees Covered by Benefit Terms - As of December 31, 2021, the most recent actuarial valuation date, the following employees were covered by the benefit terms:

Inactive Employees or Beneficiaries Currently Receiving Benefit Payments	156
Inactive Employees Entitled to but Not Yet Receiving Benefit Payments	-
Active Employees	186
	342

Total OPEB Liability

The City's total OPEB liability of \$11,285,221.00 was measured as of December 31, 2021 and was determined by an actuarial valuation as of this same date.

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

Inflation	2.50% Annually
Salary Increases	See "Salary Increases" Table
Discount Rate	2.06%
Healthcare Cost Trend Rates	See "Health Care Cost Trend Rates" Table
Retirees' Share of Benefit-Related Costs	N/A

Note 11: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)**CITY OF MILLVILLE POSTEMPLOYMENT BENEFIT PLAN (CONT'D)****Actuarial Assumptions and Other Inputs (Cont'd)****Salary Increases****Public Employees' Retirement System (PERS)**

<u>Service</u>	<u>Annual Rate of Increase (%)</u>	
	<u>FYE 2019 to FYE 2026</u>	<u>FYE 2026 and Later</u>
0	6.00%	7.00%
5	4.75%	5.75%
10	3.60%	4.60%
15	2.80%	3.80%
20	2.60%	3.60%
25	2.40%	3.40%
29	2.00%	3.00%

Police and Firemen's Retirement System (PFRS)

<u>Service</u>	<u>Annual Rate of Increase (%)</u>
0	15.25%
1	15.25%
2	12.75%
3	10.75%
4	10.25%
5	9.25%
6	8.25%
7	7.25%
8	5.75%
9	5.25%
10	4.75%
11	4.25%
12	3.75%
13	3.25%

Note 11: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)**CITY OF MILLVILLE POSTEMPLOYMENT BENEFIT PLAN (CONT'D)****Actuarial Assumptions and Other Inputs (Cont'd)****Health Care Cost Trend Rates**

To Year Ending	Annual Rate of Increase (%)				
	Medical		RX	Dental	Vision
	Pre-65	Post-65			
2021	6.50%	5.30%	7.10%	5.00%	3.00%
2022	6.40%	5.20%	7.00%	5.00%	3.00%
2023	6.30%	5.10%	6.90%	5.00%	3.00%
2024	6.04%	5.01%	6.56%	5.00%	3.00%
2025	5.79%	4.93%	6.21%	5.00%	3.00%
2026	5.53%	4.84%	5.87%	5.00%	3.00%
2027	5.27%	4.76%	5.53%	5.00%	3.00%
2028	5.01%	4.67%	5.19%	5.00%	3.00%
2029	4.76%	4.59%	4.84%	5.00%	3.00%
2030 & Later	4.50%	4.50%	4.50%	5.00%	3.00%

The discount rate was based on the 20-Bond General Obligation (GO) Index.

Mortality rates were based on the following:

Pre-Retirement (PERS) - PUBGH2010 with Fully Generational Projection Scale MP 2021, "General" Classification, Headcount-Weighted, Employee Mortality

Pre-Retirement (PFRS) – PUBGH2010 with Fully Generational Projection Scale MP 2021, "Safety" Classification, Headcount-Weighted, Employee Mortality

Post-Retirement - PUBGH2010 with Fully Generational Projection Scale MP 2021, "General" Classification, Headcount-Weighted, Healthy Annuitant Mortality

An experience study was not performed on the actuarial assumptions used in the December 31, 2021 valuation since the Plan had insufficient data to produce a study with credible results. Mortality rates, termination rates and retirement rates were based on standard tables issued by the Society of Actuaries. The actuary has used their professional judgement in applying these assumptions to this Plan.

Note 11: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)**CITY OF MILLVILLE POSTEMPLOYMENT BENEFIT PLAN (CONT'D)****Changes in Total OPEB Liability**

Balance at December 31, 2020		\$ 11,572,494.00
Changes for the Year:		
Service Cost	\$ 582,235.00	
Interest Cost	245,421.00	
Benefit Payments	(1,162,582.00)	
Changes in Assumptions	47,653.00	
Difference between Expected and Actual Experience	<u> -</u>	
Net Changes		<u>(287,273.00)</u>
Balance at December 31, 2021		<u>\$ 11,285,221.00</u>

Changes of benefit terms reflect no increase in the retirees' share of health insurance premiums.

Changes of assumptions and other inputs reflect a change in the discount rate from 2.12% at December 31, 2020 to 2.06% at December 31, 2021.

Note 11: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)**CITY OF MILLVILLE POSTEMPLOYMENT BENEFIT PLAN (CONT'D)**

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

	December 31, 2021		
	1.00% Decrease <u>(1.06%)</u>	Current Discount Rate <u>(2.06%)</u>	1.00% Increase <u>(3.06%)</u>
Total OPEB Liability	<u>\$ 11,893,858.00</u>	<u>\$ 11,285,221.00</u>	<u>\$ 10,400,652.00</u>

Sensitivity of Total OPEB Liability to Changes in Healthcare Cost Trend Rates - The following presents the total OPEB liability of the City, as well as what the City's total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower or 1-percentage-point higher than the current healthcare cost trend rates:

	December 31, 2021		
	1.00% Decrease	Healthcare Cost Trend Rates	1.00% Increase
Total OPEB Liability	<u>\$ 9,869,556.00</u>	<u>\$ 11,285,221.00</u>	<u>\$ 12,611,813.00</u>

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB - For the year ended December 31, 2021, the City recognized OPEB expense of \$551,984.00. As of December 31, 2021, the City reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes of Assumptions	\$ 882,830.00	\$ -
Difference Between Expected and Actual Experience	<u>-</u>	<u>7,019,899.00</u>
	<u>\$ 882,830.00</u>	<u>\$ 7,019,899.00</u>

Note 11: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)**CITY OF MILLVILLE POSTEMPLOYMENT BENEFIT PLAN (CONT'D)****OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB (Cont'd)**

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

Year Ending Dec 31,	
2022	\$ (1,379,640.00)
2023	(1,366,270.00)
2024	(1,260,905.00)
2025	(1,524,234.00)
2026	(606,020.00)
Thereafter	-
	<u>\$ (6,137,069.00)</u>

Supplementary OPEB Information

In accordance with GASBS No. 75, the following information is also presented for the City's OPEB Plan. These schedules are presented to illustrate the requirements to show information for 10 years; however, until a full 10-year trend is compiled, this presentation will only include information for those years for which information is available.

Schedule of Changes in the City's Total OPEB Liability and Related Ratios (Last Four Years)

	<u>Plan Measurement Date December 31,</u>			
	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Total OPEB Liability				
Service Cost	\$ 582,235.00	\$ 1,039,651.00	\$ 934,685.00	\$ 994,987.00
Interest Cost	245,421.00	587,342.00	798,120.00	707,022.00
Benefit Payments	(1,162,582.00)	(1,278,323.00)	(1,893,457.00)	(1,845,104.00)
Changes in Assumptions	47,653.00	(8,073,915.00)	1,713,314.00	(859,048.00)
Difference Between Expected and Actual Experience	-	(1,733,308.00)	-	-
Net Change in Total OPEB Liability	(287,273.00)	(9,458,553.00)	1,552,662.00	(1,002,143.00)
Total OPEB Liability - Beginning of Year	<u>11,572,494.00</u>	<u>21,031,047.00</u>	<u>19,478,385.00</u>	<u>20,480,528.00</u>
Total OPEB Liability - End of Year	<u>\$ 11,285,221.00</u>	<u>\$ 11,572,494.00</u>	<u>\$ 21,031,047.00</u>	<u>\$ 19,478,385.00</u>
Covered-Employee Payroll	\$ 12,384,182.00	\$ 12,166,742.00	\$ 11,866,457.34	\$ 11,628,183.00
Total OPEB Liability as a Percentage of Covered Payroll	91.13%	95.12%	177.23%	167.51%

Note 11: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)**Other Notes to Supplementary OPEB Information****Changes in Benefit Terms**

None

Changes in Assumptions

Changes of assumptions and other inputs reflect the effects of changes in the discount rate each period. The following are the discount rates used in each period:

<u>Year</u>	<u>Rate</u>
2021	2.06%
2020	2.12%
2019	2.74%
2018	3.44%

Note 11: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS**STATE HEALTH BENEFITS PLAN**

In June of 2022, the New Jersey Division of Local Government Services issued Local Finance Notice 2022-12 which allows local units to disclose the most recently available information as it relates to the New Jersey Division of Pension's reporting on GASBS No. 75, Accounting and Financial Reporting for Postemployment Benefits other than Pensions. As of the date of this report, the information for the measurement period ended June 30, 2021 was not available; therefore, the information from the measurement period June 30, 2020 is disclosed below.

General Information about the State Health Benefit Local Government Retired Employees Plan

Plan Description and Benefits Provided - The City contributes to the State Health Benefits Local Government Retired Employees Plan (the "Plan"), which is a cost-sharing multiple-employer defined benefit other postemployment benefit ("OPEB") plan with a special funding situation. It covers employees of local government employers that have adopted a resolution to participate in the Plan. The Plan meets the definition of an equivalent arrangement as defined in paragraph 4 of GASB Statement No. 75, *Accounting and Financial Reporting for the Postemployment Benefits Other Than Pensions* (GASB Statement No. 75); therefore, assets are accumulated to pay associated benefits. For additional information about the Plan, please refer to the State of New Jersey (the "State"), Division of Pensions and Benefits' (the "Division") annual financial statements, which can be found at <https://www.state.nj.us/treasury/pensions/financial-reports.shtml>.

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

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

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

Note 11: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)**General Information about the State Health Benefit Local Government Retired Employees Plan (Cont'd)**

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

The City was billed monthly by the Plan and paid \$1,032,289.90, for the year ended December 31, 2020, representing 8.41% of the City's covered payroll. During the year ended December 31, 2020, retirees were required to contribute \$49,419.79 to the Plan.

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

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

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

The amount of actual contributions to the OPEB Plan made by the State, on-behalf of the City, is not known; however, under the special funding situation, the State's OPEB expense, on-behalf of the City, is \$(1,141,653.00) for the year ended December 31, 2020, representing (9.93%) of the City's covered payroll.

Note 11: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)**OPEB Liability, OPEB (Benefit) Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources**

OPEB Liability - At December 31, 2020, the City's and State's proportionate share of the net OPEB liability were as follows:

City's Proportionate Share of Net OPEB Liability	\$ 33,068,788.00
State of New Jersey's Proportionate Share of Net OPEB Liability Associated with the City	<u>22,933,862.00</u>
	<u>\$ 56,002,650.00</u>

The net OPEB liability was measured as of June 30, 2020, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of June 30, 2019, which was rolled forward to June 30, 2020.

The City's proportion of the net OPEB liability was based on the ratio of the Plan members of an individual employer to the total members of the Plan's nonspecial funding situation during the measurement period July 1, 2019 through June 30, 2020. For the June 30, 2020 measurement date, the City's proportion was 0.184262%, which was an increase of 0.013469% from its proportion measured as of the June 30, 2019 measurement date.

The State's proportion of the net OPEB liability, on-behalf of the City was based on the ratio of the Plan members of an individual employer to the total members of the Plan's special funding situation during the measurement period July 1, 2019 through June 30, 2020. For the June 30, 2020 measurement date, the State's proportion on-behalf of the City was 0.419857%, which was an increase of 0.064295% from its proportion measured as of the June 30, 2019 measurement date.

OPEB (Benefit) Expense - At December 31, 2020, the City's proportionate share of the OPEB (benefit) expense, calculated by the Plan as of the June 30, 2020 measurement date, is \$214,562.00. This (benefit) expense is not recognized by the City because of the regulatory basis of accounting as described in note 1; however, as previously mentioned, for the year ended December 31, 2020, the City made contributions to the Plan totaling \$1,032,289.90.

Note 11: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)**OPEB Liability, OPEB (Benefit) Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources (Cont'd)**

Deferred Outflows of Resources and Deferred Inflows of Resources - At December 31, 2020, the City had deferred outflows of resources and deferred inflows of resources from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between Expected and Actual Experience	\$ 871,006.00	\$ 6,158,025.00
Changes of Assumptions	4,946,050.00	7,353,988.00
Net Difference between Projected and Actual Earnings on OPEB Plan Investments	21,000.00	-
Changes in Proportion	3,774,042.00	3,194,345.00
City Contributions Subsequent to the Measurement Date	512,528.15	-
	<u>\$ 10,124,626.15</u>	<u>\$ 16,706,358.00</u>

Deferred outflows of resources in the amount of \$512,528.15 will be included as a reduction of the City's net OPEB liability during the year ending December 31, 2021. The City will amortize the above other deferred outflows of resources and deferred inflows of resources related to the OPEB liability over the following number of years:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between Expected and Actual Experience		
June 30, 2018	-	8.14
June 30, 2019	-	8.05
June 30, 2020	7.87	-
Changes of Assumptions		
Year of OPEB Plan Deferral:		
June 30, 2017	-	8.04
June 30, 2018	-	8.14
June 30, 2019	-	8.05
June 30, 2020	7.87	-
Net Difference between Projected and Actual Investment Earnings on OPEB Plan Investments		
Year of OPEB Plan Deferral:		
June 30, 2017	5.00	-
June 30, 2018	5.00	-
June 30, 2019	5.00	-
June 30, 2020	5.00	-
Changes in Proportion		
Year of OPEB Plan Deferral:		
June 30, 2017	8.04	8.04
June 30, 2018	8.14	8.14
June 30, 2019	8.05	8.05
June 30, 2020	7.87	7.87

Note 11: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)**OPEB Liability, OPEB (Benefit) Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources (Cont'd)**

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

Year Ending Dec. 31,	
2021	\$ (1,824,684.00)
2022	(1,826,296.00)
2023	(1,828,901.00)
2024	(1,831,282.00)
2025	(902,790.00)
Thereafter	<u>1,119,693.00</u>
	<u>\$ (7,094,260.00)</u>

Actuarial Assumptions

The actuarial assumptions vary for each plan member depending on the pension plan in which the member is enrolled. The actuarial valuation at June 30, 2019 used the following actuarial assumptions, applied to all periods in the measurement:

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

* salary increases are based on years of service within the respective Plan

PERS mortality rates were based on Pub-2010 General classification headcount weighted mortality with fully generational mortality improvement projections from the central year using Scale MP-2020.

PFRS mortality rates were based on Pub-2010 Safety classification headcount weighted mortality with fully generational mortality improvement projections from the central year using Scale MP-2020.

Actuarial assumptions used in the June 30, 2019 valuation were based on the results of the PFRS and PERS experience studies prepared for July 1, 2013 to June 30, 2018 and July 1, 2014 to June 30, 2018, respectively.

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

Note 11: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)**Actuarial Assumptions (Cont'd)**

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

Discount Rate - The discount rate used to measure the OPEB liability at June 30, 2020 was 2.21%. This represents the municipal bond return rate as chosen by the State. The source is the Bond Buyer Go 20-Bond Municipal Bond Index, which includes tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher. As the long-term rate of return is less than the municipal bond rate, it is not considered in the calculation of the discount rate, rather the discount rate is set at the municipal bond rate.

Health Care Trend Assumptions - For pre-Medicare medical benefits, the trend is initially 5.6% and decreases to a 4.5% long-term trend rate after seven years. For post-65 medical benefits, the actual fully-insured Medicare Advantage trend rates for fiscal year 2021 through 2022 are reflected. The rates used for 2023 and 2024 are 21.83% and 18.53%, respectively, trending to 4.5% for all future years. For prescription drug benefits, the initial trend rate is 7.00% and decreases to a 4.5% long-term trend rate after seven years.

Sensitivity of the Net OPEB Liability to Changes in the Discount Rate

The net OPEB liability, calculated using a discount rate of 2.21%, as well as using a discount rate that is 1% lower or 1% higher than the current rate used, is as follows:

	1% Decrease (1.21%)	Current Discount Rate (2.21%)	1% Increase (3.21%)
City's Proportionate Share of the Net OPEB Liability	\$ 39,094,294.00	\$ 33,068,788.00	\$ 28,299,052.00
State of New Jersey's Proportionate Share of the Net OPEB Liability Associated with the City	27,112,670.00	22,933,862.00	19,625,955.00
	<u>\$ 66,206,964.00</u>	<u>\$ 56,002,650.00</u>	<u>\$ 47,925,007.00</u>

Note 11: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)**Sensitivity of the Net OPEB Liability to Changes in the Healthcare Cost Trend Rate**

The net OPEB liability, using a healthcare cost trend rate that is 1% lower or 1% higher than the current healthcare cost trend rate used, is as follows:

	<u>1% Decrease</u>	<u>Healthcare Cost Trend Rate</u>	<u>1% Increase</u>
City's Proportionate Share of the Net OPEB Liability	\$ 27,364,456.00	\$ 33,068,788.00	\$ 40,538,689.00
State of New Jersey's Proportionate Share of the Net OPEB Liability Associated with the City	18,977,794.00	22,933,862.00	28,114,387.00
	<u>\$ 46,342,250.00</u>	<u>\$ 56,002,650.00</u>	<u>\$ 68,653,076.00</u>

OPEB Plan Fiduciary Net Position

For purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB (benefit) expense, information about the respective fiduciary net position of the State Health Benefits Local Government Retired Employees Plan and additions to/deductions from the Plan's respective fiduciary net position have been determined on the same basis as they are reported by the Plan. Accordingly, contributions (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Supplementary OPEB Information

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

Schedule of the City's Proportionate Share of the Net OPEB Liability (Last Four Plan Years)

	<u>Measurement Date Ended June 30,</u>			
	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
City's Proportion of the Net OPEB Liability	0.184262%	0.170793%	0.180566%	0.172518%
City's Proportionate Share of the Net OPEB Liability	\$ 33,068,788.00	\$ 23,135,741.00	\$ 28,288,586.00	\$ 35,220,910.00
State's Proportionate Share of the Net OPEB Liability Associated with the City	22,933,862.00	19,647,356.00	22,304,781.00	30,614,376.00
Total	<u>\$ 56,002,650.00</u>	<u>\$ 42,783,097.00</u>	<u>\$ 50,593,367.00</u>	<u>\$ 65,835,286.00</u>
City's Covered Payroll (Plan Measurement Period)	\$ 12,144,216.00	\$ 11,980,189.00	\$ 11,226,334.00	\$ 11,028,104.00
City's Proportionate Share of the Net OPEB Liability as a Percentage of Covered Payroll	272.30%	193.12%	251.98%	319.37%
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	0.91%	1.98%	1.97%	1.03%

Note 11: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)**Supplementary OPEB Information (Cont'd)****Schedule of the City's Contributions (Last Four Years)**

	<u>Year Ended December 31,</u>			
	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
City's Required Contributions	\$ 1,032,289.90	\$ 1,033,155.01	\$ 1,122,736.56	\$ 1,748,603.88
City's Contributions in Relation to the Required Contribution	<u>(1,032,289.90)</u>	<u>(1,033,155.01)</u>	<u>(1,122,736.56)</u>	<u>(1,748,603.88)</u>
City's Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
City's Covered Payroll (Calendar Year)	\$ 12,277,732.00	\$ 12,111,577.00	\$ 11,628,183.00	\$ 11,016,955.00
City's Contributions as a Percentage of Covered Payroll	8.41%	8.53%	9.66%	15.87%

Other Notes to Supplementary OPEB Information

Changes in Benefit Terms - The actuarial valuation as of June 30, 2019 included updates to the provisions of Chapter 48, along with newly adopted changes in different levels of subsidy for employers.

Changes in Assumptions - The discount rate used as of the June 30 measurement date is as follows:

<u>Year</u>	<u>Rate</u>	<u>Year</u>	<u>Rate</u>
2020	2.21%	2018	3.87%
2019	3.50%	2017	3.58%

The expected investment rate of return is based on guidance provided by the State. These expected rates of return are the same as the discount rates listed above.

In addition to changes in the discount rate, other factors that affected the valuation of the net OPEB liability included changes in the trend, repealment of the excise tax, and updated mortality improvement assumptions.

The health care trend assumption is used to project the growth of the expected claims over the lifetime of the health care recipients. Medical and prescription drug trend rates are determined by utilizing experience data, industry experience which includes surveys and Aon trend guidance. These rates are adjusted further to be appropriate with respect to the plan provisions. For pre-Medicare medical benefits, the trend is initially 5.6% and decreases to a 4.50% long-term trend rate after seven years. For post-65 medical benefits, the actual fully-insured Medicare Advantage rates for Plan Years 2019 through 2022 are reflected. For Plan Year 2023 the Medicare Advantage trend rate includes an assumed increase in the premiums based on recent experience and discussions with the Medicare Advantage vendor. The assumed post-65 medical trend is 4.50% for all future years. For prescription drug benefits, the initial trend rate is 7.00% decreasing to a 4.50% long-term trend rate after seven years.

On October 21, 2020, the Society of Actuaries (SOA) released an updated set of life expectancy mortality improvement assumptions, Scale MP-2020. The MP-2020 scale reflects more recent mortality data for the U.S. population.

Note 12: COMPENSATED ABSENCES

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

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

The City has established a compensated absences trust fund to set aside funds for future payments of compensated absences. At December 31, 2021, the balance of the fund was \$1,241,049.17. It is estimated that, at December 31, 2021, accrued benefits for compensated absences are valued at \$2,735,017.08.

Note 13: DEFERRED COMPENSATION SALARY ACCOUNT

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

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

Note 14: SANITARY LANDFILL ESCROW CLOSURE FUND

The City operates a municipal landfill located in the southern part of the City. The Sanitary Landfill Facility Closure and Contingency Fund Act of 1981 was enacted to provide funding, during the life of the landfill, of costs associated with the closure of sanitary landfills. The Act requires the owner or operator of every sanitary landfill to establish an escrow account for closure and deposit, on a monthly basis, an amount equal to \$1.00 per ton of solid waste accepted for disposal. No withdrawals may be made from the fund without written approval from the State Department of Environmental Protection and Energy.

The City has received State approval for its Landfill Closure Plan. As of December 31, 2021 the Reserve for Landfill Closure had a balance of \$156,423.51. However, the escrow closure fund balance at year-end does not represent the estimated cost of closure as of that date. The required balance of the fund merely represents the amount required to be escrowed in accordance with the statute. Actual costs associated with the closure are not known.

Note 15: CAPITAL DEBT**General Obligation Bonds**

General Obligation Bonds, Series 2011 - On November 1, 2011, the City issued \$16,185,000.00 of general improvement, water utility, sewer utility, and revenue allocation district bonds, with interest rates ranging from 3.0% to 5.0%. The bonds were issued for the purpose of funding various capital projects in the City. The final maturity of the bonds is November 1, 2023.

General Obligation Refunding Bonds, Series 2016 - On April 21, 2016, the City issued \$4,265,000.00 in general obligation refunding bonds, with interest rates ranging from 2.00% to 3.00%, to advance refund \$1,751,000.00 in outstanding 2008 general improvement bonds with an interest rate of 5.0%, \$1,405,000.00 in outstanding 2008 water utility bonds with an interest rate of 5.0%, and \$965,000.00 in outstanding 2008 sewer utility bonds with an interest rate of 5.0%. The final maturity of the bonds is September 1, 2028.

General Obligation Bonds, Series 2017 - On July 26, 2017, the City issued \$13,469,000.00 of general improvement, water utility, and sewer utility bonds, with interest rates ranging from 2.0% to 4.0%. The bonds were issued for the purpose of funding various capital projects in the City. The final maturity of the bonds is July 15, 2037.

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

Bonded Debt issued and Outstanding

Year	General		Water Utility		Sewer Utility		Total
	Principal	Interest	Principal	Interest	Principal	Interest	
2022	\$ 2,500,000.00	\$ 375,665.00	\$ 290,000.00	\$ 92,805.00	\$ 450,000.00	\$ 53,375.00	\$ 3,761,845.00
2023	2,614,000.00	300,665.00	321,000.00	84,105.00	455,000.00	39,875.00	3,814,645.00
2024	1,275,000.00	212,745.00	255,000.00	73,475.00	150,000.00	25,725.00	1,991,945.00
2025	950,000.00	164,995.00	260,000.00	64,825.00	150,000.00	20,725.00	1,610,545.00
2026	950,000.00	126,995.00	270,000.00	55,925.00	150,000.00	15,725.00	1,568,645.00
2027-31	3,679,000.00	268,730.00	895,000.00	178,975.00	395,000.00	23,450.00	5,440,155.00
2032-36			600,000.00	75,325.00			675,325.00
2037			110,000.00	3,575.00			113,575.00
Totals	\$ 11,968,000.00	\$ 1,449,795.00	\$ 3,001,000.00	\$ 629,010.00	\$ 1,750,000.00	\$ 178,875.00	\$ 18,976,680.00

Note 15: CAPITAL DEBT (CONT'D)**General Debt - New Jersey Environmental Infrastructure Loans**

The City entered into loan agreements with the State of New Jersey Environmental Infrastructure Trust. The loans consists of two parts - a Trust Loan repayable at market interest rates and a Fund Loan repayable with no interest.

Water Utility NJEIT Loan Series 2003A - On October 15, 2003, the City entered into a loan agreement in the amount of \$1,451,680.00 with the New Jersey Environmental Infrastructure Trust. The final payment of the loan is September 1, 2023.

Water Utility NJEIT Loan Series 2013A - On May 22, 2013, the City entered into a loan agreement in the amount of \$3,660,000.00 with the New Jersey Environmental Infrastructure Trust. The final payment of the loan is August 1, 2032.

Sewer Utility NJEIT Loan Series 2003A - On October 15, 2003, the City entered into a loan agreement in the amount of \$2,850,000.00 with the New Jersey Environmental Infrastructure Trust. The final payment of the loan is September 1, 2023.

Sewer Utility NJEIT Loan Series 2010A - On March 10, 2010, the City entered into a loan agreement in the amount of \$4,286,975.00 with the New Jersey Environmental Infrastructure Trust. The final payment of the loan is August 1, 2029.

Sewer Utility NJEIT Loan Series 2018A - On December 1, 2017, the City entered into a loan agreement in the amount of \$9,423,760.00 with the New Jersey Environmental Infrastructure Trust. The final payment of the loan is September 1, 2037.

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

Schedule of NJEIT Loans

<u>Year</u>	<u>Water Utility</u>		<u>Sewer Utility</u>		<u>Total</u>
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>	
2022	\$ 262,609.60	\$ 25,212.50	\$ 753,000.39	\$ 109,725.00	\$ 1,150,547.49
2023	246,101.68	20,800.00	762,863.95	97,350.00	1,127,115.63
2024	191,101.68	15,700.00	584,716.17	84,487.50	876,005.35
2025	191,101.68	13,200.00	589,716.17	76,637.50	870,655.35
2026	191,101.68	11,700.00	599,716.17	68,537.50	871,055.35
2027-31	990,508.40	34,350.00	2,829,530.85	228,387.50	4,082,776.75
2032-36	195,086.97	1,650.00	2,550,955.85	103,056.28	2,850,749.10
2037			525,191.49	5,568.76	530,760.25
Totals	<u>\$ 2,267,611.69</u>	<u>\$ 122,612.50</u>	<u>\$ 9,195,691.04</u>	<u>\$ 773,750.04</u>	<u>\$ 12,359,665.27</u>

Note 15: CAPITAL DEBT (CONT'D)**General Debt - New Jersey Green Acres Loans**

The City entered into 3 loan agreements with the State of New Jersey under the Green Acres and Recreational Act. Provisions of these agreements require the City to repay the loans in semi-annual installments over twenty years bearing interest at two percent commencing nine months from the date of the final receipt of funds. The remaining principal balance on these 3 loans as of December 31, 2021 was \$260,841.24.

Green Trust Loan - On July 22, 2003, the City entered into a loan agreement in the amount of \$250,000.00 with the State of New Jersey with an interest rate of 2.00%, for the Green Acres-Sharp Street Recreation Complex. The final payment of the loan is April 4, 2022.

Green Trust Loan - On December 9, 2005, the City entered into a loan agreement in the amount of \$250,000.00 with the State of New Jersey with an interest rate of 2.00%, for the Public Marina. The final payment of the loan is September 6, 2024.

Green Trust Loan - On March 29, 2010, the City entered into a loan agreement in the amount of \$500,000.00 with the State of New Jersey with an interest rate of 2.00%, for the Waterfront IV&V project. The final payment of the loan is December 31, 2027.

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

Schedule of Green Acres Loans

<u>Year</u>	<u>Principal</u>	<u>General</u> <u>Interest</u>	<u>Total</u>
2022	\$ 53,733.72	\$ 4,621.00	\$ 58,354.72
2023	46,615.58	3,622.12	50,237.70
2024	47,552.56	2,685.16	50,237.72
2025	32,193.17	1,810.51	34,003.68
2026	32,840.25	1,163.43	34,003.68
2027	33,500.40	503.34	34,003.74
Totals	<u>\$ 246,435.68</u>	<u>\$ 14,405.56</u>	<u>\$ 260,841.24</u>

Note 15: CAPITAL DEBT (CONT'D)

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

	<u>2021</u>	<u>2020</u>	<u>2019</u>
<u>Issued</u>			
General:			
Bonds, Loans and Notes	\$ 17,927,435.68	\$ 19,685,067.70	\$ 17,409,505.05
Water Utility:			
Bonds, Loans and Notes	9,298,611.69	7,807,863.88	6,335,600.66
Sewer Utility:			
Bonds, Loans and Notes	11,715,691.04	12,828,524.45	13,301,357.86
Total Issued	<u>38,941,738.41</u>	<u>40,321,456.03</u>	<u>37,046,463.57</u>
<u>Authorized but not Issued</u>			
General:			
Bonds, Loans and Notes	3,162,615.54	1,065,365.54	5,211,615.54
Water Utility:			
Bonds, Loans and Notes	125,845.22	2,155,845.22	2,125,845.22
Sewer Utility:			
Bonds, Loans and Notes	577,315.02	647,315.02	1,277,315.02
Total Authorized but not Issued	<u>3,865,775.78</u>	<u>3,868,525.78</u>	<u>8,614,775.78</u>
Total Issued and Authorized but not Issued	<u>42,807,514.19</u>	<u>44,189,981.81</u>	<u>45,661,239.35</u>
<u>Deductions</u>			
General:			
Reserve for Payment of Bonds	636,033.58	743,033.58	850,033.58
Water Utility:			
Self-Liquidating	9,424,456.91	9,963,709.10	8,461,445.88
Sewer Utility:			
Self-Liquidating	12,293,006.06	13,475,839.47	14,578,672.88
Total Deductions	<u>22,353,496.55</u>	<u>24,182,582.15</u>	<u>23,890,152.34</u>
Net Debt	<u>\$ 20,454,017.64</u>	<u>\$ 20,007,399.66</u>	<u>\$ 21,771,087.01</u>

Summary of Statutory Debt Condition - Annual Debt Statement

The summarized statement of debt condition which follows is prepared in accordance with the required method of setting up the annual debt statement and indicated a statutory net debt of 1.262%.

	<u>Gross Debt</u>	<u>Deductions</u>	<u>Net Debt</u>
Self-Liquidating	\$ 21,717,462.97	\$ 21,717,462.97	
General	21,090,051.22	636,033.58	\$ 20,454,017.64
	<u>\$ 42,807,514.19</u>	<u>\$ 22,353,496.55</u>	<u>\$ 20,454,017.64</u>

Net debt \$20,454,017.64 divided by the equalized valuation basis per N.J.S.A.40A:2-2, as amended, \$1,620,709,457.33, equals 1.262%.

Note 15: CAPITAL DEBT (CONT'D)**Borrowing Power Under N.J.S.A. 40A:2-6 as Amended**

3 1/2% of Equalized Valuation Basis (Municipal)	\$	56,724,831.01
Less: Net Debt		<u>20,454,017.64</u>
Remaining Borrowing Power	\$	<u><u>36,270,813.37</u></u>

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

Cash Receipts from Fees, Rents, Fund Balance Anticipated, Interest and Other Investment Income, and Other Charges for the Year	\$	4,299,427.48
Deductions:		
Operating and Maintenance Costs	\$	3,022,485.00
Debt Service		<u>723,341.85</u>
Total Deductions		<u>3,745,826.85</u>
Excess in Revenue	\$	<u><u>553,600.63</u></u>

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

Cash Receipts from Fees, Rents, Fund Balance Anticipated, Interest and Other Investment Income, and Other Charges for the Year	\$	6,532,443.92
Deductions:		
Operating and Maintenance Costs	\$	4,663,850.00
Debt Service		<u>1,364,011.04</u>
Total Deductions		<u>6,027,861.04</u>
Excess in Revenue	\$	<u><u>504,582.88</u></u>

Note 16: SCHOOL TAXES

Millville School District tax has been raised and the liability deferred by statutes, resulting in the school tax payable set forth in the current fund liabilities as follows:

	<u>Balance December 31,</u>	
	<u>2021</u>	<u>2020</u>
Balance of Tax	\$ 5,587,347.14	\$ 5,372,451.14
Deferred	1,791,000.00	1,791,000.00
Taxes Payable	\$ 3,796,347.14	\$ 3,581,451.14

Note 17: RISK MANAGEMENT

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters.

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

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

<u>Year</u>	<u>City Contributions</u>	<u>Amount Reimbursed</u>	<u>Ending Balance</u>
2021	\$ 68,861.31	\$ 12,831.00	\$ 98,477.41
2020		6,077.00	42,447.10
2019	65,197.48	29,910.59	48,524.10

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

- Workers' Compensation including Employer's Liability
- General Liability including Police Professional and Employee Benefit Liability
- Automobile Liability
- Blanket Crime including Public Employee Dishonesty
- Property Including Boiler and Machinery
- Public Officials and Employment Practices Liability
- Volunteer Directors and Officers Liability
- Cyber Liability

Note 17: RISK MANAGEMENT (CONT'D)

Joint Insurance Pool (Cont'd) - The following coverages are provided to the Fund's member local units by their membership in the Municipal Excess Liability Joint Insurance Fund (MEL):

- Excess Workers' Compensation
- Excess General Liability
- Non-Owned Aircraft Liability
- Excess Auto Liability
- Fidelity and Performance (Blanket)
- Excess Property including Boiler and Machinery
- Crime including Excess Public Employee and Public Official Coverage

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

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

The City's agreement with the Pool provides that the Pool will be self-sustaining through member premiums and will reinsure through the Municipal Excess Liability Joint Insurance Fund, which is an insurance pool formed by all the other joint insurance funds.

For more information regarding claims, coverages and deductibles, the Fund publishes its own financial report for the year ended December 31, 2021, which can be obtained from:

Atlantic County Municipal Joint Insurance Fund
 Greentree Centre/525 Lincoln Drive West
 PO Box 488
 Marlton, New Jersey 08053
www.acmjif.org

Municipal Excess Liability Joint Insurance Fund
 250 Pehle Ave, Suite 701
 Saddlebrook, New Jersey 07663

Self-Insurance Reserve - In addition to the commercial insurance and the insurance provided by the public entity risk pools, the City maintained a self-insurance fund for employee medical insurance and general liability claims. As of December 31, 2021 the balance in the Reserve for Self-Insurance Fund in the Trust Other Fund was \$201,289.24. After February 28, 2006 medical insurance was provided by a commercial carrier until February 16, 2010, when the City authorized participation in the State Health Benefits Program. In addition, the Reserve for Self-Insurance Fund is used to satisfy deductibles for commercial insurance and public entity risk pool claims.

The following is a summary of the claims liability of the City's trust fund for self-insured workers' compensation for the current and previous year:

	<u>2021</u>	<u>2020</u>
Incurred Claims	\$ 65,692.10	\$ 9,623.98
Payment of Claims	<u>(65,692.10)</u>	<u>(9,623.98)</u>

There have been no settlements that exceed the City's coverage for years ended December 31, 2021, 2020 and 2019.

Note 18: CONTINGENCIES

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

Litigation - The City is a defendant in several legal proceedings that are in various stages of litigation. It is believed that the outcome, or exposure to the City, from such litigation is either unknown or potential losses, if any, cannot be determined at this time.

Note 19: CONCENTRATIONS

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

Note 20: TAX ABATEMENTS

The City enters into property tax abatement agreements with local businesses under the state Long Term Tax Exemption Law. Under the Law, municipalities may grant property tax abatements to Urban Renewal Entities to undertake commercial and residential redevelopment projects, relocation projects for residents displaced by the redevelopment area, and low and moderate income housing projects.

For the year ended December 31, 2021, the City abated property taxes totaling \$1,972,111.17 including the following tax abatement agreements that each exceeded ten percent (10%) of the total amount abated:

- A seventy-six percent (76%) property tax abatement to a motor sports park. The abatement amounted to \$558,600.00.
- A sixty-seven percent (67%) property tax reduction for a department store retailer. The abatement amounted to \$362,551.21.
- An eighty-nine percent (89%) property tax reduction for the housing authority. The abatement amounted to \$657,124.27.

Note 21: SUBSEQUENT EVENTS

Tax Appeals - As of December 31, 2021, several tax appeals were on file against the City. Based upon information provided by the tax assessor, if such appeals are not settled in favor of the City, the estimated impact of the tax refunds could be material.

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

<u>Purpose</u>	<u>Introduced</u>	<u>Authorization</u>
General Improvements		
Various Capital Improvements and Acquisitions	1/18/2022	\$ 378,100.00
Various Roadway Improvements and Truck Purchase	8/16/2022	783,750.00
Water/Sewer Utility Improvements		
Solids Dewatering Upgrades Project for The City of Millville Sewer Utility	1/18/2022	8,500,000.00

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

The full impact of the COVID-19 outbreak continues to evolve as of the date of this report. As such, it is uncertain as to the full magnitude that the pandemic will have on the City’s financial condition, liquidity, and future results of operations. Management is actively monitoring the global situation on its financial condition, liquidity, operations, suppliers, industry, and workforce. Given the daily evolution of the COVID-19 outbreak and the global responses to curb its spread, the City is not able to estimate the effects of the COVID-19 outbreak on its results of operations, financial condition, or liquidity for calendar year 2022.

SUPPLEMENTAL EXHIBITS

SUPPLEMENTAL EXHIBITS

CURRENT FUND

CITY OF MILLVILLE
CURRENT FUND
Statement of Current Cash
Treasurer
For the Year Ended December 31, 2021

	<u>Current Fund</u>	<u>Federal and State Grant Fund</u>
Balance December 31, 2020	\$ 16,515,942.90	\$ 889,693.41
Increased by Receipts:		
Trust Other Fund	\$ 2,110.76	
Sewer Utility Operating Fund	692.83	
Federal & State Grant Fund	440.00	
General Capital Fund	50,499.13	
Interest and Costs on Taxes	108,071.76	
Interest on Investments and Deposits	320,856.23	
Consolidated Municipal Property Tax Relief Aid	92,903.00	
Energy Receipts Tax	4,126,970.00	
Reserve for Payment of Debt Service	107,000.00	
Utility Surplus of Prior Years:		
Water Utility	201,586.00	
Sewer Utility	385,290.00	
Miscellaneous Revenue not Anticipated	399,410.77	
Due from State of New Jersey-- Veterans' and Senior Citizens' Deductions	194,921.92	
Taxes Receivable	52,505,227.28	
Tax Title Liens	236,378.28	
Penalty Surcharge Receivable	10,646.81	
Property Maintenance Assessments Receivable	83,000.96	
Revenue Accounts Receivable	4,059,260.65	
Tax Overpayments	123,226.18	
Prepaid Taxes	590,801.04	
Due State of New Jersey--Uniform Construction Code--State Training Fees	40,152.00	
Due State of New Jersey--Marriage License Fees	3,931.00	
Due State of New Jersey--Burial Fees	10.00	
Reserve for Garden State Preservation Trust Fund	45,971.00	
Reserve for Insurance Proceeds	112,720.83	
Federal and State Grants Receivable		\$ 4,259,077.11
Federal and State Grants Appropriated:		
Interest Earned and Refunds		3,692.60
Matching Funds For Grants		3,576.25
	63,802,078.43	4,266,345.96
Carried Forward	80,318,021.33	5,156,039.37

(Continued)

CITY OF MILLVILLE
CURRENT FUND
Statement of Current Cash
Treasurer
For the Year Ended December 31, 2021

	<u>Current Fund</u>	<u>Federal and State Grant Fund</u>
Brought Forward	\$ 80,318,021.33	\$ 5,156,039.37
Decreased by Disbursements:		
Current Fund		\$ 440.00
Animal Control Fund	\$ 5.07	
Water Utility Operating Fund	381.37	
2021 Appropriations	29,776,688.37	
2020 Appropriation Reserves	1,150,252.14	
Local School Taxes Payable	13,479,596.00	
County Taxes	19,359,525.56	
County Added and Omitted Taxes	30,831.13	
Refund of Tax Overpayments	125,202.87	
Due State of New Jersey--Uniform Construction Code--State Training Fees	40,152.00	
Due State of New Jersey--Marriage License Fees	3,860.00	
Reserve for Insurance Proceeds	106,013.97	
Matching Funds For Grants	3,576.25	
Federal and State Grants--Appropriated	<u>486,977.67</u>	
	<u>64,076,084.73</u>	<u>487,417.67</u>
Balance December 31, 2021	<u><u>\$ 16,241,936.60</u></u>	<u><u>\$ 4,668,621.70</u></u>

CITY OF MILLVILLE
CURRENT FUND
Schedule of Change Funds
As of December 31, 2021

<u>Office</u>	<u>Amount</u>
Tax Collector	\$ 1,000.00
Water and Sewer Department	300.00
Municipal Court	200.00
Clerk	<u>700.00</u>
	<u>\$ 2,200.00</u>

CITY OF MILLVILLE
CURRENT FUND
Statement of Due From State of New Jersey
Veterans' and Senior Citizens' Deductions
For the Year Ended December 31, 2021

Balance Dec. 31, 2020		\$ 41,164.53
Increased by:		
Deductions per Tax Billings	\$ 203,000.00	
Deductions Allowed by Tax Collector	<u>4,750.00</u>	
	\$ 207,750.00	
Less: Deductions Disallowed by Tax Collector 2021	<u>6,632.19</u>	
	201,117.81	
Less: Deductions Disallowed by Tax Collector Prior Years	<u>5,278.08</u>	
		<u>195,839.73</u>
		237,004.26
Decreased By:		
Receipts		<u>194,921.92</u>
Balance Dec. 31, 2021		<u><u>\$ 42,082.34</u></u>

Exhibit SA-4

CITY OF MILLVILLE
CURRENT FUND
Statement of Protested Checks
For the Year Ended December 31, 2021

Balance Dec. 31, 2020		\$ 1,775.00
Increased by:		
Checks Protested		<u>100.00</u>
Balance Dec. 31, 2021		<u><u>\$ 1,875.00</u></u>

CITY OF MILLVILLE
CURRENT FUND
 Statement of Taxes Receivable and Analysis of Property Tax Levy
 For the Year Ended December 31, 2021

Year	Balance	Current	Added Taxes	Collections		Due from State of New Jersey	Over-Payments Applied	Canceled	Transferred to Tax Title Liens	Transfers	Balance
	<u>Dec. 31, 2020</u>	<u>2021 Levy</u>		<u>2020</u>	<u>2021</u>						<u>Dec. 31, 2021</u>
Arrears	\$ 9,658.99			\$ 1,721.10							\$ 7,937.89
2017	54.14			54.14							
2018	458.19			458.18				\$ 0.01			
2019	4,003.33			73.41					\$ 250.00		4,179.92
2020	664,870.90		\$ 5,278.08	609,552.67				15,308.34	\$ 36,131.43	(250.00)	8,906.54
	679,045.55	-	5,278.08	-	611,859.50	-	-	15,308.35	36,131.43	-	21,024.35
2021		\$ 53,428,760.24		\$ 453,435.97	51,893,367.78	\$ 201,117.81	\$ 1,634.63	247,867.13	104,590.41		526,746.51
	\$ 679,045.55	\$ 53,428,760.24	\$ 5,278.08	\$ 453,435.97	\$ 52,505,227.28	\$ 201,117.81	\$ 1,634.63	\$ 263,175.48	\$ 140,721.84	-	\$ 547,770.86

Analysis of Year 2021 Property Tax Levy

Tax Yield

General Purpose Tax	\$ 53,174,842.75
Added Taxes (54:4-63 et seq.)	253,917.49

\$ 53,428,760.24

Tax Levy

Local District School Tax:		
School Budget		\$ 13,694,492.00
County Taxes:		
County Tax	\$ 18,253,121.77	
County Health Tax	949,213.64	
County Open Space	157,190.15	
	19,359,525.56	
Due County for Added and Omitted Taxes	92,567.71	
Total County Taxes		19,452,093.27
Local Tax for Municipal Purposes	20,090,000.00	
Addition to Local Tax for Municipal Purposes	192,174.97	
Local Tax for Municipal Purposes Levied		20,282,174.97

\$ 53,428,760.24

CITY OF MILLVILLE
CURRENT FUND
Statement of Tax Title Liens
For the Year Ended December 31, 2021

<hr/>	
Balance Dec. 31, 2020	\$ 351,552.13
Increased by:	
Transfers from Taxes Receivable	\$ 140,721.84
Transfers from Penalty Surcharge Receivable	748.39
Interest and Costs Accrued at Tax Sale	<u>9,516.00</u>
	<u>150,986.23</u>
	502,538.36
Decreased by:	
Transfer to Foreclosed Property	1,999.05
Collections	<u>236,378.28</u>
	<u>238,377.33</u>
Balance Dec. 31, 2021	<u><u>\$ 264,161.03</u></u>

CITY OF MILLVILLE
CURRENT FUND
Statement of Penalty Surcharge Receivable
For the Year Ended December 31, 2021

Balance Dec. 31, 2020		\$ 11,395.20
Increased by:		
Delinquency Penalty Accrued		3,149.01
		14,544.21
Decreased by:		
Canceled	\$ 3,149.01	
Transfer to Tax Title Lien	748.39	
Collections	10,646.81	
		\$ 14,544.21

Exhibit SA-8

CITY OF MILLVILLE
CURRENT FUND
Statement of Property Maintenance Assessments Receivable
For the Year Ended December 31, 2021

Balance Dec. 31, 2020		\$ 244,271.06
Increased by:		
Assessments Levied		79,811.61
		324,082.67
Decreased by:		
Collections		83,000.96
Balance Dec. 31, 2021		\$ 241,081.71

CITY OF MILLVILLE
CURRENT FUND
Statement of Property Acquired for Taxes--Assessed Valuation
For the Year Ended December 31, 2021

Balance Dec. 31, 2020		\$ 4,732,230.00
Increased by:		
Transfers from Tax Title Liens	\$ 1,999.05	
Legal Fees	<u>3,813.40</u>	
		<u>5,812.45</u>
		4,738,042.45
Decreased by:		
Adjustment to Assessed Value		<u>79,312.45</u>
Balance Dec. 31, 2021		<u><u>\$ 4,658,730.00</u></u>

CITY OF MILLVILLE
CURRENT FUND
Statement of Revenue Accounts Receivable
For the Year Ended December 31, 2021

	<u>Balance</u> <u>Dec. 31, 2020</u>	<u>Accrued</u> <u>in 2021</u>	<u>Collections</u>	<u>Balance</u> <u>Dec. 31, 2021</u>
City Clerk:				
Licenses:				
Alcoholic Beverages		\$ 14,735.00	\$ 14,735.00	
Other		9,030.00	9,030.00	
Fees and Permits		115,871.00	115,871.00	
Construction Code Official		724,337.60	724,337.60	
Uniform Fire Safety Act Fees and Permits		113,336.43	113,336.43	
Emergency Medical Services		1,197,747.61	1,197,747.61	
Tax Search Fees and Municipal Improvement				
Search Fees		100.00	100.00	
Street Opening Permits		28,515.00	28,515.00	
Planning and Zoning Board Fees		42,896.34	42,896.34	
Municipal Court--Fines and Costs	\$ 12,392.73	261,716.52	259,500.93	\$ 14,608.32
Housing Inspector Fees and Permits		353,406.25	353,406.25	
Police Fees and Permits		856.00	856.00	
Manufactured Homes Annual Service Fee		218,727.04	218,727.04	
Cable TV--Franchise Fee		87,106.50	87,106.50	
Gasoline -- Millville Board of Education		10,240.80	10,240.80	
Shared Services Agreement - Tax Assessor		32,000.00	32,000.00	
Payment in Lieu of Taxes--Housing Authority		81,871.36	81,871.36	
Payments in Lieu of Taxes--Abatements		433,685.94	433,685.94	
Hotel Motel Tax		158,616.85	158,616.85	
Rent--Millville Library		176,680.00	176,680.00	
	<u>\$ 12,392.73</u>	<u>\$ 4,061,476.24</u>	<u>\$ 4,059,260.65</u>	<u>\$ 14,608.32</u>

CITY OF MILLVILLE
CURRENT FUND
Statement of 2020 Appropriation Reserves
For the Year Ended December 31, 2021

	Balance Dec. 31, 2020		Balance After Transfers	Disbursed	Accounts Payable	Balanced Lapsed
	<u>Reserved</u>	<u>Encumbered</u>				
OPERATIONS--WITHIN "CAPS"						
General Government Functions						
General Administration						
Salaries and Wages	\$ 2,014.31		\$ 2,014.31			\$ 2,014.31
Other Expenses	5,668.44	\$ 2,417.07	8,085.51	\$ 5,276.47		2,809.04
Human Resources						
Other Expenses	7,317.00	17.35	7,334.35	48.55		7,285.80
Board of Commissioners						
Salaries and Wages	1,363.56		1,363.56			1,363.56
Other Expenses	4,818.93	2.75	4,821.68	178.34		4,643.34
Municipal Clerk's Office						
Salaries and Wages	16,126.56	300.00	16,426.56		\$ 300.00	16,126.56
Other Expenses	35,907.85	4,567.15	40,475.00	4,212.49	4,000.00	32,262.51
Financial Administration						
Salaries and Wages	10,861.22		10,861.22			10,861.22
Other Expenses	14,582.78	3,695.00	18,277.78	8,330.89		9,946.89
Annual Audit	50,000.00		50,000.00	48,600.00	1,400.00	
Information Technology						
Other Expenses	1,372.24	3,464.94	4,837.18	4,569.10		268.08
Collection of Taxes						
Other Expenses	8,220.47	533.43	8,753.90	301.23		8,452.67
Assessment of Taxes						
Salaries and Wages	1,073.38		1,073.38			1,073.38
Other Expenses	68,925.32	12,425.89	81,351.21	29,064.45	10,912.40	41,374.36
Legal Services and Costs						
Other Expenses	7,591.88	49,833.29	57,425.17	5,725.66	7,348.84	44,350.67

(Continued)

CITY OF MILLVILLE
CURRENT FUND
Statement of 2020 Appropriation Reserves
For the Year Ended December 31, 2021

	Balance Dec. 31, 2020		Balance After Transfers	Disbursed	Accounts Payable	Balanced Lapsed
	<u>Reserved</u>	<u>Encumbered</u>				
OPERATIONS--WITHIN "CAPS" (CONT'D)						
General Government Functions (Cont'd)						
Municipal Court						
Salaries and Wages	\$ 42,151.27		\$ 42,151.27			\$ 42,151.27
Other Expenses	26,104.57	\$ 4,152.95	30,257.52	\$ 5,939.69		24,317.83
Public Defender						
Other Expenses	275.00	9,200.00	9,475.00	1,600.00		7,875.00
Engineering Services and Costs						
Salaries and Wages	47,983.36		47,983.36			47,983.36
Other Expenses	55,867.84	22,671.60	78,539.44	29,430.10	\$ 18,238.65	30,870.69
Economic and Industrial Development						
Other Expenses	22,201.78		22,201.78	615.00		21,586.78
Land Use Administration						
Planning Board						
Salaries and Wages	19,962.79		19,962.79			19,962.79
Other Expenses	17,988.73	50.00	18,038.73	2,542.57		15,496.16
Planning/Community Development						
Salaries and Wages	4,925.75		4,925.75			4,925.75
Other Expenses	9,498.62	1,673.42	11,172.04	5,770.05	270.40	5,131.59
Zoning Board Adjustment						
Salaries and Wages	666.13		666.13			666.13
Other Expenses	10,962.33	234.80	11,197.13	2,570.03	184.80	8,442.30
Bureau of Permits and Inspections						
Other Expenses	19,860.74	39,271.36	28,710.86	8,022.98		20,687.88

(Continued)

CITY OF MILLVILLE
CURRENT FUND
Statement of 2020 Appropriation Reserves
For the Year Ended December 31, 2021

	Balance Dec. 31, 2020		Balance After Transfers	Disbursed	Accounts Payable	Balanced Lapsed
	<u>Reserved</u>	<u>Encumbered</u>				
OPERATIONS--WITHIN "CAPS" (CONT'D)						
Land Use Administration (Cont'd)						
Insurance						
Workers Compensation	\$ 6,662.58		\$ 6,662.58			\$ 6,662.58
Health Benefits Waiver	118,788.56		118,788.56			118,788.56
Employee Group Health	75,000.00		75,000.00			75,000.00
Public Safety Functions						
Police						
Salaries and Wages	712,017.54		712,017.54	\$ 199,606.04		512,411.50
Other Expenses	29,731.73	\$ 52,056.48	81,788.21	74,185.21	\$ 470.60	7,132.40
Office of Emergency Management						
Salaries and Wages	805.44		805.44			805.44
Other Expenses	5,356.33	5,746.65	11,102.98	6,880.07		4,222.91
Fire Department						
Salaries and Wages	70,861.31		60,861.31	24,255.61		36,605.70
Other Expenses	1,525.53	15,303.55	26,829.08	14,839.83	1,342.32	10,646.93
Municipal Prosecutor's Office						
Other Expenses	16,400.00	5,400.00	21,800.00	4,200.00		17,600.00
Uniform Fire Safety Act						
Salaries and Wages	6,046.35		6,046.35	143.06		5,903.29
Other Expenses	63.04	1,508.47	1,571.51	1,238.70	90.77	242.04
Streets and Road Repairs and Maintenance						
Salaries and Wages	64,711.66		64,711.66	32,000.00		32,711.66
Other Expenses	40,393.85	46,291.71	86,685.56	74,999.85	983.60	10,702.11
Shade Tree Commission						
Other Expenses	1,297.72	4,450.00	5,747.72	4,534.12		1,213.60
Solid Waste and Recycling Collection						
Salaries and Wages	5,152.77		5,152.77			5,152.77
Other Expenses	85,945.55	86,554.12	172,499.67	85,995.08		86,504.59
Solid Waste Recycling -- Apartments	15,000.00		15,000.00			15,000.00

(Continued)

CITY OF MILLVILLE
CURRENT FUND
Statement of 2020 Appropriation Reserves
For the Year Ended December 31, 2021

	Balance Dec. 31, 2020		Balance After Transfers	Disbursed	Accounts Payable	Balanced Lapsed
	<u>Reserved</u>	<u>Encumbered</u>				
OPERATIONS--WITHIN "CAPS" (CONT'D)						
Public Safety Functions (Cont'd)						
Public Buildings and Grounds						
Salaries and Wages	\$ 31,693.50		\$ 31,693.50			\$ 31,693.50
Other Expenses	22,211.63	\$ 51,373.66	73,585.29	\$ 72,123.33	\$ 868.31	593.65
Fleet Management						
Salaries and Wages	44,669.05		44,669.05			44,669.05
Other Expenses	11,442.54	7,889.56	19,332.10	18,849.43		482.67
Health and Human Services						
Animal Control Services						
Salaries and Wages	5,172.60		5,172.60			5,172.60
Other Expenses	1,032.47		1,032.47			1,032.47
Recreation and Public Events						
Recreation						
Salaries and Wages	43,919.01		43,919.01			43,919.01
Other Expenses	20,823.65	8,670.76	29,494.41	26,970.26	1,747.08	777.07
Federal and Downtown Maintenance						
Salaries and Wages	641.96		641.96			641.96
Other Expenses	3,581.88		3,581.88	3,203.22		378.66
Parks and Playgrounds						
Salaries and Wages	30,144.70		30,144.70			30,144.70
Other Expenses	9,659.38	44,972.40	54,631.78	52,857.67	183.55	1,590.56
Celebration of Public Event, Anniversary, or Holiday						
Other Expenses	12,819.00	1,881.00	14,700.00	1,881.00		12,819.00

(Continued)

CITY OF MILLVILLE
CURRENT FUND
Statement of 2020 Appropriation Reserves
For the Year Ended December 31, 2021

	Balance Dec. 31, 2020		Balance After Transfers	Disbursed	Accounts Payable	Balanced Lapsed
	<u>Reserved</u>	<u>Encumbered</u>				
OPERATIONS--WITHIN "CAPS" (CONT'D)						
Code Enforcement and Administration						
State Uniform Construction Code (NJSA 52:27D et seq.)						
Construction Official						
Salaries and Wages	\$ 1,119.52		\$ 31,540.76	\$ 30,421.24		\$ 1,119.52
Other Expenses	4,769.21	\$ 16,822.76	21,591.97	6,696.46		14,895.51
Reserve for Payment of Unused Accumulated Sick Pay	35,000.06		35,000.06	35,000.06		
Unclassified						
Utilities:						
Electricity	145,705.90		145,705.90	23,631.08		122,074.82
Street Lighting	68,873.70		68,873.70	57,696.04		11,177.66
Telephone	82,493.62	2,026.30	84,519.92	10,814.23		73,705.69
Natural Gas	30,665.42		30,665.42	15,185.17		15,480.25
Gasoline	95,929.36		95,929.36	10,857.59		85,071.77
Landfill/Solid Waste Disposal Costs	61,551.50		61,551.50	56,081.86		5,469.64
Contingent	2,000.00		2,000.00			2,000.00

(Continued)

CITY OF MILLVILLE
CURRENT FUND
Statement of 2020 Appropriation Reserves
For the Year Ended December 31, 2021

	Balance Dec. 31, 2020		Balance After Transfers	Disbursed	Accounts Payable	Balanced Lapsed
	<u>Reserved</u>	<u>Encumbered</u>				
OPERATIONS--WITHIN "CAPS" (CONT'D)						
Statutory Expenditures:						
Contribution to:						
Public Employees Retirement System	\$ 11,123.79		\$ 11,123.79			\$ 11,123.79
Social Security (O.A.S.I.)	10,179.31		10,179.31	\$ 4,774.42		5,404.89
Unemployment Compensation Insurance	34,603.75		34,603.75	34,603.75		
Police and Fireman's Retirement System	0.06		0.06			0.06
	<hr/>					
Total General Appropriations for Municipal Purposes Within--"CAPS"	2,591,879.38	\$ 505,458.42	3,097,337.80	1,147,321.98	\$ 48,341.32	1,901,674.50
<hr/>						
OPERATIONS EXCLUDED FROM "CAPS"						
<u>Interlocal Service Agreement</u>						
Millville Board of Education - Gasoline	10,084.01		10,084.01	408.66		9,675.35
Interest on Tax Appeals	1,000.00		1,000.00			1,000.00
Recycling Tax (P.L. 2007, c.311)	15,519.22		15,519.22	2,521.50		12,997.72
Length of Service Award Program	15,050.00		15,050.00			15,050.00
Matching Funds for Grants	22,209.00		22,209.00			22,209.00
	<hr/>					
Total Operations--Excluded from "CAPS"	63,862.23	-	63,862.23	2,930.16	-	60,932.07
	<hr/>					
Total General Appropriations for Municipal Purposes Excluded from "CAPS"	63,862.23	-	63,862.23	2,930.16	-	60,932.07
	<hr/>					
	\$ 2,655,741.61	\$ 505,458.42	\$ 3,161,200.03	\$ 1,150,252.14	\$ 48,341.32	\$ 1,962,606.57
	<hr/>					

CITY OF MILLVILLE
CURRENT FUND
Statement of Accounts Payable
For the Year Ended December 31, 2021

Balance Dec. 31, 2020	\$	26,510.20
Increased by:		
Transfer from 2020 Appropriation Reserves		48,341.32
		74,851.52
Decreased by:		
Canceled to Fund Balance		55,604.52
Balance Dec. 31, 2021	\$	19,247.00

Exhibit SA-13

CITY OF MILLVILLE
CURRENT FUND
Statement of Due to State of New Jersey - Marriage License Fees
For the Year Ended December 31, 2021

Balance Dec. 31, 2020	\$	177.00
Increased by:		
Receipts		3,931.00
		4,108.00
Decreased by:		
Disbursements		3,860.00
Balance Dec. 31, 2021	\$	248.00

CITY OF MILLVILLE
CURRENT FUND
Statement of Tax Overpayments
For the Year Ended December 31, 2021

Balance Dec. 31, 2020		\$ 4,238.46
Increased by:		
Collections		<u>123,226.18</u>
		127,464.64
Decreased by:		
Refunds	\$ 125,202.87	
Applied to Taxes Receivable	<u>1,634.63</u>	
		<u>126,837.50</u>
Balance Dec. 31, 2021		<u><u>\$ 627.14</u></u>

Exhibit SA-15

CITY OF MILLVILLE
CURRENT FUND
Statement of Prepaid Taxes
For the Year Ended December 31, 2021

Balance Dec. 31, 2020 (2021 Taxes)		\$ 453,435.97
Increased by:		
Collections		<u>590,801.04</u>
		1,044,237.01
Decreased by:		
Application to 2021 Taxes Receivable		<u>453,435.97</u>
Balance Dec. 31, 2021 (2022 Taxes)		<u><u>\$ 590,801.04</u></u>

CITY OF MILLVILLE
CURRENT FUND
Statement of Local District School Tax
For the Year Ended December 31, 2021

<hr/>		
Balance Dec. 31, 2020		
School Tax Deferred	\$ 1,791,000.00	
School Tax Payable	<u>3,581,451.14</u>	\$ 5,372,451.14
Increased by:		
Levy - School Fiscal Year		<u>13,694,492.00</u>
		19,066,943.14
Decreased by:		
Payments		<u>13,479,596.00</u>
Balance Dec. 31, 2021		
School Tax Deferred	1,791,000.00	
School Tax Payable	<u>3,796,347.14</u>	<u>\$ 5,587,347.14</u>
Liability for Local District		
School Tax:		
Tax Paid	\$ 13,479,596.00	
Tax Payable Dec. 31, 2021	<u>3,796,347.14</u>	
	17,275,943.14	
Less: Tax Payable Dec. 31, 2020	<u>3,581,451.14</u>	
Amount Charged to Operations		<u>\$ 13,694,492.00</u>

CITY OF MILLVILLE
CURRENT FUND
Statement of Due County for Added Taxes
For the Year Ended December 31, 2021

Balance Dec. 31, 2020	\$	30,831.13
2021 Levy:		
Added Taxes (2021)		92,567.71
		123,398.84
Decreased by Payment		30,831.13
Balance December 31, 2021	\$	92,567.71

Exhibit SA-18

CITY OF MILLVILLE
CURRENT FUND
Statement of Reserve for Garden State Preservation Trust Fund
For the Year Ended December 31, 2021

Increased by:		
Receipts	\$	45,971.00
Decreased by:		
Realized as Revenue in Budget	\$	45,971.00

Exhibit SA-19

CITY OF MILLVILLE
CURRENT FUND
Schedule of Reserve for Tax Appeals
As of December 31, 2021

Balance Dec. 31, 2021	\$	2,724,335.92
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CITY OF MILLVILLE
CURRENT FUND
Statement of Reserve for Insurance Proceeds
For the Year Ended December 31, 2021

Balance Dec. 31, 2020	\$ 319,566.49
Increased by:	
Insurance Proceeds Received	<u>112,720.83</u>
	432,287.32
Decreased by:	
Disbursements	<u>106,013.97</u>
Balance Dec. 31, 2021	<u><u>\$ 326,273.35</u></u>

Exhibit SA-21

CITY OF MILLVILLE
CURRENT FUND
Schedule of Reserve for Proceeds from Sale of Municipal Assets
As of December 31, 2021

Balance Dec. 31, 2021	<u><u>\$ 127,790.00</u></u>
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CITY OF MILLVILLE
FEDERAL AND STATE GRANT FUND
Statement of Federal and State Grants Receivable
For the Year Ended December 31, 2021

	Balance <u>Dec. 31, 2020</u>	<u>Accrued</u>	<u>Received</u>	<u>Canceled</u>	Balance <u>Dec. 31, 2021</u>
Federal Grants:					
American Recovery Plan		\$ 3,539,446.50	\$ 3,539,446.50		
U.S. Department of Homeland Security					
Passed thru N.J. Department of Law and Public Safety:					
Distracted Driving Crackdown		9,000.00	8,670.00		\$ 330.00
Click it or Ticket	\$ 2,020.00	6,000.00	6,000.00		2,020.00
Drive Sober or Get Pulled Over	9,390.00	7,500.00	14,640.00		2,250.00
U.S. Department of Homeland Security					
EMA Exercise Grant	7,000.00				7,000.00
U.S. Department of Justice					
BJA Coronavirus Supplemental Funding	67,516.00				67,516.00
Justice Assistance Grant	19,778.20	33,161.00	38,367.67		14,571.53
Local Law Enforcement Grant	22,026.00		22,026.00		
Bulletproof Vest Partnership	17,443.88		11,794.50	\$ 0.31	5,649.07
Total Federal Grants	145,174.08	3,595,107.50	3,640,944.67	0.31	99,336.60
State Grants:					
N.J. Department of Transportation					
Highway Planning and Construction:					
Authority Act--Municipal Aid	60,440.43		60,440.43		
Authority Act--Whitaker Ave. & Miller Ave.	25,000.00		25,000.00		
Authority Act--South Fifth Street Road Improvement	42,500.00		42,500.00		
Authority Act - 7th Street Road Reconstruction	9,842.07		9,842.07		
Local Aid for Centers and State Plan Implementation Program	3,825.34				3,825.34
Local Aid Bikeway Program	8.25				8.25
Local Aid Centers of Place Program	50,574.02				50,574.02
Local Freight Impact Fund - Wade & Orange	450,000.00				450,000.00
FY18 - 6th Street Road Reconstruction	30,460.35		12,364.95		18,095.40
FY19 - Columbine Ave Improvements	269,264.00				269,264.00
FY20 - 5th St Rd Construction	415,540.00				415,540.00
FY21 - Columbia/Riverside/5th Street		525,497.00			525,497.00
Safe Streets to Transit Program	353,142.95				353,142.95
Bikeway Program Maurice River Phase V	499,129.67		48,549.84		450,579.83
N.J. Department of Community Affairs					
Hazardous Discharge Site Remediation	692,394.52				692,394.52
Neighborhood Preservation Program	24,594.93	125,000.00	137,094.93		12,500.00
NJ Historic Preservation	2,590.51				2,590.51
N.J. Department of Environmental Protection					
Clean Communities		64,905.81	64,905.81		
Recycling Tonnage Grant		75,878.34	75,878.34		
N.J. Department of Law and Public Safety					
Safe and Secure Communities Program	90,355.73	48,600.00	102,150.00		36,805.73
Body Armor Replacement Fund		5,656.15	5,656.15		
N.J. Department of State					
Municipal Alliance Program	30,299.93	14,305.00	8,784.92		35,820.01
New Jersey Urban Enterprise Zone COVID-19	25,000.00		24,965.00		35.00
Total State Grants	3,074,962.70	859,842.30	618,132.44	-	3,316,672.56
Total All Grants	\$ 3,220,136.78	\$ 4,454,949.80	\$ 4,259,077.11	\$ 0.31	\$ 3,416,009.16

CITY OF MILLVILLE
FEDERAL AND STATE GRANT FUND
Statement of Reserve for Federal and State Grants--Appropriated
For the Year Ended December 31, 2021

Program	Balance Dec. 31, 2020		Transferred from 2021 Budget Appropriation	Refunds and Interest Earned	Disbursed	Encumbered	Canceled	Balance Dec. 31, 2021
	Appropriated	Encumbered						
Federal Grants:								
U.S. Department of Transportation								
Passed thru N.J. Department of Law and Public Safety:								
Click It or Ticket	\$ 2,020.00		\$ 6,000.00		\$ 8,020.00			
Distracted Driving Crackdown Grant			9,000.00		9,000.00			
Drive Sober or Get Pulled Over	5,070.00		7,500.00		12,570.00			
Flammable Liquids Firefighter Training	236.36							\$ 236.36
U.S. Department of Homeland Security								
Passed thru N.J. Department of Law and Public Safety:								
Emergency Management Assistance Grant	5,000.00							5,000.00
Emergency Management Assistance Grant	10,000.00							10,000.00
2011 EMA Exercise Grant	69.88							69.88
2009 EMA Exercise Grant	3,395.74							3,395.74
U.S. Department of Justice								
BJA Coronavirus Supplemental Funding	35,947.80				1,076.24	\$ 4,111.16		30,760.40
Bulletproof Vest Partnership Grant	4,657.50	\$ 91.99			4,749.19		\$ 0.30	
Justice Assistance Grant	20,401.79		33,161.00	\$ 3,692.60	26,521.00			30,734.39
Total Federal Grants	86,799.07	91.99	55,661.00	3,692.60	61,936.43	4,111.16	0.30	80,196.77

(Continued)

CITY OF MILLVILLE
FEDERAL AND STATE GRANT FUND
Statement of Reserve for Federal and State Grants--Appropriated
For the Year Ended December 31, 2021

Program	Balance Dec. 31, 2020		Transferred from 2021 Budget Appropriation	Refunds and Interest Earned	Disbursed	Encumbered	Canceled	Balance Dec. 31, 2021
	Appropriated	Encumbered						
State Grants:								
N.J. Department of Transportation:								
Local Freight Impact Fund - Wade & Orange	\$ 450,000.00							\$ 450,000.00
N.J. Transportation Trust Fund:								
FY 2014 Awards								
3rd Street Improvements	14,723.11							14,723.11
FY 2015 Awards								
3rd Street Improvements	14,287.03							14,287.03
FY 2018 Awards								
6th Street Road Reconstruction	70,342.87							70,342.87
FY 2019 Awards								
Columbine Ave Improvements	76,018.00	\$ 13,502.24			\$ 9,210.24	\$ 4,292.00		76,018.00
FY 2020 Awards								
5th St Rd Construction	415,540.00					415,540.00		
FY 2021 Awards								
Columbia/Riverside/5th Street			\$ 525,497.00			177,948.50		347,548.50
Bikeway Program Maurice River Phase V	361,900.00	57,817.73			42,624.13	248,193.60		128,900.00
Highway Safety "Safe Corridors Program"	26,189.38							26,189.38
Safe Streets to Transit Program	354,762.95							354,762.95
2014 N.J. UEZ	50.00							50.00
Clean Communities Program	77,681.24	649.76	64,905.81		61,611.49	2,409.45		79,215.87
Recycling Tonnage Grant			75,878.34		70,591.61			5,286.73
Safe & Secure Communities	79,007.73		48,600.00		105,176.85			22,430.88
Body Armor Replacement Fund	4,470.11	7,594.01	5,656.15		12,064.12			5,656.15
Drunk Driving Enforcement	44,730.38				28,578.81			16,151.57
Neighborhood Preservation Program	1,469.90	18,125.03	125,000.00		52,511.58	14,583.35		77,500.00
Hazardous Discharge Site Remediation	1,861,610.49							1,861,610.49
Alcohol Education & Rehabilitation	2,431.92							2,431.92
N.J. Department of Commerce								
New Jersey Urban Enterprise Zone COVID-19	25,000.00				24,965.00			35.00
N.J. Department of State:								
Municipal Pub Access Plan and Coastal Hazards	9,947.50							9,947.50
Municipal Alliance Grant	20,783.99		17,881.25		17,707.41	350.00		20,607.83
Total State Grants	3,910,946.60	97,688.77	863,418.55	-	425,041.24	863,316.90	-	3,583,695.78
Other Grants:								
Sustainable Jersey Small Grant	209.94						\$ 0.01	209.93
Cumberland County Wastewater Grant	8,707.17							8,707.17
Total Other Grants	8,917.11	-	-	-	-	-	0.01	8,917.10
Total All Grants	\$ 4,006,662.78	\$ 97,780.76	\$ 919,079.55	\$ 3,692.60	\$ 486,977.67	\$ 867,428.06	\$ 0.31	\$ 3,672,809.65

CITY OF MILLVILLE
FEDERAL AND STATE GRANT FUND
Statement of Reserve for Federal and State Grants--Unappropriated
For the Year Ended December 31, 2021

	<u>Balance</u> <u>Dec. 31, 2020</u>	<u>Federal</u> <u>and State</u> <u>Grants</u> <u>Receivable</u>	<u>Anticipated</u> <u>as</u> <u>Budgeted</u> <u>Revenue</u>	<u>Balance</u> <u>Dec. 31, 2021</u>
Federal Grants:				
American Recovery Plan		\$ 3,539,446.50		\$ 3,539,446.50
U.S. Department of Transportation				
Passed thru N.J. Department of Law and Public Safety				
Distracted Driving Grant		9,000.00	\$ 9,000.00	
Click it or Ticket		6,000.00	6,000.00	
Drive Sober or Get Pulled Over		7,500.00	7,500.00	
U.S. Department of Justice				
Justice Assistance Grant		33,161.00	33,161.00	
Total Federal Grants	-	3,595,107.50	55,661.00	3,539,446.50
State Grants:				
N.J. Department of Transportation:				
FY21 - Columbia/Riverside/5th Street		525,497.00	525,497.00	
Clean Communities Program		64,905.81	64,905.81	
Recycling Tonnage Grant		75,878.34	75,878.34	
Safe & Secure Communities		48,600.00	48,600.00	
Body Armor Replacement Fund		5,656.15	5,656.15	
Sustainable Jersey Small Grant				
Neighborhood Preservation Program		125,000.00	125,000.00	
Municipal Alliance		14,305.00	14,305.00	
Total State Grants	-	859,842.30	859,842.30	-
Total All Grants	-	\$ 4,454,949.80	\$ 915,503.30	\$ 3,539,446.50

SUPPLEMENTAL EXHIBITS

TRUST FUND

CITY OF MILLVILLE
TRUST FUND
Statement of Trust Cash -- Treasurer
For the Year Ended December 31, 2021

	<u>Animal Control</u>	<u>Other</u>	<u>Community Development</u>
Balance December 31, 2020	\$ 8,800.31	\$ 3,842,154.79	\$ 264,186.38
Increased by Receipts:			
Current Fund	\$ 255.30		
Sewer Utility Operating Fund		\$ 1.00	
Net Payroll		15,272,537.82	
Payroll Deductions Payable		10,548,653.04	
Mortgage Notes Receivable--UEZ Assistance Program		94,706.93	
Community Development Block Grants Receivable			\$ 541,074.92
Home Investment Partnership Program Receivable			113,132.00
Mortgage Notes Receivable--U.D.A.G.			4,428.79
Due State of New Jersey--Animal Registration Fees	3,317.60		
Reserve for Animal Control Fund Expenditures	9,649.40		
Reserve for Miscellaneous Trust Reserves:			
Budget Appropriation		53,000.00	
Fees, Refunds and Donations		660,394.88	
Reserve for Miscellaneous Trust Escrows:			
Interest Earned		1.96	
Liens		3,640,417.44	
Reserve for U.D.A.G. Interest			10,795.70
	<u>13,222.30</u>	<u>30,295,938.41</u>	<u>669,431.41</u>
	22,022.61	34,138,093.20	933,617.79

(Continued)

CITY OF MILLVILLE
TRUST FUND
Statement of Trust Cash -- Treasurer
For the Year Ended December 31, 2021

	<u>Animal Control</u>	<u>Other</u>	<u>Community Development</u>
Balance Brought Forward	\$ 22,022.61	\$ 34,138,093.20	\$ 933,617.79
Decreased by Disbursements:			
Current Fund		\$ 2,110.76	
Animal Control Fund	\$ 250.23		
Net Payroll		15,272,537.82	
Payroll Deductions Payable		10,431,934.82	
Due from Bank		448.68	
Due State of New Jersey--Animal Registration Fees	3,317.60		
Expenditures Under R.S.4:19-15.11	2,388.75		
Reserve for Miscellaneous Trust Reserves		458,864.06	
Reserve for Miscellaneous Trust Escrows		3,643,238.10	
Reserve for Revolving Loan Fund--UEZ Assistance Program		70,480.80	
Reserve for Home Investment Partnership Program			\$ 115,759.50
Reserve for Community Development Funds			473,927.69
Reserve for Revolving Loan Fund--UDAG			17,074.84
	<u>5,956.58</u>	<u>29,879,615.04</u>	<u>606,762.03</u>
Balance December 31, 2021	<u>\$ 16,066.03</u>	<u>\$ 4,258,478.16</u>	<u>\$ 326,855.76</u>

CITY OF MILLVILLE
TRUST OTHER FUND
Statement of Due to Current Fund
For the Year Ended December 31, 2021

Balance December 31, 2020	\$ 3,159.72
Decreased by:	
Disbursements	<u>2,110.76</u>
Balance December 31, 2021	<u><u>\$ 1,048.96</u></u>

CITY OF MILLVILLE
ANIMAL CONTROL FUND
Statement of Due to Current Fund
For the Year Ended December 31, 2021

Balance December 31, 2020	\$ 15.29
Increased by:	
Receipts	<u>255.30</u>
	270.59
Decreased by:	
Disbursements	<u>250.23</u>
Balance December 31, 2021	<u><u>\$ 20.36</u></u>

CITY OF MILLVILLE
ANIMAL CONTROL FUND
 Statement of Due to State of NJ - Animal Registration Fees
 For the Year Ended December 31, 2021

Increased by:	
Receipts	\$ 3,317.60
Decreased by:	
Disbursements	<u>\$ 3,317.60</u>

Exhibit SB-5

CITY OF MILLVILLE
ANIMAL CONTROL FUND
 Statement of Reserve for Animal Control Fund Expenditures
 For the Year Ended December 31, 2021

Balance December 31, 2020	\$ 8,795.02
Fees Collected:	
Dog License	<u>9,649.40</u>
	18,444.42
Decreased by:	
Expenditures Under R.S.4:19-15.11:	
Cash	<u>2,388.75</u>
Balance December 31, 2021	<u>\$ 16,055.67</u>

License Fees Collected

<u>Year</u>	<u>Amount</u>
2020	\$ 8,928.80
2019	<u>10,624.20</u>
	<u>\$ 19,553.00</u>

CITY OF MILLVILLE
LENGTH OF SERVICE AWARD PROGRAM
 Statement of Investments - Length of Service Awards Program
 For the Year End December 31, 2021

Balance December 31, 2020		\$ 506,840.35
Increased by:		
City Contributions	\$ 10,350.00	
Unrealized Gain on Investments	103,708.77	
		114,058.77
		620,899.12
Decreased by:		
Benefits Paid to Participants	67,581.31	
Administration Expenses	2,450.83	
		70,032.14
Balance December 31, 2021		\$ 550,866.98

Schedule of Investments, December 31, 2021

<u>Description</u>	<u>Amount</u>
Fixed Annuity Contract	\$ 82,683.58
Mutual Funds	468,183.40
	\$ 550,866.98

CITY OF MILLVILLE
TRUST OTHER FUND
Statement of Payroll Taxes Payable
For the Year End December 31, 2021

Balance December 31, 2020	\$ 218,656.55
Increased by:	
Receipts	<u>10,548,653.04</u>
	10,767,309.59
Decreased by:	
Disbursements	<u>10,431,934.82</u>
Balance December 31, 2021	<u><u>\$ 335,374.77</u></u>

CITY OF MILLVILLE
COMMUNITY DEVELOPMENT FUND
 Statement of Community Development Block Grants Receivable
 For the Year Ended December 31, 2021

Balance December 31, 2020		\$ 752,403.72
Increased by:		
Fiscal Year 2021 Award	\$ 298,470.00	
Fiscal Year 2021 Award - COVID	226,453.00	
		524,923.00
		1,277,326.72
Decreased by:		
Receipts		541,074.92
Balance December 31, 2021		\$ 736,251.80

CITY OF MILLVILLE
COMMUNITY DEVELOPMENT FUND
 Schedule of Mortgages Receivable--Reserve for Rehabilitation Projects
 As of December 31, 2021

Balance December 31, 2021	\$	<u>63,643.89</u>
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Exhibit SB-10

CITY OF MILLVILLE
COMMUNITY DEVELOPMENT FUND
 Statement of Mortgages Receivable--U.D.A.G.
 For the Year Ended December 31, 2021

Balance December 31, 2020	\$	77,953.93
Decreased by:		
Payments Received		<u>4,428.79</u>
Balance December 31, 2021	\$	<u>73,525.14</u>

Exhibit SB-11

CITY OF MILLVILLE
TRUST OTHER FUND
 Statement of Mortgages and Loans Receivable--UEZ Assistance Program
 For the Year Ended December 31, 2021

Balance December 31, 2020	\$	2,565,505.66
Decreased by:		
Payments Received		<u>94,706.93</u>
Balance December 31, 2021	\$	<u>2,470,798.73</u>

CITY OF MILLVILLE
COMMUNITY DEVELOPMENT FUND
Statement of Home Investment Partnership Program Receivable
For the Year Ended December 31, 2021

Balance December 31, 2020	\$ 562,404.45
Decreased by:	
Receipts	<u>113,132.00</u>
Balance December 31, 2021	<u><u>\$ 449,272.45</u></u>

CITY OF MILLVILLE
TRUST OTHER FUNDS
 Statement of Miscellaneous Trust Reserves
 For the Year Ended December 31, 2021

	Balance December 31, 2020	Increased By		Decreased By		Balance December 31, 2021
		Budget Appropriation	Fees, Refunds and Donations	Disbursed		
Reserve for:						
Outside Employment for Police	\$ 32,887.47		\$ 293,267.73	\$ 303,027.50		\$ 23,127.70
Public Defender	10,919.17		4,000.00	2,275.00		12,644.17
Planning Board Escrows	307,038.67		77,786.73	42,783.46		342,041.94
Unemployment Compensation Insurance	42,447.10		68,861.32	12,831.00		98,477.42
Landfill Closure	154,120.04		2,303.47			156,423.51
Municipal Alliance Grant Funds	711.24			158.50		552.74
Self-Insurance Funds	201,289.24			65,692.10		135,597.14
Neighborhood Preservation Program	315.00					315.00
State Law Enforcement Fund	15,891.85					15,891.85
Storm Recovery Fund	89,757.31	\$ 53,000.00		25,948.00		116,809.31
Vanaman Memorial Park Donations	6,052.00					6,052.00
Memorial in Patriot Park Donations	1,415.88					1,415.88
Parking Offenses Adjudication Act	12,494.12		1,262.00			13,756.12
COAH Fees	57,566.51		152,889.17			210,455.68
Millville Garden Rent Revenue	7,755.93					7,755.93
Neighborhood Opportunity Fund	2,860.00					2,860.00
Recreation Donations	9,082.16		2,639.40	1,579.90		10,141.66
Uniform Fire Safety Act Penalties	10,953.96		11,135.00	4,568.60		17,520.36
Employee Accumulated Absences	1,194,799.11		46,250.06			1,241,049.17
	<u>\$ 2,158,356.76</u>	<u>\$ 53,000.00</u>	<u>\$ 660,394.88</u>	<u>\$ 458,864.06</u>		<u>\$ 2,412,887.58</u>

Current Fund:

Streets and Roads - Salaries and Wages

\$ 53,000.00

CITY OF MILLVILLE
TRUST OTHER FUNDS
 Statement of Miscellaneous Trust Escrows
 For the Year Ended December 31, 2021

	Balance	<u>R e c e i v e d</u>		<u>D i s b u r s e d</u>		Balance
	<u>December 31, 2020</u>	<u>Interest</u>	<u>Liens</u>	<u>Liens</u>	<u>December 31, 2021</u>	
Reserve for Sheldon Estate Bequest	\$ 6,648.50	\$ 1.96				\$ 6,650.46
Tax Collector's Reserve for Tax Title Lien Redemptions	438,721.90		\$ 3,640,417.44	\$ 3,643,238.10		435,901.24
	<u>\$ 445,370.40</u>	<u>\$ 1.96</u>	<u>\$ 3,640,417.44</u>	<u>\$ 3,643,238.10</u>		<u>\$ 442,551.70</u>

CITY OF MILLVILLE
COMMUNITY DEVELOPMENT FUND
Statement of Reserve for Community Development Funds
For the Year Ended December 31, 2021

Balance December 31, 2020		\$ 750,165.21
Increased by:		
Fiscal Year 2021 Award	\$ 298,470.00	
Fiscal Year 2021 Award - COVID	226,453.00	
		524,923.00
		1,275,088.21
Decreased by:		
Disbursements		473,927.69
Balance December 31, 2021		\$ 801,160.52

Analysis of Balance December 31, 2021

2021 Community Development Block Grant		\$ 298,470.00
2020 Community Development Block Grant		175,030.45
2020 Community Development Block Grant - COVID		129,839.70
2019 Community Development Block Grant		62,242.47
2018 Community Development Block Grant		63,875.69
2017 Community Development Block Grant		52,746.98
2016 Community Development Block Grant		13,471.10
2015 Community Development Block Grant		5,484.13
		\$ 801,160.52

CITY OF MILLVILLE
TRUST OTHER FUND
Statement of Reserve for Revolving Loan Fund - UEZ Assistance Program
For the Year Ended December 31, 2021

Balance December 31, 2020		\$ 800,105.54
Increased by:		
Mortgage Notes Receivable--Collected	\$ 94,706.93	
Interest and Late Fees	<u>26,225.34</u>	
		<u>120,932.27</u>
		921,037.81
Decreased by:		
Disbursements:		
Other		<u>70,480.80</u>
Balance December 31, 2021		<u><u>\$ 850,557.01</u></u>

Exhibit SB-17

CITY OF MILLVILLE
TRUST OTHER FUND
Schedule of Reserve for UEZ 1st Generation Project
As of December 31, 2021

Balance December 31, 2021		<u><u>\$ 215,530.78</u></u>
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CITY OF MILLVILLE
COMMUNITY DEVELOPMENT FUND
Schedule of Reserve for Revolving Loan Fund-Rehabilitation Program
As of December 31, 2021

Balance December 31, 2021	<u>\$ 115,638.01</u>
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Exhibit SB-19

CITY OF MILLVILLE
COMMUNITY DEVELOPMENT FUND
Statement of Reserve for Home Investment Partnership Program
For the Year Ended December 31, 2021

Balance December 31, 2020	\$ 578,448.53
Decreased by:	
Disbursements	<u>115,759.50</u>
Balance December 31, 2021	<u>\$ 462,689.03</u>

CITY OF MILLVILLE
COMMUNITY DEVELOPMENT FUND
 Statement of Reserve for Revolving Loan Fund - U.D.A.G.
 For the Year Ended December 31, 2021

Balance December 31, 2020	\$ 128,335.65
Increased by:	
Mortgage Notes Receivable--Collected	4,428.79
	132,764.44
Decreased by:	
Disbursements:	
Other	17,074.84
Balance December 31, 2021	\$ 115,689.60

Exhibit SB-21

CITY OF MILLVILLE
COMMUNITY DEVELOPMENT FUND
 Statement of Reserve for U.D.A.G. Interest
 For the Year Ended December 31, 2021

Balance December 31, 2020	\$ 6,357.15
Increased by:	
Receipts:	
Interest and Late Fees	10,795.70
Balance December 31, 2021	\$ 17,152.85

SUPPLEMENTAL EXHIBITS

GENERAL CAPITAL FUND

CITY OF MILLVILLE
GENERAL CAPITAL FUND
Statement of General Capital Cash
Treasurer
For the Year Ended December 31, 2021

Balance Dec. 31, 2020		\$ 2,933,633.38
Increased by Receipts:		
Budget Appropriations:		
Capital Improvement Fund	\$ 50,000.00	
Capital Fund Balance	99,634.72	
Bond Anticipation Notes	<u>783,000.00</u>	
		<u>932,634.72</u>
		3,866,268.10
Decreased by Disbursements:		
Current Fund	50,499.13	
Improvement Authorizations	1,767,805.99	
Reserve for Payment of Debt	<u>107,000.00</u>	
		<u>1,925,305.12</u>
Balance Dec. 31, 2021		<u><u>\$ 1,940,962.98</u></u>

CITY OF MILLVILLE
GENERAL CAPITAL FUND
 Analysis of General Capital Cash
 For the Year Ended December 31, 2021

	Balance (Deficit) Dec. 31, 2020	Receipts			Disbursements			Balance (Deficit) Dec. 31, 2021	
		Budget Appropriation	Bond		Improvement Authorizations	Miscellaneous	Transfers		
			Anticipation Notes	Miscellaneous			From		To
Fund Balance	\$ 540,217.44				\$ 99,634.72			\$ 639,852.16	
Capital Improvement Fund	249,264.86	\$ 50,000.00					\$ 111,000.00	188,264.86	
Due Current Fund						\$ 50,499.13		(50,499.13)	
Reserve for Payment of Debt	743,033.58					107,000.00		636,033.58	
<u>Ordinance No.:</u>									
33-2007	(40,916.70)							(40,916.70)	
41-2007	8,360.80				\$ 312,211.85		\$ 303,301.05	(550.00)	
10-2008	(2,128.54)						140.80	(2,128.54)	
12-2008	(1,527.27)						140.80	(1,527.27)	
15-2008;34-2008	(32,687.90)							(32,687.90)	
12-2009	(203,181.16)							(203,181.16)	
19-2012; 36-2012	(30.88)							(30.88)	
4-2013	243,078.45				25,500.00		1,600.00	217,617.45	
33-2014	597.25				118.80			597.25	
16-2015	20,004.48				9,969.35			10,035.13	
19-2015					20,356.25			12.96	
24-2016	68,559.87				1,506.69			72,006.97	
29-2016	9,423.03							9,423.03	
45-2016	83,031.47				6,900.00			88,031.47	
23-2017	67,794.97				65.09			70,664.68	
25-2017	39,515.62						9,972.52	29,543.10	
46-2018	51,976.09				6,000.00		1,090.30	45,976.09	
37-2019	783,625.45				123,224.52		33,075.75	648,455.64	
52-2019	141,880.91				7,787.86		24,791.00	129,234.70	
19-2020	(464,841.45)		\$ 783,000.00		358,000.96		23,303.04	175,076.70	
2-2021					771,250.00			(771,250.00)	
13-2021					124,914.62		151,440.96	(251,355.58)	
21-2021							1,563,664.47	(1,477,664.47)	
Reserve for Encumbrances	625,733.01						625,733.01	1,809,078.84	
Reserve for Preliminary Expenses	2,850.00							2,850.00	
	<u>\$ 2,933,633.38</u>	<u>\$ 50,000.00</u>	<u>\$ 783,000.00</u>	<u>\$ 99,634.72</u>	<u>\$ 1,767,805.99</u>	<u>\$ 157,499.13</u>	<u>\$ 2,545,811.85</u>	<u>\$ 2,545,811.85</u>	<u>\$ 1,940,962.98</u>

CITY OF MILLVILLE
GENERAL CAPITAL FUND
 Schedule of Grants Receivable
 As of December 31, 2021

Balance Dec. 31, 2021		<u>\$ 135,039.27</u>
<u>Analysis of Balance December 31, 2021</u>		
<u>Grant</u>	<u>Ord.</u>	<u>Reserved</u>
	<u>No.</u>	
Hazardous Discharge Grant	03-2006	<u>\$ 135,039.27</u>

CITY OF MILLVILLE
GENERAL CAPITAL FUND
Statement of Reserve for Payment of Debt
For the Year Ended December 31, 2021

Balance Dec. 31, 2020	\$	743,033.58
Decreased by:		
Disbursed to Current Fund - Realized as Miscellaneous Revenue Anticipated		107,000.00
Balance Dec. 31, 2021	\$	636,033.58

Exhibit SC-5

CITY OF MILLVILLE
GENERAL CAPITAL FUND
Schedule of Reserve for Preliminary Expenses - Senior Center
As of December 31, 2021

Balance Dec. 31, 2021	\$	2,850.00
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CITY OF MILLVILLE
GENERAL CAPITAL FUND
Statement of Deferred Charges to Future Taxation--Funded
For the Year Ended December 31, 2021

Balance Dec. 31, 2020		\$ 14,755,067.70
Decreased by:		
Appropriations to Pay Principal on Debt:		
Municipal Bonds	\$ 2,480,000.00	
Green Trust Loan	<u>60,632.02</u>	
		<u>2,540,632.02</u>
Balance Dec. 31, 2021		<u><u>\$ 12,214,435.68</u></u>

CITY OF MILLVILLE
GENERAL CAPITAL FUND
Statement of Deferred Charges to Future Taxation--Unfunded
For the Year Ended December 31, 2021

<u>Improvement Description</u>	<u>Ordinance</u>		<u>Balance</u> <u>Dec. 31, 2020</u>	<u>Authorizations</u>	<u>Balance</u> <u>Dec. 31, 2021</u>	<u>Analysis of Balance Dec. 31, 2021</u>		
	<u>Date</u>	<u>Number</u>				<u>Financed by</u> <u>Bond Antici-</u> <u>pation Notes</u>	<u>Expenditures</u>	<u>Unexpended</u> <u>Improvement</u> <u>Authorizations</u>
General Improvements:								
Acquisition of Computer Equipment and Technology	09/18/2007	33-2007	\$ 40,916.70		\$ 40,916.70		\$ 40,916.70	
Improvements to Vacant Land and Environmental Remediation	10/16/2007	41-2007	1,350,550.00		1,350,550.00	\$ 1,350,000.00	550.00	
Various Capital Improvements	04/15/2008	10-2008	2,128.54		2,128.54		2,128.54	
Capital Expenditures for Public Purposes - Millville Gardens	05/20/2008	12-2008	1,527.27		1,527.27		1,527.27	
Capital Expenditures for Public Purposes - Road Improvements	06/17/2008	15-2008; 34-2008	32,687.90		32,687.90		32,687.90	
Various Capital Improvements and Acquisitions	03/03/2009	12-2009	203,219.25		203,219.25		203,181.16	\$ 38.09
Various Capital Improvements and Acquisitions	05/15/2012	19-2012; 36-2012	30.88		30.88		30.88	
Various Capital Improvements and Acquisitions	08/21/2018	46-2018	420,000.00		420,000.00	420,000.00		
Various Capital Improvements and Acquisitions	07/11/2019	37-2019	1,510,500.00		1,510,500.00	1,510,000.00		500.00
Various Purchases and Repairs of Ambulances and Recycling and Trash Containers	12/27/2019	52-2019	1,650,055.00		1,650,055.00	1,650,000.00		55.00
Various Capital Improvements and Acquisitions	10/20/2020	19-2020	783,750.00		783,750.00	783,000.00		750.00
Expansion and Improvements to the Millville Public Library	02/02/2021	2-2021		\$ 771,250.00	771,250.00		771,250.00	
Environmental Remediation Work and Demolition of the Electroplating Building of the Former Airwork Facility Group Located at the Millville Municipal Airport	05/04/2021	13-2021		475,000.00	475,000.00		251,355.58	223,644.42
Purchases of a Fire Truck and Police Patrol Sport Utility Vehicles	07/20/2021	21-2021		1,634,000.00	1,634,000.00		1,477,664.47	156,335.53
			<u>\$ 5,995,365.54</u>	<u>\$ 2,880,250.00</u>	<u>\$ 8,875,615.54</u>	<u>\$ 5,713,000.00</u>	<u>\$ 2,781,292.50</u>	<u>\$ 381,323.04</u>

CITY OF MILLVILLE
GENERAL CAPITAL FUND
Statement of Capital Improvement Fund
For the Year Ended December 31, 2021

Balance Dec. 31, 2020	\$	249,264.86
Increased by:		
Budget Appropriation		50,000.00
		299,264.86
Decreased by:		
Appropriation to Finance Improvement Authorizations		111,000.00
Balance Dec. 31, 2021	\$	188,264.86

Exhibit SC-9

CITY OF MILLVILLE
GENERAL CAPITAL FUND
Statement of Reserve for Encumbrances
For the Year Ended December 31, 2021

Balance Dec. 31, 2020	\$	625,733.01
Increased by:		
Encumbrances		1,809,078.84
		2,434,811.85
Decreased by:		
Transferred to Improvement Authorizations		625,733.01
Balance Dec. 31, 2021	\$	1,809,078.84

Exhibit SC-10

CITY OF MILLVILLE
GENERAL CAPITAL FUND
Statement of Green Trust Loan Payable
For the Year Ended December 31, 2021

Balance Dec. 31, 2020	\$	307,067.70
Decreased by:		
Principal Payments Paid by Current Fund Budget		60,632.02
Balance Dec. 31, 2021	\$	246,435.68

CITY OF MILLVILLE
GENERAL CAPITAL FUND
 Statement of Improvement Authorizations
 For the Year Ended December 31, 2021

Improvement Description	Ordinance Date	Number	Amount	Balance Dec. 31, 2020		2021 Authorizations		Reserve for Encumbrances Transferred	Paid or Charged	Balance Dec. 31, 2021	
				Funded	Unfunded	Capital Improvement Fund	Deferred Charges to Future Taxation-- Unfunded			Funded	Unfunded
General Improvements:											
Improvements to Vacant Land and Environmental Remediation	10/16/2007	41-2007	\$ 3,000,000.00		\$ 8,910.80			\$ 303,301.05	\$ 312,211.85		
Various Capital Improvements	04/15/2008	10-2008	825,000.00					140.80	140.80		
Various Capital Improvements and Acquisitions	03/03/2009	12-2009	660,000.00		38.09					\$	38.09
Various Capital Expenditures for Public Purposes	03/19/2013	04-2013	6,200,000.00	\$ 243,078.45				1,639.00	27,100.00	\$	217,617.45
Various Capital Improvements	09/16/2014	33-2014	380,000.00	597.25				118.80	118.80		597.25
Acquisition of Mechanical Broom Sweepers	06/02/2015	16-2015	220,000.00	20,004.48					9,969.35		10,035.13
Various Capital Improvements	08/18/2015	19-2015	300,000.00					20,369.21	20,356.25		12.96
Municipal Buildings Repairs and Improvements	06/07/2016	24-2016	484,005.00	68,559.87				4,953.79	1,506.69		72,006.97
Acquisiton of Public Safety System	07/19/2016	29-2016	1,000,000.00	9,423.03							9,423.03
Municipal Stormwater Drainage	10/22/2016	45-2016	300,000.00	83,031.47				11,900.00	6,900.00		88,031.47
Various Capital Improvements	06/07/2017	23-2017	1,270,000.00	67,794.97				2,934.80	65.09		70,664.68
Capital Improvements - Revenue Allocation District	06/07/2017	25-2017	125,752.98	39,515.62					9,972.52		29,543.10
Various Capital Improvements and Acquisitions	08/21/2018	46-2018	450,000.00		51,976.09			1,090.30	7,090.30		45,976.09
Various Capital Improvements and Acquisitions	07/11/2019	37-2019	1,590,000.00		784,125.45			21,130.46	156,300.27		648,955.64
Various Purchases and Repairs of Ambulances and Recycling and Trash Containers	12/27/2019	52-2019	1,736,900.00		141,935.91			19,932.65	32,578.86		129,289.70
Various Capital Improvements and Acquisitions	10/20/2020	19-2020	825,000.00		318,908.55			238,222.15	381,304.00		175,826.70
Expansion and Improvements to the Millville Public Library	02/02/2021	2-2021	771,250.00				\$ 771,250.00		771,250.00		
Environmental Remediation Work and Demolition of the Electroplating Building of the Former Airwork Facility Group Located at the Millville Municipal Airport	05/04/2021	13-2021	500,000.00			\$ 25,000.00	475,000.00		276,355.58		223,644.42
Purchases of a Fire Truck and Police Patrol Sport Utility Vehicles	07/20/2021	21-2021	1,720,000.00			86,000.00	1,634,000.00		1,563,664.47		156,335.53
				\$ 532,005.14	\$ 1,305,894.89	\$ 111,000.00	\$ 2,880,250.00	\$ 625,733.01	\$ 3,576,884.83	\$ 497,932.04	\$ 1,380,066.17
									Encumbrances Payable Disbursed	\$ 1,809,078.84	1,767,805.99
										\$ 3,576,884.83	

CITY OF MILLVILLE
GENERAL CAPITAL FUND
Statement of General Bond Anticipation Notes
For the Year Ended December 31, 2021

<u>Improvement Description</u>	<u>Ord. Number</u>	<u>Date of Original Issue</u>	<u>Date of Issue</u>	<u>Date of Maturity</u>	<u>Interest Rate</u>	<u>Balance Dec. 31, 2020</u>	<u>Increased</u>		<u>Balance Dec. 31, 2021</u>
							<u>Issued for Cash</u>	<u>Renewal</u>	
Improvements to Vacant Land and Environmental Remediation	41-2007	5/7/2020	5/7/2021	5/6/2022	2.00%	\$ 1,350,000.00	\$ 1,350,000.00	\$ 1,350,000.00	\$ 1,350,000.00
Various Capital Improvements and Acquisitions	46-2018	5/7/2020	5/7/2021	5/6/2022	2.00%	420,000.00	420,000.00	420,000.00	420,000.00
Various Capital Improvements and Acquisitions	37-2019	5/7/2020	5/7/2021	5/6/2022	2.00%	1,510,000.00	1,510,000.00	1,510,000.00	1,510,000.00
Various Purchases and Repairs of Ambulances and Recycling and Trash Containers	52-2019	5/7/2020	5/7/2021	5/6/2022	2.00%	1,650,000.00	1,650,000.00	1,650,000.00	1,650,000.00
Various Capital Improvements and Acquisitions	19-2020	5/7/2021	5/7/2021	5/6/2022	2.00%		\$ 783,000.00		783,000.00
						<u>\$ 4,930,000.00</u>	<u>\$ 783,000.00</u>	<u>\$ 4,930,000.00</u>	<u>\$ 5,713,000.00</u>

CITY OF MILLVILLE
GENERAL CAPITAL FUND
Statement of General Serial Bonds
For the Year Ended December 31, 2021

<u>Purpose</u>	<u>Date of Issue</u>	<u>Original Issue</u>	<u>Outstanding Dec. 31, 2021</u>		<u>Interest Rate</u>	<u>Balance Dec. 31, 2020</u>	<u>Paid</u>	<u>Balance Dec. 31, 2021</u>
			<u>Date</u>	<u>Amount</u>				
General Bonds of 2011	11/01/11	\$ 5,639,000.00	11/01/22	\$ 600,000.00	5.000%			
			11/01/23	689,000.00	3.000%	\$ 1,889,000.00	\$ 600,000.00	\$ 1,289,000.00
Revenue Allocation District Bonds	11/01/11	7,025,000.00	11/01/22	650,000.00	5.000%			
			11/01/23	675,000.00	3.000%	1,975,000.00	650,000.00	1,325,000.00
Refunding Bonds of 2016	04/21/16	1,805,000.00	09/01/22	300,000.00	3.000%			
			09/01/23	300,000.00	3.000%			
			09/01/24	325,000.00	3.000%	1,205,000.00	280,000.00	925,000.00
General Bonds of 2017	07/26/17	10,804,000.00	07/15/22	950,000.00	3.000%			
			07/15/23	950,000.00	4.000%			
			07/15/24	950,000.00	4.000%			
			07/15/25	950,000.00	4.000%			
			07/15/26	950,000.00	2.250%			
			07/15/27	950,000.00	2.500%			
			07/15/28	925,000.00	3.000%			
			07/15/29	900,000.00	3.000%			
			07/15/30	904,000.00	3.000%	9,379,000.00	950,000.00	8,429,000.00
						\$ 14,448,000.00	\$ 2,480,000.00	\$ 11,968,000.00
							\$ 2,480,000.00	
							\$ 2,480,000.00	

Paid by Budget Appropriation

\$ 2,480,000.00

CITY OF MILLVILLE
GENERAL CAPITAL FUND
Statement of General Bonds and Notes Authorized But Not Issued
For the Year Ended December 31, 2021

<u>Improvement Description</u>	<u>Ordinance</u>		<u>Balance</u>	<u>Authorizations</u>	<u>Notes Issued</u>	<u>Balance</u>
	<u>Date</u>	<u>Number</u>	<u>Dec. 31, 2020</u>			<u>Dec. 31, 2021</u>
General Improvements:						
Acquisition of Computer Equipment and Technology	09/18/2007	33-2007	\$ 40,916.70			\$ 40,916.70
Improvements to Vacant Land and Environmental Remediation	10/16/2007	41-2007	550.00			550.00
Various Capital Improvements	04/15/2008	10-2008	2,128.54			2,128.54
Capital Expenditures for Public Purposes - Millville Gardens	05/20/2008	12-2008	1,527.27			1,527.27
Capital Expenditures for Public Purposes - Road Improvements	06/17/2008	15-2008	32,687.90			32,687.90
Various Capital Improvements and Acquisitions	03/03/2009	12-2009	203,219.25			203,219.25
Various Capital Improvements and Acquisitions	05/15/2012	19-2012; 36-2012	30.88			30.88
Various Capital Improvements and Acquisitions	07/11/2019	37-2019	500.00			500.00
Various Purchases and Repairs of Ambulances and Recycling and Trash Containers	12/27/2019	52-2019	55.00			55.00
Various Capital Improvements and Acquisitions	10/20/2020	19-2020	783,750.00		\$ 783,000.00	750.00
Expansion and Improvements to the Millville Public Library	02/02/2021	2-2021		\$ 771,250.00		771,250.00
Environmental Remediation Work and Demolition of the Electroplating Building of the Former Airwork Facility Group Located at the Millville Municipal Airport	05/04/2021	13-2021		475,000.00		475,000.00
Purchases of a Fire Truck and Police Patrol Sport Utility Vehicles	07/20/2021	21-2021		1,634,000.00		1,634,000.00
			<u>\$ 1,065,365.54</u>	<u>\$ 2,880,250.00</u>	<u>\$ 783,000.00</u>	<u>\$ 3,162,615.54</u>

SUPPLEMENTAL EXHIBITS

WATER UTILITY FUND

CITY OF MILLVILLE
WATER UTILITY FUNDS
Statement of Water Utility Cash
Treasurer
For the Year Ended December 31, 2021

	<u>Operating Fund</u>	<u>Assessment Fund</u>	<u>Capital Fund</u>
Balance Dec. 31, 2020	\$ 3,096,390.49	\$ 11,000.00	\$ 3,647,274.90
Increased by Receipts:			
Consumer Accounts Receivable	\$ 3,341,815.10		
Water Utility Liens	4,168.43		
Fire Hydrant Service	12,848.25		
Interest on Delinquent Accounts	2,289.22		
Other Accounts Receivable	58,530.23		
Interest on Deposits	120,824.10		
Meters and Miscellaneous	3,588.69		
Due Current Fund	381.37		
Premium on Serial Bonds / Notes			\$ 70,283.20
Due Sewer Operating Fund	100.00		
Bond Anticipation Notes			2,030,000.00
	3,544,545.39		2,100,283.20
	6,640,935.88	11,000.00	5,747,558.10
Decreased by Disbursements:			
2021 Appropriations	2,978,306.05		
2020 Appropriation Reserves	115,828.05		
Accounts Payable	472.50		
Improvement Authorizations			403,696.50
Interest on Bonds, Notes, and Loans	156,629.09		
Utility Surplus of Prior Year to Current Fund	201,586.00		
	3,452,821.69		403,696.50
Balance Dec. 31, 2021	\$ 3,188,114.19	\$ 11,000.00	\$ 5,343,861.60

CITY OF MILLVILLE
WATER UTILITY ASSESSMENT FUND
Schedule of Water Utility Assessment Trust Cash
As of December 31, 2021

	Balance <u>Dec. 31, 2021</u>
Fund Balance	<u>\$ 11,000.00</u>

CITY OF MILLVILLE
WATER UTILITY CAPITAL FUND
 Analysis of Water Utility Capital Cash
 For the Year Ended December 31, 2021

	Balance (Deficit) <u>Dec. 31, 2020</u>	Receipts		Disbursements			Balance (Deficit) <u>Dec. 31, 2021</u>
		Bond Anticipation <u>Notes</u>	Miscellaneous	Improvement Authorizations	Bond Anticipation <u>Notes</u>	<u>Transfers</u> From To	
Fund Balance	\$ 733,965.09		\$ 70,283.20				\$ 804,248.29
Capital Improvement Fund	169,402.58						169,402.58
Reserve for Payment of Debt	594,825.02						594,825.02
Improvement Authorizations:							
Ordinance							
<u>Number</u>							
6-2016	Repairs of Water Meters	239,296.67					239,296.67
7-2016	Cedarville Rd. Water Main Replacement	132,391.09					132,391.09
24-2017	Capital Improvements for Water Utility	280,542.28					280,542.28
36-2019	Improvements to the Municipal Water Utility	1,411,755.00	\$ 2,000,000.00	\$ 40,606.50	\$ 2,000,000.00	\$ 64,543.30	\$ 85,097.17
20-2020	Improvements to the Municipal Water Utility		2,030,000.00	363,090.00		57,910.00	1,609,000.00
Reserve for Encumbrances	85,097.17					85,097.17	122,453.30
	<u>\$ 3,647,274.90</u>	<u>\$ 4,030,000.00</u>	<u>\$ 70,283.20</u>	<u>\$ 403,696.50</u>	<u>\$ 2,000,000.00</u>	<u>\$ 207,550.47</u>	<u>\$ 207,550.47</u>
							<u>\$ 5,343,861.60</u>

CITY OF MILLVILLE
WATER UTILITY OPERATING FUND
Statement of Consumer Accounts Receivable
For the Year Ended December 31, 2021

Balance Dec. 31, 2020		\$ 272,749.57
Increased by:		
Water Rents Charged in 2021		3,765,306.25
		4,038,055.82
Decreased by:		
Collections	\$ 3,341,815.10	
Overpayments Applied	8,011.21	
Transfer to Lien	2,039.51	
Canceled by Resolution	379,006.84	
		3,730,872.66
Balance Dec. 31, 2021		\$ 307,183.16

Exhibit SD-5

CITY OF MILLVILLE
WATER UTILITY OPERATING FUND
Schedule of Reserve for Insurance Proceeds
As of December 31, 2021

Balance Dec. 31, 2021		\$ 15,217.20
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CITY OF MILLVILLE
WATER UTILITY OPERATING FUND
Statement of Fire Hydrant Rentals
For the Year Ended December 31, 2021

Balance Dec. 31, 2020	\$	651.00
Increased by:		
Fire Hydrant Rentals Billed in 2021		12,400.00
		13,051.00
Decreased by:		
Collections		12,848.25
Balance Dec. 31, 2021	\$	202.75

Exhibit SD-7

CITY OF MILLVILLE
WATER UTILITY OPERATING FUND
Statement of Other Accounts Receivable
For the Year Ended December 31, 2021

	<u>Balance</u> <u>Dec. 31, 2020</u>	<u>Accrued</u>	<u>Received</u>	<u>Balance</u> <u>Dec. 31, 2021</u>
Water Turn On and Off Fees	\$ 4,189.38	\$ 3,987.48	\$ 2,170.23	\$ 6,006.63
Water Service Contracts (Tap Fees)		5,675.00	5,675.00	
Connecting Fees		50,520.00	50,520.00	
Protested Checks	165.00		165.00	
	\$ 4,354.38	\$ 60,182.48	\$ 58,530.23	\$ 6,006.63
	\$ 4,354.38	\$ 60,182.48	\$ 58,530.23	\$ 6,006.63

CITY OF MILLVILLE
WATER UTILITY OPERATING FUND
Statement of Water Utility Liens
For the Year Ended December 31, 2021

Balance Dec. 31, 2020	\$ 9,000.84
Increased by:	
Transfers from Consumer Accounts Receivable	<u>2,039.51</u>
	11,040.35
Decreased by:	
Collections	<u>4,168.43</u>
Balance Dec. 31, 2021	<u><u>\$ 6,871.92</u></u>

CITY OF MILLVILLE
WATER UTILITY CAPITAL FUND
 Schedule of Fixed Capital
 As of December 31, 2021

<u>Account</u>	<u>Balance</u> <u>Dec. 31, 2021</u>
Balance Dec. 31, 1983 - Details Not Available	\$ 196,365.01
Purification System - Land	577.36
Pumping System - Land	3,962.78
Other Distribution System - Land	45.58
Reservation Structures	471.01
Springs and Wells	392,690.94
Intake and Supply Basins	11,773.67
Coagulating Basins	11,820.73
Filters	18,567.24
Ozone Sterilizing and Aeration Plant	6,420.00
Chemical Treatment Plant	14,226.54
Clear Water Basins	2,810.84
Pumping Structures	142,830.69
Miscellaneous Pumping Equipment	11,743.40
Electrical Power Pumping Equipment	76,057.75
Transmission Mains	1,175,158.19
Storage Reservoir - Tank and Standpipe	38,554.77
Distribution Mains	1,596,133.19
Service Pipe	168,234.98
Meters	550,438.62
Fire Hydrants	921,057.03
Trucks and Vehicles	700,227.83
Scouter	1,441.16
General Equipment	147,204.31
Storage Reservoir - Land	4,000.00
Engineering Costs - Water Survey	5,432.59
Office Facilities and Furnishings	54,975.79
Tractor and Equipment	43,200.55
Ware Avenue	74,676.00
Supply Distribution and Storage Facilities	1,086,856.58
Water Storage Tank With Transmission	1,119,085.40
Roofing	48,003.00
Data Collection System	880,750.00
Well Repair and Construction	2,780,130.34
Demolition	8,040.00
Equalization Facility	281,175.00
Water Main Extension	870,869.39
Improvements to Water Utility	4,887,638.55
Infrastructure Improvements to Airport Industrial Park	1,865,747.79
Improvements to South Millville Industrial Park	74,073.37
Treatment Plant for Airport Water Wells	1,189,884.32
Improvements/Upgrades to Existing Equipment and Infrastructure	751,374.29
	<u><u>\$ 22,214,726.58</u></u>

CITY OF MILLVILLE
WATER UTILITY CAPITAL FUND
 Schedule of Fixed Capital Authorized and Uncompleted
 As of December 31, 2021

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Date</u>	<u>Ordinance Amount</u>	<u>Balance Dec. 31, 2021</u>
General Improvements:				
6-2016	Repair Various Water Mains	2/19/2016	\$ 965,845.22	\$ 965,845.22
7-2016	Water Main Replacement	2/19/2016	132,391.09	132,391.09
24-2017	Capital Improvements for Water Utility	6/10/2017	1,100,000.00	1,100,000.00
36-2019	Improvements to the Municipal Water Utility	6/18/2019	2,125,000.00	2,125,000.00
20-2020	Improvements to the Municipal Water Utility	10/20/2020	2,030,000.00	<u>2,030,000.00</u>
				<u><u>\$ 6,353,236.31</u></u>

CITY OF MILLVILLE
WATER UTILITY OPERATING FUND
Statement of Appropriation Reserves
For the Year Ended December 31, 2021

	Balance December 31, 2020		Balance After Transfer	Disbursed	Accounts Payable	Balanced Lapsed
	<u>Reserved</u>	<u>Encumbered</u>				
Operating:						
Salaries and Wages	\$ 95,794.65		\$ 95,794.65			\$ 95,794.65
Other Expenses	382,608.58	\$ 74,849.70	457,458.28	\$ 115,684.11	\$ 6,354.18	335,419.99
Capital Improvements:						
Capital Outlay	175,000.00		175,000.00			175,000.00
Statutory Expenditures:						
Contributions to:						
Social Security System (O.A.S.I.)	27,795.75		27,795.75			27,795.75
Disability Insurance	8,527.59		8,527.59	143.94		8,383.65
	<u>\$ 689,726.57</u>	<u>\$ 74,849.70</u>	<u>\$ 764,576.27</u>	<u>\$ 115,828.05</u>	<u>\$ 6,354.18</u>	<u>\$ 642,394.04</u>

CITY OF MILLVILLE
WATER UTILITY OPERATING FUND
Statement of Accrued Interest on Bonds, Notes and Loans and Analysis of Balance
For the Year Ended December 31, 2021

Balance Dec. 31, 2020		\$ 73,320.64
Increased by:		
Budget Appropriation for:		
Interest on Bonds	\$ 98,971.67	
Interest on Loans	20,649.09	
Interest on Notes	<u>64,468.90</u>	
		<u>184,089.66</u>
		257,410.30
Decreased by:		
Interest Paid		<u>156,629.09</u>
Balance Dec. 31, 2021		<u><u>\$ 100,781.21</u></u>

Analysis of Accrued Interest Dec. 31, 2021

	Principal Outstanding Dec. 31, 2021	Interest Rate	From	To	Period	Amount
Serial Bonds						
Water Bonds of 2011	\$ 136,000.00	Various	11/1/2021	12/31/2021	2 Months	\$ 680.00
Water Refunding Bonds of 2016	1,040,000.00	Various	9/1/2021	12/31/2021	4 Months	10,400.00
Water Bonds of 2017	<u>1,825,000.00</u>	Various	7/15/2021	12/31/2021	5.5 Months	<u>26,365.63</u>
	<u>3,001,000.00</u>					37,445.63
NJ Waste Water Infrastructure Loan (1)						
Series 2013A	580,000.00	Various	8/1/2021	12/31/2021	5 Months	8,229.17
Series 1999A	<u>115,000.00</u>	Various	9/1/2021	12/31/2021	4 Months	<u>1,820.84</u>
	<u>695,000.00</u>					<u>10,050.01</u>
Bond Anticipation Notes						
Series 2020	2,000,000.00	2.00%	5/7/2021	12/31/2021	238 Days	26,444.45
Series 2021	<u>2,030,000.00</u>	2.00%	5/7/2021	12/31/2021	238 Days	<u>26,841.12</u>
	<u>4,030,000.00</u>					<u>53,285.57</u>
Grand Total	<u><u>\$ 7,146,000.00</u></u>					<u><u>\$ 100,781.21</u></u>

(1) Trust portion of Loans only. Fund Portions are principal only loans.

CITY OF MILLVILLE
WATER UTILITY OPERATING FUND
Statement of Accounts Payable
For the Year Ended December 31, 2021

Balance Dec. 31, 2020		\$ 5,056.06
Increased by:		
Transfer from FY 2020 Appropriation Reserves		6,354.18
		11,410.24
Decreased by:		
Disbursements:		
Operating	\$ 472.50	
Canceled to Fund Balance	9,101.13	
		9,573.63
Balance Dec. 31, 2021		\$ 1,836.61

CITY OF MILLVILLE
WATER UTILITY OPERATING FUND
Statement of Overpayment of Rents
For the Year Ended December 31, 2021

Balance Dec. 31, 2020		\$ 14,803.73
Decreased by:		
Applied to Rents		8,011.21
Balance Dec. 31, 2021		\$ 6,792.52

CITY OF MILLVILLE
WATER UTILITY OPERATING FUND
Statement of Due from/to Current Fund
For the Year Ended December 31, 2021

Balance Dec. 31, 2020 (Due From)	\$ 38.64
Decreased by:	
Receipts	<u>381.37</u>
Balance Dec. 31, 2021 (Due To)	<u><u>\$ 342.73</u></u>

CITY OF MILLVILLE
WATER UTILITY CAPITAL FUND
Statement of Reserve for Encumbrances
For the Year Ended December 31, 2021

Balance Dec. 31, 2020	\$ 85,097.17
Increased by:	
Encumbrances	<u>122,453.30</u>
	207,550.47
Decreased by:	
Transfer to Improvement Authorizations	<u>85,097.17</u>
Balance Dec. 31, 2021	<u><u>\$ 122,453.30</u></u>

CITY OF MILLVILLE
WATER UTILITY CAPITAL FUND
Statement of Improvement Authorizations
For the Year Ended December 31, 2021

Ord. No.	Improvement Description	Ordinance Date	Amount	Balance Dec. 31, 2020		Transfer from Reserve for Encumbrances	Paid or Charged	Balance Dec. 31, 2021	
				Funded	Unfunded			Funded	Unfunded
General Improvements:									
6-2016	Repairs of Water Meters	2/19/2016	\$ 965,845.22	\$ 239,296.67	\$ 845.22			\$ 239,296.67	\$ 845.22
7-2016	Cedarville Rd. Water Main Replacement	2/19/2016	132,391.09	132,391.09				132,391.09	
24-2017	Capital Improvements for Water Utility	6/10/2017	1,100,000.00	280,542.28				280,542.28	
36-2019	Improvements to the Municipal Water Utility	6/18/2019	2,125,000.00		1,536,755.00	\$ 85,097.17	\$ 105,149.80		1,516,702.37
20-2020	Improvements to the Municipal Water Utility	10/20/2020	2,030,000.00		2,030,000.00		421,000.00		1,609,000.00
				<u>\$ 652,230.04</u>	<u>\$ 3,567,600.22</u>	<u>\$ 85,097.17</u>	<u>\$ 526,149.80</u>	<u>\$ 652,230.04</u>	<u>\$ 3,126,547.59</u>
							Disbursed	\$ 403,696.50	
							Reserve for Encumbrances	<u>122,453.30</u>	
								<u>\$ 526,149.80</u>	

CITY OF MILLVILLE
WATER UTILITY CAPITAL FUND
Statement of Reserve for Amortization
For the Year Ended December 31, 2021

Balance Dec. 31, 2020	\$ 16,426,796.67
Increased by:	
Paid by Operating Budget:	
Bond Principal	260,000.00
Balance Dec. 31, 2021	\$ 16,686,796.67

Exhibit SD-19

CITY OF MILLVILLE
WATER UTILITY CAPITAL FUND
Statement of Reserve for Deferred Amortization
For the Year Ended December 31, 2021

Balance Dec. 31, 2020	\$ 2,177,457.12
Increased by:	
Infrastructure Loan Paid by Operating Budget	279,252.19
Balance Dec. 31, 2021	\$ 2,456,709.31

CITY OF MILLVILLE
WATER UTILITY CAPITAL FUND
Statement of New Jersey Environmental Infrastructure Loan Payable
For the Year Ended December 31, 2021

Balance Dec. 31, 2020	\$ 2,546,863.88
Decreased by:	
Paid by Operating Budget	279,252.19
Balance Dec. 31, 2021	\$ 2,267,611.69

Schedule of New Jersey Environmental Infrastructure Loan Payable Dec. 31, 2021

<u>Due Date</u>	Series 2013A		Series 2003A		<u>Total</u>
	<u>Trust</u>	<u>Fund</u>	<u>Trust</u>	<u>Fund</u>	
February 2022		\$ 47,033.89			\$ 47,033.89
March 2022				\$ 1,655.58	1,655.58
August 2022	\$ 45,000.00	94,067.79			139,067.79
September, 2022			\$ 55,000.00	19,852.34	74,852.34
February 2023		47,033.89			47,033.89
August 2023	45,000.00	94,067.79			139,067.79
September, 2023			60,000.00		60,000.00
February 2024		47,033.89			47,033.89
August 2024	50,000.00	94,067.79			144,067.79
February 2025		47,033.89			47,033.89
August 2025	50,000.00	94,067.79			144,067.79
February 2026		47,033.89			47,033.89
August 2026	50,000.00	94,067.79			144,067.79
February 2027		47,033.89			47,033.89
August 2027	55,000.00	94,067.79			149,067.79
February 2028		47,033.89			47,033.89
August 2028	55,000.00	94,067.79			149,067.79
February 2029		47,033.89			47,033.89
August 2029	55,000.00	94,067.79			149,067.79
February 2030		47,033.89			47,033.89
August 2030	60,000.00	94,067.79			154,067.79
February 2031		47,033.89			47,033.89
August 2031	60,000.00	94,067.79			154,067.79
February 2032		47,033.89			47,033.89
August 2032	55,000.00	93,053.08			148,053.08
	\$ 580,000.00	\$ 1,551,103.77	\$ 115,000.00	\$ 21,507.92	\$ 2,267,611.69

CITY OF MILLVILLE
 WATER UTILITY CAPITAL FUND
 Statement of Water Bond Anticipation Notes
 For the Year Ended December 31, 2021

<u>Purpose</u>	<u>Ord. Number</u>	<u>Date of Original Issue</u>	<u>Date of Issue</u>	<u>Date of Maturity</u>	<u>Interest Rate</u>	<u>Balance Dec. 31, 2020</u>	<u>Issued</u>	<u>Paid</u>	<u>Balance Dec. 31, 2021</u>
Improvements to the Municipal Water Utility	36-2019	5/7/2020	5/7/2020	5/6/2021	1.650%	\$ 2,000,000.00		\$ 2,000,000.00	
Improvements to the Municipal Water Utility	36-2019	5/7/2020	5/7/2021	5/6/2022	2.000%		\$ 2,000,000.00		\$ 2,000,000.00
Improvements to the Municipal Water Utility	20-2020	5/7/2021	5/7/2021	5/6/2022	2.000%		2,030,000.00		2,030,000.00
						<u>2,000,000.00</u>	<u>\$ 4,030,000.00</u>	<u>\$ 2,000,000.00</u>	<u>\$ 4,030,000.00</u>
							\$ 2,000,000.00	\$ 2,000,000.00	
							<u>2,030,000.00</u>		
							<u>\$ 4,030,000.00</u>	<u>\$ 2,000,000.00</u>	

Renewal
 Issued for Cash

CITY OF MILLVILLE
WATER UTILITY CAPITAL FUND
Statement of Bonds and Notes Authorized but not Issued
For the Year Ended December 31, 2021

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Balance Dec. 31, 2020</u>	<u>Bond Anticipation Notes Issued</u>	<u>Balance Dec. 31, 2021</u>
6-2016	Repair Various Water Meters	\$ 845.22		\$ 845.22
36-2019	Improvements to the Municipal Water Utility	125,000.00		125,000.00
20-2020	Improvements to the Municipal Water Utility	2,030,000.00	\$ 2,030,000.00	
		<u>\$ 2,155,845.22</u>	<u>\$ 2,030,000.00</u>	<u>\$ 125,845.22</u>

SUPPLEMENTAL EXHIBITS

SEWER UTILITY FUND

CITY OF MILLVILLE
SEWER UTILITY FUNDS
Statement of Sewer Utility Cash
Treasurer
For the Year Ended December 31, 2021

	<u>Operating Fund</u>	<u>Assessment Fund</u>	<u>Capital Fund</u>
Balance Dec. 31, 2020	\$ 5,934,514.60	\$ 62,488.35	\$ 2,017,149.19
Increased by Receipts:			
Consumer Accounts Receivable	\$ 5,974,607.40		
Sewer Utility Liens	12,761.38		
Protested Checks	129.16		
Interest on Delinquent Accounts	24,844.18		
Connection Fees	98,870.00		
Interest Earned on Deposits	120,393.52		
Sewer Utility Capital Fund	75,000.00		
Premium on Bonds or Notes			\$ 13,428.80
Bond Anticipation Notes			770,000.00
	<u>6,306,605.64</u>		<u>783,428.80</u>
	12,241,120.24	62,488.35	2,800,577.99
Decreased by Disbursements:			
2021 Appropriations	5,068,345.66		
2020 Appropriation Reserves	306,982.07		
Accounts Payable	4,209.86		
Improvement Authorizations			145,725.40
Contracts Payable - Preliminary Expenses			256,600.69
Bond Anticipation Notes			700,000.00
Interest on Bonds, Notes and Loans	186,540.69		
Current Fund	692.83		
Trust Other Fund	1.00		
Water Utility Operating Fund	100.00		
Utility Surplus of Prior Year to Current Fund	385,290.00		
	<u>5,952,162.11</u>	<u>-</u>	<u>1,102,326.09</u>
Balance Dec. 31, 2021	<u>\$ 6,288,958.13</u>	<u>\$ 62,488.35</u>	<u>\$ 1,698,251.90</u>

CITY OF MILLVILLE
SEWER UTILITY ASSESSMENT FUND
Schedule of Sewer Utility Assessment Trust Cash
As of December 31, 2021

	Balance <u>Dec. 31, 2021</u>
Fund Balance	\$ <u><u>62,488.35</u></u>

CITY OF MILLVILLE
SEWER UTILITY CAPITAL FUND
 Analysis of Capital Cash
 For the Year Ended December 31, 2021

	Balance (Deficit) Dec. 31, 2020	Receipts		Disbursements			Transfers		Balance (Deficit) Dec. 31, 2021
		Bond Anticipation Notes	Miscellaneous	Improvement Authorizations	Bond Anticipation Notes	Miscellaneous	From	To	
Fund Balance	\$ 328,419.62		\$ 13,428.80						\$ 341,848.42
Capital Improvement Fund	949,766.40					\$ 256,600.69	\$ 75,000.00		768,165.71
Reserve for Payment of Debt	561,957.65								561,957.65
Cash Pledged to the Payment of Debt	41,456.00								41,456.00
Reserve for Improvement to the Solid Dewatering Upgrade Project	(255,830.31)					770.38	256,600.69		
Improvement Authorizations:									
Ordinance									
Number									
22-2002	Environmental Investigation and Cleanup of Taxiway Pump Station	19,009.56		\$ 37,871.61				40,000.00	21,137.95
6-2008	Upgrades to Wastewater Collection System	(228,575.02)							(228,575.02)
7-2008;19-2009	Upgrades to Wastewater Treatment Plant - Phase I	565.13							565.13
39-2012	Upgrades to Municipal Sewer Utility	(62,587.40)				455.27			(63,042.67)
36-2019	Improvements to Sewer Utility	382,526.00		42,853.79		98,945.00	37,230.00		277,957.21
20-2020	Improvements to Sewer Utility	(65,000.00)	\$ 70,000.00	65,000.00				65,000.00	5,000.00
Note Renewals			700,000.00		\$ 700,000.00				
Sewer Utility Operating Fund						75,000.00			(75,000.00)
NJ Environmental Infrastructure Loan Receivable	(52,618.75)								(52,618.75)
Contracts Payable	398,060.31					\$ 256,600.69	142,230.00	100,170.65	99,400.27
	<u>\$ 2,017,149.19</u>	<u>\$ 770,000.00</u>	<u>\$ 13,428.80</u>	<u>\$ 145,725.40</u>	<u>\$ 700,000.00</u>	<u>\$ 256,600.69</u>	<u>\$ 574,001.34</u>	<u>\$ 574,001.34</u>	<u>\$ 1,698,251.90</u>

CITY OF MILLVILLE
SEWER UTILITY OPERATING FUND
Statement of Consumer Accounts Receivable
For the Year Ended December 31, 2021

Balance Dec. 31, 2020		\$ 574,775.15
Increased by:		
Sewer Rents Charged		<u>6,704,498.30</u>
		7,279,273.45
Decreased by:		
Collections	\$ 5,974,607.40	
Overpayments Applied	<u>3,917.44</u>	
	\$ 5,978,524.84	
Transfer to Lien	6,612.53	
Canceled	<u>697,707.49</u>	
		<u>6,682,844.86</u>
Balance Dec. 31, 2021		<u><u>\$ 596,428.59</u></u>

Exhibit SE-5

CITY OF MILLVILLE
SEWER UTILITY OPERATING FUND
Statement of Sewer Utility Liens
For the Year Ended December 31, 2021

Balance Dec. 31, 2020		\$ 10,541.37
Increased by:		
Transfers from Consumer Account Receivable		<u>6,612.53</u>
		17,153.90
Decreased by:		
Collections		<u>12,761.38</u>
Balance Dec. 31, 2021		<u><u>\$ 4,392.52</u></u>

CITY OF MILLVILLE
SEWER UTILITY CAPITAL FUND
 Schedule of Due from State of New Jersey -- NJ Environmental Infrastructure Trust
 As of December 31, 2021

Balance Dec. 31, 2021	\$ 52,618.75
<hr/>	
<u>Analysis of Balance Dec. 31, 2021</u>	
NJ Environmental Infrastructure Trust	\$ 50,611.75
NJ Environmental Infrastructure Trust - ARRA Financing	2,007.00
	<hr/>
	\$ 52,618.75
	<hr/>

CITY OF MILLVILLE
SEWER UTILITY OPERATING FUND
 Statement of Other Accounts Receivable
 For the Year Ended December 31, 2021

	<u>Balance</u> <u>Dec. 31, 2020</u>	<u>Accrued</u>	<u>Received</u>	<u>Balance</u> <u>Dec. 31, 2021</u>
Sewer Connection Fees		\$ 98,870.00	\$ 98,870.00	
Protested Checks	\$ 285.00		129.16	\$ 155.84
	<hr/>		<hr/>	
	\$ 285.00	\$ 98,870.00	\$ 98,999.16	\$ 155.84
	<hr/>		<hr/>	

CITY OF MILLVILLE
SEWER UTILITY CAPITAL FUND
Statement of Fixed Capital
For the Year Ended December 31, 2021

<u>Account</u>	<u>Balance</u> <u>Dec. 31, 2020</u>	<u>Additions</u>	<u>Balance</u> <u>Dec. 31, 2021</u>
Balance Dec. 31, 1967--Financed by Capital Fund--Details not Available	\$ 375,000.00		\$ 375,000.00
Pumping Station	805,664.17		805,664.17
Sanitary Sewer Lines	922,364.89		922,364.89
Vehicles	488,260.06		488,260.06
Office Facilities and Furnishings	40,182.19		40,182.19
General Equipment	501,944.66		501,944.66
Improvement of Sewer System	1,983,323.83		1,983,323.83
Feasibility Study--Sanitary Sewer Facilities (Contractual)	6,000.00		6,000.00
Additions and Alterations to Treatment Plant	3,094,598.41		3,094,598.41
Laboratory	257,961.18		257,961.18
Roof System--Sewer Utility Building	138,782.44		138,782.44
Improvements to Plant & Buildings	557,378.03	\$ 30,000.00	587,378.03
Acquisition, Installation of Improvements to Wastewater Treatment Plant	12,417,351.02		12,417,351.02
Purchase of Machinery	558,394.85		558,394.85
Old Ireland Avenue Pumping Station Ord. 63-95	1,326,703.18		1,326,703.18
Improvements to South Millville Industrial Park Ord. 10-97	65,870.54		65,870.54
Rieck Ave., Route 49 Sewer Extension Ord. 11-96	720,968.66		720,968.66
Sewer Main Extension and Pump Lift Station for Commercial Development Rt 55/47 Interchange	571,876.94		571,876.94
Infrastructure Improvements to Airport Industrial Park	1,628,145.85		1,628,145.85
Replace or Rehabilitate Sewer Mains Ord. 24-96	2,212,031.35		2,212,031.35
	<u>\$ 28,672,802.25</u>	<u>\$ 30,000.00</u>	<u>\$ 28,702,802.25</u>
2021 Budget Appropriation - Capital Outlay		<u>\$ 30,000.00</u>	

CITY OF MILLVILLE
SEWER UTILITY CAPITAL FUND
 Schedule of Fixed Capital Authorized and Uncompleted
 As of December 31, 2021

<u>Improvement Description</u>	<u>Ordinance</u>		<u>Amount</u>	<u>Balance Dec. 31, 2021</u>
	<u>Number</u>	<u>Date</u>		
General Improvements:				
Environmental Investigation and Cleanup of Taxiway Pump Station	22-2002	7/2/2002	\$ 2,000,000.00	\$ 1,999,208.44
Upgrades to Wastewater Collection System	6-2008	2/19/2008	3,150,000.00	3,078,575.02
Upgrades to Wastewater Treatment Plant - Phase I	7-2008; 19-2009	2/19/2008 6/16/2009	8,843,000.00	4,686,456.34
Upgrades to Municipal Sewer Utility	39-2012	12/18/2012	9,822,500.00	9,822,500.00
Sewer Jet & Catch Basin Cleaner	25-2016	6/7/2016	266,377.00	266,376.84
Improvements to Sewer Utility	36-2019	6/18/2019	700,000.00	700,000.00
Improvements to Sewer Utility	20-2020	10/20/2020	70,000.00	<u>70,000.00</u>
				<u>\$ 20,623,116.64</u>

CITY OF MILLVILLE
SEWER UTILITY OPERATING FUND
Statement of Appropriation Reserves
For the Year Ended December 31, 2021

	Balance Dec. 31, 2020		Balance After Transfer	Disbursed	Accounts Payable	Balance Lapsed
	<u>Reserved</u>	<u>Encumbered</u>				
Operating:						
Salaries and Wages	\$ 154,450.74		\$ 154,450.74	\$ 11,250.00		\$ 143,200.74
Other Expenses	604,716.10	\$ 206,688.56	811,404.66	295,732.07	\$ 6,948.96	508,723.63
Capital Improvements:						
Capital Outlay	20,260.06		20,260.06			20,260.06
Statutory Expenditures:						
Contribution to:						
Social Security System (O.A.S.I.)	22,729.73		22,729.73			22,729.73
Unemployment Compensation Insurance	10,000.00		10,000.00			10,000.00
Disability Insurance	51.28		51.28			51.28
	<u>\$ 812,207.91</u>	<u>\$ 206,688.56</u>	<u>\$ 1,018,896.47</u>	<u>\$ 306,982.07</u>	<u>\$ 6,948.96</u>	<u>\$ 704,965.44</u>

CITY OF MILLVILLE
SEWER UTILITY OPERATING FUND
Statement of Accrued Interest on Bonds, Notes and Loans and Analysis of Balance
For the Year Ended December 31, 2021

Balance Dec. 31, 2020		\$ 75,190.01
Increased by:		
Charged to Budget Appropriation:		
Interest on Bonds	\$ 68,316.66	
Interest on Notes	14,095.28	
Interest on Loans	<u>98,765.69</u>	
		<u>181,177.63</u>
		256,367.64
Decreased by:		
Interest Paid		
Operating Fund		<u>186,540.69</u>
Balance Dec. 31, 2021		<u><u>\$ 69,826.95</u></u>

Analysis of Accrued Interest Dec. 31, 2021

	Principal Outstanding Dec. 31, 2021	Interest Rate	From	To	Period	Amount
Serial Bonds (Capital):						
Sewer Bonds of 2011	\$ 600,000.00	Various	11/1/2021	12/31/2021	2 Months	\$ 3,000.00
Sewer Refunding Bonds of 2016	700,000.00	Various	9/1/2021	12/31/2021	4 Months	7,000.00
Sewer Bonds of 2017	<u>450,000.00</u>	Various	7/15/2021	12/31/2021	5.5 Months	<u>6,588.54</u>
	<u>1,750,000.00</u>					<u>16,588.54</u>
NJ Environmental Infrastructure Loans (1)						
Series 2003 A	225,000.00	Various	9/1/2021	12/31/2021	4 Months	3,562.50
Series 2010 A	540,000.00	Various	9/1/2021	12/31/2021	4 Months	7,083.34
Series 2018 A	<u>2,085,000.00</u>	Various	8/1/2021	12/31/2021	5 Months	<u>32,411.46</u>
	<u>2,850,000.00</u>					<u>43,057.30</u>
Bond Anticipation Notes (Capital)						
Series 2020	<u>770,000.00</u>	2.00%	5/7/2021	12/31/2021	238 Days	<u>10,181.11</u>
	<u>770,000.00</u>					<u>10,181.11</u>
Grand Total	<u><u>\$ 5,370,000.00</u></u>					<u><u>\$ 69,826.95</u></u>

(1) Principal on Trust Loans Only. Fund Loans have a 0% Interest Rate

CITY OF MILLVILLE
SEWER UTILITY OPERATING FUND
Statement of Sewer Rental Overpayments
For the Year Ended December 31, 2021

Balance Dec. 31, 2020		\$ 21,323.44
Decreased by:		
Applied to Consumer Accounts Receivable		3,917.44
Balance Dec. 31, 2021		\$ 17,406.00

CITY OF MILLVILLE
SEWER UTILITY OPERATING FUND
Statement of Accounts Payable
For the Year Ended December 31, 2021

Balance Dec. 31, 2020		\$ 16,268.57
Increased by:		
Transfer from 2020 Appropriation Reserves		6,948.96
		23,217.53
Decreased by:		
Disbursed	\$ 4,209.86	
Canceled to Fund Balance	10,406.41	
		14,616.27
Balance Dec. 31, 2021		\$ 8,601.26

CITY OF MILLVILLE
SEWER UTILITY CAPITAL FUND
Statement of Contracts Payable
For the Year Ended December 31, 2021

Balance Dec. 31, 2020	\$ 142,230.00
Increased by:	
Contracts and Change Orders	99,400.27
	241,630.27
Decreased by:	
Transfer to Improvement Authorizations	142,230.00
Balance Dec. 31, 2021	\$ 99,400.27

Exhibit SE-15

CITY OF MILLVILLE
SEWER UTILITY OPERATING FUND
Statement of Due to Current Fund
For the Year Ended December 31, 2021

Balance Dec. 31, 2020	\$ 1,025.10
Decreased by:	
Disbursed	692.83
Balance Dec. 31, 2021	\$ 332.27

CITY OF MILLVILLE
SEWER UTILITY CAPITAL FUND
Statement of Contracts Payable - Preliminary Expenses
For the Year Ended December 31, 2021

Balance Dec. 31, 2020	\$ 255,830.31
Increased by:	
Contracts and Change Orders	<u>770.38</u>
	256,600.69
Decreased by:	
Disbursed	<u>\$ 256,600.69</u>

CITY OF MILLVILLE
SEWER UTILITY CAPITAL FUND
Statement of Deferred Reserve for Amortization
For the Year Ended December 31, 2021

<u>Improvement Description</u>	<u>Ordinance Number</u>	<u>Date of Ordinance</u>	<u>Balance Dec. 31, 2020</u>	<u>NJ Water Trust Loans Paid</u>	<u>Balance Dec. 31, 2021</u>
Improvements to W/W Treatment Plant & Coll System	21-2002	12/21/2004	\$ 3,618,323.84	\$ 178,117.24	\$ 3,796,441.08

CITY OF MILLVILLE
SEWER UTILITY CAPITAL FUND
Statement of Reserve for Amortization
For the Year Ended December 31, 2021

Balance Dec. 31, 2020		\$ 32,243,211.58
Increased by:		
Serial Bonds Paid by Operating Budget	\$ 445,000.00	
N.J. Environmental Infrastructure Loans Paid by Operating Budget	559,716.17	
Capital Outlay 2021 Appropriation	<u>30,000.00</u>	
		<u>1,034,716.17</u>
Balance Dec. 31, 2021		<u><u>\$ 33,277,927.75</u></u>

Exhibit SE-19

CITY OF MILLVILLE
SEWER UTILITY CAPITAL FUND
Statement of Capital Improvement Fund
For the Year Ended December 31, 2021

Balance Dec. 31, 2020		\$ 693,936.09
Increased by:		
Budget Appropriation		<u>75,000.00</u>
		768,936.09
Decreased by:		
Charges for Preliminary Costs of Improvement:		
Improvement to the Solid Dewatering Upgrade Project		
Encumbered		<u>770.38</u>
Balance Dec. 31, 2021		<u><u>\$ 768,165.71</u></u>

CITY OF MILLVILLE
 SEWER UTILITY CAPITAL FUND
 Statement of Improvement Authorizations
 For the Year Ended December 31, 2021

Improvement Description	Number	Ordinance Date	Amount	Balance Dec. 31, 2020		Contracts Payable Transferred	Paid or Charged	Balance Dec. 31, 2021	
				Funded	Unfunded			Funded	Unfunded
General Improvements:									
Environmental Investigation and Cleanup of Taxiway Pump Station	22-2002	7/2/2002	\$ 2,000,000.00	\$ 19,009.56		\$ 40,000.00	\$ 37,871.61	\$ 21,137.95	
Upgrades to Wastewater Treatment Plant - Phase I	7-2008; 19-2009	2/19/2008; 6/16/2009	8,843,000.00	565.13				565.13	
Upgrades to Municipal Sewer Utility	39-2012	12/18/2012	9,822,500.00		\$ 286,152.60		455.27		\$ 285,697.33
Improvements to Sewer Utility	36-2019	6/18/2019	700,000.00		382,526.00	37,230.00	141,798.79		277,957.21
Improvements to Sewer Utility	20-2020	10/20/2020	70,000.00		5,000.00	65,000.00	65,000.00		5,000.00
				\$ 19,574.69	\$ 673,678.60	\$ 142,230.00	\$ 245,125.67	\$ 21,703.08	\$ 568,654.54
							\$ 145,725.40		
							99,400.27		
							<u>\$ 245,125.67</u>		

CITY OF MILLVILLE
SEWER UTILITY CAPITAL FUND
 Statement of Bond Anticipation Notes
 For the Year Ended December 31, 2021

<u>Improvement Description</u>	<u>Ordinance Number</u>	<u>Date of Original Issue</u>	<u>Date of Issue</u>	<u>Date of Maturity</u>	<u>Interest Rate</u>	<u>Balance Dec. 31, 2020</u>	<u>Increased</u>	<u>Decreased</u>	<u>Balance Dec. 31, 2021</u>
Improvements to Sewer Utility	36-2019	5/7/2020	5/7/2020	5/6/2021	1.650%	\$ 700,000.00		\$ 700,000.00	
Improvements to Sewer Utility	36-2019	5/7/2020	5/7/2021	5/6/2022	2.000%		\$ 700,000.00		\$ 700,000.00
Improvements to Sewer Utility	20-2020	5/7/2021	5/7/2021	5/6/2022	2.000%		70,000.00		70,000.00
						<u>700,000.00</u>	<u>\$ 770,000.00</u>	<u>700,000.00</u>	<u>\$ 770,000.00</u>
							\$ 70,000.00		
							<u>700,000.00</u>	<u>\$ 700,000.00</u>	
							<u>\$ 770,000.00</u>	<u>\$ 700,000.00</u>	

Issued for Cash
Renewal

CITY OF MILLVILLE
SEWER UTILITY CAPITAL FUND
Statement of New Jersey Environmental Infrastructure Loans Payable
For the Year Ended December 31, 2021

Balance Dec. 31, 2020	\$ 9,933,524.45
Decreased by:	
Principal Paid by Operating Fund	737,833.41
Balance Dec. 31, 2021	\$ 9,195,691.04

Schedule of New Jersey Environmental Infrastructure Loans Payable Dec. 31, 2021

Due Date	Series 2003A		Series 2010A		Series 2018A		Total
	Trust	Fund	Trust	Fund	Trust	Fund	
February, 2022				\$ 18,175.00			\$ 18,175.00
March, 2022		\$ 3,244.84				\$ 120,063.72	123,308.56
August, 2022			\$ 60,000.00	36,350.00			96,350.00
September, 2022	\$ 110,000.00	70,039.38			\$ 95,000.00	240,127.45	515,166.83
February, 2023				18,175.00			18,175.00
March, 2023		1,658.47				120,063.72	121,722.19
August, 2023			60,000.00	36,350.00			96,350.00
September, 2023	115,000.00	71,489.31			100,000.00	240,127.45	526,616.76
February, 2024				18,175.00			18,175.00
March, 2024						120,063.72	120,063.72
August, 2024			65,000.00	36,350.00			101,350.00
September, 2024					105,000.00	240,127.45	345,127.45
February, 2025				18,175.00			18,175.00
March, 2025						120,063.72	120,063.72
August, 2025			65,000.00	36,350.00			101,350.00
September, 2025					110,000.00	240,127.45	350,127.45
February, 2026				18,175.00			18,175.00
March, 2026						120,063.72	120,063.72
August, 2026			70,000.00	36,350.00			106,350.00
September, 2026					115,000.00	240,127.45	355,127.45
February, 2027				18,175.00			18,175.00
March, 2027						120,063.72	120,063.72
August, 2027			70,000.00	36,350.00			106,350.00
September, 2027					120,000.00	240,127.45	360,127.45
February, 2028				18,175.00			18,175.00
March, 2028						120,063.72	120,063.72
August, 2028			75,000.00	36,350.00			111,350.00
September, 2028					125,000.00	240,127.45	365,127.45
February, 2029				18,175.00			18,175.00
March, 2029						120,063.72	120,063.72
August, 2029			75,000.00	36,350.00			111,350.00
September, 2029					130,000.00	240,127.45	370,127.45
March, 2030						120,063.72	120,063.72
September, 2030					135,000.00	240,127.45	375,127.45
March, 2031						120,063.72	120,063.72
September, 2031					135,000.00	240,127.45	375,127.45
March, 2032						120,063.72	120,063.72
September, 2032					140,000.00	240,127.45	380,127.45
March, 2033						120,063.72	120,063.72
September, 2033					145,000.00	240,127.45	385,127.45
March, 2034						120,063.72	120,063.72
September, 2034					150,000.00	240,127.45	390,127.45
March, 2035						120,063.72	120,063.72
September, 2035					155,000.00	240,127.45	395,127.45
March, 2036						120,063.72	120,063.72
September, 2036					160,000.00	240,127.45	400,127.45
March, 2037						120,063.72	120,063.72
September, 2037					165,000.00	240,127.77	405,127.77
	\$ 225,000.00	\$ 146,432.00	\$ 540,000.00	\$ 436,200.00	\$ 2,085,000.00	\$ 5,763,059.04	\$ 9,195,691.04

CITY OF MILLVILLE
SEWER UTILITY CAPITAL FUND
Statement of Sewer Serial Bonds
For the Year Ended December 31, 2021

<u>Purpose</u>	<u>Date of Issue</u>	<u>Amount of Original Issue</u>	<u>Maturities of Bonds Outstanding Dec. 31, 2021</u>		<u>Interest Rate</u>	<u>Balance Dec. 31, 2020</u>	<u>Paid</u>	<u>Balance Dec. 31, 2021</u>
			<u>Date</u>	<u>Amount</u>				
Sewer Bonds of 2011	11/1/11	\$ 2,850,000.00	11/1/2022	\$ 300,000.00	3.000%	\$ 900,000.00	\$ 300,000.00	\$ 600,000.00
			11/1/2023	300,000.00	3.000%			
Sewer Refunding Bonds of 2016	09/5/12	1,000,000.00	9/1/2022	100,000.00	3.000%	795,000.00	95,000.00	700,000.00
			9/1/2023	105,000.00	3.000%			
			9/1/2024	100,000.00	3.000%			
			9/1/2025	100,000.00	3.000%			
			9/1/2026	100,000.00	3.000%			
			9/1/2027	100,000.00	3.000%			
			9/1/2028	95,000.00	3.000%			
Sewer Bonds of 2017	07/26/17	600,000.00	7/15/2022	50,000.00	3.000%	500,000.00	50,000.00	450,000.00
			7/15/2023	50,000.00	4.000%			
			7/15/2024	50,000.00	4.000%			
			7/15/2025	50,000.00	4.000%			
			7/15/2026	50,000.00	2.250%			
			7/15/2027	50,000.00	2.500%			
			7/15/2028	50,000.00	3.000%			
			7/15/2029	50,000.00	3.000%			
			7/15/1930	50,000.00	3.000%			
						<u>\$ 2,195,000.00</u>	<u>\$ 445,000.00</u>	<u>\$ 1,750,000.00</u>
							<u>\$ 445,000.00</u>	

Paid by Budget Appropriation

\$ 445,000.00

CITY OF MILLVILLE
SEWER UTILITY CAPITAL FUND
Statement of Bonds and Notes Authorized But Not Issued
For the Year Ended December 31, 2021

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Balance Dec. 31, 2020</u>	<u>Bond Anticipation Notes Issued</u>	<u>Balance Dec. 31, 2021</u>
6-2008	Upgrades to Wastewater Collection System	\$ 228,575.02		\$ 228,575.02
39-2012	Upgrades to Municipal Sewer Utility	348,740.00		348,740.00
20-2020	Improvements to Sewer Utility	70,000.00	\$ 70,000.00	
		<u>\$ 647,315.02</u>	<u>\$ 70,000.00</u>	<u>\$ 577,315.02</u>

PART II
SCHEDULE OF FINDINGS AND RECOMMENDATIONS
FOR THE YEAR ENDED DECEMBER 31, 2021

CITY OF MILLVILLE
Schedule of Findings and Recommendations
For the Year Ended December 31, 2021

Schedule of Financial Statement Findings

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

None.

CITY OF MILLVILLE
Summary Schedule of Prior Year Audit Findings
and Recommendations as Prepared by Management

This section identifies the status of prior year findings related to the financial statements and State Financial Assistance that are required to be reported in accordance with *Government Auditing Standards* and State of New Jersey Circular 15-08-OMB.

FINANCIAL STATEMENT FINDINGS

None.

CITY OF MILLVILLE
 Officials in Office and Surety Bonds

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

<u>Name</u>	<u>Title</u>	<u>Amount of Surety Bond</u>
Michael Santiago	Mayor	(A)
W. James Parent	Commissioner	(A)
Ashleigh Udalovas	Commissioner	(A)
Joseph Pepitone	Commissioner	(A)
Bruce Cooper	Commissioner	(A)
Regina Burke	City Administrator	(A)
Jeanne M. Parkinson	City Clerk	(A)
Marcella D. Shepard	Chief Financial Officer	(A)
Tracey Gregoire	Tax and Utilities Collector	(A)
Jason Witcher	Municipal Court Judge	(A)
Jody Farabella	Police Chief	(A)
Brock D. Russell, Esq.	City Attorney	(A)
Robin Young	Construction Official	(A)
Brian M. Prohowich (through June 2021)	City Engineer	(A)
Brian Rosenberger	Assessor	(A)
Kimberly Hamlyn	Municipal Court Administrator	(A)

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

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APPRECIATION

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

Respectfully submitted,

BOWMAN & COMPANY LLP
Certified Public Accountants
& Consultants

A handwritten signature in black ink that reads "Michael D. Cesaro". The signature is written in a cursive style with a long horizontal flourish at the end.

Michael D. Cesaro
Certified Public Accountant
Registered Municipal Accountant

