

TOWN OF SECAUCUS



**HUDSON COUNTY,
NEW JERSEY**

REPORT OF AUDIT

**FOR THE YEAR ENDED
DECEMBER 31, 2018**

TOWN OF SECAUCUS

Table of Contents

<u>Exhibit No.</u>		<u>Page No.</u>
	<u>PART I</u>	
	Independent Auditor's Report	2
	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	6
	<u>CURRENT FUND</u>	
A	Comparative Statements of Assets, Liabilities, Reserves and Fund Balance - Regulatory Basis	8
A-1	Comparative Statements of Operations and Changes in Fund Balance - Regulatory Basis	10
A-2	Statement of Revenues - Regulatory Basis	12
A-3	Statement of Expenditures - Regulatory Basis	17
	<u>TRUST FUNDS</u>	
B	Comparative Statements of Assets, Liabilities, Reserves and Fund Balance - Regulatory Basis	24
B-1	Assessment - Statement of Trust Assessment Surplus - Regulatory Basis	26
B-2	Assessment - Statement of Revenues - Regulatory Basis	27
B-3	Assessment - Statement of Expenditures - Regulatory Basis	28
B-4	Municipal Open Space - Comparative Statements of Operations and Changes in Reserve for Future Use – Regulatory Basis	29
B-5	Municipal Open Space - Statement of Dedicated Revenues - Regulatory Basis	30
B-6	Municipal Open Space - Statement of Dedicated Expenditures - Regulatory Basis	31
	<u>GENERAL CAPITAL FUND</u>	
C	Comparative Statements of Assets, Liabilities, Reserves, and Fund Balance - Regulatory Basis	32
C-1	Statement of General Capital Surplus - Regulatory Basis	33
	<u>SWIMMING POOL UTILITY FUND</u>	
D	Comparative Statements of Assets, Liabilities, Reserves and Fund Balance - Regulatory Basis	34
D-1	Comparative Statements of Operations and Changes in Fund Balance - Regulatory Basis	36
D-2	Statement of Revenues - Regulatory Basis	37
D-3	Statement of Expenditures - Regulatory Basis	38
	<u>BOND AND INTEREST ACCOUNT</u>	
F	Comparative Statements of Assets, Liabilities, Reserves and Fund Balance - Regulatory Basis	39
	<u>GENERAL FIXED ASSET ACCOUNT GROUP</u>	
G	Statement of General Fixed Asset Group of Accounts - Regulatory Basis	40
	Notes to Financial Statements	41

TOWN OF SECAUCUS
Table of Contents (Cont'd)

<u>Exhibit No.</u>	<u>PART I (CONT'D)</u>	<u>Page No.</u>
	<u>SUPPLEMENTAL EXHIBITS</u>	
	<u>CURRENT FUND</u>	
SA-1	Statement of Current Cash - Treasurer	78
SA-2	Statement of Current Cash - Collector	79
SA-3	Schedule of Change Funds	80
SA-4	Statement of Petty Cash Funds	80
SA-5	Statement of Due from State of New Jersey - Senior Citizens' and Veterans' Deductions	81
SA-6	Statement of Taxes Receivable and Analysis of Property Tax Levy	82
SA-7	Statement of Tax Title Liens Receivable	83
SA-8	Statement of Maintenance Liens Receivable	84
SA-9	Statement of Revenue Accounts Receivable	85
SA-10	Federal and State Grant Fund - Statement of Federal, State, and Other Grants Receivable	86
SA-11	Federal and State Grant Fund - Statement of Due to Current Fund	89
SA-12	Statement of Deferred Charges	90
SA-13	Statement of 2017 Appropriation Reserves	91
SA-14	Statement of Prepaid Taxes	94
SA-15	Statement of Tax Overpayments	94
SA-16	Statement of Local District School Taxes Payable	95
SA-17	Statement of County Taxes Payable	95
SA-18	Statement of Due County for Added and Omitted Taxes	96
SA-19	Statement of Accounts Payable	97
SA-20	Statement of Reserve for Tax Appeals	97
SA-21	Federal and State Grant Fund - Statement of Reserve for Federal, State and Other Grants - Unappropriated	98
SA-22	Federal and State Grant Fund - Statement of Reserve for Federal, State, and Other Grants - Appropriated	99
	<u>TRUST FUNDS</u>	
SB-1	Statement of Trust Cash - Treasurer	103
SB-2	Trust Funds - Assessment - Analysis of Assessment Cash - Collector	104
SB-3	Trust Funds - Assessment - Statement of Assessments Receivable	105
SB-4	Trust Funds - Assessment - Schedule of Assessment Liens	106
SB-5	Trust Funds - Other - Statement of Community Development Block Grant Receivable	107
SB-6	Trust Funds - Assessment - Statement of Due Current Fund	108
SB-7	Trust Funds - Assessment - Statement of Assessment Bond Anticipation Notes	109
SB-8	Trust Funds - Assessment - Statement of Reserve for Assessments and Liens	110

TOWN OF SECAUCUS
Table of Contents (Cont'd)

<u>Exhibit No.</u>		<u>Page No.</u>
	<u>PART I (CONT'D)</u>	
	<u>SUPPLEMENTAL EXHIBITS (CONT'D)</u>	
	<u>TRUST FUNDS (CONT'D)</u>	
SB-9	Trust Funds - Animal Control - Statement of Due to Current Fund	111
SB-10	Trust Funds - Animal Control - Statement of Reserve for Animal Shelter Donations	112
SB-11	Trust Funds - Animal Control - Statement of Reserve for Animal Control Fund Expenditures	113
SB-12	Trust Funds - Municipal Open Space - Statement of Due to/(from) Current Fund	114
SB-13	Trust Funds - Other - Statement of Due from/(to) Current Fund	115
SB-14	Trust Funds - Other - Statement of Due to Federal and State Grant Fund	118
SB-15	Trust Funds - Other - Statement of Reserve for Unemployment Compensation Insurance	119
SB-16	Trust Funds - Other - Statement of Reserve for Payroll Deductions Payable	120
SB-17	Trust Funds - Other - Statement of Reserve for Community Development Block Grant	121
SB-18	Trust Funds - Other - Statement of Miscellaneous Trust Other Reserves	122
	<u>GENERAL CAPITAL FUND</u>	
SC-1	Statement of General Capital Cash	124
SC-2	Analysis of General Capital Cash	125
SC-3	Statement of Deferred Charges to Future Taxation - Funded	127
SC-4	Statement of Deferred Charges to Future Taxation - Unfunded	128
SC-5	Statement of Due to Current Fund	130
SC-6	Statement of Due from Federal and State Grant Fund	131
SC-7	Statement of Due from Trust Assessment Fund	132
SC-8	Statement of Bond Anticipation Notes	133
SC-9	Statement of General Serial Bonds	135
SC-10	Statement of New Jersey Environmental Infrastructure Loans Payable	136
SC-11	Statement of New Jersey Green Acres Loans Payable	137
SC-12	Statement of Improvement Authorizations	139
SC-13	Statement of Contracts Payable	141
SC-14	Statement of Capital Improvement Fund	142
SC-15	Statement of Reserve for Payment of Bonds	143
SC-16	Statement of Bonds and Notes Authorized but not Issued	144
	<u>SWIMMING POOL UTILITY FUND</u>	
SD-1	Statement of Swimming Pool Utility Fund Cash - Treasurer	147
SD-2	Swimming Pool Utility Capital Fund - Analysis of Swimming Pool Utility Capital Cash	148
SD-3	Swimming Pool Utility Capital Fund - Schedule of Fixed Capital	149
SD-4	Swimming Pool Utility Capital Fund - Statement of Fixed Capital Authorized and Uncompleted	150
SD-5	Swimming Pool Utility Operating Fund - Statement of Due to Current Fund	151
SD-6	Swimming Pool Utility Operating Fund - Statement of Due to General Capital Fund	152

TOWN OF SECAUCUS
Table of Contents (Cont'd)

<u>Exhibit No.</u>		<u>Page No.</u>
<u>PART I (CONT'D)</u>		
<u>SUPPLEMENTAL EXHIBITS (CONT'D)</u>		
<u>SWIMMING POOL UTILITY FUND (CONT'D)</u>		
SD-7	Swimming Pool Utility Capital Fund - Statement of Due to/(from) Trust - Other Funds	153
SD-8	Swimming Pool Utility Capital Fund - Statement of Due from Current Fund	154
SD-9	Swimming Pool Utility Capital Fund - Statement of Due to General Capital Fund	155
SD-10	Swimming Pool Utility Capital Fund - Statement of Due from Swimming Pool Utility Operating Fund	156
SD-11	Swimming Pool Utility Operating Fund - Statement of Accounts Payable	157
SD-12	Swimming Pool Utility Operating Fund - Statement of 2017 Appropriation Reserves	158
SD-13	Swimming Pool Utility Operating Fund - Statement of Deferred Charges	159
SD-14	Swimming Pool Utility Operating Fund - Statement of Accrued Interest on Notes and Analysis of Balance	160
SD-15	Swimming Pool Utility Capital Fund - Statement of Improvement Authorizations	161
SD-16	Swimming Pool Utility Capital Fund - Statement of Contracts Payable	162
SD-17	Swimming Pool Utility Capital Fund - Statement of Capital Improvement Fund	163
SD-18	Swimming Pool Utility Capital Fund - Statement of Bond Anticipation Notes	164
SD-19	Swimming Pool Utility Capital Fund - Statement of Reserve for Deferred Amortization	165
SD-20	Swimming Pool Utility Capital Fund - Statement of Reserve for Amortization	166
SD-21	Swimming Pool Utility Capital Fund - Statement of Bonds and Notes Authorized but not Issued	167
<u>BOND AND INTEREST ACCOUNT</u>		
SF-1	Statement of Cash - Treasurer	169
SF-2	Statement of Due to Current Fund	170
SF-3	Schedule of Interest Payable	171
SF-4	Schedule of Bonds Payable	173
<u>PART II</u>		
<u>SINGLE AUDIT</u>		
	Independent Auditor's Report on Compliance for Each Major Program and Report on Internal Control over Compliance Required by State of New Jersey Circular 15-08-OMB	175
Sch B	Schedule of Expenditures of State Financial Assistance	177
	Notes to Schedules of Expenditures of State Financial Assistance	179

TOWN OF SECAUCUS
Table of Contents (Cont'd)

Exhibit No.**PART III****Page No.****SCHEDULE OF FINDINGS AND QUESTIONED COSTS**

Section 1 - Summary of Auditor's Results	181
Section 2 - Schedule of Financial Statement Findings	183
Section 3 - Schedule of Federal Award Findings and Questioned Costs	188
Section 4 - Schedule of State Financial Assistance Findings and Questioned Costs	189
Summary Schedule of Prior Year Audit Findings and Recommendations as Prepared by Management	190

<u>OFFICIALS IN OFFICE AND SURETY BONDS</u>	192
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<u>APPRECIATION</u>	193
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TOWN OF SECAUCUS

PART I

REPORT OF AUDIT OF FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2018

INDEPENDENT AUDITOR'S REPORT

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

Report on the Financial Statements

We have audited the accompanying statements of assets, liabilities, reserves and fund balance - regulatory basis of the various funds of the Town of Secaucus, in the County of Hudson, State of New Jersey, as of December 31, 2018 and 2017, 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, 2018, and the related notes to the financial statements, which collectively comprise the Town's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and in compliance with audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

Opinions

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

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

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

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

In our opinion, because of the significance of the matter discussed in the “*Basis for Adverse Opinion on Accounting Principles Generally Accepted in the United States of America*” paragraph, the financial statements referred to above do not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position of the Town of Secaucus, in the County of Hudson, State of New Jersey, as of December 31, 2018 and 2017, or the results of its operations and changes in fund balance for the years then ended.

Basis for Qualified Opinion on the Swimming Pool Utility Operating Fund - Regulatory Basis

The Town could not provide original supporting documentation for the recorded balance of guest fees revenue for the swimming pool utility operating fund for the years ended December 31, 2018 and 2017. As a result of not being able to obtain sufficient appropriate audit evidence for the recorded amounts of the Town’s guest fees, we were unable to determine whether any adjustments were necessary to the revenue balances recorded on the swimming pool utility operating fund comparative statements of operations and changes in fund balance - regulatory basis for the years ended December 31, 2018 and 2017 and on the statement of revenues - regulatory basis for the year ended December 31, 2018.

Qualified Opinion on the Swimming Pool Utility Operating Fund - Regulatory Basis

In our opinion, except for the possible effects of the matters described in the “*Basis for Qualified Opinions on the Swimming Pool Utility Operating Fund - Regulatory Basis*” paragraph, the financial statements referred to above present fairly, in all material respects, the assets, liabilities, reserves and fund balance - regulatory basis of the swimming pool utility operating fund of the Town of Secaucus, in the County of Hudson, State of New Jersey, as of December 31, 2018 and 2017, the results of its operations and changes in fund balance - regulatory basis for the years then ended, and the revenues - regulatory basis and expenditures - regulatory basis for the year ended December 31, 2018, 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.

Unmodified Opinion on Regulatory Basis of Accounting

In our opinion, the financial statements referred to previously present fairly, in all material respects, the assets, liabilities, reserves and fund balance - regulatory basis of the various funds of the Town of Secaucus, in the County of Hudson, State of New Jersey, as of December 31, 2018 and 2017, and the results of its operations and changes in fund balance - regulatory basis of such funds, other than the swimming pool utility operating fund, 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, 2018, 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.

Emphasis of Matter***Adoption of New Accounting Principles***

As discussed in note 1 to the financial statements, during the year ended December 31, 2018, the Town adopted new accounting guidance, Governmental Accounting Standards Board (GASB) Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits other than Pensions*. The adoption of this new accounting principle resulted in a material note disclosure (see note 8). As a result of the regulatory basis of accounting, described in the previous paragraph, the implementation of this Statement only required financial statement disclosures. Our opinions are not modified with respect to this matter.

Prior Period Restatement

As discussed in note 17 to the financial statements, during the year ended December 31, 2018, the statement of general fixed asset group of accounts - regulatory basis as of December 31, 2017 has been restated to correct a misstatement. Our opinion is not modified with respect to this matter.

Other Matters***Other Information***

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town's basic financial statements. The supplemental statements and schedules presented for the various funds, as listed in the table of contents, are presented for purposes of additional analysis as required by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, and are not a required part of the basic financial statements. The accompanying schedule of expenditures of state financial assistance is presented for purposes of additional analysis as required by State of New Jersey Circular 15-08-OMB, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*, and is also not a required part of the basic financial statements.

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated October 11, 2019 on our consideration of the Town of Secaucus, in the County of Hudson, State of New Jersey, internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Town of Secaucus' internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Town of Secaucus' internal control over financial reporting and compliance.

Respectfully submitted,

BOWMAN & COMPANY LLP

BOWMAN & COMPANY LLP
Certified Public Accountants
& Consultants

L. Jarred Corn

L. Jarred Corn
Certified Public Accountant
Registered Municipal Accountant

Voorhees, New Jersey
October 11, 2019

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

INDEPENDENT AUDITOR'S REPORT

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

We have audited, in accordance with the auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States; and the audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, the financial statements prepared on a regulatory basis of accounting prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, of the Town of Secaucus, in the County of Hudson, State of New Jersey, as of and for the year ended December 31, 2018, and the related notes to the financial statements, which collectively comprise the Town's basic financial statements, and have issued our report thereon dated October 11, 2019. That report indicated that the Town of Secaucus' financial statements were not prepared in accordance with accounting principles generally accepted in the United States of America, but were prepared on a regulatory basis of accounting prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey. In addition, that report also indicated that we issued a qualified opinion on the comparative statements of operations and changes in fund balance - regulatory basis and on the statement of revenues - regulatory basis for the year ended December 31, 2018 for the swimming pool utility operating fund resulting from insufficient appropriate audit evidence about the recorded amounts of the Town's guest fee revenue. Lastly, our report on the financial statements included an emphasis of matter paragraph describing the adoption of a new accounting pronouncement and the restatement of the prior period financial statements resulting from the correction of a misstatement.

Internal Control over Financial Reporting

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

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

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. We consider the deficiencies described in the accompanying *Schedule of Findings and Questioned Costs* as Finding No. 2018-001, Finding No. 2018-002, and Finding No. 2018-005 to be material weaknesses.

A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance. We consider the deficiencies described in the accompanying *Schedule of Findings and Questioned Costs* as Finding No. 2018-003 and Finding No. 2018-004 to be significant deficiencies.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Town of Secaucus' financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, and which are described in the accompanying *Schedule of Findings and Questioned Costs* as Finding No. 2018-003 and Finding No. 2018-004.

The Town of Secaucus' Response to Findings

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

Purpose of this Report

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

Respectfully submitted,

BOWMAN & COMPANY LLP

BOWMAN & COMPANY LLP
Certified Public Accountants
& Consultants

L. Jarred Corn

L. Jarred Corn
Certified Public Accountant
Registered Municipal Accountant

Voorhees, New Jersey
October 11, 2019

TOWN OF SECAUCUS

CURRENT FUND

Comparative Statements of Assets, Liabilities, Reserves and Fund Balance - Regulatory Basis
As of December 31, 2018 and 2017

	<u>Ref.</u>	<u>2018</u>	<u>2017</u>
<u>ASSETS</u>			
Regular Fund:			
Cash - Treasurer	SA-1	\$ 10,790,264.56	\$ 11,430,048.94
Cash - Collector	SA-2	210,189.28	1,835,371.25
Cash - Change Fund	SA-3	575.00	575.00
Due from State of New Jersey:			
Senior Citizens' and Veterans' Deductions	SA-5	11,566.72	14,816.72
		<u>11,012,595.56</u>	<u>13,280,811.91</u>
Receivables and Other Assets with Full Reserves:			
Delinquent Property Taxes Receivable	SA-6	601,607.65	376,677.33
Tax Title Liens Receivable	SA-7		109,523.68
Maintenance Liens Receivable	SA-8		1,490.00
Property Acquired for Taxes (at Assessed Valuation)		1,316,300.00	1,316,300.00
Revenue Accounts Receivable	SA-9	61,654.10	73,011.98
Due from Federal and State Grant Fund	SA-11	239,040.90	220,269.88
Due from Trust Assessment Fund	SB-6	217.84	
Due from Animal Control Fund	SB-9	6,366.85	14,848.33
Due from Municipal Open Space Fund	SB-12		136,057.53
Due from Trust - Other Funds	SB-13		65,436.48
Due from General Capital Fund	SC-5	144,101.12	64,192.99
Due from Swimming Pool Utility Operating Fund	SD-5	931,147.01	594,489.92
Due from Bond and Interest Fund	SF-2	908.69	464.67
		<u>3,301,344.16</u>	<u>2,972,762.79</u>
Deferred Charges:			
Emergency Appropriation (N.J.S.A. 40A:4-46)	SA-12		9,000.00
Emergency Appropriation (N.J.S.A. 40A:4-48)	SA-12	120,562.05	
Expenditure without Appropriation	SA-12		60,379.35
		<u>120,562.05</u>	<u>69,379.35</u>
Total Regular Fund		<u>14,434,501.77</u>	<u>16,322,954.05</u>
Federal and State Grant Fund:			
Cash	SA-1	1,038,298.77	198,526.66
Federal and State Grants Receivable	SA-10	4,195,294.63	2,149,839.92
Due from Trust - Other Funds	SB-14	12,270.49	11,282.36
Due from Bank	SA-1		1,500.00
Deferred Charges:			
Expenditure without Appropriation	A-3		884,194.45
Total Federal and State Grant Fund		<u>5,245,863.89</u>	<u>3,245,343.39</u>
Total Assets		<u>\$ 19,680,365.66</u>	<u>\$ 19,568,297.44</u>

(Continued)

TOWN OF SECAUCUS

CURRENT FUND

Comparative Statements of Assets, Liabilities, Reserves and Fund Balance - Regulatory Basis
As of December 31, 2018 and 2017

	<u>Ref.</u>	<u>2018</u>	<u>2017</u>
LIABILITIES, RESERVES AND FUND BALANCE			
Regular Fund:			
Liabilities:			
Appropriation Reserves	A-3, SA-13	\$ 1,508,545.55	\$ 1,965,918.67
Reserve for Encumbrances	A-3, SA-13	1,205,094.16	1,110,130.08
Deposits Payable		30,899.87	30,899.87
Prepaid Taxes	SA-14	1,048,008.97	2,480,298.68
Tax Overpayments	SA-15	1,184.47	288,285.51
Local School District Taxes Payable	SA-16	1.02	1.02
Due County for Added and Omitted Taxes	SA-18	196,579.44	75,062.83
Accounts Payable	SA-19	165,886.68	377,912.09
Reserve for Tax Appeals	SA-20		152,560.63
Due to Trust Assessment Fund	SB-6		60,212.99
Due to Municipal Open Space Fund	SB-12	247,349.04	
Due to Trust - Other Funds	SB-13	251,634.15	
Due to Swimming Pool Utility Capital Fund	SD-8	193,159.54	202,404.54
		<u>4,848,342.89</u>	<u>6,743,686.91</u>
Reserves for Receivables and Other Assets		3,301,344.16	2,972,762.79
Fund Balance	A-1	<u>6,284,814.72</u>	<u>6,606,504.35</u>
Total Regular Fund		<u>14,434,501.77</u>	<u>16,322,954.05</u>
Federal and State Grant Fund:			
Due to Current Fund	SA-11	239,040.90	220,269.88
Due to General Capital Fund	SC-6	489,640.08	319,765.08
Reserve for Federal, State, and Local Grants:			
Unappropriated	SA-21	173,888.37	202,274.44
Appropriated	SA-22	3,217,326.62	2,037,200.19
Reserve for Encumbrances	SA-22	<u>1,125,967.92</u>	<u>465,833.80</u>
Total Federal and State Grant Fund		<u>5,245,863.89</u>	<u>3,245,343.39</u>
Total Liabilities, Reserves, and Fund Balance		<u>\$ 19,680,365.66</u>	<u>\$ 19,568,297.44</u>

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

TOWN OF SECAUCUS
CURRENT FUND

Comparative Statements of Operations and Changes in Fund Balance - Regulatory Basis
For the Years Ended December 31, 2018 and 2017

	<u>2018</u>	<u>2017</u>
<u>Revenue and Other Income Realized</u>		
Surplus Utilized	\$ 3,882,530.00	\$ 5,633,768.00
Miscellaneous Revenue Anticipated	14,299,657.96	11,036,030.97
Receipts from Delinquent Taxes	528,742.11	514,630.86
Receipts from Current Taxes	99,300,543.32	99,478,419.80
Non Budget Revenues	1,821,113.44	813,679.47
Other Credits to Income:		
Unexpended Balance of Appropriation Reserves	1,399,800.40	812,721.74
Refunds of Prior Years' Expenditures:		
Receipts	29,736.69	2,066.37
Due Federal and State Grant Fund		20,122.00
Due Trust - Other Funds	56,058.45	3,019.26
Due Animal Control Fund:		
Statutory Excess	6,366.85	4,182.47
Liquidation of Reserves for:		
Due from Federal and State Grant Fund		458,019.60
Due from Animal Control Fund	8,481.48	
Due from Municipal Open Space Fund	136,057.53	
Due from Trust - Other Funds	65,436.58	
Due from Swimming Pool Utility Capital Fund		100,000.00
Cancellation of:		
Tax Overpayments		230.00
Accounts Payable	342,000.00	26,751.44
Due Federal and State Grant Fund:		
Reserve for Federal, State and Other Grants - Unappropriated	168,112.89	
Reserve for Federal, State and Other Grants - Appropriated	292,133.84	49,694.49
Due Trust - Other Funds:		
Reserve for D.W.I. Surcharges		23,762.15
Total Income	<u>122,336,771.54</u>	<u>118,977,098.62</u>
<u>Expenditures</u>		
Budget and Emergency Appropriations:		
Operations Within "CAPS":		
Salaries and Wages	21,408,551.72	20,088,827.22
Other Expenses	17,897,589.26	16,366,899.78
Deferred Charges and Statutory Expenditures	5,547,674.54	4,720,717.57
Operations Excluded from "CAPS":		
Salaries and Wages	10,053.23	245,000.00
Other Expenses	9,450,016.49	6,120,465.03
Capital Improvements Excluded from "CAPS"	400,000.00	3,459,000.00
Municipal Debt Service Excluded from "CAPS"	3,473,548.11	3,702,117.00
Local District School Tax	37,054,759.00	35,945,958.00
County Taxes Payable	21,918,155.05	23,988,735.15

(Continued)

TOWN OF SECAUCUS
CURRENT FUND

Comparative Statements of Operations and Changes in Fund Balance - Regulatory Basis
For the Years Ended December 31, 2018 and 2017

	<u>2018</u>	<u>2017</u>
<u>Expenditures (Cont'd)</u>		
Due County for Added and Omitted Taxes	\$ 198,160.78	\$ 75,062.83
Municipal Open Space Taxes	279,659.04	277,264.59
Refund of Prior Years' Revenues	1,625.25	71,081.75
Payment of Tax Appeals	791,768.46	
Due to State of New Jersey - Prior Year Senior Citizens'		
Deduction Disallowed by Collector	1,343.15	3,496.24
Creation of Reserves for:		
Due from Federal and State Grant Fund	18,771.02	
Due from Trust Assessment Fund	217.84	
Due from Animal Control Fund		4,182.47
Due from Municipal Open Space Fund		136,057.53
Due from Trust - Other Funds		49,874.83
Due from General Capital Fund	79,908.13	64,192.99
Due from Swimming Pool Utility Operating Fund	336,657.09	231,903.60
Due from Bond and Interest Fund	444.02	212.53
Due Federal and State Grant Fund:		
Recapture of Prior Year Expenditures	27,591.04	
Cancellation of:		
Federal, State, and Other Grants Receivable		273,470.73
Total Expenditures	<u>118,896,493.22</u>	<u>115,824,519.84</u>
Excess In Revenue	3,440,278.32	3,152,578.78
Adjustments to Income before Fund Balance:		
Expenditures Included above which are by Statute Deferred		
Charges to Budget of Succeeding Year	<u>120,562.05</u>	<u>9,000.00</u>
Statutory Excess to Fund Balance	3,560,840.37	3,161,578.78
<u>Fund Balance</u>		
Balance January 1	<u>6,606,504.35</u>	<u>9,078,693.57</u>
	10,167,344.72	12,240,272.35
Decreased by:		
Utilization as Anticipated Revenue	<u>3,882,530.00</u>	<u>5,633,768.00</u>
Balance December 31	<u>\$ 6,284,814.72</u>	<u>\$ 6,606,504.35</u>

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

TOWN OF SECAUCUS
CURRENT FUND
Statement of Revenues - Regulatory Basis
For the Year Ended December 31, 2018

	Anticipated <u>Budget</u>	Special <u>N.J.S. 40A:4-87</u>	<u>Realized</u>	Excess or <u>(Deficit)</u>
Surplus Anticipated	\$ 3,882,530.00	-	\$ 3,882,530.00	-
Miscellaneous Revenues:				
Local Revenues:				
Licenses:				
Alcoholic Beverages	54,000.00		55,989.50	\$ 1,989.50
Fees and Permits	234,000.00		289,695.98	55,695.98
Fines and Costs:				
Municipal Court	800,000.00		722,645.50	(77,354.50)
Parking Meters	60,000.00		62,347.66	2,347.66
Interest and Costs on Taxes	115,000.00		133,492.93	18,492.93
Interest on Investments and Deposits	35,000.00		117,188.31	82,188.31
Fees - Recreation Activities	800,000.00		562,915.43	(237,084.57)
Total Local Revenues	2,098,000.00	-	1,944,275.31	(153,724.69)
State Aid without Offsetting Appropriations:				
Energy Receipts Tax (P.L. 1997, Chapters 162 & 167)	1,817,255.00		1,817,255.00	
Total State Aid without Offsetting Appropriations	1,817,255.00	-	1,817,255.00	-
Dedicated Uniform Construction Code Fees Offset with Appropriations (N.J.S. 40A:4-36 and N.J.A.C. 5:23-4.17)				
Uniform Construction Codes Fee	1,500,000.00	-	1,684,611.40	184,611.40
Special Items of General Revenue Anticipated with Prior Written Consent of Director of Local Government Services:				
Public and Private Revenues Offset With Appropriations:				
Body Armor Replacement Fund Program	5,883.12		5,883.12	
Clean Communities Program	29,754.56		29,754.56	
Distracted Driving Statewide Crackdown Grant	3,453.23		3,453.23	
Distracted Driving Statewide Crackdown Grant	6,600.00		6,600.00	
Municipal Court Alcohol Education Rehabilitation Fund	772.08		772.08	
Recreational Opportunities for Individuals with Disabilities (ROID)	20,000.00		20,000.00	
Recycling Tonnage Grant	162,411.45		162,411.45	
Municipal Aid Program	550,000.00		550,000.00	
Clean Communities Program		\$ 28,476.24	28,476.24	
U.S. Department of Homeland Security (FEMA) (PW-05150)		346,410.00	346,410.00	

(Continued)

TOWN OF SECAUCUS
CURRENT FUND
Statement of Revenues - Regulatory Basis
For the Year Ended December 31, 2018

	Anticipated <u>Budget</u>	Special <u>N.J.S. 40A:4-87</u>	<u>Realized</u>	Excess or <u>(Deficit)</u>
Special Items of General Revenue Anticipated with Prior Written Consent of Director of Local Government Services (Cont'd): Public and Private Revenues Offset With Appropriations (Cont'd): Local Aid Discretionary Program		\$ 495,000.00	\$ 495,000.00	
2018 TTF Local Freight Impact Fund Program		2,030,000.00	2,030,000.00	
Total Special Items of General Revenue Anticipated with Prior Written Consent of Director of Local Government Services - Public and Private Revenues	\$ 778,874.44	2,899,886.24	3,678,760.68	-
Special Items of General Revenue Anticipated with Prior Written Consent of Director of Local Government Services - Other Special Items:				
Uniform Fire Safety Act	150,000.00		175,810.77	\$ 25,810.77
Hotel & Motel Occupancy Fees	2,100,000.00		2,250,506.39	150,506.39
Recreation Center Membership Fees	225,000.00		213,501.25	(11,498.75)
Payment in Lieu of Taxes	9,500.00		211,618.62	202,118.62
Cable Franchise Fees	85,000.00		92,785.15	7,785.15
Parking Lot Fees	1,200,000.00		1,270,736.56	70,736.56
General Capital Surplus	150,000.00		150,000.00	
Secaucus Public Library and Business Resource Center - Buildings & Grounds Maintenance Fee	300,000.00		309,796.83	9,796.83
Assessment Trust Surplus	500,000.00		500,000.00	
Total Special Items of General Revenue Anticipated with Prior Written Consent of Director of Local Government Services - Other Special Items	4,719,500.00	-	5,174,755.57	455,255.57
Total Miscellaneous Revenues Anticipated	10,913,629.44	2,899,886.24	14,299,657.96	486,142.28
Receipts from Delinquent Taxes	450,000.00	-	528,742.11	78,742.11
Amount to be Raised by Taxes for Support of Municipal Budget:				
Local Tax for Municipal Purposes Including Reserve for Uncollected Taxes	39,178,195.57		38,842,287.67	(335,907.90)
Minimum Library Tax	1,613,914.99		1,613,914.99	
Total Amount to be Raised by Taxes for Support of Municipal Budget	40,792,110.56	-	40,456,202.66	(335,907.90)
Total General Revenues	56,038,270.00	2,899,886.24	59,167,132.73	228,976.49
Non Budget Revenues	-	-	1,821,113.44	1,821,113.44
Total Revenues	\$ 56,038,270.00	\$ 2,899,886.24	\$ 60,988,246.17	\$ 2,050,089.93

(Continued)

TOWN OF SECAUCUS
CURRENT FUND
Statement of Revenues - Regulatory Basis
For the Year Ended December 31, 2018

Analysis of Realized Revenues

Allocation of Current Tax Collections:		
Revenue from Collections		\$ 99,300,543.32
Allocated to:		
Local School, County and Municipal Open Space		<u>59,450,733.87</u>
Balance for Support of Municipal Budget Appropriations		39,849,809.45
Add: Appropriation "Reserve for Uncollected Taxes"		<u>606,393.21</u>
Amount for Support of Municipal Budget Appropriations		<u>\$ 40,456,202.66</u>
Receipts from Delinquent Taxes:		
Delinquent Tax Collections		\$ 360,782.27
Tax Title Lien Collections		<u>167,959.84</u>
Total Receipts from Delinquent Taxes		<u>\$ 528,742.11</u>
Fees and Permits:		
Licenses - Other (Clerk):		
Amusement	\$ 525.00	
Auction	220.00	
Birth Certificates	4,025.00	
Clothing Bins	400.00	
Death Certificates	7,040.00	
Gasoline	35.00	
Marriage Licenses - Copies	900.00	
Miscellaneous	6,542.99	
Pet shop	100.00	
Raffle	1,030.00	
Taxi Operator	<u>6,040.00</u>	
		\$ 26,857.99
Fire Life Hazard Use Fees:		
Fire Inspection Fees	19,802.00	
Fire Permits	7,431.00	
Miscellaneous	4,760.00	
Residential Smoke Detector Fees	<u>31,180.00</u>	
		63,173.00
Office of Inspection:		
Alarm Penalties	32,340.00	
Alarm Registration Fees	90,500.00	
Report Copies	<u>7,179.99</u>	
		130,019.99
Board of Health:		
Itinerant Vendor	24,035.00	
Penalties	640.00	
Pool Permit	2,800.00	
Retail Food	29,275.00	
Salons	1,845.00	
Vending Permit	<u>11,050.00</u>	
		<u>69,645.00</u>
Total Fees and Permits		<u>\$ 289,695.98</u>

(Continued)

TOWN OF SECAUCUS
CURRENT FUND
Statement of Revenues - Regulatory Basis
For the Year Ended December 31, 2018

Analysis of Realized Revenues (Cont'd)

Fees - Recreation:

After Care Program	\$ 270,865.95	
Baseball Clinic	695.00	
Basketball Registration	22,345.00	
Cheerleading Registration	4,025.00	
Day Care	47,022.50	
Field Permits	12,631.00	
Football Registration	4,455.00	
Gymnastics	785.00	
Hockey Registrations	47,267.00	
Learn to Skate	1,920.00	
Miscellaneous	1,346.00	
Rink Rental	21,109.92	
Skating Admissions	13,401.06	
Soccer Registration	21,210.00	
Softball Registration	4,915.00	
Summer Day Camp	80,707.00	
Swimming Lessons	7,160.00	
Wrestling Registration	1,055.00	
	<hr/>	
		<u>\$ 562,915.43</u>

Uniform Construction Codes Fees:

Alteration Permits	\$ 604,468.62	
CCO Inspections	65,215.00	
Certificate of Occupancy	154,348.00	
Construction Permits	75,182.85	
Contractor's Regulations	25,000.00	
Demo Permits - Commercial / Industrial	300.00	
Demo Permits - Residential	150.00	
Directional Signs	5,950.00	
Dumpster / Container Fees	5,700.00	
Electrical Permits	108,685.00	
Elevator Inspection	78,919.00	
Fire Protection	25,797.00	
Habitability Inspection	15,000.00	
Hotel / Motel License	5,050.00	
Laundry License Fees	750.00	
Meadowlands Review Fee	26,553.00	
Miscellaneous	898.00	
Penalty Assessment	9,380.00	
Plan Review Fees	285,113.00	
Plumbing Permits	74,141.00	
Sign Permits	4,214.00	
Storage Tank Fees	450.00	
Street Openings	112,716.93	
Swim Pool - Aboveground	252.00	
Swim Pool - In ground	378.00	
	<hr/>	
		<u>\$ 1,684,611.40</u>

Analysis of Non Budget Revenues

Treasurer - Receipts:

Bid Specs Charge	\$ 1,400.00
Franchise Fees / Shelter Ads	2,763.00
Hudson Regional Health Commission	3,750.00

(Continued)

TOWN OF SECAUCUS
CURRENT FUND
Statement of Revenues - Regulatory Basis
For the Year Ended December 31, 2018

Analysis of Non Budget Revenues (Cont'd)

Treasurer - Receipts (Cont'd):

Impact Fee	\$ 904,000.00	
Indoor Pool Rental	186,988.50	
Insurance Refunds	144,611.07	
Marriage Licenses	1,231.00	
Medical Escort	16,978.00	
Miscellaneous	31,189.62	
Municipal Court:		
Other	4,095.00	
New Jersey Homestead Rebate - Administrative Fee	1,983.14	
Police Applications and Tests	42,875.00	
Planning Board and Board of Adjustments	6,200.00	
Property Registration	54,900.00	
Recycling	12,319.72	
Refunds:		
Bridge Deck / Superstructure Replacement	12,625.00	
Doremus Newark LLC	244,500.00	
Grainger	4,540.75	
Other	88.00	
Rubbish Removal	11,089.73	
Sale of Municipal Assets	36,818.50	
Sewer Backups	780.00	
Shuttle Bus	613.95	
Shopping Carts	388.20	
State of New Jersey Inspections	1,508.67	
State of New Jersey Motor Vehicle Fines	575.00	
Vending Machine Commissions	1,315.00	
	<u>1,730,126.85</u>	
		\$ 1,730,126.85

Collector - Receipts:

Maintenance Liens Receivable	3,559.73	
Miscellaneous	<u>3,735.87</u>	
		7,295.60

Due Federal and State Grant Fund:

Refunds:		
Hurricane Sandy		61,465.60

Due Trust - Other Funds:

Miscellaneous	8,365.39	
Tree Planting	<u>13,860.00</u>	
		<u>22,225.39</u>

Total Non Budget Revenues	<u>\$ 1,821,113.44</u>	
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The accompanying notes to financial statements are an integral part of this statement.

TOWN OF SECAUCUS
CURRENT FUND
Statement of Expenditures - Regulatory Basis
For the Year Ended December 31, 2018

	<u>Appropriations</u>		<u>Expended</u>			<u>Unexpended Balance Canceled</u>
	<u>Adopted Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Encumbered</u>	<u>Reserved</u>	
OPERATIONS - WITHIN "CAPS"						
General Government Functions:						
Administrative and Executive						
Salaries and Wages	\$ 459,242.00	\$ 462,311.46	\$ 462,310.46		\$ 1.00	
Other Expenses	373,000.00	448,000.00	288,490.07	\$ 136,246.15	23,263.78	
Mayor and Council						
Salaries and Wages	248,400.00	244,466.64	244,466.64			
Other Expenses	1,600.00	1,600.00	1,219.73		380.27	
Council of Mayor's Contribution	75,000.00	75,000.00	63,280.00		11,720.00	
Municipal Clerk						
Salaries and Wages	188,500.00	188,500.00	187,465.79		1,034.21	
Other Expenses	115,000.00	85,000.00	69,409.63	6,500.00	9,090.37	
Elections						
Other Expenses	20,000.00	18,000.00	17,653.96		346.04	
Treasurer's Office						
Salaries and Wages	687,000.00	667,000.00	666,388.29		611.71	
Other Expenses	217,000.00	227,000.00	222,667.95	4,331.65	0.40	
Audit Services						
Other Expenses	80,000.00	80,000.00	80,000.00			
Collection of Taxes						
Salaries and Wages	161,500.00	163,994.81	163,994.81			
Other Expenses	20,400.00	13,905.19	13,395.15	31.17	478.87	
Assessment of Taxes						
Salaries and Wages	180,000.00	180,000.00	178,528.38		1,471.62	
Other Expenses	17,000.00	17,500.00	14,495.13	2,574.98	429.89	
Legal Services and Costs						
Salaries and Wages	178,500.00	178,112.02	177,520.75		591.27	
Other Expenses	385,300.00	450,300.00	219,940.03	188,867.36	41,492.61	
Tax Litigation						
Other Expenses	225,000.00	255,000.00	193,285.60	49,695.83	12,018.57	
Engineering Services and Costs						
Salaries and Wages	184,000.00	184,000.00	178,245.71		5,754.29	
Other Expenses	504,000.00	554,000.00	348,395.15	117,049.26	88,555.59	
Information Technology						
Salaries and Wages	150,750.00	157,750.00	154,939.30		2,810.70	
Other Expenses	153,200.00	138,200.00	79,418.28	47,647.42	11,134.30	
Land Use Administration:						
Planning Board						
Salaries and Wages	2,000.00	2,000.00	1,711.26		288.74	
Other Expenses	5,000.00	5,500.00	1,465.12	3,687.50	347.38	

(Continued)

TOWN OF SECAUCUS
CURRENT FUND
Statement of Expenditures - Regulatory Basis
For the Year Ended December 31, 2018

	<u>Appropriations</u>		<u>Expended</u>			<u>Unexpended Balance Canceled</u>
	<u>Adopted Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Encumbered</u>	<u>Reserved</u>	
OPERATIONS - WITHIN "CAPS" (CONT'D)						
Land Use Administration (Cont'd):						
Zoning Board of Adjustment						
Salaries and Wages	\$ 4,000.00	\$ 4,000.00	\$ 3,816.36		\$ 183.64	
Other Expenses	15,000.00	19,301.72	16,667.74	\$ 74.98	2,559.00	
Insurance:						
Other Insurance Premiums	1,245,500.00	1,245,500.00	1,076,648.46		168,851.54	
Group Insurance Plan for Employees	5,436,500.00	5,436,500.00	5,277,637.20		158,862.80	
Unemployment Insurance	75,000.00	140,681.22	140,681.22			
Public Safety Functions:						
Police						
Salaries and Wages	8,963,600.00	8,727,829.94	8,470,859.05		256,970.89	
Other Expenses	566,500.00	566,500.00	434,777.38	102,328.02	29,394.60	
Other Expenses - Purchase of Police Vehicles & Equipment	190,000.00	190,000.00	182,113.36	312.69	7,573.95	
Emergency Management Services						
Salaries and Wages	15,000.00	15,000.00	12,240.00		2,760.00	
Other Expenses	8,000.00	14,000.00	11,485.77	2,128.11	386.12	
Fire						
Other Expenses	661,000.00	596,750.00	485,668.92	37,029.21	74,051.87	
School Crossing Guards						
Salaries and Wages	365,000.00	396,780.80	396,780.80			
Other Expenses	4,000.00	12,219.20			12,219.20	
Public Works Function:						
Road Repair and Maintenance						
Salaries and Wages	3,977,000.00	4,062,485.68	4,062,485.68			
Other Expenses	1,029,500.00	1,049,014.32	838,302.05	208,052.17	2,660.10	
Garbage and Trash Removal						
Contractual	1,400,000.00	1,320,000.00	1,177,146.91	29,964.38	112,888.71	
Sewer Systems						
Salaries and Wages	16,000.00	16,000.00	9,600.10		6,399.90	
Other Expenses	75,000.00	19,000.00	12,227.00		6,773.00	
Solid Waste Management - Recycling						
Salaries and Wages	273,750.00	243,750.00	228,358.84		15,391.16	
Public Buildings and Grounds						
Salaries and Wages	1,333,500.00	1,435,624.81	1,435,624.81			
Other Expenses	886,500.00	664,375.19	458,866.39	171,812.69	33,696.11	
Municipal Services Act	100,000.00	100,000.00	89,128.88		10,871.12	

(Continued)

TOWN OF SECAUCUS
CURRENT FUND
Statement of Expenditures - Regulatory Basis
For the Year Ended December 31, 2018

	<u>Appropriations</u>		<u>Expended</u>			<u>Unexpended Balance Canceled</u>
	<u>Adopted Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Encumbered</u>	<u>Reserved</u>	
OPERATIONS - WITHIN "CAPS" (CONT'D)						
Health and Human Services Functions:						
Board of Health						
Salaries and Wages	\$ 154,250.00	\$ 130,500.00	\$ 123,636.63		\$ 6,863.37	
Other Expenses	8,250.00	15,000.00	13,719.82	\$ 92.53	1,187.65	
Environmental Commission						
Salaries and Wages	67,000.00	73,000.00	69,836.73		3,163.27	
Other Expenses	20,500.00	5,500.00	4,598.68	391.87	509.45	
Department of Social Services						
Salaries and Wages	486,700.00	510,040.20	510,040.20			
Other Expenses	61,000.00	59,659.80	54,180.25	509.05	4,970.50	
Exceptional People of Secaucus with Disabilities						
Salaries and Wages	50,000.00	40,000.00	36,700.29		3,299.71	
Other Expenses	24,500.00	14,500.00	10,003.47		4,496.53	
Community Shuttle Bus Program						
Salaries and Wages	66,100.00	31,487.98	31,487.98			
Parks and Recreation Functions:						
Ice Rink (formerly Recreational Activities)						
Salaries and Wages	155,000.00	145,910.60	139,382.87		6,527.73	
Other Expenses	50,000.00	50,000.00	26,968.23	4,831.73	18,200.04	
Parks and Playgrounds						
Other Expenses	339,500.00	338,589.40	214,484.28	21,151.70	102,953.42	
Supervision of Playground Activities						
Salaries and Wages	1,775,600.00	1,751,654.86	1,751,654.86			
Other Expenses	702,500.00	746,445.14	701,155.40	39,987.88	5,301.86	
Cultural Affairs Activities						
Other Expenses	50,000.00	57,500.00	57,179.28		320.72	
Municipal Court Functions:						
Municipal Court						
Salaries and Wages	481,500.00	471,500.00	467,041.59		4,458.41	
Other Expenses	57,450.00	47,450.00	42,721.17	911.88	3,816.95	
Public Defender						
Other Expenses	60,000.00	60,000.00	41,330.00	15,550.00	3,120.00	
Other Common Operating Functions (Unclassified):						
Accumulated Leave Compensation						
Other Expenses	500,000.00	500,000.00	500,000.00			
Celebration of Public Events						
Other Expenses	200,000.00	200,000.00	132,682.22	2,347.22	64,970.56	

(Continued)

TOWN OF SECAUCUS
CURRENT FUND
Statement of Expenditures - Regulatory Basis
For the Year Ended December 31, 2018

	Appropriations		Expended			Unexpended Balance Canceled
	Adopted Budget	Budget After Modification	Paid or Charged	Encumbered	Reserved	
OPERATIONS - WITHIN "CAPS" (CONT'D)						
Other Common Operating Functions (Unclassified) (Cont'd):						
40 Millridge Property Lease (Pre-K School)						
Other Expenses	\$ 74,000.00	\$ 74,000.00	\$ 73,703.46		\$ 296.54	
NJSEA Mayors Committee						
Other Expenses	25,500.00	25,500.00	24,121.25		1,378.75	
Utility Expenses and Bulk Purchases:						
Electricity - All Departments	600,000.00	502,250.00	451,229.51		51,020.49	
Street Lighting	275,000.00	385,000.00	381,137.66		3,862.34	
Telephone	180,000.00	230,000.00	217,121.04		12,878.96	
Municipal Water Service	75,000.00	80,000.00	35,457.59		44,542.41	
Gasoline - All Departments	250,000.00	310,000.00	307,942.36		2,057.64	
Fire Hydrant Services	250,000.00	235,000.00	233,546.35		1,453.65	
Postage - All Departments	65,000.00	52,500.00	49,681.10		2,818.90	
Uniform Construction Code - Appropriations Offset by Dedicated Revenues (N.J.A.C. 5:23-4.17):						
Construction Official						
Salaries and Wages	555,000.00	556,851.92	556,851.92			
Other Expenses	113,500.00	99,148.08	94,389.50	\$ 3,198.11	1,560.47	
Office of Inspections						
Salaries and Wages	208,000.00	368,000.00	364,940.51		3,059.49	
Other Expenses	24,700.00	16,700.00	7,866.75	7,788.62	1,044.63	
Total Operations within "CAPS"	39,277,292.00	39,256,140.98	36,576,597.06	1,205,094.16	1,474,449.76	-
Contingent	50,000.00	50,000.00	50,000.00	-	-	-
Total Operations Including Contingent - within "CAPS"	39,327,292.00	39,306,140.98	36,626,597.06	1,205,094.16	1,474,449.76	-
Detail:						
Salaries and Wages	\$ 21,386,892.00	\$ 21,408,551.72	\$ 21,086,910.61	-	\$ 321,641.11	-
Other Expenses	17,940,400.00	17,897,589.26	15,539,686.45	\$ 1,205,094.16	1,152,808.65	-
DEFERRED CHARGES AND STATUTORY EXPENDITURES - MUNICIPAL WITHIN "CAPS"						
Deferred Charges:						
Emergency Authorizations	\$ 9,000.00	\$ 9,000.00	\$ 9,000.00			
Expenditure without Appropriation	60,379.25	60,379.35	60,379.35			
Anticipated Operating Deficit - Swimming Pool Utility	492,054.36	492,054.26	426,471.42			\$ 65,582.84
Cash Deficit - Reconstruction of Penhorn Avenue (Trust Assessment Fund)	2,086.24	2,086.24	2,086.24			

(Continued)

TOWN OF SECAUCUS
CURRENT FUND
Statement of Expenditures - Regulatory Basis
For the Year Ended December 31, 2018

	<u>Appropriations</u>		<u>Expended</u>			<u>Unexpended Balance Canceled</u>
	<u>Adopted Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Encumbered</u>	<u>Reserved</u>	
DEFERRED CHARGES AND STATUTORY EXPENDITURES - MUNICIPAL WITHIN "CAPS" (CONT'D)						
Deferred Charges (Cont'd):						
Due Federal and State Grant Fund:						
Expenditure without Appropriation	\$ 884,194.45	\$ 884,194.45	\$ 884,194.45			
Statutory Expenditures:						
Contribution to:						
Public Employees' Retirement System	1,181,781.75	1,181,781.75	1,181,781.75			
Social Security	1,158,629.31	1,179,280.33	1,169,287.69		\$ 10,492.64	
Consolidated Police and Firemen's Pension Fund	25,500.00	25,500.00	5,021.85		20,478.15	
Police and Firemen's Retirement System of N.J.	1,776,481.00	1,776,481.00	1,776,481.00			
Defined Contribution Retirement Program	2,000.00	2,000.00	1,341.67		658.33	
Total Deferred Charges and Statutory Expenditures - Municipal within "CAPS"	5,592,106.36	5,613,257.38	5,516,045.42	-	31,629.12	\$ 65,582.84
Total General Appropriations for Municipal Purposes within "CAPS"	44,919,398.36	44,919,398.36	42,142,642.48	\$ 1,205,094.16	1,506,078.88	65,582.84
OPERATIONS - EXCLUDED FROM "CAPS"						
Municipal Utilities Sewerage Authority - Share of Costs	3,209,832.00	3,209,832.00	3,209,832.00			
Maintenance of Free Public Library (P.L. 1985, Ch. 82 & 541)	1,930,914.99	1,930,914.99	1,930,914.99			
Reserve for Tax Appeals	500,000.00	500,000.00	500,000.00			
Total Other Operations - Excluded from "CAPS"	5,640,746.99	5,640,746.99	5,640,746.99	-	-	-
Shared Service Agreements:						
City of Bayonne						
Health Service Agreement	20,000.00	20,000.00	17,533.33		2,466.67	
Total Shared Service Agreements	20,000.00	20,000.00	17,533.33	-	2,466.67	-
Public and Private Programs Offset by Revenues:						
Body Armor Replacement Fund Program	5,883.12	5,883.12	5,883.12			
Clean Communities Program	29,754.56	29,754.56	29,754.56			
Drug-Free Communities Support Program						
Local Match	125,000.00	125,000.00				125,000.00
Distracted Driving Statewide Crackdown Grant	3,453.23	3,453.23	3,453.23			
Distracted Driving Statewide Crackdown Grant	6,600.00	6,600.00	6,600.00			
Municipal Court Alcohol Education Rehabilitation Fund	772.08	772.08	772.08			
Recreational Opportunities for Individuals with Disabilities (ROID):						
State Aid	20,000.00	20,000.00	20,000.00			

(Continued)

TOWN OF SECAUCUS
CURRENT FUND
Statement of Expenditures - Regulatory Basis
For the Year Ended December 31, 2018

	<u>Appropriations</u>		<u>Expended</u>			<u>Unexpended Balance Canceled</u>
	<u>Adopted Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Encumbered</u>	<u>Reserved</u>	
OPERATIONS - EXCLUDED FROM "CAPS" (CONT'D)						
Public and Private Programs Offset by Revenues (Cont'd):						
Recycling Tonnage Grant	\$ 162,411.45	\$ 162,411.45	\$ 162,411.45			
Municipal Aid Program	550,000.00	550,000.00	550,000.00			
Clean Communities Program (N.J.S.A. 40A:4-87)		28,476.24	28,476.24			
U.S. Department of Homeland Security (FEMA) (PW-05150) (N.J.S.A. 40A:4-87)						
Federal Share		346,410.00	346,410.00			
Local Match (Emergency Appropriation - N.J.S.A. 40A: 4-48)		120,562.05	120,562.05			
Local Aid Discretionary Program (N.J.S.A. 40A:4-87)		495,000.00	495,000.00			
2018 TTF Local Freight Impact Fund Program (N.J.S.A. 40A:4-87)		2,030,000.00	2,030,000.00			
	<u>903,874.44</u>	<u>3,924,322.73</u>	<u>3,799,322.73</u>	<u>-</u>	<u>-</u>	<u>\$ 125,000.00</u>
Total Public and Private Programs Offset by Revenues						
Total Operations - Excluded from "CAPS"	<u>6,564,621.43</u>	<u>9,585,069.72</u>	<u>9,457,603.05</u>	<u>-</u>	<u>\$ 2,466.67</u>	<u>125,000.00</u>
Detail:						
Salaries and Wages	\$ 10,053.23	\$ 10,053.23	\$ 10,053.23	-	-	-
Other Expenses	<u>6,554,568.20</u>	<u>9,575,016.49</u>	<u>9,447,549.82</u>	<u>-</u>	<u>\$ 2,466.67</u>	<u>\$ 125,000.00</u>
CAPITAL IMPROVEMENTS - EXCLUDED FROM "CAPS"						
Capital Improvement Fund	<u>\$ 400,000.00</u>	<u>\$ 400,000.00</u>	<u>\$ 400,000.00</u>	<u>-</u>	<u>-</u>	<u>-</u>
MUNICIPAL DEBT SERVICE - EXCLUDED FROM "CAPS"						
Payment of Bond Principal	1,505,000.00	1,505,000.00	1,505,000.00			
Payment of Bond Anticipation Notes and Capital Notes	475,544.00	475,544.00	434,970.03			\$ 40,573.97
Interest on Bonds	857,868.00	854,360.37	826,457.50			27,902.87
Interest on Notes	468,651.00	472,158.63	472,158.63			
Green Trust Loan Program:						
Loan Repayments for Principal and Interest	39,388.00	39,388.00	39,387.46			0.54
Environmental Trust Fund Loan:						
Principal	180,841.00	180,841.00	180,840.48			0.52
Interest	18,894.00	18,894.00	13,063.91			5,830.09
Volunteer Emergency Services Organization Loan Program:						
Principal	1,465.00	1,465.00	1,465.00			
Interest	<u>206.00</u>	<u>206.00</u>	<u>205.10</u>			<u>0.90</u>
Total Municipal Debt Service - Excluded from "CAPS"	<u>3,547,857.00</u>	<u>3,547,857.00</u>	<u>3,473,548.11</u>	<u>-</u>	<u>-</u>	<u>74,308.89</u>
DEFERRED CHARGES - MUNICIPAL - EXCLUDED FROM "CAPS"						
Total General Appropriations for Municipal Purposes Excluded from "CAPS"	<u>10,512,478.43</u>	<u>13,532,926.72</u>	<u>13,331,151.16</u>	<u>-</u>	<u>\$ 2,466.67</u>	<u>199,308.89</u>

(Continued)

TOWN OF SECAUCUS
CURRENT FUND
Statement of Expenditures - Regulatory Basis
For the Year Ended December 31, 2018

	<u>Appropriations</u>		<u>Expended</u>			<u>Unexpended Balance Canceled</u>
	<u>Adopted Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Encumbered</u>	<u>Reserved</u>	
Subtotal General Appropriations	\$ 55,431,876.79	\$ 58,452,325.08	\$ 55,473,793.64	\$ 1,205,094.16	\$ 1,508,545.55	\$ 264,891.73
Reserve for Uncollected Taxes	606,393.21	606,393.21	606,393.21	-	-	-
Total General Appropriations	<u>\$ 56,038,270.00</u>	<u>\$ 59,058,718.29</u>	<u>\$ 56,080,186.85</u>	<u>\$ 1,205,094.16</u>	<u>\$ 1,508,545.55</u>	<u>\$ 264,891.73</u>
Emergency Appropriation N.J.S.A. 40A:4-48		\$ 120,562.05				
Appropriation N.J.S.A. 40A:4-87		2,899,886.24				
Budget		<u>56,038,270.00</u>				
		<u>\$ 59,058,718.29</u>				
Due Federal and State Grant Fund:						
Deferred Charge - Expenditure without Appropriation			\$ 884,194.45			
Payments made for Current Fund			3,750.00			
Matching Funds for Grants			120,562.05			
Due Trust Assessment Fund:						
Cash Deficit - Reconstruction of Penhorn Avenue (Trust Assessment Fund)			2,086.24			
Due Trust - Other Funds:						
Reserve for Payroll Deductions Payable			455,289.51			
Payments made for Current Fund			239,793.02			
Accumulated Leave Compensation			500,000.00			
Unemployment Insurance			139,500.00			
Due General Capital Fund:						
Payments made for Current Fund			467,238.00			
Capital Improvement Fund			400,000.00			
Payment of Bond Anticipation Notes and Capital Notes			434,970.03			
Due Swimming Pool Utility Operating Fund:						
Anticipated Operating Deficit - Swimming Pool Utility			426,471.42			
Reserve for Tax Appeals			500,000.00			
Reserve for Federal and State Grants - Appropriated			3,678,760.68			
Deferred Charges:						
Emergency Authorizations			9,000.00			
Expenditure without Appropriation			60,379.35			
Reserve for Uncollected Taxes			606,393.21			
Refunds:						
Receipts			(3,313,171.01)			
Due Trust - Other Funds			(104,385.39)			
Disbursements:						
Treasurer			<u>50,569,355.29</u>			
			<u>\$ 56,080,186.85</u>			

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

TOWN OF SECAUCUS
TRUST FUNDS

Comparative Statements of Assets, Liabilities, Reserves, and Fund Balance - Regulatory Basis
As of December 31, 2018 and 2017

	<u>Ref.</u>	<u>2018</u>	<u>2017</u>
<u>ASSETS</u>			
Assessment Fund:			
Cash	SB-1, SB-2	\$ 1,388,644.12	\$ 1,278,193.53
Assessments Receivable	SB-3	547,933.52	1,095,867.04
Assessment Liens	SB-4	33,887.86	33,887.86
Assessment Lien Interest and Costs		710.80	710.80
Due from Current Fund	SB-6		60,212.99
Due from Trust - Other Fund		<u>650,000.00</u>	<u>650,000.00</u>
Total Assessment Fund		<u>2,621,176.30</u>	<u>3,118,872.22</u>
Animal Control Fund:			
Cash	SB-1	<u>118,692.48</u>	<u>103,162.35</u>
Total Animal Control Fund		<u>118,692.48</u>	<u>103,162.35</u>
Municipal Open Space Fund:			
Cash	SB-1	141,857.65	276,022.92
Due to Current Fund	SB-12	<u>247,349.04</u>	
Total Municipal Open Space Fund		<u>389,206.69</u>	<u>276,022.92</u>
Other Funds:			
Cash	SB-1	2,120,269.58	1,937,055.41
Community Development Block Grant Receivable	SB-5	185,000.00	108,500.00
Due from Current Fund	SB-13	251,634.15	
Due from Swimming Pool Utility Operating Fund	SD-7		<u>156.90</u>
Total Other Funds		<u>2,556,903.73</u>	<u>2,045,712.31</u>
Total Assets		<u>\$ 5,685,979.20</u>	<u>\$ 5,543,769.80</u>
<u>LIABILITIES, RESERVES AND FUND BALANCES</u>			
Assessment Fund:			
Due to Current Fund	SB-6	\$ 217.84	
Due to General Capital Fund	SC-7	1,295,531.00	\$ 1,228,590.00
Bond Anticipation Notes	SB-7		66,941.00
Assessment Overpayments		994.79	994.79
Reserve for Assessment and Liens	SB-8	581,821.38	1,127,668.66
Reserve for Assessment Lien Interest and Costs		710.80	710.80
Surplus	B-1	<u>741,900.49</u>	<u>693,966.97</u>
Total Assessment Fund		<u>2,621,176.30</u>	<u>3,118,872.22</u>

(Continued)

TOWN OF SECAUCUS
TRUST FUNDS

Comparative Statements of Assets, Liabilities, Reserves, and Fund Balance - Regulatory Basis
As of December 31, 2018 and 2017

	<u>Ref.</u>	<u>2018</u>	<u>2017</u>
<u>LIABILITIES, RESERVES AND FUND BALANCES (CONT'D)</u>			
Animal Control Fund:			
Due to Current Fund	SB-9	\$ 6,366.85	\$ 14,848.33
Reserve for Animal Shelter Donations	SB-10	96,453.03	71,911.22
Reserve for Animal Control Fund Expenditures	SB-11	<u>15,872.60</u>	<u>16,402.80</u>
Total Animal Control Fund		<u>118,692.48</u>	<u>103,162.35</u>
Municipal Open Space Fund:			
Due to Current Fund	SB-12		136,057.53
Reserve for Encumbrances	B-6	318,371.37	
Reserve for Future Use	B-4	<u>70,835.32</u>	<u>139,965.39</u>
Total Municipal Open Space Fund		<u>389,206.69</u>	<u>276,022.92</u>
Other Funds:			
Due to Current Fund	SB-13		65,436.48
Due to Federal and State Grant Fund	SB-14	12,270.49	11,282.36
Due to Trust Assessment Fund		650,000.00	650,000.00
Due to Swimming Pool Operating Fund	SD-7	5,503.22	
Due to Grantor - Historical Grant		5,625.00	5,625.00
Reserve for Unemployment Compensation Insurance	SB-15	69,438.65	90,913.55
Reserve for Payroll Deductions Payable	SB-16	45,939.97	84,083.26
Reserve for Community Development Block Grant	SB-17	88,246.74	18,746.99
Miscellaneous Trust Other Reserves	SB-18	<u>1,679,879.66</u>	<u>1,119,624.67</u>
Total Other Funds		<u>2,556,903.73</u>	<u>2,045,712.31</u>
Total Liabilities, Reserves and Fund Balances		<u>\$ 5,685,979.20</u>	<u>\$ 5,543,769.80</u>

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

TOWN OF SECAUCUS
TRUST FUNDS -- ASSESSMENT
Statement of Trust Assessment Surplus - Regulatory Basis
For the Year Ended December 31, 2018

Balance December 31, 2017	\$ 693,966.97
Increased by:	
Collection of Assessments and Liens	<u>547,933.52</u>
	1,241,900.49
Decreased by:	
Due Current Fund:	
2018 Anticipated Budget Revenue	<u>500,000.00</u>
Balance December 31, 2018	<u><u>\$ 741,900.49</u></u>

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

TOWN OF SECAUCUS
TRUST FUNDS -- ASSESSMENT
Statement of Revenues - Regulatory Basis
For the Year Ended December 31, 2018

	<u>Budget Revenue</u>	<u>Realized</u>
Assessment Cash	\$ 64,854.76	\$ 64,854.76
Deficit (General Budget)	<u>2,086.24</u>	<u>2,086.24</u>
	<u>\$ 66,941.00</u>	<u>\$ 66,941.00</u>

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

TOWN OF SECAUCUS
TRUST FUNDS -- ASSESSMENT
Statement of Expenditures - Regulatory Basis
For the Year Ended December 31, 2018

	Budget <u>Appropriations</u>	Expended - Assessment <u>Cash</u>
Payment of Bond Anticipation Notes	<u>\$ 66,941.00</u>	<u>\$ 66,941.00</u>

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

TOWN OF SECAUCUS
TRUST FUNDS -- MUNICIPAL OPEN SPACE
 Comparative Statements of Operations and Changes in Reserve for Future Use - Regulatory Basis
 For the Years Ended December 31, 2018 and 2017

	<u>2018</u>	<u>2017</u>
<u>Revenue Realized</u>		
Amount to be Raised by Taxation	\$ 277,156.95	\$ 275,683.25
Reserve for Future Use	139,965.39	
Non Budget Revenues	<u>4,394.35</u>	<u>1,921.01</u>
Total Revenue	<u>421,516.69</u>	<u>277,604.26</u>
<u>Expenditures</u>		
Budget Appropriations	<u>350,681.37</u>	<u>137,638.87</u>
Total Expenditures	<u>350,681.37</u>	<u>137,638.87</u>
Statutory Excess to Reserve	70,835.32	139,965.39
<u>Reserve for Future Use</u>		
Balance January 1	<u>139,965.39</u>	<u>-</u>
	210,800.71	139,965.39
Decreased by:		
Utilization as Anticipated Revenue	<u>139,965.39</u>	<u>-</u>
Balance December 31	<u><u>\$ 70,835.32</u></u>	<u><u>\$ 139,965.39</u></u>

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

TOWN OF SECAUCUS
TRUST FUNDS -- MUNICIPAL OPEN SPACE
Statement of Dedicated Revenues - Regulatory Basis
For the Year Ended December 31, 2018

	<u>Anticipated Budget</u>	<u>Realized</u>	<u>Excess or (Deficit)</u>
Amount to be Raised by Taxation	<u>\$ 277,156.95</u>	<u>\$ 277,156.95</u>	<u>-</u>
Reserve Funds:			
Reserve for Future Use	<u>139,965.39</u>	<u>139,965.39</u>	<u>-</u>
Non Budget Revenues	<u>-</u>	<u>4,394.35</u>	<u>\$ 4,394.35</u>
Total Trust Fund Revenues	<u><u>\$ 417,122.34</u></u>	<u><u>\$ 421,516.69</u></u>	<u><u>\$ 4,394.35</u></u>

Analysis of Non Budget Revenues

Due Current Fund:	
Added and Omitted Levy	\$ 2,502.09
Receipts:	
Interest on Investments and Deposits	<u>1,892.26</u>
Total Non Budget Revenues	<u><u>\$ 4,394.35</u></u>

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

TOWN OF SECAUCUS
TRUST FUNDS -- MUNICIPAL OPEN SPACE
Statement of Dedicated Expenditures - Regulatory Basis
For the Year Ended December 31, 2018

			<u>Expended</u>		
	<u>Adopted</u>	<u>Budget After</u>	<u>Paid or</u>		<u>Unexpended</u>
	<u>Budget</u>	<u>Modification</u>	<u>Charged -</u>	<u>Encumbered</u>	<u>Balance</u>
			<u>Due Current</u>		<u>Cancelled</u>
			<u>Fund</u>		
Development of Lands for Recreation and Conservation:					
Other Expenses	<u>\$ 125,000.00</u>	<u>\$ 350,681.37</u>	<u>\$ 32,310.00</u>	<u>\$ 318,371.37</u>	<u>-</u>
Reserve for Future Use	<u>292,122.34</u>	<u>66,440.97</u>	<u>-</u>	<u>-</u>	<u>\$ 66,440.97</u>
Total Trust Fund Appropriations	<u><u>\$ 417,122.34</u></u>	<u><u>\$ 417,122.34</u></u>	<u><u>\$ 32,310.00</u></u>	<u><u>\$ 318,371.37</u></u>	<u><u>\$ 66,440.97</u></u>

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

TOWN OF SECAUCUS
GENERAL CAPITAL FUND
Comparative Statements of Assets, Liabilities, Reserves, and Fund Balance - Regulatory Basis
As of December 31, 2018 and 2017

	<u>Ref.</u>	<u>2018</u>	<u>2017</u>
<u>ASSETS</u>			
Cash	SC-1, SC-2	\$ 2,151,396.99	\$ 2,039,452.46
Deferred Charges to Future Taxation:			
Funded	SC-3	30,429,661.27	19,295,800.92
Unfunded	SC-4	17,817,280.67	28,303,823.00
Due from Federal and State Grant Fund	SC-6	489,640.08	319,765.08
Due from Trust Assessment Fund	SC-7	1,295,531.00	1,228,590.00
Due from Swimming Pool Utility Operating Fund	SD-6	51,547.31	24,365.26
Due from Swimming Pool Utility Capital Fund	SD-9	922,600.00	809,500.00
Total Assets		<u>\$ 53,157,657.32</u>	<u>\$ 52,021,296.72</u>
<u>LIABILITIES, RESERVES AND FUND BALANCE</u>			
Bond Anticipation Notes	SC-8	\$ 18,272,123.00	\$ 27,939,542.00
General Serial Bonds	SC-9	28,778,000.00	17,698,000.00
New Jersey Environmental Infrastructure Loans Payable	SC-10	1,110,481.70	1,291,322.18
New Jersey Green Acres Loans Payable	SC-11	541,179.57	306,478.74
Improvement Authorizations:			
Funded	SC-12	249,217.98	452,071.41
Unfunded	SC-12	1,638,898.68	2,168,440.64
Contracts Payable	SC-13	1,610,407.16	1,903,163.34
Capital Improvement Fund	SC-14	175,000.00	
Reserve for Payment of Bonds	SC-15	395,419.26	
Due to Current Fund	SC-5	144,101.12	64,192.99
General Capital Surplus	C-1	242,828.85	198,085.42
Total Liabilities, Reserves and Fund Balance		<u>\$ 53,157,657.32</u>	<u>\$ 52,021,296.72</u>

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

TOWN OF SECAUCUS
GENERAL CAPITAL FUND
Statement of General Capital Surplus - Regulatory Basis
For the Year Ended December 31, 2018

Balance December 31, 2017		\$	198,085.42
Increased by:			
Receipts:			
Premium on Sale of Bond Anticipation Notes	\$	152,269.73	
Premium on Sale of General Improvement Bonds		<u>136,891.95</u>	
			<u>289,161.68</u>
			487,247.10
Decreased by:			
Disbursements		94,418.25	
Due Current Fund:			
2018 Anticipated Budget Revenue		<u>150,000.00</u>	
			<u>244,418.25</u>
Balance December 31, 2018		\$	<u><u>242,828.85</u></u>

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

TOWN OF SECAUCUS
SWIMMING POOL UTILITY FUND
Comparative Statements of Assets, Liabilities, Reserves and Fund Balance - Regulatory Basis
As of December 31, 2018 and 2017

	<u>Ref.</u>	<u>2018</u>	<u>2017</u>
<u>ASSETS</u>			
Operating Fund:			
Cash	SD-1	\$ 1,524,513.57	\$ 1,015,853.76
Cash - Change Fund		75.00	75.00
Due from Trust - Other Funds	SD-7	5,503.22	
Deferred Charge:			
Operating Deficit	SD-13		28,284.36
Overexpenditure of Appropriation	SD-13	18,284.68	
Total Operating Fund		<u>1,548,376.47</u>	<u>1,044,213.12</u>
Capital Fund:			
Cash	SD-1, SD-2	311,638.61	314,289.15
Fixed Capital	SD-3	1,022,516.67	1,022,516.67
Fixed Capital Authorized and Uncompleted	SD-4	1,450,000.00	1,370,000.00
Due from Current Fund	SD-8	193,159.54	202,404.54
Due from Swimming Pool Utility Operating Fund	SD-10	490,307.02	303,773.77
Total Capital Fund		<u>3,467,621.84</u>	<u>3,212,984.13</u>
Total Assets		<u>\$ 5,015,998.31</u>	<u>\$ 4,257,197.25</u>
<u>LIABILITIES, RESERVES AND FUND BALANCE</u>			
Operating Fund:			
Liabilities:			
Appropriation Reserves	D-3, SD-12	\$ 1,884.87	\$ 53,601.82
Reserve for Encumbrances	D-3, SD-12	3,908.38	
Due to Current Fund	SD-5	931,147.01	594,489.92
Due to Trust - Other Funds	SD-7		156.90
Due to General Capital Fund	SD-6	51,547.31	24,365.26
Due to Swimming Pool Utility Capital Fund	SD-10	490,307.02	303,773.77
Accounts Payable	SD-11		976.50
Accrued Interest on Bonds	SD-14	10,583.06	7,850.13
		<u>1,489,377.65</u>	<u>985,214.30</u>
Fund Balance		<u>58,998.82</u>	<u>58,998.82</u>
Total Operating Fund		<u>1,548,376.47</u>	<u>1,044,213.12</u>

(Continued)

TOWN OF SECAUCUS
SWIMMING POOL UTILITY FUND
 Comparative Statements of Assets, Liabilities, Reserves and Fund Balance - Regulatory Basis
 As of December 31, 2018 and 2017

	<u>Ref.</u>	<u>2018</u>	<u>2017</u>
LIABILITIES, RESERVES AND FUND BALANCE (CONT'D)			
Capital Fund:			
Due to General Capital Fund	SD-9	\$ 922,600.00	\$ 809,500.00
Improvement Authorizations:			
Unfunded	SD-15	62,892.77	7,967.46
Contracts Payable	SD-16	2,362.40	
Capital Improvement Fund	SD-17	7,350.00	3,100.00
Bond Anticipation Notes Payable	SD-18	1,234,000.00	1,347,100.00
Reserve for Deferred Amortization	SD-19	70,500.00	66,500.00
Reserve for Amortization	SD-20	<u>1,167,916.67</u>	<u>978,816.67</u>
Total Capital Fund		<u>3,467,621.84</u>	<u>3,212,984.13</u>
Total Liabilities, Reserves and Fund Balance		<u>\$ 5,015,998.31</u>	<u>\$ 4,257,197.25</u>

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

TOWN OF SECAUCUS
SWIMMING POOL UTILITY FUND
 Comparative Statements of Operations and Changes in Fund Balance - Regulatory Basis
 For the Years Ended December 31, 2018 and 2017

	<u>2018</u>	<u>2017</u>
<u>Revenue and Other Income Realized</u>		
Membership Fees	\$ 46,731.25	\$ 44,297.50
Guest Fees	55,083.00	49,950.00
Miscellaneous	39,324.35	35,181.48
Deficit General Budget	426,471.42	399,024.00
Other Credits to Income:		
Unexpended Balance of Appropriation Reserves	51,467.84	22,956.12
Cancellation of:		
Accounts Payable	<u>976.50</u>	
Total Income	<u>620,054.36</u>	<u>551,409.10</u>
<u>Expenditures</u>		
Operating	365,569.70	380,276.00
Capital Improvements	8,250.00	42,500.00
Debt Service	219,014.98	141,617.46
Deferred Charges and Statutory Expenditures	17,220.00	15,300.00
Deficits in Operation in Prior Years	<u>28,284.36</u>	
Total Expenditures	<u>638,339.04</u>	<u>579,693.46</u>
Deficit in Revenue	(18,284.68)	(28,284.36)
Adjustments to Income before Surplus:		
Expenditures included above which are by Statute Deferred Charges to Budget of Succeeding Year	<u>18,284.68</u>	<u>-</u>
Operating Deficit to be Raised in Budget of Succeeding Year	<u>-</u>	<u>\$ 28,284.36</u>
<u>Fund Balance</u>		
Balance January 1	<u>58,998.82</u>	<u>58,998.82</u>
Balance December 31	<u>\$ 58,998.82</u>	<u>\$ 58,998.82</u>

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

TOWN OF SECAUCUS
SWIMMING POOL UTILITY FUND
Statement of Revenues - Regulatory Basis
For the Year Ended December 31, 2018

	Anticipated <u>Budget</u>	<u>Realized</u>	Excess or <u>(Deficit)</u>
Membership Fees	\$ 44,000.00	\$ 46,731.25	\$ 2,731.25
Guest Fees	49,000.00	55,083.00	6,083.00
Miscellaneous	35,000.00	39,324.35	4,324.35
Deficit (General Budget)	<u>492,054.36</u>	<u>426,471.42</u>	<u>(65,582.94)</u>
 Total Swimming Pool Utility Revenues	 <u><u>\$ 620,054.36</u></u>	 <u><u>\$ 567,610.02</u></u>	 <u><u>\$ (52,444.34)</u></u>
 Receipts		 \$ 138,571.85	
Due Current Fund		426,471.42	
Due Swimming Pool Capital Fund		<u>2,566.75</u>	
		<u><u>\$ 567,610.02</u></u>	
 <u>Analysis of Miscellaneous Revenue</u>			
Cabanas		\$ 10,015.00	
Camps		9,752.00	
Life Vests		285.00	
Lounge / Sand Chairs		2,311.00	
Other		3,756.00	
Tiki Bar		702.00	
Interest Earned on Deposits		<u>12,503.35</u>	
		<u><u>\$ 39,324.35</u></u>	

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

TOWN OF SECAUCUS
SWIMMING POOL UTILITY FUND
Statement of Expenditures - Regulatory Basis
For the Year Ended December 31, 2018

	<u>Appropriations</u>		<u>Expended</u>			
	<u>Original Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Encumbered</u>	<u>Reserved</u>	<u>Overexpended</u>
Operating:						
Salaries and Wages	\$ 225,000.00	\$ 201,052.72	\$ 201,052.72			
Other Expenses	125,000.00	148,947.28	160,608.60	\$ 3,908.38		\$ (15,569.70)
Total Operating	350,000.00	350,000.00	361,661.32	3,908.38	-	(15,569.70)
Capital Improvements:						
Capital Improvement Fund	8,250.00	8,250.00	8,250.00			
Total Capital Improvements	8,250.00	8,250.00	8,250.00	-	-	-
Debt Service:						
Payment of Bond Anticipation Notes and Capital Notes	189,100.00	189,100.00	189,100.00			
Interest on Notes	27,200.00	27,200.00	29,914.98			(2,714.98)
Total Debt Service	216,300.00	216,300.00	219,014.98	-	-	(2,714.98)
Deferred Charges and Statutory Expenditures:						
Statutory Expenditures						
Social Security System (O.A.S.I.)	17,220.00	17,220.00	15,335.13		\$ 1,884.87	
Total Statutory Expenditures	17,220.00	17,220.00	15,335.13	-	1,884.87	-
Total Deferred Charge and Statutory Expenditures	17,220.00	17,220.00	15,335.13	-	1,884.87	-
Deficits in Operation in Prior Years	28,284.36	28,284.36	28,284.36	-	-	-
Total Swimming Pool Utility Appropriations	\$ 620,054.36	\$ 620,054.36	\$ 632,545.79	\$ 3,908.38	\$ 1,884.87	\$ (18,284.68)
Interest on Notes			\$ 29,914.98			
Due Current Fund			263,525.58			
Due Swimming Pool Utility Capital Fund:						
Capital Improvement Fund			8,250.00			
Payment of Bond Anticipation Notes and Capital Notes			189,100.00			
Deficits in Operations in Prior Years			28,284.36			
Disbursements			113,470.87			
			\$ 632,545.79			

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

TOWN OF SECAUCUS
BOND AND INTEREST ACCOUNT
 Comparative Statements of Assets, Liabilities, Reserves, and Fund Balance - Regulatory Basis
 As of December 31, 2018 and 2017

	<u>Ref.</u>	<u>2018</u>	<u>2017</u>
<u>ASSETS</u>			
Cash	SF-1	<u>\$ 55,039.94</u>	<u>\$ 54,595.92</u>
<u>LIABILITIES</u>			
Due to Current Fund	SF-2	\$ 908.69	\$ 464.67
Interest Payable	SF-3	19,131.25	19,131.25
Bonds Payable	SF-4	<u>35,000.00</u>	<u>35,000.00</u>
Total Liabilities		<u>\$ 55,039.94</u>	<u>\$ 54,595.92</u>

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

TOWN OF SECAUCUS
GENERAL FIXED ASSET ACCOUNT GROUP
Statement of General Fixed Asset Group of Accounts - Regulatory Basis
For the Year Ended December 31, 2018

	(Restated) Balance <u>December 31, 2017</u>	<u>Additions</u>	<u>Deletions</u>	Balance <u>December 31, 2018</u>
General Fixed Assets:				
Land	\$ 40,311,700.00	\$ 1,203,955.00		\$ 41,515,655.00
Buildings	26,316,583.00	740,169.00		27,056,752.00
Machinery and Equipment	<u>15,842,051.00</u>	<u>2,135,386.00</u>	\$ 197,096.00	<u>17,780,341.00</u>
	<u>\$ 82,470,334.00</u>	<u>\$ 4,079,510.00</u>	<u>\$ 197,096.00</u>	<u>\$ 86,352,748.00</u>
Investment in General Fixed Assets	<u>\$ 82,470,334.00</u>	<u>\$ 4,079,510.00</u>	<u>\$ 197,096.00</u>	<u>\$ 86,352,748.00</u>

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

TOWN OF SECAUCUS
Notes to Financial Statements
For the Year Ended December 31, 2018

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Description of Financial Reporting Entity - The Town of Secaucus (hereafter referred to as the "Town") was incorporated as a Borough in 1900, and adopted the "Town" form of government in 1917. The Town is located approximately five miles from midtown New York City. According to the 2010 census, the population is 16,264.

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

Component Units - The financial statements of the component units of the Town are not presented in accordance with Governmental Accounting Standards Board (GASB) Statements No. 14, *The Financial Reporting Entity*, as amended by GASB Statement No. 39, *Determining Whether Certain Organizations are Component Units*, GASB Statement No. 61, *The Financial Reporting Entity: Omnibus - an amendment of GASB Statements No. 14 and No. 34*, and GASB Statement No. 80, *Blending Requirements for Certain Component Units - an amendment of GASB Statement No. 14*. If the provisions of the aforementioned GASB Statements had been complied with, the financial statements of the following component units would have been either blended or discretely presented with the financial statements of the Town, the primary government:

Secaucus Municipal Utilities Authority
1100 Koelle Boulevard
Secaucus NJ 07094

Secaucus Housing Authority
700 County Avenue
Secaucus NJ 07094

Secaucus Public Library
1379 Paterson Plank Road
Secaucus NJ 07094

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

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

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

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

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

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

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

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

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

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

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

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

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

Cash, Cash Equivalents and Investments - Cash and cash equivalents include petty cash, change funds and cash on deposit with public depositories. All certificates of deposit are recorded as cash regardless of the date of maturity. Investments are stated at cost; therefore, unrealized gains or losses on investments have not been recorded.

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

Impact of Recently Issued Accounting Principles**Recently Issued and Adopted Accounting Pronouncements**

For the year ended December 31, 2018, the Town adopted GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*. As a result of adopting Statement No. 75, the Town was required to measure and disclose liabilities, deferred outflows of resources, deferred inflows of resources, and expense/expenditures related to their postemployment benefits plan. As a result of the regulatory basis of accounting previously described in note 1, the implementation of this Statement only required financial statement disclosures. There exists no impact on the financial statements of the Town.

Note 2: CASH AND CASH EQUIVALENTS

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

As of December 31, 2018, the Town's bank balances of \$20,228,850.98 were insured by FDIC and GUDPA.

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>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Tax Rate	<u>\$ 3.610</u>	<u>\$ 3.614</u>	<u>\$ 3.707</u>	<u>\$ 3.702</u>	<u>\$ 3.766</u>
Apportionment of Tax Rate:					
Municipal	\$ 1.413	\$ 1.373	\$ 1.374	\$ 1.334	\$ 1.334
Municipal Open Space	.010	.011	-	-	-
Municipal Library	.058	.055	.055	.056	.062
County	.792	.871	.918	.904	1.026
Local School	1.337	1.304	1.360	1.408	1.344

Assessed Valuation

<u>Year</u>	<u>Amount</u>
2018	\$ 2,771,569,462.00
2017	2,756,832,531.00
2016	2,650,184,650.00
2015	2,556,618,146.00
2014	2,538,692,219.00

Comparison of Tax Levies and Collections

<u>Year</u>	<u>Tax Levy</u>	<u>Collections</u>	<u>Percentage of Collections</u>
2018	\$ 100,956,140.86	\$ 99,300,543.32	98.36%
2017	99,949,670.06	99,478,419.80	99.53%
2016	101,709,037.13	101,090,371.34	99.39%
2015	96,528,805.41	95,356,374.70	98.79%
2014	96,969,263.92	96,136,995.45	99.14%

Note 3: PROPERTY TAXES (CONT'D)

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

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>
2018		\$ 10,774.67	\$ 10,774.67	0.01%
2017	\$ 109,523.68	6,755.90	116,279.58	0.12%
2016		2,948.86	2,948.86	0.00%
2015		4,297.74	4,297.74	0.00%
2014		776,054.68	776,054.68	0.80%

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>
2018	-
2017	1
2016	-
2015	-
2014	-

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>
2018	\$ 1,316,300.00
2017	1,316,300.00
2016	1,316,300.00
2015	1,316,300.00
2014	1,316,300.00

Note 5: FUND BALANCES APPROPRIATED

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

Current Fund

<u>Year</u>	<u>Balance December 31,</u>	<u>Utilized in Budget of Succeeding Year</u>	<u>Percentage of Fund Balance Used</u>
2018	\$ 6,284,814.72	\$ 3,892,840.00	61.94%
2017	6,606,504.35	3,882,530.00	58.77%
2016	9,078,693.57	5,633,768.00	62.05%
2015	5,450,017.48	3,936,470.00	72.23%
2014	7,210,139.15	5,859,000.00	81.26%

Note 5: FUND BALANCES APPROPRIATED (CONT'D)

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 (CONT'D):

Swimming Pool Utility Fund

<u>Year</u>	<u>Balance December 31,</u>	<u>Utilized in Budget of Succeeding Year</u>	<u>Percentage of Fund Balance Used</u>
2018	\$ 58,998.82	-	-
2017	58,998.82	-	-
2016	58,998.82	-	-
2015	58,998.82	-	-
2014	58,998.82	-	-

Note 6: INTERFUND RECEIVABLES AND PAYABLES

The following interfund balances were recorded on the various statements of assets, liabilities, reserves and fund balance as of December 31, 2018:

<u>Fund</u>	<u>Interfunds Receivable</u>	<u>Interfunds Payable</u>
Current	\$ 1,321,782.41	\$ 692,142.73
Federal and State Grant	12,270.49	728,680.98
Trust - Assessment	650,000.00	1,295,748.84
Trust - Animal Control		6,366.85
Trust - Municipal Open Space	247,349.04	
Trust - Other	251,634.15	667,773.71
General Capital	2,759,318.39	144,101.12
Swimming Pool Utility - Operating	5,503.22	1,473,001.34
Swimming Pool Utility - Capital	683,466.56	922,600.00
Bond and Interest		908.69
Total	<u>\$ 5,931,324.26</u>	<u>\$ 5,931,324.26</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 2019, the Town expects to liquidate such interfunds, depending upon the availability of cash flow.

Note 7: PENSION PLANS

A substantial number of the Town's employees participate in one of the following defined benefit pension plans: the Public Employees' Retirement System ("PERS") and the Police and Firemen's Retirement System ("PFRS"), which are administered by the New Jersey Division of Pensions and Benefits. In addition, several Town's employees participate in the Defined Contribution Retirement Program ("DCRP"), which is a defined contribution pension plan. This Plan is administered by Prudential Financial for the New Jersey Division of Pensions and Benefits. Each Plan has a Board of Trustees that is primarily responsible for its administration.

Note 7: PENSION PLANS (CONT'D)

The Division issues a publicly available financial report that includes financial statements, required supplementary information and detailed information about the PERS and PFRS plan's 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
<http://www.state.nj.us/treasury/pensions/financial-reports.shtml>

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

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

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

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

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.

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

Public Employees' Retirement System (Cont'd) - The following represents the membership tiers for PERS:

Tier Definition

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

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

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

The following represents the membership tiers for PFRS:

Tier Definition

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

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

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.

Note 7: PENSION PLANS (CONT'D)**General Information about the Pension Plans (Cont'd)****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 Chapter 78, P.L. 2011, the active member contribution rate increased from 5.5% of annual compensation to 6.5% plus an additional 1% phased-in over 7 years beginning in July 2012. The member contribution rate was 7.34% in State fiscal year 2018. The phase-in of the additional incremental member contribution rate takes place in July of each subsequent State fiscal year. The rate for members who are eligible for the Prosecutors Part of PERS (P.L. 2001, C. 366) was 10% in State fiscal year 2018. Employers' contribution are based on an actuarially determined amount, which includes the normal cost and unfunded accrued liability.

The Town's contractually required contribution rate for the year ended December 31, 2018 was 13.39% of the Town's covered payroll. This amount was actuarially determined as the amount that, when combined with employee contributions, is expected to finance the costs of benefits earned by employees during the year, including an additional amount to finance any unfunded accrued liability.

Based on the most recent PERS measurement date of June 30, 2018, the Town's contractually required contribution to the pension plan for the year ended December 31, 2018 is \$1,331,831.00, and was payable by April 1, 2019. Due to the basis of accounting described in note 1, no liability has been recorded in the financial statements for this amount. Based on the PERS measurement date of June 30, 2017, the Town's contractually required contribution to the pension plan for the year ended December 31, 2017 was \$1,118,536.00, which was paid on April 1, 2018. Employee contributions to the Plan during the year ended December 31, 2018 were \$745,622.39.

Police and Firemen's Retirement System - The contribution policy 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 active member contribution rate was 10% in State fiscal year 2018. Employers' contributions are based on an actuarially determined amount, 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 Town's contractually required contribution rate for the year ended December 31, 2018 was 26.83% of the Town's covered payroll. This amount was actuarially determined as the amount that, when combined with employee contributions, is expected to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability.

Note 7: PENSION PLANS (CONT'D)**General Information about the Pension Plans (Cont'd)****Contributions (Cont'd)**

Police and Firemen's Retirement System (Cont'd) - Based on the most recent PFRS measurement date of June 30, 2018, the Town's contractually required contribution to the pension plan for the year ended December 31, 2018 is \$1,933,877.00, and was payable by April 1, 2019. Due to the basis of accounting described in note 1, no liability has been recorded in the financial statements for this amount. Based on the PFRS measurement date of June 30, 2017, the Town's contractually required contribution to the pension plan for the year ended December 31, 2017 was \$1,674,084.00, which was paid on April 1, 2018. Employee contributions to the Plan during the year ended December 31, 2018 were \$723,000.50.

The amount of contractually required contribution for the State of New Jersey's proportionate share, associated with the Town, for the year ended December 31, 2018 was 2.99% of the Town's covered payroll.

Based on the most recent PFRS measurement date of June 30, 2018, the State's contractually required contribution, on-behalf of the Town, to the pension plan for the year ended December 31, 2018 is \$215,329.00, and was payable by April 1, 2019. Based on the PFRS measurement date of June 30, 2017, the State's contractually required contribution, on-behalf of the Town, to the pension plan for the year ended December 31, 2017 was \$163,559.00, which was paid on April 1, 2018.

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

For the year ended December 31, 2018, employee contributions totaled \$5,319.62, and the Town's contributions were \$2,940.46. There were no forfeitures during the year.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

Public Employees' Retirement System - At December 31, 2018, the Town's proportionate share of the PERS net pension liability was \$26,363,423.00. The net pension liability was measured as of June 30, 2018, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2017. 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, 2018. The Town's proportion of the net pension liability was based on a projection of the Town's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. For the June 30, 2018 measurement date, the Town's proportion was .1338958384%, which was an increase of .0131548832% from its proportion measured as of June 30, 2017.

At December 31, 2018, the Town's proportionate share of the PERS pension expense, calculated by the Plan as of the June 30, 2018 measurement date is \$2,449,741.00. This expense is not recognized by the Town because of the regulatory basis of accounting as described in note 1; however, as previously mentioned, for the year ended December 31, 2018, the Town's contribution to PERS was \$1,118,536.00, and was paid on April 1, 2018.

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

Police and Firemen's Retirement System - At December 31, 2018, the Town's and State of New Jersey's proportionate share of the PFRS net pension liability were as follows:

Town's Proportionate Share of Net Pension Liability	\$ 26,766,855.00
State of New Jersey's Proportionate Share of Net Pension Liability Associated with the Town	3,635,835.00
	<u>\$ 30,402,690.00</u>

The net pension liability was measured as of June 30, 2018, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2017. 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, 2018. The Town's proportion of the net pension liability was based on a projection of the Town's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers and the State of New Jersey, actuarially determined. For the June 30, 2018 measurement date, the Town's proportion was .1978092646%, which was an increase of .0086511759% from its proportion measured as of June 30, 2017. Likewise, at June 30, 2018, the State of New Jersey's proportion, on-behalf of the Town, was .1978092646%, which was an increase of .0086511759% from its proportion, on-behalf of the Town, measured as of June 30, 2017.

At December 31, 2018, the Town's proportionate share of the PFRS pension expense, calculated by the Plan as of the June 30, 2018 measurement date is \$2,250,814.00. This expense is not recognized by the Town because of the regulatory basis of accounting as described in note 1; however, as previously mentioned, for the year ended December 31, 2018, the Town's contribution to PFRS was \$1,674,084.00 and was paid on April 1, 2018.

At December 31, 2018, the State's proportionate share of the PFRS pension expense, associated with the Town, calculated by the Plan as of the June 30, 2018 measurement date is \$430,659.00. This on-behalf expense is not recognized by the Town because of the regulatory basis of accounting as described in note 1.

Deferred Outflows of Resources and Deferred Inflows of Resources - At December 31, 2018, the Town had deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources			Deferred Inflows of Resources		
	PERS	PFRS	Total	PERS	PFRS	Total
Differences between Expected and Actual Experience	\$ 502,754.00	\$ 272,318.00	\$ 775,072.00	\$ 135,938.00	\$ 110,768.00	\$ 246,706.00
Changes of Assumptions	4,344,255.00	2,297,574.00	6,641,829.00	8,429,621.00	6,859,883.00	15,289,504.00
Net Difference between Projected and Actual Earnings on Pension Plan Investments	-	-	-	247,290.00	146,439.00	393,729.00
Changes in Proportion and Differences between Town Contributions and Proportionate Share of Contributions	3,665,115.00	1,384,962.00	5,050,077.00	-	813,300.00	813,300.00
Town Contributions Subsequent to the Measurement Date	665,916.00	966,939.00	1,632,855.00	-	-	-
	<u>\$ 9,178,040.00</u>	<u>\$ 4,921,793.00</u>	<u>\$ 14,099,833.00</u>	<u>\$ 8,812,849.00</u>	<u>\$ 7,930,390.00</u>	<u>\$ 16,743,239.00</u>

Note 7: PENSION PLANS (CONT'D)**Pension Liabilities, Pension 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) - \$665,916.00 and \$966,939.00 for PERS and PFRS, respectively, included in deferred outflows of resources, will be included as a reduction of the net pension liability in the year ending December 31, 2019. These amounts were based on an estimated April 1, 2020 contractually required contribution, prorated from the pension plans' measurement date of June 30, 2018 to the Town's year end of December 31, 2018.

The Town will amortize the above other deferred outflow 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, 2014	-	-	-	-
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	-
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
Net Difference between Projected and Actual Earnings on Pension Plan Investments				
Year of Pension Plan Deferral:				
June 30, 2014	-	5.00	-	5.00
June 30, 2015	5.00	-	5.00	-
June 30, 2016	5.00	-	5.00	-
June 30, 2017	-	5.00	-	5.00
June 30, 2018	-	5.00	-	5.00
Changes in Proportion and Differences between Town Contributions and Proportionate Share of Contributions				
Year of Pension Plan Deferral:				
June 30, 2014	6.44	6.44	6.17	6.17
June 30, 2015	5.72	5.72	5.53	5.53
June 30, 2016	5.57	5.57	5.58	5.58
June 30, 2017	5.48	5.48	5.59	5.59
June 30, 2018	5.63	5.63	5.73	5.73

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

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

<u>Year Ending Dec 31,</u>	<u>PERS</u>	<u>PFRS</u>	<u>Total</u>
2019	\$ 1,171,257.00	\$ 404,971.00	\$ 1,576,228.00
2020	698,204.00	(725,167.00)	(26,963.00)
2021	(1,016,942.00)	(2,145,562.00)	(3,162,504.00)
2022	(981,031.00)	(1,246,559.00)	(2,227,590.00)
2023	(172,213.00)	(263,219.00)	(435,432.00)
	<u>\$ (300,725.00)</u>	<u>\$ (3,975,536.00)</u>	<u>\$ (4,276,261.00)</u>

Actuarial Assumptions

The net pension liability was measured as of June 30, 2018, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2017. 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, 2018. This actuarial valuation used the following actuarial assumptions, applied to all periods included in the measurement:

	<u>PERS</u>	<u>PFRS</u>
Inflation Rate	2.25%	2.25%
Salary Increases:		
Through 2026	1.65% - 4.15% Based on Age	2.10% - 8.98% Based on Age
Thereafter	2.65% - 5.15% Based on Age	3.10% - 9.98% Based on Age
Investment Rate of Return	7.00%	7.00%
Period of Actuarial Experience		
Study upon which Actuarial		
Assumptions were Based	July 1, 2011 - June 30, 2014	July 1, 2010 - June 30, 2013

For PERS, preretirement mortality rates were based on the RP-2000 Employee Preretirement Mortality Table for male and female active participants. For State employees, mortality tables are set back 4 years for males and females. For local employees, mortality tables are set back 2 years for males and 7 years for females. In addition, the tables provide for future improvements in mortality from the base year of 2013 using a generational approach based on the Conduent modified 2014 projection scale.

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

Postretirement mortality rates were based on the RP-2000 Combined Healthy Male and Female Mortality Tables (set back 1 year for males and females) for service retirements and beneficiaries of former members. In addition, the tables for service retirements and beneficiaries of former members provide for future improvements in mortality from 2012 to 2013 using Projection Scale AA and using a generational approach based on the Conduent modified 2014 projection scale thereafter. Disability retirement rates used to value disabled retirees were based on the RP-2000 Disabled Mortality Table (set back 3 years for males and set forward 1 year for females).

For PFRS, preretirement mortality rates were based on the RP-2000 Combined Healthy Mortality tables projected on a generational basis from the base year of 2000 to 2013 using Projection Scale BB and the Conduent modified 2014 projection scale thereafter. For preretirement accidental mortality, a custom table with representative rates was used and there is no mortality improvements assumed. Post-retirement mortality rates for male service retirements are based the RP-2000 Combined Healthy Mortality Tables projected on a generational basis using Projection Scale AA from the base year of 2012 to 2013 and the Conduent modified 2014 projection scale thereafter. Postretirement mortality rates for female service retirements and beneficiaries were based on the RP-2000 Combined Healthy Mortality Tables projected on a generational basis from the base year 2000 to 2013 using Projection Scale BB and the Conduent modified 2014 projection scale thereafter. Disability mortality rates were based on a custom table with representative rates and no mortality improvements assumed.

For PERS and PFRS, in accordance with State statute, the long-term expected rate of return on Plan investments (7.00% at June 30, 2018) 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, 2018 are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Risk Mitigation Strategies	5.00%	5.51%
Cash Equivalents	5.50%	1.00%
U.S. Treasuries	3.00%	1.87%
Investment Grade Credit	10.00%	3.78%
High Yield	2.50%	6.82%
Global Diversified Credit	5.00%	7.10%
Credit Oriented Hedge Funds	1.00%	6.60%
Debt Related Private Equity	2.00%	10.63%
Debt Related Real Estate	1.00%	6.61%
Private Real Asset	2.50%	11.83%
Equity Related Real Estate	6.25%	9.23%
U.S. Equity	30.00%	8.19%
Non-U.S. Developed Markets Equity	11.50%	9.00%
Emerging Markets Equity	6.50%	11.64%
Buyouts/Venture Capital	8.25%	13.08%
	<u>100.00%</u>	

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

Discount Rate - The discount rate used to measure the total pension liability at June 30, 2018 was 5.66% for PERS and 6.51% for PFRS. For both PERS and PFRS, the respective single blended discount rates were based on the long-term expected rate of return on pension Plan investments of 7.00%, and a municipal bond rate of 3.87% as of June 30, 2018, 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 rates assumed that contributions from Plan members will be made at the current member contribution rates and that contributions from employers and the nonemployer contributing entity will be made based on the contribution rate in the most recent fiscal year. The State employer contributed 50% of the actuarially determined contributions and the local employers contributed 100% of their actuarially determined contributions. 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 through 2046 for PERS and through 2062 for PFRS; therefore, the long-term expected rate of return on Plan investments was applied to projected benefit payments through 2046 for PERS and through 2062 for PFRS, and the municipal bond rate was applied to projected benefit payments after that date in determining the total pension liabilities.

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

Public Employees' Retirement System (PERS) - The following presents the Town's proportionate share of the net pension liability at June 30, 2018, the Plan's measurement date, calculated using a discount rate of 5.66%, as well as what the Town's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1% lower or 1% higher than the current rates used:

	1% Decrease (4.66%)	Current Discount Rate (5.66%)	1% Increase (6.66%)
Town's Proportionate Share of the Net Pension Liability	<u>\$ 33,148,967.00</u>	<u>\$ 26,363,423.00</u>	<u>\$ 20,670,786.00</u>

Police and Firemen's Retirement System (PFRS) - As previously mentioned, PFRS has a special funding situation, where the State of New Jersey pays a portion of the Town's annual required contribution. As such, the net pension liability as of June 30, 2018, the Plan's measurement date, for the Town and the State of New Jersey, calculated using a discount rate of 6.51%, as well as using a discount rate that is 1% lower or 1% higher than the current rates used is as follows:

	1% Decrease (5.51%)	Current Discount Rate (6.51%)	1% Increase (7.51%)
Town's Proportionate Share of the Net Pension Liability	\$ 35,824,114.00	\$ 26,766,855.00	\$ 19,296,266.00
State of New Jersey's Proportionate Share of Net Pension Liability associated with the Town	<u>4,866,113.96</u>	<u>3,635,835.00</u>	<u>2,621,078.95</u>
	<u>\$ 40,690,227.96</u>	<u>\$ 30,402,690.00</u>	<u>\$ 21,917,344.95</u>

Note 7: PENSION PLANS (CONT'D)**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 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. For additional information about PERS and PFRS, please refer to the Plan's Comprehensive Annual Financial Report (CAFR) which can be found at <https://www.nj.gov/treasury/pensions/financial-reports.shtml>.

Supplementary Pension Information

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

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

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

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

	Year Ended December 31,		
	<u>2018</u>	<u>2017</u>	<u>2016</u>
Town's Contractually Required Contribution	\$ 1,331,831.00	\$ 1,118,536.00	\$ 1,041,652.00
Town's Contribution in Relation to the Contractually Required Contribution	<u>(1,331,831.00)</u>	<u>(1,118,536.00)</u>	<u>(1,041,652.00)</u>
Town's Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Town's Covered Payroll (Calendar Year)	\$ 9,947,532.00	\$ 9,459,324.00	\$ 8,435,484.00
Town's Contributions as a Percentage of Covered Payroll	13.39%	11.82%	12.35%
	<u>2015</u>	<u>2014</u>	<u>2013</u>
Town's Contractually Required Contribution	\$ 951,437.00	\$ 901,532.00	\$ 812,921.00
Town's Contribution in Relation to the Contractually Required Contribution	<u>(951,437.00)</u>	<u>(901,532.00)</u>	<u>(812,921.00)</u>
Town's Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Town's Covered Payroll (Calendar Year)	\$ 8,025,709.00	\$ 7,575,569.00	\$ 7,559,074.00
Town's Contributions as a Percentage of Covered Payroll	11.85%	11.90%	10.75%

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

	Measurement Date Ended June 30,		
	<u>2018</u>	<u>2017</u>	<u>2016</u>
Town's Proportion of the Net Pension Liability	0.1978092646%	0.1891580887%	0.1948079139%
Town's Proportionate Share of the Net Pension Liability	\$ 26,766,855.00	\$ 29,202,352.00	\$ 37,213,295.00
State's Proportionate Share of the Net Pension Liability associated with the Town	<u>3,635,835.00</u>	<u>3,270,909.00</u>	<u>3,124,994.00</u>
Total	<u>\$ 30,402,690.00</u>	<u>\$ 32,473,261.00</u>	<u>\$ 40,338,289.00</u>
Town's Covered Payroll (Plan Measurement Period)	\$ 6,651,728.00	\$ 6,017,540.00	\$ 6,226,540.00
Town's Proportionate Share of the Net Pension Liability as a Percentage of Covered Payroll	402.40%	485.29%	597.66%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	62.48%	58.60%	52.01%

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

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

Schedule of the Town's Contributions - Police and Firemen's Retirement System (PFRS) (Last Six Years):

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

Note 7: PENSON PLANS (CONT'D)**Other Notes to Supplementary Pension Information*****Public Employees' Retirement System (PERS)*****Changes in Benefit Terms**

None

Changes in Assumptions

The discount rate changed at June 30th over the following years: 5.39% 2014, 4.90% 2015, 3.98% 2016, 5.00% 2017, and 5.66% 2018.

The long-term expected rate of return changed at June 30th over the following years: 7.90% 2014 and 2015, 7.65% 2016, 7.00% 2017 and 2018.

For 2016, demographic assumptions were revised in accordance with the results of the July 1, 2011 - June 30, 2014 experience study and the mortality improvement scale incorporated the Plan actuary's modified MP-2014 projection scale. Further, salary increases were assumed to increase between 1.65% and 4.15% (based on age) through fiscal year 2026 and 2.65% and 5.15% (based on age) for each fiscal year thereafter.

For 2015, the social security wage base was set at \$118,500.00 for 2015, increasing 4.00% per annum, compounded annually and the 401(a)(17) pay limit was set at \$265,000.00 for 2015, increasing 3.00% per annum, compounded annually.

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

In 2017, Chapter 26, P.L. 2016 increased the accidental death benefit payable to children if there is no surviving spouse to 70% of final compensation.

Changes in Assumptions

The discount rate changed at June 30th over the following years: 6.32% 2014, 5.79% 2015, 5.55% 2016, 6.14% 2017, and 6.51% 2018.

The long-term expected rate of return changed at June 30th over the following years: 7.90% 2014 and 2015, 7.65% 2016, 7.00% 2017 and 2018.

For 2016, the mortality improvement scale incorporated the Plan actuary's modified 2014 projection scale. Further, salary increases were assumed to increase between 2.10% and 8.98% (based on age) through fiscal year 2026 and 3.10% and 9.98% (based on age) for each fiscal year thereafter.

For 2015, demographic assumptions were revised in accordance with the results of the July 1, 2010 - June 30, 2013 experience study.

Note 8: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS**General Information about the OPEB Plan**

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

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

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

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

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

The Town was billed monthly by the Plan and paid \$1,539,718.92 for the year ended December 31, 2018, representing 8.98% of the Town's payroll. During the year ended December 31, 2018, retirees were not required to contribute.

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

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

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

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

The amount of actual contributions to the OPEB Plan made by the State, on-behalf of the Town, is not known, however, under the Special Funding Situation, the State's OPEB expense, on-behalf of the Town, is \$436,889.00 for the year ended December 31, 2018 representing 2.55% of the Town's covered payroll.

OPEB Liability, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources

OPEB Liability - At December 31, 2018 the Town's and State's proportionate share of the net OPEB liability were as follows:

Town's Proportionate Share of Net OPEB Liability	\$ 40,693,257.00
State of New Jersey's Proportionate Share of Net OPEB Liability Associated with the Town	14,432,524.00
	<u>\$ 55,125,781.00</u>

The net OPEB liability was measured as of June 30, 2018, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of June 30, 2017, which was rolled forward to June 30, 2018.

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

OPEB Liability (Cont'd) - The Town's proportion of the net OPEB liability was based on the ratio of the plan members of an individual employer to the total members of the Plan's nonspecial funding situation during the measurement period July 1, 2017 through June 30, 2018. For the June 30, 2018 measurement date, the Town's proportion was .259745% which was an increase of .014789% from its proportion measured as of the June 30, 2017 measurement date.

The State's proportion of the net OPEB liability, on-behalf of the Town was based on the ratio of the plan members of an individual employer to the total members of the Plan's special funding situation during the measurement period July 1, 2017 through June 30, 2018. For the June 30, 2018 measurement date, the State's proportion on-behalf of the Town was .232264% which was an increase of .002338% from its proportion measured as of the June 30, 2017 measurement date.

OPEB Expense - At December 31, 2018, the Town's proportionate share of the OPEB expense, calculated by the Plan as of the June 30, 2018 measurement date is \$1,414,227.00. This expense is not recognized by the Town because of the regulatory basis of accounting as described in note 1; however, as previously mentioned, for the year ended December 31, 2018, the Town made contributions to the Plan totaling \$1,539,718.92.

At December 31, 2018, the State's proportionate share of the OPEB expense, associated with the Town, calculated by the Plan as of the June 30, 2018 measurement date is \$436,889.00. This on-behalf expense is not recognized by the Town because of the regulatory basis of accounting as described in note 1.

Deferred Outflows of Resources and Deferred Inflows of Resources - At December 31, 2018, the Town had deferred outflows of resources and deferred inflows of resources related to the OPEB liability from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between Expected and Actual Experience	\$ -	\$ 8,262,183.00
Changes of Assumptions	-	10,322,378.00
Net Difference between Projected and Actual Earnings on OPEB Plan Investments	21,505.00	-
Changes in Proportion and Differences between Town Contributions and Proportionate Share of Contributions	2,941,863.00	3,512,644.00
Town Contributions Subsequent to the Measurement Date	306,597.85	-
	<u>\$ 3,269,965.85</u>	<u>\$ 22,097,205.00</u>

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

Deferred Outflows of Resources and Deferred Inflows of Resources (Cont'd) - \$306,597.85 reported as deferred outflows of resources resulting from the Town's contributions subsequent to the measurement date will be included as a reduction of the Town's net OPEB liability during the year ending December 31, 2019. The Town will amortize the above other deferred outflow of resources and deferred inflows of resources related to the OPEB liability over the following number of years:

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

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

<u>Year Ending Dec. 31,</u>	
2019	\$ (2,895,275.00)
2020	(2,895,275.00)
2021	(2,895,275.00)
2022	(2,897,547.00)
2023	(2,901,219.00)
Thereafter	(4,649,246.00)
	\$ (19,133,837.00)

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

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

Inflation Rate	2.50%
Salary Increases *	
Through 2026	1.65% - 8.98%
Thereafter	2.65% - 9.98%

* Salary Increases are Based on the Defined Benefit Plan that the Member is Enrolled in and his or her Age.

Preretirement mortality rates were based on the RP-2006 Headcount-Weighted Healthy Employee Male/Female mortality table with fully generational mortality improvement projections from the central year using the MP-2017 scale. Postretirement mortality rates were based on the RP-2006 Headcount-Weighted Healthy Annuitant Male/Female mortality table with fully generational improvement projections from the central year using the MP-2017 scale. Disability mortality was based on the RP-2006 Headcount-Weighted Disabled Male/Female mortality table with fully generational improvement projections from the central year using the MP-2017 scale.

Certain actuarial assumptions used in the July 1, 2017 valuation were based on the results of the pension plans' experience studies for which the members are eligible for coverage under this Plan – the Police and Firemen Retirement System (PFRS) and the Public Employees' Retirement System (PERS). The PFRS and PERS experience studies were prepared for the periods July 1, 2010 to June 30, 2013 and July 1, 2011 to June 30, 2014, respectively.

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

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

Discount Rate - The discount rate used to measure the OPEB Liability at June 30, 2018 was 3.87%. 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 preferred provider organization (PPO) and health maintenance organization (HMO) medical benefits, the trend rate is initially 5.8% and decreases to a 5.0% long-term trend rate after eight years. For self-insured post-65 PPO and HMO medical benefits, the trend rate is 4.5%. For prescription drug benefits, the initial trend rate is 8.0% decreasing to a 5.0% long-term trend rate after seven years. The Medicare Advantage trend rate is 4.5% and will continue in all future years.

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

As previously mentioned, the OPEB Plan has a special funding situation where the State of New Jersey pays a portion of the Town's contributions for certain eligible employees. As such, the proportionate share of the net OPEB liability as of June 30, 2018, the Plan's measurement date, for the Town and the State of New Jersey, calculated using a discount rate of 3.87%, as well as using a discount rate that is 1% lower or 1% higher than the current rates used, is as follows

	1% Decrease (2.87%)	Current Discount Rate (3.87%)	1% Increase (4.87%)
Town's Proportionate Share of the Net OPEB Liability	\$ 47,743,949.00	\$ 40,693,257.00	\$ 35,061,350.00
State of New Jersey's Proportionate Share of the Net OPEB Liability Associated with the Town	16,933,166.00	14,432,524.00	12,435,077.00
	<u>\$ 64,677,115.00</u>	<u>\$ 55,125,781.00</u>	<u>\$ 47,496,427.00</u>

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

The Town's and State's proportionate share of the net OPEB Liability as of June 30, 2018, the Plan's measurement date, using a healthcare cost trend rates that are 1% lower or 1% higher than the current healthcare cost trend rate used, is as follows:

	1% Decrease	Healthcare Cost Trend Rates	1% Increase
Town's Proportionate Share of the Net OPEB Liability	\$ 33,944,701.00	\$ 40,693,257.00	\$ 49,426,891.00
State of New Jersey's Proportionate Share of the Net OPEB Liability Associated with the Town	12,039,039.00	14,432,524.00	17,530,049.00
	<u>\$ 45,983,740.00</u>	<u>\$ 55,125,781.00</u>	<u>\$ 66,956,940.00</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 expense, information about the respective fiduciary net position of the State Health Benefits Local Government Retired Employees Plan and additions to/deductions from the Plan's respective fiduciary net position have been determined on the same basis as they are reported by the Plan. Accordingly, contributions (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value. For additional information about the Plan, please refer to the Plan's Comprehensive Annual Financial Report (CAFR) which can be found at <https://www.state.nj.us/treasury/pensions/financial-reports.shtml>.

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

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

Schedule of the Town's Proportionate Share of the net OPEB Liability (Last 2 Years):

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

Schedule of the Town's Contributions (Last 2 Years):

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

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

None

Changes in Assumptions

In 2017, the discount rate changed to 3.58% from 2.85%. In 2018, the discount rate changed to 3.87% from 3.58%, there were changes in the census, claims and premiums experience and a decrease in the assumed health care cost trend and excise tax assumptions.

Note 9: COMPENSATED ABSENCES

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

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

The Town does not record accrued expenses related to compensated absences. However, it is estimated that, at December 31, 2018, accrued benefits for compensated absences, including employer share of taxes, are valued at \$5,830,905.04.

Note 10: DEFERRED COMPENSATION SALARY ACCOUNT

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

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

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

General Improvement Bonds, Series 2010 - On April 1, 2010, the Town issued \$15,608,000.00 of general improvement bonds, with interest rates ranging from 2.0% to 4.0%. The purpose of the bonds is to fund various capital ordinances, specifically 2006-16, 2006-22, 2007-31, 2007-36, 2007-37, and 2008-20. The final maturity of the bonds is April 1, 2029.

Note 11: CAPITAL DEBT (CONT'D)**General Improvement Bonds (Cont'd)**

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

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

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

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2019	\$ 2,240,000.00	\$ 959,030.00	\$ 3,199,030.00
2020	2,280,000.00	884,917.50	3,164,917.50
2021	2,295,000.00	807,380.00	3,102,380.00
2022	2,325,000.00	727,250.00	3,052,250.00
2023	2,395,000.00	644,307.50	3,039,307.50
2024-2028	13,345,000.00	1,826,175.00	15,171,175.00
2029-2030	<u>3,898,000.00</u>	<u>105,960.00</u>	<u>4,003,960.00</u>
Totals	<u>\$ 28,778,000.00</u>	<u>\$ 5,955,020.00</u>	<u>\$ 34,733,020.00</u>

General Debt - New Jersey Environmental Infrastructure Loans

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

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

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2019	\$ 176,092.58	\$ 16,393.76	\$ 192,486.34
2020	185,840.48	13,893.76	199,734.24
2021	180,617.78	11,143.76	191,761.54
2022	189,890.89	8,393.76	198,284.65
2023	184,193.41	5,393.76	189,587.17
2024	<u>193,846.56</u>	<u>2,843.76</u>	<u>196,690.32</u>
Totals	<u>\$ 1,110,481.70</u>	<u>\$ 58,062.56</u>	<u>\$ 1,168,544.26</u>

General Debt - New Jersey Green Acres Loans

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

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

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

Lastly, on April 4, 2018, the Town entered into a third loan agreement with the New Jersey Department of Environmental Protection to provide \$268,125.00, at an interest rate of 2.0%. The proceeds were used to fund the acquisition of a downtown recreation facility. Semiannual debt payments are due January 4th and July 4th through 2038.

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

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2019	\$ 45,462.94	\$ 10,597.42	\$ 56,060.36
2020	46,376.71	9,683.60	56,060.31
2021	47,308.89	8,751.45	56,060.34
2022	48,259.80	7,800.52	56,060.32
2023	49,229.82	6,830.50	56,060.32
2024-2028	160,937.95	20,895.04	181,832.99
2029-2033	72,193.43	11,170.90	83,364.33
2034-2038	71,410.03	3,617.86	75,027.89
Totals	<u>\$ 541,179.57</u>	<u>\$ 79,347.29</u>	<u>\$ 620,526.86</u>

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

	<u>2018</u>	<u>2017</u>	<u>2016</u>
<u>Issued</u>			
Assessment:			
Notes		\$ 66,941.00	\$ 744,883.00
General:			
Bonds, Loans and Notes	\$ 48,701,784.27	47,235,342.92	43,305,943.27
Swimming Pool Utility:			
Notes	<u>1,234,000.00</u>	<u>1,347,100.00</u>	<u>668,750.00</u>
Total Issued	<u>49,935,784.27</u>	<u>48,649,383.92</u>	<u>44,719,576.27</u>
<u>Authorized but not Issued</u>			
General:			
Bonds, Loans and Notes	0.17	476,000.00	952,000.00
Swimming Pool Utility:			
Notes	<u>100.00</u>	<u>100.00</u>	<u>100.00</u>
Total Authorized but not Issued	<u>100.17</u>	<u>476,100.00</u>	<u>952,100.00</u>
Total Issued and Authorized but not Issued	<u>49,935,884.44</u>	<u>49,125,483.92</u>	<u>45,671,676.27</u>
<u>Deductions</u>			
General:			
Excess Proceeds from Issuance of Notes	<u>850,261.76</u>	<u>111,719.00</u>	<u>111,719.00</u>
Total Deductions	<u>850,261.76</u>	<u>111,719.00</u>	<u>111,719.00</u>
Net Debt	<u>\$ 49,085,622.68</u>	<u>\$ 49,013,764.92</u>	<u>\$ 45,559,957.27</u>

Note 11: CAPITAL DEBT (CONT'D)**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 .955%.

	<u>Gross Debt</u>	<u>Deductions</u>	<u>Net Debt</u>
School Purposes	\$ 23,595,000.00	\$ 23,595,000.00	
Self-Liquidating	1,234,100.00		\$ 1,234,100.00
General	48,701,784.44	850,261.76	47,851,522.68
	<u>\$ 73,530,884.44</u>	<u>\$ 24,445,261.76</u>	<u>\$ 49,085,622.68</u>

Net debt \$49,085,622.68 divided by the equalized valuation basis per N.J.S.A.40A:2-2, as amended, \$5,137,762,174.33, equals .955%.

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

3 1/2% of Equalized Valuation Basis (Municipal)	\$ 179,821,676.10
Less: Net Debt	<u>49,085,622.68</u>
Remaining Borrowing Power	<u>\$ 130,736,053.42</u>

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

Cash Receipts from Fees, Rents, Fund Balance Anticipated, Interest and Other Investment Income, and Other Charges for the Year		\$ 141,138.60
Deductions:		
Operating and Maintenance Costs	\$ 382,789.70	
Debt Service	<u>219,014.98</u>	
Total Deductions		<u>601,804.68</u>
Deficit in Revenue		<u>\$ (460,666.08)</u>

Note 12: DEFERRED CHARGES TO BE RAISED IN SUCCEEDING BUDGETS

Certain expenditures are required to be deferred to budgets of succeeding years. At December 31, 2018, the following deferred charges are shown on the statement of assets, liabilities, reserves and fund balance of the following fund(s):

<u>Description</u>	<u>Balance December 31, 2018</u>	<u>2019 Budget Appropriation</u>
Current Fund:		
Emergency Appropriation (N.J.S.A. 40A:4-48)	\$ 120,562.05	\$ 120,562.05
Swimming Pool Utility Operating Fund:		
Overexpenditure of Appropriation	18,284.68	28,284.36

The appropriations in the 2019 Budget as adopted are not less than that required by the statutes.

Note 13: RISK MANAGEMENT

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

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

<u>Year</u>	<u>Town Contributions</u>	<u>Employee Contributions</u>	<u>Amount Reimbursed</u>	<u>Ending Balance</u>
2018	\$ 139,500.00	\$ 31,523.07	\$ 192,497.97	\$ 69,438.65
2017	75,000.00	44,074.62	129,879.45	90,913.55
2016	125,000.00	30,751.37	86,544.64	101,718.38

It is estimated that unreimbursed payments on behalf of the Town at December 31, 2018 are \$5,491.22.

Joint Insurance Pool - The Town is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. As a result, the Town is a member of the Suburban Essex Joint Insurance Fund. The Fund provides its members, including the Town, with the following coverage:

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

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

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

For more information regarding claims, coverages and deductibles, the Fund publishes its own financial report for the year ended December 31, 2018, which can be obtained from:

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

Note 14: OPEN SPACE, RECREATION AND FARMLAND PRESERVATION TRUST

On November 8, 2016 pursuant to P.L. 1997, c. 24 (N.J.S.A. 40:12-15.1 et seq.), the voters of the Town authorized the establishment of the Town of Secaucus Open Space, Recreation and Farmland Preservation Trust Fund effective January 1, 2017, for the purpose of raising revenue for the acquisition of lands and interests in lands for the conservation of farmland and open space.

Note 14: OPEN SPACE, RECREATION AND FARMLAND PRESERVATION TRUST (CONT'D)

Overall, as a result of the referendum, the Town levies a tax not to exceed one cents per one hundred dollars of equalized valuation. Amounts raised by taxation are assessed, levied and collected in the same manner and at the same time as other taxes. Future increases in the tax rate or to extend the authorization must be authorized by referendum. All revenue received is accounted for in a trust fund dedicated by rider (N.J.S.A. 40A:4-39) for the purposed stated. Interest earned on the investment of these funds is credited to the Town of Secaucus Open Space, Recreation and Farmland Preservation Trust Funds.

Note 15: CONTINGENCIES

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

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

Note 16: CONCENTRATIONS

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

Note 17: RESTATEMENT OF PRIOR YEAR FINANCIAL STATEMENTS

The Town performed a physical fixed asset inventory count during 2018, and as a result, fixed assets were identified that were purchased prior to 2018 but were not included in the balances of the general fixed assets group of accounts as of December 31, 2017. As a result, the statement of general fixed asset group of accounts - regulatory basis as of December 31, 2017 has been restated as follows:

<u>Account</u>	<u>December 31, 2017</u>	<u>Adjustment</u>	<u>(Restated) December 31, 2017</u>
Land	\$ 40,311,700.00		\$ 40,311,700.00
Buildings	26,316,583.00		26,316,583.00
Machinery and Equipment	13,101,824.00	\$ 2,740,227.00	15,842,051.00
	<u>\$ 79,730,107.00</u>	<u>\$ 2,740,227.00</u>	<u>\$ 82,470,334.00</u>

Note 18: SUBSEQUENT EVENTS

Tax Appeals - As of December 31, 2018, several tax appeals were on file against the Town. Based upon information provided by the tax appeal attorney, if such appeals are not settled in favor of the Town, the estimated impact of the tax refunds is not expected to be material.

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

<u>Purpose</u>	<u>Adoption</u>	<u>Authorization</u>
General Improvements		
Various Public Improvements and the Acquisition of New Additional or Replacement Equipment and Machinery, New Information Technology and Telecommunications Equipment, and New Automotive Vehicles, Including Original Apparatus and Equipment	05/14/19	\$ 6,105,000.00
Various Improvements at the Swim Center	05/14/19	78,500.00

SUPPLEMENTAL EXHIBITS

SUPPLEMENTAL EXHIBITS

CURRENT FUND

TOWN OF SECAUCUS
CURRENT FUND
Statement of Current Cash - Treasurer
For the Year Ended December 31, 2018

	<u>Regular</u>	<u>Federal and State Grant Fund</u>
Balance December 31, 2017	\$ 11,430,048.94	\$ 198,526.66
Increased by Receipts:		
Refunds of Prior Years' Expenditures	\$ 29,736.69	
Miscellaneous Revenue not Anticipated	1,730,126.85	
2018 Budget Appropriations	3,313,171.01	
Tax Collector	99,955,000.00	
Petty Cash Funds	800.00	
Due State of New Jersey - Senior Citizens' and Veterans' Deductions	98,906.85	
Taxes Receivable	356,723.37	
Tax Title Liens Receivable	167,959.84	
Federal, State, and Other Grants Receivable		\$ 267,820.17
Revenue Accounts Receivable	10,315,712.29	
2017 Appropriation Reserves	34,671.77	
Due Current Fund		2,198,128.35
Due Federal and State Grant Fund	1,669,938.51	
Due Animal Control Fund	14,848.33	
Due Municipal Open Space Fund	136,057.53	
Due Trust - Other Funds	112,364.82	
Due General Capital Fund	1,512,408.03	89,375.00
Due Bank		1,500.00
	<u>119,448,425.89</u>	<u>2,556,823.52</u>
	130,878,474.83	2,755,350.18
Decreased by Disbursements:		
2018 Budget Appropriations	50,569,355.29	
Petty Cash Funds	800.00	
Maintenance Liens Receivable	2,647.50	
Payment of Tax Appeals	791,768.46	
2017 Appropriation Reserves	1,578,689.28	
Tax Overpayments	177,945.85	
Local District School Taxes Payable	37,054,759.00	
County Taxes Payable	21,918,155.05	
Due County for Added and Omitted Taxes	76,644.17	
Reserve for Tax Appeals	652,560.63	
Due Current Fund		656,493.40
Due Federal and State Grant Fund	2,202,366.16	
Trust Assessment Fund	600,050.28	
Due Municipal Open Space Fund	32,310.00	
Due Trust - Other Funds	940,630.66	988.13
Due General Capital Fund	2,717,154.43	19,500.00
Due Swimming Pool Utility Operating Fund	763,128.51	
Due Swimming Pool Utility Capital Fund	9,245.00	
Reserve for Federal, State and Other Grants - Appropriated		1,040,069.88
	<u>120,088,210.27</u>	<u>1,717,051.41</u>
Balance December 31, 2018	<u>\$ 10,790,264.56</u>	<u>\$ 1,038,298.77</u>

TOWN OF SECAUCUS
CURRENT FUND
Statement of Current Cash - Collector
For the Year Ended December 31, 2018

Balance December 31, 2017		\$ 1,835,371.25
Increased by Receipts:		
Non Budget Revenues	\$ 7,295.60	
Taxes Receivable	96,470,495.67	
Revenue Accounts Receivable	107,853.82	
Prepaid Taxes	1,048,008.97	
Tax Overpayments	148,230.45	
Due Trust Assessment Fund	<u>547,933.52</u>	
		<u>98,329,818.03</u>
		100,165,189.28
Decreased by Disbursements:		
Payments to Treasurer		<u>99,955,000.00</u>
Balance December 31, 2018		<u><u>\$ 210,189.28</u></u>

TOWN OF SECAUCUS
CURRENT FUND
Schedule of Change Funds
As of December 31, 2018

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

Exhibit SA-4

CURRENT FUND
Statement of Petty Cash Funds
For the Year Ended December 31, 2018

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

TOWN OF SECAUCUS
CURRENT FUND
Statement of Due from State of New Jersey -
Senior Citizens' and Veterans' Deductions
For the Year Ended December 31, 2018

Balance December 31, 2017				\$ 14,816.72
Increased by:				
Accrued in 2018:				
Deductions per Tax Billing:				
Senior Citizens' Deductions	\$ 14,500.00			
Veterans' Deductions	52,000.00			
Disabled Person Deductions	1,000.00			
Surviving Spouse Deductions	250.00			
Widow of Veteran Deductions	<u>30,500.00</u>			
		\$ 98,250.00		
Deductions Allowed by Collector:				
Senior Citizens' Deductions	500.00			
Veterans' Deductions	1,250.00			
Widow of Veteran Deductions	<u>500.00</u>			
		<u>2,250.00</u>		
			\$ 100,500.00	
Less:				
Deductions Disallowed by Collector:				
Senior Citizens' Deductions	250.00			
Veterans' Deductions	<u>3,250.00</u>			
			<u>3,500.00</u>	
				<u>97,000.00</u>
				111,816.72
Decreased by:				
Receipts - Treasurer			98,906.85	
Deductions Disallowed by Collector:				
2017 Taxes:				
Senior Citizens' Deductions			<u>1,343.15</u>	
				<u>100,250.00</u>
Balance December 31, 2018				<u>\$ 11,566.72</u>

TOWN OF SECAUCUS
CURRENT FUND
Statement of Taxes Receivable and Analysis of Property Tax Levy
For the Year Ended December 31, 2018

Year	Balance December 31, 2017	2018 Levy	Added Taxes	2017	Collections 2018	Due from State of New Jersey	Overpayments Applied	Cancellations	Transferred to Tax Title Liens	Balance December 31, 2018
2015	\$ 2,948.86									\$ 2,948.86
2016	3,807.04									3,807.04
2017	369,921.43		\$ 1,343.15		\$ 360,782.27			\$ 6,463.54		4,018.77
	376,677.33	-	1,343.15	-	360,782.27	-	-	6,463.54	-	10,774.67
2018		\$ 100,956,140.86		\$ 2,480,298.68	96,466,436.77	\$ 97,000.00	\$ 256,807.87	1,031,967.51	\$ 32,797.05	590,832.98
	<u>\$ 376,677.33</u>	<u>\$ 100,956,140.86</u>	<u>\$ 1,343.15</u>	<u>\$ 2,480,298.68</u>	<u>\$ 96,827,219.04</u>	<u>\$ 97,000.00</u>	<u>\$ 256,807.87</u>	<u>\$ 1,038,431.05</u>	<u>\$ 32,797.05</u>	<u>\$ 601,607.65</u>
Due State of New Jersey Treasurer Collector			\$ 1,343.15		\$ 356,723.37 96,470,495.67					
			<u>\$ 1,343.15</u>		<u>\$ 96,827,219.04</u>					
<u>Analysis of 2018 Property Tax Levy:</u>										
Tax Yield:										
General Purpose Tax					\$ 100,053,657.59					
2017 Added Assessments			\$ 2,859.30							
2018 Added Assessments			894,879.37							
2017 Omitted / Added Assessments			<u>4,744.60</u>							
					<u>902,483.27</u>					
						<u>\$ 100,956,140.86</u>				
Tax Levy:										
Local District School Tax					\$ 37,054,759.00					
Minimum Library Tax					1,613,914.99					
County Taxes:										
County Tax			\$ 21,428,273.74							
County Open Space Tax			489,881.31							
Due County for Added and Omitted Taxes			<u>198,160.78</u>							
					22,116,315.83					
Local Tax for Municipal Purposes			39,189,671.60							
Local Tax for Municipal Open Space			277,156.95							
Add: Additional Tax Levied for Municipal Purposes			701,820.40							
Add: Additional Tax Levied for Municipal Open Space			<u>2,502.09</u>							
					<u>40,171,151.04</u>					
						<u>\$ 100,956,140.86</u>				

TOWN OF SECAUCUS
CURRENT FUND
Statement of Tax Title Liens Receivable
For the Year Ended December 31, 2018

Balance December 31, 2017		\$ 109,523.68
Increased by:		
Transfers from Taxes Receivable:		
2018 Taxes Receivable	\$ 32,797.05	
Interest and Costs Accrued by Sale of December 12, 2018	<u>25,639.11</u>	
		<u>58,436.16</u>
		167,959.84
Decreased by:		
Receipts		<u>\$ 167,959.84</u>

TOWN OF SECAUCUS
CURRENT FUND
Statement of Maintenance Liens Receivable
For the Year Ended December 31, 2018

Balance December 31, 2017			\$	1,490.00
Increased by:				
Levied in 2018:				
Disbursements - Treasurer				<u>2,647.50</u>
				4,137.50
Decreased by:				
Non Budget Revenues:				
Collections - Collector		\$	3,559.73	
Application of Tax Overpayments			<u>577.77</u>	
				<u>\$ 4,137.50</u>

TOWN OF SECAUCUS
CURRENT FUND
Statement of Revenue Accounts Receivable
For the Year Ended December 31, 2018

	Balance <u>December 31, 2017</u>	Accrued <u>in 2018</u>	<u>Collected by</u>		Interfund Accounts <u>Receivable</u>	Balance <u>December 31, 2018</u>
			<u>Collector</u>	<u>Treasurer</u>		
Miscellaneous Revenues:						
Licenses:						
Alcoholic Beverages		\$ 55,989.50		\$ 55,989.50		
Fees and Permits		289,695.98		289,695.98		
Fines and Costs:						
Municipal Court	\$ 73,011.98	711,287.62		722,645.50		\$ 61,654.10
Interest and Costs on Taxes		133,492.93	\$ 107,853.82	25,639.11		
Parking Meters		62,347.66		62,347.66		
Interest on Investments and Deposits		117,632.89		69,857.14	\$ 47,775.75	
Fees - Recreation		562,915.43		562,915.43		
Energy Receipts Tax (P.L. 1997, Chapters 162 & 167)		1,817,255.00		1,817,255.00		
Uniform Construction Codes Fee		1,684,611.40		1,684,611.40		
Uniform Fire Safety Act		175,810.77		175,810.77		
Hotel & Motel Occupancy Fees		2,250,506.39		2,250,506.39		
Recreation Center Membership Fees		213,501.25		213,501.25		
Payment in Lieu of Taxes		211,618.62		211,618.62		
Cable Franchise Fees		92,785.15		92,785.15		
Parking Lot Fees		1,270,736.56		1,270,736.56		
Secaucus Public Library and Business Resource Center -						
Buildings & Grounds Maintenance Fee		309,796.83		309,796.83		
Assessment Trust Surplus		500,000.00		500,000.00		
	<u>\$ 73,011.98</u>	<u>\$ 10,459,983.98</u>	<u>\$ 107,853.82</u>	<u>\$ 10,315,712.29</u>	<u>\$ 47,775.75</u>	<u>\$ 61,654.10</u>
Due Federal and State Grant Fund					\$ 2,984.83	
Due Trust Assessment Fund					10,400.31	
Due Trust - Other Funds:						
Developers Escrow				\$ 30.97		
Trust Other				<u>6,545.86</u>		
					6,576.83	
Due General Capital Fund					27,369.76	
Due Bond and Interest Fund					<u>444.02</u>	
					<u>\$ 47,775.75</u>	

TOWN OF SECAUCUS
FEDERAL AND STATE GRANT FUND
Statement of Federal, State and Other Grants Receivable
For the Year Ended December 31, 2018

	<u>Balance</u> <u>December 31, 2017</u>	<u>Accrued</u>	<u>Received</u>	<u>Federal, State and Other Grants - Appropriated - Cancellations</u>	<u>Balance</u> <u>December 31, 2018</u>
Federal Grants:					
U.S. Department of Health and Human Services:					
Drug-Free Communities Support Program Grants:					
Drug-Free Communities Support Program - 2016	\$ 1,267.95				\$ 1,267.95
U.S. Department of Homeland Security:					
Pass through N.J. Department of Law and Public Safety (Office of the Attorney General):					
Hazard Mitigation Grant:					
Hazard Mitigation Grant Program - Energy Allocation Initiative	100,000.00				100,000.00
Assistance to Firefighters Grant:					
Assistance to Firefighters Grant Program - 2015	34,858.00				34,858.00
Assistance to Firefighters Grant Program - 2018	34,239.00		\$ 34,239.00		
Disaster Grants - Public Assistance:					
Pass through N.J. Department of Law and Public Safety (Office of the Attorney General):					
U.S. Department of Homeland Security (FEMA) (PW-05150)		\$ 514,522.89	514,522.89		
U.S. Department of the Interior:					
Hurricane Sandy Disaster Relief - Coastal Resiliency Grants:					
Hurricane Sandy Coastal Resiliency Competitive Grant Program - 2015	225,000.00		225,000.00		
U.S. Department of Transportation:					
National Priority Safety Programs:					
Passed-Through New Jersey Department of Law and Public Safety:					
Click It or Ticket		5,500.00	5,500.00		
Impaired Driving Countermeasure		5,445.00	5,445.00		
Distracted Driving Statewide Crackdown Grant		6,600.00			6,600.00
Distracted Driving Incentive		6,297.50	6,297.50		
Highway Planning and Construction Programs:					
Bridge Deck / Superstructure Replacement (NHX)					
Total Federal Grants	395,364.95	538,365.39	791,004.39	-	142,725.95

(Continued)

TOWN OF SECAUCUS
FEDERAL AND STATE GRANT FUND
Statement of Federal, State and Other Grants Receivable
For the Year Ended December 31, 2018

	<u>Balance</u> <u>December 31, 2017</u>	<u>Accrued</u>	<u>Received</u>	<u>Federal, State and Other Grants - Appropriated - Cancellations</u>	<u>Balance</u> <u>December 31, 2018</u>
State Grants:					
N.J. Department of Community Affairs:					
Recreational Opportunities for Individuals with Disabilities	\$ 20,000.00	\$ 20,000.00	\$ 20,000.00		\$ 20,000.00
N.J. Department of Environmental Protection:					
Municipality Road Mileage:					
Clean Communities Program - 2018		28,476.24	28,476.24		
Garden State Preservation Trust (Buchmuller Park)	151,575.00			\$ 151,575.00	
Recycling Tonnage Grant - 2018		156,352.94			156,352.94
N.J. Department of Health and Senior Services:					
Alcohol, Education, Rehabilitation and Enforcement Trust Fund:					
Municipal Court Alcohol Education Rehabilitation Fund		292.93	292.93		
N.J. Department of Transportation:					
Fiscal Year 2013 Municipal Aid Program - 5th Street	76,709.72				76,709.72
Fiscal Year 2014 Municipal Aid Program - Luhman Terrace	26,821.50				26,821.50
Luhman Terrace Phase II and Roosevelt Avenue Improvement Project	52,067.75		52,067.75		
2015 Local Aid Infrastructure Fund Program - Meadowlands Parkway Bridge	650,000.00		215,758.20	334,186.26	100,055.54
New Jersey Department of Transportation Fiscal Year 2016 Municipal Aid Program - Paterson Plank Road	215,096.00				215,096.00
Fiscal Year 2017 Municipal Aid Program - Various Streets	240,000.00		165,621.02		74,378.98
Fiscal Year 2018 Municipal Aid Program - Flanagan Way		550,000.00			550,000.00
Local Aid Discretionary Program - Born Street Outfall Pipe		495,000.00			495,000.00
2018 TTF Local Freight Impace Fund Program - Meadowlands Parkway Rehabilitation		2,030,000.00			2,030,000.00
N.J. Department of Treasury:					
Pass through County of Hudson:					
Governor's Council on Alcoholism and Drug Abuse:					
Municipal Alliance on Alcoholism and Drug Abuse - 2016	5,954.00				5,954.00
Municipal Alliance on Alcoholism and Drug Abuse - 2017	14,051.00		14,051.00		
Total State Grants	<u>1,452,274.97</u>	<u>3,280,122.11</u>	<u>496,267.14</u>	<u>485,761.26</u>	<u>3,750,368.68</u>

(Continued)

TOWN OF SECAUCUS
FEDERAL AND STATE GRANT FUND
Statement of Federal, State and Other Grants Receivable
For the Year Ended December 31, 2018

	<u>Balance</u> <u>December 31, 2017</u>	<u>Accrued</u>	<u>Received</u>	Federal, State and Other Grants - Appropriated - <u>Cancellations</u>	<u>Balance</u> <u>December 31, 2018</u>
Other Grants:					
County of Hudson Open Space, Recreation, and Historic Preservation Trust Fund:					
Waterfront Property Acquisition - Farm Road and Oak Lane	\$ 300,000.00				\$ 300,000.00
Williams Foundation Fund at the Tulsa Community Foundation (Secaucus Fire Department)	<u>2,200.00</u>				<u>2,200.00</u>
Total Other Grants	<u>302,200.00</u>	-	-	-	<u>302,200.00</u>
Total Federal, State, and Other Grants	<u>\$ 2,149,839.92</u>	<u>\$ 3,818,487.50</u>	<u>\$ 1,287,271.53</u>	<u>\$ 485,761.26</u>	<u>\$ 4,195,294.63</u>
Receipts			\$ 267,820.17		
Due Current Fund:					
Collections made by Current Fund			<u>1,019,451.36</u>		
			<u>\$ 1,287,271.53</u>		

TOWN OF SECAUCUS
FEDERAL AND STATE GRANT FUND
Statement of Due to Current Fund
For the Year Ended December 31, 2018

Balance December 31, 2017		\$ 220,269.88
Increased by:		
Receipts:		
Interfunds Received	\$ 2,133,677.92	
Interest on Investments and Deposits	2,984.83	
Collections made for Current Fund:		
Miscellaneous Revenue not Anticipated	<u>61,465.60</u>	
		\$ 2,198,128.35
Payments made by Current Fund:		
Reserve for Federal, State and Other Grants - Appropriated		68,688.24
Operations:		
Cancellations of Reserve for Federal, State and Other Grants - Unappropriated		168,112.89
Cancellations of Reserve for Federal, State and Other Grants - Appropriated		<u>292,133.84</u>
		<u>2,727,063.32</u>
		2,947,333.20
Decreased by:		
Disbursements:		
Interfunds Returned	650,487.15	
2018 Budget Appropriations	3,750.00	
2017 Appropriation Reserves	<u>2,256.25</u>	
		656,493.40
Collections made by Current Fund:		
Federal, State and Other Grants Receivable		1,019,451.36
Operations:		
Recapture of Prior Year Expenditures		27,591.04
2018 Budget Appropriations:		
Matching Funds for Grants		120,562.05
Deferred Charges:		
Due Federal and State Grant Fund:		
Expenditure without Appropriation		<u>884,194.45</u>
		<u>2,708,292.30</u>
Balance December 31, 2018		<u><u>\$ 239,040.90</u></u>

TOWN OF SECAUCUS
CURRENT FUND
Statement of Deferred Charges
For the Year Ended December 31, 2018

	Balance <u>December 31, 2017</u>	Added <u>in 2018</u>	Raised in 2018 <u>Budget</u>	Balance <u>December 31, 2018</u>
Emergency Authorizations (N.J.S.A. 40A:4-46)	\$ 9,000.00		\$ 9,000.00	
Emergency Authorizations (N.J.S.A. 40A:4-48)		\$ 120,562.05		\$ 120,562.05
Expenditures without Appropriation	<u>60,379.35</u>		<u>60,379.35</u>	
	<u>\$ 69,379.35</u>	<u>\$ 120,562.05</u>	<u>\$ 69,379.35</u>	<u>\$ 120,562.05</u>

TOWN OF SECAUCUS
CURRENT FUND
Statement of 2017 Appropriation Reserves
For the Year Ended December 31, 2018

	<u>Balance December 31, 2017</u>		<u>Balance after Modification</u>	<u>Paid or Charged</u>	<u>Receipts - Refunds</u>	<u>Balance Lapsed</u>
	<u>Encumbrances</u>	<u>Reserved</u>				
OPERATIONS - WITHIN "CAPS"						
General Government Functions:						
Administrative and Executive						
Salaries and Wages		\$ 1,093.83	\$ 1,093.83			\$ 1,093.83
Other Expenses	\$ 115,863.76	22,703.07	138,566.83	\$ 96,948.26		41,618.57
Mayor and Council						
Salaries and Wages		4,170.92	4,170.92			4,170.92
Other Expenses	38.00	1,652.17	1,690.17	38.00		1,652.17
Council of Mayor's Contribution		1,720.00	1,720.00			1,720.00
Municipal Clerk						
Salaries and Wages		1,832.54	1,832.54			1,832.54
Other Expenses	615.00	8,576.56	9,191.56	5,932.79		3,258.77
Elections						
Other Expenses		20.41	20.41			20.41
Treasurer's Office						
Other Expenses	464.79	5,645.09	6,109.88	4,845.92		1,263.96
Audit Services						
Other Expenses	1,900.00	200.00	2,100.00			2,100.00
Collection of Taxes						
Other Expenses	164.60	217.56	1,882.16	814.60		1,067.56
Assessment of Taxes						
Salaries and Wages		1,381.38	1,381.38			1,381.38
Other Expenses	38.83	781.81	2,896.83	2,896.83		
Legal Services and Costs						
Salaries and Wages		531.10	531.10			531.10
Other Expenses	121,124.56	25,823.95	144,872.32	51,335.26		93,537.06
Tax Litigation						
Other Expenses	143,299.00	9,872.50	168,171.50	35,978.00		132,193.50
Engineering Services and Costs						
Other Expenses	1,558.79	78,406.57	79,965.36	39,127.16		40,838.20
Information Technology						
Salaries and Wages		3,074.41	3,074.41			3,074.41
Other Expenses	34,949.79	7,178.80	35,206.11	18,469.12		16,736.99
Land Use Administration:						
Planning Board						
Salaries and Wages		684.68	684.68			684.68
Other Expenses	3,655.02	150.00	10,727.50	10,727.50		
Zoning Board of Adjustment						
Salaries and Wages		201.27	201.27			201.27
Other Expenses	508.40	1,285.59	4,293.99	3,815.00		478.99
Insurance:						
Other Insurance Premiums		73,637.70	2,649.19			2,649.19
Group Insurance Plan for Employees		215.67	64,780.96	89,257.10	\$ 24,476.14	
Public Safety Functions:						
Police						
Salaries and Wages		192,596.06	16,019.28	16,019.28		
Other Expenses	67,167.24	33,946.87	101,114.11	67,312.62		33,801.49
Emergency Management Services						
Salaries and Wages		619.26	619.26			619.26
Other Expenses	287.30	219.69	506.99	337.29		169.70
Fire						
Other Expenses	47,178.75	83,340.08	130,518.83	111,716.03		18,802.80
School Crossing Guards						
Salaries and Wages		233.10	233.10			233.10
Other Expenses		700.00	700.00			700.00

(Continued)

TOWN OF SECAUCUS
CURRENT FUND
Statement of 2017 Appropriation Reserves
For the Year Ended December 31, 2018

	<u>Balance December 31, 2017</u>		<u>Balance after Modification</u>	<u>Paid or Charged</u>	<u>Receipts - Refunds</u>	<u>Balance Lapsed</u>
	<u>Encumbrances</u>	<u>Reserved</u>				
OPERATIONS - WITHIN "CAPS" (CONT'D)						
Public Works Functions:						
Road Repair and Maintenance						
Other Expenses	\$ 104,627.69	\$ 56,781.11	\$ 191,408.80	\$ 131,381.04		\$ 60,027.76
Garbage and Trash Removal						
Other Expenses						
Contractual	7,361.65	134,133.05	141,494.70	108,105.42		33,389.28
Sewer Systems						
Salaries and Wages		935.03	935.03			935.03
Other Expenses	250.00	40,004.27	70,254.27	56,428.75		13,825.52
Solid Waste Management - Recycling						
Salaries and Wages		43.38	43.38			43.38
Public Buildings and Grounds						
Other Expenses	115,284.88		150,284.88	88,300.36		61,984.52
Municipal Services Act		107,636.50	107,636.50	24,464.72		83,171.78
Health and Human Services Functions:						
Board of Health						
Salaries and Wages		393.59	393.59			393.59
Other Expenses	1,502.49		1,984.58	1,984.58		
Environmental Commission						
Salaries and Wages		1,116.33	1,116.33			1,116.33
Other Expenses	565.18	3,197.63	3,280.72	202.18		3,078.54
Department of Social Services						
Salaries and Wages		13,899.43	13,899.43			13,899.43
Other Expenses	1,423.68	10,190.00	16,466.73	14,490.07		1,976.66
Exceptional People of Secaucus with Disabilities						
Salaries and Wages		2,563.62	2,563.62			2,563.62
Other Expenses	65.00	1,709.80	1,774.80	550.00		1,224.80
Community Shuttle Bus Program						
Salaries and Wages		1,268.28	1,268.28			1,268.28
Other Expenses		60.00	60.00			60.00
Parks and Recreation Functions:						
Recreational Activities						
Salaries and Wages		4,632.04	4,632.04			4,632.04
Other Expenses	983.32	8,783.09	46,162.32	46,162.32		
Parks and Playgrounds						
Other Expenses	5,425.00	1,000.00	14,565.60	14,565.60		
Supervision of Playground Activities						
Other Expenses	24,806.93	13,260.56	45,818.53	45,818.53		
Cultural Affairs Activities						
Other Expenses	539.60	255.08	794.68	539.60		255.08
Municipal Court Functions:						
Municipal Court						
Other Expenses	1,795.72	1,172.26	4,467.98	3,845.72		622.26
Public Defender						
Other Expenses	3,650.00	16,725.00	12,734.40	4,550.00		8,184.40
Other Common Operating Functions (Unclassified):						
Celebration of Public Events						
Other Expenses	641.90	1,773.94	5,415.84	4,226.48		1,189.36
40 Millridge Property Lease (Pre-K School)						
Other Expenses		1,296.54	1,296.54			1,296.54

(Continued)

TOWN OF SECAUCUS
CURRENT FUND
Statement of 2017 Appropriation Reserves
For the Year Ended December 31, 2018

	<u>Balance December 31, 2017</u>		<u>Balance after</u>	<u>Paid or</u>	<u>Receipts -</u>	<u>Balance</u>
	<u>Encumbrances</u>	<u>Reserved</u>	<u>Modification</u>	<u>Charged</u>	<u>Refunds</u>	<u>Lapsed</u>
OPERATIONS - WITHIN "CAPS" (CONT'D)						
Utility Expenses and Bulk Purchases:						
Electricity - All Departments		\$ 65,897.09	\$ 65,897.09	\$ 40,186.57		\$ 25,710.52
Street Lighting		126,102.51	126,102.51	81,543.74		44,558.77
Telephone		3,427.54	18,427.54	15,704.09		2,723.45
Municipal Water Service		8,941.83	8,941.83	7,544.08		1,397.75
Gasoline - All Departments		25,308.59	25,308.59	984.25		24,324.34
Fire Hydrant Services		24,371.45	24,371.45	20,430.29		3,941.16
Postage - All Departments	\$ 450.00	914.91	1,364.91	62.41		1,302.50
Uniform Construction Code - Appropriations Offset by Dedicated Revenues (N.J.A.C. 5:23-4.17):						
State Uniform Construction Code						
Construction Official						
Salaries and Wages		2,087.87	2,087.87			2,087.87
Other Expenses	4.89	13,804.85	13,809.74	2,761.98		11,047.76
Office of Inspections						
Salaries and Wages		372.42	372.42			372.42
Other Expenses	35.00	637.15	672.15	35.00		637.15
Total Operations within "CAPS"	808,226.76	1,257,409.38	2,065,636.14	1,270,438.54	\$ 24,476.14	819,673.74
Contingent	-	49,564.06	49,564.06	-	-	49,564.06
Total Operations Including Contingent - within "CAPS"	808,226.76	1,306,973.44	2,115,200.20	1,270,438.54	24,476.14	869,237.80
Detail:						
Salaries and Wages	-	\$ 233,730.54	\$ 57,153.76	\$ 16,019.28	-	\$ 41,134.48
Other Expenses	\$ 808,226.76	1,073,242.90	2,058,046.44	1,254,419.26	\$ 24,476.14	828,103.32
DEFERRED CHARGES AND STATUTORY EXPENDITURES - MUNICIPAL WITHIN "CAPS"						
Statutory Expenditures:						
Contribution to:						
Public Employees' Retirement System		\$ 81,177.83	\$ 81,177.83			\$ 81,177.83
Social Security System (O.A.S.I.)		30,562.59	30,562.59	\$ 8,864.48	\$ 10,195.63	31,893.74
Consolidated Police and Firemen's Pension Fund		254.52	254.52			254.52
Defined Contribution Retirement Program		1,595.26	1,595.26	1,265.41		329.85
Total Deferred Charges and Statutory Expenditures - Municipal within "CAPS"	-	113,590.20	113,590.20	10,129.89	10,195.63	113,655.94
Total General Appropriations for Municipal Purposes within "CAPS"	\$ 808,226.76	1,420,563.64	2,228,790.40	1,280,568.43	34,671.77	982,893.74
OPERATIONS - EXCLUDED FROM "CAPS"						
CAPITAL IMPROVEMENTS - EXCLUDED FROM "CAPS"						
Various Road Improvements (Paving)	230,923.32	280,572.98	507,971.11	91,064.45		416,906.66
Various Improvements to Municipal Buildings	70,980.00	264,782.05	339,287.24	339,287.24		
Total Capital Improvements - Excluded from "CAPS"	301,903.32	545,355.03	847,258.35	430,351.69	-	416,906.66
Total General Appropriations	\$ 1,110,130.08	\$ 1,965,918.67	\$ 3,076,048.75	\$ 1,710,920.12	\$ 34,671.77	\$ 1,399,800.40
Disbursements				\$ 1,578,689.28		
Accounts Payable				129,974.59		
Due Federal and State Grant Fund				2,256.25		
				<u>\$ 1,710,920.12</u>		

TOWN OF SECAUCUS
CURRENT FUND
Statement of Prepaid Taxes
For the Year Ended December 31, 2018

Balance December 31, 2017	\$ 2,480,298.68
Increased by:	
Receipts - Collector	<u>1,048,008.97</u>
	3,528,307.65
Decreased by:	
Application to Taxes Receivable	<u>2,480,298.68</u>
Balance December 31, 2018	<u><u>\$ 1,048,008.97</u></u>

Exhibit SA-15

CURRENT FUND
Statement of Tax Overpayments
For the Year Ended December 31, 2018

Balance December 31, 2017	\$ 288,285.51
Increased by:	
Receipts - Collector	<u>148,230.45</u>
	436,515.96
Decreased by:	
Disbursements	\$ 177,945.85
Application to Taxes Receivable	256,807.87
Application to Maintenance Liens Receivable	<u>577.77</u>
	<u>435,331.49</u>
Balance December 31, 2018	<u><u>\$ 1,184.47</u></u>

TOWN OF SECAUCUS
CURRENT FUND
Statement of Local District School Taxes Payable
For the Year Ended December 31, 2018

Balance December 31, 2017	\$ 1.02
Increased by:	
Calendar Year 2018 Levy	<u>37,054,759.00</u>
	37,054,760.02
Decreased by:	
Disbursements	<u>37,054,759.00</u>
Balance December 31, 2018	<u><u>\$ 1.02</u></u>

Exhibit SA-17

CURRENT FUND
Statement of County Taxes Payable
For the Year Ended December 31, 2018

2018 Levy:	
County Tax	\$ 21,428,273.74
County Open Space Tax	<u>489,881.31</u>
	\$ 21,918,155.05
Decreased by:	
Disbursements	<u><u>\$ 21,918,155.05</u></u>

TOWN OF SECAUCUS
CURRENT FUND
Statement of Due County for Added and Omitted Taxes
For the Year Ended December 31, 2018

Balance December 31, 2017		\$ 75,062.83
Increased by:		
County Share of 2018 Levy:		
2017 Added Assessments	\$ 689.12	
2018 Added Assessments	196,328.18	
2017 Omitted / Added Assessments	<u>1,143.48</u>	
		<u>198,160.78</u>
		273,223.61
Decreased by:		
Disbursements		<u>76,644.17</u>
Balance December 31, 2018		<u><u>\$ 196,579.44</u></u>

TOWN OF SECAUCUS
CURRENT FUND
Statement of Accounts Payable
For the Year Ended December 31, 2018

Balance December 31, 2017	\$ 377,912.09
Increased by:	
2017 Appropriation Reserves	<u>129,974.59</u>
	507,886.68
Decreased by:	
Operations:	
Cancellations	<u>342,000.00</u>
Balance December 31, 2018	<u><u>\$ 165,886.68</u></u>

Analysis of Balance, December 31, 2018

2016 Accounts Payable	\$ 35,912.09
2018 Accounts Payable	<u>129,974.59</u>
	<u><u>\$ 165,886.68</u></u>

Exhibit SA-20

CURRENT FUND
Statement of Reserve for Tax Appeals
For the Year Ended December 31, 2018

Balance December 31, 2017	\$ 152,560.63
Increased by:	
2018 Budget Appropriations	<u>500,000.00</u>
	652,560.63
Decreased by:	
Disbursements	<u><u>\$ 652,560.63</u></u>

TOWN OF SECAUCUS
FEDERAL AND STATE GRANT FUND
Statement of Reserve for Federal, State and Other Grants - Unappropriated
For the Year Ended December 31, 2018

	Balance December 31, 2017	Federal and State Grants Receivable	Realized as Revenue in 2018	Due Current Fund - Cancellations	Balance December 31, 2018
Federal Grants:					
Disaster Grants - Public Assistance:					
U.S. Department of Homeland Security (FEMA) (PW-05150)		\$ 514,522.89	\$ 346,410.00	\$ 168,112.89	
U.S. Department of Transportation:					
National Priority Safety Programs:					
Passed-Through New Jersey Department of Law and Public Safety:					
Click It or Ticket		5,500.00			\$ 5,500.00
Impaired Driving Countermeasure		5,445.00			5,445.00
Distracted Driving Statewide Crackdown Grant		6,600.00	6,600.00		
Distracted Driving Incentive	\$ 3,453.23	6,297.50	3,453.23		6,297.50
Total Federal Grants	3,453.23	538,365.39	356,463.23	168,112.89	17,242.50
State Grants:					
N.J. Department of Community Affairs:					
Recreational Opportunities for Individuals with Disabilities		20,000.00	20,000.00		
N.J. Department of Environmental Protection:					
Municipality Road Mileage:					
Clean Communities Program - 2017	29,754.56		29,754.56		
Clean Communities Program - 2018		28,476.24	28,476.24		
State Recycling:					
Recycling Tonnage Grant	162,411.45	156,352.94	162,411.45		156,352.94
N.J. Department of Health and Senior Services:					
Alcohol, Education, Rehabilitation and Enforcement Trust Fund:					
Municipal Court Alcohol Education Rehabilitation Fund	772.08	292.93	772.08		292.93
N.J. Department of Law and Public Safety (Office of the Attorney General):					
Body Armor Replacement Program:					
Body Armor Replacement Fund Program	5,883.12		5,883.12		
N.J. Department of Transportation:					
Fiscal Year 2018 Municipal Aid Program - Flanagan Way		550,000.00	550,000.00		
Local Aid Discretionary Program - Born Street Outfall Pipe		495,000.00	495,000.00		
2018 TTF Local Freight Impace Fund Program - Meadowlands					
Parkway Rehabilitation		2,030,000.00	2,030,000.00		
Total State Grants	198,821.21	3,280,122.11	3,322,297.45	-	156,645.87
Total Federal, State, and Other Grants	\$ 202,274.44	\$ 3,818,487.50	\$ 3,678,760.68	\$ 168,112.89	\$ 173,888.37

TOWN OF SECAUCUS
FEDERAL AND STATE GRANT FUND
Statement of Reserve for Federal, State and Other Grants - Appropriated
For the Year Ended December 31, 2018

	Balance December 31, 2017		Transferred from 2018 Budget	Paid or			Due Current	Balance
	<u>Reserved</u>	<u>Encumbrances</u>	<u>Appropriations</u>	<u>Charged</u>	<u>Encumbrances</u>	<u>Cancellations</u>	<u>Fund - Operations</u>	<u>December 31, 2018</u>
Federal Grants:								
U.S. Department of Health and Human Services:								
Drug-Free Communities Support Program Grants:								
Drug-Free Communities Support Program - 2016	\$ 182,066.54	\$ 3,649.68		\$ 50,538.99	\$ 3,658.64			\$ 131,518.59
U.S. Department of Homeland Security:								
Pass through N.J. Department of Law and Public Safety (Office of the Attorney General):								
Hazard Mitigation Grant:								
Hazard Mitigation Grant Program - Energy Allocation Initiative		7,007.46			7,007.46			
Hazard Mitigation Grant Program - Library/EOC Generator Project	373,818.14	8,797.00			8,797.00			373,818.14
Disaster Grants - Public Assistance:								
U.S. Department of Homeland Security (FEMA) (PW-05150)		212,711.41	\$ 466,972.05	9,700.00	466,972.05	\$ 203,011.41		
U.S. Department of the Interior:								
Hurricane Sandy Disaster Relief - Coastal Resiliency Grants:								
Hurricane Sandy Coastal Resiliency Competitive Grant Program - 2015		42,639.50		40,639.50	2,000.00			
U.S. Department of Transportation:								
National Priority Safety Programs:								
Passed-Through New Jersey Department of Law and Public Safety:								
Click It or Ticket 2016 Seat Belt Mobilization	5,000.00							5,000.00
Click It or Ticket	5,500.00			500.00				5,000.00
Distracted Driving Statewide Crackdown Grant	5,500.00		6,600.00	2,046.77				10,053.23
Distracted Driving Incentive			3,453.23					3,453.23
Total Federal Grants	571,884.68	274,805.05	477,025.28	103,425.26	488,435.15	203,011.41	-	528,843.19
State Grants:								
N.J. Department of Community Affairs:								
Recreational Opportunities for Individuals with Disabilities	8,483.00		20,000.00					28,483.00
N.J. Department of Environmental Protection:								
Municipality Road Mileage:								
Clean Communities Program - 2016	137.30	4,160.37		2,022.58	1,024.72			1,250.37
Clean Communities Program - 2017			29,754.56	22,881.43	700.00			6,173.13
Clean Communities Program - 2018			28,476.24	6,852.75	606.30			21,017.19
State Recycling:								
Recycling Tonnage Grant - 2014		2,322.03			2,322.03			
Recycling Tonnage Grant - 2015	23,543.09	290.00		23,833.09				
Recycling Tonnage Grant - 2016	203,664.17			131,048.05				72,616.12
Recycling Tonnage Grant - 2017			162,411.45	47,427.22	901.80			114,082.43
Garden State Preservation Trust (Buchmuller Park)	151,575.00					151,575.00		

(Continued)

TOWN OF SECAUCUS
FEDERAL AND STATE GRANT FUND
Statement of Reserve for Federal, State and Other Grants - Appropriated
For the Year Ended December 31, 2018

	Balance December 31, 2017		Transferred from 2018 Budget	Paid or			Due Current	Balance
	<u>Reserved</u>	<u>Encumbrances</u>	<u>Appropriations</u>	<u>Charged</u>	<u>Encumbrances</u>	<u>Cancellations</u>	<u>Fund - Operations</u>	<u>December 31, 2018</u>
State Grants (Cont'd):								
N.J. Department of Health and Senior Services:								
Alcohol, Education, Rehabilitation and Enforcement Trust Fund:								
Municipal Court Alcohol Education Rehabilitation Fund	\$	755.09						\$ 755.09
Municipal Court Alcohol Education Rehabilitation Fund - 2013		527.75						527.75
Municipal Court Alcohol Education Rehabilitation Fund - 2015		412.53						412.53
Municipal Court Alcohol Education Rehabilitation Fund - 2016		906.47						906.47
Municipal Court Alcohol Education Rehabilitation Fund - 2017			\$ 772.08					772.08
N.J. Department of Law and Public Safety (Office of the Attorney General):								
Body Armor Replacement Program:								
Body Armor Replacement Fund Program - 2016	5,632.71			\$ 5,632.71				
Body Armor Replacement Fund Program - 2017			5,883.12	5,883.12				
Drunk Driving Enforcement Fund:								
Drunk Driving Enforcement Fund	5,000.00							5,000.00
N.J. Department of Transportation:								
Fiscal Year 2013 Municipal Aid Program - 5th Street	53,526.30	\$ 12,456.30			\$ 12,456.30			53,526.30
Fiscal Year 2014 Municipal Aid Program - Luhman Terrace	2,230.96							2,230.96
2015 Local Aid Infrastructure Fund Program - Meadowlands Parkway Bridge	590,000.96			274,083.97	5,593.63	\$ 334,186.26	\$ 27,591.04	3,728.14
Luhman Terrace Phase II and Roosevelt Avenue Improvement Project	89,122.43					89,122.43		
Fiscal Year 2017 Municipal Aid Program - Various Streets		168,432.59		146,098.46	22,334.13			
Fiscal Year 2018 Municipal Aid Program - Flanagan Way			550,000.00	427,707.48	93,493.16			28,799.36
Local Aid Discretionary Program - Born Street Outfall Pipe			495,000.00		495,000.00			
2018 TTF Local Freight Impace Fund Program - Meadowlands Parkway Rehabilitation			2,030,000.00					2,030,000.00
N.J. Department of Treasury:								
Pass through County of Hudson:								
Governor's Council on Alcoholism and Drug Abuse:								
Municipal Alliance on Alcoholism and Drug Abuse - 2014		3,000.00			3,000.00			
Municipal Alliance on Alcoholism and Drug Abuse - 2015		266.76		266.76				
Municipal Alliance on Alcoholism and Drug Abuse - 2016	12,668.75			11,595.24				1,073.51
Municipal Alliance on Alcoholism and Drug Abuse - 2017	17,564.00							17,564.00
Total State Grants	1,165,750.51	190,928.05	3,322,297.45	1,105,332.86	637,432.07	574,883.69	27,591.04	2,388,918.43

(Continued)

TOWN OF SECAUCUS
FEDERAL AND STATE GRANT FUND
Statement of Reserve for Federal, State and Other Grants - Appropriated
For the Year Ended December 31, 2018

	Balance December 31, 2017		Transferred from 2018 Budget	Paid or			Due Current Fund -	Balance
	<u>Reserved</u>	<u>Encumbrances</u>	<u>Appropriations</u>	<u>Charged</u>	<u>Encumbrances</u>	<u>Cancellations</u>	<u>Operations</u>	<u>December 31, 2018</u>
Other Grants:								
County of Hudson Open Space, Recreation, and Historic Preservation Trust Fund:								
Park Improvements to Buchmuller Park		\$ 100.70			\$ 100.70			
Waterfront Property Acquisition - Farm Road and Oak Lane	\$ 299,565.00							\$ 299,565.00
Total Other Grants	299,565.00	100.70	-	-	100.70	-	-	299,565.00
Total Federal, State, and Other Grants	<u>\$ 2,037,200.19</u>	<u>\$ 465,833.80</u>	<u>\$ 3,799,322.73</u>	<u>\$ 1,208,758.12</u>	<u>\$ 1,125,967.92</u>	<u>\$ 777,895.10</u>	<u>\$ 27,591.04</u>	<u>\$ 3,217,326.62</u>
Disbursements				\$ 1,040,069.88				
Federal, State and Other Grants Receivable						\$ 485,761.26		
Due Current Fund:								
Payments made by Current Fund				68,688.24				
Operations						292,133.84		
2018 Budget Appropriations:								
Matching Funds for Grants:								
U.S. Dept. of Homeland Security (FEMA)			\$ 120,562.05					
Reserve for Federal and State Grants - Appropriated			3,678,760.68					
Due General Capital Fund:								
Payments made by General Capital Fund				100,000.00				
			<u>\$ 3,799,322.73</u>	<u>\$ 1,208,758.12</u>		<u>\$ 777,895.10</u>		

SUPPLEMENTAL EXHIBITS
TRUST FUNDS

TOWN OF SECAUCUS
TRUST FUNDS
Statement of Trust Cash - Treasurer
For the Year Ended December 31, 2018

	<u>Assessment Fund</u>	<u>Animal Control Fund</u>	<u>Municipal Open Space</u>	<u>Trust - Other</u>
Balance December 31, 2017	\$ 1,278,193.53	\$ 103,162.35	\$ 276,022.92	\$ 1,937,055.41
Increased by Receipts:				
Dedicated Revenues			\$ 1,892.26	
Reserve for Animal Shelter Donations		\$ 25,098.00		
Reserve for Animal Control Fund Expenditures		8,344.80		
Due Current Fund	\$ 610,450.59			\$ 1,129,876.72
Due Swimming Pool Utility Operating Fund				5,660.12
Reserve for Unemployment Compensation Insurance				31,523.07
Reserve for Payroll Deductions Payable				18,446,317.34
Miscellaneous Trust Reserves				983,518.97
	<u>610,450.59</u>	<u>33,442.80</u>	<u>1,892.26</u>	<u>20,596,896.22</u>
	1,888,644.12	136,605.15	277,915.18	22,533,951.63
Decreased by Disbursements:				
Due Current Fund	500,000.00	14,848.33	136,057.53	342,293.34
Reserve for Animal Shelter Donations		556.19		
Reserve for Animal Control Fund Expenditures		2,508.15		
Reserve for Unemployment Compensation Insurance				192,497.97
Reserve for Payroll Deductions Payable				18,939,750.14
Reserve for Community Development Block Grant				6,012.12
Miscellaneous Trust Reserves				933,128.48
	<u>500,000.00</u>	<u>17,912.67</u>	<u>136,057.53</u>	<u>20,413,682.05</u>
Balance December 31, 2018	<u>\$ 1,388,644.12</u>	<u>\$ 118,692.48</u>	<u>\$ 141,857.65</u>	<u>\$ 2,120,269.58</u>

TOWN OF SECAUCUS
TRUST FUNDS -- ASSESSMENT
 Analysis of Assessment Cash - Collector
 For the Year Ended December 31, 2018

	Balance (Deficit) <u>December 31, 2017</u>	<u>Receipts</u> <u>Miscellaneous</u>	<u>Disbursements</u> <u>Miscellaneous</u>	<u>Transfers</u>		Balance (Deficit) <u>December 31, 2018</u>
				<u>From</u>	<u>To</u>	
Ordinance <u>Number</u>						
Surplus	\$ 693,966.97			\$ 500,000.00	\$ 547,933.52	\$ 741,900.49
2007-12, 2008-21 Reconstruction of Penhorn Avenue	64,854.76			66,941.00	2,086.24	
Assessment Overpayments	994.79					994.79
Due Current Fund	(60,212.99)	\$ 610,450.59	\$ 500,000.00	550,019.76	500,000.00	217.84
Due Trust - Other Fund	(650,000.00)					(650,000.00)
Due General Capital Fund	1,228,590.00				66,941.00	1,295,531.00
	<u>\$ 1,278,193.53</u>	<u>\$ 610,450.59</u>	<u>\$ 500,000.00</u>	<u>\$ 1,116,960.76</u>	<u>\$ 1,116,960.76</u>	<u>\$ 1,388,644.12</u>

TOWN OF SECAUCUS
TRUST FUNDS -- ASSESSMENT
Statement of Assessments Receivable
For the Year Ended December 31, 2018

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Date of Confirmation</u>	<u>Annual Installments</u>	<u>Due Dates</u>	<u>Balance December 31, 2017</u>	<u>Due Current Fund - (Collector) Collections</u>	<u>Balance December 31, 2018</u>	<u>Balance Pledged to</u>	
								<u>Bond Anticipation Notes</u>	<u>Reserve</u>
2002-10	Reconstruction of Castle Road	07/27/10	10	10/01/19	\$ 687,229.28	\$ 343,614.64	\$ 343,614.64		\$ 343,614.64
2003-02, 2006-07	Construction of Sack Creek	07/20/10	10	10/01/19	304,069.50	152,034.75	152,034.75		152,034.75
2007-12, 2008-21	Reconstruction of Penhorn Avenue	07/30/10	10	10/01/19	104,568.26	52,284.13	52,284.13		52,284.13
					<u>\$ 1,095,867.04</u>	<u>\$ 547,933.52</u>	<u>\$ 547,933.52</u>	<u>-</u>	<u>\$ 547,933.52</u>

TOWN OF SECAUCUS
TRUST FUNDS -- ASSESSMENT
Schedule of Assessment Liens
As of December 31, 2018

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Balance December 31, 2018</u>	<u>Balance Pledged to Reserve</u>
2007-12, 2008-21	Reconstruction of Penhorn Avenue	<u>\$ 33,887.86</u>	<u>\$ 33,887.86</u>

TOWN OF SECAUCUS
TRUST FUNDS -- OTHER
Statement of Community Development Block Grant Receivable
For the Year Ended December 31, 2018

Balance December 31, 2017	\$ 108,500.00
Increased by:	
2018 Project Year Award	<u>76,500.00</u>
Balance December 31, 2018	<u><u>\$ 185,000.00</u></u>

Analysis of Balance, December 31, 2018

Year 2015	\$ 75,500.00
Year 2017	33,000.00
Year 2018	<u>76,500.00</u>
	<u><u>\$ 185,000.00</u></u>

TOWN OF SECAUCUS
TRUST FUNDS -- ASSESSMENT
Statement of Due Current Fund
For the Year Ended December 31, 2018

Balance December 31, 2017 (Due from)		\$ 60,212.99
Increased by:		
2018 Budget Appropriations:		
Cash Deficit - Reconstruction of Penhorn Avenue	\$ 2,086.24	
Disbursements		
Interfund Loans Returned	500,000.00	
Collections made by Current Fund - Collector:		
Assessments Receivable	<u>547,933.52</u>	
		<u>1,050,019.76</u>
		1,110,232.75
Decreased by:		
2018 Anticipated Budget Revenue:		
Assessment Trust Surplus	500,000.00	
Receipts		
Interest on Investments and Deposits	\$ 10,400.31	
Interfunds Received	<u>600,050.28</u>	
		<u>610,450.59</u>
		<u>1,110,450.59</u>
Balance December 31, 2018 (Due to)		<u><u>\$ 217.84</u></u>

TOWN OF SECAUCUS
TRUST FUNDS -- ASSESSMENT
Statement of Assessment Bond Anticipation Notes
For the Year Ended December 31, 2018

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Date of Issue of Original Note</u>	<u>Date of Issue</u>	<u>Date of Maturity</u>	<u>Interest Rate</u>	<u>Balance December 31, 2017</u>	<u>Due General Capital Fund - Decreased</u>	<u>Balance December 31, 2018</u>
2007-12, 2008-21	Reconstruction of Penhorn Avenue	08/15/08	03/06/17	03/06/18	1.18%	<u>\$ 66,941.00</u>	<u>\$ 66,941.00</u>	<u>-</u>
Paid by Budget Appropriation							<u>\$ 66,941.00</u>	

TOWN OF SECAUCUS
TRUST FUNDS -- ASSESSMENT
Statement of Reserve for Assessments and Liens
For the Year Ended December 31, 2018

Ordinance Number	Improvement Description	Balance December 31, 2017	Increased by	Decreased by	Balance December 31, 2018
			Current Budget for Deficit	Collections to Surplus	
Assessments Receivable:					
2002-10	Reconstruction of Castle Road	\$ 687,229.28		\$ 343,614.64	\$ 343,614.64
2003-02, 2006-07	Construction of Sack Creek	304,069.50		152,034.75	152,034.75
2007-12, 2008-21	Reconstruction of Penhorn Avenue	102,482.02	\$ 2,086.24	52,284.13	52,284.13
Assessment Liens:					
2007-12, 2008-21	Reconstruction of Penhorn Avenue	33,887.86			33,887.86
		\$ 1,127,668.66	\$ 2,086.24	\$ 547,933.52	\$ 581,821.38

TOWN OF SECAUCUS
TRUST FUNDS -- ANIMAL CONTROL
Statement of Due to Current Fund
For the Year Ended December 31, 2018

Balance December 31, 2017	\$ 14,848.33
Increased by:	
Reserve for Animal Control Fund Expenditures -	
Statutory Excess	<u>6,366.85</u>
	21,215.18
Decreased by:	
Disbursements	<u>14,848.33</u>
Balance December 31, 2018	<u><u>\$ 6,366.85</u></u>

TOWN OF SECAUCUS
TRUST FUNDS -- ANIMAL CONTROL
Statement of Reserve for Animal Shelter Donations
For the Year Ended December 31, 2018

Balance December 31, 2017	\$ 71,911.22
Increased by:	
Receipts	<u>25,098.00</u>
	97,009.22
Decreased by:	
Disbursements	<u>556.19</u>
Balance December 31, 2018	<u><u>\$ 96,453.03</u></u>

TOWN OF SECAUCUS
TRUST FUNDS -- ANIMAL CONTROL
Statement of Reserve for Animal Control Fund Expenditures
For the Year Ended December 31, 2018

Balance December 31, 2017		\$ 16,402.80
Increased by:		
Receipts:		
Dog License Fees	\$ 7,862.80	
Cat License Fees	<u>482.00</u>	
		<u>8,344.80</u>
		24,747.60
Decreased by:		
Disbursements	2,508.15	
Due Current Fund:		
Statutory Excess	<u>6,366.85</u>	
		<u>8,875.00</u>
Balance December 31, 2018		<u><u>\$ 15,872.60</u></u>

Animal License Fees Collected

<u>Year</u>	<u>Amount</u>
2016	\$ 8,186.80
2017	<u>7,685.80</u>
	<u><u>\$ 15,872.60</u></u>

TOWN OF SECAUCUS
TRUST FUNDS -- MUNICIPAL OPEN SPACE
Statement of Due to / (from) Current Fund
For the Year Ended December 31, 2018

Balance December 31, 2017 (Due to)		\$ 136,057.53
Increased by:		
Payments made by Current Fund - Treasurer:		
Dedicated Expenditures		<u>32,310.00</u>
		168,367.53
Decreased by:		
Disbursements:		
Interfund Loans Returned	\$ 136,057.53	
2018 Anticipated Dedicated Revenues:		
Amount to be Raised by Taxation	277,156.95	
Non Budget Revenues:		
Added and Omitted Levy	<u>2,502.09</u>	
		<u>415,716.57</u>
Balance December 31, 2018 (Due from)		<u><u>\$ 247,349.04</u></u>

TOWN OF SECAUCUS
TRUST FUNDS -- OTHER
Statement of Due from / (to) Current Fund
For the Year Ended December 31, 2018

	<u>Fire Penalties</u>	<u>Payroll Tax Escrow</u>	<u>Payroll</u>	<u>Unemployment Insurance</u>	<u>Trust Other</u>	<u>Accumulated Absences</u>	<u>Community Development Block Grant</u>
Balance December 31, 2017	\$ 17,440.86	\$ (71,297.91)	\$ 21,468.21	\$ 133.83	\$ 397,161.54	-	\$ (160,585.06)
Increased by:							
2018 Budget Appropriation:							
Unemployment				139,500.00			
Accumulated Absences						\$ 500,000.00	
Disbursements:							
Interfunds Returned / Advanced		10,247.05	26,816.79		65,436.48		
2018 Budget Appropriations			239,080.13		25.00		
Reserve for Payroll Deductions Payable		455,289.51					
Collections made by Current Fund							
	<u>17,440.86</u>	<u>394,238.65</u>	<u>287,365.13</u>	<u>139,633.83</u>	<u>462,623.02</u>	<u>500,000.00</u>	<u>(160,585.06)</u>
Decreased by:							
Receipts:							
Interest on Investments and Deposits					6,545.86		
Interfunds Received			301,130.66	139,500.00		500,000.00	
Collections made for Current Fund:							
Operations			56,058.45				
Non Budget Revenues		8,365.39					
2018 Budget Appropriations			104,385.39				
	<u>-</u>	<u>8,365.39</u>	<u>461,574.50</u>	<u>139,500.00</u>	<u>6,545.86</u>	<u>500,000.00</u>	<u>-</u>
Balance December 31, 2018	<u>\$ 17,440.86</u>	<u>\$ 385,873.26</u>	<u>\$ (174,209.37)</u>	<u>\$ 133.83</u>	<u>\$ 456,077.16</u>	<u>-</u>	<u>\$ (160,585.06)</u>

(Continued)

TOWN OF SECAUCUS
TRUST FUNDS -- OTHER
Statement of Due from / (to) Current Fund
For the Year Ended December 31, 2018

	<u>Affordable Housing</u>	<u>Developers' Escrow</u>	<u>Secaucus Revitalization Program Donations</u>	<u>Premium on Tax Sale</u>	<u>Municipal Public Defender</u>	<u>Recreation Trust</u>	<u>Tree Planting</u>
Balance December 31, 2017	\$ (2,608.75)	\$ (115.66)	\$ (15,375.00)	\$ (4,100.00)	\$ (27,571.01)	\$ (128,672.81)	\$ (8,616.40)
Increased by:							
2018 Budget Appropriation:							
Unemployment							
Accumulated Absences							
Disbursements:							
Interfunds Returned / Advanced							
2018 Budget Appropriations							687.89
Reserve for Payroll Deductions Payable							
Collections made by Current Fund		9,864.50					
	<u>(2,608.75)</u>	<u>9,748.84</u>	<u>(15,375.00)</u>	<u>(4,100.00)</u>	<u>(27,571.01)</u>	<u>(128,672.81)</u>	<u>(7,928.51)</u>
Decreased by:							
Receipts:							
Interest on Investments and Deposits		30.97					
Interfunds Received							
Collections made for Current Fund:							
Operations							
Non Budget Revenues							13,860.00
2018 Budget Appropriations							
	<u>-</u>	<u>30.97</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>13,860.00</u>
Balance December 31, 2018	<u>\$ (2,608.75)</u>	<u>\$ 9,717.87</u>	<u>\$ (15,375.00)</u>	<u>\$ (4,100.00)</u>	<u>\$ (27,571.01)</u>	<u>\$ (128,672.81)</u>	<u>\$ (21,788.51)</u>

(Continued)

TOWN OF SECAUCUS
TRUST FUNDS -- OTHER
Statement of Due from / (to) Current Fund
For the Year Ended December 31, 2018

	<u>Auction Licenses</u>	<u>Comcast Cablevision</u>	<u>Land Sale Deposit</u>	<u>Fire Department</u>	<u>D.W.I. Surcharges</u>	<u>Parking Offenses Adjudication Act</u>	<u>Totals</u>
Balance December 31, 2017	\$ (5,120.00)	\$ (23.05)	\$ (8,000.00)	\$ (50,883.01)	\$ (14,408.40)	\$ (4,263.86)	\$ (65,436.48)
Increased by:							
2018 Budget Appropriation:							
Unemployment							139,500.00
Accumulated Absences							500,000.00
Disbursements:							
Interfunds Returned / Advanced							102,500.32
2018 Budget Appropriations							239,793.02
Reserve for Payroll Deductions Payable							455,289.51
Collections made by Current Fund							9,864.50
	<u>(5,120.00)</u>	<u>(23.05)</u>	<u>(8,000.00)</u>	<u>(50,883.01)</u>	<u>(14,408.40)</u>	<u>(4,263.86)</u>	<u>1,381,510.87</u>
Decreased by:							
Receipts:							
Interest on Investments and Deposits							6,576.83
Interfunds Received							940,630.66
Collections made for Current Fund:							
Operations							56,058.45
Non Budget Revenues							22,225.39
2018 Budget Appropriations							104,385.39
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,129,876.72</u>
Balance December 31, 2018	<u>\$ (5,120.00)</u>	<u>\$ (23.05)</u>	<u>\$ (8,000.00)</u>	<u>\$ (50,883.01)</u>	<u>\$ (14,408.40)</u>	<u>\$ (4,263.86)</u>	<u>\$ 251,634.15</u>

TOWN OF SECAUCUS
TRUST FUNDS -- OTHER
Statement of Due to Federal and State Grant Fund
For the Year Ended December 31, 2018

Balance December 31, 2017	\$ 11,282.36
Increased by:	
Payments made by Federal and State Grant Fund:	
Reserve for Community Development Block Grant	<u>988.13</u>
Balance December 31, 2018	<u><u>\$ 12,270.49</u></u>

TOWN OF SECAUCUS
TRUST FUNDS -- OTHER
Statement of Reserve for Unemployment Compensation Insurance
For the Year Ended December 31, 2018

Balance December 31, 2017		\$	90,913.55
Increased by:			
Receipts:			
Employee Contributions	\$	31,523.07	
Due Current Fund:			
2018 Budget Appropriation		<u>139,500.00</u>	
			<u>171,023.07</u>
			261,936.62
Decreased by:			
Disbursements:			
Claims Paid			<u>192,497.97</u>
Balance December 31, 2018		\$	<u><u>69,438.65</u></u>

TOWN OF SECAUCUS
TRUST FUNDS -- OTHER
Statement of Reserve for Payroll Deductions Payable
For the Year Ended December 31, 2018

Balance December 31, 2017		\$	84,083.26
Increased by:			
Receipts	\$	18,446,317.34	
Due Current Fund:			
2018 Budget Appropriations		<u>455,289.51</u>	
			<u>18,901,606.85</u>
			18,985,690.11
Decreased by:			
Disbursements			<u>18,939,750.14</u>
Balance December 31, 2018		\$	<u><u>45,939.97</u></u>

TOWN OF SECAUCUS
TRUST FUNDS -- OTHER
Statement of Reserve for Community Development Block Grant
For the Year Ended December 31, 2018

Balance December 31, 2017		\$ 18,746.99
Increased by:		
2018 Project Year Award		<u>76,500.00</u>
		95,246.99
Decreased by:		
Disbursements	\$ 6,012.12	
Due Federal and State Grant Fund:		
Payments made by Federal and State Grant Fund	<u>988.13</u>	
		<u>7,000.25</u>
Balance December 31, 2018		<u><u>\$ 88,246.74</u></u>
 <u>Analysis of Balance, December 31, 2018</u>		
Year 2017		\$ 11,746.74
Year 2018		<u>76,500.00</u>
		<u><u>\$ 88,246.74</u></u>

TOWN OF SECAUCUS
TRUST FUNDS -- OTHER
Statement of Miscellaneous Trust Other Reserves
For the Year Ended December 31, 2018

		Increased by	Decreased by	
	Balance December 31, 2017	Receipts	Due Current Fund	Disbursements
				Balance December 31, 2018
Reserve for:				
Accumulated Absences			\$ 500,000.00	\$ 500,000.00
Affordable Housing	\$ 426,003.09	\$ 188,564.97		\$ 599,195.69
Bid Bond / Film Deposit	11,500.00			11,500.00
Developers' Escrow	32,795.80	20,051.38	9,864.50	39,580.18
Curb Cutting / Street Opening Deposits	215,147.00	4,427.00		215,782.00
Forfeited Funds	39,560.56	38,149.18		68,915.90
Deposits for Redemption of Tax Title				
Lien Certificates		487,419.69		487,419.69
Parking Offense Adjudication Act (POAA)	19,397.61	3,634.00		23,031.61
Premium on Tax Sale	262,300.00	87,600.00		74,300.00
Municipal Public Defender	1,208.01	13,370.00		3,008.01
Recreation Trust	76,042.79	130,127.75		108,451.01
Volunteer Fire Department Donations	13,209.63	10,175.00		20,384.63
Fire Penalties	19,460.18			15,583.18
Police Department Donations	3,000.00			147.45
	<u>\$ 1,119,624.67</u>	<u>\$ 983,518.97</u>	<u>\$ 509,864.50</u>	<u>\$ 933,128.48</u>
				<u>\$ 1,679,879.66</u>
Due Current Fund				
2018 Budget Appropriations			\$ 500,000.00	
Collections made by Current Fund			<u>9,864.50</u>	
			<u>\$ 509,864.50</u>	

SUPPLEMENTAL EXHIBITS
GENERAL CAPITAL FUND

TOWN OF SECAUCUS
GENERAL CAPITAL FUND
Statement of General Capital Cash
For the Year Ended December 31, 2018

Balance December 31, 2017		\$ 2,039,452.46
Increased by Receipts:		
General Capital Surplus	\$ 289,161.68	
Deferred Charges to Future Taxation - Unfunded	1,597,342.50	
Due Current Fund	827,369.76	
Due Swimming Pool Utility Capital Fund	1,234,000.00	
Green Acres Loan	268,125.00	
Bond Anticipation Notes	22,049,892.00	
Reserve for Payment of Debt	332,149.06	
General Serial Bonds	<u>12,585,000.00</u>	
		<u>39,183,040.00</u>
		41,222,492.46
Decreased by Disbursements:		
General Capital Surplus	94,418.25	
Due Current Fund	1,979,646.03	
Due Federal and State Grant Fund	100,000.00	
Due Trust Assessment Fund	66,941.00	
Due Swimming Pool Utility Operating Fund	27,182.05	
Due Swimming Pool Utility Capital Fund	1,347,100.00	
Bond Anticipation Notes	31,156,603.00	
Improvement Authorizations	<u>4,299,205.14</u>	
		<u>39,071,095.47</u>
Balance December 31, 2018		<u><u>\$ 2,151,396.99</u></u>

TOWN OF SECAUCUS
GENERAL CAPITAL FUND
 Analysis of General Capital Cash
 For the Year Ended December 31, 2018

		Receipts			Disbursements			Transfers		Balance
		Bond	Serial	Miscellaneous	Improvement	Bond	Miscellaneous	From	To	or (Deficit)
		Anticipation	Bonds		Authorizations	Anticipation				December 31, 2018
		Notes				Notes				December 31, 2017
Excess Proceeds from Bond Anticipation Notes	\$	111,719.00						\$	111,719.00	\$ 454,842.50
Due Current Fund		64,192.99		\$ 827,369.76			\$ 1,979,646.03	834,970.03	2,067,154.43	144,101.12
Due Federal and State Grant Fund		(319,765.08)					100,000.00	89,375.00	19,500.00	(489,640.08)
Due Trust Assessment Fund		(1,228,590.00)					66,941.00			(1,295,531.00)
Due Swimming Pool Utility Operating Fund		(24,365.26)					27,182.05			(51,547.31)
Due Swimming Pool Utility Capital Fund		(809,500.00)		1,234,000.00			1,347,100.00			(922,600.00)
Contracts Payable		1,903,163.34						1,903,163.34	1,610,407.16	1,610,407.16
Capital Improvement Fund								225,000.00	400,000.00	175,000.00
Reserve for Payment of Bonds				332,149.06					63,270.20	395,419.26
General Capital Surplus		198,085.42		289,161.68			94,418.25	150,000.00		242,828.85
Improvement Authorizations:										
Ordinance										
Number	Description									
2000-25	Various Public Improvements							19,396.56	19,396.56	
2008-20	Various Improvements and Acquisition of New Equipment							640.37	640.37	
2010-39	Various Public Improvements and the Acquisition of New Additional or Replacement Equipment and Machinery, New Information Technology Equipment and New Automotive Vehicles and a New Fire Truck, Including Original Apparatus and Equipment	\$ 1,676,820.00	\$ 1,676,141.00			\$ 3,464,836.00			111,875.00	
2011-19	Reconstruction of Shetik Field	820,688.00	820,688.00			1,674,204.00			32,828.00	
2011-23	Undertaking of Various Infrastructure Improvements	394,736.00	394,736.00			815,788.00		1,035.63	27,351.63	
2012-07	Various Public Improvements and the Acquisition of New Additional or Replacement Equipment and Machinery, New Communication and Signal Systems Equipment, New Information Technology Equipment and New Automotive Vehicles and a New Fire Truck, Including Original Apparatus and Equipment		1,568,500.00			1,568,500.00				
2012-25	Municipal Buildings Voice and Data Communication Systems	377,228.00	377,228.00			792,180.00			37,724.00	
2012-34	Various Improvements to Parks and the Acquisition of a New Fire Truck, Including Original Apparatus and Equipment	508,297.00	508,297.00			1,037,495.00			20,901.00	
2013-06	Various Public Improvements and the Acquisition of New Additional or Replacement Equipment and Machinery, New Communication and Signal Systems Equipment, New Information Technology Equipment and New Automotive Vehicles and a New Fire Truck, Including Original Apparatus and Equipment	67,521.80	2,954,500.00		\$ 72,390.97	2,954,500.00		7,137.10	18,973.08	6,966.81
2013-17	Various Capital Improvements	538,108.00						560,708.00	22,600.00	
2014-08	Various Public Improvements and the Acquisition of New Additional or Replacement Equipment and Machinery, New Communication and Signal Systems Equipment, New Information Technology Equipment and New Automotive Vehicles and a New Fire Truck, Including Original Apparatus and Equipment	5,596.70	2,609,900.00		5,009.07	2,609,900.00		81,378.34	81,378.34	587.63
2014-09	Various Public Improvements and Acquisitions							500.00	500.00	
2014-10	Renovation of the Ice Rink and the Acquisition of a Zamboni Machine		1,140,190.00	723,010.00		1,904,000.00		29,645.08	70,445.08	

(Continued)

TOWN OF SECAUCUS
GENERAL CAPITAL FUND
 Analysis of General Capital Cash
 For the Year Ended December 31, 2018

		Balance or (Deficit) <u>December 31, 2017</u>	Receipts			Disbursements			Transfers		Balance or (Deficit) <u>December 31, 2018</u>
			Bond Anticipation Notes	Serial Bonds	Miscellaneous	Improvement Authorizations	Bond Anticipation Notes	Miscellaneous	From	To	
Improvement Authorizations (Cont'd):											
<u>Ordinance Number</u>	<u>Description</u>										
2014-25	Various Public Improvements and the Acquisition of New Additional or Replacement Equipment and Machinery and New Automotive Vehicles, Including Original Apparatus and Equipment		\$ 773,125.00				\$ 809,000.00		\$ 35,874.83		\$ (0.17)
2015-10	Renovation of the Ice Rink and the Acquisition of a Zamboni Machine		321,500.00				333,000.00		11,500.00		
2015-17	Various Public Improvements and the Acquisition of New Additional or Replacement Equipment and Machinery, New Communications and Signal Systems Equipment and New Automotive Vehicles and a New Fire Engine, including Original Apparatus and Equipment	\$ 157,601.40	2,612,000.00			\$ 15,200.00	2,755,000.00		143,000.00		142,401.40
2016-11	Various Public Improvements and the Acquisition of New Additional or Replacement Equipment and Machinery, New Communication and Signal Systems Equipment, New Information Technology Equipment and New Automotive Vehicles and a New Fire Truck, including Original Apparatus and Equipment	223,745.01	3,796,200.00			89,803.37	3,796,200.00	\$ 135,457.14	142,824.70		141,309.20
2016-22	Various Public Improvements	138,707.71		\$ 952,000.00		25,198.95	952,000.00	53,783.35	34,793.83		94,519.24
2016-24	Various Public Improvements	452,071.41						307,427.11	2,500.00		147,144.30
2017-15	Various Public Improvements and the Acquisition of New Additional or Replacement Equipment and Machinery, New Communication and Signal Systems Equipment, New Information Technology and Telecommunications Equipment, And New Automotive Vehicles and a New Fire Truck, Including Original Apparatus and Equipment	1,425,268.02	4,190,000.00		\$ 1,597,342.50	1,742,170.98	5,690,000.00	279,685.09	1,248,589.75		749,344.20
2017-25	Various Public Improvements	(326,000.00)	476,000.00			241,828.50		128,532.50	322,886.00		102,525.00
2018-16	Various Public improvements And The Acquisition Of New Additional Or Replacement equipment And Machinery, New Communication And Signal Systems equipment, New Information Technology And Telecommunications equipment, And New Automotive Vehicles, Including Original apparatus And Equipment		4,425,000.00		268,125.00	2,107,603.30		2,396,577.82	314,375.00		503,318.88
		\$ 2,039,452.46	\$ 22,049,892.00	\$ 12,585,000.00	\$ 4,548,148.00	\$ 4,299,205.14	\$ 31,156,603.00	\$ 3,615,287.33	\$ 7,316,131.46	\$ 7,316,131.46	\$ 2,151,396.99

TOWN OF SECAUCUS
GENERAL CAPITAL FUND
Statement of Deferred Charges to Future Taxation - Funded
For the Year Ended December 31, 2018

Balance December 31, 2017		\$ 19,295,800.92
Increased by:		
2018 Green Acres Loan	\$ 268,125.00	
2018 General Improvement Bonds Issued	<u>12,585,000.00</u>	
		<u>12,853,125.00</u>
		32,148,925.92
Decreased by:		
2018 Budget Appropriation to Pay:		
General Serial Bonds	1,505,000.00	
New Jersey Environmental Infrastructure Loans Payable	180,840.48	
New Jersey Green Acres Loans Payable	<u>33,424.17</u>	
		<u>1,719,264.65</u>
Balance December 31, 2018		<u><u>\$ 30,429,661.27</u></u>

TOWN OF SECAUCUS
GENERAL CAPITAL FUND
Statement of Deferred Charges to Future Taxation - Unfunded
For the Year Ended December 31, 2018

Ordinance Number	Improvement Description	Balance December 31, 2017	Increased by		Decreased by			Analysis of Balance, December 31, 2018			
			2018 Authorizations	Reserve for Payment of Debt	Notes Paid by Budget Appropriation	Transferred to Deferred Taxation - Funded	Collections	Balance December 31, 2018	Financed by Bond Anticipation Notes	Expenditures	Unexpended Improvement Authorizations
General Improvements:											
2010-39	Various Public Improvements and the Acquisition of New Additional or Replacement Equipment and Machinery, New Information Technology Equipment and New Automotive Vehicles and a New Fire Truck, Including Original Apparatus and Equipment	\$ 1,748,091.50			\$ 71,950.50	\$ 1,676,141.00					
2011-19	Reconstruction of Shetik Field	853,366.83			32,678.83	820,688.00					
2011-23	Undertaking of Various Infrastructure Improvements	421,051.70			26,315.70	394,736.00					
2012-07	Various Public Improvements and the Acquisition of New Additional or Replacement Equipment and Machinery, New Communication and Signal Systems Equipment, New Information Technology Equipment and New Automotive Vehicles and a New Fire Truck, Including Original Apparatus and Equipment	1,525,004.30		\$ 43,495.70		1,568,500.00					
2012-25	Municipal Buildings Voice and Data Communication Systems	414,952.00			37,724.00	377,228.00					
2012-34	Various Improvements to Parks and the Acquisition of a New Fire Truck, Including Original Apparatus and Equipment	528,698.00			20,401.00	508,297.00					
2013-06	Various Public Improvements and the Acquisition of New Additional or Replacement Equipment and Machinery, New Communication and Signal Systems Equipment, New Information Technology Equipment and New Automotive Vehicles and a New Fire Truck, Including Original Apparatus and Equipment	2,946,066.76		8,433.24		2,954,500.00					
2013-17	Various Capital Improvements	560,708.00			22,600.00		\$ 538,108.00	\$ 538,108.00			
2014-08	Various Public Improvements and the Acquisition of New Additional or Replacement Equipment and Machinery, New Communication and Signal Systems Equipment, New Information Technology Equipment and New Automotive Vehicles and a New Fire Truck, Including Original Apparatus and Equipment	2,598,558.74		11,341.26		2,609,900.00					
2014-10	Renovation of the Ice Rink and the Acquisition of a Zamboni Machine	1,904,000.00			40,800.00	723,010.00	1,140,190.00	1,140,190.00			
2014-25	Various Public Improvements and the Acquisition of New Additional or Replacement Equipment and Machinery and New Automotive Vehicles, Including Original Apparatus and Equipment	801,125.17			28,000.00		773,125.17	773,125.00	\$ 0.17		
2015-10	Renovation of the Ice Rink and the Acquisition of a Zamboni Machine	333,000.00			11,500.00		321,500.00	321,500.00			
2015-17	Various Public Improvements and the Acquisition of New Additional or Replacement Equipment and Machinery, New Communications and Signal Systems Equipment and New Automotive Vehicles and a New Fire Engine, including Original Apparatus and Equipment	2,755,000.00			143,000.00		2,612,000.00	2,612,000.00			

(Continued)

TOWN OF SECAUCUS
GENERAL CAPITAL FUND
Statement of Deferred Charges to Future Taxation - Unfunded
For the Year Ended December 31, 2018

Ordinance Number	Improvement Description	Balance December 31, 2017	Increased by		Decreased by			Analysis of Balance, December 31, 2018			
			2018 Authorizations	Reserve for Payment of Debt	Notes Paid by Budget Appropriation	Transferred to Deferred Taxation - Funded	Collections	Balance December 31, 2018	Financed by Bond Anticipation Notes	Expenditures	Unexpended Improvement Authorizations
General Improvements (Cont'd):											
2016-11	Various Public Improvements and the Acquisition of New Additional or Replacement Equipment and Machinery, New Communication and Signal Systems Equipment, New Information Technology Equipment and New Automotive Vehicles and a New Fire Truck, including Original Apparatus and Equipment	\$ 3,796,200.00						\$ 3,796,200.00	\$ 3,796,200.00		
2016-22	Various Public Improvements	952,000.00				\$ 952,000.00					
2017-15	Various Public Improvements and the Acquisition of New Additional or Replacement Equipment and Machinery, New Communication and Signal Systems Equipment, New Information Technology and Telecommunications Equipment, And New Automotive Vehicles and a New Fire Truck, Including Original Apparatus and Equipment	5,690,000.00					\$ 1,597,342.50	4,092,657.50	4,092,657.50		
2017-25	Various Public Improvements	476,000.00						476,000.00	476,000.00		
2018-16	Various Public improvements And The Acquisition Of New Additional Or Replacement equipment And Machinery, New Communication And Signal Systems equipment, New Information Technology And Telecommunications equipment And New Automotive Vehicles, Including Original apparatus And Equipment		\$ 4,425,000.00			268,125.00	89,375.00	4,067,500.00	4,067,500.00		
		<u>\$ 28,303,823.00</u>	<u>\$ 4,425,000.00</u>	<u>\$ 63,270.20</u>	<u>\$ 434,970.03</u>	<u>\$ 12,853,125.00</u>	<u>\$ 1,686,717.50</u>	<u>\$ 17,817,280.67</u>	<u>\$ 17,817,280.50</u>	<u>\$ 0.17</u>	
Receipts:											
County of Hudson							\$ 1,597,342.50				
Due Federal and State Grant Fund:											
State of New Jersey Green Trust Fund Grant							89,375.00				
							<u>\$ 1,686,717.50</u>				
Bond Anticipation Notes								\$ 18,272,123.00			
Less: Excess Proceeds from Bond Anticipation Notes - Ordinances:											
2017-15								\$ 97,342.50			
2018-16								<u>357,500.00</u>			
								454,842.50			
								<u>\$ 17,817,280.50</u>			
Improvement Authorizations Unfunded										\$ 1,638,898.68	
Less: Unexpended Proceeds of Bond Anticipation Notes Issued - Ordinances:											
2015-17									\$ 142,401.40		
2016-11									141,309.20		
2017-15									749,344.20		
2017-25									102,525.00		
2018-16									<u>503,318.88</u>		
										<u>1,638,898.68</u>	
										-	

TOWN OF SECAUCUS
GENERAL CAPITAL FUND
Statement of Due to Current Fund
For the Year Ended December 31, 2018

Balance December 31, 2017			\$ 64,192.99
Increased by:			
Receipts:			
2018 Anticipated Budget Revenue:			
Interest on Investments and Deposits	\$ 27,369.76		
Interfunds Received	<u>800,000.00</u>		
		\$ 827,369.76	
2018 Anticipated Budget Revenue:			
General Capital Surplus		150,000.00	
Payments made by Current Fund:			
Payment of Bond Anticipation Notes and Capital Notes	560,708.00		
Improvement Authorizations	<u>1,356,446.43</u>		
		<u>1,917,154.43</u>	
			<u>2,894,524.19</u>
			2,958,717.18
Decreased by:			
Disbursements:			
2018 Budget Appropriations	467,238.00		
Interfunds Returned	<u>1,512,408.03</u>		
		1,979,646.03	
2018 Budget Appropriations:			
Capital Improvement Fund	400,000.00		
Payment of Bond Anticipation Notes and Capital Notes	<u>434,970.03</u>		
		<u>834,970.03</u>	
			<u>2,814,616.06</u>
Balance December 31, 2018			<u><u>\$ 144,101.12</u></u>

TOWN OF SECAUCUS
GENERAL CAPITAL FUND
Statement of Due from Federal and State Grant Fund
For the Year Ended December 31, 2018

Balance December 31, 2017		\$	319,765.08
Increased by:			
Collections made by Federal and State Grant Fund:			
Deferred Charges to Future Taxation - Unfunded	\$	89,375.00	
Disbursements:			
Reserve for Federal, State and Other Grants - Appropriated		<u>100,000.00</u>	
			<u>189,375.00</u>
			509,140.08
Decreased by:			
Payments made by Federal and State Grant Fund:			
Improvement Authorizations			<u>19,500.00</u>
Balance December 31, 2018		\$	<u><u>489,640.08</u></u>

TOWN OF SECAUCUS
GENERAL CAPITAL FUND
Statement of Due from Trust Assessment Fund
For the Year Ended December 31, 2018

Balance December 31, 2017	\$ 1,228,590.00
Increased by:	
Disbursements:	
Payments made for Trust Assessment Fund:	
Bond Anticipation Notes	<u>66,941.00</u>
Balance December 31, 2018	<u><u>\$ 1,295,531.00</u></u>

TOWN OF SECAUCUS
GENERAL CAPITAL FUND
Statement of Bond Anticipation Notes
For the Year Ended December 31, 2018

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Date of Issue of Original Note</u>	<u>Date of Issue</u>	<u>Date of Maturity</u>	<u>Interest Rate</u>	<u>Balance December 31, 2017</u>	<u>Increased</u>	<u>Decreased</u>	<u>Balance December 31, 2018</u>
2010-39	Various Public Improvements and the Acquisition of New Additional or Replacement Equipment and Machinery, New Information Technology Equipment and New Automotive Vehicles and a New Fire Truck, Including Original Apparatus and Equipment	01/14/11	03/06/17 03/06/18	03/06/18 05/01/18	1.18% 2.00%	\$ 1,788,016.00	\$ 1,676,820.00	\$ 1,788,016.00 1,676,820.00	
2011-19	Reconstruction of Shetik Field	01/13/12	03/06/17 03/06/18	03/06/18 05/01/18	1.18% 2.00%	853,516.00	820,688.00	853,516.00 820,688.00	
2011-23	Undertaking of Various Infrastructure Improvements	01/13/12	03/06/17 03/06/18	03/06/18 05/01/18	1.18% 2.00%	421,052.00	394,736.00	421,052.00 394,736.00	
2012-07	Various Public Improvements and the Acquisition of New Additional or Replacement Equipment and Machinery, New Communication and Signal Systems Equipment, New Information Technology Equipment and New Automotive Vehicles and a New Fire Truck, Including Original Apparatus and Equipment	06/15/12	05/01/17	05/01/18	1.22%	1,568,500.00		1,568,500.00	
2012-25	Municipal Buildings Voice and Data Communication Systems	01/11/13	03/06/17 03/06/18	03/06/18 05/01/18	1.18% 2.00%	414,952.00	377,228.00	414,952.00 377,228.00	
2012-34	Various Improvements to Parks and the Acquisition of a New Fire Truck, Including Original Apparatus and Equipment	01/11/13	03/06/17 03/06/18	03/06/18 05/01/18	1.18% 2.00%	529,198.00	508,297.00	529,198.00 508,297.00	
2013-06	Various Public Improvements and the Acquisition of New Additional or Replacement Equipment and Machinery, New Communication and Signal Systems Equipment, New Information Technology Equipment and New Automotive Vehicles and a New Fire Truck, Including Original Apparatus and Equipment	06/14/13	05/01/17	05/01/18	1.22%	2,954,500.00		2,954,500.00	
2013-17	Various Capital Improvements	07/03/13	04/13/17 04/13/18	04/13/18 04/13/19	1.36% 1.99%	560,708.00	538,108.00	560,708.00	\$ 538,108.00
2014-08	Various Public Improvements and the Acquisition of New Additional or Replacement Equipment and Machinery, New Communication and Signal Systems Equipment, New Information Technology Equipment and New Automotive Vehicles and a New Fire Truck, Including Original Apparatus and Equipment	06/13/14	05/01/17	05/01/18	1.22%	2,609,900.00		2,609,900.00	
2014-10	Renovation of the Ice Rink and the Acquisition of a Zamboni Machine	06/12/15 12/10/15	05/01/17 08/10/17 08/10/18	05/01/18 08/10/18 08/09/19	1.22% 2.00% 2.75%	723,010.00 1,180,990.00	1,140,190.00	723,010.00 1,180,990.00	1,140,190.00
2014-25	Various Public Improvements and the Acquisition of New Additional or Replacement Equipment and Machinery and New Automotive Vehicles, Including Original Apparatus and Equipment	12/10/15	08/10/17 08/10/18	08/10/18 08/09/19	2.00% 2.75%	809,000.00	773,125.00	809,000.00	773,125.00

(Continued)

TOWN OF SECAUCUS
GENERAL CAPITAL FUND
Statement of Bond Anticipation Notes
For the Year Ended December 31, 2018

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Date of Issue of Original Note</u>	<u>Date of Issue</u>	<u>Date of Maturity</u>	<u>Interest Rate</u>	<u>Balance December 31, 2017</u>	<u>Increased</u>	<u>Decreased</u>	<u>Balance December 31, 2018</u>
2015-10	Renovation of the Ice Rink and the Acquisition of a Zamboni Machine	12/10/15	08/10/17 08/10/18	08/10/18 08/09/19	2.00% 2.75%	\$ 333,000.00	\$ 321,500.00	\$ 333,000.00	\$ 321,500.00
2015-17	Various Public Improvements and the Acquisition of New Additional or Replacement Equipment and Machinery, New Communications and Signal Systems Equipment and New Automotive Vehicles and a New Fire Engine, including Original Apparatus and Equipment	12/10/15	08/10/17 08/10/18	08/10/18 08/09/19	2.00% 2.75%	2,755,000.00	2,612,000.00	2,755,000.00	2,612,000.00
2016-11	Various Public Improvements and the Acquisition of New Additional or Replacement Equipment and Machinery, New Communication and Signal Systems Equipment, New Information Technology Equipment and New Automotive Vehicles and a New Fire Truck, including Original Apparatus and Equipment	08/10/16	08/10/17 08/10/18	08/10/18 08/09/19	2.00% 2.75%	3,796,200.00	3,796,200.00	3,796,200.00	3,796,200.00
2016-22	Various Public Improvements	05/01/17	05/01/17	05/01/18	1.22%	952,000.00		952,000.00	
2017-15	Various Public Improvements and the Acquisition of New Additional or Replacement Equipment and Machinery, New Communication and Signal Systems Equipment, New Information Technology and Telecommunications Equipment, And New Automotive Vehicles and a New Fire Truck, Including Original Apparatus and Equipment	10/20/17	10/20/17 10/19/18	10/19/18 08/09/19	2.25% 3.00%	5,690,000.00	4,190,000.00	5,690,000.00	4,190,000.00
2017-25	Various Public Improvements	08/10/18	08/10/18	08/09/19	2.75%		476,000.00		476,000.00
2018-16	Various Public improvements And The Acquisition Of New Additional Or Replacement equipment And Machinery, New Communication And Signal Systems equipment, New Information Technology And Telecommunications equipment, And New Automotive Vehicles, Including Original apparatus And Equipment	08/10/18	08/10/18	08/09/19	2.75%		4,425,000.00		4,425,000.00
						<u>\$ 27,939,542.00</u>	<u>\$ 22,049,892.00</u>	<u>\$ 31,717,311.00</u>	<u>\$ 18,272,123.00</u>
Issued for Cash							\$ 4,901,000.00		
Paid by 2018 Budget Appropriation								\$ 434,970.03	
Funded by General Obligation Bonds								12,585,000.00	
Bond Anticipation Notes not Renewed								1,548,448.97	
Renewals							17,148,892.00	17,148,892.00	
							<u>\$ 22,049,892.00</u>	<u>\$ 31,717,311.00</u>	
Cash Disbursements								\$ 31,156,603.00	
Paid by Current Fund on Behalf of General Capital Fund								560,708.00	
								<u>\$ 31,717,311.00</u>	

TOWN OF SECAUCUS
GENERAL CAPITAL FUND
Statement of General Serial Bonds
For the Year Ended December 31, 2018

Purpose	Date of Issue	Original Issue	Maturities of Bonds		Interest Rate	Balance December 31, 2017	Increased - Receipts	Paid by Budget Appropriation	Balance December 31, 2018
			Outstanding Date	December 31, 2018 Amount					
General Improvement Bonds	04/01/10	\$ 15,608,000.00	04/01/19	\$ 1,040,000.00	3.000%				
			04/01/20	1,050,000.00	3.250%				
			04/01/21	1,050,000.00	3.500%				
			04/01/22	1,050,000.00	3.625%				
			04/01/23	1,050,000.00	3.750%				
			04/01/24	1,050,000.00	4.000%				
			04/01/25	1,050,000.00	4.000%				
			04/01/26	1,100,000.00	4.000%				
			04/01/27	1,100,000.00	4.000%				
			04/01/28	1,100,000.00	4.000%				
			04/01/29	1,098,000.00	4.000%	\$ 12,738,000.00		\$ 1,000,000.00	\$ 11,738,000.00
General Improvement Refunding Bonds	12/08/16	5,020,000.00	1/15/19-20	500,000.00	4.000%				
			1/15/21-25	495,000.00	4.000%				
			1/15/26-27	490,000.00	4.000%	4,960,000.00		505,000.00	4,455,000.00
General Improvement Bonds	05/01/18	12,585,000.00	05/01/19	700,000.00	3.000%				
			05/01/20	730,000.00	3.000%				
			05/01/21	750,000.00	3.000%				
			05/01/22	780,000.00	3.000%				
			05/01/23	850,000.00	3.000%				
			05/01/24	900,000.00	3.000%				
			05/01/25	1,150,000.00	3.000%				
			05/01/26	1,200,000.00	3.000%				
			05/01/27	1,325,000.00	3.000%				
			05/01/28	1,400,000.00	3.000%				
			05/01/29	1,400,000.00	3.000%				
			05/01/30	1,400,000.00	3.000%		\$ 12,585,000.00		12,585,000.00
									\$ 17,698,000.00
Paid by Budget Appropriation							\$ 1,505,000.00		
Deferred Charged to Future Taxation - Funded:									
General Improvement Bonds							\$ 12,585,000.00		
							\$ 12,585,000.00	\$ 1,505,000.00	

TOWN OF SECAUCUS
GENERAL CAPITAL FUND
Statement of New Jersey Environmental Infrastructure Loans Payable
For the Year Ended December 31, 2018

Description	Date of Issue	Original Issue	Maturities of Loans		Interest Rate	Balance December 31, 2017	Increased	Paid by Budget Appropriation	Balance December 31, 2018
			Outstanding December 31, 2018	Date					
New Jersey Environmental Infrastructure Trust	10/14/04	\$ 835,000.00	08/01/19	\$ 50,000.00	5.00%				
			08/01/19-20	55,000.00	5.00%				
			08/01/21	55,000.00	5.00%				
			08/01/22	60,000.00	4.25%				
			08/01/23	60,000.00	4.38%				
			08/01/24	65,000.00	4.38%	\$ 395,000.00	\$ 50,000.00	\$ 345,000.00	
New Jersey Environmental Infrastructure Trust	10/14/04	2,490,000.00	08/01/19	126,092.58					
			08/01/20	130,840.48					
			08/01/21	125,617.78					
			08/01/22	129,890.89					
			08/01/23	124,193.41					
			08/01/24	128,846.56	none	896,322.18		130,840.48	765,481.70
					\$ 1,291,322.18	-	\$ 180,840.48	\$ 1,110,481.70	

TOWN OF SECAUCUS
GENERAL CAPITAL FUND
Statement of New Jersey Green Acres Loans Payable
For the Year Ended December 31, 2018

<u>Purpose</u>		<u>Date of Issue</u>	<u>Original Issue</u>	<u>Maturities of Loans</u>		<u>Interest Rate</u>	<u>Balance December 31, 2017</u>	<u>Increased - Receipts</u>	<u>Paid by Budget Appropriation</u>	<u>Balance December 31, 2018</u>
				<u>Outstanding</u>	<u>December 31, 2018</u>					
				<u>Date</u>	<u>Amount</u>					
Little League Field Redevelopment Project	(a)	03/28/06	\$ 163,410.00	2019	\$ 8,796.24					
				2020-2026	61,647.62	2.0%	\$ 79,066.78		\$ 8,622.92	\$ 70,443.86
Buchmuller Park Ice Rink Project	(b)	06/27/06	470,000.00	2019	25,299.75					
				2020-2026	177,310.96	2.0%	227,411.96		24,801.25	202,610.71
Downtown Recreation Acquisition	(c)	04/04/18	268,125.00	2019	11,366.95					
				2020-2038	256,758.05	2.0%		\$ 268,125.00		268,125.00
							<u>\$ 306,478.74</u>	<u>\$ 268,125.00</u>	<u>\$ 33,424.17</u>	<u>\$ 541,179.57</u>

(a) payable each January 1 and July 1

(b) payable each March 30 and September 30

(c) payable each January 4 and July 4

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TOWN OF SECAUCUS
GENERAL CAPITAL FUND
Statement of Improvement Authorizations
For the Year Ended December 31, 2018

Ordinance Number	Improvement Description	Date	Ordinance	Balance December 31, 2017		
			Amount	Funded	Unfunded	
General Improvements:						
2000-25	Various Public Improvements	10/24/00	\$ 1,500,000.00			
2008-20	Various Improvements and Acquisition of New Equipment	07/10/08	1,500,000.00			
2011-23	Undertaking of Various Infrastructure Improvements	09/27/11	525,000.00			
2013-06	Various Public Improvements and the Acquisition of New Additional or Replacement Equipment and Machinery, New Communication and Signal Systems Equipment, New Information Technology Equipment and New Automotive Vehicles and a New Fire Truck, Including Original Apparatus and Equipment	03/26/13	4,450,000.00		\$ 67,521.80	
2014-08	Various Public Improvements and the Acquisition of New Additional or Replacement Equipment and Machinery, New Communication and Signal Systems Equipment, New Information Technology Equipment and New Automotive Vehicles and a New Fire Truck, Including Original Apparatus and Equipment	04/22/14	2,859,500.00		5,596.70	
2014-09	Various Public Improvements and Acquisitions	04/22/14	1,200,000.00			
2014-10	Renovation of the Ice Rink and the Acquisition of a Zamboni Machine	04/22/14	2,000,000.00			
2015-17	Various Public Improvements and the Acquisition of New Additional or Replacement Equipment and Machinery, New Communications and Signal Systems Equipment and New Automotive Vehicles and a New Fire Engine, including Original Apparatus and Equipment	05/12/15	2,900,000.00		157,601.40	
2016-11	Various Public Improvements and the Acquisition of New Additional or Replacement Equipment and Machinery, New Communication and Signal Systems Equipment, New Information Technology Equipment and New Automotive Vehicles and a New Fire Truck, including Original Apparatus and Equipment	04/26/16	3,986,200.00		223,745.01	
2016-22	Various Public Improvements	09/13/16	1,000,000.00		138,707.71	
2016-24	Various Public Improvements	10/11/16	1,100,000.00	\$ 452,071.41		
2017-15	Various Public Improvements and the Acquisition of New Additional or Replacement Equipment and Machinery, New Communication and Signal Systems Equipment, New Information Technology and Telecommunications Equipment, And New Automotive Vehicles and a New Fire Truck, Including Original Apparatus and Equipment	07/25/17	5,975,000.00		1,425,268.02	
2017-25	Various Public Improvements	10/24/17	500,000.00		150,000.00	
2018-16	Various Public improvements and the Acquisition of New Additional or Replacement Equipment and Machinery, New Communication and Signal Systems Equipment, New Information Technology and Telecommunications Equipment, and New Automotive Vehicles, Including Original Apparatus and Equipment	05/08/18	4,650,000.00			
				\$ 452,071.41	\$ 2,168,440.64	

Disbursements
Due Current Fund
Due Federal and State Grant Fund

<u>2018 Authorizations</u>						
<u>Capital Improvement Fund</u>	<u>Deferred Charges to Future Taxation - Unfunded</u>	<u>Transferred from Contracts Payable</u>	<u>Paid or Charged</u>	<u>Transferred to Contracts Payable</u>	<u>Balance December 31, 2018</u>	
					<u>Funded</u>	<u>Unfunded</u>
		\$ 19,396.56		\$ 19,396.56		
		640.37		640.37		
		1,035.63		1,035.63		
		18,973.08	\$ 72,390.97	7,137.10	\$ 6,966.81	
		81,378.34	5,009.07	81,378.34	587.63	
		500.00		500.00		
		29,645.08		29,645.08		
			15,200.00			\$ 142,401.40
		142,824.70	91,303.40	133,957.11		141,309.20
		34,793.83	68,383.67	10,598.63	94,519.24	
		2,500.00	249,117.11	58,310.00	147,144.30	
		1,248,589.75	1,797,598.98	126,914.59		749,344.20
		322,886.00	241,828.50	128,532.50		102,525.00
<u>\$ 225,000.00</u>	<u>\$ 4,425,000.00</u>		<u>3,134,319.87</u>	<u>1,012,361.25</u>		<u>503,318.88</u>
<u>\$ 225,000.00</u>	<u>\$ 4,425,000.00</u>	<u>\$ 1,903,163.34</u>	<u>\$ 5,675,151.57</u>	<u>\$ 1,610,407.16</u>	<u>\$ 249,217.98</u>	<u>\$ 1,638,898.68</u>
			\$ 4,299,205.14			
			1,356,446.43			
			19,500.00			
			<u>\$ 5,675,151.57</u>			

TOWN OF SECAUCUS
GENERAL CAPITAL FUND
Statement of Contracts Payable
For the Year Ended December 31, 2018

Balance December 31, 2017	\$ 1,903,163.34
Increased by:	
Transferred from Improvement Authorizations	1,610,407.16
	3,513,570.50
Decreased by:	
Transferred to Improvement Authorizations	1,903,163.34
Balance December 31, 2018	<u>\$ 1,610,407.16</u>

Schedule of Contracts Payable, December 31, 2018

<u>Ordinance Number</u>	<u>Name</u>	<u>Amount</u>
2000-25	Johnston Communications	\$ 19,396.56
2008-20	A Team Concrete Inc.	640.37
2011-23	A Team Concrete Inc.	1,035.63
2013-06	Hugerich Construction, Inc.	1,467.79
2013-06	J.C. Contracting, Inc.	5,669.31
2014-08	Micro Pave Systems	15,000.00
2014-08	Mark Construction, Inc.	51,809.04
2014-08	J.A. Alexander	14,569.30
2014-09	Pal-Pro Contractors, LLC	500.00
2014-10	Minervini, Vandermark Architect	29,645.08
2016-11	Ellas Environmental LLC	2,700.00
2016-11	Roofing Sales	5,477.31
2016-11	RCP Shelters Inc.	28,215.00
2016-11	PSE&G Company	15,850.84
2016-11	Regional Communication Inc.	15,449.04
2016-11	Your Way Construction Inc.	10,135.45
2016-11	Cifelli & Son Construction Co.	9,418.21
2016-11	Route 23 Ford Automall	2,000.00
2016-11	TSUJ Corporation	8,551.98
2016-11	Salomone Redmix	860.00
2016-11	Your Way Construction Inc.	5,585.10
2016-11	Motorola Solutions Inc.	29,714.18
2016-22	Ellas Environmental LLC	3,080.00
2016-22	Cooper Electric Supply Co.	4,244.15
2016-22	J.A. Alexander	3,274.48
2016-24	Custom Fabrication Inc.	51,400.00
2016-24	Cooper Electric Supply Co.	2,500.00
2016-24	J & C Ice Technologies	4,410.00
2017-15	Gen-El Safety & Industrial Products	2,569.75
2017-15	T.R. Weniger, Inc.	124,344.84
2017-25	Cifelli & Son Construction Co.	62,216.07
2017-25	Your Way Construction Inc.	20,000.00
2017-25	T.R. Weniger, Inc.	988.76
2017-25	4 Clean Up Inc.	45,327.67
2018-16	4 Clean Up Inc.	541,157.57
2018-16	National Auto Fleet Group	109,350.00
2018-16	Route 23 Ford Automall	51,918.80
2018-16	Viprebox	3,159.00
2018-16	Feldman Bros. Electrical Supply Co.	800.00
2018-16	J. Meli Electrical Contractors	2,497.72
2018-16	Ofi - Office Furniture Inc.	2,055.68
2018-16	Ndp Construction LLC	86,702.40
2018-16	Your Way Construction Inc.	100,000.00
2018-16	Rapid Pump & Meter Service	48,625.00
2018-16	Ellas Environmental LLC	58,722.50
2018-16	W.B. Mason	3,849.90
2018-16	SHI International Corp.	1,836.68
2018-16	IPEX Home Supply	696.00
2018-16	Axtel International Corp.	990.00
		<u>\$ 1,610,407.16</u>

TOWN OF SECAUCUS
GENERAL CAPITAL FUND
Statement of Capital Improvement Fund
For the Year Ended December 31, 2018

Due Current Fund:	
2018 Budget Appropriation	\$ 400,000.00
Decreased by:	
Appropriation to Finance Improvement Authorizations	<u>225,000.00</u>
Balance December 31, 2018	<u>\$ 175,000.00</u>

TOWN OF SECAUCUS
GENERAL CAPITAL FUND
Statement of Reserve for Payment of Bonds
For the Year Ended December 31, 2018

Deferred Charges to Future Taxation - Unfunded	\$ 63,270.20	
Receipts:		
South Jersey Sports and Exposition Authority	<u>332,149.06</u>	
Balance December 31, 2018		<u><u>\$ 395,419.26</u></u>

TOWN OF SECAUCUS
GENERAL CAPITAL FUND
Statement of Bonds and Notes Authorized but not Issued
For the Year Ended December 31, 2018

Ordinance Number	Improvement Description	Balance December 31, 2017	Increased by		Decreased by				Balance December 31, 2018	
			2018 Authorizations	Notes Paid from Note Cash	Funded by Budget Appropriation	Collections	Notes Paid by Excess Note Cash	Bonds Issued		Bond Anticipation Notes Issued
General Improvements:										
2010-39	Various Public Improvements and the Acquisition of New Additional or Replacement Equipment and Machinery, New Information Technology Equipment and New Automotive Vehicles and a New Fire Truck, Including Original Apparatus and Equipment			\$ 3,464,836.00	\$ 71,950.50		\$ 39,924.50	\$ 1,676,141.00	\$ 1,676,820.00	
2011-19	Reconstruction of Shetik Field			1,674,204.00	32,678.83		149.17	820,688.00	820,688.00	
2011-23	Undertaking of Various Infrastructure Improvements			815,788.00	26,315.70		0.30	394,736.00	394,736.00	
2012-07	Various Public Improvements and the Acquisition of New Additional or Replacement Equipment and Machinery, New Communication and Signal Systems Equipment, New Information Technology Equipment and New Automotive Vehicles and a New Fire Truck, Including Original Apparatus and Equipment			1,568,500.00				1,568,500.00		
2012-25	Municipal Buildings Voice and Data Communication Systems			792,180.00	37,724.00			377,228.00	377,228.00	
2012-34	Various Improvements to Parks and the Acquisition of a New Fire Truck, Including Original Apparatus and Equipment			1,037,495.00	20,401.00		500.00	508,297.00	508,297.00	
2013-06	Various Public Improvements and the Acquisition of New Additional or Replacement Equipment and Machinery, New Communication and Signal Systems Equipment, New Information Technology Equipment and New Automotive Vehicles and a New Fire Truck, Including Original Apparatus and Equipment			2,954,500.00				2,954,500.00		
2013-17	Various Capital Improvements			560,708.00	22,600.00				538,108.00	
2014-08	Various Public Improvements and the Acquisition of New Additional or Replacement Equipment and Machinery, New Communication and Signal Systems Equipment, New Information Technology Equipment and New Automotive Vehicles and a New Fire Truck, Including Original Apparatus and Equipment			2,609,900.00				2,609,900.00		
2014-10	Renovation of the Ice Rink and the Acquisition of a Zamboni Machine			1,904,000.00	40,800.00			723,010.00	1,140,190.00	
2014-25	Various Public Improvements and the Acquisition of New Additional or Replacement Equipment and Machinery and New Automotive Vehicles, Including Original Apparatus and Equipment			809,000.00	28,000.00		7,874.83		773,125.00	\$ 0.17
2015-10	Renovation of the Ice Rink and the Acquisition of a Zamboni Machine			333,000.00	11,500.00				321,500.00	
2015-17	Various Public Improvements and the Acquisition of New Additional or Replacement Equipment and Machinery, New Communications and Signal Systems Equipment and New Automotive Vehicles and a New Fire Engine, including Original Apparatus and Equipment			2,755,000.00	143,000.00				2,612,000.00	

(Continued)

TOWN OF SECAUCUS
GENERAL CAPITAL FUND
Statement of Bonds and Notes Authorized but not Issued
For the Year Ended December 31, 2018

Ordinance Number	Improvement Description	Balance December 31, 2017	Increased by		Decreased by					Balance December 31, 2018
			2018 Authorizations	Notes Paid from Note Cash	Funded by Budget Appropriation	Collections	Notes Paid by Excess Note Cash	Bonds Issued	Bond Anticipation Notes Issued	
General Improvements (Cont'd):										
2016-11	Various Public Improvements and the Acquisition of New Additional or Replacement Equipment and Machinery, New Communication and Signal Systems Equipment, New Information Technology Equipment and New Automotive Vehicles and a New Fire Truck, including Original Apparatus and Equipment			\$ 3,796,200.00					\$ 3,796,200.00	
2016-22	Various Public Improvements			952,000.00				\$ 952,000.00		
2017-15	Various Public Improvements and the Acquisition of New Additional or Replacement Equipment and Machinery, New Communication and Signal Systems Equipment, New Information Technology and Telecommunications Equipment, And New Automotive Vehicles and a New Fire Truck, Including Original Apparatus and Equipment			5,690,000.00		\$ 1,500,000.00			4,190,000.00	
2017-25	Various Public Improvements	\$ 476,000.00							476,000.00	
2018-16	Various Public improvements And The Acquisition Of New Additional Or Replacement equipment And Machinery, New Communication And Signal Systems equipment, New Information Technology And Telecommunications equipment, And New Automotive Vehicles, Including Original apparatus And Equipment		\$ 4,425,000.00						4,425,000.00	
		\$ 476,000.00	\$ 4,425,000.00	\$ 31,717,311.00	\$ 434,970.03	\$ 1,500,000.00	\$ 48,448.80	\$ 12,585,000.00	\$ 22,049,892.00	\$ 0.17

SUPPLEMENTAL EXHIBITS
SWIMMING POOL UTILITY FUND

TOWN OF SECAUCUS
Statement of Swimming Pool Utility Fund Cash - Treasurer
For the Year Ended December 31, 2018

	<u>Operating</u>	<u>Capital</u>
Balance December 31, 2017	\$ 1,015,853.76	\$ 314,289.15
Increased by Receipts:		
Swimming Pool Utility Revenue	\$ 138,571.85	
Due Current Fund	499,602.93	
Due Swimming Pool Utility Operating Fund	<u>\$ 10,816.75</u>	
	<u>638,174.78</u>	<u>10,816.75</u>
	1,654,028.54	325,105.90
Decreased by Disbursements:		
2018 Budget Appropriations	113,470.87	
Due Trust - Other Funds	5,660.12	
Due Swimming Pool Capital Fund	8,250.00	
2017 Appropriation Reserves	2,133.98	
Improvement Authorizations	<u>13,467.29</u>	
	<u>129,514.97</u>	<u>13,467.29</u>
Balance December 31, 2018	<u><u>\$ 1,524,513.57</u></u>	<u><u>\$ 311,638.61</u></u>

TOWN OF SECAUCUS
SWIMMING POOL UTILITY CAPITAL FUND
 Analysis of Swimming Pool Utility Capital Cash
 For the Year Ended December 31, 2018

	Balance or (Deficit) <u>December 31, 2017</u>	<u>Receipts</u> <u>Miscellaneous</u>	<u>Disbursements</u> <u>Improvement Authorizations</u>	<u>Transfers</u>		Balance or (Deficit) <u>December 31, 2018</u>
				<u>From</u>	<u>To</u>	
Due Current Fund	\$ (202,404.54)				\$ 9,245.00	\$ (193,159.54)
Due General Capital Fund	809,500.00			\$ 1,234,000.00	1,347,100.00	922,600.00
Due Swimming Pool Utility Operating Fund	(303,773.77)	\$ 10,816.75		197,350.00		(490,307.02)
Capital Improvement Fund	3,100.00			4,000.00	8,250.00	7,350.00
Contracts Payable					2,362.40	2,362.40
General Improvements:						
Ordinance <u>Number</u>	<u>Description</u>					
2007-08	Install Pool Filtration System	(100.00)				(100.00)
2012-08	Various Improvements to the Swim Center	942.33		117,600.00	117,600.00	942.33
2013-07	Various Improvements to, and the Acquisition of Various New Equipment, Machinery, and Furnishings			59,000.00	59,000.00	
2015-18	Various Improvements to the Swim Center	7,025.13		348,500.00	348,500.00	7,025.13
2018-17	Various Concrete Work at the Swim Center		\$ 13,467.29	11,607.40	80,000.00	54,925.31
		<u>\$ 314,289.15</u>	<u>\$ 10,816.75</u>	<u>\$ 1,972,057.40</u>	<u>\$ 1,972,057.40</u>	<u>\$ 311,638.61</u>

TOWN OF SECAUCUS
SWIMMING POOL UTILITY CAPITAL FUND
Schedule of Fixed Capital
As of December 31, 2018

<u>Account</u>	<u>Balance</u> <u>December 31, 2018</u>
Swim Center	\$ 380,000.00
Swimming Pool and Filtration System	<u>642,516.67</u>
	<u>\$ 1,022,516.67</u>

TOWN OF SECAUCUS
SWIMMING POOL UTILITY CAPITAL FUND
Statement of Fixed Capital Authorized and Uncompleted
For the Year Ended December 31, 2018

Ordinance Number	Improvement Description	Date	Ordinance Amount	Balance December 31, 2017	2018 Authorizations		Balance December 31, 2018
					Deferred Reserve for Amortization	Deferred Charges to Future Revenue	
General Improvements:							
2012-08	Various Improvements to the Swim Center	03/13/12	\$ 140,000.00	\$ 140,000.00			\$ 140,000.00
2015-18	Various Improvements to the Swim Center	05/12/15	380,000.00	380,000.00			380,000.00
2017-16	Various Improvements to the Swim Center	07/25/17	850,000.00	850,000.00			850,000.00
2018-17	Various Concrete Work at the Swim Center	05/08/18	80,000.00		\$ 4,000.00	\$ 76,000.00	80,000.00
				\$ 1,370,000.00	\$ 4,000.00	\$ 76,000.00	\$ 1,450,000.00

TOWN OF SECAUCUS
SWIMMING POOL UTILITY OPERATING FUND
Statement of Due to Current Fund
For the Year Ended December 31, 2018

Balance December 31, 2017		\$ 594,489.92
Increased by:		
Receipts:		
Interfunds Received	\$ 499,602.93	
Payments made by Current Fund:		
2018 Budget Appropriations	<u>263,525.58</u>	
		<u>763,128.51</u>
		1,357,618.43
Decreased by:		
2018 Current Fund Budget Appropriation:		
Deficit (General Budget)		<u>426,471.42</u>
Balance December 31, 2018		<u><u>\$ 931,147.01</u></u>

TOWN OF SECAUCUS
SWIMMING POOL UTILITY OPERATING FUND
Statement of Due to General Capital Fund
For the Year Ended December 31, 2018

Balance December 31, 2017	\$ 24,365.26
Increased by:	
Payments made by General Capital Fund:	
Accrued Interest on Notes	<u>27,182.05</u>
Balance December 31, 2018	<u><u>\$ 51,547.31</u></u>

TOWN OF SECAUCUS
SWIMMING POOL UTILITY OPERATING FUND
Statement of Due to / (from) Trust - Other Funds
For the Year Ended December 31, 2018

Balance December 31, 2017 (Due to)	\$ 156.90
Decreased by:	
Disbursements	<u>5,660.12</u>
Balance December 31, 2018 (Due from)	<u><u>\$ 5,503.22</u></u>

TOWN OF SECAUCUS
SWIMMING POOL UTILITY CAPITAL FUND
Statement of Due from Current Fund
For the Year Ended December 31, 2018

Balance December 31, 2017	\$ 202,404.54
Decreased by:	
Payments made by Current Fund:	
Improvement Authorizations	<u>9,245.00</u>
Balance December 31, 2018	<u><u>\$ 193,159.54</u></u>

TOWN OF SECAUCUS
SWIMMING POOL UTILITY CAPITAL FUND
Statement of Due to General Capital Fund
For the Year Ended December 31, 2018

Balance December 31, 2017	\$ 809,500.00
Increased by:	
Payments made by General Capital Fund:	
Bond Anticipation Notes	<u>1,347,100.00</u>
	2,156,600.00
Decreased by:	
Collections made by General Capital Fund:	
Bond Anticipation Notes	<u>1,234,000.00</u>
Balance December 31, 2018	<u><u>\$ 922,600.00</u></u>

TOWN OF SECAUCUS
SWIMMING POOL UTILITY CAPITAL FUND
Statement of Due from Swimming Pool Utility Operating Fund
For the Year Ended December 31, 2018

Balance December 31, 2017		\$	303,773.77
Increased by:			
2018 Budget Appropriation:			
Capital Improvement Fund	\$	8,250.00	
Payment of Bond Anticipation Notes and Capital Notes		<u>189,100.00</u>	
			<u>197,350.00</u>
			501,123.77
Decreased by:			
Receipts:			
Interfund Liquidation		8,250.00	
Interest Earned on Deposits		<u>2,566.75</u>	
			<u>10,816.75</u>
Balance December 31, 2018		\$	<u><u>490,307.02</u></u>

TOWN OF SECAUCUS
SWIMMING POOL UTILITY OPERATING FUND
Statement of Accounts Payable
For the Year Ended December 31, 2018

Balance December 31, 2017	\$	976.50
Decreased by:		
Operations:		
Cancellations	\$	<u>976.50</u>

TOWN OF SECAUCUS
SWIMMING POOL UTILITY OPERATING FUND
Statement of 2017 Appropriation Reserves
For the Year Ended December 31, 2018

	Balance December 31, 2017		Balance After	Disbursements -	Balance
	<u>Encumbered</u>	<u>Reserved</u>	<u>Transfers</u>	<u>Paid or Charged</u>	<u>Lapsed</u>
Operating:					
Other Expenses		\$ 51,890.28	\$ 51,890.28	\$ 2,133.98	\$ 49,756.30
Total Operating	-	51,890.28	51,890.28	2,133.98	49,756.30
Deferred Charges and Statutory Expenditures:					
Statutory Expenditures:					
Social Security System (O.A.S.I.)		1,711.54	1,711.54		1,711.54
Total Deferred Charges and Statutory Expenditures	-	1,711.54	1,711.54	-	1,711.54
Total Swimming Pool Utility Appropriations	-	\$ 53,601.82	\$ 53,601.82	\$ 2,133.98	\$ 51,467.84

TOWN OF SECAUCUS
SWIMMING POOL UTILITY OPERATING FUND
Statement of Deferred Charges
For the Year Ended December 31, 2018

	Balance <u>December 31, 2017</u>	Added <u>in 2018</u>	Raised in 2018 <u>Budget</u>	Balance <u>December 31, 2018</u>
Operating Deficit	\$ 28,284.36		\$ 28,284.36	
Overexpenditure of Appropriation	<u> </u>	<u>\$ 18,284.68</u>	<u> </u>	<u>\$ 18,284.68</u>
	<u><u>\$ 28,284.36</u></u>	<u><u>18,284.68</u></u>	<u><u>\$ 28,284.36</u></u>	<u><u>\$ 18,284.68</u></u>

TOWN OF SECAUCUS
SWIMMING POOL UTILITY OPERATING FUND
Statement of Accrued Interest on Notes and Analysis of Balance
For the Year Ended December 31, 2018

Balance December 31, 2017	\$ 7,850.13
Increased by:	
Budget Appropriation for:	
Interest on Loans	<u>29,914.98</u>
	37,765.11
Decreased by:	
Due General Capital Fund:	
Payments made by General Capital Fund	<u>27,182.05</u>
Balance December 31, 2018	<u><u>\$ 10,583.06</u></u>

Analysis of Accrued Interest, December 31, 2018

<u>Principal</u> <u>Outstanding</u>	<u>Interest</u> <u>Rate</u>	<u>From</u>	<u>To</u>	<u>Period</u> <u>(Days)</u>	<u>Amount</u>
Bond Anticipation Notes:					
\$ 424,500.00	2.75%	08/10/18	12/31/18	143	\$ 4,573.55
<u>809,500.00</u>	3.00%	10/19/18	12/31/18	73	<u>6,009.51</u>
<u><u>\$ 1,234,000.00</u></u>					<u><u>\$ 10,583.06</u></u>

TOWN OF SECAUCUS
SWIMMING POOL UTILITY CAPITAL FUND
Statement of Improvement Authorizations
For the Year Ended December 31, 2018

				<u>2018 Authorizations</u>						
<u>Ordinance</u>			<u>Ordinance</u>	<u>Balance</u>	<u>Capital</u>	<u>Deferred</u>		<u>Transferred</u>	<u>Balance</u>	
<u>Number</u>	<u>Improvement Description</u>	<u>Date</u>	<u>Amount</u>	<u>December 31, 2017</u>	<u>Improvement</u>	<u>Charges to</u>	<u>Paid or</u>	<u>to Contracts</u>	<u>December 31, 2018</u>	
				<u>Unfunded</u>	<u>Fund</u>	<u>Future Revenue</u>	<u>Charged</u>	<u>Payable</u>	<u>Unfunded</u>	
General Improvements:										
2012-08	Various Improvements to the Swim Center	03/13/12	\$ 140,000.00	\$ 942.33					\$ 942.33	
2015-18	Various Improvements to the Swim Center	05/12/15	380,000.00	7,025.13					7,025.13	
2018-17	Various Concrete Work at the Swim Center	05/08/18	80,000.00		\$ 4,000.00	\$ 76,000.00	\$ 22,712.29	\$ 2,362.40	54,925.31	
				<u>\$ 7,967.46</u>	<u>\$ 4,000.00</u>	<u>\$ 76,000.00</u>	<u>\$ 22,712.29</u>	<u>\$ 2,362.40</u>	<u>\$ 62,892.77</u>	
Disbursements							\$ 13,467.29			
Due Current Fund							9,245.00			
							<u>\$ 22,712.29</u>			

TOWN OF SECAUCUS
SWIMMING POOL UTILITY CAPITAL FUND
Statement of Contracts Payable
For the Year Ended December 31, 2018

Transferred from Improvement Authorizations	<u>\$ 2,362.40</u>
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Schedule of Contracts Payable, December 31, 2018

<u>Ordinance Number</u>	<u>Name</u>	<u>Amount</u>
2018-17	Graingers Inc.	<u>\$ 2,362.40</u>

TOWN OF SECAUCUS
SWIMMING POOL UTILITY CAPITAL FUND
Statement of Capital Improvement Fund
For the Year Ended December 31, 2018

Balance December 31, 2017	\$ 3,100.00
Increased by:	
Due Swimming Pool Utility Operating Fund:	
2018 Budget Appropriation	<u>8,250.00</u>
	11,350.00
Decreased by:	
Appropriation to Finance Improvement Authorizations	<u>4,000.00</u>
Balance December 31, 2018	<u><u>\$ 7,350.00</u></u>

TOWN OF SECAUCUS
SWIMMING POOL UTILITY CAPITAL FUND
Statement of Bond Anticipation Notes
For the Year Ended December 31, 2018

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Date of Issue of Original Note</u>	<u>Date of Issue</u>	<u>Date of Maturity</u>	<u>Interest Rate</u>	<u>Balance December 31, 2017</u>	<u>Increased</u>	<u>Decreased</u>	<u>Balance December 31, 2018</u>
2012-08	Various Improvements to the Swim Center	06/15/12	05/01/17	05/01/18	1.22%	\$ 117,600.00		\$ 117,600.00	
2013-07	Various Improvements to, and the Acquisition of Various New Equipment, Machinery, and Furnishings	06/14/13	05/01/17	05/01/18	1.22%	59,000.00		59,000.00	
2015-18	Various Improvements to the Swim Center	12/10/15	08/10/17	08/10/18	2.00%	361,000.00		361,000.00	
			08/10/18	08/09/19	2.75%		\$ 348,500.00		\$ 348,500.00
2017-16	Various Improvements to the Swim Center	10/20/17	10/20/17	10/19/18	2.25%	809,500.00		809,500.00	
			10/19/18	08/09/19	3.00%		809,500.00		809,500.00
2018-17	Various Concrete Work at the Swim Center	08/10/18	08/10/18	08/09/19	2.75%		76,000.00		76,000.00
						<u>\$ 1,347,100.00</u>	<u>\$ 1,234,000.00</u>	<u>\$ 1,347,100.00</u>	<u>\$ 1,234,000.00</u>
Due Swimming Pool Utility Operating Fund:									
Paid by 2018 Budget Appropriation								\$ 189,100.00	
Renewals							\$ 1,234,000.00	1,158,000.00	
							<u>\$ 1,234,000.00</u>	<u>\$ 1,347,100.00</u>	
Due General Capital Fund:									
Collections made by General Capital Fund							\$ 1,234,000.00		
Payments made by General Capital Fund								\$ 1,347,100.00	
							<u>\$ 1,234,000.00</u>	<u>\$ 1,347,100.00</u>	

TOWN OF SECAUCUS
SWIMMING POOL UTILITY CAPITAL FUND
Statement of Reserve for Deferred Amortization
For the Year Ended December 31, 2018

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Date of Ordinance</u>	<u>Balance December 31, 2017</u>	<u>Fixed Capital Authorized - Capital Improvement Fund</u>	<u>Balance December 31, 2018</u>
General Improvements:					
2012-08	Various Improvements to the Swim Center	03/13/12	\$ 7,000.00		\$ 7,000.00
2015-18	Various Improvements to the Swim Center	05/12/15	19,000.00		19,000.00
2017-16	Various Improvements to the Swim Center	07/25/17	40,500.00		40,500.00
2018-17	Various Concrete Work at the Swim Center	05/08/18		\$ 4,000.00	4,000.00
			<u>\$ 66,500.00</u>	<u>\$ 4,000.00</u>	<u>\$ 70,500.00</u>

TOWN OF SECAUCUS
SWIMMING POOL UTILITY CAPITAL FUND
Statement of Reserve for Amortization
For the Year Ended December 31, 2018

Balance December 31, 2017	\$ 978,816.67
Increased by:	
Bond Anticipation Notes Paid by Operating Budget	<u>189,100.00</u>
Balance December 31, 2018	<u><u>\$ 1,167,916.67</u></u>

TOWN OF SECAUCUS
SWIMMING POOL UTILITY CAPITAL FUND
Statement of Bonds and Notes Authorized but not Issued
For the Year Ended December 31, 2018

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Balance December 31, 2017</u>	<u>Increased by 2018 Authorizations</u>	<u>Decreased by Bond Anticipation Notes Issued</u>	<u>Balance December 31, 2018</u>
2007-08	Install Pool Filtration System	\$ 100.00			\$ 100.00
2018-17	Various Concrete Work at the Swim Center		\$ 76,000.00	\$ 76,000.00	
		<u>\$ 100.00</u>	<u>\$ 76,000.00</u>	<u>\$ 76,000.00</u>	<u>\$ 100.00</u>

SUPPLEMENTAL EXHIBITS
BOND AND INTEREST ACCOUNT

TOWN OF SECAUCUS
BOND AND INTEREST ACCOUNT
Statement of Cash - Treasurer
For the Year Ended December 31, 2018

Balance December 31, 2017	\$ 54,595.92
Increased by Receipts:	
Due Current Fund	<u>444.02</u>
Balance December 31, 2018	<u><u>\$ 55,039.94</u></u>

TOWN OF SECAUCUS
BOND AND INTEREST ACCOUNT
Statement of Due to Current Fund
For the Year Ended December 31, 2018

Balance December 31, 2017	\$ 464.67
Increased by:	
Receipts:	
Interest on Investments and Deposits	<u>444.02</u>
Balance December 31, 2018	<u><u>\$ 908.69</u></u>

TOWN OF SECAUCUS
BOND AND INTEREST ACCOUNT
Schedule of Interest Payable
As of December 31, 2018

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

(Continued)

TOWN OF SECAUCUS
BOND AND INTEREST ACCOUNT
Schedule of Interest Payable
As of December 31, 2018

<u>Issue</u>	<u>Issue Date</u>	<u>Coupon Amount</u>	<u>Bond Numbers</u>	<u>Due Date</u>	<u>Amount</u>
General Obligation (Cont'd)	08/15/82	\$ 281.25	622	08/15/93	\$ 281.25
			622	02/15/95	281.25
			619, 621, 622	08/15/95	843.75
			619, 621	02/15/95	562.50
			620	02/15/98	281.25
			622	02/15/98	281.25
			531	08/15/98	281.25
			620, 622	08/15/98	562.50
			531	02/15/99	281.25
			620, 622	02/15/99	562.50
			727 - 728	02/15/99	562.50
			531	08/15/99	281.25
			620, 622	08/15/99	562.50
			620, 622	02/15/00	562.50
			619 - 620	08/15/00	562.50
			621 - 622	08/15/00	562.50
Balance December 31, 2018					\$ 19,131.25

TOWN OF SECAUCUS
BOND AND INTEREST ACCOUNT
Schedule of Bonds Payable
As of December 31, 2018

<u>Issue</u>	<u>Issue Date</u>	<u>Bond Numbers</u>	<u>Due Date</u>	<u>Amount</u>
General Obligation Bonds, Series 1982	08/15/82	531, 539, 540	08/15/99	\$ 15,000.00
		619 - 622	08/15/00	<u>20,000.00</u>
Balance December 31, 2018				<u><u>\$ 35,000.00</u></u>

PART II
SINGLE AUDIT
FOR THE YEAR ENDED DECEMBER 31, 2018

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

INDEPENDENT AUDITOR'S REPORT

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

Report on Compliance for Major State Program

We have audited the Town of Secaucus', in the County of Hudson, State of New Jersey, compliance with the types of compliance requirements described in the *New Jersey State Grant Compliance Supplement* that could have a direct and material effect on the Town's major state program for the year ended December 31, 2018. The Town's major state program is identified in the *Summary of Auditor's Results* section of the accompanying *Schedule of Findings and Questioned Costs*.

Management's Responsibility

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

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for the Town's major state program based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey; and State of New Jersey Circular 15-08-OMB, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. Those standards and State of New Jersey Circular 15-08-OMB require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major state program occurred. An audit includes examining, on a test basis, evidence about the Town's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

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

Opinion on Major State Program

In our opinion, the Town of Secaucus, in the County of Hudson, State of New Jersey, complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on its major state program for the year ended December 31, 2018.

Report on Internal Control over Compliance

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

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

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

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

Respectfully submitted,

BOWMAN & COMPANY LLP

BOWMAN & COMPANY LLP
Certified Public Accountants
& Consultants

L. Jarred Corn

L. Jarred Corn
Certified Public Accountant
Registered Municipal Accountant

Voorhees, New Jersey
October 11, 2019

TOWN OF SECAUCUS
Schedule of Expenditures of State Financial Assistance
For the Fiscal Year Ended December 31, 2018

State Grantor / Program or Cluster Title	State GMSIS Number	Other Identification Number	Program or Award Amount	Matching Contribution	Grant Period	
					From	To
Federal and State Grant Fund						
N.J. Department of Community Affairs:						
Recreational Opportunities for Individuals with Disabilities	Unavailable		\$ 20,000.00	-	Unavailable	Unavailable
Recreational Opportunities for Individuals with Disabilities	Unavailable		20,000.00	-	01/22/18	Unavailable
Total Recreational Opportunities for Individuals with Disabilities						
Total N.J. Department of Community Affairs						
N.J. Department of Environmental Protection:						
Municipality Road Mileage:						
Clean Communities Program - 2016	765-042-4900-004		35,023.37	-	01/01/16	12/31/16
Clean Communities Program - 2017	765-042-4900-004		29,754.56	-	01/01/17	12/31/17
Clean Communities Program - 2018	765-042-4900-004		28,476.24	-	01/01/18	12/31/18
Total Municipality Road Mileage						
State Recycling:						
Recycling Tonnage Grant - 2014	100-042-4910-224		156,352.94	-	01/01/14	12/31/14
Recycling Tonnage Grant - 2015	100-042-4910-224		228,216.52	-	01/01/15	12/31/15
Recycling Tonnage Grant - 2016	100-042-4910-224		209,815.85	-	01/01/16	12/31/16
Recycling Tonnage Grant - 2017	100-042-4910-224		162,411.45	-	01/01/17	12/31/17
Recycling Tonnage Grant - 2018	100-042-4910-224		156,352.94	-	01/01/18	12/31/18
Total State Recycling						
Total N.J. Department of Environmental Protection						
N.J. Department of Health and Senior Services:						
Alcohol, Education, Rehabilitation and Enforcement Trust Fund:						
Municipal Court Alcohol Education Rehabilitation Fund	760-098-9735-001		755.09	-	*	*
Municipal Court Alcohol Education Rehabilitation Fund - 2013	760-098-9735-001		527.75	-	*	*
Municipal Court Alcohol Education Rehabilitation Fund - 2015	760-098-9735-001		412.53	-	*	*
Municipal Court Alcohol Education Rehabilitation Fund - 2016	760-098-9735-001		906.47	-	*	*
Municipal Court Alcohol Education Rehabilitation Fund - 2017	760-098-9735-001		772.08	-	*	*
Municipal Court Alcohol Education Rehabilitation Fund - 2018	760-098-9735-001		292.93	-	*	*
Total Alcohol, Education, Rehabilitation and Enforcement Trust Fund						
Total N.J. Department of Health and Senior Services						
N.J. Department of Law and Public Safety (Office of the Attorney General):						
Body Armor Replacement Program:						
Body Armor Replacement Fund Program - 2016	718-066-1020-001		5,632.71		Unavailable	Unavailable
Body Armor Replacement Fund Program - 2017	718-066-1020-001		5,888.12	-	Unavailable	Unavailable
Total Body Armor Replacement Program						
Drunk Driving Enforcement Fund:						
Drunk Driving Enforcement Fund	Unavailable		5,000.00	-	Unavailable	Unavailable
Total Drunk Driving Enforcement Fund						
Total N.J. Department of the Attorney General, Law and Public Safety						
N.J. Department of Transportation:						
Highway Planning and Construction:						
Fiscal Year 2013 Municipal Aid Program - 5th Street	Unavailable		250,000.00	-	Unavailable	Unavailable
Fiscal Year 2014 Municipal Aid Program - Luhman Terrace	Unavailable		240,000.00	-	Unavailable	Unavailable
2015 Local Aid Infrastructure Fund Program - Meadowlands Parkway Bridge	480-078-6320-163		650,000.00	-	08/10/15	Completion
Luhman Terrace Phase II and Roosevelt Avenue Improvement Project	480-078-6320-AL5		200,000.00		Unavailable	Unavailable
Fiscal Year 2017 Municipal Aid Program - Various Streets	480-078-6320-AMQ		240,000.00		08/03/17	Completion
Fiscal Year 2018 Municipal Aid Program - Flanagan Way	480-078-6320-10-AM2		550,000.00		06/04/18	02/21/20
Local Aid Discretionary Program - Born Street Outfall Pipe	480-078-6320-ALX-6010		495,000.00		05/17/18	04/19/20
2018 TTF Local Freight Impace Fund Program - Meadowlands Parkway Rehabilitation	480-078-6320-10-AMW		2,030,000.00		12/07/18	Unavailable
Total N.J. Department of Transportation						
N.J. Department of Treasury:						
Pass through the County of Hudson:						
Governor's Council on Alcoholism and Drug Abuse:						
Municipal Alliance on Alcoholism and Drug Abuse - 2014	Unavailable		14,051.00	\$ 3,513.00	Unavailable	Unavailable
Municipal Alliance on Alcoholism and Drug Abuse - 2015	Unavailable		14,051.00	3,513.00	Unavailable	Unavailable
Municipal Alliance on Alcoholism and Drug Abuse - 2016	Unavailable		14,051.00	3,513.00	Unavailable	Unavailable
Municipal Alliance on Alcoholism and Drug Abuse - 2017	Unavailable		14,051.00	3,513.00	Unavailable	Unavailable
Total Governor's Council on Alcoholism and Drug Abuse						
Total N.J. Department of Treasury						
Total Federal and State Grant Fund						
General Capital Fund						
N.J. Department of Environmental Protection:						
Green Acres Program:						
Downtown Recreation Acquisition	545-042-4800-003	0909-14-046	357,500.00	-	12/05/17	10/18/19
Total Green Acres Program						
Total N.J. Department of Environmental Protection						
Total General Capital Fund						
Total State Financial Assistance						

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

(a) see note 4 to the schedule of expenditures of state financial assistance.

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

Balance December 31, 2017	Receipts or Revenues Recognized	Adjustments ^(a)	Passed- Through to Subrecipients	Total State Disbursements / Expenditures	Encumbrances	Balance December 31, 2018	(Memo Only) Cash Receipts	Accumulated Expenditures
\$ 8,483.00	\$ 20,000.00					\$ 8,483.00 20,000.00	\$ 20,000.00	\$ 11,517.00
8,483.00	20,000.00	-	-	-	-	28,483.00	20,000.00	11,517.00
8,483.00	20,000.00	-	-	-	-	28,483.00	20,000.00	11,517.00
4,297.67 29,754.56	28,476.24			\$ 2,022.58 22,881.43 6,852.75	\$ 1,024.72 700.00 606.30	1,250.37 6,173.13 21,017.19	28,476.24	32,748.28 22,881.43 6,852.75
34,052.23	28,476.24	-	-	31,756.76	2,331.02	28,440.69	28,476.24	62,482.46
2,322.03 23,833.09 203,664.17 162,411.45	156,352.94			23,833.09 131,048.05 47,427.22	2,322.03 901.80	72,616.12 114,082.43 156,352.94		154,030.91 228,216.52 137,199.73 47,427.22
392,230.74	156,352.94	-	-	202,308.36	3,223.83	343,051.49	-	566,874.38
426,282.97	184,829.18	-	-	234,065.12	5,554.85	371,492.18	28,476.24	629,356.84
755.09 527.75 412.53 906.47 772.08	292.93					755.09 527.75 412.53 906.47 772.08 292.93	292.93	
3,373.92	292.93	-	-	-	-	3,666.85	292.93	-
3,373.92	292.93	-	-	-	-	3,666.85	292.93	-
5,632.71 5,883.12				5,632.71 5,883.12				5,632.71 5,888.12
11,515.83	-	-	-	11,515.83	-	-	-	11,520.83
5,000.00						5,000.00		
5,000.00	-	-	-	-	-	5,000.00	-	-
16,515.83	-	-	-	11,515.83	-	5,000.00	-	11,520.83
65,982.60 2,230.96					12,456.30	53,526.30 2,230.96		184,017.40 237,769.04
590,000.96 89,122.43 168,432.59	550,000.00 495,000.00	\$ (306,595.22) (89,122.43)		274,083.97 146,098.46 427,707.48	5,593.63 22,334.13 93,493.16 495,000.00	3,728.14 28,799.36	215,758.20 52,067.75 165,621.02	306,491.97 200,000.00 217,665.87 427,707.48
	2,030,000.00					2,030,000.00		
915,769.54	3,075,000.00	(395,717.65)	-	847,889.91	628,877.22	2,118,284.76	433,446.97	1,573,651.76
3,000.00 266.76 12,668.75 17,564.00				266.76 11,595.24	3,000.00	1,073.51 17,564.00	14,051.00	14,564.00 17,564.00 16,490.49
33,499.51	-	-	-	11,862.00	3,000.00	18,637.51	14,051.00	48,618.49
33,499.51	-	-	-	11,862.00	3,000.00	18,637.51	14,051.00	48,618.49
1,403,924.77	3,280,122.11	(395,717.65)	-	1,105,332.86	637,432.07	2,545,564.30	496,267.14	2,274,664.92
	357,500.00			357,500.00			357,500.00	357,500.00
-	357,500.00	-	-	357,500.00	-	-	357,500.00	357,500.00
-	357,500.00	-	-	357,500.00	-	-	357,500.00	357,500.00
-	357,500.00	-	-	357,500.00	-	-	357,500.00	357,500.00
\$ 1,403,924.77	\$ 3,637,622.11	\$ (395,717.65)	-	\$ 1,462,832.86	\$ 637,432.07	\$ 2,545,564.30	\$ 853,767.14	\$ 2,632,164.92

TOWN OF SECAUCUS
Notes to Schedule of Expenditures of State Financial Assistance
For the Year Ended December 31, 2018

Note 1: BASIS OF PRESENTATION

The accompanying schedule of expenditures of state financial assistance (the "schedule") includes state award activity of the Town of Secaucus (hereafter referred to as the "Town") under programs of the state government for the year ended December 31, 2018. The Town is defined in note 1 to the financial statements. The information in the schedule is presented in accordance with the requirements of State of New Jersey Circular 15-08-OMB, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. All state awards received directly from state agencies, as well as state financial assistance passed through other government agencies, are included on the schedule. Because the schedule presents only a selected portion of the operations of the Town, it is not intended to and does not present the financial position and changes in operations of the Town.

Note 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the schedule are reported on the modified accrual basis of accounting as promulgated by the Division of Local Government Services, Department of Community Affairs, State of New Jersey. This basis of accounting is described in note 1 to the financial statements. Such expenditures are recognized following the cost principles contained in State of New Jersey Circular 15-08-OMB, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*, wherein certain types of expenditures are not allowed or are limited as to reimbursement.

Note 3: RELATIONSHIP TO STATE FINANCIAL REPORTS

Amounts reported in the accompanying schedule agrees with the amounts reported in the related state financial reports.

Note 4: ADJUSTMENTS

Amounts reported in the column entitled "adjustments" totaling \$395,717.65, represent cancellation of state grants receivable in the amount of \$334,186.26 and the recapture of prior year expenditures in the amount of \$61,531.39.

Note 5: MAJOR PROGRAMS

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

PART III
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED DECEMBER 31, 2018

TOWN OF SECAUCUS
Schedule of Findings and Questioned Costs
For the Year Ended December 31, 2018

Section 1- Summary of Auditor's Results

Financial Statements

Type of auditor's report issued qualified

Internal control over financial reporting:

Material weakness(es) identified? X yes no

Significant deficiency(ies) identified? X yes none reported

Noncompliance material to financial statements noted? yes X no

Federal Awards (A Federal single audit was not required for the year ended December 31, 2018.)

Internal control over major programs:

Material weakness(es) identified? yes no

Significant deficiency(ies) identified? yes none reported

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

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

Identification of major programs:

CFDA Number(s)

Name of Federal Program or Cluster

Dollar threshold used to determine Type A programs \$ _____

Auditee qualified as low-risk auditee? yes no

TOWN OF SECAUCUS
Schedule of Findings and Questioned Costs
For the Year Ended December 31, 2018

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

State Financial Assistance

Internal control over major programs:

Material weakness(es) identified? _____ yes X no

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

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

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

Identification of major programs:

GMIS Number(s)

480-078-6320-various

Name of State Program

Highway Planning and Construction

Dollar threshold used to determine Type A programs \$ _____ 750,000.00

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

TOWN OF SECAUCUS
Schedule of Findings and Questioned Costs
For the Year Ended December 31, 2018

Section 2 - Schedule of Financial Statement Findings

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

Finding No. 2018-001

Criteria or Specific Requirement

In accordance with maintaining an internal control environment over financial reporting that is effective in the prevention and / or identification of potential financial statement misstatement and misappropriation, the Town should establish and implement formal oversight procedures for the updating of the detailed fixed asset subsidiary ledger accurately.

Condition

The Town's fixed asset subsidiary report was not updated and maintained accurately to reflect the historical cost of several properties purchased during the year ended December 31, 2018 and fixed assets purchased prior to 2018 were not previously included in the subsidiary report.

Context

The difference in the historical cost and the value recorded in the Town's fixed asset subsidiary report for properties purchased was \$513,100.00. The amount of unrecorded asset additions from previous years was \$2,740,227.00.

Effect

By not establishing and implementing oversight procedures for the updating of the fixed asset subsidiary report accurately, the potential exists for financial statement misstatement and misappropriation.

Cause

Client oversight.

Recommendation

That the Town continue to establish and implement formal oversight procedures for the updating of the detailed fixed asset subsidiary ledger accurately.

View of Responsible Officials and Planned Corrective Action

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

TOWN OF SECAUCUS
Schedule of Findings and Questioned Costs
For the Year Ended December 31, 2018

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

Finding No. 2018-002

Criteria or Specific Requirement

In accordance with maintaining an internal control environment over financial reporting that is effective in the prevention and / or identification of potential financial statement misstatement, misclassification, and misappropriation, the Town should establish formal oversight procedures for the receipting function at all locations within the Town and original supporting documentation should be maintained for all receipts collected by Town personnel.

Condition

Original supporting documentation was not maintained for the guest fees, including coupon books, collected at the swimming pool and the dates in which the swimming pool was closed during the summer months was unable to be verified.

Context

Recorded guest fees in the amount of \$55,083.00 recorded in the swimming pool utility operating fund was unable to be verified for completeness and classification.

Effect

By not maintaining original supporting documentation for the guest fees collected and by not establishing and implementing oversight procedures for the receipts collected at the swimming pool, the potential exists for financial statement misstatement and misclassification and for misappropriation of assets.

Cause

The Town's computer software system at the swimming pool was not properly functioning during the year and the Town was unable to locate supporting documentation for the coupon books.

Recommendation

That the Town establish and implement formal oversight procedures for the receipting function at all locations within the Town and original supporting documentation should be maintained for all receipts collected by Town personnel.

View of Responsible Officials and Planned Corrective Action

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

TOWN OF SECAUCUS
Schedule of Findings and Questioned Costs
For the Year Ended December 31, 2018

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

Finding No. 2018-003

Criteria or Specific Requirement

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

Condition

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

Context

Not applicable.

Effect

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

Cause

Client oversight.

Recommendation

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

View of Responsible Officials and Planned Corrective Action

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

TOWN OF SECAUCUS
Schedule of Findings and Questioned Costs
For the Year Ended December 31, 2018

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

Finding No. 2018-004

Criteria or Specific Requirement

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

Condition

There was an overexpenditure of appropriations in the swimming pool utility operating fund.

Context

The overexpenditure of operating appropriations totaled \$15,569.70.

Effect

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

Cause

The Town did not make budget line item transfers in a timely manner.

Recommendation

That the Town, prior to incurring any liability or entering into any contract, make budget line item transfers in a timely manner and verify that sufficient funds are available in the budget appropriations of the swimming pool utility operating fund.

View of Responsible Officials and Planned Corrective Action

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

TOWN OF SECAUCUS
Schedule of Findings and Questioned Costs
For the Year Ended December 31, 2018

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

Finding No. 2018-005

Criteria or Specific Requirement

In accordance with maintaining an internal control environment over financial reporting that is effective in the prevention and / or identification of potential financial statement misstatement and misclassification, the Town should establish formal oversight procedures for the receipting and disbursing functions of the federal, state, and other grants of the various funds.

Condition

The balances in the Town's general ledger for federal, state, and other grants receivables and reserve for federal, state, and other grants appropriated were not reconciled to one another. Also, the amount submitted for reimbursement on grants was not reconciled to the payments recorded in the Town's subsidiary budget reports for the applicable grants.

Context

Cancellations were recorded for the balances of federal, state, and other grants receivable and reserve for federal, state, and other grants appropriated in the amount of \$485,761.26 and \$626,320.10, respectively. Also, expenditures in the amount of \$74,125.64 were misclassified.

Effect

By not establishing oversight procedures for the receipting and disbursing functions of the federal, state, and other grants of the various funds, there exists the potential for financial statement misstatement and / or misclassification of revenues and expenditures.

Cause

Client oversight.

Recommendation

That the Town establish formal oversight procedures for the receipting and disbursing functions of the federal, state, and other grants of the various funds.

View of Responsible Officials and Planned Corrective Action

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

TOWN OF SECAUCUS
Schedule of Findings and Questioned Costs
For the Year Ended December 31, 2018

Section 3 - Schedule of Federal Award Findings and Questioned Costs

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

A federal single audit was not required for the year ended December 31, 2018.

TOWN OF SECAUCUS
Schedule of Findings and Questioned Costs
For the Year Ended December 31, 2018

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

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

None.

TOWN OF SECAUCUS
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 Federal Awards and State Financial Assistance that are required to be reported in accordance with *Government Auditing Standards*, the Uniform Guidance, and State of New Jersey Circular 15-08-OMB.

FINANCIAL STATEMENT FINDINGS

Finding No. 2017-001

Condition

The Town's fixed asset subsidiary report was not updated and maintained accurately and on a timely basis to reflect the asset additions, deletions, and fixed asset details such as, vehicle identification numbers, makes, models, etc.

Current Status

A portion of this condition remains as a finding for the year ended December 31, 2018. (*see Finding No. 2018-001*)

Planned Corrective Action

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

Finding No. 2017-002

Condition

Original supporting documentation was not maintained for the guest fees collected at the swimming pool and the dates in which the swimming pool was closed during the summer months was unable to be verified.

Current Status

This condition remains as a finding for the year ended December 31, 2018. (*see Finding No. 2018-002*)

Planned Corrective Action

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

Finding No. 2017-003

Condition

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

Current Status

This condition remains as a finding for the year ended December 31, 2018. (*see Finding No. 2018-003*)

Planned Corrective Action

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

TOWN OF SECAUCUS
Summary Schedule of Prior Year Audit Findings
and Recommendations as Prepared by Management (Cont'd)

FINANCIAL STATEMENT FINDINGS (CONT'D)

Finding No. 2017-004

Condition

There was an expenditure without an appropriation in the federal and state grant fund and in the current fund.

Current Status

This condition remains as a finding for the year ended December 31, 2018. (*see Finding No. 2018-004*)

Planned Corrective Action

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

TOWN OF SECAUCUS
 Officials in Office and Surety Bonds

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

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

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

13500

APPRECIATION

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

Respectfully submitted,

BOWMAN & COMPANY LLP

BOWMAN & COMPANY LLP
Certified Public Accountants
& Consultants

L. Jarred Corn

L. Jarred Corn
Certified Public Accountant
Registered Municipal Accountant

