

**BOROUGH OF WENONAH
COUNTY OF GLOUCESTER**

REPORT OF AUDIT

FOR THE YEAR 2020



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BOROUGH OF WENONAH

PART I

REPORT OF AUDIT OF FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2020

INDEPENDENT AUDITOR'S REPORT

The Honorable Mayor and
Members of the Borough Council
Borough of Wenonah
Wenonah, New Jersey 08090

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 Borough of Wenonah, in the County of Gloucester, State of New Jersey, as of December 31, 2020 and 2019, and the related statements of operations and changes in fund balance - regulatory basis for the years then ended, and the related statement of revenues - regulatory basis, statement of expenditures - regulatory basis, and statement of general fixed asset group of accounts - regulatory basis for the year ended December 31, 2020, and the related notes to the financial statements, which collectively comprise the Borough's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinions

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

As described in note 1 to the financial statements, the financial statements are prepared by the Borough 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 Borough of Wenonah, in the County of Gloucester, State of New Jersey, as of December 31, 2020 and 2019, or the results of its operations and changes in fund balance for the years then ended.

Opinion on Regulatory Basis of Accounting

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

Other Matters

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Borough’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 supplemental statements and schedules presented for the various funds are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information 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 June 29, 2021 on our consideration of the Borough of Wenonah, in the County of Gloucester, 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 Borough of Wenonah's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Borough of Wenonah's internal control over financial reporting and compliance.

Respectfully submitted,

Bowman & Company LLP

BOWMAN & COMPANY LLP
Certified Public Accountants

Carol A. McAllister

Carol A. McAllister
Certified Public Accountant
Registered Municipal Accountant

Voorhees, New Jersey
June 29, 2021

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

INDEPENDENT AUDITOR'S REPORT

The Honorable Mayor and
Members of the Borough Council
Borough of Wenonah
Wenonah, New Jersey 08090

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 Borough of Wenonah, in the County of Gloucester, State of New Jersey, as of and for the year ended December 31, 2020, and the related notes to the financial statements, which collectively comprise the Borough's basic financial statements, and have issued our report thereon dated June 29, 2021. That report indicated that the Borough of Wenonah's financial statements were not prepared in accordance with accounting principles generally accepted in the United States of America, but were prepared on a regulatory basis of accounting prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey.

Internal Control over Financial Reporting

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

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

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

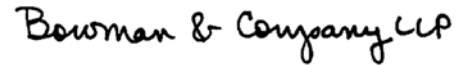
Compliance and Other Matters

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

Purpose of this Report

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

Respectfully submitted,



BOWMAN & COMPANY LLP
Certified Public Accountants
& Consultants



Carol A. McAllister
Certified Public Accountant
Registered Municipal Accountant

Voorhees, New Jersey
June 29, 2021

BOROUGH OF WENONAH**CURRENT FUND**

Statements of Assets, Liabilities, Reserves and Fund Balances - Regulatory Basis

As of December 31, 2020 and 2019

	<u>Ref.</u>	<u>2020</u>	<u>2019</u>
<u>ASSETS</u>			
Regular Fund:			
Cash--Chief Financial Officer	SA-1	\$ 2,527,999.85	\$ 2,471,278.08
Change Funds	SA-2	100.00	100.00
		<hr/>	<hr/>
		2,528,099.85	2,471,378.08
		<hr/>	<hr/>
Receivables and Other Assets with Full Reserves:			
Delinquent Property Taxes Receivable	SA-3	109,620.22	126,022.93
Property Acquired for Taxes--Assessed Valuation	A	162,500.00	162,500.00
Due from Trust -- Other Fund	SB-5	16.24	832.86
		<hr/>	<hr/>
		272,136.46	289,355.79
		<hr/>	<hr/>
		2,800,236.31	2,760,733.87
		<hr/>	<hr/>
Federal and State Grant Fund:			
Due from Current Fund	SA-16	11,073.40	13,903.41
State Grants Receivable	SA-13	13,500.00	9,000.10
		<hr/>	<hr/>
		24,573.40	22,903.51
		<hr/>	<hr/>
		<u>\$ 2,824,809.71</u>	<u>\$ 2,783,637.38</u>

(Continued)

BOROUGH OF WENONAH**CURRENT FUND**

Statements of Assets, Liabilities, Reserves and Fund Balances - Regulatory Basis

As of December 31, 2020 and 2019

	<u>Ref.</u>	<u>2020</u>	<u>2019</u>
<u>LIABILITIES, RESERVES AND FUND BALANCE</u>			
Regular Fund:			
Appropriation Reserves	A-3;SA-5	\$ 115,339.34	\$ 81,729.98
Reserve for Encumbrances	A-3;SA-5	41,440.76	33,540.91
Prepaid Taxes	SA-6	66,799.81	60,598.15
Tax Overpayments	SA-7	68.06	21,573.46
Due to State of New Jersey for Veterans' and Senior Citizens' Deductions	SA-8	786.25	1,286.25
Due County for Added and Omitted Taxes	SA-10	2,184.35	1,154.71
Regional High School Tax Payable	SA-11	1,321,291.28	1,280,302.78
Local School Tax Payable	SA-12	0.52	0.52
Due to Federal and State Grant Fund	SA-17	11,073.40	13,903.41
		<hr/>	
		1,558,983.77	1,494,090.17
Reserve for Receivables and Other Assets	A	272,136.46	289,355.79
Fund Balance	A-1	969,116.08	977,287.91
		<hr/>	
		2,800,236.31	2,760,733.87
		<hr/>	
Federal and State Grant Fund:			
Reserve for Federal, State and Local Grants--Unappropriated	SA-14	1,062.42	4,392.53
Reserve for Encumbrances	SA-17		1,500.00
Reserve for Federal, State and Local Grants--Appropriated	SA-15	23,510.98	17,010.98
		<hr/>	
		24,573.40	22,903.51
		<hr/>	
		\$ 2,824,809.71	\$ 2,783,637.38
		<hr/> <hr/>	

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

BOROUGH OF WENONAH
CURRENT FUND

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

	<u>2020</u>	<u>2019</u>
<u>Revenue and Other Income Realized</u>		
Fund Balance Utilized	\$ 390,000.00	\$ 465,000.00
Miscellaneous Revenue Anticipated	641,575.83	471,190.75
Receipts from Delinquent Taxes	126,022.93	92,291.97
Receipts from Current Taxes	9,089,719.39	8,998,241.23
Non-Budget Revenues	28,998.51	28,267.56
Other Credits to Income:		
Unexpended Balance of Appropriation Reserves	40,209.92	72,948.77
Reserve for Due from Trust - Other Fund	816.62	
	<hr/>	<hr/>
Total Revenue and Other Income Realized	10,317,343.20	10,127,940.28
<u>Expenditures</u>		
Operations Within "CAPS":		
Salaries and Wages	283,383.00	265,997.00
Other Expenses	726,570.00	694,668.00
Deferred Charges and Statutory Expenditures Within "CAPS"	89,348.00	201,041.00
Operations Excluded from "CAPS":		
Salaries and Wages	561,000.00	534,000.00
Other Expenses	279,739.21	295,206.52
Capital Improvements Excluded from "CAPS"	42,000.00	10,000.00
Municipal Debt Service Excluded from "CAPS"	289,435.21	247,329.99
County Taxes	1,539,764.16	1,513,916.04
Due County for Added and Omitted Taxes	2,184.35	1,154.71
Regional High School Tax	3,119,294.00	3,037,317.00
Local District School Taxes	3,002,795.00	2,937,422.00
Grants Receivable Canceled	2.10	
Reserve for Due from Trust - Other Fund		418.79
	<hr/>	<hr/>
Total Expenditures	9,935,515.03	9,738,471.05
Statutory Excess to Fund Balance	381,828.17	389,469.23
Fund Balance January 1	977,287.91	1,052,818.68
	<hr/>	<hr/>
	1,359,116.08	1,442,287.91
Decreased by:		
Utilized as Revenue	390,000.00	465,000.00
	<hr/>	<hr/>
Fund Balance December 31	\$ 969,116.08	\$ 977,287.91

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

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

	Anticipated <u>Budget</u>	N.J.S.A. <u>40A:4-87</u>	<u>Realized</u>	Excess or <u>(Deficit)</u>
Fund Balance Anticipated	\$ 390,000.00		\$ 390,000.00	
Miscellaneous Revenue:				
Fines and Costs:				
Municipal Court	8,000.00		4,829.41	\$ (3,170.59)
Interest and Cost on Taxes	25,000.00		42,221.50	17,221.50
Interest on Investments and Deposits	25,000.00		29,667.08	4,667.08
Lake Fees and Rentals	22,000.00		31,276.00	9,276.00
Energy Receipts Tax	159,952.00		159,951.99	(0.01)
Uniform Construction Code Fees	25,000.00		27,614.00	2,614.00
Public and Private Revenues Offset With Appropriations:				
Clean Communities Program		\$ 5,701.44	5,701.44	
Municipal Alliance on Alcoholism and Drug Abuse	7,000.00		2,000.00	(5,000.00)
Sustainable Jersey Small Grants Program		5,000.00	5,000.00	
TRICO JIF Safety Program	1,500.00		1,500.00	
State Recycling Program	2,330.11		2,330.11	
JIF Safety Incentive Program	1,000.00		1,000.00	
JIF Cyber Risk Management Program	1,500.00		1,500.00	
JIF Wellness Program	750.00		750.00	
Other Special Items:				
General Capital Fund Balance	4,336.85		4,336.85	
Reserve for Payment of Notes	220,341.12		220,341.12	
Lease Agreements	75,000.00		101,556.33	26,556.33
Total Miscellaneous Revenues	578,710.08	10,701.44	641,575.83	52,164.31
Receipts from Delinquent Taxes	90,000.00		126,022.93	36,022.93
Amount to be Raised by Taxes for Support of Municipal Budget:				
Local Tax for Municipal Purposes including Reserve for Uncollected Taxes	1,456,029.65		1,628,332.84	172,303.19
Minimum Library Tax	74,257.66		74,257.66	
	1,530,287.31		1,702,590.50	172,303.19
Budget Totals	2,588,997.39	10,701.44	2,860,189.26	260,490.43
Non-Budget Revenues			28,998.51	28,998.51
	\$ 2,588,997.39	\$ 10,701.44	\$ 2,889,187.77	\$ 289,488.94

(Continued)

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

Analysis of Realized Revenues

Allocations of Current Tax Collections:

Revenue from Collections		\$ 9,089,719.39
Allocated to:		
County Taxes	\$ 1,539,764.16	
Due County for Added and Omitted Taxes	2,184.35	
Minimum Library Tax	74,257.66	
Regional High School Taxes	3,119,294.00	
Local School District Taxes	<u>3,002,795.00</u>	
		<u>7,738,295.17</u>
Balance for Support of Municipal Budget Appropriations		1,351,424.22
Add: Appropriation "Reserve for Uncollected Taxes"		<u>276,908.62</u>
Amount for Support of Municipal Budget Appropriations		<u><u>\$ 1,628,332.84</u></u>

Receipts from Delinquent Taxes:

Delinquent Taxes Receivable		<u><u>\$ 126,022.93</u></u>
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Interest on Investments:

Treasurer		\$ 29,414.35
Trust - TTL Redemption		3.55
Trust - Other Fund		<u>249.18</u>
		<u><u>\$ 29,667.08</u></u>

(Continued)

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

Analysis of Non-Budget Revenues

Revenue Accounts Receivable:

Clerk:

Street Opening Permits	\$ 1,440.00	
NSF Fees	20.00	
Smoke Detector Certificate Fees	1,600.00	
Abandoned Property Registration Fees	3,000.00	
Zoning Lists	40.00	
Trash Cans	325.00	
Grading Plans	600.00	
Planning Board Fees	1,500.00	
Cable Television Franchise Fees	8,641.78	\$ 17,166.78

Cash Receipts:

Registrar Fees	161.00	
Use of Facilities	260.00	
Administrative Costs for Senior Citizens and Veterans	365.00	
Donations	200.00	
Copies	34.00	
Additional Safety Budget Funds	3,500.00	
Sale of Equipment	3,542.30	
Refunds of Prior Year Expenditures	3,088.57	11,150.87

Due from Trust - Other Fund:

Reserve for Thumb's Up Canceled	558.81	
Reserve for Municipal Alliance - Program Income Canceled	122.05	680.86
		\$ 28,998.51

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

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

	Appropriations		Paid or Charged	Expended		Unexpended Balance Canceled
	Budget	Budget After Modification		Reserve For Encumbrances	Reserved	
OPERATIONS--WITHIN "CAPS"						
General Government						
Administrative and Executive						
Other Expenses:						
Printing and Legal Advertising	\$ 4,000.00	\$ 6,000.00	\$ 4,089.60	\$ 910.11	\$ 1,000.29	
Codification of Borough Ordinances	2,500.00	2,500.00	2,500.00			
Miscellaneous Other Expenses	19,250.00	19,250.00	13,076.48	2,839.00	3,334.52	
Elections						
Other Expenses	2,800.00	2,800.00	2,638.00		162.00	
Financial Administration						
Salaries and Wages	90,428.00	90,428.00	89,280.08		1,147.92	
Other Expenses	28,075.00	25,075.00	19,746.44	1,693.20	3,635.36	
Annual Audit	14,000.00	14,000.00	14,000.00			
Collection of Taxes						
Salaries and Wages	12,265.00	12,265.00	12,264.00		1.00	
Other Expenses	4,800.00	4,800.00	3,829.47		970.53	
Legal Services and Costs						
Other Expenses	45,000.00	45,000.00	38,188.78	6,053.30	757.92	
Engineering Services and Costs						
Other Expenses	38,000.00	38,000.00	34,525.00		3,475.00	
Public Building and Grounds						
Other Expenses	37,300.00	37,300.00	25,267.90	1,263.62	10,768.48	
Heating Oil/Gas	14,000.00	14,000.00	10,057.77	312.74	3,629.49	
Telephone	16,000.00	16,000.00	12,221.13	1,814.94	1,963.93	
Electricity	32,500.00	32,500.00	19,416.25	1,010.49	12,073.26	
Municipal Land Use Law (N.J.S.40:55D-1)						
Planning Board						
Salaries and Wages	1,576.00	1,576.00	1,530.00		46.00	
Other Expenses	5,350.00	6,350.00	5,362.00		988.00	
Human Services						
Other Expenses	500.00	500.00			500.00	

(Continued)

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

	Appropriations		Expended			Unexpended Balance Canceled
	Budget	Budget After Modification	Paid or Charged	Reserve For Encumbrances	Reserved	
<u>OPERATIONS--WITHIN "CAPS" (CONT'D)</u>						
<u>General Government (Cont'd)</u>						
Shade Tree						
Other Expenses	\$ 12,400.00	\$ 12,400.00	\$ 11,424.80	\$ 975.20		
Environmental Commission (N.J.S.A. 40:56A-1, et seq.)						
Other Expenses	7,500.00	7,500.00	6,781.87	718.13		
Insurance						
Group Insurance Plan for Employees	111,856.00	111,856.00	107,382.12		\$ 4,473.88	
Health Benefit Waivers	1,575.00	1,575.00	1,575.00			
Liability Insurance	28,111.00	28,111.00	27,157.00		954.00	
Workers Compensation Insurance	44,203.00	44,203.00	44,203.00			
Temporary Disability Insurance	600.00	600.00	240.42		359.58	
<u>Public Safety</u>						
Fire						
Other Expenses	25,800.00	25,800.00	16,915.09	7,837.18	1,047.73	
Fire Prevention						
Salaries and Wages	2,814.00	2,814.00	2,812.00		2.00	
Aid to Volunteer Fire Company	1,500.00	1,500.00	1,500.00			
Emergency Management Services						
Other Expenses	550.00	550.00	134.32		415.68	
<u>Streets and Roads</u>						
Road Repairs and Maintenance						
Salaries and Wages	131,300.00	136,300.00	129,051.27		7,248.73	
Other Expenses	50,700.00	50,700.00	38,784.91	2,299.12	9,615.97	
Gasoline	15,000.00	9,000.00	3,993.76	1,500.00	3,506.24	
Garbage and Trash						
Other Expenses	34,000.00	34,000.00	27,568.62	2,112.19	4,319.19	
Street Lighting						
Other Expenses	40,000.00	45,000.00	40,580.78	3,842.65	576.57	
<u>Health and Welfare</u>						
Sanitary Landfill						
Other Expenses	78,000.00	78,000.00	63,215.76	6,258.89	8,525.35	

(Continued)

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

	Appropriations		Expended			Unexpended Balance Canceled
	Budget	Budget After Modification	Paid or Charged	Reserve For Encumbrances	Reserved	
<u>OPERATIONS--WITHIN "CAPS" (CONT'D)</u>						
<u>Recreation and Education</u>						
Operation of Lake						
Salaries and Wages	\$ 44,000.00	\$ 40,000.00	\$ 39,820.81		\$ 179.19	
Other Expenses	11,200.00	11,200.00	11,060.00		140.00	
Celebration of Public Event, Anniversary or Holiday						
Other Expenses	500.00	500.00			500.00	
Total Operations--Within "CAPS"	1,009,953.00	1,009,953.00	882,194.43	\$ 41,440.76	86,317.81	\$ -
Detail:						
Salaries and Wages	282,383.00	283,383.00	274,758.16	-	8,624.84	-
Other Expenses (Including Contingent)	727,570.00	726,570.00	607,436.27	41,440.76	77,692.97	-
<u>DEFERRED CHARGES AND STATUTORY EXPENDITURES</u>						
<u>MUNICIPAL--WITHIN "CAPS"</u>						
Statutory Expenditures:						
Contribution to:						
Social Security System	22,000.00	22,000.00	19,817.85		2,182.15	
PERS Contribution	51,649.00	51,649.00	51,649.00			
PFRS Contribution	15,699.00	15,699.00	15,699.00			
Total Deferred Charges and Statutory Expenditures Municipal--Within "CAPS"	89,348.00	89,348.00	87,165.85	-	2,182.15	-
Total General Appropriations for Municipal Purposes--Within "CAPS"	1,099,301.00	1,099,301.00	969,360.28	41,440.76	88,499.96	-
<u>OPERATIONS--EXCLUDED FROM "CAPS"</u>						
<u>Mandated Expenditures per N.J.S. 40A:4-45. 3g--Excluded from "CAPS"</u>						
Maintenance of Free Public Library	74,257.66	74,257.66	69,185.10		5,072.56	
Length of Service Award Program (LOSAP)	11,000.00	11,000.00			11,000.00	
Interlocal Service Agreement for Code Enforcement Services with the Mantua Township	42,300.00	42,300.00	38,308.42		3,991.58	
Interlocal Service Agreement for Municipal Court Services with the Mantua Township	30,600.00	30,600.00	30,583.88		16.12	
Interlocal Service Agreement for Police Services with the Mantua Township	561,000.00	561,000.00	554,250.00		6,750.00	
Interlocal Service Agreement for Garbage & Trash Services with the Logan Township	99,300.00	99,300.00	99,290.88		9.12	
Recycling Tax	2,000.00	2,000.00	2,000.00			

(Continued)

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

	Appropriations		Expended			Unexpended Balance Canceled
	Budget	Budget After Modification	Paid or Charged	Reserve For Encumbrances	Reserved	
<u>OPERATIONS--EXCLUDED FROM "CAPS" (CONT'D)</u>						
<u>Mandated Expenditures per N.J.S. 40A:4-45. 3g--Excluded from "CAPS"</u>						
Public and Private Programs Offset by Revenues:						
Clean Communities Act (N.J.S. 40A:4-87, \$5,701.44+)		\$ 5,701.44	\$ 5,701.44			
Sustainable Jersey Small Grants Program (N.J.S. 40A:4-87, \$5,000.00+)		5,000.00	5,000.00			
Municipal Drug Alliance -- Drug Abuse Program	\$ 8,750.00	8,750.00	2,500.00			\$ 6,250.00
State Recycling Program	2,330.11	2,330.11	2,330.11			
TRICO JIF Safety Award	1,500.00	1,500.00	1,500.00			
JIF Safety Incentive Program	1,000.00	1,000.00	1,000.00			
JIF Cyber Risk Management Program	1,500.00	1,500.00	1,500.00			
JIF Wellness Program	750.00	750.00	750.00			
Total Operations--Excluded from "CAPS"	836,287.77	846,989.21	813,899.83	\$ -	\$ 26,839.38	-
Detail:						
Salaries and Wages	561,000.00	561,000.00	554,250.00	-	6,750.00	-
Other Expenses (Including Contingent)	275,287.77	285,989.21	259,649.83	-	20,089.38	6,250.00
<u>CAPITAL IMPROVEMENTS--EXCLUDED FROM "CAPS"</u>						
Capital Improvement Fund	42,000.00	42,000.00	42,000.00		-	
<u>MUNICIPAL DEBT SERVICE--EXCLUDED FROM "CAPS"</u>						
Payment of Bond Anticipation Notes and Capital Notes	310,000.00	310,000.00	271,142.00		-	38,858.00
Interest on Notes	24,500.00	24,500.00	18,293.21			6,206.79
Total Municipal Debt Service--Excluded from "CAPS"	334,500.00	334,500.00	289,435.21	-	-	45,064.79
Total General Appropriations--Excluded from "CAPS"	1,212,787.77	1,223,489.21	1,145,335.04	-	26,839.38	51,314.79
Subtotal General Appropriations	2,312,088.77	2,322,790.21	2,114,695.32	41,440.76	115,339.34	51,314.79
Reserve for Uncollected Taxes	276,908.62	276,908.62	276,908.62	-	-	-
\$ 2,588,997.39	\$ 2,599,698.83	\$ 2,391,603.94	\$ 41,440.76	\$ 115,339.34	\$ 51,314.79	
Appropriation by N.J.S.A. 40A:4-87	\$ 10,701.44					
Original Budget		2,588,997.39				
		\$ 2,599,698.83				
Reserve for Federal and State Grants -- Appropriated			\$ 20,281.55			
Reserve for Uncollected Taxes			276,908.62			
Disbursed			2,094,413.77			
			\$ 2,391,603.94			

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

BOROUGH OF WENONAH
TRUST OTHER FUND
 Statements of Assets, Liabilities, Reserves and Fund Balances - Regulatory Basis
 As of December 31, 2020 and 2019

<u>ASSETS</u>	<u>Ref.</u>	<u>2020</u>	<u>2019</u>
Animal Control Fund:			
Cash--Chief Financial Officer	SB-1	\$ 3,609.10	\$ 5,064.20
Other Funds:			
Cash--Chief Financial Officer	SB-1	86,571.65	82,341.87
Length of Service Awards Program (LOSAP):			
Investment - Length of Service Awards Program	SB-2	349,497.48	341,554.46
		<u>436,069.13</u>	<u>423,896.33</u>
		<u>\$ 439,678.23</u>	<u>\$ 428,960.53</u>
 <u>LIABILITIES, RESERVES, AND FUND BALANCE</u>			
Animal Control Fund:			
Reserve for Animal Control Fund Expenditures	SB-3	\$ 3,609.10	\$ 5,064.20
Other Funds:			
Due to Current Fund	SB-5	16.24	832.86
Payroll Deductions Payable	SB-6	12,628.21	11,854.81
Due to State - Marriage License Fees	SB-7	25.00	75.00
Reserve for:			
Developers Escrow	SB-8	30,761.72	25,911.72
Unemployment Compensation	SB-9	22,118.68	22,140.73
Parking Offenses Adjudication Act	B	110.00	110.00
Municipal Alliance - Program Income	SB-15		122.05
Reserve for Wenonah's Thumb's Up	SB-10		558.81
Reserve for COAH Trust Fund	SB-11	20,867.00	20,691.09
Reserve for Tax Title Lien Redemption	SB-13	44.80	44.80
		<u>86,571.65</u>	<u>82,341.87</u>
Length of Service Awards Program (LOSAP):			
Reserve for Length of Service Awards Program	SB-14	349,497.48	341,554.46
		<u>\$ 439,678.23</u>	<u>\$ 428,960.53</u>

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

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

	<u>Ref.</u>	<u>2020</u>	<u>2019</u>
<u>ASSETS</u>			
Cash -- Treasurer	SC-1 & SC-2	\$ 1,275,050.95	\$ 273,812.86
Grants Receivable	SC-3	535,000.00	67,500.00
Deferred Charges to Future Taxation:			
Funded	SC-4	2,310,000.00	
Unfunded	SC-5	0.61	1,487,342.61
Total Assets		<u>\$ 4,120,051.56</u>	<u>\$ 1,828,655.47</u>
<u>LIABILITIES, RESERVES AND FUND BALANCE</u>			
Serial Bonds	SC-11	\$ 2,310,000.00	
Bond Anticipation Notes	SC-10		\$ 1,487,342.00
Improvement Authorizations:			
Funded	SC-6	1,793,258.34	924.78
Unfunded	SC-6		21,526.68
Contracts Payable	SC-7		55,317.80
Capital Improvement Fund	SC-8	15,266.24	38,866.24
Reserve for Payment of Notes	SC-9		220,341.12
Fund Balance	C-1	1,526.98	4,336.85
Total Liabilities, Reserves and Fund Balance		<u>\$ 4,120,051.56</u>	<u>\$ 1,828,655.47</u>

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

BOROUGH OF WENONAH
GENERAL CAPITAL FUND
Statement of Fund Balance - Regulatory Basis
For the Year Ended December 31, 2020

Balance Dec. 31, 2019	\$ 4,336.85
Increased by:	
Premium on Sale of Bonds	1,526.98
	5,863.83
Decreased by:	
Anticipated as Revenue in the 2020 Current Fund Budget	4,336.85
Balance Dec. 31, 2020	\$ 1,526.98

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

BOROUGH OF WENONAH
WATER AND SEWER UTILITY FUND
Statements of Assets, Liabilities, Reserves
and Fund Balances - Regulatory Basis
As of December 31, 2020 and 2019

<u>ASSETS</u>	<u>Ref.</u>	<u>2020</u>	<u>2019</u>
Operating Fund:			
Cash--Chief Financial Officer	SD-1	\$ 459,826.72	\$ 203,713.53
Receivables with Full Reserves:			
Consumer Accounts Receivable	SD-3	17,487.41	1,833.50
Total Operating Fund		477,314.13	205,547.03
Capital Fund:			
Cash--Chief Financial Officer	SD-1 & SD-2	4,388,468.24	24,796.90
Fixed Capital	SD-4	5,126,263.25	5,126,263.25
Fixed Capital - Authorized & Uncompleted	SD-5	5,717,636.45	1,752,236.45
		15,232,367.94	6,903,296.60
		\$ 15,709,682.07	\$ 7,108,843.63
 <u>LIABILITIES, RESERVES, AND FUND BALANCE</u>			
Operating Fund:			
Appropriation Reserves	D-4 & SD-6	\$ 119,642.65	\$ 50,056.89
Reserve for Encumbrances	D-4 & SD-6	2,648.01	17,451.93
Prepaid Rents	SD-7	14.08	1,321.80
Accrued Interest On Bonds and Notes	SD-8	28,167.76	987.37
		150,472.50	69,817.99
Reserve for Receivables	D	17,487.41	1,833.50
Fund Balance	D-1	309,354.22	133,895.54
Total Operating Fund		477,314.13	205,547.03
Capital Fund:			
Serial Bonds	SD-13	5,395,000.00	
Bond Anticipation Notes Payable	SD-12		1,069,036.00
Improvement Authorizations:			
Funded	SD-9	4,366,744.95	
Unfunded	SD-9	950,300.00	1,231,558.65
Contracts Payable	SD-10		169,568.75
Capital Improvement Fund	D	17,504.25	17,504.25
Reserve for Amortization	SD-11	4,498,599.70	4,414,463.70
Fund Balance	D-2	4,219.04	1,165.25
		15,232,367.94	6,903,296.60
		\$ 15,709,682.07	\$ 7,108,843.63

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

BOROUGH OF WENONAH
WATER AND SEWER UTILITY FUND
 Water and Sewer Operating Fund
 Statements of Operations and Changes
 In Fund Balance - Regulatory Basis
 For the Years Ended December 31, 2020 and 2019

	<u>2020</u>	<u>2019</u>
<u>Revenue and Other Income Realized</u>		
Fund Balance Utilized	\$ 30,000.00	\$ 150,000.00
Rents	833,394.89	714,701.10
Utility Capital Fund Balance	1,165.25	3,367.83
Miscellaneous	17,010.12	14,310.93
Other Credits to Income:		
Unexpended Balance of Appropriation Reserves	35,081.00	5,362.42
	<hr/>	<hr/>
Total Income	916,651.26	887,742.28
<u>Expenditures</u>		
Budget Appropriations:		
Operations	432,500.00	407,702.00
Services Charge by Gloucester County Utilities Authority	200,000.00	219,368.00
Debt Service	59,527.33	198,591.37
Deferred Charges and Statutory Expenditures	19,165.25	18,500.00
	<hr/>	<hr/>
Total Expenditures	711,192.58	844,161.37
Statutory Excess to Fund Balance	205,458.68	43,580.91
<u>Fund Balance</u>		
Balance, January 1	133,895.54	240,314.63
	<hr/>	<hr/>
	339,354.22	283,895.54
Decreased by:		
Utilization by Operating Budget	30,000.00	150,000.00
	<hr/>	<hr/>
Balance, December 31	<u>\$ 309,354.22</u>	<u>\$ 133,895.54</u>

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

BOROUGH OF WENONAH
WATER AND SEWER UTILITY FUND
Water and Sewer Capital Fund
Statement of Fund Balance - Regulatory Basis
For the Year Ended December 31, 2020

Balance Dec. 31, 2019	\$ 1,165.25
Increased by:	
Premium on Sale of Bond Anticipation Notes	4,219.04
	5,384.29
Decreased by:	
Anticipated as Revenue in the 2020 Utility Operating Fund Budget	1,165.25
Balance Dec. 31, 2020	\$ 4,219.04

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

BOROUGH OF WENONAH
WATER AND SEWER UTILITY FUND
Statements of Revenues - Regulatory Basis
For the Year Ended December 31, 2020

	<u>Anticipated</u> <u>Budget</u>	<u>Realized</u>	Excess or <u>(Deficit)</u>
Operating Fund Balance Anticipated	\$ 30,000.00	\$ 30,000.00	
Rents	690,500.00	833,394.89	\$ 142,894.89
Utility Capital Fund Balance	1,165.25	1,165.25	
	<u>\$ 721,665.25</u>	<u>\$ 864,560.14</u>	<u>\$ 142,894.89</u>

Analysis of Non-Budget Revenue

Miscellaneous:

Penalty on Delinquent Accounts	\$ 8,997.12
Interest on Investments	7,893.00
Turn On and Off	<u>120.00</u>
	<u>\$ 17,010.12</u>

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

BOROUGH OF WENONAH
WATER AND SEWER UTILITY FUND
 Statement of Expenditures - Regulatory Basis
 For the Year Ended December 31, 2020

	Appropriations		Expended			Unexpended Balance Canceled
	Original Budget	Budget After Modification	Paid or Charged	Encumbered	Reserved	
Operating:						
Salaries and Wages	\$ 244,000.00	\$ 249,000.00	\$ 239,135.97		\$ 9,864.03	
Other Expenses	188,500.00	183,500.00	107,824.92	\$ 2,648.01	73,027.07	
Gloucester County Sewer System-Share of Costs	200,000.00	200,000.00	163,607.68		36,392.32	
Total Operating	632,500.00	632,500.00	510,568.57	2,648.01	119,283.42	\$ -
Debt Service:						
Payment of Note Principal	18,000.00	18,000.00	17,936.00			64.00
Interest on Bonds	33,000.00	33,000.00	28,167.76			4,832.24
Interest on Notes	19,000.00	19,000.00	13,423.57			5,576.43
Total Debt Service	70,000.00	70,000.00	59,527.33	-	-	10,472.67
Statutory Expenditures:						
Contribution to:						
Social Security System (O.A.S.I.)	19,165.25	19,165.25	18,806.02		359.23	
Total Deferred Charges and Statutory Expenditures	19,165.25	19,165.25	18,806.02	-	359.23	-
	\$ 721,665.25	\$ 721,665.25	\$ 588,901.92	\$ 2,648.01	\$ 119,642.65	\$ 10,472.67
Interest on Bonds			\$ 28,167.76			
Interest on Notes			13,423.57			
Disbursed			547,310.59			
			\$ 588,901.92			

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

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

	Balance <u>Dec. 31, 2019</u>	<u>Additions</u>	<u>Deletions</u>	Balance <u>Dec. 31, 2020</u>
General Fixed Assets:				
Land	\$ 3,487,100.00			\$ 3,487,100.00
Building	2,185,100.00			2,185,100.00
Vehicles	1,495,883.94		\$ 106,511.25	1,389,372.69
Equipment	331,402.53			331,402.53
Total General Fixed Assets	<u>\$ 7,499,486.47</u>	<u>\$ -</u>	<u>\$ 106,511.25</u>	<u>\$ 7,392,975.22</u>
Total Investment in General Fixed Assets	<u>\$ 7,499,486.47</u>	<u>\$ -</u>	<u>\$ 106,511.25</u>	<u>\$ 7,392,975.22</u>

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

BOROUGH OF WENONAH
Notes to Financial Statements
For the Year Ended December 31, 2020

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Description of Financial Reporting Entity - The Borough of Wenonah (hereafter referred to as the "Borough") is a New Jersey municipal corporation and one of twenty-four municipalities comprising the County of Gloucester. Originally founded in 1870, the Borough has been an organized community since 1883 however; it was not officially separated from Deptford Borough until 1894. The Borough is primarily a residential community 1.66 square miles in size. The present population according to the 2010 census is 2,278.

The Borough of Wenonah operates under a Mayor-Council form of government headed by the Mayor who is elected to serve a four-year term. Members of Council are elected to staggered three-year terms with two seats up each year. Executive and legislative responsibility rests with the Borough Council. The Business Manager, appointed by Mayor and Council, oversees the daily operations of the Borough.

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

Wenonah Free Public Library
101 E. Mantua Avenue
Wenonah, New Jersey 08090

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

In accordance with the *Requirements*, the Borough 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.

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

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.

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

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

Budgets and Budgetary Accounting - The Borough must adopt an annual budget for its current and water and sewer utility fund 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 Borough's financial statements.

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

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

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

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

Cash, Cash Equivalents and Investments (Cont'd) - The cash management plan adopted by the Borough 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 Borough 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 Borough 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 Borough'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.

Water and Sewer 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.

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

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

School Taxes - The Borough is responsible for levying, collecting, and remitting school taxes for the Borough of Wenonah School District and Gateway Regional High 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. For the regional high school district, operations is charged for the Borough's share of the amount required to be raised by taxation for the period from July 1 to June 30, increased by the amount deferred at December 31, 2019 and decreased by the amount deferred at December 31, 2020.

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

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

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

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

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

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

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

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

Note 2: CASH AND CASH EQUIVALENTS

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

As of December 31, 2020, the Borough's bank balances of \$9,320,106.03 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:

	<u>Year Ended</u>				
	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
Tax Rate	\$ 4.213	\$ 4.145	\$ 4.074	\$ 4.074	\$ 3.987
Apportionment of Tax Rate:					
Municipal	\$.667	\$.706	\$.744	\$.766	\$.766
Municipal Library	.034	.033	.033	.033	.033
County	.666	.649	.628	.629	.637
County Open Space Preservation Trust Fund	.041	.040	.040	.040	.042
Local School	1.376	1.336	1.297	1.262	1.233
Regional High School	1.429	1.381	1.332	1.344	1.276

Assessed Valuation

<u>Year</u>	<u>Amount</u>
2020	\$ 218,200,300.00
2019	220,010,800.00
2018	221,623,000.00
2017	223,342,200.00
2016	224,428,800.00

Comparison of Tax Levies and Collections

<u>Year</u>	<u>Tax Levy</u>	<u>Collections</u>	<u>Percentage of Collections</u>
2020	\$ 9,205,800.23	\$ 9,089,719.39	98.74%
2019	9,126,397.43	8,998,241.23	98.60%
2018	9,052,259.22	8,928,683.00	98.63%
2017	9,126,589.42	8,988,151.83	98.48%
2016	8,956,614.90	8,814,022.21	98.41%

Delinquent Taxes and Tax Title Liens

<u>Year</u>	<u>Tax Title Liens</u>	<u>Delinquent Taxes</u>	<u>Total Delinquent</u>	<u>Percentage of Tax Levy</u>
2020	-	\$ 109,620.22	\$ 109,620.22	1.19%
2019	-	126,022.93	126,022.93	1.38%
2018	-	92,291.97	92,291.97	1.02%
2017	-	77,872.45	77,872.45	0.85%
2016	-	112,489.36	112,489.36	1.26%

Note 3: PROPERTY TAXES (CONT'D)

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

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

Note 4: PROPERTY ACQUIRED BY TAX TITLE LIEN LIQUIDATION

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

<u>Year</u>	<u>Amount</u>
2020	\$ 162,500.00
2019	162,500.00
2018	162,500.00
2017	162,500.00
2016	162,500.00

Note 5: WATER AND SEWER UTILITY SERVICE CHARGES

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

<u>Year</u>	<u>Balance Beginning of Year</u>		<u>Levy</u>	<u>Total</u>	<u>Cash Collections</u>
	<u>Receivable</u>	<u>Liens</u>			
2020	\$ 1,833.50	\$ -	\$ 849,048.80	\$ 850,882.30	\$ 833,394.89
2019	6,080.51	-	710,454.09	716,534.60	714,701.10
2018	2,957.52	-	701,399.30	704,356.82	698,276.31
2017	7,461.37	-	711,243.44	718,704.81	715,747.29
2016	6,562.71	-	676,906.60	683,469.31	676,007.94

Note 6: FUND BALANCES APPROPRIATED

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

Current Fund

<u>Year</u>	<u>Balance December 31,</u>	<u>Utilized in Budget of Succeeding Year</u>	<u>Percentage of Fund Balance Used</u>
2020	\$ 969,116.08	\$ 414,000.00	42.72%
2019	977,287.91	390,000.00	39.91%
2018	1,052,818.68	465,000.00	44.17%
2017	1,108,249.79	510,000.00	46.02%
2016	1,033,405.57	394,000.00	38.13%

Water and Sewer Utility Fund

<u>Year</u>	<u>Balance December 31,</u>	<u>Utilized in Budget of Succeeding Year</u>	<u>Percentage of Fund Balance Used</u>
2020	\$ 309,354.22	\$ 200,000.00	64.65%
2019	133,895.54	30,000.00	22.41%
2018	240,314.63	150,000.00	62.42%
2017	279,734.29	95,000.00	33.96%
2016	292,197.45	100,517.00	34.40%

Note 7: INTERFUND RECEIVABLES AND PAYABLES

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

<u>Fund</u>	<u>Interfunds Receivable</u>	<u>Interfunds Payable</u>
Current	\$ 16.24	\$ 11,073.40
Federal and State Grant	11,073.40	
Trust - Other		16.24
	<u>\$ 11,089.64</u>	<u>\$ 11,089.64</u>

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

Note 8: PENSION PLANS

A substantial number of the Borough'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. The Borough entered into an interlocal agreement for police services and concurrent with that, the employees enrolled in PFRS have been transferred out of the Borough's PFRS plan. In addition, certain Borough employees may participate in the Defined Contribution Retirement Program ("DCRP"), which is a defined contribution pension plan. This Plan is administered by Prudential Financial for the New Jersey Division of Pensions and Benefits. Each Plan has a Board of Trustees that is primarily responsible for its administration. The Division issues a publicly available financial report that includes financial statements, required supplementary information and detailed information about the PERS and PFRS plans' fiduciary net position which can be obtained by writing to or at the following website:

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

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

Public Employees' Retirement System - The Public Employees' Retirement System is a cost-sharing multiple-employer defined benefit pension plan which was established as of January 1, 1955, under the provisions of N.J.S.A. 43:15A. The PERS' designated purpose is to provide retirement, death, disability and medical benefits to certain qualified members. Membership in the PERS is mandatory for substantially all full-time employees of the Borough, 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 Borough. The PFRS' Board of Trustees is primarily responsible for the administration of the PFRS.

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

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

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

The following represents the membership tiers for PERS:

Tier Definition

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

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

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

The following represents the membership tiers for PFRS:

Tier Definition

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

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

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

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

Contributions

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

The Borough's contractually required contribution rate for the year ended December 31, 2020 was 13.91% of the Borough's covered payroll. This amount was actuarially determined as the amount that, when combined with employee contributions, is expected to finance the costs of benefits earned by employees during the year, including an additional amount to finance any unfunded accrued liability.

Based on the most recent PERS measurement date of June 30, 2020, the Borough's contractually required contribution to the pension plan for the year ended December 31, 2020 is \$56,149.00, and is payable by April 1, 2021. Due to the basis of accounting described in note 1, no liability has been recorded in the financial statements for this amount. For the prior year measurement date of June 30, 2019, the Borough's contractually required contribution to the pension plan for the year ended December 31, 2019 was \$51,487.00, which was paid on April 1, 2020.

Employee contributions to the Plan for the year ended December 31, 2020 were \$32,008.24.

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

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

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

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

The Borough's contractually required contribution rate for the year ended December 31, 2020 was 0.00% of the Borough's covered payroll. This amount was actuarially determined as the amount that, when combined with employee contributions, is expected to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability.

Based on the most recent PFRS measurement date of June 30, 2020, the Borough's contractually required contribution to the pension plan for the year ended December 31, 2020 is \$0.00, and is payable by April 1, 2021. Due to the basis of accounting described in note 1, no liability has been recorded in the financial statements for this amount. For the prior year measurement date of June 30, 2019, the Borough's contractually required contribution to the pension plan for the year ended December 31, 2019 was \$15,699.00, which was paid on April 1, 2020.

Employee contributions to the Plan for the year ended December 31, 2020 were \$0.00.

The amount of contractually required contribution for the State of New Jersey's proportionate share, associated with the Borough, for the year ended December 31, 2020 was 0.00% of the Borough's covered payroll.

Based on the most recent PFRS measurement date of June 30, 2020, the State's contractually required contribution, on-behalf of the Borough, to the pension plan for the year ended December 31, 2020 was \$0.00, and is payable by April 1, 2021. For the prior year measurement date of June 30, 2019, the State's contractually required contribution, on-behalf of the Borough, to the pension plan for the year ended December 31, 2019 was \$2,024.00, which was paid on April 1, 2020.

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

For the year ended December 31, 2020, there were no Borough employees enrolled in DCRP.

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

Pension Liability - As of December 31, 2020, the Borough's proportionate share of the PERS net pension liability was \$837,007.00. The net pension liability was measured as of June 30, 2020 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2019. The total pension liability was calculated through the use of updated procedures to roll forward from the actuarial valuation date to the measurement date of June 30, 2020.

Note 8: PENSION PLANS (CONT'D)

Pension Liabilities, Pension (Benefit) Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Cont'd)

Public Employees' Retirement System (Cont'd)

Pension Liability (Cont'd) - The Borough's proportion of the net pension liability was based on a projection of the Borough's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. For the June 30, 2020 measurement date, the Borough's proportion was .0051326864%, which was a decrease of .0001604885% from its proportion measured as of June 30, 2019.

Pension Expense - For the year ended December 31, 2020, the Borough's proportionate share of the PERS pension (benefit) expense, calculated by the Plan as of the June 30, 2020 measurement date was \$34,626.00. This (benefit) expense is not recognized by the Borough because of the regulatory basis of accounting as described in note 1; however, as previously mentioned, for the year ended December 31, 2020, the Borough's contribution to PERS was \$51,487.00, and was paid on April 1, 2020.

Police and Firemen's Retirement System

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

Borough's Proportionate Share of Net Pension Liability	\$	-
State of New Jersey's Proportionate Share of Net Pension Liability Associated with the Borough		-
	\$	-

The net pension liability was measured as of June 30, 2020, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2019. The total pension liability was calculated through the use of updated procedures to roll forward from the actuarial valuation date to the measurement date of June 30, 2020. The Borough's proportion of the net pension liability was based on a projection of the Borough's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers and the State of New Jersey, actuarially determined. For the June 30, 2020 measurement date, the Borough's proportion was .0000000000%, which was a decrease of .0015541863% from its proportion measured as of June 30, 2019. Likewise, at June 30, 2020, the State of New Jersey's proportion, on-behalf of the Borough, was .0000000000%, which was a decrease of .0015541863% from its proportion, on-behalf of the Borough, measured as of June 30, 2019.

Pension Expense - For the year ended December 31, 2020, the Borough's proportionate share of the PFRS pension (benefit) expense, calculated by the Plan as of the June 30, 2020 measurement date was (\$282,246.00). This (benefit) expense is not recognized by the Borough because of the regulatory basis of accounting as described in note 1; however, as previously mentioned, for the year ended December 31, 2020, the Borough's contribution to PFRS was \$15,699.00, and was paid on April 1, 2020.

For the year ended December 31, 2020, the State's proportionate share of the PFRS pension (benefit) expense, associated with the Borough, calculated by the Plan as of the June 30, 2020 measurement date, was \$0.00. This on-behalf (benefit) expense is not recognized by the Borough because of the regulatory basis of accounting as described in note 1.

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

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

	<u>Deferred Outflows of Resources</u>			<u>Deferred Inflows of Resources</u>		
	<u>PERS</u>	<u>PFRS</u>	<u>Total</u>	<u>PERS</u>	<u>PFRS</u>	<u>Total</u>
Differences between Expected and Actual Experience	\$ 15,241.00	\$ -	\$ 15,241.00	\$ 2,960.00	\$ -	\$ 2,960.00
Changes of Assumptions	27,153.00	-	27,153.00	350,463.00	-	350,463.00
Net Difference between Projected and Actual Earnings on Pension Plan Investments	28,610.00	-	28,610.00	-	-	-
Changes in Proportion and Differences between Borough Contributions and Proportionate Share of Contributions	115,488.00	111,134.00	226,622.00	29,130.00	1,472,171.00	1,501,301.00
Borough Contributions Subsequent to the Measurement Date	28,075.00	-	28,075.00	-	-	-
	<u>\$ 214,567.00</u>	<u>\$ 111,134.00</u>	<u>\$ 325,701.00</u>	<u>\$ 382,553.00</u>	<u>\$ 1,472,171.00</u>	<u>\$ 1,854,724.00</u>

Deferred outflows of resources in the amounts of \$28,075 and \$0.00 for PERS and PFRS, respectively, will be included as a reduction of the net pension liability during the year ending December 31, 2021. These amounts were based on an estimated April 1, 2022 contractually required contribution, prorated from the pension plans' measurement date of June 30, 2020 to the Borough's year end of December 31, 2020.

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

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

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

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

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

Year Ending Dec 31,	PERS	PFRS	Total
2021	\$ (69,164.00)	\$ (295,341.00)	\$ (364,505.00)
2022	(67,802.00)	(327,339.00)	(395,141.00)
2023	(30,529.00)	(361,408.00)	(391,937.00)
2024	(22,658.00)	(339,222.00)	(361,880.00)
2025	(5,908.00)	(37,727.00)	(43,635.00)
	<u>\$ (196,061.00)</u>	<u>\$ (1,361,037.00)</u>	<u>\$ (1,557,098.00)</u>

Actuarial Assumptions

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

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

⁽¹⁾ based on years of service

Note 8: PENSION PLANS (CONT'D)**Actuarial Assumptions (Cont'd)****Public Employees' Retirement System**

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

Police and Firemen's Retirement System

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

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

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

Note 8: PENSION PLANS (CONT'D)

Actuarial Assumptions (Cont'd)

Discount Rate -

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

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

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

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

	PERS		
	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
Borough's Proportionate Share of the Net Pension Liability	<u>\$ 1,053,652.00</u>	<u>\$ 837,007.00</u>	<u>\$ 653,178.00</u>

Note 8: PENSION PLANS (CONT'D)**Sensitivity of Fire District's Proportionate Share of Net Pension Liability to Changes in the Discount Rate (Cont'd)**

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

	PFRS		
	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
Borough's Proportionate Share of the Net Pension Liability	\$ -	\$ -	\$ -
State of New Jersey's Proportionate Share of Net Pension Liability associated with the Borough	-	-	-
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Pension Plan Fiduciary Net Position

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

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

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

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

	Measurement Date Ended June 30,			
	2020	2019	2018	2017
Borough's Proportion of the Net Pension Liability	0.0051326864%	0.0052931749%	0.0045842021%	0.0045695499%
Borough's Proportionate Share of the Net Pension Liability	\$ 837,007.00	\$ 953,750.00	\$ 902,607.00	\$ 1,063,718.00
Borough's Covered Payroll (Plan Measurement Period)	\$ 369,084.00	\$ 376,148.00	\$ 321,936.00	\$ 316,576.00
Borough's Proportionate Share of the Net Pension Liability as a Percentage of Covered Payroll	226.78%	253.56%	280.37%	336.01%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	58.32%	56.27%	53.60%	48.10%
	Measurement Date Ended June 30,			
	2016	2015	2014	2013
Borough's Proportion of the Net Pension Liability	0.0043840192%	0.0041835140%	0.0051494108%	0.0058095802%
Borough's Proportionate Share of the Net Pension Liability	\$ 1,298,421.00	\$ 939,115.00	\$ 964,111.00	\$ 1,110,326.00
Borough's Covered Payroll (Plan Measurement Period)	\$ 301,592.00	\$ 288,584.00	\$ 288,656.00	\$ 389,500.00
Borough's Proportionate Share of the Net Pension Liability as a Percentage of Covered Payroll	430.52%	325.42%	334.00%	285.06%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	40.14%	47.93%	52.08%	48.72%

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

	<u>Year Ended December 31,</u>			
	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Borough's Contractually Required Contribution	\$ 56,149.00	\$ 51,487.00	\$ 45,598.00	\$ 42,332.00
Borough's Contribution in Relation to the Contractually Required Contribution	\$ (56,149.00)	\$ (51,487.00)	(45,598.00)	(42,332.00)
Borough's Contribution Deficiency (Excess)	\$ -	\$ -	\$ -	\$ -
Borough's Covered Payroll (Calendar Year)	\$ 403,661.00	\$ 369,155.00	\$ 376,410.00	\$ 331,998.00
Borough's Contributions as a Percentage of Covered Payroll	13.91%	13.95%	12.11%	12.75%
	<u>Year Ended December 31,</u>			
	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Borough's Contractually Required Contribution	\$ 38,947.00	\$ 35,967.00	\$ 42,451.00	\$ 43,774.00
Borough's Contribution in Relation to the Contractually Required Contribution	(38,947.00)	(35,967.00)	(42,451.00)	(43,774.00)
Borough's Contribution Deficiency (Excess)	\$ -	\$ -	\$ -	\$ -
Borough's Covered Payroll (Calendar Year)	\$ 314,011.00	\$ 311,277.00	\$ 303,827.00	\$ 284,790.00
Borough's Contributions as a Percentage of Covered Payroll	12.40%	11.55%	13.97%	15.37%

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

	Measurement Date Ended June 30,			
	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Borough's Proportion of the Net Pension Liability	0.0000000000%	0.0015541863%	0.0136389673%	0.0134563295%
Borough's Proportionate Share of the Net Pension Liability	\$ -	\$ 190,198.00	\$ 1,845,577.00	\$ 2,077,397.00
State's Proportionate Share of the Net Pension Liability associated with the Borough	-	30,033.00	250,691.00	232,686.00
Total	\$ -	\$ 220,231.00	\$ 2,096,268.00	\$ 2,310,083.00
Borough's Covered Payroll (Plan Measurement Period)	\$ -	\$ 255,636.00	\$ 487,964.00	\$ 469,752.00
Borough's Proportionate Share of the Net Pension Liability as a Percentage of Covered Payroll	0.00%	74.40%	378.22%	442.23%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	63.52%	65.00%	62.48%	58.60%
	Measurement Date Ended June 30,			
	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Borough's Proportion of the Net Pension Liability	0.0114230790%	0.0107869729%	0.0106551616%	0.0093737782%
Borough's Proportionate Share of the Net Pension Liability	\$ 2,182,100.00	\$ 1,796,734.00	\$ 1,340,321.00	\$ 1,246,159.00
State's Proportionate Share of the Net Pension Liability associated with the Borough	183,242.00	157,568.00	144,330.00	116,157.00
Total	\$ 2,365,342.00	\$ 1,954,302.00	\$ 1,484,651.00	\$ 1,362,316.00
Borough's Covered Payroll (Plan Measurement Period)	\$ 397,260.00	\$ 373,820.00	\$ 368,864.00	\$ 326,192.00
Borough's Proportionate Share of the Net Pension Liability as a Percentage of Covered Payroll	549.29%	480.64%	363.36%	382.03%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	52.01%	56.31%	62.41%	58.70%

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

	<u>Year Ended December 31,</u>			
	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Borough's Contractually Required Contribution	\$ -	\$ 15,699.00	\$ 133,341.00	\$ 119,091.00
Borough's Contribution in Relation to the Contractually Required Contribution	-	(15,699.00)	(133,341.00)	(119,091.00)
Borough's Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Borough's Covered Payroll (Calendar Year)	\$ -	\$ 8,780.00	\$ 191,052.00	\$ 470,322.00
Borough's Contributions as a Percentage of Covered Payroll	0.00%	178.80%	69.79%	25.32%
	<u>Year Ended December 31,</u>			
	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Borough's Contractually Required Contribution	\$ 93,137.00	\$ 87,682.00	\$ 81,839.00	\$ 68,389.00
Borough's Contribution in Relation to the Contractually Required Contribution	(93,137.00)	(87,682.00)	(81,839.00)	(68,389.00)
Borough's Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Borough's Covered Payroll (Calendar Year)	\$ 464,642.00	\$ 397,302.00	\$ 375,866.00	\$ 360,858.00
Borough's Contributions as a Percentage of Covered Payroll	20.04%	22.07%	21.77%	18.95%

Note 8: PENSION PLANS (CONT'D)**Supplementary Pension Information (Cont'd)****Other Notes to Supplementary Pension Information*****Public Employees' Retirement System (PERS)***Changes in Benefit Terms

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

Changes in Assumptions

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

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

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

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

The mortality assumption was updated upon direction from the DPB.

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

None

Changes in Assumptions

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

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

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

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

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

The mortality assumption was updated upon direction from the DPB.

Note 9: LENGTH OF SERVICE AWARDS PROGRAM

Plan Description - The Borough's length of service awards program (the "Plan"), which is a defined contribution plan reported in the Borough's trust fund, was created by a Borough Ordinance adopted on August 22, 2002 pursuant to Section 457(e)(11)(B) of the Internal Service Code of 1986, as amended, except for provisions added by reason of the length of service award program as enacted into federal law in 1997. The accumulated assets of the Plan are not administered through a trust that meets the criteria of paragraph 4 of GASB Statement No. 68, *Accounting and Financial Reporting for Pensions - an amendment of GASB Statement No. 27*.

The voters of the Borough approved the adoption of the Plan at the general election held on November 5, 2002, and the first year of eligibility for entrance into the length of service awards program by qualified volunteers was calendar year 2003. The Plan provides tax deferred income benefits to active volunteer firefighters and emergency medical personnel, and is administered by Lincoln National Life Insurance Company ("Plan Administrator"), a State of New Jersey approved length of service awards program provider. The Borough's practical involvement in administering the Plan is essentially limited to verifying the eligibility of each participant and remitting the funds to the Plan Administrator.

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

Plan Amendments - The Borough may make minor amendments to the provisions of the Plan at any time, provided, however, that no amendment affects the rights of participants or their beneficiaries regarding vested accumulated deferrals at the time of the amendment. The Plan can only be amended by resolution of the governing body of the Borough, and the following procedures must be followed: (a) any amendment to the Plan shall be submitted for review and approval by the Director of Local Government Services, State of New Jersey (the "Director") prior to implementation by the Borough's governing body, provided, however, that any amendment required by the IRS, may be adopted by the Borough's governing body without the advance approval of the Director (although such amendment shall be filed with the Director); (b) the documentation submitted to the Director shall identify the regulatory authority for the amendment and the specific language of the change; and (c) the Borough shall adopt the amendment by resolution of the governing body, and a certified copy of the resolution shall be forwarded to the Director.

Note 9: LENGTH OF SERVICE AWARDS PROGRAM (CONT'D)

Plan Amendments (Cont'd) - The Borough may amend the Plan agreement to accommodate changes in the Internal Revenue Code, Federal statutes, state laws or rules or operational experience. In cases of all amendments to the Plan, the Borough shall notify all participants in writing prior to making any amendment to the Plan.

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

The Borough elected to contribute \$1,000.00 for the year ended December 31, 2020 per eligible volunteer, into the Plan, depending on how many years the volunteer has served. Participants direct the investment of the contributions into various investment options offered by the Plan. The Borough has no authorization to direct investment contributions on behalf of eligible volunteers nor has the ability to purchase or sell investment options offered by the Plan. The types of investment options, and the administering of such investments, rests solely with the Plan Administrator.

For the year ended December 31, 2020, the Borough's total expenditure to the Plan was \$9,000.00.

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

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

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

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

Forfeited Accounts - For the year ended December 31, 2020, no accounts were forfeited.

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

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

Note 10: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS**A. STATE HEALTH BENEFITS LOCAL GOVERNMENT RETIRED EMPLOYEES PLAN**

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

General Information about the OPEB Plan

Plan Description and Benefits Provided - The Borough provides postemployment health care benefits to its retirees through a single employer defined benefit plan. The State of New Jersey (the "State") provides additional benefits to certain Borough retirees and their dependents under a special funding situation as described below.

The State of New Jersey, on-behalf of the Borough, 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>.

Note 10: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)**A. STATE HEALTH BENEFITS LOCAL GOVERNMENT RETIRED EMPLOYEES PLAN (CONT'D)****General Information about the OPEB Plan (Cont'd)**

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

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

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

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.

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.

Note 10: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)**A. STATE HEALTH BENEFITS LOCAL GOVERNMENT RETIRED EMPLOYEES PLAN (CONT'D)****General Information about the OPEB Plan (Cont'd)**

Contributions – Special Funding Situation Component (Cont'd) - Therefore, the Borough is 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 Borough does 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 Borough is required disclose:

- a) the State's proportion (percentage) of the collective net OPEB liability that is associated with the Borough,
- b) the State's proportionate share of the collective net OPEB liability that is associated with the Borough, and
- c) the State's proportionate share of the OPEB (benefit) expense that is associated with the Borough.

The amount of actual contributions to the OPEB Plan made by the State, on-behalf of the Borough, is not known, however, under the Special Funding Situation, the State's OPEB (benefit) expense, on-behalf of the Borough, is \$4,914.00 for the year ended December 31, 2019 representing 55.97% of the Borough's covered payroll.

OPEB Liability and OPEB (Benefit) Expense

OPEB Liability - At December 31, 2019 the State's proportionate Share of the Net OPEB liability associated with the Borough is \$370,720.00. The net OPEB liability was measured as of June 30, 2019, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of June 30, 2018, which was rolled forward to June 30, 2019.

The State's proportion of the net OPEB liability, on-behalf of the Borough, was based on the ratio of the plan members of an individual employer to the total members of the Plan's special funding situation during the measurement period July 1, 2018 through June 30, 2019. For the June 30, 2019 measurement date, the State's proportion on-behalf of the Borough was .006709% which was a decrease of .000329% from its proportion measured as of the June 30, 2018 measurement date.

OPEB (Benefit) Expense - At December 31, 2019, the State's proportionate share of the OPEB (benefit) expense, associated with the Borough, calculated by the Plan as of the June 30, 2019 measurement date, is \$4,914.00. This on-behalf (benefit) expense is not recognized by the Borough because of the regulatory basis of accounting as described in note 1.

Note 10: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)**A. STATE HEALTH BENEFITS LOCAL GOVERNMENT RETIRED EMPLOYEES PLAN (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, 2019 used the following actuarial assumptions, applied to all periods in the measurement:

Inflation Rate	2.50%
Salary Increases *	
PERS:	
Not Applicable Under Special Funding Situation	
PFRS:	
Rate for all Years	3.25% to 15.25%

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

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

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

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

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

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

Note 10: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)**A. STATE HEALTH BENEFITS LOCAL GOVERNMENT RETIRED EMPLOYEES PLAN (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 the Borough's contributions for certain eligible employees. As such, the proportionate share of the net OPEB liability as of June 30, 2019, the Plan's measurement date, calculated using a discount rate of 3.50%, as well as using a discount rate that is 1% lower or 1% higher than the current rates used, is as follows:

	1% Decrease <u>(2.50%)</u>	Current Discount Rate <u>(3.50%)</u>	1% Increase <u>(4.50%)</u>
State of New Jersey's Proportionate Share of the Net OPEB Liability Associated with the Borough	\$ 428,647.00	\$ 370,720.00	\$ 323,647.00

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

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

	1% Decrease	Healthcare Cost Trend Rates	1% Increase
State of New Jersey's Proportionate Share of the Net OPEB Liability Associated with the Borough	\$ 312,842.00	\$ 370,720.00	\$ 444,553.00

OPEB Plan Fiduciary Net Position

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

Note 10: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)**A. STATE HEALTH BENEFITS LOCAL GOVERNMENT RETIRED EMPLOYEES PLAN (CONT'D)****Supplementary OPEB Information**

In accordance with GASB 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 State's Proportionate Share of the net OPEB Liability Associated with the Borough (Last Three Plan Years)

	<u>Measurement Date Ended June 30,</u>		
	<u>2019</u>	<u>2018</u>	<u>2017</u>
Borough's Proportion of the Net OPEB Liability	0.000000%	0.000000%	0.000000%
State's Proportion of the Net OPEB Liability Associated with the Borough	100.000000%	100.000000%	100.000000%
	<u>100.000000%</u>	<u>100.000000%</u>	<u>100.000000%</u>
Borough's Proportionate Share of the Net OPEB Liability	\$ -	\$ -	\$ -
State's Proportionate Share of the Net OPEB Liability Associated with the Borough	370,720.00	437,330.00	2,499,149.00
Total	<u>\$ 370,720.00</u>	<u>\$ 437,330.00</u>	<u>\$ 2,499,149.00</u>
Borough's Covered Payroll (Plan Measurement Period)	\$ 35,118.00	\$ 391,598.00	\$ 480,065.00
Borough's Proportionate Share of the Net OPEB Liability as a Percentage of Covered Payroll	0.00%	0.00%	0.00%
State's Proportionate Share of the Net OPEB Liability as a Percentage of Covered Payroll	1055.641%	111.678%	520.586%
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	1.98%	1.97%	1.03%

Note 10: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)**A. STATE HEALTH BENEFITS LOCAL GOVERNMENT RETIRED EMPLOYEES PLAN (CONT'D)****Supplementary OPEB Information (Cont'd)*****Schedule of the State's Contributions Associated with the Borough (Last Three Years)***

The amount of actual contributions that the State made on-behalf of the Borough is not known.

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

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

Changes in Assumptions

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

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

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

Note 10: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)

B. BOROUGH OF WENONAH POSTEMPLOYMENT BENEFIT PLAN

Plan Description and Benefits Provided - The Borough provides postretirement health care benefits through a health plan for retirees, which includes a medical, dental, and prescription plan. The Borough provides a single employer post-employment healthcare plan, which is not administered through a trust that meets the criteria in paragraph 4 of the GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits other than Pensions*, and covers the following retiree population: Borough employees who retire with a disability pension, have at least twenty-five (25) consecutive years or more of service with the Borough, or are 62 years of age with fifteen (15) consecutive years or more with the Borough. The Plan is administered by the Borough; therefore, premium payments are made directly to the insurance carriers. Reimbursements by the retirees are paid in monthly installments after the Borough provides the retirees with a detailed accounting of the costs.

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

Inactive Employees or Beneficiaries Currently Receiving Benefit Payments	4
Inactive Employees Entitled to but Not Yet Receiving Benefit Payments	-
Active Employees	7
	11

Total OPEB Liability

The Borough's total OPEB liability of \$5,333,331.00 was measured as of December 31, 2020 and was determined by an actuarial valuation as of December 31, 2020.

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

Inflation	2.50%
Salary Increases	2.50% Annually
Discount Rate	2.12%
Healthcare Cost Trend Rates	Medical: 5.6% in 2020, reducing by 0.1% per annum, leveling at 5% per annum in 2026
Retirees' Share of Benefit-Related Costs	Subject to the contribution rates in effect when they retire, but not less than 1.5% of their annual retirement allowance from the PERS

The discount rate was based on the Bond Buyer 20 index rate as of December 31, 2020.

Mortality rates were based on the RP 2000 Combined Healthy Male Mortality Rates Set Forward One Year and Adjusted for Generational Improvement.

An experience study was not performed on the actuarial assumptions used in the December 31, 2020 valuation since the Plan had insufficient data to produce a study with credible results. Mortality rates, termination rates and retirement rates were based on standard tables issued by Society of Actuaries. The actuary has used their professional judgement in applying these assumptions to this Plan.

Note 10: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)**B. BOROUGH OF WENONAH POSTEMPLOYMENT BENEFIT PLAN (CONT'D)****Changes in Total OPEB Liability**

Balance at December 31, 2019		\$ 5,106,271.00
Changes for the Year:		
Service Cost	\$ 43,646.00	
Interest Cost	139,804.00	
Benefit Payments	(95,148.00)	
Changes in Assumptions	138,758.00	
Actuarial Gains/Losses	-	
Changes of Other Inputs	-	
Net Changes		<u>227,060.00</u>
Balance at December 31, 2020		<u>\$ 5,333,331.00</u>

Changes of assumptions and other inputs reflect a change in the discount rate from 2.74% at December 31, 2019 to 2.12% at December 31, 2020.

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

	<u>1.00% Decrease (1.12%)</u>	<u>Current Discount Rate (2.12%)</u>	<u>1.00% Increase (3.12%)</u>
Total OPEB Liability	<u>\$ 6,098,823.00</u>	<u>\$ 5,333,331.00</u>	<u>\$ 4,722,156.00</u>

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

	<u>1.00% Decrease</u>	<u>Healthcare Cost Trend Rates</u>	<u>1.00% Increase</u>
Total OPEB Liability	<u>\$ 4,669,869.00</u>	<u>\$ 5,333,331.00</u>	<u>\$ 6,171,536.00</u>

Note 10: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)**B. BOROUGH OF WENONAH POSTEMPLOYMENT BENEFIT PLAN (CONT'D)**

OPEB (Benefit) Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB - For the year ended December 31, 2020, the Borough recognized OPEB (benefit) expense of \$249,333.00. As of December 31, 2020, the Borough reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Changes in Assumptions	\$ 870,549.00	\$ -
Difference Between Expected and Actual Experience	-	-
	<u>\$ 870,549.00</u>	<u>\$ -</u>

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

<u>Year Ending Dec 31,</u>	
2021	\$ 65,883.00
2022	65,883.00
2023	65,883.00
2024	65,883.00
2025	65,883.00
Thereafter	<u>541,134.00</u>
	<u>\$ 870,549.00</u>

Supplementary OPEB Information

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

Note 10: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)**B. BOROUGH OF WENONAH POSTEMPLOYMENT BENEFIT PLAN (CONT'D)*****Schedule of Changes in the Borough's Total OPEB Liability and Related Ratios (Last Three Years):***

	<u>Plan Measurement Date December 31,</u>		
	<u>2020</u>	<u>2019</u>	<u>2018</u>
Total OPEB Liability			
Service Cost	\$ 43,646.00	\$ 83,438.00	\$ 83,438.00
Interest Cost	139,804.00	168,477.00	167,434.00
Benefit Payments	(95,148.00)	(52,956.00)	(54,132.00)
Changes in Assumptions	138,758.00	855,069.00	-
Actuarial Demographic Gains	-		(171,887.00)
Difference Between Expected and Actual Experience	-	-	-
Net Change in Total OPEB Liability	227,060.00	1,054,028.00	24,853.00
Total OPEB Liability - Beginning of Fiscal Year	5,106,271.00	4,052,243.00	4,027,390.00
Total OPEB Liability - End of Fiscal Year	<u>\$ 5,333,331.00</u>	<u>\$ 5,106,271.00</u>	<u>\$ 4,052,243.00</u>
Covered-Employee Payroll	\$ 539,304.34	540,402.04	771,193.84
Total OPEB Liability as a Percentage of Covered Payroll	988.93%	944.90%	525.45%

Other Notes to Supplementary OPEB Information

Changes of Benefit Terms:
None

Changes of Assumptions:

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

Year	Percentage
2020	2.12%
2019	2.74%
2018	4.10%

Note 11: COMPENSATED ABSENCES

The Borough provides its employees compensated absences benefits for holidays, sick days, vacation, personal, jury duty, military leave, bereavement for immediate family members and for occupational injuries in accordance with labor contracts and Borough policies.

Full-time employees are entitled to nine paid sick leave days each year. Unused sick leave for other employees may be accumulated and carried forward to the subsequent year up to a maximum of thirty days or it may be sold back to the Borough on December 31 of each year at a rate of 25% of the employee's current rate of pay. Other employees are entitled to up to twenty vacation days, based on years of service, with the option, with Borough Council approval, of carrying forward or applying for a buy back. Other employees called up for military duty as a member of the reserve will continue to be paid for thirty days and members of the New Jersey National Guard for up ninety days. Other compensated absences cannot be carried forward and are not compensated for at retirement or termination.

The Borough does not record accrued expenses related to compensated absences. However, it is estimated that, at December 31, 2020, accrued benefits for compensated absences are valued at \$17,065.00.

Note 12: DEFERRED COMPENSATION SALARY ACCOUNT

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

Note 13: CAPITAL DEBT**General Improvement Bonds**

General Obligation Bonds, Series 2020 - On October 22, 2020, the Borough issued \$7,705,000.00 of general obligation bonds, consisting of \$2,310,000.00 General Improvement Bonds and \$5,395,000.00 Water-Sewer Utility Bonds, with interest rates ranging from 2.0% to 4.0%. The bonds were issued for the purpose of refunding a Bond Anticipation Note of the Borough, dated and issued on June 4, 2020, and to permanently finance various general capital and water-sewer utility capital improvements. The final maturity of the bonds is October 15, 2040.

Note 13: CAPITAL DEBT (CONT'D)**General Improvement Bonds (Cont'd)**

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

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2021	\$ 315,000.00	\$ 212,694.76	\$ 527,694.76
2022	355,000.00	204,312.50	559,312.50
2023	365,000.00	190,112.50	555,112.50
2024	370,000.00	175,512.50	545,512.50
2025	380,000.00	160,712.50	540,712.50
2026-2030	1,990,000.00	577,837.50	2,567,837.50
2031-2035	2,275,000.00	313,037.50	2,588,037.50
2036-2040	1,655,000.00	107,587.50	1,762,587.50
	<u>\$ 7,705,000.00</u>	<u>\$ 1,941,807.26</u>	<u>\$ 9,646,807.26</u>

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

	<u>2020</u>	<u>2019</u>	<u>2018</u>
<u>Issued</u>			
General:			
Bonds and Notes	\$ 2,310,000.00	\$ 1,487,342.00	\$ 1,801,000.00
Water and Sewer Utility:			
Bonds and Notes	5,395,000.00	1,069,036.00	1,040,000.00
Total Issued	<u>7,705,000.00</u>	<u>2,556,378.00</u>	<u>2,841,000.00</u>
<u>Authorized but not Issued</u>			
General:			
Bonds and Notes	0.61	0.61	400,000.00
Water and Sewer Utility:			
Bonds and Notes	950,300.00	1,395,000.00	12,000.00
Total Authorized but not Issued	<u>950,300.61</u>	<u>1,395,000.61</u>	<u>412,000.00</u>
Total Issued and Authorized but not Issued	<u>8,655,300.61</u>	<u>3,951,378.61</u>	<u>3,253,000.00</u>
<u>Deductions</u>			
General:			
Reserve for Payment of Notes		16,111.06	
Water and Sewer Utility:			
Self-Liquidating	6,345,300.00	2,464,036.00	1,052,000.00
Total Deductions	<u>6,345,300.00</u>	<u>2,480,147.06</u>	<u>1,052,000.00</u>
Net Debt	<u>\$ 2,310,000.61</u>	<u>\$ 1,471,231.55</u>	<u>\$ 2,201,000.00</u>

Note 13: CAPITAL DEBT (CONT'D)

The summarized statement of debt condition which follows is prepared in accordance with the required method of setting up the annual debt statement and indicated a statutory net debt of 1.036%.

	<u>Gross Debt</u>	<u>Deductions</u>	<u>Net Debt</u>
School Purposes	\$ 1,697,871.93	\$ 1,697,871.93	
Self-Liquidating	6,345,300.00	6,345,300.00	
General	2,310,000.61		\$ 2,310,000.61
	<u>\$ 10,353,172.54</u>	<u>\$ 8,043,171.93</u>	<u>\$ 2,310,000.61</u>

Net debt \$2,310,000.61 divided by the equalized valuation basis per N.J.S.A.40A:2-2, as amended, \$222,992,319.67, equals 1.036%.

Summary of Statutory Debt Condition - Annual Debt Statement**Borrowing Power Under N.J.S.A. 40A:2-6 as Amended**

3 1/2% of Equalized Valuation Basis (Municipal)	\$ 7,804,731.19
Less: Net Debt	<u>2,310,000.61</u>
Remaining Borrowing Power	<u>\$ 5,494,730.58</u>

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

Cash Receipts from Fees, Rents, Fund Balance Anticipated, Interest and Other Investment Income, and Other Charges for the Year	\$ 881,570.26
Deductions:	
Operating and Maintenance Costs	\$ 651,665.25
Debt Service	<u>59,527.33</u>
Total Deductions	<u>711,192.58</u>
Excess in Revenue	<u>\$ 170,377.68</u>

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

Note 14: SCHOOL TAXES

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

	<u>Balance December 31,</u>	
	<u>2020</u>	<u>2019</u>
Balance of Tax	\$ 1,559,649.36	\$ 1,518,660.86
Deferred	238,358.08	238,358.08
	\$ 1,321,291.28	\$ 1,280,302.78

Note 15: RISK MANAGEMENT

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

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

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

<u>Year</u>	<u>Borough Contributions</u>	<u>Employee Contributions</u>	<u>Interest Earnings</u>	<u>Amount Reimbursed</u>	<u>Ending Balance</u>
2020	\$ -	\$ -	\$ 188.39	\$ 210.44	\$ 22,118.68
2019	-	-	244.63	1,073.61	22,140.73
2018	-	6,000.00	200.70	23,267.25	22,969.71

Joint Insurance Pool - The Borough of Wenonah is a member of the Gloucester, Salem and Cumberland Counties Municipal Joint Insurance Fund. The Fund provides its members with the following coverage:

- Workers' Compensation and Employer's Liability
- Liability other than Motor Vehicles
- Property Damage other than Motor Vehicles
- Motor Vehicles

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

- Excess Workers' Compensation
- Excess Liability
- Crime including Excess Public Employee and Public Official Coverage

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

Note 15: RISK MANAGEMENT (CONT'D)

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

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

Gloucester, Salem and Cumberland Counties Municipal Joint Insurance Fund
6000 Sagemore Drive
Suite 6203
P.O. Box 490
Marlton, New Jersey 08053

Note 16: CONTINGENCIES

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

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

Note 17: CONCENTRATIONS

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

Note 18: SUBSEQUENT EVENTS

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

The full impact of the COVID-19 outbreak continues to evolve as of the date of this report. As such, it is uncertain as to the full magnitude that the pandemic will have on the Borough's financial condition, liquidity, and future results of operations. Management is actively monitoring the global situation on its financial condition, liquidity, operations, suppliers, industry, and workforce. Given the daily evolution of the COVID-19 outbreak and the global responses to curb its spread, the Borough is not able to estimate the effects of the COVID-19 outbreak on its results of operations, financial condition, or liquidity for calendar year 2021.

SUPPLEMENTAL EXHIBITS

SUPPLEMENTAL EXHIBITS

CURRENT FUND

BOROUGH OF WENONAH
CURRENT FUND
 Schedule of Cash - Chief Financial Officer
 For the Year Ended December 31, 2020

	<u>Current Fund</u>	<u>Federal and State Grant Fund</u>
Balance December 31, 2019	\$ 2,471,278.08	
Increased by Receipts:		
Energy Receipts Tax	\$ 159,951.99	
Lease Agreements	101,556.33	
Due from General Capital Fund:		
Fund Balance	4,336.85	
Reserve for Payment of Notes	220,341.12	
Miscellaneous Revenue not Anticipated	11,150.87	
Taxes Receivable	9,118,741.77	
Revenue Accounts Receivable	152,522.04	
Prepaid Taxes	66,799.81	
Tax Overpayments	3,019.86	
Due from State of New Jersey - Tax Deductions	18,250.00	
Due to Library - Per Capita Aid	987.00	
Due from Trust - Other Fund	1,750.21	
Elections (Contra)	1,650.00	
Matching Funds for Grants		\$ 500.00
Federal and State Grant Fund -- Current Fund		2,832.11
Federal and State Grants Receivable		11,949.44
	9,861,057.85	\$ 15,281.55
Total Receipts	12,332,335.93	15,281.55
Decreased by Disbursements:		
2020 Appropriations	2,094,413.77	
2019 Appropriation Reserves	75,060.97	
Refund of Tax Overpayments	6,872.86	
County Taxes Payable	1,539,764.16	
Due County for Added and Omitted Taxes	1,154.71	
Regional High School Tax	3,078,305.50	
Local District School Taxes	3,002,795.00	
Due to Library	987.00	
Elections (Contra)	1,650.00	
Reserve for Federal and State Grants - Appropriated		13,781.55
Reserve for Federal and State Grants - Encumbrances		1,500.00
Matching Funds for Grants	500.00	
Federal and State Grant Fund -- Current Fund	2,832.11	
	9,804,336.08	15,281.55
Total Disbursements	9,804,336.08	15,281.55
Balance December 31, 2020	\$ 2,527,999.85	\$ -

BOROUGH OF WENONAH
CURRENT FUND
Schedule of Change Funds
For the Year Ended December 31, 2020

Office

Amount

Tax Collector

\$ 100.00

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

Year	Balance	Levy/	Collections		Due from	Overpayments	Canceled	Balance
	Dec. 31, 2019	Added Taxes	2019	2020	State of New Jersey	Applied		Dec. 31, 2020
2019	\$ 126,022.93			\$ 126,022.93				
	126,022.93			126,022.93				
2020		\$ 9,205,800.23	\$ 60,598.15	8,992,718.84	\$ 18,750.00	\$ 17,652.40	\$ 6,460.62	\$ 109,620.22
	\$ 126,022.93	\$ 9,205,800.23	\$ 60,598.15	\$ 9,118,741.77	\$ 18,750.00	\$ 17,652.40	\$ 6,460.62	\$ 109,620.22

Analysis of 2020 Property Tax Levy:

General Property Tax		\$ 9,192,779.19
Added Taxes (54:4-63.1 et seq.)		<u>13,021.04</u>
		<u>\$ 9,205,800.23</u>
Tax Levy:		
Regional High School Tax		\$ 3,119,294.00
Local District School Tax		3,002,795.00
Municipal Library Tax		74,257.66
County Tax	\$ 1,452,227.26	
Open Space	87,536.90	
Due County for Added Taxes (54:4-63.1 et seq.)	<u>2,184.35</u>	
Total County Taxes		1,541,948.51
Local Tax for Municipal Purposes Levied	1,456,029.65	
Add: Additional Tax Levied	<u>11,475.41</u>	
Local Tax for Municipal Purposes Levied		<u>1,467,505.06</u>
		<u>\$ 9,205,800.23</u>

BOROUGH OF WENONAH
CURRENT FUND
Schedule of Revenue Accounts Receivable
For the Year Ended December 31, 2020

	Accrued <u>In 2020</u>	<u>Collected</u>
Clerk:		
Street Opening Permits	\$ 1,440.00	\$ 1,440.00
NSF Fees	20.00	20.00
Smoke Detector Certificate Fees	1,600.00	1,600.00
Abandoned Property Registration Fees	3,000.00	3,000.00
Zoning Lists	40.00	40.00
Trash Cans	325.00	325.00
Grading Plans	600.00	600.00
Planning Board Fees	1,500.00	1,500.00
Cable Television Franchise Fees	8,641.78	8,641.78
Municipal Court:		
Fines and Costs	4,829.41	4,829.41
Interest and Costs on Taxes	42,221.50	42,221.50
Interest on Investments and Deposits	29,414.35	29,414.35
Lake Fees and Rentals	31,276.00	31,276.00
Uniform Construction Code Fees	27,614.00	27,614.00
	<u>\$ 152,522.04</u>	<u>\$ 152,522.04</u>
	Current Fund - Treasurer - MRA	\$ 135,355.26
	Current Fund - Treasurer - MRNA	17,166.78
		<u>\$ 152,522.04</u>

BOROUGH OF WENONAH
CURRENT FUND
 Schedule of 2019 Appropriation Reserves
 For the Year Ended December 31, 2020

	Balance Dec. 31, 2019		Transfers	Balance After		Balance Lapsed
	Reserved	Encumbered		Transfers	Disbursed	
Administrative and Executive:						
Other Expenses:						
Printing and Legal Advertising	\$ 1,093.72			\$ 1,093.72	\$ 169.35	\$ 924.37
Codification of Borough Ordinances	2,500.00			2,500.00	2,500.00	
Miscellaneous Other Expenses	1,723.48	\$ 3,281.99		5,005.47	3,098.99	1,906.48
Financial Administration:						
Salaries and Wages	1,071.42		\$ (1,005.00)	66.42		66.42
Other Expenses	304.94	1,308.00		1,612.94	1,308.00	304.94
Tax Collector:						
Other Expenses	917.47		(720.00)	197.47		197.47
Legal Services & Costs:						
Other Expenses	4,447.01			4,447.01	4,298.08	148.93
Engineering Services & Costs:						
Other Expenses	37.58		1,800.00	1,837.58	1,825.00	12.58
Public Buildings and Grounds:						
Other Expenses	2,612.92	790.98		3,403.90	3,338.41	65.49
Heating Oil/Gas		1,249.79	1,005.00	2,254.79	2,251.38	3.41
Telephone	1,230.09	236.00	(1,200.00)	266.09	185.09	81.00
Electricity	2,579.18	1,836.42	(2,300.00)	2,115.60	2,076.51	39.09
Shade Tree:						
Other Expenses	925.00	500.00		1,425.00	1,425.00	
Environmental Commission:						
Other Expenses	821.44			821.44	363.94	457.50
Fire:						
Other Expenses	867.73	7,884.69		8,752.42	7,381.14	1,371.28
Garbage & Trash:						
Other Expenses	6,658.37			6,658.37	5,409.98	1,248.39
Road Repairs and Maintenance:						
Salaries and Wages	1,756.83		(1,700.00)	56.83		56.83
Other Expenses	2,671.00	532.85	4,120.00	7,323.85	6,676.85	647.00
Gasoline	289.59	2,841.50		3,131.09	3,043.00	88.09
Street Lighting:						
Other Expenses	313.03	3,718.09		4,031.12	3,768.87	262.25
Sanitary Landfill:						
Other Expenses	7,538.29	1,245.48		8,783.77	5,558.31	3,225.46
Maintenance of Free Public Library	3,267.95			3,267.95	3,267.95	
Length of Service Award Program (LOSAP)	10,000.00			10,000.00	9,000.00	1,000.00
Interlocal Service Agreement for Garbage & Trash						
Services - Logan Township	0.56	8,115.12		8,115.68	8,115.12	0.56
Other Accounts -- No Change	28,102.38			28,102.38		28,102.38
	<u>\$ 81,729.98</u>	<u>\$33,540.91</u>	<u>\$ -</u>	<u>\$ 115,270.89</u>	<u>\$ 75,060.97</u>	<u>\$ 40,209.92</u>

BOROUGH OF WENONAH
CURRENT FUND
Statement of Prepaid Taxes
For the Year Ended December 31, 2020

Balance Dec. 31, 2019		\$ 60,598.15
Increased by:		
Receipts		66,799.81
		127,397.96
Decreased by:		
Applied to 2020 Taxes Receivable		60,598.15
Balance Dec. 31, 2020		\$ 66,799.81

Exhibit SA-7

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

Balance Dec. 31, 2019		\$ 21,573.46
Increased by:		
Overpayments in 2020		3,019.86
		24,593.32
Decreased by:		
Applied to Taxes Receivable	\$ 17,652.40	
Refunded	6,872.86	
		24,525.26
Balance Dec. 31, 2020		\$ 68.06

BOROUGH OF WENONAH
CURRENT FUND
Statement of Due to State of New Jersey
Senior Citizens and Veterans's Deductions
For the Year Ended December 31, 2020

Balance Dec. 31, 2019		\$ 1,286.25
Increased by:		
Receipts		<u>18,250.00</u>
Decreased by:		19,536.25
Accrued in 2020:		
Senior Citizens' and Veterans' Deductions per Tax Billing	\$ 19,000.00	
Senior Citizens' Deductions Disallowed by Tax Collector	<u>(250.00)</u>	
		<u>18,750.00</u>
Balance Dec. 31, 2020		<u><u>\$ 786.25</u></u>

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

County Taxes	\$ 1,452,227.26	
County Open Space Preservation	87,536.90	
		\$ 1,539,764.16
Decreased by:		
Disbursements		1,539,764.16

BOROUGH OF WENONAH
CURRENT FUND
 Statement of Due County for Added And Omitted Taxes
 For the Year Ended December 31, 2020

Balance Dec. 31, 2019		\$ 1,154.71
Increased by County Share of 2020 Levy:		
Added Taxes (R.S.54:4-63.1 et seq.)		2,184.35
		3,339.06
Decreased by:		
Disbursements		1,154.71
		2,184.35
Balance Dec. 31, 2020		\$ 2,184.35

BOROUGH OF WENONAH
CURRENT FUND
Statement of Regional High School Tax Payable
For the Year Ended December 31, 2020

<hr/>		
Balance Dec. 31, 2019:		
School Tax Payable	\$1,280,302.78	
School Tax Deferred	<u>238,358.08</u>	
		\$ 1,518,660.86
Increased by:		
Levy for School Year--July 1, 2020 to June 30, 2021		<u>3,119,294.00</u>
		4,637,954.86
Decreased by:		
Payments		<u>3,078,305.50</u>
Balance Dec. 31, 2020:		
School Tax Payable	1,321,291.28	
School Tax Deferred	<u>238,358.08</u>	
		<u>\$ 1,559,649.36</u>
 <u>2020 Liability for School Tax</u>		
Taxes Paid		\$ 3,078,305.50
Tax Payable--Dec. 31, 2020		<u>1,321,291.28</u>
		4,399,596.78
Less: Tax Payable--Dec. 31, 2019		<u>1,280,302.78</u>
Amount Charged to 2020 Operations		<u>\$ 3,119,294.00</u>

BOROUGH OF WENONAH
CURRENT FUND
Statement of Local School Tax Payable
For the Year Ended December 31, 2020

Balance Dec. 31, 2019	\$ 0.52
Increased by:	
Levy for 2020 Calendar Year	<u>3,002,795.00</u>
	3,002,795.52
Decreased by:	
Payments	<u>3,002,795.00</u>
Balance Dec. 31, 2020	<u><u>\$ 0.52</u></u>

BOROUGH OF WENONAH
FEDERAL, STATE AND LOCAL GRANT FUND
Statement of Federal, State and Local Grants Receivable
For the Year Ended December 31, 2020

	<u>Balance</u> <u>Dec. 31, 2019</u>	<u>Accrued</u>	<u>Canceled</u>	<u>Received</u>	<u>Balance</u> <u>Dec. 31, 2020</u>
<u>State Grants:</u>					
Clean Communities Grant		\$ 5,701.44		\$ 5,701.44	
Sustainable Jersey Small Grants Program		5,000.00		2,500.00	\$ 2,500.00
Municipal Alliance for Drug and Alcohol Abuse - 2019	\$ 9,000.00				9,000.00
Municipal Alliance for Drug and Alcohol Abuse - 2020		2,000.00			2,000.00
New Jersey Forest Service Community Forestry Program	0.10		\$ 0.10		
	<u>9,000.10</u>	<u>12,701.44</u>	<u>0.10</u>	<u>8,201.44</u>	<u>13,500.00</u>
<u>Local Grants:</u>					
TRICO JIF Safety Program		1,500.00		1,500.00	
JIF Cyber Risk Management Program		1,500.00	2.00	1,498.00	
JIF Wellness Program		750.00		750.00	
	<u>-</u>	<u>3,750.00</u>	<u>2.00</u>	<u>3,748.00</u>	<u>-</u>
	<u>\$ 9,000.10</u>	<u>\$ 16,451.44</u>	<u>\$ 2.10</u>	<u>\$ 11,949.44</u>	<u>\$ 13,500.00</u>

BOROUGH OF WENONAH
FEDERAL, STATE AND LOCAL GRANT FUND
Statement of Reserve for Federal, State and Local Grants -- Unappropriated
For the Year Ended December 31, 2020

	Balance <u>Dec. 31, 2019</u>	<u>Accrued</u>	Miscellaneous Revenue in <u>2020 Budget</u>	Balance <u>Dec. 31, 2020</u>
<u>State Grants:</u>				
Municipal Alliance for Drug and Alcohol Abuse		\$ 2,000.00	\$ 2,000.00	
Sustainable Jersey Small Grants Program		5,000.00	5,000.00	
Body Armor Fund	\$ 1,062.42			\$ 1,062.42
Clean Communities Program		5,701.44	5,701.44	
State Recycling Program	2,330.11		2,330.11	
	<hr/>			
Total State Grants	3,392.53	12,701.44	15,031.55	1,062.42
	<hr/>			
<u>Local Grants:</u>				
TRICO JIF Safety Program		1,500.00	1,500.00	
JIF Cyber Risk Management Program		1,500.00	1,500.00	
JIF Wellness Program		750.00	750.00	
JIF Safety Incentive Program	1,000.00		1,000.00	
	<hr/>			
Total Local Grants	1,000.00	3,750.00	4,750.00	-
	<hr/>			
Grand Total	\$ 4,392.53	\$ 16,451.44	\$ 19,781.55	\$ 1,062.42
	<hr/> <hr/>			

BOROUGH OF WENONAH
FEDERAL, STATE AND LOCAL GRANT FUND
Statement of Reserve for Federal, State and Local Grants -- Appropriated
For the Year Ended December 31, 2020

	<u>Balance</u> <u>Dec. 31, 2019</u>	<u>Budget</u> <u>Appropriation</u>	<u>Disbursed</u>	<u>Balance</u> <u>Dec. 31, 2020</u>
<u>State Grants:</u>				
Municipal Alliance for Drug and Alcohol Abuse - 2018	\$ 3,501.95		\$ 1,000.00	\$ 2,501.95
Municipal Alliance for Drug and Alcohol Abuse - 2019	11,250.00			11,250.00
Municipal Alliance for Drug and Alcohol Abuse - 2020		\$ 2,500.00		2,500.00
Body Armor Fund	1,804.63			1,804.63
Clean Communities Program		5,701.44	5,701.44	
Sustainable Jersey Small Grants Program		5,000.00		5,000.00
Drunk Driving Enforcement Fund	454.40			454.40
State Recycling Program		2,330.11	2,330.11	
Total State Grants	17,010.98	15,531.55	9,031.55	23,510.98
<u>Local Grants:</u>				
TRICO JIF Safety Program		1,500.00	1,500.00	
JIF Cyber Risk Management Program		1,500.00	1,500.00	
JIF Wellness Program		750.00	750.00	
JIF Safety Incentive Program		1,000.00	1,000.00	
Total Local Grants	-	4,750.00	4,750.00	-
	\$ 17,010.98	\$ 20,281.55	\$ 13,781.55	\$ 23,510.98

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

Balance Dec. 31, 2019	\$ 13,903.41
Increased by:	
Grants Receivable Canceled	<u>2.10</u>
	13,905.51
Decreased by:	
Receipts	<u>2,832.11</u>
Balance Dec. 31, 2020	<u><u>\$ 11,073.40</u></u>

BOROUGH OF WENONAH
FEDERAL, STATE AND LOCAL GRANT FUND
Statement of Reserve for Encumbrances
For the Year Ended December 31, 2020

Balance Dec. 31, 2019	\$ 1,500.00
Decreased by:	
Disbursements	<u>\$ 1,500.00</u>

SUPPLEMENTAL EXHIBITS

TRUST FUND

BOROUGH OF WENONAH
TRUST OTHER FUND
Statement of Trust Cash - Chief Financial Officer
For the Year Ended December 31, 2020

	<u>Animal Control</u>	<u>Other Funds</u>
Balance Dec. 31, 2019	\$ 5,064.20	\$ 82,341.87
Increased by Receipts:		
Animal Control Licenses Issued:		
Municipal Share	\$ 1,937.40	
State Share	261.60	
Due to Current Fund		\$ 252.73
Payroll Deductions Payable		661,508.02
Due to State of New Jersey:		
Marriage License Fees		175.00
Developer's Escrows		15,000.00
Unemployment Compensation Trust Fund		188.39
Reserve for COAH Trust Fund		175.91
Reserve for Tax Sale Premium		28,300.00
Reserve for TTL Redemption		5,504.01
	2,199.00	711,104.06
	7,263.20	793,445.93
Decreased by Disbursements:		
Payroll Deductions Payable		660,734.62
Animal Control	3,392.50	
Due to Current Fund		1,750.21
Due to State of New Jersey:		
Animal Control License Fees	261.60	
Marriage Licenses Fees		225.00
Developer's Escrows		10,150.00
Unemployment Compensation Trust Fund		210.44
Reserve for Tax Sale Premium		28,300.00
Reserve for TTL Redemption		5,504.01
	3,654.10	706,874.28
Balance Dec. 31, 2020	\$ 3,609.10	\$ 86,571.65

BOROUGH OF WENONAH
TRUST OTHER FUND
Statement of Investments - Length of Service Awards Program
For the Year Ended December 31, 2020

Balance Dec. 31, 2019		\$ 341,554.46
Increased by:		
Borough Contributions	\$ 9,000.00	
Unrealized Gain on Investments	51,356.90	
		60,356.90
		401,911.36
Decreased by:		
Benefits Paid to Participants	51,788.88	
Administration Expenses	625.00	
		52,413.88
Balance Dec. 31, 2020		\$ 349,497.48

Schedule of Investments, December 31, 2020

Description

Fixed Annuity Contract		\$ 69,061.67
Mutual Funds		280,435.81
		\$ 349,497.48
		\$ 349,497.48

BOROUGH OF WENONAH
 Animal Control Fund
 Statement of Reserve for Animal Control Expenditures
 For the Year Ended December 31, 2020

Balance Dec. 31, 2019	\$ 5,064.20
Increased by:	
License Fees Collected	1,937.40
	7,001.60
Decreased by:	
Expenditures	3,392.50
Balance Dec. 31, 2020	\$ 3,609.10

License Fees Collected

<u>Year</u>	<u>Amount</u>
2018	\$ 2,467.20
2019	2,264.00
	\$ 4,731.20

BOROUGH OF WENONAH
 Animal Control Fund
 Statement of Due to State Department of Health
 For the Year Ended December 31, 2020

Increased by:	
Fees Collected	\$ 261.60
Decreased by:	
Disbursements	\$ 261.60

BOROUGH OF WENONAH
TRUST FUND
Statement of Due to Current Fund
For the Year Ended December 31, 2020

Balance Dec. 31, 2019		\$	832.86
Increased by:			
Reserve for Thumb's Up - Canceled	\$	558.81	
Reserve for Municipal Alliance - Program Income - Canceled		122.05	
Receipts - Interest Earned		252.73	
			933.59
			1,766.45
Decreased by:			
Disbursed to Current Fund			1,750.21
Balance Dec. 31, 2020		\$	16.24

Analysis of Balance as of December 31, 2020

Tax Title Lien Redemption		\$	0.03
Trust - Other			16.21
		\$	16.24

BOROUGH OF WENONAH
TRUST OTHER FUND
Statement of Payroll Deduction Payable
For the Year Ended December 31, 2020

Balance Dec. 31, 2019	\$ 11,854.81
Increased by:	
Net Payroll and Payroll Deductions Deposited	661,508.02
	673,362.83
Decreased by:	
Net Payroll and Payroll Deductions Disbursed	660,734.62
Balance Dec. 31, 2020	\$ 12,628.21

Exhibit SB-7

BOROUGH OF WENONAH
TRUST OTHER FUND
Statement of Due to State of N.J. - Marriage License Fees
For the Year Ended December 31, 2020

Balance Dec. 31, 2019	\$ 75.00
Increased by:	
Received	175.00
	250.00
Decreased by:	
Disbursements	225.00
Balance Dec. 31, 2020	\$ 25.00

BOROUGH OF WENONAH
TRUST OTHER FUND
Statement of Developer's Escrow
For the Year Ended December 31, 2020

<u>Description</u>	<u>Balance</u> <u>Dec. 31, 2019</u>	<u>Receipts</u>	<u>Disbursements</u>	<u>Balance</u> <u>Dec. 31, 2020</u>
Developer's Escrow:				
Mattson Escrow	\$ 1,387.50			\$ 1,387.50
AT&T Escrow	375.00	\$ 1,000.00	\$ 475.00	900.00
Latta Escrow	400.00	8,000.00	4,887.50	3,512.50
Clearwire Escrow	4,507.31			4,507.31
Newcomb Escrow		1,500.00		1,500.00
Abate Escrow	797.47			797.47
Bucci Escrow	5,889.95			5,889.95
Koenig Escrow	4,639.75			4,639.75
Moran Escrow	166.00			166.00
Oliver Escrow	5,120.00			5,120.00
Horn Escrow		1,500.00	1,500.00	-
Schuler Escrow	203.74			203.74
T-Mobile Escrow	150.00		150.00	-
Paulson Escrow		1,500.00	875.00	625.00
Offner Escrow		1,500.00	1,362.50	137.50
Donn/McCloskey Escrow	1,375.00			1,375.00
Congalton Escrow	387.50		387.50	-
Kaeferle Escrow	512.50		512.50	-
<i>Total</i>	<u>\$ 25,911.72</u>	<u>\$ 15,000.00</u>	<u>\$ 10,150.00</u>	<u>\$ 30,761.72</u>

BOROUGH OF WENONAH
TRUST OTHER FUND
Statement of Reserve for Unemployment Compensation Trust Fund
For the Year Ended December 31, 2020

Balance Dec. 31, 2019	\$ 22,140.73
Increased by:	
Interest Received	<u>188.39</u>
	22,329.12
Decreased by:	
Disbursements	<u>210.44</u>
Balance Dec. 31, 2020	<u><u>\$ 22,118.68</u></u>

BOROUGH OF WENONAH
TRUST OTHER FUND
 Statement of Reserve for Wenonah's Thumb's Up
 For the Year Ended December 31, 2020

Balance Dec. 31, 2019	\$ 558.81
Decreased by:	
Canceled by Resolution	<u>\$ 558.81</u>

BOROUGH OF WENONAH
TRUST OTHER FUND
 Statement of Reserve for COAH Trust Fund
 For the Year Ended December 31, 2020

Balance Dec. 31, 2019	\$ 20,691.09
Increased by:	
Interest Received	<u>175.91</u>
Balance Dec. 31, 2020	<u>\$ 20,867.00</u>

BOROUGH OF WENONAH
TRUST OTHER FUND
Statement of Reserve for Tax Sale Premium
For the Year Ended December 31, 2020

Increased by:	
Premiums Received	\$ 28,300.00
Decreased by:	
Disbursements	<u>\$ 28,300.00</u>

Exhibit SB-13

BOROUGH OF WENONAH
TRUST OTHER FUND
Statement of Reserve for Tax Title Lien Redemption
For the Year Ended December 31, 2020

Balance Dec. 31, 2019	\$ 44.80
Increased by:	
Receipts	<u>5,504.01</u>
	5,548.81
Decreased by:	
Disbursements	<u>5,504.01</u>
Balance Dec. 31, 2020	<u>\$ 44.80</u>

BOROUGH OF WENONAH
TRUST OTHER FUND
Statement of Reserve for Length of Service Awards Program
For the Year Ended December 31, 2020

Balance Dec. 31, 2019		\$ 341,554.46
Increased by:		
Borough Contributions	\$ 9,000.00	
Unrealized Gain on Investments	51,356.90	
		60,356.90
		401,911.36
Decreased by:		
Benefits Paid to Participants	51,788.88	
Administration Expenses	625.00	
		52,413.88
Balance Dec. 31, 2020		\$ 349,497.48

Exhibit SB-15

BOROUGH OF WENONAH
TRUST OTHER FUND
Statement of Reserve for Municipal Alliance - Program Income
For the Year Ended December 31, 2020

Balance Dec. 31, 2019		\$ 122.05
Decreased by:		
Canceled by Resolution		\$ 122.05
		\$ 122.05

SUPPLEMENTAL EXHIBITS

GENERAL CAPITAL FUND

BOROUGH OF WENONAH
GENERAL CAPITAL FUND
 Schedule of Cash - Treasurer
 For the Year Ended December 31, 2020

Balance Dec. 31, 2019		\$ 273,812.86
Increased by Receipts:		
State Grants Receivable	\$ 67,500.00	
Premium on Sale of Bonds	1,526.98	
Budget Appropriation:		
Capital Improvement Fund	42,000.00	
Bonds Issued	2,310,000.00	
Reoffering Premium from Sale of Bonds	138,800.00	
		2,559,826.98
		2,833,639.84
Decreased by Disbursements:		
Improvement Authorizations	83,023.48	
Contracts Payable	34,687.44	
Anticipated as Revenue in the 2020 Current Fund Budget:		
Reserve for Payment of Notes	220,341.12	
General Capital Fund Balance	4,336.85	
Bond Anticipation Notes Paid from Bond Funds	1,216,200.00	
		1,558,588.89
Balance Dec. 31, 2020		\$ 1,275,050.95

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

	<u>Balance</u>	<u>Received</u>		<u>Disbursed</u>		<u>Transfers</u>		<u>Balance</u>
	<u>December 31,</u> <u>2019</u>	<u>Bonds</u> <u>Issued</u>	<u>Miscellaneous</u>	<u>Improvement</u> <u>Authorizations</u>	<u>Miscellaneous</u>	<u>From</u>	<u>To</u>	<u>December 31,</u> <u>2020</u>
Fund Balance	\$ 4,336.85		\$ 1,526.98		\$ 4,336.85			\$ 1,526.98
Capital Improvement Fund	38,866.24		42,000.00			\$ 65,600.00		15,266.24
Improvement Authorizations:								
Ordinance								
<u>Number</u>								
5-15/8-16								
	286.29							286.29
7-15	2,681.14			\$ 2,681.14				
10-15/13-17								
	600.00			600.00				
9-16	(0.61)							(0.61)
8-17								
	924.78							924.78
2-18	5,067.00			2,829.45				2,237.55
7-18								
	12,892.25						\$ 20,630.36	33,522.61
2-20		\$ 41,500.00		6,940.00			267,200.00	301,760.00
2-20		92,100.00		43,340.60			274,900.00	323,659.40
2-20		137,200.00		5,000.79			7,300.00	139,499.21
10-20		141,500.00		5,000.00			7,500.00	144,000.00
10-20		70,300.00					3,700.00	74,000.00
10-20		37,000.00					2,000.00	39,000.00
10-20		342,500.00		5,000.00			18,500.00	356,000.00
10-20		370,500.00		11,631.50			19,500.00	378,368.50
Grants Receivable	(67,500.00)		67,500.00			535,000.00		(535,000.00)
Contracts Payable	55,317.80					34,687.44	20,630.36	
Reserve for Payment of Notes	220,341.12					220,341.12		
	<u>\$ 273,812.86</u>	<u>\$ 1,232,600.00</u>	<u>\$ 111,026.98</u>	<u>\$ 83,023.48</u>	<u>\$ 259,365.41</u>	<u>\$ 621,230.36</u>	<u>\$ 621,230.36</u>	<u>\$ 1,275,050.95</u>

BOROUGH OF WENONAH
GENERAL CAPITAL FUND
 Schedule of Grants Receivable
 For the Year Ended December 31, 2020

Balance Dec. 31, 2019		\$ 67,500.00
Increased by:		
Additional Grant Funds Awarded		535,000.00
		602,500.00
Decreased by:		
Received		67,500.00
Balance Dec. 31, 2020		\$ 535,000.00

<u>Agency</u>	<u>Ordinance No.</u>	
New Jersey Department of Transportation	2-20	\$ 265,000.00
New Jersey Department of Transportation	2-20	270,000.00
		\$ 535,000.00

BOROUGH OF WENONAH
GENERAL CAPITAL FUND
Schedule of Deferred Charges to Future Taxation - Funded
For the Year Ended December 31, 2020

Accrued in 2020:	
Increased by:	
Serial Bonds Issued	<u>\$ 2,310,000.00</u>
Balance December 31, 2020	<u><u>\$ 2,310,000.00</u></u>

BOROUGH OF WENONAH
GENERAL CAPITAL FUND
 Schedule of Deferred Charges To Future Taxation - Unfunded
 For the Year Ended December 31, 2020

Ordinance Number	Date of Ord.	Balance December 31, 2019	2020 Authorizations	Notes Paid by Budget Appropriation	Notes Paid by Bonds Issued	Balance December 31, 2020	Analysis of Balance			
							Funded by Bond Anticipation Notes	Expenditures	Unexpended Improvement Authorizations	
5-13	Roadway Improvements to N. Synnot Ave., E. Poplar Street, W. Poplar Street and S. Jackson Ave.	7-25-13	\$ 62,100.00		\$ (62,100.00)					
3-14	Purchase of Public Works Pick-Up Truck	3-27-14	17,500.00	\$ (17,500.00)						
10-14/ 2-15	Construction of a Pole Barn	11-20-14 2-26-15	71,300.00		(71,300.00)					
5-15	Roadway Improvements to Maple Street and S. Jackson Ave.	3-26-15	78,000.00		(78,000.00)					
7-15	Purchase of Trash and Recycle Carts	5-28-15	25,600.00	(25,600.00)						
10-15	Purchase of Radio Equipment for the Wenonah Fire Department	10-22-15	27,200.00	(27,200.00)						
9-16	Improvements to Mantua Avenue	8-25-16	193,642.61	(193,642.00)		\$ 0.61		\$ 0.61		
5-17	Purchase of Real Property	7-27-17	163,200.00		(163,200.00)					
8-17	Roadway Improvements to S. Marion Avenue and S. Clinton Ave.	9-28-17	128,800.00		(128,800.00)					
8-17	Purchase of a Fire Truck	9-28-17	360,900.00		(360,900.00)					
2-18	Purchase of Rear End Loader Trash Truck	3-22-18	136,800.00	(7,200.00)	(129,600.00)					
7-18	Roadway Improvements to West Cherry St., South West Ave. and Garfield Ave.	9-27-18	222,300.00		(222,300.00)					
2-20	S. Marion Ave. - Repaving	3-26-20	\$ 41,500.00		(41,500.00)					
2-20	W. Cherry Street - Paving	3-26-20	92,100.00		(92,100.00)					
2-20	Princeton Ave. - Paving	3-26-20	137,200.00		(137,200.00)					
10-20	E. Poplar St. - Road Improvements	7-23-20	141,500.00		(141,500.00)					
10-20	Monroe Ave. - Road Improvements	7-23-20	70,300.00		(70,300.00)					
10-20	Mohawk Drive - Road Improvements	7-23-20	37,000.00		(37,000.00)					
10-20	Lenape Trail - Road Improvements	7-23-20	342,500.00		(342,500.00)					
10-20	N. Clinton Ave. - Road Improvements	7-23-20	370,500.00		(370,500.00)					
			\$ 1,487,342.61	\$ 1,232,600.00	\$ (271,142.00)	\$ (2,448,800.00)	\$ 0.61	\$ -	\$ 0.61	\$ -
			Proceeds from Sale of Bonds		\$ 2,310,000.00					
			Reoffering Premium from Sale of Bonds		138,800.00					
					\$ 2,448,800.00					

BOROUGH OF WENONAH
 GENERAL CAPITAL FUND
 Schedule of Improvement Authorizations
 For the Year Ended December 31, 2020

Ordinance Number	Improvement Description	Date	Ordinance Amount	Balance December 31, 2019		2020 Authorizations			Paid or Charged	Balance December 31, 2020	
				Funded	Unfunded	Capital Improvement Fund	Grants Receivable	Deferred Charges to Future Taxation - Unfunded		Funded	Unfunded
5-15	Roadway Improvements to Maple Street and S. Jackson Ave.	3-26-15	\$ 280,000.00		\$ 286.29					\$ 286.29	
7-15	Purchase of Trash and Recycle Carts	5-28-15	45,000.00		2,681.14			\$ 2,681.14			
10-15/13-17	Purchase of Radio Equipment for the Wenonah Fire Department	10-22-15	41,000.00		600.00			600.00			
8-17	Roadway Improvements to S. Marion Avenue and S. Clinton Ave.	9-28-17	520,000.00	\$ 924.78						924.78	
2-18	Purchase of Rear End Loader Trash Truck	3-22-18	160,000.00		5,067.00			2,829.45		2,237.55	
7-18	Roadway Improvements to West Cherry St., South West Ave. and Garfield Ave.	9-27-18	530,000.00		12,892.25			(20,630.36)		33,522.61	
2-20	S. Marion Ave. - Repaving	3-26-20	308,700.00			\$ 2,200.00	\$ 265,000.00	\$ 41,500.00	6,940.00	301,760.00	
2-20	W. Cherry Street - Paving	3-26-20	367,000.00			4,900.00	270,000.00	92,100.00	43,340.60	323,659.40	
2-20	Princeton Ave. - Paving	3-26-20	144,500.00			7,300.00		137,200.00	5,000.79	139,499.21	
10-20	E. Poplar St. - Road Improvements	7-23-20	149,000.00			7,500.00		141,500.00	5,000.00	144,000.00	
10-20	Monroe Ave. - Road Improvements	7-23-20	74,000.00			3,700.00		70,300.00		74,000.00	
10-20	Mohawk Drive - Road Improvements	7-23-20	39,000.00			2,000.00		37,000.00		39,000.00	
10-20	Lenape Trail - Road Improvements	7-23-20	361,000.00			18,500.00		342,500.00	5,000.00	356,000.00	
10-20	N. Clinton Ave. - Road Improvements	7-23-20	390,000.00			19,500.00		370,500.00	11,631.50	378,368.50	
Total				\$ 924.78	\$ 21,526.68	\$ 65,600.00	\$ 535,000.00	\$ 1,232,600.00	\$ 62,393.12	\$ 1,793,258.34	\$ -
									Cash Disbursed	\$ 83,023.48	
									Prior Year Contracts Payable Canceled	(20,630.36)	
										\$ 62,393.12	

BOROUGH OF WENONAH
GENERAL CAPITAL FUND
Schedule of Contracts Payable
For the Year Ended December 31, 2020

Balance Dec. 31, 2019		\$	55,317.80
Decreased by:			
Disbursed	\$	34,687.44	
Canceled		<u>20,630.36</u>	
		\$	<u>55,317.80</u>

BOROUGH OF WENONAH
GENERAL CAPITAL FUND
 Schedule of Capital Improvement Fund
 For the Year Ended December 31, 2020

Balance Dec. 31, 2019	\$	38,866.24
Increased by:		
2020 Budget Appropriation		42,000.00
		80,866.24
Decreased by:		
Appropriations to Finance Improvement Authorizations		65,600.00
Balance Dec. 31, 2020	\$	15,266.24

BOROUGH OF WENONAH
GENERAL CAPITAL FUND
 Schedule of Reserve for Payment of Notes
 For the Year Ended December 31, 2020

Balance Dec. 31, 2019	\$	220,341.12
Decreased by:		
Anticipated as Revenue in the 2020 Current Fund Budget	\$	220,341.12

BOROUGH OF WENONAH
GENERAL CAPITAL FUND
Schedule of Bond Anticipation Notes
For the Year Ended December 31, 2020

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Date of Issue of Original Note</u>	<u>Date of Issue</u>	<u>Date of Maturity</u>	<u>Interest Rate</u>	<u>Balance December 31, 2019</u>	<u>Increased</u>	<u>Decreased</u>
5-13	Roadway Improvements to N. Synnot Ave., E. Poplar Street, W. Poplar Street and S. Jackson Ave.	7-15-14	12-11-19 6-4-20	6-10-20 10-28-20	1.75% 1.10	\$ 62,100.00	\$ 62,100.00	\$ 62,100.00 62,100.00
3-14	Purchase of Public Works Pick-Up Truck	7-15-14	12-11-19	6-10-20	1.75%	17,500.00		17,500.00
10-14/ 2-15	Construction of a Pole Barn	7-14-15	12-11-19 6-4-20	6-10-20 10-28-20	1.75% 1.10	71,300.00	71,300.00	71,300.00 71,300.00
5-15	Roadway Improvements to Maple Street and S. Jackson Ave.	7-14-15	12-11-19 6-4-20	6-10-20 10-28-20	1.75% 1.10	78,000.00	78,000.00	78,000.00 78,000.00
7-15	Purchase of Trash and Recycle Carts	7-14-15	12-11-19	6-10-20	1.75%	25,600.00		25,600.00
10-15	Purchase of Radio Equipment for the Wenonah Fire Department	7-13-16	12-11-19	6-10-20	1.75%	27,200.00		27,200.00
9-16	Improvements to Mantua Avenue	6-29-17	12-11-19	6-10-20	1.75%	193,642.00		193,642.00
5-17	Purchase of Real Property	12-13-17	12-11-19 6-4-20	6-10-20 10-28-20	1.75% 1.10	163,200.00	163,200.00	163,200.00 163,200.00
8-17	Roadway Improvements to S. Marion Avenue and S. Clinton Ave.	12-13-17	12-11-19 6-4-20	6-10-20 10-28-20	1.75% 1.10	128,800.00	128,800.00	128,800.00 128,800.00
8-17	Purchase of a Fire Truck	9-28-17	12-11-19 6-4-20	6-10-20 10-28-20	1.75% 1.10	360,900.00	360,900.00	360,900.00 360,900.00
2-18	Purchase of Rear End Loader Trash Truck	3-22-18	12-11-19 6-4-20	6-10-20 10-28-20	1.75% 1.10	136,800.00	129,600.00	136,800.00 129,600.00
7-18	Roadway Improvements to West Cherry St., South West Ave. and Garfield Ave.	9-27-18	12-11-19 6-4-20	6-10-20 10-28-20	1.75% 1.10	222,300.00	222,300.00	222,300.00 222,300.00
						\$ 1,487,342.00	\$ 1,216,200.00	\$ 2,703,542.00
					Renewals		\$ 1,216,200.00	\$ 1,216,200.00
					Paid from Bond Funds			1,216,200.00
					Paid by Budget Appropriation			271,142.00
							\$ 1,216,200.00	\$ 2,703,542.00

BOROUGH OF WENONAH
GENERAL CAPITAL FUND
 Schedule of General Serial Bonds
 For the Year Ended December 31, 2020

<u>Purpose</u>	<u>Date of Issue</u>	<u>Original Issue</u>	<u>Maturities of Bonds Outstanding December 31, 2020</u>		<u>Interest Rate</u>	<u>Issued</u>	<u>Decreased</u>	<u>Balance December 31, 2020</u>
			<u>Date</u>	<u>Amount</u>				
General Improvement Bonds of 2020	10/22/20	\$ 2,310,000.00	10-15-21	\$ 140,000.00	4.00%			
			10-15-22	145,000.00	4.00%			
			10-15-23	145,000.00	4.00%			
			10-15-24	145,000.00	4.00%			
			10-15-25	145,000.00	4.00%			
			10-15-26	145,000.00	4.00%			
			10-15-27	150,000.00	4.00%			
			10-15-28	155,000.00	4.00%			
			10-15-29	155,000.00	2.50%			
			10-15-30	160,000.00	2.00%			
			10-15-31	165,000.00	2.00%			
			10-15-32	165,000.00	2.00%			
			10-15-33	165,000.00	2.00%			
			10-15-34	165,000.00	2.00%			
			10-15-35	165,000.00	2.00%			
						\$ 2,310,000.00	\$ -	\$ 2,310,000.00

BOROUGH OF WENONAH
GENERAL CAPITAL FUND
 Statement of Bonds And Notes Authorized But Not Issued
 For the Year Ended December 31, 2020

Ordinance Number	Improvement Description	Balance December 31, 2019	2020 Authorizations	Bonds Issued	Balance December 31, 2020
9-16	Improvements to Mantua Avenue	\$ 0.61			\$ 0.61
2-20	S. Marion Ave. - Repaving		\$ 41,500.00	\$ 41,500.00	
2-20	W. Cherry Street - Paving		92,100.00	92,100.00	
2-20	Princeton Ave. - Paving		137,200.00	137,200.00	
10-20	E. Poplar St. - Road Improvements		141,500.00	141,500.00	
10-20	Monroe Ave. - Road Improvements		70,300.00	70,300.00	
10-20	Mohawk Drive - Road Improvements		37,000.00	37,000.00	
10-20	Lenape Trail - Road Improvements		342,500.00	342,500.00	
10-20	N. Clinton Ave. - Road Improvements		370,500.00	370,500.00	
		\$ 0.61	\$ 1,232,600.00	\$ 1,232,600.00	\$ 0.61

SUPPLEMENTAL EXHIBITS
WATER AND SEWER UTILITY FUND

BOROUGH OF WENONAH
WATER AND SEWER UTILITY FUND
Statement of Water and Sewer Utility Cash - Chief Financial Officer
For the Year Ended December 31, 2020

	<u>Operating Fund</u>	<u>Capital Fund</u>
Balance Dec. 31, 2019	\$ 203,713.53	\$ 24,796.90
Increased by Receipts:		
Consumer Accounts Receivable	\$ 832,073.09	
Miscellaneous Revenues Not Anticipated	17,010.12	
Prepaid Rents	14.08	
Utility Capital Fund Balance	1,165.25	
Bond Anticipation Notes Issued		\$ 110,000.00
Bonds Issued		5,395,000.00
Reoffering Premium from Sale of Bonds		176,200.00
Premium on Sale of Bonds		4,219.04
	850,262.54	5,685,419.04
	1,053,976.07	5,710,215.94
Decreased by Disbursements:		
2020 Appropriations	547,310.59	
Appropriation Reserves	32,427.82	
Accrued Interest on Notes	14,410.94	
Anticipated as Revenue in the 2020 Utility Operating Fund Budget		1,165.25
Improvement Authorizations		78,102.26
Contracts Payable		81,380.19
Bond Anticipation Notes Paid from Bond Funds		1,161,100.00
	594,149.35	1,321,747.70
Balance Dec. 31, 2020	\$ 459,826.72	\$ 4,388,468.24

BOROUGH OF WENONAH
 Water and Sewer Utility Capital Fund
 Statement of Water and Sewer Utility Capital Cash
 For the Year Ended December 31, 2020

	<u>Balance</u> <u>Dec. 31, 2019</u>	<u>Received</u>			<u>Disbursed</u>		<u>Transfers</u>		<u>Balance</u> <u>Dec. 31, 2020</u>
		<u>Bonds</u> <u>Issued</u>	<u>Bond</u> <u>Anticipation</u> <u>Notes</u>	<u>Miscellaneous</u>	<u>Improvement</u> <u>Authorizations</u>	<u>Miscellaneous</u>	<u>From</u>	<u>To</u>	
Capital Improvement Fund	\$ 17,504.25								\$ 17,504.25
Fund Balance	1,165.25			\$ 4,219.04		\$ 1,165.25			4,219.04
Improvement Authorizations:									
Ordinance									
<u>Number</u>									
8-18/ Sewer/Water Improvements to Jefferson Ave.,									
9-19 Princeton Ave. and Monroe Ave.	(105,945.10)		\$ 110,000.00				\$ 1,935.00		5,989.90
3-19 Painting of Water Tank	31,420.00				\$ 12,332.45		29,142.77		48,230.32
7-19 Chlorinator Replacement							1,228.75		1,228.75
12-19 Various Sewer System Improvements	(88,916.25)	\$ 334,700.00			12,163.30		55,882.04		289,502.49
3-20 S. Marion Ave. - Water Main Replacement		174,400.00			18,260.00				156,140.00
3-20 W. Cherry Street - Storm Sewer Replacement		153,000.00			5,000.00				148,000.00
11-20 Lenape Trail - Storm Sewer Replacement		113,000.00							113,000.00
11-20 Well #1 Repairs		75,000.00							75,000.00
11-20 Various Water Main Replacements		1,150,000.00			11,247.50				1,138,752.50
11-20 Rehabilitation of Water Tank		2,410,000.00			19,099.01				2,390,900.99
Contracts Payable	169,568.75					81,380.19	\$ 88,188.56		
	<u>\$ 24,796.90</u>	<u>\$ 4,410,100.00</u>	<u>\$ 110,000.00</u>	<u>\$ 4,219.04</u>	<u>\$ 78,102.26</u>	<u>\$ 82,545.44</u>	<u>\$ 88,188.56</u>	<u>\$ 88,188.56</u>	<u>\$4,388,468.24</u>

BOROUGH OF WENONAH
WATER AND SEWER UTILITY FUND
Water and Sewer Operating Fund
Statement of Consumer Accounts Receivable
For the Year Ended December 31, 2020

Balance Dec. 31, 2019		\$ 1,833.50
Increased by:		
Utility Rents and Penalty Fees Levied in 2020:		
Water and Sewer		<u>849,048.80</u>
		850,882.30
Decreased by:		
Collection (Net Refunds)	\$ 832,073.09	
Prepaid Rents Applied	<u>1,321.80</u>	
		<u>833,394.89</u>
Balance Dec. 31, 2020		<u><u>\$ 17,487.41</u></u>

BOROUGH OF WENONAH
WATER AND SEWER UTILITY FUND
 Water and Sewer Capital Fund
 Statement of Fixed Capital
 For the Year Ended December 31, 2020

	Balance December 31, <u>2019</u>	Additions By <u>Ordinance</u>	Balance December 31, <u>2020</u>
Water:			
Reservation Land	\$ 5,000.00		\$ 5,000.00
Pumping System Land	1,000.00		1,000.00
Springs and Wells	995,000.96		995,000.96
Pumping Station and Structures	190,100.00		190,100.00
Electric Power Pumping Station	98,064.62		98,064.62
Transmission Mains and Accessories	23,249.16		23,249.16
Storage Reservoirs, Tanks, and Standpipes	49,898.50		49,898.50
Distribution Mains and Accessories	801,082.47		801,082.47
Service Pipes and Stops	7,500.00		7,500.00
Meters, Meter Boxes and Values	11,908.46		11,908.46
Flow Meters	2,463.51		2,463.51
Fire Hydrants and Fire Cisterns	44,394.47		44,394.47
Wenonah Meadows Water Pumping Station	230,500.00		230,500.00
Purchase of New Water Meters	357,929.39		357,929.39
	<hr/>		
<i>Total Water</i>	2,818,091.54	-	2,818,091.54
	<hr/>		
Sewer:			
Sewer Service Line and Accessories	1,448,636.90		1,448,636.90
Sewer Treatment Plant	193,833.30		193,833.30
Pumping Station and Structures	494,514.51		494,514.51
Backhoe	40,000.00		40,000.00
General Equipment	6,578.07		6,578.07
Erection and Construction of a Municipal Garage	5,866.55		5,866.55
Wenonah Meadows Sewer Extension	118,742.38		118,742.38
	<hr/>		
<i>Total Sewer</i>	2,308,171.71	-	2,308,171.71
	<hr/>		
<i>Grand Total</i>	\$ 5,126,263.25	\$ -	\$ 5,126,263.25
	<hr/> <hr/>		

BOROUGH OF WENONAH
WATER AND SEWER UTILITY CAPITAL FUND
 Water and Sewer Capital Fund
 Statement of Fixed Capital Authorized and Uncompleted
 For the Year Ended December 31, 2020

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Date</u>	<u>Ordinance Amount</u>	<u>Balance December 31, 2019</u>	<u>2020 Authorizations</u>	<u>Costs to Fixed Capital</u>	<u>Balance December 31, 2020</u>
8-18/	Sewer/Water Improvements to Jefferson Ave.,	9-27-18	\$ 172,236.45				
9-19	Princeton Ave. and Monroe Ave.	6-27-19	110,000.00	\$ 172,236.45			\$ 172,236.45
3-19	Painting of Water Tank	3-28-19	100,000.00	100,000.00			100,000.00
7-19	Chlorinator Replacement	4-25-19	85,000.00	85,000.00			85,000.00
12-19	Various Sewer System Improvements	8-22-19	1,285,000.00	1,285,000.00			1,285,000.00
3-20	S. Marion Ave. - Water Main Replacement	3-26-20	174,400.00		\$ 174,400.00		174,400.00
3-20	W. Cherry Street - Storm Sewer Replacement	3-26-20	153,000.00		153,000.00		153,000.00
11-20	Lenape Trail - Storm Sewer Replacement	7-23-20	113,000.00		113,000.00		113,000.00
11-20	Well #1 Repairs	7-23-20	75,000.00		75,000.00		75,000.00
11-20	Various Water Main Replacements	7-23-20	1,150,000.00		1,150,000.00		1,150,000.00
11-20	Rehabilitation of Water Tank	7-23-20	2,410,000.00		2,410,000.00		2,410,000.00
				<u>\$ 1,642,236.45</u>	<u>\$ 4,075,400.00</u>	<u>\$ -</u>	<u>\$ 5,717,636.45</u>

BOROUGH OF WENONAH
 WATER AND SEWER UTILITY FUND
 Water and Sewer Operating Fund
 Statement of 2019 Appropriation Reserves
 For the Year Ended December 31, 2020

	Balance			Balance
	<u>Dec. 31, 2019</u>			<u>Lapsed</u>
	<u>Reserved</u>	<u>Encumbered</u>	<u>Disbursed</u>	
Operating:				
Salaries and Wages	\$ 4,823.41			\$ 4,823.41
Other Expenses	24,735.41	\$ 17,451.93	\$ 17,168.02	25,019.32
Gloucester County Sewer System - Share of Costs	20,416.87		15,259.80	5,157.07
Statutory Expenditures:				
Social Security System (O.A.S.I.)	81.20			81.20
	<hr/>			
	\$ 50,056.89	\$ 17,451.93	\$ 32,427.82	\$ 35,081.00
	<hr/>			

BOROUGH OF WENONAH
WATER AND SEWER UTILITY FUND
Water and Sewer Operating Fund
Statement of Prepaid Rents
For the Year Ended December 31, 2020

Balance Dec. 31, 2019	\$ 1,321.80
Increased by:	
Receipts	<u>14.08</u>
	1,335.88
Decreased by:	
Applied to 2020 Consumer Accounts Receivable	<u>1,321.80</u>
Balance Dec. 31, 2020	<u><u>\$ 14.08</u></u>

BOROUGH OF WENONAH
WATER AND SEWER UTILITY FUND
 Water and Sewer Utility Operating Fund
 Schedule of Accrued Interest on Bonds and Notes
 For the Year Ended December 31, 2020

Balance Dec. 31, 2019		\$	987.37
Increased by:			
Budget Appropriations for:			
Interest on Bonds		\$	28,167.76
Interest on Notes			13,423.57
			41,591.33
			42,578.70
Decreased by:			
Interest Paid			14,410.94
Balance Dec. 31, 2020		\$	28,167.76

Analysis of Accrued Interest December 31, 2020

<u>Principal Outstanding Dec. 31, 2020</u>	<u>Interest Rate</u>	<u>From</u>	<u>To</u>	<u>Period</u>	<u>Amount</u>
<i>2020 Water and Sewer Bonds</i> \$ 5,395,000.00	4.00%	10-22-20	12-31-20	70 Days	\$ 28,167.76
					\$ 28,167.76

BOROUGH OF WENONAH
WATER AND SEWER UTILITY FUND
 Schedule of Improvement Authorizations
 For the Year Ended December 31, 2020

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Date</u>	<u>Ordinance Amount</u>	<u>2020 Authorizations</u>		<u>Balance December 31, 2020</u>		
				<u>Balance December 31, 2019 Unfunded</u>	<u>Deferred Charges to Future Taxation - Unfunded</u>	<u>Paid or Charged</u>	<u>Funded</u>	<u>Unfunded</u>
8-18/	Sewer/Water Improvements to Jefferson Ave.,	9-27-18	\$ 172,236.45					
9-19	Princeton Ave. and Monroe Ave.	6-27-19	110,000.00	\$ 4,054.90		\$ (1,935.00)	\$ 5,989.90	
3-19	Painting of Water Tank	3-28-19	100,000.00	31,420.00		(16,810.32)	48,230.32	
7-19	Chlorinator Replacement	4-25-19	85,000.00			(1,228.75)	1,228.75	
12-19	Various Sewer System Improvements	8-22-19	1,285,000.00	1,196,083.75		(43,718.74)	289,502.49	\$ 950,300.00
3-20	S. Marion Ave. - Water Main Replacement	3-26-20	174,400.00		\$ 174,400.00	18,260.00	156,140.00	
3-20	W. Cherry Street - Storm Sewer Replacement	3-26-20	153,000.00		153,000.00	5,000.00	148,000.00	
11-20	Lenape Trail - Storm Sewer Replacement	7-23-20	113,000.00		113,000.00	-	113,000.00	
11-20	Well #1 Repairs	7-23-20	75,000.00		75,000.00	-	75,000.00	
11-20	Various Water Main Replacements	7-23-20	1,150,000.00		1,150,000.00	11,247.50	1,138,752.50	
11-20	Rehabilitation of Water Tank	7-23-20	2,410,000.00		2,410,000.00	19,099.01	2,390,900.99	
Total				\$ 1,231,558.65	\$ 4,075,400.00	\$ (10,086.30)	\$ 4,366,744.95	\$ 950,300.00
						Contracts Payable Canceled	\$ (88,188.56)	
						Cash Disbursed	<u>78,102.26</u>	
							<u>\$ (10,086.30)</u>	

BOROUGH OF WENONAH
WATER AND SEWER UTILITY FUND
 Water and Sewer Utility Capital Fund
 Statement of Contracts Payable
 For the Year Ended December 31, 2020

Balance Dec. 31, 2019		\$ 169,568.75
Decreased by:		
Disbursed	\$ 81,380.19	
Canceled	<u>88,188.56</u>	
		<u>\$ 169,568.75</u>

Exhibit SD-11

BOROUGH OF WENONAH
WATER AND SEWER UTILITY FUND
 Water and Sewer Utility Capital Fund
 Statement of Reserve for Amortization
 For the Year Ended December 31, 2020

Balance Dec. 31, 2019		\$ 4,414,463.70
Increased by:		
Reoffering Premium from Sale of Bonds - Debt Retired	\$ 176,200.00	
2020 Budget Appropriations:		
Bond Anticipation Notes	<u>17,936.00</u>	
		<u>194,136.00</u>
		4,608,599.70
Decreased by:		
Bond Anticipation Notes Paid from Bond Funds		<u>110,000.00</u>
Balance Dec. 31, 2020		<u>\$ 4,498,599.70</u>

BOROUGH OF WENONAH
 WATER AND SEWER UTILITY CAPITAL FUND
 Schedule of Bond Anticipation Notes
 For the Year Ended December 31, 2020

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Date of Issue of Original Note</u>	<u>Date of Issue</u>	<u>Date of Maturity</u>	<u>Interest Rate</u>	<u>Balance December 31, 2019</u>	<u>Increased</u>	<u>Decreased</u>
22-08/3-10	Purchase and Installation of New Water Meters	7-22-09	12-11-19	6-10-20	1.75	\$ 9,000.00		\$ 9,000.00
4-11	Reconstruction of Lenape Pump Station	7-20-11	12-11-19 6-4-20	6-10-20 10-28-20	1.75 1.10	40,500.00	\$ 40,500.00	40,500.00 40,500.00
13-11	Acquisition and Installation of Pump for Well No. 1	7-17-12	12-11-19	6-10-20	1.75	3,000.00		3,000.00
1-14	Replacement of Well #2	7-15-14	12-11-19 6-4-20	6-10-20 10-28-20	1.75 1.10	620,500.00	620,500.00	620,500.00 620,500.00
11-14	Purchase of Utility Backup Generator for Wells	7-14-15	12-11-19 6-4-20	6-10-20 10-28-20	1.75 1.10	56,000.00	56,000.00	56,000.00 56,000.00
8-18/ 9-19	Sewer/Water Improvements to Jefferson Ave., Princeton Ave. and Monroe Ave.	9-27-18 12-11-19	12-11-19 6-4-20	6-10-20 10-28-20	1.75 1.10	155,036.00	259,100.00	155,036.00 259,100.00
3-19	Painting of Water Tank	12-11-19	12-11-19 6-4-20	6-10-20 10-28-20	1.75 1.10	100,000.00	100,000.00	100,000.00 100,000.00
7-19	Chlorinator Replacement	12-11-19	12-11-19 6-4-20	6-10-20 10-28-20	1.75 1.10	85,000.00	85,000.00	85,000.00 85,000.00
						<u>\$ 1,069,036.00</u>	<u>\$ 1,161,100.00</u>	<u>\$ 2,230,136.00</u>
							Renewal	\$ 1,051,100.00
							Issued for Cash	110,000.00
							Paid from Bond Funds	1,161,100.00
							Paid by Budget Appropriation	17,936.00
							<u>\$ 1,161,100.00</u>	<u>\$ 2,230,136.00</u>

BOROUGH OF WENONAH
Water and Sewer Utility Capital Fund
 Schedule of General Serial Bonds
 For the Year Ended December 31, 2020

<u>Purpose</u>	<u>Date of Issue</u>	<u>Original Issue</u>	<u>Maturities of Bonds Outstanding December 31, 2020</u>		<u>Interest Rate</u>	<u>Issued</u>	<u>Decreased</u>	<u>Balance December 31, 2020</u>
			<u>Date</u>	<u>Amount</u>				
Water & Sewer Bonds of 2020	10/22/20	\$ 5,395,000.00	10-15-21	\$ 175,000.00	4.00%			
			10-15-22	210,000.00	4.00%			
			10-15-23	220,000.00	4.00%			
			10-15-24	225,000.00	4.00%			
			10-15-25	235,000.00	4.00%			
			10-15-26	235,000.00	4.00%			
			10-15-27	240,000.00	4.00%			
			10-15-28	245,000.00	4.00%			
			10-15-29	250,000.00	2.50%			
			10-15-30	255,000.00	2.00%			
			10-15-31	265,000.00	2.00%			
			10-15-32	275,000.00	2.00%			
			10-15-33	290,000.00	2.00%			
			10-15-34	305,000.00	2.00%			
			10-15-35	315,000.00	2.00%			
			10-15-36	320,000.00	2.00%			
			10-15-37	325,000.00	2.00%			
			10-15-38	330,000.00	2.125%			
			10-15-39	340,000.00	2.125%			
			10-15-40	340,000.00	2.25%			
						\$ 5,395,000.00		\$ 5,395,000.00
						\$ 5,395,000.00	\$ -	\$ 5,395,000.00

BOROUGH OF WENONAH
WATER AND SEWER UTILITY CAPITAL FUND
Statement of Bonds And Notes Authorized But Not Issued
For the Year Ended December 31, 2020

Ordinance Number	Improvement Description	Balance December 31, 2019	2020 Authorizations	Bond Anticipation Notes Issued	Bonds Issued	Balance December 31, 2020
8-18/ 9-19	Sewer/Water Improvements to Jefferson Ave., Princeton Ave. and Monroe Ave.	\$ 110,000.00		\$ 110,000.00		
12-19	Various Sewer System Improvements	1,285,000.00			\$ 334,700.00	\$ 950,300.00
3-20	S. Marion Ave. - Water Main Replacement		\$ 174,400.00		174,400.00	
3-20	W. Cherry Street - Storm Sewer Replacement		153,000.00		153,000.00	
11-20	Lenape Trail - Storm Sewer Replacement		113,000.00		113,000.00	
11-20	Well #1 Repairs		75,000.00		75,000.00	
11-20	Various Water Main Replacements		1,150,000.00		1,150,000.00	
11-20	Rehabilitation of Water Tank		2,410,000.00		2,410,000.00	
		<u>\$ 1,395,000.00</u>	<u>\$ 4,075,400.00</u>	<u>\$ 110,000.00</u>	<u>\$ 4,410,100.00</u>	<u>\$ 950,300.00</u>

PART II
SCHEDULE OF FINDINGS AND RECOMMENDATIONS
FOR THE YEAR ENDED DECEMBER 31, 2020

BOROUGH OF WENONAH
Schedule of Findings and Recommendations
For the Year Ended December 31, 2020

Schedule of Financial Statement Findings

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

None.

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BOROUGH OF WENONAH
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 that are required to be reported in accordance with *Government Auditing Standards*.

None.

BOROUGH OF WENONAH
Officials in Office and Surety Bonds

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

<u>Name</u>	<u>Title</u>	<u>Amount of Surety Bond</u>
John R. Dominy	Mayor	
Daniel Cox	Council President	
Jonathan Barbato	Councilperson	
Jessica Doheny	Councilperson	
Anthony Fini	Councilperson	
Peter Fu	Councilperson	
Susan Mayer	Councilperson	
Kim Jaworski	Tax Collector, Tax Search Officer	(A)
Robert E. Scharlé	Chief Financial Officer	(A)
Karen Sweeney	Municipal Treasurer / Clerk	(A)
Laurie Christinzio	Deputy Municipal Treasurer, Tax/Utility Clerk	(A)
Matthew P. Lyons, Esq	Solicitor	(A)
David Kreck, P.E.	Engineer	
Craig Black	Tax Assessor—Gloucester County	
James Gallagher	Construction Code Official	(A)
Joseph Buono	Fire Sub Code Official	(A)

(A) Covered by Gloucester, Salem and Cumberland Counties Municipal Joint Insurance Fund for \$1,000,000.00 with a \$1,000 deductible.

All copies of the bonds and policy were examined and found to be properly executed.

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APPRECIATION

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

Respectfully submitted,

Bowman & Company LLP

BOWMAN & COMPANY LLP
Certified Public Accountants
& Consultants

Carol McAllister

Carol A. McAllister
Certified Public Accountant
Registered Municipal Accountant

